

From the Boardroom...

Regular meeting of the Board of Directors held March 24, 2016

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, 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 Feb. 25, 2016 were approved.

REVIEW OF EXPENDITURES FOR FEBRUARY

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

APPROVAL OF REPORTS

The following February 2016 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 presented the monthly safety report.

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 reported on his attendance at the AMEC meeting.

N.W. ELECTRIC POWER COOPERATIVE, INC. REPORT

Gray and Swisegood reported on their attendance at the N.W. meeting.

SCHOLARSHIP COMMITTEE REPORT

Jarman and Simmons presented information from the scholarship committee and winners of the John & Kathryn English Memorial Scholarship.

EXECUTIVE SESSION

The board entered into executive session, and then returned to open session.

NOMINATING COMMITTEE

Directors approved members of the Nominating Committee which will meet at 7 p.m., May 12 at the cooperative headquarters. Members of the committee are: Walter Hutcherson, Adam Heater, Dennis Knipmeyer, Paul Nolte, Gary Bell, Verna Jenkins, Jerry Phoenix and Tim Evert.

ANNUAL MEETING DISCUSSION

Gray reviewed annual meeting details including mail-in ballot procedures. The board approved appointing the cooperative's attorney to handle the entire balloting procedure, including mailing and returning ballots. Ballots will be mailed on July 11, which is the same date as the mailing of the official notice of the annual meeting.

CAPITAL CREDIT RETIREMENT

Capital credits approved to be retired include 100 percent of 1996 = \$906,772.44 and 20 percent of 1997 = \$315,882.72 for a total of \$1,222,655.16.

N.W. ANNUAL MEETING CHAIRMAN AND ALTERNATE

Simmons was appointed as the cooperative's chairman with Swisegood as the alternate.

MEMBER REQUEST FOR THREE-PHASE EXTENSION

The board approved allowing split payments for three-phase extensions, including one-half the payment due up front with the remainder to be paid within one year.

FACILITIES

Directors listed their preferences for facilities options.

MANAGER'S REPORT

Gray provided his Manager's Report for the month including new rates effective April 1, cost of service study conducted by CFC at no cost to the cooperative, crews setting poles at Oak Grove, Youth Tour and AECl Distribution Generation Committee meeting input.

UNFINISHED BUSINESS

None.

NEW BUSINESS

None

MEETING ADJOURNED

FINANCIAL REPORT • <i>Statement of Operations</i> • February 2016			
	This month	YTD 2016	YTD 2015
Revenue	2,376,633	5,070,230	5,584,770
Power Bill Expense	1,432,479	3,089,921	3,121,417
Operation & Maint. Expense	181,822	383,324	559,682
Depreciation Expense	164,099	327,676	312,549
Interest Expense	88,384	177,559	211,032
Total cost of Srvc. (Total Expense)	1,866,784	3,978,480	4,204,680
Operating Margins (Revenue less Expenses)	856,579	586,103	256,924
Other Margins	44,315	15,871	3,779
TOTAL MARGINS	900,894	601,974	260,703