

## **EXECUTIVE SUMMARY**

### **Third Quarter 2024 Compared to Third Quarter 2023**

The financial results for the third quarter of 2024 showed a decrease in income before transfers of \$90.7 million as compared to the same period last year.

Operating revenue decreased \$14.5 million over the same period in 2023 primarily due to lower demand usage (2%) and energy sales (1%). The impacts were largely due to lower cooling degree days (3%) resulting from cooler weather than prior year.

Operating expense for the third quarter of 2024 increased \$65.7 million over the same period in 2023 primarily due to lower credits to fuel & purchased power from the Cook exception regulatory asset credits in the current year as compared to prior year. Further increases were provided by higher purchased power due to replacement energy for outages and higher market prices as compared to prior year. These increases were offset by: (i) lower fuel from outages and lower market prices for natural gas generation; and (ii) lower depreciation due to asset retirements in the current quarter.

Interest expense decreased \$300,000 due primarily to higher Cook settlement interest expense credits due to current year amount included cumulative true up for ELG borrowings. This was offset by higher long-term debt interest from the 2024 A & C new money bond issues in the current year.

Other revenues decreased \$13.1 million primarily due to higher nuclear regulatory asset amortization resulting from the 2024 B Refunding where nuclear debt was refinanced to lower overall debt service. This was offset slightly by an increase in the fair value of investments.

Costs to be recovered (CTBR) expense decreased \$2.3 million over the same period in 2023 from higher CTBR depreciation in the current year.

**Combined Statements of Net Position**  
As of September 30, 2024 and December 31, 2023  
Millions of Dollars  
*Unaudited*

	September 30, 2024	December 31, 2023
<b>Current assets</b>		
Unrestricted funds	\$471.6	\$415.1
Restricted funds	603.3	300.5
Fuel inventory	140.2	178.5
Other current assets	516.6	410.2
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<b>Total current assets</b>	1,731.7	1,304.3
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<b>Noncurrent assets</b>		
Total utility plant - net	5,235.6	5,070.1
Cost to be recovered	213.3	213.5
Regulatory assets-OPEB	149.7	149.7
Regulatory assets-nuclear	3,547.1	3,638.9
Regulatory assets - Cook Settlement Exceptions	683.5	625.1
Other noncurrent assets	260.5	315.8
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<b>Total noncurrent assets</b>	10,089.7	10,013.1
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Deferred outflows of resources	743.3	829.3
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<b>Total assets &amp; deferred outflows</b>	\$12,564.7	\$12,146.7
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<b>Current liabilities</b>		
Current debt and interest	\$351.0	\$280.1
Other current liabilities	278.0	315.8
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<b>Total current liabilities</b>	629.0	595.9
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<b>Noncurrent liabilities</b>		
Net Pension liability	301.6	302.5
Net OPEB liability	150.0	150.0
Asset retirement obligation liability	488.2	558.8
Long-term debt-net	8,060.4	7,605.6
Other noncurrent liabilities	130.1	113.6
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<b>Total noncurrent liabilities</b>	9,130.3	8,730.5
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Deferred inflows of resources	555.3	569.9
Total net position	2,250.1	2,250.4
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<b>Total liabilities &amp; deferred inflows</b>	\$12,564.7	\$12,146.7
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**Combined Statements of Revenues, Expenses and Changes in Net Position**

Millions of Dollars

*Unaudited*

	<i>Current Quarter Jul 1 - Sep 30</i>		<i>12 Months to Date Oct 1 - Sep 30</i>	
	<u>This Year</u>	<u>Last Year</u>	<u>This Year</u>	<u>Last Year</u>
Operating revenue	\$551.2	\$565.7	\$1,895.6	\$1,867.7
O&M expense	381.0	313.2	1,342.3	1,170.4
Depreciation & sums in lieu of taxes	67.2	69.3	275.9	276.7
Operating expense	448.2	382.5	1,618.2	1,447.1
Operating Income	103.0	183.2	277.4	420.6
Nonoperating revenues (expenses)				
Interest charges	(68.4)	(68.7)	(300.5)	(313.9)
Other revenues (expenses)	3.6	16.7	21.5	32.3
Costs to be recovered	0.2	(2.1)	(4.3)	(4.7)
Total nonoperating revenues (expenses)	(64.6)	(54.1)	(283.3)	(286.3)
Income before transfers	<b>\$38.4</b>	<b>\$129.1</b>	<b>(\$5.9)</b>	<b>\$134.3</b>