

2024 ANNUAL MEETING

POWERING

PROGRESS



Piedmont Electric
COOPERATIVE



WELCOME

RANDY KINLEY
CHAIR, BOARD OF DIRECTORS



OFFICIAL NOTICE

MIKE PARKER

ATTORNEY

BOARD OF DIRECTORS

District 1 – David Poythress, Secretary

District 2 – Randy Kinley, Chair

District 3 – Cy Vernon

District 4 – Stephen Long

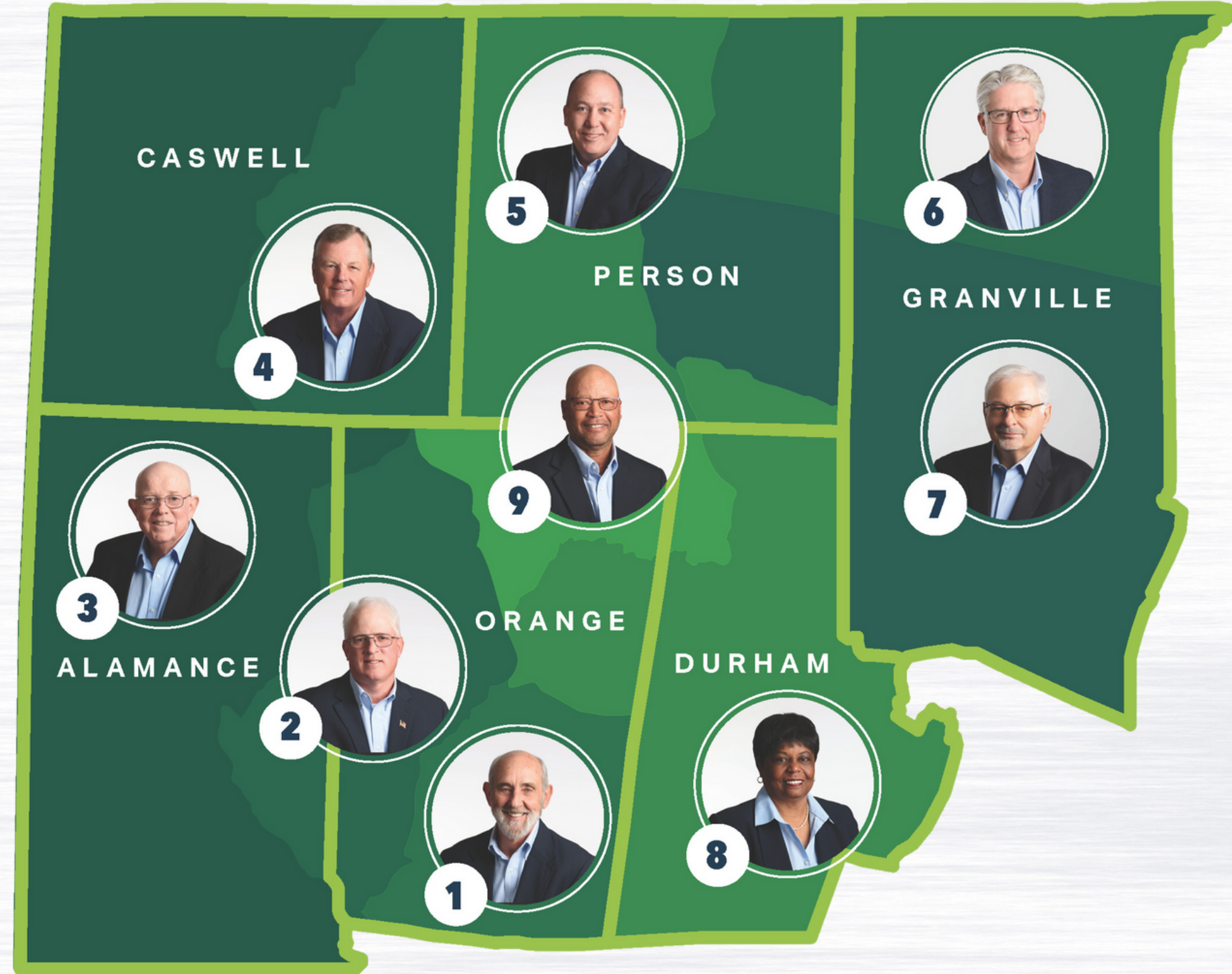
District 5 – Steven P. Bailey, Vice Chair

