

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

May 30, 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, May 30, 2019.

Call to Order

The meeting was called to order at 7:57 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, Joe Heyen, Director of Engineering and Operations, and Jen Peterson, Executive Administrator. The Director of Finance and Accounting, Daniel Drumeller, was absent.

Agenda

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

Prior Meeting Minutes

Upon a motion properly made, seconded and carried unanimously, the April 25, 2019 Regular Board Meeting Minutes were approved as presented.

Operating Report

Director of Engineering and Operations, Joe Heyen, gave an update on numerous projects going on in his department including flooding issues. The 2019 right-of-way spraying contract is being finalized and a portable substation will be installed at the Jerseyville substation to help with load control while maintenance is being performed. Progress is being made at the new facility resulting in footings being poured. At this time, Joe Heyen left the meeting.

Treasurer's Report

A list of checks issued during April was reviewed. Cash disbursements for April were discussed as well as the cash position and requirements. The April purchased power breakdown was also reviewed. In addition, the May 1, 2019 receipts and disbursements, up to a point of time in May 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.

Operating Report (continued)

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.

CEO Cutler and the Board discussed 2019 Service Delivery Charges per Illinois Cooperative. MJM will have a cost of service study completed again in the future.

Brooke Gross, Communications and Member Services Coordinator, joined the meeting. She reported giving a presentation at an ACES event in Nokomis, notified the Board of parades the Coop is planning on participating in later this year and confirmed that deceased Membership information was being updated according to bylaw requirements.

CEO Cutler discussed Member concerns regarding Service Delivery Charges while power is disconnected in flooded areas of MJM's territory. After discussions took place, a motion was made, seconded and carried unanimously to grant a temporary exception for the affected Members and credit back half (1/2) of their monthly Service Delivery Charge after they have been disconnected for thirty (30) or more consecutive calendar days. The first of these adjustments will be reflected on the June 1st billing cycle and a recorded phone message will also go out to these (<70) Members on May 31st regarding this exception.

Coordinator Gross reported that Carlinville High School had one date available in March 2020 for MJM to hold its 81st Annual Meeting. A motion was made, seconded and passed unanimously to hold MJM's 81st Annual Meeting at Carlinville High School on March 7, 2020.

CEO Cutler announced plans to hold two Summer Ice Cream socials for MJM's Membership. The first will be held August 8th at MJM's Piasa Warehouse and the second August 15th at the KC Hall in Hillsboro. Both will take place from 6PM to 7:30PM and each event will offer a \$5 bill credit for each participating Member (one credit per Membership).

After a discussion regarding 2019's Audit, a motion was made, seconded and carried unanimously to accept the audit.

As a result of previous Board requests, CEO Cutler discussed plans to develop an "Operation Round-Up / MJM Cares Program" which would give back to local communities and charities in MJM's territory. The Board was supportive of having CEO Cutler submit a letter to Palmetto Electric Cooperative in Hardeeville, SC seeking permission to use their licensed copyright for "Operation Round-Up" and related logo.

At this time Brooke Gross left the meeting.

Next, NCSC voting delegates were discussed. No action was necessary because an MJM representative would not be able to attend the upcoming meeting.

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

Executive Administrator Peterson reported that an all employee meeting was held May 7th and covered several topics. Weather permitting, the next safety meeting will be held at the Piasa warehouse June 19th and will cover topics such as Bucket and Pole Top Rescue. Additional job training information is available in the "Closed Circuit" report.

AIEC

Director Bartlett reported on the May AIEC Board Meeting. After some discussion, the Board agreed to donate a gift certificate for a one-night, weekend stay at Tara Point in Grafton, IL to the 19th Annual Thomas H. Moore IEC Memorial Scholarship Silent and Live Auction benefit.

Wabash Valley Power Association

Director Lehmann reported that there was no WVPA Board meeting held in May.

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, June 27, 2019.

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.