

Company Name: (Below)  
INLAND TELEPHONE COMPANY

ASSETS	Balance End of Year 2012 (A)	Part 64 Adj to NonReg 2012 (B)	Adj. Balance End of Year 2012	LIABILITIES AND STOCKHOLDERS' EQUITY	Balance Prior Year 2012 (A)	Part 64 Adj to NonReg 2012 (B)	Adj. Balance End of Year 2012
<b>CURRENT ASSETS</b>				<b>CURRENT LIABILITIES</b>			
1. Cash and Equivalents	566,757		566,757	25. Accounts Payable	192,641		192,641
2. Cash-RUS Construction Fund	8,040		8,040	26. Notes Payable	0		0
3. Affiliates:				27. Advance Billings and Payments	1,618		1,618
a. Telecom, Accounts Receivable	82,426		82,426	28. Customer Deposits	525,325		525,325
b. Other Accounts Receivable	0		0	29. Current Mat. L/T Debt	0		0
c. Notes Receivable	0		0	30. Current Mat. L/T Debt Rur. Dev.	0		0
4. Non-Affiliates:				31. Current Mat. - Capital Leases	20		20
a. Telecom, Accounts Receivable	484,908		484,908	32. Income Taxes Accrued	55,202		55,202
b. Other Accounts Receivable	0		0	33. Other Current Liabilities	776,769		776,769
c. Notes Receivable	0		0	34. Other Current Liabilities	1,551,575		1,551,575
5. Interest and Dividends Receivable	259,636		259,636	35. Total Current Liabilities (25 thru 34)			
6. Material-Regulated	0		0	<b>LONG-TERM DEBT</b>			
7. Material-Nonregulated	2,490		2,490	36. Funded Debt-RUS Notes	283,224		283,224
8. Prepayments	1,404,257		1,404,257	37. Funded Debt-RTB Notes	156,225		156,225
9. Other Current Assets	0		0	38. Funded Debt-FFB Notes	534,368		534,368
10. Total Current Assets (1 Thru 9)				39. Funded Debt-Other	0		0
				40. Funded Debt-Rural Develop. Loan	0		0
<b>NONCURRENT ASSETS</b>				41. Premium (Discount) on L/T Debt	0		0
11. Investment in Affiliated Companies				42. Recquired Debt	0		0
a. Rural Development	290,671		290,671	43. Obligations Under Capital Lease	0		0
b. Nonrural Development	0		0	44. Adv. From Affiliated Companies	0		0
12. Other Investments				45. Other Long-Term Debt	0		0
a. Rural Development	178,123		178,123	46. Total Long-Term Debt (36 thru 45)	973,817		973,817
b. Nonrural Development	459,745	349,669	809,414	<b>OTHER LIAB. &amp; DEF. CREDITS</b>			
13. Nonregulated Investments (B1)	250		250	47. Other Long-Term Liabilities	602,594	(41,414)	561,180
14. Other Noncurrent Assets	0		0	48. Other Deferred Credits (C)	0		0
15. Deferred Charges	0		0	49. Other Jurisdictional Differences	0		0
16. Jurisdictional Differences	0		0	50. Total Other Liab. & Def. Credits (47 thru 49)	602,594	(41,414)	561,180
17. Total noncurrent Assets (11 thru 16)	928,789	349,669	1,278,458	<b>EQUITY</b>			
				51. Cap. Stock Outstanding & Subscribed	93,150		93,150
<b>PLANT, PROPERTY AND EQUIPMENT</b>				52. Additional Paid-in-Capital	7,175		7,175
18. Telecom Plant-in-Service	18,674,792	(1,061,139)	17,613,653	53. Treasury Stock	0		0
19. Property Held for Future Use	0		0	54. Membership and cap. Certificates	0		0
20. Plant Under Construction	231,189		231,189	55. Other Capital	0		0
21. Plant Adj., Nonop Plant & Goodwill	(12,947,409)	711,470	(12,235,939)	56. Patronage Capital Credits	0		0
22. Accumulated Depreciation (CR.)	5,958,572	(349,669)	5,608,903	57. Retained Earnings or Margins (B2)	5,063,307	41,414	5,104,721
23. Net Plant (18 thru 21 less 22)				58. Total Equity (51 thru 57)	5,163,632	41,414	5,205,046
<b>TOTAL ASSETS (10+17+23)</b>	<b>8,291,618</b>	<b>0</b>	<b>8,291,618</b>	<b>59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)</b>	<b>8,291,618</b>	<b>0</b>	<b>8,291,618</b>

(A) - As reported on Form 481

(B) - Part 64 adjustments to rate base from regulated to nonregulated.

