

STATE USF FILING
FINANCIAL TEMPLATE
"S CORP" COMPANIES

State USE Petition Filing Requirement -WAC 480-123-110 (1)(e)
Prior Year Balance Sheet

EXHIBIT 4
FINANCIAL TEMPLATE

Company Name: (Below)
Whidbey Telephone Company

ASSETS	Balance End of Year 2013 (A)	Part 64 Adj to NonReg 2013 (B)	Adj. Balance End of Year 2013 (C)	LIABILITIES AND STOCKHOLDERS' EQUITY	Balance End of Year 2013 (A)	Part 64 Adj to NonReg 2013 (B)	Adj. Balance End of Year 2013 (C)
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents				25. Accounts Payable			
2. Cash-RUS Construction Fund				26. Notes Payable			
3. Affiliates:				27. Advance Billings and Payments			
a. Telecom, Accounts Receivable				28. Customer Deposits			
b. Other Accounts Receivable				29. Current Mat. L/T Debt			
c. Notes Receivable				30. Current Mat. L/T Debt Rur. Dev.			
4. Non-Affiliates:				31. Current Mat. - Capital Leases			
a. Telecom, Accounts Receivable				32. Income Taxes Accrued			
b. Other Accounts Receivable				33. Other Taxes Accrued			
c. Notes Receivable				34. Other Current Liabilities			
5. Interest and Dividends Receivable				35. Total Current Liabilities (25 thru 34)			
6. Material-Regulated				LONG-TERM DEBT			
7. Material-Nonregulated				36. Funded Debt-RUS Notes			
8. Prepayments				37. Funded Debt-RTB Notes			
9. Other Current Assets				38. Funded Debt-FFB Notes			
10. Total Current Assets (1 Thru 9)				39. Funded Debt-Other			
NONCURRENT ASSETS				40. Funded Debt-Rural Develop. Loan			
11. Investment in Affiliated Companies				41. Premium (Discount) on L/T Debt			
a. Rural Development				42. Reacquired Debt			
b. Nonrural Development				43. Obligations Under Capital Lease			
12. Other Investments				44. Adv. From Affiliated Companies			
a. Rural Development				45. Other Long-Term Debt			
b. Nonrural Development				46. Total Long-Term Debt (36 thru 45)			
13. Nonregulated Investments (B1)				OTHER LIAB. & DEF. CREDITS			
14. Other Noncurrent Assets				47. Other Long-Term Liabilities			
15. Deferred Charges				48. Other Deferred Credits (C)			
16. Jurisdictional Differences				49. Other Jurisdictional Differences			
17. Total noncurrent Assets (11 thru 16)				50. Total Other Liab. & Def. Credits (47 thru 49)			
PLANT, PROPERTY AND EQUIPMENT				EQUITY			
18. Telecom Plant-In-Service				51. Cap. Stock Outstanding & Subscribed			
19. Property Held for Future Use				52. Additional Paid-in-Capital			
20. Plant Under Construction				53. Treasury Stock			
21. Plant Adj., Nonop Plant & Goodwill				54. Membership and cap. Certificates			
22. Accumulated Depreciation (CR.)				55. Other Capital			
23. Net Plant (18 thru 21 less 22)				56. Patronage Capital Credits			
24. TOTAL ASSETS (10-17+23)				57. Retained Earnings or Margins (B2)			
				58. Total Equity (51 thru 57)			
				59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)			

Footnotes:

(A) - As reported on RUS Form 479
(B) - Part 64 adjustments from regulated to nonregulated.

