

Arkansas River Power Authority
Second Quarter Balance Sheet Comparison
As of June 30, 2020

| | <u>Jun 30, 20</u> | <u>Jun 30, 19</u> | <u>\$ Change</u> |
|-----------------------------------|-----------------------------|-----------------------------|--------------------------|
| ASSETS | | | |
| Current Assets | | | |
| Checking/Savings | | | |
| Cash & Cash Equivalents | 15,523,566.23 | 13,401,232.90 | 2,122,333.33 |
| Restricted Funds | 16,104,629.35 | 15,964,380.56 | 140,248.79 |
| Total Checking/Savings | <u>31,628,195.58</u> | <u>29,365,613.46</u> | <u>2,262,582.12</u> |
| Accounts Receivable | | | |
| Accounts Receivable | 2,896,846.58 | 2,478,068.73 | 418,777.85 |
| Misc. A/R | 2,000,000.00 | 4,500,000.00 | (2,500,000.00) |
| Total Accounts Receivable | <u>4,896,846.58</u> | <u>6,978,068.73</u> | <u>(2,081,222.15)</u> |
| Other Current Assets | | | |
| Prepaid Expenses | 203,403.71 | 3,920.39 | 199,483.32 |
| Total Other Current Assets | <u>203,403.71</u> | <u>3,920.39</u> | <u>199,483.32</u> |
| Total Current Assets | 36,728,445.87 | 36,347,602.58 | 380,843.29 |
| Fixed Assets | | | |
| Fixed Assets, Office | 1,065,370.85 | 1,049,407.53 | 15,963.32 |
| Fixed Assets, Plant | 7,636,257.02 | 7,636,257.02 | 0.00 |
| Fixed Assets, Total Accum Depre | (4,587,938.14) | (4,311,835.98) | (276,102.16) |
| Projects in Process | 0.00 | 0.00 | 0.00 |
| Total Fixed Assets | <u>4,113,689.73</u> | <u>4,373,828.57</u> | <u>(260,138.84)</u> |
| TOTAL ASSETS | <u><u>40,842,135.60</u></u> | <u><u>40,721,431.15</u></u> | <u><u>120,704.45</u></u> |

Arkansas River Power Authority
Second Quarter Balance Sheet Comparison
As of June 30, 2020

| | <u>Jun 30, 20</u> | <u>Jun 30, 19</u> | <u>\$ Change</u> |
|--|-----------------------------|-----------------------------|--------------------------|
| LIABILITIES & EQUITY | | | |
| Liabilities | | | |
| Current Liabilities | | | |
| Accounts Payable | | | |
| Monthly Accounts Payable | 1,497,464.08 | 2,102,018.88 | (604,554.80) |
| Total Accounts Payable | <u>1,497,464.08</u> | <u>2,102,018.88</u> | <u>(604,554.80)</u> |
| Other Current Liabilities | | | |
| Accrued O & M Costs | 71,338.55 | 157,493.78 | (86,155.23) |
| Accrued Vacation & Sick | 56,253.04 | 54,887.40 | 1,365.64 |
| Bond Interest | 1,645,920.63 | 1,673,277.02 | (27,356.39) |
| Bond Principal - S/T debt | 822,502.00 | 789,998.00 | 32,504.00 |
| Bonds, Accrued Bond Principal | 2,127,498.00 | 2,050,002.00 | 77,496.00 |
| Payroll Liabilities | 8,141.88 | 6,022.59 | 2,119.29 |
| Performance Payable | 0.00 | 500,000.00 | (500,000.00) |
| Premium Paid on Bonds | 10,624,586.97 | 11,080,406.97 | (455,820.00) |
| Settlement Payable, current | 195,452.93 | 187,385.16 | 8,067.77 |
| Total Other Current Liabilities | <u>15,551,694.00</u> | <u>16,499,472.92</u> | <u>(947,778.92)</u> |
| Total Current Liabilities | 17,049,158.08 | 18,601,491.80 | (1,552,333.72) |
| Long Term Liabilities | | | |
| 2010 Bond Issue-L/T Debt | 14,805,000.00 | 15,145,000.00 | (340,000.00) |
| 2018A Bond Issue-L/T Debt | 93,565,000.00 | 96,175,000.00 | (2,610,000.00) |
| 2018B Bond Issue-L/T Debt | 19,900,000.00 | 19,900,000.00 | 0.00 |
| L/T Settlement Payable - Lamar | 4,979,537.39 | 5,143,889.79 | (164,352.40) |
| Total Long Term Liabilities | <u>133,249,537.39</u> | <u>136,363,889.79</u> | <u>(3,114,352.40)</u> |
| Total Liabilities | <u>150,298,695.47</u> | <u>154,965,381.59</u> | <u>(4,666,686.12)</u> |
| Equity | | | |
| Investment in Fixed Assets | (128,668,177.50) | (128,668,177.50) | 0.00 |
| Member Contributions | 1,070,000.00 | 1,070,000.00 | 0.00 |
| Net Position, Beginning of Year | 16,345,748.38 | 11,676,119.47 | 4,669,628.91 |
| YTD Net Revenue/ (Loss) | 1,795,869.25 | 1,678,107.59 | 117,761.66 |
| Net Position | <u>(109,456,559.87)</u> | <u>(114,243,950.44)</u> | <u>4,787,390.57</u> |
| TOTAL LIABILITIES & EQUITY | <u><u>40,842,135.60</u></u> | <u><u>40,721,431.15</u></u> | <u><u>120,704.45</u></u> |

