



Control Number: 36866



Item Number: 240

PROJECT NO 36866

FARMERS' ELECTRIC COOPERATIVE, INC. OF NEW MEXICO

ANNUAL REPORT FOR SUBSTANTIVE RULE 25.77

PAYMENTS, COMPENSATION AND OTHER EXPENDICTURES

<u>Date</u>	<u>Vendor Name</u>	<u>Amount</u>
2023	Bolinger, Segars, Gilbert & Moss LLP	\$27,102

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2023 MAY -5 AM 9:51
PUBLIC UTILITY COMMISSION
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REPORT NO. 1

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U.S. DEPARTMENT OF AGRICULTURE Rural Utilities Service REPORT OF COMPLIANCE AND PARTICIPATION	BORROWER DESIGNATION <div style="text-align: right; font-size: 1.2em; font-weight: bold;">32-009</div> <hr/> NAME OF BORROWER Farmers' Electric Cooperative, Inc. of NM PO Box 550 Clovis, NM 88102-0550 <div style="display: flex; justify-content: space-between;"> <div>DATE <div style="font-size: 1.1em;">April 30, 2024</div></div> <div>CALENDAR YEAR <div style="font-size: 1.1em;">2023</div></div> </div>																
INSTRUCTIONS - Submit 2 copies to the appropriate General Field Representative by January 31 for the prior Calendar Year. Each item must be answered.																	
PART I. FOR ALL RUS ELECTRIC AND TELECOMMUNICATIONS BORROWERS																	
1. Does your organization deny to any person on the basis of race, color, national origin, disability, or age an equal opportunity for: a. Existing, improved or expanded service? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO b. Use of facilities? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO c. Access to facilities by disabled persons as required by Federal accessibility standards? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO																	
2. Does your organization post at a location easily viewed by the public: a. "AND JUSTICE FOR ALL" poster? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO b. Statement of Nondiscrimination? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO																	
3. Were any complaints involving <u>program benefits</u> filed against your organization on the basis of: (if yes, explain in "COMMENTS") a. Title VI of the Civil Rights Act of 1964? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO b. Section 504 of the Rehabilitation Act of 1973 (disability)? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO c. Age Discrimination Act of 1975 (age) <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO																	
4. Does your organization provide information on the application of civil rights regulations to your program by: a. Publishing the Statement of Nondiscrimination in newspapers annually? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO b. Providing a copy of the Statement of Nondiscrimination to each <u>new</u> (1) customer? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO (2) employee, when hired? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO																	
5. Does your organization: a. Provide an equal opportunity for minority and/or female-owned enterprises to participate in the bidding process for contracts? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO b. Develop and administer equitable line extension and/or security deposit policies for all customers? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO c. Have an equitable disconnect policy? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO																	
6. ELECTRIC BORROWERS ONLY: Does your organization have a means to inform present and potential customers of the availability of payment options (budget billing, etc.)? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO																	
7. Was a senior management official appointed to administer the requirements of the Civil Rights act of 1964, Section 504 of the Rehabilitation Act of 1973, and the Age Discrimination act of 1975? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO IDENTIFY Name: _____ Title: _____																	
8. How does your organization collect and maintain racial/ethnic data on customers? a. Customer record coded at time of application for service (self identification or visual observation) <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO b. Pro-rated based on latest census data <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO																	
9a. Racial/Ethnic Groups (Use either pro-rated census data for your service area or your own records) <table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th style="width:60%;">Group</th> <th style="width:40%;">% of Residential Customers (must add to 100%)</th> </tr> </thead> <tbody> <tr><td>(1) American Indian or Alaska Native</td><td></td></tr> <tr><td>(2) Asian</td><td></td></tr> <tr><td>(3) Black or African American</td><td></td></tr> <tr><td>(4) Native Hawaiian or Other Pacific Islander</td><td></td></tr> <tr><td>(5) White</td><td style="text-align: center;">75%</td></tr> <tr><td>(6) Hispanic or Latino</td><td style="text-align: center;">22%</td></tr> <tr><td>(7) Other</td><td style="text-align: center;">3%</td></tr> </tbody> </table>	Group	% of Residential Customers (must add to 100%)	(1) American Indian or Alaska Native		(2) Asian		(3) Black or African American		(4) Native Hawaiian or Other Pacific Islander		(5) White	75%	(6) Hispanic or Latino	22%	(7) Other	3%	9b. Total Number of Residential customers at End of Calendar Year 10090 9c. Total Number of Residential Disconnects For Non-Payment in Calendar Year: 165 9d. Total Number of New Residential Customers Connected During Calendar Year: 558
Group	% of Residential Customers (must add to 100%)																
(1) American Indian or Alaska Native																	
(2) Asian																	
(3) Black or African American																	
(4) Native Hawaiian or Other Pacific Islander																	
(5) White	75%																
(6) Hispanic or Latino	22%																
(7) Other	3%																
Comments																	

