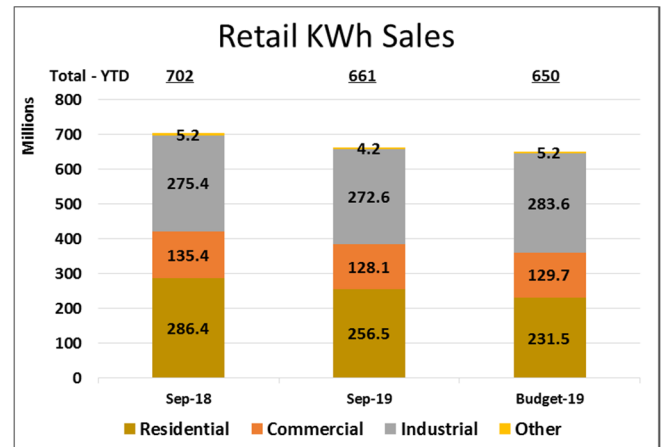
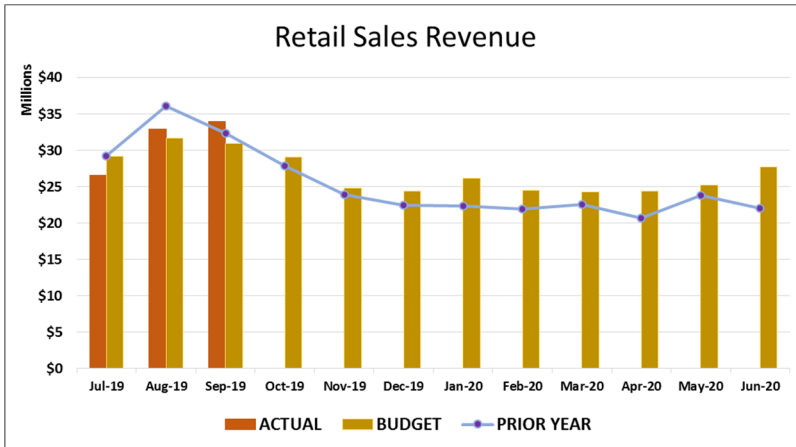




RPU FINANCIAL RESULTS

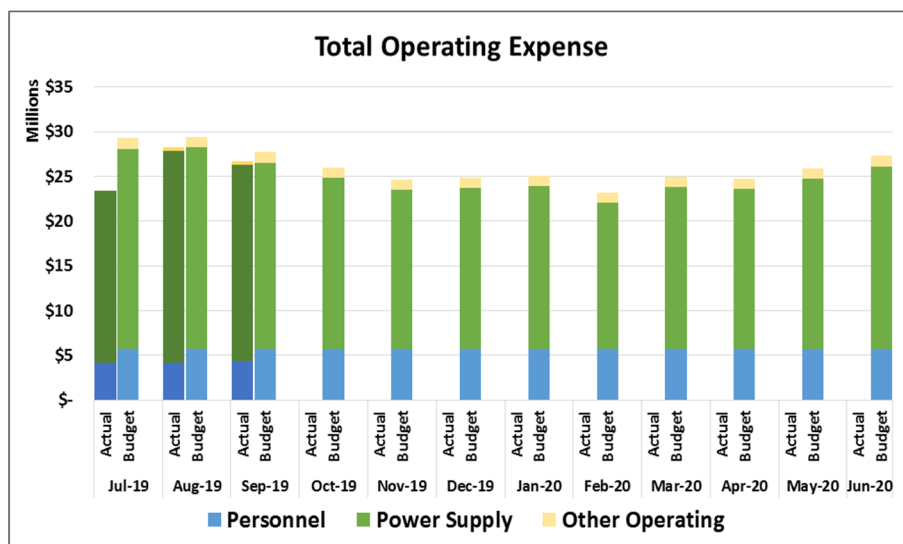
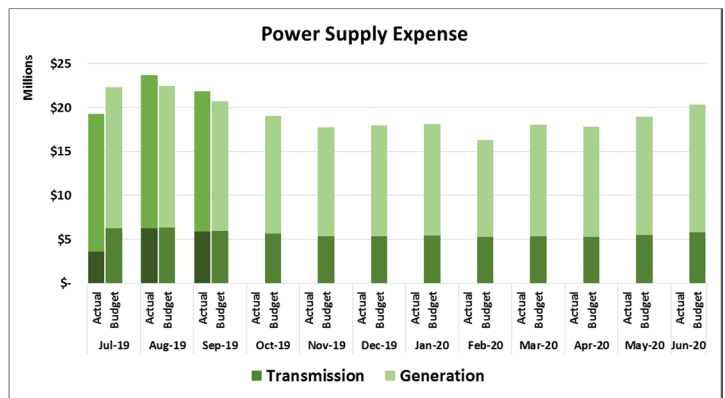
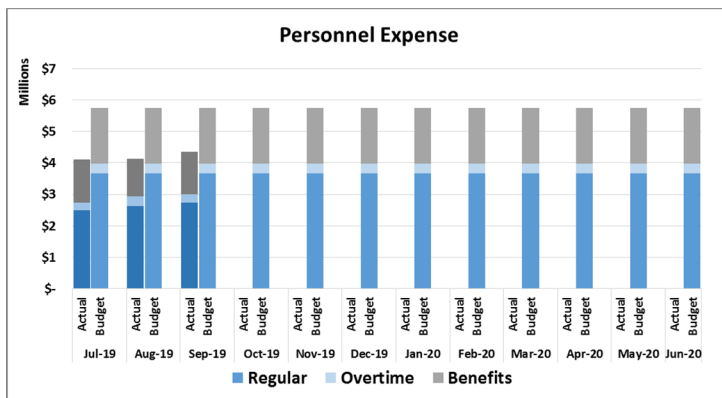
FY 2019/20 through September 30, 2019

