

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

REGULAR BOARD OF DIRECTORS' MEETING
AGENDA ITEM SUMMARY

August 25, 2010

ACTION REQUIRED

AGENDA ITEM NO. V.J.

Information Only
 Motion
 Resolution
 Executive Session
 Other

TOPIC

Alaska Energy Authority Renewable Energy Grant Application

DISCUSSION

Chugach has the opportunity to pursue renewable energy grants from the Alaska Energy Authority Renewable Energy Fund, including a grant for the Stetson Creek diversion project.

A resolution from the applicant's governing body is required as part of the grant application. In addition to committing Chugach to providing required resources, it also designates Chugach staff who will commit the organization and act as the point of contract for the grant application and subsequent award, if received. It is also required to provide assurance that Chugach is in compliance with applicable laws.

At the August 4, 2010, Operations Committee Meeting, the Committee recommended the Board of Directors approve the attached resolution authorizing and endorsing the preparation and submittal of a Renewable Energy Grant Application to the Alaska Energy Authority.

MOTION

(Consent Agenda)

RESOLUTION

WHEREAS, Chugach Electric Association, Inc. (Chugach) has been evaluating the construction of a project to divert water from Stetson Creek into the Cooper Lake reservoir and a related structure to release water into Cooper Creek as part of the relicensing of the Cooper Lake hydroelectric facility; and

WHEREAS, the new license requires Chugach to construct this project if it can be done at a cost of \$12.5 million (2009 dollars) or less; and

WHEREAS, the current estimate to construct this project is up to \$24 million (2009 dollars); and

WHEREAS, Chugach may not construct this project unless grants offset the cost of the project so that the amount to be paid by Chugach members is \$12.5 million or less, and

WHEREAS, the project will provide additional hydroelectric energy and improve fish habitat; and

WHEREAS, hydroelectric energy is renewable energy, and

WHEREAS, the Alaska Energy Authority is currently soliciting Renewable Energy Fund Grant Applications, and

WHEREAS, the grant application must include a governing body resolution supporting the grant application and ensuring compliance with applicable laws.

NOW THEREFORE, BE IT RESOLVED, Chugach shall submit an Alaska Energy Authority Renewable Energy Grant Application to apply towards the costs of the Stetson Creek diversion project.

BE IT FURTHER RESOLVED, Bradley W. Evans, Chief Executive Officer, is authorized to commit Chugach to any obligations under the grant.

BE IT FURTHER RESOLVED, Ronald K. Vecera, Director of Project Development, is designated as the point of contact to represent Chugach for purposes of this grant application.

BE IT FURTHER RESOLVED, Chugach is in compliance with applicable federal, state and local laws including existing credit and federal tax obligations.

CERTIFICATION

I, Elizabeth Kennedy, do hereby certify that I am the 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 25th day of August, 2010; 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 25th day of August, 2010.

(Seal)

Secretary