



CHUGACH ELECTRIC ASSOCIATION, INC.
ANCHORAGE, ALASKA

OPERATIONS COMMITTEE MEETING

AGENDA

Stuart Parks, Chair
Harold Hollis, Vice Chair

Susan Reeves
Harry Crawford
Bettina Chastain

October 7, 2019

5:00 p.m.

Chugach Board Room

- I. CALL TO ORDER (5:00 p.m.)
 - A. Roll Call
- II. APPROVAL OF THE AGENDA*
- III. APPROVAL OF THE MINUTES*
 - A. July 10, 2019 (Quezon)
- IV. PERSONS TO BE HEARD
 - A. Member Comments
- V. NEW BUSINESS (scheduled) (5:10 p.m.)
 - A. Eklutna Unit 2 Major Maintenance Update (Risse)
- VI. EXECUTIVE SESSION* (scheduled) (5:30 p.m.)
 - A. Quartz Creek Transmission Line (5:50 p.m.)
 - B. Update on RRC MOU (6:15 p.m.)
 - C. ML&P Acquisition Update (6:30 p.m.)
 - 1. IMO Update (6:30 p.m.)
 - 2. ML&P Acquisition RCA Filing Update (6:45 p.m.)
 - 3. BRU Correspondence (7:45 p.m.)
- VII. DIRECTOR COMMENTS (8:00 p.m.)
- VIII. ADJOURNMENT* (8:10 p.m.)

* Denotes Action Items

** Denotes Possible Action Items

10/7/2019 9:19:15 AM

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

July 10, 2019
Wednesday
4:00 p.m.

OPERATIONS COMMITTEE MEETING

Recording Secretary: Arden Quezon

I. CALL TO ORDER

Chair Parks called the Operations Committee meeting to order at 4:01 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Electron Drive, Anchorage, Alaska.

A. Roll Call

Committee Members Present:

Stuart Parks, Chair

Harold Hollis, Vice Chair

Susan Reeves, Director (*via teleconference and arrived during executive session*)

Harry Crawford, Director

Bettina Chastain, Director (*arrived at 4:02 p.m.*)

Other Board Member Present:

Jim Henderson, Director

Rachel Morse, Director (*via teleconference and arrived during executive session*)

Guests and Staff in Attendance:

Lee Thibert

Mark Fouts

Julie Hasquet

Brian Hickey

Matthew Clarkson

Tom Schulman

Tyler Andrews

Josh Resnick

Connie Owens

Sherri Highers

Pete Smithson

Don Edwards, Outside

Paul Risse

Andrew Laughlin

Regulatory Consultant

Arthur Miller

Wes Cashman, RGP

(*via teleconference*)

II. APPROVAL OF THE AGENDA

Director Hollis moved and Director Crawford seconded the motion to approve the agenda. The motion passed unanimously.

III. APPROVAL OF THE MINUTES

Director Hollis moved and Director Crawford seconded the motion to approve the June 24, 2019, Operations Committee Meeting minutes. The motion passed unanimously.

IV. PERSONS TO BE HEARD

A. Member Comments

None

V. NEW BUSINESS

None

VI. EXECUTIVE SESSION

A. ML&P Acquisition Update

- 1. IMO Update*
- 2. ML&P Acquisition RCA Filing Update*
- 3. Finance Update*

At 4:03 p.m., Director Crawford moved and Director Hollis seconded the motion that pursuant to Alaska Statute 10.25.175 (c)(1) and (3) the Operations Committee go into executive session to: 1) discuss and receive reports regarding financial matters, the immediate knowledge of which would clearly have an adverse effect on the finances of the cooperative; and, 2) discuss with its attorneys legal matters, the immediate knowledge of which could have an adverse effect on the legal position of the cooperative. The motion passed unanimously.

Director Reeves arrived during executive session.

Director Morse arrived during executive session.

