



PEDERNALES ELECTRIC COOPERATIVE

Board of Directors Agenda - Final

06/19/2026 | 10:00 AM | PEC Headquarters Auditorium

201 S Ave F, Johnson City, TX 78636

Open Session of this Regular Meeting is held in the PEC Auditorium and recorded in accordance with Board Meetings Policy. Members may watch this meeting by live stream from the PEC website at <https://pec.legistar.com/Calendar.aspx>.

Call to Order and Roll Call

10:00 AM Meeting called to order on June 19, 2026, at PEC Headquarters Auditorium, 201 South Avenue F, Johnson City, TX.

The following agenda items may be considered in a different order than they appear.

Safety Briefing

Cooperative Recognitions

1. [2026-126](#) Resolution - Approval of Recognition for Emily Pataki, Director District 2 - T Cox

Board Organizational Matters

2. [2026-156](#) Acknowledgment and Seating of Newly-Elected Directors - A Stover
3. [2026-158](#) Resolution - Approval to Postpone the Election of Officers - A Stover
4. [2026-159](#) Election - Office of President
5. [2026-160](#) Election - Office of Vice President
6. [2026-161](#) Election - Office of Secretary and Treasurer
7. [2026-162](#) Resolution - Approval of the Appointment of Audit Committee and Audit Committee Chairperson

Adoption of Agenda

Consent Items

8. [2026-149](#) Friday, May 15, 2026 - Regular Meeting Minutes
Friday, June 6, 2026 - Special Meeting Minutes

Attachments: [2026-05-15 OS Minutes](#)
[2026-06-05 Special Meeting OS Minutes](#)

Cooperative Monthly Report

9. [2026-163](#) Cooperative Update - J Parsley/J Greene/N Fulmer/R Kruger/J Urban

Attachments: [June Coop Update_v2](#)

Member Comments (3-minute limitation or as otherwise directed by Board)

- 10. [2026-164](#) Member Comments

Attachments: [Decorum Policy](#)

Action Items / Other Items

- 11. [2026-165](#) Resolution - Approval of Agreement Extension for Treasury Software Services - R Kruger
- 12. [2026-167](#) Resolution - Proposal for Approval of Allocation of 2025 Net Margins to Capital Credits - J Smith
- 13. [2026-169](#) Resolution - Approval of Texas Electric Cooperative (TEC) Delegates for TEC Annual Meeting - A Stover

Proposed Future Items / Meetings (subject to final posting)

- 14. [2026-170](#) List of Board Approved Future Meetings
Attachments: [2026 Board Meeting Calendar](#)
- 15. [2026-171](#) Board Planning Calendar (Written Report in Materials)
Attachments: [Annual Planning Calendar](#)
[3-Month Outlook](#)

Recess to Executive Session

Executive Session - Legal and Governance Matters

- 16. [2026-172](#) Matters in Which the Board Seeks the Advice of its Attorney as Privileged Communications in the Rendition of Professional Legal Services
- 17. [2026-173](#) Litigation and Related Legal Matters - A Stover
- 18. [2026-174](#) Resolution - Approval of Authorization for Initiation, Settlement, or Disposition of Litigation Matter(s) - A Stover
- 19. [2026-175](#) Directors' Conflict of Interest Training and Directors' Code of Conduct Training - R Fischer
- 20. [2026-176](#) Discussion of Board Relations and Governance Issues

Executive Session - Contract and Competitive Matters

- 21. [2026-177](#) Resolution(s) - Approval of Contract Renewals or Extensions - A Stover
- 22. [2026-165](#) Resolution - Approval of Agreement Extension for Treasury Software Services - R Kruger
- 23. [2026-167](#) Resolution - Proposal for Approval of Allocation of 2025 Net Margins to Capital Credits - J Smith

- 24. [2026-186](#) Draft Resolution - Approval of Budget Process Updates - J Smith/K Jones
- 25. [2026-187](#) CFO Quarterly Update - R Kruger
- 26. [2026-178](#) Update on Competitive ERCOT Regulatory Matters - C Powell/E Blakey
- 27. [2026-179](#) Markets Report - R Kruger/R Strobel

Executive Session - Real Estate Matters

- 28. [2026-180](#) Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions - A Stover
- 29. [2026-181](#) Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions - A Stover

Executive Session - Safety and Security Matters

- 30. [2026-182](#) Safety and Security Matters

Executive Session - Personnel Matters

- 31. [2026-183](#) Personnel Matters

Reconvene to Open Session

Items from Executive Session

Adjournment



File #: 2026-126, Version: 1

Resolution - Approval of Recognition for Emily Pataki, Director District 2 - T Cox

Submitted By: General Counsel on behalf of Travis Cox
Department: General Counsel
Financial Impact and Cost/Benefit Considerations: N/A



File #: 2026-156, Version: 1

Acknowledgment and Seating of Newly-Elected Directors - A Stover

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: Pursuant to the Board of Directors Compensation Policy, Directors receive a fixed monthly fee of \$3000 (which is currently included within the Operating Budget) provided that a Director regularly attends Board meetings.

Pursuant to the Bylaws of Pedernales Electric Cooperative, Inc. (PEC), a Director's term begins immediately upon adjournment of the Annual Meeting of the Members at which the Director is elected.

PEC BYLAWS

Article III - Directors

Section 2. Qualifications and Terms of Directors

Terms. Except as otherwise provided in these Bylaws, a Director's term is three (3) years and until a successor Director is elected ("Director Term"), which may be more or less than three (3) full years depending on the actual dates of the Director's election at Annual Meeting and service through the Annual Meeting in the third year after such Director's election. Three years shall be measured as the period from the date of the Director's election at Annual Meeting until the date of the Annual Meeting in the third year after such Director's election. A Director Term begins immediately upon adjournment of the Member Meeting at which the Director is elected. A Director Term ends immediately upon adjournment of the Member Meeting at which his or her successor is elected. A Director may not serve more than four (4) consecutive full Director Terms. The count of consecutive terms shall be reset to zero (0) upon the expiration of three (3) years from the date a Director ended his or her most recent term. Therefore, a Director disqualified under this provision and who is otherwise qualified is eligible to run as a candidate for a term commencing at least three (3) years after completion of the Director's last term. Nothing in this section shall affect in any manner whatsoever the validity of any action taken at any meeting of the Board of Directors. Subject to Term Limits, any Director may succeed himself or herself.



File #: 2026-158, **Version:** 1

Resolution - Approval to Postpone the Election of Officers - A Stover

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: N/A

Pursuant to Article V, Section II of the Bylaws of Pedernales Electric Cooperative, Inc. (PEC), the officers of the PEC Board of Directors are elected at the first regular meeting of the Board of Directors, or first special meeting called for that purpose, after the Annual Meeting of the Members.

The Board of Directors, at their discretion, may determine additional time is needed to elect officers.

BE IT RESOLVED BY THE BOARD OF DIRECTORS that additional time is needed to hold an election for Board officers;

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS that the election of officers will be postponed until the Board's July 2026 Regular Meeting.



File #: 2026-159, Version: 1

Election - Office of President

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: Pursuant to Section 3.2.1 of the Board of Directors Compensation Policy, Directors who serve as an Officer of the Board shall receive a monthly fee of \$100 (which is currently included within the Operating Budget) in addition to the fixed monthly fee.

Pursuant to the Bylaws of Pedernales Electric Cooperative, Inc. (PEC), the officers of PEC include a President, Vice President, Secretary and Treasurer, and these officers are elected at the first regular meeting of the Board of Directors after the Annual Meeting of the Members.

PEC BYLAWS

Article V - Officers

Section 1. Board Officers. The officers of the Board of Directors of the Cooperative shall be a President, Vice President, Secretary and Treasurer ("Officers"). The offices of Secretary and Treasurer may be held by the same person.

Section 2. Election and Term of Office. The Officers shall be elected annually by and from the Board of Directors at the first regular meeting of the Board of Directors, or first special meeting of the Board of Directors called for that purpose, held after a Member Meeting at which Directors were elected.

Section 5. President. The President shall be the principal executive officer of the Board and shall preside at all Member Meetings and of the Board of Directors; sign any deeds, mortgages, deeds of trust, notes, bonds, contracts or other instruments authorized by the Board of Directors to be executed, except in cases in which the signing and execution thereof shall be expressly delegated by the Board of Directors or by these Bylaws to some other officer of the Cooperative, or shall be required by law to be otherwise signed or executed; and in general, perform all duties incident to the office of President and such other duties as may be prescribed by the Board of Directors from time to time.



File #: 2026-160, **Version:** 1

Election - Office of Vice President

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: Pursuant to Section 3.2.1 of the Board of Directors Compensation Policy, Directors who serve as an Officer of the Board shall receive a monthly fee of \$100 (which is currently included within the Operating Budget) in addition to the fixed monthly fee.

Pursuant to the Bylaws of Pedernales Electric Cooperative, Inc. (PEC), the officers of PEC include a President, Vice President, Secretary and Treasurer, and these officers are elected at the first regular meeting of the Board of Directors after the Annual Meeting of the Members.

PEC BYLAWS

ARTICLE V - Officers

Section 1. Board Officers. The officers of the Board of Directors of the Cooperative shall be a President, Vice President, Secretary and Treasurer ("Officers"). The offices of Secretary and Treasurer may be held by the same person.

Section 2. Election and Term of Office. The Officers shall be elected annually by and from the Board of Directors at the first regular meeting of the Board of Directors, or first special meeting of the Board of Directors called for that purpose, held after a Member Meeting at which Directors were elected.

Section 6. Vice President. The Vice President shall, in the absence of the President, or in the event of the President's inability or refusal to act, perform the duties of the President, and when so acting, shall have all the powers of and be subject to all the restrictions upon the President and shall perform such other duties as from time to time may be assigned by the Board of Directors.



File #: 2026-161, Version: 1

Election - Office of Secretary and Treasurer

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: Pursuant to Section 3.2.1 of the Board of Directors Compensation Policy, Directors who serve as an Officer of the Board shall receive a monthly fee of \$100 (which is currently included within the Operating Budget) in addition to the fixed monthly fee.

Pursuant to the Bylaws of Pedernales Electric Cooperative, Inc. (PEC), the officers of PEC include a President, Vice President, Secretary and Treasurer, and these officers are elected at the first regular meeting of the Board of Directors after the Annual Meeting of the Members.

PEC BYLAWS

ARTICLE V -Officers

Section 1. Board Officers. The officers of the Board of Directors of the Cooperative shall be a President, Vice President, Secretary and Treasurer ("Officers"). The offices of Secretary and Treasurer may be held by the same person.

Section 2. Election and Term of Office. The Officers shall be elected annually by and from the Board of Directors at the first regular meeting of the Board of Directors, or first special meeting of the Board of Directors called for that purpose, held after a Member Meeting at which Directors were elected.

Section 7. Secretary. The Secretary shall: be responsible for minutes of meetings of the Members and the Board of Directors; be responsible for authenticating the Cooperative's records; and in general, perform all duties incident to the office of Secretary and such other duties as from time to time may be assigned by the Board of Directors.

Section 8. Treasurer. The Treasurer shall in general, perform all the duties incident to the office of Treasurer and such other duties as from time to time may be assigned by the Board of Directors.



File #: 2026-162, Version: 1

Resolution - Approval of the Appointment of Audit Committee and Audit Committee Chairperson

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: Pursuant to Section 3.3.1 of the Board of Directors Compensation Policy, Directors who are members of a Board Committee shall receive \$100 for attendance and participation in a Board Committee meeting (which is currently included in the Cooperative's Operating Budget) in addition to the fixed monthly fee. Directors may receive up to a maximum of \$400 annually for each Board Committee.

The Cooperative's Board Committee Guidelines provide that each standing committee of the Board has a chairperson who is appointed annually by the Board President and approved by the Board. Those appointments take place at the first Regular or Special Board Meeting following the Cooperative's Annual Meeting.

On July 15, 2013, the Board voted to dissolve all standing committees except the Audit Committee. The Board may now consider appointment of the Audit Committee and the Audit Committee Chairperson.

The 2025-2026 Audit Committee Members were:

- Amy Akers, Chairperson
- Mark Ekrut, Committee Member
- Milton Rister, Committee Member

BE IT RESOLVED BY THE BOARD OF DIRECTORS that Directors _____ and _____ are hereby appointed and affirmed as members of the Audit Committee, effective as of June 19, 2026.

BE IT RESOLVED BY THE BOARD OF DIRECTORS that Director _____ is hereby appointed and affirmed as the Chairperson of the Audit Committee, effective as of June 19, 2026.



File #: 2026-149, Version: 1

Friday, May 15, 2026 - Regular Meeting Minutes
Friday, June 6, 2026 - Special Meeting Minutes



Pedernales Electric Cooperative

PO Box 1
Johnson City, TX 78636

Meeting Minutes - Draft

Board of Directors

Friday, May 15, 2026

10:00 AM

PEC Headquarters Auditorium

201 S Ave F, Johnson City, TX 78636

Open Session of this Regular Meeting is held in the PEC Auditorium and recorded in accordance with Board Meetings Policy. Members may watch this meeting by live stream from the PEC website at <https://pec.legistar.com/Calendar.aspx>.

Call to Order and Roll Call

This meeting was called to order at 10:10 a.m., on May 15, 2026, at the PEC Headquarters Auditorium, 201 South Avenue F, Johnson City, Texas.

Present: 7 - Director Milton Rister, President Emily Pataki, Secretary/Treasurer Mark Ekrut, Vice President Travis Cox, Director Alice Price, Director Paul Graf, and Director Amy Akers

Safety Briefing

President Emily Pataki provided the Safety Briefing.

Adoption of Agenda

The agenda was adopted as posted and without objection.

Consent Items

Without objection the items listed under Consent Items were approved by general consent.

1. [2026-124](#) **Friday, April 17, 2026 - Regular Meeting Minutes**
Tuesday, April 21, 2026 - Special Meeting Minutes

Attachments: [2026-04-17 OS Minutes](#)
[2026-04-21 OS Special Meeting Minutes](#)

Cooperative Recognitions

2. [2026-125](#) **Moment of Silence in Commemoration of Memorial Day**

President Emily Pataki recognized the upcoming May 25, 2026, Memorial Day Holiday with a moment of silence to honor U.S. military members who gave their lives while serving in the armed forces.

Cooperative Monthly Report

3. [2026-127](#) Cooperative Update - J Parsley/E Dauterive/N Fulmer/R Kruger/J Urban

Attachments: [May Cooperative Update 2026-127](#)

Ms. Julie Parsley, Chief Executive Officer, Mr. Eddie Dauterive, Chief Strategy Officer, Mr. Nathan Fulmer, Chief Operations Officer - Distribution, Mr. Randy Kruger, Chief Financial Officer, and Mr. JP Urban, Chief Administrative Officer, presented a collaborative Cooperative Update.

Member Comments (3-minute limitation or as otherwise directed by Board)

4. [2026-128](#) Member Comments

Attachments: [Decorum Policy](#)

There were no member comments.

