

CDE
LIGHTBAND®

Connecting You at the Speed of Light.™



MISSION STATEMENT

To improve our community through the reliable and affordable delivery of electric and broadband services

Building for the FUTURE...



Building a new substation to
keep up with the demand of a
growing community

Building for the FUTURE...



Improving fiber optic
technology throughout our
distribution system to increase
reliability and sustainability

Building for the **FUTURE...**



Educating rate payers
by hosting workshops, public
events and promoting energy
efficiency

Building for the FUTURE...



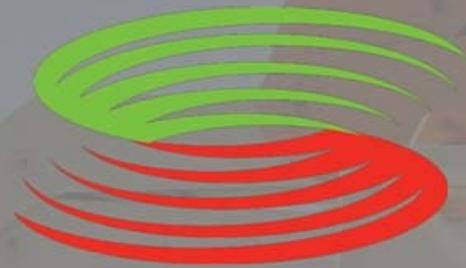
Evolving with our customer base
by promoting more technology
focused communication options

Building for the **FUTURE...**



New employee requests provide essential growth for fiber and service to our customers.

Building for the FUTURE...



CDE

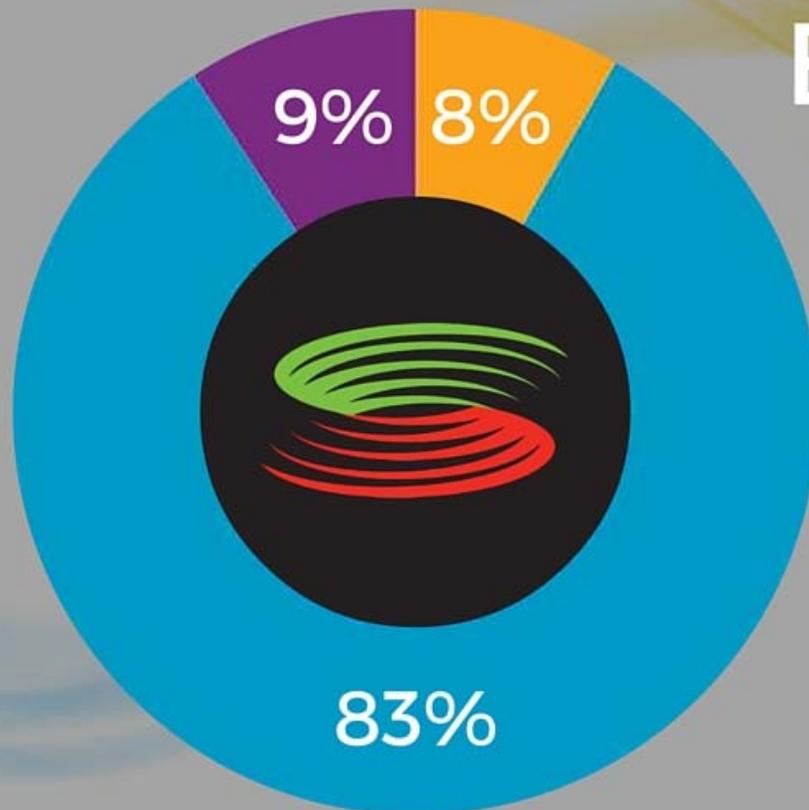
LIGHTBAND®

Fiscal Year 2017 Budget Presentation

Building for the **FUTURE...**

Electric Division

FY 2017 Proposed Budget



Salaries/Benefits*



Operating Expenses



Capital Outlay

* Salaries/Benefits includes employees of both divisions

Electric Division

FY 2017 Proposed Budget

 Actual 2015	Original Budget 2016	Projected 2016	Proposed 2017	
Salaries/ Benefits	\$11,190,134	\$13,046,048	\$11,782,523	\$14,063,954
Operating Expenses	\$136,368,377	\$140,290,223	\$136,374,673	\$140,366,958
Capital Outlay	\$18,124,985	\$17,085,084	\$16,865,830	\$15,739,357
TOTAL	\$165,683,496	\$170,421,355	\$165,023,026	\$170,170,269

FTE/New Employee Requests

Full-time Equivalent	FY 2013	FY 2014	FY 2015	FY 2016	Proposed FY 2017
# of Full-time	151	156	165	177	183
# of Part-time	35	38	36	33	37
Full-time Equivalent	152.65	170.22	186.01	191.04	194.00

New Employee Requests	Expected Cost	Reason for Position
(3) FTTH Technician	\$45,525	Growth in operations
(2) Customer Service Specialist	\$31,649	Growth in operations
(2) Tier One	\$28,576	Growth in operations

Capital Outlay Request

Electric Division

Capital Outlay Request	Cost	Justification
Annexation Payments	\$115,103	Made to CEMC after City annexes land
Bond Payments	\$5,705,000	Required payment of principal and interest
Computers and Hardware Upgrades	\$194,475	Replace end-of-life servers, desktops, and laptops
Software	\$863,135	Fiber Mapping Software
Meters and Metering Equipment	\$1,653,018	Conversion to electronic meters
Office Equipment and Upgrades	\$308,900	Normal operations; includes replacement of 3 HVAC units



