



SNAPPING SHOALS EMC  
1938-2023


Annual

Report

and

Meeting

Notice



**Anthony Norton**  
Rockdale County  
District 2



**Alfred Flanigan**  
Rockdale County  
District 2



**Dr. Millard Ross**  
Rockdale County  
District 2



**Lance Harper**  
Secretary/ Treasurer  
Newton County  
District 1



**Jeanette Berry**  
Vice Chairman  
Newton County  
District 1



**Ruby Woods**  
Newton County  
District 1



**Ernest Watkins**  
DeKalb County  
District 3



**Gene Morris**  
Henry County  
District 4



**Walter Johnson**  
DeKalb County  
District 3



**James I. White**  
Henry County  
District 4



**2023**  
Snapping  
Shoals EMC  
Board of Directors

**Jake Carter**  
*Chairman  
Board of Directors  
Henry County  
District 4*



**Shaun Mock**  
*President/CEO  
Snapping Shoals EMC*



## Dear Members of Snapping Shoals EMC,

It is with great pride and gratitude that we commemorate Snapping Shoals EMC's 85th anniversary. This milestone provides us with an opportunity to reflect on our journey, accomplishments, and most importantly, our unwavering commitment to delivering affordable and reliable energy to our valued members both now and well into the future. In an ever-changing energy landscape, we understand the challenges posed by increases in natural gas markets and their impact on electricity prices. However, thanks to prudent risk management,

Snapping Shoals EMC members continue to enjoy electric rates well below the average electricity consumer in Georgia.

Moreover, we take immense pride in our growing solar energy portfolio. This expansion not only reduces our environmental footprint but also ensures a diverse and reliable energy mix that supports our long-term energy goals. Additionally, we anticipate the completion of the new nuclear units at Plant Vogtle, a significant milestone that will further enhance our capacity to meet the increasing energy demands of our members. These units will not only bolster our commitment to reliability but also solidify our position as a forward-thinking energy provider. Finally, the tornadoes that devastated the southern portion of our service territory in January highlighted the strength and resilience of our employees, communities, and the cooperative business model. We are immensely grateful for the mutual aid assistance we received from nearly 20 different cooperatives. This collective support embodies the spirit of cooperation and reinforces our ability to overcome any challenges together.

As we celebrate this momentous anniversary, we want to express our heartfelt gratitude to each member of Snapping Shoals EMC. Your trust and support have been instrumental in our success. We remain committed to delivering the affordable and reliable energy you deserve.

Here's to 85 years of progress, innovation, and dedication, and to the bright future that lies ahead!

**Shaun Mock**  
*President/CEO*

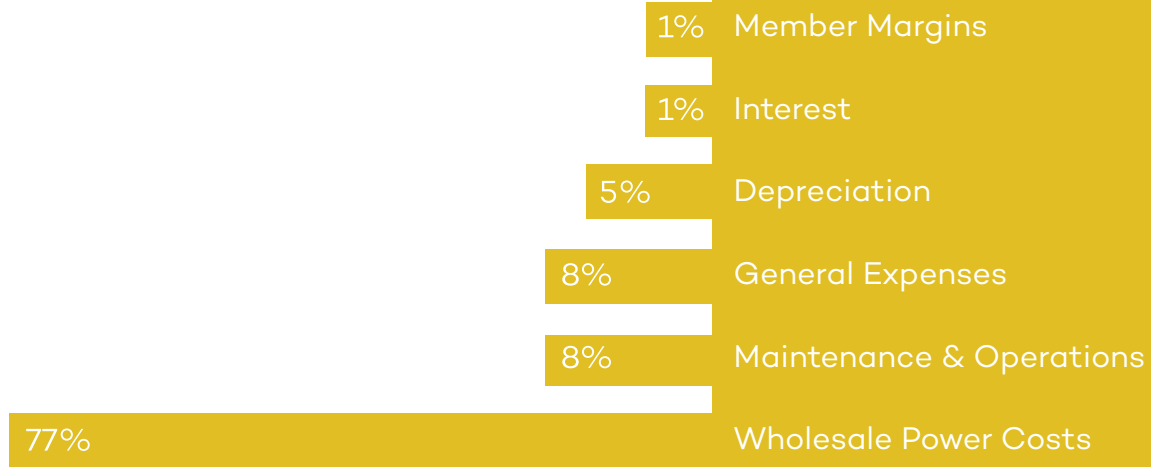
**Jake Carter**  
*Chairman, Board of Directors*

# 2022 Facts & Figures



Snapping Shoals EMC Engineers like Jan Bane ensure that our electric distribution system and our power grid operate in the safest, most efficient way possible. Building on over 85 years of experience, members can expect the same level of service and reliability now and into the future.

