

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

Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Operating Revenues:		
Electric	\$ 7,525,706	\$ 7,664,435
Local network service	495,150	530,930
Network access services	2,932,239	2,484,699
Cable, net of retransmission fees of \$285,140 (\$278,354 in 2016)	408,730	434,419
Internet	1,258,963	1,197,855
Miscellaneous	50,054	35,751
	<u>12,670,842</u>	<u>12,348,089</u>
Total Operating Revenues		
Operating Expenses:		
Power production	3,929,718	4,528,543
Distribution	492,645	467,094
Plant specific	891,060	914,253
Plant non-specific	252,498	373,491
Depreciation	970,640	927,204
Customer	408,572	498,185
Administrative and general	2,449,203	2,265,564
Cable and internet	1,578,807	1,579,581
Operating taxes	77,995	80,954
	<u>11,051,138</u>	<u>11,634,869</u>
Total Operating Expenses		
Operating Margin	<u>1,619,704</u>	<u>713,220</u>
Other Income (Expense):		
Patronage allocations	66,829	109,046
Interest and dividend income	34,204	11,921
Interest expense	(93,529)	(152,659)
Non-regulated net income	62,389	74,779
	<u>69,893</u>	<u>43,087</u>
Net Other Income		
Net Margin	1,689,597	756,307
Beginning Patronage Capital	14,290,907	13,899,182
Patronage Capital Retired	<u>(256,348)</u>	<u>(364,582)</u>
Ending Patronage Capital	<u>\$ 15,724,156</u>	<u>\$ 14,290,907</u>

See accompanying notes to financial statements.