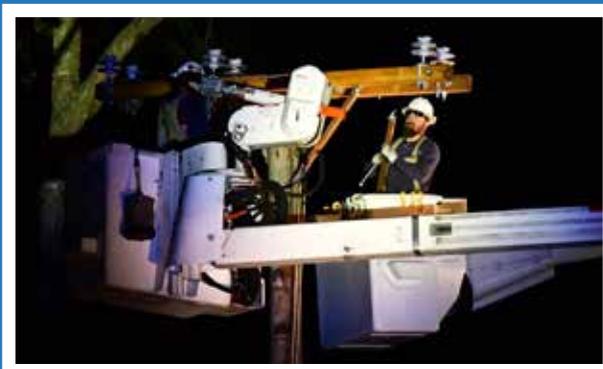
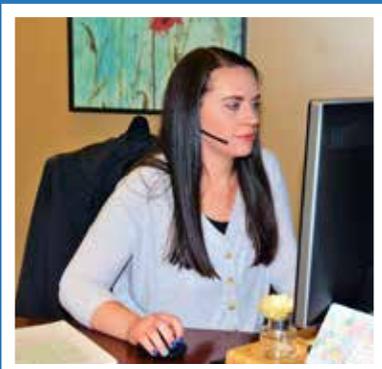


NOLIN

A Touchstone Energy® Cooperative 



2020 ANNUAL REPORT

INTEGRITY ON THE LINE

A MESSAGE FROM PRESIDENT & CEO GREG LEE

Who we are is more than what we do.

Providing safe, reliable, affordable electricity to our members is our mission. This is the reason we were created by local residents in 1938. I am very proud of what we do, but I believe who we are is even more than that.

Nolin RECC has been a trusted partner in this community since the first days of the co-op. Long before I or any of our current employees worked here, the foundation on which Nolin operated was hard work and accountability. These core values were firmly established in the integrity of those who first turned the lights on.

This foundation also included the drive to look ahead. Nolin's founders could not have brought power to this area without the willingness to see beyond what already was. Without their willingness to spearhead this effort,

this part of Kentucky might look very different.

We strive to continually raise our standard of performance. We build on our heritage through our efforts to provide reliable service and respond promptly to disruptions, to communicate transparently with members, and to be responsible stewards of our members' resources.

In the past year, we continued to work hard to dependably deliver electrical service to our members. Efforts to upgrade our system and increase the efficiency of our processes have resulted in improved reliability and reduced service interruptions.

In January, we launched a completely redesigned website. This platform for communication and member engagement offers not only the online tools that our members have come to rely on, but also

new resources that provide a convenient "one-stop shop" for our members that is accessible 24 hours a day.

In addition, we were able to retire \$1.3 million in capital credits back to our members.

This year has also brought exciting opportunities for growth.

Launching a new wholly-owned subsidiary, Wide Open Utility Service, is a significant step toward the future. With its capacity to cut our costs and provide key services needed to reliably operate our business, this opportunity is one that will help us continue to meet the high standards we have set for ourselves.

Our values are integrated into every decision and every action we take because we believe that who we are matters. We understand, as our founders did, that our integrity is on the line.



NOLIN RECC BOARD OF DIRECTORS

From left, Secretary-Treasurer A.L. "Buddy" Rosenberger, Lawrence Ireland, Attorney John J. Scott, Vice Chair Gene Straney, Chair David P. Brown, President & CEO Greg Lee, R.E. "Rick" Thomas and Linda Grimes. Photo: Sarah Strader

■ Cover, top left, Wide Open "Sky Trim" vehicle; top middle, Cashier Christina Stottmann; top right, line technicians (photo: Senior Service Tech Jamie Price.) Center left, Wide Open Crew Leader Steven Vittitoe; center middle, Nolin crews pull three phase line in Hardin County; center right, System Engineer Jordan Horsley. Bottom left, Customer Service Rep Katrina Biddle; bottom middle, Senior Line Tech Jake Leasor (photo: Senior Line Tech Shaun Scherer) bottom right, Wide Open Senior Trimmer Brandon Stinnett. Photos: Sarah Fellows, unless otherwise noted.

