

MINUTES OF THE BOARD OF DIRECTORS OF
CHERRY-TODD ELECTRIC COOPERATIVE, INC.

May 29, 2018

CALL TO ORDER: The meeting was called to order at 10:10 a.m.

ROLL CALL: All directors were present except Directors Valburg and Wooden Knife. Director Valburg entered the meeting at 10:50 a.m. following the metering discussion.

AGENDA: There were no additions to the agenda. Director Meek moved approval of the agenda, Director Stolzenburg seconded the motion. Motion approved.

MINUTES: Director Meek moved approval of the minutes as printed, seconded by Director Assman. Motion approved.

MANAGER'S REPORT:

- a. FINANCIAL REPORTS: Theresa Benda was called into the meeting to present the financial report, which were given as printed in the meeting materials. In addition a draft motion to allocate margins to capital credits was presented for consideration by the board. Action on that motion was deferred until after the auditor's report was presented.
- b. FORM 990: Theresa Benda also presented the board with Form 990 and presented her oral report on the Form 990 in detail. Following her presentation, the board expressed their compliments on the presentation and work done in preparing the Form 990.
- c. AUDIT REPORT: Tim Cook of Eide Bailly, the cooperative's auditing firm, presented the cooperative's annual auditing report. He reported that the audit went well, that there were no issues or adjustments required and thanked the co-op's staff for their cooperation in the auditing process. It was moved by Director Brickner, seconded Director Stolzenburg that the audit report be accepted by the board. Motion approved.
- d. RST FAIR DONATIONS. Manager Grablander discussed a letter received from the fair manager asking for sponsorships. In the past the co-op had been giving a donation of \$500 for the fair. President Bordeaux inquired regarding the benefits provided with the sponsorship, the terms of the sponsorship being unclear. After additional discussion the consensus of the

board was that the manager should continue the traditional \$500 contribution.

- e. SERVER UPGRADE. A general discussion of the server upgrade was presented, including a discussion of additional features and benefits of the upgrade, and relative advantages of Aclara vs. Rushmore. Motion by Director Stolzenburg to go with Rushmore, seconded by Director Brickner. Motion Approved.
- f. MEMBER SERVICES. Gregg and Beau were called into the meeting to discuss options for new meter testing equipment and the relative advantages of each option. After considerable discussion the employees were asked for their specific recommendation. It was recommended that the co-op go with the equipment providing both an in shop meter testing station and field testing capability. Director Stolzenburg approved the recommendation, director Assman seconded. Motion approved.
- g. IBEW NEGOTIATIONS: Attorney Larson requested that the board appoint a negotiating committee to assist Manager Grablander and himself in the upcoming negotiations. After discussion Director Stolzenburg moved that Director Assman and Director Brickner act as the negotiating committee. Director Tucker seconded the motion which was approved.

The meeting was adjourned for Lunch. The meeting reconvened at 1:00 p.m.

- h. OPERATIONS REPORT: Mark Iyotte and Beau Westover were called in to report on operations. Beau and Mark reported on their attendance at the Safety & Leadership training in Loveland Colorado and are to bring additional information at later meetings. The Line extension policy was changed to charge mobile homes and a permanent homes at the same rate. There was a discussion of replacing Truck #45. After discussion Director Meek moved to replace Truck #45, seconded by Director Brickner. Motion approved. Mark Iyotte was directed to locate a used bucket truck and get prices. Beau also discussed rates for radio adds; safety program handouts were given out, and Beau and Mark discussed additional training opportunities.
- i. RUS LOAN ADVANCE: Manager Grablander made a presentation regarding the boards options regarding drawing down the remaining available loan funds. After some discussion Director Brickner moved that the

remaining loan funds be drawn down, seconded by Director Tucker. Motion approved.

- j. CHECK REPORT: President Bordeaux reported on the check audit.
- k. ACRE DUES: Contributions will be made as can be afforded.
- l. WORK ORDERS: Motion by Stolzenburg to approve Work Order 492, seconded by Valburg. Motion approved.
- m. MEMBERSHIPS: Memberships, stock wells, capital credit and estate reports were presented. Motion by Brickner to approve. Second by Stolzenburg. Motion Approved.
- n. MEETING REPORTS: Brickner and Stolzenburg reported on NREA meeting, including discussion of Ransom ware and Drones. Mgr. Grablander reported on Managers meeting and Rushmore.

ADJOURNMENT: There being no other business to come before the board, Director Assman moved that the meeting be adjourned, seconded by Director Brickner. The meeting was adjourned at 4:10 p.m.

(Seal)

Approved:



President

Attest:



Secretary