

APPROVED
MINUTES OF THE ANNUAL MEMBER MEETING
OF KAUA'I ISLAND UTILITY COOPERATIVE
HELD AT THE KAUA'I PHILIPPINE CULTURAL CENTER
ON JULY 20, 2023

Present: Allan Smith, Jan TenBruggencate, Calvin Murashige, Peter Yukimura, Dee Crowell, David Iha, Janet Kass, Jim Mayfield, and Teofilo Phil Tacbian

Also present: CEO David Bissell; Laurel Loo, General Counsel; CFO Stacie Dellamano; KIUC Members and Members of the Public (100 approximately)

Chair Smith called the meeting to order at 6:01 p.m., introduced board members and staff, and led the meeting with the Pledge of Allegiance.

- Director Murashige moved to approve the minutes of the Annual Membership Meeting held July 20, 2022; Director TenBruggencate seconded the motion. The minutes were approved unanimously.

Power Point presentation on the achievements of the cooperative and overview of the strategic plan was provided. Attached is a copy.

Door prizes were announced and given to six members in attendance.

The meeting was adjourned at 6:49 p.m.

Respectfully Submitted,

Calvin Murashige
Calvin Murashige (Aug 8, 2024 10:00 HST)

Calvin Murashige
Secretary



Looking Back, Looking Forward

Reflections on 20 Years

2023 Annual Meeting



**Kaua'i Island
Utility Cooperative**

Your Touchstone Energy® Cooperative



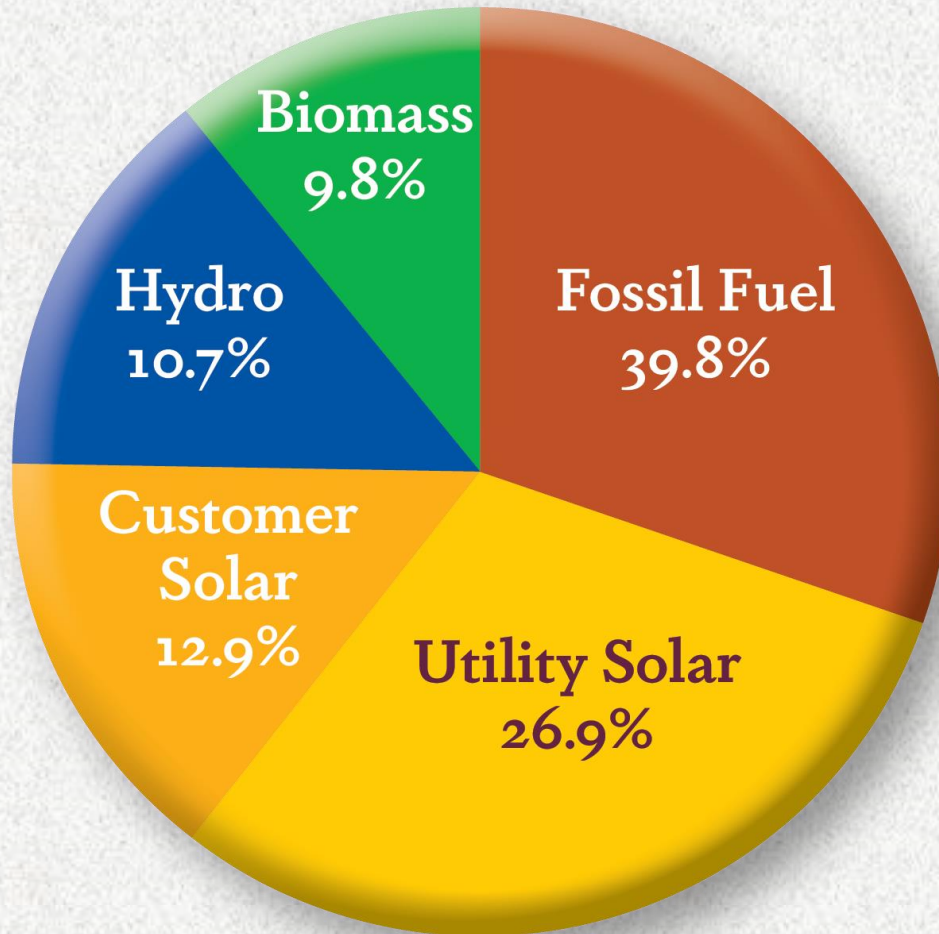
2022 KEY ACCOMPLISHMENTS

- ❖ Renewable generation 60.2% (leads the state)
- ❖ Reliability 99.982% (best in the state)
- ❖ Residential rates lowest in the state from May 2022 to present



