



Chairman's Report

December 7, 2007

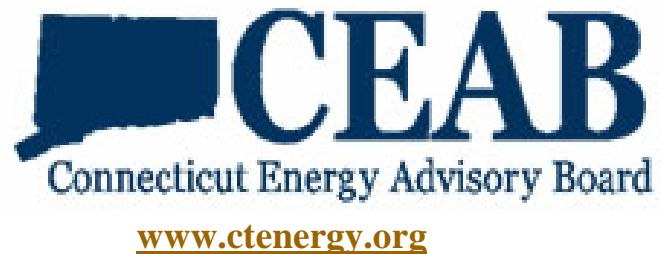


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Welcome New Members!

- Governor's appointment made
 - Jim Hoffman, President - Hoffmann Engineering Consultants LLC
 - Representing an environmental organization knowledgeable in energy efficiency programs
- Speaker's appointment
 - Melissa Ozols, Policy Aide, House Democratic Caucus
 - Representing state residents in general having expertise in energy issues
- Three Remaining appointments
 - Senate President
 - Representative of a chamber of commerce; and
 - Representative of a state-wide manufacturing association
 - Governor
 - Representative of a consumer advocacy organization

Electric Conservation Programs Study

- Background

- 07 energy bill requires CEAB to study “efficacy, innovativeness and customer focus of electric conservation programs” in Connecticut
- Board must evaluate programs and specific options for program delivery, including:
 - Selecting a state-wide provider of conservation programs through a competitive process
 - Retaining the current delivery system for conservation programs; and
 - Having a nonprofit organization provide the conservation programs

- Status

- Work well underway and on schedule
 - Surveys of residential and business sectors completed
 - Draft research reports outlining program performance and program structure in other states completed
 - Single draft report containing and analyzing this information distributed to Board work group today

- Timeline



- Board Action Required

- None

Annual Review OPM Strategic Plan

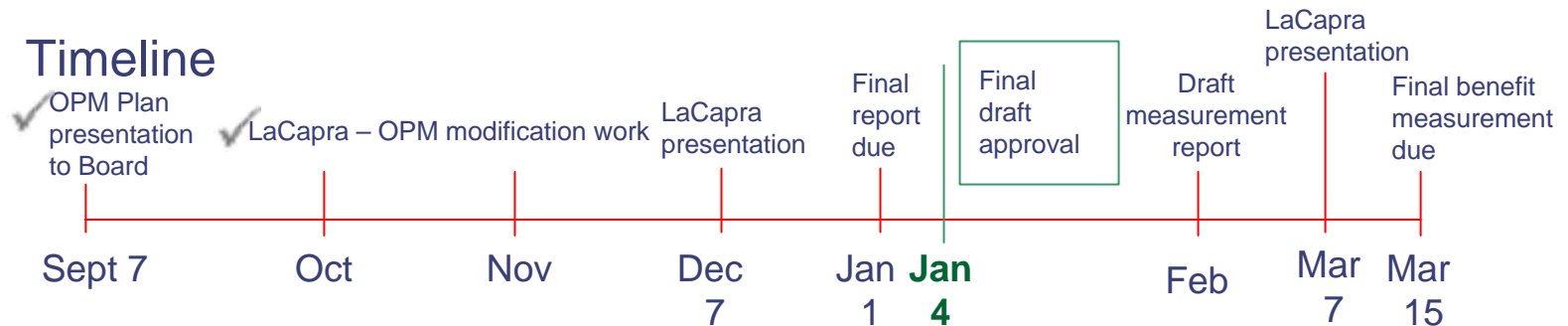
- Background

- 2007 energy legislation requires Board to review OPM's annual Plan for Energy Management in State Facilities, measure success of the plan's implementation and determine societal benefits derived
- Working group led by OCC (Borges-King) and DEP (Farrell) to work with LaCapra
 - OPM recused itself from participation in Board review of Plan

- Status

- LaCapra/GDS report presentation today on findings and recommendations
- Recommend delaying final report approval by 3 days

- Timeline



- Board Action Required

- None

Report on Various Energy Issues

- **Background**

- By Jan 1 08, Board is required to conduct a study to develop recommendations on:
 - Coordinating and integrating the state's energy entities; and
 - Achieving the goals of RGGI and state efforts to reduce greenhouse gasses; and
 - Promoting indigenous alternative fuel resources
- Board approved a year-long process to allow for adequate analysis and stakeholder input

- **Status**

- Board approved LaCapra-Hunt-Stahl team and Chairman's authority to execute standard contract terms at Nov meeting
- Contract still in review process at OPM, anticipated contract execution in December

