



Annual Meeting 2020



1945

Trico was formed in 1945 by farmers in Avra Valley seeking to bring electric power to their rural area.



1947

In 1947, Trico constructed its first section of power lines, covering 115 miles and serving 77 Members in areas north, south and east of Marana.



1948

The first lines were energized on July 8, 1948.



1950

From 1950–1956, Trico extends lines to Mt. Lemmon, Three Points, Sasabe, Madera Canyon and Arivaca.



1961

Trico brings electric service to 9 of 18 missile sites around Tucson constructed by the Defense Department.



CALL-IN INSTRUCTIONS

Trico will conduct the Annual Meeting by telephone conference on May 5, 2020 at 10 a.m. It will be a business meeting only, with presentations intended to inform Members about the performance and condition of Trico. Here is the call-in information for the meeting:

1. If you would like to listen to the meeting using your computer's speakers you may register at the following link.
<https://global.gotowebinar.com/ojoin/5837744143799733515/7971119957914876933>
2. If you prefer to use your phone, you may dial in using the information below..
United States: +1 (914) 614-3221
Access Code: 859-290-653

1961



Trico joined with three other Southern Arizona electric cooperatives to form a generation and transmission cooperative, Arizona Electric Power Cooperative (AEPCCO). Located near Willcox, this plant still provides power to Trico.

1978



A new outpost is established to serve Trico's southern territory. The outpost will enable Trico to respond quicker to outages. Before the outpost, it took a minimum of 2 hours to reach Sasabe.

1983



The Trico Foundation is established to provide scholarships to Trico Members and their dependent children. More than \$2.5 million has been awarded. The Trico Foundation is funded by current Members' and past Members' unclaimed or donated capital credit retirements.

1996



The Trico Electric Charitable Trust is formed to assist non-profit organizations providing critical services in southern Arizona and Trico Members in need. The Trust is funded through Operation Round-up, which receives donations from Members who choose to round up their bill to the nearest dollar.

2003

The devastating Aspen Fire on Mt. Lemmon burned for about a month, scorching more than 84,000 acres. It destroyed 340 homes and businesses in Summerhaven, as well as Trico's electric lines.



2011

With funding from a 21st Century Grant, Trico completed its 227 kW Sun Farm on the land just west of Trico's office on Tangerine Road. Trico was named Electric Co-op of the Year by the Solar Electric Power Association.



2019

Trico's new Avion Community Solar Project is completed. It will produce more than 30,000 megawatt-hours of electric energy each year. Trico unveiled a new logo that more clearly reflects Trico's strengths and moves us into the future.



2020

Today, Trico serves more than 48,000 Members over more than 3,500 miles of line. We're proud of our history and excited for our future.



AGENDA

10:00 a.m.
Annual Meeting

Welcome
Lawrence Hinchliffe, President

President's Report
Lawrence Hinchliffe, President

Treasurer's Report
Nick Buckelew, Treasurer

Manager's Report
Vincent Nitido, CEO/General Manager

Election/Election Results
Vincent Nitido, CEO/General Manager

Adjourn
Lawrence Hinchliffe, President

2020 Board of Directors Election

District 3 (Three Points, Robles Junction, Altar Valley)

Nick Buckelew, Incumbent

Nick, current Board Treasurer, is a third generation Arizona retired farmer. He attended the University of Arizona on a golf scholarship and graduated with a degree in Business and Public Administration.

“I truly enjoy serving on the Board. I am confident we are positioning Trico to meet all our future needs.”



District 6 (Corona de Tucson, Vail)

Lawrence Hinchliffe, Incumbent

Larry, current Board President, has been a resident of Corona de Tucson for 14 years and has been a member of the Board for 11 years – 3 years as Vice President and currently is the Board President. He has a degree in Physics and a Masters of Business Administration. He is retired from the U.S. Department of Energy/Atomic Energy Commission where he served as a scientist and safety officer during his 40-year career.

“I have worked hard and will continue to work hard to provide safe, reliable, affordable power to our members and be a positive, constructive influence on the communities we serve.”



Lorena Leal

Lorena has been a Trico Member for more than 10 years. She volunteers as treasurer for her church and is secretary of her church board. Her background is in the customer service field. She worked for 12 years in an environmental laboratory testing services and learned the regulations and test requirements for drinking water, wastewater, soils and hazardous waste. She also has experience as a Project Accountant. She currently works as a Field Office Manager for a construction engineering company.

“I truly believe companies that are owned by its members do make a change in our community. I just want to be part of this board to help, support, and represent my district.”



