

# 2022 ANNUAL REPORT



**SUPPORT** | ADVOCATE | EDUCATE



A Touchstone Energy Cooperative 



## SUPPORT

**B**ecause you are reading this annual report, chances are you already know that Inter-County Energy only exists because of the consumer-members who own our cooperative.

When Inter-County Energy was founded in 1937, friends and neighbors banded together to create a new kind of electric utility, where the voice of every person made a difference.

Electric cooperatives brought electric power to the countryside when no one else would. Today, Inter-County Energy and more than 900 other electric co-ops across America continue to answer that call. Focusing on member needs, Inter-County Energy provides much more than competitively priced, reliable energy. We are committed to supporting our communities and improving the quality of life for the consumer-members who live here.

### OUR BOARD

The support and dedication of our board is essential. In addition to supervising and guiding Inter-County Energy, board members

receive important education and training, so they are prepared to support your co-op as we deal with the complex challenges of electric service.

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.

### MEMBER SUPPORT

As a cooperative, Inter-County Energy is your consumer advocate, speaking up for commonsense policies that promote reliable power as cost-effectively as possible.

With the support of our fellow co-ops, we advocate for member interests, such as preventing extra charges from appearing on your bill, promoting a robust mix of energy sources and protecting the not-for-profit cooperative business model.

▲  
Inter-County Energy Employees about to start their projects for United Way Day of Caring. Photo: Morgan Janssen

Above right, Brandon Martin working to restore power during the March 2023 windstorm. Photo: April Burgess

►  
Drew Stevens, Biologist, presented the reptile and amphibian program to preschool students at Mercer County Elementary. Photo: April Burgess

On the Cover: Chase Gander, Service Technician for Lincoln County who has been with our co-op for 19 years. Photo: Josh Hale





Amid rampant inflation, Inter-County Energy is a resource hub for members who need help. We follow the cooperative principle of “Commitment to Community” by working with our members and local Community Action agencies so our members will have access to energy bill assistance.

Our employees support Big Brothers Big Sisters, United Way and our own Christmas Blessings program.

Inter-County Energy supports our local communities by joining civic organizations and local chambers of commerce. The co-op even assisted in the design of the new Perryville Battlefield sign as well as landscaping.

Our youth program involvement is one of our most important as we support high school-age students with scholarships and participation in the Washington Youth Tour and Frankfort Youth Tour.

## COMMUNICATIONS

Inter-County Energy is committed to open, transparent and helpful communications. In *Kentucky Living*, social media and on [www.intercountyenergy.net](http://www.intercountyenergy.net) we share updates, tips and important information about our communities. We work to combat scams that target our members, from phone scams to dishonest sales pitches.





As a consumer advocate, Inter-County Energy is a clearinghouse for reliable information about matters that affect your bill and electric service, such as the rising costs for fuels used to create electricity, energy efficiency ideas to help manage your costs, and protecting the sales tax exemption for utility services at primary residences. We have tools available on our website and member portal to conduct online energy audits as well as information on our Levelized Billing and PrePay Metering Programs.

## ECONOMIC DEVELOPMENT

In partnership with Kentucky's Touchstone Energy Cooperatives, Inter-County Energy supports local businesses and works to attract new employers. Leading up to 2022, Inter-County Energy worked to bring more jobs and tourism to Lebanon and Marion counties by assisting Diageo-North America with its electric needs. In addition, a new distillery

announced it is locating to the same area and has already done prep work on the new site.

We continue to work with existing businesses to assist them in expansion plans that will eventually add more jobs that benefit the local communities. 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.

## ON THE LINE

All of us at Inter-County Energy are committed to the safe support of our membership. Though any business benefits from a safety culture, the inherent dangers of electricity require Inter-County Energy to be especially dedicated to safety.

Our crews follow strict guidelines and receive regular training so that they can return home safely no matter the conditions or tasks at hand.

Cooperatives nationwide are a huge family, and we work together when one of those cooperatives needs assistance with storm restoration.

## A SUPPORT NETWORK

Many people find support networks in a circle of friends, their extended family, a local church, self-help groups and even online communities. In addition to our members, our cooperative is supported by Kentucky's Touchstone Energy Cooperatives, the statewide association and the collaboration of more than 900 electric cooperatives across the country.

