

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

June 24, 2009

**BOARD OF DIRECTORS’
MEETING MINUTES**

The following board members were present:

Jim Nordlund – Acting Chairman
Rebecca Logan – Chairman (*attended via teleconference and disconnected at 4:08 p.m.*)
Alex Gimarc – Secretary
PJ Hill – Treasurer
Janet Reiser – Director
Elizabeth Vazquez – Director (*arrived at 4:17 p.m.*)
Pat Kennedy - Director

The following employees, members and guests attended:

Bradley Evans	Dora Gropp	Jim Posey, ML&P
Tyler Andrews	Carol Heyman	Divina Portades
Patti Bogan	Mark Johnson	Paul Risse
Lorali Carter, MEA	Marilyn Leland, APA	Jon Sinclair
Mike Cunningham	Victor Montemezzani	David Smith
Rick Freymiller	Chris O’Brien	Phil Steyer
Suzanne Gibson	Connie Owens	Lee Thibert

DeAnna Scott, Executive Assistant, recorded the meeting proceedings.

I. CONVENE MEETING

The meeting of the Board of Directors was convened at 4:02 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Electron Drive, Anchorage, Alaska.

II. PLEDGE OF ALLEGIANCE

Acting Chair Nordlund led the Board and audience in the Pledge of Allegiance.

III. EXECUTIVE SESSION

None.

IV. APPROVAL OF THE AGENDA

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

V. CONSENT AGENDA

- A. Board Calendar**
- B. Minutes – May 27, 2009**
- C. Director Expenses**

Director Kennedy moved to approve the Consent Agenda. The motion died due to the lack of a second.

Director Hill requested an excused absence for the July meetings. Acting Chair Nordlund asked if there were any objections to the request. No objections were noted.

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

VI. PERSONS TO BE HEARD

- A. Wholesale Customer Comments**
None.
- B. Member Comments**
None.

VII. CEO REPORT

Director Logan disconnected from the meeting at 4:08 p.m..

- A. Update on Southcentral Power Project**
Paul Risse, Sr. V.P., Power Supply Division gave an update on the Southcentral Power Project and answered questions from the Board.

Director Vazquez arrived at 4:17 p.m.

- B. Tree Line USA Award**
Steve Nickel, Division of Forestry, Community Forestry Program, presented to Chugach Electric Association, Inc., the Tree Line USA award. The award was accepted by Acting Chair Nordlund, Bradley Evans, CEO and Chris O'Brien, Utility Arborist.

VIII. CORRESPONDENCE

None

IX. DIRECTORS REPORTS

- A. Committee Reports**
Director Reiser reported on the Renewable Energy Committee that was held on June 2, 2009 and made comments on her Director Training in Jackson Hole, Wyoming, June 14 through 17, 2009.

B. APA Report

Acting Chair Nordlund stated there was nothing to report on the APA but reminded the Board of the APA Conference on the Kenai Peninsula in August.

C. Meeting Reports

Tour of the Beluga Power Plant

Acting Chair Nordlund reported on the June 23, 2009, Beluga Site Visit that was attended by some of Matanuska Electric Association and Homer Electric Association board members.

Joint Utility Board Task Force

Director Gimarc reported on the Joint Utility Board Task Force meeting that was held June 4, 2009.

X. UNFINISHED BUSINESS

None.

XI. NEW BUSINESS

A. 138 kV Transmission Line, Retherford Station to University Station

Director Hill moved and Director Reiser seconded the motion that the Board of Directors adopt the attached resolution authorizing the Chief Executive Officer to execute a contract with NORCON, Inc. for total cost not to exceed \$3,984,465. The motion passed unanimously.

XII. DIRECTOR COMMENTS

Director Hill: "I went to the meeting yesterday by Aurora on the gas storage and it is pretty interesting. What they are talking about is having to drill, I mean, if the storage here takes place having to drill extra into this so it could get more contact with the structure and, it's pretty interesting; its a lot of unknowns as to whether or not its going to have to go through the regulatory process or what; I thought it was a pretty interesting presentation, worth the time."

Director Reiser: "No comments."

Director Kennedy: "No comments."

Director Vazquez: "Congratulations to management and employees on the award, the *Tree Line USA Award*. Keep up the good work. That's all."

Director Gimarc: "No comments."

Acting Chair Nordlund: "No comments."

XIII. EXECUTIVE SESSION

At 4:28 p.m., Director Hill moved and Director Reiser seconded the motion that pursuant to Alaska Statute 10.25.175 (c)(1) the Board of Directors 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 Chugach's fuel supplies. The matter to be discussed will be an update on fuel supply matters. The motion passed unanimously.

The meeting reconvened in open session at 5:23 p.m.

XIV. ADJOURNMENT

At 5:24 p.m., Director Kennedy moved and Director Reiser seconded the motion to adjourn. The motion passed unanimously.

/s/

Alex Gimarc, Secretary

Date Approved: July 23, 2009