



TRINITY VALLEY ELECTRIC COOPERATIVE

2021
ANNUAL
MEMBERSHIP
MEETING

October 7, 2021

Online Virtual Meeting

TRINITY VALLEY ELECTRIC COOPERATIVE, INC.

ANNUAL MEMBERSHIP MEETING PROGRAM

October 7, 2021

Online Virtual Meeting

Business Meeting7:00 PM

Determination of a Required Quorum

Reading of Notice of Annual Meeting

General Manager/CEO Report

Audit/Financial Report

Report of Nominating Committee

Election Results

Unfinished Business

New Business

Drawing of Prizes

MESSAGE FROM THE GENERAL MANAGER/CEO

On behalf of the Board of Directors and employees, I want to thank you for taking the time participate in the 2021 Annual Membership Meeting. It is unfortunate that once again we are not able to gather in person as we traditionally do. We enjoyed the trend of increased attendance at the meeting prior to the pandemic and we truly miss seeing and visiting with each of you.

Despite the effects of the pandemic, 2020 was another successful year for your cooperative. As indicated by the statistics in this program, our service area continues to experience a high rate of growth. We look forward to meeting the challenges this growth presents and continuing to provide the quality service that you have come to expect.

2021 has been another challenging year. As if dealing with the pandemic and the ever-changing protocols and practices to keep everyone safe was not enough, Winter Storm URI reminded us that things can and sometimes do get worse. While I was proud of the response our employees provided to this historic event, we are committed to improving our response efforts in the future.

Thank you again for participating and I hope you will take the time to watch the Annual Meeting online.

Sincerely,
Jeff Lane
General Manager/CEO

The 7 Cooperative Principles

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

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.

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 27, 2021.

The nominating committee consisted of Bonny Draper, Dave Bigley, Tommy Raymond, James McGhee, Jennifer Burns, Peggy Yancey, Ralph Fortner, Ben B. Childress, David Cadden, and Jerry Kelley.

Committee members appointed and not present at the meeting: Chuck Cade, Derrick Hoelscher, Maxie Turner and Gary Douglas.

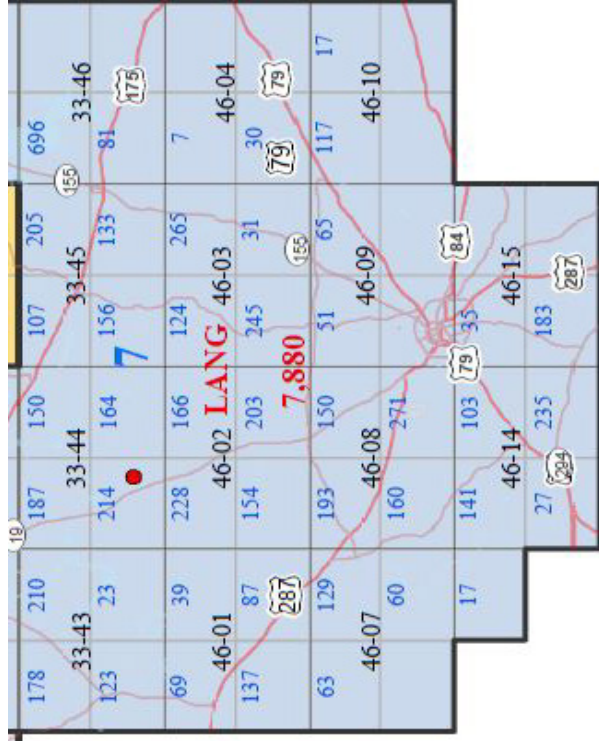
The nominating committee submitted the following names as candidates for the board of directors.

District 3

Paul Weatherford

● Location of Director

□ District Boundaries



District **Member Count**

- 1. Carolyn Minor 7,814
- 2. Jerry Priest 7,751
- 3. Paul Weatherford 7,775
- 4. Jo Ann Hanstrom 7,907
- 5. Edward Reeve 7,763
- 6. Howard Tillison 7,901
- 7. David Lang 7,880

