

MINUTES OF THE FEBRUARY 15, 2007
REGULAR MEETING OF THE
SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

A regular meeting of the Board of Directors was held on February 15, 2007, at the offices of the Authority at 225 South Lake Avenue, Suite 1250, Pasadena, California.

The meeting was called to order at 10:40 a.m. by President David Wright.

The following Board members (M) and alternates (A) were present and acting in their capacity as representative for their utility: Marcie Edwards, Anaheim (M); Bob Tang, Azusa, (A); Ronald E. Davis, Burbank (M); Vince Brar, Cerritos (A); Jeannette Olko, Colton (M); Ignacio R. Troncoso, Glendale (M); John M. Federowicz, Imperial (M); Ronald O. Vazquez, Los Angeles, (M); Phyllis E. Currie, Pasadena (M); and David Wright, Riverside (M)..

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

Attorneys and consultants present included Stephen Cole, of Fulbright & Jaworski.

Also present was Tom Resh, Black & Veatch.

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

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

2. Approval of Minutes

Ms. Edwards moved to approve the minutes of the regular meeting held January 18, 2007. The motion was seconded by Ms. Currie, and unanimously approved.

3. Executive Director's Report

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

Mr. Carnahan presented Resolution No. 2007-2, authorizing an agreement with Black & Veatch for human resource consulting services. Mr. Resh, from Black & Veatch, explained the scope of work. Mr. Troncoso moved that Resolution No. 2007-2 be approved. The motion was seconded by Ms. Currie and unanimously approved.

Mr. Carnahan presented Resolution No. 2007-3, authorizing the appointment of Mario Ignacio as an additional Assistant Secretary of the Authority. Mr. Davis moved that Resolution No. 2007-3 be approved. The motion was seconded by Ms. Edwards and unanimously approved.

President Wright led a discussion of the South Coast Air Quality Management District Proposed Amended Rule 1309.1. Following discussion, the Board agreed to send a letter from SCPPA, opposing certain conditions in the proposed rule.

4. Finance and Accounting Manager's Report

Mr. Koehler reported on the February 5, 2007, meeting of the Finance Committee, and presented the Investment Reports for the month and quarter ending December 31, 2006.

Mr. Koehler presented Resolution No. 2007-4, authorizing purchase of a guaranteed rate investment agreement with Bond Logistix for the Magnolia Project. Mr. Davis moved that Resolution No. 2007-4 be approved. The motion was seconded by Mr. Troncoso and unanimously approved.

Mr. Koehler presented Resolution No. 2007-5, authorizing a refunding of certain Magnolia Power Project bonds. Ms. Currie moved that Resolution No. 2007-5 be approved. The motion was seconded by Ms. Edwards and approved by project roll call vote, with Banning and Vernon absent, Azusa and Imperial present but not voting, and Los Angeles and Riverside abstaining.

Mr. Koehler reported on the January 24, 2007, meeting of the Customer Service Committee.

5. Energy Systems Manager's Report

Mr. Robledo referenced his written report, and reported on the meetings of the Public Benefits Committee and the Resource Planning Committee, including status of the gas project and the renewables development project.

Mr. Robledo presented Resolution No. 2007-6, authorizing an agreement with the Appliance Recycling Centers of America to perform refrigerator recycling and low-income replacement services for certain SCPPA members. Mr. Vazquez moved that Resolution No. 2007-6 be approved. The motion was seconded by Mr. Davis and unanimously approved.

Mr. Robledo presented Resolution No. 2007-7, authorizing an agreement with Global Energy Decisions to provide power market advisory services to members. Ms. Currie moved that Resolution No. 2007-7 be approved. The motion was seconded by Mr. Davis and unanimously approved.

Mr. Robledo presented Resolution No. 2007-8, approving a Power Purchase Agreement with Milford Wind Corridor Phase I, Power Sales Agreements with Los Angeles, Burbank and Pasadena, and the issuance of revenue bonds. Mr. Vazquez moved that Resolution No. 2007-8 be approved. The motion was seconded by Mr. Davis and unanimously approved.

6. Government Affairs Manager's Report

Ms. Brown presented her written report, and discussed legislative activities in Sacramento and Washington, D.C.

7. Project Administrator's Report

Mr. Homer referenced the written reports, and highlighted current activities at the projects.

Mr. Homer presented Resolution No. 2007-9, revising the budgets for the Barnett Natural Gas Reserves Project.

Ms. Edwards moved that Resolution No. 2007-9 be approved. The motion was seconded by Ms. Currie and approved by project roll call voted, with Banning and Vernon absent, Azusa, Cerritos, Glendale, and Imperial present but not voting, and Los Angeles and Riverside abstaining.

8. Adjournment

There being no further business, the meeting was adjourned at 12:35 p.m.

Respectfully submitted,



Ronald O. Vazquez
Secretary