



AUDIT SERVICES

Chugach Electric Association, Inc.

2007 Audit Update

Scott J. Miller
Partner

Charles E. Kozak
Senior Manager

Clayton Bourne
Senior Associate

March 5, 2008

2007 Audit Update

- ◆ **Fieldwork completed on 2/22/08**
- ◆ **Partner and manager review ongoing**
- ◆ **Significant remaining items:**
 - Review of 10K and Annual Report
 - Outstanding confirmations
 - Evaluation of control exceptions

Status of Other Projects

- ◆ **Unbundled financials- Substantially complete, pending partner/manager review**
- ◆ **Capital credits agreed upon procedures- Substantially complete, pending partner/manager review**
- ◆ **Federal single audit- Fieldwork ongoing**
- ◆ **State single audit- Fieldwork ongoing**

CEA's SOX 404 Status

- ◆ SEC has recently proposed deferring 404(b) for an additional year for non-accelerated filers (fiscal year ending December 31, 2009)
- ◆ CEA has underwent a significant documentation and testing process to support the 2007 certifications required by management
- ◆ Management has asked us for guidance in evaluation of key controls and streamlining their SOX certification process

SOX Review Project

Partner	25 hours	@	\$350	\$8,750
Manager	100 hours	@	\$225	\$22,500
Senior	100 hours	@	\$160	\$16,000
Total	225 hours			\$47,250

2007 Federal Single Audit

Partner	8 hours	@	\$350	\$2,800
Manager	15 hours	@	\$225	\$3,375
Senior	40 hours	@	\$150	\$6,000
Associate	40 hours	@	\$130	\$5,200
Total	103 hours			\$17,375

2007 State Single Audit

Partner	6 hours	@	\$350	\$2,100
Manager	10 hours	@	\$225	\$2,250
Senior	25 hours	@	\$150	\$3,750
Associate	30 hours	@	\$130	\$3,900
Total	71 hours			\$12,000

Contact Information

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