

2025 ANNUAL REPORT

Eric Eriksen CEO **Steve Valdez** Board President

A joint message to our members

On behalf of the San Luis Valley Rural Electric Cooperative Board of Directors, employees and Ciello Broadband, we are pleased to invite you to our 89th Annual Meeting on Tuesday, June 9, 2026, at 6:30 p.m., via a live Telephone Town Hall.

Based on member feedback, we are creating a more engaging and accessible experience. After studying the success of other Colorado electric cooperatives, we are confident this format will deliver meaningful participation and strong results. Register online at www.slvrec.com/annual-meeting; attending the meeting enters you for prizes, including \$1,000 cash. Your participation matters as we connect, share, learn and discuss important issues shaping your cooperative's future.

Please also save the date— July 9— for our first-ever Annual Member Appreciation Lunch. We look forward to thanking you in person with hot griddles, games, prizes and plenty of fun. Additional details will be shared in the Newsboy and online.

2025 in review

Working together, your cooperative delivered a strong year of performance in 2025. We exceeded all six industry benchmarks and completed 94 percent of our planned projects. Reliability continued to outperform state and national averages, while safety performance improved significantly— finishing the year with zero lost-time incidents and national safety recognition. Financially, SLVREC and Ciello remain sound with lean and responsible management.

We are especially proud that our broadband subsidiary, Ciello, was nationally recognized as one of the top five customer satisfaction providers in the United States, and in our opinion, number one in the San Luis Valley. If you aren't already connected, visit www.ciello.com to learn more about world-class service delivered locally.

Looking ahead to 2026

Your board and management team remain focused on long-term planning, risk mitigation and member value to deliver safe, reliable and affordable service to you. In



Eric Eriksen

2025, SLVREC secured nearly \$1,300,000 in state and federal grants to support grid resilience,

wildfire mitigation, broadband access, and future microgrid development—bringing important outside investment to the San Luis Valley.

Key priorities for the year ahead include electronic member notifications and voting, enhanced AI member services and grid inspections, wildfire mitigation, grid automation, irrigation efficiency program, energy resource studies and updated Ciello strategic business planning.

These efforts are designed to ensure safe, reliable and affordable electric and broadband service— today and into the future.

In closing

On behalf of your Board of Directors and employees, thank you for recognizing our team and trusting us. We are proud to serve a cooperative that is financially strong, operationally reliable and deeply committed to the people of the San Luis Valley. Together, we are improving lives every day.

We look forward to you joining our live Telephone Town Hall on June 9.



Stephen Valdez

[CEO/President Report](#)

[Coop Information/Board of Directors](#)

[Financials](#)

[2025 Minutes](#)

[Member Info/Scholarship Winners](#)

JUNE 2026 ANNUAL MEETING

Mission Statement:

Serving a Powerful Connection to the San Luis Valley

Member Needs:

We always ask:

- What's best for our members?
- We hire and retain the best employees.
- We deliver the best value Electric and Internet services.

Values:

