

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

October 16, 2019

A regular meeting of the Board of Directors of Alger Delta Cooperative Electric Association was held on October 16, 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, 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, District9- Doug Bovin (via telephone).

Directors absent: None

Also present were CEO Tom Harrell, CFO Amanda Seger, Operations Manager Troy Tiernan, and Technical Services Manager Shannon Priebe

Member Comments: None

Approve the Agenda:

Motion to approve the agenda as amended by Director Lawless, support by Director Small. Motion carried.

Approve the Minutes:

Motion to approve the Minutes of the September 25, 2019 Regular Board meeting by Director Young, support by Director Alholm. 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 Alholm, with support by Director Netzel. Motion carried.

Old Business:

- CEO Evaluation- Executive committee met and prepared a draft form for board as a whole to review before the next meeting.
 - *Moved by Director Alholm to suspend board policies 120 and 218 for this year with expectation that the evaluation will be completed by the end of the year, support by Director Small. Motion carried.*
- Aquila-Nothing new to report
- Lake Township Meeting-Harrell and Bruno attended on October 9, 2019. Nothing to report.

- Net Metering-Finance and Rates committee will review the program.

New Business:

- Resolution to Purchase Property-There are some deed restrictions in place. There would need to be a revision to the deed before completing the purchase.

Staff Reports:

CEO Report-

- Harrell's UAS Task Force term is coming to an end and he will not be renewing.
- Met with RUS Administrator, discussion on funds federal government is making available to co-ops.
- 2020 District Elections-
 - Up for election are 5 (Netzel), 7 (Bruno), and 8 (Young).
 - Petition deadline is March 12
 - Ballot mail date is April 11
 - District Election is May 11
 - Districts are unbalanced and the board is required to evaluate, a map showing the districts will be placed on the dashboard for board to access.
- Power generated by DG in 2018 was 188,082 kWh's
- MECA Power Symposium provided lots of good information
- Medical insurance renewal meeting shows a 9% increase for next year
- Harrell will be out from October 17-28th but will be available by email.
- Company vehicle-
 - Needs repairs at an estimated cost of \$5500-7000
 - Drivable, but not until the new year when funds were budgeted for a replacement vehicle
 - A second estimate will be obtained

CFO Report-

- Rates & Finance Committee met and are ready to submit budget at the next meeting. A copy will be made available to the board for review before then.
- 1.4 TIER which is right where we budgeted
- 39% equity ratio
- Meter Project is still on task
- Pilot Program going up in the next few weeks. Mass deployment will happen after 2 months of good reports.
- Cushion of credit loans should be paid off by July

Operations Manager Report-

- Work Plan Project
 - PieperLine-Oakwood Rd rebuild in progress
 - SPE-Delays in material have Seney substation on hold

- Maintenance Items
 - A.D. Construction Crews-Continue to focus on service upgrades and new construction.
 - A.D. Maintenance Crews-New services and Miscellaneous work
 - Vegetation/Trees-Crews working in Stonington (1), Cedar River (1), and Dana Lake (1).
- Safety/Training
 - Accident Investigation Training on October 29-30th.
- Looking at some used trucks for purchase.

Technical Services Report-

- Found an error in the system when importing inspections.
- Meter project will collect GPS data
- Overall goal of a media board that will allow live streaming of maps
- Pay Now link added to website

Executive Session:

Moved by Director Netzel to move into executive session for the purpose of discussing a management evaluation format, support by Director Small. Motion carried.

- Board moved into executive session.

Moved by Director Bruno to come out of executive session, support by Director Alholm. Motion carried.

- Board came out of executive session.

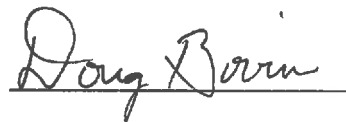
Adjourn:

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

The meeting adjourned at 3:28 p.m.



Dave Prestin - President



Doug Bovin-Secretary/Treasurer