

Cooperative Light & Power
Two Harbors, Minnesota

Regular Meeting of the Board of Directors

1.

A regular meeting of the Cooperative Light & Power (CLP) Association of Lake County Board of Directors was held at the Office of the Association at Fifteen Fifty-Four, Highway Two, on Thursday, May 26, 2022, with the participation of Scott Veitenheimer, Pat Schmieder, Kyle Weideman, Roger Peterson, Steve Josephson, Interim CEO Steve Shurts, HR/Finance Manager Shannon Haveri, Cooperative Light and Power attorney Chad Felstul, Sherry Fabini to take the minutes, and one member owner.

Five directors were present at the time the meeting was called to order at 9:05 a.m.

Present

2.

A motion was made by Roger Peterson and seconded by Pat Schmieder to approve the agenda with changes. Motion passed.

Agenda

3.

A motion was made by Roger Peterson and seconded by Steve Josephson to approve the April minutes as amended. Motion passed.

Minutes

4.

A motion was made by Kyle Weideman and seconded by Roger Peterson to accept the financials. Motion passed.

Financials

5.

The Board was presented with a contractor's license for wireless business. Signatures from the Board are needed to be compliant with the state.

Wireless
Business

6.

Secretary

<p>made and seconded to exit the session at 12:10 p.m. Motion carried.</p>	
<p style="text-align: center;">10.</p> <p>A motion was made by Steve Josephson and seconded by Roger Peterson for any director to take a leave of absence that may have any intention on applying for any position at CLP. Motion passed.</p>	<p>Leave of Absence</p>
<p style="text-align: center;">11.</p> <p>A motion was made by Pat Schmieder and seconded by Steve Josephson for the choice of the firm of Deb Englund, to conduct the search for the permanent CEO for CLP and to authorize the President of the Board for agreements and or contracts. Motion passed. Kyle Weideman abstained.</p>	<p>Choice of Firm</p>
<p style="text-align: center;">12.</p> <p>Marketing Manager Carey Hogenson came into the meeting to discuss feedback on the Annual Meeting. It was one of the highest attendances CLP has had in a while. Carey has not had time to go through all the surveys, but most were very positive and most like the drive-in style. She will have a report put together for the Board before the June Board meeting.</p>	<p>Annual Meeting</p>
<p style="text-align: center;">13.</p> <p>Interim CEO Steve Shurts gave a verbal report. He reported that the staff met with a representative from the Cooperative Response Center to talk about their services. They are improving performances and including more training.</p> <p>Interim CEO Steve Shurts met with CEO Darrick Moe to get more acquainted with issues MREA is facing and accepted an invitation to attend a meeting in June on cooperative and municipal relations.</p> <p>Safety and Security Consultations Specialist gave a presentation for first responders on how to identify and handle electric vehicle accidents and fires. GRE sponsored this event.</p> <p>Breakfast of Heroes was presented by the Lake County Chamber of Commerce on May 24, 2022. First responders and linemen were recognized for the contributions to the safety of their communities.</p> <p>GRE margins remain strong, while the PCA remains a large charge. The hope is that the strong margins will help zero-out the high PCA charges.</p>	<p>Manger's Report</p> <hr/> <p>Secretary</p>

The Engineer-Procure-Construct bids for the Form Energy battery storage project are in and will be reviewed. A decision is expected by June 1, 2022.

14.

Scott Veitenheimer reported on the GRE meeting that he attended. Went over the following five resolutions:

- Auditor selection
- Auditor Retirement Plan
- Multi -party facilities construction between MISO, GRE, and interconnection customers
- Cedar eminent domain, being the last resort
- Adding parcels to legal description

Financials looked very good. The Coal Creek transaction closed on May 2, 2022. GRE received significant revenue from the MISO capacity auction. Scott will invite GRE to give a presentation to the Board this summer.

15.

Scott Veitenheimer indicated that a GRE delegate is needed for the GRE Board. Scott would like to continue as the delegate for GRE and nominated himself. Pat Schmieder also nominated herself. Around the table vote was taken orally. Roger Peterson voted for Pat; Steve Josephson voted for Scott; Kyle Weideman voted for Scott; Scott Veitenheimer voted for himself, and Pat Schmieder voted for herself. Scott Veitenheimer has three votes and Pat Schmieder has two votes. Scott Veitenheimer is the GRE delegate.

16.

CLP's Attorney Chad Felstul and Interim CEO Steve Shurts will review the policy IV-36 and make recommended updates for the Board. The Board agreed that all the policies should be reviewed and brought back to the Board for approval.

Pat Schmieder had questions on the 990-tax form. HR/Finance Manager Shannon Haveri was asked to be brought back into the meeting to answer those questions. She will reach out to the Auditors.

CLP was awarded the Governor's Safety Award. This is a difficult award to receive. The Board believes that due to the staff's safety and dedication that they should be recognized with a special lunch.

GRE Board and Member Managers Report

GRE Delegate

New Business

Secretary

17.

The Board discussed the date for the next board meeting. The date is set for June 22, 2022, at 9:00 a.m.

Upcoming Meeting

18.

There being no further business to come before said meeting, a motion was made by Roger Peterson, and seconded by Kyle Weideman to adjourn the meeting at 2:42 p.m. Motion carried.

Adjournment

Secretary, Roger Peterson

CORPORATE SEAL

Secretary