

MCLEAN ELECTRIC COOPERATIVE, INC.

December 23, 2014

The December meeting of the Board of Directors of McLean Electric Cooperative, Inc., was held at the Cooperative's Headquarters in Garrison, North Dakota, on the 23rd day of December, 2014. The meeting was called to order by President Alvin Myers at 9:05 o'clock a.m.

Directors present:

Clarence Behles
Larry Gessele
Ernest Grueneich
Alvin Myers
Troy Presser
Rod Stockdill

Absent was Director Orvin Ravnaas. Also present were Manager Martin D. Dahl and Attorney David A. Lindell.

A motion was made by Presser and seconded by Behles to approve the Consent Agenda which consisted of the minutes of the November 25, 2014, board meeting, additional agenda items, review of director's checks, and approval of the membership and service applications. The motion carried.

The estates of Verna Gardiner and Fay Neff were presented for capital credit retirement. A motion was made by Stockdill and seconded by Behles, to approve the retirement of the capital credits. The motion carried.

STAFF REPORTS:

1. Business Department - Luke Steen. Items discussed and actions taken during the Business Department report were as follows:
 - a. Provided the financial report for the cooperative which included the KWH usage and revenue, a review of the November, 2014, Form 7, Financial Ratios analysis, and review of the budget to actual reports for November, 2014.

- b. Provided a capital credit retirement update. The 2014 capital credit retirement checks have been sent out to the patrons.
 - c. Reviewed the outstanding installment loans of the Cooperative to some patrons.
 - d. Discussed the current and potential interest rates.
2. Operations Department - Keith Thelen. Items discussed and actions taken during the operations department report were as follows:
- a) Provided a work plan/work load update for December, 2014.
 - b) The Board acknowledged the minutes of the Safety Committee Meeting held on December 2, 2014.
 - c) Discussed the security light rate schedule which would add the rate for LED lights. A motion was made by Behles and seconded by Stockdill to adopt the rate schedule for security lights as presented. The motion carried.
3. Manager's Report - Martin D. Dahl. Items discussed and actions taken during the Manager's Report were as follows:
- a) Report on his attendance at the Statewide Legislative Advisory Committee Meeting.
 - b) Reported on his attendance at the Midwest Electric Consumers Association Annual Meeting. He mentioned that cyber security was a big topic during the conference.
 - c) Provided a member services update.

Reports on meetings attended:

- 1. Central Power - Presser

Upcoming Meetings:

- 1. NDARC Annual Meeting is scheduled for January 7 and 8, 2015, in Bismarck.
- 2. McLean Electric's Strategic Planning session is scheduled for March 4 and 5, 2015.

3. The next regular Board Meeting is scheduled for Thursday, January 22, 2014, at 9:00 o'clock a.m.

There being no further business, upon a motion made and carried, the meeting was adjourned.

Secretary