

VALLEY CLEAN ENERGY ALLIANCE

Staff Report – Item 11

To: Board of Directors

From: Mitch Sears, Interim General Manager

Subject: Annual CPI Escalation for SMUD Professional Services - Amendment 25 to Task Orders 2, 3 and 4 of the SMUD Professional Services Agreement

Date: September 9, 2021

RECOMMENDATION

Ratify annual CPI escalation for Professional Services provided by SMUD effective July 1, 2021 according to Professional Service Agreement with VCE.

BACKGROUND/ANALYSIS

On October 12, 2017 the VCE Board approved a Professional Services Agreement with the Sacramento Municipal Utility District (SMUD) and Task Orders 1 and 2 to provide program launch and operational services. Soon thereafter, a series of additional Task Orders were implemented to the Agreement, including Task Order 3 to provide Wholesale Energy Services; Task Order 4 to provide Operational Staff Services to VCE; and Task Orders 5 (Long Term Renewable Procurement Services) and 6 (Expansion of VCE Service to Winters, CA).

The attached Amendment reflects increases in the billable rates by 2.1% effective July 1, 2021 per the contractually defined escalation methodology of benchmarking to the consumer price index. These rates will be in effect through June 30, 2022.

The Board approved Operating budget for Fiscal Year 2021/2022 included the anticipated increases in the billable rates.

Per the SMUD contract, billable rates were to increase July 1, 2021. The recommended Board action ratifies Interim General Manager Mitch Sears recent signature of Amendment 25 to Task Orders 2, 3, and 4. Attached is the executed copy.

Attachment: Amendment 25 to Task Orders 2, 3 and 4

AMENDMENT 25 TO EXHIBIT A: Scope of Services**Task Order 2 – Data Management and Customer Call Center Services****Task Order 3 – Wholesale Energy Services****Task Order 4 – Operational Staff Services**

SMUD and VCEA agree to the following services, terms, and conditions described in this Amendment 25 to Exhibit A, Task Orders No. 2, 3, and 4 (Amendment 25), the provisions of which are subject to the terms and conditions of the Master Professional Services Agreement (Agreement) between the Parties. If any specific provisions of this Amendment 25 conflict with any general provisions in the Agreement or Task Orders 2, 3 or 4, the provisions of this Amendment 25, shall take precedence. Capitalized terms used in this Amendment which are not defined in this Amendment will have the respective meanings ascribed to them in the Agreement or a previous Amendment thereof.

1. In accordance with the terms of Task Orders 2, 3 and 4, this Amendment 25 is to memorialize the rate escalation effective July 1, 2021, as described in the Agreement *Section 4, COMPENSATION FOR SERVICES*.
2. The following rates are effective from July 1, 2021 through June 30, 2022:
 - a. Task Order 2, Subsection 4.1, *Data Management and Call Center Services* is amended as follows:
 - i. “The Data Management and Call Center Services at the selected “Silver” service level will be charged at a fixed monthly fee per customer meter enrolled in Program Service of \$1,064.99.”
 - b. Task Order 3, Subsection 4.3, *Wholesale Energy Services* is amended as follows:
 - i. “Wholesale Energy Services will be charged at a fixed monthly service fee of \$48,987.00.”
 - c. Task Order 2, Subsection 4.2, Task Order 3, Subsection 4.3, and Task Order 4, Subsection 5.2, *Hourly Rates*, are amended as follows:

- i. “Hourly Billing Rates effective July 1, 2021 – June 30, 2022:

Resource	Hourly Rate
CEO/VP	\$266.23
Principal	\$202.34
Senior Analyst	\$159.74
Analyst	\$106.49
Administrative	\$85.20

[Signature Page follows]

SIGNATURES

The Parties have executed this Amendment 25, and it is effective as of the date of last signature below.

Valley Clean Energy Alliance

By:  _____

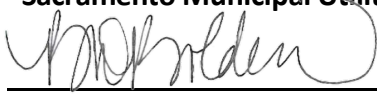
Name: Mitch Sears

Title: Interim General Manager

Date: July 20, 2021

Approved as to Form: N/A

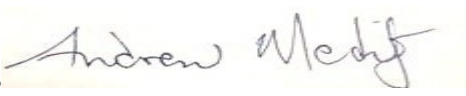
Sacramento Municipal Utility District

By:  _____

Name: Brandy Bolden

Title: Chief Customer Officer

Date: July 22, 2021

Approved as to Form:  _____