



MINUTES OF THE IDAHO ENERGY RESOURCES AUTHORITY
DIRECTORS' MEETING – December 12, 2008

The meeting of the Idaho Energy Resources Authority was called to order by Chairman Robert Mooney at 9:00 A.M., MST.

1. Attendance: Directors in attendance were: Robert Mooney, Ralph Williams, Larry Crowley, Charles Hedemark, Randy Hill, Mayor Darrell Kerby and Governor John Evans. Also attending was Ron Williams, local counsel.

2. Investment Banker Status: The investment banks originally selected by the IERA (Merrill Lynch, Citigroup and Lehman Brothers, as lead bank) no longer exist in their prior form. The Board elected to take no action and monitor the situation. Credit markets remain turbulent but there will still be a need for entities to access capital through the IERA.

3. BPA Financing Update: Bob Mooney reported on a meeting with Christine Pihl from JP Morgan, who came at the recommendation of BPA. Christine is a public finance investment banker for JP Morgan and JPM has a \$200,000,000.00 credit line on behalf of BPA. Christine has recommended to BPA's financial team that they could take-down the \$200,000,000.00 line of credit with an IERA financing, thus freeing up the line for other BPA uses. If Barclays can also provide a credit line to BPA, it would be of material assistance. Randy Hill has placed a phone call to Don Carbanari at BPA, head of BPA debt, to discuss.

4. Bob Campbell – Barclays: Bob Campbell, formerly of Lehman and the IERA Investment Banker, appeared before the Board and indicated a desire for a continuing relationship with the IERA; both for himself and for Barclays. Barclays has assumed all investment banking functions of Lehman Brothers, as well as the entire Lehman municipal finance group. Barclays is a "double A" rated bank.

5. Old Business: The Board discussed the Raft River transmission line financing. Ron will follow-up with Heber Carpenter on the IERA's request for Raft River to consider some level of compensation for helping facilitate a very favorable RUS loan for the transmission line. Ron Williams and Bob Mooney will also make contact with Fall River Electric concerning the Chester Dam project and Lower Valley Energy regarding the Caribou transmission line. Larry Crowley reported that northern Idaho lumber mills are looking to produce biomass generated electricity. Larry inquired whether the IERA would be a possible financing vehicle for these biomass projects. Larry will continue to explore this opportunity for the IERA.

6. Adjourn: The meeting was adjourned at 10:15 A.M., MST.


Secretary