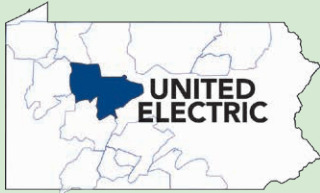




United Electric Cooperative, Inc.

A Touchstone Energy® Cooperative 



One of 14 electric cooperatives serving Pennsylvania and New Jersey

UNITED ELECTRIC COOPERATIVE, INC.

P.O. Box 688
DuBois, PA 15801-0688
Customer Service: 888-581-8969
www.unitedpa.com
Outage: 800-262-8959
Office Hours: M - F 8 a.m. - 4:30 p.m.

BOARD OF DIRECTORS

Chairman

Stephen A. Marshall, District 5
1030 Donahue Road
Luthersburg, PA 15848
814-583-7320

Vice Chairman

Timothy D. Burkett, District 6
5059 Hamilton Markton Road
Punxsutawney, PA 15767
814-592-5190

Secretary/Treasurer

Eileen Pisaneschi, District 2
1964 River Hill Road
Frenchville, PA 16836
814-263-4491

DIRECTORS

Shanelle Hawk, District 1
502 Pine Run Road
Mayport, PA 16240
814-365-5646

Arden E. Owens, District 7
505 Trout Run Road
Shawville, PA 16873
814-765-6458

Richard Petrosky, District 3
P.O. Box 612
DuBois, PA 15801
814-371-8672

David W. Walker, District 4
631 Olanta Road
Olanta, PA 16863
814-236-3321

President & CEO
Len Hawkins

COO, HR Manager & Consumer Advocate
Lauren Gustafson, Ext. 8501

Manager of Marketing & Member Services
Kristy Smith

2025 United Electric Cooperative Annual Report Chairman's Report

THE BOARD OF DIRECTORS AND management of United Electric Cooperative are excited to share our 2025 Annual Report with you.

For 17 straight years, we've been able to give back to our members by returning capital credits. This year alone, we distributed \$1,250,769.53, pushing our total returned credits to nearly \$17.9 million. That's not just a number; it's proof of our strong financial foundation and ongoing dedication to helping you benefit from your cooperative's success.

We're always looking for ways to make our electric system more reliable. We've heavily invested in ongoing system upgrades and improvement projects every year to make sure you get the best service possible. Be sure to check out the engineering section of this report to see all the ways United is getting better and stronger for you.

Thank you for your trust and support. Working with a dedicated board and management team is truly a privilege and, together, we're focused on serving you and our community every day.

Our board is fully committed to supporting recommendations from our line crews and engineering staff. Upgrading and rebuilding our infrastructure is always top of mind. We continuously scrutinize our operations to keep costs low, and we stay on top of state and federal changes that could impact your rates. Our mission is simple and unwavering: Keep everyone safe, boost system reliability, and make sure rates remain reasonable.

At the heart of United Electric is you — our members. Your continued support and engagement drive our success, and we are grateful for your recognition of the importance of system improvements. Together, we're making great progress, ensuring that we can continue to deliver safe, reliable electric service now and for generations to come.

Join us at **7 p.m. Wednesday, May 20**, at the Brady Township Community Center in Luthersburg for our annual meeting. Enjoy refreshments, grab your complimentary registration gift, including a \$20 bill credit, and get ready for some exciting door prizes, which include two grand prizes: a Whirlpool Energy Star® Dryer and a Milwaukee 4-Tool Combo Kit.

We will also recognize board members Shanelle Hawk (District 1) and Arden Owens (District 7), who are retiring after dedicating 30 years to United Electric. We invite you to celebrate their careers and achievements with us.

We look forward to seeing you there to share in your cooperative's journey of success. 📍

Sincerely,

STEPHEN A. MARSHALL
CHAIRMAN OF THE BOARD



STEPHEN A. MARSHALL
CHAIRMAN OF THE BOARD



LEN HAWKINS
PRESIDENT & CEO

Engineering and Operations Report 2025

OUR ENGINEERING and Operations

Department engineered and constructed 139 new services in 2025. We also welcomed three new large power services to our lines, as well as dozens of new residential and seasonal services, which make up the bulk of our members served. Including new services, our engineers drew up and staked 551 work orders in 2025.

