



Board Packet

September 26, 2019





KENTUCKY MUNICIPAL ENERGY AGENCY

September 26, 2019	Committee Reports	Administration Reports	Discussion Topics	Action Items
	BROC	CEO		Strategic Plan Approval
		Finance and Accounting		
		Market Analytics		
		Member Communications		

October 23, 2019	Committee Reports	Administration Reports	Discussion Topics	Action Items
	Budget	CEO	Budget	
	Compensation	Finance and Accounting	Compensation	
		Market Analytics		
		Member Communications		

November 20, 2019	Committee Reports	Administration Reports	Discussion Topics	Action Items
	Budget	CEO		
	Compensation	Finance and Accounting		
		Market Analytics		
		Member Communications		

December 18, 2019	Committee Reports	Administration Reports	Discussion Topics	Action Items
	AR Project	CEO		CEO Compensation
	BROC	Finance and Accounting		
	Budget	Market Analytics		



	Compensation	Member Communications		
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January 23, 2019	Committee Reports	Administration Reports	Discussion Topics	Action Items
	AR Committee	CEO	FY 2021 Budget	
	Budget	Finance and Accounting		
		Market Analytics		
		Member Communications		

February 27, 2020	Committee Reports	Administration Reports	Discussion Topics	Action Items
	AR Committee	CEO	FY 2021 AR Rates Presentation	FY 2021 Budget
	Budget	Finance and Accounting		
		Market Analytics		
		Member Communications		

March 26, 2019	Committee Reports	Administration Reports	Discussion Topics	Action Items
	IRC	CEO		FY 2021 AR Rates
	BROC	Finance and Accounting		
	AR Committee	Market Analytics		
		Member Communications		

*** This calendar is intended for planning purposes and may be changed at any time.**

KYMEA COMMITTEE CALENDAR

2019

January	July
February	August
March	September
15 th IRC Committee-10am 20 th BROC Committee-8:30am	20 th IRC Committee-10am 26 th BROC Committee-8:30am
April	October
	23 rd Compensation Committee-10am
May	November
	19 th Budget Committee-2pm 20 th Compensation Committee-8:30am
June	December
13 th IRC Committee-10am 27 th BROC Committee-8:30am	13 th IRC Committee-10am 17 th Budget Committee-2pm 18 th BROC Committee-8:30am 18 th AR Rates Workshop-2pm

JANUARY

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JULY

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DECEMBER

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DISCOVER THE POWER OF ENERGY OPTIONS



Committee Members	Term Limit Expiration	Next Election	Meeting Frequency
Officers			
Ron Herd (Chairman)	May 23, 2021	May 23, 2021	
Josh Callihan (Vice Chairman)		May 23, 2021	
Chris Melton (Secretary)		May 23, 2021	
Kevin Howard (Treasurer)		May 23, 2021	
Executive Committee			As Needed
Ron Herd (Chairman)		May 23, 2021	
Josh Callihan (Vice Chairman)		May 23, 2021	
Chris Melton (Secretary)		May 23, 2021	
Kevin Howard (Treasurer)		May 23, 2021	
All Requirements Project Committee			December - February
Chris Melton (Chairman)	All AR Directors hold a seat	May 23, 2021	December: Workshop - Staff presents current year proforma
All AR Directors			January: Workshop - Staff present preliminary AR rate design
KYMEA CEO (non-voting)			February: Staff presents preliminary AR rates
KYMEA CFO (non-voting)			March: Committee approval/Board Approval of AR Rates
Board Risk Oversight Committee (BROC)			Quarterly
Gary Zheng (Chairman)		May 23, 2021	March, June, September, & December
Tim Lyons		May 23, 2021	
KYMEA CEO			
KYMEA CFO			
KYMEA Legal Counsel			
Internal Risk Committee (IRC)			Quarterly
KYMEA CEO (Chairman)			March, June, September, & December
KYMEA VP of Market Analytics			
KYMEA CFO			
KYMEA Legal Counsel			
Budget Committee			November - January
Chris Melton (Chairman)		May 23, 2021	November: Staff presents preliminary budget to committee
Josh Callihan		May 23, 2021	December: Complete committee changes/Budget committee approval
Mike Withrow		May 23, 2021	January: No meeting, Budget presented to board
KYMEA CEO (non-voting)			February: Board approval of budget
KYMEA CFO (non-voting)			
Compensation Committee			October - December
Ron Herd (Chairman)		May 23, 2021	October/November: Working group to establish CEO compensation December: Committee presents the CEO's compensation to the board
Josh Callihan		May 23, 2021	
Chris Melton		May 23, 2021	
Kevin Howard		May 23, 2021	
KYMEA Legal Counsel (non-voting)			
FERC Litigation Committee			October - December
Chris Melton			Working group during FERC litigation
Gary Zheng (Chairman)			
Tim Lyons			
KYMEA CEO			
KYMEA CFO			
KYMEA Legal Counsel			

