



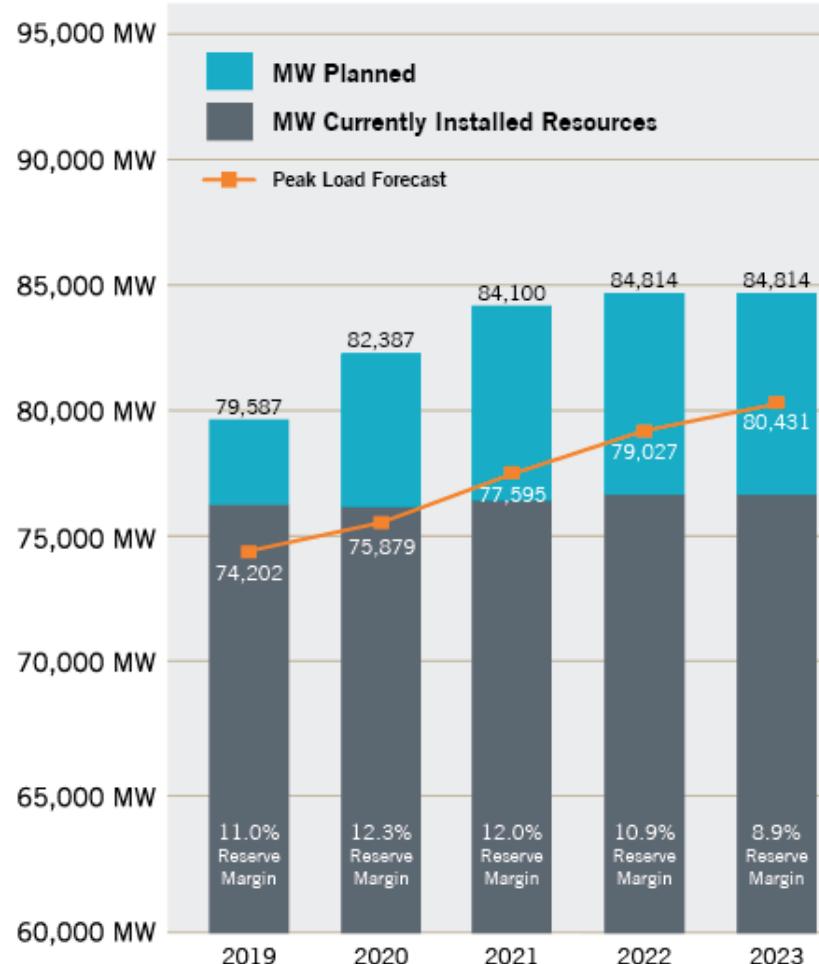
Cooperative Update

Julie Parsley, Chief Executive Officer

May 21, 2018

Board Meeting | Open Session

Market update – ERCOT energy supply & demand



- April 30 - ERCOT released final summer Seasonal Assessment of Resource Adequacy (SARA) and the May Capacity, Demand and Reserves (CDR) report
- 72,756 MW - projected summer peak (1,600 MWs higher than last peak on August 2016)
- 78,184 MW - estimated summer generation (up 525 MWs from March preliminary SARA)
- Adequate generation to cover required reserves this summer with typical outages, but below requirement under extreme conditions
- CDR shows reserves through 2022 ranging 10.9% - 12.3%

* Source: ERCOT News Release, April 30, 2018

Legislative update – PEC testimony before Texas Senate Business & Commerce Committee



- May 1 – Senate Business & Commerce Committee hearing on two interim charges
 - ERCOT grid reliability
 - Impact of competitive versus noncompetitive retail electricity markets across the state in terms of price and reliability
 - 5 Panels
 - PEC on panel with President & CEO of TEC (Mike Williams); General Manager of Brazos Electric Power Cooperative (Clifton Karnei); and CEO of Medina Electric Cooperative (Mark Rollans)
 - No questions
 - Committee presentation attached as appendix

