

**MINUTES OF THE JANUARY 17, 2002**  
**REGULAR MEETING OF THE**  
**SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY**

A special meeting of the Board of Directors was held on January 17, 2002, at the DoubleTree Hotel Pasadena, 191, N. Los Robles Avenue, Pasadena, California.

The meeting was called to order at 10:31 a.m. by President Kenneth J. DeDario.

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); Ronald E. Davis, Burbank (M); Vince Brar, Cerritos (A); Thomas K. Clarke, Colton (M); Ignacio R. Troncoso, Glendale (M); Kristine Fontaine, IID (M); Ronald O. Vazquez, Los Angeles (A); Phyllis E. Currie, Pasadena (M); Thomas P. Evans, Riverside (M); Karl A. Schwarm, San Marcos (A); and Kenneth J. DeDario, Vernon (M).

Staff present were: Executive Director Bill D. Carnahan; SCPPA staff members Steven L. Homer, Manuel A. Robledo, Phyllis H. Brown, and Geri L. Mitchell; Consulting Project Administrator, Charles E. Patrick; Consulting Financial Manager, Greg D. Leddy; Paciencia Z. Dungo, Manager of SCPPA Accounting; and Luan Nguyen, LADWP Nuclear Group.

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

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

President DeDario afforded the public an opportunity to address the Board. Mr. Toor moved that a closed session item be added to the agenda, to discuss possible litigation. The motion was seconded by Mr. Clarke and unanimously approved.

**2. Approval of Minutes**

Ms. Currie moved to approve the minutes of the Regular Meeting held December 20, 2001. The motion was seconded by Mr. Troncoso and unanimously approved.

### **3. Re-Election/Re-Appointment of Officers**

Mr. Hsu moved that the current slate of officers be re-approved. The slate consists of Mr. DeDario for President (elected), Mr. Davis for Vice-President (elected), Mr. Vazquez for Secretary (appointed), Mr. Rozanski for Assistant Secretary (appointed), and Mr. Carnahan for Treasurer/Auditor (appointed).

The motion was seconded by Ms. Fontaine and unanimously approved.

### **4. Magnolia Power Project Agreements**

Mr. Watts presented Resolution 2002-1, approving a series of Magnolia Power Project Agreements, and explained that two of the agreements were to be removed, and other minor changes made to the resolution.

Ms. Currie moved that Resolution No. 2002-1 be approved as amended. The motion was seconded by Mr. Davis and approved by project roll call vote, with Azusa, Banning, Imperial, and Los Angeles present but not voting; and Riverside and Vernon abstaining.

### **5. Finance Committee**

Mr. Leddy reported on the meetings of December 20, 2001, and January 7, 2002, and discussed the status of the proposed refunding for the San Juan Unit 3 Power Project. He also discussed the proposed refunding of STS Transmission Project bonds, and the Request for Qualifications and Proposals for Underwriting Services.

### **6. Resource Planning Committee**

Mr. Robledo referenced the written report, and discussed the Committee's January 15 meeting. The Committee recommends issuing a request for proposals (RFP) for renewal energy deliverable to established delivery points. Mr. Carnahan proposed sending a survey of interest from the Board, and then developing an RFP.

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

Mr. Robledo referenced the written report, and discussed the highlights, including the Independent System Operator's latest proposal to the municipals.

### **8. Executive Director's Report**

Mr. Carnahan referenced his written report and discussed the highlights. He discussed plans to attend the American Public Power Association (APPA) winter meetings in Washington, D.C., and reported on the recent APPA Regional Transmission Operator (RTO) session and meetings with Federal Energy Regulatory Commission (FERC) staff.

Discussion followed regarding the importance of participating in the FERC RTO hearings. Mr. Carnahan was asked to coordinate participation in the process, and to form an Ad Hoc SCPPA Transmission Committee.

**9. Legislative Advocacy**

Ms. Brown updated the Board on activities in Sacramento, including the California Municipal Utilities Association (CMUA) Legislative Day. She noted that budget problems and election year considerations will be major factors this year.

Mr. Carnahan referenced the written federal legislative advocacy report from Morgan Meguire.

**10. Project Management Reports**

Mr. Carnahan referenced the written reports.

**11. Strategic Planning**

Mr. Carnahan and President DeDario discussed the need for a strategic planning session to further develop action items. The Board agreed to hold the session after the February Board meeting.

**12. Closed Session**

The Board went into closed session to discuss potential litigation and the performance evaluation of the Executive Director.

Upon reconvening in open session, President DeDario announced that the Board had taken no action.

**13. Adjournment**

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

Respectfully submitted,

Robert K. Rozanski  
Assistant Secretary