

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

**FINANCE COMMITTEE**  
**MEETING MINUTES**

**August 19, 2002**

**Committee Member Attendees:** Jeff Lipscomb, Chair  
Dave Cottrell  
Bruce Davison (arrived 4:06)  
Red Boucher (teleconferenced)

**Committee Members Absent:** Sam Cason

**Guests:** Kathy Porterfield  
Scott Miller

**Staff in Attendance:** Joe Griffith, General Manager  
Bill Stewart, Executive Manager, Administration  
Lee Thibert, Executive Manager, Power Delivery  
Mike Cunningham, Chief Financial Officer  
Brad Evans, Executive Manager, Energy Supply  
Mary Tesch, Director, Human Resources  
Carol Johnson, General Counsel  
Don Edwards, General Counsel  
John Cooley, Manager, Power Control  
Bill Bernier, Director, Line Operations & Maintenance Div.  
Brian Hickey, Director, Technical Services  
Mike Massin, Director, Engineering  
Kathy Harris, Manager, Plant Accounting  
Katrina Storjohann, Manager, Budget  
Sherri McKay, Financial Analyst  
Ron Vecera, Director, Member Services  
Mark Fouts, Manager, Corporate Planning & Analysis  
Gina Armstrong, Financial Analyst  
Dora Gropp, Manager, Transmission & Special Projects  
Alice Mullins, Transmission Planning Engineer  
Gayle Knepper, Director, Marketing  
Dan Knecht, Manager, Administrative Services  
Ken Thomas, Manager, Safety

**Recording Secretary:** Connie Owens, Executive Secretary

**I. Call To Order**

Director Lipscomb called the Finance Committee meeting to order at 4:04 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 as presented. Director Lipscomb requested an item II.a. be added to discuss the budget calendar. The motion to passed unanimously.

- a. Budget meetings are scheduled for October 21 and 22 at 4:00 p.m. If necessary there will be a third meeting on November 6, 2002 at 3:00 p.m. prior to the Operations Committee meeting.

**III. Approval of the Minutes**

July 10, 2002 minutes were approved..

**IV. Summary of New Corporate Accountability (Sarbanes – Oxley) Act of 2002**

Mike Cunningham, Chief Financial Officer reviewed the new Corporate Accountability Act with the committee and responded to questions.

**V. Discounting Retail Capital Credits Survey**

Ron Vecera, Manager, Member Services gave a presentation on discounting capital credits.

Director Cottrell requested staff put together a draft policy on discounting capital credits for the next Finance meeting. He also requested staff look into what the other cooperatives in Alaska are doing in regard to retirement of capital credits.

**VI. Southern Intertie Update (Background & Issues)**

- a. Alice Mullins, Transmission Planning Engineer presented the Southern Railbelt G&T System.
- b. Dora Gropp, Manager, Transmission and Special Projects presented the history and ownership of the Southern Intertie Project.
- c. Mark Fouts, Manager, Corporate Planning & Analysis presented some of the major issues in regard to the Southern Intertie Project.

**VII. July Financials**

Mike Cunningham discussed the July Financials and responded to questions from the committee.

**VIII. Draft Mid-Year Treasurer's Report**

Mike Cunningham reviewed the draft mid-year treasurer's report with the committee.

**IX. General and Administrative Expense Trend Analysis**

Mike Cunningham reviewed the general and administrative expense trend analysis and responded to questions from the committee.

**X. Bradley Lake Accounting**

Mike Cunningham gave a brief overview of Bradley Lake Accounting and responded to questions from the committee.

**XI. Correspondence/General Comments**

Dave Cottrell asked what was the status of the apprenticeship program. He also requested that KPMG keep Chugach informed of any material disputes with the Securities and Exchange Commission and lawsuits that they are named in.

**XII. Executive Session (if required)**

None scheduled.

**XIII. Adjourn**

The meeting adjourned at 6:33 p.m.