

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS  
MENARD ELECTRIC COOPERATIVE  
PETERSBURG, ILLINOIS  
APRIL 25, 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, Michael E. Patrick, and Roy H. Seaney. Directors Donald E. McMillan, Dennis Ryan, Jodine Tate and Steven L. Worner were absent. Also present was Manager of Accounting & Information Systems Chris Hinton, Manager Alisha Anker, and Attorney Charles K. Smith.

Manager Anker introduced Troy Shafer. Troy had gone to Bolivia on a Cooperative Program. Troy talked to the Board Members about his trip and his experiences in Bolivia in installing electric transmission lines.

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. There was one correction in that the reference to the 2012 Irrigation construction in the Manager's Report is to be corrected to 2017. It was moved and seconded that the Consensus Agenda be approved with that change. Motion carried.

Kevin Kelso, Auditor for the Cooperative presented a Review of the 2016 Financial Audit. It was moved and seconded that his Presentation be approved and accepted. Motion carried.

Manager Anker presented the Manager's Report for March, 2017. She reviewed the Balance Sheet, Budget, as well as the Outage Summary and Safety Report. Manager Anker reviewed the Irrigation Report for 2017 and advised that there were three (3) systems left to be completed and she anticipated they would be completed in the very near future. She presented a Review of the MISO Capacity Auction Results. She reviewed the CoBank Refinancing Trend and discussed with the Board her investigation with regard to the real estate tax assessment for the Cooperative Headquarters. Attorney Smith advised that he had planned to meet with Menard County Assessor, Jason LeMar to discuss issues with regard to the assessment and he would then report back to the Board. It was moved and seconded the Manager's Report be approved as presented. Motion carried.

Manager Anker presented the financial report for the month of March. Year to date margins were \$118,743 compared to \$314,344 last year. Equity at the end of March was 38.26%. Member accounts served was 10,867. Net utility plant was \$46,120,964 compared to \$43,989,809 last year. Co-op meets requirements of RUS, FFB, NRUCFC & CoBank.

Manager Anker presented to the Board the Board Conflict of Interest Certification and Disclosure Form for 2017, which was filled out and signed by those Board Members present.

It was moved and seconded that Director Martin be certified as Prairie Power, Inc. Director with Director Worner as Alternate for the Annual Meeting and PPI Board Meetings. Motion carried.

Director Goetsch advised that there was no AIEC Meeting.

Director Martin advised that there was no Prairie Power Meeting.

Manager Anker presented the Capital Credit Estate Refunds Report.

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

President Frye advised that the next regular Board Meeting was May 23, 2017, at 6:00 p.m.

Under other business, President Frye reminded the Board that the Menard Electric Annual Meeting was scheduled for Thursday, June 15, 2017, at Porta High School, Petersburg, Illinois.

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

Respectfully submitted,

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Secretary

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President