

**MINUTES
ORLANDO UTILITIES COMMISSION
April 12, 2022
2:29 P.M.**

Present:

COMMISSIONERS:

Britta Gross, President
Larry Mills, First Vice President
Cesar E. Calvet, Commissioner (via telephone)
Buddy Dyer, Mayor

Clint Bullock, General Manager & Chief Executive Officer
Jan Aspuru, Chief Operating Officer
Mindy Brenay, Chief Financial Officer
W. Christopher Browder, Chief Legal Officer
Linda Ferrone, Chief Customer & Marketing Officer
Latisha Thompson, Chief Employee Experience Officer
Manju Palakkat, Chief Transformation & Technology Officer
LeMoyne Adams, Luz Aviles, Wade Gillingham, Jenise Osani, & Ken Zambito, Vice Presidents
Frances Johnson, Recording Secretary

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The April 12, 2022 Commission Meeting was held in person.

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President Gross asked Pete Westlake, Manager of New Products and Solutions, to provide the moment of reflection. President Gross asked Andres Burgos-Ortiz, Business Support Specialist, to lead the Pledge of Allegiance to the Flag. The Commission Meeting was called to order at 2:32 P.M.

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On a motion by Commissioner Mills, seconded by Commissioner Mayor Dyer and unanimously carried, the reading of the minutes of the March 8, 2022 Commission Meeting was waived and the minutes were approved.

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Latisha Thompson provided an update on OUC's wellness programs. She stated OUC is committed to prioritizing employee health, wellness, and safety— both physically and mentally. OUC's vision is to be an innovative solutions leader and partner of choice, to develop a safe, healthy, engaged workforce is key to success. Ms. Thompson explained employees are one of three major pillars with a focused strategy in OUC's connected 2025 Strategic plan. Success Factor #1 for that strategy is defined as "safety and health—both physical and psychological—are OUC's way of life." OUC's wellness team has worked over the years to develop and enhance a best-in-class employee wellness program that helps employees reach their health goals while also keeping the workforce engaged. Medical spending has been reduced and employee health has had an overall improvement. Ms. Thompson announced that OUC's "the Power to Thrive" program earned the best Wellness Employer Gold Certification from Wellness Workdays for the fifth consecutive year. In 2022, OUC is 1 of 13 organizations nationwide to receive Gold Status. OUC received the highest ranking in all four categories of assessment, strategy, implementation, and evaluation. This certification is from a partnership with Harvard Medical School and serves two important goals; to recognize achievements that incorporate wellness, and to contribute to Harvard Medical School research. OUC's program includes a wealth of educational programming, incentives, and activities to help employees on their journey. She stated each year, the team plans health and wellness fairs, onsite health screenings, health coaching, and social events. OUC looks forward to hosting more in-person experiences this year, including bringing back onsite nutrition tables. Ms. Thompson extended a special thank you to OUC's Wellness Team members Jill Rainford, Wellness Program Manager and Alison Roy, Wellbeing Specialist, and the 68 Wellbeing Champions that make up every office across the Commission who volunteer and help spread the message of health throughout their teams.

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President Gross read aloud a Proclamation declaring April to be Water Conservation Month.

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Lisa Curran, Director of Marketing & Engagement, gave an update on Affirmative Item A-18 regarding the OUC Project A.W.E.S.O.M.E. and the Educational Outreach Program. She explained that in 2009, OUC and the Orlando Science Center partnered together to provide an educational outreach program which includes a S.T.E.M. curriculum. The program allows OUC to design a curriculum that can challenge students and encourage them to look at S.T.E.M. careers. Project A.W.E.S.O.M.E. stands for Alternative Water & Energy Supply Observation Methods and Education. The program's goal is to reach every 5th grader within OUC's service territory in Orange County and Osceola County. Project A.W.E.S.O.M.E.'s goal is to reach more than 10,000 students each year. The program includes two 90-minute classroom workshops that are completed each semester. The fall semester focus is renewable energy and the importance of energy efficiency and the spring semester focus is water efficiency and alternative sources of water for growing communities. In March 2020, Project A.W.E.S.O.M.E. went virtual due to COVID-19, adapting to the distance learning

needs of students, teachers, and their families. In August 2020, co-spaces, a modeling and simulation software, was introduced to allow the program environment to completely become virtual and interactive. Since the program's inception, over 100,000 fifth-grade students have participated. Even during the pandemic, over 24,000 students participated within the last three years.

