

OFFICIAL NOTICE

To the Member Addressed:

You are hereby given notice that the 2014 annual meeting of the members of Coleman County Electric Cooperative, Inc., will be held at the Winters School Cafeteria and Gym in Winters, Texas, July 18, 2014, at 7 p.m.

You will hear reports from officers plus vote in the election of three directors for a term of three years each, along with other business. Also included on the ballot this year is the proposed change to the cooperative’s Articles of Incorporation, changing the number of the members to serve on the Coleman County Electric Cooperative Board of Directors from nine (9) members to not more than nine (9) members nor less than seven (7) members.

We urge you to be present for this meeting Friday, July 18, 2014, at the Winters School Cafeteria and Gym, Winters, Texas.

Registration starts at 5:30 p.m. Each person in attendance will receive cookies and a free cup of homemade ice cream, compliments of the cooperative. The business meeting begins at 7 p.m.

Helen Bragg, Secretary-Treasurer

PROGRAM

5:30-7 p.m. REGISTRATION

Each member registering will receive a gift in addition to being eligible for other prizes. Prize drawing card on the back cover must be presented at the meeting.

6-6:50 p.m. ENTERTAINMENT

by Havlak Polka Band

7-8 p.m. BUSINESS MEETING

- Invocation
- Pledge of Allegiance
- National Anthem
- Benny Mayo, winner of CCEC talent contest in 1954
- President’s Report
- Secretary’s Report
- Manager’s Report
- Election of Directors
- Guest Speaker
- Other Business

8-8:30 p.m. DRAWING FOR PRIZES

Members must be present to win.

**ALL MEMBERS ARE URGED TO BE PRESENT.
VISITORS ARE WELCOME.**

Facilities are wheelchair-accessible.

WELCOME

We welcome you to the 76th annual meeting of your electric cooperative.

It is our desire to bring you up to date on the operations of your Coleman County Electric Cooperative, review the accomplishments of the past year and look at the challenges your cooperative will face in the future.

Above all, we encourage you to attend the annual meeting to be a part of directing the future of your cooperative. The membership, through the democratic process, elects directors to direct the affairs of your cooperative.

Coleman County Electric Cooperative is a business that belongs to the members. The definite, positive benefits of cooperative electric service, in turn, require a concerned, informed and dedicated membership.

MANAGEMENT REPORT

As your new general manager, let me say what an honor it is to be a part of an organization that has always put its members first. I would like to invite you to attend this year's 76th Annual Meeting of Members of Coleman County Electric Cooperative, and I look forward to meeting each of you personally.

This year's meeting will be in Winters at the School Cafeteria and Gym. Registration begins at 5:30 p.m., with the business meeting following at 7 p.m.

This year, you will have the opportunity to elect three directors; vote on an amendment to the Articles of Incorporation proposing to change the number of the members to serve on the board of directors from nine (9) members to not more than nine (9) members nor less than seven (7) members; and hear reports from the president, secretary-treasurer and myself. Also on the agenda will be a report from Golden Spread Electric Cooperative, our power supplier.

It seems everything today has become a bit generic, focusing more on profits than people. Yet it's nice to know we still have locally owned and controlled businesses we can count on, like Coleman County Electric Cooperative.

By receiving electricity from the co-op, you're a member and an owner of the business. You have a say in how the co-op is run. Your voice rings loud and clear every year at the annual meeting. That's where you join other members to elect folks like you to represent your concerns on a daily basis.

We're all members, just like you, and we want what you want—affordable energy bills and the comfort of knowing your lights will turn on when you flip a switch.

With those goals in mind, we work throughout the year to invest in our electric system and keep power reliable.

Plan now on attending this year's annual meeting. We look forward to seeing you there.

