

REDWOOD ELECTRIC COOPERATIVE

60 PINE STREET- CLEMENTS, MINNESOTA 56224

FINANCIAL REPORT

December 31, 2020 and 2019

Balance Sheet

| | 2020 | 2019 |
|--|---------------------|---------------------|
| ASSETS AND OTHER DEBITS | | |
| ELECTRIC PLANT | | |
| In Service | \$44,579,630 | \$42,937,115 |
| Under construction | 361,988 | 447,831 |
| Total electric plant | 44,941,618 | 43,384,946 |
| Less accumulated depreciation | 15,692,088 | 14,919,424 |
| Electric plant - net | 29,249,530 | 28,465,522 |
| OTHER PROPERTY AND INVESTMENTS | | |
| Total other property and investments | 5,568,364 | 5,279,401 |
| CURRENT ASSETS | | |
| Cash and cash equivalents | 3,570,110 | 314,074 |
| Accounts receivable, net of allowance for uncollectibles | 2,085,771 | 2,400,567 |
| Material and supplies | 619,130 | 708,175 |
| Prepayments | 114,696 | 114,637 |
| Interest receivable | 4,008 | 4,052 |
| Total current assets | 6,393,715 | 3,541,505 |
| DEFERRED CHARGES | 220,277 | 246,936 |
| TOTAL ASSETS & OTHER DEBITS | \$41,431,886 | \$37,533,364 |

LIABILITIES AND OTHER CREDITS

| | | |
|--|---------------------|---------------------|
| EQUITIES | | |
| Patronage capital | \$15,835,371 | \$15,622,251 |
| Other Equities | 352,434 | 291,663 |
| Total equities | 16,187,805 | 15,913,914 |
| LONG-TERM DEBT | 21,428,393 | 18,013,411 |
| CURRENT LIABILITIES | | |
| Accounts payable | 2,478,545 | 2,790,086 |
| Customer deposits | 55,328 | 61,517 |
| Other current liabilities | 1,151,992 | 654,398 |
| Total current liabilities | 3,685,865 | 3,506,001 |
| DEFERRED CREDITS | 129,823 | 100,038 |
| TOTAL LIABILITIES & OTHER CREDITS | \$41,431,886 | \$37,533,364 |

Statement of Operations

| | 2020 | 2019 |
|--|---------------------|---------------------|
| OPERATING REVENUES | | |
| Electric | \$14,570,915 | \$14,757,422 |
| Other | 53,731 | 69,937 |
| Total operating revenue | 14,624,646 | 14,827,359 |
| OPERATING EXPENSES | | |
| Cost of power | 8,897,525 | 9,324,894 |
| Distribution - operation | 848,867 | 853,630 |
| Distribution - maintenance | 720,323 | 732,668 |
| Customer accounts | 281,607 | 296,376 |
| Customer service and information | 289,770 | 256,321 |
| Administrative and general | 959,271 | 933,340 |
| Depreciation | 1,350,261 | 1,194,598 |
| Interest on long-term debt | 616,055 | 610,743 |
| Interest - other | 4,430 | 10,861 |
| Total operating expenses | 13,968,109 | 14,213,431 |
| OPERATING MARGIN BEFORE CAPITAL CREDITS | 656,537 | 613,928 |
| GENERATION AND TRANSMISSION AND OTHER | | |
| COOPERATIVE CAPITAL CREDITS | 403,589 | 421,354 |
| NET OPERATING MARGIN | 1,060,126 | 1,035,282 |
| NONOPERATING MARGIN | 89,399 | 47,395 |
| NET MARGIN | 1,149,525 | 1,082,677 |
| PATRONAGE CAPITAL - BEGINNING OF YEAR | 15,622,251 | 14,975,723 |
| RETIREMENT OF CAPITAL CREDITS | (936,405) | (436,149) |
| PATRONAGE CAPITAL - END OF YEAR | \$15,835,371 | \$15,622,251 |