



SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

NOTICE OF MEETING

Board Of Directors

NOTICE IS HEREBY GIVEN by the undersigned, as the Executive Director of the Southern California Public Power Authority, that a regular meeting of the Board of Directors is to be held as follows:

Thursday, September 20, 2018

10:00 AM

SCPPA Glendora Office
1160 Nicole Court | Glendora, California
(626) 793-9364

The following matters are the business to be transacted and considered by the Board of Directors:

1. NOTICE / AGENDA AND OPPORTUNITY FOR THE PUBLIC TO ADDRESS THE BOARD

Members of the public may address the Board at this time on any item on today's agenda or any other item that is within the subject matter jurisdiction of the Board. Comments from members of the public shall be limited to three (3) minutes unless additional time is approved by the board. Any member of the Board may request that items on the agenda be taken out of order, or that items be added to the agenda pursuant to the provisions of Section 54954.2(b) of the California Government Code.

2. CONSENT CALENDAR

All matters listed under the Consent Calendar are considered to be routine and will all be enacted by one motion. There will be no separate discussion of these items prior to the time the Board votes on the motion, unless one or more board members, staff or the public request that specific items be discussed and/or removed for separate discussions or action.

A. Minutes of the Board of Directors

For August 16, 2018

B. Monthly Investment Report

For July 2018

C. Resolution 2018-071

Authorization to enter the West Coast Clean Transit Corridor Initiative Collaboration Agreement with Southern California Edison (SCE) and other utilities.

D. Resolution 2018-087

Participation Agreement with the City of Anaheim for Energy Efficiency Improvement Program Services and Products.

E. Resolution 2018-088

Participation Agreement with Los Angeles Water and Power for Energy Efficiency Improvement Program Services and Products.

F. Resolution 2018-089

Authorizing the Executive Director to pay annual dues on behalf of participating Members to Western Energy Institute (WEI).

G. Resolution 2018-090

Fiscal Agency Agreement between SCPPA and LADWP for various projects.

3. EXECUTIVE DIRECTOR'S REPORT

The Executive Director will report on activities since the last Board Meeting.

- Strategic Objectives
- Finance Committee Chair/Vice Chair

4. DIRECTOR OF GOVERNMENT AFFAIRS' REPORTS

The Director of Government Affairs will report on regional, state, and/or federal legislative and regulatory activities affecting Southern California public power utilities including: climate change and air quality, wildfires, renewable energy and traditional energy resources, transportation and building electrification, alternative energy supplies, resource planning, market and utility operations, and joint powers agreements.

- 2018 State Legislative Recap

A. SCPPA Monthly Federal Legislative Report

5. DIRECTOR OF RESOURCE AND PROGRAM DEVELOPMENT'S REPORTS

The Director of Resource and Program Development will report on current activities, including renewable energy project development, resource planning issues, Public Benefits, and smart grid. Topics include:

- 100% Renewable Study
- Development Update

6. DIRECTOR OF ASSET MANAGEMENT AND SPECIAL PROJECTS' REPORTS

The Director of Project Administration will report on project-related staff and agent activities.

A. Project Reports

- MPP Operations Report
- Palo Verde Status Report

7. CHIEF FINANCIAL AND ADMINISTRATIVE OFFICER'S REPORTS

The Chief Financial Officer will report on the status of current financing activities. Topics include:

- STS Refunding

A. Finance Committee Minutes

For August 6, 2018

8. ROUNDTABLE DISCUSSION

Opportunity for Board Members to bring up informational items or request that an item be added to a future Board Agenda.

9. CLOSED SESSION

- **Security:** Consultation with Michael S. Webster, Executive Director, and Richard J. Morillo, General Counsel regarding security issues pertaining to the essential public services (water and electric service), pursuant to Section 54957 (a) of the California Government Code.
- **Potential Litigation:** Conference with legal counsel regarding the potential initiation of litigation pursuant to subdivision (c) of section 54956.9 of the California Government Code (one potential case).
- **Potential Litigation:** Conference with legal counsel regarding significant exposure to litigation pursuant to subdivision (b) of section 54956.9 of the California Government Code (one potential case).

The Authority upon request will provide reasonable accommodation to the disabled to ensure equal access to its meetings. To ensure availability, such request should be made 48 hours in advance by contacting the Authority at (626) 793-9364 during business hours.



MICHAEL S. WEBSTER

Executive Director
Southern California Public Power Authority

**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 20, 2018 at the offices of the Authority, 1160 Nicole Court, Glendora, California.

This meeting was called to order at 10:00 AM by the President.

The following Board Members (B) and Alternates (A) were present:

Dukku Lee (B), Manny Robledo (B), Thomas Miller (B), Jorge Somoano (B), Stephen Zurn (B), David Wright (B), Gurcharan Bawa (B), Todd Jorgenson (B), Kelly Nguyen (B)

Vince Brar (A), Rebecca Gallegos (A), Henry Martinez (A), Reiko Kerr (A), Danny Garcia (A)

Staff Members present were:

Michael Webster, Ted Beatty, Richard J. Morillo, Katherine Ellis, Daniel Hashimi, Bryan Cope, Joanna Lopez, Tanya DeRivi, Amy Mmagu, Nicholas Blair

Attorneys, Member Employees, and Consultants present were:

Yolanda Pantig (SCPPA-Downtown), Greg Broeking (Michael Bell Management Consulting), Stephen Cole (Norton Rose Fulbright), Victor Hsu (Norton Rose Fulbright), Benjamin Herhold (Next Era Energy), Ray Burgess (Public)

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

Mr. Lee offered 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

- Board Meeting Minutes from August 16, 2018
- Monthly Investment Report for July 2018
- **Resolution 2018-071** – Authorization to enter the West Coast Clean Transit Corridor Initiative Collaboration Agreement with Southern California Edison (SCE) and other utilities.
- **Resolution 2018-088** – Participation Agreement with the Los Angeles Department of Water and Power for Energy Efficiency Improvement Program Services and Products.
- **Resolution 2018-089** – Authorizing the Executive Director to pay annual dues on behalf of participating Members to Western Energy Institute (WEI).

