

DELAWARE MUNICIPAL ELECTRIC CORPORATION
QUARTERLY MEETING
DEMEC ADMINISTRATIVE BUILDING
SMYRNA, DELAWARE
February 12, 2026

A meeting of the Board of Directors and Representatives of the Delaware Municipal Electric Corporation was held on Thursday, the 12th day of February, 2026 at DEMEC's Administrative Building, Smyrna, Delaware.

The meeting was called to order at 10:04 a.m. with Mr. Morris Deputy, Chair, presiding.

The following roll call was presented:

Present:

Morris Deputy, Chair
 Representing Middletown
Tom Coleman, Vice Chair
 Representing Newark
Jill Hollander, Alternate
 Representing Newark
Charles Anderson, Treasurer
 Representing Seaford
June Merritt, Alternate
 Representing Seaford
Scott Blomquist, Secretary
 Representing the MSC of New Castle
Ken Natale, Alternate
 Representing the MSC of New Castle
Torrie James, Director
 Representing Smyrna
Kathleen Acevedo, Alternate
 Representing Smyrna
Ryan Paisley, Director
 Representing Clayton
Paul Johnson, Sr., Alternate
 Representing Clayton
Christopher Coleman, Director
 Representing Milford
Anthony Chipola, Alternate
 Representing Milford
Kim Bellere, Director
 Representing Lewes BPW
Paul Waddell, Alternate Representative
 Representing Dover
Kimberly Schlichting, President
 Representing DEMEC

Absent:

Dave Hugg, Representative
Representing Dover
Tyler Reynolds, Alternate
Representing Middletown
Robin Davis, Alternate Director
Representing Lewes BPW

DEMEC Staff Attending: Keri Knorr, Energy Services Manager; Kendra Friel, Training and Events Coordinator; Tara LaGrassa, Accounting Analyst; Scott Lynch, VP of Asset Development; Diane Kearns, Human Resources; James Cerase, IT Network Technician; Alex Asencio, Special Projects Manager; Christine Siok, Executive Assistant; Jessica Ratsimbazafy, Administrative Assistant; Stephanie Dove, Chief Financial Officer; Robert Cote, Chief Operating Officer; Heather Contant, Director of Government and Community Relations; Director; Willie Marshall, Director of Finance; Chris Manganello, IT Systems Director; Stephan Siok, Director of Beasley Plant Operations and Compliance.

Guests and Attendees: Katia Frock, Director, PFM Asset Management; Max Walton, Attorney, Connolly Gallagher; Lincoln Willis, Principal, The Willis Group

APPROVAL OF MINUTES

The minutes of the following meeting(s) were presented for approval:

1. Minutes of January 8, 2026

Upon motion made by New Castle, to approve the minutes of the meetings of January 8, 2026, seconded by Seaford, the motion passed unanimously.

TREASURER'S REPORT

Monthly Financial Report – November 2025 –

Ms. Stephanie Dove, CFO, presented the November 2025 Financial Report.

Ms. Dove provided a scoring update for the Member Financial Assessment Program.

Additionally, there has been no change in the member financing pipeline projects over the last month. Ms. Dove shared that the debt service payments have been paid timely and the final fieldwork for the 2025 audit will occur the week of March 2, 2026.

She provided an overview of the cash reserve review, noting that the estimated timeline is to present it to the Finance Committee in May and to the Board in June. DEMEC is currently working with PFM on an update.

Ms. Dove reported that the credit rating agency visits are scheduled for May 2026.

She also reviewed the due dates for the member audited financial statements.

Upon motion made by Clayton, to approve the Monthly Financial Report for November 2025, seconded by Smyrna, the motion passed unanimously.

APPOINTMENTS/ELECTIONS

None.

PRESENTATIONS

Annual Investment Portfolio Presentation –

Ms. Katia Frock, Director, PFM Asset Management, presented on the annual investment portfolio.

RESOLUTIONS

Resolution 2026-1 – A Resolution to Approve the Form and Authorize the Execution of Bright Mountain Solar Schedule with American Municipal Power, Inc. and Taking of Other Actions in Connection Therewith

COMMITTEE REPORTS

Executive Committee – Mr. Deputy reported that the Executive Committee met this morning and briefly discussed generation as well as preparations for the upcoming credit rating visits.

Finance Committee – Mr. Charles Anderson, Director representing Seaford and Treasurer, reported that the Finance Committee is scheduled to meet again on February 17, 2026. There are no further updates.

PRESIDENT’S REPORTS TO BOARD

Legislative/Regulatory Update –

Ms. Kimberly Schlichting, President and CEO, reported that significant attention is being focused on large load data centers throughout the state of Delaware. She noted that legislation is being introduced to protect the ratepayers. She further advised that discussions have taken place at the Energy Stakeholder’s and Nuclear Feasibility Task Force meetings regarding how to ensure sufficient generation capacity to serve both native load requirements and any potential large-load data centers that may be added in the future.

EXECUTIVE SESSION

The Board went into executive session at 10:25 a.m. upon motion by Seaford, seconded by New Castle, to discuss the following:

1. To discuss personnel actions, strategic business and commercial generation operations, dispatch, negotiations, and planning.
 - Legislative/Regulatory Update

RETURN TO REGULAR SESSION

The Board ended executive session and returned to regular session at 11:06 a.m. upon motion by Newark, seconded by Lewes, the motion passed unanimously.

