



**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 15, 2016
10:00 AM
SCPPA Glendora Office
1160 Nicole Court
Glendora, California 91740
(626) 793-9364

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

Pages

1. Notice/Agenda and Opportunity for the Public to Address 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. Members of the public may address the Board at this time on any agenda item of general interest, provided that item 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.

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. **Board Meeting Minutes**

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August 18, 2016

b. **Investment Report**

9

July Monthly Report

Legal Services Agreement with Jenkins & Hogin LLP

STAFF REPORTS

3. Executive Director's Report 29

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

4. Project Administration Director's Report 30

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

Topics include:

- Hoover Audit
- Pinedale
- MWD

a. Hoover Status Report 33

b. MPP Status Report 37

c. Palo Verde Status Report 42

d. San Juan Status Report 45

e. Resolution 2016-087 47

Hoover Budget

5. Government Affairs Reports 53

The Director of Government Affairs will report on the regulatory activities at the state and federal level. Topics include:

- ARB/Cap-and-Trade Program
- CEC/IRP & RPS Updates
- Grid Regionalization
- State Legislative Updates

a. Legislative Monthly Report 55

6. Chief Financial Officer's Report 62

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

- SEC Training
- SEC Money Market Reform
- Financial Market Update

7. Director of Resource and Program Development

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:

- Project Updates
- Program Updates
- Electrification Programs
- Black & Veatch Summary

a. **Energy Systems Report**

63

b. **Program Development Report**

67

8. New Business

New topics may be introduced in order to be added to the next meeting agenda for future consideration and action by the Board.

9. Closed Session

- **Public Employment:** Work review and performance evaluation of the Executive Director of the Authority pursuant to Section 54957 of the California Government Code.
- **Conference with Labor Negotiators:** SCLPPA designated representatives: Fred H. Mason, President; Richard J. Morillo, General Counsel.
- **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).



BILL D. CARAHAN
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 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 Lepedzhyan, 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 Lepedzhyan 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,

David H. Wright

Secretary

c: Board of Directors