

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC TARIFF FILING OF SOUTH)	
KENTUCKY RURAL ELECTRIC COOPERATIVE)	CASE NO.
CORPORATION TO REVISE THE PEOPLE FUND)	2020-00205
TARIFF)	

ORDER

On May 15, 2020, South Kentucky Rural Electric Cooperative Corporation (South Kentucky RECC) filed a revised tariff sheet making changes to The People Fund. The People Fund is a program that allows customers to round-up their electric bills to the nearest dollar amount. The contributions to The People Fund are used to provide funding for worthy charitable projects in South Kentucky RECC's service territory. The proposed change would allow customers contributing to The People Fund to add any additional whole dollar amount to their contribution. South Kentucky RECC responded to two requests for information on June 8, 2020, and June 18, 2020. Those responses are attached as Attachment 1 to this Order and will be included in the evidentiary record on this matter. South Kentucky RECC proposed an effective date of July 1, 2020.

Having reviewed the proposed tariff revision and being otherwise sufficiently advised, the Commission finds that further proceedings will be necessary to determine the reasonableness of South Kentucky RECC's proposed tariff revision making changes to The People Fund and such an investigation cannot be completed by July 1, 2020. Therefore, pursuant to KRS 278.190(2), the proposed effective date should be suspended for five months up to and including November 30, 2020.

The Commission also has concerns regarding The People Fund contributions being used for general charitable projects in South Kentucky RECC's service territory. Therefore, this proceeding will also look at the structure and operations of The People Fund organization, the process and criteria by which recipients are selected, and the reasonableness of the use of The People Fund contributions.

As 807 KAR 5:001, Section 8, permits the Commission to direct the use of electronic filing procedures for proceedings that we initiate on our own motion, we find that electronic filing procedures should be used. As such, South Kentucky RECC shall follow the procedures set forth in 807 KAR 5:001, Section 8, when filing any document or paper in this matter.

The Commission further finds that a procedural schedule should be established to review the reasonableness of the proposed changes to The People Fund. The procedural schedule is attached hereto as Appendix A to this Order and is incorporated herein.

IT IS THEREFORE ORDERED that:

1. This proceeding is established to investigate the reasonableness of South Kentucky RECC's proposed tariff revision and to investigate the structure and operations of The People Fund organization, the process and criteria by which recipients are selected, and the reasonableness of the use of The People Fund contributions.
2. South Kentucky County's proposed tariff revision is suspended for five months from July 1, 2020, up to and including November 30, 2020.
3. South Kentucky RECC shall, by counsel, enter an appearance in this proceeding within seven days of the date of entry of this Order. The entry of appearance

shall include the name, address, telephone number, fax number, and electronic mail address of counsel.

4. Unless otherwise ordered by the Commission, the procedures set forth in 807 KAR 5:001, Section 8, related to service and electronic filing of papers shall be followed in this proceeding.

5. Pursuant to 807 KAR 5:011, Section 8(9), within seven days of entry of this Order, South Kentucky RECC shall file by electronic means a written statement that it waives any right to service of Commission orders by United States mail and that it or its authorized agent possesses the facilities to receive electronic submissions. The paper original shall be filed within 30 days of the ending of the current state of emergency caused by COVID-19.

6. Unless a party granted leave to intervene states its objection to the use of electronic filing procedures in a motion for intervention, the party shall:

a. Be deemed to have consented to the use of electronic filing procedures and the service of all papers, including Orders of the Commission, by electronic means; and

b. Within seven days of the date of entry of an Order of the Commission granting its intervention, file with the Commission a written statement that:

(1) It, or its authorized agent possesses the facilities to receive electronic transmissions; and

(2) Sets forth the electronic mail address to which all electronic notices and messages related to this proceeding should be served.

7. If a party objects to the use of electronic filing procedures and the Commission determines that good cause exists to excuse that party from the use of electronic filing procedures, service of documents on that party and by that party shall be made in accordance with 807 KAR 5:001, Section 4(8).

8. The procedural schedule set forth in Appendix A to this Order shall be followed.

9. a. Responses to requests for information in paper medium shall be appropriately bound, tabbed, and indexed. Electronic documents shall be in portable document format (PDF), shall be searchable, and shall be appropriately bookmarked. The paper original shall be filed within 30 days of the ending of the current state of emergency caused by COVID-19.

b. Each response shall include the name of the witness responsible for responding to the questions related to the information provided and shall be answered under oath or, for representatives of a public or private corporation or a partnership or an association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

c. A party shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect.

d. For any request to which a party fails or refuses to furnish all or part of the requested information, that party shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

e. Careful attention should be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request.

f. Any party filing a paper containing personal information shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that the personal information cannot be read.

10. As set forth in 807 KAR 5:001, Section 4(11)(a), a person requesting permissive intervention in a Commission proceeding is required to demonstrate either (1) a special interest in the proceeding which is not adequately represented in the case, or (2) that the person requesting permissive intervention is likely to present issues or develop facts that will assist the Commission in fully considering the matter without unduly complicating or disrupting the proceedings. Therefore, any person requesting to intervene in a Commission proceeding must state with specificity the person's special interest that is not otherwise adequately represented, or the issues and facts that the person will present that will assist the Commission in fully considering the matter. A mere recitation of the quantity of utility service consumed by the movant or a general statement regarding the potential impact of possible modification of rates will not be deemed sufficient to establish a special interest. In addition, any motion to intervene after the date established in the procedural schedule shall also show good cause for being untimely. If

the untimely motion is granted, the movant shall accept and abide by the existing procedural schedule.

