

REGULAR MEETING OF THE BOARD OF DIRECTORS

MINUTES – July 27, 2023

A regular meeting of the Board of Directors of A & N Electric Cooperative was held Thursday, July 27, 2023 at 1:00 p.m. at ANEC in Tasley, VA.

The meeting was called to order by Chairman Nottingham, followed by the invocation by Director Dodd.

Chairman Nottingham presented Director Duncan with his NRECA Credentialed Cooperative Director Certificate.

Present: Chairman Addison W. Nottingham, Directors: Chris D. Bott, E. Ralph W. Dodd, E. Garrison Drummond, Gregory L. Duncan, and W.E. “Ted” Shockley. Directors Mark A. Hickman and Penney P. Holland attended via Zoom. Also present was Attorney Cody Murphey, CEO Butch Williamson, Shawn Hildebrand, Todd Bireley, Roger Blizzard, Joe Cataldo and Bette Cornell. Keith Colonna was present as a guest. Also present at the beginning of the meeting, Brian Charnock, and from ODEC, Kevin Miller, VP Engineering, Jim Fanning, Project Engineer and Shahab Uddin, Transmission Planning.

Minutes of the Regular Meeting of the Board of Directors held on June 22, 2023, were presented.

Motion was made by Director Duncan to approve the minutes, seconded by Director Dodd. Upon the motion, the minutes were approved.

Resolution Consent Agenda

The Consent Agenda, which included Memberships, May Safety Report, the May Income Statement and Balance Sheet, May Financial Report, Outages, Accounts Receivables/Arrears Update, Member Services Report, Facilities Update, Investment & Funding Analysis, 2023 Workplan Update, Information Technology Report, KPI Updates, Strategic Plan Updates, 2nd Quarter General Capital Budget and the Engineering Work Load for June were provided.

Motion was made by Director Bott to approve the Consent Agenda, seconded by Director Drummond. Upon the motion, the Consent Agenda was approved.

June Operating Reports

The June 2023 Financials and Operating Reports were presented by Shawn Hildebrand.

The Engineering Report was presented by Todd Bireley.

The Operations/Construction Report was presented by Joe Cataldo.

ODEC's Overview of Transmission Upgrades -- Joe Cataldo introduced Kevin Miller, VP of Engineering at ODEC. Jim Fanning, Project Engineer at ODEC gave a presentation on the proposed construction of transmission line from the Kellam Substation to the Cheriton Substation in VA.

Committee Reports

- The Members Helping Members statement was provided and reviewed.

Legal Report

Attorney Cody Murphey reported that the application for approval of the affiliate arrangements between the Cooperative and A & N Innovative Solutions, Inc. was filed with the State Corporation Commission.

ODEC Report

Director Drummond presented an ODEC Report.

VMDAEC Report

There was no VMDAEC Report.

President's Report

Mr. Williamson presented a copy of a letter sent to the EPA from ODEC expressing concern with the EPA's proposed greenhouse gas regulations on new and existing power plants.

Mr. Williamson reported that proxies were distributed to the members for the Annual Meeting, he reviewed the Annual Meeting agenda.

Mr. Williamson reported that checks for the Capital Credits are scheduled to be mailed August 1, 2023.

Mr. Williamson reviewed important upcoming meeting dates.

Old Business

There was no Old Business to report.

New Business

Shawn Hildebrand gave a presentation of the staff recommendation to adjust the access charges on certain of the Cooperative's rate schedules to help ensure the Cooperative's recovery of its fixed costs of service. If the Board approves the recommendation, the Cooperative will administratively file its new rate schedules with the State Corporation Commission.

After some discussion, the Board made a motion for staff to present a resolution at the next Board meeting. Attorney Cody Murphey will advise staff on the resolution.

Other Business

Mr. Williamson announced that a Resolution will be presented to former Board Director, Jim Belote, at the Annual Meeting, to recognize his years of service to the Shore.

Executive Session

The Board entered executive session at 2:58 pm.

After coming out of Executive Session at 3:13 pm, and there being no further business in the regular board meeting, the meeting was adjourned at 3:13 pm.

The next board meeting is scheduled for August 24, 2023, at 2:00 pm.

Assistant Secretary

APPROVED:

Secretary

APPROVED:

Chairman