

Central Rural Electric Cooperative
Board Meeting Summary
October 27, 2016

The Regular Meeting of the Central Rural Electric Cooperative Board of Trustees was held October 27, 2016.

STRATEGIC BUSINESS UNITS/TECH COMMITTEE MEETING REPORT *Gary McCune*
Gary McCune reviewed the Strategic Business Units/Tech Committee meeting held October 18, 2016.

CEO SESSION *David Swank*

David Swank began the CEO session by sharing the following miscellaneous items:

- Oklahoma Secretary of Ag, Jim Reese, recommended Prasanta Biswal, the CEO of Batti Ghar Foundation in India, tour Central facilities on his visit to Oklahoma.
- Regional Energy Council December, 2016, at Jackson Hole, WY.
- First Annual Energy Council of Oklahoma Conference conducted by OGE
- November board meeting will include 2016 operational achievements

Construction Work Plan

David Swank reviewed the following concerning the construction work plan:

- Currently updating system modifications: oil and gas loads
- 2017 capital budget projections
- Projections for future upgrades over a 3-4 year period
- STOP (Smart Technology Optimization Plan) Integration

Campus Tours

David Swank shared with the board that many requests are received to tour the facilities, they often have encouraging comments and show great support for Central.

Smart Community Source Meeting Review

David Swank reported the Stillwater Smart Community Source meeting went very well. There was a good mix of cooperative members and influential community members. He reported that between 25-27 people requested to be a part of the leadership council.

David Swank reported the various meetings taking place as an outgrowth of the Smart Community Meeting included:

- Meridian Technologies
- Stillwater Economic Development
- SNB
- BancFirst
- Stillwater Medical Center
- Multiple civic meetings

The board discussed the value in increasing the area it to county wide for the smaller communities.

NESI-SES Board Meeting

David Swank communicated the recent NESI-SES board approvals.

Aware Meetings

David Swank reviewed the agenda for the upcoming Aware Meetings.

Member ACRE Participation

Participation of Central members in ACRE was mentioned.

Disposal of Old Facility Furniture, Fixtures, etc.

David Swank reported the auction is scheduled for November 19.

FEMA Stephanie Rossander

Stephanie Rossander reviewed the FEMA Gap Analysis Program (GAP).

Contractor Procurement

Stephanie Rossander reviewed FEMA contractor procurement procedures.

TERMS AND CONDITIONS OF SERVICE David Swank

The board approved a change to 303 Power Factor of the Terms and Conditions of Service.

RATES David Swank

The board approved recommended changes to the commercial and industrial rate tariffs which apply to billing demand periods with no modifications to the monthly rate for energy charge or demand charge.

LEGAL REPORT Max Myers

Max Myers shared the legal report.

SAFETY REPORT David Swank

The Safety Report was reviewed.

FINANCIAL REPORT Stephanie Rossander

Stephanie Rossander presented the variance report and Financial Dashboard.

POLICIE RE-NUMBERING Stephanie Rossander

The board approved the re-numbering of policies.

OPERATIONAL / PERFORMANCE REPORT Michelle Perzee

Michelle Perzee reviewed the dashboards on the Board Gateway.

COMMUNICATIONS REPORT David Swank

David Swank reviewed recent documents prepared by communications.

OAEC BOARD MEETING REPORT Gary McCune

Gary McCune presented the OAEC report including the following:

- Brandy Wreath, Director of Public Utility Division for the Oklahoma Corporation Commission, was the guest speaker
- New managers Kevin Woods of People's and Joe Silk of Choctaw were welcomed
- Hayley Leatherwood was selected for the NextGen Under 30 Professionals Award
- Jimmy Taylor introduced two of the volunteers for NRECA's recent International Bolivia project: Damon Lester, Indian Electric, and Wade Hurst, OAEC.
- Central's Andrew Poll is guaranteed a spot for Guatemala in 2017

KAMO REPORT *Raymond Nettles*

Raymond Nettles presented the KAMO report as follows:

- John Hibdon was selected by the KAMO trustees to fill the remaining three-year term, this is the first Oklahoma representative for AECI in many years.
- Central continues to remain among the top in power deliveries

NRECA REGIONAL MEETING REVIEW *Stu Preston/Bill Davis*

Stu Preston and Bill Davis reviewed the NRECA Region 8 and 10 Meeting including:

- Sheldon Peterson presentation, free market enterprise
- Cybersecurity
- Cooperative advantage storm response vehicle wrap
- Cooperative Structure: A Strategic Advantage attended by Bill Davis

Stu Preston presented commercials prepared for the millennial age group.

Stu Preston reported that the NRECA resolution Oklahoma sent in was approved by region 8.