

VERMONT ELECTRIC COOPERATIVE, INC.

Balance Sheet
Year ended December 31, 2017

Assets	2017
Electric plant, at cost:	
Electric plant in service	\$ 165,544,265
Less accumulated depreciation	47,653,336
Net electric plant in service	117,890,929
Construction work in progress	1,636,302
Net electric plant	119,527,231
Current assets:	
Cash	1,418,514
Notes receivable	—
Accounts receivable, less allowance for doubtful accounts of \$226,267 in 2017	7,316,364
Unbilled revenue	5,611,735
Inventories	5,061,766
Prepaid expenses	475,939
Total current assets	19,884,318
Other assets:	
Nonutility property	65,697
Other investments	37,352,385
Deferred charges	—
Total other assets	37,418,082
Total assets	\$ 176,829,631
Liabilities and Equity	2017
Equities:	
Patronage capital assignable	\$ 74,653,167
Other equities	881,099
Contributions in aid of construction	—
Net equity	75,534,266
Long-term debt, excluding current installments	83,887,829
Obligations under capital lease, excluding current installments	178,315
Deferred Compensation Plan	218,270
Current liabilities:	
Current installments of long-term debt	4,188,486
Current installments of capital lease obligations	19,907
Revolving debt	1,553,224
Accounts payable	7,154,041
Customer deposits	1,234,302
Deferred credits	55,886
Other accrued expenses	2,805,105
Total current liabilities	17,010,951
Commitments and contingencies	
Total liabilities and equity	\$ 176,829,631

VERMONT ELECTRIC COOPERATIVE, INC.

Statement of Operations
Year ended December 31, 2017

	2017
Operating revenue	\$ 76,640,149
Less revenues subject to refund	—
Total operating revenue	76,640,149
Operating expenses:	
Purchased power	36,000,908
Transmission:	
Operations	11,065,456
Maintenance	311,763
Distribution:	
Operations	5,843,235
Maintenance	7,299,075
Customer accounts	2,084,897
Administrative and general	3,572,550
General plant maintenance	232,035
Depreciation and amortization	5,903,449
Taxes	748,909
Other deductions, net	26,430
Total operating expenses	73,088,707
Income from operations	3,551,442
Other income (expense):	
Gain (Loss) on sale of fixed assets	(27,632)
Other income (expenses)	2,321,205
Interest and dividend income	3,775,500
Other capital credits & dividends	643,140
Total other income, net	6,712,213
Interest charges:	
Interest on long-term debt	3,487,360
Other interest	71,142
Total interest charges	3,558,502
Net income	\$ 6,705,153

VERMONT ELECTRIC COOPERATIVE, INC.

Capital Spending (System Improvements)
Year ended December 31, 2017

	2017
<u>Capital Spending</u>	
New Construction, System Improvements	11,483,414
Less Contributions in Aid of Construction	2,221,958
Net Investment in Utility Plant	9,261,456