

# COVID-19 Forces Annual Meeting Cancellation



## MESSAGE FROM PRESIDENT/GENERAL MANAGER BILLY MARRICLE

**HOPEFULLY THIS MONTH'S COLUMN, WHICH** was written in late March, finds you all safe and well and that COVID-19 has come and gone or at the very least subsided with no effect on you or your family. It certainly is a time of turmoil, and we have had to make many decisions contrary to our normal way of living. I pray that these changes will bring about positive results.

San Bernard Electric Cooperative, like the rest of you, has had to make some tough choices when it comes to dealing with this virus. During our March board meeting, it was decided that we must cancel our board nominating committee meeting along with the annual meeting itself.

Some might wonder whether these decisions were made too soon, but with the amount of preparation and expense that goes with these meetings and not knowing what will happen a week from now, much less two months, I believe the board made a prudent decision to cancel the annual meeting. One alternative to canceling the meeting was to postpone it. However, notifications, planning and securing the required outside support were too risky to contemplate, and I, the board and my staff didn't want to string this along.

We do have a plan in place for how we can operate going forward, working within our bylaws. Our 2019 year-end financials are included within this month's magazine.

As far as elections are concerned, we will have six seats up for election in May 2021. The three seats that would have been filled this year will simply roll over until next year's election. At that time, the elections for these seats will be for a two-year term, not the normal three-year term. The other three seats will be at the normal election cycle and for the full three-year term. This will put us back on the normal director election

cycle. Rest assured that our attorney was present, and it was under her scrutiny when we agreed upon this alternative method. I only hope that each of you understand our predicament and will bear with us until May 2021, when we can right the ship.

As you might expect, we had quite a few of our members that were either working with reduced hours or laid off during this time. In order to help these members, SBEC used funds from the Operation Roundup program to see these good folks through a rough time. Situations like this one are the reason for that fund: neighbors helping neighbors. Like myself, many of you know someone who has been adversely affected by COVID-19. No one should be put in a position to have to make a decision between eating and paying their bills. As far as SBEC is concerned, this program can alleviate some of the anxiety our neighbors are going through.

Right now, the program relies on members who round up their electric bills to the nearest whole dollar amount. Should you desire, we can increase that contribution on an individual basis. Simply call one of our customer service representatives and tell them you would like to increase your Operation Roundup contribution by whatever amount you can contribute—not necessarily permanently but for a short time to help your neighbors during these tough times. When this crisis passes, you can call your CSR to reinstate your standard contribution. If you are not enrolled in Operation Roundup, I urge you to consider joining up.

I'll close by saying that I truly hope that you and your family members have avoided catching this deadly virus, and I pray that you stay that way.

Until next time, take care.



**San Bernard  
Electric Co-op**

Your Touchstone Energy® Cooperative 

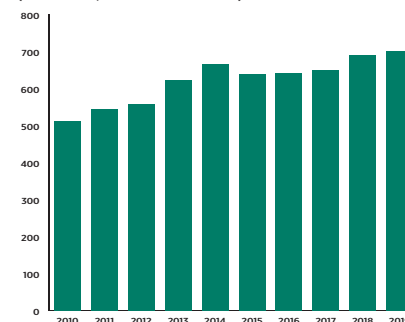
## OPERATING STATEMENT

As of December 31, 2019, and December 31, 2018

	2019	2018
<b>REVENUE</b>		
Sales of Electric Power	\$78,876,534	\$77,924,479
Other Electric Revenue	4,113,598	4,348,457
<b>TOTAL REVENUE</b>	<b>\$82,990,132</b>	<b>\$82,272,936</b>
<b>EXPENSES</b>		
Purchased Power	\$52,051,405	\$52,436,879
Operations and Maintenance	9,373,691	8,755,115
Administrative and General	6,145,390	6,093,467
Depreciation	7,913,791	7,501,261
Taxes	375,441	356,662
Interest	4,676,385	4,084,107
<b>TOTAL EXPENSES</b>	<b>\$80,536,103</b>	<b>\$79,227,491</b>
<b>MARGINS</b>		
Operating Margins	\$ 2,454,029	\$ 3,045,445
Nonoperating Margins	1,031,120	602,011
<b>TOTAL MARGINS</b>	<b>\$ 3,485,149</b>	<b>\$ 3,647,456</b>

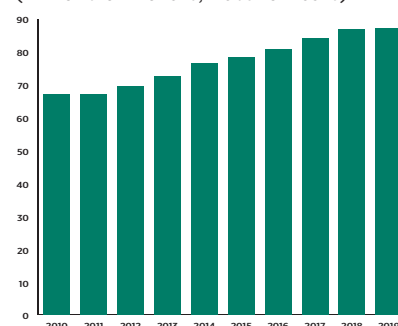
## KILOWATT-HOUR SALES

(Millions, Past 10 Years)



## EQUITY

(Millions of Dollars, Past 10 Years)



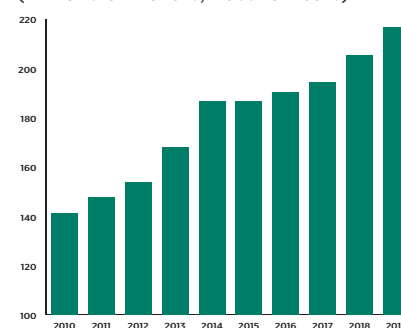
## BALANCE SHEET

As of December 31, 2019, and December 31, 2018

	2019	2018
<b>ASSETS</b>		
Net Utility	\$193,015,795	\$178,268,026
Investments	4,735,958	4,535,927
Cash	1,360,472	1,637,364
Notes and Accounts Receivable	3,512,499	4,328,088
Materials and Supplies	4,234,923	3,883,819
Other Current and Accrued Assets	2,177,118	3,397,476
Deferred Charges	7,613,829	9,049,410
<b>TOTAL ASSETS</b>	<b>\$216,650,594</b>	<b>\$205,100,110</b>
<b>EQUITY</b>		
Memberships	\$ 57,050	\$ 59,335
Patronage Capital and Margins	86,998,414	86,812,618
<b>TOTAL EQUITY</b>	<b>\$ 87,055,464</b>	<b>\$ 86,871,953</b>
<b>LIABILITIES</b>		
Long-Term Debt	\$114,720,810	\$104,943,612
Accounts Payable	6,153,330	6,217,289
Other Current and Accrued Liabilities	6,377,721	5,180,574
Deferred Credits	2,343,269	1,886,682
<b>TOTAL LIABILITIES</b>	<b>\$129,595,130</b>	<b>\$118,228,157</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$216,650,594</b>	<b>\$205,100,110</b>

## ASSETS

(Millions of Dollars, Past 10 Years)



## USES OF REVENUE

2019 Revenue Allocation

