



Board of Directors Meeting
Official Minutes from March 19, 2026
Wichita, KS and Virtually

1. Call to Order and Determination of a Quorum

With the determination of a quorum, Tim Johnson called the March 19, 2026, Board of Directors meeting to order at 10:00 AM.

Board Members Present: Aaron Floersch, Tim Johnson, Chris Komarek, Lou Thurston, Leslie Stephan, Alan Schneider, and Jason Newberry.

Board Members Absent: Stacy Barnes.

Board Members Present Virtually: Taggart Wall.

Others Present: J.T. Klaus (Spencer Fane), Scott Glaves (Clay Center PUC).

Others Present Virtually: Gus Collins (Winfield), Brian Wells (Marion), Angie Hicks (Augusta), Matt McAllister (Udall), Merlin Mugler (Clay Center PUC), Marc Cain (Augusta), Bill Reekie (Mulvane), and Austin St. John (Mulvane).

KPP Staff Present: Eric Alexander, Leslie Atherton, Nick Enslinger, James Ging, Colin Hansen, Vickie Matney, Ivan Seward, and Mike Shook.

2. Monthly ECA Presentation – James Ging

Chief Operating Officer James Ging presented the February 2026 ECA and noted that the initial billing for February Energy Cost Adjustment (ECA) was incorrect due to inaccurate S53 and S120 data sent over by Tenaska. Using those erroneous figures, total costs were over budget by \$248,714. Transmission costs were below budget \$106,599; energy costs were above budget \$266,344; and capacity costs were above budget \$91,620. In terms of sales, demand and energy were both below budget by 8% and 11%, respectively. The resulting ECA was \$0.01577 (versus budgeted \$0.00155), which would bring in an estimated \$814,697. With corrected data, the revised ECA was much lower, estimated to bring in only \$362,661. Credits will be issued on members' March 2026 bills for the error, totaling \$452,035.

3. Consent Agenda

- a. **Minutes of the February 19, 2026, Board of Directors Meeting**
- b. **Monthly Invoices & Payment Schedule**
- c. **Wellington Generation Repair Fund Requests**

Tim Johnson requested a motion to approve consent agenda items as listed above with the correction of a typo in the minutes. Motion was made by Leslie Stephan and seconded by Chris Komarek. Motion carried.

4. Review & Closing of Agenda – Colin Hansen

CEO Colin Hansen provided an overview of the meeting's agenda. No changes were made to the agenda. No other revisions were requested. Aaron Floersch moved and Jason Newberry seconded to close the agenda. Motion passed unanimously.

5. CEO Report – *Colin Hansen*

CEO & General Manager Colin Hansen provided the following updates:

- In the United States in January, net generation capacity additions totaled 5.1 GW. He noted looming labor constraints, specifically the prediction that the United States power industry will require more than five hundred thousand new workers by 2030.
- He summarized activity related to the White House’s “Ratepayer Protection Pledge.” Commitments from major technology companies, including OpenAI and Amazon, to “build, bring, or buy” new generation required to power new data centers.
- The Department of Energy plans to award up to \$1.9 billion under the recently released Speed to Power through Accelerated Reconductoring and other Key Advanced Transmission Technology Upgrades (SPARK). The DOE will prioritize projects that can be implemented quickly to deliver durable physical upgrades and dynamic operations gains.
- Activity from the March 19, 2026, FERC meeting was summarized.
- A summary of recent relevant activity in the Kansas legislature was also provided.

6. Financial Report – *Vickie Matney*

Chief Financial Officer Vickie Matney presented preliminary written financial statements for the period ending January 31, 2026, showing a change in net position of around \$637,000. Asset total for January 2026 came in at \$168 million. Collection and Disbursement of Generation Resource ECA Funds totaled \$9.17 million. She noted the 2025 audit is ongoing, and that reserves on all bonds except for 2015A and 2024A were re-invested on March 12 at 3.63%. She presented key financial metrics as well. Leslie Stephan moved to accept the financial report as presented. Alan Schneider seconded, and the motion passed unanimously.

7. Market Report – *Eric Alexander*

Chief Strategy Officer Eric Alexander provided the market report, including weather outlooks, degree days, load prices, average energy prices, natural gas storage, and prices. He also provided information on WTI Crude Oil prices.

8. Old Business

a. **Resolution No. 2026-03-19 – Debt Resolution (Refunding)** – *Vickie Matney / J.T. Klaus*

At the previous Board meeting, Chief Financial Officer Vickie Matney advised that the refunding of the 2015A bonds, which was originally presented in October of 2025 and then turned unfavorable in November, had reappeared as favorable, providing savings at 3.43%, which would result in \$275,200 over six years. At that time, it was thought the refunding would result in an all-inclusive true interest cost of 2.88%.

