COMMISSION

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PHIL BASHAW – COMMISSIONER
RUSSELL L. JONES – COMMISSIONER
JOHN F. SULLIVAN – COMMISSIONER

STAFF

JORDY FUENTES – EXECUTIVE DIRECTOR
HEATHER COLE – EXECUTIVE SECRETARY

ARIZONA POWER AUTHORITY

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MINUTES OF THE ARIZONA POWER AUTHORITY ("APA")
VIRTUAL COMMISSION ("Commission") MEETING HELD OCTOBER 20, 2026

PRESENT: James Sweeney, Chairman
Phil Bashaw, Commissioner
Kim Owens, Vice Chairman
John Sullivan, Commissioner

STAFF: Douglas Brimhall, Accountant 4
Heather Cole, Executive Secretary to the Commission
Jordy Fuentes, Executive Director
Roberto Pulver, Legal Counsel
Sonseeahray Kallaur, Financial Administrator

OTHER: Andrew Fraser
Joseph Fickett, AEPCO
Darrin Francom, Central Arizona Project
Ed Gerak, IEDA
Josh Grier, SRP
Elston Grubaugh, Wellton Mohawk
Daniel Herderer, Clark Hill
Taylor Howerter, Roosevelt Irrigation District
Leslie James
Selwyn Justice, ED #7
Jimmy Kendrick, WAPA
Adam McAnally, SRP
Kristine McMinimy, AEPCO
Jason Moyes,
Matt Ogden, Maricopa Water Conservation
Paul Orme
Daniel Pritchard, KR Saline & Associates
Emily Rice, AMPUA
Jeff Ritter, CAP
Verdent Sahu, KR Saline & Associates
Ken Saline, KR Saline & Associates
Scott Saline, KR Saline & Associates
Megan Scott, Scott & Rogers, PLLC
Kent Simer, K.R. Saline & Associates
Elizabeth Story
Kelly Urbine, Current Insights

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Bill Van Allen, ED #6
Robert Van Hofwegen, ED #8
Glen Vortherms, Vortherms Consulting
Jeff Woner, KR Saline & Associates

CALL TO ORDER: The meeting was called to order at 10:00 a.m. by Chairman James Sweeney. Quorum was established.
ROLL CALL: Commissioners Bashaw, Owens, Sullivan & Sweeney were present.

CHAIRMAN REQUEST FOR DECLARATION OF CONFLICT OF INTEREST BY ANY COMMISSIONER:

- Each Commissioner declared they had no conflict of interest on any matter as listed on the agenda for today's meeting.

PLEDGE OF ALLEGIANCE: The Pledge of Allegiance was recited.

APPROVAL OF MINUTES:

- **Motion**: To approve the minutes as corrected from the Regular Commission Meeting held on September 15, 2026 was made by Commissioner Sullivan and seconded by Commissioner Bashaw.
- **Vote:** Commissioners Bashaw, Sullivan & Sweeney approved the motion.
- **Resolved:** Approved as stated above and the written documents are entered into the Commission records.

REVIEW OF EXPENDITURES AND FINANCIAL REPORTS AND APPROVAL OF CLAIMS: Sonseeahray Kallaur, Financial Administrator, provided the Expenditures & Financial Reports. Hoover Operations Fund Claims #16299 - #16337 and APA Claims #718 - #719 for the period September 1 – September 30, 2026 were presented.

- **Motion:** To approve Hoover Operations Fund Claims #16299 - #16337 and APA Claims #718 - #719 as presented was made by Commissioner Sullivan and seconded by Vice Chairman Owens.
- **Vote:** Commissioners Bashaw, Owens, Sullivan & Sweeney approved the motion.
- **Resolved:** Approved as stated above and the written documents are entered into the Commission records.

REPORT ON POWER OPERATION MATTERS: Douglas Brimhall, Accountant 4, reported on the following:

- Monthly Precipitation – Taking a look at monthly precipitation, there has been much more precipitation this September compared to the same time last year.
- Water Year Precipitation – Additionally, when comparing Water Year 2026 to Water Year 2025, overall there has been more precipitation.
- Upper Colorado River System – Precipitation to Date in the Upper Colorado River System is currently at 169%, which is lower than last year but higher than most of the recent years.
- Lake Powell Inflow - Lake Powell Inflow is forecast to be at 39% of normal for the year.