PART II. FOR COOPERATIVE-TYPE BORROWERS ONLY

- 10 Does your organization deny to any person on the basis of race, color, national origin, disability, or age, an equal opportunity to participate in the organization's activities and affairs? ☐ YES ☒ NO
- 11 Does your organization provide each new member with a copy of the bylaws? ☒ YES ☐ NO
- 12 Does your organization provide all members with the bylaws section on the election process? ☒ YES ☐ NO
- a Date/time of Annual Meeting: May 13, 2023 10:30 a.m.
- b. If no annual meeting, dates/times of nominating or district meetings: _____
- c Does your organization provide all members advance notice of the annual meeting or election? ☒ YES ☐ NO
- d. Annual meeting is held at a facility accessible to persons with disabilities? ☒ YES ☐ NO

13. Indicate number of members appointed to committees listed below (not including board of directors committees)

Complete columns only for committees used by your cooperative.

RACIAL/ETHNIC GROUP	MEMBER ADVISORY COMMITTEE (1)		ANNUAL MEETING PLANNING COMMITTEE (2)		ELECTION COMMITTEE (3)		OTHER COMMITTEE (Except Nominating) (4)		TOTAL NUMBER APPOINTED (5)	
	MALE	FEMALE	MALE	FEMALE	MALE	FEMALE	MALE	FEMALE	MALE	FEMALE
a. American Indian or Alaska Native										
b. Asian										
c. Black or African American										
d. Native Hawaiian or Other Pacific Islander										
e. White							1	14		
f. Hispanic or Latino							1	5		
g. Other										
TOTAL										

14. Did your organization promote minority and/or female representation on the board of directors during the Calendar Year to more accurately reflect the composition of your membership?
- a. Appointing minority or female members to fill unexpired terms? ☒ NA ☐ YES ☐ NO
- b. Creating at-large positions on the board and initially filling positions with minority or female members? ☐ YES ☒ NO
- c. Appointing minority or female members to serve as special advisors to the board? ☐ YES ☒ NO
15. Did your organization have a quorum for the members' annual meeting? ☒ YES ☐ NO
- If the response to item 15 is "no," please answer the following:
- a. Why did you not have a quorum? (Please explain in comment section.)
- b. Was business conducted? ☐ YES ☐ NO
- c. Were elections held? ☐ YES ☐ NO
- d. Do you permit voting by proxy or mail ballot? ☐ YES ☐ NO

16. Indicate membership and board participation by racial/ethnic category (Check here if you do not have a nominating committee ☐ and do not complete column 2)

RACIAL/ETHNIC GROUP	NO. ATTENDING ANNUAL MEETING (Visual Survey) (1)		NUMBER ON NOMINATING COMMITTEE (2)		NUMBER NOMINATED FOR DIRECTOR (3)		NUMBER ELECTED AS DIRECTOR (4)		TOTAL NUMBER ON BOARD OF DIRECTORS (5)	
	MALE	FEMALE	MALE	FEMALE	MALE	FEMALE	MALE	FEMALE	MALE	FEMALE
a. American Indian or Alaska Native										
b. Asian										
c. Black or African American										
d. Native Hawaiian or Other Pacific Islander										
e. White	79	49	6		2		1	1	5	1
f. Hispanic or Latino	27	17							1	
g. Other	3	2								
TOTAL	124	77	6		2		2	1	6	1

PART III. SIGNATURES

SIGNATURE OF MANAGER (see instructions)

SIGNATURE OF BOARD PRESIDENT (cooperative ONLY)

WILLFULLY FALSE STATEMENTS ON THIS REPORT ARE PUNISHABLE BY LAW (U.S. CODE TITLE 18 SECTION 101)

