

CONSOLIDATED STATEMENTS OF CASH FLOWS (dollars in thousands)

year ended December 31,	2002	2001	2000
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before accounting change	\$ 215,153	\$ 327,367	\$ 302,332
Items not requiring cash:			
Depreciation and amortization	424,886	427,903	431,229
Nuclear fuel amortization	31,185	28,362	30,083
Deferred income taxes	196,324	(17,203)	(37,885)
Change in mark-to-market	(18,146)	(133,573)	(11,752)
Redhawk Units 3 and 4 cancellation	49,192	-	-
Changes in current assets and liabilities:			
Customer and other receivables	18,615	146,581	(269,223)
Materials, supplies and fossil fuel	(11,599)	(16,867)	475
Other current assets	(9,784)	(1,276)	(39,083)
Accounts payable	74,833	(127,782)	193,502
Accrued taxes	(36,039)	7,483	18,736
Accrued interest	4,212	5,852	9,701
Other current liabilities	17,489	5,260	98,493
Change in real estate investments	(6,112)	(44,173)	(25,937)
Increase in regulatory assets	(11,029)	(17,516)	(14,138)
Change in risk management and trading – assets	(11,700)	(51,894)	-
Changes in risk management and trading – liabilities	(22,783)	45,330	13,834
Change in customer advances	(23,780)	28,599	2,544
Change in pension liability	(1,571)	(28,347)	(16,575)
Change in long-term assets	(16,918)	13,874	54,829
Change in long-term liabilities	8,346	(26,937)	(27,771)
Net cash flow provided by operating activities	870,774	571,043	713,394
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditures	(895,522)	(1,055,574)	(658,608)
Capitalized interest	(44,110)	(47,862)	(21,638)
Other	36,635	(16,481)	(55,595)
Net cash flow used for investing activities	(902,997)	(1,119,917)	(735,841)
CASH FLOWS FROM FINANCING ACTIVITIES			
Issuance of long-term debt	725,419	995,447	651,000
Short-term borrowings and payments – net	(303,579)	322,987	44,475
Dividends paid on common stock	(137,721)	(129,199)	(120,733)
Repayment of long-term debt	(404,670)	(621,057)	(558,019)
Common stock equity issuance	199,238	-	-
Other	2,624	(1,048)	(4,618)
Net cash flow provided by financing activities	81,311	567,130	12,105
NET CASH FLOW	49,088	18,256	(10,342)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	28,619	10,363	20,705
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 77,707	\$ 28,619	\$ 10,363
Supplemental disclosure of cash flow information			
Cash paid during the period for:			
Income taxes paid/(refunded) (Note 4)	\$ (17,918)	\$ 223,037	\$ 219,411
Interest paid, net of amounts capitalized	\$ 126,322	\$ 115,276	\$ 132,434

See Notes to Consolidated Financial Statements.