

MCLEAN ELECTRIC COOPERATIVE, INC.

March 3, 2016

The February meeting of the Board of Directors of McLean Electric Cooperative, Inc., was held at the North Shore Inn and Suites, in Garrison, North Dakota, prior to the Board's 2016 Strategic Planning Session, on the 3rd day of March, 2016. The meeting was called to order by President Alvin Myers at 9:00 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 Klain to approve the Consent Agenda which consisted of the minutes of the January 28, 2016, board meeting, additional agenda items, review of director's checks, and approval of the membership and service applications. The motion carried.

The estates of Benjamin Keller, Mary Ruelle, Avis Giffey, and Debra Swiatek 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 January 2016, review of the January 2016, Form 7, financial ratios and budget to actual report.
2. Operations Department - Keith Thelen. Items discussed and actions taken during the operations department report were as follows:
 - a) Provided the February work load/work plan update and progress report.
 - b) Provided a contract labor update.

- c) Provided a report of a safety meeting called “Speak Up, Listen Up”.
3. Manager’s Report - 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 NRECA Annual Meeting with Directors Behles and Presser, to consider and embrace the future technology.
 - b) Provided reports of the NISC Annual Meeting in which Wayne Martian was re-elected to another term.
 - c) Provided reports of the ACRE Annual Meeting and Federated Insurance Annual Meeting.
 - d) Provided a member services update and reported that he is working on a grant for LED outdoor lights.
 - e) Provided a business manager search update.
 - f) Reported on the Federated Insurance inspection. Seventeen claims in the amount of \$48,034.00 were made, of which 80% of the claims were vehicle related.
 - g) Reported that the Air Force has signed the rate modification for 2016.
 - h) Central Power Delegate Election. A motion was made by Stockdill, seconded by Klain, to appoint Presser as the delegate, with Sheldon as the alternate, for the Central Power Electric Cooperative. The motion carried.
 - i) Provided a donation request from the Benedictine Living Center for new windows. No action was taken.
 - j) Discussed the Manager’s car allowance. It was determined that no changes are needed for 2016 and the \$700.00 per month stipend will continue.
 - k) Discussed Manager Dahl’s use it or lose it paid time off.
 - l) Discussed director and employee per-diem for meals and incidentals incurred while attending meetings on behalf of the Cooperative. A motion was made by Presser, seconded by Sheldon, for the Cooperative to adopt the IRS high/low meals and incidental rates for directors and employees attending authorized cooperative meetings. The motion carried.

The board temporarily adjourned this meeting to attend a community forum at Great River Energy Coal Creek Station.

REPORTS ON MEETINGS ATTENDED:

1. Central Power - Presser
2. Basin Electric - Presser

UPCOMING MEETINGS:

1. The next regular board meeting is scheduled for Thursday, March 24, 2016, in Minot, North Dakota, following the Central Power Cooperative Annual Meeting.

After the meeting, the Board held its Annual Strategic Planning Session.

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

Secretary