

1ST QUARTER 2024

May 14, 2024

Financial Highlights

In the first quarter 2024, WPPI Energy's change in net position was a loss of \$2,475,609 compared to a loss of \$1,710,644 in the first quarter 2023. The decrease in the change in net position between the two periods is primarily due to a \$871,493 negative change in fair value of investments between the periods. Due to seasonal wholesale rates that include a higher demand charge during the summer months, WPPI anticipated and experienced a loss in both first quarter 2024 and 2023.

Energy sales to members totaled 1,246,408 megawatt-hours (MWh) in the first quarter of 2024. This is 38,117 MWh or 3.2% more than the same period a year ago. The increase in MWh sales in 2024 is primarily the result of increased usage from a large industrial customer that usually relies on its own generation.

Total operating revenues for the first quarter in 2024 were \$98,797,697 or 1.7% higher than the same period a year ago. Total operating expenses for the first quarter in 2024 were \$104,261,715 or 2.8% higher than the same period a year ago. The increase in operating expenses in the first quarter 2024 compared to 2023 is primarily due to increase in transmission, operating and maintenance and purchase power expenses offset to a degree by a decrease in fuel expense.

Power Supply

WPPI Energy's 20% share of Boswell Unit 4 generated 177,858 MWh of electricity at an average capacity factor of 69.6% during the first quarter of 2024. This compares to 182,186 MWh generated at an average capacity factor of 72.1% in the first quarter of 2023. Except for a brief two-day outage in February, Boswell Unit 4 was online the entire quarter. Unit 4's relatively low capacity factor was due to low market energy prices.

WPPI Energy's 8.33% share of the Elm Road Generating Station units generated 122,225 MWh at an average capacity factor of 53.6% in the first quarter of 2024. In the same quarter a year ago, the units generated 144,765 MWh at an average capacity factor of 63.5%. Elm Road Unit 1 ran continuously throughout the quarter. Elm Road Unit 2 was offline from January 3 until March 6 to repair a main steam line leak.

News

Every other year, WPPI hosts dinner meetings for member utility leaders and local elected and appointed officials. These gatherings, called Regional Power Dinners, are held within member communities to provide the opportunity for utility staff and officials to connect with other community leaders while learning more about issues within the electric industry and key WPPI organizational initiatives. The first dinner was held in Mount Horeb on April 24. They will continue through June.

Company Profile

Member-owned, not-for-profit WPPI Energy serves 51 locally owned electric utilities. Together, WPPI members have built a diverse, competitive and responsible power supply. They share modern technologies and forward-thinking services, and they speak with a unified voice for effective energy policy advocacy.

This report and other information about WPPI Energy can be found at wppienergy.org.

FINANCIAL STATEMENTS

Statements of Net Position (Unaudited)

March 31,	2024	2023
Assets		
Current assets	\$ 137,931,726	\$ 137,621,282
Non-current assets	269,771,386	262,432,227
Electric plant, equipment, and land, net	326,145,352	337,150,149
Construction work in progress	7,845,417	6,334,371
Total assets	741,693,881	743,538,029
Deferred Outflows of Resources	16,265,994	22,774,634
Liabilities		
Current liabilities	50,705,956	48,167,722
Non-current liabilities	13,304,623	9,810,068
Long-term debt, net	249,403,444	283,181,544
Total liabilities	313,414,023	341,159,334
Deferred Inflows of Resources	91,522,983	89,768,551
Net Position	\$ 353,022,869	\$ 335,384,778

Statements of Revenue, Expenses and Changes in Net Position (Unaudited)

	Quarter Ended March 31,	
	2024	2023
Operating Revenues	\$ 98,797,697	\$ 97,161,294
Operating Expenses		
Purchased power	60,540,118	59,752,200
Transmission	19,167,680	17,274,173
Fuel expense	7,938,846	8,465,237
Operation and maintenance	5,020,493	3,922,377
Customer service and administrative and general	5,676,567	5,791,921
Depreciation and amortization	4,366,129	4,508,622
Taxes	1,551,882	1,658,921
Total operating expenses	104,261,715	101,373,451
Operating Income	(5,464,018)	(4,212,157)
Non-Operating Revenues (Expenses)		
Investment income	4,984,353	4,358,229
Interest expense	(2,586,174)	(3,373,578)
Other	590,230	1,516,862
Total non-operating revenues (expenses), net	2,988,409	2,501,513
Change in Net Position	\$ (2,475,609)	\$ (1,710,644)

Some 2023 amounts were reclassified to conform to the 2024 presentation.

WPPI ENERGY IS THE POWER SUPPLIER FOR THE FOLLOWING LOCALLY-OWNED UTILITIES

WISCONSIN	Evansville	Menasha	Plymouth	Two Rivers	MICHIGAN	Negaunee
Algoma	Florence	Mount Horeb	Prairie du Sac	Waterloo	Alger Delta CEA	Norway
Black River Falls	Hartford	Muscoda	Reedsburg	Waunakee	Baraga	IOWA
Boscobel	Hustisford	New Glarus	Richland Center	Waupun	Crystal Falls	Independence
Brodhead	Jefferson	New Holstein	River Falls	Westby	Gladstone	Maquoketa
Cedarburg	Juneau	New London	Slinger	Whitehall	L'Anse	Preston
Columbus	Kaukauna	New Richmond	Stoughton			
Cuba City	Lake Mills	Oconomowoc	Sturgeon Bay			
Eagle River	Lodi	Oconto Falls	Sun Prairie			