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

Where: Nolin RECC Office, 411 Ring Road, Elizabethtown

Drive-thru registration*:

Wednesday, June 16, 2021 ... 8 a.m.–5 p.m.

Thursday, June 17, 2021 8 a.m.–5 p.m.

Friday, June 18, 2021 8 a.m.–2 p.m.

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

For registration, bring the cards 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 18, 2021, 3 p.m.

Where: Nolin RECC's Cooperative Meeting Center (Meeting will be live-streamed)

Watch www.nolinrecc.com and Nolin's Facebook page for details.

DIRECTOR ELECTION

DISTRICT 3

Raymond E. "Rick" Thomas is a lifelong resident of Hardin County. He graduated from West Hardin High School and received an Associate Degree in Business from Elizabethtown Community College. Rick is also a graduate of the Philip Morris Agricultural Leadership Development Program at the University of Kentucky, and the Kentucky Cattlemen's Association Leadership Development Program.

Rick began his career in the family trucking business, Thomas Poultry and Egg Company, while farming part time. Rick and his wife Donna married in 1977. They purchased the Bethlehem Academy Farm in 1988 and farmed full time, until semi-retiring in 2020.

Rick has served as a director on Nolin RECC's board since December 2004, when he was appointed to replace retiring board member, Bob Wade, Sr. Rick is a Credentialed Cooperative Director and completed the Board Leadership Program through the NRECA Director Education Program. He and Donna are members of St. Ambrose Catholic Church in Cecilia, where he serves on the parish council as vice-chairman and the building maintenance supervisor. The couple received the Distinguished Farm City Relations Award in 2003 and the Lifetime Achievement Award from the Kentucky Angus Association in 2015. Rick is a recipient of the Jack Snyder award

presented by the Elizabethtown Rotary Club, the Distinguished Service to Agriculture award presented by Hardin County Farm Bureau, and the Master Conservationist award presented by the Kentucky Soil and Water Conservation Commission. In 2020, Rick was selected by the Nolin Board to replace retiring East Kentucky Board Director, Buddy Rosenberger, on East Kentucky Power Cooperative's Board.

Personal remarks from Rick Thomas: *"I have appreciated the opportunity to serve as Nolin's District 3 Director, and I appreciate the confidence my fellow board members have shown by appointing me as the director representative for Nolin on the East Kentucky Power Cooperative Board. I am committed to the co-op members' interest in maintaining and improving the services available and keeping our rates as low as possible. I pledge to do my best to ensure safe, reliable and affordable electricity for present and future co-op members, while carrying on the legacy of this cooperative."*



SARAH STRADER

R.E. "Rick" Thomas

DISTRICT 5

Linda Grimes along with her husband, Coleman, and brother-in-law and his wife, own and operate Grimes Farms in LaRue County. They grow corn and soybeans and have Red Angus beef cows.

Linda and Coleman have two children: Joyce and Warren. Joyce and her husband Greg have 3 daughters: Emily, Leann and Breanna. Warren is soon to be married to Mallory Powers and works on the family farm. Linda and her husband are members of Mt. Tabor Baptist Church in Buffalo where Linda serves as the Minister of Music and is very active in church ministry to children and youth. A lifelong member of her community and graduate of LaRue County High School, Linda is very active in several organizations. She has been involved with Lincoln Days Celebration for many years and is a member of the Music City Christian Fellowship. In 2010, Linda earned the honor of receiving the "Bobby McDowell Award of Excellence."

Linda's love for music and singing have taken her across the local area performing with the bluegrass-country gospel group, Brighter Day. She has also been honored to sing on the stage of the Ryman Auditorium and Grand Ole Opry stage in Nashville.

Linda enjoys riding motorcycles, working outdoors and cherishes time spent with her family.

Linda was elected by Nolin members to serve as director of District 5 in June 2009. She has completed the Credentialed Cooperative Director Program, Board Leadership Program and the Director Gold Program through NRECA.

