



POWER Lines



come one, come ALL!
saturday, october 15 9:00 - NOON

Once again, it's time to celebrate our favorite time of year – Annual Meeting and Member Appreciation Day! We're looking forward to hosting all of the members who join us each fall for a morning of fun, food, gifts, games, prizes and co-op business. Mark your calendars now for this exciting event, held October 15 at EMC Headquarters in Palmetto.

HEALTH Fair



This year, the healthcare professionals from Piedmont will provide screenings for adult cholesterol, glucose and blood pressure. Health information will be available on sleep disorders, fitness/rehabilitation, nutrition, diabetes, smoking cessation/lung health, cardiovascular services/imaging/rehabilitation, maternity/women's services, vein care, heartburn, wound care, cancer, stroke and breast health/women's imaging. Be sure to come early – this is always a popular event!

Entertainment

Back by popular demand, musicians will be featured on our business session stage. Entertaining the crowds this year will be Carrollton-based band Homegrown. Their unique mix of heartfelt country/rock/pop songs will keep your toes tapping!

FUN AND INFORMATION FOR ALL

Plenty of popcorn, cotton candy and soft drinks will be available all morning. For adults, there will be bingo, gift drawings and booths full of valuable EMC information. For kids, there will be games, a photo booth, arts and crafts, and prizes. Activities this year will include skeeball, bowler roller, double frog launcher, magna fish, tabletop carnival games, sports challenges and much, much more!

grand prize

As always, we will have prize drawings during the business meeting for both adults and children, sponsored by your EMC, Relyco Security and Coweta-Fayette EMC Natural Gas. Each registered Member will have his or her name in the grand prize drawing for a chance to win a \$1,000 electric bill credit. You must be present to win.



ANNUAL MEETING AGENDA

Saturday, October 15
9 AM - NOON

8:30 - 11:00 am
Registration - Free Gifts

9:00 - 11:30 am
Midway Games
Children's Activities
Health Fair
Showcase of Services

9:00 - 9:45 am
Bingo

9:45 am
Entertainment from
HomeGrown

10:00 am
Prize Drawings
Annual Meeting
Business Session

11:05 am
Election of Directors
Prize Drawings
More Music

Grand Prize Drawing!
You must be present to win.

The Executive Report



Anthony H. Sinclair
President and CEO



Elwood Thompson
Chairman

Annual Report to the Members

Our Directors, Management Staff and outstanding team of employees are looking forward to seeing you at this year's 64th Coweta-Fayette EMC Annual Meeting and Member Appreciation Day, scheduled for October 15 at our Palmetto headquarters.

At Coweta-Fayette EMC, we have a proven history of exceeding our Members' expectations since 1945 – a fact we are extremely proud of. What makes your cooperative such a great organization is that we build upon our historical successes with the knowledge that we can always improve.

Our talented employees have responded in an exemplary manner to more severe weather challenges this year than in recent memory. We started 2011 with one of the worst ice and snow storms that even our most senior linemen can remember. During the spring and summer of 2011, the sheer volume and intensity of storms continued to cause multiple outages. Our operations and engineering group spent many hours working through the night under harsh weather conditions to get our Members' power restored in the quickest manner possible.

Looking forward, the economy continues to be the number one issue of concern for Members in our service areas, and for the nation as a whole. There has been very little construction activity during the last year, and we only experienced a slight increase in co-op Membership in 2010.

Your EMC team works very closely with the economic development authorities, Chambers of Commerce and many others. We assist these great organizations in promoting the unique opportunities available in our service area and the region.

As a result of increased energy usage in 2010 – primarily a weather-driven fluctuation – our Operating Revenue and Patronage Capital increased by 6.86 %, and our Cost of Power increased by 8.8 %. In 2011, the "Non-Cost of Power"-related costs associated with providing electric service were almost identical to the 2010 cost, which is a tribute to the efficiency of

our employees. The cooperative's total 2010 Operating and Non-Operating Margins were greater than the 2009 amounts, primarily due to increased non-operating margins (margins not coming from members).

In 2010, the cooperative retired over \$1.8 million in capital credits by sending checks to Members. After careful analysis of the financial situation in 2011, the co-op has already taken steps to retire a little over \$2 million in capital credits during October 2011. Members who had capital credits allocated for patronage in 1984 and 1985 will be sent checks.

