



# Proposed FYE 2025-26 CleanPowerSF Rate Update

January 16, 2026

Matthew Freiberg, Rates Manager

# Agenda

**CleanPowerSF Rates Landscape**

**Proposed CleanPowerSF Rate Plan**

**Overview of CleanPowerSF Rate Structure**

**Bill Impacts of Proposed Rate Plan**

**Summary of Final Proposal**

**Rates Communications**

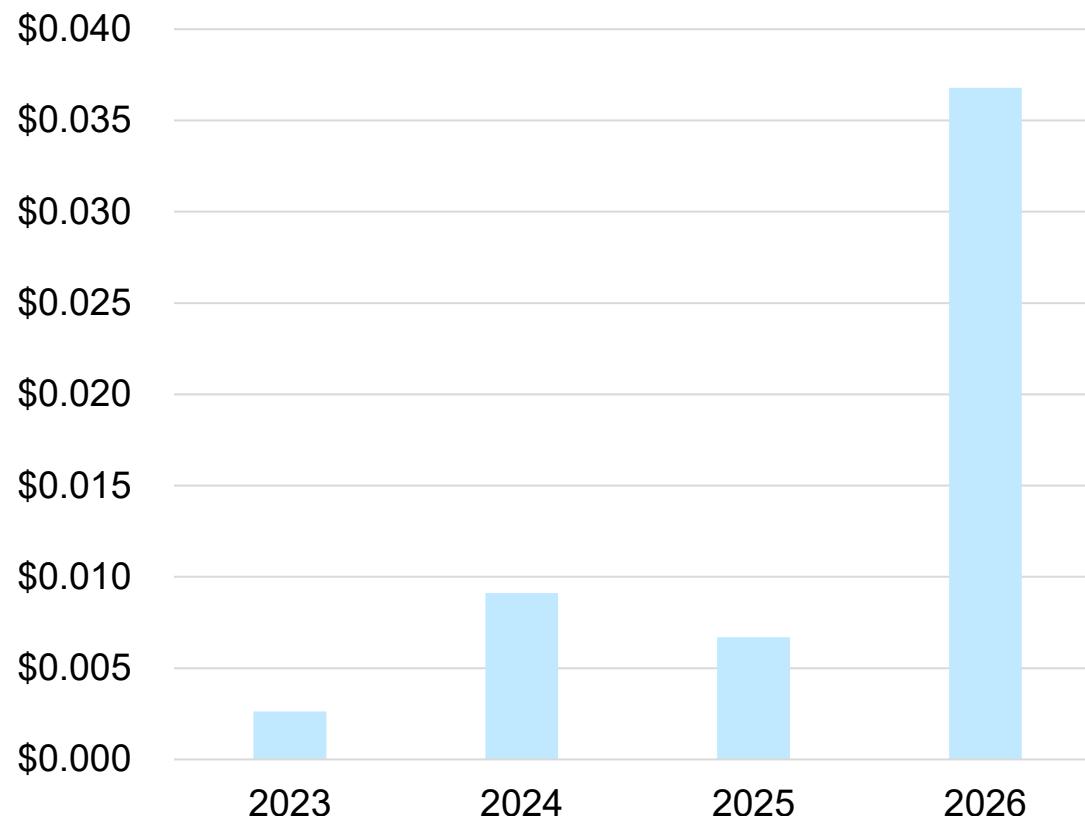
# CleanPowerSF Rates Landscape

- Adopted FY 2022-23 rates based on 2022 Power Rates Study
  - FY 2023-24 and FY 2024-25 rates were set using models from 2022 Rates Study and updated expense and customer data
  - FY 2024-25 rates remained in effect for the current Fiscal Year
- Context for FY 2025-26 mid-year rates update
  - PG&E significantly increased the Power Charge Indifference Adjustment (PCIA) fees it collects from CleanPowerSF customers on Jan 1, 2026
  - Power supply costs have declined and CleanPowerSF fund balance reserve now exceeds target of 180 days cash on hand

