



Q2 2024 Financial Statements

LES Administrative Board | July 19, 2024

Emily N. Koenig | LES
Vice President, Financial Services & CFO

2024 Retail Revenue - YTD

Lower use by Commercial customers comprised most of the variance and was partially offset by higher Industrial usage.

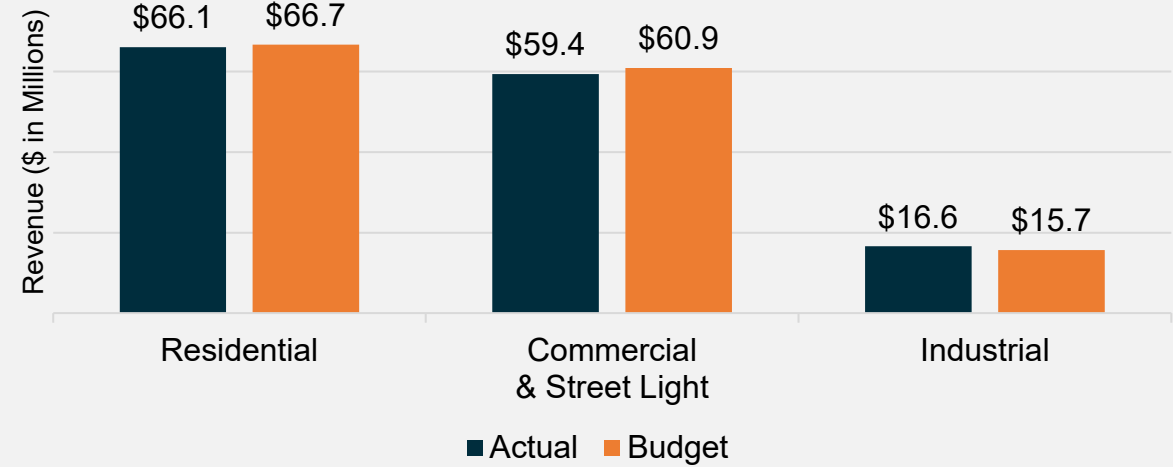


Actual	Budget	Variance
\$142.1M	\$143.3M	-\$1.1M / -0.8%

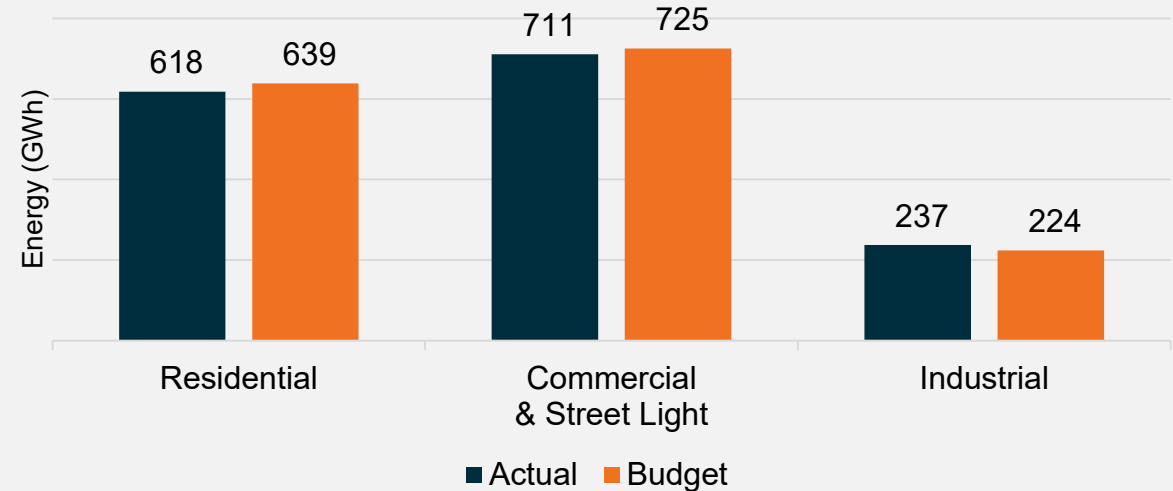
Residential, Commercial & Street Light revenues were 0.8% and 2.5% lower than budget, respectively.