## How Your Co-op Dollars Were Used



## SSEMC Statistics

	2021	2022
Total Number of Electric Meters	105,270	106,628
Average Residential Kilowatt Hours <i>(consumed)</i>	1,289	1,300
Total Miles of Energized Line	6,402	6,462

# Having a Positive Impact in OUR Service Area

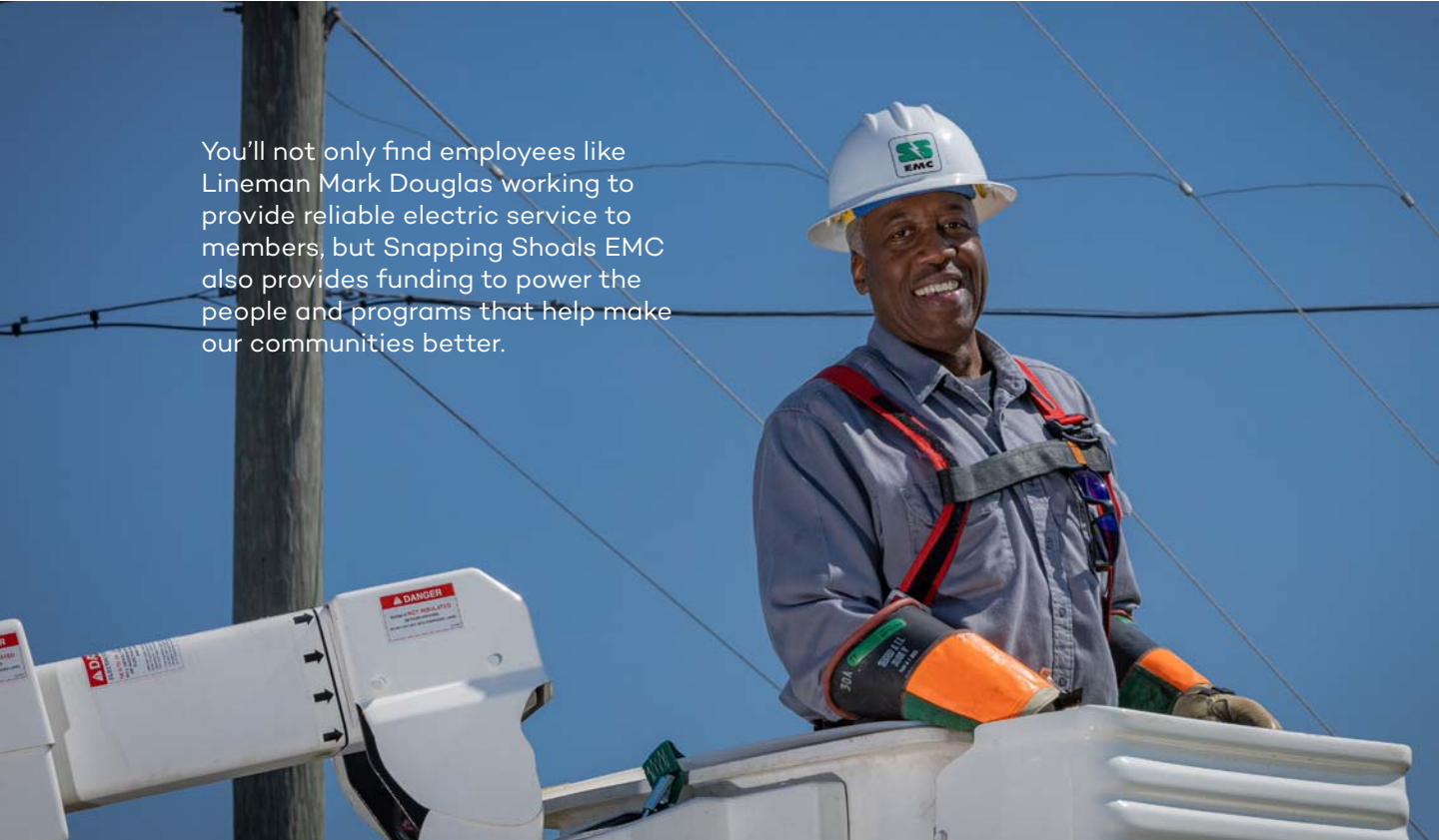
## 2022 Community Support

Operation Round Up (General Fund)	\$	366,359
Operation Round Up (Education Fund)	\$	30,000
Scholarships	\$	59,000
Intern Scholarships	\$	6,000
Bright Idea Teacher Grants	\$	56,500
Community Organization Donations	\$	75,415
Economic Development	\$	10,000
<b>TOTAL DONATIONS</b>		<b>\$ 603,274</b>

## 2022 Taxes Paid by Snapping Shoals EMC

Property Taxes	\$	1,928,899
Sales Tax	\$	15,555,107
Franchise Fees	\$	810,791
<b>TOTAL TAXES</b>		<b>\$ 18,294,797</b>

You'll not only find employees like Lineman Mark Douglas working to provide reliable electric service to members, but Snapping Shoals EMC also provides funding to power the people and programs that help make our communities better.





# 2023 Annual Meeting

*Make plans to come and enjoy the festivities, informational displays and take part in the business of YOUR electric co-op.*

## Entertainment

The Purple Hulls will be sharing their unique and authentic, uplifting and energetic acoustic-driven music at this year's Annual Meeting. Hailing from deep in east Texas, identical red-headed twins Katy Lou and Penny Lea Clark learned the value of hard work and the goodness of country life, and were blessed to grow up in an environment that cultivated their God-given apt for music. After a fruitful five years in Music City, touring as backing musicians for various country artists, working for the Grand Ole Opry, and writing songs for Nashville's biggest publishing company, Sony ATV, the Lord led them back to their home state. The Purple Hulls continue their travels based from their family farm (where they really grow purple hull peas!) and for the last 12 years have been with churches, festivals, and venues across the horizons of America and Europe.