District 6 – Darren Chalk

District 7 – Jimmy Thomas

District 8 – V. Kay Scurlock-Ferguson

District 9 – Richal Vanhook, Treasurer



Piedmont Electric
COOPERATIVE



2023
ANNUAL REPORT

STEVE HAMLIN
GENERAL MANAGER

PRESENTATION AVAILABLE ONLINE



PEMC.COOP/ANNUAL-MEETING

***WE REMAIN COMMITTED TO
SERVING YOU, OUR VALUED
MEMBERS, WITH RELIABLE
AND AFFORDABLE ELECTRICITY***



RATE STUDY CONDUCTED

Piedmont Electric COOPERATIVE PO Drawer 1469
Hillsborough, NC 27278-1469
Business Office 800.222.3107
www.pemc.coop
info@pemc.coop

575 1 AB 0.537
ACCOUNT F COMPTON

575
C-3

Account Number: 2172716
Service Description: Res-Energy efficient
Meter No.: 170358675
Cycle 32

Account Number: 2172716
Billing Date: 01/18/2024
Payment Due: 02/12/2024
Budget Amount Due: \$183.00

Service Summary
Previous Balance: 180.00
Payment Received: -250.00
Balance Forward: -67.00
Current Charges: 205.00
Budget Amount Due: 183.00

Message from Piedmont Electric
Take advantage of our helpful resources. Contact with our member services team through our convenient new chat option by visiting pemc.coop or download our SmartHub app to help manage your account.

Page 1 of 2

kWh Usage History

PERIOD ENDING	01/14/24	12/13/23	01/13/24
Avg Daily Temp	42°	50°	44°
Avg Daily kWh	34	28	49
Avg Daily Cost	\$5.64	\$5.25	\$6.19

Detail of Charges

Services	From	To	Days	Readings	Previous	Present	Meter Multiplier	kWh Usage
Energy charge - kWh charge with a fixed facility charge of \$33.00	12/13/23	01/14/24	32	18977	19367		1	153.02
Security light charge								10.15
Security light WPTA charge								0.57
Load Management charge								-1.60
Wholesale power WPTA charge - adj depending on cost to provide								27.89
NC renewable power TIER discount								0.34
NC renewable energy rider-recover \$ to comply with NC renewable energy								-0.21
Storm cost recovery rider - same as above								0.42
Storm energy efficiency rider-recover cost of restoring power after power years storm								197.21
Subtotal								13.39
NC waste tax								0.41
Helping Hands								205.00
Current bill								-67.00
Prior balance								124.00
Total balance								\$183.00

Budget Amount Due 02/12/24
Budget Review Month: February
Budget Review Balance: 124.00

Account Number: 2172716
Billing Date: 02/12/24
Payment Due: \$183.00

Piedmont Electric COOPERATIVE PO Drawer 1469
Hillsborough, NC 27278-1469

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RATE INCREASE EFFECTIVE MAY 1, 2024

Piedmont Electric COOPERATIVE
 PO Drawer 1469
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Account Number: 2172716
 Billing Date: 01/16/2024
 Payment Due: 02/12/2024
 Budget Amount Due: \$183.00

Service Summary
 Previous Balance: 180.00
 Payment Received: -250.00
 Balance Forward: -67.00
 Current Charges: 205.00
 Budget Amount Due: 183.00

Message from Piedmont Electric
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Account Number: 2172716
 Service Description: Res-Energy efficient
 Meter No.: 17039875
 Cycle: 32
 State Description: Res-Energy efficient

kWh Usage History
 Comparison of Previous Year and Current Year usage.

PERIOD ENDING	01/16/24	12/13/23	01/13/23
Avg Daily Temp	42°	50°	44°
Avg Daily kWh	34	28	49
Avg Daily Cost	\$5.64	\$5.25	\$6.19

Detail of Charges
 Energy charge - kWh charge with a fixed facility charge of \$33.00: 153.02
 Security light charge: 10.15
 Security light WPTA charge: 0.57
 Load Management discount: -1.60
 Wholesale power discount: 27.89
 NC renewable energy rider-recover: adj depending on cost to provide: 0.34
 Storm energy efficiency rider-recover: same as above: 0.21
 Storm cost recovery rider-recover: cost of restoring power after power years storm: 0.42
 Subtotal: 197.21
 NC waste tax: 13.39
 Helping Hands: 0.41
 Current bill: 205.00
 Prior balance: -67.00
 Total balance: 138.00
 Budget Amount Due 02/12/24: 183.00
 Budget Review Month: February
 Budget Review Balance: 124.00

