

EXHIBIT "B"
TO
APPLICATION OF DIXIE ESCALANTE RURAL ASSOCIATION FOR
APPROVAL OF ACQUISITION OF ELECTRIC UTILITY
PLANT AND EQUIPMENT AND ADDITION
TO CERTIFICATE OF CONVENIENCE AND PUBLIC NECESSITY

FINANCIAL STATEMENTS

10/22/2020 8:53:11 am

General Ledger
CFC Form 7

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INCOME STATEMENT FOR AUG 2020

Item	Year - To - Date			Period - To - Date	
	Last Year	This Year	Budget	Current	Budget
1. Operating Revenue and Patronage Capital	1,902,503.63	2,350,978.69	0.00	479,310.74	0.00
2. Power Production Expense	0.00	0.00	0.00	0.00	0.00
3. Cost of Purchased Power	1,125,854.23	1,318,834.02	0.00	300,555.13	0.00
4. Transmission Expense	0.00	0.00	0.00	0.00	0.00
5. Regional Market Operations Expense	0.00	0.00	0.00	0.00	0.00
6. Distribution Expense - Operation	251,566.17	263,491.91	0.00	26,245.09	0.00
7. Distribution Expense - Maintenance	57,518.95	155,241.37	0.00	22,776.27	0.00
8. Customer Accounts Expense	87,960.72	75,178.41	0.00	3,095.72	0.00
9. Customer Service and Informational Expense	0.00	0.00	0.00	0.00	0.00
10. Sales Expense	0.00	0.00	0.00	0.00	0.00
11. Administrative and General Expense	348,849.28	337,927.59	0.00	42,109.91	0.00
12. Total Operation & Maintenance Expense (2 thru 11)	1,871,749.35	2,150,673.30	0.00	394,782.12	0.00
13. Depreciation & Amortization Expense	138,853.30	150,668.19	0.00	19,375.18	0.00
14. Tax Expense - Property	0.00	0.00	0.00	0.00	0.00
15. Tax Expense - Other	0.00	0.00	0.00	0.00	0.00
16. Interest on Long-Term Debt	48,876.70	44,296.25	0.00	5,000.00	0.00
17. Interest Charged to Construction - Credit	0.00	0.00	0.00	0.00	0.00
18. Interest Expense - Other	10,904.40	10,723.46	0.00	1,340.00	0.00
19. Other Deductions	0.00	0.00	0.00	0.00	0.00
20. Total Cost of Electric Service (12 thru 19)	2,070,383.75	2,356,361.20	0.00	420,497.30	0.00
21. Patronage Capital & Operating Margins (1 minus 20)	-167,880.12	-5,382.51	0.00	58,813.44	0.00
22. Non Operating Margins - Interest	1,349.08	1,354.68	0.00	0.00	0.00
23. Allowance for Funds Used During Construction	0.00	0.00	0.00	0.00	0.00
24. Income (Loss) from Equity Investments	0.00	0.00	0.00	0.00	0.00
25. Non Operating Margins - Other	-153,853.85	-146,417.46	0.00	-85,145.45	0.00
26. Generation and Transmission Capital Credits	5,654.40	654.00	0.00	0.00	0.00
27. Other Capital Credits and Patronage Dividends	569.00	787.00	0.00	0.00	0.00
28. Extraordinary Items	0.00	0.00	0.00	0.00	0.00
29. Patronage Capital or Margins (21 thru 28)	-314,161.49	-149,004.29	0.00	-26,332.01	0.00
Operating - Margin	-167,880.12	-5,382.51	0.00	58,813.44	0.00
Non Operating - Margin	-146,281.37	-143,621.78	0.00	-85,145.45	0.00
Times Interest Earned Ratio - Operating	-2.43	0.88			
Times Interest Earned Ratio - Net	-5.43	-2.36			
Times Interest Earned Ratio - Modified	-5.55	-2.40			

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PARAMETERS ENTERED:

