

**Income Statement**

For the Six Months Ending Saturday, June 30, 2018

	June Actual	2018 Actual	2018 Budget	Variance	Percent Diff	2017 Actual
<b>Operating Revenue</b>						
Participant Revenue	\$6,609,538.96	\$30,514,157.58	\$29,696,512.00	\$817,645.58	2.75%	\$28,681,641.83
Other Electric Revenue	92,169.33	474,404.41	481,469.10	(7,064.69)	(1.47%)	467,235.87
<b>Total operating Revenue</b>	<b>6,701,708.29</b>	<b>30,988,561.99</b>	<b>30,177,981.10</b>	<b>810,580.89</b>	<b>2.69%</b>	<b>29,148,877.70</b>
<b>Operating Expenses</b>						
Purchase Power	3,708,935.05	18,383,592.49	19,630,566.00	(1,246,973.51)	(6.35%)	17,677,881.39
Transmission Expense	1,075,157.70	6,220,744.75	6,904,590.04	(683,845.29)	(9.90%)	5,728,094.58
Depreciation & Amortization	178,910.68	1,074,112.45	1,302,310.10	(228,197.65)	(17.52%)	1,092,164.87
KPP Op Expense	3,400.21	20,401.26	20,401.02	0.24	0.00%	21,551.26
Dogwood Op Expense	143,660.57	865,783.53	1,161,592.00	(295,808.47)	(25.47%)	741,910.28
<b>Total Operating Expenses</b>	<b>5,110,064.21</b>	<b>26,564,634.48</b>	<b>29,019,459.16</b>	<b>(2,454,824.68)</b>	<b>(8.46%)</b>	<b>25,261,602.38</b>
<b>Administrative &amp; General Expenses</b>						
A&G Salaries	94,205.54	470,905.01	508,000.02	(37,095.01)	(7.30%)	425,388.44
Retirement	9,029.65	45,320.44	49,201.20	(3,880.76)	(7.89%)	36,855.95
Health Insurance	6,663.08	40,950.48	49,500.00	(8,549.52)	(17.27%)	38,022.68
Payroll Tax Expense	7,143.63	36,676.05	41,285.98	(4,609.93)	(11.17%)	31,955.63
Travel & Meals Expense	6,200.40	35,356.60	37,000.00	(1,643.40)	(4.44%)	34,429.34
Rent Expense	4,189.51	24,828.61	23,400.00	1,428.61	6.11%	23,253.63
Communications Expense	1,753.87	13,599.72	15,000.00	(1,400.28)	(9.34%)	12,281.69
Board of Directors Expense	10,557.66	57,355.02	48,700.00	8,655.02	17.77%	36,993.56
Legal Expense	20,915.06	136,223.47	150,000.00	(13,776.53)	(9.18%)	169,695.44
Consulting/Audit Fees	1,625.00	58,023.39	49,310.00	8,713.39	17.67%	36,097.67
Outside Service Expense	7,669.87	64,376.06	163,980.00	(99,603.94)	(60.74%)	49,982.69
Company Dues & Memberships	23,192.75	111,815.50	107,960.00	3,855.50	3.57%	99,543.70
Insurance Expense	3,948.92	23,965.42	24,300.00	(334.58)	(1.38%)	23,538.00
Training Expense	3,667.07	20,876.96	24,600.00	(3,723.04)	(15.13%)	19,011.32
Misc. General Expense	28,725.23	64,676.97	58,999.98	5,676.99	9.62%	61,559.01
Advertising Expense	1,025.00	1,025.00	5,300.00	(4,275.00)	(80.66%)	950.00
<b>Total Admin. &amp; General Expenses</b>	<b>229,487.24</b>	<b>1,205,974.70</b>	<b>1,356,537.18</b>	<b>(150,562.48)</b>	<b>(11.10%)</b>	<b>1,099,558.75</b>
<b>Total Expenses</b>	<b>5,339,551.45</b>	<b>27,770,609.18</b>	<b>30,375,996.34</b>	<b>(2,605,387.16)</b>	<b>(8.58%)</b>	<b>26,361,161.13</b>
<b>Non-Operating Revenue</b>						
Interest Income	7,817.74	38,708.49	3,600.00	35,108.49	975.24%	13,236.15
Trustee Interest Income	7,259.94	44,897.73	15,000.00	29,897.73	199.32%	25,452.61
<b>Total Non-Operating Revenue</b>	<b>15,077.68</b>	<b>83,606.22</b>	<b>18,600.00</b>	<b>65,006.22</b>	<b>349.50%</b>	<b>38,688.76</b>
<b>Non-Operating Expense</b>						
Bond Interest Expense	159,959.80	959,715.50	959,758.80	(43.30)	0.00%	1,056,033.79
Amort. Issue Costs	7,229.18	43,375.08		43,375.08	0.00%	38,035.92
Amort. Premiums & Discounts	(2,680.36)	(16,082.16)		(16,082.16)	0.00%	(58,440.90)
<b>Total Non-Operating Expense</b>	<b>164,508.62</b>	<b>987,008.42</b>	<b>959,758.80</b>	<b>27,249.62</b>	<b>2.84%</b>	<b>1,035,628.81</b>
<b>Change in Net Position</b>						
<b>Add Back &amp; Subtractions:</b>	<b>\$1,212,725.90</b>	<b>\$2,314,550.61</b>	<b>(\$1,139,174.04)</b>	<b>\$3,453,724.65</b>	<b>(303.18%)</b>	<b>\$1,790,776.52</b>
Depreciation & Amortization	178,910.68	1,074,112.45	1,302,310.10	(228,197.65)	(17.52%)	1,092,164.87
Interest Expense & GOS	164,508.62	987,008.42	959,758.80	27,249.62	2.84%	1,035,628.81
<b>Net Position before DAI</b>	<b>1,556,145.20</b>	<b>4,375,671.48</b>	<b>1,122,894.86</b>	<b>3,252,776.62</b>	<b>289.68%</b>	<b>3,918,570.20</b>