ELECTRIC REVENUES



Year-to-date retail sales of \$93.4M are \$1.7M (1.8%) higher than budget due to higher than anticipated consumption. Current year actual retail sales are \$4.2M (4.3%) lower than prior year, due to a decrease in consumption as a result of cooler temperatures in the summer months compared to very warm temperatures in the prior year, slightly offset by the effect of the rate plan effective January 1, 2019. Retail kWh sales reflect 1.8% higher than budget due to higher than anticipated consumption and 5.8% lower than prior year due to a decrease in consumption.

OPERATING EXPENDITURES



Personnel Expense: Year-to-date personnel costs of \$12.6M are \$4.6M (26.9%) lower than budget due to various vacancies and attrition.

Power Supply Expense: Year-to-date power supply costs of \$64.9M are \$0.7M (1.1%) below budget primarily due to lower than anticipated consumption.

Other Operating Expense: Year-to-date other operating expenses of \$0.3M are \$3.3M (91%) below budget due to timing of expenses and savings in other general operating expenses.

CAPITAL IMPROVEMENT PROGRAM

CAPITAL/EQUIPMENT FUNDING (In Millions)	Sep-19	Sep-18
Capital Contributions	\$ 0.6	\$ 0.6
Bond Proceeds	3.7	1.1
Rates/Reserves	3.0	2.8
TOTAL	\$ 7.3	\$ 4.5

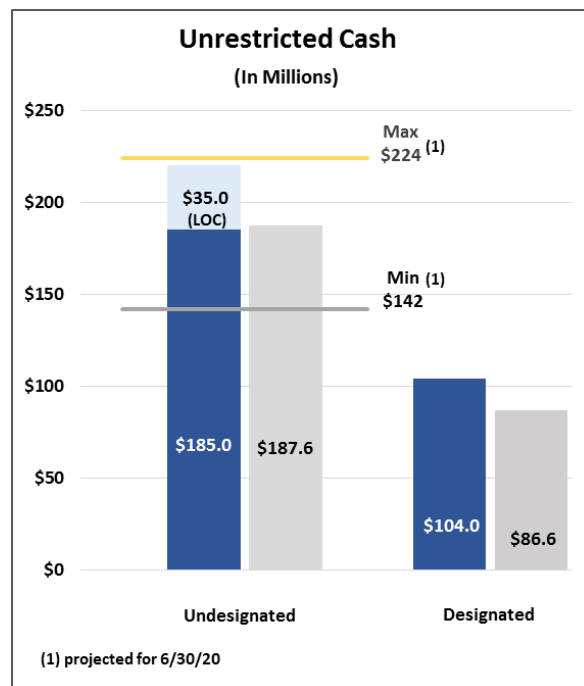
Current year capital expenses (projects and equipment) of \$7.3M are higher than prior year by \$2.8M primarily due to an increase in system upgrades expenditures.

