

# 2019

## Member Appreciation & Annual Meeting



### Annual Report 2019

This is the time of year when Coweta Fayette EMC celebrates who we are, and more importantly, the members we serve.

CFEMC was built by a group of members who came together in 1945 to bring electricity to our community. The reason we exist remains the same today as it did back then: to provide safe, reliable and affordable energy to you, the members of the co-op. Equally important is our mission to enrich the lives of the members we serve and to help our communities thrive.

As a co-op, we are well-suited to meet the needs of the community because we are locally governed. CFEMC's leadership team and employees live right here in the community. Our board of directors, who help set long-term priorities for the co-op, live locally on co-op lines. These board members were elected by neighbors like you.

Our close connection to the community ensures we get a first-hand perspective on local priorities. You've told us through surveys, and in person at community gatherings, green initiatives are important to you. CFEMC has been providing renewable power to our members since 2003. In fact, we were a founding member of Green Power EMC, which was Georgia's first renewable energy program. And just a few weeks ago, we announced a community solar project, located in Heard County, that will offer our members even more access to emission free energy. Projects like this, and our participation in Vogtle 3 and 4, are important because they add diversity to our fuel mix. That means we aren't limited to any one fuel type to generate power for you.

We also launched our Drive Free for a Year, electric vehicle program. CFEMC is committed to embracing and encouraging our members to utilize green technologies when it fits their lifestyle.

Reliability is another factor we monitor closely. We know our members depend on electricity for everything from charging electronics, making a family dinner or running a company. We utilize SCADA (Supervisory Control and Data Acquisition)



Chris Stephens  
CEO



James W. Fulton, III  
Chairman

tion) to provide our system operators information about the grid to help us recognize problems. A series of devices are installed throughout the system that communicate with the SCADA. When an outage occurs, the system makes a series of super-fast calculations to determine how we can

redirect electricity from one area to another. This allows more customers to be restored quickly while crews continue to make repairs on the damaged portions. Last year, our members' power was on over 99.9% of the time. While our dedicated group of employees will continue to perform maintenance and keep the right of way clear, we will continue to deploy technology and automation to make sure your power is there whenever you flip a switch.

We're also extremely proud of another of our founding principles, "Concern for Community." Through our members' generosity and participation in Operation Round Up, we've put back over \$5,000,000 into the community through scholarships, grants to educators and organizations, and individuals with needs.

We also participate in the Electric Cooperative Washington Youth Tour, where we take our community's brightest young people to Washington, D.C. for a week-long immersion to experience democracy in action.

Ultimately, the larger community benefits from these programs because of you, our members. You empower the co-op through your membership and through your participation in and support of these programs.

We hope you will think of CFEMC as more than your energy provider, but instead as a local business that supports this community and powers prosperity for the people.

We will continue to learn from our members about their priorities so that we can better serve you – because your electric co-op was built by the community, for the community.

Come join the fun and learn more about your cooperative during the **Member Appreciation Day and Annual Meeting**. The event will be held on **Saturday, October 12, from 9a.m. - Noon** at the **EMC headquarters** located at 807 Collinsworth Road, Palmetto.

**Fun Activities** for all ages include: children's activities, bingo for adults, and door prizes. You'll also find information on Green Power, **Operation Round Up**, Electric Vehicles, **Relyco Security** and **True Natural Gas**.

**Concessions** including Chick-fil-A biscuits, popcorn, cotton candy and soft drinks will be available free of charge.



**Prizes** generously donated by vendors will be given away during the meeting. Every registered member will receive an **umbrella** just for registering.

One lucky member will walk away with the **grand prize of \$1,000 electric bill credit!** Each EMC member will have his/her name in the drawing and you must be present to win. **Registration closes at 11 a.m.**, so be sure to arrive early.



Take part in the **Health Fair**, provided by **Piedmont Healthcare** professionals. Lots of wellness information on a variety of topics will be available.

**Parking** is located at Northgate High School,



3220 Fischer Road, Newnan. Buses will transport you to and from EMC headquarters. For our disabled members, spaces located in front of the EMC entrance on Collinsworth Road will be available. Employees will be on site to assist you.

For more information visit [www.utility.org](http://www.utility.org).



