

INDIANA MUNICIPAL POWER AGENCY

QUARTERLY REPORT

MARCH 31, 2020

MANAGEMENT DISCUSSION

Year-to-date (YTD) March 31, 2020 Sales to Municipalities were approximately the same as the first three months ended 2019. Due to milder winter temperatures during the first three months of 2020, energy sales decreased by approximately 4.3% compared to 2019. The YTD 2020 average cost per kWh increased by approximately 4.3%.

During the first three months of 2020, IMPA's total operating expenses increased by approximately \$2.8 million (3.0%) compared to the first three months of 2019. Total YTD 2020 non-operating expenses were approximately the same as the first three months of 2019.

IMPA's net income for the first three months of 2020 was approximately \$4.1 million. IMPA's average cost per kWh for the same period was 7.18 cents per kWh. Debt service coverage for the rolling 12 months ended March 31, 2020 was 1.33 times.

IMPA SOLAR PORTFOLIO BY END OF 2022: ~264.0+ MW



CONDENSED CONSOLIDATED STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION (\$ millions)

For the periods ended March 31, 2020 and 2019

	2020	2019
Sales to municipalities	\$ 108.8	\$ 108.9
Other revenues	1.7	1.9
Total Operating Revenues	110.5	110.8
Purchased power, fuel, and production expenses	55.0	58.2
Transmission and local facilities	12.7	10.5
Other operating expenses	27.9	24.1
Total Operating Expenses	95.6	92.8
Total Operating Income	14.9	18.0
Interest expenses	15.8	14.6
Interest income	(2.2)	(1.7)
Other non-operating income	(2.8)	(2.4)
Total Non-Operating Expenses (Income)	10.8	10.5
Net Income	4.1	7.5
Net Position at Beginning of Year	394.5	360.6
Net Position at End of Period	\$ 398.6	\$ 368.1

CONDENSED CONSOLIDATED STATEMENTS OF NET POSITION (\$ millions)

For the periods ended March 31, 2020 and 2019

	2020	2019
Utility plant, net	\$ 1,275.2	\$ 1,236.8
Cash and investments	399.8	312.8
Other current assets	158.9	137.7
Deferred outflows	165.7	159.1
Total Assets	\$ 1,999.6	\$ 1,846.4
Net investment in capital assets	(157.2)	(90.5)
Restricted	228.1	125.4
Unrestricted	327.7	333.2
Total Net Position	398.6	368.1
Non-current liabilities	1,449.7	1,333.9
Current liabilities	151.3	144.4
Total Liabilities	1,601.0	1,478.3
Total Net Position and Liabilities	\$ 1,999.6	\$ 1,846.4

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (\$ millions)

For the periods ended March 31, 2020 and 2019

	2020	2019
Cash Flows from Operating Activities:		
Operating Income	\$ 14.9	\$ 18.0
Depreciation and Future Recoverable Cost	18.4	15.1
Changes in current assets and liabilities	(16.7)	(0.3)
Net cash provided	16.6	32.8
Cash Flows from Capital and Related Financing Activities:		
Net additions to utility plant	(22.2)	(9.9)
Principal and interest payments	(56.7)	(56.3)
Net cash used	(78.9)	(66.2)
Cash Flows from Investing Activities:		
Net Investment purchases, maturities and calls	4.0	(14.4)
Other	(12.3)	(13.1)
Net cash used	(8.3)	(27.5)
Net Decrease in Cash and Cash Equivalents	(70.6)	(60.9)
Balances at Beginning of Period	399.7	260.1
Balances at End of Period	\$ 329.1	\$ 199.2