



KIUC's 2026

Annual Breakfast Briefing

JUNE 3, 2026

 **Kaua'i Island
Utility Cooperative**
Your Touchstone Energy® Cooperative 

KIUC In Brief

David J. Bissell, President and CEO
June 2026



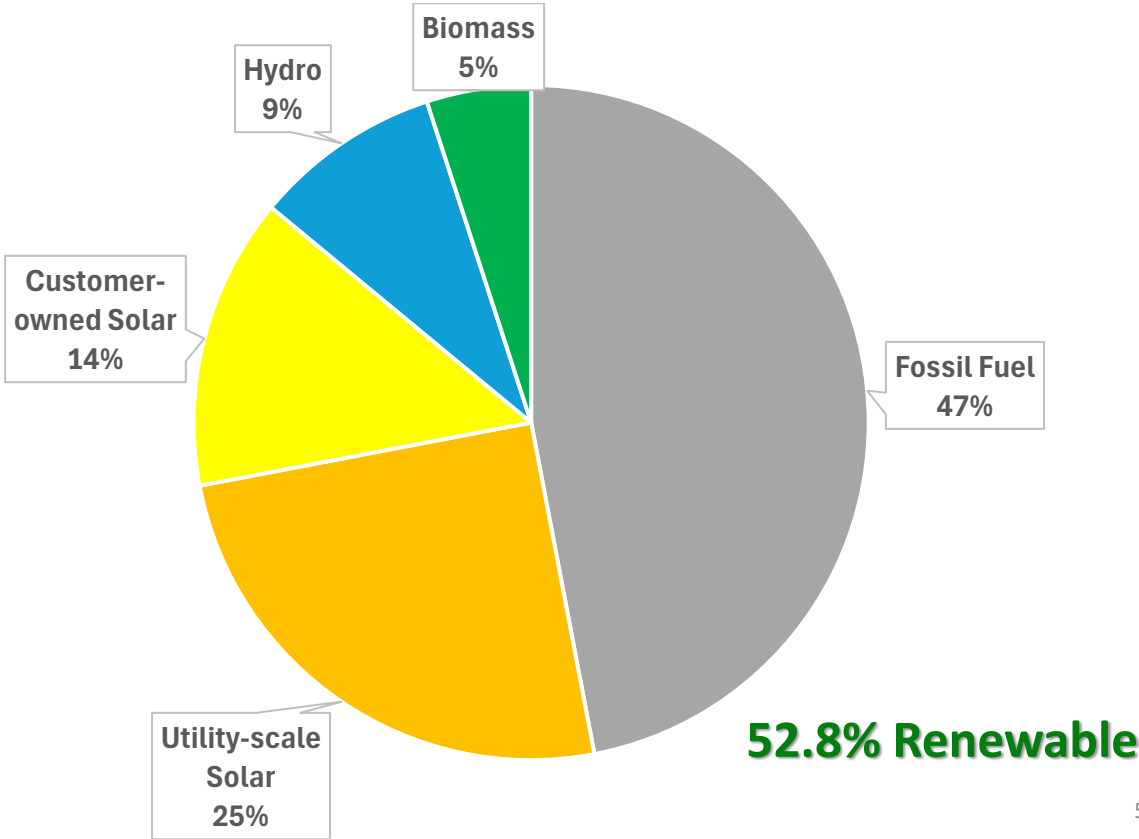
KIUC Overview

- Small integrated utility
 - 73,000 residents and about 25,000 visitors daily
- Kaua'i previously served by investor-owned utility
- Began operating as a cooperative in 2002
- One of 900+ electric cooperatives in the United States
- 35,000 members (30,000 residential; 5,000 commercial)
- Fully regulated by the Hawai'i Public Utilities Commission

