

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

OPERATIONS COMMITTEE MEETING
AGENDA ITEM SUMMARY

May 13, 2008

ACTION REQUIRED

AGENDA ITEM NO. XI.

Information Only
 Motion
 Resolution
 Executive Session
 Other

TOPIC

Competitive Bidding Policy on Board Contracts

DISCUSSION

In April, 1996 a Full and Competitive Bidding section was added to the bylaws under Article XI. The bylaw states that within thirty (30) months of the passage of Section 5, the Board of Directors shall have fully implemented the provisions of Section 5.

In order to strengthen an environment that supports and encourages competitive bidding, it is imperative for the board to take the lead on this issue, and to lead by example. The board annually issues between \$100,000- \$500,000 in contracts; "It is deemed to be in the best interest of the Association to encourage and require full and open competitive bidding of contracts; to take affirmative steps to insure that the Association selects the lowest responsible bidder for its requirements from among the broadest range of suppliers qualified by expertise and resources; and to insure that responsible bidders are not excluded.

MOTION

Move that the Operations Committee recommend to the Board of Directors, that effective immediately, all board issued contracts will be competitively bid and the board will select the lowest responsible bidder from among the broadest range of suppliers qualified by expertise and resources.