

JACKSON
ELECTRIC MEMBERSHIP CORPORATION™

JEMCOnews

A PUBLICATION FOR JACKSON EMC MEMBERS

SERVING YOU
TODAY, TOMORROW
& BEYOND

SEPTEMBER 2021 | ANNUAL REPORT

2021 REPORT TO MEMBERS

ANNUAL MEETING INFORMATION

JACKSON EMC HONORS EMPLOYEES WITH 35+ YEARS OF SERVICE



SERVING YOU TODAY, TOMORROW & BEYOND

Since 1938, Jackson EMC has been a part of the local community proudly serving our members by providing reliable, courteous and personalized service. A big part of our commitment to our member owners is keeping you informed about the continued progress at your cooperative. The information below provides a recap of the past year and highlights many of the key activities taking place at Jackson EMC.

CONTINUED GROWTH

Even during the pandemic, your cooperative continued to experience impressive growth. During the past 12 months, we've added 5,330 meters to our distribution system. That's the most meters we've added in a single year since before the Great Recession started in 2008. Over the past five years, we've grown by 10%. We now serve 242,384 total meters. Based on meters served, Jackson EMC is the largest electric cooperative in Georgia and the third largest in the U.S.

Throughout the pandemic, businesses in our community continued to move forward and grow. Our commercial and industrial members are key players in keeping costs low for all members by enabling us to purchase electricity at a more competitive price. Commercial businesses make up 10% of our membership but use 40% of the electricity. During the past 12 months, we've added 400 new commercial and industrial members. That includes Kubota Manufacturing of Amercia's engineering and design center and Agile Cold Storage, both located in Hall County, and Restaurant Depot's distribution facility, which is now open in Commerce. We've added an impressive 42 million kilowatt-hours of competitive commercial and industrial load from companies that chose Jackson EMC as their electric provider.

PREPARING FOR THE FUTURE

The growth we're seeing in our community requires us to continue improving and expanding our distribution network. In the past 12 months, we've invested almost \$57 million in the distribution network to serve members better.

We added 174 miles of energized wire last year to serve new members. We also installed 32 additional automated switches to our distribution network to improve reliability. This technology helps restore power faster when outages occur. Right now, we have 364 of these installed and we're working toward installing more than 500 across our distribution system. Over the next three years, we plan to invest \$156 million in our distribution system to upgrade lines and equipment, improve reliability, and serve our growing membership.



We've all been hearing more about electric vehicles lately. It's an exciting time to think about the possibilities ahead to serve our members with EV resources. In the past 12 months, we added the first EV to our fleet. We also launched new tools on our website with EV information. We're excited to be your trusted energy expert for EVs and bring you more electric vehicle resources.

RENEWABLE ENERGY

During the past 12 months, Jackson EMC members received 80 million kilowatt-hours of renewable electricity through our strategic partnership with Green Power EMC. Fifty percent of that was generated by solar power - which is enough to totally power more than 3,000 of your homes last year. We'll add more solar power in the coming years through several new projects under construction to serve members. Behind the scenes, your innovative co-op is also planning exciting ways to expand our solar offerings to members.

TECHNOLOGY IMPROVEMENTS

In recent years, we've been laying the groundwork with technology to serve you better in the future. Our members continue to use new technology to learn more about their cooperative and how they use electricity. We responded to that desire by rolling out new ways to engage with your account. Last year, we launched new payment kiosks at our local offices that accept bill payments 24/7, including weekends and

holidays. We also recently launched the MyJacksonEMC website and mobile app to give you easier access to your account. More than 80% of our members use that technology to pay their bills and learn about their energy use.

That's important because next year we're launching PrePay - another payment option that fits many people's lifestyles. Think of PrePay like filling up your vehicle's gas tank - you pay for the amount you need and use electricity as you normally do. When your account balance gets low, or starts getting close to empty, you'll get a notice, and you can replenish your account through our website, mobile app, payment kiosks or phone system.



