

INTERMOUNTAIN POWER AGENCY

CONSOLIDATED STATEMENTS OF REVENUES AND EXPENSES FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2009 AND 2008 (IN THOUSANDS - UNAUDITED)

	2009	2008
OPERATING REVENUES:		
Power sales to participants	\$ 185,818	\$ 174,648
Less credit to participants	<u>(6,755)</u>	<u>(19,720)</u>
Total revenue	<u>179,063</u>	<u>154,928</u>
COAL SALES	8,040	8,555
COST OF COAL SALES	<u>7,811</u>	<u>5,704</u>
NET GAIN (LOSS) ON COAL SALES	<u>229</u>	<u>2,851</u>
OPERATING EXPENSES:		
Fuel	64,735	58,804
Operation	22,210	19,903
Maintenance	10,137	7,627
Depreciation	11,958	11,789
Taxes and payment in lieu of taxes	<u>5,081</u>	<u>4,804</u>
Total expenses	<u>114,121</u>	<u>102,927</u>
OPERATING INCOME	<u>65,171</u>	<u>54,852</u>
NONOPERATING LOSS	<u>(6,134)</u>	<u>1,461</u>
INTEREST CHARGES:		
Interest on bonds and subordinated notes payable	32,845	33,700
Financing expenses (principally amortization of bond and subordinated note discount, debt expense, and refunding charge on defeasance of debt)	10,689	10,900
Accretion of asset retirement obligations	286	286
Earnings on investments	<u>(5,895)</u>	<u>(6,573)</u>
Total interest charges	<u>37,925</u>	<u>38,313</u>
NET COSTS RECOVERED FROM BILLINGS TO PARTICIPANTS	<u>\$ 21,112</u>	<u>\$ 18,000</u>