

JO-CARROLL ENERGY, INC. (NFP)
Board Meeting Minutes Summary
May 30, 2018

The board met on Wednesday, May 30, 2018, at the Jo-Carroll Energy Headquarters. The following is a summary of the meeting activities. The Agenda, as amended, and the Consent Agenda were approved.

Chairman's Report – Chairman Senn discussed the Jo-Carroll Annual Meeting that was held on May 23, 2018 and thanked the staff for a job well done. Senn noted the excellent discussions that the Directors had with Members.

AIEC (Association of Illinois Electric Cooperatives) and NRECA Report – Senn discussed the importance of safety and the reasons we continue to practice safety measures at Jo-Carroll Energy and also at home. Senn also provided an update on the first Springfield Lobby Day held on May 15th by the Association of Illinois Electric Cooperatives. This was a chance for Director Senn and Jo-Carroll Energy Staff to participate in discussions with their local representatives on issues that affect the cooperative like the need for support of broadband to rural communities, with Senn also noting that Jo-Carroll Energy recently submitted applications to the Federal Government for fiber buildout grants.

APGA Report – Director Carroll provided an update on regulatory matters being followed by the American Public Gas Association (APGA). Director Mattingley and President and CEO Casper also discussed take-aways from the APGA Government Relations Conference as well.

Dairyland Report – Director Mattingley was appreciative to Barb Nick, Dairyland Power Cooperative President and CEO, for speaking during the Jo-Carroll Energy Annual Meeting. Mattingley discussed their current projects, including the DPC Annual Meeting and also provided an update on the MISO market activity.

PPI Report – Director Kuhns reported on PPI's most recent generation figures and provided operational highlights from Prairie State Units 1 and 2.

Board Policy Update –

- a. **Policy 118** – A motion was made, seconded and carried unanimously to approve Board Policy 118 as is.

CEO's Report –

- a. **Financial Operating Report** – President and CEO Casper reported that the Cooperative's operating margins for April YTD were \$32,039. The current equity

of the cooperative is 24.54%. By general consent, the board moved to file the financial operating report with the auditor.

- b. **Technical Presentation** – President and CEO Mike Casper provided a presentation on Single Solar Axis Tracking. Tracked solar units yield approximately 20% - 30% more energy than fixed solar arrays and are also a better match for utility loads. Casper also noted that the cost of tracked systems has decreased by almost 75% in the last twenty years.

Operations & Regulatory/Legislative Update –

- a. **Senior Vice President and Assistant General Manager** – Buross provided an update on the Jo-Carroll Energy Strategic Initiatives and Fiber To The Home Project (FTTHP) in Elizabeth. Approximately 23 Members are connected and taking service. Just over 130 have already signed up. Broadband grant applications have been submitted for two areas within Jo-Carroll Energy's Service Territory.
- b. **Merri Sevey, Vice President of Human Resources** – Sevey provided an update on the Jo-Carroll Energy Annual Meeting. Sevey thanked the employees and directors for their hard work. Approximately 400 Members attended the meeting. Sevey noted this was the highest attendance at an annual meeting since we have kept attendance records.

Board Issues

- a. **Discounted Estate Capital Credit Retirements** – A motion was made, seconded, and carried unanimously to approve the discounted estate retirements as presented.
- b. **AIEC Director and Alternate Director** – The AIEC Director and Alternate Director were selected for the AIEC Annual Meeting.
- c. **AIEC Voting Delegate and Alternate** – The AIEC Voting Delegate and Alternate voting delegate were selected for the AIEC Annual Meeting.
- d. **CFC Cooperative System Integrity Fund** – A contribution of Jo-Carroll's yearly capital credits from CFC was decided upon for the cooperative's participation in the CFC Integrity Fund Program.
- e. **Dairyland Power Cooperative (DPC) Wholesale Power Contract Extension Resolution** – A motion was made, seconded, and carried unanimously to approve a resolution to authorize the Chairman of the Board to execute the DPC Wholesale Power contract extension resolution.

- f. **Amendment No. 2 to the Wholesale Power Contract (WPC) between DPC and Jo-Carroll Energy** - A motion was made, seconded, and carried unanimously to approve the Resolution Authorizing amendments to the WPC with Dairyland Power Cooperative to extend the term of the Agreement.

Executive Session – A motion was made, seconded and carried unanimously to move into executive session at 11.21 A.M. and to come out of Executive Session at 11:37 A.M.

Action Items as a Result of Executive Session - None

Adjournment

Chairman Senn adjourned the meeting at 11:37 A.M.