

**San Joaquin Valley Power Authority
Minutes
Rescheduled November Regular Board Meeting
December 6, 2007**

Minutes of the Rescheduled November Regular Meeting of the Board of Directors (Board) of the San Joaquin Valley Power Authority (Authority) held December 6, 2007.

Authority Board Chair Thomas Haglund, City of Hanford, called the meeting to order at 2:05 p.m.

ROLL CALL

Board Chair Haglund requested the official roll call of Authority Board Members.

MEMBERS PRESENT

CITY OF CLOVIS

Alternate Director Robert Ford

CITY OF CORCORAN

Director Ron Hoggard

CITY OF DINUBA

Absent

CITY OF HANFORD

Director Thomas J. Haglund

CITY OF KERMAN

Director Ron Manfredi

CITY OF KINGSBURG

Director Don Pauley

KINGS COUNTY

Alternate Director Deborah West

CITY OF LEMOORE

Director Jeff Britz

CITY OF PARLIER

Absent

CITY OF REEDLEY

Alternate Director Rocky Rogers

CITY OF SANGER

Absent

CITY OF SELMA

Alternate Director Judy Bier

TULARE COUNTY

Absent

Margaret Clayton, Kings River Conservation District (KRCD), reported nine (9) of the thirteen (13) Authority Member Agencies were present for a total of 61.01% voting shares under the Joint Powers Agreement (JPA).

OTHERS PRESENT

Jeff Adolph, Pacific Gas & Electric Company
Scott Blaising, Braun & Blaising, P.C.
Dan Carroll, Downey, Brand LLP
Margaret Clayton, Kings River Conservation District
Brent Graham, Tulare Lake Basin Water Storage District
Marisa Hernandez
Shannon Koontz, Pacific Gas & Electric Company
Patrick Mealoy, Navigant Consulting Inc.
David Orth, Kings River Conservation District
Jarrell Prichard, City of Lemoore
Randy Shilling, Kings River Conservation District
Steve Stadler
Mark Stout, CleanTech America
Brian Thoburn, Southern California Edison
Brian Trevarrow, Kings River Conservation District
Cristel Tufenkjian, Kings River Conservation District

ADDITIONS TO OR DELETIONS FROM THE AGENDA

There were no additions to or deletions from the agenda.

CONSENT CALENDAR

It was moved by Alternate Director Judy Bier, City of Selma, seconded by Director Ron Manfredi, City of Kerman, and approved on a voice vote (voting shares: 61.01% approved, 38.99% absent, 0% opposed) to approve the Consent Calendar, which consisted of Financial Statements for the months ending October 31, 2007 and November 30, 2007.

PUBLIC PRESENTATIONS

There were no public presentations.

APPROVAL OF MINUTES

Director Ron Manfredi, City of Kerman requested correction to the October 25, 2007 minutes on Page 60 to reflect Board interest in monitoring Investor Owned Utility cooperation, not just PG&E. It was moved by Director Manfredi, seconded by Alternate Director Robert Ford, City of Clovis, and approved on a voice vote (voting shares: 61.01% approved, 38.99% absent, 0% opposed) to adopt the Minutes of the October 25, 2007 Authority Regular Board Meeting as corrected.

REPORT FROM THE DIRECTORS

There were no reports from Directors.

KINGS RIVER CONSERVATION DISTRICT REPORT

David Orth, General Manager of KRCD, stated that the Regulatory Update would take place during Closed Session.

Status of Agreements: David Orth, KRCD, further stated that the status of Service Agreement negotiations with Investor Owned Utilities would be discussed in Closed Session.

Mr. Orth reported that a draft of the Electric Supply Agreement was reviewed by the KRCD ad hoc Power Committee with representatives from KRCD bond counsel and Citigroup, the parent company, present to provide guidance. Orth reported that he believed the full KRCD Board is close to offering that document for review to SJVPA to initiate the public review process.