Footnotes:

(B1) - Part 64 offset to nonreg investment
(B2) - Part 64 offset to retained earnings
(C) - Includes deferred taxes

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

EXHIBIT 4
FINANCIAL TEMPLATE

Company Name: (Below)
Whidbey Telephone Company

ASSETS	Balance End of Year 2014 (A)	Part 64 Adj to NonReg 2014 (B)	Adj. Balance End of Year 2014 (C)	LIABILITIES AND STOCKHOLDERS' EQUITY	Balance End of Year 2014 (A)	Part 64 Adj to NonReg 2014 (B)	Adj. Balance End of Year 2014 (C)
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents				25. Accounts Payable			
2. Cash-RUS Construction Fund				26. Notes Payable			
3. Affiliates:				27. Advance Billings and Payments			
a. Telecom, Accounts Receivable				28. Customer Deposits			
b. Other Accounts Receivable				29. Current Mat. L/T Debt			
c. Notes Receivable				30. Current Mat. L/T Debt Rur. Dev.			
4. Non-Affiliates:				31. Current Mat. - Capital Leases			
a. Telecom, Accounts Receivable				32. Income Taxes Accrued			
b. Other Accounts Receivable				33. Other Taxes Accrued			
c. Notes Receivable				34. Other Current Liabilities			
5. Interest and Dividends Receivable				35. Total Current Liabilities (25 thru 34)			
6. Material-Regulated				LONG-TERM DEBT			
7. Material-Nonregulated				36. Funded Debt-RUS Notes			
8. Prepayments				37. Funded Debt-RTB Notes			
9. Other Current Assets				38. Funded Debt-FFB Notes			
10. Total Current Assets (1 Thru 9)				39. Funded Debt-Other			
NONCURRENT ASSETS				40. Funded Debt-Rural Develop. Loan			
11. Investment in Affiliated Companies				41. Premium (Discount) on L/T Debt			
a. Rural Development				42. Reacquired Debt			
b. Nonrural Development				43. Obligations Under Capital Lease			
12. Other Investments				44. Adv. From Affiliated Companies			
a. Rural Development				45. Other Long-Term Debt			
b. Nonrural Development				46. Total Long-Term Debt (36 thru 45)			
13. Nonregulated Investments (B1)				OTHER LIAB. & DEF. CREDITS			
14. Other Noncurrent Assets				47. Other Long-Term Liabilities			
15. Deferred Charges				48. Other Deferred Credits (C)			
16. Jurisdictional Differences				49. Other Jurisdictional Differences			
17. Total noncurrent Assets (11 thru 16)				50. Total Other Liab. & Def. Credits (47 thru 49)			
PLANT, PROPERTY AND EQUIPMENT				EQUITY			
18. Telecom Plant-In-Service				51. Cap. Stock Outstanding & Subscribed			
19. Property Held for Future Use				52. Additional Paid-in-Capital			
20. Plant Under Construction				53. Treasury Stock			
21. Plant Adj., Nonop Plant & Goodwill				54. Membership and cap. Certificates			
22. Accumulated Depreciation (CR.)				55. Other Capital			
23. Net Plant (18 thru 21 less 22)				56. Patronage Capital Credits			
24. TOTAL ASSETS (10+17+23)				57. Retained Earnings or Margins (B2)			
				58. Total Equity (51 thru 57)			
				59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)			

Footnotes:

- (A) - As reported on RUS Form 479
- (B) - Part 64 adjustments from regulated to nonregulated.

Footnotes:

- (B1) - Part 64 offset to nonreg investment
- (B2) - Part 64 offset to retained earnings
- (C) - Includes deferred taxes

State USF Petition Filing Requirement--WAC 480-123-110 (1)(e)
Prior and Current Year Balance Sheet

