

**CHUGACH ELECTRIC ASSOCIATION, INC.**  
**Anchorage, Alaska**

**FINANCE COMMITTEE**  
**MEETING MINUTES**

**April 8, 2008**

Committee Members in Attendance: PJ Hill, Chairman  
Elizabeth Vazquez (arrived at 4:39 p.m.)  
Jeff Lipscomb  
Uwe Kalenka

Other Director Present: Rebecca Logan (appeared telephonically at 4:30 p.m.)  
Alex Gimarc  
Jim Nordlund (arrived at 4:07 p.m.)

Guests in Attendance: Jim Walker (MEA)  
Jim Posey (ML&P)  
Scott Miller (KPMG)  
Charles Kozak (KPMG)  
Don Edwards (Dorsey & Whitney)  
Cheryl Klein (CSS-Security)

Staff in Attendance:

|               |                  |               |              |
|---------------|------------------|---------------|--------------|
| Brad Evans    | Mike Cunningham  | Connie Owens  | Dave Smith   |
| Carol Johnson | Suzanne Gibson   | Ron Vecera    | Paul Risse   |
| Ed Jenkin     | Phil Steyer      | Bill Bernier  | Burke Wick   |
| Carol Heyman  | Rick Freymiller  | Arthur Miller | Dan Knecht   |
| Kathy Harris  | Amber Van Treeck | Tyler Andrews | Teresa Kurka |
| Dora Gropp    |                  |               |              |

Recording Secretary: Jennifer McDonald, Legal Secretary

**I. Convene Meeting**

Chair Hill called the Finance Committee to order at 4:02 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Electron Drive, Anchorage, Alaska.

**II. Executive Session**

None.

**III. Approval of Agenda**

Director Kalenka moved and Director Lipscomb seconded the motion to approve the agenda. The motion passed unanimously.

**IV. Approval of Minutes**

- a. March 5, 2008

Director Kalenka moved and Director Lipscomb seconded the motion to approve the minutes of March 5, 2008. The motion passed unanimously.

**V. Customer Comments**

- a. Wholesale Customer Comments  
None.
- b. Retail Customer Comments  
None.

**VI. February Unbundled Financial Statements**

Kathy Harris, Manager, General Accounting, gave an overview of the February Unbundled Financial Statements and staff answered questions from the Committee.

*Director Nordlund arrived at 4:07 p.m.*

**VII. Unit 8 Project Authorization**

Paul Risse, Acting Senior Vice President, Power Supply, gave an overview of Unit 8 Project Authorization and answered questions from the Committee.

Director Lipscomb moved and Director Kalenka seconded the motion that the Finance Committee recommend to the Board of Directors to authorize project expenditures for the Beluga Unit 8 Major Overhaul with an estimated cost of \$2,803,609 and an estimated completion date of September 1, 2008. The motion passed unanimously.

**VIII. Signature Authority Review Compliance**

Dave Smith, Vice President, Administration, gave an overview of the Signature Authority Review Compliance.

**IX. Capital Markets Project Update**

Mike Cunningham, Senior Vice President Finance and Chief Financial Officer, gave a brief overview of the Capital Market Project Update.

**X. Correspondence**

- a. February Unbundled Financial Statements  
b. February Variance Report  
c. January Unbundled Financial Statements

**XI. Director Comments**

**Director Kalenka:** None.  
**Director Gimarc:** None.  
**Director Nordlund:** None.  
**Director Lipscomb:** None.  
**Chair Hill:** None.

**XII. Executive Session**

Director Kalenka moved and Director Lipscomb seconded the motion that pursuant to Alaska Statute 10.25.175(c) (1) and (3) the Finance Committee go into executive session 1) to discuss matters the immediate knowledge of which would clearly have an adverse effect on the finances of the cooperative; and 2) to discuss matters with its attorneys, the immediate knowledge of which could have an adverse effect on the legal position of the cooperative. The matters to be discussed are: 1) Rate Case Update and 2) SOX's Internal Control Testing Update. The motion to go into executive session passed unanimously.

The Finance Committee went into executive session at 4:24 p.m.

*Director Logan appeared telephonically at 4:30 p.m.*

*Director Vazquez arrived at 4:39 p.m.*

*Director Logan disconnected telephonically at 4:41 p.m.*

*Director Logan reconnected telephonically at 5:04 p.m.*

The Finance Committee came out of executive session at 5:07 p.m.

**XIII. Adjourn**

Director Kalenka moved and Director Vazquez seconded the motion to adjourn. The meeting adjourned at 5:07 p.m.