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President Gross presented the Affirmative Items for approval. On a motion by Mayor Dyer and seconded by Commissioner Mills, Affirmative Items A-1 through A-18 were approved as follows:

1. Ratification of the fuel procurements to the most responsive and responsible bidders in December 2021 in the aggregate amount of \$19,038,400.43 as follows:

NATURAL GAS PURCHASES:

December 2021	City of Lakeland	\$ 100,400.00
December 2021	Clarke-Mobil Counties	\$ 823,050.00
December 2021	EDF Trading	\$ 2,690,744.89
December 2021	Florida Gas Utility	\$ 691,975.00
December 2021	Municipal Gas Authority of Georgia	\$ 1,765,326.00
December 2021	Southwest Energy	\$ 1,863,322.57
December 2021	Tenaska Marketing Ventures	\$ 2,619,861.71
December 2021	Texla Energy Management, Inc.	\$ 1,241,641.45

COAL PURCHASES:

December 2021	Crimson Coal Corporation	\$ 5,358,025.86
December 2021	Armstrong Resources	\$ 1,156,279.00

Red Dyed Diesel Oil Purchases:

December 2021	Lynch Oil Co Inc	\$ 542,789.55
December 2021	Tropic Oil Company	\$ 184,984.40

2. Approval of RFP #5097 – Contract award to Electrical Engineering Enterprises Inc for installation of new cable trays at the Stanton Energy Center Thickener Buildings in the amount of \$115,000;
3. Approval of Change Request No. 1 to the Capital Expenditure Estimate for the Indian River Plant Combustion Turbine C & D Protective Relay Upgrade Project in the amount of \$345,000, increasing the total project cost to \$590,000. Approval of an OUC initiated scope change and conforming Change Order No. 1 to Burns & McDonnell Engineering Company, Inc. in the amount of \$60,000 to provide compliance documentation and commissioning support for the Indian River Plant Combustion Turbine C & D Protective Relay Upgrade Project, increasing the total Purchase Order amount to \$158,500;
4. Approval of a sole source Purchase Order to General Electric International, Inc. to

provide materials, labor, and technical services for the Stanton Energy Center Combined Cycle Unit B gas turbine generator bearing repair in the amount of \$269,000;

5. Approval of an OUC initiated scope change and conforming Change Order No. 2 to Suez WTS Services USA, Inc. in the amount of \$1,675,000 to continue providing materials, services, and equipment for the Stanton Energy Center Portable Reverse Osmosis & Filtration Systems, increasing the total Purchase Order amount to \$2,542,000;
6. Approval of Change Request No. 1 to the Capital Expenditure Estimate in the amount of \$818,530.53 for implementation and programming of the Kirkman Water Treatment Plant Programmable Logic Controllers Upgrade Project, increasing the total project cost to \$893,285.43. Approval of a sole source Purchase Order to Rexel USA, Inc. to provide Allen-Bradley ControlLogix hardware and software required for the Kirkman Water Treatment Plant in the amount of \$273,232.06. Approval of an OUC initiated scope change and conforming Change Order No. 1 to CH2M Hill Engineers, Inc. in the amount of \$389,941 to provide Programmable Logic Controllers implementation and programming for the Kirkman Water Treatment Plant, increasing the total Purchase Order amount to \$455,500;
7. Approval of RFP #5072 - Contract award to Flanders Electric Motor Services, Inc. and Stewart's Electric Motor Works, Inc. to provide materials and motor maintenance services in the aggregate amount of \$337,876;
8. Approval of a Capital Expenditure Estimate for the installation of the underground electric distribution system to serve the Harmony West Subdivision – Phase 2 Lift Station, in the amount of \$633,972.69, with a customer contribution in the amount of \$3,268;
9. Approval of RFP #5058 – Contract award to Draftpros LLC; NovaCharge, Inc; and Terry's Electric, Inc. to provide electric vehicle supply equipment installation and maintenance services in the aggregate amount of \$2,101,376;
10. Approval of a Purchase Order to CDW Government LLC to provide hardware, licensing, and support in the amount of \$154,407.19;
11. Approval of Change Request No. 2 to the Capital Expenditure Estimate in the amount of \$818,000 for materials and additional construction costs necessary to complete the Weber to Country Club 115kV Underground Transmission Line Upgrade Project, increasing the total project cost to \$12,120,000. Approval of an OUC initiated scope change and conforming Change Order No. 1 to Elecnor Hawkeye LLC in the amount of \$5,335,555 to install copper cable and 900 feet of new steel conduit, increasing the total Purchase Order amount to \$5,430,555;
12. Approval of a sole source Purchase Order to AHEAD, Inc. for Networker software maintenance and support in the amount of \$359,921.10;