Clint Gardner

GENERAL MANAGER

NOMINATING COMMITTEE REPORT

The State of Texas • The County of Coleman

We, the Nominating Committee, appointed the 22nd day of April, 2014, by the board of directors of the Coleman County Electric Cooperative, Inc., met at the home office of the said cooperative at 3300 N. Highway 84, in the city of Coleman, Coleman County, Texas, on this 15th day of May, 2014, at 9 a.m., pursuant to notice duly given with the following members present, to wit:

- | | |
|-----------------------------|---------------------------|
| Bill Bredemeyer | Jerald Wilson |
| Ruth Hyde | Roy Young |
| Glenda Gassiot | Dwaine Lange |
| Harriet Fischer | Tommy Mac Connelly |
| Jerry Ellis (absent) | |

We, the Nominating Committee, hereby nominate the following six (6) persons—three (3) to be elected at the Annual Meeting of the Members to be held on the 18th day of July, 2014—to run for the office of director of said Coleman County Electric Cooperative, Inc., for a term of three years from the date of their election or until their successors shall have been duly elected and qualified, to wit:

DISTRICT 1

- | | |
|---|---|
| Roger Bryan*
3810 CR 477
Winters, TX 79567 | Timothy “Shane” Colburn
917 CR 223
Winters, TX 79567 |
|---|---|

DISTRICT 5

- | | |
|--|---|
| Anthony Strawn*
4151 CR 140
Burkett, TX 76828 | Kenneth Thate
324 CR 190
Burkett, TX 76828 |
|--|---|

DISTRICT 8

- | | |
|--|--|
| Helen Bragg*
248 CR 454
Coleman, TX 76834 | Nelda Copley
3714 FM 2805
Coleman, TX 76834 |
|--|--|

**Denotes incumbent*

Witness our hands at Coleman, Texas, this the 15th day of May, 2014.

- | | |
|------------------------|---------------------------|
| Bill Bredemeyer | Jerald Wilson |
| Ruth Hyde | Roy Young |
| Glenda Gassiot | Dwaine Lange |
| Harriet Fischer | Tommy Mac Connelly |

BOARD OF DIRECTORS



ROGER BRYAN
1984-2014
DISTRICT 1



ROGER KRUSE
Vice President
2008-2016
DISTRICT 2



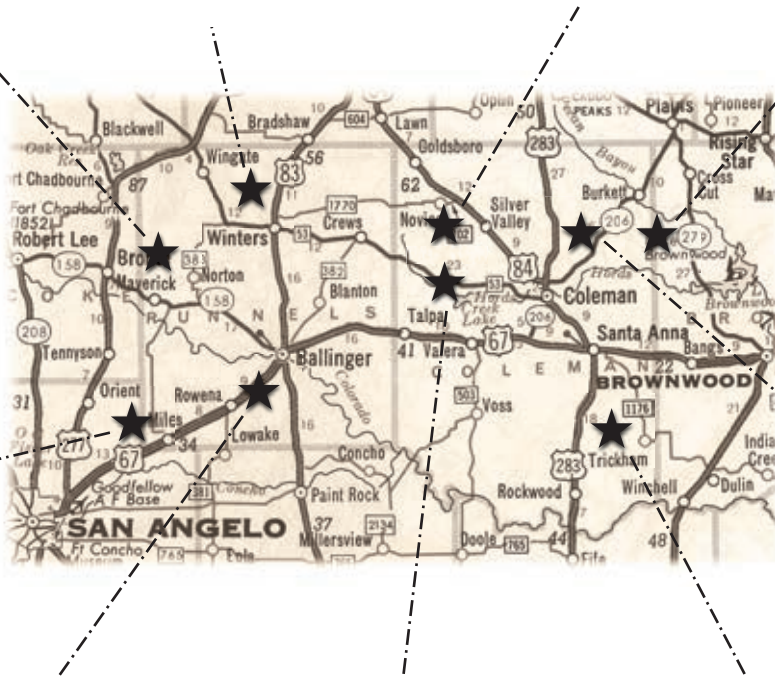
DAVID WRIGHT
2010-2015
DISTRICT 3



ANTHONY STRAWN
1993-2014
DISTRICT 5



DANIEL REDMAN
2000-2015
DISTRICT 6



JOE F. "SANDY" NEAL
2004-2016
DISTRICT 4



BOB FUCHS
President
2000-2015
DISTRICT 7



HELEN BRAGG
Secretary-Treasurer
1990-2014
DISTRICT 8



GLEN SCARBOROUGH
1998-2016
DISTRICT 9

DIRECTOR NOMINEES

DISTRICT 1

ROGER BRYAN was elected to the board of directors at the July 1984 annual meeting, and has served the cooperative ever since. Roger served as president of the CCEC board of directors for 12 years. He is a stock farmer and a crop insurance agent in the Norton area, where he has lived all his life. He and his wife, Frances, have three children and are members of the Ninth Street Church of Christ, where he has been a deacon in the church for 29 years. Roger is a member of the Norton Lions Club.