In October, we are also officially launching the Coweta-Fayette EMC "Customer Service Portal," which may be accessed on our website, www.utility.org, under the "Pay My Bill" section. The new portal puts you in control – from how you want to receive your bill, to requesting email reminders and many other key functions.

One area of the new portal that we know you will appreciate is the "Usage History" feature, which will provide your daily kWh usage in a graphical format that puts you in complete control of monitoring your energy usage. Our helpful customer service employees and staff are extremely pleased with this new value-added feature implemented just for you.

We continue to work closely with other cooperatives and utilities to try to limit unnecessary and costly legislation by the federal government. The Environmental Protection Agency (EPA) has begun, through regulatory interpretation, to initiate strategies that could potentially cause the shutdown of some generation plants – a measure that would cause increased rates to Members, unemployment and reductions in tax bases in many rural communities.

We are optimistic that congress will see the economic repercussions of the EPA's activities and take appropriate action. We are very proud of the great work our U.S. senators and representatives from Georgia have done to limit our exposure.

To find out more about co-op business and all the exciting things your EMC has to offer, please don't forget to attend this year's Annual Meeting and Member Appreciation Day. We hope you enjoy it and we look forward to seeing you there.

For the Team,

Anthony H. Sinclair "Tony"
President and CEO

Elwood Thompson
Chairman

Capital Credit Factor

Since Coweta-Fayette EMC is a member-owned organization, any margins that remain after expenses are assigned to our member-owners annually. **The percentage allocated for 2010 is 5.10%**. These funds become part of our equity until they are returned to you as approved by our Board of Directors.

Balance Sheet

WHAT WE OWN

Lines, Office Building and Operations Equipment
Less: Reserve for Depreciation

General Account – Cash

Commercial Paper

Investments

Receivables

Materials and Supplies

Prepaid Expenses and Other Accrued Assets

Deferred Debits

TOTAL OF WHAT WE OWN

WHAT WE OWE

To the Government and CFC

Less: Payments on Principal and Deferred Interest

To Consumers Extra Deposits

To Material Suppliers (Notes & Accounts Payable)

To Accrued Taxes & Interest

Deferred Credits and Miscellaneous Operating Reserve

OUR EQUITY IN ABOVE ASSETS

Membership Fees

Patronage Capital & Other Equities

TOTAL OF WHAT WE OWE

Statistics of Operation

WHAT WE TOOK IN

Operating Revenue and Patronage Capital

WHAT WE PAID OUT

Operating Revenue Deductions

Operations Expense:

Cost of Power

Distribution Expenses

Consumer Accounts Expense

Customer Service and Information Expense

Sales Expense

Administrative & General Expense

Maintenance Expense:

Distribution System

General Plant

Depreciation and Amortization

Interest On Outstanding Debt

Total Cost of Electric Services

WHAT WE HAD LEFT

Operating Margins and Patronage Capital

Non-Operating Margins - Other

Total Operating and Non-Operating Margins

OEMC and OTHER Patronage Capital (CFC & GRESKO)

Total Operating and Non-Operating Margins

Including OEMC and Other Patronage

Capitals (CFC & GRESKO)

2010
\$281,664,215
\$73,681,704
\$207,982,511

\$1,083,916
\$13,800,000
\$47,864,290
\$9,385,540
\$1,707,237
\$455,728
\$38,566

\$282,317,788

\$231,263,425
\$61,600,007
\$169,663,418

\$3,682,127
\$14,143,278
\$3,568,264
\$151,710

\$1,541,676
\$89,567,315
\$282,317,788

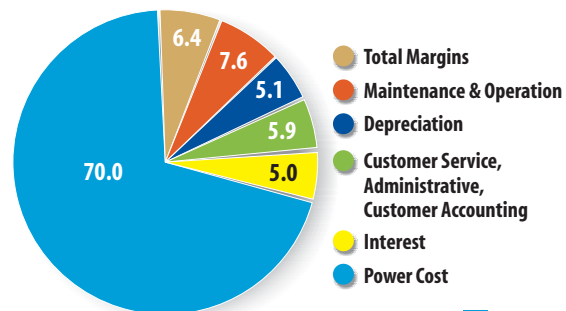
2009
\$148,023,405
2010
\$158,170,734

\$105,337,516
\$6,885,884
\$4,492,084
\$654,646
\$621,294
\$3,512,831
\$5,328,656
\$736,683
\$8,125,844
\$8,366,874
\$144,062,312
\$114,614,876
\$7,059,246
\$4,099,080
\$715,283
\$487,533
\$3,735,826
\$5,416,894
\$647,896
\$8,299,268
\$8,239,204
\$153,315,106

