



**REGULAR BOARD MEETING
FRIDAY, July 26, 2019; 9:00 AM
JMEC Board Room**

AGENDA

- 1. CALL TO ORDER**
- 2. PLEDGE OF ALLEGIANCE**
- 3. ROLL CALL/DETERMINATION OF QUORUM**
- 4. APPROVAL OF AGENDA**
- 5. RECOGNITION OF GUESTS**
- 6. ACTION ITEMS**
 - a. Approval of June 2019 Regular Board Meeting Minutes
 - b. Approval of Special Board Meeting Minutes for July 3, 2019
 - c. Approval of Special Board Meeting Minutes for July 15, 2019
 - d. Approval of Organizational Meeting Minutes for July 21, 2019
 - e. Approval of June 2019 Membership List
 - f. Approval to renew expired contracts - July 2019
 - g. Approval to purchase two 16,000 lb lifts for new mechanic shop (existing lifts didn't pass inspection)
- 7. GENERAL MANAGER'S UPDATE**
 - a. Employees of the Month
 - A. Business Services & Finance**
 - 1) June 2019 Financial Information
 - 2) Finance Committee Report – Mr. Johnny Jaramillo
- 8. COMMITTEE REPORTS**
- 9. NEW BUSINESS**
- 10. BOARD REPORTS**
 - a. Tristate Report
- 11. EXECUTIVE SESSION**
- 12. ADJOURN**

**MINUTES OF THE
JEMEZ MOUNTAINS ELECTRIC COOPERATIVE, INC.**

BOARD OF TRUSTEES MEETING

Friday, June 28, 2019

HERNANDEZ, NEW MEXICO

1. This regular meeting of the Jemez Mountains Electric Cooperative, Inc. Board of Trustees was called to order by Chairman Nick Naranjo at 9:00 A.M. on the above-mentioned date, at JMEC Headquarters, 9365 S.R. 84/285, Hernandez, NM.

2. & 3. Following the Pledge of Allegiance, Charlie Trujillo, Secretary, called roll and confirmed the presence of a quorum as follows:

PRESENT:

Nick Naranjo, Chair
Leo Marquez, Vice Chair
Charlie Trujillo, Secretary
Johnny Jaramillo, Treasurer
Lucas J. Cordova, Trustee
Dolores McCoy, Trustee
David D. Salazar, Trustee
Victor Salazar, Trustee
John Tapia, Trustee at Large

ABSENT:

Bruce Duran, Trustee
Dennis Trujillo, Trustee

JMEC STAFF PRESENT:

Andrew Chávez, Acting Manager - Director, IT
Karen Wisdom, Contract Administrator and Compliance Officer
Laura Rendon, Executive Assistant
Teresa Chavez, Account Manager
Nathan Duran, District Manager, Westside
Russ Groves, Engineering Director
Eva DeAguero, Billing Manager
Lenny Ortiz, Vegetation Management Coordinator
Randy Vigil, Linemen Manager

OTHER(S) PRESENT:

Charles Garcia, JMEC Counsel
Stan Crawford, Incoming Board member
Heather Nordquist

Sylvia Salazar
Amanda, Martinez, *Rio Grande Sun*
Patrick Herrera
Phillip D. Roybal
G. Dianne Roybal
G. D. Lewinsky
John Villareal
Dave Neal

4. APPROVAL OF AGENDA

ACTION: Mr. Marquez moved to approve the agenda as published. Mr. C. Trujillo seconded and the motion passed by unanimous voice vote.

5. RECOGNITION OF GUESTS & STAFF

Those present introduced themselves.

6. ACTION ITEMS

A. Approval of the May 2019 Regular Board Minutes

ACTION: Mr. Tapia moved to approve as submitted. Mr. Cordova seconded and the motion passed without opposition.

B. Approval of Special Board Minutes: 5/18/2019

ACTION: Mr. Marquez moved to approve. Mr. C. Trujillo seconded. The motion passed. [Later in the meeting, Ms. McCoy declared her vote in opposition to the approval of these minutes.]

C. Certification/Non-certification for Districts 4, 5, & 6 Elections

JMEC Board Secretary, C. Trujillo read the certifications of notice for the elections as follows:

District 4 Ward A, June 21, 2019:

Lucas Cordova	299
Patrick Herrera	160

ACTION: Mr. C. Trujillo moved to accept the election results as noted above. Mr. Jaramillo seconded and the motion passed without opposition.

District 5 Ward A, June 24, 2019:

Stanley Crawford	308
Victor Salazar	290

ACTION: Mr. C. Trujillo moved to accept the election results for District 5. Mr. Marquez seconded and the motion passed without opposition.

District 6 Ward B, June 26, 2019:

Mr. C. Trujillo stated that Bruce Duran was uncontested in this election; however, serious concerns have been raised regarding Mr. Duran's qualification/residency under Article IV, Section 3 of the Bylaws. Consistent with the Board's duty to ensure the election complies with the requirements of the Bylaws, the Board will pursue an investigation and make its determination following the investigation.

Speaking from the audience, as a member of District 6, Heather Nordquist said the district must be represented and asserted this was a "movida."

ACTION: Mr. C. Trujillo moved to not certify the election of District 6. Mr. Marquez seconded.

Under discussion, Mr. D. Salazar referred to two letters dated 2/22/2019 and 3/29/2019 [*Exhibits 1 and 2*] from counsel retained by JMEC District Manager Nathan Duran regarding violations of JMEC Board of Trustee Polices and Personnel Policies. Mr. D. Salazar questioned how it was that he and Mr. Bruce Duran are investigated and Chair Naranjo was not.

In response to Mr. D. Salazar, some of the Trustees claimed not to have received the letters referred to and Mr. D. Salazar said they were clearly sent by email to all Board members.

In response to questions asked by Mr. D. Salazar, Board counsel Charles Garcia said he participated in a meeting that Mr. D. Salazar attended, regarding misconduct where Mr. D. Salazar had an opportunity to defend himself.

The motion passed with Ms. McCoy and Mr. D. Salazar voting against.

D. Approval of RFP for Engineer Design for San Ysidro

Engineering Director Ross Groves said this is one of the most pressing issues before JMEC. The transmission line that feeds the Jemez Pueblo and San Ysidro customers continues to fail. There have been erosion issues where the poles are falling into the arroyo. Staff has made emergency repairs and is now prepared to make permanent corrections. The lines cross BLM land and the right-of-way for the transmission line has expired. It is questionable whether there is right-of-way for the distribution line. BLM requires a plan with a signed seal of a licensed civil engineer.

In February 2019, JMEC signed a contract with Burns and McDonnell for engineering work. The firm was instructed to develop a wood pole design and following further review, JMEC determined the recommended pole locations experienced a great deal of erosion and were not adequate. A redesign moved the poles further back to avoid future erosion and because of that and the Board's previous instructions, the plans were revised and steel poles were

included. The total amount is \$117,000 for the engineering package, geotech/erosion studies and surveys. The actual design on construction was \$44,000. The Finance Committee approved this request at its meeting yesterday.

ACTION: Mr. Jaramillo moved to approve issuing the RFP for steel pole construction of the San Ysidro line. Mr. C. Trujillo seconded and the motion passed by unanimous voice vote.

E. Approval of RFP for Professional Service Engineering review of work orders for 2019 reports (yrs. 2016-2018)

Karen Wisdom, Contract Administrator and Compliance Officer, said staff is recommending the approval of an RFP for engineering services to review and stamp a percentage of the work orders as required by RUS for the years 2016, 2017 and 2018.

ACTION: Mr. Jaramillo moved to approve the request and Mr. Marquez seconded.

Mr. Groves confirmed that he is a registered and professional engineer in the State of Kansas which does have reciprocity with New Mexico. Ms. Wisdom said JMEC's previous engineer did not stamp the plans. The request before the Board is to receive bids on review and engineer stamps.

Mr. Groves said he was currently working on the process to obtain a New Mexico license.

The motion passed without opposition.

F. Approval for the Advantage Group TAG/Professional Finance Company Transition

Eva DeAguero, Billing Manager, said JMEC's current collection agency is Advantage Group and they are being bought out by Professional Finance Company. In order not to miss any time collecting on past due accounts, she recommended that the Board approve transitioning to Professional Finance Company.

ACTION: Mr. Jaramillo moved to approve staff's recommendation and transition to Professional Finance Company. Mr. Cordova seconded. The motion passed by unanimous voice vote.

**G. Approval of Bids for El Llano Project Phase II
[Exhibit 3: Map of El Llano]**

Randy Vigil said the 30-year-old underground lines have been failing. It requires an RFP because buildings have been constructed over the

undergrounds as well as a junk car yard and staff cannot access those lines. The RFP is for boring work and conduit to replace the old cable. In addition to the borings, Mr. Groves said the neighborhood has grown and the plan is to reroute it to a different substation for greater reliability.

Mr. Marquez mentioned that JMEC has more issues with this station than any other and he was pleased to see a solution is underway.

It was mentioned that there were a few more phases following the one under consideration.

The RFP was posted on JMEC's website and direct mailed to past JMEC boring contractors. There was a mandatory pre-bid site visit with only Kelly Cable of New Mexico in attendance. They were the only bidders. Staff recommends awarding the bid (\$36,255.69) to Kelly Cable.

ACTION: Mr. Jaramillo moved to approve the bid by Kelly Cable and Mr. Cordova seconded. The motion passed without opposition.

H. Approval of JMEC closure for July 5, 2019

Mr. Chávez requested the closure of all JMEC offices on July 5th.

ACTION: Ms. McCoy moved to approve and Mr. C. Trujillo seconded.

Under discussion, Mr. D. Salazar asked whether the union(s) need to approve this closure. Mr. Chávez said it will be considered annual leave and if one does not have annual leave then it will be considered leave without pay.

The motion passed without opposition.

A question was raised by an audience member whether this closure would open JMEC to arbitration. Counsel Garcia said he was not familiar with the collective bargaining agreement regarding this issue. The Co-op, stated Mr. Garcia, should comply with the requirements of the collective bargaining unit. Mr. Tapia advised staff to talk to the union.

7. GENERAL MANAGER'S UPDATE

A. Employees of the Month

Mr. Chávez introduced the two June employees of the month: Teresa Baca and Patricia Vigil. The employees received a round of applause and certificates of recognition.

B. Business Service and Finance

1. May 2019 Financial Information

Teresa Chavez, Account Manager, offered the following ratios and statistics:

- The TIER was 1.11 and budgeted at 2.44
- The OTIER was 0.84 and budgeted at 1.57
- Year-to-date ratios indicate strong revenues
- Two new columns were added to consumer stats to indicate year-to-date averages for 2019 and 2018
- Residential average KWH usage was down from last year
- Large commercial average KWH usage was up last year which was attributed to Kinder Morgan's increase in production
- Total connects were 248
- Total disconnects were 186
- There were 288 consumers per employee
- Revenue per KWH sold remained at \$0.13
- Revenue generated per mile was \$911.73
- Purchased power as a percent of revenue was 64 percent
- Operating expense as a percent of revenue was 27 percent
- Margins as a percent of revenue was 1 percent; last year it was 6 percent
- 32,263,220 KWH was purchased from Tri-State
- 28,820,924 KWH were sold
- JMEC's own KWH use was 59.710
- Average cost for KWH was 0.074 cents
- Average cost for residential KWH was 0.15 cents
- Average cost for large commercial KWH was 0.10 cents
- Total miles of line was 4,134
- Number of consumers per mile of line was 7.53
- Plant investment per mile is \$29,106.94 - an increase from last year
- Inventory as a percentage of plant is 1.76 percent
- Idle meters were at 1.64 percent
- RUS loans as a percent of total loans was 81 percent; Co-Bank and CFC loans make up 19 percent of the total outstanding long-term debt
- There are 108 employees

Regarding Kinder Morgan, Mr. Tapia requested an update on the renegotiated contract and how that impacts the Co-op.

Noting the importance of historical context, Mr. D. Salazar requested that staff review previous Form 7s in regard to the cost of power. Mr. Marquez suggested comparing the number of customers to that review.

Ms. Chavez reviewed the remaining graphs that included comparisons over a three-year period of KWH sold, electric revenues, revenues from wheeling, joint pole use and service charges, the increase in Kinder Morgan revenues, cost of power, energy accounts receivable, and bad debt write-offs.

