




La Plata Electric Association, Inc.

A Touchstone Energy® Cooperative 

P.O. Box 2750 Durango, CO 81302-2750  
Phone: (970) 247-5786 • Fax (970) 247-2674  
[www.lpea.coop](http://www.lpea.coop)

## R E S O L U T I O N 2021-10

### 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 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 Federal Energy Regulatory Commission (FERC), and

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

**WHEREAS**, LPEA's power bills from Tri-State are reflecting the 2% reduction, effective March 1, 2021, 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

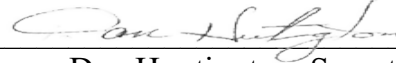
**WHEREAS**, the Board of Directors has decided to make a special retirement of a total of \$1,500,000 of capital credits to members and former members, and

**WHEREAS**, the Board of Directors has determined that, 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.

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 June 16, 2021, at which meeting a quorum of directors was present and voting.



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Dan Huntington, Secretary

Dated at Durango, Colorado this 16<sup>th</sup> Day of June 2021