

Abbreviated Annual Meeting Will be Held at Cooperative

Due to the COVID-19 outbreak and the restrictions being placed for large gatherings, A&N Electric Cooperative will be holding an abbreviated Annual Meeting of the Membership this year.

The meeting will be held at the cooperative's headquarters located at 21275 Cooperative Way, Tasley, VA 23441 at 7 p.m. on Aug. 27, 2020.

There will be no registration gifts or door prize drawings at the meeting. All members who return a valid signed designated proxy by Aug. 24, 2020, will be eligible to win one of several bill credits ranging from \$50 to \$250. Return the completed proxy, which accompanied your July billing statement (members who use paperless billing will be mailed a proxy form), to A&N Electric Cooperative either by mailing it back to the cooperative or by returning it in person to the cooperative's office in Tasley.



A&N Electric Cooperative Board Chairman Addison Nottingham gives his chairman's report during last year's Annual Meeting. Due to COVID-19 restrictions, the 2020 Annual Meeting will be held at the cooperative's Tasley headquarters.

Look for more 2020 Annual Meeting details online at anec.com and on the cooperative's Facebook page.

In accordance with current restrictions, a limited number of members will be allowed to attend in person. If you would like to attend, please contact the cooperative at 757-787-9750 and select

option 3, or fill out the web form under the "Annual Meeting" tab on the cooperative's website to register your attendance and to receive information concerning meeting requirements and updated information.

A recorded broadcast will be made available after the meeting.

CONTACT US

21275 Cooperative Way, P.O. Box 290
Tasley, VA 23441-0290

Phone

757-787-9750 • 800-431-2632

Payments

855-386-9921

Website

anec.com



Office Hours

Monday-Friday, 7:30 a.m.-4:30 p.m.

President & CEO

Butch Williamson

Local Pages Editor

Jay Diem

A&N Electric Cooperative is an Equal Opportunity Provider and Employer.

Official Notice of Annual Membership Meeting of A&N Electric Cooperative

The Annual Membership Meeting of A&N Electric Cooperative will be held at the A&N Electric Cooperative Headquarters located at 21275 Cooperative Way, in Tasley, Virginia 23441 on Thursday, Aug. 27, 2020, at 7 p.m., to take action on the following matters:

- Reports of Officers, Directors and Committees.
- The election of two (2) Directors of the Cooperative.
- All other business that may properly come before this meeting or any adjournments thereof.

Robert L. Nock, Secretary
June 25, 2020

Co-op Celebrates 80th Anniversary This Month

A&N Electric Cooperative is celebrating its 80th anniversary starting this month.

The cooperative was officially formed in August 1940, when A&N took over the Parksley Power and Coal Supply in an effort to power the more rural areas of Virginia's Eastern Shore.

Cooperatives like ours began in the 1930s, more than 50 years after the first American neighborhood was illuminated. More rural areas were being left behind because it was too expensive to provide electricity.

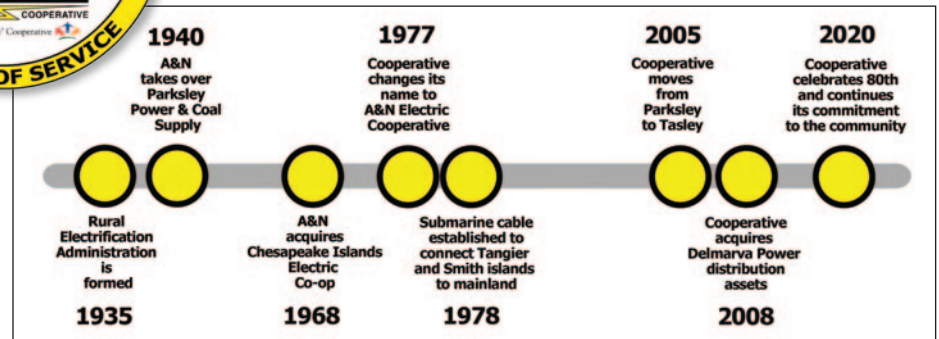
On the Eastern Shore, ordinary citizens went door to door to garner support, and eventually secured funding from the Rural Electrification Administration that had been created by President Franklin D. Roosevelt in 1935.

We've celebrated many more milestones throughout our 80-year history, including the acquisition of Chesapeake Islands Electric Co-op in the late '60s and the local Delmarva Power distribution assets in 2008, the establishment of the submarine cable connecting Tangier and Smith islands to the mainland, and the

cooperative's move from Parksley to our current headquarters in Tasley.

