

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS
MENARD ELECTRIC COOPERATIVE
PETERSBURG, ILLINOIS
JUNE 27, 2017

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: President D. Jay Frye, Warren D. Goetsch, Gary L. Martin, Donald E. McMillan, Michael E. Patrick, Dennis Ryan, Roy H. Seaney and Jodine Tate. Director Steven L. Worner was absent. Also present was Manager Alisha Anker, and Attorney Charles K. Smith.

The Agenda of the meeting was read. There were no changes or additions to the Agenda. Thereafter, with President Frye presiding and with these minutes being transcribed by or under the direction of Secretary Patrick, 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).

Director of Member Services Trish Michels reviewed the results of the 80th Annual Meeting of the Cooperative. She advised that the Meeting was a success and that only 2 people had complained about having the meeting on a Thursday night as opposed to a Saturday night. Overall attendance was up substantially. There were quite a few Members present who had never attended an Annual Meeting. The Board thanked Trish for her work in preparing for the Annual Meeting.

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

Manager Anker presented the Manager's Report for May, 2017. She reviewed the Balance Sheet, Budget, Outage Summary and Safety Report. Under the Operations Report, Manager Anker presented the Irrigation Report. Director Worner entered the Boardroom. She presented for the first time the monthly Security Report. She discussed the need to certify the Voting Delegate for NRECA Director Election and Alternate Delegate. It was moved and seconded that Director Goetsch be certified as the Delegate with Director Worner as the Alternate Delegate. Motion carried. Manager Anker advised that it was necessary to certify the Voting Delegate for United Utility Supply. It was moved and seconded that Manager Anker be appointed the Voting Delegate. Motion carried. Manager Anker discussed the Luker/Carter Underground Electric Service Agreement. It was moved and seconded that the Agreement be approved. Motion carried. It was moved and seconded that the Manager's Report be approved as presented. Motion carried.

Manager Anker presented the financial report for the month of May. Year to date margins were \$1,593,386 compared to \$1, 640,622 last year. Equity at the end of May was 39.88%.

Member accounts served was 10,870. Net utility plant was \$46,632,106 compared to \$44,293,409 last year. Co-op meets the requirements of RUS, FFB, NRUCFC & CoBank.

Director Goetsch reported on AIEC Activities and reviewed the Executive Summary.

Director Martin reported on Prairie Power, Inc.

Manager Anker discussed the Future Energy Jobs Act (FEJA), commonly referred to as the Exelon Bailout.

The Board discussed Board Meeting dates and times for 2017/2018. Manager Anker recommended that the Board Meeting currently scheduled for December 26, 2017 be moved to December 19, 2017, and that the Board Meeting scheduled for February 27, 2018 be moved to February 20, 2018. It was moved and seconded that those changes be approved. Motion carried. The Annual Meeting was scheduled for June 14, 2018. It was moved and seconded that all of the proposed new dates and the Annual Meeting date be approved. Motion carried.

President Frye reviewed the Board Committee and Delegate Appointments for 2017/2018. The Board Reviewed and there were the following changes. It was moved and seconded that for the NRECA Region V Meeting that Director Goetsch be appointed the Delegate with Director Ryan as the Alternate. Motion carried. For CFC District V, Director Goetsch be appointed the Delegate with Director Ryan as the Alternate. Motion carried. It was moved and seconded that the Committee appointments as set forth on Exhibit A, attached hereto and incorporated herein by reference with those changes be approved. Motion carried.

Manager Anker reviewed the Capital Credit Estate Refunds Report.

It was moved and seconded that the Board convene an Executive Session. It was moved and seconded that the Board adjourn the Executive Session and reconvene the monthly Board Meeting. Motion carried.

President Frye advised that the next monthly Meeting was scheduled for July 25, 2017 at 6:00 p.m.

Under other business, President Frye reminded the Board that the AIEC Annual Meeting was scheduled for July 27-28, 2017, at the Crowne Plaza, Springfield, Illinois.

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

Respectfully submitted,

Secretary

President