

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 Hugo, Colorado on Tuesday, March 28th, 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	Robert Bledsoe	Dave Ritchey
Wayne Parrish	Luanna Naugle	Jim Michal

Also present were General Manager David Churchwell, Operations Manager Paul Norris, Member Service/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 February 28, 2017.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for April 25, 2017 at 4:00 p.m. in Stratton, Colorado.

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

Disbursements Report: The Disbursements Report of the Association for February 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:

Compact Track Loader Approval: Mr. Norris presented quotes for a used compact track loader with mower and pallet fork attachments. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That management is hereby authorized to purchase a used John Deere compact track loader from Honnen Equipment for \$ 41,422.00, a quick attach mower for \$ 5,450, and pallet forks not to exceed \$ 1,000.”

Operational Policies: Up for review were Policy #107, Loss Control & Safety; Policy #108, Written Hazard Communications Program; and Policy #109, PCB Accident and Spill Measures. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Policy #107, #108, and #109 are approved as presented.”

2018 Annual Meeting Location: Mr. Churchwell presented a document indicating the date and location of previous annual meetings. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the 2018 K.C. Electric Annual Meeting will be held at the Stratton High School.”

Hugo Office Roof Coating: Mr. Churchwell presented a quote to recoat the Hugo office roof. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That management is hereby authorized to hire GW Insulation to recoat the Hugo office roof for \$ 23,000.”

CFC Loan Repricing: Mr. Churchwell and Mr. Randolph presented loan repricing options for CFC loan CO0399015001. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That management is hereby authorized to change CFC loan CO0399015001 to a variable rate loan.”

Hugo Parking Lot Paving: Mr. Churchwell presented a quote to remove the existing pavement and install new pavement in the Hugo parking lot. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That management is hereby authorized to hire McCormick Excavation & Paving to remove the existing pavement and install new pavement in the Hugo parking lot for \$ 11,603.00.”

Tri-State Annual Meeting Voting Delegate: The Board reviewed the Credential Sheet for the Tri-State Annual Meeting. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Wayne Parrish will be the voting delegate and Marvin Thaller will be the alternate voting delegate for the 2017 Tri-State Annual Meeting.”

Special Equipment Summary: After review and discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the Special Equipment Summary is hereby approved in the amount of \$ 7,344.02.”

Inventory of Work Orders: After review and discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the Inventory of Work Orders #429 in the amount of \$ 186,819.34 is hereby approved.”

General Manager’s Report: Mr. Churchwell reported on the following: the most recent Tri-State Board meeting, CREA Managers meeting, Annual Meeting preparations, Rocky Mountain Institute RFP, and gave an update on the Clean Power Plan.

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

- a. Mr. Randolph presented a slideshow of the financial report for February 2017, year-end 2016 and credit card fees.
- b. Mr. Norris reported there was one 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, and the safety committee meeting held in Stratton. Mr. Norris reviewed the 2017 Safety Improvement Plan.
- c. Mr. Norris discussed maintenance and construction projects completed in February and discussed the restoration process for the recent storm that damaged over 400 poles in our service territory.
- d. Mr. Ehlers referenced his report in the Board packet which summarized activities of Member Services and IT for February.

CREA Report: Mr. Mills referenced his report in the packet and discussed legislation that CREA continues to monitor.

WUE Report: Mr. Mills referenced his report in the packet and reported that sales continue to remain strong and are higher than budget.

Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and discussed the Tri-State member survey, Regional Transmission Organizations, and the upcoming Tri-State annual membership meeting.

Adjournment: Mr. Penny declared the meeting adjourned at approximately 7:35 p.m.

APPROVED:

Kevin C. Penny
President

W. Wayne Parvizi
Secretary-Treasurer