



**ALASKA RAILBELT COOPERATIVE TRANSMISSION & ELECTRIC COMPANY**

c/o Matanuska Electric Association, Inc. Post Office Box 2929 Palmer, Alaska 99645 (907) 761-9212

MINUTES OF THE BOARD OF DIRECTORS ANNUAL MEETING  
June 4, 2013  
Alaska Power Association Board Room  
Anchorage, Alaska

**CALL TO ORDER** 10:00 a.m. (Chair Reiser)

**ROLL CALL**

**MEMBERS PRESENT** Janet Reiser and Brad Evans (Chugach); Joe Griffith and Janet Kincaid (MEA); Cory Borgeson (GVEA); and Willard Dunham (Seward)

**TELEPHONICALLY PRESENT** John Foutz (Seward); Tom Delong (GVEA)

**OTHERS PRESENT** Susan Reeves, Harry Crawford, Tom Schulman, Brian Hickey, Phil Steyer, Ed Jenkins and Tyler Andrews (Chugach); David Glines, Denali Daniels, Kevin Brown and Suzie Deuser (MEA); Lynn Thompson (GVEA);

**SAFETY MOMENT** (Griffith) Reminded everyone to wear sun screen or skin protection from the summer sun.

**ACCEPTANCE OF AGENDA** (Kincaid/Griffith) Motion to accept agenda CARRIED.

**APPROVAL OF MINUTES- March 28, 2013** (Kincaid/Dunham) Motion to accept March 28, 2013, minutes CARRIED.

**APPROVAL OF MINUTES- April 16, 2013** (Kincaid/Dunham) Motion to accept April 16, 2013, minutes CARRIED.

**REPORTS**

**A. Chairman's Report (Reiser)**

- Nothing to report.

**B. CEO's Activity Report (Griffith)**

- Participated in an IMC meeting and a Bradley Project Management Committee meeting.
- Communicated with the potential ARCTEC CEO on issues involving the Railbelt utilities.

### **C. Committee Reports**

1. **Business Planning**
  - No meeting and nothing to report.
2. **Transmission/Hydro**
  - (Evans) Requests that discussions be held in executive session.
3. **CEO Search**
  - (Evans) Requests that discussions be held in executive session.

### **UNFINISHED BUSINESS**

#### **A. Copper Valley electric Association Affiliate Membership Discussion**

- (Evans) The attorney has not been available for discussion on this matter.
- (Evans) Recommends this item be deferred until the next meeting.

### **NEW BUSINESS**

#### **A. Energy Investors Fund (Ross)**

- Energy Investors Fund is a private equity fund that only invests in energy infrastructure.
- Requests a discussion in the future to determine if there is an interest in exploring a private equity fund to finance any of the infrastructure upgrades or construction projects.
- (Griffith) Discloses that he has participated in telephonic discussions with Ms. Ross and associates.
- (Borgeson) Adds Ms. Ross and he were partners when he was employed by Birch, Horton, Bittner & Cherot and voices interest in hearing what the Energy Investors has to offer.
- (Reiser) Thanks Ms. Ross for coming and speaking to the Board.

#### **B. Motion to Reallocate for Seward Generation**

- (Griffith/Evans) Moves to accept Resolution no. 13-004 in support of transferring project funds from the Quartz Creek-to-Soldotna transmission line project to two other projects.
- (Ed Jenkins) Provides presentation and update on Quartz Creek-to-Soldotna transmission project.
- (Jenkins) Informs construction this year modifies breakers in Hope substation and will upgrade the line to Hope which should improve the reliability of this line.
- (Borgeson) Questions if anyone has communicated with Homer Electric to get their position on this resolution.
- (Griffith) States that his intention was to communicate with Homer General Manager Janorschke at the IMC meeting; however, Mr. Janorschke was not present.
- (Reiser) Concludes there has been no communication with Homer on the resolution.
- (Evans) Recognizes that ARCTEC does not have the ability to transfer funds, and the ARCTEC Board only approves a resolution in support of AEA transferring the funds.
- (Reiser) After calling for the vote, declares the motion CARRIED unanimously.

#### **C. Motion to Reallocate Money for 115kV Line to Hope**

- (Griffith/Dunham) Moves to accept Resolution no. 13-003 in support of transferring project funds from the Girdwood substation project to the expanded rebuild of the 115-kv transmission line.
- (Reiser) After calling for the vote, declares the motion CARRIED unanimously.

**D. Motion Authorizing Conditional Adoption of Reliability Standards for Railbelt Transmission System Operations**

- (Griffith/Dunham) Moves to accept Resolution 13-002 authorizing conditional adoption of reliability standard for Railbelt transmission system operations.
- (Evans) Asks for clarification if resolution refers only to the existing standards currently in the Intertie Agreement.
- (Evans) Offers friendly amendment to the resolution to replace “adopt” with “accept” as below:

***NOW THEREFORE BE IT RESOLVED***, that the Board of Directors of ARCTEC accept the reliability standards developed by the RRC for use with the electric utility transmission system operations on the Railbelt and for any entities interconnected with the Railbelt system.

- Griffith and Dunham accepted the friendly amendment.
- (Dunham) offers friendly amendment to replace “completed its development” with “completed its final draft” as below:

***WHEREAS***, the RRC has completed its final draft of such reliability standards and has published its work for consideration and adoption by each of the Railbelt Utilities;

- (Kincaid) Notes the Resolution states conditionally adopted in the following:

***BE IT FURTHER RESOLVED***, that ARCTEC has conditionally adopted the reliability standards developed by the RRC for use with the electric transmission system operations on the Railbelt and for any entities interconnected with the Railbelt system in substantially the form presented to the Board of Directors of ARCTEC.

- (Reiser) After calling for the vote, declares the amended motion CARRIED unanimously.

**EXECUTIVE SESSION**

- (Kincaid/Dunham) Motion to go into executive session on matters that might affect the financial matters of the cooperative.

**BOARD MEMBER COMMENTS**

- (Borgeson) Thanks Griffith and staff for providing the lunch.

**NEXT MEETING:** Call of the Chair

**ADJOURNMENT:** (Dunham/Kincaid) Motion to adjourn at 12:25 a.m. CARRIED.