

**REGULAR MEETING OF THE BOARD OF DIRECTORS**  
**KAUA'I ISLAND UTILITY COOPERATIVE**  
Held at KIUC Main Conference Room and Video Conference Call  
August 26, 2025

**MINUTES**

Meeting called to order by Vice Chair TenBruggencate at 1:00 p.m.

**1. Roll Call**

- 1.1. **Directors present:** Directors Jan TenBruggencate (Vice Chair), Edmund Acoba, David Iha, James Mayfield, Calvin Murashige (Secretary), Teofilo Tacbian, Michael Yamane, and Peter Yukimura (Treasurer); David Bissell (CEO)
- 1.2. **Others present:** Laurel Loo (General Counsel), Teresa Amoy (Executive Administrator), Erin Tsuda (CFO), Brad Rockwell (COO)
- 1.3. **Others present via Video Conference Call:** Beth Amaro (Member Services & Communications Mgr.), Lisa Ubay (Mgr. of HR and Safety), John Cox (T&D Mgr.), Daurice Arruda (Accounting Mgr.), Corinne Cuaresma (Controller), Scott Sato (Energy Services Supervisor), Shelley Paik (PA Specialist), Allison Young (Comm. & PR Specialist); Members of the press (0) and Members of the public (1)
- 1.4. **Absent/Excused:** Allan Smith (Chair)

**2. Approval of the Agenda**

- 2.1. The Board of Directors' agenda of August 26, 2025, was approved as circulated.

**3. Approval of Minutes**

- 3.1. The minutes of July 31, 2025, Regular Board meeting were approved as circulated.

**4. Director Safety Moment**

Director TenBruggencate, Director Yamane, and Director Acoba each shared a brief safety moment with the board and the staff.

**5. President's Report – David Bissell (CEO)**

- 5.1. The President's report was circulated to the board for the month of August summarizing safety and reliability, peak demand update, rates, the Habitat Conservation Plan (HCP), renewable projects, and wildfire mitigation plan and preparation. More detailed information is provided in the presentation attached. Brief discussion ensued with the board and staff.

## 6. Financial Report – Erin Tsuda (CFO)

- 6.1. The CFO provided a recap on the July 2025 Financial Report. Provided in the presentation includes the income statement scorecard, year-to-date financial highlights, monthly highlights, balance sheet financial scorecard and financial highlights, total kWh sold, and total accounts receivable balance update. More detailed information is provided in the presentation attached. Brief discussion with the board and staff ensued.

## 7. NRECA Hawai'i Director Report – Director David Iha

- 7.1. Director Iha provided a brief update on NRECA matters:
- **FEMA Reestablishment:** There is a bipartisan effort in Congress to reestablish FEMA at the cabinet level. A bill has been introduced, as all 435 districts have received FEMA funds.
  - **Clean Air Act:** Discussions are ongoing about potential changes to the Clean Air Act. While new rules are expected to be posted by the end of the year, legal challenges may delay implementation, leaving the situation in limbo.

## 8. Charitable Foundation Board Report – Director Phil Tacbian

- 8.1. Director Tacbian provided a recap on the Charitable Foundation report that was circulated to the board (report attached).
- Director Acoba announced that he was asked to be co-chair of the Charitable Foundation Golf Tournament.

## 9. Public Testimony

- 9.1. No public testimony was received.

## 10. New Business

### 10.1. Policy 32 – Member Petitions

- Director Acoba introduced Policy 32, Member Petitions policy. The Policy Committee recommended reauthorizing Policy 32 with no changes or modifications.

[Motion: Acoba] [Second: Murashige]

IN FAVOR:	TenBruggencate, Murashige, Yukimura Acoba, Yamane, Iha, Mayfield, Tacbian	Total – 8
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OPPOSED:	None	Total – 0
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EXCUSED:	Smith	Total – 1
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**Motion carried**

## 11. Calendar

- 11.1. **September 1, 2025** – HOLIDAY – Labor Day (KIUC Offices Closed)
- 11.2. **September 16, 2025** – Board Committee Meetings (9:00am, MCR)
- 11.3. **September 25, 2025** – Regular Board Meeting (1:00pm, MCR/Zoom)

## 12. Executive Session


At 1:34 p.m. the Board recessed the meeting to enter Executive Session closed to the public on matters limited to those specified in Section II. A. 2. of Board Policy No. 16. The items to be discussed in the Executive Session are matters of a proprietary or financial nature, public disclosure of which could affect on-going or potential negotiations, or legal or administrative proceedings and human resource issues related to the hiring, evaluating, dismissing, or disciplining an officer or employee and a matter requiring legal consultation on issues pertaining to the powers, duties, privileges, immunities, and liabilities of the Board of Directors.

12.1. The open session of the Regular meeting was reconvened at 2:01 p.m.

- July 31, 2025, ES Minutes were approved in executive session.

## 13. Adjournment

13.1. The meeting was adjourned at 2:01 p.m.

  
Calvin Murashige (Sep 25, 2025 15:32:51 HST)

Calvin Murashige  
Board Secretary

# President's Report

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August 26, 2025

David Bissell

President & CEO

# President's Report

Safety (July)	Month	2025 YTD	2024 YTD
Recordable Incidents	0	2	3
Availability and Reliability	Month	2025 YTD	2024 YTD
Reportable Outages	0	34	22
Average Outage Hours Per Customer	0.09	4.15	4.94
Efficiency	Month	2025 YTD	
Net Plant Heat Rate	8,991	9,337	
Peak Demand (MW)	82.79		
Residential Rates			
August 2025	\$0.341/kwh decrease \$0.001 from July		



# Update Items

- Revised Habitat Conservation Plan and EIS drafts published in Federal Register and Hawaii Environment Notice
- Public meeting currently scheduled for September 16 at Philippine Cultural Center
  - Comments accepted through October 22
- KIUC record peak demand of 85.42 MW on August 6

# Update Items

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- Mana and Kaawanui projects PUC review
  - Recommended for approval by Consumer Advocate's office
  - Grandfathered Investment Tax Credit
  - Tariffs and grant uncertainty
  - Kaawanui community meeting and open house  
September 24, 5:30-7:00 pm, Hanapepe Neighborhood Center

# Update Items

- Wildfire Mitigation Plan – PUC docket
  - Kauai public hearing likely to be held during week of September 22
- Wildfire Mitigation
  - Wiggins Tech drone inspections continuing. Lihue completed, Kekaha upcoming
  - 353 poles replaced, expect to replace about 650
- KIUC employees participated in wildfire preparation event at Kaumakani





Mahalo!



