

## 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, November 11, 2025, 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	Trey Clapp
Steve Clark	Dan Hubert	Jack Newcomb
Barry Speer	Steve Warburton	Alex Fulsom (via Zoom)

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. Trey Clapp offered a prayer and Chris Kelly opened with the flag salute.

Consideration was given for requests for changes to the Agenda or for any additional executive sessions. Allen Zadorozny requested to add an executive session regarding personnel.

The next order of business was review of the minutes of the regular board meeting of October 14, 2025. It was moved by Steve Warburton, seconded by Jack Newcomb, 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 September expenditures. It was moved by Trey Clapp, seconded by Barry Speer, and unanimously carried, to approve the expenses as presented.

No old accounts were 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

Steve Clark, seconded by Dan Hubert, and unanimously carried, to approve the safety meeting minutes as presented.

Discussion was held on the Kubota. One of the motors has been taken back to Winfield for the third time to get rebuilt.

Allen Zadorozny reviewed the September financial statements. Comparing the year-to-date margins this month is showing \$90,000 less than projected. This is showing the sales for August usage by members is not as much as what sales were last year. The line of credit with Howard State Bank was accessed for \$700,000 in October. Due to the government shut down funds through the federal government cannot be accessed. The September revenue and expenses show about 1% over, \$37,271, on budget to actual year-to-date expenses less power costs. The statement of operations by month shows the projected TIER to be at 0.96 at the end of the year; it had been budgeted at 1.13. Total meters billed were up 10 from what was billed in August; we know now that October total meters billed dropped by about 30 meters. Comparing last September to this September total revenues were down \$135,618.97 with 1,147,056 less kilowatt hour sold. The cost/kWh was at \$0.1668 this year, about a penny more than last year's at \$0.1583. September had \$52,113.40 less in cash at the end of the month; with some big expenditures (reclosures, pad mount transformer, pad mount conduit).

It was asked if we had budgeted enough for the Right-Of-Way spraying; which we have. Montana Johnson, Line Superintendent, also stated that we are looking at bids and talking to other co-ops to see what options are available.

Allen then notified the board that we have received more information from MarksNelson about the grant. There is a general outline on the application. He also informed the board that KEPCo emailed asking for a copy of the Today's Power contract. KEPCo is looking at a way to take over Today's Power possibly; which could be a huge benefit for all the members.

Counsel Buck had nothing to report at this time.

Allen presented the 2026 Revenue and Expense Projections and Capital Asset Expenditures. Discussion was held on the possibility of the grant and what items it would be able to help cover the costs on. After discussion with Allen and Montana on the items presented, Jack Newcomb moved, Barry Speers seconded, and

it was unanimously carried, to approve the 2026 Revenue and Expenses Projections and Capital Assets Expenditures as presented.

Chris Kelly did not have a KEC report.

Allen stated the District 1 meeting on November 7<sup>th</sup> had excellent presentations.

Dan Hubert reported on the KEPCo board meeting held October 15-16 in Topeka. The average member rate of wholesale power was 8.22¢/kWh. Wolf Creek had a 42 day refuel outage but is on schedule. Iatan II has had the lowest output for June, July, and August within the last 5 years. There were plumbing problems that had to be repaired. At the next meeting, being held in Salina, there will be a 50-year celebration for KEPCo.

The following September 2025 Inventory of Work Order was presented for consideration: #623 for \$31,381.58. It was moved by Barry Speer, seconded by Steve Warburton, and unanimously carried, to approve this Work Order as presented.

At 7:57 p.m. it was moved by Jack Newcomb, seconded by Stephanie Ollenborger, and unanimously carried, to go into executive session for 15 minutes with Allen, Montana, Counsel, and the Board present to discuss personnel. At 8:08 p.m. the Board reentered regular session upon motion by Jack Newcomb, seconded by Stephanie Ollenborger, which was unanimously carried.

There being no further business to come before the Board, it was moved by Trey Clapp, and seconded by Dan Hubert, and unanimously carried, to adjourn the meeting at 8:09 p.m.

ATTEST:

/s/ Chris Kelly, President

/s/ Stephanie Ollenborger, Secretary