

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

**DECEMBER 11, 2012  
MINUTES**

**Call to Order  
10:00 A.M.**

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

**DIRECTORS PRESENT:**

Dr. Larry Moses, Overton Power District No. 5; Rory Dwyer, City of Boulder City;  
Dave Luttrell, Lincoln County Power District No. 1 (alternate); Philip Speight,  
Southern Nevada Water Authority; Doug Beatty, Colorado River Commission

**STAFF PRESENT:**

Scott Krantz, Chuck Hauser

**CALL TO ORDER**

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

**COMMENTS BY THE GENERAL PUBLIC**

There were no speakers wishing to be heard.

**ITEM NO.**

**1. APPROVAL OF AGENDA AND MINUTES OF THE MEETING OF MAY 9, 2012**

**ACTION:** A motion was made by Philip Speight and seconded by Doug Beatty that the agenda for the meeting and the May 9, 2012 meeting minutes be approved. The motion was unanimously approved.

**2. CONSIDERATION OF AND POSSIBLE ACTION TO AUTHORIZE THE MANAGER TO EXECUTE THE BANK OF NEVADA TREASURY SERVICES AGREEMENT**

Scott Krantz stated that the Treasury Services Agreement is required to enable the Silver State Energy Association (SSEA) to wire funds to various parties during the course of providing electricity to its members.

FINAL ACTION: A motion was made by Philip Speight and seconded by Dave Luttrell to authorize the Manager to execute the Bank of Nevada Treasury Services Agreement. The motions were unanimously approved.

**3. CONSIDERATION OF AND POSSIBLE ACTION TO AUTHORIZE THE MANAGER TO EXECUTE NOVATION AGREEMENTS AMONG THE COLORADO RIVER COMMISSION OF NEVADA, THE SILVER STATE ENERGY ASSOCIATION, AND EACH COUNTERPARTY WITH WHOM THE COLORADO RIVER COMMISSION HAS ENTERED INTO POWER PURCHASE AND SALE TRANSACTIONS AND/OR PARENTAL GUARANTEE AGREEMENTS, ASSIGNING THE COLORADO RIVER COMMISSION'S INTEREST IN THOSE TRANSACTIONS AND AGREEMENTS TO THE SILVER STATE ENERGY ASSOCIATION**

Scott Krantz explained that this item is related to the Southern Nevada Water Authority's (SNWA's) request to begin taking LRS service under Project Services Agreement #3: Power Supply Management Services Agreement beginning April 1, 2013. Because SNWA has a number of contracts that have been purchased on its behalf by the Colorado River Commission (CRC), those agreements will be assigned to the SSEA so that it can schedule power to SNWA and facilitate the SSEA becoming a full-service power provider to its other members.

FINAL ACTION: A motion was made by Doug Beatty and seconded by Dave Luttrell to authorize the Manager to execute Novation Agreements among the Colorado River Commission of Nevada, the Silver State Energy Association, and each counterparty with whom the Colorado River Commission has entered into power purchase and sale transactions and/or parental guarantee agreements, assigning the Colorado River Commission's interest in those transactions and agreements to the Silver State Energy Association. The motion was unanimously approved.

**4. CONSIDERATION OF AND POSSIBLE ACTION TO APPROVE THE ELECTRIC POWER TRANSMISSION SERVICE AGREEMENT AMONG THE COLORADO RIVER COMMISSION OF NEVADA, THE SOUTHERN NEVADA WATER AUTHORITY AND THE SILVER STATE ENERGY ASSOCIATION**

Scott Krantz mentioned that the Electric Power Transmission Service Agreement was drafted in anticipation of SNWA's service to start April 1, 2013. The agreement will allow the SSEA to utilize the transmission assets of the SNWA and the CRC that are required to deliver and schedule power to SNWA.

FINAL ACTION: A motion was made by Philip Speight and seconded by Rory Dwyer to approve the Electric Power Transmission Service Agreement among the Colorado River Commission of Nevada, the

Southern Nevada Water Authority and the Silver State Energy Association. The motion was unanimously approved.

**5. CONSIDERATION OF AND POSSIBLE ACTION TO AUTHORIZE THE MANAGER TO EXECUTE AN INTERLOCAL CONTRACT BETWEEN THE COLORADO RIVER COMMISSION OF NEVADA AND THE SILVER STATE ENERGY ASSOCIATION FOR ADMINISTRATIVE SERVICES**

Scott Krantz indicated that currently a number of CRC personnel provide labor and services to the SNWA. When SNWA begins receiving power from SSEA, this contract will allow the CRC to provide those same services, including accounting and power purchasing, to the SSEA.

Doug Beatty mentioned that he is an employee of the CRC and that he looked at this item in terms of whether or not there would be any conflict. The CRC is already providing these services and this agreement only changes the entity paying for the services. Since none of CRC's other customers would be harmed by this agreement, Mr. Beatty voted on this matter.

**FINAL ACTION:** A motion was made by Dave Luttrell and seconded by Rory Dwyer to authorize the Manager to execute an Interlocal Contract between the Colorado River Commission of Nevada and the Silver State Energy Association for administrative services. The motion was unanimously approved.

**6. CONSIDERATION OF AND POSSIBLE ACTION TO AUTHORIZE THE MANAGER TO EXECUTE EXHIBIT B, REVISION 1 TO THE PURCHASING AND SELLING ENTITY SERVICES AGREEMENT BETWEEN THE WESTERN AREA POWER ADMINISTRATION AND THE SILVER STATE ENERGY ASSOCIATION AND TO EXECUTE FUTURE REVISIONS AS NEEDED**

Scott Krantz explained that Exhibit B is part of an agreement with the Western Area Power Administration (Western) wherein they provide an estimate of their costs that will be incurred. The addition of SNWA loads to the management of the agreement increases Western's cost and as a result, an updated cost estimate is provided in Exhibit B. In addition, the Board is being asked to authorize the Manager to sign subsequent amendments due to its administrative nature. As other customers sign on or as Western has a different view of their costs, Exhibit B will need to be amended from time to time.

**FINAL ACTION:** A motion was made by Philip Speight and seconded by Doug Beatty to authorize the Manager to execute Exhibit B, Revision 1 to the Purchasing and Selling Entity Services Agreement between the Western Area Power Administration and the Silver State Energy

Association and to execute future revisions as needed. The motion was unanimously approved.

**7. 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 commented that two more agreements from Western in preparation to serve SNWA loads were to be presented to the Board for approval at this meeting. The agreements were not finalized in time for this meeting, so another Board meeting will be held at the end of January or the first of February to seek Board approval.

Dave Luttrell asked if there were any updates on the Eastern Nevada Transmission Project. Scott indicated that there was some action with the Bureau of Reclamation (BOR), where the BOR may promote the project as part of a Federal bill they are working on with the Park Service. No subsequent follow-up has been received on that. Additionally, Scott pointed out that it has been proposed that the Sunrise Instant Study Area be de-designated as a instant study area, which would open up a corridor for this project as well.

**7. COMMENTS BY THE GENERAL PUBLIC**

There were no speakers wishing to be heard.

**ADJOURN**

There being no further business to come before the Board, a motion was made by Philip Speight to adjourn the meeting at approximately 10:16 a.m.