

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

OCTOBER, 2004

	<-----THIS MONTH'S PERFORMANCE ----->			<----- YEAR TO DATE ----->					
ITEM	OCTOBER BUDGET	OCTOBER ACTUAL	VARIANCE	CURRENT YTD BUDGET	CURRENT YTD ACTUAL	VARIANCE	% DIFF	LAST YEAR YTD ACTUAL	VARIANCE
REVENUES:									
RETAIL	10,213,367	10,551,341	337,974 F	100,372,426	101,056,031	683,605 F	0.68%	92,789,340	8,266,691 F
WHOLESALE	5,558,451	5,396,635	(161,816) U	51,775,817	52,502,873	727,056 F	1.40%	47,360,446	5,142,427 F
ECONOMY ENERGY	628,484	511,629	(116,855) U	6,532,139	6,928,183	396,044 F	6.06%	6,369,406	558,777 F
OTHER	215,650	262,617	46,967 F	2,126,662	2,260,187	133,525 F	6.28%	2,340,728	(80,541) U
1. TOTAL REVENUE	<u>16,615,952</u>	<u>16,722,222</u>	<u>106,270 F</u>	<u>160,807,044</u>	<u>162,747,274</u>	<u>1,940,230 F</u>	<u>1.21%</u>	<u>148,859,920</u>	<u>13,887,354 F</u>
EXPENSES:									
2. FUEL	5,416,071	5,016,727	(399,344) F	51,333,866	51,367,861	33,995 U	0.07%	38,742,578	12,625,283 U
3. POWER PRODUCTION EXPENSE	1,350,543	1,295,622	(54,921) F	12,696,456	12,660,822	(35,634) F	(0.28%)	10,917,870	1,742,952 U
4. COST OF PURCHASED POWER	1,783,480	1,854,869	71,389 U	16,660,605	16,747,313	86,708 U	0.52%	14,397,460	2,349,853 U
5. TRANSMISSION EXPENSE	479,022	483,655	4,633 U	5,164,858	5,267,991	103,133 U	2.00%	3,578,609	1,689,382 U
6. DISTRIBUTION EXPENSE-OPERATIONS	397,627	395,680	(1,947) F	4,243,679	4,453,600	209,921 U	4.95%	4,045,277	408,323 U
7. DISTRIBUTION EXPENSE-MAINTENANCE	546,992	535,482	(11,510) F	5,595,967	5,049,228	(546,739) F	(9.77%)	5,231,831	(182,603) F
8. CONSUMER ACCOUNTS EXPENSE	370,349	357,694	(12,655) F	4,051,226	4,009,585	(41,641) F	(1.03%)	4,108,864	(99,279) F
9. CUSTOMER SERVICE/INFO EXPENSE	70,726	179,788	109,062 U	593,767	666,104	72,337 U	12.18%	537,602	128,502 U
10. SALES EXPENSE	0	0	0 U	0	0	0 U	0.00%	0	0 U
11. ADMINISTRATIVE/GENERAL EXPENSE	1,526,563	1,458,591	(67,972) F	16,584,607	16,829,776	245,169 U	1.48%	17,531,399	(701,623) F
12. TOTAL OPERATIONS/MAINTENANCE EXP.	<u>11,941,373</u>	<u>11,578,108</u>	<u>(363,265) F</u>	<u>116,925,031</u>	<u>117,052,280</u>	<u>127,249 U</u>	<u>0.11%</u>	<u>99,091,490</u>	<u>17,960,790 U</u>
13. DEPRECIATION/AMORTIZATION EXP.	2,300,120	2,362,555	62,435 U	23,459,737	23,252,362	(207,375) F	(0.88%)	23,097,201	155,161 U
14. TAX EXPENSE-OTHER	37,500	9,133	(28,367) F	659,000	585,689	(73,311) F	(11.12%)	697,889	(112,200) F
15. LONG TERM INTEREST EXP.	1,853,927	1,864,420	10,493 U	18,555,362	18,221,779	(333,583) F	(1.80%)	19,472,955	(1,251,176) F
16. (INTEREST DURING CONSTRUCTION)	(38,959)	(48,867)	(9,908) F	(348,949)	(378,331)	(29,382) F	(8.42%)	(395,056)	16,725 U
17. SHORT TERM INTEREST EXP.	37,735	0	(37,735) F	144,063	(48,179)	(192,242) F	133.44%	11,901	(60,080) F
18. OTHER DEDUCTIONS	14,583	2,166	(12,417) F	145,833	391,607	245,774 U	168.53%	2,989,914	(2,598,307) F
19. TOTAL COST OF ELECTRIC SERVICE	<u>16,146,279</u>	<u>15,767,515</u>	<u>(378,764) F</u>	<u>159,540,077</u>	<u>159,077,207</u>	<u>(462,870) F</u>	<u>(0.29%)</u>	<u>144,966,294</u>	<u>14,110,913 U</u>
20. PATRON CAPITAL/OPER. MARGINS	<u>469,673</u>	<u>954,707</u>	<u>485,034 F</u>	<u>1,266,967</u>	<u>3,670,067</u>	<u>2,403,100 F</u>	<u>189.67%</u>	<u>3,893,626</u>	<u>(223,559) U</u>
21. NON-OPER. MARGINS-INTEREST	25,383	39,472	14,089 F	264,208	359,954	95,746 F	36.24%	311,341	48,613 F
22. ALLOW-FUNDS DURING CONSTRUCTION	6,875	7,708	833 F	61,578	60,740	(838) U	(1.36%)	70,082	(9,342) U
23. NON-OPER. MARGINS-OTHER	0	8,742	8,742 F	0	7,159	7,159 F	0.00%	66,432	(59,273) U
24. G/T CAPITAL CREDITS	0	0	0	0	0	0	0.00%	0	0
25. OTHER CAPITAL CREDITS	0	0	0	0	10,489	10,489 F	100.00%	53,132	(42,643) U
26. EXTRAORDINARY ITEMS	0	0	0	0	0	0	0.00%	0	0
27. PATRON CAPITAL/MARGINS	<u>501,931</u>	<u>1,010,629</u>	<u>508,698 F</u>	<u>1,592,753</u>	<u>4,108,409</u>	<u>2,515,656 F</u>	<u>157.94%</u>	<u>4,394,613</u>	<u>(286,204) U</u>

