

**CHUGACH ELECTRIC ASSOCIATION, INC.
COMPARATIVE FINANCIAL REPORT
OPERATING STATEMENT**

MAY, 2004

<-----THIS MONTH'S PERFORMANCE ----->	<----- YEAR TO DATE ----->								
ITEM	MAY BUDGET	MAY ACTUAL	VARIANCE	CURRENT YTD BUDGET	CURRENT YTD ACTUAL	VARIANCE	% DIFF	LAST YEAR YTD ACTUAL	VARIANCE
REVENUES:									
RETAIL	9,502,477	9,448,936	(53,541) U	52,685,966	51,505,584	(1,180,382) U	(2.24%)	47,914,417	3,591,167 F
WHOLESALE	4,854,585	4,998,022	143,437 F	26,502,194	26,118,823	(383,371) U	(1.45%)	25,960,037	158,786 F
ECONOMY ENERGY	366,148	460,549	94,401 F	3,384,076	3,829,094	445,018 F	13.15%	3,241,441	587,653 F
OTHER	207,032	256,318	49,286 F	1,059,356	989,763	(69,593) U	(6.57%)	1,128,922	(139,159) U
1. TOTAL REVENUE	14,930,242	15,163,825	233,583 F	83,631,592	82,443,264	(1,188,328) U	(1.42%)	78,244,817	4,198,447 F
EXPENSES:									
2. FUEL	4,411,759	4,487,061	75,302 U	26,693,271	25,868,724	(824,547) F	(3.09%)	18,080,288	7,788,436 U
3. POWER PRODUCTION EXPENSE	1,176,780	976,714	(200,066) F	5,892,843	5,476,837	(416,006) F	(7.06%)	5,051,029	425,808 U
4. COST OF PURCHASED POWER	1,808,921	2,009,988	201,067 U	7,595,923	7,598,984	3,061 U	0.04%	6,585,548	1,013,436 U
5. TRANSMISSION EXPENSE	484,141	422,260	(61,881) F	2,562,506	2,749,059	186,553 U	7.28%	1,773,861	975,198 U
6. DISTRIBUTION EXPENSE-OPERATIONS	402,701	394,380	(8,321) F	2,046,484	2,051,078	4,594 U	0.22%	1,814,189	236,889 U
7. DISTRIBUTION EXPENSE-MAINTENANCE	534,313	485,005	(49,308) F	2,762,707	2,312,280	(450,427) F	(16.30%)	2,564,792	(252,512) F
8. CONSUMER ACCOUNTS EXPENSE	364,222	362,651	(1,571) F	2,016,466	2,033,641	17,175 U	0.85%	2,100,478	(66,837) F
9. CUSTOMER SERVICE/INFO EXPENSE	52,970	27,241	(25,729) F	274,381	246,135	(28,246) F	(10.29%)	279,784	(33,649) F
10. SALES EXPENSE	0	0	0 U	0	0	0 U	0.00%	0	0 U
11. ADMINISTRATIVE/GENERAL EXPENSE	1,644,298	1,441,221	(203,077) F	8,704,286	8,452,107	(252,179) F	(2.90%)	8,619,234	(167,127) F
12. TOTAL OPERATIONS/MAINTENANCE EXP.	10,880,105	10,606,521	(273,584) F	58,548,867	56,788,845	(1,760,022) F	(3.01%)	46,869,203	9,919,642 U
13. DEPRECIATION/AMORTIZATION EXP.	2,379,113	2,359,140	(19,973) F	11,876,450	11,769,316	(107,134) F	(0.90%)	11,619,914	149,402 U
14. TAX EXPENSE-OTHER	62,500	60,792	(1,708) F	334,500	350,304	15,804 U	4.72%	329,141	21,163 U
15. LONG TERM INTEREST EXP.	1,855,160	1,804,014	(51,146) F	9,285,728	9,049,597	(236,131) F	(2.54%)	9,787,034	(737,437) F
16. (INTEREST DURING CONSTRUCTION)	(45,121)	(34,879)	10,242 U	(142,942)	(153,093)	(10,151) F	(7.10%)	(68,491)	(84,602) F
17. SHORT TERM INTEREST EXP.	9,610	(48,179)	(57,789) F	28,830	(48,179)	(77,009) F	100.00%	11,900	(60,079) F
18. OTHER DEDUCTIONS	14,584	1,461	(13,123) F	72,917	113,457	40,540 U	55.60%	269,061	(155,604) F
19. TOTAL COST OF ELECTRIC SERVICE	15,155,951	14,748,870	(407,081) F	80,004,350	77,870,247	(2,134,103) F	(2.67%)	68,817,762	9,052,485 U
20. PATRON CAPITAL/OPER. MARGINS	(225,709)	414,955	640,664 F	3,627,242	4,573,017	945,775 F	26.07%	9,427,055	(4,854,038) U
21. NON-OPER. MARGINS-INTEREST	26,595	33,679	7,084 F	136,077	154,105	18,028 F	13.25%	148,592	5,513 F
22. ALLOW-FUNDS DURING CONSTRUCTION	7,963	5,701	(2,262) U	25,224	24,860	(364) U	(1.44%)	5,762	19,098 F
23. NON-OPER. MARGINS-OTHER	0	0	0	0	0	0	0.00%	71,219	(71,219) U
24. G/T CAPITAL CREDITS	0	0	0	0	0	0	0.00%	0	0
25. OTHER CAPITAL CREDITS	0	0	0	0	10,426	10,426 F	100.00%	53,132	(42,706) U
26. EXTRAORDINARY ITEMS	0	0	0	0	0	0	0.00%	0	0
27. PATRON CAPITAL/MARGINS	(191,151)	454,335	645,486 F	3,788,543	4,762,408	973,865 F	25.71%	9,705,760	(4,943,352) U

