

From the Boardroom...

Regular meeting of the Board of Directors held November 25, 2014

The meeting was called to order by Vice President Clark Bredehoeft. 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, Robert Simmons, Stan Rhodes Sandra Streit and Jeremy Ahmann. Absent was Densil Allen, Jr. Also present were General Manager Mike Gray and Shawn Battagler, general counsel.

APPROVAL OF AGENDA

After discussion, the agenda was approved as amended.

BOARD SELF-ASSESSMENT

Daniel Cash from the University of Missouri Extension entered the meeting and led the board in a discussion regarding board self-assessment. The board approved participation in the board self-assessment.

APPROVAL OF MINUTES

The unapproved minutes of the regular meeting of the board of directors held Oct. 30, 2014 were approved as corrected.

REVIEW OF EXPENDITURES FOR OCTOBER

An itemized list of expenditures for October was presented to the board, and the payment of the bills was ratified.

APPROVAL OF REPORTS

The following October 2013 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.

SAFETY REPORT

Gray reported one accident with a deer and no lost-time accidents during the month.

MEMBERSHIPS

The applications submitted for membership in the cooperative were accepted and approved. Directors reviewed a list of requests for termination of membership in the cooperative which, along with their requests that their billings be deducted from their deposits and the remainder, if any, be refunded to them, were accepted and approved.

125 PLAN

The 125 plan was reviewed and approved.

ELECTRIC LOAD FORECAST

The 2014 Electric Load Forecast Study was approved.

N.W. ELECTRIC POWER COOPERATIVE, INC. REPORT

Swisegood and Gray reported their attendance at the NW board meeting and highlights including financials, operations of NW, AECI operations and discussion regarding board members touring the Thomas Hill Power Plant.

BYLAW COMMITTEE REPORT

The board discussed modification of by-laws to apply discounted capital credits to bad debt of former members. No action was taken.

MANAGER'S REPORT

Gray reported on the new cooperative website and plans for the annual employee recognition dinner.

UNFINISHED BUSINESS

Directors discussed board retreat topics.

NEW BUSINESS

None.

EXECUTIVE SESSION

Directors met in executive session and returned to the regular meeting at the conclusion.

MEETING ADJOURNED

FINANCIAL REPORT • *Statement of Operations* • October 2014

	This month	YTD 2014	YTD 2013
Revenue	1,749,859	21,816,763	21,289,756
Power Bill Expense	1,137,399	13,097,058	12,710,623
Operation & Maint. Expense	195,898	2,114,401	2,285,289
Depreciation Expense	154,575	1,525,759	1,479,743
Interest Expense	<u>109,806</u>	<u>1,123,710</u>	<u>1,134,350</u>
Total cost of Srv. (Total Expense)	1,597,678	17,860,928	17,610,005
Operating Margins (Revenue less Expenses)	(112,550)	1,299,425	1,063,119
Other Margins	<u>13,014</u>	<u>113,886</u>	<u>185,202</u>
TOTAL MARGINS	(99,536)	1,413,311	1,248,321