Total Members **54,791**

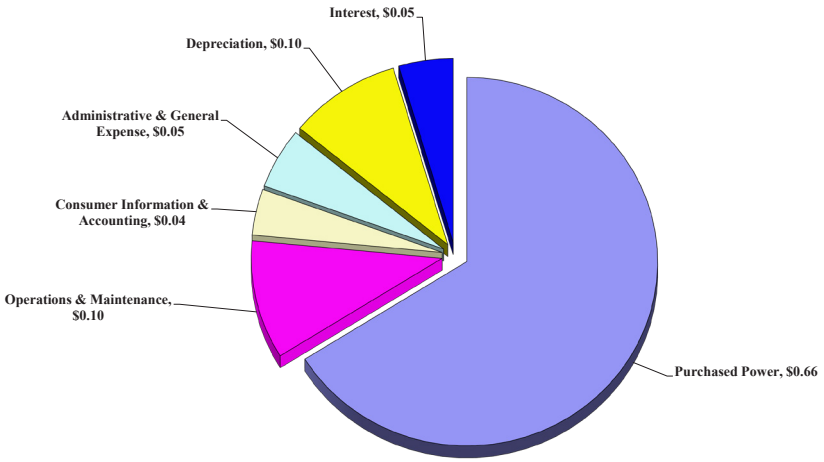
BALANCE SHEET
December 31, 2020

Net Utility Plant.....	\$299,314,321
Other Investments.....	52,422,636
Cash and Temporary Investments.....	4,020,215
Accounts Receivable and Accrued Utility Revenues.....	8,752,703
Materials and Supply.....	1,307,846
Other Current and Accrued Assets.....	843,513
Deferred Charges.....	994,527
Total Assets.....	<u>\$367,655,761</u>
Membership Fees.....	\$633,030
Patronage Capital and Other Equity.....	159,501,407
Accumulated Comprehensive Loss (FASB 158).....	896,906
Long-Term Debt.....	143,143,211
Accumulated Provisions for Pension Benefits.....	27,764,153
Accounts and Notes Payable.....	22,630,032
Consumer Advance Deposits	3,031,326
Other Current and Accrued Liabilities.....	8,199,499
Deferred Credits.....	1,856,197
Total Liabilities and Equities.....	<u>\$367,655,761</u>

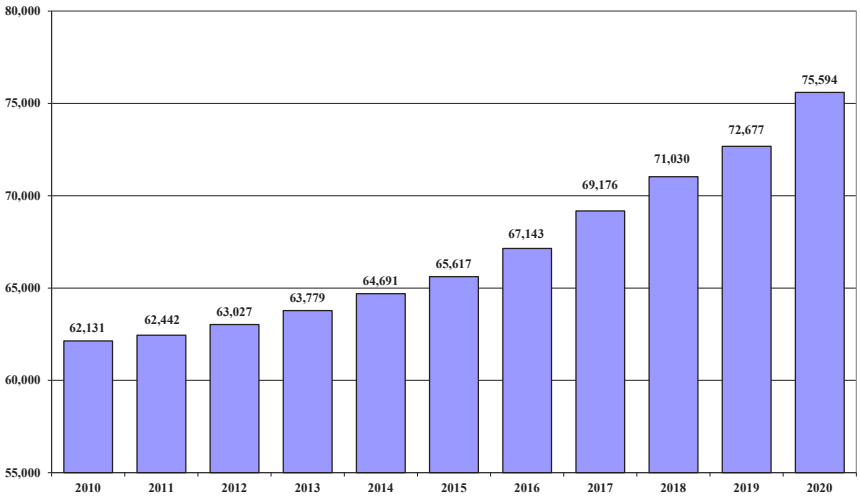
INCOME STATEMENT
For The Year Ended December 31, 2020

Sales of Electric Power and Other Operating Revenue.....	\$145,468,683
Purchased Power.....	94,045,426
Operations and Maintenance.....	14,788,449
Consumer Information and Accounting.....	5,744,690
Administration and General Expense.....	7,559,265
Depreciation.....	13,526,407
Interest.....	6,555,970
Other Deductions.....	1,413
Total Cost of Electrical Service.....	<u>\$142,221,620</u>
Net Operating Margins.....	<u>\$3,247,063</u>
Non-Operating Margins (Interest, etc.).....	78,227
Capital Credits.....	2,410,715
Net Margins.....	<u>\$5,736,005</u>
Other Comprehensive Income (Loss)	
Application of FASB 158.....	(2,585,403)
Comprehensive Income.....	<u>\$3,150,602</u>
Add Patronage Capital - Beginning of Period.....	163,855,677
Adjustment for Application of FASB 158.....	2,585,403
Transfer Non-Operating Margins to Other Equities.....	(78,227)
Patronage Capital Retired.....	(4,132,107)
Total Patronage Capital—End of Period.....	<u>\$165,381,348</u>

