

2022 ANNUAL REPORT

WHAT DOES MOUNTAIN PARKS ELECTRIC MEAN TO ME?

While that may not be a question you have asked yourself, we hope you will spend a little time contemplating it during this year's annual meeting. Mountain Parks Electric means different things to different people. To students, it may mean an opportunity to attend the trip of a lifetime or extra funding for college. To our local business owners, it means reliable power to ensure that they can serve their customers day in and day out. For a third-generation local rancher, the co-op is part of the history of their community. For our employees, MPE is the place where they get to demonstrate their abilities, serve their community and make a difference in the lives of those around them.

Whatever MPE means to you, we hope it is positive. If not, we want to know how we can change that. Mountain Parks is more than a utility. It is a member-owned co-op. That means we are here to serve you. Over the decades, serving this community has meant different things. Today it means transitioning to the co-op of the future.

Recent trends show more MPE members electrifying around the home. From electric vehicles and e-bikes to electric lawn mowers and ice augers, our members are looking to the MPE grid to power more than just the lights. Our board and staff saw this new wave of electrification coming. In anticipation of this growth in electrical load, MPE is designing a grid with enough capacity to meet our community's present and future needs without sacrificing reliability.

Right now, the most significant way that MPE is transitioning for the future is in the power supply space. This January, the MPE Board gave notice to withdraw from Tri-State Generation and Transmission. This notice marks a major milestone in our history and the beginning of a two-year process of finding a new wholesale power supplier. This decision was not something that our board took lightly. Instead, it was made specifically with you in mind. Over the next two years, you will notice very little change in our power supply. Tri-State will continue to deliver power to MPE. We expect to see price increases from Tri-State. I want to assure you that MPE's board and staff is laser focused on obtaining the best power supply agreement possible.

Throughout our negotiations, we will keep you and your needs at the forefront. Our goal is to deliver safe, affordable, reliable and environmentally responsible power for years to come. While we won't be able to share every detail of our negotiations, we will strive to keep you as up to date as we can. We will also let you know if there are ways you can help.

I have only been here a short time, and I still have much to learn about MPE and the community. But know this: I am committed to putting our community first. I look forward to navigating the transitions that lie ahead. While we contemplate the future, it is also important to celebrate the past. Please read through the rest of this report to learn more about all the excellent work that the MPE team accomplished over the past year.



Virginia Harman, General Manager



VIRGINIA HARMAN
GENERAL MANAGER

NOTICE OF ANNUAL MEETING SATURDAY, MAY 13, 2023

Middle Park High School
795 N. 2nd Street
Granby, CO 80446

8:00 AM Registration & breakfast

**9:15 AM Business session
is called to order**

Welcome

- Introductions
- Close registration
- Determination of quorum
- Notice of Annual Meeting proof of mailing
- Approval of minutes – Annual Meeting Saturday, May 14 2022
- Announce collection of floor ballots
- What does Mountain Parks Electric mean to me? (video)
- Community discussion
- Industry roundtable (moderated by CREA's Kent Singer)
- Scholarships & essay winner announcements
- Unfinished (old) business
- New business – director election results
- Adjourn

Audience polling and drawing prizes throughout the meeting.



OUR MISSION

Mountain Parks Electric delivers safe, reliable, cost-effective, sustainable energy and services to better the lives of our members and communities.



OUR VISION

To be the energy provider of choice and to support the communities we serve while realizing the full potential of the grid.

OUR 2021 NUMBERS

BALANCE SHEET

Assets	2021		2022		
Total Utility Plant	\$102,431,816		\$109,845,788		▲
Accumulated Depreciation	(41,032,447)		(42,997,515)		▼
Net Utility Plant	61,399,369	55%	66,848,273	58%	▲
Other Property & Investments	25,471,736	23%	25,490,975	22%	▼
Current Assets	25,670,950	23%	22,734,041	20%	▼
Deferred Debits	5,000	0%	5,000	0%	
Total Assets	\$112,547,055		\$115,078,289		▲

Equity & Liabilities

Patronage Capital & Equity	\$59,949,048	53%	\$60,674,879	53%	▲
Long-Term Debt	41,729,576	37%	42,380,218	37%	▲
Current Liabilities	6,266,037	6%	6,180,429	5%	▼
Other Credits	4,602,394	4%	5,842,763	5%	▲
Total Equity & Liabilities	\$112,547,055		\$115,078,289		▲