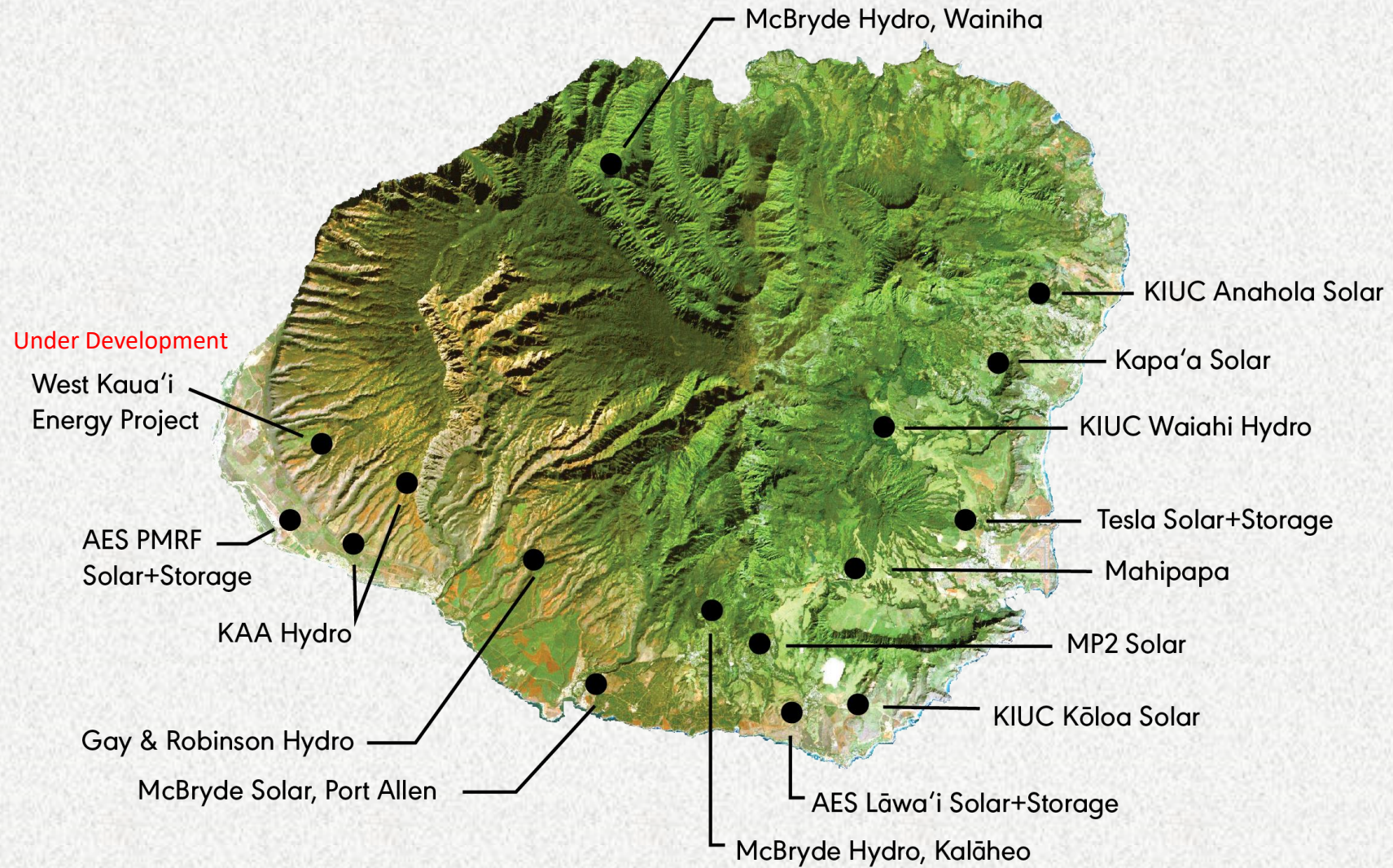
RENEWABLE ENERGY IN 2022 (60.2%)

