

Cape & Vineyard Electric Cooperative Executive Committee  
Executive Session Minutes  
November 19, 2009

Members Attending: E. Mark Zielinski, Martin McDonald, Maggie Downey, Charlie McLaughlin, Barry Worth, Peter Hefler, Peter Cabana, John Cunningham, Kitt Johnson, Bud Dunham

Lindsay Stranger, Joe Soares, Ron Collins and Jeff Bernstein were present.

*On a motion by Mark Zielinski and seconded by Peter Cabana, the Board voted by roll call to go into Executive Session at 10:05 to discuss the sale or value of real property and to return to open session, and allow Joe Soares, Jeff Bernstein, Lindsay Stranger, Ron Collins and Paige Kane to be present.*

Sandwich Wind Project

M. Downey gave the background on the Sandwich Project and told the Board that this is not to be discussed outside of the meeting.

Jason Gifford from Sustainable Energy Advantage has worked on several renewable energy projects. His contribution to the project is the Economic Analysis of the study. Daniel Mendelsohn from Applied Science Associates (ASA) stated that he submitted a proposal for the project and won the bid. He previously worked for ATM, and then returned to ASA. He said that ATM had no one to do the evaluation, so he is working on this project.

Paige Kane said that Mirant owns 47 acres and that they knew that there is a .23 acre piece of property that is owned by the Verbon Trust. She stated that they had a meeting with the Verbon Trust and she expects to give them an offer for the property by the end of the month.

Mr. Mendelsohn gave a presentation to the Board on Phase II: Technical and Economic Feasibility Study.

B. Dunham left at 11:00 am.

C. McLaughlin arrived at 11:35 am.

M. Downey stated that they need to submit comments on the draft to the consultants by December 4<sup>th</sup>. M. Downey told P. Kane that CVEC is assuming that there is no lease payment to Mirant and that she would like her to find out from Mirant and come back to the Board with a confirmation.

P. Kane asked who the permitting entity would be, and J. Bernstein stated that he thinks Mirant would be. M. Zielinski stated that he may be interested in one turbine versus two.

Entergy

M. Downey stated that CVEC needs to build a balance sheet and that this project would be a good way to do that. ConEdison has not done a risk analysis on this. This project would be used to offset the municipal accounts, and would start in July 2010 and go through December 2011. She mentioned that CLC would need to take the risk. In order to do this, CLC would need to extend ConEd's contract for 1 more year, because Entergy

will not do the contract if they don't know who the supplier is. J. Cunningham said that CVEC currently has a lot on our plate, and agrees with B. Worth that we have already told people that we are going out to bid for the load starting in January 2011 and that it will be difficult to now change that. M. Zielinski stated that there is an upside for CVEC, with the fact that they can generate revenue. J. Cunningham asked if this offer would be available a year from now, and M. Downey stated that she would ask. J. Bernstein stated that there is a small risk for CVEC, which would be a public relations risk, but there is no financial risk. B. Worth stated that he is in favor of continuing discussions, but is concerned about the ratepayers. C. McLaughlin asked that M. Downey move forward to get more information.

*On a motion by Kitt Johnson and seconded by Mark Zielinski, Board voted by roll call to return to open session at 12:59 pm*