REGULAR BOARD OF TRUSTEES MEETING

The regular monthly meeting of the Board of Trustees of The Caney Valley Electric Cooperative Association, Inc., was held Tuesday, March 10, 2026, at Cedar Vale, State of Kansas, at 6:30 p.m.

The meeting was called to order by President, Chris Kelly, who acted as chairman and presided at the meeting. Joni Hubert, Accounting & HR Manager, recorded the minutes thereof.

Upon calling the roll, the following Trustees reported as present:

Chris Kelly	Stephanie Ollenborger	Jack Newcomb
Steve Clark	Dan Hubert	Steve Warburton
Barry Speer		

Others present for the meeting were Allen A. Zadorozny, Manager, Montana Johnson, Line Superintendent, and Joni Hubert. Paul Buck, Attorney, participated via Zoom. Chairman Kelly declared the meeting duly organized for the dispatch of such business as might come before it. Chris Kelly offered a prayer and opened with the flag salute.

Consideration was given for requests for changes to the Agenda or for any additional executive sessions. There were none.

The next order of business was review of the minutes of the regular board meeting of February 10, 2026. It was moved by Steve Warburton, seconded by Barry Speer, and unanimously carried, that the minutes be approved as mailed.

The Board then considered the new membership list. After review and on motion by Barry Speer, second by Dan Hubert, it was unanimously carried to approve the new members as presented.

The Board then reviewed the January expenditures. It was moved by Steve Clark, seconded by Steve Warburton, and unanimously carried, to approve the expenses as presented.

There were no old accounts presented for consideration.

The Board then reviewed the Operations, Loss Control & Safety Report, including accidents, new consumers line extensions, outages, safety meeting minutes, and transportation. After review, it was moved by Dan Hubert, seconded by Stephanie Ollenborger, and unanimously carried, to approve the safety meeting minutes as presented.

Counsel Buck had nothing to report at this time.

Allen Zadorozny reviewed the January financial statements. January ended with a positive margin of $9,033.37; which was better than the budgeted negative $35,000. Long-Term Debt to Assets, with the line of credit added, was at 46.6%. When comparing January's actual finances to the budgeted amounts the operating expenses were less by $48,719. The decline in the number of billed meters which has dropped to 5,109 in January, and we know in February it has drop again to 5,093, is a big factor for revenue. Contribution in Aid from consumers for January was substantial at about $62,000. Franchise taxes, paid twice a year, came to about $59,000. The effect of the December 2025 KEPCo bill with the Wolf Creek Plant's windfall tax credit of $252,963.83 and a large margin stabilization credit of $60,348.31 made the PCA a credit of 5.132¢/kWh for the Cooperative's February 2026 billing. This will cause February's financials to show a loss estimated to be around $250,000. This loss will carry and degrade the Cooperative's financials which may result in not making the minimum TIER level.

The board was presented with the Annual Meeting Agenda and a copy of the Ballot for the By-Law Amendment. Steve Clark volunteered to present the topic of fires around electric equipment and poles at the meeting.

Discussion was held on the RUS Loan progress. Currently, we are waiting for approval before mailing in the original documentation.

It was suggested to donate $500.00 to the Elk County Fire Department and to see if they would be eligible to enter into the CoBank Sharing Success program. It was moved by Steve Warburton, seconded by Jack Newcomb, and unanimously carried, to donate $500, and apply for a matching grant through the Sharing Success program.

Allen Zadorozny attended the KEC meeting but stated there was nothing to report.

Dan Hubert and Jack Newcomb attended the KEPCo Strategy meeting for two days.

The following January 2026 Inventory of Work Order was presented for consideration: #627 for $76,037.56. It was moved by Barry Speer, seconded by Dan Hubert, and unanimously carried, to approve this Work Order as presented.

There being no further business to come before the Board, it was moved by Steve Warburton, and seconded by Stephanie Ollenborger, and unanimously carried, to adjourn the meeting at 7:30 p.m.

ATTEST:

s/ Chris Kelly, President

/s/ Stephanie Ollenborger, Secretary