

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, February 23, 2021 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
Terry Tagtmeyer	Wayne Parrish	Eric Poss
Bob Bledsoe	Jim Michal	

Luanna Naugle participated via teleconference. Terry Tagtmeyer left the meeting at 5:00 p.m.

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

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 January 26, 2021.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for March 23, 2021 at 4:00 p.m. in Hugo, Colorado.

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

Disbursements Report: The Disbursements Report of the Association for January 2021 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 #117, Service Releases; Policy #300, Delegation of Authority from Board to General Manager; and Policy 301, General Manager's Attendance at Meetings. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Policies #117, #300, and #301 are approved as presented.”

Approval of Scholarship Winners as Recommended by the Scholarship Committee: The Scholarship Committee of the Board presented a list of proposed students to receive scholarships. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the following students shall be awarded the specified scholarships; Tessa Smith of Genoa-Hugo High School shall be awarded the \$1,000 Basin Consumer Scholarship; Kendyl Saffer of Arriba-Flagler High School and Nallely Olivas of Stratton High School shall each be awarded a K.C. Electric Association Scholarship in the amount of \$1,000; Shae Whithington of Genoa-Hugo High School, Jacelyn Allen of Weskan High School, and Mattie Crouse of Stratton High School shall each be awarded a K.C. Electric Association Scholarship in the amount of \$750; Tieler Randel of Kit Carson High School and McClane Rider of Burlington High School shall each be award a Tri-State Scholarship in the amount of \$500; and Shae Whithington was selected as a Basin Employee Scholarship Nominee.”

2021 Capital Credit Discount Rate: Mr. Churchwell presented the 2021 capital credit discount rate which was calculated by utilizing the Goodwin formula. After discussion, the following resolution was unanimously approved:

“BE IS RESOLVED: That the 2021 capital credit discount rate will be 4.67%.”

2021 Estate Capital Credit Retirement Cap: Mr. Churchwell discussed past estate capital credit retirements and K.C. policy #514 which relates to the retirement of capital credits of a deceased member. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the 2021 estate capital credit retirement cap will be \$150,000.”

Service Release: Mr. Churchwell presented a service release requested by the City of Burlington to serve a new shop in K.C.’s certified service territory. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That management is hereby authorized to allow the City of Burlington to serve a new shop located at 112 Webster Avenue in Section 31, Township 8 South, Range 43 West in K.C.’s certified service territory.

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 \$4,170.70.”

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

“BE IT RESOLVED: That the Inventory of Work Order #458 in the amount of \$26,647.81 is hereby approved.

General Manager’s Report: Mr. Churchwell reported on the following: the most recent Tri-State Board meeting, K.C. annual meeting preparations, solar project RFP, gave a Covid update, and discussed legislative activities.

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

- a. Mr. Randolph presented a slideshow of the financial report for January 2021.
- 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 meetings held in Stratton and Hugo.
- c. Mr. Norris discussed maintenance and construction projects completed in the past month including construction work plan jobs and annual pole testing.
- 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 are underway, and petitions can be issued beginning March 5th.

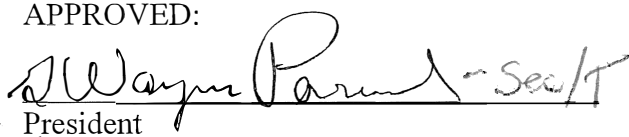
CREA Report: Mr. Mills referenced his report in the packet and gave an update on legislative activity, the upcoming CREA virtual annual meeting, and CREA board meeting.

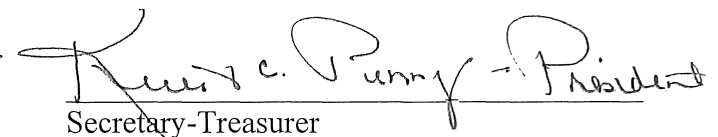
WUE Report: Mr. Mills referenced his report in the packet and reported that sales continue to be ahead of budget, and the new warehouse in Utah should be complete by this fall.

Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and discussed the upcoming Tri-State board meeting.

Adjournment: Mr. Penny declared the meeting adjourned at approximately 7:06 p.m.

APPROVED:

 Wayne Parment - Sec/T
President

 Kenneth C. Penny - President
Secretary-Treasurer