



Cooperative Update

Julie C. Parsley, Chief Executive Officer

March 26, 2021

Board Meeting | Open Session

Extreme Winter Weather Update

- Utility operations have returned to normal
- No serious injuries
- Retained Utilicast consulting group to perform after-action review
- Reviewing critical infrastructure program
- Meeting with cities and other groups to discuss lessons learned and hear feedback



Public Utility Commission of Texas (PUCT) Update

- All three PUCT Commissioners have resigned
 - Chair Walker - March 1
 - Commissioner Botkin - March 8
 - Chairman D'Andrea - March 17, effective upon the appointment of a replacement
- Project 51674 - PEC filed Summary Report of Significant Interruption on March 3
- Project No. 51812 - Issues Related to the State of Disaster for the February 2021 Winter Weather Event
 - On March 9, PEC filed joint comments with Bluebonnet, Bandera, and San Marcos requesting that the PUCT enforce or clarify its February 15 Order and thus correct ERCOT's decision to keep administrative price adders in place for 32 hours after load shed had stopped
 - Supported by 28 other entities, representing a total of approx. 1.6 M member/customer meters
 - No action taken to date
- Two separate Open Records Requests submitted to Attorney General covering multiple requests from reporters and other individuals seeking information related to the winter storm



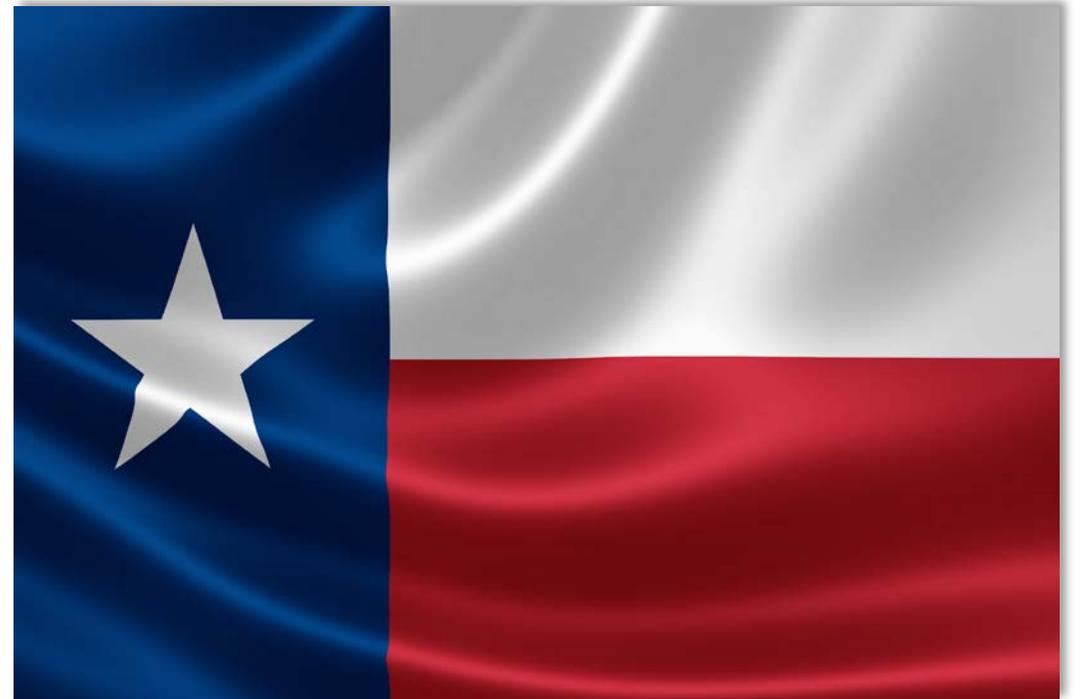
Electric Reliability Council of Texas (ERCOT) Update

- PURA § 39.151(g) mandates ERCOT be governed by a 16-member Board of Directors (eight from industry Market Segments plus alternates, three ex Officio, and five unaffiliated)
 - Four unaffiliated Directors resigned on February 23
 - Pending unaffiliated Director Craig S. Ivey withdrew consideration for PUCT approval on February 23
 - February 23 – 27: Three additional Market Segment Directors resigned: Independent REP Director Vanessa Anesetti-Parra, Cooperative Director Clifton Karnei, and Municipal Director Jacqueline A. Sargent
 - March 3: ERCOT Board terminated CEO Bill Magness's contract, effective on 60-day notice
- Julie Parsley elected to serve as the Cooperative Director on March 9
- Attended ERCOT Emergency Board meeting on March 12; next Board meeting April 13
- All ERCOT stakeholder groups all currently examining rules and issues in review of winter weather event
- PEC Responded to ERCOT's Request for Information related to load shed performance through LCRA
- Three separate Open Records Requests submitted to Attorney General covering requests from reporters and other individuals seeking information related to the winter storm



