

**MINUTES OF THE  
REGULAR MEETING OF THE  
SOUTHERN CALIFORNIA PUBLIC AUTHORITY MEETING**

A regular meeting of the Board of Directors was held on August 20, 2015 at the offices of the Authority, 1160 Nicole Court, Glendora, California.

This meeting was called to order at 10:00 A.M. by Mr. Davis.

**The following board members (M) and alternates (A) were present:** Dukku Lee (B), Ron Davis (B), Dave Kolk (B), Carl Stills (A), Stephen Zurn (B), Marcie Edwards (B), Yarek Lehr (A), Eric Klinkner (A), Reiko Kerr (A)

**Staff members were:** Bill Carnahan (S), Richard Morillo (S), Steve Homer (S), Ted Beatty (S), Tanya DeRivi (S), Salpi Ortiz (S), Daniel Hashimi (S), Katie Ellis (S), Bryan Cope (S), Kelly Nguyen (S), Julie Felipe (S), Arpi Lapedzhyan (S), Erin Lewis (S), Kevin Crawford (S), Jordan Hope (S), Yolanda Pantig (S), Atif Haji Dato (S)

**Attorneys and consultants present were:** Steve Cole (Consultant), Todd Dusenberry (Vernon), Rick Diaz (Banning), Jody Cross (CA ISO), Joanne Serano (CA ISO)

**Notice/Agenda and Opportunity for the Public to Address the Board**

Motion was carried allowing Mr. Davis to conduct the meeting in President Mason and Vice President Balachandran's absence.

Joanne Serano addressed the Board introducing herself as the new director and invited the Board of Directors to attend the CAISO symposium in October.

**Consent Calendar**

**(a) SCPPA Board Minutes for 07-16-2015**

**(b) Monthly Investment Report 06-15**

**(c) Resolution 2015-080 (Altarius Consulting Group)**

Extension of Professional Services Agreement

**(d) Resolution 2015-083 (Post 2017 Hoover Negotiations)**

Agreement for SCPA to participate on behalf of the Members during the Post 2017 Negotiations

**Moved by:** Eric Klinkner  
**Seconded by:** Dukku Lee  
**Unanimously Approved**

**STAFF REPORTS**

**Executive Director's Report**

Ms. Ortiz gave a presentation regarding the upcoming legislative tour and the anniversary celebration in November.

**Resolution 2015-085 (GPT Trust)**

Lease Agreement for the Sacramento Office Space

**Moved By:** Marcie Edwards  
**Seconded By:** Dukku Lee  
**Unanimously Approved**

**Project Administration Director's Report**

Mr. Homer reviewed resolution 2015 - 083 on the consent calendar and received a board motion on how to properly allocate billings resulting from the future bills.

Mr. Homer reported the findings from the San Juan environmental study, with minimal findings.

Mr. Homer also discussed a proposed change to Palo Verde voting requirements. Ms. Edwards was unable to give a response due to her needing to present proposed amendments to LA City Counsel.

Ms. Ellis gave a report on the four SCPA wind projects and their production for 2015 so far comparatively to the expected project

averages at time of purchase. Wind speed is in one of the lowest averages in the past few years.

**Resolution 2015-081 (Magnolia Power Project)**

Revised Budget

**Moved By:** Dukku Lee  
**Seconded By:** Eric Klinkner  
**Unanimously Approved**

**Resolution 2015-082 (Hoover Uprating Project)**

Annual Budget

**Moved By:** Dukku Lee  
**Seconded By:** Reiko Kerr  
**Unanimously Approved**

**Resolution 2015-086 (Don A Campbell II)**

Budget

**Moved By:** Marcie Edwards  
**Seconded By:** Stephen Zurn  
**Unanimously Approved**

**Resolution 2015-087 (Hoover Post 2017)**

Agreement to share costs of Meeting Expenses

**Moved By:** Carl Stills  
**Seconded By:** Vince Brar  
**Unanimously Approved**

**Government Affairs Reports**

Ms. DeRivi announced the new hire of an Energy Analyst in SCPPA Sacramento, Sarah Taheri.

Ms. DeRivi discussed CEC Data Reporting regarding the most recent working group meeting between CEC, SCPPA, LADWP, NCPA, CMUA and SMUD, online RPS data reporting database and reduced requirements for small POUs.

Update on the state legislation's SB 350 which is being held in the suspense file waiting for the governor's office to weigh in. AB 645 a component of the 50/50/50 ruling - also suspended.

EPA Clean Power Plan's final rule was released on August 3 with slightly strengthened goal for making coal more efficient, running more natural gas, and add renewables and nuclear. Ms. DeRivi gave the board a spectrum on how California compares to the nation as a whole. California needs to make a 23% adjustment to remain compliant on the new ruling.

Ms. Kerr discussed how this clean power plan will affect Riverside and IPP. Ms. Kerr also acknowledged Ms. DeRivi's work towards the CEC and Clean Power Plan on behalf of SCPPA and its Members.

### **Finance and Accounting Director's Report**

Mr. Crawford discussed the upcoming Magnolia Audit as well as SCPPA's intent to rotate the SCPPA owned projects through an audit process every three years. The Magnolia Audit is expected to commence in January 2016.

Mr. Crawford also discussed SCPPA's work in updated the Investment Policy with expectation of completion by the end of 2015.

Mr. Crawford discussed the comparison of rates and how they would be displayed on the SCPPA website. Mr. Lee suggested that the comparison become much more simplified by class rather than the current range data. Mr. Cole determined that this method would be acceptable as long as the information is clear to the reader what the data is reporting and the date range that the information was pulled from. Mr. Kolk asked that the rate comparison be removed from the current SCPPA website until these changes are made. Mr. Lee suggested that updates should be brought to the finance committee before being posted publicly on the website.

**Resolution 2015-084 (Magnolia Power Project)**  
 Agreement to Conduct an Audit

		<b>Approve</b>	<b>Deny</b>	<b>Present, Not Voting</b>
<b>Project Vote:</b>	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:** Vince Brar

**Seconded By:** Dukku Lee

**Unanimously Approved**

**Director of Resource and Program Development**

Mr. Beatty discussed the solar and geothermal development that SCPPA is currently undertaking.

Mr. Beatty gave an explanation of YieldCo and how it compares against Private and Public Power.

Mr. Beatty presented Lawrence Berkeley Labs solar data and noticeable trends in cost of solar and installation within the US and how the US compares against some European and Asian countries as well as Australia. The data presents that soft costs are what creates the varied costs between states and countries.

Mr. Beatty gave an update regarding training within SCPPA as well as gave a preview of the presentation that Black and Veatch will be providing at the September board meeting.

Mr. Beatty discussed the new Community Solar ad hoc working group and what they will be working towards. Mr. Beatty also provided an update regarding the SCPA working groups charters and the progress these documents have made.

Mr. Beatty discussed the current RFPs that are in process through SCPA.

**Closed Session**

At this point the board went into closed session to discuss personnel and litigation matters.

There being no further business, the meeting was adjourned at 12:10 p.m.

Respectfully submitted,

  
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Mario Ignacio  
Assistant Secretary

c: Board of Directors