

ACROSS THE BOARD

July 11, 2016

Present were directors Alexander Doyle, president; David Luke, vice-president; Brian Rivet, secretary; Terry Trahan, treasurer; Tracy Duval, J. D. Boudreaux, Eroy Acosta, Roger Dale DeHart, Larry J. Daigle, and Advisor to the Board, Lloyd Gibson. Also attending were Joseph Ticheli, general manager, James Funderburk, attorney, and Yolanda George, member services supervisor.

After the invocation and pledge, the board approved the minutes and summary of the June 6, 2016, meeting, the ALEC minutes and 184 new members.

The financial report, approved by the board, highlighted interest earnings, cash on hand, rate comparison, line loss, kilowatt hour sales for the month, cumulative sales to date, cost of service, equity, TIER and electric and total revenue verses cost per kilowatt hour.

Following an update on upcoming schools, meetings and events, Mr. Ticheli reported on the following: (1) Rates for June showed SLECA to have the fourth lowest rates in the area; (2) Increased summer thunderstorm activity has increased SLECA's weather-related outages but they have been minor and service has been restored quickly; (3) The 2016 Region VIII meeting will be held in St. Louis, Missouri Wednesday, October 12-13 ; (4) The decline in coal production, which is at its lowest level In 35 years, appears to be getting worse. Less coal means higher prices which translates into higher fuel cost; (5) NRECA has chosen a new CEO to replace Jo Ann Emerson. Former Congress Jim Matheson will assume his duties as CEO sometime in July; (6) As part of

the sale agreement between Cleco and its new owner, it was agreed that each Cleco customer would receive a total credit of \$475. The credit will appear on the July bills, and will roll over until the entire credit is used up; and (7) The PSC finally met with the consultants handling pole attachments issues for the co-ops to review the new, updated pole attachment rates for SLECA that are based on an accounting formula. The purpose of the meeting was to get PSC pre-approval so any future arbitration would not be necessary.

The board then selected two voting delegates for the ALEC Annual Meeting, and approved the safety report showing employees have worked 3,240,291 hours without a lost time accident since December, 1996.

The board then approved the manager's report, safety report, and attorney's report and fees.

Following executive session, the board approved participating in any discussions, meetings and any possible arbitration between the co-ops and Louisiana Generating, including paying its share of any legal fees, concerning environmental issues related to the original Cajun Electric Consent Decree.

The meeting was adjourned.

You may obtain copies of the minutes by contacting SLECA, P.O. Box 4037, Houma, LA 70361 or by calling (985) 876-6880 or 1-800-256-8826.