

**CHUGACH ELECTRIC ASSOCIATION, INC.
ANCHORAGE, ALASKA**

**August 23, 2000
Wednesday
4:00 p.m.**

**BOARD OF DIRECTORS'
REGULAR BOARD MEETING**

- PLEDGE OF ALLEGIANCE
- I. EXECUTIVE SESSION - if required
- II. APPROVAL OF AGENDA *
- III. CONSENT AGENDA *
 - A. Calendar of Events
- IV. PERSONS TO BE HEARD
 - A. Wholesale Customer Comments
 - B. Member Comments
- V. GENERAL MANAGER'S REPORT - verbal
- VI. CORRESPONDENCE
- VII. DIRECTORS' REPORTS - verbal
 - A. President's Report
 - B. MAC Report
 - C. Committee Reports
 - D. ARECA Report
 - E. Meeting Reports
- VIII. UNFINISHED BUSINESS
- IX. NEW BUSINESS
 - A. June Financial Reports
 - B. Klatt to Campbell 34.5kV Tie Project - Bid Award *
 - C. Directors' Expenses *
- X. DIRECTORS' COMMENTS
- XI. EXECUTIVE SESSION - if required
- XII. ADJOURNMENT

* Denotes Action Items

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

August 23, 2000

BOARD OF DIRECTORS' MEETING

MINUTES

President Jasper convened the regular Board meeting of the Board of Directors of Chugach Electric Association, Inc., at 4:00 p.m. on Wednesday, August 23, 2000, in the Board Room of Chugach Electric Association, Inc., located at 5601 Minnesota Drive, Anchorage, Alaska, 99518-1081.

The following directors were present:

Pat Jasper - President
Pat Kennedy - Vice President
Bruce Davison- Secretary
Mary Minder- Treasurer
Chris Birch - Director
Jeff Lipscomb - Director
Red Boucher - Director

The following employees, members, and guests were present:

Gene Bjornstad	Dianne Hillemeier	Mike Cunningham
Lee Thibert	Connie Owens	Bill Stewart
Mike Cunningham	Dave Smith	Ron Vecera
Jim Borden	Gayle Knepper	Sherri MacKay
Don Edwards	Bill Bernier	Lori Kirkendall
Phil Steyer	Dora Gropp	John Cooley
Teri Buckmeier	Bruce Scott	

President Jasper led the Board and audience in the pledge of allegiance to the flag of the United States of America.

I. EXECUTIVE SESSION

None.

II. AGENDA

Director Kennedy moved and Director Davison seconded the motion to approve the agenda. The motion passed unanimously.

III. CONSENT AGENDA

Director Davison moved and Director Kennedy seconded the motion to approve the consent agenda.

A. **Calendar of Events - August, September, October, and November 2000.**

Add: Director Minder will be out beginning September 4, 2000.
Operations Committee Meeting, August 28, 2000, 4:00 p.m.
President Jasper will attend the MEA Board meeting on September 11, 2000
Director Kennedy will attend the September 12, 2000, HEA Board meeting
Director Davison will attend the ML&P Commission meeting on September 13, 2000

Change: No changes were made.

B. **Minutes - July 19, 2000** *Changes were as follows:*

Page two:

III.A. Calendar of Events:

Add: September 6, 2000 Board meeting is a regular Board meeting and not a special meeting as stated in the minutes.

Page three:

A. **Rubber Gloving**

Second paragraph should read:

Director Kennedy moved to direct the general manager *to* encourage Chugach's lobbyist to work with legislators in Juneau to repeal *this* regulation denying the opportunity to choose between rubber gloving and hot sticking in Alaska. Director Minder seconded the motion.

Third paragraph should read:

Before a vote was taken, Bill Bernier, Director of Line Operations and Maintenance, gave a demonstration and slide presentation about rubber gloving. He also addressed questions *from* the Board.

Fifth paragraph should read:

Director Kennedy reiterated the amended motion which would "swallow" the original motion and direct the General Manager to work with the lobbyist to attempt to get *the* regulation repealed which was put forth by the Department of Labor prohibiting the use of rubber gloving in Alaska.

The motion to approve the consent agenda passed unanimously.

IV. **PERSONS TO BE HEARD**

A. **Wholesale Customer Comments**

None.

