

**Lodi Energy Center**  
**Project Participant Committee Regular Meeting**  
**January 8, 2018 - MEETING MINUTES**  
 Location: Lodi Energy Center  
 12745 N. Thornton Rd, Lodi CA 95242  
 and by teleconference  
 {Meeting Time}

**1. Call Meeting to Order and Roll Call**

The PPC meeting was called to order at 10:00 a.m. by Chairman Martin Caballero. He asked that roll be called for the Project Participants as listed below.

<b>PPC Meeting Attendance Summary</b>		
<b>Participant</b>	<b>Attendance</b>	<b>Particulars / GES</b>
Azusa - Lehr	Present	2.7857%
BART - Lloyd	Absent	6.6000%
Biggs - Sorenson	Present	0.2679%
CDWR - Yarbrough	Present	33.5000%
Gridley - Borges	Absent	1.9643%
Healdsburg - Crowley	Absent	1.6428%
Lodi - Chiang	Present	9.5000%
Lompoc - Singh	Absent	2.0357%
MID - Caballero	Present	10.7143%
Plumas-Sierra - Brozo	Absent	0.7857%
PWRPA - Bradley	Present	2.6679%
SVP - Hance	Present	25.7500%
Ukiah - Grandi	Absent	1.7857%
<b>Summary</b>		
Present	7	85.1858%
Absent	6	14.8142%
Quorum by #:	Yes	
Quorum by GES:	Yes	
Meeting Date:	January 8, 2018	

**Public Forum**

Chairman Caballero asked if any members of the public were present in Lodi or at any of the other noticed meeting locations who would like to address the PPC on any agenda items or on any item within the jurisdiction of the LEC PPC and not listed on the agenda. No members of the public were present.

## 2. Meeting Minutes

The draft minutes from the December 11, 2017 Regular Meeting, December 11, 2017 Indenture Group A Meeting, and revised minutes from the November 13, 2017 Regular Meeting were considered. The LEC PPC considered the following motion:

**Date:** 1/8/2018

**Motion:** The PPC approves the minutes from the December 11, 2017 Regular Meeting, the December 11, 2017 Indenture Group A Meeting, and the updated minutes from the November 13, 2017 Regular Meeting as presented or *including any edits discussed at today's meeting.*

**Moved by:** CDWR

**Seconded by:** Lodi

Discussion: No further discussion

<b>Vote Summary on Motion</b>		
<b>Participant</b>	<b>Vote</b>	<b>Particulars / GES</b>
Azusa	Yes	2.7857%
BART	Absent	6.6000%
Biggs	Yes	0.2679%
CDWR	Yes	33.5000%
Gridley	Absent	1.9643%
Healdsburg	Absent	1.6428%
Lodi	Yes	9.5000%
Lompoc	Absent	2.0357%
Modesto	Yes	10.7143%
Plumas-Sierra	Absent	0.7857%
PWRPA	Yes	2.6679%
Silicon Valley Power	Yes	25.7500%
Ukiah	Absent	1.7857%
<b>Vote Summary</b>		
Total Ayes	7	85.1858%
Total Noes	0	0.0000%
Total Abstain	0	0.0000%
Total Absent	6	14.8142%
Result:	Motion passed	

## MONTHLY REPORTS

### 3. Operational Reports for December 2017

Jeremy Lawson presented the Operational Report for December. There were no OSHA recordable accidents, no NERC/WECC or permit violations, and no forced outages. There are no changes to the 2018 outage schedule.

The operational report reflected monthly production of 149,305 MWH, 569 service hours, and equivalent operating availability of 100%. The report set for the Capacity Factor @ 280MW Pmax of 71.7% and 302MW Pmax of 66.4%. There were eleven hot starts, eleven warm starts, and zero cold starts during the month.

**4. Market Data Report for December 2017**

Mike Whitney presented the operating and financial settlement results for the month. LEC was committed to CAISO 31 out of 31 available days. Most startups were for mid to long-term runs, with eight 24-hour runs in the month of December. Martin Caballero noted that there appeared to be positive revenue every day of the month. The month of December had very strong overall monthly margins, similar to November.

**5. Monthly Asset Report**

Mike DeBortoli presented the monthly asset report for November 2017. Mike reported that November continued the pattern of higher than projected revenues and energy prices, resulting in positive net costs. While a number of factors likely contributed to the continuation of this trend, Mike highlighted the plant reliability, resulting in low fixed costs, and how that contributes to positive monthly margins. Mike reviewed the monthly historical comparisons as well as the 12-month history.

**6. Bidding Strategies Report**

Jesse Shields presented the Bidding Strategies Report for December 2017 on behalf of Ken Goeke. Jesse reviewed bidding and calculating net start-up costs. Jesse shared that we continue to net expected startup energy revenues. The Pooling Group has been experimenting with adding a long-term maintenance costs to the day-ahead bid to mitigate mid-day shutdowns by the CAISO. The plant was awarded every day of the month. Jesse reviewed DA and RT net revenues over the month with the Committee.

**Consent Calendar (Items 7 – 9)**

The consent calendar was considered. Chairman Caballero asked if any Participant wished to have any item removed for separate discussion. Hearing no requests, he then asked if any Participant wished to abstain from one or more items on the Consent Calendar. There were no abstentions. The LEC PPC considered the following motion:

**Date:** 1/8/2018

**Motion:** The PPC approves the Consent Calendar items consisting of agenda items no. **7.** Treasurer's Report for December 2017; **8.** Financial Reports for December 2017; **9.** GHG Reports excerpted from monthly ARB

**Moved by:** Lodi  
**Seconded by:** CDWR

Discussion: No further discussion.

<b>Vote Summary on Motion</b>		
<b>Participant</b>	<b>Vote</b>	<b>Particulars / GES</b>
Azusa	Yes	2.7857%
BART	Absent	6.6000%
Biggs	Yes	0.2679%
CDWR	Yes	33.5000%
Gridley	Absent	1.9643%
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Lodi	Yes	9.5000%
Lompoc	Absent	2.0357%
Modesto	Yes	10.7143%
Plumas-Sierra	Absent	0.7857%
PWRPA	Yes	2.6679%
Silicon Valley Power	Yes	25.7500%
Ukiah	Absent	1.7857%
<b>Vote Summary</b>		
Total Ayes	7	85.1858%
Total Noes	0	0.0000%
Total Abstain	0	0.0000%
Total Absent	6	14.8142%
Result:	Motion passes.	

**BUSINESS ACTION ITEMS**

**10. Adjourned to Closed Session**

The PPC adjourned to Closed Session at 10:24 a.m. A Closed Session discussion was had pursuant to California Government Code Section 54956.9(d)(1) regarding Pacific Gas and Electric Company’s 2019 Gas Transmission and Storage Rate Case, *Application of Pacific Gas and Electric Company Proposing Cost of Service and Rates for Gas Transmission and Storage Services for the Period 2019 – 2021*, California Public Utilities Commission Application 17-11-009 (filed November 17, 2017).

At 10:35 a.m. the Committee returned to Open Session. General Counsel Jane Luckhardt advised that no reportable action was taken during the Closed Session.

**INFORMATIONAL ITEMS**

**17. Additional Operational Updates**

There were no additional operational updates at this time.

**Adjournment**

The next regular meeting of the PPC is scheduled for Monday, February 12, 2018.

The meeting was adjourned at 10:36 a.m.

Submitted by: Michelle Schellentrager

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