KYMEA COMMITTEE CALENDAR

2020

January 22 nd AR Rates Workshop-3pm	July
February 27 th Budget Committee-10am 27 th AR Committee-10:30am	August
March 13 th IRC Committee-10am 26 th BROC Committee-8:30am 26 th AR Committee-10am	September 11 th IRC Committee-10am 24 th BROC Committee-8:30am
April	October 21 st Compensation Committee-10am
May	November 17 th Budget Committee-2pm 18 th Compensation Committee-8:30am
June 12 th IRC Committee-10am 25 th BROC Committee-8:30am	December 4 th IRC Committee-10am 15 th Budget Committee-2pm 16 th BROC Committee-8:30am 16 th AR Rates Workshop-2pm

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Gary Zheng (Chairman)			
Tim Lyons			
KYMEA CEO			
KYMEA CFO			
KYMEA Legal Counsel			



KENTUCKY MUNICIPAL ENERGY AGENCY

Notice of Meeting of the KYMEA Board of Directors

Location: 1700 Eastpoint Pkwy. Ste 220, Louisville, KY 40223

Thursday, September 26, 2019, 10 AM

A. Meeting Opening

- A.1 Attendance
- A.2 Guest Introductions
- A.3 Call to Order

B. Meeting Minutes

C. Financial Reports

D. Committee Reports

- D.1 BROC Report

E. Administration Reports

- E.1 CEO
- E.2 Finance & Accounting
- E.3 Member Communications

F. Discussion Topics

- F.1 Legislative Update

G. Action Items

- G.1 Audit Report
- G.2 Strategic Plan

H. Public Comments

I. Upcoming Meetings & Other Business

J. Closed Session

- J.1 Market Report/Hedging Strategy
- J.2 Other topics

K. Actions Related to Closed Session

L. Adjournment

Meeting Minutes





Meeting Minutes of the KYMEA Board of Directors

Location: Courtyard by Marriott, 2254 South Hwy 27, Somerset, KY 42501

Thursday, August 22, 2019, 10 AM

A. Meeting Opening

A.1. Attendance: Taken at 10:10 AM

Present Board Members:

Josh Callihan
Ronald Herd
Chris Melton
Mike Withrow
Philip King
Kevin Frizzell
Kevin Howard
Ramona Williams
Gary Zheng

Absent Board Members:

Carl Shoupe
Doug Hammers

Staff Present:

Michelle Hixon
Heather Overby
Doug Buresh
Rob Leesman

Others Present:

Charles Musson
Pat Pace
Tim Lyons
Susan Bishop
Tim Blodgett
Vent Foster
Hance Price
Walt Baldwin



Anna Marie Pavlik Rosen

A.2. Guest Introductions: The Chairman introduced Tim Blodgett with Hometown Connections as a guest at today's meeting.

A.3. Call to Order: Chairman, Ron Herd called the meeting to order at 10:10 AM. A quorum of board members was present, and the Board was ready to proceed with business.

B. Meeting Minutes

B.1 Approval of the regular minutes of July 24, 2019

Motion Passed: Approval of the July 24, 2019 meeting minutes passed with a motion by Josh Callihan and second by Chris Melton.

9 Yeas - 0 Nays.

Josh Callihan	Yes
Ronald Herd	Yes
Chris Melton	Yes
Mike Withrow	Yes
Carl Shoupe	Absent
Philip King	Yes
Kevin Frizzell	Yes
Doug Hammers	Absent
Kevin Howard	Yes
Ramona Williams	Yes
Gary Zheng	Yes

C. Financial Reports

B.2 Approval of last month's Financial Reports

Motion Passed: Approval of the previous month's financial reports passed with a motion by Mike Withrow and second by Josh Callihan.

9 Yeas - 0 Nays.

Josh Callihan	Yes
Ronald Herd	Yes



Chris Melton	Yes
Mike Withrow	Yes
Carl Shoupe	Absent
Philip King	Yes
Kevin Frizzell	Yes
Doug Hammers	Absent
Kevin Howard	Yes
Ramona Williams	Yes
Gary Zheng	Yes

D. Committee Reports

There was a brief discussion regarding the AR Project Committee workshop.

E. Administration Reports

E.1 CEO: Doug Buresh presented the CEO report regarding the agency's past and upcoming activities.

E.2 Finance & Accounting: Heather Overby presented to the Board any current and upcoming finance and accounting activities.

E.3 Member Communications: Michelle Hixon communicated to the board any upcoming events and member activities.

F. Discussion Topics

F.1 PURPA: This was a brief update on the status of the PURPA filing.

F.2 Legislative Update: Doug Buresh gave an update on legislative activities.

F.3 KYMEA Distribution Services: Doug Buresh discussed with the Board KYMEA's distribution services.

Motion Passed: Approval of the attached resolution passed with a motion by Chris Melton and a second by Gary Zheng.