Action Items / Other Items

5. [2026-130](#) Resolution - Approval of Capital Credits Special Distribution during Calendar Year 2026 - J Smith

Body: **NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE** that based on review, discussion and evaluation of the Capital Credits Policy considering the financial state of the Cooperative and fairness to its members and former members, with input from the Cooperative's Chief Financial Officer, that capital credit retirements as described herein will not result in any adverse impact to the Cooperative;

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Cooperative distribute and pay out Special Capital Credit Retirements in an amount not to exceed \$5,800,000 on or prior to June 30, 2026, as described herein to any former members who are entitled to a distribution of at least \$10.00 by check; and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that PEC's Chief Financial Officer, or designee, is authorized to take actions necessary or appropriate and in the best interests of the Cooperative to implement this resolution.

Attachments: [Approval of 2026 Capital Credits Special Distribution Final 2026-130](#)

Ms. Janelle Smith, Director of Finance, presented the resolution and asked the Board for approval.

A motion was made by Director Akers, seconded by Secretary/Treasurer Ekrut, that this item be approved. The motion carried by the following vote:

Yes: 7 - Rister, Pataki, Ekrut, Cox, Price, Graf, and Akers

6. [2026-131](#) **2026 Election Timeline Monthly Update - A Stover (Written Report in Materials)**

Attachments: [Election Timeline 2026-131](#)
[January-December 2026](#)

Ms. Andrea Stover, General Counsel, said voting begins May 19, 2026.

7. [2026-132](#) **Summer Preparedness - N Fulmer/J Greene/J Urban/C Powell**

Mr. Christian Powell, Chief Compliance Officer, Mr. Nathan Fulmer, Chief Operations Officer - Distribution, Mr. Jonathan Greene, Chief Operations Officer - Transmission, and Mr. JP Urban, Chief Administrative Officer, presented a collaborative report.

Proposed Future Items / Meetings (subject to final posting)

8. [2026-133](#) **List of Board Approved Future Meetings**

Attachments: [2026 Board Meeting Calendar](#)

President Emily Pataki stated that the Board approved meeting dates were included in the meeting materials.

9. [2026-134](#) **Board Planning Calendar (Written Report in Materials)**

Attachments: [Annual Planning Calendar](#)
[3-Month Outlook](#)

President Emily Pataki stated that the planning calendars were included in the meeting materials.

Recess to Executive Session

President Emily Pataki announced the items to be discussed in Executive Session and at 11:01 a.m., stated the Board would go into Executive Session.

Executive Session - Legal and Governance Matters

10. [2026-135](#) **Matters in Which the Board Seeks the Advice of its Attorney as Privileged Communications in the Rendition of Professional Legal Services**

11. [2026-136](#) **Litigation and Related Legal Matters - A Stover**

12. [2026-137](#) **Resolution - Approval of Authorization for Initiation, Settlement, or Disposition of Litigation Matter(s) - A Stover**

13. [2026-138](#) **Discussion of Board Relation Issues**

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14. [2026-139](#) Ethics and Compliance Semiannual Update - J Rickman/B Headrick/C Powell

Executive Session - Contract and Competitive Matters

15. [2026-140](#) Resolution(s) - Approval of Contract Renewals or Extensions - A Stover
16. [2026-153](#) Draft Resolution - Approval of Agreement Extension for Treasury Software Services - R Kruger
17. [2026-129](#) Draft Resolution - Approval of Budget Process Updates - J Smith/K Jones
18. [2026-100](#) Draft Resolution - Proposal for Approval of Allocation of 2025 Net Margins to Capital Credits - J Smith/K Jones
19. [2026-147](#) CFO Quarterly Update - R Kruger
20. [2026-150](#) Draft Resolution - Approval of Contract for Liberty Hill Warehouse and District Improvements - L Anderson/N Fulmer
21. [2026-141](#) Update on Competitive ERCOT Regulatory Matters - C Powell/E Blakey
22. [2026-142](#) Markets Report - R Kruger/R Strobel

Executive Session - Real Estate Matters

23. [2026-143](#) Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions - A Stover
24. [2026-144](#) Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions - A Stover

Executive Session - Safety and Security Matters

25. [2026-145](#) Safety and Security Matters

Executive Session - Personnel Matters

26. [2026-146](#) Personnel Matters
- [2026-148](#) Resolution - Review and Approval of 2026 CEO Performance Evaluation and Compensation - T Cox

Reconvene to Open Session

At 3:31 p.m., the Board reconvened to the Open Session meeting. President Emily Pataki and Vice President Travis Cox were not present.

Present: 5 - Director Milton Rister, Secretary/Treasurer Mark Ekrut, Director Alice Price, Director Paul Graf, and Director Amy Akers

Absent: 2 - President Emily Pataki, and Vice President Travis Cox

Items from Executive Session

The following agenda item was discussed in Executive Session and set for approval in Open Session.

27. [2026-148](#) Resolution - Review and Approval of 2026 CEO Performance Evaluation and Compensation - T Cox

Body: NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS that the Agreement with the CEO is approved as discussed this day in Executive Session.

A motion was made by Secretary/Treasurer Ekrut, seconded by Director Rister, that this item be approved. The motion carried by the following vote:

Yes: 5 - Rister, Ekrut, Price, Graf, and Akers

Absent: 2 - Pataki, and Cox

Adjournment

There being no further business to come before the Board of the Directors, the meeting adjourned at 3:32 p.m.

Approved:

Mark Ekrut, Secretary

Emily Pataki, President



Meeting Minutes - Draft

Board of Directors

Friday, June 5, 2026

10:00 AM

PEC Headquarters Auditorium

Special Meeting

Open Session of this Special Meeting was held in the PEC Auditorium in accordance with Board Meetings Policy.

Call to Order and Roll Call

This meeting was called to order at 10:06 a.m., on June 5, 2026, at the PEC Headquarters Auditorium, 201 South Avenue F, Johnson City, Texas. Vice President Travis Cox was not present. Director Alice Price attended the meeting via Teams.

Present: 6 - Director Milton Rister, President Emily Pataki, Secretary/Treasurer Mark Ekrut, Director Alice Price, Director Paul Graf, and Director Amy Akers

Absent: 1 - Vice President Travis Cox

Safety Briefing

President Emily Pataki provided the Safety Briefing.

Adoption of Agenda

The agenda was adopted as posted and without objection.

Consent Items

There were no Consent Items.

Member Comments (3-minute limitation or as otherwise directed by Board)

1. [2026-192](#) **Member Comments**

Attachments: [Decorum Policy](#)

There were no member comments.

Recess to Executive Session

President Emily Pataki announced the items to be discussed in Executive Session and at 10:07 a.m., stated the Board would go into Executive Session.

Executive Session - Personnel Matters
2. [2026-201](#) Personnel Matters - A Stover
Reconvene to Open Session

At 10:50 a.m., the Board reconvened to the Open Session meeting. Vice President Travis Cox was not present. Director Alice Price attended the meeting via Teams.

Present: 6 - Director Milton Rister, President Emily Pataki, Secretary/Treasurer Mark Ekrut, Director Alice Price, Director Paul Graf, and Director Amy Akers

Absent: 1 - Vice President Travis Cox

Items from Executive Session

The following items Resolution 2026-202 and Resolution 2026-203 were discussed in Executive Session and set for approval in Open Session.

3. 2026-202 Resolution - Approval of Amendment to Resignation Agreement - E Pataki

Body: NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the amendments to the Agreement are reasonable and appropriate as discussed this day in Executive Session and in the confidential term sheet; and

BE IT FURTHER RESOLVED that the Board President, or designee, is authorized to execute the Agreement as amended and presented in Executive Session this day and take all such actions as needed to implement this resolution.

A motion was made by Secretary/Treasurer Ekrut, seconded by Director Akers, that this item be approved. The motion carried by the following vote:

Yes: 6 - Rister, Pataki, Ekrut, Price, Graf, and Akers

Absent: 1 - Cox

4. 2026-203 Resolution - Approval of Employment Agreement - E Pataki

Body: NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Employment Agreement for the new CEO has reasonable terms and its execution and hiring of the candidate is in the best interest of the Cooperative as discussed Executive Session and the confidential term sheet; and

BE IT FURTHER RESOLVED that the Board President, or designee, is authorized to execute the Employment Agreement as presented in Executive Session and take all such actions as needed to implement this resolution.

A motion was made by Director Graf, seconded by Secretary/Treasurer Ekrut, that this item be approved. The motion failed by the following vote:

Yes: 6 - Rister, Pataki, Ekrut, Price, Graf, and Akers

Absent: 1 - Cox

Adjournment

There being no further business to come before the Board of the Directors, the meeting adjourned at 10:53 a.m.

Approved:

Mark Ekrut, Secretary

Emily Pataki, President



Pedernales Electric Cooperative

PO Box 1
Johnson City, TX 78636

File #: 2026-163, **Version:** 1

Cooperative Update - J Parsley/J Greene/N Fulmer/R Kruger/J Urban

Submitted By: Julie Parsley
Department: Chief Executive Officer



Cooperative Update

Julie C. Parsley | Chief Executive Officer

Jonathan Greene | Chief Operations Officer - Transmission

Nathan Fulmer | Chief Operations Officer - Distribution

Randy Kruger | Chief Financial Officer

JP Urban | Chief Administrative Officer

Open Session – June 19, 2026



CEO Report

Julie C. Parsley | Chief Executive Officer

PUC & ERCOT Update

- June 1-2, ERCOT Board of Directors approved the proposed batch zero process
- June 17-18, PGRR 145 was presented for PUC approval, the final step in the approval process
- *To be updated prior to PEC Board Meeting on June 19, the next PUC Open Meetings are June 17 and 18*



- June 2nd meetings

Data Center Directive

- On June 10, Governor Greg Abbott sent a letter to PUC Chair Thomas Gleeson and ERCOT CEO Pablo Vegas with direction to take immediate steps to protect residential ratepayers from the costs of data center expansion
- The PUC is to require data centers to fully fund the costs of electric infrastructure for their operations, preventing those costs from being passed on to residential ratepayers
- Governor Abbott requests a joint memorandum from the PUC and ERCOT by July 17, 2026, to identify available actions under existing authority and to recommend further legislative proposals



PEC United Charities

- United Charities is PEC's employee-giving program
- More than \$355,000 dispersed to 268 non-profit organizations this year
- Funded through employee contributions
- PEC United Charities is an established program of over 40 years



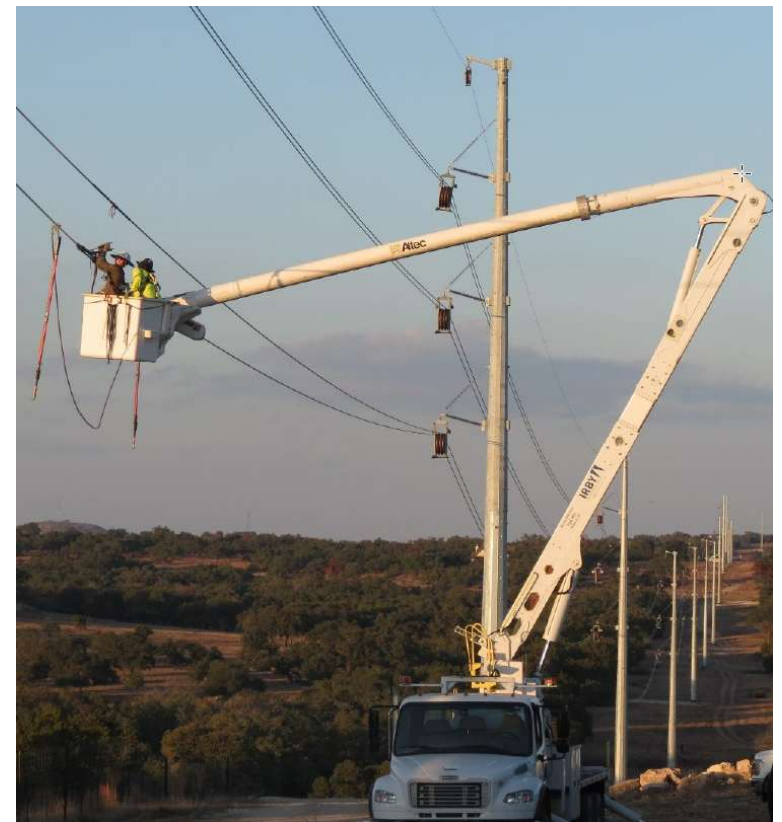


June Quarterly Report

Jonathan Greene | Chief Operations Officer -
Transmission

T587 Blanco-Mountain Top Upgrade

- Construction completed in December 2025
- Transmission line rebuild and upgrade increases system capacity and improves system reliability



Whitestone T1 and T2 Upgrade

- Construction completed in February 2026
- Transformer upgrades increase the load capacity and improve the reliability in Cedar Park
- Provides additional load-serving capability and contingency to neighboring substations including Blockhouse, Nameless, Buttercup, Spanish Oak, Avery Ranch, and Kent Street



Old 81 Substation

- Construction completed in June 2026
- Substation addition improves reliability and redundancy in the Kyle area
- Offloads feeders and transformers from neighboring substations, including Kyle, Goforth and Lehigh



- **System Performance**

- Transmission system is performing well – through first half of 2026, system availability is high, and PEC has experienced no transmission operations causing a loss of load

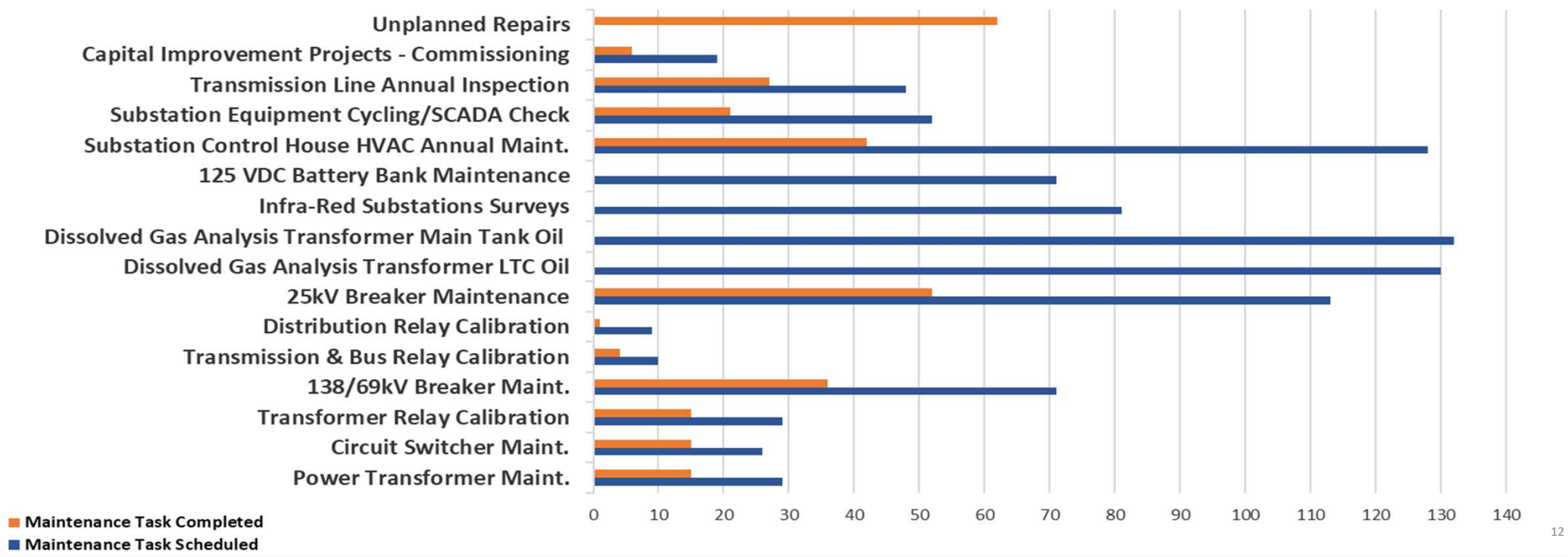
- **Summer Operations**

- Completed summer preparations, including all ERCOT and internal training
- ERCOT summer outage restrictions began May 15th
- Completed several capital projects to return system to normal operations to support summer loading
- TCC will continue to monitor the system for any necessary changes to PEC operations plans

