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**MINUTES OF REGULAR MEETING**  
**San Luis Valley Rural Electric Cooperative, Inc.**  
**Board of Directors**  
**March 30, 2021**

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The regular Board of Director's Meeting for San Luis Valley Rural Electric Cooperative, Inc. was held on Tuesday, March 30, 2021 at the headquarters office located in Monte Vista, CO. Directors present were Carol Lee Dugan, (president), Keenan Anderson (vice-president), Stephen Valdez (secretary), Wade Lockhart, Kip Nagy and Scott Wolfe (via Zoom). Also participating were Gregg Kampf (corporate attorney), Loren Howard (chief executive officer), JoAn Waudby (chief financial officer) and Michelle Trujillo (human resources officer/recording secretary). Jennifer Alonzo (marketing/sales coordinator), Stacy Valdez (customer service/billing manager), Carol Silva (human resources specialist), Terry Daley (engineering manager), and Shawn McKibbon (chief operating officer) listened to the meeting via Zoom. Kip Nagy arrived at 10:02 a.m. Cole Wakasugi was unavoidably absent.

**Call to Order**

Carol Lee Dugan called the meeting to order at 9:31 a.m. and correspondence was circulated.

**Guests**

Amber Pacheco from the Rio Grande Water Conservation District presented the board with information regarding the current aquifer condition in Subdistrict 1 and Subdistrict 5.

**Approval of Agenda**

Motion to approve the agenda as presented was unanimously carried by those present.

**Corporate Review**

Loren Howard reviewed the submitted report.

**Financial Review**

Loren Howard reviewed the submitted financial reports for December 2020, January 2021 and February 2021. JoAn Waudby stated that the auditors will be presenting their report next month. The cost of service study is underway and by August information should be ready to present to the board.

With the knowledge of the water situation in Subdistrict 5, staff worked on an analysis to have an idea of the impact to revenue this would have on San Luis Valley REC annually. It is estimated that kWh sales would be down by 4,000,000 equating to \$400,000 - \$500,000. Net effect would be approximately \$100,000 when taking into account a lower power bill from Tri-State G&T.

Discussion was held regarding focus group outcomes and results.

**Approval of Minutes**

Motion to approve the minutes dated February 23, 2021 as presented was unanimously carried by those present.

**Approval of Board Policies**

Motion to approve the following Board Policies as presented was unanimously carried by those present.

- 2-001 Unity of Control
- 2-002 CEO Accountability and Monitoring
- 2-003 Delegation of the CEO
- 2-004 CEO Compensation and Benefits

Break: 11:05 AM  
Reconvene: 11:16 AM

**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 and discussed. (Copy attached hereto and made a part hereof.)

**Corporate Attorney Report – Gregg Kampf**

Kampf's report stood as submitted. Discussion was held regarding the current wildfire mitigation legislation.

**Colorado Rural Electric Association – Stephen Valdez**

Valdez included a current list of legislative information in the board packet for the board to review. During the meeting, he specifically talked about the Wildfire Mitigation Bill, HB21-1131 – Governance Requirements and HB21-1208 – Natural Disaster Mitigation Enterprise.

**Western United – Stephen Valdez**

Valdez reported that Western United's annual meeting went well. February financials indicate a strong financial position. Reports reflect \$29M in pending orders including new and backlogged orders.

**Tri-State – Scott Wolfe**

Wolfe reviewed the submitted report going over operations performance statistics and sales. He further stated that the board worked on board representation for partial requirements members and that Tri-State has been upgraded to a stable status from one financial rating agency. Wolfe reported that the Tri-State office sustained damage from a recent storm and is now under repair.

Gregg Kampf added that he thought Tri-State did a good job of handling the power cost adjustment due to the weather-related situation in Texas.

**Unfinished Business**

None

**New Business**

Loren Howard discussed options for the 2021 annual membership meeting. It was decided that the meeting will be held virtually due to lack of available facilities.

**Future Dates**

The next regular board meeting is scheduled on April 27, 2021 at 9:30 a.m.

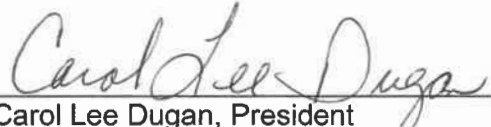
**Board Comments**

The procedure for members requesting to attend the meeting was discussed. Advanced notification is required if members would like to attend the meeting.

**Motion to Adjourn**

With no other business to conduct, a motion to adjourn the meeting at 12:06 p.m. was unanimously carried by those present.

SEAL

  
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Carol Lee Dugan, President

  
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Stephen Valdez, Corporate Secretary

  
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Michelle Trujillo, Recording Secretary