C. Finance Committee Meeting - May 2019 information

Johnny Jaramillo, Chair of the Finance Committee, reported that the committee met with a quorum, Thursday, June 27th at the Hernandez office, and reviewed the finance-related materials for May 2019.

1. General Fund Expenditures

ACTION: Mr. Jaramillo moved to accept the general fund expenditures for information. Mr. Cordova seconded and the motion passed without opposition.

2. Credit Cards

The committee reviewed the Wells Fargo credit card charges made by five authorized users. The total for the month was \$8,376.55. Mr. Jaramillo noted the breakdown was reviewed by the committee.

ACTION: Mr. Jaramillo moved to accept the Wells Fargo charges of \$8,376.55. Mr. Tapia seconded and the motion passed by unanimous voice vote.

3. Attorney Expenses

Mr. Jaramillo provided the attorney expenses as follows: Cuddy and McCarthy, \$2,980.61, and Wiggin, Williams & Wiggins, \$320.39. The total attorney fees were \$3,301.00. The committee reviewed the invoices and they were available for additional review.

ACTION: Mr. Jaramillo moved to accept the attorney expenses. His motion was seconded by Mr. Marquez. The motion passed by majority voice vote with Ms. McCoy voting against.

4. Consultant Expenses

Mr. Jaramillo said the consultants' expenses were reviewed by the committee and he provided them as follows:

Timothy T. Trujillo, lobbyist	\$ 7,809.44
FBT Architects	\$15,579.44
Edie Bailly LLP	\$ 5,000.00
Axiom CPA	\$ 5,897.53
Total	\$34,283.41

ACTION: Mr. Jaramillo moved to accept the consultant expenses of \$34,283.41. His motion was seconded by Mr. Marquez.

Ms. McCoy asked if the lobbyist obtained favorable results for JMEC. Mr. Marquez recalled a report that Trujillo provided and staff was asked to make it available for the Board.

Mr. Tapia requested a running spreadsheet on FBT's charges. He said it appears the architects have exceeded the budgeted amount. Mr. Marquez said he'd call a special audit committee meeting to review the contract and instruct staff.

The motion passed with Ms. McCoy voting against.

5. Trustee Vouchers

The May vouchers were vetted by management and reviewed by the Finance Committee. Mr. Jaramillo noted the information was provided to the Board members.

ACTION: As an informational item, Mr. Jaramillo moved to approve the May trustees' vouchers. His motion was seconded by Mr. C. Trujillo.

Mr. Chávez indicated that the voucher information was provided for each board member. Mr. D. Salazar and Ms. McCoy appeared not to have received that information.

The motion passed with Ms. McCoy and Mr. D. Salazar voting against.

6. May 2019 - Bank Account Summary

Mr. Jaramillo said this was provided as an informational item.

7. RFPs, Contracts and Purchasing [See pages 3-5]

Mr. Jaramillo said the items were discussed and reviewed by the committee and presented to the Board under action items earlier in the meeting.

- i. New projected cost for San Ysidro
- ii. Professional Service Engineering review of work orders for reporting; yrs 2016-2019
- iii. The Advantage Group/Professional Finance Company Transition
- iv. Present bids for El Llano Project Phase II

8. Requests for Donation

- i **Española Humane Society**

ACTION: Mr. Jaramillo moved to approve a donation of \$300 to the Española Humane Society. Mr. Tapia seconded and the motion carried without opposition.

That concluded the Finance Committee business.

Mr. D. Salazar said in 1998 JMEC's revenue was \$24.9 million and the cost of power that year \$15 million. At the end of 2017 JMEC's revenue was \$53 million and the cost was \$32 million. He asked about solar credits and net metering. Mr. Tapia said it was important that JMEC is receiving credits from Tri-State that go back into the general fund.

8. COMMITTEE REPORTS

No reports were presented.

9. NEW BUSINESS

Chair Naranjo announced a special JMEC Board meeting on July 3rd at 2 p.m.

10. BOARD REPORTS

A. Tri-State

Mr. Cordova distributed highlights from the June Tri-State Board of Directors meeting. He pointed out that Tri-State has been exempted from FERC (Federal Energy Regulatory Commission) regulations regarding providers of wholesale service. The Tri-State board has discussed potential FERC jurisdiction since the New Mexico rate protests in 2012; however, the New Mexico and Colorado rate settlements reduced the urgency of the issues.

Mr. Tapia said FERC could void Tri-State's rate regulations under PRC; however, he understood JMEC's rates would still be under PRC's regulation.

11. BUSINESS WITH MEMBER GUESTS

Mr. Chávez said he was unaware of any business with member guests.

9. NEW BUSINESS (cont.)

Mr. D. Salazar read a letter addressed to the Board officers, Andrew Chávez and Laura Rendon [*Exhibit 4*] from Patrick Herrera. Mr. Herrera's letter asserts that according to JMEC's bylaws, Lucas Cordova is not eligible to serve as the representative of District 4, Ward A because he lives outside that district.

Chair Naranjo noted that the letter was received yesterday and legal counsel will review it.

Mr. D. Salazar said that according to the bylaws any elected Board member can take office immediately upon being declared the winner. Chair Naranjo said it has been the Board's practice to welcome new board members at the annual meeting.

Recognizing there were guests in the audience wishing to address the Board, Ms. McCoy asked what is required of them to get on the agenda. Mr. Chávez cited Policy 151 which states an individual is required to submit, in writing, a request to speak at the Board meeting within five working days prior to the meeting.

Ms. Nordquist suggested posting that information on the website. Mr. Dave Neal said he had questions he would like addressed.

Ms. McCoy said she continues to receive Board notification/information late.

Mr. D. Salazar requested that the record reflect the audience was not given an opportunity to speak.

12. EXECUTIVE SESSION

ACTION: Mr. C. Trujillo moved to meet in Executive Session and to adjourn directly after. Mr. Tapia seconded. The motion passed by unanimous voice vote.

The Board recessed to Executive Session at 11:00 a.m.

13. ADJOURNMENT

Following executive session, Chair Naranjo declared the meeting adjourned.

Secretary, Harold "Charlie" Trujillo

APPROVED:

Chairman, Nick Naranjo

**MINUTES OF THE
JEMEZ MOUNTAINS ELECTRIC COOPERATIVE, INC.
BOARD OF TRUSTEES
SPECIAL MEETING
Wednesday, July 3, 2019
HERNANDEZ, NEW MEXICO**

1. This special meeting of the Jemez Mountains Electric Cooperative, Inc. Board of Trustees was called to order by Chairman Nick Naranjo at 3:00 P.M. on the above-mentioned date, at JMEC Headquarters, 19365 S.R. 84/285, Hernández, NM.

2. & 3. Following the Pledge of Allegiance, Charlie Trujillo, Secretary, called roll and confirmed the presence of a quorum as follows:

PRESENT:

Nick Naranjo, Chair
Leo Marquez, Vice Chair
Charlie Trujillo, Secretary
Johnny Jaramillo, Treasurer
Lucas J. Cordova, Trustee
Bruce Duran, Trustee
Dolores McCoy, Trustee
David D. Salazar, Trustee
Victor Salazar, Trustee
John Tapia, Trustee at Large

ABSENT:

Dennis Trujillo, Trustee

JMEC STAFF PRESENT:

Andrew Chávez, Acting Manager - Director, IT
Laura Rendon, Executive Assistant
Eva DeAguero, Business Services, Director

OTHER(S) PRESENT:

Charles Garcia, JMEC Counsel
Blair Dunn, Counsel for Bruce Duran
Stanley Crawford, Incoming Board member
Heather Lindquist, Member
Amanda Martinez, *Rio Grande SUN*
Susie Salazar
Patrick Herrera
John Villarreal
Alex Naranjo

4. APPROVAL OF AGENDA

ACTION: Mr. Marquez moved to approve the agenda with the correction to 5.A. as Article 4, Section 3. Mr. Tapia seconded and the motion passed by without opposition.

5. ACTION ITEMS

A. Investigation into Qualifications under Article 4, Section 3 of the Bylaws for Trustee Bruce Duran

Andrew Chávez, Acting Manager, read the item caption and requested that JMEC counsel Charles Garcia review the materials.

Mr. Garcia said the discussion will focus on the eligibility requirements for Mr. Duran with regard to his candidacy as trustee on the JMEC Board.

The following documents were provided and discussed by Mr. Garcia:

Attachment #1: Affirmation of qualification submitted by Bruce Duran, 5/7/2019 - principal place of residence was left blank

Attachment #2: Marital Separation and Property Division Agreement (MSPDA) filed in the First Judicial District Court in Santa Fe County, New Mexico on 5/18/2018. Real property is identified and the marital home is identified as #59 CR 84B, Pojoaque. This address has been used for the Co-op membership. Further, within the MSPDA, the parties agree that the title and ownership of the marital residence shall be granted and conveyed to a trust for the benefit of the beneficiaries, the parties' five natural children. The ownership of that particular property was to be transferred to a trust on behalf of the children. Mr. Duran apparently does not have ownership of the property. The MSPDA also determines that the parties agree to have separate bank and checking accounts. The MSPDA establishes that the parties have separated the debts incurred during their marriage and prior to their separation unless itemized in the MSPDA. Any debt not listed is the responsibility of the person who created it. Joint credit cards were cancelled.

Attachment #3: The Final Decree/order of the court on the marital separation and the property separation was entered in the First Judicial District Court in Santa Fe County, New Mexico on 5/18/2018. The Final Decree accepts the terms of the separation agreement as noted in Attachment #2. The Final Decree finds and concludes that Mr. Duran and his estranged wife have permanently separated and no longer live or cohabitate together as husband and wife. The Final Decree also orders, adjudges and decrees that Mr. Duran and his spouse are each responsible for their own debts and their own liabilities after 5/18/2018.

Attachment #4: JMEC Corporate records regarding membership accounts and billing and payment records. The address for the membership account is #59 CR 84B, Southwest, El Rancho. The membership fee of \$5 was paid for the account and is the account that previously established the membership for Bruce Duran. However, pursuant to the MSPDA approved by the court, this property is to be transferred to the trust. Mr. Duran also no longer resides with his estranged wife. There are no memberships associated with the electric accounts in Mr. Duran's name located at #61 CR 84B, Southwest, El Rancho nor at #63B CR 84B, Southwest, El Rancho. According to the Final Decree, the credit card accounts and debts would be separate, and the credit card paying the account is Michelle Duran. Payment information indicates that Mr. Duran is not paying the electric bills on the account that has the membership attached to it.

Eva DeAgüero, Director of Business Services, explained the batch numbers, identified the electric accounts and how the payment(s) have been made on these accounts, as well as the billing records

and payment history. The account to which the membership is attached is being paid by Michelle Duran through her credit card. She has been paying the electricity bill on that account. Non-member accounts are being paid by Mr. Duran through his checking account.

Attachment #5: Petition for Divorce filed by Mr. Duran in the First Judicial District Court in Santa Fe County, New Mexico on 1/5/2019. Mr. Duran filed the Petition for Divorce three weeks prior to the District 6 election and one month after the candidate affirmation form was filed. The MSPDA becomes a final resolution of property and debt between Mr. Duran and Michelle Duran given the filing of the petition for divorce.

Attachment #6: Sign-in, registration for the District 6 election. Mr. Duran represented that his address was CR 84B #59 for purposes of voting in the district election.

Attachment #7: Sign-in for the District 6 member district meeting, and again, Mr. Duran has relied upon an address where he no longer resides or pays for the electricity as his location to qualify for being a member of District 6, and such property was to be transferred to a trust.

Certain sections of JMEC's Bylaws were also provided to the Board members with pertinent sections highlighted: Qualifications, Article 4, Section 3, identifies the qualification to be eligible to become a Co-op trustee: Article I, Section 1 requires that to be a member of the Co-op one must pay a membership fee and the membership has been accepted by the Co-op. No membership of the Cooperative shall be transferrable except as provided by the Bylaws. Thus the transfer as identified in the MSPDA of the property to the trust would require Co-op approval and the trust would be the member. The only membership fee that was paid was tied to the account at the address for which Michelle Duran is paying the electric bill. Article I, Section 6, refers to purchase of electric energy and states that each member "shall" purchase from the Cooperative electric energy used on the premises specified in the application for membership. To be a member one has to pay for the electricity that is used at that particular address. The Co-op's billing and payment records show that it is Michelle Duran paying for the electricity at CR 84B #59.