Period: AUG 2020
Standard Financial: CFC Form 7
Group By: All
Division: [1]
Department: All
Format: Summary
Include Departments: No
Round To Whole Dollars: No
Report Basis: Calendar Year
Budget Revision: Highest
Financial And Statistical Data: No
Compare: Budget

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BALANCE SHEET FOR AUG 2020

	<u>Last Year</u>	<u>This Year</u>	<u>Variance</u>
ASSETS AND OTHER DEBITS			
1. Total Utility Plant in Service	6,310,327.20	6,999,650.21	689,323.01
2. Construction Work in Progress	380,900.05	379,628.77	-1,271.28
3. Total Utility Plant (1 + 2)	<u>6,691,227.25</u>	<u>7,379,278.98</u>	688,051.73
4. Accum. Provision for Depreciation and Amort.	-1,958,655.98	-2,049,701.77	-91,045.79
5. Net Utility Plant (3 - 4)	<u>4,732,571.27</u>	<u>5,329,577.21</u>	597,005.94
6. Non-Utility Property (Net)	0.00	0.00	0.00
7. Invest. in Subsidiary Companies	0.00	0.00	0.00
8. Invest. in Assoc. Org. - Patronage Capital	65,856.88	69,129.44	3,272.56
9. Invest. in Assoc. Org. - Other - General Funds	78,641.00	78,641.00	0.00
10. Invest. in Assoc. Org. - Other - Nongeneral Funds	0.00	0.00	0.00
11. Invest. in Economic Development Projects	0.00	0.00	0.00
12. Other Investments	0.00	0.00	0.00
13. Special Funds	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
14. Total Other Property & Investments (6 thru 13)	144,497.88	147,770.44	3,272.56
15. Cash - General Funds	647,622.47	1,466,863.43	819,240.96
16. Cash - Construction Funds - Trustee	0.00	0.00	0.00
17. Special Deposits	0.00	0.00	0.00
18. Temporary Investments	8,952.70	8,952.70	0.00
19. Notes Receivable (Net)	0.00	0.00	0.00
20. Accounts Receivable - Sales of Energy (Net)	541,451.24	657,002.07	115,550.83
21. Accounts Receivable - Other (Net)	2,271,877.94	3,370,682.76	1,098,804.82
22. Renewable Energy Credits	0.00	0.00	0.00
23. Material and Supplies - Electric & Other	15,655.54	17,514.27	1,858.73
24. Prepayments	24,991.28	15,887.66	-9,103.62
25. Other Current and Accrued Assets	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
26. Total Current and Accrued Assets (15 thru 25)	3,510,551.17	5,536,902.89	2,026,351.72
27. Deferred Debits	292,530.46	276,457.32	-16,073.14
28. Total Assets and Other Debits (5 + 14 + 26 + 27)	<u><u>8,680,150.78</u></u>	<u><u>11,290,707.86</u></u>	<u><u>2,610,557.08</u></u>

