

Capital Credits

If you were a member between 2002 - early 2003, it's time for you to get the credit - capital credits - that you deserve for helping build and sustain our cooperative!

WHAT ARE CAPITAL CREDITS?

As a Cooperative, owned by our members, we don't retain profits. Instead, capital credits are the difference between our operating costs or cost of doing business and the total amount of money collected. This capital allows Hendricks Power to finance operations and construction.

Current members that also received electric service from the co-op during this time frame should have received their capital credit refund on their June bill.

DID YOU KNOW?

- Over **\$30 million** retired since 2010
- Close to **\$3 million** was retired in 2023
- Approximately **8,800**

members received this as a bill credit in June.

You can learn more at (317) 745-5473 ext. 4008 or www.hendrickspower.com/capital-credits.

2023 Board of Directors

AREA 1 Brent Shay	AREA 2 Andy Lynch President	AREA 3 Matt Hession
AREA 4 Hal Truax Vice President	AREA 5 David Thomas	AREA 6 Keith Cooper Treasurer
AREA 7 Susan Webb	AREA 8 Stan Ryland	AREA 9 Jeff Fleece Secretary
	AREA 10 Chris Mann	

Meeting Minutes

FROM JULY 21, 2022

The 86th annual meeting of the members of Hendricks Power Cooperative (hereinafter the "Cooperative") was held July 21, 2022, at the Hendricks County 4-H Fairgrounds in the Hendricks Power Exposition Hall. The meeting was also recorded and streamed on social media.

Early registration and voting for Areas 1, 2 & 3 were available online July 1 - 20. Registration and voting were also held July 21 from 11 am to 6 pm for Cooperative members during the County 4-H Fair. Upon registration, members were entered to win one of five \$500 energy credits. Members in attendance were also presented a \$10 voucher redeemable at any 4-H food vendor that day only.

At 6:30 pm Board President Mr. Andy Lynch presided as chairperson and called the meeting to order. Mr. Lynch welcomed everyone, declared a quorum present, and introduced Pastor Tyson Herald, from West Bridge Church in Danville, for the invocation. Mr. Levi Riggs, from Danville, sang the National Anthem.

Special guests in attendance were then recognized by Mr. Lynch.

General Counsel, Mr. Jim Buddenbaum conducted the Board of Directors election. Mr. Buddenbaum greeted Cooperative members and reminded them that any member may run for election from their district when that director's seat is up, by timely submitting a petition signed by at least thirty members in his/her area. Per the Bylaws, directors were being elected this year for Areas 1, 2, and 3.

Mr. Buddenbaum introduced the following candidates:

- Area 1- Mr. Brent Shay
- Area 2- Mr. Andy Lynch
- Area 3- Mr. Matt Hession

Mr. Buddenbaum then announced the election results indicating that each candidate was elected to represent his respective district.

Mr. Jeff Fleece, Board Secretary, certified the proof of mailing of written notice to the members as set forth in the program. Upon motion duly made and seconded, the minutes of the Annual Meeting held July 22, 2021, were considered and adopted by a voice vote. The reading of the minutes was waived and approved as printed in the program.

Meeting Minutes

(CONT.)

Mr. Lynch returned to the podium and thanked the Board of Directors for their years of service. He also announced the retirement of Mr. Don Stinson, Area 1 Director, and recognized his contributions during his 24 years of service.

Mr. Lynch reported that financials were strong and over \$28 million in patronage had been retired since 2010, which includes years 1955 through 2002. Mr. Lynch gave a brief update on the progress made between Hendricks Power Cooperative and Endeavor Communications to bring advanced telecommunications to underserved areas. He reported over 3,000 member connections. Mr. Lynch also reported plans of continued expansion of this project within the next few years.

He then invited Mr. Greg Ternet, Hendricks Power CEO, to share a few words.

Mr. Ternet thanked members for attending and those who voted, noting that over 1,500 members voted. He updated the membership on rate stability and the Utility Receipt Tax (URT) that was repealed by the Indiana General Assembly. The URT saved Hendricks Power members more than \$1.4 million.

He discussed the Cooperative's strategic and long-term planning priorities and addressed current challenges. He reported the completion of the Jackson Substation and the Jackson, Heritage Lake and Montclair (JHM) transmission project, ensuring members of enhanced reliability.

Mr. Ternet announced ground-breaking news of a 60-acre, 7 MW solar array to be constructed within the Tilden area. He also mentioned research of future member participation programs to be offered upon array completion.

Mr. Lynch announced the grand prize winners before dismissal.

He asked if there was any unfinished or new business to discuss. With no comments from the audience, the meeting adjourned at approximately 6:54 pm.

Approved and Signed this day of July 20th, 2023.



Robert J. Fleece, Secretary
Hendricks Power Cooperative
Board of Directors

Financials

BALANCE SHEET

ASSETS	2022	2021
Net utility plant	\$ 177,459,236	\$ 163,486,262
Investments	34,103,818	32,757,967
Deferred charges, less current	210,417	235,417
Current assets		
Cash and cash equivalents	11,889,352	12,730,014
Accounts receivable	11,259,303	10,304,786
Materials and supplies	4,137,699	3,212,155
Prepaid and deferred	395,096	403,879
Total current assets	27,681,450	26,650,834
TOTAL ASSETS	\$ 239,454,921	\$ 223,130,480

