

Colorado 39 – Kit Carson  
K.C. Electric Association, Inc.

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 Hugo, Colorado on Tuesday, September 22, 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    | Robert Bledsoe  | Jim Michal     |
| Dave Ritchey | Wayne Parrish   |                |

Also present were General Manager David Churchwell, Operations Manager Paul Norris, Member Service Specialist Ben Orrell, Chief Financial Officer Bo Randolph, Attorney Jeff Cure, and Western United Electric Supply Corporation CEO Mike Prom.

Approval of Minutes: It was unanimously approved to accept the minutes for the regular meeting of the Board on August 25, 2015.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for October 27, 2015 at 4:00 p.m. in Stratton, Colorado.

Public Comments: Mr. Prom gave a short presentation on Western United Electric Supply Corporation and presented the Board of Directors with a capital credit check. The Board thanked Mr. Prom for his presentation.

Disbursements Report: The Disbursements Report of the Association for August 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 #436, Workers' Compensation Insurance Protection; Policy #510, Equal Employment Opportunity; Policy #511, Sexual Harassment and Policy #512, Drug-Free Workplace. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Policy #436 is approved as presented.”

Board Election Policy: Mr. Cure presented a draft Board Election Policy for members to consider. After extensive discussion, the Board directed Mr. Cure to continue his work on the Board Election Policy to be presented at a future Board of Directors meeting.

Set Date for December Board Meeting: After discussion, President Penny announced that the December Board of Directors meeting will be held on Thursday December 17<sup>th</sup> beginning at 3:00 P.M.

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 \$ 54,561.37.”

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

“BE IT RESOLVED: That the Inventory of Work Orders # 418 in the amount of \$ 122,925.11 is hereby approved.”

General Manager's Report: Mr. Churchwell reported on the following: a recent CREA managers meeting he attended in Brighton, Tri-State Board of Directors meeting, annual CAMU survey, RUS loan application process, idle service policy and K.C.'s Cost of Service Study.

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

- a. Mr. Randolph presented a slideshow of the financial report for August 2015.
- b. Mr. Norris reported there were no First Reports of Injury and one Near Miss in the past month. A recap was given of the safety meeting and safety committee meeting held in Stratton.
- c. Mr. Norris discussed maintenance and construction projects completed in August.
- d. Mr. Orrell referenced his report in the Board packet which summarized activities of Member Services for August. Mr. Orrell reported that the suicide prevention program that K.C. recently supported was a major success.

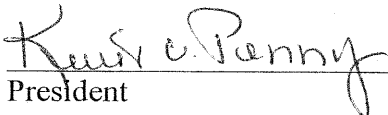
CREA Report: Mr. Mills referenced his report in the packet and reported on recent CREA activities.

WUE Report: Mr. Mills reported that sales continue to be steady and WUE is moving forward on facility expansions in New Mexico.

Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and discussed reciprocating engine technology that is currently being used in power generation.

Adjournment: Mr. Penny declared the meeting adjourned at approximately 8:33 p.m.

APPROVED:

  
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President

  
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Secretary-Treasurer