

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 Hugo, Colorado on Tuesday, May 22<sup>nd</sup>, 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	Terry Tagtmeyer	Marvin Thaller
Dan Mills	Robert Bledsoe	Dave Ritchey
Wayne Parrish		

Jim Michal arrived at 4:55 p.m.

Also present were General Manager David Churchwell, Operations Manager Paul Norris, Member Service/IT Specialist George Ehlers, Chief Financial Officer Bo Randolph, Data Processing Supervisor Kristie Constance, and Attorney Jeff Cure.

Approval of Minutes: It was unanimously approved to accept the minutes for the regular meeting of the Board of Directors on April 24, 2018.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for June 26, 2018 at 4:00 p.m. in Stratton, Colorado.

Public Comments: President Penny presented Mr. Michal with his NRECA Director Gold Certificate.

Disbursements Report: The Disbursements Report of the Association for April 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

Operational Policies: Up for review were Policy #205, Wellness Program for Directors; Policy #409, Wellness Program; Policy #410, Employment Applications; and Policy #412, Standby Duty. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Policy #205, #409, #410, and #412 are approved as presented.”

Capital Credit Estate Retirements: Mr. Churchwell presented policy and financial information relating to 2018 capital credit estate retirements. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the 2018 cap for estate capital credit early retirements will be \$200,000.”

Special Equipment Summary: After review and discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the Special Equipment Summary in the amount of \$76,655.98 is hereby approved.”

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

“BE IT RESOLVED: That the Inventory of Work Orders #438 in the amount of \$15,959.78 is hereby approved.”

General Manager's Report: Mr. Churchwell reported on the following: the most recent Tri-State Board meeting, CREA legislative work session, Rush Creek Wind Farm, and Annual Meeting preparations.

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

- a. Mr. Randolph presented a slideshow of the financial report for April 2018 and discussed the status of K.C.'s pre-pay program.
- 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. Mr. Norris discussed electric safety demonstrations conducted in Stratton and Cheyenne Wells.
- c. Mr. Norris discussed maintenance and construction projects completed in April as well as damage that occurred to our system during the April blizzard.
- d. Mr. Ehlers referenced his report in the Board packet which summarized activities of Member Services and IT for April.

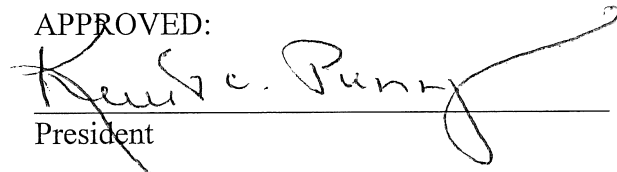
CREA Report: Mr. Mills referenced his report in the packet and discussed the CREA legislative work session held in April.

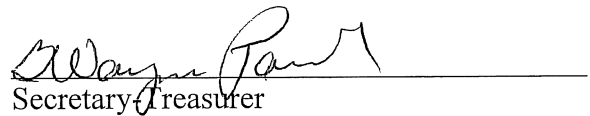
WUE Report: Mr. Mills referenced his report in the packet and reported that sales continue to remain strong. WUE CEO Mike Prom has announced his retirement and the Board has begun the process of hiring a new CEO.

Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and discussed the Mountain West Transmission Group. The Tri-State Board of Directors will have a strategic planning session in June.

Adjournment: Mr. Penny declared the meeting adjourned at approximately 7:05 p.m.

APPROVED:

  
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President

  
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Secretary/Treasurer