



MEETING AGENDA PACKAGE

Policy Makers Liaisons Committee

October 16, 2019
2:00 to 3:00 p.m.

Meeting Being Held at:

Florida Municipal Power Agency
8553 Commodity Circle, Orlando, FL 32819

**Dial-in information: 877-668-4493 or 650-479-3208,
Access Code 730 841 482#, PASSWORD 8553**

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Policy Makers Liaisons Committee

Kathleen Thacker, Kissimmee – Chair
Dan Robuck, Leesburg – Vice Chair
Bil Spaude, Bushnell
Kristine Petersen, Clewiston
Rick Cochrane, Fort Meade
Tom Perona, Fort Pierce
Robert Page, Green Cove Springs
George Forbes, Jacksonville Beach
Robert Barrios, Key West
Ethel Urbina, Kissimmee
Scott Maxwell, Lake Worth
Bill Conrad, Newberry
Brent Malever, Ocala
Keith Trace, St. Cloud
Scott Roberts, Starke

Community Power + Statewide Strength

MEMORANDUM

TO: Policy Makers Liaisons Committee
FROM: Mark McCain
DATE: October 9, 2019
RE: Policy Makers Liaisons Committee Meeting
Wednesday, October 16, 2019, 2:00 p.m. to 3:00 p.m. **NOTE TIME!**
PLACE: Florida Municipal Power Agency, 8553 Commodity Circle, Orlando, FL 32819
PHONE: **To participate by telephone, call 877-668-4493 or 650-479-3208,**
Access Code 730 841 482#, NOTE – PASSWORD 8553
(If you have trouble connecting, please call 407-355-7767)

Vice Chair Dan Robuck, Presiding

The mission of the Committee is to facilitate the education of elected or appointed governing body members of FMPA's member utility systems, and to foster opportunities for greater communication and knowledge among governing body members regarding the business and projects of FMPA.

AGENDA

1. Call to Order, Roll Call
2. Set Agenda (by vote)
3. Consent Agenda
 - a. Approval of the Minutes for the Meeting Held July 18, 2019
4. Report from the General Manager and CEO (Jacob Williams)
5. Information Items
 - a. Update on Electric Deregulation Florida Supreme Court Proceeding (Verbal) (Jody Finklea)
 - b. State Legislative Update (Verbal) (Bill Peebles / Ryan Matthews)
6. Member Comments
7. Announcements
 - a. Next Meeting: Wednesday, January 15, 2020 at 1 p.m. at FMPA, 8553 Commodity Circle, Orlando, FL
8. Adjourn
9. Tour of Citrus Ridge Solar Facility

This public meeting is being held in Orlando, Florida at the above-referenced location. One or more participants in the above referenced public meeting may participate by telephone. At the above location there will be a speaker telephone so that any interested person can attend this public meeting and be fully informed of the discussions taking place either in person or by telephone communication. If anyone chooses to appeal any decision that may be made at this public meeting, such person will need a record of the proceedings and should accordingly ensure that a verbatim record of the proceedings is made, which includes the oral statements and evidence upon which such appeal is based. This public meeting may be continued to a date and time certain, which will be announced at the meeting. Any person requiring a special accommodation to participate in this public meeting because of a disability, should contact FMPA at (407) 355-7767 or 1-(888)-774-7606, at least two business days in advance to make appropriate arrangements.

**AGENDA ITEM 1 - CALL TO ORDER,
ROLL CALL**

**Policy Makers Liaisons Committee Meeting
October 16, 2019**

**AGENDA ITEM 2 – SET AGENDA (by
vote)**

**Policy Makers Liaisons Committee Meeting
October 16, 2019**

AGENDA ITEM 3 – CONSENT AGENDA

- a. Approval of Minutes for the Meeting
Held July 18, 2019**

**Policy Makers Liaisons Committee Meeting
October 16, 2019**

MINUTES
FMPA POLICY MAKERS LIAISONS COMMITTEE MEETING
FLORIDA MUNICIPAL POWER AGENCY
HYATT REGENCY COCONUT POINT RESORT & SPA
5001 COCONUT RD., BONITA SPRINGS, FL
DATE: THURSDAY, JULY 18, 2019
TIME: 3:00 P.M.