Kansas Power Pool  
Balance Sheet Summary  
For the Six Months Ending Saturday, June 30, 2018

	June 2018	June 2017	Variance	%Change
<b>Assets</b>				
Utility Assets, Net of Depreciation	\$35,851,799.79	\$36,948,685.16	(\$1,096,885.37)	(2.97%)
Operating Cash	119,273.89	5,445,051.56	(5,325,777.67)	(97.81%)
Dogwood Working Capital	607,959.94	505,483.46	102,476.48	20.27%
Revenue Account	4,949,769.50	400,000.00	4,549,769.50	1,137.44%
Money Market Account	9,569,337.56	10,927,569.59	(1,358,232.03)	(12.43%)
Project Fund Account-BOW	541,807.03	32,336.42	509,470.61	1,575.53%
Rate Stabilization Account-BOW	3,545,086.94	0.00	3,545,086.94	0.00%
Reserve Funds	6,395,580.16	6,364,899.22	30,680.94	0.48%
Customer Accounts Receivable	7,339,614.67	6,000,346.85	1,339,267.82	22.32%
Unrecovered Development Costs	4,918,287.34	5,969,558.18	(1,051,270.84)	(17.61%)
Dogwood Inventory	387,790.70	366,527.55	21,263.15	5.80%
Southwest Power Pool Deposits	853,059.30	853,059.30	0.00	0.00%
Prepaid Expenses	1,055,702.42	1,167,305.01	(111,602.59)	(9.56%)
Unamortized Debt Expense	992,662.97	997,557.28	(4,894.31)	(0.49%)
<b>Total Assets</b>	<b>77,127,732.21</b>	<b>75,978,379.58</b>	<b>1,149,352.63</b>	<b>1.51%</b>
<b>Deferred Outflows of Resources</b>				
Pension	214,860.00	219,227.00	(4,367.00)	(1.99%)
Deferred Loss on Adv. Refund	962,775.39	145,323.48	817,451.91	562.51%
<b>Total Deferred Outflows of Resources</b>	<b>1,177,635.39</b>	<b>364,550.48</b>	<b>813,084.91</b>	<b>223.04%</b>
<b>Total Assets</b>	<b>78,305,367.60</b>	<b>76,342,930.06</b>	<b>1,962,437.54</b>	<b>2.57%</b>
<b>Liabilities and Net Position</b>				
<b>Liabilities</b>				
Accounts Payable	3,499,080.03	3,621,355.51	(122,275.48)	(3.38%)
Dogwood Payables	201,211.00	78,223.82	122,987.18	157.22%
Taxes Payable	2,837.98	1,135.31	1,702.67	149.97%
Bonds Interest Payable	196,876.55	216,682.47	(19,805.92)	(9.14%)
Other Accrued Liabilities	69,582.20	59,089.10	10,493.10	17.76%
Bonds Payable	47,485,000.00	48,669,999.96	(1,184,999.96)	(2.43%)
Unamortized Premiums & Discounts	993,241.05	1,421,349.81	(428,108.76)	(30.12%)
Net Pension Liability	636,215.00	621,998.00	14,217.00	2.29%
<b>Total Liabilities</b>	<b>53,084,043.81</b>	<b>54,689,833.98</b>	<b>(1,605,790.17)</b>	<b>(2.94%)</b>
<b>Deferred Inflows of Resources</b>				
Rate Stabilization Fund-Noncash	3,400,084.16	5,760,000.00	(2,359,915.84)	(40.97%)
Rate Stabilization Fund-Cash	3,536,915.84	0.00	3,536,915.84	0.00%
Pension	26,176.00	16,742.00	9,434.00	56.35%
<b>Total Deferred Inflows of Resources</b>	<b>6,963,176.00</b>	<b>5,776,742.00</b>	<b>1,186,434.00</b>	<b>20.54%</b>
Accumulated Net Position	15,943,597.18	14,085,577.56	1,858,019.62	13.19%
Current Year Change in Net Position (loss)	2,314,550.61	1,790,776.52	523,774.09	29.25%
Net Position	18,258,147.79	15,876,354.08	2,381,793.71	15.00%
<b>Total Liabilities and Net Position</b>	<b>78,305,367.60</b>	<b>76,342,930.06</b>	<b>1,962,437.54</b>	<b>2.57%</b>