

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

FINANCE COMMITTEE MEETING
AGENDA ITEM SUMMARY

June 11, 2008

ACTION REQUIRED

AGENDA ITEM NO. IX.

Information Only
 Motion
 Resolution
 Executive Session
 Other

TOPIC

Interim Financing Vehicle

DISCUSSION

Chugach has a need to establish an interim financing vehicle to finance capital expansion projects, new generation and refinance certain redeemed long term bonds over the period 2008 through 2010.

Proposals have been solicited and evaluated from seven lending institutions. These proposals have been evaluated based on pricing, proposed tenure of the instrument, restrictions/conditions of use and flexibility of use and ease of establishing the program.

The recommended program has been reviewed with the Finance Committee in Executive Session.

MOTION

Move that the Finance Committee recommend the Board of Directors establish the interim financing vehicle **with NRUCFC and Keybank as the vendor**, as discussed in the Finance Committee's executive session held on June 11, 2008. **Management will provide a detailed description of the financing vehicle including but not limited to effect of key ratios, rates charged to our members, list of all assumptions, description of all debt, backstop and selection criteria no later than June 18, 2008.**