

JO-CARROLL ENERGY, INC. (NFP)

August 28, 2019

Board Meeting Summary

The regular board meeting of Jo-Carroll Energy, Inc. (NFP) was held at the cooperative's headquarters in Elizabeth, Illinois on Wednesday, August 28, 2019 at 9:00 A.M.

A Safety Moment was provided by Director Marcy Stanger .

Chairman's/AIEC Report – Chairman Senn discussed highlights from the AIEC meeting and commented on the scholarships they will be offering, as well as a letter the cooperative received from Wisconsin Power Cooperative thanking our linemen for helping restore power after a recent storm.

Policy 131 - A motion was made, seconded and carried unanimously to change language in the Policy to read "Distributed Energy Resources" instead of "Distributed Generation".

Cyber Security – A new draft of the new Cyber Security Policy will be presented to the governance committee for review.

Governance Overview Topic – Director Tindell presented a video on Reputation Management- *Communication in the Age of Scrutiny* to the board. Allendorf discussed the Legal Seminar meeting highlights, which he recently attended, noting governance and transparency topics.

CEO Report –

Financial Operating Report – YTD operating margins through July were approximately \$3 million vs. a budgeted amount of approximately \$2.1 million. The variance is due largely to the timing of various O&M expenses. The current equity of the cooperative is 25.07% compared to 21.88% this month last year.

External Relations Update – Chris Allendorf, Vice President of External Relations & General Counsel, discussed current legislative issues. Allendorf also provided an update on the activities of Northwest Illinois Economic Development (NWILED), noting he will be inviting Executive Director, Emily Legel to speak with the board at a future board meeting. Allendorf also noted that NWILED recruited several new board members.

Board Issues and Action Items –

Information was provided for discussion on Board Districts and will be discussed at a future board meeting.

A motion was made, seconded and carried unanimously to approve Administrative Policy 318.

A position statement focusing on economic development was reviewed, noting that JCE supports economic growth and development for the purpose of stabilizing long-term energy costs.

Executive Session - None.

Adjournment

Chairman Senn adjourned the meeting at 10:54 A.M.