F = FAVORABLE U = UNFAVORABLE

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

OCTOBER, 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	746,793,830	742,277,786	4,516,044	0.61%	MEMBERSHIPS	1,195,728	1,148,193	47,535	4.14%
CONST WORK IN PROGRESS	21,205,425	15,774,315	5,431,110	34.43%	PATRONAGE CAPITAL AND MARGINS	121,172,857	124,506,532	(3,333,675)	(2.68%)
TOTAL UTILITY PLANT	767,999,255	758,052,101	9,947,154	1.31%	OTHER MARGINS & EQUITIES	15,975,871	6,130,526	9,845,345	160.60%
ACCUMULATED DEPR/AMORT	(303,318,751)	(291,456,120)	(11,862,631)	4.07%	TOTAL MARGINS & EQUITIES	138,344,456	131,785,251	6,559,205	4.98%
NET UTILITY PLANT	464,680,504	466,595,981	(1,915,477)	(0.41%)	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	11,388,139	10,996,796	391,343	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	4,550,529	9,112,037	(4,561,508)	(50.06%)
TOTAL OTHER PROPERTY & INVEST	11,391,689	11,000,346	391,343	3.56%	CONSUMERS DEPOSITS	1,951,465	1,825,980	125,485	6.87%
CASH & TEMP INVESTMENTS	12,223,634	10,888,173	1,335,461	12.27%	OTHER CURRENT & ACCRUED LIABILITIES	19,767,933	18,080,401	1,687,532	9.33%
RESTRICTED CASH	222,164	710,383	(488,219)	(68.73%)	TOTAL CURRENT & ACCRUED LIABILITIES	42,201,320	34,563,418	7,637,902	22.10%
NOTES RECEIVABLE	0	0	0	0.00%	DEFERRED CREDITS	2,796,619	3,891,316	(1,094,697)	(28.13%)
ACCOUNTS RECEIVABLE (NET)	18,795,828	14,179,786	4,616,042	32.55%	MISCELLANEOUS OPERATING RESERVES	0	0	0	0.00%
MATERIALS AND SUPPLIES	23,310,062	19,263,894	4,046,168	21.00%	TOTAL LIABILITIES & PATR CAPITAL	551,700,181	554,529,164	(2,828,983)	(0.51%)
PREPAYMENTS	1,434,907	3,131,599	(1,696,692)	(54.18%)					
OTHER CURRENT & ACCRUED ASSETS	170,480	251,920	(81,440)	(32.33%)					
TOTAL CURRENT & ACCRUED ASSETS	56,157,075	48,425,755	7,731,320	15.97%					
DEFERRED DEBITS	19,470,913	28,507,082	(9,036,169)	(31.70%)					
TOTAL ASSETS	551,700,181	554,529,164	(2,828,983)	(0.51%)					