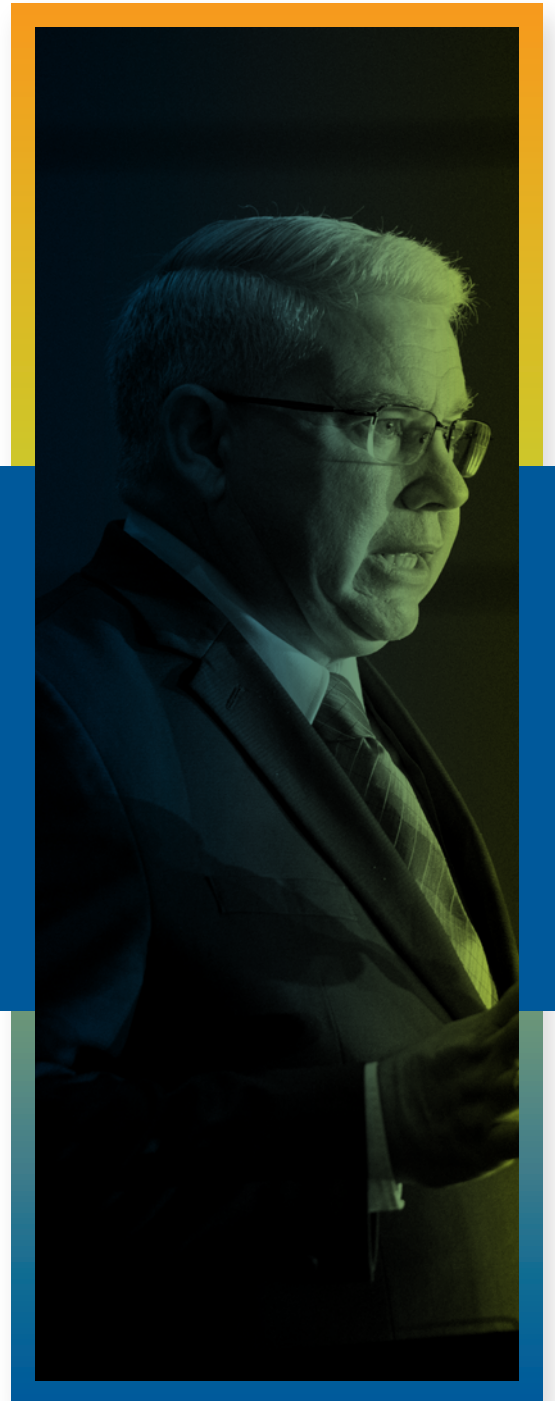




Communicate | Innovate | Participate

2025 Annual Report

Kenergy Corp.



This annual report highlights the work of Kenergy over the past year and how we serve our members every day. As a member-owned electric cooperative, we believe transparency matters—from how we deliver reliable electric service and manage costs to how we invest in our system and support our communities. This report offers a look at what we accomplished in 2025, the priorities guiding our decisions and how our work reflects the cooperative principles that put members first.

The theme of this year's report is COMMUNICATE, reflecting our duty to clearly convey to members how Kenergy operates and what drives reliability and cost. For instance, we share timely updates in *Kentucky Living*, across our social channels and through our SmartHub mobile app.

We're eager to answer questions—from understanding your bill to energy-saving tips—and we advocate with policymakers, so they understand how their decisions affect our ability to serve you. We're present in the community, interacting with local groups and boosting civic events, developing young leaders and supporting economic development. Here's how:

- **Improving quality of life within our communities**—Kenergy employees helped serve our members and communities in partnership with Big Rivers by donating canned foods to local food pantries. Our employees also donated gifts as part of Shelter Santa to ensure children in our local shelters were able to wake up to gifts on Christmas morning. Kenergy Cares is a program through which cooperative employees can donate to a nonprofit

of their choice: 37 nonprofit agencies received contributions in 2025.

- **Youth and education**—Kenergy sent three delegates to the Frankfort Youth Tour and Washington Youth Tour as part of the national program for high school juniors. Kenergy also awarded 27 scholarships to high school and college students who are members of the cooperative and who are furthering their education.
- **Economic development**—Kenergy employees are active in chambers of commerce and economic development organizations in our 14-county area, ensuring we have a seat at the table to foster growth in our communities. Connect, powered by Kenergy has brought high-speed fiber internet to 15,000 members helping close the digital divide in western Kentucky.

SAFETY FIRST

Communication in the field

Clear and consistent communication with our valued employees is vital, and it especially supports our safety culture.

Our lineworkers follow a regimen of task briefings, tailboard talks, disciplined radio use and written switching/clearance procedures. We work with our fellow cooperatives across the commonwealth to control costs and access top-tier training. This reinforces practices that keep everyone safe.

