



PEDERNALES ELECTRIC COOPERATIVE

Board of Directors Agenda - Final

04/17/2026 | 9:00 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

9:00 AM Meeting called to order on April 17, 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

Adoption of Agenda

Consent Items

1. [2026-088](#) **Friday, March 27, 2026 - Regular Meeting Minutes**

Attachments: [2026-03-27 OS Minutes](#)

Cooperative Monthly Report

2. [2026-089](#) **Cooperative Update - J Parsley/C Powell/N Fulmer/R Kruger/J Urban**

Attachments: [2026-089 April Cooperative Update v3](#)

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

3. [2026-090](#) **Member Comments**

Attachments: [Decorum Policy.pdf](#)

Action Items / Other Items

4. [2026-091](#) **Presentation of 2025 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM) - S Lemons/T Canady**

Attachments: [Financial Audit and Management Letter by BSGM Final 2026-091](#)

5. [2026-092](#) **Resolution - Acceptance of 2025 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM)**

Attachments: [Financial Audit and Management Letter by BSGM Final 2026-092](#)

6. [2026-120](#) **Resolution - Approval of Acceptance of the Selection of Independent Auditor and Tax Services - J Smith**

Attachments: [Approval of Acceptance of the Selection of Independent Auditor and Tax Services Final 2026-120](#)

7. [2026-093](#) **Resolution - Approval of Construction Contract for T360 Friendship-Rutherford Storm Hardening - J Greene**
Attachments: [Construction Contract T360 Friendship-Rutherford 2026-093](#)
8. [2026-097](#) **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 - J Greene**
Attachments: [Eminent Domain - T328 Buda-Manchaca 2026-097](#)
9. [2026-096](#) **Resolution - Approval of Budget Amendment - Whitestone T1 and T2 Upgrade - J Greene**
Attachments: [Budget Amend Whitestone T1 T2 Upgrade 2026-096](#)
10. [2026-095](#) **Resolution - Approval of Budget Amendment - 2025 Substation Change Category for Non-Multi-Year Projects - J Greene**
Attachments: [Budget Amend - 2025 Sub Change Category 2026-095](#)
11. [2026-098](#) **Resolution - Approval to Amend 2025 Capital Improvement Plan (CIP) for Category Level Expenditure - N Fulmer**
Attachments: [Amend 2025 CIP for Category Level Expenditure 2026-098](#)
12. [2026-099](#) **Qualifications and Elections Committee (QEC) Recommendation of Qualified Candidates - QEC Representative**
Attachments: [QEC Recommendation of 2026 PEC Board Qualified Candidates 2026-099](#)
[2026 Qualifications and Elections Committee \(QEC\) Recommendation of Qualified Candidates 2026-099](#)
13. [2026-101](#) **Resolution - Approval and Certification of 2026 Election Ballot - M Butler**
Attachments: [Certification of 2026 Election Ballot 2026-101](#)
14. [2026-102](#) **Resolution - Approval of 2026 Annual Membership Meeting Agenda - A Stover/C Tinsley Porter**
Attachments: [Approval of 2026 AMM Agenda final 2026-102](#)
[06.19.26 Annual Meeting Agenda FINAL 2026-102](#)
15. [2026-103](#) **2026 Election Timeline Monthly Update - A Stover (Written Report in Materials)**
Attachments: [Election Timeline 2026-103](#)
[January-December 2026](#)
16. [2026-060](#) **Member Events - C Tinsley Porter**
Attachments: [Member Appreciation Events 2026-060 FINAL](#)

Proposed Future Items / Meetings (subject to final posting)

17. [2026-104](#) **List of Board Approved Future Meetings**
Attachments: [2026 Board Meeting Calendar.pdf](#)

18. [2026-105](#) Board Planning Calendar (Written Report in Materials)

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

Recess to Executive Session

Executive Session - Legal and Governance Matters

19. [2026-106](#) Matters in Which the Board Seeks the Advice of its Attorney as Privileged Communications in the Rendition of Professional Legal Services
20. [2026-107](#) Litigation and Related Legal Matters - A Stover
21. [2026-108](#) Resolution - Approval of Authorization for Initiation, Settlement, or Disposition of Litigation Matter(s) - A Stover
22. [2026-109](#) Discussion of Board Relation Issues

Executive Session - Contract and Competitive Matters

23. [2026-110](#) Resolution(s) - Approval of Contract Renewals or Extensions - A Stover
24. [2026-081](#) Draft Resolution - Approval of Budget Process Updates - J Smith/K Jones
25. [2026-111](#) Draft Resolution - Approval of Capital Credits Special Distribution during Calendar Year 2026 - J Smith/K Jones
26. [2026-112](#) Report on Property, Liability, and Corporate Insurance Policies - B Headrick
27. [2026-113](#) Update on Competitive ERCOT Regulatory Matters - C Powell/E Blakey
28. [2026-123](#) Contracting Process Review - N Swartz
29. [2026-114](#) Markets Report - R Kruger/R Strobel
30. [2026-122](#) Report on Member Relations Activities - J Urban/D Evers

Executive Session - Real Estate Matters

31. [2026-115](#) Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions - C Powell
32. [2026-116](#) Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions - C Powell

Executive Session - Safety and Security Matters

33. [2026-117](#) Safety and Security Matters

Executive Session - Personnel Matters

34. [2026-118](#) Personnel Matters

Reconvene to Open Session

Items from Executive Session

Adjournment



File #: 2026-088, **Version:** 1

Friday, March 27, 2026 - Regular Meeting Minutes



Pedernales Electric Cooperative

PO Box 1
Johnson City, TX 78636

Meeting Minutes - Draft

Board of Directors

Friday, March 27, 2026

9:00 AM

PEC Headquarters Auditorium

201 S Ave F, Johnson City, TX 78636

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

Call to Order and Roll Call

This meeting was called to order at 9:03 a.m., on March 27, 2026, at the PEC Headquarters Auditorium, 201 South Avenue F, Johnson City, Texas.

Present: 7 - Director Milton Rister, President Emily Pataki, Secretary/Treasurer Mark Ekrot, 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. [2026-053](#) **Friday, February 20, 2026 - Regular Meeting Minutes**

Attachments: [2026-02-20 OS Minutes](#)

Cooperative Monthly Report

2. [2026-054](#) **Cooperative Update - J Parsley/J Greene/N Fulmer/R Kruger/J Urban**

Attachments: [2026-054 March Cooperative Update_FINAL](#)

Ms. Julie Parsley, Chief Executive Officer (CEO), Mr. Jonathan Greene, Mr. Nathan Fulmer, Chief Operations Officer - Distribution, Mr. Randy Kruger, Chief Financial Officer (CFO), and on the behalf of Mr. J.P. Urban, Chief Administrative Officer, Ms. Dawn Southwell, Director, Retail Services, presented a collaborative Cooperative Update.

Member Comments (3-minute limitation or as otherwise directed by Board)**3. [2026-055](#) Member Comments**

Attachments: [Decorum Policy.pdf](#)

There were no members present.

Action Items / Other Items**4. [2026-006](#) Resolution - Approval of Construction Contract - Bee Creek T1 and T2 Upgrade - J Greene**

Body: **BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE** that the Cooperative is authorized to execute a construction contract to complete the Bee Creek T1 and T2 Upgrade consistent with the discussion in Executive Session and the confidential term sheet; and

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

Attachments: [Construct Contract - Bee Creek T1 & T2 Upgrade 2026-006 final](#)

Mr. Jonathan Greene, Chief Operations Officer - Transmission, presented the resolution and asked the Board for approval.

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

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

5. [2026-056](#) Resolution - Authorization for Approval to Increase Transmission Operations Connectivity Services Agreement - A Robertson/J Greene

Body: **NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE** that the associated increase costs for additional connectivity services is reasonable and necessary and PEC is authorized to execute an amendment to its agreement with LCRA for fiber and cellular connectivity services as discussed in Executive Session and in the confidential term sheet; and

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

Attachments: [Increase Transm Ops Connectivity Srvs Agrmt 2026-056 Final](#)

Mr. Alex Robertson, Director, Technology Infrastructure and Operations, 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. [2026-057](#) **Draft Resolution - Approval and Certification of 2026 Election Ballot - M Butler**

Body: BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the 2026 Election Ballots are approved and certified as presented this day, including the qualified candidates for Board of Director in their respective Director Districts; and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the General Counsel, or designee, is directed to take all necessary actions to implement this resolution and direct the Election Service Provider to prepare and print the 2026 Election Ballots and accompanying materials.

Attachments: [Certification of 2026 Election Ballot Final 2026-057](#)

Mr. Michael Butler, Senior Counsel, discussed the draft resolution and stated that a final resolution will be presented to the Board for approval in April.

7. [2026-058](#) **Draft Resolution - Approval of 2026 Annual Membership Meeting Agenda - A Stover/C Tinsley Porter**

Body: BE IT RESOLVED BY THE BOARD that the agenda for the 2026 Annual Meeting as submitted to and discussed by the Board at its regular meeting this day is approved, with such changes as were discussed and approved by the Board;

BE IT FURTHER RESOLVED BY THE BOARD that the General Counsel, or designee, is hereby authorized to provide notice of the Annual Meeting and publish the approved agenda to all Members, and the President of the Board (or such other officer of the Board if the President is unavailable) is authorized and directed to conduct the order of business at the Annual Meeting of the Members in accordance with the approved agenda.

Attachments: [Approval of 2026 AM Agenda Final 2026-058](#)
[2026 Annual Meeting Agenda Final 2026-058](#)

Ms. Caroline Tinsley Porter, Director, External Relations, discussed the draft resolution and stated that a final resolution will be presented to the Board for approval in April.

8. [2026-059](#) **2026 Election Timeline Monthly Update - A Stover (Written Report in Materials)**

Attachments: [Election Timeline 2026-059](#)
[January-December 2026](#)

Ms. Andrea Stover, General Counsel, said the Qualifications and Election Committee will meet the following week to review the candidate applicants.

Proposed Future Items / Meetings (subject to final posting)**9. [2026-061](#) List of Board Approved Future Meetings**

Attachments: [2026 Board Meeting Calendar.pdf](#)

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

10. [2026-062](#) 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 9:41 a.m., stated the Board would go into Executive Session.

Executive Session - Legal and Governance Matters

- 11. [2026-063](#) Matters in Which the Board Seeks the Advice of its Attorney as Privileged Communications in the Rendition of Professional Legal Services**
- 12. [2026-064](#) Litigation and Related Legal Matters - A Stover**
- 13. [2026-065](#) Resolution - Approval of Authorization for Initiation, Settlement, or Disposition of Litigation Matter(s) - A Stover**
- 14. [2026-066](#) Discussion of Board Relation Issues**

Executive Session - Contract and Competitive Matters

- 15. [2026-067](#) Resolution(s) - Approval of Contract Renewals or Extensions - A Stover**
- 16. [2026-075](#) Draft Resolution - Approval of Construction Contract - T360 Friendship-Rutherford Storm Hardening - J Greene**
- 17. [2026-077](#) Draft Resolution - Approval of Budget Amendment - 2025 Substation Change Category for Non-Multi-Year Projects - J Greene**
- 18. [2026-078](#) Draft Resolution - Approval of Budget Amendment - Whitestone T1 and T2 Upgrade - J Greene**
- 19. [2026-080](#) Draft Resolution - Approval to Amend 2025 Capital Improvement Plan (CIP) for Category Level Expenditure - N Fulmer**

20. [2026-119](#) Update on Warehouse and Inventory Project - N Fulmer/J Rose
21. [2026-068](#) Update on Competitive ERCOT Regulatory Matters - C Powell/E Blakey
22. [2026-069](#) Markets Report - R Kruger/R Strobel

Executive Session - Real Estate Matters

23. [2026-070](#) Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions - C Powell
24. [2026-071](#) Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions - C Powell
25. [2026-079](#) 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 - J Greene

Executive Session - Safety and Security Matters

26. [2026-072](#) Safety and Security Matters

Executive Session - Personnel Matters

27. [2026-073](#) Chief Executive Officer Corporate Initiatives and Action Items Quarterly Update - J Parsley
28. [2026-074](#) Personnel Matters

Reconvene to Open Session

At 1:18 p.m., the Board reconvened to the Open Session meeting.

Items from Executive Session

There were no agenda items to consider from Executive Session.

Adjournment

There being no further business to come before the Board of the Directors, the meeting adjourned at 1:19 p.m.

Approved:

Mark Ekrut, Secretary

Emily Pataki, President



Pedernales Electric Cooperative

PO Box 1
Johnson City, TX 78636

File #: 2026-089, Version: 1

Cooperative Update - J Parsley/C Powell/N Fulmer/R Kruger/J Urban

Submitted By: Julie Parsley
Department: Chief Executive Officer



Cooperative Update

Julie C. Parsley | Chief Executive Officer

Christian Powell | Chief Compliance Officer

Nathan Fulmer | Chief Operations Officer - Distribution

Randy Kruger | Chief Financial Officer

JP Urban | Chief Administrative Officer



CEO Report

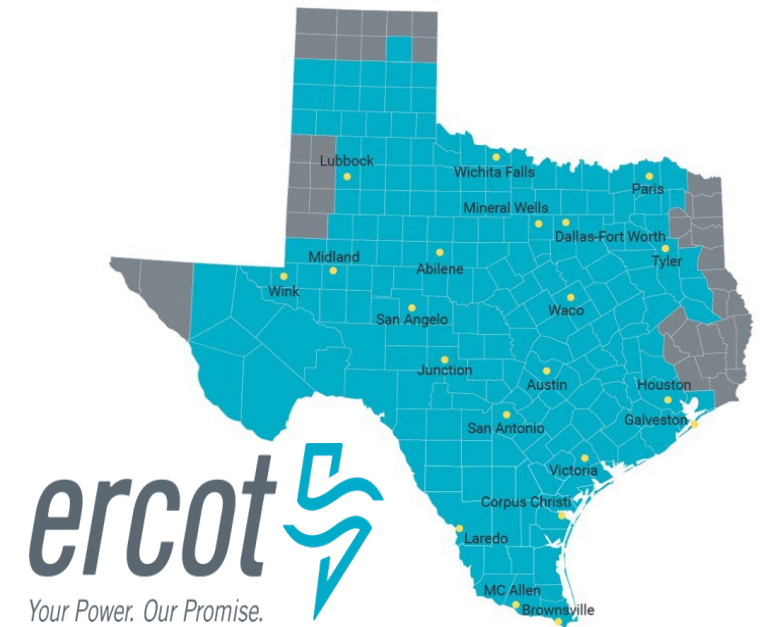
Julie C. Parsley | Chief Executive Officer

PUC Update

- PUC Open Meeting - April 2: ERCOT provided an update on its proposed Batch Study Process for Future Large Load Interconnections
- ERCOT reiterated that the purpose of the batch study process is to avoid the ongoing need for re-studies, which can delay projects
- ERCOT estimates that the batch process will be finalized and ready for review by the ERCOT Board at their June meeting
- PUC Open Meeting – April 17: more information to come



- House Committee on State Affairs reviewed an interim charge for data centers
- Hearing held on April 9
- More information to come



GCPA Conference



Gulf Coast Power Association

**39th Annual
Spring Conference
April 8 – Houston**

- PEC Team participated in annual conference
- Panel discussion included PEC CEO Julie Parsley, plus Alexandra Williams, Samantha Crouch, Mike Wise, and Brock Peterson



April 18 is Lineworker Appreciation Day!

A photograph of four lineworkers standing together on a construction site. They are wearing hard hats, safety glasses, and work shirts. The image is overlaid with a blue tint. The text 'THANK A LINEWORKER' is written in large, white, outlined letters across the middle of the image.

THANK A
LINEWORKER

Members Share Their Appreciation

To be updated



April Quarterly Report

Christian Powell | Chief Compliance Officer

April Quarterly Report to be updated



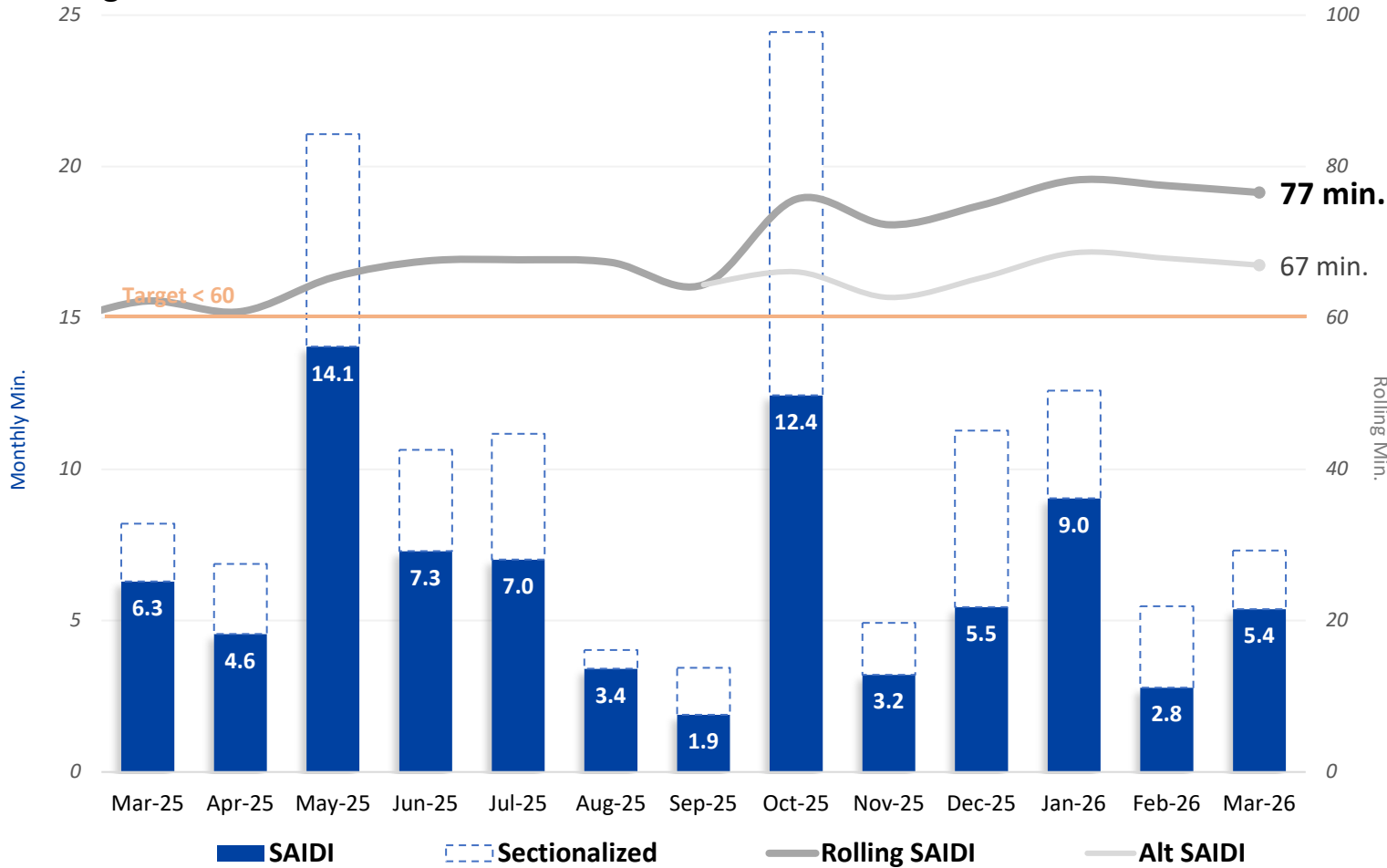
Operations Report

Nathan Fulmer | Chief Operations Officer -
Distribution

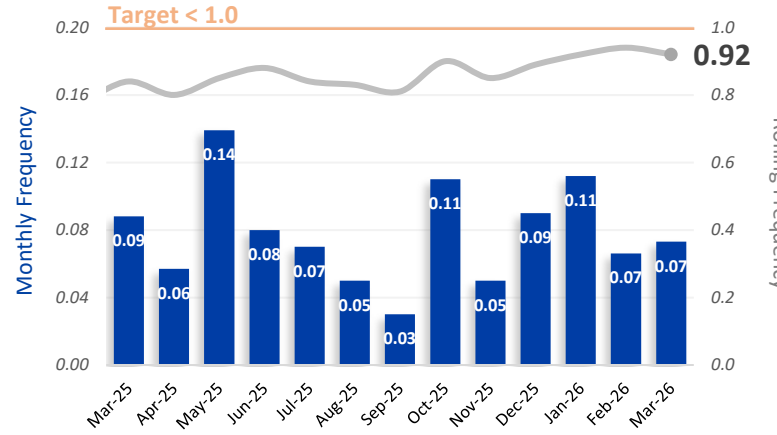
Reliability

SAIDI System Average Interruption Duration Index

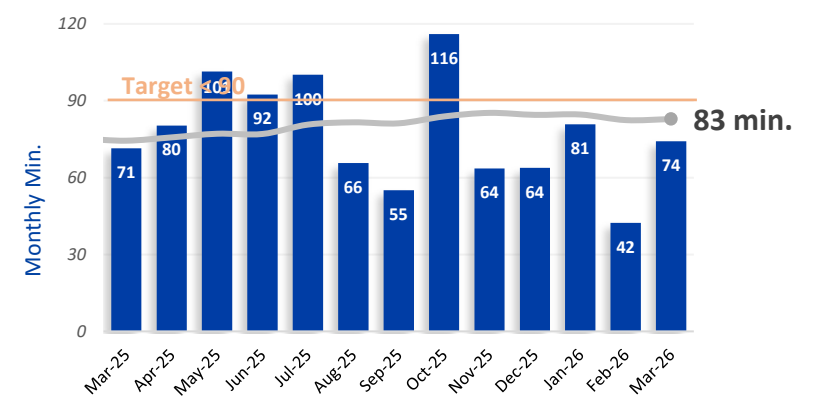
TX Avg SAIDI in 2024 = **153 min.** reported by the Dept. of Energy



