

**MINUTES OF THE SEPTEMBER 21, 2000**  
**REGULAR MEETING OF THE**  
**SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY**

A regular meeting of the Board of Directors was held on September 21, 2000, at the Pasadena DoubleTree Hotel, 191 North Los Robles Avenue, Pasadena, California.

The meeting was called to order at 10:40 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); Ronald E. Davis, Burbank (M); Tim Trewyn, Colton (A); Daniel W. Waters, Glendale (M); Kristine Fontaine, Imperial (M); Robert Rozanski, Los Angeles (A); Jay Panzica, Pasadena (A); David Wright, Riverside (M); and Kenneth J. DeDario, Vernon (M).

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

Attorneys and consultants present included: Stephen T. Cole of Fulbright & Jaworski; Keith Curry of Public Financial Management; and Alan R. Watts.

Others present included: Don Pappé, Pasadena; Mariann Long, Anaheim; Heather Horne, PriceWaterhouseCoopers.

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

President Hsu afforded the public an opportunity to address the Board. Noting the need to elect a new slate of officers at the January 2001 meeting, President Hsu appointed Mr. Rozanski, Mr. Toor and Mr. Aghjayan to a Nominating Committee, with Mr. Aghjayan as the chairman.

**2. Approval of Minutes**

Mr. Trewyn moved to approve the minutes of the regular meeting held August 17, 2000. The motion was seconded by Mr. Wright and unanimously approved.

### **3. 1999/2000 Audited Financial Statements**

Heather Horne, from PriceWaterhouseCoopers, presented their report and audited financial statements for the period ended June 30, 2000, as reviewed by the Audit Committee. The Board accepted the report.

### **4. Finance Committee**

Mr. Carnahan referenced the written report on the meeting of September 11, 2000.

Mr. Carnahan discussed the formation of the Resource Planning Committee and its relationship to the proposed Burbank Power Plant Project (also known as the Magnolia Project).

Mr. Cole presented Resolution No. 2000-27, declaring the Burbank Power Plant Project (Magnolia Project) a SPPA Study Project, establishing a Coordinating Committee and budget, naming Burbank the chair of the Coordinating Committee, directing members who wish to participate to notify the Executive Director by December 1, 2000, authorizing the preparation and execution of necessary agreements and documents and the collection of funds.

Mr. Cole then explained Resolution No. 2000-28, establishing a Resource Planning Committee and authorizing collection of funds. He noted that LADWP had elected not to participate in the Resource Planning Committee, and that the attachment detailing the funding would be adjusted accordingly.

Following discussion, Mr. DeDario moved that Resolution 2000-27 be approved. The motion was seconded by Mr. Toor and unanimously approved.

Mr. Aghjayan moved that Resolution 2000-28 be approved. The motion was seconded by Mr. Wright and unanimously approved.

### **5. Ad Hoc Public Benefits Committee**

Mariann Long, of Anaheim Public Utilities, reported on the activities of the Ad Hoc Public Benefits Committee. The Committee has been meeting monthly since June, sharing successes and failures, and compiling a list of the members' programs and money spent.

With the help of Energy Masters International, they will be compiling this information in a directory, which will be valuable in the event of any audit of public powers' use of the public benefits moneys.

Discussion followed regarding the proposed legislation continuing the programs, and the importance of all members reaching a minimum level of compliance.

**6. Ad Hoc Internet Joint Purchasing Committee**

Don Pappé, of Pasadena Water and Power, reported that the group had been meeting to review various options and to discuss purchasing rules and requirements of the member cities. They will continue to investigate what other groups, such as the APPA Hometown Connection, are doing, and have some legal review of the required agreements.

At this point President Hsu left the meeting, and Vice President Aghjayan took the chair.

**7. Executive Director's Report**

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

Mr. Homer presented Resolution 2000-29, providing for collection of funds to pay dues to American Public Power Association on behalf of all SCPPA members.

Mr. Waters moved that Resolution 2000-29 be approved. The motion was seconded by Mr. Toor and unanimously approved.

Mr. Carnahan presented two letter agreements extending existing agreements for consulting services to Anaheim and to SCPPA by Greg Leddy.

Mr. Toor moved that the two agreements be approved. The motion was seconded by Mr. Trewyn and unanimously approved.

Mr. Carnahan presented a letter agreement extending the existing agreement for Consulting Project Administrator services by Charles E. Patrick.

Mr. Wright moved that the agreement be approved. The motion was seconded by Mr. Panzica and unanimously approved.

**8. Hoover Upgrading Project Annual Budget**

Mr. Patrick presented the budget for the Hoover Upgrading Project for fiscal year 2000/2001.

Mr. Wright moved that Resolution 2000-30, approving the Hoover Upgrading Project budget, be approved. The motion was seconded by Mr. Toor and approved by project roll call vote, with Azusa absent, Glendale and Los Angeles present but not voting, and Vernon abstaining.

**9. Legislative Advocacy**

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

**10. Project Reports**

Mr. Carnahan referenced the written reports.

**11. PNM Reorganization**

Mr. Watts reported on the joint M-S-R/SCPPA intervention in the Public Service Company of New Mexico reorganization case before the New Mexico Public Regulatory Commission. He recommended approving a total budget of \$50,000

Mr. Waters moved that a budget of \$50,000 be approved. The motion was seconded by Ms. Fontaine and unanimously approved.

After discussion, it was agreed to revise category “101O – Miscellaneous Consulting” in the SCPPA Administrative and General Expense Budget to include this amount.

At this point the Board recessed for lunch.

**12. Strategic Planning**

Following lunch, the Board discussed the topics to be included and the format of the strategic planning session, to be held following the Board Meeting at the Annual Meeting in October.

**13. Adjournment**

There being no further business, the meeting was adjourned at 1:45 p.m.

Respectfully submitted,



Robert K. Rozanski  
Assistant Secretary