System Maintenance

2026 Transmission Maintenance

- Equipment maintenance is completing as scheduled
- Completed **433** substation inspections, and **62** corrective repairs
- ERCOT Summer Inspections – Anticipated to start mid-summer





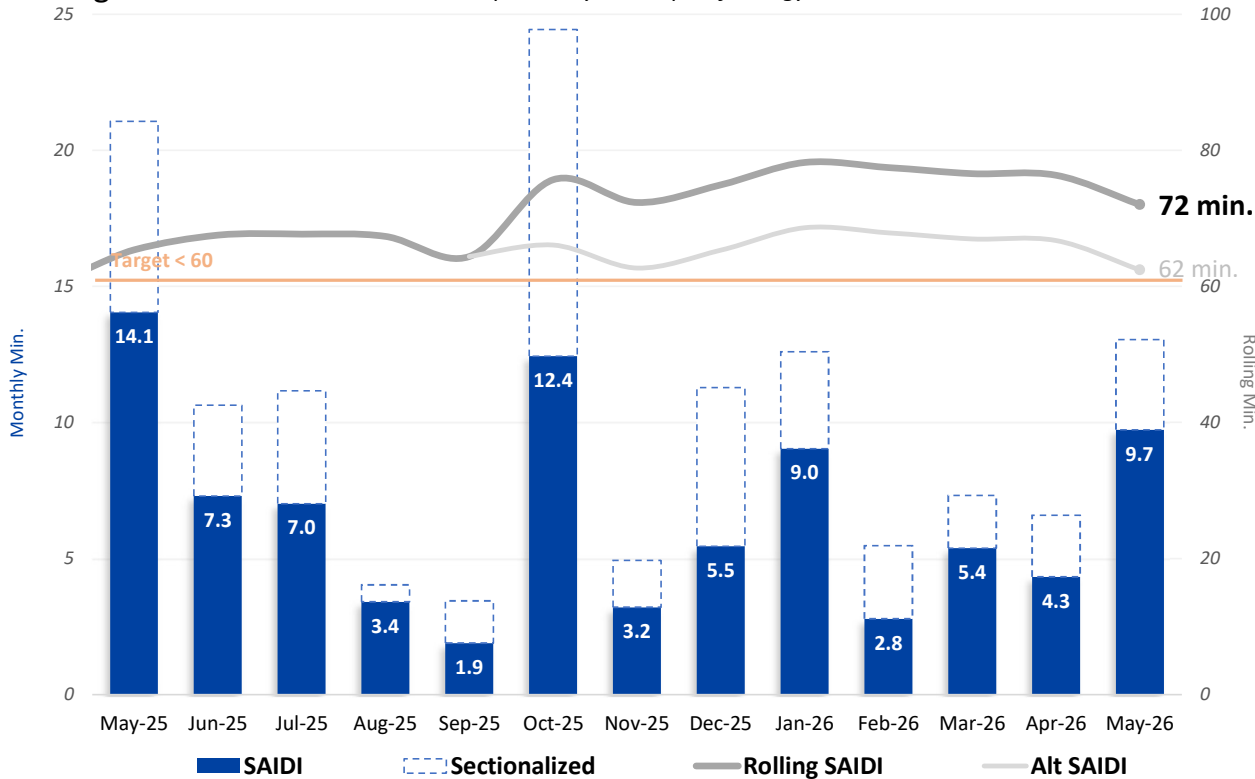
Operations Report

Nathan Fulmer | Chief Operations Officer -
Distribution

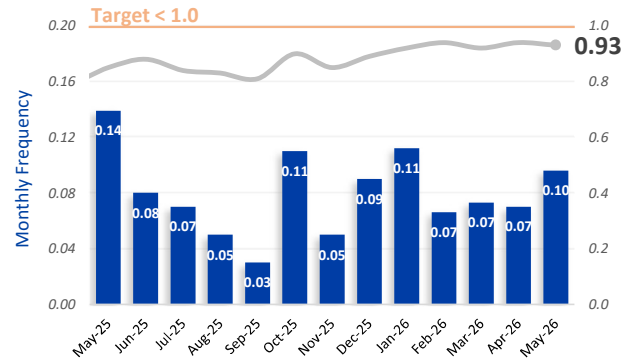
Reliability

SAIDI System Average Interruption Duration Index

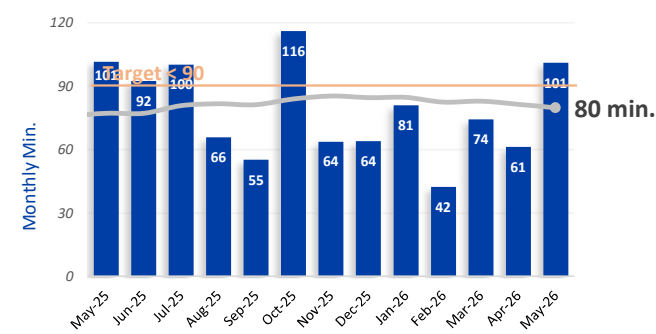
TX Avg SAIDI in 2024 = **153 min.** reported by the Dept. of Energy



SAIFI System Average Interruption Frequency Index



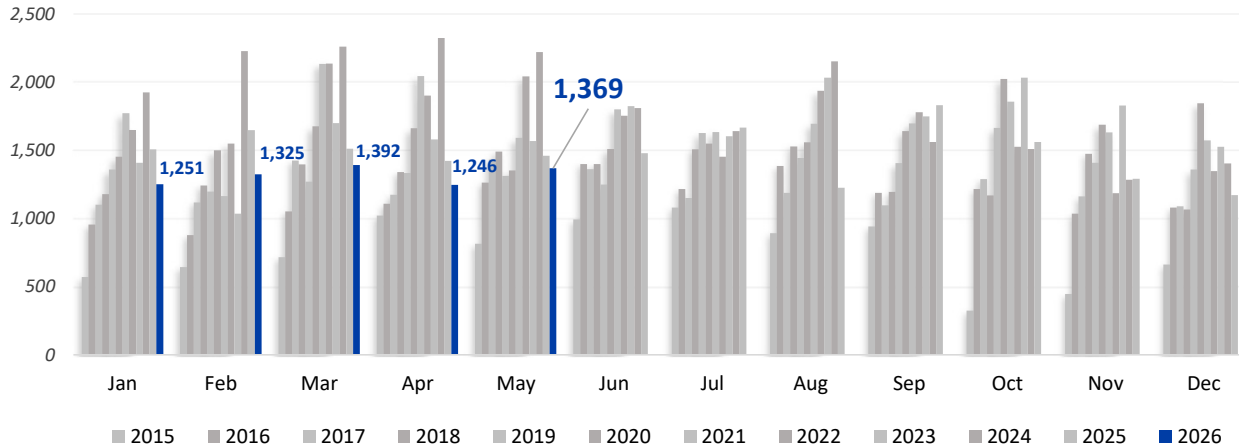
CAIDI Customer Average Interruption Duration Index



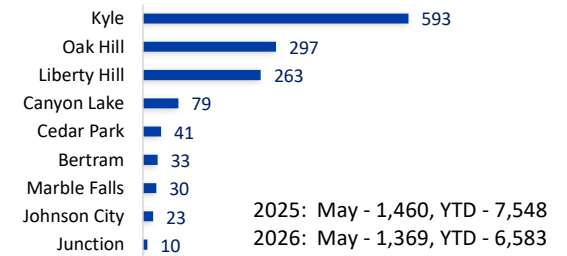
System Growth

Line Extensions Completed

2023: 19,886 2024: 22,323 2025: 17,770 2026: 6,583



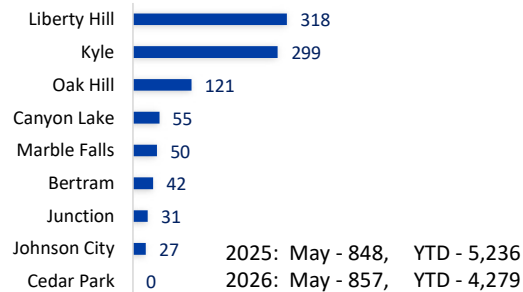
Line Extensions by District (1,369)



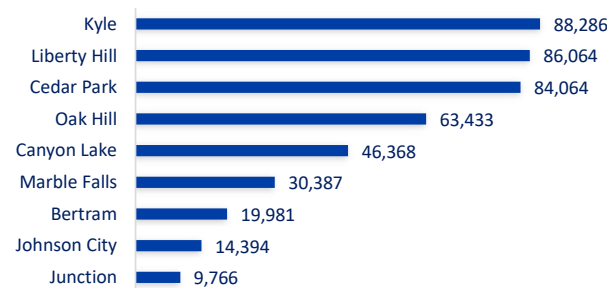
Miles of Distribution Line:

Overhead:	17,878	(68%)
Underground:	8,333	(32%)
Total:	26,211	

Net Meter Growth (857)

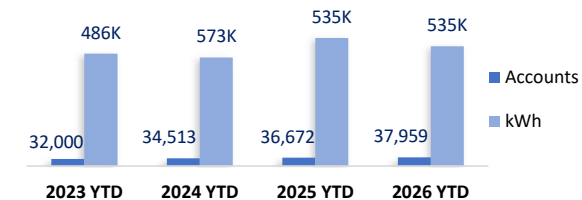


Meter Totals (442,743)



Residential & Commercial

Non-Residential Accounts and Consumption YTD



Residential: 91% of Accounts, 70% of kWh
Non-Residential: 9% of Accounts, 30% of kWh

Department Highlights

Facilities

- Repaired water leak at Junction office with significant savings from in-house completion
- HVAC upgrades and repairs:
 - Kyle
 - HQ Annex
 - HQ Yellow Houses
 - Marble Falls
 - Technical Training Center



Fleet

- Responded to, and recovered, immobilized equipment during recent storms

Project Spotlight

Liberty Hill Yard Expansion

- Expand materials yard into adjacent 13-acre property
- Improvements include:
 - Base stabilization
 - Fencing
 - Additional entrance off Seward Junction Loop
 - Detention pond
 - Perimeter lighting
- Expected completion in July 2026





May 2026 Financial Report

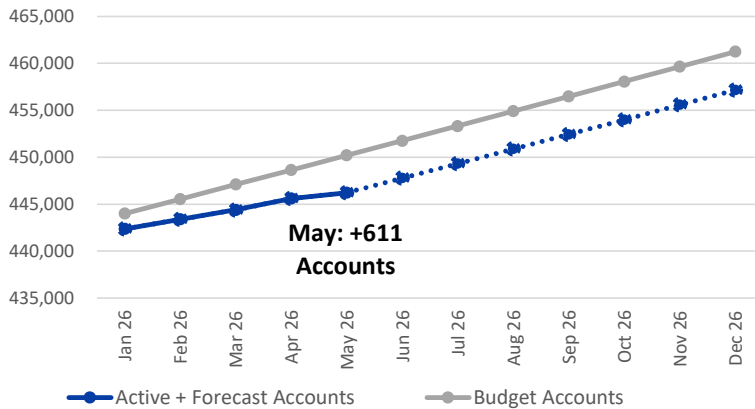
Randy Kruger | Chief Financial Officer

Finance at a Glance – May 2026

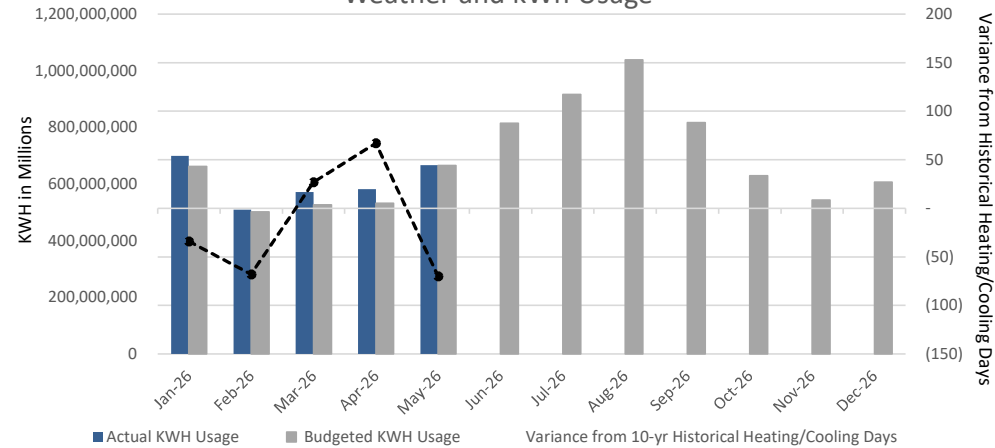
	MTD (\$ in millions)			YTD (\$ in millions)		
	Actual	Budget	Variance	Actual	Budget	Variance
MWH Sold	666,603	665,414	1,189	3,031,050	2,889,469	\$ 141,580
Gross Margins	\$ 36.3	\$ 34.4	\$ 1.9	\$ 169.5	\$ 165.6	\$ 3.9
Net Margins	\$ 6.1	\$ 4.8	\$ 1.3	\$ 31.4	\$ 16.9	\$ 14.5
EBIDA	\$ 18.2	\$ 16.8	\$ 1.4	\$ 90.8	\$ 75.8	\$ 15.0
Revenue O/(U)	\$ 6.0	\$ 3.2	\$ 2.8	\$ (2.4)	\$ (7.1)	\$ 4.7
EBIDA(X)	\$ 24.2	\$ 20.0	\$ 4.2	\$ 88.4	\$ 68.7	\$ 19.7

	Liquidity Coverage
Cash & Marketable Securities	\$ 75,734,667
Short Term Facilities	605,000,000
Less: Short Term Borrowings	-
Available Liquidity	\$ 680,734,667
Liquidity Coverage (Days)	308