RESOLUTION OF THE KENTUCKY MUNICIPAL ENERGY AGENCY

WHEREAS, the Kentucky Municipal Energy Agency ("KYMEA") desires to prepare an Integrated Resource Plan (the "IRP") for future power sources to serve KYMEA and its Members; and

WHEREAS, the IRP will be developed under the direction of KYMEA's President and CEO and the other KYMEA officers; and



WHEREAS, KYMEA desires to plan for its future power sources with a broad range of opportunities that may include KYMEA participation with other public agencies, municipal electric systems, joint agencies, cooperatives or independent operators, within or without the Commonwealth of Kentucky ("Potential Participants") who may be soliciting or needing power resources; and

WHEREAS, one or more Potential Participants, who are considered a public agency, may desire or request membership in KYMEA as such Potential Participant is soliciting proposals for power resource requirements for itself; and

WHEREAS, the KYMEA Board acknowledges that it may be mutually beneficial to KYMEA and its Members to plan jointly with Potential Participants for the purpose of participation with KYMEA in acquiring power resources and developing the IRP;

NOW THEREFORE BE IT RESOLVED:

Section 1. That KYMEA officers are hereby directed to develop an IRP, which may include joint resources with Potential Participants, and the KYMEA officers may review, disseminate and receive information relating to potential power resources, subject however to information which KYMEA officers determine should not be disclosed by KYMEA or any of its Members due to its confidential nature or any non-disclosure agreements.

Section 2. The President and CEO and other officers are authorized and directed to undertake and exercise such strategies and options as they deem necessary or prudent to develop a comprehensive IRP and to communicate with Potential Participants, for as long as there appears to opportunities for potential benefits of the parties, that may include an ongoing relationship between KYMEA and one or more Potential Participant for the purposes of power supply planning, transmission facility planning and coordination, and potential membership in KYMEA.

Section 3. For the purpose of affecting the desires of the Board as set forth in this Resolution and to provide assistance, direction and guidance, if needed, to the President and CEO and other officers, the Executive Committee is directed to meet as necessary in the absence of the Board being able to meet and provide such assistance, direction and guidance.

9 Yeas - 0 Nays.



Josh Callihan	Yes
Ronald Herd	Yes
Chris Melton	Yes
Mike Withrow	Yes
Carl Shoupe	Absent
Philip King	Yes
Kevin Frizzell	Yes
Doug Hammers	Absent
Kevin Howard	Yes
Ramona Williams	Yes
Gary Zheng	Yes

F.4 Planning Process: Doug Buresh discussed specifics in regards to the IRP timeline.

G. Action Items

No other action items were necessary

H. Public Comments

This was an opportunity for members of the public to provide input to the KYMEA Board and was limited to 5 minutes per speaker. No comments were made.

I. Upcoming Meetings and Other Business

The KYMEA Board of Directors shall hold its regular meetings on the fourth Thursday of each month, except for the months of November and December when the regular meeting shall be held on the third Wednesday. The regular meetings shall convene and commence at 10:00 AM Eastern time on said dates. The regular meetings shall be held at the KYMEA Board Room, 1700 Eastpoint Pkwy, Suite 220, Louisville, Kentucky.

J. Closed Session

Closed Session Authorization for August 22, 2019 KYMEA Board Meeting

Approval to enter into Closed Session pursuant to KRS 61.810(1)(c); KRS 61.810(1)(k); KRS 61.878(1)(c) and KRS 61.878(1)(j) for the purpose of:



- (i) discussing proposed, potential or pending litigation relating to KYMEA and its members relating to transmission issues;
- (ii) discussing proposed or potential power purchases or sales that have been disclosed in confidentiality to KYMEA; and
- (iii) discussing the market report and KYMEA's future and potential hedging strategy

KRS 61.810(1)(c) allows for closed session for the purpose of discussing proposed, potential and pending litigation relating to the agency.

KRS 61.810(1)(k) and 61.878(1)(c) allow for closed session where discussions regarding records or information disclosed to the agency or required to be disclosed to the agency as confidential or proprietary would, if disclosed by the agency, provide an unfair advantage to competitors of the entity disclosing such information.

KRS 61.810(1)(k) and 61.878(1)(j) allow for closed session where presentation, discussion and review of preliminary recommendations and preliminary memoranda in which opinions are expressed or policies formulated or recommended.

Motion Passed: Motion to enter into closed session passed with a motion by Mike Withrow and a second by Kevin Howard.

9 Yeas - 0 Nays.

Josh Callihan	Yes
Ronald Herd	Yes
Chris Melton	Yes
Mike Withrow	Yes
Carl Shoupe	Absent
Philip King	Yes
Kevin Frizzell	Yes
Doug Hammers	Absent
Kevin Howard	Yes
Ramona Williams	Yes
Gary Zheng	Yes

Motion Passed: Motion to return to open session passed with a motion by Philip King and a second by Ramona Williams.

9 Yeas - 0 Nays.

Josh Callihan	Yes
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Ronald Herd	Yes
Chris Melton	Yes
Mike Withrow	Yes
Carl Shoupe	Absent
Philip King	Yes
Kevin Frizzell	Yes
Doug Hammers	Absent
Kevin Howard	Yes
Ramona Williams	Yes
Gary Zheng	Yes

K. Actions Related to Closed Session

No action was needed.

