

STATE OF CALIFORNIA
CALIFORNIA ENERGY COMMISSION

Business Meeting Minutes

of

May 11, 2005

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The meeting was called to order by Chairman Desmond at 10:02 a.m.

The Pledge of Allegiance was led by Chairman Desmond.

Joseph Desmond	Present
Jackalyne Pfannenstiel	Present
Arthur Rosenfeld	Present
James D. Boyd	Present
John L. Geesman	Present

Commissioner Boyd announced that the Commission received an award from the U.S. Environmental Protection Agency.

1. CONSENT CALENDAR. (Items on the Consent Calendar will be taken up and voted on as a group. A Commissioner may request that an item be discussed and moved to later on the agenda).
 - a. PETERS SHORTHAND REPORTING CORPORATION. Possible approval of Contact 150-04-001 Amendment 1, for \$20,000 and an additional year to Peters Shorthand Reporting Corporation. This amendment will retain the services of hearing reporters and transcribers to produce transcripts for the Commission's Business Meetings, workshops, and hearings. (ERPA funded)

Commissioner Geesman moved and Commissioner Rosenfeld seconded approval of the Consent Calendar. The vote was unanimous. (5-0)

2. SALTON SEA UNIT 6 POWER PROJECT (02-AFC-2C). Possible approval of a petition to add a binary-cycle turbine (Organic Rankine Cycle) to the existing steam turbine. The modifications will increase generation from 185 megawatts to 215 megawatts and enhance operational efficiencies.

Commissioner Geesman moved and Commissioner Boyd seconded approval of adding a binary-cycle turbine to the existing steam turbine at Salton Sea Unit 6 Power Project. The vote was unanimous. (5-0)

3. BOTTLE ROCK GEOTHERMAL POWER PLANT (79-AFC-4C). Possible approval of a petition to extend environmental monitoring during suspended facility operations.

Commissioner Geesman moved and Commissioner Boyd seconded approval of a petition to extend environmental monitoring during suspended facility operations at the Bottle Rock Geothermal Power Plant. The vote was unanimous. (5-0)

4. INTERNATIONAL ENERGY PROGRAM (IEP). Possible approval of funding for the top nine IEP proposals for selected California companies to implement a variety of energy projects in Mexico. There is \$75,000 available for the first three proposals, with the remaining proposals contingent upon availability of additional funds. Maximum awards are \$25,000 each. (ERPA funded)

Commissioner Boyd moved and Commissioner Pfannenstiel seconded approval of the top nine IEP proposals, but only three will be funded now. The vote was unanimous. (5-0)

5. EL MONTE CITY UNIFIED SCHOOL DISTRICT. Possible approval of a \$248,852 loan to the El Monte City Unified School District. This loan will augment the district's existing \$1,310,300 loan for its cogeneration project at the central kitchen and is necessary to cover the cost of roof structural modifications to accommodate the cogeneration units. The cogeneration project is estimated to save the district \$158,858 annually and will extend the simple payback from 8.2 to 9.8 years. (ECAA and/or Bond funded)

Commissioner Pfannenstiel moved and Commissioner Rosenfeld seconded approval of a loan to the El Monte City Unified School District. The vote was unanimous. (5-0)

6. GOVERNOR'S OFFICE OF EMERGENCY SERVICES (OES). Possible approval of Contract 600-04-020 for \$75,000 for OES for training and outreach services. Training will prepare organizations and personnel on how to request and receive fuel in the event of an emergency. The contractor will also update the State's Energy Emergency Contingency Plan. (ERPA funded)

Commissioner Boyd moved and Commissioner Pfannenstiel seconded the approval of Contract 600-04-020. The vote was unanimous. (5-0)

7. CALIFORNIA STATE UNIVERSITY, SACRAMENTO FOUNDATION. Possible approval of Contract 200-96-010 Amendment 6, for \$1,500,000 to CSUS Foundation. This amendment adds \$500,000 to the student contract for each fiscal year 05/06, 06/07, and 07/08. (ERPA funded)

Commissioner Geesman moved and Commissioner Pfannenstiel seconded approval of Contract 200-96-010 Amentment 6. The vote was unanimous. (5-0)

8. KEMA, INCORPORATED. Possible approval of Contract 500-04-027 for \$3,194,028 with Kema, Inc., providing technical assistance to the Renewable Energy Program. The Renewable Energy Program distributes funds originally established by AB 1890 and SB 90 and subsequently by AB 995, SB 1194 and SB 1038, for the support of existing, new and emerging renewable energy projects, educating consumers about renewable energy. (RRTF and potentially other federal funds)

Commissioner Geesman moved and Commissioner Pfannenstiel seconded approval of Contract 500-04-027. The vote was unanimous. (5-0)

9. LOCAL GOVERNMENT COMMISSION (LGC). Possible approval of an amendment for \$475,974 and a one-year extension to PIER Contract 500-03-004 Amendment 1, with the LGC. This extension will provide a more comprehensive assessment of the feasibility of a Community Choice Aggregation (CCA) process for California communities when considering an expanded renewables portfolio. The amendment also provides additional analyses for more pilot communities and continues monitoring and reporting on the extended California Public Utilities Commission proceedings. (PIER funded) Contact:

Commissioner Geesman moved and Commissioner Rosenfeld seconded approval of Contract 500-03-004 Amendment 1. The vote was unanimous. (5-0)

10. 2005 INTEGRATED ENERGY POLICY REPORT. Consideration and possible decision to initiate enforcement activities, including issuing a subpoena, for certain load serving entities. These entities are subject to the Energy Commission's November 3, 2004, Order Adopting Demand Forecast and Price Information Forms and Instructions, January 19, 2005, Order Adopting Electricity Resources and Bulk Transmission Forms and Instructions, and March 2, 2005, Order Adopting Supplemental Electricity Resource Forms and Instructions related to scenarios and uncertainties.

No action was taken on this item.

11. Minutes

Commissioner Pfannenstiel moved and Commissioner Rosenfeld seconded approval of the Minutes from the April 27, 2005, business meeting. The vote was unanimous. (5-0)

12. Commission Committee and Oversight

No items were discussed.

13. Chief Counsel's Report

Chief Counsel Bill Chamberlain informed the Commission of the issuance of the Confidentiality Orders that were approved at the April 13, 2005 Business Meeting.

14. Executive Director's Report

Acting Executive Director Scott Matthews reported on budget activities and announced that the Remote Access Pilot was a success.

15. Legislative Director's Report

No report was given.

16. Public Adviser's Report

Public Adviser Margret Kim reminded the Commission about the upcoming IEPR Workshops.

17. Public Comment

No public comments were received.

The meeting was adjourned at 10:49 a.m.

BETTY A. McCANN
Secretariat to the Commission