

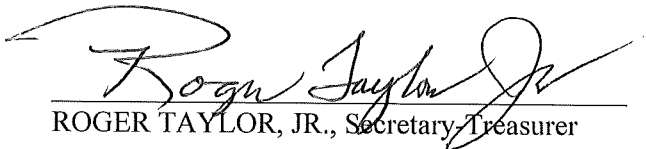
**SHELBY ENERGY COOPERATIVE, INC.**  
**Shelbyville, Kentucky**  
**Board of Directors' Meeting-August 28, 2025**

<b>Regular Meeting</b>	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
	Diana Arnold	Director
	Roby Foree	Director
	<u>Also Present:</u>	
	Jack Bragg, Jr.	President & CEO
	Michael Moriarty	Chief Financial Officer
	Jennie Pate	Manager, Billing & Customer Service
	Mary Beth Dennis	Director of Communications & Member Services
	Jason Ginn	Operations and Contract Resources
	Dylan Staples	Manager, Engineering
	Dustin Peach	IT Administrator
	<b>Board Information</b>	<p>Copies of the following were provided to Board Members on August 22, 2025.</p> <p>Chairman Hargadon called the meeting to order.</p>
	<b>Safety Moment</b>	Jack Bragg presented the Safety Moment on using caution while driving now that school is back in session and deer are more active.
	<b>Minutes</b>	Upon motion by Stratton, seconded by Foree, and a unanimous vote, the Minutes of the July 17, 2025, meeting were approved with a small correction of a typo in the Safety Moment section.
	<b>Communications &amp; Cooperative Services</b>	<p>Mary Beth Dennis gave the Communications &amp; 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>
<b>Finance, Accounting &amp; Payroll</b>	<p>Michael Moriarty presented the Finance, Accounting and Payroll reports for June and July, 2025. For July, the TIER was 2.78 and OTIER was 2.18. Power cost as a percentage of revenue was 70.87%.</p> <p>Moriarty reviewed the results of the rate case with the Public Service Commission, which resulted in approval of 96.6% of the requests. He then provided a long-term forecast with the new rates.</p> <p>Next, Moriarty reviewed the Financial and Statistical Report/Form 7 in detail.</p> <p>The July, 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.</p>
<b>Resolution regarding Shelby Energy Propane Plus</b>	<p>The Board discussed the need for a Resolution regarding Shelby Energy Propane Plus and authority given to Bragg to conduct transactional activities. Upon motion of Arnold, seconded by Stratton, the Board unanimously approved said Resolution and same was adopted.</p>
<b>Information Technology</b>	<p>Dustin Peach presented the IT Report for July, 2025. That included:</p> <ul style="list-style-type: none"> <li>-A summary of the Zorus DNS/Web Filtering activity for the month.</li> <li>-Sophos Managed Threat Detection &amp; Response information</li> </ul> <p>He also provided an update on miscellaneous projects, including the new phone system, which is up and running; the implementation of network segmentation over the next few weeks to better guard against outside attacks; the new firewall configuration and a new backup appliance.</p>
<b>Power Delivery Report</b>	<p>Jason Ginn reviewed the Power Delivery Report for July, 2025.</p> <p>He presented updates on the Construction Work Plan and Contractor Right-of-Way budgets.</p> <p>He also reviewed the 2026-2029 Work Plan.</p> <p>Finally, he discussed the number of planned outages since 2022, and how those are trending up.</p>

<b>Engineering Report</b>	<p>Dylan Staples gave the Engineering Report for July, 2025. He reported that 50 new meters were installed in July.</p> <p>He also provided updates on the Simpsonville Flea Market underground system; the Old Heritage Subdivision, which has the first 60 lots ready for service; the Southern Tire Mart in Pendleton; and Persimmon Ridge replacement of direct buried primary lines.</p>
<b>Internal Resources Operations</b>	<p>Mike Mason presented the Internal Resources Operations Reports for July, 2025.</p> <p>He advised that there were 2 safety meetings in July, during which they covered heat stress.</p> <p>He also reported 4 job site inspections, with no findings.</p>
<b>Operations and Contract Resources</b>	<p>Jason Ginn gave the Operations and Contract Resources Report for July, 2025.</p> <p>He provided the Contract Manpower &amp; Equipment Tracking information, as well as updates on several projects, including the first section of Abby Ridge being energized.</p> <p>Ginn also discussed the 2025 red tag pole replacement, which should begin soon, as well as the “Grease and Go” work by Elliott crews set to begin.</p> <p>Finally, he reported on some personnel changes.</p>
<b>Executive Session</b>	<p>Upon motion of Arnold and second by Foree, the Board voted to enter Executive Session.</p> <p>Upon motion of Joyce and second by Taylor, the Board voted to exit Executive Session.</p>
<b>Board Policies</b>	<p>Bragg presented the following policies for consideration and approval:</p> <p>BP 109-Attendance of Board Meetings by Members or Other Persons  BP 110-Director’s Fees  BP 111-Meetings of Board of Directors  BP 311-Financial Planning</p> <p>Upon motion by Arnold and second by Joyce, the policy updates were unanimously approved.</p>
<b>EKPC</b>	<p>Stratton presented the EKPC Report.</p>

<b>KEC</b>	Hargadon presented the KEC Report.
<b>President &amp; CEO Report</b>	Bragg provided the President & CEO's report.
<b>Adjourn</b>	There being no further business, the meeting was adjourned. The next Board meeting will be on September 25, 2025, at 9:00 a.m.

  
 ROGER TAYLOR, JR., Secretary-Treasurer

Approved:

  
 PAT HARGADON, Chairman