# Kaua'i Island Utility Cooperative

Your Touchstone Energy® Cooperative



## **Board Financial Report**

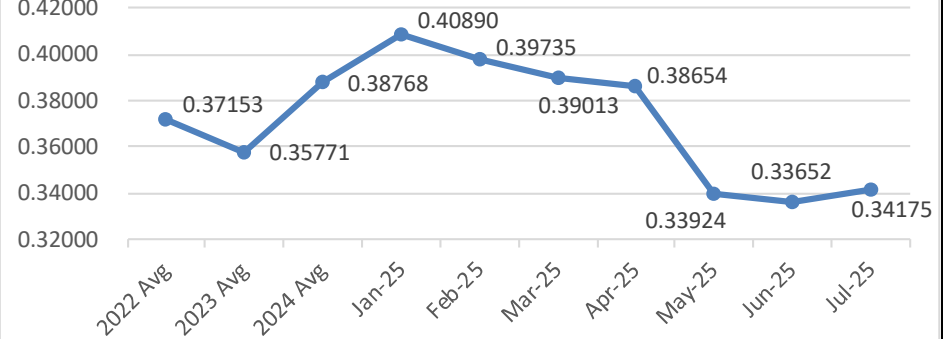
**August 2025**

# Financial Scorecard – YTD July 2025

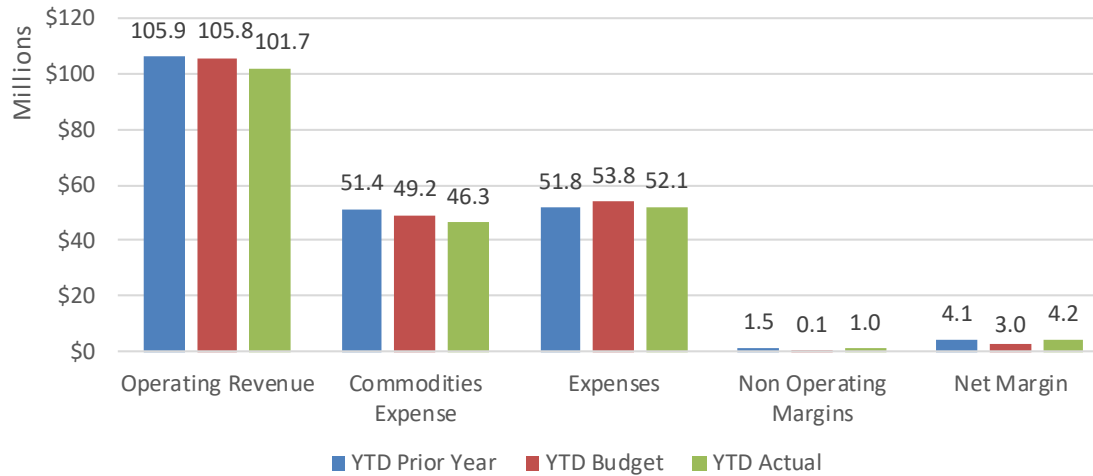
## MWh Sales

Class	YTD Prior Year	YTD Actual	Percent Change
Residential (D)	108,597	113,165	4.2%
Small Comm (G)	36,947	39,341	6.5%
Large Comm (J)	28,884	29,084	0.7%
Lrg Pwr Primary (LP)	89,527	92,578	3.4%
Street Lighting (SL)	406	467	15.1%
Irrigation	250	740	195.6%
<b>Total</b>	<b>264,610</b>	<b>275,375</b>	<b>4.1%</b>

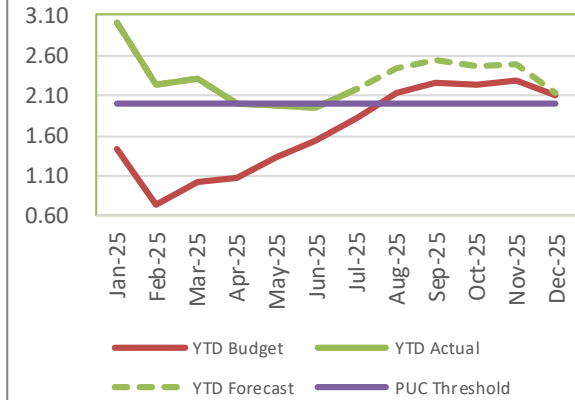
## Residential Rates



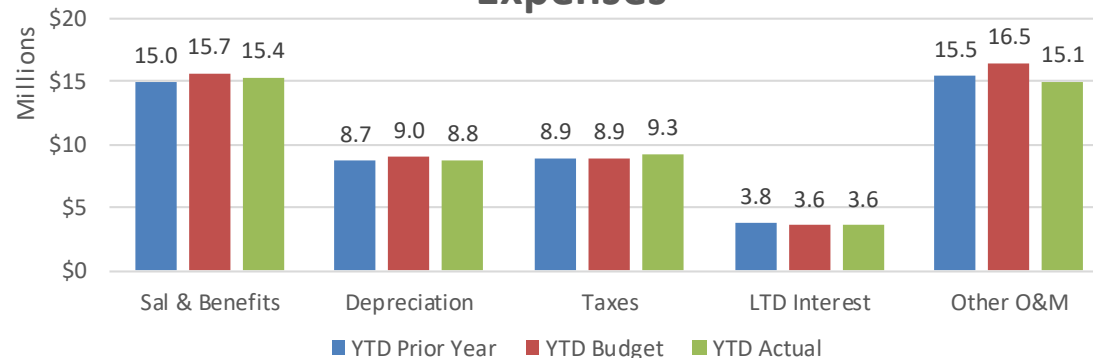
## Key Results



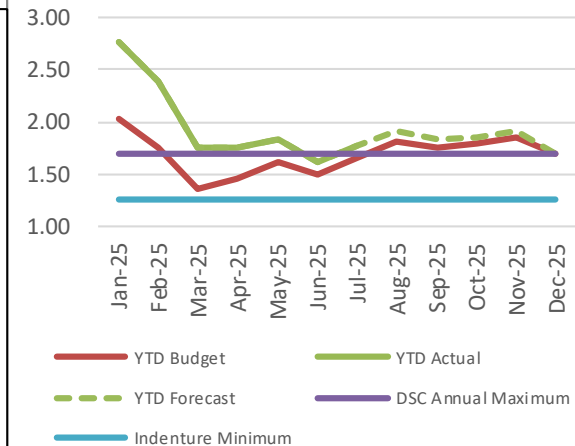
## TIER



## Expenses



## DSC



# Financial Highlights

## Income Statement (YTD)

MWh Sales 275,375	Residential Rate \$0.34175/kWh	Revenues \$101.7M	Operating Expenses \$30.4M
<ul style="list-style-type: none"> <li>• 4.1% higher than PY</li> <li>• 3.4% higher than Budget</li> </ul>	<ul style="list-style-type: none"> <li>• 1.6% or \$0.005/kWh higher than July 2025</li> <li>• 9.2% or \$0.035/kWh lower than PY</li> <li>• 12.1% or \$0.047/kWh lower than Budget</li> </ul>	<ul style="list-style-type: none"> <li>• 4.0% or \$4.3M lower than PY <ul style="list-style-type: none"> <li>○ Higher volume of sales offset by lower rates</li> </ul> </li> <li>• 3.9% or \$4.2M lower than Budget <ul style="list-style-type: none"> <li>○ Lower actual rates than budget rates</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>• 0.1% or \$31K lower than PY</li> <li>• 5.6% or \$1.8M lower than Budget</li> </ul>



