

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, August 23rd, 2022, 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	Terry Tagtmeyer
Jerry Allen	Wayne Parrish	Bob Bledsoe
Jim Michal		

Dave Ritchey participated via teleconference.

Also present were General Manager David Churchwell, Operations Manager Paul Norris, Member Service/IT Specialist George Ehlers, Chief Financial Officer Bo Randolph, 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 July 26, 2022.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for September 27, 2022, at 4:00 p.m. in Hugo, Colorado.

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

Disbursements Report: The Disbursements Report of the Association for July 2022 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 #203, Director Participation in Insurance Plans after Termination from Office; Policy #422, Inclement Weather; Policy #423, Travel; and Policy #424, Employee Attendance at Meetings. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Policies #203, #422, #423, and #424 are approved as presented.”

Renew NRECA Insurance Programs for 2023: Mr. Churchwell presented the NRECA insurance renewal rates for 2023. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That the proposed NRECA insurance plans are hereby renewed with the same coverage currently in place at the proposed rates provided by NRECA.”

Service Release: Mr. Churchwell presented a request from YW Electric to serve two irrigation wells located in K.C.’s certified service territory. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That management is hereby authorized to allow YW Electric to serve one irrigation well located in the Southeast of the Southeast ¼ of Section 34, Township 5 ½ South, Range 45 West, and one irrigation well located in the Northwest of the Northwest ¼ of Section 34, Township 5 ½ South, Range 45 West in K.C.’s certified service territory.”

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 \$21,307.62.”

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

“BE IT RESOLVED: That the Inventory of Work Orders #473 in the amount of \$63,440.90 is hereby approved.”

General Manager’s Report: Mr. Churchwell reported on the following: the most recent Tri-State board and rate committee meetings, CREA Fall meeting and Energy Innovations Summit, recent copper thefts, gave a FERC update, and briefly discussed our 2023 budget process.

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

- a. Mr. Randolph presented a slideshow of the financial report for July 2022 and discussed credit card fees and NRECA dues.
- b. Mr. Norris reported there were no First Report of Injury and no Near Misses in the past month. A recap was given of the safety meetings held in Stratton and Hugo. Mr. Norris reviewed our recent RESAP inspection and showed pictures of the high voltage demonstration that K.C. crews conducted during the recent National Night Out in Stratton.
- c. Mr. Norris discussed maintenance and construction projects completed in July and gave the board an update on the installation of our new SCADA system, and supply chain issues with material. Contract tree trimmers continue to work in Kit Carson County.
- d. Mr. Ehlers referenced his report in the packet which summarized activities of Member Services and IT for July. A discussion was held on utilizing iPad’s for monthly board reports, document retention, and director training.

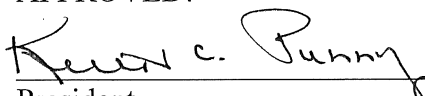
CREA Report: Mr. Mills referenced his report in the packet. The CREA board met in Durango recently and will need to elect a new secretary during their next board meeting.

WUE Report: Mr. Mills referenced his report in the packet and reported that sales continue to be strong, and supply chain issues have not eased. The WUE board will need to elect a new vice president during their next board meeting.

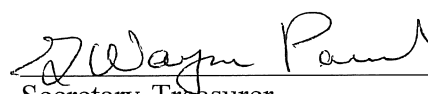
Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and discussed the upcoming Tri-State board meeting, board governance, and reliability on the grid.

Adjournment: Mr. Penny declared the meeting adjourned at approximately 7:17 p.m.

APPROVED:



President



Secretary-Treasurer