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BALANCE SHEET FOR AUG 2020

	<u>Last Year</u>	<u>This Year</u>	<u>Variance</u>
LIABILITIES AND OTHER CREDITS			
29. Memberships	855.00	855.00	0.00
30. Patronage Capital	3,130,289.01	3,227,796.66	97,507.65
31. Operating Margins - Prior Years	0.00	0.00	0.00
32. Operating Margins - Current Year	-167,880.12	-5,382.51	162,497.61
33. Non-Operating Margins	-146,281.37	-143,621.78	2,659.59
34. Other Margins and Equities	<u>14,496.28</u>	<u>16,127.54</u>	<u>1,631.26</u>
35. Total Margins & Equities (29 thru 34)	2,914,494.65	2,918,667.51	4,172.86
36. Long-Term Debt - CFC (Net)	0.00	0.00	0.00
37. Long-Term Debt - Other (Net)	<u>2,042,364.95</u>	<u>3,644,684.02</u>	<u>1,602,319.07</u>
38. Total Long-Term Debt (36 + 37)	2,042,364.95	3,644,684.02	1,602,319.07
39. Obligations Under Capital Leases	0.00	0.00	0.00
40. Accumulated Operating Provisions	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
41. Total Other Noncurrent Liabilities (39 + 40)	0.00	0.00	0.00
42. Notes Payable	0.00	0.00	0.00
43. Accounts Payable	565,148.55	599,121.44	33,972.89
44. Consumers Deposits	5,290.00	5,890.00	600.00
45. Current Maturities Long-Term Debt	0.00	0.00	0.00
46. Current Maturities Long-Term Debt - Econ. Devel.	0.00	0.00	0.00
47. Current Maturities Capital Leases	0.00	0.00	0.00
48. Other Current and Accrued Liabilities	<u>2,201,097.27</u>	<u>3,647,262.70</u>	<u>1,446,165.43</u>
49. Total Current & Accrued Liabilities (42 thru 48)	2,771,535.82	4,252,274.14	1,480,738.32
50. Deferred Credits	<u>951,604.34</u>	<u>474,973.35</u>	<u>-476,630.99</u>
51. Total Liab. & Other Credits (35+38+41+49+50)	<u><u>8,679,999.76</u></u>	<u><u>11,290,599.02</u></u>	<u><u>2,610,599.26</u></u>
ESTIMATED CONTRIBUTION-IN-AID-OF-CONSTRUCTION			
Balance Beginning of Year	-157,018.29		
Amounts Received This Year (Net)	<u>-45,626.15</u>		
TOTAL Contributions-In-Aid-Of-Construction	<u><u>-202,644.44</u></u>		

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PARAMETERS ENTERED:

Period: AUG 2020
Standard Financial: CFC Form 7
Group By: All
Division: [1]
Department: All
Format: Summary
Include Departments: No
Round To Whole Dollars: No
Report Basis: Calendar Year
Budget Revision: Highest
Financial And Statistical Data: No
Compare: Budget

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BALANCE SHEET FOR AUG 2020

	<u>Last Year</u>	<u>This Year</u>	<u>Variance</u>
ASSETS AND OTHER DEBITS			
1. Total Utility Plant in Service	118,640,371.86	143,237,780.22	24,597,408.36
2. Construction Work in Progress	29,607,163.86	21,580,509.80	-8,026,654.06
3. Total Utility Plant (1 + 2)	148,247,535.72	164,818,290.02	16,570,754.30
4. Accum. Provision for Depreciation and Amort.	-34,026,189.42	-36,903,273.29	-2,877,083.87
5. Net Utility Plant (3 - 4)	114,221,346.30	127,915,016.73	13,693,670.43
6. Non-Utility Property (Net)	514,759.77	190,714.72	-324,045.05
7. Invest. in Subsidiary Companies	0.00	0.00	0.00
8. Invest. in Assoc. Org. - Patronage Capital	1,919,230.08	2,335,699.09	416,469.01
9. Invest. in Assoc. Org. - Other - General Funds	443,043.61	443,043.61	0.00
10. Invest. in Assoc. Org. - Other - Nongeneral Funds	0.00	0.00	0.00
11. Invest. in Economic Development Projects	0.00	0.00	0.00
12. Other Investments	0.00	0.00	0.00
13. Special Funds	0.00	0.00	0.00
14. Total Other Property & Investments (6 thru 13)	2,877,033.46	2,969,457.42	92,423.96
15. Cash - General Funds	3,612,775.91	6,679,964.85	3,067,188.94
16. Cash - Construction Funds - Trustee	0.00	0.00	0.00
17. Special Deposits	28,394.52	133,992.16	105,597.64
18. Temporary Investments	0.00	0.00	0.00
19. Notes Receivable (Net)	947,477.00	833,156.00	-114,321.00
20. Accounts Receivable - Sales of Energy (Net)	3,867,480.59	4,241,139.58	373,658.99
21. Accounts Receivable - Other (Net)	3,295,781.89	4,581,802.24	1,286,020.35
22. Renewable Energy Credits	0.00	0.00	0.00
23. Material and Supplies - Electric & Other	4,568,060.98	5,165,320.11	597,259.13
24. Prepayments	128,305.36	148,679.36	20,374.00
25. Other Current and Accrued Assets	9,947.48	9,873.56	-73.92
26. Total Current and Accrued Assets (15 thru 25)	16,458,223.73	21,793,927.86	5,335,704.13
27. Deferred Debits	1,543,668.80	1,343,921.16	-199,747.64
28. Total Assets and Other Debits (5 + 14 + 26 + 27)	135,100,272.29	154,022,323.17	18,922,050.88

