

SUMMARY OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF
TRICO ELECTRIC COOPERATIVE, INC.
June 25, 2019

President Larry Hinchliffe called the meeting to order at 9:00 a.m. at Trico Headquarters located at 8600 W. Tangerine Road, Marana, Arizona. Present were Directors Don Black, L. Nick Buckelew, C. Brad DeSpain, James Pyers, Barbara Stockwell and Marsha Thompson. Also present were CEO/General Manager Vincent Nitido, Chief Operating Officer Karen Cathers, Chief Information Officer Janice Rast, Chief Finance Officer Brian Fickett, Human Resources Manager Cristina Castro Harrington, Engineering Manager Gary Kelly, Executive Assistant/Records Management Supervisor Sandra Mendez, Corporate Planning Supervisor Rohan Pease, Public Affairs and Sustainable Resources Manager Laree St. Onge and Corporate Attorney Eric Hawkins.

Agenda – The Agenda was approved as presented.

Frank Gonzales, Distribution Engineer recently celebrated 40-years of service to Trico. The Board thanked Mr. Gonzales for his length of service and presented him with a commemorative plaque.

Board Education – The Board received an Environmental Compliance Plan update, and reviewed procedures used by the Cooperative to stay informed of environmental laws, regulations and requirements. No material environmental compliance issues were noted.

Items for Consideration/Approval – the following items were approved:

1) Regular Meeting Minutes of May 28, 2019; 2) Executive Session Meeting Minutes of May 28, 2019; and 3) Legal Statement for the period ending May 31, 2019.

Call to Members – The Board reviewed a request for a donation of retired utility poles and encouraged the requesting member to apply for a grant from the Trico Charitable Trust for the project it is considering.

Priority Issues –

Automated Metering Infrastructure Update – The Board received a status update on the Cooperative's meter replacement project. The project is proceeding on schedule.

Arizona Corporation Commission (ACC) Disconnection Rules – The Board received a report on the recent action taken by the ACC to temporarily amend its disconnection rules to prohibit electric utilities from disconnecting service to customers from June 1 – October 15, and the potential impact of that action on Trico. A formal rulemaking by the ACC regarding disconnection rules will begin soon with plans to implement new rules in 2020.

President Hinchliffe called for an Executive Session at 9:37 a.m.

The Executive Session was adjourned, and the Regular Meeting commenced at 11:23 a.m. In the Executive Session, the Board approved Waukesha as the successful bidder to provide the replacement Valencia/Three Points Substation Transformer.

Committee Reports – President Hinchliffe discussed Board Committee appointments: Policy/Bylaw Committee – Don Black (Chair), Barbara Stockwell and Marsha Thompson
Finance/Audit Committee– Nick Buckelew (Chair), Brad DeSpain and Jim Pyers

Management Report –

Board Meetings – the Board moved its October 2019 meeting to October 21 and its November 2019 meeting to November 19.

The Board scheduled a Strategic Planning Session for Wednesday, November 20, 2019.

The Board also scheduled the 2020 Annual Membership Meeting for Saturday, April 4, 2020 at Casino del Sol.

Meetings/Conferences –the Grand Canyon State Electric Cooperative Association Summer Meeting will be held in Flagstaff on July 22-25, 2019.

Short-Term Line of Credit – The Board approved the renewal of Trico’s \$13 million short-term line of credit with Cooperative Finance Corporation.

Financial Update – The Board received a report of the Cooperative’s financial results, cash flow and monthly medical claims for the month of May and year-to-date.

Capital Credit Retirements to Estates – The Board approved requests from five estates for discounted Capital Credit Retirements in the total amount of \$1,513.94.

Inventory of Work Orders – The Board approved the filing of completed construction work order inventories in the amount of \$573,287.86 with USDA Rural Utilities Service (RUS) to make RUS loan funds available in that amount.

Trico Foundation Financial Review – The Board reviewed the Trico Foundation’s quarterly financial report.

Planning, Engineering and Reliability – The Board reviewed Trico’s supplemental power purchases for the months of June, July and August 2019 and received an update on the output of the Cooperative’s Avion Solar project.

2020 Renewable Energy Standard Tariff (REST) Implementation Plan – The Board approved Trico’s 2020 Renewable Energy Standard and Tariff (REST) Plan for filing with the Arizona Corporation Commission.

Director Expense Forms – Director Expense forms for the period ending June 25, 2019 were approved.

The meeting was adjourned at 1:44 pm.

The next Trico Board meeting is tentatively scheduled for August 27, 2019.