

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

October 17, 2001

**BOARD OF DIRECTORS’
MEETING MINUTES**

President Davison convened the regular meeting of the Board of Directors of Chugach Electric Association, Inc. at 4:04 p.m. on Wednesday, October 17, 2001 in the boardroom of Chugach Electric Association, Inc., 5601 Minnesota Drive, Anchorage, Alaska.

The following board members were present:

Bruce Davison – President
Red Boucher – Vice President (Absent)
Jeff Lipscomb – Treasurer
Chris Birch – Secretary
Dave Cottrell – Director
Pat Jasper – Director
Pat Kennedy – Director (teleconferenced at 4:00 p.m.)

The following employees, members, and guests attended:

Ron Vecera	Sherry McKay	Phil Steyer
Carol Johnson	Patti Bogan	Mel Hutcheson
Mike Cunningham	Mary Tesch	Gene Bjornstad
Gayle Knepper	Joe Griffith	Tom Lovas
Ed Jenkin	Dianne Hillemeier	Mike Pauley (Guest)
Don Edwards	Bill Bernier	
Lee Thibert	Connie Owens	

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

I. EXECUTIVE SESSION

None

II. APPROVAL OF AGENDA

Director Jasper moved and Director Birch seconded the motion to waive the seven-day rule and approve the agenda as revised. The motion passed unanimously.

III. APPROVAL OF CONSENT AGENDA

Director Jasper moved and Director Lipscomb seconded the motion to approve the Consent Agenda.

A. Calendar of Events – September through December 2001

- Operations Committee Meeting schedule November 27, 2001 at 4:00 p.m.
- MEA Board Meeting moved from November 12, 2001 to November 19, 2001

B. Minutes – September 19, 2001

No changes.

C. August Financial Reports

The motion passed unanimously.

IV. PERSONS TO BE HEARD

A. Wholesale Customer Comments

None.

B. Member Comments

None.

V. GENERAL MANAGER'S REPORT

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

- September Preliminary Financials presented by Mike Cunningham, Controller
- Fuel & Purchased Power Statistics presented by Ed Jenkin
- Safety Statistics presented by Mel Hutchison
- Don Edwards gave a brief update on the hearings regarding Ratemaking issues
- Assembly briefing on Danger Tree Program
- Military Duty call for Phil Steyer
- NRECA Long Term Care presented by Susan Yaeger for NRECA

VI. CORRESPONDENCE

- A.** None

VII. DIRECTORS' REPORTS

A. President's Report

None.

B. MAC Report

None.

C. Committee Reports

Director Lipscomb briefly reported on the Finance Committee meeting held October 15, 2001.

D. ARECA Report

Director Jasper reported on the ARECA meeting.

E. Meeting Reports

Directors Jasper and Kennedy reported on the NRECA Region IX Meeting held in Sparks, NV.

Director Cottrell reported on the ML&P Commission meeting.

VIII. UNFINISHED BUSINESS

None.

IX. NEW BUSINESS

A. Directors' Expenses

Director Birch moved and Director Lipscomb seconded the motion to approve the directors' expenses as presented. The motion passed unanimously.

President Davison stated that Director Boucher had requested an excused absence for tonight's meeting due to a prior speaking arrangement. Hearing no objection by Directors present, Director Boucher's absence was excused.

X. DIRECTORS' COMMENTS

- **Director Jasper** - Chugach changed its inventory policy a few years ago. Have the events of September 11 changed that policy? LeeThibert explained that our alliance with several local vendors' remains in place.
- **Director Boucher** – Absent
- **Director Cottrell** – Asked Gene for a quick explanation of the Healy Coal Plant.
- **Director Lipscomb** – Appreciates the presentation on health and safety issues.
- **Director Davison** - Commended staff on their performance outside of Chugach. Wished Phil good luck and a safe return.
- **Director Birch** – Would like staff to make a quick review of the security Chugach has in place to protect its assets. Wished Phil good luck and a safe return.
- **Director Kennedy** – Stated that Meera Kohler's presentation on the AVEC system at the NRECA Region IX meeting is worth viewing if any of the Board members are interested.

XI. EXECUTIVE SESSION

None

XII. ADJOURNMENT

The motion to adjourn was unanimous and the meeting adjourned at 5:50 p.m.

Chris Birch, Secretary

Date Approved: November 14, 2001