

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

December 18, 2019

A regular meeting of the Board of Directors of Alger Delta Cooperative Electric Association was held on December 18, 2019 at the Alger Delta Cooperative Electric Association – 426 N 9th St. – Gladstone, MI 498837.

Call to Order and Roll Call:

The meeting was called to order by President Prestin at 1:00 p.m. ET.

Directors present: District 1-Darryl Small (call in), 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 9- Doug Bovin.

Directors absent: District 8- Ray Young

Also present were CEO Tom Harrell. (CFO) Amanda Seger, and (Technical Services Manager) Shannon Priebe

Member Comments: None

Approve the Agenda:

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

Approve the Minutes:

Motion to approve the Minutes of the November 20, 2019 Regular Board meeting by Director Bovin, support by Director Netzel. Motion carried.

Approve the Administrative Items:

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

Old Business:

- Resolution to Purchase Property-Exhibit A now has the correct split and survey with warranty deed description.
- Director Compensation (Ray Young)-Moved to January agenda due to Director Young's absence.
- Vehicle Purchase-Harrell provided options
 - ***Moved by Director Lawless to allow management team to solve this issue within the budget parameters, support by Director Netzel. Motion carried.***

- Aquila-No new communication
- Lake Township Meeting-
 - Director Bruno attended.

New Business:

- Equipment Needs/Budget Adjustment (Ivy Netzel)-Discussion if the storm brought to light any new equipment needs.
- Membership Preparedness (Ivy Netzel)-Discussion of what/if anything Alger Delta could do for members in regard to member preparedness in another emergency situation

Staff Reports:

CEO Report-

- Winter storm Dorothy consumed much of the past month.
- The Kohnert building is gone and the fence is done.
- Corrections were made to the O'dovero survey and property description.
- The UP Energy Task Force met in Lansing on December 10, 2019.
- Unable to attend Lake Township Board Meeting due to other commitments.
- MECA Board met on December 11, 2019.
- Statewide Energy Assessment considering updating rules that affect Alger Delta
- Provided a document (Expanding Support for Rural Development in Michigan) for board review.

CFO Report-

- Current financials were reported to the board, including TIER, OTIER and equity ratio.
- Year end audit is scheduled for February.
- Cost of purchase and tear down of the Kohnert building will not affect the income statement.
- Meter project is progressing.

Operations Manager Report-

- Work Plan Project
 - Seney substation in progress
 - 9 DCU's to install this month
 - Carney rebuild is in progress
- Maintenance Items
 - Crews continue to cleanup from the latest storm
- Vegetation Crews
 - Continue to clear ROW
- Warehouse/Facilities
 - Working on moving materials to the new yard

- Safety/Training
 - Zero accidents reported during the entire storm restoration.
- Equipment
 - Looking at purchasing a lease returned digger

Technical Services Report-

- DCU's on the map
- AMI Metering-Chapman has app ready to go
- Social Media/Networking-Social media kept updated on storm progress

Executive Session:

Moved by Director Alholm to move into executive session at 3:00, support by Director Bruno. Motion carried.

- Board moved into executive session.

Moved by Director Bruno to come out of executive session at 3:40, support by Director Lawless. Motion carried.

- Board came out of executive session.

Moved by Director Bruno to accept CEO recommendations for wage increases for salaried employees as proposed, support by Director Lawless.

Small-Aye, Alholm-Nay, Lawless-Aye, Prestin-Nay, Netzel-Nay, Sederquist-Aye, Bruno-Aye, Bovin-Nay. Motion failed.

Moved by Director Netzel to have Harrell come back with individual increases, not to exceed the 5% total, based on performance, support by Alholm.

Small-Aye, Alholm-Aye, Lawless-Aye, Prestin-Aye, Netzel-Aye, Sederquist-Nay, Bruno-Aye, Bovin-Aye. Motion carried.

Adjourn:

Motion to adjourn by Director Bruno, support by Director Lawless. Motion carried.

The meeting adjourned at 3:47 p.m.



Dave Prestin - President



Doug Bovin-Secretary/Treasurer