

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

BOARD MEETING
AGENDA ITEM SUMMARY

March 19, 2003

ACTION REQUIRED

AGENDA ITEM NO. IX.B.

Information Only
 Motion
 Resolution
 Executive Session
 Other

TOPIC

Financial Advisor to the Board of Directors

DISCUSSION

The Board's contract extension with the financial advisor (Dan F. Kennedy, CPA, MBA of the firm Kennedy and Associates, LLC) expired December 31, 2002. Attached is a recommendation from the Finance Committee to extend the expiring contract for a three-year period under the same terms and conditions.

GENERAL MANAGER'S RECOMMENDATION

Motion 1: Approved attached resolution extending the contract for the Dan F. Kennedy, CPA, MBA of the firm Kennedy and Associates, LLC for a term of three years. The contract will be under the same terms and conditions.

WHEREAS; the Chugach Electric Association Inc.'s Board of Directors (Board), since 1996, has retained an independent Financial Advisor;

AND WHEREAS; Dan F. Kennedy, CPA, MBA of the firm Kennedy and Associates, LLC has performed the duties of Financial Advisor to the Board since 1996;

AND WHEREAS; the contract between the Board and Kennedy and Associates, LLC expired on December 31, 2002;

AND WHEREAS; the Finance Committee feels Mr. Kennedy's advice and guidance provide valuable input to the Board's decision- making and planning;

AND WHEREAS; the Finance Committee recommends extension of the Kennedy and Associates, LLC financial advisory contract to the Board;

Now THEREFORE BE IT RESOLVED; the Board elects to renew its contract for financial advising with Kennedy and Associates, LLC for a three year period commencing January 1, 2003 under the same terms and conditions as expiring under contract #10847 (to be designated as #13847).