

Annual Report



2021 ANNUAL MEETING MINUTES

The 82nd annual meeting of the membership of Southeastern Indiana Rural Electric Membership Corporation was held virtually, beginning at 6 p.m., EDT, on March 30, 2021. Proper notice of the meeting had been mailed to each member, and the 2021 director election voting packet was postmarked on March 1, 2021.

President Darrell Smith called the meeting to order. Those directors present were: Brad Bentle, Bonnie Boggs, Jesse McClure, Casey Menchhofer, Melissa Menchhofer, Vince Moster, Darrell Smith, David Smith and Mike Thieman.

Following the call to order, Brad Bentle sang the National Anthem. Mike Thieman gave the invocation. Special guest State Rep. Randy Frye addressed the REMC membership and reported on district 67 and the state of Indiana.

The official notice of the annual meeting and the certification of the mailing of said notice were read by Secretary Vince Moster. Secretary Moster announced a quorum was present. The minutes of the 2020 annual meeting were approved.

Members heard reports from President Darrell Smith, Treasurer Brad Bentle, General Manager Bryan K. Mathews, IEC Director Melissa Menchhofer, and Hoosier Energy Director David Smith, regarding the state of the cooperative.

Attorney Robert Wickens announced the results of director elections. Brad Bentle, District 2; David Smith, District 3; and Mike Thieman, District 6, were elected by the membership. There were 3,307 voters in the 2021 director election.

There being no further business, the meeting was adjourned by the president.

STATEMENTS OF REVENUE

Years ended Dec. 21, 2021, and 2020

REVENUE	2021	2020
NON-COMMERCIAL	\$50,750,315	\$50,372,772
SMALL COMMERCIAL	4,710,743	4,599,421
LARGE COMMERCIAL & INDUSTRIAL	11,671,765	10,875,553
INET AND VOICE	933,593	-
OTHER	756,946	738,851
TOTAL OPERATING REVENUE	\$68,823,362	\$66,586,597

REVENUE DEDUCTIONS	2021	2020
PURCHASED POWER	\$39,594,985	\$40,111,733
OPERATIONS & MAINTENANCE EXPENSE	14,329,032	12,285,069
CUSTOMER ACCOUNTS	2,430,025	2,371,720
ADMINISTRATIVE & GENERAL	2,821,096	2,343,534
TOTAL OPERATING EXPENSE	\$59,175,138	\$57,112,056

DEPRECIATION EXPENSE	\$4,800,229	\$4,515,065
GROSS RECEIPTS TAX AND OTHER TAXES	1,431,418	1,362,400
INTEREST ON DEBT TO LENDERS	2,340,288	2,101,015
TOTAL	\$67,747,073	\$65,090,536

OPERATING MARGINS	\$1,076,289	\$1,496,061
NON-OPERATING MARGINS (INCLUDES HOOSIER ENERGY'S PATRONAGE CAPITAL)	2,158,006	1,537,779
NET MARGINS	\$3,234,295	\$3,033,840

UNAUDITED

BALANCE SHEET

Years ended Dec. 21, 2021, and 2020

ASSETS AND OTHER DEBITS

	2021	2020
Utility Plant	\$169,955,916	\$145,254,982
Less Accumulated Provision for Depreciation	39,963,311	38,323,027
Net Utility Plant	129,992,606	106,931,955
Investments in Associated Organizations	31,205,213	30,775,380
Other Investments	945,192	860,493
Current and Accrued Assets:		
Cash - General	6,089,361	10,625,979
Consumer Accounts Receivable	46,744,025	8,767,593
Material and Supplies	13,918,483	1,279,976
Prepaid Insurance	140,817	134,884
Other Prepayments	11,027	10,584
Total Current and Accrued Assets	66,903,712	20,819,016
Regulatory Assets	-	-
Deferred Debits	-	157,120
TOTAL ASSETS AND DEBITS	\$229,046,722	\$159,543,964

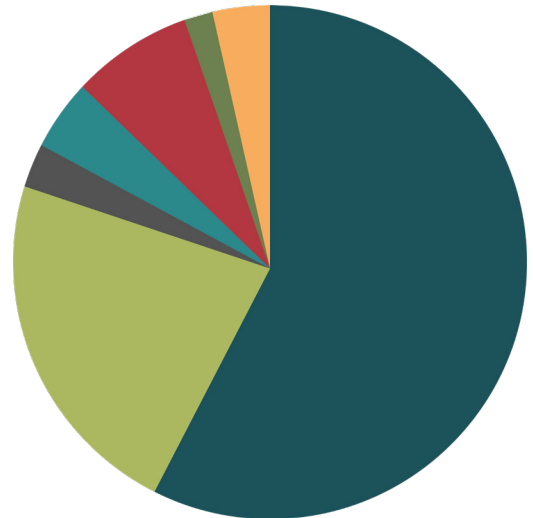
LIABILITIES AND OTHER CREDITS

	2021	2020
Member and Patron Equities:		
Patronage Capital	\$84,596,711	\$83,361,232
Other Margins and Equities	3,345,364	1,903,525
Total Member and Patron Equities	87,942,075	85,264,757
Long-Term Obligations to Lenders	79,352,111	51,553,770
Accumulated Operating Provisions	4,114,891	5,631,454
Current and Accrued Liabilities	56,406,414	16,017,447
Deferred Credits	1,231,230	1,076,536
TOTAL LIABILITIES AND CREDITS	\$229,046,722	\$159,543,964

UNAUDITED

WHERE YOUR DOLLAR WENT IN 2021

- *Purchased Power, 58.45%*
- *Operations and Maintenance, 21.15%*
- *Customer Accounts, 3.59%*
- *Administrative and General, 4.16%*
- *Depreciation Expense, 7.09%*
- *Gross Receipts Tax and Other Taxes, 2.11%*
- *Interest on Debt to Lenders, 3.45%*



2021 INCOME BREAKDOWN



STATISTICAL DATA

	2021	2020	2019	2018
<i>Cost Per kWh (Residential)</i>	0.1412	0.1420	0.1408	0.1348
<i>Number of Services</i>	27,870	27,578	27,336	27,231
<i>INET/VOICE Services</i>	686	-	-	-
<i>Miles of Line</i>	3,256	3,244	3,234	3,226
<i>Average Number Services per Mile</i>	8.56	8.50	8.45	8.44
<i>Member Equity</i>	38.4%	53.4%	56.3%	58.1%