

**MINUTES OF MEETING**  
**Board of Directors**  
**August 28, 2018**

The regular Board of Director's Meeting of San Luis Valley Rural Electric Cooperative, Inc. was held on Tuesday, August 28, 2018, at the headquarters office located in Monte Vista, Colorado. Directors present were Cole Wakasugi, (president), Carol Lee Dugan (vice-president), Scott Wolfe (secretary), Stephen Valdez, Mike Rierson, Kip Nagy, 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 (customer service/billing manager), Carol Silva (human resources specialist), Andrea Oaks-Jaramillo (marketing/economic development coordinator), Shawn McKibbon (operations superintendent), Terry Daley (engineering manager), and Michelle Trujillo (human resources officer/assistant corporate secretary). Kip Nagy arrived at 9:34 a.m. Monroe Johnson joined the meeting at 10:24 for the Ciello report.

**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)**

None

**Member Communication**

Mail was circulated among the board members.

**Approval of Agenda**

On Motion #1 by Mike Rierson, seconded and unanimously carried by those present; the agenda was approved as amended to add the Approval of Schedule I Rate Tariff and Approval of BKD Audit Engagement letter.

**Corporate Review**

Loren Howard reviewed the submitted report and provided updates. Howard discussed in detail the current irrigation rate design, usage assumptions and the impact on revenue. Further, he briefly mentioned the SAIDI/SAIFI numbers and recent outages, reported that splicing in Spring Creek should be done in the next week, and talked about the CCT conversions and the potential of adding contract installation work.

**Approval of Minutes**

On Motion #2 by Scott Wolfe, seconded and unanimously carried by those present; the minutes of the July 31, 2018 regular board meeting were approved as amended to correct a spelling error.

**Approval of Schedule I Rate Tariff**

On Motion #3 by Scott Wolfe, seconded and unanimously carried by those present, the board approved the Schedule I Rate Tariff as presented.

**Approval of BKD Audit Services**

On Motion #4 by Mike Rierson, seconded and unanimously carried by those present, the board approved the BKD Audit Engagement for upcoming audit services.

**Operating Statistics**

The financial report and statistical graphs depicting measurable points of interest were reviewed and discussed.

**Acceptance of Financial Report**

On Motion #5 by Mike Rierson, seconded and unanimously carried by those present; the board accepted the July 2018 financials as submitted.

**Safety Report**

The submitted report was reviewed and discussed. (Copy attached hereto and made a part hereof)

**Acceptance of Safety Report**

On Motion #6 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.

**Break:** 10:24 a.m.

**Reconvened:** 10:34 a.m.

**Ciello Report:**

Loren Howard reviewed the submitted report. Discussion ensued regarding marketing efforts in our southern territory, wireless service in the Crestone area and details of costs and routes connecting to the outside world were. Lengthy discussion was held regarding the Ciello system-wide outage caused by a Cisco software upgrade.

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

Gregg Kampf reviewed the submitted report.

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

Cole Wakasugi reported that the monthly meeting is coming up at the end of this week. Along with the regular meeting is a meeting with various environmental groups to introduce rural Cooperatives and the impact of additional regulations.

**Western United – K. Cole Wakasugi**

Cole Wakasugi reported that the growth on the front range has been good for business. Mike Prom is retiring but the official date has not been set. The annual fish fry is this week at Western United.

**Tri-State – Scott Wolfe**

Scott Wolfe reported that the finance committee participated in the review of the 10-Q and Ernst and Young report. The policy committee is reviewing Policy 115 regarding renewable energy pricing. He announced that there is no predicted rate increase for 2019 and an all-time peak was set July 10, 2018 at 3,030 MW. This is 4% higher peak than last year.

**Unfinished Business**

None

**New Business**

It was decided to complete the Tri-State Member Survey after the meeting adjourns.

**Lunch:** 11:43 a.m.

**Reconvene:** 12:17 p.m.

Kip Nagy had to unavoidably leave at this point of the meeting.

Loren Howard brought new business to the board concerning how San Luis Valley REC could provide support for the infrastructure of the Monte Vista Police Department.

**Future Dates**

SLVREC's next regular board meeting will be Tuesday, September 25, 2018 at 6:30 p.m.

NRECA Region VII Meeting, September 25-27, 2018 – Anchorage, AK

CREA Fall Meeting and Energy Innovations Summit, October 26-30, 2018 – Denver, CO

**Board Comments:**

None


**Motion to Adjourn**

On Motion #7 by Carol Lee Dugan, seconded and unanimously carried by those present, the board adjourned their meeting at 12:36 p.m.

SEAL

  
Kenneth Cole Wakasugi, President

  
Scott Wolfe, Corporate Secretary

  
Michelle Trujillo, Recording Secretary