



651 Commerce Drive
Roseville, CA 95678

phone (916) 781-3636
fax (916) 783-7693
web www.ncpa.com

LEC PPC Meeting Minutes

Date: August 12, 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

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 10:00am by Chairman Martin Caballero. He asked that roll be called for the Project Participants as listed below.

PPC Meeting Attendance Summary		
Participant	Attendance	Particulars / GES
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%
Summary		
Present	7	85.1858%
Absent	6	14.8142%
Quorum by #:	Yes	
Quorum by GES:	Yes	

Meeting Date:

August 12, 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 July 8, 2019 Regular Meeting were considered. The LEC PPC considered the following motion:

Date: 8/12/2019

Motion: The PPC approves the minutes from the July 8, 2019 Regular Meeting as presented or *including any edits discussed at today's meeting.*

Moved by: CDWR

Seconded by: Lodi

Discussion: There was no further discussion.

Vote Summary on Motion		
Participant	Vote	Particulars / GES
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%
Vote Summary		
Total Ayes	7	85.1858%
Total Noes	0	0.0000%
Total Abstain	0	0.0000%
Total Absent	6	14.8142%
Result:	Motion Passes	

MONTHLY REPORTS

4. Operational Reports for July 2019

Jeremy Lawson presented the Operational Report for July 2019. There were no OSHA recordable accidents, no NERC/WECC or permit violations, and no forced outages. Jeremy Lawson mentioned there was a planned 12 hour forced outage on 7/6/19, to replace leaking closed cooling water butterfly valves. The upcoming major outages for 2020-2022 are still on track with the CT main transformer replacement in May 2020, and the 2-week outage for the CT major inspection in 2021/2022.

The operational report reflected monthly production of 98,350 MWH, 394 service hours, and equivalent operating availability of 100%. The report set for the Capacity Factor @ 302MW Pmax of 43.8%. There were 2 hot starts, 12 warm starts, and 2 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 24 out of 31 available days. There were twelve short afternoon runs, 4 longer runs and 8 days straight runs in the month of July. Zackary and Jane Luckhardt expressed concern with odd data results coming from CAISO. NCPA has submitted an inquiry with CAISO for an explanation into the odd results, and Zackary will report findings.

6. Monthly Asset Report

Michael DeBortoli presented the monthly asset report for June 2019. Michael mentioned the year-end budget was below budget. The June run time was lower than usual, due to the volume of hydro production.

7. Bidding Strategies Report

Jesse Shields presented the Bidding Strategies Report for July 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 8-12)

The consent calendar was considered. Chairman Caballero asked if any Participant wished to have any item removed for separate discussion. Ken Speer asked to pull Item No. 13 2020 LEC Outage Schedule for further discussion and vote separately. Chairman Caballero 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: 8/12/2019

Motion: The PPC approves the Consent Calendar items consisting of agenda items no.: **8.** Treasurer's Report for July 2019; **9.** Financial Report for July 2019; **10.** GHG

Reports (excerted from Monthly ARB); **11.** Brenntag Pacific, Inc. 5-Year MTS not to exceed \$2,500,000 for purchase of chemicals, for use at all facilities owned and/or operated by NCPA; **12.** IEC Corporation 5-Year MTPSA not to exceed \$1,000,000 for energy related consulting services, for use at all facilities owned and/or operated by NCPA, its Members, SCPPA, and SCPPA Members;

Moved by: Lodi
Seconded by: CDWR

Discussion: There was no further discussion.

Vote Summary on Motion		
Participant	Vote	Particulars / GES
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%
Vote Summary		
Total Ayes	7	85.1858%
Total Noes	0	0.0000%
Total Abstain	0	0.0000%
Total Absent	6	14.8142%
Result:	Motion Passes	

13. Consent Item #13 – 2020 LEC Outage Schedule

The 2020 LEC Outage Schedule was pulled from the Consent Calendar by Ken Speer for further discussion. Michael DeBortoli revealed the delivery of the transformer for the 2020 outage has pushed out the outage by one month. Typically, LEC’s outages occur in April, however, the transformer is expected to arrive through customs from Germany in May 2020.

Date: 8/12/2019
Motion: The PPC approves the Agenda Item: 13 the 2020 LEC Outage Schedule.

Moved by:
Seconded by:

CDWR
Lodi

Discussion: There was no further discussion.

Vote Summary on Motion		
Participant	Vote	Particulars / GES
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%
Vote Summary		
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

14. PG&E Negotiated Gas Transmission Rate Agreement

Ken Speer presented the recommendation to approve the PG&E Negotiated Gas Transmission Rate Agreement for 4 years (2019-2022). Chairman Caballero then asked if any Participant wished to abstain from this item. There were no abstentions. The LEC PPC considered the following motion:

Date: 8/12/2019

Motion: The PPC approves to delegate authority to NCPA to execute the Negotiated Gas Transmission Rate Agreement between NCPA and Pacific Gas & Electric.

LEC PPC approves a negotiated rate agreement, subject to legal counsel review of the final agreement and determination that the terms of the agreement are consistent with the existing negotiated rate agreement including the terms and conditions presented to the PPC today. If there are any substantive changes the agreement will be brought back for PPC review and approval.

This recommendation is based upon the staff analysis of the rates up to a 10% increase to either the volumetric or fixed rates. Any reduction in the rates would not change the approval.

Moved by: Lodi
Seconded by: CDWR

Discussion: There was no further discussion.

Vote Summary on Motion		
Participant	Vote	Particulars / GES
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%
Vote Summary		
Total Ayes	7	85.1858%
Total Noes	0	0.0000%
Total Abstain	0	0.0000%
Total Absent	6	14.8142%
Result:	Motion Passes	

15. Appointment of a New Chairperson for LEC PPC Committee

Chairman Caballero asked participants for nominations for a new LEC PPC Committee chairperson. The participants nominated Jiayo Chiang with the City of Lodi. Chairman

Caballero then asked if any Participant wished to abstain the election of a new chairperson and Lodi abstained. The LEC PPC considered the following motion:

Date: 8/12/2019

Motion: The PPC approves election of Jiayo Chiang to serve as the new Chairperson of the LEC Project Participant Committee to conduct the business of the PPC pursuant to the Power Sales Agreement and the Project Management and Operations Agreement.

Moved by: CDWR

Seconded by: Azusa

Discussion: There was no further discussion.

Vote Summary on Motion		
Participant	Vote	Particulars / GES
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	Abstain	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%
Vote Summary		
Total Ayes	6	75.6858%
Total Noes	0	0.0000%
Total Abstain	1	9.5000%
Total Absent	6	14.8142%
Result:	Motion Passes	

16. Appointment of a New Vice Chairperson for LEC PPC Committee

Chairman Martin Caballero asked the committee for proposals for a new Vice Chairman and Ghassan Alqaser with the CDWR requested to remain the Vice Chairman. The participants agreed and no vote needed.

INFORMATIONAL ITEMS

17. Additional Operational Updates

Michael DeBortoli mentioned CAISO's Project III – Interconnection Prospect Storage may create additional congestion of 50 MW to Gold Hill. NCPA has sent in notice to become part of a congestion study for the overload and reliability potentials. Michael will report on findings when they become available.

Adjournment

The next regular meeting of the PPC is scheduled for Monday September 9, 2019 at 10:00am.

The meeting was adjourned at 11:32am.

Submitted by: Melissa Conrad