

SHELBY ENERGY COOPERATIVE, INC.
Shelbyville, Kentucky
Board of Directors' Meeting-December 18, 2025

Regular Meeting	The following persons were present at 9:00 a.m., either in person or electronically.
<u>Directors:</u>	
Pat Hargadon	Chairman
Jeffrey 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
Randy Stevens	SVP, Power Delivery Services
Michael Moriarty	Chief Financial Officer
Dylan Staples	Manager, Engineering
Mary Beth Dennis	Director of Communications & Member Services
Dustin Peach	IT Administrator
Alan Q. Zaring	Attorney
Board Information	Copies of the following were provided to Board Members on December 12, 2025. Chairman Hargadon called the meeting to order.
Safety Moment	Pat Hargadon presented the Safety Moment on being careful of black ice.
Minutes	Upon unanimous motion, the Minutes of the November 20, 2025, meeting were approved, with suggested amendments.
Communications & Cooperative Services	Mary Beth Dennis gave the Communications & Cooperative Services Report. She reviewed recent and upcoming Community Events. Dennis gave the monthly website analytics, as well as Facebook insights and Top Post, LinkedIn information, and the Messenger and solar energy report.

	<p>She also reviewed the Energy Audits, Rebate and Solar Credit Reports, and provided an update on the Smarthub Adoption rate.</p>
Finance, Accounting & Payroll	<p>Michael Moriarty presented the Accounting and Payroll reports for November, 2025. For the month, the TIER was 2.31 and OTIER was 2.22. Power cost as a percentage of revenue for November was 67.6%.</p> <p>The November, 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>
Billing and Customer Service	<p>Michael Moriarty reviewed the Billing and Customer Service Reports for November, 2025.</p> <p>This included a comparison of membership numbers for November, 2024, and November, 2025. The data shows 14,363 active members currently, compared to 14,174 one year ago.</p> <p>The Collections Summary Report for November was presented. A total of \$3,995.45 was submitted for collection, with \$178.52 being collected by GLA; \$131.06 by Shelby Energy; and \$0 by OUE.</p> <p>There were 6 capital credits issued in November, totaling \$4,169.68.</p> <p>There were 29 uncollectable accounts for October that were eligible for write-off. 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 November, 2025. That included:</p> <ul style="list-style-type: none"> -A summary of the Zorus DNS/Web Filtering activity for the month. -Sophos Managed Threat Detection & Response information. -He also provided updates on miscellaneous projects, including the migration of NISC's Multichannel Messenger, which should take 3 weeks to complete; rebuilding a firewall that crashed recently; replacement of network switches; and working with Owen Electric to change our VPN connection for SCADA during their Internet Service Provider change recently.

Power Delivery Report	Randy Stevens reviewed the Power Delivery Report for November, 2025. He presented updates on the Construction Work Plan and Contractor Right-of-Way budgets.
Engineering Report	Dylan Staples gave the Engineering Report. He informed the Board that the Cooperative installed 28 new meters for the month. He reviewed the Vipers Report and Large Power Rate-Demand Summary, as well as the SAIDI and SAIFI numbers.
Internal Resources Operations	Randy Stevens presented the Internal Resources Operations Reports for November, 2025. He advised there were 2 safety meetings in November that covered DOT review and how to inspect and repair trucks. Mason also advised there were 6 job site inspections in November, with no findings; and that KEC preformed 1 job site inspection with no findings.
Operations and Contract Resources	Randy Stevens gave the Operations and Contract Resources Report for November, 2025. He reported that the Triple Crown Phase 2 was complete and that crews were doing a good job on Red Tag poles.
2026 Budget	Michael Moriarty reviewed the Proposed Operating Budget for 2026. After discussions, motion was made by Stratton, seconded by Arnold, to approve same.
2026 Meeting Dates	Jack Bragg presented the tentative schedule for Board Meetings for 2026. Upon motion by Joyce, second by Foree, the Board approved the schedule as presented.
Executive Session	Upon motion of Taylor, seconded by Joyce, the Board entered executive session. Upon motion of Taylor, seconded by Joyce, the Board exited executive session.

Board Policies	Bragg and Zaring presented the following policies for consideration and approval: BP 312: Purchase and Use of Shelby Energy Vehicles BP 315: Accounts Payable Upon motion by Joyce, and second by Taylor, the policy updates were unanimously approved.
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 January 22, 2026, at 9:00 a.m.


ROGER TAYLOR, JR., Secretary-Treasurer

Approved:


PAT HARGADON, Chairman