

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

FINANCE COMMITTEE
MEETING MINUTES

May 14, 2003

Committee Member Attendees: Jeff Lipscomb, Chair
Dave Cottrell
Bruce Davison
Sam Cason (Arrived at 6:03)

Other Directors in attendance: Pat Jasper
Chris Birch

Guests: Dan Kennedy, Financial Advisor
Jim Patras, AEG&T/HEA

Staff in Attendance: Joe Griffith, Chief Executive Officer
Bill Stewart, Executive Manager, Retail Services
Lee Thibert, Executive Manager, T&D Network Services
Brad Evans, Executive Manager, Power Delivery
Ron Vecera, Director, Member Services
Jody Wolfe, Manager, Accounting
Sherri McKay, Senior Financial Analyst
Arthur Miller, Manager, Pricing
Carol Johnson, General Counsel
Bill Bernier, Director, Operations
Kathy Harris, Manager, Plant Accounting
Mike Massin, Director, Engineering
Don Edwards, General Counsel

Recording Secretary: Connie Owens, Executive Secretary

Director Davison stated there would be a tour to Beluga on Monday, May 19, 2003. Several assembly members will be attending the tour. Any Board members wishing to attend should contact Dianne.

Director Davison stated there would be a pole top training session on May 15, 2003, at 9:30 a.m. and 2:30 p.m.. Any Board member interested in attending the training session should contact Dianne.

- I. Call To Order**
Chair Lipscomb called the Finance Committee meeting to order at 4:15 p.m. in the Board Room 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. Motion passed unanimously.
- III. Approval of the Minutes**
Director Boucher moved and Director Cottrell seconded the motion to approve the minutes of April 22, 2002. Joe Griffith requested one change under III. Approval of the Minutes. *AFU/IDC* was changed to *AFUDC/IDC*. Motion passed unanimously.
- IV. Quarterly Review Deferred Debits**

Kathy Harris gave a brief presentation on deferred debits and responded to questions from the Committee.

V. 2003/2007 Business Plan Update

Sherri McKay briefed the 2003/2007 Business Plan and responded to questions from the Committee.

Director Cottrell moved and Director Boucher seconded the motion to approve the updated 2003/2007 Business Plan and forward the Plan to the full Board for approval. Director Davison requested the words "as mandated by order 30" be include in the resolution. Director Cottrell as maker of the motion had no objection. The motion passed unanimously.

VI. Rate Case Update

Arthur Miller gave an update on the Rate Case.

VII. A. First Quarter Income & Expense Review of Operations

Jody Wolfe briefed the March 2003 Operating Statement and Cash Flow Statement

B. Capital Tracking Report

Jody Wolfe briefed the Capital Tracking Report

C. Contract Status Report

VIII. First Quarter 10Q Filing

Sherri McKay presented the First Quarter 10Q Filing and responded to questions from the Committee.

IX. General Comments & Correspondence

- a. Defining Issues – May 2003
- b. Shaping The Audit Committee Agenda
- c. KPMG – Financial Reporting Process
- d. Improving The Effectiveness of the Corporate Audit Committee
- e. An Approach To Effective Audit Committee Self-Evaluation
- f. Deferred Debit Point Paper
- g. Regulatory Assets Point Paper

X. Adjourn

Director Boucher moved and Director Cottrell seconded the motion to adjourn. The meeting adjourned at 6:10 p.m.