

CHUGACH ELECTRIC ASSOCIATION, INC.
Unbundled Statement of Operations - Budget
2005

| Item | Total | G&T ¹ | Distribution ² |
|---|----------------------|----------------------|---------------------------|
| Operating Revenue and Patronage Capital ⁴ | \$217,538,640 | \$161,414,733 | \$56,123,907 |
| Fuel Expense | \$76,282,516 | \$76,282,516 | \$0 |
| Power Production Expense | \$15,761,827 | \$15,761,827 | \$0 |
| Purchased Power Expense | \$23,602,428 | \$23,602,428 | \$0 |
| Transmission Expense | \$6,221,818 | \$6,221,818 | \$0 |
| Distribution Expense - Operations | \$5,260,967 | \$0 | \$5,260,967 |
| Distribution Expense - Maintenance | \$6,591,661 | \$0 | \$6,591,661 |
| Consumer Accounts Expense | \$4,767,714 | \$0 | \$4,767,714 |
| Customer Service & Informational Expense | \$855,859 | \$0 | \$855,859 |
| Administrative & General Expense | \$18,954,549 | \$9,437,257 | \$9,517,292 |
| Total Operation & Maintenance Expense | \$158,299,339 | \$131,305,846 | \$26,993,493 |
| Depreciation & Amortization Expense | \$28,741,803 | \$18,700,324 | \$10,041,479 |
| Tax Expense - Other | \$833,700 | \$100,300 | \$733,400 |
| Interest on LT Debt | \$22,768,233 | \$14,401,193 | \$8,367,040 |
| Interest Charged to Construction - Credit | (\$454,340) | (\$246,204) | (\$208,136) |
| Interest Expense - Other | \$96,875 | \$52,496 | \$44,379 |
| Other Deductions | \$575,000 | \$275,000 | \$300,000 |
| Total Cost of Electric Service | \$210,860,610 | \$164,588,955 | \$46,271,655 |
| Patronage Capital & Operating Margins | \$6,678,030 | (\$3,174,223) | \$9,852,253 |
| Non-Operating Margins - Interest | \$360,170 | \$98,457 | \$261,713 |
| Allowance for Funds Used During Construction | \$80,178 | \$43,448 | \$36,730 |
| Non-Operating Margins - Other | \$0 | \$0 | \$0 |
| Generation and Transmission Capital Credits | \$0 | \$0 | \$0 |
| Other Capital Credits and Patronage Dividends | \$650,000 | \$411,133 | \$238,867 |
| Extraordinary Items | \$0 | \$0 | \$0 |
| Patronage Capital or Margins | \$7,768,378 | (\$2,621,184) | \$10,389,562 |
| Achieved TIER | 1.34 | 0.82 | 2.24 |

¹ G&T includes revenues and costs associated with the production, transmission, the fuel cell project, and the Microwave Business

² Distribution includes revenues and costs associated with customer service.

³ Unbundled revenue from sales based on 2000 test year unbundled rates pursuant to U-01-108(32) and (33).