Industrial revenues were 6.0% higher than budget.

Retail Revenue



Retail Energy



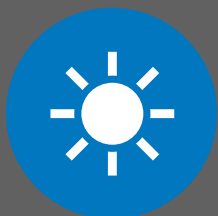
Totals and other calculations throughout this presentation may show slight inconsistencies due to rounding.

2024 Weather - YTD

YTD temperatures have been warmer than usual, with heating degree days 13.2% below average and cooling degree days surpassing a regular year by 9.9%.

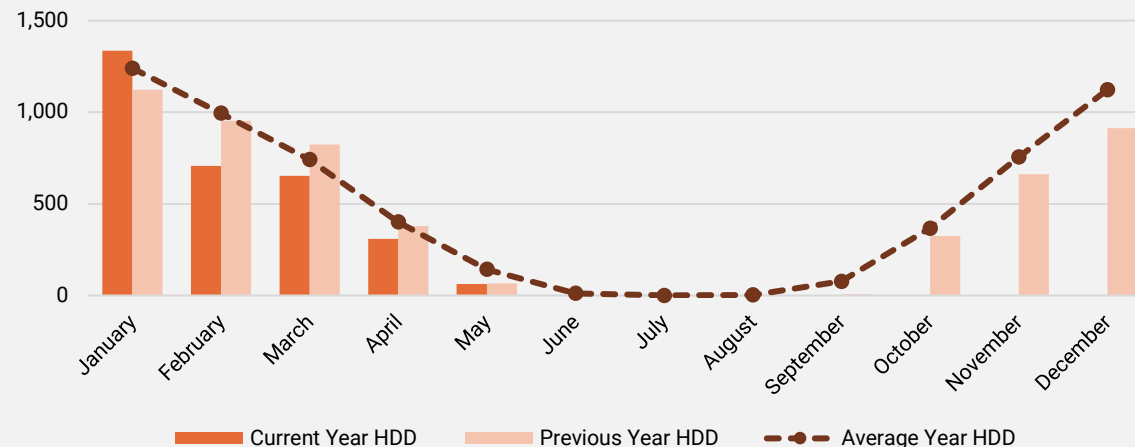


Mild weather from April through June offset January's colder temperatures, resulting in fewer heating degree days than average.

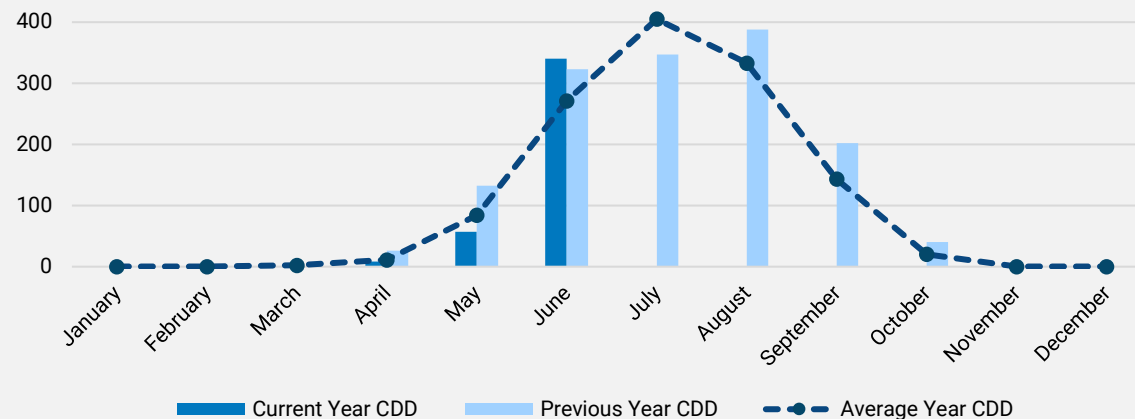


Summer temperatures showed up slightly earlier than normal in 2024. The unseasonably warm weather caused June cooling degree days to be higher than average.

