



Transition Update 1/24/08

Milestones met

- 21 bids were received in response to the Characterization Studies RFP. Proponent selection and finalization of the consulting service agreements will be complete by January 31st.
- Initial metering site visits to FWA, FGA & FRA complete.
- Contract signed for expedited health and safety plan.
- FRA and FWA depot site geotech and environmental reports were received.
- Central access roster has been provided to each post.
- Initial meeting with Corps of Engineers group to discuss standards and mutual cooperation took place on 1/24/08.

Major Purchases

The following equipment was purchased in late December:

- Three 2008 Vactor 2105's – Pump trucks (\$250,000 ea)
- Three 2008 Case 580SM Series II Backhoe's (\$75,000 ea)
- FRA Switchgear (\$1.5 million)

Milestones approaching

- We expect phase 1&2 contract MODS will be delivered to DESC by the end of the month.
- Depot proposals are due on January 25th.
- Earthtech, will be visiting all three bases this month in preparation for completing the Health and Safety Plans (FWA – 1/28, FGA – 1/29, FRA – 1/30).
- Fixed Asset Inventories at all three installations will take place at the end of January (CHPP/EDS and Water/Wastewater).
 - FWA – January 29th & 30th
 - FRA (EDS) – January 30th
 - FGA – 31st
 - FRA (Water/Wastewater) – February 5th
- Initial meeting with the Regulatory Commission of Alaska has been planned for late January or early February.
- We expect our website to be live sometime next week – www.doyonutilities.com
- A working group meeting and IPR will be held at FRA, February 12-14, to discuss Utility privatization issues, milestones, and modifications.

FYI

Aurora Energy representatives visited the Myers factory to go over details for the FRA substation switchgear that has been ordered. The picture below is similar to what our equipment will look like. We expect it to arrive at FRA on April 8th.

