

**NUSHAGAK ELECTRIC AND TELEPHONE COOPERATIVE, INC.**

**Statements of Operations and Patronage Capital**

Years Ended December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Operating Revenues:		
Electric	\$ 8,437,783	\$ 8,286,699
Local network service	587,022	599,877
Network access services	2,692,471	2,739,178
Cable, net of retransmission fees of \$250,681 (\$236,955 in 2013)	205,766	218,166
Internet	865,853	724,145
Miscellaneous	<u>51,459</u>	<u>48,622</u>
Total Operating Revenues	<u>12,840,354</u>	<u>12,616,687</u>
Operating Expenses:		
Power production	5,622,113	6,096,185
Distribution	609,034	365,547
Plant specific	1,023,363	1,098,134
Plant non-specific	450,482	363,283
Depreciation	1,116,707	1,203,397
Customer	317,710	293,534
Administrative and general	2,396,585	2,274,039
Cable and internet	976,231	859,168
Operating taxes	<u>73,391</u>	<u>74,780</u>
Total Operating Expenses	<u>12,585,616</u>	<u>12,628,067</u>
Operating Margin (Loss)	<u>254,738</u>	<u>(11,380)</u>
Other Income:		
Patronage allocations	131,646	152,624
Interest and dividend income	4,424	4,906
Interest expense	(197,508)	(193,820)
Non-regulated net income	<u>70,157</u>	<u>50,824</u>
Net Other Income	<u>8,719</u>	<u>14,534</u>
Net Margin	263,457	3,154
Beginning Patronage Capital	12,878,166	12,901,133
Patronage Capital Retired	(24,237)	(27,046)
Other Adjustments	<u>-</u>	<u>925</u>
Ending Patronage Capital	<u>\$ 13,117,386</u>	<u>\$ 12,878,166</u>

See accompanying notes to financial statements.