

From the Boardroom...

Regular meeting of the Board of Directors held June 26, 2015

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: Densil Allen, Jr., Clark Bredehoeft, Max Swisegood, Dale Jarman, Robert Simmons, Sandra Streit, Jeremy Ahmann, Stan Rhodes and Richard Strobel. Also present were General Manager Mike Gray, and Administrative Assistant Kim Lewis.

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 May 28, 2015 were approved.

REVIEW OF EXPENDITURES FOR MAY

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

APPROVAL OF REPORTS

The following May 2015 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 for the month of May.

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.

AMEC REPORT

Bredehoeft and Gray reported on their attendance at the AMEC board meeting. Highlights included department reports and legislative updates.

N.W. ELECTRIC POWER COOPERATIVE, INC. REPORT

Gray and Swisegood reported on their attendance at the N.W. meeting. Highlights included financial and department reports.

AECI ANNUAL MEETING REPORT

Simmons, Bredehoeft and Jarman reported their attendance at the AECI annual meeting. Highlights included the Clean Power plan and its impact on the membership, and comments on various speakers who presented at the meeting..

BUILDING COMMITTEE REPORT

Allen reported on the activities of the Building Committee. The committee met June 16, and are weighing several factors and waiting on the Strategic Plan to be completed to guide their decisions. A member satisfaction survey will be inserted into the members' bills later this year.

CFC INTEGRITY FUND CONTRIBUTION

Gray explained the Integrity Fund, and directors voted to contribute \$250 for territorial purposes only.

ANNUAL MEETING DISCUSSION

Directors decided to print the Manager's Report and the President's Report in the program. A survey will also be included for members who attend the annual meeting.

MANAGER'S REPORT

Gray provided his Manager's Report for the month which included an IRS report with no issues, BBB issue resolved, Strategic Planning meeting July 15, Regional 8-10 meeting in October, a director board position open on CFC's board three years from now, a letter to the editor in the Daily Star Journal, proposal requests to auditing firms, deferred compensation.

UNFINISHED BUSINESS

None.

NEW BUSINESS

None.

MEETING ADJOURNED

FINANCIAL REPORT • *Statement of Operations* • May 2015

	This month	YTD 2015	YTD 2014
Revenue	1,572,255	11,182,083	11,957,046
Power Bill Expense	1,177,764	6,850,307	6,929,889
Operation & Maint. Expense	523,237	2,643,243	2,320,088
Depreciation Expense	159,364	788,244	756,918
Interest Expense	88,323	537,099	555,915
Total cost of Srvc. (Total Expense)	1,948,688	10,818,893	10,562,810
Operating Margins (Revenue less Expenses)	(376,434)	362,541	1,392,505
Other Margins	6,273	90,025	64,942
TOTAL MARGINS	(370,161)	452,566	1,457,447