PRESIDENT'S REPORTS TO BOARD

2025 Corporate Goals – Final –

Ms. Schlichting noted that the 2025 corporate goals are included in board packets and represent the final list of accomplishments for the year. She noted that most of the goals were successfully achieved, and any items not completed have been carried forward into the current year.

Members are encouraged to review the full report for a detailed summary of the work completed during the past year.

Strategic Planning – 5 Year –

Ms. Schlichting provided an update on the five-year Strategic Plan, which is scheduled for renewal this year.

APPA National Conference –

Ms. Schlichting announced that the APPA National Conference will be held in Boston, MA. She stated that preliminary information is available on the APPA website; however, registration has not yet opened.

Board members interested in attending were asked to notify Christine Siok, Executive Assistant, as soon as possible, as the hotel room block is expected to fill quickly.

COMMUNICATIONS & OUTREACH

Ms. Heather Contant, Director of Government and Community Relations, presented the January 2026 Communications report. She advised that drafting of DEMEC's 2025 Annual Report is currently underway and encouraged members to share DEMEC's energy-saving tips with customers.

She also noted that staff are available to present the DEMEC 101 overview to council and board members during the April or May council meetings. The presentation typically lasts 30–40 minutes and can be adjusted to accommodate the council's schedule if a shorter timeframe is preferred.

TRAINING & EDUCATION ACTIVITIES

Ms. Kendra Friel, Training and Events Coordinator, presented the January 2026 Training and Events report. She highlighted Light Up Navajo VII and provided updates on the upcoming trainings, including the Certified Power Supervisor Program webinars and the Key Account

Program. Ms. Friel noted that all scheduled training is now available on the Learning Management System (LMS), and staff can register for upcoming events in advance.

She also reminded the Board of DEMEC Day scheduled for March 25, 2026.

SUSTAINABILITY & DEVELOPMENT

Ms. Keri Knorr, Energy Services Manager, provided an update on meetings that occurred in January, including the Utility Coordination Council (UCC), Renewable Energy Taskforce, Evaluation, Measurement and Verification Committee (EM&V), Energy Efficiency Advisory Council (EEAC) and AMP Focus Forward.

She also reported on her attendance at the 2026 Annual DelDOT Utility Summit.

Ms. Knorr provided updates on the Efficiency Smart Program and the Demand Response Program. Four (4) Power Savers events were called in January. She noted that DEMEC will continue to monitor potential cold weather events and will advise the Board as needed.

Mr. Scott Lynch, VP of Asset Development, provided updates on current member projects, including the Advanced Metering Infrastructure and Middletown Substation.

He also reported on projects in the planning stage, including a battery update, hosting capacity study, new renewable developments, and 40101D update.

Ms. Schlichting shared that there is a Ribbon Cutting event for the Middletown Floating Solar project on July 31, 2026.

EXECUTIVE SESSION

The Board went into executive session at 11:33 a.m. upon motion by Newark, seconded by Clayton, to discuss the following:

1. To discuss personnel actions, strategic business and commercial generation operations, dispatch, negotiations, and planning.
 - Lineworker Training Program - DOL
 - Power Supply and SRECs

RETURN TO REGULAR SESSION

The Board ended executive session and returned to regular session at 11:55 a.m. upon motion by New Castle, seconded by Newark, the motion passed unanimously.

POTENTIAL ACTION TO BE TAKEN AFTER EXECUTIVE SESSION

The Board considered the Resolution 2026-01 following executive session.

Upon motion made by Newark, to approve Resolution 2026-01, A Resolution to Approve the Form and Authorize the Execution of Bright Mountain Solar Schedule with American Municipal Power,

Inc. and Taking of Other Actions in Connection Therewith, seconded by Seaford, the motion passed unanimously.

Upon motion made by Newark, to authorize the President and CEO to execute the Bright Mountain Solar Schedule as presented, seconded by New Castle, the motion passed unanimously.

Upon motion made by Newark, to direct DEMEC to continue to follow the State of Delaware's schedule for SRECs and current MRPS, seconded by Clayton, the motion passed unanimously.

BREAK FOR LUNCH

The Board broke for lunch at 11:57 a.m.

RETURN TO REGULAR SESSION

The Board returned to regular session at 12:36 p.m.

EXECUTIVE SESSION

The Board went into executive session at 12:37 p.m. upon motion by Newark, seconded by New Castle, to discuss the following:

1. To discuss personnel actions, strategic business and commercial generation operations, dispatch, negotiations, and planning.
 - IRP Results and Action Update
 - Job Description
 - Succession Planning

RETURN TO REGULAR SESSION

The Board ended executive session and returned to regular session at 1:47 p.m. upon motion by Newark, seconded by Clayton, the motion passed unanimously.

POTENTIAL ACTION TO BE TAKEN AFTER EXECUTIVE SESSION

Upon motion made by Newark, to approve the job description as discussed in executive session, seconded by Clayton, the motion passed unanimously.

BUSINESS FROM THE FLOOR

None.

SET NEXT MEETING DATES

The following meeting dates were set:

1. Thursday, March 12, 2026 – 10:00 a.m.

2. Thursday, April 9, 2026 – 10:00 a.m.
3. Thursday, May 14, 2026 - 10:00 a.m. (*Quarterly Meeting*)

ADJOURNMENT

The Board meeting adjourned at 1:49 p.m.