

**CHUGACH ELECTRIC ASSOCIATION, INC.**  
**Anchorage, Alaska**

**OPERATIONS COMMITTEE**  
**MEETING MINUTES**

**May 13, 2008**

Committee Members in Attendance: Jim Nordlund, Chairman  
Alex Gimarc (appeared telephonically)  
Rebecca Logan  
Janet Reiser

Other Directors Present: P J Hill  
Jeff Lipscomb  
Elizabeth Vazquez (*arrived at 4:06 p.m.*)

Guests in Attendance: Lorali Carter (MEA)  
Jim Posey (ML&P)  
Pat Kennedy (Renewable Energy Committee)  
Mark Wiggin (Renewable Energy Committee)  
Harry Crawford (Renewable Energy Committee)

Staff in Attendance:

Brad Evans	Connie Owens	Mike Cunningham	Dave Smith
Carol Johnson	Paul Risse	Tyler Andrews	Suzanne Gibson
Ed Jenkin	Ron Vecera	Phil Steyer	Dan Knecht
Jena Sauget	Teresa Kurka	Bill Bernier	Burke Wick
Dora Gropp	Carol Heyman	Jena Noethlich	Patti Bogan

Recording Secretary: Divina Portades, Administrative Assistant

**I. CONVENE MEETING**

Chair Nordlund convened the Operations Committee meeting at 4:05 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Electron Drive, Anchorage, Alaska.

**II. EXECUTIVE SESSION**

None.

**III. APPROVAL OF AGENDA**

Director Reiser moved and Director Logan seconded the motion to approve the agenda.

Director Vazquez stated that Director Reiser is not a committee member and suggested that Director Logan move the approval of agenda and Director Reiser could second the motion. The Committee agreed to Director Vazquez's suggestion. The Chair called for a vote on the motion and it passed unanimously.

#### **IV. APPROVAL OF MINUTES**

##### *a. April 8, 2008*

Director Logan moved and Director Gimarc seconded the motion to approve the Operations Committee Meeting minutes of April 8, 2008. The motion passed unanimously.

#### **V. CUSTOMER COMMENTS**

##### *a. Wholesale Customer Comments*

None.

##### *b. Retail Customer Comments*

None.

#### **VI. Discussion Board and Committee Meeting Schedule**

The Committee discussed the Board and Committee meetings schedule.

Director Logan advised the Finance and Operations Committee Meetings are now scheduled on the 2<sup>nd</sup> Wednesday of each month and the Regular Board Meeting is scheduled for the 4<sup>th</sup> Wednesday of each month. The 1<sup>st</sup> Wednesday of each month will be reserved for Board Workshops or Work Sessions, when necessary.

#### **VII. Review of Operations Committee Goals**

The Committee discussed and reviewed the Operations Committee Goals.

Director Gimarc requested that the State Energy Plan and Legislative Issues be added to the next Regular Board of Directors' Meeting on May 21, 2008. There was no objection from the Committee.

#### **VIII. Discussion of Process for Interim CEO Evaluation and Goal Setting**

The Committee discussed the process for the Interim CEO Evaluation and goal setting.

#### **IX. Update on Renewable Energy Projects**

Director Reiser and Phil Steyer, Director, Government Relations and Corporate Communications, gave an update on Renewable Energy Projects.

The Committee requested that an update on Renewable Energy Projects be added to the Operations Committee Agenda each month.

**X. Results on 2008 Board Election Recount**

There was no comment from the Committee on the results of the 2008 Board Election recount.

**XI. Competitive Bidding Policy on Board Issued Contracts**

The Committee discussed the competitive bidding policy on Board Contracts. After a lengthy discussion, the Committee agreed the Board Attorney, Gordon Tans should review the motion provided to the Committee before any action is taken.

**XII. Correspondence**

None.

**XIII. Director Comments**

**Director Hill:** "No comment."

**Director Lipscomb:** "No, comments, thank you."

**Director Resier:** "I without a comment as well."

**Director Gimarc:** "I look forward to an exciting discussion on renewables, alternatives and earning things for our future power."

**Director Vazquez:** "Mr. Chair, are we going to Executive Session? *Chair Nordlund stated "No. We are at the director comments right now."* I know, but it appears that we are going to executive session, after director comments. After the director comments, this what my agenda has. That's what my agenda has. It appears that there is a proposed letter to the Governor and I don't know why we would be discussing this in the executive session. The proposed letter would support the SB 221, the capital budget, for the Susitna hydro study, and the transmission line for the proposed wind farm on Fire Island. *Chair Nordlund stated "The effects called strategy and this one wouldn't be, and our relation with member utilities."* I don't think that the whole discussion this to be in the executive session but I can vote against that in the motion. I don't think that the whole discussion be in the executive session. *Chair Nordlund asked "Is that your director comments?"* Yes.

**Director Logan:** "I'm sorry, I don't have any comments."

**Chair Nordlund:** "I have no comment other than, saying thanks for your attention folks, and let's go into executive session."

**XIV. Executive Session**

At 5:30 p.m., Director Logan moved and Director Reiser seconded the motion that pursuant to Alaska Statute 10.25.175(c)(1) and (2) the Operations Committee go into executive session 1) to discuss matters the immediate knowledge of which would clearly have an adverse effect on the finances of the cooperative; and 2) to discuss subjects that tend to prejudice the reputation and character of a person, however, the person may request a public discussion. The matters to be discussed are: 1) Gas Negotiations, 2) Update on 2008 State Capital Budget, 3) Strategic Planning, and 4) Selection of Chief Executive Officer. The motion passed unanimously.

The Committee recessed at 5:31 p.m. and went into executive session at 5:44 p.m.

The Committee resumed from executive session at 8:33 p.m.

**XV. Adjourn**

Chair Logan moved and Director Reiser seconded the motion to adjourn. The meeting adjourned at 8:37 p.m.