

WeavTel

P.O. Box 2937 Chelan, WA 98816 (509) 682-5556 ph (509) 682-5558 fax rick@weavnet.com

July 31, 2014

Mr. Steven V. King **Executive Director and Secretary** Washington Utilities and Transportation Commission 1300 South Evergreen Park Drive SW Olympia, WA 98504-7250

RE: Petition of Westgate Communications LLC dba WeavTel to receive support fromn the Universal Service Communications Program

Dear Mr. King:

Westgate Communications, LLC dba WeavTel respectfully submits to the Washington Utilities and Transportation Commission, a Petition to receive support from the State Universal Service Fund (USF) for the program year 2015.

Richard J. Weaver

General Manage

**Enclosures** 

1 2 3 4 5 6 BEFORE THE WASHINGTON 7 UTILITIES AND TRANSPORTATION COMMISSION 8 IN RE DOCKET NO. 9 PETITION OF Westgate Communications 10 LLC dba WeavTel TO RECEIVE SUPPORT PETITION FOR SUPPORT FROM THE UNIVERSAL SERVICE 11 COMMUNICATIONS PROGRAM 12 13 14 COMES NOW Westgate Communications LLC dba WeavTel (the "Company") and, 15 pursuant to Chapter 480-123 of the Washington Administrative Code ("WAC"), including, but not 16 limited to, WAC 480-123-110, hereby petitions the Washington Utilities and Transportation 17 Commission (the "Commission") to receive support from the Universal Service Communications 18 Program (the "Program") for the Program year 2015. 19 20 I. Demonstration of Eligibility under WAC 480-123-100 21 1. WAC 480-123-100(1)(a): The Company is a local exchange company as defined in WAC 22 480-120-021 that serves less than forty thousand access lines within the state. 23 2. WAC 480-123-100(1)(b): The Company is an incumbent local exchange carrier as defined 24 in 47 U.S.C. Sec. 251(h) or has been designated as an incumbent local exchange carrier by 25 26

PETITION OF Westgate Communications LLC dba WeavTel TO RECEIVE SUPPORT FROM

THE UNIVERSAL SERVICE

COMMUNICATIONS PROGRAM - 1

the Federal Communications Commission.

- 3. WAC 480-123-100(1)(c): The Company offers basic residential and business exchange telecommunications services as set forth in WAC 480-120-021 and RCW 80.36.630.
- 4. WAC 480-123-100(1)(d): The Company's rates for residential local exchange service, plus mandatory extended area service charges, are no lower than the local urban rate floor established by the Commission as the benchmark rate based on the Federal Communications Commission's national local urban rate floor pursuant to 47 C.F. R. Sec. 54.318 in effect on the date of this Petition.
- 5. WAC 480-123-100(1)(e): The Company has been designated by the Commission as an eligible telecommunications carrier for purposes of receiving federal universal services support pursuant to 47 C.F.R. Part 54 Subpart D Universal Service Support for High Cost Areas with respect to the service areas for which the Company is seeking Program support.

## II. Demonstration of Eligibility under WAC 480-123-110

- WAC 480-123-110(1)(a): The name of the legal entity that provides communications services and is seeking Program support is as follows Westgate Communications LLC dba WeavTel.
- 2. WAC 480-123-110(1)(b): A corporate organization chart showing the relationship between the Company and all affiliates as defined in RCW 80.16.010 is attached hereto as Exhibit 1. A detailed description of any transactions between the Company and the affiliates named in Exhibit 1 recorded in the Company's operating accounts is attached hereto as Exhibit 2.
- 3. WAC 480-123-110(1)(c): A service area map for the Company can be found at Sheet No.63 Revision-1 of the Company's Tariff WN U-2.
- 4. WAC 480-123-110(1)(d): A demonstration that the Company's customers are at risk of rate instability or service interruption or cessation in the absence of support from the Program is

attached as Exhibit 3.

- 5. WAC 480-123-110(1)(e)(i): On the Commission's prescribed form, attached as Exhibit 4, are copies of the Company's balance sheet as of December 31, 2013, and December 31, 2012, and copies of the Company's statements of income and retained earnings or margin for the years ended December 31, 2013, and December 31, 2012.
- 6. WAC 480-123-110(1)(e)(ii): Copies of the Company's financial statements for the years ended December 31, 2013, and December 31, 2012, reviewed by a certified public accountant, are attached as Exhibit 5.
- 7. WAC 480-123-110(1)(e)(iii): Information demonstrating the Company's earned rate of return on a total Washington unseparated regulated operations basis for each of the two prior years, calculated in the manner prescribed by the Commission, is provided in Exhibit 4.
- 8. WAC 480-123-110(1)(e)(iv): Information demonstrating the Company's earned return on equity on a total company (regulated and non-regulated) Washington basis for each of the two prior years, calculated in the manner prescribed by the Commission, is provided in Exhibit 4.
- 9. WAC 480-123-110(1)(e)(v): Information detailing all of the Company's revenues from the statements of income and retained earnings or margin section of RUS Form 479 for the prior two years is attached as Exhibit 6.
- 10. WAC 480-123-110(1)(e)(vi): A statement under penalty of perjury from a Company with personal knowledge and responsibility certifying that no corporate operations adjustment to existing high-cost loop and interstate common line support mechanisms required by the Federal Communications Commission applied to the Company for the two prior years is attached hereto as Exhibit 7.

11. WAC 480-123-110(1)(e)(vii): Exhibit 4 contains additional supporting information requested by the Commission.

- 12. WAC 480-123-110(1)(e)(viii): A statement under penalty of perjury from a Company officer with personal knowledge and responsibility certifying that the Company complies with state and federal accounting, cost allocation, and cost adjustment rules pertaining to incumbent local exchange companies is attached as Exhibit 8.
- 13. WAC 480-123-110(1)(f): A complete copy of the FCC Form 481 filed by the Company or on its behalf with the Federal Communications Commission for the calendar year preceding the current year has already been filed with the Commission. See the Company's filing in Docket No. UT-143013 filed on or about June 30, 2014.
- 14. WAC 480-123-110(1)(g): The number of residential local exchange access lines served by the Company as of December 31, 2013, was 15. The number of residential local exchange access lines served by the Company as of December 31, 2012, was 14. The number of business local exchange access lines served by the Company as of December 31, 2013, was 35. The number of business local exchange access lines served by the Company as of December 31, 2012, was 15. The monthly recurring rate charged by the Company for residential local exchange access service on December 31, 2013, was \$25.00. The monthly recurring rate charged by the Company for residential local exchange access service on December 31, 2012, was \$25.00. The rate charged by the Company for single line business local exchange access service on December 31, 2013, was \$35.00. The rate charged by the Company for single line business local exchange access service on December 31, 2012, was \$35.00.
- 15. WAC 480-123-110(1)(h): The requested statement is attached as Exhibit 9.
- 16. All exhibits attached hereto are incorporated into this Petition as though fully set forth.

Respectfully submitted this 31 day of July, 2014. ommanications LLC dba WeavTel **CERTIFICATION** I Richard J. Weaver, an officer of the Company that is responsible for the Company's business and financial operations, hereby certify under penalty of perjury that the information and representations set forth in the Petition, above, are accurate and the Company has not knowingly withheld any information required to be provided to the Commission pursuant to the rules governing the Program. Richard J. Weaver, General Manager PETITION OF Westgate Communications LLC

dba WeavTel TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM - 5

## CORPORATE ORGANIZATION CHART

Westgate Communication LLC dba WeavTel, does not have any affiliates.

PETITION OF Westgate Communications LLC dba WeavTel TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM — EXHIBIT 1-1

## AFFILIATED TRANSACTIONS

Not applicable

## DEMONSTRATION OF RISK OF RATE INSTABILITY OR SERVICE INTERRUPTION OR CESSATION

The operating environment in which the Company finds itself is one of great financial uncertainty. In large part, this financial uncertainty stems from the Transformation Order issued by the Federal Communications Commission. The Transformation Order has built in an automatic decline in the Company's intrastate and interstate access revenues. The intercarrier compensation portion of the Transformation Order introduces a concept of a base line year for calculating revenues and provides support from the Connect America Fund ("CAF") based on the base line year. However, the base line year revenues (i.e. CAF support) are reduced by five percent each year. The Company had been exploring ways of addressing access bypass to increase access revenues. However, any increase in access revenues under the Transformation Order would simply be a reduction in CAF support and no new net revenues would be produced. The CAF support reduction began July 2012. Projecting through the calendar year 2015, including additional reductions that will occur July 1, 2015, the Company has seen a reduction in support from the base line revenue amount of approximately \$ 14,810.

In addition, by order of this Commission, the traditional universal service access rate element and related pooling fund have been terminated effective July 1, 2014. Using 2012 as a base line, which is the latest year with final pool numbers, the Company is facing a loss of traditional universal service fund revenues of approximately \$9,122 per year.

In addition, during the fiscal-year period ended December 31, 2013, the Company has seen its Federal high cost loop support undergo a significant reduction – declining from \$196,476 in 2012 to \$133,083 in 2013. The Company is experiencing similar reductions in 2014 as the FCC's Part 54.302 *Rules* complete the transition to a monthly support cap of \$250 per study area.

These factors have led to the risky financial condition of the Company, as reflected in the financial reports that are part of the Petition.

