

MINUTES
JACKSON PURCHASE ENERGY CORPORATION
July 25, 2024

A regular meeting of the Board of Directors of Jackson Purchase Energy Corporation was conducted on Thursday, July 25, 2024, at 5:30 p.m. The meeting was conducted at the offices of Jackson Purchase Energy Corporation.

The following directors participated in the meeting:

Josh Barnes, Lee Bearden, Kevin Bell, David Brown, Wayne Elliott, Erick Harris, Jack Marshall, and Terry Teitloff

Also present and participating were Greg Grissom, President & CEO; Ward Morgan, Vice-President of Operations and Technical Services; Travis Spiceland, Vice-President of Engineering; Meredith Kendall, Vice-President of Finance and Accounting; Mark Lindsey, Vice-President of Member Services, Communications & Human Resources; Amy Vick, Administrative Assistant; and Richard L. Walter, general counsel.

OPENING BUSINESS

The meeting was called to order by Chairperson Erick Harris.

The invocation was offered by Josh Barnes.

A safety moment was presented by Ward Morgan. Ward stressed the concept of situational awareness. Always pay close attention to your surroundings, being sure to know the closest exit; the location of fire extinguishers; AEDs and first aid kits.

Consent Agenda:

The Consent Agenda was presented to the Board. Motion was made by Jack Marshall and seconded by David Brown to approve the Consent Agenda. The motion unanimously passed.

DEPARTMENTAL REPORTS

Finance and Accounting:

Meredith Kendall presented the Finance and Accounting Report. A full and complete copy of Meredith's report was contained within the Board packet.

Meredith reported that gross margins, year-to-date were \$11,200,000. Controllable expenses were down. We have achieved a 1.5 tier.

Meredith also reported that we have recently invoiced \$100,000 for storm assistance. Overall, she felt that our financial condition was performing well.

Meredith did report to the Board on the rate case before the PSC. She indicated that all data requests have now been complied with.

At the conclusion of her report, Meredith was available to the Board for questions any member may have.

Engineering

Travis Spiceland provided the Engineering report. His complete report was made available to the Board of Directors in the Board packet.

Travis reported relative to the AMI Project. He states that JPEC is in continued negotiations with the vendor. He hopes to have a contract for review by mid-August. He is looking toward the end of the year to begin installing and testing some of the AMI meters.

Travis also reported that the fiber application with the Paducah and Louisville Railroad for encroachment at Calvert City has now been completed. Total cost was \$19,000.

At the conclusion of his report, Travis was available for any questions the Board may have.

Operations and Technical Services:

Ward Morgan provided the Board with the Operations and Technical Services Report. A complete copy of the Report prepared by Ward was made available to the Board and contained within the Board packet.

Ward further reported to the Board that his crews are two and one-half weeks behind on work order completion. He also advised that we are now working on right of way clearances in the Tiline circuit, having just completed Symsonia. He states we are spraying in the New York circuit.

At the conclusion of his report, Ward was available for questions from the Board.

Member Services, Communications & Human Resources:

Mark Lindsey provided the Member Services, Communications and Human Resources report. A full and complete copy of his report was made available to the Board and contained within the Board work packet.

Mark reported on the current event activity in Ballard, Livingston, and Carlisle Counties. He also mentioned sponsorship of an upcoming Chamber lunch involving Representative Comer.

At the conclusion of his report, Mark was available to the Board for any questions it may have.

General Counsel:

General Counsel Richard L. Walter provided to the Board his monthly report for July. This report included continuing work and an update on the RUS loan

project. He also advised that he has assisted Meredith Kendall in providing additional information relative to data request from PSC.

General Counsel was available to the Board for any questions they may have.

CEO Report:

Greg Grissom provided his report to the Board. His complete report was made available to the Board in the Board packet.

Greg's report discussed safety. We have had two recordable incidents for the year. He did report there was a fleet incident which involved \$750 in damages. This has caused us not to be able to reach our VAR goal of 2.5 million miles. We were at approximately 1,730,000 when the incident happened. That is still an excellent result, realizing the number of miles our employees drive. There was no lost time from this incident.

CEO Grissom also reported that BlockWare has been acquired by a larger bit coin miner. They are currently in a great position and have already made a request for additional electrical capacity.

Finally, Greg reported on the ongoing preparation for union negotiations which negotiations will take this fall.

Greg was available to the Board members for comments or questions.

ASSOCIATION / MEETING REPORTS

KAEC

Lee Bearden reported on the July 16 KAEC Board meeting. His full report along with information from KAC was contained within the Board packet. Lee was available for any questions the Board members had.

Big Rivers

Wayne Elliott provided the report on Big Rivers. He also updated the Board relative to the solar farm project in Grahamville, Kentucky. It looks as if that project is moving ahead. As always, at the conclusion of his report, Wayne was available to the Board for any questions they may have.

OLD BUSINESS

There was no old business to consider.

NEW BUSINESS

RUS Form 7

The Board received a presentation from Meredith Kendall on the May 2024 Form 7. The Board was encouraged to ask questions of Meredith in discussion relative to Form 7.

A motion was made by Kevin Bell and seconded by Josh Barnes to approve the May Form 7. The motion passed unanimously.

CFC Line of Credit

A motion was made by Wayne Elliott and seconded by Lee Bearden to execute all documents necessary for the renewal of our line of credit with the National Rural Utilities Cooperative Finance. The motion unanimously passed.

NRECA Regional Meeting NRECA Voting Delegate

A motion was made by Lee Bearden and seconded by Kevin Bell to designate Wayne Elliott as the voting delegate at the NRECA Regional Meeting in Columbia, South Carolina. The motion included Erick Harris as the alternate. The motion passed seven – one.

Teller Compensation Resolution

The Board was presented with a resolution regarding pay election tellers for the meetings they attended. A motion was made by Kevin Bell and seconded by Josh Barnes to pay the tellers \$100 per meeting plus reimbursement of appropriate mileage pursuant to the Federal rate. The motion unanimously passed.

Executive Session

A motion was made and seconded for the Board to go to Executive Session.

Following discussion during the Executive Session, a motion was made to return to the General Session which motion was seconded. The motion unanimously passed.

ADJOURNMENT

Motion was made to adjourn the meeting. Motion was seconded and unanimously passed.

Erick Harris
Chair
8/22/24
Date

Wayne E. Elliott
Secretary/Treasurer
8/22/24
Date