

DIFFERENT BY DESIGN

Sawnee EMC
2025 ANNUAL REPORT
and Official Notice of
2026 Annual Meeting



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CEO MESSAGE



September 4, 2026

Greetings from the staff of Sawnee EMC.

Enclosed, please find our 2025 Annual Report. This year's theme, "Different by Design," highlights the many ways the Board of Directors and staff of Sawnee EMC approach our work and, more importantly, what defines us.

Throughout our 88-year history, we have worked to be more than "just" an electric provider for our members and the communities we serve. Being "different" speaks to the core principles that shape who we are and guide what we believe. At the heart of those principles is our members, and the value we strive to deliver to your daily life.

I would be remiss if I did not recognize and thank the hardworking men and women who call Sawnee EMC home. Their caring spirit and dedication are second to none.

This report includes an abbreviated version of our 2025 financial audit. The full audit is available on our website and upon request. As you will see, the results reaffirm that Sawnee EMC remains well positioned to address both near-term and long-term challenges.

We hope you enjoy reading about our accomplishments this year. We are proud to be your trusted energy partner and we look forward to many more years of serving you with distinction.

All the best,

*Michael A. Goodroe
President and CEO*

THE VALUE OF MEMBERSHIP

Sawnee EMC membership delivers more than electricity; it provides dependable service, local accountability, and meaningful community value. As a member-owner, each person benefits from reliable power, competitive rates, helpful energy solutions, and access to programs that support savings, education, and daily life. The cooperative model strengthens

connections across our service area and reflects a shared commitment to service, stewardship, and improving quality of life for all.



Because our members are owners, patronage capital returns a share of the cooperative's margins to them over time.

BUILT TO LAST

We invest in systems, reliability and safety improvements that strengthen service today and prepare for tomorrow. These efforts help keep power flowing to members, reduce outages, and support faster restoration when service is needed most.



GUIDED BY PRINCIPLES



Sawnee EMC is different by design because it is a cooperative built to serve its members. Guided by seven defining principles, the cooperative model puts people first and reflects a shared commitment to service, local control, and community. As a member-owner, each person has a voice in the cooperative and benefits from decisions made with members—not outside shareholders—in mind. Patronage capital is another important advantage of the

cooperative model, allowing the members to share in the financial success of the business over time. Together, member ownership and cooperative principles make Sawnee EMC more than a power provider—they make it a trusted energy partner committed to serving its members well.

From governance to investment to community impact.

Sawnee EMC reflects the strength of a cooperative, serving members with care, delivering everyday value, and supporting the people and places that make this community home.



BOARD OF DIRECTORS



ROGER COKER
District 1
(Secretary - Treasurer)



MARSHALL MILLWOOD
District 2



ADRIAN FLACK
District 3

GARY PORTER
District 4
(Vice Chairman)



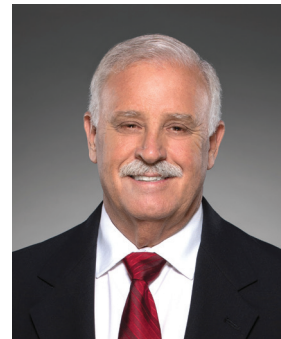
LARRY EVANS
District 5



TIM HEARD
District 6
(Chairman)



TERRY MATHIS
District 7



DONNA YOST
District 8



RODNEY REESE
District 9



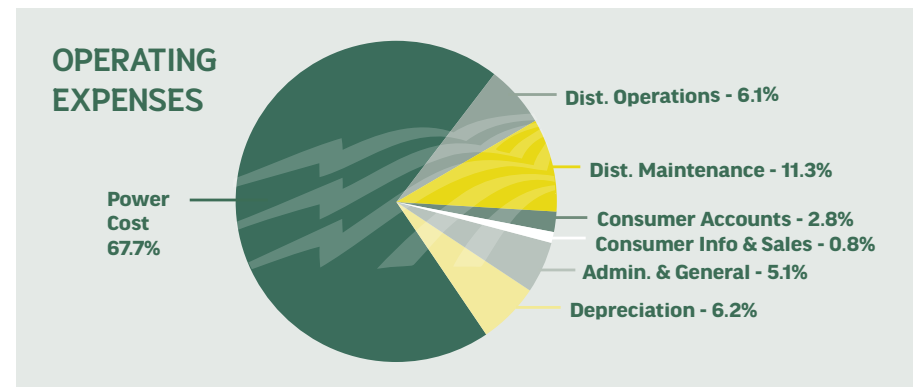
Members of
Sawnee EMC have the
unique privilege to determine
who represents them in the affairs of the
Cooperative as members of its Board of Directors.

