

**MINUTES OF A MEETING OF
THE BOARD OF DIRECTORS OF CHERRY-TODD
ELECTRIC COOPERATIVE, INC.
February 25, 2022
(January 2022 meeting)**

A regular meeting of the board of directors of Cherry-Todd Electric Cooperative, Inc., for the month of January 2022 was held on the 25th day of February 2022.

CALL TO ORDER: The meeting was called to order by Chairman Bordeaux at 10:28 am.

ROLL CALL: Directors present in person were Bordeaux, Fullerton, Brickner, Valburg, Yellow Eagle, and Frederick. Director Meek was not present at the start of the meeting.

Also present were Manager Grablander and Attorney Hegge (via Webex).

AGENDA: There was a motion to approve the agenda, as appearing in the Call to Order, by Yellow Eagle, seconded by Valburg. The motion was approved.

MINUTES: The December 2021 minutes were not available for review or approval. The approval of the December 2021 minutes was tabled.

FINANCIAL REPORT: Manager Grablander presented the Financial Report.

MANAGER REPORT: Manager Grablander presented his report and went over Cooperative business.

RUSHMORE CAPITAL CREDIT FINAL ESTIMATE: Manager Grablander presented Rushmore Capital Credit Allocation Estimation.

2022 BUDGET: Manager Grablander presented the final draft of the 2022 Budget. Motion to approve 2022 Budget by Yellow Eagle, Second by Frederick. Motion carried Unanimously.

REVENUE DEFERRAL FOR 2021: Manager Grablander presented the options for revenue deferral to the Board. After discussion, Brickner made a motion to approve \$1,000,000 in revenue deferral for the year 2021, second by Tucker to adopt the following resolution:

**CHERRY-TODD ELECTRIC COOPERATIVE, INC.
RESOLUTION to AMEND REVENUE DEFERRAL PLAN**

The following is an excerpt from the minutes of the regular meeting of the Board of Directors of Cherry-Todd Electric Cooperative, Inc. held February 25, 2022.

WHEREAS, Cherry-Todd Electric Cooperative, Inc. experienced larger irrigation revenue due to a significant drought Cherry-Todd Electric Cooperative, Inc anticipates having excess/extraordinary margins in year 2021.

AND WHEREAS, the Board of Directors of Cherry-Todd Electric Cooperative, Inc. believes that it is in the best interest of the membership for long-term rate stability to defer a portion of that extraordinary revenue to future years;

AND WHEREAS, the Board of Directors of Cherry-Todd Electric Cooperative, Inc. is not aware of any potential impact on its tax exempt or "cooperative" status;

AND WHEREAS, the South Dakota Public Utilities Commission has no jurisdiction over the

cooperative's rate making activities and therefore no approval is necessary.

AND WHEREAS, Cherry-Todd Electric Cooperative, Inc. has a current RUS approved revenue deferral plan, inclusive of amendments, which provides for the following \$1,030,000 revenue recognition in future years.

NOW THEREFORE BE IT RESOLVED, that Cherry-Todd Electric Cooperative, Inc. wishes to amend their RUS approved revenue deferral plan to provide an additional \$1,000,000 of deferred revenue making a total of \$2,030,000 of deferred revenue for recognition in future years effective December 31, 2021.

AND BE IT FURTHER RESOLVED, that the cash equivalent of the deferred revenue shall be segregated in a special fund until such time as it is subsequently amortized back into revenue;

NOW THEREFORE BE IT RESOLVED, that Cherry-Todd Electric Cooperative, Inc. anticipates the deferred revenue amounts to be recognized in future years as follows:

2022 \$318,000
2023 \$856,000
2024 \$856,000

AND BE IT FURTHER RESOLVED, that Cherry-Todd Electric Cooperative, Inc. will accept the responsibility for implementation of the plan.

Director Meek joined meeting at 12:00 pm via WebEx.

WORK ORDER STATUS LISTINGS: Manager Grablander presented on completed work orders which were still listed as open, and the strategy being used by the Cooperative to get old completed work orders closed out in the system.

STAFF REPORTS: Chris Rahn briefly reported on the recent posting job openings at the Cooperative, the scholarship program, his recent through inventory of materials, and a new app being used for improved work order/inventory reporting. Rahn also reported on a towing issue involving one of the Cooperative's vehicles. There were no other staff reports.

