

APPROVED

H-D ELECTRIC COOPERATIVE, INC. REGULAR MONTHLY BOARD MEETING May 22, 2026 (SUMMARY)

President Bert Rogness called the meeting to order with a quorum present. Secretary Todd Moritz conducted roll call and reported all directors were present. Members of management participated in the meeting as required.

The agenda and the April 17, 2026 Regular Board Meeting minutes and summary were reviewed and approved following discussion.

Treasurer Steve Hansen presented the Treasurer's Report, including cash receipts and disbursements, which was received and placed on file subject to audit. The Board also approved the Directors' April expenses.

Management and Department Reports

- **General Manager Report (Hotzler):** Reported on East River financial results, Basin Electric initiatives, cybersecurity and industry developments, workforce and operational updates, infrastructure projects, and member correspondence regarding the monthly service charge, with no action taken. Hotzler also presented the Cooperative Scorecard, membership activity report, cyber report, and Basin Board summary. The Board approved the April 2026 membership activity report.
- **Finance and Administration (Aberle):** Reviewed monthly financial reports, capital credit retirements, patronage allocations, and upcoming kWh tax payments. Multiple financial statements and cash flow reports were presented for Board review.
- **Operations (Kwasniewski):** Reported on line crew activities including service installations, pole replacements, inspection-related repairs, and the Robert Storm line conversion project. Summer line workers were hired, equipment updates were provided, and safety and outage reports were reviewed and approved.
- **Member Services/Wiring (Lundberg):** Reported on ongoing service work including water heater repairs, meter and load control conversions, generator installations, and construction projects. Staffing changes were discussed, including the hiring of Darren Matthes as Metering and Load Control Tech and posting of an apprentice/journeyman position. Service order and load management reports were also reviewed.
- **East River Report (Rogness):** Provided an oral report on East River Board activities and related system matters.
- **SDREA Report (Hansen):** Provided an oral report on SDREA Board activities.

APPROVED

Capital Credits

The Board reviewed estate and early retirement capital credit requests and approved payment of \$2,226.09 to members, with \$753.73 retained by the cooperative.

Executive Session

The Board entered executive session at 11:00 a.m. and returned at 11:10 a.m. with no action taken.

Other Activities

- The Board approved Resolution 26-37 authorizing USDA RUS REAP-ER system roles for the General Manager/CEO and Finance and Administration Manager.
- An NRECA Governance video on “Confidentiality Matters” was viewed by the Board.
- The Board appointed Director Niemann as Delegate and GM/CEO Hotzler as Alternate Delegate for the upcoming CFC Annual Meeting.

Upcoming Meetings

- a. CFC Forum – June 15–17, 2026
- b. Crystal Springs Rodeo – June 27, 2026
- c. H-D Electric Basin Tour – August 3–4, 2026
- d. Basin Annual Meeting – August 11–13, 2026

There being no further business, the meeting was adjourned on motion duly made, seconded, and carried.