Sawnee Electric Membership Corporation BALANCE SHEETS

Assets	2025	2024
Utility Plant		
Electric Plant	\$953,823,211	\$870,780,993
Construction Work in Progress	30,109,413	35,896,546
Gross Utility Plant	983,932,624	906,677,539
Accumulated Provision for Depreciation	(154,263,329)	(151,899,259)
	829,669,295	754,778,280
Other Property and Investments		
Investments in Associated Organizations	66,898,284	62,704,983
Restricted Funds	105,509,751	123,650,127
Other Investments	18,399,249	258,873
	190,807,284	186,613,983
Current Assets		
Cash and Cash Equivalents	10,970,030	10,312,140
Accounts Receivable (Net of Allowance for Credit Losses of \$115,703 and \$90,980 in 2025 and 2024, Respectively)	48,006,325	40,785,985
Materials and Supplies	10,256,776	9,728,344
Prepayments	480,561	122,445
Interest Receivable	1,548,783	3,167,248
	71,262,475	64,116,162
Deferred Debits	32,297	223,993
Total Assets	\$1,091,771,351	\$1,005,732,418
Members' Equity & Liabilities		
Members' Equity		
Membership Fees	\$130,295	\$135,020
Patronage Capital	369,738,321	337,691,291
Other Equities	28,884,118	28,208,224
	398,752,734	366,034,535
Long-Term Liabilities		
Long-Term Debt	457,153,055	407,245,567
Accumulated Provisions for Postretirement Benefits Other Than Pensions	25,250,525	28,918,509
Other Liabilities	615,323	492,258
	483,018,903	436,656,334
Current Liabilities		
Long-Term Debt - Current Portion	17,000,842	16,456,866
Line-of-Credit	9,331,699	-
Accumulated Provisions for Postretirement Benefits Other Than Pensions - Current Portion	1,414,764	1,417,617
Accounts Payable	31,292,154	27,845,825
Consumers' Deposits	14,463,875	13,208,890
Accrued and Withheld Taxes	10,469,339	6,538,140
Other	12,724,119	11,846,031
	96,696,792	77,313,369
Deferred Credits	113,302,922	125,728,180
Total Members' Equity and Liabilities	\$1,091,771,351	\$1,005,732,418

Statements of OPERATIONS and MEMBERS' EQUITY

	2025	2024
Operating Revenues	\$498,317,632	\$450,006,775
Operating Expenses		
Cost of Power	306,734,727	285,213,207
Distribution Operations	27,822,644	25,785,193
Distribution Maintenance	51,326,132	41,161,902
Consumer Accounts	12,621,688	11,483,552
Consumer Information and Sales	3,798,705	3,834,535
Administrative and General	23,179,903	21,438,283
Depreciation	27,990,329	26,404,408
Other	6,900	6,470
	\$453,481,028	\$415,327,550
Operating Margins Before Interest Expense	44,836,604	34,679,225
Interest Expense	14,868,394	12,900,158
Operating Margins After Interest Expense	29,968,210	21,779,067
Nonoperating Margins	6,946,828	9,982,051
Generation and Transmission Cooperative Capital Credits	4,028,379	3,968,473
Other Capital Credits and Patronage Capital Allocations	2,217,282	2,559,196
Net Margins	\$43,160,699	\$38,288,787
Total Members' Equity - Beginning	\$366,034,535	\$336,420,739
Net Margins	43,160,699	38,288,787
Retirement of Patronage Capital	(10,504,842)	(8,750,662)
Membership Fees	(4,725)	(5,010)
Other Equities	67,067	80,681
Total Members' Equity - Ending	\$398,752,734	\$366,034,535



To view the complete financial statements contained in our 2025 Financial Audit, please visit our website at www.sawnee.coop. If you wish to receive a printed copy of our 2025 Financial Audit, please contact Mrs. Ginny Ellis, Chief Financial Officer, at 770-887-2363, extension 7578, or via email at ginnv.ellis@sawnee.coop. This institution is an equal opportunity provider and employer.

