

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

DECEMBER, 2002

	<-----THIS MONTH'S PERFORMANCE ----->			<----- YEAR TO DATE ----->						
ITEM	DECEMBER BUDGET	DECEMBER ACTUAL	VARIANCE	CURRENT YTD BUDGET	CURRENT YTD ACTUAL	VARIANCE	% DIFF	LAST YEAR YTD ACTUAL	VARIANCE	
REVENUES:										
RETAIL	10,777,639	10,553,266	(224,373) U	111,809,624	112,147,451	337,827 F	0.30%	112,026,122	121,329 F	
WHOLESALE	5,627,919	5,156,381	(471,538) U	59,893,084	59,739,875	(153,209) U	(0.26%)	60,783,720	(1,043,845) U	
ECONOMY ENERGY	181,632	753,223	571,591 F	6,678,152	4,567,179	(2,110,973) U	(31.61%)	3,354,719	1,212,460 F	
OTHER	185,000	241,540	56,540 F	2,220,000	2,540,413	320,413 F	14.43%	2,430,653	109,760 F	
1. TOTAL REVENUE	16,772,190	16,704,410	(67,780) U	180,600,860	178,994,918	(1,605,942) U	(0.89%)	178,595,214	399,704 F	
EXPENSES:										
2. FUEL	4,091,262	4,055,164	(36,098) F	48,966,149	46,822,943	(2,143,206) F	(4.38%)	56,152,192	(9,329,249) F	
3. POWER PRODUCTION EXPENSE	993,682	1,184,663	190,981 U	13,384,635	13,484,568	99,933 U	0.75%	12,375,710	1,108,858 U	
4. COST OF PURCHASED POWER	1,594,312	1,626,343	32,031 U	18,705,450	18,746,319	40,869 U	0.22%	14,717,318	4,029,001 U	
5. TRANSMISSION EXPENSE	297,683	366,835	69,152 U	4,052,201	3,925,911	(126,290) F	(3.12%)	3,545,707	380,204 U	
6. DISTRIBUTION EXPENSE-OPERATIONS	318,452	347,295	28,843 U	4,325,842	4,262,425	(63,417) F	(1.47%)	4,682,073	(419,648) F	
7. DISTRIBUTION EXPENSE-MAINTENANCE	468,690	842,410	373,720 U	6,011,281	6,589,714	578,433 U	9.62%	5,735,663	854,051 U	
8. CONSUMER ACCOUNTS EXPENSE	375,769	244,986	(130,783) F	4,922,944	4,736,532	(186,412) F	(3.79%)	4,397,602	338,930 U	
9. CUSTOMER SERVICE/INFO EXPENSE	99,725	14,066	(85,659) F	1,386,358	850,057	(536,301) F	(38.68%)	723,792	126,265 U	
10. SALES EXPENSE	0	0	0 U	0	0	0 U	0.00%	495,523	(495,523) F	
11. ADMINISTRATIVE/GENERAL EXPENSE	1,403,441	2,364,579	961,138 U	18,898,146	20,222,467	1,324,321 U	7.01%	18,160,215	2,062,252 U	
12. TOTAL OPERATIONS/MAINTENANCE EXP.	9,643,016	11,046,341	1,403,325 U	120,653,006	119,640,936	(1,012,070) F	(0.84%)	120,985,795	(1,344,859) F	
13. DEPRECIATION/AMORTIZATION EXP.	2,185,356	2,123,688	(61,668) F	25,559,628	25,224,108	(335,520) F	(1.31%)	25,096,665	127,443 U	
14. TAX EXPENSE-OTHER	71,552	63,884	(7,668) F	724,100	774,768	50,668 U	7.00%	745,027	29,741 U	
15. LONG TERM INTEREST EXP.	2,043,266	1,994,409	(48,857) F	26,433,732	26,161,891	(271,841) F	(1.03%)	27,128,662	(966,771) F	
16. (INTEREST DURING CONSTRUCTION)	(73,013)	(17,136)	55,877 U	(1,057,323)	(418,257)	639,066 U	60.44%	(1,063,643)	645,386 U	
17. SHORT TERM INTEREST EXP.	0	20,368	20,368 U	90,000	298,930	208,930 U	100.00%	1,164,495	(865,565) F	
18. OTHER DEDUCTIONS	8,337	125,118	116,781 U	100,000	598,286	498,286 U	498.29%	669,234	(70,948) F	
19. TOTAL COST OF ELECTRIC SERVICE	13,878,514	15,356,672	1,478,158 U	172,503,143	172,280,662	(222,481) F	(0.13%)	174,726,235	(2,445,573) F	
20. PATRON CAPITAL/OPER. MARGINS	2,893,676	1,347,738	(1,545,938) U	8,097,717	6,714,256	(1,383,461) U	(17.08%)	3,868,979	2,845,277 F	
21. NON-OPER. MARGINS-INTEREST	6,447	79,841	73,394 F	116,426	774,753	658,327 F	565.45%	679,640	95,113 F	
22. ALLOW-FUNDS DURING CONSTRUCTION	12,517	25,941	13,424 F	181,255	73,361	(107,894) U	(59.53%)	306,676	(233,315) U	
23. NON-OPER. MARGINS-OTHER	0	(45,029)	(45,029) U	0	(221,214)	(221,214) U	100.00%	(246,390)	25,176 F	
24. G/T CAPITAL CREDITS	0	0	0 U	0	0	0 U	0.00%	0	0	
25. OTHER CAPITAL CREDITS	570,000	600,000	30,000 F	570,000	824,490	254,490 F	0.00%	930,231	(105,741) U	
26. EXTRAORDINARY ITEMS	0	0	0 U	0	0	0 U	0.00%	0	0	
27. PATRON CAPITAL/MARGINS	3,482,640	2,008,491	(1,474,149) U	8,965,398	8,165,646	(799,752) U	(8.92%)	5,539,136	2,626,510 F	