2024 Heating Degree Days



2024 Cooling Degree Days



2024 Operating Expenses - YTD

Total Operating Expenses

Actual	Budget	Variance
\$135.0M	\$142.0M	-\$7.0M / -4.9%

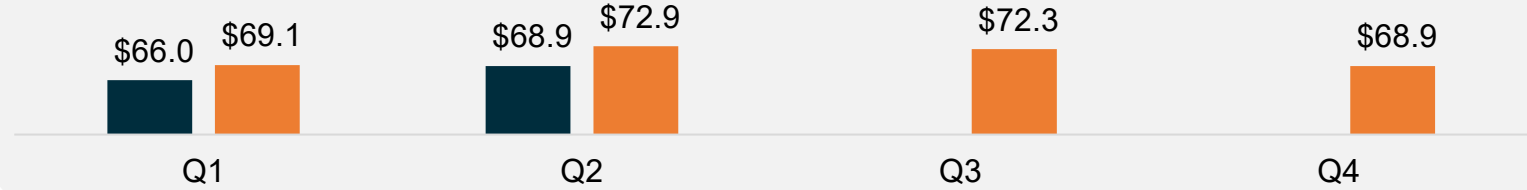
Total Operating Expenses (Excluding Power Costs)

Actual	Budget	Variance
\$67.5M	\$69.5M	-\$1.9M / -2.8%

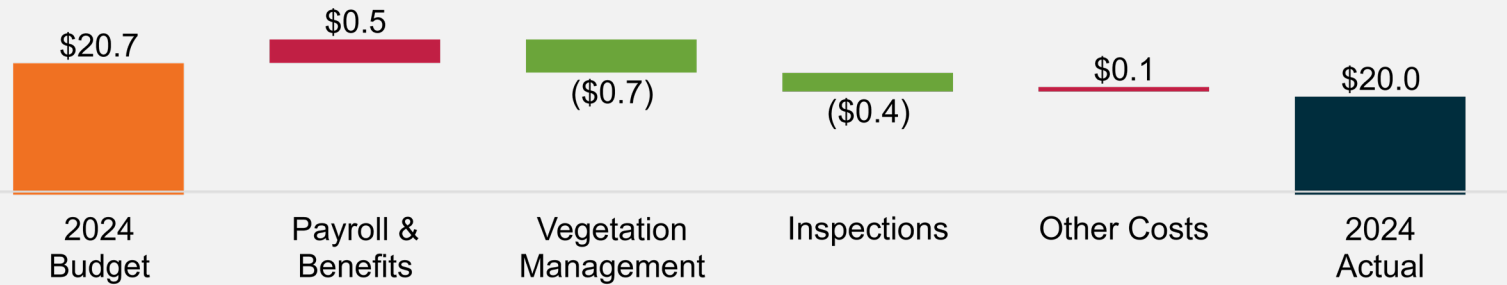
Actual vs Budget

(\$ in millions)

