



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 **August 20, 2020** by teleconference pursuant to the Ralph M. Brown Act (Cal Gov't Code 54950 et seq.) and Governor Newsom's Executive Order No. 29-20.*

*This meeting was called to order at **10:03 AM** by the President.*

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

Dukku Lee (B), Manny Robledo (B), Tom Miller (B), Jorge Somoano (B), Ramzi Raufdeen (A), Rebecca Gallegos (B), Mark Young (A), Marilyn Gilbert (A), Todd Corbin (B), Eric Klinkner (A), Danny Garcia (A), Reiko Kerr (A), Todd Dusenberry (A)

Staff Members present were:

SCPPA: Mike Webster, Richard Morillo, Katie Ellis, Aileen Ma, Tanya DeRivi, Bryan Cope, John Quan, Randy Krager, Salpi Ortiz, Jessica Chu, Nicole Solano, Joanna Lopez, Peter Huynh, Matt Curtis

Attorneys, Member Employees and Consultants present were:

Victor Hsu (Norton Rose Fulbright), John Blue (LADWP)

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

Mr. Webster took a roll call of the Board and asked Mr. Morillo to confirm the existence of a quorum. Mr. Somoano went through the web conference protocol and invited comments from the public. There were no public comments.

2. Consent Calendar

Mr. Somoano then asked for a motion on the Consent Calendar, which consisted of the following items:

A. Minutes of the Board of Directors Meeting

- July 16, 2020

B. Resolution 2020-093:

- Approve Resolution to fix the Date, Time, and Place of Regular Meetings of the SCPPA Board of Directors.

C. Resolution 2020-094:

- Approve Amendment No. 1 to the Master Professional Services Agreement Between Southern California Public Power Authority and ESource Companies, LLC, to extend the term for three (3) years, through and including September 22, 2023.

D. Resolution 2020-095:

- Approve Amendment No. 1 to Amended and Restated San Juan Generation Station Reclamation Trust Agreement. (Project Vote)

E. Receipt and File:

- Finance Committee Meeting Minutes: July 6, 2020
- Monthly Investment Report: June 2020
- Quarterly Investment Report: Fourth Quarter ended 06-30-2020
- Palo Verde Project Status Report: July 2020

- Magnolia Power Project Operations Report: July 2020
- Renewables Quarterly Report
- Federal Legislative Report: July 2020

Mr. Lee from Anaheim requested for SCPPA staff make a name correction on page 3 of the July 16th Board minutes. Ms. Gilbert from IID abstained from approving the minutes and approved the rest of the consent calendar. Mr. Corbin from Riverside abstained on Resolution 2020-094 and approved the rest of the consent calendar.

- **Moved by:** Dukku Lee, from Anaheim Public Utilities with pending changes
- **Seconded by:** Tom Miller, from City of Banning
- Mr. Webster took rollcall vote:

	Yes	No	<i>Present, Not Voting</i>	<i>Absent</i>
Anaheim	X			
Azusa	X			
Banning	X			
Burbank	X			
Cerritos	X			
Colton	X			
Glendale	X			
IID	X			
LADWP	X			
Pasadena	X			
Riverside	X			
Vernon	X			

3. Executive Director's Report

Recruitment for General Counsel – Mr. Webster informed the Board that Ralph Anderson was retained to help with the recruitment process for the replacement of our General Counsel upon his retirement in December 2020. He asked if there was an interest from the Board to participate in the interview process. He advised the Board that the goal was to start interviews in mid-October with a placement by early December.

Working Group Update: Mr. Webster highlighted the detailed working group report and how the summary of the working groups and committees are now better organized and tie into our core mission related to project, energy efficiency, and demand reduction programs. Mr. Webster also mentioned the 31 responses that SCPPA received from the distribution management systems RFP. He asked the Board to share who they think would be the best representative from each utility to participate in the review process to ensure we get the right contracts to meet all member needs and drive value for the Members. Mr. Webster also mentioned the 22 responses we received from the Energy Efficiency Direct Install, EE Audit Program, and requested candidate from the Public Benefits area to participate and help with the review process of the RFPs.

Mr. Webster reminded the Board that the Board Meeting start time change has been approved, and the next Board meeting in September will start at 9am.

California Independent System Operator (Cal ISO) Presentation – Mr. Webster advised the Board that there will be a presentation from the senior staff of the Cal ISO during the September Board meeting and requested the Board to send him topic areas that they would like Cal ISO to discuss.

Resolution 2020-096 – Approve adjustment in Classification and Salary Schedule to incorporate market adjustment for recruitment and retention of the Government Affairs Manager Classification.

