

Subject: September MCE Board and Committee Recap

Dear MCE Board of Directors,

Below is a recap of MCE's September 2026 Board and Committee meetings. Please let us know if you have any questions.

- **Finance Committee** – September 24, 2026
 - Recommended to the MCE Board of Directors approval of the proposed FYE 2027 Budget Amendment, including:
 - Increasing the authorized Operating Reserve Fund withdrawal from \$62,000,000 to \$85,906,000 to fund a temporary increased rate credit of up to \$0.03725/kWh effective November 1, 2026, through March 31, 2027.
 - Authorizing contingency as a separate category within the Operating Fund budget, to be applied to any Operating Fund expense line item other than the cost of energy.
 - Authorizing an additional \$3,000,000 for Customer Programs to be allocated equitably across MCE's four counties served.
- **Board of Directors** – September 17, 2026
 - Approved updates to Policy 014: MCE's Investment Policy to keep the agency's financial management practices aligned with current organizational needs, risk controls, and public-agency investment standards. This action supports continued oversight of MCE's reserves and investment activities.
 - Received the fiscal year-end budget results for FYE 2026 and ratified certain line-item variances against approved spending authority to formally acknowledge adjustments that occurred during the fiscal year.
 - Accepted MCE's 2025 Power Source Disclosure Attestation which documents the electricity sources serving customers during the reporting year. This acceptance supports MCE's annual compliance and transparency obligations related to required California Energy Commission power content reporting.
 - Selected Heidrick & Struggles International to support recruitment for MCE's next Chief Executive Officer.
 - Accepted the governance assessment recommendations prepared by Leading Resources Inc. and directed that additional analysis be completed regarding Board size.
 - Rejected the government claim from Dawn Weisz dated August 14, 2026, and authorized staff to defend MCE in any legal action brought based on the issues raised in that claim.
 - Rejected the government claim from Vidhi Chawla dated August 18, 2026, and authorized staff to defend MCE in any legal action brought based on the issues raised in that claim.

- o Appointed Vicken Kasarjian as Interim Chief Executive Officer and directed the Executive Committee to establish the compensation, terms and conditions of employment, and scope of authority associated with that appointment; the appointment will not alter his position as Chief Operating Officer.
- **Executive Committee** - September 8, 2026
 - o Approved the proposed third amendment with CLEAResult to allow the vendor to continue supporting MCE's Energy Management Program which is funded by the CPUC to provide non-residential customers with energy saving incentives through 2027.
 - o Received information regarding the fiscal year ended 2026 budget results and power supply variance and recommended to the board of directors approval of Resolution 2026-07.
 - o Recommended to the Board of Directors a proposed amendment to Policy 14: MCE's Investment Policy, already rigorously reviewed and recommended by the Finance Committee.
 - o Held a closed session regarding labor negotiations and performance evaluation of the Acting CEO.
- **Technical Committee** - September 4, 2026
 - o Approved EEI Master Agreement and Collateral with JP Morgan Ventures Energy Corporation to transact for a variety of energy products.
 - o Discussed the 2025 Power Source Disclosure Attestation and recommended to the Board of Directors to adopt proposed Resolution 2026-08 approving the report and attesting to the veracity of information presented therein.

Best,
Jesica