The last 12 months proved to be productive in relation to our System Improvement Construction Work Plan. Three projects were completed, totaling more than 28 miles of new line upgrades. Crews rebuilt and upgraded the poles and conductor on an 11-mile stretch of line from the Henderson South feeder toward the McGees Mills substation.

This project was necessary because of the condition of the poles and conductor. We also completed approximately 4 miles of single-phase line construction that included Knepp Road near Bainey Settlement. In addition, crews finished 13 miles of new single-phase line in Perry Township that feeds Bell and Mohney roads, south to the town of Valier.

All system improvement projects aim to enhance reliability for our members. The Engineering and Operations Department has several construction projects scheduled for completion in 2026. We already completed projects on Winters Village and Welsh roads in January.

Contractor crews are currently working on a 14-mile construction project to improve reliability for members served off the McGees Mills and Henderson substations. The completed project will tie into the current McGees Mills North project. This will create a three-phase tie line, enabling us to backfeed members off either feeder during outages. The project is expected to be completed by July.

Later this year, United Electric Cooperative will construct approximately 6 miles of new line in the Shiloh area and an additional 6 miles of line near the town of Portland Mills. These projects are designed to improve reliability to members served off the Graham and Warsaw substations.

Vegetation management

Every year, regulatory oversight becomes stricter and a constant demand for reliable electric service is ever present. Cooperatives across the country must employ professional tree contractors to achieve a successful and modern vegetation management program.

United Electric employs integrated vegetation management (IVM), which blends directional clearance pruning, aerial saw trimming, hazard tree removal, mowing and selective herbicide application into a systematic, cyclical approach to right-of-way management. Maximizing tree-to-line clearances, as well as mitigating hazard trees, IVM lessens tree-related outages over a circuit's maintenance cycle. The IVM program delivers financial, environmental, ecological and operational results that are cost-effective to the cooperative and its membership.

The success of any program is directly related to the cooperation between our members and the cooperative. With your support, we will continue to maintain safer rights of way (ROW) and improve reliability throughout our system. In terms of system reliability, maintaining the ROW is key to keeping it clear for crew access. Increased safety for our members, their families and United Electric personnel is achieved by preventing trees from coming into contact with energized lines.

In 2025, United Electric's Forestry Department maintained/inspected approximately 500 miles of line. The main focus of 2025's vegetation management program was proactive, full- and mid-cycle maintenance. A large number of trees growing under and over the line were removed. Greater vegetation-to-line clearances were achieved, making the system safe and reliable. Through the use of qualified contractors, United Electric will continue to correct inadequate vegetation clearances and accessibility issues and provide danger-tree mitigation before they cause outages.

Continued on page 14D

Treasurer's Report



EILEEN PISANESCHI
SECRETARY/
TREASURER

AS TREASURER OF UNITED ELECTRIC, I present the 2025 audited financial report. We saw continued stability in the financial margins ended the year at \$2,572,147 is 6.6% of total member's capital credits account.

Operating revenues increased 1.2% in 2025. Maintenance expenses increased 1.5% last year. Interest expense for the year during 2025, this amounted to \$137,962 more than it was in 2024.

After allocation of this year's margins and estate tax, the net increase in capital credits was an increase from \$49,569,535 to \$51,151,370. The member's capital credits account balance is \$51,151,370.

During 2025, we followed our construction work plan. The cost of construction completed during 2025 was \$137,962 more than it was in 2024.

The net increase in plants for 2025 was \$4,947,147. This was used to decrease outages, upgrading substation equipment, wire and poles, installing meters, and adding new services to improve the reliability of the electric service.

