

2022 Annual Report



As your local electric cooperative, you've entrusted us to deliver on our mission of providing you the safe, reliable, affordable energy solutions you deserve and expect.

Our mission drives us to meet and exceed your evolving needs day after day. We resolve ourselves to be your trusted energy partner now and into the future.

What Mission Driven Means to Your Cooperative

At Poudre Valley REA, we understand the importance of the affordable, reliable, and safe delivery of energy solutions to the homes and businesses we serve. We also recognize we must continually adapt and evolve to meet your ever-changing needs.

There's a lot your cooperative does behind the scenes to ensure your power remains affordable, reliable, and safe while ensuring our products and service fit how you use power today and tomorrow.

OUR MISSION TO SERVE YOU

This year, we're giving you an inside look at just how your cooperative's mission drives us to deliver on our promise.

Learn how the key components of your local cooperative's mission relate to the products and services we provide you, our members.

PVREA Mission Statement

We are committed to providing safe, reliable, efficient energy solutions with exceptional service to our members.

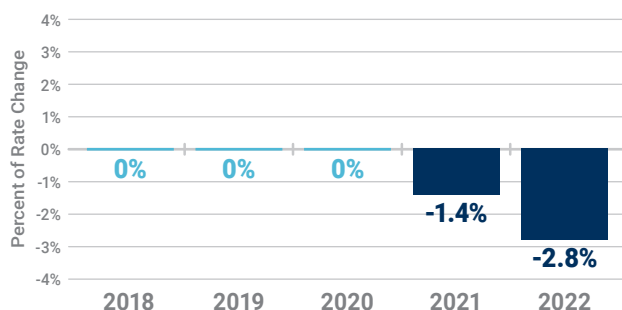
Affordability

OUR NOT-FOR-PROFIT BUSINESS MODEL

Providing an affordable product is something we take very seriously as your local not-for-profit electric cooperative. To us, the affordability of your electric service is part of our mission to serve you both efficient energy solutions while also providing exceptional service.

In 2022, your cooperative had the lowest residential rate among cooperatives in Colorado — and among the lowest rate for all types of utilities in the area.

Rate Changes Year Over Year



Currently, our residential and small commercial members pay less for their electricity than they did in 2017. That's maintaining affordability for the past 5 years even while costs are at an all-time high. We'll continue to keep our members' best interests at heart as we plan for the future.

We can achieve this due to our cost control efforts while doing more with less. The team here at your co-op is dedicated to being good stewards of your financial investment in this cooperative.

OTHER WAYS WE ADD VALUE TO YOUR LIFE

As your local energy partner, we find other ways to add value to your life. We hope this is something you notice and can take advantage of.

In 2022, your cooperative returned \$2 million in member credits to our members who received service from us during the years 1994, 2005, and 2021, or any combination of those years — that's millions of dollars back into the pockets of hardworking families and businesses across Northern Colorado. **Learn more at www.pvrea.coop/member-credits.**



We have given over 1,250 rebates to our members worth well over \$600,000. These rebates help you save money on the cost to purchase electric products and can help you be more efficient with your energy use and fuel sources. **Learn more at www.pvrea.coop/rebates.**

We provided nearly \$200,000 in community support to help those who help our communities and members. We provide \$53,000 annually in scholarships for high school seniors who are continuing their education. **Learn more at www.pvrea.coop/sponsorships-events.**

Our Empower Grant programs help fund science, technology, arts, engineering, and math projects in classrooms. In 2022, we awarded 8 grants worth a total of \$16,000. **Learn more at www.pvrea.coop/empower-grant-program.**



Reliability

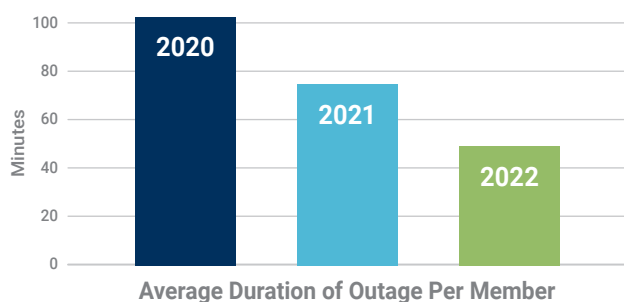
KEEPING THE LIGHTS ON

You depend on your electricity to be there when you need it — no matter the time of day or weather outside.

You've entrusted us to deliver that power on the flip of the switch, and we intend to deliver on that promise.

We ended 2022 with the best year of reliability metrics we have ever had on record. These metrics measure the average outage duration, how many service interruptions one member might experience, and the average restoration time.

2022 Reliability Metrics



We are continuing to place a strategic focus on improving reliability. Our ongoing efforts to inspect and maintain our system help us identify issues now to mitigate future service disruptions.

Drones allow us to access overhead infrastructure quickly and safely. Identifying a root cause of an outage by flying overhead can be quicker than physically 'walking the line'. They also often keep our line workers safely on the ground, instead of using bucket trucks near high-voltage power lines.

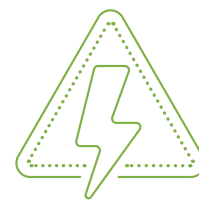
PLANNING FOR THE FUTURE

Our industry is going through rapid changes. This transition comes with opportunities to put our best foot forward to meet the demands of our members today and into the future.

