

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

**September 6, 2000
Wednesday
4:00 p.m.**

**BOARD OF DIRECTORS'
REGULAR BOARD MEETING**

- I. PLEDGE OF ALLEGIANCE
- II. EXECUTIVE SESSION - if required
- III. APPROVAL OF AGENDA *
- III. CONSENT AGENDA *
 - A. Minutes - Regular Board mtg. 8/23/00
 - B. 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. July Financial Reports
 - B. Sand Lake Substation Switchgear - Bid Award *
 - C. NRECA's Pension Restoration Plan *
 - D. Directors' Expenses *
- X. DIRECTORS' COMMENTS
- XI. EXECUTIVE SESSION - if required
- XII. ADJOURNMENT

* Denotes Action Items

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

September 6, 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, September 6, 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
Mary Minder - Treasurer (Teleconference at 4:35 p.m.)
Bruce Davison- Secretary
Chris Birch - Director
Jeff Lipscomb - Director
Red Boucher - Director (Arrived at 4:04 p.m.)

The following employees, members, and guests were present:

Gene Bjornstad	Dianne Hillemeier	Mike Cunningham
Lee Thibert	Connie Owens	Bill Stewart
Mike Cunningham	Arthur Miller	Rick Freymiller
Joe Griffith	Dora Gropp	Carol Heyman
Don Edwards	Ron Vecera	Gayle Knepper
Lois Lester	Bill Bernier	Phil Steyer
Jim Borden		

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

- 11, A. **Calendar of Events - September, October, November, and December 2000.**
Add: President Jasper will be out September 7-13, 2000.
Board Strategic Planning Workshop - October 23, 2000 at 4:00 p.m.
- Change: Director Kennedy will attend the MEA Board meeting on September 2000.

- B. **Minutes - August 23, 2000**
No changes were made.

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**
Arthur Miller gave a brief presentation on fuel costs and responded to questions from the Board.

Joe Griffith gave a brief report on the treasury rate lock 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 reported on the service awards she handed out to employees in the Member Services Department.

- B. **MAC Report**
None.

- C. **Committee Reports**
Director Lipscomb reported on the Operations Committee meeting on August 28, 2000. The purpose of that meeting was to review the Board policies. The next meeting is scheduled for October 17, 2000.

D. ARECA Report

None.

E. Meeting Reports

Director Davison gave a brief summary on Articles One and Two of the Chugach Bylaws and responded to questions from the Board.

Director Kennedy discussed the Board self-evaluation process and the approach in which the board would proceed in evaluating themselves.

VIII. UNFINISHED BUSINESS

None.

IX. NEW BUSINESS

A. July Financial Reports

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

B. Sand Lake Substation Switchgear - Bid Award

Director Davison moved and Director Kennedy seconded the motion to authorize the General Manager to execute a contract for an amount not to exceed \$1,215,600 with Gore/CGI for the manufacture and delivery of 34.5 and 12.5 kV metalclad switchgear. The motion passed unanimously.

C. NRECA's Pension Restoration Plan

Director Davison moved and Director Kennedy seconded the motion to approve setting a new date of record of October 24, 2001 for the General Manager to protect the benefits afforded him under NRECA's Pension Restoration Plan adopted by the Board of Directors on May 6, 1998. The motion passed unanimously.

D. Directors' Expenses

Director Kennedy moved and Director Davison seconded the motion to approve the directors' expenses as submitted. The motion passed unanimously. Director Minder was disconnected at the time of the vote.

X. DIRECTORS' COMMENTS

Bruce Davison - Appreciated the presentation on the Fuel Surcharge.

Chris Birch - Commended the Operations Committee for reviewing the Board policies and appreciates Director Davison's efforts on his review of the Bylaws.

Jeff Lipscomb - The opportunities the Board will have in reviewing the policies and Bylaws will be beneficial to the Board.

Pat Kennedy - Discussed the Fuel Surcharge presentation.

Patricia Jasper - Appreciates when members of the board and employees participate in the community and applauds Joe Griffith for his recent article.

Mary Minder - None.

Red Boucher - Discussed ITT and distributed paperwork to the board regarding the conference in Ocala Florida. Director Kennedy moved to waive the seven day rule and to place this trip for Director Boucher on the calender October 16-20, Harvard University and the visit to Ocala, Florida, so that transportation and lodging costs can be reimbursed by Chugach. Director Davison seconded the motion. The motion passed unanimously.

XI. EXECUTIVE SESSION

Director Kennedy moved and Director Minder 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 5:15 p.m. The Board adjourned to executive session at 5:25 p.m.

XII. ADJOURNMENT

Executive Session adjourned at 6:15 p.m. and the meeting reconvened. Director Davison moved and Director Birch seconded the motion to adjourn. The motion passed unanimously and the meeting was adjourned at 6:16 p.m.



Bruce Davison, Secretary

Date Approved: 10.18.00