

NUSHAGAK ELECTRIC AND TELEPHONE COOPERATIVE, INC.**Statements of Operations and Patronage Capital**

Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Operating Revenues:		
Electric	\$ 8,736,578	\$ 8,437,783
Local network service	556,808	587,022
Network access services	2,594,414	2,692,471
Cable, net of retransmission fees of \$244,014 (\$250,681 in 2014)	443,529	456,447
Internet	1,085,558	865,853
Miscellaneous	<u>38,174</u>	<u>51,459</u>
Total Operating Revenues	<u>13,455,061</u>	<u>13,091,035</u>
Operating Expenses:		
Power production	5,171,191	5,622,113
Distribution	611,623	609,034
Plant specific	907,478	1,023,363
Plant non-specific	369,819	450,482
Depreciation	1,076,794	1,116,707
Customer	546,438	317,710
Administrative and general	2,582,666	2,396,585
Cable and internet	1,406,061	1,226,912
Operating taxes	<u>71,431</u>	<u>73,391</u>
Total Operating Expenses	<u>12,743,501</u>	<u>12,836,297</u>
Operating Margin	<u>711,560</u>	<u>254,738</u>
Other Income (Expense):		
Patronage allocations	129,653	131,646
Interest and dividend income	9,798	4,424
Interest expense	(115,846)	(197,508)
Non-regulated net income	<u>71,793</u>	<u>70,157</u>
Net Other Income	<u>95,398</u>	<u>8,719</u>
Net Margin	806,958	263,457
Beginning Patronage Capital	13,117,386	12,878,166
Patronage Capital Retired	<u>(25,162)</u>	<u>(24,237)</u>
Ending Patronage Capital	<u>\$ 13,899,182</u>	<u>\$ 13,117,386</u>

See accompanying notes to financial statements.