\$3,961,093
\$602,232
\$4,563,325
\$2,616,078
\$4,855,628
\$2,656,214
\$7,511,842
\$2,960,784

\$7,179,403
\$10,472,626

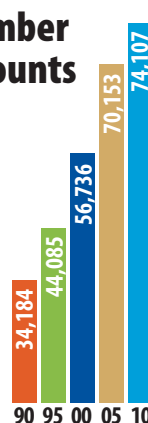
How Your Dollar Was Spent



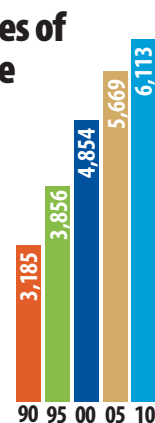
Average KWH Used Per Member Per Month



Member Accounts



Miles of Line



Membership

Coweta-Fayette Electric
Membership Corporation

Financial statements for the calendar year ending December 31, 2010 in the 2011 Official Annual Meeting Notice reflect the sound status of Coweta-Fayette Electric Membership Corporation. The figures presented are from our annual financial report to RUS.

We retained the services of McNair, McLemore, Middlebrooks & Company, LLP, Certified Public Accountants, to perform an audit of the corporation's accounting records for the fiscal year ending May 31, 2011.

This audit includes an examination of the cooperative's balance sheets, related statements of revenue and expenses and appropriate remarks concerning each.

Copies of audits are filed at the cooperative's office for your review.

J. Neal Shepard, Jr., Secretary-Treasurer
Coweta-Fayette Electric Membership Corporation
Board of Directors

PROXY

I, _____,
*a member of the Coweta-Fayette Electric
Membership Corporation, do hereby appoint*
_____*(who is a
person 18 years of age or older residing in my home
or who is himself/herself a co-op member and a nat-
ural person), as my proxy to vote in my place, and
for me, at the Annual Meeting of the Coweta-Fayette
Electric Membership Corporation to be held on
October 15, 2011.*

*Proxies must be filed with the Secretary of the Board
of Directors before or on the day of the meeting. No
member may vote as proxy for more than one (1)
member at any meeting.*

*The presence of a member at a meeting of the mem-
bers shall revoke this proxy.*

This the _____ day of _____ 2011.

Signature _____

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STATEMENT OF NONDISCRIMINATION

Coweta-Fayette Electric Membership Corporation has filed with the Federal Government a Compliance Assurance in which it assures the Rural Electrification Administration that it will comply fully with all requirements of Title VI of the Civil Rights Act of 1964, all requirements of Section 504 of the Rehabilitation Act of 1973, as amended, all requirements of the Age Discrimination Act of 1975, as amended, and all requirements of the rules and regulations of the U.S. Department of Agriculture to the end that no person in the United States shall, on the ground of race, color or national origin, or solely by reason of such person's handicap, or on the basis of age, be excluded from participation in, be denied the benefits of, or be otherwise subjected to discrimination in the conduct of its programs or the operation of its facilities. Under this assurance, this organization is committed not to discriminate against any person on the ground of race, color or national origin, solely by reason of such person's handicap, or on the basis of age, in its policies and practices relating to applications for service or any other policies and practices relating to treatment of beneficiaries and participants including employment, rates, conditions and extension of service, admission or access to or use of any of its facilities, attendance at and participation in any meetings of beneficiaries and participants or the exercise of any rights of such beneficiaries and participants in the conduct of the operations of this organization. The person in this organization responsible for coordinating the nondiscrimination compliance efforts of this organization is Anthony H. Sinclair.

