

BEFORE THE
ARKANSAS PUBLIC SERVICE COMMISSION

IN THE MATTER OF THE APPLICATION	)	
OF OKLAHOMA GAS AND ELECTRIC	)	
COMPANY FOR APPROVAL OF A	)	DOCKET NO. 16-052-U
GENERAL CHANGE IN RATES, CHARGES	)	
AND TARIFFS	)	

SETTLEMENT EXHIBIT

OF

REGIS POWELL
FINANCIAL ANALYST
FINANCIAL ANALYSIS SECTION

ON BEHALF OF THE GENERAL STAFF
OF THE ARKANSAS PUBLIC SERVICE COMMISSION

APRIL 20, 2017

OG&E
Docket No. 16-052-U
Settlement Capital Structure

Component	Amount	Proportion	Rate	Wtd Cost	Pre-tax
Long Term Debt	\$2,677,668,289	33.76%	5.68%	1.92%	1.92%
Short Term Debt	\$167,385,484	2.11%	0.76%	0.02%	0.02%
Common Equity	\$2,885,956,621	36.38%	9.50%	3.46%	5.72%
Customer Deposits	\$77,441,663	0.98%	1.47%	0.01%	0.01%
Accumulated Deferred Income Taxes	\$1,812,510,927	22.85%	0.00%	0.00%	0.00%
Post-1970 ADITC - Long Term Debt	\$1,124,268	0.01%	5.68%	0.00%	0.00%
Post-1970 ADITC - Short Term Debt	\$70,280	0.00%	0.76%	0.00%	0.00%
Post-1970 ADITC - Equity	\$1,211,721	0.02%	9.50%	0.00%	0.00%
Current, Accrued and Other Liabilities	\$301,022,589	3.79%	0.00%	0.00%	0.00%
Other Capital Items	\$8,082,810	0.10%	8.53%	0.01%	0.01%
Total	\$7,932,474,651	100.00%		5.42%	7.68%

Revenue Conversion Factor	1.6519	Wtd Cost/Debt	1.96%
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External Capital	6/30/16 Balances	Recommended Proportions	Recommended Balances
Long-Term Debt (Gross)	2,555,298,990	47.1%	2,718,571,137
Short-Term Debt	41,043,240	2.9%	167,385,484
Common Equity	3,175,571,011	50.0%	2,885,956,621
	5,771,913,241	100.0%	5,771,913,241

L-T Debt	
Adjusted Amount	2,718,571,137
Net Discount and Premium	(\$40,902,848)
Total	2,677,668,289

Components	Post-1970 ADITC \$2,406,269	Proportions	Balances
Long Term Debt	\$2,677,668,289	46.72%	\$1,124,268
Short Term Debt	\$167,385,484	2.92%	\$70,280
Common Equity	\$2,885,956,621	50.36%	\$1,211,721
Total	\$5,731,010,393	100.00%	\$2,406,269

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing has been served on all parties of record by electronic mail via the Commission's Electronic Filing System this 20th day of April, 2017.

/s/ Justin A. Hinton
Justin A. Hinton