


**CHUGACH ELECTRIC ASSOCIATION, INC.**  
**Anchorage, Alaska**

**June 30, 2008**

**To:** Brad Evans, Acting CEO  
Mike Cunningham, CFO

**From:** Dave Smith, Vice President Administration 

**Subject:** June audit for financial transaction approval signatures

I completed the May audit of randomly selected financial transactions. I received a list of 25 randomly selected transactions generated by IS from the financial system. Using that list I retrieved the backup documentation and reviewed the approval signatures or ensured the items generated from Purchase Orders had completed the 3-way match process. There were no exceptions for June.

- 16 were paid against Purchase Orders and were approved via the 3-way matching process
- 9 were verified by comparing signatures with the Signature Authority Matrix