Active Account Growth

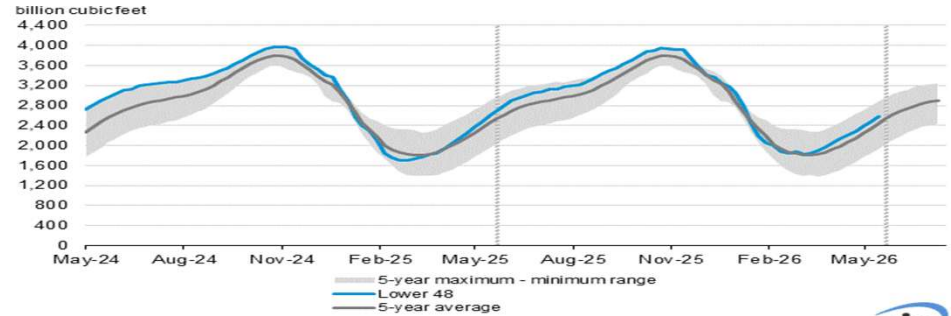


Weather and kWh Usage



Power Market Fundamentals

Working gas in underground storage compared with the 5-year maximum and minimum

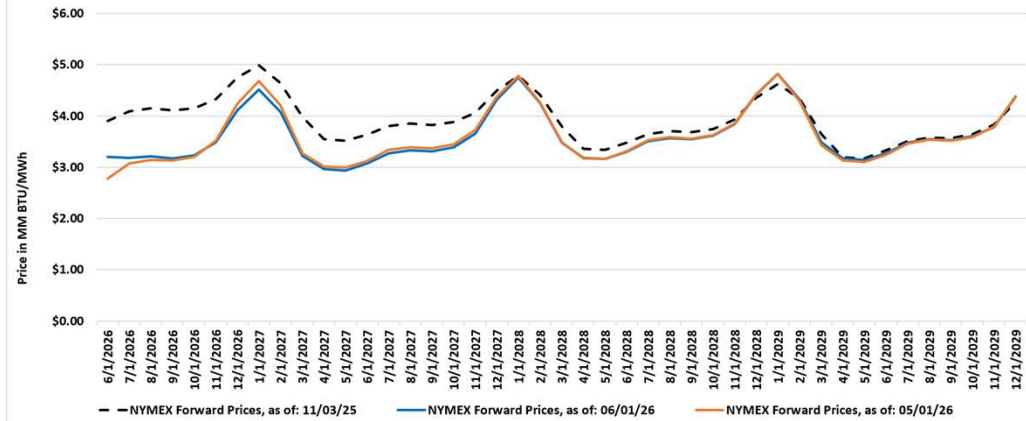


Data source: U.S. Energy Information Administration
 Note: The shaded area indicates the range between the historical minimum and maximum values for the weekly series from 2021 through 2025. The dashed vertical lines indicate current and year-ago weekly periods.

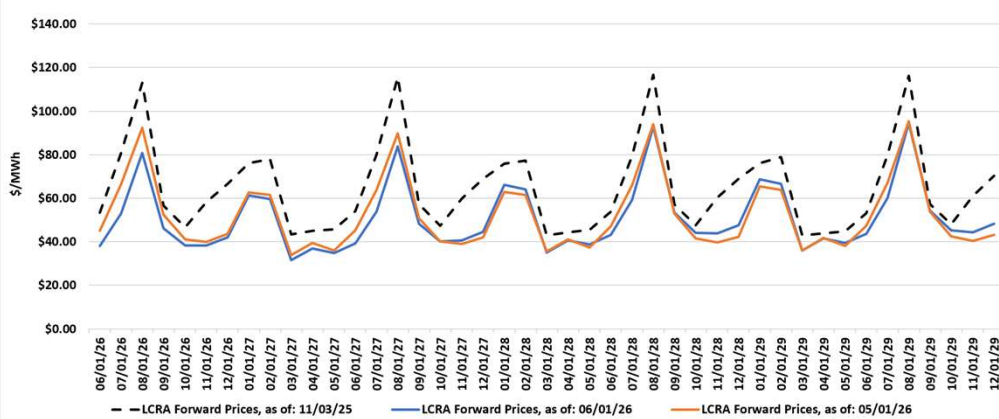
As of June 4, 2026



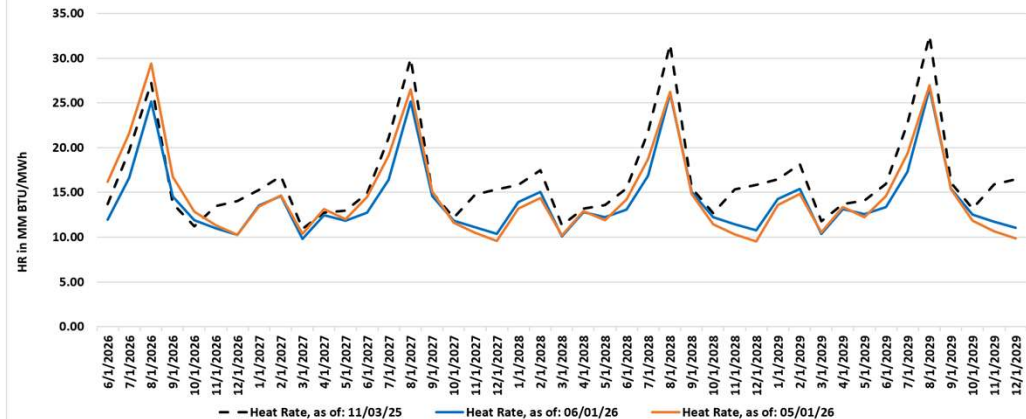
Forward Gas Prices



Power Forward Prices, ATC



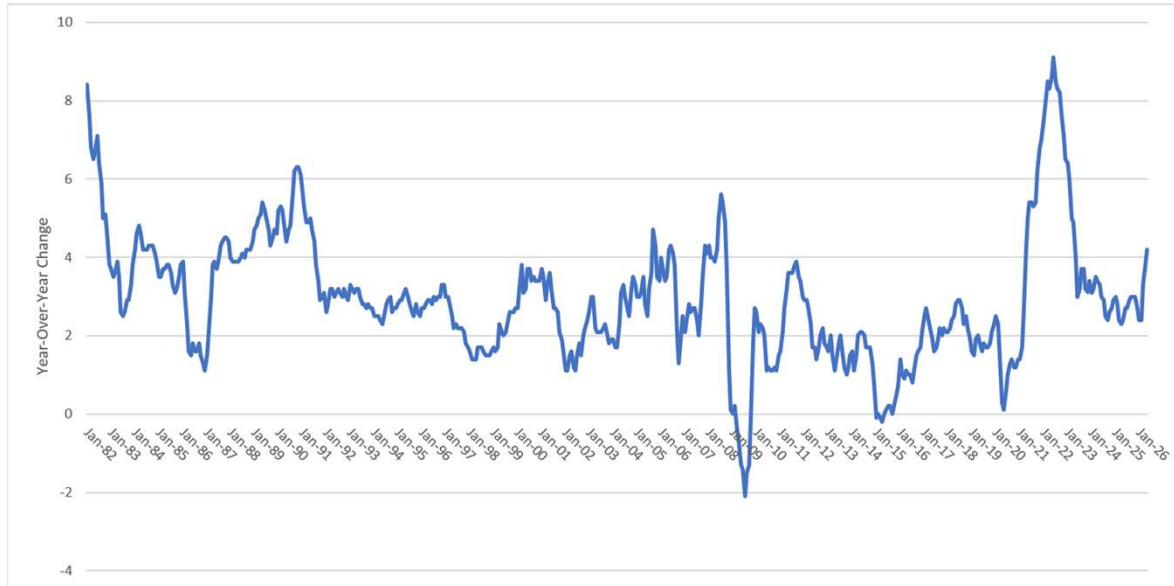
Forward Heat Rates



Inflation

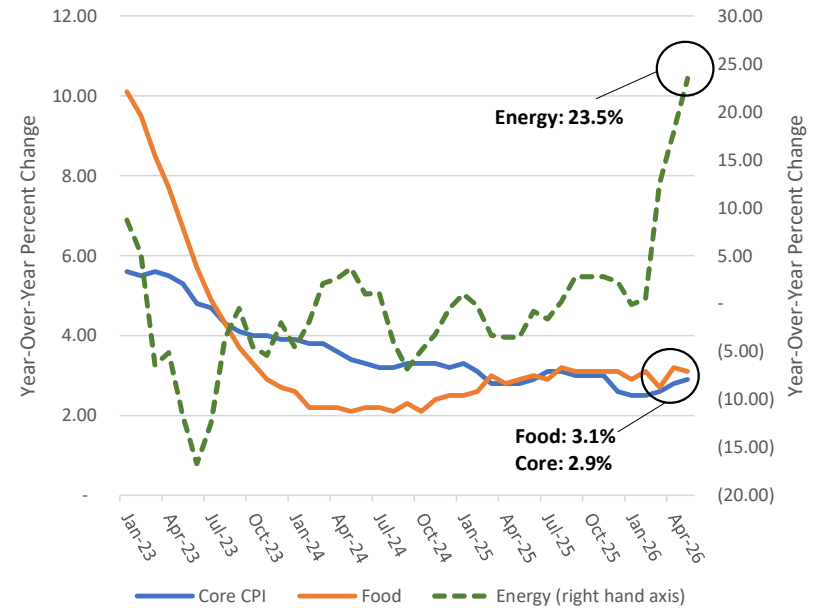
Overall CPI increased to 4.2% YoY from 3.8% YoY in April; Core CPI increased to 2.9% YoY from 2.8% YoY in April. Energy prices were up 23.5% YoY driven by fuel oil (+58.9%), gasoline (+40.5%), electricity (+5.9%), and utility gas service (+3.0%)

CPI Jan 1982 to May 2026



Source: U.S. Bureau of Labor Statistics

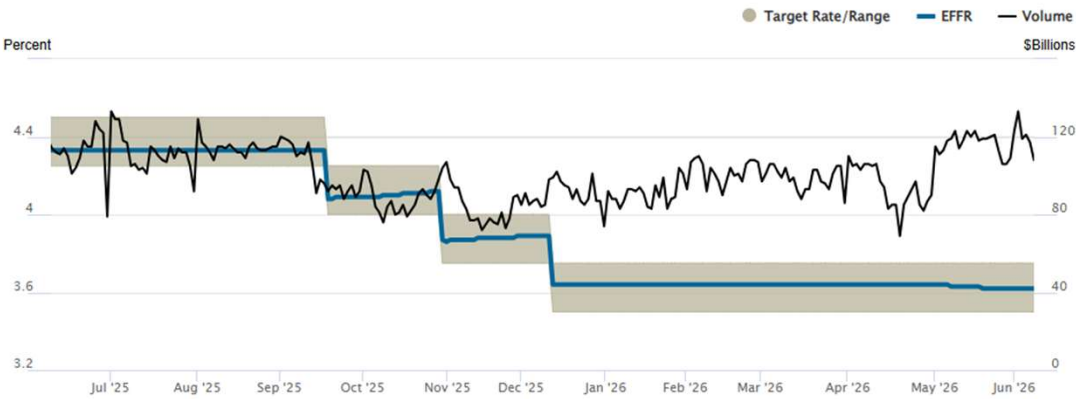
**Core CPI, Food and Energy
Jan 2023 to May 2026**



Source: U.S. Bureau of Labor Statistics

Interest Rates

Federal Funds Rate



Source: Federal Reserve Bank of New York 6/9/2026

10-Year Note



Source: *The Wall Street Journal* 6/9/2026



CAO Report

JP Urban | Chief Administrative Officer

Member Relations Report

May Member Relations Metrics

- Agent Utilization: 76.28%
- Calls handled: 19,765
- Chats handled: 1,477
- Applications for existing service:
 - Online: 3,855 (36%)
 - Phone: 6,954 (64%)
- Member experience satisfaction rating: 4.5 out of 5
- Member experience first contact resolution: 87.5%
- 92.59% of members say they would enjoy working with the same agent again



Meet A Lineworker

Wednesday, June 10, 2026

Mammen Family Public Library, Bulverde

Save the Date - Solar Car Derby

Tuesday, June 23, 2026, 10 a.m. to noon

Cedar Park Recreation Center

- Youth Tour
 - June 14-21



Appreciation and Look Ahead

Employee Shoutouts*

To be updated



Gracie Granado
Member Relations
Analyst
Oak Hill



Tori Lugo
Member Relations
Agent
Oak Hill



Justin Ford
Journeyworker
Cedar Park

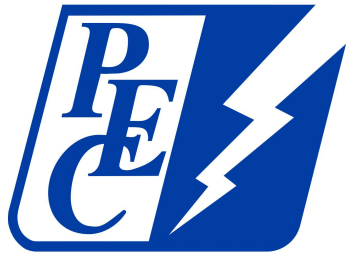


**Ashley
Montgomery**
Energy Services
Analyst, Associate
Marble Falls

**These were selected from the hundreds of shoutouts PEC receives each month*



Appendix Pages



Appendix - Operations Report

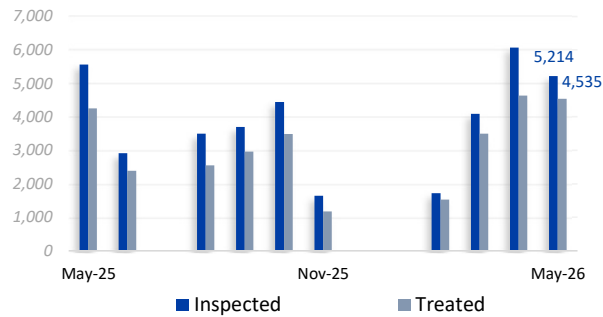
Nathan Fulmer | Chief Operations Officer - Distribution

Maintenance & Technical Services

Pole Testing & Treatment (PTT)

Poles Inspected & Treated

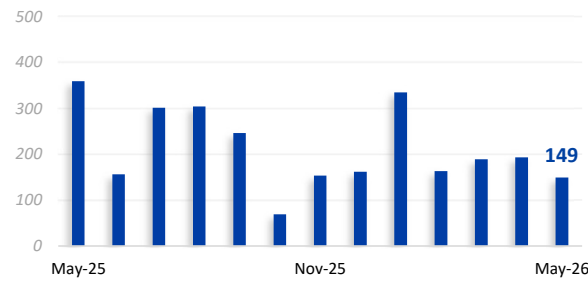
2025 YTD: Inspections - 26,404 Treated - 20,582
 2026 YTD: Inspections - 17,097 Treated - 14,194



