BALLOT IS INSIDE THIS COVER!

Please fill out the ballot on the inside page and put it in the enclosed security envelope. Either put it in the mail or bring it with you to the annual meeting.

Be sure to sign the outside of the envelope for your ballot to count. The ballot must be in the security envelope.
OFFICIAL NOTICE

To the Member Addressed:
You are hereby given notice that the 2015 Annual Meeting of the Members of Coleman County Electric Cooperative, Inc., will be held at the Coleman High School in Coleman, Texas, July 17, 2015, at 7 p.m., to take action upon the following matters:

You will hear reports from officers, plus election of two directors for a term of three years, along with other business.

We urge you to be present for this meeting Friday, July 17, 2015, at 7 p.m., at the Coleman High School in Coleman, Texas.

Registration starts at 5:30 p.m. Each person in attendance will receive a free cup of homemade ice cream, cookies and punch, compliments of the cooperative. The business meeting begins at 7 p.m.

Helen Bragg
Secretary-Treasurer
VOTING INSTRUCTIONS

Voting by Mail: In addition to the method of voting for directors of the cooperative as provided by the existing bylaws and by a member being present and voting in person, each member shall be and is hereby permitted to vote by mail for directors of this association. At the time when notices of members’ meetings are given, as provided by Article II of these bylaws, and with a notice of members’ annual meeting or any postponement thereof, there shall be sent to each member either personally or by mail a ballot which shall contain the names of all members who have been nominated as candidates for directors with a statement of the number to be elected and with appropriate instructions to the member to vote for such members.

EACH MEMBER SHALL BE INSTRUCTED AFTER VOTING FOR THE DIRECTOR CANDIDATES TO PLACE THE BALLOT IN THE ENCLOSED BUSINESS-REPLY, POSTAGE-PAID ENVELOPE AND SIGN YOUR NAME IN THE PLACE INDICATED ON THE FACE OF THE RETURN ENVELOPE. THE MEMBER’S SIGNATURE IS ESSENTIAL. IT IS PART OF THE VALIDATION PROCESS OF THE BALLOT. IF THE ENVELOPE IS NOT SIGNED ON THE OUTSIDE, IT WILL NOT BE COUNTED. MAIL BALLOTS TO THE COOPERATIVE OFFICE PRIOR TO THE DATE OF SAID MEETING. Said ballots, when so received, shall be retained and placed in a locked ballot box until the date of the members’ meeting, at which time they shall be delivered to the Inspectors of Election and counted together with the votes cast in person at such members’ meeting.

BALLOT INSTRUCTIONS

Please tear off ballot and return the ballot in the enclosed business-reply, postage-paid envelope. Sign your name in the place indicated on the face of the return envelope. The member’s signature is essential. It is part of the validation process of the ballot. If the envelope is not signed on the outside, it will not be counted. You can mail your ballot to the cooperative office prior to the meeting, or bring it to the annual meeting with you.

If you mail your ballot, it must be in our office by 11 a.m., July 17, 2015. From the candidates listed on the ballot, two (2) shall be elected to serve as directors of Coleman County Electric Cooperative for a three- (3-) year term, or until their successors shall have been elected. Said term to begin on the 20th day of July 2015. One (1) director is to be elected from each of the two districts. YOU ARE ENCOURAGED TO VOTE FOR A DIRECTOR FROM EACH DISTRICT. Each voter shall vote for the person of their choice by placing an “X” in the square opposite the name of the candidate of their choice.
EXCERPTS FROM THE BYLAWS
OF COLEMAN COUNTY EC

ARTICLE II: Meetings of Members

SECTION 1. ANNUAL MEETING. The annual meeting of members shall be held at such time, during the month of July as the Board of Directors may direct and such meeting shall be held at such place in the Cooperative service area, as shall be designated in the notice of the meeting for the purpose of electing directors, passing upon reports covering the previous fiscal year and transacting such other business as may come before the meeting. If the election of directors shall not be held on the day designated herein for any annual meeting, or at any adjournment thereof, the Board of Directors shall cause the election to be held at a special meeting of the members as soon thereafter as conveniently may be. Failure to hold the annual meeting at the designated time shall not work a forfeiture or dissolution of the cooperative.

