

COOS-CURRY ELECTRIC COOPERATIVE, INC.
Minutes of the Regular Meeting of the Board of Directors
April 23, 2009

I. PRELIMINARY

The regular meeting of the board of directors of Coos-Curry Electric Cooperative, Inc. (CCEC) was called to order at 8:28 a.m. on Thursday, April 23, 2009 by Chairman of the Board (chair) Robison in the conference room at the cooperative's headquarters, Port Orford, Oregon. Secretary Radabaugh called the roll, showing the following directors present: Robison, Kitchen, Radabaugh, Herzog, McMahan, Dowdy, and Schlottmann. Also present were general manager/chief executive officer (GM/CEO) Roger Meader, executive assistant (EA) Dian Marple, and marketing & member services manager Christine Stallard.

Items added to the proposed agenda were under II. Consent Agenda - Cooperative's Auditor's Billing and IV. Items of Business – strategic planning session schedule and multiple meters discussion

There was a call for items for strategic discussion, but there were none.

Chair Robison advised the board that no CCEC member had applied, under PB#76A, to attend the board meeting and speak to the board.

A motion was made, seconded and unanimously carried to approve, as written, the minutes of the March 19, 2009 regular board meeting and executive session.

II. CONSENT AGENDA

The board held a brief dialogue concerning the consent agenda. Management responded to questions from the board. A motion was duly made, seconded, and unanimously carried to approve Items A through G under the consent agenda, to-wit: the list of general & operating checks for 3/2009; the write-off list through 4/14/2009; the list of new memberships for 3/2009; the cooperative attorney's invoice; the cooperative auditor's invoice; and the GM's & directors' expenses for 3/2009.

III. MANAGER'S REPORT

GM/CEO Meader gave a brief report on revenue and expenses, and responded to questions about expenses and revenue. The financials presented under the

manager's report were filed for audit.

The outage report and the right-of-way clearing report were discussed.

The GM/CEO reported on the disposal of obsolete assets list. There was a discussion concerning the dollar limit set to use for capitalized items. The board agreed, by consensus, to raise the dollar level of capitalization up to \$500. The GM/CEO was instructed to talk to the cooperative's CFO Frank Corrales and auditors about the possibility of raising that limit a little higher and to report back to the board for additional review at the next board meeting.

The April 2009 safety report was reviewed. The safety meetings in March included Hazard Communication and Access to Exposure & Medical Records training. Safety meetings in April included Slips, Trips & Falls and Ladder Safety training. The April 2009 safety report was approved, as presented, by a motion duly made, seconded, and unanimously carried.

IV. ITEMS OF BUSINESS

A. Wholesale Power Issues - PNGC Power/PRC/BPA

The board held a discussion about wholesale power issues and future power supplies. GM/CEO Meader talked about water, snow pack, weather, solar, wind, and biomass generation, and market prices.

CCEC has been selected as one of three cooperatives to participate in the Bonneville Power Administration's (BPA) Demand Response Pilot Project. BPA has agreed to fund the program for equipment and electricians, but the cooperatives will have to administer, advertise, and market the program. The board volunteered to be the first to sign up for the program

The upcoming rate increase and the record of decision from BPA were discussed. The federal stimulus funds issues were reviewed along with Pacific Northwest Generating Cooperative (PNGC Power) issues were discussed along with regulatory requirements, conservation programs, legislative issues, and energy efficiency.

B. Policy Committee Recommendations

- Proposed new Policy No. 300-020 Service Policies for Members (replaces PB #6, #20, #20A, #23, #48, #49, #52, #56, & #81) – There

was a brief dialogue regarding the proposed new policy. A motion was made to approve, as presented, proposed Policy No. 300-020 Service Policies for Members. The motion was seconded and unanimously carried.

- Proposed Ethics and Conflict of Interest – Employees Policy No. 400-040 – This policy is still waiting to take effect until the similar policy for directors has been approved.
- Discussion of Ethics and Conflict of Interest – Directors policy – There was a discussion regarding the ethics and conflict of interest policy for directors. The policy committee chair is still working on a draft policy.
- Proposed, revised Policy No. 100-190 Charitable Donations, Contributions, & Sponsorships – There was a brief dialogue regarding the proposed, revised policy to authorize the GM/CEO to review and approve or deny requests for donations in accordance with the policy and the approved budget. A motion was made to approve, as presented, proposed, revised Policy No. 100-190 Charitable Donations, Contributions, & Sponsorships. The motion was seconded and unanimously carried.
- Proposed new Policy No. 200-030 Director Education (replaces PB#71) – There was a brief dialogue regarding the proposed new policy. A motion was made to approve, as presented, proposed Policy No. 200-030 Director Education. The motion was seconded and unanimously carried.

C. 2009 CCEC Annual Meeting – Update

The board was given a brief update in regard to preparations for the upcoming annual meeting scheduled for May 2nd.

D. Credit Card Usage by Members – Update

Marketing and Member Services Manager Christine Stallard reported on the credit card usage by members.

E. BPA's Conservation Renewable Credit Funding - Update

The board received an update from Christine Stallard about the BPA's program for rebates to members for installing heat pumps and lighting retrofits and other rebate offers.

F. Home Show Survey Results

The board was given a brief review of the result of a quick survey that was taken by members who attended the recent Brookings Home Show.

G. Transmission Line Progress - Update

The board received a brief update concerning the transmission line progress, tree trimming on the transmission line route, and the bids for materials.

H. Bridge Lighting Concerns

The GM/CEO responded to questions concerning bridge lighting and county and city franchise agreements.

I. Open/closed Board Meetings - Discussion

There was a discussion concerning whether the board should have open or closed board meetings and concerning the cooperative's town hall meetings. The board agreed, by consensus, that the meetings of the board of directors should remain closed and that the cooperative should continue to have monthly town hall meetings.

J. IT Security

IT Director Allen Simmons was introduced and spoke about the cooperative's information security systems that are in place. CCEC's information is very secure with many layers of security. All break-ins to the system attempted by outside sources are being blocked.

K. Educational Meetings

The board held a brief discussion concerning potential educational meetings.

L. Miscellaneous Business Issues

- Update on 4-day work weeks – The report concerning the first five months of the four 10-hour day work weeks was reviewed.
- Oregon Coastal Zone Management Association (OCZMA) – The board considered the information regarding the lobbying group OCZMA and considered joining the OCZMA as an associate member. A motion was made, seconded, and unanimously carried to join the OCZMA as an associate members at the annual membership cost of \$250.
- Multiple Meters – There was a brief discussion concerning members with multiple meters. The GM/CEO responded to questions.

