

SPECIAL WORKSHOP OF KISSIMMEE UTILITY AUTHORITY HELD WEDNESDAY,
MAY 18, 2011 AT 3:30 PM, BRINSON BOARD ROOM, ADMINISTRATION BUILDING,
1701 WEST CARROLL STREET, KISSIMMEE, FLORIDA

Present were Chairman Fred Cumbie, Vice Chairman James Kasper, Director Reginald Hardee, Director Kathleen Thacker, General Manager James Welsh, and Recording Secretary Leticia Rivera.

A. MEETING CALLED TO ORDER

Chairman Cumbie called the meeting to order at 3:31 pm.

B. PLEDGE OF ALLEGIANCE

The Board recited the pledge of allegiance.

C. FMPA 101 WORKSHOP

Nick Guarriello, General Manager and CEO of the Florida Municipal Power Agency (FMPA) introduced Tom Reedy, Assistant General Manager of Power Resources and Mark Larson, Assistant General Manager, Finance and IT and CFO.

Mr. Guarriello advised that tonight's presentation has also been shared with other FMPA members such as Ocala and Starke. A joint meeting is planned with Newberry and Green Cove Springs. Mr. Guarriello provided a brief history on how FMPA began. Mr. Guarriello provided all with a hardcopy of the All-Requirements 101 presentation that will be reviewed during the meeting.

A discussion took place on why members of the All Requirements Project sign a 30 year contract. Mr. Guarriello advised that those members that signed in 1986 and everyone since sign the same exact contract. The members of the All Requirements Project want FMPA to succeed and did not want members to drop out due to purchasing of bonds and investments that have been made. Mr. Guarriello provided detailed information on this issue.

Tom Reedy, Assistant General Manager, Power Resources provided detailed information on electricity fundamentals. During the presentation Mr. Reedy informed that FMPA has saved 6,700 MW of energy with the conservation program which KUA participates heavily in.

Chairman Cumbie asked what rebates KUA offers. Mr. Welsh advised that KUA has a conservation program in place and also that KUA provides energy audits to the customers. Mr. Welsh recommended reviewing KUA's conservation program at the July board meeting.

Mr. Reedy provided an overview on power system elements, planning and operating fundamentals.

At 5:45 pm the group requested a break and the meeting resumed at 5:56 pm

Mr. Reedy continued with his presentation on fuel mix and Mr. Guarriello concluded the All – Requirements presentation providing a detailed report on fuel price risk management.

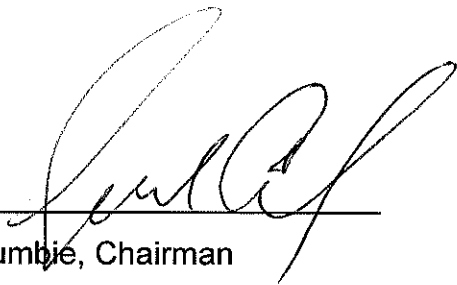

Mr. Welsh thanked Nick, Tom and Mark for coming out to KUA and providing the KUA board members with this great presentation.

D. OTHER

E. HEAR GENERAL MANAGER, DIRECTORS

F. ADJOURNMENT

Chairman Cumbie adjourned the meeting at 6:57 pm.


Fred Cumbie, Chairman
Reginald Hardee, Secretary