

CDE Lightband

Fiscal Year 2016

Budget Presentation

CDE Lightband – Behind Our Budgets

Mission

TO IMPROVE OUR COMMUNITY THROUGH THE RELIABLE AND AFFORDABLE DELIVERY OF ELECTRIC AND BROADBAND SERVICES.

Vision

Rates

Provide electric and broadband services at affordable and competitive rates.

System Reliability

Provide the highest level of system reliability

Customer Service

Provide a level of service that exceeds customer expectations

Energy Efficiency

Be a leader in promoting energy efficiency

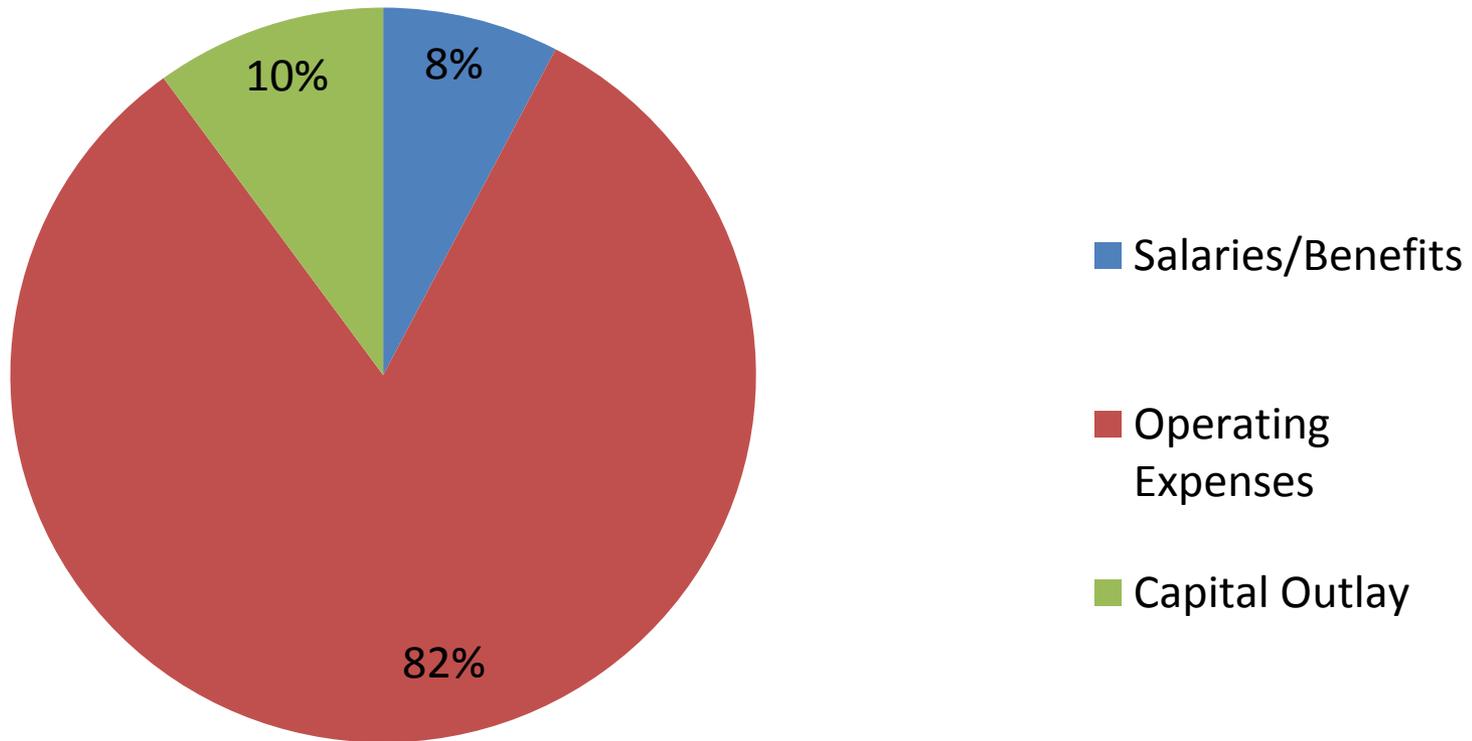
Work Force Development

Develop a workforce that can lead the next generation to carry on the mission and vision of CDE Lightband.