SAIFI System Average Interruption Frequency Index



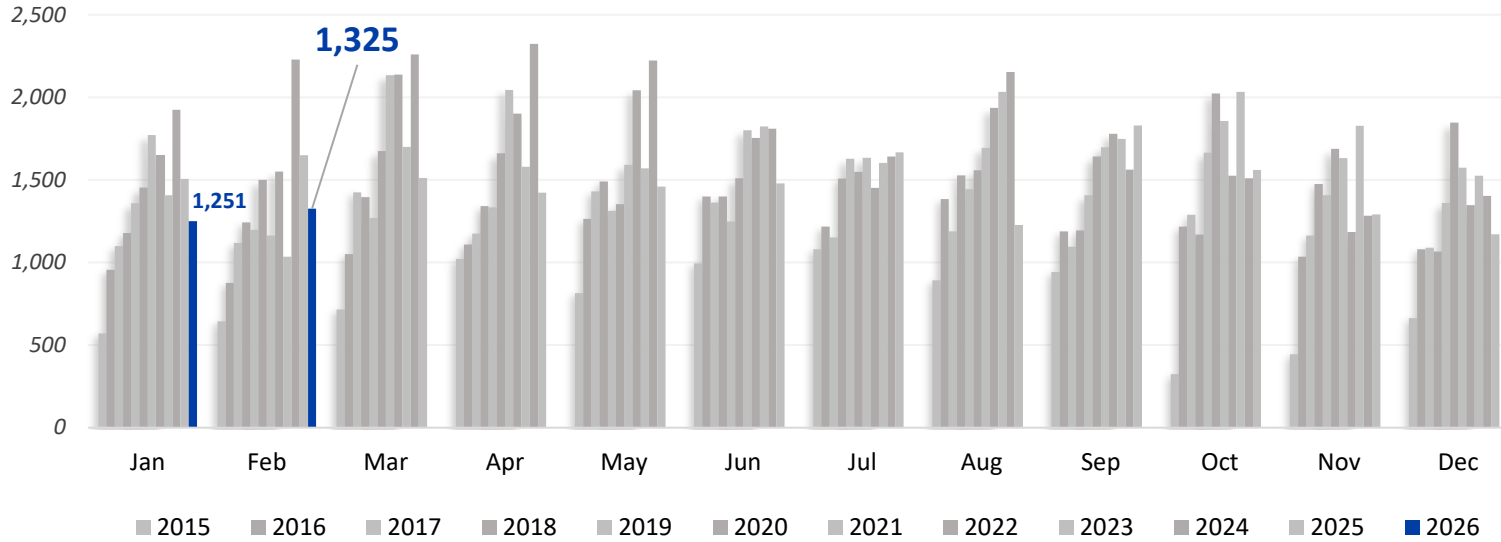
CAIDI Customer Average Interruption Duration Index



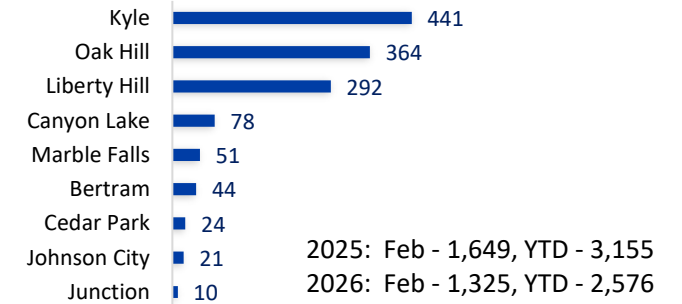
System Growth

Line Extensions Completed

2023: 19,886 2024: 22,323 2025: 17,770 2026: 2,576



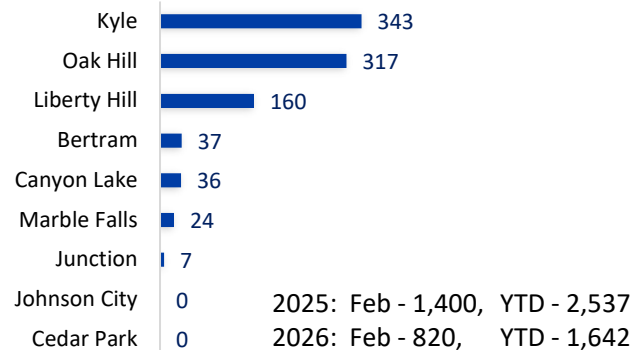
Line Extensions by District



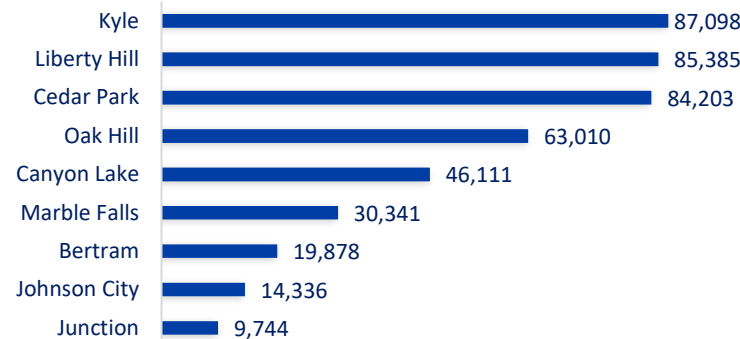
Miles of Distribution Line:

Overhead:	17,872	(68%)
Underground:	8,230	(32%)
Total:	26,102	

Net Meter Growth (820)

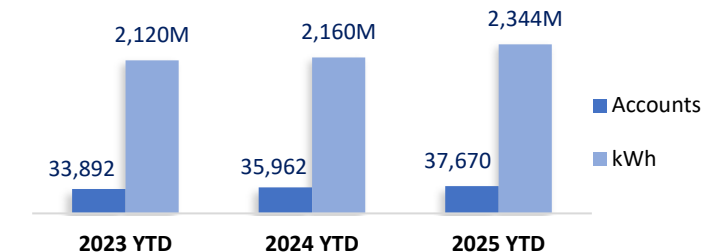


Meter Totals (440,106)



Residential & Commercial

Non-Residential Accounts and Consumption YTD



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

Upgrading Major Feeders from Marble Falls Substation

Completed the project in two phases over four days total.

March 24

- HS120 and 140 converted
- 1,311 transformers converted
- 2,117 members
- 65 teams

March 25

- HS130 converted
- 275 transformers converted
- 527 members
- 14 teams

April 7

- HS20 and 40 converted
- 481 transformers
- 1,275 members
- 32 teams

April 8

- HS30 converted
- 539 transformers converted
- 695 members
- 36 teams

This project brings equipment improvements to over 4,600 members in the Horseshoe Bay area.

Insert Pic

Department Highlights

Assessments

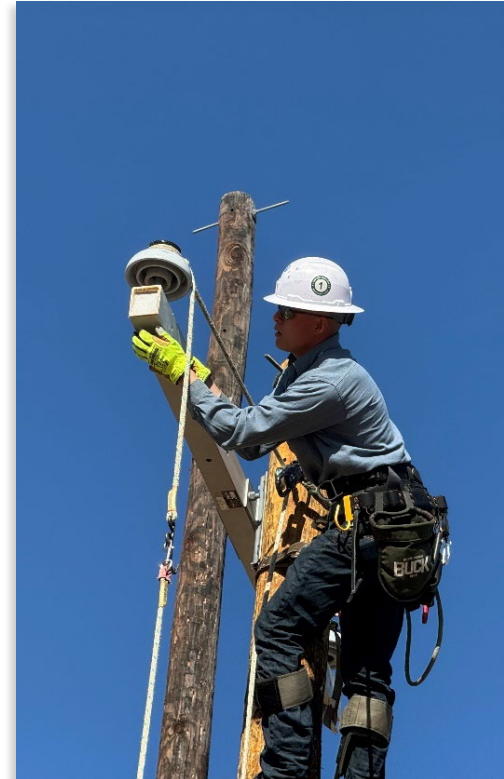
- A class of five Year 3 and 4 apprentices successfully completed 30 tasks
- Two journey worker sessions where five completed a total of 54 tasks

Lineman Apprenticeship Program

- Year 1 Climbing School:
 - A comprehensive three-week program was completed
- Competency Achievement:
 - Nine students completed all required competencies
- Year 3 Hot Certifications:
 - Completed one session with eight students



Technical Training Spotlight



Issac Larranga
Apprentice 1A
Bertram

Isaac is recognized for his outstanding commitment to the program and has demonstrated exceptional commitment and responsibility as an apprentice.

He has shown a profound trust in his tools and his team, and always maintained a positive attitude towards safety.

His diligent efforts in ensuring that the team completed post-job briefings not only contributed to the team's effectiveness but also reinforced PEC's culture of safety.

Qualifiers for the Texas Lineman Rodeo - July 16-18

Journeyman Teams

- Darren Donhauser (TT)
David Hernandez (CL)
Michael Thyberg (CL)
- Caleb Brodock (CL)
Zach Gough (CL)
Jesse Salazar (CL)
- Garrit Afman (CL)
Russel Albright (CL)
Andy Ridge (CL)
- Crispen Davis (CL)
Journey Gonsoulin (JC)
Asencion Menchaca (CL)

Senior Team

- Jason Fric (KY)
Juan Hernandez (KY)
Mike Gonzalez (OH)

Apprentices

- Trey Reese (OH)
- Clay Albrecht (LH)
- Nathan Buckingham (CP)
- Hayden Garner (LH)
- Austin Ellis (OH)
- Robert Vasquez (CL)
- Steven Jazdyk (CP)
- Pedro Aboytes (JN)
- Will Castleberry (JN)

Insert Pic

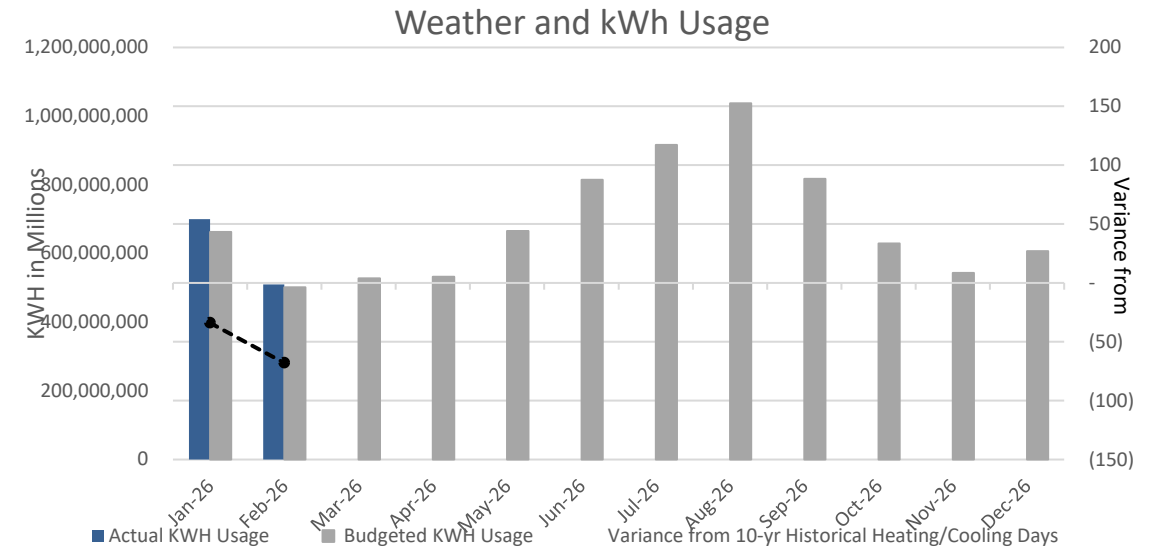
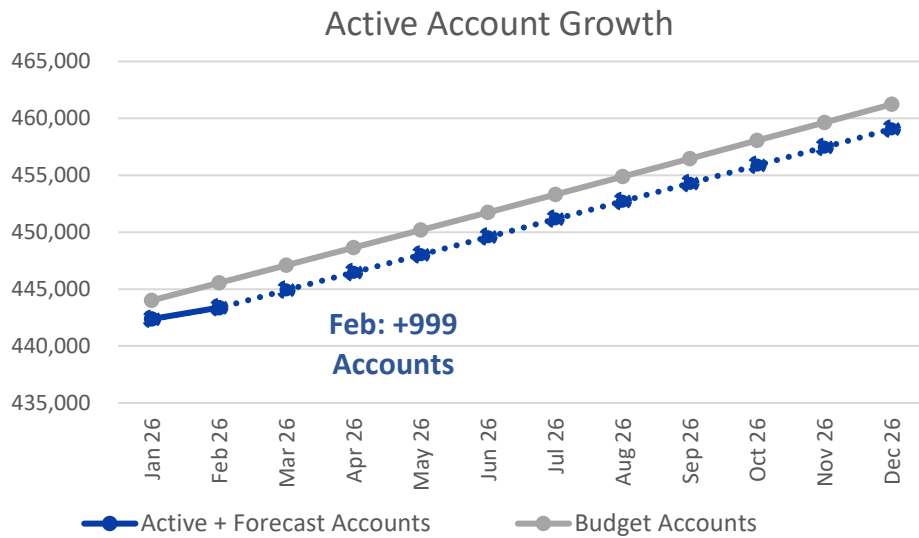


March 2026 Financial Report

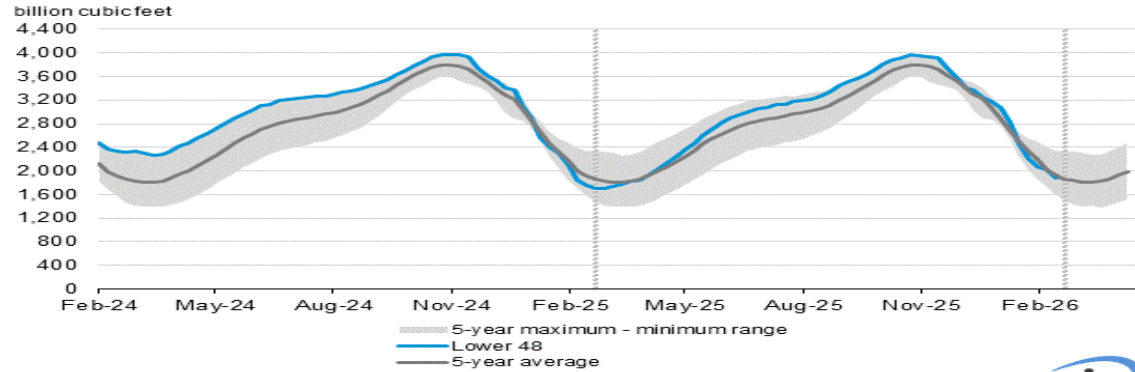
Randy Kruger | Chief Financial Officer

	MTD (\$ in millions)			YTD (\$ in millions)		
	Actual	Budget	Variance	Actual	Budget	Variance
MWH Sold	510,179	501,890	8,289	1,210,074	1,164,273	\$ 45,800
Gross Margins	\$ 32.2	\$ 32.0	\$ 0.2	\$ 67.9	\$ 67.1	\$ 0.8
Net Margins	\$ 6.1	\$ 2.6	\$ 3.5	\$ 15.4	\$ 7.7	\$ 7.7
EBIDA	\$ 17.7	\$ 14.2	\$ 3.5	\$ 38.7	\$ 31.0	\$ 7.7
Revenue O/(U)	\$ (1.4)	\$ (6.3)	\$ 4.9	\$ (10.6)	\$ (9.5)	\$ (1.1)
EBIDA(X)	\$ 16.3	\$ 7.9	\$ 8.4	\$ 28.1	\$ 21.5	\$ 6.6

Liquidity Coverage	
Cash & Marketable Securities	\$ 18,975,591
Short Term Facilities	605,000,000
Less: Short Term Borrowings	84,854,931
Available Liquidity	\$ 539,120,660
Liquidity Coverage (Days)	244



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



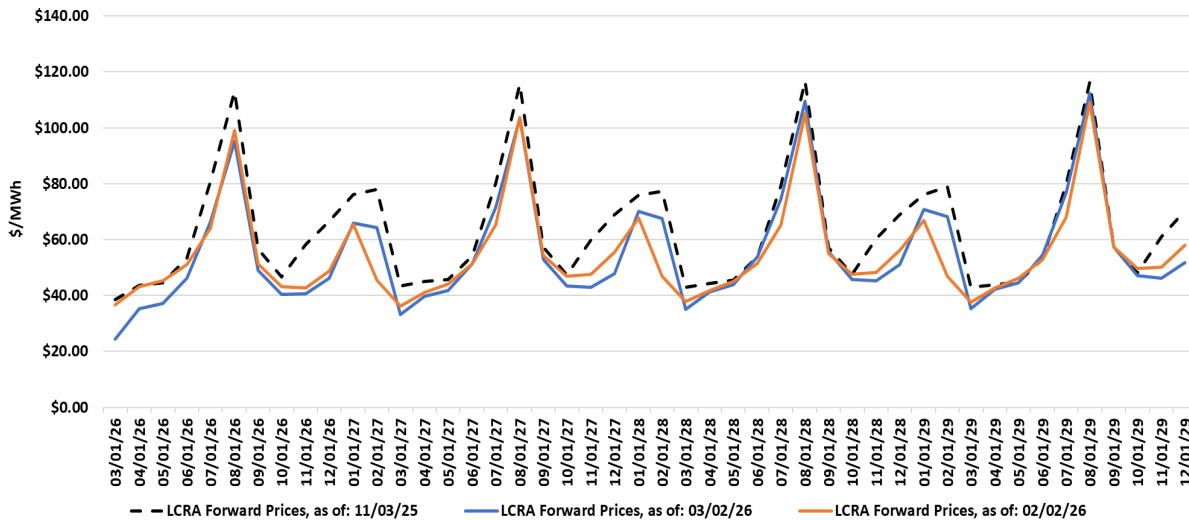
Data source: U.S. Energy Information Administration



