

SALT RIVER PROJECT AGRICULTURAL IMPROVEMENT AND POWER DISTRICT COUNCIL MEETING NOTICE AND AGENDA – AMENDED

**BY-LAWS COMMITTEE MEETING
Tuesday, December 10, 2024, 9:30 AM
SRP Administration Building
1500 N. Mill Avenue, Tempe, AZ 85288**

Committee Members: M. Brandon Brooks, Chair; Nick Vanderwey, Vice Chair; Mark Farmer, Cliff Leatherwood, Wes Lines, Jacque Miller, T. Suzanne Naylor, Barry Paceley, Ian Rakow, Billy Schrader III, and Paul Van Hofwegen

Call to Order
Roll Call

1. Request for Approval of the Minutes for the Meeting of October 19, 2023
..... CHAIR M. BRANDON BROOKS

2. Compensation of District Elected Officials MICHAEL O’CONNOR

Informational presentation regarding the compensation of District Board and Council Members and the compensation of other elected officials and utility Board Members.

3. Acreage Voting in SRP Elections..... MICHAEL O’CONNOR

Informational presentation regarding acreage voting in SRP elections. The Committee may vote to go into Executive Session, pursuant to A.R.S. §38-431.03 (A)(3), for discussion or consultation for legal advice with legal counsel to the Committee.

4. SRP District Election Overview..... JOHN FELTY

Informational presentation regarding the SRP District Election and takeaways.

5. Report on Current Events by the General Manager and Chief Executive Officer or Designees JIM PRATT

6. Future Agenda Topics..... CHAIR M. BRANDON BROOKS

The Committee may vote during the meeting to go into Executive Session, pursuant to A.R.S. §38-431.03 (A)(3), for the purpose of discussion or consultation for legal advice with legal counsel to the Committee on any of the matters listed on the agenda.

The Committee may go into Closed Session, pursuant to A.R.S. §30-805(B), for discussion of records and proceedings relating to competitive activity, including trade secrets or privileged or confidential commercial or financial information.

Visitors: The public has the option to attend in-person or observe via Zoom and may receive teleconference information by contacting the Corporate Secretary’s Office at (602) 236-4398. If attending in-person, all property in your possession, including purses, briefcases, packages, or containers, will be subject to inspection.



NOTICE WILL BE SENT REGARDING THE NEXT MEETING OF THE COUNCIL BY-LAWS COMMITTEE

MINUTES
COUNCIL BY-LAWS COMMITTEE
SALT RIVER PROJECT AGRICULTURAL IMPROVEMENT AND
POWER DISTRICT

October 19, 2023

A meeting of the Council By-Laws Committee of the Salt River Project Agricultural Improvement and Power District (the District) convened at 9:30 a.m. on Thursday, October 19, 2023, from the Hoopes Board Conference Room at the SRP Administration Building, 1500 North Mill Avenue, Tempe, Arizona. This meeting was conducted in-person and via teleconference in compliance with open meeting law guidelines. The District and Salt River Valley Water Users' Association (the Association) are collectively known as SRP.

Committee Members present at roll call were M.B. Brooks, Chairman; M.L. Farmer, C.M. Leatherwood, J.W. Lines, T.S. Naylor, W.P. Schrader III, H. Tjaarda Jr., and P.A. Van Hofwegen.

Committee Members absent at roll call were N.J. Vanderwey, Vice Chairman; J.L. Miller, and I.M. Rakow; and M.A. Freeman of the Association.

Also present were President D. Rousseau; District Vice President C.J. Dobson; Council Vice Chairman J.R. Shelton; Mmes. I.R. Avalos, M.J. Burger, and L.F. Hobaica; and Messrs. J.M. Felty, K.J. Lee, M.J. O'Connor, and J.M. Pratt.

In compliance with A.R.S. §38-431.02, Andrew Davis of the Corporate Secretary's Office had posted a notice and agenda of the Council By-Laws Committee meeting at the SRP Administration Building, 1500 North Mill Avenue in Tempe, at 9:00 a.m. on Tuesday, October 17, 2023.

Chairman M.B. Brooks called the meeting to order.

Approval of Minutes

On a motion duly made by Council Member P.A. Van Hofwegen, seconded by Council Member W.P. Schrader III and carried, the Committee approved the minutes for the meeting of October 17, 2022, as presented.

Corporate Secretary J.M. Felty polled the Committee Members on Council Member P.A. Van Hofwegen's motion to approve the minutes for the meeting of October 17, 2022. The vote was recorded as follows:

YES: Council Members M.B. Brooks, Chairman; and M.L. Farmer, (8)
 C.M. Leatherwood, J.W. Lines, T.S. Naylor, W.P. Schrader III,
 H. Tjaarda Jr., and P.A. Van Hofwegen
 NO: None (0)
 ABSTAINED: None (0)
 ABSENT: Council Members N.J. Vanderwey, Vice Chairman; J.L. Miller, (3)
 and I.M. Rakow

District President and Vice President Participation in the SRP Performance Incentive Compensation (EPIC) Program

Using a PowerPoint presentation Michael J. O’Connor, SRP Associate General Manager and Chief Legal Executive, stated that the purpose of the presentation was to request approval to allow the District President and Vice President to participate in the SRP EPIC Program, to the extent that such EPIC payout is for corporate metrics, for their term that commences May 1, 2026.

He provided an overview of previous terms where the President and Vice President had approval to participate in the SRP EPIC Program, including the 2014 – 2018 and the 2018 – 2022 terms of office.

Mr. M.J. O’Connor responded to questions from the Committee.

After further discussion, a motion was duly made by Council Member P.A. Van Hofwegen, seconded by Council Member C.M. Leatherwood and carried, to recommend Council approval to allow the District President and Vice President to participate in the SRP EPIC Program, to the extent that such EPIC payout is for corporate metrics, for their term that commences May 1, 2026.

Corporate Secretary J.M. Felty polled the Committee Members on Council Member P.A. Van Hofwegen’s motion to recommend Council approval. The vote was recorded as follows:

YES: Council Members M.B. Brooks, Chairman; and M.L. Farmer, (8)
 C.M. Leatherwood, J.W. Lines, T.S. Naylor, W.P. Schrader III,
 H. Tjaarda Jr., and P.A. Van Hofwegen
 NO: None (0)
 ABSTAINED: None (0)
 ABSENT: Council Members N.J. Vanderwey, Vice Chairman; J.L. Miller, (3)
 and I.M. Rakow

Copies of the PowerPoint slides used in this presentation are on file in the Corporate Secretary's Office and, by reference, made a part of these minutes.

