

**PIQUA ENERGY BOARD
MEETING
AUGUST 25, 2009**

- TIME & PLACE:** A regular meeting of the Piqua Energy Board was held on Tuesday, August 25, 2009 at Piqua Power System's office. Acting Chairman Patrick Jenkins called the meeting to order at 12:04 P.M.
- ATTENDANCE:** See attached Attendance Report.
- NEW MEMBERS:** Patrick Jenkins introduced new board members Rodney Young and Jim Froning. Ed Krieger welcomed Rodney and Jim to the Piqua Energy Board.
- MONTHLY MINUTES:** Bill Vogt moved to approve the minutes of the May 26, 2009 meeting. Jim Hartzell second and the motion carried.
- MONTHLY REPORT:** Ed Krieger reviewed the July 2009 year to date (YTD) monthly financial reports. YTD KWH sales are down 8.5%, and revenues are down 3.8% from budget. Residential and Commercial sales are close to budget, but industrial sales have fallen 20%. The YTD total electric revenues are down 5.3% from budget and the YTD total electric expenditures are down 14.4% from budget. The YTD electric-system adjusted margin is \$1,110,568, which is \$1,328,237 better than budget. The YTD cash and investments are \$10,783,889.
- Ed Krieger reviewed both the past and 2010 projected purchase power costs. The majority of the 2010 purchased power has been locked-in. Jim Hartzell moved to accept the monthly reports. Joe Drapp second and the motion carried.
- RELIABILITY STATISTICS:** Ed Krieger reviewed the following YTD reliability indices: ASAI, CAIDI, SAIDI, SAIFI (long), and SAIFI (short). These indices are used as an industry benchmarking tool. The Power System has performed admirably in the first half of 2009.

**2009 WORK PLAN
2nd QTR. UPDATE:**

Ed Krieger reviewed the most recent update of the 2009 work listing. The Power System remains on target to complete the vast majority of budgeted initiatives for 2009.

**GENERATION
PROJECTS
UPDATE:**

Ed Krieger provided updates on the Prairie State, the Hydro generation projects and AMPGS currently under development by AMP. Prairie State's Unit #1 is on schedule to be completed August 2011, and Unit #2 is on schedule to be completed May 2012.

Cannelton, Smithland, and Willow Island are the three hydro generation projects under development. Cannelton started construction August 5th, and is expected to be completed in 2013. The others are finalizing permits before construction can begin.

**CLIMATE
CHANGE
LEGISLATION:**

Ed Krieger reviewed H.R. 2454, American Clean Energy and Security Act, which was passed by the House of Representatives on June 26, 2009. AMP is keeping a close watch on this bill as it progresses through the law making process.

OLD BUSINESS:

Ed Krieger reviewed and discussed a number of articles that had been included in this month's Energy Board packet.

NEW BUSINESS:

Ed Krieger invited the Energy Board members to the open house and dedication ceremony for the new AMP headquarters in Columbus scheduled for September 29, 2009.

ADJOURN:

With no further business to discuss, Jim Hartzell moved to adjourn the meeting at 1:02 P.M. Bill Vogt second and the motion carried.

SIGNED:

Ed Krieger
Power System Director