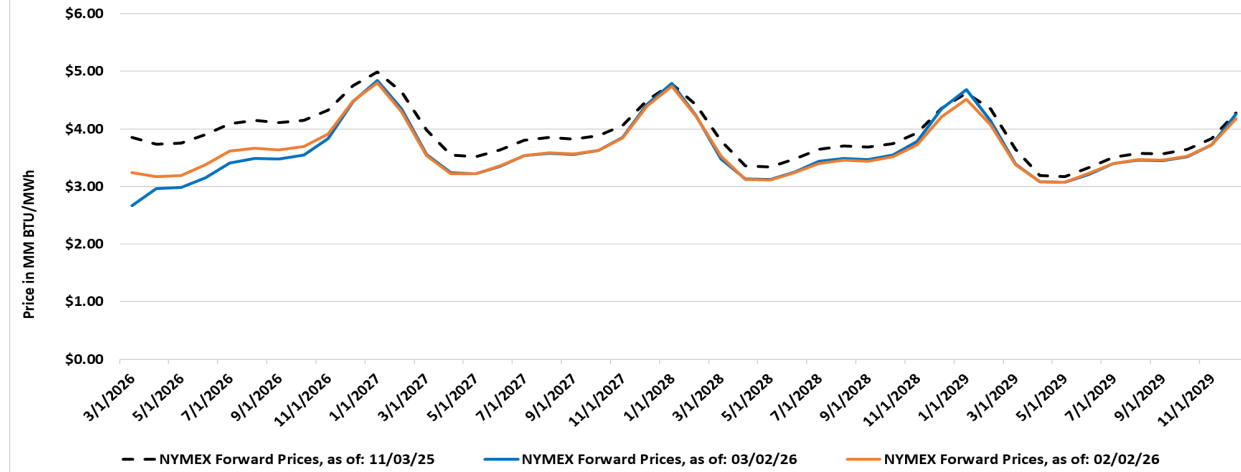
Note: The shaded area indicates the range between the historical minimum and maximum values for the weekly series from 2021 through 2025. The dashed vertical lines indicate current and year-ago weekly periods.

As of Mar 5, 2026

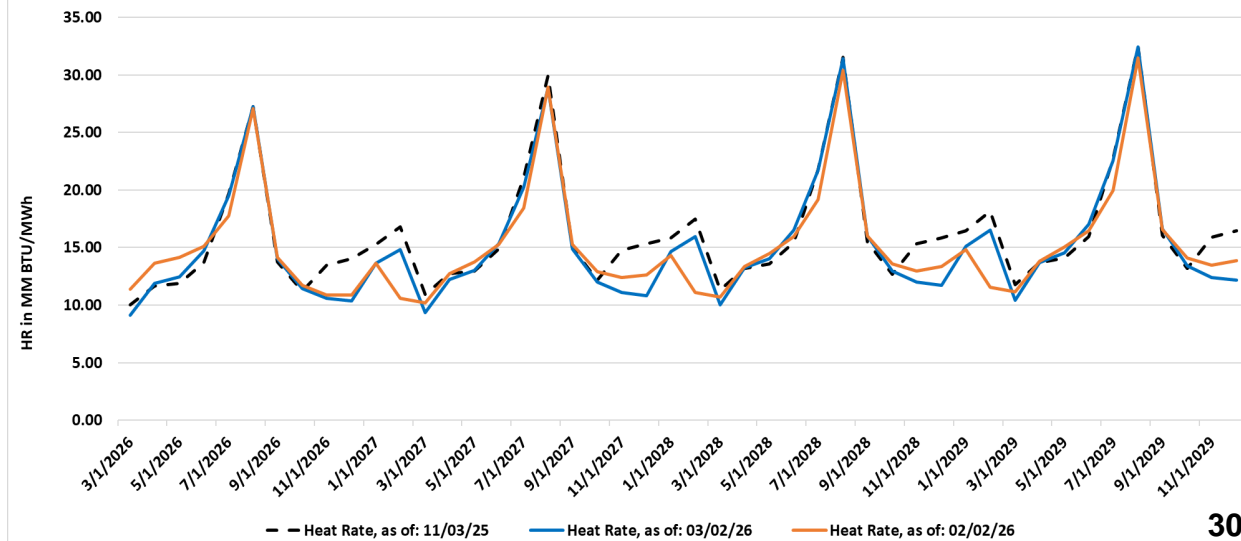
Power Forward Prices, ATC



Forward Gas Prices

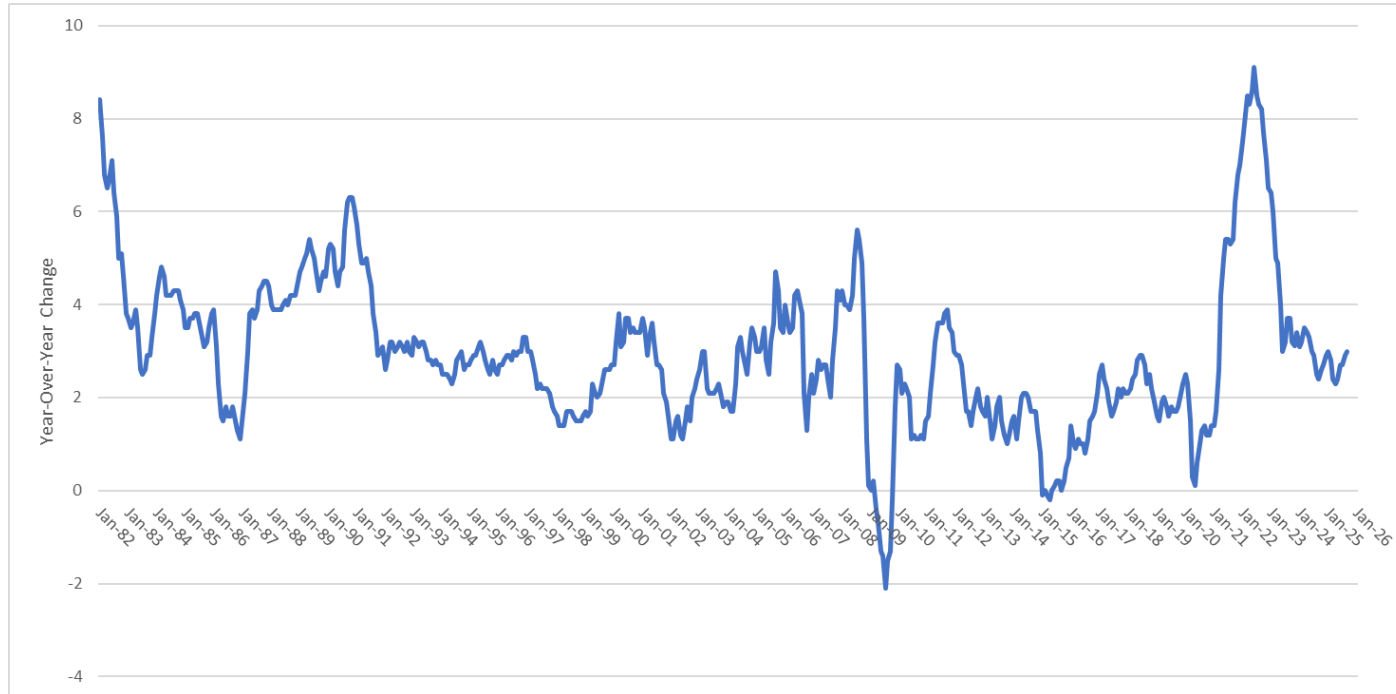


Forward Heat Rates



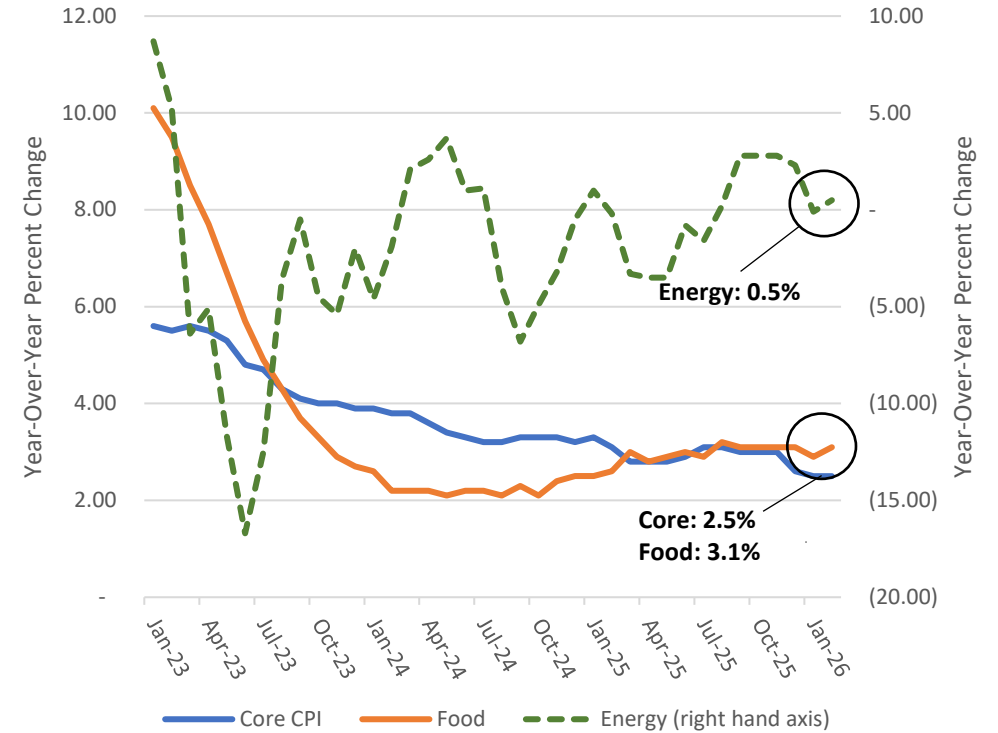
Overall CPI maintained at 2.4% YoY from 2.4% YoY in January; Core CPI maintained at 2.5% YoY from 2.5% YoY in January. Energy prices were up 0.5% YoY driven by utility gas service (+10.9%) electricity prices (+4.8%) and fuel oil (+6.2%) ; partially offset by gasoline (-5.6%)

CPI Jan 1982 to Mar 2026



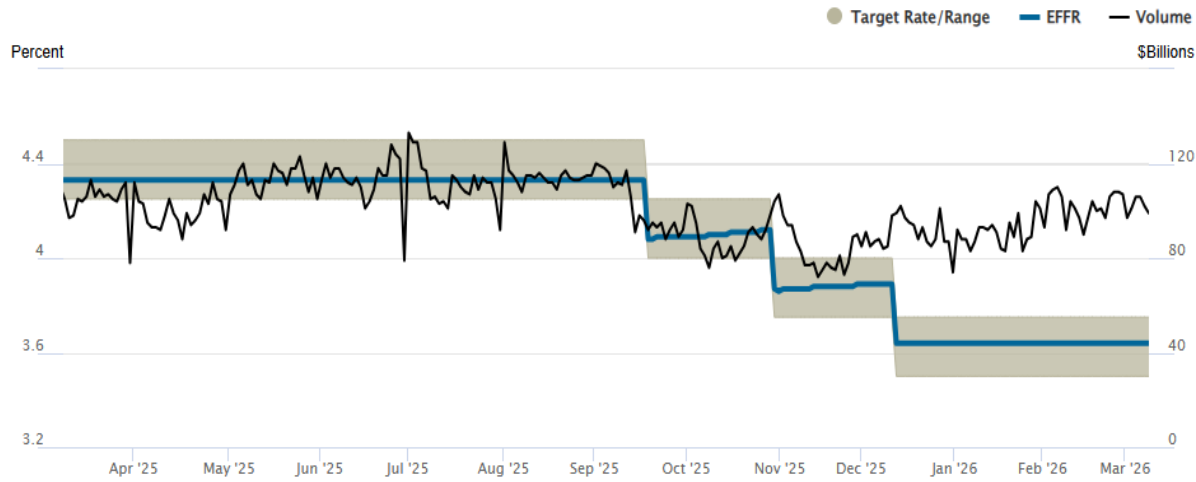
Source: U.S. Bureau of Labor Statistics

Core CPI, Food and Energy
Jan 2023 to Mar 2026



Source: U.S. Bureau of Labor Statistics

Federal Funds Rate



Source: Federal Reserve Bank of New York 3/9/2025

2-Year Note



Source: The Wall Street Journal 3/18/2025



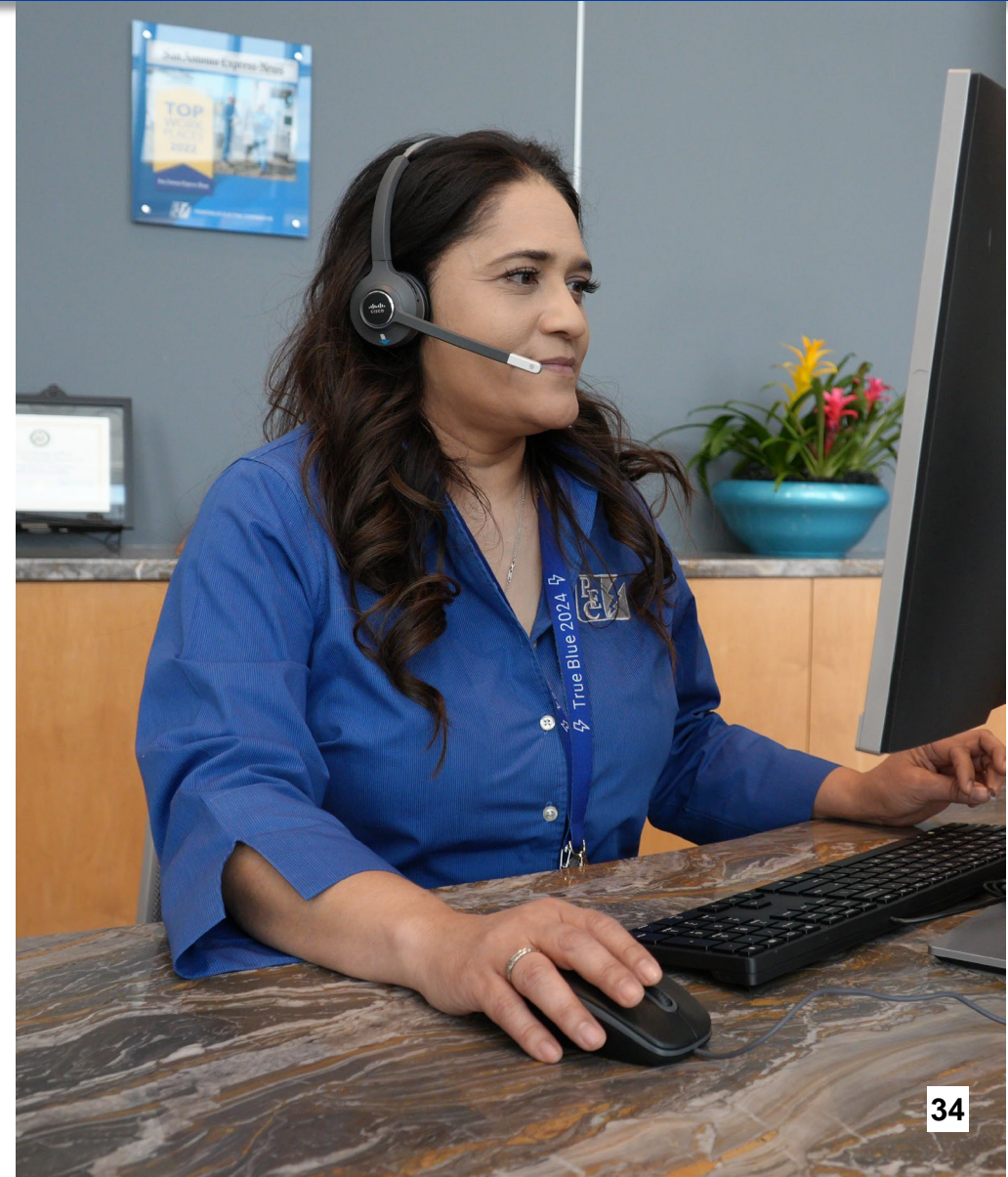
CAO Report

JP Urban | Chief Administrative Officer

Member Relations Report

March Member Relations Metrics

- Agent Utilization: 82.36%
- Calls handled: 21,406
- Chats handled: 1,605
- Applications for existing service
 - Online: 3,183 (33%)
 - Phone: 6,521 (67%)
- Member experience satisfaction rating: 4.53 out of 5
- Member experience first contact resolution: 88.24%
- 93.33% of members say they would enjoy working with the same agent again



- 17 employees participated in LCRA's annual Steps Forward Day on April 10
- Project sites included:
 - Granite Shoals: Painting the Community Center and Veterans Park pavilion
 - Kyle: Trail beautification and painting at the Bunton Creek Wildflower Loop
 - Oakalla: Install a new Little Free Library and clean up area garden beds with fresh mulch

CPS Energy Hosts Reliability Roundtable

- Power Alliance Partners in Energy met March 26 in San Antonio
 - Alliance was created by PEC in 2024 to foster relationships and brainstorming between some of Texas' largest utilities
- CPS Energy hosted the discussion on reliability and responding to customer needs



Team Member Receives Certification

To be updated



Appreciation and Look Ahead

Employee Shoutouts*

To be
updated



**Jonathan
De Los Santos**
Member Relations
Agent
Oak Hill

Lynne Monette
Member Relations
Analyst
Marble Falls

Summer Luther
Member Relations
Analyst
Marble Falls

Sondra Hinds
Member Relations
Agent 2
Oak Hill

Heath Finton
Journeyworker
Kyle

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



Appendix Pages



Appendix - Operations Report

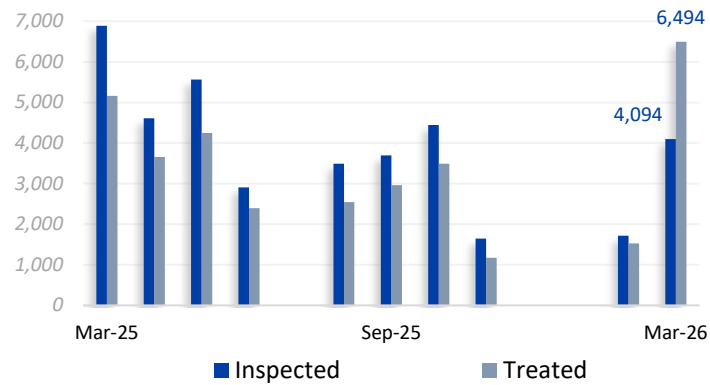
Nathan Fulmer | Chief Operations Officer - Distribution

