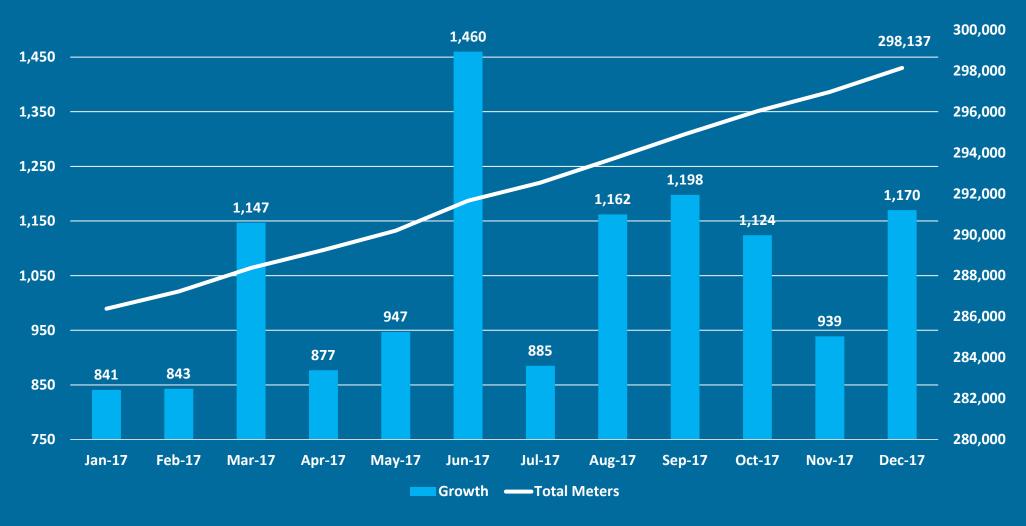


Cooperative Update Julie Parsley, Chief Executive Officer

System Growth: Meters

2017 Monthly Growth and Total Meters (12,593 Meters in 2017)



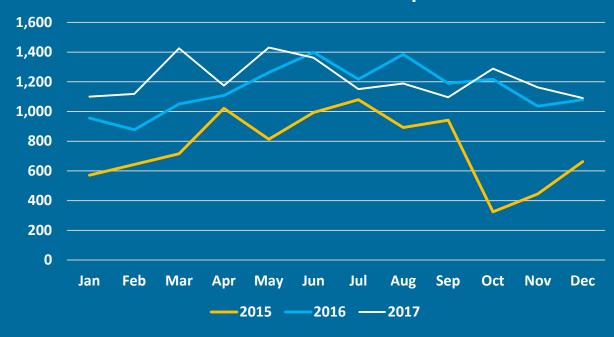


System Growth: Line Extensions

Line Extensions Annual Totals 38% *Increase from 2015 to 2017*



Annual Line Extension Comparison





300,000 Active Accounts

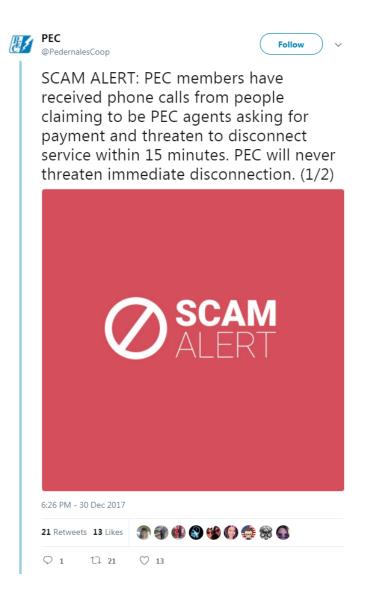


- PEC provides service to approximately 1.5 million people!
 - Based on data from the 2010 Census Bureau, so likely higher
 - Austin-Round Rock metro has over 1.9 million people
 - Travis and Williamson Counties together have roughly
 900,000 people
 - Provide service in 24 Counties