Underground Equipment

Pad Restorations

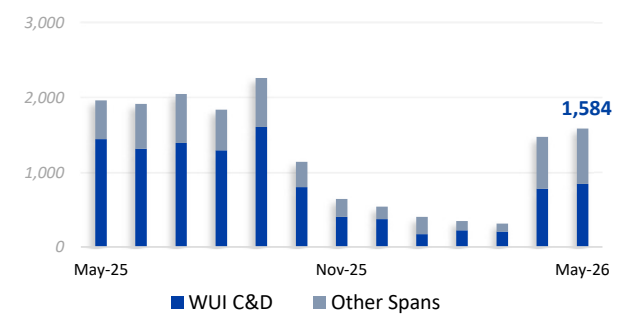
2025 YTD: 1,472
 2026 YTD: 1,029



Vegetation Management

Span Clearings

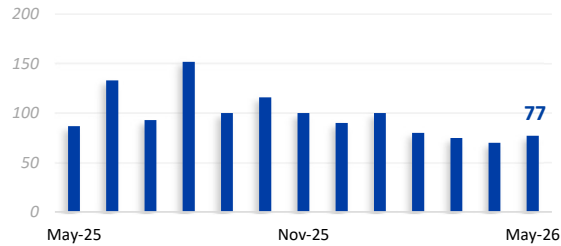
2025 YTD: Encroachments Completed - 9,021
 2026 YTD: Encroachments Completed - 4,132



Technical Services

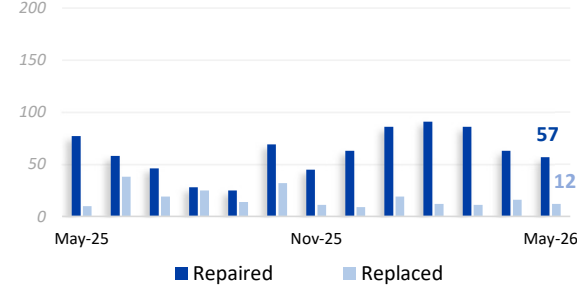
Equipment Inspections

2025 YTD: 518
 2026 YTD: 402



Equipment Repaired or Replaced

2025 YTD: Repaired - 453 Replaced - 109
 2026 YTD: Repaired - 383 Replaced - 70



Planning Engineering Projects

Project	Completion	Percent Complete
20-Year Plan Study	Feb 2026	100%
2026 CIP Project Maps	Feb 2026	95%
Load Projection Study	Mar 2026	100%
Capacitor Settings	Mar 2026	100%
4CP Study	Apr 2026	100%
Summer Contingency	May 2026	95%
UFLS Study	Jul 2026	
CIP (1 st Draft) Study	Jul 2026	50%
CIP (Final Draft) Study	Jul 2026	0%
Mock UFLS Study	Dec 2026	0%
Winter Contingency	Dec 2026	0%

Facilities Projects

Large Project Updates

Liberty Hill Materials Yard Expansion

Construction entering final phase with full completion expected in July 2026.

Liberty Hill Warehouse Expansion

Design and construct +/- 15k sq. ft. warehouse and convert existing warehouse and training area to space for staffing. Design adjustments are being made to incorporate permit requirements.

Bertram Yard Expansion

Expand materials yard into adjacent property, grade and stabilize base, and install perimeter fencing, lighting, and new gate along Hwy. 29. Construction is underway with expected completion in Q3 2026.

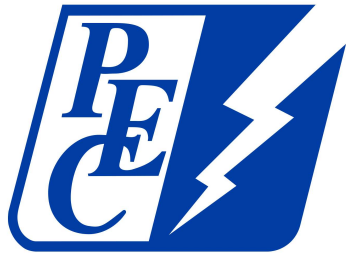
Generator Refresh

Replacement of end-of-life back-up generators at Kyle, Cedar Park, Bertram, Canyon Lake, and Haley Rd. Construction has begun in Bertram and Haley Rd. with completion expected in Q3. Canyon Lake preparation work to begin in June.

Spring Branch Fencing

Upgrade fencing along 281 frontage and install concrete drive with motorized vehicle gate. RFP to be released in June 2026.





Appendix - Financial Report

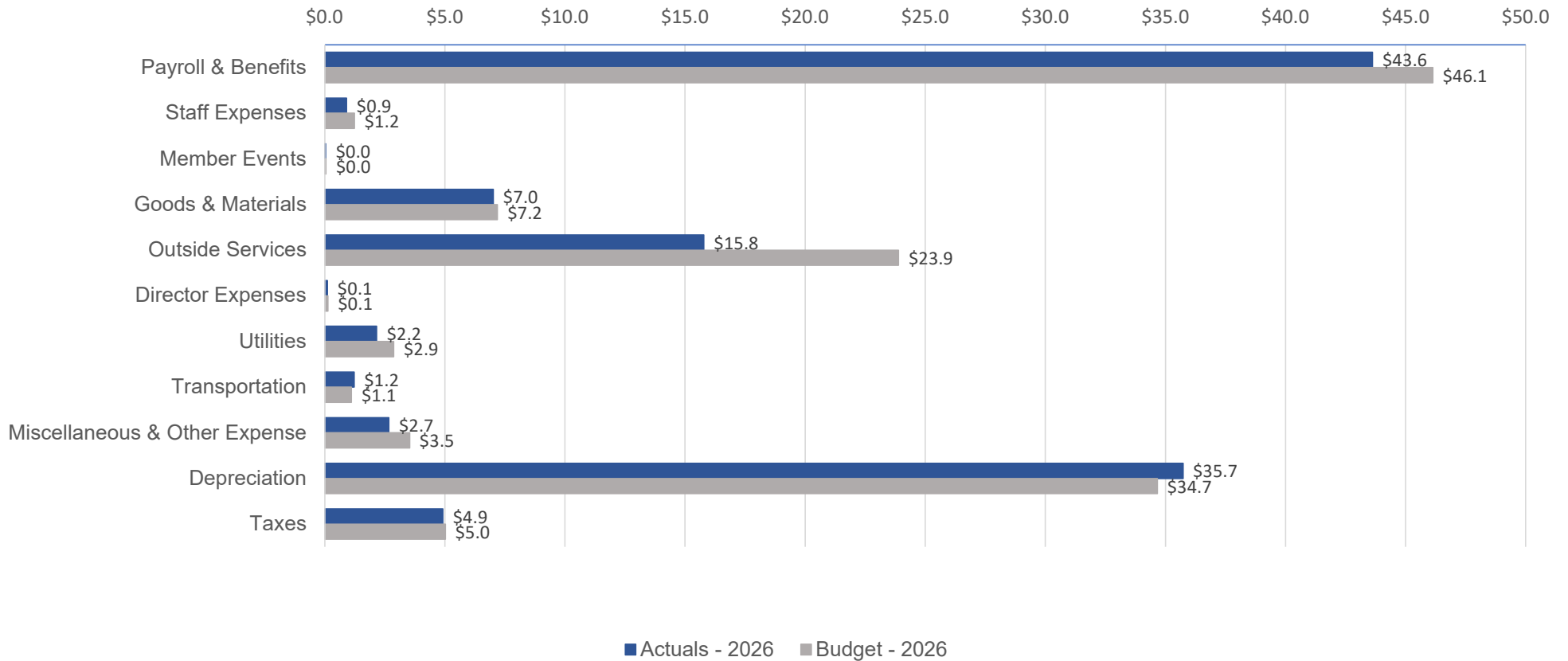
Randy Kruger | Chief Financial Officer

Financial Performance

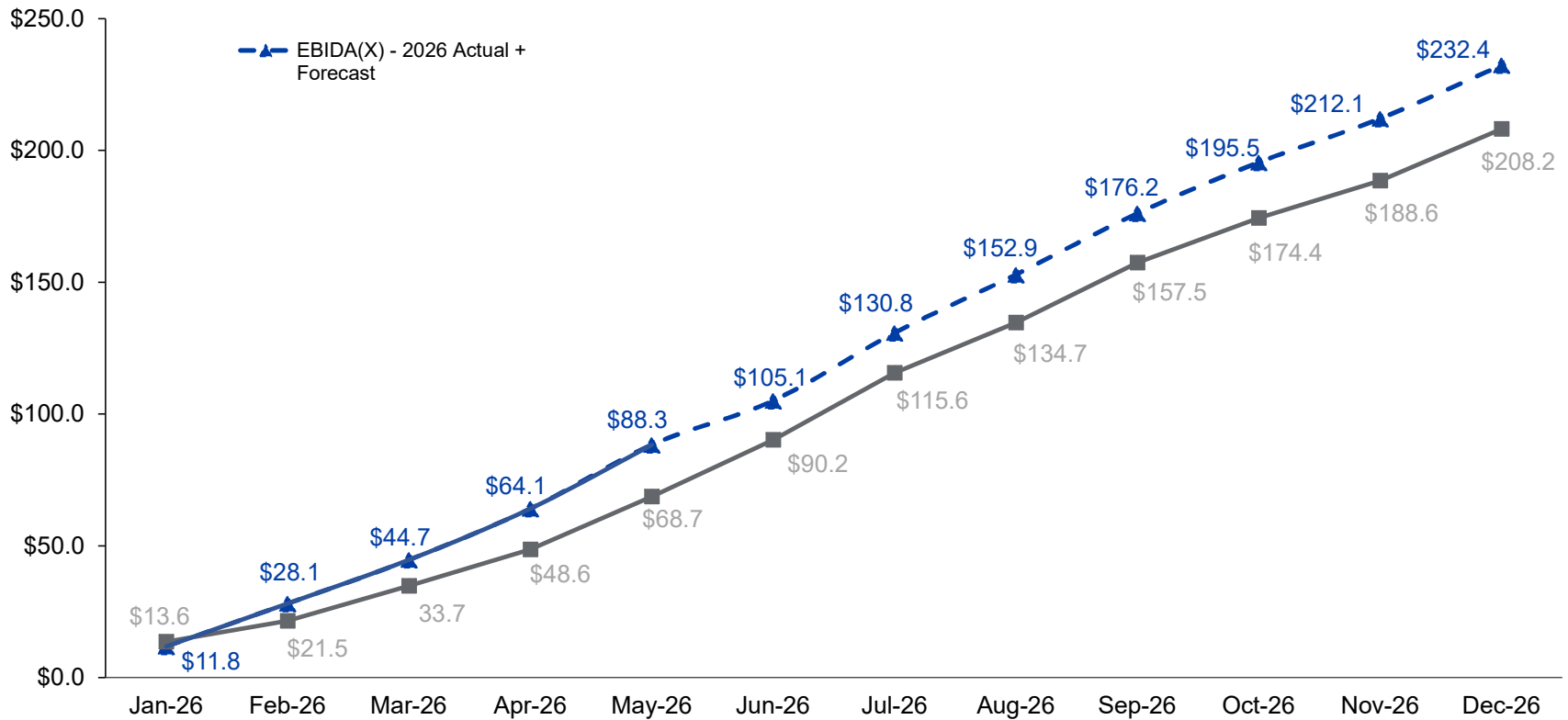
	MTD			YTD			Annual	2025 to 2026 % Change
	Actual	Budget	Prior Year	Actual	Budget	Prior Year	Budget	
Gross Margins	\$ 36,341,439	\$ 34,369,369	\$ 36,915,769	\$ 169,533,478	\$ 165,569,868	\$ 161,208,717	\$ 423,682,060	5.16%
Operating Expenses Ex. Depreciation	16,968,007	17,719,615	15,594,969	78,450,404	91,142,410	78,072,588	218,995,290	0.48%
Depreciation	7,177,424	7,159,285	6,765,769	35,735,369	34,661,732	33,594,508	85,396,529	
Interest Expense	4,962,468	4,840,019	4,526,508	23,639,783	24,218,677	22,428,473	58,430,758	
Other Income	1,154,019	(170,333)	(385,684)	317,669	(1,371,672)	(1,116,804)	4,982,148	
Net Margins	\$ 6,079,521	\$ 4,820,783	\$ 10,414,207	\$ 31,390,253	\$ 16,918,721	\$ 28,229,952	\$ 65,841,632	
EBIDA	\$ 18,219,413	\$ 16,820,087	\$ 21,706,484	\$ 90,765,405	\$ 75,799,130	\$ 84,252,933	\$ 209,668,918	7.73%
Over (Under) Collected Revenues	5,981,450	3,218,209	7,557,793	(2,412,841)	(7,122,106)	14,841,721	(1,461,948)	
EBIDA(X)	\$ 24,200,863	\$ 20,038,296	\$ 29,264,277	\$ 88,352,564	\$ 68,677,024	\$ 99,094,654	\$ 208,206,970	
Total Long-Term Debt							1,408,138,575	
Debt Service							94,910,333	
Debt Service Coverage Ratio							2.15	
Equity as Percent of Assets							38.3%	
Net Plant in Service							\$2,465,539,944	
Capital Improvement Spend							\$260,319,172	
Energy Sales kWh	666,603,347	665,414,025	707,252,055	3,031,049,635	2,889,469,288	3,228,207,997	8,292,263,992	-6.11%
Energy Purchases kWh	703,789,018	703,090,225	744,626,757	3,205,767,180	3,053,260,677	3,337,296,268	8,728,727,464	-3.94%
Active Accounts				446,220	450,187	432,102	461,238	3.27%

Cost of Service (in millions)

YTD Actuals vs Budget through May 2026



EBIDA(X) Year to Date (in millions)



CIP Spend

Construction Category & Description	Non MultiYear YTD Actuals	Brd Appr MultiYear YTD Actuals	Total YTD Actuals	YTD Budget	Variance (Over)/Under Budget	Annual Budget
Distribution						
200 Tie Lines (new construction between existing lines)	3,108,596	135,462	3,244,058	8,665,117	5,421,059	18,564,728
300 Conversions or Line Changes	6,589,315	3,516,433	10,105,748	18,738,401	8,632,653	41,957,603
600 Miscellaneous Distribution Equipment	20,031,654	-	20,031,654	19,426,489	(605,165)	46,926,561
700 Other Distribution Items	421,617	-	421,617	222,782	(198,836)	540,908
Distribution Total	\$ 30,151,182	\$ 3,651,895	\$ 33,803,077	\$ 47,052,789	\$ 13,249,712	\$ 107,989,801
Substation						
400 New Substations, Switching Stations and Meter Points	161,032	4,362,222	4,523,254	16,188,164	11,664,910	30,909,244
500 Substations, Switching Stations and Meter Point changes	2,776,380	14,107,491	16,883,871	16,451,622	(432,248)	38,045,033
Substation Total	\$ 2,937,412	\$ 18,469,712	\$ 21,407,124	\$ 32,639,786	\$ 11,232,662	\$ 68,954,277
Transmission						
800 New Transmission Lines	1,855,234	29,630	1,884,864	2,593,659	708,795	4,443,228
1000 Line and Station Changes	1,615,171	12,804,344	14,419,515	19,158,456	4,738,941	48,883,575
Transmission Total	\$ 3,470,405	\$ 12,833,974	\$ 16,304,379	\$ 21,752,115	\$ 5,447,736	\$ 53,326,803
General Plant						
2000 Facilities	506,154	1,979,324	2,485,478	7,551,009	5,065,531	18,122,693
3000 Information Technology	1,104,437	-	1,104,437	2,283,252	1,178,815	6,786,598
4000 Tools & Equipment	207,924	-	207,924	250,000	42,076	600,000
5000 Vehicles	3,836,188	-	3,836,188	3,203,750	(632,438)	7,689,000
Total General Plant	\$ 5,654,703	\$ 1,979,324	\$ 7,634,027	\$ 13,288,011	\$ 5,653,984	\$ 33,198,291
Accrued WIP & Prepaid Aid	\$ 3,095,964	\$ -	\$ 3,095,964	\$ -	\$ (3,095,964)	\$ -
Total Capital Improvement Plan Spend	\$ 45,309,667	\$ 36,934,905	\$ 82,244,572	\$ 114,732,701	\$ 32,488,129	\$ 263,469,171

Fleet Spend Current & Prior Year Orders	YTD Actuals	Prior Year Orders	Net YTD Actuals	YTD Budget	Variance (Over)/Under Budget	Annual Budget
5000 Vehicles	3,836,188	951,132	2,885,056	3,203,750	318,694	7,689,000



myPEC.com



File #: 2026-164, **Version:** 1

Member Comments

Submitted By: Andrea Stover
Department: General Counsel
Financial Impact and Cost/Benefit Considerations: N/A

All Cooperative Members have the right to attend any meetings called by the Board of Directors as defined in the Cooperative's Articles of Incorporation, and members may speak for up to 3 minutes or as otherwise directed by the Board.

