

MINUTES
ARP ALTERNATIVE FIXED COST ALLOCATORS/PEAK SHAVING
- COST SHIFTING WORKSHOP
THURSDAY, APRIL 3, 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
	Green Cove Springs-		Ray Braly (via telephone)
	Havana	-	Howard McKinnon
	Jacksonville Beach	-	George Forbes
	Key West	-	Lynne Tejeda (via telephone)
	Kissimmee	-	Larry Mattern
	Leesburg	-	Patrick Foster
	Newberry	-	Bill Conrad
	Ocala	-	Matt Brower
	Starke	-	Marc Oody

*need 7 or more present for quorum

OTHERS PRESENT	Lynne Mila, Clewiston (via telephone)
	Mike Perri, Fort Pierce
	Bill Baldwin, Fort Pierce
	Roy Trotter, Jacksonville Beach (via telephone)
	Fred Culpepper, Key West (via telephone)
	Dale Finigan, Key West (via telephone)
	Al Minner, Leesburg
	Bill Spinnelli, Leesburg
	Bill Polk, Leesburg
	Larry Novak, Ocala
David Anderson, Ocala	

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
	Tom Reedy, Assistant General Manager, Power Resources
	Sue Utley, Executive Assistant to the CEO/Asst. Secy. to the BOD

Bud Boudreaux, Executive Consultant
Jim Arntz, Senior Financial Analyst
Ann Beckwith, Green Energy and Regulatory Specialist

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

Chairman Howard McKinnon, Havana, called the FMPA ARP Alternative Fixed Cost Allocators/Peak Shaving-Cost Shifting Workshop to order at 12:31 p.m. on Thursday, April 3, 2014, in the Board Room, Florida Municipal Power Agency, 8553 Commodity Circle, Orlando, Florida.

ITEM 2 - INFORMATION ITEM

a. Introduction

Nicholas Guarriello briefed the workshop participants on the following items:

- 1) The upcoming Policy Makers Liaisons Committee meeting being held at Stanton Energy Center on April 16, 2014
- 2) The upcoming Board of Directors and Executive Committee meetings being held April 17, 2014 at FMPA's offices
- 3) A meeting held with Vero Beach City Officials held yesterday, April 2, 2014, and that a summary of the meeting will be sent to the Executive Committee members next week
- 4) Crystal River 3 Update

b. Alternative Fixed Cost Allocators/Peak Shaving - Cost Shifting Discussion

A briefing was given by Nick Guarriello and a discussion was held about the willingness of the four cities currently conducting peak shaving to stop the practice of using generation and voltage reduction by September 30, 2014 and using customer generation by September 30, 2015.

Larry Mattern, Kissimmee, wanted the record to reflect that Kissimmee Utility Authority, as an entity, would promise not to do demand side management if this compromise for all Members is adopted.

Nick Guarriello reminded the group that if, at some point in the future, demand side management would benefit the entire ARP Project, then the Staff would look into demand side management as a whole.

Further discussion was to give consideration to the development of a definition of what peak shaving/demand side management should be developed and followed by all Members.

It was requested that staff consider a one-year look back in 2016 (September 30, 2016 back to October 1, 2015) be conducted and, on that basis, a new levelized demand allocator be considered.

Staff will bring back an action item to follow this workshop for the May Executive Committee meeting.

Fred Hilliard, Fort Meade, reminded staff that Fort Meade's CROD takes effect January 1, 2015 and should be reflected in any documentation about the limitations on peak shaving.

Chairman McKinnon, Havana, thanked all four cities for their willingness to work with the entire Executive Committee on this issue.

There being no further business, the meeting was adjourned at 1:35 p.m.

Approved:_____