CASH RESERVES

Reserves can be restricted by applicable laws and regulations or designated for specific purposes. Reserves that have not been restricted or designated are available to pay bills and provide cushion in the event of an emergency. The target levels for the unrestricted, undesignated reserve are established by City Council through reserve requirements for fiscal stability and are determined annually at 6/30 in conjunction with year-end financial results. The unrestricted, undesignated reserve of \$185.0M is \$2.6M lower than prior year primarily due to the funding of capital projects and is within the minimum and maximum levels at 09/30/19.

COMPONENTS OF CASH (In Millions)	9/30/2019	9/30/2018
Unrestricted Undesignated	\$ 185.0	\$ 187.6
Designated		
Electric Reliability	\$ 81.4	\$ 64.9
Additional Decommissioning Liability	10.4	8.7
Customer Deposits	4.6	4.6
Capital Repair/Replacement	3.2	4.9
Mission Square Improvement	1.5	1.2
Dark Fiber	2.9	2.3
Total Designated	\$ 104.0	\$ 86.6
Legally Restricted *	\$ 178.9	\$ 129.6
Available Line of Credit (LOC)	\$ 35.0	

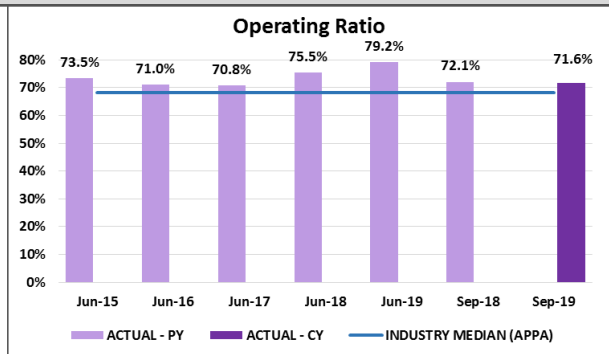
* Includes \$52.3M of Bond Construction Cash



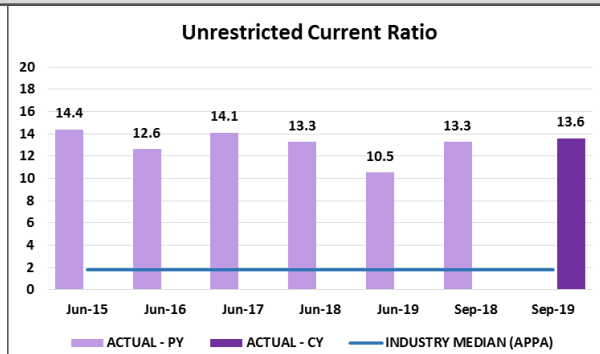
FINANCIAL RATIOS

The ratios for the last 5 fiscal years are provided for reference. Each ratio reflects a full year of activities and may not be as comparable for quarterly result comparison. The June 2019 fiscal year-end ratios may be used to estimate the trends for the current fiscal year when reviewed together with prior year ratios.

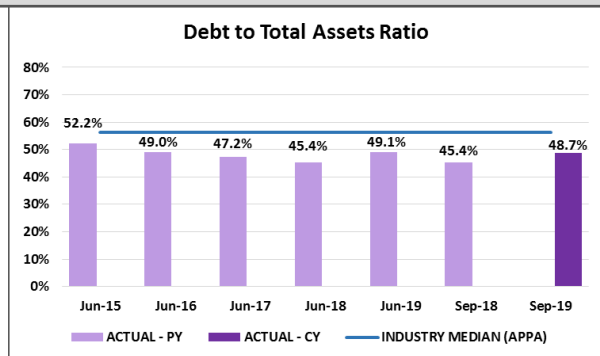
The Operating Ratio reflects the Utility's Operating and Maintenance costs to operating revenues. A lower ratio indicates positive results.



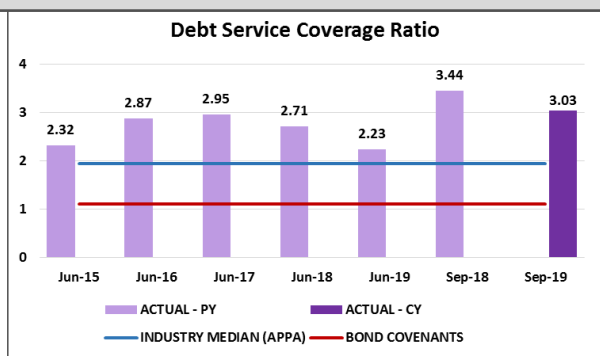
The Unrestricted Current Ratio indicates the Utility's ability to meet short-term liabilities. A higher ratio indicates positive results.



