

**JEA
BOARD AGENDA**

DATE: July 21, 2009

TIME: 9:30 AM

PLACE: JEA
21 West Church Street
8th Floor, Board Room

I. WELCOME

- A. Call to Order
- B. Invocation
- C. Pledge to Flag
- D. Safety Briefing – Mike Brost, Electric Systems Vice President

Meeting participants are asked to turn their cell phones off.

II. PRESENTATIONS & COMMENTS

- A. Comments from the Public
- B. Council Liaison's Comments – Stephen Joost

III. FOR BOARD CONSIDERATION

- A. Consent Agenda (all items approved by a single motion)
 - 1. Adoption of Agenda – action required
 - 2. Approval of minutes of the June 16, 2009 meeting – action required
 - 3. Quarterly Sole Source and Emergency Procurement Report – information only
- B. Strategic Discussions/Action
 - 1. JEA Fiscal Year 2010 Debt Financings relating to Electric System, Water and Sewer System, SJRPP and Bulk Power Supply System - action required
 - 2. Quarterly Finance Presentation – (Paul McElroy) – information only – 15 minutes
 - 3. Quarterly Operations Report – (Ted Hobson) – information only – 15 minutes

- 4. Energy Policy: Renewable Electricity & Climate Change – The impact of pending legislation on the utility and its customers – (Jim Dickenson) – information only – 60 minutes

C. Other New Business – none

D. Old Business – none

IV. REPORTS & COMMENTS

A. Committees – none

B. Managing Director’s Report

C. Chair’s Report

V. CLOSING CONSIDERATIONS

A. Announcements

B. Adjournment

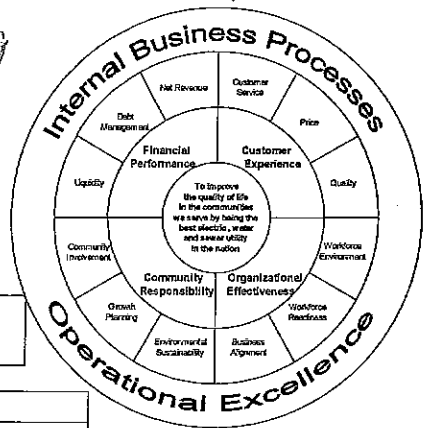
A. If you have a disability that requires reasonable accommodations to participate in the above meeting, please call **665-7550** by **8:30 AM** the day before the meeting and we will provide reasonable assistance for you.

B. If a person decides to appeal any decision made by the JEA Board with respect to any matter considered at this meeting, that person will need a record of the proceedings, and, for such purpose needs to ensure that verbatim record of the proceedings is made, which record includes the evidence and testimony upon which the appeal is to be based.

III-A-3
7-21-09



Building Community
AGENDA ITEM SUMMARY



July 8, 2009

SUBJECT: SOLE SOURCE & EMERGENCY PROCUREMENT REPORT

Purpose	Circle of Excellence Impact
<input checked="" type="checkbox"/> Information Only <input type="checkbox"/> Action Required <input type="checkbox"/> Advice/Direction	<input checked="" type="checkbox"/> Financial Performance <input type="checkbox"/> Customer Experience <input type="checkbox"/> Organizational Effectiveness <input type="checkbox"/> Community Responsibility
	Debt Management

Issue: Sole Source and Emergency Procurements are authorized by JEA's Purchasing Code under Articles 3-206 and 3-208. A record of procurement actions taken under this authority is required to be maintained and reported to the JEA Board on a quarterly basis.

Significance: Full transparency of these procurement actions is necessary to maintain public confidence in JEA's bidding process and to ensure competition is achieved when in JEA's best interest.

Who/what is affected: JEA's Procurement department is responsible for maintaining these records and reporting to the JEA Board.

Background: This requirement has been in place since the JEA Purchasing Code was adopted in 1996.

Background Examples: Past Quarterly reports are on file in JEA's Procurement department.

Cost to company/community: Minimal

Recommended course of action: Continue reporting to the JEA board on a quarterly basis.

Why? To maintain public confidence in JEA's bidding process and ensure competition is achieved when in JEA's best interest.

Recommended Board action: Information only, no action required.