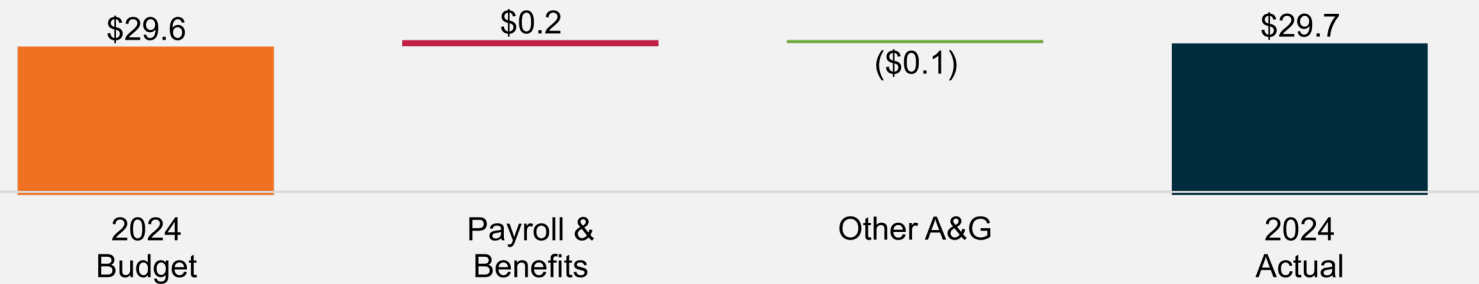
Actual Budget



Operations & Maintenance YTD Variances



Administrative & General YTD Variances



2024 Net Power Cost - YTD

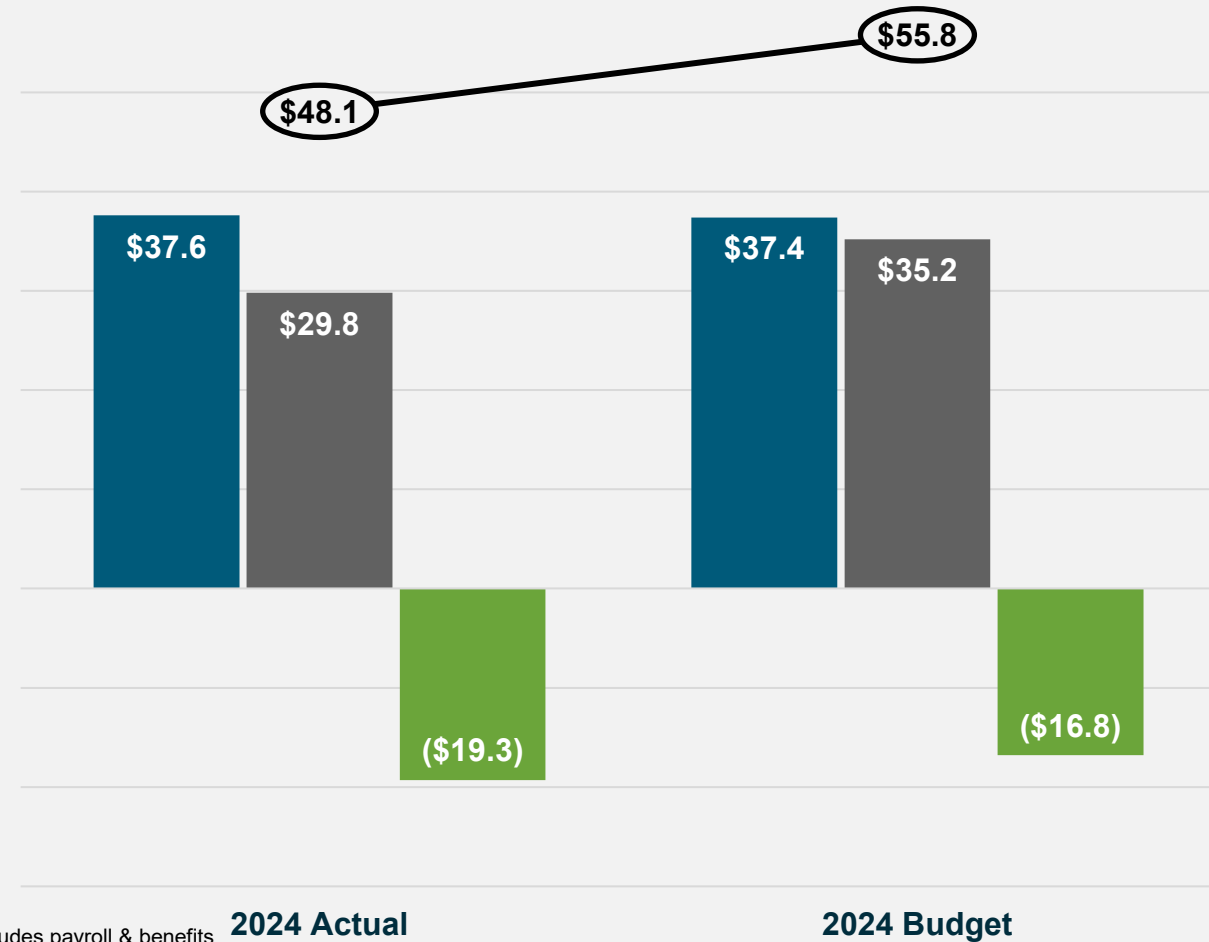
Actual	Budget	Variance
\$48.1M	\$55.8M	-\$7.7M / -13.7%

