



**BUILDING ON THE PAST...**

**EST. 1938**



1938



1950



1970



1989



1992

**...MOVING TOWARD THE FUTURE**



A Touchstone Energy® Cooperative 

2019 ANNUAL REPORT

**SERVING OUR MEMBERS  
YESTERDAY. TODAY. ALWAYS.**



■ Above, Collections Coordinator Gwen McCubbin. Photo: Sarah Fellows.

■ Opposite page, Nolin RECC line technicians participate in the Kentucky Lineman's Rodeo in September 2019. Photo: Wade Harris

**A**t Nolin RECC, we are committed to those we serve. We embrace the concept that continual evolution and improvement is the only way to meet the growing and changing needs of our members. To that point, we are endeavoring a rebranding to best represent who we are and what we hope to become. The logo you see on the cover of this report is both a tribute to our heritage as well as a fresh, crisp look that will serve us well as we move into the future. While the logo itself is a small change, it represents a larger theme of improvements taking place at your cooperative.

As we all know, the unfortunate and devastating health and economic impacts of COVID-19 have made business as usual nearly impossible. Despite this, we have stayed hard at work at Nolin RECC and feel that we have many exciting things on the horizon.

In the coming months, you may notice several key changes. We are currently undertaking a major overhaul of our website. This is being done to offer you a more user-friendly experience that is both easy to navigate and more aesthetically pleasing. For those of you who receive mailed paper bills from us, we are working on a bill re-design that we

believe will offer a much cleaner, graphically-oriented and informative way for you to view the individual elements that effect your bill. We are also in the infancy of building a helpful, informational and hopefully entertaining podcast program called *Wire-to-Wire with Nolin RECC*. All of these things are important reflections of our commitment to the members we serve.

For those of you with an energy conservation focus, we are now several months into an exciting new program called BYOT-Bring Your Own Thermostat. For members who wish to participate in this program, enrollment is simple. You sign up through your qualifying Wi-Fi thermostat manufacturer, which allows for your device to be controlled during peak times to offset system demand. In exchange for this, you receive a one-time \$10 bill credit and a \$20 annual credit thereafter for ongoing enrollment. If you purchased your thermostat on or after March 2, 2019, you may be eligible for an additional \$100 bill credit.

Even though COVID-19 has created operational challenges for Nolin RECC, it has allowed us to round out some previously untapped technologies and skillsets. Bringing these things into focus now should only make us stronger in the future. We are proud to be your cooperative and look forward to seeing you soon.

## OFFICIAL NOTICE OF ANNUAL MEETING OF MEMBERS OF NOLIN RURAL ELECTRIC COOPERATIVE CORPORATION

**Where:** Nolin RECC Office, 411 Ring Road, Elizabethtown

### NEW Drive-thru registration\*:

- Wednesday, June 17, 2020..... 8 a.m.–5 p.m.
- Thursday, June 18, 2020..... 8 a.m.–5 p.m.
- Friday, June 19, 2020..... 8 a.m.–2 p.m.

*\*Members will only be able to register in the drive-thru.*

For registration, bring the card you received in the mail. Members will receive their bucket, bulbs and gift at drive-thru registration. Members will also be entered in the drawing to win cash prizes during registration and do NOT need to be present to win.

**Business Meeting:** Friday, June 19, 2020, 3 p.m.

**Where:** Nolin RECC's Cooperative Meeting Center

*Watch [www.nolinrecc.com](http://www.nolinrecc.com) and Nolin's Facebook page for details.*

**Greg Lee**  
President & CEO

**John J. Scott**  
Attorney

### BOARD OF DIRECTORS

**David P. Brown**  
Chairman

**Gene Straney**  
Vice Chairman

**A.L. "Buddy" Rosenberger**  
Secretary-Treasurer

**Lawrence Ireland**

**R.E. "Rick" Thomas**

**Linda Grimes**

# DIRECTOR ELECTION

## DISTRICT 1

A.L. “Buddy” Rosenberger is a Hardin County farmer who raises corn, soybeans, small grains and beef cattle. His farm is located in the Rineyville area near Four Corners. After graduating from Valley High School, he attended the University of Kentucky and earned a Bachelor of Science degree in agriculture. Rosenberger served three years active Army duty, including a 13-month tour in Vietnam as a helicopter pilot. Rosenberger and his wife, Carol, are members of Rineyville Baptist Church. They have two children, Fritz and Gretchen, and nine grandchildren. Watching UK football and basketball games is a favorite activity for the Rosenbergers.

