

REGULAR BOARD OF DIRECTORS MEETING
ANZA ELECTRIC COOPERATIVE, INC.
FEBRUARY 20, 2018

DIRECTORS PRESENT

Thomas Firth, Vice President
Michael Machado, Secretary
Harold Burdick, Treasurer
Joel Carlisle
Steve Lauzier
Steve Silkotch Sr.

STAFF PRESENT

Kevin Short, General Manager
Brian Baharie, Operations Manager
Katherine MacIver, Member Services Manager
Laura Snider-Manseau, Office Services Manager
Debbie Winger, Telecommunications Manager
Jennifer Miller, Gov. Relations / HR Director
Yuri Gudino, Administrative Assistant

The Regular Meeting of the Board of Directors of Anza Electric Cooperative, Inc. was held in the office of the Cooperative on February 20, 2018.

The meeting was called to order by Vice President Thomas Firth at 8:00 a.m. Upon calling the roll, Directors Thomas Firth, Michael Machado, Harold Burdick, Joel Carlisle, Steve Lauzier and Steve Silkotch Sr. were present thereby constituting a quorum.

Vice President Firth called for agenda items.

After discussion of the agenda, Director Machado made a motion to approve the agenda as presented. Director Carlisle seconded the motion. Motion carried.

Vice President Firth called for approval of the minutes of the Regular Board Meeting of January 26, 2018. After discussion, Director Machado made a motion to approve the minutes as presented. Director Carlisle seconded the motion. Motion carried.

Vice President Firth called for approval of the minutes of the Executive Session Meeting of January 26, 2018. After discussion, Director Machado made a motion to approve the minutes as presented. Director Carlisle seconded the motion. Motion carried.

Vice President Firth called for member comments.

General Manager presented and discussed the Degree Day Comparison, director education.

General Manager presented and discussed the 17 KW Solar Farm monthly update, SunAnza output update, Hoover Dam Update, EV Charger update, ConnectAnza update, Work Plan update and other Business.

General Manager presented and discussed the Weather Stations. After discussion, Director Machado made a motion to adopt the following Resolution:

"WHEREAS, Anza Electric Cooperative, Inc. (AEC) exists to provide reliable utility services for its members at the lowest possible cost and,

WHEREAS, AEC is exposed to increasing fire danger due to high winds and low humidity and,

WHEREAS, other utilities have incorporated distributed weather forecasting and data collection facilities throughout high risk areas to improve their ability to prevent fire ignition by selective de-energizing lines; AEC has investigated this equipment for use on our system and,

WHEREAS, Western Weather Group, Inc. has submitted a proposal to provide five (5) weather stations for deployment on our system to assist in forecasting and analysis of weather conditions for the benefit of our Members in the amount of \$30,155.28.

*NOW, THEREFORE BE IT RESOLVED that the Board of Directors hereby approves the **Domestic Sales Quotation for Weather Stations for Monitoring Wind Speed and Direction, Air Temperature, and Relative Humidity** and attached herein, and duly authorizes the General Manager to execute all documents associated with this transaction."*

Director Carlisle seconded the motion. Motion carried

General Manager presented and discussed the 2018 Strategic Plan Summary.

Government Relations Liaison presented and discussed the GSPC CA Legislative Day at the Capitol, SB 901 Electrical Corporations and CA PUC Establishes New Utility Planning Process to Reach Carbon Goals.

Office Services Manager presented and discussed the RUS Form 7- Revenue Comparison for the month of January, the Operations / Variance Reports for Anza Electric Cooperative and ConnectAnza, the January AEPCO billing information, the investment report and the cash flow report. After discussion, Director Carlisle made a motion to receive the RUS Form 7- Revenue Comparison as presented. Director Lauzier seconded the motion. Motion carried.

Director Burdick presented and discussed the General Manager's expenses for the month of January in the amount of \$1,968.47 After discussion, Director Machado made a motion to approve the General Manager's expenses. Director Carlisle seconded the motion. Motion carried.

Director Burdick presented and discussed the Directors' expenses for the month of January in the amount of \$12,340.58. After discussion, Director Carlisle made a motion to approve the Directors' expenses as presented. Director Machado seconded the motion. Motion carried.

