

THIRD QUARTER REPORT

FINANCIAL REVIEW

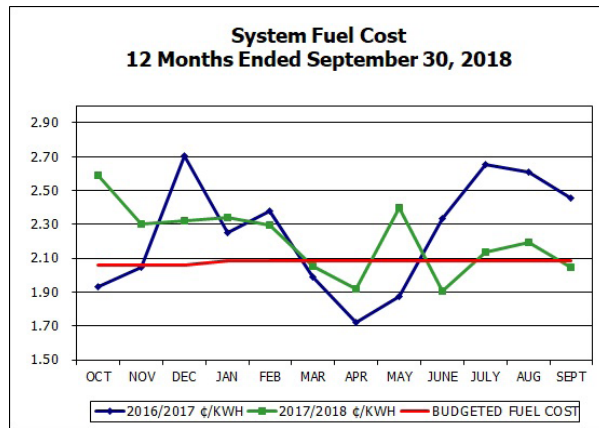
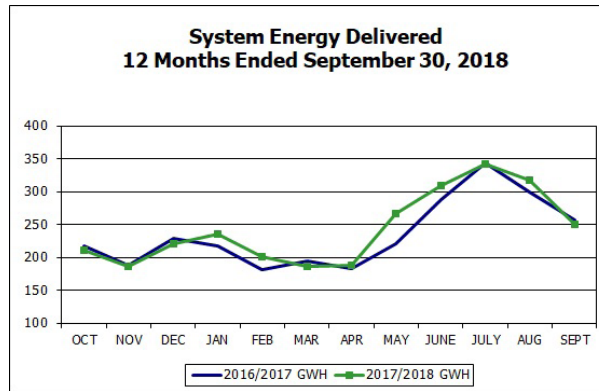
Net operating revenues for quarter ending September 30, 2018, were favorable to the same periods in 2017. Net operating revenues and net revenues for the 12 months ending September 30, 2018 were higher primarily due lower debt service expense.

The market value adjustment for investments was unfavorable \$2.4 million for the 12 months ended September 30, 2018, compared to a unfavorable \$1.9 million for the same period in 2017. The authority typically holds all investments to maturity, so no market value gains or losses during the term of the investment are normally realized.

OTHER ACTIVITY

A vote of the majority of the Oklaunion ownership to close the plant in the fall of 2020 passed on September 19th. OMPA is long on capacity and will not need to immediately replace the ownership share. Staff has started analyzing the options. The Authority launched its Our Local Power Campaign on September 1. The campaign promotes the value of municipally owned electric systems to the communities they serve.

**David W. Osburn, OMPA General Manager,
September 30, 2018**

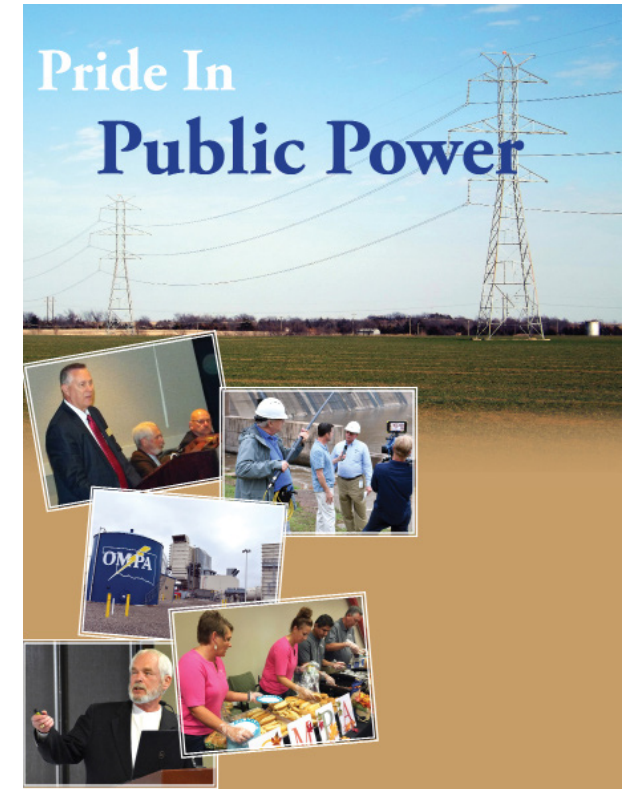


This publication is issued by OMPA as authorized by the OMPA General Manager.



**Oklahoma Municipal Power Authority
2701 West I-35 Frontage Road
Post Office Box 1960
Edmond, Oklahoma 73083-1960**

Owned by the members we serve



**Oklahoma Municipal Power Authority
(OMPA)**

**Third Quarter Financial Report
For Period Ended September 30, 2018**

OMPA Website Address: www.ompa.com

**Oklahoma Municipal Power Authority
Balance Sheet**

(UNAUDITED, DOLLARS IN THOUSANDS)