ANNUAL REPORT 2022

Farmers' Electric Cooperative,
Inc. of New Mexico

FARMERS

ELECTRIC

CO-OP

REA



ANNUAL MEETING OF MEMBERS - AGENDA

May 13, 2023 - 10:30 a.m. - San Jon, New Mexico

OPENING REMARKS	Mike West, President
INVOCATION	Pat Woods, Trustee
PLEDGE OF ALLEGIANCE	Judy Smith, Trustee
NATIONAL ANTHEM	Allie Brooks
INTRODUCTION OF GUESTS AND TRUSTEES	Mike West, President
FIRST-TIME ATTENDEES DRAWING	Justin Barnes, Trustee
MEETING CALLED TO ORDER	Mike West, President
REPORT ON THE NUMBER OF MEMBERS PRESENT	Hal Greig, Attorney
ANNOUNCEMENT OF MAILING NOTICE	Hal Greig, Attorney
APPROVAL OF MINUTES - 2022	Hal Greig, Attorney
STATEWIDE REPORT	Charise Swanson, NMRECA CEO
WESTERN FARMERS (WFEC) REPORT	Justin Soderberg, Sr. Mgr., Generation
2022 FEC FINANCIAL REPORT	Suzy Howard, Mgr., Accounting
CEO's REPORT	Antonio Sanchez, Jr., CEO
INTRODUCTION OF TRUSTEE CANDIDATES DISTRICTS 3 & 5	Hal Greig, Attorney
ELECTION PROCEDURES FOR TRUSTEE DISTRICTS 3 & 5. VOTING PROCEDURES ON RECOMMENDED BYLAW ADDITIONS	Hal Greig, Attorney
UNFINISHED BUSINESS	Hal Greig, Attorney
NEW BUSINESS	Hal Greig, Attorney
LUNCH SERVED	Chet and Allie (music)
GRAND PRIZE DRAWING - \$1,000 OF ELECTRICITY! AND AWARDING OF OTHER DOOR PRIZES	George Dodge, Vice-President
ADJOURNMENT	Mike West, President



Antonio Sanchez, Jr.
Chief Executive Officer

2022 was an interesting year to say the least. Record high costs associated with both goods and services compiled with higher than typical fuel costs for power purchased from our G&T has had a big impact on the financial stability of the cooperative. Mid-way through the year, FEC depleted its available loan funds thereby relying on operational revenue and investment accounts to remain afloat. Former General Manager, Lance Adkins, retired after forty-three years of service to our members, at the beginning of June and I officially took the reins.

The Board and management of Farmers' Electric Cooperative are pleased to inform the members that 2022 was a successful year as the Cooperative exceeded all financial targets established by the Board and lenders. Annual margins were just over \$1.6 million including a margin allocation of \$715,492

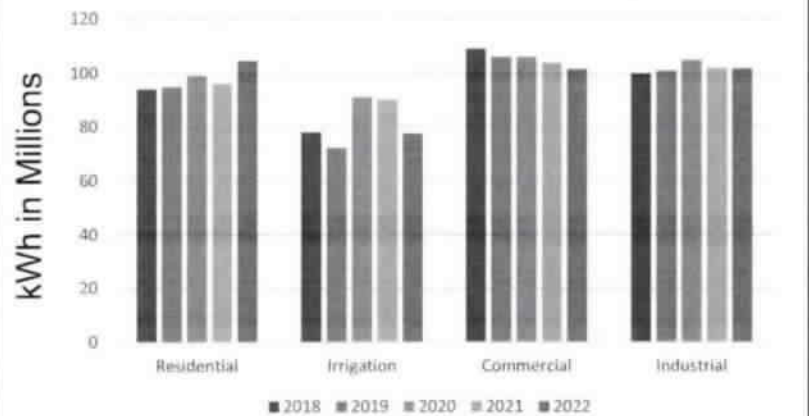
from our wholesale power supplier, Western Farmers Generation and Transmission Cooperative (WFEC). Farmers' Electric recorded total energy sales of 386,508 megawatt-hours (MWh), a decrease of 1.7 percent from sales in the previous year.

Due to the sound financial condition of your Cooperative, the Board of Trustees authorized the return of \$716,661.77 in patronage capital refunds. Prior to the Annual Meeting, all members of record in 1996 received 100 percent of the remaining balance of their capital credit allocation for that year, a total of \$626,725, with the remaining monies being returned on a percentage basis to all members of record through 2021. To reduce the cost of printing and mailing refund checks, active members with refunds under \$100 received a credit on their April electric bill rather than a paper check. Over the past five years FEC has returned more than \$9.8 million in patronage capital refunds to the membership.

