

**SHELBY ENERGY COOPERATIVE, INC.**  
**Shelbyville, Kentucky**  
**Board of Directors' Meeting —April 27, 2023**

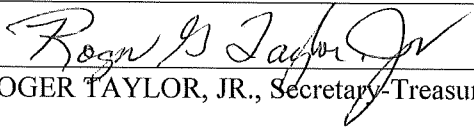
<b>Regular Meeting</b>	The following persons were present at 9:00 a.m., either in person or electronically.	
	<u>Directors:</u>	
	<u>Ashley Chilton</u>	Chairman
	Pat Hargadon	Vice Chairman
	Roger Taylor	Secretary/Treasurer
	Wayne Stratton	Director
	Diana Arnold	Director
	Jeffrey Joyce	Director
	<u>Also Present:</u>	
	Jack Bragg, Jr.	President & CEO
	Randy Stevens	SVP, Power Delivery Services
	Nanette McCarty	Manager, Billing & Customer Service
	Michael Moriarty	Chief Financial Officer
	Mary Beth Dennis	Director, Communications and Member Services
	Alan Q. Zaring	Attorney

<b>Board Information</b>	Copies of the following were provided to Board Members on April 20, 2023.
	<ol style="list-style-type: none"> <li>1. Agenda.</li> <li>2. Proposed Minutes of March 23, 2023, meeting</li> <li>3. Communications and Cooperative Services Report</li> <li>4. Finance, Accounting and Payroll Report</li> <li>5. Billing and Customer Service Report</li> <li>6. Information Technology Report</li> <li>7. Power Delivery Report</li> <li>8. Engineering Board Report</li> <li>9. Internal Resources Operations Report</li> <li>10. External Resources Operations Report</li> <li>11. 2022 Form 990</li> <li>12. BP 918-Weapons in the Workplace</li> <li>13. BP 931-Social Media</li> </ol>
<b>Safety Moment</b>	Randy Stevens presented the safety moment on chain saw safety.
<b>Minutes</b>	Upon unanimous motion, the Minutes of the March 23, 2023, meeting were approved.

<p><b>Communications &amp; Cooperative Services</b></p>	<p>Mary Beth Dennis gave the Communications &amp; Cooperative Services Report.</p> <p>She reviewed recent and upcoming Community Events, including the Breakfast for Lineman Appreciation Day.</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>Dennis also reviewed the Energy Audits, Rebate and Solar Credit Reports, and provided an update on the Nominating Committee.</p> <p>For March, the Smarthub adoption rate is 50.05%.</p>
<p><b>Finance, Accounting &amp; Payroll</b></p>	<p>Moriarty presented the Accounting and Payroll reports.</p> <p>For March, Shelby Energy’s TIER was 2.59 and its OTIER was 1.88. Power cost as a percentage of revenue for the month was 70.05.</p> <p>The March, 2023, check registers, credit card expenses, fleet card expenses, and Propane Plus financials were available for review.</p> <p>A review of the Self-Funded Medical Plan for 2022 was presented, which showed that contributions paid were over benefits received each month of 2022.</p> <p>Moriarty advised that the March 3 &amp; 4<sup>th</sup> Windstorm was declared a FEMA event, with Henry and Trimble Counties as designated counties. Shelby County will likely be added. Total costs for all counties related to this event were \$292,734.41, with the approximate assistance amount being \$254,678.94.</p> <p>Finally, Moriarty presented a letter/approval from USDA regarding the External Compliance Review for the period of February 1, 2018, through January 31, 2023. The review found that all RUS Construction funds were properly accounted for and used for proper loan program purposes.</p>
<p><b>Billing and Customer Service</b></p>	<p>Nanette McCarty reviewed the Billing and Customer Service Reports for March, 2023.</p> <p>There were 11 uncollectable Accounts for March, 2023, with January, 2023, cut-off dates, totaling \$2,798.32.</p> <p>A summary of those accounts was provided, and upon motion by Arnold, those amounts were approved.</p>

	<p>The Collections Summary Reports for March was presented. A total of \$1,603.76 was submitted for collection, with \$885.97 being collected by GLA and \$0 by Shelby Energy in March.</p> <p>Thirteen estates received capital credit refunds totaling \$6,563.63.</p>
<b>Information Technology</b>	Jack Bragg presented the IT Report for March, 2023. That included the Network Failover Performance Report; a Cybersecurity update; a report on new laptops that have arrived; and the status of the AT&T FirstNet radio project, which had some programming issues.
<b>Power Delivery Report</b>	Randy Stevens reviewed the Power Delivery Report for March, 2023. He presented updates on the Construction Work Plan budgets.
<b>Engineering Report</b>	<p>Randy Stevens gave the Engineering Report for March, 2023. Noteworthy items include discussion of the response to the windstorm of April 10<sup>th</sup>.</p> <p>Outage figures were also presented.</p>
<b>Internal Operations &amp; Safety</b>	<p>Randy Stevens presented the Internal Operations &amp; Safety Report for March, 2023.</p> <p>Noteworthy items included 2 safety meetings; 4 job site inspections with no findings; and project updates.</p>
<b>External Resources Operations</b>	<p>Randy Stevens presented the External Operations and Safety Report for March.</p> <p>Stevens provided a report on RDOF pole changes; line improvement project updates; and updates on contractor crews.</p>
<b>Review of 2022 Form 990</b>	Michael Moriarty presented the 2022 Form 990 for review. Upon motion by Stratton, seconded by Joyce, the Board voted to accept the form as presented.
<b>EKPC Annual Meeting Representative</b>	Bragg discussed the need for a representative for the EKPC Annual Meeting. Upon motion of Hargadon, second by Stratton, Arnold was designated as delegate and Joyce as alternate.
<b>CFC Voting Delegate</b>	Bragg discussed the upcoming CFC Annual Meeting and the current status of Bragg as voting delegate and Wayne Stratton as the alternate. Everyone was in agreement about maintaining this assignment and no further action is needed.
<b>Executive Session</b>	The Board entered into Executive Session with Zaring present.
<b>Board Policies</b>	Zaring and Bragg presented the following policies for consideration and approval:

	<p>BP 918-Weapons in the Workplace BP 931-Social Media</p> <p>Upon motion by Arnold, and second by Taylor, the policy updates were unanimously approved.</p>
<b>EKPC</b>	Stratton presented the EKPC Report.
<b>KEC</b>	Hargadon presented the KEC Report.
<b>President &amp; CEO Report</b>	Bragg provided the President & CEO's report for March.
<b>Adjourn</b>	There being no further business, the meeting was adjourned. The next Board meeting will be Thursday, May 25, 2023, at 9:00 a.m.

  
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 ROGER TAYLOR, JR., Secretary-Treasurer

Approved:   
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 ASHLEY CHILTON, Chairman