

STATE OF CALIFORNIA
CALIFORNIA ENERGY COMMISSION

Business Meeting Minutes

of

June 8, 2005

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The meeting was called to order by Chairman Desmond at 10:03 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

Prior to the start of the agenda, Acting Executive Director Scott Matthews presented Superior Accomplishment Awards.

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. ICF CONSULTING. Possible approval of Contract 600-02-004 Amendment 1, for a no-cost, one-year time extension to ICF Consulting. This contract will continue to provide technical support for the transportation fuels program. (ERPA funded) Contact: Sherry Stoner.
 - b. TIAX, LLC. Possible approval of Contract 600-02-003 Amendment 1, for a no-cost, one-year time extension to TIAX, LLC. This contract will continue to provide technical support for the transportation fuels programs. (ERPA funded) Contact: Sherry Stoner.
 - c. ELECTRIC POWER RESEARCH INSTITUTE. Possible approval of Contract 500-02-014 Amendment 2, substituting the obligation for this contract from Energy Innovations Institute (E2I) to Electric Power Research Institute (EPRI). This amendment will change the contract rates, invoice and project management structure. (PIER funded) Contact: Nancy Libonati.
 - d. ELECTRIC POWER RESEARCH INSTITUTE. Possible approval of Contract 500-01-025 Amendment 2, substituting the obligation for this contract from Energy Innovations Institute (E2I) to Electric Power Research Institute (EPRI). This amendment will change the contract rates and add invoice flexibility. (PIER funded) Contact: Nancy Libonati.
 - e. ALTEK MEDIA GROUP. Possible approval of Contract 400-04-018 for \$11,476 to Altek Media Group for the production of an Internet-only video. This video is

part of the Commission's involvement in the Oregon Department of Energy contract to implement the Western State's Food-Processing Resource Efficiency Partnership Program. (ERPA reimbursement from R400-04-003)
Contact: Ricardo Amon.

- f. CITY OF LA QUINTA. Consideration and possible approval of the city of La Quinta's proposed early adoption and enforcement of the 2005 Building energy Efficiency Standards (Title 24, Part 6). Contact: Rob Hudler.
- g. SACRAMENTO MUNICIPAL UTILITY DISTRICT (SMUD). Possible approval of a no-cost time extension for PIER Contract 500-00-34 Amendment 2. This amendment builds on the success of the original program to promote renewable applications. Contact: Prab Sethi
- h. HIGH WINDS, LLC PHASE 2 WIND PROJECT. Possible approval of Contract REN-01-078 Amendment 1, for a no-cost modification to increase the project's generating capacity from 75.6-megawatts to 91.8 megawatts. (RRTF funded)
Contact: Tony Goncalves.

Item 01(d) was pulled and voted on separately. Commissioner Geesman moved and Commissioner Rosenfeld seconded approval of the Consent Calendar. The vote was unanimous. (5-0)

Vice Chair Pfannenstiel moved and Commissioner Rosenfeld seconded approval of Item 01(d) with Chair Desmond recusing himself. The vote was 4-0-1. (4-0-1)

- 2. BLYTHE II. Possible appointment of Commissioner John Geesman as the Presiding Member of the Blythe II Siting Committee. Contact: Garret Shean.

This item was taken up with Item 13.

- 3. PASTORIA ENERGY FACILITY EXPANSION PROJECT. Possible approval of the Executive Director's data adequacy recommendation for the Pastoria Energy Facility Expansion Project Application for Certification. (Docket No. 99-AFC-7)
Contact: James Reede.

This item was moved to later on in the Business Meeting. The Commissioners voted unanimously to deny data adequacy and the item was moved to the June 22, 2005, Business Meeting.

- 4. PASTORIA ENERGY FACILITY EXPANSION PROJECT COMMITTEE ASSIGNMENT. Possible Committee appointment for Pastoria Energy Facility Expansion Project Application for Certification. (Docket No. 99-AFC-7)
Contact: James Reede.

This item was moved to the June 22, 2005, Business Meeting.

5. BRITTAN ELEMENTARY SCHOOL DISTRICT. Possible approval of a \$41,615 loan to the Brittan Elementary School District for the retrofit of the existing lighting system with more energy efficient equipment. The loan is estimated to save approximately \$4,626 annually in reduced energy costs with a simple payback of approximately 9 years. (ECAA and/or Bond funded) Contact: Claudia Orlando.

Vice Chair Pfannenstiel moved and Commissioner Rosenfeld seconded approval of a loan to the Brittan Elementary School District. The vote was unanimous. (5-0)

6. COLFAX ELEMENTARY SCHOOL DISTRICT. Possible approval of a \$27,400 loan to the Colfax Elementary School District for the retrofit of the existing lighting system with more energy efficient equipment. The loan is estimated to save approximately \$12,094 annually in reduced energy costs with a simple payback of approximately 2.3 years. (ECAA and/or Bond funded) Contact: Claudia Orlando.