2022 Fuel Mix by Source

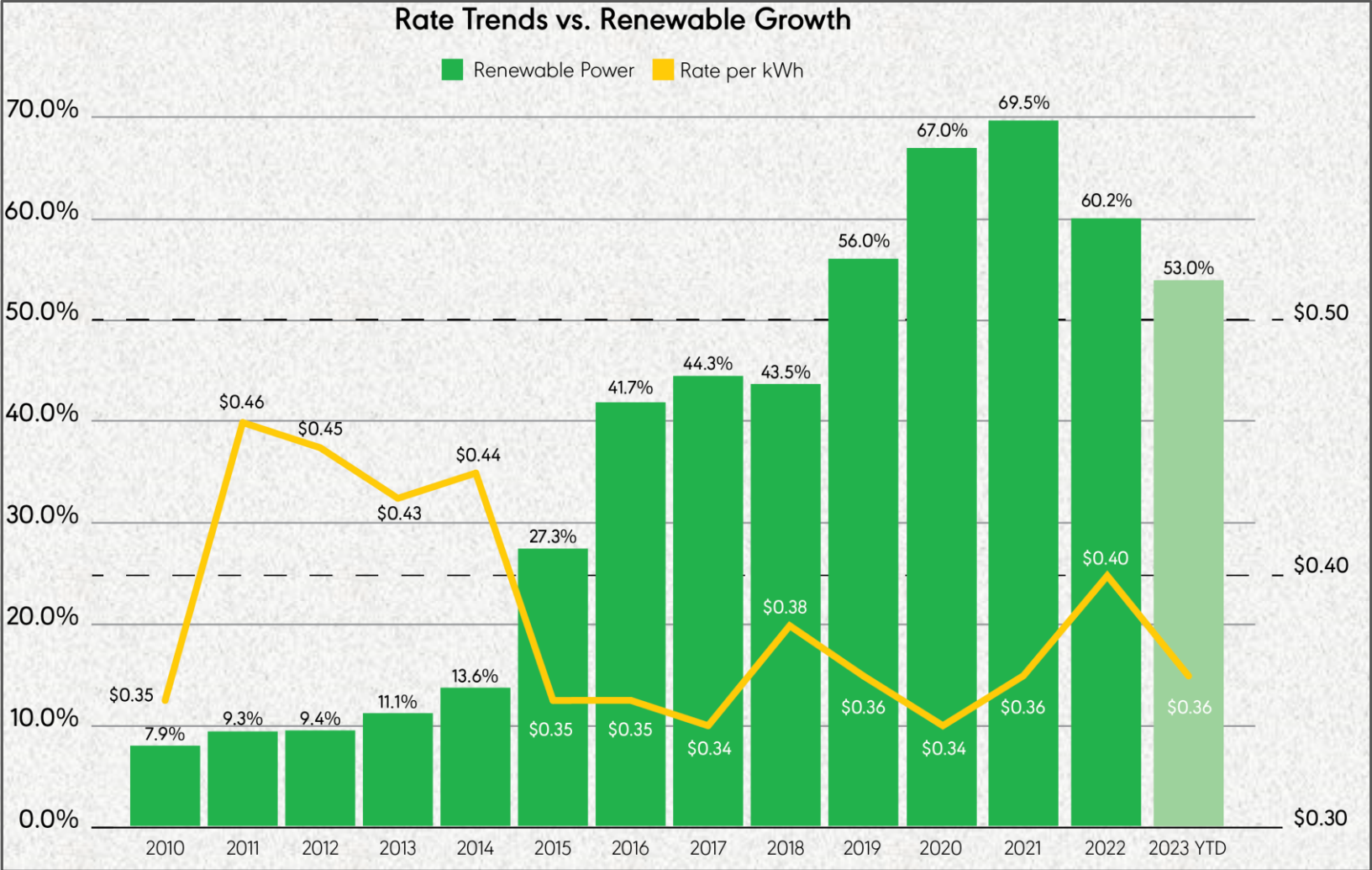


- ❖ Reduction from 69.5% in 2021
- ❖ Same amount of renewable, higher sales
- ❖ Change in formula for calculating RPS

