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ARIZONA CORPORATION COMMISSION
NOVEMBER 27, 2013
DOCKET CONTROL

Arizona Corporation Commission

DOCKETED

NOV 27 2013

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HAND DELIVERED

Steve Olea, Director
Utilities Division
Arizona Corporation Commission
1200 W. Washington St.
Phoenix, AZ 85007

Re: *SWTC's Financial Metrics Quarterly Report – 3rd Quarter 2013 – Compliance Filing; Decision No. 72030; Docket No. E-04100A-09-0496*

Dear Mr. Olea:

In Decision No. 72030 (its Third Ordering Paragraph at page 10), the Commission instructed Southwest Transmission Cooperative, Inc. ("SWTC") to "file the quarterly reports of financial metrics as discussed in Staff's testimony, commencing May 31, 2011, for the period ended March 31, 2011, and continuing thereafter with reports due by the end of the second month following the end of each quarter."

In response to that requirement, the attached reports for the third quarter of 2013 concerning (1) the statement of revenue and expense; (2) the balance sheet; (3) the TIER/DSC analysis and comments; (4) the SWTC cash position; (5) its cash flow projection for calendar year 2013; and (6) the summary of debt balances as of October 1, 2013 are submitted herewith. Should Staff have questions or need additional information concerning this filing, please contact Gary Pierson or Joe King.

Very truly yours,

GALLAGHER & KENNEDY, P.A.

By:

Michael M. Grant

MMG/plp
15169-13/3815147
Attachments

Original and 13 copies filed with Docket
Control this 27th day of November, 2013.

Southwest Transmission Cooperative, Inc.
Statement of Revenue and Expense
for the month of September 2013
(in thousands of dollars)

Ln#	Monthly			YTD 2012 Actual	% Var 2012/2011
	Actual	Budget	\$ Var.		
Operating Revenues					
1	2,287.9	2,383.2	(105.2)	20,310.6	101%
2	257.7	134.7	123.0	1,583.2	85%
3	165.5	154.9	10.6	1,302.8	107%
4	2,711.1	2,682.8	28.3	23,196.6	100%
5	397.4	397.9	(0.5)	3,845.9	93%
6	27.0	27.1	(0.1)	262.1	93%
7	424.4	425.0	(0.6)	4,108.0	93%
8	156.2	135.1	21.1	1,332.2	102%
9	151.0	44.8	106.3	486.6	165%
10	54.6	50.4	4.1	259.5	114%
11	361.8	230.3	131.5	2,078.3	118%
12	53.4	48.2	4.3	477.7	104%
13	3,650.7	3,367.3	163.5	29,860.6	101%
Operating Expenses					
14	482.3	446.9	45.4	3,704.6	115%
15	166.4	235.4	(69.0)	2,232.6	90%
16	131.2	329.7	(198.5)	2,100.9	95%
17	5.0	22.1	(17.1)	147.6	167%
18	138.4	291.6	(153.2)	2,121.0	143%
19	537.0	293.1	243.9	2,767.4	109%
20	0.0	12.5	(12.5)	1.3	3%
21	123.0	94.2	28.8	980.7	107%
22	1,593.2	1,725.5	(132.2)	14,066.1	111%
Fixed Expenses					
23	516.8	506.2	10.6	4,040.4	113%
24	183.3	166.7	16.6	1,386.2	118%
25	403.8	396.2	7.6	3,826.3	96%
26	6.2	0.2	6.0	1.7	2468%
27	(1.8)	(1.2)	(0.6)	(10.8)	785%
28	5.5	10.6	(5.1)	96.0	52%
29	1,113.7	1,078.7	35.0	9,349.8	107%
30	2,707.0	2,804.2	(97.2)	23,415.9	109%
31	843.8	583.1	260.7	6,444.7	69%
Other Income & Expenses					
32	144.4	39.0	105.4	320.5	133%
33	(82.3)	(4.4)	(77.9)	(174.4)	-57%
34	0.0	0.0	0.0	13.7	133%
35	62.1	34.6	27.5	159.8	341%
36	905.9	617.7	288.2	6,604.5	76%
Sub-Total Operating Expenses					
				15,647.9	98%
				16,004.6	98%
				(356.7)	
Sub-Total Fixed Expenses					
				4,575.5	100%
				4,555.9	100%
				19.6	
				1,649.7	149.7
				1,500.0	149.7
				3,660.7	3,611.5
				49.2	101%
				41.9	1.9
				40.0	2335%
				(20.0)	(10.9)
				95.7	(46.0)
				96.0	52%
				9,957.5	9,754.1
				203.4	102%
				25,605.4	25,758.7
				(153.3)	99%
				4,192.2	256.5
				4,448.6	106%
Total Operating Margins					
				427.2	350.9
				76.3	122%
				99.7	(39.5)
				139.1	-57%
				18.3	0.0
				18.3	0%
				545.1	311.5
				233.7	175%
Net Margins					
				4,993.8	4,503.6
				490.1	111%

