

MCLEAN ELECTRIC COOPERATIVE, INC.
July 30, 2015

The July meeting of the Board of Directors of McLean Electric Cooperative, Inc., was held at the Company's headquarters in Garrison, North Dakota, on the 30th day of July, 2015. The meeting was called to order by President Alvin Myers at 8:30 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 Behles to approve the Consent Agenda which consisted of the minutes of the June 25, 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 Darlene DeGuero and Harold Steinwand were presented for capital credit retirement. A motion was made by Stockdill and seconded by Gessele 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 for June 2015, review of the June 2015, Form 7, financial ratios and budget to actual report for June 2015.
 - b) The Board reviewed the tax Form 990, Form 990-T, and ND Form 40.
 - c) Reviewed the 2014 CFC Key Ratio Trend Analysis (KRTA) report.
 - d) He has submitted his resignation and he will be leaving McLean Electric Cooperative for a Cooperative in Litchville, Minnesota, in August 2015. President Myers thanked Luke for his work on behalf of the Cooperative and wished him luck in his future endeavors.

2. Operations Department - Keith Thelen. Items discussed and actions taken during the operations department report were as follows:
 - a) Provided the July and August work load/work plan update.
 - b) Reported that AT&S Pole Top Rescue Training was held in July.
 - c) Provided an update of the July storm damage and outages. The Board acknowledged the work the crew had to perform and congratulated them on their work.

3. Manager's Department - Martin D. Dahl. Items discussed and actions taken during the Manager's Report were as follows:
 - a) Reported that the Camp of the Cross REDL&G application was denied at this time.
 - b) Provided an Underwood Economic Development Corporation Board update. A new director was hired last month.
 - c) Provided a Central Power MAC update.
 - d) Provided a Member Services update.
 - e) Provided that the Basin Electric Annual Meeting will be held on November 4-5, 2015, in Bismarck and that delegates need to be appointed. The Board appointed Myers as delegate and Behles as alternate.
 - f) Presented a line extension contract for Kelsey Schafer. A motion was made by Klain, seconded by Behles, to approve the contract. The motion carried.
 - g) Presented a Line Extension Contract for Camp of the Cross. A motion was made by Gessele, seconded by Presser, to approve the Line Extension Contract. The motion carried.
 - h) Presented a resolution to approve the 2014 Form 990 for the Cooperative. A motion was made by Klain, seconded by Presser, to approve the 2014 Form 990. The motion carried.
 - i) Discussed the 2015 NDARC Awards. Presser suggested nominating Lori Capouch of Statewide for the Community Service Award.
 - j) Reviewed the exit interview Manager Dahl had with Luke Steen.

- k) Reported that NRECA Region 6 Meeting is scheduled for September 16, 2015, in Minneapolis, Minnesota. Stockdill will be the delegate with Klain as the alternate.
- l) Presented the National Small Business Association (NSBA) Membership. Manager Dahl will decline membership as Basin Electric and Statewide have involvement currently.
- m) Reported that the 2015 Company Picnic is scheduled for August 27, 2015. A motion was made by Behles, seconded by Stockdill, to approve a variance of the property, to allow alcohol on the premises, during the picnic held on August 27, 2015. The motion carried.
- n) Reported that the Cooperative's yellow truck will be sent to Haiti through the NRECA Outreach Program.
- o) Reported on his attendance at the Basin MAC Meeting.
- p) Statewide alternate delegate to replace Orvin Ravnaas. Director Klain expressed interest and was appointed. A motion was made by Behles, seconded by Gessele, to appoint Director Stockdill as 2015 delegate and Klain as the Alternate. The motion carried.

POLICY REVIEW:

The following policies were reviewed:

1. Policy No. 611.0 - Leaves of Absence - A motion was made by Behles, seconded by Gessele, to approve Policy No. 611.0 as approved.
2. Policy No. 313.0 - Retirement of Capital Credits - General, Joint Membership, and Estate - A motion was made by Presser, seconded by Klain, to approve Policy No. 313.0 with the proposed amendments. The motion carried.

Reports on meetings attended:

1. NRECA Legal Seminar 55 - Lindell
2. Statewide Report - Stockdill
3. Central Power - Presser

Upcoming Meetings:

1. Midwest Electric Consumers Association Annual Meeting - December 7-10, 2015 in Denver, Colorado. Gessele, Sheldon and Dahl will attend.
2. The next regular board meeting is scheduled for Thursday, August 27, 2015, at 8:00 o'clock a.m.

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

Secretary