

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

AUGUST, 2004

	<-----THIS MONTH'S PERFORMANCE ----->				<----- YEAR TO DATE ----->							
ITEM	AUGUST BUDGET	AUGUST ACTUAL	VARIANCE		CURRENT YTD BUDGET	CURRENT YTD ACTUAL	VARIANCE	%	LAST YEAR YTD ACTUAL	VARIANCE		
REVENUES:												
RETAIL	9,329,084	10,093,870	764,786	F	80,626,759	80,573,864	(52,895)	U	(0.07%)	74,176,815	6,397,049	F
WHOLESALE	4,980,184	5,325,329	345,145	F	41,200,932	41,816,714	615,782	F	1.49%	37,734,598	4,082,116	F
ECONOMY ENERGY	725,724	653,607	(72,117)	U	5,265,018	5,357,064	92,046	F	1.75%	5,733,559	(376,495)	U
OTHER	208,045	351,133	143,088	F	1,695,070	1,793,223	98,153	F	5.79%	1,818,876	(25,653)	U
1. TOTAL REVENUE	15,243,037	16,423,939	1,180,902	F	128,787,779	129,540,865	753,086	F	0.58%	119,463,848	10,077,017	F
EXPENSES:												
2. FUEL	4,949,913	5,388,305	438,392	U	41,206,449	40,810,282	(396,167)	F	(0.96%)	30,484,023	10,326,259	U
3. POWER PRODUCTION EXPENSE	1,298,986	1,674,271	375,285	U	9,786,946	10,011,559	224,613	U	2.30%	8,433,727	1,577,832	U
4. COST OF PURCHASED POWER	1,762,806	1,800,546	37,740	U	12,949,236	13,027,067	77,831	U	0.60%	11,140,528	1,886,539	U
5. TRANSMISSION EXPENSE	507,741	497,931	(9,810)	F	4,142,237	4,263,537	121,300	U	2.93%	2,867,691	1,395,846	U
6. DISTRIBUTION EXPENSE-OPERATIONS	400,947	524,724	123,777	U	3,355,675	3,590,851	235,176	U	7.01%	3,170,843	420,008	U
7. DISTRIBUTION EXPENSE-MAINTENANCE	554,705	426,812	(127,893)	F	4,477,281	3,916,095	(561,186)	F	(12.53%)	4,137,733	(221,638)	F
8. CONSUMER ACCOUNTS EXPENSE	374,755	354,857	(19,898)	F	3,216,213	3,162,006	(54,207)	F	(1.69%)	3,251,172	(89,166)	F
9. CUSTOMER SERVICE/INFO EXPENSE	50,860	68,670	17,810	U	466,689	433,712	(32,977)	F	(7.07%)	442,237	(8,525)	F
10. SALES EXPENSE	0	0	0	U	0	0	0	U	0.00%	0	0	U
11. ADMINISTRATIVE/GENERAL EXPENSE	1,608,316	1,568,715	(39,601)	F	13,454,721	13,641,388	186,667	U	1.39%	13,952,615	(311,227)	F
12. TOTAL OPERATIONS/MAINTENANCE EXP.	11,509,029	12,304,831	795,802	U	93,055,447	92,856,497	(198,950)	F	(0.21%)	77,880,569	14,975,928	U
13. DEPRECIATION/AMORTIZATION EXP.	2,300,123	2,317,472	17,349	U	18,859,499	18,768,890	(90,609)	F	(0.48%)	18,545,019	223,871	U
14. TAX EXPENSE-OTHER	107,500	66,570	(40,930)	F	564,000	554,029	(9,971)	F	(1.77%)	572,512	(18,483)	F
15. LONG TERM INTEREST EXP.	1,853,926	1,837,468	(16,458)	F	14,847,507	14,517,228	(330,279)	F	(2.22%)	15,649,927	(1,132,699)	F
16. (INTEREST DURING CONSTRUCTION)	(38,569)	(63,345)	(24,776)	F	(262,017)	(318,513)	(56,496)	F	(21.56%)	(181,029)	(137,484)	F
17. SHORT TERM INTEREST EXP.	20,543	0	(20,543)	F	68,593	(48,179)	(116,772)	F	170.24%	11,901	(60,080)	F
18. OTHER DEDUCTIONS	14,584	174,437	159,853	U	116,667	362,557	245,890	U	210.76%	2,978,996	(2,616,439)	F
19. TOTAL COST OF ELECTRIC SERVICE	15,767,136	16,637,433	870,297	U	127,249,696	126,692,509	(557,187)	F	(0.44%)	115,457,895	11,234,614	U
20. PATRON CAPITAL/OPER. MARGINS	(524,099)	(213,494)	310,605	F	1,538,083	2,848,356	1,310,273	F	85.19%	4,005,953	(1,157,597)	U
21. NON-OPER. MARGINS-INTEREST	25,727	41,900	16,173	F	213,103	280,752	67,649	F	31.74%	249,745	31,007	F
22. ALLOW-FUNDS DURING CONSTRUCTION	6,806	10,143	3,337	F	46,237	51,411	5,174	F	11.19%	26,956	24,455	F
23. NON-OPER. MARGINS-OTHER	0	(4,455)	(4,455)	U	0	(4,455)	(4,455)	0.00%	101,615	(106,070)	U	
24. G/T CAPITAL CREDITS	0	0	0	U	0	0	0	0.00%	0	0	U	
25. OTHER CAPITAL CREDITS	0	0	0	U	0	10,489	10,489	F	100.00%	53,132	(42,643)	U
26. EXTRAORDINARY ITEMS	0	0	0	U	0	0	0	0.00%	0	0	U	
27. PATRON CAPITAL/MARGINS	(491,566)	(165,906)	325,660	F	1,797,423	3,186,553	1,389,130	F	77.28%	4,437,401	(1,250,848)	U

