

CLERKS DULY NOTIFIED.....September 11, 2014
AGENDA PACKAGES/CDS FEDEXED TO MEMBERS..... September 11, 2014

MINUTES
EXECUTIVE COMMITTEE
THURSDAY, SEPTEMBER 18, 2014
FLORIDA MUNICIPAL POWER AGENCY
8553 COMMODITY CIRCLE
ORLANDO, FL 32819

PARTICIPANTS PRESENT

Bushnell	-	Bruce Hickle
Clewiston	-	Danny Williams (via telephone)
Fort Meade	-	Fred Hilliard
Fort Pierce	-	Bill Thiess
Havana	-	Howard McKinnon
Jacksonville Beach	-	Harry Royal
Key West	-	Lynne Tejada
Kissimmee	-	Larry Mattern
Leesburg	-	Patrick Foster
Newberry	-	Bill Conrad
Ocala	-	Matt Brower
Starke	-	Ricky Thompson (via telephone)

PARTICIPANTS ABSENT

Green Cove Springs - Ray Braly

OTHERS PRESENT

Mike Perri, Fort Pierce
Tom Geoffrey, Florida Gas Utility
George Forbes, Jacksonville Beach (via telephone)
David Thornton, Wells Fargo
Donna Painter, nFront Consulting LLC
Pilar Turner, Vero Beach
Randy Old, Vero Beach
Jim Hilty, Sr., Ocala City Council
David Anderson, Ocala
Larry Novak, Ocala
Gregg Woessner, KUA
Grant Lacerte, KUA
Craig Dunlap, Dunlap & Associates, Inc.
Matt Williams, Bank of America Merrill Lynch

STAFF PRESENT

Nick Guarriello, General Manager and CEO
Fred Bryant, General Counsel
Jody Finklea, Assistant General Counsel and Manager of Legal Affairs
Mark McCain, Assistant General Manager, Public Relations & Human Resources
Mark Larson, Assistant General Manager, Finance and Information Technology and CFO
Frank Gaffney, Assistant General Manager, Power Resources
Michelle Pisarri, Administrative Coordinator
Sue Utley, Executive Assistant to the CEO/Asst. Secy to the BOD
Bud Boudreaux, Executive Consultant
Edwin Nunez, Jr., Assistant Treasurer/Debt
Rich Popp, Contract Compliance Audit and Risk Manager
Rick Minch, Controller
Carl Turner, Transmission Planning Manager
Cairo Vanegas, Operations Engineer III
Carol Chinn, Regulatory Compliance Officer
Jim Arntz, Senior Financial Analyst
Janet Davis, Treasury Manager

ITEM 1 - CALL TO ORDER, ROLL CALL, AND DECLARATION OF QUORUM:

Chairman Howard McKinnon, Havana, called the FMPA Executive Committee meeting to order at 10:04 a.m. on Thursday, September 18, 2014 in the Boardroom, Florida Municipal Power Agency, 8553 Commodity Circle, Orlando, Florida. The roll was taken and a quorum was declared with 12 members present out of a possible 13.

ITEM 2 – SET AGENDA (BY VOTE):

MOTION: Mr. Conrad, Newberry, moved to set the agenda as presented. Mr. Brower, Ocala, seconded the motion. Motion carried 12-0.

ITEM 3 – RECOGNITION OF GUESTS:

Ms. Turner, Vero Beach, recognized Mr. Randy Old who is a candidate for Vero Beach City Council.

Mr. Brower, Ocala, recognized Ocala City Councilman Jim Hilty.

Mr. Larson, FMPA, introduced Kurian Varghese, a new staff member in the Auditing Department.

Mr. Gaffney, FMPA, introduced Cairo Vanegas, FMPA's new Operations Engineer III.

ITEM 4 – PUBLIC COMMENTS:

Mr. Foster, Leesburg, stated that Mr. Paul Kalv send his regards to the committee.

ITEM 5 – COMMENTS FROM THE CHAIRMAN:

Chairman McKinnon welcomed everyone.

