

**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 September 15, 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 and immediately went into Closed Session. The Board returned to open session at 11:00 A.M.

The following board members (B) and alternates (A) were present: Fred Mason (B), George Morrow (B), Marcie Edwards (A), Dukku Lee (B), Gurcharan Bawa (B), Eric Klinkner (A), Kelly Nguyen (B), Stephen Zurn (B), David Kolk (B), Vince Brar (A), Jorge Somoano (B), Louis Ting (A), Kevin Milligan (A)

Staff members were: Bill Carnahan, Richard Morillo, Steve Homer, Ted Beatty, Tanya DeRivi, Daniel Hashimi, Arpi Lepedzhyan, Erin Lewis, Kevin Crawford, Robert Duran, Therese Savery

Attorneys, member employees and consultants present were: Stephen Cole (Consultant), Robert Laurie (IID)

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 08-18-16

(b) Monthly Investment Report for 07-16

(c) Resolution 2016-088

Legal Services Agreement with Jenkins & Hogin LLP

The consent calendar was moved under the condition that Riverside is also included as a participating party under the Jenkins & Hogin Legal Services Agreement.

Moved By: Stephen Zurn
Seconded By: Dukku Lee

Unanimously Approved

STAFF REPORTS

3. Executive Director's Report

Mr. Carnahan discussed the beginning of construction on 1172 Nicole Court. Mr. Carnahan also thanked the staff in Sacramento for the successful Staff Legislative Tour. Louis Ting also thanked and appreciated the staff for doing a good job.

4. Project Administration Director's Report

Mr. Homer discussed the new Hoover budget for the project participants and reviewed the new audit. A contract is in process of negotiation for the new company to perform the audit.

Mr. Homer reviewed the net profits interest discussions currently underway with Pinedale as well as reminded the board of the upcoming site visit.

Mr. Homer presented an agreed upon price decrease for the MWD Hydro project which will save SCPPA members a substantial amount yearly.

Resolution 2016-087 Hoover Uprating Budget

		Approve	Deny	Present, Not Voting
Project Vote:	Azusa	X		
	Anaheim	X		
	Banning	X		
	Burbank	X		
	Cerritos			X
	Colton	X		
	Glendale			X
	IID			X

	Approve	Deny	Present, Not Voting
LADWP			X
Pasadena			X
Riverside		X	
Vernon			X

Moved By: George Morrow

Seconded By: David Kolk

Unanimously Approved

5. Government Affairs Reports

Ms. DeRivi provided updated on the ARB Cap & Trade program amendments and comments that are under ARB Board consideration on September 22.

Ms. DeRivi gave an update on the RPS Enforcement Procedures for POUs as well as the upcoming adoption of the RPS Eligibility Guidebook.

Ms. DeRivi also provided an update on current bills under legislation and where SCPPA stands on support or opposition.

Ms. DeRivi provided a re-cap of the State Legislative Staff Tour and what was discussed among the participants.

6. Chief Financial Officer's Report

Mr. Crawford gave an overview of the SEC Rule 15c2-12 training that is required for the SCPPA Finance Committee. Mr. Crawford also discussed the SEC Money Market Reform set to go into effect on October 14, 2016.

7. Director of Resource and Program Development

Mr. Beatty reviewed the development of renewable projects as well as the impacts of the newly adopted SB 859 Bioenergy Procurement.

Mr. Beatty also provided an update on current solar trends, capacity factors, regional locations and pricing.

Mr. Beatty discussed the Transportation Electrification RFP that was issued earlier this year and the areas of interest among the members.

Mr. Beatty reviewed Assembly Bill 802 and the implementation guidelines, highlighting that SCPPA actively participated in regulation drafting with positive impacts. SCPPA is working with Members to develop a flowchart for helping participants remain in compliance with the regulations.

8. New Business

Mr. Mason provided an opportunity for new business to be brought before the board.

There being no new business the board adjourned at 12:11 P.M.

Respectfully Submitted,



David H. Wright

Secretary

c: Board of Directors