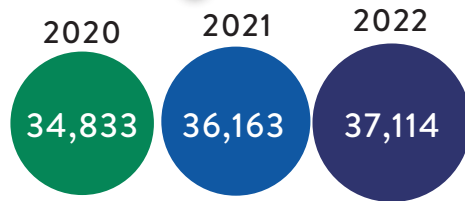
EQUITIES & LIABILITIES

Long-term debt, less current	\$ 99,187,994	\$ 89,233,568
Lease obligations, less current	591,270	-
Accumulated medical leave	1,579,086	1,545,422
Customer advances	2,084,800	1,961,800
Member equity	115,933,527	113,382,011
Current liabilities		
Accounts payable	9,136,402	6,859,145
Member deposits	281,423	282,056
Accrued expenses and other liabilities	4,471,711	3,981,222
Current long-term debt	4,007,124	3,575,535
Patronage capital payable	2,181,584	2,309,721
Total current liabilities	20,078,244	17,007,679
TOTAL EQUITIES & LIABILITIES	\$ 239,454,921	\$ 223,130,480

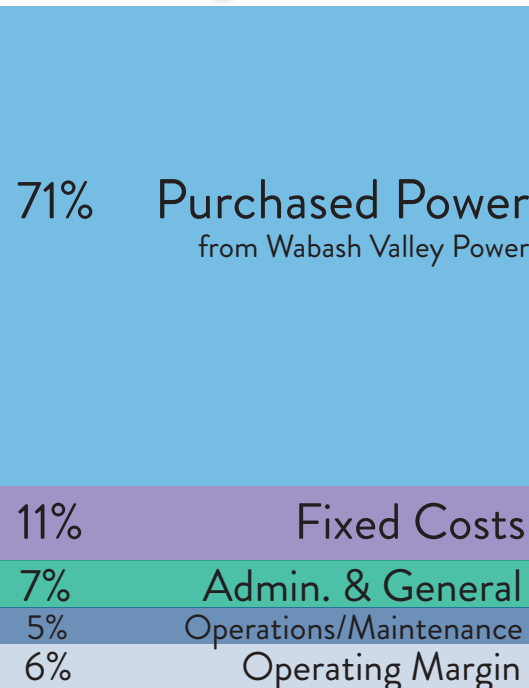
STATEMENT OF CASH FLOW

	2022	2021
Beginning of Year		
Cash & Equivalents	\$ 12,730,014	\$ 5,926,667
Net cash from operating	11,585,178	6,940,689
Net cash from		
plant investing	(20,666,425)	(20,764,138)
Net cash from financing	8,240,585	20,626,796
End of Year		
Cash & Equivalents	\$ 11,889,352	\$ 12,730,014

Number of Motors Served

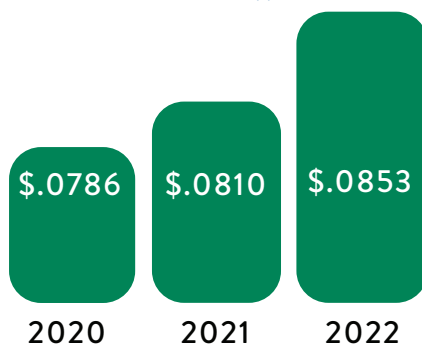


2022 Expense Drivers



Wholesale Power Cost

PER kWh



Agenda

- CALL TO ORDER & WELCOME
- INVOCATION
- BOARD OF DIRECTORS CANDIDATE INTRODUCTIONS
- PROOF OF MAILING
- APPROVAL OF 2022 MEETING MINUTES
- BOARD OF DIRECTORS INTRODUCTIONS
- REMARKS FROM CEO
- BOARD OF DIRECTORS ELECTION RESULTS
- ENERGY CREDIT WINNERS

Proof of Mailing

I, Robert J. Fleece, being first duly sworn, state that I am the elected Secretary of Hendricks Power Cooperative; and that on the 19th day of June, 2023, I caused to be mailed and electronically transmitted, the notification of the Annual Membership Meeting to be held on July 20th, 2023, to be sent to each cooperative member, and that the above and foregoing is true and correct copy of said notice.

Robert J. Fleece
Robert J. Fleece, Secretary

Subscribed and sworn to on this date before me on this 20th day of July, 2023.

Debra Lenardson
Debra Lenardson, Notary Public
State of Indiana, Notary Resides in Hendricks Co.
Commission Expires August 8, 2023

2023 Annual Meeting



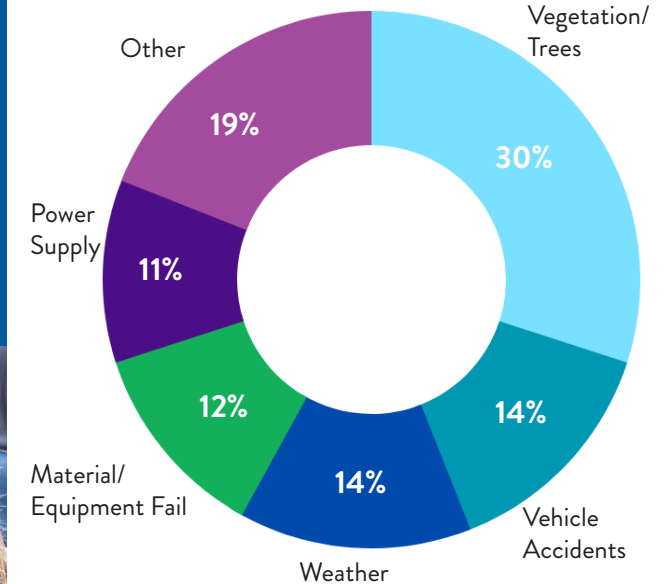
Annual Report & Meeting Agenda

BUSINESS MEETING

Thursday, July 20, 6:30 PM
Hendricks County 4-H Fair

2022 Outage Causes

BY DURATION



Average Monthly Usage

RESIDENTIAL USAGE IN kWh