ITEM 6 – REPORT FROM GENERAL MANAGER:

Nick Guarriello, General Manager, reported on the following items: FMPA website redesign; EPA's clean power plan proposed rule.

ITEM 7 –SUNSHINE LAW UPDATE IN A MINUTE:

Jody Finklea, Assistant General Counsel and Manager of Legal Affairs, provided a verbal report on recent Sunshine Law news.

ITEM 8 –CONSENT AGENDA:

Item 8a – Approval of Meeting Minutes–Meeting Held August 21, 2014; Taylor Swaps Workshop – Workshop Held August 21, 2014; ARP Telephonic Rate Workshop Minutes – Workshop Held August 7, 2014

Item 8b - Approval of Treasury Report as of August 31, 2014

Item 8c – Approval of Agency and All-Requirements Project Financials as of July 30, 2014

Item 8d – Approval of Rate Schedule B-1 for FY2015

MOTION: Mr. Thiess, Fort Pierce, moved approval of the consent agenda as presented. Mr. Brower, Ocala, seconded the motion. Motion carried 12-0.

The meeting was recessed at 10:27 a.m.

The meeting was reconvened at 10:37 a.m.

EC 8a -

ITEM 9 – ACTION ITEMS:

Item 9a—Approval of Resolution 2014-EC4 – Approval of ARP Budget Amendment

MOTION: Mr. Mattern, Kissimmee, moved approval of Resolution 2014-EC4. Mr. Brower, Ocala, seconded the motion. The Resolution was read by title.

RESOLUTION OF THE EXECUTIVE COMMITTEE OF FLORIDA MUNICIPAL POWER AGENCY: (I) AMENDING THE ALL-REQUIREMENTS POWER SUPPLY PROJECT BUDGET FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2013, AND ENDING SEPTEMBER 30, 2014; (II) ADOPTING THE AMENDED ALL-REQUIREMENTS POWER SUPPLY PROJECT BUDGET FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2013, AND ENDING SEPTEMBER 30, 2014; AND (III) PROVIDING AN EFFECTIVE DATE.

Motion carried 12-0.

Item 9b—Taylor Swaps Update and Termination Authorization Change Recommendation

MOTION: Mr. Conrad, Newberry, moved approval of changing the Executive Committee's standing authorization to automatically terminate any and all Taylor Swaps when the net cost to do so does not exceed \$5,000,000 for each swap contract. (Equates to \$45,000,000 for the 9 remaining swaps. Plus any advisory and non-termination bank costs, which shall not be subject to the \$5 million limitation.). Additionally, move approval for staff to notify the Executive Committee on at least a 24 hours notice to schedule a meeting when any individual swap contract termination value reaches \$7 million, and direct to staff to prepare amendments to appropriate documentation to permit the existing lines of credit for the ARP to be used to pay termination costs. Staff is further directed to report weekly to the Executive Committee the termination value for the 9 remaining swaps. Mr. Mattern, Kissimmee seconded the motion. Roll Call Vote was taken. Motion passed unanimously 12-0.

The meeting was recessed at 12:08pm.
The meeting was reconvened at 12:40pm.

ITEM 10 – INFORMATION ITEMS:

- a. **Discussion of Potential Winter 2015 Fixed Price Natural Gas Hedging Options**
- b. **Transmission Planning and Related Services to New Smyrna, Homestead and Lake Worth.**
- c. **Discussion of Procedure No. 2 – Reimbursement of Travel Expenses to Members**
- d. **Hedge Portfolio Position Update – July 2014**
- e. **Status of Preparations for Ft. Meade CROD**

Staff reported on each of the above items.

ITEM 12 – MEMBER COMMENTS:

Mr. McCain reminded FMPA Board Officers that their photos were to be taken when the meeting adjourned.

There being no further business, the meeting was adjourned at 2:24 p.m.


Howard McKinnon
Chairperson, Executive Committee


Sue Utley
Assistant Secretary

Approved: October 16, 2014

Seal

