

MINUTES OF REGULAR MONTHLY MEETING  
OF  
THE BOARD OF DIRECTORS OF K.C. ELECTRIC ASSOCIATION

A regular meeting of the Board of Directors of K.C. Electric Association was held in Stratton, Colorado on Tuesday, February 28<sup>h</sup>, 2017 at the hour of 4:00 p.m. The meeting was called to order by President Kevin Penny. The following Members were present and constituted a quorum:

Kevin Penny	Terry Tagtmeyer	Marvin Thaller
Dan Mills	Dave Ritchey	Jim Michal
Wayne Parrish	Luanna Naugle	Bob Bledsoe

Also present were General Manager David Churchwell, Operations Manager Paul Norris, Member Services/IT Specialist George Ehlers, Chief Financial Officer Bo Randolph, and Attorney Jeff Cure.

Approval of Minutes: It was unanimously approved to accept the minutes for the regular meeting of the Board of Directors on January 24, 2017. Director Bledsoe recused himself from this item since he wasn't able to attend the January 24 Board meeting.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for March 28, 2017 at 4:00 p.m. in Hugo, Colorado.

Public Comments: There were no public comments at this time.

Disbursements Report: The Disbursements Report of the Association for January 2017 was reviewed and, after the Board had an opportunity to review and ask questions, President Penny declared the Disbursements Report as an informational item requiring no Board action.

Emergency Items: None

Operational Policies: Up for review were Policy #117, Service Releases; Policy #300, Delegation of Authority from Board to General Manager; and Policy #301, General Manager's Attendance at Meetings. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Policies #117, #300 and #301 are approved as presented.”

2017 Capital Credit Discount Rate: Mr. Churchwell presented the 2017 capital credit discount rate. After discussion, the following resolution was unanimously approved:

“BE IS RESOLVED: That the 2017 capital credit discount rate will be 5.65%.”

½ Ton Pickup Replacement: Mr. Norris presented quotes for a new ½ ton pickup that will be assigned to the Operations Manager. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That management is hereby authorized to purchase a ½ ton pickup from Brenner Ford for \$ 27,711.56.”

Skid Steer Approval: Mr. Churchwell presented a proposal to allow staff to begin looking for a used skid steer and mower attachment within 2017 budget limitations. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That management is hereby authorized to search for a used skid steer and mower attachment within budget limitations which can be purchased upon Board Chairman approval.”

General Manager's Report: Mr. Churchwell reported on the following: the most recent Tri-State Board meeting, Tri-State rate committee, Tri-State contract committee, CREA Managers meeting, RMI and the Rush Creek Wind Farm.

Staff Reports: The staff made the following reports and answered Board questions:

- a. Mr. Randolph presented a slideshow of the financial report for January 2017.
- b. Mr. Norris reported there were no First Report of Injury and no Near Misses in the past month. A recap was given of the safety meetings held in Stratton and Hugo.
- c. Mr. Norris discussed maintenance and construction projects completed in January and the Cheyenne Wells voltage conversion project.
- d. Mr. Ehlers referenced his report in the Board packet which summarized activities of Member Services and IT for January.

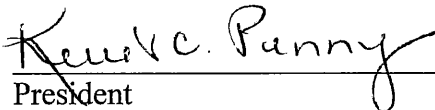
CREA Report: Mr. Mills referenced his report in the packet and gave an update on legislative activity. Mr. Mills discussed the CREA annual membership meeting held in February.

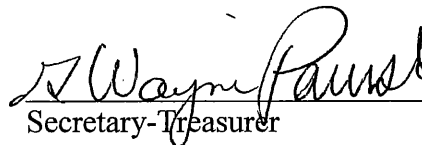
WUE Report: Mr. Mills referenced his report in the packet and reported that sales continue to be strong and WUE is now stocking material for broadband installations.

Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and invited everyone to attend Tri-State's annual meeting which will be held in April.

Adjournment: Mr. Penny declared the meeting adjourned at approximately 7:10 p.m.

APPROVED:

  
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President

  
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Secretary-Treasurer