

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

SPECIAL BOARD MEETING
AGENDA ITEM SUMMARY

December 10, 2007

ACTION REQUIRED

AGENDA ITEM NO. VIII.A.

<u> </u>	Information Only
<u> X </u>	Motion
<u> </u>	Resolution
<u> </u>	Executive Session
<u> </u>	Other

TOPIC

Blue Ribbon Panel – Release of Report and Exhibits

DISCUSSION

Chugach Electric Association, Inc. (Chugach) is a cooperative owned by its member ratepayers (member-owners). Pursuant to Article IV of the Chugach bylaws, the Chugach Board of Directors’ (Board) is charged with the “management of the business and the affairs of the Association.”

On May 16, 2007 the Board authorized the appointment of up to five executives/business leaders to constitute the Blue Ribbon Panel (Panel) for Chugach.

On June 20, 2007 the Board of Directors’ unanimously confirmed the appointment by Board Chair of David R. Gottstein, Robert J. Hickel, Richard L. Lowell, John Niles Wanamaker, and Loren H. Lounsbury to the Blue Ribbon Panel and the retention of William C. Noll as facilitator.

During several months, the Blue Ribbon Panel met to consider presentations provided by several sources, including Chugach management. After careful deliberations, the Blue Ribbon Panel prepared a report that contains findings and recommendations. On November 9, 2007 the Blue Ribbon Panel released its report to the Chugach Board of Directors. On November 14, 2007 members of the Panel met with the Board of Directors and Chugach senior management to discuss the findings and recommendations of the Panel. At that meeting the Board of Directors voted to release the full report after legal review which has been done by Perkins Coie to ensure that release of the report complies with applicable law. Legal counsel recommended the redaction of several items. These recommendations have been accepted by the Board.

The Board has met and after careful deliberation, the Board finds that it is in the best interest of Chugach members-owners to have the report with all exhibits released to the membership and the public except portions redacted or to be redacted upon the recommendation of legal counsel in the event of further legal review.

MOTION:

After careful deliberation, the Chugach Board of Directors finds that it is in the best interest of Chugach members-owners to release the Blue Ribbon Panel report (with all tabs/exhibits), to the membership and the public. Move that the Board of Directors approve the release of the Blue Ribbon Panel Report and all tabs/exhibits except portions redacted or to be redacted if there is further legal review.