During 2025, a general capital credits retirement was completed using the FIFO (first-in, first-out) method. The 2025 general capital credits retirement for United Electric has returned capital credits to the member's account. The retirement was completed in October in the amount of \$4,947,147. To settle estate capital credits retirements, which for 2025, the total amount of capital credits distributions made for 2025 was \$4,947,147.



FINANCIAL HIGHLIGHTS

CONDENSED STATEMENT OF OPERATIONS For the year ending December 31, 2025

	2025	2024
OPERATING REVENUES	\$ 38,875,838	\$ 33,861,584
OPERATING EXPENSES		
Purchased Power	14,553,627	12,482,357
Other Operations	6,626,017	6,373,409
Maintenance	8,782,199	6,434,621
Depreciation	4,013,349	3,851,000
Taxes	63,742	62,714
Interest on Long-Term Debt	3,068,663	2,930,701
Other Interest and Deductions	139,313	59,172
Total Operating Expense	37,246,910	32,193,974
OPERATING MARGINS	1,628,928	1,667,610
NON-OPERATING MARGINS		
Total Non-Operating Margins	943,219	1,231,821
NET MARGINS	\$ 2,572,147	\$ 2,899,431

CONDENSED BALANCE SHEET December 31, 2025

	2025	2024
ASSETS		
Electric Plant (at cost)	\$ 146,129,139	\$ 141,181,908
Construction Work in Progress	7,030,585	4,319,842
Less Accumulated Depreciation	(44,499,762)	(43,375,401)
Net Plant	108,659,962	102,126,349
Other Assets and Investments	11,682,063	11,707,974
Current Assets	11,997,397	12,877,504
Deferred Charges	88,191	75,575
Total Assets	132,427,613	126,787,402
EQUITIES AND LIABILITIES		
Memberships	\$ 40,560	\$ 42,555
Patronage Capital	45,960,272	45,696,778
Other Equities	5,150,538	3,830,202
Total Equities	51,511,370	49,569,535
Long-Term Debt	66,727,969	65,452,128
Current Liabilities	11,470,094	7,584,075
Deferred Credits / Regulatory Liabilities	3,078,180	4,181,664
Total Equities and Liabilities	132,427,613	126,787,402

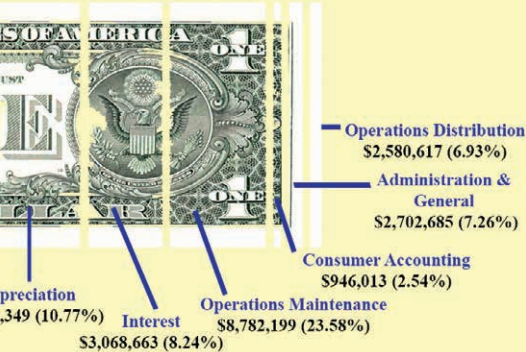
2025 Audit of United Electric Cooperative conducted by
Fiore, Fedeli, Snyder, Carothers LLP Certified Public Accountants

...CTRIC COOPERATIVE, it is my privilege to
...ial statements of the cooperative. The year
...nancial condition of the cooperative. The 2025
...72,147, compared with \$2,899,431 for 2024. The
...the year's revenue and will be allocated to each
...nt.
...d to \$38,875,838, compared with \$33,861,584 in
...increased from \$6,434,621 in 2024 to \$8,782,199
...e year was 8.2% of our operating expenses;
...9.1%. Interest expense on long-term debt in
...retirements, the total equity of the members will
...mber's equity ratio for the end of 2025 is 38.63%.
...ork plan to perform system improvements.
...s was \$8,416,035 in additions and \$3,468,804 in
...231. Improvements included the sectionalizing
...ns, adding and replacing reclosers, replacing old
...w services. This work plan has been put in place
...ent to the members was accomplished using
...neral retirement marks the 17th year in a row
...e membership. The general capital credits
...ount of \$754,053. United Electric continues to
...or the year totaled \$496,717. The total amount of
...\$1,250,770. 📄

\$38,875,838 (100%)



Expenses \$37,246,910 (100%)



PLAN TO ATTEND: ANNUAL MEETING 2026

OFFICIAL NOTICE of ANNUAL MEETING

7 p.m. Wednesday, May 20

Brady Township Community Center, Luthersburg, Pa.

