

CLAIBORNE ELECTRIC COOPERATIVE, INC.
BOARD MEETING MINUTES
FEBRUARY 25, 2020

- ❖ **Call to Order** – Mr. Elkins called the meeting to order at 6:30 pm.
- ❖ **Invocation** – Mr. Kitchens offered an invocation on behalf of the group.
- ❖ **Pledge** – Mr. Elkins then led the group in the Pledge of Allegiance.
- ❖ **Attendance**
 - Hez Elkins, President
 - Richard Noles, Secretary/Treasurer
 - Phillip Fincher
 - Rand Killgore
 - Lane Davidson
 - Scott Jones
 - Leroy Perritt
 - Butch Sensley – was absent
 - Others in attendance
 - Mark Brown, CEO
 - Bill Dye, CFO
 - Paul E. Kitchens, Corporate Counsel
 - Lisa Ledbetter, Administrative Assistant
- ❖ **Request for Items to be Added to the Agenda** – No items were added to the agenda.
- ❖ **Consent Agenda** – Mr. Elkins entertained a motion by Mr. Davidson that was seconded by Mr. Jones to approve the Consent Agenda as presented. The motion carried unanimously.
 - Approve January 28^h, 2020 Regular Meeting Minutes
 - Approve Expense Reports
 - Accept New Members
 - Approve Capital Credits (subject to Counsel approval)
 - Approve Monthly Loss Control & Safety Report
 - Approve Homer & Farmerville Operations Report
- ❖ **Attorney Report** – Mr. Kitchens made a thorough report on the legal matters currently facing the Cooperative during an executive session called upon a motion by Dr. Fincher. That executive session ended on a motion by Mr. Davidson. Mr. Kitchens report was then approved on a motion made by Mr. Davidson and seconded by Mr. Jones.

- ❖ **ALEC Report** – Mr. Davidson offered a report on the highlights of the most recent meeting of ALEC. His report was approved on a motion made by Mr. Jones that was seconded by Mr. Noles.

- ❖ **1803 Power Supply Cooperative** – Dr. Fincher made a report on the activities of the 1803 Power Supply Cooperative. He indicated that 1803 would soon be asking each of its members systems to enter into a PSSA covering our power supply needs over the next 20-30 years. His report was approved on a motion made by Mr. Davidson and seconded by Mr. Killgore.

- ❖ **Financial Report** – Mr. Dye then made his monthly financial report along with a request to make a change in the value of minimum capitalization utilized by the Cooperative.
 - January 2020 Financial Report – This report was approved on a motion made by Mr. Jones and seconded by Mr. Killgore.
 - Minimum Capitalization Level Discussion – Following a thorough discussion, Dr. Fincher offered a motion to increase the minimum capitalization level utilized by the Cooperative from \$1000 up to \$5000. His motion was seconded by Mr. Killgore and the motion was approved.

- ❖ **CEO's Report** – Mr. Brown made a brief report on the following topics and those reports were approved on a motion made by Mr. Perritt and seconded by Mr. Davidson:
 - Update on Board Seat Candidates in District 5
 - Member Advisory Committee Meetings Follow-up
 - Possible New Warehousing Model Being Investigated
 - 2020 Safety Meeting Schedule Introduced
 - New Directional Lighting Units Selected (all LED)

- ❖ **Approve Meeting Expenses** – Mr. Elkins then accepted a motion made by Mr. Killgore and seconded by Mr. Perritt to approve the expenses associated with this meeting. The motion carried.

- ❖ **Confirm Next Meeting Date** – Mr. Elkins confirmed the date of our next Board meeting.
Regular Board Meeting, Tuesday, March 31, 2020

- ❖ **Adjourn** – The meeting was then adjourned upon a motion made by Mr. Perritt and seconded by Dr. Fincher.

The minutes above were approved by the Board of Directors during its regularly scheduled meeting held on March 31, 2020.

Hez Elkins, President

Richard Noles, Secretary - Treasurer