

EnerStar Electric Cooperative Minutes of 2022 Annual Meeting of Members

EnerStar Power Corp, doing business as EnerStar Electric Cooperative, held its Annual Meeting at Paris, Illinois, beginning at 6:30 a.m. on June 2, 2022, at the Paris Center of Fine Arts, Paris High School, Paris, Illinois.

The Chairman of the Board of Directors, Danny Gard, called the meeting to order. Kurt Speece Pastor, of Bell Ridge Christian Church, gave the invocation. Paris Cub Scout Pack 8 presented the Colors and led the meeting in the Pledge of Allegiance.

Chairman Gard introduced the Members of the EnerStar Board of Directors. Special mention was given to Jeff Zimmerman, Kevin Julian, Dale English, and himself, all of whom had achieved National Rural Electric Cooperative Association's Credentialed Cooperative Director certification.

Chairman Gard introduced the CEO of EnerStar, Brent Reyher, who introduced guests and other dignitaries in attendance, including retired directors and employees.

Chairman Gard announced that there was a quorum present of the membership who had registered for the meeting.

The Secretary-Treasurer, Dale English, read the Proof of Mailing of Notice and the Notice of Meeting. Upon a proper motion by the membership, with a second, the members approved a motion to dispense with the reading of the minutes of the last Annual Meeting of the members of the Cooperative, held on March 16, 2019, and to approve the minutes as published in the Annual Meeting program, provided to all members who had registered for the meeting. The membership voted to approve the minutes. Secretary-Treasurer, Dale English, gave the Treasurer's Report. Upon a motion by the membership, with a second, the members approved the Treasurer's Report, as presented.

Chairman Gard recognized the CEO of EnerStar, Brent Reyher. Mr. Reyher gave the CEO's report to the membership. In his report, Mr. Reyher discussed advantage of electric cooperatives, including financial stability. He noted the changes in sources of electrical energy in the past 10 years. He referenced vegetative management, including the use of a helicopter for aerial trimming. He gave an overview of maintenance activities. Mr. Reyher discussed EnerStar's current rates for electricity and the components of those rates. He gave an update on EnerStar's financial status. Mr. Reyher next recognized the employees of EnerStar.

Chairman Gard then introduced Counsel, Rob Anderson, of Anderson Law Offices. Mr. Anderson announced the results of Director Elections as follows: District A-3, Granville Colvin, 176 votes; District B-6, Jeff Murphy, 154 votes; District C-8, Greg Robinson, 140 votes. All candidates were elected without opposition.

Following the announcement of Director elections, Mr. Anderson summarized the proposed Bylaw Amendments and the reasons for the proposed changes. The membership had been given copies of the proposed Bylaws Amendments by mail and at the door this evening. The membership did not have any questions. Upon the proper motion of the members, with a second, the proposed Bylaw Amendments were approved by the membership, without objection. Following this, there were drawings for door prize awards.

There being no further business to come before the meeting, Chairman Gard requested a motion to adjourn the meeting; the membership so moved and seconded, and the meeting adjourned.

Greg Robinson, Secretary-Treasurer



EnerStar Electric Cooperative Annual Meeting of Members

**Saturday, June 3, 2023
Crestwood School**



Welcome

Jeff Zimmerman, Board Vice Chairman

Invocation

Dave Clinton, EnerStar CEO

Pledge of Allegiance

Paris Cub Scout Pack 8

Director Introductions

Jeff Zimmerman

Announce Quorum

Jeff Zimmerman

Call to Order

Jeff Zimmerman

Mailing Notice of Meeting, Reading of Notice

Greg Robinson, Secretary-Treasurer

Close Registration

Jeff Zimmerman

Reading of 2022 Annual Meeting Minutes

Greg Robinson

Consideration of Approval of 2022 Minutes

Jeff Zimmerman

Treasurer's Report for 2022

Greg Robinson

CEO Presentation

Dave Clinton

Introduction of Employees

Dave Clinton

Years of Service Awards

Jeff Zimmerman & Dave Clinton

		5 years	<i>Kayla Foos</i>
5 Years	<i>Dave Clinton</i>	5 Years	<i>Kim Stewart</i>
10 years	<i>Chase Graham</i>	25 years	<i>Susan Watson</i>
30 years	<i>Keith Borchers</i>	35 years	<i>Kent Milbourn</i>