Maintenance & Technical Services

Pole Testing & Treatment (PTT)

Poles Inspected & Treated

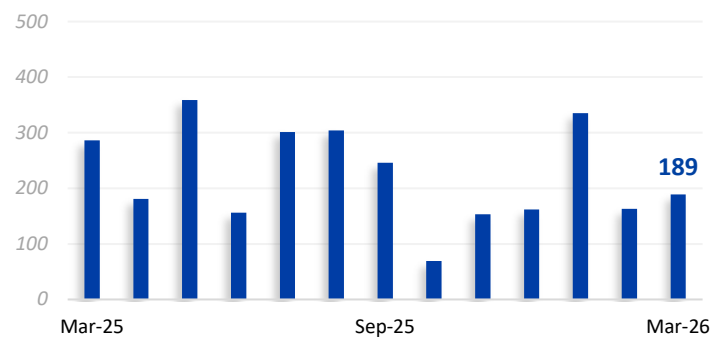
2025 YTD: Inspections - 16,232 Treated - 12,674
 2026 YTD: Inspections - 5,812 Treated - 8,025



Underground Equipment

Pad Restorations

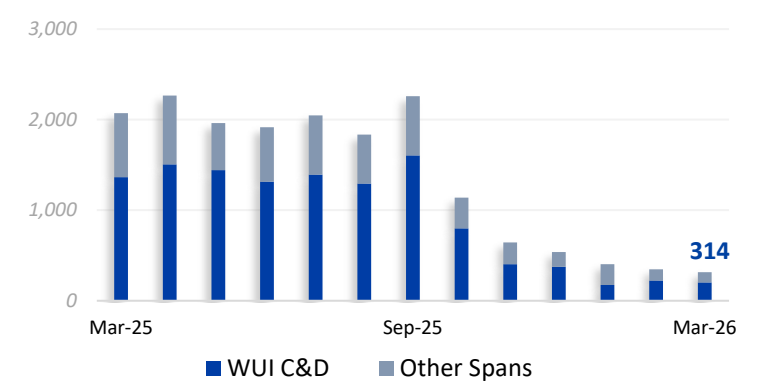
2025 YTD: 932
 2026 YTD: 687



Vegetation Management

Span Clearings

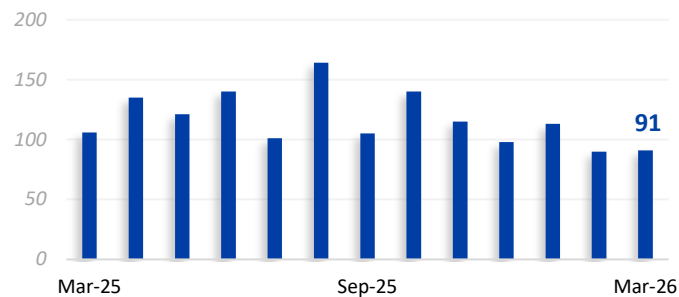
2025 YTD: Encroachments Completed - 4,795
 2026 YTD: Encroachments Completed - 1,064



Technical Services

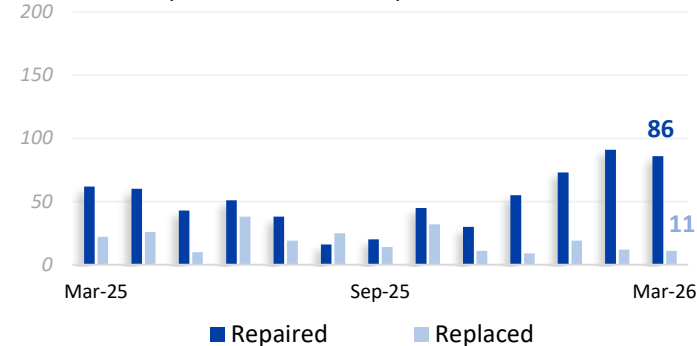
Equipment Inspections

2025 YTD: 355
 2026 YTD: 294



Equipment Repaired or Replaced

2025 YTD: Repaired - 257 Replaced - 73
 2026 YTD: Repaired - 263 Replaced - 42



Planning Engineering Projects

Project	Completion	Percent Complete
20-Year Plan Study	Feb 2026	99%
2026 CIP Project Maps	Feb 2026	90%
Load Projection Study	Mar 2026	100%
Capacitor Settings	Mar 2026	100%
4CP Study	Apr 2026	20%
Summer Contingency	May 2026	5%
UFLS Study	Jul 2026	0%
CIP (1 st Draft) Study	Jul 2026	5%
CIP (Final Draft) Study	Jul 2026	0%
Mock UFLS Study	Dec 2026	0%
Winter Contingency	Dec 2026	0%

Large Project Updates

Liberty Hill Materials Yard Expansion

Construction underway with expected completion Apr. 2026.

Liberty Hill Warehouse Expansion

Design and construct +/- 15k sq. ft. warehouse and convert existing warehouse and training area to staff space. Design contract executed with final designs expected in April. RFP for construction to be released in May 2026.

Bertram Yard Expansion

Expand materials yard into adjacent property. Grade and stabilize base. Install perimeter fencing, lighting, and new gate along Hwy. 29. RFP completed, moving to contract negotiations. Start expected in Q2 2026.

Generator Refresh

Replacement of end-of-life back-up generators at Kyle, Cedar Park, Bertram, Canyon Lake, and Haley Rd is underway. Design work near completion, generators purchased, construction contract executed and set to begin in Q2 2026.





Appendix - Financial Report

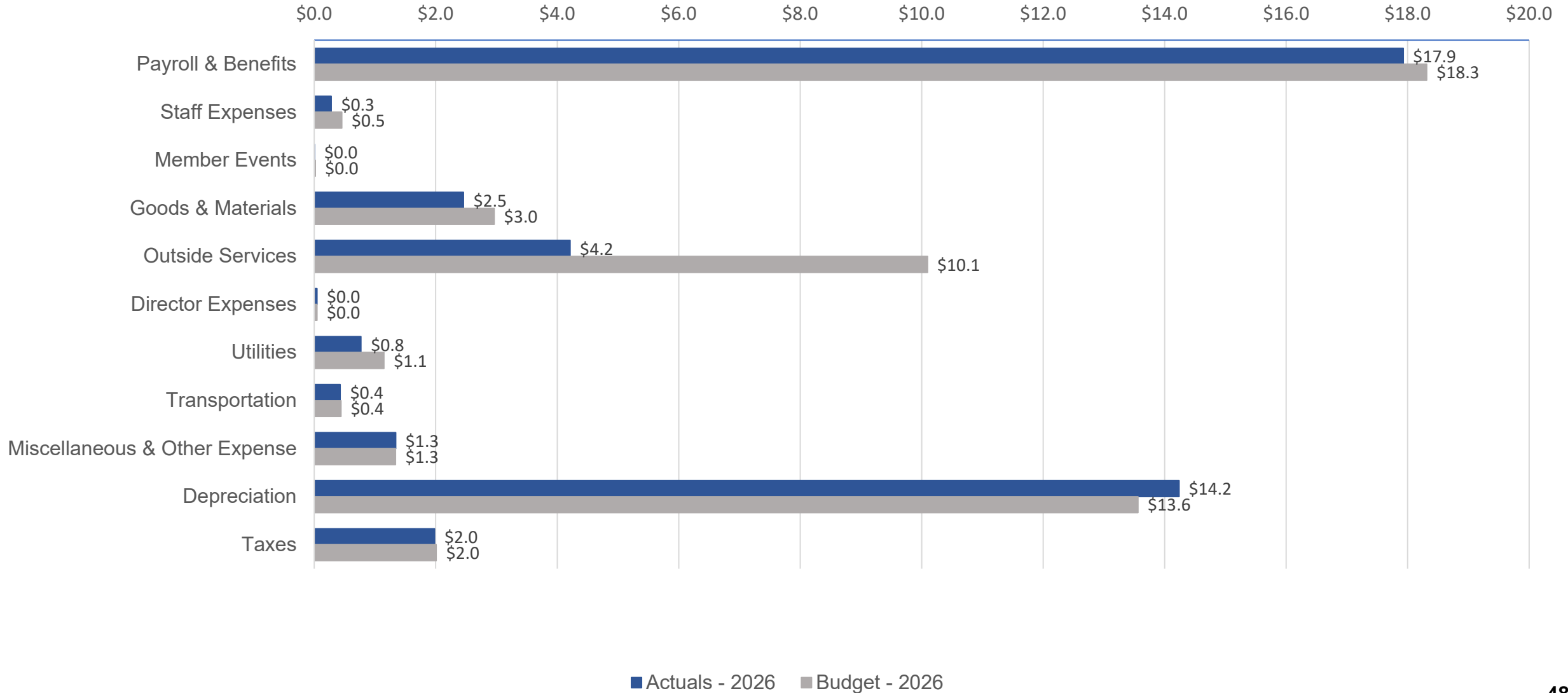
Randy Kruger | Chief Financial Officer

Financial Performance

	MTD			YTD			Annual	2025 to 2026 % Change
	Actual	Budget	Prior Year	Actual	Budget	Prior Year	Budget	
Gross Margins	\$ 32,230,743	\$ 31,960,967	\$ 34,086,334	\$ 67,857,613	\$ 67,110,852	\$ 68,348,522	\$ 423,682,060	-0.72%
Operating Expenses Ex. Depreciation	14,737,729	18,000,954	14,332,537	29,447,298	36,826,718	29,240,962	218,995,290	0.71%
Depreciation	7,124,980	6,782,058	6,677,675	14,237,773	13,561,778	13,350,041	85,396,529	
Interest Expense	4,523,542	4,832,799	4,596,251	9,110,503	9,703,842	8,927,345	58,430,758	
Other Income	(222,770)	(287,785)	(276,288)	(313,614)	(709,422)	(416,205)	4,982,148	
Net Margins	\$ 6,067,262	\$ 2,632,941	\$ 8,756,159	\$ 15,375,653	\$ 7,727,936	\$ 17,246,379	\$ 65,841,632	
EBIDA	\$ 17,715,784	\$ 14,247,798	\$ 20,030,085	\$ 38,723,929	\$ 30,993,556	\$ 39,523,765	\$ 209,668,918	-2.02%
Over (Under) Collected Revenues	(1,437,984)	(6,343,105)	(9,657,211)	(10,605,138)	(9,482,987)	(5,375,452)	(1,461,948)	
EBIDA(X)	\$ 16,277,800	\$ 7,904,693	\$ 10,372,874	\$ 28,118,791	\$ 21,510,569	\$ 34,148,313	\$ 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	
							0.00%	
Energy Sales kWh	510,178,988	501,890,483	621,345,569	1,210,073,859	1,164,273,490	1,398,221,452	8,292,263,992	-13.46%
Energy Purchases kWh	528,104,792	530,207,903	639,635,454	1,271,621,513	1,229,283,834	1,437,096,454	8,728,727,464	-11.51%
Active Accounts				443,372	445,543	428,364	461,238	3.50%

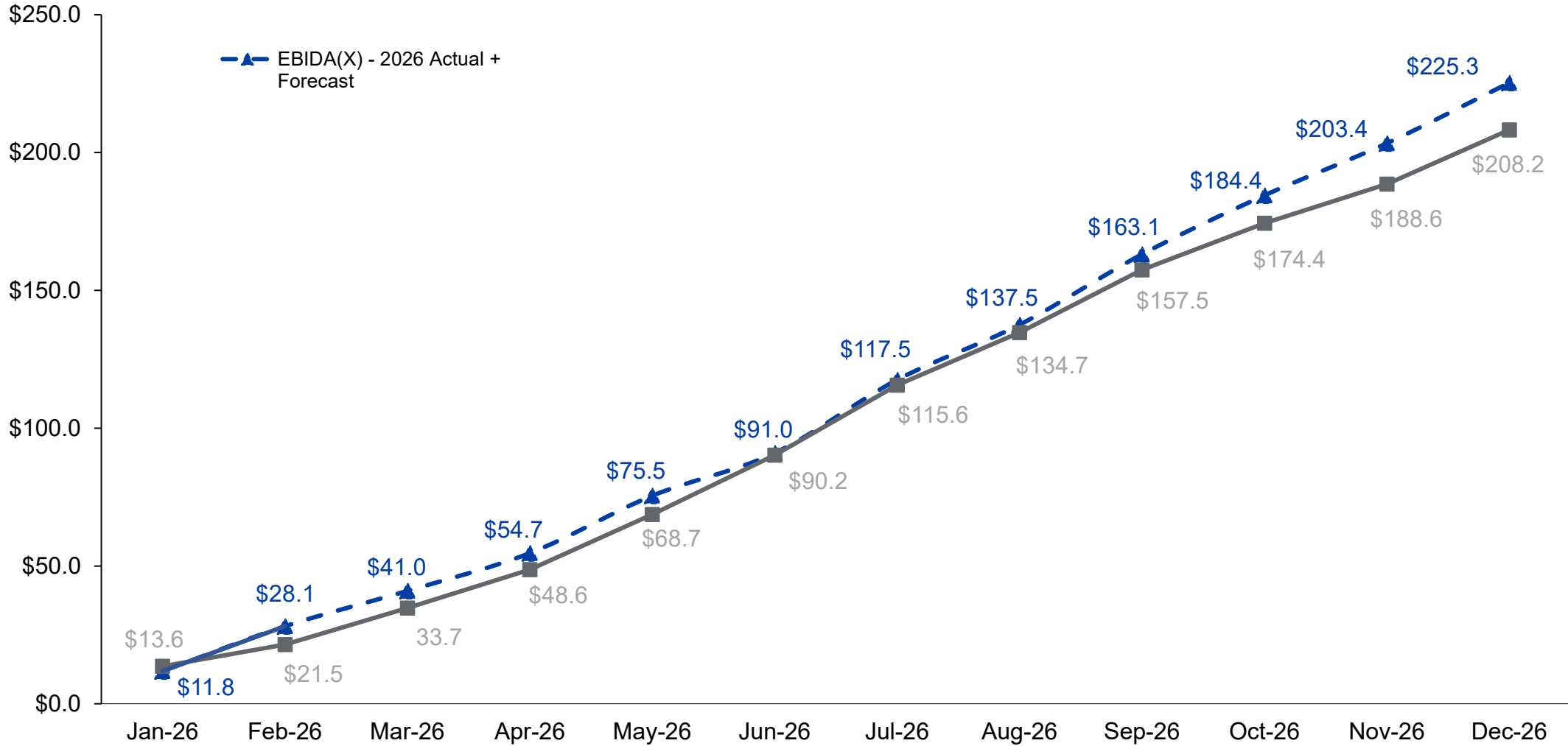
Cost of Service (in millions)

YTD Actuals vs Budget through March 2026



EBIDA(X) Year to Date (in millions)

TBU



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)	734,459	17,953	752,411	3,716,218	2,963,807	18,564,728
300 Conversions or Line Changes	1,384,703	511,878	1,896,581	8,015,417	6,118,836	41,957,603
600 Miscellaneous Distribution Equipment	6,844,097	-	6,844,097	7,779,565	935,468	46,926,561
700 Other Distribution Items	(128,542)	-	(128,542)	88,081	216,623	540,908
Distribution Total	\$ 8,834,717	\$ 529,831	\$ 9,364,548	\$ 19,599,281	\$ 10,234,733	\$ 107,989,801
Substation						
400 New Substations, Switching Stations and Meter Points	44,211	77,099	121,310	7,499,209	7,377,898	30,909,244
500 Substations, Switching Stations and Meter Point changes	564,964	3,706,393	4,271,357	6,749,978	2,478,621	34,895,033
Substation Total	\$ 609,175	\$ 3,783,492	\$ 4,392,667	\$ 14,249,186	\$ 9,856,520	\$ 65,804,277
Transmission						
800 New Transmission Lines	36,826	29,630	66,456	595,773	529,317	4,443,228
1000 Line and Station Changes	885,175	6,366,814	7,251,989	5,879,706	(1,372,282)	48,883,575
Transmission Total	\$ 922,001	\$ 6,396,444	\$ 7,318,445	\$ 6,475,480	\$ (842,965)	\$ 53,326,803
General Plant						
2000 Facilities	(152,817)	507,917	355,099	3,017,734	2,662,634	18,122,693
3000 Information Technology	368,271	-	368,271	1,120,803	752,531	6,786,598
4000 Tools & Equipment	58,341	-	58,341	100,000	41,659	600,000
5000 Vehicles	1,809,823	-	1,809,823	1,281,500	(528,323)	7,689,000
Total General Plant	\$ 2,083,618	\$ 507,917	\$ 2,591,535	\$ 5,520,036	\$ 2,928,501	\$ 33,198,291
Accrued WIP & Prepaid Aid	\$ (4,154,088)	\$ -	\$ (4,154,088)	\$ -	\$ 4,154,088	\$ -
Total Capital Improvement Plan Spend	\$ 8,295,423	\$ 11,217,683	\$ 19,513,106	\$ 45,843,984	\$ 26,330,878	\$ 260,319,171

Fleet Spend Current & Prior Year Orders	YTD Actuals	Prior Year Orders	Net YTD Actuals	YTD Budget	Variance (Over)/Under Budget	Annual Budget
5000 Vehicles	1,809,823	634,078	1,175,745	1,281,500	105,755	7,689,000



myPEC.com



File #: 2026-090, **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.



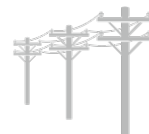
- 3.2.1. All Participants wishing to address the Board during the designated portion of a Board meeting shall sign a registry identifying themselves prior to speaking and shall open their remarks by stating their name and whether they are a Cooperative Member. Time allotted by the Board for each speaker 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.

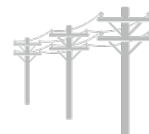


6. REFERENCES AND RELATED DOCUMENTS

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 #: 2026-091, **Version:** 1

Presentation of 2025 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM) - S Lemons/T Canady

Submitted By: Sara Lemons
Department: Chief Financial Officer



2025 Financial Audit and Management Letter

Sara Lemons | Accounting Manager

Tyler Canady | Bolinger, Segars, Gilbert & Moss



Tyler Canady, CPA



**Bolinger, Segars, Gilbert & Moss
LLP**

Certified Public Accountants

8215 Nashville Ave

Lubbock, TX 79423

(806) 747-3806 Phone

(806) 747-3815 Fax

BOLINGER, SEGARS, GILBERT & MOSS, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS
 PHONE: (806) 747-9806
 FAX: (806) 747-9816
 8215 NASHVILLE AVENUE
 LUBBOCK, TEXAS 79423-1954

Board of Directors
 Pedernales Electric Cooperative, Inc.

_____, 2026

Page 2

_____, 2026

Board of Directors
 Pedernales Electric Cooperative, Inc.
 Johnson City, Texas

We have audited the financial statements of Pedernales Electric Cooperative, Inc. (the Cooperative) for the year ended December 31, 2025, and have issued our report thereon dated _____, 2026. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter dated August 13, 2025. Professional standards also require that we communicate to you the following information relate to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Cooperative are described in the notes to the financial statements. There were no new accounting standards adopted during the period. The Cooperative adopted new accounting policies in the prior year, regarding reporting income statement expenses for transmission costs, there are now 2 years of reportable data under this methodology with a new reporting line of unallocated A&G. The Cooperative also adopted the reporting guidance for self-funded medical insurance plans, along with tracking the savings in a new bank account. The implementation of these policies did not have a material impact on the financial statements. We noted no transactions entered into by the Cooperative during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements are unbilled revenue calculations, the allowance for credit losses, and lives used to calculate depreciation on distribution plant in service.