Social Media

SCAM Attempt in January





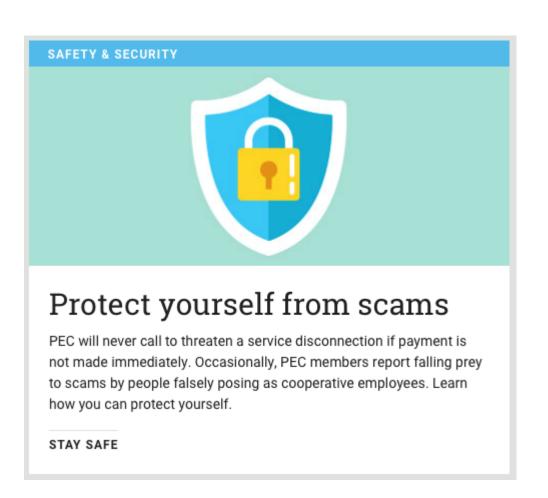


PEC – Action Taken



Call center alerted

 Notice placed on home page of website Website



PEC - Action Against SCAMs



Began tracking in 2016 with 116 scam attempts reported since then

PEC Member Scam Solution Committee formed from Member Services, Safety, Communications, Legal, and Information Technology

- Joined Utilities United Against Scams (UUAS), a group of 100+ U.S. and Canadian utilities raising awareness and acting as a resource against fraud
- Committee works to promote continued awareness across the membership and to stay informed of the latest threats from scammers

PEC NEVER calls demanding immediate payment

Members should always contact PEC directly with any questions about service

First 30/60/90 Days



First 30 Days

Learned & Observed:

- HQ & District visits to meet
 - District Directors
 - Lineman
 - Engineers
 - Member Services
 - Staff

Gathered information and shared my thoughts about the future



First 60 Days

Clarified & Refined:

- Organizational structure
- Expectations
- Existing plans
- Plans, decisions & actions

Moved to a structure that will best serve the employees, members, and co-op as a whole



Next 30 Days

Alignment & Structure:

- For an effective and efficient organization
- Promoting teamwork
- Streamlining functions within the Cooperative

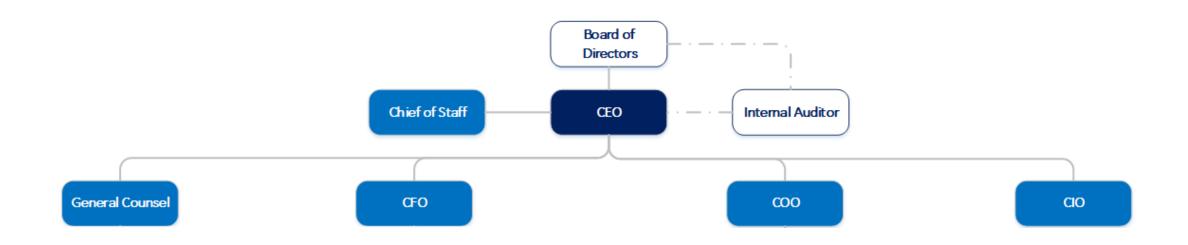
Will continue to define and clarify goal standards, and reinforce valued behaviors to ensure we recruit and retain talented teams

90 ₹



Organizational Restructuring





- Organization restructured to align functions and reduce departmental "silos"
- Open VP positions posted, with goal to have offers made by March Board meeting

Community Partnerships Dinner



You and a guest are cordially invited to

Community
Partnerships Dinner

The event will honor elected officials and feature a cooperative update from CEO Julie Parsley.

> Wednesday, Feb. 21, 2018 6 to 8 p.m.

Pecan Grove at The Salt Lick BBQ 18300 Farm to Market Rd. 1826 Driftwood, Texas 78619

Please RSVP by Jan. 24, 2018 at pec.coop/rsvp.

Contact Tessa Schmidtzinsky at tessa.schmidtzinsky@peci.com or 830-868-6082 with questions. Celebrates the partnerships that PEC has with its local government officials and the communities they represent

- Currently expect 74 officials and 57 guests to attend
- Officials include local, State and Federal representatives





pec.coop