Vice Chairman N.J. Vanderwey; Council Chairman T.M. Francis; Council Member M.C. Pedersen; Board Member R.J. Miller; and Mr. B.A. Olsen entered the meeting.

Compensation of the District President and Vice President

Using a PowerPoint presentation, Mr. M.J. O'Connor stated that the purpose of the presentation was to provide information regarding the compensation of the District President and Vice President.

Mr. M.J. O'Connor reviewed the previously established philosophy of determining compensation for the President and Vice President. He provided an overview on the current annual salary of the President and Vice President, noting that the last change was in 2018 and that the most recent review was in 2020. Mr. M.J. O'Connor explained the distribution of the annual salary between the Association and the District from 1936 to 2018 for the President and from 1964 to 2018 for the Vice President.

Mr. M.J. O'Connor concluded with a review of the benefits package for the President and Vice President, including medical/dental, Exec-U-Care, executive physical exam allowance, executive vision, life insurance, disability, pension, and 401(k) plan.

Mr. M.J. O'Connor responded to questions from the Committee.

Copies of the PowerPoint slides used in this presentation are on file in the Corporate Secretary's Office and, by reference, made a part of these minutes.

Report on Current Events by the General Manager or Designees

Jim M. Pratt, SRP General Manager and Chief Executive Officer, reported on a variety of federal, state, and local topics of interest to the Committee.

Mr. B.A. Olsen left the meeting during the report.

Future Agenda Topics

Chairman M.B. Brooks asked the Committee if there were any future agenda topics. Council Member M.L. Farmer requested an update on the history of the Board and Council approval of the Permanent Early Voting List.

There being no further business to come before the By-Laws Committee, the meeting adjourned at 10:50 a.m.

John M. Felty
Corporate Secretary

Compensation of Elected Officials

**District Council By-Laws Committee
December 10, 2024**

**Michael J. O'Connor, Associate General Manager and
Chief Legal Executive**



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Issues to be Addressed

- **District Board & Council Compensation/Per Diems**

Compensation Review Sheet

District Board of Directors

Philosophy

The District Board of Directors are elected officials who should receive compensation that reflects their duties and responsibilities.

The Council believes that service on the District Board of Directors is an honor and a privilege and should always be for the benefit of SRP shareholders and SRP customers.

Source: 2013 SRP Council Resolution

Compensation Review Sheet District Council Members

Philosophy

The District Council members are elected officials who should receive compensation that reflects their duties and responsibilities.

The Council believes that service on the District Council is an honor and a privilege and should always be for the benefit of SRP shareholders and SRP customers.

Source: 2013 SRP Council Resolution

Compensation Review Sheet

District Board of Directors

Board of Directors:

Current Per Diem	\$60 *
Last Change	2000
Last Review	2023
Recommendation	TBD

* A.R.S. 48-2362 – provides that the Council shall determine the compensation of the Board, but limits compensation to a maximum of \$60 per diem.

Compensation Review Sheet

District Council Members

Council Members:

Current Per Diem	\$60 *
Last Change	2000
Last Review	2023
Recommendation	TBD

* A.R.S. 48-2362 – provides that the Council shall determine the compensation of the Board, but limits compensation to a maximum of \$60 per diem.

Data Regarding Other Public Power/Government/Arizona Utility Director Compensation

Public Power Board Compensation Updated 2024

ORGANIZATION	NUMBER OF BOARD MEMBERS	MEMBER SALARY	MEMBER PER DIEM
SANTEE COOPER	12	\$10K	\$200/\$2K Cap
LCRA	15	\$0	\$100
IMPERIAL IRRIGATION DISTRICT	5	\$67K	\$0
NPPD	11	\$26K	\$0
OPPD	8	\$26K	\$0
AMP PUBLIC POWER PARTNERS	22	\$0	\$0
ORLANDO UTILITIES COMMISSION	5	\$0	\$0
CPS	5	\$2.5K	\$0
GRAND RIVER DAM AUTHORITY	7	\$0	\$0
TACOMA PUBLIC UTILITIES	5	\$0	\$0
PLATTE RIVER POWER AUTHORITY	8	\$0	\$0
NASHVILLE ELECTRIC SERVICE	5	\$0	\$0
LONG ISLANG POWER AUTHORITY	9	\$0	\$0
GRANT PUD	5	\$1.8K	\$90
CHELAN COUNTY PUD	5	\$1.8K	\$90
CLARK PUD	5	\$1.8K	\$90
LINCOLN ELECTRIC SYSTEM	9	\$0	\$0
SMUD	7	\$0	\$317

Survey of Arizona Elected Officials Compensation

	MAYOR	COUNCIL	NUMBER OF COUNCIL MEMBERS	EFFECTIVE DATE
Phoenix	\$103,840	\$77,000	8	25-Apr
Tempe	\$63,390	\$31,696	6	21-May
Glendale	\$49,200	\$35,200	6	21-May
Mesa	\$89,400	\$50,503	6	25-May
Peoria	\$58,451	\$16,500	6	21-May
Scottsdale	\$59,462	\$36,179	6	23-Dec

Survey of Arizona Elected Officials Compensation

	SALARY	PER DIEM	NUMBER OF MEMBERS
Governor	\$95,000	\$45/Day	1
House of Representatives	\$24,000	\$35/Day First 120 Days \$10/Day Following Days	60
Arizona State Senators	\$49,200	\$35/Day First 120 Days \$10/Day Following Days	30

Arizona Title 48 Entities Comparisons - 2024

Power District	48-1501 et seq.	\$30 per diem
Electrical District	48-1701 et seq.	\$30 per diem
Drainage and Flood Control District	48-2601 et seq.	\$30 per diem
Irrigation and Water Conservation	48-2901 et seq.	\$50 per diem
Central Arizona Project	48-3701 et seq.	No Compensation

Investor-Owned Board of Directors Compensation 2024

	NUMBER OF BOARD OF DIRECTORS	BOARD OF DIRECTOR AVERAGE BASE PAY	BOARD OF DIRECTOR STOCK AWARDS
APS/Pinnacle West	12	\$100,990	\$116,185
Southwest Gas	10	\$146,935	\$140,979

