

From the Boardroom...

Regular meeting of the Board of Directors held May 24, 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.

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

APPROVAL OF REPORTS

The following April 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 April.

NW REPORT

Swisegood presented the NW report for May. He discussed AECl updates including: a new wind farm, car charging stations, the purchase of New Madrid One, and reported that the format for the 2019 N.W. annual meeting will stay the same. He also discussed the AMEC District One Meeting, the people who will be on the executive committees as well as the people nominated for awards.

ANNUAL MEETING DISCUSSION

Gray discussed that the request for ballots will be included in the June billing and that any Petitions to file for a Board position must be submitted by June 4, 2018. He also discussed the issues of having no ballots if there are no contested elections. It was decided to continue with the ballots at the annual meeting, regardless if there is a contested election.

OPERATION ROUND UP

Gray shared member comments he had received and reported that 1,274 have opted out to date. He also discussed level pay members and that a letter will be mailed to them. There will be a FAQ section added to the web page regarding Operation Round Up.

NOMINATING COMMITTEE REPORT

Smiley gave the Nominating Committee Report. She reported that the meeting was held on May 17, 2018, and the following nominations were made: District 1: Jeremy Ahmann, District 2: Clark Bredehoeft, District 4: Dale Jarman. There were no other nominations made.

MANAGER'S REPORT

Gray presented his monthly Manager's Report. Items of interest included: the Missouri Directors Conference, the CFC Statewide Workshop and AECl's Annual Meeting. He also reported that the auditor will be at the July meeting to present the Audit and the RUS field rep will be at the June meeting to present.

UNFINISHED BUSINESS

None.

NEW BUSINESS

None.

MEETING ADJOURNED

Following the executive session, the meeting was adjourned.

FINANCIAL REPORT • *Statement of Operations* • April 2018

	This month	YTD 2018	YTD 2017
Revenue	\$2,298,973	\$11,001,695	\$9,204,347
Power Bill Expense	1,390,678	6,277,001	5,398,154
Operation & Maint. Expense	498,704	2,013,742	2,150,851
Depreciation Expense	176,487	705,755	683,718
Interest Expense	<u>106,158</u>	<u>414,885</u>	<u>440,316</u>
Total cost of Srvc. (Total Expense)	2,172,027	9,411,383	8,673,039
Operating Margins (Revenue less Expenses)	126,946	1,590,312	531,308
Other Margins	<u>9,735</u>	<u>70,006</u>	<u>122,480</u>
TOTAL MARGINS	\$136,681	\$1,660,318	\$653,788