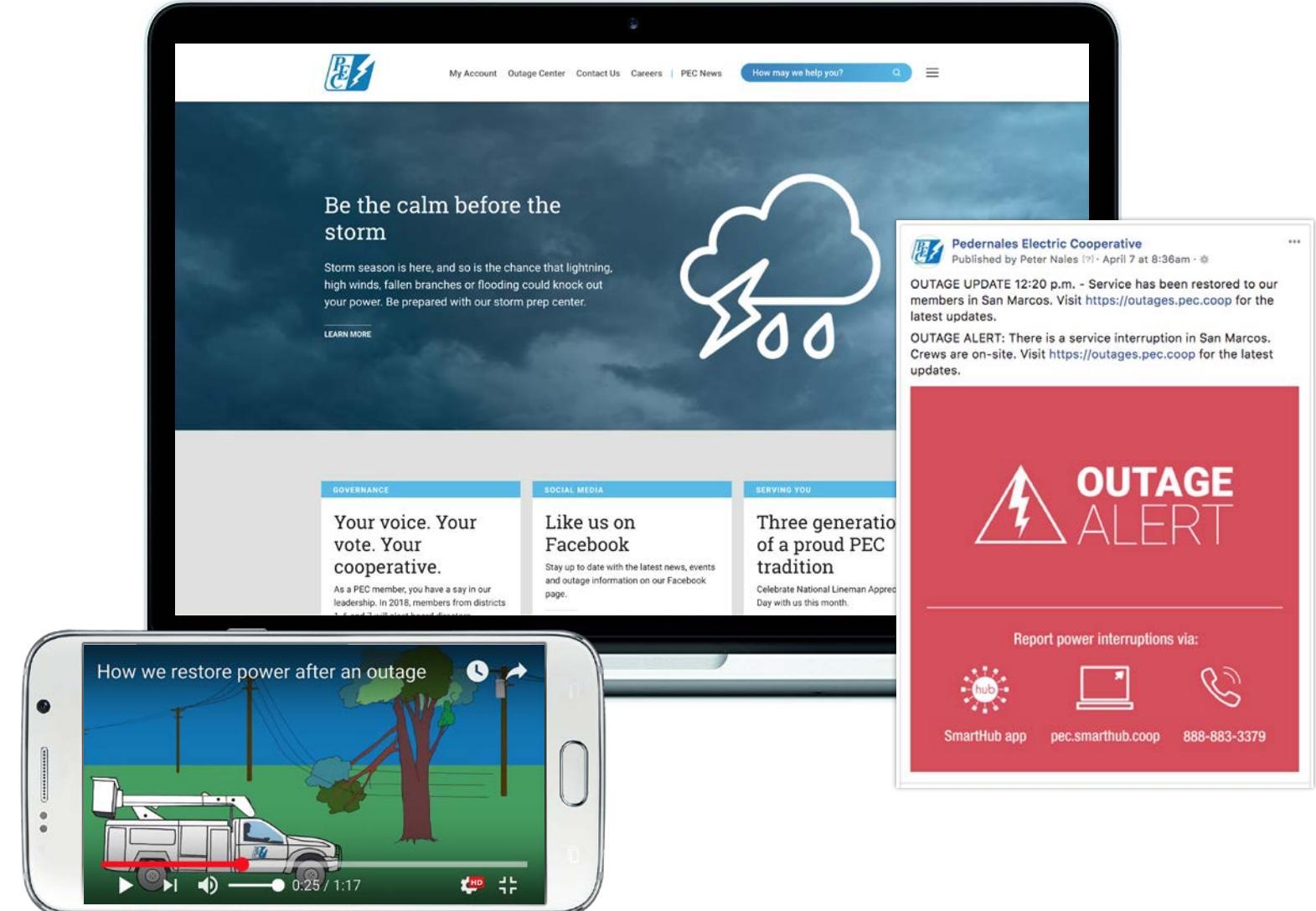
Senate Business & Commerce Committee:

Chair – Kelly Hancock
Vice-Chair – Brandon Creighton
Members – Donna Campbell, Craig Estes, Robert Nichols, Charles Schwertner, Larry Taylor, John Whitmire, Judith Zaffirini

