

2022

ANNUAL

REPORT



WELCOME

CHALLENGES & OPPORTUNITIES

Bear Prairie

MANAGER'S MESSAGE

Idaho Falls Power (IFP) continues to grow at an accelerating pace. Our customer count grew over 5% in 2022, with energy consumption growing more than 3% for a second consecutive year. For comparison, historical consumption growth averaged half a percent, with customer growth just under 1% in the previous decade. This level of growth puts pressure on all aspects of the utility, from power supply, distribution maintenance, construction, to all levels of customer support services. The challenge is meeting the demand for electricity in a persistent environment of supply chain disruptions and inflation. This combination is creating shortages of necessary materials and unprecedented increases in operating costs.

We've had to be innovative and adaptive. Recycling now means taking used bolts, cleaning them up, and reusing them for another 40 years, as opposed to selling for scrap metal value. This is partly due to supply chain issues, but it is also pure economics due to higher costs for new parts. Basic components that used to cost cents, now cost dollars. It's challenging us to rethink and be innovative in all aspects of our operations. Parts that are candidates for re-use are inspected for safety and function then sorted, cleaned, and placed back on the shelf for future use. Power transformers have doubled in price or more, with supplier lead times moving from months to years. This economic squeeze isn't constrained to materials only. Wholesale power costs have tripled on average from just a few years ago.

The electric utility industry is in an era of unprecedented challenges as the United States pursues clean energy policies, coal generation retirement, and general electrification. IFP is maintaining its focus on reliability and affordability at the customer level. Working with the City Council and Mayor, which operates as the utility's Board of Directors, there is an emphasis on innovation and technology adoption to help manage cost pressures. The utility is firmly grounded in the financial and operational realities of the current environment. Idaho Falls Power and Fiber have a legacy of making the right strategic decisions at pivotal points, and we will continue to demonstrate that vision as we navigate these latest challenges.



Bear Prairie **Bear Prairie**
General Manager

CITY COUNCIL / BOARD OF DIRECTORS



Left to Right: James Francis, John Radford, Michelle Ziel-Dingman, Rebecca Casper (Mayor), Lisa Burtenshaw, James Freeman, Thomas Hally

Rebecca Casper
Board Chair / Mayor

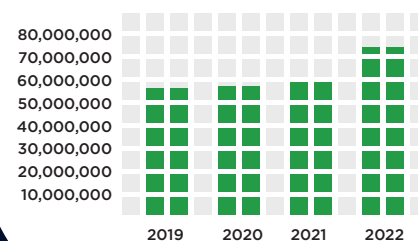
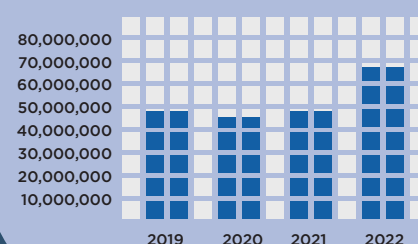
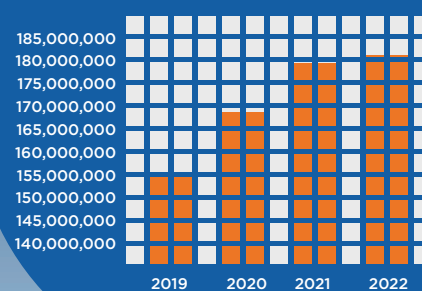


CITY OF IDAHO FALLS, ID | ELECTRIC LIGHT FUND AND FIBER FUND

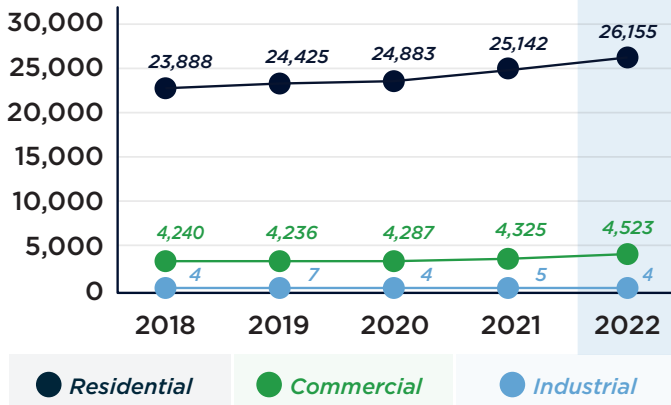
COMBINED STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION

As of September 30	2022	2021
OPERATING REVENUES		
Retail	\$57,423,305	\$51,587,453
Wholesale	15,910,333	4,792,949
Other	221,347	2,981,178
Total operating revenues	73,554,985	59,361,580
OPERATING EXPENSES		
Purchased power	33,186,627	28,152,566
Power generation	4,143,454	3,050,330
Transmission and distribution	7,359,089	5,442,079
Fiber operations and maintenance	5,700,301	1,107,025
Customer accounting and collection	4,259,884	3,542,298
General and administrative	5,685,912	1,195,144
Depreciation	7,779,864	6,949,624
Total operating expenses	68,115,131	49,439,066
OPERATING INCOME	5,439,854	9,922,514
OTHER REVENUE (EXPENSE)		
Investment earnings (loss)	(883,369)	276,131
Interest expense	(857,301)	(142,823)
Transfer out – payments in lieu of taxes	(3,534,779)	(3,465,990)
Total other expense	(5,275,449)	(3,332,682)
CAPITAL CONTRIBUTIONS	1,615,799	4,618,347
CHANGE IN NET POSITION	1,780,204	11,208,179
NET POSITION, BEGINNING OF YEAR	179,375,068	168,166,889
NET POSITION, END OF YEAR	\$181,155,272	\$179,375,068

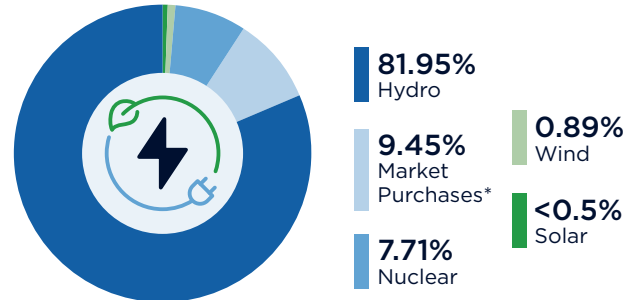
For complete financial information, please visit our website
<https://www.ifpower.org/about-us/utility-publications>

OPERATING
REVENUEOPERATING
EXPENSESEND OF YEAR
NET POSITION

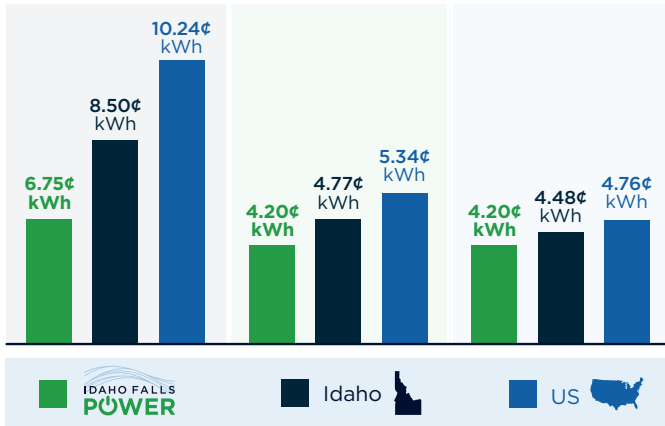
30,682 TOTAL CUSTOMERS



IFP RESOURCES



RATES



DISTRIBUTION & TRANSMISSION LINES

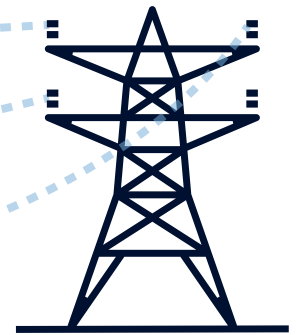
12 SUBSTATIONS

27.2 miles
161 KV

24.7 miles
46 KV

256 miles
12.5 KV

268 miles
underground



214,942.98 MWh
FY 2022 TOTAL GROSS GENERATION
at all IFP generation facilities

FIBER OPTIC INFRASTRUCTURE



13
FIBER HUTS

357 MILES of aerial fiber
270 MILES fiber-to-the-home
157 MILES of underground fiber
27.4 MILES of backbone fiber
15.3 MILES of traffic fiber

20 YEARS
in operation

Fiber service provided to
28 BUSINESSES from 3 ISPs
4,128 CUSTOMERS from 6 ISPs

2,223 NEW FIBER CUSTOMERS