

DELAWARE ELECTRIC COOPERATIVE, INC.

MINUTES OF SPECIAL RATE HEARING OF THE BOARD OF DIRECTORS

August 18, 2022

CALL TO ORDER

Pursuant to the 26 *Del. C.* §224(6), a special meeting of the Board of Directors of Delaware Electric Cooperative (“DEC”) was convened at 5:00 p.m. on August 18, 2022, in the Dover Building of the Delaware State Fairgrounds. All Directors except Director Haughey were present in person for the meeting. The purpose of the meeting was consideration and action on a proposed increase to the Power Cost Adjustment (“PCA”) recommended by DEC’s management.

DEC President & CEO Greg Starheim (“CEO Starheim”) opened the meeting at 5:00 p.m., welcoming the members attending in person and watching the meeting by livestream. CEO Starheim then introduced the Chair of DEC’s Board of Directors, Patricia Dorey, who called the meeting to order at 5:02 p.m.

STAFF PRESENTATION OF PROPOSED PCA INCREASE

After the meeting was called to order, CEO Starheim provided an overview of the increase in power supply costs DEC has experienced in 2022. Chief Financial Officer, Tom Beamon, then gave a presentation of the rate change recommended by DEC’s management. CFO Beamon reported that recommended change to the PCA amounted to an overall increase of approximately 18.85% and provided a summary of the impact the increase would have on an average DEC residential member’s monthly bill. CEO Starheim also provided an overview of the cost containment efforts DEC has undertaken to limit rate impacts caused by the increased power supply costs DEC has experienced.

MEMBER COMMENT

DEC members attending the meeting in person were provided an opportunity to address the Board of Directors prior to action on the proposed change to PCA, as provided in 26 *Del. C.* §224(6)c. Three DEC members attended in person; one member offered comments to the Board of Directors on the proposed increase.

BOARD ACTION

After conclusion of comments by DEC members, Chair Dorey presented the question of the recommended PCA increase to the Board of Directors for consideration and action. Director Wells made a motion to approve the proposed increase to the PCA for all rate classes, with the increase to be applicable to all bills issued on or after September 1, 2022. The motion was seconded by Director Henry. A roll call vote on the motion was taken and the motion passed by unanimous vote of all directors present.

ADJOURNMENT

There being no other business before the Board, the meeting was adjourned at 5:18 p.m.

Secretary-Treasurer

Chairperson