

CENTRAL RURAL ELECTRIC COOPERATIVE

BOARD MEETING SUMMARY

March 1, 2021

The regular meeting of the Central Rural Electric Cooperative board of trustees was held March 1, 2021.

EXECUTIVE COMMITTEE REPORT *Carol Dvorak*

Carol Dvorak reviewed the February 18 Executive Committee Meeting.

FINANCE REPORT *Sondra White*

Sondra White presented the financial report.

WRITE OFF *Sondra White*

Sondra White reviewed the approach Central is taking to reduce write offs including:

- Final bill and collections process improvements
- Deposit process change for grow facilities
- Two-year deposit evaluation process that began in January 2021

ESTATE PATRONAGE CAPITAL DISCOUNT RATE WACC *Sondra White*

The estate patronage capital discount rate was acknowledged as presented, 5 Year Weighted Average Cost of Capital, 6.92%.

COMMUNICATIONS REPORT *Jillianne Tebow*

Jillianne Tebow presented the following:

- Updated timeline for Member Engagement events
- Arctic Blast Communications
- Bill Payment Arrangements

SAFETY REPORT *Hunter Robinson*

Hunter Robinson reviewed the Safety Report.

CEO'S REPORT *Hunter Robinson*

Hunter Robinson presented the CEO report with updates including:

- COVID and its Operational impact on the cooperative
- Reviewed the recent winter storm event, system performance and the potential impact of increased energy costs
- Plan to perform an Enterprise Risk Management Assessment based on the COSO model

Hunter presented an update relating to the fiber project:

CENTRANET REPORT *Hunter Robinson*

Hunter Robinson presented an update for Centranet.

POLICY 314 ENTERPRISE RISK MANAGEMENT *Max Myers*

Policy 314 Enterprise Risk Management was approved as published.

POLICY 322 COMPENSATION FOR TRAVEL TIME *Max Myers*

Policy 322 Compensation for Travel Time was approved as published.

POLICY 405 COLLECTION OF ACCOUNTS *Max Myers*

Policy 405 Collection of Accounts was approved as published.

REVIEW POLICY 406 PUBLICATION OF BYLAW AMENDMENT *Max Myers*

Max Myers reviewed Policy 406 Publication of Bylaw Amendment.

REVIEW POLICY 502 TERMS AND CONDITIONS OF SERVICE *Max Myers*

Max Myers reviewed Policy 502 Terms and Conditions of Service.

REVIEW POLICY 604 EMAIL AND INTERNET USE *Max Myers*

Max Myers reviewed Policy 604 Email and Internet Use.

LEGAL REPORT *Max Myers*

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

KAMO REPORT *Mark Pittman*

Mark Pittman presented the KAMO report, including the following:

- GM's EV and AV product investment
- December Power Deliveries
- Construction Work Plan-New Projects
- 2020 Total Generation Resources

OAEC REPORT *Stu Preston*

Stu Preston presented an update on the open meetings act.

UPCOMING MEETINGS AND TRAVEL *Tiffany Hyer*

Tiffany Hyer reviewed the upcoming meetings and travel.

CEO AND ATTORNEY REVIEW *Carol Dvorak*

The board of trustees approved the CEO's annual review and approved the 2021 Attorney Engagement letter.