

BALANCE SHEET

	2007	2008
ASSETS		
UTILITY PLANT		
Electric Plant in Service-at-Cost	\$ 146,743,053	\$ 154,426,550
Construction Work in Progress	2,516,169	2,059,274
Gross Utility Plant	<u>149,259,222</u>	<u>156,485,824</u>
Accumulated Provision for Depreciation	<u>(31,446,770)</u>	<u>(33,458,920)</u>
	<u>117,812,452</u>	<u>123,026,904</u>
OTHER PROPERTY AND INVESTMENTS		
Investments in Associated Organizations	5,089,432	5,576,551
Non-Utility Property	1,746,157	1,501,321
Note Receivable	<u>7,477,886</u>	<u>-</u>
	<u>14,313,475</u>	<u>7,077,872</u>
CURRENT ASSETS		
Cash-General	4,622,928	14,009,070
Accounts Receivable (Less Accumulated Provision for Uncollectible Accounts of \$38,299 in 2007 and \$22,154 in 2008)	2,436,815	2,538,552
Interest Receivable	8,181	57,103
Materials and Supplies	1,856,950	1,365,505
Prepayments	<u>292,898</u>	<u>8,540</u>
	<u>9,217,772</u>	<u>17,978,770</u>
DEFERRED DEBITS	<u>169</u>	<u>652,742</u>
TOTAL ASSETS	<u>\$ 141,343,868</u>	<u>\$ 148,736,288</u>
EQUITIES AND LIABILITIES		
EQUITIES		
Membership Fees	\$ 185,135	\$ 191,500
Patronage Capital	43,481,826	45,133,664
Other Equities	<u>3,111,860</u>	<u>3,772,821</u>
	<u>46,778,821</u>	<u>49,097,985</u>
LONG TERM DEBT		
RUS Mortgage Notes	66,636,599	72,531,039
NRUCFC Mortgage Notes	<u>11,055,132</u>	<u>10,570,722</u>
	<u>77,691,731</u>	<u>83,101,761</u>
OTHER LONG TERM LIABILITIES		
Accumulated Provision for Postretirement Benefits	<u>1,747,936</u>	<u>2,772,600</u>
CURRENT LIABILITIES		
Current Maturities of Mortgage Notes	2,388,000	2,496,000
Current Portion Accumulated Postretirement Benefits	343,700	376,100
Accounts Payable	4,174,577	5,187,388
Consumer Deposits	1,269,628	1,339,628
Accrued and Withheld Taxes	2,927,568	3,249,666
Other Current and Accrued Liabilities	<u>621,907</u>	<u>715,160</u>
	<u>11,725,380</u>	<u>13,363,942</u>
DEFERRED CREDITS	<u>3,400,000</u>	<u>400,000</u>
TOTAL EQUITIES AND LIABILITIES	<u>\$ 141,343,868</u>	<u>148,736,288</u>

DETAIL OF PATRONAGE CAPITAL

	2007	2008
Assignable	\$ 3,848,568	\$ 2,689,381
Assigned	<u>40,661,590</u>	<u>43,481,826</u>
	44,510,158	46,171,207
Retired	<u>(1,028,332)</u>	<u>(1,037,543)</u>
	<u>\$ 43,481,826</u>	<u>\$ 45,133,664</u>

STATEMENT OF REVENUE AND PATRONAGE CAPITAL

	2007	2008
OPERATING REVENUE AND PATRONAGE CAPITAL		
OPERATING REVENUE AND PATRONAGE CAPITAL	\$ 65,036,475	\$ 76,617,329
OPERATING EXPENSES		
Cost of Power	39,742,238	43,950,651
Distribution Operations	4,242,807	4,964,428
Distribution Maintenance	3,010,879	2,983,725
Consumer Accounts	2,449,438	2,789,710
Consumer Service and Information	68,817	78,275
Administrative and General	2,651,048	2,543,756
Sales	462,444	498,884
Depreciation	4,806,289	5,068,702
Other	<u>16,180</u>	<u>9,102</u>
	<u>57,450,140</u>	<u>62,887,233</u>
OPERATING MARGINS BEFORE INTEREST EXPENSE		
INTEREST EXPENSE	7,586,335	13,730,096
Interest Expense	<u>4,296,053</u>	<u>4,482,170</u>
	<u>3,290,282</u>	<u>9,247,926</u>
Interest Income	<u>247,623</u>	<u>440,033</u>
GENERATION AND TRANSMISSION LESS NON-OPERATING MARGINS		
	47,385	172,629
	<u>(67,318)</u>	<u>(276,091)</u>
OTHER CAPITAL CREDITS AND PATRONAGE CAPITAL		
	<u>330,596</u>	<u>419,825</u>
NET MARGINS BEFORE LOSS OF SALUDA RIVER		
	3,848,568	10,004,322
LOSS FROM SALE OF SALUDA RIVER INTEREST		
	-	(7,314,941)
NET MARGINS		
	3,848,568	2,689,381
PATRONAGE CAPITAL - BEGINNING OF YEAR		
	40,661,590	43,481,826
RETIREMENTS		
	<u>(1,028,332)</u>	<u>(1,037,543)</u>
PATRONAGE CAPITAL - END OF YEAR		
	<u>\$ 43,481,826</u>	<u>\$ 45,133,664</u>

