



La Plata Electric Association, Inc.

A Touchstone Energy® Cooperative 

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RESOLUTION **2021-09**
Special Retirement of Capital Credits

WHEREAS, since late 2019, La Plata Electric Association, Inc. (LPEA) has been one of the key member cooperatives participating in the inaugural Tri-State Generation & Transmission, Inc. (Tri-State) rate case at Federal Energy Regulatory Commission (FERC), ultimately leading efforts to negotiate an unopposed and substantial rate reduction with Tri-State that represents a solid first step in obtaining the rate reductions promised by Tri-State to its members, and

WHEREAS, on Friday, April 30, 2021, Tri-State announced that its Board of Directors had approved a proposed settlement of its wholesale rate and contract filings made with the FERC, and

WHEREAS, this settlement would immediately reduce Tri-State's wholesale power rates 2%, and

WHEREAS, in conjunction with this rate deduction, LPEA's Board of Directors has decided to have a special retirement of capital credits to pass the benefit of Tri-State's rate reduction on to LPEA's members as quickly as possible, and

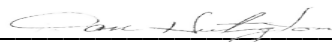
WHEREAS, the Board of Directors has decided to make a special retirement of a total of \$1,500,000 of capital credits to members and former members, and

WHEREAS, the Board of Directors has determined that, pending FERC approval of the proposed settlement, the special retirement of capital credits will not impair the financial position of the Cooperative and is not in conflict with existing mortgages, and

WHEREAS, the special retirement of \$1,500,000 will be distributed on a LIFO basis for the year 2020, excluding G&T allocations.

NOW THEREFORE BE IT RESOLVED by the Board of Directors of La Plata Electric Association, Inc. that the \$1,500,000 special retirement of capital credits be approved conditioned upon FERC approval of the proposed settlement.

I, Dan Huntington, Secretary of La Plata Electric Association, Inc., do hereby certify that the above is true and correct copy of a resolution adopted by the Board of Directors of La Plata Electric Association, Inc., at a regular meeting held in Durango, Colorado, on May 19, 2021, at which meeting a quorum of directors was present and voting.



Dan Huntington, Secretary

Dated at Durango, Colorado this 19th Day of May 2021