Additionally, Article IV, Section 3 requires that the trustee remain a bona fide resident of the district which is being represented. Residency was left blank on the candidate affirmation form. The Final Decree finds and concludes that Mr. Duran has permanently separated from and no longer lives or cohabitates with his estranged wife.

Mr. Marquez asked whether any other candidates left the residency line blank and Mr. Garcia responded that it was his understanding that the other candidates filled in the form. Executive Assistant Rendon confirmed that was correct.

From the Co-op's billing and payment records and the requirements of the Bylaws, it appears there is a failure of a membership in regards to Mr. Duran. And at this point, it is unclear whether he is even a bona fide resident of District 6.

The Bylaws also establish under Article IV, Section 3, that if upon establishment of a fact that a trustee is holding office in violation of any of the foregoing provisions, the Board of Trustees shall remove the trustee from office.

The Bylaws and the provided Coop records, information/documents are sufficient for the Board to act on their authority under the Bylaws and remove the trustee.

Mr. Duran asked whether Mr. Garcia's research included who paid the bill last month, who pays the house payments, and property taxes - because those were paid by Mr. Duran. He requested an opportunity to confer with his attorney so that his attorney would have an opportunity to address the Board.

[The Board recessed]

Returning from recess, Blaire Dunn, counsel for Mr. Duran addressed the Board. Rebutting Mr. Garcia's statements, he pointed out that a marital separation and property division does not change a person's status to that of unmarried. Mr. Duran is still married at this time to Michelle. For purposes of membership in the electric co-op, a married couple is treated as one person even if one person's name is not the person listed on the record. Therefore, his membership is still in existence by virtue of his continued marriage to Michelle. Because the documents say the property is going into a trust, does not change the ownership status until the property is actually transferred. That has not been done. Mr. Duran still owns the property. And although who pays the bill does not change the membership, Mr. Duran can produce evidence that he continues to pay the bills.

Mr. Dunn stated that Mr. Duran meets the qualifications to serve on the JMEC board. None of the evidence presented by Mr. Garcia shows anything lacking in his qualifications. He cautioned the Board to give this issue some thought and perhaps seek additional counsel to avoid any ensuing litigation. Neither a separation agreement nor a final decree of separation changes a person's marital status and he encouraged the Board to maintain Mr. Duran's membership on the Board.

Mr. Garcia agreed that a marital separation agreement does not change the marital status of an individual; however, the issue in terms of membership is pursuant to the requirements of the Bylaws which is that there is a membership attached to an account and paying for the electricity used at that residence. The Co-op's billing and payment records indicate that the electricity supplied to the property with a membership account is being purchased by Michelle Duran. It is also unclear if Mr. Duran is a bona fide resident of District 6. The requirements for membership have not been met by Mr. Duran.

Mr. Duran offered to produce evidence that he has paid the electricity bill - sometimes he pays and sometimes she pays. Speaking to the Board, he said he did not appreciate the way they were trying to get him off this Board with false statements.

Mr. Garcia said he was relying on the billing and payment records provided by the Co-op.

Ms. McCoy moved to table this issue. Mr. D. Salazar seconded. The motion to table failed by majority [3-6] voice vote. [Voting for the motion were Board members McCoy, Duran and D. Salazar]

Mr. D. Salazar stated there are personal things about individuals on this Board that other Board members are not privy to. He advised the Board that he had an attorney and that he intended to file a complaint against the Board.

ACTION: As Secretary of the Board, Mr. C. Trujillo moved that the Board find that Bruce Duran did not meet the qualifications to be a trustee as established in Article 4, Section 3 of the Bylaws and therefore Mr. Duran was an invalid candidate in the District 6 election. Mr. V. Salazar seconded the motion. The motion passed by majority [6-3] vote.

6. ADJOURNMENT

Having completed the agenda the Board adjourned the Special Board meeting.

Secretary, Harold "Charlie" Trujillo

APPROVED:

Chairman, Nick Naranjo

**MINUTES OF THE
JEMEZ MOUNTAINS ELECTRIC COOPERATIVE, INC.
BOARD OF TRUSTEES
SPECIAL MEETING**

Wednesday, July 15, 2019

HERNANDEZ, NEW MEXICO

1. This special meeting of the Jemez Mountains Electric Cooperative, Inc. Board of Trustees was called to order by Chairman Nick Naranjo at 2:00 P.M. on the above-mentioned date, at JMEC Headquarters, 19365 S.R. 84/285, Hernández, NM.

2. & 3. Following the Pledge of Allegiance, Charlie Trujillo, Secretary, called roll and confirmed the presence of a quorum as follows:

PRESENT:

Nick Naranjo, Chair
Leo Marquez, Vice Chair
Charlie Trujillo, Secretary
Johnny Jaramillo, Treasurer
Lucas J. Cordova, Trustee
Dolores McCoy, Trustee
David D. Salazar, Trustee
Victor Salazar, Trustee
John Tapia, Trustee at Large
Dennis Trujillo, Trustee

ABSENT:

Vacancy for District 6

JMEC STAFF PRESENT:

Andrew Chávez, Acting General Manager
Laura Rendón, Executive Assistant
Eva DeAguero, Director, Business Services
Teresa Chávez, Accounting Manager

OTHER(S) PRESENT:

Stanley Crawford, Incoming Board
Charles Garcia, JMEC Counsel
Amanda Martinez, *Rio Grande Sun*
Luis Torres, Member
Leroy Ortiz, Member
Patrick Herrera, Member

4. APPROVAL OF AGENDA

ACTION: Mr. C. Trujillo moved to approve the agenda. Mr. Tapia seconded and the motion passed by without opposition.

Ms. McCoy requested a moment of silence for Vicki Valdez's daughter, Valerie, who recently passed away. A moment of silence was observed.

5. ACTION ITEMS

A. Investigation into Qualifications under Article 4 Section 3 of the Bylaws for Mr. Lucas Cordova

Andrew Chávez, Acting Manager, read the item caption and JMEC counsel Charles Garcia advised the Board that an investigation regarding Mr. Cordova's qualifications has been conducted. The trustees were provided materials as a result of the completed investigation:

Attachment #1: Declaration of Candidacy and Candidate Affirmation form. Of significance is the principal place of residence identified as #42 Road 1549. The date of the affirmation form is 5/10/2019

Attachment #2: Cooperative corporate records, billing and payment records were reviewed by Eva DeAguero, Director of Business Services. She said Co-op records indicate a membership was purchased for #42 on Road 1549, SR 84G on 7/12/1994. The provided materials show the process date, consumer account, amount paid, and how it was paid. The credit card payments were identified on the material. Mr. Cordova does not use an e-check; rather, the bank sends a direct payment. His personal bank automatically submits payment to JMEC's bank. The payments are now being made through an e-box and there is JMEC bank confirmation of these payments. She reviewed the history of payments on #42 Road 1549.

Mr. D. Salazar asked about another property that is associated with Mr. Cordova and Ms. DeAguero said the property is under a rental tenant's name. The membership for that account is under the name of Armando Armijo.

Attachment #3: Is a map generated by the Co-op and what is shown is the location of #42 Road 1549 State Road 84, which is located within District 4.

Mr. Garcia said under the Co-op's bylaws, Article 4, Section 3(b), Mr. Cordova is required to be a member of the Co-op, paying the membership fee, which Ms. DeAguero identified within Attachment #2. That membership was accepted by the Co-op and has met that requirement. In addition, Article 1, Section 6 requires that each member purchase electricity from the Co-op used on the premises as specified on the membership application. The records demonstrate that Mr. Cordova has been paying the electric bills on the account that has the membership attached to it. Under Article 4, Section 3B, there is a

requirement that Mr. Cordova is and remains a bona fide resident of the district that he represents. The map demonstrates that the location of the membership account for which he pays the electric bill is located within District 4.

Attachment #4: Is the email received from Mr. Patrick Herrera raising the concerns regarding Mr. Lucas Cordova's residence and whether or not it was located within District 4, Ward B and with the claim that he was ineligible to be a trustee of District 4.

Attachment #5: In response to Mr. Herrera's claim, Cuddy & McCarthy sent an IPRA request to the Secretary of State's Office for address confirmation and the Secretary's office supplied the voting records for local, state and public elections that Mr. Cordova voted within.

The records of JMEC confirm that Mr. Cordova is a resident of District 4. Mr. Garcia noted that under New Mexico law, particularly NM statutes Section 1-1-19 which is part of the election code, the requirements of the election code that Mr. Herrera relied on in his complaint do not apply to Co-op election. The election code in New Mexico applies to state, local and national elections and is specific to those as limited by Section 1-1-19A. What applies to the Co-op elections are the requirements as established in the Bylaws and those have been addressed.

Mr. D. Salazar asked whether counsel checked the records at the County Assessor's office and if the Secretary of State confirmed Mr. Cordova's address. Mr. Garcia responded that the address given to the Secretary of State is included within Attachment #5. Mr. D. Salazar strongly recommended that counsel go to the Assessor's office and see what other properties Mr. Cordova has.

Mr. Garcia clarified that the charge he received from the Board was to investigate Mr. Cordova's qualifications pursuant to the requirement of Article IV, Section 3 of the Bylaws. There was no directive from the Board to look at Mr. Cordova's various other properties he may own.

Mr. D. Salazar explained why the wards were included in the districts. He said the Board should inspect the Rio Arriba Assessor's records. Mr. Garcia stated that the information Mr. D. Salazar shared about the wards was not contained in Article IV, Section 3 of the Bylaws and not pertinent to this discussion. Article 4, Section 3 requires a candidate to be a bona fide resident of the "district." Article 4, Section 2, Subsection C, states that all trustees, except the trustee at-large, shall be elected by and from the members of the "district" which they represent. There is no mention of the term "ward" in Article IV, Section 3 of the Bylaws.

Mr. Marquez acknowledged that Mr. Garcia conducted the investigation in full. He stated the Co-op has concluded its investigation and if Mr. Herrera continues to have questions, he may continue on his own.

Mr. Cordova said he was born and raised in the district and has always had a house there. He mentioned that this investigation was a waste of Co-op money.

In response to the question from Ms. McCoy, Mr. Cordova said he has only one account.

ACTION: Based on the presentation and documentation presented to the Board, Mr. C. Trujillo, Secretary of the JMEC BOT, moved that Mr. Lucas Cordova, 1) meets the qualification to be elected as a trustee under the bylaws and 2) the Board confirms its certification of the election result for District 4. Ms. McCoy seconded and the motion passed on a vote of 9-1 with Mr. D. Salazar casting the sole nay vote.

6. ADJOURNMENT

Having completed the agenda the Board adjourned at approximately 2:30 p.m.

Secretary, Harold "Charlie" Trujillo

APPROVED:

Chairman, Nick Naranjo

**MINUTES OF
JEMEZ MOUNTAINS ELECTRIC COOPERATIVE, INC.
MEETING OF THE VOTING DELEGATES AND ORGANIZATIONAL MEETING OF
THE BOARD**

JULY 21, 2019

1. Call to order: Board President N. Naranjo called the meeting to order at 2:20 PM.
2. Roll Call

Mr. L. Cordova	Mr. N. Naranjo
Mr. S. Crawford	Mr. C. Trujillo
Mr. J. Jaramillo	
Mr. L. Marquez	

Absent: Mrs. D. McCoy, Mr. D. Salazar, and Mr. D. Trujillo

Let it be known that all Board of Trustees were at the Annual Meeting as well as Mr. Bruce Duran.

Vacancy for District 6, Ward B Trustee.

Charles García, Counsel, and Laura Rendón, Executive Asst., also present.

After the roll call, Mr. Crawford was recognized as the newly elected Voting Delegate and Trustee for JMEC District 5. Mr. Crawford then left the meeting.

3. Mr. Jaramillo made the motion for appointment of Mr. García to act as Temporary Chair for the meeting.

Mr. Cordova seconded the Motion.

Motion carried by unanimous vote, 5-0.

4. Mr. García called for nominations for appointment of trustee to fill the Board vacancy for District 6 Trustee.

Mr. Naranjo nominated Mr. George Rivera for appointment as trustee to fill the Board vacancy for District 6 Trustee.

Mr. Marquez seconded the nomination.

No further nominations were made from the Voting Delegates.

Mr. Jaramillo made motion to close the nominations for appointment of trustee to fill the Board vacancy for District 6.