## A Special Gift

In addition to a chance to win a 2003 fleet-maintained, Ford Ranger pickup, a commemorative 85th Anniversary Snapping Shoals, Lodge® skillet will be given to the first 1,500 members who register at this year's Annual Meeting.

## The Venue

This year, we'll be returning to our traditional, in-person Annual Meeting format at the Georgia International Horse Park, 1996 Centennial Olympic Pkwy. N.E., Conyers, GA 30013.

Visit the Annual Meeting page on our website at [SSEMC.com](https://www.ssemc.com) for directions and other information about the 2023 Annual Meeting.

The QR code below will link you to directions to the venue for the event as well.



# 2022/2023 Report of Independent Auditors

## The Board of Directors Snapping Shoals Electric Membership Corporation and Subsidiary

### Opinion

We have audited the consolidated financial statements of **Snapping Shoals Electric Membership Corporation and Subsidiary**, which comprise the consolidated balance sheets as of December 31, 2022 and 2021, and the related consolidated statements of operations and comprehensive income, changes in members' equity, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Snapping Shoals Electric Membership Corporation and Subsidiary as of December 31, 2022 and 2021 and the results of their operations and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Snapping Shoals Electric Membership Corporation and Subsidiary and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Snapping Shoals Electric Membership Corporation and Subsidiary's ability to continue as a going concern for one year after the date that the consolidated financial statements are available to be issued.