Rosenberger has served as a Nolin director since July 1978, and during

the past 23 years he has held the office of secretary-treasurer. He has completed the Board Leadership Program, earned his director gold certification, and is a Credentialed Cooperative Director through the National Rural Electric Cooperative Association Director Education Program. In addition, he currently represents Nolin RECC on the East Kentucky Power Cooperative board.

Personal remarks from Buddy Rosenberger: “I believe in the cooperative way of doing business. Member ownership and democratic control work for the benefit of all members regardless of age or status. Cooperatives laid the foundation for rural America and continue to improve the way of life for everyone. I would like to have the opportunity to serve as your director for another three years.”



**A.L. “Buddy” Rosenberger**

## DISTRICT 4

David P. Brown is employed at Irving Materials, Inc. (IMI) in Elizabethtown. He and his brother also work on their family farm near Hodgenville. Brown and his wife, Michelle, have four daughters, Kaelyn, Danielle, Ivy and Presley. The Browns also have three grandchildren, Owen, Kampbell and Asher. Brown enjoys golf and spending time with his family.

Brown began serving on the Nolin board in June 1994 and was elected chair of the board in 2003. He is a Credentialed Cooperative Director through the National Rural Electric Cooperative Association Director Education Program. He served on the Hardin/LaRue County Southern States

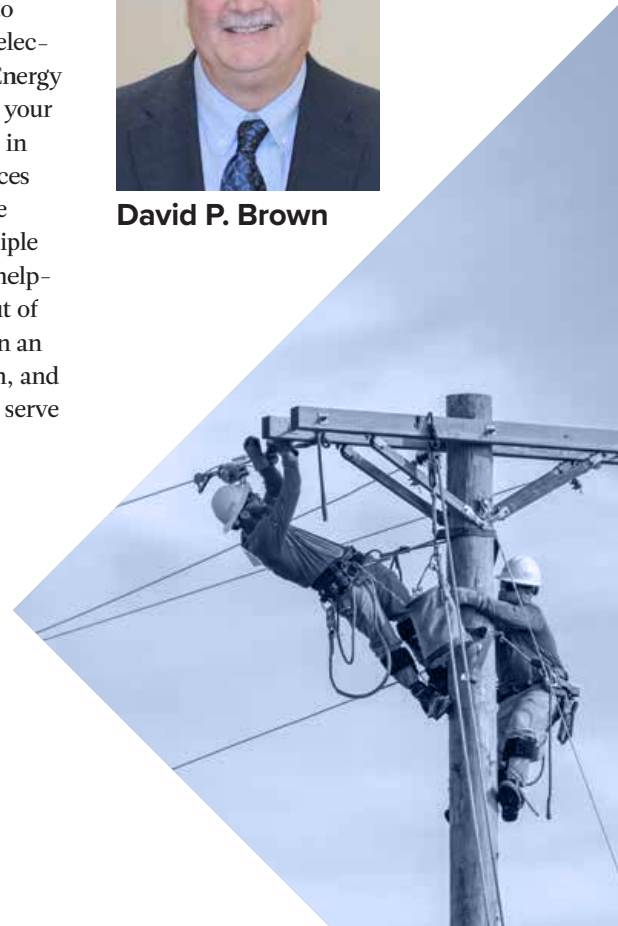
board and is a past member of the LaRue County Extension Council.

Personal remarks from David Brown: “I am committed to all members and will do my best to ensure you continue to receive safe, affordable and reliable electricity. I believe in the Touchstone Energy Cooperative values and will see that your co-op maintains its strong presence in our communities with needed services and support systems. I believe in the importance of the cooperative principle of education and I am dedicated to helping our youth understand the benefit of cooperative membership. It has been an honor to serve the members of Nolin, and I look forward to the opportunity to serve you for another term.”



