

From the Boardroom...

Regular meeting of the Board of Directors held March 22, 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 and general counsel Sheri Smiley.

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 Feb. 22, 2018 expenditures for the month of February 2018; new membership applications; membership terminations and the treasurer's report.

APPROVAL OF REPORTS

The following February 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 and the written monthly Construction, Retirement, Maintenance and Operations Report.

SAFETY REPORT

Gray gave the safety report for the month of February.

NW REPORT

Swisegood presented the NW report for January. He discussed AECL updates, NW outages, financials to date, economic development and a wind farm update.

NRECA ANNUAL MEETING REPORT

Simmons, Ahmann and Gray discussed their attendance at the annual meeting including the Corporate Governance Report, the speakers who presented and resolutions that were made.

SCHOLARSHIP COMMITTEE REPORT

Allen reported on the John & Kathryn English Memorial Scholarship interviews held March 21. He reported there were great applicants, and the committee awarded one \$1,000 renewable scholarship and five one-time \$1,500 scholarships.

2018 NOMINATING COMMITTEE APPOINTED

The following names were provided by the Board and approved by the Board to be on the 2018 Nominating Committee:

District I: Walter Hutcherson, Kyle Grumke

District II: Dennis Knipmeyer, Paul Nolte

District III: Virginia Haller, CF Hackett

District IV: Verna Jenkins, Jerry Phoenix

District V: Tim Evert

APPROVAL OF 2018 CAPITAL CREDIT RETIREMENTS

Gray presented staff's recommendation to retire 100% of the Cooperative's 1998 capital credits for a total of \$1,413,348,66. The board voted to accept the recommendation to retire the 1998 capital credits.

ROUND-UP FOUNDATION BOARD REPORT

Streit reported on the March Round-up Foundation meeting. She reported that officers had been elected, the guidelines were accepted and voted on and application forms are being considered. The next meeting will take place in November. Gray discussed what insert will be in the May billing to inform members of the opt out option.

MANAGER'S REPORT

Gray presented his monthly Manager's Report. Items of interest included: the CFC annual visit and line of credit. He informed the Board that the current secured line of credit of \$1 million will change to a \$5 million unsecured line of credit and asked for board approval of the same. The board approved allowing the manager to execute any documents required to make the change to the \$5 million unsecured line of credit. He also discussed Facebook page updates, a LockBox proposal and the annual meeting. No changes will be put before the membership on Bylaws. He discussed some billing issues with meter changes and the new employee who has been hired.

UNFINISHED BUSINESS

None.

NEW BUSINESS

None.

MEETING ADJOURNED

Following the executive session, the meeting was adjourned.

FINANCIAL REPORT • *Statement of Operations* • February 2018

	This month	YTD 2018	YTD 2017
Revenue	3,064,182	6,373,331	5,346,524
Power Bill Expense	1,611,748	3,442,329	2,219,510
Operation & Maint. Expense	235,720	465,474	1,202,986
Depreciation Expense	176,016	352,985	340,684
Interest Expense	112,813	197,052	202,253
Total cost of Srvcs. (Total Expense)	2,136,297	4,457,840	3,965,433
Operating Margins (Revenue less Expenses)	639,006	1,365,034	838,157
Other Margins	5,292	23,546	62,430
TOTAL MARGINS	644,298	1,388,580	900,587