

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS
MENARD ELECTRIC COOPERATIVE
PETERSBURG, ILLINOIS
OCTOBER 24, 2023

The monthly Board Meeting of the Board of Directors of Menard Electric Cooperative was called to order at 6:00 P.M. at the Headquarters of the Cooperative, 14300 State Highway 97, Petersburg, County of Menard and State of Illinois.

On roll call the following Directors were present in person or via zoom: President Warren D. Goetsch, Directors D. Jay Frye, Gary Holloway, Gary L. Martin, Donald E. McMillan, Dennis Ryan and Jodine Tate. Directors Michael E. Patrick and Steven L. Worner were absent. Also present was General Manager Alisha Anker and Attorney Charles K. Smith. In the absence of Secretary Patrick, it was moved and seconded that Director Dennis Ryan be appointed Acting Secretary. Motion carried.

A tour of the expanded warehouse and mechanics building facility was had. Upon roll call, the Agenda of the meeting was read. There was one change to the Agenda, being removal of Item 4 Cost of Survey Study Presentation by C. Woycheese, Toth & Associates. Thereafter, with President Goetsch presiding and with these minutes being transcribed by or under the direction of Acting Secretary Ryan, the following procedures were had (all action being first duly moved and seconded, and all action taken being upon the unanimous vote of the Board, or without dissenting vote or abstention, unless otherwise stated).

President Goetsch reviewed the Consensus Agenda. It was moved and seconded that the Consensus Agenda be approved. Motion carried.

General Manager Anker reviewed the FEMA Public Assistance Grant Agreement, IEMA Federal Fund Accountability and Transparency Act (FFATA) Certification, and the IEMA Public Assistance Risk Assessment documents for declared disaster FEMA-DR-4728-IL. It was moved and seconded that those documents be approved. Motion carried.

General Manager Anker reviewed the License Agreement #6621 with Illinois Department of Natural Resources. It was moved and seconded the Agreement be approved. Motion carried.

General Manager Anker presented the Manager's Report for September, 2023. She advised that Cooperative Staff was preparing their Preliminary 2024 Operating Budgets. She reviewed a compilation of the draft expense budget for 2024. General Manager Anker reviewed the September 2023 Operating Statement, Balance Sheet and Budget. She presented the Member Services Report, past due notices, generated cut-off tickets and write-offs for the Month. She reviewed the Operations Report and Reliability Report for the Month and advised there were 48 incidents, the longest duration of an outage was 218 minutes, total member minutes were 45,006.77 and largest number of Members affected by a single outage was 112. General Manager Anker presented the Safety Report and advised that the Safety Meeting was held on November 23, 2023, and that there was no Guest Director. She reviewed the Meeting Topics. General Manager Anker reviewed the Education and Event Course Attendance Report. She

discussed the contents of the Connect Newsletter. It was moved and seconded the Manager's Report be approved as presented. Motion carried.

President Goetsch reported on AIEC Activities.

Director Martin reported on Prairie Power, Inc. He reviewed the President's Report and Energy Charge Summary.

General Manager Anker presented the Capital Credit Estate Refunds Report.

It was moved and seconded that the Board enter into Executive Session. Motion carried.

It was moved and seconded that the Board reconvene the monthly Board Meeting and that the actions taken in Executive Session be approved and adopted by the Board. Motion carried.

President Goetsch advised the next regular Board Meeting was scheduled for Tuesday, November 28, 2023, at 6:00 p.m.

There being no further business to come before the Board, it was moved and seconded the Meeting be adjourned. Motion carried.

