

MINUTES OF MEETING
Board of Directors
July 30, 2019

The regular Board of Director's Meeting of San Luis Valley Rural Electric Cooperative, Inc. was held on Tuesday, July 30, 2019, at the headquarters office located in Monte Vista, Colorado. Directors present were Keenan Anderson, (vice-president), Stephen Valdez (secretary), Cole Wakasugi, Scott Wolfe, 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), Stacy Valdez (customer service/billing manager), Carol Silva (human resources specialist), Shawn McKibbon (operations superintendent), Monroe Johnson (chief technology officer), and Michelle Trujillo (human resources officer/assistant corporate secretary). Carol Lee Dugan (president) was unavoidably absent.

The Pledge of Allegiance

Keenan Anderson led the Pledge of Allegiance.

Call to Order

Keenan Anderson called the meeting to order at 9:30 a.m.

Welcome of Guest(s)

Members present included Vince Palmero, Ruth Pulver and a group from South Fork with Clayton Livingston as the designated spokesperson. Members present were permitted time to address the board regarding the demand billing rate design and capital credit retirements.

Member Communication

Mail was circulated among the board members.

Approval of Agenda

Motion to amend the agenda to include the Approval of Schedule NM tariff and to move the executive session up in the meeting was made and unanimously carried by those present.

Corporate Review

Loren Howard reviewed the submitted report updating the board on the status of the USDA ReConnect grant, the advanced meter opt-out option and the schedule to install advanced meters in the Crestone area. Further, he discussed the PUC hearing, an outage that occurred on Tuesday July 16th caused by switching, the construction schedule for various large jobs and the wireless to fiber conversion in Center.

Andrea Oaks-Jaramillo updated the board with a report from our digital marketing efforts in the two geo-fencing areas of Monte Vista and La Jara.

Financial Review

JoAn Waudby and Loren Howard reviewed the financial summary and statistical graphs. Operating margin, net margin, and MDSC were reviewed. Sales are down primarily due to a wet spring and less irrigation load but the month of July indicates more sales because of high temperatures and less precipitation. Waudby is working on a comparison for all rate classes to ensure the demand rate design is producing the expected results. This will be presented during the August board meeting.

Approval of Minutes

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

Approval of Board Policies

Motion to approve Board Policies 3-009 through 3-011 was made and unanimously carried by those present.

Approval of Schedule NM – Net Metering Tariff

Motion to approve the edits to Schedule NM – Net Metering tariff 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. Take rates were discussed as well as the CCT conversion status.

Executive Session

Motion to enter into executive session at 11:33 a.m. for the discussion of legal matters unanimously carried by those present.

Motion to reconvene into public session with no action taken at 12:28 p.m. unanimously carried by those present.

Kip Nagy had to leave the meeting early.

Lunch: 12:29 p.m.

Reconvened: 12:58 p.m.

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

Gregg Kampf's report stood as submitted.

BOARD COMMITTEE REPORTS:**Colorado Rural Electric Association – Stephen Valdez**

Stephen Valdez reported that they had a brief meeting by conference call where committee reports were given.

Western United – Stephen Valdez

The report stood as submitted because Western United moved to a quarterly meeting schedule. Stephen Valdez will attend the next scheduled meeting.

Tri-State – Scott Wolfe

Scott Wolfe reported that the DMEA buy-out was settled and more information will follow at a later date. Discussed the FERC decision, contract committee communications and the Responsible Energy Plan.

Unfinished Business

None

New Business

None

Future Dates:

SLVREC's next regular board meeting will be Wednesday, August 28, 2019 a.m. 9:30 a.m.

Board Comments:

A member of the board was asked about the price of installation of an underground line. Waudby reported that the price per mile of overhead line on average is \$35,000 and underground is \$60,000.

The San Luis Valley Fair is scheduled for early August and Stephen Valdez and Keenan Anderson will be handling the purchase of the animals for San Luis Valley REC.

The board would like to do a resolution recognizing Mike Rierson's years of dedication and service to San Luis Valley REC and members.

Motion to Adjourn

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

SEAL



Keenan Anderson, Vice-President



Stephen Valdez, Corporate Secretary



Michelle Trujillo, Recording Secretary