

From the Boardroom...

Regular meeting of the Board of Directors held January 23, 2015

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, Dale Jarman, Richard Strobel, Densil Allen, Sandra Streit, Jeremy Ahmann, Stan Rhodes and Robert Simmons. Also present were General Manager Mike Gray, Administrative Assistant Kim Lewis and Office Manager Sandy Starke.

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 Dec. 30, 2014, were approved.

REVIEW OF EXPENDITURES FOR DECEMBER

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

APPROVAL OF REPORTS

The following December 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.

2015 OPERATING BUDGET

The 2015 budget was approved as presented.

N.W. ELECTRIC POWER COOPERATIVE, INC. REPORT

Gray and Swisegood reported their attendance at the NW board meeting and reported highlights including operations and financials of N.W. and AECL, discussions regarding extension of all requirements contracts, revenue deferral and a manager's report.

AMENDMENT TO WHOLESALE POWER CONTRACT WITH NW

Gray presented the NW amendment to the Wholesale Power Contract which was approved by the board.

DRAWDOWN OF RUS LOAN FUNDS

Gray explained the need to draw down \$4 million in RUS loan funds. The board authorized Gray to draw down the loan funds.

MANAGER'S REPORT

Gray provided his Manager's Report for the month. He reported on the following: The acronym list for directors, a personnel update and a potential commercial loan in the Lone Jack area.

FEBRUARY BOARD MEETING DATE

Gray presented the conflict with NRECA's annual meeting and the regular board meeting. The board changed the February meeting date to Tuesday, March 3.

UNFINISHED BUSINESS

None.

NEW BUSINESS

None.

EXECUTIVE SESSION

Directors adjourned into executive session, followed by reconvening to the regular meeting.

STRATEGIC PLANNING

A strategic planning discussion was scheduled for the next regular meeting.

MEETING ADJOURNED

FINANCIAL REPORT • <i>Statement of Operations</i> • January 2015			
	This month	YTD 2015	YTD 2014
Revenue	2,861,473	2,861,473	3,095,907
Power Bill Expense	1,481,930	1,481,930	1,671,945
Operation & Maint. Expense	467,758	467,758	462,027
Depreciation Expense	155,547	155,547	150,316
Interest Expense	109,073	109,073	110,572
Total cost of Srvc. (Total Expense)	2,214,255	2,214,255	2,394,785
Operating Margins (Revenue less Expense)	647,218	647,218	701,122
Other Margins	5,010	5,010	17,114
TOTAL MARGINS	652,228	652,228	718,236