L. Adjournment

Motion Passed: Motion to adjourn the KYMEA board meeting passed with a motion by Chris Melton and a second by Mike Withrow.

9 Yeas - 0 Nays.

Josh Callihan	Yes
Ronald Herd	Yes
Chris Melton	Yes
Mike Withrow	Yes
Carl Shoupe	Absent
Philip King	Yes
Kevin Frizzell	Yes
Doug Hammers	Absent
Kevin Howard	Yes
Ramona Williams	Yes
Gary Zheng	Yes

X

Chairperson

X

Secretary

Financial Reports





Financial Presentation

September 26, 2019

Statement of Net Position – Aug 2019

1. Checking account cash

2. Billing to AR &
Transmission service
members and ancillary
services



KENTUCKY MUNICIPAL ENERGY AGENCY

Statements of Net Position Aug-19

HRO

	Aug 2019
ASSETS	
CURRENT ASSETS	
Cash and investments	\$ 4,044,540 ¹
Other receivables	8,599,882 ²
Prepayments	9,568
Total Current Assets	12,653,990

Statement of Net Position – Aug 2019

3. Collateral represents \$1.2M
at MISO and \$800k at PJM

4. Fixed asset clearing
represents project to date
costs to install additional
meter equipment at Paducah

NON-CURRENT ASSETS

Restricted Assets

Pledged collateral	1,978,471
Interest receivable	-
Total Restricted Assets	1,978,471

3

Capital Assets

Fixed Asset Clearing Account	7,110
Office Buildout	253,638
Meters - AR Project	193,817
Meter Comm Equipment	330,672
General Plant	667,104
Construction work in progress	-
Less Accumulated Depreciation	(108,548)
Net Capital Assets	1,343,793

4

Total Non-Current Assets 3,322,264

Total Assets 15,976,254

Statement of Net Position – Aug 2019

5. AP represents purchase power

6. Deferred Lease Liability represents the difference in average monthly rent for term of office lease and actual lease payments

7. Line of Credit paid off in August

8. Positive net position

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	\$	10,716,837
Accrued Employee Benefits		92,876
Accrued interest payable		37,863
Total Current Liabilities		10,847,576

NON-CURRENT LIABILITIES

Deferred Lease Liability		33,749
Line of Credit		-
Total Non-Current Liabilities		33,749

Total Liabilities		10,881,325
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Net Position

Invested in capital assets, net of related debt		1,336,683
Restricted		-
Unrestricted		3,758,246
TOTAL NET POSITION		5,094,929

Revenue, Expenses, and Changes in Net Position – Aug 2019

9. Sales to AR Members

10. Sales of transmission and ancillary services

11. Transmission from MISO, PJM, and KU net of depancaking credit

12. All purchase power including PPA, ITO, and SEPA

13. Positive net income

CONSOLIDATED STATEMENTS OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION

	August 2019	YTD FY20	
OPERATING REVENUES			
Sales to members	\$ 7,987,148	\$ 15,867,387	9
Other revenues	70,806	168,964	10
TOTAL OPERATING REVENUE	8,057,954	16,036,352	
OPERATING EXPENSES			
Transmission	736,341	1,396,949	11
Production	5,655,656	11,445,482	
Other operating	148,958	245,818	12
Maintenance	64	686	
Depreciation	13,426	27,291	
Future recoverable costs	-	-	
TOTAL PURCHASE POWER AND OPERATING EXPENSES	6,554,444	13,116,226	
OPERATING INCOME	1,503,509	2,920,126	
NON-OPERATING REVENUES (EXPENSES)			
Interest expense on debt	(4,378)	(18,732)	
Interest income	-	2,776	
Other non-operating expenses (income)	(9,855)	(13,760)	
TOTAL NONOPERATING REVENUES (EXPENSES)	(14,234)	(29,716)	
CHANGE IN NET POSITION	1,489,276	2,890,410	13
NET POSITION AT BEGINNING OF PERIOD	\$ 3,605,653	2,204,519	
NET POSITION AT END OF PERIOD	\$ 5,094,929	5,094,929	

