

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

A regular meeting of the Board of Directors was held on November 19, 2015 at the offices of the Authority, 1160 Nicole Court, Glendora, California.

This meeting was called to order at 10:03 A.M. by Mr. Mason.

**The following board members (M) and alternates (A) were present:** Fred Mason (B), George Morrow (B), Ron Davis (B), Vince Brar (A), Dave Kolk (B), Stephen Zurn (B), Carlos Fandino (B), David Wright (A), Eric Klinkner (A), Reiko Kerr (A), Vicken Kasarjian (A), Graham Bowen (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), Arpi Lepedzhyan (S), Erin Lewis (S), Sarah Taheri (S), Therese Savery (S)

**Attorneys and consultants present were:** Dan Garcia (City of Riverside), Stephen Cole (Consultant), Eldon Cotton (Consultant), Michael Webster (LADWP)

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

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

Mr. Mason announced that resolution 2015-097 will be tabled with intention to bring it back at the December meeting.

**Consent Calendar**

**(a) SCPPA Board Minutes for 10-15-2015**

**(b) Monthly Investment Report 09-15**

**(c) Quarterly Investment Report ending 09-15**

**(d) Resolution 2015-094 (LADWP Efficiency Services & Programs)**  
Participation Agreement for LADWP

**(e) Resolution 2015-095 (LADWP Transformer Repair Services)**  
Participation Agreement for LADWP

**Moved by:** Ron Davis  
**Seconded by:** David Wright  
**Unanimously Approved**

## **STAFF REPORTS**

### **Executive Director's Report**

Mr. Carnahan updated the board on the building acquisition progress and hopes to bring a prepared budget for the board's review to the December meeting.

Ms. Ortiz reported on the 35th Anniversary and the location of the December Board Meeting and legislative briefing.

### **Government Affairs Reports**

Ms. DeRivi introduced Sarah Taheri, the new employee within the SCPPA Sacramento office.

Ms. DeRivi reported on the implementation of AB 802 which adopted rulemaking on November 12, with initial comments due by the end of December. Ms. DeRivi also discussed the implementation of SB 350 in regards to the California Energy Commission, California Public Utilities Commission and California Air Resources Board.

A meeting will be held on November 23 between SCPPA members and ARB staff to discuss upcoming rulemakings that are to be made within the next year.

Ms. DeRivi also addressed EPA Clean Power Plan's congressional and legal challenges.

## **Chief Financial Officer's Report**

Mr. Crawford discussed the annual report timeline and reported that almost all of the information has been acquired to complete the report.

Moody's conducted ratings upgrade for Canyon Revenue Bonds to Aa3 from A1 and Mr. Crawford cited the challenges they had. Moody's intends to rate Palo Verde next year.

Mr. Crawford also gave an update on the financial market in regards to possible movements in the Fed Funds Rate and Bond Interest Rates.

## **Director of Resource and Program Development**

Mr. Beatty reported updates on the resource development happening within SCPPA and presented a consent agreement for Board approval.

Mr. Beatty displayed the quantifiable benefits of the integration of PacifiCorp and CAISO. Mr. Mason discussed the states that are not covered by PacifiCorp and their intentions to participate. Mr. Kolk expressed his disagreement of the CAISO intentions

Mr. Beatty updated the Board on current service contracts with potential costs savings within SCPPA.

Mr. Beatty presented residential lighting comparisons of incandescent, CFL and LED light bulbs in terms of cost and energy usage, including the breakeven analysis for moving to LED. Mr. Morrow requested the capital cost breakdown for replacing street lights with LED bulbs.

Mr. Beatty provided the Board with the Charters of the Working Groups and reviewed the current committees and working groups meeting under SCPPA.

**Resolution 2015-096 (Astoria 2)**  
 Consent and Agreement

<b>Project Vote:</b>		<b>Approve</b>	<b>Deny</b>	<b>Present, Not Voting</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:** Dave Kolk  
**Seconded by:** Vince Brar  
**Unanimously Approved**

**Resolution 2015-097 (Ormesa Geothermal Project)**  
 Power Purchase Agreement

**Tabled Until the December Board of Directors Meeting**

**Project Administration Director's Report**

Mr. Homer reviewed the budget comparisons for SCPA's projects. In total with combined project budgets the actual costs came in at 6% below the budgeted amount.

Mr. Homer discussed the progress of the Hoover Closing Audit and projected that it should be completed by spring of 2016. Under the Post 2017 Hoover negotiations, meetings are continuing and Western issued a new draft ESC.

Mr. Homer also provided an update on the San Juan exit negotiations.

Mr. Homer introduced the new Kingbird B Solar project with resolution 2015-098. Mr. Morrow requested to schedule another tour of the project site.

Mr. Homer also provided resolution 2015-099 for Heber 1 budget which will begin providing test energy to the participants in December and commercial energy in February.

**Resolution 2015-098 (Kingbird B Solar Project)**

Annual Budget

		Approve	Deny	Present, Not Voting
<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:** George Morrow

**Seconded by:** Dave Kolk

**Unanimously Approved**

**Resolution 2015-099 (Heber 1 Geothermal Project)**

Annual Budget

		Approve	Deny	Present, Not Voting
<b>Project Vote:</b>	Azusa			X
	Anaheim			X
	Banning			X
	Burbank			X
	Cerritos			X
	Colton			X

	<b>Approve</b>	<b>Deny</b>	<b>Present, Not Voting</b>
Glendale			X
IID	X		
LADWP	X		
Pasadena			X
Riverside			X
Vernon			X

**Moved by:** David Wright  
**Seconded by:** Vicken Kasarjian  
**Unanimously Approved**

There being no further business, the meeting was adjourned at 12:05 p.m.

Respectfully submitted,

  
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 Mario Ignacio  
 Assistant Secretary

c: Board of Directors