

**BLACHLY-LANE COUNTY COOPERATIVE ELECTRIC ASSOCIATION
BOARD OF DIRECTORS
MEETING MINUTES
Monday, February 22, 2010**

CALL TO ORDER

The regular meeting was held at the cooperative office, 90680 Hwy 99, Eugene, Oregon. A quorum was declared present and the meeting was called to order at 5:10 p.m., following the board workshop. The following were present:

Thomas C. Irwin III	-- Chairman
Bob Sikes	-- Vice Chairman
Ernie Jacksch	-- Sec/Treasurer
Jon Swanzy	-- Director
Cliff Kelley	-- Director
Bud Tracy	-- General Manager
Joe McFadden	-- Manager of Key Accounts
Mary Locke	-- Manager of Office Services
Jami Bartunek	-- Manager of Financial Services
Greg Gardner	-- Operations Manager
Mary Cirks	-- Administrative Assistant
Chip Greening	-- Attorney
Todd Payne	-- Large Power Representative
Hans Reindel	-- Member

AGENDA:

A motion was made and seconded to accept the agenda. Motion carried 5-0.

MEMBER COMMENTS: Mr. Reindel expressed his concerns on his rate increase, explaining it was excessive. The Board of Directors thanked him for sharing his concern, will look into his concern and get back with him.

CONSENT AGENDA: Discussion was held on the minutes with Attorney Greening stating there is too much detail in the minutes. The Board of Directors reviewed the disbursements.

A motion was made and seconded to accept the consent agenda. Motion carried 5-0.

FINANCIALS: Manager of Financial Services Jami Bartunek reported the IRS penalty has been lifted, reviewed the income statement and discussed equity levels and the financials.

A motion was made and seconded to accept the financials as presented.

Motion carried 5-0.

PNGC/PRC REPORT: Manager Tracy informed the board of the Wheeler Interest Group (WIG) that has been formed. Chairman Irwin appointed General Manager Bud Tracy and after a secret ballot vote, Director Sikes to the WIG. Coffin Butte projects were discussed.

ORECA REPORT: The ACRE fund raiser was discussed. The board reviewed ACRE participation and membership by state.

MANAGER'S REPORT: The formation of an Economic Summit which CFC and Co-Bank could help sponsor was discussed as well as the Certificate of Deposit Registry Service.

OLD BUSINESS: *Policy 305.02:* The Consumer Accounting Practices policy was discussed as well as applying interest on security deposits, and incentives for people to stay current with their bill.

A motion was made and seconded to approve the modifications to the policy as presented. Motion carried 5-0.

Retail Rates: Attorney Greening discussed the TIER I and TIER II commercial rate issues and how a rate could be developed to serve that class along with contracts.

Strategic Planning:

A motion was made and seconded to accept the Strategic Planning which was verbally acknowledged last fall but had no action of acceptance. Motion carried 5-0.

NEW BUSINESS: *Avoided Cost Rate Schedule:* After discussion,

A motion was made and seconded to accept the Avoided Cost 2010 rate schedule as presented. Motion carried 5-0.

Audit Committee Appointment: The qualifications of members interested in the Audit committee were reviewed.

A motion was made and seconded to appoint, as qualified financial advisor, Anita Rea to the Audit Committee. Motion carried 5-0.

AWARE Committee appointment: Director Kelley is to make a recommendation to the Board of Directors at the March board meeting, a nomination for the AWARE committee.

Calendar: The calendar was reviewed.

FUTURE LOADS: Discussed earlier in the meeting

DIRECTOR ASSESSMENTS:

Comments: There were none.

Expenses: Expense reports were turned in.

Meeting Attendance:

EXECUTIVE SESSION: No session was held.

ADJOURNMENT: With there being no further business to come before the Board, Chairman Irwin adjourned the meeting at 8:45 p.m.

(SEAL)

Ernie Jacksch, Board Secretary