

From the Boardroom...

Regular meeting of the Board of Directors held March 23, 2017

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, Sandra Streit, Jeremy Ahmann and Stan Rhodes. Also present were General Manager Mike Gray, General Counsel Shawn Battagler and Administrative Assistant Kim Lewis.

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 March 3, 2017, expenditures for the month of February 2017; new membership applications; membership terminations and the treasurer's report.

APPROVAL OF REPORTS

The following February 2017 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, cash-flow management and KWH sales and the written monthly Construction, Retirement, Maintenance and Operations Report.

SAFETY REPORT

Gray presented the monthly safety report.

AMEC REPORT

Bredehoeft reported on his attendance at the AMEC meeting. Highlights from the meeting included: legislative issues, legislative fish fry, Amendment 2 litigation, NRTC activities, introduction of Richard Moore, mutual aid and AMEC financials.

N.W. ELECTRIC POWER COOPERATIVE, INC. REPORT

Gray and Swisegood reported on their attendance at the N.W. meeting. Highlights included: AECL update, financials, outage report, safety, construction and operations, storm damage, retirement of patronage capital, annual meeting and salary survey.

NOMINATING COMMITTEE

The following cooperative members were appointed to the Nominating Committee: Tim Evert, Paul Nolte, Sarah Willard, Jerry Phoenix, Dennis Knipmeyer, Walter Hutcherson, Jeremy Sanders, Verna Jenkins and Adam Heater.

CAPITAL CREDITS

The board resolved to approve management's recommendation regarding retirement of capital credits.

MANAGER'S REPORT

Gray provided his Manager's Report for the month. Items of interest included: payment facilities in Warrensburg, update on headquarters improvements, mowing contracts, employee recognition and linemen appreciation breakfast, and recognition of Dale Jarman for 20 years of service on the board.

ANNUAL MEETING

The board discussed topics related to the annual meeting and potential bylaw proposals.

UNFINISHED BUSINESS

The board discussed follow-up on strategic planning.

NEW BUSINESS

Jarman and Simmons discussed their attendance at the director training in Jefferson City.

EXECUTIVE SESSION

The board entered into executive session.

MEETING ADJOURNED

Following executive session, the meeting was adjourned.

FINANCIAL REPORT • *Statement of Operations* • February 2017

	This month	YTD 2017	YTD 2016
Revenue	2,504,165	5,317,588	5,070,230
Power Bill Expense	1,317,252	2,919,510	3,089,921
Operation & Maint. Expense	262,136	482,505	383,324
Depreciation Expense	170,501	340,684	327,676
Interest Expense	<u>95,634</u>	<u>201,506</u>	<u>177,559</u>
Total cost of Srvc. (Total Expense)	1,845,523	3,944,205	3,978,480
Operating Margins (Revenue less Expenses)	392,457	831,198	586,104
Other Margins	<u>40,250</u>	<u>62,430</u>	<u>15,871</u>
TOTAL MARGINS	432,707	893,628	601,975