We CARE

Connected • ACCOUNTABLE
Reliable • EXCELLENT



Your Board Working for You



Stephen Valdez, Dist. 4
President



Wade Lockhart, At Large
Vice-President



Creede Hargraves, Dist. 5
Secretary/Treasurer



Scott Wolfe, Dist. 3

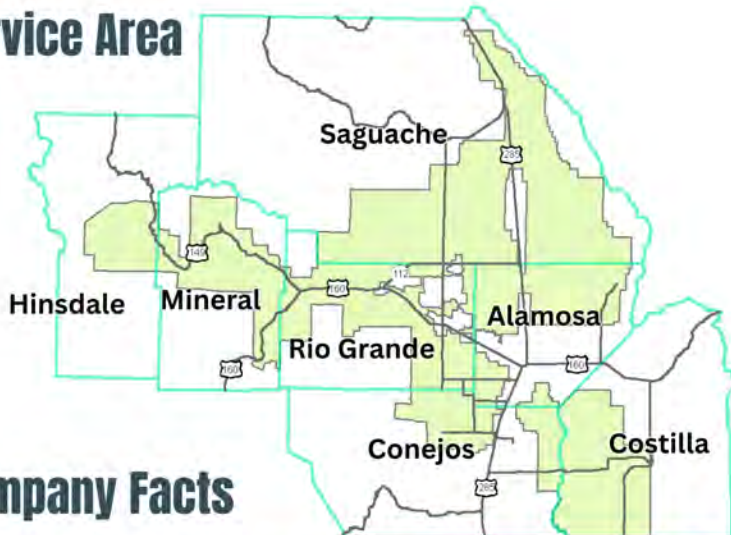


Carol Lee Dugan, Dist. 1



Keenan Anderson, Dist. 2

Service Area



Company Facts

8,126 Members	2,710 Miles of Line	13,183 Meters	54 Employees
81 Miles of Transmission Line	\$37,016,011 Annual Operating Revenue	716 kWh Average Monthly Residential Use	\$134.12 Average Monthly Residential Bill

ON-BILL REPAYMENT AN ELECTRIFY AND SAVE PROGRAM

Members are Electrifying & Saving!

In the first two years of the Program, 29 projects were completed by 22 members accounting for \$79,679 in rebates.

Looking for energy efficient upgrades for your home? Take advantage of SLVREC's Electrify and Save On-Bill Repayment program (OBR) for a simple and transparent financing option.

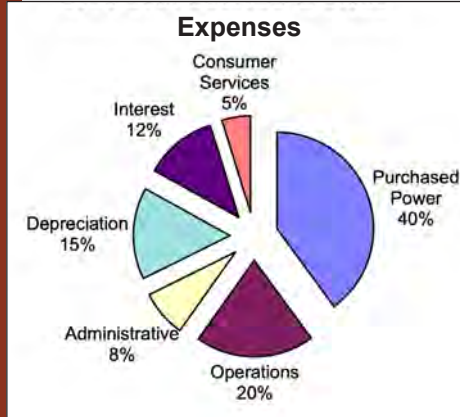
- + Windows and Doors
- + Heat Pump Water Heaters
- + Whole-Home or Attic Fans
- + Insulation
- + Heat Pumps
- + EV Chargers

LEARN MORE OR APPLY AT
WWW.SLVREC.COM/ELECTRIFY-AND-SAVE

Financials

STATEMENT OF OPERATIONS December 31, 2025

<u>REVENUES</u>	<u>ELECTRIC</u>	<u>BROADBAND</u>	<u>COMBINED</u>
Sales of Electric Energy	\$ 36,680,119		\$ 36,680,119
Sales of Broadband services		7,795,331	7,795,331
Other Electric Revenue	335,892		335,892
TOTAL REVENUES	37,016,011	7,795,331	44,811,342
<u>EXPENSES</u>			
Purchased Power	17,678,760		17,678,760
Operations and Maintenance	5,964,472	2,832,426	8,796,898
Consumer Accounting and Service	1,544,760	570,688	2,115,448
Administrative and General	3,161,237	316,820	3,478,057
Depreciation and Amortization	4,074,633	2,732,405	6,807,038
Interest	3,314,962	1,096,418	4,411,380
Other Deductions	745,311	224,501	969,812
TOTAL EXPENSES	36,484,135	7,773,257	44,257,392
<u>MARGINS</u>			
Operating Margins, Net	531,876	22,073	553,949
G & T and Other Capital Credits	758,397	132,523	890,921
Other Non-Operating Margins	181,057		181,057
NET MARGIN	\$ 1,471,330	\$ 154,597	\$ 1,625,927



BOARD OF DIRECTORS
Stephen Valdez, *President*
Conejos/Costilla Counties
719-588-0430

