

JEA
BOARD MINUTES
March 17, 2009

The JEA Board Nominating Committee met on Tuesday, March 17, 2009, at 8:19 AM in the Chair's office on the 8th Floor, 21 West Church Street, Jacksonville, Florida. Present were Committee Chair, Jay Fant, Mike Hightower, Cynthia Austin, Debra Braga, Office of General Counsel and Billie Tucker, CEO Service Bureau.

Mr. Fant stated the purpose of the meeting was to nominate the slate of Board Officers for the new term and suggested that due to the uncertainty of the market, number of action items, and historical action by previous Boards, the committee re-nominate Chair Austin to serve a consecutive term as Chair. Chair Austin recused herself from the Committee at 8:21 AM and the Committee invited Mr. Townsend to join the meeting to have the required three representatives for the Nominating Committee to conduct business.

When Mr. Townsend joined the meeting, Mr. Fant re-stated the purpose of the meeting, above, and proposed that Chair Austin be nominated to serve a consecutive term as Chair. Mr. Townsend suggested that the entire slate of Board Officers be retained because of the synergy and rhythm that exists.

On motion by Mr. Hightower and second by Mr. Townsend, the Nominating Committee unanimously agreed to present their recommendation of the slate of Board Officers to the Board for the term March 1, 2009 thru February 28, 2010 as follows:

Cynthia Austin, Chair
Cathy Whatley, Vice Chair
Ashton Hudson, Secretary
Mike Hightower, Assistant Secretary

With no further business claiming the attention of the Nominating Committee, the meeting was adjourned at 8:29 AM.

The JEA Board met in regular session on Tuesday, March 17, 2009, in the 8th floor Board meeting room, JEA Tower, 21 West Church Street, Jacksonville, Florida, with Cynthia Austin, Cathy Whatley, Ashton Hudson, Jay Fant, Jim Gilmore, Michael Hightower, Ron Townsend, and Debra Braga, Office of General Counsel (OGC) in attendance. There was no Pre Board or Post Board meeting held this date.

Agenda Item I – Opening Considerations

The meeting was **called to order** at 9:02 AM by Chair Austin.

The **Invocation** was given by Mrs. Whatley.

Mr. Townsend led the **Pledge of Allegiance**.

The **Safety Briefing** was given by Teala Milton, Chief Public Affairs Officer.

The **Agenda** was unanimously adopted as published.

On motion from Mr. Hightower and Mrs. Whatley's second, the Board unanimously approved **Minutes** of the regular Board Meeting held February 17, 2009.

Agenda Item II – Presentations & Comments

- A.** 2009 International Quality Productivity Center (IQPC) Process Improvement Awards – Best Service Project – Robert Growcock, Director, Organizational Performance Improvement. Awarded to JEA in recognition of a project on peak energy consumption, commissioned by Managing Director/CEO Jim Dickenson to the JEA Black Belt team comprised of employees, Greg Ravn, Brian Hatcher, Gary Harrison, Payson Tilden, and Rod Hill. The results of the project, which focused on home insulation, revealed vast improvement in energy consumption to the consumer. Recognized qualities attributing to JEA's first place award for Best Service Project included: extent of research, informative, relevant data, level of impact, and most of all, standards proving JEA lives its mission.
- B. Comments from the Public**
- Ms. Beverly A. Qualls, 3536 Hartsfield Forest Circle, Jacksonville, FL, 32277, expressed her concerns relating to unfair billing and customer care procedure practices.
- C. Council Liaison's Comments**
1. Councilman Joost stated the two Resolutions recently presented to City Council regarding JEA Branches remaining open are confusing to some parties. Councilman Joost encouraged clearer communication to City officials and to those who submitted the Resolutions to City Council.
 2. Councilman Reggie Brown is the named coordinator for all local efforts regarding stimulus funds allocated to Jacksonville.