Questions



Discussion Related to Acreage-Based Voting System in SRP District Elections

**District and Association Council By-Laws Committee
December 10, 2024**

**Michael J. O'Connor, Associate General Manager and
Chief Legal Executive**



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Management Assumptions & Direction

- SRP's self governance is critical to the success of SRP, its customers and shareholders
- Fundamental to SRP's existence and success is the provision and support of water to the lands with the Reservoir Boundary
- The service provided to electric customers outside the reservoir boundary are identical including pricing, programs, reliability and customer service to those provided within the District
- Current acreage voting system has been held to be legal and Constitutional
- Any recommendation for change will need approval of all four governing bodies
- Any changes in SRP voting or voter eligibility would require changes to Arizona statutes and/or the Association articles of incorporation
- The District Board in October 2019 voted to continue the support of the current elector qualifications

Acreage Based Voting

- Both the Association and the District have acreage voting systems with similar voting boundaries
- The Association's acreage voting system has been in place since 1903 and is set forth in the Association Articles of Incorporation
- The District's acreage voting system was put in place since 1937 and is set forth in the Arizona Revised Statutes, Title 48
- There are several other Title 48 entities that also have an acreage voting system
- Both the Association and District voting systems were drafted and designed in light of the relationship of the amount of land pledged for collateral (burdened land) and water rights that are appurtenant to the burdened land

Definitions

Salt River Reservoir District (“SRRD”): The geographic area described in the Salt River Valley Water Users’ Association (the “Association”) Articles of Incorporation, as amended, within which the holders of certain lands were eligible to subscribe to shares of the Association and, thus, were eligible to receive water from the federal reclamation project (“Shareholder Lands”).

The boundaries are described in Article IV, Section 3 of the Articles of Incorporation for the Association, dated January 21, 1903, as amended in 1912. The Articles name the area the “Salt River Reservoir District.”

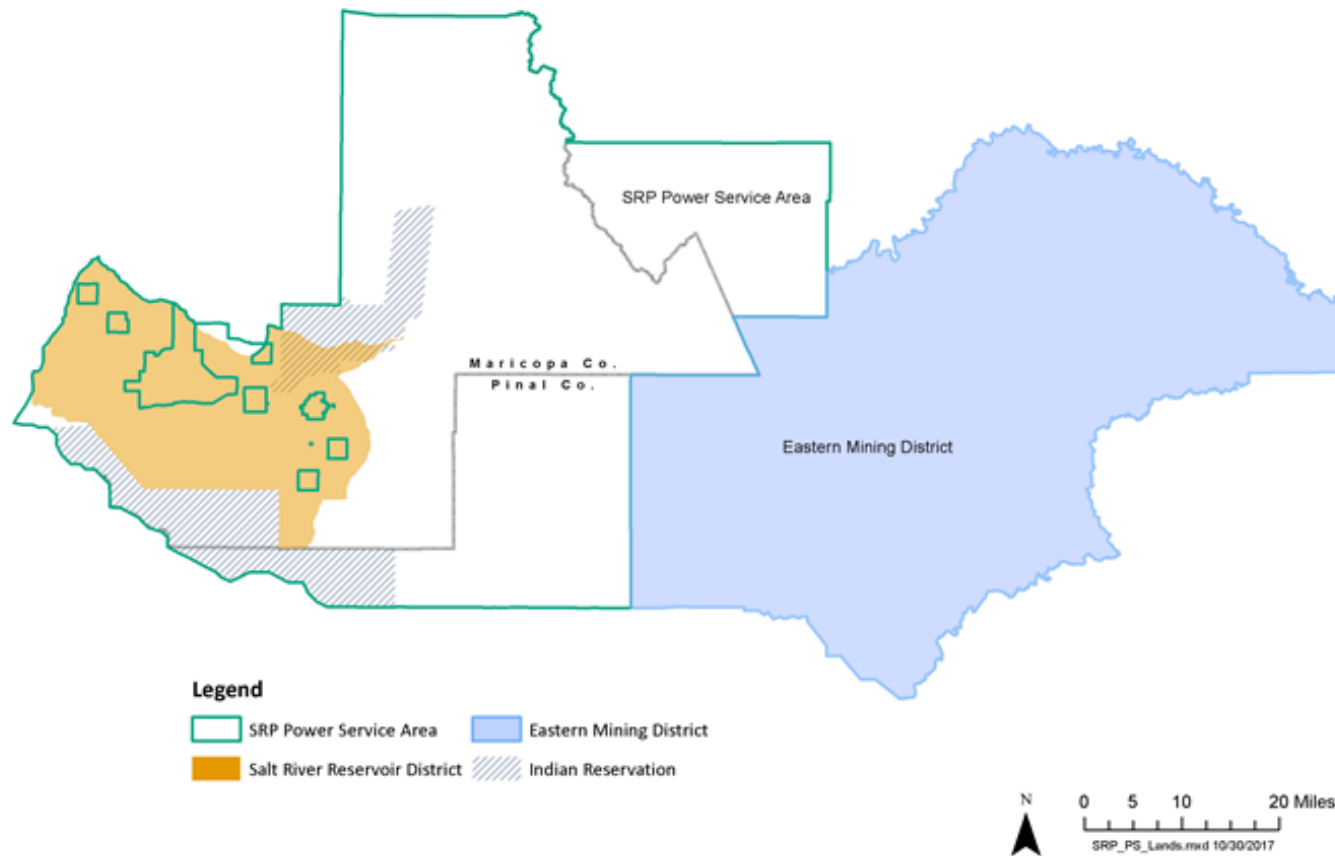
Salt River Project Agricultural Improvement and Power District: An agricultural improvement district established in accordance with Arizona law by the Maricopa County Board of Supervisors (the “District”).

The boundaries of the District were established by an Order of County of Maricopa Board of Supervisors dated January 25, 1937. The boundaries established by the order begin with the boundaries of the SRRD but exclude certain areas.

The District’s Electric Service Area: The geographic area where the District provides electric service.

SRP’s electric service area was first described in a territorial agreement entered into in 1928 between the Central Arizona Light and Power Company and the Association. Following disputes over the interpretation of provisions of the original territorial agreement, a second territorial agreement was entered into in 1955. That agreement, dated August 31, 1955, by and between the District and Arizona Public Service Company was acknowledged by the Arizona Corporation Commission.