SECTION 2. SPECIAL MEETINGS. Special meetings of the members may be called by the President, by the Board of Directors, or by a majority thereof or upon a written request signed by at least ten per centum (10 percent) of all members and it shall thereupon be the duty of the Secretary to cause notice of such meeting to be given as hereinafter provided. Special meetings of the members may be held at any place within the County of Coleman in the State of Texas specified in the notice of the special meeting, or elsewhere within the area served by the cooperative as may be designated by the Board of Directors.

SECTION 3. NOTICE OF MEMBERS’ MEETING. Written or printed notice stating the place, day and hour of the meeting and, in case of a special meeting or an annual meeting at which business requiring special notice is to be transacted, the purpose or purposes for which the meeting is called, shall be delivered not less than ten (10) days nor more than thirty (30) days before the date of the meeting, either personally or by mail, by or at the direction of the Secretary, or by the persons calling the meeting, to each member. If mailed, such notice shall be deemed to be delivered when deposited in the United States mail, addressed to the member at his address as it appears on the records of the cooperative, with postage thereon prepaid. The failure of any member to receive notice of an annual or special meeting of the members shall not invalidate any action which may be taken by the members of any such meeting.

SECTION 4. QUORUM. As long as the total number of members does not exceed one thousand (1,000) at least fifteen percent (15 percent) of the total number present in person shall constitute a quorum for the transaction of business at all meetings of the members. In case the total number of members shall exceed one thousand (1,000) then at least one hundred fifty (150) of the members present shall constitute a quorum for the transaction of business at all meetings of the members. If less than a quorum is present at any meeting, a majority of those present in person may adjourn the meeting from time to time without further notice.

SECTION 5. VOTING. Each member shall be entitled to one (1) vote and no more upon each matter submitted to a vote at a meeting of the members. At all meetings of the members at which a quorum is present all questions shall be decided by a vote of a majority of the members voting thereon in person or by mail, except as otherwise provided by law, the articles of incorporation of the cooperative, or these bylaws. If a husband and wife hold a joint membership they shall jointly be entitled to one (1) vote and no more upon each matter submitted to a vote at a meeting of the members.

SECTION 6. VOTING BY MAIL. In addition to the method of voting for directors of the Cooperative as provided by the existing bylaws and by a member being present and voting in person or each member shall be and is hereby permitted to vote by mail for directors of this association. At the time notices of members’ meetings are given as provided by Article II of these bylaws, and with a notice of members’ annual meeting, or any postponement thereof, there shall be sent to each member either personally or by mail a ballot which shall contain the names of all members who have been nominated as candidates for directors with a statement of the number to be elected and with appropriate instructions to the member to vote for such members; EACH MEMBER SHALL BE INSTRUCTED AFTER VOTING FOR THE DIRECTOR CANDIDATES TO PUT THEIR BALLOT IN THE ENCLOSED BUSINESS-REPLY, POSTAGE-PAID ENVELOPE AND SIGN THEIR NAME IN THE PLACE INDICATED ON THE FACE OF THE RETURN ENVELOPE. THE MEMBER’S SIGNATURE IS ESSENTIAL. IT IS PART OF THE VALIDATION PROCESS OF THE BALLOT. IF THE ENVELOPE IS NOT SIGNED ON THE OUTSIDE, IT WILL NOT BE COUNTED. MAIL TO THE COOPERATIVE OFFICE PRIOR TO THE DATE OF SAID MEETING. Said ballots, when so received, shall be retained and placed in a locked ballot box until the date of the members’ meeting at which time shall be delivered to the inspectors of Election and counted together with the votes cast in person at such members’ meeting. The directors who receive a plurality of the vote shall be elected. Drawing by lot shall resolve, when necessary, any tie votes.

