



RELIABLE  
**RESPONSIVE**  
RESILIENT

# ANNUAL 2021 REPORT

**INTER COUNTY**  
ENERGY COOPERATIVE

A Touchstone Energy Cooperative 



# RESPONSIVE

**B**ecause we are owned by the people we serve, Inter-County Energy Cooperative has a unique accountability to our consumer-members. Throughout our history, it has been our duty to respond and adapt quickly to new and changing circumstances.

Every generation brings its own unique set of challenges, from equipment shortages during World War II to costly regulations in recent decades. Through it all, Inter-County Energy has worked with fellow cooperatives across Kentucky, and the nation to advocate for at-cost and reliable electric service for you.

The last few years have been full of challenges. And in this annual report, we would like to share a few examples of how Inter-County Energy is responsive to those needs with the best interests of our local communities always top of mind.

At our core, Inter-County Energy Cooperative is responsive to consumer-members we serve because we are led by fellow co-op members. Every member of the Inter-County Energy board of directors is a member of this co-op, democratically elected by the membership to represent the interests of all members, not special interests or outside agendas. Inter-County Energy board members are your neighbors, not some corporate or activist types who live hundreds or thousands of miles away.

We are proud of our board and grateful for their service. In addition to their supervision and guidance of Inter-County Energy, board members receive important education and training, so they are prepared to deal with the complex world of electric service.

From ice and snowstorms, to flooding and tornadoes, 2021 was one of the most challenging

weather years in Kentucky history. Inter-County Energy Cooperative was responsive to these challenges.

Of course, these natural disasters came amid the second year of COVID-19. Though everyone is ready for the end of the pandemic, it is the responsibility of Inter-County Energy to both comply with laws and regulations and protect the health and safety of employees and members. The co-op did this by:

- temporarily closing office locations to the public.
- transitioning some workforce to remote work to reduce the risk of exposure to COVID-19 to both members and employees.
- shifting crew rotations.
- morning briefings to limit interaction among crews.
- instructing crew members to drive separate vehicles to and from job sites.
- issuing lineworkers face masks made of the same fire-resistant materials as their shirts
- advising members not to approach crews to avoid potential exposure.
- sharing consistent messaging on social media, the co-op website and in *Kentucky Living*.
- adjusting the annual meeting to accommodate safety restrictions.

We know from our safety culture that complacency is a threat, so while our team worked to preserve member access to Inter-County Energy Cooperative, we also remained intentional about following safety protocols.

Being responsive to this crisis also means addressing its economic implications. While maintaining the financial stability of Inter-County Energy, our board and staff have continued to work with members who face financial uncertainty, connecting them with resources and helping

■ Cover, Safety/Loss Control Coordinator Bo McGuffey says, "Always play it safe around electricity."

■ Opposite top, Inter-County Energy employees Jadelyn Lewis and Dan Hitchcock ring the bell for the local Salvation Army.

■ Opposite bottom, Inter-County Energy line crews work safely to provide top-notch service to our members. Photos: Morgan Janssen.



Inter-County Energy was built by, belongs to and is led by people in the communities we serve.





them stay current on their bill rather than racking up large balances.

Following the cooperative principle of “Commitment to Community,” Inter-County Energy and our employees support our members and their charitable efforts through:

- employees volunteering for local charities/civic event.
- donations to Heart of Kentucky United Way.
- giving back through our Christmas Blessings program.
- volunteering at Special Olympics, the Ronald McDonald House and Salvation Army.
- in-kind support, such as helping repair or restore lighting in parks and replacing a weather alert siren.
- scholarships for students in each director district.
- sponsoring students in the Kentucky Electric Cooperative Youth Tour experience.

Inter-County Energy is responsive to the needs of local businesses

and works to attract new employers, such as the new Diageo Distillery in Lebanon. With some of the most competitive electric rates in the country and our record of reliability and resilience, we have a great story to tell.

