

Operating Forecast without Rate Increase:

Revenue is based on 504,000 acres as the most recent expansion acres are reserved for repayment of Canadian Infrastructure Bank debt

District portion of IRP is based on the 2024 actual contribution

	2025	2026	2027	2028	2029
REVENUE	\$17,500,000	\$17,500,000	\$17,500,000	\$17,500,000	\$17,500,000
IRRICAN ROYALTY CONTRIBUTION ESTIMATE	\$3,500,000	\$3,500,000	\$3,500,000	\$3,500,000	\$3,500,000
REVENUE SUBTOTAL	\$21,000,000	\$21,000,000	\$21,000,000	\$21,000,000	\$21,000,000
OPERATIONS (3% INFLATION)	\$17,775,000	\$18,205,000	\$18,750,000	\$19,313,500	\$19,893,000
IRP DISTRICT 25%	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000
RESERVES (BOW ISLAND/40MILE)*	\$182,000	\$182,000	\$182,000	\$182,000	\$182,000
CAPITAL EXPENSES*	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000
IRRIGATION WORKS*	\$3,500,000	\$3,500,000	\$3,500,000	\$3,500,000	\$3,500,000
EXPENSE SUBTOTAL	\$24,457,000	\$24,887,000	\$25,532,000	\$25,995,500	\$26,575,000
SHORTFALL	\$3,457,000	\$3,887,000	\$4,432,000	\$4,995,500	\$5,575,000
SHORTFALL/ACRE	\$6.85	\$7.70	\$8.80	\$9.90	\$11.05

Bow Island 12 = \$4,000/year
40 Mile = \$150,000/year
40 Mile Cost Share = \$27,500/year

Operating cost increases:
Aging infrastructure across the District
Increase in maintenance obligations
Rising supply costs and Inflation

Irrican Cash Repayments to SMRID:

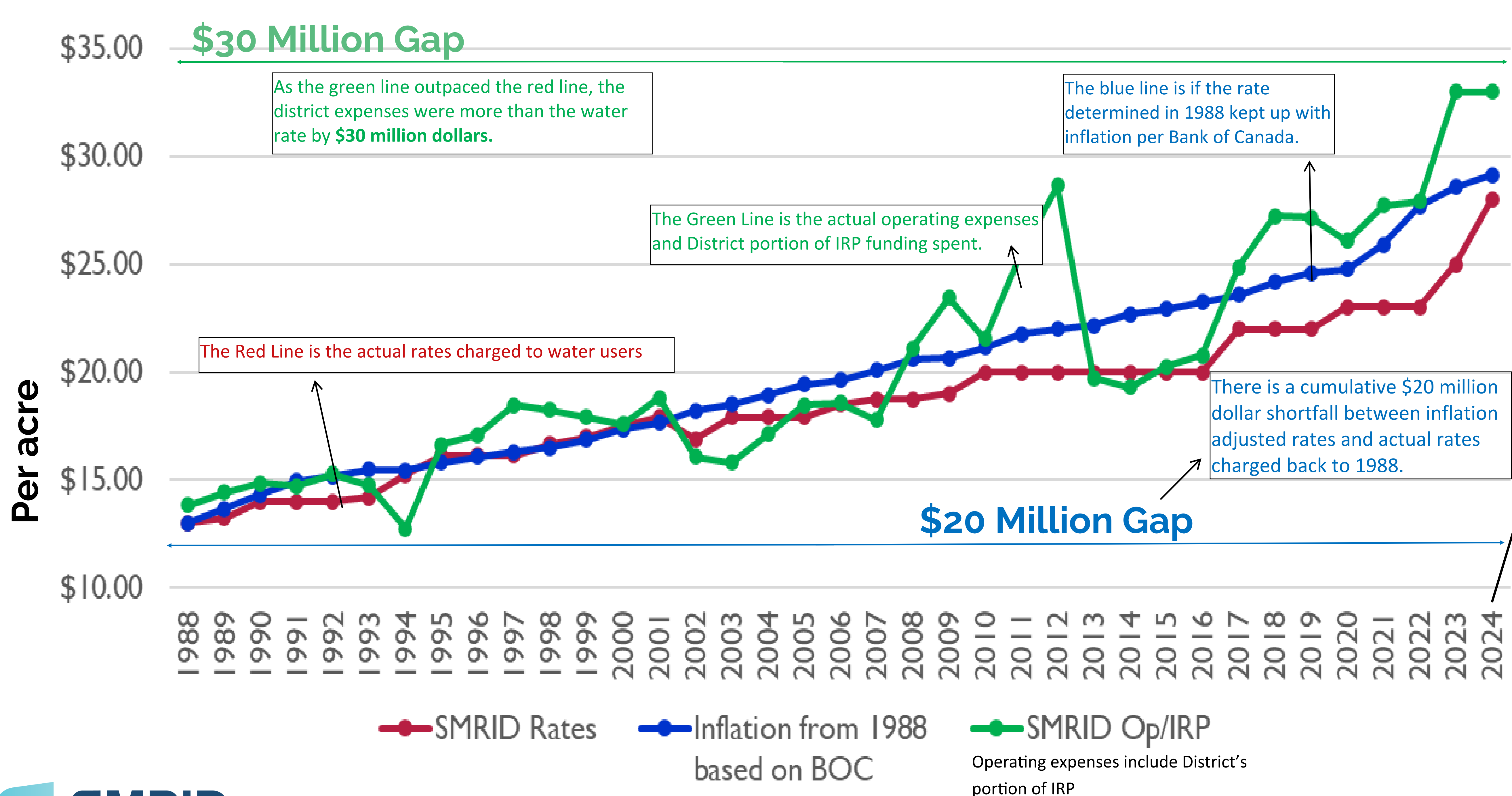
YEAR	SHAREHOLDER REPAYMENT	PER ACRE
2019	\$3,438,268	\$6.82
2020	\$3,438,268	\$6.82
2021	\$3,438,268	\$6.82
2022	\$4,365,223	\$8.66
2023	\$5,865,223	\$11.64
2024	\$ 0	\$0