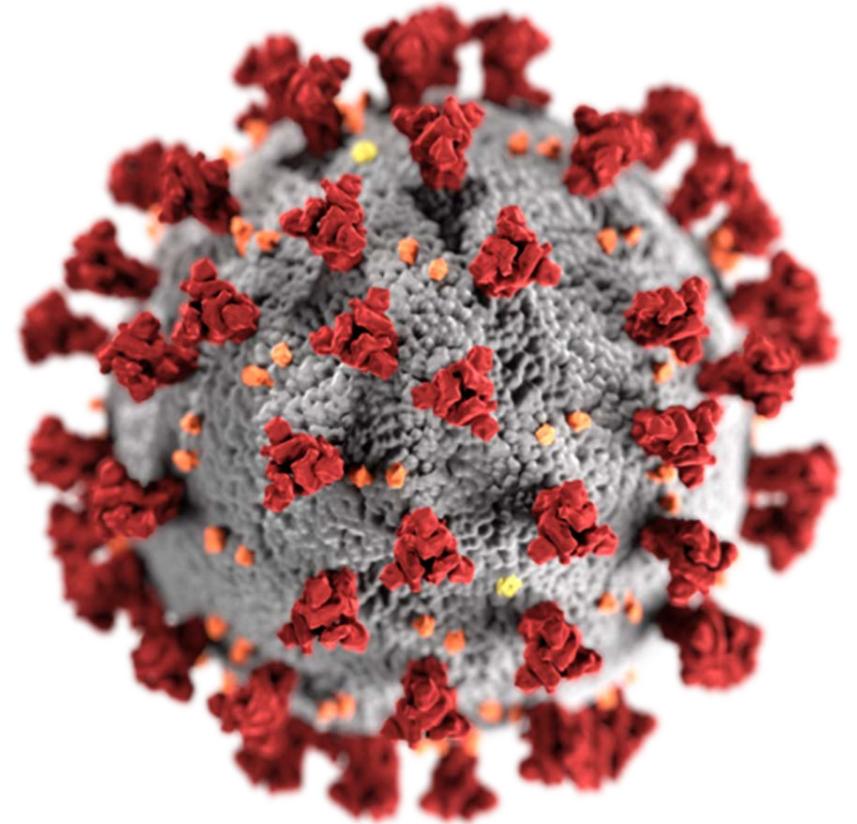
Texas Legislative Update

- PEC is tracking 275 bills related to winter storm and the energy industry
- SB 2142: “Repricing bill”
- SB 3: Top “Omnibus” bill
- SB 2154: Five PUC Commissioners
- HB 1505: Pole Attachments