Respectfully submitted,

Acting Secretary

President

MENARD ELECTRIC COOPERATIVE
MONTHLY OPERATING REPORT

	Year to Date			September 2023		This Month		
	Last Year	This Year	Budget	Variance	Last Year	This Year	Budget	Variance
1. Operating Revenue	23,426,177	26,365,067	26,614,015	(248,948)	2,752,479	3,032,508	2,860,627	171,881
kWhr Sold	157,651,637	159,269,807	154,830,388	4,439,419	16,280,473	16,181,304	16,280,965	(99,661)
2. Cost of Power	12,941,191	14,767,648	15,568,431	800,783	1,535,450	1,771,999	1,707,252	(64,747)
kWhr Purchased	170,114,881	171,721,498	167,066,100	(4,655,398)	17,479,817	17,473,139	17,606,000	132,861
3. Operation Expense	1,516,593	947,265	1,370,918	423,653	135,749	141,933	147,521	5,588
4. Maintenance Expense	2,480,680	2,462,261	2,819,988	357,727	237,547	232,556	300,333	67,777
5. Consumer Accounts & Coll. Exp.	325,710	373,998	429,423	55,425	43,222	42,651	45,684	3,033
6. Member Service Expense	203,369	241,761	225,179	(16,582)	23,547	33,226	23,921	(9,305)
7. General Office Expense	458,115	427,906	470,462	42,556	43,179	43,407	54,194	10,787
8. Outside Professional Services	27,397	74,329	78,353	4,024	7,205	4,889	5,017	129
9. Insurance, Employee & Welfare	2,602	17,423	7,750	(9,673)	1,173	1,777	825	(952)
10. Director's Fee & Mileage	100,095	92,555	106,501	13,946	7,282	6,409	8,403	1,994
11. Dues - Assoc. Organizations	103,015	99,323	102,411	3,088	11,012	11,583	12,223	640
12. Other Misc. General Expense	301,914	335,912	324,456	(11,456)	25,095	22,961	24,279	1,318
13. Depreciation Expense	1,837,322	1,931,235	1,942,699	11,464	208,880	222,809	219,399	(3,410)
14. Tax Expense - Property	237,256	240,331	240,255	(76)	26,025	26,695	26,695	0
15. Tax Expense - Other	27,500	21,794	21,507	(287)	2,262	2,453	2,272	(181)
16. Interest Expense on L-T Debt	888,239	1,027,251	1,137,884	110,633	102,477	121,174	326,664	205,490
17. Total Expense less Power	8,509,807	8,293,343	9,277,786	984,443	874,655	914,525	1,197,430	282,905
17a. Total Operating Cost	21,450,998	23,060,991	24,846,217	1,785,226	2,410,105	2,686,524	2,904,682	218,158
18. Operating Margins	1,975,179	3,304,077	1,767,798	1,536,279	342,373	345,984	(44,055)	390,039
19. Non-Operating Margins	45,526	26,592	32,400	(5,808)	4,291	5,382	3,600	1,782
20. G & T Capital Credits	1,062,294	1,069,288	1,000,000	69,288	0	0	0	0
21. Other Capital Credits	168,656	198,663	162,425	36,238	3,365	95,786	3,375	92,411
22. Total Margins	3,251,655	4,598,619	2,962,623	1,635,996	350,029	447,153	(37,080)	484,233