Members may watch this meeting by live stream from the PEC website at <https://pec.legistar.com/Calendar.aspx> unless otherwise noted.

Board meeting dates, agendas, and supporting materials are available online <https://pec.legistar.com/Calendar.aspx>.

Members also may provide input by using the following methods. Comments are provided to all board directors.

- Members may submit comments and requests to the board by email or U.S. mail.
- Contact a member of PEC's Board of Directors at <https://www.mypec.com/board-of-directors>

Articles of Incorporation, Article IX, Section 3, Member Bill of Rights - Open Meetings:

A Member has the right to attend every regular, special, or called meeting of the Board of Directors and its committees, except for executive sessions as allowed by policy or law. All meetings shall be called with proper notice, and any final action, decision, or vote on a matter shall be made in an open meeting.

Articles of Incorporation, Article IX, Section 5, Member Bill of Rights - Right to Speak:

A Member has the right to speak at every regular, special, or called meeting of the Board of Directors and its committees, except for executive sessions, on any PEC matter at a time designated by the Board.

Members' attendance and their right to speak at all meetings called by the Board of Directors is further outlined in the Decorum Policy.

Decorum Policy, Purpose:

As a democratically-controlled and Member-owned Cooperative, Member participation in Pedernales Electric Cooperative ("Cooperative" or "PEC") affairs is valued and respected and individuals should be allowed to state opinions. Meetings or functions of the Cooperative whether conducted on or off premises shall be conducted in a professional and courteous manner.



DECORUM POLICY

Effective Date: February 21, 2025

1. PURPOSE

As a democratically controlled and Member-owned Cooperative, Member participation in Pedernales Electric Cooperative, Inc. (“Cooperative” or “PEC”) affairs is valued and respected, and individuals should be allowed to state opinions. Meetings or functions of the Cooperative and any business interactions with the Cooperative, whether conducted on or off PEC premises or any PEC platform, shall be conducted in a professional and courteous manner.

2. SCOPE

This Policy applies to all Participants at meetings of PEC Board of Directors (“Board” or “Directors”) and any other business meeting or function of the Cooperative, and any business interactions with the Cooperative, whether on or off PEC premises or any PEC platform.

3. POLICY AND IMPLEMENTATION

3.1. PEC Business Meetings, Functions, or Business Interactions with the Cooperative

- 3.1.1. Participants shall maintain an environment free of abusive, slanderous, or bullying behavior. To protect the security and safety of persons attending meetings or functions or with respect to any business interactions with the Cooperative, all Participants shall respect an individual’s physical space and refrain from any form of physical intimidation or abuse. Any behavior demonstrating or threatening violence, personal attacks, or physical abuse will not be tolerated.
- 3.1.2. Participants may not display placards, bumper stickers, signs, or other campaigning, or political advocacy materials within the premises of a PEC meeting or function, other than those materials displayed on the individual Participants’ body or clothing. Campaigning and electioneering for PEC elections is governed by the Cooperative’s Election Policy and Procedures.
- 3.1.3. Participants shall refrain from disruptive or distracting behavior or from harassing or similar behavior. Personal or character attacks, or improperly sidetracking the attention of other Participants with subject matter that is irrelevant to PEC or unrelated to PEC are examples of disruptive or distracting behavior.
- 3.1.4. Directors and PEC Employees shall behave in an orderly fashion and preserve the decorum of any business meeting or function conducted on or off PEC premises or with respect to any business interactions with or on behalf of the Cooperative.

- 3.2. **Board Meetings** PEC Board meetings are conducted in accordance with the [Board Meetings Policy](#), the latest edition of Robert's Rules of Order Newly Revised, as practicable, and “Board and Committees – ‘Procedure in Small Boards’” included therein.



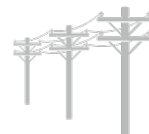
- 3.2.1. All Participants wishing to address the Board during the designated portion of a Board meeting shall sign a registry identifying themselves prior to speaking and shall open their remarks by stating their name and whether they are a Cooperative Member. Time allotted by the Board for each speaker cannot be shared or allotted with other speakers. The allotted time shall include and commence from the beginning of the speaker's remarks and include any time that passes during questioning or colloquy between the speaker and the Board. Additional time may be granted to a person by the Presiding Board Officer, or upon a majority vote of the Board.
- 3.2.2. When any Participant wishes to provide written or demonstrative materials to the Board or others, such Participant must, prior to the meeting's start, provide the information to the Board Secretary or their designee for distribution.
- 3.2.3. Participants shall refrain from disruptive or distracting behavior or from harassing or similar behavior. Personal or character attacks, speaking out of turn, approaching or standing at the Board meeting dais or areas designated for PEC employees without the permission of the Presiding Board Officer, or improperly sidetracking the attention of other Participants with subject matter that is irrelevant to PEC or unrelated to PEC are examples of disruptive or distracting behavior.
- 3.2.4. The Presiding Board Officer shall maintain order and preserve the decorum of Board meetings as provided in this Policy. Each Board Director shall cooperate with the Presiding Board Officer in preserving order and decorum, and no Participant shall, by conversation or otherwise, delay or interrupt the proceedings of the Board, nor disturb any person while speaking.

4. DEFINITIONS

- 4.1. **Participants** – Collectively includes Cooperative Board Directors, employees, Members, or any other persons in attendance at PEC Board meetings, other business meetings, functions, online interactions, or other discussions with respect to any business interactions with the Cooperative.

5. POLICY ENFORCEMENT

- 5.1. When a Participant's behavior violates this Policy, is severe, or threatens physical safety or property, the Presiding Board Officer, Chief Executive Officer, or designated Cooperative employee or agent may require the Participant to leave the PEC premises; to leave any PEC Board meeting, any other business meeting or function; or to discontinue any discussions regarding Cooperative business.
- 5.2. Upon repeated or severe violation of this Policy, the Presiding Board Officer, Chief Executive Officer, or designated Cooperative employee or agent, may prohibit a Participant from coming onto PEC premises, or from attendance at future PEC Board meetings, any other business meetings, functions, or discussions, or from oral discussions regarding Cooperative business. The duration of the prohibition shall be based upon the severity and nature of the violation and to be determined in the sole discretion of the Cooperative or its designee.
- 5.3. The Cooperative reserves the right to block, delete, or edit posts on its social media platforms where such posts are determined by PEC to be inappropriate, unprofessional, offensive, or otherwise in violation of PEC's policies.

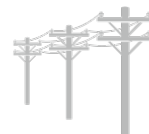


6. REFERENCES AND RELATED DOCUMENTS

Board Meetings Policy

Robert's Rules of Order Newly Revised (Latest edition, "Boards and Committees – Procedure in Small Boards")

Date adopted:	March 15, 2010
Last reviewed:	February 21, 2025
Review frequency:	Every Three Years
Amendment dates:	September 21, 2015, October 16, 2020; February 21, 2025
Effective date:	February 21, 2025
Approver:	Board of Directors
Applies to:	All Participants at meetings of the Board of Directors, any other business meeting or function of the Cooperative or with respect to any business interactions with the Cooperative, whether on or off PEC premises or any PEC platform.
Administrator:	Board of Directors and Chief Executive Officer
Superseding effect:	This Policy supersedes all previous policies and memoranda concerning the subject matter. Only the Approver may authorize exceptions to this Policy.





File #: 2026-165, Version: 1

Resolution - Approval of Agreement Extension for Treasury Software Services - R Kruger

Submitted By: Randy Kruger

Department: Finance

Financial Impact and Cost/Benefit Considerations: As discussed in Executive Session and in the confidential term sheet.

GTreasury currently provides treasury services assisting with management of the Pedernales Electric Cooperative, Inc.'s (PEC or Cooperative) bonds and debt, as well as issuance of debt service payments. PEC previously entered into a one-year agreement extension for treasury management software services that terminates in August of 2026. The Cooperative continues to need the software services provided under that agreement and is seeking an additional three (3) year extension under similar terms.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Cooperative is authorized to execute a three (3) year extension to its current treasury software services agreement as discussed in Executive Session and in the confidential term sheet; and

BE IT FURTHER RESOLVED that the Chief Financial Officer, or designee, is authorized to take all such actions as needed to implement this resolution.



File #: 2026-167, **Version:** 1

Resolution - Proposal for Approval of Allocation of 2025 Net Margins to Capital Credits - J Smith

Submitted By: Janelle Smith
Department: Chief Financial Officer
Financial Impact and Cost/Benefit Considerations: None.

Under Pedernales Electric Cooperative Inc.'s (PEC or Cooperative) governing documents and the Capital Credits Policy, each Member purchasing electricity from the Cooperative will receive an allocation of the net margins as adjusted for non-operating margins and changes in accrued (unbilled) revenue, made by the Cooperative during the fiscal year. The PEC Board is responsible for approving the allocation of capital credits to members.

The net margins shown in the Cooperative's Audited Financial Statements for the year ended December 31, 2025, are in the amount of \$80,481,064 (Gross Margin) adjusted for an unbilled revenue amount of (\$8,085,304) and adjusted for non-realized non-operating margins not related to providing electric services of \$75,361. The amount of \$72,471,121 proposed to be allocated first to revenue class based on contribution to Gross Margin and then second based on total gross electric billings for the calendar year 2025 to those members having positive billing amounts during the year within each class. The allocation factors calculated for 2025 are Residential 0.0793420068, Small Power 0.0717531261, Large Power 0.0493592207, Industrial 0.0043987478, and Transmission Level Service 0.0072594423.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that proposed allocation of 2025 PEC Capital Credits to its members is approved; and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Chief Executive Officer or designee is authorized to take such actions as needed to implement this resolution.



File #: 2026-169, **Version:** 1

Resolution - Approval of Texas Electric Cooperative (TEC) Delegates for TEC Annual Meeting - A Stover

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: No additional expenditures of Cooperative funds other than payment of registration fees and travel expenses that have already been included in the Cooperative's operating budget are anticipated; no expenditures of staff time (other than ordinary processing requirements).

The Board may consider designation of voting delegates and alternates to upcoming TEC Annual and Special Membership Meetings.

The TEC Annual Meeting will be held in San Antonio, Texas from August 2-5, 2026. TEC requires voting delegates to cast votes in person at the business meeting during the TEC Annual Meeting, JW Marriott San Antonio Hill Country, San Antonio, Texas, and any Special TEC Membership Meetings, which might be called, from August 6, 2026, through August 5, 2027.

The 2025 voting delegates were: Mark Ekrut, Voting Delegate, and Travis Cox, Alternate Voting Delegate.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the following persons are appointed and designated as authorized representatives of the Cooperative to serve as a voting delegate and alternate delegate to act at meetings of the Texas Electric Cooperatives ("TEC") as directed by the Board, including the 86th TEC Annual Meeting, August 2-5, 2026, and any future TEC Membership Meetings occurring through August 5, 2027, or until successors are appointed: _____, Voting Delegate; and _____, Alternate Voting Delegate.



File #: 2026-170, **Version:** 1

List of Board Approved Future Meetings

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: N/A

From time to time, the Board may set the annual Board meetings schedule as attached to this agenda item. Further, the Cooperative's Bylaws describe the types of meetings, notice requirements, and Board quorum as outlined below.

BYLAWS

ARTICLE IV - Meetings of Directors

Section 1. Regular Board Meetings. A regular meeting of the Board of Directors shall be held on the third Monday of each month at the E. Babe Smith Headquarters Building of the Cooperative in Blanco County, Texas, unless another meeting location, time and/or date is set by the Board of Directors ("Regular Board Meeting").

Section 2. Special Board Meetings. Special meetings of the Board of Directors ("Special Board Meetings") may be called by the President or any four (4) Directors. The person or persons authorized to call a Special Board Meeting may fix the time and place for the holding of any Special Board Meeting called by them.

Section 3. Telephonic or Electronic Participation in Board Meetings. For good cause and with approval of the Board of Directors, a Regular Board Meeting or Special Board Meeting (each a "Board Meeting") may be conducted with Directors participating but not physically present but deemed present in person through a means of communication by which all Directors participating in the Board Meeting may simultaneously hear, reasonably and verifiably identify themselves, and generally simultaneously and instantaneously communicate with each other during the Board Meeting. Directors that are not physically present may deliberate and vote on the question of approving telephonic or electronic participation. A vote to approve telephonic or electronic participation in any Board Meeting is exempt from the notice requirements herein specified. Such Board Meeting shall be compliant with the Cooperative's Open Meetings Policy, and Members shall have the opportunity to monitor the Board Meeting electronically or in person. A Director may be compensated for a Board Meeting at which that Director participated but was not physically present only with Board approval.

Section 4. Notice. Notice of the time, place and purpose of any Regular Board Meeting shall be given at least seventy-two (72) hours previous thereto, by written notice, delivered personally, electronically, or by mail, to each Director at the Director's last known address. If mailed, such notice shall be deemed to be delivered when deposited in the United States mail so addressed with postage thereon prepaid. Meeting notices and agendas will be posted on the Cooperative's website at least seventy-two (72) hours before each Regular Board Meeting. In an emergency or when there is an urgent necessity, the notice of a Board Meeting or the supplemental notice of a subject added as an item to the agenda for a Board Meeting for which notice has been posted in accordance with this Section is sufficient if it is posted for at least two (2) hours before the Board Meeting is convened. An emergency or an urgent necessity exists only if immediate action is required because of a reasonably unforeseeable situation. The Board of Directors shall clearly identify the emergency or urgent necessity in the notice or supplemental notice under this Section.

Section 5. Board Quorum. Four (4) or more Directors shall constitute a quorum for the transaction of business at any meeting of the Board of Directors, except in the case when four (4) or more vacancies exist on the Board, in which case a majority of the Board shall constitute a quorum ("Board Quorum").