Management's estimates related to unbilled revenue are based on industry accepted guidelines and the revenue calculations are within those guidelines. Management's estimates of the allowance for credit losses and incurred but not reported claims payable are based on historical activity, actuarial guidance, and current regulatory actions. Management's estimate of the depreciation life used is based on industry accepted guidelines and the lives selected are within those guidelines. We evaluated the key factors and assumptions used to develop unbilled revenue estimates, the allowance for credit losses, claims payable, and accumulated depreciation and depreciation expense in determining that it is reasonable in relation to the financial statements taken as a whole.

The disclosures in the financial statements are neutral, consistent, and clear. Key disclosures are Notes 3, 7, 8, 11, 12 and 13 relating to plant, equity, debt, commitments and contingencies, and benefits.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. None of the misstatements detected as a result of audit procedures were considered material, either individually or in the aggregate, to the financial statements taken as a whole. There were no uncorrected misstatements.

Disagreements with Management

For purposes of this letter, a disagreement with management is a disagreement on a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated _____, 2026.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Cooperative's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Cooperative's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Restriction on Use

This information is intended solely for the use of Board of Directors and management of Pedernales Electric Cooperative, Inc. and is not intended to be and should not be used by anyone other than these specified parties.



PEDERNALES ELECTRIC COOPERATIVE



File #: 2026-092, Version: 1

Resolution - Acceptance of 2025 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM)

Department: Audit Committee

Financial Impact and Cost/Benefit Considerations: The Audit conducted by the auditors was within budget and within the terms of the engagement letter.

The annual financial audit has been completed by Bolinger, Segars, Gilbert & Moss, L.L.P (BSGM). The Audit Committee of the Board of Directors met on April 9, 2026 to review the Independent Auditor's Report and Financial Statements for the fiscal year ending December 31, 2025. The Audit Committee recommends that the full Board of Directors receive and accept the Independent Auditor's Report and Financial Statements for the fiscal year ending December 31, 2025.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Board of Directors hereby receives, accepts, and approves the draft Independent Auditor's Report and Financial Statements for the fiscal year ending December 31, 2025, as the Independent Auditor's Report and Financial Statements ("Financial Statements"); and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Chief Financial Officer, or designee, is authorized to publish the Financial Statements as the official Financial Statements of the Cooperative for fiscal year ending December 31, 2025.



April 9, 2026

Bolinger, Segars, Gilbert & Moss, LLP
8215 Nashville Avenue
Lubbock, Texas 79423

This representation letter is provided in connection with your audit of the financial statements of Pedernales Electric Cooperative, Inc. which comprise the balance sheets as of December 31, 2025 and 2024, and the related statements of income and patronage capital, and cash flows for the years then ended, and the disclosures (collectively, the "financial statements"), for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of the date of this letter, the following representations made to you during your audit.

Financial Statements

- We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated August 13, 2025, including our responsibility for the preparation and fair presentation of the financial statements.
- The financial statements referred to above are fairly presented in conformity with U.S. GAAP.
- We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
- We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
- Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP.
- All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed.
- The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with U.S. GAAP.
- Significant estimates and material concentrations have been properly disclosed in accordance with U.S. GAAP.



- Guarantees, whether written or oral, under which the company is contingently liable, have been properly recorded or disclosed in accordance with U.S. GAAP.
- As part of your audit, you assisted with the preparation of the Cooperative's tax returns. We acknowledge our responsibility as it relates to those nonattest services, including that we assume all management responsibilities, oversee the services by designating an individual who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed, and accept responsibility for those tax returns.

Information Provided


- We have provided you with:
 - Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records (including information obtained from outside of the general and subsidiary ledgers), documentation, and other matters.
 - Additional information that you have requested from us for the purpose of the audit.
 - Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
- All material transactions have been recorded in the accounting records and are reflected in the financial statements.
- We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- We have no knowledge of any fraud or suspected fraud that affects the entity and involves:
 - Management,
 - Employees who have significant roles in internal control, or
 - Others where the fraud could have a material effect on the financial statements.
- We have no knowledge of any allegations of fraud or suspected fraud affecting the entity's financial statements communicated by employees, former employees, analysts, regulators, or others.
- We have no knowledge of any instances of noncompliance or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements.
- We have disclosed to you all known actual or possible litigation, claims, and assessments whose effects should be considered when preparing the financial statements
- We have disclosed to you the names of the entity's related parties and all the related party relationships and transactions, including any side agreements.
- The company has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral, except as disclosed to you.
- We have implemented an accounting policy for allocating administrative and general costs to our two lines of business for 2024 and 2025. We have sufficient and appropriate documentation supporting all estimates and judgments underlying the amounts recorded and disclosed in the financial statements.
- Management has informed the auditor of all documents that may comprise other information that it expects to issue.

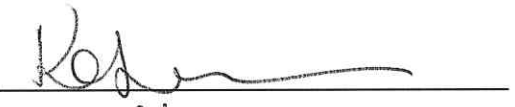


- The financial statements and any other information obtained by the auditor prior to the auditor's report date are consistent with one another, and the other information does not contain any material misstatements.
- We have appropriately disclosed off balance sheet risk, if any, that the Cooperative may encounter as part of its ongoing power supply arrangements.

Government Auditing Standards Specific

- There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
- We have taken timely and appropriate steps to remedy fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, or abuse that you have reported to us.
- Pedernales Electric Cooperative, Inc. has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, or equity.
- We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities.
- We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that we believe have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.
- We have identified and disclosed to you all instances, which have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that we believe have a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
- We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.
- Pedernales Electric Cooperative, Inc. has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
- Provisions for uncollectible credit losses have been properly identified and recorded.
- Deposits and investment securities are properly classified as to risk and are properly disclosed.
- Utility Plant, Plant Assets Held for future use, infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated.

Signature: 
Title: CFO

Signature: 
Title: VP Finance



File #: 2026-120, **Version:** 1

Resolution - Approval of Acceptance of the Selection of Independent Auditor and Tax Services - J Smith

Submitted By: Janelle Smith

Department: Finance

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

The Cooperative maintains an independent auditor for the examination of financial records and tax services. PEC has utilized the current audit firm, Bolinger, Segars, Gilbert & Moss, L.L.P., since the 2013 fiscal year audit; the audit partner of the current audit firm has been in place for three (3) years since the 2023 fiscal year audit.

The Audit Committee discussed this selection during their meeting on April 9, 2026 (2026-087) and recommended the acceptance of BSGM for 2026 and 2027 fiscal years.

The Board may now consider to accept the selection and retain the current audit firm for the solicitation of these professional services for the fiscal year 2026 and 2027 audits and tax services.

NOW, THEREFORE, BE IT RESOLVED BY THE PEC BOARD OF DIRECTORS that the Board of Directors hereby approves the selection and retain Bolinger, Segars, Gilbert & Moss, L.L.P. as the Cooperative's independent auditor and tax professional for the fiscal year 2026 and 2027 audits.

BE IT FURTHER RESOLVED that the audit partner of the current audit firm selected serve for up to a five (5) year term, and

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



Approval of Acceptance of the Selection of Independent Auditor and Tax Services

Janelle Smith | Director, Finance

2026-120

Resolution – Approval of Acceptance of the Selection of Independent Auditor and Tax Services – J Smith

The Cooperative maintains an independent auditor for the examination of financial records and tax services. PEC has utilized the current audit firm, Bolinger, Segars, Gilbert & Moss, L.L.P., since the 2013 fiscal year audit; the audit partner of the current audit firm has been in place for three (3) years since the 2023 fiscal year audit.

The Audit Committee discussed this selection during their meeting on April 9, 2026 (2026-087) and recommended the acceptance of BSGM for 2026 and 2027 fiscal years.

The Board may now consider to accept the selection and retain the current audit firm for the solicitation of these professional services for the fiscal year 2026 and 2027 audits and tax services.



PEDERNALES ELECTRIC COOPERATIVE



File #: 2026-093, Version: 1

Resolution - Approval of Construction Contract for T360 Friendship-Rutherford Storm Hardening - J Greene

Submitted By: Jonathan Greene

Department: Chief Operations Officer - Transmission

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

As part of the 2024 Capital Improvement Plan, approved by the Board in November 2023 (2023-333), Pedernales Electric Cooperative, Inc. (PEC or Cooperative) included a project to storm harden the T360 Friendship-Rutherford transmission line. The line will be rebuilt with steel monopole structures and bundled Drake conductor. A portion of T360 Friendship-Rutherford shares a corridor with T416 Dripping Springs-Rutherford and T316 Rutherford-Buda, and therefore those circuits will also be rebuilt in that corridor as part of this project.

PEC needs this project to meet storm hardening requirements. In addition, the project will enhance PEC's system resiliency and increase the capacity of the transmission line.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE, that the Cooperative is authorized to execute a construction contract to complete the work required for the storm hardening of T360 Friendship-Rutherford transmission line consistent with the discussion in Executive Session and confidential term sheet; and

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

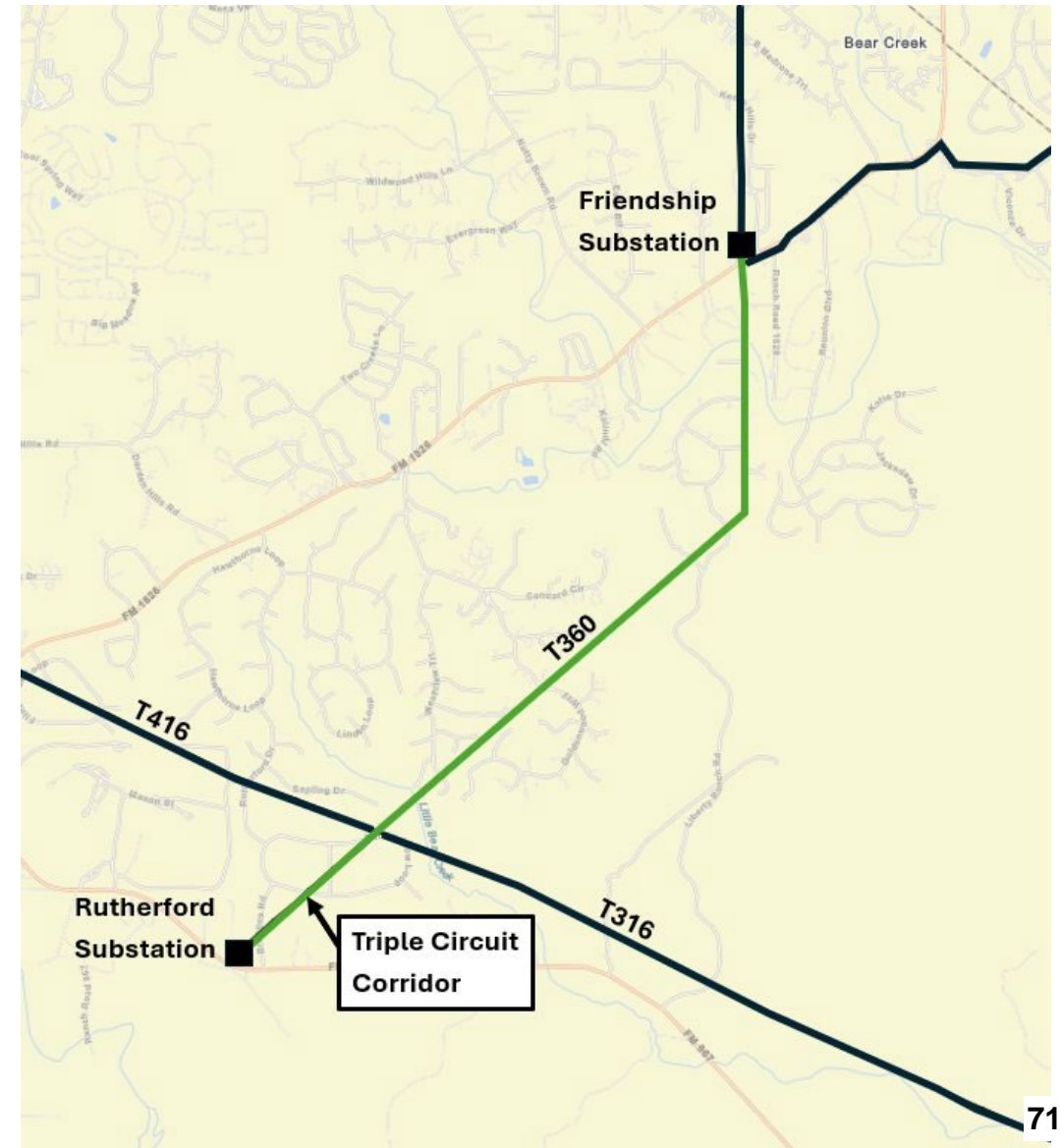


Resolution – Approval of Construction Contract for T360 Friendship-Rutherford Storm Hardening

Jonathan Greene | Chief Operations Officer - Transmission

T360 Friendship-Rutherford Storm Hardening

- Project approved in 2024 Capital Improvement Plan
- The 4.5 mile transmission line will be rebuilt with steel monopole structures, bundled Drake conductor, and OPGW
 - A portion of the circuit shares a corridor with two other circuits, T416 Dripping Springs-Rutherford and T316 Rutherford-Buda. The triple circuit section is 0.9 miles long and all three circuits in this section will be rebuilt as a part of this project.
- The project is needed to meet storm hardening requirements. As a result of the design, this will also enhance system resiliency and increase the capacity of the transmission line for area load growth.
- Requesting approval to award construction contract to the selected contractor and for the amount as stated in the confidential term sheet
- Construction is scheduled to begin July 2026 and complete in April 2027





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File #: 2026-097, Version: 1

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 - J Greene

Submitted By: Jonathan Greene

Department: Chief Operations Officer - Transmission

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

As part of the 2025 Capital Improvement Plan, approved by the Board in November 2024 (2024-331, Pedernales Electric Cooperative, Inc. (PEC or Cooperative) included the costs to acquire property interests for the T328 transmission line upgrade project (T328 Project).

PEC has determined that the T328 Project is necessary to increase capacity to serve its members and improve reliability for its electric utility system and the Texas grid.

PEC must acquire easements in Hays and Travis Counties, Texas for its T328 Project.

PEC will deliver initial offers to affected landowners in accordance with Chapter 21 of the Texas Property Code. In the event the Cooperative is unable to acquire the easement interests needed for the T328 Project through a negotiated purchase, the Cooperative will seek to acquire the property interests through its power of eminent domain pursuant to provisions of the Texas Constitution and the Texas Utilities Code, Chapter 161.

WHEREAS the Board of Directors of PEC, pursuant to the Texas Constitution and Texas Utilities Code, Section 161.125 and other applicable law, and Chapter 21 of the Texas Property Code, hereby finds that the T328 Project is in the public interest to acquire the interests in the Property through eminent domain proceedings.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the T328 Project and all necessary appurtenant facilities is needed to ensure PEC system reliability and the reliability of the Texas electric grid and therefore the acquisition of real property interest for the T328 Project is in the public interest; and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Chief Operations Officer - Transmission of the Cooperative or a designee, is authorized as an officer or agent of the Cooperative to make offers, negotiate, settle and agree on a purchase price for the necessary property interests as discussed in Executive Session and in the confidential term sheet, in such form and containing such terms and conditions as may be deemed necessary, appropriate, or desirable; and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that if an agreement as to the value of and/or compensation for necessary property interests cannot be reached, then the General Counsel of the Cooperative or other designated attorneys or agents, is authorized to undertake all necessary actions required to exercise the Cooperative's power of eminent domain to acquire necessary property interests, in order to allow the Cooperative to complete the T328 Project; and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that all actions taken prior to the effective date hereof by the officers and duly authorized agents of the Cooperative, including, but not limited to, the delivery of any relevant document in the name of and on behalf of the Cooperative relating to any bona fide offer to the owners are hereby confirmed, ratified, and approved.

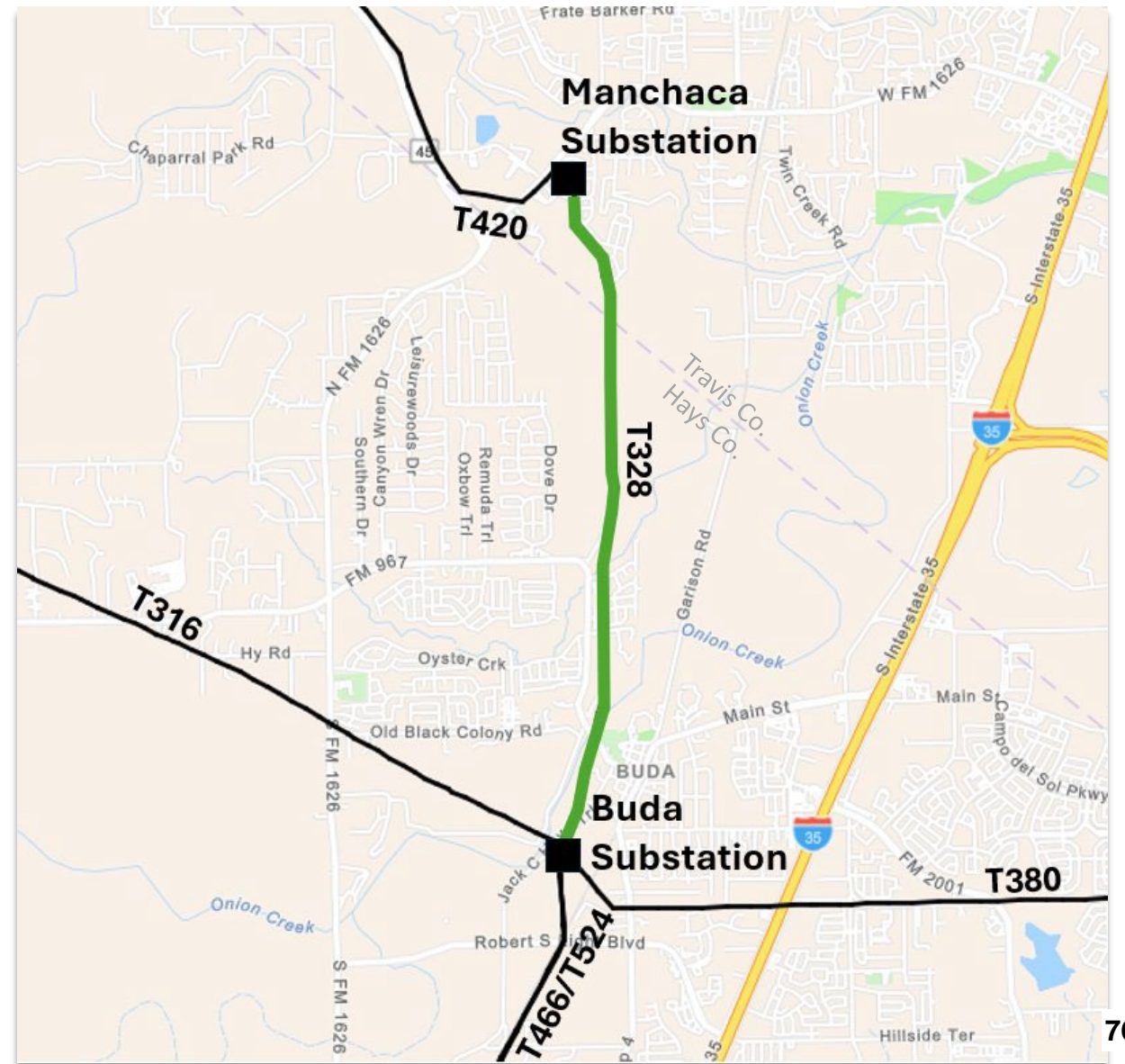


Resolution – Authorization to use Eminent Domain – T328 Buda-Manchaca Transmission Line Upgrade

Jonathan Greene | Chief Operations Officer - Transmission

T328 Buda-Manchaca TL Upgrade

- Project is needed to increase capacity to serve growing load and ensure reliable operation of PEC system.
- Easement costs and project upgrade were approved in 2025 Capital Improvement Plan
 - Project scope consists of rebuilding the 4.24-mile, 138 kV transmission line with steel monopole structures, single Suwannee conductor, and OPGW.
 - Easement widths vary from 50' to 100'. Amended parcels will be 100'.
- Requesting approval for the use of eminent domain, if necessary, to amend and/or acquire easement rights.
- PEC will deliver initial offers to affected landowners. In the event we are unable to acquire the easement interests through negotiation and purchase, PEC will seek to acquire the easements through its power of eminent domain.





