

Shelby Energy Cooperative
Case No. 2016-00434
Statement of Operations, Adjusted

Exhibit S
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Witness: James Adkins

	<u>Actual Test Year</u>	<u>Normalized Adjustments</u>	<u>Normalized Test Year</u>	<u>Proposed Increase</u>	<u>Proposed Test Year</u>
Operating Revenues:					
Base rates	\$ 39,969,502	\$ -	\$ 39,969,502	\$ 1,997,640	\$ 41,967,142
Fuel and surcharge	2,763,519	(2,763,519)	-		-
Other electric revenue	634,621	2,909	637,530		637,530
	<u>43,367,642</u>	<u>(2,760,610)</u>	<u>40,607,032</u>	<u>1,997,640</u>	<u>42,604,672</u>
Operating Expenses:					
Cost of power:					
Base rates	30,352,946	(40)	30,352,906		30,352,906
Fuel and surcharge	2,427,842	(2,427,842)	-		-
Distribution - operations	1,639,712	26,676	1,666,388		1,666,388
Distribution - maintenance	3,433,368	(502,835)	2,930,533		2,930,533
Consumer accounts	510,028	(3,178)	506,850		506,850
Customer service	428,204	(4,087)	424,117		424,117
Sales	(11,891)	(138)	(12,029)		(12,029)
Administrative and general	987,129	(99,124)	888,005		888,005
	<u>39,767,338</u>	<u>(3,010,568)</u>	<u>36,756,770</u>	<u>-</u>	<u>36,756,770</u>
Depreciation	2,617,512	422,492	3,040,004		3,040,004
Taxes - other	53,103	-	53,103		53,103
Interest on long-term debt	1,471,969	70,976	1,542,945		1,542,945
Interest expense - other	15,561	(11,597)	3,964		3,964
Other deductions	6,869	(6,868)	1		1
	<u>43,932,352</u>	<u>(2,535,565)</u>	<u>41,396,787</u>	<u>-</u>	<u>41,396,787</u>
Total cost of electric service					
Utility operating margins	<u>(564,710)</u>	<u>(225,045)</u>	<u>(789,755)</u>	<u>1,997,640</u>	<u>1,207,885</u>
Nonoperating margins, interest	39,459	-	39,459		39,459
Income from equity investments	35,101	-	35,101		35,101
Nonoperating margins, other	5,493	-	5,493		5,493
G&T capital credits	1,810,069	(1,810,069)	-		-
Other capital credits	62,300	-	62,300		62,300
	<u>\$ 1,387,712</u>	<u>\$ (2,035,114)</u>	<u>\$ (647,402)</u>	<u>\$ 1,997,640</u>	<u>\$ 1,350,238</u>
Net Margins					
TIER	1.94		0.58		1.88
(Net margins + long-term interest / long-term interest)					
OTIER	0.66		0.53		1.82
(Operating margins + long-term interest + other capital credits / long-term interest)					