

COOS-CURRY ELECTRIC COOPERATIVE, INC.
Regular Meeting of the Board of Directors
February 23, 2007

I. PRELIMINARY

The Regular Meeting of the Board of Directors of Coos-Curry Electric Cooperative, Inc. (CCEC) was called to order at 10:09 a.m. on Friday, February 23, 2007 by President/Chairman of the Board (Chairman) Robison in the conference room at the Cooperative's Headquarters Building, Port Orford, Oregon. Secretary Radabaugh called the roll, showing the following directors present: Itzen, Robison, Radabaugh, Combs, Herzog, and Schlottmann. Also present were General Manager/CEO (GM/CEO) Werner G. Buehler, CFO Doyle Eden, Executive Assistant Dian Marple, Member & Public Affairs Director Christine Stallard, and System Engineer Andrew McBride. Chairman Robison recognized members of the audience and guests.

The proposed Agenda was approved as amended.

II. REMARKS & COMMENTS BY MEMBERS OF THE AUDIENCE

Chairman Robison called for remarks or comments from the audience. There were various comments, questions, and remarks made by members concerning the following: encourage renewable energy sources; net-metering; request for management salary schedules and benefits information; legal authority to hold exclusive executive sessions; CCEC's town hall meetings; the board's progress; refund of advanced deposit; Brookings/Harbor Transmission Line budget issue & public workshop request; recent rate decrease was not shared across all rate classes, including small businesses; questioning the reliability of transmission line to Brookings/Harbor; and concern about CCEC's debt load.

Member David Smith, a former engineer at CCEC, gave his opinion as to the rebuild of the Brookings/Harbor Transmission Line, including a written statement that he handed out.

Member Bill Waddle read and then presented to the board a Petition from the Brookings/Harbor Committee for Fair Co-op Representation (CFFCR) under which the CFFCR is seeking several changes to CCEC's bylaws.

Member Judi Krebs read a statement regarding a thank you to the CCEC employees and asked that her comments, in written form, be made part of the record.

III. CONSENT AGENDA

There was a brief discussion concerning the consent agenda. A motion was made to approve Items A through D under the Consent Agenda. The motion was seconded and carried unanimously.

IV. MONTHLY FINANCIAL REPORTS

A. Budget Analysis

CFO Eden gave a brief review of the cooperative's financials as of January 31, 2007. CFO Eden continued his presentation with a summary of the Form 7. He also reviewed the cooperative's revenues, costs, budget, and margins. CFO Eden responded to questions from the board. A motion was made to approve the monthly financials as presented. The motion was seconded and unanimously carried.

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V. REPORTS

A. Staff Reports

Staff reports were discussed briefly.

B. ORECA Report

Director Combs gave a very brief report on the activities of the Oregon Rural Electric Cooperative Association (ORECA). Combs advised that he attended ORECA's 2007 Legislative Day in Salem and met with Oregon legislators to discuss issues that concern cooperatives. Two of the issues discussed at ORECA were the governor's renewable energy policy and theft of electricity.

C. Policy Review Committee Report

Policy Review Committee Chairman Combs stated that the committee had met and advised that the policy review committee has recommended the following:

Proposed Revised Net-Metering Rate Schedule – that proposed revised Net-Metering Rate Schedule be revised as presented removing the monthly administrative fee of \$25. A motion was made and seconded to adopt proposed revised Net-Metering Rate Schedule as presented. The motion carried unanimously. The board advised that the net-metering interconnection agreement administered under PB#80 had been revised to delete the requirement for the member generator to supply proof of liability insurance, facility permit/inspection, and facility operation training.

D. Brookings/Harbor Transmission Line Advisory Committee (B/HTLAC)

Chairman Robison advised that the board had decided to create a Brookings/Harbor Transmission Line Advisory Committee consisting of about 9 (more or less) CCEC members from the Brookings/Harbor area. He asked Member Ed Goodell of Brookings if he would be willing to locate enough Brookings/Harbor members willing

to serve on the B/HTLAC. Mr. Goodell agreed to contact the board chairman by 3/9/2007 with a report of his progress as to the creation the B/HTLAC.