**MEMBERS
PRESENT**

Tom Perona, Fort Pierce
Bob Page, Green Cove Springs (via telephone)
George Forbes, Jacksonville Beach
Robert Barrios, Key West
Kathleen Thacker, Kissimmee
Ethel Urbina, Kissimmee
Dan Robuck, Leesburg (via telephone)
Bill Conrad, Newberry
Brent Malever, Ocala
Keith Trace, St. Cloud (via telephone)

**OTHERS
PRESENT**

Charlie Latham, Jacksonville Beach
Mike Staffopoulos, Jacksonville Beach
Jeanne Van Meter, Kissimmee
Rae Hemphill, Kissimmee
Susan Postans, Kissimmee
Justin Grabelle, Ocala
Michael Nolan, MJN Consulting
Lynn Sand, Leidos
Reggie Ferguson, Leidos
Craig Shepard, Leidos
David Sims, Northern Star Generation
Clint Endsley, Power Engineers

**STAFF
PRESENT**

Jacob Williams, General Manager & CEO
Linda S. Howard, CFO
Mark McCain, Assistant General Manager, Member Services,
Human Resources and Public Relations
Sue Utley, Executive Assistant to CEO / Asst. Secretary to Board
Susan Schumann, External Affairs Administrator
Chris Gowder, Business Development and Planning Manager

Item 1 – Call to Order, Roll Call, Declaration of Quorum

Chairwoman Kathleen Thacker, called the meeting to order at 3:03 p.m. on Thursday, July 18, 2019, Hyatt Regency Coconut Point Resort & Spa, 5001 Coconut Rd., Bonita Springs, Florida. A roll call was taken and 9 members were present out of a possible 14.

Item 2 – Set Agenda (By Vote)

MOTION: Tom Perona, Fort Pierce, moved to set the agenda as presented. George Forbes, Jacksonville Beach, seconded the motion. Motion carried 8 – 0 (Ocala left the meeting and was not present for the vote).

Item 3 – Consent Agenda

3a – Approval of the Minutes for the meeting held April 17, 2019

MOTION: George Forbes, Jacksonville Beach, moved approval of the Minutes of April 17, 2019. Robert Barrios, Key West, seconded the motion. Motion carried 8 – 0.

Item 4 – Action Items

a. Election of Officers

MOTION: Tom Perona, Fort Pierce, nominated Kathleen Thacker, Kissimmee, as Chair. Ethel Urbina, Kissimmee, seconded the motion.

MOTION: Bill Conrad, Newberry, nominated Dan Robuck, as Vice Chair. Tom Perona, Fort Pierce, seconded the motion.

b. Approval of the Meeting Schedule for 2019-2020

MOTION: Tom Perona, Fort Pierce, moved approval of the meeting schedule for 2019-2020. Ethel Urbina, Kissimmee, seconded the motion. Motion carried 8 – 0.

Item 4 – Report from the General Manager and CEO (Jacob Williams)

In the interest of time, Jacob Williams did not present a verbal report as the materials were provided in the agenda package.

Item 5 – Information Items

5a –Update on Electric Deregulation Proposal in Florida

Jacob Williams presented information on the deregulation proposal in Florida.

5b – Update on Value of Municipal Utility Initiative

Jacob Williams presented information on the presentations FMPA is providing Members on the value of their municipal utility.

5c – Phase II Solar Update and Rooftop Versus Subscription Comparison

Susan Schumann presented information on the Phase II Solar Project and rooftop versus subscription comparison.

Susan Schumann and Chris Gowder answered questions on the solar projects for the group.

5d – Round Table Discussion by Policy Makers on the Most Important Electric Issue in Their Communities

In the interest of time, no further reports were given.

Item 6 – Member Comments

None

Item 8 - Adjourn

There being no further business, the meeting was adjourned at 3:51 p.m.

