

**MINUTES OF THE AUGUST 21, 2003**  
**REGULAR MEETING OF THE**  
**SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY**

A regular meeting of the Board of Directors was held on August 21, at the offices of the Authority, 225 South Lake Avenue, Suite 1250, Pasadena, California.

The meeting was called to order at 10:44 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 Noller, Anaheim (A); Joseph F. Hsu, Azusa, (M); Paul Toor, Banning (M); Ronald E. Davis, Burbank (M); Thomas K. Clarke, Colton (M); Arthur Buchanan, Glendale (A); Kristine Fontaine, IID (M); Ronald O. Vazquez, Los Angeles (M); Phyllis E. Currie, Pasadena (M), Thomas P. Evans, Riverside (M).

Staff present were: Executive Director Bill D. Carnahan; SCPPA staff members Phyllis H. Brown, Steven L. Homer, Craig A. Koehler, Geri L. Mitchell, and Manuel A. Robledo; Therese Savery, SCPPA Investments; Pacience Dungo, Manager of SCPPA Accounting.

Attorneys and consultants present included: Stephen Cole, Fulbright & Jaworski; and Alan R. Watts.

**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. Evans moved to approve the minutes of the Regular Meeting held July 17, 2003. The motion was seconded by Mr. Clarke and unanimously approved.

**3. Executive Director's Report**

Mr. Carnahan referenced his written report, and discussed the highlights, including the first meeting of the Ad Hoc Transmission, Distribution, Engineering, and Operating Committee.

Mr. Barbera reported on the successful formation of Westtrans.net, a web-based regional transmission market, with operation expected to begin in the first quarter of 2004.

Mr. Carnahan presented Resolution No. 2003-31, authorizing collection of funds for APPA dues to be paid on behalf of the members.

Mr. Hsu moved that Resolution No. 2003-31 be approved. The motion was seconded by Ms. Currie and unanimously approved.

Mr. Carnahan presented Resolution No. 2003-32, rescinding the resolution that allowed the City of San Marcos to join the Authority.

Ms. Currie moved that Resolution No. 2003-32 be approved. The motion was seconded by Mr. Clarke and unanimously approved.

Mr. Evans discussed activities of the Legislative Committee.

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

Mr. Koehler reported on the August 4 meeting of the Finance Committee, and presented the Investment Report for the period ended June 30, 2003, for receipt and filing.

Mr. Koehler presented Resolution No. 2003-33, authorizing work to begin on a refunding of Magnolia Power Project A bonds, and a related swap agreement.

Ms. Currie moved that Resolution No. 2003-33 be approved. The motion was seconded by Mr. Noller and approved by Project Roll Call Vote, with Cerritos and Vernon, absent, Azusa, Banning, and Imperial present but not voting, and Los Angeles and Riverside abstaining.

Mr. Koehler reported on the August 7 meeting of the Ad Hoc Customer Service Committee and referenced the written report.

#### **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 proposed renewable projects (wind, pumped storage, and landfill gas).

Mr. Robledo presented Resolution No. 2003-34, authorizing the execution of a consulting agreement with Petrie Parkman, Inc., for services related to the procurement of natural gas reserves.

Mr. Buchanan moved that Resolution No. 2003-34 be approved. The motion was seconded by Mr. Vazquez and unanimously approved.

Mr. Robledo presented Resolution No. 2003-35, authorizing collection of funds relating to Energy Auditing Training to be held in September.

Ms. Fontaine moved that Resolution 2003-35 be approved. The motion was seconded by Mr. Hsu and unanimously approved.

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

Ms. Brown reported on legislative activities in Sacramento and Washington, D.C.

**7. Project Administrator's Report**

Mr. Homer referenced the written reports, and reported on the recent staff visit to San Juan Generating Station.

**8. Closed Session**

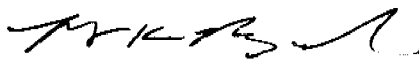
At this point the Board went into closed session to discuss litigation related to the STS Project.

Upon returning to open session, President Davis announced that the Board had taken no action.

**9. Adjournment**

There being no further business, the meeting was adjourned at 12:06 p.m.

Respectfully submitted,



Robert K. Rozanski  
Assistant Secretary