B. Member Comments

None.

V. GENERAL MANAGER'S REPORT

General Manager, Gene Bjornstad, reported to the Board on the following:

- NWPPA Magazine
- Post Office fuel cell
- ARECA Meeting
- NRECA Conference
- Tariff Revision, further reduction in Chugach contribution for service installations
- Storm Outages
- Today's Blink

Dave Smith gave a brief presentation to the Board on e-commerce and responded to questions from the Board.

VI. CORRESPONDENCE

Mail was placed in the Directors' folders. There was nothing to be dealt with at the meeting.

VII. DIRECTORS' REPORTS**A. President's Report**

President Jasper stated the Board will continue with strategic planning.

President Jasper scheduled an Operations Committee to review the Board Policies on August 28, 2000, at 4:00 p.m.

B. MAC Report

None.

C. Committee Reports

None.

D. ARECA Report

Director Kennedy reported on an afternoon session she attended at the ARECA Conference in Kodiak which was titled Introduction to Government.

Director Minder stated Gene's presentation on fuel cells was excellent and her favorite part of the ARECA conference was the presentation of the Iron Oosik Award.

President Jasper reported on Senator Ted Stevens' speech regarding projects in the works for rural utilities.

E. Meeting Reports

President Jasper reported on the MEA board meeting. Items for new business were, Finance Committee, Capital Credit Retirements, Rubber Gloving. The MEA Board approved a no rate change for the fourth quarter. General Manager Wayne Carmony will vote at the MTA meeting on behalf of MEA.

VIII. UNFINISHED BUSINESS

None.

IX. NEW BUSINESS

A. June Financial Reports

Mike Cunningham reviewed the June 2000 financial reports and responded to questions from the Board.

B. Klatt to Campbell 34.5kV Tie Project - Bid Award

Director Davison moved and Director Kennedy seconded the motion to authorize the General Manager to execute a work authorization with TAB Electric, Inc., under the terms and conditions of the 2000 Outside Electrical Line Construction Contract in an amount not-to-exceed \$846,602.35 for the Klatt to Campbell 34.5kV Tie Project. The motion passed unanimously.

C. Directors' Expenses

Director Kennedy moved and Director Davison seconded the motion to approve the directors' expenses as submitted. The motion passed unanimously.

X. DIRECTORS' COMMENTS

Bruce Davison - Attended Fuel Cell dedication. It was great, he thanked Phil Steyer for his technical assistance.

Chris Birch - Complimented Gene on the Fuel Cell dedication.

Jeff Lipscomb - Attended the Fuel Cell dedication. He was impressed with the explanations of the complicated piece of equipment. He is happy to see how staff continues to work on customer relations.

Pat Kennedy - Wonderful weather in Kodiak for the conference; it was a good meeting.

Mary Minder - Requested options for paying out Capital Credits at the October or November Board meeting. Complimented Gene on his presentation in Kodiak.

Patricia Jasper - Fuel cell presentation was great; Chugach received great press on it.

Red Boucher - Ditto to all the comments made on the Fuel Cell dedication. Staff might consider arranging a legislative tour of the fuel cell. He felt the fuel cells could tie into deregulation in the future and give Chugach some lead in preparing for competition.

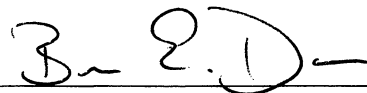
XI. EXECUTIVE SESSION

Director Kennedy moved and Director Davison seconded the motion pursuant to Alaska Statute 10.25.175 (c)(1) and (3) to go into Executive Session to discuss matters, the immediate knowledge of which would clearly have an adverse affect on the finances of the cooperative, and to discuss matters with its legal counsel, the immediate knowledge of which could have an adverse affect on the legal position of the cooperative.

A ten minute recess was called at 5:30 p.m. The Board adjourned to executive session at 5:40 p.m.

XII. ADJOURNMENT

Executive Session adjourned at 7:15 p.m. and the meeting reconvened. Director Kennedy moved and Director Minder seconded the motion to adjourn. The motion passed unanimously and the meeting was adjourned at 7:17 p.m.



Bruce Davison, Secretary

Date Approved: SEPTEMBER 4, 2000