

Board of Directors Meeting

1:00 p.m., May 28, 2020

Via Conference Call

(808)451-3671

Conference ID: 639 828 021#

AGENDA

1. Roll Call
2. Invocation – Calvin Murashige
3. Approval of Agenda
4. Approval of Minutes
 - 04-30-2020 Regular Meeting
5. President’s Report – David Bissell, President and CEO
6. Financial Report – Karissa Jonas, CFO
7. NRECA Hawaii Director Report (David Iha)
8. Committee Reports
 - Executive Committee (Committee Chair, Jan TenBruggencate)
 - Finance & Audit (Committee Chair, Peter Yukimura)
 - Government Relations/Legislative Affairs (Committee Chair, Teofilo Tacbian)
 - International (Committee Chair, David Iha)
 - Member Relations (Committee Chair, Dee Crowell)
 - Policy (Committee Chair, Janet Kass)
 - Strategic Planning (Committee Chair, James Mayfield)
9. Charitable Foundation Board
10. Public Testimony - Testimony must be in written form and received via email at boardchair@hawaii.rr.com no later than Wednesday, May 27, 2020 at 12:00 noon.
11. New Business
 - 2020 Annual Meeting Date – July 22, 2020 (**Member Relations, Action Item**)
 - GT Exhaust System (**F&A, Action Item**)
 - Hana Kukui Lease Exercise Option to Extend Term (**F&A, Action Item**)
 - Resolution 03-20 (**F&A, Action Item**)
 - Resolution 04-20 (**Executive, Action Item**)

12. Calendar

- **June 11, 2020** – HOLIDAY, KIUC Offices Closed
- **June 19, 2020** – Board Committee Meetings (9:00am, via conference call)
- **June 25, 2020** – Regular Board Meeting (1:00pm, via conference call)

