

MEETING OF THE BOARD OF DIRECTORS

OF

CHERRYLAND ELECTRIC COOPERATIVE

February 18, 2008

The regular meeting of the Board of Directors of Cherryland Electric Cooperative was held at M-Tec in Traverse City, Michigan on February 18, 2008.

Meeting was called to order at 9:00 a.m. by President Van Pelt.

Present: Tom Van Pelt, President
Terry Lautner, Sr. Vice President
Melinda Lautner, Secretary
John Pope, Treasurer
Rick Deneweth
John Olson
Betty Maciejewski
Tony Anderson, General Manager
Pat Barone, Assistant Secretary

Mr. Mark Wilson, Chief Financial Officer; Mr. Frank Siepker, Engineering Manager; and Mr. Nick Edson, Key Accounts Representative, joined the meeting.

President Van Pelt reviewed the board agenda. Election of Wolverine director was added to the agenda.

The first order of business was a tour of the M-Tec facilities led by Mr. Bill Queen, Energy Center Director and Program Director/Coordinator of Continuing Education for the Energy Center.

The board recessed at 10:20 a.m. and reconvened at 10:26 a.m.

Mr. Jim Carpenter, Operations Manager, and Mr. Kevin Cragg, Member Service Supervisor, joined the meeting in progress.

Mr. Stuart Teach, CFA, Senior Equity Portfolio Manager of NRECA's Homestead Funds joined the meeting for a presentation on an investment review of Cherryland's investment in the Homestead Funds.

The board recessed for lunch at 12:01 p.m. and reconvened at 12:30 p.m.

Motion by Mrs. Lautner, supported by Mrs. Maciejewski and carried to approve the minutes of the regular board meeting held on January 18, 2008.

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Upcoming meetings and events were discussed. The following board members were appointed as voting representatives for the upcoming NRECA Annual Meeting: NRTC - Mrs. Lautner, voting delegate; Mrs. Maciejewski, alternate.

The upcoming Wolverine annual meeting was discussed. Motion by Mr. Lautner, supported by Mrs. Maciejewski and carried to authorized Secretary Lautner to execute the Certified List of Delegates of Cherryland Electric Cooperative.

The MECA annual meeting was discussed.

Mr. Wilson, Chief Financial Officer, reviewed the financials. Mr. Deneweth asked for a monthly budget breakdown and Manager Wilson will provide him with that information.

Attorney Chambers legal report was reviewed and discussed.

Wolverine board minutes were discussed. All ventures seem to be on track. Mr. Olson gave an updated report on Spartan Energy.

Manager reports were reviewed and discussed.

Motion by Mr. Pope, supported by Mrs. Lautner and carried to approve management reports, including the safety report, as presented.

Policy No. 139, Disclosure of Documents, Records and Information was discussed. Motion by Mrs. Maciejewski, supported by Mr. Pope and carried to approve said policy, as amended (copy attached).

Manager Anderson reviewed the Resolution regarding the revolving loan fund request by Crystal Enterprises in the amount of \$300,000.00. Motion by Mrs. Maciejewski, supported by Mr. Deneweth and carried to authorize Secretary Lautner to execute said Resolution (copy attached).

Manager Anderson discussed the Form 990 - Director Hours Worked Worksheet. Board members will review said form and provide Manager Anderson with the information for submission to the auditors.

President Van Pelt appointed Mr. Deneweth to the Planning Committee, replacing Mr. Hoxie.

The board recessed at 2:01 p.m. and reconvened at 2:04 p.m.

The board went into executive session at 2:05 p.m. and reconvened at 2:36 p.m.

President Van Pelt asked for nominations for Wolverine director for a two-year term. President Van Pelt and Mrs. Maciejewski were nominated and a secret ballot was cast. Mrs. Maciejewski was voted Wolverine director.

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There being no further business to come before the board, it was moved to adjourn, supported and carried. Meeting adjourned at 2:39 p.m.

Tom Van Pelt, President

Melinda Lautner, Secretary

We, the undersigned directors of the Cherryland Electric Cooperative, do hereby approve, ratify and conform to all respects of the above and foregoing minutes of this regular meeting of the Board of Directors of said Cooperative and each and every step taken and performed thereat.