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BALANCE SHEET FOR AUG 2020

	<u>Last Year</u>	<u>This Year</u>	<u>Variance</u>
LIABILITIES AND OTHER CREDITS			
29. Memberships	8,595.00	8,595.00	0.00
30. Patronage Capital	23,550,308.58	26,257,759.68	2,707,451.10
31. Operating Margins - Prior Years	0.00	0.00	0.00
32. Operating Margins - Current Year	892,615.11	-361,740.05	-1,254,355.16
33. Non-Operating Margins	10,377,829.74	10,432,786.44	54,956.70
34. Other Margins and Equities	<u>790,471.91</u>	<u>790,471.91</u>	<u>0.00</u>
35. Total Margins & Equities (29 thru 34)	35,619,820.34	37,127,872.98	1,508,052.64
36. Long-Term Debt - CFC (Net)	40,857,438.15	49,442,606.70	8,585,168.55
37. Long-Term Debt - Other (Net)	<u>0.00</u>	<u>1,571,400.00</u>	<u>1,571,400.00</u>
38. Total Long-Term Debt (36 + 37)	40,857,438.15	51,014,006.70	10,156,568.55
39. Obligations Under Capital Leases	0.00	91,084.50	91,084.50
40. Accumulated Operating Provisions	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
41. Total Other Noncurrent Liabilities (39 + 40)	0.00	91,084.50	91,084.50
42. Notes Payable	0.00	0.00	0.00
43. Accounts Payable	6,694,251.47	7,576,409.33	882,157.86
44. Consumers Deposits	420,940.94	744,486.94	323,546.00
45. Current Maturities Long-Term Debt	0.00	0.00	0.00
46. Current Maturities Long-Term Debt - Econ. Devel.	0.00	0.00	0.00
47. Current Maturities Capital Leases	0.00	0.00	0.00
48. Other Current and Accrued Liabilities	<u>4,282,247.18</u>	<u>6,009,066.89</u>	<u>1,726,819.71</u>
49. Total Current & Accrued Liabilities (42 thru 48)	11,397,439.59	14,329,963.16	2,932,523.57
50. Deferred Credits	<u>47,225,574.21</u>	<u>51,459,720.51</u>	<u>4,234,146.30</u>
51. Total Liab. & Other Credits (35+38+41+49+50)	<u><u>135,100,272.29</u></u>	<u><u>154,022,647.85</u></u>	<u><u>18,922,375.56</u></u>
ESTIMATED CONTRIBUTION-IN-AID-OF-CONSTRUCTION			
Balance Beginning of Year	-63,813,958.55		
Amounts Received This Year (Net)	<u>-6,326,897.69</u>		
TOTAL Contributions-In-Aid-Of-Construction	<u><u>-70,140,856.24</u></u>		

General Ledger
CFC Form 7

PARAMETERS ENTERED:

Period: AUG 2020
Standard Financial: CFC Form 7
Group By: All
Division: [0]
Department: All
Format: Summary
Include Departments: No
Round To Whole Dollars: No
Report Basis: Calendar Year
Budget Revision: Highest
Financial And Statistical Data: No
Compare: Budget

