

**MINUTES OF LEPA UNIT NO. 1 PARTICIPANTS COMMITTEE MEETING OF
LOUISIANA ENERGY AND POWER AUTHORITY (LEPA)
HELD BY TELECONFERENCE AS PER GOVERNOR EDWARDS'
PROCLAMATION NO. JBE-2020-30, SECTION 4 AT THE OFFICES OF LEPA IN
LAFAYETTE, LOUISIANA ON MAY 12, 2020**

The members of the LEPA Unit No. 1 Participants Committee held a meeting on May 12, 2020, by Teleconference as per Governor Edwards' Proclamation No. JBE-2020-30, Section 4, at the LEPA Administrative Building, 210 Venture Way, Lafayette, Louisiana after due notice of said meeting. A Certification as per Section 4 is attached hereto.

Present for the LEPA No. 1 Participants Committee were:

Mayor Edwin "Ed" Reeves, Chairman, Plaquemine
Mayor Charles "Chuck" Robichaux, Vice Chairman, Rayne
Mayor Buz Craft, Secretary-Treasurer, Vidalia
Mayor Frank "Boo" Grizzaffi, Morgan City
Mr. Ernest Brown, Houma/Terrebonne Parish Consolidated Government
Mayor Milton Cesear, Jonesville

Absent:
None

General Manager Kevin Bihm gave an update on LEPA Unit. No. 1 operations. He reported that the Unit is running well although they have experienced a couple of minor outages.

General Manager Bihm then reported on renewal of the property insurance. He reported that last year's premium for property insurance with AEGIS insurance company was \$451,000 with \$50 million for a named windstorm. He reported that AEGIS has bound coverage for the upcoming year but the premium has arisen to \$540,000 and the AEGIS offer has only \$10 million of coverage for a named windstorm. He contrasted that with the historic named windstorm coverage of \$50 million. He further reported that LEPA's agent has advised that AmRisc has agreed to write a supplemental policy consisting of an additional \$40 million of coverage for a named windstorm for a premium of \$297,000. Thus, if LEPA wants to have the coverage offered by AEGIS as well as the supplemental coverage offer by AmRisc, the total premiums will be \$817,000. There then ensued a general discussion among the members of the Committee and consultants.

After much discussion, the Chairman asked the Committee whether the members wanted to amend the Agenda to include consideration of formal action with respect to the renewal of insurance coverage. On motion by Mayor Craft that was seconded by Mayor Grizzaffi, the Committee unanimously voted to amend the Agenda to consider the insurance proposals above-described. The votes were as follows:

Reeves	-	Yea
Robichaux	-	Yea
Craft	-	Yea
Grizzaffi	-	Yea
Brown	-	Yea
Cesear	-	Yea

There were no nays. The motion passed unanimously, so the Agenda was amended to include consideration of a vote on the insurance issues. After consideration, a majority of the Committee voted to authorize LEPA management to bind LEPA for the underlying coverage with AEGIS and the additional \$40 million named storm coverage offered by AmRisc. The votes were as follows:

Reeves	-	Yea
Robichaux	-	Yea
Craft	-	Yea
Grizzaffi	-	Yea
Cesear	-	Yea
Brown	-	Nay

Because the majority of the Committee members voted to authorize binding of said coverages, the motion passed.

General Manager Bihm then reported on consideration for approval of entering into an Executive Session pursuant to La. R.S. 42:16 and La. R.S. 42:17 with regard to claims for damage to equipment on LEPA Unit No. 1 sold by GE Packaged Power, Inc. and insured by AEGIS Insurance Company. On motion by Mayor Robichaux that was seconded by Mayor Craft, the Committee unanimously voted to go into Executive Session. The votes were as follows:

Reeves	-	Yea
Robichaux	-	Yea
Craft	-	Yea
Grizzaffi	-	Yea
Brown	-	Yea
Cesear	-	Yea

There were no nays. After entering into Executive Session, the Committee voted to go out of Executive Session. On motion by Mayor Craft that was seconded by Mayor Robichaux, the Committee unanimously agreed to go out of Executive Session. The votes were as follows:

Reeves - Yea
Robichaux - Yea
Craft - Yea
Grizzaffi - Yea
Brown - Yea
Cesear - Yea

There were no nays.

After discussion, on motion by Mayor Robichaux that was seconded by Mayor Craft, the Committee members unanimously voted to authorize General Manager Bihm to send the letter to AEGIS insurance company, a draft of which was in Members' packets. The votes were as follows:

Reeves - Yea
Robichaux - Yea
Craft - Yea
Grizzaffi - Yea
Brown - Yea
Cesear - Yea

There were no nays.

After some discussion, on motion by Mayor Robichaux that was seconded by Mayor Craft, the Committee members unanimously voted to request that LEPA's counsel provide a legal opinion as to how to proceed against any possible responsible parties related to the damage to the turbine at LEPA Unit No. 1 and to authorize staff to schedule a meeting in the next two or three weeks to discuss further action relative to the damaged turbine. The votes were as follows:

Reeves - Yea
Robichaux - Yea
Craft - Yea
Grizzaffi - Yea
Brown - Yea
Cesear - Yea

There were no nays.

There being no further business to come before the LEPA Unit No. 1 Participants Committee, on motion by Mayor Robichaux that was seconded by Mayor Craft, the Members of such Committee unanimously voted to adjourn the meeting.



Chairman



Sec.-Treasurer