SECTION 7. ORDER OF BUSINESS. The order of business at the annual meeting of the members, and so far as possible at all other meetings of the members, shall be essentially as follows:

1. Report the existence of a quorum.
2. Reading of the notice of the meeting and proof of the due publication of mailing thereof, or the waiver or waivers of notice of the meeting, as the case may be.
3. Reading of unapproved minutes of previous meetings of the members and the taking of necessary action thereon.
4. Presentation and consideration of, and acting upon, reports of officers, directors and committees.
5. Election of directors.
6. Unfinished business.
8. Adjournments.
WE WELCOME YOU to attend the 77th annual meeting of your electric cooperative.

It is our desire to bring you up to date on the operations of your cooperative, review the accomplishments of the past year and look at the challenges your cooperative will face in the future.

Above all, we encourage you to attend the annual meeting to be a part of directing the future of your cooperative. The membership, through the democratic process, elects directors to direct the affairs of your cooperative.

Coleman County Electric Cooperative is a business that belongs to the members. The definite, positive benefits of cooperative electric service, in turn, require a concerned, informed and dedicated membership.

PROGRAM

5:30–7 p.m. .................. REGISTRATION
Each member registering will receive a gift in addition to being eligible for other prizes.
The prize drawing card on the back cover must be presented at the meeting.

6–6:50 p.m. .................. ENTERTAINMENT
by George Allison

7–8 p.m. .................. BUSINESS MEETING
Invocation
Pledge of Allegiance
National Anthem
President’s Report
Secretary’s Report
Manager’s Report
Election of Directors
Guest Speaker
Other Business

8–8:30 p.m. .................. DRAWING FOR PRIZES
Members must be present to win.

ALL MEMBERS ARE URGED TO BE PRESENT.
VISITORS ARE WELCOME.

Facilities are wheelchair-accessible.
IT’S THAT TIME OF YEAR AGAIN—annual meeting time! On behalf of Coleman County Electric Cooperative, I’d like to personally invite you to join us Friday, July 17, at the Coleman High School auditorium. We look forward to gathering with you, members of the co-op community, to catch up; hearing what you have to say; and enjoying some good homemade ice cream; and, of course, great fellowship and prizes.

This event is not only a chance to visit with members of our co-op community, but it’s also a great opportunity to learn about your electric cooperative and get to know your co-op staff. It allows us to inform you of the changes that have occurred at your cooperative since last year’s annual meeting, as well as our strategic vision for the future. Our annual meeting also makes it possible for us to gather feedback from you by providing a forum where you can visit with us one-on-one and let us know how we can better serve you and your family.

This is an occasion to discuss and learn more about the issues affecting your electric cooperative and our local communities. It’s also an opportunity for you to exercise one of the greatest benefits of being a member of an electric co-op—voting for the upcoming year’s board of directors.

Coleman County Electric Cooperative is not owned by far-away investors, and it is not run by an appointed board of directors. We are run by a democratically elected board of directors, a board whose members are given the privilege to serve because of your vote.

Our directors are members of your community. They are concerned with the issues you face every day because they face them, too.

A democratic and open election is one of the many elements that makes our electric cooperative stand out from other utilities. Having a voice in who makes the major decisions that directly affect your life and your family is a right we all share as Americans. We all vote for our state and federal Congressional representatives, but not every American has the right to vote for those who will represent community interests within their electric utility. You have that right, so why not exercise it?

We remain dedicated to providing you with safe, reliable and affordable electric service, and we encourage you to take part in helping us improve how we deliver that service. So make it a point to join us Friday, July 17, at our annual meeting. We promise we will make it worth your while!

Clint Gardner
GENERAL MANAGER
BOARD OF DIRECTORS

ROGER BRYAN
1984–2017
DISTRICT 1 AND PART OF DISTRICT 6

ROGER KRUSE
Vice President
2008–2016
DISTRICT 2

DAVID WRIGHT
2010–2015
DISTRICT 3

ANTHONY STRAWN
1993–2017
DISTRICT 5

ROGER KRUSE
1984–2017
DISTRICT 1 AND PART OF DISTRICT 6

DANIEL REDMAN
15 Years RETIRING BOARD MEMBER

HELEN BRAGG
Secretary-Treasurer
1990–2017
DISTRICT 8

GLEN SCARBOROUGH
1998–2016
DISTRICT 9

BOB FUCHS
President
2000–2015
DISTRICT 7 AND PART OF DISTRICT 6

JOE F. “SANDY” NEAL
2004–2016
DISTRICT 4
NOMINATING COMMITTEE REPORT

The State of Texas • The County of Coleman

WE, THE NOMINATING COMMITTEE, appointed on the 28th day of April 2015 by the Board of Directors of the Coleman County Electric Cooperative, Inc., met at the home office of the said Cooperative at 3300 N. Highway 84, in the City of Coleman, Coleman County, Texas, on this 14th day of May 2015 at 9 a.m., pursuant to notice duly given with the following members present, to wit:

