

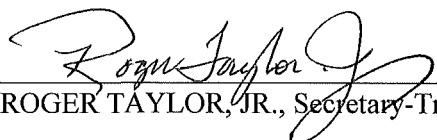
SHELBY ENERGY COOPERATIVE, INC.
Shelbyville, Kentucky
Board of Directors' Meeting-February 27, 2025

Regular Meeting	The following persons were present at 9:00 a.m., either in person or electronically.	
	<u>Directors:</u>	
	Pat Hargadon	Chairman
	Jeff Joyce	Vice-Chairman
	Roger Taylor	Secretary/Treasurer
	Wayne Stratton	Director (electronically)
	Diana Arnold	Director
	<u>Also Present:</u>	
	Jack Bragg, Jr.	President & CEO
	Randy Stevens	SVP, Power Delivery Services
	Michael Moriarty	Chief Financial Officer
	Jennie Pate	Manager, Billing & Customer Service
	Dylan Staples	Manager, Engineering
	Mike Mason	Manager, Operations
	Jason Ginn	Operations and Contract Resources Manager
	Mary Beth Dennis	Director of Communications & Member Services
	Dustin Peach	IT Administrator
	Alan Q. Zaring	Attorney
	Board Information	<p>Copies of the following were provided to Board Members on February 21, 2025.</p> <p>Chairman Hargadon called the meeting to order.</p>
	Safety Moment	Mike Mason presented the Safety Moment on safety at railroad crossings.
	Minutes	Upon unanimous motion, the Minutes of the January 23, 2025, meeting, as amended due to a typographical error, were approved.
	Communications & Cooperative Services	<p>Mary Beth Dennis gave the Communications & Cooperative Services Report.</p> <p>She reviewed recent and upcoming Community Events.</p> <p>Dennis gave the monthly website analytics, as well as Facebook insights and Top Post, LinkedIn information, and the Messenger and solar energy report.</p>

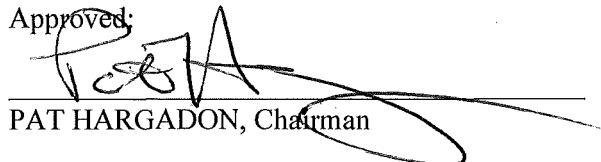
	<p>She also reviewed the Energy Audits, Rebate and Solar Credit Reports, and provided an update on the Smarthub Adoption rate.</p> <p>Finally, Dennis reviewed the 2025 Nominating Committee List for Board elections, which included Mike Darst and Brian Webb for District 1; David McGuire and John Foree for District 2; and Dale Jennings and Ken Boyer for District 3. Upon motion of Joyce and second by Arnold, the Board unanimously approved the members of the Committee.</p>
Finance, Accounting & Payroll	<p>Michael Moriarty presented the Accounting and Payroll reports for January, 2025. For the month, the TIER was 4.53 and OTIER was 2.70. Power cost as a percentage of revenue for January was 74.7%.</p> <p>The January, 2025, check registers, credit card expenses, fleet card expenses, and Propane Plus financials were available for review.</p> <p>Moriarty also provided an update on the Medical Insurance plan and the rate case with the Public Service Commission.</p> <p>Finally, he discussed the current Economic Development Loans and balances thereof.</p>
Billing and Customer Service	<p>Jennie Pate reviewed the Billing and Customer Service Reports for January, 2025.</p> <p>This included a comparison of membership numbers for January, 2024, and January, 2025. The data shows 14,185 active members currently, compared to 13,982 one year ago.</p> <p>The Collections Summary Report for January was presented. A total of \$1970.62 was submitted for collection, with \$97.27 being collected by GLA and \$305.71 by Shelby Energy.</p> <p>There were no capital credit refunds in January.</p> <p>There were 18 uncollectable Accounts through January, 2025, totaling \$1,712.93, that were eligible for write-off.</p> <p>A summary of those accounts was provided, and upon motion by Taylor, seconded by Arnold, those amounts were approved.</p>
Information Technology	<p>Dustin Peach presented the IT Report for January, 2025. That included:</p> <ul style="list-style-type: none"> -A summary of the Zorus DNS/Web Filtering activity for the month.

	<p>-Sophos Managed Threat Detection & Response information</p> <p>-Miscellaneous project updates, including replacing security cameras at SEC offices; testing of a panoramic camera inside the substations in the coming months to deter theft and increase safety, and some upcoming trainings.</p> <p>-</p>
Power Delivery Report	<p>Randy Stevens reviewed the Power Delivery Report for January, 2025. He presented updates on the Construction Work Plan and Contractor Right-of-Way budgets.</p> <p>He also reviewed the Construction Work Plan.</p>
Engineering Report	<p>Dylan Staples gave the Engineering Report for January, 2025.</p> <p>He also provided information on the System Load Data and SAIFI and SAIDA numbers.</p> <p>He reported there were 35 new meters installed in January.</p> <p>Finally, he advised that Hotline Tag Training has begun with the linemen.</p>
Internal Resources Operations	<p>Mike Mason presented the Internal Resources Operations Reports for January, 2025.</p> <p>He advised that there were 3 safety meetings in January, and 4 job site inspections, with no findings.</p> <p>He also advised a MAYDAY training was held with all employees and they have implemented a Stretch & Flex Program.</p> <p>He advised there were 2 safety meetings in December and 4 job site inspections, with no findings.</p> <p>He also provided updates on several projects, including the Koetter Blending House, which is hooked up, and the new Starbucks, which has temporary service.</p>
Operations and Contract Resources	<p>Jason Ginn gave the Operations and Contract Resources Report for December.</p> <p>He provided the Contract Manpower & Equipment Tracking information, as well as updates on several projects, including the span of new line across I-71 at Mill Creek.</p>

Selection of CRC Voting Delegate for NRECA Annual Meeting	Bragg discussed the note for a CRC Voting Delegate for the NRECA Annual Meeting. Upon motion of Taylor, seconded by Hargadon, Bragg was appointed delegate.
Executive Session	<p>Upon motion of Taylor, and second by Arnold, the Board entered Executive Session with Zaring present.</p> <p>Upon unanimous motion, the Board exited the Executive Session.</p>
Board Policies	<p>Bragg and Zaring presented the following policies for consideration and approval:</p> <p>BP 922-Use of Electronic Communications BP 934-Opt Out Plan for Major Medical Insurance</p> <p>Upon motion by Arnold, and second by Taylor, the policy updates were unanimously approved.</p>
EKPC	Stratton presented the EKPC Report.
KEC	Hargadon presented the KEC Report.
President & CEO Report	Bragg provided the President & CEO's report.
Adjourn	There being no further business, the meeting was adjourned. The next Board meeting will be on March 27, 2025, at 9:00 a.m.


 ROGER TAYLOR, JR., Secretary-Treasurer

Approved:


 PAT HARGADON, Chairman