The Debt Ratio indicates what proportion of debt the Utility has in relation to Utility assets. This ratio is favorable when it is lower.



The Debt Service Coverage Ratio measures the ability to produce enough cash to cover debt service. A higher ratio is more favorable.

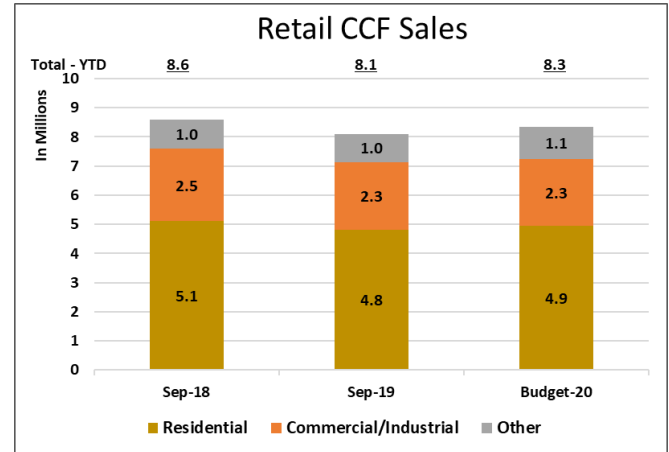
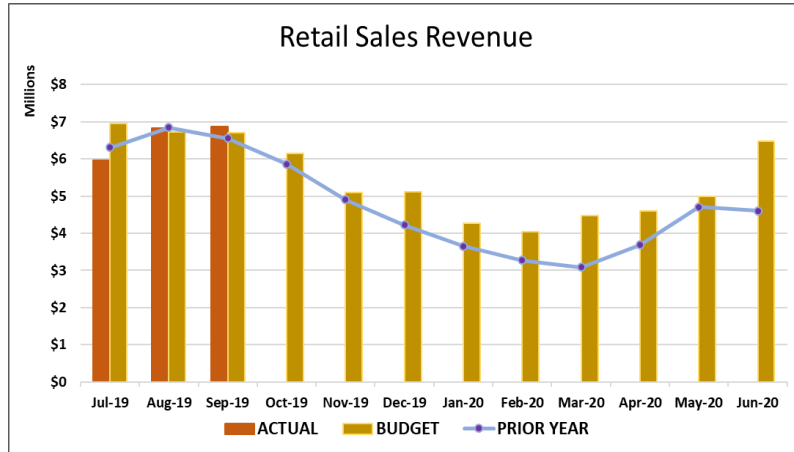