The combination of factors noted above creates a situation in which, without support from the state universal service communications program, the Company may be faced with a choice of increasing rates further, which may drive more customers away, or cutting service in order to

<sup>&</sup>lt;sup>1</sup> In the Matter of Connect America Fund, A National Broadband Plan for Our Future, Establishing Just and Reasonable Rates for Local Exchange Carriers, High-Cost Universal Service Support, Developing an Unified Intercarrier Compensation Regime, Federal-State Joint Board on Universal Service, Lifeline and Link-Up, Universal Service Reform - Mobility Fun, WC Docket No. 10-90, GN Docket No. 09-51, WC Docket No. 07-135, WC Docket No. 05-337, CC Docket No. 01-92, CC Docket No. 96-45, WC Docket No. 03-109, WT Docket No. 10-208, Report and Order and Further Notice of Proposed Rulemaking, FCC 11-161 (rel. Nov. 18, 2011)(USF/ICC Transformation Order).

be able to match expenses to revenues. Neither choice presents a viable path for providing good service to customers. The dilemma presented by these choices reflects the risk of rate instability or service interruption or cessation to which the Company is subject. PETITION OF Westgate Communications LLC dba WeavTel TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM -

EXHIBIT 3 - 2

Company Name: Westgate Communications, LLC

1,119,695	(18,620)	1,138,315	59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	1,119,695	(18,620)	1,138,315	TOTAL ASSETS (10+17+23)
(1,000,11)	(10,010)	(1)010,000	oc. oces educit (or cino oc)	1,007,723	(10,700)	1,020,455	23. Net Fidit (10 till 0 21 less 22)
(1 665 575)	(18 620)	(1 646 955)	58 Total Founty (51 thru 57)	1 007 725	(18 708)	1 026 433	
(1,665,575)	(18,620)	(1,646,955)	57. Retained Earnings or Margins (B2)	(1,043,343)	7,004	(1,050,347)	22. Accumulated Depreciation (CR.)
0	- CAR.	0	56. Patronage Capital Credits	0	· · · · · · · · · · · · · · · · · · ·	0	21. Plant Adj., Nonop Plant & Goodwill
			oo. Other Capital	2,133		2,153	20. Plant Under Construction
> (	*		TO Other County with the street of the stree				To: Floberty Heid for Later Cose
0	The state of the s	0	54. Membership and can. Certificates	0	· · · · · · · · · · · · · · · · · · ·	0	19 Property Held for Enture Use
0		0	53. Treasury Stock	2,048,915	(25,712)	2,074,627	18. Telecom Plant-In-Service
0		0	52. Additional Paid-in-Capital	_			PLANT, PROPERTY AND EQUIPMENT
		C	51. Cap. Stock Outstanding & Subscribed				
	**	•	Ed Co State Ordered Specification	0,500	8	2,200	17. IOLA HOHCOHEIL Assets (11 tillo 10)
			FOIIITY	2 222	88	7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7	
0	0	0	50. Total Other Liab. & Def. Credits (47 thru 49)	0		0	16. Jurisdictional Differences
0		0	49. Other Jurisdictional Differences	0		0	15. Deferred Charges
-		•	48. Other Deferred Credits (C)	5,500		5,500	14. Other Noncurrent Assets
			47. Other Long-Tellin Liabilities				13. Nonregulated investments (b1)
>_		>	47 Other Iona Town Liabilities	0 0		> 0	22 Normal and Coverage Manager
			OTHER HAR & DEE CREDITS	0		_	h Norried Development
1,174,990	****	1,174,990	46. Total Long-Term Debt (36 thru 45)			0	a. Rural Development
0	100	0	45. Other Long-Term Debt		* :		12. Other investments
			44. Adv. From Affiliated Companies				b. Nonrural Development
		•	AA AA Company of the Agency Company				a. Not as Development
<b>&gt;</b>		<b>3</b>	43 Ohligations Under Capital Lease				a Ristal Davidosmont
0		0	42. Reacquired Debt		高名 付り		11. Investment in Affiliated Companies
0		0	41. Premium (Discount) on L/T Debt				NONCURRENT ASSETS
0		0	40. Funded Debt-Rural Develop. Loan				
342,653		342,653	39. Funded Debt-Other	106,382	,	106,382	10. Total Current Assets (1 Thru 9)
			co. I dided better billokes	00	The state of the same of the same	00	9. Other Culterit Assets
>		>	38 Funded Daht-EER Notes	82		00	O Othor Current Access
0		0	37. Funded Debt-RTB Notes	0	ŗ	0	8. Prepayments
832,337		832,337	36. Funded Debt-RUS Notes	0		0	7. Material-Nonregulated
	magazine et en magazi		LONG-TERM DEBT	0		0	6. Material-Regulated
1,610,280	0	1,610,280	35. Total Current Liabilities (25 thru 34)	0		0	5. Interest and Dividends Receivable
362,320		362,320	34. Other Current Liabilities	0	i d	0	c. Notes Receivable
9,986		9,986	33. Other Taxes Accrued	0		0	b. Other Accounts Receivable
			32. Income Taxes Accrued	38,181		38,181	a. Telecom, Accounts Receivable
			31. Current Mat Capital Leases	1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1		があることである	4. Non-Affiliates:
			30. CORRECTIONS. OF ST.			0	c. Notes Receivable
,,,,,,		20,022	20. Contain Mar. W. Octor	• •			a. Other Accounts Necesyable
550050	The state of the s	550 050	20 Current Mat 1/T Doht	>			h Other Assemble Bessivable
0		0	28. Customer Deposits	32.388	が対しない。	32.388	a. Telecom. Accounts Receivable
0		0	27. Advance Billings and Payments				3. Affiliates:
83,451		83,451	26. Notes Payable	0		0	2. Cash-RUS Construction Fund
604,464		604,464	25. Accounts Payable	35,725		35,725	1. Cash and Equivalents
			CURRENT LIABILITIES				CURRENT ASSETS
2012	2012 (B)	2012 (A)		2012	2012 (B)	2012 (A)	
End of Year	Adj to NonReg	End of Year	LIABILITIES AND STOCKHOLDERS' EQUITY	End of Year	Adj to NonReg	End of Year	ASSETS
Adj. Balance	Part 64	Balance		Adj. Balance	Part 64	Balance	
							Westgate Communications, LLC

TOTAL ASSETS (10+17+23)	23. Net Plant (18 thru 21 less 22)	22. Accumulated Depreciation (CR.)	21. Plant Adj., Nonop Plant & Goodwill	20. Plant Under Construction	<ol><li>Property Held for Future Use</li></ol>	<ol><li>Telecom Plant-In-Service</li></ol>	PLANT, PROPERTY AND EQUIPMENT		17. rotal floricul reflic Assets (11 till o 10)	7 Total populations Associated the 1	16. Jurisdictional Differences	15. Deferred Charges	14. Other Noncurrent Assets	13. Nonregulated investments (B1)	b. Nonrural Development	a. Rural Development	12. Other investments	b. Nonrural Development	b Normal Development	a Rural Development	1 Investment in Affiliated Companie	NONCHREENT ASSETS	TO: TOTAL CUFFER ASSETS (1 FIRE 9)	9. Other current Assets		7. Material-Nonregulated	6. Material-Regulated	<ol><li>Interest and Dividends Receivable</li></ol>	c. Notes Receivable	<ul> <li>b. Other Accounts Receivable</li> </ul>	a. Telecom, Accounts Receivable	4. Non-Affiliates:	c. Notes Receivable	b. Other Accounts Receivable	a. Telecom, Accounts Receivable	3. Affiliates:	2. Cash-RUS Construction Fund	<ol> <li>Cash and Equivalents</li> </ol>	CURRENT ASSETS		
1,025,661	977,298	(1,224,966)	0	2,475	0	2,199,788			0) (0		0	0	4,750	2,649					- ·				40,904		. 0	0	0	0	0	0	33,963		0	0	5,379		0	1,622		2013 (A)	
(22,235)	(19,735)	8,219				(27,954)			(000,2)	(OO 5 C)				(2,500)									,																	2013 (B)	
1,003,426	957,563	(1,216,747)	0	2,475	0	2,171,834			4,033	1 000	0	0	4,750	149					> 0	) 			40,364	200	. 0	0	0	0	0	0	33,963		0	0	5,379		0	1,622		2013	
59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	58. Total Equity (51 thru 57)	57. Retained Earnings or Margins (B2)	56. Patronage Capital Credits	55. Other Capital	54. Membership and cap. Certificates	53. Treasury Stock	52. Additional Paid-in-Capital	51. Cap. Stock Outstanding & Subscribed	EQUIT		50. Total Other Liab. & Def. Credits (47 thru 49)	49. Other Jurisdictional Differences	48. Other Deferred Credits (C)	47. Other Long-Term Liabilities	OTHER LIAB. & DEF. CREDITS	46. Iotal Long-lerm Debt (36 thru 45)	45. Other Long-Term Debt	44. Adv. From Armateu companies	11 Adv. From Affiliated Companies	42. Acadequired Debt	A2 Resonaired Debt	40. Fullded Debt-Rulai Develop, Loan  41. Praming (Discount) on I/T Debt				36. Funded Debt-RUS Notes	LONG-TERM DEBT	35. Total Current Liabilities (25 thru 34)	34. Other Current Liabilities	33. Other Taxes Accrued	32. Income Taxes Accrued	31. Current Mat Capital Leases	30. Current Mat. L/T Debt Rur. Dev.	29. Current Mat. L/T Debt	28. Customer Deposits	27. Advance Billings and Payments	26. Notes Payable	25. Accounts Payable	CURRENT LIABILITIES		
1,025,661	(1,738,579)	(1,738,579)	0	0	0	0	0		•		0	0	0	0		1,140,527	- 1		> 0	0 0	0 (	0 0	0 0	י בי בי	. 0	806,932		1,623,713	419,682	11,921	0	0	0	583,700	0	0	80,376	528,034		2013 (A)	
(22,235)	(22,235)	(22,235)									0					1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1												0							0					2013 (B)	
											1										_								_												

0.00

0.00

<sup>(</sup>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.

