A General Session of the Board of Directors was held on October 26, 2017, at the Lower Valley Energy Afton office. The meeting was called to order at 9:00 a.m. by Board Chairman, Fred Brog.

BOARD MEMBERS PRESENT: Scott Anderson, Fred Brog, Dan Dockstader, Ted Ladd, Dean S. Lewis, Linda Schmidt, and Nancy Winters.

OTHERS PRESENT: James R. Webb, President/CEO; Steve Duerr, Attorney; Rick Knori, Director of Engineering; Bill Spaulding, Director of Operations; Martell Brower, Director of Gas Operations; Angela Jennings; Staff Assistant, Jon Hougland, CFO; Brian Tanabe, Communications Manager; Gay Petersen, Executive Assistant/HR; and Steve Collier, Milsoft Utility Solutions.

Fred Brog introduced Scott Anderson as the new District 6 Board Member.

Jim Webb welcomed Scott Anderson the new LVE Director for District 6 and then welcomed Steve Collier with Milsoft Utility Solutions.

A motion was made and seconded to appoint Scott Anderson as the new District 6 Lower Valley Energy Board of Director. Motion carried. Voting was unanimous.

Steve Collier with Milsoft Utility Solutions presented Revolutionary Change in the Electric Industry. His presentation included a history of the past electric operations and how they may no longer be applicable in the future.

The Board and Staff discussed possibilities and options for the future after the presentation and Steve Collier answered various questions.

Meeting adjourned to executive session at 11:45 a.m.

Meeting reconvened to general session at 1:10 p.m.

Minutes of the August 31, 2017, General Session were accepted as presented.

Minutes of the September 7, 2017, Teleconference General Session were accepted as presented.

James R. Webb presented the President/CEO Report.

Jim and Rick showed a video of the progress on the Teton Village Transmission Underground Line Project. Rick reviewed timelines, inspections and final completion dates.

Jim Brown from Anixter joined the meeting at 1:50 p.m.

Dan Dockstader reported on the Audit Committee Meeting held September 21, 2017.

A motion was made and seconded that accounts receivable in the amount of $14,973.05 be written off with $3,083.68 in patronage capital credits to be applied towards the bad debt resulting in a net write-off of $11,889.37. Motion carried. Voting was unanimous.

Reviewed history of write offs.

James R. Webb reviewed the 2017 financial statements.

James R. Webb reviewed the Key Ratio Trend Analysis (KRTA).

James R. Webb reviewed the proposed 2017 patronage capital retirement in the amount of $3,585,404.68.
A motion was made and seconded to approve the proposed 2017 patronage capital retirement in the amount of $3,585,404.68. Motion carried. Voting was unanimous.

James R. Webb discussed the proposed 2018 Vehicle Budget.

A motion was made and seconded to approve the proposed 2018 vehicle budget for the amount of $307,800.00.

James R Webb discussed the gas balancing account. He recommended no rate change at this time.

James R. Webb reviewed the proposed GIS Budget Adjustment in the amount of $95,500.

A motion was made and seconded to approve the proposed GIS budget adjustment in the amount of $95,500. Motion carried. Voting was unanimous.

James R. Webb discussed the Swift Creek Hydro Generation Project. He informed the board that the output is now serving Lower Valley Energy’s load.

A motion was made and seconded to approve the Safety Meeting Minutes of September 26 & 27, 2017.

Nancy Winters reported on ICUA issues.

Fred Brog and Brian Tanabe reported on WREA issues.

James R. Webb reviewed two early patronage capital retirement requests.

A motion was made and seconded to approve an early patronage capital retirement request from Ryan Cleaners of Jackson in the amount of $7,604.69. Motion carried. Voting was unanimous.

A motion was made and seconded to approve an early patronage capital retirement request from Twin Pines in the amount of $15.12. Motion carried. Voting was unanimous.

James R. Webb discussed the Lower Valley Energy employee medical insurance upcoming renewal.

A motion was made and seconded to allow management to make the decision for the 2018 employee medical insurance. Motion carried. Voting was unanimous.

James R. Webb discussed the need for an agent change for the Lower Valley Energy Employee 401k Plan.

A motion was made and seconded to allow management to change 401k agents. Motion carried. Voting was unanimous.

Meeting adjourned at 3:40 p.m.

Fred Brog, Chairman    Dan Dockstader, Secretary/Treasurer