SECRETARY-TREASURER REPORT

Kankakee Valley REMC continues to focus on cost-efficient provision of reliable electric service in this always challenging environment. As expected, most of our cooperative's assets are the member owned utility plants necessary for providing service to our membership. As of year-end, the cooperative owned just shy of $115 million worth of assets, and over 90% were the utility plant needed to serve the membership. Cash has stayed consistent with the prior year, and the balance sheet remains strong. Rate pressure is always a priority, and your cooperative continues to utilize borrowing from Rural Utility Services to continue the plant investments needed while spreading the costs over the years the plant will be in use for our members.

In the current year, total revenue collected was just over $44 million. The majority of this was to purchase the power needed to distribute to our members. Administrative and operational expenses stayed consistent with prior years as the cooperative focused on efficiency. Net margins were higher due to allocations from our cooperative partner, which are also owned by the membership. The balance sheet remains strong for your cooperative, and the focus on reliable service efficiently provided is still a top priority.

SOURCES AND USES OF CASH MARGINS

FOR THE YEAR ENDING DEC. 31, 2024

SOURCES OF CASH	
Sales to Members	$44,479,957
Borrowings from RUS/CFC (lenders)	8,990,000
New Membership Fees & Consumer Deposits	150,501
TOTAL SOURCES OF CASH	**$53,620,458**

USES OF CASH	
Payments to Power Supplier & Vendor	$41,145,536
New Construction & Replacement of Utility Plant	9,551,673
Repayment of Long-Term Debt	1,451,520
Deferred Charges	861,332
Total Uses of Cash	$53,010,061
NEW (DECREASE) OR INCREASE IN CASH	**610,397**

Kankakee Valley REMC has included in this report the financial statements from the year ended Dec. 31, 2024. These financial statements are reported to the REMC's lenders, as well as our members. Kankakee Valley REMC also has an annual audit performed by London Witte Group, LLC, Certified Public Accountants, for the fiscal year ended March 31, 2024. The audit reports are on file at the REMC office and available for inspection within 120 days after the audit period ends.