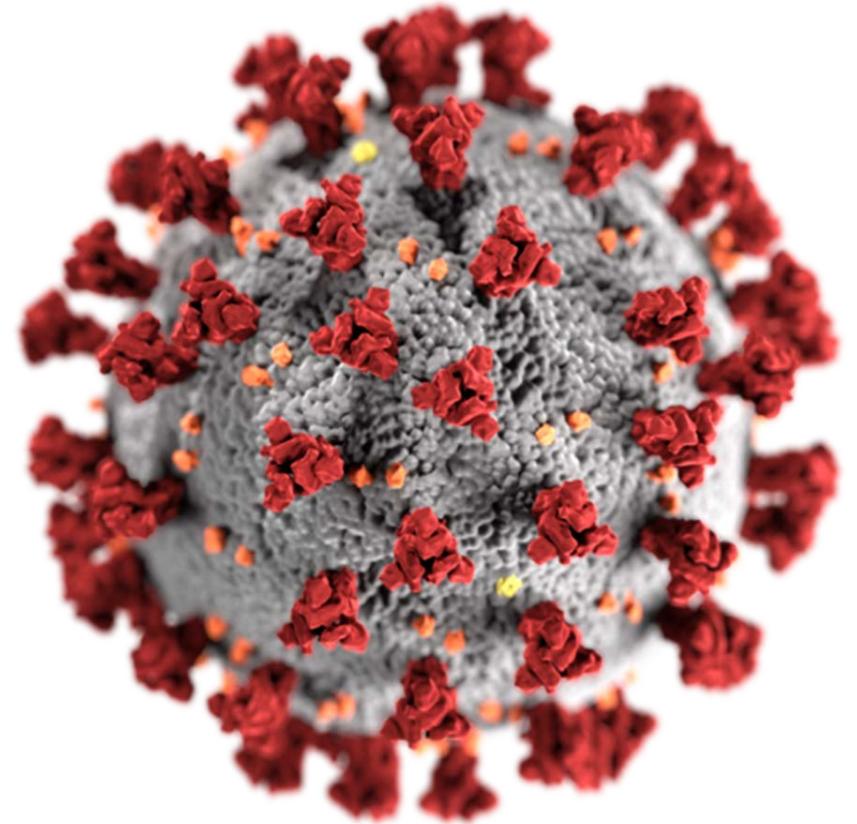
COVID-19: One Year Later

- Pandemic EOP still in effect today
 - March 16, 2020: Activated Emergency Operations Plan
- Still requiring social distancing and requiring face coverings for employees
- Employees working well remotely and on rotating schedules
- All office lobbies are open with COVID protocols in place



COVID-19: Vaccinations

- Although not mandatory, highly encouraging employees to get vaccination
- Exploring opportunities to procure vaccines
- Developed an employee sign up to gauge how many employees are interested in receiving vaccine through PEC
- Per DSHS, all Texans will be eligible to receive vaccine starting March 29



Announcing New Western Union Partnership!



- Members can make same-day bill payments using Western Union
- Available at the following retailers:
 - HEB
 - Lowe's grocery stores
 - Brookshire Brother's
 - Randall's/Tom Thumb
 - Walgreens



2021 Board Election Update



- Members in Districts 1, 6, and 7 will elect their leadership
- Nomination and petition period closed Monday, March 22
- Candidates will be announced April 1
- Voting begins May 19
- Find complete details at pec.coop/election

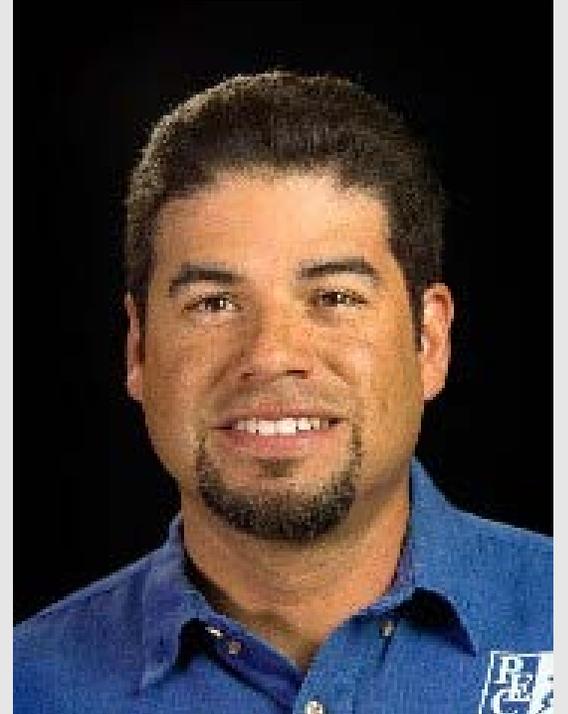


Our Commitment to Employees

- Paycheck 360: Total compensation statements sent to all employees
- Combines value of benefits and compensation
 - Wages with midpoint scale of 75% or higher
 - Affordable, high-quality healthcare
 - Income protection plans
 - Retirement savings with generous matching



Employee Kudos



Mary Parker

Member Relations
Agent 2
Marble Falls

Kolby White

Member Relations
Agent 2
Oak Hill

Mindy De Luna

Member Relations
Agent
Dripping Springs

Paco Ortiz

Regional Operations
Supervisor
Marble Falls





“The gentlemen from PEC came in the gate that she opened remotely and took their time to go through the ice and rescue her American flag which she always flies proudly. They then proceeded to fold the flag (the proper way) as best they could with the frozen material and presented her with it at the front door.”

I can only attempt to express my mom’s gratitude and overwhelming happiness that there are still great people out there to look out for one another. I want to thank the gentlemen for their act of patriotism and all their hard work during the terrible weather. My mom also wants to report her power never went out. Thank you PEC!”

-Son of 91-year-young Member



Offices closed April 2 for Good Friday

- Report an outage 24/7 by calling 888-883-3379
- Make a payment 24/7 by calling 844-886-9798
- Pay online 24/7 at pec.smarthub.coop
- SmartHub mobile app



