

Great River Energy Board Meeting Summary
June 4-5, 2025
Maple Grove, Minnesota

Topics of interest from the June board meeting

CEO update

President and CEO David Saggau provided the following report:

- ▶ David congratulated the newly elected board officers Chair Mike Brasel, Vice Chair Randy Hlavka, Treasurer Nancy Utke, and Secretary Mike Littfin, and welcomed new director PJ Duchene.
- ▶ The 2025 margin is \$(2.8)M compared to a budgeted margin of \$(8.5)M for a positive variance of \$5.7M. The PCA is a \$3.1M charge to members.
- ▶ Energy sales are 1.5% lower than budget. Demand sales are 2.6% higher than budget.
- ▶ GRE is issuing a \$300M private placement to fund its construction program. There is significant interest from investors and favorable terms for GRE.
- ▶ FERC approved financial incentives for three tranche 2 regional transmission projects that will provide significant value for the projects.

Financial update

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

- ▶ The April margin is \$(6.6)M compared to the budgeted margin of \$(9.0)M, for a favorable variance of \$2.4M.
- ▶ Member revenue is \$2.8M above budget, non-member revenue under budget \$(1.9)M, other revenue over budget \$0.3M, and non-operating revenue above budget \$0.6M.
- ▶ Ownership expenses are under budget \$1.8M, fuel expenses under budget \$6.7M, purchased power over budget \$(6.2)M, O&M expenses under budget \$1.7M, and the margin is a favorable variance of \$5.7M.
- ▶ The PCA for April is a \$0.3M charge to members.

Business improvement

Senior Systems Analyst Matt Henning presented a business improvement for the ARCOS (automated roster call out system) mobile call out that ensures after-hours dispatches are received and verified to facilitate rapid response to needs of the electric system and member-owner cooperatives.

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