Kathleen Thacker
Chairman

Dan Robuck
Vice Chairman

Date Approved _____

KT/DR/su

**AGENDA ITEM 4 – REPORT FROM
THE GENERAL MANAGER AND CEO**

**Policy Makers Liaisons Committee Meeting
October 16, 2019**

Fiscal 2019 Management Goals Scorecard, as of September 30, 2019



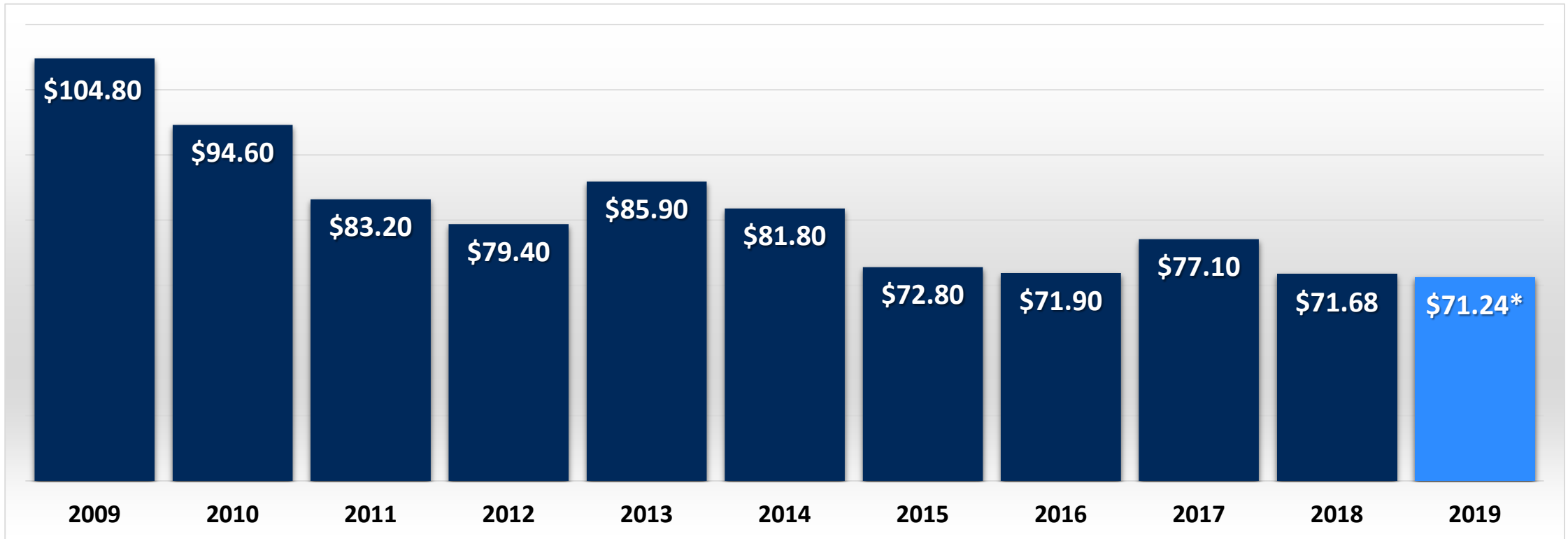
| Goal | Status | Actual | YTD | | FY 2019 Target | Comment |
|--|--------------|---------|---------|---------|----------------|---|
| | | | Actual | Target | | |
| 1. Safety (no lost-time accidents for employees or agents) | | 0 | 3 | 0 | 0 | Zero lost time accidents. |
| 2a. Compliance (no violations that are not self-reported) | Environ. | | | 0 | 0 | Zero compliance violations. |
| | Financial | | | 0 | 0 | |
| | Regulatory | | | 0 | 0 | |
| 2b. Cyber Security (zero cyber breaches: Corp IT & Plant Ops) | | | | 0 | 0 | |
| 2c. Phishing Testing | | 2.9% | 9.4% | <10% | <10% | Spoofed email from IT offering free antivirus
__ Team Member Click Free in FY19 |
| 3. Low Costs (\$/MWh) | Controllable | \$40.87 | \$50.75 | \$54.51 | \$52.99 | Actual data through August 2019 - will be updated prior to the meeting for September 2019. YTD energy sales 3% > budget, O&M costs \$3M < budget, help drive YTD costs \$3 < budget. |
| | Fuels | \$15.90 | \$22.68 | \$22.74 | \$22.36 | |
| | All-in | \$56.77 | \$73.43 | \$77.25 | \$75.35 | |
| 4. Reliability (EAF for base-load units) | | 94% | 95% | 88% | 88% | 94% reliability for units in September. Records for Cane Island 3 & 4 at 96% and 95%, respectively. |