Mr. Naranjo seconded the motion to close the nominations.

Motion to close the nominations carried by unanimous vote, 5-0.

Having only one nomination for the Trustee to fill the vacancy on the Board for District 6, Mr. Jaramillo made the motion to elect Mr. Rivera to fill the vacancy on the Board of Trustees for District 6 by acclamation. Mr. Cordova seconded the motion. Motion carried by unanimous vote, 5-0.

Mr. Rivera was elected to fill the vacancy on the Board for the District 6 Trustee.

Mr. Rivera then joined the meeting and was welcomed as the newly elected Trustee for District 6.

5. Mr. García called for nominations for election of Trustee-at-Large to fill the trustee-at-large position on the Board.

Mr. Naranjo nominated Mr. John Tapia for election as trustee-at-large on the Board.

Mr. Cordova seconded the nomination.

No further nominations were made from the Voting Delegates.

Mr. Jaramillo made the motion to close the nominations for appointment of trustee-at-large position on the Board.

Mr. Naranjo seconded the motion to close the nominations.

Motion to close the nominations carried by unanimous vote of 6-0.

Having only one nomination for the Trustee to fill the trustee-at-large position on the Board, Mr. Naranjo made the motion to elect Mr. Tapia to fill the trustee-at-large position on the Board of Trustees by acclamation. Mr. Cordova seconded the motion. Motion carried by unanimous vote, 6-0.

Mr. Tapia was elected as Trustee-at-Large on the Board.

Mr. Tapia then joined the meeting and was welcomed as the newly elected Trustee-at-Large for District 6.

6. Mr. García called for nominations for election of Officers of the Board:

A. **President of the Board** – Mr. García called for nominations for President of the Board:

Mr. C. Trujillo nominated Mr. Marquez for President of the Board.

Mr. Naranjo seconded the nomination.

No further nominations were made for the office of President.

Mr. Jaramillo made the motion to close the nominations for position of President of the Board.

Mr. Rivera seconded the motion to close the nominations.

Motion to close the nominations for the office of President of the Board carried by unanimous vote, 7-0.

Having only one nomination for the office of President of the Board, Mr. Cordova made the motion to elect Mr. Marquez to the office of President of the Board by acclamation. Mr. Jaramillo seconded the motion. Motion carried by unanimous vote, 7-0.

Mr. Marquez was elected as President of the Board.

B. Vice-President of the Board – Mr. García called for nominations for the office of Vice President of the Board:

Mr. Marquez nominated Mr. C. Trujillo for Vice President of the Board.

Mr. Naranjo seconded the nomination.

No further nominations were made for the office of Vice President.

Mr. Jaramillo made motion to close the nominations for election of Vice President of the Board.

Mr. Rivera seconded the motion to close the nominations.

Motion to close the nominations carried by unanimous vote, 7-0.

Having only one nomination for the office of Vice President of the Board, Mr. Naranjo made the motion to elect Mr. C. Trujillo to the office of Vice President of the Board by acclamation. Mr. Marquez seconded the motion. Motion carried by unanimous vote, 7-0.

Mr. C. Trujillo was elected as Vice President of the Board.

C. Secretary of the Board – Mr. García called for nominations for Secretary of the Board:

Mr. Jaramillo nominated Mr. Naranjo for the office of Secretary of the Board.

Mr. Rivera seconded the nomination.

No further nominations were made for the office of Secretary.

Mr. Jaramillo made the motion to close the nominations for election of Secretary of the Board.

Mr. Cordova seconded the motion to close the nominations.

Motion to close the nominations carried by unanimous vote, 7-0.

Having only one nomination for the office of Secretary of the Board, Mr. Marquez made the motion to elect Mr. Naranjo to the office of Secretary of the Board by acclamation. Mr. Jaramillo seconded the motion. Motion carried by unanimous vote, 7-0.

Mr. Naranjo was elected as Secretary of the Board.

D. Treasurer of the Board – Mr. García called for nominations for the office of Treasurer of the Board:

Mr. Cordova nominated Mr. Jaramillo for the office of Treasurer of the Board.

Mr. Naranjo seconded the nomination.

No further nominations were made for the office of Treasurer.

Mr. Marquez made the motion to close the nominations for election of Treasurer of the Board.

Mr. Rivera seconded the motion to close the nominations.

Motion to close the nominations carried by unanimous vote, 7-0.

Having only one nomination for the office of Treasurer of the Board, Mr. Naranjo made the motion to elect Mr. Jaramillo to the office of Treasurer of the Board by acclamation. Mr. Cordova seconded the motion. Motion carried by unanimous vote, 7-0.

Mr. Jaramillo was elected as Treasurer of the Board.

E. Assistant Secretary/Treasurer of the Board – Mr. García called for nominations for Asst. Secretary/Treasurer of the Board consistent with Article VI, Section 1 of the Bylaws:

Mr. Naranjo nominated Mr. Tapia for the office of Asst. Secretary/Treasurer of the Board.

Mr. Rivera seconded the nomination.

No further nominations were made for the office of Asst. Secretary/Treasurer.

Mr. Jaramillo made the motion to close the nominations for election of Asst. Secretary/Treasurer of the Board.

Mr. Naranjo seconded the motion to close the nominations.

Motion to close the nominations carried by unanimous vote, 7-0.

Having only one nomination for the office of Asst. Secretary/Treasurer of the Board, Mr. Naranjo made the motion to elect Mr. Tapia to the office of Asst. Secretary/Treasurer of the Board by acclamation. Mr. Rivera seconded the motion. Motion carried by unanimous vote, 7-0.

Mr. Tapia was elected as Asst. Secretary/Treasurer of the Board.

7. Mr. Naranjo made the motion to remove temporary Chair for purposes of the organizational meeting and return the meeting to President of the Board to preside over the meeting.

Mr. Rivera seconded the motion.

Motion carried by unanimous vote, 7-0.

Mr. Marquez assumed the Chair of the meeting as President of the Board.

Mr. Jaramillo moved that date of the regular monthly meeting of the Board be the fourth Friday of every month; and that the monthly meeting of the Finance Committee of the Board be the fourth Thursday of every month. Mr. Naranjo seconded the motion. A discussion followed among Board members regarding the establishment of the times for regular monthly Board meetings and the monthly meeting of the Finance Committee of the Board. Upon a vote on the motion, the motion carried by unanimous vote of the Board, 7-0.

8. Mr. Cordova made the motion to adjourn the organizational meeting of the Voting Delegates.

Mr. Jaramillo seconded the Motion.

Motion carried by unanimous vote, 7-0.

Meeting adjourned at _____ PM.


NEW MEMBERSHIPS

DISTRICTS TOTALS

2018



Jemez Mountains Electric Cooperative, Inc.

Your Touchstone Energy® Cooperative 

		2019 MEMBERSHIPS BY BOARD DISTRICT												
		MONTHLY TOTALS											YTD TOTALS	
		JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
TOTAL MEMBERSHIPS	21,915													
DISTRICT 1 PAID		9	11	15	10	13	16							74
REFUNDED		12	6	12	10	9	18							67
DISTRICT 2 PAID		10	9	24	20	20	18							101
REFUNDED		14	6	15	14	12	17							78
DISTRICT 3 PAID		3	9	6	7	8	8							41
REFUNDED		4	4	6	7	5	7							33
DISTRICT 4 PAID		21	18	23	30	27	27							146
REFUNDED		23	15	31	31	9	21							130
DISTRICT 5 PAID		38	25	42	36	53	54							248
REFUNDED		44	33	19	40	44	40							220
DISTRICT 6 PAID		36	20	40	36	33	31							196
REFUNDED		39	22	25	31	37	40							194
TOTAL NEW MEMBERSHIPS		117	92	150	139	154	154	0	0	0	0	0	0	806
REFUNDED MEMBERSHIPS		136	86	108	133	116	143	0	0	0	0	0	0	722
NET MEMBERSHIPS		-19	6	42	6	38	11	0	0	0	0	0	0	84
											0.4%	MEMBERSHIP GROWTH %		

		SERVICE ORDER TOTALS												
		MONTHLY TOTALS											YTD TOTALS	
		JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
TOTAL NEW SERVICES		17	5	7	13	10	9							61
TOTAL CONNECTS		197	153	231	212	248	236							1277
TOTAL DISCONNECTS		169	114	172	173	186	202							1016
TOTAL DISC FOR NON-PAY		62	36	51	72	61	60							342

		NET NEW CUSTOMERS												
		MONTHLY TOTALS											YTD TOTALS	
		JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
NET NEW CUSTOMERS		-17	8	15	-20	11	-17	0	0	0	0	0	0	-20
TOTAL ACTIVE CUSTOMERS	31,002													
% OF GROWTH	-0.1%													

BOARD MEETING - APPROVAL OF NEW MEMBERS

New Memberships for June 1, 2019 through June 30, 2019

MBRSEP	NAME	DISTCODE	MFPAIDDATE		
138599001	ARAGON LUIS		1	190627	
138534001	LITTLETON REBECCA A		1	190611	
123033002	LORETTO LYLE		1	190606	
40115003	LOVATO MARVIN A J		1	190612	
138518001	PADGET KALLAN R		1	190606	
138595001	CAMPBELL KERI R		1	190626	
138580001	DUTKO GEORGE L		1	190624	
138552001	GARCIA EDWARD		1	190614	
138532001	JONES JUSTIN D		1	190611	
138591001	LUCERO MARY G		1	190626	
138507001	PHILLIPS ZACKARIAH A		1	190604	
138592001	ROMERO MERANDA R		1	190626	
138510001	SANDO LEO S		1	190605	
138588001	SHENDO BOBBIE J		1	190626	
138603001	PINO DEANN DRA		1	190627	Total
138582001	SWANSON CHRISTY ANNE		1	190624	16
<hr/>					
138575001	ARELLANO ESPERANZA		2	190621	
70706001	CONN ALICE E		2	190627	
138593001	RAMONE NELSON		2	190626	
138538001	SANDOVAL ANDERSON		2	190613	
60473001	WELLITO BETTY		2	190612	
137108001	BEGAY CURTIS T		2	190614	
128761003	CHAVEZ RONALD J		2	190610	
138556001	EDWARDS SURVEYING INC		2	190618	
138596001	FRANK CHRISTOPHER		2	190626	
138508002	ROMERO RICHARD V		2	190624	
138497001	TOLEDO JEANNELL M		2	190603	
138608001	TOLEDO NATHANIEL		2	190628	
138075001	TOM AMANDA		2	190612	
57279003	TSOSIE LARRY		2	190626	
132937001	WILSON DOROTHY V		2	190614	
114389001	YAZZIE NASHOTA		2	190628	
138574001	BECENTI MICHELLE		2	190620	Total
138589001	YAZZIE DORIAN J		2	190626	18
<hr/>					
138495001	MIRELES AMBER E		3	190603	
107687002	ATENCIO ELOUISE		3	190614	
138559001	HUNTER GINGER M		3	190618	
138583001	KIRK MARIANNE		3	190624	
138561001	VIERECK JENNIFER O		3	190618	
138581001	ZIMMERMAN WENCHE P		3	190624	
101813001	HERRERA TONY		3	190617	Total
137611001	VARGAS JESSE R		3	190621	8
<hr/>					
138519001	MANZANARES TRANQUELINO		4	190606	
138567001	PADILLA GLORIE		4	190619	

