

**CLERKS DULY NOTIFIED.....March 9, 2016**  
**AGENDA PACKAGES/CDS FEDEXED TO MEMBERS..... March 9, 2016**

**MINUTES**  
**EXECUTIVE COMMITTEE**  
**THURSDAY, MARCH 17, 2016**  
**FLORIDA MUNICIPAL POWER AGENCY**  
**8553 COMMODITY CIRCLE**  
**ORLANDO, FL 32819**

**PARTICIPANTS PRESENT**

Bushnell	-	Bruce Hickle
Clewiston	-	Lynne Mila
Fort Meade	-	Fred Hilliard (via telephone)
Fort Pierce	-	Clay Lindstrom
Green Cove Springs	-	Robert Page
Havana	-	Howard McKinnon
Jacksonville Beach	-	Allen Putnam
Key West	-	Lynne Tejeda (via telephone)
Kissimmee	-	Larry Mattern
Leesburg	-	Patrick Foster
Newberry	-	Bill Conrad
Ocala	-	Mike Poucher

**PARTICIPANTS ABSENT**

Starke	-	Tom Ernharth
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**OTHERS PRESENT**

David Anderson, Ocala  
George Forbes, Jacksonville Beach (via telephone)  
Paul Jakubziac, Fort Pierce  
Craig Dunlap, Dunlap & Associates  
Grant Lacerte, Kissimmee (via telephone)

**STAFF PRESENT**

Nick Guarriello, General Manager and CEO  
Fred Bryant, General Counsel  
Jody Finklea, Deputy 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

Edwin Nunez, Assistant Treasurer/Debt  
Rick Minch, Controller  
David Schumann, Power Generation Fleet Manager  
Rich Popp, Contract Compliance Audit and Risk Manager  
Janet Davis, Treasury Manager  
Tom Richards, Executive Consultant

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

Chairman Howard McKinnon, Havana, called the FMPA Executive Committee meeting to order at 11:45 a.m. on Thursday, March 17, 2016 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. Mattern, Kissimmee, moved to set the agenda as revised with Information Item 10d (Hedge Position Portfolio Update – December 2015 and January 2016) being renamed and moved to the Consent Agenda as Item 8d (Acceptance of Hedge Position Portfolio Update – December 2015 and January 2016), and the addition of a time-sensitive new Action Item 9a – Approval of Cane Island Unit 2 Repair and Settlement with General Electric. Mr. Putnam, Jacksonville Beach, seconded the motion. Motion carried 12-0.

**ITEM 3 – RECOGNITION OF GUESTS:**

Chairman McKinnon, recognized Lynne Mila, Clewiston's new Executive Committee representative.

Carl Turner, FMPA, introduced new staff member, Ian Beason, Electric Asset Engineer.

**ITEM 4 – PUBLIC COMMENTS:**

None.

**ITEM 5 – COMMENTS FROM THE CHAIRMAN:**

Chairman McKinnon expressed his thanks and appreciation of the group of members, city representatives, and staff that arranged and traveled to Washington for APPA's Legislative Rally. He also expressed his thanks and appreciation to the lobbying team and those who testified before the Senate subcommittee.

**ITEM 6 – REPORT FROM GENERAL MANAGER:**

Mr. Guarriello echoed Chairman McKinnon's comments on the Washington trip.

**ITEM 7 –SUNSHINE LAW UPDATE IN A MINUTE:**

Jody Finklea, Assistant General Counsel & Manager of Legal Affairs, provided a verbal report on recent Public Records Law news.

**ITEM 8 –CONSENT AGENDA:**

**Item 8a – Approval of Meeting Minutes– Meeting Held January 21, 2016; Special-Called Telephonic Meeting Minutes – Meeting Held February 9, 2016; ARP Telephonic Rate Workshop Minutes – Workshops Held January 7, 2016 and February 9, 2016**

**Item 8b - Approval of Treasury Reports - As of December 31, 2015 and January 31, 2016**

**Item 8c – Approval of the Agency and All-Requirements Project Financials as of December 31, 2015 and January 31, 2016**

**MOVED FROM INFORMATION TO CONSENT - Item 8d – Acceptance of Hedge Portfolio Position Update – December 2015 and January 2016**

**MOTION:** Mr. Putnam, Jacksonville Beach, moved approval of the consent agenda as presented. Mr. Foster, Leesburg, seconded the motion. Motion carried 12-0.