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File #: 2026-096, Version: 1

Resolution - Approval of Budget Amendment - Whitestone T1 and T2 Upgrade - J Greene

Submitted By: Jonathan Greene

Department: Chief Operations Officer - Transmission

Financial Impact and Cost/Benefit Considerations: \$3.15M in additional capital expenditures for the Whitestone T1 and T2 Upgrade project.

Pursuant to Pedernales Electric Cooperative, Inc. (PEC or Cooperative) Budget Policy, the Cooperative's Finance Department, in consultation with PEC Executive Management, is required to prepare a budget amendment for the Board's review and consideration when capital expenditures exceed 5% of the Board approved individual project budget.

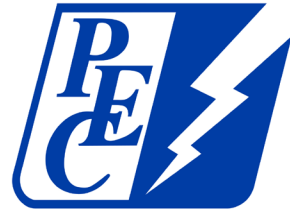
The authority to approve the Cooperative's operational budget and capital improvement plan is reserved to the Board under the Cooperative's Board Authority and Responsibilities Policy.

The Board, having been presented with the proposed budget amendment of \$3.15M in additional capital expenditures for the Whitestone T1 and T2 Upgrade project, may consider approving the budget amendment for the individually approved project as presented.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the amendment to the Cooperative's Capital Improvement Plan Individual Project Budget for Whitestone T1 and T2 Upgrade as further described in Executive Session is approved; and

BE IT FURTHER RESOLVED that all actions taken prior to the date herein by the officers and duly authorized agents of the Cooperative in connection with the subject of the foregoing, be ratified, confirmed, and approved; and

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

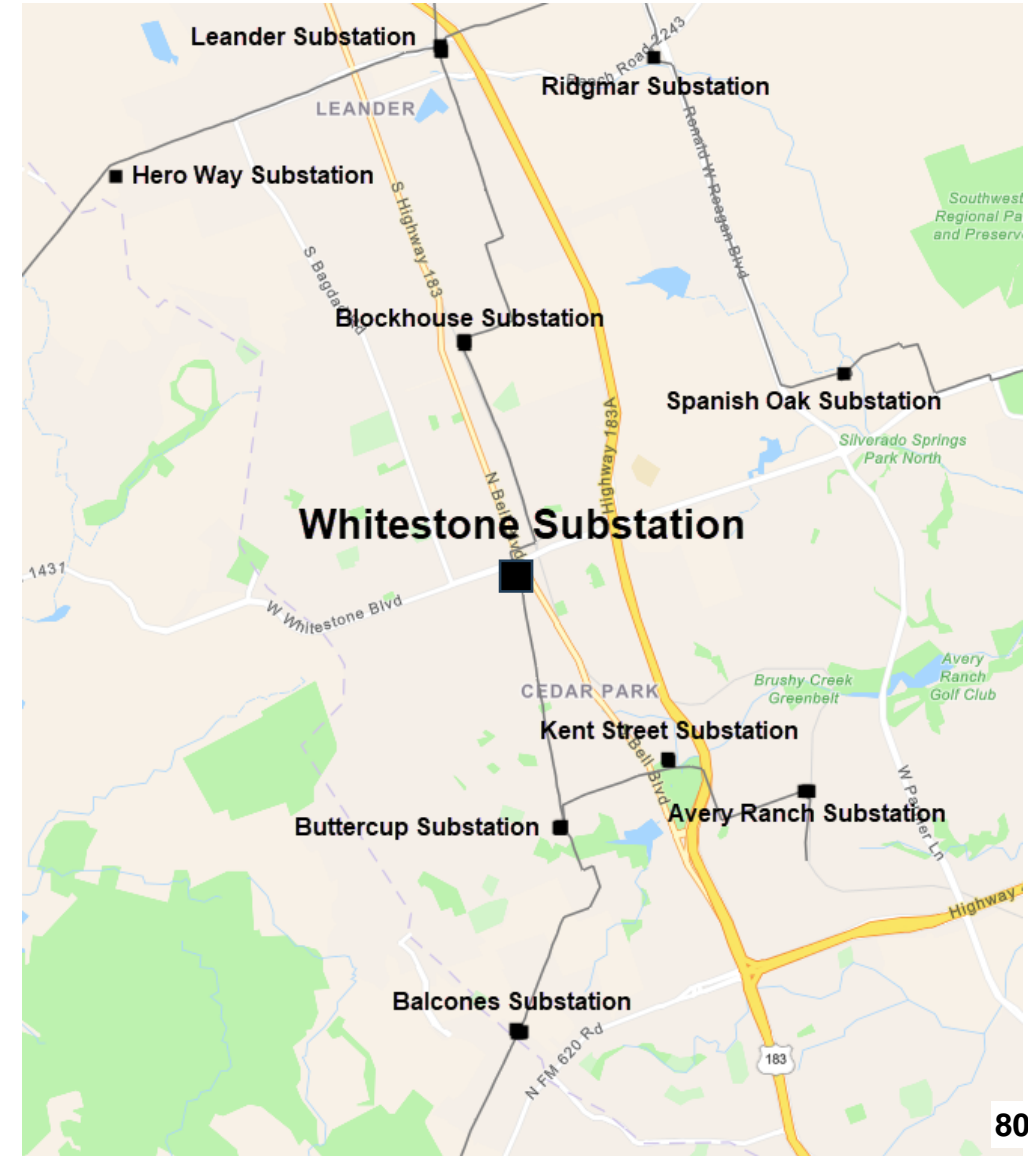


Resolution – Approval of Budget Amendment – Whitestone T1 and T2 Upgrade

Jonathan Greene | Chief Operations Officer - Transmission

Whitestone T1 and T2 Upgrade

- Project approved in 2024 Capital Improvement Plan
 - Upgrade T1 and T2 from 37.3 MVA to 46.7 MVA
 - Necessary to increase the load serving capacity to meet growing demand in the Cedar Park area
 - Construction completed in February 2026
- Requesting approval to amend the budget for the project by \$3.15M
- Budget increase will be managed within overall 2026 capital budget
- Primary drivers for cost increases
 - Additional scope due to area electric requirements
 - Increased transformer and construction costs
 - Increased overhead costs





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File #: 2026-095, Version: 1

Resolution - Approval of Budget Amendment - 2025 Substation Change Category for Non-Multi-Year Projects - J Greene

Submitted By: Jonathan Greene

Department: Chief Operations Officer - Transmission

Financial Impact and Cost/Benefit Considerations: \$2.9M in additional capital expenditures for the 2025 Substation Change Category for Non-Multi-Year Projects.

Pursuant to Pedernales Electric Cooperative, Inc. (PEC or Cooperative) Budget Policy, the Cooperative's Finance Department, in consultation with PEC Executive Management, is required to prepare a budget amendment for the Board's review and consideration when capital expenditures exceed 3% of the Board approved category (here Substation Change Category for Non-Multi-Year Projects).

The authority to approve the Cooperative's operational budget and capital improvement plan is reserved to the Board under the Cooperative's Board Authority and Responsibilities Policy.

The Board, having been presented with the proposed budget amendment of \$2.9M in additional capital expenditures for the Substation Change Category for Non-Multi-Year Projects, may consider approving the budget amendment for the Substation Change Category for Non-Multi-Year Projects as presented.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the amendment to the Cooperative's Capital Improvement Plan Substation Change Category for Non-Multi-Year Projects as described in Executive Session is approved; and

BE IT FURTHER RESOLVED that all actions taken prior to the date herein by the officers and duly authorized agents of the Cooperative in connection with the subject of the foregoing, be ratified, confirmed, and approved; and

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



Resolution – Approval of Budget Amendment – 2025 Substation Change Category

Jonathan Greene | Chief Operations Officer - Transmission

2025 Substation Change

2025 Substation Change category for non-multi-year projects

- 2025 Budget approved in November 2024 (2024-331)
- "*Non-multi-year projects*" are projects that may span multiple years, but individually are less than \$3M
- 35 projects make up this category subset

Requesting approval to amend the budget for the substation change category by \$2.9M

- Primary drivers for cost increases
 - Timing of spend
 - project spend delayed from 2024 into 2025 (outage scheduling, equipment delivery)
 - project accelerated from 2026 into 2025 (outage scheduling)
 - timing of receipt of contribution in aid of construction
 - Additional project scope identified



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File #: 2026-098, Version: 1

Resolution - Approval to Amend 2025 Capital Improvement Plan (CIP) for Category Level Expenditure - N Fulmer

Submitted By: Nathan Fulmer

Department: Distribution Operations

Financial Impact and Cost/Benefit Considerations: \$2.1M in additional capital for category level expenditures.

Pursuant to Pedernales Electric Cooperative, Inc. (PEC or Cooperative) Budget Policy, the Cooperative's Finance Department, in consultation with the Cooperative's Executive Management team, is required to prepare a budget amendment for the Board's review and consideration when capital expenditures exceed 3% of the Board approved category level budget.

The authority to approve PEC's operational budget and capital improvement budget amendments is reserved to the Board under the Cooperative's Board Authority and Responsibilities Policy.

The Board, having been presented with the proposed budget amendment of \$2.1M in additional capital expenditures for the Conversion or Line Changes category for 2025, may consider approving the budget amendment for the category level expenditures as presented. The increase to the Conversion or Line Changes category for 2025 was due to an increase to the scope of work for two rehabilitation projects for work that continued in 2025 from prior years. PEC's total Distribution CIP was \$5.2 million under budget in 2025.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE, that the 2025 Amended Capital Improvement Plan (CIP) Budget as presented this day is approved; and

NOW THEREFORE BE IT RESOLVED that the Chief Financial Officer and Chief Operations Officer - Distribution, or designees, are authorized to take such actions as needed to implement this resolution.



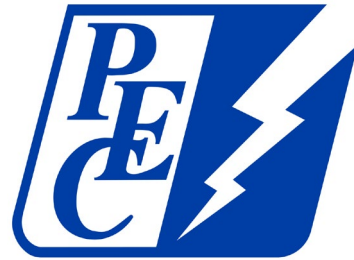
2025 Amended Capital Improvement Plan (CIP) Budget

Nathan Fulmer | Chief Operating Officer – Distribution

Category Budget Amendment

RUS Category	Approved Budget	Additional	Total	% Increase
300 - Conversions or Line Changes	\$30,101,608	\$2,100,000	\$32,201,608	7%

- Increase in capital spend in the Conversions and Line Changes category primarily due to increased scope and extended duration of two rehabilitation projects rolled over from previous years.
- In total, Distribution CIP was \$5.2M under budget in 2025.



PEDERNALES ELECTRIC COOPERATIVE



File #: 2026-099, Version: 1

Qualifications and Elections Committee (QEC) Recommendation of Qualified Candidates - QEC Representative

Submitted By: Michael Butler

Department: Legal Services

Financial Impact and Cost/Benefit Considerations: None.

The Qualifications and Elections Committee will provide its final recommendation to the Pedernales Electric Cooperative, Inc. (PEC) Board of Directors of the qualified Director Nominees/Board Candidate Applicants for the 2026 Annual Director Election.

Pursuant to Section 6.2.1.9 of the Election Policy and Procedures, at least 2 months prior to an election, the Qualifications and Elections Committee will present to the Board the slate of qualified Candidates based on the inquiry [into the Bylaws eligibility requirements].

At the February 2026 Board meeting, the Board approved the Qualifications and Elections Committee members, or alternatives, to review all Director Nominees/Board Candidate Applicants for the 2026 Annual Director Election.

The Bylaws and the Election Policy and Procedures of PEC provide for the verification by the Qualifications and Elections Committee of the qualifications of Director Nominees/Candidate Applicants for the election of directors for PEC's Board of Directors.

PEC's Bylaws Article 3 Section 3 - Qualifications and Elections Review Committee

- (a) At least ninety (90) days before any Membership vote for Election of a Director, the Board of Directors shall, appoint, by resolution, a qualifications and election review committee ("Qualifications and Elections Committee") consisting of no less than three (3) nor more than seven (7) members who are not existing Cooperative officers, employees, Directors or known candidates for Directors, or close relatives or members of the same household thereof. The Qualifications and Elections Committee shall elect its own chairman and secretary, and shall be dissolved without further action required at the conclusion of the fifth day following the Member Meeting for which the Qualifications and Elections Committee was appointed, or upon the conclusion of any business before the Qualifications and Elections Committee, whichever is later. The Board may set compensation, reimbursement, allowances for telephonic meetings, and any other terms for the Qualifications and Elections Committee not otherwise specified by these Bylaws.
- (b) It shall be the responsibility of the Qualifications and Elections Committee to verify the qualifications of Director Nominees.
- (c) In the exercise of its responsibility, the Qualifications and Elections Committee shall have available to it the assistance of staff and the advice of legal counsel provided by the Cooperative, and shall be subject to the limits of Article III, Sec. 2 (p) of [the] Bylaws.
- (d) The Qualifications and Elections Committee's decisions (as reflected by a majority of those actually present and voting) on all matters covered by this Section shall be final.

- (e) In all matters, the Qualifications and Elections Committee shall assume the truth of matters asserted by Director Nominees, and act accordingly, unless the Committee has identified a reasonable and specific basis for acting otherwise.

Article III Section 2 of the Bylaws details the actual "Director Qualifications."

Election Policy and Procedures

Pursuant to Section 6.2.1.7 of the Election Policy and Procedures, the Qualifications and Elections Committee, with the assistance of the General Counsel, will recommend and report to the Board whether Candidate Applicants are qualified and eligible for election or service as a Director in Article III of the PEC Bylaws.

**Qualifications and Elections Committee
Recommendation of 2026 Pedernales Electric Cooperative
Board Qualified Candidates**

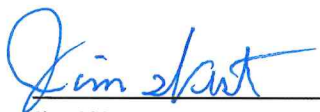
We, the undersigned Qualifications and Elections Committee, duly appointed in accordance with the Bylaws of Pedernales Electric Cooperative. Inc. do hereby approve the following named persons as qualified candidates to be placed on the 2026 PEC Annual Director Election Ballot on this day, Tuesday, March 31, 2026.

District 2

Elexis Grimes
Carlos St. James

District 3

Mark Ekrut
Matthew Weldon



Jim West
District 1 QEC Appointee



Richard Law
QEC Alternate Appointee



Mike Carroll
District 3 QEC Appointee



Craig Magerkurth
District 5 QEC Appointee



Amanda Crawford
District 7 QEC Appointee



2026 Qualifications and Elections Committee Recommendation of Qualified Candidates

QEC Representative | Amanda Crawford

Qualifications and Elections Committee Recommendation of Qualified Candidates

- Pursuant to PEC's Bylaws, Article 3 Section 3, the Qualifications and Election Committee (QEC) shall review the materials and petitions of Board Candidate Applicants and provide their recommendation of Qualified Candidates to the PEC Board for approval and inclusion on the election ballot.
- The QEC met on March 31st and April 1st and completed their review of this year's Candidate Applicants. The QEC approved list of Qualified Candidates has been provided to the Board alongside this item.
- The resolution to approve the 2026 Election Ballot which includes the Qualified Candidates will follow this agenda item.



Voting Begins May 19th, 2026



PEDERNALES ELECTRIC COOPERATIVE



File #: 2026-101, Version: 1

Resolution - Approval and Certification of 2026 Election Ballot - M Butler

Submitted By: Michael Butler

Department: Senior Counsel

Financial Impact and Cost/Benefit Considerations: Expenditure of Cooperative funds estimated in the amount of \$0 currently included in the Cooperative's 2026 operating budget; expenditures of staff time estimated in amount of 0 hours (other than ordinary processing requirements).

Pursuant to Article II, Section 4 of the Bylaws of Pedernales Electric Cooperative, Inc. (PEC or the Cooperative), and Section 6.2.1.10 of the Cooperative's Election Policy and Procedures, the Board of Directors approves and certifies the 2026 Election Ballot.

The 2026 Election Ballot will include the qualified candidates for Districts 2 and 3 as follows:

District 2

Elexis Grimes

Carlos St. James

District 3

Mark Ekrut

Matthew Weldon

In addition to the 2026 Election Ballot, the following materials will also be included:

- Biographical materials on the qualified candidates; and
- Directions on changing or updating member contact information.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the 2026 Election Ballot is approved and certified, including the Qualified Candidates for Board of Director, as presented this day; and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the General Counsel, or designee, is directed to take all necessary actions to implement this resolution and direct the Election Service Provider to prepare and print the 2026 Election Ballot and accompanying materials.



Resolution - Approval and Certification of the 2026 Election Ballot

Michael Butler | Senior Counsel

Resolution for the Approval and Certification of 2026 Election Ballot

- Pursuant to Article II, Section 4 of the Bylaws of Pedernales Electric Cooperative, Inc., and Section 6.2.1.10 of PEC's Election Policy and Procedures, each year the Board of Directors is required to approve and certify the Election Ballot.
- In an earlier agenda item, the QEC provided their list of Qualified Candidates to the Board. We now ask for your approval and certification of the 2026 Election Ballot which includes the list of Qualified Candidates.
- Ballots will be delivered alongside:
 - Biographical materials on the Qualified Candidates
 - Directions on changing/updating member contact information



Voting Begins May 19th, 2026



PEDERNALES ELECTRIC COOPERATIVE



File #: 2026-102, Version: 1

Resolution - Approval of 2026 Annual Membership Meeting Agenda - A Stover/C Tinsley Porter

Submitted By: Andrea Stover

Department: General Counsel

Financial Impact and Cost/Benefit Considerations: Expenditure of Cooperative funds estimated in the amount of \$0 currently included in the Cooperative's 2026 operating budget; expenditures of staff time estimated in amount of 0 hours (other than ordinary processing requirements).

The Annual Membership Meeting of the Cooperative's members will be on June 19, 2026. The Cooperative's Bylaws require that the Board of Directors (the "Board") of the Cooperative determine the agenda, program, and order of business for the Annual Membership Meeting.

The Board may now consider an Annual Membership Meeting agenda for approval.

BE IT RESOLVED BY THE BOARD that the Board approves the agenda for the 2026 Annual Membership Meeting as submitted to and discussed by the Board at its regular meeting for April 2026, with such changes as were discussed and approved by the Board;

BE IT FURTHER RESOLVED BY THE BOARD that the Chief Executive Officer, or designee, is hereby authorized to publish the approved agenda to all members, and the President of the Board is authorized and directed to conduct the order of business at the Annual Membership Meeting in accordance with the approved agenda.



