



**Matanuska Electric  
Association, Inc.**

P.O. Box 2929  
Palmer, Alaska 99645-2929  
Telephone: (907) 745-3231  
Fax: (907) 761-9368

RECEIVED  
OCT 14 2004

AIDEA/AE

October 12, 2004

Rebecca Garrett  
Project Manager  
Alaska Energy Authority  
813 West Northern Lights Boulevard  
Anchorage, Alaska 99503

Dear Ms. Garrett:

Subject: Denali Commission Grant Agreement # 2195178

Pursuant to Article B Section 3 of the Agreement, attached is the status report for the 3<sup>rd</sup> quarter of 2004. On the Dshka Landing project, the financial report shows MEA has almost spent the maximum needed to qualify for the maximum amount of the grant. On the Talkeetna River project, MEA has spent more than necessary to qualify for the maximum amount of the grant. No invoices have yet been sent on either project. If you have any questions, please call me at 761-9283.

Sincerely,

Robert C. Drake  
Operations Manager

DENALI COMMISSION GRANT  
PROGRESS REPORT

Grantee: **Matanuska Electric Association, Inc.**

Project Name: **Parks Hwy. Electric Line Extensions**

Grant # **2195178**

Period of Report: **7/1/04 to 9/30/04**

Project Activities Completed:

Construction of the Talkeetna River project is complete. We are currently trying to get easements to allow for a less expensive option to complete the last phase of the Deshka Landing project. The overall Deshka Landing project is 90-95% complete.

Existing or Potential Problems:

Easement needed for less expensive route to final phase of project.

Activities Planned for Next Reporting Period:

It appears we will be able to acquire the needed easement. Once we have the easement, final design will be completed.

Pictures:

None – no new construction activity this quarter

Invoices Sent to Date:

None.



Robert C. Drake  
Operations Manager