The District's Electric Service Area



Current Voting Structure

A.R.S. §48-2361 Power of certain districts to change form of governing body

- A. A district organized under the provisions of this chapter prior to March 6, 1952, and having within its boundaries not less than one hundred seventy-five thousand acres of land under cultivation may by appropriate resolution of its governing body:
1. Provide for its government and management by a board of directors and by a council elected as provided by this article.
 2. Increase the number of divisions and directors in the district to ten, which shall severally consist of contiguous territory and be as nearly uniform in contour and contain as near an equal number of acres as practicable, and which shall be numbered consecutively from one to ten.
 3. Fix the date or dates of election of directors and councilmen, and pending an election, complete its organization by appointment of such directors and councilmen as is necessary to fill the vacancies thus created, and assign to the newly created divisions prior elected directors who had been elected at large or from original divisions.
 4. Adopt bylaws and regulations not inconsistent with the provisions of this article necessary for the efficient management of the district.

Current Voting Structure (cont'd)

- B. In any district which has by appropriate resolution adopted the alternative form of administration provided for in subsection A of this section, there shall be added four additional directors to the board of directors as follows:
1. Within thirty days after September 23, 1976, the board of supervisors of the county in which the district has been organized shall appoint two additional directors, one of whom shall be appointed to fill the at large directors' seat number 12 and the other shall be appointed to fill the at large directors' seat number 14. Such directors shall be appointed for terms expiring in 1978.
 2. Beginning with the district election held in 1980, two additional directors shall be elected to fill at large directors' seats numbers 11 and 13.
 3. The directors added to the board pursuant to this section as at large directors shall at the time of appointment or election be owners of land located within the district and shall be residents of the district. Thereafter, the additional directors shall be elected pursuant to section 48-2365 and vacancies filled pursuant to section 48-2366.

Current Voting Structure (cont'd)

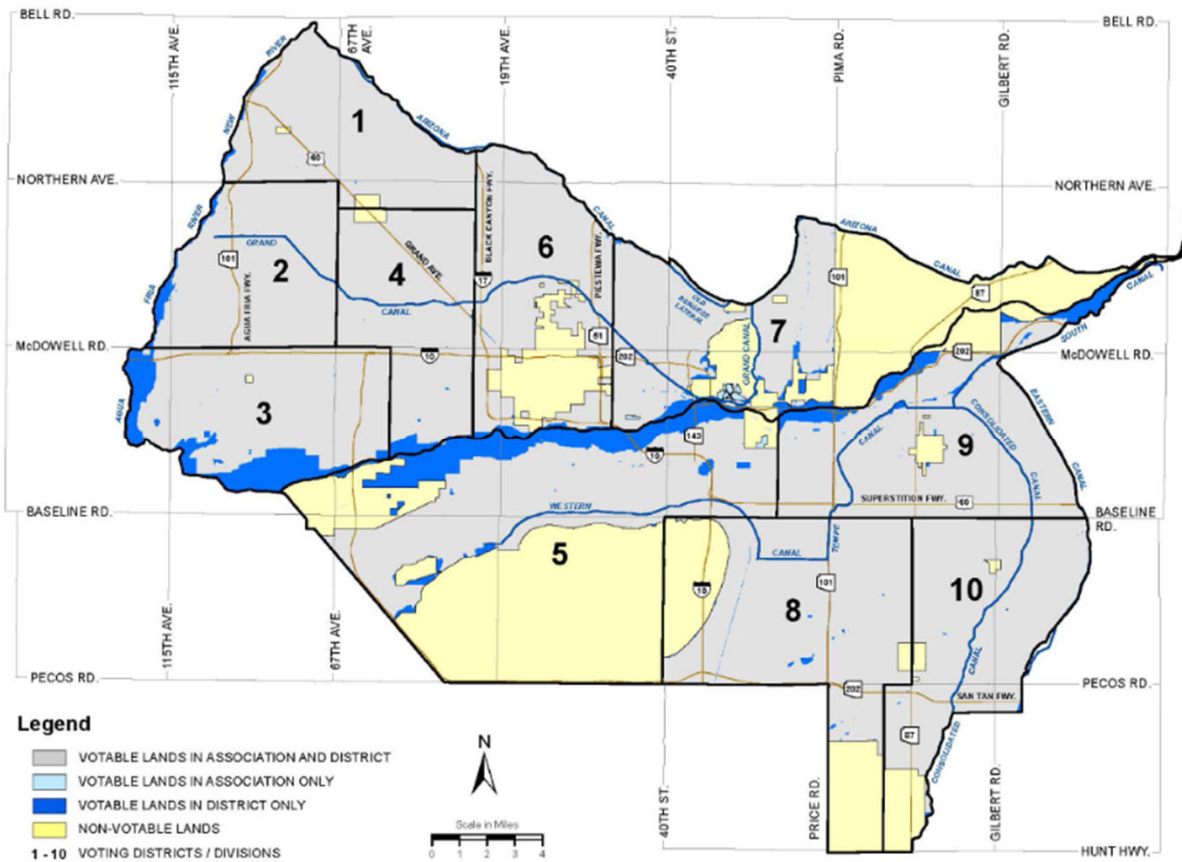
A.R.S. §48-2383 Acreage system of voting

- A.** The petition for organization of the district may provide that each owner of land shall have one vote, or may provide for voting on an acreage basis.
- B.** Except as provided in section 48-2365, subsection D, if the district is or has been organized under a provision for voting on an acreage basis, each landowner possessing the qualifications of an elector shall be entitled to cast one vote at all elections after the organization election on each office to be filled, or each question submitted, for each acre of land within the district owned by him.
- C.** Except as provided in section 48-2365, subsection D, from and after April 18, 1969, each landowner possessing the qualifications of an elector who owns less than one acre of land within the district shall be entitled to a fractional vote on each office to be filled or each question submitted. The fractional vote shall be equal to the fraction of an acre owned by such elector.

Current Voting Structure (cont'd)

- D. If land is held in more than one name, each owner otherwise possessing the qualifications of an elector may vote the number of acres or fractions thereof represented by his legal interest or proportionate share of and in the lands.
- E. The result of each election shall be determined by the highest number of votes cast as provided in subsections B, C and D of this section.
- F. The district shall maintain a record of the persons owning real property within the boundaries of the district as such ownership appears on the records of the county recorder and the number of votes or fractions thereof the owner thereof shall be entitled to vote.