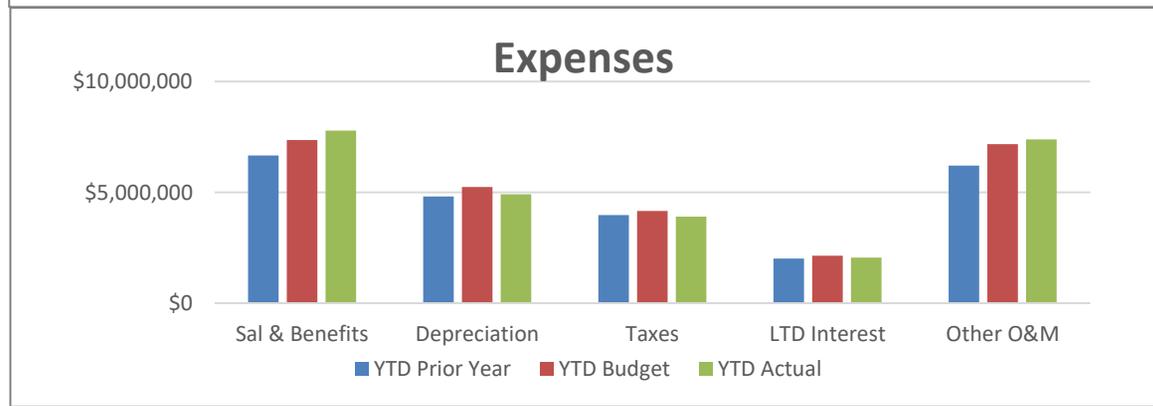
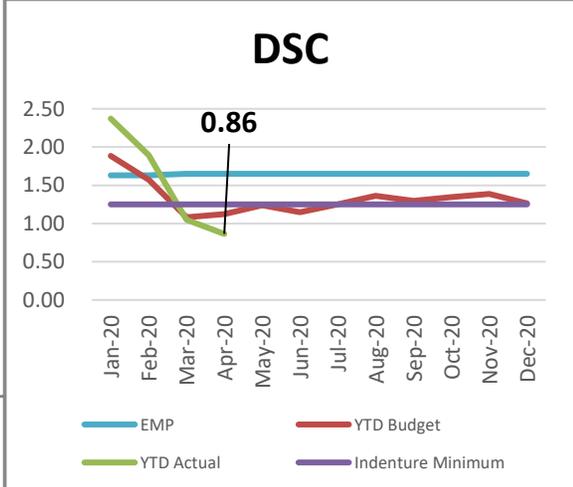
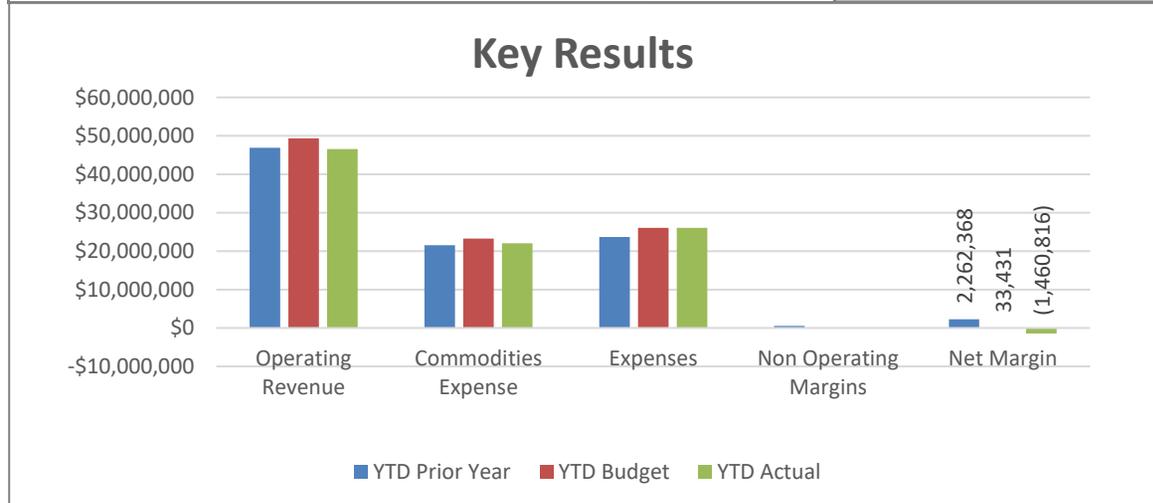
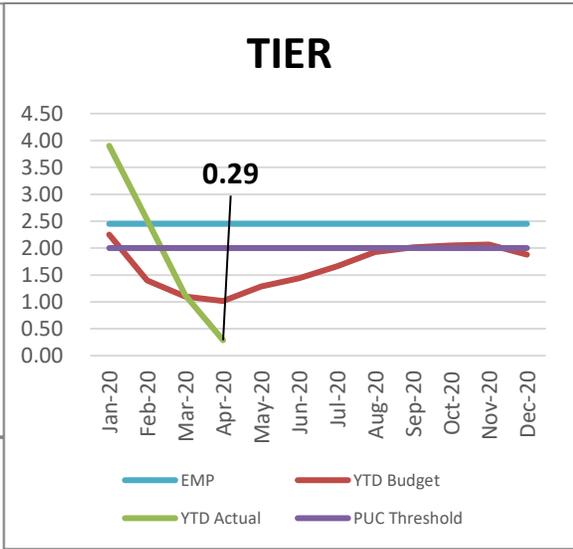
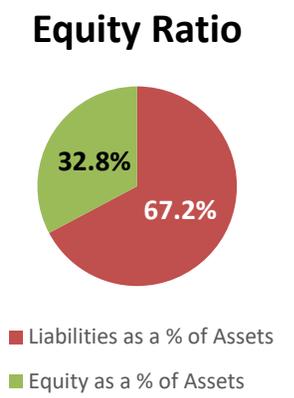
13. Executive Session - Pursuant to Board Policy No. 16 the Board may, when deemed necessary, hold an executive session closed to the public on matters limited to those specified in Policy No. 16.

- Legal consultation with regard to ongoing litigation.
- Matters which could affect ongoing or potential negotiations in legal or administrative proceedings
- Hiring, evaluating, dismissing or disciplining an officer or employee.

