

**Arkansas River Power Authority**  
**Second Quarter Balance Sheet Comparison**  
**As of June 30, 2016**

	<u>Jun 30, 16</u>	<u>Jun 30, 15</u>	<u>\$ Change</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
<b>Checking/Savings</b>			
Cash & Cash Equivalents	5,214,117.61	2,928,573.75	2,285,543.86
Restricted Funds	16,461,427.79	16,655,347.85	(193,920.06)
<b>Total Checking/Savings</b>	<u>21,675,545.40</u>	<u>19,583,921.60</u>	<u>2,091,623.80</u>
<b>Accounts Receivable</b>			
Accounts Receivable	2,877,276.88	2,693,341.13	183,935.75
Misc. A/R	0.00	0.00	0.00
<b>Total Accounts Receivable</b>	<u>2,877,276.88</u>	<u>2,693,341.13</u>	<u>183,935.75</u>
<b>Other Current Assets</b>			
Prepaid Expenses	109,212.72	104,895.09	4,317.63
<b>Total Other Current Assets</b>	<u>109,212.72</u>	<u>104,895.09</u>	<u>4,317.63</u>
<b>Total Current Assets</b>	24,662,035.00	22,382,157.82	2,279,877.18
<b>Fixed Assets</b>			
Fixed Assets, Office	1,056,210.66	1,050,759.66	5,451.00
Fixed Assets, Plant	7,636,257.02	7,636,257.02	0.00
Fixed Assets, Total Accum Depre	(3,592,921.28)	(3,325,781.64)	(267,139.64)
Projects in Process	0.00	0.00	0.00
<b>Total Fixed Assets</b>	<u>5,099,546.40</u>	<u>5,361,235.04</u>	<u>(261,688.64)</u>
<b>TOTAL ASSETS</b>	<u><u>29,761,581.40</u></u>	<u><u>27,743,392.86</u></u>	<u><u>2,018,188.54</u></u>

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	<u>Jun 30, 16</u>	<u>Jun 30, 15</u>	<u>\$ Change</u>
<b>LIABILITIES &amp; EQUITY</b>			
<b>Liabilities</b>			
<b>Current Liabilities</b>			
<b>Accounts Payable</b>			
Monthly Accounts Payable	2,040,330.80	1,655,255.95	385,074.85
<b>Total Accounts Payable</b>	<u>2,040,330.80</u>	<u>1,655,255.95</u>	<u>385,074.85</u>
<b>Other Current Liabilities</b>			
			0.00
Accrued O & M Costs	93,784.15	103,372.40	(9,588.25)
Accrued Vacation & Sick	45,912.37	41,325.39	4,586.98
Bond Interest	2,018,632.30	1,974,836.20	43,796.10
Bond Principle - S/T debt	1,155,831.00	1,220,000.00	(64,169.00)
Bonds, Accrued Bond Principle	2,965,002.00	2,860,000.00	105,002.00
LUB Disputed Costs	0.00	(319,817.14)	319,817.14
Payroll Liabilities	5,499.85	6,833.72	(1,333.87)
Premium Paid on Bonds	6,206,890.09	6,461,747.77	(254,857.68)
Retainage Payable	573,845.49	573,845.49	0.00
<b>Total Other Current Liabilities</b>	<u>13,065,397.25</u>	<u>12,922,143.83</u>	<u>143,253.42</u>
<b>Total Current Liabilities</b>	15,105,728.05	14,577,399.78	528,328.27
<b>Long Term Liabilities</b>			
2003 Bond Issue-L/T Debt	1,345,000.01	1,515,004.01	(170,004.00)
2006 Bond Issue-L/T Debt	76,265,500.00	77,688,000.00	(1,422,500.00)
2007 Bond Issue-L/T Debt	28,575,000.00	28,575,000.00	0.00
2008 Bond Issue-L/T Debt	21,560,000.00	21,750,000.00	(190,000.00)
2010 Bond Issue-L/T Debt	15,826,667.00	16,124,995.99	(298,328.99)
<b>Total Long Term Liabilities</b>	<u>143,572,167.01</u>	<u>145,653,000.00</u>	<u>(2,080,832.99)</u>
<b>Total Liabilities</b>	<u>158,677,895.06</u>	<u>160,230,399.78</u>	<u>(1,552,504.72)</u>
<b>Equity</b>			
Investment in Fixed Assets	(133,795,853.00)	0.00	(133,795,853.00)
Member Contributions	1,070,000.00	1,070,000.00	0.00
Net Position, Beginning of Year	1,840,233.76	(133,971,422.69)	135,811,656.45
YTD Net Revenue/ (Loss)	1,969,305.58	414,415.77	1,554,889.81
<b>Net Position</b>	<u>(128,916,313.66)</u>	<u>(132,487,006.92)</u>	<u>3,570,693.26</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><u>29,761,581.40</u></u>	<u><u>27,743,392.86</u></u>	<u><u>2,018,188.54</u></u>

