

MINUTES OF MEETING OF FEBRUARY 24, 2011

The regular meeting of the Board of Directors of Southwest Tennessee Electric Membership Corporation was held in the office of the Cooperative in Brownsville, Tennessee, on Thursday, February 24, 2011, at 1:30 pm.

All the Directors were present except David McDaniel. Also present were Kevin Murphy, Pat Mann, Scott Ribble and Scott Turner.

James Rose, Chairman, presided over the meeting.

Audrey Blue, Secretary-Treasurer, kept the minutes of the meeting.

The Board next discussed the Consent Agenda and upon motion of Robert Kendrick, seconded by Norma Turner, the January minutes were approved, the March writeoffs in the amount of \$43,914.45 were approved, and the vendor payment list and the comparative statement were reviewed and discussed and there were several corrections noted. The President reported a positive margin of \$329,801.28.

The President and Hugh Harvey next gave a report on the TECA Legislative Reception held in Nashville.

Scott Turner next gave a report on the work being done on the Tipton and Morris Substations.

Scott Ribble next gave a report on the Power Requirement Study and upon motion of Allen King, seconded by Hugh Harvey, the Board adopted the following resolution approving the ten year Load Forecast.

RESOLUTION ADOPTING LOAD FORECAST

WHEREAS, the ten year Load Forecast, as prepared by the Engineering staff, represents a reasonable estimate of the number of consumers and kilo-Watt hours to be served during the next ten (10) years;

NOW, THEREFORE, BE IT RESOLVED, that the Load Forecast for the period 2010-2019 is hereby approved and recommended as a guide for load estimates in planning for the future.

The President next stated that the Directors should submit the name of a couple to serve on the Member Advisory Committee.

The President next presented to the Board a schedule of the taxes that are paid by Southwest in the counties that Southwest serves.

Pat Mann next explained the employment contract of Kevin Murphy and upon motion of Hugh Harvey, seconded by Allen King, the contract was approved with Robert Kendrick voting no.

The President next discussed the Legislative Rally to be held in Washington, DC beginning May 1, but stated he had no agenda information at this time. No action was required by the Board.

The President next discussed the TVPPA Annual Conference to be held at the Perdido Beach Resort May 16-18, 2011. No action was required by the Board.

The President next discussed Board Leadership Course 901 to be held in Nashville. No action was required by the Board.

The President next discussed the health insurance plan and stated that there may be a significant increase in premiums next year. No action was required by the Board.

There being no further business to come before the Board, the meeting was duly and regularly adjourned.

Secretary-Treasurer

APPROVED:

Chairman