

GENERAL EXEMPTION, ENERGY AND ENVIRONMENT COMMITTEE REPORT and ORDINANCE FIRST CONSIDERATION relative to Virtual Net Energy Metering (VNEM) Pilot Program Changes.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. DETERMINE that the item is exempt from the requirements of the California Environmental Quality Act Guidelines Section 15061(b)(3).
2. CONCUR with the Board of Water and Power Commissioners (Board) action of August 12, 2025, Resolution No. 026-019, authorizing amendment of Section 10.5.2 of Article 1 of Chapter 1 of Division 10 of the Los Angeles Administrative Code (LAAC) to permit Comprehensive Affordable Multifamily Retrofits (CAMR) projects to participate in the Feed-in Tariff (FiT) Program, and authorizing such changes to the VNEM Pilot Program, including the revised VNEM Pilot Program Guidelines.
3. AUTHORIZE the General Manager and Chief Engineer, Department of Water and Power (DWP), or such person as the General Manager and Chief Engineer shall designate in writing, to enter into contracts for the purchase of renewable energy and related interconnection agreements for the FiT Program, including those for the VNEM Pilot Program.
4. AUTHORIZE, upon proper certification, the Chief Accounting Employee to draw demands on the Power Revenue Fund, in accordance with the terms of the VNEM Pilot Program Guidelines and in accordance with the proposed Resolution and Ordinance.
5. PRESENT and ADOPT the accompanying ORDINANCE dated August 15, 2025, amending Section 10.5.2 of Article 1 of Chapter 1 of Division 10 of the LAAC modifying the authority of the Board to enter into contracts for the purchase of local renewable energy to permit renewable electric generating facilities receiving incentives under the CAMR Program to enter into agreements authorized by Section 10.5.2.

Fiscal Impact Statement: The City Administrative Officer reports that there is no impact on the General Fund. The proposed changes to the LAAC to permit CAMR Projects to participate in the FiT Program will not affect the original VNEM budget, funded by the Power Revenue Fund's Fuel and Power Purchase Budget. The above recommendations comply with DWP Financial Policies.

Community Impact Statement: None submitted

SUMMARY

At the meeting held on September 16, 2025, your Energy and Environment Committee considered Board and City Attorney reports and an Ordinance relative to VNEM Pilot Program Changes

After an opportunity for public comment, the Committee moved to concur with the Board resolution and approve the Ordinance, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
NAZARIAN	YES
YAROSLAVSKY	ABSENT
JURADO	YES
RAMAN	ABSENT
PADILLA	YES

ME

-NOT OFFICIAL UNTIL COUNCIL ACTS-