



SUMMARY MINUTES

ABAG POWER Annual Board of Directors' Meeting 2010

October 28, 2010

Joseph P Bort MetroCenter

101 Eighth Street, Oakland, CA 94607-4756

WELCOME

Chairman John Cerini opened the meeting of the ABAG POWER Board of Directors' with introductions at 10:00 a.m.

The agencies having a representative at this meeting were as follows:

Jurisdictions Represented

City of Alameda
City of Benicia
City of El Cerrito
City of Gonzales
City of Hercules
City of Los Altos
City of Millbrae
City of Newark
City of Orinda
City of Pacifica
City of Richmond
City of Salinas
City of Saratoga
City of Union City
City of Vallejo
County of Butte
County of San Mateo
County of Santa Clara
Golden Gate Bridge & Highway District
Hayward Area Recreational District
(H.A.R.D.)
Housing Authority for the County of Alameda
RAFC
Town of Moraga
Vallejo Sanitation and Flood Control District

Representatives

Marge McLean
Rob Sousa
Maria Sanders
Carlos Lopez
Raj Pankhania
Brian McCarthy
Ron Popp
Peggy Claassen, Lenka Diaz
Monica Pacheco
Ann Ritzma
Adam Lenz
Miguel Gutierrez
Thomas Scott
Richard Sealana
John Cerini
Grant Hunsicker
Doeg Koenig
Brad Vance, Jill Boone
Jennifer Mennucci
Karl Zabel
Tom Makin
Teri Green
Emily Boyd
Humberto Molina/Ron Matheson



Guests Present

Patrick Stoner

Statewide Local Government

Staff:

Ezra Rapport

ABAG

Herbert Pike

ABAG

Jerry Lahr

ABAG POWER

Kenneth Moy

ABAG

Deborah Lawyer

ABAG

WELCOME & CHAIRMAN'S OPENING REMARKS

Chairman Cerini welcomed the board members and provided a brief history and a general overview of the ABAG POWER Program. He introduced and extended a special acknowledgment to the 2009-10 Executive Committee and the ABAG POWER Staff.

PUBLIC COMMENTS

There were no public comments.

APPROVAL OF SUMMARY MINUTES OF OCTOBER 29, 2009 ANNUAL BOARD MEETING

Motion was made by Mennuci/S/Sousa/19:0:0/C/ to approve the Summary Minutes of October 29, 2009 ABAG POWER Annual Board of Directors' meeting.

ELECTION OF ABAG POWER OFFICERS (CHAIR AND VICE CHAIR)

Motion was made by Popp/S/Mennuci/19:0:0/C/ to elect Chris Schroeder of the City of Milpitas as Chairman and Jennifer Mennucci as Vice-Chairman of the ABAG POWER Executive Committee for program year 2010-11.

CONFIRMATION OF EXECUTIVE COMMITTEE MEMBERS

Motion was made by Ritzma/S/Mclean/19:0:0/C/ to approve the proposed ABAG POWER Executive Committee for program year 2010-2011 as follows:

Mark Armstrong, City of Santa Rosa

Michael Lango, County of Contra Costa

Jennifer Mennucci, Golden Gate Bridge, Highway & Transportation District

Raj Pankhania, City of Hercules

Ron Popp, City of Millbrae

Chris Schroeder, City of Milpitas

Richard Sealana, City of Union City



STAFF REPORT AND REVIEW OF NATURAL GAS PROGRAM

Lahr provided an in-depth report on the operations of the Natural Gas Program for the 2009-10 fiscal year. He also provided a multi-year review of the program, and discussed the program goals, long-term program achievements and gas purchasing strategies.

The program's net savings for the year ending June 30, 2010 was -16.0%, while the average savings for the period January 2003 to present was approximately -3.0%. During this entire period the Program has achieved greater price stability than PG&E.

ABAG POWER's blend of long-term and short-term gas purchases resulted in a weighted average cost of gas for the year of \$6.24/Dth, representing a decrease of approximately 15% over the prior year. The program's monthly rate operated in range of approximately +/- \$1.25, as compared to the range for PG&E's similar (GNR-1) rate of approximately +/- \$1.80.

The program's natural gas buying strategy was modified by the Executive Committee to slightly reduce the program's dependence on long-term contracts. ABAG POWER will continue to look to the forward gas commodity markets to increase its overall hedged position as favorable buying opportunities become available.

ENERGY DATA PILOT

Lahr provided a brief history, purpose and cost estimates of the Pilot Project which was initiated in 2009 using the City of Milpitas as the test agency. He referred members to his May 5, 2010 Notice of Intent memo which was sent to the ABAG POWER members. Lahr said that by the due date of June 1, 2010, no positive response was received to join the program. The cost factor seemed to be the main concern amongst the ones who had initially shown interest in the Pilot Project.

At its June, 2010 meeting, the Executive Committee recommended that the Energy Data Pilot Project not be expanded but instead be brought to a conclusion by July 31, 2010.

FINANCIAL REVIEW

Herbert Pike presented the preliminary financial reports for fiscal year ending June 30, 2010. Auditors were in the process of auditing the financial statements, which will be available by December, 2010.

ELECTRIC DIRECT ACCESS UPDATE/OPPORTUNITIES

Lahr provided the members with an Electric Direct Access 2010 Fact sheet which provided information on Direct Access eligibility, legislation, phase in periods and ESP requirements.



ENERGY EFFICIENCY PROGRAM UPDATES

Lahr provided a status update on various energy efficiency and sustainability programs being undertaken by ABAG as follows:

- Local Government Partnerships with PG&E – Energy Watch
- ABAG Green Communities with PG&E
 - GHG Emissions Inventory Assistance
 - Energy Use Benchmarking
- Energy Upgrade California (Retrofit Bay Area)
- DOE Better Buildings Program

SILICON VALLEY SOLAR PROJECT

Rachel Massaro updated members on the multi-agency, collaborative solar procurement project lead by Santa Clara County and Joint Venture Silicon Valley.

GUEST SPEAKER – Patrick Stoner – Statewide Local Government, Energy Efficiency Best Practice Coordinator

Stoner shared the goals and responsibilities of his new position, including tracking local government progress in implementing California’s Long-term Energy Efficiency Strategic Plan.

ADJOURNMENT

Chairman Cerini adjourned the meeting at 1:00 p.m.

/vm

*Example of a motion – *[Member No. 1/S/Member No. 2/O/Member No. 3/roll call vote/C/8:0:0]* means Member No.1 motions, seconded by Member No.2, Opposed by Member No. 3, after roll call vote, motion carries, 8 = “yes” votes, 0 = “no” votes and 0 = abstentions.