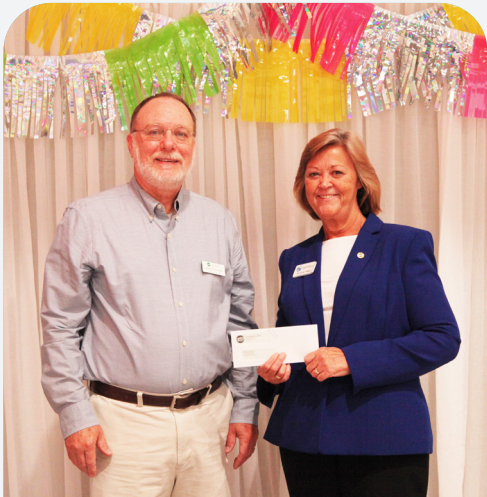


2019 HIGHLIGHTS



Washington Youth Tour:

Every year, Carroll EMC selects local high school students to receive an all-expenses-paid, week-long educational trip to Washington, D.C. as a participant in the Washington Youth Tour. Carroll EMC's delegates for 2019 were (left to right) Isabella Marlow, Drew Mulcay and Amelia Ayers.



Impact Grants:

Operation Round Up® donations fund Impact Grants. These grants are awarded to area organizations and projects whose primary purpose is to improve the quality of life for residents in communities within Carroll EMC's service area. For the 2019 funding cycle, \$69,807 was distributed to 54 recipients of Impact Grants.



Bright Ideas:

Carroll EMC awards Bright Ideas grants to local teachers to fund innovative and creative educational projects for their students. Bright Ideas grants are also funded through the Operation Round Up program. In 2019, \$65,959 in Bright Ideas grants was awarded. This impacted 84 teachers, 31 schools and thousands of students around the Carroll EMC service area.

AWARDS

Carroll EMC was recognized with numerous state and national awards in 2019, including:



Awarded Top Workplace by the Atlanta Journal-Constitution.



Awarded a Best Place to Work by the Atlanta Business Chronicle.



Named Paulding County Chamber of Commerce Business of the Year.



Named Heard County Chamber of Commerce Business of the Year.

As well as:

- Georgia Lineman's Rodeo: 2nd place in Journeyman Hot Jumper Change Mystery Event and 1st place in Journeyman Senior Division
- International Lineman's Rodeo: Placed 25th overall, 8th in the EMC division and 3rd in the Senior Division
- Cooperative Communicators Association: 3rd place award for Broadcast Advertising
- National Rural Electric Cooperative Association: Spotlight on Excellence silver award for Best Individual Ad

2019 ANNUAL REPORT

Our Future
is
BRIGHT



**Carroll Electric
Membership Cooperative**

Valuable. Reliable. Powerful.

Dear Carroll EMC Member,

Year after year, your local electric cooperative is proud to share with you the milestone accomplishments we reach as a company, as a Membership and as a community since our last meeting. We've entered a new decade together—one that has brought much uncertainty and discord in its first few months, but Carroll EMC's priority focus on preparedness for life's storms ensures a bright future. Now more than ever, our value of "all in" not only includes the cooperative's employees, staff and board, but also you, our Member, and the community.

Looking back, just as we were the answer to rural electrification for western Georgia in 1936, we strive to be the answer to the digital divide in broadband for our service territory. In early spring of 2019, Senate Bill 2 was passed allowing cooperatives to engage in high-speed internet service. Carroll EMC continues to keep its Members' best interests in mind as we engage in this effort.

We've emphasized reliability and safety in the past, and maintain such practices at our forefront, but this past year, we reached new feats in environmental sustainability and community involvement. Carroll EMC purchased its first electric vehicle, a 2018 Chevy Bolt, and revealed a public, electric charging station at the renovated Robert D. Tisinger Community Center. Additionally, our Members continue to fund community efforts by participating in Operation Round Up. With 76% of our Members enrolled in 2019, the Carroll EMC Foundation has given back more than \$3.6 million in scholarships, donations and assistance since 2001.

