

MINUTES OF THE AUGUST 21, 2008, MEETING OF THE SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

A meeting of the Board of Directors was held on August 21, 2008, at the offices of Azusa Light & Water, 729 North Azusa Avenue, Azusa, California.

The meeting was called to order at 10:34 a.m. by Vice President Marcie Edwards.

The following Board members (M) and alternates (A) were present and acting in their capacity as representative for their utility: Marcie Edwards, Anaheim (M); Joseph Hsu, Azusa, (M); James Earhart, Banning (M); Ronald Davis, Burbank (M); Vince Brar, Cerritos (A); Jeanette Olko, Colton (M); Glenn Steiger, Glendale (M); Brian Brady, Imperial (M); LeLani Johnson, Los Angeles (A); Phyllis Currie, Pasadena (M); Jerry Rogers, Riverside (A).

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

Attorneys and consultants present included: Stephen Cole, of Fulbright & Jaworski; and Norman Pedersen, of Hanna and Morton; and Jim Lazar, of Microdesign Northwest.

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

Vice President Edwards afforded the public an opportunity to address the Board.

2. Approval of Minutes

Mr. Davis moved to approve the minutes of the Special Meeting held July 17, 2008. The motion was seconded by Mr. Brady, and unanimously approved.

3. Executive Director's Report

Mr. Carnahan referenced his written report and discussed the highlights, including developments relating to AB32 and plans for the Strategic Planning Meeting to be held October 24, 2008.

Mr. Carnahan presented Resolution No. 2008-43, authorizing the annual payment of American Public Power Association dues on behalf of members. Mr. Earhart moved that Resolution No. 2008-43 be approved. The motion was seconded by Ms. Olko and unanimously approved.

4. Finance and Accounting Manager's Report

Mr. Koehler reported on the August meeting of the Finance Committee, and presented the Investment Reports for the month of May and June, and the quarter ending June 30, 2008. The reports were received and filed.

Mr. Koehler reported on the status of refinancing plans for Mead-Phoenix, Mead-Adelanto, Southern Transmission System and Palo Verde, and plans for interim financing for the STS Upgrade and the Canyon Power Project.

Mr. Koehler presented Resolution No. 2008-44, authorizing the issuance of Power Project Revenue Notes for the Canyon Power Project, and related documents. Ms. Currie moved that Resolution No. 2008-44 be approved. The motion was seconded by Ms. Edwards and approved by Project Roll Call Vote, with Anaheim voting yes, and all others present but not voting.

Mr. Koehler presented Resolution No. 2008-45, authorizing the issuance of Revenue Bonds for the Northwest Wind Project and related documents.

Mr. Koehler presented Resolution No. 2008-46, declaring SCPPA's intention to reimburse certain expenditures from the proceeds of a proposed tax-exempt bond financing for the Northwest Wind Project.

Mr. Koehler presented Resolution No. 2008-47, authorizing the issuance of Revenue Bonds for the Windy Point Project and related documents.

Mr. Koehler presented Resolution No. 2008-48, declaring SCPPA's intention to reimburse certain expenditures from the proceeds of a proposed tax-exempt bond financing for the Windy Point Project.

Mr. Davis moved that Resolution No. 2008-45, Resolution No. 2008-46, Resolution No. 2008-47, and Resolution No. 2008-48, be approved. The motion was seconded by Mr. Steiger, and approved by Project Roll Call Vote, with Burbank, Glendale, and Los Angeles voting yes, and all others present but not voting.

5. Energy Systems Manager's Report

Mr. Walden referenced the written report, which discussed efforts relating to renewables, including wind, solar, and geothermal projects, small hydro, and the meetings of the Customer Service Committee and the Resource Planning Committee.

Mr. Walden presented Resolution No. 2008-49, authorizing renewal of the existing contract with Resero Consulting. Ms. Currie moved that Resolution No. 2008-49 be approved. The motion was seconded by Ms. Olko and unanimously approved.

Mr. Walden presented Resolution No. 2008-50, authorizing an agreement with SoftSmiths, Inc., to provide service to Anaheim as the Scheduling Coordinator for the MWD Hydroelectric Power Project. Ms. Currie moved that Resolution No. 2008-50 be approved. The motion was seconded by Mr. Steiger and unanimously approved.

Mr. Walden presented Resolution No. 2008-51, authorizing an agreement with the Structure Group to provide services to Anaheim as the Scheduling Coordinator for the MWD Hydroelectric Power Project. Ms. Currie moved that Resolution No. 2008-51 be approved. The motion was seconded by Mr. Steiger 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., and discussed plans for the state legislative staff tour in September.

7. Project Administrator's Report

Mr. Homer referenced the written reports, and updated the Board on issues at the projects.

8. Closed Session

At this point, the Board went into closed session to discuss potential and pending litigation. No action was taken.

9. Adjournment

There being no further business, the meeting was adjourned at 12:59 p.m.

Respectfully submitted,

Mario C. Ignacio
Assistant Secretary