EXHIBIT 4
FINANCIAL TEMPLATE

Company Name: (Below)
Whidbey Telephone Company

ASSETS	Adjusted Prior Year Balance 2013	Adjusted Current Year Balance 2014	LIABILITIES AND STOCKHOLDERS' EQUITY	Adjusted Prior Year Balance 2013	Adjusted Current Year Balance 2014
CURRENT ASSETS			CURRENT LIABILITIES		
1. Cash and Equivalents			25. Accounts Payable		
2. Cash-RUS Construction Fund			26. Notes Payable		
3. Affiliates:			27. Advance Billings and Payments		
a. Telecom, Accounts Receivable			28. Customer Deposits		
b. Other Accounts Receivable			29. Current Mat. L/T Debt		
c. Notes Receivable			30. Current Mat. L/T Debt Rur. Dev.		
4. Non-Affiliates:			31. Current Mat. - Capital Leases		
a. Telecom, Accounts Receivable			32. Income Taxes Accrued		
b. Other Accounts Receivable			33. Other Taxes Accrued		
c. Notes Receivable			34. Other Current Liabilities		
5. Interest and Dividends Receivable			35. Total Current Liabilities (25 - 34)		
6. Material-Regulated			LONG-TERM DEBT		
7. Material-Nonregulated			36. Funded Debt-RUS Notes		
8. Prepayments			37. Funded Debt-RTB Notes		
9. Other Current Assets			38. Funded Debt-FFB Notes		
10. Total Current Assets (1 Thru 9)			39. Funded Debt-Other		
			40. Funded Debt-Rural Develop. Loan		
NONCURRENT ASSETS			41. Premium (Discount) on L/T Debt		
11. Investment in Affiliated Companies			42. Reacquired Debt		
a. Rural Development			43. Obligations Under Capital Lease		
b. Nonrural Development			44. Adv. From Affiliated Companies		
12. Other Investments			45. Other Long-Term Debt		
a. Rural Development			46. Total Long-Term Debt (36-45)		
b. Nonrural Development			OTHER LIAB. & DEF. CREDITS		
13. Nonregulated Investments			47. Other Long-Term Liabilities		
14. Other Noncurrent Assets			48. Other Deferred Credits		
15. Deferred Charges			49. Other Jurisdictional Differences		
16. Jurisdictional Differences			50. Total Other Liab. & Def. Credits (47 thru 49)		
17. Total noncurrent Assets (11 thru 16)			EQUITY		
			51. Cap. Stock Outstanding & Subscribed		
PLANT, PROPERTY AND EQUIPMENT			52. Additional Paid-in-Capital		
18. Telecom Plant-in-Service			53. Treasury Stock		
19. Property Held for Future Use			54. Membership and cap. Certificates		
20. Plant Under Construction			55. Other Capital		
21. Plant-Adj., Nonop Plant & Goodwill			56. Patronage Capital Credits		
22. Accumulated Depreciation (CR.)			57. Retained Earnings or Margins		
23. Net Plant (18 thru 21 less 22)			58. Total Equity (51 thru 57)		
24. TOTAL ASSETS (10+17+23)			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)		

Footnote:
Adjusted Balances represents balances
after Part 64 adjustments

Company Name: (Below)
 Whidbey Telephone Company

Line #	Description	B/S Line #	Adj. Balance End of Year 2013	Adj. Balance End of Year 2014	Average Adj End of Year Balance
Average Rate Base:					
1	Total Regulated Adjusted Telecom Plant-in-service				
2	Total Property Held for Future Use				
3	Total Regulated Adjusted Accumulated Depreciation (CR)				
4	Total Regulated Materials & Supplies				
5	Deferred Income Taxes (CR)				
6	Total Regulated Rate Base				

Footnotes:

1. Normal balance of deferred income taxes and accumulated depreciation is a credit.
2. Adjusted balance includes Part 64 adjustments

State USF Petition Filing Requirement - WAC 480-123-110 (1)(e)
 Prior and Current Year Access Lines

EXHIBIT 4
 FINANCIAL TEMPLATE

Company Name: (Below)
 Whidbey Telephone Company

Line #	Description	Prior Year End of Yr. Balance - 2013	Current Year End of Yr. Balance - 2014	Difference	% Change
Access Lines:					
1	Residential				
2	Business				
3	Total				

