

CELEBRATING 85 YEARS

BY RYAN ELARTON GENERAL MANAGER



RYAN ELARTON

Dear San Isabel Electric Members,

As San Isabel Electric embarks on our 85th year, we can't help but feel a sense of pride and gratitude. Our foundation, the cooperative business model, has been serving us since 1938, and today, it still thrives! Our commitment to you, the members and owners of the co-op, is unwavering; together we continue to build our local communities.

Our presence in the neighborhoods we serve — from Pueblo West to the New Mexico state line, Beulah, Wetmore, Stonewall, Hoehne, Rye, Gardner, and places in between — is more than just providing affordable electricity, it's about nurturing communities. We understand the significance of small local businesses that are the lifeblood of our neighborhoods, and we are dedicated to supporting your endeavors in every possible way.

We're excited to offer various programs to assist local businesses, such as rural economic development loans through the USDA and energy efficiency upgrades and rebates. If you have any ideas or needs for collaboration, please reach out. We believe we can all achieve much more when we work together.

At San Isabel Electric, our commitment extends beyond just business. We are proud of our Board of Director's donation program, which actively supports numerous local nonprofits and schools. Additionally, our board's scholarship program awarded an impressive \$46,000 last year, helping talented youngsters in our communities pursue their dreams. We hope that one day, these bright minds will return to our neighborhoods and bring their skills and talents with them.

Of course, like any industry, we face challenges, and transparency is important to us. As we navigate the "energy transition," tackle supply chain issues, wildfire mitigation, and regulatory decisions, our priority remains focused on safety and maintaining reliable and affordable electric service. We are committed to ensuring a secure power supply for you and fostering safe working conditions for our employees.

While we strive to keep our rates stable, we acknowledge that the recent supply chain challenges have hit all of us hard. We understand the rising costs that you experience when purchasing groceries and other goods. Consequently, we may need to implement small, incremental rate increases in the coming years. However, please know that these increases will not significantly raise the price of electricity. We are dedicated to managing our resources efficiently to keep your rates as affordable as possible.

At San Isabel Electric, you, our valued members, are at the heart of everything we do. Your support and contributions make our communities in southern Colorado vibrant and strong. If you have any questions about electricity or need assistance with upgrades for your home or business, we are here for you. Our products, services, and low interest rate financing options, conveniently available for payment on your monthly electric bill, are all designed to help meet your needs.

For any inquiries or to share your thoughts, please call 800-279-SIEA (7432) or email contactus@siea.com. Thank you for entrusting us with the privilege of leading and managing this exceptional organization. It is our genuine honor to serve you.

Here's to another 85 years!

Sincerely,
Ryan Elarton
General Manager, San Isabel Electric

YOU'RE INVITED
SIEA's Annual Meeting

SATURDAY, SEPTEMBER 16
John Mall High School, Walsenburg
Attendees receive a free gift & mug!