2026 Board Meeting Calendar

- Friday, January 23, 2026, Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, February 20, 2026, Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, March 27, 2026, Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, April 17, 2026, Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, May 15, 2026, Regular Meeting at 10:00 a.m., at PEC Headquarters
- Friday, June 19, 2026, Regular Meeting immediately after the conclusion of the Annual Membership Meeting at 9:00 a.m., at PEC Headquarters
- Friday, July 17, 2026, Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, August 21, 2026, Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, September 18, 2026, Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, October 23, 2026, Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, November 20, 2026, Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, December 18, 2026, Regular Meeting at 9:00 a.m., at PEC Headquarters



File #: 2026-171, **Version:** 1

Board Planning Calendar (Written Report in Materials)

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: N/A

In connection with agenda planning and strategy, the Cooperative provides an annual calendar of all agenda items to assist with compliance and address governance matters. The annual calendar also includes ad hoc items. As well, a three-month outlook of upcoming Board agenda items is included.

PEC Annual Planning Calendar

Item	Month	Description	Owner	Date	Strategic/ Compliance	Occurrence
1	1	2026 Election Timeline Monthly Update	General Counsel	JAN BOD Mtg	Compliance EPP	Reoccurring
2	1	Cooperative Update	CEO	JAN BOD Mtg	Strategic	Reoccurring
3	1	Draft Resolution - Approval of Appointments to 2026 Qualifications and Elections Committee	General Counsel	JAN BOD Mtg	Compliance	Reoccurring
4	1	Draft Resolution - Authorization to use Eminent Domain - T531 Hunter-Purgatory TL Upgrade	COO-T	JAN BOD Mtg	Strategic	Ad-hoc
5	1	Draft Resolution - Authorization to use Eminent Domain - T617 Purgatory-Sattler TL Upgrade	COO-T	JAN BOD Mtg	Strategic	Ad-hoc
6	1	Markets Report	Markets	JAN BOD Mtg	Strategic	Reoccurring
7	1	Resolution - Approval of 2026 TEC Annual Membership Dues	CEO	JAN BOD Mtg	Strategic	Annual
8	1	Resolution - Approval of Amendments to the Power Supply and Commodity Risk Policy	CFO	JAN BOD Mtg	Strategic	Ad-hoc
9	1	Resolution - Approval to Amend 2025 Capital Improvement Plan (CIP) for Category Level Expenditure	CFO	JAN BOD Mtg	Strategic	Ad-hoc
10	1	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	JAN BOD Mtg	Strategic	Reoccurring
11	1	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	JAN BOD Mtg	Strategic	Reoccurring
12	1	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	JAN BOD Mtg	Strategic	Reoccurring
13	1	Review of 2026 Corporate Initiatives and CEO Action Items	CEO	JAN BOD Mtg	Strategic	Annual
14	1	Safety/Security	Human Resources	JAN BOD Mtg	Strategic	Reoccurring
15	1	System Planning Update	Compliance & Regulatory	JAN BOD Mtg	Strategic	Ad-hoc
16	2	2026 Election Timeline Monthly Update	General Counsel	FEB BOD Mtg	Compliance EPP	Reoccurring
17	2	CFO Quarterly Update	CFO	FEB BOD Mtg	Strategic	Quarterly
18	2	Cooperative Update	CEO	FEB BOD Mtg	Strategic	Reoccurring
19	2	Cyber Security Semiannual Update	Compliance & Regulatory	FEB BOD Mtg	Strategic	FEB/AUG
20	2	Draft Resolution - Authorization for Approval to Increase Transmission Operations Connectivity Services Agreement	Technology	FEB BOD Mtg	Strategic	Ad-hoc
21	2	Key Performance Indicator (KPI) of 2025 Period 2 Results	CSO	FEB BOD Mtg	Strategic	Reoccurring
22	2	Markets Report	Markets	FEB BOD Mtg	Strategic	Reoccurring
23	2	Resolution - Approval of Appointments to 2026 Qualifications and Elections Committee	General Counsel	FEB BOD Mtg	Compliance	Reoccurring
24	2	Resolution - Approval of Construction Contract - Cement Plant Substation	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
25	2	Resolution - Authorization to use Eminent Domain - T531 Hunter-Purgatory TL Upgrade	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
26	2	Resolution - Authorization to use Eminent Domain - T617 Purgatory-Sattler TL Upgrade	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
27	2	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	FEB BOD Mtg	Strategic	Reoccurring
28	2	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	FEB BOD Mtg	Strategic	Reoccurring
29	2	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	FEB BOD Mtg	Strategic	Reoccurring
30	2	Safety/Security	Human Resources	FEB BOD Mtg	Strategic	Reoccurring
31	3	2026 Election Timeline Monthly Update	General Counsel	MAR BOD Mtg	Compliance EPP	Reoccurring
32	3	CEO Corporate Initiatives and Action Items Quarterly Update	CEO	MAR BOD Mtg	Compliance	Quarterly
33	3	Cooperative Update	CEO	MAR BOD Mtg	Strategic	Reoccurring
34	3	Draft Resolution - Approval and Certification of 2026 Election Ballot	General Counsel	MAR BOD Mtg	Compliance	Reoccurring
35	3	Draft Resolution - Approval of 2026 Annual Membership Meeting Agenda	General Counsel	MAR BOD Mtg	Compliance	Annual
36	3	Draft Resolution - Approval of Budget Amendment - 2025 Substation Change Category for Non-Multi-Year Projects	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
37	3	Draft Resolution - Approval of Budget Amendment - Whitestone T1 and T2 Upgrade	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
38	3	Draft Resolution - Approval of Construction Contract - T360 Friendship-Rutherford Storm Hardening	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
39	3	Draft Resolution - Approval of Determination and Approval of Necessity and Public Use for Transmission Easement Acquisition and Authorization of the Cooperative to Use Eminent Domain for the T328 Buda-Manchaca TL Upgrade	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
40	3	Draft Resolution - Approval to Amend 2025 Capital Improvement Plan (CIP) for Category Level Expenditure	COO-D	MAR BOD Mtg	Strategic	Ad-hoc
41	3	Markets Report	Markets	MAR BOD Mtg	Strategic	Reoccurring
42	3	Resolution - Approval of Construction Contract for Bee Creek T1 and T2 Upgrade	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
43	3	Resolution - Authorization for Approval to Increase Transmission Operations Connectivity Services Agreement	Technology	MAR BOD Mtg	Strategic	Ad-hoc
44	3	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	MAR BOD Mtg	Strategic	Reoccurring
45	3	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	MAR BOD Mtg	Strategic	Reoccurring
46	3	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	MAR BOD Mtg	Strategic	Reoccurring
47	3	Safety/Security	Human Resources	MAR BOD Mtg	Strategic	Reoccurring
48	3	Update on Warehouse and Inventory Project	COO-D	MAR BOD Mtg	Strategic	Ad-hoc
49	4	Discussion of Independent Auditor and Tax Services	Audit Committee	APR Audit Committee	Compliance	Reoccurring
50	4	Presentation of 2025 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM)	Audit Committee	APR Audit Committee	Compliance	Reoccurring
51	4	Update of the Internal Audit Scope	Audit Committee	APR Audit Committee Mtg	Compliance	Reoccurring
52	4	2026 Election Timeline Monthly Update	General Counsel	APR BOD Mtg	Compliance EPP	Reoccurring
53	4	Contracting Process Review	Procurement	APR BOD Mtg	Strategic	Ad-hoc
54	4	Cooperative Update	CEO	APR BOD Mtg	Strategic	Reoccurring
55	4	Draft Resolution - Approval of Budget Process Updates	CFO	APR BOD Mtg	Strategic	Ad-hoc
56	4	Draft Resolution - Approval of Capital Credits Special Distribution during Calendar Year 2026	CFO	APR BOD Mtg	Strategic	Reoccurring
57	4	Presentation of 2025 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM)	CFO	APR BOD Mtg	Compliance	Reoccurring
58	4	Markets Report	Markets	APR BOD Mtg	Strategic	Reoccurring
59	4	Member Events	External Relations	APR BOD Mtg	Strategic	Ad-hoc
60	4	Qualifications and Elections Committee (QEC) Recommendation of Qualified Candidates	General Counsel	APR BOD Mtg	Compliance	Reoccurring
61	4	Report on Member Relations Activities	CAO	APR BOD Mtg	Strategic	Ad-hoc
62	4	Report on Property, Liability, and Corporate Insurance Policies	Compliance & Regulatory	APR BOD Mtg	Strategic	Annual
63	4	Resolution - Acceptance of 2025 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM) and Financial Statements	Audit Committee Chair	APR BOD Mtg	Compliance	Reoccurring
64	4	Resolution - Approval and Certification of 2026 Election Ballot	Legal Services	APR BOD Mtg	Compliance	Reoccurring
65	4	Resolution - Approval of 2026 Annual Membership Meeting Agenda	General Counsel	APR BOD Mtg	Strategic	Annual
66	4	Resolution - Approval of Acceptance of the Selection of Independent Auditor and Tax Services	CFO	APR BOD Mtg	Compliance	Reoccurring
67	4	Resolution - Approval of Budget Amendment - 2025 Substation Change Category for Non-Multi-Year Projects	COO-T	APR BOD Mtg	Strategic	Ad-hoc
68	4	Resolution - Approval of Budget Amendment - Whitestone T1 and T2 Upgrade	COO-T	APR BOD Mtg	Strategic	Ad-hoc
69	4	Resolution - Approval of Construction Contract - T360 Friendship-Rutherford Storm Hardening	COO-T	APR BOD Mtg	Strategic	Ad-hoc
70	4	Resolution - Approval of Determination and Approval of Necessity and Public Use for Transmission Easement Acquisition and Authorization of the Cooperative to Use Eminent Domain for the T328 Buda-Manchaca TL Upgrade	COO-T	APR BOD Mtg	Strategic	Ad-hoc
71	4	Resolution - Approval to Amend 2025 Capital Improvement Plan (CIP) for Category Level Expenditure	COO-D	APR BOD Mtg	Strategic	Ad-hoc

PEC Annual Planning Calendar

Item	Month	Description	Owner	Date	Strategic/Compliance	Occurrence
72	4	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	APR BOD Mtg	Strategic	Reoccurring
73	4	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	APR BOD Mtg	Strategic	Reoccurring
74	4	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	APR BOD Mtg	Strategic	Reoccurring
75	4	Safety/Security	Human Resources	APR BOD Mtg	Strategic	Reoccurring
76	5	2026 Election Timeline Monthly Update	General Counsel	MAY BOD Mtg	Compliance EPP	Reoccurring
77	5	Cooperative Update	CEO	MAY BOD Mtg	Strategic	Reoccurring
78	5	Draft Resolution - Approval of Agreement Extension for Treasury Software Services	CFO	MAY BOD Mtg	Strategic	Ad-hoc
79	5	Draft Resolution - Approval of Contract for Liberty Hill Warehouse and District Improvements	COO-D	MAY BOD Mtg	Strategic	Ad-hoc
80	5	Draft Resolution - Proposal for Approval of Allocation of 2025 Net Margins to Capital Credits	CFO	MAY BOD Mtg	Compliance	Reoccurring
81	5	Markets Report	Markets	MAY BOD Mtg	Strategic	Reoccurring
82	5	Moment of Silence in Commemoration of Memorial Day	Board President	MAY BOD Mtg	Strategic	Reoccurring
83	5	Resolution - Approval of 2026 CEO Performance Evaluation and Compensation	Board of Directors	MAY BOD Mtg	Compliance	Reoccurring
84	5	Draft Resolution - Approval of Budget Process Updates	CFO	MAY BOD Mtg	Strategic	Ad-hoc
85	5	Resolution - Approval of Capital Credits Special Distribution during Calendar Year 2026	CFO	MAY BOD Mtg	Strategic	Reoccurring
86	5	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	MAY BOD Mtg	Strategic	Reoccurring
87	5	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	MAY BOD Mtg	Strategic	Reoccurring
88	5	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	MAY BOD Mtg	Strategic	Reoccurring
89	5	Safety/Security	Human Resources	MAY BOD Mtg	Strategic	Reoccurring
90	5	Summer Preparedness	COO-D/COO-T	MAY BOD Mtg	Strategic	Annual
91	6	Acknowledgement and Seating of Directors Elected at Annual Membership Meeting	General Counsel	JUN BOD Mtg	Compliance Bylaws	Annual
92	6	Cooperative Update	CEO	JUN BOD Mtg	Strategic	Reoccurring
93	6	CEO Corporate Initiatives and Action Items Quarterly Update	CEO	JUN BOD Mtg	Compliance	Quarterly
94	6	CFO Quarterly Update	CFO	JUN BOD Mtg	Strategic	Quarterly
95	6	Directors' Conflict of Interest Training and Directors' Code of Conduct Training	Board Counsel	JUN BOD Mtg	Compliance	Reoccurring
96	6	Draft Resolution - Approval of Budget Process Updates	CFO	JUN BOD Mtg	Strategic	Ad-hoc
97	6	Election - Office of President	General Counsel	JUN BOD Mtg	Compliance	Reoccurring
98	6	Election - Office of Secretary and Treasurer	General Counsel	JUN BOD Mtg	Compliance	Reoccurring
99	6	Election - Office of Vice President	General Counsel	JUN BOD Mtg	Compliance	Reoccurring
100	6	Markets Report	Markets	JUN BOD Mtg	Strategic	Reoccurring
101	6	Receipt of Conflict of Interest Disclosure Form, Director Affirmation, and Directors' Code of Conduct Acknowledgement	General Counsel	JUN BOD Mtg	Compliance	Annual
102	6	Resolution - Approval of Agreement Extension for Treasury Software Services	CFO	JUN BOD Mtg	Strategic	Ad-hoc
103	6	Resolution - Approval of Budget Process Updates	CFO	JUN BOD Mtg	Strategic	Ad-hoc
104	6	Resolution - Approval of Texas Electric Cooperative (TEC) Delegates for TEC Annual Meeting	Board President	JUN BOD Mtg	Compliance TEC	Annual
105	6	Resolution - Approval of the Appointment of Audit Committee and Audit Committee Chairperson	General Counsel	JUN BOD Mtg	Compliance Bylaws	Annual
106	6	Resolution - Proposal for Approval of Allocation of 2025 Net Margins to Capital Credits	CFO	JUN BOD Mtg	Compliance	Reoccurring
107	6	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	JUN BOD Mtg	Strategic	Reoccurring
108	6	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	JUN BOD Mtg	Strategic	Reoccurring
109	6	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	JUN BOD Mtg	Strategic	Reoccurring
110	6	Safety/Security	Human Resources	JUN BOD Mtg	Strategic	Reoccurring
111	7	Annual Review of Conflicts of Interest Certification and Disclosure Forms from Directors	General Counsel	JUL BOD Mtg	Compliance Bylaws	Annual
112	7	Cooperative Update	CEO	JUL BOD Mtg	Strategic	Reoccurring
113	7	Draft Resolution - Blanco Behrends BESS Interconnection Budget Approval	COO-T	JUL BOD Mtg	Strategic	Ad-hoc
114	7	Election Update - Annual Voter Turnout	Legal Services	JUL BOD Mtg	Compliance EPP	Annual
115	7	Ethics and Compliance Semiannual Update	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
116	7	Facilities Strategic Plan	COO-D	JUL BOD Mtg	Strategic	Ad-hoc
117	7	Key Performance Indicator (KPI) Update of 2026 Period 1 Results	CSO	JUL BOD Mtg	Strategic	Reoccurring
118	7	Markets Report	Markets	JUL BOD Mtg	Strategic	Reoccurring
119	7	Resolution - Approval of Budget Process Updates	CFO	JULBOD Mtg	Strategic	Ad-hoc
120	7	Resolution - Approval of Contract for Liberty Hill Warehouse and District Improvements	COO-D	JUL BOD Mtg	Strategic	Ad-hoc
121	7	Resolution - Approval of Written Certification of the Election Results	Legal Services	JUL BOD Mtg	Compliance	Reoccurring
122	7	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
123	7	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
124	7	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	JUL BOD Mtg	Strategic	Reoccurring
125	7	Safety/Security	Human Resources	JUL BOD Mtg	Strategic	Reoccurring
126	8	CFO Quarterly Update	CFO	AUG BOD Mtg	Strategic	Quarterly
127	8	Cooperative Update	CEO	AUG BOD Mtg	Strategic	Reoccurring
128	8	Cyber Security Semiannual Update	Compliance & Regulatory	AUG BOD Mtg	Strategic	FEB/AUG
129	8	Insurance Benefits Update	Human Resources	AUG BOD Mtg	Compliance	Reoccurring
130	8	Markets Report	Markets	AUG BOD Mtg	Strategic	Reoccurring
131	8	Post-Election Analysis and Annual Review	General Counsel	AUG BOD Mtg	Compliance EPP	Annual
132	8	Resolution - Blanco Behrends BESS Interconnection Budget Approval	COO-T	AUG BOD Mtg	Strategic	Ad-hoc
133	8	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	AUG BOD Mtg	Strategic	Reoccurring
134	8	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	AUG BOD Mtg	Strategic	Reoccurring
135	8	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	AUG BOD Mtg	Strategic	Reoccurring
136	8	Safety/Security	Human Resources	AUG BOD Mtg	Strategic	Reoccurring
137	9	CEO Corporate Initiatives and Action Items Quarterly Update	CEO	SEP BOD Mtg	Compliance	Quarterly
138	9	Cooperative Update	CEO	SEP BOD Mtg	Strategic	Reoccurring
139	9	Draft Resolution - Approval of 2027 Interim TCOS Filing	COO-T/CCO/GG	SEP BOD Mtg	Compliance	Reoccurring
140	9	Draft Resolution - Approval to Establish 2027 Annual Membership Meeting Date and Location	General Counsel	SEP BOD Mtg	Compliance	Annual
141	9	Markets Report	Markets	SEP BOD Mtg	Strategic	Reoccurring
142	9	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	SEP BOD Mtg	Strategic	Reoccurring
143	9	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	SEP BOD Mtg	Strategic	Reoccurring
144	9	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	SEP BOD Mtg	Strategic	Reoccurring

