



**MONTHLY FINANCIAL STATEMENTS**  
**For the Month Ended**  
**February 28, 2010**

**PUBLIC UTILITY DISTRICT NO. 1**  
**OF FRANKLIN COUNTY**  
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**PUBLIC UTILITY DISTRICT NO. 1 OF FRANKLIN COUNTY**  
**BALANCE SHEET**  
**February 28, 2010**

<b><u>ASSETS</u></b>	<b><u>2010</u></b>	<b><u>2009</u></b>
<b>CURRENT ASSETS</b>		
Cash	\$2,340,672	\$2,317,491
Working funds and other deposits	270,519	530,293
Investments	26,077,697	27,537,872
Bond sinking funds and reserves	1,565,000	1,525,000
Accounts receivable (net)	7,708,435	8,216,701
Inventory and supplies	2,721,515	2,888,809
Prepayments	71,027	54,905
Clearing accounts	(6,416)	24,511
Deferred power costs	60,843	1,468,550
Deferred regulatory charge	39,248	397,192
Total current assets	40,848,540	44,961,324
<b>NONCURRENT ASSETS</b>		
Unamortized debt expense	1,507,524	1,629,934
Investment in joint ventures	(50)	19,495
Utility plant		
Land	745,534	741,830
Electric plant in service	168,413,470	158,809,996
Construction work in progress	11,361,381	9,339,047
Accumulated Depreciation	(57,362,205)	(53,279,466)
Net utility plant	123,158,180	115,611,407
Total noncurrent assets	124,665,654	117,260,836
<b>TOTAL ASSETS</b>	<b>165,514,194</b>	<b>162,222,160</b>
 <b><u>LIABILITIES AND NET ASSETS</u></b>		
<b>CURRENT LIABILITIES</b>		
Warrants payable	5,875	223,754
Accounts payable	46,576	(96,174)
Customer deposits	1,329,504	1,297,667
Accrued taxes payable	2,112,168	2,133,252
Accrued interest payable	457	1,110
Other current liabilities	4,240,455	4,001,977
Current portion of long term debt	3,151,561	3,067,732
Deferred credits	1,392,178	1,922,854
Total current liabilities	12,278,774	12,552,172
<b>NONCURRENT LIABILITIES</b>		
Outstanding revenue bonds	57,120,000	60,250,000
Unamortized premium and discount and loss on refunding	1,983,920	2,054,723
Other noncurrent liabilities	1,318,593	1,247,101
Total noncurrent liabilities	60,422,513	63,551,824
<b>TOTAL LIABILITIES</b>	<b>72,701,287</b>	<b>76,103,996</b>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	62,342,867	51,780,983
Restricted for debt service	1,565,000	1,525,000
Unrestricted	28,905,040	32,812,181
Total net assets	92,812,907	86,118,164
<b>TOTAL LIABILITES AND NET ASSETS</b>	<b>165,514,194</b>	<b>162,222,160</b>

**PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS**  
**For the Month Ending February 28, 2010**

	<b>2010</b>	<b>2009</b>	%
			Change
<b>OPERATING REVENUES</b>			
Retail energy sales	\$4,336,362	\$4,683,809	(7.42%)
Natural gas sales		7,300	0.00%
Broadband Revenue	49,885	33,773	47.71%
Sales for resale	559,627	1,305,734	(57.14%)
Other electric revenue	45,518	65,214	(30.20%)
Other operating revenue	376,156	370,596	1.50%
<b>TOTAL OPERATING REVENUES</b>	<b>5,367,548</b>	<b>6,466,426</b>	<b>(16.99%)</b>
<b>OPERATING EXPENSES</b>			
Purchased power	3,382,678	3,906,406	(13.41%)
Distribution operations and maintenance	346,888	292,357	18.65%
Combustion turbine operations and maintenance	(19,070)	4,470	0.00%
Broadband operations and maintenance	18,314	25,528	(28.26%)
Customer accounting & information	102,421	136,584	(25.01%)
Conservation	33,434	82,085	(59.27%)
Administration & general	500,199	453,166	10.38%
Taxes	338,718	371,502	(8.82%)
Depreciation	375,553	356,277	5.41%
<b>TOTAL OPERATING EXPENSES</b>	<b>5,079,135</b>	<b>5,628,375</b>	<b>(9.76%)</b>
<b>OPERATING INCOME</b>	<b>288,413</b>	<b>838,051</b>	<b>(65.59%)</b>
<b>NONOPERATING REVENUES AND EXPENSES</b>			
Interest income	8,040	27,577	(70.85%)
Interest expense	(231,188)	(243,128)	(4.91%)
Debt premium and expense amortization	(827)	(827)	0.00%
Other nonoperating revenue (expense)	(1,393)	47,377	(102.94%)
<b>TOTAL NONOPERATING REVENUES AND EXPENSES</b>	<b>(225,368)</b>	<b>(169,001)</b>	<b>33.35%</b>
<b>INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND EXTRAORDINARY ITEMS</b>	<b>63,045</b>	<b>669,050</b>	<b>(90.58%)</b>
Contributions in aid of construction	123,191	1,175,561	(89.52%)
<b>CHANGE IN NET ASSETS</b>	<b>186,236</b>	<b>1,844,611</b>	<b>(89.90%)</b>
<b>TOTAL NET ASSETS, BEGINNING OF PERIOD</b>	<b>92,626,671</b>	<b>84,273,555</b>	<b>9.91%</b>
<b>TOTAL NET ASSETS, END OF PERIOD</b>	<b>92,812,907</b>	<b>86,118,166</b>	<b>7.77%</b>

**PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS**  
**For the Two Months Ending February 28, 2010**

	2010	2009	% Change
<b>OPERATING REVENUES</b>			
Retail energy sales	\$7,918,379	\$8,065,427	(1.82%)
Natural gas sales		7,300	0.00%
Broadband Revenue	100,858	67,962	48.40%
Sales for resale	918,230	2,646,776	(65.31%)
Other electric revenue	90,210	67,714	33.22%
Other operating revenue	747,635	739,595	1.09%
<b>TOTAL OPERATING REVENUES</b>	<b>9,775,312</b>	<b>11,594,774</b>	<b>(15.69%)</b>
<b>OPERATING EXPENSES</b>			
Purchased power	6,721,004	7,189,426	(6.52%)
Distribution operations and maintenance	568,393	534,825	6.28%
Combustion turbine operations and maintenance	(8,397)	4,412	(290.32%)
Broadband operations and maintenance	32,257	38,954	(17.19%)
Customer accounting & information	174,622	237,198	(26.38%)
Conservation	77,221	100,654	(23.28%)
Administration & general	847,431	864,385	(1.96%)
Taxes	754,953	790,557	(4.50%)
Depreciation	751,106	712,554	5.41%
<b>TOTAL OPERATING EXPENSES</b>	<b>9,918,590</b>	<b>10,472,965</b>	<b>(5.29%)</b>
<b>OPERATING INCOME</b>	<b>(143,278)</b>	<b>1,121,809</b>	<b>(112.77%)</b>
<b>NONOPERATING REVENUES AND EXPENSES</b>			
Interest income	16,763	61,949	(72.94%)
Interest expense	(462,385)	(486,265)	(4.91%)
Debt premium and expense amortization	(1,655)	(1,655)	0.00%
Other nonoperating revenue (expense)	(219)	49,873	(100.44%)
<b>TOTAL NONOPERATING REVENUES AND EXPENSES</b>	<b>(447,496)</b>	<b>(376,098)</b>	<b>18.98%</b>
<b>INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND EXTRAORDINARY ITEMS</b>	<b>(590,774)</b>	<b>745,711</b>	<b>(179.22%)</b>
Contributions in aid of construction	215,607	1,243,977	(82.67%)
<b>CHANGE IN NET ASSETS</b>	<b>(375,167)</b>	<b>1,989,688</b>	<b>(118.86%)</b>
<b>TOTAL NET ASSETS, BEGINNING OF PERIOD</b>	<b>93,188,074</b>	<b>84,128,476</b>	<b>10.77%</b>
<b>TOTAL NET ASSETS, END OF PERIOD</b>	<b>92,812,907</b>	<b>86,118,164</b>	<b>7.77%</b>

**PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS**  
**For the 12 Months Ended February 28, 2010 and 2009**

	2010	2009	% Change
<b>OPERATING REVENUES</b>			
Retail energy sales	\$58,237,746	\$56,950,719	2.26%
Natural gas sales	51,181	420,757	-87.84%
Broadband Revenue	532,199	376,900	41.20%
Sales for resale	9,177,441	14,795,661	-37.97%
Other electric revenue	616,581	903,097	-31.73%
Other operating revenue	4,512,472	4,469,742	0.96%
<b>TOTAL OPERATING REVENUES</b>	<b>73,127,620</b>	<b>77,916,876</b>	<b>-6.15%</b>
<b>OPERATING EXPENSES</b>			
Purchased power	44,503,830	48,715,616	-8.65%
Distribution operations and maintenance	3,497,322	2,549,640	37.17%
Combustion turbine operations and maintenance	354,577	46,129	668.66%
Broadband operations and maintenance	342,204	332,321	2.97%
Customer accounting & information	1,318,455	1,431,034	-7.87%
Conservation	1,362,919	574,981	137.04%
Administration & general	5,503,612	5,214,912	5.54%
Taxes	4,409,611	4,216,723	4.57%
Depreciation	4,313,873	4,227,578	2.04%
<b>TOTAL OPERATING EXPENSES</b>	<b>65,606,403</b>	<b>67,308,934</b>	<b>-2.53%</b>
<b>OPERATING INCOME</b>	<b>7,521,217</b>	<b>10,607,942</b>	<b>-29.10%</b>
<b>NONOPERATING REVENUES AND EXPENSES</b>			
Interest income	215,532	759,571	-71.62%
Interest expense	(2,845,854)	(2,966,151)	-4.06%
Debt premium and expense amortization	(9,930)	(70,092)	-85.83%
Other nonoperating revenue (expense)	63,258	(26,250)	-340.98%
<b>TOTAL NONOPERATING REVENUES AND EXPENSES</b>	<b>(2,576,994)</b>	<b>(2,302,922)</b>	<b>11.90%</b>
<b>INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND EXTRAORDINARY ITEMS</b>	<b>4,944,223</b>	<b>8,305,020</b>	<b>-40.47%</b>
Contributions in aid of construction	1,750,520	3,180,351	-44.96%
<b>CHANGE IN NET ASSETS</b>	<b>6,694,743</b>	<b>11,485,371</b>	<b>-41.71%</b>
<b>TOTAL NET ASSETS, BEGINNING OF PERIOD</b>	<b>86,118,164</b>	<b>74,632,793</b>	<b>15.39%</b>
<b>TOTAL NET ASSETS, END OF PERIOD</b>	<b>92,812,907</b>	<b>86,118,164</b>	<b>7.77%</b>

**PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY**  
**STATISTICAL DATA AND FINANCIAL RATIOS**  
**For the Month Ending February 28, 2010**