We are grateful to the people who built Inter-County Energy in 1937 and everyone who has contributed to the stewardship of our co-op ever since. They all were responsive to the challenges and opportunities they faced. We are also grateful to the 27,000 consumer-members we serve in 12 counties in central Kentucky. You are the reason we exist, and we pledge to be responsive, reliable and resilient as we work to serve you and these communities, we all call home.

Thank you for letting Inter-County Energy Cooperative serve you, and feel free to reach out to us anytime you have a question.



■ Above, Eric Hale assists in installing a three-phase line.

■ Right, Chris Carmen puts the final touches on an underground electric service on Bonta Lane. Photos: Morgan Janssen

# OFFICIAL NOTICE OF THE 2022 ANNUAL MEMBERSHIP MEETING OF INTER-COUNTY ENERGY COOPERATIVE

## BUSINESS MEETING AGENDA

**Where:** Inter-County Energy's Main Office

**When:** Wednesday, July 27, 2022

**Registration:** 7:30 a.m. to 4:30 p.m.

**Business Meeting:** 4:30 p.m.

Pursuant to Article III, Section 3 of the Cooperative Bylaws, the annual membership meeting of this co-op organizes to take action on the following matters:

1. Call to Order
2. Appointment of Parliamentarian
3. Determination of Quorum
4. Reading of the Official Meeting Notice and Proof of Mailing
5. Reading of the Minutes of the previous Annual Meeting of Members
6. Report of the Credentials and Elections Committee
7. Election of Board of Directors for the Marion and Casey Districts
8. Unfinished Business
9. New Business
10. Report of the Officers, Board Members and Committees
11. Adjournment

Absentee voting and registration for this year's annual meeting will start in advance at our Danville and Lebanon offices on July 6 at 7:30 a.m. and end July 20 at 4:30 p.m. When registering, please remember to ask for a bucket and bulbs.

## REPORT OF NOMINATING COMMITTEE

In connection with the election of two directors scheduled for this meeting, the following members have been certified and nominated for directors by the Credentials and Elections Committee appointed by the board of directors of the cooperative—pursuant to the bylaws:

### Marion District

**Joseph H. Spalding (Incumbent)**

99 Lakeview Avenue  
Lebanon, Kentucky 40033

### Casey District

**William H. Peyton (Incumbent)**

4435 KY 906  
Hustonsville, Kentucky 40437



**Jerry Carter**  
President/CEO



**Joseph Spalding**  
Chairman



**Jason E. Todd**  
Vice Chairman



**James K. Preston**  
Secretary-Treasurer



**William Peyton**



**W. Allen Goggin**



**Louis A. Kerrick**



**James Hadden Dean**  
Attorney

# 2021

# INTER-COUNTY YEAR IN REVIEW

## ACTIVE ACCOUNTS

As of December 31, 2021

Boyle.....	3,723
Casey .....	1,996
Garrard .....	5,059
LaRue.....	169
Lincoln .....	7,577
Madison.....	49
Marion .....	5,937
Mercer .....	2,088
Nelson .....	411
Rockcastle .....	33
Taylor.....	78
Washington .....	249
Total.....	27,369

## ACCOUNTS BILLED

2021.....	27,369
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## AVERAGE KWH USAGE

(residential per month)

2021.....	1,277
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## MILES OF LINE

2021.....	3,965
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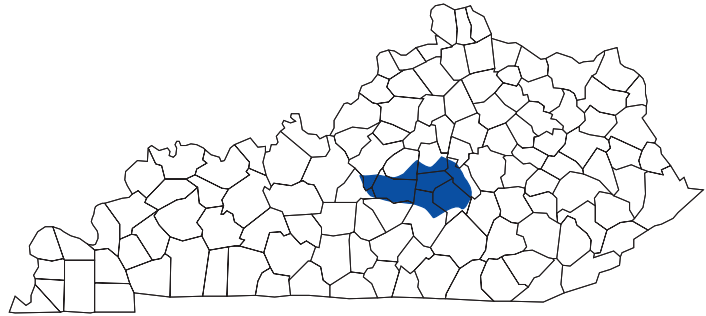
## CONSUMERS PER MILE

2021.....	6.9
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## FOR INFORMATION AND INQUIRIES

1009 Hustonville Rd  
 Danville, KY 40422  
 (859) 236-4561  
 (888) 266-7322  
[www.intercountyenergy.net](http://www.intercountyenergy.net)

## SERVICE AREA



We clear certain areas in our service territory, known as rights of way, to:

- Keep power lines clear of tree limbs
- Restore power outages more quickly
- Reduce unexpected costs for repairs



Maintaining rights of way improves service reliability for you—our members!

