

MINUTES OF REGULAR MONTHLY MEETING  
OF  
THE BOARD OF DIRECTORS OF K.C. ELECTRIC ASSOCIATION, INC.

A regular meeting of the Board of Directors of K.C. Electric Association, Inc. was held in Stratton, Colorado on Tuesday, April 28, 2015 at the hour of 4:00 p.m. The meeting was called to order by President Kevin Penny. The following Directors were present and constituted a quorum:

Kevin Penny	Luanna Naugle	Wayne Parrish
Robert Bledsoe	Marvin Thaller	Jim Michal
Dave Ritchey	Terry Tagtmeyer	Dan Mills

Also present were General Manager David Churchwell, Operations Manager Paul Norris, CFO Bo Randolph, Member Service Specialist Ben Orrell, and Attorney Jeff Cure.

Approval of Minutes: It was unanimously approved to accept the minutes for the regular meeting of the Board on March 24, 2015.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for May 26, 2015 at 4:00 p.m. in Hugo, Colorado.

Public Comments: None.

Disbursements Report: The Disbursements Report of the Association for March 2015 was reviewed and, after the Board had an opportunity to review and ask questions, Mr. Penny declared the Disbursements Report as an informational item requiring no Board action.

Emergency Items: None.

Operational Policies: Up for review was Policy #433, Drug & Alcohol Testing for All Employees and Policy #434, Drug & Alcohol Testing for CDL Employees. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Policies #433 was approved as presented and #434 was approved as amended.”

Approval of Ten Year Financial Forecast: Mr. Randolph reviewed the ten year financial forecast with the Board. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the Ten Year Financial Forecast for the period of 2015-2024 is approved as presented.”

Sensus Software As A Service Discussion: Mr. Churchwell presented a proposal from NRTC/Sensus to host the AMI servers at Sensus which includes upgrades to their most recent software. After discussions of the pros and cons of Saas the following resolution was unanimously approved:

“BE IT RESOLVED: That the NRTC/Sensus proposal for Software As A Service is approved as presented.”

Hugo Front Office Security Glass Bid: Mr. Churchwell presented a bid for security glass installation at the Hugo office and a bid for office modifications at the Stratton office. After discussing the pros and cons of both bids, the Board acknowledged the utmost importance of employee security and decided to have staff present additional options for office security modifications at a future Board meeting.

Idle Service Policy: Mr. Churchwell presented idle service policy options and after extensive discussion the Board requested staff bring back additional options at the next Board meeting.

Special Equipment Summary: After review and discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the Special Equipment Summary is hereby approved in the amount of \$1,603.19.”

General Manager’s Report: Mr. Churchwell reported on or discussed, among other things, (1) The Tri-State Managers’ Meeting in April, (2) The CREA Managers’ Meeting in April; (3) Updated Board members on the Tri-State Rate Committee progression; and (4) Office employee updates.

Staff Reports: The staff made the following reports and answered Board questions:

- a. Mr. Churchwell presented a slideshow of the financial report for March 2015.
- b. Mr. Norris reported that there were no First Report of Injury and no Near Misses in March. There was a Safety Committee meeting held in Stratton and the K.C. Safety Manual has been reviewed by the Safety Committee and sent to CREA for their review, the Safety Committee also discussed the need for additional repeaters to enhance our radio coverage. Mr. Norris also provided a recap of the safety meeting held in Stratton.
- c. For the Operations report Mr. Norris reported on the outages experienced in the past month and discussed ongoing maintenance that is being completed by line crews.
- d. Mr. Orrell referenced his report in the packet which summarized activities of Member Services for March 2015. Mr. Orrell discussed the coordination of the upcoming K.C. annual meeting.

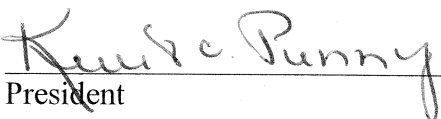
CREA Report: Mr. Mills referenced his report in the packet and reported, among other things, legislative activities being monitored at CREA and CREA employee changes.


WUE Report: Mr. Mills referred the Board to his report in the packet and discussed WUE’s purchase of land in New Mexico for a new office and warehouse.

Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and discussed, among other things, the Tri-State annual meeting, the re-election of Rick Gordon as chairman of the board, Tri-State officer and executive committee elections, and SEC regulations.

Adjournment: Mr. Penny declared the meeting adjourned at 8:55 p.m.

APPROVED:

  
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President

  
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Secretary-Treasurer