Don Black, District 1 (Dove Mountain, Marana)

Don has been a Trico Member for more than 14 years. He worked 35 years at the NASA Dryden Flight Research Center at Edwards Air Force Base, California.

“I am dedicated to providing our Members with reliable, safe, affordable electricity.”



Brad DeSpain, District 2 (Marana, Avra Valley)

Brad and his wife, Donna, have been Trico Members for 50 years. He has served on the Trico Board for 25 years. He is a self-employed rancher. He was Utilities Director for the Town of Marana and managed Cortaro-Marana Irrigation District.

“My goal is to hold down rates and provide reliable, safe service to the Members of Trico.”



Marsha Thompson, District 4 (Sahuarita, Green Valley)

Marsha and her husband, Roger, raised their six children in Sahuarita. She has been an active volunteer in the public school system and the White Elephant Thrift Store in Green Valley for 18 years.

“I am grateful to serve my friends and community on the Trico Board of Directors.”



Barbara Stockwell, District 5 (Arivaca, Sasabe, Green Valley)

Barbara has been a member for more than 50 years. She was a schoolteacher and owned the Stockwell Honey Co. in Arivaca (with its 1,400 hives) for many years.

“There is so much happening in the electric industry and the rural electric cooperative world right now, it’s an exciting time.”



Jim Pyers, District 7 (Saddlebrooke, Mt. Lemmon)

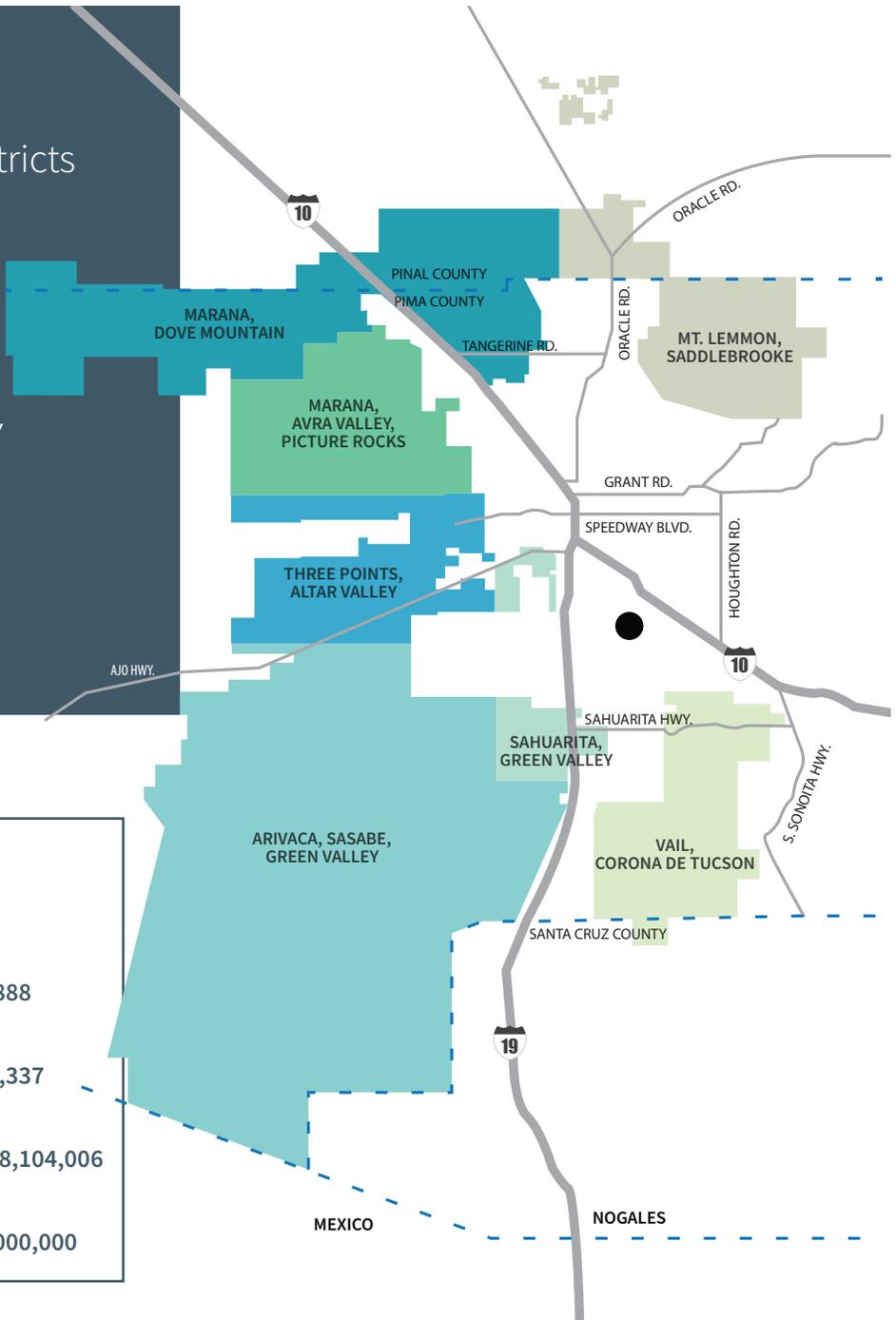
Jim has been a Trico Member and Saddlebrooke resident for 15 years. He has 35 years of experience in electric utility operations. He and his wife, Judy, have five children, 19 grandchildren and five great grandchildren.

