

Colorado 39 – Kit Carson
K.C. Electric Association

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, June 26, 2018 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	Dan Mills	Dave Ritchey
Wayne Parrish	Marvin Thaller	Bob Bledsoe
Jim Michal		

Terry Tagtmeyer arrived at 4:02 p.m.

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

Approval of Minutes: It was unanimously approved to accept the minutes for the regular meeting of the Board on May 22, 2018.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for July 24, 2018 at 4:00 p.m. in Hugo, Colorado.

Public Comments: President Kevin Penny recognized Ron Wolfrum for his thirty-nine years of service working for K.C. electric and wished him luck on his upcoming retirement.

Disbursements Report: The Disbursements Report of the Association for May 2018 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.

Board Officers and Delegates for June 2018 – June 2019: Mr. Penny appointed Mr. Cure as temporary chair of the meeting. Mr. Cure conducted the nomination and election of the Board President. Mr. Cure requested nominations for President. Mr. Penny was nominated to serve as Board President. No further nominations were made and the following resolution was unanimously approved:

“BE IT RESOLVED: That Kevin Penny is elected to serve as the President of the Board of Directors of K.C. Electric for a term of one year.”

Mr. Cure relinquished the temporary chair position and returned the meeting to Mr. Penny. Mr. Penny called for nominations to fill the position of Vice President. Mr. Mills was nominated to serve as Vice President. No further nominations were made and the following resolution was unanimously approved:

“BE IT RESOLVED: That Dan Mills is elected to serve as the Vice President of the Board of Directors of K.C. Electric for a term of one year.”

Mr. Penny then called for nominations to fill the position of Secretary/Treasurer. Mr. Parrish was nominated for Secretary/Treasurer. No further nominations were made and the following resolution was unanimously approved:

“BE IT RESOLVED: That Wayne Parrish is elected to serve as the Secretary/Treasurer of the Board of Directors of K.C. Electric for a term of one year.”

President Penny then called for nominations to fill the position of Assistant Secretary/Treasurer. Mr. Ritchey was nominated as Assistant Secretary/Treasurer. No further nominations were made and the following resolution was unanimously approved:

“BE IT RESOLVED: That Dave Ritchey is elected to serve as the Assistant Secretary/Treasurer of the Board of Directors of K.C. Electric for a term of one year.”

Mr. Penny then called for nominations to fill the position of director representative for Tri-State G&T. Mr. Bledsoe was nominated as director representative for Tri-State G&T. No further nominations were made and the following resolution was unanimously approved:

“BE IT RESOLVED: That Bob Bledsoe is elected to serve as the director representative to serve on Tri-State G&T’s Board of Directors for a term of one year.”

Mr. Penny then called for nominations to fill the position of alternate director representative for Tri-State G&T. Mr. Tagtmeyer was nominated as alternate director representative for Tri-State G&T. No further nominations were made and the following resolution was unanimously approved:

“BE IT RESOLVED: That Terry Tagtmeyer is elected to serve as the Association’s alternate director representative to serve on Tri-State G&T’s Board of Directors for a term of one year.”

Mr. Penny then called for nominations to fill the position of director representative for CREA. Mr. Mills was nominated as director representative for CREA. No further nominations were made and the following resolution was unanimously approved:

“BE IT RESOLVED: That Dan Mills is elected to serve as the director representative to serve on CREA’s Board of Directors for a term of one year.”

Mr. Penny then called for nominations to fill the position of alternate director representative for CREA. Mr. Michal was nominated as the alternate director representative for CREA. No further nominations were made and the following resolution was unanimously approved:

“BE IT RESOLVED: That Mr. Michal is elected to serve as the Association’s alternate director representative to serve on CREA’s Board of Directors for a term of one year.”

Mr. Penny then called for nominations to fill the position of director representative for WUE. Mr. Mills was nominated as director representative for WUE. No further nominations were made and the following resolution was unanimously approved:

“BE IT RESOLVED: That Dan Mills is elected to serve as the director representative to serve on WUE’s Board of Directors for a term of one year.”