13. Approval of an OUC initiated scope change and conforming Change Order No. 1 to Kellton Tech Solutions Inc. in the amount of \$1,006,720 to continue providing Enterprise Service Bus support and development services, increasing the total Purchase Order amount to \$4,032,899;
14. Approval of an OUC initiated scope change and conforming Change Order No. 2 to Proterra, Inc. in the amount of \$142,220 to expand the charging infrastructure, increasing the total Purchase Order amount to \$1,298,385;
15. Approval of an OUC initiated scope change and conforming Change Order No. 2 to the pre-qualified cyber security supplier in the amount of \$90,943.36 for renewal of the Cyber Security Improvements System maintenance and support, increasing the total Purchase Order amount to \$186,181.12;
16. Approval of a sole source Purchase Order to SHI International Corporation for Workiva Inc. for financial and management reporting software subscription in the amount of \$147,806.64;
17. Approval of a Purchase Order to Ovation Construction Company to furnish all labor, materials, and equipment necessary to complete the construction and installation of the Gardenia Fuel Island Canopy in the amount of \$270,116, and the Stanton Energy Center Fleet Dozer Canopy in the amount of \$117,500, for a total aggregate Purchase Order amount of \$387,616;
18. Approval of an OUC initiated scope change and conforming Change Order No. 1 to the Orlando Science Center to continue the educational outreach program in the amount of \$484,450, increasing the total Purchase Order amount to \$1,249,800.

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Commissioner Mills reported that the Audit–Finance Committee (Committee) conducted its first consolidated Audit-Finance Committee meeting on April 5, 2022, in person and virtually via WebEx.

The Committee reviewed the updated and combined Audit-Finance Committee Charter.

An update on the proposed Pricing Workshop was presented, including the rebalancing of fuel reserves, in advance of the April 12, 2022 Pricing Workshop.

Quarterly financial and compliance reports were provided by management, including Internal Audit, Strategic Sourcing (Procurement Operating Procedure update), Energy Risk Management, Treasury Services, Accounting, and Budgeting Services.

The Committee voted to recommend Commission approval of the following action items:

- PRES-1a: Adoption of the Audit-Finance Committee Charter.
- PRES-1b: Regulatory Action to reclassify residual funds in the Clean Power fuel reserve to the traditional fuel reserve.

On a motion by Mayor Dyer, seconded by Commissioner Mills, PRES-1a was adopted as follows:

PRES-1a Adoption of the Audit-Finance Committee Charter.

On a motion by Mayor Dyer, seconded by Commissioner Mills, PRES-1b was approved as follows:

PRES-1b Regulatory Action to reclassify residual funds in the Clean Power fuel reserve to the traditional fuel reserve.

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Ms. Brenay presented the updated March 2022 Financial Report, providing preliminary revenue and expenses. She reported that revenues are consistent with what has been shared over the last few months. Warmer than normal weather and customer growth are the drivers for the increase in retail electric and water revenues, as well as chilled water revenues. The impact of commercial operations returning to normal and aligning with the OUC budget was more visible in March. She stated wholesale and other revenues were favorable to the Operating Budget as a result of stronger than projected power pool sales and customer growth impacting service fee revenues. Operating expenses are projected to be higher than budget as a result of supply chain and labor constraints, along with accelerated Clean Energy Plan depreciation costs. Generation decommissioning expenses are consistent with the closure of McIntosh 3.

