TELL CITY ELECTRIC DEPARTMENT
BOARD OF DIRECTORS
July 21, 2026

The Tell City Electric Department Board of Directors met at 4:00 P.M. All members of the Board were present except for Mr. Daum. Ms. Nance attended the meeting via conferencing beginning at 4:00 P.M. Mr. Poole was not present at 4:00 P.M. Mr. Land presided.

General Manager Andy Hicks was in attendance, as was Paige Schank for the Department. Additional guests included Otto "Buzz" Krohn and Brandon Barthel with Krohn and Associates. No further guests.

No public petitions noted.

The Agenda was presented to the Board in written form. Mr. Land requested that the Rate Study Presentation be moved up in the agenda, before item 6. to allow the presenters to start their drive back to Indianapolis earlier. A motion was made by Mr. Kohnert and seconded by Mr. Malone to approve the agenda as amended. Motion passed 4-0.

Minutes from the June 16, 2026, meeting were presented in written form. No corrections were noted. Mr. Kohnert made the motion to approve the minutes as presented. Mr. Malone seconded. The motion passed 4-0.

At this time, Mr. Poole was present at the meeting. Ms. Nance disconnected from conferencing for required attendance at other obligations.

Rate Study Presentation: Mr. Krohn and Mr. Barthel with Krohn and Associates were hired to complete the 2026 Rate Study for Tell City Electric. Krohn and Associates is familiar with Tell City Electric through their quarterly calculations of the IMPA tracker. Mr. Barthel noted that the study followed the guidelines of Indiana Code (IC 8-1.5-3-8), stating that utility rates shall be sufficient to cover: cash operations & maintenance expenses, working capital, debt on bonds and other indebtedness, debt service reserve requirements and depreciation and/or allowance for replacements and improvements. The rate study utilized 2025 financials and billing information as the test year, developed projected revenue requirements to be supported by the updated rates, analyzed margins amongst the rate classes, and proposed adjustments to reduce residential bill impacts. The recommendation of Krohn and Associates was to adjust the electric rates to address the $522K revenue shortfall to provide revenue for operations, PILOT, AMI loan and future depreciation/reserves. The recommendation included minimal impact to residential and small commercial rates, with the tracker being rolled into the current rates. As the tracker is a charge the customer is currently paying, rolling the tracker and resetting it, has an impact on residential rates for the average user of $0.01/month. Other rate classes were recommended electric charge adjustments to more accurately reflect the cost of providing electric service to each specific rate class. Mr. Barthel further addressed the Board in moving from a two-part tracker to a proposed one-part tracker, noting one-part trackers have less volatility across rate classes. Mr. Barthel noted that the proposed rates, should they be approved by all applicable parties, would go into effect for the energy usage beginning January 1, 2027.

Committees

Human Resources: TCED participated in the Table of Blessings at EUCC on July 16, 2026. Meal served was grilled hot dogs, baked beans and green beans. Nine employees of TCED volunteered their time to serve. TCED filled the CSR/Payroll Clerk open position. Mr. Hicks noted that the new staff started on July 13, 2026 and is catching on quickly. She is a great asset to the team.

Financial Matters: The Financial Reports, Working Fund Report, Liquidity Report, and Docket were presented and discussed. Mr. Malone motioned to approve the reserve transfers to the four reserve accounts: $64,000.00 to the Operating Reserve, $11,250.00 to the Expansion Reserve, $10,000.00 to the Waupaca Substation Reserve, and $9,993.47 to the Loan Liquidation Reserve and the Docket for July. Mr. Poole seconded. Motion passed 4-0. It was

noted the revenue and cost of purchase power related to the GE restoration project for usage in May, revenue in June.

Strategic Planning:

i. E2 Customer Substation Update: No update at this time. Waiting E2 customer's fall schedule to plan the next breaker change out.

ii. JB Land Substation Update: Mr. Hicks noted that Phase 2 work has been complete to the extent possible at this time. We are currently waiting on additional materials to continue moving forward.

Current Business

a. Power Supply Report: A copy of the monthly report was distributed. The Department's cost per kwH in June was $0.0798918, Jasper's was $0.0944604, Huntingburg's is $0.0915653, and Troy's was $0.0936104. A monthly comparison of charges from TCED and SIP to our E2 customer was presented for the Board's review for June consumption. TCED's cost to the E2 customer for the June consumption (due in July) invoice was approximately $74,700 less than SIP's charge.

b. Troy and Cannelton Assistance Update: No updates at this time from Cannelton. Troy's has utilized TCED for routine maintenance-related calls as needed.

c. GE Project Update: The project is up and running with a consistent load. No further update at this time.

Mr. Poole made a motion, seconded by Mr. Kohnert at 5:15 P.M. to adjourn and move into executive session to:

Discuss the Rate Study Presentation.

The motion passed 4-0.

At 5:48 P.M. Mr. Kohnert made a motion to adjourn the Executive Session and return to regular session. Mr. Malone seconded, and the motion passed 4-0.

New Business

a. Resolution R260721A Revised Terms and Conditions: The Board was presented a copy of Tell City Electric's Terms and Conditions for review, along with a summary sheet of proposed revisions for approval. The revisions were intended to clarify the document and ensure it accurately reflects current policies and procedures. A motion was made by Mr. Malone and seconded by Mr. Kohnert to approve the Resolution R260721A – Revised Terms and Conditions. Motion passed 4-0.

b. Resolution R260721B Revised Rates and Charges: The Board discussed the results and recommendations from Krohn and Associates 2026 Rate Study. It was noted that being able to overcome the revenue shortfall, without an impact on residential and single-phase commercial rate classes was an accomplishment. Rate classes seeing adjustments to their rates better reflect the true cost of care to provide service to each class. Motion to approve R260721B Adoption of Revised Rates and Charges for Electric Service was made by Mr. Malone and seconded by Mr. Poole. Dependent on council approval, these rates are to be implemented starting for the energy consumption beginning January 1, 2027. The motion passed 4-0.

c. Approval of Troy Utility Department Service Agreement: Troy Utilities was unable to have their monthly meeting in July. Tabling this item until the August Board meeting.

d. Perry County Development Corporation Annual Request: The Department received the annual funding request from the PCDC for 2026. A donation of $5,000.00 is consistent with the prior year's donation. The Board recognizes the work PCDC does for the industries and community within our service area. The Board acknowledges that the importance of growth within the community allows for growth within TCED's service area.

i. Approval to Move Funds as Decided Above to the Promotional Fund: Mr. Malone made the motion, seconded by Mr. Kohnert to transfer $5,000 for the 2026 Donation to the Perry County Development Corporation to the Promotional Account as held by the City. Motion passed 4-0.

There being no further business, Mr. Kohnert made a motion at 5:55 P.M. to adjourn. Mr. Poole seconded the motion; it passed 4-0.

J.B. Land, Chairman

J.B. Land

Bob Kohnert, Secretary

Robert Kohnert