Results of Director Election

Rob Anderson, Anderson Law Office

Door Awards Drawing

EnerStar Employees

Motion to Adjourn

Jeff Zimmerman

Grand Awards Drawing

EnerStar Employees

Financial Statements - 2022 and 2021

Balance Sheet

Per Audited Financial Statements

Assets			
	2022	2021	
1	Property, Plant and Equipment	\$ 29,568,157	\$ 29,466,687
	<i>What we own, net of depreciation</i>		
	Ownership in Associated Organizations		
2	EnerStar does business with other co-ops. Represents our share of ownership in organizations from which we buy wholesale power, borrow money, purchase insurance, and equipment vendors	4,874,792	4,700,550
	Notes Receivable & Other Investments		
3	Investments to promote our future. Includes economic development loans, and securities to offset future financial rate demands	2,895,725	3,387,072
4	Accounts Receivable, Materials, & Other Curr. Assets	2,119,741	2,267,455
	<i>Routine items as described above</i>		
5	Cash & Savings	1,749,466	1,184,783
6	TOTAL ASSETS	\$ 41,207,881	\$ 41,006,547
Members' Equity and Liabilities			
	2022	2021	
7	Members' Equity	\$ 21,684,161	\$ 21,163,147
	<i>That portion of EnerStar owned by those we serve</i>		
8	Debt, Other Notes Payable, & Capital Leases	13,217,650	13,742,851
	<i>Amounts EnerStar owes to others in long-term and short-term debt</i>		
9	Provision for Future Retirements-Beyond One Year	3,646,837	3,585,434
	<i>Amount accrued for employee retirement obligations</i>		
10	Accounts Payable & Other Current Liabilities	2,659,233	2,515,115
	<i>Routine liabilities and accruals to operate the co-op</i>		
11	TOTAL MEMBERS' EQUITY & LIABILITIES	\$ 41,207,881	\$ 41,006,547

Income Statement

Per Audited Financial Statements

Revenues			
	2022	2021	
1	Operating Income	\$ 13,329,805	\$ 12,916,559
Expenses			
	2022	2021	
2	Cost of Purchased Power	\$ 7,318,896	\$ 6,895,705
3	Operations & Maintenance Expense	1,793,224	1,604,375
4	Customer Service & Information Expense	648,445	624,438
5	Administration & General Expense	1,020,104	899,117
6	Taxes, Interest & Depreciation Expense	1,866,389	1,902,096
7	Total Operating Expenses	\$ 12,647,058	\$ 11,925,731
8	Total Operating Margins	\$682,747	990,828
9	Non-Operating Margins and Other (Net)	204,284	729,974
10	Unusual Item-PPP Loan Forgiveness	0	529,797
11	TOTAL MARGINS	\$ 887,031	\$ 2,250,599

EnerStar By the Numbers



21 Full Time Employees

251 years of combined experience



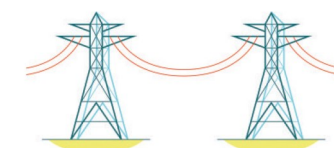
\$8.4 Million

Capital Credits returned through 2022



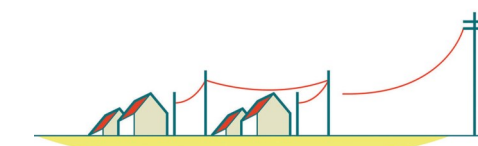
5,264

Electric accounts



1,494

Miles of line



3.5 members

per mile of line



EnerStar Electric Cooperative

exists to reliably distribute affordable electricity to its member-owners while upholding our values of integrity, accountability and commitment to our community.