

American Municipal Power, Inc.
Consolidating Balance Sheet
June 30, 2017

	AMP*	PSEC	AFEC	Greenup	Meldahl	Eliminating Entries	Total
Assets							
Utility plant							
Electric plant in service	\$ 1,271,320,389	\$ 1,387,143,247	\$ 551,288,668	\$ 140,514,592	\$ 645,421,899	\$ -	\$ 3,995,688,795
Accumulated depreciation	(70,070,366)	(183,155,499)	(88,422,005)	(5,103,271)	(26,011,351)	-	(372,762,492)
Total utility plant	1,201,250,023	1,203,987,748	462,866,663	135,411,321	619,410,548	-	3,622,926,303
Nonutility property and equipment							
Nonutility property and equipment	22,760,653	-	-	-	-	-	22,760,653
Accumulated depreciation	(10,194,872)	-	-	-	-	-	(10,194,872)
Total nonutility property and equipment	12,565,781	-	-	-	-	-	12,565,781
Construction work in process	865,659,033	11,362,915	4,912,731	296,700	133,718	-	882,365,097
Assets held for future use	34,881,075	-	-	-	-	-	34,881,075
Coal Reserves	-	23,160,020	-	-	-	-	23,160,020
Trustee funds and other assets							
Trustee funds	134,688,687	98,519,066	40,913,509	3	57,207,721	-	331,328,986
Trustee funds - restricted	31,076,702	97,115,978	-	-	-	-	128,192,680
Financing receivables - members	4,485,065	-	-	-	-	-	4,485,065
Note Receivable	2,735,077	-	-	-	-	-	2,735,077
Regulatory assets	94,931,396	210,714,960	101,241,644	6,181,845	29,501,037	-	442,570,882
Prepaid expenses	41,284,702	97,879	97,879	97,879	97,879	-	41,676,218
Intangible and other Assets	10,392,455	2,457,998	24,460,962	839	-	-	37,312,254
Total trustee funds and other assets	319,594,084	408,905,881	166,713,994	6,280,566	86,806,637	-	988,301,162
Current assets							
Cash and cash equivalents	49,591,853	32,890,444	21,961,172	4,583,124	4,903,722	-	113,930,315
Cash and cash equivalents - restricted	7,024,072	4,381,289	-	-	-	-	11,405,361
Trustee funds	94,143,407	55,925,163	14,124,953	5,656,138	21,819,749	-	191,669,410
Trustee funds - restricted	-	645,139,767	-	-	-	-	645,139,767
Collateral postings	14,054,113	5,900,000	-	-	1,768,958	-	21,723,071
Accounts receivable	68,902,220	19,113,750	19,710,798	1,993,269	6,256,075	(14,416,989)	101,559,123
Interest receivable	4,467,797	14,663,523	48,775	3,392	5,287,758	-	24,471,245
Financing receivables - members	23,305,106	-	-	-	-	-	23,305,106
Inventories	56,588	10,202,479	-	-	-	-	10,259,067
Regulatory assets	15,643,892	1,783,735	8,594,602	995,328	3,652,945	-	30,670,502
Prepaid expenses and other assets	3,450,045	444,368	548,281	-	112,032	-	4,554,726
Total current assets	280,639,093	790,444,518	64,988,581	13,231,251	43,801,239	(14,416,989)	1,178,687,693
Total assets	\$ 2,714,589,089	\$ 2,437,861,082	\$ 699,481,969	\$ 155,219,838	\$ 750,152,142	\$ (14,416,989)	\$ 6,742,887,131

* This column represents the consolidated financial statement of AMP excluding financial information related to Prairie State Energy Campus ("PSEC"),

