

Great River Energy Board Meeting Summary
February 4, 2025
Mankato, Minnesota

Topics of interest from the February board meeting

CEO update

President and CEO David Saggau provided the following report:

- ▶ The 2024 year-end margin was \$22M, achieving the DSC (debt service coverage) ratio of 1.10. This includes the use of \$14.8M deferred revenue.
- ▶ The 2024 year-end power cost adjustment is a credit to members of \$3.7M.
- ▶ 2025 is off to a good start with strong energy and demand sales in January.
- ▶ GRE received confirmation of its New ERA award. GRE will continue to work with the RUS on the grant commitments to secure the dollars.

Financial update

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

- ▶ 2024 member revenue was \$(12.2)M below budget, non-member revenue under budget \$(56.0)M, other revenue over budget \$0.9M, and non-operating revenue over budget \$4.6M.
- ▶ 2024 ownership expenses were over budget \$4.2M, fuel expenses under budget \$(13.7)M, purchased power under budget \$(62.6)M, O&M expenses over budget \$10.4M, and the margin is an unfavorable variance of \$(1.0)M.
- ▶ Demand and energy sales were 2.6% and 3.7% lower than budget, respectively, in 2024.
- ▶ The PCA for December was a \$(3.0)M credit to members,

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