- Purchased power was over budget by \$0.3M, or 0.7%, due to higher SPP purchases partially offset by lower energy output at Walter Scott #3 & Gerald Gentleman.
- Produced power was \$5.4M, or 15.3%, under budget due to lower costs at Laramie River Station and fuel expenses at Walter Scott #4.
- Wholesale revenue has exceeded budget by \$2.5M, or 15.2%, due to revenues from SPP activities.

2024 Net Power Cost* - YTD

(\$ in Millions)

■ Purchased Power ■ Produced Power
■ Wholesale Revenue — Net Power Cost



* Includes payroll & benefits

Change in Net Position

(\$ in Millions)



Change in YTD Net Position or “Net Revenue”

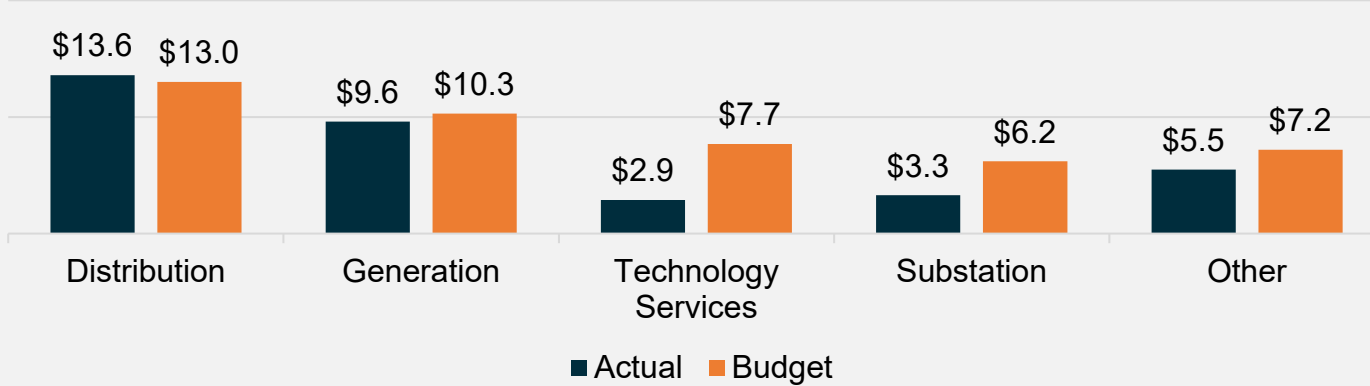
Actual	Budget	Variance
\$19.5M	\$10.7M	+\$8.8M / +82.7%

Higher-than-expected Wholesale revenues combined with lower Produced Power expenses are driving an overall increase in Net Revenue.