Company Name: (Below)
Whidbey Telephone Company

Line #	Description	Prior Year 2013 (A)	Part 64 Adj. to NonReg (B)	Prior Year Adjusted 2013 (C)
1	Local Network Services Revenues			
2	Network Access Services Revenues			
3	Long Distance Network Services Revenues			
4	Carrier Billing and Collection Revenues			
5	Miscellaneous Revenues			
6	Uncollectible Revenues (Normal Balance is debit or in brackets)			
7	Net Operating Revenues (1 thru 6)			
8	Plant Specific Operations Expense			
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)			
10	Depreciation Expense			
11	Amortization Expense			
12	Customer Operations Expense			
13	Corporate Operations			
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()			
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)			
14	Total Operations Expenses (8 thru 12 +13b)			
15	Operating Income or Margins (7 less 14)			
16	Other Operating Income and Expenses ()			
17	State and Local Taxes			
18	Federal Income Taxes (A1) - (LINE IS ZERO IF COMPANY IS S CORP)			
19	Other Taxes			
20	Total Operating Taxes (17+18+19)			
21	Net Operating Income or Margins (15+16-20)			
22	Interest on Funded Debt			
23	Interest Expense - Capital Leases			
24	Other Interest Expense			
25	Allowance for Funds Used During Construction (CR)			
26	Total Fixed Charges (22+23+24-25)			
27	Nonoperating Net Income			
28	Extraordinary Items			
29	Jurisdictional Differences			
30	Nonregulated Net Income (B1)			
31	Total Net Income or Margins (21+27+28+29+30-26)			
32	Total Taxes Based on Income			
33	Retained Earning or Margins Beginning-of-Year			
34	Miscellaneous Credits Year-to-Date			
35	Dividends Declared (Common)			
36	Dividends Declared (Preferred)			
37	Other Debits Year-to-Date			
38	Transfers to Patronage Capital			
39	Retained Earnings End-of-Period ((31+33+34)-(35+36+37+38))(A2)			
40	Patronage Capital Beginning-of-Year			
41	Transfers to Patronage Capital			
42	Patronage Capital Credits Retired			
43	Patronage Capital End-of-Year (40+41-42)			
44	Annual Debt Service Payments			
45	Cash Ratio ((14+20-10-11)/7)			
46	Operating Accrual Ratio ((14+20+26)/7)			
47	TIER ((31+26)/26)			
48	DSCR ((31+26+10+11)/44)			

(C)

Footnotes:

- (A) As reported on RUS Form 479
- (A1) S Corps provide effective tax rate from Cost study on Page 8 Inc. Stmt Summary Schedule Footnote
- (A2) Column A, Line 39 must equal Column A, Line 57 of Page 1, Balance Sheet
- (B) Part 64 adjustment from regulated to nonregulated
- (B1) Part 64 offset to nonregulated income (No Impact to retained earnings)
- (C) Corp. Op. Adj Exp. Reduction - See Exhibit 7 of Petition which takes
 () amount * 65% to Line 13a, Column C
 (Reduces total operating expense (L 14) and increases Operating Inc. (L15))

