

FMPA Monthly Report

March 2021

Rate Call

The average price of natural gas for the month was \$2.39. Daily natural gas prices have fluctuated in the \$2.60 - 3.00 range with a spike to \$3.30 during the Texas cold spell. The forward pricing curve is approximately 2% above the FY21 budgeted natural gas price.

The peak for the month occurred on 19 January at 8AM.

Natural gas accounted for 62% of the generation mix. Coal was 22% and nuclear was 6%. Solar generation was 1%. Coal generation was higher than budget due to burning off Lakeland coal reserves and water control at Stanton.

The Vero Beach cost recovery account stands at \$5.9 million. This is \$6.0 million below the planned target.

Board of directors

The Board of Directors did not have any action items on the agenda.

Information items included an Annual Debt report, mobile substation update and Inter-regional Price-Consumption-Emissions differences and the policy implications.

Executive Committee

The Executive Committee approved a bond Resolution for R&R funding and a Line of Credit.

Information items were an Annual Debt report, margin from external sales, alternate staffing plan for Treasure Coast Energy Center and Cane Island 3 planned outage update.

Strategic Planning Session

The goals identified for FMPA were:

- Lower controllable wholesale power costs for all power supply projects
- Optimize the performance of Stanton I & II
- Evaluate FMPA's human resource requirements to maintain responsive member services or expand resources to meet new service initiatives,
- Develop alternates to current transmission rate growth
- Evaluate additional solar/storage resources to support customer desires and/or meet additional emission targets

The goals for the Executive Committee (the All Requirements Project, ARP):

- With Florida Municipal Power Pool partners, consider operational improvements to reduce costs and increase reliability with expansion of intermittent resources as well as consider structural changes that create value for all and may enhance Pool expansion
- Identify affordable energy storage opportunities

- Create low- or no-cost demand-side management programs to meet peak and defer capacity additions