CDE Lightband – Electric Division FY 2016 Proposed Budget

FY 2016



CDE Lightband – Electric Division

FY 2016 Proposed Budget

	Actual 2014	Original Budget 2015	Projected 2015	Proposed 2016
Salaries/Benefits	\$10,873,907	\$12,234,398	\$10,937,230	\$13,046,448
Operating Expenses	\$134,929,769	\$137,995,042	\$138,130,051	\$140,289,823
Capital Outlay	\$17,387,982	\$18,529,123	\$18,124,985	\$17,085,084
TOTAL	\$163,191,658	\$168,758,563	\$167,192,266	\$170,421,355

FTE/New Employee Requests

Full-time Equivalent	FY 2012	FY 2013	FY 2014	FY 2015	Proposed FY 2016
# of Full-time	147	151	156	165	171
# of Part-time	32	35	38	36	37
Full-time Equivalent	160.5	164	170	186	192

New Employee Requests	Expected Cost	Reason for Position
Operations Dispatcher	\$33,373	Growth in Operations
Electrical Engineering Specialist	\$60,000	Growth in Operations
FTTH Technician	\$44,381	Growth in Operations
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Tier One Customer Support	\$25,560	Growth in Operations
Business Development Coordinator	\$37,000	Growth in Operations
Customer Service Repr. - PT	\$16,452	Growth in Operations

Number of Electric Customers

Meters	FY 2012	FY 2013	FY 2014	FY 2015	Projected FY 2016
As of June 30:	62,744	63,561	65,501	66,542	67,600

Capital Outlay Requests – **Electric**

Capital Outlay Request	Cost	Justification
Annexation Payments	\$115,103	Made to CEMC after City annexes land
Bond Payments	\$5,687,271	Required payment of principal and interest
Computers and Hardware Upgrades	\$145,310	Replace end-of-life servers, desktops, and laptops
Software	\$657,050	Outage Management System, Fiber Mapping, Disaster Recovery
Meters and Metering Equipment	\$2,735,000	Conversion to electronic meters
Office Equipment and Upgrades	\$112,350	Normal operations; includes replacement of 2 HVAC units

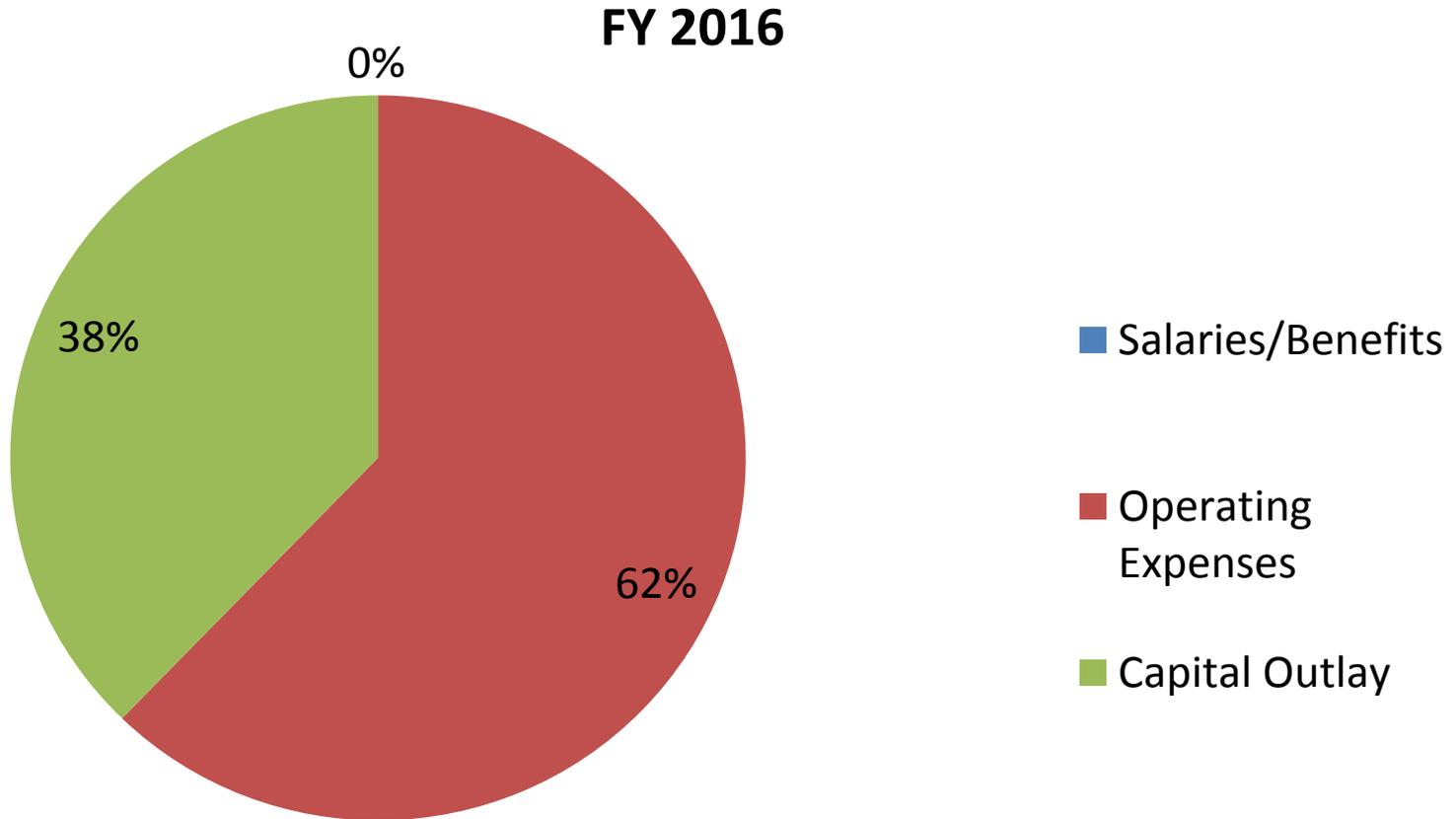
Capital Outlay Requests – Electric (Continued)

