

SHELBY ENERGY COOPERATIVE, INC.
Shelbyville, Kentucky
Board of Directors' Meeting —March 24, 2022

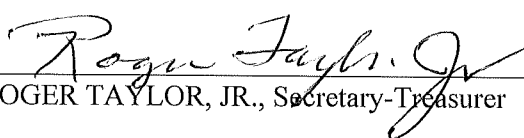
Regular Meeting	The following persons were present at 9:00 a.m.	
	<u>Directors:</u>	
	Ashley Chilton	Chairman
	Pat Hargadon	Vice Chairman
	Roger Taylor	Secretary/Treasurer
	Wayne Stratton	Director
	Diana Arnold	Director
	Jeffrey Joyce	Director
	<u>Also Present:</u>	
	Jack Bragg, Jr.	President & CEO
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

Board Information	Copies of the following were provided to Board Members on March 18, 2022.	
	<ol style="list-style-type: none"> 1. Agenda. 2. Proposed Minutes of February 25, 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. BP306-Audit Committee 12. BP703-Accountability of Assets 13. BP704-Employee Security 14. BP705-Physical and Environmental Security 15. BP706-Documentation Procedures 16. BP934-Opt-out Plan for Major Medical Insurance 	
Safety Moment	Roger Taylor presented the safety moment on defensive driving and staying alert.	

Financial Audit	Travis Frick of Jones, Nale and Mattingly presented the 2021 Financial Statement Audit for consideration. Upon motion of Arnold, seconded by Joyce, the audit was accepted.
Minutes	Upon motion of Arnold, seconded by Joyce, the Minutes of the February 25, 2022, Board of Directors meeting were unanimously approved.
Communications & Cooperative Services	<p>Jack Bragg and Melanie Crossfield gave the Communications & Cooperative Services Report.</p> <p>The Smarthub adoption rate through February, 2022, is at 37.43%.</p> <p>The Rebate Reports for the month notes 5 energy audits.</p> <p>Crossfield gave the monthly website analytics, as well as Facebook insights and Top Post, and the Messenger and solar energy report.</p>
Finance, Accounting & Payroll	<p>Moriarty presented the Accounting and Payroll reports.</p> <p>For January, Shelby Energy's year-to-date TIER was 5.78 and its OTIER was 4.48. Power cost as a percentage of revenue for the month was 70.97%.</p> <p>The February, 2022, check registers, credit card expenses, fleet card expenses, and Propane Plus financials were available for review. Upon motion by Joyce, with a second by Hargadon, the Board voted to cancel all unreconciled/outstanding checks for 2020.</p>
Billing and Customer Service	<p>Nanette McCarty reviewed the Billing and Customer Service Reports for February. There were 15 uncollectable accounts, totaling \$2,208.91.</p> <p>The Collections Summary Report for February was presented. A total of \$882.00 was submitted for collection, with \$615.00 being collected by GLA and \$116.50 by Shelby Energy.</p> <p>12 estates received capital credit refunds in February, 2022, totaling \$7,088.54.</p>
Information Technology	Dustin Peach presented the IT Report for February, 2022.
Power Delivery Report	Randy Stevens reviewed the Power Delivery Report for February, 2022.

Engineering Report	Randy Stevens gave the Engineering Report for February.
Internal Resources Operations	<p>Mike Mason presented the Internal Operations & Safety Report reports for February, 2022.</p> <p>Noteworthy items included 5 job site inspections in February; transformer scarcity; and future pole options.</p>
External Resources Operations	<p>Jason Ginn presented the External Operations and Safety Report for February.</p> <p>Updates were provided on work that continues at Industrial Park Reliability Project; Highway 395 at Pea Ridge; and Spectrum pole changes. Wright Tree Service continues right-of way clearing. Pole maintenance was also discussed.</p>
USDA delegate	The Board discussed the need for delegates to access the USDA Data Collection System. Upon motion of Hargadon and second by Arnold, the Board voted to authorize Bragg and Moriarty as same.
Executive Session	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 306-Audit Committee BP703-Accountability of Assets BP704-Employee Security BP705-Physical and Environmental Security BP706-Documentation Procedures BP934-Opt-Out Plan for Major Medical Insurance</p> <p>Upon motion by Joyce, and second by Arnold, 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 February.
Adjourn	There being no further business, the meeting was adjourned. The next Board meeting will be April 28, 2022, at 9:00 a.m.

Approved: 
ASHLEY CHILTON, Chairman


ROGER TAYLOR, JR., Secretary-Treasurer