Adjusted	Adjusted	HARHITIES AND STOCKHOLDERS' FOLLTY	Adjusted Prior Year	Adjusted
Balance 2012	Balance 2013		Balance 2012	Balance 2013
		CURRENT LIABILITIES		
35,725	1,622	25. Accounts Payable	604, <b>4</b> 64	528,034
0	0	26. Notes Payable	83,451	80,376
		27. Advance Billings and Payments	0	0
32,388	5,379	28. Customer Deposits	0	. 0
0	0	29. Current Mat. L/T Debt	550,059	583,700
0	0	30. Current Mat. L/T Debt Rur. Dev.	0	0
		31. Current Mat Capital Leases	0	0
38,181	33,963	32. Income Taxes Accrued	0	0
0	0	33. Other Taxes Accrued	9,986	11,921
0	0	34. Other Current Liabilities	362,320	419,682
0	0	35. Total Current Liabilities (25 - 34)	1,610,280	1,623,713
0	0	LONG-TERM DEBT		
0	0	36. Funded Debt-RUS Notes	832,337	806,932
0	0	37. Funded Debt-RTB Notes	0	0
88	0	38. Funded Debt-FFB Notes	0	0
106,382	40,964	39. Funded Debt-Other	342,653	333,595
		40. Funded Debt-Rural Develop. Loan	0	0
		41. Premium (Discount) on L/T Debt	0	0
		42. Reacquired Debt	0	0
0	0	43. Obligations Under Capital Lease	0	0
	0	44. Adv. From Affiliated Companies	0	0
		45. Other Long-Term Debt	0	0
0	0	46. Total Long-Term Debt (36-45)	1,174,990	1,140,527
0	0	OTHER LIAB. & DEF. CREDITS		
88	149	47. Other Long-Term Liabilities	0	0
5,500	4,750	48. Other Deferred Credits (B)	0	0
0	0	49. Other Jurisdictional Differences	0	0
0	0	50. Total Other Liab. & Def. Credits (47 thru 49)	0	0
5,588	4,899	EQUITY		
		51. Cap. Stock Outstanding & Subscribed	0	0
		52. Additional Paid-in-Capital	0	0
2,048,915	2,171,834	53. Treasury Stock	0	0
0	0	54. Membership and cap. Certificates	0	0
2,153	2,475	55. Other Capital	0	0
0	0	56. Patronage Capital Credits	0	0
(1,043,343)	(1,216,747)	57. Retained Earnings or Margins	(1,665,575)	(1,760,814)
1,007,725	957,563	58. Total Equity (51 thru 57)	(1,665,575)	(1,760,814)
				4 200
1,119,695	1,003,426	59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	1,119,695	1,003,426
000	000			
	Adjusted Prior Year Balance 2012  35,725  32,388  32,388  0  0  0  0  0  0  0  0  0  0  0  0	Adjus Current Balance	Adjusted Current Year Balance 2013  1,622 0 0 0 33,963 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Adjusted Current Year Balance 2013 CURRENT LIABILITIES AND STOCKHOLDERS' EQUITY Prio Balance 2013 CURRENT LIABILITIES 1,622 25. Accounts Payable 27. Advance Billings and Payments 28. Customer Deposits 29. Current Mat. L/T Debt 30. Current Mat. L/T Debt 31. Current Mat. L/T Debt 32. Income Taxes Accrued 33. Other Taxes Accrued 34. Other Current Liabilities 35. Total Current Liabilities 36. Funded Debt-RTB Notes 37. Funded Debt-RTB Notes 38. Funded Debt-RTB Notes 39. Funded Debt-RTB Notes 39. Funded Debt-RTB Notes 40. Funded Debt-RTB Notes 41. Premium (Discount) on L/T Debt 42. Resquired Debt 42. Resquired Debt 43. Obligations Under Capital Lease 44. Adv. From Affiliated Companies 45. Other Long-Term Debt 46. Total Long-Term Debt (36-45) 0 OTHER LIAB. & DEF. CREDITS 47. Other Long-Term Debt (36-45) 0 OTHER LIAB. & DEF. CREDITS 48. Other Poferred Credits (B) 49. Other Liabilities 50. Total Cher Liab. & Def. Credits (A7 thru 49) 51. Cap. Stock Outstanding & Subscribed 52. Additional Paid-in-Capital 53. Treasury Stock 54. Membership and cap. Certificates 55. Other Capital 56. Partonage Capital Credits 57. Realined Earnings or Margins 58. Total Equity (51 thru 57) 597.563 59. Total Liabilities 50. Total Liabilities 50. Total Liabilities 51. Total Equity (51 thru 57) 597.563 50. Total Liabilities 51. Total Liabilities 52. Total Liabilities 53. Total Equity (51 thru 57) 597.563 50. Total Liabilities 51. Total Liabilities 52. Total Liabilities 53. Total Equity (51 thru 57) 597.563 50. Total Liabilities 50. Total Liabilities 50. Total Liabilities 50. Total Liabilities 51. Total Liabilities 52. Total Liabilities 53. Total Liabilities 54. Membership and cap. Certificates 55. Other Capital 56. Partonage Capital Credits 57. Retained Earnings or Margins 58. Total Equity (51 thru 57) 59. Total Liabilities 59. T

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Company Name:
Westgate Communications, LLC

		Adj. Balance	Adj. Balance	Average
	Line	End of Year	End of Year	Adj End of Year
	#	2012	2013	Balance
Average Rate Base:				
Total Regulated Adjusted Telecom Plant-In-service	18	2,048,915	2,171,834	2,110,375
Total Regulated Adjusted Accumulated Depreciation (CR)	22	(1,043,343)	(1,216,747)	(1,130,045)
Total Regulated Materials & Supplies	6	0	0	0
Deferred Income Taxes (CR)				0
Total Regulated Rate Base		1,005,572	955,087	980,330

## Note:

- Normal balance of deferred income taxes and accumulated depreciation is a credit.
   Adjusted balance includes current year Part 64 adjustments

Westgate Communications, LLC

westgate communications, LLC				
	Prior Year	Current Year		
Description	End of Yr.	End of Yr	Difference	%
	Balance - 2012	Balance - 2013		Change
Access Lines:				
Residential	14	15	(1)	-7.1%
Business	15	35	20	133.3%
Total	29	50	19	65.5%
		T. \$848.2	ender in description of the control	
			_	
	End of Yr.	End of Year	Difference	%
	Balance - 2012	Balance -2013		Change
Broadband Connections	0	0	0	#DIV/0!
				_
			<u> </u>	<u>- 1</u>
	Prior Yr.	Current Yr.	Difference	%
·	2012	2013		Change
Total Annual Amount:				
Gross Capital Expenditures	92,656	125,161	32,505	35.1%

Westgate Communications, LLC

	westgate Communications, LLC	Prior Year	Part 64	Prior Year
Line#	ltem	2012	Adj. to NonReg	Adjusted
Line #	item	(A)	(B)	2012
1	Local Network Services Revenues	9,968	(5)	9,968
2	Network Access Services Revenues	495,217		495,217
3	Long Distance Network Services Revenues	493,217	7. C.M	0
4	Carrier Billing and Collection Revenues	0	1000	0
5	Miscellaneous Revenues	18,197	rengi	18,197
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	34		34
7	· · · · · · · · · · · · · · · · · · ·	523,416	0	523,416
8	Net Operating Revenues (1 thru 6) Plant Specific Operations Expense	193,084	(2,155)	190,929
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	21,264	(2,133)	21,264
10		158,486	(775)	157,711
11	Depreciation Expense	750	17.40 (1.11)	750
I	Amortization Expense		48	16,283
12	Customer Operations Expense	16,235		
13	Corporate Operations	176,088	(1,101)	174,987
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ( )	0	(4.404)	474.007
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	176,088	(1,101)	174,987
14	Total Operations Expenses (8 thru 12 +13b)	565,907	(3,983)	561,924
15	Operating Income or Margins (7 less 14)	(42,491)	3,983	(38,508)
16	Other Operating Income and Expenses ( )	0	ในกับ คลูสนะกุรไ	0
17	State and Local Taxes	0	0	. 0
18	Federal Income Taxes (A1)	0	0	0
19	Other Taxes	4,706	(61)	4,645
20	Total Operating Taxes (17+18+19)	4,706	(61)	4,645
21	Net Operating Income or Margins (15+16-20)	(47,197)	4,044	(43,153)
22	Interest on Funded Debt	67,020	1,050	68,070
23	Interest Expense - Capital Leases	0		0
24	Other Interest Expense	2,079	il in a dimin	2,079
25	Allowance for Funds Used During Construction (CR)	0	1. N. 4.	0
26	Total Fixed Charges (22+23+24-25)	69,099	1,050	70,149
27	Nonoperating Net Income	(100)		(100)
28	Extraordinary Items	0		0
29	Jurisdictional Differences	0	Wille for the	0
30	Nonregulated Net Income (B1)	3,222	(4,044)	(822)
31	Total Net Income or Margins (21+27+28+29+30-26)	(113,174)	(1,050)	(114,224)
32	Total Taxes Based on Income	4,706		4,706
33	Retained Earning or Margins Beginning-of-Year	(1,646,955)	TANK CALL	(1,646,955)
34	Miscellaneous Credits Year-to-Date	0		0
35	Dividends Declared (Common)	0	1 100	0
36	Dividends Declared (Preferred)	0		0
37	Other Debits Year-to-Date	0	14.70	0
38	Transfers to Patronage Capital	0	As	0
39	Retained Earnings or Margins End-of-Period ((31+33+34)-(35+36+37+38)	(1,760,129)	(1,050)	(1,761,179)
40	Patronage Capital Beginning-of-Year	0		0
41	Transfers to Patronage Capital	0	2 ** x*	0
42	Patronage Capital Credits Retired	0		0
43	Patronage Capital End-of-Year (40+41-42)	0	0	0
44	Annual Debt Service Payments	67,842	(4) - 11 - 1	67,842
45	Cash Ratio ((14+20-10-11)/7)	0.7859	#DIV/0!	0.7797
46	Operating Accrual Ratio ((14+20+26)/7)	1.2222	#DIV/0!	1.2165
47	TIER ((31+26)/26)	(0.6379)	-	(0.6283)
48	DSCR ((31+26+10+11)/44)	1.6975	#DIV/0!	1.6861

#### 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)

Westgate Communications, LLC

	Westgate Communications, LLC	Current Year	Part 64	Current Year
Line #	ltem	2013	Adj. to NonReg	Adjusted
Line #	item	(A)		2013
1	Local Network Services Revenues	· · ·	(B) 0	
2	Network Access Services Revenues	13,661	-	13,661
3		492,489	0	492,489
	Long Distance Network Services Revenues	0		0
4	Carrier Billing and Collection Revenues	0	0.	0
5	Miscellaneous Revenues	18,744		18,744
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(34)	7.51	(34)
7	Net Operating Revenues (1 thru 6)	524,860	0	524,860
8	Plant Specific Operations Expense	193,938	(2,251)	191,687
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	34,201	(456)	33,745
10	Depreciation Expense	174,619	(791)	173,828
11	Amortization Expense	0	E SERVING	0
12	Customer Operations Expense	21,992	(25)	21,967
13	Corporate Operations	118,309	(1,650)	116,659
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ( )	0		0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	118,309	(1,650)	116,659
14	Total Operations Expenses (8 thru 12 +13b)	543,060	(5,173)	537,887
15	Operating Income or Margins (7 less 14)	(18,199)	5,173	(13,026)
16	Other Operating Income and Expenses ( )	0		0
17	State and Local Taxes	0	0	0
18	Federal Income Taxes (A1)	0	0	0
19	Other Taxes	2,090	(27)	2,063
20	Total Operating Taxes (17+18+19)	2,090	(27)	2,063
21	Net Operating Income or Margins (15+16-20)	(20,289)	5,200	(15,089)
22	Interest on Funded Debt	67,821	7,524	75,345
23	Interest Expense - Capital Leases	0		. 0
24	Other Interest Expense	7,757		7.757
25	Allowance for Funds Used During Construction (CR)	0		0
26	Total Fixed Charges (22+23+24-25)	75,578	7,524	83,102
27	Nonoperating Net Income	(1,934)		(1,934)
28	Extraordinary Items	0		0
29	Jurisdictional Differences	0	100	0
30	Nonregulated Net Income (B1)	6,179	(5,200)	979
31	Total Net Income or Margins (21+27+28+29+30-26)	(91,622)	(7,524)	(99,146)
32	Total Taxes Based on Income	2,090	(7,324)	2,090
33	Retained Earning or Margins Beginning-of-Year	(1,738,5 <b>7</b> 9)	11.18.14	•
34	Miscellaneous Credits Year-to-Date	(1,738,379)		(1,738,579)
35	Dividends Declared (Common)	0		0
36	Dividends Declared (Preferred)	0		0
37	Other Debits Year-to-Date		L. C.	0
38	Transfers to Patronage Capital	0	A Name	0
39		(4.020.204)	17.5041	0
39 40	Retained Earnings or Margins End-of-Period ((31+33+34)-(35+36+37+38)	(1,830,201)	(7,524)	(1,837,725)
40	Patronage Capital Beginning-of-Year Transfors to Battanage Capital		* 1.7	0
	Transfers to Patronage Capital		F 135 15 4 1	0
42	Patronage Capital Credits Retired		1 3:13:27 37.72	0
43	Patronage Capital End-of-Year (40+41-42)	0	, , , , , , , , , , , ,	0
44	Annual Debt Service Payments	67,821	not become	67,821
45	Cash Ratio ((14+20-10-11)/7)	0.7060	#DIV/0!	0.6976
46	Operating Accrual Ratio ((14+20+26)/7)	1.1827	#DIV/0!	1.1871
	TIED (/21 - 20 / 20)	(0.2123)	0.0000	(0.1931)
47 48	TIER ((31+26)/26) DSCR ((31+26+10+11)/44)	2.3382	#DIV/0!	2.3265

