

MINUTES OF THE APRIL 20, 2000
REGULAR MEETING OF THE
SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

A regular meeting of the Board of Directors was held on April 20, 2000, at Azusa Light and Water, 729 North Azusa Avenue, Azusa, California.

The meeting was called to order at 10:44 a.m. by President Joseph F. Hsu.

The following Board members (M) and alternates (A) were present and acting in their capacity as representative for their utility: Edward K. Aghjayan, Anaheim (M); Joseph F. Hsu, Azusa (M); Paul Toor, Banning (M); Thomas K. Clarke, Colton (M); Bernard V. Palk, Glendale (M); Kristine Fontaine, Imperial (M); Robert Rozanski, Los Angeles (A); Rufus Hightower (M); David Wright, Riverside (A); and Kenneth J. DeDario, Vernon (M).

Staff present were: Executive Director Bill D. Carnahan; SCPPA staff members Geri L. Mitchell and Steven L. Homer; Consulting Financial Manager, Greg Leddy; Consulting Project Administrator Charles E. Patrick; Luan Nguyen, DWP Nuclear Group; Pacience Dungo, Manager of SCPPA Accounting; Therese Savery, SCPPA Bonds and Investments.

Attorneys and consultants present included: Stephen T. Cole of Fulbright & Jaworski; Alan R. Watts; Daniel Hartman of Public Financial Management; and Michael Bell and Kenneth Mellor of R.W. Beck.

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

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

2. Approval of Minutes

Mr. Clarke moved to approve the minutes of the regular meeting held March 16, 2000. The motion was seconded by Mr. Hightower and unanimously approved.

Mr. Wright moved to approve the minutes of the special meeting held April 11, 2000. The motion was seconded by Mr. Hightower and unanimously approved, with Mr. Clarke abstaining.

3. Finance Committee

Mr. Carnahan reported on the meetings of the Finance Committee held on March 16 and April 3, 2000, and referenced the written report.

Mr. Leddy updated the Board on the status of the STS and San Juan tender offer/refunding proposals.

President Hsu noted that the next meeting of the Finance Committee would be held on May 8, 2000, and that a Budget Workshop would be held May 1, 2000.

4. Consulting Agreement

Mr. Carnahan presented Resolution 2000-10, authorizing an agreement with Public Financial Management on behalf of the City of Burbank Public Service Department. Mr. Aghjayan moved that Resolution 2000-10 be approved. The motion was seconded by Mr. Palk and unanimously approved.

5. Palo Verde Participation Agreement Amendment

Mr. Carnahan presented Resolution 2000-11, authorizing the execution of Amendment 14 to the Arizona Nuclear Power Project Participation Agreement. Mr. Homer explained that the amendment established procedures relating to the requirements of FAS 106.

Mr. Clarke moved that Resolution No. 2000-11 be approved. The motion was seconded by Mr. Toor and approved by Project Roll Call Vote, with Anaheim present but not voting, and Burbank absent.

6. Executive Director's Report

Mr. Carnahan referenced his written report and discussed the highlights, including the issues of reliability and Independent System Operator (ISO) interface, transmission access fees. Other American Public Power Association, Federal Energy Regulatory Commission, and ISO issues were also discussed.

Mr. Carnahan then discussed plans for the upcoming Congressional Staff Tour.

He then asked for a motion authorizing payment of \$2,000 membership fee to Desert Star. Mr. Palk moved that the payment to Desert Star be authorized. The motion was seconded by Mr. Aghjayan and unanimously approved.

There was a discussion of the need to update SCPPA's strategic goals, objectives and their timing in order to give direction to the new Executive Director. It was agreed to hear Mr. Carnahan's initial goals and objectives following the next Board meeting, and to schedule discussion of the larger strategic planning issues during the October annual meeting.

7. Legislative Advocacy

Mr. Carnahan referenced the written reports from Morgan Mequire and Government Affairs Consulting, and discussed the highlights.

8. Project Reports

Mr. Carnahan referenced the written project reports.

9. Distributed Generation Workshop

Representatives of R.W. Beck presented the preliminary draft results of their Distributed Generation Study.

10. Adjournment

There being no further business, the meeting was adjourned at 1:48 p.m.

Respectfully submitted,



Robert Rozanski
Assistant Secretary