11. South Kentucky RECC shall give notice of the hearing in accordance with the provisions set forth in 807 KAR 5:001, Section 9(2). In addition, the notice of the hearing shall include the following statement: "This hearing will be streamed live and may be viewed on the PSC website, psc.ky.gov." At the time publication is requested, South Kentucky RECC shall forward a duplicate of the notice and request to the Commission.

12. At any public hearing in this matter, neither opening statements nor summarization of direct testimonies shall be permitted.

13. Pursuant to KRS 278.360 and 807 KAR 5:001, Section 9(9), a digital video recording shall be made of the hearing.

14. The Commission does not look favorably upon motions of continuance. Accordingly, motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of good cause.

15. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

By the Commission

ENTERED
JUN 29 2020 rcs
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

Case No. 2020-00205

ATTACHMENT 1

ATTACHMENT TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2020-00205 DATED JUN 29 2020

[FOURTEEN PAGES TO FOLLOW]

Hinton, Daniel E (PSC)

From: Jeff C. Greer
Sent: Monday, June 8, 2020 2:52 PM
To: Hinton, Daniel E (PSC)
Cc: Ripy, Zachary (PSC)
Subject: RE: KY-PSC Electronic Filing Center NotificationTFS2020-00250
Attachments: 2019 December PPL Fund.pdf

****CAUTION** PDF attachments may contain links to malicious sites. Please contact the COT Service Desk ServiceCorrespondence@ky.gov for any assistance.**

Daniel,

The following is our responses to the Staff questions:

- 1. Provide an explanation of the People Fund.**
The People Fund is South Kentucky's name for its program where members can "Round Up" their electric payment to the nearest dollar with those contributions used to provide funding for worthy charitable projects in the communities we serve. This is a voluntary program started in 2004, where members may choose to participate. The People Fund, Inc. has been established as a separate 501 C 3 organization, separate from South Kentucky RECC.
- 2. Indicate whether contributions to the People Fund are tax deductible.**
Yes. The People Fund is a 501 C 3 organization.
- 3. Explain how South Kentucky decides who receives funds from the People Fund.**
We accept applications from 501 C 3 organizations, and school related entities 4 times per year. Complete applications are reviewed by the People Fund Board and awards are provided based upon the funds available and the requested need. The People Fund Board is composed of eight volunteer SKRECC employees from a cross section of department areas.
- 4. Indicate whether there are certain criteria individuals must meet in order to receive funds from the People Fund. If so, provide the criteria.**
Individuals are not eligible for grants at this time. Organizations are reviewed based upon their applications.
- 5. Provide the dollar amount customers contributed to the People Fund over the last 12 months.**
2019 contributions were \$19,866
- 6. Provide the number of customers that contributed to the People Fund over the last 12 months.**
Active member People Fund participants at 12/31/2019- 3,301
- 7. Provide the dollar amount disbursed by the People Fund over the last 12 months.**
2019 funds dispersed- \$18,500
- 8. Provide the number of individuals that received funds from the People Fund over the last 12 months.**
29 Organizations received funds in 2019
- 9. Indicate whether all funds collected by the People Fund are disbursed to recipients. If not, please explain.**

The bylaws require that \$2,500 be maintained in the fund for reserve. All funds above the \$2,500 are eligible to be disbursed. Attached are the People Fund compiled financial statements for 2019.

If you have any other questions, please let me know.

Thanks,

Jeffery C. Greer
Regulatory Services Coordinator



200 Electric Avenue, Somerset, KY 42501

From: Hinton, Daniel E (PSC) <dehinton@ky.gov>
Sent: Thursday, June 4, 2020 10:14 AM
To: Jeff C. Greer
Cc: Ripy, Zachary (PSC) <Zachary.Ripy@ky.gov>
Subject: RE: KY-PSC Electronic Filing Center NotificationTFS2020-00250

Mr. Greer,

Staff had a couple of questions regarding the People Fund. Please see below. Responses can be emailed back to me at this address. If you have any questions, please let me know.

1. Provide an explanation of the People Fund.
2. Indicate whether contributions to the People Fund are tax deductible.
3. Explain how South Kentucky decides who receives funds from the People Fund.
4. Indicate whether there are certain criteria individuals must meet in order to receive funds from the People Fund. If so, provide the criteria.
5. Provide the dollar amount customers contributed to the People Fund over the last 12 months.
6. Provide the number of customers that contributed to the People Fund over the last 12 months.
7. Provide the dollar amount disbursed by the People Fund over the last 12 months.
8. Provide the number of individuals that received funds from the People Fund over the last 12 months.
9. Indicate whether all funds collected by the People Fund are disbursed to recipients. If not, please explain.

From: PSC - Tariffs <psc.tariffs@ky.gov>

Sent: Friday, May 15, 2020 1:29 PM

To: Hinton, Daniel E (PSC) <dehinton@ky.gov>; Ripy, Zachary (PSC) <Zachary.Ripy@ky.gov>

Subject: FW: KY-PSC Electronic Filing Center NotificationTFS2020-00250

From: KY Public Service Commission

Sent: Friday, May 15, 2020 1:28:34 PM (UTC-05:00) Eastern Time (US & Canada)

To:

Cc: PSC - Tariffs

Subject: KY-PSC Electronic Filing Center NotificationTFS2020-00250

This notification has been sent to you regarding your recent Tariff filing : TFS2020-00250 file(s) have been transmitted successfully.

