

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

November 08, 2023
Wednesday
4:00 p.m.

AUDIT AND FINANCE COMMITTEE MEETING

Recording Secretary: Ky'yanna Hamilton

I. CALL TO ORDER

Chair Morse called the Audit and Finance Committee meeting to order at 4:09 p.m. in the boardroom of Chugach Electric Association, Inc., 5601 Electron Drive, Anchorage, Alaska.

A. Roll Call

Committee Members Present:

Rachel Morse, Chair
Sisi Cooper, Director
Sam Cason, Director
Susanne Fleek-Green, Director

Board Members Present:

Bettina Chastain, Director (*Telephonic*)

Guests and Staff Attendance

Present:

Arthur Miller	Mike Miller	Josh Travis
Sherri Highers	Luke Sliman	Karen Griffin
Andrew Laughlin	Eugene Ori	
Matthew Clarkson	Paul Johnson	
Allan Rudeck	Jessie Anderson	
Tiffany Wilson	Curtis Sims	

Via Teleconference:

Ashton Doyle	Melissa Beedle, KPMG	Blake Phillips, APCM
Debbie Gardino	David Caye	
Sandra Cacy	Nathan Golab	
Heather Slocum	Jean Kornmuller	

II. APPROVAL OF THE AGENDA

Director Cooper moved, and Director Fleek Green seconded the motion to approve the agenda. The motion passed unanimously.

Director Cason was not present at the time of the vote.

III. APPROVAL OF THE MINUTES

Director Fleek-Green moved, and Director Cooper seconded the motion to approve the August 30, 2023, Audit and Finance Committee Meeting minutes. The motion passed unanimously.

Director Cason was not present at the time of the vote.

IV. PERSONS TO BE HEARD

A. Member Comments

V. NEW BUSINESS

A. Review Chugach's 2023 Audit Plan (KPMG)

Beth Stuart, KPMG presented the Chugach's 2023 Audit plan and answered questions from the Board.

B. 2024-2028 Capital Improvement Plan and 2024 Operating Budget (Laughlin/Highers/Griffin/Sims)

Curtis Sims, Senior Manager of Budget, and Finance Reporting presented the 2024-2028 Capital Improvement Plan and Andrew Laughlin, Chief Operating Officer presented the 2024 Operating Budget to the committee and answered questions.

Director Cason arrived at 4:40 p.m.

VI. CEO REPORTS AND CORRESPONDENCE

None.

VII. NEW BUSINESS

None.

VIII. EXECUTIVE SESSION

A. Review Chugach's 2023 Audit Plan (KPMG)

At 5:28 p.m., Director Cooper moved, and Director Cason seconded the motion that pursuant to Alaska Statute 10.25.175(c)(1), the Board of Directors go into executive session to discuss and receive reports regarding matters the immediate knowledge of which would clearly have an adverse effect on the finances of the cooperative. The motion passed unanimously.

The meeting reconvened in open session at 6:05 p.m.

IX. NEW BUSINESS

A. 2024 Operating and Capital Budget (Griffin/Sims)*

Director Cooper moved, and Director Cason seconded that the Audit & Finance Committee recommend the Board of Directors approve the 2024 Operating and Capital Budget which is expected to produce margins of \$8.2 million, MFI/I ratio

of 1.18, TIER ratio of 1.22 and Equity to Total Capitalization ratio of 17.6%. These results are based on a Total Cost of Service of \$349.7 million, Total Revenue of \$357.1 million, Non-Operating Margins of \$0.8 million, and a capital expenditure cash requirement of \$133.2 million. The motion passed unanimously.

X. DIRECTOR COMMENTS

Director comments were made at this time.

XI. ADJOURNMENT

At 6:18 p.m., Director Cooper moved, and Director Fleek-Green seconded the motion to adjourn. The motion passed unanimously.