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CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

FINANCE COMMITTEE MEETING MINUTES

February 22, 2006

Committee Members in Attendance: Elizabeth Vazquez, Chair
Alan Christopherson (arrived at 4:28 p.m.)
David Cottrell
Bruce Davison

Other Directors Present: Ray Kreig
Uwe Kalenka
Jeff Lipscomb

Guests in Attendance: David Ausman
Michael Pauley
Jim Patras

Staff in Attendance:

Bill Stewart	Dianne Hillemeier	Mike Cunningham	Brad Evans
Lee Thibert	Sheri McKay-Highers	Kathy Harris	Jody Wolfe
Carol Johnson	Ed Jenkin	Paul Risse	Phil Steyer
John Cooley	Mary Tesch	Dan Knecht	Rick Freymiller
Dan Knecht	Gina Armstrong	Mark Fouts	

Recording Secretary: Jennifer McDonald, Legal Secretary

I. Call to Order

Chair Vazquez called the Finance Committee to order at 4:18 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Electron Drive, Anchorage, Alaska.

II. Approval of Agenda

Director Davison moved and Director Cottrell seconded the motion to approve the agenda. The motion passed unanimously.

III. Approval of Minutes – January 25, 2006

Director Davison moved and Director Cottrell seconded the motion to approve the January 25, 2006 minutes. The motion passed unanimously.

IV. Customer Comments

- a. Wholesale Customers – None.
- b. Retail Customers – None

V. 4th Quarter Unbundled Financial Statements

Jody Wolfe, Controller, gave a presentation on the 4th Quarter Unbundled Financial Statements and staff responded to questions from the Committee.

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VI. 4th Quarter Deferred Debits by Division

Kathy Harris, Manager, Plant Accounting, gave a presentation on the 4th Quarter Deferred Debits by Division and staff responded to questions from the Committee.

VII. 4th Quarter Capital Tracking Report

Sherri McKay-Highers, Manager, Corporate Budgeting, gave a presentation on the 4th Quarter Capital Tracking Report and staff responded to questions from the Committee.

VIII. Correspondence

- a. 4th Quarter Full Set of Unbundled Financial Statements Presentation
- b. 2005 December Variance Report
- c. 4th Quarter Contract Status Report
- d. Railbelt Electric Rate Comparison
Rick Freymiller, Director, Regulatory Affairs & Pricing, presented an overview of the Railbelt Electric Rate Comparison and staff responded to questions from the Committee.
- e. Draft January Financial Statements
- f. Draft January Variance Report

Director's Comments

Director Cottrell: Asked about the status of the City of Seward contract. *Bill Stewart replied that there will be a briefing on the contract on March 1st.* Mr. Cottrell stated that he has been getting emails from members on Wind Power and wants information available to members on the economics of a windfarm.

Director Lipscomb: Informed the CEO and Board that three Board members will be submitting a con statement for publication regarding term limits and will be emailed tomorrow. *Director Kreig stated that the Board has already voted on that issue and there was no motion or request made. Chair Vazquez stated that this was not an item on the Agenda and if he wished to add it to the Agenda that could have been done at the beginning because there are procedures.* Mr. Lipscomb stated that he was just making a statement.

Director Christopherson: None.

Director Kalenka: None.

Director Kreig: None.

Director Davison: None.

Chair Vazquez: None.

IX. Executive Session – None.

X. Adjourn

Director Christopherson moved and Director Cottrell seconded the motion to adjourn. The meeting adjourned at 5:26 p.m.

Board Workshop

Director Davison moved and Director Kreig seconded the motion that pursuant to Alaska statute 10.25.175(c)(1), (2) and (3), the Board go into executive session to discuss (1) matters the immediate knowledge of which would clearly have an adverse effect on the finances of the cooperative. The topic to be discussed in this executive session is the Financial Management Plan. The Board went into executive session at 5:26 p.m. and adjourned at 7:30 pm.