“The electric utility business is facing a lot of change in the renewable energy supply market. My goal is to focus on cost without sacrifice to reliability and safety.”



Service Areas and Districts

- MARANA, DOVE MOUNTAIN
- MARANA, AVRA VALLEY, PICTURE ROCKS
- THREE POINTS, ALTAR VALLEY
- ARIVACA, SASABE, GREEN VALLEY
- SAHUARITA, GREEN VALLEY
- VAIL, CORONA DE TUCSON
- MT. LEMMON, SADDLEBROOKE



QUICKFACTS

Miles of Line

2019	3,929	2018	3,888
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Total Services

2019	51,493	2018	50,337
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Energy Sales (kWh)

2019	724,628,022	2018	718,104,006
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Patronage Capital Retired

2019	3,300,000	2018	3,000,000
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2019 Audited Financial Information

Summary Income Statement			
	2019	2018	Variance
REVENUE			
Revenue from Energy Sales	\$94,340,102	\$99,168,557	\$(4,828,455)
Other Revenue	754,173	549,248	204,925
Total Revenue	\$95,094,275	\$99,717,805	\$(4,623,530)
EXPENSES			
Wholesale Power & Transmission Cost	\$51,298,173	\$57,685,253	\$(6,387,080)
Operation & Maintenance Expense	9,815,831	9,054,631	761,200
Administrative & General Expense	10,610,975	10,482,418	128,557
Depreciation & Interest Expense	11,974,584	11,152,419	822,165
Interest Expense	5,149,737	4,837,125	312,612
Total Expenses	\$88,849,300	\$93,211,846	\$(4,362,546)
Operating Margin			
(Total Revenue Less Total Expenses)	\$6,244,975	\$6,505,959	\$(260,984)
Other Income			
Patronage Capital from Associated Organizations	2,352,814	2,440,049	(87,235)
Net Margins (Patronage Capital)	\$8,597,789	\$8,946,008	\$(348,219)

Summary Balance Sheet		
	2019	2018
ASSETS		
Cash & Temporary Investments	\$9,786,394	\$21,694,117
Accounts Receivable (Net of Allowance)	3,745,116	4,531,589
Accounts Receivable (Unbilled Revenue)	1,168,984	1,280,179
Materials & Supplies	4,354,183	3,645,361
Utility Plant (Net of Depreciation)	190,902,638	184,884,184
Other Assets	4,368,717	4,544,775
Patronage Capital Allocated (Associated Organizations)	48,085,300	46,172,217
Total Assets	\$262,411,332	\$266,752,422
EQUITIES		
Patronage Capital Allocated	\$113,342,678	\$108,117,173
Other Equities	7,065,199	7,036,536
Total Equities	\$120,407,877	\$115,153,709
LIABILITIES		
Long Term Debt	\$112,530,379	\$112,570,343
Capital Lease Payable	9,915,727	10,499,144
Short Term Debt	-	8,000,000
Accounts Payable	5,155,962	5,626,394
Other Liabilities	12,659,457	12,160,904
Deferred Expenses	1,741,930	2,741,928
Total Liabilities	\$142,003,455	\$151,598,713
Total Equities & Liabilities	\$262,411,332	\$266,752,422

For periods ending December 31, 2019 & 2018

AT TRICO,
Members come first, safety is core,
reliability is our responsibility
and by working together,
we will power the future.



(520) 744-2944 • www.trico.coop  /tricoelectric  /tricoelectricAZ

Trico is an equal opportunity provider and employer.

A Touchstone Energy® Cooperative 