During the severe weather we experienced in 2025, clear communications with restoration crews and with the mutual aid and media coordinators at our statewide co-op association helped us overcome outages safely and efficiently.

We are enthusiastic about answering questions and demonstrate electric safety in the communities we serve, and we encourage you to contact Kenergy if you are interested in organizing a presentation for civic groups or schools.



Apprentice Line Technician Alex Wood tests students on their ability to take nuts off a bolt while in personal protective equipment as part of Crittenden County High School's Building Your Future job fair. Photo: Casey Baker

WHERE YOU HEAR FROM US

Connecting with our members is a top priority for Kenergy. Our cooperative was built by, belongs to and serves members just like you, so we want to meet you where you are. We have multiple channels of communication. From *Kentucky Living* to our social media pages to the front desks in our offices, we are here to serve you and keep you informed about timely updates, electrical safety, energy efficiency and cooperative business.

KENTUCKY LIVING

A recent survey shows that our members rely on *Kentucky Living* more than any other source for information about Kenergy. We are pleased to provide a subscription to the flagship magazine of Kentucky's electric cooperatives. It is not only a proven and cost-effective way to convey important updates about Kenergy, but it's also a source of positive and forthright information. For less than the cost of a first-class stamp, we can effectively communicate with our members and support our overall mission, to improve the quality of life in the communities we serve.

WEBSITE AND APP

Our commitment to clearly communicate with you is demonstrated in our investment in innovative tools such as KenergyCorp.com and our SmartHub mobile app where you can view usage, pay your bill, enroll in text alerts, check the outage map and apply for programs. When severe weather hits, we post real-time outage updates on our website and social feeds, plus text alerts if you're enrolled. Our Outage Center and social channels work together so you can check status and safety tips in one place.

SOCIAL MEDIA

Follow Kenergy on Facebook, X, Instagram and YouTube for timely updates, outage restoration progress, planned work, scam alerts, right-of-way schedules, safety reminders and event news.

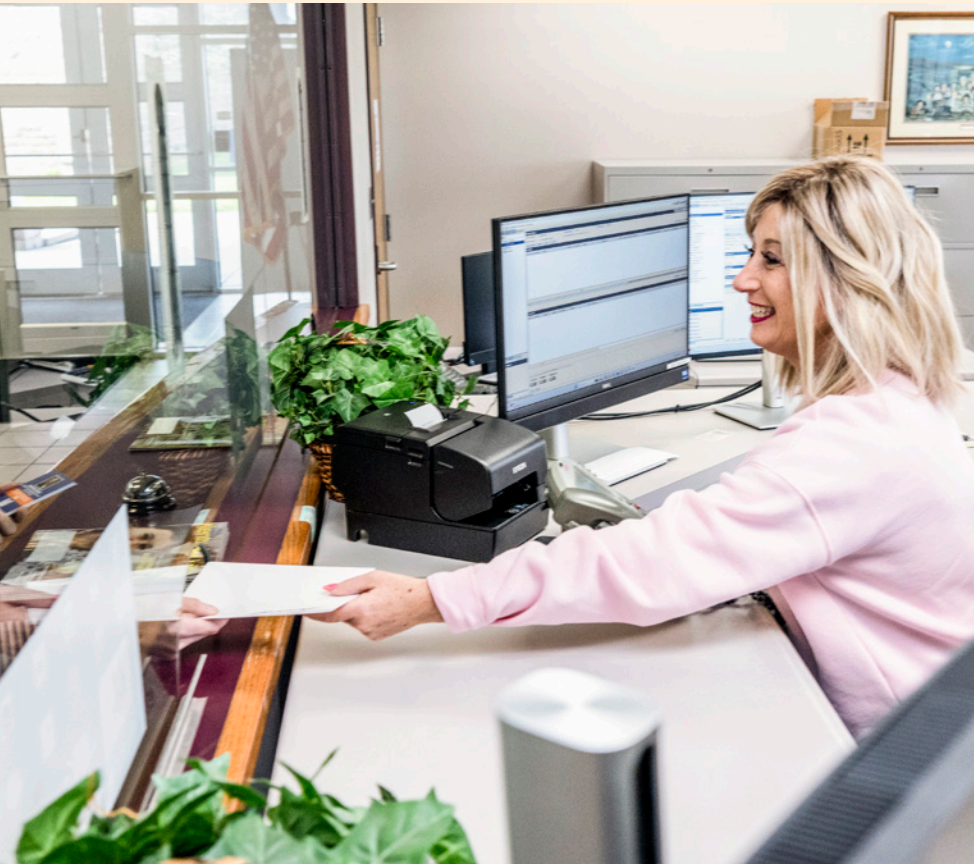
As Kenergy maintains our system, across 14 counties and 7,200 miles of line, we post what's happening, where and why, so members can plan accordingly and know what to expect.

