

## **Tiffany Underwood**

---

**From:** Tiffany Underwood  
**Sent:** Wednesday, May 11, 2016 8:53 AM  
**To:** 'bovender@hstdlaw.com'; 'Wayne.Irvin@ag.tn.gov'  
**Cc:** David Foster  
**Subject:** Emailing: Data Request Proforma Schedules to Co .xls  
**Attachments:** Data Request Proforma Schedules to Co .xls

Mr. Bovender,

Attached please find the electronic copy of the schedules that were inadvertently left out of the data request filed yesterday.

Thank You,

Tiffany Underwood

Your message is ready to be sent with the following file or link attachments:

Data Request Proforma Schedules to Co .xls

Note: To protect against computer viruses, e-mail programs may prevent sending or receiving certain types of file attachments. Check your e-mail security settings to determine how attachments are handled.

Kingsport Power Company  
Revenue Deficiency (Surplus)  
For the Twelve Months Ended December 31, 2016

| <u>Line<br/>No.</u> |   | <u>Company</u>  |
|---------------------|---|-----------------|
| 1                   | Rate Base   | -               |
| 2                   | Operating Income at Present Rates                 | -               |
| 3                   | Earned Rate of Return (L 2 / L 1)                 | #DIV/0!         |
| 4                   | Fair Rate of Return                               | 0.00%           |
| 5                   | Required Operating Income (L 1 x L 4)             | -               |
| 6                   | Operating Income Deficiency (Surplus) (L 5 - L 2) | -               |
| 7                   | Gross Revenue Conversion Factor                   | <u>1.000000</u> |
| 8                   | Revenue Deficiency (Surplus)                      | <u><u>-</u></u> |

Kingsport Power Company  
Rate Base  
For the Twelve Months Ended December 31, 2016

| <u>Line<br/>No.</u> |   | <u>Company</u> |
|---------------------|---|----------------|
| 1                   | Utility Plant in Service                          |                |
| 2                   | Construction Work in Progress                     |                |
| 3                   | Materials and Supplies                            |                |
| 4                   | Working Capital/Deferred Rate Case                |                |
| 5                   | Net Elimination of Intercompany Leased Property   |                |
| 6                   | Deferred Pension Regulated Asset                  |                |
| 7                   | Plant Held for Future Use                         |                |
| 8                   |   |                |
| 9                   |   |                |
| 10                  | Total Additions                                   | <u>-</u>       |
|                     | Deductions:                                       |                |
| 11                  | Accumulated Depreciation                          |                |
| 12                  | Customer Deposits                                 |                |
| 13                  | Contributions and Advances in Aid of Construction |                |
| 14                  | Accumulated Deferred Tax-Accel. Depreciation      |                |
| 15                  | Accrued Interest on Customer Deposits             |                |
| 16                  |   |                |
| 17                  |   |                |
| 18                  | Total Deductions                                  | <u>-</u>       |
| 19                  | Rate Base   | <u>-</u>       |

Kingsport Power Company  
Income Statement  
For the Twelve Months Ended December 31, 2016

| <u>Line<br/>No.</u> |  | <u>Company</u> |
|---------------------|--|----------------|
| 1                   | <b>Operating Revenues:</b>             |                |
| 2                   | Operating Revenues                     |                |
| 3                   | Other Revenues                         |                |
| 4                   | Non-Firm Sales Revenues                |                |
| 5                   | Total Revenues                         | -              |
| 6                   | Operation and Maintenance Expense      | -              |
| 7                   | Depreciation & Amortization Expense    |                |
| 8                   | Taxes other Than Income                | 0              |
| 9                   | Charitable Contribution                |                |
| 10                  | AFUDC                                  |                |
| 11                  | Interest on Customer Deposits          |                |
| 12                  | State Income Tax                       | -              |
| 13                  | Federal Income Tax                     | -              |
| 14                  | <b>Total Expenses</b>                  | -              |
| 15                  | <b>Net Operating Income for Return</b> | -              |
| 16                  | Plus amortization-Gain                 |                |
| 17                  | Plus adjustments                       |                |
| 18                  | <b>Adjusted Net Operating Income</b>   | -              |