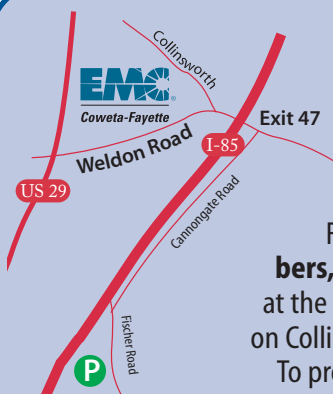
Any individual, or any specific class of individuals, who feels subjected by this organization to discrimination prohibited by Title VI of the Civil Rights Act, by Section 504 of the Rehabilitation Act, by the Age Discrimination Act or by the rules and regulations of the U.S. Department of Agriculture may personally, or through a representative, file with the office of the Secretary, U.S. Department of Agriculture, Washington, D.C. 20250; the Office of the Administrator, Rural Electrification Administration, Washington, D.C. 20250; the Office of Advocacy and Enterprise, U.S. Department of Agriculture, Washington, D.C. 20250; or this organization, or all, a written complaint. Such complaint must be filed not later than 180 days after the alleged discrimination or by such later date to which the Secretary of Agriculture or the Administrator of the Rural Electrification Administration extends the time for filing. Identity of complaints will be kept confidential except to the extent necessary to carry out the purpose of the rules and regulations of the U.S. Department of Agriculture.

DON'T FORGET YOUR GIFTS FOR ATTENDING!



Each registered member family will receive a stadium blanket and a trunk organizer just for attending. Please bring the address panel of this newsletter with you to claim your member gift. Come and join the fun early – registration closes at 11 a.m.

PARKING



Parking will be available for members in three convenient lots.

For **disabled members**, spaces are located at the front EMC entrance on Collinsworth Road.

To provide easy access and more capacity, our main lot will be at Northgate High School on Fischer Road. Limited parking will also be available at the EMC on Weldon Road.

Just follow the signs to EMC Annual Meeting parking lots. Our employees will be available at each location to assist you with a continuous shuttle service to and from the meeting.



Attention: Disabled Members

Our annual meeting facilities are accessible to people with disabilities. However, if special requirements are needed, let us know, and we will be happy to provide them.



We regret we cannot accommodate any pets other than service animals. In consideration of your fellow members, please leave them at home. Thank You.



Coweta-Fayette

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OFFICIAL ANNUAL MEETING NOTICE

Please bring this notice with you to be eligible for your member gift.

Important!

Bring this to the Annual Members' Meeting on Saturday, October 15, 2011, and present it at the registration desk. This newsletter will be your means of participating in the registration process. Only the name appearing to the right of this message will be allowed to participate in the drawing of prizes. Door prizes will be awarded and you must be present to win.



Official Notice

Annual Members' Meeting of Coweta-Fayette Electric Membership Corporation Palmetto, Georgia. October 15, 2011

YOU ARE HEREBY notified that the Annual Meeting of the Members of the Coweta-Fayette Electric Membership Corporation will be held on Saturday, October 15, at the Coweta-Fayette EMC office near Palmetto. Action will be taken on the following:

1. The report of Officers, Directors, and Committees.
2. All other business which may come before the meeting or any adjournment thereof.
3. The election of three Directors of the Cooperative for a term of three (3) years. The three Directors nominated by the Committee on Nominations appointed by the Board of the Cooperative pursuant to the bylaws are:

Seat 1	Seat 3	Seat 2
Other than Coweta & Fayette Counties	Fayette County	Coweta County
Ross Henry	James W. Fulton	Elwood Thompson

Registration will begin at 8:30 am.

*J. Neal Shepard, Jr., Secretary-Treasurer,
Coweta-Fayette Electric Membership Corporation*

Anthony H. Sinclair, President and CEO
C. Bradford Sears, Jr., Attorney
Douglas B. Warner, Attorney

BOARD OF DIRECTORS
Elwood Thompson, Chairman
K. M. Spaller, Vice Chairman
J. Neal Shepard, Jr., Secretary-Treasurer
Therol Brown
W. L. Clements
James W. Fulton, III
Ross Henry
Alice J. Mallory
Mildred A. Winkles

POWERlines

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Coweta-Fayette EMC is an Equal Opportunity
Affirmative Action Employer/M/F/V/H



Coweta-Fayette
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www.utility.org