

BELFALLS ELECTRIC COOPERATIVE

P.O. Box 598 • Rosebud, TX 76570 • Phone (254) 583-7955



ANNUAL MEMBERSHIP MEETING

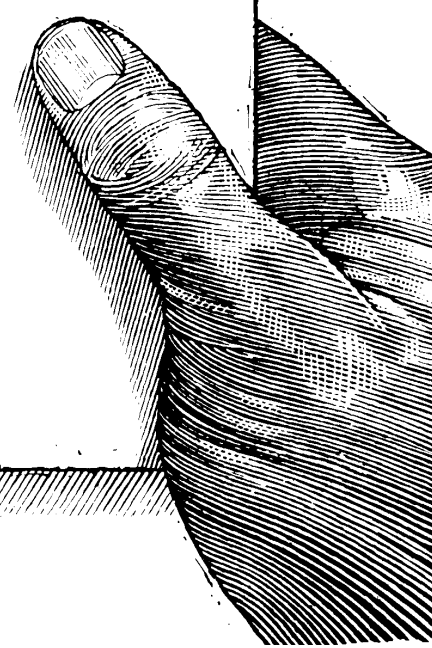
OF

BELFALLS ELECTRIC COOPERATIVE, INC.

FRIDAY, AUGUST 13, 2004

**ROSEBUD-LOTT
HIGH SCHOOL
ATHLETIC FIELD
IN TRAVIS**

**MUSIC
STARTS AT 7 P.M.
BUSINESS MEETING
STARTS AT 7:30 P.M.**



ATTEND YOUR ANNUAL MEETING



It's not every company that invites its customers to an annual meeting to elect the board of directors and help set policy.

But your electric cooperative does just that.

When you signed up as a consumer of the electric cooperative, you automatically became a member and a part-owner of that utility.

Cooperatives use a business model that's different from other companies. They don't sell stock on Wall Street, so there are no out-of-town investors. Control of a cooperative utility is local.

Each customer of a cooperative is an equal partner in that utility. You may run for a seat on the board of directors, if you'd like. You may vote for the candidates who do run—and

know that every candidate is also a consumer of the co-op.

So it's important to attend your cooperative's annual meeting. It's a place where you can meet the manager and staff who run the cooperative and get to know the consumer/directors who advise the staff and decide on important policy matters.

It's also where you can vote for the board of directors and learn what kinds of business issues your cooperative is dealing with.

Membership in a cooperative comes with these privileges. It also comes with the responsibility to keep on top of cooperative matters and cast your vote for the directors you think will do the best job.

CAPITAL CREDITS NOTICE

Capital credits were recently allocated to accounts of members of Belfalls Electric Cooperative. The factor used to compute your 2003 capital credits is .036424272.

Your total electric bills for the year 2003 should be multiplied by this factor to find out how much was allocated to your account(s).

Your total billing does not include any tax or service or miscellaneous charges. It is very important that departing members keep the co-op informed of any address change in the future so they can receive capital credit refunds when they are paid.

(This article is intended to serve as an official notice of allocation of capital credits for 2003.)

WATER AND ELECTRICITY DON'T MIX

If you've got a pool or a sprinkler in your backyard, remind your kids: Water and electricity never mix.

- Keep power tools and electric toys away from water—and that includes rain, wet ground and garden hoses.

- Install weatherproof covers and ground-fault circuit interrupters (GFCIs) on outdoor electrical outlets to protect yourself and others against shock. Put GFCIs on indoor electrical outlets in the kitchen, bathroom and laundry room.

- Before you allow children to play in your yard, take a look around. Do not place pools under power lines or let kids climb trees near power lines. And if a kite gets stuck in a power line, call your electric cooperative for help. You could get shocked, injured or even killed if you trying to remove the kite yourself.



IN EMERGENCIES

These are telephone numbers to call to report outages after business hours and on weekends and holidays.

Kenneth Fikes.....(254) 583-4556

Larry Koslosky(254) 583-4555

Doug Matous(254) 583-2957

Bobby Skala.....(254) 583-7219

Ernest Martin(254) 583-2219

Joe W. Marek(254) 583-4016

Josh Darden(254) 721-9712