Documents received for Tariff filing: TFS2020-00250 for South Kentucky R.E.C.C.
5/15/2020 1:28:29 PM

File Summary:

File Name: Cover_Letter_People_Fund.pdf

Description: Cover Letter

File Name: People_Fund_Tariff_.pdf

Description: Tariff

File Name: People_Fund_Tariff_Strike_thru_.pdf

Description: Support Document

Thank you.

Confidentiality Notice: This e-mail message, including any attachments, is for the sole use of the intended recipient(s) and may contain confidential and privileged information. Any unauthorized review, copy, use, disclosure, or distribution is prohibited. If you are not the intended recipient, please contact the sender by reply Email and destroy all copies of the original message.

The People Fund, Inc.
Balance Sheets
December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Assets		
Cash	<u>\$ 3,562</u>	<u>\$ 2,196</u>
 Liabilities and Net Assets		
Unrestricted	1,062	-
Permanently restricted	<u>2,500</u>	<u>2,196</u>
Net Assets	<u>\$ 3,562</u>	<u>\$ 2,196</u>

The People Fund, Inc.
Statements of Income
December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Revenue		
Contributions	<u>\$ 19,866</u>	<u>\$ 20,686</u>
 Expenses		
Grants	<u>18,500</u>	<u>20,000</u>
Net Income	<u>\$ 1,366</u>	<u>\$ 686</u>

Notes to Financial Statements

The People Fund is engaged in raising funds through the rounding up of electric bills to the nearest dollar from the participating members of South Kentucky Rural Electric Cooperative Corporation. The funds raised are distributed to community based organizations within their service territory. The objective of the support being to assist the members and non-members in the service territory to enhance the quality of their life. Grants were issued to 29 and 28 organizations for the years ended December 31, 2019 and 2018, respectively. Grant amounts ranged from \$200 to \$2,000 per organization.

Hinton, Daniel E (PSC)

From: Jeff C. Greer
Sent: Thursday, June 18, 2020 12:56 PM
To: Hinton, Daniel E (PSC)
Cc: Ripy, Zachary (PSC)
Subject: RE: KY-PSC Electronic Filing Center NotificationTFS2020-00250
Attachments: Bylaws Signed 2019.pdf; The People Fund 5 Year Charity list 2015-2019.pdf

****CAUTION** PDF attachments may contain links to malicious sites. Please contact the COT Service Desk ServiceCorrespondence@ky.gov for any assistance.**

Daniel,

Attached is our responses to the additional information requested from the Staff.

If you have any questions, please let me know.

Thanks

Jeff

From: Hinton, Daniel E (PSC) <dehinton@ky.gov>
Sent: Friday, June 12, 2020 4:41 PM
To: Jeff C. Greer
Cc: Ripy, Zachary (PSC) <Zachary.Ripy@ky.gov>
Subject: RE: KY-PSC Electronic Filing Center NotificationTFS2020-00250

Mr. Greer,

Staff has requested some additional information. Please see below:

1. Provide a copy of the Peoples Fund by-laws.
2. Provide a list of the entities that received funding over the last five years, being sure to include the amount each entity received and for what purposes the funds were used.

Responses can be emailed to me at this address.

If you have any questions, please let me know.

Thanks.

Daniel

**BY-LAWS
OF
THE PEOPLE FUND, INC.**

ARTICLE I

NAME OF ORGANIZATION

**The Name of the Corporation Shall Be
The People Fund, Inc.
Herein Below Referred To As**

"CORPORATION"

ARTICLE II

PURPOSE OF ORGANIZATION

The purpose of the CORPORATION shall be the accumulation and disbursement of funds for charitable purpose in the service area of South Kentucky Rural Electric Cooperative Corporation, upon dissolution of the CORPORATION, any remaining funds shall be distributed only for charitable purposes.

ARTICLE III

FUNDING

The CORPORATION shall be funded by such rules and regulations as may be promulgated by the Board of Directors of South Kentucky Rural Electric Cooperative Corporation and from any other source of funds available to the said CORPORATION.

ARTICLE IV

BOARD OF DIRECTORS

The CORPORATION shall be administered by an eight (8) person Board of Directors composed of South Kentucky Rural Electric Cooperative Corporation employees. The eight (8) person Board will be comprised by choosing from the following employee groups:

- a) One Representative from each District Office
- b) One Representative from the Management Team
- c) One Representative each from the Vice President of Finance and Member Services Team, and the Vice President of Operations Team
- d) One At-Large Representative

In consideration of the guidelines above, the Board composition shall strive to contain a diverse representation of functional areas of the employee groups.

The terms of office for each Board Member shall be for a period of four (4) years.

A Board member may be reappointed to the Board after the lapse of a period of four (4) years.

ARTICLE V

QUALIFICATIONS OF BOARD MEMBERS

A Board Member of the CORPORATION shall be at least eighteen (18) years of age, and a full time employee of South Kentucky Rural Electric Cooperative Corporation and of good moral character. It shall not be necessary for members of the Board of Directors of the CORPORATION to be members of South Kentucky Rural Electric Cooperative Corporation.

ARTICLE VI

SELECTION OF BOARD OF DIRECTORS

The initial Board of Directors shall be designated by the Board of Directors of South Kentucky Rural Electric Cooperative Corporation. Thereafter, when vacancies are to be filled or when terms expire, persons shall be named to their respective vacancies on the said Board of Directors by a majority vote of the Board of Directors of South Kentucky Rural Electric Cooperative Corporation. The existing Board of Directors of the CORPORATION may make recommendations to the Board of Directors of South Kentucky Rural Electric Cooperative Corporation for nominees for the CORPORATION Board.

