

RECC Regular Board Meeting

November 27, 2018

The regular meeting of the Board of Directors of Rural Electric Convenience Cooperative Co. was held November 27, 2018 at the Cooperative headquarters at 6:00 p.m., with all members present. Also present were President/CEO David Stuva; Manager of Finance & Administration Matt Sheerin; Manager of Member Services Jeff Lancaster; Manager of Operations and Maintenance Tim Hemberger; Senior Accountant Aubrie Megginson; Member Services Liaison Sandy Lex; Network Administrator Brandon Taylor; Sr. Member Accounts Representative Shelley Crocks; Attorneys Jerry Tice and Steve Courtney.

- The minutes of the October 23 regular Board meeting were approved.
- President/CEO Stuva and NextEra Representatives Kristi Johnson, Trip Bristow, and Winton Kelly reviewed RECC's power contract and explored forward pricing.
- CEO Stuva compared RECC's power costs to cooperatives in Illinois and nationwide.
- The presentations of Capital Credit Equity checks were reviewed by CEO Stuva.
- Manager of Finance & Administration Matt Sheerin and Sr. Accounts Representative Shelley Crocks presented the delinquent accounts recommended to be written off for 2017. The total amount was \$4,874.62 or .03%. It was noted that the staff will continue to pursue collections unless prohibited by law.
- President/CEO Stuva reviewed the 2019 Capital Budget and the Truck Leasing program. The 2019 proposal included the replacement of Truck # 4 and Truck # 2.
- CEO Stuva reported that a meeting is scheduled with Ameren representatives on November 28, 2018 to discuss the proposed WDS rate increase.

Attorneys' Report

Attorney Jerry Tice reported on the status of the 2018 CoBank loan.

President/CEO's Report

CEO Stuva reviewed the following reports which had either been mailed or distributed to all directors and our attorney: Job Training and Safety, Meters and Outages, Operations and Maintenance, Engineering and Construction, Member and Public Relations, Cash Flow, Cash Disbursements Summary and Check Listing. The financial and statistical reports for October 2018 were reviewed and accepted for placement in the Cooperative's files.

President/CEO Stuva also reported that:

- Bill Hart has been promoted to line foreman, replacing Kenny Williamson.
- Colin Slagle has started as a part-time intern with RECC.
- A donation was made to the Thomas H. Moore Illinois Electric Cooperative Memorial Scholarship Fund in memory of former RECC director Dale Wilcox.
- A new cost of service study will be reviewed at a special board meeting.

AIEC Board Report

Chairman Mel Repscher reviewed the Executive Summary of the AIEC Board meeting held November 15, 2018.

Meetings and Events

The following were reviewed:

- The Cooperative Communicators Committee meeting was held November 7, 2018.
- NRECA Strategic Advantage course took place on November 20, 2018.
- Employee lunch and K. Williamson retirement party is scheduled for Dec. 7, 2018.
- NextEra Power Summit will be held on February 4-6, 2019.
- NRECA Annual Meeting is scheduled for March 10-13, 2019.

Board Action

The Board acted on the following:

- Approved the application for, or reinstatement of, membership for new or existing members to obtain electric service.
- Requested that NextEra present a formal written contract, for consideration of extending the current contract, through May 2033.
- Unanimously adopted recommendation that 2017 delinquent accounts were uncollectible.
- Approved the 2019 Capital Budget and the two Truck Leases.

Meeting Adjourned at 09:10 p.m.