BOARD MEETING - APPROVAL OF NEW MEMBERS

New Memberships for June 1, 2019 through June 30, 2019

138500001	RABITTOY MATTHEW D	4	190603	
138557001	VIGIL-MONDRAGON CASSANDRA A	4	190618	
138520001	WILLIAMS KATHRYN C	4	190606	
138525001	GRIEGO ROSS	4	190607	
138514001	IBUADO SUSANA	4	190605	
138539001	TEMPONE ROBERT S	4	190613	
123503002	HERRERA SAMUEL L	4	190604	
134333001	DTT WELDING & EXCAVATING INC	4	190626	
123004001	GARCIA CHRISTINA E	4	190604	
111344001	KEARNS MARGUERITE	4	190625	
37064003	LOVATO FILIMON JR	4	190626	
128872002	MALDONADO ALMA C	4	190618	
67525003	MARTINEZ JOE N	4	190626	
67772001	MARTINEZ JOSE RAMON	4	190624	
128949001	MARTINEZ MARIA HONORATA R	4	190626	
138505001	MIERA JULIAN G	4	190604	
114322002	NYE BEN	4	190626	
138548001	OLSON ROBERT T	4	190614	
138566001	ROMERO RAYMOND P	4	190619	
103397002	TRUJILLO THERESA V	4	190626	
138605001	SEDILLOS MICHAEL A	4	190627	
138531001	SANDY DENNIS G JR	4	190610	
138555001	NARANJO JENNIFER M	4	190617	
138543001	ALLISON SUSAN A	4	190613	Total
103335001	ATENCIO LINDA	4	190627	27
131967001	AGUILAR CATHERINE	5	190624	
138658001	AGUINO MARCELINO R	5	190625	
138530001	CANDELARIO-LOPEZ JOSE I	5	190610	
138546001	MAEZ ESPERANZA A	5	190614	
125697003	PADILLA HAROLD	5	190628	
138572001	ROMERO KAROL	5	190620	
138536001	LOPEZ CARMONA JACKIE L	5	190611	
128589001	CHAVEZ PATRICIA B	5	190624	
138577001	CHAVEZ RENEE A	5	190621	
138533001	PEREZ ROSALINDA J	5	190611	
138540001	GONZALES CHANTII L	5	190613	
138494001	ARCHULETA JERRY L	5	190603	
138542001	BARRAZA CRISTIAN O	5	190613	
138516001	BLACK MESA HOMES, LLC	5	190606	
137834002	BRITO ERICA G	5	190603	
138579001	CALHOUN NORANN N	5	190621	
138501001	LAUBE-MANIGAULT ALEXIS L	5	190603	
138521001	CRUZ JONATHAN B	5	190606	
119898002	CRUZ VARGAS ELSA L	5	190603	
73713001	DISABILITY CLAIMS ASSISTANCE	5	190624	

BOARD MEETING - APPROVAL OF NEW MEMBERS

New Memberships for June 1, 2019 through June 30, 2019

137104002	DUPREE ANDREA	5	190614	
138551001	GARCIA JULIAN	5	190614	
138509001	GARDE NINA J	5	190605	
138560001	HANSEN-ELLITHORPE MARGARET E	5	190618	
138602001	JONES AMY E	5	190627	
138585001	KENSLER CARYLEE A	5	190625	
68489001	LOPEZ HORACE A	5	190625	
134044002	LUPE DURAN A	5	190618	
138601001	MARTINEZ RICK H	5	190627	
138526001	MARTINEZ STEVEN L	5	190607	
138517001	MONRO KATHERINE A	5	190606	
138586001	NEUMAN-ROPER JAYMS J	5	190625	
53365003	OLIVAS JACOB	5	190624	
138553001	PALETERIA ESPANOLA	5	190617	
111415001	UNDERWOOD CATHY	5	190624	
107830003	QUINTANA MANUEL EPPIE	5	190624	
138597001	RAMIREZ IESHA M	5	190627	
100426001	REDMAN PAUL	5	190624	
123022003	SANCHEZ JOLENE	5	190624	
70559001	TAPIA EPPIE	5	190624	
138604001	TRUJILLO CLEANN T	5	190627	
138606001	VELASQUEZ RAYNA L	5	190628	
138535001	VIGIL KIANA K	5	190611	
135933001	WOLFE DOLORES M	5	190624	
134472001	BINFORD THANAY W	5	190605	
123468002	GUTIERREZ DE CANO ROSA N	5	190604	
65796001	TRUJILLO EDDIE JR	5	190624	
102534003	LYNN RONALD	5	190624	
138558001	WAR SHANICE L	5	190618	
138537001	BERARDELLI STEVEN F	5	190612	
138607001	LOPEZ MARTIN J	5	190628	
138504001	MARTINEZ MARISA MARIE	5	190604	
138545001	MAESTAS MARIAH C	5	190614	Total
138564001	ALLISON-GUTIERREZ NIKKILEIGH	5	190618	54
138529001	ARCHULETA GLORIA B	6	190610	
106114002	VALDEZ PAULA V	6	190624	
138594001	MADRID PETER E	6	190626	
136574002	ROMERO JEANETTE C	6	190624	
133780001	STOCK MARK A	6	190624	
138522001	LAMBETH STACEY M	6	190606	
138506001	BAKER NEIL HARTLEY	6	190604	
138578001	CARVER FAITH A	6	190621	
138493001	DURAN TARA C	6	190603	
138513001	GERBER ANN	6	190605	
138571001	LUJAN ANDREW JOSEPH	6	190620	

New Memberships for June 1, 2019 through June 30, 2019

136561002	MARINO NORMA C	6	190627	
138523001	MARTINEZ LAURA E	6	190606	
72441001	MARTINEZ MARCELINA	6	190626	
138554001	STUART ANGELA A	6	190617	
138498001	MENAKER MITCHELL	6	190603	
131314001	MONTANO ROSA B	6	190624	
138587001	NOONAN CLAIRE T	6	190625	
131273002	ORDONEZ PEREZ GLADYS A	6	190621	
138512001	QUINTANA SARAH M	6	190605	
138547001	ROMERO RUDY L	6	190614	
138492001	SMITH DAVID O	6	190603	
138569001	YOZELL EPSTEIN NINA	6	190619	
138590001	ZEMPEL TERRYLYNN	6	190626	
138511001	RODRIGUEZ KARLA Y	6	190605	
137798002	PATTERSON DEONIKA S	6	190617	
104637002	NORTHERN PUEBLOS HOUSING AUT	6	190624	
138503001	STOKER DALLIN K	6	190603	
138515001	HURT AMANDA G	6	190605	
138562001	MUNIZ RAUL	6	190618	Total
138570001	FRANCO CAROLINA	6	190619	31

JUNE 2019 Ratios							
			ACTUAL		BUDGET	VARIANCE	
		TIER	1.40		2.44	(1.04)	
		OTIER	1.47		1.57	(0.10)	
OTIER CALCULATION							
	FORM 7 LINE 16	Interest on Long Term A Debt	201,786				
	FORM 7 LINE 21	B Operating Margin	95,164				
		A + B = C	296,950				
		C / A	1.47				
YEAR-TO-DATE RATIOS							
			ACTUAL 2019	ACTUAL 2018	BUDGET	VARIANCE	REQUIREMENT
		TIER	2.33	1.84	2.44	(0.11)	RUS ANNUAL MINIMUM REQUIREMENT IS 1.25
		OTIER	2.22	1.59	1.57	0.65	RUS ANNUAL MINIMUM REQUIREMENT IS 1.10
Y-T-D OTIER CALCULATION							
	FORM 7 LINE 16	Interest on Long Term A Debt	1,118,518				
	FORM 7 LINE 21	B Margins	1,365,642				
		A + B = C	2,484,159				
		C / A	2.22				

