



ANNUAL REPORT

2022

Join us April 20, 2023

*Annual
Meeting*

LABETTE COUNTY HIGH SCHOOL CAFETERIA | ALTAMONT, KANSAS

6 P.M. REGISTRATION & MEAL | 6:30 P.M. MEETING

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Program & Official Notice

Registration Ticket

LABETTE COUNTY HIGH SCHOOL CAFETERIA
6 P.M. REGISTRATION & MEAL 6:30 P.M. MEETING

Member Name: _____

**BRING THIS PORTION
WITH YOU TO THE MEETING**

Attendance & Drawing Entry

To help us plan for the meal on April 20, please indicate the number attending.

RETURN BY APRIL 10, 2023

Number Attending: _____

Member Name: _____

Address: _____

2023 Board of Directors Candidates



DISTRICT 1

HEATH STEEBY

OCCUPATION

Construction Project Manager

WHY ARE YOU INTERESTED IN SERVING ON THE BOARD OF DIRECTORS FOR TVEC?

To learn more about it and help serve our community.

WHAT QUALITIES AND/OR PAST EXPERIENCE DO YOU HAVE THAT WOULD MAKE YOU A GOOD DIRECTOR?

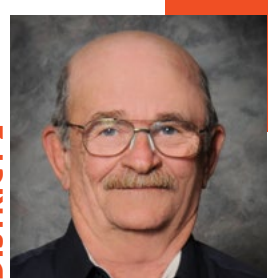
I run multiple multi-million-dollar projects on any given day. Construction experience. Small business owner.

WHAT WOULD YOU LIKE TO SEE TVEC FOCUS ON IN THE NEXT FEW YEARS?

Updating system and line maintenance.

NOMINATIONS BY PETITION

Members who wish to run for the board of directors can be added to the official ballot by presenting a petition for nomination to the cooperative office with 15 signatures of valid members by April 14. Blank petitions are available at the office, or call and one will be sent to you. Nominations by petition received after April 14 will not be listed on the official ballot and will be treated as nominations from the floor.



DISTRICT 2

TOM ELLISON

INCUMBENT

OCCUPATION

I retired from being a finance senior cost estimator for Cooper Industries, then I moved back to Twin Valley's area and started our own business.

WHY ARE YOU INTERESTED IN SERVING ON THE BOARD OF DIRECTORS FOR TVEC?

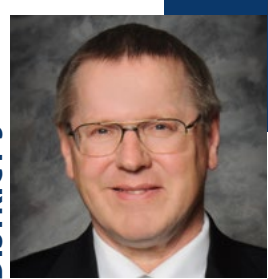
Helping the employees get all of the updated classes they can get.

WHAT QUALITIES AND/OR PAST EXPERIENCE DO YOU HAVE THAT WOULD MAKE YOU A GOOD DIRECTOR?

Cost estimating and general business experience.

WHAT WOULD YOU LIKE TO SEE TVEC FOCUS ON IN THE NEXT FEW YEARS?

To keep improving our system and cutting costs for our customers.



DISTRICT 3

DARELD NELSON

INCUMBENT

OCCUPATION

John Deere — Supply Management

WHY ARE YOU INTERESTED IN SERVING ON THE BOARD OF DIRECTORS FOR TVEC?

To best represent the interests of the member-owners in the financial and operations of Twin Valley Electric Cooperative.

WHAT QUALITIES AND/OR PAST EXPERIENCE DO YOU HAVE THAT WOULD MAKE YOU A GOOD DIRECTOR?

During my nine years of experience on the Twin Valley Electric Board, I have taken several of the state level courses to achieve Director Gold level certification. I was also pleased to be on the board during the implementation of the Twin Valley solar farm in Labette County.

WHAT WOULD YOU LIKE TO SEE TVEC FOCUS ON IN THE NEXT FEW YEARS?

I would like to see the continued financial strength and reliable service of Twin Valley Electric Cooperative.

Minutes of 75th Annual Meeting of Members

TWIN VALLEY ELECTRIC COOPERATIVE, INC.