Indirect Cash Flow— Aug 2019

14. Net Income

15. Timing of Accounts Payable has largest effect of operational items on cash.

16. Change in Other Prop & Invest due to withdrawal of collateral held at PJM and increase of MISO collateral

17. Payoff line of credit

18. Cash balance in checking account

CONSOLIDATED STATEMENT OF CASH FLOWS	CY		CY	
	Month Ended		YTD	
	8/31/2019		FY 2020	
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
NET INCOME	\$	1,489,276	\$	2,890,410
ADJUSTMENTS TO RECONCILE NET INCOME TO NET CASH:				
DEPRECIATION	\$	13,426	\$	27,291
AMORTIZATION OF:				
ACQUISITION ADJUSTMENT			\$	-
			\$	-
CHANGES IN CURRENT & DEFERRED ITEMS:				
ACCOUNTS RECEIVABLE	\$	(11,504)	\$	(624,770)
MATERIALS & SUPPLIES			\$	-
PREPAYMENTS & OTHER CURRENT ASSETS	\$	-	\$	1,196
DEFERRED DEBITS	\$	2,360	\$	2,360
OTHER REG ASSETS AND DEFERRED OUTFLOW OF RESOURCES			\$	-
ACCOUNTS PAYABLE	\$	(350,980)	\$	2,708,994
COLLATERAL DEPOSITS			\$	-
TAXES & INTEREST ACCRUED	\$	5,641	\$	20,963
OTHER CURRENT LIABILITIES	\$	2,797	\$	4,363
DEFERRED CREDITS	\$	647	\$	1,294
OTHER			\$	-
NET CASH PROVIDED BY (USED IN) OPERATION	\$	1,151,663	\$	5,032,099
CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES				
ADDITIONS TO PLANT	\$	(25,868)	\$	(7,626)
NET CHANGE IN OTHER PROP & INVEST	\$	297,640	\$	297,640
PLANT SOLD (PURCHASED) - NONINSTALLMENT METHOD	\$	-	\$	-
OTHER - ASSET RETIREMENT OBLIGATIONS	\$	-	\$	-
NET CASH PROVIDED BY (USED IN) INVESTING	\$	271,772	\$	290,014
CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES				
LONG TERM BORROWINGS	\$	-	\$	-
PAYMENT ON LONG TERM DEBT	\$	(4,032,768)	\$	(9,032,768)
OTHER	\$	-	\$	-
NET CASH PROVIDED BY (USED IN) FINANCING	\$	(4,032,768)	\$	(9,032,768)
NET INCREASE (DECREASE) IN CASH & TEMP INVESTMENTS	\$	(2,609,333)	\$	(3,710,654)
CASH & TEMP INVESTMENTS BEGINNING PERIOD	\$	6,653,872	\$	7,755,194
CASH & TEMP INVESTMENTS END OF PERIOD	\$	4,044,540	\$	4,044,540



KENTUCKY MUNICIPAL ENERGY AGENCY

Statements of Net Position
Aug-19

HRO

	Aug 2019
ASSETS	
CURRENT ASSETS	
Cash and investments	\$ 4,044,540
Other receivables	8,599,882
Prepayments	9,568
Total Current Assets	12,653,990
NON-CURRENT ASSETS	
Restricted Assets	
Pledged collateral	1,978,471
Interest receivable	-
Total Restricted Assets	1,978,471
Capital Assets	
Fixed Asset Clearing Account	7,110
Office Buildout	253,638
Meters - AR Project	193,817
Meter Comm Equipment	330,672
General Plant	667,104
Construction work in progress	-
Less Accumulated Depreciation	(108,548)
Net Capital Assets	1,343,793
Total Non-Current Assets	3,322,264
Total Assets	15,976,254



KENTUCKY MUNICIPAL ENERGY AGENCY

Statements of Net Position
Aug-19

HRO

Aug
2019

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	\$	10,716,837
Accrued Employee Benefits		92,876
Accrued interest payable		37,863
Total Current Liabilities		10,847,576

NON-CURRENT LIABILITIES

Deferred Lease Liability	33,749
Line of Credit	-
Total Non-Current Liabilities	33,749

Total Liabilities 10,881,325

Net Position

Invested in capital assets, net of related debt	1,336,683
Restricted	-
Unrestricted	3,758,246
TOTAL NET POSITION	5,094,929



KENTUCKY MUNICIPAL ENERGY AGENCY

HRO

**CONSOLIDATED STATEMENTS OF REVENUE, EXPENSES, AND
CHANGES IN NET POSITION**

	August 2019	YTD FY20
OPERATING REVENUES		
Sales to members	\$ 7,987,148	\$ 15,867,387
Other revenues	70,806	168,964
TOTAL OPERATING REVENUE	8,057,954	16,036,352
OPERATING EXPENSES		
Transmission	736,341	1,396,949
Production	5,655,656	11,445,482
Other operating	148,958	245,818
Maintenance	64	686
Depreciation	13,426	27,291
Future recoverable costs	-	-
TOTAL PURCHASE POWER AND OPERATING EXPENSES	6,554,444	13,116,226
OPERATING INCOME	1,503,509	2,920,126
NON-OPERATING REVENUES (EXPENSES)		
Interest expense on debt	(4,378)	(18,732)
Interest income	-	2,776
Other non-operating expenses (income)	(9,855)	(13,760)
TOTAL NONOPERATING REVENUES (EXPENSES)	(14,234)	(29,716)
CHANGE IN NET POSITION	1,489,276	2,890,410
NET POSITION AT BEGINNING OF PERIOD	\$ 3,605,653	2,204,519
NET POSITION AT END OF PERIOD	\$ 5,094,929	5,094,929



