

JEA
BOARD MINUTES
August 18, 2009

The JEA Board met in regular session on Tuesday, August 18, 2009 in the 8th Floor Board Meeting Room, 21 W. Church Street, Jacksonville, Florida. Present were Cathy Whatley, Ashton Hudson, Jay Fant, Jim Gilmore, Mike Hightower and Jim Dickenson. Debra Braga from the Office of General Counsel was also in attendance. Chair Cynthia Austin and Ron Townsend were absent and excused.

Prior to the start of the meeting, Board Members and guests had the opportunity to see a demonstration of the JEA Robotics Team's robot, Ohmer, in the lobby of the 8th Floor.

Agenda Item I – Welcome

The meeting was called to order at 9:47 AM by Vice Chair Whatley.

The **Invocation** was given by Mr. Fant.

The **Pledge of Allegiance** was led by Mr. Hightower.

The **Safety Briefing** was given by Jon Eckenbach, Vice President Engineering and Construction Services. Mr. Eckenbach advised that in May St. Johns River Power Park celebrated reaching 500,000 hours without a lost time injury.

Agenda Item II – Presentations and Comments

- A. **JEA Robotics Competition Team Demonstration** – Todd Lovelace, Engineer II, thanked the JEA Board, Management and staff for their continued support of the Robotics Team. Mr. Lovelace provided an update on the team's change in experience level due to recent graduations and commended the younger, new members for their accomplishments at the recent competition which included a new playing surface and new design criteria in conjunction with a new control and programming system. Following Jacob Plicque showing the team's animation video entry and an overview of this year's competition, team members introduced themselves to the Board.
- B. **2009 EnergyStar for Homes Leadership in Housing Awards Presentation** – Jane Upton, Director Brand Management, presented the Board with the award JEA received from the U.S. Department of Environmental Protection Agency in recognition of its Green Building Program. Since its inception, there have been 706 homes in Jacksonville that have been built to Green Building standards. Ninety-six of those homes were built for Habijax. David Reed, Systems Project Leader was introduced as the employee responsible for the success of this program.

Mrs. Upton then introduced Jennifer Behnam, Program Services Director and Jim Adams, CEO, Family Support Services of North Florida (FSS) for recognition of the partnership they initiated with JEA which established an improved process for FSS to provide support to JEA customers facing problems paying their utility bills. Bruce Dugan and Jesus Garcia were recognized and received appreciation from Jim Dickenson for their wiliness to "Do the Right Thing" and find a way for the process to work. JEA is now working with other agencies to establish similar processes for their support of JEA customers.
- C. **Comments from the Public** – none
- D. **Council Liaison's Comments** – Councilman Stephen Joost was not present at today's meeting.

Agenda Item III – For Board Consideration

- A. **Consent Agenda** - used for items that require no explanation, discussion or presentation and are approved by one motion and vote. When staff or Board Members wish to discuss an item on the Consent Agenda, it must be removed and addressed later in the meeting. Upon motion by Mr.

Hightower and second by Mr. Gilmore, item 1 and 2 on the consent agenda were approved and items 3, 4 and 5 were received for information only.

1. Adoption of Agenda – adopted as published
2. Approval of minutes of the July 21, 2009 meeting – approved.
3. JEA Electric System Revenue Bonds, Series Three 2009B, C and Subordinated Revenue Bonds, 2009, Series E – received for information only.
4. Monthly Operations Report – received for information only.
5. Monthly Financial Update – received for information only.

B. Strategic Discussions/Action

1. Water Resource Management: Our greatest and most important resource – Scott Kelly, Vice President Water/Wastewater Systems, Athena Mann, Vice President Environmental Services and Karl Hankin, Manager Water/Wastewater Planning shared a presentation for information and discussion, with sections including a Water System Overview, Managing and Sustaining the Resource and Alternative Water Supply. A copy is in the file.

C. Other New Business – None

D. Old Business – none

Agenda Item IV – Reports

A. Finance and Audit Committee Report – Jim Gilmore provided an update on information received by the Finance and Audit Committee on August 10, 2009, asking the Board for action on Item IV-A-2, as noted below.

1. Minutes from August 10, 2009, meeting – received for information only.
2. JEA Fiscal Year 2010 Debt Financings relating to Electric System, Water and Sewer System, SJRPP and Bulk Power Supply System - Upon Mr. Gilmore's motion and Mr. Hightower's second, the Board approved the delegation process and parameters which are consistent with the FY2010 budget and the Process Support Associates "certification" role as to bond documents, contracts and signatures. The full package will be presented to the Board for its adoption and approval in September.
3. Variable Rate Debt Risk Analysis – received for information only.
4. Credit and Collection Policy – received for information only.
5. Accounting and Finance Reporting Emerging Issues - received for information only.
6. Liquidity Risk Update - received for information only.
7. Audit Services 2010 Audit Plan - received for information only.
8. Ernst and Young 2009 Audit Plan - received for information only.
9. Committee met with Director of Audit Services - received for information only.
10. Committee met with Ernst and Young representatives - received for information only.

B. Managing Director/CEO's Report – Mr. Dickenson advised the Board that JEA's budget presentation to the City's Finance Committee was moved to Thursday, August 27, 2009. He also reminded them there would be a presentation next month regarding the Health of the St. Johns River to provide the Board with information as they continue their efforts in Board Governance policy preparation

C. **Vice Chair's Report** – Mrs. Whatley thanked the Board, JEA Management and staff for their support and prayers for her family following the passing of her father.

Agenda Item V – Closing Considerations

A. **Announcements** – none

B. **Adjournment**

With no further business claiming the attention of the Board, the meeting was adjourned at 11:59 AM.

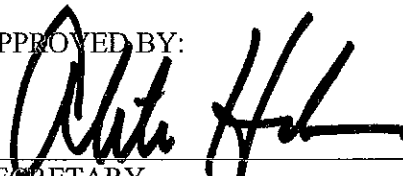
The JEA Board held its *post-Board briefing* on Tuesday, August 18, 2009, at Noon in the conference room on the 17th Floor, 21 West Church Street, Jacksonville, Florida. Present were: Cathy Whatley, Ashton Hudson, Jay Fant, Jim Gilmore, Mike Hightower, Jim Dickenson, Debra Braga from Office of General Counsel and Billie Tucker, CEO Service Bureau.

The following agenda was considered:

1. The City Council budget process was discussed. Mr. Dickenson reminded the group JEA staff has been meeting with individual Council Finance Committee members to update them on our business.
2. Future generation was discussed. Mr. Dickenson stated Northside Units 1 & 2 will be on a forced outage this fall and these units, plus St. Johns River Power Park, have operated in a stellar fashion this summer.
3. Billie Tucker reminded the group of the Board retreat September 17, 2009, 8:30 – 3:00 pm at The Energy Authority offices. She will be contacting individual Board members to set the agenda for this retreat.

With no action taken and no further business claiming the attention of the Board, the meeting was declared adjourned at 1:00 PM.

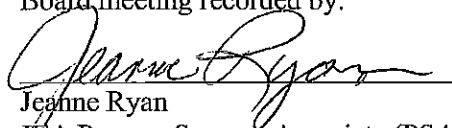
APPROVED BY:



SECRETARY

DATE: 9-15-09

Board meeting recorded by:


Jeanne Ryan
JEA Process Support Associate (PSA)