



SUMMARY MINUTES

ABAG Power Executive Committee Meeting 99-04

April 21, 1999

Metro Center 101 8th Street, Oakland CA 94607

1. WELCOME AND INTRODUCTIONS

Ken Blackman opened the meeting with introductions at 12:10 p.m.

Committee Representatives

Ken Blackman
Cheryl Jackson
Kathy Brown
Mike Garvey
Ross Hubbard
Alan Nadritch
Christine Cleary
David Finigan
Ken Moy

Jurisdictions

City of Santa Rosa
City of Milpitas
County of Contra Costa
City of San Carlos
Town of Moraga
City of Benicia
ABAG
ABAG
ABAG

Committee Representatives Absent

John deRussy
Wayne Green

City of San Mateo
City of Salinas

2. PUBLIC COMMENT

There was no public comment.

3. APPROVAL OF MINUTES

It was moved by Nadritch/S/Brown/C/ with Nadritch abstaining on the approval of the February 17, 1999 minutes and Jackson and Hubbard abstaining on the approval of the March 18, 1999 minutes, to adopt and approve the minutes of the February 17, 1999 and March 18, 1999 minutes.

4. REVIEW OF VISIT TO NCPA

Dave Finigan reviewed information presented at the Executive Committee's visit to Northern California Power Association. The Committee agreed that ABAG POWER should consider developing a closer relationship with NCPA. Staff will meet with NCPA prior to the next Executive Committee meeting to discuss membership options of being affiliated with NCPA.

5. REVIEW OF APRIL ENERGY PURCHASE

Dave Finigan reviewed the April energy purchase. The best proposal was from Enron at a PX index price for the NP-15 constrained day ahead market zonal clearing price plus \$0.25. This contract represents a \$0.12 discount to the PX.

6. REVIEW OF NATURAL GAS PROGRAM AND OPTIONS FOR INCREASED PROGRAM SAVINGS

Dave Finigan noted that the natural gas program generated 7% savings in its first year of operations, compared to PG&E. However, in the second and third years, the program experienced 1%-2% savings. The program can expect limited annual savings based on current program contracts and market conditions.



To increase program savings, two options were reviewed by staff. Option A seeks to increase program commitment of member agencies to three years to enable longer-term contracts between ABAG POWER and the gas supplier to allow for improved purchasing options and discounts. Option B seeks to increase the program commitment by member agencies to five years to provide an opportunity to finance the advance purchase of gas supply at a discount price.

Informational letters to member agencies will be sent out in May notifying them of their individual savings and requesting their continuance with the program. It was moved by Jackson/S/Nadritch/C/ to adopt and approve Option A: increase program commitment of member agencies to three years.

7. STATUS REPORTS OF CELLNET METER INSTALLATION, BILLING AND PAST DUE ACCOUNTS

Dave Finigan reported that CellNet meter installation is progressing. To date, 175 meters have been installed and 40 meters are scheduled to be installed over the next 45 days.

Christine Cleary reported that the Billing Subcommittee met on April 15 to discuss the detailed report invoice generated by Arizona Public Service. The subcommittee had no changes to the format or data presented in this report. The subcommittee will convene on May 11 to discuss the fiscal year-end true-up invoice.

Christine Cleary also reported that the amount from past due accounts has decreased from \$300,000 as of March to \$260,000 in April. Staff will continue to monitor past due accounts and work with members to keep their accounts current.

8. ADJOURN

The meeting was adjourned at 12:42 p.m.