#### 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)

FCC Form 481
Part B Statement of Income and Retained Earnings Statement

Westgate Communications, LLC

	Westgate Communications, LLC	Adjusted	Adjusted
Line #	ltem	Prior Year	Current Year
	, <del>,,,</del> ,,	2012	2013
1	Local Network Services Revenues	9,968	13,661
2	Network Access Services Revenues	495,217	492,489
3	Long Distance Network Services Revenues	0	0
4	Carrier Billing and Collection Revenues	٥	0
5	Miscellaneous Revenues	18,197	18,744
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	34	(34)
7	Net Operating Revenues (1 thru 6)	523,416	524,860
8	Plant Specific Operations Expense	190,929	191,687
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	21,264	33,745
10	Depreciation Expense	157,711	173,828
11	Amortization Expense	750	173,828
12	Customer Operations Expense	16,283	21,967
13	Corporate Operations	174,987	116,659
13a		174,987	110,039
13b	Less: Corporate Operations Adjustment (FCC 36.621) report in ( )		116.650
14	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	174,987	116,659
15	Total Operations Expenses (8 thru 12 +13b)	561,924	537,887
1	Operating Income or Margins (7 less 14)	(38,508)	(13,026)
16	Other Operating Income and Expenses ( )	0	0
17	State and Local Taxes	0	0
18	Federal Income Taxes	0	0
19	Other Taxes	4,645	2,063
20	Total Operating Taxes (17+18+19)	4,645	2,063
21	Net Operating Income or Margins (15+16-20)	(43,153)	(15,089)
22	Interest on Funded Debt	68,070	75,345
23	Interest Expense - Capital Leases	0	0
24	Other Interest Expense	2,079	7,757
25	Allowance for Funds Used During Construction	0	0
26	Total Fixed Charges (22+23+24-25)	70,149	83,102
27	Nonoperating Net Income	(100)	(1,934)
28	Extraordinary Items	0	0
29	Jurisdictional Differences	0	0
30	Nonregulated Net Income	(822)	979
31	Total Net Income or Margins (21+27+28+29+30-26)	(114,224)	(99,146)
32	Total Taxes Based on Income	4,706	2,090
33	Retained Earning or Margins Beginning-of-Year	(1,646,955)	(1,738,579)
34	Miscellaneous Credits Year-to-Date		0
35	Dividends Declared (Common)	0	0
36	Dividends Declared (Preferred)		0
37	Other Debits Year-to-Date	0	0
38	Transfers to Patronage Capital	0	0
39	Retained Earnings or Margins End-of-Period ((31+33+34)-(35+36+37+38)	(1,761,179)	(1,837,725)
40	Patronage Capital Beginning-of-Year	0	0
41	Transfers to Patronage Capital	0	0
42	Patronage Capital Credits Retired	0	0
43	Patronage Capital End-of-Year (40+41-42)	0	0
44	Annual Debt Service Payments	67,842	67,821
45	Cash Ratio ((14+20-10-11)/7)	0.7797	0.6976
46	Operating Accrual Ratio ((14+20+26)/7)	1.2165	1.1871
47	TIER ((31+26)/26)	(0.6283)	(0.1931)
48	DSCR ((31+26+10+11)/44)	1.69	2.3265

Footnote (A1) 2012 2013
S Corporation Effective Tax Rate (2 decimal places):

### Network Access Services Revenue:

### Company Name:

Westgate Communications, LLC

Description	Part 32	2012	2013
·	Account		
End User Revenue (SLC, ARC, etc.)	5081	679	2,441
Switched Access (excluding USF):	5082	\$ 2 \ S	18 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
Intrastate	5084	0	16,440
Interstate	5082	288,448	364,639
Special Access:	5083	BEALT SPEC	46,44,4
Intrastate	5084.2	9,122	(1,913)
Interstate		0	0
Federal USF (ICLS/Caf/HCL/SN)	5082.1	196,968	110,882
Total (must equal line 2 of Income Stmt.)		495,217	492,489
Line 2 of Income Stmt.		495,217	492,489
Difference		0	0

2:18 PM

07/31/14 Accrual Basis

## WeavTel Profit & Loss

EXHIBIT 5

January through December 2013

Jan - Dec 13 Ordinary Income/Expense Income 5 · Operating Revenue 5000.00 · Local Service Revenue 5000.10 · Monthly Service - Regulated 4.288.75 5000.11 · Residential Line 5000.12 · Business Line 9,372.53 13,661.28 Total 5000.10 · Monthly Service - Regulated 5000.30 · Vertical Feat 2,065.94 5000.36 · Long Distance 1.52 5000.37 · Automatic Call Return Total 5000.30 · Vertical Feat 2.067.46 15.728.74 Total 5000.00 · Local Service Revenue 5080.00 · Network Access Services Revenue 374.00 5081.00 · End User revenue 5082.00 · Switched access revenue 119,701.00 5082.10 · Switched Access - HCL 5082.20 · Switched Access - ICLS -18,231.00 68,251.00 5082.35 · Switched Access USAC-CAF ICC 16,439.91 5082.40 · Inter-state Revenues 30.518.48 5082.85 Intra-state revenues 5082.90 · WECA support -1,913.00 275,281.60 5082.91 · NECA Support Total 5082.00 · Switched access revenue 490,047.99 490.421.99 Total 5080.00 · Network Access Services Revenue 5200.70 · Miscellaneous Revenue 15,203,94 5083.00 · E 911 reimbursement 1,590.00 5200.71 · Installations 807.50 5200.72 · Service Call 5200.73 · Internet services 7,136.83 898.00 5200.80 · Monthly Maint & rental 5200.85 · Equipment Sales 63.00 18.71 5200.70 · Miscellaneous Revenue - Other 25,717.98 Total 5200.70 · Miscellaneous Revenue 531,868.71 Total 5 · Operating Revenue -156.76 5100.00 · Billing Credits 5200.75 · Late Payment fees 10.00 5280.00 · CLEC Revenues 5280.10 · CLEC -Resale Revenues 284.87 5280.12 · CLEC POTS Business 5280.14 · CLEC Features 23.74 308.61 Total 5280.10 · CLEC -Resale Revenues 308.61 Total 5280.00 · CLEC Revenues -33.83 5300 · Uncollectible 531,996.73 Total Income **Gross Profit** 531.996.73

## WeavTel Profit & Loss

	Jan - Dec 13
Expense	
6 · Operating Expenses 61 · Plant specific	
6112.00 · Motor Vehicle Expense	5,838.76
6120.30 · General Support - Other	280.35
6121.00 · Land & Building Expense	38,242.65
6124.00 · General Purpose Computers Expen	2,817.83
6210.00 · COE Switching Expense 6230.00 · Central Office transmission	27,404.96
6235.00 · LNP/SOW Expense	116,733.08 22.45
6236.00 · TRS Fund Contributions	191.69
6237.00 · Access Expenses/payments	359.99
Total 61 · Plant specific	191,891.76
64 · Outside Plant	
6410.40 · OSP Expense	1,871.23
Total 64 · Outside Plant	1,871.23
65 · Plant nonspecific	
6530.00 · Plant Administration Expense	31,099.52
6530.25 Network Operations - Other	456.50
6530.35 · Network Operations - LD	2,645.44
Total 65 · Plant nonspecific	34,201.46
6 · Operating Expenses - Other	81.18
Total 6 · Operating Expenses	228,045.63
656 · Depreciation and Amortization 6560.00 · Depreciation Expense	174,619.22
Total 656 · Depreciation and Amortization	174,619.22
66 ⋅ Customer	
6620.00 · Customer Service	7,215.69
6625.00 · CABS Billing	14,775.85
Total 66 · Customer	21,991.54
67 · Corporate	40.000.00
6710.00 · Executive Labor 6720.00 · Office Supplies & Maintenance	12,308.88 1,706.60
6720.05 · Admistrative Expense	47,122.65
6720.10 · Accounting Services	4,635.86
6720.20 · Legal Expense	6,016.90
6720.30 · Postage & Delivery	643.47
6720.35 · Bank Service Charges 6720.40 · General Labor Expense	312.40 527.13
6720.40 • General Labor Expense	23,4 <b>4</b> 4.92
6720.43 · Intra-State Expense	13,893.82
6720.45 · Benefits Expense	3,000.00
6720.50 · Meals and Entertainment	234.86
6720.99 · Miscellaneous Expense 67 · Corporate - Other	500.00 1,000.00
Total 67 · Corporate	115,347.49
6720.70 · Interest Expense	86.57
69800 Uncategorized Expenses	2,707.36
7200.15 · Penalties	208.10
7200.20 · Operating Regulatory Fees and T	95.75
7200.60 · Proprty Tax Expense	1,993.93
7230.00 · Payroll Taxes Expense 7230.10 · WA State L& I Tax - Op	0.00
7230.20 · WA State SUTA Tax -Op	0.00
7230.30 · WA State Admin Fund	0.00
7240.00 · Federal Payroll Tax - Op	0.00
7230.00 · Payroll Taxes Expense - Other	0.00
Total 7230.00 · Payroll Taxes Expense	0.00

