

Meade County Rural Electric Cooperative Corporation
Case No. 2002-00391
Comparative Capital Structures (Excluding JDIC)
For the Periods as Shown
"000 Omitted"

| Line No. | Type of Capital | 10th Year | | 9th Year | | 8th Year | | 7th Year | | 6th Year | | 5th Year | |
|----------|------------------------------|-----------|-------|----------|-------|----------|-------|----------|-------|----------|-------|----------|-------|
| | | Amount | Ratio | Amount | Ratio | Amount | Ratio | Amount | Ratio | Amount | Ratio | Amount | Ratio |
| 1. | Long-Term Debt | | | | | | | | | | | | |
| 2. | Short-Term Debt | | | | | | | | | | | | |
| 3. | Preferred & Preference Stock | | | | | | | | | | | | |
| 4. | Common Equity | | | | | | | | | | | | |
| 5. | Other (Itemize by type) | | | | | | | | | | | | |
| 6. | Total Capitalization | | | | | | | | | | | | |

| No. | Type of Capital | 4th Year | | 3rd Year | | 2nd Year | | 1st Year | | Test Year | | Latest Available Quarter | | Average Test Year | |
|-----|------------------------------|----------|-------|----------|-------|----------|-------|----------|-------|-----------|-------|--------------------------|-------|-------------------|-------|
| | | Amount | Ratio | Amount | Ratio | Amount | Ratio | Amount | Ratio | Amount | Ratio | Amount | Ratio | Amount | Ratio |
| 1. | Long-Term Debt | | | | | | | | | | | | | | |
| 2. | Short-Term Debt | | | | | | | | | | | | | | |
| 3. | Preferred & Preference Stock | | | | | | | | | | | | | | |
| 4. | Common Equity | | | | | | | | | | | | | | |
| 5. | Other (Itemize by type) | | | | | | | | | | | | | | |
| 6. | Total Capitalization | | | | | | | | | | | | | | |

- Instructions: 1. Provide a calculation of the average test year data as shown in Format 6, Schedule 2.
2. If the applicant is a member of an affiliated group, the above data is to be provided for the parent company and the system consolidated.

Meade County Rural Electric Cooperative Corporation
 Case No. 2002-00391
 Calculation of Average Test Period Capital Structure
 12 Months Ended _____
 "000 Omitted"

| Line No. | Item (a) | Total Capital (b) | Long-Term Debt (c) | Short-Term Debt (d) | Preferred Stock (e) | Common Stock (f) | Retained Earnings (g) | Total Common Equity (h) |
|----------|-------------------------------------|-------------------|--------------------|---------------------|---------------------|------------------|-----------------------|-------------------------|
| 1. | Balance Beginning of Test Year | | | | | | | |
| 2. | 1st Month | | | | | | | |
| 3. | 2nd Month | | | | | | | |
| 4. | 3rd Month | | | | | | | |
| 5. | 4th Month | | | | | | | |
| 6. | 5th Month | | | | | | | |
| 7. | 6th Month | | | | | | | |
| 8. | 7th Month | | | | | | | |
| 9. | 8th Month | | | | | | | |
| 10. | 9th Month | | | | | | | |
| 11. | 10th Month | | | | | | | |
| 12. | 11th Month | | | | | | | |
| 13. | 12th Month | | | | | | | |
| 14. | Total (L1 through L13) | | | | | | | |
| 15. | Average balance (L14 / 13) | | | | | | | |
| 16. | Average capitalization ratios | | | | | | | |
| 17. | End-of-period capitalization ratios | | | | | | | |

Instructions: 1. If applicable, provide an additional schedule in the above format excluding common equity in subsidiaries from the total company capital structure. Show the amount of common equity excluded.
 2. Include premium class of stock

Meade County Rural Electric Cooperative Corporation
Case No. 2002-00391
Schedule of Outstanding Long-Term Debt
For the Year Ended _____.

