**REGULAR MONTHLY MEETING OF THE BOARD OF DIRECTORS**
**SPOON RIVER ELECTRIC COOPERATIVE**

The Regular Meeting of the Board of Directors of Spoon River Electric Cooperative was held at the Cooperative headquarters on June 22, 2026, at 7:00 p.m. Present were the following Directors: Joe Davis, JoDee Pedigo, Ty Putnam, Tom Shafer, John Disharoon, Dan Williams, Kurt Duncan, Wes Strode, and Chairman Bernard Marvel. Also present was President/CEO, Josh DeWees and Cooperative attorney Nicholas N. Tinsman.

The Chairman provided a prayer of blessing and led the Board in the Pledge of Allegiance.

**[CHIEF FINANCIAL OFFICER, CHAD RINEY, JOINS THE MEETING]**

The Chairman then indicated that it was time to hold the annual reorganizational meeting of the Board of Directors, but prior to that, the Chairman wanted to address the Board. The Chairman provided a brief statement regarding his years as Chairman of the Board and wanted to announce that he will not be seeking to be renominated as Chairman of the Board for the next year. The Board thanked the Chairman for his many years of leadership and service to the Board.

**[THE BOARD THEN CONDUCTED THE ANNUAL REORGANIZATIONAL MEETING OF THE BOARD OF DIRECTORS]**

**[THE BOARD RESUMES REGULAR SESSION WITH JOE DAVIS ASSUMING THE POSITION OF CHAIRMAN OF THE BOARD]**

The Chairman then presented the Consent Agenda for discussion by the Board. The Minutes of the May 2026 Board meeting were reviewed and discussed. It was noted that page 2 of the Minutes in the second bullet point, there was a correction to the Total Equities and Liabilities, and should have stated "200,000". There being no other requests for changes to the Minutes, the Chairman called on JoDee to provide the Treasurer's Report.

JoDee reported the beginning bank balance was $447,000 for the month. Receipts totaled $1M. Expenditures totaled $1.2M for the month including a power bill of $483,000. This caused an ending bank balance of $323,000 for the month. JoDee also reviewed the check list and Form 7 with the Board and discussed some questions posed about the bucket truck expenses for the month.

The Chairman then called on Josh and Chad to provide the Statement of Operations for the month. Josh indicated that May was a mild weather month and it is reflected in the financials, as follows:

- Revenue for the month was $1M. Cost of Purchased Power was $508,000 for the month. This created a Net Electric Revenue of $497,000.

- Total Expenses for the month were $626,000. Operating Margins were ($129,000) for the month and Total Margins were ($127,000). Year to date numbers reflect Total Margins of $75,000 versus $375,000 this time last year.

- Distribution Expenses were $27,000 for the month, largely due to right of way, storm and forestry costs. Admin and General expenses were less than this time last year by ($12,000). Depreciation and Amortization expenses were roughly the same as this time last year. Interest on long-term debt was greater than last year and totaled $81,000 for the month.

- In reviewing the Balance Sheet information, it was noted that the Cooperative is close to finishing pole changeouts for the year. Pole testing will begin again in July. Total Assets have increased by 6.3% over last year, or $3M. Total Equity has decreased slightly from last year at this time by 0.28%.

- A review of Heating/Cooling Degree Days shows that HDD was slightly above average for the month, while CDD was below average for the month. The Cooperative's peak was 10,769 KW for the month. Ameren's peak occurred on May 28th at 7pm and PPI's peak occurred on May 27th at 6pm.

- Sales of kWh for the month was 4.5M which exceeded budget by 129,000 kWh. Purchased kWh for the month was 4.8M with a budget of 4.7M, a variance of 109,436.

- Other items of note included revenue for May 2026 exceeded revenue of May 2025 by $130K. Cost of power was also up by $40,000 versus last May. Forestry costs were billed to McDonough Power Co-op last May, but the Forestry crews were on Cooperative lines this May, which increased the expenses for the month versus last year. Payroll was also up by $25,000 year over year and interest was up by $10,000 year over year.

