

## FOR YOUR INFORMATION

Trinity Valley Electric Cooperative, Inc.  
Office Locations:

### HEADQUARTERS & KAUFMAN DISTRICT OFFICE

1800 East Highway 243, P. O. Box 888  
Kaufman, Texas 75142  
(972) 932-2214 or 1-800-766-9576  
Member Service Fax  
(972) 932-6876  
Hours: 8:15 AM to 4:45 PM  
Monday - Friday

### ATHENS DISTRICT OFFICE

909 W. Larkin Street. (Hwy. 175W)  
Athens, Texas  
Hours: 8:15 AM to 4:45 PM  
Monday - Friday

### CEDAR CREEK DISTRICT OFFICE

1012 West Main Street, Suite 102  
Gun Barrel Village Shopping Center  
Gun Barrel City, Texas  
Hours: 8:15 AM to 4:45 PM  
Monday - Friday

### WILLS POINT DISTRICT OFFICE

582 North Fourth Street  
Wills Point, Texas  
Hours: 8:15 AM to 4:45 PM  
Monday - Friday

The logo for Trinity Valley Electric Cooperative (TVEC) features the letters 'TVEC' in a large, bold, italicized sans-serif font. The 'T' is significantly larger than the other letters and has a thick horizontal bar extending to the right, overlapping the 'V'. The entire logo is set against a white background within a dark red border.

TRINITY VALLEY ELECTRIC COOPERATIVE

## 2017 ANNUAL MEMBERSHIP MEETING

October 12, 2017

Canton Civic Center  
Canton, Texas



# NOTES

## **TRINITY VALLEY ELECTRIC COOPERATIVE, INC.**

### **ANNUAL MEMBERSHIP MEETING PROGRAM**

**October 12, 2017**

**CANTON CIVIC CENTER – CANTON, TEXAS**

Registration of Members .....6:00 PM

Business Meeting .....7:00 PM

Welcome

Invocation

Posting of Colors and Pledge of Allegiance

Determination of a Required Quorum

Reading of Notice of Annual Meeting

Call to Order

Reading of Unapproved Minutes

General Manager/CEO Report

Auditor’s Report

Report of Nominating Committee

Election Results

Unfinished Business

New Business

Meeting Adjournment

Drawing of Door Prizes

## MESSAGE FROM THEN GENERAL MANAGER/CEO

I want to take this opportunity to thank you for attending this year's Annual Membership Meeting. Each year, the Board of Directors and employees look forward to meeting many of the cooperative members for the first time and renew acquaintances with those who attend each year. For the past few years we have seen more members attending the Annual Meeting for the first time, along with a record number of attendees as well.

This past year was a successful year for your cooperative. We have included for your review the 2016 year-end financial statements, along with other statistical information.

At this meeting you will hear reports and updates regarding the operations of the cooperative and what can be expected in the future.

Annual membership meetings are held by electric cooperatives all over the country each year. Today there are more than 900 electric cooperatives providing reliable, affordable and technologically advanced service to 42 million Americans across the country.

As an electric cooperative member, you are part of a very special group that is rich in history and started with a dream, and that dream was to electrify rural America.

I hope you enjoy this year's Annual Meeting.

