

**MINUTES OF MEETING**  
**Board of Directors**  
**April 24, 2018**

The regular Board of Director's Meeting of San Luis Valley Rural Electric Cooperative, Inc. was held on Tuesday, April 24, 2018 at the headquarters office located in Monte Vista, Colorado. Directors present were Cole Wakasugi, (president), Carol Lee Dugan (vice-president), Scott Wolfe (secretary), Kip Nagy, Mike Rierson and Keenan Anderson. Also present were Gregg Kampf (corporate attorney) and the following staff: Loren Howard (chief executive officer), JoAn Waudby (chief financial officer/corporate treasurer), Stacy Valdez (manager of customer service/billing), Andrea Oaks-Jaramillo (marketing & economic development coordinator), Carol Silva (human resources specialist), Terry Daley (engineering manager), and Michelle Trujillo (human resources director/recording secretary). Stephen Valdez was unavoidably absent.

**Call to Order**

Cole Wakasugi called the meeting to order at 9:30 a.m.

**The Pledge of Allegiance**

Cole Wakasugi led the Pledge of Allegiance.

**Welcome of Guest(s)**

Member Richard Ramstetter was present at the meeting to discuss an outage that occurred March 30, 2018. His concern was that the response from SLVREC after hours service was unacceptable on this date. Loren Howard stated that we will look into this occurrence and get back with him.

Tammy Totzke of BKD Auditing Firm was introduced.

**Member Communication**

Mail was circulated among the board members.

**Approval of Agenda**

On Motion #1 by Scott Wolfe, seconded and unanimously carried by those present; the agenda was approved as amended to correct a date and to include the Approval of the Tri-State Annual Meeting Delegate selection.

Tammy Totzke presented the board of directors with a hard copy of the audit report for both San Luis Valley REC and San Luis Valley REC Energy Foundation. She reviewed the written reports and answered questions accordingly.

**Break:** 10:25 a.m.

**Reconvene:** 10:32 a.m.

**Corporate Review:**

The submitted report was briefly reviewed.

**Approval of Minutes**

On Motion #2 by Carol Lee Dugan, seconded and unanimously carried by those present; the minutes of the March 27, 2018 regular board meeting were approved as presented.

**Operating Statistics**

Statistical graphs depicting measurable points of interest and the financial report were reviewed and discussed.

**Acceptance of Financial Report**

On Motion #3 by Carol Lee Dugan, seconded and unanimously carried by those present; the board approved the March 2018 financials as presented.

**Safety Report**

The submitted report was reviewed and discussed.

**Acceptance of Safety Report**

Motion #4 by Mike Rierson, seconded and unanimously carried by those present; the Safety Report was accepted as presented. (Copy attached hereto and made a part hereof.)

**Agreements for Purchase of Power**

The current list of Agreements for Purchase of Power was reviewed.

**ATTORNEY'S REPORT****Corporate Attorney - Gregg Kampf**

Gregg Kampf's written report was reviewed and further he reviewed the voting and elections policy and is assisting with a bankruptcy case.

**BOARD COMMITTEE REPORTS:****Colorado Rural Electric Association – Kenneth Cole Wakasugi**

K Cole Wakasugi reported that the CREA board met with Attorney General Phil Weiser and George Brauchler where many topics were covered including the role of the attorney general's office as well as thoughts on broadband, smart grid and energy mandates.

**Western United – Kenneth Cole Wakasugi**

K Cole Wakasugi will be attending the meeting April 27, 2018.

**Tri-State – Scott Wolfe**

Scott Wolfe reported that he was voted into the position of vice-president of the Tri-State Board of Directors. Further, he talked about how lease accounting rules and regulations for leased equipment will be changing and the affects to Tri-State, reviewed financial information, mentioned load growth in the oil and gas arena, discussed Renewable Randy commercials, reported on the Craig 3 outage and that Xcel Energy dropped out of the Mountain West Transmission Group which will affect Tri-State moving to an RTO.

**Unfinished Business:**

None

**New Business:**

Motion #5 by Mike Rierson, seconded and unanimously carried by those present, the board approved a contribution in the amount of \$7,500 for a corporate donation to CREA's political action efforts through their 527 account.

Cole Wakasugi poled the board for interest in having Loren Howard provide a tour at Penitente Solar and Humphrey's Hydro System. There is interest to do this during the summer months.

**Future Dates:**

SLVREC Regularly Scheduled Board Meeting – May 29, 2018 at 9:30 a.m.

**Board Comments:**

Scott Wolfe recently had the opportunity to listen to guest speaker Mark Kelly at the Tri-State annual meeting. He is a naval aviator and astronaut and his wife is former Congresswoman Gabrielle Giffords who was a victim of an attempted assassination in Arizona in 2011. Wolfe reported that Mark Kelley is an amazing speaker.

Carol Silva reported that she has been working with a member who is requesting an early payout of her capital credits. Silva has thoroughly explained the process but upon member request, is now bringing this

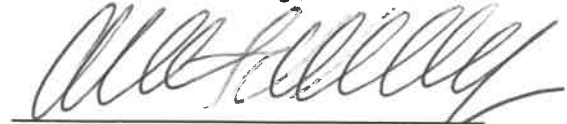
information to the board for consideration. Further, the member asked for our attorney's contact information because legal action is being considered. The board of directors did not grant early pay out of the capital credits and Attorney Gregg Kampf stated it would be fine to give out his contact information.

**Motion to Adjourn**

Motion #6 by Mike Rierson, seconded and unanimously carried by those present, the board adjourned their meeting at 12:15 p.m.

SEAL

  
Kenneth Cole Wakasugi, President

  
Scott Wolfe, Corporate Secretary

  
Michelle Trujillo, Recording Secretary