Wade Lockhart, *Vice-President*
Member at Large
719-588-9246

Creede Hargraves,
Secretary/Treasurer
Mineral/Hinsdale Counties
708-638-0039

Keenan Anderson
Saguache County
719-849-8304

Carol Lee Dugan
Rio Grande County
719-588-4711

Scott Wolfe
Alamosa County
719-588-0139

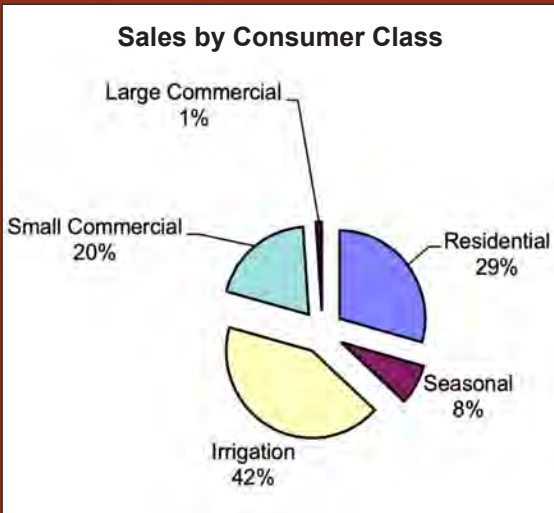
CEO
Eric Eriksen
719-852-6630

SLVREC Office (toll free)
800-332-7634

SLVREC Office (local calls)
719-852-3538

Email: power@slvrec.com

The board position
(Mineral/Hinsdale
Counties, District 5)
up for election this
year was
uncontested by
the deadline;
therefore there will
be no election.



Balance Sheet December 31, 2025

<u>ASSETS</u>	<u>2025</u>
<u>CURRENT ASSETS</u>	
Cash and Temporary Investments	\$ 1,804,598
Accounts Receivable	4,997,739
Materials and Supplies	5,182,976
Prepayments and Accrued Assets	373,327
TOTAL CURRENT ASSETS	12,358,640
<u>OTHER ASSETS</u>	
Other Property and Investments	25,168,249
Deferred Debits	1,083,241
TOTAL OTHER ASSETS	26,251,490
<u>PLANT</u>	
Electric Utility Plant	142,448,037
Broadband Utility Plant	54,614,068
Less: Accumulated Depreciation	(79,110,093)
NET VALUE OF ELECTRIC PLANT	117,952,012
TOTAL ASSETS	\$ 156,562,143
<u>LIABILITIES AND EQUITY</u>	
<u>CURRENT AND ACCRUED LIABILITIES</u>	
Notes Payable	200,021
Accounts Payable	1,795,368
Consumer Deposits	444,071
Other Current and Accrued Liabilities	3,736,424
Current Portion - Long-Term Debt	4,935,309
Obligations under Capital Leases - Current	173,256
TOTAL CURRENT AND ACCRUED LIABILITIES	11,284,449
<u>OTHER LIABILITIES</u>	
Long Term Debt due CFC	85,124,183
Obligations under Capital Leases - Non-Current	353,043
Deferred Credits	2,264,448
Accumulated Operating Provisions	(4,454)
TOTAL OTHER LIABILITIES	87,737,219
<u>MEMBERS EQUITY</u>	
	57,540,474
TOTAL LIABILITIES AND EQUITY	\$ 156,562,143

2025 Meeting Minutes

MINUTES ANNUAL MEETING OF MEMBERSHIP SAN LUIS VALLEY RURAL ELECTRIC COOPERATIVE, INC. 10 JUNE 2025

Shawn McKibbon, Chief Operations Officer, reviewed the emergency action plan procedures to be followed in the event of an emergency.

The annual membership meeting of San Luis Valley Rural Electric Cooperative, Inc. was held on June 10, 2025 at the Ski Hi Complex in Monte Vista, CO. Directors present were Keenan Anderson (president), Stephen Valdez (vice-president), Creede Hargraves, Scott Wolfe. Carol Lee Dugan and Wade Lockheart were unavoidably absent.

President Keenan Anderson thanked the members in attendance, the facility manager, the caterer and the employees of San Luis Valley REC.

