

From the Boardroom...

Regular meeting of the Board of Directors held September 22, 2016

The meeting was called to order by President Densil Allen. Robert Simmons, Secretary of the Cooperative, caused the minutes of the meeting to be kept. The following Directors were present: Max Swisegood, Dale Jarman, Richard Strobel, Stan Rhodes, Clark Bredehoeft and Sandra Streit. Also present were General Manager Mike Gray, Admin. Asst./Benefits Admin. Kim Lewis and General Counsel Shawn Battagler.

APPROVAL OF AGENDA

After discussion, the agenda was approved.

APPROVAL OF CONSENT AGENDA

The board approved its consent agenda consisting of: the minutes of the regular meeting of Aug. 25, 2016, expenditures for the month of August 2016, new membership applications and membership terminations.

APPROVAL OF REPORTS

The following August 2016 reports were approved: Operating Report (RUS Form 7) and Comparative Operating Statement including the Financial Statistical Report with month and budget comparisons and statistical data pertaining to operating revenue, expenses, margins, assets, liabilities, and KWH sales; Treasurer's Report; the written monthly Construction, Retirement, Maintenance and Operations Report and the Safety Report.

NRECA REGION 8 MEETING VOTING DELEGATE

Jarman was appointed as the voting delegate to the CFC meeting and Simmons was named alternate.

AMEC ANNUAL MEETING VOTING DELEGATE

Bredehoeft was appointed as the voting delegate to the AMEC annual meeting with Max Swisegood as alternate.

AMEC BOARD MEMBER

Bredehoeft was elected to serve as AMEC board member with Gray as the alternate.

AMEC REPORT

Bredehoeft reported on his attendance and shared highlights of the recent meeting including dues increase, transfer of funds from integrity fund, grassroots efforts, training, the Missouri State Fair, board training and campaign finance ballot initiative.

N.W. ELECTRIC POWER COOPERATIVE, INC. REPORT

Swisegood and Gray reported on their attendance and shared highlights including PURPA information from AECL counsel, storms, Platte-Clay solar output, wind production, compensation consultant and cost of service study.

BOARD MEETING AND RETREAT DATES

Gray presented a calendar of future meeting dates: Board meetings will be held Nov. 22, Dec. 22, Jan. 26, 2017 and retreat Jan. 27, 2017.

EXECUTIVE SESSION--WAGE & SALARY COMMITTEE REPORT

The board entered into executive session to hear the Wage and Salary Committee Report. Following the executive session, the board resolved to accept the report from the committee and the payroll budget was established accordingly.

MANAGER'S REPORT

Gray presented his monthly report to the board which included updates on building renovation and construction.

UNFINISHED BUSINESS

None.

NEW BUSINESS

None.

MEETING ADJOURNED

FINANCIAL REPORT • *Statement of Operations* • August 2015

	This month	YTD 2016	YTD 2015
Revenue	2,438,442	17,791,160	17,487,683
Power Bill Expense	1,456,472	11,149,732	11,017,208
Operation & Maint. Expense	296,965	1,784,744	2,054,667
Depreciation Expense	167,808	1,326,154	1,270,234
Interest Expense	<u>88,545</u>	<u>798,167</u>	<u>766,672</u>
Total cost of Srv. (Total Expense)	2,009,790	15,058,797	15,108,781
Operating Margins (Revenue less Expenses)	166,878	601,898	351,471
Other Margins	<u>4,988</u>	<u>115,845</u>	<u>107,644</u>
TOTAL MARGINS	171,866	717,743	459,115