Arkansas River Power Authority
Income Statement Comparison
Second Quarter 2020

| | <u>Apr - Jun 20</u> | <u>Apr - Jun 19</u> | <u>\$ Change</u> | <u>% Change</u> |
|--|----------------------------|----------------------------|--------------------------|----------------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| Amort of Bond Premiums | 113,955.00 | 113,955.00 | 0.00 | 0.0% |
| Debt Service Adder | 595,805.14 | 595,741.69 | 63.45 | 0.01% |
| Interest Income | 47,048.66 | 143,925.42 | (96,876.76) | -67.31% |
| Miscellaneous Income | 0.00 | 0.00 | 0.00 | 0.0% |
| Power Sales | <u>7,225,021.37</u> | <u>6,595,959.81</u> | <u>629,061.56</u> | <u>9.54%</u> |
| Total Income | 7,981,830.17 | 7,449,581.92 | 532,248.25 | 7.15% |
| Cost of Goods Sold | | | | |
| 1 Lamar Repowering Project | 96,719.18 | 107,823.83 | (11,104.65) | -10.3% |
| 3 O & M Expense | 784.38 | 83.80 | 700.58 | 836.01% |
| 4 Members Fuel Expense | 522.51 | 489.66 | 32.85 | 6.71% |
| 5 WAPA/Loveland | 670,044.83 | 672,535.78 | (2,490.95) | -0.37% |
| 6 WAPA/Salt Lake | 51,959.38 | 52,067.85 | (108.47) | -0.21% |
| 7 ARPA Wind | 21,213.87 | 21,164.70 | 49.17 | 0.23% |
| 8 Lamar Wind | 173,699.00 | 162,929.16 | 10,769.84 | 6.61% |
| 9 Purchase Power | 2,366,553.01 | 2,102,091.64 | 264,461.37 | 12.58% |
| 9.3 Transmission Expense | <u>818,702.29</u> | <u>789,324.35</u> | <u>29,377.94</u> | <u>3.72%</u> |
| Total COGS | <u>4,200,198.45</u> | <u>3,908,510.77</u> | <u>291,687.68</u> | <u>7.46%</u> |
| Gross Profit | 3,781,631.72 | 3,541,071.15 | 240,560.57 | 6.79% |
| Expense | | | | |
| Employee Expenses | 106,010.05 | 88,095.71 | 17,914.34 | 20.34% |
| Insurance Expense | 11,703.24 | 10,174.98 | 1,528.26 | 15.02% |
| Interest Expense - Bonds | 1,645,923.00 | 1,673,280.00 | (27,357.00) | -1.64% |
| Lamar Settlement Interest Exp | 55,213.24 | 56,554.35 | (1,341.11) | -2.37% |
| Members Services | -1,441.96 | 1,790.37 | (3,232.33) | -180.54% |
| Misc. Dues & General Expense | 12,203.12 | 11,339.90 | 863.22 | 7.61% |
| Office Expenses | 3,882.51 | 4,704.17 | (821.66) | -17.47% |
| Professional & Outside Services | 151,756.29 | 41,835.10 | 109,921.19 | 262.75% |
| LRP Engineer and Contractor | 0.00 | 0.00 | 0.00 | 0.0% |
| Safety Program | 0.00 | 4,450.00 | (4,450.00) | -100.0% |
| Travel Expense | 315.68 | 7,481.94 | (7,166.26) | -95.78% |
| Total A & G Expense | <u>1,985,565.17</u> | <u>1,899,706.52</u> | <u>85,858.65</u> | <u>4.52%</u> |
| Net Ordinary Income | <u>1,796,066.55</u> | <u>1,641,364.63</u> | <u>154,701.92</u> | <u>9.43%</u> |
| Net Income Before Depreciation | <u>1,796,066.55</u> | <u>1,641,364.63</u> | <u>154,701.92</u> | <u>9.43%</u> |
| Depreciation Expense | <u>67,178.28</u> | <u>63,935.70</u> | <u>3,242.58</u> | <u>5.07%</u> |
| Net Income After Depreciation | <u>1,728,888.27</u> | <u>1,577,428.93</u> | <u>151,459.34</u> | <u>9.6%</u> |
| Return of Reserves | <u>595,909.96</u> | <u>595,712.59</u> | <u>197.37</u> | <u>0.03%</u> |
| Net Income | <u>1,132,978.31</u> | <u>981,716.34</u> | <u>151,261.97</u> | <u>15.41%</u> |