2:18 PM 07/31/14 **Accrual Basis** 

## WeavTel **Profit & Loss** January through December 2013

	Jan - Dec 13
7500.10 · Interest	6,311.35
7500.11 · Interest other	1,445.84
7500.20 · Amortization	750.00
7500.30 · RUS Loan Interest	67,820.65
7599.00 · Unclassified	1,736.54
7990.00 · Non-Regulated Expenses	197.44
Total Expense	623,357.41
Net Ordinary Income	-91,360.68
Net Income	-91,360.68

# WeavTel Balance Sheet As of December 31, 2013

	Dec 31, 13
ASSETS	
Current Assets Checking/Savings	
1120.16 · Cash - Banner 6622 1120.20 · JP Morgan Chase	205.99 1,56 <b>4</b> .51
Total Checking/Savings	1,770.50
Accounts Receivable 1160.00 · Installs and Repairs 1170.00 · Telecom - A/R 1180.00 · Due from Intercompany - WeavNet 1190.00 · A/R IXC's	240.00 1,681.64 5,379.28 32,032.17
Total Accounts Receivable	39,333.09
Other Current Assets 1406.00 · Pay Phone 1410.10 · Other Assest - RUS Loan Fee 1410.15 · Accum Amort - RUS Loan Fee 1499 · Undeposited Funds	2,649.28 12,000.00 -7,250.00 148.57
Total Other Current Assets	7,547.85
Total Current Assets	48,651.44
Fixed Assets 2003.00 · Construction in Progress 2003.20 · CIP - Stehekin Exchange 2003.25 · Stehekin W/O 605.2 2003.31 · Stehekin - W/O Burjed Cable	250.00 14.54
Total 2003.20 · CIP - Stehekin Exchange	264.54
2003321 · WorkOrder 2013.21 2003322 · Workorder 20033202 PayPhone	2,152.92 38.33
Total 2003.00 · Construction in Progress	2,455.79
2003324 · WO NPS Right of Way Permit 2110.00 · Other Fixed Assets 2110.10 · Land 2110.30 · Office Equipment 2110.40 · Motor Vehicles 2110.41 · SUV 2110.43 · 1998 Durango 2110.50 · 2013 GMC Arcadia	19.57 136,659.55 15,489.78 25,333.78 6,105.00 43,177.80
Total 2110.40 · Motor Vehicles	74,616.58
2110.60 · Computer Equipment 2210.00 · Central Office - Switching	15,554.11 500,663.58
Total 2110.00 · Other Fixed Assets	742,983.60
2110.20 · Buildings 2114.00 · Tools and Other Equipment 2230.10 · COE Transmission - Trunk Carrie 2230.20 · COE Transmission - Subscriber C 2410.40 · Outside Plant	380,944.41 16,044.38 370,545.19 444,559.56 244,710.95
Total Fixed Assets	2,202,263.45
Other Assets 3110.00 · Accumulated Depreciated	-1,224,965.79
Total Other Assets	-1,224,965.79
TOTAL ASSETS	1,025,949.10

**Total Equity** 

**TOTAL LIABILITIES & EQUITY** 

# WeavTel Balance Sheet As of December 31, 2013

	Dec 31, 13
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable 4000.00 · Accounts Payable	518,141.03
Total Accounts Payable	518,141.03
Credit Cards 4140.00 · Wells Fargo CC 0854	9,892.95
Total Credit Cards	9,892.95
Other Current Liabilities	
2200 · Sales Tax Payable	5,756.82
4080.00 · Property Tax Liablitiy	2,056.00
4080.20 · Taxes & Surcharge Liablity	2,265.50
4120.00 · Acrued Interest	419,681.84
4131.00 · Payroll TX Liabilities	1,834.32
4250.00 ⋅ Current Portion 4255.00 ⋅ Current Portion - Contra	1,382,396.00 -1,382,396.00
Total Other Current Liabilities	431,594.48
Total Current Liabilities	959,628.46
Long Term Liabilities	
4200.00 · LTD - Loans	
4200.10 · LTD - RUS Loan	1,340,396.00
4200.25 · LTD - Great Plains Capital Corp	342,653.06
4200.30 · LTD - Richard Weaver	16,776.53
4200.60 · Wells Fargo Line of credit	63,598.97
4200.70 · CVB - Auto Loan	41,177.80
Total 4200.00 · LTD - Loans	1,804,602.36
Total Long Term Liabilities	1,804,602.36
Total Liabilities	2,764,230.82
Equity	
1110 · Retained Earnings	-1,122,825.69
4510.00 · Member's Equity	202 274 72
4510.10 · Member's Equity - RJW	-393,071.52
4510.50 · Member's Equity - Jim Wilifers	-131,023.83
Total 4510.00 · Member's Equity	-524,095.35
Net Income	-91,360.68

-1,738,281.72

1,025,949.10

# WeavTel Profit & Loss

	Jan - Dec 12		
Ordinary Income/Expense			
Income			
5 · Operating Revenue 5000.00 · Local Service Revenue 5000.10 · Monthly Service - Regulated 5000.11 · Residential Line 5000.12 · Business Line	4,262.22 5.460.00		
Total 5000.10 · Monthly Service - Regulated	9,722.22		
	•,-=		
5000.30 · Vertical Feat 5000.32 · Call Forwarding 5000.36 · Long Distance	0.83 613.60		
Total 5000.30 · Vertical Feat	614.43		
Total 5000.00 · Local Service Revenue	10,336	3.65	
5080.00 · Network Access Services Revenue			
5081.00 · End User revenue	65.50		
5082.00 · Switched access revenue			
5082.10 · Switched Access - HCL	188,165.00		
5082.20 · Switched Access - ICLS	261.00		
5082.90 · WECA support	9,122.00		
5082.91 · NECA Support	288,186.65		
Total 5082.00 · Switched access revenue	485,734.65		
Total 5080.00 · Network Access Services Revenue	485,800	485,800.15	
5200.70 · Miscellaneous Revenue			
5083.00 ⋅ E 911 reimbursement	16,134.60		
5200.71 · Installations	600.00		
5200.72 · Service Call	225.00		
5200.73 · Internet services	3,640.85		
5200.80 · Monthly Maint & rental	1,079.50		
5200.85 · Equipment Sales	105.30		
5200.70 · Miscellaneous Revenue - Other	45.64		
Total 5200.70 · Miscellaneous Revenue	21,830	0.89	
5280.50 · CLEC-Access Revenue	8,759	9.21	
Total 5 · Operating Revenue		526,726.90	
5100.00 · Billing Credits 5200.75 · Late Payment fees 5280.00 · CLEC Revenues 5280.10 · CLEC - Resale Revenues	24.22	-24.06 7.50	
5280.12 · CLEC POTS Business 5280.14 · CLEC Features	244.68 67.69		
Total 5280.10 · CLEC -Resale Revenues	312	2.37	
Total 5280.00 · CLEC Revenues		312.37	
5300 · Uncollectible		33.69	
Total Income		527,056.40	
Gross Profit		527,056.40	