American Municipal Power, Inc.
Consolidating Balance Sheet
June 30, 2017

	AMP*	PSEC	AFEC	Greenup	Meldahl	Entries	Total
Equities and Liabilities							
Member and patron equities							
Contributed capital	\$ 828,968	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 828,968
Patronage capital (deficit)	78,102,805	-	-	-	-	-	78,102,805
Total member and patron equities	<u>78,931,773</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>78,931,773</u>
Long-term debt							
Term debt	2,170,639,531	1,696,230,924	533,642,039	144,235,539	700,600,811	-	5,245,348,844
Term debt on behalf of CVEC	-	-	20,208,332	-	-	-	20,208,332
Revolving credit loan	219,410,263	5,900,000	7,290,682	213,308	12,585,747	-	245,400,000
Total long-term debt	<u>2,390,049,794</u>	<u>1,702,130,924</u>	<u>561,141,053</u>	<u>144,448,847</u>	<u>713,186,558</u>	<u>-</u>	<u>5,510,957,176</u>
Current liabilities							
Accounts payable	104,379,101	16,752,270	12,988,167	4,808,215	15,657,839	(14,416,989)	140,168,603
Accrued interest	59,158,251	46,560,494	9,703,659	2,492,954	17,083,295	-	134,998,653
Term debt—current	42,554,412	638,990,000	9,360,000	330,000	595,000	-	691,829,412
Term debt on behalf of members—current	15,796,872	-	-	-	-	-	15,796,872
Term debt on behalf of CVEC	-	-	854,167	-	-	-	854,167
Regulatory liabilities—current	1,062,648	105,205	-	-	460,072	-	1,627,925
Other liabilities	3,298,516	4,167,722	9,283,360	17,190	1,111,585	-	17,878,373
Total current liabilities	<u>226,249,800</u>	<u>706,575,691</u>	<u>42,189,353</u>	<u>7,648,359</u>	<u>34,907,791</u>	<u>(14,416,989)</u>	<u>1,003,154,005</u>
Other noncurrent liabilities							
Deferred gain on sale of real estate	1,135,657	-	-	-	-	-	1,135,657
Asset retirement obligations	1,681,994	6,004,856	115,549	-	-	-	7,802,399
Regulatory liabilities	8,085,618	22,612,615	35,231,743	2,218,976	1,319,487	-	69,468,439
Other Liabilities	8,454,453	536,996	60,804,271	903,656	738,306	-	71,437,682
Total other noncurrent liabilities	<u>19,357,722</u>	<u>29,154,467</u>	<u>96,151,563</u>	<u>3,122,632</u>	<u>2,057,793</u>	<u>-</u>	<u>149,844,177</u>
Total liabilities	<u>2,635,657,316</u>	<u>2,437,861,082</u>	<u>699,481,969</u>	<u>155,219,838</u>	<u>750,152,142</u>	<u>(14,416,989)</u>	<u>6,663,955,358</u>
Total equities and Liabilities	<u>\$ 2,714,589,089</u>	<u>\$ 2,437,861,082</u>	<u>\$ 699,481,969</u>	<u>\$ 155,219,838</u>	<u>\$ 750,152,142</u>	<u>\$ (14,416,989)</u>	<u>\$ 6,742,887,131</u>

* This column represents the consolidated financial statement of AMP excluding financial information related to Prairie State Energy Campus ("PSEC"), AMP Fremont Energy Center ("AFEC"), Greenup Hydroelectric Project and Meldahl Hydroelectric Project

American Municipal Power, Inc.
Consolidating Statements of Revenue and Expenses
Six Month Ended June 30, 2017