Southwest Transmission Cooperative, Inc.
Balance Sheet - Unaudited
as of September 30, 2013

	9/30/2013	8/31/2013	12/31/2012	% Change
Assets				
<u>Utility Plant</u>				
1 Total Plant in Service	184,993.7	184,451.4	181,322.9	2%
2 Construction Work in Progress	9,340.9	9,335.4	12,134.0	-23%
3 Total Plant	<u>194,334.6</u>	<u>193,786.7</u>	<u>193,456.9</u>	0%
4 Accum. Provision for Depr. & Amort.	(90,468.9)	(90,038.8)	(87,234.0)	4%
5 Net Plant	<u>103,865.7</u>	<u>103,747.9</u>	<u>106,222.9</u>	-2%
<u>Investments and Other Property</u>				
6 Investments Assoc. Org. & Patronage Capital	99.6	99.6	85.5	16%
7 Other Non General Funds	1,408.5	1,408.5	1,436.0	-2%
8 Total Investments and Other Property	<u>1,508.1</u>	<u>1,508.1</u>	<u>1,421.5</u>	6%
<u>Current Assets</u>				
9 Cash - General Fund	503.4	448.7	224.8	124%
10 Special Deposits	43.2	43.2	43.2	0%
11 Temporary Investments	18,640.1	19,138.7	6,180.2	202%
12 Accounts Receivable - Customers	3,407.1	3,328.8	3,159.1	8%
13 Other Accounts Receivable	1,840.6	1,948.1	(7.4)	-24974%
14 Materials & Supplies - Other	4,184.9	4,250.0	4,241.3	-1%
15 Prepayments	1,104.9	1,381.8	1,513.2	-27%
16 Total Current Assets	<u>29,724.2</u>	<u>30,539.4</u>	<u>15,354.4</u>	94%
<u>Deferred Debits</u>				
17 Unamortized Debt Discount	493.3	498.8	543.0	-9%
18 Misc Deferred Debits	1,576.8	1,588.6	478.7	229%
19 Total Deferred Debits	<u>2,070.1</u>	<u>2,087.5</u>	<u>1,021.7</u>	103%
20 Total Assets	<u>137,168.0</u>	<u>137,882.8</u>	<u>124,120.5</u>	11%
Membership Capital and Liabilities				
<u>Membership Capital (Deficiency)</u>				
21 Memberships & Patronage Capital	22,246.6	14,442.4	14,442.4	54%
22 Net Margins - Prior Years	-	7,804.1	0.0	0%
23 Net Margin - Current Year	4,993.8	4,087.9	7,804.1	-36%
24 Total Margins & Equities	<u>27,240.3</u>	<u>26,334.4</u>	<u>22,246.6</u>	22%
<u>Long-Term Debt</u>				
25 Long-Term Debt - FFB	91,483.7	92,630.3	85,815.8	7%
26 Other Long-Term Debt (Net)	15,141.5	11,894.3	12,784.4	18%
27 Total Long Term Debt	<u>106,625.2</u>	<u>104,524.6</u>	<u>98,600.2</u>	8%
28 Other Long Term Liabilities-ARO	<u>-</u>	<u>-</u>	<u>-</u>	
<u>Current Liabilities</u>				
29 Notes Payable/NPP/PPP	340.2	3,795.1	385.5	-12%
30 Accounts Payable	606.0	467.1	1,404.1	-57%
31 Other Current & Accrued Liabilities	2,356.2	2,761.6	1,484.1	59%
32 Total Current Liabilities	<u>3,302.5</u>	<u>7,023.8</u>	<u>3,273.8</u>	1%
33 Total Membership Capital & Liabilities	<u>137,168.0</u>	<u>137,882.8</u>	<u>124,120.5</u>	11%

Southwest Transmission Cooperative, Inc.
Analysis and Comments
TIER/DSC
As of September 30, 2013

