

LAKE REGION ELECTRIC COOPERATIVE, INC.

MINUTES OF THE REGULAR MONTHLY MEETING OF THE BOARD OF TRUSTEES

The regular monthly meeting was held Tuesday, August 4, 2026 in the LREC Boardroom. President Manes called the meeting to order at 9:07 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; Farmer, Dispatch Supervisor; Hamid Vahdatipour and Tina Glory-Jordan, Cooperative Attorney.

A motion was made by Trustee Teague and seconded by Trustee Cooper to waive the reading of and to approve the minutes of the regular monthly board meeting of July 7, 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
- Back to School Event for Hulbert, Tahlequah, Wagoner and Fort Gibson Update
- Gross Receipt Tax Update
- Employee Appreciation Summer Storm Special Edition Hats Update
- OAEC Shoots for the Nations Update
- Legislative Appreciation Dinner Update
- LRTC Celebrated a Milestone of 15,000 Customers
- Fort Gibson Smoking the Fort Update
- Fort Gibson Football Tailgate Update
- OAEC Employee Training Powered to Serve Update
- ADTRAN Spotlight Video Presented
- Cherokee Nation Leaders Visit Update

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

- Financial Report
- Budget to Actual Comparison for June 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 no accidents to report for June 2026

NEW BUSINESS

A motion was made by Trustee Cooper and seconded by Trustee Lamons 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.

Trustee Lamons, Chairman of the Budget and Finance Committee, reported that the committee has reviewed Trustee Compensation, Expenses and the CEO Expenses for the 2nd quarter of 2026 and found them to be in order and on behalf of the Budget & Finance Committee, he made a motion to approve the expenses as reported. The motion passed unanimously.

A motion was made by Trustee Shankle and seconded by Trustee Lamons to go into executive session at 9:52 a.m. The motion carried unanimously.

A motion was made by Trustee Lamons and seconded by Trustee Walls to come out of executive session at 10:26 a.m. and resume regular session with no action taken. The motion carried unanimously.

A motion was made by Trustee Lamons and seconded by Trustee Cooper to authorize CEO Clark to negotiate an agreement to purchase property in Wagoner, Oklahoma, to serve as the Wagoner office location with a purchase price not to exceed \$400,000. Following the discussion of the proposal and its anticipated benefits to the cooperative's future operations and service needs, the motion was presented for a vote and passed unanimously.

A motion was made by Trustee Teague and seconded by Trustee Shankle to approve Allocation of Capital Credits for 2025 margins in the amount of \$0, reflecting negative margins for the year. The motion carried unanimously.

Trevor Barnett, CFC Regional Vice President, gave a detailed presentation on a Key Ratio Trend Analysis Report, examining LREC's financial and operational performance metrics and comparing LREC's standing with other electric cooperatives.

A motion was made by Trustee Lamons and seconded by Trustee Cooper to approve the Adoption of the LREC Ten-Year Financial Forecast as presented. The motion carried unanimously.

A motion was made by Trustee Teague and seconded by Trustee Cooper to approve the Adoption of the LRTC Ten-Year Financial Forecast as presented. The motion carried unanimously.

PRESIDENT AND TRUSTEE REPORTS

KAMO Update - Trustee Teague reported his and CEO Clark attendance at the KAMO monthly meeting July 10, 2026. Copies of KAMO's board summary report of items discussed were distributed to each Trustee.

UPDATE OF LEGAL MATTERS – Tina Glory-Jordan commended Director of Marketing Larry Mattes for successfully collecting a debt from a Florida trucking company that had damaged a utility pole.

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

- KWH Sales
- Year to Date Periodic Load Data Report
- Capital Expenditures Budget to Actual Comparison Update
- Manager's Report:
 - An update was provided regarding vehicle auctions. Five vehicles have been sold, and one additional vehicle is scheduled to be auctioned on August 5
 - An employee update was presented

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

- Financial Report
- Budget to Actual Comparison for June 2026

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

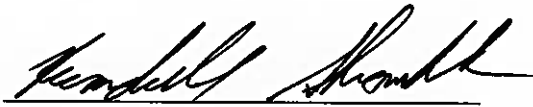
- Fort Gibson Update
- AI Changing Traffic Demands Update
- Competition Update
- Outage Report Update
- Total Subscribers 15,125

OTHER BUSINESS

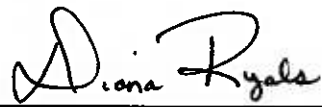
Any Unforeseen Business – None

Announcements – None

A motion was made by Trustee Lamons and seconded by Trustee Cooper to adjourn the regular monthly meeting at 12:34 p.m. The motion carried unanimously.