RPU FINANCIAL RESULTS

FY 2019/20 through September 30, 2019

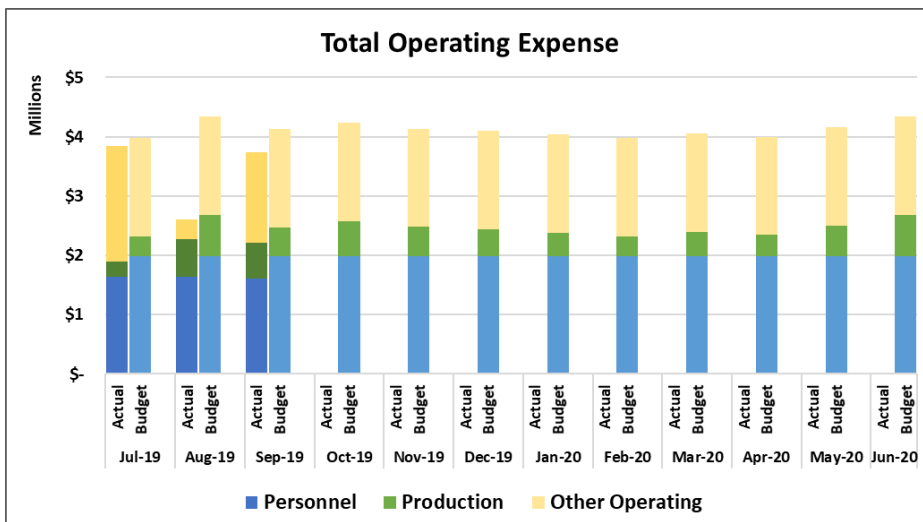
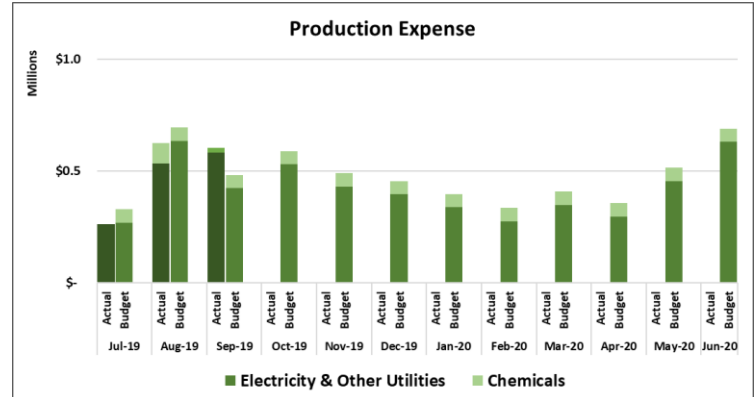
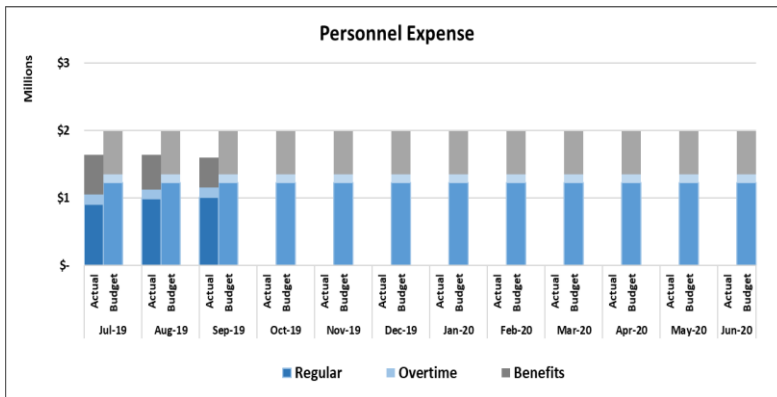
WATER

REVENUES



Year-to-date retail sales of \$19.7M are \$0.7M (3.6%) lower than budget due to milder temperatures than anticipated in comparison to the prior year. Current year retail sales are consistent with prior year. Retail CCF sales are 3.0% lower than budget and 5.8% lower than prior year due to a lower than anticipated consumption.

OPERATING EXPENDITURES



Personnel Expense: Year-to-date personnel costs of \$4.9M are \$1.1M (18.1%) below budget due to various vacancies and attrition. This is partially offset by overtime, which is currently trending higher than budget.

Production Expense: Year-to-date production costs of \$1.5M are consistent with budget.

Other Operating Expense: Other operating expenses of \$3.8M are \$1.2M (23.3%) below budget primarily due to timing of expenditures and savings in other general operating expenses.

CAPITAL FUNDING

CAPITAL/EQUIPMENT FUNDING (In Millions)	Sep-19	Sep-18
Capital Contributions	\$ 0.9	\$ 0.4
Bond Proceeds	1.1	1.0
Rates/Reserves	0.6	2.1
TOTAL	\$ 2.6	\$ 3.5

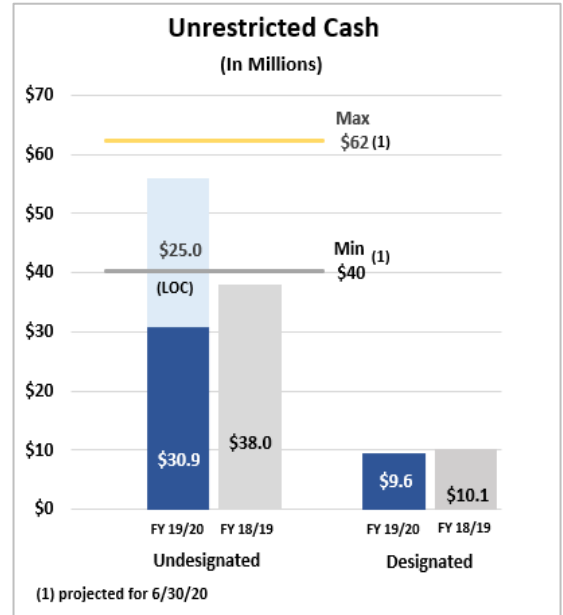
Current year capital expenses (projects and equipment) of \$2.6M are \$0.9M lower than prior year primarily due to reduced expenditures in Seven Oaks Dam.

