

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

I. PRELIMINARY

The regular meeting of the board of directors of Coos-Curry Electric Cooperative, Inc. (CCEC) was called to order at 9:00 a.m. on Thursday, July 23, 2009 by Chairman of the Board (chair) Pete Radabaugh in the conference room at the cooperative's headquarters, Port Orford, Oregon. Secretary McMahan called the roll, showing the following directors present: Robison, Kitchen, Radabaugh, Herzog, McMahan, Dowdy, and Kolen. Also present were General Manager/Chief Executive Officer (GM/CEO) Roger Meader, Executive Assistant (EA) Dian Marple, Marketing & Member Services Manager Christine Stallard, and Legal Counsel Melinda J. Davison.

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

Three items were added to the agenda under IV. Miscellaneous Business Issues.

Chair Radabaugh 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 June 25, 2009 regular board meeting and the minutes of the 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 F under the consent agenda, to-wit: the list of general & operating checks for 6/2009; the write-off list through 7/14/2009; the list of new memberships for 6/2009; the purge list for 7/2009; the cooperative attorney's invoice; and the GM's & directors' expenses for 6/2009.

III. MANAGER'S REPORT

GM/CEO Meader gave a brief report on revenue, expenses, and margins and responded to questions from the board. The financials presented under the manager's report were filed for audit. Following discussion about sick leave, the GM/CEO was

directed to research the suggestion of personal time-off (PTO) rather than sick/vacation leave.

The following reports were given: credit card usage, outages, right-of-way clearing, and disposal of obsolete assets.

The July 2009 safety report was reviewed. GM/CEO Meader advised the board that he is considering some changes to the safety incentive program, adding more penalties for preventable incidents. The safety meetings in July included pro-active driving and pre- & post-trip inspections training. The July 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, future power supplies, the pending Bonneville Power Administration rate increase, biological opinion, the river run, the anticipated true-up, the Power Resources Cooperative, and the Public Power Council.

B. Policy Committee Recommendations

There are no policies for consideration; however, committee chair McMahan is in the process of reviewing all CCEC policies.

C. Bylaws Review Committee – discussion

The board chair reminded the board to review the cooperative's bylaws and communicate any proposed changes or items for discussion to the bylaws review committee chair Ed Dowdy. The board scheduled a committee meeting to review the bylaws and discuss proposed amendments for submission to the membership.

D. PNGC Annual Meeting - September - Portland

The board held a brief dialogue about the Pacific Northwest Generating Cooperative annual meeting and who should attend.

E. Appoint Designated Representative for SCSCI

A motion was made to appoint Dave Kitchen as the Designated Representative for voting purposes at the South Coast Satellite Cooperative, Inc. annual meeting. The motion was seconded and unanimously carried.

Legal Counsel Davison arrived at 10:15 a.m.

F. Cost of Service Analysis (COSA) and Rate Study Workshop

There was a lengthy discussion concerning the COSA and rate study for all rate classes. Following a motion made, seconded, and unanimously carried, effective October 1, 2009, the base charges and kWh rates will change as set forth on the attached *Summary of Rates Effective October 1, 2009*, for all electric bills sent out after October 1, 2009, which summary is made a part hereof.

G. Update on NRECA Retirement Pension Funds

The GM/CEO gave the board an update on the NRECA Retirement Pension Funds.

H. Miscellaneous Business Issues

- 2010 CCEC annual meeting - proposed dates – The board discussed and selected four possible dates in May 2010 for the CCEC annual meeting and management will try to schedule the Event Center in Gold Beach for one of the potential dates.
- 2010 NRECA annual meeting – February 2010 – There was a discussion concerning CCEC's representation at the 2010 NRECA annual meeting.
- Change of voting delegate or alternate – Region IX & other meetings – Because John Herzog will not be able to attend the Region IX meetings in September, Roger Meader will attend the Region IX meetings and is appointed to replace John Herzog as the following voting delegate or alternate voting delegate as follows:

NRECA alternate voting delegate

CFC alternate voting delegate

NESC/Federated/NRTC voting delegate

V. EXECUTIVE SESSION

The regular session adjourned to an executive session at 2:15 p.m. to discuss the following: contracts and personnel issues. The executive session adjourned and the regular session reconvened at 3:43 p.m.