ARTICLE VII

COMPENSATION FOR DIRECTORS

No Director shall receive compensation for serving on the Board of Directors of the CORPORATION. Such Board Members may, however, be reimbursed for mileage and out of pocket expenses incurred while on the business of the CORPORATION when such business is sanctioned by the Board of Directors of said CORPORATION.

ARTICLE VIII

MEETINGS OF THE BOARD OF DIRECTORS

REGULAR MEETINGS: The Board of Directors of the CORPORATION shall meet not less than quarterly at a place designated by the Board. The Board of Directors may meet at such other times as it may deem at its discretion to be necessary.

SPECIAL MEETINGS: Special meetings of the Board of Directors may be called by the Chairman or by any three (3) Directors and it shall thereupon be the duty of the Secretary to cause a Notice of such meeting to be given as hereafter provided. The Chairman or Directors calling such meeting shall fix the time and date.

NOTICE OF DIRECTORS MEETING: Written notice of the time and place of regular and special meetings of the Board of Directors shall be delivered to members of the Board not less than five (5) days prior thereto, either personally, by mail, or at the direction of the Secretary, and upon default in that duty by the Secretary, then by the Chairman, or the Directors calling for such meeting.

ARTICLE IX

QUORUM

A majority of the Board of Directors shall, unless otherwise designated in these Articles, constitute a quorum. In the event that less than a majority of the Board of Directors is present at any meeting, the majority of those Directors present may adjourn the meeting and designate a place and time for the next meeting, under which circumstances the Secretary shall notify the absent members of the place and time of the next week. An act of the majority of the Board of Directors present at any meeting at which a quorum is present, and unless otherwise provided in these By-Laws, shall be the act of the Board of Directors of the CORPORATION.

ARTICLE X

REMOVAL OF MEMBERS OF BOARD

Any member of the Board of Directors of the CORPORATION shall automatically cease to be a member of said Board if and in the event such member misses three (3) successive "regular" meetings as outlined in Section "A" of Article VIII of these By-Laws. Similarly, any member of the Board of Directors that terminates full-time employment with South Kentucky Rural Electric Cooperative Corporation shall immediately cease to be a member of said Board. Any members of the Board of Directors of the CORPORATION may otherwise be removed for cause from the Board by a two-thirds (2/3) vote of the entire Board of Directors of the CORPORATION. Any members of the Board of Directors of the CORPORATION may be removed at any time, with or without cause, by the majority vote of the Board of Directors of South Kentucky Rural Electric Cooperative Corporation.

ARTICLE XI

OFFICERS OF THE CORPORATION

The officers of the CORPORATION shall be a Chairman, a Vice Chairman, a Secretary, and a Treasurer, and such other offices as may be determined by the Board from time to time. For the purpose of these By-Laws, the above Officers shall constitute the Executive Committee of the CORPORATION. If the Board so determines, the positions of Secretary and Treasurer may be served by one person as a combined Secretary/ Treasurer position.

ARTICLE XII

ELECTION OF OFFICERS AND TERMS OF OFFICE

The officers shall by secret ballot be elected by the Board of Directors at a meeting of the Board of Directors held on an annual basis after the initial organizational meeting. All Directors shall be eligible to serve as an officer, except the representative from the management team.

The terms of office shall be for one (1) year, however, nothing shall prevent an officer from being re-elected to consecutive terms of office.

ARTICLE XIII

EX OFFICIO MEMBERS OF BOARD OF DIRECTORS

The President and Chief Executive Officer of South Kentucky Rural Electric Cooperative Corporation, shall be an ex officio member of the Board of Directors of the CORPORATION. The CORPORATION may from time to time have other such ex officio members as the Board of Directors may in its discretion determine as necessary or prudent.

ARTICLE XIV

POLICIES, RULES, AND REGULATIONS

The Board of Directors of the CORPORATION shall have the power to make and adopt such rules and regulations, not inconsistent with law, the Articles of Incorporation or these By-Laws, as it may deem advisable for the management, administration, and regulation of the business and affairs of the CORPORATION.

ARTICLE XV

DUTIES OF OFFICERS

CHAIRMAN: The Chairman shall be the principal Executive Officer of the CORPORATION and, unless otherwise determined by the Board of Directors, shall preside at all meetings of the Board of Directors and in general perform all duties incidental to the office of Chairman and such other duties as may be prescribed by the Board of Directors from time to time.

VICE CHAIRMAN: In the absence of the Chairman, or in the event of his / her inability or refusal to act, the Vice Chairman shall perform the duties of the Chairman, and when so acting, shall have all the powers of and be subject to all the restrictions upon the Chairman. The Vice Chairman shall also perform such other duties as from time to time may be assigned to him by the Board of Directors.

SECRETARY: The Secretary shall be responsible for the keeping of the minutes of the meetings of the members and of the Board of Directors in one or more books provided for that purpose; be responsible for seeing that all notices are duly given in accordance with these By-Laws or as required by Law; be custodian of the corporate records and of the seal of the CORPORATION and affix the seal of the CORPORATION to all necessary documents, the execution of which on behalf of the CORPORATION under its seal is duly authorized in accordance with the provision of these By-Laws; have general charge of the books of the CORPORATION; be responsible for the keeping on file at all times a complete copy of the Articles of Incorporation and By-Laws of the CORPORATION containing all amendments thereto; and, in general, perform all duties incidental to the office of the Secretary and such other duties as from time to time may be assigned to him/ her by the Board of Directors.

