

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

July 14, 2010

BOARD OF DIRECTORS'
OPERATIONS COMMITTEE MEETING MINUTES

Committee Members in Attendance: Janet Reiser, Chair
Rebecca Logan, Vice Chair
Jim Nordlund
Pat Kennedy
Elizabeth Vazquez (*participated telephonically*)

Other Members Present: Susan Reeves

Staff in Attendance:

Brad Evans	Dustin Highers	Ken Thomas
Ed Jenkin	Paul Risse	Dave Smith
Mark Johnson	Connie Owens	Lee Thibert
Doug Johnson, ORPC		

Recording Secretary: Paula Neas-Arnold, Executive Secretary

I. Convene Meeting

Chair Reiser convened the Operations Committee Meeting at 5:38 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Electron Drive, Anchorage, Alaska.

a. Safety Minute

Dave Smith, Senior Vice President, Administration, gave a Safety Minute presentation and showed a video clip on the vehicle Rescue Tool. Mr. Smith distributed samples to the Committee.

II. Executive Session

None.

III. Approval of Agenda

Director Logan moved and Director Kennedy seconded the motion to approve the Agenda. The motion passed unanimously.

IV. Approval of Minutes

a. June 9, 2010 (Knight-Scott)

Director Logan moved and Director Nordlund seconded the motion to approve the meeting minutes of June 9, 2010. The motion passed unanimously.

V. Customer Comments

a. *Wholesale Customer Comments*
None.

b. *Member Comments*
None.

VI. Tidal Power Presentation

Doug Johnson with Ocean Renewable Power Company, (ORPC) gave a Tidal Power Presentation and answered questions from the Committee.

VII. Update on Southcentral Power Project

Dustin Highers, Director, Power Supply Technical Services, provided an update on the Southcentral Power Project and answered questions from the Committee.

VIII. Appoint NRECA & CFC Voting Delegate and Alternate

Director Logan moved and Director Nordlund seconded the motion that the Operations Committee recommend the Board of Directors appoint Elizabeth Vazquez as the NRECA Voting Delegate and Janet Reiser as the NRECA Voting alternate and James Nordlund as the CFC Voting Delegate and Elizabeth Vazquez as the CFC Voting Alternate. The motion passed unanimously.

IX. Correspondence

None.

Chair Reiser stated although there is no Correspondence; she would like the Committee to look at the Board Calendar.

- July 16, 2010, 9:00 – 11:00 Wind Integration Workshop.
- Add: July 28, 2010, New Lobby Ribbon Cutting Ceremony.
- August 3, 2010, Board Workshop on Fire Island Wind Power. CIRI will be present.
- August 11, 2010, Joint Board Meeting with Alaska Power Authority in Fairbanks.
- September Board Workshop “Ethics Training” – Look at rescheduling to include all Directors.

X. Executive Session

- a. *SPP Boiler Contract Discussion*
- b. *Update on Fire Island*
- c. *Strategic Planning*
- d. *Gas Storage Update*
- e. *CEO Evaluation and Compensation Package*

Director Nordlund moved and Director Logan seconded the motion that pursuant to Alaska Statute 10.25.175(c) (1) and (2) the Board Operations Committee go into executive session to discuss matters the immediate knowledge of which would clearly have an adverse effect of the finances of the cooperative as it relates to the Southcentral Power Project Boiler Contract; and update of the Fire Island Wind Project; Strategic Planning Issues; Gas Storage matters and, to discuss subjects that may tend to prejudice the reputation or character of a person as it relates to discussion of the Chief Executive Officer's evaluation and compensation. However, the person may request a public discussion.

The matters to be discussed are:

- A. The Southcentral Power Project Boiler Contract
- B. An Update on Fire Island
- C. The Association's Strategic Planning
- D. An Update on Gas Storage Issues and
- E. The CEO Evaluation and Compensation Package

The motion passed unanimously.

The Committee went into Executive Session at 6:45 p.m. and returned to open session at 8:42 p.m.

Director Reeves departed during the Executive Session.

XI. CEO Evaluation and Compensation Package

No action was taken on this agenda item - deferred.

XII. Director Comments

Director Vazquez: "No comments."

Director Logan: "I love our staff, they work very hard; they've got a lot of stuff going on. It's amazing."

Director Kennedy: "..... I keep waiting for an emergency break down out there."

Director Nordlund: "No comments."

Chair Reiser: "..... that's why we do this in case*unintelligible.*"

XIII. Adjourn

Director Logan moved and Director Kennedy seconded the motion to adjourn the meeting at 8:45 p.m.