

SHELBY ENERGY COOPERATIVE, INC.
Shelbyville, Kentucky
Board of Directors' Meeting —August 27, 2020

Regular Meeting	The following persons were present, telephonically and virtually, at 9:00 a.m. at Shelby Energy's headquarters
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<u>Directors:</u>	
Ashley Chilton	Chairman
Pat Hargadon	Vice Chairman
Roger Taylor	Secretary/Treasurer
Wayne Stratton	Director
Diana Arnold	Director
Jeffrey Joyce	Director
<u>Also Present:</u>	
Jack Bragg, Jr.	President & CEO
Jared Routh	SVP, Finance & Cooperative Services
Sergio Cole	Manager, Accounting & Payroll
Nanette McCarty	Manager, Billing & Customer Service
Zach Mischler	Manager, Engineering
Jason Ginn	Operations Manager
Dustin Peach	IT Administrator
Sarah Newton	Safety Coordinator
Alan Q. Zaring	Attorney

Board Information	Copies of the following were provided to Board Members on August 27, 2020.
	<ol style="list-style-type: none"> 1. Agenda. 2. Proposed Minutes of 07/16/20 meeting 3. Finance and Cooperative Services Report 4. Accounting and Payroll Report 5. Billing and Customer Service Report 6. Information Technology Report 7. ROW Report 8. Safety Report 9. Engineering Board Report 10. Operations Report 11. BP 311-Financial Planning 12. BP 312-Purchase and Use of Shelby Energy Vehicles

	<p>13. BP 313-Purchasing of Goods and Services</p> <p>14. BP 905-Sick Time and Bereavement</p> <p>15. EKPC Report</p>
Call to Order	The regular Board meeting was called to order by Chairman Chilton.
Safety Moment	The Safety Moment was presented by Dustin Peach, who discussed safety in home improvement.
Minutes	Upon motion of Arnold, the Minutes of the July 16, 2020, Board of Directors meeting were unanimously approved.

Finance & Cooperative Services	<p>Routh gave the Finance & Cooperative Services Report.</p> <p>The Rebate Reports for July noted no energy audits due to the current pandemic, with 15 having been conducted year-to-date.</p> <p>Routh also gave the monthly website analytics for July, and Facebook insights and Top Post, as well as the solar energy report.</p> <p>The compilation of the New Member Surveys for July showed 5 very satisfied and 2 satisfied and 1 neither satisfied nor dissatisfied with Shelby Energy's services of the 8 surveys returned. This represented a 13% monthly return rate from the 64 members surveyed.</p> <p>Routh also gave an update on the medical insurance plan status.</p>
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Accounting & Payroll	<p>Cole presented the Accounting and Payroll reports for July 2020.</p> <p>For July, Shelby Energy's TIER was 0.47 and its OTIER was 0.25. Power cost as a percentage of revenue for the month was 77.25%.</p> <p>The July 2020 check registers, credit card expenses, fleet card expenses, and Propane Plus financials were available for review.</p>
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Billing and Customer Service	Nanette McCarty reviewed the Billing and Customer Service Reports for July.
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	<p>Write offs of Uncollectable Accounts totaling \$746.36 were reported from May disconnect dates. A summary of those accounts was provided, and that amount was approved.</p> <p>McCarty presented a Collections Summary Report. For July, \$673.32 was submitted to collections, with \$302.37 being collected by GLA and \$0.00 by Shelby directly.</p> <p>12 estates received capital credit refunds totaling \$5,672.66 for the month of July.</p>
Information Technology	Dustin Peach presented the IT Report for May and July 2020.
Power Delivery Report	Zach Mischler reviewed the ROW Report for July 2020, as prepared by Randy Stevens.
Safety Report	Sarah Newtown gave the Safety Report for July 2020. There were 6 inspections of Shelby and contractor crews during the month, with no findings. There were no accidents or injuries for the month.

Engineering Report	<p>Mischler gave the Engineering and Outage report for July 2020. There were 81 outages during the month. Three of these affected more than 500 members. and all occurred on July 11, 2020. Specifically, there was an outage in Southville affecting 1,318 members that lasted 133 minutes and was due to an out of right-of-way tree falling across 3-phase line; one at the Logan substation lasting 132 minutes, affecting 971 members, and was due to a breaker mis-coordination: outage downline; and another at the Logan substation, lasting 42 minutes, and affecting 530 members, which was due to an out of right-of-way tree falling across the 3-phase line.</p>
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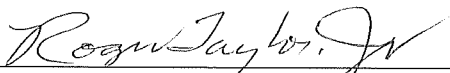
Operations Report	Ginn presented the operations reports for July 2020. The work orders for July totaled 65. Ginn updated the Board on work that continues at: Spectrum fiber pole changes; South Property 2 phase to 3 phase; and Highway 42 re-route.
Executive Session	The Board entered Executive Session with Zaring present.

Board Policies	<p>Bragg presented the following policies for consideration and approval:</p> <p>BP 311-Financial Planning BP 312-Purchase and Use of Shelby Energy Vehicles BP 313-Purchasing of Goods and Services BP 905-Sick Time and Bereavement</p> <p>Upon motion by Stratton, the policy updates were approved.</p>
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EKPC Report	Wayne Stratton reported on the EKP monthly meeting and the impact those decisions have on Shelby Energy.

KEC Report	Hargadon reported that the KEC did not meet in July but gave an update on KEC business that he was familiar with.
President & CEO Report	Bragg provided the President & CEO's report for July.

Adjourn	There being no further business, the meeting was adjourned. The next Board meeting will be September 24, 2020.
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 ROGER TAYLOR, JR., Secretary-Treasurer

Approved:



 ASHLEY CHILTON, Chairman