President Anderson led the Pledge of Allegiance.

Shawn McKibbon, Chief Operations Officer, gave the opening invocation.

President Anderson recognized the board members, corporate attorney, chief executive officer and appointed corporate officers. He introduced special guests in attendance: Pete Rusin and Michelle Pastor of Tri-State Generation and Transmission, Ryan Campbell from Collective Clean Energy Fund, Tom Carl, Board member from Gunnison County Electric and Board Representative from CREA, and Patrick Ortiz from Senator Hickenlooper's office.

President Anderson stated that notecards were set at each table for questions to be written down, and, if time allows, addressed at the end of the meeting.

Attorney Shay Denning certified that the records of the Cooperative show 8,087 active memberships as of June 10, 2025. Quorum requirements state that 50 members be present in person. Denning certified that the attendance records reflect 50 members present at the meeting.

President Anderson called the annual meeting of the membership to order at 7:10 PM pursuant to the legal notice sent to the membership in accordance with the bylaws.

Attorney Denning stated that the Notice of Annual Meeting and proof of mailing had been properly and legally performed. The reading of the Notice was dispensed with and Denning announced that a copy was available for review that evening and also on file at the Cooperative.

Attorney Denning reported that Incumbent Keenan Anderson for District 3 Saguache County Representative and Incumbent Stephen Valdez for District 5 Conejos County Representative ran unopposed. She asked for a motion to re-elect both incumbents by acclamation to serve another four-year term.

Motion was made by Kelly Roberts of Saguache County, seconded by Christine Canaly of Saguache County and unanimously carried by the members present to vote both incumbents in by acclamation to serve another four-year term.

Attorney Denning stated that this year's annual report contained the draft 2024 annual meeting minutes for review. She asked for a motion to be entertained to dispense with the reading of the 2024 minutes and approved as published.

A motion was made by Clair Barker of Alamosa County, seconded by Jerry Eastley of Rio Grande County and unanimously carried by

the members present to dispense with the reading of the minutes and approve them as published.

Director Stephen Valdez introduced the 2025 scholarship recipients.

Tytus Atencio, Del Norte High School – 4-Year ASU (\$3,500/semester)

Audrey Howard, Sangre de Cristo, High School – SLVREC Past Director/Tri-State (\$2,500)

Carlos Garcia, Alamosa High School – Martin Christensen Memorial Electric Lineworker Scholarship (\$5,500)

Ada Pence, Centauri High School – Michael Rierson Scholarship (\$4,000)

Claire Seger, Monte Vista High School – Jim & Tom Magness Scholarship (\$4,000)

Tyler Dokson, Alamosa High School – Robert Wolfe Scholarship (\$4,000)

Kylie Smit, Sangre de Cristo High School – SLVREC Past Retired GM (Ray & John Villyard)/Tri-State (\$2,500)

Raelee Alonzo, Alamosa High School – REC Employee Dependent (\$500)

Director Valdez further announced Reese Anderson will be representing San Luis Valley Rural Electric Cooperative, Inc. at the 2025 CREA sponsored Washington DC Youth Tour and Adlai Gardner of Alamosa High School will be attending the 2025 Energy Leadership Camp this summer.

Chief Executive Officer Eric Eriksen thanked those in attendance of the 88th annual meeting. He recognized the SLVREC board of directors, employees, catering and facility managers. He reviewed some of the goals achieved during 2024, ongoing milestone safety records, and the newly introduced Electrify and Save On-Bill Repayment program stating that 100% of the participants will be more efficient and will realize savings on their electric bill. Further he talked about the Wildfire Mitigation Plan, Tri-State and San Luis Valley REC electric rates and future power cost adjustments. Lastly, he stated that San Luis Valley REC is financially sound, safe and reliable.

Eriksen fielded some of the questions from the members that were submitted on the note cards. The questions were concerning the annual meeting notice, impacts to SLVREC/Ciello with regard to the tariffs on imports, net metering and then read aloud a note of appreciation to our linemen for their hard work in the Crestone/Baca areas.