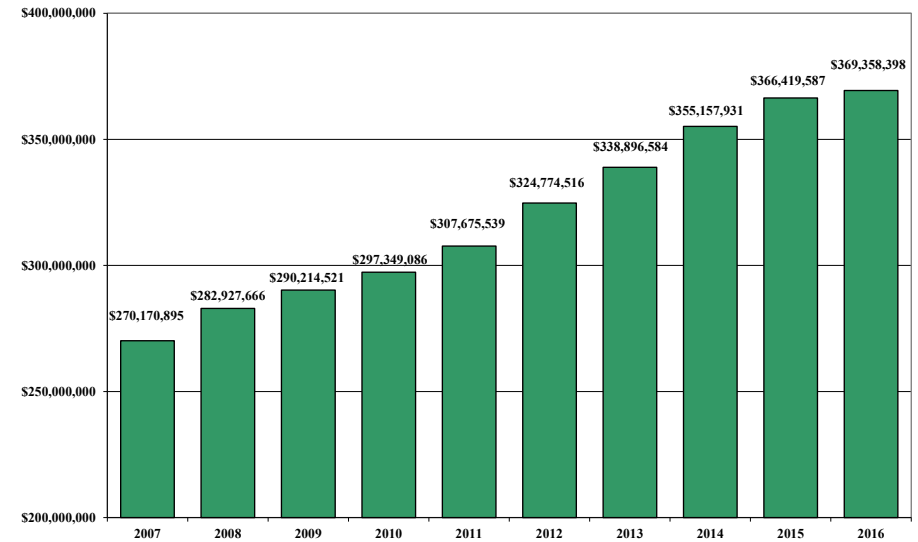
Yours truly,

***Jerry Boze***

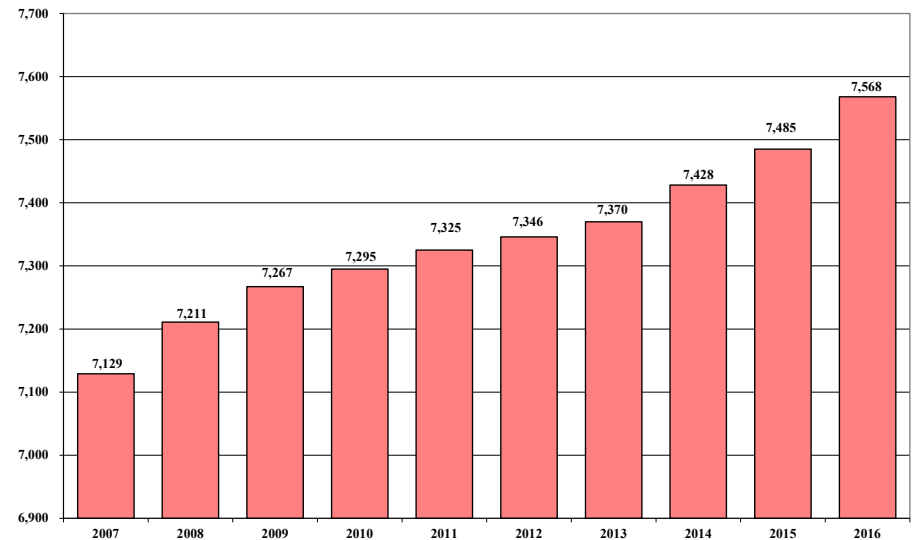
General Manager/CEO

*MISSION STATEMENT: At Trinity Valley Electric Cooperative, we are committed to our member-owners to deliver safe and reliable electric power at a competitive price, with a strong emphasis on member service, community and sound business practices.*