KIUC Progress

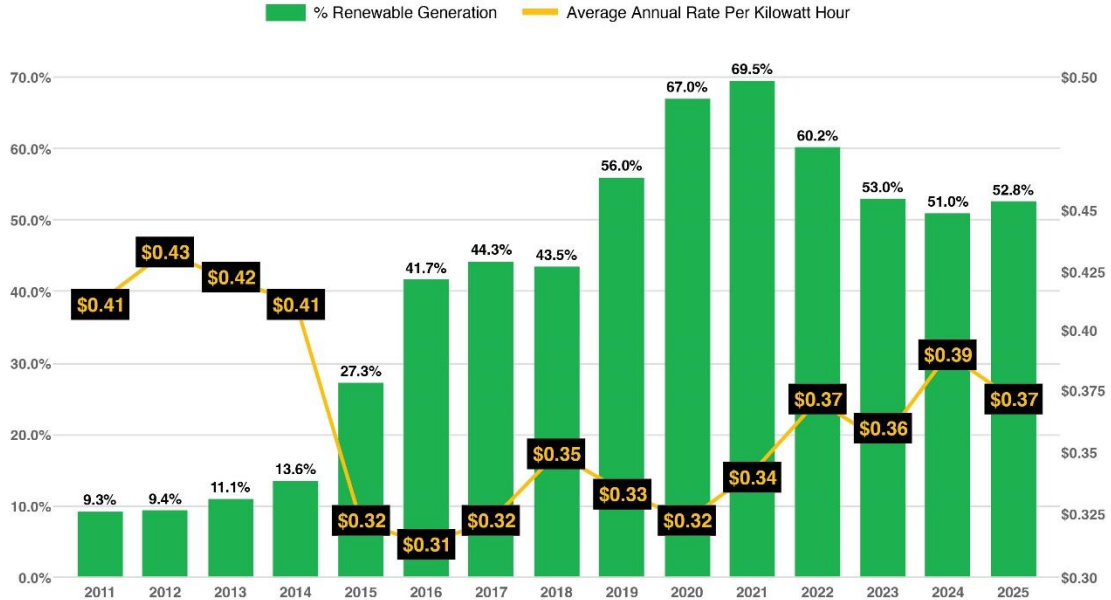
2002	2026
Rates 70% higher than O'ahu	Rates lowest in the State
Renewable generation: 7.8%	Renewable generation: 52.8%
Equity: 0.0%	Equity: 37.52%

KIUC Fuel Mix 2025



Renewable Energy and Rates

Rate Trends vs. Renewable Growth



KIUC Financials 2025

- MWh sales: Down 0.4% vs YTD 2025
- O&M Expenses: Down 0.9% vs YTD 2025
- Commodities*: Up 11.0% vs YTD 2025
- Equity Ratio: 37.52%

**Cost of fuel and purchased power*

KIUC Financials 2026 (YTD)

(through April)

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**Cost of fuel and purchased power*

Renewable Energy and Rates

May 2026 Example



Without KIUC's utility-scale solar projects, the average member's electric bill would have been \$41 higher



If KIUC's renewable percentage had been 0%, the average member's monthly bill would have been \$52 higher

New Renewable Projects

AES Mānā Solar+Storage (35MW)

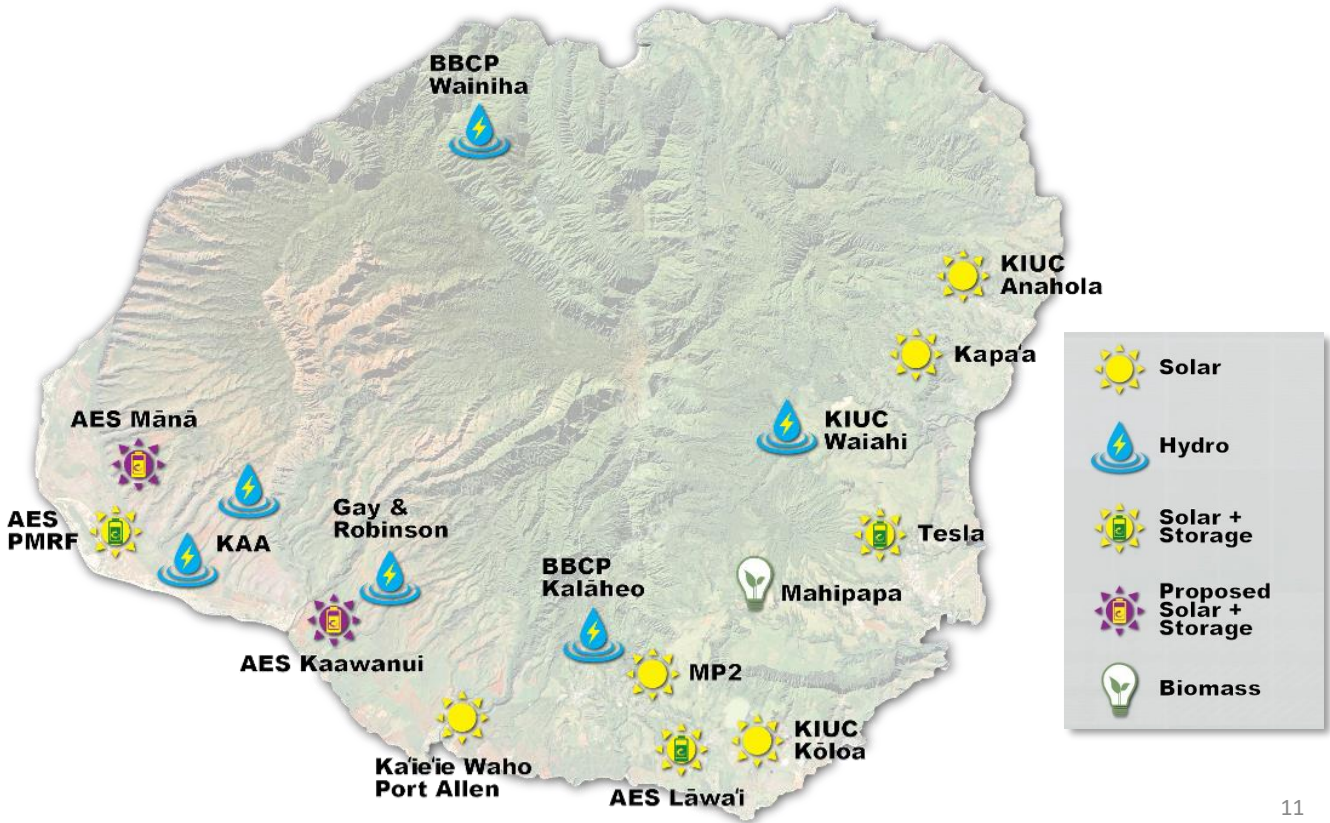
Site: Agribusiness Development Corporation land

