

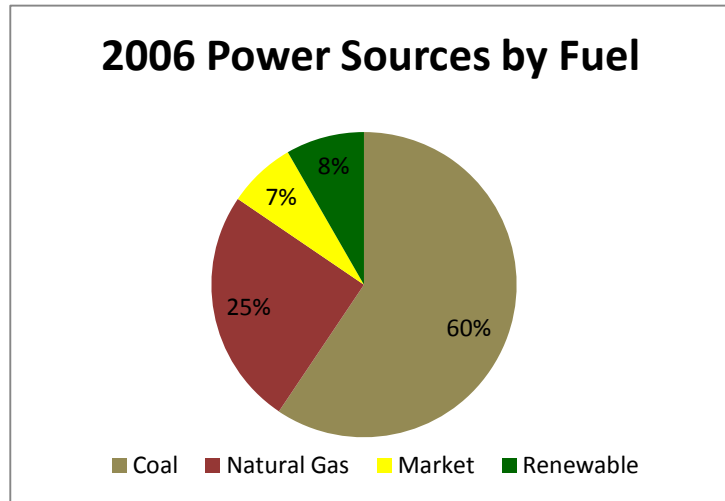


HOLY CROSS ENERGY

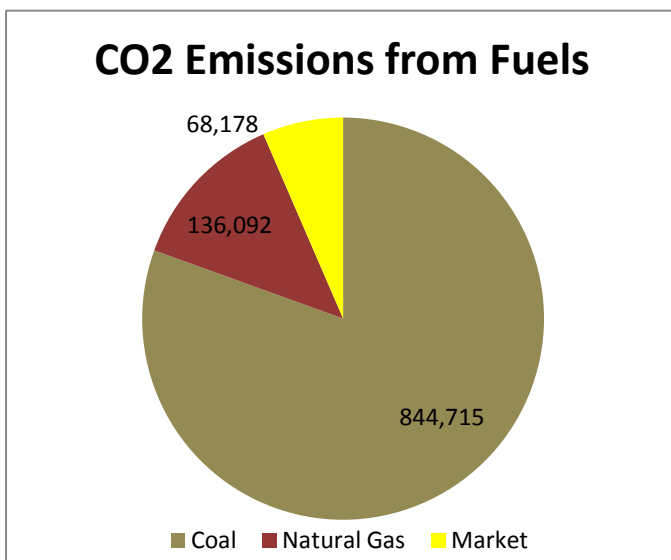
2006 CO₂ Emissions Report

Holy Cross Energy is a Colorado rural electric association serving approximately 51,870 meters in Eagle, Garfield, Gunnison, Mesa, and Pitkin Counties. HCE has long term power supply commitments through contracts with Public Service Company of Colorado (a subsidiary of Xcel Energy) and Western Area Power Administration.

Additional resources include economy purchases from Black Hills Power and several small renewable energy generation facilities within HCE's service territory. The portfolio of resources used to serve HCE's customer load in 2006 was composed of 60% coal, 25% natural gas, 8% renewable sources such as wind and hydroelectric generation, and 7% market purchases which could not be identified with a high level of certainty.



Holy Cross purchased 1,135,948 MWh from wholesale suppliers and provided 1,081,922 MWh to serve consumers' loads. The difference includes transmission and distribution line losses as well as electricity used in company offices. The CO₂ emissions associated with electric power generation used to serve HCE's customers in 2006 totaled approximately 1,049,000 short tons. Emissions grew about 10% from 2005 while sales grew about 5%. After accounting for line losses and the sales which have no associated emissions (under the WPP & LREP programs), the average CO₂ intensity for 2006 was 1.96 lb/kWh.



HCE offers two optional programs to support renewable energy generation in Colorado: the Wind Power Pioneers program and the Local Renewable Energy Pool. The Wind Power Pioneers program gives HCE consumers the option of purchasing power from a wind farm on the plains of eastern Colorado in 100 kWh blocks. 2,654 participants in this program purchased a total of 9,905 MWh in 2006. The Local Renewable Energy Pool provides power produced by HCE members who operate small-scale hydroelectric and photovoltaic facilities in 75 kWh blocks. 353 members purchased about



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2006 CO2 Emissions Report

551 MWh under this program. In addition, HCE's members had installed 37 small renewable energy generators (such as photovoltaic panels) by the end of 2006. The 121 kW of distributed generation produced about 122 MWh during the calendar year.

Year	Purchases (MWh)	Sales (MWh)	WPP/LREP Sales (MWh)	Emissions (Short tons)
2006	1,135,948	1,081,922	10,457	1,049,000
2005	1,080,417	1,032,137	10,501	955,700