	AMP*	PSEC	AFEC	Greenup	Meldahl	Eliminating Entries	Total
Revenues							
Electric revenue	\$ 310,338,482	\$ 131,017,956	\$ 93,519,882	\$ 9,432,990	\$ 34,041,222	\$ (998,581)	\$ 577,351,951
Service fees	5,240,487	-	-	-	-	-	5,240,487
Programs and other	8,645,291	-	-	(2,568)	114,279	(2,274,390)	6,482,612
Total revenues	<u>324,224,260</u>	<u>131,017,956</u>	<u>93,519,882</u>	<u>9,430,422</u>	<u>34,155,501</u>	<u>(3,272,971)</u>	<u>589,075,050</u>
Operating expenses							
Purchased electric power	233,858,393	20,174,935	(1,220,187)	26,480	26,375	-	252,865,996
Production	15,925,768	29,567,852	28,225,846	4,318,185	6,192,892	(3,282,785)	80,947,758
Fuel	85,239	14,336,639	44,834,034	-	-	-	59,255,912
Depreciation and amortization	20,466,017	19,601,050	8,571,615	2,355,365	9,867,938	-	60,861,985
Administrative and general	6,396,401	363,479	1,048,380	378,634	402,807	9,160	8,598,861
Property and real estate taxes	2,659,378	35,468	670,613	6,747	1,131,082	-	4,503,288
Programs and other	8,461,855	50,018	20,889	(177,816)	410,636	654	8,766,236
Total operating expenses	<u>287,853,051</u>	<u>84,129,441</u>	<u>82,151,190</u>	<u>6,907,595</u>	<u>18,031,730</u>	<u>(3,272,971)</u>	<u>475,800,036</u>
Operating margin	<u>36,371,209</u>	<u>46,888,515</u>	<u>11,368,692</u>	<u>2,522,827</u>	<u>16,123,771</u>	<u>-</u>	<u>113,275,014</u>
Nonoperating revenues (expenses)							
Interest Expense	(51,118,771)	(59,388,238)	(12,062,658)	(2,547,480)	(22,443,329)	-	(147,560,476)
Interest income, subsidy	10,777,001	6,786,202	-	-	5,268,017	-	22,831,220
Interest income, other	3,064,554	5,713,521	153,026	21,841	188,905	-	9,141,847
Other, net	1,947,362	-	540,940	2,812	862,636	-	3,353,750
Total nonoperating expenses	<u>(35,329,854)</u>	<u>(46,888,515)</u>	<u>(11,368,692)</u>	<u>(2,522,827)</u>	<u>(16,123,771)</u>	<u>-</u>	<u>(112,233,659)</u>
Net margin	<u>\$ 1,041,355</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,041,355</u>

* This column represents the consolidated financial statement of AMP excluding financial information related to Prairie State Energy Campus ("PSEC"), AMP Fremont Energy Center ("AFEC"), Greenup Hydroelectric Project and Meldahl Hydroelectric Project.

American Municipal Power, Inc.
Consolidating Statements of Cash Flows
Six Month Ended June 30, 2017

	AMP*	PSEC	AFEC	Greenup	Mehdahl	Eliminating Entries	Total
Cash flows from operating activities							
Net margin	\$ 1,041,355	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,041,355
Adjustments to reconcile net margin to net cash provided by operating activities							
Depreciation and amortization	18,752,017	19,601,049	8,571,615	3,691,399	9,867,938	-	60,484,018
Depletion of coal reserves	-	377,967	-	-	-	-	377,967
Amortization of deferred financing costs	5,569,880	347,501	(430,268)	25,219	147,017	-	5,659,349
Amortization of bond premium, net of amortization of bond discount	(5,240,125)	(917,005)	(534,021)	(269,413)	22,464	-	(6,938,100)
Accretion of interest on asset retirement obligations	(738,973)	855,947	1,558	-	-	-	118,532
Loss (gain) on sale of utility property and equipment	767,379	-	-	(1,344)	(862,108)	-	(96,073)
Unrealized (gain) on investments	(2,964,286)	-	(538,540)	-	-	-	(3,502,826)
Changes in assets and liabilities							
Collateral postings	(4,492)	3,500,000	-	-	(1,587)	-	3,493,921
Accounts receivable	4,113,295	(6,929,756)	(6,488,723)	(826,080)	(1,250,679)	(2,813,838)	(14,195,781)
Interest receivable	2,683,586	80,722	554	-	1,312,618	-	4,077,480
Inventories	(9,779)	(1,834,452)	-	-	-	-	(1,844,231)
Regulatory assets and liabilities, net	(13,765,988)	(11,880,228)	4,259,583	(3,959,622)	(7,842,402)	-	(33,188,657)
Prepaid expenses and other assets	(41,143,651)	593,299	542,604	(76,260)	132,681	-	(39,951,327)
Accounts payable	(12,243,995)	(2,805,978)	1,895,257	2,764,741	3,409,718	2,813,838	(4,166,419)
Accrued interest	845,288	(176,867)	(160,542)	17,820	(362,000)	-	163,699
Asset retirement obligations	767,257	(855,947)	-	-	-	-	(88,690)
Other liabilities	1,448,945	(989,416)	(643,742)	43,870	(294,407)	-	(434,750)
Net cash (used in) provided by operating activities	<u>(40,122,287)</u>	<u>(1,033,164)</u>	<u>6,475,335</u>	<u>1,410,330</u>	<u>4,279,253</u>	<u>-</u>	<u>(28,990,533)</u>
Cash flows from investing activities							
Sale of utility property and equipment	(881,855)	-	-	-	-	-	(881,855)
Purchase of utility property and equipment	333,408	-	-	-	-	-	333,408
Purchase of nonutility property and equipment	(13,160)	-	-	-	-	-	(13,160)
Purchase of construction work-in-progress	(40,032,673)	(3,271,687)	(1,686,854)	(1,344,681)	(501,890)	-	(46,837,785)
Proceeds from sale of investments	181,965,594	71,118,293	(13,589,217)	4,209,087	30,375,949	-	274,079,706
Purchase of investments	(142,298,372)	(34,217,562)	18,289,509	(3,307,452)	(31,344,366)	-	(192,878,243)
Changes in restricted cash and cash equivalents	342,934	(388,037)	-	-	-	-	(45,103)
Net cash (used in) provided by investing activities	<u>(584,124)</u>	<u>33,241,007</u>	<u>3,013,438</u>	<u>(443,046)</u>	<u>(1,470,307)</u>	<u>-</u>	<u>33,756,968</u>