# Financial Highlights

## Income Statement (YTD)

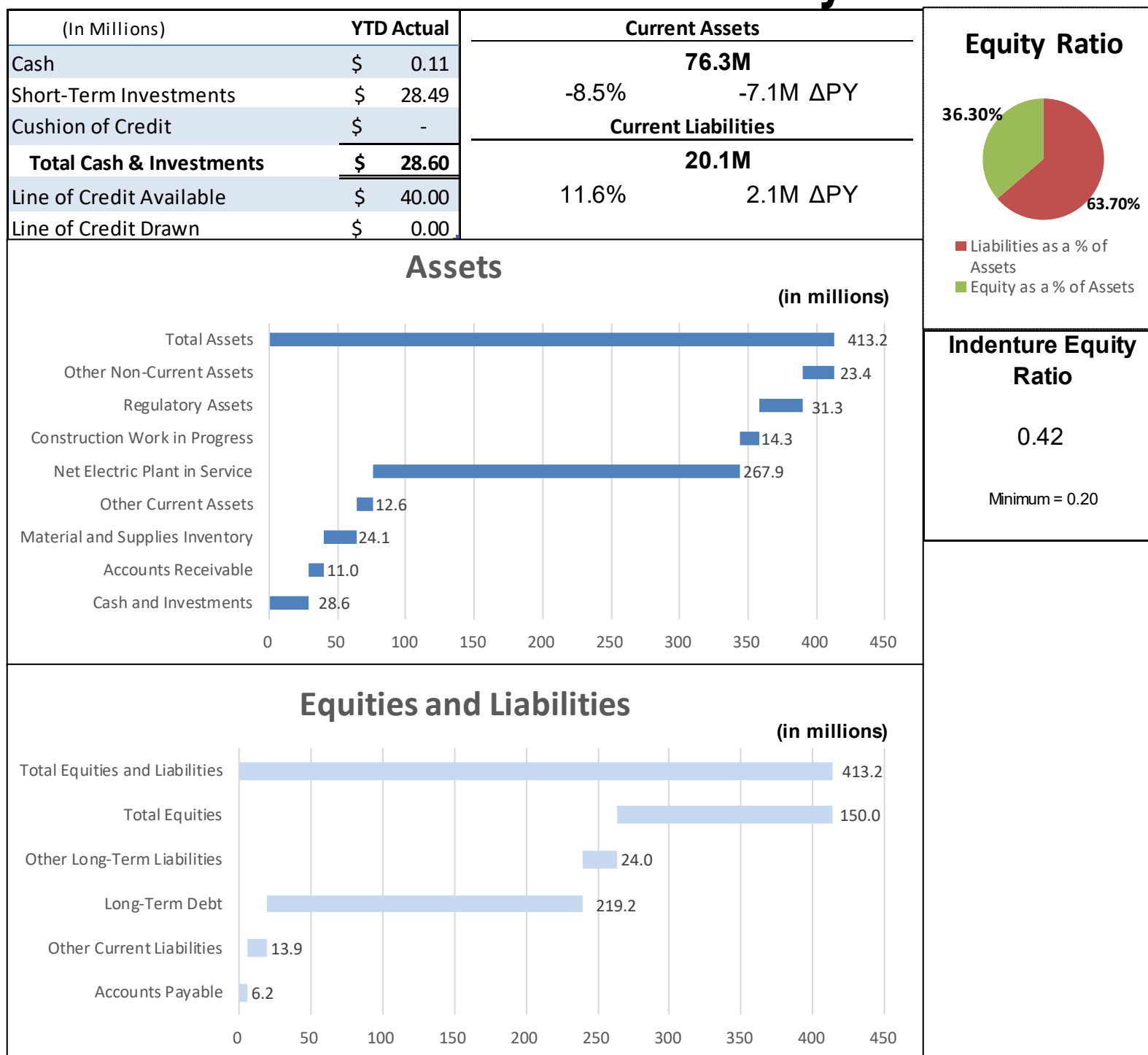
Net Margin \$4.2M	TIER 2.18	DSC 1.77
<ul style="list-style-type: none"> <li>• 2.5% or \$103K higher than PY               <ul style="list-style-type: none"> <li>○ \$848K higher Gross Margin (Revenues – Commodities)</li> <li>○ (\$74K) higher Depreciation</li> <li>○ (\$364K) higher Taxes</li> <li>○ (\$288K) lower Interest &amp; Dividend Income</li> <li>○ (\$118K) lower Jobbing Income</li> <li>○ \$161K lower LTD Interest Expense</li> </ul> </li> <li>• 43.8% or \$1.3M higher than Budget</li> </ul>	<ul style="list-style-type: none"> <li>• (Net Margins + LTD Interest) / LTD Interest</li> <li>• Measures ability to meet debt obligations based on current income</li> </ul>	<ul style="list-style-type: none"> <li>• Adjusted Margins / Total Debt Service               <ul style="list-style-type: none"> <li>○ Adjusted Margins = Net Margins – Income(Loss) from Subsidiaries + LTD Interest + Depreciation &amp; Amortization Expense</li> <li>○ Total Debt Service = LTD Principal + LTD Interest</li> </ul> </li> <li>• Measures cash flow available to pay current obligations</li> </ul>

# Financial Highlights

## Income Statement (Month)

MWh Sales 43,944	Revenues \$16.0M	Operating Expenses \$4.6M	Net Margin of \$1.3M for the month
<ul style="list-style-type: none"> <li>• 3.9% higher than PY</li> <li>• 4.1% higher than Budget</li> </ul>	<ul style="list-style-type: none"> <li>• 5.4% or \$913K lower than PY</li> <li>• 3.9% or \$651K lower than Budget</li> </ul>	<ul style="list-style-type: none"> <li>• 2.0% or \$94K higher than PY</li> <li>• 1.6% or \$75K lower than Budget</li> </ul>	<ul style="list-style-type: none"> <li>• 20.6% or \$229K higher than PY               <ul style="list-style-type: none"> <li>○ Higher sales volume coupled with fuel efficiency recovery</li> </ul> </li> <li>• 4.5% or \$58K higher than Budget</li> </ul>