KENTUCKY MUNICIPAL ENERGY AGENCY

HRO
9/13/2019

CONSOLIDATED STATEMENT OF CASH FLOWS	CY Month Ended 8/31/2019	CY YTD FY 2020
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
NET INCOME	\$ 1,489,276	\$ 2,890,410
ADJUSTMENTS TO RECONCILE NET INCOME TO NET CASH:		
DEPRECIATION	\$ 13,426	\$ 27,291
AMORTIZATION OF:		
ACQUISITION ADJUSTMENT		\$ -
		\$ -
CHANGES IN CURRENT & DEFERRED ITEMS:		
ACCOUNTS RECEIVABLE	\$ (11,504)	\$ (624,770)
MATERIALS & SUPPLIES		\$ -
PREPAYMENTS & OTHER CURRENT ASSETS	\$ -	\$ 1,196
DEFERRED DEBITS	\$ 2,360	\$ 2,360
OTHER REG ASSETS AND DEFERRED OUTFLOW OF RESOURCES		\$ -
ACCOUNTS PAYABLE	\$ (350,980)	\$ 2,708,994
COLLATERAL DEPOSITS		\$ -
TAXES & INTEREST ACCRUED	\$ 5,641	\$ 20,963
OTHER CURRENT LIABILITIES	\$ 2,797	\$ 4,363
DEFERRED CREDITS	\$ 647	\$ 1,294
OTHER		\$ -
NET CASH PROVIDED BY (USED IN) OPERATION	\$ 1,151,663	\$ 5,032,099
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OTHER - ASSET RETIREMENT OBLIGATIONS	\$ -	\$ -
NET CASH PROVIDED BY (USED IN) INVESTING	\$ 271,772	\$ 290,014
CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES		
LONG TERM BORROWINGS	\$ -	\$ -
PAYMENT ON LONG TERM DEBT	\$ (4,032,768)	\$ (9,032,768)
OTHER	\$ -	\$ -
NET CASH PROVIDED BY (USED IN) FINANCING	\$ (4,032,768)	\$ (9,032,768)
NET INCREASE (DECREASE) IN CASH & TEMP INVESTMENTS	\$ (2,609,333)	\$ (3,710,654)
CASH & TEMP INVESTMENTS BEGINNING PERIOD	\$ 6,653,872	\$ 7,755,194
CASH & TEMP INVESTMENTS END OF PERIOD	\$ 4,044,540	\$ 4,044,540