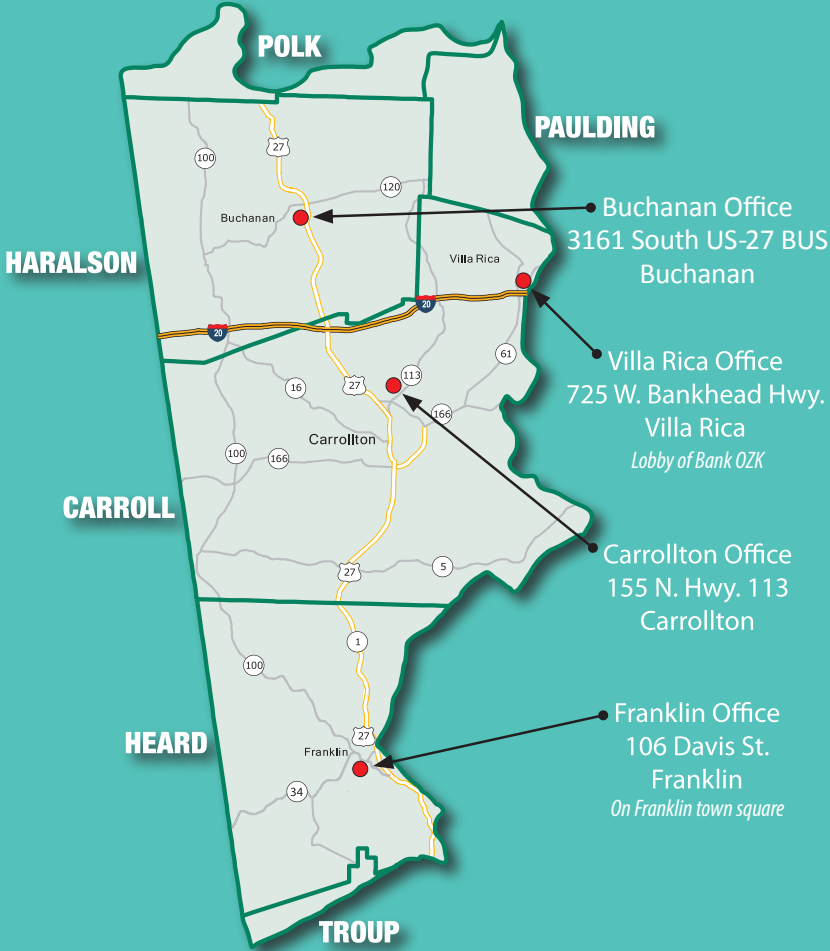
As Members, you are more than a customer. You are an integral part of the cooperative. It is my pleasure to serve as your Chairman on the Board of Directors, and I thank you for attending the annual meeting.

Sincerely,

Ronnie Jordan

Chairman of the Board of Directors

CEMC SERVICE TERRITORY AND OFFICE LOCATIONS



2019 FINANCIAL REPORT

STATEMENT OF REVENUE & EXPENSES for year ended December 31, 2019

WHAT WE TOOK IN:	
1. Operating Revenue & Patronage Capital	\$ 119,841,992
WHAT WE PAID OUT:	
2. Purchased Power	\$ 79,333,629
3. Operations & Maintenance	8,545,358
4. Member Accounts, Customer Care & Informational Expense	4,380,147
5. Sales, Administrative & General Expense	7,633,782
6. Total Operations & Maintenance Expense (lines 2 through 5)	99,892,916
7. Depreciation	9,311,574
8. Tax Expenses	699,036
9. Interest on Long-Term Debt	4,445,714
10. Other Deductions	64,098
11. Total Cost of Electric Service (lines 6 through 10)	\$ 114,413,338
WHAT WE HAVE LEFT:	
12. Patronage Capital & Operating Margins (line 1 minus line 11)	\$ 5,428,654
13. Non-Operating Margins	2,044,840
14. Capital Credits	397,585
15. Total Patronage Capital or Margins (lines 12 through 14)	\$ 7,871,079

