

MCLEAN ELECTRIC COOPERATIVE, INC.
July 23, 2021

The July meeting of the board directors of McLean Electric Cooperative Inc. was held at the Cooperative's headquarters in Garrison, North Dakota, on the 23rd day of July, 2021. The meeting was called to order by President Larry Gessele at 8:45 o'clock a.m.

Directors present were:

Clarence Behles
Larry Gessele
Karen Hanson
Troy Presser
James Odermann
Rod Stockdill
Darcy Klain - Via Zoom

Also in attendance were Finance Director, Wendy Kinn, Staff Engineer, Lucas Schaaf, General Manager/CEO, Mark Doyle, and Attorney David A. Lindell.

A motion was made and seconded to approve the Consent Agenda which consisted of additional agenda items, review of directors checks, approval of the membership and service applications/transfers, and the minutes of the June 24, 2021, board meeting. The motion carried.

The estates of Kenneth Rustad, David Garner, Betty Lohstreter, Elizabeth Huelsman, Mary Mitchell, and Betty Buseth 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 June 2021 KW and KWH sales and revenue, financial ratios, and the preliminary June 2021, Form 7. June revenue is above budget by \$21,362.72, with year-to-date revenue below budget \$343,999.98. Year-to-Date KWH sales are below budget 4,487,463 with demand sales ahead of budget 1,461 YTD.
 - b) Provided a Basin investment update.
 - c) Reviewed the Cooperative's 2020 Form 990.

- d) Reported that she is working on the PPP Loan Forgiveness application.
2. Engineering Department - Lucas Schaaf. Items discussed and actions taken during the Engineering Department report were as follows:
- a) Provided the work load/work plan update.
3. Operations Department - Mark Doyle in place of Keith Thelen. Items discussed and actions taken during the Operations Department Report were as follows:
- a) Provided the work plan/work load and contract labor update.
 - b) The board acknowledged the minutes of the Safety Committee meeting held July 6, 2021.
4. General Manager's/CEO Report - Mark Doyle. Items discussed and actions taken during the General Manager/CEO Report were as follows:
- a) Provided a Covid-19 update.
 - b) Discussed the GRE Coal Creek Station sale.
 - c) Provided a Blue Flint alternate generation update.
 - d) Discussed the White Shield projects.
 - e) Reviewed the 2021 Annual Meeting Expenditure Report.
 - f) Benefits Audit Report - Manager Doyle presented a Resolution authorizing the amendment of the Safe Harbor 401(k) provisions under the NRECA 401(k) Pension Plan for McLean Electric Cooperative. A motion was made and seconded to approve the Resolution. The motion carried.
 - g) Statewide Facility Fundraising update - McLean Electric will participate.
 - h) Reported that the Region V/VI meeting will be held in Minneapolis, Minnesota, on September 15-17, 2021. Director Gessele was nominated as delegate with Odermann as alternate delegate.

- i) The Board reviewed RUS Form 219 Inventory of Work Orders. A motion was made and seconded to submit the RUS Cooperative's Form 219. The motion carried.
- j) Reviewed the Member Terms and Conditions Statement and proposed update. A motion was made, seconded to approve the purposed changes. A motion to amend the motion was made and seconded to not include a change to the provision regarding Operation Round-Up. The amendment carried. The motion as amended carried.
- k) Provided a Central Power MAC Report.
- l) Discussed a donation request for the benefit of a Verendrye employee. A motion was made and seconded to donate \$500.00. The motion carried.
- m) Provided new Garrison Sub expansion update.
- n) Discussed the Manager's company vehicle use.

COMMITTEE REPORTS:

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

UPCOMING MEETINGS:

The next board meeting is scheduled for Tuesday, August 24, 2021, which shall begin at 8:30 o'clock a.m.

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


Secretary