## Combined Electric Statement of Earnings

For the Twelve Months Ending May 31, 2017

(Amounts in Thousands of Dollars)

### Operating Revenues

<table>
<thead>
<tr>
<th>Category</th>
<th>Current Month</th>
<th>Prior</th>
<th>Year to Date</th>
<th>Prior</th>
<th>Over (Under) - Year to Date</th>
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</thead>
<tbody>
<tr>
<td></td>
<td>Budget</td>
<td>Actual</td>
<td>Percent</td>
<td>Actual</td>
<td>Percent</td>
</tr>
<tr>
<td>Residential</td>
<td>$2,297</td>
<td>$2,012</td>
<td>$2,580</td>
<td>$2,068</td>
<td>$2,092</td>
</tr>
<tr>
<td>Commercial</td>
<td>492</td>
<td>418</td>
<td>540</td>
<td>74</td>
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<tr>
<td>GSS</td>
<td>2,150</td>
<td>1,777</td>
<td>2,364</td>
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<td>(17.3%)</td>
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<tr>
<td>GSP</td>
<td>2,035</td>
<td>2,401</td>
<td>3,289</td>
<td>(634)</td>
<td>(20.5%)</td>
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<tr>
<td>Unbilled Revenue</td>
<td>700</td>
<td>262</td>
<td>700</td>
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<td>Wholesale Power Sales</td>
<td>2,165</td>
<td>3,702</td>
<td>1,931</td>
<td>1,537</td>
<td>(71.0%)</td>
</tr>
<tr>
<td>Water System</td>
<td>86</td>
<td>97</td>
<td>98</td>
<td>11</td>
<td>12.8%</td>
</tr>
<tr>
<td>City of Owensboro</td>
<td>260</td>
<td>227</td>
<td>191</td>
<td>(33)</td>
<td>(12.7%)</td>
</tr>
<tr>
<td>Telecommunications</td>
<td>120</td>
<td>144</td>
<td>112</td>
<td>24</td>
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</tr>
<tr>
<td>BAB Interest Subsidy</td>
<td>45</td>
<td>45</td>
<td>45</td>
<td>0</td>
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<tr>
<td>Financial Hedge Gain (Loss)</td>
<td>471</td>
<td>409</td>
<td>957</td>
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<td>(13.2%)</td>
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<tr>
<td>Miscellaneous Operating Revenues</td>
<td>98</td>
<td>116</td>
<td>87</td>
<td>18</td>
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<tr>
<td>TOTAL OPERATING REVENUES</td>
<td>11,219</td>
<td>12,048</td>
<td>12,456</td>
<td>829</td>
<td>7.4%</td>
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### Operating Expenses

<table>
<thead>
<tr>
<th>Category</th>
<th>Current Month</th>
<th>Prior</th>
<th>Year to Date</th>
<th>Prior</th>
<th>Over (Under) - Year to Date</th>
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<tbody>
<tr>
<td></td>
<td>Budget</td>
<td>Actual</td>
<td>Percent</td>
<td>Actual</td>
<td>Percent</td>
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<tr>
<td>Residential Fuel for Electric Generation</td>
<td>3,446</td>
<td>4,944</td>
<td>3,536</td>
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<td>Purchased Power</td>
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<td>933</td>
<td>508</td>
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<tr>
<td>Other Production</td>
<td>1,433</td>
<td>609</td>
<td>3,008</td>
<td>(824)</td>
<td>(57.5%)</td>
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<td>Transmission and Distribution</td>
<td>814</td>
<td>950</td>
<td>784</td>
<td>144</td>
<td>17.7%</td>
</tr>
<tr>
<td>Telecommunications</td>
<td>59</td>
<td>86</td>
<td>46</td>
<td>27</td>
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</tr>
<tr>
<td>Wholesale Administration</td>
<td>25</td>
<td>34</td>
<td>25</td>
<td>9</td>
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<tr>
<td>Service and Customer Service</td>
<td>153</td>
<td>169</td>
<td>123</td>
<td>16</td>
<td>10.5%</td>
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<tr>
<td>General and Administrative</td>
<td>705</td>
<td>3,080</td>
<td>1,994</td>
<td>2,375</td>
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<td>Depreciation</td>
<td>1,531</td>
<td>1,508</td>
<td>1,488</td>
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<td>(1.5%)</td>
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<td>TOTAL OPERATING EXPENSES</td>
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<td>11,871</td>
<td>11,512</td>
<td>2,426</td>
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### Operating Income (Expense)