TUESDAY, APRIL 26, 2022

The 75th Annual Meeting of the Members of Twin Valley Electric Cooperative Inc. was held in the cafeteria on the campus of Labette County High School in Altamont, Kansas, on Tuesday, April 26, 2022.

The meeting was called to order by President Bryan Coover at 6:30 p.m. Trustees, employees, several guests and members were present.

President Bryan Coover welcomed the members and announced that at least 88 members were in attendance.

Secretary Bryan Hucke declared that the notice of the annual meeting was deposited in the mail on March 25, 2022, at the Pewaukee, Wisconsin, post office.

President Coover then called for a motion to approve the minutes of the meeting in 2021 as mailed with the notice of this meeting. A motion was made by Dan Peterson and seconded by Pam Baker to approve the 2021 minutes.

Motion carried.

President Coover introduced our attorney, Clifford Lee, to conduct the election of trustees.

Mr. Lee announced that Bryan Hucke had been nominated for District 1, Jared Nash for District 2, and David Hubbell and Willard Ross for District 3. Mr. Lee then asked for nominations from the floor. Nominations from the floor were none. After one minute there was a motion made by John Bolandep and

seconded by Bryan Coover to close the nominations.

Motion carried.

Mr. Lee then instructed the membership to cast their ballots. Ballots were collected and taken to the committee to be counted.

President Coover gave the president's report.

President Coover presented the treasurer's report in Treasurer Dareld Nelson's absence.

CEO Angie Erickson presented the CEO's report.

2022 Youth Tour winners were recognized.

Erickson presented certificates for years of service.

Election results were then given by Clifford Lee. District 1: Bryan Hucke; District 2: Jared Nash; and District 3: David Hubbell.

President Coover asked if there was any old business. There was none.

President Coover asked if there was any new business. There was none.

Motion to adjourn by Bryan Hucke and seconded by Gary Hucke.

Motion carried.

Meeting adjourned at 7:21 p.m.

Robert Middleton won the early bird prize, \$200.

All members in attendance received \$30 electric credits as door prizes.

**BRYAN HUCKE, SECRETARY
TWIN VALLEY ELECTRIC
COOPERATIVE, INC.**

Twin Valley ELECTRIC

Board of Directors

BRYAN COOVER President

TOM ELLISON Director

DAVID HUBBELL Vice President

DIANE MCCARTNEY Director

DARELD NELSON Treasurer

JARED NASH Director

BRYAN HUCKE Secretary

JASON ZWAHLEN Director

RODNEY BAKER Director

Staff

ANGIE ERICKSON CEO

REBECCA HANIGAN CFO

ADAM MYERS Line Superintendent

TYLER KENNETT Foreman

JENNIFER WINTERS Billing/Accounting Analyst

MARSHA MOSES Member Experience Specialist

JOSEPH BROOKS Lineman

KENDALL MANNERS Lineman

SETH STRASSER Lineman

JORDAN ROBISON Lineman

TY LAHEY Lineman

ERIC CORNELL Lineman

Annual Meeting

Join us April 20, 2023

LABETTE COUNTY HIGH SCHOOL CAFETERIA | ALTAMONT, KANSAS

6 P.M. REGISTRATION & MEAL 6:30 P.M. MEETING



A Touchstone Energy® Cooperative 

President's Report



BRYAN COOVER
Board President

Long anticipated changes to the national electric industry are finally arriving. Electric vehicles, advances in wind and solar generation, transmission upgrades, and utility-sized battery storage are not just plans, they're happening today. The beginning of the transition of historically fossil-fueled industries like fertilizer and steel manufacturing to renewable energy are close to reality. Hurried along by federal legislation last year, investments related to renewable energy will continue to increase in our nation's effort to meet ambitious carbon dioxide reduction goals set for the next 25 years.

Much of this change is coming to Kansas and the other Midwest states first. We are all aware of the proliferation of wind generators in the state. This trend will continue and likely accelerate. New transmission line investment is up 175% in the last few years, mostly to support current and future renewable energy additions. Mega-sized solar farms and utility-scale battery storage units are under consideration.