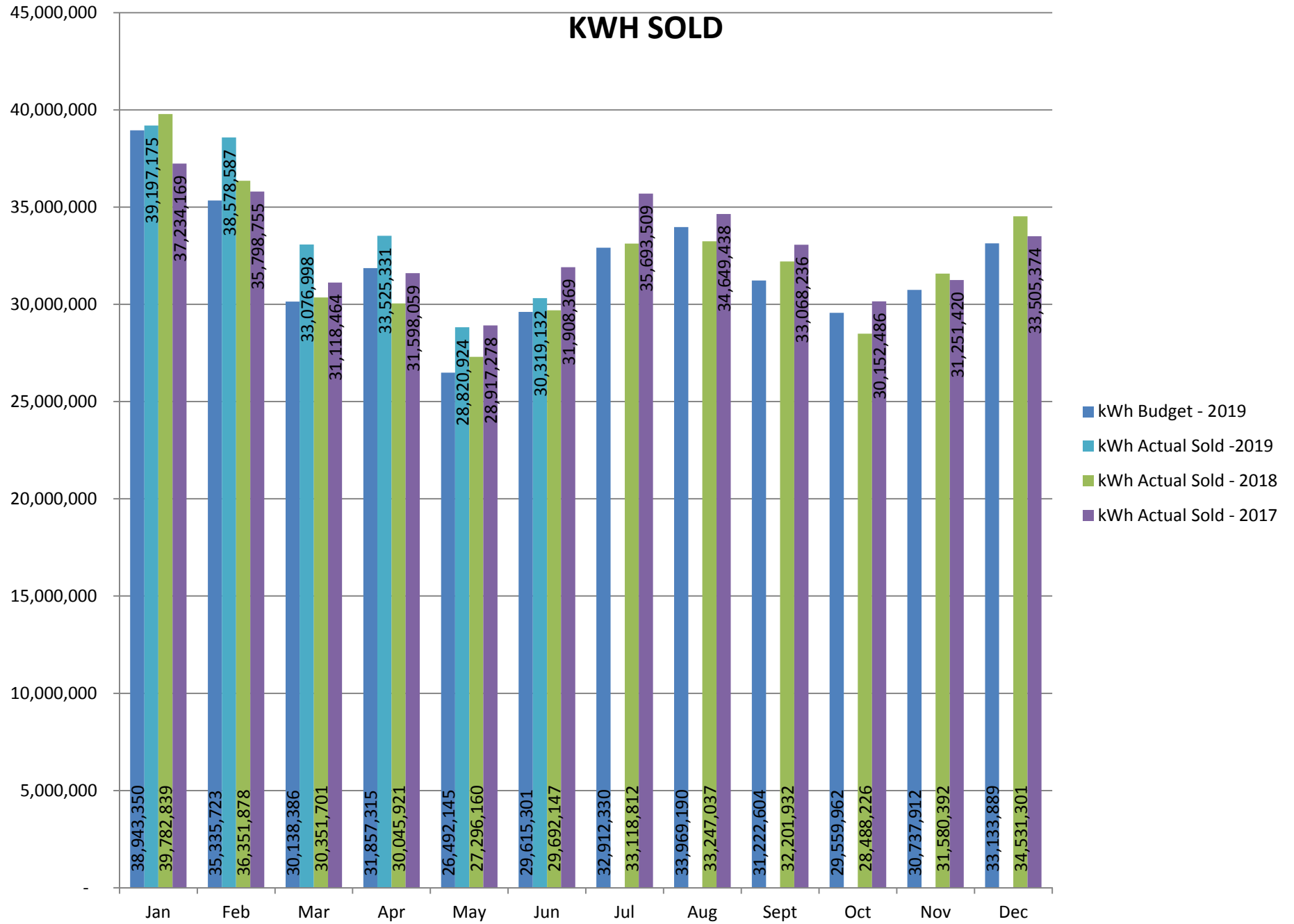
RATIOS AND STATISTICS

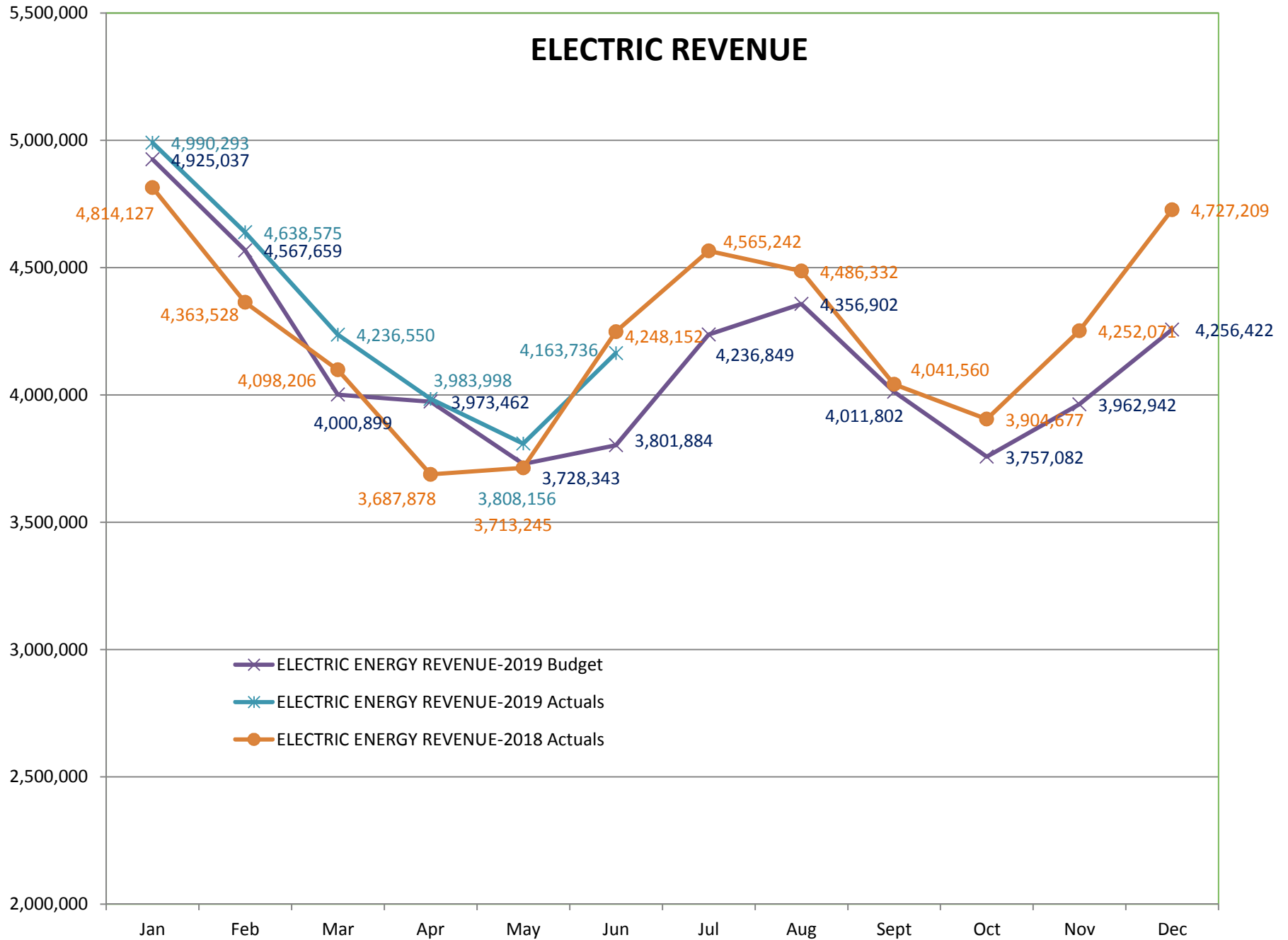
JUNE 2019

	Jun-19	AVG YTD 2019	Jun-18	AVG YTD 2018
<u>CONSUMER STATS</u>				
Number of Consumers	31,167	31,161	31,011	30,994
Avg. KWH Usage - Residential	434	570	459	543
Avg. KWH Usage - Small Commercial	3,336	3,411	3,725	3,524
Avg. KWH Usage - Large Commercial	1,071,500	990,583	655,000	820,483
Avg. KWH Usage - Public Authority	1,500	1,823	1,283	1,439
Avg. KWH Usage - Lighting	1,863	1,880	1,905	1,879
Connects - Espanola	180	168	153	154
Connects - Jemez Springs	19	15	32	20
Connects - Cuba	37	29	21	31
Total Connects	236	213	206	204
Disconnects - Espanola	145	130	142	133
Disconnects - Jemez Springs	23	15	24	17
Disconnects - Cuba	34	25	12	25
Total Disconnects	202	169	178	174
Consumers Per Employee	289	286	279	291
<u>REVENUE STATS</u>				
Revenue/Total KWH Sold	\$ 0.14	\$ 0.13	\$ 0.14	\$ 0.13
Revenue Generated per Mile	\$ 1,006.70	\$ 1,060.90	\$ 952.54	\$ 1,035.49
Purchased Power as a % Revenue	60%	61%	69%	61%
Operating Expense as a % of Revenue	29%	24%	22%	26%
Margins as a % of Revenue	2%	5%	7%	5%

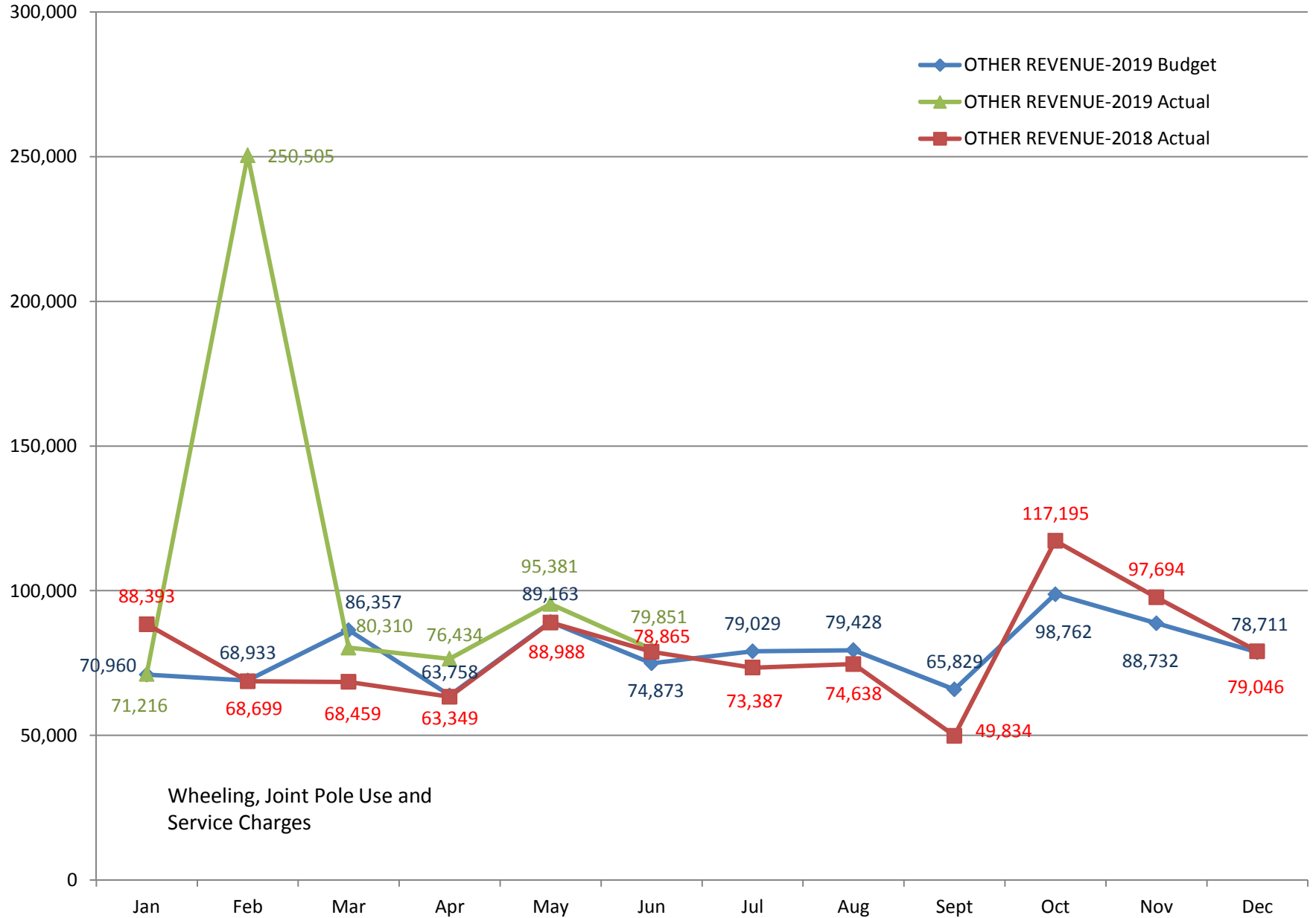
BOARD MEETING - BUSINESS SERVICES AND FINANCES

	Jun-19	YTD AVG 2019	Jun-18	YTD AVG 2018
<u>PURCHASED POWER STATS</u>				
KWH Purchased	31,480,706	35,398,912	33,900,123	33,966,415
KWH Sold	30,319,132	33,869,291	29,692,147	32,334,649
Own Use	50,771	89,145	52,962	80,643
Line Loss	1,110,803	1,440,475	4,155,014	1,632,133
Percent Loss	4%	4%	12%	5%
Cost/KWH Purchased	\$ 0.079	\$ 0.076	\$ 0.080	\$ 0.076
Avg. KWH Cost - Residential	\$ 0.14	\$ 0.14	\$ 0.14	\$ 0.14
Avg. KWH Cost - Small Commercial	\$ 0.15	\$ 0.13	\$ 0.13	\$ 0.13
Avg. KWH Cost - Large Commercial	\$ 0.10	\$ 0.10	\$ 0.10	\$ 0.11
Avg. KWH Cost - Public Authority	\$ 0.14	\$ 0.15	\$ 0.15	\$ 0.17
Avg. KWH Cost - Lighting	\$ 0.18	\$ 0.17	\$ 0.18	\$ 0.17
<u>PLANT STATS</u>				
Total Miles of Line	4,131	4,129	4,121	4,123
Density (# of customers / miles of line)	7.54	7.55	7.53	7.49
Plant Investment per Mile	\$ 29,154.10	\$ 29,196.90	\$ 28,894.06	\$ 28,814.16
Depreciation as a % of Plant	49%	48%	47%	47%
Plant Per Consumer	\$ 3,864.20	\$ 3,868.34	\$ 3,839.68	\$ 3,833.30
Inventory as a % of Plant	1.70%	1.80%	1.67%	1.62%
O & M Expense as a % of Plant	1.82%	1.61%	1.25%	1.55%
% Idle Services (Meters Idle/Total Meters)	1.91%	1.17%	1.92%	1.27%
<u>DEBT STATS</u>				
RUS Loans as % of Total Loans	81%	80%	79%	77%
Co-Bank/CFC Loans as % of Total Loans	19%	20%	21%	23%
<u>FINANCIAL STATISTICS</u>				
Number of Employees	108	109	112	106
Net Worth	52%	51%	50%	49%
Consumer Expense Per Consumer	\$ 5.98	\$ 6.17	\$ 5.23	\$ 5.92
Admin. & General Expense Per Consumer	\$ 14.06	\$ 13.48	\$ 13.06	\$ 14.20