General Ledger
CFC Form 7

INCOME STATEMENT FOR AUG 2020

Item	Year - To - Date			Period - To - Date	
	Last Year	This Year	Budget	Current	Budget
1. Operating Revenue and Patronage Capital	25,388,194.85	27,612,793.70	27,097,261.00	5,169,576.58	4,898,264.00
2. Power Production Expense	0.00	0.00	0.00	0.00	0.00
3. Cost of Purchased Power	14,602,012.79	17,214,706.16	16,033,180.00	3,127,626.84	2,685,309.00
4. Transmission Expense	95,089.42	69,785.60	86,193.79	10,286.07	10,379.99
5. Regional Market Operations Expense	0.00	0.00	0.00	0.00	0.00
6. Distribution Expense - Operation	1,220,025.74	1,283,085.83	1,329,319.12	146,117.97	146,332.01
7. Distribution Expense - Maintenance	996,343.51	1,096,329.23	1,059,168.79	153,633.42	149,961.62
8. Customer Accounts Expense	919,766.35	953,597.43	1,005,364.58	116,103.97	127,100.59
9. Customer Service and Informational Expense	343,823.13	317,454.28	363,076.40	31,029.01	52,216.58
10. Sales Expense	0.00	0.00	0.00	0.00	0.00
11. Administrative and General Expense	2,014,560.22	1,942,700.80	2,126,133.69	206,887.09	213,183.87
12. Total Operation & Maintenance Expense (2 thru 11)	20,191,621.16	22,877,659.33	22,002,436.37	3,791,684.37	3,384,483.66
13. Depreciation & Amortization Expense	2,136,429.01	2,711,903.61	2,654,485.12	352,801.67	348,835.64
14. Tax Expense - Property	610,465.24	719,353.00	723,336.00	86,434.00	90,417.00
15. Tax Expense - Other	0.00	0.00	0.00	0.00	0.00
16. Interest on Long-Term Debt	1,267,349.81	1,338,802.39	1,558,398.00	169,767.59	189,681.00
17. Interest Charged to Construction - Credit	0.00	0.00	0.00	0.00	0.00
18. Interest Expense - Other	13,552.50	14,909.93	14,365.63	1,657.41	1,821.26
19. Other Deductions	276,162.02	311,905.49	289,979.92	38,916.00	37,379.04
20. Total Cost of Electric Service (12 thru 19)	24,495,579.74	27,974,533.75	27,243,001.04	4,441,261.04	4,052,617.60
21. Patronage Capital & Operating Margins (1 minus 20)	892,615.11	-361,740.05	-145,740.04	728,315.54	845,646.40
22. Non Operating Margins - Interest	8,739.40	8,674.66	8,000.00	1,079.61	1,000.00
23. Allowance for Funds Used During Construction	0.00	0.00	0.00	0.00	0.00
24. Income (Loss) from Equity Investments	0.00	0.00	0.00	0.00	0.00
25. Non Operating Margins - Other	1,243,639.08	1,324,456.92	1,307,000.00	299,901.71	153,500.00
26. Generation and Transmission Capital Credits	16,360.00	16,360.00	16,360.00	0.00	0.00
27. Other Capital Credits and Patronage Dividends	37,343.44	11,547.04	35,500.00	0.00	0.00
28. Extraordinary Items	0.00	0.00	0.00	0.00	0.00
29. Patronage Capital or Margins (21 thru 28)	2,198,697.03	999,298.57	1,221,119.96	1,029,296.86	1,000,146.40
Operating - Margin	892,615.11	-361,740.05	-145,740.04	728,315.54	845,646.40
Non Operating - Margin	1,306,081.92	1,361,038.62	1,366,860.00	300,981.32	154,500.00
Times Interest Earned Ratio - Operating	1.70	0.73			
Times Interest Earned Ratio - Net	2.73	1.75			
Times Interest Earned Ratio - Modified	2.69	1.73			

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**General Ledger
CFC Form 7**

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PARAMETERS ENTERED:

Period: AUG 2020
Standard Financial: CFC Form 7
Group By: All
Division: [0]
Department: All
Format: Summary
Include Departments: No
Round To Whole Dollars: No
Report Basis: Calendar Year
Budget Revision: Highest
Financial And Statistical Data: No
Compare: Budget