<table>
<thead>
<tr>
<th>Category</th>
<th>Current Month</th>
<th>Prior</th>
<th>Year to Date</th>
<th>Prior</th>
<th>Over (Under) - Year to Date</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Budget</td>
<td>Actual</td>
<td>Percent</td>
<td>Actual</td>
<td>Percent</td>
</tr>
<tr>
<td>Interest and Debt Expense</td>
<td>(922)</td>
<td>(923)</td>
<td>(956)</td>
<td>(1)</td>
<td>(0.1%)</td>
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<tr>
<td>Interest Income on investments</td>
<td>135</td>
<td>157</td>
<td>145</td>
<td>22</td>
<td>16.3%</td>
</tr>
<tr>
<td>Other, Net</td>
<td>8</td>
<td>7</td>
<td>25</td>
<td>(1)</td>
<td>(12.5%)</td>
</tr>
<tr>
<td>Extraordinary Gain (Loss)</td>
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<td>0</td>
<td>33</td>
<td>0</td>
<td>0.0%</td>
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<tr>
<td>OTHER INCOME (EXPENSE)</td>
<td>(779)</td>
<td>(759)</td>
<td>(753)</td>
<td>20</td>
<td>2.6%</td>
</tr>
<tr>
<td>NET EARNINGS</td>
<td>$995</td>
<td>($582)</td>
<td>$191</td>
<td>($1,577)</td>
<td>(158.5%)</td>
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## Local people.

### Electric Light and Power System

### Combined Electric Statement of Earnings

For the Twelve Months Ending May 31, 2017

(Amounts in Thousands of Dollars)
### OVERNOSBORO MUNICIPAL UTILITIES

**Water System Statement of Earnings**

For the Twelve Months Ending May 31, 2017

(Amounts in Thousands of Dollars)

<table>
<thead>
<tr>
<th>OPERATING REVENUES</th>
<th>CURRENT MONTH BUDGET</th>
<th>ACTUAL</th>
<th>PRIOR</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>YEAR TO DATE BUDGET</th>
<th>ACTUAL</th>
<th>PRIOR</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>BUDGET</th>
<th>ACTUAL</th>
<th>PRIOR</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
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</thead>
<tbody>
<tr>
<td>Residential</td>
<td>$351</td>
<td>$329</td>
<td>$346</td>
<td>($22)</td>
<td>(6.3%)</td>
<td>($17)</td>
<td>(4.9%)</td>
<td>$4,149</td>
<td>$4,085</td>
<td>$4,154</td>
<td>(664)</td>
<td>(1.5%)</td>
<td>($69)</td>
<td>(1.7%)</td>
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</tr>
<tr>
<td>Commercial</td>
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<td>303</td>
<td>304</td>
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<td>0.7%</td>
<td>(1)</td>
<td>(0.3%)</td>
<td>3,804</td>
<td>3,850</td>
<td>3,813</td>
<td>46</td>
<td>1.2%</td>
<td>37</td>
<td>1.0%</td>
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<td></td>
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<tr>
<td>Unbilled</td>
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<td>8.2%</td>
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<td>Fire Protection</td>
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<tr>
<td>City of Owensboro</td>
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<td>(1)</td>
<td>(3.8%)</td>
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<td>311</td>
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<td>Electric System</td>
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<td>24.0%</td>
<td>328</td>
<td>320</td>
<td>314</td>
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<td>(2.4%)</td>
<td>6</td>
<td>1.9%</td>
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<tr>
<td>Retail Revenues</td>
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<td>782</td>
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<td>(6)</td>
<td>(0.8%)</td>
<td>8,851</td>
<td>8,896</td>
<td>8,897</td>
<td>45</td>
<td>0.5%</td>
<td>(1)</td>
<td>0.0%</td>
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</tr>
<tr>
<td>East Daviess Co Water Association</td>
<td>32</td>
<td>36</td>
<td>34</td>
<td>4</td>
<td>12.5%</td>
<td>2</td>
<td>5.9%</td>
<td>378</td>
<td>381</td>
<td>374</td>
<td>3</td>
<td>0.8%</td>
<td>7</td>
<td>1.9%</td>
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<td></td>
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<tr>
<td>West Daviess Co Water District</td>
<td>60</td>
<td>67</td>
<td>60</td>
<td>7</td>
<td>11.7%</td>
<td>7</td>
<td>11.7%</td>
<td>681</td>
<td>702</td>
<td>676</td>
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<td>26</td>
<td>3.8%</td>
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<tr>
<td>SE Daviess Co Water District</td>
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<td>99</td>
<td>90</td>
<td>11</td>
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<td>9</td>
<td>10.0%</td>
<td>1,022</td>
<td>1,073</td>
<td>1,020</td>
<td>51</td>
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<td>53</td>
<td>5.2%</td>
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<td></td>
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<td>2,345</td>
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<td>325</td>
<td>16.1%</td>
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<td></td>
<td></td>
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<tr>
<td>Miscellaneous Operating Revenues</td>
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<td>25</td>
<td>23</td>
<td>6</td>
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<td>2</td>
<td>8.7%</td>
<td>211</td>
<td>282</td>
<td>259</td>
<td>71</td>
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<td>23</td>
<td>8.9%</td>
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<td>TOTAL OPERATING REVENUES</td>
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<td>253</td>
<td>26.9%</td>
<td>11,143</td>
<td>11,523</td>
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<td>380</td>
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<td>347</td>
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### OPERATING EXPENSES