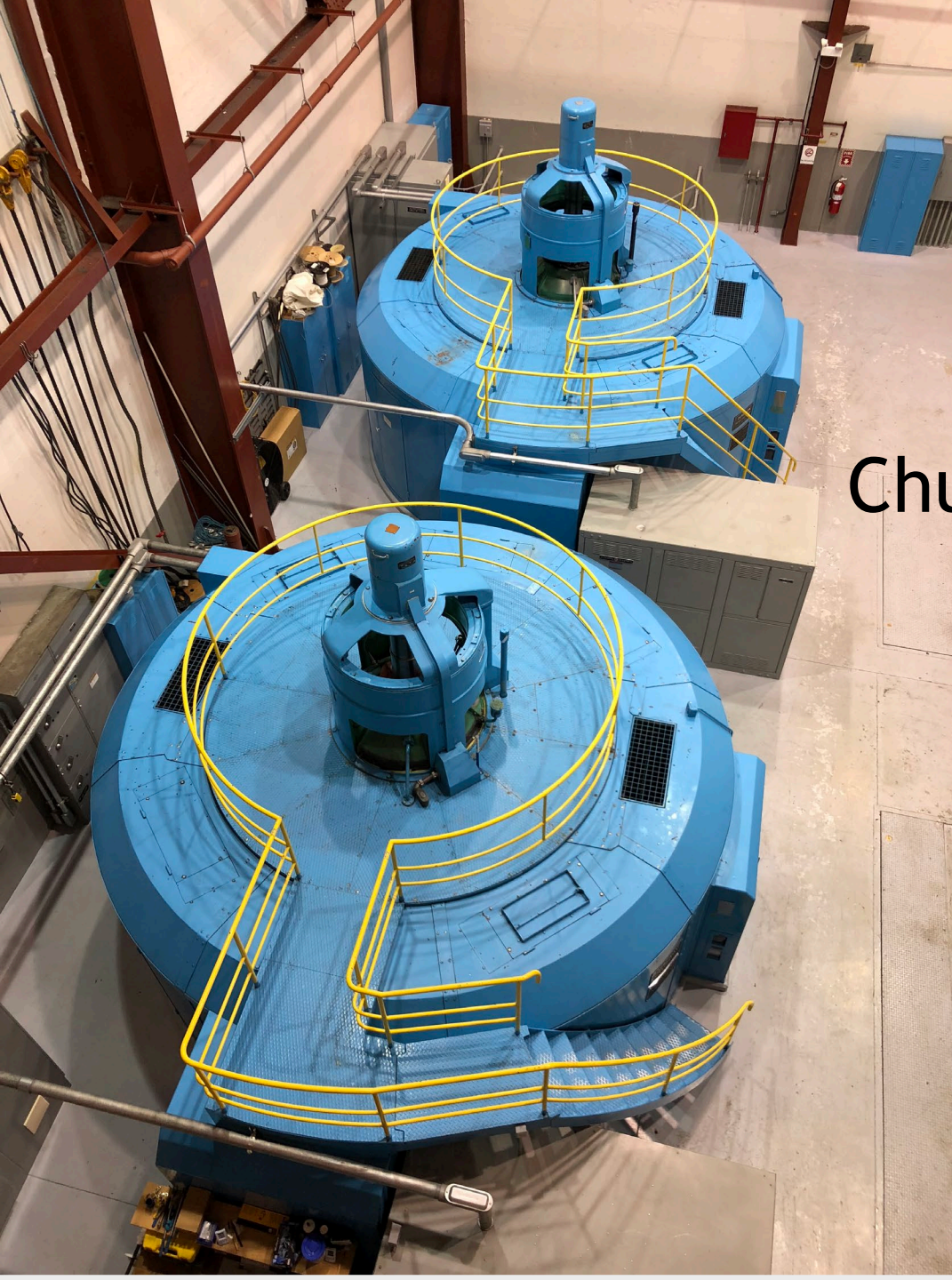
The meeting reconvened in open session at 5:30 p.m.

VII. DIRECTOR COMMENTS

Director comments were made at this time.

VIII. ADJOURNMENT

At 5:35 p.m., Director Hollis moved and Director Chastain seconded the motion to adjourn. The motion passed unanimously.



