

CLERKS DULY NOTIFIED.....SEPTEMBER 9, 2015
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MINUTES
FMPA BOARD OF DIRECTORS MEETING
FLORIDA MUNICIPAL POWER AGENCY
8553 COMMODITY CIRCLE
ORLANDO, FLORIDA
THURSDAY, SEPTEMBER 17, 2015
9:30 A.M.

MEMBERS PRESENT Bruce Hickle, Bushnell (via telephone)
Danny Williams, Clewiston (via telephone)
Fred Hilliard, Fort Meade (via telephone)
Clay Lindstrom, Fort Pierce
Bob Page, Green Cove Springs
Howard McKinnon, Havana
Barbara Quinones, Homestead
Allen Putnam, Jacksonville Beach
Lynne Tejeda, Key West
Larry Mattern, Kissimmee
Alan Shaffer, Lakeland (via telephone)
Patrick Foster, Leesburg
Charles Revell, Mount Dora (via telephone)
Sandra Wilson, Ocala (via telephone)
Tom Ernhardt, Starke
Randy Old, Vero Beach

OTHERS PRESENT Paul Jakubczak, Fort Pierce
Mike Perri, Fort Pierce
George Forbes, Jacksonville Beach (via telephone)
Joe Hostetler, Kissimmee
Grant Lacerte, Kissimmee
Michael Poucher, Ocala
David Anderson, Ocala
Craig Dunlap, Dunlap & Associates, Inc.
Steven Stein, nFront Consulting
Doug Prevett, BBVA
Wayne Bertsch, Wilson & Associates
Tim Zorc, Indian River County

STAFF PRESENT Nick Guarriello, General Manager and CEO (via telephone)
Jody Finklea, Assistant General Counsel and Manager of Legal Affairs
Frank Gaffney, Assistant General Manager, Power Resources
Mark McCain, Assistant General Manager, Member Services, Human Resources and Public Relations
Mark Larson, Assistant General Manager, Finance and Information Technology and CFO
Sue Utley, Executive Asst./Asst. Secy. to the Board
Michelle Pisarri, Power Resources Secretary II
Tom Richards, Executive Consultant
Rick Minch, Controller
Michele Jackson, System Planning Manager
Luis Cruz, Information Technology Manager
Janet Davis, Treasury Manager
Brian Kosson, Accountant I
Rich Popp, Contract Compliance Audit and Risk Manager
Jim Arntz, Senior Financial Analyst

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

Vice Chairman Barbara Quiñones, Homestead, called the Board of Directors meeting to order at 9:32 a.m. on Thursday, September 17, 2015 in the Board Room at Florida Municipal Power Agency, 8553 Commodity Circle, Orlando, Florida. The roll was taken and a quorum was declared with 16 members present representing 29.5 votes out of a possible 48.5.

ITEM 2 – Recognition of Guests

Tim Zorc, Indian River County

ITEM 3 – PUBLIC COMMENTS (Individual Public Comments Limited to 3 Minutes)

None

ITEM 4 – SET AGENDA (by vote)

MOTION: Lynne Tejeda, Key West, moved approval of the agenda as presented. Allen Putnam, Jacksonville Beach, seconded the motion. Motion carried 29.5-0.

ITEM 5 – REPORT FROM THE GENERAL MANAGER

Nicholas Guarriello reported on the status of the CR3 settlement with Duke Energy Florida; the survey sent to Members on the general fund transfers; and Jerry Warren's retirement from Winter Park.

ITEM 6 – Consent Agenda

- a. Approval of Minutes – Board of Directors Meeting held August 20, 2015
- b. Approval of the Projects' Financials as of July 31, 2015
- c. Approval of the Treasury Reports as of July 31, 2015

MOTION: Allen Putnam, Jacksonville Beach, moved approval of the Consent Agenda as presented. Patrick Foster, Leesburg, seconded the motion. Motion carried 29.5-0.

ITEM 7 – ACTION ITEMS

a. Approval to Discontinue Publishing Legal Notices in the Orlando Sentinel Newspaper for Board of Directors Meetings

MOTION: Larry Mattern, Kissimmee, moved approval of staff discontinuing to publish notices of FMPA's Board of Directors meetings in the *Orlando Sentinel*. Lynne Tejada, Key West, seconded the motion. Motion carried 29.5-0.

b. Approval of FMPA's Disaster Recovery Site – Auditor General Finding No. 15

The Board of Directors discussed whether to add an additional disaster recovery site or keep the existing site in Orlando.