STATEMENT OF OPERATIONS

	2021		2022		
Operating Revenues	\$40,095,284		\$42,419,323		
Operating Expenses					
Cost of Power	\$23,808,692	61%	\$25,633,981	63%	▲
Operations & Maintenance	5,780,612	15%	5,371,764	13%	▼
Customer Accounts	1,206,756	3%	974,735	2%	▼
Customer Service & Sales	466,100	1%	651,807	2%	▲
Administration	2,604,008	7%	2,664,920	7%	▲
Total Operating Expense	33,866,168		35,297,207		▲
Depreciation	3,082,281	8%	3,157,230	8%	▲
Property Tax	553,543	1%	531,811	1%	▼
Interest	1,295,302	3%	1,908,035	5%	▲
Other Deductions	-	0%	17,673	0%	▲
Total Cost of Electric Service	\$38,797,293		\$40,911,956		▲
Total Operating Margins	\$1,297,990	55%	\$1,507,367	53%	▼
Non-Operating Interest Income	122,038	5%	49,114	2%	▼
Non-Operating Margins - Other	44,241	2%	826,578	29%	▲
Patronage Capital (Received)	912,296	38%	487,678	17%	▼
Total Margins	\$2,376,565		\$2,870,737		▲

64

EMPLOYEES

\$103,572,323
TOTAL PLANT IN SERVICE

\$531,811
PROPERTY TAXES

12
CONSUMERS PER MILE

1,879
MILES OF LINE

23,007
METERS SERVED

\$1,908,035
INTEREST PAID

415
NEW SERVICES ADDED

2022 ANNUAL MEETING MINUTES

MOUNTAIN PARKS ELECTRIC, INC.

Annual Meeting | Granby, Colorado
May 14, 2022 | 9:15 A.M.

Location

MPEI's 72nd Annual Meeting of the members was held at the Middle Park Highschool, 795 N 2nd St, Granby, CO.

Call to Order

General Manager Mark Johnston called the meeting to order at 9:15 am.

Prayer and Pledge of Allegiance and National Anthem

Don Finn, MPEI Manager of Operations, led an invocation followed by the Pledge of Allegiance and National Anthem.

Introductions

General Manager Mark Johnston introduced the MPEI Board of Directors, MPEI attorney, and special guests, and acknowledged Annual Meeting sponsors.

Close Registration

General Manager Mark Johnston closed member registration.

Annual Meeting Video

General Manager Johnston presented the MPEI Annual Meeting Video.

Determination of Quorum

Attorney Williamson reported that over 100 members had registered. An official quorum was present.

Proof of Mailing/Election of Directors

Attorney Williamson acknowledged the notice of the Annual Report/Annual Meeting and "Proof of Mailing" with annual reports included in the April *Colorado Country Life* magazine.

Approval of Minutes

Attorney Williamson presented the minutes of the June 12, 2021 MPEI Annual Meeting for approval.

MOTION: It was properly moved, seconded, and carried to approve MPEI's June 12, 2021 Annual Meeting minutes as presented in the annual report. The motion passed unanimously.

Director Elections

Attorney Williamson presented the Director Election results for District 5.

District Election Results

Attorney Williamson reported that incumbent director Jeff Hauck ran unopposed and therefore was re-elected for a four-year term.

Collection of Floor Ballots

Attorney Williamson called for ballots to be collected and tallied by Mountain Parks Electric, Inc. Election Committee. The election committee is composed of three volunteers:

1. John Weninger, District 7 (Granby)
2. Bill Tomasek, District 6 (Granby)
3. Tara Walker, District 7 (Granby)

Attorney Williamson called for District 2 ballots to be collected and tallied by Mountain Parks Electric, Inc. Election Committee.

Attorney Williamson introduced Board Sponsored Amendment #1 and called for ballots to be collected and tallied by Mountain Parks Electric, Inc. Election Committee for Board Sponsored Amendment #1, Amendment to Article III of the MPEI Bylaws and Article VIII of the MPEI Articles of Incorporation. Red-line changes for board sponsored amendments were mailed to each member with notice of annual meeting/ annual report and provided at registration table.

Attorney Williamson introduced Board Sponsored Amendment #2 and called for ballots to be collected and tallied by Mountain Parks Electric, Inc. Election Committee for Board Sponsored Amendment #2, Amendment to Article IV, Section 3(b)(ii) of the MPEI Bylaws.

Attorney Williamson introduced Board Sponsored Amendment #3 and called for ballots to be collected and tallied by Mountain Parks Electric, Inc. Election Committee for Board Sponsored Amendment #3, Amendment to Article IV, Section 4 of the MPEI Bylaws.

Audience Polling Questions and Presentation of MPEI Donation for Mountain Family Center

General Manager Johnston asked audience polling questions #1, #2, and #3. Mr. Johnston asked Helen Sedlar, Executive Director of Mountain Family Center, to join him on stage and presented the Mountain Family Center with a donation for the Tote Program.