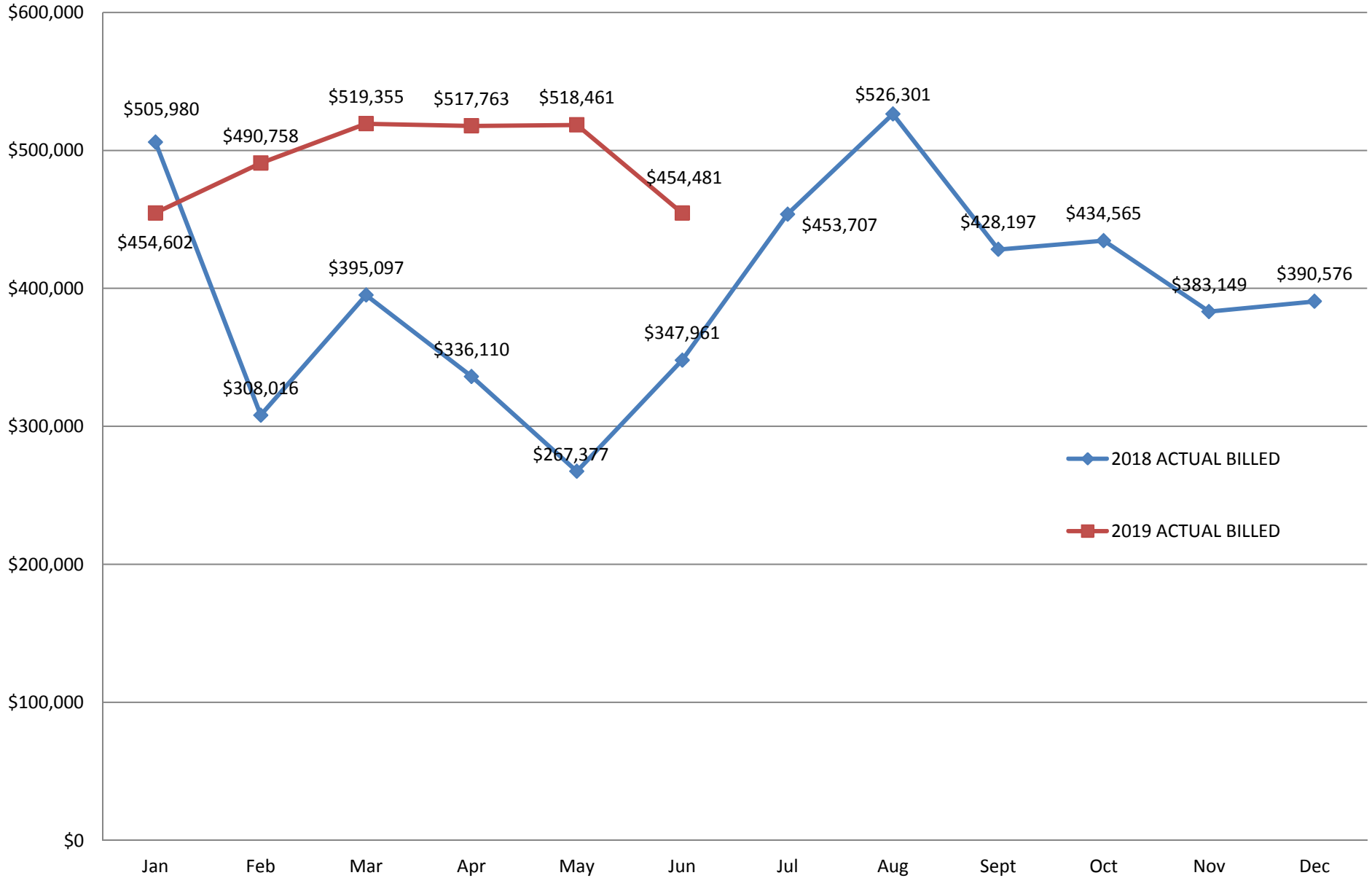




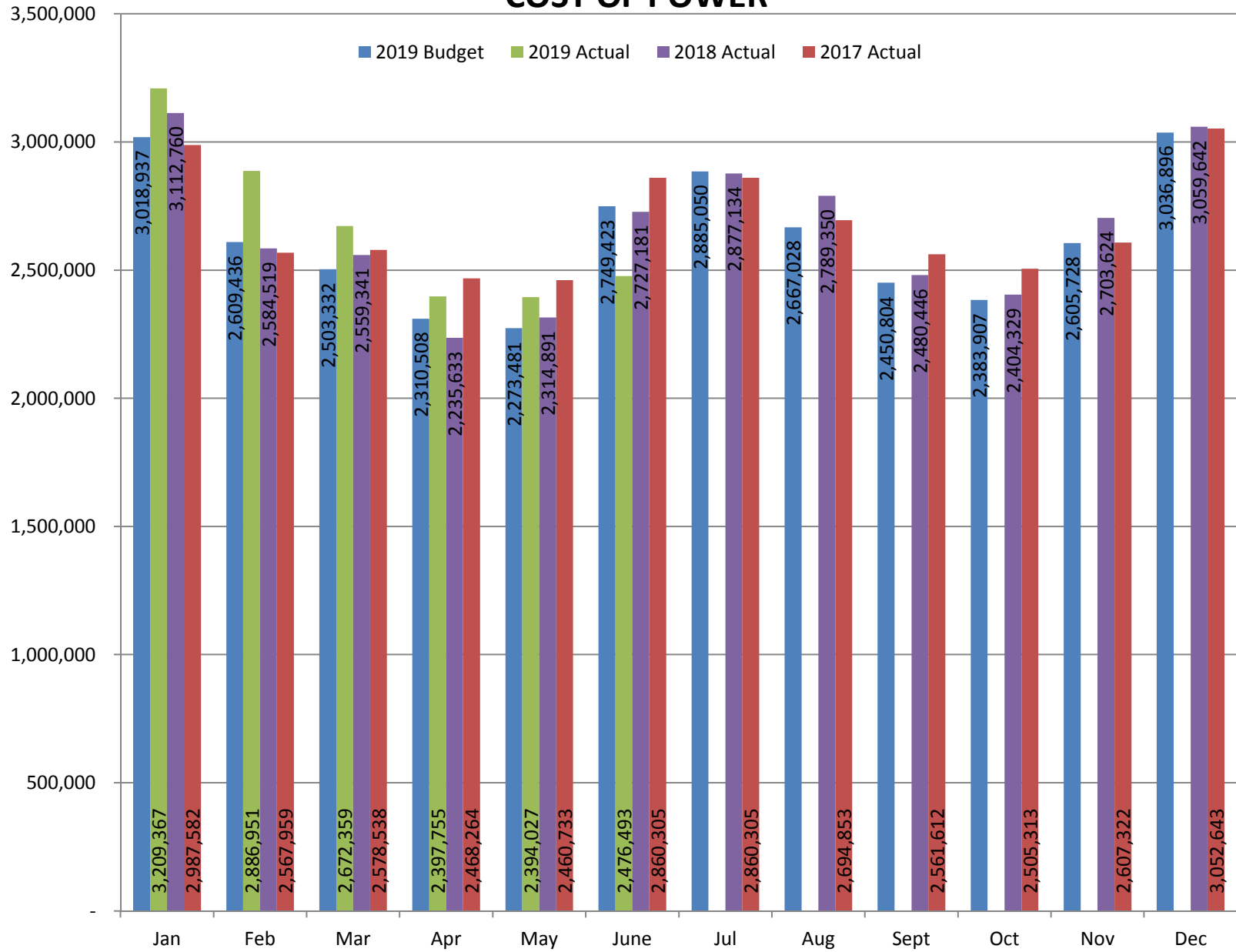
OTHER REVENUE

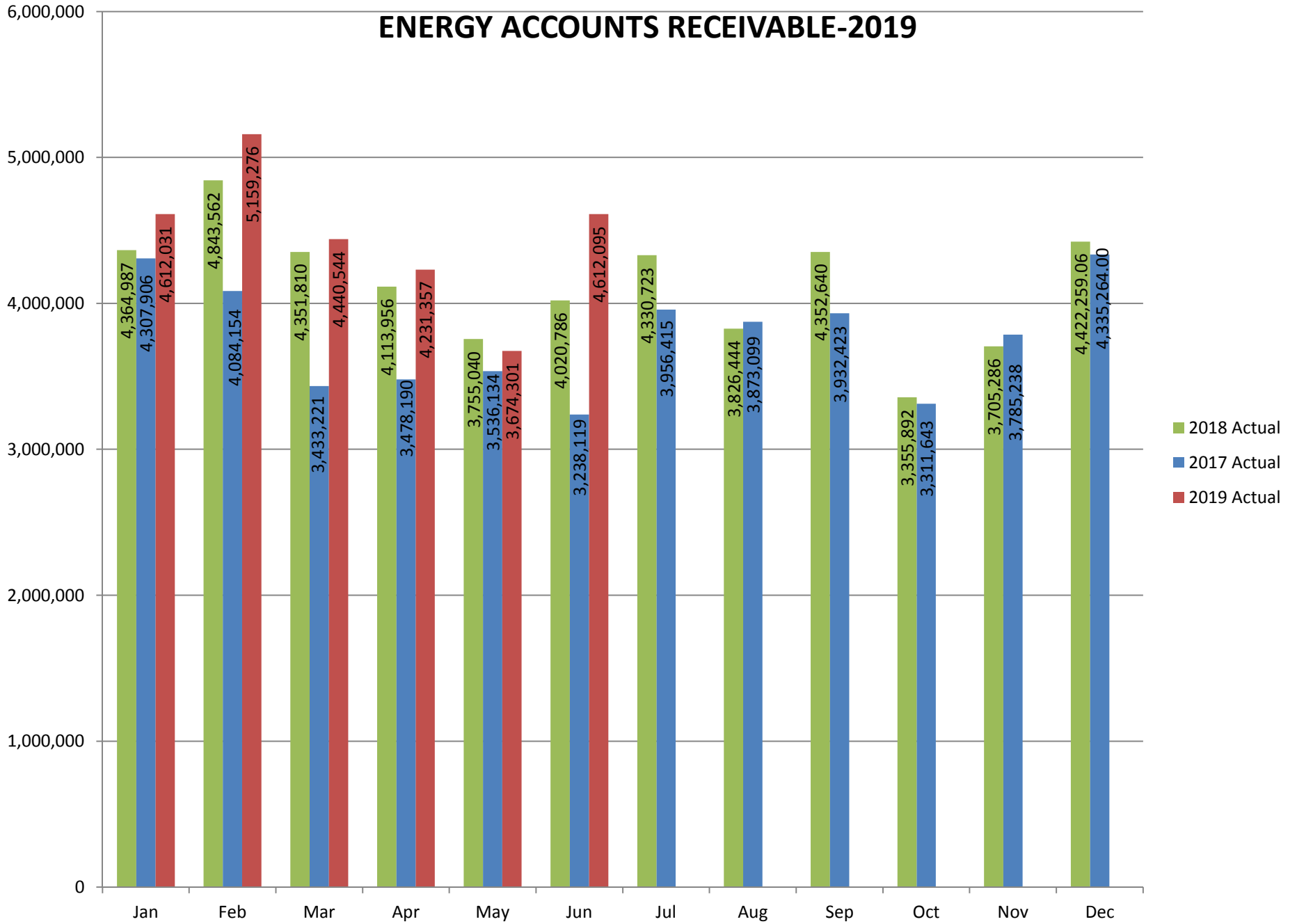


KINDER MORGAN 2018 and 2019 REVENUE

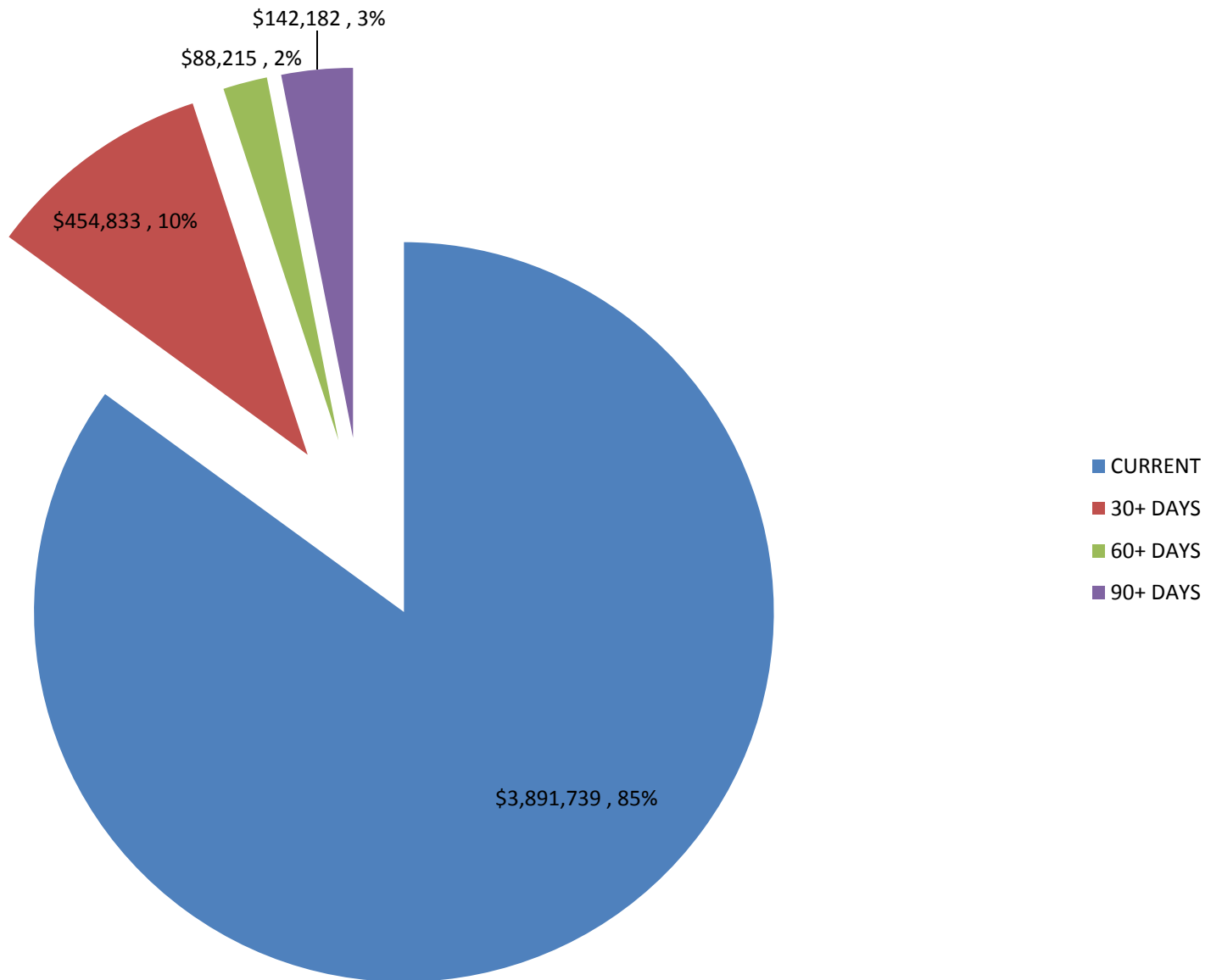


COST OF POWER

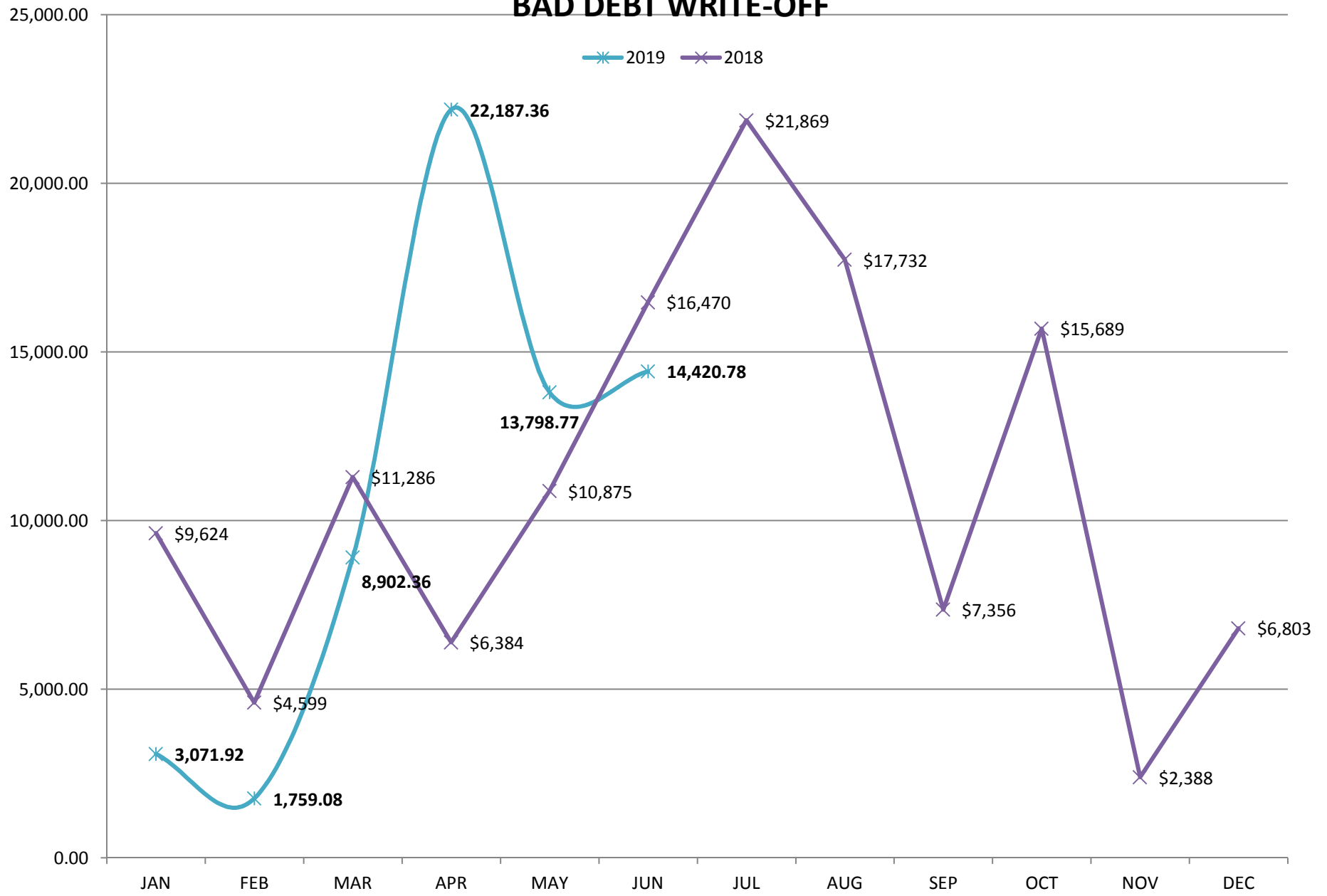




Accounts Receivable Aging June 2019



BAD DEBT WRITE-OFF



BOARD MEETING - BUSINESS SERVICES AND FINANCES

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0572-0032. The time required to complete this information collection is estimated to average 15 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION	BORROWER DESIGNATION NM0028 PERIOD ENDED June, 2019 BORROWER NAME Jemez Mountains Electric Cooperative, Inc.
INSTRUCTIONS - See help in the online application.	

This information is analyzed and used to determine the submitter's financial situation and feasibility for loans and guarantees. You are required by contract and applicable regulations to provide the information. The information provided is subject to the Freedom of Information Act (5 U.S.C. 552)

CERTIFICATION

We recognize that statements contained herein concern a matter within the jurisdiction of an agency of the United States and the making of a false, fictitious or fraudulent statement may render the maker subject to prosecution under Title 18, United States Code Section 1001.

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.

ALL INSURANCE REQUIRED BY PART 1788 OF 7 CFR CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1718 OF 7 CFR CHAPTER XVII

(check one of the following)

- | | |
|--|---|
| <input type="checkbox"/> All of the obligations under the RUS loan documents have been fulfilled in all material respects. | <input type="checkbox"/> There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in Part D of this report. |
|--|---|

_____ DATE _____

PART A. STATEMENT OF OPERATIONS

ITEM	YEAR-TO-DATE			THIS MONTH
	LAST YEAR <i>(a)</i>	THIS YEAR <i>(b)</i>	BUDGET <i>(c)</i>	
1. Operating Revenue and Patronage Capital	26,009,842	27,935,539	26,231,724	4,305,228
2. Power Production Expense				
3. Cost of Purchased Power	15,534,495	16,036,952	15,678,008	2,476,493
4. Transmission Expense	25	37		
5. Regional Market Expense				
6. Distribution Expense - Operation	1,277,163	1,245,502	1,183,095	208,629
7. Distribution Expense - Maintenance	1,484,637	1,561,031	1,792,245	393,601
8. Customer Accounts Expense	1,101,070	1,142,402	1,164,082	186,370
9. Customer Service and Informational Expense	36,709	38,780	43,056	6,100
10. Sales Expense				
11. Administrative and General Expense	2,642,992	3,376,395	2,175,718	438,244
12. Total Operation & Maintenance Expense (2 thru 11)	22,077,091	23,401,099	22,036,204	3,709,437
13. Depreciation and Amortization Expense	1,675,757	1,679,088	1,696,912	280,540
14. Tax Expense - Property & Gross Receipts	384,086	369,716	463,485	18,200
15. Tax Expense - Other				
16. Interest on Long-Term Debt	1,178,138	1,118,518	1,299,168	201,786
17. Interest Charged to Construction - Credit	5,302	1,476		101
18. Interest Expense - Other				
19. Other Deductions				
20. Total Cost of Electric Service (12 thru 19)	25,320,374	26,569,897	25,495,769	4,210,064
21. Patronage Capital & Operating Margins (1 minus 20)	689,468	1,365,642	735,955	95,164
22. Non Operating Margins - Interest	270,068	188,681	167,158	(32,377)
23. Allowance for Funds Used During Construction				
24. Income (Loss) from Equity Investments				
25. Non Operating Margins - Other	(6,543)	(64,621)		18,096
26. Generation and Transmission Capital Credits			911,774	
27. Other Capital Credits and Patronage Dividends	27,132	897	52,680	
28. Extraordinary Items				