2022 Annual Report

SAN ISABEL

Electric Association



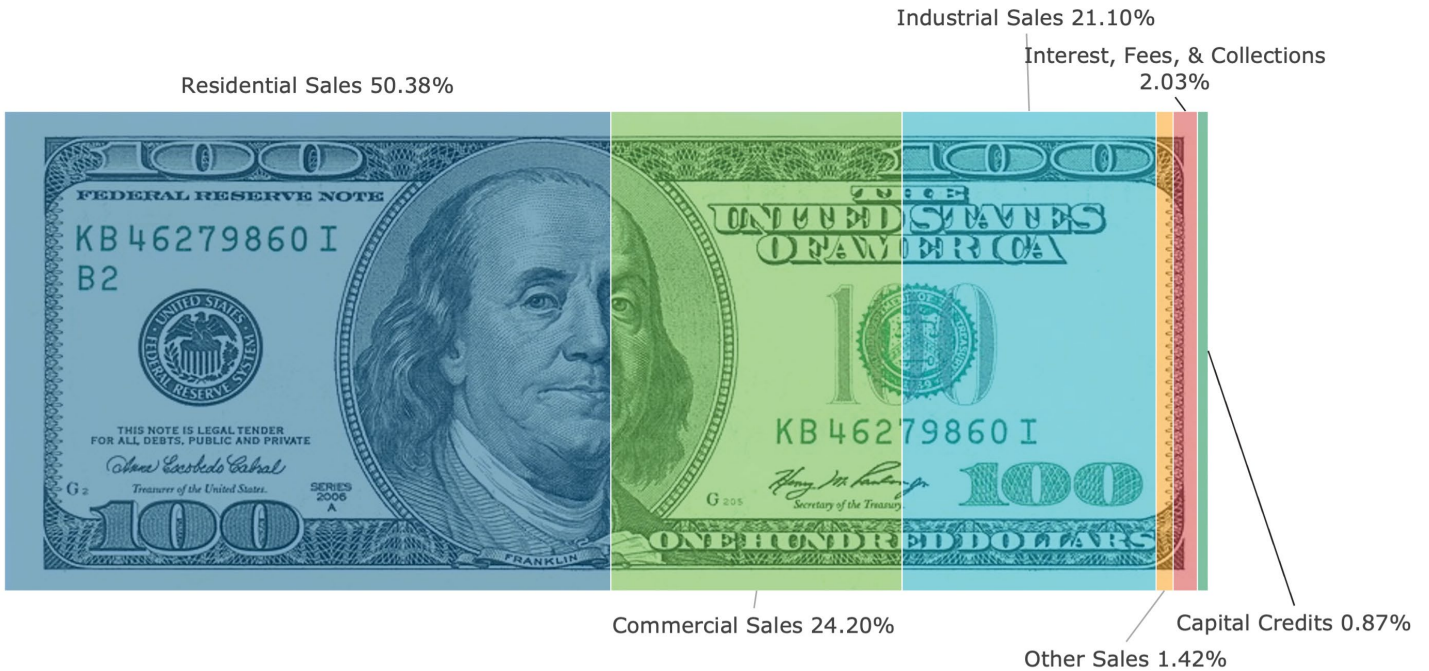
2022 FINANCIAL REPORT

Balance Sheet		
ASSETS		
	2021	2022
Utility Plant		
Electric Plant in Service	\$ 215,435,105	\$ 223,149,801
Construction in Progress	37,673,303	41,592,365
Gross Utility Plant	253,108,408	264,742,166
Less: Accum. Depreciation	(108,737,091)	(111,288,951)
Net Utility Plant	\$ 144,371,317	\$ 153,453,215
Investments	\$ 44,508,483	\$ 47,114,261
Current & Accrued Assets		
Cash and Cash Equivalents	448,074	397,198
Accounts Receivable - Net	6,744,090	7,834,707
Materials & Supplies	2,608,821	3,514,428
Other Current Assets	545,991	412,939
Total Current & Accrued Assets	\$ 10,346,976	\$ 12,159,272
Total Assets	\$ 199,226,776	\$ 212,726,748
LIABILITIES & MEMBERS' EQUITY		
	2021	2022
Long Term Debt		
	\$ 98,024,033	\$ 102,680,997
Current & Accrued Liabilities		
Current Maturities of Long Term Debt	4,987,000	5,409,000
Accounts Payable	4,612,823	5,299,341
Consumer Deposits	6,204,350	6,104,897
Accrued Taxes, Interest, & Other Liabilities	8,409,846	15,107,831
Total Current & Accrued Liabilities	\$ 24,214,019	\$ 31,921,069
Deferred Credits	\$ 3,485,388	\$ 3,959,878
Total Liabilities	\$ 125,723,440	\$ 138,561,944
Members' Equity		
Patronage Capital	57,605,855	56,869,068
Other Equities	15,897,481	17,295,736
Total Members' Equity	\$ 73,503,336	\$ 74,164,804
Total Liabilities & Members' Equity	\$ 199,226,776	\$ 212,726,748

Operating Statement		
	2021	2022
Revenues		
Sale of Electricity	\$ 56,818,284	\$ 57,973,035
Other Revenues*	895,215	1,595,570
Total Revenue	\$ 57,713,499	\$ 59,568,605
Expenses		
Cost of Purchased Power	\$ 34,806,395	\$ 34,397,838
Operations	1,954,052	3,236,937
Maintenance	2,279,311	2,362,456
Member Account Services	2,495,564	2,629,766
Administrative & General	4,202,588	4,013,622
Depreciation & Amortization	6,245,351	7,333,149
Interest	3,129,414	3,649,843
Other Deductions	146,443	146,443
Total Expenses	\$ 55,259,118	\$ 57,770,054
Margins	\$ 2,454,381	\$ 1,798,551
*Includes G&T Capital Credits of:	812,265	-

Statistical Information		
	2021	2022
kWh Purchased	462,832,822	458,895,227
kWh Sales	430,651,982	421,310,085
Percentage Losses	6.5%	7.3%
Purchased Power / MkWh	\$ 75.20	\$ 74.96
Number of Meters	25,201	25,622
Electric Revenue / MkWh	\$ 131.94	\$ 137.60
Cost of Service / MkWh	\$ 128.32	\$ 137.12
Debt Service Coverage	1.38	1.44
Times Interest Earned Ratio	1.85	1.46
Gross Plant	\$ 253,108,408	\$ 264,742,166
Net Plant	\$ 144,371,317	\$ 153,453,215
Total Debt	\$ 98,024,033	\$ 102,680,997
Percentage of Debt to Plant	38.7%	38.8%
Property Taxes	\$ 1,399,315	\$ 1,443,603
Current Ratio	1.15	0.96
Annual Load Factor	74.8%	71.3%

WHERE THE MONEY COMES FROM



WHERE THE MONEY GOES