FMPA ARP Lowest Power Costs Since Fiscal 2004

Costs Down 32% Since 2009

All-Requirements Project Power Costs

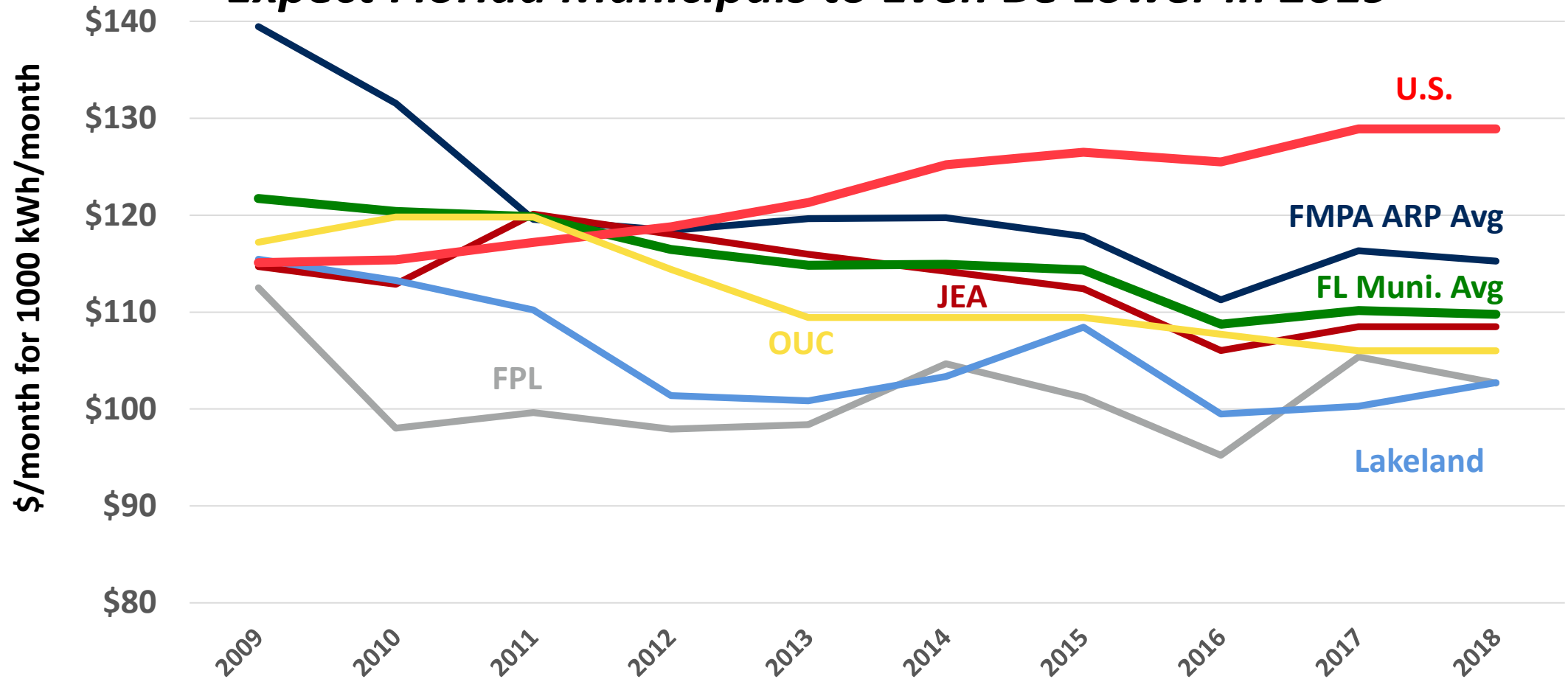
Average cost per 1,000 kWh billed by fiscal year