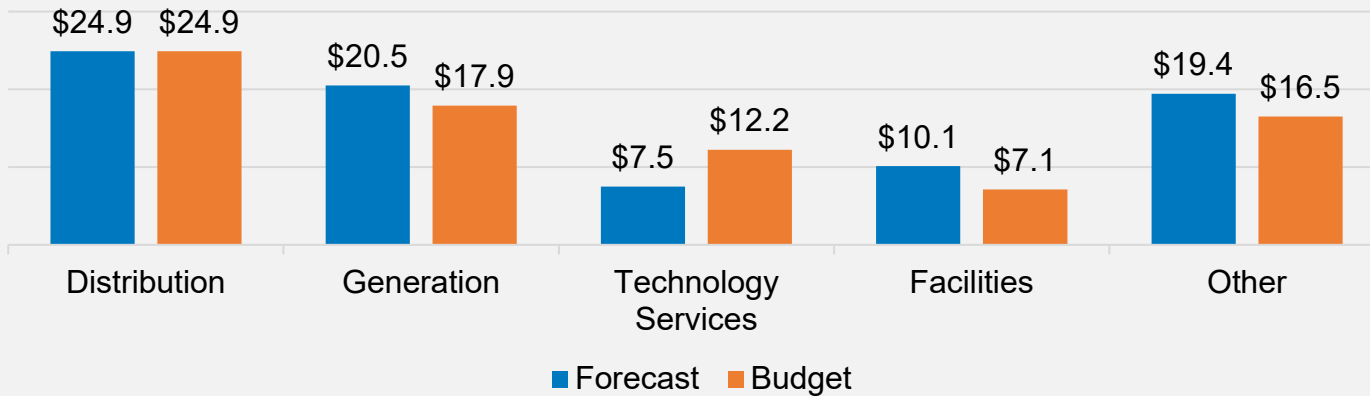
YTD Capital Expenditures

(\$ in millions)



YE Capital Expenditures Forecast

(\$ in millions)



2024 Capital Expenditures

YTD Capital spending is below budget, however the YE forecast projects a 5.0% overrun.

YTD Actuals	Budget	Variance
\$34.9M	\$44.4M	-\$9.5M / -21.3%

YTD variance driven by timing of large Technology, Substation, and Transmission projects.

Forecast	Budget	Variance
\$82.4M	\$78.6M	+\$3.9M / 5.0%

YE forecast includes higher costs for TBGS Unit 2 and several Substation projects in addition to an acceleration of costs for the Service Center HVAC upgrades.

Financial Metrics

LES has minimum target values for financial ratios when setting customer rates.

Fixed Charge Coverage Ratio

YE Forecast	Budget	Variance
1.60x	1.40x	0.20x

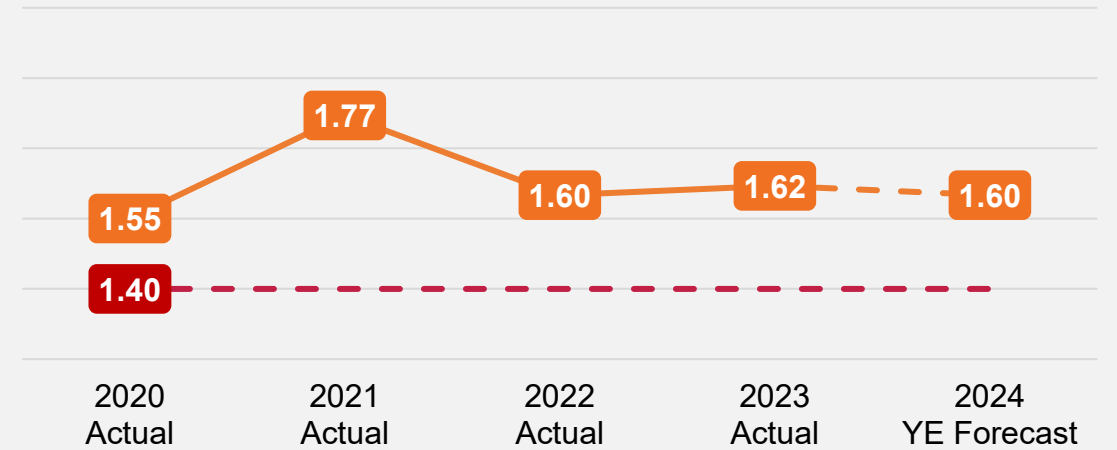
Higher or increasing values are considered favorable.