E. Special Meeting – Proposed Board Resolution No. 621

Chairman Robison announced that at a special board meeting the board had adopted board Resolution No. 621 to reaffirm that Port Orford is the location of the cooperative's headquarters and that all corporate functions should be based at the Port Orford location.

Director Radabaugh expressed his concerns about how this resolution might affect labor relations, contracts, and other sensitive matters. Director Itzen stated that he had not seen the proposed resolution but felt it was micromanaging and perhaps legal counsel should review the resolution. Chairman Robison stated that he had run this resolution by his personal legal counsel.

Director Itzen requested the board to ask cooperative legal counsel if the February 20, 2007 board meeting was a legal meeting and if action taken by the board at that meeting was legal action. The board agreed that legal counsel should be consulted.

VI. ACTION ITEMS

A. Safety Report

Following a review of the February 2007 Safety Report, a motion was made to approve the Safety Report as presented. The motion was seconded and unanimously carried.

B. Disposal List

After a brief dialogue, a motion was made to approve the asset disposal

list as presented and that the items be removed from the books of the cooperative. The motion was seconded and carried unanimously.

VII. OLD BUSINESS

There was no old business to come before the meeting.

VIII. NEW BUSINESS

A. Association Activities

The board reviewed various reports, notices, letters, and newsletters.

B. Resignation of Director David Itzen

Director David Itzen announced and presented his resignation to the board and asked the board to accept it effective immediately. Director Itzen stated his reasons for his resignation, thanked the members for the opportunity to serve as board member, and asked the cooperative to not pay him for attending today's meeting. Chairman Robison read Itzen's written resignation, and the board thanked Itzen for his service to the membership and agreed that he will be missed. There was a motion to accept David Itzen's resignation, with regret. The motion was seconded and carried unanimously.

IX. MEETINGS

The board took note of the following meetings:

March 30, 2007, CCEC Regular Board Meeting, Port Orford OR.

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X. EXECUTIVE SESSION

Regular session adjourned to executive session at 11:38 a.m. and regular session reconvened at 4:05 p.m.

Upon a motion duly made and seconded, the following resolutions were approved by the Board of Directors:

A. Attorney's billing – After a brief discussion, the board resolved to approve the attorney's billing statement as presented.

B. Member Request for Return/Refund of Deposit – The board reviewed the member's pertinent account information and determined that the member qualified to receive a refund of his advance deposit. The board resolved to approve the refund of the member's advance deposit as requested.

C. Requests for Donation/Contribution – After discussion, the board resolved to approve the following requests for donation/contribution:

1. Brookings-Harbor Little League – A cash donation/contribution of \$350 to help cover the expenses of the Brookings-Harbor Little League.

2. Gold Beach Football 2007 Camp Sponsor Drive – A cash donation/contribution of \$500 to help cover the expenses of the 2007 Gold Beach Football Team Camp and advertising.

3. Seven Local High School Project Graduation Fundraiser Auctions – One gift certificate for \$100 credit on a Coos-Curry Electric Cooperative member's power bill given to each of seven local high school committees for project graduation fundraiser auctions.

4. Port Orford Rotary Scholarship Endowment Fund - A cash donation/contribution of \$300 to help increase the Rotary Scholarship Endowment Fund

to its goal of \$100,000 for the benefit of Pacific High School graduates.

D. Fill Vacated Treasurer's Office – After a brief discussion, Director Herzog was appointed to fill the vacant office of treasurer for the cooperative.

XI. ADJOURN

There being no further business to come before the Regular Meeting of the Board of Directors of Coos-Curry Electric Cooperative, Inc., the meeting adjourned at 4:25 p.m.

/s/ Peter Radabaugh

Peter Radabaugh, Secretary

ATTEST:

/s/ Daryl C. Robison

Daryl C. Robison, Chairman