

JO-CARROLL ENERGY, INC. (NFP)

September 30, 2020

Board Meeting Minutes Summary

The regular board meeting of Jo-Carroll Energy, Inc. (NFP) was held via video phone conference on Wednesday, September 30, 2020 at 9:00 A.M.

A Safety Moment was provided by Director Marty Werner.

Association of Illinois Electric Cooperatives (AIEC) Report – Chairman Senn discussed the Illinois Commerce Commission’s (ICC) announcement regarding the moratorium for disconnections. Senn also highlighted the energy efficiency technologies made possible with fiber internet.

American Public Gas Association (APGA) Report – Director Carroll discussed the latest topics within the gas industry, noting that APGA continues to meet virtually with a series of online member educational events.

Dairyland Power Cooperative (DPC) – Director Mattingley noted that the DPC Finance Committee approved a recommendation for a 4th quarter rate credit. A recommendation for development of a fiber deployment task force was also made.

Prairie Power Incorporated (PPI) Report – Director Kuhns provided a summary of the most recent generation numbers. President and CEO Mike Casper added that while many Illinois coal plants are closing, PPI continues to be a leader amongst the industry in producing clean and efficient power at the Prairie State campus.

Policy 140 – Policy 140/Fraud was tabled for further review.

Financial Operating Report – CFO Woods provided a summary of the financial operating report. YTD revenue is approximately \$39 million vs. a budgeted amount of \$39.5 million. Total operations and maintenance expenses were approximately \$916,000 over budget of \$34 million due primarily to the cost of purchased power. All other O&M expenses are under budget by \$351,054. YTD margins are approximately (\$986,000) vs a budgeted amount of approximately (\$513,000). In addition to the financial summary report, Woods also provided a summary of the Long-Range Financial Forecast Report.

Board Issues and Action Items

A motion was made, seconded, and carried unanimously to approve the RC-1 Credit Rider Policy for large loads, which was made available by Dairyland Power.

A motion was made, seconded, and carried unanimously to approve the Illinois Bank and Trust extension of the line of credit. Director Mattingley was not present for the discussion or the vote.

A motion was made, seconded, and carried unanimously to approve new broadband add-on services and the associated rate policies 808,810,811, and 812.

Operations and Regulatory Update

Operations Update - Kyle Buros, Senior Vice President and Assistant General Manager provided an operations update and discussed the progress of the fiber installations, noting that approximately 320 new accounts have been added and approximately 120 have switched from wireless to fiber. Buros also commented on the natural gas expansion project taking place on Burns Road.

Regulatory Update - Chris Allendorf, V.P. of External Relations and General Counsel provided an update on Covid-19 in the area. Allendorf also provided commentary on the Progressive Tax Amendment that Illinois is proposing.

Jennifer Meyer, V.P. of Member Services, discussed the voluntary extension of the moratorium on disconnects by some regulated utilities due to the Covid-19 pandemic. Meyer stated that Jo-Carroll Energy was reinstating disconnects for non-payment if those members did not set up a payment arrangement or were in default. The cooperative will continue to voluntarily suspend disconnects for extreme temperatures in line with the ICC Code for regulated utilities.

Action Resulting from Executive Session – None.

Other Business – None.

Adjournment

Chairman Senn adjourned the meeting at 12:07 P.M.