	SEPT 30	
	2018	2017
ASSETS AND OTHER DEBITS		
UTILITY PLANT:		
Electric Plant in Service	\$738,542	\$729,789
Fuel Reserves	2,917	2,931
Construction in Progress	11,503	9,446
Leased Electric Plant	33,838	36,184
Accumulated Depreciation	(331,210)	(307,520)
	<u>455,580</u>	<u>470,830</u>
RESTRICTED FUNDS	98,802	105,078
Cash and Investments	45,071	44,697
Net Receivables	20,943	17,703
Inventory	3,528	4,191
Prepayments	13,088	11,986
Interest Receivable	169	133
	<u>82,799</u>	<u>78,710</u>
OTHER ASSETS	129,657	136,442
	<u>\$766,848</u>	<u>\$791,060</u>
LONG TERM DEBT:		
Series 1992 Bonds Payable	\$32,730	\$43,005
Series 2005 Bonds Payable	24,300	28,500
Series 2008 Bonds Payable	0	3,000
Series 2010 Bonds Payable	145,335	150,635
Series 2013 Bonds Payable	172,485	172,485
Series 2014 Bonds Payable	123,180	123,180
Series 2016 Bonds Payable	124,315	124,315
Unamortized Prem / (Disc). on Bonds	26,276	28,708
	<u>648,621</u>	<u>673,828</u>
Note Payable	33,838	36,184
CURRENT LIABILITIES:		
Accounts Payable	13,972	14,778
Bond Interest Payable	6,948	7,207
Other Liabilities	10,956	8,419
	<u>31,876</u>	<u>30,404</u>
DEFERRED REVENUE/RATE STABILIZATION	12,649	12,300
ACCUMULATED NET REVENUES	39,864	38,344
	<u>\$766,848</u>	<u>\$791,060</u>

**Oklahoma Municipal Power Authority
Statement of Net Revenues**

(UNAUDITED, DOLLARS IN THOUSANDS)

	QUARTER ENDED		TWELVE MONTHS ENDED	
	2018	2017	2018	2017
OPERATING REVENUES	59,329	57,840	185,856	186,884
OPERATING EXPENSES:				
Purchase Power Generation	9,384	11,163	32,479	32,665
Transmission	20,142	18,943	62,216	69,682
Administrative	6,702	6,324	25,608	23,025
Depreciation	2,215	1,974	7,697	7,979
Other Operating Expenses	5,985	5,966	24,470	25,503
	<u>409</u>	<u>381</u>	<u>1,689</u>	<u>1,576</u>
	44,837	44,751	154,159	160,430
NET OPERATING REVENUES	14,492	13,089	31,697	26,454
OTHER REVENUES (EXPENSES):				
Gain/Loss on Assets	-	-	-	-
Interest Income	802	710	2,052	2,595
Net Increase (Decrease) In Fair Value of Investments	(525)	109	(2,416)	(1,906)
Other Expenses	(21)	(21)	(84)	(84)
	<u>256</u>	<u>798</u>	<u>(448)</u>	<u>605</u>
	6,890	7,239	27,906	29,141
Interest and Debt Expense:				
Interest on Long-Term Debt	72	121	313	547
Amortization of Finance Costs	6,962	7,360	28,219	29,688
Amount to Recover in the future	(496)	(527)	(1,510)	(45)
NET REVENUES	<u>\$7,290</u>	<u>\$6,000</u>	<u>\$1,520</u>	<u>(\$2,674)</u>

NOTES:

Restricted funds include both current and noncurrent assets held in Trust.

These Statements have been prepared by OMPA, without audit. In the opinion of Management, all adjustments necessary to fairly present OMPA's financial position and results of operations at September 30, 2018 and 2017 have been made.

Certain additional information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been omitted. It is suggested that this information be read in conjunction with the audited financial statements and notes included in OMPA's 2018 Annual Report.

PARTICIPATING CITIES

Altus Municipal Authority
Blackwell Municipal Authority
Comanche Public Works Authority
Copan Public Works Authority
Duncan Public Utilities Authority
Edmond Public Works Authority
Eldorado Public Works Authority
Fairview Utilities Authority
Fort Supply Public Works Authority
Frederick Public Works Authority
Geary Utilities Authority
Goltry Public Works Authority
Granite Public Works Authority
Hominy, Oklahoma, Public Works Authority
Kingfisher Public Works Authority
Laverne Public Works Authority
Lexington Public Works Authority
Mangum Utilities Authority
Manitou Public Works Authority
Marlow Municipal Authority
Mooreland Public Works Authority
New Cordell Utilities Authority
Newkirk Municipal Authority
Okeene Public Works Authority
Olustee Public Works Authority
Orlando Public Works Authority
Pawhuska Public Works Authority
Perry Municipal Authority
Ponca City Utility Authority
Pond Creek Public Works Authority
Prague Public Works Authority
Purcell Public Works Authority
Ryan Utilities Authority
Spiro Municipal Improvement Authority
Tecumseh Utility Authority
Tonkawa Municipal Authority
Walters Public Works Authority
Watonga Public Works Authority
Waynoka Utilities Authority
Wetumka Municipal Authority
Wynnewood City Utilities Authority
Yale Water and Sewage Trust

BOARD OF DIRECTORS

Charles Lamb, Chairman
Robert Johnston, Vice Chairman
Homer Nicholson, Secretary
Jim Greff, Treasurer
Dale Bunn Janice Cain
Dave Slezickey Kimberly Meek
Jason McPherson Chuck Hall

EXECUTIVE STAFF

David W. Osburn, General Manager
John Vansant, CFO and Director of Corporate Services
Jim McAvoy, Director of Engineering
Melie Vincent, Director of Operations
Jennifer Rogers, Manager of Member Services
Randy Elliott, General Counsel