Capital Outlay Request

Electric Division

Capital Outlay Request	Cost	Justification
Plant Materials	\$4,390,000	Regular operations and growth
Substation Construction & Materials	\$220,000	Normal operations
Transformers	\$768,000	Replace older transformers
Transportation	\$535,000	Fleet replacements
Property Purchases	\$550,000	Potential new substation site
Substation Improvement and Grid Automation Project – FUNDED THROUGH RESERVES	\$3,500,000	Rebuilding substations and improvements to network

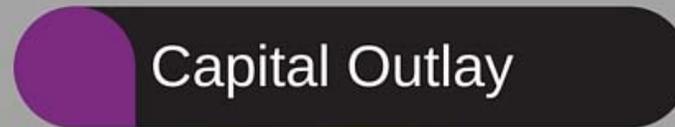
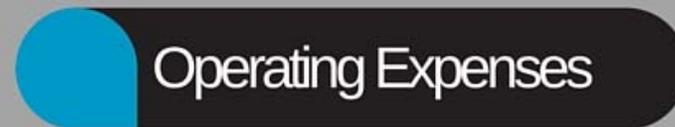
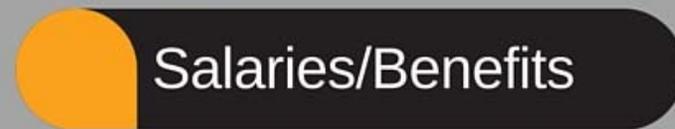
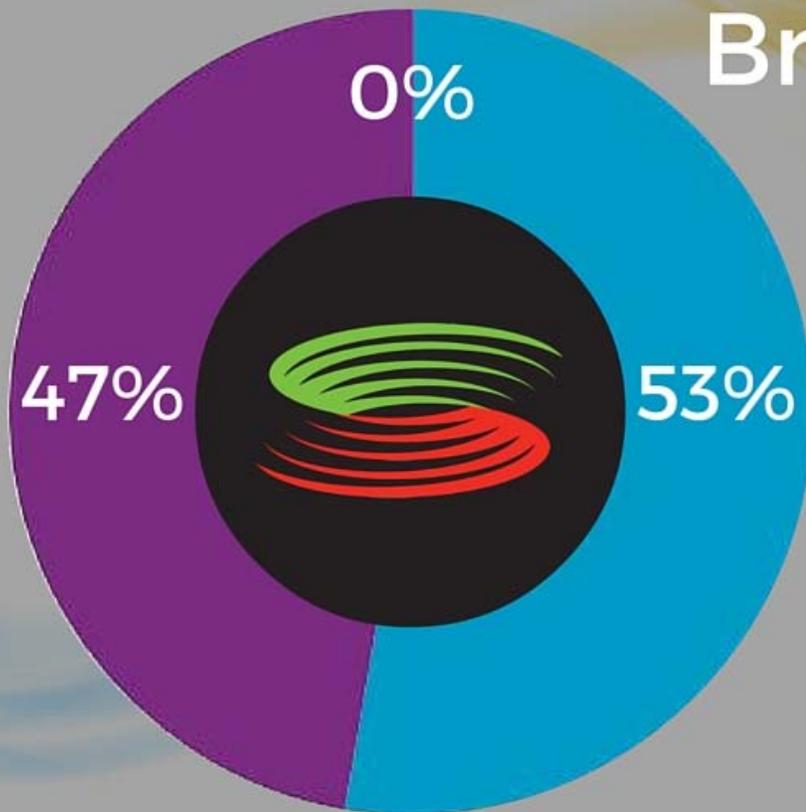


Electric Division Revenues

Revenues by Source	Actual 2015	Original Budget 2016	Projected 2016	Proposed 2017
Operating Revenues	\$163,046,997	\$165,056,013	\$162,128,426	\$163,749,710
BB Cost Allocations	\$5,496,845	\$5,420,703	\$5,400,000	\$7,000,000
Total	\$168,543,842	\$170,476,716	\$167,528,426	\$170,749,710

Broadband Division

FY 2017 Proposed Budget



Broadband Division

FY 2017 Proposed Budget

 Actual 2015	Original Budget 2016	Projected 2016	Proposed 2017	
Operating Expenses	\$9,969,581	\$11,473,706	\$8,411,293	\$10,707,856
Capital Outlay	\$6,447,522	\$6,959,303	\$6,959,303	\$9,600,956
TOTAL	\$16,417,103	\$18,433,009	\$15,370,596	\$20,308,812

Capital Outlay Request

Broadband Division

Capital Outlay Request	Cost	Justification
Computers and Software Upgrades	\$551,700	Growth of operations; new network monitoring software
Transportation	\$84,456	3 replacement vehicles
Plant Materials	\$1,578,000	Growth of operations – set top boxes
Payments to Electric Division	\$7,000,000	Cost allocations and loan repayments



Broadband Division Revenues

Revenues by Source	Actual 2015	Original Budget 2016	Projected 2016	Proposed 2017
Operating Revenues	\$18,316,799	\$19,142,792	\$19,393,239	\$21,122,900
Total	\$18,316,799	\$19,142,792	\$19,393,239	\$21,122,900



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