WORK ORDERS, MEMBERSHIP APPLICATIONS, MEMBERSHIP REFUNDS, STOCK WATER WELL CONTRACTS, ETC.: Brickner motioned, seconded by Fullerton, to accept the attached stated new memberships, canceled memberships plus refunds of said membership fees, refund capital credits allocated on the books to heirs or legatees of deceased patrons, stock water well contracts, and work order resolutions as presented. Motion carried unanimously.

MEETING REPORTS: There were no meeting reports.

NEW BUSINESS: There was no new business.

UPCOMING MEETING DATES: The regular February Board Meeting will take place on March 25, 2022, at 10:00 AM. The regular March Board Meeting will take place on March 29, 2022, at 10:00 AM.


Frederick motioned, seconded by Fullerton, to adjourn the meeting. Motioned carried unanimously. Meeting adjourned at 1:31 PM.

(Seal)

Approved:


President

Attest:


Secretary

CHERRY-TODD ELECTRIC COOPERATIVE, INC.
MEMBERSHIP APPLICATIONS
January 25, 2022 BOARD MEETING

NEW MEMBERSHIPS:

Richard Broken Leg 25397 BIA 30 St. Francis, SD 57572	Joni D Medearis PO Box 1004 Mission, SD 57555	The Bill Connot Ranch LLC Bill Connot 515 N Government St. Valentine, NE 69201
Brandon L. Chasing Horse 146 Lance St. Rosebud, SD 57570	Ashley Menard PO Box 196 Rosebud, SD 57570	Jessica White 27117 280 th Ave Wood, SD 57585
Shad Dillon PO Box 611 Mission, SD 57555	MT Peterson Cattle, LLC. Michael Peterson PO Box 3 Kilgore, NE 69216	Annette White Eyes PO Box 594 St. Francis, SD 57572
Jessie J. Gonzalez PO Box 821 Rosebud, SD 57570	Linda Old Lodge PO Box 1101 Mission, SD 57555	Evan White Feather PO Box 681 Mission, SD 57555
Alicia Good Shield PO Box 1545 Mission, SD 57555	Brenna Richards PO Box 1522 Mission, SD 57555	Christy Witt PO Box 125 Rosebud, SD 57570
Bernard J. Iron Shell PO Box 303 Rosebud, SD 57570	Will Scott Sr. PO Box 910 Mission, SD 57555	Rena Wright PO Box 461 Wood, SD 57585
Reycal Jugo PO Box 1180 Mission, SD 57555	Terri Lynn Searby PO Box 1112 Mission, SD 57555	
Calvin Kills In'Water Sr. PO Box 649 St. Francis, SD 57572	Israel Sharp Fish PO Box 521 St. Francis, SD 57572	<u>MEMBERSHIP CHANGES:</u>
Michael S. LaPointe PO Box 261 Mission, SD 57555	Monique Sioux Bob PO Box 142 Rosebud, SD 57570	<i>Single to Joint:</i>
Eunice Marshall PO Box 164 White River, SD 57579	Essence Spotted Tail PO Box 153 St. Francis, SD 57572	Jolene One Star Or Peter J. Cummings PO Box 1447 Mission, SD 57555
Shawna Marshall PO Box 393 Mission, SD 57555	Jake C. Stoner PO Box 55 Kilgore, NE 69216	
Guy McBride PO Box 462 White River, SD 57579	Mary Carmel Temporal PO Box 20 St. Francis, SD 57572	

CHERRY-TODD ELECTRIC COOPERATIVE

MEMBERSHIP REFUNDS

JANUARY 25, 2021

TO BE REFUNDED

**EMMANUEL OLD LODGE
%LINDA OLD LODGE
PO BOX 1101
MISSION, SD 57555**

TO BE APPLIED

**ELAINE V. BURNETTE
%DEWEY BURNETTE
PO BOX 1544
MISSION, SD 57555**

**ALENA L. IYOTTE
%VIRGINIA LEFT HAND BULL
PO BOX 324
ST. FRANCIS, SD 57572**

**DUSTIN SHARPFISH
%ISRAEL SHARPFISH
PO BOX 521
ST. FRANCIS, SD 57572**

CHERRY-TODD ELECTRIC COOPERATIVE, INC.