Because of the rising interest in electric automobiles and stationary batteries, several battery manufacturing

facilities are under construction around the country, including one in De Soto, Kansas, by Panasonic. There hasn't been this much activity in the electric utility industry since the Rural Electrification Act in 1936.

But how do these transitions affect this co-op? For some time now, the rural electric cooperatives have been planning in anticipation of these changes. Although electric cars may seem far away, several auto manufactures plan to go all electric in the next few years. With off peak charging schedules, Twin Valley's system should handle vehicle charging well into the future with minimal upgrades.

Interest in rooftop solar has recently grown as well. This can be more of a challenge for Twin Valley, since those systems don't yet include the capacity to store excess generation.

When considering the addition of either vehicle charging or solar generation, please keep Twin Valley informed of your plans when modifying your service needs.

Elections will be held at YOUR annual meeting on April 20. We hope to see you there!



“Electric vehicles, advances in wind and solar generation, transmission upgrades, and utility-sized battery storage are not just plans, but happening today.”

Financial REPORTS

Balance Sheet AS OF DEC. 31, 2022

ASSETS	2022	2021
Total Utility Plant	\$35,147,401	\$33,712,487
Less Accum. Provision for Depr. & Amort.	7,080,663	6,524,542
Net Utility Plant	28,066,738	27,187,945

INVESTMENTS	2022	2021
Patronage Associated Organizations	2,258,439	2,223,766
Local Economic Development Projects	304,552	371,768
Total Investments	2,562,991	2,595,534

OTHER CURRENT ASSETS AND DEBITS	2022	2021
Cash	386,006	339,531
Accounts Receivable	635,856	534,028
Current Assets	401,298	323,485
Other Deferred Debits	102,822	162,492
Total Current Assets and Debits	1,525,982	1,359,536

TOTAL ASSETS \$32,155,711 \$31,143,015

LIABILITIES & OTHER CREDITS	2022	2021
Long-Term Debt	\$22,162,284	\$21,599,976
Notes Payable	-	-
Accounts Payable	323,428	355,809
Consumer Deposits Held	280,432	273,232
Other Accrued Liabilities	278,945	313,142
Other Deferred Credits	131,595	149,522
Total Liabilities & Other Credits	23,176,684	22,691,681

MEMBER EQUITY	2022	2021
Memberships	9,795	9,775
Patronage Capital	7,803,599	7,598,607
Operating Margins	486,556	142,934
Non-Operating Margins	61,368	98,365
Other Margins & Equities	617,709	601,653
Total Margins & Equities	8,979,027	8,451,334

