

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS
MENARD ELECTRIC COOPERATIVE
PETERSBURG, ILLINOIS
JUNE 23, 2015

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, Jerry W. Brooks, Warren D. Goetsch, Gary L. Martin, Donald E. McMillan, Michael E. Patrick, Roy H. Seaney, and Jodine Tate. Director Steven L. Worner was absent. Also present was Manager Eric Hobbie and Attorney Charles K. Smith.

The Agenda of the meeting was read. There was one (1) change to the Agenda, that being approval of Minutes of the Executive Session. There were no other 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 with the addition of "Approval of Minutes of the Executive Session". Motion carried.

Manager Hobbie presented the Manager's Report for May, 2015. He reviewed the Balance Sheet, Budget, as well as the Outage Summary and Safety Report. Manager Hobbie and President Frye reviewed with the Board the Board Committee and Delegate appointments for 2015/2016. It was the consensus that wherever President Frye was listed on a Committee, that Director Martin would serve in his place, except that President Frye appointed Director Martin as Chairman of the Capital Credit Committee. It was also the consensus that Manager Hobbie replace Lynn Frasco on his Committee appointments. It was moved and seconded that the Board Committee and Delegate Appointments for 2015/2016, as set forth on Exhibit A, attached hereto and incorporated herein by reference, be approved. Motion carried. There was discussion about a possible donation to the CFC Integrity Fund. It was moved and seconded that the Cooperative contribute the sum of \$250.00 to the Fund. Motion carried.

It was moved and seconded that the Board go into Executive Session. Motion carried. President Frye reconvened the regular scheduled Board Meeting.

Manager Hobbie and the Board discussed Net metering/renewal rate. It was the consensus that the Manager investigate the matter further for further discussion. Manager Hobbie also discussed the Load Management System. It was moved and seconded the Manager's Report be approved as presented. Motion carried.

Manager Hobbie presented the financial report for the month of May. Year to date margins

were \$1,236,200 compared to \$1,258,207 a year earlier. Equity as of the end of May was 37.27% and the number of member accounts served was 10,792 compared to 10,753 a year ago. Net Utility Plant at the end of May was \$43,331,694 compared to \$42,016,588 last year. The cooperative continues to meet the requirements of the RUS, FFB and NRUCFC.

Director Goetsch reported on AIEC Activities.
Director Martin reported on Prairie Power, Inc.

The Board discussed the 78th Annual Meeting.

Board Members discussed Meeting dates and times. It was moved and seconded that the proposed Meeting Dates and Times, as set forth on Exhibit B, attached hereto and incorporated herein by reference, be approved. Motion carried.

Manager Hobbie reported on the Capital Credit Estate Refunds Report.

President Frye advised that the next regular Board Meeting was scheduled for July 28, 2015, at 6:00 p.m.

Under other business, President Frye reminded the Board that the NRECA 957.1 Board Performance was scheduled for July 29, 2015 at the Crowne Plaza Hotel, Springfield, Illinois, and that the AIEC Annual Meeting was scheduled for July 30-31, 2015, at the Crowne Plaza Hotel in Springfield, Illinois.

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