

MINUTES OF THE DECEMBER 18, 2008, MEETING OF THE SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

A meeting of the Board of Directors was held on December 18, 2008, at the Westin Hotel, 191 North Los Robles Avenue, Pasadena, California.

The meeting was called to order at 10:30 a.m. by President David Wright.

The following Board members (M) and alternates (A) were present and acting in their capacity as representative for their utility: Marcie L. Edwards, Anaheim (M); Joseph F. Hsu, Azusa (M); James D. Earhart, Banning (M); Ronald E. Davis, Burbank (M); Vince Brar, Cerritos (A); Jeanette Olko, Colton (M); Steven Lins, Glendale (A); LeiLani Johnson Kowal, Los Angeles (M); Phyllis E. Currie, Pasadena (M); David H. Wright, Riverside (M).

Staff present were: Executive Director Bill D. Carnahan; SCPPA staff members Salpi Bouboushian, Phyllis H. Brown, Steven L. Homer, Richard M. Helgeson, Craig A. Koehler, Geri L. Mitchell, and David G. Walden; and Therese Savery, Manager of SCPPA Accounting.

Attorneys and consultants present included: Stephen Cole of Fulbright & Jaworski; Erika Curls-Bartling of Curls Bartling; and Deborah Sliz of Morgan Meguire.

1. Notice/Agenda Opportunity for the Public to Address the Board

President Wright afforded the public an opportunity to address the Board.

2. Approval of Minutes

Ms. Edwards moved to approve the minutes of the Special Meeting held November 20, 2008. The motion was seconded by Mr. Earhart, and unanimously approved.

3. Executive Director's Report

Mr. Carnahan referenced his written report and discussed the highlights, including meeting dates and locations for 2009, distribution of SCPPA Annual Reports, the STS Upgrade, and the RFP for renewable resources.

Mr. Carnahan presented Resolution No. 2008-90, authorizing extension of the SCPPA office lease agreement. Mr. Davis moved that Resolution No. 2008-90 be approved. The motion was seconded by Mr. Hsu and unanimously approved.

4. Finance and Accounting Manager's Report

Mr. Koehler reported on the December meeting of the Finance Committee, and presented the Investment Report for the month of October and the Financial Statements for the quarter ending September 30, 2008. The reports were received and filed.

Mr. Koehler reported on the financings for the STS Upgrade and the Canyon Power Project.

Mr. Koehler presented Resolution No. 2008-91, authorizing the amendment of the STS indentures to permit the purchase of bonds by Project Participants. Ms. Johnson moved that Resolution No. 2008-91 be approved. The motion was seconded by Ms. Olko and approved by Project Roll Call Vote, with Imperial and Vernon absent, and Azusa, Banning, Cerritos and Colton present but not voting.

Mr. Koehler presented Resolution No. 2008-92, authorizing the designation of officers for bank-related actions related to Wells Fargo Bank. Mr. Earhart moved that Resolution No. 2008-92 be approved. The motion was seconded by Ms. Olko and unanimously approved.

Mr. Koehler presented Resolution No. 2008-93, authorizing the extension of the services agreement with Fulbright & Jaworski.

Mr. Koehler presented Resolution No. 2008-94, authorizing the extension of the services agreement with Curls Bartling.

Mr. Koehler presented Resolution No. 2008-95, authorizing the extension of the services agreement with Nixon Peabody.

Mr. Davis moved that Resolutions 2008-93, 2008-94, and 2008-95 be approved. The motion was seconded by Mr. Earhart and unanimously approved.

Mr. Koehler presented Resolution No 2008-96, authorizing an agreement with zGlobal for services related to the California Independent System Operator Market Redesign and Technology Upgrade. Ms. Olko moved that Resolution No. 2008-96 be approved. The motion was seconded by Ms. Currie and unanimously approved.

Mr. Koehler reported on the December meeting of the risk management Committee.

5. Energy Systems Manager's Report

Mr. Walden referenced the written report, which discussed efforts relating to renewables, including wind, solar, and geothermal projects; small hydro, and the meetings of the Public Benefits Committee, and the Resource Planning Committee.

Mr. Walden presented Resolution No. 2008-100, authorizing an agreement with Positive Energy for home energy reporting services. Ms. Currie moved approval of Resolution No. 2008-100. The motion was seconded by Mr. Earhart and unanimously approved.

Mr. Walden presented Resolution No. 2008-101, authorizing agreements to facilitate financing related to the existing contract with Ameresco for the Chiquita Landfill Project. Mr. Davis moved approval of Resolution No. 2008-101. The motion was seconded by Ms. Currie and approved by Project Roll Call Vote, with Imperial and Vernon absent, and Anaheim Azusa, Banning, Cerritos, Colton, Glendale, Los Angeles, and Riverside present, but not voting.

6. Government Affairs Manager's Report

Ms. Brown presented her written report, and discussed legislative activities in Sacramento and Washington, D.C., and highlights of the recent elections.

7. Project Administrator's Report

Mr. Homer referenced the written reports, and updated the Board on issues at the projects.

8. Closed Session

At this point, the Board went into closed session to discuss pending and potential litigation. No action was taken.


9. Legislative Briefing

Following lunch, the Board was updated by Deborah Sliz on results of the recent elections, and their impact on public power, along with pending legislative and regulatory activities at the Federal level.

10. Adjournment

There being no further business, the meeting was adjourned at 1:00 p.m.

Respectfully submitted,


Mario C. Ignacio
Assistant Secretary