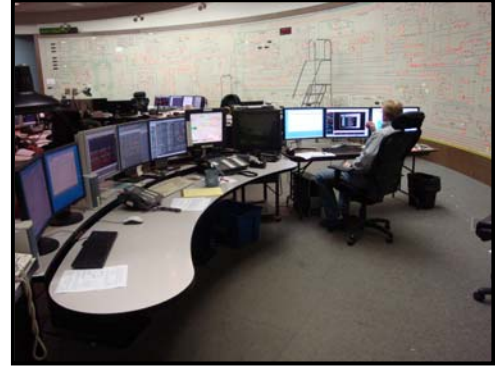


meeting in November we would like to propose the State use an outside contractor to perform some of their work. This would serve to accelerate the Project, and Commissioner Hartig indicated he would pass on our thoughts to those in the Anchorage office.

- The economic dispatch of SPP was discussed with our Participant, ML&P. We also discussed how the plant would be dispatched between ML&P and Chugach.



- The content of our Project Charter was mostly settled in October. The Charter is designed to clarify the power plant design and address the Participation Agreement requirement that Chugach, the Managing Participant, must report the Project plan, budget, and construction schedule to our Participant. The Charter was agreed in principle, but will not be formally approved by the Participants Committee until early November.

- Technical specifications of the power plant have been the greatest level of effort on the Project in October. PB Power was requested to have a full working draft of the RFP ready by November 6th. There are thirteen sections of the technical specifications, some of which have already been transmitted to the Project Team for review. Meetings have been held on the system descriptions of the plant, and on the electrical one-line. The incorporation of Chugach design requirements for relay and protection systems appears to be the biggest challenge of the specification development.



- Architectural specifications for the plant are also being discussed. A rough draft of the specification was presented to the Project Team, and Chugach has contracted with a local architect, Mr. John McCool of McCool, Carlson, Green to perform a review of the document. Mr. McCool will help ensure the specific site conditions here in Anchorage and exterior appearance will be consistent with other buildings on the Chugach property.