The Board then engaged in a lengthy discussion about the Operations Report and discussed specific items such as unaccounted for kWh and how the equity was calculated on the different graphs throughout the Board report.

Following the Operations Report, Josh also provided the Subsidiary Report, as follows:

- Mechanical had gross revenue of $95,000 for the month. Billable hours were down and timing of payroll made the expenses seem greater than budgeted. A net loss of ($16,000) for the month was reported, bringing the year-to-date losses to ($73,000). Mechanical has $316,000 cash on hand at the end of the month. Total assets of Mechanical are $985,000 and total Equity is $985,000.

- Storage had a loss of ($2,000) for the month and a year-to-date net profit of $7,900.

There was then a lengthy discussion regarding the continued losses at SRM. Following a discussion on the subsidiaries, the following motion was properly made, duly seconded, and unanimously adopted by voice vote:

**MOTION: To accept the Consent Agenda with the Minutes corrected.**

The Chairman then called on Bernard Marvel to report on the Statewide Association meeting. Bernard indicated the AIEC met last Friday. Jennifer Sours reviewed the May 2026 Financials, with nothing of concern. The CEO's report discussed successes of the AIEC during the spring legislative session. He also reported that Thad France will be leaving the Line School to take another position in the industry. The Line School has located and purchased a digger truck for use by the classes. Dennis Fredrickson of Corn Belt Energy was recognized for 25 years on the AIEC board. Warren Goetsch's NRECA report included NRECA's comments to the FEMA review council for emergency funding regulations. The NRECA also recognized the 90th anniversary of the Rural Electrification Act which created the Cooperative systems we know today.

Nick Reitz's government relations report discussed the sheer number of bills introduced in the current legislative session, with over 10,000 in total. He discussed bills of interest such as

House Bill 1700, the energy omnibus bill and Senate Bill 3273, solar for public schools. John Teefey's general counsel report discussed the AIEC's review of transparency compliance by all Illinois cooperatives in light of newly enacted legislation. He also discussed electric service rights when municipalities annex property. The next AIEC board meeting will occur on Thursday, August 20, 2026.

Following this, the Chairman then called on Josh and Wes to provide the PPI report. Josh and Wes discussed the following items from PPI's June 9 and June 10 meeting:

- PPI's sales were down 4.2% compared to budget. Estimated power costs for May were below budget by $0.18, or $102.28/MWh.

- Financials for April reflect average rates of $100.97/MWh for members, which is $0.40/MWh above budget. YTD revenue is below budget by 3%. YTD sales are below budget by 3.7%. YTD purchased power costs are below budget by 0.20% and YTD power production costs are above budget by 14.6%.

- Equity for PPI is 17.51% versus a target of 18.50%, while liquidity is at 227 days with a 100 day minimum liquidity per policy.

- PPI's annual meeting took place on June 10 in East Peoria, Illinois. CD Davidsmeyer, State Representative from District 100, provided a legislative update. The PPI board elected Mike Smith of McDonough Power as the Chairman of the Board.

The Board then engaged in a discussion regarding their thoughts and reviews of the PPI Annual Meeting recently attended. The Chairman also engaged the Board in a discussion of regarding the Cooperative's Annual Meeting recently held. The Board reviewed pros and cons from the meeting, both as experienced by the Board and as reported to the Board by Members. It was reported that 286 were in attendance with 154 Members in attendance. Josh then indicated that the Cooperative was eyeing June 3, 2027 for next year's Annual Meeting, and planning for that will begin sooner than expected.

Following a discussion on the Annual Meeting, the Chairman called on Josh DeWees to provide the CEO's report. Josh Reported that he has been in contact with Cooperative Building

Solutions, and they are already in contact with staff for the first phases of their project. Josh also reported that the new CFC Facility Loan is in place and available for use starting tomorrow. Kelso & Lynch, P.C., has approved their contract as the Cooperative's new auditor following Dennis Koch's retirement. They will be in touch soon to begin working on the next audit. The Board should expect some Cooperative policy amendments to be put into place soon as PPI has recently amended their Small DG Policies.