TREASURER: The Treasurer shall have charge and custody of and be responsible for all funds and securities of the CORPORATION; be responsible for the receipt of and the issuance of receipts for monies due and payable to the CORPORATION from any source whatsoever, and for the deposit of all such monies in the name of the CORPORATION in such bank or banks as shall be selected in accordance with the provisions of these By-Laws; and, in general, perform

all duties incidental to the office of the Treasurer and such other duties as from time to time may be assigned to him/ her by the Board of Directors.

ARTICLE XVI

CHECK SIGNING

Any and all checks issued by the CORPORATION, for any purpose, shall be signed by two (2) officers or one (1) officer and one (1) such other person or two (2) such other persons as may be designated by the Board of Directors as having check signing authority.

ARTICLE XVII

DISBURSEMENT OF FUNDS

Except as otherwise provided by these By-Laws, the Board of Directors of the CORPORATION shall have the full and sole responsibility for the disbursement of all monies of the CORPORATION in accordance with these By-Laws and the policies as adopted by the Board of Directors.

Prior to the consideration by the Board of Directors of the CORPORATION of any disbursement, member(s) of the Board of Directors of the CORPORATION shall disclose and explain any personal and / or business interest, connection, kinship, or other association he / she has with the person, family, group, corporation, or other entity under consideration for funding by the CORPORATION.

Such member shall, if requested by the Chairman or any three (3) members of the Board of Directors of the CORPORATION, excuse him / herself from the meeting and not participate in the discussion of or voting on the disbursement.

If no request is made that the interested Director excuses him/ herself from the meeting, then and in that event, said Director may participate in the discussion of the disbursement but shall not vote on the disbursement.

ARTICLE XVIII

ACCUMULATION OF FUNDS

South Kentucky Rural Electric Cooperative Corporation shall transfer funds collected by it for the benefit of the CORPORATION on a regular basis, but in no event less than quarterly. The CORPORATION may also solicit and accept contributions from other sources as deemed appropriate by its Board of Directors.

ARTICLE XIX

INVESTMENT OF FUNDS

The Board of Directors of the CORPORATION shall be responsible for the funds entrusted to it and shall make such investment of said funds in a manner which is reasonable and prudent and in keeping with these By-Laws and the policies of the CORPORATION.

ARTICLE XX

AMENDMENT OF BY-LAWS

These By-Laws may be altered, amended, or repealed by the Board of Directors of South Kentucky Rural Electric Cooperative Corporation at any regular meeting of said Board after at least ten (10) days' notice. The Board of Directors of the CORPORATION may make advisory recommendations to the Board of Directors of South Kentucky Rural Cooperative Corporation.

ARTICLE XXI

ACCOUNTING SYSTEM & REPORTS

The Board of Directors of the CORPORATION shall cause to be established and maintained a complete accounting system such that is in keeping with sound financial management and furthermore the Board of Directors of the CORPORATION shall make reports to the Board of Directors of South Kentucky Rural Electric Cooperative Corporation on the operation and expenditures of the CORPORATION as maybe necessary and prudent, but in no case less than annually.

ARTICLE XXII

POLITICAL CONTRIBUTIONS

No funds of the CORPORATION shall in any fashion be used to support any candidate for political office or for any political purpose.

ARTICLE XXIII

BORROWING FUNDS

The CORPORATION shall NOT have the authority to borrow monies from any bank, savings and loan, or other institutions for any purpose.

ARTICLE XXIV

EMERGENCY EXPENDITURE

The Executive Committee of the CORPORATION by a vote of at least three (3) of its members may from time to time make expenditures on an emergency basis, in accordance with these By-Laws; and policies adopted by the Board of Directors of the CORPORATION and in accordance with the purpose of this CORPORATION, in an amount not exceeding ONE THOUSAND AND NO /100THS (\$1,000.00) DOLLARS, to any person, family, group, or organization.

Such emergency expenditure shall be fully disclosed by the Executive Committee at the next regularly called meeting of the Board of Directors of the CORPORATION.

ARTICLE XXV

AMOUNT OF EXPENDITURES

UNLESS otherwise provided by these By-Laws and in keeping with the purpose of this CORPORATION, the Board of Directors of the CORPORATION may make annual expenditures of CORPORATION funds by majority vote of members present at a meeting and constituting a quorum according to the following rules;

- a) No more than TWO THOUSAND FIVE HUNDRED AND NO/100THS (\$2,500.00) DOLLARS, annually to any individual.
- b) Not more than TEN THOUSAND AND NO/100THS (\$10,000.00) DOLLARS annually to any family unit, group, organization, charity, or like organization.

ARTICLE XXVI

**EXPENDITURES EXCEEDING TEN THOUSAND AND NO/100THS (\$10,000.00)
DOLLARS**

Notwithstanding any other provision of these By-Laws the Board of Directors of the CORPORATION may, by a two-thirds (2/3) vote of the entire Board of Directors make expenditures in any amount to any person(s) family unit, group, organization, charity, or like organization which such members determine is in keeping with the purpose and spirit of the CORPORATION and these By-Laws.

ARTICLE XXVII

RETENTION OF FUNDS

Until such time as there exists a sum of money, including earned interest, in an amount not less than TWO THOUSAND FIVE HUNDRED AND NO/100THS (\$2,500)DOLLARS within the CORPORATION, no expenditures exceeding ninety-five (95%) percent of the annual contributions, from whatever source derived, may be disbursed or otherwise disposed of for any purpose. Thereafter, the Board of Directors of the CORPORATION may in its discretion and in accordance with the other dictates imposed by these By-Laws, expend any and all monies saving and excepting five percent (5%) of the previous year's total contributions or TWO THOUSAND FIVE HUNDRED AND NO/100THS THS (\$2,500.00) DOLLARS, whichever is less.

