

# From the Boardroom...

Regular meeting of the Board of Directors held February 27, 2014

The meeting was called to order by President Densil Allen. Robert Simmons, Secretary of the Cooperative, caused the minutes of the meeting to be kept. The following Directors were present: Max Swisegood, Clark Bredehoeft, Paul Nolte, Dale Jarman, Richard Strobel, Densil Allen, Robert Simmons, Sandra Streit and Stan Rhodes. Also present were General Manager Mike Gray, and cooperative attorney Matt Krohn.

## APPROVAL OF AGENDA

After discussion, the agenda was approved.

## APPROVAL OF MINUTES

The unapproved minutes of the regular meeting of the board of directors held Jan. 24, 2014 were approved.

## REVIEW OF EXPENDITURES FOR JANUARY

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

## APPROVAL OF REPORTS

The following January 2014 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 reported 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.

## N.W. ELECTRIC POWER COOPERATIVE, INC. REPORT

Gray and Nolte reported their attendance at the recent board meeting and shared highlights of the meeting.

## AMEC REPORT

Bredehoeft reported on the AMEC Legislative Conference and provided a report on legislation of interest to the cooperatives, as well as grassroots efforts in response to proposed EPA regulations. Gray reported on AMEC's legislative talking points.

## APPROVE SAFETY CONSULTANT CONTRACT EXTENSION.

Directors approved a contract extension with Berry Consulting, LLC for three years.

## MANAGER'S REPORT

Gray provided his Manager's Report for the month. He reported on the following: 1) PCA compliance; 2) recent phone scams; 3) the KRTA Program; 4) damaged pole matter; 5) a member-relation matter; 6) Operation Round-Up; 7) a new trial date for a pending lawsuit; 8) the option of discounting early retirement of capital credits and 9) electric rates by loan (recovering cost).

## ALLOCATION OF CAPITAL CREDITS

Directors approved the allocation of 2013 capital credits

## AXA INVESTMENT ACCOUNT

Manager Gray and Office Manager Sandra Starke were named trustees of the English investment account

## UNFINISHED BUSINESS

None.

## NEW BUSINESS

None

## MEETING ADJOURNED

### FINANCIAL REPORT • *Statement of Operations* • February 2014

	This month	YTD 2014	YTD 2013
<b>Revenue</b>	<b>2,885,077</b>	<b>5,980,984</b>	<b>5,176,237</b>
Power Bill Expense	1,562,357	3,234,302	2,913,458
Operation & Maint. Expense	445,558	907,509	907,093
Depreciation Expense	150,919	301,236	293,155
Interest Expense	<u>103,514</u>	<u>214,086</u>	<u>183,080</u>
<b>Total cost of Srv. (Total Expense)</b>	<b>2,262,348</b>	<b>4,657,133</b>	<b>4,296,786</b>
Operating Margins (Revenue less Expenses)	622,729	1,323,851	879,451
Other Margins	<u>17,455</u>	<u>34,570</u>	<u>26,418</u>
<b>TOTAL MARGINS</b>	<b>640,184</b>	<b>1,358,421</b>	<b>905,869</b>