Community Roundtable

General Manager Johnston moderated a community roundtable with Katy Hale, Executive Director from Grand Beginnings, Sarabeth Bankert, Middle Park High School STEM program, and Scott Crawford MPEI Apprentice Lineworker. Audience members were invited to ask questions via provided notecards for answers at the end of the meeting.

Audience Polling Questions

General Manager Johnston asked audience polling questions #4, #5, and #6.

Industry Round Table

Kent Singer, CREA Executive Director, moderated an industry roundtable with Barry Ingold, Tri-State G&T VP of Generation, Don Finn, MPEI Manager of Operations, Liz McIntyre, MPEI District 7 Director and Green Power Program Liaison, and Truemann Hoffmeister, Executive Director of YMCA Snow Mountain Ranch. Audience members were invited to ask questions via provided notecards for answers at the end of the meeting.

Audience Polling Questions

General Manager Johnston asked audience polling questions #7, #8, #9, and #10.

Scholarship Award Presentations

MPEI Manager of Finance Stacie Dellamano and Manager of Human Resources Jessica Rahn announced the following scholarship winners:

- Ellie Marie Gagnon, \$1,000 scholarship
- Chance Hein, \$1,000 scholarship
- Kenneth Hoffmeister, \$1,000 MPEI/Basin Electric Scholarship
- Seth Holestine, \$3,500 scholarship
- Sam Kobe, \$4,000 vo-tech scholarship

- Madison Moyer, \$3,500 scholarship
- Madeline Oxley, \$1,000 scholarship
- Katherine Riesberg, \$3,500 scholarship
- Serena Stuart, \$3,500 scholarship
- Samuel Taylor, \$3,500 scholarship
- Keelan Thomas, \$1,000 scholarship
- Trustin Appelhans, \$3,500 scholarship
- Jackson Cimino, \$3,500 scholarship
- Alison Fox, \$1,000 scholarship
- Sierra Jamison, \$1,000 MPEI/Tri-State G&T Scholarship
- Jenna King, \$1,000 scholarship
- Ashtyn Laraby, \$1,000 scholarship
- Lily Smith, \$1,000 scholarship
- Madison Trail, \$3,500 scholarship
- Rosemary Trotter, \$1,000 scholarship
- Osiel Sandoval-Castillo, \$4,000 Tom Sifers Scholarship
- Megan McCauley, \$4,000 Rosemary Knerr Memorial Scholarship
- Kaylee Carlstrom, \$4,000 Tom Sifers Scholarship
- Paige Sanchez, \$4,000 Rosemary Knerr Memorial Scholarship
- Emily Osborne, \$4,000 Rosemary Knerr Memorial Scholarship
- Alexander Bergman, MPEI and Tri-State G&T \$1,000 Scholarship
- Dane Biekert, \$4,000 Tom Sifers Scholarship
- Caleb Davis, \$3,500 scholarship

Essay Contest Winner

MPEI Manager of Human Resources Jessica Rahn announced the following essay contest winner:

- Aida Hester, Middle Park High School, won an all expense paid trip to Washington DC this summer.

Old Business

No old business.

New Business

Attorney Williamson reported that incumbent director Jeff Hauck ran unopposed and therefore was re-elected for a four-year term.

Attorney Williamson reported the board election results for District 2. The cooperative received XXX mail in ballots and XXX floor ballots for a total of XXX ballots. The results are as follows: Clay Healy votes – 302 and Dick Zieff votes – 216.

Attorney Williamson reported the Board Sponsored Amendment #1 results. The results are as follows Yes – 70 and No – 7. Board Sponsored Amendment #1 passes.

Attorney Williamson reported the Board Sponsored Amendment #2 results. The results are as follows Yes – 69 and No – 7. Board Sponsored Amendment #1 passes.

Attorney Williamson reported the Board Sponsored Amendment #3 results. The results are as follows Yes – 69 and No – 7. Board Sponsored Amendment #1 passes.

General Manager Johnston and roundtable participants answered questions submitted by the audience.

Door Prizes

Door prizes were drawn and presented to MPEI members. Manager of Member Relations and Communications Rob Taylor invited members to stay for the Electric Vehicle test drive event.

The meeting was adjourned at 10:57 a.m.