<table>
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<tr>
<th>Source of Supply</th>
<th>CURRENT MONTH</th>
<th>BUDGET</th>
<th>ACTUAL</th>
<th>PRIOR</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>YEAR TO DATE BUDGET</th>
<th>ACTUAL</th>
<th>PRIOR</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>BUDGET</th>
<th>ACTUAL</th>
<th>PRIOR</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
</tr>
</thead>
<tbody>
<tr>
<td>Residential</td>
<td>64</td>
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<td>72</td>
<td>51</td>
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<td>43</td>
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<td>785</td>
<td>811</td>
<td>598</td>
<td>26</td>
<td>3.3%</td>
<td>213</td>
<td>35.6%</td>
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<td>Pumping</td>
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<td>9</td>
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<td>742</td>
<td>552</td>
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<tr>
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<td>24</td>
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</tr>
<tr>
<td>Transmission &amp; Distribution</td>
<td>123</td>
<td>142</td>
<td>95</td>
<td>19</td>
<td>15.4%</td>
<td>47</td>
<td>49.5%</td>
<td>1,412</td>
<td>1,319</td>
<td>969</td>
<td>(93)</td>
<td>(5.6%)</td>
<td>330</td>
<td>33.4%</td>
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<td></td>
<td></td>
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</tr>
<tr>
<td>Customer Service and Information</td>
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<td>68</td>
<td>47</td>
<td>5</td>
<td>7.9%</td>
<td>21</td>
<td>44.7%</td>
<td>817</td>
<td>784</td>
<td>502</td>
<td>(33)</td>
<td>(4.0%)</td>
<td>182</td>
<td>30.2%</td>
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<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>General &amp; Administrative</td>
<td>125</td>
<td>530</td>
<td>374</td>
<td>405</td>
<td>324.0%</td>
<td>156</td>
<td>41.7%</td>
<td>1,650</td>
<td>1,820</td>
<td>2,478</td>
<td>170</td>
<td>10.3%</td>
<td>(658)</td>
<td>(26.6%)</td>
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<td></td>
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</tr>
<tr>
<td>Depreciation</td>
<td>238</td>
<td>143</td>
<td>186</td>
<td>(95)</td>
<td>(39.9%)</td>
<td>(43)</td>
<td>(23.1%)</td>
<td>2,850</td>
<td>2,755</td>
<td>2,661</td>
<td>(95)</td>
<td>(3.3%)</td>
<td>94</td>
<td>3.5%</td>
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<td></td>
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</tr>
<tr>
<td>TOTAL OPERATING EXPENSES</td>
<td>812</td>
<td>1,256</td>
<td>999</td>
<td>444</td>
<td>54.7%</td>
<td>257</td>
<td>25.7%</td>
<td>9,943</td>
<td>10,218</td>
<td>9,418</td>
<td>273</td>
<td>2.7%</td>
<td>798</td>
<td>8.5%</td>
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</tbody>
</table>

### OPERATING INCOME (EXPENSE)

<table>
<thead>
<tr>
<th>Interest Expense</th>
<th>CURRENT MONTH</th>
<th>BUDGET</th>
<th>ACTUAL</th>
<th>PRIOR</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>YEAR TO DATE BUDGET</th>
<th>ACTUAL</th>
<th>PRIOR</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>BUDGET</th>
<th>ACTUAL</th>
<th>PRIOR</th>
<th>AMOUNT</th>
<th>PERCENT</th>
<th>AMOUNT</th>
<th>PERCENT</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest Income</td>
<td>(135)</td>
<td>(127)</td>
<td>(135)</td>
<td>8</td>
<td>5.9%</td>
<td>(8)</td>
<td>5.9%</td>
<td>(1,619)</td>
<td>(1,526)</td>
<td>(1,520)</td>
<td>93</td>
<td>5.7%</td>
<td>(6)</td>
<td>(0.4%)</td>
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<tr>
<td>Gain on Property Sale</td>
<td>32</td>
<td>13</td>
<td>11</td>
<td>(19)</td>
<td>(59.4%)</td>
<td>2</td>
<td>18.2%</td>
<td>160</td>
<td>141</td>
<td>112</td>
<td>(19)</td>
<td>(11.9%)</td>
<td>29</td>
<td>25.3%</td>
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<td></td>
</tr>
<tr>
<td>OTHER INCOME (EXPENSE)</td>
<td>(103)</td>
<td>(81)</td>
<td>(94)</td>
<td>22</td>
<td>21.4%</td>
<td>13</td>
<td>13.8%</td>
<td>(1,459)</td>
<td>(1,352)</td>
<td>(1,376)</td>
<td>107</td>
<td>7.3%</td>
<td>26</td>
<td>1.9%</td>
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</tr>
<tr>
<td>NET EARNINGS</td>
<td>$10</td>
<td>($145)</td>
<td>($154)</td>
<td>($155)</td>
<td>($1550.0%)</td>
<td>$9</td>
<td>5.8%</td>
<td>($259)</td>
<td>($45)</td>
<td>($385)</td>
<td>$214</td>
<td>82.6%</td>
<td>($425)</td>
<td>(111.8%)</td>
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