TIMOTHY “SHANE” COLBURN was born and raised in Winters. In 2008, he graduated from Texas Tech University in Lubbock. Shane is a farmer and rancher in the Winters area. He and his wife, Alison, are members of the North Main Church of Christ in Winters. They have one child and are expecting another child at the end of July.

DISTRICT 5

ANTHONY STRAWN was elected to the board of directors at the July 1993 annual meeting and has served the cooperative ever since. He has lived in Coleman County all of his life. He is a graduate of Coleman High School and attended Tarleton State University. Anthony is actively engaged in farming and ranching. He is a member of the Coleman Rodeo Association and Coleman County Farm Bureau, and he is a Mason. He and his wife, Sandi, attend St. Mark’s Episcopal Church.

KENNETH THATE was raised in Burkett and has two children. He attended the Mercedes Benz School in Kansas City, Kansas. He and his wife, Pam, are members of the Nondenominational Church in Brownwood. Kenneth owns and operates the Paint and Body Shop in Burkett.

DISTRICT 8

HELEN BRAGG has served as a member of the board of directors since June 1990 and as secretary-treasury since 2004. She attended Abilene Christian University and the University of Houston. Helen also worked as a secretary at the Highway Department in Coleman before marrying Harold Bragg. He is a rancher and they live in the Glen Cove area. They have two children and three grandchildren, and they are members of the North Main Church of Christ in Winters.

NELDA COPLEY was born and raised in Glen Cove. She attended Sam Houston State University in Huntsville. Her husband was the late Claude Copley, who passed away in 1999. Nelda has retired from what is now called Diamond Shamrock after working more than 20 years and is a seamstress and rancher, and she runs the Coleman Humane Society. Nelda was named the Rural Citizen of the Year in 2005. She has three children and five grandchildren, and she is a member of the Glen Cove Baptist Church.

COOPERATIVE STATISTICS

	2013	2012
KWh Purchased	140,721,841	137,507,348
Power Bill	\$8,278,206	\$6,839,607
KWh Sold	127,901,609	124,861,479
KWh Billing	\$12,769,712	\$11,251,950
Average Monthly Energy Revenue per Meter	\$122.98	\$109.50
Miles of Line Energized	3,773	3,769
Meters Connected at December 31	8,653	8,563
Average Month kWh Usage (Residential Only)	660	625
New Services Connected	166	161
Hours Worked	68,289	66,844
Employees	31	31
Miles Driven in Cooperative Vehicles	310,475	319,932
Outages/Yearly Average Hours per Customer	2.05	1.58

DOOR PRIZE RECOGNITION

We thank the following people and businesses for donating door prizes for our annual meeting.

Cotton Electric Services

AEP Energy Partners

Daffron & Associates

Golden Spread Electric Cooperative

SGS Engineering

WESCO

Hickman Advertising

Santa Anna National Bank

The First State Bank of Ballinger

C.H. Guernsey & Co.

Armstrong Electric

Texas Co-op Power

FINANCIAL STATEMENTS

CONDENSED FINANCIAL STATEMENT

As of December 31, 2013

ASSETS—WHAT WE OWN

Net Utility Plant	\$16,450,966
Cash and Investments	10,713,859
Accounts Receivable	1,018,978
Materials and Supplies	226,273
Prepayments and Other Assets	843,658
Total Assets	\$29,253,734

LIABILITIES—WHAT WE OWE

Long-Term Debt to CFC	\$10,260,636
Current and Accrued Liabilities	1,945,267
Total Liabilities	\$12,205,903
Net Worth—Member Equity	
Membership Fees and Deposits	\$393,913
Patronage Capital	16,653,918
Total Liabilities and Net Worth	\$29,253,734