Resource adequacy legislation underpins the importance of safeguarding the dependability of our electric grid. We are working closely with fellow electric cooperatives and other utilities to ensure all electric providers in Colorado are held accountable to deliver reliable electricity. Please consider joining our Grassroots Network. **Learn more at www.pvrea.coop/grassroots.**

There are ways you can help us better manage our electric grid today. Participate in our Power Peak Rewards program to earn an annual bill credit for doing your part in making your air conditioning use more energy efficient. Join our other 2,000 members who helped reduce our summer energy peaks by up to 2 MW. That's big energy savings for us and you! **Learn more at www.pvrea.coop/powerpeak.**

With technology advances in electrification, especially in transportation, it's important we consider what impact electric vehicles (EV) will have on our grid. We're actively planning for more EVs on the roads while developing programs and services to better manage how and when these vehicles charge. **Learn more at www.pvrea.coop/ev.**



Safety

WHY SAFETY IS OUR CORNERSTONE

At your cooperative, we say 'Safety is our cornerstone' because safety is a fundamental part of our mission and culture. We don't say safety is a priority since priorities change — whereas safety is an ever-paramount focus in all that we do.

Our focus on safety protects both our employees and the communities we serve. We want our team to return to their families in the same condition they came to work in, and we want our communities to be safe around our system.

In 2022, we were once again recognized as the safest co-op in Colorado by our statewide association. We also received a high safety rating for a second time in a row during our annual Rural Electric Safety Achievement Program.

SAFETY RESOURCES FOR OUR COMMUNITY

We have free, online activities for kids to learn about electricity and how to stay safe around electrical equipment. **Learn more at www.pvrea.coop/kids-corner.**

In 2022, we performed 27 electrical safety demonstrations in our communities — helping educate over 3,000 individuals on the importance of staying safe around electricity. **Learn more at www.pvrea.coop/electrical-safety-demonstrations.**

We routinely feature safety information in our monthly magazine. And we have more safety information available on our website that anyone can access at any time. **Learn more at www.pvrea.coop/news.**

The Numbers

SYSTEM STATS

	2022	2021
Total Services	52,758	50,518
Miles of Line	4,498	4,428
Total kWh Purchased	1,456,543,915	1,399,072,958
System Peak Demand	269,059	267,501
High Peak	July	July
Purchase Power Cost	\$107,577,339	\$104,376,712
Power Cost/kWh	\$0.074	\$0.078
Property Tax	\$1,902,677	\$1,708,508
Average kWh Use (Residential/Mth)	950	945

BALANCE SHEET

	2022	2021
Assets		
Net Utility Plant	\$189,776,147	\$183,469,808
Investments In Assoc. Org./Other	92,160,934	92,121,473
Current Assets	22,596,054	22,648,511
Total Assets	\$304,533,135	\$298,239,792
Liabilities and Capital		
Capital Equities	\$136,197,362	\$135,829,673
Long-Term Liabilities	145,895,040	141,437,942
Current Liabilities	22,440,733	20,972,177
Total Liabilities and Capital	\$304,533,135	\$298,239,792

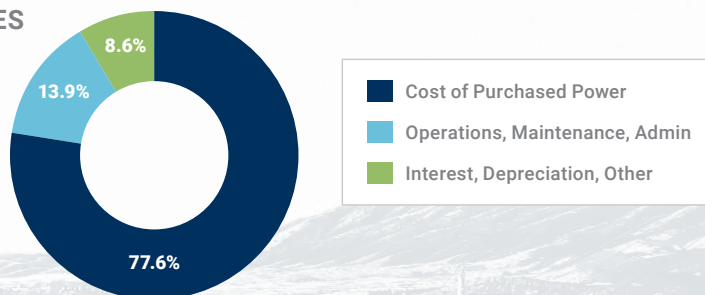
STATEMENT OF OPERATIONS

	2022	2021
Operating Revenue		
Residential	\$59,898,690	\$58,458,277
Irrigation	2,090,715	2,036,324
Small Commercial	7,318,312	7,285,301
Large Commercial	69,698,792	68,952,041
Public Buildings & Lighting	573,696	563,103
Total Operating Revenue	\$139,580,205	\$137,295,046
Expenditures		
Cost of Purchased Power	\$107,577,339	\$104,376,712
Operations & Maintenance	9,592,120	9,810,111
Administrative & General	9,654,879	9,148,726
Depreciation & Amortization	7,809,900	7,213,516
Interest & Other Deductions	4,073,653	3,411,035
Total Expenditures	\$138,707,891	\$133,960,100
Margins		
Operating Margins	\$872,314	\$3,334,946
Non-Operating Margins	1,702,280	946,449
G&T Capital Credits	-	2,341,339
Net Margin or Patronage Capital	\$2,574,594	\$6,622,734

*2022 numbers are unaudited at the time of print

**2021 numbers are fully audited

2022 EXPENSES



7 COOPERATIVE PRINCIPLES

1. Voluntary & Open Membership
2. Democratic Member Control
3. Members' Economic Participation
4. Autonomy & Independence
5. Education, Training & Information
6. Cooperation Among Cooperatives
7. Concern for Community

BOARD OF DIRECTORS

Chair Steven Anderson Larimer County	Director Sheryl Dryer Henderson Larimer County	Director Thaine Michie Larimer County
Vice Chair Jack Schneider Weld County	Director Bryan Ehrlich Larimer County	Director Jan Peterson Larimer County
Secretary Peter Hyland Weld County	Director Rick Johnson Larimer County	Director Ron Sutherland Boulder County



Your Touchstone Energy® Cooperative 

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