

Great River Energy Board Meeting Summary

October 2-3, 2024

Maple Grove, Minnesota

Topics of interest from the October board meeting

CEO update

President and CEO David Saggau provided the following report:

- ▶ The margin through August is \$20.1M compared to a budgeted margin of \$34.8M for a negative variance of \$(14.6)M.
- ▶ The year-to-date PCA is a \$0.2M credit to members.
- ▶ Demand and energy sales are both 4.4% lower than budget.
- ▶ New ERA funds were announced to Wolverine for \$650M and Hoosier for \$675M for restoration of the Palisades nuclear power plant and other clean energy sources.
- ▶ GRE contributed \$25K to Hurricane Helene: Co-op Mutual Assistance.
- ▶ Meetings attended include Investing in America event with President Joe Biden; Nobles Cooperative Electric board of directors meeting; Member Manager Group; Theodore Roosevelt Presidential Library board meeting; and a meeting with Rochester Public Utilities CEO Tim McCollough.
- ▶ Upcoming meetings include ND congressional visit; Minnesota Business Partnership annual meeting; Member Manager Group; and employee communication meeting.

Financial update

Vice President and Chief Financial Officer Michelle Strobel provided an overview of August financial results.

- ▶ The August margin was \$19.1M compared to a budgeted \$18.0M for a favorable variance of \$1.1M.
- ▶ August energy sales were 2.1% lower than budget. August demand sales were 3.6% higher than budget. The PCA for August is a \$(1.1)M credit to members.
- ▶ Member revenue is \$(22.7)M below budget, non-member revenue under budget \$(37.8)M, other revenue over budget \$0.6M, and non-operating revenue over budget \$3.2M.
- ▶ Ownership expenses are over budget \$2.9M, fuel expenses under budget \$(10.9)M, purchased power under budget \$(40.4)M, O&M expenses over budget \$6.3M, and the margin is an unfavorable variance of \$(14.6)M.

For more information about the October meeting of GRE's board of directors, contact Daniel Becchetti, communications and marketing manager, at 763-445-5706.