

REGULAR MEETING OF THE
BOARD OF DIRECTORS
November 16, 2016

The regular meeting of the Board of Directors of Alger Delta Cooperative Electric Association was held on November 16, 2016 at the Terrace Bay Inn, Gladstone, MI. The meeting was called to order at 12:55 p.m. by Board President Dave Anthony.

Directors Present: D-1 Darryl Small, D-2 Karen Alholm, D-3 Mike Lawless, D-4 Dave Prestin, D-5 Dave Anthony, D-6 Paul Sederquist, D-7 Sue Alexander, D-8 Ray Young, D-9 Doug Bovin. Others in attendance were CEO Tom Harrell, CFO Amada Seger and Engineer Tech Jeff Diebolt.

Directors Absent: None

Approve the Agenda: Motion to approve the agenda was made by Director Prestin and seconded by Director Young – Motion carried.

Approve the Minutes of October 19, 2016: Motion to approve the minutes was made by Director Prestin and seconded by Director Alholm – Motion carried.

Consent Items for Approval:

Approve Membership Applications: Approve Check Register: Approve Director Expenses: Approve CEO Expenses: Motion to approve all of the items was made by Director Sederquist and seconded by Director Prestin– Motion carried.

Engineer Technician Report:

Diebolt reported on the office remodeling. He also reported on the tree crews are cutting trees in the Nathan/White Rapids area and getting ready for a 10 mile rebuild at the beginning of the year.

Operations Manager Report:

Diebolt reported on behalf of Tiernan. Round Lake Rebuild is anticipated to be done by March 2017. Diebolt informed the Directors that trucks 19 and 23 are still being worked on.

CFO Report:

Seger reported that some meters in the Hiawatha district continue to have communication problems and estimates are being used. Members will receive a postcard and can call or mail their meter reading. Seger stated that remote disconnect meters are on order and reported on their benefits.

The IRS audit of the Form 990 is done and there are no findings.

We have a very strong balance sheet and income statement. Year to date TIER is 2.38. Seger reported on Long Term Debt and the status of the most current (AN8) loan.

CEO Report:

Harrell reported that the Line Design Technician position has been filled. The Lead Lineworker/Meter Technician position is still open.

Wolverine Power has not completed the feasibility study regarding broadband. Harrell reported that RUS has put out a questionnaire asking coops what they would like to see for rules and guidelines for the funds that are available for the installation of fiber.

Director training will be in February 2017 and at this time 5 Directors are signed up to attend.

Harrell reported on 2 meetings with Aquila Mine and a rate proposal for service to the mine.

The 2017 Wellness Program offers partial reimbursement of the cost of gym memberships or fitness classes.

Old Business:

Policy 227: The Policy Committee continues to review this policy.

New Business:

Harrell reported on the development of an industrial rate class for consumers over 2.0 megawatts. Work on this continues.

Harrell requested board action on the Survey and Ballot System proposal for 2017 elections. Motion to approve the SBS proposal for paper balloting only made by Director Alholm and seconded by Director Alexander – Motion carried.

The board discussed Strategic Planning. By consensus the board decided to postpone Strategic Planning until April.

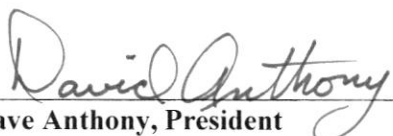
The board went into Executive Session at 2:35 p.m.

The board came out of Executive Session at 3:30 p.m.

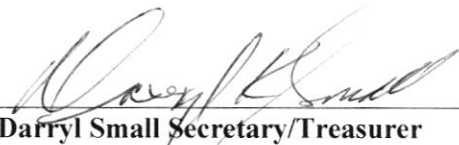
Discussion regarding Directors per Diem. Motion made by Director Young and seconded by Director Sederquist to keep per Diem at the current rates – Motion carried.

Meetings/Conferences/Training: Nothing to report.

Motion to adjourn at 3:45 p.m. made by Director Lawless and seconded by Director Prestin – Motion carried.



Dave Anthony, President



Darryl Small Secretary/Treasurer