Wholesale power supply cost continues to be the greatest single component in what members pay for electricity, with almost 64 cents of every dollar paid last year used to purchase wholesale power. Renewable energy represented 35.4 percent of our energy resources last year, though we continue to view wind and solar resources as a fuel replacement. Wind and solar technology are dependent on the variability of wind and sun to operate and require that conventional generation resources remain online, ready to respond to support load. While wholesale power costs have been relatively low and stable for several years, Farmers' Electric began to see increases in the cost of wholesale power beginning late 2021. WFEC, our wholesale power provider, implemented a small decrease in base wholesale power rates in January of this year; however, the increase in generation fuel costs, primarily natural gas, were significantly higher in 2022.

I hope that you will be able to join us this year for the Cooperative's Annual Meeting in San Jon, New Mexico on May 13, 2023. Thank you for your continued support of the Cooperative and Cooperative employees who live and serve in your community.

5 Year kWh Sales History



FEC BOARD OF TRUSTEES



Mike West
President
District 3 - Ft. Sumner
Ranching



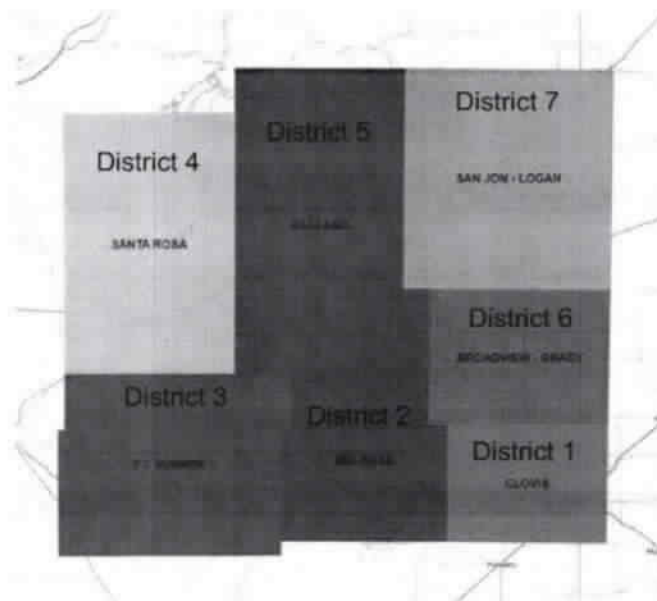
George Dodge, Jr.
Vice President
District 4 - Santa Rosa
Business



Donnie Bidegain
Secretary-Treasurer
District 7 - San Jon/Logan
Farming



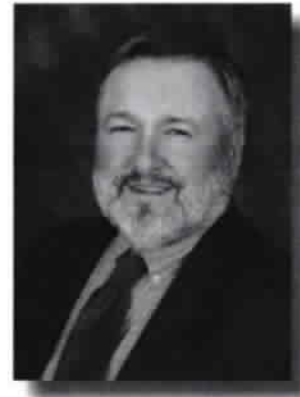
Pat Woods
District 6 - Broadview/Grady
Farming



Justin Barnes
District 1 - Clovis
Farming



Judy Smith
District 5 - Tucumcari/Ragland
Ranching



Jubal Pierce
District 2 - Melrose
Farming & Ranching

FEC Original Board of Trustees



Oscar Willmon
Chairman



J. O. Jordan
Vice Chairman



O. E. Pattison
Secretary



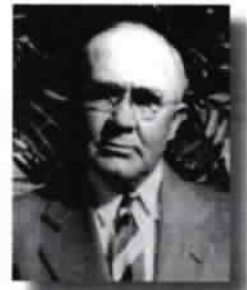
Earl Allen



Emmet Davis



P. B. Hartley



Luther Hudson

The second electric cooperative to be organized in New Mexico, Farmers' Electric Cooperative was organized on December 20, 1937, and the Articles of Incorporation were issued on January 13, 1938.

The initial loan from REA in the amount of \$100,000 was used to construct 100 miles of distribution line to serve



FDR signing the Rural Electrification Act (REA) of 1936

approximately 100 consumers in Curry and Quay counties. The first section of line was energized on November 30, 1938, from the substation southeast of Clovis and ran a short distance east of Clovis, then north to the communities of Pleasant Hill, Bellview, and Broadview.

From those humble beginnings, Farmers' Electric's service area now encompasses approximately 11,000 square miles with service to over 13,000 meters in seven New Mexico counties and three counties in far west Texas.

The Cooperative has had eight General Managers through the years. Each unique in their own way, they

all had the Cooperative and its members' best interests in mind.

At 25% below the U.S. national average for electricity, Farmers' Electric is still a good deal. Over the years, the Cooperative has seen steady, solid growth with safety, reliability, and value being the major drivers.

