

**Tanner Electric Cooperative
Minutes of the Board Meeting
January 19, 2010**

The President of the Board called the meeting to order at 5:05pm in the North Bend office. The Directors present were Tim Moore, Julie Fromm, Jeff Cook, Susan Serrette-Egan, and Jim Singer. Randy Anderson and Roger Guay and Mike Hodge participated in the meeting via conference call. Jeff Gillette was absent. Also present were Attorney Joel Merkel, General Manager Steve Walter, Operations Manager Rich Kent, CFO Rob Carr, and Executive Assistant Lisa Peabody.

Regular Business (Open Session)

Manager's Comments

The General Manager's comments were discussed. The Board requested a review of the current service policy related to Contributions in Aid of Construction (CIAC) and reimbursement for members who are the first to install power to a non-serviced area.

Motion: To review the current policy in place for new services and CIAC, motion seconded and carried.

Operations Report

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

Area Reports or Concerns

No area concerns reported.

Consent Agenda

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

Reading of the Minutes

The minutes for Decembers' meeting were reviewed.

Summary Minutes for Ruralite

The minutes for Decembers' meeting were reviewed.

Submarine cable update

An update was presented to the Board and included information on the team management meeting that was held to discuss the revised project timeline, risk factors and assign responsibilities.

New Business (Closed Session)

Financial Review

The monthly financial reports were reviewed with no objections. Because of the cable failure expenses and the installation of a new submarine cable to Anderson Island, the CFO requested by the end of 2010 that the Board review the financial policy for Tanner Electric.

2010 Budget Amendment

Motion: A motion was made and seconded to accept the 2010 budget as amended.

Accident

An incident occurred on December 26, 2009 involving a Tanner Electric lineman and groundsman. The Board reviewed the accident investigation report and the findings of our Safety consultant, Jeff Meyers.

Resolution 10-182 System Planning Study

Motion: To accept the System Planning report submitted by Tanner Electric management and Brown & Kysar Engineering, motion seconded and carried. (Progress will be reviewed every two years.)

Resolution 10-183 Employee Health Insurance Plan Amendment

Motion: To accept the addition of a new high deductible health benefit plan to the existing employee benefits package, motion seconded and carried.

Resolution 10- 184 Retirement Security Plan

This issue is currently under review by the NRECA and the Board will revisit this resolution at a later date.

Strategic Planning

Plans are being made to schedule a strategic planning session in June or July, for management and Board members.

Meeting Adjourned 7:25pm

Motion: A motion was made and seconded to adjourn the meeting for January 19, 2010, motion carried. Next meeting is scheduled for February 16, 2010.