

SHELBY ENERGY COOPERATIVE, INC.
Shelbyville, Kentucky
Board of Directors' Meeting — August 25, 2022

Regular Meeting	The following persons were present at 9:00 a.m.	
	<u>Directors:</u>	
	Ashley Chilton	Chairman
	Pat Hargadon	Vice Chairman
	Roger Taylor	Secretary/Treasurer
	Wayne Stratton	Director -electronically
	Diana Arnold	Director
	Jeffrey Joyce	Director-electronically
	<u>Also Present:</u>	
	Jack Bragg, Jr.	President & CEO
	Randy Stevens	SVP, Power Delivery Services
	Nanette McCarty	Manager, Billing & Customer Service
	Mike Mason	Operations & Internal Resources Manager
	Dustin Peach	IT Administrator
	Michael Moriarty	Chief Financial Officer
	Melanie Crossfield	Communications
	Brad Thomas	EKPC
	Brittany Cox	EKPC
	Alan Q. Zaring	Attorney

Board Information	Copies of the following were provided to Board Members on August 19, 2022.
	<ol style="list-style-type: none"> 1. Agenda. 2. Proposed Minutes of July 26, 2022, meeting 3. Communications and Cooperative Services Report 4. Finance, Accounting and Payroll Report 5. Billing and Customer Service Report 6. Information Technology Report 7. Power Delivery Report 8. Engineering Board Report 9. Internal Resources Operations Report 10. External Resources Operations Report 11. BP 313- Purchasing of Goods and Services 12. BP 905- Sick Leave and Bereavement 13. BP 912- Sexual Harassment 14. BP 914- Employee Membership in Civic and Professional Org. 15. BP 915- Employee Travel and Out of Pocket Expenses 16. BP 916- Retirement of Cooperative Employees 17. BP 921- Employment Discrimination

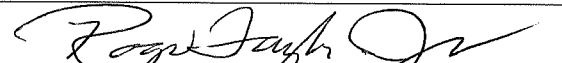
Safety Moment	<u>Randy Stevens</u> presented the safety moment on back-to-school and school bus safety.
Economic Development Activities Update	Brad Thomas and Brittany Cox with EKPC provided a brief update on economic development activities.
Minutes	Upon unanimous motion, the Minutes of the July 26, 2022, meeting were approved.
Communications & Cooperative Services	Melanie Crossfield gave the Communications & Cooperative Services Report. The Smarthub adoption rate through July, 2022, is at 42.68%. Crossfield gave the monthly website analytics, as well as Facebook insights and Top Post, and the Messenger and solar energy report.
Finance, Accounting & Payroll	Moriarty presented the Accounting and Payroll reports. For July, Shelby Energy's year-to-date TIER was 1.83 and its OTIER was 1.44. Power cost as a percentage of revenue for the month was 76.7. The July, 2022, check register, credit card expenses, fleet card expenses, and Propane Plus financials were available for review. Moriarty also gave a medical insurance update.
Billing and Customer Service	Nanette McCarty reviewed the Billing and Customer Service Reports for July, 2022. There were 20 uncollectable Accounts for August, with May, 2022, cut-off dates, totaling \$4,409.25. A summary of those accounts was provided and approved. The Collections Summary Reports for July was presented. A total of \$3,703.77 was submitted for collection, with \$76.95 being collected by GLA and \$0 by Shelby Energy. Seven (7) estates received capital credit refunds in July, 2022, totaling \$5,639.27.
Information Technology	Dustin Peach presented the IT Report for July, 2022. He provided updates on the NISC Operation Analytic project, as well as the Federated Cyber insurance process.

Power Delivery Report	Randy Stevens reviewed the Power Delivery Report for July, 2022. He presented updates on current construction work plans, circuit work and maintenance cutting.
Engineering Report	Randy Stevens gave the Engineering Report for July, 2022. He gave updates on residential projects at Ardmore Crossing, Old Seven Mile Pike, Discovery Point, and Old Veechdale Apartments. He also reported on several commercial/industrial projects.
Internal Resources Operations	Mike Mason presented the Internal Operations & Safety Report reports for July, 2022. Updates wer given on major projects currently underway. Noteworthy items included 6 job site inspections in July.
External Resources Operations	Jason Ginn presented the External Operations and Safety Report for July. Updates were provided on work that continues with pole changes, as well as work at Point Pleasant to Castle Highway in Henry County and new UG exits for Wieland.
Resolution to Restate Retirement Security and 401k Pension Plans	Moriarty presented a Resolution to restate the retirement security and 401k pension plans. Upon motion by Joyce, second by Arnold, the resolution was adopted.
Bank Services RFP	Moriarty led discussion on bank services. Five banks were evaluated based upon criteria specific to Shelby Energy's needs. Upon motion of Taylor, second by Hargadon, the Board voted to move their business to Independence Bank.
Executive Session	Upon Motion of Stratton, second by Arnold, the Board entered Executive Session with Zaring present.

Board Policies	<p>Zaring and Bragg presented the following policies for consideration and approval:</p> <p>BP 313- Purchasing of Goods and Services BP 905- Sick Leave and Bereavement BP 912- Sexual Harassment BP 914- Employee Membership in Civic and Professional Org. BP 915- Employee Travel and Out of Pocket Expenses BP 916- Retirement of Cooperative Employees BP 921- Employment Discrimination</p> <p>Upon motion by Arnold, and second by Stratton, 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 for June.
Adjourn	There being no further business, the meeting was adjourned. The next Board meeting will be September 22, 2022, at 8:30 a.m.

Approved:

ASHLEY CHILTON, Chairman


ROGER TAYLOR, JR., Secretary-Treasurer