Randall Shankle, Secretary/Treasurer



Diana Ryals, Recording Secretary

2nd Qtr 2026**Expenses****Gary Cooper**

Check/Dir Dep#	Ck Date	Amt	Reason
2554	04/07/26	768.39	Reg. Mtg.
2572	04/14/26	768.39	Reg. Mtg. (Duplicate)
2580	04/16/26	1,102.65	OAEC Monthly Board Meeting
2580	04/16/26	875.00	OAEC Annual Meeting
2580	04/16/26	(768.39)	Reg. Mtg. (Duplicate)
2614	04/27/26	808.70	LREC Annual Meeting
2627	05/05/26	768.39	Reg. Mtg.
2670	05/14/26	2,037.80	KAMO Brd Retreat & Annual Meeting
2685	05/21/26	1,983.45	CFC Oklahoma Statewide Workshop
2713	06/02/26	768.39	Reg. Mtg.
2743	06/11/26	800.00	OAEC Monthly Board Meeting
		9,912.77	

Lynn Lamons

Check #	Ck Date	Amt	Reason
2556	04/07/26	769.11	Reg. Mtg.
2574	04/14/26	769.11	Reg. Mtg. (Duplicate)
2581	04/16/26	1,750.00	OAEC Annual Meeting & Board Meeting
2581	04/16/26	(769.11)	Reg. Mtg. (Duplicate)
2615	04/27/26	804.06	LREC Annual Meeting
2629	05/05/26	769.11	Reg. Mtg.
2675	05/14/26	1,800.00	KAMO Brd Retreat & Annual Meeting
2694	05/21/26	1,750.00	CFC Oklahoma Statewide Workshop
2715	06/02/26	769.11	Reg. Mtg.
		8,411.39	

Scott Manes

Check #	Ck Date	Amt	Reason
2557	04/07/26	734.75	Reg. Mtg.
2575	04/14/26	734.75	Reg. Mtg. (Duplicate)
2582	04/16/26	800.00	KAMO Monthly Board Meeting
2582	04/16/26	1,971.85	OAEC Annual Meeting
2582	04/16/26	(734.75)	Reg. Mtg. (Duplicate)
2616	04/27/26	804.21	LREC Annual Meeting
2630	05/05/26	734.75	Reg. Mtg.
2677	05/14/26	2,700.00	KAMO Brd Retreat & Annual Meeting
2709	05/28/26	1,979.10	CFC Oklahoma Statewide Workshop
2716	06/02/26	734.75	Reg. Mtg.
2763	06/18/26	800.00	KAMO Board Meeting
		11,259.41	

Dianna Mayfield

Check #	Ck Date	Amt	Reason
2558	04/07/26	771.87	Reg. Mtg.
2576	04/14/26	771.87	Reg. Mtg. (Duplicate)
2583	04/16/26	1,974.75	OAEC Annual Meeting & Board Meeting
2583	04/16/26	(771.87)	Reg. Mtg. (Duplicate)
2617	04/27/26	806.82	LREC Annual Meeting
		3,553.44	

2nd Qtr 2026**Expenses****Randall Shankle**

Check #	Ck Date	Amt	Reason
2559	04/07/26	734.17	Reg. Mtg.
2577	04/14/26	734.17	Reg. Mtg. (Duplicate)
2584	04/16/26	1,750.00	OAEC Annual Meeting & Board Meeting
2584	04/16/26	(734.17)	Reg. Mtg. (Duplicate)
2618	04/27/26	803.63	LREC Annual Meeting
2631	05/05/26	734.17	Reg. Mtg.
2680	05/14/26	2,046.50	KAMO Brd Retreat & Annual Meeting
2695	05/21/26	1,750.00	CFC Oklahoma Statewide Workshop
2717	06/02/26	734.17	Reg. Mtg.
		8,552.64	

