

City of San Diego

# SDG&E Gas and Electric Franchises Financial Obligations

**Heather Werner**

Deputy Director, Sustainability and Mobility Department



# Overview

The Gas and Electric Franchise awarded to San Diego Gas & Electric (SDG&E) came into effect July 8, 2021. The Franchise agreements outlines the following payments to the City:

- **\$70 million - Bid Amount for electric**
  - \$10 million due 2021-2025, 2030, 2031
- **\$10 million - Bid Amount for gas**
  - \$500,000 due each year of the franchise
- **\$20 million - Climate Equity Fund**
  - \$5 million due no later than 2037, 2038, 2039, 2040
  - SDG&E has chosen to contribute \$2 million in 2021, 2022, 2023, 2024, 2025 and 2036, 2037, 2038, 2039, 2040
- **3% Gross Receipts annually**

# Thank You