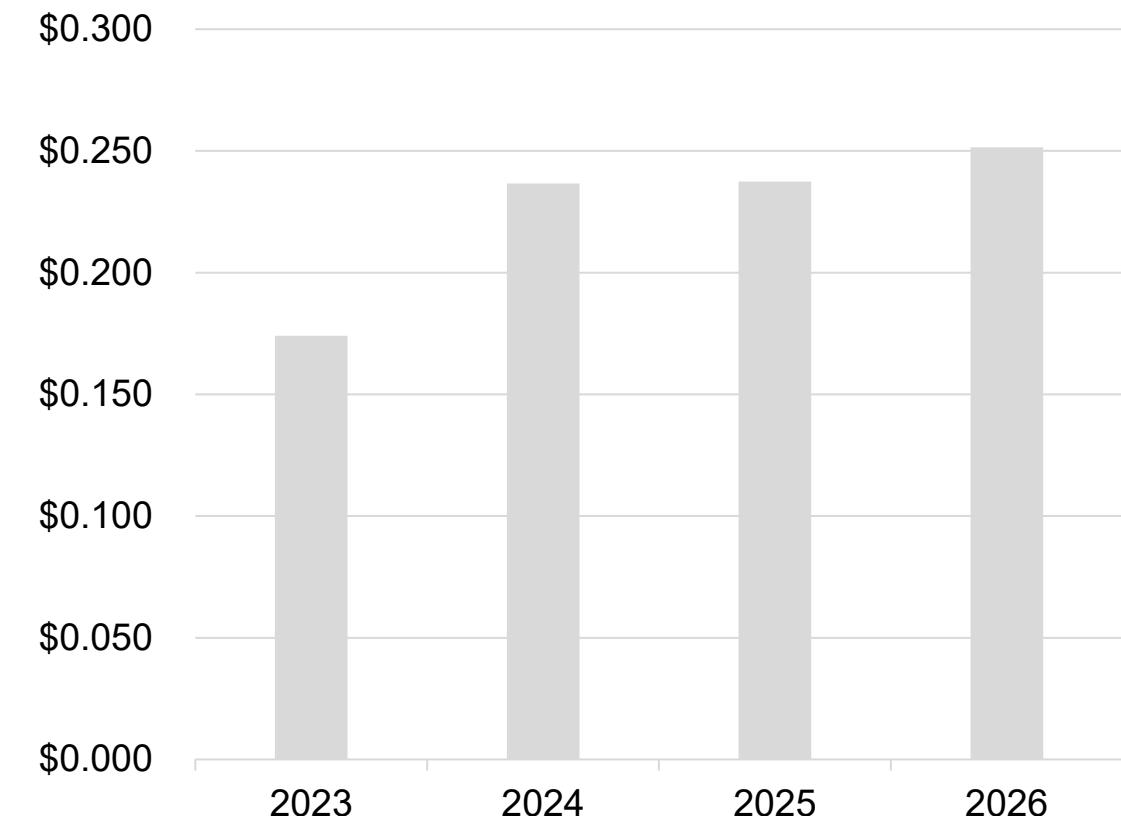
***Goal of Staff proposal is to support affordable bills and competitive generation supply rates for our customers***

