

**MINUTES OF THE OCTOBER 21, 2004**  
**REGULAR MEETING OF THE**  
**SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY**

A special meeting of the Board of Directors was held on October 21, 2004, at the La Quinta Resort, 49-499 Eisenhower Drive, La Quinta, California.

The meeting was called to order at 8:42 a.m. by President Ronald E. Davis.

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); Jeannette Olko, Colton (M); Ronald E. Davis, Burbank (M); Vince Brar, Cerritos (M); Ignacio R. Troncoso, Glendale (M); Glenn O. Steiger, Imperial (M); Ronald O. Vazquez, Los Angeles (M); Phyllis E. Curric, Pasadena (M); David Wright, Riverside (A); Charles W. Montoya, Vernon (A).

Staff present were: Executive Director Bill D. Carnahan; SCPPA staff members Phyllis H. Brown, Richard M. Helgeson, Steven L. Homer, Craig A. Kochler, Geri L. Mitchell, and Manuel A. Robledo; Therese Savery, Manager of SCPPA Accounting; and Joan Ilagan, LADWP/SCPPA Accounting.

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

Also present were: Randy Howard and John Schumann, Los Angeles Department of Water and Power.

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

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

**2. Approval of Minutes**

Mr. Troncoso moved to approve the minutes of the Regular Meeting held September 16, 2004. The motion was seconded by Mr. Hsu, and unanimously approved.

**3. Executive Director's Report**

Mr. Carnahan referenced his written report, and discussed the highlights.

Mr. Howard gave the Board an overview of the status of the Natural Gas Reserves Project, and reported on the recent trip to Houston and Denver.

#### **4. Finance and Accounting Manager's Report**

Mr. Koehler reported on the October 4 meeting of the Finance Committee, and presented the Investment Report for the month of August, 2004, for receipt and filing.

Mr. Koehler presented Resolution 2004-31, authorizing an amendment to a Standby Bond Purchase Agreement with respect to the 2000A STS bonds. Mr. Troncoso moved that Resolution 2004-31 be approved. The motion was seconded by Ms. Currie and approved by Project Roll Call Vote, with Azusa, Banning, Cerritos, Colton and Vernon present but not voting.

Mr. Koehler presented Resolution 2004-32, authorizing the Working Group to proceed with document preparation for an interest rate swap related to the STS Project. Ms. Currie moved that Resolution No. 2004-32 be approved. The motion was seconded by Mr. Troncoso and approved by Project Roll Call Vote, with Azusa, Banning, Cerritos, Colton and Vernon present but not voting.

Mr. Koehler reported on the September 8, 2004, meeting of the Customer Service Committee.

#### **5. Energy Systems Manager's Report**

Mr. Robledo referenced his written report, and reported on meetings of the Resource Planning and Public Benefits Committees, including status of the landfill gas and gas reserves projects.

Approval of Resolution No. 2004-33 was deferred.

#### **6. Government Affairs Manager's Report**

Ms. Brown updated her written report, and discussed legislative activities in Sacramento and Washington, D.C. She commented on the continuing value of contacts made during the Congressional Staff Tours.

#### **7. Project Administrator's Report**

Mr. Homer referenced the written reports and reported on current issues at the projects.

Mr. Homer presented the Budget Comparison Reports for the period ending June 30, 2004, for the Hoover, Mead-Phoenix, Mead-Adelanto, Palo Verde, San Juan Unit 3, and Southern Transmission System Projects.

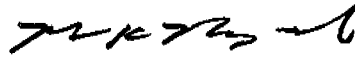
#### **8. Strategic Planning**

The Board discussed strategic planning issues.

9. Adjournment

There being no further business, the meeting was adjourned at 5:00 p.m.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Rozanski', with a stylized flourish at the end.

Robert K. Rozanski  
Assistant Secretary