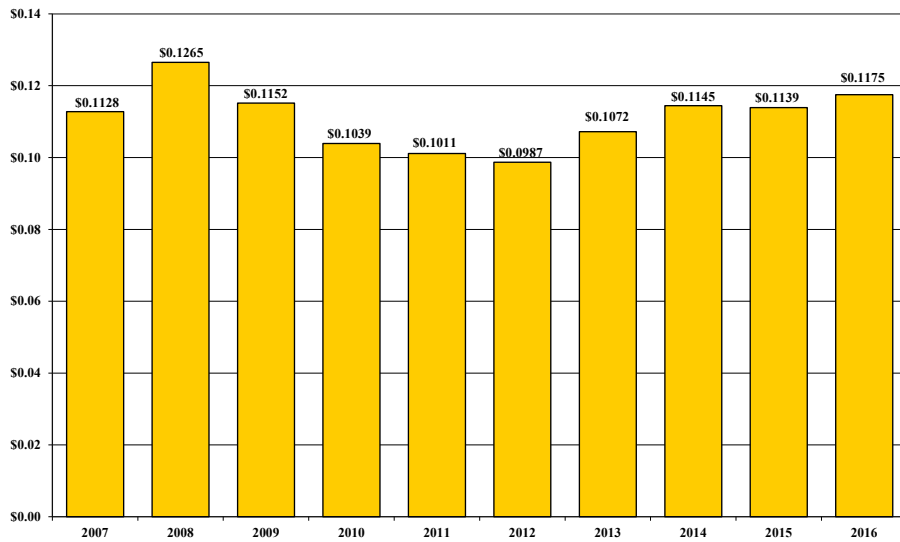
Total Utility Plant in Dollars



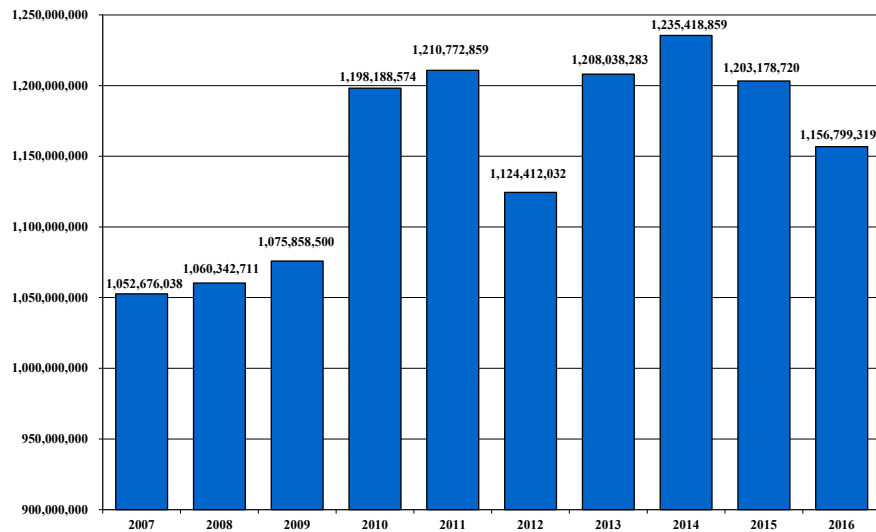
Total Miles of Line



Total Cost Per KWh



Total KWh Sales



**Voluntary and Open Membership** — Cooperatives are voluntary organizations, open to all persons able to use their services and willing to accept the responsibilities of membership, without gender, social, racial, political or religious discrimination.

**Democratic Member Control** — Cooperatives are democratic organizations controlled by their members, who actively participate in setting policies and making decisions. The elected representatives are accountable to the membership. In primary cooperatives, members have equal voting rights (one member, one vote) and cooperatives at other levels are organized in a democratic manner.

**Members' Economic Participation** — Members contribute equitably to, and democratically control, the capital of their cooperative. At least part of that capital is usually the common property of the cooperative. Members usually receive limited compensation, if any, on capital subscribed as a condition of membership. Members allocate surpluses for any or all of the following purposes: developing the cooperative, possibly by setting up reserves, part of which at least would be indivisible; benefiting members in proportion to their transactions with the cooperative; and supporting other activities approved by the membership.

**Autonomy and Independence** — Cooperatives are autonomous, self-help organizations controlled by their members. If they enter into agreements with other organizations, including governments, or raise capital from external sources, they do so on terms that ensure democratic control by their members and maintain their cooperative autonomy.

**Education, Training and Information** — Cooperatives provide education and training for their members, elected representatives, managers and employees so they can contribute effectively to the development of their cooperatives. They inform the general public, particularly young people and opinion leaders, about the nature and benefits of cooperation.

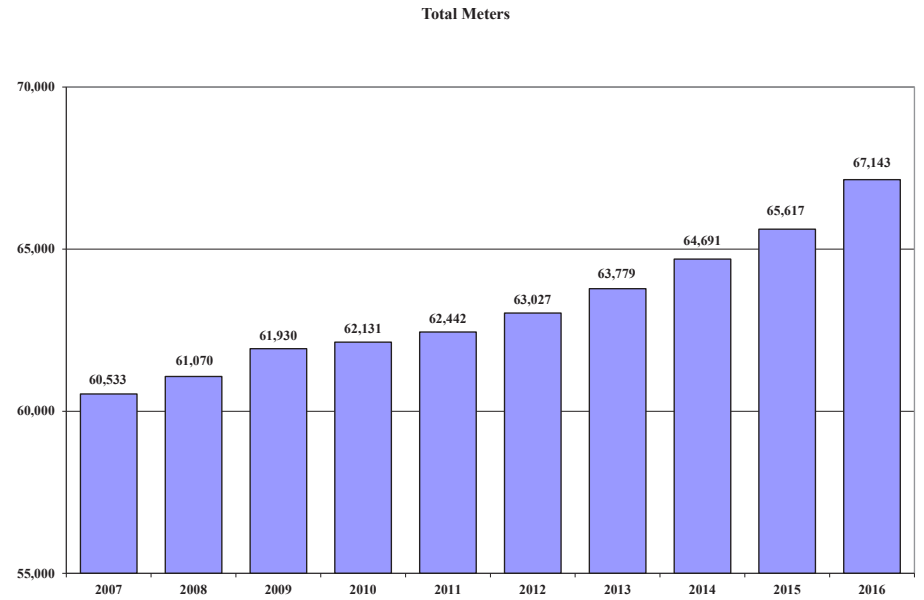
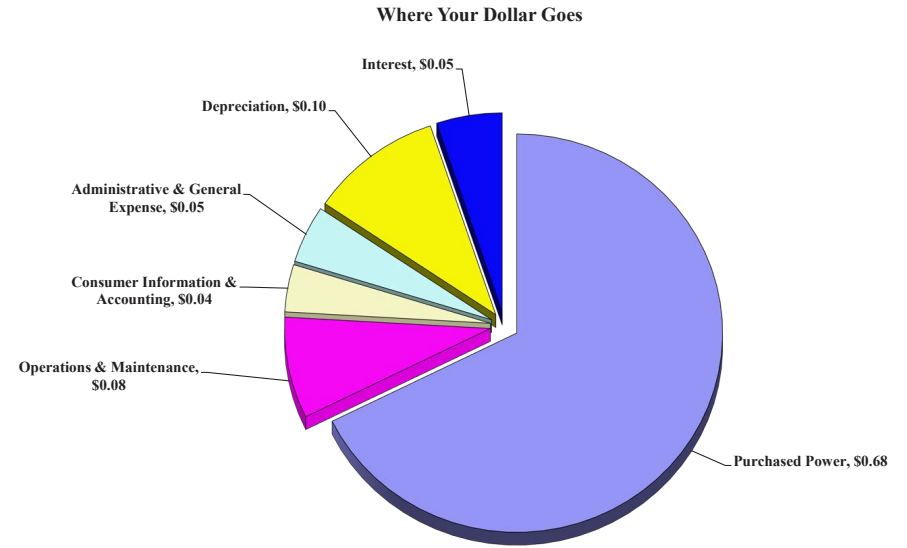
**Cooperation Among Cooperatives** — Cooperatives serve their members most effectively and strengthen the cooperative movement by working together through local, national, regional and international structures.

