

STEERING COMMITTEE MEETING NOTES
Kake-Petersburg Intertie (KPI) Project
August 7, 2013
Kake
9:30 AM

Participants Sign In Sheet Attached

1. Meeting called to order - Trey Acteson, SEAPA, CEO

2. Introductions - All

Mayor Kadake welcomed us to Kake and expressed his appreciation for the project progress.

3. KPI Construction Funding Status

Robert Venables and Trey Acteson reported on previous funding requests submitted to the state by SEC, IPEC and the City of Kake and recent discussions with the state. The updated intertie project information will be available for FY 15 funding requests to the Governor, Legislature and the Renewable Energy Fund Round 7 (to be filed collaboratively by IPEC and the City). Many predict with oil tax revenues down, it is going to be difficult to get construction funding in the next three to five years. We need to keep working so the project is construction ready.

4. Federal Highway/AKDOT&PF - Kake - Petersburg Road Status - Mark Schinman

Mark Schinman reported that the Kake Access Project continues to move forward. A Draft Purpose and Need Statement has been developed. It is available at <http://kakeaccess.com> Listening posts were held July 23rd in Kake and July 24th in Petersburg. We understand approximately 15 individuals attended each of the sessions. Alternatives Analysis is scheduled for summer 2013 thru summer 2014, the Draft EIS is to be released in the spring of 2015 and the Final EIS/Record of Decision is scheduled for the fall of 2015. We have agreed to cooperate with their work and will be sharing field data after we release our draft EIS this coming October.

5. Current Issues

Mr. Acteson commented it is important that the Intertie and the Kake Access projects move forward as separate projects. Kake needs access to low cost hydro power and we must keep moving the intertie project forward unencumbered by a connected action. The EIS schedule for the intertie is approximately 1½ years ahead of the Kake Access project. We don't know what alternative the Kake Access project will finally select and we don't know if it will be a new road along the northern route or not.

Mr. Acteson also commented that when there are opportunities for public input, we need to take those opportunities to provide positive comments and encourage others to do so as well.

6. KPI Status

Mr. Schinman talked thru the attached PowerPoint presentation. Paper copies were provided. Mr. Schinman and Mr. Acteson indicated many comments were received from the public and also from the Forest Service regarding the route alternative that crossed Petersburg Creek. This route is no longer being considered. A new route, we believe a win-win solution, has been defined as the Proposed

Alternative for the Draft EIS. The new route alternative starts at the existing substation south of Petersburg, and goes north-northeast to the Sandy Beach area. From the Sandy Beach area the new route alternative continues north, but underground east of the airport and along Sandy Beach Road to Outlook Park. Any existing overhead distribution lines along this route would be placed underground as a part of the intertie project. From Outlook Park to Prolewy Point, directional bore technology would be used to install a conduit under Wrangell Narrows. The conduit would contain the transmission line, a distribution line should it be needed, and a fiber optic cable for communications. From Prolewy Point north, the line would follow the previously identified northern route. A map of this new route is on slide 11 of the PowerPoint presentation.

There was discussion regarding the impact on electric rates, the cost effectiveness of the intertie and the magnitude of the electrical line losses. D. Hittle is updating their January 2010 report and these issues will be addressed. We expect the report to be available in the next one to two months.

Mr. Schinman also reviewed the project schedule that is included with the PowerPoint presentation.

7. Next Meeting

The next Steering Committee meeting will be held during the Southeast Conference September meetings scheduled in Sitka for September 17 to 19. Robert Venables will be facilitating meeting location and time.

Name	Organization	
Mark Schirmer	Commonwealth	
TREY ACTESON	SEAPA	
Mervyn Kiddle	City of Kake	
Raele Peterson	City of Kake	
Robert Venables	SE Conference	
Karl Reudo	AEA	
MARK JENSEN	Petersonburg	
Jodi Mitchell	IPEC	
Wilbur Brochu	IPEC	
Micah Rhelimo	ABA	
CHRIS GORAN	AEA	
Sean Dawalt	Amc JIA	
Kris Noonan	AEA	
Rob GARRETT	Bos.	
Gary E. Williams	OKR	
Tom Parker	PRD	
Keith Berger	IPEC	
Merrill SANFORD	JUNEAU	SEC
Katie Conway	AEA	
Adam Davis	OKR, Kake school district	