



Meeting Minutes - Draft

Annual Membership Meeting

Saturday, June 23, 2018

10:30 AM

Smithson Valley HS Auditorium

The Membership Meeting was held in the Smithson Valley High School Auditorium, 14001 Texas 46, Spring Branch, TX and was video recorded.

1. Registration and In-Person voting will begin at 9:00AM, voting will close at 10:30AM, and the business meeting will begin at 10:30AM. Activities and exhibits, 11:30AM - 1:30PM.

At 10:35 am President Emily Pataki welcomed everyone to the 2018 Annual Meeting, announced that voting booths had closed, and stated that the activities and exhibits would be open from 11:30 am until 1:30 pm. President Emily Pataki asked everyone to be aware of exit locations in case of an emergency and thanked the officers from the Comal County Sheriff's Department for their service to the community and presence at this meeting.

2. Announcement of Door Prizes

VP of Member Services Tim Nance announced door prize winners as electronically and randomly drawn. The door prize winners of the ten \$150 bill credits were: Thomas Shearer, Doss Keese, Tom Keyser, Ronald Schumacher, David Vargas, David Taylor, James Myers, Patricia Savino, Nathan Oxhandler, and Robert Haskin.

3. Call to Order and Roll Call

At 10:44 am President Emily Pataki called to order the meeting of the members at the Smithson Valley High School Auditorium, 14001 Texas 46, Spring Branch, TX.

4. Invocation

Pastor Larry Andrews from the Community Bible Church of Bulverde delivered the invocation.

5. Pledge of Allegiance and Star Spangled Banner

Representatives from Smithson Valley High School Navy JROTC Color Guard posted the flags. PEC youth tour delegate Marisa Ramirez led the Pledge of Allegiance and the Texas Pledge. Maggie Webb, a student of Smithson Valley Hill School led the National Anthem.

6. Introduction of Directors and Elected Officials

President Emily Pataki recognized special guests in attendance as: Johnny Sanders - Bluebonnet Electric Cooperative Community and Development Services Manager; Tim Schultz - Bluebonnet Electric Cooperative Community and Development Services Representative; Jim Luther, Jr. - Burnet County Commissioner; Jean Worrell - City of Bertram Councilwoman; Kirk Harrison - City of Bulverde Councilman; Ed Tidwell - City of Lago Vista Mayor; Rick Hall - City of Liberty Hill Mayor; Wendell McLeod - City of Liberty Hill Councilman; Mike Cowley - CoBank Senior Relationship Manager; Mark Reynolds - Comal County Sheriff; Annaliese Fischer - JPMorgan Chase VP of Austin Region; Hondo Powell - Lower Colorado River Authority (LCRA) Regional Affairs Manager; Phil Wilson - Lower Colorado River Authority (LCRA) General Manager; Mary Gutierrez - Town of Round Mountain Councilwoman; Andrew Cable - Hays County Justice of the Peace; Will Holford - Bluebonnet Electric Cooperative, Public Affairs Manager.

President Emily Pataki then introduced the PEC Board of Directors and staff: Cristi Clement - Director District 1, Randy Klaus - Director District 3, Jim Powers - Director District 4, James Oakley - Director District 5, Paul Graf - Director District 6, Amy Akers - Director District 7, Emily Pataki - Director District 2, Julie Parsley - Chief Executive Officer, Don Ballard - General Counsel, and Don Richards - Election Administration Counsel with Richards, Elder & Green, LLP. President Emily Pataki also recognized the 2018 Board Candidates - For District 1 - Donna Holland Wilcox, Milton Rister, Frank Haskell; For District 6 - Paul Graf and Andrew W. Cable; For District 7 - Travis Cox and Amy Lea SJ Akers.

7. Approve Minutes of 2017 Annual Membership Meeting

President Emily Pataki stated that without objection from the members the reading of the minutes would be dispensed and the minutes were approved as presented.

[2018-195](#)

Minutes of 2017 Annual Membership Meeting

Attachments: [2017 Annual Meeting Minutes draft3](#)

8. President's Report

During the President's Report, President Emily Pataki reported on the Cooperative's 80 years of service, the efforts to bring electricity to the rural Texas Hill country, the inception of Pedernales Electric Cooperative, the growth of the Cooperative, and our founding principles of tradition of service, courage, and hard work.

9. CEO's Report

CEO Julie Parsley presented the Chief Executive Officer Report for 2018 PEC Annual Meeting which included acknowledgement of PEC's proud history and employees. Ms. Parsley reviewed the cooperative difference, growth statistics, improved reliability, low rates, transparent and democratic governance structure, capital credits, and community contributions. Ms. Parsley reported PEC is #10 in the nation for residential member satisfaction in the JD Power Survey. A short video was shown.

2018-392 CEO's Report

Attachments: 2018-06-23 CEO's Report JCP AM Presentation-Final

10. Certificate of Secretary-Treasurer Regarding Member Quorum

Board Secretary -Treasurer Amy Akers announced that based on the information provided, a quorum was present and that the certificate be attached to the minutes.

2018-391 Certificate of Secretary-Treasurer Regarding Member Quorum

Attachments: Certificate of Secretary Regarding Member Meeting Quorum-Signed
2018-06-23
Certificate of Secretary Regarding Director Election Quorum-Signed
2018-06-23

11. Announcement of Door Prizes

VP of Member Relations Tim Nance announced door prize winners as drawn by as electronically and randomly drawn. The door prize winners of the two iPad Pros: Alyce Baker and Enrique Tober. The winner of the home theatre package was Cecil Dietz, and the winner of the Cub Cadet riding lawn mower was Jullia Delossantos.

12. Announcement of Election Results

President Emily Pataki introduced Tony Hoff from Survey and Ballot Systems (SBS) who announced the election results as shown on the attached PowerPoint presentation. President Emily Pataki added that a written certification of the results would be included in the minutes of the July 2018 Regular Board Meeting. President Emily Pataki stated that pursuant to the Cooperative's bylaws, the terms as directors would begin upon adjournment of this meeting and that all directors would be asked to sign the director affirmations immediately following the adjournment of this meeting. President Emily Pataki thanked all members who signed up for Power of Change this year.

2018-393 Announcement of Election Results

Attachments: 2018-06-23 FinalReport - SBS

13. Break (10 Minutes)

At 11:25 am President Emily Pataki announced a meeting break and that the activities and exhibits were now open. At 11:40 am the meeting reconvened.

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

President Emily Pataki announced that comments from members would be limited to three minutes and asked members to observe the Decorum Policy. During the Annual Meeting, the following members spoke on topics including but not limited to:

John West - suggestion regarding line extension policy infrastructure costs.

Debra Hindman - request for focus on reducing members' bills.

Linda Rogers - single member districts, director district boundaries, and limitation of politics in the Cooperative's director election.

Brad Holt - timing of member comments during meeting, and requested explanation of increases on his bill.

Joe Garrison - requested information on the sources and variety of the Cooperative's purchased power.

President Emily Pataki asked staff to find those members with questions or concerns, and help to answer their inquiries.

15. June 23, 2018 Regular Board Meeting upon conclusion of Annual Meeting at the Smithson Valley High School Auditorium

16. Adjournment

President Emily Pataki thanked members and employees for attending, and thanked the Smithson Valley Independent School District for use of their facility. There being no further business to come before the Board of Directors, the meeting was adjourned at 11:58 am.