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- Total System Contents – (Upper and Lower Basin) Total system contents at the beginning of OY27 have risen slightly.
- Reservoir and System Capacity – Lake Powell is at 22% capacity, Lake Mead is at 26% capacity, and the Total System capacity is currently at 30%.
- Lake Mead Elevation – By August of 2028, it is anticipated that the elevation at Lake Mead will be at the 998.40 mark.
- Glen Release – the Glen Release for Water Year 26 is lower than prior years.
- Hoover Release – the Hoover Release for Water Year 26 is similar to prior years.

EXECUTIVE DIRECTOR REPORT

Colorado River Updates – Mr. Fuentes updated the Commissioner and Customers on the Colorado River negotiations. Nevada immediately sued the Federal Government after the new Guidelines were introduced. Arizona has joined the lawsuit and is requesting that the 2-year review time period is left in place. California is considering joining as well. There are modeling deficiencies and conservation agreements have not been considered. A Hoover Ad Hoc Drought Committee has been created and will be meeting in the next week.

A Customer Consultation Committee meeting will be held following the E&OC & prior to the next Commission Meeting to discuss the presentations shared and to get customer thoughts and ideas to share with the Drought Ad Hoc, specifically on how to use the PRB funds for these issues. A discussion was held regarding the turbines at Hoover Dam that included timelines, possible outages and lower lake levels.

Powering Affordable Reliable Technology (PART) Energy Program Application Status Update – Mr. Fuentes shared that we have not heard back from USDA yet. AEPCO was working on some modeling for the business case to determine what the actual value to the customer would be if we implement these batteries. AEPCO is continuing to compile information to determine if batteries are an option with or without the grant funding. The application that was submitted includes Nevada but not California.

West Wide Market Update – Mr. Fuentes shared that there are still a lot of unknowns regarding decisions related to the large entities in Arizona and how those will impact the embedded customers. SRP & TEP have taken on the role of helping facilitate and protecting the embedded entities from any negative impacts. SRP shared that they continue to the most value for SRP customers with MarketsPlus and they anticipate going live in October 2027.

Update on Other Matters Affecting Operations of the APA – Mr. Fuentes shared that he and staff have begun to prioritizes upcoming maintenance projects including a leaking roof.

BUSINESS ITEMS

Consideration and Possible Approval of Pinal Solar Project Off-Taker Resale Agreement between the Arizona Power Authority and Off-Takers

There has been one significant change with the project. The largest off-taker, SRP has decided not to move forward with the project. Mr. Fuentes reached out to KR Saline and Electrical District #7 has agreed to sign on to the project and will take SRP's allocation. One of the issues was related to pricing

in the contract. Pricing issues that could involve tariffs, and things that are out of either parties control. A discussion was held regarding possible pricing with and without grant funding. Outside Legal Counsel has reviewed the agreement.

- **Motion:** To approve the Pinal Solar Project Off-Taker Resale Agreement between the Arizona Power Authority and Off-Takers as presented subject to minor, non-substantive revisions was made by Vice Chairman Owens and seconded by Commissioner Sullivan.
- **Vote:** Commissioners Bashaw, Owens, Sullivan & Sweeney approved the motion.
- **Resolved:** Approved as stated above and the written documents are entered into the Commission records.

Consideration and Possible Approval of Pinal Power Purchase and Energy Storage Agreement between the Arizona Electric Power Cooperative and the Arizona Power Authority

Mr. Fuentes shared the names of the off-takers. Five of the off-takers have already signed and returned their agreements. The remaining three will meet with their Boards and Councils by November 2.

- **Motion:** To approve the Pinal Power Purchase and Energy Storage Agreement between the Arizona Electric Power Cooperative and the Arizona Power Authority contingent on receipt of fully executed contracts from all off-takers to be signed by the Executive Director was made by Vice Chairman Owens and seconded by Commissioner Sullivan.
- **Vote:** Commissioners Bashaw, Owens, Sullivan & Sweeney approved the motion.
- **Resolved:** Approved as stated above and the written documents are entered into the Commission records.

VISITORS' COMMENTS/CALL TO THE PUBLIC: N/A

COMMISSIONERS' COMMENTS: N/A

ADJOURNMENT:

There being no further business to come before the Commission, Chairman Sweeney adjourned the meeting.

The meeting was adjourned at 11:54 a.m.

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Jim Sweeney, Chairman

ATTEST:

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Heather J. Cole, Executive Secretary to Commission

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