

Financial report

for the years ended December 31, 2025 and 2024

Consolidated balance sheet

ASSETS	2025	2024
Plant assets		
1 Utility plant	\$293,818,868	\$269,519,811
2 Construction work in progress	10,577,457	10,096,844
3 Total utility plant	\$304,396,325	\$279,616,655
4 Less accumulated depreciation	106,380,654	99,208,806
5 Net utility plant	\$198,015,671	\$180,407,849
Other property and investments		
6 Investments in associated organizations	\$67,198,818	\$60,228,129
7 Non-utility property-net	2,797,966	2,832,766
8 Notes receivable	9,816	2,516
9 Other investments	2,444,490	1,939,191
10 Total other property and investments	\$72,451,090	\$65,002,602
Current and other assets		
11 Cash and cash equivalents	\$22,032,961	\$18,043,911
12 Accounts receivable	7,972,481	7,053,919
13 Other accounts receivable	3,263,360	1,069,864
14 Accrued unbilled revenue	7,536,483	6,870,974
15 Contract assets	63,641	144,270
16 Materials and supplies inventory	6,394,399	5,757,115
17 Other current and accrued assets	759,354	857,422
18 Total current and other assets	\$48,022,679	\$39,797,475
19 Deferred debits	\$720,665	\$1,152,809
20 Total assets	\$319,210,105	\$286,360,735

EQUITY	2025	2024
Members' equity		
21 Patronage capital	\$95,577,549	\$84,036,265
22 Other equities	27,911,923	25,071,446
23 Total members' equity	\$123,489,472	\$109,107,711

LIABILITIES	2025	2024
Long-term debt (less current maturities)		
24 RUS notes	\$122,004,337	\$106,511,093
25 Nat. Rural Utilities Co-op Finance Corp	5,260,705	6,474,702
26 CoBank notes	16,846,498	18,073,238
27 Total long-term debt	\$144,111,540	\$131,059,033
Current and other liabilities		
28 Current maturities of long-term debt	\$5,270,995	\$5,115,666
29 Accounts payable	3,349,120	3,321,060
30 Accounts payable-purchased power	13,065,106	11,063,815
31 Consumer deposits	6,500,000	1,909,735
32 Other current and accrued liabilities	2,135,482	11,910,671
33 Total current and other liabilities	\$10,984,874	\$33,320,947
34 Deferred credits	\$41,305,516	\$12,873,044
35 Total members' equity and liabilities	\$319,210,105	\$286,360,735

Statement of operations

	2025	2024
51 Operating revenue	\$132,726,812	\$122,165,171
52 Deferred revenue	1,060,552	(1,125,000)
53 Cost of power	90,119,166	76,370,849
Local operating expenses		
54 Distribution (operations and maintenance)	\$10,515,987	\$10,932,668
55 Member accounts and service	4,738,075	4,776,909
56 Administrative and general	6,823,784	6,494,240
57 Total local operating expenses	\$22,077,846	\$22,203,817
Fixed charges		
58 Property tax	\$1,525,855	\$2,144,430
59 Depreciation and amortization	8,362,769	7,771,717
60 Interest on long-term debt	5,421,745	5,352,904
61 Total fixed charges	\$15,310,099	\$15,269,051
62 Net Operating Margins	\$6,280,253	\$7,196,454
63 Conservation improvement program	(415,819)	(430,110)
64 Non-operating margins	2,100,137	807,189
65 Net operating and non-operating margins	\$7,964,571	\$7,573,533
66 Generation and transmission and other capital credits	\$8,061,507	\$3,352,597
67 Extraordinary Item	1,521,442	-
68 Net margins	\$17,547,520	\$10,926,130

Letter to the members of Wright-Hennepin Cooperative Electric Association, Rockford, Minn.

Eide Bailly LLP, an independent certified public accounting firm, has audited Wright-Hennepin Cooperative Electric Association's financial statements for the year ended December 31, 2025. The audit firm has issued their unmodified opinion dated February 27, 2026, on the financial statements. Copies of the audited financial statements are on file at the cooperative's office for inspection.

