

CENTRAL RURAL ELECTRIC COOPERATIVE

BOARD MEETING SUMMARY

February 6, 2020

The regular meeting of the Central Rural Electric Cooperative board of trustees was held February 6, 2020.

EXECUTIVE COMMITTEE MEETING REPORT *Bill Davis*

Bill Davis reviewed the January 21 Executive Committee Meeting.

BYLAW CHANGES *Max Myers*

Bylaw changes were approved to present to the membership for vote at that 2020 Central Rural Electric Cooperative Annual Meeting including:

- Annual Meeting timeframe
- Additional qualifications for Board Members
- Change joint membership language from “husband and wife to married couple”.

FINANCE AND AUDIT COMMITTEE MEETING REPORT *Carol Dvorak*

Carol Dvorak reviewed the January 28 Finance and Audit Committee meeting.

ESTATE PATRONAGE CAPITAL DISCOUNT RATE *Carol Dvorak*

The estate patronage capital discount rate was acknowledged as presented, 5 Year Weighted Average Cost of Capital, 7.14 percent.

FINANCIAL REPORT *Sondra White*

Sondra White presented the financial report.

NRECA PARTICIPANT REVIEW *Hunter Robinson*

Hunter Robinson reported that every five years NRECA requires an audit of Central’s administration of benefits and BSGM was approved to conduct the NRECA participant report.

SAFETY REPORT *Hunter Robinson*

Hunter Robinson reviewed the Safety report

MANAGER’S REPORT *Hunter Robinson*

Hunter Robinson report the following:

- PCA
- Capital request purchases
- Capital credit retirement methodology changes
- Rate development goals
 - High reliability in the most cost effective and efficient manner
 - Maintain high public safety
 - Lowest rate as appropriate
 - Lowest operating margin as feasible
 - Healthy capital credit retirement strategies
 - Adhere to financial best practice and policies
 - Monitor and manage member impact for rate changes

Hunter Robinson compared past and proposed long range rate plans.

Hunter Robinson reviewed strategic plan accomplishments to date.

COMMUNICATIONS REPORT *Jillianne Tebow*

Jillianne Tebow reviewed the key purpose of the ambassador program which is to engage and educate members and gave an overview of the recommended program changes, training schedule and reimburse to the ambassadors for attendance.

Jillianne Tebow presented an overview and schedule for Central Chats, small conversation groups with a targeted audience of key accounts, ambassadors and others. These will take place at to-be-determined locations within selected districts.

Jillianne Tebow reviewed the updated new member packet.

She also reported that Right of Way information will be sent out in postcard form instead of letter.

KAMO VOTING DELEGATE *Bill Davis*

Mark Pittman was appointed KAMO voting delegate by acclamation.

OAEC VOTING DELEGATE *Bill Davis*

Stu Preston was appointed OAEC voting delegate by acclamation.

DISTRICT MEETING CREDENTIALS AND ELECTION COMMITTEE *Bill Davis*

Robert Terry, Monte Jestes, James Moore and Judy German were approved for the district 1 credentials and election committee should an election occur.

Dustin Juarez and Delores Hamlin were approved for the district 7 credentials and election committee should an election occur. Bill Davis will bring two additional names to the March board meeting.

DISTRICT MEETING LETTER AND PRINTED MATERIALS *Jillianne Tebow*

Jillianne Tebow reported the district meeting letter will be replaced by a post card and district meetings will be promoted in Central's newsletter, website and in social media, therefore being communicated to the entire membership. The cooperative will provide dessert at the district meetings.

LEGAL REPORT *Max Myers*

Max Myers presented the legal report to the board of trustees.

POLICY 315 OFFICERS TO ACQUIRE COOPERATIVE ASSETS *Max Myers*

Max Myers' recommended changes to Policy 315 Offer to Acquire Cooperative Assets were approved.

POLICY 317 CASH AND INVESTMENT MANAGEMENT *Max Myers*

Max Myers' recommended changes to Policy 317 Cash and Investment Management were approved.

POLICY 318 DEBT PORTFOLIO MANAGEMENT *Max Myers*

Max Myers' recommended changes to Policy 318 Debt Portfolio Management were approved.

POLICY 319 BUSINESS PLANNING *Max Myers*

Max Myers' recommended changes to Policy 319 Business Planning were approved.

POLICY 320 BUSINESS RECOVERY PLANNING *Max Myers*

Max Myers' recommended changes to Policy 320 Business Recovery Planning were approved.

POLICY 324 COOPERATIVE PROCUREMENT *Max Myers*

Max Myers' recommended changes to Policy 324 Cooperative Procurement were approved.

REVIEW POLICY 207 HIPPA COMPLIANCE *Max Myers*

Max Myers presented recommended changes to Policy 207 HIPPA Compliance for review.

REVIEW POLICY 312 WAGE AND SALARY ADMINISTRATION *Max Myers*

Max Myers presented recommended changes to Policy 312 Wage and Salary Administration for review.

REVIEW POLICY 313 CAPITAL CREDITS *Max Myers*

Max Myers presented recommended changes to Policy 313 Capital Credits for review.

REVIEW POLICY 323 ACCOUNTING AND DISPOSING OF COOPERATIVE PROPERTY

Max Myers presented recommended changes to 323 Accounting and Disposing of Cooperative Property for review.

KAMO REPORT *Mark Pittman*

Mark Pittman presented the KAMO report including:

- Power deliveries
- Current projects
- CWP amendment 52: Ramsey Sub and relay upgrade
- Cushing Yale update
- Stillwater 138kV upgrade

Stu Preston thanked those who attended the Out of the Gate Legislative reception and gave a review of the event.

He reported the following from the OAEC board meeting:

- Speaker for the OAEC board meeting was Lt. Governor Matt Pinnell
 - Oklahoma is number two in the nation for career techs
 - Tourism is the third largest Oklahoma industry
- Hunter Robinson was elected to the steering committee
- NRECA resolutions were reviewed
- Sid Sperry's work with weather, the Mesonet and STEM education was reported
- Perkins School's took first place in written plan and second place overall in the recent Future Cities competition.

UPCOMING MEETINGS AND TRAVEL *Donna Bowman*

Donna Bowman reviewed the upcoming meetings and travel.