Account Number: 2172716
 Billing Date: 02/12/24
 Payment Due: \$183.00

Piedmont Electric Cooperative
 PO Drawer 1469
 Hillsborough NC 27278-1469
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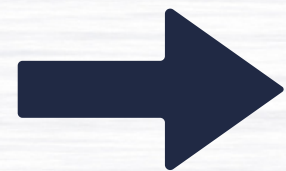


***RATE ADJUSTMENTS ARE NECESSARY TO MAINTAIN
THE INTEGRITY OF OUR ELECTRIC SYSTEM AND
SUSTAIN THE EXCEPTIONAL SERVICE YOU DESERVE***

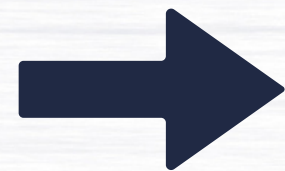


THE COST OF A 15 KVA TRANSFORMER HAS INCREASED 81.5% IN THE PAST FOUR YEARS

2020
\$693



2021
\$896



2022
\$1,058

2023
\$1,258

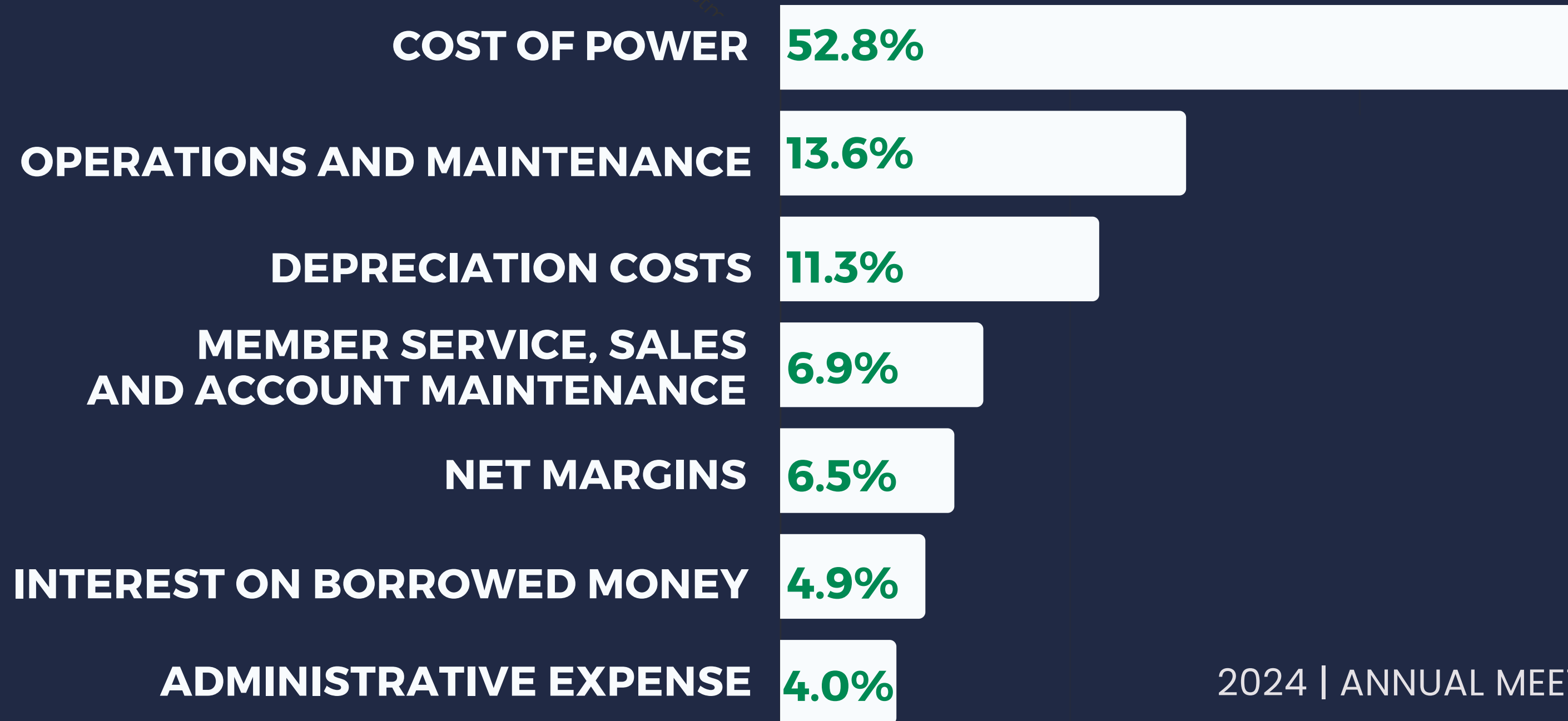


**THE COST OF 350 UNDERGROUND
WIRE HAS SIGNIFICANTLY INCREASED
OVER THE PAST TWO YEARS**

2020
\$1.99/FT → **2021**
\$2.71/FT → **2022**
\$3.30/FT

2023
\$4.55/FT







NATURAL GAS ACCOUNTS FOR ABOUT 39% OF OUR ENERGY PORTFOLIO WITH PRICES REACHING THEIR HIGHEST POINT IN RECENT YEARS





Business Office 800.222.3107
www.pemc.coop
info@pemc.coop

675 1 AB 0.537
RONNIE F COMPTON

5 675
C-3

Account Number	
Billing Date	01/18/2024
Payment Due	02/12/2024
Budget Amount Due	\$183.00

Service Summary	
Previous Balance	183.00
Payment Received 01/10/2024 <i>Thank you!</i>	-250.00
Balance Forward	-67.00
Current Charges	205.00
Budget Amount Due	183.00

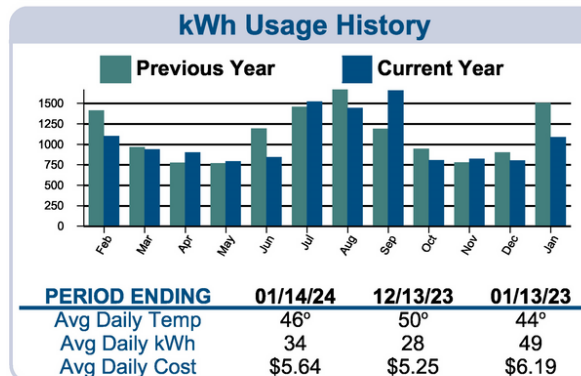
Message from Piedmont Electric
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Account Number: 2172716

Cycle 32

Service Address:

Service Description	Bill Type	Meter No.	Rate Description	Services From	To	Days	Readings Previous	Present	Meter Multiplier	kWh Usage
Budget		170368675	Res-Energy efficient	12/13/23	01/14/24	32	16977	18067	1	1090



Detail of Charges

Energy charge -KWH charge with a fixed facility charge of \$39.00	153.02
