

The Ontonagon County Rural Electrification Association
The Regular Meeting of the Board of Directors
At 500 James K Paul Street, Ontonagon, MI

On Friday, December 20, 2019, at 10:00 a.m.

The meeting commenced at 10:00 a.m. pursuant to call.

Directors present:

Wayne Heikkinen, Paul Koski, George Rajala, Frances Wiideman, and Calvin Koski. James Moore was not present and Bill Hodges participated by telephone.

Others present:

Debbie Miles, General Manager and Pat Greeley, Counsel.

Mark Urbis, Line Superintendent (for his report).

No members appeared for the Member Comment Session.

In the absence of Jim Moore, George Rajala was appointed by President Koski as acting secretary.

A motion to approve the agenda was made by Heikkinen and duly seconded Rajala. On a voice vote the motion passed, all ayes.

Executive session from 10:10 to 10:25

A motion by Rajala and duly seconded the minutes of the November 20, 2019 were approved. The motion passed on a voice vote, all ayes.

Calvin Koski recommended a bonus of \$10,000 for the Manager. Rajala seconded the motion. The motion passed, all ayes.

Attorney Greeley reported his report on the Menge property.

A motion to approve both the Line Superintendent's and Manager's Reports was made by Paul Koski and duly seconded, on a voice vote the motion passed, all ayes.

A motion by Rajala and seconded; on a voice vote the motion passed, all ayes, to approve the following:

- A. A motion to approve the Special Equipment Summary for period ended October 31, 2019 in the amount of \$16,043.54.
- B. A motion to approve the RUS Form 219 for periods ended October 31, 2019 in the amount of \$1,049,191.45.
- C. Bad debt write-off in the amount of \$21,531.73 for 2019
- D. ATC First Call for Voluntary Additional Capital for 2020 in the amount of \$1,536.00
- E. 2020 PSCR Plan
- F. 2020 Capital and Operating Budgets

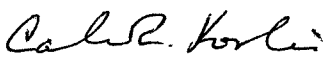
A motion to approve the list of Bills and the Financial Report was made by Rajala and seconded. On a voice vote the motion passed, all ayes.

Rajala & Miles gave a report on the December 11, 2019 MECA meeting.

Miles reported that the Strategic Planning Session that is to be facilitated by CFC is scheduled for May 20 & 21, 2020. The paperwork has been executed to move the billing and accounting to a hosted system with NISC. We are also moving forward on the IVR (Interactive Voice Response) system. There is no effective date at this time. Insurance coverage has been increased for the All Risk Blanket and Directors & Officers coverage. The meeting with UPPCO regarding the metering system had to be cancelled and has not been rescheduled at this time.

The next Board Meeting will be held on Friday, January 17, 2020 at 10:00 a.m.

There being no further business to come before the Board, President Koski adjourned the meeting at 11:24 a.m.



Calvin Koski, President



George Rajala, Acting Secretary

We, the undersigned Directors of the Ontonagon County Rural Electrification Association do hereby confirm, approve and ratify in all respects the above minutes of the Regular Meeting held on December 20, 2019.

Wayne Berkman, Paul ... William R. Hodges

Being, all of the Directors of the Ontonagon County Rural Electrification Association.