Resource Development:

Community Power Plant: Mr. Orth reported that the California Energy Commission (CEC) on December 5, 2007, found KRCD's application for the Community Power Plant to be data adequate. The CEC's first public meeting is tentatively scheduled for January 14, 2008, at the Kearney Ag Center in Parlier. Orth reported that the process will take approximately 12 months to determine permit conditions which then will be presented to KRCD and the Authority Board for a decision as to whether or not to construct the Plant.

Renewable Projects: Mr. Orth stated KRCD has been negotiating a master agreement and a series of power purchase agreements with Clean Tech America, party to a MOU with KRCD to build up to 80 megawatts of solar capacity to serve the region and potentially be integrated into the Community Choice program. Pursuant to the terms of the Power Services Agreement, any final terms of the power purchase agreements with Clean Tech will require this Board's authorization and approval. Mr. Orth expects that document for review in the first quarter of next year.

Other Business: Mr. Orth reported that on October 30, 2007, the County of Tulare took action to initiate withdrawal from the Authority but had not provided written notice in accordance with the Joint Powers Agreement and the Power Services Agreement. Mr. Orth will contact Tulare County staff and does expect them to provide that notice in writing.

Status of IOU Cooperation: Mr. Orth distributed a matrix dated December 6, 2007, reflecting key issues and topics of IOU cooperation. Mr. Orth further reported that an agreement was reached with PG&E staff last week to proceed with testing for the conversion of data and meter reading in support of billing. Both IOUs had taken the position that execution of the Service Agreement, including acceptance of the joint and several obligation language, was required before such testing could begin. PG&E did waive that requirement and agreed to move forward with the testing.

Mr. Orth asked for Board input on content of the IOU cooperation issues matrix. Alternate Director Robert Ford, City of Clovis requested that dates or footnotes of sources to the matrix be included. Alternate Director Rocky Rogers, City of Reedley, suggested a column be added indicating our response to the issues.

Chair Haglund introduced attorney Dan Carroll, who was representing Downey Brand as General Counsel to the Authority, in Jane Luckhardt's absence.

APPOINTMENTS

Chair Haglund asked for the nomination of Director Jeff Briltz, City of Lemoore, as a new voting member to the San Joaquin Valley Clean Energy Organization (SJVCEO). After establishing that the meetings would fit into the nominee's schedule, Director Ron Hoggard, City of Corcoran, nominated Director Briltz, with second by Alternate Director Judy Bier, City of Selma, and approved on a voice vote (voting shares: 61.01% approved, 38.99% absent, 0% opposed) to appoint Director Jeff Briltz, City of Lemoore, to represent SJVPA with SJVCEO.

Since this appointment is for the individual, rather than the City, an alternate also was nominated. Director Don Pauley, City of Kingsburg, moved to appoint Cristel Tufenkjian, KRCD, with second by Alternate Director Rocky Rogers, City of Reedley, and approved on a voice vote (voting shares: 61.01% approved, 38.99% absent, 0% opposed) as Alternate to represent the SJVPA at SJVCEO meetings in Director Britz's absence.

NEXT MEETING DATE

The Authority Board established January 10, 2008 at 2:00 p.m. as the next meeting of the Board, since the 4th Thursday in December is the week of Christmas.

CLOSED SESSION

Pursuant to Government Code Sections 54956.9 (a) and (c), the Authority Board adjourned to Closed Session at 2:30 p.m. to confer with Legal Counsel on case C.07-06-025 Complaint of the Power Authority against PG&E, and regulatory matters requiring litigation before the CPUC.

RECONVENE TO OPEN SESSION

The Board reconvened into Open Session at 3:51 p.m. Serving as General Counsel Dan Carroll disclosed the Board met in Closed Session and that the matters stated on the agenda were discussed and direction provided to staff and counsel with respect to those matters.

ADJOURNMENT

There being no further business, Board Chair Haglund adjourned the meeting at 3:52 p.m.

Respectfully submitted,

Secretary

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