(B1) - Part 64 offset to nonreg investment

(B2) - Part 64 offset to retained earnings

(C) - Part 64 Adj. for line 48 is only for deferred taxes.

2014 State USF Petition Filing Requirement - WAC 480-123-110(e)  
Current Year Balance Sheet

EXHIBIT 4

Company Name: (Below)  
INLAND TELEPHONE COMPANY

ASSETS	Balance End of Year 2013 (A)	Part 64 Adj to NonReg 2013 (B)	Adj. Balance End of Year 2013	LIABILITIES AND STOCKHOLDERS' EQUITY	Balance Prior Year 2013 (A)	Part 64 Adj to NonReg 2013 (B)	Adj. Balance End of Year 2013
<b>CURRENT ASSETS</b>				<b>CURRENT LIABILITIES</b>			
1. Cash and Equivalents	298,416		298,416	25. Accounts Payable	1,134,728		1,134,728
2. Cash-RUS Construction Fund	395,813		395,813	26. Notes Payable	0		0
3. Affiliates:				27. Advance Billings and Payments	0		0
a. Telecom, Accounts Receivable	84,991		84,991	28. Customer Deposits	2,041		2,041
b. Other Accounts Receivable			0	29. Current Mat. L/T Debt	304,607		304,607
c. Notes Receivable			0	30. Current Mat. L/T Debt Rur. Dev.	0		0
4. Non-Affiliates:				31. Current Mat. - Capital Leases	0		0
a. Telecom, Accounts Receivable	559,143		559,143	32. Income Taxes Accrued	60,011		60,011
b. Other Accounts Receivable			0	33. Other Taxes Accrued	116,543		116,543
c. Notes Receivable			0	34. Other Current Liabilities	815,571		815,571
5. Interest and Dividends Receivable			0	35. Total Current Liabilities (25 thru 34)	2,433,501		2,433,501
6. Material-Regulated	269,547		269,547	<b>LONG-TERM DEBT</b>			
7. Material-Nonregulated				36. Funded Debt-RUS Notes	181,416		181,416
8. Prepayments	38,205		38,205	37. Funded Debt-RTB Notes	51,632		51,632
9. Other Current Assets			0	38. Funded Debt-FFB Notes	2,816,944		2,816,944
10. Total Current Assets (1 Thru 9)	1,646,115	-	1,646,115	39. Funded Debt-Other	(2,655)		(2,655)
<b>NONCURRENT ASSETS</b>				40. Funded Debt-Rural Develop. Loan	0		0
11. Investment in Affiliated Companies				41. Premium (Discount) on L/T Debt	0		0
a. Rural Development	51,709		51,709	42. Required Debt	0		0
b. Nonrural Development			0	43. Obligations Under Capital Lease	0		0
12. Other Investments				44. Adv. From Affiliated Companies	0		0
a. Rural Development			0	45. Other Long-Term Debt	0		0
b. Nonrural Development	190,106		190,106	46. Total Long-Term Debt (36 thru 45)	3,047,337		3,047,337
13. Nonregulated Investments (B1)	1,464,073	297,261	1,761,334	<b>OTHER LIAB. &amp; DEF. CREDITS</b>			
14. Other Noncurrent Assets	250		250	47. Other Long-Term Liabilities	406,878	(26,917)	379,961
15. Deferred Charges			0	48. Other Deferred Credits (C)	0		0
16. Jurisdictional Differences			0	49. Other Jurisdictional Differences	406,878	(26,917)	379,961
17. Total noncurrent Assets (11 thru 16)	1,706,138	297,261	2,003,399	<b>EQUITY</b>			
<b>PLANT, PROPERTY AND EQUIPMENT</b>				51. Cap. Stock Outstanding & Subscribed	93,150		93,150
18. Telecom Plant-in-Service	18,902,328	(1,062,900)	17,839,428	52. Additional Paid-in-Capital	7,175		7,175
19. Property Held for Future Use			0	53. Treasury Stock	0		0
20. Plant Under Construction	2,463,135		2,463,135	54. Membership and cap. Certificates	0		0
21. Plant Adj., Nonop Plant & Goodwill	(14,045,463)	765,639	(13,279,824)	55. Other Capital	0		0
22. Accumulated Depreciation (CR.)	7,320,000	(297,261)	7,022,739	56. Patronage Capital Credits	4,684,212	26,917	4,711,129
23. Net Plant (18 thru 21 less 22)	10,672,253	0	10,672,253	57. Retained Earnings or Margins (B2)	4,784,537	26,917	4,811,454
<b>TOTAL ASSETS (10+17+23)</b>				58. Total Equity (51 thru 57)	10,672,253	0	10,672,253
				<b>59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)</b>			

(A) - As reported on Form 481

(B) - Part 64 adjustments to rate base from regulated to nonregulated.

