

CHUGACH ELECTRIC ASSOCIATION, INC.
ANCHORAGE, ALASKA
November 2, 2005
Wednesday

4:00 p.m.

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

Other Directors present: David Cottrell (via teleconference)
Elizabeth Vazquez
Ray Kreig

Employees and Guests in attendance:

Bill Stewart	Carol Heyman	Dave Smith
Greg Arthur	Lee Ann Gerhart	Phil Steyer
Bill Bernier	Dianne Hillemeier	Mary Tesch
Patti Bogan	Pat Jasper	Lee Thibert
Mike Cunningham	Ed Jenkin	Ron Vecera
David Dittman	Carol Johnson	Jim Walker, MEA
Kevin Dunham	Arthur Miller	Burke Wick
Don Edwards	Connie Owens	
Brad Evans	Mike Pauley, MEA	
Rick Freymiller		

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Recording Secretary – DeAnna Scott, Executive Assistant.

I. Call to Order

The Operations Committee was called to order by Chairman Christopherson at 4:05 p.m.

II. Approval of Agenda

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

III. Approval of Minutes (October 5, 2005)

Director Kalenka moved and Director Davison seconded the motion to approve the October 5, 2005, meeting minutes. The motion passed unanimously.

IV. Executive Session

None.

V. Customer Comments

A. Wholesale Customer Comments

None.

B. Retail Customer Comments

None.

VI. Member Survey Results

Lee Thibert, General Manager, Distribution Division, introduced Mr. Dittman from Dittman Research. Mr. Dittman gave a presentation on the recent survey results and responded to questions from the Board.

VII. JAA Meeting Update

Bill Stewart, Interim CEO, provided an update on the JAA meeting that was held on October 26, 2005.

VIII. Beluga Environmental Presentation

Greg Arthur, Environmental Engineer, gave a presentation to the committee on the Beluga Environmental Program and responded to questions from the Board.

IX. Directors' Comments

Director Cottrell: Asked questions regarding the Executive Office budget for 2006. Director Vazquez indicated that responses would be distributed prior to the Finance Committee meeting. He asked about an additional appointment to the Operations Committee and if there was going to be a legislative reception this year. Interim CEO Bill Stewart responded that staff is working on the legislative reception and information should be out soon.

Director Kreig: Stated that the Board should not be putting much detail in the Executive Office budget on the new CEO because of being in the middle of the hiring process. The Board just has to understand that there could be some changes to the Executive Office Budget depending on the outcome of the CEO search.

Director Kalenka: Thanked staff for the Beluga presentation and would like to see the Board explore what was brought to our attention from the Dittman Survey.

Director Vazquez: Agreed with the comments from Director Kreig but envision the Board could start a preliminary discussion and review of what would be going on with that Executive Office budget. Director Vazquez stated it is true, until the CEO search and hiring process is complete, the Board will not know how the Executive Office budget would look. Director Vazquez also agreed with Director Kalenka's comments.

Chairman Christopherson: Stated due to a vacancy on the Operation Committee and in accordance with Board Policy 109, as Chairman of the committee he appointed Director Kreig to the Operations Committee.

Director Davison: None.

Director Lipscomb: Not present.

X. Executive Session

At 5:54 p.m., Director Davison moved and Director Kalenka seconded the motion that pursuant to Alaska statute 10.25.175(c)(1), and (2), 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; (2) subjects that tend to prejudice the reputation and character of a person; however, the person may request a public discussion. The topics to be discussed: 1) Healy Clean Coal Project; and 2) CEO Search.

XI. Adjourn

The meeting adjourned at 7:13 p.m.

