

VERMONT ELECTRIC COOPERATIVE, INC.

Balance Sheet
Year ended December 31, 2019

| Assets | 2019 |
|--|----------------|
| Electric plant, at cost: | |
| Electric plant in service | \$ 176,223,429 |
| Less accumulated depreciation | 53,184,609 |
| Net electric plant in service | 123,038,820 |
| Construction work in progress | 2,438,870 |
| Net electric plant | 125,477,690 |
| Current assets: | |
| Cash | 700,955 |
| Notes receivable | — |
| Accounts receivable, less allowance for doubtful accounts of \$74,812 in 2019 | 7,077,187 |
| Unbilled revenue | 4,955,045 |
| Inventories | 5,144,283 |
| Prepaid expenses | 507,858 |
| Total current assets | 18,385,328 |
| Other assets: | |
| Nonutility property | 65,697 |
| Other investments | 42,976,179 |
| Deferred charges | — |
| Total other assets | 43,041,876 |
| Total assets | \$ 186,904,894 |
| | |
| Liabilities and Equity | 2019 |
| Equities: | |
| Patronage capital assignable | \$ 80,417,770 |
| Other equities | 1,569,955 |
| Contributions in aid of construction | — |
| Net equity | 81,987,725 |
| Long-term debt, excluding current installments | 82,443,707 |
| Obligations under capital lease, excluding current installments | 134,742 |
| Deferred Compensation Plan | 273,231 |
| Current liabilities: | |
| Current installments of long-term debt | 4,629,904 |
| Current installments of capital lease obligations | 22,439 |
| Revolving debt | 3,950,878 |
| Accounts payable | 6,929,557 |
| Customer deposits | 1,723,522 |
| Deferred credits | 1,649,931 |
| Other accrued expenses | 3,159,258 |
| Total current liabilities | 22,065,489 |
| Commitments and contingencies | |
| Total liabilities and equity | \$ 186,904,894 |

VERMONT ELECTRIC COOPERATIVE, INC.

Statement of Operations
Year ended December 31, 2019

| | 2019 |
|-------------------------------------|---------------|
| Operating revenue | \$ 77,145,301 |
| Less revenues subject to refund | — |
| Total operating revenue | 77,145,301 |
| Operating expenses: | |
| Purchased power | 35,560,277 |
| Transmission: | |
| Operations | 13,264,389 |
| Maintenance | 286,538 |
| Distribution: | |
| Operations | 6,580,646 |
| Maintenance | 7,291,957 |
| Customer accounts | 2,573,871 |
| Administrative and general | 3,980,181 |
| General plant maintenance | 263,721 |
| Depreciation and amortization | 5,966,284 |
| Taxes | 761,504 |
| Other deductions, net | 75,280 |
| Total operating expenses | 76,604,648 |
| Income from operations | 540,653 |
| Other income (expense): | |
| Gain (Loss) on sale of fixed assets | 89,491 |
| Other income (expenses) | 1,967,557 |
| Interest and dividend income | 4,989,882 |
| Other capital credits & dividends | 554,671 |
| Total other income, net | 7,601,601 |
| Interest charges: | |
| Interest on long-term debt | 3,573,997 |
| Other interest | 183,195 |
| Total interest charges | 3,757,192 |
| Net income | \$ 4,385,062 |

VERMONT ELECTRIC COOPERATIVE, INC.

Capital Spending (System Improvements)
Year ended December 31, 2019

| | 2019 |
|---|-------------|
| <u>Capital Spending</u> | |
| New Construction, System Improvements | 11,626,602 |
| Less Contributions in Aid of Construction | 1,948,376 |
| Net Investment in Utility Plant | 9,678,226 |