As Inter-County Energy provides this annual report of our operations, please know how much we value and rely on your support. We're here for you, too, as we all work together to support our local communities.

Morgan Janssen, Communication & Public Information Specialist & Tracy Linkous, Payroll Specialist, clean up the landscape at the Lexington RMDH.  
Photo: Tim Webb

# Official Notice of the 2023 Annual Membership Meeting of Inter-County Energy Cooperative

## Inter-County Energy's Main Office

Friday, July 21, 2023

Registration: 7:30 a.m.–4:30 p.m.

Business Meeting: 4:30 p.m.

### Business Meeting Agenda

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 Garrard & Madison and Boyle Districts
8. Unfinished Business
9. New Business
10. Report of the Officers, Board Members and Committees
11. Adjournment

### 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:

#### Garrard & Madison District

**J. Kevin Preston (incumbent)**

1606 Bethel Rd.  
Lancaster KY 40444

#### Boyle District

**W. Allen Goggin (incumbent)**

1273 Caldwell Lane  
Danville KY 40444



**Jerry Carter**  
President/CEO



**Joseph Spalding**  
Chairman



**Jason E. Todd**  
Vice Chairman



**J. Kevin Preston**  
Secretary-Treasurer



**William Peyton**  
Director



**W. Allen Goggin**  
Director



**Louis A. Kerrick**  
Director



**James Hadden Dean**  
Attorney

# 2022 Inter-County Energy Cooperative YEAR IN REVIEW

## ACTIVE ACCOUNTS

As of December 31, 2022

Garrard.....	5,152
Lincoln.....	7,638
Boyle.....	3,770
Marion.....	6,016
Mercer.....	2,120
Nelson.....	419
Casey.....	2,014
LaRue.....	169
Washington.....	255
Taylor.....	78
Madison.....	58
Rockcastle.....	31
Total.....	27,720

## ACCOUNTS BILLED

2022.....27,720

## AVERAGE KWH USAGE

(residential per month)

2022.....1,137

## MILES OF LINE

2022.....3,989

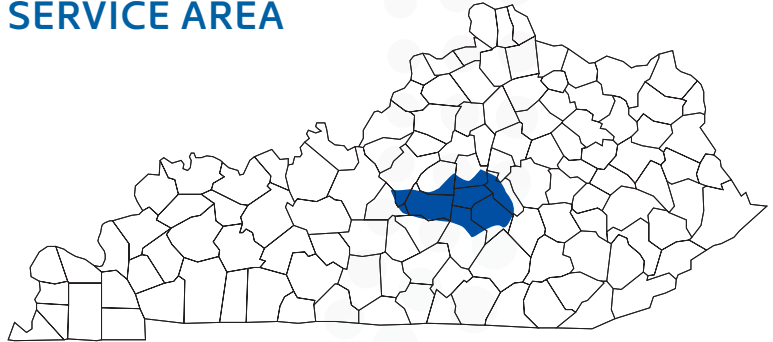
## CONSUMERS PER MILE

2022.....6.95

## FOR INFORMATION AND INQUIRIES

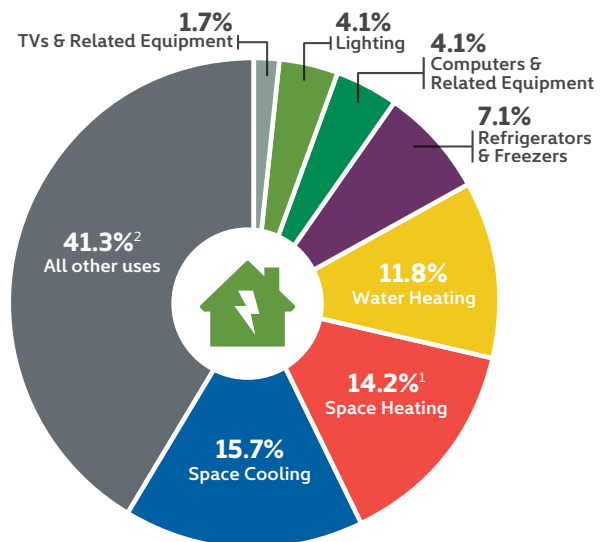
1009 Hustonville Rd  
Danville, KY 40422  
(859) 236-4561  
(888) 266-7322  
www.intercountyenergy.net

## SERVICE AREA



## How Americans Use Electricity

The latest data from the U.S. Energy Information Administration shows the combined use of clothes washers and dryers, dishwashers, small appliances and other electrical equipment (noted as "all other uses" below) accounts for the largest percentage of electricity consumption in American homes.

