



Financial Presentation

November 20, 2019

Statement of Net Position – October 2019

1. Checking account cash

2. Billing to AR &
Transmission service
members and ancillary
services



KENTUCKY MUNICIPAL ENERGY AGENCY

Statements of Net Position Oct-19

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		<u>Oct 2019</u>
ASSETS		
CURRENT ASSETS		
Cash and investments	\$	6,711,499 ¹
Other receivables		7,576,665 ²
Prepayments		6,835
Total Current Assets		14,294,999

Statement of Net Position – October 2019

3. Collateral represents \$1.2M at MISO and \$800k at PJM

4. Fixed asset clearing represents project to date costs to install additional meter equipment at Paducah and Accounting System computer equipment.

NON-CURRENT ASSETS

Restricted Assets

Pledged collateral	1,978,471	3
Interest receivable	-	
Total Restricted Assets	1,978,471	

Capital Assets

Fixed Asset Clearing Account	87,190	4
Office Buildout	253,638	
Meters - AR Project	193,817	
Meter Comm Equipment	330,672	
General Plant	667,768	
Construction work in progress	-	
Less Accumulated Depreciation	(136,767)	
Net Capital Assets	1,396,318	

Total Non-Current Assets	3,374,789
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Total Assets	17,669,788
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Statement of Net Position – October 2019

5. AP represents purchase power

6. Deferred Lease Liability represents the difference in average monthly rent for term of office lease and actual lease payments

7. Line of Credit paid off in August

8. Positive net position

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	\$	9,458,684	5
Accrued Employee Benefits		102,750	
Accrued interest payable		41,060	
Total Current Liabilities		9,602,494	

NON-CURRENT LIABILITIES

Deferred Lease Liability		34,721	6
Line of Credit		-	7
Total Non-Current Liabilities		34,721	

Total Liabilities		9,637,216	
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Net Position

Invested in capital assets, net of related debt		1,309,128	
Restricted		-	
Unrestricted		6,723,444	
TOTAL NET POSITION		8,032,572	8

Revenue, Expenses, and Changes in Net Position – October 2019

CONSOLIDATED STATEMENTS OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION

	October 2019	YTD FY20
OPERATING REVENUES		
Sales to members	\$ 6,952,895	\$ 30,382,563
Other revenues	93,122	387,569
TOTAL OPERATING REVENUE	7,046,017	30,770,132
OPERATING EXPENSES		
Transmission	713,782	2,827,336
Production	4,620,930	21,510,161
Other operating	118,095	511,735
Maintenance	210	1,116
Depreciation	13,884	55,510
Future recoverable costs	-	-
TOTAL PURCHASE POWER AND OPERATING EXPENSES	5,466,902	24,910,125
OPERATING INCOME	1,579,115	5,860,007
NON-OPERATING REVENUES (EXPENSES)		
Interest expense on debt	(609)	(21,929)
Interest income	5,821	8,597
Other non-operating expenses (income)	(2,188)	(18,622)
TOTAL NONOPERATING REVENUES (EXPENSES)	3,024	(31,954)
CHANGE IN NET POSITION	1,582,139	5,828,053
NET POSITION AT BEGINNING OF PERIOD	\$ 6,450,433	2,204,519
NET POSITION AT END OF PERIOD	\$ 8,032,572	8,032,572

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9. Sales to AR Members

10. Sales of transmission and ancillary services

11. Transmission from MISO, PJM, and KU net of depancaking credit

12. All purchase power including PPA, ITO, and SEPA

13. Positive net income

Indirect Cash Flow— October 2019

14. Net Income

15. Timing of Accounts Payable has largest effect of operational items on cash.

16. Cash balance in checking account

CONSOLIDATED STATEMENT OF CASH FLOWS	CY		CY	
	Month Ended 10/31/2019		YTD FY 2020	
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
NET INCOME	\$	1,582,139	\$	5,828,053
ADJUSTMENTS TO RECONCILE NET INCOME TO NET CASH:				
DEPRECIATION	\$	13,884	\$	55,510
AMORTIZATION OF:				
ACQUISITION ADJUSTMENT			\$	-
			\$	-
CHANGES IN CURRENT & DEFERRED ITEMS:				
ACCOUNTS RECEIVABLE	\$	602,100	\$	398,447
MATERIALS & SUPPLIES			\$	-
PREPAYMENTS & OTHER CURRENT ASSETS			\$	1,196
DEFERRED DEBITS	\$	1,367	\$	5,094
OTHER REG ASSETS AND DEFERRED OUTFLOW OF RESOURCES			\$	-
ACCOUNTS PAYABLE	\$	(846,851)	\$	1,449,174
COLLATERAL DEPOSITS			\$	-
TAXES & INTEREST ACCRUED	\$	1,588	\$	25,828
OTHER CURRENT LIABILITIES	\$	3,247	\$	14,236
DEFERRED CREDITS	\$	326	\$	2,266
OTHER			\$	-
NET CASH PROVIDED BY (USED IN) OPERATION	\$	1,357,798	\$	7,779,802
CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES				
ADDITIONS TO PLANT	\$	(28,456)	\$	(88,370)
NET CHANGE IN OTHER PROP & INVEST	\$	-	\$	297,640
PLANT SOLD (PURCHASED) - NONINSTALLMENT METHOD	\$	-	\$	-
OTHER - ASSET RETIREMENT OBLIGATIONS	\$	-	\$	-
NET CASH PROVIDED BY (USED IN) INVESTING	\$	(28,456)	\$	209,271
CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES				
LONG TERM BORROWINGS	\$	-	\$	-
PAYMENT ON LONG TERM DEBT	\$	-	\$	(9,032,768)
OTHER	\$	-	\$	-
NET CASH PROVIDED BY (USED IN) FINANCING	\$	-	\$	(9,032,768)
NET INCREASE (DECREASE) IN CASH & TEMP INVESTMENTS	\$	1,329,342	\$	(1,043,695)
CASH & TEMP INVESTMENTS BEGINNING PERIOD	\$	5,382,157	\$	7,755,194
CASH & TEMP INVESTMENTS END OF PERIOD	\$	6,711,499	\$	6,711,499

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