Eklutna Hydroelectric Project Unit 2 Major Overhaul

Chugach Operations Committee Meeting
October 7, 2019



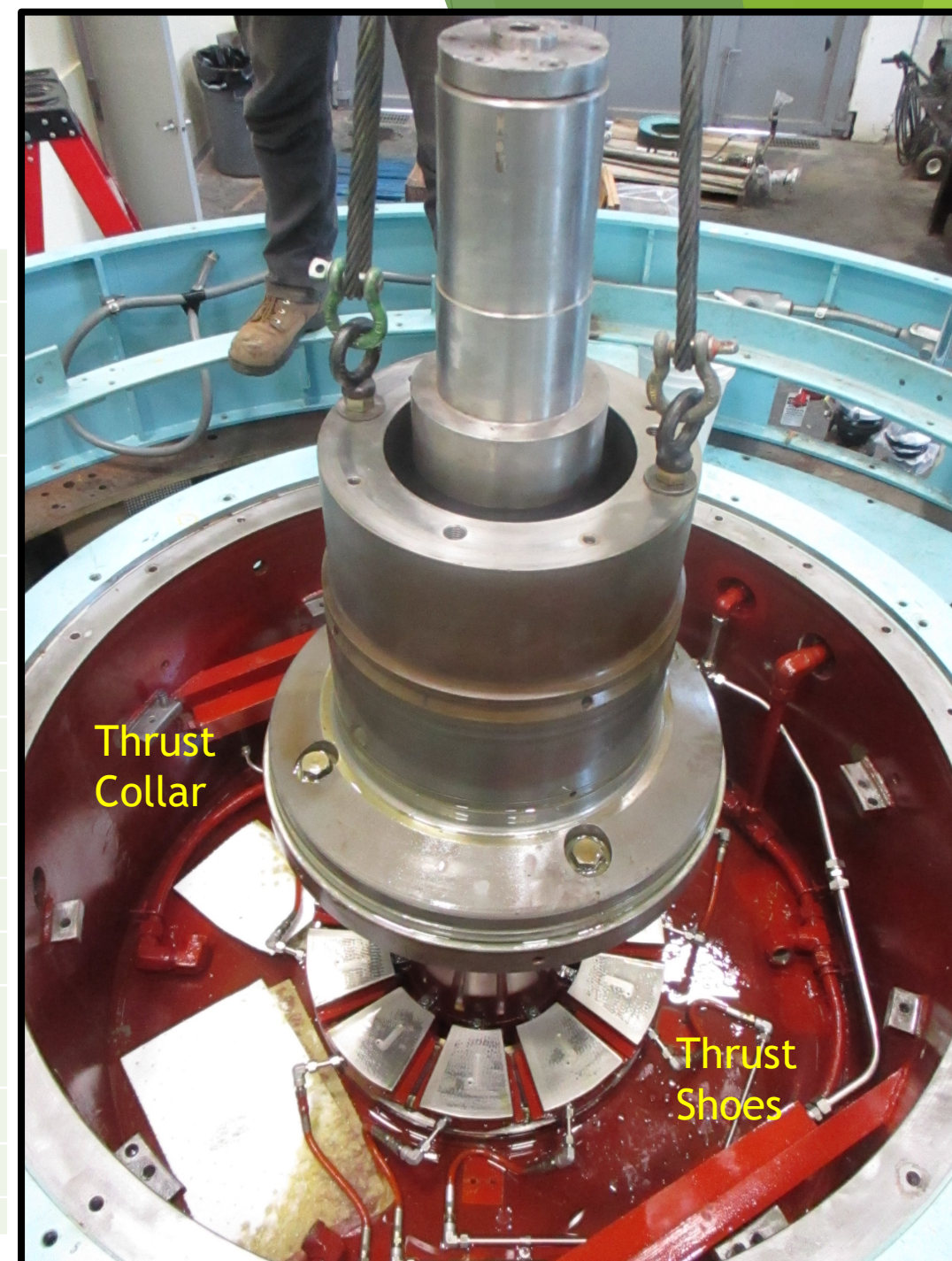
Eklutna Unit 2 Major Overhaul

- ▶ ML&P has approached Eklutna Operating Committee (EOC) with a request to increase project amount
- ▶ Damage/repairs not included in original budget and scope found
- ▶ Additional request raises Chugach contribution - > \$1 Million
- ▶ Chugach original budget approved for 2019 - \$750,000
- ▶ Additional Chugach contribution request - approx. \$300,000



Project Costs - Overall

	Contract Value	Chugach Share (9/30th)	Comments
Original Contract	\$2.5 Million	\$750,000	Based on Unit 1 Overhaul Costs
Additional Request	\$992,270	\$297,681	Items found outside scope
Total	\$3,492,270	\$1,047,681	
Breakdown of Change Order Request			
Butterfly Valve	\$329,340	\$98,802	
Thrust Bearing	\$67,810	\$20,343	
Gen Brake Pad	\$95,235	\$28,571	
Seal Ring	\$153,385	\$46,016	
Stay Vane	\$195,000	\$58,500	
Lower Guide Bearing	\$46,500	\$13,950	
Addl Labor	\$105,000	\$31,500	
Total	\$992,270	\$297,681	



