

BIG SANDY RECC
Statement of Operations & Revenue Requirement
For the 12 Months Ended July 31, 2016

Line #	Description	Actual Rates Actual Test Yr	Present Rates Unadj Test Yr	Pro Forma Adjustment	Present Rates Pro Forma Test Yr	Proposed Rates Pro Forma Test Yr
	(1)	(2)	(3)	(4)	(5)	(6)
1	<u>Operating Revenues</u>					
2	Total Sales of Electric Energy	23,087,258	22,470,741	(1,336,864)	21,133,877	22,062,523
3	Other Electric Revenue	778,953	778,953		778,953	778,953
4	Total Operating Revenue	23,866,212	23,249,695	(1,336,864)	21,912,831	22,841,476
5						
6	<u>Operating Expenses:</u>					
7	Purchased Power	16,010,784	16,010,784	(1,355,065)	14,655,719	14,655,719
8	Distribution Operations	1,094,553	1,094,553	5,955	1,100,508	1,100,508
9	Distribution Maintenance	1,516,304	1,516,304	(144,361)	1,371,944	1,371,944
10	Customer Accounts	887,246	887,246	2,659	889,904	889,904
11	Customer Service	29,781	29,781	2,322	32,103	32,103
12	Sales Expense	5,403	5,403	-	5,403	5,403
13	A&G	1,364,315	1,364,315	(138,731)	1,225,584	1,225,584
14	Total O&M Expense	20,908,387	20,908,387	(1,627,222)	19,281,165	19,281,165
15						
16	Depreciation	2,272,704	2,272,704	776	2,273,481	2,273,481
17	Taxes - Other	33,861	33,861	2,521	36,382	36,382
18	Interest on LTD	701,164	701,164	-	701,164	701,164
19	Interest - Other	62,878	62,878	-	62,878	62,878
20	Other Deductions	19,500	19,500	-	19,500	19,500
21						
22	Total Cost of Electric Service	23,998,494	23,998,494	(1,623,924)	22,374,570	22,374,570
23						
24	Utility Operating Margins	(132,283)	(748,800)	287,060	(461,739)	466,906
25						
26	Non-Operating Margins - Interest	173,911	173,911	-	173,911	173,911
27	Non-Operating Margins - Other	13,496	13,496	-	13,496	13,496
28	G&T Capital Credits	1,400,000	1,400,000	(1,400,000)	-	-
29	Other Capital Credits	46,851	46,851	-	46,851	46,851
30						
31	Net Margins	1,501,975	885,458	(1,112,940)	(227,481)	701,164
32						
33	Cash Receipts from Lenders	12,575	12,575		12,575	12,575
34	OTIER	0.83	(0.05)		0.36	1.68
35	TIER	3.14	2.26		0.68	2.00
36	TIER excluding GTCC	1.15	0.27		0.68	2.00
37						
38	Target TIER	2.00	2.00		2.00	2.00
39	Margins at Target TIER	701,164	701,164		701,164	701,164
40	Revenue Requirement	24,699,658	24,699,658		23,075,734	23,075,734
41	Revenue Deficiency	(800,811)	(184,294)		928,645	-