Association and District Votable Lands



Current Voting Structure

A.R.S. §48-2309 Qualifications of electors

- A.** No person shall be entitled to vote at any election held under the provisions of this chapter unless the person is a qualified district elector. In this chapter, a qualified district elector is a person who is otherwise qualified to vote for state officers under the general election laws of this state and who is either of the following:
- 1.** The owner of record of qualified real property.
 - 2.** The trust voter for a qualified trust that is the owner of record of qualified real property.
- B.** The owner of record is the owner of the real property on the one hundredth day before the election as shown on the records of the county recorder's office. Qualified real property is a real property that is located within the boundaries of the district and that has been assessed for property taxes as shown on the property tax roll next preceding the date of the election.

Current Voting Structure (cont'd)

A.R.S. §48-2309 Qualifications of electors

- C. A qualified trust is a trust that is formed primarily in furtherance of a person's estate planning and to accomplish a testamentary or inter vivos disposition of assets to the person's family members or to a charitable organization.
- D. A trust voter is a person who is both of the following:
 1. Appointed by the trustee or trustees to vote on behalf of the qualified real property that is owned by the qualified trust.
 2. For whose estate planning the qualified trust was formed, or who is a beneficiary of the trust and who is related by consanguinity or affinity to no more than the fourth degree to the person for whose estate planning the trust was formed.

Current Voting Structure (cont'd)

A.R.S. §48-2363 Board of directors; qualifications; election; power and duties

- A. Until the election held in 1980, the board of directors shall consist of the president and twelve directors, one of whom shall be elected from each division and two of whom shall be elected at large to fill the seats which shall be designated as at large director seats numbers 12 and 14. Beginning with the election held in 1980, the board shall consist of the president and fourteen directors, one of whom shall be elected from each division and four of whom shall be elected at large to fill the seats which shall be designated as at large director seats numbers 11, 12, 13 and 14. Each member shall at the time of election be a qualified district elector for land located in the division from which the member is elected or in the case of directors at large, land located within the district, and shall be a resident of the district.
- B. The board of directors shall, except as modified by this article, have the same powers, obligations and duties as are otherwise prescribed in this chapter. Except for the president and vice-president who shall be elected as provided by this article, the board of directors may appoint officers necessary for the efficient administration of the affairs of the district and fix their compensation.

Current Voting Structure (cont'd)

A.R.S. §48-2365 Term of office; elections

- A. Elections shall be held on the first Tuesday in April each even-numbered year. The terms of councilmen, directors, president and vice-president shall be four years and shall commence on the first Monday in May following the election. The president, vice-president, and directors and councilmen elected from divisions 2, 4, 6, 8 and 10, and directors at large numbers 12 and 14, shall be elected to terms of four years at the regular election held in 1978 and every four years thereafter. Directors and councilmen elected from divisions 1, 3, 5, 7 and 9 shall be elected to terms of two years at the regular election held in 1978 and to terms of four years at the regular election held in 1980 and every four years thereafter. Directors at large numbers 11 and 13 shall be elected at the regular election held in 1980 and every four years thereafter.
- B. The governing body of the district may at any time after March 6, 1952, by appropriate resolution, divide the district into divisions as provided in this article, and shall thereupon assign to proper divisions directors theretofore elected and whose terms have not expired, and appoint councilmen to serve until their successors are elected and qualified at the next succeeding election.

Current Voting Structure (cont'd)

- C. Nominations for council and the board of directors' seats 1 through 10 shall be by petition signed by not less than twenty-five qualified district electors for land within the candidate's division, and nominations for president and vice-president and board of directors' seats 11 through 14 shall be signed by not less than two hundred fifty qualified district electors for land within the district and filed with the secretary of the district at least sixty days before the election. Nominating petitions for election as director at large shall state to which numbered seat the petitioner seeks election. A petitioner shall not file petitions for more than one office or seat and shall not be eligible for election to any other seat or office of the district at that election.
- D. The directors at large shall be elected by the electors of the district qualified under this chapter, and each such qualified elector shall be entitled to cast one vote for the election of each director at large, notwithstanding that the petition for organization of the district provides for acreage voting.

Association Articles

ARTICLE V Capital Stock

Section 1. The capital stock of the Association shall consist of two hundred fifty thousand (250,000) shares, without par value. (Amended September 16, 1930)

Section 2. Those and those only who are owners of lands within the territory described in Article IV of these Articles of Incorporation, to which shares of stock in this Association are appurtenant, shall be the holders or owners of shares or fractional shares of the capital stock of this Association. Owners of such lands shall become the owners of one share of stock of this Association for each acre so owned, and shall become the owner of a fractional share of stock for each fraction of an acre owned, and no more. (Amended December 16, 1969)

Wherever the words "share" or "shares" appear in these Articles, the meaning of such words shall include any fractional part of a share. (Amended December 16, 1969)

Association Articles

Article VII

ARTICLE VII Qualifications of Electors

Section 1. No person shall be entitled to vote at any election unless the person is a qualified elector. For purposes of these Articles: (Amended April 3, 2012)

- 1) A qualified elector is a person who possesses the age of a qualified elector of the State of Arizona, and (Amended April 3, 2012)
 - a. Is the owner of record of qualified real property, or (Amended April 3, 2012)
 - b. Is a trust voter for a qualified trust that is the owner of record of qualified real property. (Amended April 3, 2012)
- 2) Owner of record is the owner as reflected on the records of the relevant county recorder's office, and for purposes of voting in an election, ownership shall be determined as of one hundred days before such election. (Amended April 3, 2012)
- 3) Qualified real property is real property to which a share of the capital stock of this Association is appurtenant and, for purposes of voting in an election, as shown by the books of the Association as of one hundred days before such election. (Amended April 3, 2012)

Association Articles

Article VII (cont'd)

ARTICLE VII Qualifications of Electors

- 4) A qualified trust is a trust which is formed primarily in furtherance of a person's estate planning and to accomplish a testamentary or inter-vivos disposition of assets to the person's family members or to charitable organizations. (Amended April 3, 2012)
- 5) A trust voter is a person: (Amended April 3, 2012)
 - a. Who is appointed by the trustee or trustees to vote the qualified real property owned by a qualifying trust, and (Amended April 3, 2012)
 - b. For whose estate planning the trust was formed, or who is a beneficiary of the trust and is related to the person for whose estate planning the trust was formed by consanguinity or affinity to no more than the fourth degree. (Amended April 3, 2012)