## WeavTel

## **Profit & Loss**

656 · Depreciation and Amortization       158,486.15         Total 656 · Depreciation and Amortization       158,486.         66 · Customer       2,725.64         6620.00 · Customer Service       2,725.64         6625.00 · CABS Billing       13,509.37         Total 66 · Customer       16,235.         67 · Corporate       13,699.42         6710.00 · Executive Labor       1,416.80         6720.05 · Admistrative Expense       43,013.41         6720.05 · Admistrative Expense       43,013.41         6720.10 · Accounting Services       23,850.50         6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.99 · Miscellaneous Expense       68.90         6720.99 · Miscellaneous Expense       176,100.	_	Jan - Dec 12
61 - Plant specific 6112.00 - Motor Vehicle Expense 6120.30 - General Support - Other 6120.30 - General Support - Other 6121.00 - Ceneral Support - Other 6121.00 - Ceneral Purpose Computers Expen 6124.00 - General Purpose Computers Expen 6121.00 - COE Switching Expense 6122.00 - CUE Switching Expense 6120.00 - Cutstomer Installations 6126.00 - TRS Fund Contributions 6126.00 - TRS Fund Contributions 6127.00 - Access Expenses/payments 61 - Plant specific 6127.00 - Access Expenses/payments 61 - Plant specific 64 - Outside Plant 6410.40 - OSP Expense 640.40 - OSP Expense 6530.25 - Network Operations - Toll 65 - Plant nonspecific 6530.00 - Plant Administration Expense 6530.25 - Network Operations - Toll 6530.30 - Network Operations - Toll 6530.31 - Network Operations - Toll 6530.32 - Network Operations - Toll 6530.33 - Network Operations - Toll 650.03 - Network Operations - Toll 650.00 - Depreciation and Amortization 6560.00 - Depreciation Expense 656 - Depreciation and Amortization 6560.00 - Depreciation and Amortization 6560.00 - Depreciation Expense 650 - CABS Billing 67 - Corporate 670.00 - CABS Billing 6	Expense	
6112.00 · Motor Vehicle Expense         7,706.59           6120.30 · General Support - Other         1,439.84           6121.00 · Land & Building Expense         34.442.68           6124.00 · General Purpose Computers Expen         2,575.51           6210.00 · COE Switching Expense         4,323.34           6212.00 · Customer Installations         38.85           6230.00 · Central Office transmission         115.613.55           6237.00 · Access Expenses/payments         4.01           61 · Plant specific - Other         50.33           Total 61 · Plant specific - Other         50.33           64 · Outside Plant         26,797.19           65 · Plant nonspecific         26,797.19           65 · Plant nonspecific         325.93           6530.00 · Plant Administration Expense         325.93           6530.01 · Plant Administration Expense         325.93           6530.02 · Network Operations - Other         18,950.78           6530.03 · Network Operations - Toll         225.30           6530.35 · Network Operations - LD         21,264.13           Total 65 · Plant nonspecific         21,284.13           Total 65 · Plant nonspecific         21,284.13           Total 65 · Depreciation and Amortization         158,486.15           Total 65 · Depreciation and Amortization		
6120.30 - General Support - Other         1.439.84           6121.00 - Land & Building Expense         34.442,8           6124.00 - General Purpose Computers Expen         2.575.51           6210.00 - CUE Switching Expense         4.322.34           6212.00 - CUstomer Installations         38.85           6230.00 - Central Office transmission         115,613.55           6236.00 - TRS Fund Contributions         92.40           6237.00 - Access Expenses/payments         4.01           61 - Plant specific - Other         50.33           Total 61 - Plant specific - Other         166,287.10           64 - Outside Plant - William		7 706 59
6121.00 - Land & Building Expense         34.442.68           6124.00 - General Purpose Computers Expen         2.575.51           6210.00 - COE Switching Expense         4.323.34           6212.00 - Clustomer Installations         38.85           6230.00 - Central Office transmission         115.613.55           6236.00 - TRS Fund Contributions         92.40           6237.00 - Access Expenses/payments         4.01           61 - Plant specific - Other         50.33           Total 61 - Plant specific         166,287.10           64 - Outside Plant         26,797.19           55 - Plant nonspecific         325,93           65 - Plant nonspecific         325,93           6530.00 - Plant Administration Expense         325,93           6530.02 - Network Operations - Other         16,990.78           6530.03 - Network Operations - Toll         225.30           6530.34 - Network Admin Expense         1,599.81           6530.35 - Network Operations - LD         2,162.51           Total 65 - Operating Expenses         21,264.13           656 - Depreciation and Amortization         5860.00 - Depreciation Expense         158,486.15           Total 65 - Depreciation and Amortization         158,486.15           Total 65 - Depreciation and Amortization         158,486.15		· ·
6124.00 - General Purpose Computers Expen         2,575.51           6210.00 - CDE Switching Expense         4,323.34           6212.00 - Customer Installations         38.85           6230.00 - TRS Fund Contributions         92.40           6237.00 - Access Expenses/payments         4.01           61 - Plant specific - Other         50.33           Total 61 - Plant specific         166,287.10           64 - Outside Plant         26,797.19           65 - Plant nonspecific         325,93           6530.00 - Plant Administration Expense         325,93           6530.25 - Network Operations - Other         16,950.78           6530.30 - Network Operations - Toll         225,30           6530.33 - Network Admin Expense         1,599.61           6530.34 - Network Admin Expense         1,599.61           6530.35 - Network Admin Expense         1,599.61           6530.35 - Network Admin Expense         1,599.61           6530.00 - Penetiation and Amortization         2,162.51           Total 65 - Plant nonspecific         21,264.13           Total 6 - Operating Expenses         158,486.15           Total 6 - Operating Expenses         158,486.15           Total 6 - Customer         1,275.64           66 - Customer         1,3699.42 <t< td=""><td></td><td>•</td></t<>		•
6210.00 - COE Switching Expense         4,323.34           6212.00 - Customer Installations         38.85           6230.00 - Central Office transmission         115,613.55           6236.00 - TRS Fund Contributions         92.40           6237.00 - Access Expenses/payments         4.01           61 - Plant specific         50.33           Total 61 - Plant specific         166,287.10           64 - Outside Plant         26,797.19           651 - Plant nonspecific         325,93           6530.00 - Plant Administration Expense         325,93           6530.05 - Network Operations - Other         16,950.78           6530.30 - Network Operations - Other         16,950.78           6530.33 - Network Operations - Toll         225,30           6530.34 - Network Operations - Toll         225,30           6530.35 - Network Operations - LD         21,262.51           Total 65 - Plant nonspecific         21,264.13           Total 65 - Operating Expenses         214,348.           666 - Operating Expenses         158,486.15           Total 65 - Operation and Amortization         158,486.15           Total 656 - Operation Expense         158,486.15           Total 656 - Customer         13,699.42           67 - Corporate         2,725.64           <		•
6212.00 - Customer Installations         33.85           6230.00 - Central Office transmission         115,613,55           6236.00 - TRS Fund Contributions         92.40           6237.00 - Access Expenses/payments         4.01           61 - Plant specific - Other         50.33           Total 61 - Plant specific         166,287.10           64 - Outside Plant         26,797.19           65 - Plant nonspecific         325,93           6530.00 - Plant Administration Expense         325,93           6530.25 - Network Operations - Other         19,950,78           6530.30 - Network Operations - Toll         225,30           6530.33 - Network Operations - LD         21,264,13           Total 65 - Plant nonspecific         21,264,13           Total 65 - Operating Expenses         214,348.           656 - Depreciation and Amortization         566,00 - Depreciation Expense           656 - Depreciation and Amortization         158,486.15           7 total 65 - Depreciation and Amortization         158,486.15           66 - Customer         2,725,64           66 - Customer         2,725,64           66 - Customer         16,235.           67 - Corporate         13,699,42           67 - Corporate         13,699,42           67 - Corporate <th></th> <th>•</th>		•
6230.00 - Central Office transmission         115,613.55           6237.00 - Access Expenses/payments         92.40           6237.00 - Access Expenses/payments         4.01           61 - Plant specific         166,287.10           64 - Outside Plant         26,797.19           64 - Outside Plant         26,797.19           65 - Plant nonspecific         325,93           6530.00 - Plant Administration Expense         325,93           6530.03 - Network Operations - Other         16,950.78           6530.30 - Network Operations - Other         16,950.78           6530.33 - Network Operations - Toll         225,30           6530.34 - Network Operations - Toll         225,30           6530.35 - Network Operations - LD         2,162,51           Total 65 - Plant nonspecific         21,264.13           Total 6 - Operating Expenses         214,348.           656 - Depreciation and Amortization         158,486.15           Total 65 - Depreciation Expense         158,486.15           Total 65 - Depreciation and Amortization         158,496.15           66 - Customer         2,725.64           662.00 - Customer Service         2,725.64           662.00 - Customer Service         2,725.64           662.00 - Customer         13,699.42 <td< th=""><th></th><th>•</th></td<>		•
6236.00 - TRS Fund Contributions         92.40           6237.00 - Access Expenses/payments         4,01           61 - Plant specific - Other         50.33           Total 61 - Plant specific         166,287.10           64 - Outside Plant         26,797.19           Total 64 - Outside Plant         26,797.19           65 - Plant nonspecific         325.93           6530.00 - Plant Administration Expense         325.93           6530.30 - Network Operations - Other         16,950.78           6530.30 - Network Operations - Toll         225.30           6530.33 - Network Operations - Toll         225.30           6530.35 - Network Operations - Toll         2,162.51           Total 65 - Plant nonspecific         21,264.13           Total 65 - Operating Expenses         214,348.           656 - Depreciation and Amortization         158,486.15           650.00 - Depreciation Expense         158,486.15           Total 65 - Depreciation and Amortization         158,486.15           66 - Customer         2,725.64           6625.00 - CABS Billing         13,509.37           Total 66 - Customer         13,699.42           67 - Corporate         13,509.37           67 - Corporate         2,725.64           67 - Corporate         13,5		
6237.00 - Access Expenses/payments         4.01           61 - Plant specific - Other         50.33           Total 61 - Plant specific         166,287.10           64 - Outside Plant         26,797.19           65 - Plant nonspecific         26,797.19           65 - Plant nonspecific         325,93           6530.00 - Plant Administration Expense         325,93           6530.25 - Network Operations - Other         16,950.78           6530.30 - Network Operations - Toll         225.30           6530.34 - Network Admin Expense         1,599.61           6530.35 - Network Operations - LD         2,162.51           Total 65 - Plant nonspecific         21,264.13           Total 6 - Operating Expenses         214,348.           656 - Depreciation and Amortization         158,486.15           Total 656 - Depreciation and Amortization         158,486.15           Total 656 - Depreciation and Amortization         158,486.15           66 - Customer         2,725.64           6620.00 - Customer Service         2,725.64           6620.00 - Cabs Billing         13,699.42           7 - Corporate         1,416.80           67 - Corporate         1,416.80           67 - Corporate         1,416.80           67 - Corporate         1,416.80<		
61 · Plant specific - Other         50.33           Total 61 · Plant specific         166,287.10           64 · Outside Plant         26,797.19           65 · Plant nonspecific         26,797.19           65 · Plant nonspecific         325.93           6530.00 · Plant Administration Expense         16,950.78           6530.30 · Network Operations - Other         16,950.78           6530.34 · Network Operations - Toll         225.30           6530.34 · Network Operations - LD         2,162.51           Total 65 · Plant nonspecific         21,264.13           Total 6 · Operating Expenses         214,348.           666 · Depreciation and Amortization         158,486.15           Total 65 · Depreciation and Amortization         158,486.15           66 · Customer         2,725.64           6625.00 · CABS Billing         13,509.37           Total 66 · Customer         2,725.64           6710.00 · Executive Labor         13,699.42           6720.00 · Office Supplies & Maintenance         1,416.80           6720.05 · Admistrative Expense         43,013.41           6720.10 · Accounting Services         23,850.50           6720.20 · Legal Expense         58,290.10           6720.25 · Consulting Services         626.88           6720.35 · Bank		
64 · Outside Plant         26,797.19           Total 64 · Outside Plant         26,797.19           65 · Plant nonspecific         325.93           6530.00 · Plant Administration Expense         325.93           6530.25 · Network Operations - Other         16,950.78           6530.30 · Network Operations - Toll         225.30           6530.34 · Network Admin Expense         1,599.61           6530.35 · Network Operations - LD         2,162.51           Total 65 · Plant nonspecific         21,264.13           Total 6 · Operating Expenses         214,348.4           656 · Depreciation and Amortization         158,486.15           Total 656 · Depreciation and Amortization         158,486.15           66 · Customer         2,725.64           662.00 · CABS Billing         13,509.37           Total 66 · Customer Service         2,725.64           6625.00 · CABS Billing         13,699.42           67 · Corporate         14,16.80           67 · Corporate         13,699.42           67 · Corporate         2,3850.50           67 · Corporate         13,699.42           67 · Corporate         13,699.42           67 · Corporate         13,699.42           67 · Corporate         13,699.42           67 · Corporat		
6410.40 · OSP Expense         26,797.19           Total 64 · Outside Plant         26,797.19           65 · Plant nonspecific         325,93           6530.00 · Plant Administration Expense         325,93           6530.30 · Network Operations - Other         16,950.78           6530.30 · Network Operations - Toll         225,30           6530.31 · Network Admin Expense         1,599.61           6530.35 · Network Operations - LD         2,162.51           Total 65 · Plant nonspecific         21,264.13           Total 6 · Operating Expenses         214,348.4           656 · Depreciation and Amortization         158,486.15           Total 656 · Depreciation and Amortization         158,486.15           Total 656 · Customer         2,725.64           662.00 · Customer Service         2,725.64           6625.00 · CABS Billing         13,509.37           Total 66 · Customer         16,235.           67 · Corporate         13,699.42           6710.00 · Executive Labor         13,699.42           6720.01 · Admistrative Expense         43,013.41           6720.02 · Legal Expense         52,290.10           6720.03 · Postage & Delivery         626.88           6720.04 · General Labor Expense         0.00           6720.42 · Intra-State Expen	Total 61 · Plant specific	166,287.10
