

ILLINOIS MUNICIPAL ELECTRIC AGENCY

REPORT OF EXECUTIVE BOARD MEETING

WEDNESDAY, OCTOBER 18, 2017

A regularly scheduled meeting of the Executive Board of the Illinois Municipal Electric Agency was held at the IMEA headquarters building, 3400 Conifer Drive, Springfield, Illinois on October 18, 2017.

Chairman Greg Hazel called the meeting to order at 2:00 p.m. Roll call was taken which showed a quorum was present.

The Report of August 23, 2017 was moved for approval by Mayor Scott Harl, seconded by John Hodapp. The motion was carried by unanimous voice vote.

Opportunity for Public Comment: Chairman Greg Hazel stated that pursuant to the Open Meetings Act, any person in attendance at a meeting shall be permitted an opportunity to comment. He then asked if anyone would like to make a comment and hearing none, the meeting continued.

OLD BUSINESS

Resolution #17-10-804 – Authorizing Upgrade Construction Service Agreement with PJM for ICTR Project– CEO Gaden gave background information regarding the status of the PJM capacity issues. He reported that staff had submitted an Incremental Capacity Transfer Rights (ICTR) project request for Planning Year 21/22 on September 30th which is an extension of the current proposed project. This project can be withdrawn if the current project is approved and ICTR's are gained. Staff continues to brief federal legislators on the details of this issue and have a meeting with three FERC Commissioners and/or their staff scheduled for October 24th. Gaden also reported that PJM had completed a System Impact Study on September 4th for Planning Year 20/21 that indicated 0 ICTR's. PJM then reran the study for the following Planning Year 21/22 and the results showed for the same amount of money, over 700MW of ICTR's were estimated. The PJM Board will consider a blanket transmission improvement plan in early December and if approved, will then file with FERC. IMEA staff must meet with FERC Commissioners before PJM files this project with FERC due to exparte communication rules.

IMEA anticipates cash funding this expenditure rather than debt financing. Staff recommends this resolution authorizing the President & CEO to sign the Upgrade Construction Service Agreement (UCSA) and complete all needed actions to ensure IMEA's rights are protected. Tom Bruhl moved to approve Resolution #17-10-804, seconded by John Hodapp. The roll call vote passed unanimously and will be brought before the full Board at tomorrow's meeting.

Update on Cairo Public Utilities Company (CPUC) – CEO Gaden recognized Karl Klein who passed away on September 8th. He served as Cairo's IMEA Board member for 33 years and will be greatly missed. He then explained the proposed Resolution #17-10-805 which would approve an additional discount rate reduction for CPUC. He pointed out a blank line in the resolution which could be filled in at tomorrow's IMEA Board meeting after CPUC has made their presentation and the Board has considered its actions. Gaden summarized the circumstances leading up to this point and spoke specifically about phone calls and correspondence received from CPUC. He does not recommend the Executive Board take any action regarding this resolution until CPUC has made their presentation.

At that time, CEO Kevin Gaden then asked for a motion to go into Executive Session for discussion of the purchase, sale or delivery of electricity. John Hodapp moved to go into closed session, seconded by Tom Bruhl. Voice vote showed all in favor. The meeting was closed to the public pursuant to Section 2(c)(23) of the Open Meetings Act, 5 ILCS 120/2(c)(23) at 2:35 p.m. The meeting was returned to open session at 3:45 p.m.

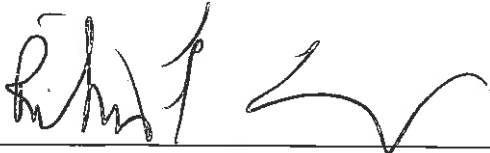
NEW BUSINESS

Resolution #17-10-806 – Approving a Six-Year Preventative Maintenance Agreement with Altorfer, Inc. for Caterpillar 3516B & 3516C Diesel Engine Generators – Kevin Wagner stated that Flora, Altamont, Marshall and Rock Falls have participated in joint preventative maintenance agreements with Altorfer for over ten years and the current maintenance agreement will expire at the end of 2017. Altorfer has provided a quote for an additional 6-year agreement and that cost will increase by 2.5%. He summarized the scope of the service that Altorfer will continue to provide. Altorfer will annually bill IMEA for all scheduled services performed for IMEA and the participating member-owned Cat 3516 gensets. Wagner also explained that letter agreements are required between the participating members and IMEA addressing the reimbursement of each member's share. Gensets may be removed and or comparable units added during the term of the agreement. Dan Cook moved to approve the Six-Year Preventative Maintenance Agreement with Altorfer, Inc. and the letter agreements covering reimbursement of each participating member's share of the cost. Dick Simon seconded the motion and the roll call vote passed unanimously.

Resolution #17-10-807 – Authorizing Revisions to Switching Agreement with Ameren Illinois Company Kevin Wagner stated that the current master agreement allows operation of designated switches without prior notification if an imminent dangerous situation exists. Ameren now seeks to modify the terms of that agreement to allow switch operation without prior notification in an imminent dangerous situation provided the switch is only supplying the City. Staff recommends the approval of the revised master switching agreement with Ameren and to authorize the President & CEO to execute subsequent revisions to the Ameren master switching agreement and related member letter agreements as may be required. John Hodapp moved to approve this resolution, seconded by David Coston. The resolution passed by unanimous roll call vote.

Chairman Greg Hazel asked for a motion to adjourn the meeting. The motion was made by Tom Bruhl, seconded by John Hodapp and carried unanimously. The meeting was adjourned at 4:00 p.m.

Respectfully submitted,



Secretary/Treasurer

**ILLINOIS MUNICIPAL ELECTRIC AGENCY
EXECUTIVE BOARD MEETING
WEDNESDAY, OCTOBER 18, 2017**

MEMBERS PRESENT

Carlyle	John Hodapp
Carmi	David Coston
Highland	Dan Cook
Peru	Mayor Scott Harl
Rantoul	Greg Hazel
Rock Falls	Dick Simon
St. Charles	Tom Bruhl

MEMBERS ABSENT

Metropolis	Rick Abell
Waterloo	Tim Birk

OTHERS PRESENT

Altamont	Larry Taylor
Breese	Dale Detmer
Chatham	Shane Hill
Flora	Bob Coble
Freeburg	John Tolan
Marshall	Cory Sheehy
Naperville	Mark Curran
Oglesby	Dominic Rivara
Princeton	Jeff Mangrich
Sullivan	Mayor Ann Short
Winnetka	Brian Keys
IMEA	Kevin Gaden
IMEA	Troy Fodor
IMEA	Bob Childers
IMEA	Alice Schum
IMEA	Mike Genin
IMEA	Staci Wilson
IMEA	Kevin Wagner
IMEA	Shadi Ahanchi
IMEA	Rakesh Kothakapu
IMEA	Cindy Evans
IMEA	Mary Ann Todd
IMEA	Rodd Whelpley
IMEA	Glenn Cunningham
IMEA	Chris Jewell
IMEA	Tammy Hall