MPEI DIRECTOR DISTRICTS

DISTRICT 1



Kristen Taddonio
SECRETARY

DISTRICT 2



Cray Healy

DISTRICT 3



Carl Trick II

DISTRICT 4



Mark Volt

DISTRICT 5



Mike Sjobakken

DISTRICT 6

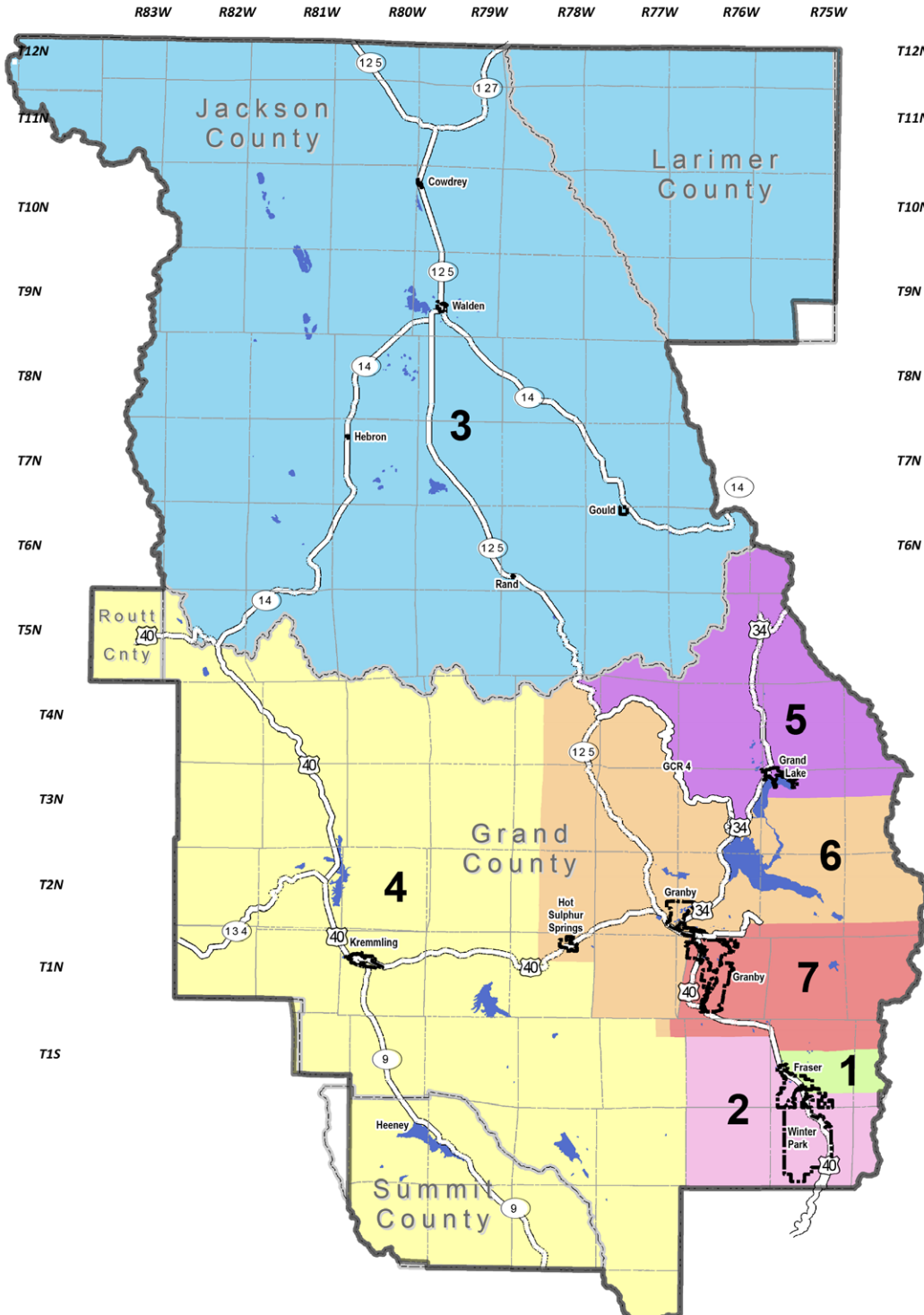


Justin Fosha
VICE PRESIDENT

DISTRICT 7



Liz McIntyre
PRESIDENT



3 WAYS TO VOTE IN MPE'S DISTRICT 1 DIRECTOR ELECTION

Only consumer-members in District 1 are eligible to vote

BY MAIL

On April 18, MPE mailed ballots to all consumer-members with an active account as of April 3. Ballots must be received by SBS, our third-party ballot counting vendor, by **May 10**.

BY DROP BOX

You can also cast your vote at our outdoor drop box at MPE's Granby office. Ballots must be dropped off no later than 12:00 p.m. on **May 12, 2023**.

BY MEETING

Or you can cast your vote in person at the annual meeting on Saturday, **May 13**, at Middle Park High School, 795 N. 2nd Street in Granby. Breakfast is served at 8 a.m. and the business meeting begins at 9:15 a.m.