

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF
BARTON COUNTY ELECTRIC COOPERATIVE, INC.
May 29, 2013**

A regular meeting of the Board of Directors of Barton County Electric Cooperative, Inc., (hereinafter referred to as "Cooperative") was held on May 29, 2013 at the offices of the Cooperative pursuant to previous Board resolution.

The meeting was called to order by President Douglas Haile. Kenny Owen, acting Secretary/Treasurer, caused the minutes of the meeting to be kept.

The following Directors were present: Douglas Haile, Barbara Barley, Ben Reed, Kevin Little, David Stump, Victor Higginbotham, Kenny Owen and Max Walters. Directors absent: Joel Maneval. Also present were Bobbi Jeffries, CEO; Rod Widger, General Counsel; and staff members Beverly Ramseyer, Jeff Hull, Monte Parker, Rusty Endicott, and Tara Littlejohn.

A prayer of invocation was offered by Bobbi Jeffries. Kevin Little led the Board in a recitation of the Pledge of Allegiance.

Mr. Widger conducted the election of officers. By ballot the following were elected: Douglas Haile, President; Kenny Owen, Vice-President; Joel Maneval, Secretary/Treasurer. Mr. Haile resumed the chair of the meeting.

Minutes of the regular meeting of April 24, 2013 were presented. On motion made by Ben Reed, seconded by Barbara Barley and passed, the minutes were approved as corrected.

Ms. Jeffries presented a list of 30 applications for membership. On motion made by David Stump, seconded by Max Walters and passed, the Board resolved to approve the memberships. A copy of the list was ordered attached to these minutes.

The Board reviewed written staff reports. Questions were answered by department managers. After discussion, on motion made by David Stump,

CALL TO ORDER

ROLL CALL

INVOCATION AND PLEDGE

ELECTION OF OFFICERS

MINUTES APPROVED

NEW MEMBERS

STAFF REPORTS

seconded by Victor Higginbotham and passed, the Board resolved to accept the reports. Staff members were excused from the meeting.

The Board reviewed the written Safety Report. After discussion, on motion made by Ben Reed, seconded by Kenny Owen and passed, the Board resolved to accept the safety report.

CEO Jeffries reported her attendance to the NRECA Legislative Conference. Current issues of interest included: RUS funding levels, coal ash disposal, electric water heater efficiency standards, and pole attachment fees.

Director Walters presented the KAMO report. Items of interest included: sales and margins, Osage Wind Farm construction, outage software, AECI environmental control systems, power plant water supply status, ISO operations, New Madrid rail spur, and Chamois plant decommissioning. Directors Owen, Barley, Stump, and Haile gave additional information regarding matters discussed during the AECI Director Update.

The Board reviewed the list of April disbursements. After questions and discussion, on motion made by Victor Higginbotham, seconded by David Stump and passed, the Board resolved to accept the report of disbursements.

Ms. Jeffries presented her monthly CEO report. Items of interest included the following:

- A. A proposal to share the cost of a physical security audit and vulnerability assessment conducted by Midwest Investigations. On motion made by Max Walters, seconded by Barbara Barley and passed, the Board resolved to participate in the cost of this review along with neighboring cooperatives.
- B. Annual Meeting review including evaluation of membership participation in voting.
- C. Ms. Jeffries reported a NRECA Safety Achievement inspection is scheduled and will be unannounced to employees.
- D. ADM rate review. Upon motion made by

SAFETY REPORT

NRECA LEGISLATIVE CONFERENCE

KAMO

DISBURSEMENTS

CEO REPORT

SECURITY AUDIT

ANNUAL MEETING REVIEW

NRECA INSPECTION

ADM RATE REVISION

Barbara Barley, seconded by Victor Higginbotham and passed, the Board resolved to adopt the recommendation of management to offer a reduced energy rate within the ADM contract.

E. Missouri Directors' Conference is scheduled for July 8-10.

Ms. Jeffries presented for review and approval the final 2012 IRS Form 990. On motion made by Kenny Owen, seconded by Max Walters and passed, the Board resolved to approve filing the 2012 IRS Form 990 as presented to the meeting.

The Board then entered into Executive Session.

At the conclusion of Executive Session, the President asked if there was any old business to come before the meeting and there was none.

The President asked for new business and there was none.

On motion made, seconded and passed, the meeting was adjourned at 12:02 p.m.

Secretary

Approved:

Chairman

DIRECTOR CONFERENCE

IRS FORM 990

EXECUTIVE SESSION

OLD BUSINESS

NEW BUSINESS

ADJOURNMENT