

**MAGNOLIA POWER PROJECT
MINUTES OF COORDINATING COMMITTEE MEETING NO. 61
JANUARY 20, 2005**

In Attendance:

Ron Davis	Burbank W&P	818-238-3550
Fred Fletcher	Burbank W&P	818-238-3557
Greg Simay	Burbank W&P	818-238-3550
Bill Hutchings	Burbank W&P	818-238-3660
Evilia Waloejo	Burbank W&P	818-238-3739
Rick Morillo	Burbank City Attorney's Office	818-238-3707
Phyllis Currie	Pasadena W&P	626-744-4425
Ned Bassin	Glendale W&P	818-548-2748
Jeannette Olko	Colton Electric Utility	909-370-6196
Steve Sciortino	Anaheim Utilities	714-765-5177
Bill Carnahan	SCPPA	626-793-9364
Steve Homer	SCPPA	626-793-9364
Dick Helgeson	SCPPA	626-793-9364
Tom McGuinness	Consultant - SCPPA	818-952-7067
Bruce Blowey	Consultant - SCPPA	661-296-0204
Gary Rose	Consultant - SCPPA	909-860-1818
Eldon Cotton	Consultant - SCPPA	310-451-5918
Carl Haase	Resident Engineer	818-238-3631
Tom Roth	Consultant	213-622-6700
Gaye Mains	Burbank W&P	818-238-3658

The meeting was called to order at 9:45 a.m. at SCPPA, 225 S. Lake Avenue, Suite 1250, Pasadena, California.

PUBLIC COMMENT

Any member of the public may address the Committee on any item of interest to the public before or during the Committee's consideration of the item, provided the item is within the subject matter jurisdiction of the Committee. No comments were received.

ADMINISTRATIVE AND REPORTING ITEMS

Minutes – The December 16, 2004 meeting minutes of the Coordinating Committee were approved.

Project Director's Report – The Project Director's Report No. 22, dated January 20, 2005, was distributed and discussed. Bill Hutchings stated that we are very proud that the Project has had no CEC violations, is on budget, on schedule, has received two major awards and Kvaerner has worked 750,000 man hours without a lost time accident. We have energized all of the transformers and we are using one for testing. The lube oil flush on the

combustion turbine was completed on January 15th. First fire is on schedule, but Kvaerner's completion date of May 6, 2005 is highly optimistic. In December, Kvaerner notified us that pipe installation is going slower than scheduled. Kvaerner said they will forego the incentive payments and they anticipate using all of contingency. This is the biggest change to the Estimate to Complete.

Bill asked participants to check the availability of their Mayors and City officials to see if June 9, 2005 is an acceptable date for the Magnolia Dedication Ceremony. Ron Davis and Bill Carnahan will contact Governor Schwarzenegger's office to see if he will be able to attend.

ACTION ITEMS

Approve Gas Marketer Agreement – Tom Roth explained that the 18-month term for the Gas Marketer is for delivery of gas to the Project into the Southern California system at prices related to indexes published in main publications. This is for gas not provided by participants. We would like to engage these services before first fire in March. The contracts have been reviewed by legal. Steve Sciortino moved to approve the Gas Marketer Agreement with Occidental Energy Marketing for delivery of gas to the Project for approximately \$170,000 for the initial 18-month term. Ned Bassin seconded. Motion carried.

TRANSMISSION

Scheduling Services Agreement – Fred Fletcher stated the final Scheduling Services Agreement was sent to participants and attorneys for final approval. Anaheim will take the agreement to their City Council in March for approval.

Transmission Regulatory and Legal Study – Greg Simay reported that the final version of the Transmission Regulatory and Legal Study is complete and has been sent to participants. We've concluded that the best option to pursue is the construction of a 230 kV line to Sylmar.

NEXT MEETING

Project Manager Coordination Meeting – Friday, January 28, at 8:30 a.m. at BWP 2nd floor conference room.

Coordinating Committee Meeting – Thursday, February 17, at 9:00 a.m. in Pasadena.

Meeting adjourned at 10:09 a.m.