Security light charge	10.15
Security light WPTA charge -adj depending on cost to provide	0.57
Load Management discount	-1.00
Wholesale power TIER adjustment -adj depending on cost to provide	27.89
NC renewable energy rider-recover \$ to comply w/NC renewable energy	0.34
NC energy efficiency rider - same as above	-0.21
Storm cost recovery rider -recover cost of restoring power after prior years storm	0.45
Subtotal	191.21
NC state tax	13.38
Helping Hands -round billing up to the nearest dollar*	0.41
Current bill	205.00
Prior balance	-81.00
Total balance	124.00
Budget Amount Due 02/12/24	\$183.00

Budget Review Month: February
Budget Review Balance: 124.00

*"Helping Hand Foundation" provides financial support for community programs and assistance to those in need throughout our service areas. We automatically round up our member's monthly energy bill to the nearest dollar, and the excess is donated directly to the foundation. Our members can opt out if they do not wish to participate.

KEEP
SEND
Please do not staple or paperclip.



RONNIE F COMPTON
Home:
Work:
Cell:
Email:
Please update your contact information to receive important alerts and other valuable information from Piedmont Electric.

Account Number	
Payment Due	02/12/24
Budget Amount Due	\$183.00

Piedmont Electric Cooperative
PO Drawer 1469
Hillsborough NC 27278-1469



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WPCA

WHOLESALE POWER COST ADJUSTMENT



WPTA

WHOLESALE POWER TIER ADJUSTMENT

APRIL AND MAY BILL COMPARISON

THE AVERAGE RESIDENTIAL MEMBER USES ABOUT 1,200 KILOWATT-HOURS PER MONTH. PLEASE SEE THE EXAMPLE BELOW FOR AN IDEA OF WHAT YOUR NEXT BILL MIGHT LOOK LIKE AS THE NEW RATES TAKE EFFECT.