Balance Sheet Analysis

Menard Electric Coop

09/30/2022 - 09/30/2023

16-Oct-23

	Prior Yr Balance 09/30/2022	Current Yr Balance 09/30/2023	End of Yr Balance 12/31/2022	Change YTD
ASSETS:				
Utility Plant in Service	82,407,310	86,904,606	83,143,441	3,761,165
Construction Work in Process	498,187	842,937	888,872	(45,935)
Total Utility Plant in Service	82,905,497	87,747,543	84,032,313	3,715,230
Accumulated Depreciation	(24,844,587)	(24,248,805)	(25,129,442)	880,637
Net Utility Plant	58,060,910	63,498,738	58,902,871	4,595,867
Nonutility Property - Net				0
Inv.in Assoc.Org.-Pat.Cap.	14,404,518	15,582,061	14,405,851	1,176,210
Inv.in Assoc.Org.- General Funds				0
Inv.in Assoc.Org.-Non Gen Funds	681,032	680,032	680,032	0
Investments in Economic Dev. Projects				0
Other Investments	704,305	0	704,305	(704,305)
Special Funds	241,279	163,750	186,550	(22,800)
Total Other Prop. & Investments	16,031,134	16,425,843	15,976,738	449,105
Cash-General Funds	1,261,621	1,228,350	824,353	403,997
Cash-Constr.Fund Trustee	454	454	454	0
Special Deposits	9,192	3,147	7,634	(4,487)
Temporary Investments	0	0	0	0
Notes Receivable - Net	0	0	0	0
Accounts Receivable-Net-Energy	3,044,126	3,388,712	2,732,388	656,324
Accounts Receivable-Net-Other	(2,240)	(2,756)	286	(3,042)
Materials & Supplies	1,487,263	1,659,212	1,473,956	185,256
Prepayments	145,931	70,982	192,105	(121,123)
Other Current & Accrued Assets	15,882	15,883	8,697	7,186
Total Current & Accrued Assets	5,962,229	6,363,984	5,239,873	1,124,111
Regulatory Assets	0	0	0	0
Deferred Debits	0	0	0	0
TOTAL ASSETS & OTHER DEBITS	80,054,273	86,288,565	80,119,482	6,169,083
OWNER'S EQUITY:				
Memberships	328,120	336,045	330,120	5,925
Patronage Capital	27,927,710	28,677,002	27,884,522	792,480
Operating Margins-Prior Years	0	0	0	0
Operating Margins-Current Year	3,251,655	4,598,620	1,968,911	2,629,709
Non-Operating Margins	0	0	0	0
Other Margins & Equities	3,146,022	3,212,032	2,988,750	223,282
Total Margins & Equities	34,653,507	36,823,699	33,172,303	3,651,396
LIABILITIES:				
Long Term Debt-RUS	741,937	670,404	724,061	(53,657)
Long Term Debt Other - RUS Guar.	29,986,967	35,028,821	29,808,066	5,220,755
Long Term Debt - Other	9,635,857	9,214,187	9,531,004	(316,817)
Long Term Debt Other - Adv Payments	0	0	0	0
Total Long Term Debt	40,364,761	44,913,412	40,063,131	4,850,281
Accumulated Operating Provisions	1,089,659	792,034	794,171	(2,137)
Total Other Noncurrent Liabilities	1,089,659	792,034	794,171	(2,137)
Notes Payable	1,000,000	0	1,300,000	(1,300,000)
Accounts Payable	2,026,159	2,281,546	3,147,089	(865,543)
Deposits	201,030	230,447	203,095	27,352
Other Current & Accrued Liabilities	493,013	483,834	509,949	(26,115)
Total Current & Accrued Liabilities	3,720,202	2,995,827	5,160,133	(2,164,306)
Deferred Credits	226,144	763,593	929,744	(166,151)
Miscellaneous Operating Reserves				0
TOTAL LIAB.'S & OTHER CREDITS	80,054,273	86,288,565	80,119,482	6,169,083

MENARD ELECTRIC COOPERATIVE

	This Month				
	September19	September20	September21	September22	September23
1. Operating Revenue	2,698,473	2,369,415	2,806,058	2,752,479	3,032,508
kWhr Sold	17,059,884	14,386,679	17,219,356	16,280,473	16,181,304
2. Cost of Power	1,497,744	1,293,036	1,503,611	1,535,450	1,771,999
kWhr Purchased	18,511,111	15,577,225	18,674,451	17,479,817	17,473,139
3. Operation Expense	62,560	91,525	167,797	135,750	141,933
4. Maintenance Expense	180,309	279,579	275,140	237,547	232,556
5. Consumer Accounts & Coll. Exp.	23,289	27,476	32,329	43,222	42,651
6. Member Service Expense	12,043	15,101	18,073	23,547	33,226
7. General Office Expense	35,996	40,406	76,628	43,179	43,407
8. Outside Professional Services	0	1,530	1,875	7,205	4,889
9. Insurance, Employee & Welfare	168	556	241	1,173	1,777
10. Director's Fee & Mileage	8,656	5,103	10,962	7,282	6,409
11. Dues - Assoc. Organizations	11,526	11,772	11,788	11,012	11,583
12. Other Misc. General Expense	29,638	31,784	19,538	25,095	22,961
13. Depreciation Expense	187,671	195,108	199,047	208,880	222,809
14. Tax Expense - Property	23,400	24,025	24,925	26,025	26,695
15. Tax Expense - Other	2,173	3,556	2,253	2,262	2,453
16. Interest Expense	103,193	102,529	95,799	102,477	121,174
17. Total Expense less Power	680,622	830,050	936,395	874,656	914,523
17a. Total Operating Cost	2,178,366	2,123,086	2,440,006	2,410,106	2,686,522
18. Operating Margins	520,107	246,329	366,052	342,373	345,986
19. Non-Operating Margins	26,777	5,037	10,774	4,291	5,382
20. G & T Capital Credits	0	0	0	0	
21. Other Capital Credits	0	12	20,291	3,365	95,786
22. Total Margins	546,884	251,378	397,117	350,029	447,154