**Concern for Community** — While focusing on member needs, cooperatives work for the sustainable development of their communities through policies accepted by their members.

**TRINITY VALLEY ELECTRIC COOPERATIVE, INC.**

**BOARD OF DIRECTORS & ATTORNEY**

- Carolyn Minor, Vice-Chairwoman.....District 1
- Jerry Priest.....District 2
- Paul Weatherford.....District 3
- Jo Ann Hanstrom, Secretary.....District 4
- Ed Reeve .....District 5
- Howard Tillison, Chairman.....District 6
- David Lang.....District 7
- John Mosley.....Attorney



**BALANCE SHEET**  
**December 31, 2016**

Net Utility Plant.....	\$274,635,151
Other Investments.....	44,126,710
Cash and Temporary Investments.....	6,918,189
Accounts Receivable and Accrued Utility Revenues.....	9,265,530
Materials and Supply.....	1,207,588
Other Current and Accrued Assets.....	768,030
Deferred Charges.....	2,603,818
<b>Total Assets.....</b>	<b><u>\$339,525,016</u></b>
Membership Fees.....	\$582,280
Patronage Capital and Other Equity.....	145,499,276
Accumulated Comprehensive Loss (FASB 158).....	(3,540,633)
Long-Term Debt.....	140,626,252
Accumulated Provisions for Pension Benefits.....	25,401,773
Accounts and Notes Payable.....	22,740,818
Consumer Advance Deposits.....	3,735,608
Other Current and Accrued Liabilities.....	2,482,972
Deferred Credits.....	1,996,670
<b>Total Liabilities and Equities.....</b>	<b><u>\$339,525,016</u></b>

**INCOME STATEMENT**  
**For The Year Ended December 31, 2016**

<b>Sales of Electric Power and Other Operating Income.....</b>	<b>\$139,760,278</b>
Purchased Power.....	92,001,463
Operations and Maintenance.....	12,520,162
Consumer Information and Accounting.....	5,213,696
Administration and General Expense.....	6,335,620
Depreciation.....	12,817,848
Interest.....	7,006,364
Other Deductions.....	40,722
<b>Total Cost of Electrical Service.....</b>	<b><u>\$135,935,875</u></b>
<b>Operating Margins.....</b>	<b>\$3,824,403</b>
Non-Operating Margins (Interest, etc.).....	182,473
Capital Credits.....	5,677,230
<b>Net Margins.....</b>	<b>9,684,106</b>
<b>Other Comprehensive Income (Loss)</b>	
Application of FASB 158.....	437,877
<b>Comprehensive Income.....</b>	<b>10,121,983</b>
Add Patronage Capital - Beginning of Period.....	145,756,808
Adjustment for Application of FASB 158.....	(437,877)
Transfer Non-Operating Margins to Other Equities.....	(182,473)
Patronage Capital Retired.....	(3,092,196)
<b>Total Patronage Capital—End of Period.....</b>	<b><u>\$152,166,245</u></b>

**Nominating Committee Report**

In accordance with the bylaws of Trinity Valley Electric Cooperative, Inc., the nominating committee, duly appointed by the board of directors of the cooperative, met at the cooperative's Athens Office on Tuesday, July 25, 2017.

