

MINUTES OF THE OCTOBER 18, 2002
SPECIAL MEETING OF THE
SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

A special meeting of the Board of Directors was held on October 18, 2002, at the Rancho Bernardo Inn, 17550 Bernardo Oaks Drive, San Diego, California.

The meeting was called to order at 8:44 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: Marcie L. Edwards, Anaheim (M); Joseph F. Hsu, Azusa, (M); Paul Toor, Banning (M); Ronald E. Davis, Burbank (M); Vince Brar, Cerritos (A); Nitin Modi, Colton (A); Ignacio R. Troncoso, Glendale (M); Kristine K. Fontaine, IID (M); Ronald O. Vazquez, Los Angeles (M); Phyllis E. Currie, Pasadena (M); Donna Stevener, Riverside (A); Karl A. Schwarm, San Marcos (A); Kenneth J. DeDario , Vernon (M).

Staff present were: Executive Director Bill D. Carnahan; SCPPA staff members Phyllis H. Brown, Steven L. Homer, Geri L. Mitchell, and Manuel A. Robledo; and Consulting Financial Manager, Greg D. Leddy.

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

Also present were Therese Savery, Manager of SCPPA Bonds and Investments; Robert K. Rozanski, Assistant Secretary; and Luan Nguyen, LADWP Nuclear Group.

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

President DeDario afforded the public an opportunity to address the Board

2. Approval of Minutes

Mr. Davis moved to approve the minutes of the Regular Meeting held September 19, 2002. The motion was seconded by Mr. Schwarm and unanimously approved.

3. Executive Director's Report

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

Mr. Homer presented Resolution 2002-45, authorizing an agreement with Camidata, Inc., on behalf of SCPPA members. Ms. Currie moved that Resolution 2002-45 be approved. The motion was seconded by Mr. Troncoso and unanimously approved.

4. Finance Manager's Report

Mr. Leddy reported on the October 7, 2002, meeting of the Finance Committee, and summarized the recently closed San Juan refunding, which yielded \$8.1 million in present value savings (11.5%).

5. Energy Systems Manager's Report

Mr. Robledo referenced his written report, and reported on progress in developing renewable resources, and noted that non-binding letters of intent had been issued to a provider of wind power and a provider of geothermal power.

Mr. Robledo presented Resolution 2002-46, authorizing a consulting services agreement and expenditure of funds to review the technical, financial and legal aspects of a geothermal project. Mr. Hsu moved that Resolution 2002-46 be approved. The motion was seconded by Mr. Vazquez and unanimously approved.

Mr. Robledo presented Resolution 2002-47, authorizing expenditure of funds to review the financial and legal aspects of a wind project. Ms. Currie moved that Resolution 2002-47 be approved. The motion was seconded by Mr. Davis and unanimously approved.

Mr. Robledo also reported on the status of the proposed Transmission Reliability Study Project, and the activities of the Public Benefits Committee.

6. Government Affairs Manager's Report

Ms. Brown reported on the status of legislative activities in Sacramento and Washington, D.C., with emphasis on the federal energy bill.

7. Project Administrator's Report

Mr. Homer referenced his written report and updated the Board on the status of the projects, including budget reconciliation reports.

Following discussion of the difficulty making a quorum at Hoover and Mead-Phoenix/Mead-Adelanto Engineering and Operating Committee and Coordinating Committee meetings, Mr. Homer was asked to prepare a draft proxy letter which SCPPA Members could use to assign voting rights to Mr. Homer in the event that a Member's regular representative or alternate could not attend such a meeting.

Mr. Watts discussed the Public Service Company of New Mexico's corporate restructuring, and noted that there were aspects of the new structure that might be problematic. He will prepare a summary of the issues for distribution.

8. Adjournment

There being no further business, the meeting was adjourned at 9:14 a.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