

COBB ELECTRIC MEMBERSHIP CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31

ASSETS

	2024	2023
Utility Plant		
Utility Plant in Service	\$ 1,116,871,230	\$ 1,067,965,297
Construction Work in Progress	14,480,635	19,117,117
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Gross Utility Plant	1,131,351,865	1,087,082,414
Accumulated Provision for Depreciation	(342,292,428)	(324,036,618)
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	789,059,437	763,045,796
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Other Property and Investments		
Investments in Associated Organizations	226,005,944	217,492,379
Notes Receivable	6,356,454	6,484,937
Nonutility Property, Net	35,683,825	29,332,224
Right-of-Use Asset, Operating	10,607,152	12,372,308
Restricted Funds	14,647,099	12,517,822
Other Investments	23,509,557	24,725,057
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	316,810,031	302,924,727
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Current Assets		
Cash and Cash Equivalents	21,036,240	8,129,459
Restricted Cash	28,086,575	97,539,879
Accounts Receivable (Net of Allowance for Credit Losses of \$9,698,197 and \$8,954,845 in 2024 and 2023, Respectively)	256,268,177	247,491,330
Gas Inventory	42,881,569	60,399,434
Materials and Supplies	7,357,067	7,049,592
Other Current Assets	13,224,640	11,899,964
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	368,854,268	432,509,658
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Other Assets	105,283,211	112,547,503
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Deferred Tax Assets	-	26,959,000
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Total Assets	<u>\$ 1,580,006,947</u>	<u>\$ 1,637,986,684</u>

COBB ELECTRIC MEMBERSHIP CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31

EQUITIES AND LIABILITIES

	2024	2023
Equities		
Membership Fees	\$ 351,035	\$ 364,520
Patronage Capital - Unrestricted	6,201,976	13,907,489
Patronage Capital - Restricted	304,685,821	304,685,821
Donated Capital	456,230	418,741
Other Equities	571,868,469	438,349,834
Accumulated Other Comprehensive Income (Loss)	(11,438,924)	(70,482,859)
	872,124,607	687,243,546
 Long-Term Liabilities		
Long-Term Debt	346,953,600	326,184,559
Operating Lease Liability	11,049,917	11,492,228
Deferred Compensation Plans	14,174,670	12,750,129
	372,178,187	350,426,916
 Current Liabilities		
Current Portion of Long-Term Debt	36,547,601	251,228,431
Current Portion of Operating Lease Liability	270,420	1,101,982
Accounts Payable	157,634,457	131,139,564
Consumer Deposits	19,744,363	19,134,057
Accrued and Withheld Taxes	19,761,338	14,481,901
Other Current and Accrued Liabilities	56,662,774	113,327,182
	290,620,953	530,413,117
 Deferred Credits	45,045,200	69,903,105
 Deferred Tax Liabilities	38,000	-
 Total Equities and Liabilities	\$ 1,580,006,947	\$ 1,637,986,684

COBB ELECTRIC MEMBERSHIP CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
FOR THE YEARS ENDED DECEMBER 31

	<u>2024</u>	<u>2023</u>
Operating Revenues	<u>\$ 1,700,220,343</u>	<u>\$ 1,749,096,657</u>
Operating Expenses		
Cost of Revenues	1,245,031,955	1,362,070,461
Distribution Operations	10,766,049	9,721,649
Distribution Maintenance	23,927,762	22,437,231
Consumer Accounts	13,615,371	12,759,895
Consumer Service and Information	872,872	903,231
Administrative, Selling, and General	165,147,699	151,261,837
Depreciation and Amortization	48,856,929	46,320,274
Operating Taxes	<u>5,380,554</u>	<u>5,532,838</u>
Total Operating Expenses	<u>1,513,599,191</u>	<u>1,611,007,416</u>
Operating Margins Before Interest Expense	186,621,152	138,089,241
Interest Expense	<u>23,387,192</u>	<u>30,424,467</u>
Operating Margins After Interest Expense	163,233,960	107,664,774
Nonoperating Margins	3,114,527	1,640,285
Generation and Transmission Patronage Allocations	7,053,599	7,409,726
Other Capital Credits and Patronage Allocations	<u>2,782,525</u>	<u>3,247,990</u>
Net Income Before Income Taxes	176,184,611	119,962,775
Income Tax Expense	<u>36,464,000</u>	<u>22,765,000</u>
Net Income	<u><u>\$ 139,720,611</u></u>	<u><u>\$ 97,197,775</u></u>

COBB ELECTRIC MEMBERSHIP CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31

	<u>2024</u>	<u>2023</u>
Net Income	\$ 139,720,611	\$ 97,197,775
Other Comprehensive Income		
Change in Fair Value of Net Risk Management Asset/Liability, Net of Change in Deferred Tax of \$20,352,149 and \$23,866,764 for the Years Ended 2024 and 2023, Respectively	58,841,019	(69,198,037)
Change in Fair Value of Costs Related to Death Benefit Obligations	<u>202,916</u>	<u>(869,780)</u>
Other Comprehensive Income	<u>59,043,935</u>	<u>(70,067,817)</u>
Comprehensive Income	<u>\$ 198,764,546</u>	<u>\$ 27,129,958</u>

