

# Aiken Electric Cooperative Annual Financial Statement

## BALANCE SHEET

Assets	2024	2025
Total Utility Plant	\$ 580,216,211	\$ 634,164,921
Less Depreciation Provision	120,812,728	125,467,204
Net Utility Plant	\$ 459,403,483	\$ 508,697,717
Cash—General Funds	1,875,015	1,168,170
Other Property & Investments	68,579,164	75,534,735
Notes and Accounts Receivable	8,918,671	18,985,211
Materials & Supplies—Electric and other	16,903,162	11,955,767
Prepayments	772,658	845,524
Other Deferred Debits	24,610,233	29,578,201
<b>Total Current &amp; Accrued Assets</b>	<b>\$ 581,062,386</b>	<b>\$ 646,765,325</b>

## Liabilities and Other Credits

Memberships	\$ 403,783	\$ 413,873
Patronage Capital	68,490,820	71,679,336
Other Margins and Equities	66,771,891	70,853,414
Total Margins & Equities	135,666,494	142,946,623
Long Term Debt	375,402,950	389,041,027
Accounts Payable	60,439,887	99,898,531
Consumer Deposits	5,108,048	4,694,403
Other Current & Accrued Liabilities	4,445,007	10,184,741
Total Current & Accrued Liabilities	445,395,892	503,818,702
<b>Total Liabilities &amp; Other Credits</b>	<b>\$ 581,062,386</b>	<b>\$ 646,765,325</b>

## STATEMENT OF OPERATIONS

Operating Revenue and Patronage Capital	\$ 140,831,644	\$ 168,840,734
Cost of Purchased Power	81,414,118	98,262,684
Operating Expense before Depreciation	23,459,302	29,632,327
Depreciation and Amortization Expense	14,464,463	15,823,971
Tax Expense—Property & Gross Receipts	6,456,033	7,166,315
Interest on Long—Term Debt	16,226,368	17,473,977
Total Cost of Electric Service	142,020,284	168,359,274
Patronage Capital & Operating Margins	(1,188,640)	481,460
Non-Operating Margins	4,853,947	8,352,078
<b>Patronage Capital or Margins</b>	<b>\$ 3,665,307</b>	<b>\$ 8,833,538</b>

## Number of Consumers and Miles of Line

Active Members at end of year	40,542	41,554
Active Services at end of year	53,479	54,918
Miles of line at end of year	5,812	5,901

August 28, 2025

## INDEPENDENT AUDITOR'S REPORT

The Board of Trustees  
Aiken Electric Cooperative, Inc. and Subsidiary

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the consolidated financial statements of **Aiken Electric Cooperative, Inc. and Subsidiary**, which comprise the consolidated balance sheets as of May 31, 2025 and 2024, and the related consolidated statements of operations and comprehensive income, changes in members' equity, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Aiken Electric Cooperative, Inc. and Subsidiary as of May 31, 2025 and 2024 and the results of their operations and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Aiken Electric Cooperative, Inc. and Subsidiary and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Aiken Electric Cooperative, Inc. and Subsidiary's ability to continue as a going concern for one year after the date that the consolidated financial statements are available to be issued.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatements of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Aiken Electric Cooperative, Inc. and Subsidiary's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Aiken Electric Cooperative, Inc. and Subsidiary's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated August 28, 2025 on our consideration of Aiken Electric Cooperative, Inc. and Subsidiary's internal controls and our tests of its compliance with provisions of laws, regulations, contracts and grant agreements and instances of fraud. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Aiken Electric Cooperative, Inc. and Subsidiary's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Aiken Electric Cooperative, Inc. and Subsidiary's internal control over financial reporting and compliance.

McNAIR, McLEMORE, MIDDLEBROOKS & CO., LLC