

MEMORANDUM

ASSOCIATION OF BAY AREA GOVERNMENTS

Representing City and County Governments of the San Francisco Bay Area

Attachment 3A



SUMMARY MINUTES

**ABAG Power Executive Committee
Teleconference/Regular Meeting 2010-05**

December 15, 2010

Metro Center, ABAG's Conference Room B
101 8th Street, Oakland, CA 94607

WELCOME AND INTRODUCTIONS

Chairman Chris Schroeder opened the meeting with introductions at 12:05 p.m.

Committee Representatives

Mark Armstrong
Jennifer Mennucci (via teleconference)
Ron Popp
Chris Schroeder (Chairman)
Richard Sealana

Jurisdictions

City of Santa Rosa
Golden Gate Bridge District
City of Millbrae
City of Milpitas
City of Union City

Members Absent

Raj Pankhania
Mike J. Lango

City of Hercules
County of Contra Costa

Staff Present

Herbert Pike
Ken Moy
Jerry Lahr
Debra Lawyer

ABAG
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ABAG

PUBLIC COMMENTS & ANNOUNCEMENTS

There were no public comments.

APPROVAL OF SUMMARY MINUTES OF AUGUST 25, 2010

Motion was made by Popp/S/Sealana/roll call vote/C/4:0:1 (Chris Schroeder abstained) to approve the Summary Minutes of August 25, 2010 Executive Committee Meeting.

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REPORT ON NATURAL GAS PROGRAM

Monthly Summary of Operations FY 10-11

Lahr provided the members with the Monthly Summary of Operations report for FY 2010-11. He said that the cumulative savings in comparison with PG&E as of October 31, 2010 is a low -0.8% as compared to a significant -16.3% at the end of June, 2010.

Historical Market Price Chart

Lahr presented a chart showing historical natural gas market prices indicating the monthly and daily market price indices at PG&E Citygate, along with the futures market prices.

Gas Hedge Chart

Lahr provided the members with a chart showing ABAG POWER's long-term gas purchases. A new 3-month winter package for the months of December, 2010, January & February, 2011 was added recently. Lahr will be looking to purchase a few long-term gas contracts, starting from the month of April, 2011.

2009-10 NATURAL GAS PROGRAM TRUE-UP

Lahr presented and discussed the annual true-up for FY 2009-10. In aggregate the true-up represented an overcollection of \$1,116,483. This amount will be returned to members on the final 8 invoices of the current fiscal year (Nov '10– Jun '11).

Master accounts with a credit totaled \$1,239,642.

Master accounts with a debit totaled \$123,159.

2010-11 BUDGET UPDATE

Lahr updated the committee on the current year budget and expenses. The committee concluded that no changes to the current levelized billings are necessary at this time.

CITY OF VALLEJO ACCOUNT OPT-OUT REQUEST

The City of Vallejo has requested ABAG POWER to allow 3 specific accounts which fall under their transportation division to be opted-out of the program bypassing their commitment to the three-year opt-out rules as laid down in the ABAG POWER Aggregation Agreement.

Following discussion of the request a motion was made (Schroeder/S/Mennucci/roll call vote/C/5:0:0) to respond to the City of Vallejo indicating that absent any extenuating circumstances, their three accounts will be held to the three-year opt-out rule as per the Natural Gas Aggregation Agreement.

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ABAG ENERGY PROGRAMS UPDATE

Lahr provided the Committee with an update on ABAG's current energy-related funding proposals.

These proposals/programs are:

- DOE Retrofit Ramp-Up
- CEC Retrofit Bay Area
- PG&E Green Communities:
 - GHG Inventory Assistance
 - Energy Benchmarking Assistance

2011 MEETING SCHEDULE

Motion was made by Sealana/S/Popp/roll call vote/C/5:0:0 to approve the proposed meetings for calendar year 2011 as presented.

ADJOURNMENT

Chairman Schroeder adjourned the meeting at 1:08 p.m.

/vm

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