Agenda Item III – For Board Consideration

- A. New Business**
1. Electric System – Ten Year Site Plan – received for information only
 2. Resolution Determining the Sufficiency of Revenues – on motion by Mrs. Whatley and Mr. Hightower's second, the Board adopted Resolution No. 2009-18 determining that the estimated revenues for fiscal year 2009/2010 will be sufficient for their intended purposes.
 3. Demand Side Management / Conservation Programs and Funding – Following a presentation by Randy Boswell, Vice President, Corporate Data Integration, on motion by Mr. Gilmore and Mr. Hightower's second, the Board unanimously approved the recommendation that the Pricing Philosophy be interpreted to include legacy DSM/Conservation programs.
 4. Amendment Providing for the Designation of Electric System Variable Rate Series Three 2008D Sub-Series – on motion by Mrs. Whatley and Mr. Hightower's second, the Board unanimously approved the Amendment to the April 25, 2008 Series Three 2008D Supplemental Resolution and Authorizing Resolution by adopting Resolution No. 2009-11.
 5. JEA Electric System Subordinated Revenue Bonds, 2009 Series C and 2009 Series D and Electric System Revenue Bonds, Series Three 2009B – on motion by Mr. Townsend and Mr.

Hightower's second, the Board (a) authorized the Bonds and approved the issuance thereof by adopting the Authorizing Resolution, No. 2009-13, and the related Supplemental Resolutions, Nos. 2009-14, 2009-15, and 2009-16, and approved the financing documents and the execution and delivery thereof, subject to the limitations set forth herein and therein and (b) authorized the Managing Director/CEO to execute the appropriate financing documents within the parameters mentioned in the agenda item.

6. Water, Sewer and Reclaimed Water Cost of Service and Rate Structure – following a presentation by Paul McElroy, Chief Financial Officer, on motion by Mr. Hightower and Mr. Townsend's second, the Board unanimously approved calling a public rate hearing during the regularly scheduled Board Meeting on May 19, 2009, and authorized staff to commence messaging water, sewer and reclaimed water customers in their bills in accordance with Chapter 180.136 of the Florida Statutes.
7. Monthly Financial Update – February 2009 – received for information only
8. Monthly Operations Report – February 2009 – received for information only
9. Other New Business – none

B. Old Business – none

Agenda Item IV – Reports & Comments

A. Committee Reports

1. Finance and Audit Committee – Ron Townsend, Chair

Chair Townsend reported that the Finance and Audit Committee met on March 9, 2009, and discussed various items of interest, none of which required Board action. Chair Townsend encouraged fellow Board Members to review the agenda items, summaries, and presentations, included in today's JEA Board Agenda package, that were discussed at the March 9, 2009 committee meeting.

2. Nominating Committee – Jay Fant, Chair

Chair Fant reported that the Nominating Committee met at 8:19 AM this morning and recommended that the current slate of Board Officers be retained for an additional term, March 1, 2009 through February 28, 2010:

Cynthia Austin, Chair
Cathy Whatley, Vice Chair
Ashton Hudson, Secretary
Mike Hightower, Assistant Secretary

On motion by Mr. Fant and Mr. Townsend's second, the Board unanimously approved the Committee's recommendation to retain the current slate of Board Officers for the term of March 1, 2009 through February 28, 2010.

B. Managing Director's Report

1. Mr. Dickenson relayed his experience of testifying before Congress on March 12, 2009, and the opportunity to speak on utility industry points of interest.

- 2. Mr. Dickenson stated he believes the recent School Board Resolution, which includes requests of JEA, contains much broader issues to target – education support and assistance; and also that by Charter, JEA cannot consider the resolution requests of JEA.

C. Chair's Report

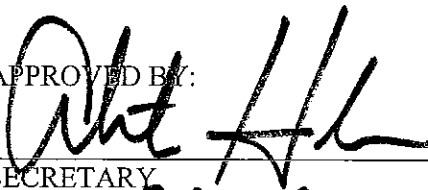
Chair Austin expressed her appreciation to Mr. Dickenson for his role in testifying before Congress on March 12, 2009, and for doing so in such an effective manner representing the utility industry.

Agenda Item V – Closing Considerations

A. **Announcements** - none

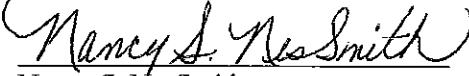
With no further business claiming the attention of the Board, the meeting was adjourned at 11:00 AM.

APPROVED BY:



SECRETARY
DATE: 3-21-09

Board meeting recorded by:



Nancy S. NesSmith
JEA Process Support Associate (PSA)