# PG&E's Residential PCIA and Delivery Rates

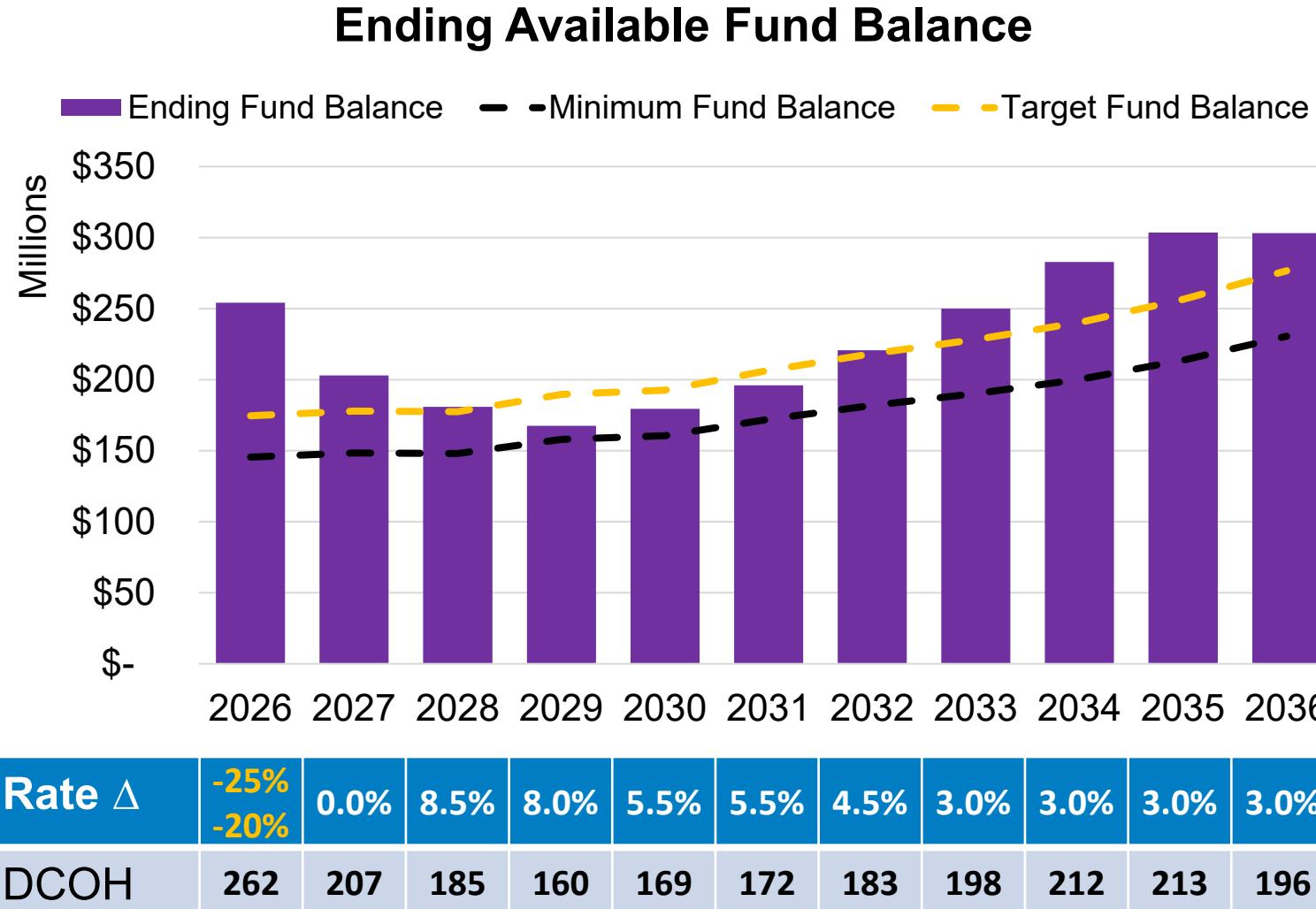
PG&E's Residential PCIA (2018  
Vintage) Since 2023  
\$/kilowatt-hour



