

PPL Electric Utilities Corporation

Exhibit MAV 5

Direct Testimony of Mark A. Velicer

Docket No. R-2010-2161694

PPL ELECTRIC UTILITIES CORPORATION
Budget-2010
(Thousands of Dollars)

	<u>1str Q</u>	<u>2nd Q</u>	<u>3rd Q</u>	<u>4th Q</u>	<u>Total</u>
Operating Revenues					
Electric Revenue	\$1,168,925	\$883,086	\$863,189	\$782,273	\$3,697,473
Gas Operations					
Wholesale & Energy Trading	79	80	80	80	319
Intercompany Sales	1,867	1,545	1,293	1,805	6,510
Total Operating Revenues	1,170,871	884,711	864,562	784,158	3,704,302
Operating Expenses					
Electric Fuel					
Cost of Natural Gas & Propane					
Energy Purchases - External	736,698	526,164	484,544	394,361	2,141,767
Energy Purchases - Internal	124,393	90,310	103,300	108,638	426,641
Other Indirect O&M					
Other Operating Expenses - Direct	99,504	99,405	110,336	97,926	407,171
Other Operating Expenses - Intercompany	29,813	28,924	28,351	28,870	115,958
O&M Expense	129,317	128,329	138,687	126,796	523,129
Amort. of Transition Costs/Def Credits					
Depreciation	31,875	32,307	32,797	33,352	130,331
Taxes Other Than Income	70,580	53,562	52,289	47,237	223,668
Total Operating Expenses	1,092,863	830,672	811,617	710,384	3,445,536
Income from Operations	78,008	54,039	52,945	73,774	258,766
Other Income and (Deductions)	454	850	773	2,624	4,701
Interest Expense					
Long Term Debt	24,609	24,609	24,608	24,432	98,258
Short Term Debt & Other	509	390	283	193	1,375
Intercompany Interest					
AFUDC & Capitalized Interest	(1,245)	(1,300)	(1,715)	(2,392)	(6,652)
Total Interest Expense	23,873	23,699	23,176	22,233	92,981
Income Before Income Taxes	54,589	31,190	30,542	54,165	170,486
Income Taxes					
Provision - Federal	(4,374)	6,466	6,282	13,590	21,964
-State	(1,683)	1,748	1,696	4,012	5,773
Deferred Income Taxes	27,344	3,362	3,329	3,514	37,549
Total Income Taxes	21,287	11,576	11,307	21,116	65,286
Minority Interest					
Income Before Extraordinary Item	33,302	19,614	19,235	33,049	105,200
Extraordinary Item, net of income taxes					
Net Income	33,302	19,614	19,235	33,049	105,200
Preferred Stock Dividend Requirements	4,518	3,906	3,906	3,906	16,236
Earnings Available for Common Stock	\$28,784	\$15,708	\$15,329	\$29,143	\$88,964