Company Name: (Below)
Whidbey Telephone Company

Line #	Description	Current Year 2014 (A)	Part 64 Adj. to NonReg (B)	Current Year Adjusted 2014 (C)
1	Local Network Services Revenues			
2	Network Access Services Revenues			
3	Long Distance Network Services Revenues			
4	Carrier Billing and Collection Revenues			
5	Miscellaneous Revenues			
6	Uncollectible Revenues (Normal Balance is debit or in brackets)			
7	Net Operating Revenues (1 thru 6)			
8	Plant Specific Operations Expense			
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)			
10	Depreciation Expense			
11	Amortization Expense			
12	Customer Operations Expense			
13	Corporate Operations			
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()			
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)			
14	Total Operations Expenses (8 thru 12 +13b)			
15	Operating Income or Margins (7 less 14)			
16	Other Operating Income and Expenses ()			
17	State and Local Taxes			
18	Federal Income Taxes (A1) - (LINE IS ZERO IF COMPANY IS S CORP)			
19	Other Taxes			
20	Total Operating Taxes (17+18+19)			
21	Net Operating Income or Margins (15+16-20)			
22	Interest on Funded Debt			
23	Interest Expense - Capital Leases			
24	Other Interest Expense			
25	Allowance for Funds Used During Construction (CR)			
26	Total Fixed Charges (22+23+24-25)			
27	Nonoperating Net Income			
28	Extraordinary Items			
29	Jurisdictional Differences			
30	Nonregulated Net Income (B1)			
31	Total Net Income or Margins (21+27+28+29+30-26)			
32	Total Taxes Based on Income			
33	Retained Earning or Margins Beginning-of-Year			
34	Miscellaneous Credits Year-to-Date			
35	Dividends Declared (Common)			
36	Dividends Declared (Preferred)			
37	Other Debits Year-to-Date			
38	Transfers to Patronage Capital			
39	Retained Earnings End-of-Period ((31+33+34)-(35+36+37+38))(A2)			
40	Patronage Capital Beginning-of-Year			
41	Transfers to Patronage Capital			
42	Patronage Capital Credits Retired			
43	Patronage Capital End-of-Year (40+41-42)			
44	Annual Debt Service Payments			
45	Cash Ratio ((14+20-10-11)/7)			
46	Operating Accrual Ratio ((14+20+26)/7)			
47	TIER ((31+26)/26)			
48	DSCR ((31+26+10+11)/44)			

(C)

Footnotes:

- (A) As reported on RUS Form 479
- (A1) S Corps provide effective tax rate from Cost study on Page 8, Inc. Stmt 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) Part 64 offset to nonregulated income (No Impact to retained earnings)
- (C) Corp. Op. Adj Exp. Reduction - See Exhibit 7 of Petition which takes
() amount * 65% to Line 13a, Column C
(Reduces total operating expense (L 14) and increases Operating Inc. (L15)

Company Name:
Whidbey Telephone Company

Line #	Description	Adjusted Prior Year 2013	Adjusted Current Year 2014
1	Local Network Services Revenues		
2	Network Access Services Revenues		
3	Long Distance Network Services Revenues		
4	Carrier Billing and Collection Revenues		
5	Miscellaneous Revenues		
6	Uncollectible Revenues (Normal Balance is debit or in brackets)		
7	Net Operating Revenues (1 thru 6)		
8	Plant Specific Operations Expense		
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)		
10	Depreciation Expense		
11	Amortization Expense		
12	Customer Operations Expense		
13	Corporate Operations		
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()		
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)		
14	Total Operations Expenses (8 thru 12 +13b)		
15	Operating Income or Margins (7 less 14)		
16	Other Operating Income and Expenses ()		
17	State and Local Taxes		
18	Federal Income Taxes (A1) - (LINE IS ZERO IF COMPANY IS S CORP)		
19	Other Taxes		
20	Total Operating Taxes (17+18+19)		
21	Net Operating Income or Margins (15+16-20)		
22	Interest on Funded Debt		
23	Interest Expense - Capital Leases		
24	Other Interest Expense		
25	Allowance for Funds Used During Construction		
26	Total Fixed Charges (22+23+24-25)		
27	Nonoperating Net Income		
28	Extraordinary Items		
29	Jurisdictional Differences		
30	Nonregulated Net Income		
31	Total Net Income or Margins (21+27+28+29+30-26)		
32	Total Taxes Based on Income		
33	Retained Earning or Margins Beginning-of-Year		
34	Miscellaneous Credits Year-to-Date		
35	Dividends Declared (Common)		
36	Dividends Declared (Preferred)		
37	Other Debits Year-to-Date		
38	Transfers to Patronage Capital		
39	Retained Earnings or Margins End-of-Period ((31+33+34)-(35+36+37+38))		
40	Patronage Capital Beginning-of-Year		
41	Transfers to Patronage Capital		
42	Patronage Capital Credits Retired		
43	Patronage Capital End-of-Year (40+41-42)		
44	Annual Debt Service Payments		
45	Cash Ratio ((14+20-10-11)/7)		
46	Operating Accrual Ratio ((14+20+26)/7)		
47	TIER ((31+26)/26)		
48	DSCR ((31+26+10+11)/44)		

Footnote
 (A1) S Corporation Effective Tax Rate (2 decimal places):

2013 2014

Note:
 Adjusted Income Statement reflects Part 64 Adjustments (Regulated to Nonregulated).