ARTICLE XXVII

PROXY VOTING

There shall not exist proxy voting at any meeting of the Board of Directors of the CORPORATION.

ARTICLE XXIX

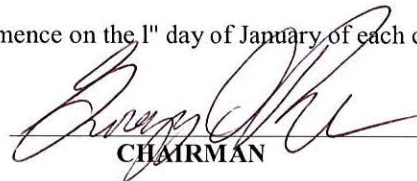
AUDIT


The Board of Directors of the CORPORATION shall on an annual basis cause the books and records of the CORPORATION to be reviewed by the SKRECC Vice President of Finance and Member Services. Annual financial statements shall be prepared and provided to the Board of Directors of South Kentucky Rural Electric Cooperative Corporation. If the Board of Directors of the CORPORATION determines it is necessary, they may request that the books and records be audited by a certified public accountant and a report in keeping with sound accounting principles to be issued to the Board of Directors of the CORPORATION and the Board of Directors of South Kentucky Rural Electric Cooperative Corporation.

ARTICLE XXX

FISCAL YEAR

The Fiscal Year of the CORPORATION shall commence on the 1st day of January of each calendar year and end on the 31st day of December of each calendar year.


CHAIRMAN

Attest:


Dated: 4/18/19

The People Fund

<u>YEAR</u>	<u>PROGRAM</u>	<u>AMOUNT</u>	<u>Purpose</u>	<u>Total \$ Annual</u>	<u>Total Donations Annual</u>
2015	Wayne Co Youth Services Center	\$500.00	purchase shoes for students in need		
2015	Science Hill Independent School PTA	\$500.00	replacing destop/laptop computers		
2015	Casey Co 4-H Council	\$500.00	financial assistance for youth to attend camp		
2015	Russell Co HS WLKR	\$500.00	upgrade needed equipment		
2015	McCreary Co 911 EMS	\$1,000.00	renovations for new 911 center		
2015	Lake Cumberland Childrens Advocacy (LCCAC)	\$1,000.00	training kits and brochures to advocate		
2015	Pulaski High School Literacy	\$500.00	books for students to use		
2015	Russell Springs Volunteer Fire Dept	\$500.00	ipad/laptops for trucks		
2015	Russell Co 4H Council	\$500.00	scholarships for youth to attend camp		
2015	Clinton Co Middle Music Program	\$500.00	guitar/bass tuners		
2015	Pulaski County High School DECA	\$500.00	transportation to get to competition		
2015	White Lily Community Park	\$500.00	renovating fitness center		
2015	Victory Christian Fellowship	\$500.00	back to school extravaganza		
2015	McCreary Little League	\$500.00	putting in new bases on fields		
2015	Wayne Co HS Cardinal Red Zone & Jumping In	\$500.00	literacy intervention materials		
2015	Northern Elem Academic Team & School Technology	\$500.00	new buzzer system		
2015	Liberty Nature Center	\$500.00	create nature trail		
2015	Lower Hickory Grove Christian Academy	\$500.00	attend international convention		
2015	Bell Elementary Library Media Center	\$500.00	update listening center sets to cds		
2015	McCreary Co Farmers Market	\$500.00	commercial scales and sink		
2015	Pulaski Co. Alzheimers Disease Respite Center	\$500.00	enhance client activities		
2015	McCreary Central FFA	\$500.00	financial assistance for youth to attend ffa		
2015	Pulaski Co HS HOSA	\$500.00	rooming accomodations for leadership conference		
2015	Southwestern HS Moderate/Severe Disabilities Class	\$500.00	refrigerator for needs of class		
2015	Eli Volunteer Fire Department	\$500.00	new fire fighter gear		
2015	Albany Fire Dept Ladies Auxillary	\$500.00	radio antenna for communication		
2015	Gods Food Pantry Backpack Program (Russell)	\$1,000.00	sponsor kids in backpack program		
2015	The Hope Café	\$550.00	small deep freeze for food		
2015	Lake Cumberland Community Action	\$500.00	to help program reduce poverty in community		
2015	Burnside Elementary School (Attendance Prgm)	\$500.00	to give attendance incentives		
2015	Pulaski Emergency Relief Ministry	\$500.00	to help those in need with utilities		
2015	Shopville Elementary Family Resource Center	\$500.00	clothing closet and holiday food baskets		
2015	Project 58:10	\$550.00	backpack meal program		
2015	God's Food Pantry Pulaski	\$550.00	christmas meal boxes		
2015	Days of Grace Food Pantry	\$550.00	food boxes for those in need		
2015	Eubank Elementary School	\$500.00	replace computers		
2015	Wayne Co Schools (Walker Early Learning Ctr)	\$500.00	implement prek/kindergarten readiness project	\$20,200.00	37
2016	Wayne Co Gifted & Talented	\$500.00	overnight leadership retreat		
2016	Pulaski County Senior Citizens Center	\$500.00	deliver meals to senior citizens		
2016	Hospice Camp Promise	\$550.00	3 day camp for children in hospice		
2016	Russell County Schools Gifted & Talented	\$500.00	registration/transportation fees for conference		
2016	Burnside Elementary School BETA	\$500.00	purchase products for local service men/women		
2016	Russell Co High School EMS	\$500.00	student equipment		
2016	Wayne Co Youth Services Center	\$500.00	purchase shoes for students in need		
2016	McCreary Co Community Early Childhood Council	\$700.00	early childhood palooza		
2016	Pulaski Elementary Music Class	\$500.00	dulicmer playing unit		
2016	Russell Co Band Boosters	\$500.00	instrument repairs		
2016	Casey Co 4-H	\$500.00	financial assistance for youth to attend camp		
2016	McCreary Co Extension Service Environmental Camp	\$500.00	camp fees, transportation, food		
2016	Russell Co 4-H Council	\$500.00	startup for sewing/homeschool club		
2016	Victory Christian Fellowship	\$500.00	back to school extravaganza		
2016	Clinton Co 4-H Program	\$500.00	materials for environmental day at middleschool		
2016	Northern Middle Future Problem Solvers	\$500.00	registration/transportation fees for competition		
2016	Science Hill Independent School Family Resource Ctr	\$500.00	emergency assistance for those after house fire		
2016	Northern Elementary Computer Lab	\$500.00	software program to help students with learning		
2016	Wayne County Rescue Squad	\$500.00	reflective safety jackets, gloves and lights		
2016	Pulaski County High School FBLA	\$500.00	travel expenses for national convention		
2016	White Lily Community Center & Park	\$350.00	indoor/outdoor activity supplies, printer and ink		
2016	Girl Scout Troop 1776	\$200.00	transportation/workshop expenses		
2016	Lower Hickory Grove Christian Academy	\$500.00	attend international convention		
2016	Clinton County Public Library	\$500.00	craft supplies/food for fall reading program		
2016	Albany Vol. Fire Dept. Ladies Auxillary	\$500.00	purchase portable gas detector		
2016	McCreary County Museum	\$350.00	expand exhibits in museum		
2016	Walker Early Learning Center Imagination Library	\$350.00	mail out books for children each month		
2016	Wayne Co High School Cardinal Red Zone	\$350.00	purchase literacy intervention materials		
2016	Southwestern HS FBLA	\$500.00	funds for competition/community service events		
2016	Pulaski Co Alzheimers Respite Center	\$1,000.00	funding for client meals		

