

Delta-Montrose Electric Association & Subsidiary

Consolidated Balance Sheet

December 31, 2016 and 2015

ASSETS	<u>2016</u>	<u>2015</u>
UTILITY PLANT		
Electric Plant in Service	164,617,009	160,884,377
Other Property and Equipment	3,946,563	1,767,825
Construction Work In Progress	10,562,464	4,100,610
Less: Accumulated Depreciation	<u>(73,093,339)</u>	<u>(68,324,586)</u>
TOTAL UTILITY PLANT	<u>106,032,697</u>	<u>98,428,226</u>
INVESTMENTS & OTHER PROPERTY	<u>51,227,050</u>	<u>50,870,891</u>
CURRENT ASSETS		
Cash & Cash Equivalents	12,058,952	11,975,160
Accounts Receivable and Unbilled Revenue	9,922,361	9,490,950
Materials and Supplies	2,821,326	2,602,355
Other Current and Accrued Assets	<u>111,740</u>	<u>337,846</u>
TOTAL CURRENT ASSETS	<u>24,914,379</u>	<u>24,406,311</u>
DEFERRED DEBITS	<u>5,098,388</u>	<u>5,202,888</u>
TOTAL ASSETS	<u>187,272,514</u>	<u>178,908,316</u>
LIABILITIES & CAPITAL		
CAPITAL EQUITIES		
Patronage Capital	89,086,872	87,879,324
Other Equities (Deficit)	<u>8,713,501</u>	<u>8,267,350</u>
TOTAL CAPITAL EQUITIES	<u>97,800,373</u>	<u>96,146,674</u>
LONG-TERM DEBT	<u>68,458,491</u>	<u>64,629,176</u>
CURRENT LIABILITIES		
Current Maturities of Long-Term Debt	3,348,410	3,128,897
Accounts Payable	6,984,238	5,722,466
Accrued Taxes	816,982	937,178
Accrued Employee Compensated Absences	1,570,688	1,542,753
Accrued Interest	432,884	155,985
Other Current Liabilities	<u>61,559</u>	<u>77,323</u>
TOTAL CURRENT LIABILITIES	<u>13,214,761</u>	<u>11,564,602</u>
DEFERRED CREDITS	<u>7,798,889</u>	<u>6,567,864</u>
TOTAL LIABILITIES & CAPITAL	<u>187,272,514</u>	<u>178,908,316</u>

Delta-Montrose Electric Association & Subsidiary
Consolidated Statement of Revenue & Patronage Capital
December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
OPERATING REVENUES		
Electric Energy Revenue & Gross Sales	60,478,992	61,876,617
Miscellaneous Revenue	<u>3,923,210</u>	<u>3,103,913</u>
TOTAL OPERATING REVENUES	<u>64,402,202</u>	<u>64,980,530</u>
OPERATING EXPENSES		
Cost of Power & Goods Sold	40,644,368	41,862,817
Power Production	705,496	655,210
Operating Expenses - Transmission	443,060	344,741
Operating Expenses - Distribution	3,390,449	3,159,491
Maintenance of Distribution Plant	2,008,048	1,801,145
Customer Accounts	2,248,821	2,241,491
Other Customer Expenses	743,333	696,399
Administrative and General	5,779,852	5,299,003
Depreciation	5,400,284	5,338,946
Other Deductions	<u>486,094</u>	<u>619,069</u>
TOTAL OPERATING EXPENSES	<u>61,849,805</u>	<u>62,018,312</u>
OPERATING MARGINS - BEFORE FIXED CHARGES	2,552,397	2,962,218
FIXED CHARGES - INTEREST ON LONG-TERM DEBT	<u>2,477,175</u>	<u>2,577,252</u>
OPERATING MARGINS - AFTER FIXED CHARGES	75,222	384,966
CAPITAL CREDITS	<u>1,389,485</u>	<u>2,323,647</u>
NET OPERATING MARGINS	<u>1,464,707</u>	<u>2,708,613</u>
NON-OPERATING MARGINS (LOSS)		
Interest Revenue	458,420	468,790
Gain/(Loss) on Disposal of Assets	51,818	53,585
Other Non-operating Revenue	<u>(126,133)</u>	<u>9,240</u>
TOTAL NON-OPERATING MARGINS	<u>384,105</u>	<u>531,615</u>
NET MARGINS	<u>1,848,812</u>	<u>3,240,228</u>
Patronage Capital - Beginning of Year	87,879,324	88,553,802
Transfer to Other Equities	(313,339)	(1,123,834)
Patronage Capital Retired	<u>(327,925)</u>	<u>(2,790,872)</u>
PATRONAGE CAPITAL - END OF YEAR	<u>89,086,872</u>	<u>87,879,324</u>