- **Timeline**



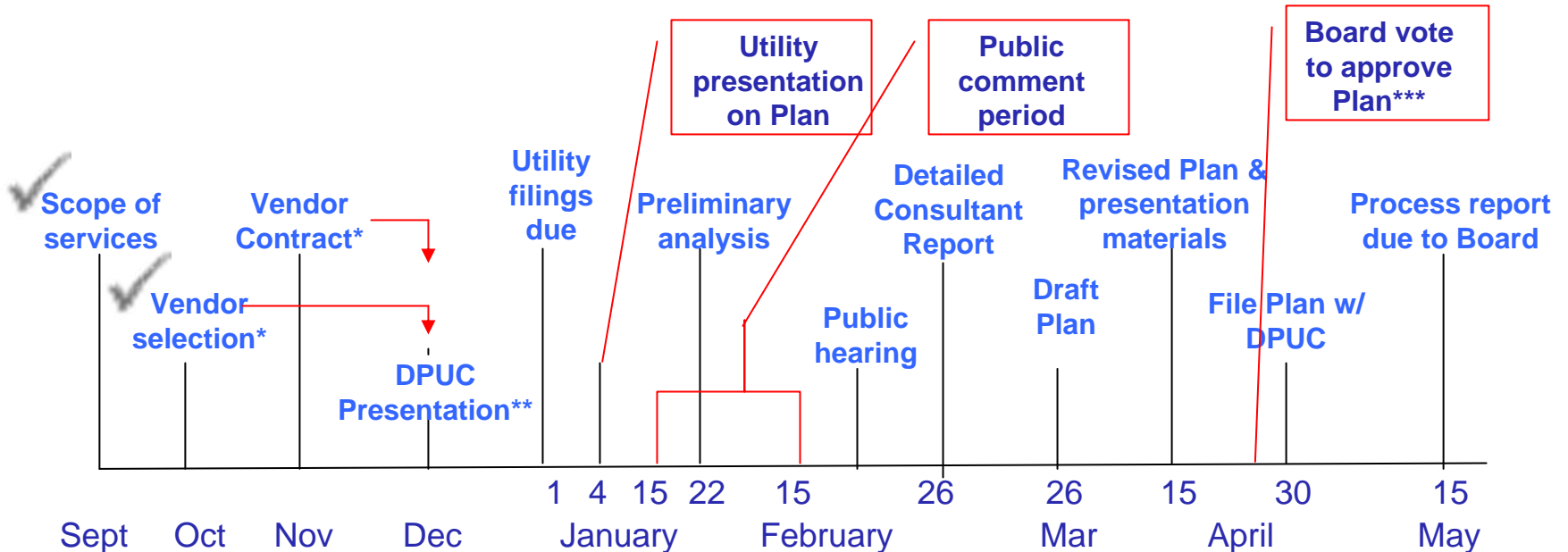
- **Board Action Required**

- None

Procurement Plan

- Background
 - 2007 energy legislation requires Board to review/modify and approve comprehensive resource procurement plan submitted by distribution companies
 - Plan must first meet resource needs through all available energy efficiency and demand reduction resources that are cost effective, reliable and feasible
- Status
 - Only one bid received
 - Board directed review committee (Borges-King/Cammarata/Farrell/Hennessey) to proceed with review of bid
 - Staff Working Group recommending Board approve bid award to LaCapra
 - DPUC educational “refresher” presentation today
 - Standard Offer/SOLR “procurement” process; and
 - Capacity contract needs analysis and planning process
- Timeline
 - Joint UI/CL&P Plan due Jan 1
 - See next slides for statutory and Board task timelines
- Board Action Required
 - Vote to approve award and Chairman’s authority to execute contract on Board’s behalf by Jan