ESTATE CAPITAL CREDIT RETIREMENT

JANUARY 25, 2022

NAME	TOTAL DUE	FULL ASSIGNMENT	DISCOUNTED PAYMENT
ELAINE V. BURNETTE	\$ 0.00		
BONNIE J. HOPPERDIETZEL	\$ 504.79		\$ 221.90
ALENA L. IYOTTE	\$ 3273.13		\$ 1413.26
EMMANUEL OLD LODGE	\$ 3769.70		\$ 2025.21
DUSTIN SHARPFISH	\$ 0.00		

CHERRY-TODD ELECTRIC COOPERATIVE, INC.
STOCK WATER WELLS
January 25, 2022 BOARD MEETING

<u>Name & Address:</u>	<u>Footage:</u>	<u>Annual Minimum:</u>
Taylor Assman 27923 Hwy 18 Mission, SD 57555 LOC: 41-10-03	0 – 1400 ft	\$258.36
Chance Colombe 28296 278 TH Ave Mission, SD 57555 LOC: 35-22-01	1401 – 3000 ft	\$403.80
Theresa Eastman PO Box 1617 Mission, SD 57555 LOC: 41-03-02	1401 – 3000 ft	\$403.80
MT Peterson Cattle, LLC Michael Peterson 90898 Peterson Rd Kilgore, NE 69216 LOC: 65-01-02	1401 – 3000 ft	\$403.80
MT Peterson Cattle, LLC Michael Peterson 90898 Peterson Rd Kilgore, NE 69216 LOC: 65-12-01	1401 – 3000 ft	\$403.80
MT Peterson Cattle, LLC Michael Peterson 90898 Peterson Rd Kilgore, NE 69216 LOC: 66-13-01	1401 – 3000 ft	\$403.80
MT Peterson Cattle, LLC Michael Peterson 90898 Peterson Rd Kilgore, NE 69216 LOC: 66-22-01	1401 – 3000 ft	\$403.80
MT Peterson Cattle, LLC Michael Peterson 90898 Peterson Rd Kilgore, NE 69216 LOC: 66-27-01	1401 – 3000 ft	\$403.80

CHERRY-TODD ELECTRIC COOPERATIVE, INC.
STOCK WATER WELLS
January 25, 2022 BOARD MEETING

<u>Name & Address:</u>	<u>Footage:</u>	<u>Annual Minimum:</u>
MT Peterson Cattle, LLC Michael Peterson 90898 Peterson Rd Kilgore, NE 69216 LOC: 67-18-01	0 – 1400 ft	\$258.36
Jake C Stoner PO Box 55 Kilgore, NE 69216 LOC: 65-25-02	0 – 1400 ft	\$574.32
The Bill Connot Ranch LLC Bill Connot 515 N. Government St Valentine, NE 69201	0 – 1400 ft	\$549.60

Cherry-Todd Electric Coop

RUS Form 219 Inventory of Work Orders

System Designation: 42041

Period: DEC 2021

02/16/2022 10:35:40 am

Inventory : 527

Budget	Project	Amount
1	- 102	1,954.75
1	- 602	29,930.48
1	- 607	125,165.90
1	0000	0.00
Total:		157,071.13

BORROWER CERTIFICATION

WE CERTIFY THAT THE COSTS OF CONSTRUCTION SHOWN ARE THE ACTUAL COSTS AND ARE REFLECTED IN THE GENERAL ACCOUNTING RECORDS. WE FURTHER CERTIFY THAT FUNDS REPRESENTED BY ADVANCES REQUESTED HAVE BEEN EXPENDED IN ACCORDANCE WITH THE PURPOSES ON THE LOAN, THE PROVISIONS OF THE LOAN CONTRACT AND MORTGAGE, RUS BULLETINS, AND THE CODE OF FEDERAL REGULATIONS RELATIVE TO THE ADVANCE OF FUNDS FOR WORK ORDER PURPOSES. WE CERTIFY THAT NO FUNDS ARE BEING REQUESTED FOR REIMBURSEMENT OF CONSTRUCTION WORK IN A CBRA AREA.

SIGNATURE (MANAGER) _____ DATE _____
 SIGNATURE (BOARD APPROVAL) _____ DATE _____

ENGINEERING CERTIFICATION

I HEREBY CERTIFY THAT SUFFICIENT INSPECTION HAS BEEN MADE OF THE CONSTRUCTION REPORTED BY THIS INVENTORY TO GIVE ME REASONABLE ASSURANCE THAT THE CONSTRUCTION COMPLIES WITH APPLICABLE SPECIFICATIONS AND STANDARDS AND MEETS APPROPRIATE CODE REQUIREMENTS AS TO STRENGTH AND SAFETY. THIS CERTIFICATION IS IN ACCORDANCE WITH ACCEPTABLE ENGINEERING PRACTICE.

INSPECTION PERFORMED BY _____ FIRM _____
 LICENSE NUMBER _____ DATE _____ SIGNATURE OF LICENSED ENGINEER _____