| Line No. | Type of Debt Issue (a) | Date of Issue (b) | Date of Maturity (c) | Amount Outstanding (d) | Coupon Interest Rate ⁽¹⁾ (e) | Cost Rate at Issue ⁽²⁾ (f) | Cost Rate to Maturity ⁽³⁾ (g) | Bond Rating at Time of Issue ⁽⁴⁾ (h) | Type of Obligation (i) | Annualized Cost Col. (d) x Col. (g) (j) |
|---|------------------------|-------------------|----------------------|------------------------|---|---------------------------------------|--|---|------------------------|---|
| <p>Total Long-Term debt and Annualized Cost</p> <p>Annualized Cost Rate [Total Col. (j) / Total Col. (d)]</p> | | | | | | | | | | |

¹ Nominal Rate

² Nominal Rate Plus Discount or Premium Amortization

³ Nominal Rate Plus Discount or Premium Amortization and Issuance Cost

⁴ Standard and Poor's, Moody, etc.

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Schedule of Outstanding Long-Term Debt

For the Test Year Ended _____.

| Line No. | Type of Debt Issue (a) | Date of Issue (b) | Date of Maturity (c) | Amount Outstanding (d) | Coupon Interest Rate ⁽¹⁾ (e) | Cost Rate at Issue ⁽²⁾ (f) | Cost Rate to Maturity ⁽³⁾ (g) | Bond Rating at Time of Issue ⁽⁴⁾ (h) | Type of Obligation (i) | Annualized Cost Col. (f) x Col. (d) (j) | Actual Test Year Interest Cost ⁽⁵⁾ (k) |
|---|------------------------|-------------------|----------------------|------------------------|---|---------------------------------------|--|---|------------------------|---|---|
| <p>Total Long-Term debt and Annualized Cost</p> <p>Annualized Cost Rate [Total Col. (j) / Total Col. (d)]</p> <p>Actual Test Year Cost Rate [Total Col. (k) / Total Reported in Col. (d)]</p> | | | | | | | | | | | |

¹ Nominal Rate

² Nominal Rate Plus Discount or Premium Amortization

³ Nominal Rate Plus Discount or Premium Amortization and Issuance Cost

⁴ Standard and Poor's, Moody, etc.

⁵ Sum of Accrued Interest Amortization of Discount or Premium and Issuance Cost

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Schedule of Short-Term Debt

For the Test Year Ended _____.

| Line No. | Type of Debt Instrument (a) | Date of Issue (b) | Date of Maturity (c) | Amount Outstanding (d) | Nominal Interest Rate (e) | Effective Interest Cost Rate (f) | Annualized Interest Cost Col. (f) x Col. (d) (g) |
|---|-----------------------------|-------------------|----------------------|------------------------|---------------------------|----------------------------------|--|
| <p>Total Short-Term Debt</p> <p>Annualized Cost Rate [Total Col. (g) / Total Col. (d)]</p> <p>Actual Interest Paid or Accrued on Short-Term Debt during the Test Year [Report in Col. (g) of this Schedule]</p> <p>Average Short-Term Debt -- Format 2, Schedule 2 Line 15 Col. (d) [Report in Col. (g) of this Schedule]</p> <p>Test-Year Interest Cost Rate [Actual Interest / Average Short-Term Debt] [Report in Col. (f) of this Schedule]</p> | | | | | | | |

Instructions:

1. In all instances where the Effective Interest Cost Rate is different from the Nominal Interest Rate, provide a calculation of the effective Interest Cost Rate in sufficient detail to show the items of costs that cause the difference.

