

**Minutes of the Board of Director's Meeting
Tanner Electric Cooperative
December 6, 2008 North Bend Office**

The President of the Board called the meeting to order at 3:00pm. The Directors present were Tim Moore, Julie Fromm, Mike Hodge, Roger Guay, Jeff Cook, Susan Serrette-Egan, Jim Singer, Randy Anderson and Jeff Gillette. Also present were General Manager, Steve Walter, CFO, Rob Carr, Operations Manager, Glen Livengood, and Administrative Assistant, Lisa Peabody. Attorney, Joel Merkel was absent.

Manager's Comments

The General Manager's comments were reviewed. Also discussed was the option to upgrade phone answering system. This improvement would allow all 8 lines go through the voice-messaging attendant so that more members can leave a location, and hear information regarding an outage. The Board was in favor of the upgrade.

Operations Report

The Operations Manager gave progress reports on the Union Hill underground conversion and the Lake Josephine project. He also informed the Board that one Journeyman Lineman position would be vacant after the first of the year on the North Bend line crew.

Area Reports

Outage reports and new membership listing were reviewed.

Reading and Approval of the Minutes

Motion: After reviewing the minutes from November's meeting a motion was made and seconded to accept the minutes as amended, motion carried.

Summary Minutes for Ruralite

Motion: A motion was made and seconded to approve the summary minutes for the Ruralite as amended, motion carried.

Consent Agenda

Motion: A motion was made and seconded to approve the consent agenda, motion carried.

Unfinished Business

Ames Lake Plat Street Lights

There was a discussion about the Ames Lake Community Club and the request they have proposed to Tanner to have some new streetlights installed at various locations in the Ames Lake Plat. An Ames Lake Community Club meeting is scheduled for December 8th at 7:30pm to further discuss the issue. Doug Reiss will represent the Ames Lake Community Club and two

Tanner Directors from Ames Lake are planning to attend. An update will be given to the Board during the January meeting. In 2009 Tanner will be taking inventory and GPS of all street/security lights on Tanner's system.

2008 Capital Budget Review

The budget chairman, Jim Singer, reviewed the capital budget with the Board. The General Manager proposed we defer the Mt Si to 140th 500 MCM project, and re-price the cost of remaining projects.

Motion: A motion was made and seconded to approve this amendment to the capital budget, motion carried.

TEC Scholarships

A change for 2009 is being made in the selection process for the High School scholarships awarded by Tanner Electric. The scholarship chairman, Susan Serette-Egan, and two Directors will make the selections this year. They will choose one recipient from each of the Tanner service areas and \$500.00 will be paid directly to the college or tech school they are enrolled in to assist with tuition expenses.

Youth Tour

In January it will be time to inform Tanner members of the 2009 Youth Tour. Tanner will use the website, the local schools, and newspapers to promote the program. The Board will review the applications received from any high school Junior who resides in the Tanner Electric system. One student will be selected to go to Washington DC to represent Tanner Electric Cooperative.

New Business

Financials

The financial reports were discussed. The write-offs for November were reviewed.

BPA Conservation Rate Credit Program

A meeting will be scheduled in January 2009 to discuss the spending options available so Tanner can utilize all of their CRC credits from BPA.

NISC-New Billing

Two billing cycles have been completed on the new system. The majority of the feedback from the members has been positive.

Meeting Adjourned - The meeting was adjourned at 4:40 pm. The next Board of Director's meeting is January 20th, 2009 at 5:00pm.