AES Kaawanui Solar (43MW)

Site: Gay & Robinson land

- Expected date of operation: Late 2029
- Renewable boost: Up to 90%
- First year total savings: \$13.4 million
- 25-year term total savings: \$800 million

KIUC Renewable Resources



Enhanced Grid Resiliency

Distributed generating resources offer potential microgrid capabilities under the “right” circumstances



Enhanced Grid Resiliency



Patronage Capital

- Patronage capital is created when KIUC's annual revenues exceed expenses. These net operating margins (i.e., "profits") are allocated annually to members' individual patronage capital accounts proportional to the amount of electricity they purchased throughout the year.
- This is the member's equity in KIUC.

Patronage Capital

- Total Pat Cap retired to date: \$40 million
- 2025 was the first time the Board approved retirement of “old” Pat Cap (all Pat Cap earned in 2002 and a portion of 2003)
- FIFO (“First in First Out”) retirements likely to be routine in coming years

Patronage Capital

- 2025: Total of \$2.7 million retired
- Largest retirement since 2018
- \$1 million = 2025 margin
- \$1.7 million = 2002 and a portion of 2003

Members present today = nearly \$700,000

- Check your refund on your May billing statement or call us to confirm what you received

Federal Grants



**TOTAL AWARDS
CONFIRMED:**

4



**TOTAL COST OF
PROJECTS:
\$43 million**



**TOTAL KIUC
CONTRIBUTION:
\$15.7 million**



**Converting steam
generator at Port
Allen to synchronous
condenser**



**Upgrade of Port
Allen control room**



**Installing fire-safe
fuses and arresters
in high priority fire-
prone areas**



**Adding Battery
Energy Storage
Systems to utility-
scale solar facilities**

Wildfire Mitigation

- Investments include grid hardening, fire prevention, disaster response capability enhancement, vegetation management
 - **\$5.5 million in 2024, \$10.0 million in 2025, \$6.5 million YTD 2026**
- Wildfire Mitigation Plan approved by Hawai'i Public Utilities Commission in May 2026 (to be updated every two years)
- Cost recovery allowed via tariff rider: application expected to be submitted this year



Habitat Conservation Plan

- \$5 million expense in 2025
- Progressing towards 2026 federal approval
- 50-year term

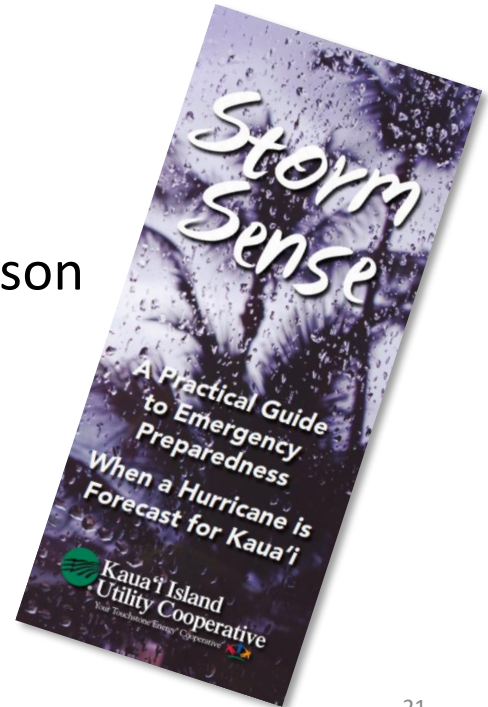


Disaster Preparation

- Increased pole and transformer inventories
 - Target level of one month of supplies on hand for storm crews
 - 1,000 poles
- Currently have 1,047 poles in stock
 - Storm reserve plus change out support
 - 50% of pole inventory composite

Emergency Preparation

- Members should always be prepared for potential extended power outages during extreme weather
- We are officially in hurricane season
- See Storm Sense area on our website (KIUC.coop) for more information on emergency preparation



Mahalo!

