



RESOLUTION

Re-Entry Into Simplified Rate Filing (SRF)

WHEREAS, Chugach Electric Association, Inc. (Chugach) is an electric cooperative eligible to participate in the Simplified Rate Filing (SRF) process in accordance with AS 42.05.381(e) and 3 AAC 48.700 through 3 AAC 48.790;

WHEREAS, Chugach currently adjusts base customer, demand, and energy rates through general rate case proceedings that can take upwards of 15 months to fully adjudicate;

WHEREAS, Chugach desires to adopt a more efficient and cost-effective process for base rate adjustments;

WHEREAS, the intent of SRF is to streamline portions of the rate adjustment process by updating underlying cost and sales information while recognizing established ratemaking methodologies, including Times Interest Earned Ratio requirements;

WHEREAS, SRF provides financial benefit realized through timely cost recovery and reduced litigation expenses;

WHEREAS, adoption of the SRF process for semi-annual filings utilizing the twelve-month periods ending June and December of each year as the “test year” for determination of rate changes will facilitate the efficient matching of cost incurrence and changes in sales to corresponding adjustments to electric rates;

WHEREAS, base demand and energy rate increases under SRF are limited to 8 percent in a 12-month period and 20 percent in a 36-month period;

WHEREAS, adoption of the SRF process will continue to allow retail and wholesale member involvement during the rate review process with both the Chugach Board and the Regulatory Commission of Alaska (Commission);

WHEREAS, Chugach filed a 2022 test year general rate case with the Commission that establishes demand and energy rates at each customer-class service level and provides a baseline to facilitate entry into the SRF process;

WHEREAS, the Commission has issued a final order on Chugach’s 2022 test year general rate case;

WHEREAS, use of the SRF process to adjust rates will not eliminate the need for periodic general rate case or other related filings in response to changes in underlying financial or ratemaking conditions; and,

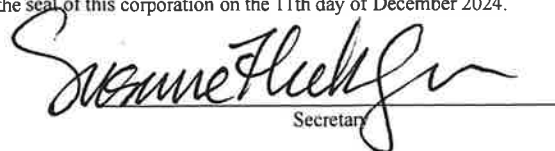
WHEREAS, Chugach has provided individual notice to its retail members and wholesale member Seward Electric System of the Chugach Board's consideration of SRF, in accordance with 3 AAC 48.730(b).

NOW THEREFORE, BE IT RESOLVED, that the Chugach Board of Directors approves Chugach's re-entry into the SRF process for base demand and energy rate adjustments on a semi-annual basis to Chugach retail and wholesale customer classes in conformance with 3 AAC 48.700 through 3 AAC 48.790.

CERTIFICATION

I, Susanne Fleek-Green, do hereby certify that I am the Secretary of Chugach Electric Association, Inc., an electric not for profit cooperative membership corporation organized and existing under the laws of the State of Alaska: that the foregoing is a complete and correct copy of a resolution adopted at a meeting of the Board of Directors of this corporation, duly and properly called and held on the 11th day of December, 2024; that a quorum was present at the meeting; that the resolution is set forth in the minutes of the meeting and has not been rescinded or modified.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the seal of this corporation on the 11th day of December 2024.


Secretary