

Finance Committee Meeting

October 14, 2009

XII.C. Establish a New Escrow Account at First National Bank of Alaska

CHUGACH ELECTRIC ASSOCIATION, INC.

Anchorage, Alaska

REGULAR BOARD OF DIRECTORS' MEETING

AGENDA ITEM SUMMARY

October 28, 2009

ACTION REQUIRED

AGENDA ITEM NO. ____

- Information Only
 Motion
 Resolution
 Executive Session
 Other

TOPIC

To establish a new escrow account at First National Bank of Alaska - Housekeeping

DISCUSSION

This new escrow account will be used to deposit the revenue resulting from the difference between the prior effective rates and the interim rates approved by the Regulatory Commission of Alaska (RCA) on October 9, 2009. By holding these funds in escrow Chugach Electric Association, Inc. is granted exemption from paying 10.5% on revenues collected under the interim rate increase should the RCA's final rate increase ruling be less than the interim rate increase.

MOTION

Move that the Board of Directors execute the bank resolution prepared by First National Bank of Alaska to establish a new escrow account.