

VEPP INC. BOARD OF DIRECTORS MEETING
Capitol Plaza Hotel, Montpelier, VT
March 29, 2017

Present: Mathew Rubin, Slack Dam; Linda Nelson, WEC; Craig Kieny, VEC; Chris Cole, GMP; and Carolyn Alderman, VEPP Inc.

Mathew Rubin called the meeting to order at 12:30 PM.

Meeting minutes from January 31, 2017 were presented but not voted on, as there was no quorum.

Carolyn welcomed Chris Cole from Green Mountain Power who kindly filled in for Doug Smith.

Carolyn presented the financials and reviewed VEPP Inc.'s Profit and Loss Statement as of February 28, 2017. VEPP Inc.'s expenses are under budget. VEPP Inc.'s Financial Statements and Schedule for June 30, 2016 and 2015 prepared by auditors Love, Cody & Company, CPAs, P.C. were also presented. The audited financial statements were previously sent to the Finance Committee and will now be sent to the Vermont Public Service Board.

Carolyn gave a Standard Offer Program update. She discussed the status of projects pending commissioning and the upcoming annual Request for Proposals. In April 2017, VEPP Inc. will be soliciting for approximately 8.625 MW of new renewable energy projects.

Carolyn gave a Rule 4.100 Program update. She reviewed the status of existing and pending Rule 4.100 projects. Craig Kieny gave a summary on the Petition of Great Bay Hydro for a ruling that it is not liable to pay transmission fees to Vermont Electric Cooperative in Docket No. 8781.

Carolyn notified the VEPP Inc. Board that VELCO intends to terminate its role as ISO- NE lead market participant for Ryegate, Dodge, and Sheldon Springs. Possible alternatives were discussed.

Litigation expenses stemming from the Otter Creek Solar, LLC lawsuit and appeal against VEPP Inc. in United States District Court and the United States Court of Appeals for the Second Circuit were reviewed.

The next meeting is scheduled for June 29, 2017 at Washington Electric Cooperative in East Montpelier.

The meeting adjourned at 1:55 PM.