

From the Boardroom...

Regular meeting of the Board of Directors held December 20, 2018

The meeting was called to order by President Densil Allen Jr. Robert Simmons, Secretary of the Cooperative, caused the minutes of the meeting to be kept. The following directors were present: Max Swisegood, Clark Bredehoeft, Dale Jarman, Richard Strobel, Sandra Streit, Jeremy Ahmann and Stan Rhodes. Also present were General Manager Mike Gray and general counsel Sheri Smiley.

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 Nov. 29, 2018; expenditures for the month of November 2018; new membership applications; membership terminations and the treasurer's report.

APPROVAL OF REPORTS

The following November 2018 reports were approved:

Financing and Treasurer's Report: Michael Newland discussed monthly and annual budget comparisons, presented and reviewed statistical data pertaining to operating revenue, expenses, margins, assets, liabilities, cash flow management, and KWH sales. He discussed line loss calculations and sales comparisons year-to-date. He also discussed equity level, long range planning, and peak and demand charges.

Engineering Report: Dan Disberger gave a staking department report, an update on the potential of a new subdivision, an update on the Dollar General in Warrensburg and pole inspections. He also provided a right-of-way report, discussed areas currently being worked on and gave an update on 2019 Right of Way Proposals and spray proposals.

Operations and Safety Report: Randy Burkeybile reported on the crews, pole changes and new services. He gave an update on the operations fleet, reported on outages for the month, and gave the safety report which included the monthly safety meeting, crew visits, safety training and the safety committee report. He discussed construction, maintenance and new service builds as well as an unannounced audit by MECIP.

Member Services Report: Brent Schlotzhauer gave an update on Operation Round Up, and the Youth Tour CYCLE visits made to the schools. He reported on net metering applications made. He also discussed the new position that was filled.

SEPTAGON UPDATE ON OAK GROVE BUILDING

John Frandsen from Septagon gave an update on the Oak Grove Building. He reported that the civil engineer report is complete and discussed the sewer service options and the storm shelter options. He gave updated budget estimates and said construction would begin in early February. A motion to allocate an amount not to exceed \$1,450,000 for the Oak Grove Building was made and passed.

EXECUTIVE SESSION

The board entered into executive session at 11 a.m. and adjourned at 11:30 a.m.

MANAGER'S REPORT

Gray provided his Manager's Report for the month. Items of interest included retreat information and the schedule and office furniture needed for the Higginsville office.

UNFINISHED BUSINESS

Strobel discussed a potential topic for the retreat agenda.

NEW BUSINESS

None.

MEETING ADJOURNED

FINANCIAL REPORT • <i>Statement of Operations</i> • November 2018			
	This month	YTD 2018	YTD 2017
Revenue	\$2,382,406	\$27,049,070	\$24,191,506
Power Bill Expense	1,539,424	16,331,872	14,634,745
Operation & Maint. Expense	441,970	5,875,501	5,523,586
Depreciation Expense	179,976	1,955,179	1,905,638
Interest Expense	420,609	1,525,218	1,168,746
Total cost of Srvc. (Total Expense)	2,581,979	25,687,770	23,232,715
Operating Margins (Revenue less Expenses)	(199,573)	1,361,300	958,791
Other Margins	16,629	346,756	294,113
TOTAL MARGINS	\$(182,944)	\$1,708,056	\$1,252,904