



## RESOLUTION

### Retail Capital Credit Retirement

WHEREAS, the Chugach Electric Association, Inc. (Chugach) Board of Directors desires to proceed with a retail capital credit retirement;

WHEREAS, the Board of Directors has determined that this retirement will not impair the financial condition of the Association;

WHEREAS, in accordance with Chugach's Second Amended and Restated Indenture of Trust, capital credit retirements are currently restricted to the lesser of 5% of Chugach's patronage capital or 50% of assignable margins for the prior fiscal year, which cannot exceed \$4,049,890; and

WHEREAS, the Board of Directors approved \$300,000 for the retirement of retail capital credits on a discounted basis for estate payments and former members that are no longer receiving electric service for 2024 by resolution on December 6, 2023.

NOW THEREFORE BE IT RESOLVED, Chugach shall make a retail capital credit retirement of \$4,049,890 less \$300,000 paid early to estates and inactive members who closed their memberships and received discounted capital credit payments, or a total amount not to exceed \$3,749,890. This will retire approximately \$3.0 million of capital credits for the year 1992 and approximately \$0.7 million of capital credits for the year 2023, which utilizes a 75% First In - First Out (FIFO) and 25% Last In - First Out (LIFO) retirement method. This amount will have a 0.24% impact on Chugach's equity to total capitalization ratio.

BE IT FURTHER RESOLVED, that the retail retirement is expected to be distributed in the form of a check or as a credit on a member's bill no later than December 31, 2024.

BE IT FURTHER RESOLVED, that the capital credits of any member with an outstanding debt will be used to offset that debt until it is paid in full or all available capital credits have been credited to that debt.

#### 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 15<sup>th</sup> day of October, 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a quorum was present at the meeting; that the resolution is set forth in the minutes of the meeting and has not been rescinded or modified.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 the 15<sup>th</sup> day of October, 2024.

  
Secretary