

**MINUTES OF THE REGULAR MEETING OF THE
BOARD OF DIRECTORS OF SOUTH CENTRAL INDIANA
RURAL ELECTRIC MEMBERSHIP CORPORATION
HELD NOVEMBER 17, 2022**

The Regular Meeting of the Board of Directors of South Central Indiana Rural Electric Membership Corporation was held pursuant to notice as required by the Bylaws at the principal office of the Cooperative, 300 Morton Avenue, Martinsville, Indiana on Thursday, November 17, 2022, at 5:30 p.m.

The following Directors were present: Mark Smith, Jerry Pheifer, Brad Shields, Lisa Prosser (Zoom), Rex Franklin, Ken Sebastian, Don Renner, Bruce Hamlin and Heather Mollo. Others in attendance were Michael Schultz, General Counsel; James Tanneberger, President & CEO; Randy Elliott, VP of Finance; Tammy Haenlein, VP of Member Services; Tim LeMere (Zoom), VP of Distribution Services; Charity Coffman, Controller; and Stacey Sauer, Executive Assistant.

Director Mark Smith opened the meeting with prayer. Chairman Hamlin then asked if there were any amendments or corrections to the minutes of the Regular Board of Directors' Meeting held October 27, 2022. Hearing none, Ms. Mollo made a motion to approve the minutes as presented. The motion was seconded by Mr. Smith and passed.

Safety Report: Mr. Tanneberger reviewed the Safety Report for the month and answered the Directors' questions. Mr. Tanneberger further stressed that safety is priority and will be treated as such. Following discussion, Mr. Sebastian made a motion to accept the Safety Report. The motion was seconded by Mr. Smith and passed.

Financial Reports: The Board reviewed the financial reports for October 2022.

Following discussion and questions, Mr. Renner made a motion to accept the financial reports and write-offs to bad debt for October 2022 as presented. The motion was seconded by Mr. Franklin and passed.

SCI Fiber: Mr. Tanneberger discussed the SCI fiber project reporting that the majority of the original project scope will be completed by year-end with approximately 8,800 members taking service at that time with a projection of more than 10,000 users taking service by the end of 2023. He further discussed SCI's ability to stay ahead of the supply chain issues and maintain our current contractors.

Mr. Tanneberger discussed the Accord Telecommunication Collaborative and the role of the entity in the development of the fiber transport network throughout Indiana. He reported the entity continues to grow by adding additional electric cooperatives, telephone cooperatives, and independent fiber providers. He further discussed Accord's recently completed business plan and filing of the federal middle-mile grant application. He then answered the Directors' questions.

Committee Meetings:

Budget and Workplan: The Board next considered and discussed the recommendation of the Budget and Workplan Committee. The Board was provided information regarding the impact of increasing fuel and power costs on the price of power the Cooperative must purchase from Hoosier Energy. The Board approved the recommendation of the Committee, including a recommendation that any impact on usage be distributed evenly by percentage across different classes of members.

Unfinished Business: Mr. Tanneberger reviewed the CEO Goals for 2022 and progress of the strategic planning goals.

New Business: Chairman Hamlin reported new Board committee assignments were distributed to all Directors.

As a matter of recordkeeping, the Board approved the transfer of funds from the RUS Trustee account to the Cooperative's General Fund for approved construction costs included in the FFB/RUS bank loan.

Attorney: Mr. Schultz reported on several ongoing projects and answered the Directors' questions.

President/CEO Report: Mr. Tanneberger reported he continues to communicate SCI's strategic vision, mission statement and internal vision to employees to ensure all are working toward the same goal. He further discussed SCI's continued initiative to diversify our revenue stream.

Mr. Tanneberger then asked if there were any questions regarding the President/CEO's monthly written report. Thereafter, Ms. Mollo made a motion to accept the President/CEO's report. The motion was seconded by Mr. Pheifer and approved.

Operation RoundUp: The Board reviewed the recap of the meeting of the RoundUp Board of Trustees held November 2, 2022.

Hoosier Energy Report: Mr. Pheifer reported on the Hoosier Energy Board of Directors' Meeting held in November and answered the Directors' questions.

Indiana Electric Cooperatives: Mr. Hamlin reported on the recent meeting of the IEC Board of Directors held in November.

There being no further business to come before the Board, Mr. Renner made a motion to adjourn. The motion was seconded by Mr. Pheifer and passed.

Bruce Hamlin, Chairman

ATTEST:

Jerry W. Pheifer, Secretary