

CHUGACH ELECTRIC ASSOCIATION, INC.
Anchorage, Alaska

December 4, 2024
Wednesday
4:00 p.m.

AUDIT AND FINANCE COMMITTEE MEETING

Recording Secretary: Amanda Mankel

I. CALL TO ORDER

Chair Morse called the Audit and Finance Committee meeting to order at 4:03 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

Susanne Fleek-Green, Director

Dan Rogers, Director

Mark Wiggin, Director

Jim Nordlund, Director *Joined at 4:07 p.m.*

Board Members Present:

Bettina Chastain, Director

Guests and Staff Attendance Present:

Arthur Miller

Julie Hasquet

Chantelle Lewis-Boutte

Sherri Highers

Mike Miller

Scarlett Masten

Matthew Clarkson

Josh Travis

Angela Kuest, Member

Allan Rudeck

Whitney Wilkson

Bernie Smith, Member

Paul Millwood

Dustin Highers

Via Teleconference:

Andrew Laughlin

Nathan Golab

Heather Slocum

Stephanie Huddell

Sandra Cacy

Buddi Richey

II. APPROVAL OF THE AGENDA

Director Wiggin moved, and Director Cooper seconded the motion to approve the agenda, with an amendment to strike number IX. Director Comments until after the Governance Committee Meeting immediately following. The motion passed unanimously.

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

III. APPROVAL OF THE MINUTES

Director Cooper moved, and Director Wiggin seconded the motion to approve November 19, 2024, Audit and Finance Meeting minutes. The motion passed unanimously.

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

IV. PERSONS TO BE HEARD (none)

V. CEO REPORTS AND CORRESPONDENCE (none)

Director Nordland joined at 4:07 p.m.

VI. NEW BUSINESS

A. 2025 Operating & Capital Budget

Paul Millwood, VP Finance & Accounting, and Mike Miller, VP Engineering, presented the 2025 Operating & Capital Budget and responded to questions from the Committee.

Director Cooper moved, and Director Wiggin seconded that the Audit and Finance Committee recommend the Board of Directors approve the 2025 Operating and Capital Budget which is expected to produce margins of \$15.4 million, MFI/I ratio of 1.30, TIER ratio of 1.35 and Equity to Total Capitalization ratio of 17.1%. These results are based on a Total Cost of Service of \$379.3 million, Total Revenue of \$392.2 million, Non-Operating Margins of \$2.5 million, and a capital expenditure cash requirement of \$117.7 million.

B. KPMG Contract Extension*

Director Fleek-Green moved, and Director Cooper seconded that the Audit & Finance Committee recommend the Board of Directors approve a 3-year contract extension for financial audit services with KPMG.

VII. EXECUTIVE SESSION (none)

VIII. NEW BUSINESS (none)

IX. DIRECTOR COMMENTS

Per Agenda amendment, Director Comments were made during the Governance Committee Meeting immediately following Audit and Finance Committee.

X. ADJOURNMENT

At 5:02 p.m., Director Wiggin moved, and Director Cooper seconded the motion to adjourn. The motion passed unanimously.