Mr. Penny then called for nominations to fill the position of alternate director representative for WUE. Mr. Michal was nominated as the alternate director representative for WUE. No further nominations were made and the following resolution was unanimously approved:

“BE IT RESOLVED: That Mr. Michal is elected to serve as the Association’s alternate director representative to serve on WUE’s Board of Directors for a term of one year.”

Mr. Penny then called for nominations to fill the position of Board representative of the Association’s Safety Committee. Mr. Thaller was nominated as the Board representative for the Association’s Safety Committee. No further nominations were made and the following resolution was unanimously approved:

“BE IT RESOLVED: That Marvin Thaller is elected to serve as the Board representative of the Association’s Safety Committee for a term of one year.”

Mr. Penny called for nominations to fill the position of voting delegate for NRECA. A motion was made to nominate delegates and alternate delegates to associated organizations by a slate of individuals. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Mr. Michal is elected to serve as the Association’s NRECA voting delegate and Mr. Thaller is elected to serve as the Association’s alternate NRECA voting delegate for a term of one year. That Mr. Thaller is elected to serve as the Association’s NRTC

voting delegate and Mr. Mills is elected to serve as the Association's alternate NRTC voting delegate for a term of one year. That Mr. Tagtmeyer is elected to serve as the Association's CFC voting delegate and Mr. Michal is elected to serve as the Association's alternate CFC voting delegate for a term of one year. That Mr. Mills is elected to serve as the Association's Federated Rural Electric Insurance Exchange voting delegate and Mr. Churchwell is elected to serve as the Association's alternate Federated Rural Electric Insurance Exchange voting delegate for a term of one year. That Mr. Mills is elected to serve as the Association's NRECA Colorado voting delegate and Ms. Naugle is elected to serve as the Association's alternate NRECA Colorado voting delegate for a term of one year."

CoBank Line of Credit: Mr. Churchwell discussed options for the line-of-credit that we currently have with CoBank. After discussion, the following resolution was unanimously approved:

"BE IT RESOLVED: That the line-of-credit with CoBank for \$1,000,000 is approved as presented."

Operational Policies: Up for review were Policy #106, Short-Term Line of Credit; Policy #413, Funeral Leave; Policy #414, Holidays; Policy #415, Sick Leave; and Policy #416, Jury Duty. After discussion, the following resolution was unanimously approved:

"BE IT RESOLVED: That Policies #106, #413, #414, #415, and #416 are approved as presented."

General Manager's Report: Mr. Churchwell reported on the following: The most recent Tri-State Board meeting, electric vehicle charging station, the farm bill, and recapped K.C.'s 2018 Annual Meeting

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

- a. Mr. Randolph presented a slideshow of the financial report for May 2018.
- b. Mr. Norris reported there were no First Reports of Injury and one near miss involving a rattlesnake. A recap was given of the safety meetings held in Hugo and Stratton.
- c. Mr. Norris reported on recent system damage incurred due to lightning storms and gave an update on the progression of the Cheyenne Wells voltage conversion and reject pole replacements.
- d. Mr. Ehlers referenced his report in the Board packet which summarized activities of Member Services and IT for May 2018.

CREA Report: Mr. Mills reported on the recent CREA board meeting and discussed legislative activities.

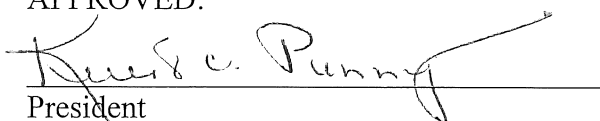
WUE Report: Mr. Mills noted that WUE continues to have very strong sales which will result in record sales for this fiscal year.

Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and noted Tri-State Board of Directors recently conducted a strategic planning session.

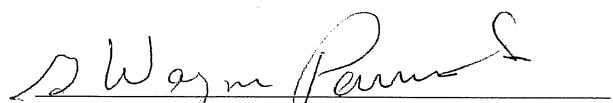
Executive Session: At 6:54 p.m. it was unanimously approved to enter Executive Session to discuss wind farms. Mr. Churchwell, Mr. Randolph, Mr. Norris, Mr. Ehlers, and Mr. Cure were included in the Executive Session. The Board exited Executive Session at 7:20 p.m.

Adjournment: Mr. Penny declared the meeting adjourned at approximately 7:22 p.m.

APPROVED:



President



Secretary-Treasurer