

**CHUGACH ELECTRIC ASSOCIATION, INC.**  
**Anchorage, Alaska**

**BOARD MEETING**  
**AGENDA ITEM SUMMARY**

**June 20, 2007**

**ACTION REQUIRED**

**AGENDA ITEM NO. XI. A.**

- Information Only**  
 **Motion**  
 **Resolution**  
 **Executive Session**  
 **Other**
- 

**TOPIC**

Project Authorization – John’s Road Undergrounding

**DISCUSSION**

Typically this board item would have been brought to the Operations Committee prior to the Board of Directors. However, the rescheduling of the Operations Committee Meeting from June 6, 2007 to June 27, 2007, now has that meeting occurring after the Board Meeting. Therefore, to bring this to the Operations Committee meeting first would require a project award delay of one month. This would significantly reduce the construction period and increase costs. Therefore, we are asking for the indulgence of the Board of Directors in allowing this item to go directly to the Board of Directors Meeting June 20, 2007.

The Municipality of Anchorage (MOA) and the State of Alaska (State) both have requirements that Chugach Electric Association, Inc. (Chugach) must underground existing overhead distribution facilities. Chugach is required to spend 2% of its retail revenue annually to perform this work. These funds are collected through a specific 2% MOA underground charge to the membership.

The John’s Road Undergrounding Project will retire fourteen spans of older three-phase overhead facilities along the east side of John’s Road from Klatt Road down to Huffman Road. In its place new underground facilities will be installed along with a new loop circuit that will extend east along Huffman Road to create a new feeder tie. Loads have grown in the area to the point where the #6 copper overhead conductor is exceeding its design limitations. A new underground 750 kcmil concentric circuit will have sufficient capacity to serve the area’s load as well as projected future development.

Project expenditure authorization is requested.

**CHIEF EXECUTIVE OFFICER'S RECOMMENDATION**

Motion:        Move that the Chugach Board of Directors authorize project expenditures for John's Road Undergrounding Project with an estimated cost of \$1,678,000 and an estimated completion date of September 2007.

## RESOLUTION

WHEREAS, Chugach Electric Association, Inc. (Chugach) is required to expend 2% of its annual retail revenue to underground existing overhead distribution facilities;

WHEREAS, Chugach has included State and Municipal Undergrounding Projects in the 2007-2011 Capital Improvement Plan;

WHEREAS, Chugach has included funding in its 2007 Annual Operating budget for the design and construction of undergrounding projects;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Chugach Electric Association, Inc. authorizes project expenditures for John's Road Undergrounding with an estimated cost of \$1,678,000 and an estimated completion date of September 2007.

## CERTIFICATION

I, \_\_\_\_\_, do hereby certify that I am \_\_\_\_\_ Secretary of Chugach Electric Association, Inc., an electric non-profit cooperative membership corporation organized and existing under the laws of the State of Alaska: that the foregoing is a complete and correct copy of a resolution adopted at a meeting of the Board of Directors of this corporation, duly and properly called and held on the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_; that a quorum was present at the meeting; that the resolution is set forth in the minutes of the meeting and has not been rescinded or modified.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the seal of this corporation the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_.

(Seal)

\_\_\_\_\_  
Secretary