

From the Boardroom...

Regular meeting of the Board of Directors held June 27, 2019

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, general counsel Lori Battern and WCE office staff.

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 May 23, 2019; expenditures for the month of May 2019; new membership applications; membership terminations and the treasurer's report.

APPROVAL OF REPORTS

The following May 2019 reports were approved:

Financing and Treasurer's Report: Michael Newland presented the May 2019 Operating Report (RUS Form 7) and Comparative Operating Statement. He reviewed the Financial Statistical Report with monthly and annual budget comparisons and gave the investment report. He 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 provided the Treasurer's report as well as reporting on the CFC One Card to replace the American Express card. He discussed the audit of West Central with Jackson Thornton for 2018. Discussion was had on retaining a company for the 2019 audit. Rates will be presented at the next board meeting.

Operations and Safety Report: Randy Burkeybile gave the operations and safety report. He discussed crew work and outages in May and in Levasy. He gave the construction retirement, maintenance and operations report and reported on new services built. He also gave the safety report including safety meetings, crew visits, workplace culture survey for employees, and the Federated audit.

Engineering Report: Dan Disberger gave the engineering report. He reported on new services, change services, storm restorations, solar installments, testing of the WCE systems, outages, and inspections. He reported on right of way crews. He gave a staking report.

Member Services Report: Brent Schlotzhauer presented the member services report. He included a report on Operation Round Up and gave a report on the Youth Tour Program and attendance at training seminars and Summer Bash. He gave a net metering report and reported on the rebates given. He also gave an update on the meeting with the Kansas City Area Development Council and the Teacher Education Program Workshop.

AMEC REPORT

Bredehoeft gave the AMEC report from the June meeting. The Resolutions Committee report was discussed.

AMEC BOARD MEMBER, VOTING REPRESENTATIVE AND ALTERNATE

Bredehoeft was appointed as the AMEC board member voting representative with Gray as the alternate. Bredehoeft was appointed as the NRECA director election voting delegate with Gray as the alternate.

NW REPORT

Swisegood presented the NW report for June. He discussed outages, the solar and wind report and margins and expenses.

AECI ANNUAL MEETING REPORT

Simmons reported on the AECI Annual Meeting. Discussions were had on the speakers and panels presented.

ANNUAL MEETING DISCUSSION

Gray led the discussion on the current meeting plans. A discussion was held on the official notice, registration, and ballots. Discussion was had regarding a possible survey to give to the members.

MANAGER'S REPORT

Gray presented his monthly Manager's Report. Items of interest included changes to the building and updates on costs. Discussion was had on budget to complete the project on the building.

UNFINISHED BUSINESS

None.

NEW BUSINESS

None.

MEETING ADJOURNED

The meeting was adjourned.

FINANCIAL REPORT • *Statement of Operations* • May 2019

	This month	YTD 2019	YTD 2018
Revenue	\$1,915,515	\$12,829,655	\$12,955,278
Power Bill Expense	1,266,195	7,546,273	7,619,829
Operation & Maint. Expense	559,661	3,105,593	2,513,043
Depreciation Expense	183,755	908,613	882,653
Interest Expense	<u>117,913</u>	<u>589,865</u>	<u>522,432</u>
Total cost of Srvc. (Total Expense)	2,127,524	12,150,344	11,537,957
Operating Margins (Revenue less Expenses)	(212,009)	679,311	1,417,321
Other Margins	<u>15,666</u>	<u>135,173</u>	<u>76,689</u>
TOTAL MARGINS	\$(196,343)	\$814,484	\$1,494,010