F = FAVORABLE U = UNFAVORABLE

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

AUGUST, 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	736,226,325	727,182,089	9,044,236	1.24%	MEMBERSHIPS	1,186,443	1,138,858	47,585	4.18%
CONST WORK IN PROGRESS	26,310,399	27,139,104	(828,705)	(3.05%)	PATRONAGE CAPITAL AND MARGINS	129,551,592	124,549,320	5,002,272	4.02%
TOTAL UTILITY PLANT	762,536,724	754,321,193	8,215,531	1.09%	OTHER MARGINS & EQUITIES	6,675,477	6,130,162	545,315	8.90%
ACCUMULATED DEPR/AMORT	(299,210,883)	(287,627,983)	(11,582,900)	4.03%	TOTAL MARGINS & EQUITIES	137,413,512	131,818,340	5,595,172	4.24%
NET UTILITY PLANT	463,325,841	466,693,210	(3,367,369)	(0.72%)	LONG TERM DEBT BONDS (NET)	316,200,000	384,289,179	(68,089,179)	(17.72%)
NON-UTILITY PROPERTY (NET)	3,550	3,550	0	0.00%	LONG TERM DEBT OTHER	52,157,786	0	52,157,786	100.00%
INVEST IN ASSOC ORGANIZATIONS	11,389,124	10,997,887	391,237	3.56%	TOTAL LONG TERM DEBT	368,357,786	384,289,179	(15,931,393)	(4.15%)
OTHER INVESTMENTS	0	0	0	0.00%	NOTES PAYABLE	15,931,393	5,545,000	10,386,393	187.31%
SPECIAL FUNDS	0	0	0	0.00%	ACCOUNTS PAYABLE	4,904,122	7,930,101	(3,025,979)	(38.16%)
TOTAL OTHER PROPERTY & INVEST	11,392,674	11,001,437	391,237	3.56%	CONSUMERS DEPOSITS	1,898,828	1,804,926	93,902	5.20%
CASH & TEMP INVESTMENTS	15,967,475	10,643,715	5,323,760	50.02%	OTHER CURRENT & ACCRUED LIABILITIES	21,365,812	20,972,241	393,571	1.88%
RESTRICTED CASH	222,168	729,637	(507,469)	(69.55%)	TOTAL CURRENT & ACCRUED LIABILITIES	44,100,155	36,252,268	7,847,887	21.65%
NOTES RECEIVABLE	0	0	0	0.00%	DEFERRED CREDITS	2,727,546	3,684,531	(956,985)	(25.97%)
ACCOUNTS RECEIVABLE (NET)	17,236,042	15,826,025	1,410,017	8.91%	MISCELLANEOUS OPERATING RESERVES	0	0	0	0.00%
MATERIALS AND SUPPLIES	23,078,795	19,400,240	3,678,555	18.96%	TOTAL LIABILITIES & PATR CAPITAL	552,598,999	556,044,318	(3,445,319)	(0.62%)
PREPAYMENTS	966,417	3,545,236	(2,578,819)	(72.74%)					
OTHER CURRENT & ACCRUED ASSETS	239,306	304,410	(65,104)	(21.39%)					
TOTAL CURRENT & ACCRUED ASSETS	57,710,203	50,449,263	7,260,940	14.39%					
DEFERRED DEBITS	20,170,281	27,900,408	(7,730,127)	(27.71%)					
TOTAL ASSETS	<u>552,598,999</u>	<u>556,044,318</u>	<u>(3,445,319)</u>	<u>(0.62%)</u>					