Committee Reports

D. Committee Reports

D.1 BROC Report



Administration Reports

E. Administration Reports

- E.1 CEO
- E.2 Finance & Accounting
- E.3 Member Communications

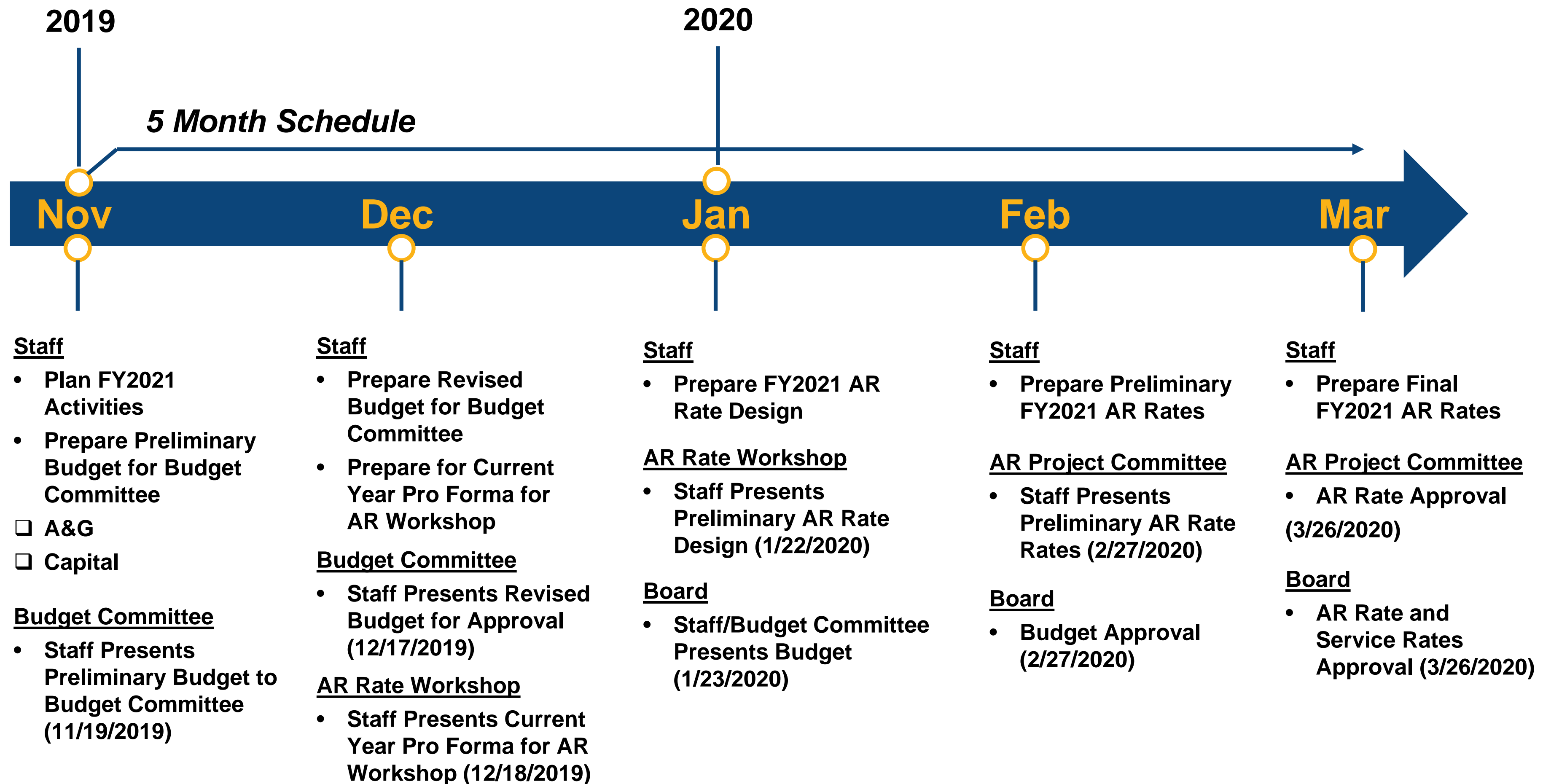


President & CEO Update

Doug Buresh

September 26, 2019

FY2021 Budget and AR Rate Process



2019 KENTUCKY GOVERNOR'S CONFERENCE ON ENERGY AND THE ENVIRONMENT



GOVERNOR'S CONFERENCE ON ENERGY & THE ENVIRONMENT

September 20, 2019
Lexington Convention Center

7:30 AM
Registration (Breakfast on your own)

8:30 AM
Welcome: Secretary Charles Snively, Kentucky Energy & Environment Cabinet
Opening Remarks: Matt Leopold, USEPA, General Counsel

9:00 AM
Panel Discussion on Legislative Issues
Participants will discuss the results of the 2019 legislative session, and expectations for the 2020 session
Moderator: Renee Shaw, KET
Secretary Charles Snively, Ky Energy & Environment Cabinet
Sen. Brandon Smith, Chair, Senate Natural Resources & Energy Committee
Rep. Jim Gooch, Chair, House Natural Resources & Energy Committee
Kate Shanks, Vice-President of Policy Development, Ky Chamber of Commerce
Tom Fitzgerald, Director, Ky Resources Council

10:15 AM
Break

10:30 AM
Panel Discussion: Department of Environmental Protection
Collaboration between EPA and DEP on topics such as the waters of the US, Affordable Clean Energy Rule, and priorities for 2020 and beyond.
Moderator: Sean Alteri, Deputy Commissioner, Ky Department for Environmental Protection
Mary Walker, EPA Regional Administrator, Region 4
Tony Hatton, Commissioner, Ky Department for Environmental Protection
Peter Goodmann, Director, Ky Division of Water
Melissa Duff, Director, Ky Division for Air Quality

11:45 AM
Awards Luncheon
Introduction: Secretary Charles Snively, Ky Energy and Environment Cabinet
Keynote Speaker: Matt Bevin, Governor of Ky
Awards Presentation: John Mura, Executive Director, Office of Communication, EEC

1:30 PM
Panel Discussion: Department for Natural Resources
Speakers will discuss the White Oak Initiative, sustaining Kentucky's forest and bourbon industries, and Ky Nature Preserves' management of endangered species and natural areas.

GOVERNOR'S CONFERENCE ON ENERGY & THE ENVIRONMENT

Panel Discussion: Department for Natural Resources (Continued)

Moderator: Paulette Akers, Director, Division of Conservation

Jeff Stringer, UK Department of Forestry Chair
"Overview of White Oak in Ky in what led to White Oak Initiative"

Jordy Jordahl, Interim Director of National White Oak Initiative, American Forest Foundation
"What is the White Oak Initiative and how will it be delivered on the ground"

Speaker TBD, Ky Distillers Association
"Importance of bourbon in Ky, demand growth, relation to hardwood industry - specifically white oak"

Zeb Weese, Executive Director, Office of Ky Nature Preserves
"Managing Ky's Endangered Species and Natural Areas"

2:45 PM
Break

3:00 PM

Panel Discussion: Public Service Commission

A discussion with utility representatives on the nexus between environmental regulations and the role of the economic regulator. An update on priority PSC initiatives will also be provided.

Moderator: Talina Mathews, PSC Commissioner
Panelists, Part I:

David Crews, Senior Vice President of Power Supply, East Ky Power Cooperative

Robert Conroy, Vice President, State Regulation and Rates, L&GE/KU

Speakers, Part II:

Michael Schmitt, PSC Chairman

Robert Cicero, PSC Vice Chairman

Gwen Pinson, PSC Executive Director

4:15 PM

Adjourn: Secretary Charles Snively, Kentucky Energy & Environment Cabinet



CFO Report

Heather Overby
September 26, 2019

Accounting System Migration to SEDC

- ◆ SEDC Accounting System conversion personnel were on site 8/26/19 – 8/30/19 for staff training. Implementation complete.
- ◆ SEDC Retriever Imaging personnel to be on site October 3-4 for staff training.
- ◆ SEDC Report IQ server is operational. KYMEA staff will attend 3 webinars in October for training.