**David P. Brown**

**Ballots must be returned  
to Nolin RECC by Friday,  
June 19, 2020, 10 a.m.**



## ACTIVE ACCOUNTS

As of December 31, 2019

Breckinridge .....	26	Hart .....	282
Bullitt .....	1	LaRue .....	4,472
Grayson .....	364	Meade .....	109
Green .....	120	Taylor .....	94
Hardin .....	30,027	TOTAL .....	35,495

## AVERAGE KWH USAGE

(residential per month)

2019 .....	1,224
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## MILES OF LINE

Overhead .....	2,477
Underground .....	433

## METERS PER MILE

2019 .....	12.19
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## STATEMENT OF OPERATIONS

As of December 31, 2019

Operating Revenue .....	\$75,724,258
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### OPERATING EXPENSE

Purchased Power .....	\$51,398,427
Operating System .....	\$16,200,687
Depreciation .....	\$4,923,789
Interest on Loans .....	\$2,989,963
Other Deductions .....	\$105,098
Total Cost of Electric Service .....	\$75,617,964

Operating Margins .....	\$106,294
Non-Operating Margins .....	\$1,475,817
Other Capital Credits .....	\$3,233,107
Patronage Capital and Margins .....	\$4,815,218

## BALANCE SHEET

As of December 31, 2019

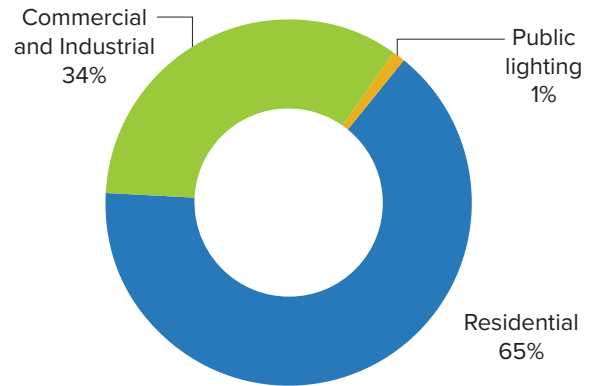
### ASSETS

Total Utility Plant .....	\$125,477,084
Less Depreciation .....	\$52,346,835
Net Utility Plant .....	\$73,130,249
Non-Utility Property and Other Investments .....	\$49,017,830
Cash and Reserves .....	\$3,236,881
Accounts and Notes Receivable .....	\$43,178,984
Inventory .....	\$1,139,801
Total Assets .....	\$169,703,745

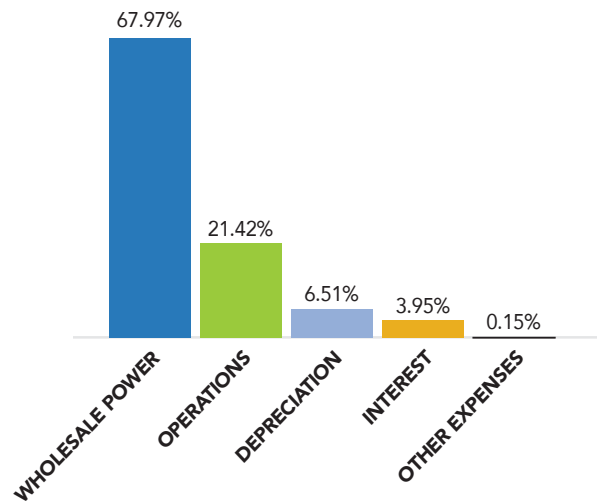
### LIABILITIES

Membership and Other Equities .....	\$76,148,074
Long-Term Debt .....	\$75,978,512
Notes and Accounts Payable .....	\$13,527,391
Current and Accrued Liabilities .....	\$3,929,931
Deferred Credits and Miscellaneous .....	\$119,837
Total Liabilities .....	\$169,703,745

## KWH SALES BY CUSTOMER CLASS

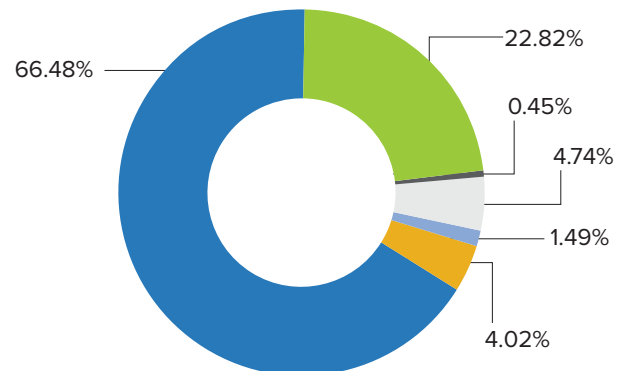


## EXPENSE DRIVERS



## REVENUE SOURCE

(as a percentage of total dollars)



- Residential Sales
- Commercial & Industrial Sales
- Public, Street and Hwy Lighting Sales
- Fort Knox Operations
- Miscellaneous Service Revenue
- Capital Credit Allocations