MOTION: Howard McKinnon, Havana, moved to keep the existing disaster recovery site at DataSite Orlando. Clay Lindstrom, Fort Pierce, seconded the motion. Motion carried 26-3.5. Green Cove Springs and Homestead voted nay.

c. Approval to Periodically Evaluate Employee Benefits – Auditor General Finding No. 5

MOTION: Larry Mattern, Kissimmee, moved approval for FMPA staff to prepare a fiscal 2015 special report—which will be reviewed by FMPA's Independent Auditors and presented to the Board of Directors—on Other Post-Employment Benefits (OPEB) and Compensated Absences for the purpose of evaluating the impact of projected increases in benefit package costs provided to employees, and separately, retain an independent actuary every other fiscal year to perform the GASB 45 Annual Required Contribution (ARC) related to OPEB beginning with fiscal 2015 while directing FMPA staff to perform the ARC in alternating years. Lynne Tejada, Key West, seconded the motion. Motion carried 29.5-0.

d. Approval of Resolution 2015-B3 – Budget Amendment for FY 2015 of the Stanton Project.

Resolution 2015-B3 was read by title as follows:

RESOLUTION OF THE BOARD OF DIRECTORS OF FLORIDA MUNICIPAL POWER AGENCY: (I) AMENDING THE STANTON PROJECT BUDGET FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2014, AND ENDING SEPTEMBER 30, 2015; (II) ADOPTING THE AMENDED BUDGET FOR THE STANTON PROJECT FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2014, AND ENDING SEPTEMBER 30, 2015; AND (III) PROVIDING AN EFFECTIVE DATE.

MOTION: Howard McKinnon, Havana, moved approval of Resolution 2015-B3. Allen Putnam, Jacksonville Beach, seconded the motion. Motion carried 29.5-0.

e. Approval of Resolution 2015-B4 – Budget Amendment for FY 2015 of the Tri-City Project.

Resolution 2015-B4 was read by title as follows:

RESOLUTION OF THE BOARD OF DIRECTORS OF FLORIDA MUNICIPAL POWER AGENCY: (I) AMENDING THE TRI-CITY PROJECT BUDGET FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2014, AND ENDING SEPTEMBER 30, 2015; (II) ADOPTING THE AMENDED BUDGET FOR THE TRI-CITY PROJECT FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2014, AND ENDING SEPTEMBER 30, 2015; AND (III) PROVIDING AN EFFECTIVE DATE.

MOTION: Allen Putnam, Jacksonville Beach, moved approval of Resolution 2015-B4. Patrick Foster, Leesburg, seconded the motion. Motion carried 29.5-0.

ITEM 8 – INFORMATION ITEMS

a. State Legislative Update

William Peebles updated the Board of Directors on the upcoming Legislative Session which starts in January 2016 and gave an update on what he feels will come up in the Legislative Session affecting FMPA and Florida's municipal electric utilities.

b. Update on Travel Expenditures – Auditor General Finding No. 12

Mark McCain, Assistant General Manager, Member Services, Human Resources and Public Relations, reported on Auditor General Finding No. 12 – Travel Expenditures and the proposed changes to FMPA's travel policy.

c. SEC Compliance, Continuing Disclosure Policies and Procedures

Jody Finklea, Assistant General Counsel and Manager of Legal Affairs, reported on the Agency's SEC compliance efforts, development of a municipal finance disclosure policy and procedures, and the responsibilities the Board of Directors will have when FMFA issues future bonds.

d. Use of Development Funds for SMR Technology Feasibility Studies

Frank Gaffney reported on the SMR Technology Feasibility Studies funding.

e. Update on Senior Management Contracts – Auditor General Findings Nos. 6 and 7

Barbara Quiñones, Vice Chairman, reported on this item for the Chairman as a result of the Board Officers meeting Held August 6, 2015.

ITEM 9 – MEMBER COMMENTS

Bob Page, Green Cove Springs, said the Board needs to give the General Manager and CEO and General Counsel three to five goals for them to work on for their performance evaluations next year. Also, the Board needs to start succession planning for these two positions.

Barbara Quiñones, Homestead, agreed that the Board needs to give the General Manager and CEO and General Counsel key objectives to accomplish this next year.

Howard McKinnon, Havana, suggested that since the Board has a Strategic Plan, that the items from the plan be the objectives for the two appointed Officers.

ITEM 10 – ADJOURNMENT

There being no further business, the meeting was adjourned at 12:01 p.m.

Barbara Quiñones

Barbara Quiñones
Vice Chairman, Board of Directors

Lynne Tejeda

Lynne Tejeda
Secretary

Approved: November 19, 2015

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