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 Hugo, Colorado on Tuesday, September 22, 2026, at 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	Eric Poss	Dave Ritchey
Terry Tagtmeyer	Jerry Allen	Justin Rueb
Mike Nichols	Bob Bledsoe	Wayne Parrish

Also present were General Manager David Churchwell, Operations Manager Darren Fox, Member Service/IT Specialist George Ehlers, and Chief Financial Officer Bo Randolph.

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 August 25, 2026.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for October 27, 2026, at 3:00 p.m. in Stratton, Colorado.

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

Disbursements Report: The Disbursements Report of the Association for August 2026 was presented, 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 #425, Reimbursement for Continuing Education; Policy #426, Tool Replacement; and Policy #427, Paydays. After discussion, the following resolution was unanimously approved:

"BE IT RESOLVED: That Policies #425, #426, and #427 are approved as presented."

Stratton Shop: Mr. Fox presented quotes to paint the Stratton truck shop with additional quotes to install new siding, roof, overhead doors, insulation, and windows. After discussion, the following resolution was unanimously approved:

"BE IT RESOLVED: That staff is hereby authorized to contract with Daniel W. Grinnan LLC. to remove the Stratton truck shop existing roof and wall steel, and install new roof, wall steel, insulation, three insulated overhead doors, and four windows for $122,000 plus applicable taxes."

2025 990: Mr. Churchwell reviewed the 2025 IRS form 990 which was completed by Kelso Lynch, P.C., P.A. After discussion, the following resolution was unanimously approved:

"BE IT RESOLVED: That the 2025 IRS form 990 is hereby accepted by the Board of Directors 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 $39,969.12."

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

"BE IT RESOLVED: That the Inventory of Work Orders #517 in the amount of $136,288.92 is hereby approved."

General Manager's Report: Mr. Churchwell reported on the following: the most recent Tri-State board meeting, Xcel Energy wind farms, 2026 capital credit retirements, 2026 Cost of Service Study, potential new loads in Kit Carson County, and conducted the annual Identity Theft Program Review. Mr. Churchwell also discussed the progression of our BYOR project, Mr. Bledsoe left the Board room during this discussion.

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

a. Mr. Randolph presented a slideshow of the financial report for August 2026, discussed FOMC and market conditions, and presented the preliminary 2027 budget.
b. Mr. Fox reported there were no First Report of Injury and no Near Misses in the past month. A recap was given for the safety meetings held in Stratton and Hugo which included annual pole top and bucket rescue training. K.C. participated in Farm Safety held in Hugo and a high voltage demonstration was conducted for 93 local students.
c. Mr. Fox discussed maintenance and construction projects completed in August including the voltage conversion project in Arriba, and overhead line damaged by an excavator. The contract tree trimmer has completed work for this year.
d. Mr. Ehlers referenced his report in the packet which summarized activities of Member Services and IT for August. Scholarship information has been added to our website, the Arc-Gis migration will be completed in 2027, and work continues on the NISC texting platform for enhanced communication with our members.

CREA Report: Mr. Parrish referenced his report in the packet and discussed the recent CREA board meeting. CREA continues to work on potential wildfire legislation for 2027. CREA has hired a Government Relations Coordinator and decided to hire contract legal counsel instead of in house legal counsel.

WUE Report: Mr. Parrish referenced his report in the packet and reported that sales are higher than last year being driven by member sales. WUE has formed a for profit LLC and patronage capital checks were recently sent to members. WUE now has 14 members in Kansas and a total membership of 100.

Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and discussed the upcoming Tri-State virtual board meeting. Tri-State is currently conducting a satisfaction survey which is being sent to member system CEO's, member system Board President's, and Tri-State directors.

Adjournment: Mr. Penny declared the meeting adjourned at approximately 7:12 p.m.

APPROVED:

President

Secretary-Treasurer