

ILLINOIS MUNICIPAL ELECTRIC AGENCY

REPORT OF EXECUTIVE BOARD MEETING

WEDNESDAY, JUNE 24, 2009

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 June 24, 2009.

President Del McCord called the meeting to order at 2:00 p.m. Roll call was taken showing all Executive Board Members present.

Mayor Taylor moved to approve the Report of April 29, 2009 which was seconded by Scott. The motion was approved by unanimous voice vote.

OLD BUSINESS

Executive Session Minutes: President McCord stated that General Counsel Fodor recommends approving and releasing into public records the minutes of December 3, 2008 and January 28, 2009. Fodor also recommends continuing to hold minutes of November 16, 2006 and May 30, 2007. Bob Coble moved to approve the recommendation, seconded by Taylor. All were in favor by voice vote.

CEO Ron Earl welcomed Board Member Rich Pottier of Riverton.

NEW BUSINESS

Resolution #09-06-695 - Establishing IMEA Prevailing Wage Statement: Troy Fodor stated the Statute has been amended to include maintenance work and has prepared a Prevailing Wage Statement for companies to sign when performing work for IMEA. George Smith moved to approve this resolution, seconded by Hazel. The roll call vote showed all in favor.

Resolution #09-06-696 - Amending the Bylaws of the IMEA: Troy Fodor stated this resolution acknowledges the pending legislation before the General Assembly which has passed both House and Senate and awaiting the Governor's signature. The legislation allows the IMEA to update titles as needed, which would be consistent with the Strategic Plan. Brian Keys showed concern with Section 9.2 relating to the CEO having the authority to determine employees being officers of the Agency. Keys expressed the opinion that the Board should make that decision. Earl and Fodor explained how some companies need authorized signatures from officers of IMEA which is a need for such titles. The IMEA CEO continues to be the only employee to sign contracts or legal documents. George Smith moved to approve this resolution, seconded by Taylor. The roll call showed all in favor.

Resolution #09-06-697 - Authorizing Execution of Contracts for Power Supply from Renewable Resources: CEO Earl stated that acquiring a portion of IMEA's energy needs from renewable resources was a recommendation from the Strategic Plan with a goal of procuring 5% of IMEA's energy requirements by 2010 from renewable resources. Doc Mueller explained that the market is favorable for investing in renewable resources and that voluntary action helps to avoid both state and federal mandates. Rick Soderholm then gave a presentation explaining the assumptions used in the Agency's evaluation and identified 10 renewable resource options for both non-wind and wind renewable sources. Soderholm

noted that, if the resource in the study does not produce, IMEA doesn't pay. A chart was displayed showing results of average costs compared to market revenues for each option. Discussion was then held on potential Renewable Energy Certificate (REC) sales. The most economical renewable resource projects were identified, those being WEC, Lee-DeKalb Wind and Big Sky Wind. This resolution authorizes the CEO to execute contracts and other documents necessary in his discretion for IMEA to acquire long-term power supply from renewable resources, up to 5% of IMEA's 2020 projected energy requirements. Brian Keys showed concern with selling the RECs as opposed to holding or retiring them and would like to have a discussion prior to that happening. Allan Poole moved to approve this resolution, seconded by Scott. The voice vote showed all in favor.


Resolution #09-06-698 - Authorizing and Establishing IMEA Energy Efficiency & Conservation Program: Doc Mueller stated the Energy Efficiency & Conservation Committee (E2C2) has held 3 meetings to date and recommends placing \$750,000 into the IMEA budget to be used towards a program being created. A portion of the money will be placed towards a home energy audit program while the bulk of the money will be used for incentives in Member communities. A meeting has been scheduled with DCEO to discuss further options and the possibility of acquiring additional stimulus money. Greg Hazel moved for approval of this resolution, seconded by Scott. The voice vote showed all in favor.

Ordinance #09-06-699 - Ordinance Authorizing and Providing for the Issuance of Not to Exceed \$410,000,000 Power Supply System Revenue Bonds of IMEA, in One or More Series, for the Purpose of Constructing Improvements and Extensions to IMEA's Power Supply System, and Providing for the Terms of Security and Payment for Such Bonds: Ron Dintelmann moved to approve this ordinance, seconded by Coble. Bob Childers reported this ordinance authorizes the issuance of up to \$410,000,000 in bonds to finance the remaining funds needed to complete the Prairie State Project. Childers is currently projecting issuing approximately \$315-325 million, with approximately \$15 million being taxable bonds to finance the portion of the project that is not considered to be tax exempt. The \$300 million in tax exempt bonds may include a portion of the bonds as Build America Bonds (BABs) under the stimulus package (would receive 35% subsidy payment from the Federal Treasury every year). Childers then explained the ordinance, which was based on the ordinance used in 2007. Childers further stated that J.P. Morgan is acting as Senior Manager and also named the co-managers. IMEA's rating at the A+ level was affirmed by all 3 rating agencies. The Preliminary Official Statement (POS) will be released July 6th or thereafter. Final pricing of the Bonds will be held on July 15th with closing in early August. CEO Earl noted Childers has spent a lot of time on this and complimented him for the great work he does. Childers stated 3 of the Prairie State partners have reported that they have completed their funding of the project with others are still in the process. The voice vote showed all in favor.

Other: George Smith was then honored with a certificate of appreciation for his service for IMEA. Smith has retired from the City of Marshall, but will remain Marshall's representative on the IMEA Board.

Allan Poole moved for adjournment which was seconded by Scott with unanimous voice approval.

Respectfully submitted,



Ron Dintelmann, Secretary/Treasurer

/trk

**ILLINOIS MUNICIPAL ELECTRIC AGENCY
EXECUTIVE BOARD MEETING**

WEDNESDAY, JUNE 24, 2009

MEMBERS PRESENT

Altamont	Larry Taylor
Chatham	Del McCord
Flora	Bob Coble
Freeburg	Ron Dintelmann
Marshall	George Smith
Naperville	Allan Poole
Oglesby	Jerry Scott
Rantoul	Greg Hazel

OTHERS PRESENT

Breese	Dale Detmer
Peru	Jim Potthoff
Riverton	Rich Pottier
Rock Falls	Paul Jakubczak
Winnetka	Brian Keys
Marshall	Cory Sheehy
Naperville	Mark Curran
IMEA	Ron Earl
IMEA	Troy Fodor
IMEA	Doc Mueller
IMEA	Mike Genin
IMEA	Bob Childers
IMEA	Kevin Wagner
IMEA	Darren Hulskotter
IMEA	Tammy Kesterson
IMEA	Ed Cobau
IMEA	Glenn Cunningham