* This column represents the consolidated financial statement of AMP excluding financial information related to Prairie State Energy Campus ("PSEC"), AMP Fremont Energy Center ("AFEC"), Greenup Hydroelectric Project and Meldahl Hydroelectric Project.

American Municipal Power, Inc.
Consolidating Statements of Cash Flows
Six Month Ended June 30, 2017

	AMP*	PSEC	AFEC	Greenup	Mehdahl	Eliminating Entries	Total
Cash flows from financing activities							
Proceeds from revolving credit loan	288,664,243	-	5,544,172	213,308	112,277	-	294,534,000
Payments on revolving credit loan	(250,634,000)	-	(2,000,000)	-	-	-	(252,634,000)
Cost of Issuance of debt	(708,786)	-	-	-	-	-	(708,786)
Principal payments on term debt	(23,385,000)	(23,525,000)	(8,910,000)	-	(8,090,000)	-	(63,910,000)
Principal payments on term debt on behalf of members	(16,548,500)	-	-	-	-	-	(16,548,500)
Proceeds from issuance of term debt on behalf of members	13,841,872	-	-	-	-	-	13,841,872
Principal payments on term debt on behalf of Central Virginia Electric Cooperative	-	-	(854,167)	-	-	-	(854,167)
Proceeds from financing receivables - members	4,084,467	-	-	-	-	-	4,084,467
Funding of financing receivables - members	(487,467)	-	-	-	-	-	(487,467)
Net cash provided by (used in) financing activities	<u>14,826,829</u>	<u>(23,525,000)</u>	<u>(6,219,995)</u>	<u>213,308</u>	<u>(7,977,723)</u>	<u>-</u>	<u>(22,682,581)</u>
Net change in cash and cash equivalents	(25,879,582)	8,682,843	3,268,778	1,180,592	(5,168,777)	-	(17,916,146)
Cash and cash equivalents							
Beginning of period	69,270,112	29,668,528	19,432,789	3,402,532	10,072,500	-	131,846,461
End of period	<u>\$ 43,390,530</u>	<u>\$ 38,351,371</u>	<u>\$ 22,701,567</u>	<u>\$ 4,583,124</u>	<u>\$ 4,903,723</u>	<u>\$ -</u>	<u>\$ 113,930,315</u>

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