

# From the Boardroom...

Regular meeting of the Board of Directors held October 19, 2017

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, Sandra Streit and Jeremy Ahmann. 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 Sept. 28, 2017; expenditures for the month of September 2017; new membership applications; membership terminations and the treasurer's report.

## APPROVAL OF REPORTS

The following September 2017 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; the monthly Construction, Retirement, Maintenance and Operations Report (Gray reported on new services; outages; pole change outs; maintenance; new construction; hurricane updates; outages after the storms in October, personnel changes and brush control. He also reported there were no injuries for the month), and the Safety Report.

## AMEC REPORT

Bredehoeft reported his attendance and highlights of the meeting including substation work, outages, the compensation study and the AECl update.

## OPERATION ROUND-UP DISCUSSION

Simmons reported on the committee's recommendations for the adoption of the Articles of Incorporation and the bylaws which were accepted by the board. Discussion was held regarding the roll-out of the program to the members at the annual meeting.

## BANK RESOLUTION

Gray presented the bank resolution which was approved by the board, naming the financial institutions and naming the people who are authorized to transact business with said financial institutions.

## POLICY 3.3

Gray presented the updates needed to Policy 3.3 to add all banks. The policy passed and was updated.

## RETIREMENT & SECURITY PLAN RESOLUTION

The Retirement and Security Plan resolution was passed.

## MANAGER'S REPORT

Gray presented his monthly Manager's Report. Items of interest included: a discussion on the annual retreat and agenda. He also reported on the lineman's rodeo and gave an AECl update on the return of margins.

## UNFINISHED BUSINESS

A review of the policy for per diem pay was reviewed and discussed. The Wage and Salary Committee presented their recommendations regarding the per diem. Items were passed.

## NEW BUSINESS

None.

## EXECUTIVE SESSION

The board entered into executive session

## MEETING ADJOURNED

Following the executive session, the meeting was adjourned.

FINANCIAL REPORT • <i>Statement of Operations</i> • September 2017			
	This month	YTD 2017	YTD 2016
Revenue	2,146,804	2,055,968	20,181,510
Power Bill Expense	1,296,265	12,059,837	12,490,720
Operation & Maint. Expense	136,069	2,052,715	2,048,050
Depreciation Expense	174,994	1,553,337	1,494,579
Interest Expense	<u>106,162</u>	<u>961,011</u>	<u>886,675</u>
<b>Total cost of Srvc. (Total Expense)</b>	<b>1,713,490</b>	<b>16,626,900</b>	<b>16,920,024</b>
Operating Margins (Revenue less Expenses)	152,233	908,675	868,582
Other Margins	<u>82,362</u>	<u>270,540</u>	<u>180,658</u>
<b>TOTAL MARGINS</b>	<b>234,595</b>	<b>1,179,215</b>	<b>1,049,240</b>