Schedule

- ▶ Original Schedule Start - July 8, 2019 - 237 days (March 1, 2020)
- ▶ Butterfly valve repairs 120 days upon approval of change order
- ▶ Change order will take MOA Assembly approval (After EOC approval)
- ▶ MOA Assembly approval wait time will extend project beyond March 2020



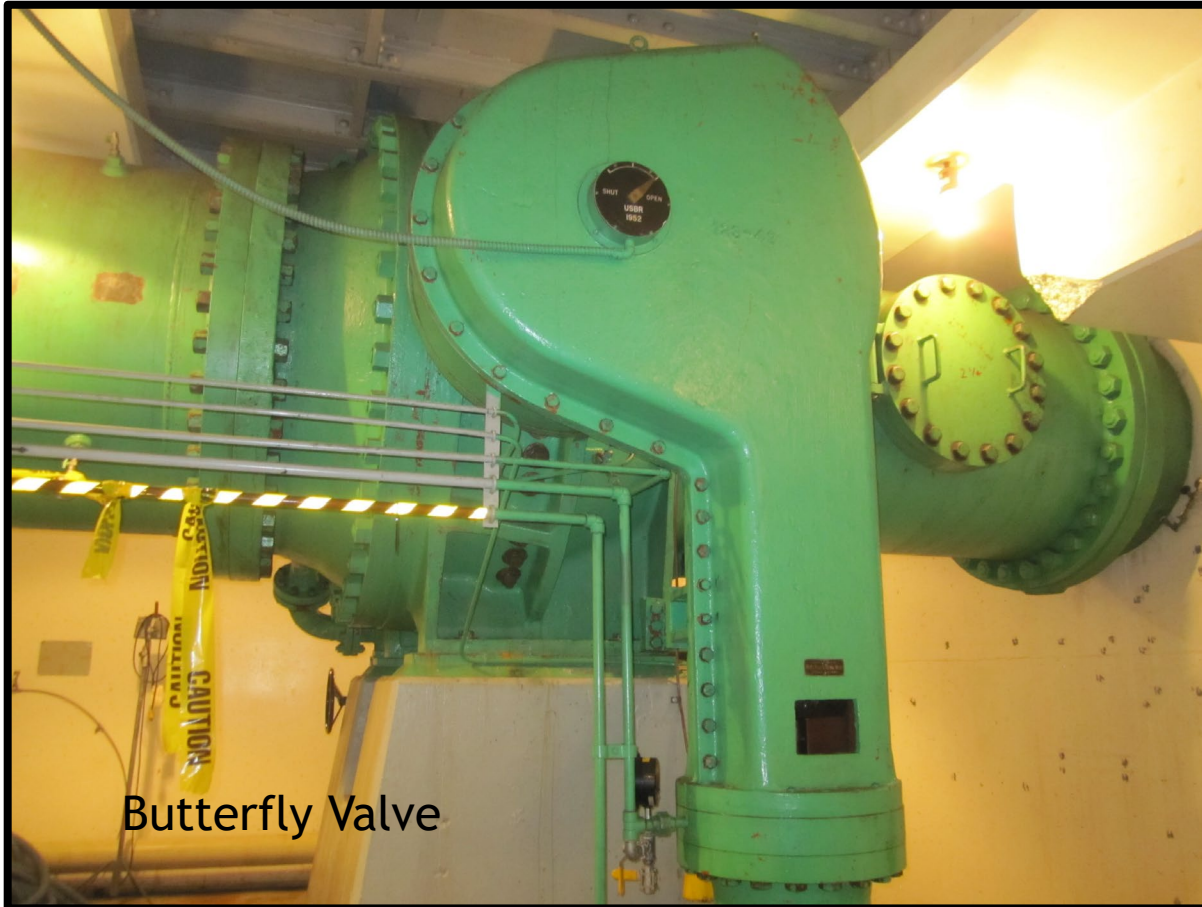
Wicket Gates
and Parts

Safety

- ▶ No Incidents to date



Questions?



Butterfly Valve

Eklutna Units 1 & 2 - Generators