- **Moved by:** Rebecca Gallegos, from City of Colton
- **Seconded by:** Reiko Kerr, from Los Angeles Department of Water and Power
- Mr. Webster took a rollcall vote:

	Yes	No	Present, Not Voting	Absent
Anaheim	X			
Azusa	X			
Banning	X			
Burbank	X			
Cerritos	X			
Colton	X			
Glendale	X			
IID	X			
LADWP	X			
Pasadena	X			
Riverside	X			
Vernon	X			

4. Government Affairs: Director's Report

California Energy Commission – Ms. DeRivi reported on the RPS enforcement procedures from the POUs that are nearing conclusion of regulatory effort which began in 2016. Ms. DeRivi stated that there is an anticipation of a second 15-day comment package which may require a special meeting in September for approval. Ms. DeRivi mentioned that the CEC is still working towards a December effective date.

California Air Resource Board – Under Cap & Trade, Ms. DeRivi mentioned that CARB staff tabled the highly problematic LCFS-driven allowance alterations that was led by SPPA strategy and shared a table that showcased the annual allowances allocated to each electrical distribution utility from 2021 through 2030. Ms. DeRivi stated that SPPA is now leading the efforts to see if California's utilities can agree on an alternative transportation electrification approach with an anticipated adoption prior to the next Scoping Plan Update. Ms. DeRivi updated the Board on SF6, the gas inflated equipment, amendment released for 60-day comments. Ms. DeRivi requested input from the technical staff from each member utility and that SPPA has drafted lead on enforcement.

2020 State Legislative Scorecard – Ms. DeRivi shared the 2020 State Legislative scorecard which shows all the bill and issues through the year and SPPA position and outcome status. Ms. DeRivi reported to the Board that the 2019-20 State legislative session adjourns on August 31 and that SPPA's four-year running win rate has improved to 99%.

Federal Legislative update – Ms. DeRivi reported that congress was not able to get to an agreement on 5th Covi-19 Relief packet, and she expects that they will work on a relief package in September after they come back from recess.

2020 Presidential Election – Ms DeRivi indicated the possibility of a repeat of the 2008 presidential election where the Democratic Party took control of both Chambers of Congress, and that the speaker of the house will most certainly push forward a massive climate change bill like the coveted HR 1 through 10 Bill numbers dedicated specifically to a climate change bill.

5. Asset Management and Special Projects: Director's Report

Pebble Spring Budget Revision - Ms. Ellis requested the consideration and approval of a budget revision for the Pebble Spring project due to high production year.

Resolutions 2020-097 – Approve revised annual budget for Pebble Springs Wind Project for the Fiscal Year July 1, 2020 through June 30, 2021.

- Moved by: Reiko Kerr, from Los Angeles Department of Water and Power
- Seconded by: Mark Young, from Glendale Water and Power
- Mr. Webster took a rollcall vote:

	Yes	No	Present, Not Voting	Absent
Anaheim	X			
Azusa	X			
Banning	X			
Burbank	X			
Cerritos	X			
Colton	X			
Glendale	X			
IID	X			
LADWP	X			
Pasadena	X			
Riverside	X			
Vernon	X			

Unanimously approved by Members present.

Ms. Solano highlighted the FY 2019-20 renewable project and presented the budget to actual performance for each category. Ms. Solano also reported on the net capacity factor of all projects by technology type for 2020.

6. Finance

Ms. Ma presented to the Board the results for the Fiscal Year 2019-20 preliminary A&G Budget Comparison and highlighted the variances and reduction factors from the report.

Ms. Ma reported on the Canyon Bond Refunding and requested the approval of the following Resolutions.

Resolution 2020-098 – Approve the refunding of Canyon Power Project, Refunding Revenue Bonds, 2016 Series A, 2018 Series A and 2018 Series B and the execution and delivery of various agreements relating to the issuance of refunding bonds.

Resolution 2020-099 – Approve the provision of certain Continuing Disclosure information with respect to the Canyon Power Project, Refunding Revenue Bonds, 2020 Series A, Canyon Power Project, Refunding Revenue Bonds, 2020 Series B (Federally Taxable), Canyon Power Project, Refunding Revenue Bonds, 2020 Series C and Canyon Power Project, Refunding Revenue Bonds, 2020 Series D.

- Moved by: Dukku Lee, from Anaheim Public Utilities
- Seconded by: Manny Robledo, from Azusa Light and Water
- Mr. Webster took a rollcall vote:

	Yes	No	Present, Not Voting	Absent

Anaheim	X			
Azusa	X			
Banning	X			
Burbank	X			
Cerritos	X			
Colton	X			
Glendale	X			
IID	X			
LADWP	X			
Pasadena	X			
Riverside	X			
Vernon	X			

Unanimously approved by Members present.

7. Roundtable Discussion

The President, Mr. Somoano, asked if the Board would like to share any important information with the group. Each Member reported on the challenges they faced during the heatwave and the rolling blackouts and load shedding.

After no further comments from the Board, Mr. Somoano adjourned the meeting at 11:53 p.m.

Respectfully Submitted,

DocuSigned by:

Michael S. Webster

B6AA32131A0046E...

Michael S. Webster
Assistant Secretary