

**MINUTES OF THE
REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY**

A regular meeting of the Board of Directors was held on May 19, 2016 at the offices of the Authority, 1160 Nicole Court, Glendora, California.

This meeting was called to order at 10:00 A.M. by President Mason.

The following board members (B) and alternates (A) were present: Fred Mason (B), Girish Balachandran (B), Dukku Lee (B), George Morrow (B), Vince Brar (A), Dave Kolk (B), Stephen Zurn (B), Marcie Edwards (B), Shari Thomas (B), Jorge Somoano (A), Mike Webster (A), Reiko Kerr (A), Eric Klinkner (A), Abraham Alemu (A)

Staff members were: Bill Carnahan, Richard Morillo, Steve Homer, Ted Beatty, Tanya DeRivi, Salpi Ortiz, Daniel Hashimi, Katie Ellis, Kelly Nguyen, Arpi Lepedzhyan, Kevin Crawford, Sarah Taheri, Robert Duran, Therese Savery

Attorneys, member employees and consultants present were: Stephen Cole (Consultant), Lincoln Blevins, Steve Berberich (CAISO), Jody Cross (CAISO), Joanne S (CAISO), Gurcharan Bawa, Bob Liu, Pete Garris, Jamie Asbury, Yarek Lehr, Ira Joffe, Ken Lively (Bulb Star)

1. Notice/Agenda and Opportunity for the Public to Address the Board

Mr. Mason afforded the public an opportunity to address the Board. There being no request to do so, the Board proceeded to the Consent Calendar.

2. Consent Calendar

- (a) SCPPA Board Minutes for 04-21-16**
- (b) Monthly Investment Report for 04-16**
- (c) Quarterly Financial Report for 03-31-15**
- (d) Resolution 2016-021(HVAC Optimization)**
Professional Services Agreement

- (e) Resolution 2016-022 (Residential LED)**
Professional Services Agreement
- (f) Resolution 2016-023 (Market Research)**
Professional Services Agreement
- (g) Resolution 2016-024 (Customer Behavior)**
Professional Services Agreement
- (h) Resolution 2016-025 (Home Warranty)**
Professional Services Agreement
- (i) Resolution 2016-026 (Transportation Electrification)**
Professional Services Agreement
- (j) Resolution 2016-027 (Customer Queuing System)**
Professional Services Agreement
- (k) Resolution 2016-028 (Energy Sage, Inc.)**
Goods and Services Agreement
- (l) Resolution 2016-029 (Tom Roth)**
Personal Services Contract Renewal

Prior to approval, Dukku Lee (Anaheim) pulled Resolutions 2016-023, 2016-024 and 2016-026 for discussion.

Moved By: Girish Balachandran

Seconded By: David Kolk

Unanimously Approved

STAFF REPORTS

3. Executive Director's Report

Steve Berberich from CAISO provided a presentation.

Ms. Lepedzhyan provided an update on the training program at SCPA and the benefits members have received.

4. Government Affairs Reports

Ms. DeRivi discussed the ARB rulemakings on the RPS Enforcement Penalties for POU's as well as the RPS adjustment.

Ms. DeRivi also provided updates on both federal and state legislation.

Ms. DeRivi gave an update on upcoming trainings, an action plan and FERC hearing in regards to Aliso Canyon.

5. Chief Financial Officer's Report

Mr. Crawford provided a ratings update for the Apex Power Project, Milford, Linden and Windy Flats.

Mr. Crawford presented the M-S-R pricing for Mead Adelanto and Mead Phoenix LADWP project bond issuance.

Mr. Crawford reviewed the SCPPA 2016/17 A&G budget as well as the APPA annual dues and presented it to the board for approval.

The following resolutions were taken in succession.

Resolution 2016-030
APPA Dues

Resolution 2016-031
SCPPA Salary Schedule

Resolution 2016-032
SCPPA A&G Budget

Moved By: Girish Balachandran

Seconded By: Dukku Lee

Unanimously Approved

6. Director of Resource and Program Development

Mr. Beatty provided charts depicting the pricing for renewables development.

Mr. Beatty gave an update on the community solar RFP that closed on April 14th and the committees next steps.

Mr. Beatty presented data on system reliability among the members inclusive of average SAIDI, CAIDI and restoration times.

Mr. Beatty presented the co-funding agreement between SCPPA, NCPA and CMUA. This agreement will be utilized in an effort for energy efficiency potential forecasting.

Mr. Beatty presented the Goods and Services Agreement with Ecology Action, a non-profit provider of energy efficiency programs that will be working with grocery chains in 7 – 8 member territories.

Mr. Beatty presented the California Electric Transportation Coalition which is a non-profit association that shapes the electric transportation market. Under resolution 2016-036, SCPPA would be a board member on behalf of the members.

Mr. Beatty presented the SB 1037 report which was developed between SCPPA staff and NCPA and delivered on March 15 to the CEC.

Resolution 2016-034 SCPPA/NCPA/CMUA Co-Funding Agreement

Moved By: Mike Webster

Seconded By: Girish Balachandran

Unanimously Approved

Resolution 2016-035 (Ecology Action) Goods and Services Agreement

Moved By: Dukku Lee

Seconded By: George Morrow

Unanimously Approved

Resolution 2016-035 (CA Electric Transportation Coalition)
SCPPA Board Membership

Moved By: Dukku Lee

Seconded By: David Kolk

Unanimously Approved

7. Project Administration Director's Report

Mr. Homer discussed the Amended and Restated Mine Reclamation Trust Fund Agreement for San Juan.

Mr. Homer discussed recent bankruptcy news for companies involved with the Pinedale and Milford projects.

Mr. Homer presented the 31 project budgets for the upcoming fiscal year.

Resolution 2016-037 (San Juan)

Amended & Restated Mine Reclamation Trust Fund Agreement

Moved By: George Morrow

Seconded By: David Kolk

Unanimously Approved

At 12:35am the Board of Directors took a brief recess allowing the Magnolia Power Project Coordinating Committee Meeting to meet.

The Board of Directors meeting resumed at 12:40am.

Resolution 2016-038 through 2016-068

Project budgets for Fiscal Year 2016/17

Moved By: Mike Webster

Seconded By: Dukku Lee

Unanimously Approved

8. Legal Affairs

Mr. Morillo requested Resolution 2016-033 to be discussed in closed session.

9. New Business

Mr. Mason provided an opportunity for new business to be brought before the board. There being no new business, the board moved to closed session.

10. Closed Session

The board entered into closed session at 12:45pm

After re-convening in open session at 2:00PM, the board took motion to pass Resolution 2016-033.

Resolution 2016-033 (Carnahan)
Contract Extension

Moved By: Girish Balachandran

Seconded By: Steve Zurn

Unanimously Approved

There being no further business, the meeting was adjourned at 2:05PM.

Respectfully Submitted,



David H. Wright

c: Board of Directors