

ALGER DELTA COOPERATIVE ELECTRIC ASSOCIATION
Minutes of the Regular Meeting of the Board of Directors

July 15, 2020

A regular meeting of the Board of Directors of Alger Delta Cooperative Electric Association was held on July 15, 2020.

Call to Order and Roll Call:

The meeting was called to order by President Prestin at 1:02 p.m. EST.

Directors present: District 1-Darryl Small, District 2-Karen Alholm, District 3-Mike Lawless, District 4-Dave Prestin, District 5 Ivy Netzel, District 6- Paul Sederquist, District 7-Kirk Bruno, District 8- Ray Young, District 9- Doug Bovin.

Directors absent: None

Also present were (CFO) Amanda Seger and (Operations) Troy Tiernan.

Approve the Agenda:

*Motion to approve the agenda by Director Alholm, support by Director Lawless.
Motion carried.*

Approve the Minutes:

Motion to approve the Minutes of the June 10, 2020 Re-Organizational Board meeting by Director Lawless, support by Director Netzel. Motion carried.

Approve the Administrative Items:

*Motion to approve the administrative items (membership applications, director's expenses, check register, credit card expenses, and estate retirements) as submitted in the board packet was made by Director Alholm, with support by Director Small.
Motion carried.*

Old Business:

- No action items to report

New Business:

- Code of Conduct-Tiernan
 - Tiernan presented Policy 227 for annual review with entire board present.
 - *Moved by Director Bovin to approve Code of Conduct Policy 227, support by Director Lawless. Motion carried.*
- Resolution to Approve KS Energy Service bid and award project-Tiernan

- *Moved by Director Alholm to award RUS Form 790 contract to KS Energy, support by Director Bruno. Motion carried.*
- Resolution to Approve Pieperline Service bid and award project-Tiernan
 - *Moved by Director Lawless to award RUS Form 790 Overhead Distribution Contract to Pieperline, support by Director Bruno. Motion carried.*
- Parallel Generation Facilities Tariffs-Seger
 - *Moved by Director Sederquist to approve the Parallel Generation Tariffs (20KW or less) and Parallel Generation Tarriffs (Larger than 20KW, but less than 20 MW), support by Director Netzel. Motion carried.*
- Resolution to Retire Capital Credits-Seger
 - *Moved by Director Bovin to retire 1990 & 1991 Capital Credits, support by Director Young. Small-Aye, Alholm-Aye, Lawless-Aye, Prestin-Nay, Netzel-Aye, Sederquist-Aye, Bruno-Nay, Young-Aye, Bovin-Aye-Motion carried.*

Staff Reports:

CFO Report-

- Current financials were reported to the board, including TIER, OTIER, and equity ratio, and audit update.
- TV 6 will interview Seger about how Covid-19 has affected Alger Delta Cooperative.
- Office is still closed to walk in traffic.
- Construction is expected around the office for the next month.

Operations Manager Report-

- Work Plan Project
 - Seney Substation is complete.
 - Chocolay Sub & Line Extension on schedule for completion Dec 2020
 - County Rd 366 & Oakwood Project complete.
 - Pieperline moving to Grand Marais tomorrow
- Maintenance Items
 - AD Crews continue to install DCU's and service work around the system
 - DCU installs complete in Stonington, Isabella, White Rapids & Palestine.
- Vegetation Crews
 - Crews continue to clear ROW in the Stonington, Gourley, Big Bay and Hiawatha area.
- Warehouse/Facilities

- Continue to organize the yard and make improvements with the additional space from the Khonert property.
- Safety/Training
 - MECA has continued on site safety training.
- Equipment
 - Purchased a lease return digger derrick. It should arrive the week of July 13th.
 - Looking at replacing a pickup truck next month.
- Tiernan proposed naming the Chocoley substation after Ted Pineau who passed away several years ago while employed by Alger Delta Cooperative.
 - ***Moved by Director Alholm to approve Tiernan's proposal as well as place a plaque in his memory and an article in Country Lines, support by Director Sederquist. Motion carried.***

Committee Reports

- None

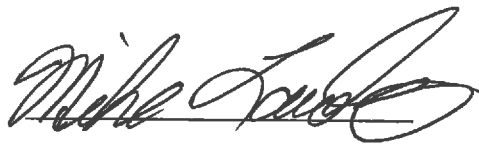
Executive Session

- Topic-CEO Discussion
- ***Moved by Director Lawless to move into executive session, support by Director Bruno. Motion carried and Board entered executive session at 3:02 pm.***
- ***Moved by Director Lawless to leave executive session, support by Director Young. Motion carried and board left executive session at 4:17 pm.***
- CEO & Manager Discussion to be continued.
- ***Moved by Director Lawless to hold a Special Meeting of the Board at 10:00 am EST on July 22, 2020, support by Director Alholm. Motion carried.***

Adjourn:

Motion to adjourn by Director Young, support by Director Alholm. Motion carried.

The meeting adjourned at 4:28 p.m.



Mike Lawless - President



Doug Bovin-Secretary/Treasurer