

Income Statement
For the Twelve Months Ending Sunday, December 31, 2017

	December Actual	2017 Actual	2017 Budget	Variance	Percent Diff	2016 Actual
Operating Revenue						
Participant Revenue	\$4,483,344.28	\$59,292,738.13	\$63,818,427.00	(\$4,525,688.87)	(7.09%)	\$58,086,210.37
Other Electric Revenue	71,438.92	951,607.11	974,497.17	(22,890.06)	(2.35%)	928,159.50
Total operating Revenue	<u>4,554,783.20</u>	<u>60,244,345.24</u>	<u>64,792,924.17</u>	<u>(4,548,578.93)</u>	<u>(7.02%)</u>	<u>59,014,369.87</u>
Operating Expenses						
Purchase Power	3,077,833.20	37,517,565.92	42,659,574.00	(5,142,008.08)	(12.05%)	36,094,021.08
Transmission Expense	1,065,561.14	12,087,527.87	11,331,472.80	756,055.07	6.67%	11,582,466.46
Depreciation & Amortization	181,918.37	2,181,629.87	60,000.00	2,121,629.87	3,536.05%	1,987,328.92
KPP Op Expense	3,400.21	41,952.52	40,802.00	1,150.52	2.82%	127,414.88
Dogwood Op Expense	99,811.12	1,397,622.35	2,214,387.00	(816,764.65)	(36.88%)	1,295,167.80
Total Operating Expenses	<u>4,428,524.04</u>	<u>53,226,298.53</u>	<u>56,306,235.80</u>	<u>(3,079,937.27)</u>	<u>(5.47%)</u>	<u>51,086,399.14</u>
Administrative & General Expenses						
A&G Salaries	80,389.18	863,307.09	865,162.00	(1,854.91)	(0.21%)	692,577.48
Retirement	6,885.04	72,658.19	83,292.00	(10,633.81)	(12.77%)	66,564.64
Pension Plan Expense					0.00%	22,749.00
Health Insurance	14,079.19	88,591.10	96,000.00	(7,408.90)	(7.72%)	85,394.19
Payroll Tax Expense	2,929.88	58,173.51	69,132.36	(10,958.85)	(15.85%)	46,407.50
Travel & Meals Expense	2,988.06	58,082.68	62,000.00	(3,917.32)	(6.32%)	46,317.20
Rent Expense	520.00	43,178.93	52,622.16	(9,443.23)	(17.95%)	42,071.63
Communications Expense	1,819.52	22,012.41	28,500.00	(6,487.59)	(22.76%)	22,076.77
Board of Directors Expense	4,482.45	67,311.29	55,000.00	12,311.29	22.38%	57,975.20
Legal Expense	12,789.98	297,960.98	300,000.00	(2,039.02)	(0.68%)	219,334.87
Consulting/Audit Fees	3,580.60	69,535.47	81,500.00	(11,964.53)	(14.68%)	42,994.33
Outside Service Expense	11,011.96	97,925.99	192,746.16	(94,820.17)	(49.19%)	72,270.00
Company Dues & Memberships	21,889.71	185,905.26	184,920.00	985.26	0.53%	158,546.02
Insurance Expense	4,017.50	47,643.00	48,000.00	(357.00)	(0.74%)	41,055.00
Training Expense		25,165.89	33,600.00	(8,434.11)	(25.10%)	31,591.13
Misc. General Expense	16,257.86	114,878.28	128,000.00	(13,121.72)	(10.25%)	105,716.64
Advertising Expense		950.00	10,000.00	(9,050.00)	(90.50%)	1,705.00
Economic Dev/Org Check	1,000.00	1,000.00	5,000.00	(4,000.00)	(80.00%)	3,000.00
Total Admin. & General Expenses	<u>184,640.93</u>	<u>2,114,280.07</u>	<u>2,295,474.68</u>	<u>(181,194.61)</u>	<u>(7.89%)</u>	<u>1,758,346.60</u>
Total Expenses	<u>4,613,164.97</u>	<u>55,340,578.60</u>	<u>58,601,710.48</u>	<u>(3,261,131.88)</u>	<u>(5.56%)</u>	<u>52,844,745.74</u>
Non-Operating Revenue						
Interest Income	7,362.58	36,602.60	6,000.00	30,602.60	510.04%	13,017.86
Trustee Interest Income	3,004.50	55,136.62	15,000.00	40,136.62	267.58%	50,376.71
Total Non-Operating Revenue	<u>10,367.08</u>	<u>91,739.22</u>	<u>21,000.00</u>	<u>70,739.22</u>	<u>336.85%</u>	<u>63,394.57</u>
Non-Operating Expense						
Interest Expense			12,000.00	(12,000.00)	(100.00%)	100.00
Bond Interest Expense	159,959.76	2,044,696.35	2,102,929.98	(58,233.63)	(2.77%)	2,209,822.79
Amort. Issue Costs	7,208.76	79,549.60		79,549.60	0.00%	81,683.79
Amort. Premiums & Discounts	(5,601.68)	(100,327.92)		(100,327.92)	0.00%	(139,967.67)
Deferred Inflows-Rate Stabilization					0.00%	2,200,000.00
Total Non-Operating Expense	<u>161,566.84</u>	<u>2,023,918.03</u>	<u>2,114,929.98</u>	<u>(91,011.95)</u>	<u>(4.30%)</u>	<u>4,351,638.91</u>
Change in Net Position	<u>(\$209,581.53)</u>	<u>\$2,971,587.83</u>	<u>\$4,097,283.71</u>	<u>(\$1,125,695.88)</u>	<u>(27.47%)</u>	<u>\$1,881,379.79</u>
Add Back & Subtractions:						
Depreciation & Amortization	181,918.37	2,181,629.87	60,000.00	2,121,629.87	3,536.05%	1,987,328.92
Interest Expense & GOS	161,566.84	2,023,918.03	2,102,929.98	(79,011.95)	(3.76%)	2,151,538.91
Pension Expense (non-cash)					0.00%	22,749.00
Net Position before DAI	133,903.68	7,177,135.73	6,260,213.69	916,922.04	14.65%	6,020,247.62

