

EXECUTIVE SUMMARY

First Quarter 2020 Compared to 2019

The financial results for the first quarter of 2020 showed a decrease in income before transfers of \$11.9 million as compared to the same period last year.

Operating revenue decreased \$14.6 million over the same period in 2019 due to lower demand usage and fuel rate revenues.

Operating expense for the first quarter of 2020 was materially in-line with the prior year quarter.

Interest expense decreased \$4.5 million over the same period in 2019 as a result of the 2018 and 2019 defeasances.

Other revenue (expense) change of \$23.2 million resulting from decreases in the fair market value of investments and lower amortization of the regulatory inflows-Toshiba settlement. This amortization was to align with the utilization of settlement funds for current year maturities associated with the 2018 and 2019 debt defeasances.

Costs to be recovered (CTBR) decreased \$24.7 million over the same period in 2019. This was due to higher depreciation in 2020 as compared to 2019 primarily due to a depreciation rate change on CTBR assets.

Combined Statements of Net Position
As of March 31, 2020 and December 31, 2019
Millions of Dollars
Unaudited

	March 31, 2020	December 31, 2019
Current assets		(Restated)
Unrestricted funds	\$513.1	\$481.4
Restricted funds	118.8	70.6
Fuel inventory	255.4	233.2
Other current assets	363.0	409.9
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Total current assets	1,250.3	1,195.1
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Noncurrent assets		
Total utility plant - net	5,066.6	5,092.7
Cost to be recovered	301.8	274.3
Regulatory assets-OPEB	153.2	153.2
Regulatory assets-nuclear	3,746.6	3,747.8
Other noncurrent assets	340.7	337.3
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Total noncurrent assets	9,608.9	9,605.3
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Deferred outflows of resources	965.3	968.5
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Total assets & deferred outflows □	\$11,824.5	\$11,768.9
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Current liabilities		
Current debt and interest	\$459.4	\$362.3
Other current liabilities	261.5	328.7
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Total current liabilities	720.9	691.0
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Noncurrent liabilities		
Net Pension liability	330.7	326.2
Net OPEB liability	186.7	186.7
Asset retirement obligation liability	713.6	717.8
Long-term debt-net	6,890.9	6,901.1
Other noncurrent liabilities	245.6	243.4
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Total noncurrent liabilities	8,367.5	8,375.2
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Deferred inflows of resources	634.9	637.6
Total net position	2,101.2	2,065.1
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Total liabilities & deferred inflows □	\$11,824.5	\$11,768.9
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Combined Statements of Revenues, Expenses and Changes in Net Position

Millions of Dollars

Unaudited

	<i>Current Quarter</i>		<i>12 Months to Date</i>	
	Jan 1 - Mar 31		Apr 1 - Mar 31	
	<u>This Year</u>	<u>Last Year</u>	<u>This Year</u>	<u>Last Year</u>
Operating revenue	\$391.6	\$406.2	\$1,708.1	\$1,740.3
O&M expense	\$231.5	\$245.5	\$1,103.6	\$1,148.6
Depreciation & sums in lieu of taxes	\$63.2	\$45.9	\$219.6	\$190.0
Operating expense	294.7	291.4	1,323.2	1,338.6
Operating Income	\$96.9	\$114.8	\$384.9	\$401.7
Nonoperating revenues (expenses)				
Interest charges	(\$80.1)	(\$84.6)	(\$342.6)	(\$374.4)
Other revenues (expenses)	\$0.9	\$24.1	(\$141.9)	\$200.5
Costs to be recovered	\$27.5	\$2.8	\$73.4	(\$1.1)
Total nonoperating revenues (expenses)	(51.7)	(57.7)	(411.1)	(175.0)
Income before transfers	\$45.2	\$57.1	(\$26.2)	\$226.7