**ITEM 9 – ACTION ITEMS:**

**Item 9a—Approval of Cane Island Unit 2 Repair and General Electric Settlement.**

Staff presented information on this item concerning the current Cane Island Unit 2 outage and recent negotiations with GE on upgraded parts to be installed as a part of the current outage.

**MOTION:** Mr. Lindstrom, Fort Pierce, moved approval to enter into a letter of intent with General Electric (GE) to provide for a net payment of \$4.15 million to GE for upgraded parts to be installed in Cane Island Unit 2 as a part of its ongoing outage; to cancel the existing Contractual Service Agreement (CSA) with GE for Cane Island Unit 2 not sooner than the completion of the current outage; and to enter into a new Multi-year Maintenance Program (MMP) Agreement with GE for Cane Island Unit 2, upon the review and final approval of the General Counsel as to the form and substance of all documents, and authorize the General Manager to sign the same. Mr. Putnam, Jacksonville Beach, seconded the motion.

Discussion continued, until Mr. Mattern, Kissimmee, moved to call the question.

Roll call vote was taken. Motion carried 10-2. Fort Meade and Green Cove Springs voted nay.

Discussion continued. A point of order was raised on the motion to call the question, as it had not received a second. Chairman McKinnon declared that the previous vote was null and of no effect because debate had been cut-off without the required second to the motion to call the question.

**MOTION TO CALL THE QUESTION:** Mr. Mattern, Kissimmee, moved to call the question and end debate. Mr. Page, Green Cove Springs, seconded the motion. Roll call vote was taken. Motion carried 8-2. Bushnell and Newberry voted nay. Fort Meade and Jacksonville Beach were not present for the vote.

With a greater than two-thirds majority of the quorum casting votes in favor of ending debate and taking action on the previous motion, a roll call vote was held on Mr. Lindstrom's motion, seconded by Mr. Putnam.

**MOTION:** The motion was restated by Mr. Lindstrom, Fort Pierce, to move approval to enter into a letter of intent with General Electric (GE) to provide for a net payment of \$4.15 million to GE for upgraded parts to be installed in Cane Island Unit 2 as a part of its ongoing outage; to cancel the existing Contractual Service Agreement (CSA) with GE for Cane Island Unit 2 not

sooner than the completion of the current outage; and to enter into a new Multi-year Maintenance Program (MMP) Agreement with GE for Cane Island Unit 2, upon the review and final approval of the General Counsel as to the form and substance of all documents, and authorize the General Manager to sign the same. Because Mr. Putnam was no longer present, Mr. Hickle, Bushnell, seconded the motion. A roll call vote was taken. Motion carried 9-1. Green Cove Springs voted nay. Fort Meade and Jacksonville Beach were not present for the vote.

**ITEM 10 – INFORMATION ITEMS:**

- a. Amendment to Florida Gas Utility (FGU) Gas Service Agreement
- b. Annual Debt Report
- c. Quarterly Regulatory Compliance Update

Staff reported on each of the above items and there was discussion with the Executive Committee.

**ITEM 12 – MEMBER COMMENTS:**

Chairman McKinnon stated that budget process will be starting up soon and the best way for members to learn about the agency and the ARP structure is to get involved in the cost center teams.. He advised that anyone interested to contact Mark Larson.

**ITEM 13 – ADJOURNMENT:**

There being no further business, the meeting was adjourned at 1:06 p.m.

  
Howard McKinnon  
Chairperson, Executive Committee

  
Sue Utley  
Assistant Secretary

Approved: April 21, 2016

Seal

