

**Salmon River Electric Cooperative, Inc.
And Subsidiary Company**

Audited Financial Statements For Period Ending December 31, 2014

Assets		
	2014	2013
Noncurrent Assets		
Electric Utility Plant, Net	\$ 11,552,264	\$ 11,334,117
Propane Plant, Net	1,323,835	1,245,569
Investments	936,147	1,042,242
 Total Noncurrent Assets	 13,812,246	 13,621,928
Current Assets		
Cash & Cash Equivalents	524,738	661,850
Accounts Receivable	1,165,067	1,334,994
Interest Receivable	3,711	3,522
Materials & Supplies Inventory	810,195	725,920
Prepaid Expenses	123,479	95,855
 Total Current Assets	 2,627,190	 2,822,141
Deferred Charges	35,986	41,127
Total Assets	\$ 16,475,422	\$ 16,485,196

Liabilities & Equity		
	2014	2013
Member Equity		
Memberships	\$ 20,900	\$ 20,860
Patronage Capital	6,989,797	7,120,822
Other Equities	4,248,812	4,099,678
 Total Equity	 11,259,509	 11,241,360
Long-Term Debt		
Long-Term Debt CFC	3,041,327	3,090,121
Current Liabilities		
Current Maturities of Long-Term Debt	379,150	325,136
Short-Term Notes Payable	-	-
Accounts Payable	638,362	765,500
Consumer Deposits	699,693	392,744
Other Current Liabilities	257,381	260,335
 Total Current Liabilities	 1,974,586	 1,743,715
Deferred Credits		
Other Deferred Credits	200,000	410,000
Total Liabilities & Equity	\$ 16,475,422	\$ 16,485,196

See Reverse

**Salmon River Electric Cooperative, Inc.
And Subsidiary Company**

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Income Statement		
	2014	2013
Operating Revenue	\$ 11,526,405	\$ 11,595,284
Operating Expenses		
Cost of Power	8,470,416	8,365,407
Transmission Expense	99,707	81,664
Distribution Operations Expense	721,958	636,290
Distribution Maintenance Expense	262,656	364,563
Customer Service & Information	176,810	165,542
Administrative & General	713,008	731,901
Depreciation & Amortization	566,038	551,417
Taxes	103,843	110,732
Interest Expense On Long Term Debt	154,398	160,298
Other Operating Expenses	39,209	39,328
Total Operating Expenses	11,308,043	11,207,142
Net Operating Margins	218,362	388,142
Non-Operating Margins- Electric		
Interest Income	17,654	19,050
Patronage Capital From Other Cooperatives	39,950	36,442
Other Non-Operating Margins (Losses)	77,180	63,458
Total Non-Operating Margins- Electric	134,784	118,950
Net Margins	\$ 353,146	\$ 507,092

In accordance with the Salmon River Electric Cooperative, Inc. Bylaws Article III, Section 8, the following itemizes the annual costs of all benefits provided by the Cooperative to the directors.

Director Benefits Summary	
Meeting Fees	\$ 55,800
Travel & Per Diem	22,297
24 Hour Accident Insurance	209
Business Travel Insurance	79
Total Annual Cost for 7 Directors	\$ 78,385