

**MINUTES OF THE MEETING OF THE MEMBERS OF THE  
SPPA POOL MANAGEMENT COMMITTEE**

May 13, 2024

A meeting of the members of the SPPA Pool Management Committee was held on May 13, 2024, at the offices of Clark Hill, located at 3200 North Central Avenue, Suite 1600, Phoenix, Arizona 85012.

The following Committee Members or Member alternates were present:

Ed Gerak – ACES  
Jason Moyes – AID, HVPD, and TID  
Ken Robbins—ED2  
Brian Yerges—ED3  
Ron McEachern – ED4  
Derek McEachern – ED4  
Bill Van Allen—ED6  
Arnold Mejia—GRICUA  
Ken Stock - GRICUA  
Noel Carter - BWCDD

Glen Vortherms—MWD  
Jim Downing – MVWCDD  
Glenn Steiger – NTUA  
Jeff Woner—OWCD  
Taylor Howerter—RID  
Brian Fickett – TOUA  
Robert Van Hofwegen - ED8  
Michael Curtis – Town of Wickenburg  
Joe Mease - TOUA  
Donovan Neese - RID

Also present:

Dennis Delaney  
Frank McRae  
Daniel Herder  
Judy Spallino  
Daniel Pritchard

Jerri Tso  
Scott Saline  
Kim Polivka  
Lisa Dowden

The following Committee Members were not present:

Town of Thatcher                      City of Safford                      City of Williams  
Electric District No 7

The meeting was called to order at 12:00 p.m. Chairman Robbins chaired the meeting while Ms. Spallino acted as secretary.

**ROLL CALL**

Mr. Robbins called the roll of the Committee Members to ensure there was a quorum present. Quorum being established, the business of the meeting proceeded.

**CONSIDERATION AND POSSIBLE APPROVAL OF CONSENT AGENDA**

- A) PRESENTATION OF MINUTES FROM April 08, 2024, MEETING OF THE SPPA POOL MANAGEMENT COMMITTEE**
- B) REPORT ON POOL OPERATIONS (March)**
- C) NEW SPPA POWER POOL REPORTS (March)**

Mr. Robbins presented the Consent Agenda for the Committee’s review and possible approval. All items listed on the Consent Agenda may be enacted by a single motion unless a Committee Member requests otherwise.

**Upon discussion, Mr. Steiger moved to approve the contents of the Consent Agenda as presented. Mr. Carter seconded the motion. Upon the taking of a voice vote, the motion was unanimously carried.**

**ITEM(S) REMOVED FROM CONSENT AGENDA (POSSIBLE ACTION ITEM)**

No items were removed from the Consent Agenda.

**ONGOING SPPA ACTIVITIES**

**A) Report on Pool Operations**

May 2024 Report on Pool Operations was reviewed with a focus on the value of the Mesquite PPA. Prices for May and June are holding steady. Short term So Cal gas pricing looks positive for May,2024.

**B) Power Pooling Reports**

Wholesales sales continue to provide significant benefits. In March 72% of schedule Mesquite Energy was resold for approximately \$2M. March average gas price was \$1.388MMBtu, the lowest since January 2016. Lowest volatility in the last fourteen months. The March operating report also showed for the second month in a row that ACES FC-On Peak is significantly lower than Palo Verde and Mead.

**C) Updates on financial gas hedging.**

- i. Spring 2024**
- ii. Summer 2024**
- iii. Fall 2024**

Mr. McRae informed the Board that SPPA would be adopting a new procedure for handling and processing the members' requests, notification, and execution of the hedging trades. This new procedure is being implemented to address a member's hedging request not being included in the transactions ACES was ordered to enter into in the past month. A new email address will be established as well as standard operating procedures to be followed to ensure that all members who would like to participate in the hedging programs are given the opportunity to do so. All these measures to be implemented no later than June 2024.

Mr. Delaney gave the board the Financial Gas Hedging information for March covering the months of April through September 2024. It was noted that an additional index swap for June 2024 was recommended by the April 23 QIR. A QIR is expected for the fall/winter Fixed Swap and Index swap.

**D) Risk Management Committee Report**

Mr. Delaney gave a recap of the Risk management Committee meeting that was held on May 6, 2024. Among the topics covered were as follows:

1. Modification of the process of accepting and executing the members trade requests (Noted above)
2. Summer 2024 energy supplies – continue with daily sales and looking for optional lay-off opportunities
3. APS EIM Reconciliations – Resulted in credits back to members
4. RMC recommended BOD action on Macquarie ISDA

**E) Transmission for BOCA**

Mr. Delaney gave an update on the BOCA transmission project that included the following bullet points.

- Generation Integration Transmission Service (GITS) application submitted to SRP on April 15, 2024.

- SPPA requested a delay in providing a deposit.
- SRP has not formally acknowledged the application or requested any additional information.
- SRP may be modifying the GITS process (Options with legal team)
- SRP may not understand how BOCA fits with SRP.

No formal action was required on any of these items, and none was taken.

**ANY OTHER BUSINESS THAT MAY COME BEFORE THE MEETING**

No additional business was discussed.

**DISCUSSION OF FUTURE AGENDA ITEMS**

No discussion of future agenda items.

**ESTABLISHMENT OF DATE OF NEXT SPPA POOL MANAGEMENT COMMITTEE MEETING**

June 10, 2024, was announced as the date of the next SPPA Pool Management Committee meeting.

**PUBLIC COMMENT**

There was no comment from the public.

**ADJOURNMENT**

There being no further business to come before the Committee, the meeting was adjourned at 12:20 p.m.

Respectfully submitted,

\_\_\_\_\_  
Judy Spallino  
Accountant

Approved: \_\_\_\_\_