Director Burdick presented and discussed the expenditures for the month of January in the amount of \$1,129,567.96. After discussion, Director Carlisle made a motion to approve the expenditures as presented. Director Firth seconded the motion. Motion carried.

Human Resources Director presented and discussed NRECA W-2 Salary Data, Annual Policy Review and Employee Wellness Program Update.

Member Services Manager presented and discussed Director Candidate Petitions, Community Education and Recent Facebook Posts.

Member Services Manager presented and discussed the Capital Credit Estate Settlement for Alvin L. Brown, Frances L. Dimeglio, Gail Dunlevy and Leroy McCament in the amount of \$6,091.75. After discussion, Director Carlisle made a motion to approve the Capital Credit Estate Settlement per Board Policy at 50% for a total disbursement in the amount of \$3,045.88. Director Burdick seconded the motion. Motion carried.

Operations Manager presented and discussed the safety meeting for the month of January, lost time due to accidents, outages for the month of January, new services, construction

costs for the month of January, operational time allotments, the Mountain Center daily peaks and low temperatures and other business. After discussion, Director Carlisle made a motion to acknowledge the safety meeting for the month of January. Director Lauzier seconded the motion. Motion carried.

Telecommunications Manager presented and discussed ConnectAnza's installation update, System wide outage on January 31, 2018, Phase II grant update and bandwidth utilization for the month of January.

Director Lauzier presented and discussed the Bylaw and Policy Committee report. After discussion, Director Lauzier made a motion to approve the following policies as presented:

- Policy No. 100 – Board Policies
- Policy No. 101 – Board of Directors & General Manager Code of Ethics
- Policy No. 102 – Statements of Ideals & Objectives
- Policy No. 103 – Functions of the Board of Directors
- Policy No. 105 – Delegations from Board of Directors to the General Manager
- Policy No. 106 – Services of Consultants
- Policy No. 107 – Statements of Functions for the Cooperative Attorney
- Policy No. 108 – Board of Directors Fees and Expenses
- Policy No. 109 – Signing of Documents

Director Carlisle seconded the motion. Motion carried.

After discussion of Board Policy No. 104 – Organization Policy, Director Machado made a motion to approve the policy with the following amendments – add “If applicable” in section III, A., after employment contract. Director Carlisle seconded the motion. Motion carried by unanimous vote.

Director Lauzier reviewed Bylaw Article II.

General Manager presented the AEPCO report.

Director Burdick and Director Machado presented the GCSECA report.

General Manager presented and discussed the GSPC report and Cooperative Power Capitol Day.

General Manager presented and discussed the NRECA 2018 Proposed Resolutions. After discussion, Director Carlisle made a motion to support all resolutions as presented. Director Burdick seconded the motion. Motion carried.

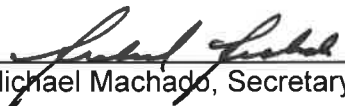
Vice President Firth presented and discussed the CoBank request for Director candidacy. After discussion, it was the consensus of the board to take no action at this time.

Vice President Firth discussed setting date for the April board meeting. After discussion, it was the consensus of the board to leave date as set for April 26, 2018.

Vice President Firth presented and discussed a donation request for the American Heart Association. After discussion, Director Carlisle made a motion to approve a matching donation up to the amount of \$2,000. Director Machado seconded the motion. Motion carried

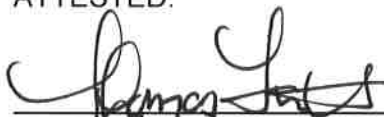
Vice President Firth presented and discussed the request for donation for Santa Rosa Parks & Recreation. After discussion, Director Burdick made a motion to donate \$100. Director Carlisle seconded the motion. Motion carried

There being no further business to come before this meeting, the meeting was duly adjourned at 11:37 p.m.



Michael Machado, Secretary

ATTESTED:



Thomas Firth, Vice President

CERTIFICATION

I, Michael Machado do hereby certify that I am the duly elected and qualified Secretary of the Board of Directors of the Anza Electric Cooperative, Inc. and that the above is a true and correct copy of the minutes of the Regular Meeting of the Board of Directors held on February 20, 2018 at which time a quorum was present and voting throughout.

IN WITNESS WHEREOF; I have hereunto subscribed my name as the Secretary and affixed the Corporate Seal of said Cooperative this 20th day of February 2018.



Michael Machado, Secretary