

2019 Annual Report

Dear Members,

Please consider attending Highline's 82nd Annual Meeting which will be held on Tuesday, March 24th at the Phillips County Event Center in Holyoke. We will review the business of the Association in 2019 and our expectations for 2020 and beyond. The second guiding principle of cooperatives is Democratic Member Control. Your attendance at the Annual Meeting is important to the operation of your cooperative.

There will be an election for two directors from District #1, where Pam Stieb and Brad Stromberger are incumbents, and one director from District #2, where Aaron Sprague is the incumbent. Per our Bylaws, if the board elections are uncontested, a voice vote will be held.

Doors will open and a meal will be served at 5:30 p.m. followed by the business meeting at 6:30 p.m. A child sitting service for children three years and older will be provided during the business meeting. Besides the many door prizes we give each year, one member will have the chance to go home with \$2,500 in cash. You must be present to win.

Please join us for an enjoyable evening.

Sincerely,



Dennis Herman, General Manager



ZACH CHAPMAN PHOTOGRAPHY

NOTICE OF ANNUAL MEETING

The Annual Meeting of the members of Highline Electric Association will be held at the Phillips County Event Center in Holyoke, Colorado, at 6:30 pm on Tuesday, March 24, 2020 to transact the following business:

I. The reports of officers, directors and committees

II. Election of directors

III. All other business which may come before the meeting or any adjournment thereof. In connection with the election of directors scheduled for this meeting, the following members have been nominated for directors by petition pursuant to the by-laws:

- For election of two directors from District #1, who must reside in Logan, Washington, Weld or Morgan Counties in Colorado. Pam Stieb and Brad Stromberger are the incumbent director/nominee.
- For election of one director from District #2, who must reside in Phillips or Yuma Counties in Colorado. Aaron Sprague is the incumbent director/nominee.

The unapproved minutes of the 2019 annual meeting are posted on our website: www.hea.coop

