

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 25, 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	Eric Poss	Dave Ritchey
Terry Tagtmeyer	Jerry Allen	Justin Rieb
Bob Bledsoe	Wayne Parrish	

Director Mike Nichols arrived at 4:55 p.m.

Also present were General Manager David Churchwell, Operations Manager Darren Fox, 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 28, 2026.

Next Meeting Date: Without objection, the date for the next regular meeting of the Board was confirmed for September 22, 2026, 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 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: Mr. Churchwell presented a CFC delegate registration card for their 2026 district meeting which will be held in Salt Lake City during the NRECA Region 7&9 meeting in October. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That Mr. Allen will be the voting delegate for the CFC 2026 district meeting in Salt Lake City in October.”

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.”

Flagler Antenna: Mr. Fox presented a quote to replace the antenna and associated equipment at the Flagler office. The antenna was damaged by lightning, and the cost should be covered by insurance. After discussion, the following resolution was unanimously approved:

“BE IT RESOLVED: That management is hereby authorized to contract with Digitcom Electronics to purchase and install a new antenna and associated equipment to be installed on the tower at the Flagler office not to exceed \$12,159.08.”

Renew NRECA Insurance Programs for 2027: Mr. Churchwell presented the NRECA insurance renewal rates for 2027. 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.”

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 \$19,161.84.”

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

“BE IT RESOLVED: That the Inventory of Work Orders #516 in the amount of \$53,847.61 is hereby approved.”

General Manager’s Report: Mr. Churchwell reported on the following: the most recent Tri-State board meeting, CREA CEO meeting, SPP energy emergency procedures, FERC activity, BYOR, large load update, NRECA RS rates, Xcel owned wind farms and discussed BESS projects and metering requirements.

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

- a. Mr. Randolph presented a slideshow of the financial report for July 2026 and conducted an education session on the balance sheet and RUS financial ratios.
- 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 meeting held in Stratton. Mr. Fox and one lineman attended the CREA Loss Control Seminar, and K.C. received an award for No Lost Time Accidents in 2025.
- c. Mr. Fox discussed maintenance and construction projects completed in July including pole replacements and the voltage conversion in Arriba. Mr. Fox discussed recent system damage due to adverse weather conditions.
- d. Mr. Ehlers referenced his report in the packet which summarized activities of Member Services and IT for July. Farm safety will be held in Hugo in September and K.C. employees will conduct high voltage demonstrations for the students.

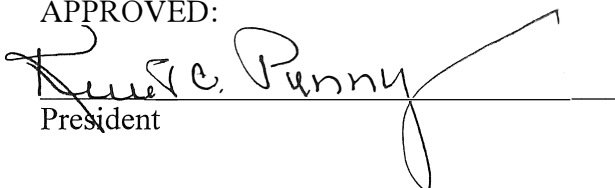
CREA Report: Mr. Parrish stated that the CREA board did not have a meeting in July but will be meeting later this week in Denver. Mr. Parrish reviewed CREA’s safety program for 2027 and invited all directors to attend the CREA Fall meeting and Energy Innovations summit in October.

WUE Report: Mr. Parrish referenced his report in the packet and reported that contractor and municipal sales continue to be lower than budgeted, but overall sales are stable. The WUE board will meet later this week in Brighton.

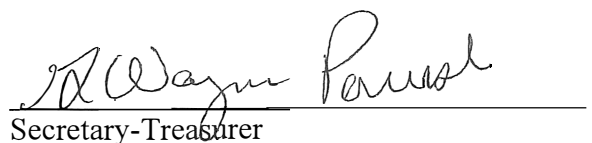
Tri-State G&T Report: Mr. Bledsoe referenced his report in the packet and discussed the upcoming Tri-State board meeting and a survey that Tri-State will be sending out to member system Board Chairmans and CEO’s.

Adjournment: Mr. Penny declared the meeting adjourned at approximately 7:07 p.m.

APPROVED:



President



Secretary-Treasurer