

RESOLUTION

Support of a Renewable Portfolio Standard

WHEREAS, Chugach Electric Association, Inc. (Chugach) is proud to provide safe, reliable, and affordable electricity through superior service and sustainable practices to its more than 90,000 members; and

WHEREAS, the Chugach Board of Directors adopted sustainability as a business philosophy which broadens the focus of the financial bottom line to include social and environmental responsibility measures to create a greater long-term business value for the Association and its members; and

WHEREAS, consistent with sustainability as a business philosophy, Chugach has a goal to reduce its carbon intensity by at least 35% by 2030 and by at least 50% by 2040 without a negative material impact on Chugach members' rates and/or reliability; and

WHEREAS, Chugach desires to diversify its energy resources to assure an on-going supply of generation, operational diversity, and to reduce gas price risk and supply risk exposure; and

WHEREAS, renewable portfolio standard (RPS) legislation will provide regulatory certainty for the recovery of utility costs from the addition of renewable generation by providing the Regulatory Commission of Alaska the ability to value generation diversification, in addition to price, when reviewing and approving contracts; and

WHEREAS, Chugach recognizes the technological advances and significant reduction in the price of renewable energy, and is working to integrate renewable energy into its generation mix to ensure a supply of affordable and reliable electricity that is critical to the economy of Southcentral Alaska; and

WHEREAS, the federal government currently has generous and time-limited financial incentives for utilities, other businesses and individuals to invest in renewable energy; and

WHEREAS, more power generated by renewable sources helps conserve the limited lower-priced Cook Inlet natural gas and reduces the long-term need for more expensive imported natural gas; and

WHEREAS, the purpose of an RPS is to require that a specified percentage of the electricity utilities sell originate from renewable generation resources; and

WHEREAS, over thirty other states/territories have adopted an RPS in order to encourage the implementation of renewable energy; and

THEREFORE BE IT RESOLVED, that Chugach supports the establishment of an RPS; and

BE IT FURTHER RESOLVED, the costs of compliance and/or penalties if assessed due to an RPS be



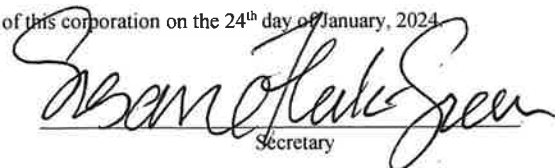
recoverable in rates, and such penalties shall be dedicated to renewable energy efforts by the non-complying utility and benefitting all utility members; and

BE IT FINALLY RESOLVED, that RPS legislation should provide waivers for non-compliance due to reasons beyond the reasonable control of the utility such as system constraints, failed third-party contractual obligations or natural disasters, or if compliance would result in a negative material impact on Chugach members' rates and/or reliability; or based on demonstrated good faith compliance efforts by the utility.

CERTIFICATION

I, Susanne Fleck-Green, do hereby certify that I am the Secretary of Chugach Electric Association, Inc., an electric non-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 24th day of January, 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 24th day of January, 2024.


Secretary