PG&E's Residential Delivery Since  
2023  
\$/kilowatt-hour



# CleanPowerSF: Rate Plan

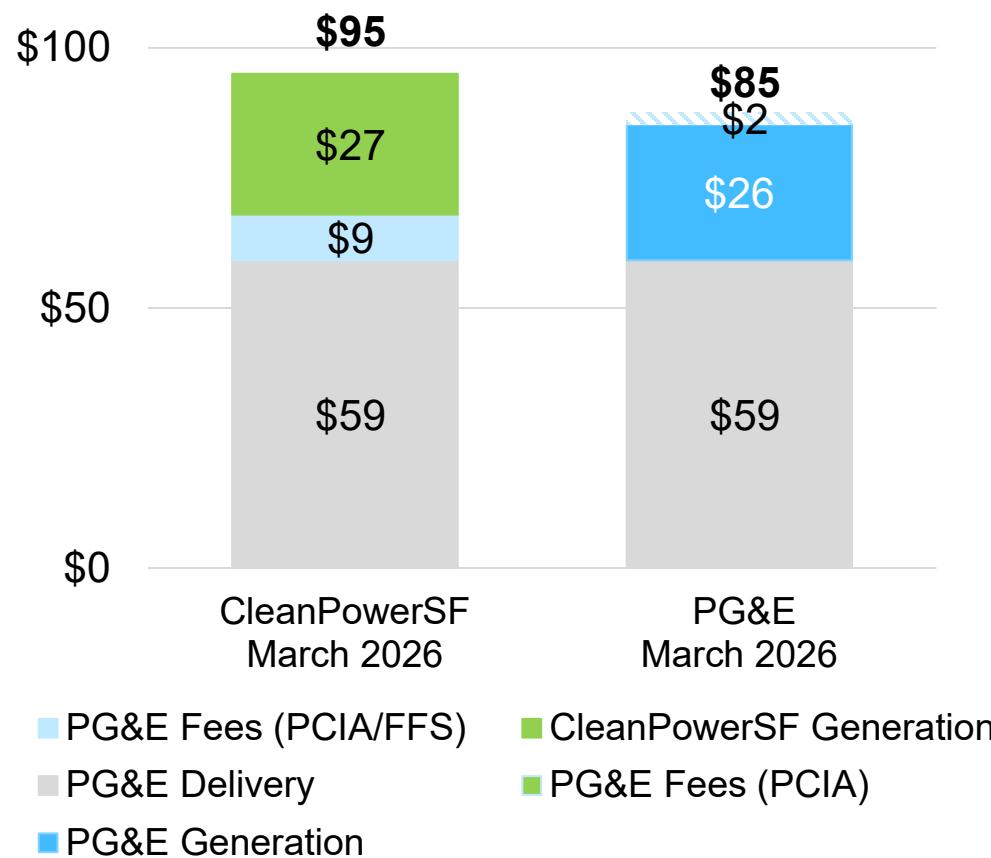


### Key Points

- Proposed generation rate decrease to be effective March 1, 2026
  - 25% decrease for Residential and Large Commercial rates
  - 20% decrease to all other rates
- Evaluating revenue neutral rate structure adjustments for July 1, 2026
- Rate increases expected to be required starting July 1, 2027 to meet financial policy requirements

