

**MINUTES OF THE REGULAR MEETING OF THE
BOARD OF DIRECTORS OF SOUTH CENTRAL INDIANA
RURAL ELECTRIC MEMBERSHIP CORPORATION
HELD JUNE 24, 2021**

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 Fourwinds Lakeside Inn, 9301 S. Fairfax Road, Bloomington, Indiana on Thursday, June 24, 2021, at 5:30 p.m.

The following Directors were present: Mark Smith, Jerry Pheifer, Jim Cox, Lisa Prosser, Rex Franklin, Jim Koch, and Bruce Hamlin. Director Heather Mollo was absent. Others in attendance were Michael Schultz, General Counsel; Ken Martlage, Phoenix Images; Kevin Martlage, Nextier Advisors; James Tanneberger, President & CEO; Randy Elliott, VP of Finance and Member Services; Tim LeMere, VP of Distribution Services; and Stacey Sauer, Executive Assistant.

Mr. Cox opened the meeting with prayer. Mr. Hamlin then asked if there were any amendments or corrections to the minutes of the Regular Board of Directors' Meeting held May 27, 2021. Mr. Franklin noted a correction with regards to the Hoosier Energy Board Meeting being held in May. Mr. Cox made a motion to approve the minutes as amended. The motion was seconded by Ms. Prosser and passed.

Safety Report: Mr. Tanneberger reviewed the Safety Report for the month and answered the Directors' questions. Following discussion, Ms. Prosser made a motion to accept the Safety Report. The motion was seconded by Mr. Cox and passed.

Attorney: Due to Mr. Schultz needing to leave the meeting early, the Attorney's report was heard next. He reported on SCI'S Eligible Telecommunications Carrier (ETC) filing being approved, fiber contractors, and several ongoing projects.

Financial Reports: The Board reviewed the financial reports for May 2021. Following discussion and questions, Ms. Prosser made a motion to accept the financial reports and write-offs to bad debt for May 2021 as presented. The motion was seconded by Mr. Koch and passed.

SCI Fiber: Mr. Tanneberger discussed the SCI fiber project reporting on in-home installations (projecting 7,000 by year-end), the fiber network, staffing, collaboration with other cooperatives, and smart grid.

Committee Reports:

Audit Committee: The Committee was reminded that they need to schedule a meeting to review the first 6 months expenses for the President/CEO and Directors.

Unfinished Business: Mr. Tanneberger reported his goals for 2021 were included in the Board Report with updates in red.

Mr. Hamlin reported that a committee of four directors and the CEO interviewed three candidates for the board district 6 vacancy. Following discussion of the interviews, a vote of the whole Board was taken via secret ballot. Following the vote, Lawrence Alden was selected to fill the vacancy in district 6. Mr. Alden will begin his term at the July Board Meeting.

The Board was then brought up to date on the plans for the 2021 Annual Meeting to be held virtually on Saturday, September 25, 2021.

New Business: The Board discussed the 2022 budget schedule. Following discussion, the Budget Committee will meet as follows:

August 26 (Prior to Board Meeting) - Ratio guidelines
November 9 – Staff presentations to Committee

The Board then discussed possible industry risks including regulatory issues, energy markets, and fuel sources.

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.

The group discussed the recent storm and out of right of way trees causing extended outages for members.

Mr. Tanneberger then asked if there were any questions regarding the President/CEO's monthly written report. Following questions, the President/CEO Report was accepted.

Miscellaneous Reports: Mr. Franklin gave a recap of the CFC Summer Summit he recently attended.

The Board then went into an Executive Session.

Upon reconvening the Regular Meeting, with no further business to come before the Board, Mr. Smith made a motion to adjourn the meeting. The motion was seconded by Mr. Pheifer and passed.

Bruce Hamlin, Chairman

ATTEST:

Jerry W. Pheifer, Secretary