

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS
MENARD ELECTRIC COOPERATIVE
PETERSBURG, ILLINOIS
MAY 23, 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, Jodine Tate and Steven L. Worner. Also present was Manager Alisha Anker, and Attorney Charles K. Smith.

The Agenda of the meeting was read. There were two (2) additions to the Agenda under other business being the addition of Discussion of Washington Trip and discussion of tax assessment for Cooperative Headquarters. There were no other 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).

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 April 2017. She reviewed the Balance Sheet, Budget, Outage Summary and Safety Report. Under the Operations Report, Manager Anker gave an update and reported that Ross Cloninger had started working for the Cooperative as a Forester/Field Technician. She also advised that two (2) summer employees had started working at the Cooperative and that both were recent High School graduates. She also advised that Dustin Crosier had taken his P.E. Exam and that there were no results to report as of yet. Manager Anker also advised that she had been in discussions with the Union and the Union had agreed to switch to four (4) ten (10) hour working days during the remainder of daylight savings time. She discussed the time changes and the effect on the various employees. She advised of the reasons for the change. She reviewed the General Retirement Summary. Attorney Smith discussed information he received and his discussion with Jason LeMar, the Menard County Tax Assessor, with regard to the assessment history for the Headquarters. There was discussion about the possibility of obtaining an appraisal. Manager Anker advised that she would look into the matter. It was moved and seconded that the Manager's Report be approved as presented. Motion carried.

Manger Anker presented the financial report for the month of April. Year to date margins were \$1,302,355 compared to \$1,434,711 last year. Equity at the end of April was 39.50%. Member accounts served was 10,872. Net utility plant was \$46,297,316 compared to \$44,199,678 last year. Co-op meets requirements of RUS, FFB, NRUCFC & CoBank.

There was discussion about Annual Meeting Delegates and Directors for AIEC. It was moved and seconded that Director Goetsch remain the Delegate and the Director for AIEC with Director Worner as the Alternate Delegate and Alternate Director. Motion carried.

Manager Anker discussed the contribution to the CFC Integrity Fund. After discussion, it was moved and seconded that the Cooperative contribute \$250.00 to the fund. Motion carried.

Director Patrick reported on plans for the Annual Meeting. The Annual Meeting Committee was scheduled to meet on June 12, 2017, at 9:00 a.m. He reminded the Board that the Annual Meeting was scheduled for Thursday, June 15, 2017. The Proxies are due at the Cooperative Headquarters by 4:30 p.m. on June 12, 2017. He discussed other plans for the Annual Meeting.

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

Director Martin reported on Prairie Power, Inc. He reviewed the President's Report, as well as presenting an update on the status of Prairie State.

Manager Anker presented the Capital Credit Estate Refunds Report.

President Frye advised that the next monthly Meeting was scheduled for June 27, 2017 at 6:00 p.m.

There was discussion about the need to schedule a By-Law and Policy Committee Meeting. It was determined to schedule the Meeting for June 29, 2017, at 6:00 p.m. at the Cooperative Headquarters.

Under other business, President Frye discussed the upcoming MEC Meetings and Classes. He reminded the Board that the PPI Annual Meeting was scheduled for June 7, 2017 in Springfield at the Wyndham Center.

Directors Ryan and McMillan discussed their attendance at the Washington, D.C. Legislative Conference.

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