

MEETING OF THE BOARD OF DIRECTORS
OF
CHERRYLAND ELECTRIC COOPERATIVE

August 26, 2019

The regular meeting of the Board of Directors of Cherryland Electric Cooperative was held at the Cooperative office in Grawn, Michigan on August 26, 2019.

Meeting was called to order at 9:02 a.m. by President Van Pelt.

Present: Tom Van Pelt, President
Dave Schweitzer, Sr. Vice President
Gabe Schneider, Secretary
Melinda Lautner, Treasurer
Terry Lautner
John Olson
Jon Zickert
Tony Anderson, General Manager
Shannon Mattson, Assistant Secretary

Mr. Mark Wilson, CFO; Mr. Frank Siepker, Engineering Manager; Ms. Kerry Kalbfleisch, Director of Human Resources; Mr. Greg Jenkins, General Counsel; and Ms. Tammy Haworth, Energy Use Advisor, joined the meeting. Mr. Jeff Puffer, Safety Director, was absent. Ms. Rachel Johnson, Member Relations Manager, joined the meeting at 11:07 a.m.

President Van Pelt reviewed the board agenda. Motion by Ms. Lautner, supported by Mr. Zickert, and carried to approve the agenda as presented.

No members present for public input.

The July Safety Report, including the July Safety Committee Meeting Minutes, were discussed.

Cooperative Advocacy issues were discussed. Mr. Anderson spoke with Congressman Jack Bergman during a Traverse City Rotary Charity meeting. Mr. Anderson also spoke with Senator Wayne Schmidt during the Traverse City Ironman. Mr. Schneider met with Congressman Bergman at a local fundraising event and Mr. Schweitzer will be attending a separate event with Congressman Bergman after the board meeting.

The July meeting minutes were discussed. Motion by Mr. Zickert, supported by Mr. Lautner, and carried to approve the minutes of the regular board meeting held on July 15, 2019.

The organizational meeting minutes were discussed. Motion by Mr. Zickert, supported by Mr. Lautner, and carried to approve the minutes of the organizational meeting held on July 15, 2019.

Mr. Wilson presented the 2018 Key Ratio Trend Analysis (KRTA).

The board recessed for a break at 10:17 a.m. and reconvened at 10:27 a.m.

Mr. Van Pelt welcomed Mr. Gary Jonas to the meeting.

Mr. Jonas gave a presentation regarding The Farm Club, LLC and the application for a zero-interest economic development loan through the revolving loan fund. The organization applied for \$100,000 over a 10-year term. Following the presentation and some discussion, Mr. Van Pelt excused Mr. Jonas from the meeting.

The board discussed The Farm Club, LLC economic development loan application. Motion by Mr. Schneider, supported by Mr. Olson, and carried to approve the loan at \$100,000 for a 7-year term.

Managers' reports were reviewed and discussed.

Motion by Mr. Lautner, supported by Mr. Schweitzer, and carried to approve the Managers' reports, including the safety report, as presented.

The board recessed for lunch at 12:07 p.m. and reconvened at 12:41 p.m.

New business was discussed.

Federate Rural Electric Insurance Exchange voting delegate was needed. Motion by Mr. Lautner, supported by Mr. Schneider and carried to appoint Mr. Van Pelt as the Federate Rural Electric Insurance Exchange voting delegate, with Ms. Lautner as the alternate.

RESCO voting delegate was needed. Motion by Mr. Zickert, supported by Mr. Olson and carried to have appoint Mr. Anderson to cast a vote on behalf of the board.

Wolverine and Wolverine Power Marketing matters were discussed.

Spartan Renewable Energy matters were discussed.

Mr. Olson gave an update on MECA.

The General Counsel report was discussed.

Upcoming meetings were discussed.

There being no further business to come before the board, it was moved to adjourn, supported and carried. Meeting adjourned at 1:05 p.m.

Thomas Van Pelt, President

Gabriel Schneider, 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.