Vice Chair Pfannenstiel moved and Commissioner Rosenfeld seconded approval of a loan to the Colfax Elementary School District. The vote was unanimous. (5-0)

7. WEST BASIN MUNICIPAL WATER DISTRICT. Possible approval of Contract 500-04-028 for \$50,000 to demonstrate an energy efficient, cost effective seawater desalination process. (PIER funded) Contact: Shahid Chaudhry.

Commissioner Rosenfeld moved and Commissioner Geesman seconded approval of Contract 500-04-028. The vote was unanimous. (5-0)

8. REGENTS OF THE UNIVERSITY OF CALIFORNIA-SAN DIEGO, SCRIPPS INSTITUTION OF OCEANOGRAPHY. Possible approval of \$200,000 in research funds allocated in PIER Work Authorization MR-039 under Contract 500-02-004 to UC San Diego. This proposal funds research that will evaluate the use of various atmospheric models coupled with regional hydrologic models to generate forecasts for hydropower generation in both California and the Pacific Northwest. These models will also be used to develop seasonal temperature forecasts to estimate California electricity demand. (PIER funded). Contact: Joe O'Hagan

Commissioner Rosenfeld moved and Commissioner Geesman seconded approval of Work Authorization MR-039. The vote was unanimous. (5-0)

9. ECOS CONSULTING. Possible approval of Contract 500-04-030 for \$688,975 to Ecos Consulting to investigate battery charger and power supply energy use. (PIER funded) Contact: Brad Meister.

Commissioner Rosenfeld moved and Commissioner Geesman seconded approval of Contract 500-04-030. The vote was unanimous. (5-0)

10. SOUTHERN CALIFORNIA EDISON (SCE). Possible approval of Contract 500-04-029 for \$1,519,916 with SCE to develop a transmission line decision framework called Planning Alternative Corridors for Transmission (PACT). PACT will provide an objective, comprehensive, consistent and transparent analysis so stakeholders can better understand the outcomes and tradeoffs of proposed alternative transmission line routes and corridors. (PIER funded) Contact: Linda Spiegel.

Commissioner Geesman moved and Commissioner Rosenfeld seconded approval of Contract 500-04-029. The vote was unanimous. (5-0)

11. KEMA, INCORPORATED. Possible approval of Contract 400-04-010 for \$100,000 to augment the 2002 California Residential Appliance Saturation Survey (RASS) with a conditional demand analysis using 2003 consumption data. Products from the contract will include estimates of energy use of individual residential appliances showing energy use patterns as well as a comparison between the 2002 and 2003 estimates. (ERPA funded) Contact: Glen Sharp.

Vice Chair Pfannenstiel moved and Commissioner Rosenfeld seconded approval of Contract 400-04-010. The vote was unanimous. (5-0)

12. ARCHITECTURAL ENERGY CORPORATION. Possible approval of Contract 400-04-020 for 1,000,000 to AEC and subcontractors to assist in developing the 2008 Residential and Nonresidential Building Energy Efficiency Standards (California Code of Regulations, Title 24, Parts 1 and 6) and supporting documents. (SEP funded) Contact: Elaine Hebert.

Vice Chair Pfannenstiel moved and Commissioner Rosenfeld seconded approval of Contract 400-04-020. The vote was unanimous. (5-0)

13. COMMITTEE ASSIGNMENTS. Discussion and possible approval of the Committee structures and assignments. Contact: Scott Tomashefsky.

Vice Chair Pfannenstiel moved and Commissioner Rosenfeld seconded approval of Committee Assignments (Item 13) and the appointment of Commissioner Geesman as the Presiding Member of the Blythe II Siting Committee (Item 2). The vote was unanimous. (5-0)

14. 2005 INTEGRATED ENERGY POLICY REPORT. Consideration and possible decision to initiate enforcement activities, including issuing a subpoena, for certain load serving entities subject to the Energy Commission's November 3, 2004 Order adopting Demand Forecast and Price Information Forms and Instructions and January 19, 2005 Order adopting Electricity Resources and Bulk Transmission Forms and Instructions. Contact: Caryn Holmes.

No action was taken on this item.

15. Minutes

Commissioner Rosenfeld moved and Commissioner Geesman seconded approval of the May 11, 2005 Business Meeting Minutes. The vote was unanimous. (5-0)

16. Commission Committee and Oversight Report

Commissioner Geesman reminded the Commission of events taking place the following week.

17. Chief Counsel's Report

Chief Counsel Bill Chamberlain informed the Commission that the 9th Circuit Court of Appeals denied the petitions for rehearing in the litigation on appliance data-submittal.

18. Executive Director's Report

Acting Executive Director Scott Matthews informed the Commission of Budget process events and stated that the retrofitting of computer monitors throughout the Commission was almost complete.

19. Legislative Director's Report

No report was given.

20. Public Adviser's Report

No report was given.

21. Public Comment

Mr. Issa Ajlouny spoke on issues regarding the Metcalf powerplant.

The meeting was adjourned at 11:37 a.m.

BETTY A. McCANN
Secretariat to the Commission