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# LEC PPC Meeting Minutes

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**Date:** July 8, 2019

**Time:** 10:00am

**Location:** Lodi Energy Center – 12745 N. Thornton Rd, Lodi, CA 95242 and by teleconference

**Subject:** Lodi Energy Center Project Participant Committee Meeting

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## 1. Review Safety Procedures

The PPC reviewed the NCPA Safety Procedures and assigned safety roles.

## 2. Call Meeting to Order and Roll Call

The PPC meeting was called to order at 10:03am 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 - Robledo	Present	2.7857%
BART - Lloyd	Absent	6.6000%
Biggs - Sorenson	Present	0.2679%
CDWR - Alqaser	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:

July 08, 2019

**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.

**3. Meeting Minutes**

The draft minutes from the June 10, 2019 Regular Meeting were considered. The LEC PPC considered the following motion:

**Date:** 7/8/2019

**Motion:** The PPC approves the minutes from the June 10, 2019 Regular Meeting as presented or *including any edits discussed at today's meeting.*

**Moved by:** Lodi

**Seconded by:** CDWR

Discussion: There was 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	Abstain	25.7500%
Ukiah	Absent	1.7857%
<b>Vote Summary</b>		
Total Ayes	6	59.4358%
Total Noes	0	0.0000%
Total Abstain	1	25.7500%
Total Absent	6	14.8142%
Result:	Motion Passed	

## **MONTHLY REPORTS**

### **4. Operational Reports for June 2019**

Jeremy Lawson presented the Operational Report for June 2019. There were no OSHA recordable accidents, no NERC/WECC or permit violations, and no forced outages. Jeremy Lawson mentioned the upcoming outages for 2020-2022 are still on track. Jeremy discussed the three curtailments that affected LEC's deviations in June 2019. During the cold start, the plant tripped by the HRH outlet temperature. The Benson boiler mode's logic, from the recent DCS upgrade, and the weather forecast calculator affected the hot and warm starts. Jeremy confirmed the logic issues have been resolved.

The operational report reflected monthly production of 20,679 MWH, 85 service hours, and equivalent operating availability of 100%. The report set for the Capacity Factor @ 302MW Pmax of 9.50%. There was 1 hot start, 1 warm start, and 1 cold starts during the month.

### **5. Market Data Report for June 2019**

Zackary Liske presented the operating and financial settlement results for the month. LEC was committed to CAISO 5 out of 30 available days. There were two short afternoon runs and one long run for about 3 days straight in the month of June. Chairman Martin Caballero wanted to know why the spring reserve assessment did not pass. Zackary explained the curtailments explained in Jeremy's June 2019 Operation Reports and the assessment will be retested in a few weeks.

### **6. Monthly Asset Report**

Michael DeBortoli presented the monthly asset report for May 2019. Michael reported that the snowmelt from Hydro production, does not cover LEC's startup costs, making it not suitable to run LEC. He compared this activity against two previous years and LEC ran similarly. Michael reviewed the monthly historical comparisons as well as the 12-month history.

### **7. Bidding Strategies Report**

Jesse Shields presented the Bidding Strategies Report for June 2019. Jesse reviewed bidding and calculating net start-up costs. Jesse reviewed DA and RT net revenues over the month with the Committee.

### **Consent Calendar (Items 8-14)**

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:** 7/8/2019

**Motion:** **The PPC approves the Consent Calendar items consisting of agenda items no. 8. Treasurer's Report for June 2019; 9. Financial Report for June, 2019; 10. GHG Reports (excerpted from Monthly ARB); 11. Airgas USA, LLC MTEMS not to exceed \$1,000,000 for purchase of CEMS EPA gases, for use at all facilities owned and/or operated by NCPA. 12. Hudson Mechanical, Inc., MTGSA**

not to exceed \$1,000,000 to provide general T&M maintenance services related to project support for use at all facilities owned and/or operated by NCPA, Members, SCPPA/SCPPA Members. **13.** Update to PMOA Schedule 6.00 seeking approval for a revised Schedule 6.00 of the Project Management and Operations Agreement, updating contact information for various Project Participants. **14.** Review of insurance brokerage service RFP results and seek a recommendation for approval of a CSA with Aon Insurance.

**Moved by:** Azusa  
**Seconded by:** CDWR

Discussion:

<b>Vote Summary on Motion</b>		
<b>Participant</b>	<b>Vote</b>	<b>Particulars / GES</b>
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<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**

None.

## **INFORMATIONAL ITEMS**

### **15. LEC Negotiated Gas Rate Agreement**

Ken Speer presented an update on the progress for the fixed and variable components in the PG&E negotiations. A late fee will be implemented once the rate case is finalized.

### **16. Additional Operational Updates**

Chairman Martin Caballero mentioned he will be stepping down as the PPC Chairman. In the interim, Brock Costalupes will be the Chairman, and Martin Caballero will be the Vice Chairman. Martin asked the committee to bring proposals for a new Chairman and Vice Chairman to the next meeting in August.

### **Adjournment**

The next regular meeting of the PPC is scheduled for Monday August 12, 2019 at 10:00am.

The meeting was adjourned at 10:36am.

Submitted by: Melissa Conrad