State USF Petition Filing Requirement -WAC 480-123-110 (1)(e)
 Prior and Current Year Access Revenue Detail

EXHIBIT 4
 FINANCIAL TEMPLATE

Company Name: (Below)
 Whidbey Telephone Company

Line #	Description	Part 32 Account	Prior Year 2013	Current Year 2014
1	End User Revenue (SLC, ARC, etc.)	5081		
2	Switched Access (excluding USF):	5082		
2a	Intrastate			
2b	Interstate (includes CAF)			
3	Special Access:	5083		
3a	Intrastate			
3b	Interstate			
4	Federal USF ((CLS)/HCL/SN)	Varies		
5	State USF			
6	Other*			
7	Total (must equal line 2 of Income Stmt.)			
8	Line 2 of Income Stmt.			
9	Difference			

Footnote:

* - if > than 5% of Access revenue total, provide description below.

State USF Petition Filing Requirement - WAC 480-123-110 (1)(e)
Out-of-Period Adjustments

EXHIBIT 4
FINANCIAL TEMPLATE

Description of Out-of-Period - 2014 (As Recorded)	Part 32 Account	
	Debit	Credit
Adjustment #1:		
Adjustment #2:		
Adjustment #3:		
Adjustment #4		

Company Name:
Whidbey Telephone Company

Line #	Source(A)	Net Operating Income Inputted FIT Calculation	2014	
1	Page 9, Line 21 (CY)	Adjusted Net Operating Income		
2		Out-of-Period Adjustments		
3	Page 9, Line 26 (CY)	Total Fixed Charges		
4	Sum	Adj. Taxable Operating Income (Line 1 + Line 2 - Line 3)		
5		Inputted S Corp. Tax Rate(B)		
6	Calculated	inputted FIT (Line 4 * Line 5)		
7	Sum	Adj. Net Operating income after FIT (Line 1 - Line 6)		
NonOperating Income Inputted FIT Calculation				
8	Page 9, Line 27 (CY)	Nonoperating net income		
9	Page 9, Line 30 (CY)	Nonregulated net income		
10	Sum	Sub-Total (Line 27+Line 30)		
11		Inputted S Corp. Tax Rate(B)		
12	Calculated	FIT (Line 10 * Line 11)		
13	Sum	Nonop/Nonreg income after FIT (Line 10 - Line 12)		
14	Sum	Adjusted Net Income w/inputted FIT		
Sanity Check:				
15	Page 9, Line 31 (CY)	Line 31 as reported		
16		Out-of-Period Adjustments		
17		Total		
18		Inverse of effective tax rate (100%-Line 10 percent)		
19	Calculated	Adjusted Net Income (Line 17*Line 18) = Line 14		
Regulated Rate of Return				
20	Page 5, Total (PY)	Regulated rate base Year End 2013		
21	Page 5, Total (CY)	Regulated rate base Year End 2014		
22	Sum	Total		
23	Calculated	Simple Avg.		
24	Line 7 (above)	Adj Operating Income after inputted FIT		
27	Calculated	Regulated rate of return		
Total Consolidated Company Return on Equity				
28	Audited FinStmts	Total Equity Year End 2013		
29	Audited FinStmts	Total Equity Year End 2014		
30	Sum	Total		
31	Calculated	Simple Avg.		
32	Audited FinStmts	Consolidated Net Income		
33	Line 2 above	Out-of-period adjustment		
34		Adjusted Consolidated Net Income		
35		Inputted S Corp Tax Rate		
36		Inputted FIT (Line 34 * Line 35)		
37	Sum	Adj Consolidated Net Income after inputted FIT		
38	Calculated	Total Adj. Consolidated Company Return on Equity		

Footnotes:

(A) - Source is financial template in state USF petition

(B) - Company provided