

MINUTES OF THE NOVEMBER 19, 2009, MEETING OF THE SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY

A regular meeting of the Board of Directors was held on November 19, 2009, at the Pacific Palms Resort, One Industry Hills Parkway, City of Industry, California.

The meeting was called to order at 10:35 a.m. by Vice President Glenn Steiger.

The following Board members (M) and alternates (A) were present and acting in their capacity as representative for their utility: Mark Ward, Anaheim (A); George Morrow, Azusa (M); Fred H. Mason, Banning (M); Ronald E. Davis, Burbank (M); Vince Brar, Cerritos (A); Jeannette Olko, Colton (M); Glenn O. Steiger, Glendale (M); David X. Kolk, Imperial (A); Aram Benyamin, Los Angeles (A); Phyllis E. Currie, Pasadena (M); David H. Wright, Riverside (M).

Staff present were: Executive Director Bill D. Carnahan; SCPPA staff members Phyllis Brown, Richard M. Helgeson, Steven L. Homer, Geri L. Mitchell, Robert Rozanski, and David G. Walden; and Yolanda Pantig, SCPPA Accounting.

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

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

Mr. Steiger afforded the public an opportunity to address the Board.

Ms. Laurine Tuleja, resident of Pasadena, spoke to recommend that SCPPA learn more about solar energy products provided by eSolar.

Mr. David Czamanske, of the Sierra Club, spoke about the development of Smart Grid technology, and recommended discussion of Greenhouse Gas goals at the city council level.

2. Approval of Minutes

Ms. Currie moved to approve the minutes of the meeting held October 15, 2009. The motion was seconded by Mr. Wright, and unanimously approved.

3. Executive Director's Report

Mr. Carnahan referenced his written report and discussed the highlights, including discussion of renewable projects and Smart Grid.

The Board discussed the nomination of Anthony Eggart for a seat on the California Energy Commission, and directed that SCPPA prepare a letter of support.

4. Finance and Accounting Manager's Report

Mr. Rozanski reported on the November meeting of the Finance Committee, and presented the monthly and quarterly Investment Reports for the period ended September 30, 2009. The reports were received and filed.

Mr. Rozanski discussed the status of upcoming finance activities, including Linden Wind Project Notes, Tieton Hydropower Project Notes, Milford I Prepayment, Magnolia Basis Swap, Palo Verde Forward Securities Contracts, and Canyon Notes.

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 Public Benefits Committee, the Resource Planning Committee, the Ad Hoc Natural Gas Committee, and the Ad Hoc Smart Grid Committee, and the Ad Hoc Transmission Committee. He noted that SCPPA Members as a group would be at the 22% renewables level by the end of 2010.

Mr. Walden presented resolutions for three contracts for transmission, energy exchange and shaping services, including Resolution No. 2009-125 for Macquarie Cook Power, 2009-126 for PowerEx, and 2009-127 for Shell Energy North America. Ms. Currie moved that Resolutions 2009-125, 2009-126, and 2009-127 be approved. The motion was seconded by Mr. Wright and unanimously approved.

Mr. Walden presented Resolution No. 2009-128, authorizing an agreement with GridPoint for electric vehicles, charging and demand response demonstration projects. Mr. Walden presented Resolution No. 2009-129, authorizing an agreement with KEMA for program management office support and services related to Smart Grid projects. Mr. Davis moved that Resolution No. 2009-128 and Resolution No. 2009-129 be approved. The motion was seconded by Mr. Benyamin and unanimously approved.

Mr. Walden presented Resolution 2009-130, authorizing utilization of Nixon Peabody for credit enhancement legal service pursuant to the SCPPA agreement with this firm. Mr. Walden presented Resolution No. 2009-131, authorizing the renewal of subscriptions with Moody's Analytics relating to financial and business analytics. Ms. Currie moved that Resolution 2009-130 and Resolution 2009-131 be approved. The motion was seconded by Ms. Olko and unanimously approved.

Mr. Walden presented Resolution No. 2009-132, authorizing an Agency Agreement between SCPPA and the Los Angeles Department of Water and Power. Mr. Davis moved that Resolution No. 2009-132 be approved. The motion was seconded by Mr. Wright 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 updated the Board on issues at the projects, including the status of efforts to develop a legislative approach to renewal of Hoover 2017 contracts.

Mr. Homer presented Resolution No. 2009-133, approving the revised budget for the Tieton Hydropower Project. Mr. Davis moved that Resolution No. 2009-133 be approved. The motion was seconded by Mr. Benjamin and approved by Project Roll Call Vote, with Vernon absent and Anaheim, Azusa, Banning, Cerritos, Colton, Imperial, Pasadena, and Riverside present but not voting.

Mr. Homer presented Resolution No. 2009-134, authorizing the initial budget for the Windy Point/Windy Flats Project. Mr. Steiger moved that Resolution No. 2009-134 be approved. The motion was seconded by Mr. Benjamin and approved by Project Roll Call Vote, with Vernon absent and Anaheim, Azusa, Banning, Burbank, Cerritos, Colton, Imperial, Pasadena, and Riverside present but not voting.

8. Closed Session

At this point, the Board went into closed session pursuant to subdivision (a) of Section 54956.9 of the California Government Code, and subdivision (c) of Section 54956.9 of the California Government Code.

Upon returning to open session Mr. Steiger announced that no action had been taken.

9. Adjournment

There being no further business, the meeting was adjourned at 4:38 p.m.

Respectfully submitted,

Mario C. Ignacio
Assistant Secretary