

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

FINANCE COMMITTEE MEETING
AGENDA ITEM SUMMARY

December 5, 2007

ACTION REQUIRED

AGENDA ITEM NO. VI.

Information Only
 Motion
 Resolution
 Executive Session
 Other

TOPIC

Write-off of Uncollectable Accounts Receivable – Electric for the period ending October 31, 2007.

DISCUSSION

This agenda item and accompanying resolution propose write-offs of Uncollectable Accounts Receivable – Electric totaling \$208,227.81 for the period May 1, 2007 to October 31, 2007. Also provided is a listing of the accounts to be written-off and a comparison to previous year's write-offs.

BUDGETARY IMPACTS

Amount: \$0

Expense: \$0

Capital: \$0

Discussion: Although the Board is approving \$208,227.81 of uncollectable account write-offs, uncollectable accounts expense is accrued on a monthly basis and is offset by collections, including confiscated capital credits. The net expense for the year is expected to be within the budget of \$100,000.

MOTION

Move that the Finance Committee recommend the Board of Directors adopt the attached resolution authorizing and directing the Chief Executive Officer to transfer balances as of October 31, 2007 in the amount of \$208,227.81 from account 14210.000.00.2101, Accounts Receivable – Consumer Electric, to account 14410.000.00.2101, Accumulated Provision for Uncollectable Accounts – Consumer Electric.

Move further that the Chief Executive Officer be directed to continue cost effective and appropriate collection efforts on these accounts.

RESOLUTION

RESOLVED, that the Chief Executive Officer be, and hereby is, authorized and directed to transfer balances as of October 31, 2007 in the amount of \$208,227.81 from account 14210.000.00.2101, Accounts Receivable – Consumer Electric, to account 14410.000.00.2101, Accumulated Provision for Uncollectable Accounts – Consumer Electric.

BE IT FURTHER RESOLVED, that the Chief Executive Officer be directed to continue cost effective and appropriate collection efforts on these accounts.

CERTIFICATION

I, _____, do hereby certify that I am _____ Secretary of Chugach Electric Association, Inc., an electric non-profit cooperative membership corporation organized and existing under the laws of the State of Alaska: that the foregoing is a complete and correct copy of a resolution adopted at a meeting of the Board of Directors of this corporation, duly and properly called and held on the _____ day of _____, 20____; that a quorum was present at the meeting; that the resolution is set forth in the minutes of the meeting and has not been rescinded or modified.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the seal of this corporation the _____ day of _____, 20_____.

(Seal)

Secretary

WRITE-OFF COMPARISON - ELECTRIC

Write Off Date	Number of Accounts	Retail Revenue	Write Off Amount	Write Off as a Percent of Revenue	Collections	Collections as a Percent of Revenue	Net Write Off	Net Write Off as a Percent of Revenue
April 30, 2000	1047	\$51,399,276.00	\$166,254.95	0.32%				
October 31, 2000	729	\$45,808,011.00	\$149,295.98	0.33%				
Total 2000	1776	\$97,207,287.00	\$315,550.93	0.32%	\$224,808.15	0.23%	\$90,742.78	0.09%
April 30, 2001	876	\$56,856,450.00	\$121,514.45	0.21%				
October 31, 2001	671	\$51,291,560.00	\$85,380.61	0.17%				
Total 2001	1547	\$108,148,010.00	\$206,895.06	0.19%	\$204,153.34	0.19%	\$2,741.72	0.00%
April 20, 2002	777	\$63,196,467.00	\$114,007.17	0.18%				
October 31, 2002	771	\$52,117,031.00	\$210,767.19	0.40%				
Total 2002	1548	\$115,313,498.00	\$324,774.36	0.28%	\$199,404.93	0.17%	\$125,369.43	0.11%
April 30, 2003	767	\$56,752,039.00	\$109,074.63	0.19%	\$10,993.52	0.02%	\$98,081.11	0.17%
October 31, 2003	685	\$53,455,992.00	\$219,203.55	0.41%	\$66,680.43	0.12%	\$152,523.12	0.29%
Total 2003	1452	\$110,208,031.00	\$328,278.18	0.30%	\$77,673.95	0.07%	\$250,604.23	0.23%
April 30, 2004	745	\$65,372,739.00	\$87,180.98	0.13%	\$36,539.35	0.06%	\$50,641.63	0.08%
October 31, 2004	721	\$58,567,101.00	\$110,922.39	0.19%	\$210,496.84	0.36%	-\$99,574.45	-0.17%
Total 2004	1466	\$123,939,840.00	\$198,103.37	0.16%	\$247,036.19	0.20%	-\$48,932.82	-0.04%
April 30, 2005	860	\$67,559,205.00	\$121,101.53	0.18%	\$64,686.44	0.10%	\$56,415.09	0.08%
October 31, 2005	586	\$64,176,168.00	\$106,003.99	0.17%	\$208,129.73	0.32%	-\$102,125.74	-0.16%
Total 2005	1446	\$131,735,373.00	\$227,105.52	0.17%	\$272,816.17	0.21%	-\$45,710.65	-0.03%
April 30, 2006	758	\$76,404,619.00	\$107,475.54	0.14%	\$39,755.94	0.05%	\$67,719.60	0.09%
October 31, 2006	611	\$71,877,372.00	\$142,827.89	0.20%	\$223,002.38	0.31%	-\$80,174.49	-0.11%
Total 2006	1369	\$148,281,991.00	\$250,303.43	0.17%	\$262,758.32	0.18%	-\$12,454.89	-0.01%
April 30, 2007	1099	\$87,233,360.00	\$226,159.61	0.26%	\$132,011.21	0.15%	\$94,148.40	0.11%
October 31, 2007	878	\$67,949,932.00	\$208,227.81	0.31%	\$198,690.79	0.29%	\$9,537.02	0.01%
Total 2007	1977	\$155,183,292.00	\$434,387.42	0.28%	\$330,702.00	0.21%	\$103,685.42	0.07%