Management Assumptions

- Consistency of voting structures between four governing bodies is strongly preferred, if not required
- The service provided to electric customers outside the District boundary are identical including pricing, programs, reliability and customer service to those provided within the District
- Fundamental to SRP's existence is the provision and support of water
- Current voting system is legal and Constitutional
- Any recommendation for change will need approval of all four governing bodies
- Any recommendation for change will need changes to Arizona statutes and/or Articles of Incorporation and may need Department of Interior approval

District Voting

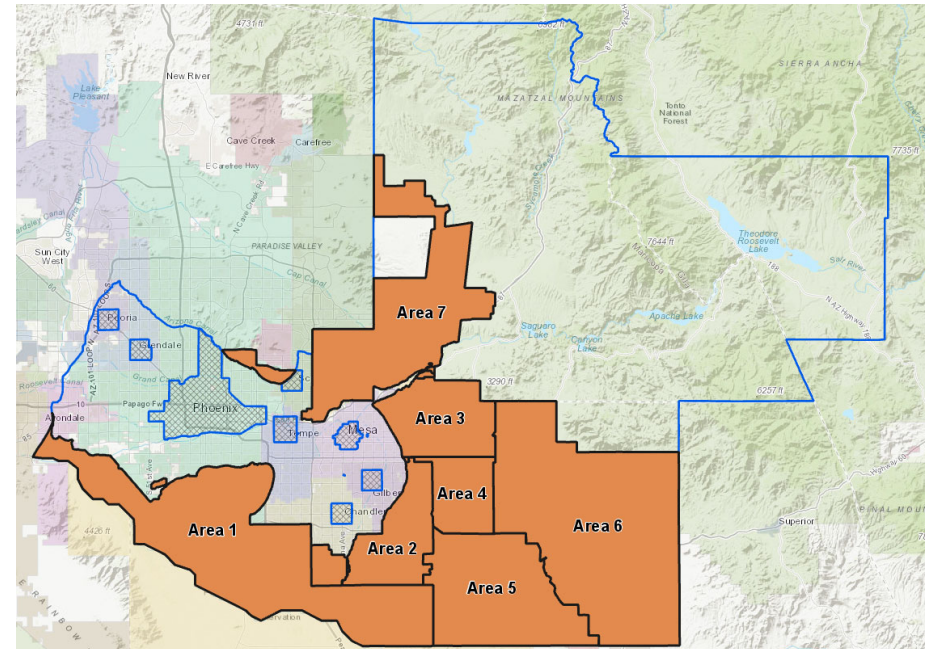
- Current Eligible Voting – A.R.S. §48-2309, §48-2383
 - Acreage voting – District seat 1-10
 - Must be qualified as an “elector”
 - Fractional voting (District seat 1-10)
 - At-large voting (District seat 11-14)
 - Trust voting
- Currently not eligible – for example
 - Corporations
 - LLC’s
 - Governments
 - Partnerships
 - Non-landowners – i.e. renters
 - Land not pledged



Customer Utility Panel (CUP) - 2019

Provides a formal voice for SRP residential electric customers who reside outside the District boundary.

- Communicates Quarterly w/ District Board
- 7 Geographical Areas – 2 Members per Area – 14 Total Members
 - Management Nominees
 - District Board Appoints
- 3 year staggered terms – 2 terms max
- Meets Quarterly
- Board Liaisons
 - 2 District Board members
 - 1 District Council member
 - Pres/VP
- CUP webpage located on SRP's website
- Support of CUP provided by Management in coordination with Corporate Secretary's Office



Large Public Power Council Governance Survey & SRP Governance Research – 2019 Data

Overview

- 26 LPPC utilities surveyed - 16 respondents
- Reviewed Austin Energy (2012) and Colorado Springs Utilities (2011) Governance Evaluations
- Supplemented LPPC survey respondents with review of additional 9 other utilities – 25 total

Utility	Advisory Panel	Total Customers	% inside	% outside
Imperial Irrigation District	Energy Consumers Advisory Committee	155,000	40%	60%
Tacoma Public Utilities	N/A	157,813	54%	46%
Tucson Water	Citizen's Water Advisory Committee	233,000	60%	40%
Salt River Project	Residential Advisory Committee	960,090*	60%	40%
Gainesville Regional Utilities	Gainesville Utility Advisory Board	105,000	67%	33%
CPS Energy	Board of Trustees	840,750	75%	25%
Fayetteville Public Works Commission	N/A	83,439	86%	14%
Austin Energy	Electric Utility Commission	400,000	87%	13%
City of Lafayette, Public Utilities Authority	N/A	68,500	95-97%	3- 5%

	Governing Authority	w/ Advisory Panel
City Authority	8 ----- (32%) <small>AE, Tucson, Greenville, CSU, Springfield-IL, Tallahassee, Gainesville, Lafayette-LA</small>	6 ----- (75%) <small>AE, Tucson, Greenville, CSU, Gainesville, Tallahassee</small>
Independent Authority	17 ----- (68%) <small>CPS, MLGW, Knoxville, Eugene, Snohomish, JAE, Lafayette-NC, Springfield-MO, Tacoma, LES, IID,OUC, Chelan, SMUD, PRPA, NPPD, GRDA</small>	4 ----- (24%) <small>CPS, MLGW, Springfield-MO, IID</small>
Total	25	10

*Residential Customers

American Public Power Association (APPA) Governance Survey

2021 (295 surveyed)

Utilities that serve customers outside of municipal boundaries

<u>Customer Size Class</u>	<u>Number that Serve Outside Boundaries</u>
Less than 5,000 Customers	90
5,000 to 20,000 Customers	61
20,000 to 50,000	24
Greater than 50,000	<u>9</u>
Total	184

<u>Type of Governing Body</u>	<u>Number that Serve Outside Boundaries</u>
Independent Utility Board	85
City Council	<u>99</u>
Total	184

CUP Summary

- SRP's situation is not unique
 - 62% (184 out of 295 respondents) of APPA members have customers outside of municipal boundary – 2021 Survey
 - 40% (10 out of 25) of SRP researched utilities with customers outside of their service territory boundary have an advisory panel
- CUP
 - Similar structure to other utilities
 - Members approved by the Board
 - Reports to the Board
 - Provides an opportunity for feedback directly to Board
 - Opportunities to further mature the CUP