# ENERGY COOPERATIVE

## STATEMENT OF OPERATIONS

As of December 31, 2021

Operating Revenue .....\$53,907,454

### OPERATING EXPENSE

Purchased Power .....\$37,147,931

Operating System.....11,178,432

Depreciation.....4,711,006

Taxes.....69,519

Interest on Loans .....1,694,057

Other Deductions.....21,970

**Total Cost of Electric Service ..... \$54,822,915**

**Operating Margins..... (\$915,461)**

Non-Operating Margins .....1,370,423

G & T Capital Credits .....480,226

Other Capital Credits .....186,105

Patronage Capital and Margins.....\$1,121,293

## BALANCE SHEET

As of December 31, 2021

### ASSETS

Total Utility Plant.....\$143,533,578

Less Depreciation .....47,160,554

Net Utility Plant .....\$96,373,024

Investments in Associate Organization.....\$33,095,377

Cash.....7,308,877

Accounts and Notes Receivable.....5,655,246

Inventory.....737,135

Prepaid Expenses .....298,707

Deferred Debits and Other Assets .....408,304

**Total Assets .....\$143,876,670**

### LIABILITIES

Consumer Deposits .....766,880

Membership and Other Equities .....52,405,314

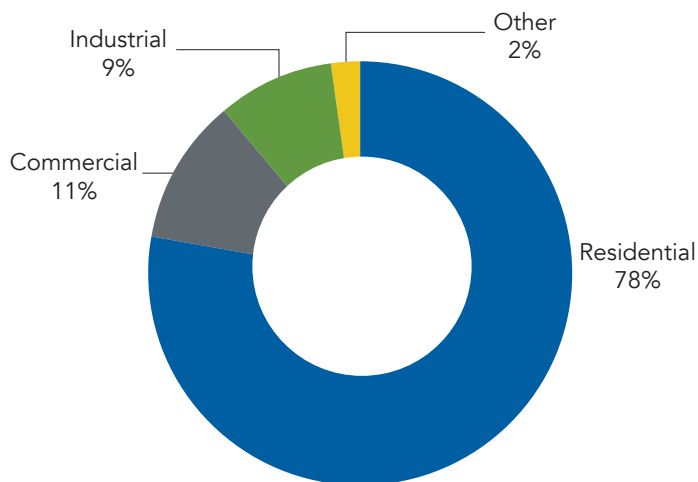
Long-Term Debt .....78,256,945

Notes and Accounts Payable .....11,070,053

Other Current Liabilities .....1,377,478

**Total Liabilities.....\$143,876,670**

## REVENUE SOURCES



## COMMUNITY-FOCUSED

Electric cooperatives are different than other types of energy providers.

- We are led by consumer-members just like you.
- We were built by the community we serve.
- We still belong to the community.



2022

# INTER-COUNTY ENERGY COOPERATIVE ANNUAL MEETING

WADE HARRIS

WEDNESDAY, JULY 27 • 4:30 P.M.

## INTER-COUNTY ENERGY'S MAIN OFFICE

1009 Hustonville Rd  
Danville, KY 40422

Registration: 7:30 a.m. to 4:30 p.m.

Business Meeting: 4:30 p.m.

## MEMBER APPRECIATION DAY WEDNESDAY, JULY 20, 2022

Registration: 7:30 a.m.–4:30 p.m.

**Where:** Lebanon District Office  
46 Old Kentucky 68  
Lebanon, KY



**FREE Energy-saving lightbulb for members who attend!**

Each registered member will receive a bucket and LED bulb and will be entered into drawings for door prizes.



A Touchstone Energy Cooperative 