# Financial Scorecard – YTD July 2025



# Financial Highlights

## Balance Sheet

### Cash

\$28.6M

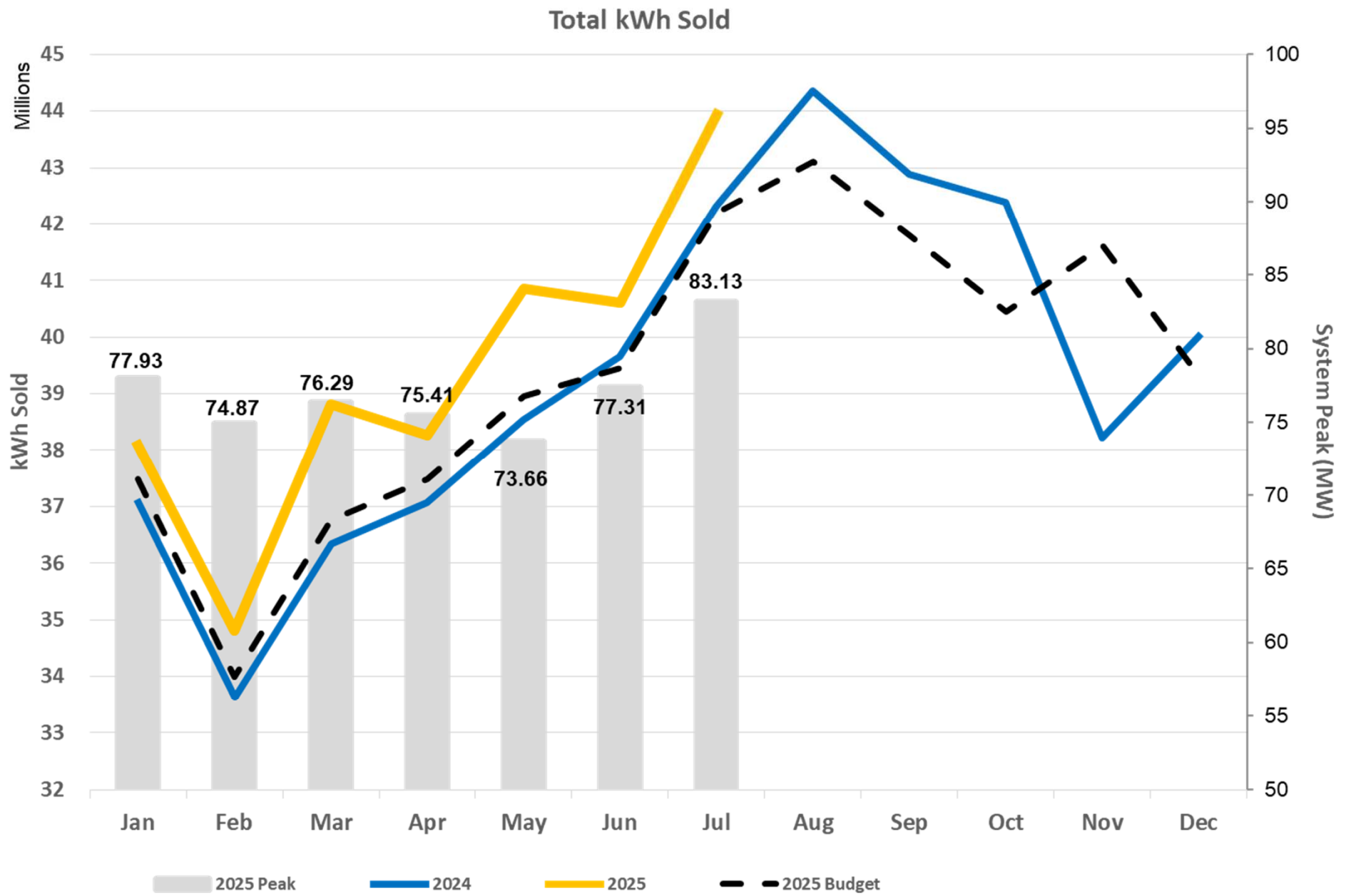
- \$2.96M lower than June (\$31.56M)
  - \$3.4M for Capital Expenditures
  - \$0.5M for LTD Principal Repayment

### Net Electric Plant in Service

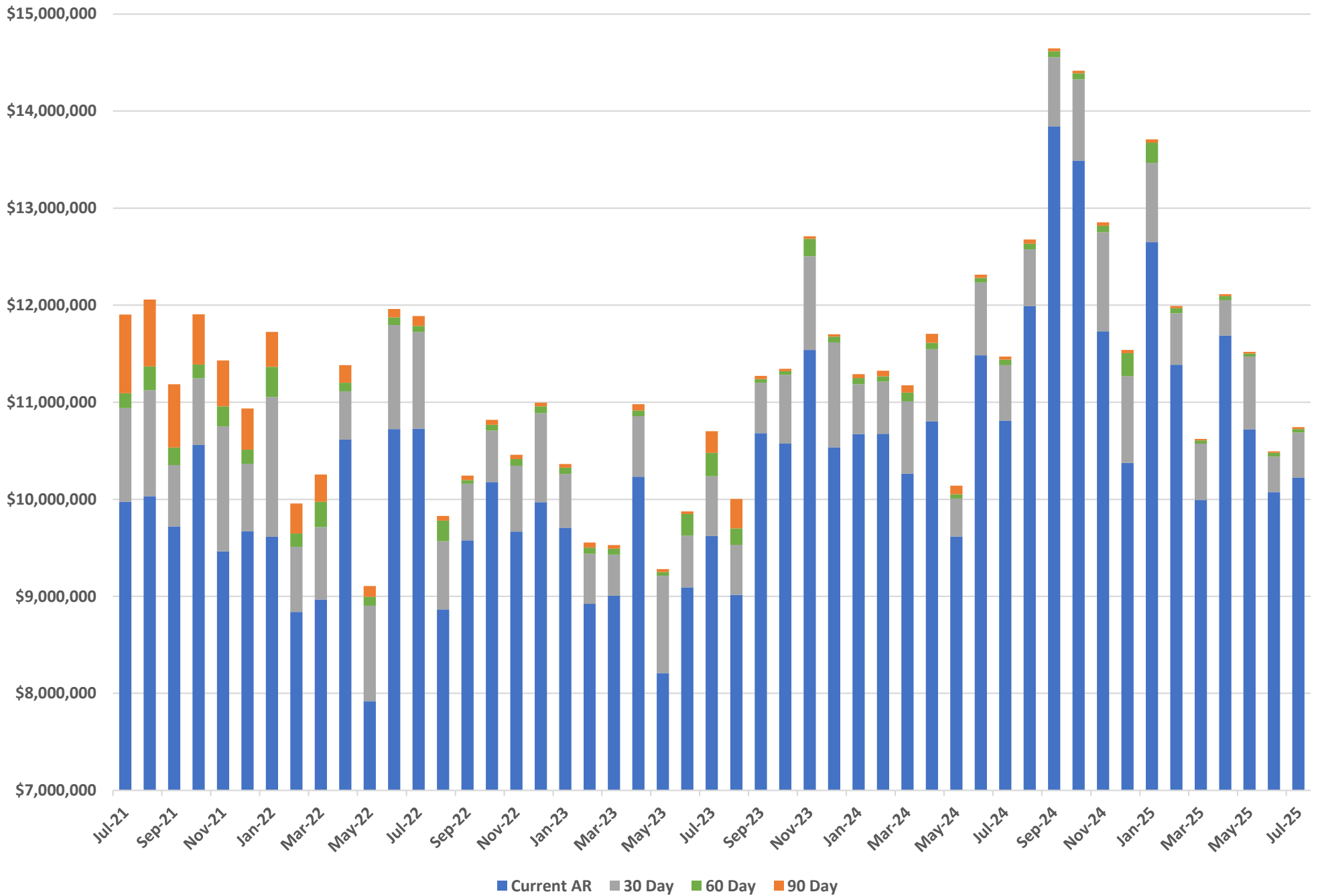
\$267.9M

- \$0.5M lower than June (\$268.4M)
  - \$3.4M additions for Capital Expenditures
  - (\$1.3M) for Heat Recovery Steam Generator net retirements
  - (\$1.5M) for Computer Equipment retirements
  - (\$0.1M) for Pole-related retirements