COMMUNITY IMPACT

Thanks to members participating in Operation Round Up®, the Jackson EMC Foundation continues to impact our community. On average, a Jackson EMC member contributes \$6 a year to Operation Round Up when they round up their bill to the next dollar. Last year, Jackson EMC members gave back \$1,071,307 to the community through organizational and individual grants awarded by the Jackson EMC Foundation. Many of these grants help people in need get housing, food, medical services, counseling or other services. Since Operation Round Up started in 2005, our members have contributed more than \$17 million to the program.



MARGIN REFUNDS

Today, our cooperative is very strong. As a not-for-profit cooperative, a portion of revenues left after all the bills are paid each year - we call them "margin refunds" - are returned to members at the end of the year. Last December, eligible Jackson EMC members received \$13 million in margin refunds. This December, we'll return \$14 million in refund checks to members who received service in 1993, 1994 and/or 2020. These margin refunds bring the total returned to members since we were founded in 1938 to \$174 million.

We're honored to be part of a cooperative that's been serving members for more than 80 years. We look forward to your continued engagement in the co-op and we're excited about the opportunities to serve members with new technology and renewable energy sources today, tomorrow and beyond.

Chip Jakins, President/CEO

2021

BY THE NUMBERS

242,384
TOTAL METERS

5,330
NEW METERS

14,527
MILES OF ENERGIZED WIRE

5.4 BILLION
KWH USED IN PAST 12 MONTHS

\$1.1 BILLION
IN PLANT ASSETS

\$1.07 MILLION
GIVEN TO CHARITABLE
ORGANIZATIONS BY
JACKSON EMC MEMBERS



ANNUAL MEETING INFORMATION *for members*

Jackson EMC's Annual Meeting will be held on **Thursday, September 16, 2021**, at the cooperative's headquarters in Jefferson. Registration will begin at approximately 5 p.m. The meeting will be called to order at approximately 7 p.m.

The meeting will feature entertainment, a box supper, important business and other special programs.

Members will learn about the cooperative's operations and plans for the future. Karen Peck and New River will provide entertainment.



MORE INFORMATION AND RESERVATIONS FOR ANNUAL MEETING AVAILABLE AT JACKSONEMC.COM.

JACKSON EMC EMPLOYEES WITH **35+ YEARS OF SERVICE HONORED**

Jackson EMC appreciates all of our employees who make our work possible. Please join us in celebrating these employees who have served the cooperative for 35 years and longer.

35 YEARS OF SERVICE



DAVID HOLLOWAY

Line Foreman,
Neese



MARK HOOD

Journeyman Lineman,
Neese

40 YEARS OF SERVICE



CRYSTAL BALDWIN

Executive Assistant,
Jefferson

DRIVING AND PARKING DIRECTIONS



For the best experience, we encourage members to park in our off-site parking areas. Shuttles run to two parking areas every 30 minutes and drop off members at the entrance to the meeting.

FOR OFF-SITE PARKING

Shuttle buses run **every 30 minutes** to drop off members at the Annual Meeting entrance.



ANNUAL MEETING UPDATES AVAILABLE AT JACKSONEMC.COM.

TO PARK AT EMPOWER COLLEGE & CAREER CENTER (FORMERLY JACKSON COUNTY COMPREHENSIVE HIGH SCHOOL)

1668 WINDER HIGHWAY, JEFFERSON, GA

FROM ATHENS

- Take Hwy. 129 North.
- At Arcade, go straight to take Jefferson Bypass (Damon Gause Bypass).
- Travel approximately three miles to the Hwy. 11 intersection.
- Turn left on Hwy. 11.
- The main entrance to the school is immediately on the right.

FROM ATLANTA

- Travel I-85 North.
- Take Exit 137 (Hwy. 129/Jefferson) and turn right (South) onto Hwy. 129/Hwy. 11 (Bypass).
- Travel south until reaching the Hwy. 11 intersection.
- Turn right onto Hwy. 11.
- The main entrance to the school is immediately on the right.

