

67th ANNUAL MEMBERSHIP MEETING
OF
CHERRYLAND ELECTRIC COOPERATIVE

June 18, 2005

The 67th Annual Meeting of the membership of Cherryland Electric Cooperative was called to order at 10:45 a.m. by the President, John Olson. Mr. Olson stated that a quorum was present in accordance with the bylaws of the Cooperative. Final registration was 169 members in attendance and 849 mail ballots.

President Olson introduced Senior Vice President, Betty Reynolds-Maciejewski, who gave the invocation.

President Olson introduced present board members, guests and scholarship recipients; he also acknowledged all veterans.

Secretary Bill Hoxie read the Notice of Meeting and Proof of Mailing. The Proof of Mailing is hereby attached to and made a part of these minutes.

Motion was made, supported and carried to dispense with the reading of the minutes of the 66th Annual Meeting.

The meeting was turned over to Attorney Stephen Chambers to conduct the election. Mr. Chambers asked for questions regarding the ballot. There being no questions, the Election and Credentials Committee members consisting of Richard Milbert, Wilma Milbert, Craig Meredith, Sue Meredith, Jim Tremain, Arlene Tremain, Martin Materkowski, Kenneth Thompson and Charlene Thompson collected ballots from the floor, and counted ballots from registered members. Attorney Chambers announced that the Election and Credentials Committee would count ballots in accordance with the bylaws.

President Olson gave his President's Report.

President Olson turned the meeting over to Senior Vice President, Mrs. Reynolds-Maciejewski, who gave a Wolverine power supply update. Mr. Tom Weeks, of Wolverine Power Supply Cooperative, answered questions on power supply issues.

President Olson introduced General Manager Tony Anderson who presented a "State of the Cooperative Report" to the Membership.

Treasurer Jack Pope read the Treasurer's Report. President Olson then asked the members for a motion to accept the Treasurer's report as mailed. Moved, supported and carried.

President Olson called for unfinished business, new business and questions. Questions and comments were raised from the audience by a member and former director of Cherryland Electric Cooperative regarding director compensation -- what do CEC directors receive as compensation and what compensation do they receive when representing CEC on other boards, i.e., Wolverine Power Supply Cooperative; and what compensation do directors receive when they leave the board? The membership was informed that directors on the CEC board receive compensation in the amount of \$500.00 for a monthly board meeting and \$300.00 for all other meetings they attend. CEC directors do not receive any type of compensation after they leave the board.

However, it was brought to the membership's attention that at Wolverine Power Supply Cooperative, there is a deferred compensation program for those directors serving more than 5 years who have left the WPC board and are over the age of 62.

After some discussion, it was moved, seconded and carried to request the Cherryland Board of Directors to instruct CEC representatives to inform the directors of Wolverine Power Supply Cooperative that the membership of Cherryland Electric is not in favor of and does not agree with the deferred compensation program offered for Wolverine directors.

The meeting was turned over to Attorney Chambers to report on the results of the election. Following is a tabulation of votes as reported by the Election and Credentials Committee:

Benzie County	Wayne Nordbeck	698
Leelanau County	Bill Hoxie	720
Director at Large	John Pope	398
	Ian Bryant	71
	Michael McManus	181
	David Reed	76
	Joel Wright	162

The following members were duly elected as directors:

Benzie County (3-year term)	Wayne Nordbeck	698
Leelanau County (3-year term)	Bill Hoxie	720
Director-at-Large (3-year term)	John Pope	398

The President requested the Secretary to attach the Certificate of Inspection of Election to the minutes of this meeting and declared the members receiving the greatest number of votes elected for the terms voted upon.

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There being no further business to come before the membership, the President declared the meeting adjourned at 12:30 p.m.

John Olson, President

Bill Hoxie, Secretary