PEC Annual Planning Calendar

Item	Month	Description	Owner	Date	Strategic/ Compliance	Occurrence
145	9	Safety/Security	Human Resources	SEP BOD Mtg	Strategic	Reoccurring
146	10	Annual Enterprise Risk Management (ERM) Update	Compliance & Regulatory	OCT BOD Mtg	Strategic	Annual
147	10	2026 Community Transformer Award	External Relations	OCT BOD Mtg	Strategic	Annual
148	10	Cooperative Update	CEO	OCT BOD Mtg	Strategic	Reoccurring
149	10	Draft Resolution - Approval of 2027 Operating Budget and 2027 Capital Improvement Plan (CIP), Including Items Concerning Competitive Matters, Personnel, Contracts, and Real Estate	CFO	OCT BOD Mtg	Compliance	Reoccurring
150	10	Draft Resolution - Approval of Rate Changes	Markets	OCT BOD Mtg	Compliance	Reoccurring
151	10	Draft Resolution - Approval to Amend Tariff and Business Rules	Compliance & Regulatory	OCT BOD Mtg	Compliance	Reoccurring
152	10	Markets Report	Markets	OCT BOD Mtg	Strategic	Reoccurring
153	10	Resolution - Approval of 2025 IRS Form 990 – Bollinger, Sears, Gilbert & Moss, LLP	Tax & Regulatory	OCT BOD Mtg	Compliance	Reoccurring
154	10	Resolution - Approval of 2027 Interim TCOS Filing	COO-T/CCO/GG	OCT BOD Mtg	Compliance	Reoccurring
155	10	Resolution - Approval to Establish 2027 Annual Membership Meeting Date and Location	General Counsel	OCT BOD Mtg	Compliance	Annual
156	10	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	OCT BOD Mtg	Strategic	Reoccurring
157	10	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	OCT BOD Mtg	Strategic	Reoccurring
158	10	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	OCT BOD Mtg	Strategic	Reoccurring
159	10	Review of 2025 IRS Form 990 - Bollinger, Sears, Gilbert & Moss, LLP	Audit Committee	OCT Audit Committee Mtg	Compliance	Reoccurring
160	10	Safety/Security	Human Resources	OCT BOD Mtg	Strategic	Reoccurring
161	11	CFO Quarterly Update	CFO	NOV BOD Mtg	Strategic	Quarterly
162	11	Cooperative Update	CEO	NOV BOD Mtg	Strategic	Reoccurring
163	11	Draft Resolution - Approval for Directing the General Counsel to Prepare 2027 Proposed Non-Director Election Ballot Item(s)	General Counsel	NOV BOD Mtg	Strategic	Reoccurring
164	11	Draft Resolution - Approval of 2027 Election Timeline and Communications Plan	General Counsel	NOV BOD Mtg	Compliance	Reoccurring
165	11	Draft Resolution - Approval of 2027 Key Performance Indicators Plan	CSO	NOV BOD Mtg	Strategic	Reoccurring
166	11	Draft Resolution - Approval of Capital Credits Distribution during Calendar Year 2026	CFO	NOV BOD Mtg	Compliance	Reoccurring
167	11	Ethics and Compliance Semiannual Update	Ethics/Compliance	NOV BOD Mtg	Compliance	MAY/NOV
168	11	Markets Report	Markets	NOV BOD Mtg	Strategic	Reoccurring
169	11	Recognition of PEC Linemen Participation at Annual International Lineman's Rodeo	Operations	NOV BOD Mtg	Strategic	Reoccurring
170	11	Recognition of Veterans Day	Board President	NOV BOD Mtg	Compliance	Reoccurring
171	11	Resolution - Approval of 2027 Board of Directors List of Proposed Future Meetings	Board President	NOV BOD Mtg	Compliance	Reoccurring
172	11	Resolution - Approval of 2027 Operating Budget and 2027 Capital Improvement Plan (CIP), Including Items Concerning Competitive Matters, Personnel, Contracts, and Real Estate	CFO	NOV BOD Mtg	Compliance	Reoccurring
173	11	Resolution - Approval of Rate Changes	Markets	NOV BOD Mtg	Compliance	Reoccurring
174	11	Resolution - Approval to Amend Tariff and Business Rules	Compliance & Regulatory	NOV BOD Mtg	Compliance	Reoccurring
175	11	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	NOV BOD Mtg	Strategic	Reoccurring
176	11	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	NOV BOD Mtg	Strategic	Reoccurring
177	11	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	NOV BOD Mtg	Strategic	Reoccurring
178	11	Safety/Security	Human Resources	NOV BOD Mtg	Strategic	Reoccurring
179	11	Winter Preparedness Report	Operations	NOV BOD Mtg	Strategic	Annual
180	12	Cooperative Update	CEO	DEC BOD Mtg	Strategic	Reoccurring
181	12	Markets Report	Markets	DEC BOD Mtg	Strategic	Reoccurring
182	12	Recognition of PEC True Blue Recipients and Member Service Appreciation Week	CAO	DEC BOD Mtg	Strategic	Annual
183	12	Resolution - Approval of 2027 Election Timeline and Communications Plan	CEO	DEC BOD Mtg	Strategic	Reoccurring
184	12	Resolution - Approval of 2027 Key Performance Indicators Plan	CSO	DEC BOD Mtg	Strategic	Reoccurring
185	12	Resolution - Approval of Capital Credits Distribution during Calendar Year 2026	CFO	DEC BOD Mtg	Compliance	Reoccurring
186	12	Resolution - Review of 2026 Corporate Initiatives and CEO Action Items with Consideration of Performance Bonus	Board VP	DEC BOD Mtg	Strategic	Annual
187	12	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	DEC BOD Mtg	Strategic	Reoccurring
188	12	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	DEC BOD Mtg	Strategic	Reoccurring
189	12	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	DEC BOD Mtg	Strategic	Reoccurring
190	12	Retirement Plan Committee Update	Human Resources	DEC BOD Mtg	Strategic	Reoccurring
191	12	Safety/Security	Human Resources	DEC BOD Mtg	Strategic	Reoccurring

3-Month Outlook

Item	Month	Description	Owner	Date	Strategic/ Compliance	Occurrence
JUL						
1	7	Annual Review of Conflicts of Interest Certification and Disclosure Forms from Directors	General Counsel	JUL BOD Mtg	Compliance Bylaws	Annual
2	7	Cooperative Update	CEO	JUL BOD Mtg	Strategic	Reoccurring
3	7	Draft Resolution - Blanco Behrends BESS Interconnection Budget Approval	COO-T	JUL BOD Mtg	Strategic	Ad-hoc
4	7	Election Update - Annual Voter Turnout	Legal Services	JUL BOD Mtg	Compliance EPP	Annual
5	7	Ethics and Compliance Semiannual Update	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
6	7	Facilities Strategic Plan	COO-D	JUL BOD Mtg	Strategic	Ad-hoc
7	7	Key Performance Indicator (KPI) Update of 2026 Period 1 Results	CSO	JUL BOD Mtg	Strategic	Reoccurring
8	7	Markets Report	Markets	JUL BOD Mtg	Strategic	Reoccurring
9	7	Resolution - Approval of Budget Process Updates	CFO	JULBOD Mtg	Strategic	Ad-hoc
10	7	Resolution - Approval of Contract for Liberty Hill Warehouse and District Improvements	COO-D	JUL BOD Mtg	Strategic	Ad-hoc
11	7	Resolution - Approval of Written Certification of the Election Results	Legal Services	JUL BOD Mtg	Compliance	Reoccurring
12	7	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
13	7	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
14	7	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	JUL BOD Mtg	Strategic	Reoccurring
15	7	Safety/Security	Human Resources	JUL BOD Mtg	Strategic	Reoccurring
AUG						
16	8	CFO Quarterly Update	CFO	AUG BOD Mtg	Strategic	Quarterly
17	8	Cooperative Update	CEO	AUG BOD Mtg	Strategic	Reoccurring
18	8	Cyber Security Semiannual Update	Compliance & Regulatory	AUG BOD Mtg	Strategic	FEB/AUG
19	8	Insurance Benefits Update	Human Resources	AUG BOD Mtg	Compliance	Reoccurring
20	8	Markets Report	Markets	AUG BOD Mtg	Strategic	Reoccurring
21	8	Post-Election Analysis and Annual Review	General Counsel	AUG BOD Mtg	Compliance EPP	Annual
22	8	Resolution - Blanco Behrends BESS Interconnection Budget Approval	COO-T	AUG BOD Mtg	Strategic	Ad-hoc
23	8	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	AUG BOD Mtg	Strategic	Reoccurring
24	8	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	AUG BOD Mtg	Strategic	Reoccurring
25	8	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	AUG BOD Mtg	Strategic	Reoccurring
26	8	Safety/Security	Human Resources	AUG BOD Mtg	Strategic	Reoccurring
SEP						
27	9	CEO Corporate Initiatives and Action Items Quarterly Update	CEO	SEP BOD Mtg	Compliance	Quarterly
28	9	Cooperative Update	CEO	SEP BOD Mtg	Strategic	Reoccurring
29	9	Draft Resolution - Approval of 2027 Interim TCOS Filing	COO-T/CCO/GG	SEP BOD Mtg	Compliance	Reoccurring
30	9	Draft Resolution - Approval to Establish 2027 Annual Membership Meeting Date and Location	General Counsel	SEP BOD Mtg	Compliance	Annual
31	9	Markets Report	Markets	SEP BOD Mtg	Strategic	Reoccurring
32	9	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	SEP BOD Mtg	Strategic	Reoccurring
33	9	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	SEP BOD Mtg	Strategic	Reoccurring
34	9	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	SEP BOD Mtg	Strategic	Reoccurring
35	9	Safety/Security	Human Resources	SEP BOD Mtg	Strategic	Reoccurring



File #: 2026-172, Version: 1

Matters in Which the Board Seeks the Advice of its Attorney as Privileged Communications in the Rendition of Professional Legal Services

**Submitted By: Andrea Stover
Department: General Counsel**



File #: 2026-173, Version: 1

Litigation and Related Legal Matters - A Stover

Submitted By: Andrea Stover
Department: General Counsel



File #: 2026-174, **Version:** 1

**Resolution - Approval of Authorization for Initiation, Settlement, or Disposition of Litigation Matter(s) -
A Stover**

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: If any, as discussed in Executive Session.



File #: 2026-175, **Version:** 1

Directors' Conflict of Interest Training and Directors' Code of Conduct Training - R Fischer

Submitted By: Ross Fischer
Department: Board Counsel



File #: 2026-176, **Version:** 1

Discussion of Board Relations and Governance Issues

Submitted By: Andrea Stover
Department: General Counsel



File #: 2026-177, Version: 1

Resolution(s) - Approval of Contract Renewals or Extensions - A Stover

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: As discussed in Executive Session.



File #: 2026-186, Version: 1

Draft Resolution - Approval of Budget Process Updates - J Smith/K Jones

Submitted By: Janelle Smith/Kat Jones

Department: Chief Financial Officer

Financial Impact and Cost/Benefit Considerations: If any, as discussed in Executive Session.



Pedernales Electric Cooperative

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File #: 2026-187, Version: 1

CFO Quarterly Update - R Kruger

Submitted By: Randy Kruger
Department: Chief Financial Officer



File #: 2026-178, Version: 1

Update on Competitive ERCOT Regulatory Matters - C Powell/E Blakey

Submitted By: Christian Powell/Eric Blakey
Department: Compliance & Regulatory



File #: 2026-179, **Version:** 1

Markets Report - R Kruger/R Strobel

Submitted By: Randy Kruger/Rob Strobel
Department: Markets



File #: 2026-180, Version: 1

Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions - A Stover

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: If any, as discussed in Executive Session.



File #: 2026-181, Version: 1

Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions - A Stover

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: If any, as discussed in Executive Session.



File #: 2026-182, **Version:** 1

Safety and Security Matters

Submitted by: Compliance & Regulatory
Department: Compliance & Regulatory



File #: 2026-183, Version: 1

Personnel Matters

Submitted By: Human Resources
Department: Human Resources