Total 64 · Outside Plant         26,797.19           65 · Plant nonspecific         325.93           6530.00 · Plant Administration Expense         325.93           6530.25 · Network Operations - Other         16,950.78           6530.34 · Network Operations - Toll         225.30           6530.35 · Network Operations - LD         21,599.61           6530.35 · Network Operations - LD         21,264.13           Total 65 · Plant nonspecific         21,264.13           Total 6 · Operating Expenses         214,348.           656 · Depreciation and Amortization         6560.00 · Depreciation Expense           656.00 · Depreciation and Amortization         158,486.15           Total 656 · Depreciation and Amortization         158,486.15           Total 656 · Customer         2,725.64           6625.00 · CABS Billing         13,509.37           Total 66 · Customer         16,235.           67 · Corporate         13,699.42           67 · Corporate         23,850.50 <td></td> <td>00 707 40</td>		00 707 40
65 · Plant nonspecific 6530.00 · Plant Administration Expense 6530.25 · Network Operations - Other 6530.30 · Network Operations - Toll 6530.34 · Network Operations - Toll 6530.35 · Network Operations - Toll 6530.35 · Network Operations - LD  Total 65 · Plant nonspecific  Total 65 · Plant nonspecific  21,264.13  Total 6 · Operating Expenses  214,348. 656 · Depreciation and Amortization 6560.00 · Depreciation Expense  66 · Customer 6620.00 · Customer Service 6625.00 · CABS Billing  Total 66 · Customer  6625.00 · CABS Billing  13,509.37  Total 66 · Customer  6710.00 · Executive Labor 6720.00 · Office Supplies & Maintenance 6720.00 · Office Supplies & Maintenance 6720.01 · Accounting Services 6720.02 · Legal Expense 6720.25 · Consulting Services 6720.26 · Capsal Expense 6720.37 · Bank Service Charges 6720.30 · Postage & Delivery 626.88 6720.35 · Bank Service Charges 6720.40 · General Labor Expense 6720.41 · Interstate Labor 6720.42 · Interstate Expense 6720.43 · Intra-State Expense 6720.45 · Benefits Expense 6720.50 · Meals and Entertainment 6720.80 · Advertising Expense 6720.99 · Miscellaneous Expense 6720.99 · Miscellaneous Expense 176,100.  Total 67 · Corporate	•	
6530.00 · Plant Administration Expense       325.93         6530.25 · Network Operations - Other       16,950.78         6530.34 · Network Operations - Toll       225.30         6530.35 · Network Operations - LD       2,159.61         Total 65 · Plant nonspecific       21,264.13         Total 65 · Plant nonspecific         Total 6 · Operating Expenses       214,348.         656 · Depreciation and Amortization       566.00 · Depreciation Expense         656 · Depreciation and Amortization       158,486.15         Total 656 · Depreciation and Amortization       158,486.15         66 · Customer       2,725.64         6625.00 · CABS Billing       13,509.37         Total 66 · Customer       16,235.         67 · Corporate       13,699.42         6710.00 · Executive Labor       1,416.80         6720.00 · Office Supplies & Maintenance       1,416.80         6720.01 · Accounting Services       23,850.50         6720.02 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.26 · Consulting Services       643.13         6720.35 · Bank Service Charges       185.44         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       909.13 <t< td=""><td>Total 64 · Outside Plant</td><td>26,797.19</td></t<>	Total 64 · Outside Plant	26,797.19
6530.25 · Network Operations - Other 6530.30 · Network Operations - Toll 6530.34 · Network Operations - Toll 6530.34 · Network Operations - Toll 6530.35 · Network Operations - LD 7otal 65 · Plant nonspecific 7otal 65 · Plant nonspecific 7otal 65 · Depreciation and Amortization 6560.00 · Depreciation Expense 7otal 65 · Depreciation Expense 7otal 65 · Depreciation and Amortization 6560.00 · Depreciation Expense 7otal 656 · Depreciation and Amortization 650.00 · Customer 6620.00 · Customer Service 6625.00 · CABS Billing 7otal 66 · Customer 670.00 · Customer 670.00 · Customer 6710.00 · Executive Labor 6710.00 · Executive Labor 6720.00 · Office Supplies & Maintenance 6720.00 · Office Supplies & Maintenance 6720.00 · Admistrative Expense 700.00 · Admistrative Expense 700.00 · Customing Services 700.00 · Custo	•	325.03
6530.30 · Network Operations - Toll       225.30         6530.34 · Network Admin Expense       1,599.61         6530.35 · Network Operations - LD       2,162.51         Total 65 · Plant nonspecific       21,264.13         Total 6 · Operating Expenses       214,348.         656 · Depreciation and Amortization       6560.00 · Depreciation Expense         656 · Depreciation and Amortization       158,486.15         66 · Customer       2,725.64         662.00 · Cass Billing       13,509.37         Total 66 · Customer       2,725.64         6720.0 · CABS Billing       13,699.42         6710.00 · Executive Labor       13,699.42         6720.00 · Office Supplies & Maintenance       1,416.80         6720.05 · Admistrative Expense       43,013.41         6720.05 · Admistrative Expense       23,850.50         6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       23,850.50         6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.35 · Bank Service Charges       185.44         6720.42 · Intra-State Expense       0.00         6720.42 · Intra-State Expense       99.13         6720.50 · Meals and Entertainment       135.14		
6530.34 · Network Admin Expense 6530.35 · Network Operations - LD  Total 65 · Plant nonspecific  21,264.13  Total 6 · Operating Expenses 214,348.  656 · Depreciation and Amortization 6560.00 · Depreciation Expense 158,486.15  Total 656 · Depreciation and Amortization 6560.00 · Customer 6620.00 · Customer 6620.00 · Customer 6625.00 · CABS Billing 13,509.37  Total 66 · Customer 6710.00 · Executive Labor 6720.00 · Office Supplies & Maintenance 6720.00 · Office Supplies & Maintenance 6720.00 · Admistrative Expense 6720.10 · Accounting Services 6720.20 · Legal Expense 6720.20 · Legal Expense 6720.30 · Postage & Delivery 626.88 6720.35 · Bank Service Charges 6720.42 · Interstate Labor 6720.42 · Interstate Labor 6720.43 · Intra-State Expense 6720.45 · Benefits Expense 6720.46 · General Labor Expense 6720.47 · Intra-State Expense 6720.58 · Benefits Expense 6720.59 · Meals and Entertainment 6720.80 · Advertising Expense 68.90 6720.99 · Miscellaneous Expense 68.90 6720.99 · Miscellaneous Expense		· · · · · · · · · · · · · · · · · · ·
6530.35 · Network Operations - LD       2,162.51         Total 65 · Plant nonspecific       21,264.13         Total 6 · Operating Expenses       214,348.         656 · Depreciation and Amortization       5560.00 · Depreciation Expense       158,486.15         Total 656 · Depreciation and Amortization       158,486.         66 · Customer       2,725.64         6620.00 · Customer Service       2,725.64         6625.00 · CABS Billing       13,509.37         Total 66 · Customer       16,235.         67 · Corporate       13,699.42         6720.00 · Office Supplies & Maintenance       1,416.80         6720.00 · Office Supplies & Maintenance       1,416.80         6720.05 · Admistrative Expense       43,013.41         6720.10 · Accounting Services       23,850.50         6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0,00         6720.42 · Interstate Labor       28,004.51         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14 <td></td> <td></td>		
Total 6 · Operating Expenses         21,264.13           656 · Depreciation and Amortization         158,486.15           656.0.00 · Depreciation Expense         158,486.15           Total 656 · Depreciation and Amortization         158,486.           66 · Customer         2,725.64           6620.00 · Customer Service         2,725.64           6625.00 · CABS Billing         13,509.37           Total 66 · Customer         16,235.           67 · Corporate         13,699.42           6710.00 · Executive Labor         1,416.80           6720.05 · Admistrative Expense         43,013.41           6720.05 · Admistrative Expense         43,013.41           6720.10 · Accounting Services         23,850.50           6720.20 · Legal Expense         58,290.10           6720.25 · Consulting Services         643.13           6720.30 · Postage & Delivery         626.88           6720.35 · Bank Service Charges         185.44           6720.40 · General Labor Expense         0.00           6720.43 · Intra-State Expense         9.004.51           6720.45 · Benefits Expense         4,813.57           6720.50 · Meals and Entertainment         135.14           6720.99 · Miscellaneous Expense         68.90           6720.99 · Miscellaneous Expense		
Total 6 · Operating Expenses       214,348.         656 · Depreciation and Amortization       158,486.15         Total 656 · Depreciation and Amortization       158,486.         66 · Customer       2,725.64         6620.00 · Customer Service       2,725.64         6625.00 · CABS Billing       13,509.37         Total 66 · Customer       16,235.         67 · Corporate       13,699.42         6710.00 · Executive Labor       13,699.42         6720.00 · Office Supplies & Maintenance       1,416.80         6720.05 · Admistrative Expense       43,013.41         6720.10 · Accounting Services       23,850.50         6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.30 · Postage & Delivery       626.88         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       176,100.	•	
656 · Depreciation and Amortization 6560.00 · Depreciation Expense 158,486.15  Total 656 · Depreciation and Amortization 158,486.  66 · Customer 6620.00 · Customer Service 2,725.64 6625.00 · CABS Billing 13,509.37  Total 66 · Customer 16,235.  67 · Corporate 6710.00 · Executive Labor 13,699.42 6720.00 · Office Supplies & Maintenance 1,416.80 6720.05 · Admistrative Expense 43,013.41 6720.10 · Accounting Services 23,850.50 6720.20 · Legal Expense 58,290.10 6720.25 · Consulting Services 643.13 6720.30 · Postage & Delivery 626.88 6720.30 · Postage & Delivery 626.88 6720.40 · General Labor Expense 0,000 6720.42 · Interstate Labor 28,004.51 6720.43 · Intra-State Expense 4,813.57 6720.43 · Intra-State Expense 909.13 6720.50 · Meals and Entertainment 135.14 6720.80 · Advertising Expense 68.90 6720.99 · Miscellaneous Expense 176,100.  Total 67 · Corporate 176,100.	Total 65 · Plant nonspecific	21,264.13
6560.00 · Depreciation Expense       158,486.15         Total 656 · Depreciation and Amortization       158,486.         66 · Customer       2,725.64         6620.00 · Customer Service       2,725.64         6625.00 · CABS Billing       13,509.37         Total 66 · Customer       16,235.         67 · Corporate       13,699.42         6710.00 · Executive Labor       1,416.80         6720.00 · Office Supplies & Maintenance       1,416.80         6720.05 · Admistrative Expense       43,013.41         6720.10 · Accounting Services       23,850.50         6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       909.13         6720.45 · Benefits Expense       909.13         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       176,100.         Total 67 · Corporate       176,100.	Total 6 · Operating Expenses	214,348.42
66 · Customer 6620.00 · Customer Service 6625.00 · CABS Billing 13,509.37  Total 66 · Customer 16,235.  67 · Corporate 6710.00 · Executive Labor 13,699.42 6720.00 · Office Supplies & Maintenance 6720.05 · Admistrative Expense 43,013.41 6720.10 · Accounting Services 6720.20 · Legal Expense 58,290.10 6720.25 · Consulting Services 6720.30 · Postage & Delivery 626.88 6720.35 · Bank Service Charges 6720.40 · General Labor Expense 6720.42 · Interstate Labor 6720.43 · Intra-State Expense 6720.45 · Benefits Expense 6720.40 · General Labor Expense 6720.41 · Intra-State Expense 6720.42 · Interstate Labor 6720.43 · Intra-State Expense 6720.45 · Benefits Expense 6720.50 · Meals and Entertainment 6720.80 · Advertising Expense 6720.99 · Miscellaneous Expense 176,100.		158,486.15
6620.00 · Customer Service 2,725.64 6625.00 · CABS Billing 13,509.37  Total 66 · Customer 16,235.  67 · Corporate 18,710.00 · Executive Labor 13,699.42 6720.00 · Office Supplies & Maintenance 1,416.80 6720.05 · Admistrative Expense 43,013.41 6720.10 · Accounting Services 23,850.50 6720.20 · Legal Expense 58,290.10 6720.25 · Consulting Services 643.13 6720.30 · Postage & Delivery 626.88 6720.35 · Bank Service Charges 185.44 6720.40 · General Labor Expense 0.00 6720.42 · Interstate Labor 28,004.51 6720.43 · Intra-State Expense 4,813.57 6720.45 · Benefits Expense 909.13 6720.50 · Meals and Entertainment 135.14 6720.80 · Advertising Expense 68.90 6720.99 · Miscellaneous Expense 176,100.	Total 656 · Depreciation and Amortization	158,486.15
6625.00 · CABS Billing       13,509.37         Total 66 · Customer       16,235.         67 · Corporate       13,699.42         6720.00 · Office Supplies & Maintenance       1,416.80         6720.05 · Admistrative Expense       43,013.41         6720.10 · Accounting Services       23,850.50         6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00         Total 67 · Corporate       176,100.		
Total 66 · Customer       16,235.         67 · Corporate       13,699.42         6720.00 · Office Supplies & Maintenance       1,416.80         6720.05 · Admistrative Expense       43,013.41         6720.10 · Accounting Services       23,850.50         6720.22 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00         Total 67 · Corporate       176,100.		
67 · Corporate 6710.00 · Executive Labor 6720.00 · Office Supplies & Maintenance 6720.05 · Admistrative Expense 6720.10 · Accounting Services 6720.20 · Legal Expense 6720.25 · Consulting Services 643.13 6720.30 · Postage & Delivery 626.88 6720.35 · Bank Service Charges 6720.40 · General Labor Expense 6720.42 · Interstate Labor 6720.43 · Intra-State Expense 6720.45 · Benefits Expense 6720.45 · Benefits Expense 68.90 6720.80 · Advertising Expense 68.90 6720.99 · Miscellaneous Expense 776,100.	6625.00 · CABS Billing	13,509.37
6710.00 · Executive Labor       13,699.42         6720.00 · Office Supplies & Maintenance       1,416.80         6720.05 · Admistrative Expense       43,013.41         6720.10 · Accounting Services       23,850.50         6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00		16,235.01
6720.00 · Office Supplies & Maintenance       1,416.80         6720.05 · Admistrative Expense       43,013.41         6720.10 · Accounting Services       23,850.50         6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00	•	12 500 42
6720.05 · Admistrative Expense       43,013.41         6720.10 · Accounting Services       23,850.50         6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00		•
6720.10 · Accounting Services       23,850.50         6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00		
6720.20 · Legal Expense       58,290.10         6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00	•	
6720.25 · Consulting Services       643.13         6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00    Total 67 · Corporate		•
6720.30 · Postage & Delivery       626.88         6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00         Total 67 · Corporate       176,100.		•
6720.35 · Bank Service Charges       185.44         6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00         Total 67 · Corporate       176,100.	*****	222.22
6720.40 · General Labor Expense       0.00         6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00         Total 67 · Corporate       176,100.		
6720.42 · Interstate Labor       28,004.51         6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00         Total 67 · Corporate       176,100.		
6720.43 · Intra-State Expense       4,813.57         6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00         Total 67 · Corporate       176,100.	•	
6720.45 · Benefits Expense       909.13         6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00         Total 67 · Corporate       176,100.		
6720.50 · Meals and Entertainment       135.14         6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00         Total 67 · Corporate       176,100		· · · · · · · · · · · · · · · · · · ·
6720.80 · Advertising Expense       68.90         6720.99 · Miscellaneous Expense       444.00         Total 67 · Corporate       176,100.	•	
6720.99 · Miscellaneous Expense 444.00  Total 67 · Corporate 176,100.		
6720 70 - Interest Evnense 889	Total 67 · Corporate	176,100.93
	6720.70 · Interest Expense	889.63
		50.00
1=11111		124.30
,		33.00
,		2,616.61
7200.60 · Proprty Tax Expense 2,056.	7200.60 · Proprty Tax Expense	2,056.00

