

CENTRAL RURAL ELECTRIC COOPERATIVE

BOARD MEETING SUMMARY

January 31, 2023

The regular meeting of the Central Rural Electric Cooperative board of trustees was held January 31, 2023.

FINANCE REPORT *Sondra White*

Sondra White presented the financial report.

ESTATE PATRONAGE CAPITAL DISCOUNT RATE WACC *Sondra White*

Bill Davis moved, Greg Tytenicz seconded, discussion was held, and the estate patronage capital discount rate was approved as presented, 5 Year Weighted Average Cost of Capital, 9.14%.

COMMUNICATIONS REPORT *Jillianne Tebow*

Jillianne Tebow announced the new candidates for the ambassador program for 2023.

SAFETY REPORT *Hunter Robinson*

Hunter Robinson reviewed the Safety Report and past DART rate performance.

CEO'S REPORT *Hunter Robinson*

Hunter Robinson presented the CEO report with updates including:

- Territory challenges with the one MW rule.
- The confirmation of ROW treatment under RUS guidelines.
- The growth in Total Utility plant was reviewed.
- The impacts of regional growth and the resulting impacts on the system.
- Reminder that the community solar rate would change slightly.

STRATEGIC PLAN *Hunter Robinson*

Hunter Robinson presented progress made within the 2022-2023 Strategic Plan focus areas:

- Member Driven
- Rethink
- Financial Intelligence
- Safety
- Community Engagement

NETWORK ACCESS AGREEMENT *Hunter Robinson*

The Fiber Optic Lease Agreement was approved as amended.

POLICY 109 FINANCE AND AUDIT COMMITTEE *Max Myers*

Max Myers presented Policy 109 Finance and Audit Committee for review.

LEGAL REPORT *Max Myers*

Max Myers presented the legal report to the Board of Trustees.

KAMO REPORT *Sid Sperry*

Sid Sperry presented the KAMO report, including the following:

- November Operating Margin
- November Power Deliveries
- Number of Interruptions
- AECI Finance and Market Update

UPCOMING MEETINGS AND TRAVEL *Tiffany Hyer*

Tiffany Hyer reviewed the upcoming meetings and travel.

James Wells mentioned CFC is setting up a ‘survivor fund’ for any cooperative employee to have money for minor surviving children in the event of a tragedy. They are asking each cooperative in the states to donate \$1,000 to help set up the endowment fund.

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