

YOU ARE INVITED TO ATTEND THE

Annual Member-Owners' Meeting of Jackson Electric Cooperative

October 18, 2025

Bay City Civic Center | 201 Seventh St., Bay City

Door Prizes • Attendance Prizes

Registration begins at 9 a.m.

Business meeting begins at 10 a.m.

**The Jackson Electric Cooperative 2024 Annual Report
is included as a supplement to this issue.**



Jackson Electric Cooperative, Inc.

Your Touchstone Energy® Partner



Annual Meeting of Member-Owners Minutes

Bay City Civic Center, Matagorda County, Texas | Saturday, September 21, 2024

The 2024 Annual Meeting (2023 Annual Report) of the members of Jackson Electric Cooperative Inc. was held on Saturday, September 21, 2024, at Bay City Civic Center, Matagorda County, Texas, with registration beginning at 9 a.m.

Herff Cornelius, President, called the meeting to order at 10:05 a.m. and thanked those attending for their participation in the Annual Meeting. President Cornelius asked the members to rise for the national anthem performed by Dawson Hudgins followed by the Invocation given by Board Member Anthony Smith. Board Secretary-Treasurer Michael Jacobs presented the Notice of Meeting and proof of mailing thereof to all members of the Cooperative on August 30, 2024. The notice and proof of mailing were ordered to be attached to the minutes.

Director Jacobs reported 120 members present in person as of 10 a.m., which constitutes a quorum of the members of the cooperative.

President Cornelius announced that the meeting would be dedicated to the U.S. Armed Forces.

Director Jacobs was again called upon for the reading of the minutes of the October 21, 2023, Annual Meeting. Upon motion duly made and seconded to dispense with the reading of the minutes and to approve said minutes, the following resolution was adopted:

RESOLVED, that the Jackson Electric Cooperative Inc. membership hereby approves the October 21, 2023, Annual Meeting Minutes as written.

Motion carried.

General Manager Jim Coleman introduced special guests, the Cooperative's Board of Directors and retired employees.

Attorney John Merck recognized the Nominating Committee members and expressed appreciation of the Cooperative for their service. They were Barbara Juranek and Jonel Knuppel. Mr. Merck then reviewed the nominating procedure.

Districts for election are:

District No. 3: Michael Jacobs

District No. 5: Bruce Elliott

District No. 8: Doug Tise

District No. 11: Patrick Stuart

Mr. Merck stated that all Districts were unopposed and shall be elected by acclamation at the next board meeting.

Director Jacobs gave an updated Treasurer's Report for 2023, with no changes since the Cooperative's Annual Audit. Upon motion duly made and seconded, the following resolution was adopted:

RESOLVED, that the Jackson Electric Cooperative Inc. membership hereby approves the Treasurer's Report for 2023 as presented.

Motion carried.

President Cornelius gave the President's Report, which reflected on the Hurricane Beryl, JEC Propane and Generac Generators along with an update of JEC Broadband. Mr. Cornelius also discussed the rate increase and the Electric Reliability Council of Texas.

Mr. Coleman gave the General Manager's Report, expanding on some of Mr. Cornelius' talking points and added other projects that the Cooperative is involved in, such as the

National Rural Electric Cooperative Association International program. Mr. Coleman also discussed the fiber expansion into Jackson County and thanked the board of directors for their role in delivering reliable electricity and the staff for their continued commitment to excellence.

Damien Coleman discussed improvements to the distribution system, vegetation management and upgrading the meter system.

President Cornelius called upon Kealeigh Alex to introduce the recipients of a \$1,000 scholarship.

2024 Recipients were: Riley Wallis, Landon Miller, Taylor Strasner, Kathryn Ivey, Olivia Sommerfeld, Chloe Gresham, Danielle Chavez, Wyatt Koop, Gavin Saha and Leslie Davis.

Mr. Cornelius then recognized the following employees for their years of service to the Cooperative:

5 years: Kealeigh Alex, Trayln Davis, Cole Macek, Rusty Parker, Pete Sertuche.

10 years: Cody Sulak, Cory Waters.

15 years: Roland Skoruppa, Marci Merecka, Veronica Webernck.