Today, Farmers' Electric has assets of over \$137 million, transmission line consisting of over 275 miles, over 4,000 miles of energized distribution line, 15 distribution substations, a headquarters building in Clovis, satellite offices in Fort Sumner and Santa Rosa, and several warehouse and support facilities.

Farmers' Electric still holds our founders' philosophy near and dear; to serve the interests of our member-consumers. For 85 years, the Cooperative has kept their dream alive and pledge to do so for a long time to come. Power of the people, by the people, for the people... it's the cooperative way.



Family time around a radio
circa 1940

FINANCIAL AND OPERATING HIGHLIGHTS

How Your 2022 Dollar Was Used to Bring You Electric Service



TOTAL REVENUE (BREAKDOWN BELOW)

\$46,829,807

Expenses

Cost of Wholesale Power	\$29,946,511	
Transmission & Distribution	\$ 5,459,826	
Consumer Accounts	\$ 2,158,658	
Depreciation & Amortization	\$ 3,836,994	
Administrative & General	\$ 1,704,070	
Interest & Other Expenses	\$ 2,095,265	\$45,201,324

Operating Margins

\$ 1,072,288

Non-Operating Margins

\$ 159,297

Western Farmers (WFEC) G&T Investments

\$ 715,492

SOURCES OF REVENUE

	2022	2021
Residential	\$12,770,157	\$10,572,392
Seasonal	\$ 1,374,843	\$ 1,224,742
Irrigation	\$ 9,900,709	\$ 9,917,472
Commercial, Small	\$ 3,060,546	\$ 2,720,999
Commercial, Large	\$10,423,830	\$ 9,553,361
Commercial, Industrial	\$ 8,414,305	\$ 7,431,237
TOTAL SALE OF ELECTRIC ENERGY	\$45,944,390	\$41,420,203
Other Revenue	\$ 885,417	\$ 1,286,448
TOTAL REVENUE	\$46,829,807	\$42,706,651

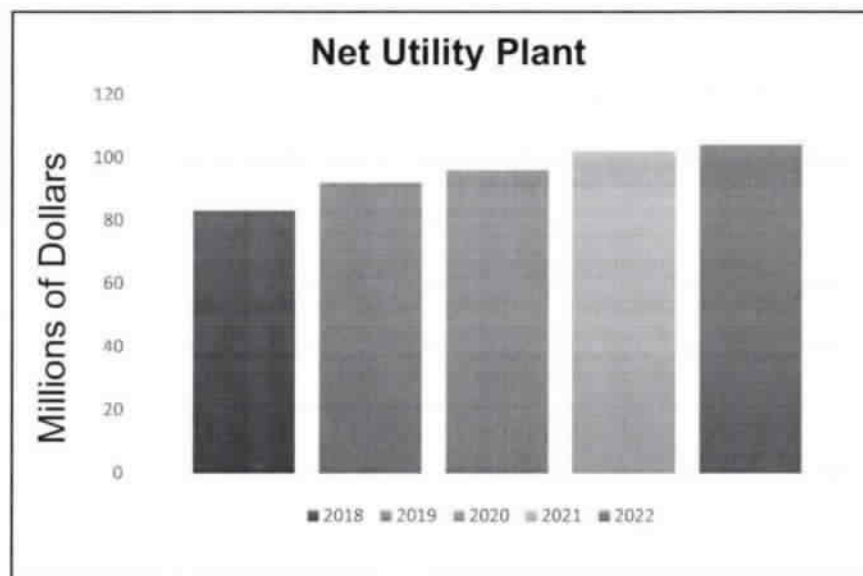
WHAT WE OWN - ASSETS

Cash & Investments	\$ 14,309,768
Western Farmers Electric Cooperative Equity Investment	\$ 9,348,646
Accounts & Notes Receivable	\$ 4,636,039
Materials & Supplies	\$ 3,065,658
Deferred Debits & Other Assets	\$ 1,899,618
Net Utility Plant	\$104,514,539
TOTAL ASSETS	\$137,774,268

WHAT WE OWE - LIABILITIES

*Long Term Debt to RUS, CFC, FFB, and CoBank	\$ 73,677,824
Current & Accrued Liabilities	\$ 5,632,895
Deferred Credits	\$ 1,058,255
Patronage Capital & Margins	\$ 57,405,294
TOTAL LIABILITIES	\$137,774,268

*During 2022 Principal Payments to RUS, CFC, FFB, and CoBank Totaled \$2,985,433



2022 RETIREES

82 Years of Combined Service to FEC



1980 - 2022

Lance Adkins
FEC General Manager
42 Years



1981 - 2022

Scott Burnett
Melrose Foreman
40 Years

"After climbing the mountain, you can finally enjoy the view."

