

MORA-SAN MIGUEL ELECTRIC COOPERATIVE, INC.
FAMILY AND BUSINESS RELATIONSHIP QUESTIONNAIRE
BOARD POLICY NO. 127-B
New Policy

Introduction: The IRS form 990 for the 2008 filing year asks a question that has not been asked on previous versions of the form. That form now asks, "Are any officers, directors, trustees, or key employees, ... highest compensated employees, ... or highest compensated professional and other independent contractors... related to each other through family or business relationships." The IRS wants to know if the General Manager is, for example, the brother or sister of a Board member or if a senior staff member is a partner in the janitorial firm that provides services to the organization. Unlike with the Disclosure and Acknowledgment Statement, Mora-San Miguel Electric Cooperative, Inc. (MSMEC) must describe on its form 990 any family and/or business relationship that any of the individuals listed on the attachment have with any of the other individuals identified.

Attached is a listing of MSMEC's officers, directors, trustees, key employees, the five highest compensated employees, and the five highest compensated professional and independent contractors.

Family relationships are defined to include an individual's spouse, ancestors, children, grandchildren, great-grandchildren, siblings (whether by whole or half blood), and the spouses of children, grandchildren, great-grandchildren and siblings.

Business relationships are defined to include employment and contractual relationships and common ownership of a business where any officers, directors, or trustees, individually or together, possess more than a 35% ownership interest in common. Ownership means voting power in a corporation, profits interest in a partnership, or beneficial interest in a trust.

I have no family or business relationship with anyone on the attached list.

Signed Date

I have the following family or business relationship with someone on the attached list.

Name of related person: _____

Nature of relationship: _____

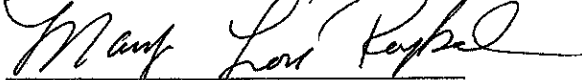
Note: Use additional sheets as necessary.

Signed Date

The Board shall be responsible for the enforcement of this policy.

Approved: March 26, 2009

Effective : March 26, 2009



Board Secretary