

**MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE SIOUX VALLEY-SOUTHWESTERN ELECTRIC COOPERATIVE, INC.
May 28th, 2019**

The regular meeting of the Board of Directors of the Sioux Valley-Southwestern Electric Cooperative, Inc. (dba. Sioux Valley Energy) was held on May 28th, 2019 commencing at 8:30 a.m. at the Colman headquarters in Colman, South Dakota.

The meeting was called to order by President Allan Weinacht who presided and Allan Kooima, Secretary, acted as Secretary.

Roll call showed the following members present:

Rodney DeMent	Dan Leuthold	Allan Weinacht
Henning Hansen	Gregg Johnson	Allan Kooima
Bruce Martinson	Mark Rogen	Dave Daniel
Gary Fish	Arlyn Zylstra	

All directors were present. Also present were Attorney Alan Peterson, General Manager Tim McCarthy, management staff members Ted Smith, Betty VanDerWerff, Carrie Vugteveen, and Debra Biever along with Executive Assistant Amy Voelker. Guests were board elect members Lucas Roskamp and Don DeGreef.

REVIEW AND CONSIDERATION OF AGENDA

The agenda was presented for consideration. A motion to approve the agenda was made by Mr. Hansen, seconded by Mr. Fish. The motion carried.

REVIEW AND CONSIDERATION OF BOARD MEETING MINUTES

A motion to approve the minutes of the regular board meeting of April 23rd, 2019 was made by Mr. Martinson, seconded by Mr. Zylstra. The motion carried.

DIRECTOR GOLD – President Weinacht presented Director Rogen with his director gold award.

REVIEW AND CONSIDERATION OF CREDENTIALS AND ELECTION COMMITTEE FOR ANNUAL MEETING

A list of Cooperative members who indicated they would be willing to serve on the Credentials and Election committee for the 2019 annual meeting was presented. A motion to appoint the following individuals to the Credentials and Election committee for the June 4th annual meeting was made by Mr. Kooima, seconded by Mr. DeMent. The motion carried. Committee includes: Nancy Hinricher, Greg Benda, Beth Roelofs, Cheryl Carstens, Bonnie Folkerts, Jed Huisman, Marvin VanKekerix, and Duane Harvey.

REVIEW AND CONSIDERATION OF AGREEMENT TRANSFER OF SERVICE TERRITORY BETWEEN THE CITY OF AURORA AND SIOUX VALLEY-SOUTHWESTERN ELECTRIC COOPERATIVE, INC.

Manager McCarthy called upon Ted Smith to review the transfer of service territory agreement between the city of Aurora and Sioux Valley-Southwestern Electric Cooperative, Inc. After discussion on the proposed annexation agreement it was deferred by the chair for more research.

REVIEW AND CONSIDERATION OF UNIFORM CONTRACT FOR COGENERATION AND SMALL POWER PRODUCTION FACILITIES

Manager McCarthy called upon Ted Smith to present the cogeneration contract. The contract was modified to meet both SD and MN requirements. A motion to approve the modified cogeneration contract was made by Mr. Fish, seconded by Mr. Johnson. The motion carried.

STRATEGIC ISSUE DISCUSSION

Manager McCarthy talked about the upcoming strategic planning session and would like the Board to start considering topics for this year's planning session.

REVIEW AND CONSIDERATION OF GENERAL MANAGER'S REPORT

Manager McCarthy reviewed key highlights of his written report including wholesale power purchases, sales, and revenue.

Manager McCarthy called upon Debra Biever to give an update on the safety steering committee's strategic planning session.

Manager McCarthy gave an update on the summer study for SB66.

Manager McCarthy gave an update on the medical insurance and employee benefits task force committee.

Manager McCarthy gave an update that the GIS Coordinator position has been filled.

Manager McCarthy shared that we will be having an energy efficiency event on July 28th at the Brandon Service Center.

Manager McCarthy shared that the Dakota Ethanol start-up went very well.

Manager McCarthy shared that the Minnehaha County Commissioners tour went very well. They met at the Brandon Service Center for lunch.

Manager McCarthy reviewed the East River General Manager's report. He reviewed the efforts on economic development, gave a storm update from Winter Storm Wesley, and updates from the Basin Class A managers meeting that was held in Bismarck, ND.

ACCEPT MANAGER'S REPORT

A motion to accept the manager's report was made by Mr. Leuthold, seconded by Mr. Hansen. The motion carried.

REPORTS ON POWER SUPPLY MEETINGS

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

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

REPORTS ON MEETINGS ATTENDED

SD Wind Energy Association – Director Fish reported on the SD Wind Energy Association meeting that he attended in May.

NOTICES OF MEETINGS, SELECTION OF DELEGATES/ATTENDANCE AUTHORIZATION

MREA District 5 Meeting – Directors Leuthold, Weinacht, DeGreef and Roskamp were authorized to attend the District 5 Meeting, July 18th, 2019 in Sleepy Eye, MN per a motion by Mr. DeMent, seconded by Mr. Daniel. The motion carried.

MREA Energy Issues Summit – All Directors were authorized to attend the MREA Energy Issues Summit that will be held July 31st – August 2nd, 2019 per a motion made by Mr. Kooima, seconded by Mr. Daniel. The motion carried.

EXECUTIVE SESSION

Mr. Zylstra made a motion to move into executive session, seconded by Mr. Hansen at 11:16 a.m. to discuss internal cooperative business. Mr. Martinson made a motion to adjourn executive session at 11:33 a.m., seconded by Mr. Zylstra. The motion carried.

NEXT MEETING

The next regular board meeting will be held on Monday, June 24th, 2019 at Colman Headquarters, Colman, SD.

ADJOURNMENT

Mr. Zylstra made a motion, seconded by Mr. Hansen to adjourn the Sioux Valley Energy board meeting at 11:34 a.m. The motion carried.

Allan Kooima, Secretary

Approved: _____