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Analysis of Salaries and Wages
for the Calendar Years 19__ through 20 __
and the Test Year

"000 Omitted"

| Line No. | Item (a) | 3rd | | 2nd | | 1st | | Test Year | |
|----------|---|------------|---------------------------|------------|-------|------------|-------|------------|-------|
| | | Amount (b) | % (c) | Amount (d) | % (e) | Amount (f) | % (g) | Amount (h) | % (i) |
| | | 1. | Wages charges to expense: | | | | | | |
| 2. | Power Production expense | | | | | | | | |
| 3. | Transmission expenses | | | | | | | | |
| 4. | Distribution expenses | | | | | | | | |
| 5. | Customer accounts expense | | | | | | | | |
| 6. | Sales expense | | | | | | | | |
| 7. | Administrative and general expenses: | | | | | | | | |
| | (a) Administrative and general salaries | | | | | | | | |
| | (b) Office supplies and expense | | | | | | | | |
| | (c) Administrative expense transferred-cr | | | | | | | | |
| | (d) Outside services employed | | | | | | | | |
| | (e) Property insurance | | | | | | | | |
| | (f) Injuries and Damages | | | | | | | | |
| | (g) Employee pensions and benefits | | | | | | | | |

Note: Show percent increase of each year over the prior year in Columns (c), (e), (g), and (i).

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Analysis of Salaries and Wages
for the Calendar Years 19__ through 20 __
and the Test Year

"000 Omitted"

| Line No. | Item (a) | 3rd | | 2nd | | 1st | | Test Year | |
|----------|---|------------|-------|------------|-------|------------|-------|------------|-------|
| | | Amount (b) | % (c) | Amount (d) | % (e) | Amount (f) | % (g) | Amount (h) | % (i) |
| 7. | Administrative and general expenses (continued): | | | | | | | | |
| | (h) Franchise requirements | | | | | | | | |
| | (i) Regulatory commission expenses | | | | | | | | |
| | (j) Duplicate charges - cr. | | | | | | | | |
| | (k) Miscellaneous general expense | | | | | | | | |
| | (l) Maintenance of general plant | | | | | | | | |
| 8. | Total administrative and general expenses L7 (a) through L7(l) | | | | | | | | |
| 9. | Total salaries and wages charged expense (L2 through L6 + L8) | | | | | | | | |
| 10. | Wages Capitalized | | | | | | | | |
| 11. | Total Salaries and Wages | | | | | | | | |
| 12. | Ratio of salaries and wages charged expense to total wages (L9 / L11) | | | | | | | | |
| 13. | Ratio of salaries and wages capitalized to total wages (L10 / L11) | | | | | | | | |

Note: Show percent increase of each year over the prior year in Columns (c), (e), (g), and (i).

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Analysis of Other Operating Taxes

12 Months Ended _____.

"000 Omitted"

| Line No. | Item (a) | Charged Expense (b) | Charged to Construction (c) | Charged to Other Accounts ¹ (d) | Amounts Accrued (e) | Amount Paid (f) |
|----------|------------------------------------|---------------------|-----------------------------|--|---------------------|-----------------|
| 1. | Kentucky Retail | | | | | |
| | (a) State income | | | | | |
| | (b) Franchise fees | | | | | |
| | (c) Ad valorem | | | | | |
| | (d) Payroll (employers portion) | | | | | |
| | (e) Other taxes | | | | | |
| 2. | Total Retail (L1(a) through L1(e)) | | | | | |
| 3. | Other jurisdictions | | | | | |
| | Total per books (L2 and L3) | | | | | |

¹ Explain items in this Column.

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Statement of Electric Plant in Service
12 Months Ended _____.