2026 Annual Membership Meeting Agenda

Andrea Stover | General Counsel

Caroline Tinsley Porter | Director, External Relations

2026 Annual Membership Meeting Agenda

Join PEC's board, leadership, and members for an update on the Cooperative's business and the conclusion of this year's Director election in Districts 2 and 3.

- Date: Friday, June 19
- Time: 9:00 a.m.
- Location: PEC's Headquarters Auditorium



PEDERNALES ELECTRIC COOPERATIVE

Annual Membership Meeting Agenda - Draft

06/19/2026 | 9:00 AM | PEC Headquarters Auditorium

201 S. Ave F, Johnson City, TX 78636

Annual Membership Meeting is held in the PEC Headquarters Auditorium and will be recorded. Members are able to watch this meeting by livestream from the PEC website at <https://pec.legistar.com/Calendar.aspx>.

1. Call to Order

9:00 AM Annual Membership 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.

2. Safety Briefing

3. Invocation

4. Pledge of Allegiance

5. Introduction of Directors

6. Certificate of Secretary-Treasurer Regarding Member Quorums

7. Approve Minutes of 2025 Annual Membership Meeting

8. Announce Voting Program Prizes

9. Announcement of Election Results

10. President's Report

11. CEO's Report

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

13. June 19, 2026, Regular Board Meeting upon conclusion of Annual Membership Meeting at the PEC Headquarters Auditorium

14. Adjournment



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PEDERNALES ELECTRIC COOPERATIVE

Annual Membership Meeting Agenda

06/19/2026 | 9:00 AM | PEC Headquarters Auditorium

201 S. Ave F, Johnson City, TX 78636

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1. Call to Order

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7. Approve Minutes of 2025 Annual Membership Meeting

8. Announce Voting Program Prizes

9. Announcement of Election Results

10. President's Report

11. CEO's Report

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

13. June 19, 2026, Regular Board Meeting upon conclusion of Annual Membership Meeting at the PEC Headquarters Auditorium

14. Adjournment



File #: 2026-103, Version: 1

2026 Election Timeline Monthly Update - A Stover (Written Report in Materials)

2026 Election Timeline					
Director Election Ballots, Districts 2 and 3					
NOTE: All due dates apply to all election ballots.					
#	Item	EPP or Other Policy	Responsible Party	Due Date	**2025-2026 Deadline
1	Draft Resolution - Approval of Annual Election Services Provider Contract	4.1	BOD/GC/BR	At or before the August regular board meeting	6/20/25
2	Final Resolution - Approval of Annual Election Services Provider Contract	4.1	BOD/GC/BR	At or before the August regular board meeting	7/18/25
3	Draft Resolution - Establish Annual Meeting date and location	3.1	BOD/GC/BR	At or before the August regular board meeting but no later than December each year	9/19/25
4	Final Resolution - Establish Annual Meeting date and location	3.1	BOD/GC/BR	At or before the August regular board meeting but no later than December each year	10/24/25
5	Present draft Election Timeline	3.2	BR	At least six (6) months prior to Annual Meeting	11/21/25
6	Communications draft plan overview presented to the BOD	7.3	ER	At or before regular board meeting five (5) months before an election	11/21/25
7	Approve Election Timeline	3.2	BOD	At least six (6) months prior to Annual Meeting	12/19/25
8	Final communications plan to be approved by the BOD	7.3	BOD	At or before regular board meeting five (5) months before an election	12/19/25
9	Conduct internal coordination meeting and establish PEC Election Team	3.3	GC/BR/ER/IT/ Mapping/Member Relations/SBS	Upon approval of the Election Timeline (meeting set after approval of election timeline)	1/5/26
10	Retain candidate background verifier	6.2.1.7	GC/BR	As specified in this timeline	1/5/26
11	Post and make available nomination application and ballot materials	6.2.1.1.1	BR/ER/Mapping/ Member Relations	At least five (5) months prior to Annual Meeting	1/19/26
12	Membership List available	7.7	BR/IT/Member Relations	Two (2) months before the deadline for candidate application as specified in Section 6.2.1.4.	1/23/26
13	Directors submit names of persons (including an alternate) residing in the directors' district eligible and willing to serve on the QEC	6.2.1.6	BOD/BR	At least a week before the regular board meeting four (4) months prior to an election	2/13/26
14	Election Services Provider to present quality control steps to the General Counsel	7.11	SBS/GC/BR	Four (4) months prior to the member meeting, the Election Services provider shall provide PEC a list of quality control steps to be taken before the member meeting, including process for the release and announcement of election results	2/20/26
15	BOD appoints the QEC	6.2.1.6	BOD/QC	At the regular board meeting (4) months before an election	2/20/26
16	Nomination application and ballot materials deadline to be delivered to the Governance Team at PEC Headquarters in Johnson City, TX	6.2.1.4	Candidate Applicants/BR	At or before 5:00PM on the last business day falling 82 days or more before the date of the member meeting	3/20/26
17	Member Record Date for Petition Signatures	5.1	BR/Member Relations	The date on which petition materials are properly submitted or as of the date the membership list for the election is generated	3/20/26
18	QEC meeting date	6.2.1.6	QEC/GC/EC/BR	The QEC reviews all candidate material and then makes recommendation to the BOD of the candidates' slate	3/31/26 & 4/1/26
19	Candidate Orientation	7.1, 7.5	Candidate Applicants/BR/ER	The week preceding the April regular meeting of the BOD	4/6/26
20	Election withdrawal deadline for removal from ballot	7.2	Candidate Applicants	Before BOD approval of ballot	4/17/26
21	Presentation and approval of candidate slate, ballot, and any non-director election items	6.2.1.9, 6.2.1.10	QEC/GC	At least two (2) months prior to an election	4/17/26
22	Written notice of annual member meeting	TX Utilities Code 161.068	GC/BR	Between 30 and 10 days before the date of the Annual Meeting	5/19/26
23	*Mailing of ballots	7.4.1	SBS	Delivered between 25 and 30 days before the Annual Meeting	*5/19/26

2026 Election Timeline					
Director Election Ballots, Districts 2 and 3					
NOTE: All due dates apply to all election ballots.					
#	Item	EPP or Other Policy	Responsible Party	Due Date	**2025-2026 Deadline
24	Online voting site goes live	7.4.2	SBS	30 days before the Annual Meeting	5/19/26
25	Electronic voting devices available to membership at PEC offices		Election Committee/BR	Mobile devices are set-up in various district offices by 5:00PM on the business day prior to live online voting	5/18/26
26	Initial voting email notifications	7.4.3	SBS	Between 25 and 30 days before the Annual Meeting	5/19/26
27	Initial PEC Corporate Fact Sheet emailed to all PEC members	7.3	ER	As approved in the communications plan	5/19/26
28	Update on voter turnout (totals by each director election district)	7.10.2	GC/BR	Once weekly after ballots are initially mailed	5/26/26
29	Supplemental mailing of ballots to members since previous mailing	7.4.1	SBS/IT	As specified in this timeline	5/26/26
30	Second voting email notifications	7.4.3	SBS	As specified in this timeline	5/26/26
31	Second PEC Corporate Fact Sheet emailed to all PEC members	7.3	ER	As approved in the communications plan.	5/26/26
32	Update on voter turnout (totals by each director election district)	7.10.2	GC/BR	Once weekly after ballots are initially mailed	6/2/26
33	Supplemental mailing of ballots to new members since previous mailing	7.4.1	SBS/IT	No later than 16 days before the member meeting at which election results are announced	6/3/26
34	Third, voting email notifications	7.4.3	SBS	As specified in this timeline	6/2/26
35	Third PEC Corporate Fact Sheet emailed to all PEC members	7.3	ER	As approved in the communications plan	6/2/26
36	Update on voter turnout (totals by each director election district)	7.10.2	GC/BR	Once weekly after ballots are initially mailed	6/9/26
37	Final reminder voting emails	7.4.3	SBS	As specified in this timeline	6/9/26
38	Final PEC Corporate Fact Sheet emailed to all PEC members	7.3	ER	As approved in the communications plan	6/9/26
39	Supplemental mailing of ballots to members since previous mailing	7.4.1	SBS/IT	As specified in this timeline	6/9/26
40	Record Date for casting ballot	5.2 Bylaws, Art. II, § 9	IT/BR	Close of business (5:00PM) at least eight (8) business days before Annual Meeting	6/11/26
41	Deadline for mailing or casting online ballots; ballots must be received by Election Services Provider	8.2, 8.4 Bylaws Art. II, § 8	SBS	No later than 5:00PM, seven (7) days prior to the member meeting at which elections results are announced	6/12/26
42	Pre-announcement and pre-results delivery quality control; post tabulation quality control	7.11, 7.12, 8.2, 8.4 & 8.7 Bylaws Art. II, § 8	SBS/GC	No later than four (4) days prior to the member meeting at which pre-announcement and pre-results delivery quality control and pre/post-tabulation quality control is performed by SBS	6/15/26
43	Election Services Provider certifies election results and provides results to PEC	7.11, 8.4, 8.8	GC/BR	No later than four (4) days prior to the member meeting at which election results are announced	6/15/26
44	Candidates and board advised of election results immediately before results released to membership	7.11, 8.4	GC/BR	Three (3) days prior to the member meeting at which election results are announced	6/16/26
45	Election results released to PEC membership	7.11, 8.4	GC/BR/ER	No later than three (3) days prior to the member meeting at which election results are released	6/16/26
46	Announcement of certified election results at Annual Meeting	8.4, 8.8	SBS, or as designated by BOD	On the date of member meeting and as specified in this timeline election results are announced	6/19/26

2026 Election Timeline
Director Election Ballots, Districts 2 and 3
NOTE: All due dates apply to all election ballots.

#	Item	EPP or Other Policy	Responsible Party	Due Date	**2025-2026 Deadline
47	Post-election director acknowledgements	8.90	BOD	On the date of member meeting after the meeting has concluded	6/19/26
48	Final election results breakdown for district-by-district	9.1	SBS	Within five (5) business days of the Annual Meeting, SBS will provide district-by-district results	6/26/26
49	Post-election analysis	9.2	GC/BR	Within two (2) months after the Annual Meeting	8/18/26

*Ballots mailed for intended delivery to members on the first day of voting period. It is anticipated that U.S. addresses will be mailed 3 days in advance; international addresses 10-15 days in advance of the first day of voting.
 **Dates listed are subject to change with BOD meeting dates.

LEGEND:			
Board of Directors	BOD	Information Technology Department	IT
Board Relations	BR	Qualifications & Election Committee	QEC
General Counsel	GC	Survey & Ballot Systems (Election Services Provider)	SBS (ESP)
Election/Board Counsel	EC	Articles of Incorporation	Art.
External Relations	ER	Election Policy and Procedures	EPP

January 2026

February 2026

Su	Mo	Tu	We	Th	Fr	Sa
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
28	29	30	31	1	2	3
4	5 Conduct internal coordination meeting and establish PEC Election Team Retain background verifier	6	7	8	9	10
11	12	13	14	15	16	17
18	19 Birthday of Martin Luther King, Jr.- PEC Holiday Post and make available nomination application and ballot materials	20	21	22	23 Board Meeting Membership List available	24
25	26	27	28	29	30	31

February 2026

March 2026

Su	Mo	Tu	We	Th	Fr	Sa
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31	1	2	3	4

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
1	2	3	4	5	6	7
8	9	10	11	12	13 Directors submit name(s) of persons (including an alternate) residing in the directors' district eligible and willing to serve on the QEC	14
15	16	17	18 Ash Wednesday	19	20 Board Meeting Election Services Provider to present quality control steps to the General Counsel BOD appoints the QEC	21
22	23	24	25	26	27	28

March 2026

April 2026

Su	Mo	Tu	We	Th	Fr	Sa
29	30	31	1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	1	2

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20 Nomination application and ballot materials deadline to be delivered to the Governance Team at PEC Headquarters in Johnson City, TX by 5 p.m. Member Record Date for Petition Signatures	21
22	23	24	25	26	27 Board Meeting	28
29	30	31 Qualifications and Elections Committee meeting date	1	2	3	4

April 2026

May 2026

Su	Mo	Tu	We	Th	Fr	Sa
26	27	28	29	30	1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31	1	2	3	4	5	6

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
29	30	31	1 Qualifications and Elections Committee meeting date - if needed	2	3 Good Friday PEC Holiday	4
5 Easter	6 Candidate Orientation	7	8	9	10	11
12	13	14	15	16	17 Board Meeting Election withdrawal deadline for removal from ballot Presentation and approval of candidate slate, ballot, and any non-director election items	18
19	20	21	22	23	24	25
26	27	28	29	30	1	2

May 2026

June 2026

Su	Mo	Tu	We	Th	Fr	Sa
31	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30	1	2	3	4

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
26	27	28	29	30	1	2
3	4	5	6	7	8	9
10	11	12	13	14	15 Board Meeting	16
17	18 Electronic voting devices available to membership at PEC offices	19 1. Written notice of annual member meeting 2. *Mailing of ballots 3. Online voting site goes live 4. Initial voting email notifications 5. Initial PEC Corporate Fact Sheet emailed to all PEC members	20	21	22	23
24	25 Memorial Day PEC Holiday	26 1. Update on voter turnout (totals by each director election district) 2. Supplemental mailing of ballots to Members 3. 2nd voting email notifications 4. 2nd PEC Corporate Fact Sheet emailed to all members	27	28	29	30
31	1	2	3	4	5	6

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*Ballots mailed for intended delivery to members on the first day of voting period. It is anticipated that U.S. addresses will be mailed 3 days in advance; international addresses 10-15 days in advance of the first day of voting.

June 2026

July 2026

Su	Mo	Tu	We	Th	Fr	Sa
28	29	30	1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	31	1

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
31	1	2 1. Update on voter turnout (totals by each director election district) 2. 3rd voting email notifications 3. 3rd PEC Corporate Fact Sheet emailed to all members	3 Supplemental mailing of ballots to Members	4	5	6
7	8	9 1. Update on voter turnout (totals by each director election district) 2. Final voting email notifications 3. Final PEC Corporate Fact Sheet emailed to all members	10	11 Record Date for casting ballot	12 Deadline for mailing or casting online ballots; ballots must be received by Election Services Provider	13
14	15 Pre-announcement and pre-results delivery quality control; post tabulation quality control Election Services Provider certifies election results and provides results to PEC	16 Candidates and board advised of election results immediately before results released to membership Election results released to PEC membership	17	18	19 Annual Meeting Board Meeting Announcement of certified election results at Annual Meeting Post-election director acknowledgments Draft Resolution - Approval of Annual Election Services Provider Contract	20
21	22	23	24	25	26 Final election results district-by-district	27
28	29	30	1	2	3	4

July 2026

August 2026

Su	Mo	Tu	We	Th	Fr	Sa
26	27	28	29	30	31	1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31	1	2	3	4	5

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
28	29	30	1	2	3 Independence Day PEC Holiday	4
5	6	7	8	9	10	11
12	13	14	15	16	17 Board Meeting Final Resolution - Approval of Annual Election Services Provider Contract	18 Texas Lineman's Rodeo
19	20	21	22	23	24	25
26	27	28	29	30	31	1

August 2026

September 2026

Su	Mo	Tu	We	Th	Fr	Sa
30	31	1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	1	2	3

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
26	27	28	29	30	31	1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18 Post Election analysis - General Counsel Review	19	20	21 Board Meeting Post Election analysis	22
23	24	25	26	27	28	29
30	31	1	2	3	4	5

September 2026

October 2026

Su	Mo	Tu	We	Th	Fr	Sa
27	28	29	30	1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
30	31	1	2	3	4	5
6	7 Labor Day PEC Holiday	8	9	10	11	12
13	14	15	16	17	18 Board Meeting Draft Resolution - Establish Annual Meeting date and location	19
20	21	22	23	24	25	26
27	28	29	30	1	2	3

October 2026

November 2026

Su	Mo	Tu	We	Th	Fr	Sa
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	1	2	3	4	5

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
27	28	29	30	1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17 International Lineman's Rodeo
18	19	20	21	22	23 Board Meeting Final Resolution - Establish Annual Meeting date and location	24
25	26	27	28	29	30	31

November 2026

December 2026

Su	Mo	Tu	We	Th	Fr	Sa
29	30	1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31	1	2

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
1	2	3	4	5	6	7
8	9	10	11 Veteran's Day PEC Holiday	12	13	14
15	16	17	18	19	20 Board Meeting Present draft Election Timeline Communications draft plan overview presented to the BOD	21
22	23	24	25	26 Thanksgiving PEC Holiday	27 PEC Holiday	28
29	30	1	2	3	4	5

December 2026

January 2027

Su	Mo	Tu	We	Th	Fr	Sa
27	28	29	30	31	1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31	1	2	3	4	5	6

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
29	30	1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18 Board Meeting Approve Election Timeline Final communications plan to be approved by the BOD	19
20	21	22	23	24 Christmas Eve PEC Holiday	25 Christmas PEC Holiday	26
27	28	29	30	31	1	2



File #: 2026-060, **Version:** 1

Member Events - C Tinsley Porter

Submitted By: Caroline Tinsley Porter
Department: External Relations



2026 Member Appreciation Events

Celeste Mikeska | Community Relations Manager
Caroline Tinsley Porter | Director, External Relations

Looking Back on 2025



**Dripping Springs
Founders Day**



**Marble Falls
Mayfest**



**Leander Old Town
Street Festival**



**Junction
Membership Dinner**



**Wimberley
Boo! Hole**



**PEC's Member Night
Under the Lights**

Bringing More Value to Our Members

- PEC is proud to bring **six** member appreciation opportunities this year!
- Events will meet members where they are, bringing visibility to PEC and the Cooperative Difference while also supporting local communities
- Cost savings for members — more economical than prior Annual Meeting events
- Looked for opportunities in the north, central, and southern areas of our service territory + Junction
 - Rotate appreciation events throughout Cooperative communities each year



Mark Your Calendars!