All Florida Utilities Residential Cost Lower Today Than 2009

FL Municipals Down 10%, While U.S. Residential Rates Up 12%

Expect Florida Municipals to Even Be Lower in 2019

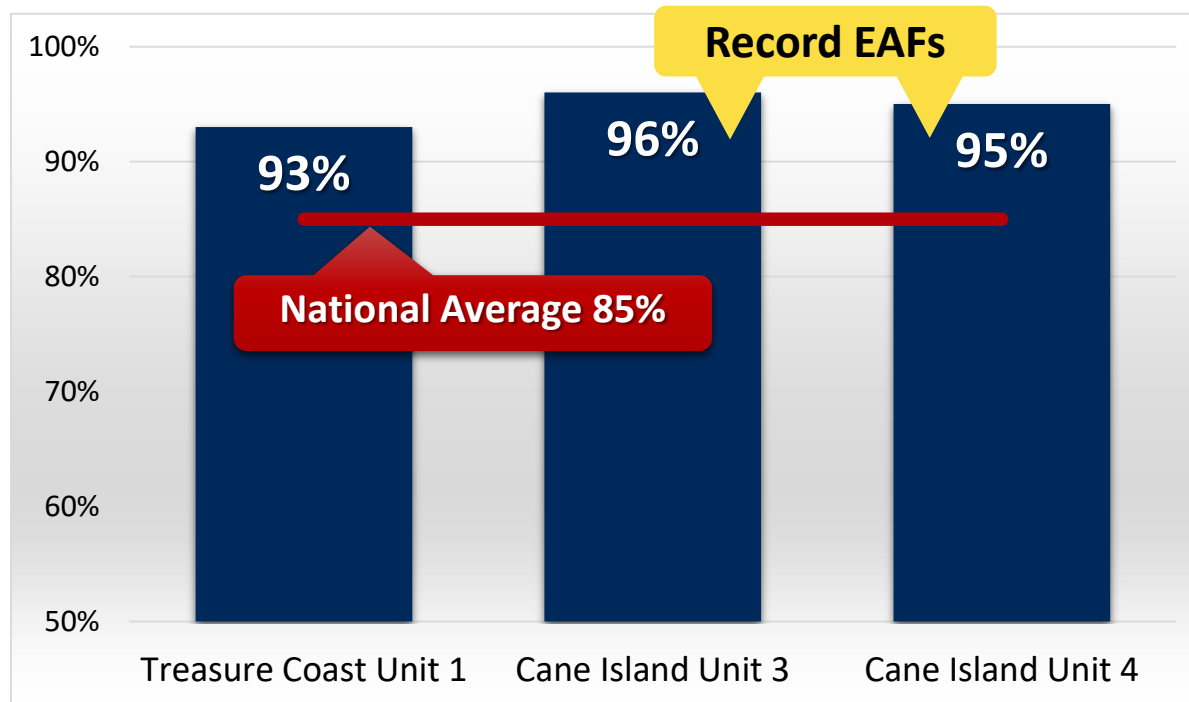


FMPA Fleet Outperforms Industry, Achieves 95% EAF

Cane Island 3 & 4 Set Records of 96% and 95%, Respectively

Operation of FMPA's Major Generating Units

Equivalent Availability Factor, Fiscal 2019



SOURCE: North American Electric Reliability Corporation, Generating Availability Data System