(B1) - Part 64 offset to nonreg investment

(B2) - Part 64 offset to retained earnings

(C) - Part 64 Adj. for line 48 is only for deferred taxes.

FCC Form 481

Part B Statement of Income and Retained Earnings Statement

Company Name: (Below)  
 INLAND TELEPHONE COMPANY

Line #	Item	Prior Year 2012 (A)	Part 64 Adj. to NonReg (B)	Prior Year Adjusted 2012
1	Local Network Services Revenues	603,282		603,282
2	Network Access Services Revenues	4,113,942		4,113,942
3	Long Distance Network Services Revenues	23,968		23,968
4	Carrier Billing and Collection Revenues	44,064		44,064
5	Miscellaneous Revenues	104,863		104,863
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(5,179)		(5,179)
7	<b>Net Operating Revenues (1 thru 6)</b>	<b>4,884,940</b>	<b>0</b>	<b>4,884,940</b>
8	Plant Specific Operations Expense	1,815,016	(155,265)	1,659,751
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	290,538		290,538
10	Depreciation Expense	1,070,497	(53,689)	1,016,808
11	Amortization Expense	182		182
12	Customer Operations Expense	455,479	(53,241)	402,238
13	Corporate Operations	865,414	(10,160)	855,254
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ( )			0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	865,414	(10,160)	855,254
14	<b>Total Operations Expenses (8 thru 12 +13b)</b>	<b>4,497,126</b>	<b>(272,355)</b>	<b>4,224,771</b>
15	Operating Income or Margins (7 less 14)	387,814	272,355	660,169
16	Other Operating Income and Expenses ( )			0
17	State and Local Taxes	105,168	(13,162)	92,006
18	Federal Income Taxes (A1)	2,155	(121)	2,034
19	Other Taxes			0
20	Total Operating Taxes (17+18+19)	107,323	(13,283)	94,040
21	Net Operating Income or Margins (15+16-20)	280,491	285,638	566,129
22	Interest on Funded Debt	66,408		66,408
23	Interest Expense - Capital Leases			0
24	Other Interest Expense	12,888		12,888
25	Allowance for Funds Used During Construction (CR)			0
26	Total Fixed Charges (22+23+24-25)	79,296	0	79,296
27	Nonoperating Net Income	136,849		136,849
28	Extraordinary Items			0
29	Jurisdictional Differences			0
30	Nonregulated Net Income (B1)	540,289	(285,638)	254,651
31	Total Net Income or Margins (21+27+28+29+30-26)	878,333	0	878,333
32	Total Taxes Based on Income	(140,100)	39,080	(101,020)
33	Retained Earning or Margins Beginning-of-Year	4,224,892		4,224,892
34	Miscellaneous Credits Year-to-Date	1,496		1,496
35	Dividends Declared (Common)			0
36	Dividends Declared (Preferred)			0
37	Other Debits Year-to-Date			0
38	Transfers to Patronage Capital			0
39	Retained Earnings or Margins End-of-Period ((31+33+34)-(35+36+37+38)	5,104,721	0	5,104,721
40	Patronage Capital Beginning-of-Year			0
41	Transfers to Patronage Capital			0
42	Patronage Capital Credits Retired			0
43	Patronage Capital End-of-Year (40+41-42)	0	0	0
44	Annual Debt Service Payments	593,769		593,769
45	Cash Ratio ((14+20-10-11)/7)	0.7234	#DIV/0!	0.6759
46	Operating Accrual Ratio ((14+20+26)/7)	0.9588	#DIV/0!	0.9003
47	TIER ((31+26)/26)	12.0766	#DIV/0!	12.0766
48	DSCR ((31+26+10+11)/44)	3.4160	#DIV/0!	3.3256

Notes:

- (A) As reported on Form 481
- (A1) S Corporations provide effective tax rate on Income Statement  
Summary Schedule footnote, Page 8
- (B) Part 64 adjustment from regulated to nonregulated
- (B1) Part 64 offset to nonregulated income (No Impact to retained earnings)