Notice is hereby given of the annual meeting of members of United Electric Cooperative, Inc. The meeting will be held at the Brady Township Community Center, Luthersburg, Pennsylvania, at 7 p.m. Wednesday, May 20. The following matters will be acted upon: reports of the directors and officers; declaration of the board director elections in Districts 1 and 7; any and all other business which

may come before the meeting or any adjournment or adjournments thereof.

An admission card will not be mailed to you. Admission cards will be provided and valid membership status determined at the annual meeting registration Wednesday, May 20.

United Electric Cooperative, Inc.

Eileen Pisaneschi, Secretary/Treasurer

Aerial patrol

In 2025, United Electric continued to use aerial patrolling to locate and proactively mitigate potential outage-causing hazards. The Forestry and Line Departments jointly conducted a helicopter patrol of approximately 400 miles of line. United personnel were able to identify and correct potential problems between scheduled maintenance operations. Patrol sites targeted trees that were dead, overhanging the line and uprooted but not causing immediate problems, as well as others that had fallen victim to

insects or disease. This is a separate process from the aerial trimming that our contractors may perform.

Wood pole inspection and treatment

The wood pole inspection/treatment process increases the serviceability of poles indefinitely. This process also pinpoints locations of unserviceable and “danger” poles.

The procedure begins with a visual inspection of the pole from the ground to the top. If warranted, a sonic test is performed to determine decay and voids. Poles with voids are bored and probed for a more accurate assessment. If serviceable, the inspector will inject an internal treatment to stabilize the wood’s deterioration. The inspector also looks for signs of decay, green mold, bleaching and more. If any of this is present, a full excavation to a depth of 18 inches is performed. Decay is scraped away, and a preservative and moisture barrier are then applied.

In 2025, 9,598 poles were inspected and treated at an average cost of \$23.86 per pole. Thirty-four poles were determined to be unserviceable. From inspection reports, our engineering technicians are able to plot and create the work orders for line crews to replace the defective poles. Service orders are also issued to the Line Department for the repair of damaged hardware, if applicable. 📌

United Electric
COOPERATIVE, INC.
A Touchstone Energy® Partner

ANNUAL MEETING
7 p.m. Wednesday, May 20
Brady Township Community Center
Luthersburg, Pa.

FREE REGISTRATION GIFT!

\$20 BILL CREDIT FOR REGISTERED MEMBERS

- Report of Directors
- Business Session
- CEO Report
- Results of Director Elections in Districts 1 & 7

DOOR PRIZES FOR REGISTERED MEMBERS

High-voltage demonstration preceding the meeting at 6:30 p.m.

United Electric's office will be closed on Memorial Day, Monday, May 25.

2026 ORGANIZATION ADMISSION

This form will admit the member listed below to the United Electric Annual Meeting held at the Brady Township Community Center, Luthersburg, at 7 p.m. Wednesday, May 20. The member must designate and certify an official representative of the organization, business, church, etc., by completing the form below.

Name: _____

Address: _____

Phone: _____

Account Number: _____

District, if known: _____

RESOLVED THAT _____ who is a member or officer of the organization named above is hereby designated official representative to the Annual Meeting of the members of the United Electric Cooperative, Inc. to be held in Luthersburg, Pennsylvania, on Wednesday, May 20, 2026, and any adjournment or adjournments thereof held within (60) days of said date, on all matters which at said meeting of members may properly come before them; the action of said representative and all that he or she may do is ratified and confirmed as the act of our organization.

I hereby certify that the forgoing resolution is a true and correct excerpt from the minutes of the organization enacted a meeting held on the _____ day of _____, 2026, at which time a quorum was present and acting and that the above-named person is an official member of the organization.

Enter Name of Organization As Shown Above.

(Corporate Seal)

Attest: _____