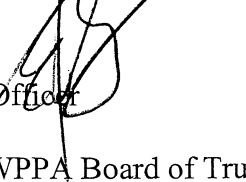


**CHUGACH ELECTRIC ASSOCIATION, INC.**  
**Anchorage, Alaska**

**April 11, 2005**

TO: Board of Directors

FROM: Joe Griffith, Chief Executive Officer 

SUBJECT: Additional Costs related to NWPPA Board of Trustees

At the April 6 Operations Committee meeting, we were asked to report back with an estimate of additional expenses anticipated due to Director Lipscomb's participation on the NWPPA Board of Trustees.

Generally speaking, NWPPA has quarterly board meetings, plus their annual meeting. All of their meetings are held in our region: Washington, Oregon, Idaho, Montana, or Alaska. Based on this information and location of the board meetings, it is anticipated that such participation would add \$4,000 to our Board of Directors' travel budget. We already include the NWPPA annual meeting in our budget, and used an average cost of \$500 for airfare and \$250 per day for hotel and lodging (two days per trip).

NWPPA's Board of Trustees consists of 30-36 Trustees from the five states and one representative from Canada. Representation is divided equally between operating and policy personnel and between each type of active member, namely:

- a) Public Utility Districts and/or Peoples Utility Districts
- b) Electric Cooperatives and/or Mutual Associations
- c) Municipalities

Each year, the NWPPA offers dozens of educational workshops at various locations throughout the region. The presentations are designed for utility board members, managers, and staff. Chugach has been a member of NWPPA for over 20 years and our current dues are \$26,500 which also gives Chugach discounted fees at the educational conferences and events.