FMPA Generation Reliability at Record-High Levels

- Baseload Equivalent Availability Factor **increased 5%** from FY18
 - Record EAF for Cane Island 3 and 4
 - Cane Island 1 **exceeded 98% EAF four out of last five years**
- 5.2 MWh generated, a 5% increase from FY18
- Summer season generation **increased 6.5%** from FY18
- Treasure Coast second highest availability and capacity factor in last five years
- Cane Island 2 reliability was 98%, service factor and **MWh generated up 25%**
- Stock Island had a record year with **near 90% start reliability**
- **116 days of resource sharing** across FMPA plant sites – target of 80 days

(Continued) Management Goals Scorecard, as of September 30, 2019



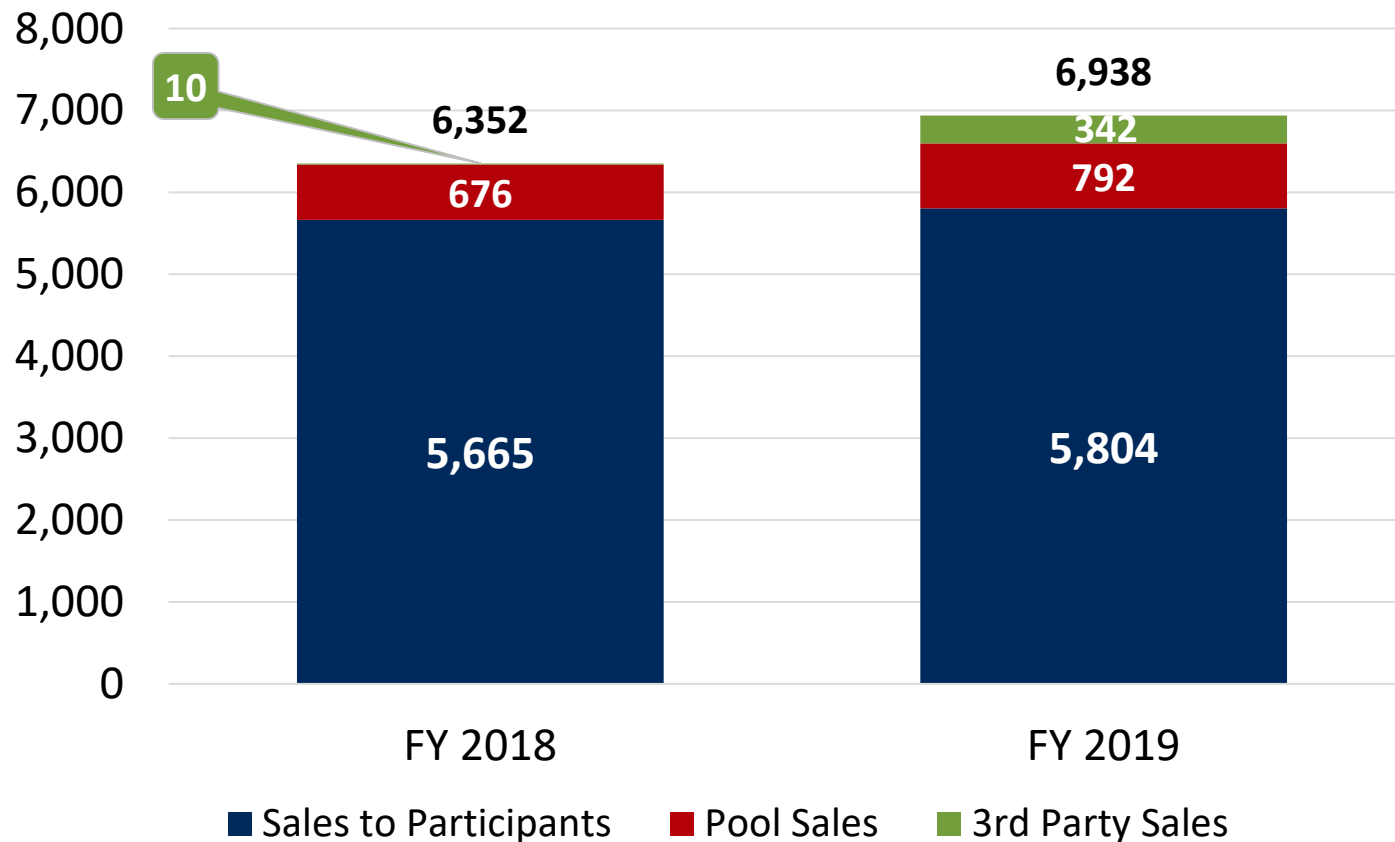
| Goal | Status | Comment |
|--|--------|--|
| 5. Excess Capacity Reduction
(reduce costs of 35 MW) | | Provided additional information to Homestead. Responded to TECO solicitation for seasonal capacity for 2020 and 2021. FY19, 67% increase in off-system sales. 70% of off-system sales to Pool vs 98% in FY18. September, only 35% of off-system sales to Pool. |
| 6. Generation Team Fleet Resource Sharing (80 days) | | Total of 116 days FYTD. Cane Island staff to Treasure Coast. 9 Days in September. |
| 7. Member Visits by Leadership Team (75 visits) | | 7 visits in September. YTD total is 103. |
| 8. Member Services | | 27 YTD. Added Homestead protection coordination review, Chattahoochee system mapping, and rate sufficiency analysis for Bushnell. Several projects will continue into FY2020. |
| <hr/> 10 project oversight