2013 REVENUES AND EXPENSES

REVENUE—WHERE IT CAME FROM

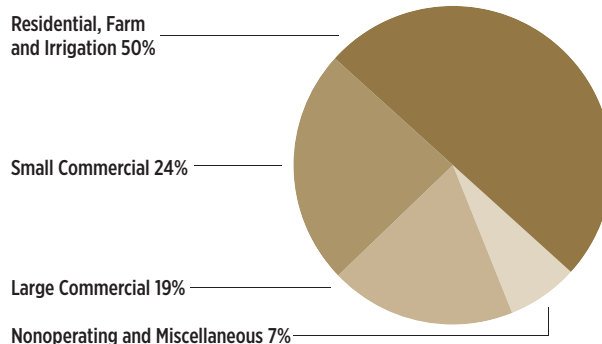
Residential, Farm and Irrigation	\$6,809,190
Small Commercial	3,371,671
Large Commercial	2,588,851
Nonoperating and Miscellaneous	944,105
Total Revenue	\$13,713,817

EXPENSES—WHERE IT WENT

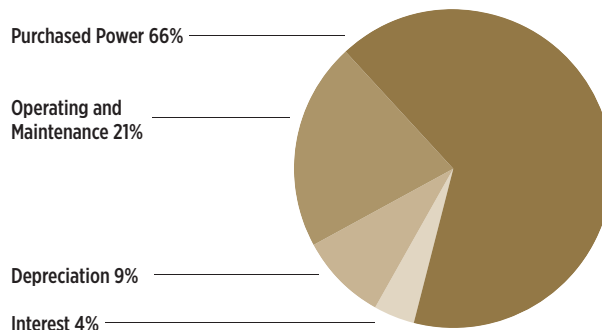
Purchased Power	\$8,278,206
Operating and Maintaining System	2,588,407
Depreciation Expense	1,074,321
Interest on Debt	482,359
Total Expenses	\$12,423,293

Margins for 2013 **\$ 1,290,524**

WHERE IT CAME FROM



WHERE IT WENT



YOUR COOPERATIVE PERSONNEL

503 YEARS OF COMBINED EXPERIENCE

COLEMAN

Aaron Aristondo	First Class Lineman	7 Months
Lindi Armstrong	Cashier/Customer Service	13 Years
Ricky Baker	Technical Meter Assistant	34 Years
Becky Brooks	Facilities and Maintenance	9 Months
Reneé Brown	Executive Assistant/HR	29 Years
Jerry Campbell	Purchasing and Warehouse Superintendent	36 Years
Jacob Carson	Apprentice Lineman	1 Year
John Casey	First Class Lineman	28 Years
Mike Curry	Equipment Operator	32 Years
Ronnie Daniel	Equipment Operator	26 Years
Clint Gardner	General Manager	3 Months
Mark Garrett	First Class Lineman	16 Years
Matt Henderson	Equipment Operator	19 Years
Michael Jewell	Line Foreman	25 Years
Michael Lobstein	Technical Meter Supervisor	35 Years
Benny Mendoza	Line Superintendent	25 Years
Kelly Smith	First Class Lineman	6 Years
Sherman Smith	Engineering Superintendent	33 Years
Synda Smith	Office Manager	16 Years
Trent Smith	Apprentice Lineman	2 Years
Kenna Stevenson	Computer Operator	3 Years
Kim Stovall	Bookkeeper/Accountant	6 Years
Kolton Titsworth	Apprentice Lineman	2 Years
Connie Turner	Cashier/Member Service	33 Years
Michael Walters	Apprentice Lineman	5 Years
Darren Wilson	Groundman/Equipment Operator	2 Months
Tony Williams	Manager of Member Service	34 Years

BALLINGER

Jeff Moreland	First Class Lineman	14 Years
Sage Brooks	Apprentice Lineman	2 Years

WINTERS

Chris Espitia	Apprentice Lineman	5 Years
Mark Kaczyk	First Class Lineman	22 Years

COOPERATIVE CONSULTANTS

Don Johnson	Attorney at Law
Jack Moss, CPA	Bolinger, Segars, Gilbert & Moss
SGS Engineering Company, P.E.	Engineering Consultants