

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

**October 18, 2000
Wednesday
4:00 p.m.**

**BOARD OF DIRECTORS'
REGULAR BOARD MEETING**

- I. PLEDGE OF ALLEGIANCE
- I. EXECUTIVE SESSION - if required
- II. APPROVAL OF AGENDA *
- III. CONSENT AGENDA *
 - A. Minutes - Regular Board mtg. 9/6/00
 - 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
 - 1. Bylaws
 - 2. Policies
 - D. ARECA Report
 - E. Meeting Reports
- VIII. UNFINISHED BUSINESS
- IX. NEW BUSINESS
 - A. August Financial Reports
 - B. Cooper Lake Power Plant Major Overhaul and Upgrade
 - Budget Addition *
 - C. Appointments to 2001 Bylaws Committee *
 - D. Directors' Expenses *
- X. DIRECTORS' COMMENTS
- XI. EXECUTIVE SESSION - scheduled
- XII. ADJOURNMENT

* Denotes Action Items

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

October 18, 2000

BOARD OF DIRECTORS' MEETING

MINUTES

President Jasper convened the regular meeting of the Board of Directors at 4:00 p.m. on Wednesday, October 18, 2000 in the boardroom of Chugach Electric Association, Inc., located at 5601 Minnesota Drive, Anchorage, Alaska.

Patricia Jasper – President
Pat Kennedy – Vice President
Mary Minder – Treasurer
Bruce Davison – Secretary
Chris Birch – Director
Jeff Lipscomb – Director

Director Boucher was not able to join the meeting by teleconference until during executive session at 5:30 p.m.

The following employees, members, and guests were present:

Bill Bernier	Keith Hausman	Sherri McKay
Patti Bogan	Chris Heinz	Arthur Miller
Jim Borden	Carol Heyman	Bill Stewart
John Cooley	Dianne Hillemeier	Phil Steyer
Kirsten Cooley	Carol Johnson	Katrina Storjohann
Mike Cunningham	Lori Kirkendall	Mary Tesch
Paul Degner	Gayle Knepper	Lee Thibert
Mark Fouts	Gary Krellenstein	Ron Vecera
Rick Freymiller	Harris Kretsge	Burke Wick
Joe Griffith	Tom Lovas	Don Zoerb

President Jasper led the Board and audience in the Pledge of Allegiance.

I. EXECUTIVE SESSION

None.

II. APPROVAL OF AGENDA

Director Kennedy moved, and Director Davison seconded the motion, to approve the agenda as corrected. (Item IX.B. Cooper Lake Power Plant Major Overhaul and Upgrade, removed from the agenda for this meeting.)

The motion passed unanimously.

III. CONSENT AGENDA

Director Kennedy moved, and Director Davison seconded the motion, to approve the Consent Agenda.

- A. **Minutes**: September 6, 2000 Regular Board Meeting
No changes.
- B. **Calendar of Events** – October, November, December 2000 and January 2001.
Add: MEA Special Bylaws Meeting; October 21, 2000, 3:00 p.m. Colony High

The motion to approve the consent agenda was unanimously approved.

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 topics:

- Docket U-96-37: 1997 Test Year
- Docket U-96-37: 1998 Test Year
- Alaska Seafood International
- Beluga Unit 3
- Beluga Unit 6
- Cooper Lake
- Fuel Prices
- Southern Intertie

VI. CORRESPONDENCE

Mail was placed in each director's folder. No issues at this time.

VII. DIRECTORS' REPORTS

- A. **President's Report**
At a recent NRECA Region IX meeting, Chugach received an award in recognition of their participation in the NRECA International Program. President Jasper also received her second board certification at that meeting.

- B. **Member Advisory Council (MAC) Report**
None.

- C. **Committee Reports**
Director Davison gave a Bylaws review of Article III.

Director Lipscomb gave a brief Operations Committee meeting report regarding policies.

D. ARECA Report

Director Kennedy reported on “Distributed Generation” and “A Diverse Network and Its Community Focus” seminars which she attended at the NRECA Region IX meeting.

Director Davison reported on “Appraising and Compensating the CEO” and “The Wired World” seminars which he attended at the NRECA Region IX meeting.

President Jasper gave a report on the CFC portion of the meeting. She reported that Eric Yould was elected to the CFC board and that they are doing well financially.

E. Meeting Reports

Director Minder gave brief report on MEA’s regular board meeting held on October 9, 2000. During that meeting, the board went into executive session to discuss restructuring management and to discuss appointment of a new board member.

President Jasper reported on an ARECA meeting she attended as a representative from the Chugach board. In that meeting, Eric Yould gave his report on the approval of the internal audit by KPMG. Also in that meeting, Meera Kohler reported on her efforts writing policy on NRECA’s position regarding the raptor legislation.

VIII. UNFINISHED BUSINESS

None.

IX. NEW BUSINESS

A. August Financial Reports

Mike Cunningham briefly reviewed the August 2000 financial reports.

B. Cooper Lake Power Plant Major Overhaul and Upgrade

(This item was removed from the agenda by a unanimous vote from the board.)

C. Appointments to 2001 Bylaws Committee

Director Kennedy moved, and Director Birch seconded the motion, that all three applicants be appointed to C terms on the 2001 Bylaws Committee: Steve Cegelka, Mary Fairbanks, and Tricia Hill.

The motion passed unanimously.

D. Directors’ Expenses

Director Kennedy moved, and Director Davison seconded the motion, to approve directors’ expenses as corrected.

The motion passed unanimously.

X. Directors' Comments

- President Jasper — Stated that she was pleased about the continued publicity about Chugach's fuel cell research.
- Director Minder — No comments.
- Director Lipscomb — No comments.
- Director Birch — Thanked the other directors who attended the NRECA Region IX meeting for their reports and stated that it was very helpful for those who were unable to attend.
- Director Kennedy — Announced that at the regional meeting, she was again appointed to the national committee on community and cooperative interaction and will therefore be attending the national committee meeting.
- Director Davison — Stated that after attending the recent NRECA meeting, it was apparent that Chugach is "right up at the top" with respect to the other cooperatives across the nation.

XI. Executive Session

The Board moved to go into executive session at 5:28 p.m. Director Boucher was present via teleconference.

XII. Adjournment

The Board unanimously agreed to adjourn at 7:15 p.m.

/s/ Bruce Davison, Secretary

Date Approved: November 15, 2000