

MCLEAN ELECTRIC COOPERATIVE, INC.
August 27, 2015

The August meeting of the Board of Directors of McLean Electric Cooperative, Inc., was held at the Company's headquarters in Garrison, North Dakota, on the 27th day of August, 2015. The meeting was called to order by President Alvin Myers at 8:00 o'clock a.m.

Directors present:

Clarence Behles
Larry Gessele
Darcy Klain
Alvin Myers
Troy Presser
Thomas Sheldon
Rod Stockdill

Also present were Manager Martin D. Dahl and Attorney David A. Lindell.

A motion was made by Presser and seconded by Stockdill to approve the Consent Agenda which consisted of the minutes of the July 30, 2015, board meeting, additional agenda items, review of director's checks, and approval of the membership and service applications. The motion carried.

The estates of Dorothy Norberg, Fred M. Yesenko, and Donald Stokke were presented for capital credit retirement. A motion was made by Behles and seconded by Sheldon to approve the retirement of the capital credits. The motion carried.

STAFF REPORTS:

1. Business Department - Manager Martin D. Dahl. 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 for July 2015, review of the July 2015, Form 7, financial ratios and budget to actual report for July 2015.
 - b) Presented new signature cards for the bank accounts due to the resignation of Luke Steen. A motion was made by Presser, seconded by Stockdill, to remove Luke Steen from the signature cards and add Tonya Graeber to the Cooperative's bank signature cards. The motion carried.
 - c) Reported that a representative from the NRECA Office will meet with the employees in September regarding a NRECA 401(k) proposal.

2. Operations Department - Keith Thelen. Items discussed and actions taken during the operations department report were as follows:
 - a) Provided the August work load/work plan update.
 - b) Provided a Contract Labor update.
 - c) Reported that AT&S will be performing tests on the bucket/digger trucks next month.
 - d) The Board acknowledged the minutes of the August 4, 2015 Safety Committee Meeting.
 - e) Reported that Jeff Jensen has begun work as a new lineman for the Cooperative.

3. Manager's Department - Martin D. Dahl. Items discussed and actions taken during the Manager's Report were as follows:
 - a) Provided a report of his attendance at the Statewide MAC meeting.
 - b) Provided an update on the Statewide Benefits Trust. A motion was made by Presser, seconded by Stockdill, to appoint Manager Dahl as the Cooperative's Trustee to the Statewide Benefits Trust to replace Luke Steen. The motion carried.
 - c) Reported that he has submitted his resignation as Director to the Underwood Area Economic Development Corporation Board.
 - d) Provided a Central Power/MAC meeting update.
 1. Presented a Central Power Wholesale Contract Amendment #7 which would extend the ending term of the power contract with McLean Electric from 2015 to 2075. A motion was made by Klain, seconded by Behles, to approve Amendment #7. The motion carried.
 2. Reported that the Central Power Caucus for election of a Director to Basin Electric Cooperative will be held on October 19, 2015, at 1:00 p.m. Myers will be the delegate to the Caucus with Behles as an alternate delegate.
 - e) Provided a member services update.

- f) CFC and RESCO delegates to the NRECA Region 6 meeting. Appointments were as follows: CFC - Klain with Behles as alternate and RESCO - Gessele.
- g) Discussed the 2016 Manager Evaluation format to use for the upcoming evaluation.
- h) Reported on the Business Manager search.
- i) Reported that all of the staff will take an upcoming WSI/OSHA training course.
- j) Reported that the Member Advisory Committee will be held on September 24, 2015.

OTHER BUSINESS:

- 1. The Director's fees were discussed with no action taken.

Reports on meetings attended:

- 1. Central Power - Presser

Upcoming Meetings:

- 1. The next regular board meeting is scheduled for Thursday, September 24, 2015, at 1:00 o'clock p.m. which will be followed by the Member Advisory Committee meeting which will be held at 6:00 p.m.

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

Secretary