Today, A&N Electric Cooperative continues to provide safe, reliable electric service to its members in the counties of Accomack and Northampton on Virginia's Eastern Shore and Smith Island, Md.

Please join us as we celebrate our 80th anniversary milestone throughout the year.



A&N Seeks Candidates for District 3 Vacancy

A&N Electric Cooperative is seeking candidates for the position of District 3 Director. This vacancy is to fill the seat of the late R. Wayne Browning.

District 3 extends from Nassawadox's northern boundary to just above the northern boundary of Melfa (see map). Cooperative members who wish to become a candidate for this position must reside within District 3, meet

director qualifications, and complete the application process.

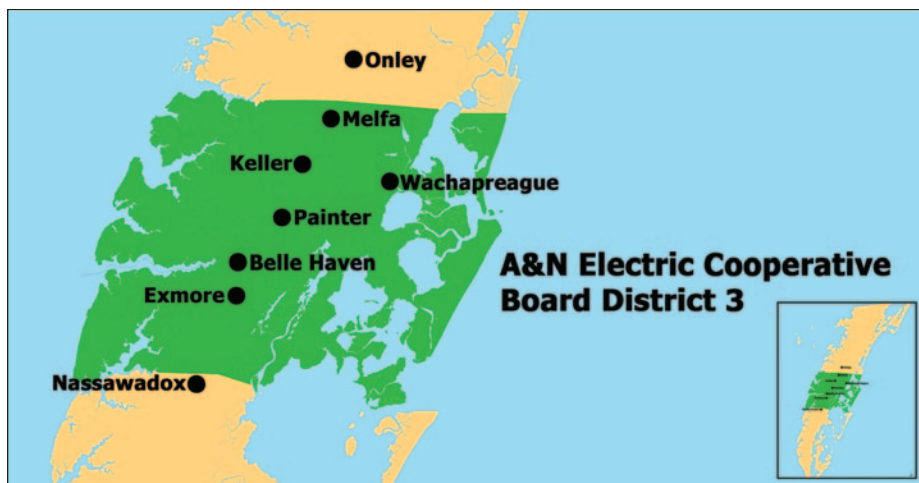
To request further information regarding the director application process or to find out if you are eligible, please call 757-787-9755 or email jdawkins@anec.com.

Those interested in applying for the District 3 director seat can request an application packet from the cooperative's headquarters in Tasley, Va.,

during normal business hours of 7:30 a.m. to 4:30 p.m., Monday through Friday.

All applications are due by 4:30 p.m. on Monday, Aug. 31, 2020.

The cooperative's director qualifications and bylaws can be found at anec.com.



Annual Meeting Agenda:

1. Business Session
 - a. Secretary's Report
 - b. Credentials and Election Report
 - c. Election of Directors
 - d. Officer Reports
 - i. Chairman
 - ii. Treasurer
 - iii. President
 - iv. Other
2. Old Business
3. New Business
4. Adjournment



ANNUAL MEETING 2020

WHO WE ARE

With a service area that encompasses the entire Eastern Shore of Virginia peninsula, Tangier Island, Va., and Smith Island in Somerset County, Md., A&N Electric Cooperative serves over 38,000 connections and operates over 2,400 miles of power line. The cooperative services a variety of residential, commercial and industrial accounts with a large member base of homes, some commercial developments and agricultural enterprises.

A board of directors, elected by the membership, guides the cooperative. Board members are elected to one of four election districts. Directors serve three-year terms.

Each August, A&N Electric Cooperative holds an annual business meeting. The meeting provides co-op members the opportunity to meet the management of the cooperative, review the annual report and elect directors. Members who do not attend the Annual Meeting may participate in the election process through the return of their proxy ballots.

BOARD OF DIRECTORS

Addison W. Nottingham Jr.
Chairman, District 3

Christopher D. Bott
Vice Chairman, District 1

Robert L. Nock
Secretary-Treasurer, District 1

James N. Belote
District 2

Ralph W. Dodd
District 4

E. Garrison Drummond
District 2

Penney P. Holland
District 4

Edward V. Parks Jr.
District 1

OUR MISSION & VISION

Mission
Enhancing life on the Shore through member-driven services.

Vision
Exceed expectations as a trusted community resource.

CO-OP PRINCIPLES

The cooperative business model centers around seven principles that guide A&N Electric Cooperative.