Personal remarks from Linda Grimes: *"It is a great honor to serve as your director. I feel the directors have an obligation to, and are accountable for, making the best decisions for the cooperative members. I have gained knowledge of the workings of the business of delivering safe, reliable and affordable electricity to our members, and will continue to stay informed by attending educational programs and meetings to better serve you. I will continue to keep the members' needs foremost when helping make decisions for our cooperative. I ask for your support and thank you for allowing me to be your director."*



SARAH STRADER

Linda Grimes

ACTIVE ACCOUNTS

As of December 31, 2020

Breckinridge	30	Hart	305
Bullitt	1	LaRue	4,673
Grayson	403	Meade	129
Green	133	Taylor	105
Hardin	30,721	TOTAL	36,500

AVERAGE KWH USE

(residential per month) 1,183

MILES OF LINE

Overhead 2,476

Underground 495

METERS PER MILE 12.29

STATEMENT OF OPERATIONS

As of December 31, 2020

Operating Revenue \$70,710,438

OPERATING EXPENSE

Purchased Power \$45,339,762

Operating System \$15,702,356

Depreciation \$4,578,630

Interest on Loans \$2,311,086

Other Deductions \$68,275

Total Cost of Electric Service \$68,000,109

Operating Margins \$2,710,329

Non-Operating Margins \$1,029,919

Other Capital Credits \$2,096,913

Patronage Capital and Margins \$5,837,161

BALANCE SHEET

As of December 31, 2020

ASSETS

Total Utility Plant \$129,154,429

Less Depreciation \$55,300,547

Net Utility Plant \$73,853,882

Non-Utility Property and Other Investments \$50,530,644

Cash and Reserves \$10,968,540

Accounts and Notes Receivable \$34,563,714

Inventory \$1,110,455

Total Assets \$171,027,235

LIABILITIES

Membership and Other Equities \$80,775,412

Long-Term Debt \$72,339,610

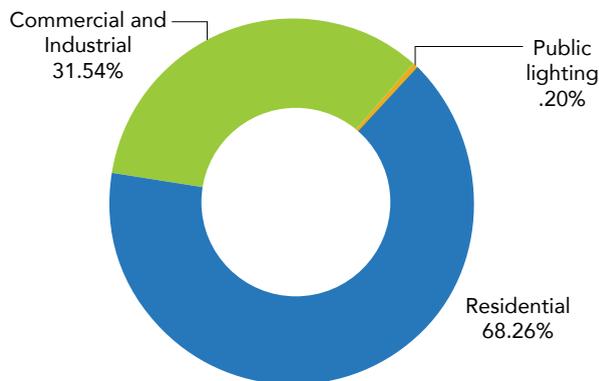
Notes and Accounts Payable \$7,037,106

Current and Accrued Liabilities \$3,908,100

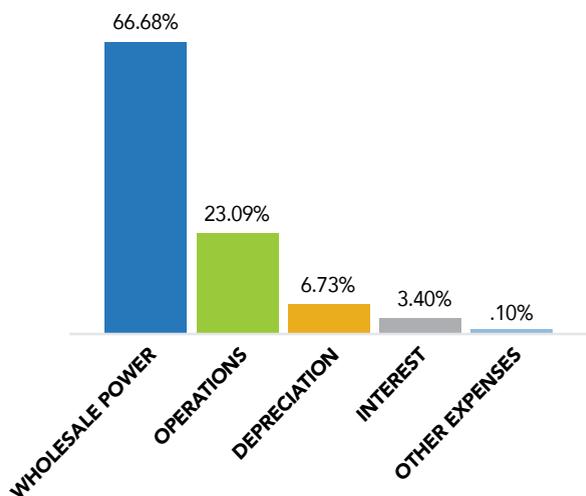
Deferred Credits and Miscellaneous \$6,967,007

Total Liabilities \$171,027,235

KWH SALES BY CUSTOMER CLASS



EXPENSE DRIVERS



REVENUE SOURCE

(as a percentage of total dollars)