Since that time, rates have climbed again, and the predicted savings have decreased to 2.45%. Matney noted that typically refunding is not pursued unless the savings are predicted to be at least 3.0%. J.T. Klaus, General Counsel, noted that if the rate comes in with less than 2.5% savings, the refunding will not proceed, pursuant to the Resolution adopted in late 2025.

Chris Komarek moved to adopt Resolution No. 2026-03-19, authorizing the issuance of, prescribing the form and details of, and authorizing the delivery of not to exceed \$7.7 million principal amount of electric utility refunding revenue bonds, Series A, 2026 of

KPP Energy, A Municipal Energy Agency; and making certain Covenants with respect thereto. Aaron Floersch seconded, and the motion passed unanimously.

b. PACE Update – James Ging

Ging guided members through an update on the PACE project, starting with the interconnection schedule. Construction mobilization has started in Winfield and Wellington. In terms of contractor selection, bid packages from mechanical and electrical contractors are due toward the beginning of April. Ging also discussed delivery of long lead time items as well as the \$108,740 financial impact of 15% tariffs on string inverters.

9. New Business

a. Financial Reserves Policy Update – Colin Hansen

CEO & General Manager Colin Hansen presented information regarding the performance of a Financial Reserve Study by the consulting group PFM. The study would be performed towards the formulation of a KPP Energy Financial Reserve Policy.

b. Emergency Stabilization Fund Transfer – Colin Hansen / Vickie Matney

Matney noted the purpose of the ESF is to accumulate any revenues in excess of 130% debt service coverage requirement which may be used to reduce future rate increases and offset extraordinary expenses. This was established through GASB 62. For 2025, the year-end net position before DAI was \$11.4 million (pre-audit). There is approximately \$4 million available to move into the ESF. She provided the Board with a proposed entry to move the estimated \$4 million into the ESF. She noted the impact that would occur to the net position as well as the audit description of the transaction.

Ultimately, she requested approval to move revenues in excess of the 1.3 debt service coverage (\$4 million) to the Emergency Stabilization Fund for 2025. Lou Thurston moved and Chris Komarek seconded to do just that. Motion passed unanimously.

c. Capacity Payment for Performance-Based Accreditation – James Ging

Chief Operating Officer James Ging presented a draft of the proposed policy to implement a capacity payment for performance-based accreditation. He fielded questions from Tim Johnson, Jason Newberry, Aaron Floersch, Leslie Stephan, and Chris Komarek, and welcomed feedback on the draft. This item will reappear on a future agenda for Board action.

d. Executive Session – Attorney-Client Privilege

At 11:33 AM, Jason Newberry moved and Chris Komarek seconded that the Board recess into executive session pursuant to the attorney-client privilege exception under the justification of K.S.A. 75-4319(b)(2) for a period not to exceed 15 minutes, including the Board, General Counsel, Chief Executive Officer Colin Hansen, Chief Strategy Officer Eric Alexander, and Chief Operating Officer James Ging, for the purpose of discussing matters privileged in the attorney-client relationship, the regular meeting to resume at 11:50 AM. Motion carried.

At 11:50 AM, regular session unanimously reconvened with no action taken during executive session after motion by Lou Thurston and second by Jason Newberry.

10. Operations Report – James Ging

COO James Ging submitted his written report.

11. Strategy Report – Eric Alexander

CSO Eric Alexander submitted his report as written.

12. Energy Services Report – Mike Shook

The Energy Services Report was submitted as written by Mike Shook.

13. Member Services Report – Leslie Atherton

Leslie Atherton, Director of Member Services, submitted her written report to the Board.

14. General Counsel Report – J.T. Klaus

Members were provided with J.T. Klaus's General Counsel Report in written form.

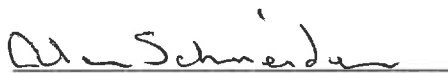
15. Special Announcements

APPA National Conference will occur June 26 – July 1 in Boston, Massachusetts.

16. Adjourn

Jason Newberry moved and Chris Komarek seconded to adjourn the meeting at 11:55 a.m. All members voted in favor of the same.

Respectfully submitted by KPP Energy Board Secretary:


Alan Schneider, Secretary

Date: 4-16-2026

Approved by KPP Energy Board President:


Timothy R. Johnson, President

Date: 4-16-2026