Active outage preparedness communication



- Outage-related content distributed to members in anticipation of inclement spring weather
- Main focus of messaging on safety and outage reporting
- Updated website to promote outage preparation efforts
- Promotion on social media
- Developed animated video to educate on how we restore power outages



Partnership with KVUE



- Renewing and expanding partnership with local ABC affiliate for enhanced member engagement opportunities
- Includes Project Green sponsorship in support of Power Rush Hour campaign, which educates about transmission costs and shifting energy use outside of peak hours
- Partnership to extend throughout 2018, providing engagement opportunities for multiple initiatives:
 - Reliability
 - Safety
 - Conservation
 - Account management

The image contains two promotional banners. The top banner is for KVUE ABC, featuring the station's name in large blue letters and the ABC television network logo. It includes a graphic of a power line and a red circle with a white 'P' and 'E' inside, with text about the Power Rush Hour campaign. The bottom banner is for PEC, featuring a dark blue background with a white lightning bolt icon, text about staying calm during storms, and a link to the outage center. The right side of the banner is a light green box with text about paperless billing and auto bank draft savings, accompanied by a graphic of a tree with dollar bills for leaves.

Successful PEC scholarship banquet



- Held April 26 at the PEC Headquarters
- Honored 28 PEC Scholarship Recipients
- Awarded \$100,000 to area high school seniors
 - Twenty \$2,500 scholarships
 - Five \$5,000 scholarships
 - Two \$7,500 scholarships
 - One \$10,000 scholarship
- Program funded by unclaimed property funds



The program cover is a white rectangle with a thin gray border. At the top center is the PEC logo. Below it, the text '2018 Scholarship Banquet' is in bold blue, followed by 'April 26, 2018' and '6 p.m.' in a smaller blue font. A vertical list of agenda items follows: 'Welcome and Introductions', 'Congratulatory Remarks', 'Scholarship Awards', 'Concluding Remarks', and 'Photos', all in blue text.

Congratulations to our 2018 scholarship winners!

Railie Calhoun	Lauren Mangibin
Dawson Carr	Hannah McGee
Ashlyn Carroll	Sarah Moore
Michael Chiappone	Zoe Morris
Robert Cranford	Zachary Murray
McKenna Dallmeyer	Delaney Ramsdell
Kailee Hair	Julia Tinsley
Sydney Hatmaker	Noah Torr
Kyle Herron	Lindsey Walker
John Kwan	Cassidy Wagner
Olivia Kershner	Rayna Webb
Christopher Lee	Keely Wilson
Adriana Longoria	Robert Woodworth
Julia Loza	Safiyah Zaidi

Meet our 2018 PEC scholarship recipients



First Row: Keely Wilson, Lampasas High School; Zachary Murray, Dripping Springs High School; Julia Loza, Rouse High School; Adriana Longoria, Cedar Park High School; Safiyah Zaidi, McNeil High School; Olivia Kershner, Smithson Valley High School; Lauren Mangibin, Liberal Arts and Science Academy; Cassidy Wagner, Blanco High School; Hannah McGee, San Marcos High School; McKenna Dallmeyer, Hill Country Christian School of Austin; Rayna Webb, Lehman High School. **Back Row:** Dawson Carr, Georgetown High School; Michael Chiappone, Lago Vista High School; Ashlyn Carroll, Westwood High School; Robert Woodworth, Jack C. Hays High School; Kailee Hair, Faith Academy of Marble Falls; John Kwan, Faith Academy of Marble Falls; Robert Cranford, Wimberley High School; Julia Tinsley, Marble Falls High School; Noah Torr, Cedar Park High School; Railie Calhoun, Wimberley High School; Lindsey Walker, Wimberley High School; Christopher Lee, Dripping Springs High School; Kyle Herron, Dripping Springs High School; Sydney Hatmaker, Jack C. Hays High School; Delaney Ramsdell, Sonora High School; and Sarah Moore, Jack C. Hays High School. **Not Pictured:** Zoe Morris, Westwood High School.



Questions?