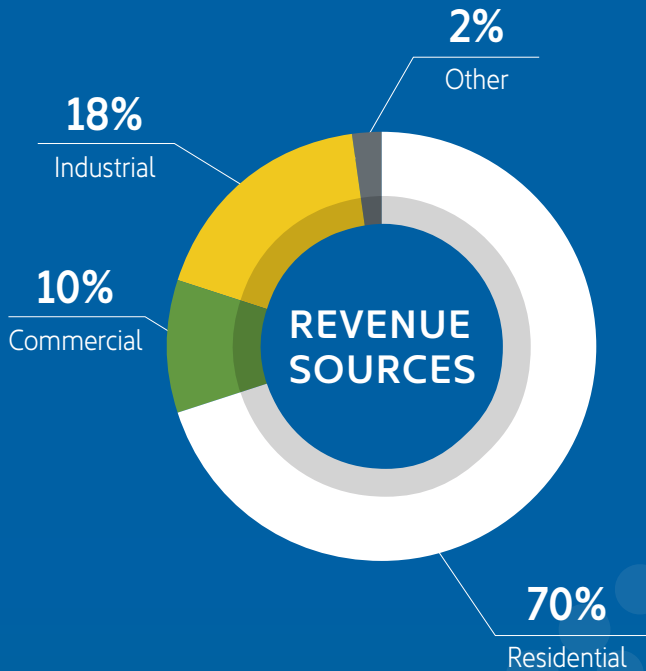


Source: Energy Information Administration 2021

<sup>1</sup>Includes consumption for heat and operating furnace fans and boiler pumps.

<sup>2</sup>Includes miscellaneous appliances, clothes washers and dryers, stoves, dishwashers, heating elements, and motors.

# FINANCIALS



As September 1, 2023 approaches, don't forget that Inter-County Energy will be implementing a new software that will improve technology by providing our members better access to their daily energy usage. Change is on the way, and always, we will be here to assist you every step of the way.

## STATEMENT OF OPERATIONS

As of December 31, 2022

Operating Revenue.....\$73,048,908

### OPERATING EXPENSE

Purchased Power ..... \$51,585,310  
 Operating System..... \$11,829,803  
 Depreciation.....\$4,833,206  
 Taxes ..... \$52,753  
 Interest on Loans ..... \$1,730,869  
 Other Deductions ..... \$8,759

**Total Cost of Electric Service..... \$70,040,700**

Operating Margins ..... \$3,008,208  
 Non-Operating Margins..... \$34,882  
 G & T Capital Credits ..... \$1,594,365  
 Other Capital Credits ..... \$145,135

**Patronage Capital and Margins ..... \$4,782,590**

## BALANCE SHEET

As of December 31, 2022

### ASSETS

Total Utility Plant..... \$148,956,129  
 Less Depreciation..... \$50,048,345  
 Net Utility Plant ..... \$98,907,784  
 Investments in Assoc. Organization ..... \$33,839,487  
 Cash ..... \$8,119,995  
 Accounts and Notes Receivable ..... \$7,207,046  
 Inventory..... \$991,971  
 Prepaid Expenses..... \$295,160  
 Deferred Debits and Other Assets ..... \$541,965

**Total Assets ..... \$149,903,408**

### LIABILITIES

Consumer Deposits.....\$801,933  
 Membership and Other Equities .....\$57,066,339  
 Long-Term Debt..... \$83,861,002  
 Notes and Accounts Payable.....\$7,046,456  
 Other Current Liabilities.....\$1,127,678

**Total Liabilities ..... \$149,903,408**

2023

# Inter-County Energy Cooperative Annual Meeting

FRIDAY, JULY 21

## Inter-County Energy's Main Office

1009 Hustonville Rd  
Danville, KY 40422

Registration: 7:30 a.m.–4:30 p.m.  
Business Meeting: 4:30 p.m.

**FREE Energy-saving lightbulbs  
for members who register!**

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



MORGAN JANSEN

**INTER**  **COUNTY**  
ENERGY COOPERATIVE

A Touchstone Energy Cooperative 