-Unknown Author

Chek and Allie to Perform



Eastern New Mexico's own, Chek Rippee and Allie Brooks will be sharing their musical talents with the members of Farmers' Electric at our 85th Annual Meeting of Members to be held in San Jon at the San Jon High School gym on Saturday, May 13.

You won't want to miss this meeting! Hot coffee and donuts will be available during registration from 9:30 am – 10:30 am, with the Business Meeting starting promptly at 10:30 am. Lunch will be catered by Bigham's Smokehouse out of Lubbock, Texas featuring traditional southwestern BBQ and all the fixins! Door prizes for children and adults! Come spend your Saturday with us! There will be great music, great food, great prizes, and most of all, great people!

Chek Rippee is from Elida, NM. He is a singer, songwriter, guitarist, and award-winning fiddle player. He utilized his musical talents in Nashville, TN for 7 years. During this time, he released his album "It's Happenin'" and was named Entertainer of the Year on Broadway for 2 consecutive years. He has performed as a professional musician touring with major acts such as Trent Wilmon, Montgomery Gentry, and Gretchen Wilson.

Allie Brooks was born and raised in Portales, NM. She has been a performing vocalist since the age of 8. She also plays guitar and enjoys expressing her artistic talents through songwriting. She has performed at various venues as a band leader and solo artist including: performing as the house band for Kelley's Bar & Grill in Clovis, NM, opening for acts such as The Bellamy Brothers, and being named first place winner of The Office Sports Bar & Grill Annual Songwriter Contest Lubbock, TX. She loves music of all styles and genres. Her Musical influences include Radney Foster, Steve Earle, Lady Gaga, and Billy Joel.

The Cooperative's Board of Trustees and management would like to take this opportunity to inform the membership of the following proposed additions to Section 3. Easements, Article III Section 1. Annual Meeting, and Article IV. Section 3. Those portions of the statements in "Red" are proposed additions.

ARTICLE II SECTION 3. EASEMENTS.

Each member shall, upon being requested to do so by the Cooperative, **and at no cost to the Cooperative**, execute and deliver to the Cooperative rights-of-way over, on and under lands owned, leased or controlled by the member, as the Cooperative shall require for the furnishing of electric service to its members at any time or for the construction, operation, maintenance, repair, removal, exchange of its equipment or relocation of its facilities.

ARTICLE III SECTION 1. ANNUAL MEETING.

The Annual Meeting of the members shall be held not earlier than the first day of April nor later than the first day of August of each year at such place within the service area of the Cooperative as shall be designated by the Board in the notice of the meeting for the purpose of electing trustees, passing upon reports for the previous fiscal year and transacting such other business as may come before the meeting. It shall be the responsibility of the Board to make adequate plans and preparation for the Annual Meeting. **The Board may, in its discretion, cancel or postpone the Annual Meeting if it is deemed to be in the public interest during circumstances beyond the reasonable control of the Board or the members.** Failure to hold the Annual Meeting at the designated time shall not work a forfeiture or dissolution of the Cooperative.

ARTICLE IV. SECTION 3. NOMINATIONS, ELECTION, AND TENURE

(a) The terms of trustees elected shall be for three years and until a successor shall have been elected and qualified. The rotation is Districts 2 and 7, Districts 3 and 5, and Districts 1, 4, and 6. **In the event an annual meeting is cancelled pursuant to ARTICLE III SECTION 1, all Trustees shall hold over or extend their current term for one year so as to maintain the election rotation.**

2023 Scholarship Winners

Over the past 36 years, the Farmers' Electric Education Foundation has been privileged to award scholarships to members, or dependents of members interested in attending an accredited vocational school, technical school, college, or university. In fact, the Foundation has awarded 1447 scholarships totaling \$1,096,730. Each year the Foundation has awarded the maximum number of scholarships possible based on funds available and in 2023 will award (57), \$1,500 and (1), \$2,500 (Glenn Holland Memorial) scholarships to graduating high school seniors and college level students throughout our service area.



The Education Foundation is funded solely by the members of the cooperative through donated and unclaimed patronage capital refunds. These funds are invested in temporary cash investments consisting of certificates of deposit and mutual funds. To ensure that these funds will continue to support higher education for many years to come, only the interest earned is used for scholarships. If it weren't for the gracious donation of patronage capital refunds (capital credits), this program would not be the success that it is.

