

From the Boardroom...

Regular meeting of the Board of Directors held Sept. 25, 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, Stan Rhodes, Jeremy Ahmann and Sandra Streit. Also present were General Manager Mike Gray and general counsel Rod Widger.

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. 23, 2018; expenditures for the month of August 2018; new membership applications; membership terminations and the treasurer's report.

APPROVAL OF REPORTS

The following August 2018 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 and the written monthly Construction, Retirement, Maintenance and Operations Report. Gray reported on a mutual aid crew's return from South Carolina, I-70 Speedway project and KCPL's intent to serve, a quarry inquiry, deployment of brush and spraying crews, and statewide coordination of Hurricane Florence mutual aid. He reviewed the interview process for a journeyman lineman position, as well as reported that Operation Round Up participation is holding at approximately 80 percent of members.

SAFETY REPORT

Gray gave the safety report for the month of August.

NW REPORT

Swisegood presented the NW report for August. He discussed highlights of the business, operations and financial activities of NW, including a review of CEO performance and compensation.

CFC AND FEDERATED VOTING DELEGATE

Gray was designated as the voting delegate and Swisegood was designated as the alternate for the Region VII-X meeting.

EXECUTIVE SESSION

The board entered into executive session to discuss personnel matters. Following the close of executive session, the board resolved to accept and implement the Wage and Salary Committee recommendations.

MANAGER'S REPORT

Gray presented his monthly Manager's Report. Items of interest included the status of a building improvement project. The board declined to change the scope of the project prior to receiving reliable project cost numbers. Gray also discussed AECI Biennial Survey, a 6-year extension of a ground lease which was passed by the board as well as the approval of an extension with the current tenant. An announcement of a change of auditor affiliation was made as well as a request for board retreat agenda input. Gray discussed termination of collection agency relationship and a property fencing project.

UNFINISHED BUSINESS

None.

NEW BUSINESS

None.

MEETING ADJOURNED

Following the executive session, the meeting was adjourned.

FINANCIAL REPORT • <i>Statement of Operations</i> • August 2018			
	This month	YTD 2018	YTD 2017
Revenue	\$2,448,240	\$20,377,880	\$17,909,165
Power Bill Expense	1,481,160	12,121,659	10,763,572
Operation & Maint. Expense	247,255	1,827,786	1,916,645
Depreciation Expense	178,535	1,416,853	1,378,343
Interest Expense	119,711	865,265	854,849
Total cost of Srvc. (Total Expense)	2,026,661	16,231,563	14,913,409
Operating Margins (Revenue less Expenses)	123,308	1,863,615	756,442
Other Margins	125,692	222,088	188,178
TOTAL MARGINS	\$249,000	\$2,085,703	\$944,620