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- ▶ Exercise professional judgement and maintain professional skepticism throughout the audit.
- ▶ Identify and assess the risks of material misstatements of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Snapping Shoals Electric Membership Corporation and Subsidiary's internal control. Accordingly, no such opinion is expressed.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- ▶ Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about Snapping Shoals Electric Membership Corporation and Subsidiary's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

# Consolidated Balance Sheets

## Assets

	2022	2021
<b>Utility Plant</b>		
Electric Plant in Service - At Cost	\$ 347,198,836	\$ 329,882,840
Construction Work in Progress	1,993,938	1,696,840
	<b>349,192,774</b>	331,579,680
Accumulated Depreciation	<b>(152,112,098)</b>	(142,435,632)
	<b>197,080,676</b>	189,144,048
<b>Other Property and Investments</b>		
Investments in Associated Organizations	30,149,173	28,540,542
Other Investments	3,089,152	10,389,152
	<b>33,238,325</b>	38,929,694
<b>Current Assets</b>		
Cash and Cash Equivalents	14,474,796	13,135,470
Accounts Receivable (Net of Accumulated Provision for Uncollectibles of \$399,624 and \$400,232 in 2022 and 2021, Respectively)	16,261,384	11,926,771
Accrued Utility Revenue	14,587,237	11,500,487
Materials and Supplies	3,794,922	3,234,858
Other	24,659,453	30,637,680
	<b>73,777,792</b>	70,435,266
<b>Deferred Debits</b>	4,058,892	56,252
<b>Total Assets</b>	<b>\$ 308,155,685</b>	<b>\$ 298,565,260</b>



# Consolidated Balance Sheets

## Members' Equity and Liabilities

	2022	2021
<b>Members' Equity</b>		
Membership Fees	\$ 934,546	\$ 925,521
Patronage Capital	73,905,116	76,618,651
Accumulated Other Comprehensive Income	2,078,819	(2,748,754)
Other Equities	24,666,540	22,368,694
	<b>101,585,021</b>	97,164,112
<b>Long-Term Debt</b>	<b>96,531,807</b>	91,511,029
<b>Accumulated Provision for Postretirement Benefits Other Than Pensions - Noncurrent</b>	<b>12,223,704</b>	16,191,562
<b>Current Liabilities</b>		
Current Maturities of Long-Term Debt	6,107,251	6,256,397
Accounts Payable	30,002,822	13,320,659
Consumer Deposits	12,321,344	11,988,744
Accrued and Withheld Taxes	2,036,071	1,182,141
Accumulated Provision for Postretirement Benefits Other Than Pensions - Current	279,000	208,000
Other	8,320,241	7,367,683
	<b>59,066,729</b>	40,323,624
<b>Deferred Credits</b>	<b>38,748,424</b>	53,374,933
<b>Total Members' Equity and Liabilities</b>	<b>\$ 308,155,685</b>	<b>\$ 298,565,260</b>

# Consolidated Statements of Operations and Comprehensive Income

## Operating Revenues

	2022	2021
<b>Operating Revenues</b>	<b>\$ 261,499,171</b>	<b>\$ 210,137,699</b>
<b>Operating Expenses</b>		
Cost of Power	202,648,881	156,262,277
Distribution Operations	13,824,342	13,156,136
Distribution Maintenance	7,653,472	6,777,592
Consumer Accounts	8,459,825	5,944,851
Consumer Service and Information	277,753	403,128
Sales	601,421	670,562
Administrative and General	10,678,547	9,422,766
Depreciation	12,058,802	11,485,998
	<b>256,203,043</b>	<b>204,123,310</b>
<b>Operating Margins Before Interest Expense</b>	<b>5,296,128</b>	<b>6,014,389</b>
<b>Interest Expense</b>	<b>4,115,324</b>	<b>4,035,855</b>
<b>Operating Margins After Interest Expense</b>	<b>1,180,804</b>	<b>1,978,534</b>
<b>Nonoperating Margins</b>	<b>629,816</b>	<b>1,100,302</b>
<b>Generation and Transmission Cooperative Capital Credits</b>	<b>1,315,817</b>	<b>773,507</b>
<b>Other Capital Credits and Patronage Capital Allocations</b>	<b>824,915</b>	<b>939,587</b>
<b>Net Margins</b>	<b>3,951,352</b>	<b>4,791,930</b>
<b>Other Comprehensive Income</b>	<b>4,827,573</b>	<b>293,101</b>
<b>Total Comprehensive Income</b>	<b>\$ 8,778,925</b>	<b>\$ 5,085,031</b>

