

Minutes of the Regular Meeting of the Board of Directors (Board) of the San Joaquin Valley Power Authority (Authority) held January 27, 2011 at the offices of Kings River Conservation District, 4886 E. Jensen Avenue, Fresno, California.

Authority Board Chairman Ron Manfredi, City of Kerman, called the meeting to order at 1:30 p.m.

ROLL CALL

Chairman Manfredi requested the clerk call the official roll of Authority Board Members.

Donna Pepper, Kings River Conservation District (KRCD), took roll and reported there was a quorum of members present. Five (5) of the nine (9) Authority Member Agencies were present for a total of 63.28% voting shares under the Joint Powers Agreement (JPA).

MEMBERS PRESENT

CITY OF CLOVIS

Alternate Director Robert Ford

CITY OF DINUBA

Alternate Dean Uota

CITY OF HANFORD

Absent

CITY OF KERMAN

Director Ron Manfredi

CITY OF KINGSBURG

Absent

KINGS COUNTY

Alternate Director Deb West

CITY OF PARLIER

Absent

CITY OF REEDLEY

Alternate Noe Martinez

CITY OF SANGER

Absent

OTHERS PRESENT

Kuyler Crocker, Pacific Gas & Electric Company
Brent Graham, Kings River Conservation District
Donna Pepper, Kings River Conservation District
Steve Stadler, Kings River Conservation District
Randy Shilling, Kings River Conservation District
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.

PUBLIC COMMENTS

There were no public comments.

REPORT FROM THE DIRECTORS

Alternate Director Noe Martinez reported he will attend the all future Authority meetings.

REPORT FROM THE GENERAL MANAGER

Randy Shilling, Deputy General Manager of Business Operations for Kings River Conservation District, acting as the exclusive agent under Section 4.11 of the JPA, presented a summary of activities on the following:

Mr. Shilling noted David Orth, General Manager, is in Sacramento attending a meeting and would not be available to present a report to the Authority Board; however Mr. Shilling would highlight items from the General Manager's report.

Mr. Shilling reported the Authority remains an active party in various activities and discussions statewide regarding Community Choice Aggregation (CCA). Mr. Shilling further reported on November 9, 2010, Mr. Orth testified before the California Senate Select Committee on Renewable Energy, along with representatives from other CCA parties. Testimony included how actions of Pacific Gas & Electric Company (PG&E) affected implementation of CCA in the Authority's service area.

Mr. Shilling also reported on November 17, 2010, Mr. Orth joined Shawn Marshall of the Mill Valley City Council and Vice Chairman of the Marin Energy Authority, in a CCA presentation to the Fresno Democratic Club.

CCA Bond Settlement: Mr. Shilling reported on regulatory proceedings before the California Public Utilities Commission specifically CCA proceeding (R. 03-10-003) regarding methodology for calculating the amount of the bond requirement for Electric Service Providers (ESP) in the event customers are involuntarily returned to bundled service. Mr. Shilling reported that since December 31, 2010, other CCA parties (including Marin Energy Authority & San Francisco) have challenged the settlement that SJVPA entered into with the IOUs in 2009. Mr. Shilling further reported that because the Authority and the City of Victorville executed settlement agreements two (2) years ago, those parties will not be actively involved in the current proceedings.

SOLAR DEVELOPMENT REQUEST FOR QUALIFICATIONS

Chairman Manfredi reported on October 28, 2010 the Authority Board authorized KRCD to issue a Request for Qualifications (RFQ) for Solar Photovoltaic (PV) Developers/Contractors. The purpose of the RFQ was to create a recommended providers list of pre-qualified parties to develop,

design, finance, install and maintain solar PV systems on selected Authority Member owned or controlled locations.

Mr. Shilling reported the RFQ was issued October 29, 2010 and 18 responses were received by the due date of November 19, 2010. All responses were reviewed and evaluated by a staff committee. The top five responses were evaluated by an ad hoc committee of the Authority Board which recommends the following Solar PV Preferred Providers effective immediately and for the next 18 months:

- Borrego Solar Systems, Inc.- Headquarters in El Cajon, California
- SolarCity Corporation - Headquarters in Foster City, California
- SPG Solar, Inc.- Offices in Novato, California
- SunEdison Government Solutions, LLC - Headquarters in Beltsville, Maryland
- SunPower Corporation - Headquarters in Richmond, California

Mr. Shilling reported the ad hoc Committee recommends that KRCD be authorized to update the 2009 list of potential solar projects with Authority Members and explore opportunities for coordinated development with each of the designated Preferred Providers, for consideration by the Authority Board at the April, 2011 meeting.

After some discussion, it was moved by Alternate Director West, Kings County, to approve the Solar PV Preferred Providers List as recommended and to authorize KRCD to update the 2009 list of potential solar projects with Authority Members and explore opportunities for coordinated development of projects, including proceeding with the Request For Proposal process for any Member agencies who desire to develop a Request For Proposal and to report on this at the April, 2011 meeting. The motion was seconded by Alternate Director Martinez, City of Reedley, and approved on a voice vote (voting shares: 63.28% approved, 36.72% absent, 0% opposed).

SPECIAL MEMBER ASSESSMENT

Chairman Manfredi requested the Board consider the Authority's Public Officials Liability Insurance policy which expires in January of 2011. This coverage protects the members of the Authority Board against claims for money damages arising out of errors or omissions in their capacity as San Joaquin Valley Power Authority Board members. Potential plaintiffs could be rate payers, creditors, or others.

After some discussion, it was moved by Director Ford, City of Clovis, seconded by Alternate Director West, Kings County, and approved on a voice vote (voting shares: 63.28% approved, 36.72% absent, 0% opposed) to renew the policy for 1 year with a Premium of \$3,025 to be paid equally by the 9 remaining Authority members at \$336 each.

CONSENT CALENDAR

Chairman Manfredi reported the Financial Statements for the period of October 1, 2010 through December 31, 2010, and the Minutes of the October 28, 2010 Regular Board Meeting would be voted on for approval. It was moved by Alternate Director Uota, City of Dinuba, seconded by Director Ford, City of Clovis, and approved on a voice vote (voting shares: 63.28% approved, 36.72% absent, 0% opposed) to approve the Consent Calendar, which consisted of Financial Statements for the period of October 1, 2010 through December 31, 2010, and the Minutes as presented.

NEXT MEETING DATE

The Authority Board discussed the date of April 28, 2011 at 2:00 p.m. for the next regular meeting of the Board at the offices of the Kings River Conservation District.

ADJOURNMENT

There being no further business, Board Chairman Manfredi adjourned the meeting at 2:20 p.m.

Respectfully submitted,

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