

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS
MENARD ELECTRIC COOPERATIVE
PETERSBURG, ILLINOIS
AUGUST 27, 2019

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, Directors Warren D. Goetsch, Gary L. Martin, Donald E. McMillan, Michael E. Patrick, Dennis Ryan, Jodine Tate, and Steven L. Worner. Director Gary Holloway 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).

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

Manager Anker reviewed the proposed Agreements with Alliance Community Bank. She advised that there was an Agreement for Electronic Payments/Cash Management, as well as a Deposit Placement Agreement. She reviewed the terms and provisions of the proposed Agreements. It was moved and seconded that those Agreements be approved. Motion carried.

Manager Anker presented a review of the 2018 KRTA Summary.

Manager Anker presented the Manager's Report for July, 2019. She reviewed the Operating Statement, Balance Sheet and Budget. She discussed the Member Services Department Report and past due notices, generated cut-off tickets and write-offs for the Month. Manager Anker also reviewed the Low Income Home Energy Assistance Program for September 1, 2018, through August 31, 2019, and reported on the total dollars received by the Cooperative by County. She reviewed a history of the Co-Bank Sharing Success Program and reminded the Board that they had chosen to give \$3,750.00 to the Petersburg Elementary PTO, \$2,000.00 to the Menard County Trails and Greenways, and \$2,000.00 to Menard County CEO Program. She advised that Porta School Board was considering no longer participating in the CEO Program and advised that there was an upcoming Meeting to discuss the matter further. She advised Co-Bank would accept a return for their portion of the donation. She discussed the Operations and Reliability Report. She reported that total incidents for the month were 83, total number of outage minutes was 203,016.88. Under the Operations Report, she presented a summary of outage causes by consumer-hours. She discussed the NRECA FAS 106 Report, which was an Actuarial Valuation Report for Post-Retirement Non-RS Pension Benefits. She discussed the upcoming Connect Newsletter. She discussed the recent news as to the possible closure of four

(4) Illinois Power Plants, those being the Coffeen Power Plant in Coffeen, Duck Creek Power Plant in Canton, Havana Power Plant in Havana and Hennepin Power Plant in Hennepin. She discussed the reasons for the potential plant closures and what effect such could have on the Cooperative. She presented a review of the UUS Annual Meeting and a highlight of what occurred at the Meeting. She discussed the Illinois Power Agency REC Gap and reviewed the overall number of renewable energy credits needed for each year for the Plan to meet annual goals. Manager Anker advised it was necessary to appoint a Delegate and Alternate Delegate for the Region V Meeting. It was moved and seconded that Director Ryan be appointed the Delegate with Director Patrick as the Alternate Delegate. Motion carried. Manager Anker advised that a CFC Delegate and Alternate Delegate needed to be appointed. It was moved and seconded that Director McMillan be appointed the Delegate and Director Patrick be appointed the Alternate Delegate. Motion carried. The Board discussed the Co-Bank Nominating Committee Ballot and delegate for Region V. It was moved and seconded that Director McMillan be appointed the Delegate and the Board vote for the entire slate of candidates on the Nominating Committee Ballot. Motion carried. It was moved and seconded the Manager's Report be approved as presented. Motion carried.

Manager Anker reviewed the Safety Report and noted there were no occupational injuries and illnesses for the Month.

Director Goetsch reported on AIEC activities. He reviewed the Executive Summary and presented a review of the Annual Meeting.

Director Martin reported on Prairie Power, Inc.

Manager Anker reviewed the monthly Capital Credit Estates 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. Motion carried.

President Frye advised that the next regular Board Meeting was scheduled for Tuesday, September 24, 2019 at 6:00 p.m.

Under other business, President Frye reminded the Board of upcoming Meetings and Classes.

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