



**Board Meeting
Thursday, June 18, 2020**

The Northern Illinois Municipal Power Agency (NIMPA) meeting was held remotely on Thursday, June 18, 2020 in accordance with the COVID-19 Stay-at-Home Order issued by the Governor of the State of Illinois.

1. Call to Order and Roll Call:

President Holm called the meeting to order at 10:00 a.m.

Present via teleconference:

Hal Wright, City of Geneva
Aaron Holton, City of Geneva
Diane Krupa, City of Geneva
Rich Babica, City of Geneva
David Niles, Avant Energy
Noah Hansen, Avant Energy

Gary Holm, City of Batavia
Rahat Bari, City of Batavia
Adam Lanning, City of Rochelle
Richard Heinemann, General Counsel
Oncu Er, Avant Energy

President Holm informed the board members of new recently passed legislation regarding the IL Open Meetings Act. The following guidelines are to be implemented for all remote meetings.

- i. A primary location must have a primary representative on site.
- ii. Roll call votes are required for each action item on the agenda.

2. Approval of Regular Session Meeting Minutes from April 22 and May 14, 2020:

MOTION: To approve the regular session meeting minutes of April 22 and May 14, 2020 as presented.
MAKER: Hal Wright
SECOND: Gary Holm
ROLL CALL : Wright-Aye
Lanning-Aye
Holm-Aye
The Motion Passed.

3. Administrative Report:

a. Monthly Financials (April, 2020)

Mr. Niles reviewed the financials of April 2020 with the NIMPA board members. NIMPA's rate to members for April ended lower than budget. Primarily resulting from lower than budget purchased power, fuel and production costs.

b. Credit Facility / LOC Status Update

Mr. Niles reported on the status of NIMPA's credit facility and Letter of Credit. The month of April ended with a Credit Facility of \$15 million less the \$2.5 million Letter of Credit with PJM, leaving a net Credit Facility balance of \$12.5 million.

As discussed last month, Mr. Niles continued to report on PJM changing their way of identifying collateral requirements by marking FTR portfolios by each auction, resulting in NIMPA's identified credit exposure possibly changing by each auction.

c. Year-to-Date Budget, ECA and Capital Reserve Fund Status Update

Mr. Niles reported on the year-to-date budget performance and ECA funds with April ending with an ECA balance of \$8.9 million.

Mr. Niles continued with a review of the Capital Reserve Fund. NIMPA's capital adder funds ended at an approximate balance of \$10.6 million in April. This represents more than four years of NIMPA's share of projected capital costs based on PSGC's projection of capital expenditures over the next five years.

d. Investment Report

Mr. Niles reviewed the cash and investment report with the NIMPA board members. NIMPA's total cash and investments was at a total of \$76 million; with a total of \$44.7 million related to debt service reserves and debt service. NIMPA's operating account ended at \$13.6 million in April.

Mr. Niles reported to the board members on the debt service product of insurance that NIMPA as a participating member in the project had purchased. Discussion took place over coverage on qualifying events and cost of insurance. Mr. Niles recommended to the NIMPA board to continue with the insurance and review annually the cost of the policy.

Mr. Niles reported on the status of the outstanding series of bonds that NIMPA holds and payment due to bond holders coming due July 1st.

i. PNC Bank O&M Account Options

Mr. Niles continued discussion over the non-interest bearing PNC Bank O&M Account, and available options to NIMPA to begin earning interest. Mr. Niles recommended to the NIMPA board members to convert the non-interest bearing PNC Bank O&M Account to an interest-bearing checking account.

A motion was made for NIMPA to convert the PNC Bank O&M Account to an interest-bearing checking account.

MOTION: To convert the NIMPA O&M Account to a PNC Bank interest-bearing checking account.
MAKER: Gary Holm
SECOND: Hal Wright
ROLL CALL : Wright-Aye
Lanning-Aye
Holm-Aye
The Motion Passed.

MOTION: To approve the monthly financials of April 2020 as presented.
MAKER: Hal Wright
SECOND: Adam Lanning
ROLL CALL : Wright-Aye
Lanning-Aye
Holm-Aye
The Motion Passed.

e. Monthly Management/Operations Report

Mr. Hansen provided a review of the April 2020 monthly management report with the NIMPA board members. Mr. Hansen reviewed the PJM & MISO market activities for the month including the FTR's in place to offset the congestion charges.

Mr. Hansen continued with a review of PSGC plant performance for the month. Noting that with outages occurring on Units 1 & 2 from boiler tube-leaks, the overall plant capacity factor for the month ended at 85%.

Mr. Hansen reviewed the variance reports. Noting, April 2020 experienced an overall downturn of market prices, as a result of Covid, mild weather and lower fuel costs. Concluding, NIMPA's portfolio of revenue vs cost, and adding the FTRs in place to offset congestion charges made for a favorable variance. The month of April ended with a favorable variance of \$300,000 compared to budget. In comparison of 2020 vs 2019, this year has less generation and lower energy prices.

f. General Counsel Update

Attorney Heinemann reported to the board members on the Pseudo-Tie Settlement. The settlement remains at FERC, thus it is important to continue to update the Court of Appeals on the settlement pending at FERC. A favorable resolution is anticipated.

Attorney Heinemann reported to the NIMPA board members that the IL Secretary of State has awarded the agency the "Good Standing Verification".

4. Executive Session: (Consideration of contracts for sale, purchase or delivery of electricity) (Prairie State Project)

MOTION: To move into Executive Session at 10:48 a.m.
MAKER: Gary Holm
SECOND: Adam Lanning
ROLL CALL : Wright-Aye
Lanning-Aye
Holm-Aye
The Motion Passed.

Regular Session returned at 11:50 a.m.

5. Old Business: None

6. New Business: None

7. Comments: *a. Board* - None
b. Public - None

8. Motion to adjourn the meeting at 11:51 a.m.

Minutes submitted by: Diane Krupa