Member Communications

September 26, 2019

October 6-12

Look in your email for ideas and web templates to promote “Public Power Week” in your community.

- Videos
- Infographics
- News release
- Coloring Sheets



<https://www.publicpower.org/event/public-power-week#event-1>

October Board Meeting/KMUA Meeting

October Board & KMUA Meeting

Wednesday, October 23

1:00 PM KYMEA Board Meeting at DoubleTree by Hilton

6:30 PM Dinner at [Malone's Prime](#)

Thursday, October 24

11:30 AM Phoenix Room @ Keenland

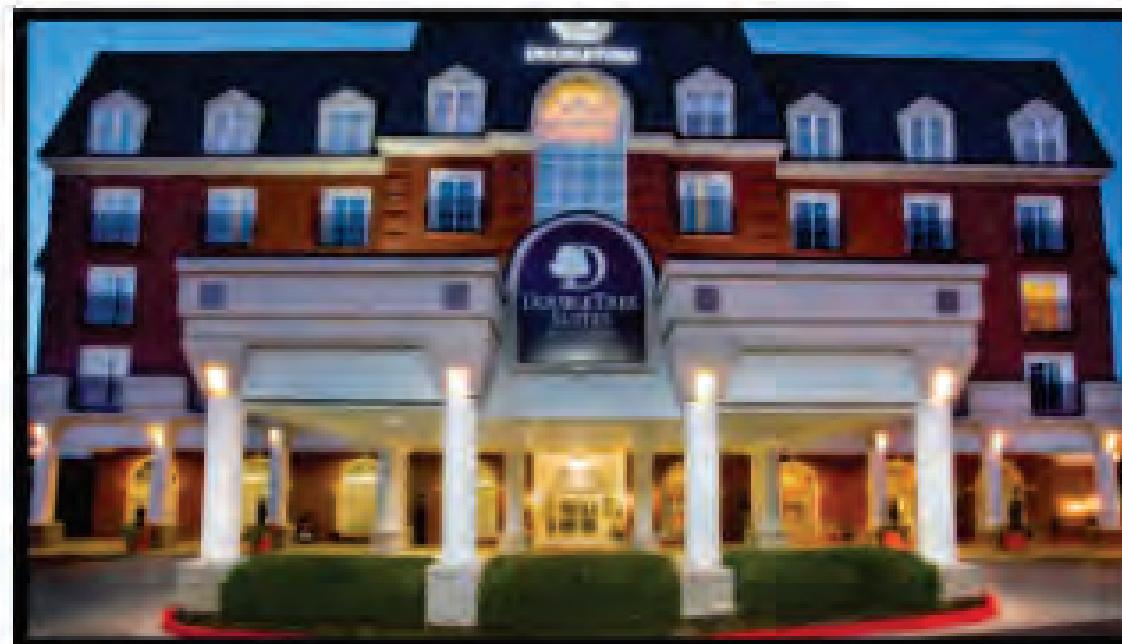
Dress Code: collared shirt, sport coat (optional)

6:00 PM Reception & Dinner at DoubleTree by Hilton

Friday, October 25

8:00 - 9:00 AM KMUA Breakfast

9:00 AM KMUA Board Meeting at DoubleTree by Hilton



Lexington Hotel Reservations

DoubleTree Suites by Hilton

3601 Richmond Rd.
Lexington, KY 40509
TEL: (859) 268-0060

[Directions](#)

Discussion Topics and Miscellaneous Materials

F. Discussion Topics

F.1 Legislative Update



Action Items

G. Action Items

- G.1 Audit Report
- G.2 Strategic Plan



Public Comments



Upcoming Meetings and Other Business

The KYMEA Board of Directors shall hold its regular meetings on the fourth Thursday of each month, except for the months of November and December when the regular meeting shall be held on the third Wednesday. The regular meetings shall convene and commence at 10:00 AM Eastern time on said dates. The regular meetings shall be held at the KYMEA Board Room, 1700 Eastpoint Pkwy, Suite 220, Louisville, Kentucky.



Closed Session



Closed Session Authorization for September 26, 2019 KYMEA Board Meeting

Approval to enter into Closed Session pursuant to KRS 61.810(1)(c); KRS 61.810(1)(k); and KRS 61.878(1)(j) for the purpose of:

- (i) discussing proposed, potential or pending litigation relating to KYMEA and its members relating to transmission issues; and
- (ii) discussing the market report and KYMEA's future and potential hedging strategy

KRS 61.810(1)(c) allows for closed session for the purpose of discussing proposed, potential and pending litigation relating to the agency.

KRS 61.810(1)(k) and 61.878(1)(j) allow for closed session where presentation, discussion and review of preliminary recommendations and preliminary memoranda in which opinions are expressed or policies formulated or recommended.

Actions Related to Matters Discussed in Closed Session

None Expected



Adjournment

