



Solutions for the Future

557 Kenny Wren Road • P.O. Box 350 • Dillingham, AK 99576

Ph: 907-842-5251 • Fx: 907-842-2799 • www.nushtel.com

Regular Scheduled Board of Directors Meeting

Tuesday, July 21, 2020

Nushagak Cooperative Board Room, 7:00 p.m.

MINUTES

Call to Order: Board President, Peter Andrew called the Regular Scheduled Board of Directors Meeting to order on Tuesday, July 21, 2020 in the Nushagak Cooperative Board Room. The time was 7:04 p.m.

Directors Present:

(Quorum Established)

Peter Andrew, President	Annie Fritze, Secretary (phone)
Wanda Wahl, Treasurer (phone)	Henry Strub, Vice-President (phone)
Bruce Baltar, Director (phone)	Chris Napoli, Director (phone)
Sue Flensburg, Director (phone)	Josh Bullock (phone)

Directors Absent: Steve Noonkesser, Director

Staff Present:

Robert Himschoot, CEO/GM
Bob Armstrong, Electric Operations Manager (phone)
Angie Venua, Senior Accountant (phone)
Gayla Powers, Human Resource Generalist

Guests:

Approval of Agenda: Chris Napoli motioned and Annie Fritze seconded the motion to approve the July 21, 2020 Regular Scheduled Board Meeting agenda. The motion carried 8-0.

Approval of Minutes: Bruce Baltar motioned and Josh Bullock seconded the motion to approve the June 16, 2020 Regular Scheduled Board Meeting Minutes with changes. The motion carried 8-0.

Guests and Member Comments: None

Action Item:

Reports:

- A. Bob Himschoot – Submitted a written report.
- B. Angie Venua – Submitted a written report.
Wanda Wahl thanked Angie Venua for the layout of the checkbook summary.
- C. Angela Thames – Submitted a written report.
- D. Bobby Armstrong – Submitted a written report.
- E. Trung Vo – Submitted a written report.

Safety Moments:

Mr. Armstrong presented the safety moment

Discussion/Review:

- A. General Board Discussion– Mr. Himschoot gave an overview on the reason for obtaining the line of credit from CFC for the proposed resolution. This line of credit is to cover emergency response in an event of a tank farm spill.
Sue Flensburg gave an update on her work in trying to get funding support for a data flow project which could potentially help Nushagak’s hydro project.
- B. General CEO Discussion – Mr. Himschoot talked about revisiting the budget and the revision based on the impacts this year. The new projections from actual to date and the impact from COVID. The projected margins are now \$217k for the electric division, \$155k for division 2, and \$82k for division 3. The combined revenue of \$13,149,087 and combined margins of \$454,937. This also does not include the paycheck protection program loan. Mr. Himschoot stated we will be putting in the application for this and if approved this will end up in the margins and could be over a million dollars. Wanda Wahl asked about the adjustment to the capital budget asked what the dollar amounts go to which project. Mr. Himschoot stated that he didn’t do an adjustment to the capital budget yet he stated that he can revise the capital budget and send it out.

Chris Napoli asked for a revision update on the hydro project. Mr. Himschoot stated that there has been interest in people joining the working group yet BBSRI has not responded yet. He is going to try and speak with Norm. AEA released request for proposal for the Renewable Energy Fund. He stated the highlight in the overview is for feasibility studies. He stated that Nushagak will probably put in an application for the hydro and the supplemental heat project. Sue Flensburg asked Mr. Himschoot what other entities and specifically if FRI have agreed to be on the advisory committee. Mr. Himschoot stated that FRI has not formally agreed but they seem enthusiastic about it.

Mr. Himschoot stated that KHE (Nushagak’s Lawyers) received a letter from the court in reference to our sales tax exemption with the City of Dillingham. The City has agreed to

state that they made a mistake in taking Nushagak's tax exemption and agree to give it back but is not offering to reimburse Nushagak in over \$25k that was taken from Nushagak. The board agreed that accepting the offer is acceptable.

Action Items:

- A. Resolution 2020-16 CERTIFIED COPY OF MINUTES AUTHORIZING AMENDMENT TO LETTER OF CREDIT FACILITY
Sue Flensburg motioned and Wanda Wahl seconded the motion to approve the resolution. The motion carried 8-0.

Director Items: Pete Andrew

General CEO Discussion- Mr. Himschoot stated that working on a co-location agreement with GCI to help with a capitalization cost and ongoing cost in Clark's Point and Manokotak. The Nushagak lawyers are currently working on the contract and it should be ready to present to the board next meeting.

Future Board Items-

Unfinished Business- Mr. Strub asked if we are going to put out anything about the roll out of the new microwave project. Mr. Himschoot gave an update on the final projects happening and stated that probably by August 1st the new system will have the membership moved over. At that time information will be put out to the membership about the new packages.

Future Meetings & Conference Dates: Postponed

Adjournment- Wanda Wahl motioned to adjourn the June 19, 2020 Regular Scheduled Board of Directors Meeting at 7:45 p.m. With no further business before the board Pete Andrew adjourned the meeting.

Respectfully Submitted By:

Gayla Powers, Human Resource Generalist 8/18/2020
Date

Approved By:

Annie Fritze, Secretary Date