

**MINUTES OF MEETING
Board of Directors
October 22, 2019**

The regular Board of Director's Meeting of San Luis Valley Rural Electric Cooperative, Inc. was held on Tuesday, October 22, 2019 at the headquarters office located in Monte Vista, Colorado. Directors present were Carol Lee Dugan, (president), Keenan Anderson (vice-president), Stephen Valdez (corporate secretary), Scott Wolfe, K Cole Wakasugi, Kip Nagy and Wade Lockhart. Also present were Gregg Kampf (corporate attorney) and the following staff: Loren Howard (chief executive officer), JoAn Waudby (chief financial officer/corporate treasurer), Jennifer Alonzo (marketing/sales coordinator), and Michelle Trujillo (human resources officer/assistant corporate secretary).

The Pledge of Allegiance

Carol Lee Dugan led the Pledge of Allegiance.

Call to Order

Carol Lee Dugan called the meeting to order at 9:30 a.m.

Welcome of Guest(s)

Members Claire Barker and Susan Wolfrey were present at the meeting.

Member Communication

Mail was circulated among the board members.

Approval of Agenda

Motion to approve the agenda as amended to include the Approval of Metro E Tariff and BKD Audit Engagement Letter was made and unanimously carried by those present.

Corporate Review

Loren Howard reviewed the submitted report and briefly mentioned he attended a meeting with Kent Singer while in Michigan regarding the impacts to the Cooperative with the legalization of marijuana in Colorado. Other items discussed were 5 miles of 3-phase line we must rebuild due to Avian Protection requirements in the northern service territory, larger electric projects, recent outages, and personnel transitions.

Financial Review

Loren Howard reviewed the financial summary and statistical graphs. It was noted that revenue is down primarily due to lower irrigation sales and most other statistics are tracking with budget projections.

Approval of Minutes

Motion to approve the minutes as presented was made and unanimously carried by those present.

Recess: 10:30 a.m.

Reconvene: 10:40 a.m.

Approval of Metro E Rate Tariff

Motion to approve the updated Metro E rate tariff was made and unanimously carried by those present.

Approval of the BKD Audit Engagement Letter

Motion to approve the Audit Engagement Letter with BKD, LLP Accounting Firm was made and unanimously carried by those present.

Safety Report

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

Agreements for Purchase of Power

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

Ciello Report

The Ciello report was reviewed and discussed.

ATTORNEY'S REPORT

Corporate Attorney - Gregg Kampf

Gregg Kampf reported that he is researching the Migratory Bird Treaty Act and familiarizing himself with cases involving electric companies' facilities and eagle kills over the past several years. He updated the board briefly on the recent CREA attorney's meeting he attended discussing gas versus electric vehicles and gas tax equality. Further, he is researching a Broadband Easement Bill that passed during a recent legislative session regarding utility access to poles for broadband use.

BOARD COMMITTEE REPORTS:

Colorado Rural Electric Association – Stephen Valdez

Stephen Valdez reported that the CREA meeting is upcoming.

Western United – Stephen Valdez

Stephen Valdez reported that the Western United meeting is upcoming.

Tri-State – Scott Wolfe

Scott Wolfe reviewed the submitted report noting that Tri-State is focusing on telling the Cooperative story and working within their mission statement which is *"to provide our member systems a reliable, affordable and responsible supply of electricity in accordance with cooperative principles"*. The contract committee met and unanimously recommended to present a community solar policy to the full board for consideration. This committee is continuing to work on a partial requirement contract for members allowing the purchase of more local renewable energy. Wolfe also attended the managers meeting where one of the main topics was beneficial electrification such as electric vehicles and charge stations.

Unfinished Business

None

New Business

Contribution to the Colorado Rural Electric Association 527 for cooperative lobbying efforts.

Motion to approve a contribution in the amount of the \$7,500 to assist Colorado Rural Electric Association with lobbying efforts to benefit Cooperatives was made and unanimously carried forward.

Future Dates:

San Luis Valley REC's next regular board meeting was rescheduled to December 17, 2019 with a 9:00 a.m. worksession and 1:00 p.m. regular meeting.

Board Comments:

The board inquired about the Cielo outage that occurred October 21, 2019 and it was reported that the cause is being determined.

Lunch Recess: 11:50 a.m.

Reconvene: 12:43 p.m.

Executive Session

Motion to enter into executive session at 12:43 p.m. for the discussion of legal matters was made and unanimously carried by those present.

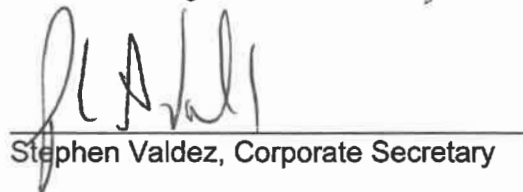
Motion to reconvene into public session with no action taken at 1:51 p.m. was made and unanimously carried by those present.

Motion to Adjourn

Motion to adjourn the meeting was made and unanimously carried by those present.

SEAL


Carol Lee Dugan, President


Stephen Valdez, Corporate Secretary


Michelle Trujillo, Recording Secretary