

MINUTES OF THE FEBRUARY 17, 2005
REGULAR MEETING OF THE
SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

A regular meeting of the Board of Directors was held on February 17, 2005, at the offices of the Authority, 225 South Lake Avenue, Suite 1250, Pasadena, California.

The meeting was called to order at 10:34 a.m. by President Phyllis E. Currie.

The following Board members (M) and alternates (A) were present and acting in their capacity as representative for their utility: Kenneth S. Noller, Anaheim (A); Joseph F. Hsu, Azusa, (M); Paul Toor, Banning (M); Vince Brar, Cerritos (A); Jeannette Olko, Colton (M); Ronald E. Davis, Burbank (M); Ignacio R. Troncoso, Glendale (M); Glenn O. Steiger, Imperial (M); Ronald O. Vazquez, Los Angeles (M); Phyllis E. Currie, Pasadena (M); David Wright, Riverside (A); Charles W. Montoya, Vernon (A).

Staff present were: Executive Director Bill D. Carnahan; SCPPA staff members Steven L. Homer, Manuel A. Robledo, Craig A. Koehler, Phyllis H. Brown, Richard M. Helgeson, and Geri L. Mitchell; Therese Savery, Manager of SCPPA Accounting; Joan Ilagan, SCPPA Bonds & Investments; Luan Nguyen, LADWP Nuclear Group.

Attorneys and consultants present included: Stephen Cole, Fulbright & Jaworski.

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

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

2. Approval of Minutes

Mr. Vazquez moved to approve the minutes of the Regular Meeting held January 20, 2005. The motion was seconded by Mr. Steiger, and unanimously approved.

3. Executive Director's Report

Mr. Carnahan referenced his written report and discussed the highlights, including the American Public Power Association's Legislative Rally in Washington, D.C., and the Request for Proposals for Auditing Services. He also discussed preparing a press release regarding the three SCPPA renewable projects.

Mr. Carnahan presented Resolution No. 2005-2, authorizing joint funding for a Local Arrangements Committee registration gift for participants at the American Public Power Association National Conference to be held in Anaheim in June. SCPPA's share was to be revised to \$15,000, and a new exhibit prepared. Mr. Troncoso moved that Resolution No. 2005-2 be approved as amended. The motion was seconded by Mr. Noller and unanimously approved.

4. Finance and Accounting Manager's Report

Mr. Koehler reported on the February 7, 2005, meeting of the Finance Committee, and presented the Investment Reports for the month of December 2004, and the unaudited financial statements for the quarter ended December 31, 2004, for receipt and filing.

Mr. Koehler also discussed the Request for Proposals for Auditing Services and the selection process.

Mr. Koehler presented Resolution No. 2005-3, authorizing preparation of documents for the refunding of certain San Juan Project Revenue Bonds. Mr. Cole proposed adding language to allow new money to be added to the issue if the Participants should decide to do that. Mr. Toor moved that Resolution No. 2005-3 be approved as amended. The motion was seconded by Mr. Wright and unanimously approved.

5. Energy Systems Manager's Report

Mr. Robledo referenced his written report, and reported on meetings of the Public Benefits Committee and the resource planning group, including status of the landfill gas project, gas reserves project, and a geothermal project.

Mr. Robledo presented Resolution No. 2005-4, authorizing execution of Power Purchase Agreements with Ormat Technologies for the purchase of geothermal energy, Power Sales Agreements among certain SCPPA Members, and a Scheduling Coordinator Agreement with Coral Power LLC. Mr. Troncoso moved that Resolution No. 2005-4 be approved. The motion was seconded by Mr. Noller and unanimously approved.

6. Government Affairs Manager's Report

Ms. Brown updated her written report, and discussed legislative activities in Sacramento and Washington, D.C., and the APPA Legislative Rally.

7. Project Administrator's Report

Mr. Homer referenced the written reports and reported on current issues at the projects, and presented the Quarterly Budget Comparisons for the quarter ending December 31, 2004.

8. Closed Session

At this point, the Board went into closed session to discuss litigation regarding the Southern Transmission System.

Upon returning to open session Mr. Helgeson announced that the Board had authorized the retention of Ron Rencher and the Salt Lake City firm of LeBoeuf, Lamb, Green, & MacRae, L.L.P., as counsel in Utah, to work in concert with Dorothy Wolpert of the California firm of Bird, Marella, Boxer, Wolpert, Nessim, Dooks & Licenberg.

9. **Adjournment**

There being no further business, the meeting was adjourned at 11:59 a.m.

Respectfully submitted,



Robert K. Rozanski
Assistant Secretary