	<b>2010</b>	<b>2009</b>	<b>% Change</b>
<b>PURCHASED POWER</b>			
KWH Purchased (000)	79,228	97,612	-18.8%
Average Cost Per KWH Purchased (Cents)	4.27	4.00	6.7%
Average Cost Per KWH Sold (Cents)	3.80	3.60	5.5%
<b>KWH SOLD (000)</b>			
Residential	39,241	38,714	1.4%
General	36,538	43,806	-16.6%
Small Irrigation	0	1	-100.0%
Large Irrigation	11	181	-93.9%
Street Lighting	353	346	2.0%
Security Lighting	47	47	0.0%
Wholesale	12,880	25,469	-49.4%
<b>TOTAL KWH SOLD</b>	<b>89,070</b>	<b>108,564</b>	<b>-18.0%</b>
<b>AVERAGE REVENUE PER KWH (Cents)</b>			
Residential	5.27	6.02	-12.5%
General	6.11	5.24	16.6%
Small Irrigation	0.00	89.90	0.0%
Large Irrigation	7.82	12.41	-37.0%
<b>TOTAL AVERAGE REVENUE PER KWH (Cents)</b>	<b>5.69</b>	<b>5.64</b>	<b>1.0%</b>
<b>NUMBER OF CUSTOMERS</b>			
Residential	20,653	20,098	2.8%
General	1,851	1,832	1.0%
Small Irrigation	399	375	6.4%
Large Irrigation	28	31	-9.7%
Street Lighting	4	4	0.0%
<b>TOTAL NUMBER OF CUSTOMERS</b>	<b>22,935</b>	<b>22,340</b>	<b>2.7%</b>

**PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY**  
**STATISTICAL DATA AND FINANCIAL RATIOS**  
**For the Two Months Ending February 28, 2010**

	<b>2010</b>	<b>2009</b>	<b>% Change</b>
<b>PURCHASED POWER</b>			
KWH Purchased (000)	166,509	202,216	-17.66%
Average Cost Per KWH Purchased (Cents)	4.04	3.56	13.53%
Average Cost Per KWH Sold (Cents)	3.48	3.25	7.03%
<b>KWH SOLD (000)</b>			
Residential	92,682	88,422	4.82%
General	78,896	88,257	-10.61%
Small Irrigation	6	4	50.00%
Large Irrigation	24	196	-87.76%
Street Lighting	706	693	1.88%
Security Lighting	95	95	0.00%
Wholesale	20,833	43,573	-52.19%
<b>TOTAL KWH SOLD</b>	<b>193,242</b>	<b>221,240</b>	<b>-12.66%</b>
<b>AVERAGE REVENUE PER KWH (Cents)</b>			
Residential	4.10	4.61	-11.04%
General	5.12	4.42	15.95%
Small Irrigation	76.78	81.95	-6.30%
Large Irrigation	7.28	11.88	-38.70%
<b>TOTAL AVERAGE REVENUE PER KWH (Cents)</b>	<b>4.59</b>	<b>4.54</b>	<b>1.17%</b>

**PUBLIC UTILITY DISTRICT NO.1 OF FRANKLIN COUNTY**  
**STATISTICAL DATA AND FINANCIAL RATIOS**  
**For the Twelve Months Ending February 28, 2010 and 2009**

	2010	2009	Change
<b>PURCHASED POWER</b>			
KWH Purchased (000)	1,211,267	1,243,750	-2.7%
Average Cost Per KWH Purchased (Cents)	3.67	3.92	-6.6%
Average Cost Per KWH Sold (Cents)	3.77	3.99	-6.1%
<b>KWH SOLD (000)</b>			
Residential	341,183	336,431	1.4%
General	490,614	507,558	-3.5%
Small Irrigation	67,712	73,176	-8.1%
Large Irrigation	62,524	66,701	-6.7%
Street Lighting	4,196	4,110	2.1%
Security Lighting	569	560	1.6%
Wholesale	215,056	231,230	-7.5%
TOTAL KWH SOLD	1,181,854	1,219,766	-3.2%
<b>AVERAGE REVENUE PER KWH (Cents)</b>			
Residential	6.54	6.54	0.1%
General	5.81	5.39	7.3%
Small Irrigation	5.37	5.21	3.0%
Large Irrigation	5.35	5.09	4.9%
TOTAL AVERAGE REVENUE PER KWH (Cents)	6.02	5.76	4.4%
<b>FINANCIAL RATIOS</b>			
Current Ratio	3.33	3.58	-7.6%
Debt Service Coverage	2.32	3.14	-35.3%
Uncollectible Accounts Per Revenue Dollar	0.0019	0.0032	-68.4%