

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

A regular meeting of the Board of Directors of K.C. Electric Association, Inc. was held in Stratton, Colorado on Tuesday, August 25, 2015 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	Luanna Naugle	Robert Bledsoe
Dave Ritchey	Wayne Parrish	Jim Michal

Also present were General Manager David Churchwell, Operations Manager Paul Norris, Member Service Specialist Ben Orrell, 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 on July 28, 2015.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for September 22, 2015 at 4:00 p.m. in Hugo, Colorado.

Public Comments: None.

Disbursements Report: The Disbursements Report of the Association for July 2015 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 #118, Whistleblower Protection; Policy #502, Disclosure of K.C. Electric and Member Information; Policy #506, Structures or Obstruction Hazards; Policy #507, Interconnection of Distributed Resources; Policy #508, Energy Efficiency & Conservation Programs; and Policy #509, No Smoking in K.C. Electric-Owned Facilities/Vehicles. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Policies #118 is approved as amended, and Policies #502, #506, #507, #508, and #509 are approved as presented.”

Board Election Policy: Mr. Cure presented a draft Board Election Policy for members to consider. After discussion, the Board decided to review the draft policy and reconsider it at the September Board of Directors meeting.

Arriba Franchise Agreement: Mr. Cure has begun the process of renewing K.C.’s franchise agreement with the town of Arriba. Mr. Cure has presented the notice of intention to apply to the town of Arriba and has begun the process of posting and publishing the required information.

NRECA Insurance Programs for 2016: Mr. Churchwell and Mr. Randolph presented the NRECA Insurance rates for 2016. The Board reviewed the 2016 NRECA Insurance rates.

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 \$ 11,241.46.”

General Manager's Report: Mr. Churchwell reported on the following: a recent CREA managers meeting he attended in Steamboat Springs, Tri-State Board of Directors meeting, Energy Outreach Colorado opportunities and Colorado Energy Office efficiency programs. The Board decided to participate in a Board of Directors orientation at Tri-State headquarters, which will be conducted in early 2016.

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

- a. Mr. Randolph presented slideshows highlighting K.C.'s 2014 CFC KRTA, July financial report and credit card fee analysis.
- b. Mr. Norris reported there were no First Reports of Injury or Near Misses in the past month. A recap was given of the safety meeting and safety committee meeting held in Stratton.
- c. Mr. Norris discussed a non-destructive pole testing method that we recently implemented as part of a pilot program. Mr. Norris discussed maintenance and construction projects completed in July.
- d. Mr. Orrell referenced his report in the Board packet which summarized activities of Member Services for July 2015.

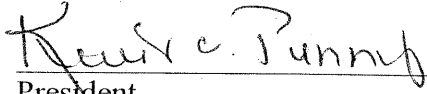
CREA Report: Mr. Mills reported on recent CREA issues and discussed an upcoming barbecue being hosted by CREA which will be attended by Governor Hickenlooper and several other elected officials.

WUE Report: Mr. Mills reported that sales continue to be steady and WUE has purchased some property in New Mexico with plans on building a new warehouse.

Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and noted that the Tri-State Board of Directors plan on approving the 2016 budget and 2016 rate at their September Board meeting.

Adjournment: Mr. Penny declared the meeting adjourned at approximately 7:57 p.m.

APPROVED:

  
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President

  
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Secretary-Treasurer