DETAIL OF CHARGES

ENERGY
FACILITY CHARGE
WPTA
ENERGY EFFICIENCY RIDER
RENEWABLE ENERGY RIDER
STORM DAMAGE RECOVERY RIDER

APRIL BILL

\$124.64
\$39.00
\$25.31
(\$0.23)
\$0.34
\$0.49

MAY BILL

\$142.64
\$41.00
\$2.27
(\$0.15)
\$0.79
\$2.07

BOTTOM LINE

\$189.55

\$188.61

YNN

Piedmont Electric PO Drawer 1469 Hillsborough, NC 27278-1469
 COOPERATIVE

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Account Number: 2172716
 Billing Date: 01/18/2024
 Payment Due: 02/12/2024
 Budget Amount Due: \$183.00

Service Summary

Previous Balance	183.00
Payment Received 01/10/2024	-250.00
Balance Forward	-67.00
Current Charges	205.00
Budget Amount Due	183.00

Message from Piedmont Electric
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Page 1 of 2

Account Number: 2172716 Cycle 32 Service Address: FRIENDS SCHOOL RD

Service Description	Bill Type	Meter No.	Rate Description	Services From	To	Days	Readings Previous	Present	Meter Multiplier	kWh Usage
Budget		170366675	Res-Energy efficient	12/13/23	01/14/24	32	16977	18067	1	1090

kWh Usage History

Detail of Charges

Energy charge -KWH charge with a fixed facility charge of \$39.00	153.02
Security light charge	10.15
Security light WPTA charge -adj depending on cost to provide	0.57
Load Management discount	-1.00
Wholesale power TIER adjustment -adj depending on cost to provide	27.89
NC renewable energy rider-recover \$ to comply w/NC renewable energy	0.34
NC energy efficiency rider - same as above	-0.21
Storm cost recovery rider -recover cost of restoring power after prior years storm	0.45
Subtotal	191.21
NC state tax	13.38
Helping Hands -round billing up to the nearest dollar*	0.41
Current bill	205.00
Prior balance	-81.00
Total balance	124.00
Budget Amount Due 02/12/24	\$183.00
Budget Review Month: February	
Budget Review Balance: 124.00	

*"Helping Hand Foundation" provides financial support for community programs and assistance to those in need throughout our service areas. We automatically round up our member's monthly energy bill to the nearest dollar, and the excess is donated directly to the foundation. Our members can opt out if they do not wish to participate.

KEEP SEND Please do not staple or paperclip.

Piedmont Electric PO Drawer 1469 Hillsborough, NC 27278-1469
 COOPERATIVE

RONNIE F COMPTON
 Home: (919) 489-1452
 Work: (919) 612-7374
 Email: ronnie.compton@pemc.coop
 Please update your contact information to receive important alerts and other valuable information from Piedmont Electric.

Piedmont Electric Cooperative
 PO Drawer 1469 Hillsborough NC 27278-1469

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FULL RATE SCHEDULE AVAILABLE ONLINE



PEMC.COOP/RATES

***WE'RE HERE TO HELP PROVIDE
ENERGY AND MONEY SAVING
SOLUTIONS FOR OUR MEMBERS***





STRONG FINANCIAL POSITION



**CONSOLIDATED STATEMENTS
OF OPERATIONS****2023****2022**

Operating Revenues

\$76,232,248

\$67,085,281

Operating Expenses

Cost of power

\$40,493,078

\$34,104,858

Other operating expenses

18,840,224

18,530,798

Net operating margins

16,898,946

14,449,625

Depreciation

(8,633,858)

(8,269,932)

Interest

(3,719,922)

(3,183,438)

Net non-operating margins

456,745

463,263

Total Net Margins**\$5,001,911****\$3,459,518*****CONSOLIDATED
STATEMENTS OF
OPERATIONS***

CAPITAL CREDITS

CAPITAL CREDITS*	2023	2022
Capital Credits Retired to Members		
Estate retirements	\$662,646	\$669,926
General retirement	629,923	1,230,425
Total Retired	\$1,292,568	\$1,900,351