# Rates Structure

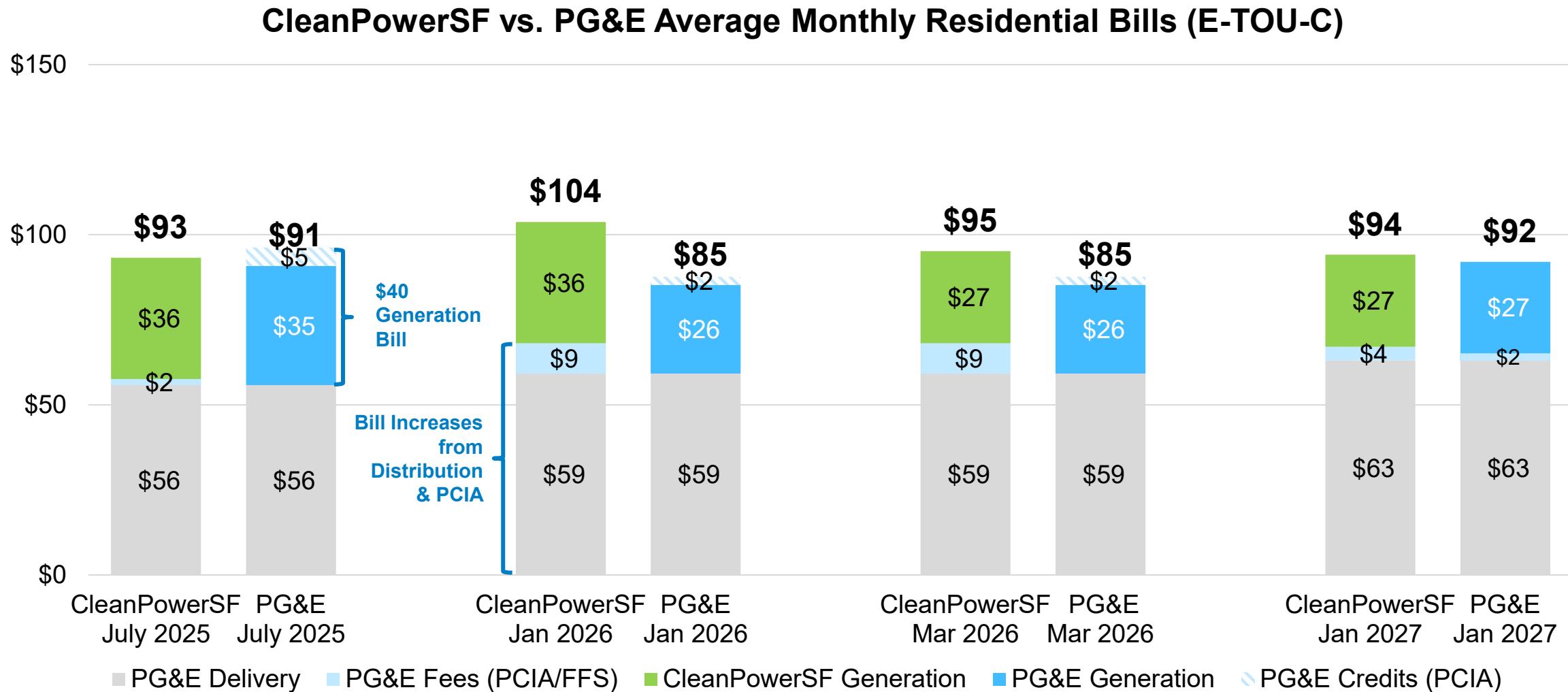
## CleanPowerSF vs. PG&E Average Residential Bills (E-TOU-C)



- Generation rate classes match PG&E's delivery rate classes
- CleanPowerSF only collects the generation portion of electricity bill (about 28% of bill)
  - Our customers also pay "Power Charge Indifference Adjustment" and "Franchise Fee Surcharge" to PG&E
- We evaluate rate competitiveness by comparing to the (PG&E generation rate) – (PCIA + FFS)
- Changes to PG&E delivery charges impact affordability but have no effect on CleanPowerSF's competitiveness for generation service

