

CENTRAL RURAL ELECTRIC COOPERATIVE

REGULAR BOARD MEETING SUMMARY

October 2, 2019

The regular meeting of the Central Rural Electric Cooperative board of trustees was held October 2, 2019.

DISTRICT 8 MEETING *Bill Davis*

Bill Davis reviewed the District 8 Meeting held September 24 in Arcadia. There was not a quorum present. Pursuant to Article IV, Section 1 of the Central Rural Electric Cooperative Bylaws, the board of trustees is reduced to a seven member board.

A proposed district map with seven districts were reviewed and discussed.

Discussion will continue at Board Strategic Planning.

FINANCIAL REPORT *Craig McBrain*

Craig McBrain reviewed the financials.

PATRONAGE CAPITAL APPROVAL *Craig McBrain*

The Board of Trustees approved a combined capital credit retirement totaling \$1,200,000 for 2019 to be applied on a “First In First Out” (FIFO) basis with a minimum check amount of \$5.00. The combined total to be comprised of \$751,216.82 for Central Electric Cooperative patronage and \$448,783.18 for generation and transmission patronage.

COMMUNICATIONS REPORT *Daniel Thrasher*

Daniel Thrasher reported that a lobby remodel began the previous week. It requires temporarily relocating some employees and will have a slight member impact.

The Board of Trustees discussed the value of the ambassador program.

Daniel Thrasher reported that October is Cooperative Month and reviewed Central’s Co-op Connections Program’s social media contest. He reported that window stickers will be provided to the connection card participants.

CONSTRUCTION WORK PLAN REVIEW *Hunter Robinson*

Hunter Robinson reviewed the construction work plan updates for submission to RUS for approval.

He reminded the board that the loan for this construction work plan has already been approved, this construction work plan is to merely change some of those projects.

SAFETY REPORT *Hunter Robinson*

Hunter Robinson reviewed the safety report.

BOARD COMPENSATION REVIEW *Hunter Robinson*

Hunter Robinson presented the annual board compensation review including the NRECA Director Compensation Study and the OAEC Director Compensation Study.

MANAGER'S REPORT *Hunter Robinson*

Hunter Robinson reviewed the following:

- Strategic planning notebook and survey
- Rates
- Columbus Day employee meeting

POLICY 102 BOARD OF TRUSTEES COMPENSATION AND TRAVEL *Hunter Robinson*

Discussion will continue.

POLICY 309 REIMBURSEMENT OF TRAVEL AND OTHER BUSINESS EXPENSES *Hunter Robinson*

Discussion will continue.

LEGAL REPORT

The attorney provided the legal report.

KAMO REPORT *Mark Pittman*

Mark Pittman presented the KAMO report including:

- Power deliveries
- Generation
- Valley to Langston damage
- Jay to Pensacola OK archeologist
- Reno Hallow communication tower built
- Ted Hilmes' evaluation was conducted
- AECI board approve base demand discount

OAEC REPORT *Stu Preston*

Stu Preston gave a review of the OAEC Board Meeting held the previous day including the following:

- Bob Hood is the new interim manager at Canadian Valley Electric Cooperative.
- NRECA resolution process and issues
- Unintended consequences of the Tax Act
- Energizer Credit Union
- Retail wheeling and customer choice
- International Committee Meeting
- Energy Trails update

UPCOMING MEETINGS AND TRAVEL *Donna Bowman*

Donna Bowman reviewed the upcoming meetings and travel.

CFC VOTING DELEGATE, NRECA REGIONAL MEETING *Bill Davis*

Hunter Robinson was approved as the CFC voting delegate for the NRECA Regional Meeting.