In addition to the scholarship program, Farmers' Electric will sponsor two area high school juniors on the Government In Action Youth Tour held June 12 through June 18 in Washington, D.C. This is a general budgetary, continuing education program, independent of the Farmers' Electric Education Foundation.

A special "thank you" to the cooperative members in each community who volunteered their time to serve on the scholarship selection committees.

The following is a list of the 2023 Farmers' Electric Education Foundation winners:

Paul Acosta
Shawn Agar
Kenzie Bequette
Kenzie Bowman
Catelyn Breshears
Jaryn Bruce
Kambry Burns
Karlee Cantrell
Seth Cordova
*Lexie Cunico
David Garnett
Tylie Garrison
Carly Gilbreath
Reece Goldston
Danielle Griego
Jordan Hisel
Maya Holman
Jentry Inge
Justin Johnson
Christian Kotara

Lacy Lesly
Benjamin Loewen
Breanna Lucero
Andres Madrid
Claire McDaniel
Dymond McDaniel
Grace McDaniel
Nataley Mondragon
Xavier Mondragon
Marshall Moore
Clay Norman
Ivy Norman
Payton Oliver
Dezmon Pacheco
Grant Palla
Thomas Palla
Cameron Patton
Avery Pipkin
Luke Phipps
Tiimyn Powell

Aleen Quintana
Jade Roberts
Colton Rohrbach
Riley Rohrbach
Mark Rose
Tyler Saiz
Aubrie Sanchez
Jordan Sanchez
Isabelle Sena
Abigail Sleep
Louis Sorrentino
Jayden Stewart
Cole Sultemeier
Kaycee Sultemeier
Lindsay Tibbs
Calab VanBeek
Chase Williamson
Jordan Wilton

Youth Tour Winners:
Hannah Lavender
Erika Cooke

ANNUAL MEETING

Minutes - May 14, 2022

The 84TH Annual Meeting of Members of Farmers' Electric Cooperative, Inc. Of New Mexico, was held at 10:30 a.m., Saturday, May 14, 2022, at Ft. Sumner High School Gymnasium, Ft. Sumner, New Mexico. Lunch was served to over 300 members and guests immediately following the meeting.

Trustees present:

Michael B. West, President
George Dodge, Jr., Vice President
Donnie Bidegain, Secretary/Treasurer
Justin Barnes
Ernest Riley
Judy Smith
Pat Woods

OPENING STATEMENT

Chairman West welcomed members to the 84th Annual Meeting of the cooperative.

INTRODUCTIONS

Chairman West introduced Farmers' Board of Trustees, their spouses, and guests and welcomed them to the meeting.

DRAWING

Trustee Justin Barnes conducted the special drawing for first-time members in attendance. Two winners were awarded \$50 energy certificates.

CALL TO ORDER

Chairman West called the Annual Meeting of Members to order.

REPORT OF MEMBERSHIP

Attorney Hal Greig reported Farmers' had 7,241 members of record and 100 members or 2% (144) (whichever is lesser) constitute a quorum in accordance with the By-laws, and 157 members had registered before the meeting enabling the members to transact business placed before the meeting.