* NOT INCLUSIVE OF INFLATION

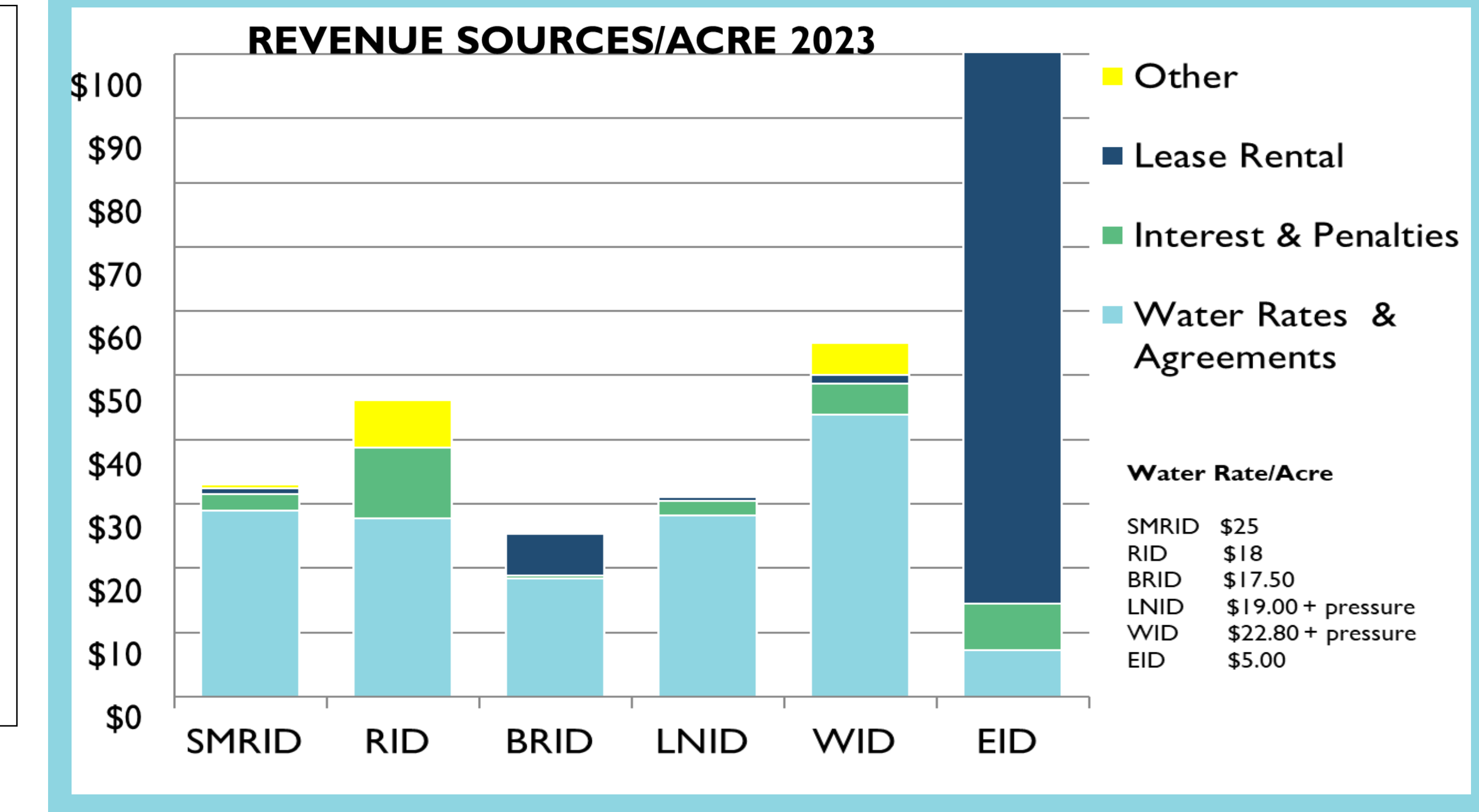
Irrican Royalty Contribution, Capital and Irrigation Works expenses based on a 5 year average

Irrican revenue has been volatile over the past 10 years. We have seen market pricing as low as \$16.52/MWh to as high as \$189.49/MWh. This has translated to Irrican's hydro revenue being as low as \$1.6M to as high of \$23.5M. In 2024, Irrican had low revenue due to reduced production and soft market rates and was not able to contribute additional positive cashflow to SMRID.

SMRID RATES AND OPERATING EXPENSES INCREASES VS INFLATION FROM 1988



What it costs to run the SMRID:



In years where expenses exceeded operating revenue, those years were offset by reserves and Irrican cashflow. In the last 5 years, Irrican has supplemented SMRID by approximately \$20.5 million dollars.

