LAKE REGION ELECTRIC COOPERATIVE, INC.
MINUTES OF THE REGULAR MONTHLY MEETING OF THE BOARD OF TRUSTEES

The regular monthly meeting was held Tuesday, October 6, 2026 in the LREC Boardroom. President Manes called the meeting to order at 9:05 a.m.

Roll call by Recording Secretary Ryals determined a quorum with all seven Trustees present.

Others present included Clark, CEO; Walker, Director of Finance and Administration; Latty, Director of Operations; Welch, Director of IT and Broadband; Jones, Accounting Manager; Mattes, Director of Marketing and Member Services; Ryals, Executive Administrative Assistant and Tina Glory-Jordan, Cooperative Attorney.

A motion was made by Trustee Vann and seconded by Trustee Walls to waive the reading of and to approve the minutes of the regular monthly board meeting of September 1, 2026 as written. Copies were previously mailed to each Trustee. The motion carried unanimously.

STAFF REPORTS

Marketing and Member Relations Update – Larry Mattes, Director of Marketing and Member Services reported on the following items:

- Rebate Update
- Co-op Month Update
- Legislative Dinner Update
- Provided Team Meals for Keys, Fort Gibson, Hulbert and Tahlequah Football Update
- Hulbert Harvest Fest Update
- Hulbert Homecoming Parade Update
- Participating in Hulbert Trunk or Treat on October 31st
- Partnering with Hulbert Elementary for a Halloween Candy Walk -Through at the Hulbert Office on October 30th
- Shoot for the Nations Update
- RE: Member Campaign Update
- Fort Gibson Smoking the Fort Update
- Cherokee Nation Apprenticeship Forum Update
- Wagoner Outreach Update

Financial Report – Leisa Walker, Director of Finance and Administration reported on the following items:

- Financial Report
- Budget to Actual Comparison for August 2026

Engineering and Operations Report – Jerry Latty, Director of Operations reported on the following items:

- Operations Update
- Electric Contractors Update
- Right-of-Way Update
- Staking Update
- Fleet Update

- Outage Report Update
- Safety Report – There were three accidents to report for August 2026
- Terms and Conditions Update:
    - 104.2 Modified language to say payments made after 2:30 may result in next business day connect
    - 111.2.3 Modified language to say Cooperative may install member supplied breaker box
    - 203.2.3 Modified language to include cost of recreating and securing easements if an easement is obstructed

NEW BUSINESS

A motion was made by Trustee Lamons and seconded by Trustee Teague to approve the rescinding of memberships for all members for whom service has been discontinued since the last regular board meeting and to accept as new members all those applicants for membership whose applications have been received. The motion carried unanimously.

A motion was made by Trustee Walls and seconded by Trustee Shankle to appoint Trustee Cooper as the voting delegate representative and Trustee Lamons as the voting alternate representative for CFC at the 2026 NRECA Regions 8-10 District Meeting. The motion carried unanimously.

A motion was made by Trustee Cooper and seconded by Trustee Walls to appoint Trustee Lamons as the voting delegate representative and Trustee Manes as the voting alternate representative for the Federated Rural Electric Insurance Exchange Election of Directors at the 2026 NRECA Regions 8 - 10 District Meeting. The motion carried unanimously.

A motion was made by Trustee Cooper and seconded by Trustee Vann to accept the bid submitted by Briscoe, Burke and Grigsby to perform the cooperative's financial audits for a three-year term covering 2027 through 2029. The motion carried unanimously.

A motion was made by Trustee Teague and seconded by Trustee Lamons to retire $663,358 in capital credits. LREC will retire $541,131 of 1995 capital credits, and $122,227 of 2025 capital credits. Capital credit retirements will be distributed in December as bill credits for active accounts. Checks for inactive accounts will be issued around December 10. Inactive members will also receive a check. The motion carried unanimously.

PRESIDENT AND TRUSTEE REPORTS

KAMO Update - Trustee Teague reported his and CEO Clark's attendance at the KAMO monthly meeting September 11, 2026. Copies of KAMO's board summary report of items discussed were distributed to each Trustee.

UPDATE OF LEGAL MATTERS – Tina Glory-Jordan reported that there were no items requiring discussion or action at this time. No action taken.

LREC CEO REPORT – CEO Clark reported on the following items:

- KWH Sales
- Periodic Load Data Report
- Capital Expenditures Budget to Actual Comparison Update
- Manager's Report:
    - Employee Update was presented

- EPA Power Plant Repealed
- LREC 2026 Peaks
- KAMO Managers Group Meeting with David Tudor was held on September 30
- Budget Finance Committee Meeting will be held on November 19
- Large-load NDA discussed

LRTC FINANCIAL REPORT - Wenonah Jones, Accounting Manager, reported on the following items:

- Financial Report
- Budget to Actual Comparison for August 2026

LRTC OPERATIONS REPORT– Jarrod Welch, Director of IT and Broadband reported on the following items:

- OBO CPF Closeout Update
- Wagoner Build Update
- NISC Migration Update
- Fort Gibson Update
- Outage Report Update
- Total Subscribers 15,290

A motion was made by Trustee Shankle and seconded by Trustee Lamons to go into executive session at 11:58 a.m. for the purpose of reviewing the Employee and CEO pay adjustments. The motion carried unanimously.

A motion was made by Trustee Shankle and seconded by Trustee Lamons to come out of executive session at 12:35 p.m. and resume regular session with no action taken during the executive session. The motion carried unanimously.

A motion was made by Trustee Lamons and seconded by Trustee Shankle to approve annual 1% pay increases as presented. The motion carried unanimously.

A motion was made by Trustee Vann and seconded by Trustee Walls to approve the CEO Evaluation and pay adjustment as presented. The motion carried unanimously.

OTHER BUSINESS

Any Unforeseen Business – None

Announcements – None

A motion was made by Trustee Lamons and seconded by Trustee Shankle to adjourn the regular monthly meeting at 12:52 p.m. The motion carried unanimously.

Randall Shankle, Secretary/Treasurer

Diana Ryals, Recording Secretary