The Board then engaged in a discussion with Josh regarding the CEO's report. After this, a Motion was properly made, duly seconded, and unanimously adopted by voice vote:

**MOTION: To enter executive session.**

**[THE BOARD ENTERS EXECUTIVE SESSION]**

**[THE BOARD RESUMES REGULAR SESSION]**

The Chairman called on JoDee to provide an Operation Round-Up update. JoDee reported that Operation Round Up applications are due July 6. The next committee meeting is scheduled for August 28.

The Chairman then provided the Chairman's report. The Chairman had one thank you note to share which was received from Griffin Schauble who was the recipient of the Scott Parrish Memorial Scholarship at this year's Annual Meeting.

The Chairman asked if there was any new or old business to come before the Board. There was a request to move the August 24 Board of Director's Meeting to occur on August 31, 2026. The Board acquiesced by consensus to the change in Board meeting dates for August. There being no other new or old business, the Chairman indicated that the next Board meetings will occur on July 27, August 31, and September 28, 2026. The next meeting will be held at the Browning Senior Center and the Senior Center will host dinner at 5pm and thereafter allow the use of their facilities for the Board meeting. There being no other business to come before the Board, the Motion was properly made, duly seconded, and unanimously adopted by voice vote:

**MOTION: To adjourn the meeting.**

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Secretary

**REORGANIZATIONAL MEETING OF THE BOARD OF DIRECTORS OF**

**SPOON RIVER ELECTRIC COOPERATIVE**

The Annual Reorganizational Meeting of the Board of Directors of Spoon River Electric Cooperative was held on June 22, 2026, at the Cooperative headquarters. Present were the following Directors: Joe Davis, JoDee Pedigo, Ty Putnam, Tom Shafer, John Disharoon, Dan Williams, Kurt Duncan, Wes Strode, and Chairman Bernard Marvel. Also present was President/CEO, Josh DeWees, Chief Financial Officer, Chad Riney, and Cooperative attorney Nicholas N. Tinsman.

The Chairman called the meeting to order and turned the meeting over to Cooperative Attorney, Nick Tinsman to discuss the election of corporate officers. Tinsman then indicated the present Chair of the Board of Directors is Bernard Marvel; the Vice Chairman of the Board is Wes Strode; the Secretary is Joe Davis; the Treasurer is JoDee Pedigo; and the CEO/President of the Cooperative is Josh DeWees.

Prior to entering the Reorganizational Meeting, the Chairman indicated that he was not seeking reelection for the position of Chairman of the Board, but would be stepping down from that position. All other officers present stated they are willing to continue to serve the Board of Directors. The Board then indicated that they would like to take up the role of Chairman of the Board as the first order of business. The Board then engaged in a lengthy discussion about who was willing to serve as the next Chairman and who would be the appropriate person for the job. Following this discussion, the following Motion was properly made, duly seconded and unanimously adopted by voice vote:

**MOTION: That Joe Davis shall be elected for the position of Chairman of the Board.**

The Board then engaged in a lengthy discussion about the remaining officer positions. Following this discussion, the following Motion was properly made, duly seconded and unanimously adopted by voice vote:

**MOTION: That the following individuals shall be elected to serve for the offices as indicated below:**

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| **Wes Strode** | **Vice Chairman of the Board** |
| **JoDee Pedigo** | **Secretary & Treasurer** |

The Board then discussed the position of President and CEO of the Cooperative. Following this discussion, the following Motion was properly made, duly seconded and unanimously adopted by voice vote:

**MOTION: That Josh DeWees shall be elected as President and CEO of the Cooperative.**

Tinsman then turned the meeting back to the newly elected Chairman. The Chairman then asked if there is any additional business to come before the Board of Directors during the Reorganizational Meeting of the Board. There being none, the Chairman declared the Reorganizational Meeting adjourned.

Respectfully submitted,

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JoDee Pedigo, Secretary