

CHUGACH ELECTRIC ASSOCIATION, INC.
ANCHORAGE, ALASKA
March 1, 2006
Wednesday

4:00 p.m.

BOARD OF DIRECTORS'
OPERATIONS COMMITTEE MEETING MINUTES

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Committee Members present: Alan Christopherson, Committee Chairman
Bruce Davison
Uwe Kalenka
Ray Kreig

Other Directors present: David Cottrell (via teleconference)
Elizabeth Vazquez
Jeff Lipscomb

Employees and Guest in attendance:

Bill Stewart	Mike Cunningham	Lee Thibert
Brad Evans	Dianne Hillemeier	Phil Steyer
Rick Freymiller	Mark Fouts	Mary Tesch
John Cooley	Dave Smith	Greg Archibald
Paul Risse	Ed Jenkin	Carol Johnson
Patti Bogan	Dan Knecht	Jill Sheley /Semeron
Marty Chakoian/Semeron	Melody Mociulski/Semeron	

Recording Secretary – Paula Neas-Arnold, Executive Assistant.

I. Call to Order

The Board Operations Committee meeting was called to order by Chairman Christopherson at 4:04 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Electron Drive, Anchorage, Alaska.

II. Approval of Agenda

Director Kalenka moved and Director Kreig seconded the motion to approve the agenda. The motion passed unanimously.

III. Approval of Minutes (February 6, 2006)

Director Kalenka moved and Director Kreig seconded the motion to approve the February 6, 2006, meeting minutes. The minutes were accepted as printed.

IV. Executive Session - None

V. Customer Comments

- A. Wholesale Customer Comments
- B. Retail Customer Comments

VI. Benchmarking Update

Bill Stewart, Interim CEO, gave the Board of Directors a brief introduction and explanation of the Benchmarking process. Mr. Stewart introduced the following speakers and their topics:

Lee Thibert, General Manager, Distribution Division - Distribution
Dave Smith, Director, Information Services - Business
Brad Evans, General Manager, G&T Division - Generation & Transmission

Speakers had a question and answer period following each of their presentations.

VII. NWPPA Proposed Resolutions

Director Lipscomb reported on proposed NWPPA resolutions and asked the Board for their comments. The Board determined that Director Lipscomb would prepare draft resolutions for NWPPA in support of Chugach's position for their annual meeting in May of 2006. Comments on the proposed resolutions are to be submitted to Director Lipscomb by April 15.

VIII. Ballot for 2006 Annual Membership Meeting

Patti Bogan, Manager, Public Relations presented the board with a sample ballot for the Chugach Annual Meeting scheduled for April 27, 2006.

IX. Executive Session - None

At 5:52 p.m., Director Davison moved and Director Kalenka seconded the motion that pursuant to Alaska statute 10.25.175(c)(1), and (3), the Board go into executive session to discuss (1) matters the immediate knowledge of which would clearly have an adverse effect on the finances of the cooperative; (3) matters with its attorneys the immediate knowledge of which could have an adverse affect on the legal position of the cooperative. The topics to be discussed: 1) Seward contract negotiations, 2) Legislative issues. The motion passed unanimously.

X. The Operations Committee meeting adjourned at 5:52 p.m.

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