

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

FINANCE COMMITTEE MEETING
AGENDA ITEM SUMMARY

July 9, 2008

ACTION REQUIRED

AGENDA ITEM NO. XIV.

 Information Only
 X Motion
 Resolution
 Executive Session
 Other

TOPIC

2008-2017 Financial Management Plan (FMP)

DISCUSSION

The 2008-2017 FMP is expected to produce margins ranging from \$9.1 million in 2008 to \$10.3 million in 2017, a Margins for Interest/Interest (MFI/I) ratio ranging from 1.39 in 2008 to 1.33 in 2017 and an Equity to Total Capitalization Ratio ranging from 33.4% in 2008 to 35.1% in 2017. These results are based on a Total Cost of Service ranging from \$264.4 million in 2008 to \$248.3 in 2017 and Total Revenue ranging from \$272.1 million in 2008 to \$257.6 million in 2017.

The 2008-2017 FMP is expected to produce Distribution margins ranging from \$7.8 million in 2008 to \$6.6 million in 2017 and a Distribution MFI/I ranging from 2.03 in 2008 to 2.17 in 2017. Generation & Transmission margins range from \$1.3 million in 2008 to \$3.7 million in 2017 and a Generation & Transmission MFI/I ranging from 1.04 in 2008 to 1.15 in 2017.

MOTION

Move that the Finance Committee recommend to the Board of Directors to approve the 2008-2017 FMP as presented on the attached projected Statement of Operations, Balance Sheet, Summary of Financial Information and Ratios and Unbundled Financial Information and Ratios on pages 2 and 3 of this Agenda Item Summary.