29. Patronage Capital or Margins (21 thru 28)	980,125	1,490,599	1,867,567	80,883

RUS Financial and Operating Report Electric Distribution

Revision Date 2014

BOARD MEETING - BUSINESS SERVICES AND FINANCES

UNITED STATES DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE FINANCIAL AND OPERATING REPORT ELECTRIC DISTRIBUTION			BORROWER DESIGNATION NM0028		
INSTRUCTIONS - See help in the online application.			PERIOD ENDED June, 2019		
PART B. DATA ON TRANSMISSION AND DISTRIBUTION PLANT					
ITEM	YEAR-TO-DATE		ITEM	YEAR-TO-DATE	
	LAST YEAR <i>(a)</i>	THIS YEAR <i>(b)</i>		LAST YEAR <i>(a)</i>	THIS YEAR <i>(b)</i>
1. New Services Connected	44	127	5. Miles Transmission	185.17	185.17
2. Services Retired	18	25	6. Miles Distribution – Overhead	3,363.34	3,369.63
3. Total Services in Place	34,347	31,124	7. Miles Distribution - Underground	572.62	576.07
4. Idle Services <i>(Exclude Seasonals)</i>	678	595	8. Total Miles Energized <i>(5 + 6 + 7)</i>	4,121.13	4,130.87
PART C. BALANCE SHEET					
ASSETS AND OTHER DEBITS			LIABILITIES AND OTHER CREDITS		
1. Total Utility Plant in Service	120,435,591		30. Memberships	113,005	
2. Construction Work in Progress	6,274,889		31. Patronage Capital	62,020,022	
3. Total Utility Plant <i>(1 + 2)</i>	126,710,480		32. Operating Margins - Prior Years	0	
4. Accum. Provision for Depreciation and Amort.	59,074,084		33. Operating Margins - Current Year	1,554,064	
5. Net Utility Plant <i>(3 - 4)</i>	67,636,396		34. Non-Operating Margins	(64,621)	
6. Non-Utility Property (Net)	150,206		35. Other Margins and Equities	897	
7. Investments in Subsidiary Companies	0		36. Total Margins & Equities <i>(30 thru 35)</i>	63,623,367	
8. Invest. in Assoc. Org. - Patronage Capital	20,584,406		37. Long-Term Debt - RUS (Net)	0	
9. Invest. in Assoc. Org. - Other - General Funds	0		38. Long-Term Debt - FFB - RUS Guaranteed	44,197,795	
10. Invest. in Assoc. Org. - Other - Nongeneral Funds	0		39. Long-Term Debt - Other - RUS Guaranteed	0	
11. Investments in Economic Development Projects	0		40. Long-Term Debt Other (Net)	9,785,340	
12. Other Investments	0		41. Long-Term Debt - RUS - Econ. Devel. (Net)	0	
13. Special Funds	0		42. Payments – Unapplied	3,092,462	
14. Total Other Property & Investments <i>(6 thru 13)</i>	20,734,612		43. Total Long-Term Debt <i>(37 thru 41 - 42)</i>	50,890,673	
15. Cash - General Funds	18,309,954		44. Obligations Under Capital Leases - Noncurrent	0	
16. Cash - Construction Funds - Trustee	0		45. Accumulated Operating Provisions and Asset Retirement Obligations	0	
17. Special Deposits	0		46. Total Other Noncurrent Liabilities <i>(44 + 45)</i>	0	
18. Temporary Investments	296,696		47. Notes Payable	0	
19. Notes Receivable (Net)	27,606		48. Accounts Payable	3,097,106	
20. Accounts Receivable - Sales of Energy (Net)	4,636,266		49. Consumers Deposits	217,377	
21. Accounts Receivable - Other (Net)	856,335		50. Current Maturities Long-Term Debt	3,206,805	
22. Renewable Energy Credits	0		51. Current Maturities Long-Term Debt - Economic Development	0	
23. Materials and Supplies - Electric & Other	2,052,757		52. Current Maturities Capital Leases	0	
24. Prepayments	710,466		53. Other Current and Accrued Liabilities	2,103,233	
25. Other Current and Accrued Assets	3,089,947		54. Total Current & Accrued Liabilities <i>(47 thru 53)</i>	8,624,521	
26. Total Current and Accrued Assets <i>(15 thru 25)</i>	29,980,027		55. Regulatory Liabilities	0	
27. Regulatory Assets	5,162,057		56. Other Deferred Credits	377,049	
28. Other Deferred Debits	2,518		57. Total Liabilities and Other Credits <i>(36 + 43 + 46 + 54 thru 56)</i>	123,515,610	
29. Total Assets and Other Debits <i>(5+14+26 thru 28)</i>	123,515,610				