Company Name: (Below)  
INLAND TELEPHONE COMPANY

Line #	Item	Prior Year 2013 (A)	Part 64 Adj. to NonReg (B)	Prior Year Adjusted 2013
1	Local Network Services Revenues	562,589		562,589
2	Network Access Services Revenues	3,451,897		3,451,897
3	Long Distance Network Services Revenues	(850)		(850)
4	Carrier Billing and Collection Revenues	50,550		50,550
5	Miscellaneous Revenues	48,078		48,078
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(5,843)		(5,843)
7	<b>Net Operating Revenues (1 thru 6)</b>	<b>4,106,421</b>	<b>0</b>	<b>4,106,421</b>
8	Plant Specific Operations Expense	1,605,078	(137,268)	1,467,810
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	287,876		287,876
10	Depreciation Expense	1,127,367	(69,821)	1,057,546
11	Amortization Expense	182		182
12	Customer Operations Expense	483,882	(59,233)	424,649
13	Corporate Operations	867,296	(12,176)	855,120
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ( )			0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	867,296	(12,176)	855,120
14	<b>Total Operations Expenses (8 thru 12 +13b)</b>	<b>4,371,681</b>	<b>(278,498)</b>	<b>4,093,183</b>
15	Operating Income or Margins (7 less 14)	(265,260)	278,498	13,238
16	Other Operating Income and Expenses ( )			0
17	State and Local Taxes	101,698	(11,441)	90,257
18	Federal Income Taxes (A1)	(198,891)	11,150	(187,741)
19	Other Taxes			0
20	Total Operating Taxes (17+18+19)	(97,193)	(291)	(97,484)
21	Net Operating Income or Margins (15+16-20)	(168,067)	278,789	110,722
22	Interest on Funded Debt	59,655		59,655
23	Interest Expense - Capital Leases			0
24	Other Interest Expense	18,946		18,946
25	Allowance for Funds Used During Construction (CR)			0
26	Total Fixed Charges (22+23+24-25)	78,601	0	78,601
27	Nonoperating Net Income	13,925		13,925
28	Extraordinary Items			0
29	Jurisdictional Differences	35,207		35,207
30	Nonregulated Net Income (B1)	(199,650)	(278,789)	(478,439)
31	Total Net Income or Margins (21+27+28+29+30-26)	(397,186)	0	(397,186)
32	Total Taxes Based on Income	(196,331)	11,587	(184,744)
33	Retained Earning or Margins Beginning-of-Year	5,104,721		5,104,721
34	Miscellaneous Credits Year-to-Date	3,594		3,594
35	Dividends Declared (Common)			0
36	Dividends Declared (Preferred)			0
37	Other Debits Year-to-Date			0
38	Transfers to Patronage Capital			0
39	Retained Earnings or Margins End-of-Period ((31+33+34)-(35+36+37+38)	4,711,129	0	4,711,129
40	Patronage Capital Beginning-of-Year			0
41	Transfers to Patronage Capital			0
42	Patronage Capital Credits Retired			0
43	Patronage Capital End-of-Year (40+41-42)	0	0	0
44	Annual Debt Service Payments	645,182		645,182
45	Cash Ratio ((14+20-10-11)/7)	0.7663	#DIV/0!	0.7155
46	Operating Accrual Ratio ((14+20+26)/7)	1.0601	#DIV/0!	0.9922
47	TIER ((31+26)/26)	(4.0532)	#DIV/0!	(4.0532)
48	DSCR ((31+26+10+11)/44)	1.2539	#DIV/0!	1.1456

Notes:

- (A) As reported on Form 481
- (A1) S Corporations provide effective tax rate on Income Statement Summary Schedule footnote, Page 8
- (B) Part 64 adjustment from regulated to nonregulated
- (B1) Part 64 offset to nonregulated income (No Impact to retained earnings)

2014 State USF Petition Filing requirement - WAC 480-123-110 (e)  
 Network Access Services Revenue  
 Prior and Current Year

Company Name: (Below)  
INLAND TELEPHONE COMPANY

Description	Part 32 Account	2012	2013
End User Revenue (SLC, ARC, etc.)	5081	193,350	228,660
Switched Access (excluding USF):	5082		
Intrastate		511,249	439,205
Interstate		92,887	(112,431)
Special Access:	5083		
Intrastate		54,080	42,460
Interstate		1,391,219	1,285,190
Federal USF (ICLS/CAF/HCL/SN)	Varies	1,793,096	1,481,529
Total (must equal line 2 of Income Stmt.)		4,035,881	3,364,613
Line 2 of Income Stmt.		4,113,942	3,451,897
Difference		(78,061)	(87,284)