1. Voluntary and Open Membership
2. Democratic Member Control
3. Members' Economic Participation
4. Autonomy and Independence
5. Education, Training and Information
6. Cooperation Among Cooperatives
7. Concern for Community

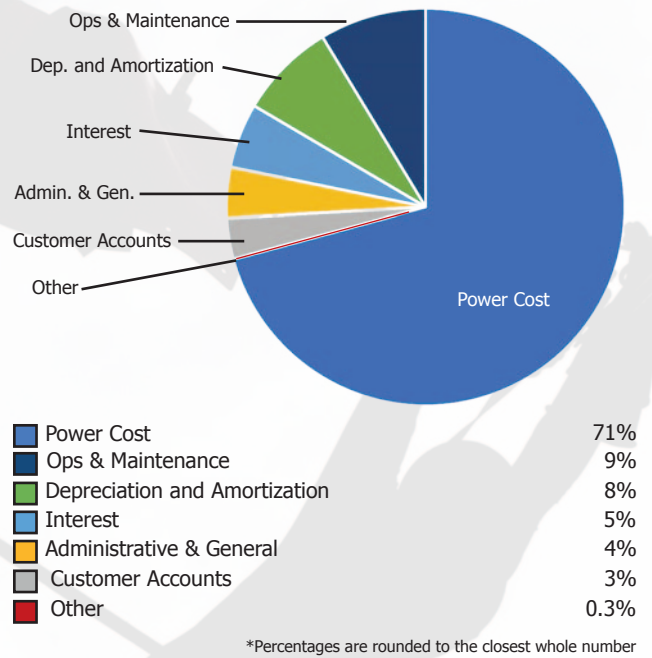
SYSTEM STATISTICS

	2019	2018
Number of Services	38,847	38,897
Miles of Energized Power Line	2,486.82	2,476.48
Total kWh Purchased by Cooperative	743,456,929	763,000,596
Total kWh Bought by Co-op Members	704,009,799	780,035,604
Number of Employees	76	76
Number of Distribution Stations	18	18

CONDENSED OPERATING REPORT

	2019	2018
Operating Revenues	\$ 79,408,532	\$ 79,267,234
Power Cost	53,746,367	53,020,748
Operations and Maintenance	6,571,848	7,235,732
Customer Accounts	2,557,732	2,870,464
Administrative and General	3,129,740	3,563,341
Depreciation and Amortization	5,960,402	5,696,046
Interest	4,008,739	4,058,586
Other	232,709	258,739
Total Operating Expenses	\$ 76,207,537	\$ 76,703,656
Operating Margins	3,200,995	2,563,578
Patronage Allocations	1,150,096	953,980
Non-Operating Margins	1,704,658	1,730,182
Net Margins	\$ 6,055,749	\$ 5,247,740

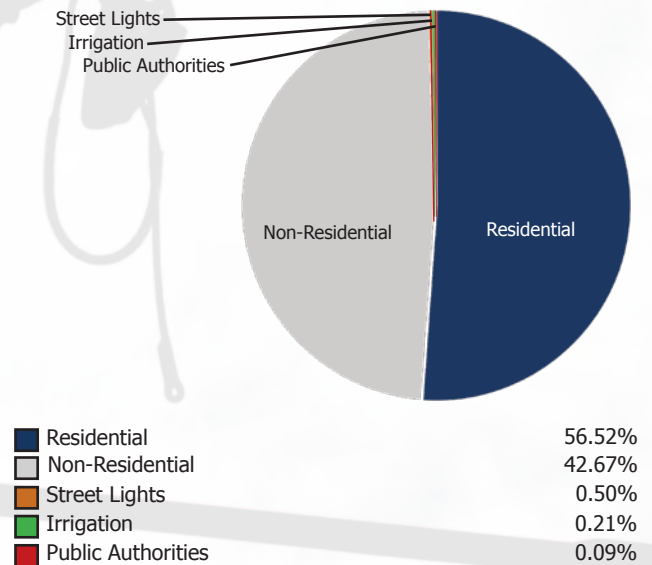
WHERE THE DOLLAR GOES



CONDENSED BALANCE SHEET

Assets	2019	2018
Electric Plant	\$ 206,360,885	\$ 194,261,427
Less Accumulated Depreciation	70,740,871	67,450,921
Net Utility Plant	135,620,014	126,810,506
Investments	24,285,871	23,173,157
Current Assets	18,911,165	21,748,955
Deferred Charges	1,867,785	1,337,547
Total Assets	\$ 180,684,835	\$ 173,070,165
Liabilities and Members' Equity		
Members' Equity	73,260,754	68,455,509
Noncurrent Liabilities	91,009,267	92,212,223
Current Liabilities	16,347,293	12,380,101
Deferred Credits	67,521	22,332
Total Liabilities and Members' Equity	\$ 180,684,835	\$ 173,070,165

WHERE THE DOLLAR COMES FROM



MEMBERS HELPING MEMBERS ANNUAL REPORT

	2019	2018
Funds Received	\$ 45,200	\$ 44,873
Funds Distributed	\$ 52,357	\$ 41,722
Members Assisted	275	219

WHAT IS MEMBERS HELPING MEMBERS?

