

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

FINANCE COMMITTEE
MEETING INUTES

December 11, 2002

Committee Member Attendees: Jef Lipscomb, Chair
 Red Boucher
 Dave Cottrell
 Sam Cason

Other Directors in attendance: Pat Jasper
 Bruce Davison

Staff in Attendance:

Joe Griffith	Lee Thibert	Mike Cunningham	Mike Massin
Ron Vecera	Mary Tesch	Carol Johnson	Rick Freymiller
Dianne Hillemeier	Kathy Harris	Sherri McKay	Don Edwards
Jody Wolfe	Paul Rissie	Phil Steyer	Arthur Miller

Guests in Attendance: Dan Kennedy

Recording Secretary: Connie Owens, Executive Secretary

I. Call To Order

Jeff Lipscomb called the Finance Committee meeting to order at 4:10 p.m. in the board room of Chugach Electric Association, Inc. 5601 Minnesota Drive, Anchorage, Alaska.

II. Approval of Agenda

Director Cottrell moved and Director Cason seconded the motion to approve the agenda as presented. The motion was approved unanimously.

III. Approval of the Minutes – November 13, 2002

Director Cason moved and Director Boucher seconded the motion to approve the minutes as presented. Motion passed unanimously.

IV. Overtime Analysis

Mike Cunningham presented an overtime analysis for the Committee and responded to questions.

V. Private Letter Ruling

Mike Cunningham gave a short status report on the private letter ruling for discounting capital credits and responded to questions from the Committee.

VI. Semi Annual Uncollectible Accounts Write-Off

Ron Vecera gave a brief presentation on the Semi-Annual Uncollectible Accounts Receivable Write-Off.

VII. KPMG Review Letter

Mike Cunningham stated the KPMG review on the third quarter SEC Form 10Q letter had been received and was in the Committee's packets for review.

VIII. Rate Case Update

Rick Freymiller discussed the recent 2000 Test Year rate case hearings and responded to questions from the Committee.

IX. 2003 Beluga Unit 6 Overhaul and Rotor Replacement

Paul Risse briefed the Committee on the Beluga Unit 6 Purchase Order.

Sam Cason moved and Director Cottrell seconded the motion to recommend to the full board approval of \$6.5 million purchase in parts and components needed for the Beluga 6 overhaul. The motion passed unanimously.

X. General Comments & Correspondence

- a. KPMG Defining Issues
- b. Insurance Market Report 2002

XI. Executive Session

None

XII. Adjourn

The meeting adjourned at 5:20 p.m.