- April 24: Dripping Springs Founders Day
- May 16: Kyle Fair
- September: Junction Membership Dinner
- September: Bertram Oatmeal Festival
- November: Georgetown Field of Honor
- December: PEC's Member Night Under the Lights





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File #: 2026-104, 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 #: 2026-105, **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	Recurring
2	1	Cooperative Update	CEO	JAN BOD Mtg	Strategic	Recurring
3	1	Draft Resolution - Approval of Appointments to 2026 Qualifications and Elections Committee	General Counsel	JAN BOD Mtg	Compliance	Recurring
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	Recurring
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	Recurring
11	1	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	JAN BOD Mtg	Strategic	Recurring
12	1	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	JAN BOD Mtg	Strategic	Recurring
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	Recurring
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	Recurring
17	2	CFO Quarterly Update	CFO	FEB BOD Mtg	Strategic	Quarterly
18	2	Cooperative Update	CEO	FEB BOD Mtg	Strategic	Recurring
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	Recurring
22	2	Markets Report	Markets	FEB BOD Mtg	Strategic	Recurring
23	2	Resolution - Approval of Appointments to 2026 Qualifications and Elections Committee	General Counsel	FEB BOD Mtg	Compliance	Recurring
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	Recurring
28	2	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	FEB BOD Mtg	Strategic	Recurring
29	2	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	FEB BOD Mtg	Strategic	Recurring
30	2	Safety/Security	Human Resources	FEB BOD Mtg	Strategic	Recurring
31	3	2026 Election Timeline Monthly Update	General Counsel	MAR BOD Mtg	Compliance EPP	Recurring
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	Recurring
34	3	Draft Resolution - Approval and Certification of 2026 Election Ballot	General Counsel	MAR BOD Mtg	Compliance	Recurring
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	Recurring
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	Recurring
45	3	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	MAR BOD Mtg	Strategic	Recurring
46	3	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	MAR BOD Mtg	Strategic	Recurring
47	3	Safety/Security	Human Resources	MAR BOD Mtg	Strategic	Recurring
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	Recurring
50	4	Presentation of 2025 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM)	Audit Committee	APR Audit Committee	Compliance	Recurring
51	4	Update of the Internal Audit Scope	Audit Committee	APR Audit Committee Mtg	Compliance	Recurring
52	4	2026 Election Timeline Monthly Update	General Counsel	APR BOD Mtg	Compliance EPP	Recurring
53	4	Contracting Process Review	Procurement	APR BOD Mtg	Strategic	Ad-hoc
54	4	Cooperative Update	CEO	APR BOD Mtg	Strategic	Recurring
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	Recurring
57	4	Presentation of 2025 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM)	CFO	APR BOD Mtg	Compliance	Recurring
58	4	Markets Report	Markets	APR BOD Mtg	Strategic	Recurring
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	Recurring
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	Recurring
64	4	Resolution - Approval and Certification of 2026 Election Ballot	Legal Services	APR BOD Mtg	Compliance	Recurring
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	Recurring
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

PEC Annual Planning Calendar

Item	Month	Description	Owner	Date	Strategic/Compliance	Occurrence
71	4	Resolution - Approval to Amend 2025 Capital Improvement Plan (CIP) for Category Level Expenditure	COO-D	APR BOD Mtg	Strategic	Ad-hoc
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	CFO Quarterly Update	CFO	MAY BOD Mtg	Strategic	Quarterly
79	5	Draft Resolution - Approval of Contract for Liberty Hill Warehouse and Office Remodel	COO-D	MAY BOD Mtg	Strategic	Ad-hoc
80	5	Draft Resolution - Blanco Behrends BESS Interconnection Budget Approval	COO-T	MAY BOD Mtg	Strategic	Ad-hoc
81	5	Ethics and Compliance Semiannual Update	Ethics/Compliance	MAY BOD Mtg	Compliance	MAY/NOV
82	5	Facilities Strategic Plan	COO-D	MAY BOD Mtg	Strategic	Ad-hoc
83	5	Markets Report	Markets	MAY BOD Mtg	Strategic	Reoccurring
84	5	Moment of Silence in Commemoration of Memorial Day	Board President	MAY BOD Mtg	Strategic	Reoccurring
85	5	Resolution - Approval of 2026 CEO Performance Evaluation and Compensation	Board of Directors	MAY BOD Mtg	Compliance	Reoccurring
86	5	Resolution - Approval of Budget Process Updates	CFO	MAY BOD Mtg	Strategic	Ad-hoc
87	5	Resolution - Approval of Capital Credits Special Distribution during Calendar Year 2026	CFO	MAY BOD Mtg	Strategic	Reoccurring
88	5	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	MAY BOD Mtg	Strategic	Reoccurring
89	5	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	MAY BOD Mtg	Strategic	Reoccurring
90	5	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	MAY BOD Mtg	Strategic	Reoccurring
91	5	Safety/Security	Human Resources	MAY BOD Mtg	Strategic	Reoccurring
92	5	Summer Preparedness	COO-D/COO-T	MAY BOD Mtg	Strategic	Annual
93	6	Acknowledgement and Seating of Directors Elected at Annual Membership Meeting	General Counsel	JUN BOD Mtg	Compliance Bylaws	Annual
94	6	Cooperative Update	CEO	JUN BOD Mtg	Strategic	Reoccurring
95	6	CEO Corporate Initiatives and Action Items Quarterly Update	CEO	JUN BOD Mtg	Compliance	Quarterly
96	6	Directors' Conflict of Interest Training and Directors' Code of Conduct Training	Board Counsel	JUN BOD Mtg	Compliance	Reoccurring
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 Texas Electric Cooperative (TEC) Delegates for TEC Annual Meeting	Board President	JUN BOD Mtg	Compliance TEC	Annual
103	6	Resolution - Approval of the Appointment of Audit Committee and Audit Committee Chairperson	General Counsel	JUN BOD Mtg	Compliance Bylaws	Annual
104	6	Resolution - Blanco Behrends BESS Interconnection Budget Approval	COO-T	JUN BOD Mtg	Strategic	Ad-hoc
105	6	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	JUN BOD Mtg	Strategic	Reoccurring
106	6	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	JUN BOD Mtg	Strategic	Reoccurring
107	6	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	JUN BOD Mtg	Strategic	Reoccurring
108	6	Safety/Security	Human Resources	JUN BOD Mtg	Strategic	Reoccurring
109	7	Annual Review of Conflicts of Interest Certification and Disclosure Forms from Directors	General Counsel	JUL BOD Mtg	Compliance Bylaws	Annual
110	7	Cooperative Update	CEO	JUL BOD Mtg	Strategic	Reoccurring
111	7	Election Update - Annual Voter Turnout	Legal Services	JUL BOD Mtg	Compliance EPP	Annual
112	7	Key Performance Indicator (KPI) Update of 2026 Period 1 Results	CSO	JUL BOD Mtg	Strategic	Reoccurring
113	7	Markets Report	Markets	JUL BOD Mtg	Strategic	Reoccurring
114	7	Resolution - Approval of Written Certification of the Election Results	Legal Services	JUL BOD Mtg	Compliance	Reoccurring
115	7	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
116	7	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	JUL BOD Mtg	Strategic	Reoccurring
117	7	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
118	7	Safety/Security	Human Resources	JUL BOD Mtg	Strategic	Reoccurring
119	8	CFO Quarterly Update	CFO	AUG BOD Mtg	Strategic	Quarterly
120	8	Cooperative Update	CEO	AUG BOD Mtg	Strategic	Reoccurring
121	8	Cyber Security Semiannual Update	Compliance & Regulatory	AUG BOD Mtg	Strategic	FEB/AUG
122	8	Insurance Benefits Update	Human Resources	AUG BOD Mtg	Compliance	Reoccurring
123	8	Markets Report	Markets	AUG BOD Mtg	Strategic	Reoccurring
124	8	Post-Election Analysis and Annual Review	General Counsel	AUG BOD Mtg	Compliance EPP	Annual
125	8	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	AUG BOD Mtg	Strategic	Reoccurring
126	8	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	AUG BOD Mtg	Strategic	Reoccurring
127	8	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	AUG BOD Mtg	Strategic	Reoccurring
128	8	Safety/Security	Human Resources	AUG BOD Mtg	Strategic	Reoccurring
129	9	CEO Corporate Initiatives and Action Items Quarterly Update	CEO	SEP BOD Mtg	Compliance	Quarterly
130	9	Cooperative Update	CEO	SEP BOD Mtg	Strategic	Reoccurring
131	9	Draft Resolution - Approval of 2027 Interim TCOS Filing	COO-T/CCO/GG	SEP BOD Mtg	Compliance	Reoccurring
132	9	Draft Resolution - Approval to Establish 2027 Annual Membership Meeting Date and Location	General Counsel	SEP BOD Mtg	Compliance	Annual
133	9	Markets Report	Markets	SEP BOD Mtg	Strategic	Reoccurring
134	9	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	SEP BOD Mtg	Strategic	Reoccurring
135	9	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	SEP BOD Mtg	Strategic	Reoccurring
136	9	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	SEP BOD Mtg	Strategic	Reoccurring
137	9	Safety/Security	Human Resources	SEP BOD Mtg	Strategic	Reoccurring
138	10	Annual Enterprise Risk Management (ERM) Update	Compliance & Regulatory	OCT BOD Mtg	Strategic	Annual
139	10	2026 Community Transformer Award	External Relations	OCT BOD Mtg	Strategic	Annual
140	10	Cooperative Update	CEO	OCT BOD Mtg	Strategic	Reoccurring
141	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

PEC Annual Planning Calendar

Item	Month	Description	Owner	Date	Strategic/ Compliance	Occurrence
142	10	Draft Resolution - Approval of Rate Changes	Markets	OCT BOD Mtg	Compliance	Reoccurring
143	10	Draft Resolution - Approval to Amend Tariff and Business Rules	Compliance & Regulatory	OCT BOD Mtg	Compliance	Reoccurring
144	10	Markets Report	Markets	OCT BOD Mtg	Strategic	Reoccurring
145	10	Resolution - Approval of 2025 IRS Form 990 – Bollinger, Sears, Gilbert & Moss, LLP	Tax & Regulatory	OCT BOD Mtg	Compliance	Reoccurring
146	10	Resolution - Approval of 2027 Interim TCOS Filing	COO-T/CCO/GG	OCT BOD Mtg	Compliance	Reoccurring
147	10	Resolution - Approval to Establish 2027 Annual Membership Meeting Date and Location	General Counsel	OCT BOD Mtg	Compliance	Annual
148	10	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	OCT BOD Mtg	Strategic	Reoccurring
149	10	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	OCT BOD Mtg	Strategic	Reoccurring
150	10	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	OCT BOD Mtg	Strategic	Reoccurring
151	10	Review of 2025 IRS Form 990 - Bollinger, Sears, Gilbert & Moss, LLP	Audit Committee	OCT Audit Committee Mtg	Compliance	Reoccurring
152	10	Safety/Security	Human Resources	OCT BOD Mtg	Strategic	Reoccurring
153	11	CFO Quarterly Update	CFO	NOV BOD Mtg	Strategic	Quarterly
154	11	Cooperative Update	CEO	NOV BOD Mtg	Strategic	Reoccurring
155	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
156	11	Draft Resolution - Approval of 2027 Election Timeline and Communications Plan	General Counsel	NOV BOD Mtg	Compliance	Reoccurring
157	11	Draft Resolution - Approval of 2027 Key Performance Indicators Plan	CSO	NOV BOD Mtg	Strategic	Reoccurring
158	11	Draft Resolution - Approval of Capital Credits Distribution during Calendar Year 2026	CFO	NOV BOD Mtg	Compliance	Reoccurring
159	11	Ethics and Compliance Semiannual Update	Ethics/Compliance	NOV BOD Mtg	Compliance	MAY/NOV
160	11	Markets Report	Markets	NOV BOD Mtg	Strategic	Reoccurring
161	11	Recognition of PEC Linemen Participation at Annual International Lineman's Rodeo	Operations	NOV BOD Mtg	Strategic	Reoccurring
162	11	Recognition of Veterans Day	Board President	NOV BOD Mtg	Compliance	Reoccurring
163	11	Resolution - Approval of 2027 Board of Directors List of Proposed Future Meetings	Board President	NOV BOD Mtg	Compliance	Reoccurring
164	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
165	11	Resolution - Approval of Rate Changes	Markets	NOV BOD Mtg	Compliance	Reoccurring
166	11	Resolution - Approval to Amend Tariff and Business Rules	Compliance & Regulatory	NOV BOD Mtg	Compliance	Reoccurring
167	11	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	NOV BOD Mtg	Strategic	Reoccurring
168	11	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	NOV BOD Mtg	Strategic	Reoccurring
169	11	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	NOV BOD Mtg	Strategic	Reoccurring
170	11	Safety/Security	Human Resources	NOV BOD Mtg	Strategic	Reoccurring
171	11	Winter Preparedness Report	Operations	NOV BOD Mtg	Strategic	Annual
172	12	Cooperative Update	CEO	DEC BOD Mtg	Strategic	Reoccurring
173	12	Markets Report	Markets	DEC BOD Mtg	Strategic	Reoccurring
174	12	Recognition of PEC True Blue Recipients and Member Service Appreciation Week	CAO	DEC BOD Mtg	Strategic	Annual
175	12	Resolution - Approval of 2027 Election Timeline and Communications Plan	CEO	DEC BOD Mtg	Strategic	Reoccurring
176	12	Resolution - Approval of 2027 Key Performance Indicators Plan	CSO	DEC BOD Mtg	Strategic	Reoccurring
177	12	Resolution - Approval of Capital Credits Distribution during Calendar Year 2026	CFO	DEC BOD Mtg	Compliance	Reoccurring
178	12	Resolution - Review of 2026 Corporate Initiatives and CEO Action Items with Consideration of Performance Bonus	Board VP	DEC BOD Mtg	Strategic	Annual
179	12	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	DEC BOD Mtg	Strategic	Reoccurring
180	12	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	DEC BOD Mtg	Strategic	Reoccurring
181	12	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	DEC BOD Mtg	Strategic	Reoccurring
182	12	Retirement Plan Committee Update	Human Resources	DEC BOD Mtg	Strategic	Reoccurring
183	12	Safety/Security	Human Resources	DEC BOD Mtg	Strategic	Reoccurring

3-Month Outlook

Item	Month	Description	Owner	Date	Strategic/ Compliance	Occurrence
MAY						
1	5	2026 Election Timeline Monthly Update	General Counsel	MAY BOD Mtg	Compliance EPP	Reoccurring
2	5	Cooperative Update	CEO	MAY BOD Mtg	Strategic	Reoccurring
3	5	CFO Quarterly Update	CFO	MAY BOD Mtg	Strategic	Quarterly
4	5	Draft Resolution - Approval of Contract for Liberty Hill Warehouse and Office Remodel	COO-D	MAY BOD Mtg	Strategic	Ad-hoc
5	5	Draft Resolution - Blanco Behrends BESS Interconnection Budget Approval	COO-T	MAY BOD Mtg	Strategic	Ad-hoc
6	5	Ethics and Compliance Semiannual Update	Ethics/Compliance	MAY BOD Mtg	Compliance	MAY/NOV
7	5	Facilities Strategic Plan	COO-D	MAY BOD Mtg	Strategic	Ad-hoc
8	5	Markets Report	Markets	MAY BOD Mtg	Strategic	Reoccurring
9	5	Moment of Silence in Commemoration of Memorial Day	Board President	MAY BOD Mtg	Strategic	Reoccurring
10	5	Resolution - Approval of 2026 CEO Performance Evaluation and Compensation	Board of Directors	MAY BOD Mtg	Compliance	Reoccurring
11	5	Resolution - Approval of Budget Process Updates	CFO	MAY BOD Mtg	Strategic	Ad-hoc
12	5	Resolution - Approval of Capital Credits Special Distribution during Calendar Year 2026	CFO	MAY BOD Mtg	Strategic	Reoccurring
13	5	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	MAY BOD Mtg	Strategic	Reoccurring
14	5	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	MAY BOD Mtg	Strategic	Reoccurring
15	5	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	MAY BOD Mtg	Strategic	Reoccurring
16	5	Safety/Security	Human Resources	MAY BOD Mtg	Strategic	Reoccurring
17	5	Summer Preparedness	COO-D/COO-T	MAY BOD Mtg	Strategic	Annual
JUN						
18	6	Acknowledgement and Seating of Directors Elected at Annual Membership Meeting	General Counsel	JUN BOD Mtg	Compliance Bylaws	Annual
19	6	Cooperative Update	CEO	JUN BOD Mtg	Strategic	Reoccurring
20	6	CEO Corporate Initiatives and Action Items Quarterly Update	CEO	JUN BOD Mtg	Compliance	Quarterly
21	6	Directors' Conflict of Interest Training and Directors' Code of Conduct Training	Board Counsel	JUN BOD Mtg	Compliance	Reoccurring
22	6	Election - Office of President	General Counsel	JUN BOD Mtg	Compliance	Reoccurring
23	6	Election - Office of Secretary and Treasurer	General Counsel	JUN BOD Mtg	Compliance	Reoccurring
24	6	Election - Office of Vice President	General Counsel	JUN BOD Mtg	Compliance	Reoccurring
25	6	Markets Report	Markets	JUN BOD Mtg	Strategic	Reoccurring
26	6	Receipt of Conflict of Interest Disclosure Form, Director Affirmation, and Directors' Code of Conduct Acknowledgement	General Counsel	JUN BOD Mtg	Compliance	Annual
27	6	Resolution - Approval of Texas Electric Cooperative (TEC) Delegates for TEC Annual Meeting	Board President	JUN BOD Mtg	Compliance TEC	Annual
28	6	Resolution - Approval of the Appointment of Audit Committee and Audit Committee Chairperson	General Counsel	JUN BOD Mtg	Compliance Bylaws	Annual
29	6	Resolution - Blanco Behrends BESS Interconnection Budget Approval	COO-T	JUN BOD Mtg	Strategic	Ad-hoc
30	6	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	JUN BOD Mtg	Strategic	Reoccurring
31	6	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	JUN BOD Mtg	Strategic	Reoccurring
32	6	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	JUN BOD Mtg	Strategic	Reoccurring
33	6	Safety/Security	Human Resources	JUN BOD Mtg	Strategic	Reoccurring
JUL						
34	7	Annual Review of Conflicts of Interest Certification and Disclosure Forms from Directors	General Counsel	JUL BOD Mtg	Compliance Bylaws	Annual
35	7	Cooperative Update	CEO	JUL BOD Mtg	Strategic	Reoccurring
36	7	Election Update - Annual Voter Turnout	Legal Services	JUL BOD Mtg	Compliance EPP	Annual
37	7	Key Performance Indicator (KPI) Update of 2026 Period 1 Results	CSO	JUL BOD Mtg	Strategic	Reoccurring
38	7	Markets Report	Markets	JUL BOD Mtg	Strategic	Reoccurring
39	7	Resolution - Approval of Written Certification of the Election Results	Legal Services	JUL BOD Mtg	Compliance	Reoccurring
40	7	Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
41	7	Resolution(s) - Approval of Contract Renewals or Extensions	General Counsel	JUL BOD Mtg	Strategic	Reoccurring
42	7	Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
43	7	Safety/Security	Human Resources	JUL BOD Mtg	Strategic	Reoccurring



File #: 2026-106, **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 #: 2026-107, Version: 1

Litigation and Related Legal Matters - A Stover

Submitted By: Andrea Stover
Department: General Counsel



File #: 2026-108, **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 #: 2026-109, **Version:** 1

Discussion of Board Relation Issues

Submitted By: Andrea Stover
Department: General Counsel



File #: 2026-110, 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 #: 2026-081, 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.



File #: 2026-111, Version: 1

**Draft Resolution - Approval of Capital Credits Special Distribution during Calendar Year 2026 - 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

PO Box 1
Johnson City, TX 78636

File #: 2026-112, Version: 1

Report on Property, Liability, and Corporate Insurance Policies - B Headrick

Submitted By: Bridget Headrick
Department: Compliance and Regulatory



File #: 2026-113, Version: 1

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

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



File #: 2026-123, **Version:** 1

Contracting Process Review - N Swartz

Submitted By: Nathan Swartz
Department: Procurement



File #: 2026-114, **Version:** 1

Markets Report - R Kruger/R Strobel

Submitted By: Randy Kruger/Rob Strobel
Department: Markets



File #: 2026-122, **Version:** 1

Report on Member Relations Activities - J Urban/D Evers

Submitted By: JP Urban/DeLisa Evers
Department: External Relations/Member Relations



File #: 2026-115, Version: 1

Resolution(s) - Approval of Real Property Acquisitions or Real Property Dispositions - C Powell

Submitted By: Christian Powell

Department: Compliance & Regulatory

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



File #: 2026-116, Version: 1

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

Submitted By: Christian Powell

Department: Compliance & Regulatory

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



File #: 2026-117, **Version:** 1

Safety and Security Matters

Department: Compliance & Regulatory



File #: 2026-118, Version: 1

Personnel Matters

Submitted By: Human Resources
Department: Human Resources