## Total AR Balances



**Questions?**

## Financial And Operating Report Electric Distribution

## BALANCE SHEET FOR JUL 2025

	Last Year	This Year	Variance
<b>ASSETS AND OTHER DEBITS</b>			
1. Total Utility Plant in Service	598,206,958.83	603,113,711.15	4,906,752.32
2. Construction Work in Progress	12,951,915.04	14,329,837.05	1,377,922.01
3. Total Utility Plant (1 + 2)	611,158,873.87	617,443,548.20	6,284,674.33
4. Accum. Provision for Depreciation and Amort.	338,050,667.60	335,252,404.69	-2,798,262.91
5. Net Utility Plant (3 - 4)	273,108,206.27	282,191,143.51	9,082,937.24
6. Non-Utility Property (Net)	0.00	0.00	0.00
7. Invest. in Subsidiary Companies	21,634,186.56	19,363,030.18	-2,271,156.38
8. Invest. in Assoc. Org. - Patronage Capital	1,268,624.73	1,318,852.16	50,227.43
9. Invest. in Assoc. Org. - Other - General Funds	666,500.00	676,500.00	10,000.00
10. Invest. in Assoc. Org. - Other - Nongeneral Funds	0.00	0.00	0.00
11. Invest. in Economic Development Projects	1,063,496.65	1,985,534.62	922,037.97
12. Other Investments	0.00	0.00	0.00
13. Special Funds	0.00	0.00	0.00
14. Total Other Property & Investments (6 thru 13)	24,632,807.94	23,343,916.96	-1,288,890.98
15. Cash - General Funds	1,169,995.94	112,977.39	-1,057,018.55
16. Cash - Construction Funds - Trustee	0.00	0.00	0.00
17. Special Deposits	-24,555.17	-24,597.82	-42.65
18. Temporary Investments	33,349,801.82	28,487,112.28	-4,862,689.54
19. Notes Receivable (Net)	0.00	0.00	0.00
20. Accounts Receivable - Sales of Energy (Net)	13,967,668.52	10,300,858.52	-3,666,810.00
21. Accounts Receivable - Other (Net)	317,743.74	714,573.00	396,829.26
22. Renewable Energy Credits	0.00	0.00	0.00
23. Material and Supplies - Electric & Other	21,563,802.04	24,088,721.60	2,524,919.56
24. Prepayments	3,430,784.13	3,710,372.04	279,587.91
25. Other Current and Accrued Assets	9,619,676.26	8,940,698.98	-678,977.28
26. Total Current and Accrued Assets (15 thru 25)	83,394,917.28	76,330,715.99	-7,064,201.29
27. Regulatory Assets	36,208,085.41	31,321,204.56	-4,886,880.85
28. Other Deferred Debits	222,085.90	57,468.58	-164,617.32
29. Total Assets and Other Debits (5 + 14 + 26 thru 28)	417,566,102.80	413,244,449.60	-4,321,653.20



## Financial And Operating Report Electric Distribution

## BALANCE SHEET FOR JUL 2025

## LIABILITIES AND OTHER CREDITS

30. Memberships	617.82	631.74	13.92
31. Patronage Capital	138,471,685.44	144,564,991.62	6,093,306.18
32. Operating Margins - Prior Years	0.00	0.00	0.00
33. Operating Margins - Current Year	4,139,059.26	4,241,852.30	102,793.04
34. Non-Operating Margins	0.00	0.00	0.00
35. Other Margins and Equities	353,070.92	1,189,296.11	836,225.19
36. Total Margins & Equities (30 thru 35)	142,964,433.44	149,996,771.77	7,032,338.33
37. Long-Term Debt - RUS (Net)	0.00	0.00	0.00
38. Long-Term Debt - FFB - RUS Guaranteed	115,274,799.96	111,370,248.24	-3,904,551.72
39. Long-Term Debt - Other - RUS Guaranteed	0.00	0.00	0.00
40. Long-Term Debt - Other (Net)	114,755,928.40	107,836,240.63	-6,919,687.77
41. Long-Term Debt - RUS Econ. Devel. (Net)	0.00	0.00	0.00
42. Payments - Unapplied	0.00	0.00	0.00
43. Total Long-Term Debt (37 thru 41 - 42)	230,030,728.36	219,206,488.87	-10,824,239.49
44. Obligations Under Capital Leases - Noncurrent	13,003,196.24	12,398,292.22	-604,904.02
45. Accumulated Operating Provisions	17,291.06	-696,825.66	-714,116.72
46. Total Other Noncurrent Liabilities (44 + 45)	13,020,487.30	11,701,466.56	-1,319,020.74
47. Notes Payable	0.00	0.00	0.00
48. Accounts Payable	6,171,995.50	6,199,709.99	27,714.49
49. Consumers Deposits	1,582,956.11	1,572,958.74	-9,997.37
50. Current Maturities Long-Term Debt	0.00	0.00	0.00
51. Current Maturities Long-Term Debt - Econ. Devel.	0.00	0.00	0.00
52. Current Maturities Capital Leases	0.00	0.00	0.00
53. Other Current and Accrued Liabilities	10,222,180.59	12,293,228.96	2,071,048.37
54. Total Current & Accrued Liabilities (47 thru 53)	17,977,132.20	20,065,897.69	2,088,765.49
55. Regulatory Liabilities	0.00	0.00	0.00
56. Other Deferred Credits	13,573,321.50	12,273,824.71	-1,299,496.79
57. Total Liab. & Other Credits (36+43+46+54 thru 56)	417,566,102.80	413,244,449.60	-4,321,653.20