P.O. Box 266
Cumming, Georgia 30028
770-887-2363
Fax – 770-234-6722
800-635-9131
www.sawnee.coop

September 4, 2026

Official Notice of 2026 Annual Membership Meeting to be held on SATURDAY, OCTOBER 3, 2026

Dear Sawnee EMC Member,

In accordance with Article 3, Section 3.03, Notice of Member Meetings, of the Sawnee Electric Membership Corporation (Corporation) Bylaws, notice is hereby given that the 2026 Annual Membership Meeting of the Corporation will be held on Saturday, October 3, 2026, at Sawnee EMC's headquarters located at 543 Atlanta Road, Cumming, GA. Registration for this meeting will be from 8:00 a.m. to 11:00 a.m. Registration will be conducted in a "drive-through" format. The in-person Business Session will convene at approximately 11:00 a.m. for those members interested in attending. Please see the Schedule of Events on page 7 of this notice.

The purpose of this meeting is to transact any and all business that may properly come before the Corporation's membership and provide information regarding the status of the Corporation, including reports on the election of directors and other matters. A printed report on the status of the Corporation will also be distributed during the registration process. Members will have an opportunity to approve the 2025 Annual Membership Minutes during the Business Session, as well as offer questions and comments to the staff.

We urge you to make plans to attend this very important meeting of your Cooperative.

Respectfully,

Roger T. Coker
Secretary-Treasurer

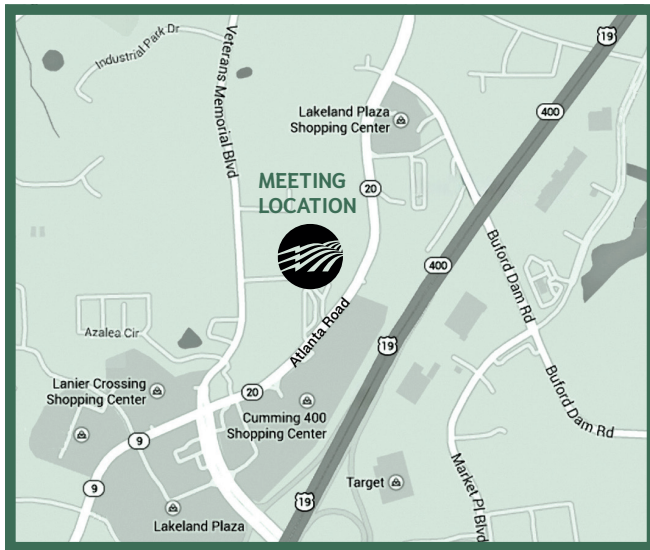
**Make plans
to attend this very
important meeting on
Saturday, October 3rd.**



REGISTRATION CARD

Registration by
proxy is not
permitted.

Please bring
this notice with you to
the Annual Membership Meeting
on Saturday, October 3, 2026 and present
it at the Registration area.



**The 2026 Annual Meeting
will be held on Saturday, October 3, 2026
at Sawnee EMC's headquarters located at
543 Atlanta Road, Cumming, GA 30040**

2026 ANNUAL MEETING OF MEMBERS

Join us on Saturday, October 3rd!
Members will enjoy drive-through
registration from 8:00 a.m. until
11:00 a.m. All members who
register for the Annual Meeting
will be eligible for a chance to
win a door prize. This year's
grand prize will be a \$750 VISA
gift card. Additionally, there will
be drawings for a \$250 VISA gift
card as well as 150 bill credits in
the amount of \$25 each. Members

do not have to be present at the
Business Session to win.

For members who wish to stay
for the in-person Business
Session, they will enjoy music
from The Raven Welch Band. Our
entertainment will take place from
10:00 a.m. until 10:45 a.m.

Our Business Session will begin
at 11:00 a.m. All times are
approximate and subject to vary.

Hope to see you there!

2026 MEMBER MEETING

SCHEDULE OF EVENTS

8:00 AM – 11:00 AM

Drive-through Registration

10:00 – 10:45 AM

The Raven Welch Band

11:00 AM

Business Session



sawnee.coop
770-887-2363



SAWNEE EMC
543 Atlanta Highway
Cumming, GA 30040

BUSINESS SESSION AGENDA

- Convene the 2026 Annual Meeting
 - Report of Quorum
- Reading of Official Notice & Proof of Mailing
- Approval of Minutes from Prior Meeting
- Report of District Director Elections
 - State of the Cooperative
 - Unfinished Business
 - New Business
- Business Meeting Adjourns

Registration Number
Member Name
Secondary Member Name (if applicable)
Address
City, State Zip

**Make plans
to join us on
Saturday, October 3rd!**