

2012.04.20 13:05:53  
Kansas Corporation Commission  
/s/ Patrice Petersen-Klein

Received  
on

APR 20 2012

by  
State Corporation Commission  
of Kansas

In the Matter of the Application of Mid-Kansas Electric )  
Company, LLC for Approval to Make Certain Changes in )  
its Charges for Electric Service in the Geographic ) DOCKET NO. 12-MKEE-380-RTS  
Service Territory Served by Southern Pioneer Electric )  
Company. )

SCHEDULES

PREPARED BY

STAFF

UTILITIES DIVISION

KANSAS CORPORATION COMMISSION

SOUTHERN PIONEER ELECTRIC COMPANY, LLC  
DOCKET NO. 12-MKEE-380-RTS

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SCHEDULE NUMBER

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SOUTHERN PIONEER ELECTRIC COMPANY, LLC  
APPLICANT AND STAFF ADJUSTED INCOME STATEMENT  
FOR THE TEST YEAR ENDED DECEMBER 31, 2010

LINE NO.	DESCRIPTION	A ACTUAL PER APPLICANT	B APPLICANT ADJUSTMENTS	C APPLICANT ADJUSTED	D STAFF ADJUSTMENTS	E STAFF ADJUSTED	F STAFF PRO FORMA ADJUSTMENTS	G STAFF PRO FORMA
<u>REVENUES:</u>								
1	SALE OF ELECTRICITY	\$56,761,383	\$953,732	\$57,715,115	\$0	\$57,715,115	\$2,879,566	\$60,594,681
2	OTHER	1,561,507	(1,082,701)	478,806	0	478,806		478,806
3	LOCAL ACCESS CHARGE - THIRD PARTY	0	779,543	779,543	173,463	953,006		953,006
4	TOTAL REVENUE	58,322,890	650,574	58,973,464	173,463	59,146,927	2,879,566	62,026,492
<u>OPERATING EXPENSES:</u>								
5	PURCHASED POWER	45,368,418	149,699	45,518,117	0	45,518,117		45,518,117
6	TRANSMISSION	709,170	11,619	720,789	(12,675)	708,114		708,114
7	DISTRIBUTION-OPERATION	2,401,071	248,117	2,649,188	(273,938)	2,375,250		2,375,250
8	DISTRIBUTION-MAINTENANCE	1,227,652	145,432	1,373,084	(158,658)	1,214,426		1,214,426
9	CUSTOMER ACCOUNTS	1,290,700	158,141	1,448,841	(174,721)	1,274,120	(2,168)	1,271,951
10	CUSTOMER SERVICE & INFORMATION	33,938	4,743	38,681	(6,145)	32,536		32,536
11	SALES	7,615	0	7,615	0	7,615		7,615
12	ADMIN & GENERAL	1,180,208	155,429	1,335,637	(133,104)	1,202,533		1,202,533
13	DEPRECIATION & AMORTIZATION	2,201,657	(261,616)	1,940,041	43,274	1,983,315		1,983,315
14	PROPERTY TAXES	0	0	0	0	0		0
15	OTHER TAXES	1,054,289	0	1,054,289	(1,054,289)	0		0
16	INTEREST ON CUSTOMER DEPOSITS	0	0	0	0	0		0
17	TOTAL O&M EXPENSES	55,474,718	611,564	56,086,282	(1,770,256)	54,316,026	(2,168)	54,313,857
18	NET OPERATING MARGIN	\$2,848,172	\$39,010	\$2,887,182	\$1,943,719	\$4,830,901	\$2,881,734	\$7,712,635
<u>OTHER EXPENSES</u>								
19	INTEREST ON LT DEBT	\$2,438,148	\$2,109,610	\$4,547,758	\$0	\$4,547,758		\$4,547,758
20	INTEREST ON OTHER DEBT	792,193	(788,563)	3,630	0	3,630		3,630
21	OTHER DEDUCTIONS	30,492	322,880	353,372	(22,037)	331,335		331,335
22	TOTAL OTHER EXPENSES	3,260,833	1,643,927	4,904,760	(22,037)	4,882,723	0	4,882,723
<u>NON-OPERATING MARGINS:</u>								
23	INTEREST REVENUE	80		80	0	80		80
24	OTHER REVENUE	1,474,761		1,474,761	0	1,474,761		1,474,761
25	OTHER NON-OPERATING MARGINS	9,335	(785,459)	(776,124)	785,459	9,335		9,335
26	CAPITAL CREDITS	642,263		642,263	0	642,263		642,263
27	TOTAL NON-OPERATING INCOME	2,126,439	(785,459)	1,340,980	785,459	2,126,439	0	2,126,439
28	NET MARGIN	\$1,713,778	(\$2,390,376)	(\$676,598)	\$2,751,215	\$2,074,617	\$2,881,734	\$4,956,351
29	TIER	1.70		0.85		1.46		2.09
30	DSC	1.75		1.01		1.50		2.00

