

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

FINANCE COMMITTEE
MEETING MINUTES

June 10, 2009

Committee Members in Attendance: PJ Hill, Chair
Pat Kennedy, Vice Chair
Rebecca Logan
Alex Gimarc
Elizabeth Vazquez (*joined at 4:07 p.m. via teleconference*)

Other Director Present: Jim Nordlund (*arrived at 4:04 p.m.*)
Janet Reiser (*arrived at 4:05 p.m.*)

Guests in Attendance: Jim Posey (ML&P)
Loral Carter (MEA)
Louann Cutler (K&L Gates)
Amy Limeus (K&L Gates)
Rusty Foreaker

Staff in Attendance:

Brad Evans	Carol Heyman	Theresa Quigley
Trey Acteson	Dustin Highers	Paul Risse
Tyler Andrews	Ed Jenkin	Tom Schulman
Ed Crowson	Mark Johnson	Dave Smith
Mike Cunningham	Theresa Kurka	Lee Thibert
Rick Freymiller	Sherri McKay-Highers	Ron Vecera
Suzanne Gibson	Arthur Miller	Jody Wolfe
Kathy Harris	Connie Owens	

Recording Secretary: DeAnna Scott, Executive Assistant

I. Convene Meeting

Chair Hill called the Finance Committee to order at 4:00 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Electron Drive, Anchorage, Alaska.

II. Executive Session

None.

III. Approval of Agenda

Director Kennedy moved and Director Gimarc seconded the motion to approve the agenda. The motion passed unanimously.

Director Nordlund arrived at 4:04 p.m.

IV. Approval of Minutes

a. May 13, 2009

Director Logan moved and Director Kennedy seconded the motion to approve the minutes of May 13, 2009. The motion passed unanimously.

Director Reiser arrived at 4:05 p.m.

V. Customer Comments

- a. Wholesale Customer Comments*
None.
- b. Member Comments*
None.

VI. April Financial Statements

Jody Wolfe, Controller, gave a presentation on the March Financial Statements and he and staff answered questions from the Committee.

Director Vazquez joined via teleconference at 4:07 p.m.

VII. 138 kV Transmission Line, Retherford Station to University Station – Contract Award

Director Logan moved and Director Kennedy seconded the motion that the Finance Committee recommend that the Board of Directors authorize the Chief Executive Officer to execute a contract with the successful low bidder for the construction work associated with the 138kV Overhead Transmission Line Project between Retherford and University Stations. The estimated completion date is June 2010. The motion passed unanimously.

VIII. Task Order – Financial Advisor to the Board of Directors

Director Logan moved and Director Kennedy seconded the motion that the Finance Committee authorize the Treasurer to enter into negotiations with Mr. Daniel Walker to formalize a financial advising arrangement with the Board of Directors.

After discussion, Director Logan moved to postpone. Chair Hill called for the vote. Directors Logan and Vazquez voted yes; Chair Hill, Directors Gimarc and Kennedy voted no. Motion failed.

Chair Hill called for the vote on the original motion. The vote was an unanimous no vote. Motion failed.

IX. Training – Deferred Debits

Kathy Harris, Manager Accounting, gave a presentation to the Finance Committee on Deferred Debits, which constituted a training session, and answered questions from the Committee.

X. Correspondence

- a. *April Financial Statements*
- b. *April Variance Report*
- c. *Signature Authority Review Compliance*
- d. *2008 IRS Form 990*

Mike Cunningham, CFO, reviewed the 2008 IRS Form 990 and answered questions from the Committee.

XI. Director Comments

Director Logan: “I’m just impressed with our Financial Department, you know. They continue to wow us with what they are doing and it’s, I am very, very appreciative of that of all the work that is put in there and of all that work that Mr. Walker has done with Mr. Cunningham to keep us in good ...*unintelligible*... I appreciate it very much.”

Director Reiser: “And I do like the additional education that we’re getting; it will probably take a while to sink in because my head could be a little thick on the subject but appreciate you trying really hard. Thanks.”

Director Kennedy: “Me too, and also I do read any IRS statements that ...*unintelligible*...”.

Director Gimarc: “Good job at controlling costs over the last three months and thank you very much for your hard work.”

Director Nordlund: “No comments.”

Director Vazquez: “No comments.”

Chair Hill: “I just want to express my admiration for all the hard work that’s been put in and the new training program, I look forward to it and thank you very much”.

XII. Executive Session

None.

XIII. Adjournment

Director Logan moved and Director Kennedy seconded the motion to adjourn. The meeting adjourned at 4:47 p.m. The motion passes unanimously.