

**VERMONT ELECTRIC COOPERATIVE, INC.**

Balance Sheet  
Year ended December 31, 2011

<b>Assets</b>	<b>2011</b>
Electric plant, at cost:	
Electric plant in service	\$ 114,845,321
Less accumulated depreciation	30,664,149
Net electric plant in service	84,181,172
Construction work in progress	6,264,704
Net electric plant	90,445,876
Current assets:	
Cash	1,869,344
Notes receivable	—
Accounts receivable, less allowance for doubtful accounts of \$218,737 in 2010	6,765,601
Unbilled revenue	4,691,582
Inventories	2,849,401
Prepaid expenses	250,158
Total current assets	16,426,086
Other assets:	
Nonutility property	65,697
Other investments	13,983,626
Deferred charges	390,456
Total other assets	14,439,779
Total assets	\$ 121,311,741
<b>Liabilities and Equity</b>	<b>2011</b>
Equities:	
Patronage capital assignable	\$ 49,313,685
Other equities	288,424
Contributions in aid of construction	—
Net equity	49,602,109
Long-term debt, excluding current installments	53,638,761
Obligations under capital lease, excluding current installments	281,698
Current liabilities:	
Current installments of long-term debt	2,182,227
Current installments of capital lease obligations	13,901
Revolving debt	4,500,000
Accounts payable	7,243,655
Revenues subject to refund	—
Customer deposits	507,818
Deferred credits	242,340
Other accrued expenses	3,099,232
Total current liabilities	17,789,173
Commitments and contingencies	
Total liabilities and equity	\$ 121,311,741

**VERMONT ELECTRIC COOPERATIVE, INC.**

Statement of Operations  
Year ended December 31, 2011

	<b>2011</b>
Operating revenue	\$ 72,857,290
Less revenues subject to refund	—
Total operating revenue	72,857,290
Operating expenses:	
Purchased power	36,509,765
Transmission:	
Operations	8,278,796
Maintenance	701,700
Distribution:	
Operations	4,805,452
Maintenance	5,629,705
Customer accounts	2,169,257
Administrative and general	3,478,481
General plant maintenance	195,552
Depreciation and amortization	3,811,145
Taxes	707,170
Other deductions, net	35,643
Total operating expenses	66,322,666
Income from operations	6,534,624
Other income (expense):	
Gain (Loss) on sale of fixed assets	13,026
Other income (expenses)	36,727
Interest and dividend income	1,611,769
Other capital credits & dividends	446,261
Total other income, net	2,107,783
Interest charges:	
Interest on long-term debt	2,981,163
Other interest	105,469
Total interest charges	3,086,632
Net income	\$ 5,555,775

**VERMONT ELECTRIC COOPERATIVE, INC.**

Capital Spending (System Improvements)  
Year ended December 31, 2011

	<b>2011</b>
Capital Spending	
New Construction, System Improvements	15,212,615
Less Contributions in Aid of Construction	6,581,799
Net Investment in Utility Plant	8,630,816