Procurement Plan: Board Task Timeline

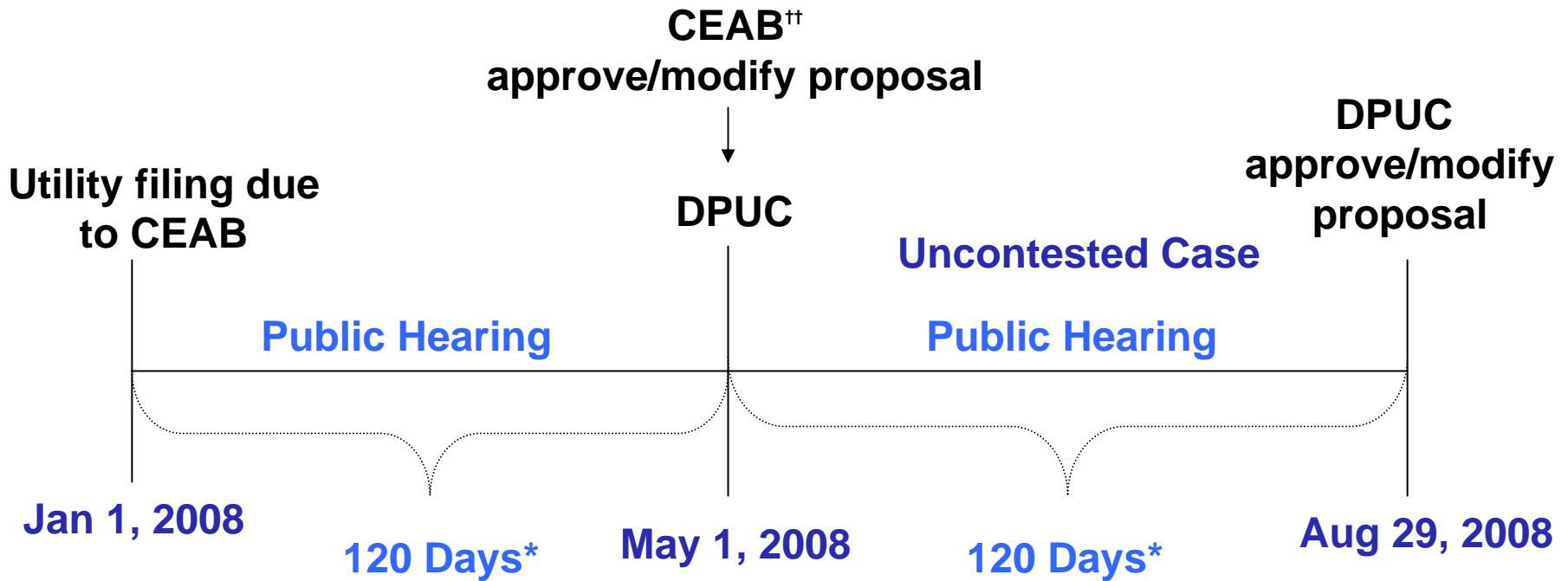


* Board can approve **both** selection of the vendor and contract in Dec, as long as motion specifies that OPM can enter into a contract based on work plan. Approach will eliminate need for teleconference in mid-Dec to approve contract

**DPUC “refresher” presentation on mechanics of current procurement process for Standard Offer/SOLR and capacity contracts

***Schedule may require teleconference vote for approval or special meeting week of Apr 21st

Procurement Plan: Statutory Timeline



*Beginning calendar year 2009, CEAB and DPUC each have 60 days to approve/modify plan

^{††}DOT, DPUC and Agriculture shall not participate as members of the Board

Net Energy Analysis

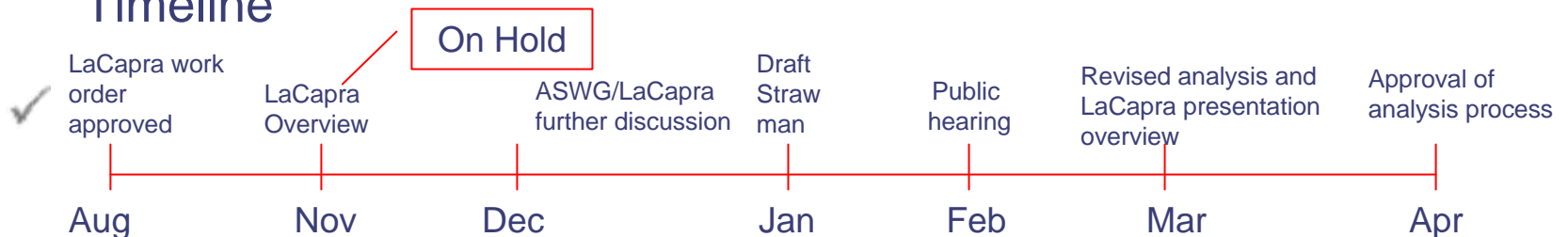
- **Background**

- 2007 energy legislation requires CEAB RFP for alternatives process include a net energy analysis of each of the proposed facilities

- **Status**

- Overview presentation last month raised questions regarding value and intent of Net Energy Analysis as applied to CEAB reactive RFP for alternatives process
- LaCapra work suspended pending further investigation on legislative intent

- **Timeline**



- **Board Action Required**

- None

NEWS

- **Background**

- New England East-West Solutions (NEEWS) transmission system upgrade comprised of multiple 345kV transmission line projects in southern New England
 - CEAB required to do “reactive” RFP; may do “proactive” RFP
 - NU’s Siting Council filing will trigger reactive RFP
 - Board released RFC on process CEAB should employ to identify alternatives to NEEWS
 - Comments generally did not support a proactive RFP approach at this time
 - Subset of Board and staff working group met with utilities to discuss comments
 - Supplemental request for comments from UI, CMEEC, CL&P released
 - See all requests and comments on website at <http://www.ctenergy.org/NEEWSRFC.html>

