

Great River Energy Board Meeting Summary
May 7-8, 2025
Maple Grove, Minnesota

Topics of interest from the May board meeting

CEO update

President and CEO David Saggau provided the following report:

- ▶ The 2025 margin is \$3.8M compared to a budgeted margin of \$0.5M for a positive variance of \$3.3M. The PCA is a \$2.8M charge to members.
- ▶ Energy sales are 1.0% lower than budget and demand sales are 3.1% higher than budget.
- ▶ The MISO planning resource auction was held April 28. GRE's power supply portfolio is able to supply members' capacity needs with surplus capacity to offer into the auction during all four seasons.
- ▶ Fitch issued its report affirming GRE's A rating. Fitch also affirmed GRE's balance sheet can handle the upcoming investments and borrowing for regional transmission.

Financial update

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

- ▶ The March margin was \$(5.2)M compared to a budgeted margin of \$(5.2)M for a small favorable variance.
- ▶ Member revenue is \$3.6M above budget, non-member revenue under budget \$(0.9)M, and non-operating revenue above budget \$0.1M.
- ▶ Ownership expenses are \$1.5M under budget, fuel expenses under budget \$6.3M, purchased power over budget \$(7.1)M, O&M expenses over budget \$(0.4)M, and the margin is a favorable variance of \$3.3M.
- ▶ The PCA for March is a \$0.3M charge to members.

Business improvement

Data and Modeling Analyst Cole Pastor presented a business improvement for the automation of transmission planning studies of distributed energy resources. The benefits of this business improvement include faster response times to member-owner requests, lower study costs, and the development of advanced planning approaches.

Consent agenda

A number of items were approved on the consent agenda, including approval to apply for Rural Energy Savings Program (RESP) funding for beneficial electrification and energy efficiency investments by member-consumers.

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