The nominating committee consisted of Dave Bigley, Bonny Draper, Chuck Cade, Tommy Raymond, Maxie Turner, Dorene Watts, Ralph Fortner, David Cadden, Ben Childress, Jerry Kelley and Gary Douglas.

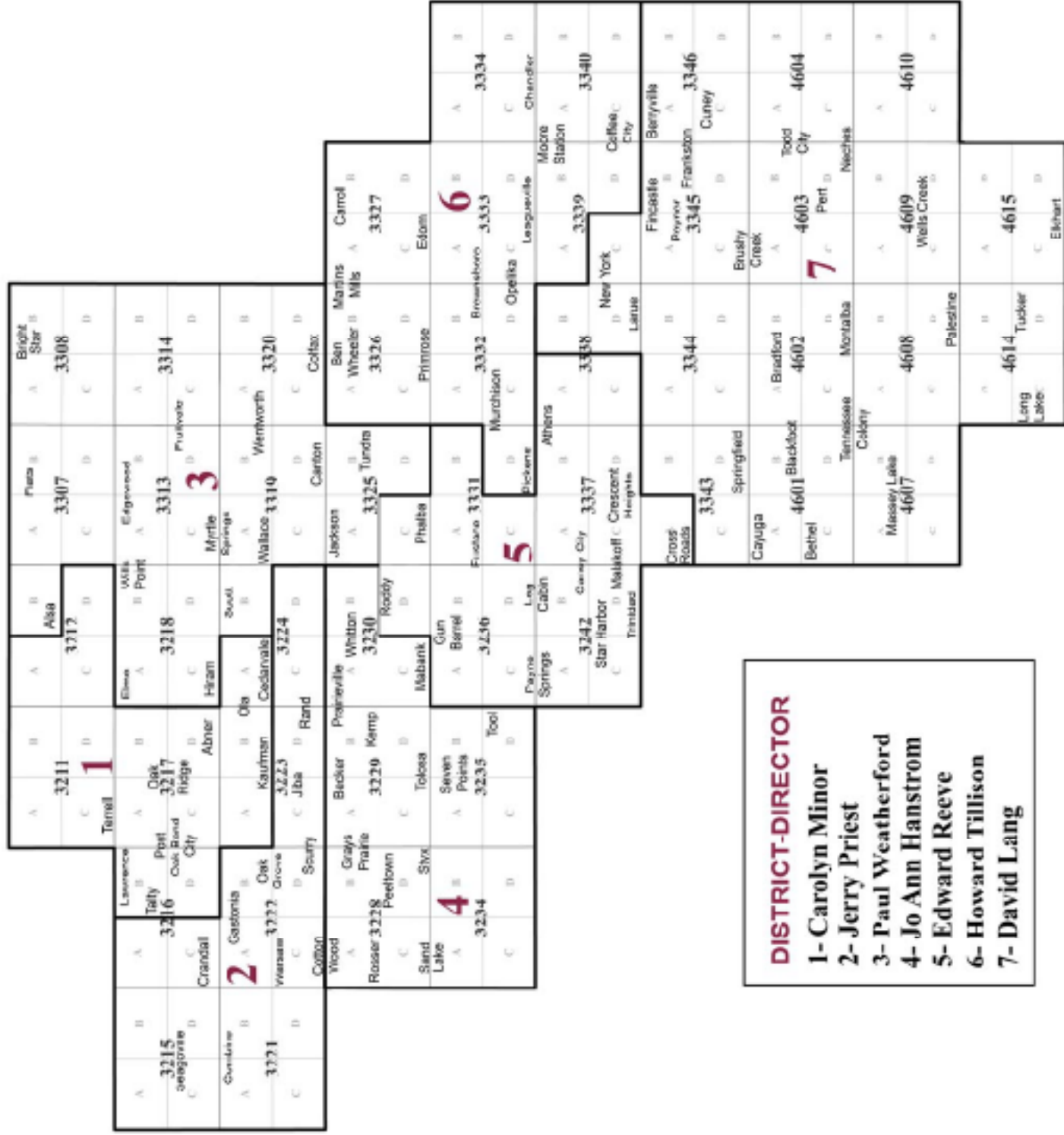
The nominating committee submitted the following names as candidates for the board of directors.

District 1	District 4	District 7
Carolyn Minor	Jo Ann Hanstrom	Ed Reeve



TRINITY VALLEY ELECTRIC COOPERATIVE

## BOARD DISTRICT MAPS



- DISTRICT-DIRECTOR**
- 1- Carolyn Minor
  - 2- Jerry Priest
  - 3- Paul Weatherford
  - 4- Jo Ann Hanstrom
  - 5- Edward Reeve
  - 6- Howard Tillison
  - 7- David Lang