

**MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS  
OF THE SIOUX VALLEY-SOUTHWESTERN ELECTRIC COOPERATIVE, INC.  
August 24, 2021**

The regular meeting of the Board of Directors of Sioux Valley-Southwestern Electric Cooperative, Inc. (DBA Sioux Valley Energy) was held on August 24, 2021 commencing at 8:45 a.m. in the Colman boardroom.

The meeting was called to order by President Gary Fish who presided and Don DeGreef, Secretary, acted as Secretary.

Roll call showed the following members present:

Rodney DeMent	Dan Leuthold	Allan Weinacht
Don DeGreef	Dave Daniel	Gary Fish
Dr. Leslie Heinemann	Lucas Roskamp	Gregg Johnson
Mark Rogen		

Also present were Attorney Alan Peterson, General Manager Tim McCarthy, Strategic Leadership Team members Debra Biever, Ted Smith, Carrie Vugteveen, and Betty VanDerWerff along with Executive Assistant, Brenda Schelhaas. Guests in attendance were Jason Maxwell, Karl Seidl, and Ann Vostad.

**REVIEW AND CONSIDERATION OF AGENDA**

The agenda was presented for consideration with the addition of COVID-19 Vaccinations. A motion to approve the agenda was made by Mr. Roskamp, seconded by Mr. DeGreef. The motion carried.

**REVIEW AND CONSIDERATION OF BOARD MEETING MINUTES**

A motion to approve the minutes of the July 27, 2021 regular board meeting was made by Mr. Daniel, seconded by Mr. Leuthold. The motion carried.

**REVIEW OF FORM 990**

The Internal Revenue Service Form 990 was attached with the board meeting materials for review and presented at the board meeting by Betty VanDerWerff.

**REVIEW AND CONSIDERATION OF DISTRICT TWO MEETING CREDENTIAL COMMITTEE**

The credential and election committee willing to serve for the election meeting that will be held in district two was presented. Mr. Weinacht made a motion to approve the following credential and election committee, seconded by Mr. DeGreef. The motion carried.

District #2 – Tuesday, September 21<sup>st</sup>

Bruce Martinson	John Kleinjan
Marvin Post	Ronald Knutson
Mark Berkland	Robert Short
Keith VanDuyn	

DIRECTOR DISTRICT TWO VACANCY

Manager McCarthy called upon Carrie Vugteveen to discuss details of the district two election meeting. Carrie stated Ann Vostad, Karl Seidl, and Chuck Miller are the candidates for the district two director position. Notice cards will be mailed to district two members on September 3<sup>rd</sup> and the election meeting will be held on September 21<sup>st</sup> at the Sioux Valley School in Volga. The night will consist of a meal, a presentation to Al Kooima's family, an opportunity for each candidate to address the members in attendance, and a vote for the vacant director position.

CFC DISTRICT SIX MEETING

Information regarding the proposed CFC District 6 2022 Nominating Committee and the at-large director candidate, Barbara Hampton, was included with the board meeting materials. A motion was made by Mr. Rogen to authorize Mr. Weinacht, SVE's delegate, to cast a vote for candidate Hampton and in favor of the proposed nominating committee. The motion was seconded by Mr. Daniel. The motion carried.

SMEC RATE DISCUSSION

Betty VanDerWerff stated work has been done with Power System Engineering, Inc. (PSE) to transition the SMEC accounts to SVE's Legacy rates. Betty showed the present and proposed revenue along with the percentage change for each rate class. Discussion was held regarding the analysis of each rate class and communicating the change to SVE members. The new rates will be presented at the September board meeting for consideration.

RATE TARIFF: EV PUBLIC CHARGING RATE

Debra Biever stated Power System Engineering (PSE) has helped create a new rate tariff for EV public charging. This rate will be offered to members who install a large public charging system within our service territory. Rate analysis will be done monthly, and the rate can be changed whenever needed by board authorization. Mr. Rogen made a motion to approve the rate as presented, seconded by Mr. Weinacht. The motion carried.

STRATEGIC PLANNING

Manager McCarthy asked for follow up comments from the Board's strategic planning session. Discussion was held regarding the balanced scorecard, power supply, and capital credits.

COVID-19 VACCINATIONS

A recommendation was made to reward employees who have been vaccinated for COVID-19 and provide an incentive for those who aren't currently vaccinated. Discussion was held regarding this recommendation and no policy changes will be made at this time.

REVIEW AND CONSIDERATION OF GENERAL MANAGER'S REPORT

Manager McCarthy reviewed wholesale power purchases, sales, and revenue. SVE hit a new all-time summer peak in July 2021 at 162.1 MW.

Ted Smith provided information regarding FERC Order 2222. Ted also discussed East River's load management system and the load management task force.

Manager McCarthy stated that several bar-coding systems are being reviewed. Betty VanDerWerff and Jason Maxwell are working with these vendors.

Manager McCarthy reported on key highlights from the East River General Manager's report including business development, the SD 811 board, a SD biofuels market expansion bill, USDA assistance for ethanol producers, and the Navigable Waters Protection Rule.

Manager McCarthy discussed several injury accidents that have occurred in the past few months.

ACCEPT MANAGER'S REPORT

A motion to accept the Manager's Report was made by Mr. Roskamp, seconded by Mr. Johnson. The motion carried.

REPORTS ON POWER SUPPLY MEETINGS

East River – Mr. DeMent reported on his attendance of the East River board meeting.

L&O Power – Mr. Leuthold reported on his attendance of the L&O Power board meeting.

REPORTS ON MEETINGS ATTENDED

MREA New Director Orientation – Director Heinemann reported on his attendance of the MREA New Director Orientation.

BLC 955.1 Your Board's Culture-Its Impact on Effectiveness – Directors Johnson, Fish, Roskamp and Leuthold reported on their attendance of BLC 955.1

Energy Issues Summit – Directors Weinacht, DeGreef, Fish, Roskamp, Johnson, and Heinemann reported on their attendance of the Energy Issues Summit.

American Coalition for Ethanol (ACE) Annual Meeting– Director Rogen reported on his attendance of the American Coalition for Ethanol (ACE) Annual Meeting.

NOTICES OF MEETINGS, SELECTION OF DELEGATES, AND ATTENDANCE AUTHORIZATION

SDAC Co-op Conference, September 21-22, 2021, Watertown, SD – Mr. Rogen and Mr. DeGreef were authorized to attend by a motion made by Mr. Weinacht, seconded by Mr. Roskamp. The motion carried.

Basin Annual Meeting, November 9-11, 2021, Bismarck, ND– All directors were authorized to attend, Mr. Leuthold was authorized as the Delegate, and Mr. Daniel was authorized as the Alternate by a motion made by Mr. Rogen, seconded by Dr. Heinemann. The motion carried.

OTHER BUSINESS

There was no other business.

EXECUTIVE SESSION

There was no executive session.

NEXT MEETING

The next regular board meeting will be held on Tuesday, September 28, 2021 at 8:30 a.m. in the Colman boardroom.

ADJOURNMENT

Mr. DeGreef made a motion, seconded by Mr. Weinacht to adjourn the Sioux Valley Energy board meeting at 12:35 p.m. The motion carried.

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Don DeGreef, Secretary

Date Approved: \_\_\_\_\_