The People Fund

<u>YEAR</u>	<u>PROGRAM</u>	<u>AMOUNT</u>	<u>Purpose</u>	<u>Total \$ Annual</u>	<u>Total Donations Annual</u>
2016	McCreary Christian Center	\$1,000.00	food for families in need		
2016	Muscular Dystrophy Association	\$813.00	fees for camp for those with muscular dystrophy	\$16,663.00	32
2017	Freedom Baptist Assn KY Changers	\$500.00	to work on homes of those in need in community		
2017	Bell Elementary Library Media Center	\$400.00	replacing old books		
2017	Blazin' Bluegrass Festival	\$400.00	purchase festival supplies		
2017	Burnside Elementary Attendance Program	\$500.00	purchase attendance incentives		
2017	Burnside Elementary BETA	\$500.00	school materials to help students in need		
2017	Casey Co 4-H	\$400.00	financial assistance for youth to attend camp		
2017	Clinton Co Middle School "Back to School Bash"	\$1,000.00	purchase supplies for students		
2017	Clinton Co Middle School Music Program	\$400.00	new keyboards		
2017	Clinton Co Middle School Youth Services Center	\$400.00	drug/alcohol/tobacco prevention program		
2017	Clinton County Family Resource Center	\$500.00	purchase shoes for students in need		
2017	Days of Grace Food Pantry	\$500.00	food to distribute to those in need		
2017	Eastern Kentucky PRIDE Inc	\$500.00	supplies to aid in trash cleanup		
2017	Lake Cumberland Housing Agency	\$500.00	upgrade office equipment		
2017	Liberty Nature & Raptor Center	\$500.00	continue building nature trail		
2017	Living Bread Soup Kitchen	\$750.00	food/drinks/supplies for soup kitchen		
2017	Monticello Elementary Project Launch	\$400.00	purchase ipads		
2017	Northern Elementary STLP	\$500.00	purchase needed ipads		
2017	Northern Pulaski Backpack Ministry	\$750.00	purchase non perishable food items		
2017	Project 58:10	\$400.00	backpack meal program		
2017	Pulaski Co 4-H	\$400.00	financial assistance for youth to attend camp		
2017	RCHS EMS Class	\$1,000.00	purchase equipment for training		
2017	Russell Co 4-H	\$400.00	financial assistance to startup new clubs		
2017	Russell County Honor Guard	\$400.00	to continue programs helping vets in need		
2017	Russell County Search & Rescue	\$500.00	needed equipment		
2017	Southwestern HS FBLA	\$500.00	fees to attend competition		
2017	Victory Christian Fellowship Back to School Extravaganza	\$400.00	purchase needed supplies for students		
2017	Wayne Co HS FBLA	\$500.00	expenses for regional/national conventions		
2017	Wayne Co Youth Services Center (Resource Center)	\$500.00	purchase shoes for students in need		
2017	Whitley City Elementary Art	\$500.00	purchase materials for art class		
2017	Whitley City Elementary Choir	\$500.00	transportation to SKMA	\$15,400.00	30
2018	Clinton County Middle Art Program	\$225.00	purchase circuit boards for class		
2018	Clinton County Middle School Girls Basketball	\$350.00	purchase needed equipment		
2018	Pulaski Elem. Project Lead the Way STEM Lab	\$1,000.00	purchase 3d printer for science lab		
2018	House of Blessings Soup Kitchen	\$2,000.00	pay utilities to stay operational		
2018	Lake Cumberland Housing Agency "The Inn"	\$400.00	funds for emergency shelter for those in need		
2018	Russell Co 4-H	\$400.00	expand programming in curriculum		
2018	Casey Co 4-H	\$400.00	financial assistance for youth to attend camp		
2018	Bell Elementary Special Education Dept	\$675.00	purchase needed reading material		
2018	Wayne Co Youth Services	\$500.00	purchase shoes for students in need		
2018	Pulaski Co Imagination Library	\$600.00	mail out books for children each month		
2018	Clinton Co 4-H	\$400.00	funding to start up sports program		
2018	Lower Hickory Grove Christian Academy	\$700.00	attend international convention		
2018	Blazin' Bluegrass Festival of the Big South Fork	\$500.00	purchase supplies needed for festival		
2018	Northern Middle School English Language	\$750.00	purchase needed books		
2018	Oak Hill Elementary School Library	\$500.00	purchase new books and ozobots		
2018	Wayne Co Schools Gifted & Talented	\$600.00	financial assistance to attend 12 day tour		
2018	The Hope Café	\$2,000.00	purchase food to feed those in need		
2018	Pulaski County FFA Chapter	\$1,000.00	supplies for those who suffered a house fire		
2018	Casey Co School Family Resource & Youth Services	\$1,000.00	purchase school supplies for children		
2018	Whitley City Elementary Choir	\$700.00	transportation fees to go to SKMA		
2018	Albany Elementary School Computer Lab	\$700.00	purchase 3d printer and 3 lego core sets		
2018	Wayne/Monticello Elementary School Project Launch	\$500.00	purchase needed ipads		
2018	Pulaski Co Extension Homemakers	\$800.00	purchase shoes for children in need		
2018	Project Daris	\$500.00	purchase prevention bracelets for students		
2018	Southwestern High School FBLA	\$500.00	fees to go to competition		
2018	Pine Knot Elementary Drama Club	\$700.00	equipment needed for drama club		
2018	Pine Knot Elementary Honors Choir	\$700.00	transportation to events		
2018	Oak Hill Elementary School 4th Grade Science	\$900.00	to purchase tower gardens	\$20,000.00	28
2019	God's Helping Hands	\$00.00	to pay utilities to remain operational		
2019	God's Food Pantry Pulaski Co	\$1,000.00	warehouse space for furniture for those in need		
2019	House of Blessings	\$750.00	purchase food to feed those in need		
2019	The McCreary Co Christian Center	\$1,500.00	food baskets for senior citizens		
2019	Immanuel Christian Academy	\$750.00	new classroom/restroom space		
2019	Burnside Elementary Beta	\$500.00	providing clothing/supplies to homeless		
2019	Northern Middle Future Problem Solvers	\$500.00	registration fees to attend camp		
2019	Clinton Middle Youth Center	\$250.00	alcohol/drug/tobacco prevention program		
2019	Clinton Middle Media Team	\$250.00	purchase needed equipment		
2019	Russell 4-H Council	\$500.00	expanding 4-h arts program		