DIRECT HELP

Call (800) 844-4832 or visit us in person—we're here for billing options, payment assistance and to answer your questions on energy use, from your kitchen to your garage.

MEMBER APPRECIATION DAY AND IN THE COMMUNITY

We report results, answer questions and invite feedback at schools, civic groups and fairs, and during our Member Appreciation Day. Being present in the community is an important part of how we communicate.



Member Service Representative Audrey Meuth assists a member in office. Photo: Joe Imel

COMMUNICATION PRIORITIES

Reliable electricity powers all of our lives. At Kenergy, we work hard every day to make sure it's something you can count on without a second thought. We advocate on your behalf for reliable energy; we report on our financial health, so you can see how your cooperative performs; and we live and breathe the cooperative difference.



RELIABILITY

Reliable electric service remains a top priority, and we believe keeping members informed is part of that responsibility. Kenergy regularly communicates about grid reliability, system planning and the long-term challenges facing the electric industry, including growing demand and changes in how electricity is generated and delivered.

We also advocate for policies that support reliability, affordability and local decision-making—because dependable power is essential to daily life, economic development and public safety. By explaining these issues clearly and consistently, we aim to help members understand both the challenges ahead and the steps being taken to keep the lights on.

FINANCIAL HEALTH AND TRANSPARENCY

Like families and businesses across our communities, Kenergy has faced rising costs in recent years. Inflation has increased the cost of electricity we purchase on your behalf and the price of the materials, equipment and services required to operate and maintain the electric system. We believe it is important to be candid about these pressures and to explain what is driving them. As a not-for-profit cooperative, we work to manage these costs responsibly, plan carefully and communicate clearly—so members understand not only what they pay for electric service, but why.

Our annual independent audit affirms that our financial statements are accurate and fair, and we publish financials for member review.

COOPERATIVE PRINCIPLES

Cooperatives around the world operate according to the same set of seven core principles and values. These principles are a key reason that Kenergy operates differently from many other electric utilities. We put the needs of our members first and pledge to clearly communicate with you.

Clear communication invites participation; and participation makes Kenergy smarter, safer and stronger.

Top left: Tim Lindahl, president and CEO of Kenergy, testifies about cybersecurity at a hearing of the House Energy and Commerce Subcommittee on Energy. Photo: Denny Gainer/NRECA; center, lineworkers restore power. Photo: Lisa Galizia/NRECA; top right: Member Service Representative Jill Frakes hands a water to a member during Kenergy's annual Member Appreciation Day event. Photo: Wade Harris

ANNUAL MEETING OF MEMBERS OF KENERGY CORP.

Kenergy Owensboro Office
3111 Fairview Drive, Owensboro
Tuesday, June 9
Registration: 10:30-11 a.m.
Business Meeting: 11 a.m.

AGENDA

The annual membership meeting of this co-op organizes to take action on the following matters:

1. Report on the number of members present in person in order to determine the existence of a quorum.
2. Reading of the notice of the meeting and proof of the due publication or mailing thereof, or the waiver or waivers of notice of the meeting, as the case may be.
3. Reading of unapproved minutes of previous meeting of members and taking necessary action thereon.
4. Presentation and consideration of reports of officers, directors, and committees.
5. Announce election results.
6. Unfinished business.
7. New business.
8. Adjournment.



Craig Roberts
Chairman



Susan Blanford
Vice Chair



Richard Basham
Secretary-Treasurer



Larry Elder
Director



Ryan Hammack
Director



Mike Hazelwood
Director



Garrett Owen
Director



William H. Reid
Director



Will Wathen
Director



Robert White
Director



Brent Wigginton
Director



Tim Lindahl
President & CEO



Nicholas Kafer
General Counsel

KENERGY CORP.