CONSOLIDATED BALANCE SHEETS

2023

2022

Assets

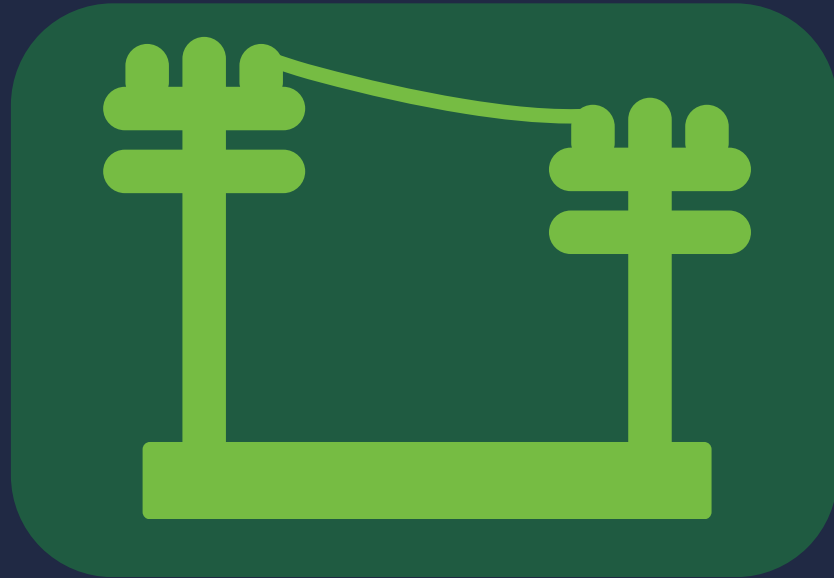
Total net utility plant	\$205,891,592	\$195,720,653
Other property and investments	13,344,514	14,470,371
Current assets	14,648,068	18,828,057
Prepaid expenses and deferred charges	2,147,242	2,137,436
	\$236,031,416	\$231,156,517

Members' Equity and Liabilities

Members' equity	\$75,248,377	\$70,943,014
Noncurrent liabilities	142,779,287	132,416,061
Current liabilities	19,129,542	28,859,636
Deferred credits	(1,125,790)	(1,062,194)
	\$236,031,416	\$231,156,517

***CONSOLIDATED
BALANCE SHEETS***

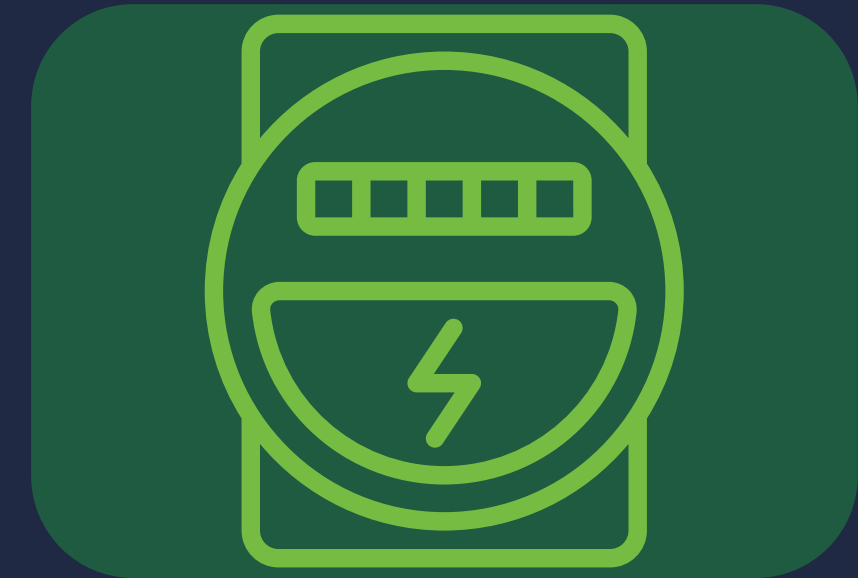
PIEDMONT ELECTRIC: BY THE NUMBERS



3,667 MILES OF LINE



***12% COMMERCIAL
& INDUSTRIAL***



***507,000,000 KWH
PURCHASED***



88% RESIDENTIAL



99.96% ON

CAPITAL CREDITS

CAPITAL CREDITS*	2023	2022
Capital Credits Retired to Members		
Estate retirements	\$662,646	\$669,926
General retirement	629,923	1,230,425
Total Retired	\$1,292,568	\$1,900,351

APRIL '24 CAROLINA COUNTRY

INSIDE COVER 2024 ANNUAL MEETING DETAILS | CENTER ELECTION BALLOT & 2023 ANNUAL REPORT

APRIL 2024

Carolina country

Powering Progress
Working towards a brighter future together

INSIDE

2024 BALLOT POSTCARD AND VOTING INSTRUCTIONS

CHANCE TO WIN \$100 BILL CREDITS

2023 ANNUAL REPORT

pemc.coop | 800.222.3107

McNair, McLemore, Middlebrooks & Company, of Macon, Georgia, audited the Consolidated Financial Statements as of December 31, 2023 and 2022. The auditors have issued an unqualified opinion on those statements. The complete Independent Auditor's Report is available for inspection at the cooperative's headquarters office in Hillsborough, N.C.

