

KALAMA TELEPHONE COMPANY
DEFERRED FEDERAL INCOME TAX CALCULATION
DECEMBER 31, 2017

ACCOUNTS 4310-00, 4311-00, 7200-03, & 7990-75

	<u>REGULATED</u>	<u>NON- REGULATED</u>	<u>TOTAL</u>
ACCUMULATED TAX DEPRECIATION:			
12/31/2016 ACRS SECTION 179 / Acquired cost-Depreciable basis	9,814		9,814
12/31/2016 Pre ACRS, ACRS & MACRS per FAS Report	<u>15,501,460</u>	<u>304,563</u>	<u>15,806,023</u>
	15,511,274	304,563	15,815,837
ACCUMULATED BOOK DEPRECIATION - 12/31/2016	<u>17,210,039</u>	<u>304,540</u>	<u>17,514,579</u>
EXCESS ACCUMULATED TAX DEPRECIATION	-1,698,765	23	-1,698,742
CONTRIBUTION IN AID OF CONSTRUCTION	<u> </u>	<u>0</u>	<u>0</u>
ACCUMULATED BOOK/TAX TIMING DIFFERENCE	-1,698,765	23	-1,698,742
TAX RATE	<u>21.00%</u>	<u>21.00%</u>	
	Account	4310-00	4311-00
ACCUMULATED DEFERRED FEDERAL INCOME TAX AT 21%	-356,741	5	-356,736
BALANCE PER GENERAL LEDGER (AT 34%)	<u>-577,580</u>	<u>8</u>	<u>-577,572</u>
EXCESS DEFERRED FIT AT 1/1/2017	<u>220,839</u>	<u>-3</u>	<u>220,836</u>
	Account	7200-03	7990-75
JUNE 30 ADJUSTMENT	0	0	0
DECEMBER 31 ADJUSTMENT	<u>220,839</u>	<u>-3</u>	<u>220,836</u>
DEFERRED FEDERAL INCOME TAX EXPENSE FOR YEAR	<u>220,839</u>	<u>-3</u>	<u>220,836</u>

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ACCOUNTS 4310-00, 4311-00, 7200-03, & 7990-75

	<u>REGULATED</u>	<u>NON- REGULATED</u>	<u>TOTAL</u>
ACCUMULATED TAX DEPRECIATION:			
12/31/17 ACRS SECTION 179 / Acquired cost-Depreciable basis	9,814		9,814
12/31/17 Pre ACRS, ACRS & MACRS per FAS Report	<u>16,159,522</u>	<u>304,571</u>	<u>16,464,093</u>
	16,169,336	304,571	16,473,907
ACCUMULATED BOOK DEPRECIATION	<u>17,726,950</u>	<u>304,540</u>	<u>18,031,490</u>
EXCESS ACCUMULATED TAX DEPRECIATION	-1,557,614	31	-1,557,583
CONTRIBUTION IN AID OF CONSTRUCTION	<u> </u>	<u> 0</u>	<u> 0</u>
ACCUMULATED BOOK/TAX TIMING DIFFERENCE	-1,557,614	31	-1,557,583
TAX RATE	<u>21.00%</u>	<u>21.00%</u>	<u> </u>
Account	4310-00	4311-00	
ACCUMULATED DEFERRED FEDERAL INCOME TAX	-327,099	7	-327,092
BALANCE PER GENERAL LEDGER	<u>-356,741</u>	<u> 8</u>	<u>-356,733</u>
CURRENT PERIOD ADJUSTMENT	<u>29,642</u>	<u>-1</u>	<u>29,641</u>
Account	7200-03	7990-75	
JUNE 30 ADJUSTMENT	0	0	0
DECEMBER 31 ADJUSTMENT	<u>29,642</u>	<u>-1</u>	<u>29,641</u>
DEFERRED FEDERAL INCOME TAX EXPENSE FOR YEAR	<u>29,642</u>	<u>-1</u>	<u>29,641</u>
Account	4310-00	4311-00	
ACCUMULATED DEFERRED FEDERAL INCOME TAX - DECEMBER 31, 2017	-327,099	7	-327,092
ALLOCATION OF ACCUMULATED DEFERRED FEDERAL INCOME TAX TO INTERSTATE PER 2017 COST STUDY	<u>-121,282</u>	<u> 0</u>	<u>-121,282</u>
REMAINDER OF ACCUMULATED DEFERRED FEDERAL INCOME TAX ASSIGNED TO INTRASTATE (WASHINGTON)	<u>-205,817</u>	<u> 7</u>	<u>-205,810</u>