

## CLOVERLAND ELECTRIC COOPERATIVE

### MINUTES OF THE SPECIAL MEETING OF THE BOARD OF DIRECTORS

SEPTEMBER 26, 2016  
SAULT STE MARIE, MICHIGAN

#### Call to Order

A special meeting of the Board of Directors was held on Monday, September 26, 2016, in the Sault Administrative Board Room on East Portage Avenue, Sault Ste. Marie, Michigan.

#### Roll Call

The following were present: Chairperson, Virgil Monroe, Vice-Chairperson, Charles Litzner, and Secretary/Treasurer, Gerry Nettleton. Directors Pete Legault, Ron Provo, Richard Newland, John Sawruk, Jason St. Onge, and Carmine Bonacci. President and CEO Dan Dasho, Administrative Assistant Julie Chadwick. Director of Human Resources and Assistant Comptroller Dianne Hemming, Director of Communications Todd Chapman, and Director of Key Accounts, Wendy Malaska were also present during the Cost of Service study presentation.

#### Additions and Modifications to Agenda

A motion was made by Director Bonacci, seconded by Director Sawruk, to discuss the director qualifications at a later meeting. Director Provo opposed, stating that the purpose of a special meeting was to address special discussions. Chairperson Monroe called for a vote; Directors Sawruk, St. Onge, and Bonacci supported the motion, Directors Litzner, Provo, Nettleton, Newland, Legault opposed, the motion failed.

#### Cost of Service Study

The Board of Directors discussed and reviewed the residential rate materials that were provided to them prior to the meeting. The board reviewed how each option would affect the members of Cloverland, and the cooperative itself. An increase in rates to a 1.6 tier was the lowest amount recommended by staff.

A Motion to accept an increase in rates to a 1.6 tier, option 1 was made by Director Sawruk, seconded by Director Bonacci. Directors Sawruk, Bonacci, Litzner, Legault and St. Onge voted in support of the motion. Directors Provo, Nettleton, and Newland opposed the motion. With majority ruling, the motion passed.

### Director Qualifications

A motion was made to enter into Executive Session.

The Board returned to regular session, and it was determined that the director qualifications would be reviewed at the next regular meeting of the Board of Directors.

### Calendars and Upcoming Events

The Board of Directors reviewed the schedule for upcoming events such as the Community Meetings October 17- October 20. There was a discussion amongst the directors regarding updating the information on Sharepoint Plus.

### New Business

Director St. Onge asked if there was an established procedure for calling meetings to order if the Chairperson is unavailable. Mr. Dasho will verify that this process is included in the Board Policy.

### Next Meeting

The next Regular Meeting of the Board of Directors will be Friday, October 21, 2016. The meeting will be held at the Grand Hotel, Mackinac Island.

### Adjournment

A motion was made by Director Sawruk, seconded by Director Legault to adjourn the meeting. All directors voted in favor, and the motion was passed.

By:   
Gerald Nettleton, Secretary/Treasurer