RENEWABLE DISTRIBUTION



RENEWABLES AND RATES



STATEWIDE RATE COMPARISON 2022



2022 FINANCIAL RESULTS

- ❖ 5% increase in electricity sales
- ❖ Net margin \$3.2 million, down 61% from \$8.3 million in 2021 (end of lost gross margin regulatory treatment)
- ❖ \$461 million in assets, an increase of 7.4% (partially due to new accounting treatment from leases)
- ❖ Equity of \$135 million, up \$1 million
 - ❖ Equity to assets ratio 32%, down from 34%

RATE CASE

- ❖ First base rate increase request since 2010
- ❖ Net increase in revenues of \$16.7 million, based on a calendar 2023 Test Year
- ❖ The request represents a 9.42% increase in electric revenue of \$177 million at current rates for the Test Year

kiuc.coop/ratecase

PROJECT UPDATES – West Kaua‘i Energy Project

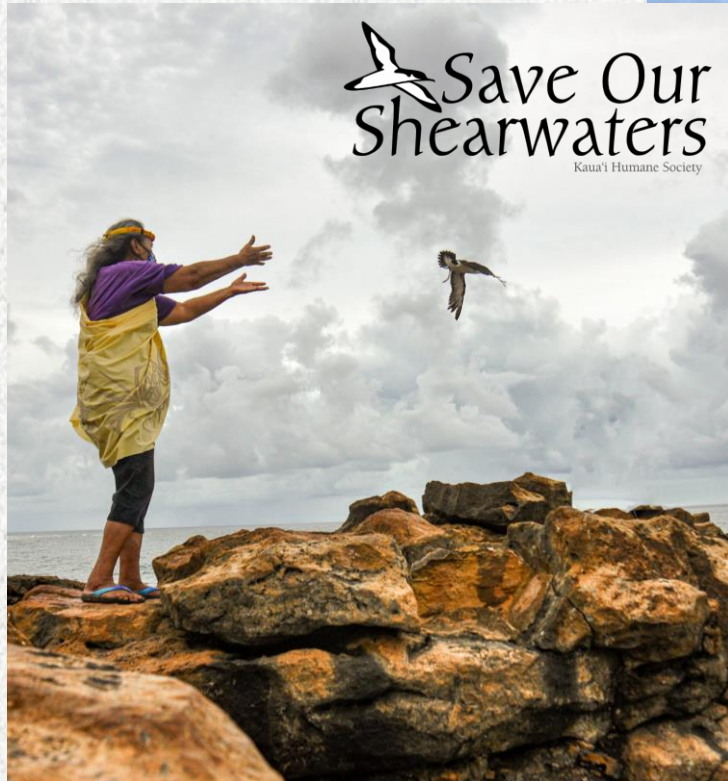
- ❖ Pumped storage hydro with solar
- ❖ 24 MW
- ❖ Firm power



