



NNEC to refund over \$1.1 million to its members

Northern Neck Electric Cooperative (NNEC) will make its largest-ever capital credit refund to its members in June, totaling more than \$1.1 million. Members will receive their portion of the refund on their June bills under the line item “Capital Credit Refund,” which will be subtracted from any account charges. President and CEO Greg White remarked, “Retiring capital credits to members is one of our key cooperative principles at Northern Neck Electric Cooperative. Because of the hardships many members have experienced from COVID-19, the Board of Directors has issued the co-op’s largest-ever capital credit refund in an expeditious manner, in order to help members as quickly as possible during these difficult times.”

At the end of each year, NNEC calculates its margins (referred to as “profits” by investor-owned utilities and other companies) by taking the amount of money the Cooperative receives from its members during the year and subtracting the costs of providing electric service. It then allocates any margins as “capital credits” to each member based on the amount of electricity they purchased throughout the year. When the NNEC Board of Directors determines it is financially feasible and prudent, and other financial requirements of lenders are met, the co-op will retire a portion of the capital credits to its members.

NNEC is a local, member-owned, not for profit, electric cooperative serving over 19,200 homes, farms, and businesses in Lancaster, Northumberland, Richmond, Westmoreland, King George and Stafford Counties. Visit www.nnec.coop for more information about NNEC.