Our future is bright
Our future is bright. In 2015, TCEC was the first utility in Oklahoma to launch a community solar project. We’re proud of that and hope you are too. Last year’s solar launch is one example of why we chose to say our future is bright but there are many more.

TCEC is your electric cooperative, we’re in this together. The community solar development was a direct response to your requests. Sixty-eight percent of you wanted a renewable option on our most recent survey. We researched wind and solar options and found this model to be the most economical way for you to participate directly. The community solar program is structured to avoid subsidization among members, which can happen with other renewable generation options.

TCEC is structured to adapt to what you want from your cooperative. We are nimble and dynamic. For example, if members want us to offer a battery storage option and it benefits the membership while being economically feasible, we’ll try to offer a solution for that request. We strive look ahead 20, 30, 40 years or more to keep your electric bill affordable and continue to meet your current needs. That’s one reason we’ve had such a busy past five years. We built a new building, we restructured our organization and we added community solar. All this was done strategically to ensure that TCEC is flexible and in a position to increase value for you, our members.

Unfortunately, we don’t know what is going to happen from a regulatory or legislative perspective now or in the future. However, we will stay involved with our state and national associations as well as our local representatives. We want your voice to be heard when issues arise that can impact the cost of electricity we all rely upon.

Our cooperative continues to be healthy financially. We continue to lead in capital credit retirements and invest heavily in our infrastructure through hardening and standardizing the system to keep outages to a minimum and keep costs stable. Our goal is to offer you reliable, affordable and quality service.

So yes, our future is bright here at TCEC — for our cooperative, our employees and our members. Now, it’s not so bright you need to wear shades as the song says. I do hope to see you at our annual meeting on September 22. After all, this is your cooperative. Together, we’re going from good to great.

Zac Perkins
Chief Executive Officer
TCEC’s promise is outstanding service to its members
This means we shall serve our members with integrity, innovation, accountability and commitment to our communities. We cannot fail to do so. Our promise gives us the opportunity to stand out as being exceptional, and we want everyone to know it.

Cooperative Vision
We strive to be a competitive cooperative that creates superior value for our members through the dedicated contribution of our Board of Trustees and employees and the expansion of the cooperative business model. TCEC is a member-owned business committed to delivering safe, reliable, affordable electric service by fulfilling our mission to improve the quality of life for those we serve.

Cooperative Values
- Innovation
- Accountability
- Integrity
- Commitment to Community
OUR MISSION is to improve the quality of life for our members and the communities we serve.
BOARD OF TRUSTEES

Vacant
DISTRICT 1

Erwin Elms
DISTRICT 2

Ronny White
DISTRICT 3

C.J. Mouser
DISTRICT 4

Joe Mayer
DISTRICT 5

Larry Dunn
DISTRICT 6

Shawn Martinez
DISTRICT 7

Cletus Carter
DISTRICT 8

Larry Hodges
DISTRICT 9
You and your family are invited to TCEC’s annual meeting of the membership. Enjoy a barbecue meal while hearing an update on your electric cooperative. Plus, every member who attends will receive a free gift. Many members in attendance will win door prizes with one winning a $500 grand prize.

What: Annual Meeting of Members of Tri-County Electric Cooperative

When: Thursday, September 22, 2016
Registration and Meal Begin at 5:30 p.m.
Business Meeting Begins at 6 p.m.

Where: Texas County Activity Center
5th Street and Sunset Lane
Guymon, Oklahoma

How: No RSVP needed! Bring the enclosed registration card to speed meeting entry.

Questions? Contact TCEC at 580.652.2418 or info@tcec.coop.
OFFICIAL NOTICE

Please take notice that on Thursday, September 22, 2016, Tri-County Electric Cooperative, Inc., will conduct its Annual Meeting of the Membership at the Texas County Activity Center in Guymon, Oklahoma.

The agenda is as follows:

- Registration & Meal Begin – 5:30 p.m.
- Business Meeting Begins – 6:00 p.m.

In accordance with the bylaws, the purposes of this meeting shall be as follows:

- Quorum report
- Read notice of meeting
- Read minutes of previous membership meeting
- Reports
- Introduction of Trustees
- Unfinished business
- New business
- Adjournment

Dated this 1st day of September 2016.

Larry Dunn, Secretary, Board of Trustees
To help speed the registration process, please BRING THIS CARD WITH YOU TO THE MEETING.
The first person or institution listed on this card is the official voting member for this meeting. If your account is not in the name of a natural person, please complete the notice of voting delegate on the reverse.
Tri-County Electric Cooperative, Inc., please take notice that ______________________________, a member of Tri-County Electric Cooperative, Inc., that is not a natural person, has in accordance with its rules, regulations, Bylaws and laws of the State of Oklahoma, designated the person named below, as its representative for voting purposes at the Annual Meeting of the Members to be conducted on Sept. 22, 2016, at the Texas County Activity Center in Guymon, Oklahoma.

