

Actual AMP Prepay Example

Step	Participants Involved	Action Taken
1	AMP and J Aron (electric generator)	AMP agrees to prepay 5 yr purchase of 171 MW from J Aron
2	AMP	AMP issues \$307,695,000 bonds to fund prepay
3	AMP and Amp Members (includes CPP)	AMP sales power to AMP members through take and pay contracts (CPP takes 100 MW)
4	AMP Members and AMP	AMP members assume no debt since AMP issued bonds
5	J Aron and AMP Members	J Aron generates power for delivery to AMP members
6	AMP Members and AMP	AMP Members pays AMP monthly from Operating Funds for power
7	AMP and Trustee for Bond Holder	AMP forwards monthly power purchase payment to Trustee who holds the payment for debt service
8	Trustee and Bond Holder	Trustee turns debt service payment over to Bond Holder

CPP Prepay for MSWE Example

Step	Participants Involved	Action Taken
1	CPP and AMP (electric generator)	CPP agrees to prepay #__ years purchase of xx MW from AMP
	Ohio Air Quality Development Authority (OAQDA)	Ohio Air Quality Development Authority issues \$___ bonds to fund prepay
2	OAQDA and AMP	OAQDA pays AMP \$___ for xx MW power
3	AMP and CPP	AMP sales power to CPP through take and pay contract .AMP deducts its turbine and other cost and prepays CPP \$___ for steam and labor for the generation facility.
4	CPP	CPP assumes no debt since OAQDA issued bonds. CPP uses funds to purchases MSWE equipment.
5	AMP and CPP	AMP generates power for delivery to CPP
6	CPP and AMP/OAQDA Trustee	CPP pays AMP/Trustee monthly from Operating Funds for power
7	OAQDA Trustee for Bond Holder	Trustee holds monthly power purchase payment for debt service
8	Trustee and Bond Holder	Trustee turns debt service payment over to Bond Holder