BALANCE SHEET for year ended December 31, 2019

ASSETS	
1. Total Utility Plant	\$ 297,881,481*
2. Net Utility Plant	212,514,134
3. Total Other Property & Investments	7,291,891
4. Total Current & Accrued Assets	31,585,480
5. Other Deferred Debits	(5,998,209)
6. Total Assets & Other Debits	\$ 257,389,714
* Total Utility Plant is included in Net Utility Plant total.	
LIABILITIES	
1. Total Margins & Equities	\$ 115,395,750
2. Total Long-Term Debt	104,242,245
3. Total Other Noncurrent Liabilities	(409,992)
4. Total Current & Accrued Liabilities	22,966,993
5. Other Deferred Credits	14,374,734
6. Total Liabilities & Other Credits	\$ 257,389,714

CARROLL EMC BOARD OF DIRECTORS

Alvin Ginn District 1
Emmett Harrod: Vice Chairman District 2
Lynn Joyner District 3
Donnie Brannon District 4
Eddie Gore District 5
Ronnie Jordan Chairman District 6
Max Goldin District 7
Nan Philpot Secretary/Treasurer District 8
Don DeFoor: District 9

VISION:

Pursuing greatness together

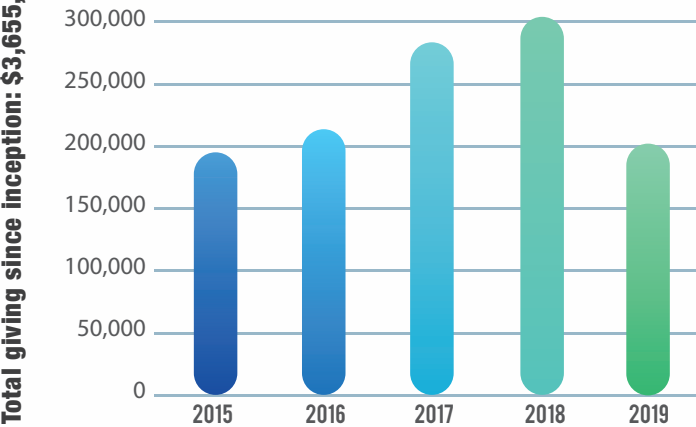
PURPOSE:

Providing reliable power and service at the best value

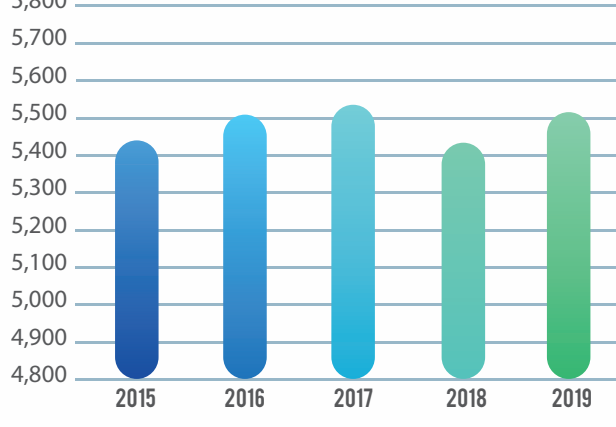
VALUES:

Member Focused, Caring, Safety, Responsible, All In

OPERATION ROUND UP® DISBURSEMENTS



NUMBER OF PREPAY ACCOUNTS



2019 STATISTICS

	SALES OF KWH (IN BILLIONS)	MILES OF LINE	TOTAL REVENUE FROM SALES	TOTAL ACTIVE METERS SERVED
2015	1.028	5,349	\$114,039,514	49,345
2016	1.064	5,342	\$112,085,815	49,761
2017	1.024	5,392	\$107,793,464	50,187
2018	1.110	5,424	\$115,814,363	50,729
2019	1.099	5,457	\$116,159,880	51,353