TOTAL LIABILITIES & MEMBERS EQUITY \$32,155,711 \$31,143,015

Statement of Operations

FOR YEAR ENDING DEC. 31, 2022

INCOME	2022	2021	2020
TOTAL REVENUE	\$6,982,169	\$6,406,384	\$5,794,866

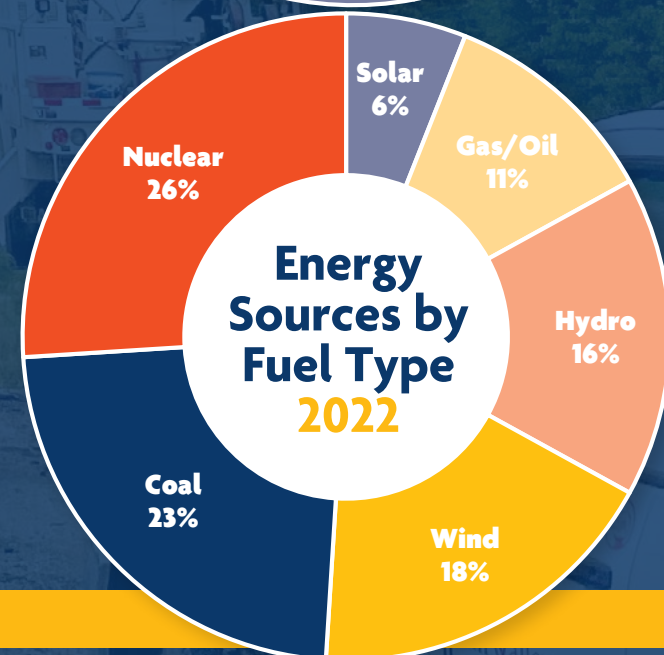
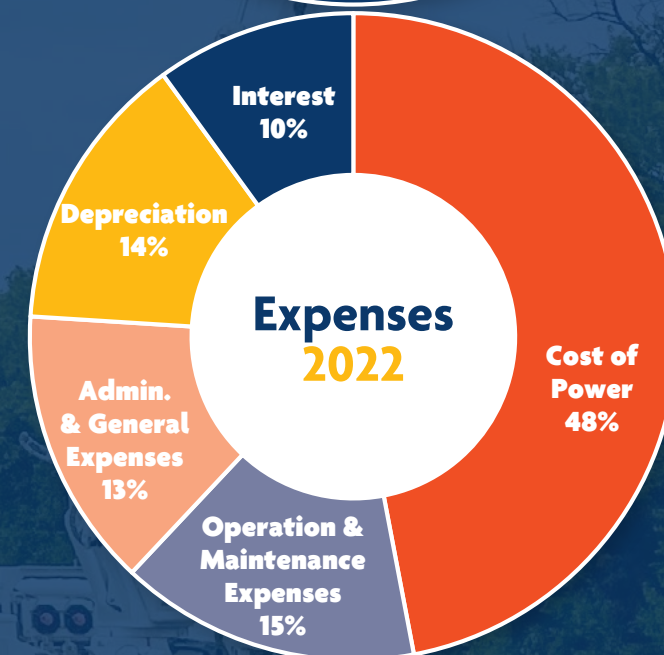
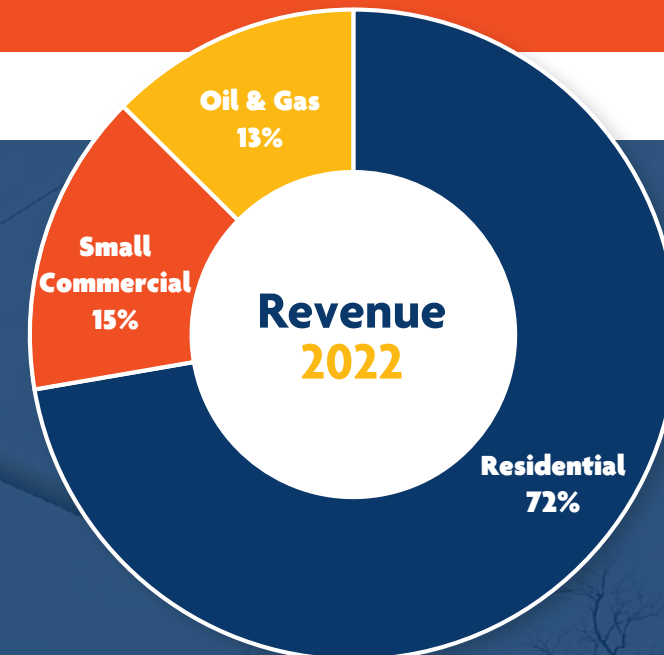
EXPENSES	2022	2021	2020
Cost of Power	3,126,397	2,952,274	2,711,780
Operation & Maintenance Expenses	1,797,154	1,809,703	1,556,505
Depreciation	926,038	885,300	904,416
Current Interest	646,024	616,173	610,101
TOTAL EXPENSES	6,495,613	6,263,450	5,782,802

Operating Margins	486,556	142,934	12,064
Non-Operating Margins	61,368	98,365	72,747
NET MARGIN	\$547,924	\$241,299	\$84,811

Property Taxes

PAID BY COUNTY

COUNTY	2022	2021	2020
Labette	282,103	294,583	306,355
Neosho	38,895	41,962	42,557
Montgomery	10,800	11,834	11,718
Cherokee	972	1,102	1,195
TOTALS	332,770	349,481	361,825





ANGIE ERICKSON
CEO

“We’ve not forgotten our mission, and we truly appreciate the support of our membership.”