CASH RESERVES

Reserves can be restricted by applicable laws and regulations or designated for specific purposes. Reserves that have not been restricted or designated are available to pay bills and provide cushion in the event of an emergency. The target levels for the unrestricted, undesignated reserve are established by City Council through reserve requirements for fiscal stability and are determined annually at 6/30 in conjunction with year-end financial results. The unrestricted, undesignated reserve of \$30.9M is \$7.1M lower than prior year primarily due to the funding of capital projects. Water Fund's unrestricted, undesignated reserve balance combined with the line of credit in compliance with RPU Cash Reserve Policy, at 9/30/2019 is above target minimum which is consistent with projections provided during the biennial budget and rate plan proposal processes.

COMPONENTS OF CASH (In Millions)	9/30/2019	9/30/2018
Unrestricted Undesignated	\$ 30.9	\$ 38.0
Designated		
Property	\$ 5.1	\$ 5.0
Recycled Water	1.6	2.2
Customer Deposits	0.6	0.6
Capital Repair/Replacement	2.3	2.3
Total Designated	\$ 9.6	\$ 10.1
Legally Restricted *	\$ 55.8	\$ 14.1
Available Line of Credit (LOC)	\$ 25.0	

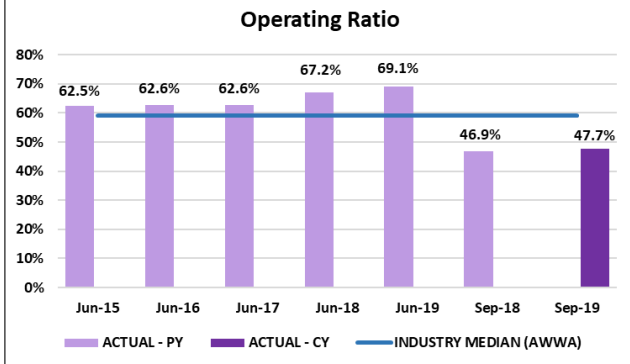
* Includes \$40.4M of Bond Construction Cash



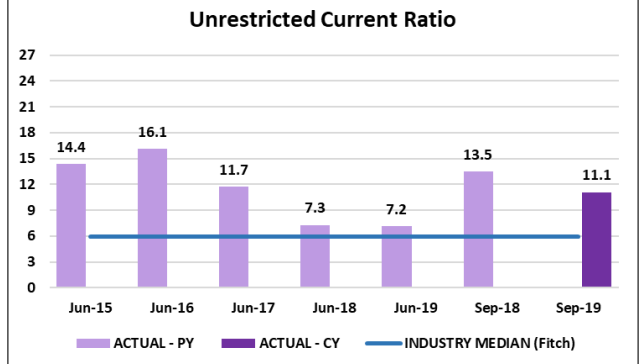
FINANCIAL RATIO

The ratios for the last 5 fiscal years are provided for reference. Each ratio reflects a full year of activities and may not be as comparable for quarterly result comparison. The June 2019 fiscal year-end ratios may be used to estimate the trends for the current fiscal year when reviewed together with prior year ratios.

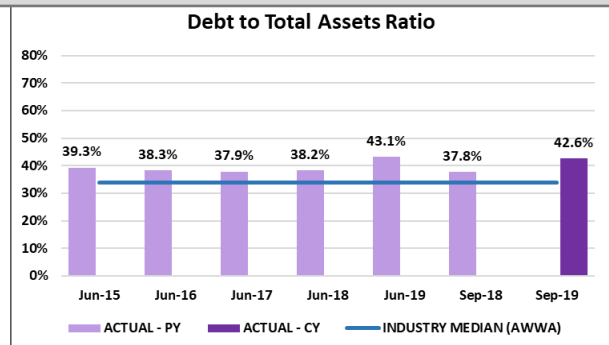
The Operating Ratio reflects the Utility's Operating and Maintenance costs to operating revenues. A lower ratio indicates positive results.



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The Debt Ratio indicates what proportion of debt the Utility has in relation to Utility assets. This ratio is favorable when it is lower.



The Debt Service Coverage Ratio measures the ability to produce enough cash to cover debt service. A higher ratio is more favorable.