__________________________
Person Designated As Voting Representative

Signed: ________________________________

an Officer, or Partner, or Owner

REMEMBER THE BYLAWS DO NOT PROVIDE FOR PROXY VOTING.
I locked in a portion of my energy cost for the next 25 years. You gotta love that!

Dianna Brown, TCEC Member
THE COOPERATIVE DIFFERENCE

A core set of principles guide the actions of cooperatives around the world. When combined with our purpose of improving the quality of life for our members, these principles make TCEC different from other electric utilities.

1. Voluntary and Open Membership
   Anyone can be a member of TCEC if they agree to the cooperative’s Bylaws and Rules and Regulations of Services.

2. Democratic Member Control
   Members are represented by their district’s trustee on a nine member board which governs the cooperative.

3. Members’ Economic Participation
   As a member, you have a vested interest in your local electric cooperative. You accrue patronage capital based on your energy use which is later retired and returned to you as a check.

4. Autonomy and Independence
   TCEC may belong to other organizations as a member but it will remain independently governed.

5. Education, Training and Information
   Local schools, firefighters and other groups benefit from the LiveLine safety demonstration TCEC offers.

6. Cooperation Among Cooperatives
   TCEC sometimes joins with PTCI, another local cooperative, to make charitable contributions or host community events. We also have mutual aid agreements with other cooperatives to give or receive help in the event of major storm damage to a system.

7. Concern for Community
   Our employees are active in their communities, serving on boards and volunteering their time. The cooperatives gives back financially to many local groups and organizations as well.
## Consolidated Balance Sheet

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Utility Plant</td>
<td>253,337,094</td>
<td>223,362,904</td>
</tr>
<tr>
<td>Other Property and Investments</td>
<td>36,458,972</td>
<td>31,805,576</td>
</tr>
<tr>
<td>Current Assets</td>
<td>12,173,964</td>
<td>13,147,822</td>
</tr>
<tr>
<td>Deferred Debits</td>
<td>19,940,463</td>
<td>21,758,388</td>
</tr>
<tr>
<td>Total Assets and Other Debits</td>
<td>321,910,493</td>
<td>290,074,690</td>
</tr>
<tr>
<td>Total Margin and Equities</td>
<td>78,061,114</td>
<td>77,973,689</td>
</tr>
<tr>
<td>Noncurrent Liabilities</td>
<td>192,744,376</td>
<td>172,027,173</td>
</tr>
<tr>
<td>Current and Accrued Liabilities</td>
<td>44,017,032</td>
<td>37,197,604</td>
</tr>
<tr>
<td>Deferred Credits</td>
<td>7,087,971</td>
<td>2,876,224</td>
</tr>
<tr>
<td>Total Equities and Liabilities</td>
<td>321,910,493</td>
<td>290,074,690</td>
</tr>
</tbody>
</table>

## Consolidated Operating Statement

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating Revenue</td>
<td>95,560,985</td>
<td>101,504,398</td>
</tr>
<tr>
<td>Total Operating Revenues</td>
<td>95,560,985</td>
<td>101,504,398</td>
</tr>
<tr>
<td>Cost of purchased Power</td>
<td>52,900,623</td>
<td>61,217,663</td>
</tr>
<tr>
<td>Transmission Expense</td>
<td>476,861</td>
<td>2,155,766</td>
</tr>
<tr>
<td>Distribution</td>
<td>7,828,999</td>
<td>7,033,780</td>
</tr>
<tr>
<td>Consumer Accounts</td>
<td>2,016,701</td>
<td>1,827,259</td>
</tr>
<tr>
<td>Administrative and General Expense</td>
<td>7,562,234</td>
<td>4,713,224</td>
</tr>
<tr>
<td>Depreciation Expense</td>
<td>9,448,317</td>
<td>7,332,796</td>
</tr>
<tr>
<td>Taxes</td>
<td>3,132,377</td>
<td>3,158,532</td>
</tr>
<tr>
<td>Interest</td>
<td>9,953,852</td>
<td>8,748,165</td>
</tr>
<tr>
<td>Total Operating Expense</td>
<td>93,319,964</td>
<td>96,187,185</td>
</tr>
<tr>
<td>Patronage Capital and Operating Margins</td>
<td>2,241,021</td>
<td>5,317,212</td>
</tr>
<tr>
<td>Non Operating Margins</td>
<td>139,183</td>
<td>299,932</td>
</tr>
<tr>
<td>Other Capital Credits &amp; Patronage Dividends</td>
<td>2,812,325</td>
<td>3,032,048</td>
</tr>
<tr>
<td>Net Margins</td>
<td>5,192,529</td>
<td>8,649,192</td>
</tr>
</tbody>
</table>
TCEC Employees As of July 31, 2016

