

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

A regular meeting of the Board of Directors of K.C. Electric Association was held in Stratton, Colorado on Tuesday, April 28, 2026, at the hour of 4:00 p.m. The meeting was called to order by President Kevin Penny. The following Members were present and constituted a quorum:

Kevin Penny	Dan Mills	Dave Ritchey
Terry Tagtmeyer	Jerry Allen	Justin Rueb
Eric Poss	Bob Bledsoe	Wayne Parrish

Also present were General Manager David Churchwell, Operations Manager Darren Fox, Chief Financial Officer Bo Randolph, Member Services/IT Specialist George Ehlers, and attorney Jeff Cure.

Approval of Agenda: It was unanimously approved to accept the agenda as presented.

Approval of Minutes: It was unanimously approved to accept the minutes for the regular meeting of the Board of Directors on March 24, 2026.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for May 26, 2026, at 3:00 p.m. in Hugo, Colorado.

Public Comments: There were no public comments at this time.

Disbursements Report: The Disbursements Report of the Association for March 2026 was reviewed, and after the Board had an opportunity to review and ask questions, President Penny declared the Disbursements Report as an informational item requiring no Board action.

Emergency Items: None

Operational Policies: Up for review were Policy #119, Financial Goals; and Policy #411, Temporary Assignment. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Policies #119, and #411 are approved as presented.”

RUS AA8 Loan: Mr. Churchwell discussed options for our RUS AA8 loan which currently must be drawn down by September 2026. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That management is hereby authorized to send a request to the Rural Utilities Service asking them to rescind unadvanced funds for our AA8 loan.”

Data Request: Mr. Churchwell presented a letter from the Kit Carson County Communication Center requesting K.C. to share meter GPS coordinates and addresses for Kit Carson and Cheyenne Counties to be used for emergency dispatching. After discussion and questions, the following resolution was approved:

“BE IT RESOLVED: That management is hereby authorized to share meter GPS coordinates and addresses with the Kit Carson County Communication Center to only be used for emergency dispatching.”

Hugo Office Concrete Replacement: Mr. Churchwell presented quotes to remove and replace the concrete on the west and south sides of the Hugo office as well as the entryway. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That management is hereby authorized to contract with Flatwork Solutions LLC. for \$43,172.80 to remove and replace the concrete on the west and south sides,

and entryway to the Hugo office, and to remove the brick wall on the south side of the office building.”

CARE Donation: Mr. Churchwell presented a letter from CARE requesting the Board to consider donating to the CARE membership account. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the Association will donate \$5,000 in 2026 and 2027 to the CARE membership account.”

Special Equipment Purchases: 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 \$18,407.72.”

Inventory of Work Orders: After review and discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the Inventory of Work Orders #512 in the amount of \$137,345.60 is hereby approved.”

General Manager’s Report: Mr. Churchwell reported on the following: the most recent Tri-State Board meeting, Tri-State annual membership meeting, Tri-State FERC proceedings, potential new loads, Cheyenne County easement concerns, fire mitigation, annual meeting planning, and discussed “BYOR.”

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

- a. Mr. Randolph presented a slideshow of the financial report for March 2026 and discussed the annual irrigation facility charge, 2025 financial audit, and current economic conditions.
- b. Mr. Fox reported there were no First Report of Injury and no Near Misses in the past month. A recap was given for the safety meetings held in Stratton and Hugo which consisted of First Aid, CPR, and AED skill testing for all employees.
- c. Mr. Fox discussed maintenance and construction projects completed in the past month including substation double testing, work at the Sand Creek and Huppert-Shutte substations, and a vehicle accident which broke two 69kV transmission poles.
- d. Mr. Ehlers referenced his reports in the Board packet which summarized activities of Member Services and IT for the past month. Nomination petitions were turned in, and we have one incumbent running in Cheyenne County and three candidates (two incumbents) running for two positions in Kit Carson County. Annual meeting preparations continue.

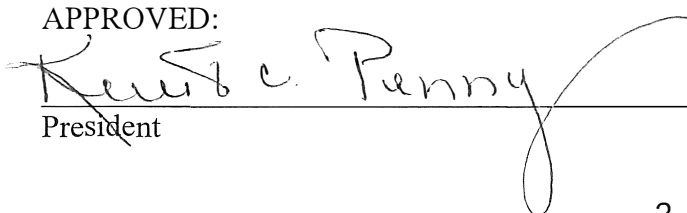
CREA Report: Mr. Parrish referenced his report in the packet and discussed CARE, legislative activities, and Associate memberships.

WUE Report: Mr. Parrish referenced his report in the packet and reported that sales are down but close to budget. WUE will be opening a warehouse in Kansas and continue to bring on additional Kansas members. Mr. Parrish presented a video showcasing WUE’s rubber goods, hotsticks, and grounds testing facility in Brighton.

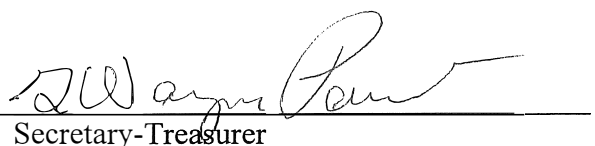
Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and discussed Tri-State’s recent annual membership meeting, and Tri-State virtual board meetings. The Tri-State board conducted officer elections following their annual meeting.

Adjournment: Mr. Penny declared the meeting adjourned at approximately 7:04 p.m.

APPROVED:



President



Secretary-Treasurer