Bill Bredemeyer  Jerald Wilson
Tommy Mac Connelly  Roy Young
Glenda Gassiot  Dwaine Lange
Harriet Fischer  Jerry Ellis
Ruth Hyde

We, the Nominating Committee, hereby nominate the following four (4) persons—two (2) to be elected at the Annual Meeting of the Members to be held on the 17th day of July 2015—to run for the office of director of said Coleman County Electric Cooperative, Inc., for a term of three years from the date of their election or until their successors shall have been duly elected and qualified, to wit:

DISTRICT 3
Mike Calk  *David Wright, DVM
Coleman, TX 76834  Novice, TX 79538

DISTRICT 7 AND PART OF DISTRICT 6
Ronny Alexander  *Bob Fuchs
Paint Rock, TX 76866  Rowena, TX 79567

*Denotes incumbent

Witness our hands at Coleman, Texas, this the 14th day of May 2015.

Bill Bredemeyer  Jerry Ellis
Harriet Fischer  Roy Young
Jerald Wilson
DIRECTOR NOMINEES

DISTRICT 3

DAVID WRIGHT was appointed to the Coleman County Electric Cooperative Board of Directors in April 2010. He is a 1973 graduate of Texas A&M University with a degree in veterinary medicine. Wright and his wife, Cathy, are members of St. Mark’s Episcopal Church in Coleman. They have one son, who is serving in the United States Coast Guard in Alameda, California. Wright also serves on the board for Holiday Hill Nursing and Memory Care Center in Coleman. He is the program director and a professor for the Veterinary Technology Program at San Juan College in Farmington, New Mexico. He and his wife moved back to the Novice area in 2009 from Abilene, where he also ranches. He has completed the required courses and training through the National Rural Electric Cooperative Association to receive his Credentialed Cooperative Director and Board Leadership certificates.

MIKE CALK was born and raised in Coleman County. He is the son of Mildred Calk and the late Oliver Calk, and he and his wife, Anita, live on the family farm in Silver Valley. Calk has been a director of the Coleman Farm Bureau for 32 years. He has been an active member of the Novice (currently called Rough Creek) Volunteer Fire Department for 25 years. He is also a lifetime member of Concho Baptist Church, serving 25 of those years as a deacon.

DISTRICT 7 AND PART OF DISTRICT 6

BOB FUCHS has been on the Coleman County Electric Cooperative Board of Directors since his election in 2000. He has lived all his life in the Rowena area, where he farms and ranches. He and his wife, Mary (Puggy), have two daughters. Fuchs graduated from Texas State Technical Institute in 1974. Fuchs and his wife have been doing prison ministry for years. He has served on the St. Boniface Church Council, Runnels County Farm Bureau Board, Runnels County Education Board, Rowena Softball Association and Ballinger Young Farmers. Fuchs has completed the required courses and training through the National Rural Electric Cooperative Association to receive his Credentialed Cooperative Director and Board Leadership certificates.

RONNY ALEXANDER and his wife, Robin, come from rural backgrounds. They are members of Paint Rock Church of Christ and have two grown children. Alexander has served on numerous boards, including child welfare, tax appraisal and school boards, in Concho County. He graduated from Angelo State University in 1974 with a Bachelor of Science. Alexander has missed few Coleman EC annual meetings over the years. Even as a youngster growing up, he remembers his family traveling to Coleman to the rodeo grounds for the meeting.
## COOPERATIVE STATISTICS

