

From the Boardroom...

Regular meeting of the Board of Directors held November 29, 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 general counsel Sheri Smiley and Rod Widger 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 October 25, 2018; expenditures for the month of October 2018; new membership applications; membership terminations.

EXECUTIVE SESSION

The board entered into executive session and adjourned from executive session to continue the meeting.

APPROVAL OF REPORTS

The following October 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, Engineering Report, Operations and Safety Report and Member Services Report. A report was also given by the Scholarship Committee and board liaison Streit provided an Operation Round-Up Report.

MANAGER'S REPORT

Gray presented his monthly Manager's Report. He gave an update on the Oak Grove facility, and said that a presentation would be given in December on the estimated costs for renovations. He also discussed the board retreat including succession planning. More information will be coming from NRECA.

UNFINISHED BUSINESS

None.

NEW BUSINESS

Strobel discussed a potential topic for the retreat for the board to consider.

EXECUTIVE SESSION

The board entered into a second executive session.

MEETING ADJOURNED

Following the executive session, the meeting was adjourned.

FINANCIAL REPORT • <i>Statement of Operations</i> • October 2018			
	This month	YTD 2018	YTD 2017
Revenue	\$1,942,373	\$24,666,665	\$22,053,580
Power Bill Expense	1,292,095	14,792,448	13,309,005
Operation & Maint. Expense	744,636	5,433,531	5,055,173
Depreciation Expense	179,382	1,775,203	1,729,123
Interest Expense	<u>119,685</u>	<u>1,104,609</u>	<u>1,065,016</u>
Total cost of Srvc. (Total Expense)	2,335,798	23,105,791	21,158,317
Operating Margins (Revenue less Expenses)	(393,425)	1,560,874	895,263
Other Margins	<u>34,830</u>	<u>330,126</u>	<u>282,601</u>
TOTAL MARGINS	\$(358,595)	\$1,891,000	\$1,177,864