For month of September 2013
TIER Calculation

Net Margins	4,993,784
LTD Interest	<u>3,660,691</u>
	8,654,474

YTD TIER Calc	2.364
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DSC Calculation

Net Margins	4,993,784
LTD Interest	3,660,691
Depr & Amort	4,575,454
Principle Pmts	3,948,104

YTD DSC Calc	1.739
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2811100 FFB	2,893,232
2811400 Solid Waste	268,761
2811600 CFC	<u>786,111</u>
	3,948,104

SWTC CASH POSITION
 VARIANCE BETWEEN ACTUAL AND BUDGET
 September-13

	BUDGET	MONTH		VARIANCE	COMMENTS
		ACTUAL			
BEGINNING CASH BALANCE	\$29,407,635	\$30,274,767		\$867,132	
OPERATING CASH FLOWS					
WHOLESALE TRANSMISSION RECEIPTS	3,320,064	3,320,229		165	
OTHER RECEIPTS	80,810	735,928		655,118	\$574K SMG; \$81K Asset Sale
PROPERTY TAXES	0	0		0	
PAYROLL EXPENSE	(750,000)	(774,558)		(24,558)	
ACCOUNTS PAYABLE	(1,005,669)	(1,025,376)		(19,707)	\$400K SMG
NET CASH FLOW FROM OPERATIONS	1,645,206	2,256,222		611,017	
FINANCIAL CASH FLOWS					
TPP INVESTMENTS (MATURITIES)	0	46,659		46,659	
NPP INVESTMENTS (MATURITIES)	0	0		0	
FFB LOAN FUNDS DRAW	0	0		0	
RUS LOAN FUNDS DRAW	0	0		0	
CFC LOAN FUNDS DRAW	3,501,509	3,501,509		0	
CAPITAL EXPENDITURES	(87,500)	(226,816)		(139,316)	
DEBT SERVICE PAYMENTS	(2,390,215)	(2,547,451)		(157,236)	\$90K FFB Pri / \$25 K Sect 9 Int / \$25K Op LOC Int
CFC LOC DRAWS (PAYMENTS)	(3,501,509)	(3,501,509)		0	
TPP INTEREST	(125)	(145)		(20)	
NPP INTEREST	0	0		0	
NET CASH FLOW FROM FINANCIAL	(2,477,840)	(2,727,753)		(249,913)	
INVESTMENT CASH FLOWS					
INTEREST INCOME	100,104	138,751		38,647	\$27.5 K due to Increased RUS CoC Balance
NET CASH FLOW FROM INVESTMENTS	100,104	138,751		38,647	
NET CHANGE IN CASH POSITION	(732,530)	(332,779)		399,751	
ENDING CASH BALANCE	\$28,675,105	\$29,941,988		\$1,266,883	

SWTC CASH POSITION
 VARIANCE BETWEEN ACTUAL AND BUDGET
 September-13

	YEAR-TO-DATE		VARIANCE
	BUDGET	ACTUAL	
OPERATING CASH FLOWS			
WHOLESALE TRANSMISSION RECEIPTS	\$29,153,391	\$29,564,438	\$411,047
OTHER RECEIPTS	911,838	4,392,633	3,480,796
PROPERTY TAXES	(1,024,409)	(1,067,638)	(43,229)
PAYROLL EXPENSE	(6,750,000)	(6,857,374)	(107,374)
ACCOUNTS PAYABLE	(13,450,951)	(15,438,807)	(1,987,856)
NET CASH FLOW FROM OPERATIONS	8,839,868	10,593,252	1,753,383
FINANCIAL CASH FLOWS			
TPP INVESTMENTS (MATURITIES)	0	(45,297)	(45,297)
NPP INVESTMENTS (MATURITIES)	0	0	0
FFB LOAN FUNDS DRAW	11,128,000	11,128,000	0
RUS LOAN FUNDS DRAW	0	0	0
CFC LOAN FUNDS DRAW	3,501,509	3,501,509	0
CAPITAL EXPENDITURES	(2,522,517)	(2,725,637)	(203,120)
DEBT SERVICE PAYMENTS	(7,516,548)	(7,829,607)	(313,059)
CFC LOC DRAWS (PAYMENTS)	0	3,501,509	3,501,509
TPP INTEREST	(1,125)	(1,603)	(478)
NPP INTEREST	0	0	0
NET CASH FLOW FROM FINANCIAL	4,589,319	7,528,874	2,939,555
INVESTMENT CASH FLOWS			
INTEREST INCOME	334,184	409,637	75,453
NET CASH FLOW FROM INVESTMENT	334,184	409,637	75,453
NET CHANGE IN CASH POSITION	\$13,763,371	\$18,531,762	\$4,768,391