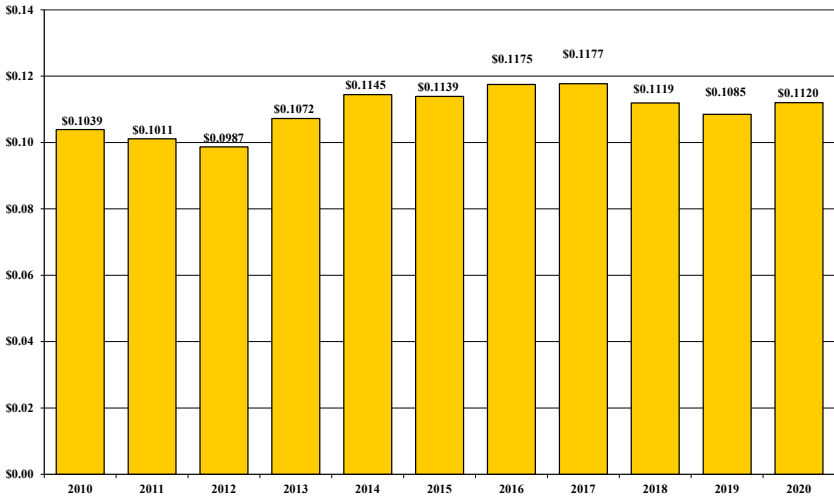
Where Your Dollar Goes



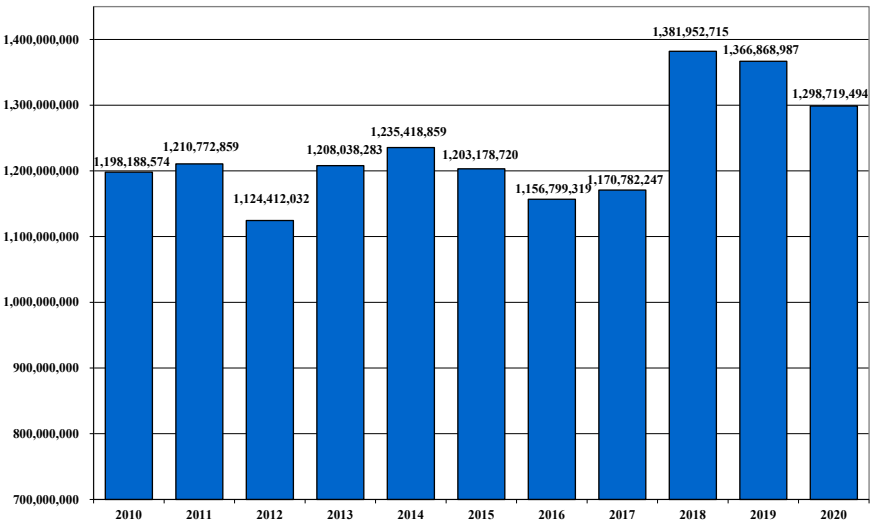
Total Meters



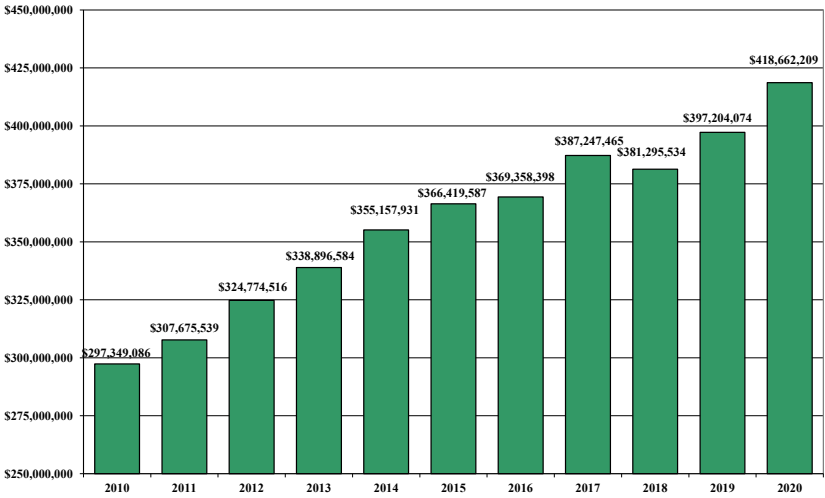
Total Cost Per kWh Sold



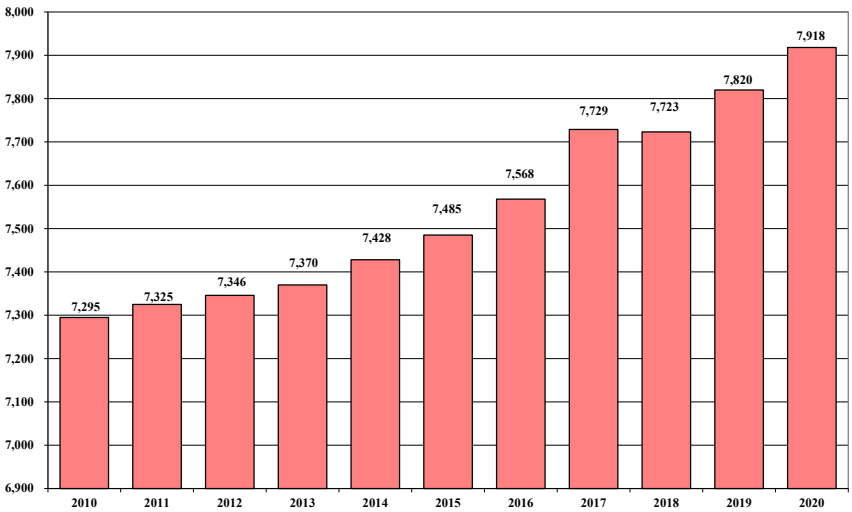
Total kWh Sales



Total Utility Plant in Dollars



Total Miles of Line



FOR YOUR INFORMATION

Trinity Valley Electric Cooperative, Inc.
Lobbies Are Now Open

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

Drive Through Hours: 8:15 AM to 4:45 PM

Monday - Friday

ATHENS DISTRICT OFFICE

909 W. Larkin Street (Hwy. 175W)

Athens, Texas 75751

CEDAR CREEK DISTRICT OFFICE

1012 West Main Street, Suite 102

Gun Barrel Village Shopping Center

Gun Barrel City, Texas 75156

WILLS POINT DISTRICT OFFICE

582 N. 4th Street

Wills Point, Texas 75169