

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, April 28^h, 2020 at the hour of 4:00 p.m. The meeting was called to order by President Kevin Penny. Due to the COVID-19 outbreak board members had the option of attending in person, via videoconference, or via teleconference. The following Members were present and constituted a quorum:

Kevin Penny Dave Ritchey Wayne Parrish

Jim Michal, Terry Tagtmeyer, and Bob Bledsoe participated via videoconference, and Dan Mills and Luanna Naugle participated via teleconference. Luanna Naugle entered the meeting at 5:02 p.m.

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

Approval of Agenda: It was unanimously approved to accept the agenda as presented.

Approval of Minutes: It was unanimously approved to accept the minutes for the regular meeting of the Board of Directors on March 24, 2020.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for May 26, 2020 at 3:00 p.m. in Hugo, Colorado.

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

Disbursements Report: The Disbursements Report of the Association for March 2020 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: Mr. Churchwell presented resolutions from The Eastern Colorado Bank of Cheyenne Wells, Colorado and TBK Bank of Stratton, Colorado authorizing Accountant Cortney Davis the authority to conduct business on behalf of K.C. Electric. After discussion, the following resolutions were unanimously approved:

“BE IT RESOLVED: That resolutions 2020 - #002, 2020 - #003, and 2020 - #004 are hereby approved as presented.”

Operational Policies: Up for review were Policy #205, Wellness Program for Directors; Policy #409, Wellness Program; Policy #411, Temporary Assignment; and Policy #517, Acceptance of Credit Card Payments. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Policies #205, #409, #411, and #517 are approved as presented.”

Financial Goals Policy: Mr. Churchwell presented a new financial goals policy which will provide guidelines and direction for the Association to comply with all mortgage covenants. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Financial Goals policy #119 is approved as presented.”

Load Forecast: Mr. Churchwell presented the most recent Tri-State Generation and Transmission load forecast for K.C. Electric. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the Tri-State Generation and Transmission load forecast is approved as presented.”

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 \$24,924.77.”

General Manager’s Report: Mr. Churchwell reported on the following: the most recent Tri-State Board meeting, 2020 Annual Meeting, Construction Work Plan, Hugo roof replacement, personnel changes, COVID-19 update, and legislative activities.

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

- a. Mr. Randolph presented a slideshow of the financial report for March 2020 and discussed the progress of our 2019 audit.
- 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 meeting held in Stratton, and the FA/CPR training held in Hugo.
- c. Mr. Norris discussed maintenance and construction projects completed in the past month including distribution and transmission line maintenance, and pole replacements.
- d. Mr. Ehlers referenced his reports in the Board packet which summarized activities of Member Services and IT for the past month. Annual meeting preparations continue, and the annual meeting flyer will be mailed out in May.

CREA Report: Mr. Mills referenced his report in the packet, discussed a conference call the CREA board had with Senator Cory Gardner, and gave an update on Colorado legislative issues.

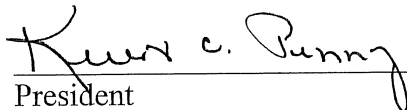
WUE Report: Mr. Mills referenced his report in the packet and reported that overall sales continue to be strong, and construction is complete on the building expansion at the Brighton facility.

Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and discussed his participation on the contract committee. The Tri-State Board will continue to utilize “virtual” board meetings until COVID-19 restrictions are eased.

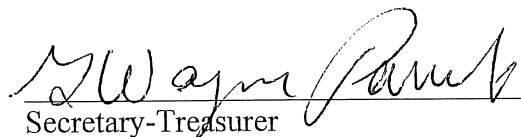
Other Business:

Adjournment: Mr. Penny declared the meeting adjourned at approximately 5:57 p.m.

APPROVED:



President



Secretary-Treasurer