Taylor Abel – Apprentice Lineman
Armando Alvarez – Manager, Engineering
B. J. Appleton – Apprentice Lineman
Jamie Arnold – Dispatcher
Donovan Austin – Service Technician
Camron Bailey – Apprentice Lineman
Gary Barnes – Service Technician
Gerald Baugh – Meter Technician
Zak Brouhard – Apprentice Lineman
Eric Brown – Journeyman Electrician
Mike Burge – Construction Foreman
Austin Buschman – System Engineer
Tamara Cappellucci – Billing Specialist
Claudia Cardenas – Member Service Representative
Mandy Chavez – Senior Network Administrator
Amanda Christie – Right-of-Way Coordinator
Marc Cotter – Scheduling Coordinator
Ray Damron – Service Technician
Troy Daves – Staking Coordinator
Micah Davis – Vice President, Human Resources
Madalen Day – Plant Accountant
Makala Decker – IT Help Desk Support
John Elston – Meter Technician
Gary Garcia – Meter Technician
Adam Garrison – Service Technician
David Gibler – Field Services Supervisor
Jeremy Gibson – AMI Operator
Chris Giles – Manager, Regulatory Policy/Compliance
JuliAnn Graham – Communications Supervisor
Greg Grounds – System Engineer
Buddy Grubbs – Relay Foreman
Alex Hammond – Relay Technician
Nate Hanan – SCADA Technician
Riley Harrison – Meter Technician
Dan Heil – Engineering Assistant
Brent Herald – Journeyman Lineman
Keith Herald – Mechanical Technician
Armando Hernandez – Shop Coordinator
Dustin Hill – Apprentice Lineman
Jacob Hill – Apprentice Relay Technician
Glenna Hise – HR & Benefits Coordinator
Louis Hise – Facility Manager
Kevin Hofferber – Accounting Administrator
Travis Holdeman – Manager, Metering and SCADA
Gina Horner – SCADA Technician
Josh Hussey – Construction Foreman
Amanda Huxman – Member Service Supervisor
Nick Huxman – SCADA Technician
Paul Kearsn – Meter Technician
Allen Keene – Journeyman Lineman
Todd King – Information Technology Specialist
Drew Klingele – Apprentice Substation Tech
Leslie Kraich – Community & Member Relations
Eric Leisher – Service Technician
Trey Long – Service Technician
Robert Marshall – Mechanical Technician
Ronnie Martin – Scheduling Manager
Juan Martinez – Apprentice Lineman
Lyle Mathis – Vice President, Operations
Ryan Mathis – Apprentice Lineman
Julie Mayth – Billing Supervisor
Daniel McCann – Mechanical Technician
Nuvia Medina – Accounts Payable Specialist
Brenda Merkle – Vice President, IT
Garrett Messenger – Mapping Technician
Debbie Miracle – Administrative Assistant
Wade Morrison – Substation Foreman
Cody Myers – Staking Coordinator
Michele Nelson – Information Technology Specialist
Jay Nunley – Key Accounts Coordinator
Jeanne Oehlert – Billing Specialist
L.J. Ogden – Service Technician
Dewaine Osborn – Substation Technician Apprentice
Kyle Osborn – Apprentice Lineman
Andrea Paden – Accounting Specialist
Bill Paden – Construction Foreman
Robbie Paden – Service Technician
Bill Paua – GIS Specialist
Yolanda Perez – Member Service Representative
Jack Perkins – Chief Executive Officer
Zac Perkins – Acting Chief Executive Officer
Barbara Pritchard – Vice President, Administration
Chris Purdy – Vice President, Member Solutions
Charlie Ratliff – Warehouseman
Kiley Rice – Relay Technician
Kristen Redmond – Member Service Representative
Pamela Richardson – Billing Specialist
Karen Rintelmann – Vice President, Accounting
Francisco Rodriguez – Electrician Assistant
Tammy Romero – Payroll Specialist
Ruben Sanchez – Metering Supervisor
Connor Sarwinski – Apprentice Lineman
David Sheets – Service Technician
Shellie Shorb – Safety and Loss Control Coordinator
Trevor Smith – Apprentice Lineman
Robert Spenkle – Help Desk and Network Assistant
Jeff Stebbins – Vice President, Engineering
Matt Stokes – Service Technician
Tyrel Stokes – Maintenance Foreman
Caleb Stover – Journeyman Lineman
Billie Stump – Warehouseman
Kimberly Taylor – Member Service Representative
Matt Taylor – Manager, Maintenance
Reese Thompson – Staking Coordinator
Brent Ukens – Dispatcher
Victor Valdez – Warehouseman
Breanna Vargas – Engineering & Operations Assistant
Rick Wayman – Manager, Construction
Kyle Weber – Journeyman Lineman
Cayce Williams – Substation Technician Apprentice
Jake Young – Apprentice Lineman