

**Tanner Electric Cooperative
Minutes of the Board Meeting
November 23, 2009**

The President of the Board called the meeting to order at 5:25pm in the North Bend office. The Directors present at the meeting were Tim Moore, Julie Fromm, Mike Hodge, Roger Guay, Jeff Cook, Susan Serrette-Egan, Jeff Gillette, and Jim Singer. Director Randy Anderson participated via conference call. Also present were General Manager Steve Walter, CFO Rob Carr, Manager of Operations and Engineering Rich Kent, Attorney Joel Merkel, and Administrative Assistant Lisa Peabody.

Regular Business (Open Session)

Manager's Comments

The General Manager's comments were discussed.

Operations Report

The Operations Manager updated the Board on the status of the current work in progress.

Area Reports or Concerns

No concerns were discussed.

Unfinished Business (Closed Session)

Consent Agenda

Motion: Approval of the consent agenda, the motion seconded and carried.

Approval of the Minutes

Motion: Approval of the minutes as amended, the motion seconded and carried.

Summary Minutes for Ruralite

Motion: Approval of the summary minutes for the Ruralite as amended, the motion seconded and carried.

2010 Budget/Ten Year Forecast

The proposed budget for 2010 was reviewed and discussed. The final draft will be presented to the Board at the December meeting.

Casino Crane Issue

Motion: A motion was made and seconded to approve a \$60,000 payment from Tanner Electric to the Snoqualmie Casino for reimbursement of expenses that were incurred during the construction of the casino and involved damages to a crane, motion carried.

Amending Bylaws-Final Draft

Motion: A motion was made and seconded to approve the Bylaws as amended, motion carried.

Novinium

Tanner Electric has filed a warranty claim against Novinium for the cable injection services that were performed in 2006. A Release Agreement was drafted by Attorney Joel Merkel requesting the original purchase price of \$136,421.00 be refunded to Tanner Electric.

Motion: To accept and sign the Release Agreement between Tanner Electric and Novinium, motion carried.

New Business

Financial Review

The monthly financial reports were reviewed and discussed.

Emergency Fund

The General Manager proposed using the \$136k from the Novinium settlement to replenish the emergency fund.

Motion: To approve the transfer of \$136k from Novinium into the Emergency Fund, motion seconded and carried.

Aquatic Reserve

Joe Howells has been appointed to act as the Tanner Electric representative for the Aquatic Reserve citizens committee.

Meeting Adjourned

The President adjourned the meeting at 7:50pm. The next Board meeting is scheduled on December 12th at 2:00pm in the North Bend office.