

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

FINANCE COMMITTEE
MEETING MINUTES

September 27, 2006

Committee Members in Attendance: David Cottrell, Chair
Jim Nordlund
Elizabeth Vazquez (arrived at 4:47 p.m.)
Bruce Davison (excused)

Other Directors Present: Jeff Lipscomb (participated telephonically)
Uwe Kalenka
Alan Christopherson (arrived at 5:20 p.m.)

Guests in Attendance: Jim Walker (MEA)
Jim Patras (HEA)
Rick Miller (ML&P)

Staff in Attendance:

Bill Stewart	Dianne Hillemeier	Mike Cunningham	Brad Evans
Lee Thibert	Sheri McKay-Highers	Kathy Harris	Jody Wolfe
Carol Johnson	Ed Jenkin	Patti Bogan	Phil Steyer
John Cooley	Mary Tesch	Dan Knecht	Rick Freymiller
Tom Schulman	Amber Van Treeck	Arthur Miller	Connie Owens
Ron Vecera	Brian Hickey	Mark Fouts	Bill Bernier

Recording Secretary: Jennifer McDonald, Legal Secretary

I. Call to Order

Chair Cottrell called the Finance Committee to order at 4:50 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Electron Drive, Anchorage, Alaska. *Due to the temporary lack of a quorum, the Finance Committee meeting began informally at 4:20 p.m. with presentations on Agenda Items V. August Unbundled Financial Statements and VI. Review of 2006 Finance Budget.*

II. Approval of Agenda

Director Vazquez moved and Director Nordlund seconded the motion to approve the agenda. The motion passed unanimously.

III. Approval of Minutes – August 23, 2006

Director Vazquez moved and Director Nordlund seconded the motion to approve the August 23, 2006 minutes. The motion passed unanimously.

IV. Customer Comments

- a. Wholesale Customers – None.
- b. Retail Customers – None

V. August Unbundled Financial Statements

Jody Wolfe, Controller, gave a presentation on the August Unbundled Financial Statements and responded to questions from the Committee.

VI. Review of 2006 Finance Budget

Sherri McKay-Highers, Manager, Corporate Budgeting, presented a review of the 2006 Finance Budget and staff responded to questions from the Committee.

VII. Review of 2006 Power Delivery Budget

Sherri McKay-Highers, Manager, Corporate Budgeting, presented a review of the 2006 Power Delivery Budget and staff responded to questions from the Committee.

VIII. Line Loss Presentation

Mark Fouts, Manager, Corporate Planning & Analysis, gave a presentation on Line Loss and staff responded to questions from the Committee.

IX. Renewal of CoBank Line of Credit

Mike Cunningham, Chief Financial Officer, summarized the renewal of the CoBank Line of Credit, which will be on the October Board Agenda, and responded to questions from the Committee.

X. Correspondence

- a. August Unbundled Financial Statements
- b. August Variance Report

Mike Cunningham, Chief Financial Officer, gave an overview of the August Variance Report and staff responded to questions from the Committee.

- c. 2nd Quarter Railbelt Electric Rate Comparison

Staff responded to questions from the Committee.

Chair Cottrell stated the CEO Report has also been included as correspondence.

XI. Director's Comments

Director Vazquez: None.

Alan Christopherson: None.

Director Nordlund: None.

Director Kalenka: None.

Director Lipscomb: Wanted to thank Jody, Sherri and Mark for the detail that went into their presentations and stated they were well presented and were well done.

Chair Cottrell: Stated he will be running for re-election in 2007 and believed he could offer lots of past history and hopefully help the corporation in the next three years.

XII. Executive Session – None.

X. Adjourn

Director Nordlund moved and Director Vazquez seconded the motion to adjourn. The meeting adjourned at 5:43 p.m.