CEO’s Report

Twin Valley Electric’s Annual Meeting of the Members will be held on April 20. Registration and dinner will begin at 6 p.m. The meeting will begin at 6:30 p.m. We know you all have busy schedules and limited time, so we make every effort to keep the meeting time under an hour.

The annual meeting is a good opportunity to speak with the cooperative board of directors and the employees, and to get an update on the happenings at your cooperative. If you are unable to attend, I will address many of our key activities in this report.

Weather played a significant role in 2022. Consistently high temperatures from April through October caused us all to use more energy to cool our homes. Increased sales combined with a tight rein on expenses resulted in a healthy margin for the year. Because TVEC is a cooperative owned by its members, those margins are allocated back to you.

Operationally, we continue to replace aging poles and conductor while reducing span length to strengthen our system and improve the reliability of our service. Line clearance continues to be a focus as the majority of the power outages we experience are caused by trees in the lines.

Whether we’re constructing new line, restoring power outages, or assisting members in the office, safety is always a priority. Our employees’ focus on safety has resulted in another year without a significant injury. I genuinely appreciate our employees’ dedication to working safely, as well as their dedication to serving our membership and I hope our members feel the same way.

As our board president noted in his report, the use of evolving technologies such as solar arrays and electric vehicles are becoming more prevalent on our system. You might be surprised to hear

that we support their implementation. When implemented properly, both EV’s and member solar arrays have benefits to both the member and the cooperative. Conversely, when these technologies are poorly implemented, they can have an adverse effect on TVEC and the rest of our membership. For this reason, we encourage members who are interested in EVs or solar arrays to contact our office to learn more about the proper sizing of solar arrays and proper charging of electric vehicles.

In addition to our attention to the workings of our cooperative, it is necessary that we also pay close attention to what’s happening with state and national legislation. Along with our statewide organization, Kansas Electric Cooperatives, Inc., we follow legislation impacting utilities very closely to ensure our cooperative and the members are not adversely impacted. While these efforts have been made for decades, they have never been more important than they are right now. Recently proposed legislation is pushing for change in the energy sector that is not practical, or often possible, at the pace in which the legislation would require. This is a concern for all of us. We will continue to advocate for our membership to ensure they have access to safe, reliable, and affordable energy.

TVEC was formed to provide electricity to our members and improve their quality of life. That is what we still do today. We’ve not forgotten our mission, and we truly appreciate the support of our membership.

RSVP on Back

SUBMIT BY APRIL 10 to qualify for a special drawing during the annual meeting.

MUST BE PRESENT TO WIN

PROGRAM

Thursday, April 20, 2023

LABETTE COUNTY HIGH SCHOOL CAFETERIA | ALTAMONT, KANSAS

2023 Annual Meeting

OFFICIAL NOTICE

APRIL 20, 2023

BRYAN HUCKE, SECRETARY

The 2023 Annual Meeting of the Members of The Twin Valley Electric Cooperative, Inc. will be held at the Labette County High School Cafeteria located at 601 South High School, Altamont, Kansas, on Thursday, April 20, 2023. The meeting will begin at 6:30 p.m. with an evening meal and registration beginning at 6 p.m.

- ▶ Reports of officers and directors.
- ▶ Election of three directors:
 - ▶ **HEATH STEEBY** – District 1
 - ▶ **TOM ELLISON** – District 2
 - ▶ **DARELD NELSON** – District 3
- ▶ All other business which may come before the meeting.

6 p.m.

MEAL & REGISTRATION

6:30 p.m.

BUSINESS MEETING

Call to Order

Determination of Quorum

Action on 2022 Minutes

Election of Directors

Business Reports:

BRYAN COOVER | **BOARD PRESIDENT**

DARELD NELSON | **TREASURER**

ANGIE ERICKSON | **CEO**

Youth Presentations

Service Awards

Election Results

Prize Drawings

Other Business

Adjournment