

**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 December 15, 2016 at the Pacific Palms Hotel at 1 Industry Hills Drive, Industry, CA 91744.

This meeting was called to order at 10:06 A.M.

The following board members (B) and alternates (A) were present: Fred Mason (B), Stephen Zurn (B), George Morrow (B), David Wright (B), Gurcharan Bawa (B), Jorge Somaono (B), Dukku Lee (B), Kelly Nguyen (B), George Morrow (B), Girish Balachandran (B), Vince Brar, (A), Daniel Garcia (A), Kevin Milligan (A), Rebecca Gallegos (A), Danny Garcia (A)

Staff members were: Bill Carnahan, Richard Morillo, Steve Homer, Ted Beatty, Tanya DeRivi, Sarah Taheri, Erin Lewis, Salpi Ortiz, Katie Ellis, Robert Duran, Therese Savery

Attorneys, member employees and consultants present were: Stephen Cole (Consultant), Therese Savery (SCPPA LA), Mike Bell (Consultant), Mike Berwanger (PFM), Reiko Kerr (LADWP), Eldon Cotton (consultant), Shaune Arnold (Lawrence Finney Arnold, LLP), Lori Pickford (Morgan Meguire), Deborah Sliz (Morgan Meguire), Michael Webster (LADWP), Graham Bowen (Anaheim), Janice Lehman (Anaheim), Phyllis Currie (Consultant), Ron Rencher, Angela Kimmey (Pasadena)

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

Mr. Mason afforded the public an opportunity to address the Board. There was no request to do so.

The Board went into closed session at 10:08 A.M.

The Board re-convened in open session at 10:14 A.M.

2. Special Items

Mr. Mason presented a resolution to Bill Carnahan commemorating his service to SCPPA on his retirement

Resolution 2016-109

Appointment of Michael Webster as Executive Director

Moved By: D Wright

Seconded By: G Balachandran

Unanimously Approved

Resolution 2016-108

Appointment of Theodore Beatty as Interim Executive Director

Moved By: D Wright

Seconded By: G Balachandran

Unanimously Approved

Mr. Webster addressed the board, thanking them for the opportunity to be Executive Director.

3. Consent Calendar

(a) SCPPA Board Minutes for 11-17-16

(b) Monthly Investment Report for 10-16

(c) Resolution 2016-103

Master Professional Services Agreement with Questline, Inc.

(d) Resolution 2016-104

Agreement with ASCE for Energy Resource Data Management and Reporting Services

(e) Resolution 2016-105

Professional Services Agreement with Michael Bell Management Consulting

(f) Resolution 2016-106

Agreement with Ferguson Group

(g) Resolution 2016-107

Salary Schedule for SCPPA Employees

(h) Resolution 2016-113

Master Professional Services Agreement with Christopher Alan Consulting, Inc.

Minutes from the November board meeting will be corrected to show Anaheim as participating in the vote on Resolution No. 2016-098 and Azusa present but not voting.

Moved By: G Morrow
Seconded By: G Balachandran
Unanimously Approved

STAFF REPORTS

4. Executive Director's Report

Mr. Carnahan addressed the board as Executive Director for the last time. He thanked the board for the opportunity to serve SCPPA over the last 30 years.

5. Director of Resource and Program Development

Mr. Beatty presented the new solar projects that are coming online at the end of this year and the expected landfill gas project that will begin generation for SCPPA on January 1st. Mr. Beatty also reviewed renewable projects that are in development.

Mr. Beatty provided information on the dashboard reporting project that provides generation data on projects for a near-real time view for utilities to review and pull reports. Mr. Carnahan discussed how the system is intended to be an easy way to access the data for all of the SCPPA projects which can be utilized in reporting to the state. Mr. Webster suggested that the system includes the expected performance of the project to provide a comparison. Mr. Lee (Anaheim) asked if the data system could be set up for the city level to provide more than just SCPPA projects. Mr. Beatty replied that it should be able to be configured to each city and how they would like to use it. Mr. Klinkner (Pasadena) was interested in including integral market data to the system as well.

Mr. Beatty reviewed the current RFPs as well as upcoming RFPs that will be posted in early 2017.

Mr. Beatty presented an opportunity for a hybrid electric public fleet pilot project through Workhorse Group.

6. Project Management Director's Report

Mr. Homer presented the Puente Hills Landfill Gas project and provided a revised budget. Mr. Zurn (Glendale) asked if Mr. Homer had gas volume projections and questioned why the projected gas was less than originally anticipated. Mr. Homer replied that he landfill is no longer taking in trash, so they expected some decline in production.

Resolution 2016-110

Puente Hills Landfill Gas Project 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: Rebecca Gallegos

Seconded By: Fred Mason

Unanimously Approved

Mr. Homer reviewed all activities with the project management department that occurred during 2016 and discussed current activities with SCPPA projects.

Mr. Homer thanked Mr. Carnahan for his time at SCPPA.

7. Government Affairs Report

Ms. DeRivi provided a brief review of all of the proceedings that the Sacramento staff worked on throughout 2016.

Ms. DeRivi reported on amendment language for the ARB 2016 Cap and Trade program and Ms. Taheri reviewed the 2030 scoping plan and expected proposal release. Mr. Morrow (Azusa) asked if the scoping plan will include actions taken before the 2020 date. Ms. Taheri replied that the new plan will be allocating from

top down and there was lobbying for rewarding actions taken before 2020. The Board discussed the cap and trade program versus the clean power plan.

Ms. DeRivi and Ms. Taheri provided updates with the CEC inclusive of the IRP, Title 20 Energy Data Access and SB 350 Barriers Report.

Ms. DeRivi and Ms. Taheri reviewed what is occurring at Aliso Canyon re-injections and CAISO Regionalization.

Ms. DeRivi also provided an update on the 2016 general election in the California State Assembly and California State Senate and how it will impact the regulatory issues that SCPA has interest in.

8. Chief Financial Officer's Report

Mr. Bell presented the Canyon Project financing and the updated guidelines for financing and selection of underwriters.

Resolution 2016-111 Canyon Power Project Revenue Bonds

	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: Dukku Lee
Seconded By: George Morrow
Unanimously Approved

Resolution 2016-112 Updated Guidelines for Financing and Selection of Underwriters

Moved By: Dukku Lee
Seconded By: George Morrow
Unanimously Approved

9. New Business

Mr. Wright (LADWP) thanked Bill for his time and dedication to public power.

There being no further business the board adjourned at 11:46 A.M.

Respectfully Submitted,

A handwritten signature in cursive script, appearing to read "David H. Wright", written over a horizontal line.

David H. Wright

Secretary

c: Board of Directors