ANNOUNCEMENT OF MAILING OF NOTICES

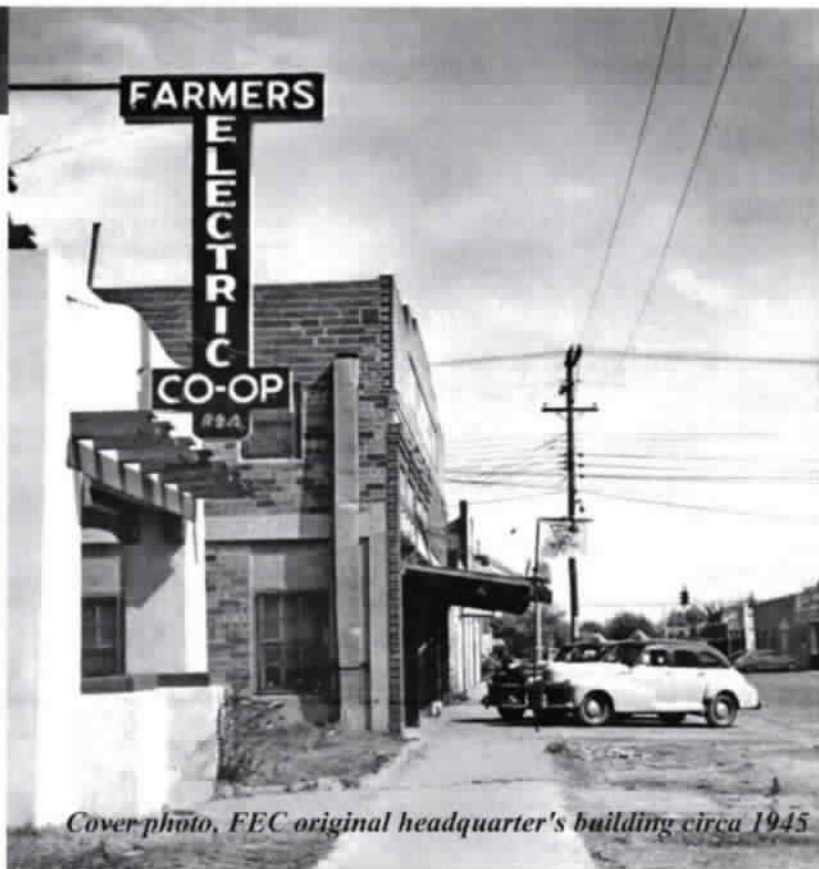
Mr. Greig then announced that in accordance with the By-laws of the Cooperative, Notice of the Annual Meeting was mailed 7,241 members via United States mail on April 21, 2022, at their addresses of record, which specified the nomination made by the Nomination Committees for districts 2 and 7.

MINUTES

Secretary-Treasurer Donnie Bidegain noted that a copy of the 2021 minutes was included in the 2021 Annual Report on page 9 and asked for discussion. A motion was duly made and carried to approve the minutes as recorded.

STATEWIDE REPORT

Keven Groenewold, NMRECA CEO provided updates surrounding events happening at the Statewide level.



WESTERN FARMERS ELECTRIC REPORT

Donnie Bidegain provided brief report on WFEC.

GENERAL MANAGER'S REPORT

Lance R. Adkins, General Manager, addressed the meeting, providing information on the financial outcome of the business in year 2021.

INTRODUCTION AND ELECTION OF TRUSTEES

Mr. Greig presented the reports of nominating committee meetings for District 2 and 7:

- District 2 – Melrose Ernest Riley
- District 7 – Logan Donnie Bidegain

Mr. Greig called for a motion to elect Ernest Riley for District 2, and Donnie Bidegain for District 7 by acclamation. A motion was so made, duly seconded, and unanimously carried.

UNFINISHED BUSINESS

Mr. Greig then asked for unfinished business, there was none.

NEW BUSINESS

Mr. Greig called for new business, there was none.

GRAND PRIZE DRAWING AND AWARDING OF PRIZES

Vice President George Dodge, Jr., conducted the door prize drawing. A total of 105 door prizes were awarded to children and adults.

ADJOURNMENT

There being nothing further to come before the meeting, Chairman West adjourned the meeting.

**Annual Meeting of Members of
Farmers' Electric Cooperative, Inc. of New Mexico
Saturday, May 13, 2023**

Place: San Jon High School - Gym
202 N. 7th St.
San Jon, New Mexico

Date: Saturday, May 13, 2023
Registration: 9:30 a.m. to 10:30 a.m.

Lunch: Following Business Meeting
(Approximately 12:00 Noon)

To take action upon the following matters:

1. The reports of Officers, Trustees, and Committees
2. The election of Trustees from Districts 3 & 5
3. Vote on By-Law changes
4. All other business which may come before the meeting or any adjournments thereof

Grand Prize Drawing (**\$1,000 of electricity!**)
Door Prizes for Adults and Children

In addition to drawing for the grand prize and door prizes, there will be a special drawing of two \$50 Energy Certificates for **"First Time"** Farmers' Electric Cooperative members in attendance.

From:
Farmers' Electric Cooperative, Inc.
P.O. Box 550
Clovis, New Mexico 88102

PRESORTED MARKET
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LUBBOCK TEXAS
PERMIT #49

Drawing Stub: (MUST BE PRESENT TO WIN)

TO:

Please Bring This Report To The Annual Meeting

The following qualified members have been nominated for Trustee from their respective districts by the Committees on Nominations appointed pursuant to Bylaw provisions:

District No. 3 - Mike West
District No. 5 - Judy Smith

The following have been nominated for Trustee by petition of members, also pursuant to Bylaw provisions:

District No. 3 - None
District No. 5 - Patrick Lyons



Donnie Bidegain, Secretary-Treasurer, April 21, 2023