SOUTHERN PIONEER ELECTRIC COMPANY, LLC  
 STAFF ADJUSTMENTS TO APPLICANT ADJUSTED INCOME STATEMENT  
 FOR THE TEST YEAR ENDED DECEMBER 31, 2010

LINE NO.	DESCRIPTION	A APPLICANT ADJUSTED	B STAFF ADJUSTMENT NO. 1	C STAFF ADJUSTMENT NO. 2	D STAFF ADJUSTMENT NO. 3	E STAFF ADJUSTMENT NO. 4	G STAFF ADJUSTMENT NO. 5	H STAFF ADJUSTMENT NO. 6	I STAFF ADJUSTMENT NO. 7	J STAFF ADJUSTMENT NO. 8
<u>REVENUES:</u>										
1	SALE OF ELECTRICITY	\$57,715,115								
2	OTHER	478,806								
3	LOCAL ACCESS CHARGE - THIRD PARTY	779,543				173,463				
4	TOTAL REVENUE	58,973,464	0	0	0	173,463	0	0	0	0
<u>OPERATING EXPENSES:</u>										
5	PURCHASED POWER	45,518,117								
6	TRANSMISSION	720,789		(8,994)	(3,681)					
7	DISTRIBUTION-OPERATION	2,649,188		(192,076)	(78,605)					
8	DISTRIBUTION-MAINTENANCE	1,373,084		(112,584)	(46,074)					
9	CUSTOMER ACCOUNTS	1,448,841	(30)	(122,423)	(50,100)				(2,168)	
10	CUSTOMER SERVICE & INFORMATION	38,681		(3,671)	(1,503)					
11	SALES	7,615								
12	ADMIN & GENERAL	1,335,637	(10,958)	(107,420)	(43,961)					
13	DEPRECIATION & AMORTIZATION	1,940,041								43,274
14	PROPERTY TAXES	0								
15	OTHER TAXES	1,054,289					(1,054,289)			
16	INTEREST ON CUSTOMER DEPOSITS	0								
17	TOTAL OPERATING EXPENSES	56,086,282	(10,988)	(547,168)	(223,924)	0	(1,054,289)	0	(2,168)	43,274
18	NET OPERATING MARGIN	\$2,887,182	\$10,988	\$547,168	\$223,924	\$173,463	\$1,054,289	\$0	\$2,168	(\$43,274)
<u>OTHER EXPENSES</u>										
19	INTEREST ON LT DEBT	\$4,547,758								
20	INTEREST ON OTHER DEBT	3,630								
21	OTHER DEDUCTIONS	353,372	(250)							
22	TOTAL OTHER EXPENSES	4,904,760	(250)	0	0	0	0	0	0	0
<u>NON-OPERATING MARGINS:</u>										
23	INTEREST REVENUE	80								
24	OTHER REVENUE	1,474,761								
25	OTHER NON-OPERATING MARGINS	(776,124)						785,459		
26	CAPITAL CREDITS	642,263								
27	TOTAL NON-OPERATING INCOME	1,340,980	0	0	0	0	0	785,459	0	0
28	NET MARGIN	(\$676,598)	\$11,238	\$547,168	\$223,924	\$173,463	\$1,054,289	\$785,459	\$2,168	(\$43,274)

