

ILLINOIS VALLEY PUBLIC TELECOMMUNICATIONS CORPORATION

EXECUTIVE COMMITTEE MEETING

July 27, 2017 – 7:30 am

Minutes

Present: Moss Bresnahan (WebEx), Andrew Rand, Helen Barrick, Dr. Cynthia Fischer
Staff: Jerry Kolb

Absent: Allen Mayer, Joe Strupek, Chuck Walker

Chairman Rand called the meeting to order at 7:31 am.

Minutes of the Executive Committee's May 25, 2017 regular meeting were considered. A motion to accept was made by Mrs. Barrick, seconded by Dr. Fischer and passed unanimously.

Mr. Kolb then presented the June financials. He commented that June is the end of the fiscal year and that the statements were still subject to some minor adjustments before audit. On the balance sheet, he reviewed balances in comparison with the previous year. While cash was down, the endowment was up, providing stability to the organization. Net fixed assets were only off slightly, demonstrating that capital investment was more in line with depreciation than has been the trend in recent years. He noted that the Better Banks endowment account was transferred to the Schwab account, which should have a small positive effect on future endowment performance. On the income statement, he discussed revenue account variances at some length and reviewed general trends on expense lines. Overall, year to date net revenue was \$(73,786) compared to plan of \$(91,565). After a discussion about revenue sources, including staff plans and expectations for the new fiscal year, a motion to accept was made by Mrs. Barrick, seconded by Dr. Fischer and passed unanimously.

Mr. Kolb reviewed the organization's long term debt, in response to a request at the last meeting. It was noted that there were three debt instruments at year end, but that one of them was paid off in July. The remaining instruments are both mortgages. One is guaranteed by IFF and has a current rate of 3.12%, which will be adjusted in March of 2018 and is scheduled to be paid off in February of 2023. The other, with PNC, has a rate of 4.5% and balloons in November of 2022, with an expected remaining balance of \$493,295. After a discussion, it was agreed that no changes to the debt structure are warranted at this time.

Dr. Fischer then gave a development report, noting several efforts under way, including the Significant Seven schedule meant to re-engage lapsed Klystron members. There was also a discussion about a project underway by two past employees and the related fund raising.

Mr. Bresnahan gave a President's report, noting:

FY 2018 Goals & Strategies. Many activities are underway, including the expected relaunch of the website. Also noted were activities supporting the education effort.

FCC Repack. The initial filing of expected costs was made with the FCC. We await a response from the FCC as to the filing and ultimately, we look to see whether the FCC funding fully covers the actual costs of the new transmitter and antenna.

Legislative Relations. It was noted that the Appropriations Committee of Congress has recommended to fully fund CPB for fiscal year 2018. There continues to be broad bipartisan support for public media. Rep. Cheri Bustos will be in the studio to tape an episode of At Issue on August 16th.

The meeting adjourned at 8:52 a.m.

Respectfully submitted,

Moss Bresnahan
President & CEO