

How NES Revenue Was Allocated

(\$000 omitted)

Power Purchased from TVA	\$794,786	79.2%
Operations & Maintenance	\$119,835	11.9%
Depreciation & Taxes	\$ 65,659	6.5%
Interest on Debt	\$ 22,930	2.4%

Assets June 30, 2008

(\$000 omitted)

Net Plant Value	\$775,019
Bond Fund	50,002
Special Construction	100,774
Cash & Short-term Investments	94,776
Receivables	117,129
Materials & Supplies	17,496
Accrued Interest	836
Other Current Assets	1,650
Notes Receivable	550
Unamortized Bond Issue Cost	2,997
Other Non-current Assets	303

TOTAL ASSETS \$1,161,532

Liabilities & Net Assets

(\$000 omitted)

Net Assets	\$472,099
Long-term Debt	524,099
Current Liabilities	161,408
Other Non-current Liabilities	3,926
TOTAL LIABILITIES & NET ASSETS	\$1,161,532

Revenues, Expenses and Changes in Net Assets for Fiscal Year End June 30, 2008 and 2007

(\$000 omitted)

	2008	2007
Operating Revenue	\$1,030,953	\$962,828
Purchased Power	794,786	733,735
Margin	\$ 236,167	\$229,093
Operations & Maintenance Expense	119,835	107,433
Depreciation & Taxes	65,659	62,242
Gross Operating Income	50,673	59,418
Interest Income	5,736	8,788
Interest Expense	22,930	24,205
NET INCREASE IN NET ASSETS	\$ 33,479	\$ 44,001

Peak Demand & Consumption

Winter

Peak High for Fiscal Year 2008	2,330,951 kW	January 25, 2008
All-time High	2,440,649 kW	December 22, 1989
24-hour Period for Fiscal Year 2008	47,935,819 kWh	January 25, 2008
All-time High Month	1,229,747,298 kWh	December 2000
All-time High 24-hour Period	53,511,000 kWh	December 22, 1989

Summer

Peak High for Fiscal Year 2008	2,712,356 kW	August 9, 2007
All-time High	2,712,356 kW	August 9, 2007
24-hour Period for Fiscal Year 2008	53,116,422 kWh	August 9, 2007
All-time High Month	1,499,527,106 kWh	August 2007
All-time High 24-hour Period	53,116,422 kWh	August 9, 2007

NES Statistics & Customer Data

Number of Customers 357,431

Millions of kWh Sold:

Large Commercial	6,862
Residential	4,964
Small Commercial	.852
Public Street & Highway Lighting	.128

Number of Employees	1,011
Customers on N.E.A.T.	29,307
Budget Billing Customers	11,533
Project HELP Donations	\$137,718

The NES System

Square Miles of Service (approximate)	700
Distribution Transformers	90,173
Distribution Substations	238
Pole Line Miles	5,701
Poles	199,903
Street Lights in Service	66,404
Private Security Lights	41,988
Number of 161,000-volt feed points from TVA	23

NES' Residential Rate:

\$0.09891 per kWh

How NES Revenue Was Earned

(\$000 omitted)

Commercial & Industrial Sales	\$578,317	55.8%
Residential Sales	\$420,888	40.6%
Street & Highway Lighting	\$ 14,284	1.4%
Other Revenue	\$ 17,464	1.7%
Interest Income	\$ 5,736	0.5%

Customer Service & Energy Management Programs

Phone Numbers

Emergency or Power Failure	234-0000
Budget Billing	736-6900
N.E.A.T.	736-6900
Project HELP	736-6900
Third-party Notification	736-6900
Critical Referral	736-6900
Security Lighting	736-6900
Energy Gift Certificates	736-6900
Green Power Switch	736-6900
Commercial & Industrial Accounts	736-6900
Hearing-impaired Telephone Line	747-3941
Speakers' Bureau	747-3559
Tree-trimming Hotline	695-7400

Who We Are

Nashville Electric Service (NES), one of the 12 largest public electric utilities in the U.S., began operations in August 1939. NES is the operating name of the Electric Power Board of the Metropolitan Government of Nashville and Davidson County. The five-member board, appointed by the mayor and confirmed by the Metro Council, serves five-year staggered terms without pay, sets all policies and has full responsibility for the operation of NES.

NES does not generate power. All electrical energy distributed to customers is purchased from the Tennessee Valley Authority, the nation's largest generator of electricity.

Although a nonprofit business, NES contributes to the economic health of local governments. NES makes the largest tax equivalency payment to Metro Government, and also pays in-lieu-of taxes to all other city and county governments within its service area.



Nashville Electric Service

1214 Church Street, Nashville TN 37246
(615) 736-6900 ■ www.nespower.com

Fiscal Facts

For year ending June 30,

2008