20 years: Hayden Karl, Rene Vargas.

35 years: Johnny Reckaway.

45 years: Jim Hamor.

Mr. Cornelius then recognized the following board members for their years of service to the Cooperative:

5 years: Anthony Smith.

Mr. Cornelius then recognized John Merck for 15 years of service as legal counsel to the Cooperative.

President Cornelius then mentioned to the members, that a Nominating Committee will need to be formed and stated that anyone who would like to serve on the 2025 committee should contact the Cooperative to make known their willingness to serve. Mr. Cornelius announced the Directors whose terms would expire in 2025 will be Herff Cornelius, representing District 2; William Hansen, representing District 4; Anthony Smith, representing District 6 and Laval Simons, representing District 7.

President Cornelius asked for any other old or new business that membership should address. There being no further business to come before the membership and upon motion being duly made, the meeting was adjourned at 11:12 a.m. and opened the floor for any questions from the membership .

Members enjoyed a meal catered by A & A Bar-B-Que. .



Michael Jacobs, Secretary-Treasurer

SIGNATURE REQUESTED

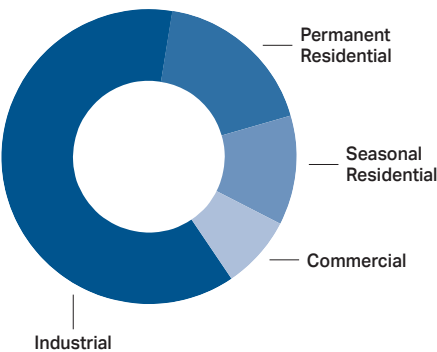
Herff Cornelius, President

Treasurer's Report

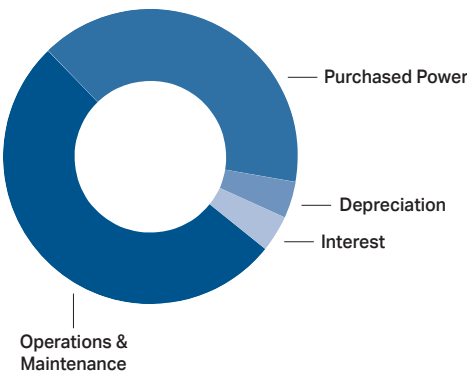
OPERATING STATISTICS	2023	2024
Income		
JEC Sold Electric Service Amounting to:	\$ 73,546,484	75,155,076
Capital Credits Amounted to:	3,854,130	3,262,785
Other Income Amounted to:	1,063,730	(22,139)
Total Operating and Nonoperating Income	\$ 78,464,344	78,395,722
Expenses		
Cost of Electric Energy	\$ 53,913,456	52,313,233
Operating and Maintenance Expenses	11,803,506	14,435,893
System Depreciation	4,183,937	4,832,661
Cost of Interest on Long-Term Debt	3,983,988	4,698,088
Total Operating Expenses	\$ 73,884,887	76,279,875
Patronage Capital or Margins	\$ 4,579,457	2,115,847

BALANCE SHEET	2023	2024
Assets		
General and Operating Funds in Bank	\$ 3,074,885	2,685,548
Investments and GT CC	44,602,610	46,963,208
Payments Due	762,149	4,569,951
Construction Supplies on Hand	6,952,987	5,885,192
Advance Payments on Insurance, etc.	1,100,596	691,720
Total Cost of Electric System	150,710,895	167,066,796
Less Depreciation	(24,669,432)	(26,681,840)
Net Value of Electric System	126,041,463	140,384,956
Total Assets	\$182,534,690	201,180,575
Liabilities		
Memberships and Deposits	\$ 1,568,801	1,574,442
CFC Long-Term Debt and Other	100,110,512	109,259,588
Other Current and Accrued Liabilities	7,492,401	14,875,713
Nonoperating Margins	12,695,564	12,074,090
Patronage Capital	60,667,412	63,396,742
Total Liabilities	\$182,534,690	201,180,575

2024 SOURCES OF REVENUE



2024 USES OF REVENUE



AUDITOR'S LETTER

At the June 2025 board meeting of Jackson Electric Cooperative, the directors heard and approved the results of the 2024 annual audit conducted by Gowland, Strealy, Morales & Co. concerning the financial statement of the cooperative.