Jack Teague

Check #	Ck Date	Amt	Reason
2560	04/07/26	765.92	Reg. Mtg.
2578	04/14/26	765.92	Reg. Mtg. (Duplicate)
2585	04/16/26	1,750.00	OAEC Annual Meeting & Board Meeting
2585	04/16/26	(765.92)	Reg. Mtg. (Duplicate)
2619	04/27/26	800.87	LREC Annual Meeting
2632	05/05/26	765.92	Reg. Mtg.
2696	05/21/26	1,750.00	CFC Oklahoma Statewide Workshop
2718	06/02/26	765.92	Reg. Mtg.
		6,598.63	

Alan Vann

Check #	Ck Date	Amt	Reason
2633	05/05/26	776.07	Reg. Mtg.
2681	05/14/26	1,800.00	KAMO Brd Retreat & Annual Meeting
2697	05/21/26	1,983.45	CFC Oklahoma Statewide Workshop
2719	06/02/26	776.07	Reg. Mtg.
		5,335.59	

James Walls

Check #	Ck Date	Amt	Reason
2511	04/07/26	738.81	Reg. Mtg.
2579	04/14/26	738.81	Reg. Mtg. (Duplicate)
2586	04/16/26	1,976.20	OAEC Annual Meeting & Board Meeting
2586	04/16/26	(738.81)	Reg. Mtg. (Duplicate)
2620	04/27/26	808.27	LREC Annual Meeting
2634	05/05/26	738.81	Reg. Mtg.
2682	05/14/26	2,039.25	KAMO Brd Retreat & Annual Meeting
2698	05/21/26	1,983.45	CFC Oklahoma Statewide Workshop
2720	06/02/26	738.81	Reg. Mtg.
		9,023.60	

2nd Qtr 2026**Expenses****Glen Clark**

Check #	Date	Amt	Place & Reason
2588	04/16/26	105.13	Mileage - KAMO Board Meeting
2588	04/16/26	234.90	Mileage - OAEC Annual Meeting
2669	05/14/26	230.55	Mileage - KAMO Board Retreat & Banquet
2741	06/11/26	239.25	Mileage - OAEC Board Meeting
2760	06/18/26	105.13	Mileage - KAMO Board Meeting
2766	06/05/26	317.55	Mileage - AECI Annual Meeting /KAMO Board Meeting
		1,232.51	

Glen's Credit Card Service *4213

Statement Date	Trans Date	Amt	Place & Reason
05/06/26	04/14/26	158.81	Hilton Garden Inn - OAEC Ann Mtg, Banquet & Capitol Day
	05/04/26	49.97	Los Cabos - Kyle Perry w/Co-Bank & Glen
06/08/26	05/14/26	98.09	Fuel - QT Chouteau
	05/25/26	109.15	Fuel - Dano's Tahlequah
07/06/26	06/18/26	95.24	Fuel - Dano's Tahlequah
	06/24/26	47.45	Cracker Barrel - AECI Meeting - Glen & Jack
	06/24/26	360.46	Hilton Branson Landing - AECI Annual Meeting
	06/27/26	72.80	Arby's - Outages
	06/26/26	177.06	McDonald's - Outages
	06/26/26	11.87	Family Dollar - Water - Outages
	06/27/26	73.50	Sunrise Donuts - Outages
	06/28/26	181.92	Sequoyah Lodge - Cookson Hills Electric - Outages
	06/28/26	181.92	Sequoyah Lodge - Cookson Hills Electric - Outages
	06/28/26	64.74	Sunrise Donuts - Outages
	06/26/26	56.14	Hulbert Super Stop - Pizza - Outages
	06/26/26	112.28	Hulbert Super Stop - Pizza - Outages
	06/26/26	272.67	Pizza Hut - Outages
	06/28/26	(17.25)	Sequoyah Lodge - Cookson Hills Electric - Outages
	06/28/26	5.46	Sequoyah Lodge - Cookson Hills Electric - Outages
		2,112.28	

