

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

OPERATIONS COMMITTEE
MEETING MINUTES

September 9, 2009

Committee Members in Attendance: Janet Reiser, Chair
Alex Gimarc
Jim Nordlund
Rebecca Logan
Elizabeth Vazquez

Other Directors in Attendance: PJ Hill
Pat Kennedy

Guests in Attendance: *None*

Staff in Attendance:

Brad Evans	Connie Owens	Ed Jenkin	Paul Risse
Mark Johnson	Bill Bernier	Dave Smith	Lee Thibert
Phil Steyer	Ron Vecera	Divina Portades	Tyler Andrews
Ken Thomas	Dustin Highers		

Recording Secretary: Jennifer McDonald, Legal 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, Sr. Vice President, Administration, discussed Fire Retardant clothing and showed video clips demonstrating an arc flash with and without Fire Retardant clothing. Mr. Smith distributed non-fire retardant gloves to the Committee members.

II. Executive Session

- a. Southcentral Power Project and Contracting Strategy Update*
- b. Fuel Supply Update*
- c. Human Resources Strategic Plan Update*
- d. Strategic Planning Update*
- e. GRETC White Paper*

Director Nordlund moved and Director Logan seconded the motion that pursuant to Alaska Statute 10.25.175(c)(1) the Operations Committee go into executive session to discuss matters the immediate knowledge of which would clearly have an adverse effect on the finances of the cooperative as it relates to 1) the Association's plans for the Southcentral Power Project, 2) Fuel Supply issues, 3) an update on the Human Resources Strategic Plan, 4) an update on Strategic Planning and 5) the GRETC "White Paper". The items to be discussed include: A. The Southcentral Power Project and a Contracting Strategy Update; B. Fuel Supply Matters; C. Human Resources Strategic Plan Update; D. Strategic Planning Update and E. GRETC White Paper. The motion passed unanimously.

The Committee paused for a break at 5:44 p.m., went into executive session at 5:47 p.m. and reconvened in open session at 7:32 p.m.

Directors Logan and Kennedy departed during executive session.

III. Approval of Agenda

Director Nordlund moved and Director Gimarc seconded the motion to approve the Agenda. The motion to approve the agenda passed unanimously.

IV. Approval of Minutes

a. August 12, 2009

Director Nordlund moved and Director Gimarc seconded the motion to approve the Operations Committee Meeting minutes of August 12, 2009. The motion passed unanimously.

V. Customer Comments

a. Wholesale Customer Comments

None.

b. Member Comments

None.

VI. Process Redesign #2 – Lobby Processes Presentation

This item has been moved to the September 30, 2009 Regular Board meeting.

VII. NRECA Resolutions - Discussion

The Committee discussed and agreed that Director Reiser (Chugach's NRECA back-up voting delegate) will vote on the following:

Carbon Allowance Allocation – Yes

Support for Domestic and International Offsets – Yes

Resolve Public Policy Conflicts to Encourage Renewable Energy Development – No

Responsibility to Protect Electricity Infrastructure – No

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The Value of Energy Financial Product Transactions – Yes
Bankruptcy Protection – Yes

VIII. APA Liaison

Director Gimarc was appointed as Chugach's APA Liaison. There were no objections.

IX. Correspondence

None.

X. Director Comments

Director Vazquez: "Thanks to management for – I know everybody's on overdrive working hard on the new power plant *unintelligible*. Thanks a lot. And that's all I have to say."

Director Gimarc: "I'd like an excused absence for the October Operations Committee meeting. Thank you."

Director Nordlund: "Now that you're on that topic – I won't be in town for the budget meetings in October. I won't be in town but I'll try and call in. I'm not sure if I'm asking for an excused absence or not. Maybe I'll ask for it but still appear – still call in if I can."

Director Hill: None.

Chair Reiser: "I really want to thank the long suffering Dustin Highers for the protracted conversation he and I had. I think we've come to a good place and I – he was very respectful of our concerns and I appreciate that and I'm pleased to see that everything is moving forward. That's really good. And I think that's it."

XI. Executive Session

None.

XII. Adjourn

Director Nordlund moved and Director Gimarc seconded the motion to adjourn. The meeting adjourned at 7:46 p.m.