

Delaware Sustainable Energy Utility Oversight Board Public Meeting of the Board held on May 10, 2011

Senate Hearing Room, 2nd Floor, Legislative Hall, Dover, DE

In attendance for the Board: Sen. Harris McDowell, Michael Sheehy, Sean Finnigan, Roger Jones, Collin O'Mara, John Byrne, Ph.D., Randall Day

For AEG: Ralph Nigro and Matt Lillard

The meeting was called to order by Sen. McDowell.

Welcome

The members of the public in attendance were welcomed.

Consideration of Minutes

The Board unanimously approved the minutes for the March 5, 2011 Board meeting. The SEU Executive Committee unanimously approved the minutes of the Committee's meetings on March 24, 2011 and April 6, 2011.

Update on Renewable Energy Task Force Work - John Byrne, Ph.D.

Dr. Byrne provided a summary of the work being performed by a subcommittee of the Task Force. He has been working as a member of the subcommittee for months. There was a discussion of a tiered system for the REC market. There would be 20 year contracts. Dr. Byrne asked that the Board endorse the SEU's participation in the process to prepare an RFP.

Dr. Wagner asked two questions: 1. About the auction approach, and 2. About the \$900 entry fee.

Sec. O'Mara asked about what will be done if there is a surplus of SRECs and a discussion ensued.

Carolyn Snyder discussed the interplay of the various groups dealing with the SREC market, which was then further explained by Dr. Byrne.

Michael Sheehy asked for a flow chart to simplify the discussion. Dr. Byrne indicated that this was a complex matter and that the subcommittee is working on a flow chart, but it is not yet ready for a full presentation. He agreed that the Public Advocate's request should be addressed.

Update on Performance Contracting and SEU Bond Issue

Ken Becker reported on the status of these matters, including an estimated timetable for the SEU to obtain a bond rating and to issue bonds.

Review of SEU Programs; Scope of Work for Contract Administrator

Ralph Nigro of AEG reported on the SEU's programs. The Board did not address the scope of work issue related to AEG's position as the contract administrator.

New/Old Business

Frank Murphy reported on the status of a request by Public Service Commission Staff related to Delmarva Power's Integrated Resource Plan. Frank Murphy also reported on the SEU's responses to Freedom of Information Act requests and received Board approval to prepare rules for the SEU to respond to FOIA requests using as a model the rules adopted by the Delaware Department of Natural Resources and Environmental Control.

The Board approved a motion to adjourn.