TO PARK AT JACKSON COUNTY COURTHOUSE

5000 JACKSON PARKWAY, JEFFERSON, GA

FROM ATLANTA

- Exit I-85 at Dry Pond Road (Exit 140).
- Turn right onto Hwy. 82.
- Drive 2 miles to dead end, turn right to continue on Hwy. 82.
- Drive 3 miles, turn left onto General Jackson Pkwy.
- Courthouse is on the left, about half a mile down Jackson Pkwy.

TO PARK AT JACKSON EMC

850 COMMERCE HIGHWAY, JEFFERSON, GA

TRAVELING FROM ATLANTA

- Travel I-85 North
- Take exit 137 and turn right onto Hwy. 129/Hwy. 11 (Bypass).
- Drive one mile and turn left onto Hwy. 129 (Bus.).
- At the second traffic light into downtown Jefferson, turn left onto Hwy. 15 (Alt.) which becomes 82/15 (Alt.).
- Travel on Hwy. 15 N (Alt.) toward Commerce.
- Jackson EMC is located at 850 Commerce Hwy., on the right at the top of the hill.

FROM ATHENS

- Travel north on Hwy. 129.
- At Arcade, turn right onto Hwy. 129 (Bus.).
- At traffic light, turn right onto Hwy. 82/15.
- Travel on Hwy. 15 N (Alt.) toward Commerce.
- Jackson EMC is located at 850 Commerce Hwy., on the right at the top of the hill.

REPORT TO MEMBERS

ASSETS

BALANCE SHEETS

2021
2020

UTILITY PLANT

Electric Plant in Service - At Cost	\$ 1,154,635,532	\$ 1,115,063,868
Construction Work in Progress	28,895,227	19,350,804
Gross Utility Plant	1,183,530,759	1,134,414,672
Accumulated Provision for Depreciation	(384,161,350)	(363,583,756)
	799,369,409	770,830,916

OTHER PROPERTY AND INVESTMENTS

Investments	217,569,633	194,549,429
Restricted Funds	2,458,610	1,787,380
	220,028,243	196,336,809

CURRENT ASSETS

Cash and Cash Equivalents	58,980,458	81,166,153
Restricted Cash	15,000,000	0
Accounts Receivable (Net of Accumulated Provision for Uncollectibles of \$4,432,570 in 2021 and \$3,513,347 in 2020)	29,419,828	30,055,299
Accrued Utility Revenue	32,414,170	28,141,526
Materials and Supplies	13,251,173	15,520,449
Prepaid Power Cost	0	44,983,265
Other	2,737,469	2,969,304
	151,803,098	202,835,996

DEFERRED DEBITS

	879,353	132,835
TOTAL ASSETS	\$ 1,172,080,103	\$ 1,170,136,556

MEMBERS' EQUITY AND LIABILITIES

BALANCE SHEETS

MEMBERS' EQUITY

Membership Fees	\$ 3,849,070	\$ 3,733,140
Patronage Capital	505,567,061	481,998,015
Other Equities	28,470,260	27,022,626
	537,886,391	512,753,781

LONG-TERM DEBT

	462,015,661	491,121,741
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OTHER LONG-TERM LIABILITIES

Accumulated Provision for Postretirement Benefits - Noncurrent	46,974,161	54,858,783
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CURRENT LIABILITIES

Long-Term Debt - Current Portion	16,000,000	15,600,000
Accumulated Provision for Postretirement Benefits - Current Portion	3,792,000	3,582,000
Accounts Payable	41,035,119	45,349,980
Consumers' Deposits	13,263,016	12,797,122
Other	18,022,145	16,769,288
	92,112,280	94,098,390