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Mr. Bullock asked Kevin Noonan, Director of Legislative Affairs and Terry Torrens, Sr. Legislative Representative, to give a legislative update. Mr. Noonan gave an overview of the activities happening at the state level. The legislative session lasted 63 days this year, from January 11th to March 14th. Almost 3,700 bills were introduced this year and 285 ultimately passed both, the House and the Senate. To date, 66 of the 285 bills passed have been signed by the Governor, and one was vetoed related to Congressional redistricting, which will be the subject of a special legislative session to begin on April 19th. Mr. Noonan also stated this year's session was largely dominated by contentious "Culture-war" issues, such as Immigration law, limiting race-related issues being discussed in classrooms and by employers, and LGBTQ issues with young students. Several issues critical to the state were not fully addressed this year, including Property Insurance Reform and Condominium safety. There were several issues that OUC was focused on which passed the legislature this year and are waiting to be presented for the Governor's signature. One such bill is House Bill 7057, a Cybersecurity Public Record and Meeting Exemption law that provides a broader public record and meeting exemption for cyber-related information held by a municipal

government. If approved by the Governor, it will keep cyber-related topics more private from the public, such as cyber insurance policies, deductibles, coverage limits, and information relating to critical infrastructure. House Bill 741 relating to Net Metering was also closely followed by OUC this year. The bill keeps the State's existing Net Metering rules in place through 2023. A few other bills that passed include one that made Floating Solar a permitted land use in cities and counties, and one that granted sales tax exemptions for both disaster preparedness supplies and certain EnergyStar appliances. Bills related to the following topics did not pass this year: those having to do with electric vehicles and charging stations, changes to the State's Sovereign Immunity limits, modifications to Property Assessed Clean Energy Programs (PACE), bills relating to utility pole attachments, and attempts seeking to modify utility transfers to a municipal government's general revenue fund.

Terry Torrens gave a federal update. She stated cyber security is one of the key issues in Tallahassee and Washington, and that recently, the Cyber incident reporting for Critical Infrastructure Act of 2022 was passed. The act lays out the initial framework for rulemaking. Final rules must have clear descriptions of entities, incidents, reporting, and data requirements. CISA will have enforcement powers over the new reporting rules. The proposed rules must be published within 24 months and finalized no later than 18 months. She stated that OUC does have the power to intervene through APPA and LPPC. Ms. Torrens mentioned Ketanji Brown Jackson was confirmed as the new Supreme Court justice by the Senate. She further discussed an activity related to the possibility of additional COVID funding and the America COMPETES Act, which is designed to strengthen domestic manufacturing. Ms. Torrens explained Representative Val Demings' Solar Supply Chain Act will provide support for domestic solar manufacturing capabilities. There will be a revision to the Build Back Better plan. She stated OUC is engaged at the Federal level, both individually and through our trade associations like the American Public Power Association (APPA) and Large Public Power Council (LPPC)

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Mr. Bullock announced that OUC's employee Service Awards will resume in person at Commission Meetings starting May 10th.

Commissioner Calvet stated he was very pleased with the clear and detailed Pricing Workshop. He also looks forward to the in-person employee service awards.

Commissioner Mills echoed Commissioner Calvet's comments about the pricing workshop. He mentioned it is a tough story, but also a good story. He commended OUC on the wellness program and for the outreach to students through Project A.W.S.O.M.E. He stated he always enjoys the legislative briefing as well.

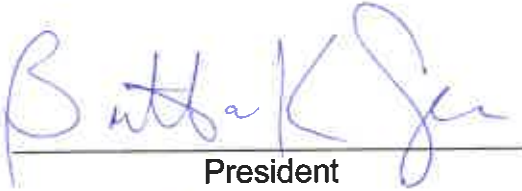
Mayor Dyer agreed with both Commissioners. He thanked OUC for the overview on the Pricing Workshop. He stated the pricing change is really important and necessary, and appreciates the thorough explanation. He emphasized the importance of informing the public on the reasons for the price increase effective June. He stated Kevin Spears' Article in the Orlando Sentinel was even-handed and fair in the explanation. He concluded by recognizing OUC's great focus on employee wellness and the A.W.E.S.O.M.E Program.

President Gross stated the meeting was very efficient. She thanked OUC for staying attentive to floating solar and other legislative matter. She expressed that she enjoys the


legislative updates, and was pleased to learn about the EnergyStar appliance program, stating it could be a huge opportunity for everyone in Orlando. She commended OUC for the A.W.E.S.O.M.E. program.

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President Gross adjourned the meeting at 3:19 P.M.



President



Secretary