## PROXY

The undersigned member of Snapping Shoals Electric Membership Corporation does hereby appoint and constitute

\_\_\_\_\_ (print agent's name) as agent and proxy of the undersigned, with all powers to act for the undersigned, with power of substitution, to vote on any matter which the undersigned would be entitled to vote if personally present at the Annual Members' Meeting of the Snapping Shoals Electric Membership Corporation, to be held at the Georgia International Horse Park, Conyers, Georgia on the 20th day of July, 2023. The undersigned does hereby ratify and confirm all whatsoever said attorney and proxy shall do or cause to be done in or about the premises by virtue of this PROXY.

Signature: \_\_\_\_\_

Printed Name: \_\_\_\_\_

Date: \_\_\_\_\_

Address: \_\_\_\_\_

Member Number: \_\_\_\_\_

## AUTHORIZATION TO REGISTER for School, Church, Corporation, Civic Organization or Other Entity

We, the undersigned, do hereby certify that

\_\_\_\_\_ (print name) has been duly authorized to register and act in behalf of

\_\_\_\_\_ (name of entity) at the Snapping Shoals EMC Annual Meeting to be held on Thursday, July 20, 2023, at the Georgia International Horse Park, Conyers, Georgia  
Signature: \_\_\_\_\_

Printed Name: \_\_\_\_\_

Title of Official: \_\_\_\_\_

Date: \_\_\_\_\_

2023

## OFFICIAL NOTICE

of The 2023 Annual Meeting of Snapping Shoals Electric Membership Corporation

*To the Members of Snapping Shoals Electric Membership Corporation:*

Notice is hereby given that pursuant to the provisions of the Bylaws, the Annual Meeting of Snapping Shoals Electric Membership Corporation will be at the Georgia International Horse Park, Conyers, Georgia on July 20, 2023 at 11:30 a.m. EDT for the following purposes:

1. To elect Directors for ensuing terms.
2. To transact such other and further business as may properly come before the meeting or any adjournment or adjournments thereof.

If you do not expect to attend the meeting, you may vote by proxy upon matters to be transacted at the Annual Meeting. On this page is a proxy, which should be properly dated and signed. No member may vote as proxy for more than three members at the Annual Meeting. No proxy shall be valid after sixty days from the date of its execution. The presence of a member at the Annual Meeting shall revoke any and all proxies heretofore executed by such member, and such member shall be entitled to vote at the Annual Meeting in the same manner and with the same effect as if he had not executed a proxy.

The director posts to be filled at the Annual Meeting and the term of each, along with the nominations made by the Nominating Committee and nominations by written petition for each post are as follows:

		CLASS I	CLASS I
DIRECTOR POST	TERM	NOMINATION BY COMMITTEE	NOMINATION BY PETITION
Newton County, Walton County, Morgan County, Jasper County <b>District 1</b>	Three Years	Jeanette Berry	None
Rockdale County, <b>District 2</b>	Three Years	Alfred Flanigan	None
DeKalb County <b>District 3</b>	Three Years	Ernest Watkins	None
Henry County, Butts County <b>District 4</b>	Three Years	Jake Carter	None



**SNAPPING  
SHOALS**

ELECTRIC MEMBERSHIP CORPORATION

14750 Brown Bridge Road • Covington, GA 30016

PRESORTED  
STANDARD  
U.S. POSTAGE  
PAID  
PERMIT #437  
CONYERS, GA

## Remember to Bring This Booklet for Registration and Prizes!

Snapping Shoals EMC's Annual Meeting of the Members will be Thursday, July 20, 2023 at the Georgia International Horse Park in Conyers, Georgia (*direction information is located inside this publication*).

Registration begins at 8:30 a.m. and ends at 11:15 a.m.

**Keep this ticket and bring to the Meeting for Prize Drawings!**



**SNAPPING  
SHOALS**

ELECTRIC MEMBERSHIP CORPORATION

Annual Meeting Registration Receipt - July 20,2023



**SNAPPING  
SHOALS**

ELECTRIC MEMBERSHIP CORPORATION

Annual Meeting Registration Receipt - July 20,2023