F = FAVORABLE U = UNFAVORABLE

**CHUGACH ELECTRIC ASSOCIATION, INC.
COMPARATIVE FINANCIAL REPORT
BALANCE SHEET**

MAY, 2004

ASSETS	CURRENT YEAR 2004	LAST YEAR 2003	CHANGE	% DIFF.	LIABILITIES AND PATRONAGE CAPITAL	CURRENT YEAR 2004	LAST YEAR 2003	CHANGE	% DIFF.
TOTAL UTILITY PLANT IN SERVICE	745,721,202	737,276,062	8,445,140	1.15%	MEMBERSHIPS	1,172,733	1,125,673	47,060	4.18%
CONST WORK IN PROGRESS	17,024,659	19,439,569	(2,414,910)	(12.42%)	PATRONAGE CAPITAL AND MARGINS	131,127,446	129,817,679	1,309,767	1.01%
TOTAL UTILITY PLANT	762,745,861	756,715,631	6,030,230	0.80%	OTHER MARGINS & EQUITIES	6,680,835	6,142,259	538,576	8.77%
ACCUMULATED DEPR/AMORT	(298,663,302)	(289,140,322)	(9,522,980)	3.29%	TOTAL MARGINS & EQUITIES	138,981,014	137,085,611	1,895,403	1.38%
NET UTILITY PLANT	464,082,559	467,575,309	(3,492,750)	(0.75%)	LONG TERM DEBT BONDS (NET)	316,200,000	384,782,679	(68,582,679)	(17.82%)
NON-UTILITY PROPERTY (NET)	3,550	3,550	0	0.00%	LONG TERM DEBT OTHER	62,696,402	0	62,696,402	#DIV/0!
INVEST IN ASSOC ORGANIZATIONS	11,389,061	10,997,887	391,174	3.56%	TOTAL LONG TERM DEBT	378,896,402	384,782,679	(5,886,277)	(1.53%)
OTHER INVESTMENTS	0	0	0	100.00%	NOTES PAYABLE	5,886,277	5,503,651	382,626	6.95%
SPECIAL FUNDS	0	0	0	0.00%	ACCOUNTS PAYABLE	4,160,600	6,414,901	(2,254,301)	(35.14%)
TOTAL OTHER PROPERTY & INVEST	11,392,611	11,001,437	391,174	3.56%	CONSUMERS DEPOSITS	1,914,649	1,809,551	105,098	5.81%
CASH & TEMP INVESTMENTS	11,059,346	9,356,364	1,702,982	18.20%	OTHER CURRENT & ACCRUED LIABILITIES	19,734,088	17,793,878	1,940,210	10.90%
RESTRICTED CASH	713,024	736,657	(23,633)	(3.21%)	TOTAL CURRENT & ACCRUED LIABILITIES	31,695,614	31,521,981	173,633	0.55%
NOTES RECEIVABLE	0	0	0	0.00%	DEFERRED CREDITS	3,218,950	3,411,675	(192,725)	(5.65%)
ACCOUNTS RECEIVABLE (NET)	20,399,988	14,548,161	5,851,827	40.22%	MISCELLANEOUS OPERATING RESERVES	0	0	0	0.00%
MATERIALS AND SUPPLIES	23,562,197	23,790,891	(228,694)	(0.96%)	TOTAL LIABILITIES & PATR CAPITAL	552,791,980	556,801,946	(4,009,966)	(0.72%)
PREPAYMENTS	1,326,578	3,051,275	(1,724,697)	(56.52%)					
OTHER CURRENT & ACCRUED ASSETS	296,547	417,853	(121,306)	(29.03%)					
TOTAL CURRENT & ACCRUED ASSETS	57,357,680	51,901,201	5,456,479	10.51%					
DEFERRED DEBITS	19,959,130	26,323,999	(6,364,869)	(24.18%)					
TOTAL ASSETS	<u>552,791,980</u>	<u>556,801,946</u>	<u>(4,009,966)</u>	<u>(0.72%)</u>					