Capital Outlay Request	Cost	Justification
Plant Materials	\$4,988,600	Regular operations and growth
Substation Construction & Materials	\$228,000	Normal operations
Tools and Work Equipment	\$76,800	Normal operations
Transformers and Switchgear	\$960,000	Replace older transformers
Transportation	\$706,000	Normal operations
Property Purchases	\$550,000	Potential new substation site
Drive Through Relocation and SCADA Center – FUNDED THROUGH RESERVES	\$1,640,000	To improve traffic congestion and flow
Grid Automation Project – FUNDED THROUGH RESERVES	\$2,400,000	To begin construction of self-healing outage network
South Fiber Ring Upgrade – FUNDED THROUGH RESERVES	\$735,000	To upgrade fiber network to handle higher speeds

CDE Lightband – Electric Division Revenues By Source

Revenues by Source	Actual 2014	Original Budget 2015	Projected 2015	Proposed 2016
Operating Revenues	\$162,603,188	\$163,378,768	\$164,244,557	\$165,056,013
BB Cost Allocations	\$5,586,721	\$5,400,000	\$5,400,000	\$5,420,703
Total	\$168,189,909	\$168,778,768	\$169,644,557	\$170,476,716

CDE Lightband – Broadband Division FY 2016 Proposed Budget



CDE Lightband – Broadband Division

FY 2016 Proposed Budget

	Actual 2014	Original Budget 2015	Projected 2015	Proposed 2016
Operating Expenses	\$8,917,974	\$8,485,863	\$9,463,909	\$11,473,706
Capital Outlay	\$6,611,680	\$6,828,200	\$6,714,154	\$6,959,303
TOTAL	\$15,529,654	\$15,314,063	\$16,178,063	\$18,433,009

Capital Outlay Requests - **Broadband**

Capital Outlay Request	Cost	Justification
Computers and Hardware Upgrades	\$240,400	Growth of operations
Transportation	\$44,000	2 replacement vehicles
Plant Materials	\$1,176,200	Growth of operations – set top boxes
Payments to Electric Division	\$5,420,703	Cost allocations

CDE Lightband - **Broadband**

Revenues By Source

Revenues by Source	Actual 2014	Original Budget 2015	Projected 2015	Proposed 2016
Operating Revenues	\$15,081,851	\$15,714,123	\$18,222,415	\$19,142,792
Total	\$15,081,851	\$15,714,123	\$18,222,415	\$19,142,792