

MINUTES OF THE NOVEMBER 18, 2004
REGULAR MEETING OF THE
SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

A regular meeting of the Board of Directors was held on November 18, 2004, at the offices of the Authority, 225 S. Lake Avenue, Suite 1250, Pasadena, California.

The meeting was called to order at 10:45 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. Currie, Pasadena (M); David H. 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. Koehler, Geri L. Mitchell, and Manuel A. Robledo; and Therese Savery, Manager of SCPPA Accounting.

Attorneys and consultants present included: Stephen T. Cole of Fulbright & Jaworski, and Ericka Curls-Bartling of Curls Bartling.

Also present during lunch were Mark Ward and Walter Hall of the 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. Vazquez moved to approve the minutes of the Regular Meeting held October 21, 2004. The motion was seconded by Ms. Currie, and unanimously approved.

3. Executive Director's Report

Mr. Carnahan referenced his written report, and discussed the highlights, including the Northern California Power Agency strategic planning session he attended.

Mr. Carnahan presented Resolution 2004-34, authorizing the execution of a lease and subleases for office space in Sacramento for the Government Affairs Office. Ms. Currie moved that Resolution 2004-34 be approved. The motion was seconded by Mr. Steiger and unanimously approved.

4. Finance and Accounting Manager's Report

Mr. Kochler reported on the November 1, 2004, meeting of the Finance Committee, and presented the Investment Report for the month of September, 2004, for receipt and filing.

Mr. Koehler presented Resolution 2004-35, authorizing an interest rate swap agreement with JPMorgan Chase Bank for the STS Project, and an associated fee agreement with Public Financial Management. Mr. Wright moved that Resolution 2004-35 be approved. The motion was seconded by Mr. Vazquez and approved by project roll call vote, with Azusa, Banning, Cerritos, Colton and Vernon present but not voting.

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, and a proposed geothermal project.

Mr. Robledo presented Resolution 2004-36 authorizing an agreement with Ryerson, Master and Associates to provide independent verification services for the California Climate Registry program to the cities of Anaheim, Burbank, Glendale, and Pasadena. Ms. Currie moved that Resolution 2004-36 be approved. The motion was seconded by Mr. Troncoso and unanimously approved.

Mr. Robledo presented Resolution 2004-37, authorizing SCPA to assume control of programs coordinated by the Southern California Utility Power Pool (SCUPP) and to retain the firm of Hanna and Morton, LLP to provide legal services related to governmental regulation associated with generation fuel supplies. Mr. Montoya moved that Resolution 2004-37 be approved. The motion was seconded by Mr. Toor and unanimously approved.

Mr. Robledo presented Resolution 2004-33, approving the basic terms and provisions of the Gas Sales Agreements for the Natural Gas Project. Mr. Toor moved that Resolution 2004-33 be approved. The motion was seconded by Ms. Currie and approved by project roll call vote, with Azusa, Banning, Cerritos, Imperial, Riverside and Vernon present but not voting, and Los Angeles abstaining.

6. Government Affairs Manager's Report

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

7. Project Administrator's Report

Mr. Homer referenced the written reports and reported on current issues at the projects, including the proposed work on the San Juan Unit 3 cooling tower.

8. Closed Session

The Board went into closed session to discuss litigation regarding the San Juan Unit 3 Project. No action was taken.

9. Load Control Area Operators' Update

During lunch, the Board heard an update from Imperial Irrigation District and Los Angeles Department of Water and Power regarding load control area issues.

10. Adjournment

There being no further business, the meeting was adjourned at 1:47 p.m.

Respectfully submitted,



Robert K. Rozanski
Assistant Secretary