

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

AUDIT COMMITTEE
MEETING MINUTES

March 4, 2002

Committee Member Attendees: Jeff Lipscomb, Chair
Red Boucher
Pat Kennedy

Committee Member(s) Absent: Dave Cottrell

Other Directors in Attendance: Chris Birch
Bruce Davison
Pat Jasper

Guests: Scott Miller, KPMG
Irina Harding, KPMG

Staff in Attendance: Gene Bjornstad, General Manager
Joe Griffith, Executive Manager, Finance & Energy Supply
Lee Thibert, Executive Manager, T&D Network Services
Mike Cunningham, Controller
Katrina Storjohann, Manager, Budget
Sherri McKay, Financial Analyst
Jody Wolfe, Manager, Accounting

Recording Secretary: Lori Kirkendall, Executive Secretary

I. Call To Order

Chair Lipscomb called the Audit Committee meeting to order on Monday, March 4, 2002, at 3:55 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Minnesota Drive, Anchorage, Alaska.

II. Approval of Audit Results by KPMG

Scott Miller, KPMG, reviewed for the Audit Committee the audit findings for the year ended December 31, 2001, for Chugach Electric Association, Inc. KPMG found no items involving internal control and its operation that was considered to be material weaknesses.

Director Kennedy moved and Director Boucher seconded the motion that the Audit Committee recommend to Chugach's Board of Directors to approve KPMG's audit report. The motion passed unanimously.

III. Adjournment

At 4:20 p.m., Director Kennedy moved and Director Boucher seconded the motion to adjourn the Audit Committee meeting. The motion passed unanimously.