**SWTC
CASH FLOW PROJECTION
CALENDAR YEAR 2013**

	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY
	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL
1 OPERATING CASH FLOWS							
2 WHOLESALF TRANSMISSION RECEIPTS	\$ 3,071,252	\$ 3,338,757	\$ 3,240,947	\$ 3,316,662	\$ 3,254,223	\$ 3,271,169	\$ 3,410,464
3 OTHER OPERATING RECEIPTS (2)	\$ 449,866	\$ 660,417	\$ 396,500	\$ 405,111	\$ 425,375	\$ 428,951	\$ 477,022
4 PROPERTY TAXES	\$ -	\$ (5,463)	\$ -	\$ (1,062,176)	\$ -	\$ -	\$ -
5 PAYROLL EXPENSE	\$ (771,247)	\$ (785,479)	\$ (791,482)	\$ (805,701)	\$ (790,981)	\$ (711,639)	\$ (679,282)
6 OTHER ACCOUNTS PAYABLE (3)	\$ (1,432,649)	\$ (1,190,958)	\$ (1,025,503)	\$ (5,216,690)	\$ (1,583,258)	\$ (1,274,459)	\$ (1,550,552)
7 NET CASH FLOW FROM OPERATIONS	\$ 1,317,223	\$ 2,017,275	\$ 1,820,462	\$ (3,362,794)	\$ 1,305,358	\$ 1,714,022	\$ 1,657,651
8 FINANCIAL CASH FLOWS							
9 TRANSMISSION PREPAYMENT INVESTMENTS (MATURITIES)	\$ 52,121	\$ (143,196)	\$ (4,645)	\$ (186)	\$ 8,259	\$ 1,394	\$ (1,111)
10 NOTE PARTICIPATION INVESTMENTS (MATURITIES)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
11 FFB LOAN FUNDS DRAW (PAYMENT)	\$ -	\$ 2,582,000	\$ 8,546,000	\$ -	\$ -	\$ -	\$ -
12 RUS LOAN FUNDS DRAW(PAYMENT)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
13 CFC LOAN FUNDS DRAW (PAYMENT)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
14 CFC LINE OF CREDIT DRAW (3)	\$ -	\$ -	\$ -	\$ 3,501,509	\$ -	\$ -	\$ -
15 CAPITAL EXPENDITURES	\$ (1,336,734)	\$ (166,112)	\$ (53,509)	\$ (223,508)	\$ (43,605)	\$ (86,897)	\$ (139,443)
16 CFC LINE OF CREDIT REPAYMENT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
17 CFC LINE OF CREDIT INTEREST	\$ -	\$ -	\$ -	\$ (2,038,377)	\$ -	\$ (17,527)	\$ -
18 FFB DEBT SERVICE PAYMENTS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (2,192,037)
19 SERIES 1994A DEBT SERVICE PAYMENTS	\$ -	\$ -	\$ (20,116)	\$ -	\$ -	\$ -	\$ -
20 CFC DEBT SERVICE PAYMENTS	\$ -	\$ -	\$ (332,841)	\$ -	\$ -	\$ (304,341)	\$ -
21 TRANSMISSION PREPAYMENT INTEREST	\$ (338)	\$ (266)	\$ (109)	\$ (129)	\$ (172)	\$ (137)	\$ (137)
22 NOTE PARTICIPATION INTEREST	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
23 NET CASH FLOW FROM FINANCIAL ACTIVITIES	\$ (1,284,951)	\$ 2,272,426	\$ 8,134,780	\$ 1,239,310	\$ (35,518)	\$ (407,507)	\$ (2,332,728)
24 INVESTMENT CASH FLOWS							
25 INTEREST INCOME	\$ 579	\$ 737	\$ 105,272	\$ 34,298	\$ 1,261	\$ 126,458	\$ 1,240
26 NET CASH FLOW FROM INVESTMENT ACTIVITIES	\$ 579	\$ 737	\$ 105,272	\$ 34,298	\$ 1,261	\$ 126,458	\$ 1,240
27 TOTAL NET CASH FLOWS	\$ 32,850	\$ 4,290,437	\$ 10,060,513	\$ (2,089,187)	\$ 1,271,101	\$ 1,432,973	\$ (673,837)
28 BEGINNING CASH BALANCE	\$ 14,911,734	\$ 14,944,584	\$ 19,235,022	\$ 29,295,535	\$ 27,206,348	\$ 28,477,448	\$ 29,910,421
29 ENDING CASH BALANCE	\$ 14,944,584	\$ 19,235,022	\$ 29,295,535	\$ 27,206,348	\$ 28,477,448	\$ 29,910,421	\$ 29,236,584
30 RESTRICTED FUNDS (1)	\$ (8,473,280)	\$ (8,473,280)	\$ (8,576,322)	\$ (8,576,322)	\$ (10,776,322)	\$ (10,903,030)	\$ (10,901,314)
31 ENDING CASH BALANCE (UNRESTRICTED FUNDS)	\$ 6,471,305	\$ 10,761,742	\$ 20,719,213	\$ 18,630,026	\$ 17,701,126	\$ 19,007,391	\$ 18,335,270
32 BEGINNING LINE OF CREDIT BALANCE	\$ 0	\$ 0	\$ 0	\$ 0	\$ 33,501,509	\$ 33,501,509	\$ 33,501,509
34 LINE OF CREDIT DRAW	\$ 0	\$ 0	\$ 0	\$ 3,501,509	\$ 0	\$ 0	\$ 0
35 LINE OF CREDIT REPAYMENT	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
36 LINE OF CREDIT REPAYMENT	\$ 0	\$ 0	\$ 0	\$ 33,501,509	\$ 33,501,509	\$ 33,501,509	\$ 33,501,509

