

State USF Petition Filing Requirement - WAC 480-123-110 (1)(e)
 Current Year Income Statement

Company Name: (Below)
 PIONEER TELEPHONE COMPANY

Line #	Description	Current Year 2015 (A)	Part 64 Adj. to NonReg (B)	Current Year Adjusted 2015 (C)
1	Local Network Services Revenues	144,597		144,597
2	Network Access Services Revenues	1,399,531		1,399,531
3	Long Distance Network Services Revenues	42,291		42,291
4	Carrier Billing and Collection Revenues	1,800		1,800
5	Miscellaneous Revenues	8,866		8,866
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(100)		(100)
7	Net Operating Revenues (1 thru 6)	1,596,985	0	1,596,985
8	Plant Specific Operations Expense	367,252	(24,230)	343,022
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	54,344	13,556	67,900
10	Depreciation Expense	580,284	(701)	579,583
11	Amortization Expense			0
12	Customer Operations Expense	94,541	(7,042)	87,499
13	Corporate Operations	374,435	(13,108)	361,327
14	Total Operations Expenses (8 thru 12 +13b)	1,470,856	(31,525)	1,439,331
15	Operating Income or Margins (7 less 14)	126,129	31,525	157,654
16	Other Operating Income and Expenses ()			0
17	State and Local Taxes	67,196	(1,037)	66,159
18	Federal Income Taxes (A1) - (LINE IS ZERO IF COMPANY IS S CORP)	23,455	(649)	22,806
19	Other Taxes			0
20	Total Operating Taxes (17+18+19)	90,651	(1,686)	88,965
21	Net Operating Income or Margins (15+16-20)	35,478	33,211	68,689
22	Interest on Funded Debt			0
23	Interest Expense - Capital Leases			0
24	Other Interest Expense			0
25	Allowance for Funds Used During Construction (CR)			0
26	Total Fixed Charges (22+23+24-25)	0	0	0
27	Nonoperating Net Income	7,173		7,173
28	Extraordinary Items			0
29	Jurisdictional Differences			0
30	Nonregulated Net Income (B1)	22,814	(33,211)	(10,397)
31	Total Net Income or Margins (21+27+28+29+30-26)	65,465	0	65,465
32	Total Taxes Based on Income			
33	Retained Earning or Margins Beginning-of-Year	5,501,527		5,501,527
34	Miscellaneous Credits Year-to-Date			0
35	Dividends Declared (Common)	250,000		250,000
36	Dividends Declared (Preferred)			0
37	Other Debits Year-to-Date	4,814		4,814
38	Transfers to Patronage Capital			0
39	Retained Earnings End-of-Period ((31+33+34)-(35+36+37+38))(A2)	5,312,178	0	5,312,178
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	0		0
45	Cash Ratio ((14+20-10-11)/7)	0.6144	#DIV/0!	0.5941
46	Operating Accrual Ratio ((14+20+26)/7)	0.9778	#DIV/0!	0.9570
47	TIER ((31+26)/26)	#DIV/0!	#DIV/0!	#DIV/0!
48	DSCR ((31+26+10+11)/44)	#DIV/0!	#DIV/0!	#DIV/0!

Footnotes:

- (A) As reported on RUS Form 479
- (A1) S Corps provide effective tax rate from Cost study on Page 9, Inc. Statement Summary Schedule Footnote
- (A2) Column A, Line 39 must equal Column A, Line 57 of Page 2, Balance Sheet
- (B) Part 64 adjustment from regulated to nonregulated
- (B1) Column B, automatic offset to Nonregulated Net Income (No Impact to Retained Earnings)