**Arkansas River Power Authority**  
**Income Statement Comparison**  
**Second Quarter 2016**

	<u>Apr - Jun 16</u>	<u>Apr - Jun 15</u>	<u>\$ Change</u>	<u>% Change</u>
<b>Ordinary Income/Expense</b>				
<b>Income</b>				
Amort of Bond Premiums	64,107.63	64,107.63	0.00	0.0%
Interest Income	5,892.24	5,975.21	-82.97	-1.39%
LRP Misc. Income	1,500,000.00	0.00	1,500,000.00	100.0%
Miscellaneous Income	0.00	494.67	-494.67	-100.0%
Power Sales	7,058,820.14	6,731,606.39	327,213.75	4.86%
<b>Total Income</b>	<b>8,628,820.01</b>	<b>6,802,183.90</b>	<b>1,826,636.11</b>	<b>26.85%</b>
<b>Cost of Goods Sold</b>				
1 Lamar Repowering Project	141,465.44	325,744.66	-184,279.22	-56.57%
3 O & M Expense	843.55	1,127.85	-284.30	-25.21%
4 Members Fuel Expense	1,470.44	3,974.00	-2,503.56	-63.0%
5 WAPA/Loveland	880,862.39	881,410.12	-547.73	-0.06%
6 WAPA/Salt Lake	51,458.24	51,324.15	134.09	0.26%
7 ARPA Wind	20,988.29	20,966.94	21.35	0.1%
8 Lamar Wind	161,658.69	161,507.16	151.53	0.09%
9 Purchase Power	2,123,844.39	1,899,050.01	224,794.38	11.84%
9.3 Transmission Expense	539,988.13	664,206.57	-124,218.44	-18.7%
<b>Total COGS</b>	<b>3,922,579.56</b>	<b>4,009,311.46</b>	<b>-86,731.90</b>	<b>-2.16%</b>
<b>Gross Profit</b>	<b>4,706,240.45</b>	<b>2,792,872.44</b>	<b>1,913,368.01</b>	<b>68.51%</b>
<b>Expense</b>				
Discount Expense	393.21	393.21	0.00	0.0%
Employee Expenses	78,208.56	81,916.31	-3,707.75	-4.53%
Insurance Expense	8,884.05	11,601.99	-2,717.94	-23.43%
Interest Expense - Bonds	2,018,604.81	2,010,069.00	8,535.81	0.43%
Members Services	4,135.71	1,588.87	2,546.84	160.29%
Misc. Dues & General Expense	12,492.26	10,049.85	2,442.41	24.3%
Office Expenses	5,948.75	7,661.81	-1,713.06	-22.36%
Professional & Outside Services	318,859.90	374,688.60	-55,828.70	-14.9%
LRP Engineer and Contractor	246,332.72	47,441.81	198,890.91	419.23%
Travel Expense	5,178.25	6,000.53	-822.28	-13.7%
<b>Total A &amp; G Expense</b>	<b>2,699,038.22</b>	<b>2,551,411.98</b>	<b>147,626.24</b>	<b>5.79%</b>
<b>Net Ordinary Income</b>	<b>2,007,202.23</b>	<b>241,460.46</b>	<b>1,765,741.77</b>	<b>731.28%</b>
<b>Net Operating Income</b>	<b>2,007,202.23</b>	<b>241,460.46</b>	<b>1,765,741.77</b>	<b>731.28%</b>
<b>Debt Service Adder</b>	<b>639,161.26</b>	<b>638,623.47</b>	<b>537.79</b>	<b>0.08%</b>
<b>1 Return of Reserves</b>	<b>639,161.26</b>	<b>638,623.47</b>	<b>537.79</b>	<b>0.08%</b>
<b>Net Income Before Depreciation</b>	<b>2,007,202.23</b>	<b>241,460.46</b>	<b>1,765,741.77</b>	<b>731.28%</b>
<b>Depreciation Expense</b>	<b>66,576.33</b>	<b>66,492.99</b>	<b>83.34</b>	<b>0.13%</b>
<b>Net Income</b>	<b>1,940,625.90</b>	<b>174,967.47</b>	<b>1,765,658.43</b>	<b>1,009.14%</b>