

November 2021 Board Meeting Summary

The Lake Region Electric Cooperative (LREC) Board of Directors convened at 8:00 a.m. on Tuesday, November 23, 2021 at the cooperative headquarters in Pelican Rapids, MN. The Board of Directors approved the minutes of the October 28, 2021 board meeting. Approval was also given to the consent agenda items of expense statements, disbursements, legal bills, new memberships, and capital credit retirements to estates.

CEO Report: CEO Tim Thompson noted how planning is underway for Lake Region Electric Cooperative's 85th Annual Meeting in June of 2022. He also mentioned how the Cooperative has invited Rep. Jordan Rasmusson to the December board meeting.

District Meetings: Greg Larson reviewed the February 2022 district meeting schedule (time and locations) and dynamics of the three meetings.

Budget: Thompson and staff walked through the adjustments made since the October board meeting to come to a final budget for 2022. The Cooperative had a strong financial finish in 2021, achieving 45 percent equity. The Board approved the 2022 LREC Budget and commended employees for the great looking budget.

Financial Report: October 2021 financials were approved as presented. LREC equity reached 45.89 percent in October, an increase of 0.73 percent from the September milestone equity level. October operating revenue was behind budget. Power cost for the month came in under budget.

The Board approved the transfer of MN Unclaimed Property to Operation Round Up in the amount of \$113,051.54.

Policy: The Board reviewed and approved edits to *Policy 202 – Responsibilities of the Board of Directors*.

Meetings: Board Member Earl Rydell provided an update from the NRECA Region 5 & 6 meeting he attended in September.

Lake Region Energy Services: The income statement/balance sheet for October 2021 was approved. Revenue was ahead of budget and gas supply cost was over budget. Controllable expenses for October came in over budget.

The Board approved the 2022 LRES Natural Gas Budget.