Annual Meeting Program

October 18, 2025

Bay City Civic Center, 201 Seventh St., Bay City 77414

Registration	9–10 a.m.
Call to Order	Herff Cornelius, President
Invocation	Bill Hansen, Vice President
Reading of Notice of Annual Meeting	Michael Jacobs, Secretary-Treasurer
Determination of Quorum	Michael Jacobs
Minutes of Previous Meeting, September 21, 2024	Michael Jacobs
Introduction of Board Members and Guests	Jim Coleman, General Manager
Election of Directors	John Merck
Report of Nominating Committee	John Merck
Treasurer’s Report	Michael Jacobs
President’s Report	Herff Cornelius
Manager’s Report	Jim Coleman
Recognition of 2025 Scholarship Recipients	Kealeigh Alex
Service Awards	Herff Cornelius and Jim Coleman
Nominating Committee for 2025 Election	Herff Cornelius
Old and New Business	Herff Cornelius
Adjournment of Business Meeting	Herff Cornelius
Drawing of Attendance Prizes	Paul Bourland and Eric Gardner

Notice to Members

Pursuant to the bylaws of Jackson Electric Cooperative, no election of directors will be conducted at the upcoming annual meeting. The number of nominees submitted was equal to the number of director positions open; therefore, in accordance with the bylaws, the nominees will be declared elected by acclamation.

The following directors have been elected by acclamation:

Herff Cornelius, District 2

William C. Hansen, District 4

Anthony Smith, District 6

Laval Simons, District 7

We appreciate your continued support and engagement in your cooperative.

Notice of Annual Meeting of Member-Owners

The annual meeting of the member-owners of Jackson Electric Cooperative will be held at the Bay City Civic Center in Bay City on Saturday, October 18, 2025. Registration begins at 9 a.m., and the meeting begins at 10 a.m. with the following agenda:

1. Reports of officers, directors and committees.
2. Election of directors of the cooperative.
3. Status of the cooperative.
4. All other business that may come before the meeting or any adjournment or adjournments thereof.

Candidates in the regular board election are:

DISTRICT 2

Herff Cornelius

DISTRICT 4

William C. Hansen

DISTRICT 6

Anthony Smith

DISTRICT 7

Laval Simons



Michael Jacobs
Secretary-Treasurer

Board of Directors



Herff Cornelius
President
District 2
Sheppard Mott



William C. Hansen
Vice President
District 4
Palacios



Michael Jacobs
Secretary-Treasurer
District 3
Ashwood



Bill Orton
District 1
Sargent



Bruce T. Elliott
District 5
Palacios



Anthony Smith
District 6
Cedar Lake



Laval Simons
District 7
Port Lavaca



Doug Tise
District 8
La Ward



Tom Huddins
District 9
Bay City



James Roach
District 10
Edna



Patrick Stuart
District 11
Edna



Jim Coleman
General Manager



John M. Merck
Attorney

2025 Employee Service Awards

20 YEARS

Marty Palomares

15 YEARS

Annabelle Gonzales

10 YEARS

Jim Coleman

5 YEARS

Colee Callaway
Rachel Silliman
Danny Stewart

DIRECTORS

25 YEARS

Michael Jacobs

Annual Member-Owners' Meeting of Jackson Electric Cooperative

October 18, 2025

Bay City Civic Center | 201 Seventh St., Bay City

Door Prizes • Attendance Prizes

Registration begins at 9 a.m.

Business meeting begins at 10 a.m.

Support Electric Cooperatives by Joining Rural Friends/AEC

Rural Friends of Electric Cooperatives is the state political action committee for Texas' electric cooperatives. America's Electric Cooperatives is the federal PAC for electric cooperatives nationwide.