- **Resolution 2018-090** – Fiscal Agency Agreement between SCPPA and LADWP for various projects.

The consent calendar was approved as follows:

Moved By: **David Wright**

Seconded By: **Thomas Miller**

Unanimously Approved

Mr. Lee asked that *Resolution 2018-087* be pulled from the Consent Calendar for further discussion and clarification regarding the list of consultants.

- **Resolution 2018-087** - Participation Agreement with the City of Anaheim for Energy Efficiency Improvement Program Services and Products.

Resolution 2018-087 was approved as follows:

Moved By: **Dukku Lee**

Seconded By: **Manny Robledo**

Unanimously Approved

3. Executive Director's Report

Mr. Webster reported on the progress of the Strategic Objectives and highlighted three areas for discussion: Legislative & Regulatory initiatives, Clarification on Strategic initiatives, and Communication.

Mr. Webster stressed the importance of the Board in continuing support to inform and educate their Legislative and Regulatory staff on key stakeholder issues. Mr. Webster also noted that policies would be created to support member success in these areas.

Mr. Webster addressed that action is being taken to clearly define the outlines strategic initiatives that SCPPA is to do on behalf of its Members.

Mr. Webster noted the progress of the Communication initiative between Working Groups and through the Value of SCPPA Brochure/Presentation. Mr. Webster discussed the current communication strategies moving towards social media/informational news outlets noting the differences from the previous campaign that was presented to the Board. Mr. Webster highlighted the workshops to be hosted by SCPPA to include outside vendors and utilities to foster diverse participation amongst SCPPA.

Mr. Webster announced that an election was held at the previous Finance Committee meeting to elect a Chair and Vice-Chair. Mario Ignacio of LADWP was elected Committee Chair and

Brian Beelner of Anaheim was elected Vice-Chair. Mr. Webster stated that the motions made were attributed to the new Finance Committee appointment structure implemented and approved by the Board in August 2018. Mr. Webster noted that Mario Ignacio and Brian Beelner would hold their respective Finance Committee positions until the end of 2019. Mr. Webster asked that the Board affirm the motion made by Finance Committee.

The Finance Committee Chair and Vice-Chair were approved as follows:

Moved By: **Stephen Zurn**

Seconded By: **Manny Robledo**

Unanimously Approved

STAFF REPORTS

4. Director of Government Affairs' Report

Ms. DeRivi and Ms. Mmagu provided the board with the 2018 State Legislative Recap noting that the majority of the outcomes were favorable to SCPA. Ms. Mmagu reported the positive outcome of SB100, highlighting that the amendment was accepted and the bill was signed into law on September 19, 2018. Ms. Mmagu also noted the enactment of the AB 2450 bill regarding warning labels on mylar balloons.

5. Director of Resource and Program Development's Report

Mr. Beatty reported on the Development Update and SB100 impacts. Mr. Beatty noted the postponement of the NROL presentation to the October or November Board of Director's meeting.

Mr. Beatty noted the solar, biomass, geothermal, and wind projects in development and the potential compressed air energy storage and pumped storage projects. Mr. Beatty provided the Board with the cost comparisons amongst the renewable resources for 2018 and noted the changes in price trends. Mr. Beatty noted that 192 proposals were received in the last year.

Mr. Beatty highlighted the impacts of SB 100 stating that the bill accelerated renewable targets. Mr. Beatty also noted that SB 100 plans to supply 100% of California's retail load from eligible renewable to zero-carbon resources by 2045. Mr. Beatty noted how SB 100 will impact the renewable requirements for SCPA.

6. Director of Asset Management and Special Projects' Report

Ms. Ellis announced the Magnolia Coordinating Committee's acceptance of the Magnolia Power Project Audit to be complete and final. Ms. Ellis also noted the decision of the Committee to move forward with a complaint to CPUC regarding the Southern California Gas Company's billing discrepancy.

Ms. Ellis proclaimed that the SCPPA Factbook was nominated by Fiona Hutton & Associates for the Prism Awards and that SCPPA is a top candidate for this award. Ms. Ellis also stated that the SCPPA Factbook was nominated for the APPA communications award. Ms. Ellis noted that both awards are to be announced in October 2018.

7. Chief Financial & Administrative Officer's Report

Mr. Broeking reported on the efforts of Michael Bell and Mario Ignacio to refund the STS 2018 subordinate refunding series A bonds. Mr. Broeking highlighted the savings as a result of these efforts.

8. Roundtable Discussion

Board Members were given a two minute opportunity to bring up informational items or request that an item be added to a future Board Agenda.

9. Closed Session

The President declared an end to the public portion of the meeting and the Board then went into closed session to discuss the items listed on the meeting notice. The meeting was adjourned at **12:52 PM** by the Board at the conclusion of the closed session discussion.

Respectfully Submitted,

David H. Wright
Secretary