Total Company

| Account Number | Title of Accounts | Beginning Balance | Additions | Retirements | Transfers | Ending Balance |
|----------------|---|-------------------|-----------|-------------|-----------|----------------|
| | <u>Intangible plant:</u> | | | | | |
| 301.0 | Organization | | | | | |
| 302.0 | Franchises and consents | | | | | |
| 303.0 | Miscellaneous intangible plant | | | | | |
| 106.0 | Completed construction - not classified | | | | | |
| | Total intangible plant | | | | | |
| | <u>Transmission plant:</u> | | | | | |
| 350.0 | Land and land rights | | | | | |
| 352.0 | Structures and improvements | | | | | |
| 353.0 | Station equipment | | | | | |
| 354.0 | Towers and fixtures | | | | | |
| 355.0 | Poles and fixtures | | | | | |
| 356.0 | Overhead conductors and devices | | | | | |
| 357.0 | Underground conduit | | | | | |
| 358.0 | Underground conductors and devices | | | | | |
| 359.0 | Roads and trails | | | | | |
| 106.0 | Completed construction - not classified | | | | | |
| | Total transmission plant | | | | | |
| | <u>Distribution plant:</u> | | | | | |
| 360.0 | Land and land rights | | | | | |
| 361.0 | Structures and improvements | | | | | |
| 362.0 | Station equipment | | | | | |
| 363.0 | Storage battery equipment | | | | | |
| 364.0 | Poles, towers, and fixtures | | | | | |
| 365.0 | Overhead conductors and devices | | | | | |
| 366.0 | Underground conduit | | | | | |
| 367.0 | Underground conductors and devices | | | | | |
| 368.0 | Line transformers | | | | | |

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Statement of Electric Plant in Service
12 Months Ended _____.

Total Company

| Account Number | Title of Accounts | Beginning Balance | Additions | Retirements | Transfers | Ending Balance |
|----------------|---|-------------------|-----------|-------------|-----------|----------------|
| 369.0 | Services | | | | | |
| 370.0 | Meters | | | | | |
| 371.0 | Installations on customer premises | | | | | |
| 372.0 | Leased property on customer premises | | | | | |
| 373.0 | Street lighting and signal systems | | | | | |
| 106.0 | Completed construction - not classified | | | | | |
| | Total distribution plant | | | | | |
| | <u>General plant:</u> | | | | | |
| 389.0 | Land and land rights | | | | | |
| 390.0 | Structures and improvements | | | | | |
| 391.0 | Office furniture and equipment | | | | | |
| 392.0 | Transportation equipment | | | | | |
| 393.0 | Stores equipment | | | | | |
| 394.0 | Tools, shop, and garage equipment | | | | | |
| 395.0 | Laboratory equipment | | | | | |
| 396.0 | Power operated equipment | | | | | |
| 397.0 | Communication equipment | | | | | |
| 398.0 | Miscellaneous equipment | | | | | |
| | Subtotal | | | | | |
| 399.0 | Other tangible property | | | | | |
| 106.0 | Completed construction - not classified | | | | | |
| | Total general plant | | | | | |
| | Total Account 101 | | | | | |
| 102.0 | Electric plant purchased | | | | | |
| 102.0 | Electric plant sold | | | | | |
| 103.0 | Experimental plant unclassified | | | | | |
| | Total Electric Plant in Service | | | | | |

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Account 913 - Advertising Expenses
 For the 12 Months Ended _____

| Line No. | Item (a) | Sales or Promotional Advertising (b) | Institutional Advertising (c) | Conservation Advertising (d) | Rate Case (e) | Other (f) | Total (g) |
|----------|-------------------------------|--------------------------------------|-------------------------------|------------------------------|---------------|-----------|-----------|
| 1. | Newspaper | | | | | | |
| 2. | Magazines and other | | | | | | |
| 3. | Television | | | | | | |
| 4. | Radio | | | | | | |
| 5. | Direct Mail | | | | | | |
| 6. | Sales Aids | | | | | | |
| 7. | Total | | | | | | |
| 8. | Amount assigned to Ky. retail | | | | | | |

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Account 930 - Miscellaneous General Expenses
 For the 12 Months Ended _____

| Line No. | Item (a) | Amount (b) |
|----------|---|------------|
| 1. | Industry association dues | |
| 2. | Stockholder and debt servicing expenses | |
| 3. | Institutional advertising | |
| 4. | Conservation advertising | |
| 5. | Rate department load studies | |
| 6. | Director's fees and expenses | |
| 7. | Dues and subscriptions | |
| 8. | Miscellaneous | |
| 9. | Total | |
| 10. | Amount assigned to Ky. retail | |