COBB ELECTRIC MEMBERSHIP CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITIES
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	Membership Fees	Patronage Capital - Unrestricted	Patronage Capital - Restricted	Donated Capital	Other Equities	Accumulated Other Comprehensive Income (Loss)	Total
Balance, December 31, 2022	\$ 379,295	\$ 28,908,412	\$ 304,685,821	\$ 370,973	\$ 341,152,059	\$ (415,042)	\$ 675,081,518
Net Income	-	-	-	-	97,197,775	-	97,197,775
Retirement of Patronage Capital	-	(15,000,923)	-	-	-	-	(15,000,923)
Other Comprehensive Income	-	-	-	-	-	(70,067,817)	(70,067,817)
Other	(14,775)	-	-	47,768	-	-	32,993
Balance, December 31, 2023	364,520	13,907,489	304,685,821	418,741	438,349,834	(70,482,859)	687,243,546
Net Income	-	6,201,976	-	-	133,518,635	-	139,720,611
Retirement of Patronage Capital	-	(13,907,489)	-	-	-	-	(13,907,489)
Other Comprehensive Income	-	-	-	-	-	59,043,935	59,043,935
Other	(13,485)	-	-	37,489	-	-	24,004
Balance, December 31, 2024	\$ 351,035	\$ 6,201,976	\$ 304,685,821	\$ 456,230	\$ 571,868,469	\$ (11,438,924)	\$ 872,124,607

COBB ELECTRIC MEMBERSHIP CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31

	<u>2024</u>	<u>2023</u>
Cash Flows from Operating Activities		
Net Income	\$ 139,720,611	\$ 97,197,775
Adjustments to Reconcile Net Income to Net Cash		
Provided by Operating Activities		
Depreciation and Amortization	50,457,398	46,198,405
Amortization of Deferred Loan Costs Included as Interest	690,641	823,174
Electric Revenue Recognized Under <i>ASC 980</i>	-	(4,000,000)
Amortization of <i>ASC 980</i> Regulatory		
Liability - Pension Gain	(5,356,046)	(5,356,046)
Provision for Credit Losses	14,921,350	12,451,892
Overrecovery of Wholesale Power and Other Costs	2,797,571	5,793,282
Patronage Capital from Associated Organizations	(9,836,124)	(10,657,716)
Net Postretirement Benefit Cost	59,240	25,806
Deferred Income Tax Expense	26,997,000	(29,607,000)
Change In		
Accounts Receivable	(23,698,197)	104,636,031
Gas Inventory	16,956,805	(7,587,754)
Other Current Assets	585,750	722,585
Other Assets	116,479	95,011
Risk Management Assets and Liabilities, Net	(29,412,593)	24,087,215
Accounts Payable	40,755,542	(70,414,934)
Consumer Deposits	610,306	1,133,124
Other Current and Accrued Liabilities	6,193,639	(4,952,493)
Deferred Credits	158,734	(204,367)
Balance - Carried Forward	<u>\$ 232,718,106</u>	<u>\$ 160,383,990</u>

COBB ELECTRIC MEMBERSHIP CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31

	<u>2024</u>	<u>2023</u>
Balance - Brought Forward	\$ 232,718,106	\$ 160,383,990
Cash Flows from Investing Activities		
Extensions and Replacements of Utility Plant, Net	(63,889,441)	(70,091,965)
Nonutility Plant	(10,274,815)	(7,188,633)
Principal Received from Other Investments	1,215,500	-
Cash Paid to Solar Project Partnership Investments	(9,281,000)	(25,451,000)
Return of Equity from Associated Organizations	1,322,559	3,838,832
Other	128,483	343,958
	<u>(80,778,714)</u>	<u>(98,548,808)</u>
Cash Flows from Financing Activities		
Advances of Long-Term Debt	1,279,450,000	1,441,136,000
Principal Repayment of Long-Term Debt	(1,472,917,905)	(1,440,788,808)
Borrowings on Lines-of-Credit	223,750,000	274,600,000
Principal Repayments on Lines-of-Credit	(223,750,000)	(289,300,000)
Cash Paid for Loan Closing Costs	(1,134,525)	-
Retirement of Patronage Capital	(13,907,489)	(15,000,923)
Other	24,004	32,993
	<u>(208,485,915)</u>	<u>(29,320,738)</u>
Net Increase (Decrease) in Cash, Cash Equivalents, and Restricted Cash	(56,546,523)	32,514,444
Cash, Cash Equivalents, and Restricted Cash - Beginning	<u>105,669,338</u>	<u>73,154,894</u>
Cash, Cash Equivalents, and Restricted Cash - Ending	<u>\$ 49,122,815</u>	<u>\$ 105,669,338</u>

COBB ELECTRIC MEMBERSHIP CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31

	<u>2024</u>	<u>2023</u>
Balance Sheet Reconciliation:		
Cash and Cash Equivalents	\$ 21,036,240	\$ 8,129,459
Restricted Cash	<u>28,086,575</u>	<u>97,539,879</u>
	<u>\$ 49,122,815</u>	<u>\$ 105,669,338</u>
Supplemental Disclosures of Cash Flow Information		
Cash Paid for Interest	<u>\$ 24,213,985</u>	<u>\$ 29,249,919</u>
Cash Paid for Income Taxes	<u>\$ 9,867,922</u>	<u>\$ 5,091,164</u>
Right-of-Use Assets Exchanged for Lease Obligations	<u>\$ -</u>	<u>\$ 11,276,000</u>