- **Status**

- Chairman Mengacci met with ISO on Nov 7 – briefing today

- **Timeline**

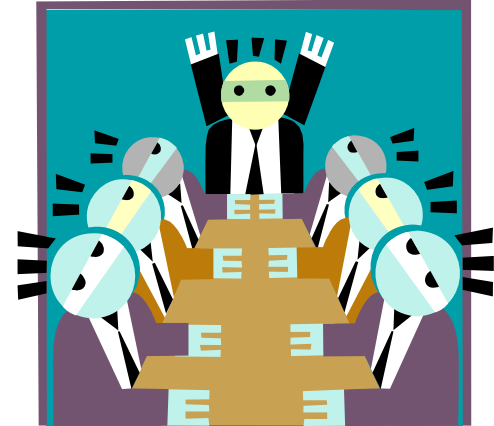
- Board assuming NU filing with Siting council in July 08 filing with Siting

- **Board Action Required**

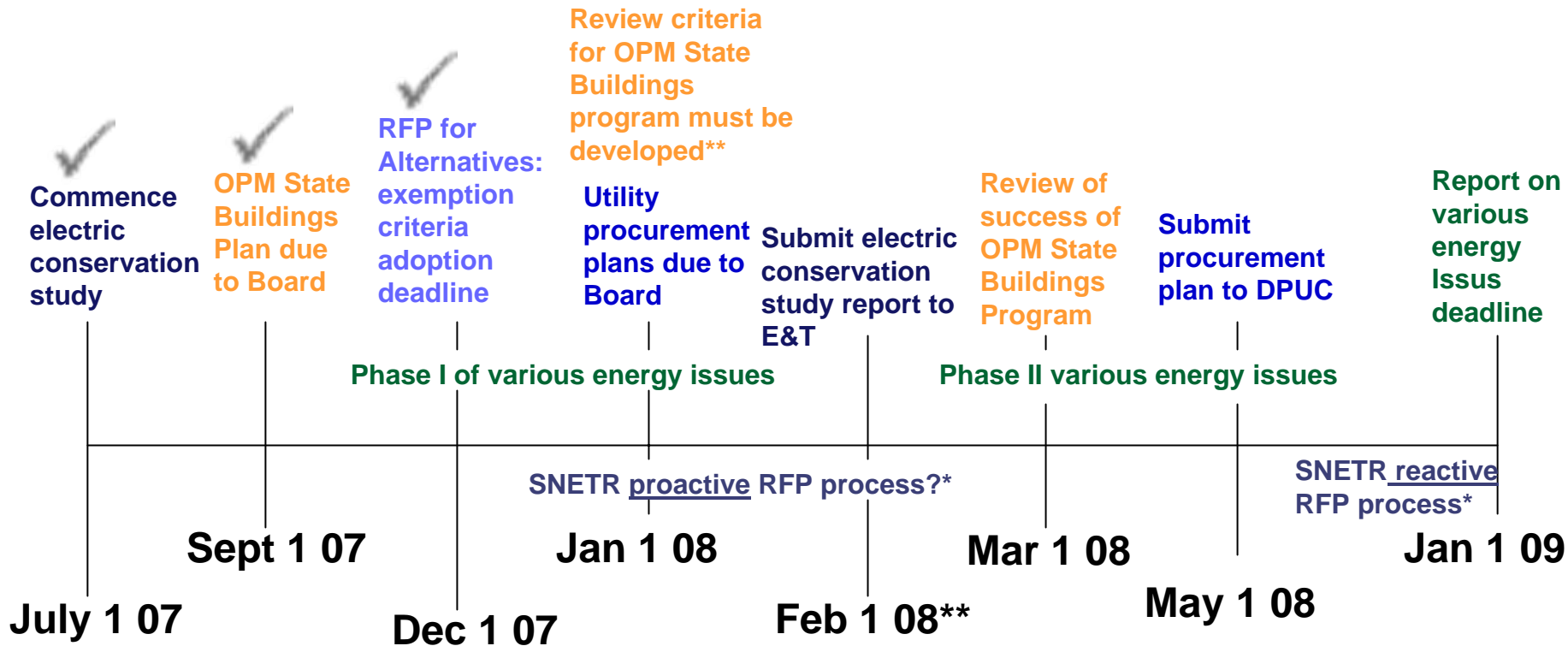
- None

Other Items

- Board officer selection
 - Nominating committee formation
- Other business?



Timeline of Tasks – Reference Slide



*NU anticipating July 08 Siting Council filing date for the Greater Springfield and Interstate portions of NEEWS (central CT portion anticipated filing Nov 08)

**Date pushed out 3-days to Jan 4 – see slide