The Consolidated Balance Sheets and Consolidated Statements of Operations contained in this report are derived from the audited financial statements and reflect a continued strong financial position.

Until retired as capital credits, our 2023 total margins of \$5,001,911 will be used to upgrade and expand Piedmont Electric's system to provide you, our members, with optimum service.

Financials
HOW YOUR DOLLAR IS SPENT

- COST OF POWER 52.8%
- OPERATIONS AND MAINTENANCE 13.6%
- DEPRECIATION COSTS 11.3%
- MEMBER SERVICE, SALES AND ACCOUNT MAINTENANCE 6.9%
- NET MARGINS 6.5%
- INTEREST ON BORROWED MONEY 4.9%
- ADMINISTRATIVE EXPENSE 4.0%

CAPITAL CREDITS EXAMPLE

Year 2023 allocation 6.63%
Excluding sales tax, if your total bills are \$500
Your capital credit allocation will be \$33.15

Richal Vanhook
Board Treasurer

CONSOLIDATED STATEMENTS OF OPERATIONS	2023	2022	CONSOLIDATED BALANCE SHEETS	2023	2022	
Operating Revenues	\$76,232,248	\$67,085,281	Assets			
Operating Expenses			Total net utility plant	\$205,891,592	\$195,720,653	
Cost of power	\$40,493,078	\$34,104,858	Other property and investments	13,344,514	14,470,371	
Other operating expenses	18,840,224	18,530,798	Current assets	14,648,068	18,828,057	
Net operating margins	16,898,946	14,449,625	Prepaid expenses and deferred charges	2,147,242	2,137,436	
Depreciation	(8,633,858)	(8,269,932)		\$236,031,416	\$231,156,517	
Interest	(3,719,922)	(3,183,438)	Members' Equity and Liabilities			
Net non-operating margins	456,745	463,263	Members' equity	\$75,248,377	\$70,943,014	
Total Net Margins	\$5,001,911	\$3,459,518	Noncurrent liabilities	142,779,287	132,416,061	
CAPITAL CREDITS*	2023	2022	Current liabilities	19,129,542	28,859,636	
Capital Credits Retired to Members			Deferred credits	(1,125,790)	(1,062,194)	
Estate retirements	\$662,646	\$669,926		\$236,031,416	\$231,156,517	
General retirement	629,923	1,230,425	AT YEAR ENDING...	2023	2013	2003
Total Retired	\$1,292,568	\$1,900,351	Miles of line energized	3,667	3,500	3,296
			Number of members served	34,291	31,167	28,847
			Total kWh purchased	507,506,646	494,631,508	459,283,893
			Total kWh sold	488,721,620	462,587,739	424,920,652

*These amounts reflect actual capital credits retired and may not reflect future capital credits.

