



# Interior Gas Utility

## Board of Directors Work Session

December 20, 2016

4:00PM

100 Cushman Street, Ste. 501, Fairbanks, Alaska

### Minutes

A Meeting of the Board of Directors of the Interior Gas Utility was held on Tuesday, December 20, 2016, at the IGU, Fairbanks, Alaska. IGU Board Chairman, Mike Meeks, presiding.

Others in attendance were: Jomo Stewart (IGU General Manager), Jill Dolan (FNSB Attorney), David Prusak (MWH), Kimberly Templeton (MWH), Ted Johnson (public) and Kristen Gagne (FEDC). Telephonically Present: Bruce Robson (MWH), Mark Premo (MWH), Brown Thornton (MWH), Robin Brena (Attorney) and Chris Wilde (OPS).

#### I. Call to Order

- Roll call

##### Board Members Present:

Mike Meeks  
Jack Wilbur  
Frank Abegg – Telephonic  
Bill Butler – 4:02PM  
Steve Haagenson – Telephonic  
Aaron Lojewski – 4:02PM  
Pamela Throop

- Approval of Agenda

Director Wilbur moved to amend the Agenda to and the consent Agenda to remove the Conversions Presentation and the General Manager contract. Director Throop seconded and without objection the Agenda was amended and adopted as amended.

- Public Comment- *limited to three minutes*
  - No Public Comment

#### III. Committee of the Whole

- General Manager

The updated MOU was sent over to AIDEA on Friday and Saturday GSA was sent to the Gas Seller.

- MWH Americas, Inc.

All efforts have been in support of the MOU, GSA and the General Manager.

- Project Schedule Update

On January 11, 2017, AIDEA would like to pass a Resolution for an HB 105 approved plan. The schedule reflects this along with IGU moving forward with an approved MOU for purchasing Pentex. It is understood that the complete process will take a few additional months to work out further details of an agreement. It is expected that this will occur in the first quarter of 2017 for finalization. It is anticipated that full integration will take place within the first quarter of 2017, by March 31, 2017.

#### **IV. Special Business Meeting**

- Interior Energy Project Update

The Utility Integration MOU has been forwarded to AIDEA requesting feedback. Feedback was provided and will be discussed in further detail within Executive Session. Additionally, the GSA was sent to the gas seller on Saturday and since then, the IGU has received some verbal feedback and will also be discussed more thoroughly within Executive Session.

Director Lojewski moved to enter into Executive Session. Director Butler seconded and without objection the Board moved into Executive Session at 4:05 PM.

*Move to go into executive session to discuss matters that if discussed in public would violate IGU's non-disclosure agreements and/or matters involving ongoing negotiations which if immediately known would clearly have an adverse effect on IGU finances. This includes negotiation of contracts for natural gas supply, LNG production, transportation, delivery, storage of LNG, gas operator, transfer of control of FNG/Pentex assets from AIDEA, gas sales, and modeling, financing and other negotiations related to the Interior Energy Project. Executive Session is closed to everyone with the exception of Jomo Stewart, David Prusak, Jill Dolan, Mark Premo, Bruce Robson, Brown Thornton, Chris Wilde and Robin Brena.*

Director Butler moved to leave the Executive Session and continue the Board meeting, Director Lojewski seconded at 6:14 PM. Without objection, the board so moved.

#### **V. Other Business**

- Next Agenda
  - Election of the Board Officers
  - IEP Update

- Resolution 2017-01 Authorization for General Manager of Interior Gas Utility to execute a Memorandum of Understanding with Alaska Industrial Development Export Authority for acquisition of Pentex membership interest
- Reserve Executive Session

## **VI. Director Comments**

Director Wilbur was pleased with the progress of the negotiating team.

Director Abegg indicated the natural gas to the meter in Seattle is \$10.20/ mcf

## **VII. Adjournment**

Director Butler moved to adjourn at 6:17 PM. This was seconded by Director Lojewski and without objection, the meeting Adjourned.