

June 2019 Board Meeting Summary

The Lake Region Electric Cooperative (LREC) Board of Directors met at 8 a.m. on Thursday, June 27, 2019 at the cooperative headquarters in Pelican Rapids, MN. The Board of Directors approved the minutes of the May 30, 2019 board meeting. Approval was also given to the consent agenda items of expense statements, disbursements, new memberships, and capital credit retirements to estates.

Election of Officers: Cynthia Brosowske was appointed Teller if needed. Directors were given the opportunity to express interest in an office. Election results are as follows: Charles Kvare, board chair; Tom Jennen, vice chair; Joyce Valley, secretary; and Robert Shaw, treasurer.

CEO Report: CEO Tim Thompson mentioned how the CoBank strategic planning report will come in a couple of weeks with feedback from the board. He also noted how the natural gas abatement is now incorporated into Minnesota law.

Financial Report: May 2019 financials were approved as presented. Revenue for the month was ahead of budget, with power cost for May slightly over budget. Monthly controllable expenses were under budget. The hybrid project generated 624,479 kWh from wind production and 42,140 kWh from solar production during the month of May.

Distributed Generation: The board approved the implementation of a Grid Access Charge to Policy 610 – Rates and Rate Classes effective July 1, 2019.

Safety & Health: Theresa Halverson shared highlights from June's quarterly meeting of the Safety and Health Committee. She mentioned how they are preparing for the RESAP inspection.

Legal: The board voted to accept and certify the forgoing Minutes of the 2019 Credentials Election Committee of Lake Region Electric Cooperative. The amended and restated Bylaws that were adopted by the Cooperative's members on June 6, 2019 were also approved.

Lake Region Energy Services: The income statement/balance sheet for May 2019 was approved. With May having cooler temperatures than the average, LRES ended up ahead of budget for the month.

Great River Energy (GRE): Board Member Denny Tollefson reported on GRE's most recent board meeting. CEO Tim Thompson reported on the member managers meeting. LREC will be part of a pilot transmission project.

The board voted to approve the Deuel Harvest Wind Energy Purchase Resolution and vote in favor of Invenergy Renewable LLC – Deuel Harvest Wind Energy Purchase Agreement. This is part of GRE's renewable initiative.