Kingsport Power Company  
Operation and Maintenance Expense  
For the Twelve Months Ended December 31, 2016

| <u>Line<br/>No.</u> |                               | <u>Company</u> |
|---------------------|-------------------------------|----------------|
| 1                   | Distribution                  |                |
| 2                   | Labor                         |                |
| 3                   | Benefits                      |                |
| 4                   | Employee Welfare              |                |
| 5                   | Insurance                     |                |
| 6                   | Rent, Maint., & Utilities     |                |
| 7                   | Vehicles & Equip              |                |
| 8                   | Materials and Supplies        |                |
| 9                   | Information Technologies      |                |
| 10                  | Telecom                       |                |
| 11                  | Marketing                     |                |
| 12                  | Directors & Shareholders & PR |                |
| 13                  | Dues & Donations              |                |
| 14                  | Print & Postage               |                |
| 15                  | Travel & Entertainment        |                |
| 16                  | Training                      |                |
| 17                  | Outside Services              |                |
| 18                  | Provision for Bad Debt        |                |
| 19                  | Miscellaneous                 |                |
| 20                  | Rate Case Expense             |                |
| 21                  | Interest Expense              |                |
| 22                  |                               |                |
| 23                  |                               |                |
| 24                  |                               |                |
| 25                  |                               |                |
| 26                  |                               |                |
| 27                  | Total O&M Expense             | <u>-</u>       |

Kingsport Power Company  
Taxes Other Than Federal Income Tax  
For the Twelve Months Ended December 31, 2016

| <u>Line<br/>No.</u> |                                     | <u>Company</u> |
|---------------------|-------------------------------------|----------------|
| 1                   | Property Taxes                      |                |
| 2                   | State Gross Receipts Tax            |                |
| 3                   | Payroll Taxes                       |                |
| 4                   | State Franchise Tax                 |                |
| 5                   | Other General Taxes                 |                |
| 6                   | TRA Inspection Fee                  |                |
| 7                   | Total Taxes Other Than Income Taxes | <u>-</u>       |

Kingsport Power Company  
Federal And Excise Taxes  
For the Twelve Months Ended December 31, 2016

| Line<br>No. |                                       | Company |
|-------------|---------------------------------------|---------|
| 1           | Operating Revenues at Current Rates   | -       |
| 2           | Operations and Maintenance Expense    | -       |
| 3           | Depreciation and Amortization Expense | -       |
| 4           | Taxes Other Than Income               | -       |
| 5           | Charitable Contribution               | -       |
| 6           | AFUDC                                 | -       |
| 7           | NOI Before Excise and Income Taxes    | -       |
| 8           | less Interest on Customer Deposits    | -       |
| 9           | less Interest Expense                 | -       |
| 10          | Pre-Tax Book Income                   | -       |
| 11          | Schedule M Adjustments                | -       |
| 12          | Excise Taxable Income                 | -       |
| 13          | Excise Tax Rate                       | A/      |
| 14          | Excise Tax                            | -       |
| 15          | Pre-tax Book Income                   | -       |
| 16          | Excise Tax                            | -       |
| 17          | Schedule M Adjustments                | -       |
| 18          | FIT Taxable Income                    | -       |
| 19          | FIT Rate                              | A/      |
| 20          | Subtotal FIT                          | -       |
| 21          | Less: ITC Amortization                | -       |
| 22          | Federal Income Tax Expense            | -       |

A/ Statutory Rate

Kingsport Power Company  
Gross Revenue Conversion Factor  
For the Twelve Months Ended December 31, 2016

| Line<br>No. |  | Amount | Balance  |
|-------------|--|--------|----------|
| 1           | Operating Revenues                     |        | 1.000000 |
| 2           | Add: Forfeited Discounts               | A/     | -        |
| 3           | Balance                                |        | 1.000000 |
| 4           | Uncollectible Ratio                    | B/     | -        |
| 5           | Balance                                |        | 1.000000 |
| 6           | State Excise Tax                       | - C/   | 0.000000 |
| 7           | Balance                                |        | 1.000000 |
| 8           | Federal Income Tax                     | - C/   | -        |
| 9           | Balance                                |        | 1.000000 |
| 10          | Revenue Conversion Factor (1 / Line 9) |        | 1.000000 |

A/ Forfeited discounts on gross revenues = forfeited discounts/gross revenues (excluding  
forfeited discounts)

B/ Uncollectible expense/Gross margin on sales

C/ Statutory Rate



Kingsport Power Company  
Cost of Capital  
For the Twelve Months Ended December 31, 2016

| Line<br>No. |                      | Ratio    | Cost | Weighted<br>Cost |
|-------------|----------------------|----------|------|------------------|
| 1           | Short Term Debt      |          |      | 0.0%             |
| 2           | Long Term Debt       |          |      | 0.0%             |
| 3           | Preferred Stock      |          |      | 0.0%             |
| 4           | Stockholder's Equity |          |      | 0.0%             |
| 5           | Total                | 0.00% A/ |      | 0.0%             |

A/ Should be 100%