

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

**March 29, 2023
Wednesday
4:00 p.m.**

AUDIT AND FINANCE COMMITTEE MEETING

Recording Secretary: Sandra Cacy

I. CALL TO ORDER

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

A. Roll Call

Committee Members Present:

Harold Hollis, Chair
Sam Cason, Director
Sisi Cooper, Director (*via teleconference*)
Rachel Morse, Director

Committee Members Absent:

Bettina Chastain, Director

Board Members Present:

Mark Wiggin, Director
Bernie Smith, Director

Guests and Staff Attendance

Present:

Sherri Highers	Julie Hasquet	Curtis Sims
Arthur Miller	Matthew Clarkson	Jessie Anderson
Karen Griffin	Nathan Golab	Jean Kornmuller
Andrew Laughlin	Kate Ayers	Ashton Doyle
Brandy Niclai, APCM	Todd McCarty	Blake Phillips, APCM
Steve Konkel, REAP, Director	Andrew Laughlin	Michael Hayhurst, KPMG
Beth Stewart, KPMG	Josh Travis	Melissa Beedle, KPMG
	Vinay Sharma, APCM	

Via Teleconference:

II. APPROVAL OF THE AGENDA

Director Morse moved and Director Cooper 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 Morse moved and Director Cooper seconded the motion to approve the November 30, 2022, Audit and Finance Committee Meeting minutes. The motion passed unanimously.

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

Director Cason arrived at 4:03 p.m.

IV. PERSONS TO BE HEARD

- A. *Member Comments*
None.

V. NEW BUSINESS

None.

VI. CEO REPORTS AND CORRESPONDENCE

- A. *4th Quarter 2022 Capital Tracking Report (Sims/Griffin)*
The 4th Quarter 2022 Capital Tracking Report was provided in the meeting packet.
- B. *4th Quarter 2022 Operating Budget Status Report (Sims/Griffin)*
The 4th Quarter 2022 Operating Budget Status Report was provided in the meeting packet.
- C. *4th Quarter 2022 Contract Status Report (Vecera)*
The 4th Quarter 2022 Contract Status Report was provided in the meeting packet.

Arthur Miller, Chief Executive Officer, gave a summary of the CEO Reports and Correspondence items and responded to questions from the Committee.

VII. NEW BUSINESS

- A. *2022 Year-End Financials and Variance Report (Griffin)*
Karin Griffin, Vice President of Finance and Accounting, presented the Year-End 2022 Financial Information and Variance Report and responded to questions from the Committee.
- B. *Hybrid Approach to Capital Credit Retirement (Ayers)*
Kate Ayers, Sr. Manager of Key Accounts & Sustainability, discussed a hybrid approach option for Capital Credit Retirement and responded to questions from the Committee.
- C. *BRU ARO Investment Portfolio Review (APCM/Highers)*
Blake Phillips and Brandy Niclai, Alaska Permanent Capital Management, discussed CEA's Investment Portfolio as well as potential market investment options and responded to questions from the Board.

VIII. EXECUTIVE SESSION

- A. BRU ARO Investment Strategy Review (APCM/Highers)*
- B. Review 2022 Independent Audited Financial Statements (KPMG)*
- C. Board and Auditor Discussion (Board/KPMG)*
- D. 2022 Year-End Financial Report (Sims/Griffin)*

At 4:56 p.m., Director Cason moved and Director Morse seconded the motion that pursuant to Alaska Statute 10.25.175(c)(1), the Audit and Finance Committee 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 6:52 p.m.

IX. NEW BUSINESS

None.

X. DIRECTOR COMMENTS

Director comments were made at this time.

XI. ADJOURNMENT

At 6:59 p.m., Director Morse moved and Director Cason seconded the motion to adjourn. The motion passed unanimously.