(1) RUS Cushion of Credit Investment
(2) \$242K T-Mobile Payment for Microwave Spectrum Sale in February
(3) \$3.5MM NRECA RS Plan Payment in April, funded by Op LOC

**SWTC
CASH FLOW PROJECTION
CALENDAR YEAR 2013**

	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
	ACTUAL	ACTUAL	PROJECTED	PROJECTED	PROJECTED	PROJECTED
1 OPERATING CASH FLOWS						
2 WHOLESale TRANSMISSION RECEIPTS	\$ 3,340,735	\$ 3,320,229	\$ 3,286,785	\$ 3,263,307	\$ 2,906,181	\$ 39,020,711
3 OTHER OPERATING RECEIPTS (2)	\$ 413,465	\$ 735,928	\$ 82,130	\$ 62,260	\$ 63,990	\$ 4,601,013
4 PROPERTY TAXES	\$ -	\$ -	\$ -	\$ (959,840)	\$ -	\$ (2,027,478)
5 PAYROLL EXPENSE	\$ (747,005)	\$ (774,558)	\$ (750,000)	\$ (750,000)	\$ (750,000)	\$ (9,107,374)
6 OTHER ACCOUNTS PAYABLE (3)	\$ (1,139,363)	\$ (1,025,376)	\$ (887,038)	\$ (918,459)	\$ (923,733)	\$ (18,168,037)
7 NET CASH FLOW FROM OPERATIONS	\$ 1,867,833	\$ 2,256,222	\$ 1,731,877	\$ 697,268	\$ 1,296,438	\$ 14,318,835
8 FINANCIAL CASH FLOWS						
9 TRANSMISSION PREPAYMENT INVESTMENTS (MATURITIES)	\$ (4,592)	\$ 46,659	\$ -	\$ -	\$ -	\$ (45,297)
10 NOTE PARTICIPATION INVESTMENTS (MATURITIES)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
11 FFB LOAN FUNDS DRAW (PAYMENT)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,128,000
12 RUS LOAN FUNDS DRAW (PAYMENT)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
13 CFC LOAN FUNDS DRAW (PAYMENT)	\$ -	\$ 3,501,509	\$ -	\$ -	\$ 2,000,000	\$ 5,501,509
14 CFC LINE OF CREDIT DRAW (3)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,501,509
15 CAPITAL EXPENDITURES	\$ (449,014)	\$ (226,816)	\$ (87,500)	\$ (87,500)	\$ (87,500)	\$ (2,988,137)
16 CFC LINE OF CREDIT REPAYMENT	\$ -	\$ (3,501,509)	\$ -	\$ -	\$ -	\$ (3,501,509)
17 CFC LINE OF CREDIT INTEREST	\$ -	\$ (25,595)	\$ -	\$ -	\$ -	\$ (43,121)
18 FFB DEBT SERVICE PAYMENTS	\$ -	\$ (2,191,406)	\$ -	\$ -	\$ (2,074,817)	\$ (8,496,636)
19 SERIES 1994A DEBT SERVICE PAYMENTS	\$ (376,917)	\$ -	\$ -	\$ -	\$ -	\$ (397,034)
20 CFC DEBT SERVICE PAYMENTS	\$ -	\$ (330,451)	\$ -	\$ -	\$ (304,347)	\$ (1,271,980)
21 TRANSMISSION PREPAYMENT INTEREST	\$ (169)	\$ (145)	\$ (125)	\$ (125)	\$ (125)	\$ (1,978)
