

**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 October 20, 2016 at the offices of the Authority, 1160 Nicole Court, Glendora, California.

This meeting was called to order at 9:58 A.M.

The following board members (B) and alternates (A) were present: Fred Mason (B), George Morrow (B), David Wright (B), Shari Thomas (A), Jorge Somoano (B), David Kolk (B), Dukku Lee (B), Reiko Kerr (A), Kelly Nguyen (B), George Morrow (B), Vince Brar (A)

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

Attorneys, member employees and consultants present were: Stephen Cole (Consultant), Jody Cross (CA ISO), Danny Garcia (Riverside) Therese Savery (SCPPA LA), Julie Desimone (Moss Adams), Keith Simovic (Moss Adams)

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 09-15-16

(b) Monthly Investment Report for 08-16

(c) Resolution 2016-089
Personal Services Agreement with Ramon Redondo

(d) Resolution 2016-090
Revised Budget for Springbok 1

(e) Resolution 2016-095
Employment Benefits for Medical Insurance

Moved By: David Kolk
Seconded By: Dukku Lee

Unanimously Approved

STAFF REPORTS

3. Executive Director's Report

Arpi Lapedzhyan provided a report on the trainings that have been held by SCPPA over the past year.

Erin Lewis reported on the STEM Career Expo that was attended by SCPPA on October 18th.

4. Government Affairs Report

Ms. DeRivi discussed ARB Cap-and-Trade Amendments and current staff actions being taken during the RPS Adjustment Outreach.

Ms. Taheri reported on current workshops and meetings regarding CAISO Grid Regionalization.

Ms. DeRivi provided CEC RPS and updates with regards to the RPS Eligibility Guidebook. Ms. Taheri discussed IRP Updates and the current actions in regards to SB 350 and IRP Guidelines.

Mr. Morrow commented on how it seems odd that reporting is so focused on the 50% RPS standards and skipping over the 30% that utilities are currently working towards. Ms. DeRivi pointed out that they are trying to develop modeling scenarios to better understand where the future is headed.

Ms. DeRivi provided updates on current federal legislation

5. Chief Financial Officer's Report

Ms. Desimone and Mr. Simovic reviewed the audit recently performed on SCPPA financials, noting SCPPA's responsiveness, cooperation and efficiency of staff. The financial statements and letters will be presented to the utilities in the next months.

Mr. Crawford provided a financial market update.

6. Director of Resource and Program Development

Mr. Beatty reviewed the renewables development and projects expected to come online in the coming months. Mr. Beatty presented the Nevada Geothermal Portfolio Project.

Resolution 2016-091
Nevada Geothermal Portfolio Project

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

Moved By: David Wright
Seconded By: George Morrow

Unanimously Approved

Mr. Cope provided an update on customer service and the electrification market with review of the recent RKS 2016 statewide residential survey.

Mr. Mason discussed Banning’s situation in moving towards electrification and that some meters being put in place do not allow for advanced customer engagement. Mr. Cope suggested the Customer Service group review some options for the cities who are at a disadvantage. Mr. Mason asked that if the Customer Service group does have ideas, to have them present to the board.

7. Project Administration Director’s Report

Mr. Homer provided budget comparisons for the year end on June 30, 2016.

Mr. Homer discussed the Antelope DSR 1 and 2 Budgets as they prepare to come online soon.

Resolution 2016-092
Antelope DSR 1 Budget

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

Moved By: Reiko Kerr
Seconded By: Kelly Nguyen

Unanimously Approved

Resolution 2016-093
Antelope DSR 2 Budget

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

Moved By: David Kolk
Seconded By: George Morrow

Unanimously Approved

Ms. Ellis presented the decision made by the Hoover Audit Committee and provided the most recent quarter updates on the renewable projects.

Mr. Lee asked for a little more information on some of the due diligence of the committee selection.

Mr. Somoano asked about the generation on the solar projects. Mr. Homer and Ms. Ellis discussed that the generation is higher due to the summer months.

Resolution 2016-094

Professional Services Agreement with Baker Tilly

Moved By: David Wright

Seconded By: Dukku Lee

Unanimously Approved

8. Legal Matters

There were no legal matters discussed.

9. New Business

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

Mr. Wright thanked Mr. Crawford for his time. He also suggested that the recruitment to fill his position does not begin until the new executive director is in office.

The board moved to closed session at 11:34 A.M.

Bawa Gurschwen (B) arrived at 12:00 P.M.

There being no further business the board adjourned at 2:35 P.M.

Respectfully Submitted,

A handwritten signature in cursive script, reading "David H. Wright". The signature is written in black ink and is positioned above a thin horizontal line.

David H. Wright

Secretary

c: Board of Directors