

# From the Boardroom...

Regular meeting of the Board of Directors held July 26, 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 Sheri Smiley.

Kevin Kelso, CPA, gave the independent audit report for 2017. He reported on the balance sheet and the statement of revenue. He reported there was a clean audit for the year end 2017.

## 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 June 26, 2018; expenditures for the month of June 2018; new membership applications; membership terminations and the treasurer's report.

## APPROVAL OF REPORTS

The following June 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.

## SAFETY REPORT

Gray gave the safety report for the month of June.

## NW REPORT

Swisegood presented the NW report for June. He discussed AECl updates, outages, the solar and wind report and margins and expenses. Gray discussed the upcoming NW Board Retreat to be held in September.

## DIRECTORS' CONFERENCE REPORT

Directors that attended the 2018 AMEC Directors conference discussed the classes they attended. Items of interest were equity levels and electric charging stations.

## ANNUAL MEETING DISCUSSION

Gray gave updates on the plans being made for the annual meeting including rules regarding political agendas and that anyone with those would be allowed to advertise or protest but not within 100 feet of the entrance door.

## APPOINT DELEGATE AND ALTERNATE FOR NRECA REGION 8-10 MEETING

Swisegood was appointed as the delegate for the NRECA Region 8-10 meeting and Gray was appointed as the alternate.

## MANAGER'S REPORT

Gray presented his monthly Manager's Report. Items of interest included member comments, the Foundation, level pays, an update on the Oak Grove Building and the lineman's rodeo.

## UNFINISHED BUSINESS

None.

## 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> • June 2018			
	This month	YTD 2018	YTD 2017
Revenue	\$2,425,844	\$15,381,122	\$13,256,628
Power Bill Expense	1,486,138	9,105,967	7,939,071
Operation & Maint. Expense	546,245	3,059,287	3,081,568
Depreciation Expense	177,365	1,060,018	1,029,508
Interest Expense	<u>107,654</u>	<u>630,086</u>	<u>647,807</u>
<b>Total cost of Srvc. (Total Expense)</b>	<b>2,317,402</b>	<b>13,855,358</b>	<b>12,697,954</b>
Operating Margins (Revenue less Expenses)	108,442	1,525,764	558,674
Other Margins	<u>9,834</u>	<u>86,522</u>	<u>161,067</u>
<b>TOTAL MARGINS</b>	<b>\$118,276</b>	<b>\$1,612,286</b>	<b>\$719,741</b>