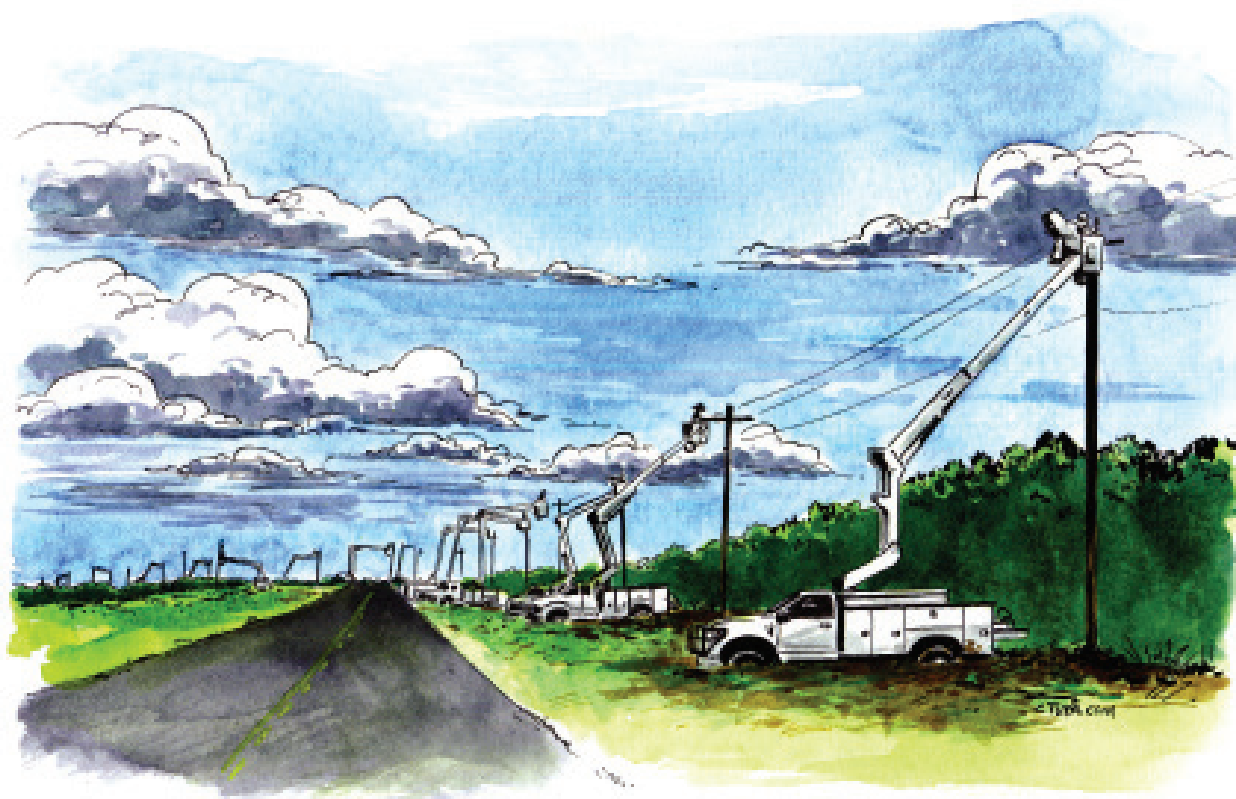
Rural Friends was formed with the mission of making the voice of electric cooperative consumers heard in the Texas Legislature and statewide with nonfederal officeholders. America's Electric Cooperative was formed with the mission of making the voice of electric cooperative consumers heard in the U.S. Congress. Rural Friends and AEC are grassroots political action committees.

Rural Friends has more than 4,600 members in Texas, and AEC has more than 35,000 members across the country.

Rural Friends makes campaign contributions to candidates for the Texas Legislature and statewide nonfederal offices. AEC makes campaign contributions to candidates for Congress. Both PACs contribute to those who support electric cooperatives' goals and who share our cooperative values.

Rural Friends and America's Electric Cooperatives raise personal, voluntary contributions from their eligible memberships. Federal law prohibits soliciting contributions for AEC from individuals other than national and state cooperative associations and their member-systems' eligible employees, boards of directors, consumer-owners and the family of such individuals. Contributions from ineligible individuals will be returned.

For more information or to join, email jjohnston@texas-ec.org.



2024 Annual Report and Official Notice of Member-Owners' Meeting

October 18, 2025

Bay City Civic Center

201 Seventh St., Bay City 77414



Jackson Electric Cooperative, Inc.

Your Touchstone Energy® Partner 