ANNUAL REPORT ENCLOSED

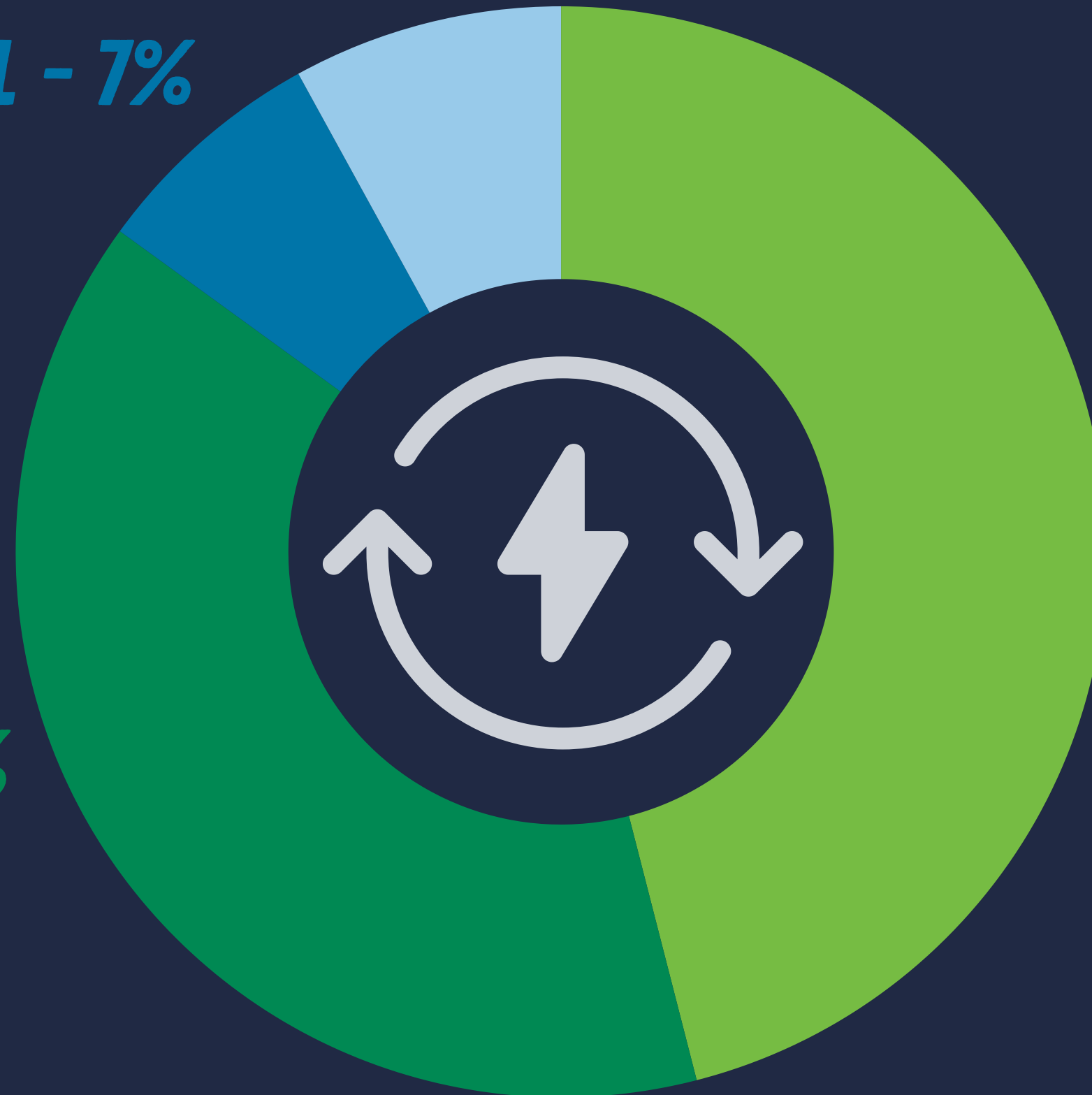
BALANCED ENERGY PORTFOLIO

RENEWABLES - 8%

COAL - 7%

NUCLEAR - 46%

NATURAL GAS - 39%





***ON TRACK TO MEET OUR GOAL OF
NET-ZERO CARBON
EMISSIONS BY 2050***



SUPPORTING SUSTAINABILITY





SUPPORTING SUSTAINABILITY



CARRBORO



MEBANE



***OUR GOAL IS TO CONTINUE
PROVIDING EXCEPTIONAL
CUSTOMER SERVICE TO
OUR MEMBERS***



PIEDMONT ELECTRIC HAS GRANTED

\$21,500,000

**IN ZERO-INTEREST
COMMUNITY LOANS**





**PIEDMONT ELECTRIC'S
HELPING
HAND
FOUNDATION**

\$25,000

**COMMUNITY GRANT AWARDED
TO RURAL BROADBAND
IN CASWELL COUNTY**



PIEDMONT ELECTRIC'S
**HELPING
HAND
FOUNDATION**

\$120,000
IN COMMUNITY GRANTS AWARDED

MEMBERS ENCOURAGED TO DONATE AT
PEMC.COOP/DONATE



***WE ENHANCED MEMBER
COMMUNICATIONS LAST YEAR
WITH A NEW PHONE SYSTEM AND
A MOBILE-FRIENDLY WEBSITE
WITH A LIVE CHAT FEATURE***





ENHANCING RESILIENCY





Thank you!

STEVE HAMLIN, PRESIDENT & GENERAL MANAGER

2024 ANNUAL MEETING

POWERING

PROGRESS



Piedmont Electric
COOPERATIVE



ELECTION RESULTS

MIKE PARKER
ATTORNEY



***\$100 BILL
CREDIT
WINNERS***



SUSAN CASHION

VP, COMPLIANCE & ADMINISTRATIVE OFFICER

**\$100 BILL
CREDIT
WINNERS**



SHELBA JOHNSON
DURHAM COUNTY - DISTRICT 8

PATRICIA SAUNDERS
ORANGE COUNTY - DISTRICT 2

***THANK YOU FOR
BEING A MEMBER***

AND FOR VOTING ONLINE OR THROUGH MAIL-IN BALLOTS