Dated March 10, 2020

Mike Bennett, President
Merlin Prior, Secretary

BALANCE SHEET

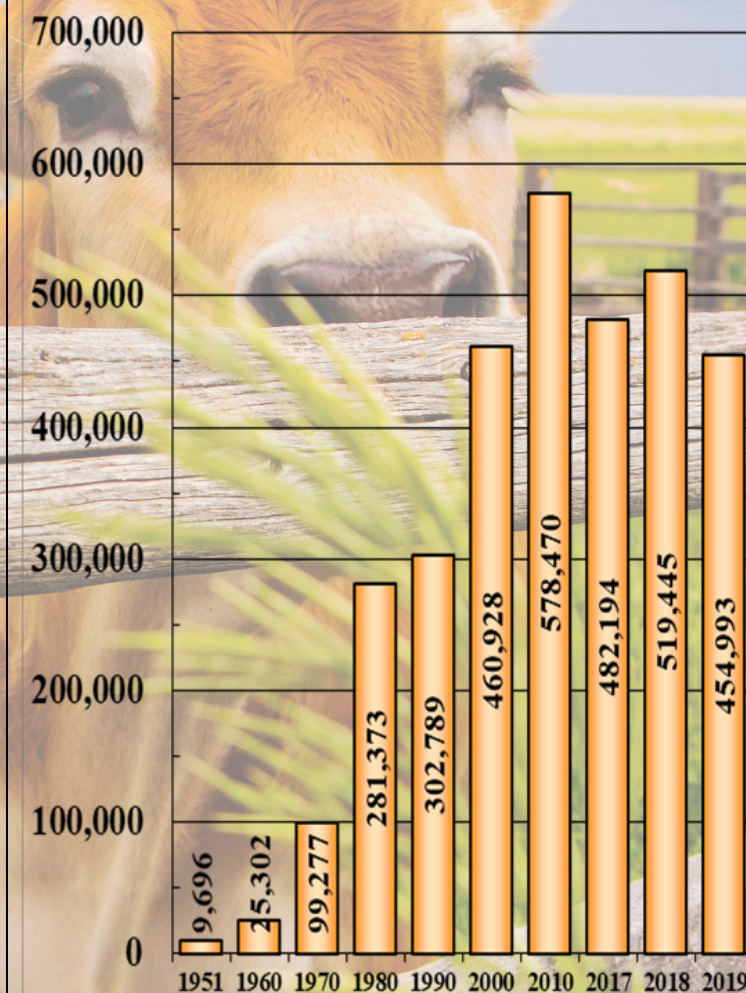
December 31, 2019

Assets			Liabilities		
	2018	2019		2018	2019
Electric Plant	\$ 106,756,873	\$ 111,502,572	Borrowed:RUS, CFC, CoBank & FFB	\$ 126,037,460	\$ 126,587,460
Less:			Less:		
Depreciation Provisions	\$ 43,366,297	\$ 45,262,110	Repayments	\$ 74,224,103	\$ 74,700,560
Net Utility Plant	\$ 63,390,576	\$ 66,240,462	Net Owed: RUS,CFC, CoBank & FFB	\$ 51,813,358	\$ 51,886,901
Reserves & Investments	\$ 46,157,401	\$ 43,024,156	Membership Equity:		
Cash	\$ 5,097,016	\$ 516	Membership Fees	-0-	-0-
Accounts Receivable—Net	\$ 2,475,904	\$ 4,676,667	Patronage Capital	\$ 59,073,157	\$ 56,455,891
Materials & Supplies	\$ 1,088,497	\$ 895,199	Donated Capital & Other	\$ 2,564,231	\$ 2,652,977
			Current and Accrued Liabilities	\$ 4,449,386	\$ 4,786,042
Prepaid Expenses & Other			Regulatory Liabilities	\$ 1,700,000	\$ 700,000
Deferred Debits	\$ 2,124,002	\$ 2,403,839	Deferred Credits	\$ 733,265	\$ 759,029
TOTAL ASSETS	\$120,333,396	\$117,240,840	TOTAL LIABILITIES	\$ 120,333,396	\$ 117,240,840

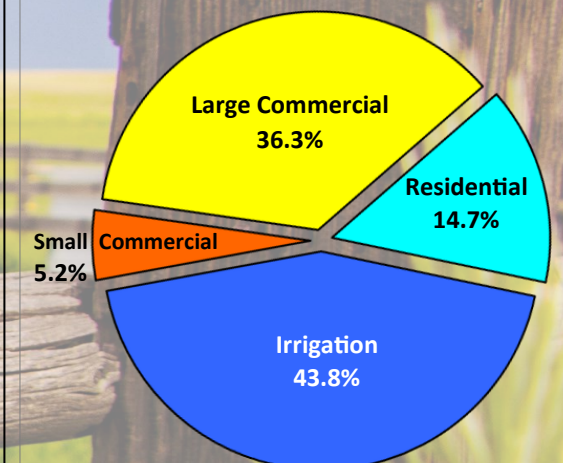
RECORD OF GROWTH

	1950	1960	1970	1980	1990	2000	2010	2018	2019
Plant Investment	\$ 2,190,765	\$ 4,526,600	\$ 12,206,046	\$ 30,054,168	\$ 36,440,553	\$ 55,387,209	\$ 81,771,894	\$ 105,269,557	\$ 108,037,590
Average # of Meters		4,269	5,535	8,078	8,586	9,473	10,346	10,444	10,466
kWh Sold			89,064,002	250,391,622	268,620,209	423,698,100	547,877,563	487,614,787	423,152,088
Average Use Per Meter per month	182	439	1,341	2,583	2,607	3,727	4,413	3,891	3,369
Miles of Line (December)		2,822	3,597	4,534	4,672	4,905	5,118	5,168	5,170
TOTAL REVENUE	\$ 345,080	\$ 688,862	\$ 1,869,506	\$ 13,111,904	\$ 17,270,767	\$ 24,960,196	\$ 50,962,963	\$55,367,350	\$ 50,470,258

MWH PURCHASES



Energy Purchases by Consumer Class in 2019



PATRONAGE CAPITAL

Accrued 1948 - 2019	\$ 110,485,393
Refunded to Estates	\$ 7,899,368
General Refund in 2019	\$ 2,857,534
Deferred Revenue in 2013,2015	\$ 700,000
General Refunds in 1948 - 2018	\$ 42,572,601
BALANCE	\$ 56,455,891

HIGHLINE ELECTRIC ASSOCIATION

BOARD OF DIRECTORS



Mike Bennett
President



Jim Lueck
Vice President



Merlin R. Prior
Secretary



Merl Miller
Treasurer



Leo Brekel



Ted Carter



David Kinnison



Steve D. Oestman



Aaron Sprague



Pam Stieb



Brad Stromberger



Dennis Herman
Manager

Highline Electric Association Invests in Leaders of Tomorrow

2019 Winners

\$1000 Highline Electric Scholarship



Brooklyn Bohler
Sterling High School



Joey Gerk
Haxtun High School



Alexia Hernandez
Caliche High School



Dawson Knode
Haxtun High School



Kaylee Camblin
Holyoke High School



Kinlie Lewis
Caliche High School



Kathleen Masters
Sterling High School



Colby Purkeypyle
Holyoke High School



Brooke Sigmon
Fleming High School



Elijah Meakins
Haxtun High School

\$1000 Basin Electric Member Cooperative Scholarship Consumer



Reid Kaiser
Sterling High School



Brooke Stromberger
Caliche High School

Employee

\$500 Tri State G & T / Highline Electric Scholarship



Paul Brophy
Yuma High School



Kenzie Grauberger
Caliche High School

Washington D. C. Youth Tour



Brooke Stromberger
Caliche High School



Karsen Blochowicz
Revere High School



Ananisia Gallegos
Sterling High School



Raegan Gerk
Caliche High School



Zoie Krajewski
Revere High School

- Youth Leadership Camp -