Members Helping Members Inc. is a community nonprofit 501(c)(3) organization and was established to assist families needing assistance in paying their electric service bills.

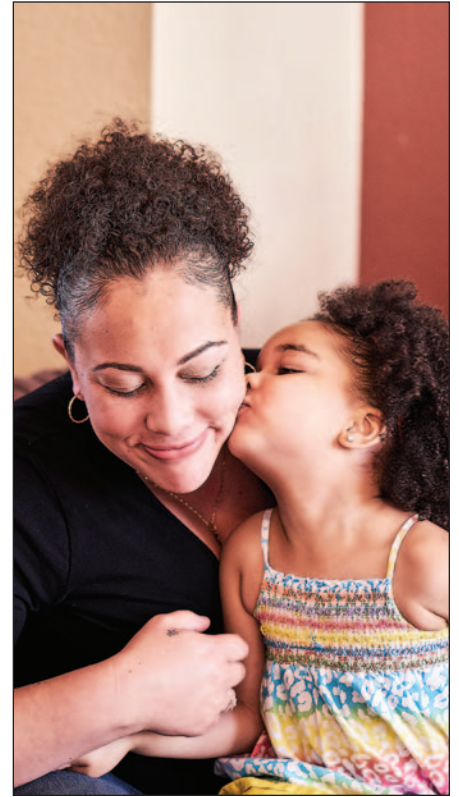
Thanks to our generous local community, over \$330,000 has been applied to members' electric bills since 2009. More than 2,200 members are currently contributing over \$2,800 monthly in amounts ranging from under \$1, with our round-up option, to as much as \$10.

The Accomack and Northampton County departments of social services determine qualified candidates for assistance in the program. To be eligible, a family must be at or below 133% of the Federal Poverty Guidelines; they must have a delinquent electric account of more than \$50; and may receive assistance only once in any given calendar year.

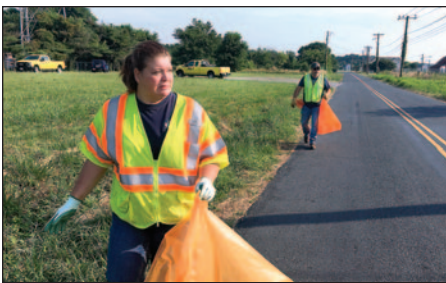
If a family qualifies, they may be eligible for up to \$250 in assistance.

A&N Electric Cooperative, in cooperation with Members Helping Members Inc., secures funding through voluntary donations through the cooperative's electric bills. Members of A&N Electric Cooperative who would like to donate to the program may do so by checking a box on their electric service bills.

The cooperative also matches a funding grant from CoBank to help support the program.



LIGHTING THE WAY ANNUAL REPORT



A&N Electric Cooperative employees have always been committed to our community by supporting local causes.

In 2019, we organized and created an employee nonprofit organization. Lighting the Way has empowered co-op employees to highlight community needs and organize support for those needs.

Since its inception, Lighting the Way has raised money through internal fundraising, partnered with the Foodbank of the Eastern Shore to assist with its backpack program and adopted two roadways for litter pickup, one in each county, through the Virginia Department of Transportation's Adopt-A-Highway program.

OUR MISSION

To support and enrich local causes through monetary donations and volunteer efforts.