22 NOTE PARTICIPATION INTEREST	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
23 NET CASH FLOW FROM FINANCIAL ACTIVITIES	\$ (830,692)	\$ (2,727,753)	\$ (87,625)	\$ (87,625)	\$ (466,789)	\$ 3,385,326
24 INVESTMENT CASH FLOWS						
25 INTEREST INCOME	\$ 1,042	\$ 138,751	\$ 33,533	\$ 104	\$ 100,104	\$ 543,378
26 NET CASH FLOW FROM INVESTMENT ACTIVITIES	\$ 1,042	\$ 138,751	\$ 33,533	\$ 104	\$ 100,104	\$ 543,378
27 TOTAL NET CASH FLOWS	\$ 1,038,183	\$ (32,779)	\$ 1,677,785	\$ 609,748	\$ 929,753	\$ 18,247,539
28 BEGINNING CASH BALANCE	\$ 29,236,584	\$ 30,274,767	\$ 29,941,988	\$ 31,619,773	\$ 32,229,520	\$ 14,911,734
29 ENDING CASH BALANCE	\$ 30,274,767	\$ 29,941,988	\$ 31,619,773	\$ 32,229,520	\$ 33,159,273	\$ 33,159,273
30 RESTRICTED FUNDS (1)	\$ (10,901,314)	\$ (11,038,700)	\$ (11,038,700)	\$ (11,038,700)	\$ (9,101,867)	\$ (9,101,867)
31 ENDING CASH BALANCE (UNRESTRICTED FUNDS)	\$ 19,373,453	\$ 18,903,287	\$ 20,581,073	\$ 21,190,820	\$ 24,057,406	\$ 24,057,406
32						
33 BEGINNING LINE OF CREDIT BALANCE	\$ 3,501,509	\$ 3,501,509	\$ 0	\$ 0	\$ 0	\$ 0
34 LINE OF CREDIT DRAW	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,501,509
35 LINE OF CREDIT REPAYMENT	\$ 0	\$ (3,501,509)	\$ 0	\$ 0	\$ 0	\$ (3,501,509)
36 LINE OF CREDIT REPAYMENT	\$ 3,501,509	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(1) RUS Cushion of Credit Investment
(2) \$242K T-Mobile Payment for Microwave Spectrum Sale in Febru
(3) \$3.5MM NRECA RS Plan Payment in April, funded by Op LOC

Southwest Transmission Cooperative, Inc.
Summary of Debt Balances
As of October 1, 2013

NATURE OF OBLIGATION	TOTAL AMOUNT OUTSTANDING	PERCENT TO TOTAL	FACE RATE	ANNUALIZED INTEREST EXPENSE
FFB DEBT	\$102,522,411.77	87.132%	4.481%	\$4,593,993.81
CFC SERIES 1994A BONDS	5,831,306.27	4.956%	0.650%	37,903.50
NRUCFC	9,310,190.24	7.913%	3.185%	296,576.05
Total	<u>\$117,663,908.27</u>	100.000%	4.189%	<u>\$4,928,473.36</u>

2013 Debt Service Breakout

	Interest	Principal	Total
Quarter 1	\$ 1,183,487	\$ 1,169,710	\$ 2,353,197
Quarter 2	\$ 1,212,990	\$ 1,153,671	\$ 2,366,661
Quarter 3	\$ 1,225,071	\$ 1,524,935	\$ 2,750,006
Quarter 4	\$ 1,211,342	\$ 1,167,822	\$ 2,379,164
Totals	<u>\$ 4,832,890</u>	<u>\$ 5,016,138</u>	<u>\$ 9,849,028</u>