# General Ledger

08/16/2025 12:40:01 PM

Page: 1

## Financial And Operating Report Electric Distribution

### INCOME STATEMENT FOR JUL 2025

Item	-----Year - To - Date-----			-----Period - To - Date-----	
	Last Year	This Year	Budget	Current	Budget
1. Operating Revenue and Patronage Capital	105,921,963.15	101,654,381.33	105,833,220.00	16,039,379.58	16,690,486.00
2. Power Production Expense	36,334,557.76	33,799,260.28	29,413,232.00	5,757,925.77	4,533,498.00
3. Cost of Purchased Power	24,099,379.17	21,491,506.84	28,930,883.00	2,918,615.42	4,304,076.00
4. Transmission Expense	911,852.95	930,046.08	1,078,675.00	137,937.97	193,564.00
5. Regional Market Expense	0.00	0.00	0.00	0.00	0.00
6. Distribution Expense - Operation	1,019,307.65	738,178.08	986,969.00	105,305.14	141,395.00
7. Distribution Expense - Maintenance	3,250,786.53	3,331,103.09	3,587,865.00	497,889.85	522,881.00
8. Customer Accounts Expense	1,382,021.55	1,444,024.79	1,623,326.00	213,233.33	241,474.00
9. Customer Service and Informational Expense	162,807.63	160,869.60	325,050.00	18,249.54	76,750.00
10. Sales Expense	0.00	0.00	0.00	0.00	0.00
11. Administrative and General Expense	14,688,579.66	14,870,385.74	15,517,468.00	2,110,163.57	2,227,855.00
12. Total Operation & Maintenance Expense (2 thru 11)	81,849,292.90	76,765,374.50	81,463,468.00	11,759,320.59	12,241,493.00
13. Depreciation & Amortization Expense	8,689,225.60	8,762,942.86	9,032,432.00	1,252,612.74	1,290,347.00
14. Tax Expense - Property & Gross Receipts	2,646,205.40	2,539,519.75	2,645,830.00	401,412.47	417,262.00
15. Tax Expense - Other	6,298,765.15	6,769,293.15	6,280,685.00	956,528.34	986,135.00
16. Interest on Long-Term Debt	3,750,513.65	3,589,787.46	3,583,000.00	510,987.63	509,000.00
17. Interest Charged to Construction - Credit	0.00	0.00	0.00	0.00	0.00
18. Interest Expense - Other	0.00	0.00	457,174.00	0.00	116,167.00
19. Other Deductions	44,229.65	43,547.59	66,000.00	100.00	4,000.00
20. Total Cost of Electric Service (12 thru 19)	103,278,232.35	98,470,465.31	103,528,589.00	14,880,961.77	15,564,404.00
21. Patronage Capital & Operating Margins (1 minus 20)	2,643,730.80	3,183,916.02	2,304,631.00	1,158,417.81	1,126,082.00
22. Non Operating Margins - Interest	1,605,228.88	1,317,302.56	882,201.00	173,167.99	125,454.00
23. Allowance for Funds Used During Construction	0.00	0.00	0.00	0.00	0.00
24. Income (Loss) from Equity Investments	-304,908.30	-341,072.72	-342,422.00	-21,721.23	17,148.00
25. Non Operating Margins - Other	195,007.88	77,584.15	105,770.00	31,549.75	15,110.00
26. Generation and Transmission Capital Credits	0.00	0.00	0.00	0.00	0.00
27. Other Capital Credits and Patronage Dividends	0.00	4,122.29	0.00	0.00	0.00
28. Extraordinary Items	0.00	0.00	0.00	0.00	0.00
29. Patronage Capital or Margins (21 thru 28)	4,139,059.26	4,241,852.30	2,950,180.00	1,341,414.32	1,283,794.00

KAUAI ISLAND UTILITY COOPERATIVE  
NOTES, BONDS, AND OTHER INDEBTEDNESS  
YEARS ENDED DECEMBER 31, 2024 AND 2025

LINE NO.	LENDER	DATE OF NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	LOAN #	ORIGINAL AMOUNT	BALANCE AT 12/31/2024	2024 INTEREST EXPENSE	PROJECTED BALANCE AT 12/31/2025	PROJECTED 2025 INTEREST EXPENSE
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)
1	CFC	04/30/19	04/30/19	03/31/35	2.550%	HI001-9014-001	103,133,717	67,052,336	1,788,214	61,253,997	1,642,378
2	CFC	02/06/20	02/25/20	12/31/49	2.760%	HI001-9019B	26,500,000	23,579,920	662,002	22,915,032	643,964
3							<u>129,633,717</u>	<u>90,632,257</u>	<u>2,450,216</u>	<u>84,169,029</u>	<u>2,286,342</u>
4	FFB	07/01/11	06/07/12	12/31/42	2.424%	C8#1 - 2-1	8,716,000	5,995,975	148,560	5,723,754	142,856
5	FFB	07/01/11	10/23/12	12/31/42	2.604%	C8#1 - 2-2	1,606,000	1,114,101	29,639	1,064,340	28,523
6	FFB	07/01/01	06/24/13	12/31/42	3.259%	C8#1 - 2-3	9,100,000	6,504,071	216,192	6,230,523	208,609
7	FFB	07/01/11	11/25/13	12/31/42	2.662%	C8#1 - 2-4	2,689,000	1,848,092	50,254	1,765,983	48,373
8	FFB	07/01/11	03/18/14	12/31/42	3.334%	C8#1 - 2-6	5,198,000	3,788,091	128,788	3,629,875	124,308
9	FFB	07/01/11	08/07/14	12/31/42	3.023%	C8#1 - 2-7	5,731,000	4,165,662	128,514	3,986,605	123,889
10	FFB	07/01/11	05/08/15	12/31/42	2.665%	C8#1 - 2-8	4,213,000	3,074,855	83,705	2,938,279	80,574
11	FFB	07/01/11	09/18/15	12/31/42	2.715%	C8#1 - 2-9	748,000	550,855	15,275	526,499	14,707
12	FFB	01/15/15	10/29/15	12/31/42	2.558%	C8#2 - 3-1	6,000,000	4,417,504	115,460	4,219,371	111,090
13	FFB	01/15/15	01/12/16	12/31/42	2.636%	C8#2 - 3-2	<u>35,586,552</u>	<u>26,448,249</u>	<u>712,208</u>	<u>25,270,386</u>	<u>685,478</u>
14							<u>79,587,552</u>	<u>57,907,457</u>	<u>1,628,596</u>	<u>55,355,614</u>	<u>1,568,406</u>
15	FFB	12/01/17	04/24/18	12/31/51	3.199%	D8 - 4-1	22,192,000	19,895,814	642,298	19,414,663	630,649
16	FFB	12/01/17	10/22/18	12/31/51	3.437%	D8 - 4-2	5,707,000	5,138,616	178,139	5,018,642	175,055
17	FFB	12/01/17	06/06/19	12/31/51	2.578%	D8 - 4-3	4,776,000	4,231,193	110,239	4,119,193	107,990
18	FFB	12/01/17	06/22/20	12/31/51	1.326%	D8 - 4-4	3,992,000	3,510,802	47,200	3,400,023	45,999
19	FFB	12/01/17	10/08/21	12/31/51	2.087%	D8 - 4-5	7,889,000	7,290,648	153,959	7,083,684	150,525
20	FFB	12/01/17	05/19/22	12/31/51	3.236%	D8 - 4-6	3,450,000	3,264,506	106,598	3,185,988	104,679
21	FFB	12/01/17	08/29/22	12/31/51	3.422%	D8 - 4-7	<u>12,706,000</u>	<u>12,102,814</u>	<u>417,747</u>	<u>11,819,612</u>	<u>410,493</u>
22							<u>60,712,000</u>	<u>55,434,394</u>	<u>1,656,180</u>	<u>54,041,806</u>	<u>1,625,389</u>
23	COBANK	02/06/20	02/22/21	02/20/51	2.900%	00102606 T01	18,119,000	16,590,382	495,406	16,162,624	481,660
24	COBANK	02/06/20	02/10/22	02/10/52	3.330%	3455702 T01-DS	<u>4,900,000</u>	<u>4,618,994</u>	<u>158,147</u>	<u>4,513,277</u>	<u>154,206</u>
25							<u>23,019,000</u>	<u>21,209,376</u>	<u>653,553</u>	<u>20,675,901</u>	<u>635,866</u>
26	Total Long Term Debt						<u>\$ 292,952,269</u>	<u>\$ 225,183,483</u>	<u>\$ 6,388,545</u>	<u>\$ 214,242,350</u>	<u>\$ 6,116,003</u>