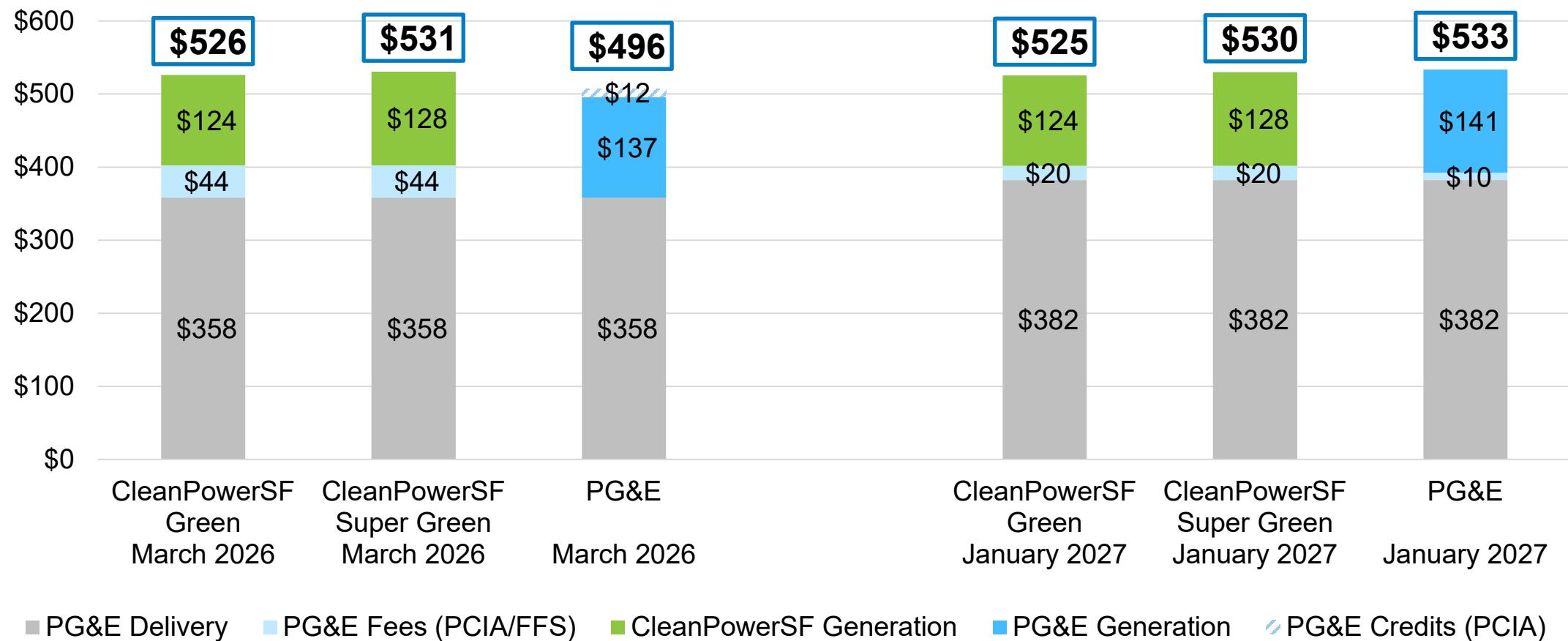


# CleanPowerSF Average Monthly Bill Comparison Residential (E-TOU-C)



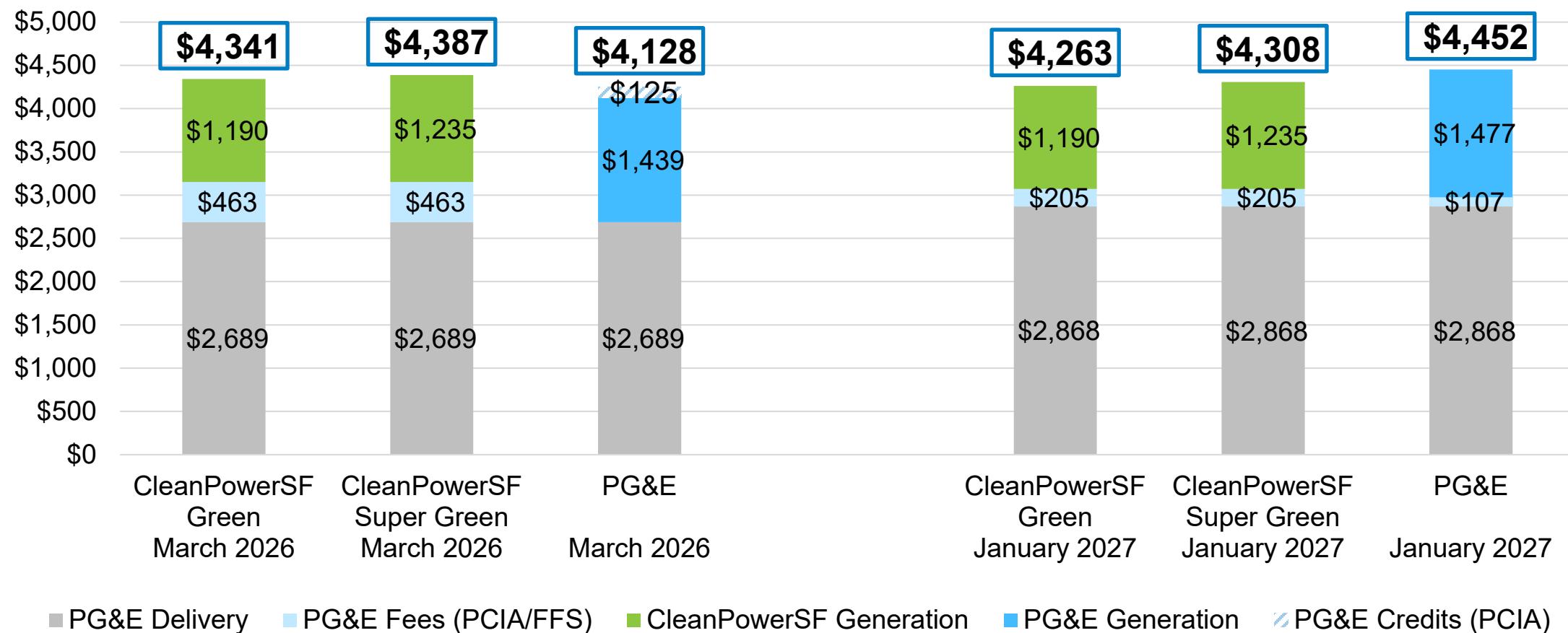
# Bill Comparison: Small Commercial

CleanPowerSF vs. PG&E Average Small Commercial Bills (B-1)



# Bill Comparison: Medium Commercial

CleanPowerSF vs. PG&E Average Medium Commercial Bills (B-10S)



# CleanPowerSF Rate Proposal

Reduction in the CleanPowerSF  
Generation Rates, Effective March 1, 2026

- 25% Reduction for Residential Rates Tariffs
- 25% Reduction for all Large Commercial Rate Tariffs
- 20% Reduction for all other Rate Tariffs

- This proposal provides rate relief to CleanPowerSF customers in light of PG&E's increases to transmission, distribution, and other fees
- This proposal is made possible by the use of reserves and improved financial performance from lower power purchase costs
- The rate reduction will require future rate increases to continue to align our revenues with growing costs

# Rates Communications (Jan. - Mar.)

Communications Tactic	Date	Notes
Public Meetings	Dec. 4, 2025 Jan 16, 2026	Meetings held with the Rate Fairness Board to discuss the rate decrease
Power rates webpage on SFPUC.gov	Jan. - Mar.	Communications direct customers to: <a href="http://sfpuc.gov/powerrates">sfpuc.gov/powerrates</a>
On-bill message	Jan. - Mar.	On-bill notice of proposed/confirmed rate decrease
Key account outreach	Jan - Mar.	Direct outreach to key large customer accounts and organizations like the Building Owners and Managers (BOMA) and the Hotel Council
Digital communications	Jan. - Mar.	Blog posts on SFPUC.gov and CleanPowerSF; social media on SFPUC and CleanPowerSF channels
Customer e-newsletter	Jan. - Mar.	Provide notice of proposed rate change and public process; translated into Spanish, Chinese, Filipino and Vietnamese
Community-based organization e-newsletter	Jan. 22	Provide notice of proposed rate change and public process in CleanPowerSF newsletter to community-based organization; translated into Spanish and Chinese
Community Power Update Webinar	Feb. 19	CleanPowerSF customer webinar on rate decrease; interpretation provided in Spanish and Chinese



Services of the San Francisco Public Utilities Commission

# **Thank you!**

## **Questions and Discussion**