

**REGULAR MEETING – BOARD OF DIRECTORS
SALMON RIVER ELECTRIC COOPERATIVE, INC.
CHALLIS, IDAHO
JANUARY 18, 2008**

Directors Present: Bob Boren Louanne Hess
 Jim Dungan Jeff Bitton
 Norman Wallis Eric Tilman
 Michael Miller

Staff Present: Ken Dizes, Manager
 Vi Stevens, Executive Secretary

Others Present: Todd Adams, Reporter

Bold language indicates follow-up items.

The regular meeting was called to order by President Boren at 2:00 P.M.

The minutes of the December 19, 2007 meeting were approved as written and the minutes of the December 19, 2007 executive meeting were approved as corrected.

- It was moved by Bitton, seconded by Tilman to approve the following decedent capital credits in the amount of \$11,064.65. Passed unanimously.
 - Bruno Piva \$9,083.29
 - David A. Hayes \$1,981.36
- It was moved by Bitton, seconded by Dungan to approve one write-off account in the amount of \$100.30 and send to collections. Passed unanimously.
- It was moved by Bitton, seconded by Tilman to approve the 2008 scholarship letter and application. Passed unanimously.

The Board submitted the following member names to serve on the Nominating Committee: Myron Combs, Sue Tengesdal, John Johnson, Mary Skeen, Rick Swindell, Mary Cox and Pat Hawkins. Additional names will be submitted when they become available. The Nominating Committee will meet on February 13th.

Dizes reported he has reviewed the 2008 wholesale power rates and projected expenses and recommends no adjustments be made to the current rate classes. The consensus of the Board is to accept his recommendation and maintain the current rates in effect for 2008.

- It was moved by Wallis, seconded by Dungan to authorize the Manager to sign the BPA Residential Exchange Interim Agreement providing the final version is substantially the same and has passed legal review. Passed unanimously.

Boren reported on highlights of the ICUA meeting. A copy of the ICUA highlights is attached to these minutes. Boren, Dungan and Dizes reviewed the highlights from the workshop they attended on 8 Deadly Sins of Mismanagement.

The financial statements for the month of December 2007 were reviewed.

Dizes reported on the following items in his report.

- Staff continues to work on the Emergency Restoration and Business Continuity Plans.
- The crew has moved into a maintenance mode of tree trimming and replacing/tightening hardware on overhead lines.

- Continues to work on compliance issues with the Western Electricity Coordinating Council (WECC) relative to reliability standards. SREC has self-certified that we are in compliance and as a matter of procedure WECC will do a spot check to validate that we correctly stated that. Dizes contacted NRECA relative to our registration protest and they suggested we sidestep WECC and go straight to NERC. NERC was familiar with our case and they are planning to contact WECC and ask for documentation to validate their denial of our protest. NERC's compliance board will then make a final ruling either in favor of WECC or SREC.

Stevens reported on the following items in her report.

- Nine (9) new members were received bringing the total membership count through December 2007 to 1983.

Patty Crane	John L. & Sharon K. Cripe
Thomas & Marcia K. Hill	Jamie G. & Crystal M. Kestler
Willis J. & Mary L. McAleese	Robert T. Provence
Tyler & Todd Victor	John L. Weston, Jr.
Chad M. Workman	

- Reviewed upcoming schools and meetings.
 - The Board will meet with BPA representative Claire Hobson at the February 20th meeting.
 - Bitton will attend the February NRECA annual meeting in Anaheim.
 - It was moved by Tilman, seconded by Hess to designate Bitton as the voting delegate for the NRECA, CFC, Federated and NCSC meetings. Passed unanimously.
 - Dungan & Dizes will attend the March PNGC strategic education meeting in Portland.
 - The Board will meet with PNGC representative John Prescott at the March 19th meeting.
 - The Board will hold the joint SRP/SREC luncheon meeting at the April 16th meeting.
 - The Board will meet with Challis Mayor Jay Cook at the May 21st luncheon meeting.
- A revised copy of the Communications Plan was distributed to directors.
- A thank you note was received from former member Mildred Jacobs in appreciation for the capital credit refund.

The next regular board meeting is scheduled for February 20th at 11:00 A.M. preceded by the workshop meeting at 9:30 A.M.

The meeting was adjourned at 3:00 P.M.

Secretary

President

Date

Date