Kansas Power Pool
Balance Sheet Summary
For the Twelve Months Ending Sunday, December 31, 2017

	December 2017	December 2016	Variance	%Change
Assets				
Utility Assets, Net of Depreciation	\$36,450,530.10	\$37,641,753.51	(\$1,191,223.41)	(3.16%)
Operating Cash	4,958,203.05	5,442,049.23	(483,846.18)	(8.89%)
Dogwood Working Capital	493,114.47	324,750.02	168,364.45	51.84%
Revenue Account	619,038.58	400,000.00	219,038.58	54.76%
Money Market Account	10,116,053.11	10,914,333.60	(798,280.49)	(7.31%)
Project Fund Account-BOW	142,469.62	0.00	142,469.62	0.00%
Rate Stabilization Account-BOW	2,954,758.11	0.00	2,954,758.11	0.00%
Reserve Funds	5,106,883.32	5,111,545.84	(4,662.52)	(0.09%)
Customer Accounts Receivable	5,091,689.02	4,917,249.28	174,439.74	3.55%
Project Funds	0.00	51,975.04	(51,975.04)	(100.00%)
Unrecovered Development Costs	5,577,346.56	6,267,170.98	(689,824.42)	(11.01%)
Materials & Supplies	1,838.32	0.00	1,838.32	0.00%
Dogwood Inventory	374,397.26	323,255.99	51,141.27	15.82%
Southwest Power Pool Deposits	853,059.30	703,059.30	150,000.00	21.34%
Prepaid Expenses	1,062,801.71	1,171,738.38	(108,936.67)	(9.30%)
Unamortized Debt Expense	1,036,038.05	1,035,593.20	444.85	0.04%
Total Assets	74,838,220.58	74,304,474.37	533,746.21	0.72%
Deferred Outflows of Resources				
Pension	219,227.00	219,227.00	0.00	0.00%
Deferred Loss on Adv. Refund	1,010,593.77	161,470.56	849,123.21	525.87%
Total Deferred Outflows of Resources	1,229,820.77	380,697.56	849,123.21	223.04%
Total Assets	76,068,041.35	74,685,171.93	1,382,869.42	1.85%
Liabilities and Net Position				
Liabilities				
Accounts Payable	3,310,198.61	3,184,681.70	125,516.91	3.94%
Dogwood Payables	93,538.84	127,453.34	(33,914.50)	(26.61%)
Taxes Payable	2,420.34	2,058.68	361.66	17.57%
Bonds Interest Payable	288,369.60	216,682.44	71,687.16	33.08%
Other Accrued Liabilities	375,466.98	482,697.50	(107,230.52)	(22.21%)
Bonds Payable	47,485,000.00	48,669,999.96	(1,184,999.96)	(2.43%)
Unamortized Premiums & Discounts	1,057,141.59	1,495,937.79	(438,796.20)	(29.33%)
Net Pension Liability	621,998.00	621,998.00	0.00	0.00%
Total Liabilities	53,234,133.96	54,801,509.41	(1,567,375.45)	(2.86%)
Deferred Inflows of Resources				
Rate Stabilization Fund-Noncash	2,805,343.08	5,760,000.00	(2,954,656.92)	(51.30%)
Rate Stabilization Fund-Cash	2,954,656.92	0.00	2,954,656.92	0.00%
Pension	16,742.00	16,742.00	0.00	0.00%
Other Deferred Credits	0.00	21,342.96	(21,342.96)	(100.00%)
Total Deferred Inflows of Resources	5,776,742.00	5,798,084.96	(21,342.96)	(0.37%)
Accumulated Net Position	14,085,577.56	12,204,197.77	1,881,379.79	15.42%
Current Year Change in Net Position (loss)	2,971,587.83	1,881,379.79	1,090,208.04	57.95%
Net Position	17,057,165.39	14,085,577.56	2,971,587.83	21.10%
Total Liabilities and Net Position	76,068,041.35	74,685,171.93	1,382,869.42	1.85%