DEFERRED CREDITS

	33,091,610	17,303,861
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TOTAL MEMBERS' EQUITY AND LIABILITIES	\$ 1,172,080,103	\$ 1,170,136,556
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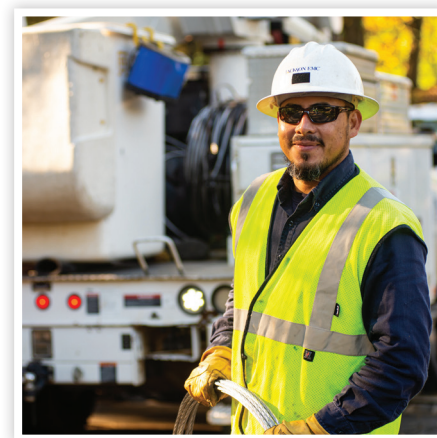
STATEMENTS OF OPERATIONS

STATEMENTS

2021

2020

OPERATING REVENUES	\$ 593,123,125	\$ 585,569,009
OPERATING EXPENSES		
Cost of Power	446,390,012	429,389,367
Distribution Operations	15,666,621	14,110,738
Distribution Maintenance	19,704,446	19,321,864
Consumer Accounts	16,540,898	15,678,903
Consumer Information and Sales	10,220,414	11,147,487
Administrative and General	22,310,219	21,026,414
Depreciation	38,066,994	37,643,020
	568,899,604	548,317,793
OPERATING MARGINS BEFORE INTEREST EXPENSE	24,223,521	37,251,216
INTEREST EXPENSE	15,480,848	19,655,498
OPERATING MARGINS AFTER INTEREST EXPENSE	8,742,673	17,595,718
NONOPERATING MARGINS	13,447,799	6,202,255
GENERATION AND TRANSMISSION COOPERATIVE CAPITAL CREDITS	13,595,752	12,679,921
OTHER CAPITAL CREDITS AND PATRONAGE CAPITAL ALLOCATIONS	782,861	817,098
NET MARGINS	\$ 36,569,085	\$ 37,294,992
PATRONAGE CAPITAL - BEGINNING	481,998,015	456,704,165
RETIREMENT OF PATRONAGE CAPITAL	(13,000,039)	(12,001,142)
PATRONAGE CAPITAL - ENDING	\$ 505,567,061	\$ 481,998,015



**YOUR POWER.
YOUR COMMUNITY.**

A PUBLICATION FOR
JACKSON EMC MEMBERS

JACKSON EMC OFFICES
1000 Dawsonville Highway
Gainesville, GA
(770) 536-2415

85 Spratlin Mill Road
Hull, GA
(706) 548-5362

850 Commerce Road
Jefferson, GA
(706) 367-5281

825 Buford Dr
Lawrenceville, GA
(770) 963-6166

EMC SECURITY
55 Satellite Blvd., NW
Suwanee, GA
(770) 963-0305 or
(706) 543-4009

PERIODICALS
POSTAGE PAID



jacksonemc.com | @JacksonEMC | jacksonemc | JEMCTV1 | jackson_emc

MEMBERS MAKE IT DELICIOUS

Quick Pizza Casserole



INGREDIENTS:

- 1 lb. ground beef
- 1 14 oz. jar of pizza sauce
- 2 cups mozzarella cheese, shredded
- 1 1/2 cups milk
- 3/4 cup biscuit mix
- 2 eggs
- 6 oz. pepperoni, sliced

DIRECTIONS:

Cook ground beef until browned, stirring to crumble. Drain. Spoon beef in to 8x8 inch baking dish. Top with pizza sauce and cheese.

Combine biscuit mix with milk and eggs. Beat until smooth. Pour mixture over casserole, covering evenly. Top with pepperoni slices. Bake at 400 degrees for 30-35 minutes.



“ I prepare this recipe for lunch after church. It’s quick and easy. ”
- JEAN MURPHY, PENDERGRASS

**SEND US YOUR BEST RECIPES: RECIPES@JACKSONEMC.COM OR MAIL TO:
COOPERATIVE COOKING | JACKSON EMC | PO BOX 38 | JEFFERSON, GA 30549
FIND MORE RECIPES AT WWW.JACKSONEMC.COM/RECIPES.**