

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

FINANCE COMMITTEE MEETING
AGENDA ITEM SUMMARY

June 10, 2009

ACTION REQUIRED

AGENDA ITEM NO. VIII.

 Information Only
 X Motion
 Resolution
 Executive Session
 Other

TOPIC

Task Order – Financial Advisor to the Board of Directors

DISCUSSION

Mr. Daniel Walker has been utilized by Chugach to advise them regarding capital market conditions, alternate liquidity programs, financing plans and negotiation of back stop liquidity vehicles associated with establishment of a \$300 million Commercial Paper program since March 2008.

Mr. Walker is well versed in cooperative accounting, financing and regulatory concepts and is familiar with the public and private debt markets. Mr. Walker spent over twenty years as Chief Financial Officer of one of the biggest Generation and Transmission Cooperatives (G&T) (Old Dominion Electric Cooperative) prior to entering the financial advising arena. He currently advises three other G&Ts in addition to Chugach on multi-million dollar public and private placements.

The Chugach Board has expressed an interest in formalizing a financial advisor arrangement to not only advise them on future capital requirements, but also, the most efficient methods of obtaining that financing. In addition, the Board's Audit and Finance Committees have expressed a desire to have a source of advice on other accounting and finance matters.

This motion will authorize the Chugach Board of Director's Treasurer to enter into negotiations with Mr. Walker to formalize a financial advising task order for presentation to the Board of Directors for approval.

MOTION

Move that the Finance Committee authorize the Treasurer to enter into negotiations with Mr. Daniel Walker to formalize a financial advising arrangement with the Board of Directors.