Questions

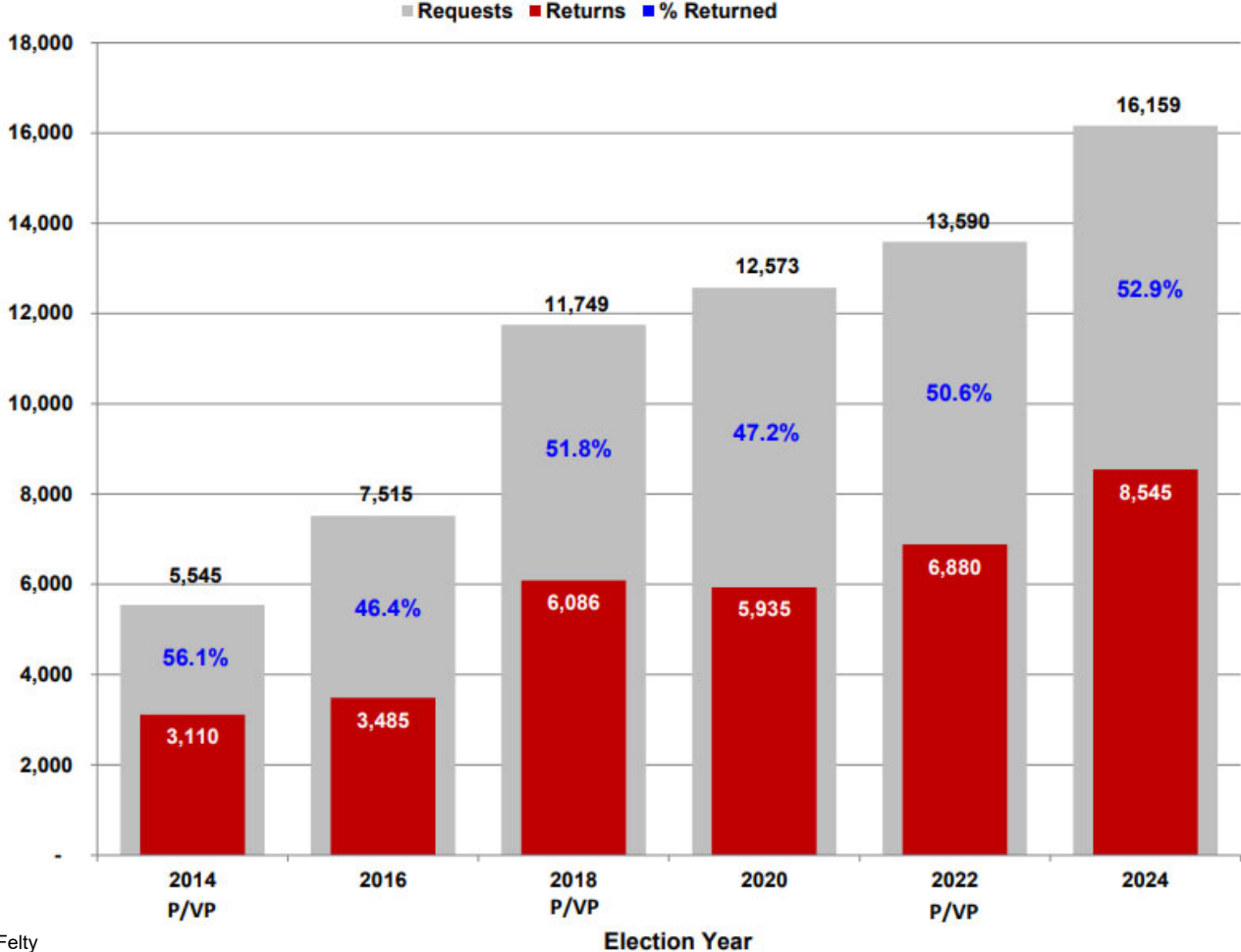


Election Report

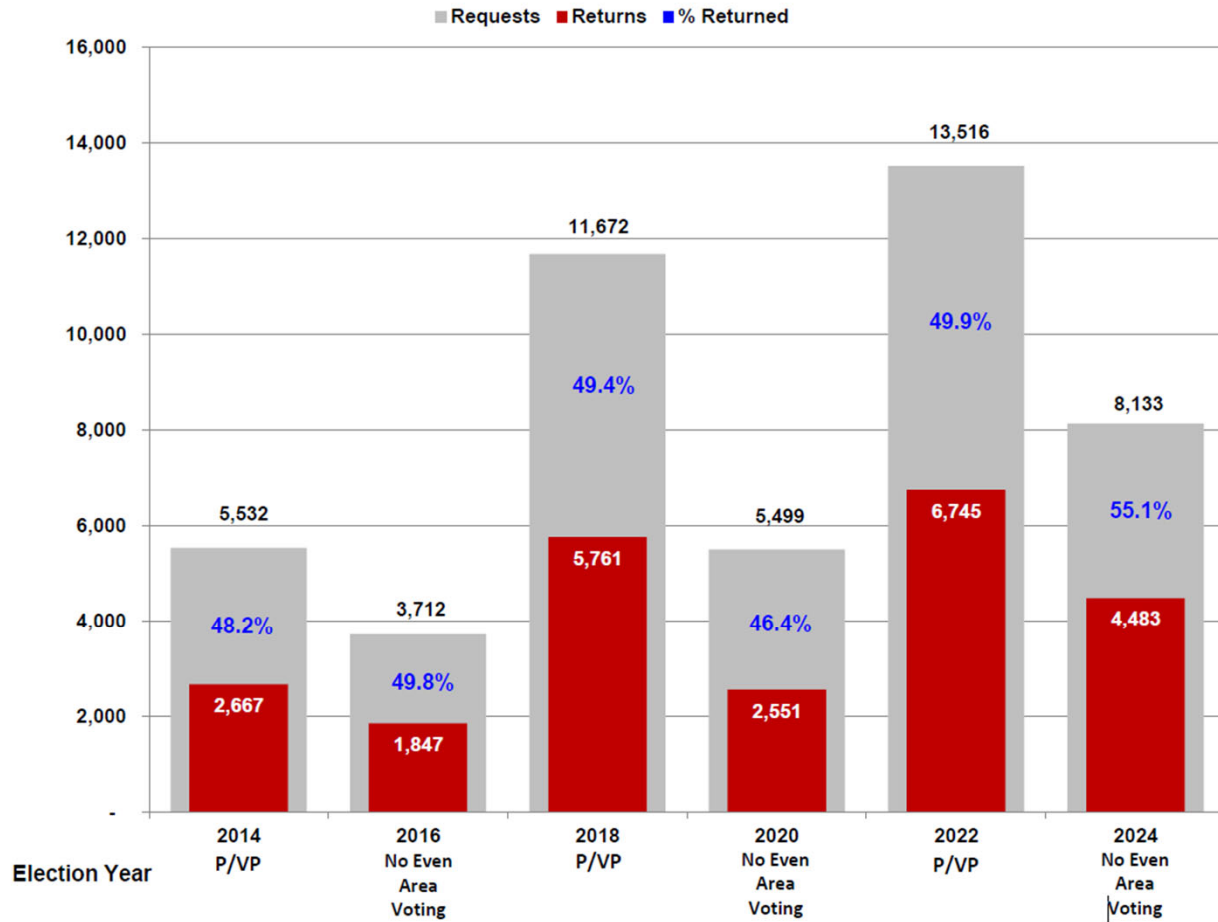
Council By-Laws Committee

John M. Felty | December 10, 2024

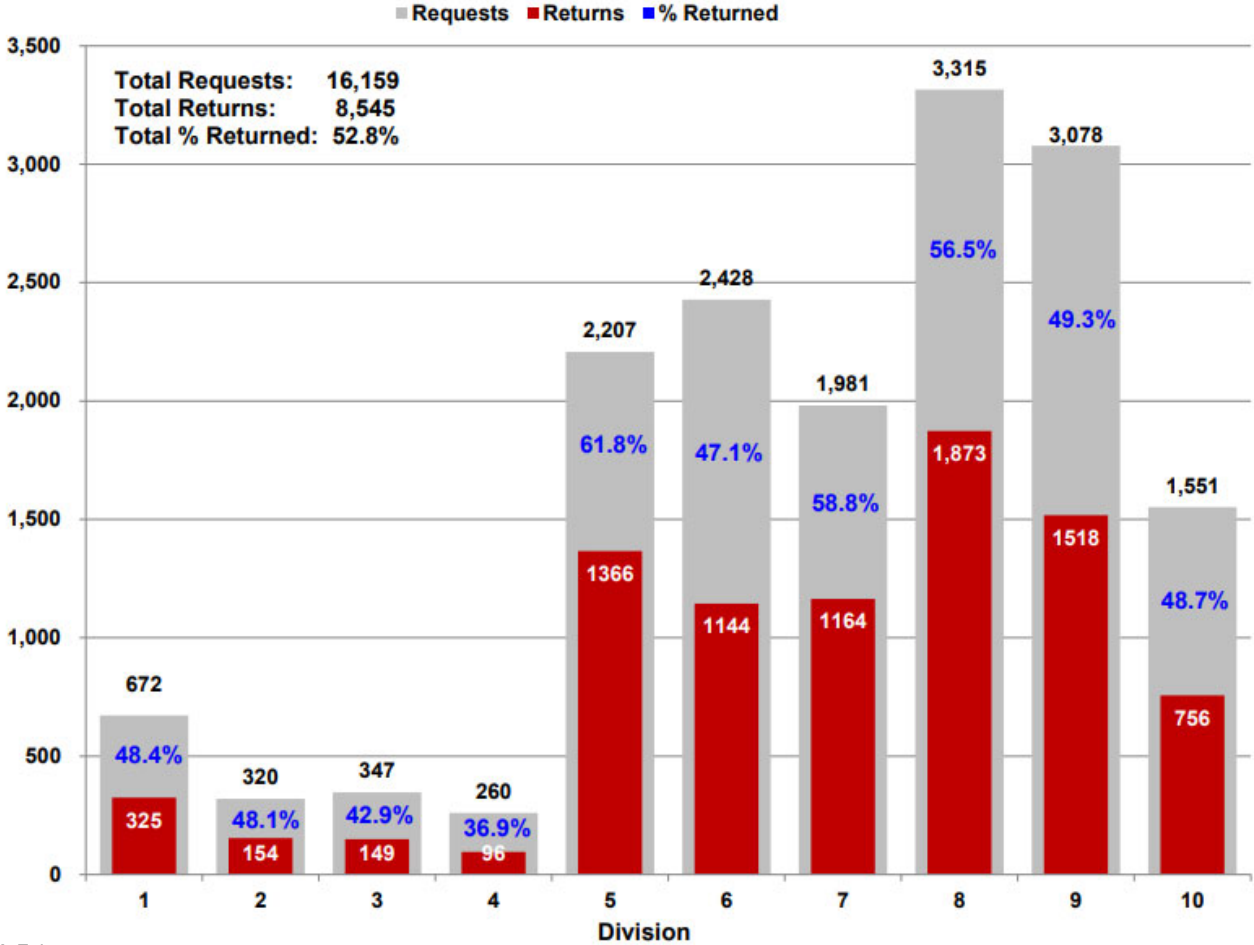
District Early Ballots: Requests and Returns



Association Early Ballots: Requests and Returns



2024 District Early Ballots: Requests and Returns



Improvements for 2024

- Improved PEVL / Early Ballot Web Form
- Candidate Information Forum
- Improvements to Ballot counting software to eliminate problems from 2022 Election
- Improved Website Information / FAQ / Voting instructions
- Improved Candidate Biographical forms
- Use of QR codes for navigation to Web information / Early Ballot Request

Areas of Concern from 2024 Election

- Voting Center Lines
- Staffing to handle increased voter and candidate participation
- Low early ballot return percentage
- Higher numbers of voter phone inquires

Election Communications

- Website Election Information

 - Electronic PEVL / Early Ballot Forms

 - Candidate provided Bio information

 - Voting Area Maps

 - FAQ sheets

- Public Notices – News papers
- PEVL Notices
- Election Notice in Billing Inserts
- Irrigation Newsletter
- News Releases

Potential Improvements for 2026

- Website video instructions for completing Ballots / Voter qualifications
- Improvements for Petition Sheets
- Improved PEVL mailed notices
- Simplified PEVL / Early Ballot Request form
- Integration of participation in past election on Voter Roll
- Improvements to electronic ballot processes
- Configuration of physical space for in person voting
- Potential additional communication about election
 - Social Media
 - News Stories / Releases
 - Additional PEVL Mailers / Billing notification

thank you!