#### STATEMENT OF NONDISCRIMINATION

Coweta Fayette EMC is an equal opportunity provider and employer. If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at [http://www.ascr.usda.gov/complaint\\_filing\\_cust.html](http://www.ascr.usda.gov/complaint_filing_cust.html), or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442 or email at [program.intake@usda.gov](mailto:program.intake@usda.gov).

## Balance Sheet

### WHAT WE OWN

Lines, Office Building and Operation Equipment	2018
	\$362,770,394
Less: Reserve for Depreciation	\$122,616,429
	<u>\$240,153,965</u>

General - Cash	\$6,792,879
Commerical Paper	\$1,100,000
Investments in Associated Organizations - Patronage Capital	\$80,006,504
Receivables	\$13,161,773
Materials and Supplies	\$2,398,324
Prepaid Expenses and Other Accrued Assets	\$303,804
Deferred Debits	\$34,055

### TOTAL OF WHAT WE OWN

\$343,951,304

### WHAT WE OWE

To the Government - RUS/FFB	\$125,781,274
Other Cooperative Lenders - CFC	\$12,287,529
	<u>\$138,068,803</u>

To Consumers - Deposits	\$3,677,686
To Material Suppliers (Notes & Accounts Payable)	\$32,428,886
To Accrued Taxes & Interest	\$5,291,604
Deferred Credits and Non Current Liabilities	\$10,935,477

### OUR EQUITY IN ABOVE ASSETS

Membership Fees	\$1,726,460
Patronage Capital & Other Equities	\$151,822,388
	<u>\$343,951,304</u>

### TOTAL OF WHAT WE OWE

## Statistics of Operation

### WHAT WE TOOK IN

	2017	2018
Operating Revenue and Patronage Capital	\$160,526,957	\$169,958,219

### WHAT WE PAID OUT

Operating Revenue Deductions		
Operation expense:		
Cost of Power	\$110,014,258	\$119,297,035
Distribution expenses	\$8,131,586	\$8,706,649
Consumer accounts expense	\$4,798,158	\$4,937,705
Customer service & informational expense	\$1,446,870	\$1,442,234
Sales expense	\$572,447	\$753,231
Administrative & general expense	\$5,919,371	\$6,044,522
Maintenance expense:		
Distribution system	\$8,122,970	\$6,841,415
General plant	\$936,057	\$1,312,687
Depreciation and amortization	\$10,250,389	\$10,596,793
Interest on outstanding debt	\$6,497,023	\$6,926,129
Total cost of Electric Services	<u>\$156,689,129</u>	<u>\$166,858,400</u>

### WHAT WE HAD LEFT

Operating Margins and Patronage Capital	\$3,837,828	\$3,099,819
Non-Operating Margins-Other	\$373,428	\$4,092,700
	<u>\$4,211,256</u>	<u>\$7,192,519</u>
Total Operating and Non-Operating Margins		
OEMC AND OTHER Patronage capital (CFC&GRESKO)	\$3,798,263	\$3,703,261

Total Operating and Non-Operating Margins Including OEMC and Other Patronage Capitals (CFC & GRESKO)	\$8,009,519	\$10,895,780
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### BOARD OF DIRECTORS

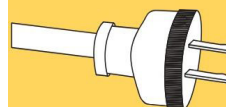
James W. Fulton, III, Chairman • Therol Brown, Vice Chairman • J. Neal Shepard Jr., Secretary-Treasurer  
Donald Harris • Ross Henry • Daniel C. Langford, Jr. • Alice J. Mallory • Elwood Thompson  
Mildred A. Winkles

# BY THE NUMBERS



## TAKE A CLOSER LOOK AT YOUR EMC

**AVERAGE KWH** 1,283



This is the average number of kilowatt hours each member uses per month.

**85K SERVED**

Members receive reliable energy each month from CFEMC.



**COMMUNITY BUILDERS** 32,452



members participate in Operation Round Up which puts money back into charitable organizations in our community.

**\$52K SCHOLARSHIPS**

Operation Round Up awarded 22 scholarships to local students enabling them to pursue their dreams.



**CAPITAL CREDITS** \$30.4M



capital credits issued to CFEMC members since 2000.

## CAPITAL CREDIT FACTOR

Since Coweta-Fayette EMC is a member-owned organization, any margins remaining after expenses are assigned to our member-owners annually. **The percentage allocated for 2018 is 8.34%.** These funds become part of our equity until they are returned to you as approved by our Board of Directors.