13 regional trainings | | 16 Total for the year, multiple Fuse classes, multiple Substation classes, 8 separate Roundtables, Windmill class, ABB Breaker class |

FMPA ARP Sales to Non-Participants Increase

3rd Party & Pool Sales up 65% over FY2018

ARP Energy Sales* by Type (GWh)



(Continued) Management Goals Scorecard, as of September 30, 2019



| Goal | Status | Comment |
|--|--------|---|
| 9. Develop 2nd Low-Cost Solar Project Opportunity | | 16 Members @178.25 MW.
Workshop #3 held 10/16. Board and EC Info Item 10/17.
Member Approvals expected thru 12/12.
Final Board and EC Approvals expected 12/12. |
| 10. Financial Transactions (gas prepay; St. Lucie debt) | | Completed several major projects: 1) Closing Vero Beach transaction (including debt payoffs and swap terminations), 2) St. Lucie refunding, 3) Four Prepaid Gas Deals and 4) Relaunched the Pooled Loan program. Monitoring transaction to terminate remaining swaps and refund ARP 2008C Bonds |
| 11. People & Employee Retention (climate survey; train managers; quarterly report to Board of Directors) | | Climate survey complete and on task with four focus areas. All but one item from Ogletree letter are complete. Leadership team training in October, one on one coaching sessions on-going through February of 2020. Performance evaluations have been updated and additional training is scheduled. |
| 12. Process Improvement (redesign invoice payments; define Internal Audit scope) | | Team focused on utilization of SharePoint and Document Mgmt. and retention. Set scope for document control for the agenda package process. |

VERBAL REPORT

AGENDA ITEM 5 – INFORMATION ITEMS

a. Update on Electric Deregulation Florida Supreme Court Proceeding

**Policy Makers Liaisons Committee Meeting
October 16, 2019**

VERBAL REPORT

AGENDA ITEM 5 – INFORMATION ITEMS

b. State Legislative Update

**Policy Makers Liaisons Committee Meeting
October 16, 2019**

AGENDA ITEM 6 – MEMBER COMMENTS

**Policy Makers Liaisons Committee Meeting
October 16, 2019**

AGENDA ITEM 7 – ANNOUNCEMENTS

- a. Next Meeting: Wednesday, January 15, 2020
at 1 p.m. at FMPA, 8553 Commodity Circle,
Orlando, FL**

**Policy Makers Liaisons Committee Meeting
October 16, 2019**

AGENDA ITEM 8 – ADJOURN

**LEAVE FOR TOUR OF CITRUS RIDGE
SOLAR FACILITY**

**Policy Makers Liaisons Committee Meeting
October 16, 2019**