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Account 426 - Other Income Deductions

For the 12 Months Ended _____

| Line No. | Item (a) | Amount (b) |
|----------|----------------------|------------|
| 1. | Donations | |
| 2. | Civic activities | |
| 3. | Political activities | |
| 4. | Other | |
| 5. | Total | |

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Professional Services Expenses
 For the 12 Months Ended _____

| Line No. | Item (a) | Rate Case (b) | Annual Audit (c) | Conservation Other (d) | Total (e) |
|----------|-------------|---------------|------------------|------------------------|-----------|
| 1. | Legal | | | | |
| 2. | Engineering | | | | |
| 3. | Accounting | | | | |
| 4. | Other | | | | |
| 5. | Total | | | | |

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Depreciation Expenses

| Account Number | Item | (End of Test Year) Plant Account Balance | Depreciation Rate | Annual Depreciation |
|----------------|------------------------------------|--|----------------------|------------------------|
| | <u>Transmission plant:</u> | | | |
| 350.0 | Land and land rights | | | |
| 352.0 | Structures and improvements | | | |
| 353.0 | Station equipment | | | |
| 354.0 | Towers and fixtures | | | |
| 355.0 | Poles and fixtures | | | |
| 356.0 | Overhead conductors and devices | | | |
| 357.0 | Underground conduit | | | |
| 358.0 | Underground conductors and devices | | | |
| 359.0 | Roads and trails | | | |
| 354.0 | Towers and fixtures | | | |
| 355.0 | Poles and fixtures | | | |
| 356.0 | Overhead conductors and devices | | | |
| 357.0 | Underground conduit | | | |
| 358.0 | Underground conductors and devices | | | |
| 359.0 | Roads and trails | | | |
| | <u>Distribution plant:</u> | | | |
| 360.0 | Land and land rights | | | |
| 361.0 | Structures and improvements | | | |
| 362.0 | Station equipment | | | |
| 363.0 | Storage battery equipment | | | |
| 364.0 | Poles, towers, and fixtures | | | |
| 365.0 | Overhead conductors and devices | | | |
| 366.0 | Underground conduit | | | |
| 367.0 | Underground conductors and devices | | | |
| 369.0 | Services | | | |
| 370.0 | Meters | | | |
| 371.0 | Installations on customer premises | | | |

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Depreciation Expenses

| Account Number | Item | (End of Test Year) Plant Account Balance | Depreciation Rate | Annual Depreciation |
|----------------|--------------------------------------|--|----------------------|------------------------|
| 372.0 | Leased property on customer premises | | | |
| 373.0 | Street lighting and signal systems | | | |
| | <u>General plant:</u> | | | |
| 389.0 | Land and land rights | | | |
| 390.0 | Structures and improvements | | | |
| 391.0 | Office furniture and equipment | | | |
| 392.0 | Transportation equipment | | | |
| 393.0 | Stores equipment | | | |
| 394.0 | Tools, shop, and garage equipment | | | |
| 395.0 | Laboratory equipment | | | |
| 396.0 | Power operated equipment | | | |
| 397.0 | Communication equipment | | | |
| 398.0 | Miscellaneous equipment | | | |

Meade County Rural Electric Cooperative Corporation

Case No. 2002-00391

Data for Depreciation Guideline Curve
RUS Bulletin 183-1

| Test Year Ended | Distribution Plant in Service (a) | Accumulated Provision for Depreciation Distribution Plant (b) | Reserve Ratio (c)=(b)-(a) | Ratio of Current Distribution Plant to Distribution Plant Ten Years Prior (d) |
|-----------------|-----------------------------------|---|---------------------------|---|
| 20 | | | | 19 |
| 20 | | | | 19 |
| 20 | | | | 19 |
| 20 | | | | 19 |
| 20 | | | | 19 |
| 20 | | | | |
| 20 | | | | |
| 20 | | | | |
| 20 | | | | |
| 20 | | | | |
| 20 | | | | |
| | | | | |