Debt Service Coverage Ratio

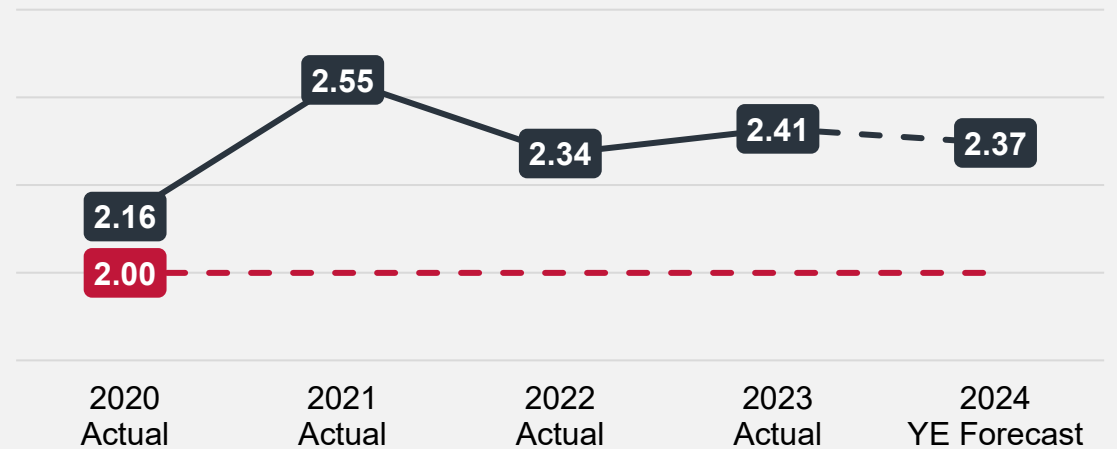
YE Forecast	Budget	Variance
2.37x	2.10x	0.27x

Higher or increasing values are considered favorable.

Fixed Charge Coverage Ratio



Debt Service Coverage Ratio



Financial Metrics

Debt to Capitalization

YE Forecast	Budget	Variance
49%	50%	-1%

Lower or decreasing values are considered favorable.

Net Debt Ratio

YE Forecast	Budget	Variance
4.55	5.30	0.75

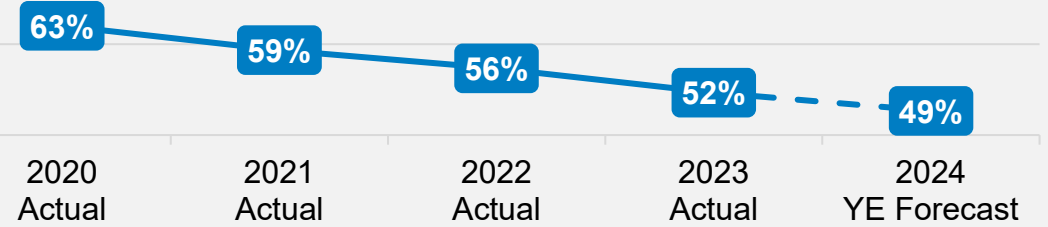
Lower or decreasing values are considered favorable.

Days Cash on Hand

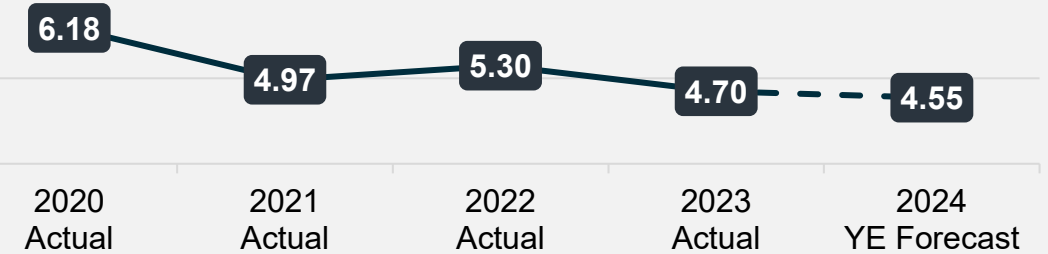
YE Forecast	Budget	Variance
114	116	-2

When LES approaches the minimum target, short or long-term borrowings are utilized to replenish the cash balance.

Debt to Capitalization



Net Debt Ratio



Days Cash on Hand