Chief Financial Officer/Assistant Corporate Treasurer James Romero presented the 2024 treasury report. Charts on sales, revenue, expenses, non-operating revenue, margins, balance sheet and utility plant were displayed comparing 2023 and 2024 statistical data. He further provided 2025 YTD statistics for sales and operating revenue. There were no questions and the report stood as presented.

Attorney Denning asked if there was further unfinished business. There was none.

Attorney Denning asked if there was new business to be discussed. There was none.

Attorney Denning declared the meeting adjourned at 7:52 PM.

Member Information & 2026 Scholarship Winners

THURSDAY
9
JULY 2026

MEMBER
APPRECIATION LUNCH
11 A.M. – 2 P.M.
3625 HWY 160 W.
MONTE VISTA

PRIZES
GIVEAWAYS
FOOD & FUN

ALL SLVREC
MEMBERS WELCOME

RSVP AT
SLVREC.COM

REC
SAN LUIS VALLEY
A Powerful Connection
ciello

BE ON THE LINE TO WIN BIG!
\$1000 CASH GIVEAWAY!

Join our Telephone Town Hall
Annual Meeting for your chance to win!

- All SLVREC members will be automatically entered into a \$1,000 cash drawing.
- During the live Telephone Town Hall, we'll draw one member's name.
- If your name is called and you're on the call, you win \$1,000!
- If you're not connected at that time, the prize is forfeited; another name will not be drawn.



SLVREC 2026 Scholarship Recipients:

SLVREC Adams State University Four-Year Scholarship: Jessilynn Malouff, Alamosa High School

Martin Christensen Memorial Lineworker Scholarship: Joshua Gonzalez, Alamosa High School

Michael Rierson Scholarship: Reagan Futrell, Monte Vista High School

James & Thomas Magness Scholarship: Tanner Houser, Sargent High School

Robert Wolfe Scholarship: Noah Bailey, Del Norte High School

SLVREC Past Director/Tri-State Scholarship: Autumn Gallegos, Del Norte High School

SLVREC Past Retired GM Ray Villyard & CEO John Villyard/Tri-State Scholarship:
Stefany Fabiola Lopez-Moreno, Center High School

Cole Wakasugi Memorial Ag Scholarship: Mitchell Peterson, Sargent High School

Tri-State Scholarships: Emilie Ida Gonzalez, Antonito High School and
Addison Roepke, Del Norte High School

SLVREC Dependent Scholarships:

Reese Anderson, Queen of Heaven Academy; Nelson Arambula, Alamosa High School;
Hannah Henderhan, Monte Vista High School; Madison Henderhan,
Monte Vista High School; Alejandro Vialpando Alamosa High School





P.O. Box 3625
Monte Vista, CO 81144

Periodical Postage
Paid at Monte Vista, CO

**ANNUAL REPORT
ENCLOSED**

POWERING OUR COMMUNITY

2026 ANNUAL MEETING

TUESDAY, JUNE 9 • 6:30 P.M.
VIA TELEPHONE TOWN HALL

**REGISTER ONLINE AT:
SLVREC.COM/ANNUAL-MEETING**

Registration will close at
3:30 p.m. on June 9.

**LISTENING TO THIS
YEAR'S MEETING WILL
MAKE YOU ELIGIBLE
FOR PRIZES!**

Including
\$1,000 CASH!

**ANSWER THE PHONE
JUNE 9 AT 6:30 P.M.**

If you are registered,
you will receive a call at the
phone number you
provided just before 6:30
P.M., which
will automatically connect
you to our live
Telephone Town Hall
meeting, along with our live
follow-up question and
answer session.

MEMBER APPRECIATION LUNCH: JULY 9TH

AGENDA:

- Welcome
- Introductions
- Call to Order/
Action Items
- Executive Report/
Q&A
- Treasurer's Report
- Other Business
- Door Prizes

Your Touchstone Energy® Cooperative