

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

FINANCE COMMITTEE
MEETING MINUTES

April 13, 2005

Committee Members in Attendance Jeff Lipscomb, Chair
 Sam Cason
 Dave Cottrell
 Red Boucher

Other Directors Present: Pat Jasper
 Bruce Davison
 Chris Birch (teleconferenced)

Guests in Attendance: Ray Kreig
 LeAnn Gerhardt
 Keith Day (APA)
 Jim Patras

Staff in Attendance:

Joe Griffith	Dianne Hillemeier	Lee Thibert	Bill Stewart
Mike Cunningham	Carol Johnson	Jody Wolfe	Mary Tesch
Kathy Harris	Sherri McKay	Ed Jenkin	Brad Evans
Rick Freymiller	Ron Vecera	Dave Smith	Carol Heyman
Patti Bogan	Arthur Miller	Don Edwards	

Recording Secretary: Connie Owens

I. Call to Order

Director Lipscomb called the Finance Committee to order at 4:05 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Minnesota Drive, Anchorage, Alaska.

II. Approval of Agenda

Director Boucher moved and Director Cottrell seconded the motion to approve the agenda as presented. The motion passed unanimously.

III. Approval of Minutes – March 9, 2005

Director Boucher moved and Director Cason seconded the motion to approve the minutes of March 9, 2005). The motion passed unanimously.

IV. Customer Comments

Ray Kreig, Chugach Consumers, wanted to know if the board intended to vote on a contract extension with the IBEW at their next regular board meeting scheduled for April 21, 2005. Chairman Boucher stated that it was not on the agenda as an action item as of this date.

Director Cottrell asked Mr. Kreig for verification of the numbers he keeps quoting in the media. He requested the information be sent to him for review via e-mail or regular mail.

V. APA Audit Discussion

Keith Day, CFO of the Alaska Power Association, stated that the financials for APA were not ready to be presented to the Committee at this time but would like an opportunity to present them to the Committee at the May meeting.

VI. 2004 Year End Unbundled Financial Statements

Jody Wolfe presented the year-end unbundled financial statements and responded to questions from the Committee.

VII. Draft Finance Committee Goals for 2005/2006

Director Cottrell moved and Director Boucher seconded the motion to approve the 2005/2006 Finance Committee Goals. The motion passed unanimously.

VIII. Treasurer's Report for the Annual Meeting

Director Lipscomb stated the Treasurer's Report for the Annual Meeting was included in the packet for their review and comment.

IX. 2005 Long Term Debt Strategy

Mike Cunningham discussed the 2005 Long Term Debt Strategy with the Committee and responded to questions.

X. GAINS Program

CEO, Joe Griffith stated the memo enclosed in their packets answered a question asked by Director Cottrell regarding employer payroll tax liabilities under the GAINS Program.

Following a discussion, Director Cottrell requested an overview of the GAINS Program at the next Operations Committee meeting.

XI. Director Comments

None

XII. Correspondence

- a. 2004 Audit Fee Survey Results
- b. Audited Financial Statements of Bradley Lake
- c. NWPPA Board of Trustees Costs
- d. Insurance Exclusions - Directors & Officers Insurance (tabled to May)
- e. Unbundled Financial Statements for 2004
- f. Joint Action Agency – 2004 Costs

XIII. Executive Session

Director Boucher moved, and Director Cottrell seconded, that pursuant to Alaska Statute 10.25.175(c)(1) the Finance Committee go into executive session to discuss matters the immediate knowledge of which would clearly have an adverse effect on the finances of the cooperative. The topic to be discussed in executive session is financial statements.

The Committee took a 10 minutes recess and then went into executive session at 6:00 p.m.

XIV. Adjourn

Director Cason moved and Director Boucher seconded the motion to adjourn. The meeting adjourned at 7:00 p.m.