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>KWh Purchased</td>
<td>134,034,648</td>
<td>140,721,841</td>
</tr>
<tr>
<td>Power Bill</td>
<td>$8,837,376</td>
<td>$8,278,206</td>
</tr>
<tr>
<td>KWh Sold</td>
<td>122,562,886</td>
<td>127,901,609</td>
</tr>
<tr>
<td>KWh Billing</td>
<td>$13,441,940</td>
<td>$12,769,712</td>
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<tr>
<td>Average Monthly Energy Revenue per Meter</td>
<td>$129.13</td>
<td>$122.98</td>
</tr>
<tr>
<td>Miles of Line Energized</td>
<td>3,773</td>
<td>3,773</td>
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<tr>
<td>Meters Connected as of December 31</td>
<td>8,715</td>
<td>8,653</td>
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<tr>
<td>Average Month kWh Usage (Residential Only)</td>
<td>663</td>
<td>660</td>
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<tr>
<td>New Services Connected</td>
<td>149</td>
<td>166</td>
</tr>
<tr>
<td>Hours Worked</td>
<td>68,546</td>
<td>68,289</td>
</tr>
<tr>
<td>Employees</td>
<td>32</td>
<td>31</td>
</tr>
<tr>
<td>Miles Driven in Cooperative Vehicles</td>
<td>325,611</td>
<td>310,475</td>
</tr>
<tr>
<td>Outages/Yearly Average Hours per Customer</td>
<td>1.74</td>
<td>2.05</td>
</tr>
</tbody>
</table>

## AUDITOR’S REPORT

Bolinger, Segars, Gilbert & Moss, LLP • Established in 1954  
8215 Nashville Ave. | Lubbock, TX 79423 • Phone: (806) 747-3806

WE HAVE AUDITED, in accordance with auditing standards generally accepted in the United States of America, the financial statements of Coleman County Electric Cooperative, Inc., as of September 30, 2014, and have issued our report thereon, dated November 20, 2014.

In connection with our audit, nothing came to our attention that caused us to believe that the cooperative failed to comply with the terms of Article V of the National Rural Utilities Cooperative Finance Corporation Loan Agreement insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance.

This report is intended solely for the information and use of the boards of directors and management of Coleman County Electric Cooperative, Inc., and the National Rural Utilities Cooperative Finance Corporation, and is not intended to be used by anyone other than these specified parties.

Bolinger, Segars, Gilbert & Moss, LLP  
Certified Public Accountants  
Lubbock, Texas | November 20, 2014
## FINANCIAL STATEMENTS

### CONDENSED FINANCIAL STATEMENT

*As of December 31, 2014*

#### ASSETS—WHAT WE OWN

- Net Utility Plant: $16,429,935
- Cash and Investments: $11,169,998
- Accounts Receivable: $976,136
- Materials and Supplies: $191,977
- Prepayments and Other Assets: $694,749

**Total Assets**: $29,462,795

#### LIABILITIES—WHAT WE OWE

- Long-Term Debt to CFC: $9,635,174
- Current and Accrued Liabilities: $2,062,231
- **Total Liabilities**: $11,697,405

#### WHERE IT CAME FROM

- Residential, Farm and Irrigation: $7,217,332 (50%)
- Small Commercial: $3,963,332 (24%)
- Large Commercial: $2,261,276 (19%)
- Nonoperating and Miscellaneous: $847,595 (7%)

**Total Revenue**: $14,289,535

#### WHERE IT WENT

- Purchased Power: $8,837,376 (66%)
- Operating and Maintaining System: $2,711,992 (21%)
- Depreciation Expense: $1,103,516 (9%)
- Interest on Debt: $462,162 (4%)