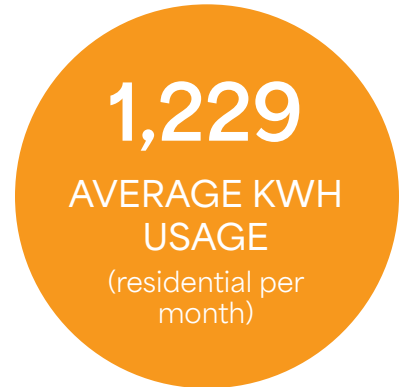
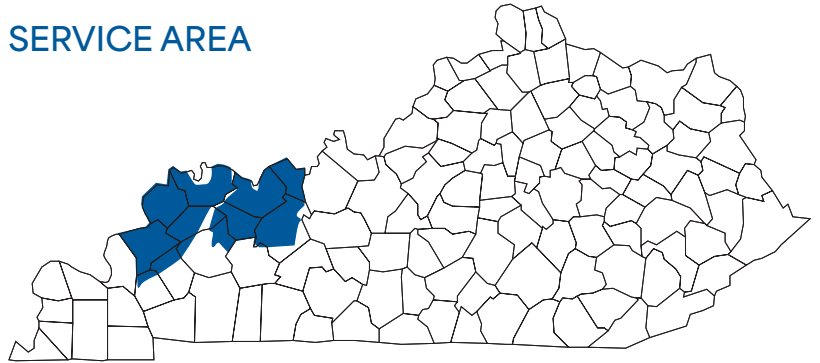
2025 by the numbers

ACTIVE ACCOUNTS

As of December 31, 2025

Daviess	24,384
Henderson	8,370
Hancock	4,924
Hopkins	4,305
Ohio	3,747
McLean	3,148
Webster	3,130
Crittenden	2,572
Union	2,332
Lyon	1,881
Caldwell	1,361
Livingston	14
Muhlenberg	5
Breckinridge	3
Total	60,176

SERVICE AREA

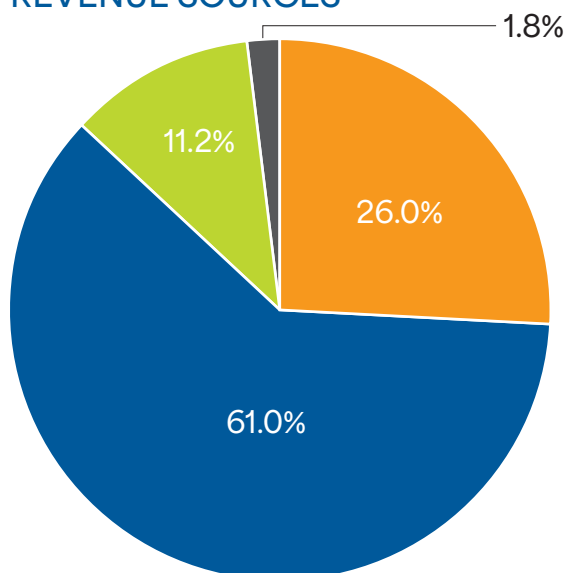


FOR INFORMATION AND INQUIRIES

6402 Old Corydon Road
Henderson, KY 42420
800-844-4832
www.KenergyCorp.com

2025 FINANCIAL OVERVIEW

REVENUE SOURCES



STATEMENT OF OPERATIONS

For the year ended December 31, 2025

Operating Revenue\$438,601,433

OPERATING EXPENSE

Purchased Power387,546,374
 Distribution Plant O&M Expense.....19,879,628
 Customer Accounting & Collecting Expense.....2,858,137
 Customer Service & Information Expense.....185,034
 Administrative & General Expense.....4,979,777
Total Operating Expense415,448,950

Depreciation and Amortization.....15,593,570
 Interest on Long-Term Debt.....4,951,360
 Taxes and Other.....698,404
Total Cost of Electric Service.....436,692,284

Operating Margins.....1,909,149
 Net Margins (Loss) from
 Fiber Broadband Operations.....(1,266,490)
 Non-Operating Margins.....1,055,940
Patronage Capital and Margins\$1,698,599

BALANCE SHEET

As of December 31, 2025

ASSETS

Utility Plant, Net\$220,991,156
 Non-Utility Plant - Fiber, Net.....131,033,206
 Investments.....6,667,970
 Cash and Cash Equivalents956,383
 Accounts Receivable37,987,987
 Accrued Utility Revenue.....15,806,186
 Other Current Assets.....13,849,738
 Other Non-Current Assets.....1,750,530
Total Assets.....\$429,043,156

MEMBERS' EQUITY

Memberships\$236,275
 Patronage Capital.....79,239,196
 Other12,173,334
Total Members' Equity.....\$91,648,805

LIABILITIES

Long-Term Debt - Electric.....\$150,809,536
 Long-Term Debt - Fiber.....117,459,574
 Notes Payable - Fiber8,600,000
 Other Current Liabilities.....57,977,470
 Other Non-Current Liabilities2,547,771
Total Liabilities.....\$337,394,351

Total Members' Equity and Liabilities\$429,043,156

2026 KENERGY ANNUAL MEETING

TUESDAY, JUNE 9

Kenergy Owensboro Office
3111 Fairview Drive
Owensboro

Registration: 10:30-11 a.m.
Business meeting: 11 a.m.



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