

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

June 25, 2020

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 18300 Shipman Road, in the City of Carlinville, Illinois at 8:00 a.m., on Thursday, June 25, 2020.

Call to Order

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

Roll Call

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

Agenda

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

Prior Meeting Minutes

Upon a motion properly made, seconded, and carried unanimously, the May 28, 2020 Regular Board Meeting Minutes and May 1, 2020 Special Board Meeting Minutes were approved as presented.

Treasurer’s Report

A list of checks issued during May was reviewed. Cash disbursements for May were discussed as well as the cash position and requirements. The May purchased power breakdown was also reviewed. In addition, the June 1, 2020 receipts and disbursements, up to a point of time in June 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

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 changeouts were also provided for review.

Brooke Gross, Communication and Member Services Coordinator, and Nathan Hatalla, Staking Technician, joined the meeting.

CEO Cutler informed the Board that funds for the Illinois Alluvial Regional Water Company, Inc. REDLG loan were approved.

Brooke Gross reported on recent activity in the Member Services department.

Joe Heyen, Director of Engineering and Operations gave an update on numerous projects being worked on by his department. The Macoupin Club Road claim was further discussed, and CEO Cutler was instructed to submit the related claim to Federated Rural Electric Exchange Insurance Company. Further Board discussion will take place after the results of the claim are received.

After some discussion, the Board approved Joe Heyen to purchase a \$65,000 JBC Telehandler unit by a motion that was seconded and passed unanimously.

Jen Peterson, Executive Administrator, reviewed the delinquent Member account balance trend due to COVID-19 Coronavirus hardships. No disconnection of service for delinquent balances have been completed during the months of April, May, or June. The Board requested that communication messages to Members behind in payment be updated to no longer indicate that disconnections are being delayed. An internal procedure for specific disconnection dates and notifications will be determined soon. A minimum 30-day notice will be given to Member's with balances behind.

There were then discussions regarding the construction progress of the new building and Board Members completed another walk through of the facility. After the walk through, a motion was made, seconded, and carried unanimously to pay 5% of the 10% remaining on the final payment to Jun Construction. A new building ribbon cutting ceremony was tentatively scheduled for August 27th in the afternoon. A plan to auction off three of MJM's business real estate parcels on or near North East Street in Carlinville, IL was discussed.

CEO Cutler and Staking Technician Hatalla discussed Member feedback on recent Net Metering policy updates.

Nathan Hatalla left the meeting.

CEO Cutler and Brooke Gross discussed the 2020 Member Advocate Committee and three new applications from Members were accepted and approved. A meeting is tentatively scheduled to be held at the new MJM headquarters sometime in August.

The Board gave direction to officially start Operation Roundup on January 1, 2021. In the meantime, related bylaws will be developed, a committee will be formed, and announcements will be communicated to Members accordingly.

A discussion took place regarding 2020 MJM Capital Credit Retirements as well as miscellaneous capital credit allocations from affiliated entities. Further discussion will take place at the July Board meeting.

The Board reviewed the number of Members in each district. A motion was made to maintain the Member districts as presented which was seconded and passed unanimously.

Chris Franzen, IT Administrator, joined the meeting and provided a technological tip for the Board. Afterwards, he left the meeting.

Jeremy Pattillo, Director of Finance and Accounting, and Brooke Gross 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

An all employee safety day was held June 2nd. CDL physicals were completed on site and hearing tests were performed. The next safety meeting is scheduled for August 6th.

AIEC

Director Bartlett reported on the monthly AIEC Board meeting.

Wabash Valley Power Association

Director Lehmann reported on the monthly WVPA meeting.

NRECA

Nothing for discussion.

Old Business

Director Stewart inquired about who would be filling MJM's fuel tanks once we move into the new building. Joe Heyen addressed his inquiry.

New Business

Nothing for discussion.

Next Month's Board Meeting

Due to MJM moving to a new facility in July, a motion was made, seconded, and passed unanimously to reschedule the Board meeting to 8 a.m. Tuesday, July 28, 2020.

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.