www.kiuc.coop/wkep



PROJECT UPDATES – Habitat Conservation Plan

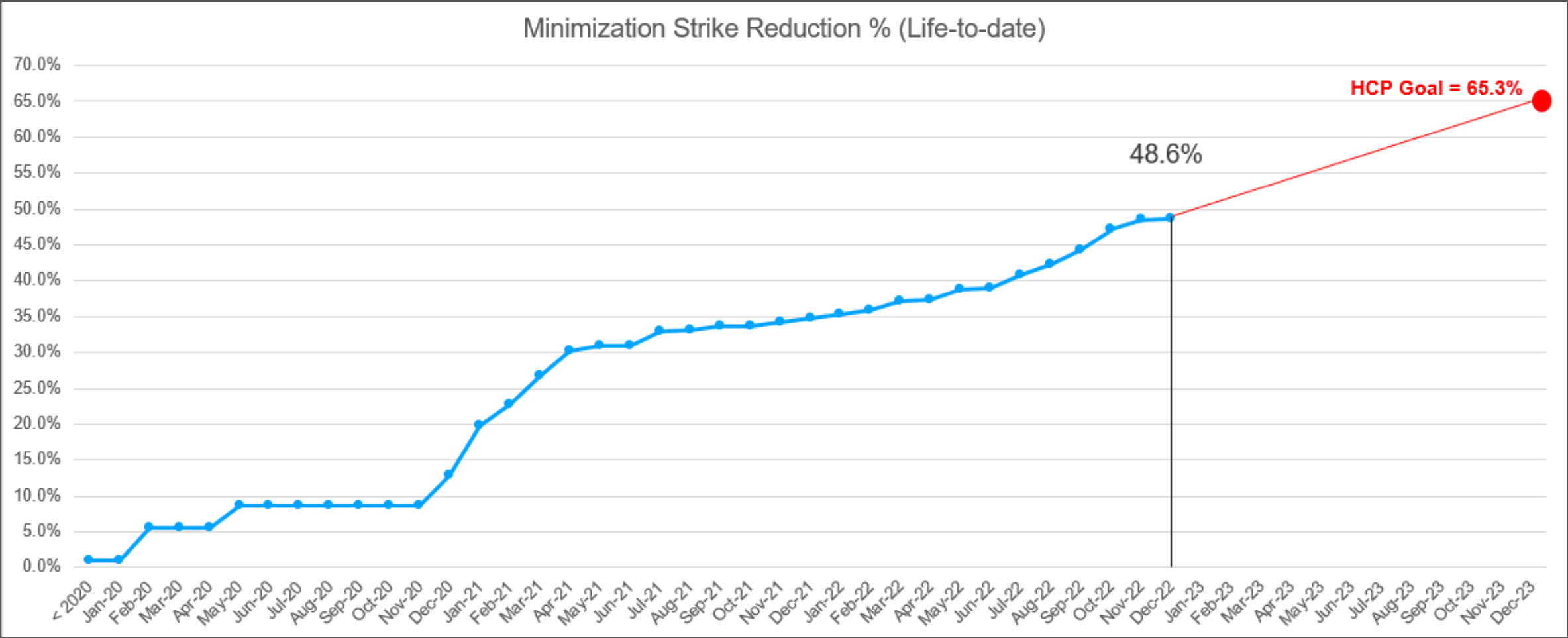


Bird Diverters



Predator Fencing

PROJECT UPDATES – Habitat Conservation Plan



PROJECT UPDATES – Anahola Service Center



Blessing: April 28, 2023



PROJECT UPDATES – Pacific Biodiesel



First delivery of biodiesel to KPS June 28, 2023

PROJECT UPDATES – New Rebate Programs



Split Air Conditioning & Maintenance



Commercial EV Chargers



Clothes Dryers

FEDERAL FUNDING OPPORTUNITIES

- Congressionally Directed Spending (CDS)
 - \$1.0 million CDS approved for battery storage installation at North Shore substation
 - \$1.3 million CDS request pending for Port Allen Synchronous Condenser Project
- Infrastructure Improvements and Jobs Act (IIJA)
 - \$60,000,000 in federal funding requested
- Inflation Reduction Act (IRA) Powering Affordable Clean Energy Program (PACE)
 - \$26 million in RUS loans requested from KIUC
 - \$300 million in RUS loans requested from AES for WKEP

Projects proposed include North Shore resiliency projects, Kilohana Switchyard, BESS installations at Anahola and Kōloa solar facilities, PAGS Synchronous Condenser Project, West Kaua‘i Energy Project

EMERGENCY PREPAREDNESS

- Make an emergency plan for you and your extended family
- Keep trees around your home trimmed
- Use surge protectors to avoid damage to appliances and electronics
 - Turn off and unplug any unnecessary appliances or equipment during a storm
- Know where your electrical and gas shutoffs are located
- Tie down or put away loose outdoor items before a storm
- Keep a battery powered radio and flashlights handy
- If you lose power, keep your refrigerator door closed; food will stay cold for up to four hours
- Follow KIUC's Facebook page or monitor posts on KIUC's website: www.kiuc.coop



STRATEGIC PLAN UPDATE



STRATEGIC PLAN 2023-2033

Goal 1: Cost of Electricity – *KIUC will deliver electricity at the lowest possible cost.*



STRATEGIC PLAN 2023-2033

Goal 2: Carbon Footprint – *KIUC will contribute to a sustainable Kauai.*



STRATEGIC PLAN 2023-2033

Goal 3: Resilience and Reliability - *KIUC will become more resilient, improve reliability, and be better able to handle operational challenges and threats from cybersecurity, local climate change impacts, and natural disasters such as hurricanes and floods.*



Mahalo!