

**SILVER STATE ENERGY ASSOCIATION
BOARD OF DIRECTORS MEETING**

**NOVEMBER 10, 2009
MINUTES**

**Call to Order
10:07 A.M.**

Colorado River 2 Conference Room, Southern Nevada Water Authority
100 City Parkway, Suite 700, Las Vegas, Nevada

DIRECTORS PRESENT:

James Salo, Colorado River Commission; Richard Wimmer, Southern Nevada Water Authority; Ned Shamo, City of Boulder City; Mick Lloyd representing John Mathews, Lincoln County Power District No. 1; Dr. Larry Moses, Overton Power District No. 5

STAFF PRESENT:

Scott Krantz, Brian Chally

CALL TO ORDER

The meeting was called to order by James Salo, who noted that the meeting was noticed and posted in accordance with the Nevada Open Meeting law.

ITEM NO.

1. APPROVAL OF AGENDA AND MINUTES OF THE MEETING OF MAY 26, 2009

ACTION: A motion was made by James Salo that the agenda for the meeting be approved with the addition of an Item 4 to discuss a bylaws issue. The motion was unanimously approved.

A motion was made by Richard Wimmer and seconded by Larry Moses that the May 26, 2009 meeting minutes be approved. The motion was unanimously approved.

2. CONSIDERATION OF AND POSSIBLE ACTION TO APPROVE PROJECT SERVICES AGREEMENT NO. 3: POWER SUPPLY MANAGEMENT SERVICES AGREEMENT AMONG THE SILVER STATE ENERGY ASSOCIATION AND ITS SPECIFIED MEMBERS: CITY OF BOULDER CITY, LINCOLN COUNTY POWER DISTRICT NO. 1, OVERTON POWER DISTRICT NO. 5, AND THE SOUTHERN NEVADA WATER AUTHORITY

Scott Krantz gave a summary of the project and noted that it is a significant step for the Silver State Energy Association (SSEA) because it will establish SSEA's ability to be a full service

power provider to SSEA members. The board approved the initiation of this project in December 2008. The SSEA Working Group developed the agreement and was unanimously supportive of the Board approving it.

Richard Wimmer mentioned that someday this will be perceived as a very significant day. This agreement is an excellent example of many working together for the greater good. Ned Shamo expressed his support of the agreement on behalf of the City of Boulder City. He commented that it provides a great opportunity for Boulder City and will pave the way for public power interests in southern Nevada.

FINAL ACTION: A motion was made by Mick Lloyd and seconded by Larry Moses that the Project Services Agreement No. 3: Power Supply Management Services Agreement among the Silver State Energy Association and Its Specified Members: City of Boulder City, Lincoln County Power District No. 1, Overton Power District No. 5, and the Southern Nevada Water Authority be approved. The motion was unanimously approved.

3. CONSIDERATION OF AND POSSIBLE ACTION TO RATIFY THE SUBSTITUTION OF THE SILVER STATE ENERGY ASSOCIATION FOR THE SILVER STATE POWER ASSOCIATION AS NEVADA'S SECOND MEMBER ON THE COLORADO RIVER ENERGY DISTRIBUTORS ASSOCIATION BOARD OF DIRECTORS

Delmar Leatham stated that Colorado River Energy Distributors Association (CREDA) was formed to preserve and enhance the availability, affordability and value of the Colorado River storage project. CREDA oversees legislative activities, the implementation of programs the bureau puts in place, and they make sure that the resource is managed fiscally responsibly. CREDA bylaws state that Nevada shall be entitled to a total of two directors. The Colorado River Commission (CRC) is one of the Nevada directors and administers all cost allocations associated with CREDA membership. There will be no cost impacts to the SSEA. The Silver State Power Association (SSPA), most of whose members are also members of the SSEA, requested that the SSEA assume their seat on the CREDA Board. SSEA indicated its willingness to assume that designation and the CRC effectuated the substitution. CREDA has been contacted and agrees with the change. The Board is being asked to ratify this decision.

FINAL ACTION: A motion was made by Richard Wimmer and seconded by Larry Moses to approve the assumption of a seat on the CREDA board effective at such time as the Board approves an individual to represent SSEA on that board. The motion was unanimously approved.

4. DISCUSSION OF SSEA BYLAWS

James Salo requested that this item be added to the agenda for discussion. There is a provision in the SSEA bylaws that specifies the board meet monthly, but no less than four times per year. Today constitutes the third SSEA Board meeting during 2009. Based on a calendar year, the requirement of four board meetings per year would not be satisfied unless there is another meeting between now and December 31. James suggested that if any board members felt strongly about having another Board meeting between now and the end of the year, one could be scheduled.

Alternatively, the Board could choose to waive that requirement. There were no objections to waiving the requirement.

5 RECEIVE ANY UPDATES FROM STAFF ON ANY ELECTRIC RESOURCES AND TRANSMISSION ISSUES ASSOCIATED WITH THE NEEDS OF, REQUIREMENTS FOR, OR IMPACTS ON THE SSEA OR ANY OF THE SSEA MEMBERS

Scott Krantz gave a short update on SSEA's transmission project, Project Services Agreement #2. A right-of-way application was submitted to the Bureau of Land Management (BLM). Initially, the BLM would not process the application unless the Lake Mead National Recreation Area was in agreement with the route that goes through their right-of-way. A few months ago, the BLM changed their mind and said they will process the application. BLM indicated the environmental work can be processed under an Environmental Assessment. Since then, Task Authorization #2 was approved under the agreement with EPG, the environmental consultant for this project, and environmental work is moving forward. Staff met with the Lake Mead National Recreation Area to inform them of the project because SSEA needs to get a right-of-way with them as well. They've agreed to allow SSEA to do the environmental work. Staff is also trying to set up a meeting with the Bureau of Reclamation since a right-of-way needs to be obtained from them.

6. PUBLIC COMMENT

There were no speakers wishing to be heard.

ADJOURN

There being no further business to come before the Board, the meeting adjourned at approximately 10:45 a.m.