Submitted by: John McCarthy

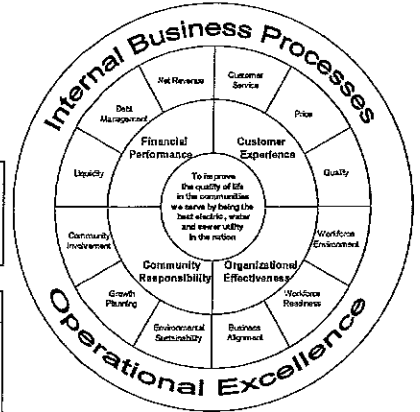


Building Community

AGENDA ITEM SUMMARY

III-B-1
7-21-09

July 9, 2009



SUBJECT: JEA FISCAL YEAR 2010 DEBT FINANCINGS RELATING TO ELECTRIC SYSTEM, WATER AND SEWER SYSTEM, SJRPP AND BULK POWER SUPPLY SYSTEM

Purpose	Circle of Excellence Impact
<input type="checkbox"/> Information Only	<input checked="" type="checkbox"/> Financial Performance
<input checked="" type="checkbox"/> Action Required	<input type="checkbox"/> Customer Experience
<input type="checkbox"/> Advice/Direction	<input type="checkbox"/> Organizational Effectiveness
	<input type="checkbox"/> Community Responsibility

Issue: As a part of the new debt financing process, parameters for bond issues anticipated to be priced for Fiscal Year 2010 are attached for review at this Board meeting. Staff anticipates presenting for review, the draft bond financing documents within the parameters attached at the August Board meeting and for final approval at the September Board meeting. The parameters are for fixed rate debt only and are consistent with the FY10 Budget. If additional debt structures such as: Build America Bonds (BABs), Clean Renewable Energy Bonds (CREBs), or variable rate debt are identified as advantageous or if other relevant facts change, staff will come back to the Board for approval.

Significance: High

Who/what is affected: Available funding for our FY 2010 capital projects and potential refunding opportunities.

Background: During Fiscal Year 2009, JEA finance staff has priced several new money and refunding bond transactions for the Electric System, Water and Sewer System, SJRPP and Bulk Power Supply System (Scherer). Staff has started a new debt financing process in which the Board delegates parameters to the Managing Director/CEO within which to price future bond issues and staff reports back to the Board with the results. Parameters for bond issues anticipated to be priced for the remainder of Fiscal Year 2009 were reviewed and approved at the June Board meeting.

Background Examples: Proceeds from debt issued in FY10 will be used to fund FY10 capital expenditures and refund JEA's outstanding bonds.

Cost to company/community: Increased demand on JEA's cash liquidity if such capital projects had to be funded with JEA internal funds as opposed to bond proceeds and increased cost to JEA if refunding does not occur for economic savings or for the variable rate debt due to no replacement for liquidity providers.

Recommended course of action: As a part of the new debt financing process, parameters for bond issues anticipated to be priced for FY10 are attached for review.

Why? To assist JEA in meeting its FY10 capital expenditure funding needs and reduce bond debt services by refunding of JEA's outstanding bonds.

Recommended Board action: Consider parameters for bond issues anticipated to be priced for Fiscal Year 2010.

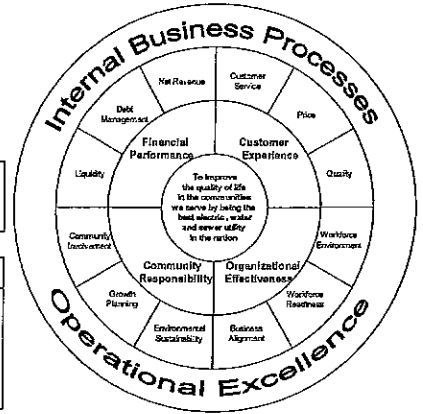
Submitted by: Pi Tao Hsu

III-B-4
7-21-09



Building Community
AGENDA ITEM SUMMARY

July 14, 2009



SUBJECT: U.S. ENERGY POLICY: RENEWABLE ELECTRICITY & CLIMATE CHANGE

Purpose	Circle of Excellence Impact
<input checked="" type="checkbox"/> Information Only	<input checked="" type="checkbox"/> Financial Performance
<input type="checkbox"/> Action Required	<input checked="" type="checkbox"/> Customer Experience
<input type="checkbox"/> Advice/Direction	<input type="checkbox"/> Organizational Effectiveness
	<input checked="" type="checkbox"/> Community Responsibility

Issue: Legislation is moving forward on a Federal Renewable Electricity Standard and on Greenhouse Gas reductions.

Significance: This legislation will have a profound (costly) impact on JEA and ultimately our customers.

Who/what is affected: All JEA customers will see increased costs.

Background: The legislation is intended to address U.S. energy independence and climate change.

Background Examples: N/A

Cost to company/community: This legislation could increase costs 50-100% over the next several years.

Recommended course of action: Continue to monitor legislation, engage where appropriate and study future mitigation alternatives.

Why? When legislation is adopted, JEA will be mandated to comply.

Recommended Board action: No action is required at this time. Staff will present and discuss the impacts of legislation on our current and future business.

Submitted by: JD/cb