2nd Qtr 2026

Expenses

Diana's Credit Card Service *1414

Statement Date	Trans Date	Amt	Place & Reason
05/06/26	04/14/26	158.81	Hilton Garden Inn - Edmond; OAEC Annual Mtg, Banquet & Capitol Day - J.Teague
	04/14/26	158.81	Hilton Garden Inn - Edmond; OAEC Annual Mtg, Banquet & Capitol Day - D.Mayfield
	04/14/26	158.81	Hilton Garden Inn - Edmond; OAEC Annual Mtg, Banquet & Capitol Day - L.Lamons
	04/14/26	158.81	Hilton Garden Inn - Edmond; OAEC Annual Mtg, Banquet & Capitol Day - S.Manes
	04/14/26	147.38	Hilton Garden Inn - Edmond; OAEC Annual Mtg, Banquet & Capitol Day - G.Cooper
	04/14/26	158.81	Hilton Garden Inn - Edmond; OAEC Annual Mtg, Banquet & Capitol Day - J.Walls
	04/14/26	158.81	Hilton Garden Inn - Edmond; OAEC Annual Mtg, Banquet & Capitol Day - R.Shankle
	04/14/26	158.81	Hilton Garden Inn - Edmond; OAEC Annual Mtg, Banquet & Capitol Day - R.Shankle
06/08/26	05/08/25	312.34	Chateau on the Lake - Branson, MO; AECI Update/Kamo Annual Mtg - S.Manes
	05/08/25	156.17	Chateau on the Lake - Branson, MO; AECI Update/Kamo Annual Mtg - A.Vann
	05/08/25	156.17	Chateau on the Lake - Branson, MO; AECI Update/Kamo Annual Mtg - J.Walls
	05/08/25	156.17	Chateau on the Lake - Branson, MO; AECI Update/Kamo Annual Mtg - R.Shankle
	05/08/25	156.17	Chateau on the Lake - Branson, MO; AECI Update/Kamo Annual Mtg - L.Lamons
	05/08/25	156.17	Chateau on the Lake - Branson, MO; AECI Update/Kamo Annual Mtg - G.Cooper
	05/20/26	209.16	Lively Hotel - OKC; CFC Okla Statewide Workshop - S.Manes
	05/20/26	187.43	Lively Hotel - OKC; CFC Okla Statewide Workshop - L.Lamons
	05/20/26	187.43	Lively Hotel - OKC; CFC Okla Statewide Workshop - G.Cooper
	05/20/26	187.43	Lively Hotel - OKC; CFC Okla Statewide Workshop - R.Shankle
	05/20/26	209.16	Lively Hotel - OKC; CFC Okla Statewide Workshop - A.Vann
	05/20/26	206.98	Lively Hotel - OKC; CFC Okla Statewide Workshop - J.Walls
	05/20/26	187.43	Lively Hotel - OKC; CFC Okla Statewide Workshop - J.Teague
	05/20/26	187.43	Lively Hotel - OKC; CFC Okla Statewide Workshop - J.Teague
07/06/26	06/18/26	1,264.00	NRECA Region 8 & 10 - OKC - G.Cooper
	06/18/26	1,264.00	NRECA Region 8 & 10 - OKC - R.Shankle
	06/18/26	1,264.00	NRECA Region 8 & 10 - OKC - S.Manes
	06/18/26	1,264.00	NRECA Region 8 & 10 - OKC - J.Walls
	06/18/26	549.00	NRECA Region 8 & 10 - OKC - J.Teague
	06/18/26	1,264.00	NRECA Region 8 & 10 - OKC - L.Lamons
	06/18/26	1,264.00	NRECA Region 8 & 10 - OKC - A.Vann
	06/18/26	549.00	NRECA Region 8 & 10 - OKC - G.Clark
	06/24/26	410.46	Hilton Branson Landing - AECI Annual Meeting - J.Teague
	06/24/26	(24.00)	Hilton Branson Landing - AECI Annual Meeting - J.Teague
		12,636.91	


The Budget & Finance committee has reviewed this report in detail and finds it to be accurate. -
Signed: Chairman of the Budget & Finance Committee