

How NES Revenue Was Allocated

(\$000 omitted)

Power Purchased From TVA	\$ 927,065	79.3%
Operations & Maintenance	\$ 142,189	12.2%
Depreciation & Taxes	\$ 75,115	6.4%
Interest on Debt	\$ 24,451	2.1%

Assets June 30, 2011

(\$000 omitted)

Net Plant Value	\$842,384
Bond Fund	55,261
Cash & Short-term Investments	159,380
Receivables	148,276
Materials & Supplies	19,884
Accrued Interest	11
Other Current Assets	2,190
Notes Receivable	884
Unamortized Bond Issue Cost	2,258
Other Non-current Assets	308
TOTAL ASSETS	\$1,230,836

Liabilities & Net Assets

(\$000 omitted)

Net Assets	\$530,696
Long-term Debt	467,103
Current Liabilities	198,213
Current Liabilities From Restricted Assets	22,113
Other Non-current Liabilities	12,711
TOTAL LIABILITIES & NET ASSETS	\$1,230,836

Revenues, Expenses and Changes in Net Assets for Fiscal Year End June 30, 2011 and 2010

(\$000 omitted)

	2011	2010
Operating Revenue	\$1,199,609	\$1,063,155
Purchased Power	927,065	816,152
Margin	\$ 272,544	\$ 247,003
Operations & Maintenance Expense	142,189	133,314
Depreciation & Taxes	75,115	72,840
Gross Operating Income	55,240	40,849
Interest Income	513	1,328
Interest Expense	(24,451)	(26,362)
Extraordinary Loss – Flood	(2,415)	(2,110)
NET INCREASE IN NET ASSETS	\$ 28,887	\$ 13,705

Peak Demand & Consumption

Winter

Peak High for Fiscal Year 2011	2,363,848 KW	December 4, 2010
All-time High	2,447,246 KW	January 16, 2009
24-hour Period for Fiscal Year 2011	49,846,798 kWh	December 13, 2010
All-time High Month	1,238,232,179 kWh	December 2010
All-time High 24-hour Period	53,511,000 kWh	December 22, 1989

Summer

Peak High for Fiscal Year 2011	2,623,267 KW	August 4, 2010
All-time High	2,712,356 KW	August 9, 2007
24-hour Period for Fiscal Year 2011	50,352,000 kWh	August 4, 2010
All-time High Month kWh	1,499,527,106 kWh	August 2007
All-time High 24-hour kWh	53,116,422 kWh	August 9, 2007

NES Statistics & Customer Data

Number of Customers	360,081
In Millions of kWh Sold:	
Large Commercial	6,390
Residential	4,976
Small Commercial	781
Public Street & Highway Lighting	128
Number of Employees	966
Customers on N.E.A.T.	28,100
Balanced Billing Customers	9,433
Customers Paying Through NES E-bill	62,284
Project Help Donations	\$159,864

The NES System

Square Miles of Service (approximate)	700
Distribution Transformers	90,995
Distribution Substations	233
Distribution Pole Line Miles	5,721
Poles	200,678
Street Lights in Service	66,609
Private Security Lights	41,195
Number of 161,000-volt Feed Points From TVA	23

NES' Residential Rate*

The Tennessee Valley Authority (TVA) made changes to its rate structure on April 1, 2011. NES chose TVA's time-of-use seasonal rate option because it has the least impact on our customers.

Energy Charge:

Summer Period	9.6 ¢ per kWh per month
Winter Period	9.3 ¢ per kWh per month
Transition Period	9.1 ¢ per kWh per month
NES Customer Charge	\$11.83 per month

How NES Revenue Was Earned

(\$000 omitted)

Commercial & Industrial Sales	\$656,448	54.6%
Residential Sales	\$507,787	42.3%
Street & Highway Lighting	\$ 16,066	1.3%
Other Revenue	\$ 19,308	1.6%
Interest Income	\$ 513	0.4%

* As of 11-1-11

Customer Service & Energy Management Programs

Phone Numbers

Emergency or Power Failure	234-0000	
Balanced Billing	}	
N.E.A.T.		
Project Help		
Third-party Notification		
Critical Referral		736-6900
Security Lighting		
Energy Gift Certificates		
NES E-bill		
Green Power Switch		
Commercial & Industrial Accounts		
Hearing Impaired Telephone Line	747-3941	
Tree Trimming Hotline	695-7400	

Who We Are

Nashville Electric Service (NES) is the operating name of the Electric Power Board of the Metropolitan Government of Nashville and Davidson County. We are one of the 12 largest public utilities in the U.S. serving more than 360,000 customers with annual revenues of over \$1.1 billion per year.

NES is overseen by a five-member board, appointed by the mayor and confirmed by the Council. Board members serve five-year staggered terms without pay, set all policies and have 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.

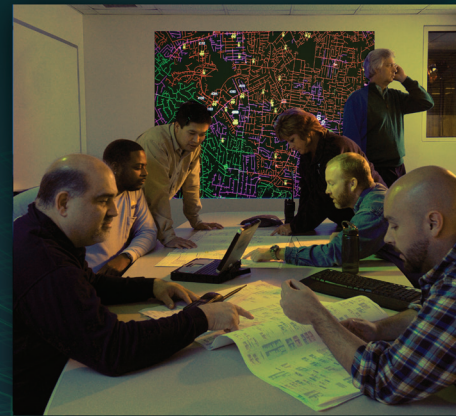
Although a nonprofit business, NES contributes to the economic health of local governments. NES makes the largest tax equivalency payment to Metro Government, and also make payments in lieu of taxes to to all other city and county governments within its service area.



Nashville Electric Service

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Fiscal Facts



C O N N E C T I V I T Y

For year ending June 30,

2011