In addition other matters may come before the Board within the parameters of Board Policy No. 16 which need to be discussed in Executive Session.

14. Adjournment – Adjournment scheduled for 3:30 p.m. or before if all business has been concluded by that time. If not, at that time, the Directors may decide by majority vote to adjourn the meeting to a date and time to be determined in order to conclude the business.

MWh Sales				
Class	YTD Prior Year	YTD Actual		Percent Change
Residential (D)	54,789	56,761	↑	3.6%
Small Comm (G)	20,583	18,664	↓	-9.3%
Large Comm (J)	15,352	15,097	↓	-1.7%
Lrg Pwr Primary (L)	15,123	15,206	↑	0.5%
Lrg Pwr Secondary (P)	31,446	31,135	↓	-1.0%
Street Lighting (SL)	277	257	↓	-7.4%
Irrigation	60	256	↑	330.5%
Total	137,629	137,376	↓	-0.2%



Liquidity

	YTD Actual
Cash	\$13,177,124
Short-Term Investments	\$19,115,656
Cushion of Credit	\$16,223,838
Line of Credit Available	\$40,000,000
Line of Credit Drawn	\$0

**RESOLUTION 03-20 OF THE
BOARD OF DIRECTORS OF
KAUA'I ISLAND UTILITY COOPERATIVE ("KIUC")**

WHEREAS, the Coronavirus Disease 2019 (“COVID-19”) has been declared a pandemic worldwide; and

WHEREAS, kWh sales and electric revenues have dramatically decreased as many businesses have been closed; and

WHEREAS, KIUC desires to seek regulatory approval for lost gross margins from significantly decreased kWh sales for 2020 and 2021 and possibly longer; and

WHEREAS, KIUC will be filing an application before the Hawaii Public Utilities Commission (“HPUC”) to seek regulatory asset treatment; and

NOW, THEREFORE, be it hereby resolved by the Board of Directors of KIUC as follows:

1. The Board approves of KIUC staff filing an application before the HPUC to seek regulatory asset treatment for lost gross margins from significantly decreased kWh sales for 2020 and 2021 and beyond.

SECRETARY'S CERTIFICATE

The undersigned Secretary of KIUC hereby certifies that the foregoing Resolution of the Board of Directors of KIUC was duly adopted at the Regular Meeting of the Board of Directors held on May 28, 2020, at Lihu`e, Kaua`i, Hawai`i.

Dated this 28th day of May, 2020, at Lihu`e, Kaua`i, Hawai`i.

Calvin Murashige
Secretary

**RESOLUTION 04-20 OF THE
BOARD OF DIRECTORS OF
KAUA`I ISLAND UTILITY COOPERATIVE ("KIUC")**

WHEREAS, the Coronavirus Disease 2019 (“COVID-19”) has been declared a pandemic worldwide; and

WHEREAS, kWh sales and electric revenues have dramatically decreased as many businesses have been closed; and

WHEREAS, and the Small Business Administration in April made available a “Paycheck Protection Program” to allow certain businesses to apply for federal assistance; and

WHEREAS, KIUC staff applied for a PPP loan to be used for ongoing operations; and’

WHEREAS, KIUC’s Board of Directors (“Board”) recognizes the PPP loan will assist KIUC in meeting its payroll and other obligations in light of decreasing revenues;

NOW, THEREFORE, be it hereby resolved by the Board of Directors of KIUC as follows:

1. The Board ratifies KIUC’s application of the PPP loan in April 2020, and approves the use of the funds for payroll and ongoing operations.

SECRETARY'S CERTIFICATE

The undersigned Secretary of KIUC hereby certifies the foregoing Resolution of the Board of Directors of KIUC was duly adopted at the Regular Meeting of the Board of Directors held on May 28, 2020, at Lihu`e, Kaua`i, Hawai`i.

Dated this 28th day of May, 2020, at Lihu`e, Kaua`i, Hawai`i.

Calvin Murashige
Secretary