F = FAVORABLE U = UNFAVORABLE

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

DECEMBER, 2002

ASSETS	CURRENT YEAR 2002	LAST YEAR 2001	CHANGE	% DIFF.	LIABILITIES AND PATRONAGE CAPITAL	CURRENT YEAR 2002	LAST YEAR 2001	CHANGE	% DIFF.
TOTAL UTILITY PLANT IN SERVICE	730,127,536	714,317,863	15,809,673	2.21%	MEMBERSHIPS	1,108,243	1,059,098	49,145	4.64%
CONST WORK IN PROGRESS	<u>20,282,261</u>	<u>28,887,008</u>	<u>(8,604,747)</u>	<u>(29.79%)</u>	PATRONAGE CAPITAL AND MARGINS	130,353,924	125,224,337	5,129,587	4.10%
					OTHER MARGINS & EQUITIES	<u>6,186,303</u>	<u>5,541,609</u>	<u>644,694</u>	<u>11.63%</u>
TOTAL UTILITY PLANT	750,409,797	743,204,871	7,204,926	0.97%	TOTAL MARGINS & EQUITIES	137,648,470	131,825,044	5,823,426	4.42%
ACCUMULATED DEPR/AMORT	<u>(277,661,702)</u>	<u>(261,353,177)</u>	<u>(16,308,525)</u>	<u>6.24%</u>	LONG TERM DEBT BONDS (NET)	389,834,179	364,310,000	25,524,179	7.01%
NET UTILITY PLANT	472,748,095	481,851,694	(9,103,599)	(1.89%)	LONG TERM DEBT OTHER	<u>392,255</u>	<u>474,925</u>	<u>(82,670)</u>	<u>(17.41%)</u>
NON-UTILITY PROPERTY (NET)	3,550	3,550	0	0.00%	TOTAL LONG TERM DEBT	390,226,434	364,784,925	25,441,509	6.97%
INVEST IN ASSOC ORGANIZATIONS	10,960,749	10,475,100	485,649	4.64%	NOTES PAYABLE	11,247,071	21,409,945	(10,162,874)	(47.47%)
OTHER INVESTMENTS	2,966	10,086	(7,120)	100.00%	ACCOUNTS PAYABLE	7,778,123	8,890,242	(1,112,119)	(12.51%)
SPECIAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.00%</u>	CONSUMERS DEPOSITS	1,826,265	1,603,691	222,574	13.88%
TOTAL OTHER PROPERTY & INVEST	10,967,265	10,488,736	478,529	4.56%	OTHER CURRENT & ACCRUED LIABILITIES	<u>20,193,894</u>	<u>24,708,337</u>	<u>(4,514,443)</u>	<u>(18.27%)</u>
CASH & TEMP INVESTMENTS	7,469,371	3,814,767	3,654,604	95.80%	TOTAL CURRENT & ACCRUED LIABILITIES	41,045,353	56,612,215	(15,566,862)	(27.50%)
RESTRICTED CASH	821,027	740,034	80,993	10.94%	DEFERRED CREDITS	4,213,588	19,431,454	(15,217,866)	(78.32%)
NOTES RECEIVABLE	0	0	0	0.00%	MISCELLANEOUS OPERATING RESERVES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.00%</u>
ACCOUNTS RECEIVABLE (NET)	26,653,437	22,302,400	4,351,037	19.51%	TOTAL LIABILITIES & PATR CAPITAL	<u>573,133,845</u>	<u>572,653,638</u>	<u>480,207</u>	<u>0.08%</u>
MATERIALS AND SUPPLIES	23,747,589	19,719,528	4,028,061	20.43%					
PREPAYMENTS	1,953,350	627,545	1,325,805	211.27%					
OTHER CURRENT & ACCRUED ASSETS	<u>334,228</u>	<u>324,383</u>	<u>9,845</u>	<u>3.03%</u>					
TOTAL CURRENT & ACCRUED ASSETS	60,979,002	47,528,657	13,450,345	28.30%					
DEFERRED DEBITS	<u>28,439,483</u>	<u>32,784,551</u>	<u>(4,345,068)</u>	<u>(13.25%)</u>					
TOTAL ASSETS	<u><u>573,133,845</u></u>	<u><u>572,653,638</u></u>	<u><u>480,207</u></u>	<u><u>0.08%</u></u>					