SOUTHERN PIONEER ELECTRIC COMPANY, LLC  
STAFF ADJUSTMENTS TO APPLICANT ADJUSTED INCOME STATEMENT  
FOR THE TEST YEAR ENDED DECEMBER 31, 2010

LINE NO.	DESCRIPTION	K STAFF ADJUSTMENT NO. 9	L STAFF ADJUSTMENT NO. 10	M STAFF ADJUSTMENT NO. 11	N STAFF ADJUSTMENT NO. 12	O STAFF ADJUSTMENT NO. 13	P STAFF ADJUSTMENT NO. 14	Q TOTAL STAFF ADJUSTMENTS	R STAFF ADJUSTED
<u>REVENUES:</u>									
1	SALE OF ELECTRICITY							\$0	\$57,715,115
2	OTHER							0	478,806
3	LOCAL ACCESS CHARGE - THIRD PARTY							173,463	953,006
4	TOTAL REVENUE	0	0	0	0	0	0	173,463	59,146,927
<u>OPERATING EXPENSES:</u>									
5	PURCHASED POWER							0	45,518,117
6	TRANSMISSION							(12,675)	708,114
7	DISTRIBUTION-OPERATION	(3,257)						(273,938)	2,375,250
8	DISTRIBUTION-MAINTENANCE							(158,658)	1,214,426
9	CUSTOMER ACCOUNTS							(174,721)	1,274,120
10	CUSTOMER SERVICE & INFORMATION			(971)				(6,145)	32,536
11	SALES							0	7,615
12	ADMIN & GENERAL	(3,364)		(5,979)		(1,737)	40,315	(133,104)	1,202,533
13	DEPRECIATION & AMORTIZATION							43,274	1,983,315
14	PROPERTY TAXES							0	0
15	OTHER TAXES							(1,054,289)	0
16	INTEREST ON CUSTOMER DEPOSITS							0	0
17	TOTAL OPERATING EXPENSES	(6,621)	0	(6,950)	0	(1,737)	40,315	(1,770,256)	54,316,026
18	NET OPERATING MARGIN	\$6,621	\$0	\$6,950	\$0	\$1,737	(\$40,315)	\$1,943,719	\$4,830,901
<u>OTHER EXPENSES</u>									
19	INTEREST ON LT DEBT							\$0	\$4,547,758
20	INTEREST ON OTHER DEBT							0	\$3,630
21	OTHER DEDUCTIONS	(1,281)	(19,656)		(850)			(22,037)	331,335
22	TOTAL OTHER EXPENSES	(1,281)	(19,656)	0	(850)	0	0	(22,037)	4,882,723
<u>NON-OPERATING MARGINS:</u>									
23	INTEREST REVENUE							0	80
24	OTHER REVENUE							0	1,474,761
25	OTHER NON-OPERATING MARGINS							785,459	9,335
26	CAPITAL CREDITS							0	642,263
27	TOTAL NON-OPERATING INCOME	0	0	0	0	0	0	785,459	2,126,439
28	NET MARGIN	\$7,902	\$19,656	\$6,950	\$850	\$1,737	(\$40,315)	\$2,751,215	\$2,074,617

SOUTHERN PIONEER ELECTRIC COMPANY, LLC  
 EXPLANATION OF STAFF ADJUSTMENTS TO INCOME STATEMENT  
 FOR THE TEST YEAR ENDED DECEMBER 31, 2010

