

MCLEAN ELECTRIC COOPERATIVE, INC.

June 27, 2019

The June 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 June, 2019. The meeting was called to order by President Larry Gessele, at 9:00 o'clock a.m.

Directors present:

Clarence Behles
Larry Gessele
Darcy Klain
James Odermann
Troy Presser
Rod Stockdill

Directors absent: Thomas Sheldon who passed away on June 19, 2019.

Also present were Finance Director Wendy Kinn, Staff Engineer Lucas Schaaf, Operations Manager Keith Thelen, General Manager/CEO Martin D. Dahl, and Attorney David A. Lindell.

A motion was made and seconded to approve the Consent Agenda which consisted of the minutes of the May 23, 2019, board meeting, additional agenda items, review of director's checks, and approval of the membership and service applications/transfers. The motion carried.

The estates of Myron Mai, Larry Pease, Celesta Ostby, Jean Ebert and Wayne Witty were presented for capital credit retirement. A motion was made and seconded to retire the capital credits for the estates. The motion carried.

STAFF REPORTS:

1. Finance Department - Wendy Kinn. Items discussed and actions taken during the Finance Department report were as follows:
 - a) Provided the Financial Report for the Cooperative which included the review of the May 2019 KW and KWH sales and revenue, financial ratios, and the preliminary May 2019, Form 7. Revenue for May was \$38,554.46 over budget and year to date revenue is \$150,825.87 over budget.
2. Engineering Department - Lucas Schaaf. Items discussed and actions taken during the Engineering Department report were as follows:
 - a) Provided a mapping update.

- b) Reported that the Engineering Team is handling calls for new services.
 - c) Provided a TESLA Power Wall update.
 - d) Provided an update on the potential construction of the Max Water Treatment Facility.
 - e) Provided an update of the Blue Flint potential for Diesel Demand Litigation.
 - f) Provided a construction work plan progress update.
3. Operations Department - Keith Thelen. Items discussed and actions taken during the Operations Report were as follows:
- a) The board acknowledged the minutes of the Safety Committee meeting held on May 28, 2019.
 - b) Provided a work load and contract labor update.
4. General Manager's/CEO Report - Martin D. Dahl. Items discussed and actions taken during the General Manager's/CEO Report were as follows:
- a) Provided a Garrison franchise annexation update. Garrison City Commission approved the 20 year extension of the Cooperative's franchise with the city. As a result, the Co-op has withdrawn their protest to annexation.
 - b) Provided an EV Charger update. Suggested that the Cooperative go with a Class 2 charger as a Class 3 charger would be cost prohibitive.
 - c) Provided an Underwood Ambulance update.
 - d) Garrison Rural Water District WAPA allocation request - Manager Dahl has discussed the issue with Basin Electric and the district is waiting for approval from WAPA.
 - e) Discussed the Energy Efficiency Loan Program which could be possible for potential solar projects.
 - f) Discussed a program regarding Whole House Arrestors for surge protection.
 - g) Provided an evaluation of the 2019 Annual Meeting.
 - h) Discussed the vacant director position. It is noted earlier Director Thomas Sheldon passed away on June 19, 2019. There are two years left on Director

Sheldon's current term. The board plans to hold a special meeting in July to appoint a new director.

- i) Reviewed the Cooperative's safety performance score card.

REPORTS ON MEETINGS ATTENDED:

- a) Statewide - Stockdill
- b) Central Power - Presser
- c) Basin Electric - Presser

UPCOMING MEETINGS:

- 1. The next monthly board meeting will be held on Thursday, July 25, 2019, at 9:30 o'clock a.m. at the Central Power Headquarters in Minot, North Dakota.

The board went into Executive Session. After the Executive Session, there being no further business. Upon a motion made and carried, the meeting was adjourned.

Secretary