

Chugach Electric Association, Inc 2007 Operating Budget

Finance Committee
Additional Information

Unbundled Equity Ratio

Equity Ratio	2006 Projection	2007 Budget
Distribution	53.9%	56.2%
G&T	11.4%	10.6%

Board of Directors YTD Budget vs Actual

	2006 YTD Budget September-06	2006 YTD Actuals September-06
Meeting Fees/Expenses/Other	\$93,375	\$62,218
Professional Services	33,750	63,392
Travel & Education	54,000	53,948
Total	\$181,125	\$179,558

Member Services/Corp Communications 2007 Total Budget

	2007 Budget	2006 Budget
Labor	\$529,022	\$498,877
Materials & Supplies	16,900	23,700
Professional Services	458,000	560,000
Other	83,875	65,150
Travel & Education	20,000	17,920
Total	\$1,107,797	\$1,165,647

2007 Interest Expense

	2006 Ending Balance	2007 Principal Payments	2007 Ending Balance	2007 Interest Expense	2007 Projected Interest Rate
Fixed Rate Debt					
2001 Series A Bonds	\$150,000,000	\$0	\$150,000,000	\$9,825,000	6.55%
2002 Series A Bonds	\$120,000,000	\$0	\$120,000,000	\$7,440,000	6.20%
CoBank 2	\$7,500,000	\$2,000,000	\$5,500,000	\$352,917	5.50%
Total Fixed Rate Debt	\$277,500,000	\$2,000,000	\$275,500,000	\$17,617,917	
Variable Rate Debt					
CoBank 3	\$19,604,225	\$586,983	\$19,017,242	\$1,338,055	7.00%
CoBank 4	\$21,427,874	\$641,586	\$20,786,288	\$1,473,753	7.00%
CoBank 5	\$5,000,000	\$500,000	\$4,500,000	\$339,792	7.00%
2002 Series B Bonds	\$41,000,000	\$5,500,000	\$35,500,000	\$2,110,242	5.50% - 6.25%
Total Variable Rate Debt	\$87,032,099	\$7,228,569	\$79,803,530	\$5,261,842	
Amortization of Financing Costs				\$1,588,453	
2002 Series B Auction Fees				\$120,000	
Total 2007 Interest Expense				\$24,588,211	

**Chugach Electric Association
2007 Budget Depreciation and Amortization Summary**

	Jan - June 2007 2002 Rates	July - Dec 2007 2005 Rates	YTD Total Combined Rates	Estimated Plant in Service 12/31/07
<u>Depreciation and Amortization</u>				
Generation	5,844,625	7,518,683	13,363,307	223,357,827
Transmission	2,737,152	3,074,084	5,811,235	238,991,306
Transmission Towers Amortization	4,630	4,630	9,259	
Sub-Transmission	370,637	435,351	805,987	30,740,231
Distribution	4,429,431	4,304,736	8,734,167	262,583,161
Admin Bldg/General Plant	1,049,956	966,801	2,016,757	34,944,240
Cooper Lake Remediation	22,675	22,675	45,351	
Cooper Lake Relicensing	19,500	58,500	78,000	
Total Depreciation and Amortization	14,478,605	16,385,458	30,864,063	790,616,765
Vehicle/Warehouse Depreciation Cleared to Operating Accounts	430,156	337,109	767,265	19,874,524
<u>Deferred Debit Amortization</u>				
Software Amortization	396,740	370,730	767,469	
Fuel Supply Negotiation	11,358	11,358	22,716	
Beluga Unit 8 Major Overhaul	196,068	196,068	392,137	
Financing Costs	794,226	794,226	1,588,453	

Annual Meeting Expenses

	<u>2006</u>
Election Materials	\$76,380
Election Contractor	64,614
Postage	33,000
Food/Room/Equipment Rental	16,524
Promotions/Door Prizes/Incentives	<u>1,200</u>
Total	\$191,718
2006 Budget	\$170,000
2007 Budget	\$170,000