The People Fund

<u>YEAR</u>	<u>PROGRAM</u>	<u>AMOUNT</u>	<u>Purpose</u>	<u>Total \$ Annual</u>	<u>Total Donations Annual</u>
2019	Clinton Middle Art Program	400.00	architect set and 3d pens		
2019	Oak Hill Elementary Library	500.00	purchased updated material for students		
2019	Lower Hickory Grove Christian Academy	1,500.00	attend international convention		
2019	The Hope Café	500.00	funds to feed people in the community		
2019	Pulaski Elementary Honors Choir	1,400.00	equipment needed for final concert		
2019	Over My Head	2,000.00	help with emergency shelter for homeless		
2019	Monarch Butterfly Waystation	600.00	butterfly garden for senior residents		
2019	Liberty Nature Center	200.00	habitat for tortoise		
2019	Whitley Elementary Choir	250.00	attire needed for concert		
2019	Pulaski High Y Club	500.00	registration fees for students to attend kya		
2019	Clinton Middle Lunch Bunch	350.00	update picnic tables for meetings		
2019	SouthWestern FBLA	300.00	funds for fees of competition		
2019	Whitley Elementary Art	250.00	purchase of canvases for art class		
2019	Arms of Hope	1,000.00	pamphlets to increase awareness of addiction		
2019	McCreary Middle Band	250.00	uniform shirts for band		
2019	Clinton Middle Ag Club	250.00	equipment for compost bin		
2019	McCreary Middle Choir	250.00	needed uniform shirts		
2019	Be the Village	1,000.00	duffel bags for children in foster care		
2019	Eli Fire Dept	500.00	new protective gear	\$ 18,500.00	29

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2020-00205 DATED JUN 29 2020

Requests for intervention shall be filed no later than 07/10/2020

Initial requests for information to South Kentucky RECC
shall be filed no later than 07/17/2020

South Kentucky RECC shall file responses to
initial requests for information no later than.....07/31/2020

Supplemental requests for information to
South Kentucky RECC shall be filed no later than 08/10/2020

South Kentucky RECC shall file responses to
supplemental requests for information no later than..... 08/20/2020

Intervenor Testimony, if any, in verified prepared
form shall be filed no later than..... 08/27/2020

All requests for information to Intervenors shall
be filed no later than..... 09/07/2020

Intervenors shall file responses to requests for
information no later than..... 09/17/2020

South Kentucky RECC shall file, in verified form, its rebuttal
testimony no later than.... 09/24/2020

South Kentucky RECC or any Intervenor shall request either a
hearing or that the case be submitted for decision
based on the record no later than 10/01/2020

*South Kentucky R.E.C.C.
200 Electric Avenue
Somerset, KY 42501

*South Kentucky R.E.C.C.
South Kentucky R.E.C.C.
200 Electric Avenue
Somerset, KY 42501

*Michelle D. Herrman
South Kentucky R.E.C.C.
200 Electric Avenue
Somerset, KY 42501