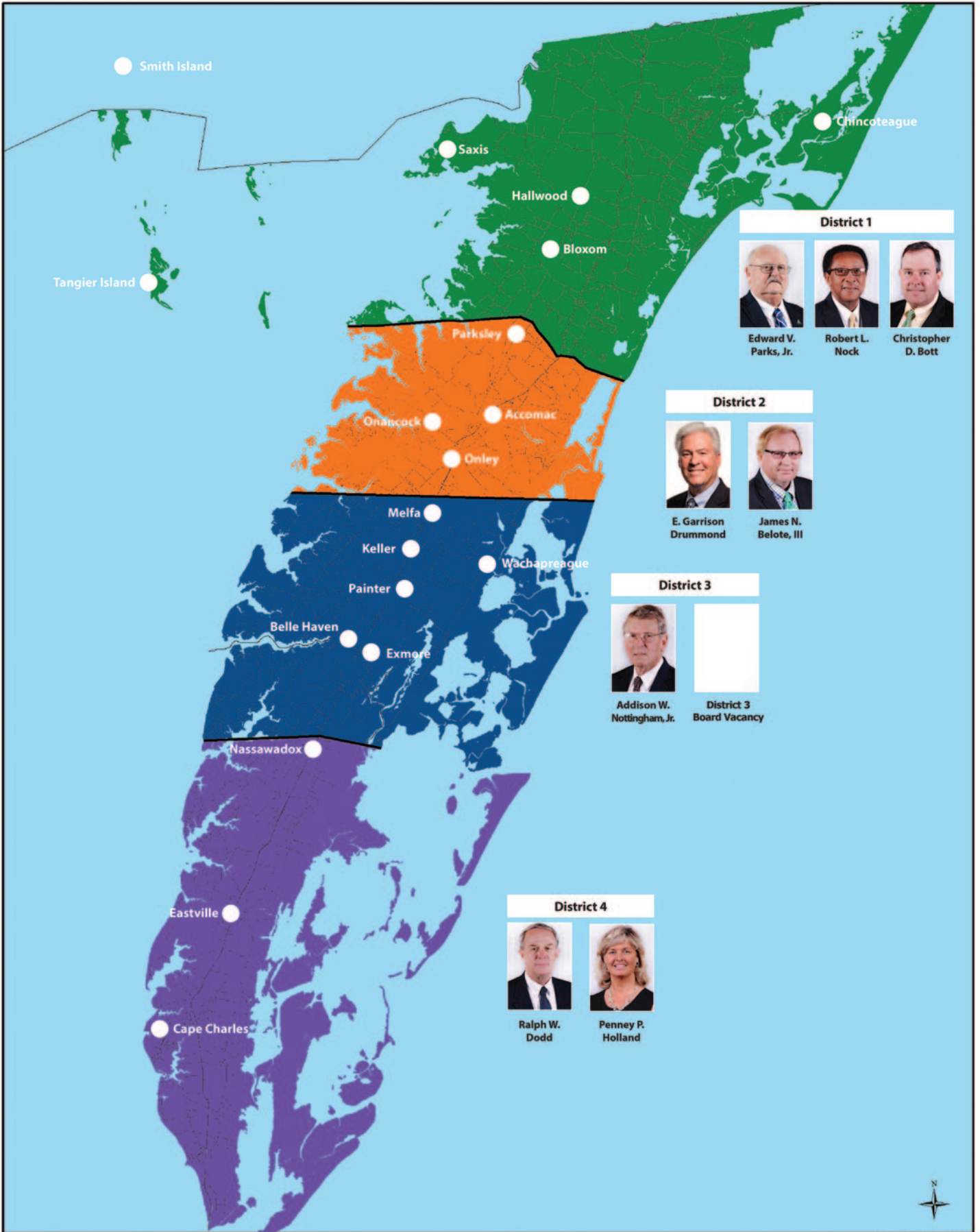


2019 STATISTICS

Hours Volunteered
Over 100

Miles of Roadway Cleaned
4.5 miles

Dollars Awarded to Local Causes
Over \$1,500



District 1

Edward V. Parks, Jr.	Robert L. Nock	Christopher D. Bott

District 2

E. Garrison Drummond	James N. Belote, III

District 3

Addison W. Nottingham, Jr.	District 3 Board Vacancy

District 4

Ralph W. Dodd	Penney P. Holland

0 9,000 18,000 36,000 Feet

ANEC Board Districts

Created on 11/21/17 by LWB

Solar Made Easy



**COOPERATIVE
SUNSHARE™**

Cooperative Sunshare gives ANEC members the power to embrace even more clean, renewable energy.



Looking to take advantage of solar energy, but can't install panels on your property? Are the upfront and ongoing maintenance costs of a personal solar array holding you back? Cooperative Sunshare is designed for you.



Through Cooperative Sunshare, residential members may purchase 50-kilowatt-hour (kWh) blocks of solar energy.



A 50-kWh block is \$5.42, plus delivery costs. While higher than standard electricity, solar blocks will remain the same price for 3 years and are not subject to Power Cost Adjustments.



Log onto www.anec.com or call us at 787-9750 to learn more.

Subscribe Today!