# Treasury Management – Monthly Discussion

- Ratings:
  - No changes in Money Market Fund Rating - AAA
- Current Summary Of Investments:
- **\$18.2M** Dreyfus Funds – AAA Rating Money Market Fund very ST
  - Government MM Fund – Treasury Only
  - Stable Value type of money market (heavily regulated and makes it difficult to break the dollar)
  - **3.95%** Interest Rate
- **\$5.0M** CFC Daily and Monthly Commercial Paper – ST to Medium Term Investment – Daily to Monthly A2 Moody and S&P A-
  - Daily Fund – **3.75%**
- **\$5.0M** CoBank Commercial Paper Investment – AA- Moody and S&P
  - 60-day Investment – **3.25%**
- **\$271,643** Central Pacific Bank – Backup Checking in NISC if needed
  - Backup for Checking in Money Market (unlimited) account
  - **3.05%**

## Report of KIUC Charitable Foundation

To KIUC Board of Directors

8/19/2025

The Charitable Foundation Board met on 8/19/25

The following reports were received:

Treasurer report ending balance of \$96,512.90.

Makana Program:

- 514 registered, YTD contribution \$1,465.40

Applications:

- Deferred grants for additional information.

KEO assistance check was delivered, approved via email consensus for \$5,000.

Golf Tournament

- Golf tournament date November 15
- Flyer is being, deadline to register/pay September 26.
- Established sponsorship levels:
  - Platinum \$2,500
  - Gold \$1,500
  - Silver \$1,000
  - Individual \$225
  - Tee sign \$150

T. Phil Tacbian, President

KIUC BOARD POLICY NO. 32  
**MEMBER PETITIONS**

**PURPOSE OF POLICY:**

To clarify certain requirements and procedures to be used by KIUC members to prepare and submit a member petition pursuant to the Bylaws.

**POLICY CONTENT:**

**I. General**

Section 6 of Article II of the Bylaws allows KIUC members to petition the Board to challenge any action taken by the Board within 20 business days of public posting of the minutes on the KIUC website. This policy sets out the requirements and procedures to be followed to have a successful petition delivered to the Board on a particular challenged action, which requirements and procedures may vary depending upon the number of members supporting a particular challenged action by affixing their signature and identifying information to a petition asking for the vote in the form described in this policy.

The Bylaws define a KIUC member as one whose membership has not been inactivated.

**II. Legal Requirements**

Section 6 of Article II of the Bylaws, which was mandated by HRS § 421C-12 (7), provides that 5% of all members or 250 members, whichever is less, may cause a challenged action to be submitted to the members for approval in a manner determined by the Board; provided, however, that the rights of third parties which have vested between the time such action was approved by the Board and the disapproval by the members shall not be impaired.

**III. Procedure for Policy Implementation**

This policy shall be implemented as follows:

- A. Copies of this policy and the forms necessary to comply with it shall be available for printing on KIUC's website and from the KIUC Member Services Department.
- B. For each petition there shall be a petitioners' committee (the "Petitioners Committee") representing all of the petitioners, which Petitioners Committee shall be composed of three (3) members (the "Committee Members") who shall be members of KIUC and signers of the petition and whose names shall be listed in the petition. The Petitioners Committee shall be responsible for circulation of the petition and for assembling and filing the petition in proper form.

- C. Each signature of members signing the petition must be verified to be the genuine signature of the person it purports to be by the checking of the member's identification or otherwise by the Committee Member or Circulator (as hereinafter defined) circulating the copy of the petition in question.
- D. For a petition to be accepted for certification it shall:
1. Be submitted within twenty (20) business days of the challenged action's posting in the preliminary draft of the Board's minutes posted on the KIUC website disclosing the challenged action.
  2. Have had all pages of the completed petition delivered by the Petitioners Committee to the Board Chair, on copies of the form attached to this policy as Exhibit A (for the first page of the petition) or Exhibit B (continuation pages of the petition) with the information called for on the form substantially completed for each name and signature on the form. In determining such substantiality, the information in at least one of the information categories provided for each name and signature on Exhibits A and B, i.e. the member's service address, telephone number, or account number must match the information for that member contained in KIUC's database.
  3. Be submitted under cover of the Member Petition Transmittal Letter and Declaration in the form attached to this Policy as Exhibit C with all of the spaces properly filled in.
  4. Have as the first three (3) petitioners' names and signatures on the Exhibit A (the first page of the petition) the names and signatures of the initiators and Committee Members as listed on the Member Petition Transmittal Letter and Declaration accompanying the petition.
  5. If more than the three (3) Committee Members are engaged by the Petitioners Committee to obtain member signatures (the "Circulator[s]") on copies of Exhibit B (the continuation pages of the petition), each set of petition pages collected by such Circulator or Circulators shall have attached to such set of petition pages when they are submitted to the Board Chair by the Petitioners Committee a declaration of each Circulator in the form attached to this policy as Exhibit D (the "Declaration") attesting that each Circulator personally circulated the set of petition pages attached to his or her Declaration; that that set of petition pages bears a stated number of signatures; that each signature on such petition pages was affixed in the Circulator's presence; and each signature is the genuine signature of the person it purports to be.



#### **IV. Procedure After Petition Submittal**

Within seven (7) business days after the submittal of a petition, KIUC shall determine the sufficiency of the petition as to form and the number of valid member signatures affixed to the petition, and certify the petition to be either: (1) insufficient so that no further action is required; or (2) sufficient to qualify the petition as a qualified petition, which is defined as a petition that is sufficient as to form and has at least 250 valid member signatures affixed on the date of the petition's submittal to the Board Chair.

- 1) As soon as convenient after KIUC has made its determination as to the category of the petition, it shall certify to the Board Chair, CEO, and the Petitioners Committee the category the petition has received. If the petition is insufficient, KIUC will provide to the Petitioners Committee the following information with regard to the certification:
  - a) The total number of signatures on the petition timely received; and
  - b) The total number of signatures received that were determined insufficient; and
  - c) The specific categories for disqualification of all signatures disqualified; and
  - d) The number of disqualified signatures in each category.

#### **V. Procedure After Certification**

If the petition was deemed insufficient, no further action on KIUC's part is required except the notification of the Petitioners Committee required above.

If the petition was deemed a qualified petition, the Board will proceed as mandated by the Bylaws and submit the challenged action to the members for approval or disapproval in a manner determined by the Board to be appropriate with the participation of the Petitioners Committee as set out in the following paragraph.

The Board (or a committee thereof) shall, within fifteen business days of the certification of the petition as qualified, hold a meeting or meetings with the Petitioners Committee to discuss, as appropriate, (1) the method to be used to submit the challenged action to the members for approval (e.g., by member vote at a member meeting attended by a quorum of KIUC's members or by written ballot sent to all members); (2) the wording of the ballot to be used for the vote on the petition; and (3) the selection of an observer of the count of the ballots received from the members. If any of these three items cannot be agreed upon by the parties at the meeting or meetings, the Board shall make the final decision on that or those items in its sole discretion.

