

# ILLINOIS MUNICIPAL ELECTRIC AGENCY

MANAGEMENT'S DISCUSSION AND ANALYSIS  
April 30, 2010 and 2009

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## **SIGNIFICANT EVENTS** (cont.)

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### PRAIRE STATE PROJECT

In June 2007, IMEA entered into the necessary project documents to become a participant in the Prairie State Project. The project documents provide for the purchase of an undivided ownership interest in the Prairie State Project by IMEA and the other project owners. IMEA owns a 15.17% (approximately 240 MW) undivided interest in the project. The final notice to proceed occurred on October 1, 2007 which marked the commencement of construction for the project. The Prairie State Project is planned to be a nominal 1,600 MW plant, utilizing two supercritical steam units of approximately 800 MW in size. IMEA anticipates that one of the Prairie State units will be available for commercial operation in 2011 and the second unit will be available for commercial operation in 2012.

### RENEWABLE ENERGY RESOURCES

In recognition of the changing legislative and regulatory environment, the IMEA Board of Directors has adopted a policy that directs the agency to acquire approximately 5% of its energy requirements from renewable resources. To implement this policy, IMEA recently entered into a 20 year contract to purchase 70MW of wind energy from the Lee-Dekalb wind project owned by FPL Energy Illinois Wind, LLC. The contract was effective on January 1, 2010.

### CONTACTING IMEA'S MANAGEMENT

This financial report is designed to provide our members, investors and creditors with a general overview of IMEA's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Illinois Municipal Electric Agency, 3400 Conifer Drive, Springfield, IL 62711.