

# SOUTH CENTRAL POWER COMPANY (OHIO 65 FAIRFIELD)

Balance Sheets  
December 31, 2019 and 2018

ASSETS	2019	2018
<b>Utility Plant</b>		
In service:		
Transmission plant	\$ 42,266,959	\$ 36,079,943
Distribution plant	425,858,654	407,904,548
General plant	36,626,573	36,600,950
Intangible plant	975,844	967,844
	<u>505,728,030</u>	<u>481,553,285</u>
Construction work in progress	13,425,969	11,049,380
	<u>519,153,999</u>	<u>492,602,665</u>
Less: accumulated provision for depreciation	( 147,310,219)	( 154,037,438)
	<u>371,843,780</u>	<u>338,565,227</u>
<b>Investments and Fund Accounts</b>		
Patronage capital from associated organizations	145,495,940	141,997,628
Investments in and advances to associated organizations	16,614,074	15,919,655
Long-term investments	-	80,133
	<u>162,110,014</u>	<u>157,997,416</u>
<b>Current Assets</b>		
Cash and cash equivalents	2,563,901	1,327,651
Accounts receivable, less allowance for losses in collection of \$486,000 in 2019 and \$601,000 in 2018	32,592,459	34,045,868
Inventories	12,506,059	11,798,334
Prepaid insurance and other expenses	630,374	510,316
Total current assets	<u>48,292,793</u>	<u>47,682,169</u>
<b>Deferred Debits</b>	3,574,494	4,608,970
<b>TOTAL ASSETS</b>	<u>\$ 585,821,081</u>	<u>\$ 548,853,782</u>
<b>EQUITIES AND LIABILITIES</b>		
<b>Member and Patron Equities</b>		
Patronage capital	\$ 297,296,889	\$ 291,766,721
Other equities	13,208,488	13,208,488
Total member and patron equities	<u>310,505,377</u>	<u>304,975,209</u>
<b>Long-Term Debt</b> , net of current maturities	<u>186,270,138</u>	<u>154,926,419</u>
<b>Current Liabilities</b>		
Current maturities of long-term debt	10,039,893	9,971,395
Note payable - line of credit	35,000,000	35,000,000
Trade accounts payable	20,073,453	22,456,034
Consumer deposits	1,569,208	1,639,575
Accrued salaries, wages and related items	4,682,305	4,484,718
Accrued property and miscellaneous taxes	9,177,970	8,776,254
Other accrued expenses	1,054,860	1,014,125
Total current liabilities	<u>81,597,689</u>	<u>83,342,101</u>
<b>Long-Term Liabilities</b>		
Regulatory liability	7,326,026	5,463,099
Deferred credits	121,851	146,954
Total long-term liabilities	<u>7,447,877</u>	<u>5,610,053</u>
Total liabilities	<u>275,315,704</u>	<u>243,878,573</u>
<b>TOTAL EQUITIES AND LIABILITIES</b>	<u>\$ 585,821,081</u>	<u>\$ 548,853,782</u>

*The accompanying notes are an integral part of the financial statements.*

# SOUTH CENTRAL POWER COMPANY (OHIO 65 FAIRFIELD)

## Statements of Revenues and Expenses For the Years Ended December 31, 2019 and 2018

	2019	2018
<b>Operating Revenues</b>	<b>\$ 308,198,276</b>	<b>\$ 318,553,765</b>
<b>Operating Expenses</b>		
Cost of power	210,179,050	215,375,280
Transmission	1,007,093	817,494
Distribution:		
Operation	4,517,120	4,297,957
Maintenance	27,964,963	27,986,952
Consumer accounts	7,230,414	6,823,046
Consumer service and information	2,627,111	2,366,483
Administrative and general	15,810,033	14,667,361
Depreciation	15,607,062	14,949,274
Kilowatt hour taxes	9,986,581	10,256,246
Total operating expenses	<b>294,929,427</b>	<b>297,540,093</b>
<b>Operating Margins before Fixed Charges</b>	<b>13,268,849</b>	<b>21,013,672</b>
<b>Fixed Charges - Interest on Debt</b>	<b>9,081,543</b>	<b>8,283,713</b>
Operating margins after fixed charges	<b>4,187,306</b>	<b>12,729,959</b>
<b>Other Operating Income</b>		
Generation and transmission capital credits	9,526,087	17,245,514
Other capital credits and patronage dividends	1,553,240	1,708,847
Net operating margins	<b>15,266,633</b>	<b>31,684,320</b>
<b>Non-Operating Income (Expense)</b>		
Interest	356,765	321,901
Other, net	( 15,003)	166,436
<b>Net Margins</b>	<b>\$ 15,608,395</b>	<b>\$ 32,172,657</b>

*The accompanying notes are an integral part of the financial statements.*

# SOUTH CENTRAL POWER COMPANY (OHIO 65 FAIRFIELD)

## Statements of Changes in Member and Patron Equities For the Years Ended December 31, 2019 and 2018

	Patronage Capital	Other Equities	Total Member and Patron Equities
<b>Balance at December 31, 2017</b>	<b>\$ 268,413,967</b>	<b>\$ 13,208,488</b>	<b>\$ 281,622,455</b>
Net margins	32,172,657	-	32,172,657
Retirement of Patronage Capital	( 8,819,903)	-	( 8,819,903)
<b>Balance at December 31, 2018</b>	<b>291,766,721</b>	<b>13,208,488</b>	<b>304,975,209</b>
Net margins	15,608,395	-	15,608,395
Retirement of Patronage Capital	( 10,078,227)	-	( 10,078,227)
<b>Balance at December 31, 2019</b>	<b>\$ 297,296,889</b>	<b>\$ 13,208,488</b>	<b>\$ 310,505,377</b>

*The accompanying notes are an integral part of the financial statements.*