

M.J.M. ELECTRIC COOPERATIVE, INC.
REGULAR MEETING OF THE BOARD OF DIRECTORS

March 28, 2019

The regular meeting of the Board of Directors of M.J.M. Electric Cooperative, Inc., hereinafter referred to as the "Cooperative", was held at the Cooperative's offices located at 264 North East Street, in the City of Carlinville, Illinois at 8:00 a.m., on Thursday, March 28, 2019.

Call to Order

The meeting was called to order at 8:00 a.m. by Robert Lehmann, Chairman, who chaired the meeting and William Heyen served as Secretary.

Roll Call

Upon roll call, Director Lehmann reported the following Directors to be present: Paul Bartlett, William Heyen, W. Kay Schultz, Louis Johnson, Robert Lehmann, Dennis Stewart, James Niemann, Marcie Tonsor and Robert Moore. Also present at the meeting were Lee J. Plummer, Attorney, Laura Cutler, President/CEO, Daniel Drumeller, Director of Finance and Accounting and Jen Peterson, Executive Administrator.

Agenda

Upon motion properly made, seconded and carried unanimously, the March agenda was approved as presented.

Prior Meeting Minutes

Upon a motion properly made, seconded and carried unanimously, the February 28, 2019 Regular Board Meeting Minutes were approved as presented.

Treasurer's Report

A list of checks issued during February was reviewed. Cash disbursements for February were discussed as well as the cash position and requirements. The February purchased power breakdown was also reviewed. In addition, the March 1, 2019 receipts and disbursements, up to a point of time in March were reviewed. Upon a motion properly made, second and carried unanimously, the Treasurer's report was approved.

CFC

CEO Cutler reported on current interest rates and discussed a correction that was made to the 2018 Audit Review performed by George Lynch, Jackson Thornton CPA. By a motion properly made, seconded and passed unanimously, the Board accepted the 2018 Audit as corrected.

IARWC REDLG Presentation – Ronnie Paul

Joe Heyen, Director of Engineering and Operations, Brooke Gross, Communications and Member Services Coordinator, and Ronnie Paul, a representative on behalf of Illinois Alluvial Regional Water Company, Inc., joined the meeting.

Mr. Paul gave a presentation and requested that the Board consider a \$2M REDLG loan that would improve the delivery and quality of water supply to local areas which would include some of MJM's service territory as well as the city of Carlinville. The project's estimated cost is \$66M. After much discussion, the Board granted permission to the IARWC to begin the application process for a \$2M REDLG loan. Mr. Paul left the meeting.

Operating Report

CEO Cutler presented her report which included the Financial and Statistical Reports.

An opportunity was given to discuss MJM business activities which are reported to the Board at various times during the month. Information pertaining to outages, work orders, new services and equipment change outs were also provided for review. The month's current line loss was reported at 5.974%.

Joe Heyen provided updates related to crews and contracted work. He also reported that Brent Corwin, Allgeier Martin, completed work order inspections and Conner Mitchell, MJM's Meter Technician, completed the NLC Meter Technician certification program. In addition, he reported on the 2019 NRECA Annual Meeting that he recently attended.

Brooke Gross discussed plans to hold a MAC meeting on April 25th at Joker's Wild in Chesterfield, IL. This summer, MJM Member meetings will be held in different areas of MJM's territory as another way to keep Members informed about their Cooperative.

A discussion took place regarding MJM's 80th Annual Meeting which was held on Saturday, March 23rd. 314 Members registered for the meeting and 522 meals were served.

Joe Heyen gave an update on the new facility's progress. An opportunity to incorporate WVPA's interest in the new facility was discussed. After discussions concluded, Joe Heyen and Brooke Gross left the meeting.

A list of policies to be reviewed in 2019 was provided to the Board. A Policy Committee meeting date will be selected at a future Board meeting.

The Board agreed to maintain CEO Cutler as the CRC voting delegate and Director Lehmann as the alternate. CRC will be notified accordingly.

Chris Franzen, IT Administrator, joined the meeting and reviewed MJM network statistics and provided a technology tip. Afterwards, he left the meeting.

At this time, a Director made a motion to approve the Operating Report which was seconded and approved unanimously.

Job Training and Safety

Peterson reported that an all employee meeting was held March 7th and covered several topics. Director Johnson was present that day. The next safety meeting will be held April 23rd and will cover topics such as grounding and forklift training. Additional job training information is available in the "Closed Circuit" report.

AIEC

Director Bartlett reported on the AIEC's monthly Board meeting.

Wabash Valley Power Association

Director Lehmann reported on WVPA's monthly Board meeting.

NRECA

Nothing for discussion.

Old Business

Nothing for discussion.

New Business

Nothing for discussion.

Next Month's Board Meeting

The next Board meeting is scheduled for 8 a.m. Thursday, April 25, 2019.

By a motion properly made, seconded and passed unanimously, the regular May Board meeting date was rescheduled to May 30th due to scheduling conflicts.

Executive Session

A motion was made, seconded and passed unanimously, for the meeting to go into Executive Session. After the discussions concluded, there was a motion and second, which passed, to come out of Executive Session.

Adjournment

After further discussions took place, a motion was properly made, seconded, and carried unanimously, and the meeting was adjourned. Upon a voice vote, that motion passed.