

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

AGENDA ITEM SUMMARY

November 16, 2005

ACTION REQUIRED

AGENDA ITEM NO. IX.B.

- Information Only**
 Motion
 Resolution
 Executive Session
 Other
-

TOPIC

Retail Capital Credit Retirement.

DISCUSSION

This resolution authorizes the retirement of the final portion of the retail distribution capital credits to the members of record in 1986, and a portion to members of record in 1987, less early (discounted) payments made prior to normal retirement

CEO'S RECOMMENDATION

Recommend passage of the resolution authorizing retirement of retail distribution capital credits to members of record for 1986 and 1987.

WHEREAS, the Board of Directors desires to proceed with a general retirement of retail capital credits in 2005; and

WHEREAS, the Board of Directors has determined that this retirement will not have a significant adverse impact upon the Association's financial health;

NOW THEREFORE BE IT RESOLVED, Chugach shall make a total retail capital credits retirement of \$3,801,228, representing 50% of 2004's margins, less payments made to former members and estates, which will retire the remaining portion of the retail distribution credits for 1986, and a portion of the retail distribution credits for 1987.

BE IT FURTHER RESOLVED, that the capital credits of any member with an outstanding debt will be used to offset that debt until it is paid in full or all available capital credits have been credited to that debt.

BE IT FURTHER RESOLVED, members who are still active will have their account credited for their retirement amount unless they have multiple accounts, are on level pay or the amount is for \$600.00 or more. Checks will not be created for less than \$5.00 but credits of less than \$5.00 will be applied. Any member who is inactive and has less than \$5.00 payable will be paid in the first year their cumulative amount payable is \$5.00 or more.

I, David Cottrell, do hereby certify that I am that I am Secretary of Chugach Electric Association, Inc., an electric non-profit cooperative membership corporation organized and existing under the laws of the State of Alaska: that the foregoing is a complete and correct copy of a resolution adopted at a meeting of the Board of Directors of this corporation, duly and properly called and held on the ____ day of _____, 2005; that a quorum was present at the meeting; that the resolution is set forth in the minutes of the meeting and has not been rescinded or modified.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the seal of this corporation the ____ day of _____, 2005.

Secretary