The ballot for the approval of any challenged action shall contain an objective summary of the substance of the challenged action and shall have below such summary designated spaces in which to indicate whether the member approves or disapproves of the challenged action.

Once the wording of the ballot to be used for the vote on the petition has been determined, after consultation with the committee as set out above, the Board shall approve said ballot

wording at a public special meeting of the Board, at which input from the public shall be considered.

Adopted on this 26<sup>th</sup> day of August 2025.

Reviewed: 08/26/2025

Revised: 06/28/2022

Revised: 07/31/2018

Revised: 10/25/2016

Revised: 08/26/2014

Original Adoption: 10/04/2011

Calvin Murashige  
Secretary

**EXHIBIT A (first page only)**  
**KAUA'I ISLAND UTILITY COOPERATIVE ("KIUC")**  
**MEMBER PETITION TO CHALLENGE BOARD ACTION**

**NOTE:** By signing this petition, I, one of the undersigned, certify I am an active member of KIUC or the authorized representative of an active entity member of KIUC; this is the only copy of this petition I have signed or will sign; and the information given as to name, service address, telephone number, and account number will match the information on my active account. I understand \_\_\_\_\_, \_\_\_\_\_, and \_\_\_\_\_ are the initiators of this petition and as such consent to these members being designated as the "Committee Members" for this petition pursuant to KIUC Board Policy No. 32 to act for me as a petitioner in the manner they deem appropriate. I also agree and consent to the disclosure of all information concerning me on this petition to the general public, thereby waiving any applicable claim to privacy with regard to that information.

**REMINDERS:** Although a member may have multiple sub-accounts, no matter how many sub-accounts you may have, a member may sign the petition only once. Also, KIUC does not allow joint accounts, so only the spouse who is the member may sign the petition.

**PURPOSE OF PETITION:** The purpose of this petition is to challenge the KIUC board action taken at the Board's meeting held on \_\_\_\_\_, 20\_\_, which action was contained in the draft minutes of that meeting posted on the KIUC website, on \_\_\_\_\_, 20\_\_, which action is described as: \_\_\_\_\_.

<u>NAME</u> (Please Print)	<u>SIGNATURE</u>	<u>SERVICE ADDRESS</u>	<u>TELEPHONE</u> <u>NUMBER</u>	<u>ACCOUNT NO.</u>
1. (Committee Member #1)				
2. (Committee Member #2)				
3. (Committee Member #3)				
4.				
5.				
6.				

**EXHIBIT B (continuation page of petition)**  
**KAUA'I ISLAND UTILITY COOPERATIVE ("KIUC")**  
**MEMBER PETITION TO CHALLENGE BOARD ACTION**

**NOTE:** By signing this petition, I, one of the undersigned certify I am an active member of KIUC or the authorized representative of an active entity member of KIUC, this is the only copy of this petition I have signed or will sign; and the information given as to name, service address, telephone number, and account number will match the information on my active account. I understand \_\_\_\_\_, \_\_\_\_\_, and \_\_\_\_\_ are the initiators of this petition and as such consent to these members being designated as the "Committee Members" for this petition pursuant to KIUC Board Policy No. 32 to act for me as a petitioner in the manner they deem appropriate. I also agree and consent to the disclosure of all information concerning me on this petition to the general public, thereby waiving any applicable claim to privacy with regard to that information.

**REMINDERS:** Although a member may have multiple sub-accounts, no matter how many sub-accounts you may have a member may sign the petition only once. Also, KIUC does not allow joint accounts so only the spouse who is the member may sign the petition.

**PURPOSE OF PETITION:** The purpose of this petition is to challenge the KIUC board action taken at the Board's Meeting held on \_\_\_\_\_, 20\_\_, which action was contained in the draft minutes of that meeting posted on the KIUC website, on \_\_\_\_\_, 20\_\_, which action is described as: \_\_\_\_\_.

<u>NAME</u> (Print)	<u>SIGNATURE</u>	<u>SERVICE ADDRESS</u>	<u>TELEPHONE</u> <u>NUMBER</u>	<u>ACCOUNT NO.</u>
1.				
2.				
3.				
4.				
5.				
6.				

EXHIBIT C  
**KIUC MEMBER PETITION TRANSMITTAL LETTER AND DECLARATION**

Date: \_\_\_\_\_

To: \_\_\_\_\_, KIUC Board Chair

From: \_\_\_\_\_ (Committee Member #1)      Email.: \_\_\_\_\_  
         \_\_\_\_\_ (Address)                      Telephone: \_\_\_\_\_  
         \_\_\_\_\_  
         \_\_\_\_\_

         \_\_\_\_\_ (Committee Member #2)      Email.: \_\_\_\_\_  
         \_\_\_\_\_ (Address)                      Telephone: \_\_\_\_\_  
         \_\_\_\_\_  
         \_\_\_\_\_

         \_\_\_\_\_ (Committee Member #3)      Email.: \_\_\_\_\_  
         \_\_\_\_\_ (Address)                      Telephone: \_\_\_\_\_  
         \_\_\_\_\_  
         \_\_\_\_\_

Re:    KIUC Member Petition Transmittal and Declaration

Dear Board Chair:

Attached hereto pursuant to KIUC Board Policy No. 32 is the initial page and \_\_\_\_\_ continuation pages of a member petition challenging the KIUC Board action indicated thereon.

The undersigned are the three initiators and Committee Members responsible for this petition under Policy 32. We each declare under penalty of perjury one of us personally circulated the set of petition pages; the set of petition pages attached hereto bear \_\_\_\_\_ signatures; each signature on such petition pages was affixed in the presence of at least one of us; and each signature is the genuine signature of the person it purports to be verified in accordance with Policy 32.

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Signature

EXHIBIT D  
**MEMBER PETITION CIRCULATOR DECLARATION**

Date: \_\_\_\_\_

To: \_\_\_\_\_, KIUC Board Chair

From: \_\_\_\_\_ (Committee Member #1)      Email.: \_\_\_\_\_  
         \_\_\_\_\_ (Address)                      Telephone: \_\_\_\_\_  
         \_\_\_\_\_  
         \_\_\_\_\_

Re:    KIUC Member Petition Transmittal and Declaration

Dear Board Chair:

Attached hereto pursuant to KIUC Board Policy No. 32 are \_\_\_\_\_ continuation pages of a member petition challenging the KIUC board action indicated thereon.

I, the undersigned, was duly appointed Circulator of this petition under Policy 32 by the Petitioners Committee established for the petition under Policy 32. I declare under penalty of perjury I personally circulated the set of petition pages attached hereto; the set of petition pages attached hereto bear \_\_\_\_\_ signatures; each signature on such petition pages was affixed in my presence; and each signature is the genuine signature of the person it purports to be verified in accordance with Policy 32.

\_\_\_\_\_  
Signature