**Total Expenses**: $13,115,046

**Margins for 2014**: $1,174,489
### COOPERATIVE PERSONNEL

#### 527 YEARS OF COMBINED EXPERIENCE

**COLEMAN**

<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
<th>Years</th>
</tr>
</thead>
<tbody>
<tr>
<td>Aaron Aristondo</td>
<td>First-Class Lineman</td>
<td>1 Year</td>
</tr>
<tr>
<td>Lindi Armstrong</td>
<td>Cashier/Customer Service</td>
<td>14 Years</td>
</tr>
<tr>
<td>Ricky Baker</td>
<td>Technical Meter Assistant</td>
<td>35 Years</td>
</tr>
<tr>
<td>Becky Brooks</td>
<td>Facilities and Maintenance</td>
<td>1 Year</td>
</tr>
<tr>
<td>Sage Brooks</td>
<td>Staking Technician</td>
<td>3 Years</td>
</tr>
<tr>
<td>Renée Brown</td>
<td>Executive Assistant/HR</td>
<td>30 Years</td>
</tr>
<tr>
<td>Jerry Campbell</td>
<td>Purchasing/Warehouse Superintendent</td>
<td>37 Years</td>
</tr>
<tr>
<td>John Casey</td>
<td>First-Class Lineman</td>
<td>29 Years</td>
</tr>
<tr>
<td>Mike Curry</td>
<td>Equipment Operator</td>
<td>33 Years</td>
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<td>Ronnie Daniel</td>
<td>Equipment Operator</td>
<td>27 Years</td>
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<tr>
<td>Clint Gardner</td>
<td>General Manager</td>
<td>1 Year</td>
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<tr>
<td>Mark Garrett</td>
<td>First-Class Lineman</td>
<td>17 Years</td>
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<tr>
<td>Matt Henderson</td>
<td>Equipment Operator</td>
<td>20 Years</td>
</tr>
<tr>
<td>Michael Jewell</td>
<td>Line Foreman</td>
<td>26 Years</td>
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<tr>
<td>Michael Lobstein</td>
<td>Technical Meter Supervisor</td>
<td>36 Years</td>
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<tr>
<td>Benny Mendoza</td>
<td>Line Superintendent</td>
<td>26 Years</td>
</tr>
<tr>
<td>Danny Morales</td>
<td>Groundman/Apprentice Lineman</td>
<td>3 Months</td>
</tr>
<tr>
<td>Yancy Otts</td>
<td>Groundman/Apprentice Lineman</td>
<td>1 Year</td>
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<tr>
<td>Kelly Smith</td>
<td>First-Class Lineman</td>
<td>7 Years</td>
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<tr>
<td>Sherman Smith</td>
<td>Engineering Superintendent</td>
<td>34 Years</td>
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<tr>
<td>Synda Smith</td>
<td>Office Manager</td>
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<tr>
<td>Trent Smith</td>
<td>Apprentice Lineman</td>
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<tr>
<td>Kenna Stevenson</td>
<td>System Operator</td>
<td>4 Years</td>
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<tr>
<td>Kim Stovall</td>
<td>Bookkeeper/Accountant</td>
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<tr>
<td>Kolton Titsworth</td>
<td>Groundman/Equipment Operator</td>
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<tr>
<td>Connie Turner</td>
<td>Cashier/Member Service</td>
<td>34 Years</td>
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<tr>
<td>Michael Walters</td>
<td>Apprentice Lineman</td>
<td>6 Years</td>
</tr>
<tr>
<td>Tony Williams</td>
<td>Manager of Member Service</td>
<td>35 Years</td>
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**WINTERS**

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<thead>
<tr>
<th>Name</th>
<th>Position</th>
<th>Years</th>
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<tbody>
<tr>
<td>Roy Gray</td>
<td>First-Class Lineman</td>
<td>1 Year</td>
</tr>
<tr>
<td>Mark Kaczyk</td>
<td>First-Class Lineman</td>
<td>23 Years</td>
</tr>
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**BALLINGER**

<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
<th>Years</th>
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<tbody>
<tr>
<td>Jeff Moreland</td>
<td>First-Class Lineman</td>
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<tr>
<td>Tim Williams</td>
<td>Apprentice Lineman</td>
<td>1 Year</td>
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**COORDINATING CONSULTANTS**

<table>
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<tr>
<th>Name</th>
<th>Position</th>
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<tbody>
<tr>
<td>Richards, Elder and Green, PLLC</td>
<td>Attorney</td>
</tr>
<tr>
<td>Bolinger, Segars, Gilbert &amp; Moss</td>
<td>Auditors</td>
</tr>
<tr>
<td>SGS Engineering Company, P.E</td>
<td>Engineers</td>
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