LINE NO.	DESCRIPTION	INCREASE / (DECREASE) TO INCOME STATEMENT
*****		
	<u>STAFF ADJUSTMENT NO. 1</u> (Luke)	
1	CUSTOMER ACCOUNTS	(30)
2	ADMIN & GENERAL	(10,958)
3	OTHER DEDUCTIONS	(250)
4	To remove expenses related to promotional and imaging advertising.	
5	<u>STAFF ADJUSTMENT NO. 2</u> (Luke)	
6	TRANSMISSION	(8,994)
7	DISTRIBUTION-OPERATION	(192,076)
8	DISTRIBUTION-MAINTENANCE	(112,584)
9	CUSTOMER ACCOUNTS	(122,423)
10	CUSTOMER SERVICE & INFORMATION	(3,671)
11	ADMIN & GENERAL	(107,420)
12	To reflect Staff's adjustment updating payroll as of February 29, 2012.	
13	<u>STAFF ADJUSTMENT NO. 3</u> (Luke)	
14	TRANSMISSION	(3,681)
15	DISTRIBUTION-OPERATION	(78,605)
16	DISTRIBUTION-MAINTENANCE	(46,074)
17	CUSTOMER ACCOUNTS	(50,100)
18	CUSTOMER SERVICE & INFORMATION	(1,503)
19	ADMIN & GENERAL	(43,961)
20	To reflect Staff's adjustment to synchronize payroll related expenses with Staff's payroll adjustment.	
21	<u>STAFF ADJUSTMENT NO. 4</u> (Bowman)	
22	LOCAL ACCESS CHARGE - THIRD PARTY	173,463
23	To reflect Staff's adjustment to the local access charge.	
24	<u>STAFF ADJUSTMENT NO. 5</u> (Bowman)	
25	OTHER TAXES	(1,054,289)
26	To remove expenses related to income tax.	
27	<u>STAFF ADJUSTMENT NO. 6</u> (Bowman)	
28	OTHER NON-OPERATING MARGINS	785,459
29	To reflect Staff's adjustment to remove the amortization of the acquisition premium from non-operating income.	
30	<u>STAFF ADJUSTMENT NO. 7</u> (Bowman)	
31	CUSTOMER ACCOUNTS	(2,168)
32	To reflect Staff's adjustment to normalize and synchronize bad debt expense with total proforma revenues.	

SOUTHERN PIONEER ELECTRIC COMPANY, LLC  
 EXPLANATION OF STAFF ADJUSTMENTS TO INCOME STATEMENT  
 FOR THE TEST YEAR ENDED DECEMBER 31, 2010

LINE NO.	DESCRIPTION	INCREASE / (DECREASE) TO INCOME STATEMENT
*****		
33	<u>STAFF ADJUSTMENT NO. 8</u> (Finger)	
34	DEPRECIATION & AMORTIZATION	43,274
35	To reflect Staff's adjustment updating depreciation expense as of year end 2011.	
36	<u>STAFF ADJUSTMENT NO. 9</u> (Finger)	
37	DISTRIBUTION-OPERATION	(3,257)
38	ADMIN & GENERAL	(3,364)
39	OTHER DEDUCTIONS	(1,281)
40	To reflect Staff's adjustment to dues and lobbying.	
41	<u>STAFF ADJUSTMENT NO. 10</u> (Finger)	
42	OTHER DEDUCTIONS	(19,656)
43	To reflect Staff's adjustment to donations.	
44	<u>STAFF ADJUSTMENT NO. 11</u> (Finger)	
45	CUSTOMER SERVICE & INFORMATION	(971)
46	ADMIN & GENERAL	(5,979)
47	To reflect Staff's adjustment to remove entertainment and spousal expenses.	
48	<u>STAFF ADJUSTMENT NO. 12</u> (Finger)	
49	OTHER DEDUCTIONS	(850)
50	To reflect Staff's adjustment to remove penalties and fines.	
51	<u>STAFF ADJUSTMENT NO. 13</u> (Finger)	
52	ADMIN & GENERAL	(1,737)
53	To reflect Staff's adjustment to outside services.	
54	<u>STAFF ADJUSTMENT NO. 14</u> (Finger)	
55	ADMIN & GENERAL	40,315
56	To update Company's adjustment for rate case expense.	