

MEETING OF THE BOARD OF DIRECTORS

OF

CHERRYLAND ELECTRIC COOPERATIVE

June 29, 2009

The regular meeting of the Board of Directors of Cherryland Electric Cooperative was held at the Cooperative office in Grawn, Michigan on June 29, 2009.

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
Betty Maciejewski
John Olson
Tony Anderson, General Manager

Mr. Mark Wilson, Chief Financial Officer; Mr. Frank Siepker, Engineering Manager; Mr. Kevin Cragg, Member Service Manager; and Mr. Jim Carpenter, Line Superintendent, joined the meeting.

President Van Pelt reviewed the board agenda. NRECA summer board meeting update by Manager Anderson was added under Special Presentations.

Motion by Mrs. Lautner, supported by Mr. Lautner and carried to approve the minutes of the regular board meeting held on May 18, 2009.

A draft of the 2009 Annual Meeting minutes was reviewed.

Motion by Mrs. Maciejewski, supported by Mr. Lautner and carried to approve the minutes of the organizational meeting held on June 10, 2009.

Mr. Wilson, Chief Financial Officer, reviewed the financials.

Mr. Wilson reviewed the letter from Sheldon Petersen of CFC with respect to their retirement of patronage capital.

Mr. Wilson presented the Certificate of Resolutions and Incumbency from CFC with respect to the line of credit. Motion by Mr. Lautner, supported by Mrs. Maciejewski and carried to approve said resolution (copy attached).

Mrs. Lautner gave a report on the MECA board meeting, including a discussion on energy optimization.

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Mr. Olson gave a report on the Co-Bank meeting.

Mrs. Maciejewski gave a report on the CFC Forum.

Mr. Cragg, Member Service Manager, made a presentation on Energy Optimization.

The board recessed at 10:33 a.m. and reconvened at 10:48 a.m.

Manager Anderson led a discussion on a review of our last annual meeting.

The refund of capital credits was discussed. Refunds will begin with the August billing.

Manager Anderson reviewed the facilities study. He will report back at the July board meeting on his proposed recommendations.

Mr. Wilson and Mr. Cragg made a presentation on the proposed rate increase. Manager Anderson will make another presentation to the board at the July board meeting during the member input segment of the meeting. A member input forum will also be held on July 13, 2009 from 4:00 p.m. – 6:00 p.m.

The upcoming Michigan Energy Providers Conference was discussed. Mr. Van Pelt, Mrs. Lautner and Mrs. Maciejewski will attend.

Manager reports were reviewed and discussed.

Mr. Craig Borr, Executive Vice President, and Mrs. Kim Molitor, VP of Rates and Administrative Services, of Wolverine Power Cooperative joined the meeting to give an update on rates and other energy-related matters.

The board recessed for lunch at 12:05 p.m. and reconvened at 12:41 p.m.

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

Mr. Deneweth gave a report on the summer school classes he attended.

Attorney Chambers report was reviewed.

The board went into executive session at 1:45 p.m. and reconvened at 2:00 p.m.

There being no further business to come before the board, it was moved to adjourn, supported and carried. Meeting adjourned at 2:10 p.m.

Tom Van Pelt, President

Melinda Lautner, Secretary

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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.