# WeavTel Profit & Loss

	Jan - Dec 12
7230.00 · Payroll Taxes Expense 7230.10 · WA State L& I Tax - Op 7230.20 · WA State SUTA Tax - Op 7230.30 · WA State Admin Fund 7240.00 · Federal Payroll Tax - Op 7230.00 · Payroll Taxes Expense - Other	0.00 0.00 0.00 0.00 0.00
Total 7230.00 · Payroll Taxes Expense	0.00
7500.10 · Interest 7500.11 · Interest other 7500.20 · Amortization 7500.30 · RUS Loan Interest 7599.00 · Unclassified 7990.00 · Non-Regulated Expenses	159.70 1,029.18 750.00 67,019.80 63.65 29 <b>4</b> .97
Total Expense	640,257.35
Net Ordinary Income	-113,200.95
Other Income/Expense Other Income 7300.10 · Nonoperating Income	13.69
Total Other Income	13.69
Net Other Income	13.69
Net Income	-113,187.26

07/31/14 Accrual Basis

## WeavTel Balance Sheet

As of December 31, 2012

	Dec 31, 12
ASSETS Current Assets Checking/Savings	
1120.12 · Cash -Const. Fund Trustee 5301 1120.16 · Cash - Banner 6622 1120.20 · JP Morgan Chase	0.03 3,417.10 32,394.52
Total Checking/Savings	35,811.65
Accounts Receivable 1170.00 · Telecom - A/R 1180.00 · Due from Intercompany - WeavNet 1190.00 · A/R IXC's	1,037.72 32,023.64 37,143.47
Total Accounts Receivable	70,204.83
Other Current Assets 1410.10 · Other Assest - RUS Loan Fee 1410.15 · Accum Amort - RUS Loan Fee 1499 · Undeposited Funds	12,000.00 -6,500.00 87.96
Total Other Current Assets	5,587.96
Total Current Assets	111,604.44
Fixed Assets 2003.00 · Construction in Progress 2003321 · WorkOrder 2013.21	2,152.92
Total 2003.00 · Construction in Progress	2,152.92
2110.00 · Other Fixed Assets 2110.10 · Land 2110.30 · Office Equipment 2110.40 · Motor Vehicles	136,659.55 15,489.78
2110.41 · SUV 2110.43 · 1998 Durango	25,333.78 6,105.00
Total 2110.40 · Motor Vehicles	31,438.78
2110.60 · Computer Equipment 2210.00 · Central Office - Switching	13,495.41 470,777.32
Total 2110.00 · Other Fixed Assets	667,860.84
2110.20 · Buildings 2114.00 · Tools and Other Equipment 2230.10 · COE Transmission - Trunk Carrie 2230.20 · COE Transmission - Subscriber C 2410.40 · Outside Plant	380,944.41 16,044.38 370,212.46 443,582.09 195,982.93
Total Fixed Assets	2,076,780.03
Other Assets 3110.00 · Accumulated Depreciated	1 050 346 57
Total Other Assets	-1,050,346.57 -1,050,346.57
_	
TOTAL ASSETS LIABILITIES & EQUITY	1,138,037.90
Liabilities Current Liabilities Accounts Payable 4000.00 · Accounts Payable	594,673.62
Total Accounts Payable	594,673.62
Credit Cards 4140.00 · Wells Fargo CC 0854	9,892.95
Total Credit Cards	9,892.95

# WeavTel Balance Sheet

As of December 31, 2012

	Dec 31, 12
Other Current Liabilities  1200.00 · Member Advance - Dennissov  2200 · Sales Tax Payable  4080.00 · Property Tax Liablitiy  4080.10 · CLEC-Tax & Surcharge Liablity  4080.20 · Taxes & Surcharge Liablity  4120.00 · Acrued Interest  4131.00 · Payroll TX Liabilities  4250.00 · Current Portion  4255.00 · Current Portion - Contra	-364.47 6,477.92 2,056.00 49.74 -49.74 362,319.95 1,452.25 1,382,396.00 -1,382,396.00
<b>Total Other Current Liabilities</b>	371,941.65
Total Current Liabilities Long Term Liabilities	976,508.22
4200.00 · LTD · Loans 4200.10 · LTD · RUS Loan 4200.25 · LTD · Great Plains Capital Corp 4200.30 · LTD · Richard Weaver 4200.60 · Wells Fargo Line of credit	1,340,396.00 384,653.06 19,851.55 63,598.97
Total 4200.00 · LTD - Loans	1,808,499.58
Total Long Term Liabilities	1,808,499.58
Total Liabilities	2,785,007.80
Equity 1110 · Retained Earnings 4510.00 · Member's Equity 4510.10 · Member's Equity - RJW 4510.40 · Member's Equity - Dennissov 4510.50 · Member's Equity - Jim Wilifers	-1,045,701.68 -317,252.63 -48,808.10 -122,020.23
Total 4510.00 · Member's Equity	-488,080.96
Net Income	-113,187.26
Total Equity	-1,646,969.90
TOTAL LIABILITIES & EQUITY	1,138,037.90

ording to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid B control number for this information collection is 0572-0031. The time required to complete this information collection is estimated to average 4 hours per response, including the time for reviewing instructions, ching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

zanomenta de la compansa de la comp	This data will be used by RUS to review your financial situation. Yo and, subject to federal laws and regulations regarding confidential	
IEVLIDITA	BORROWER NAME Westgate Communications, LLC	
TRUCTIONS-Submit report to RUS within 30 days after close of the period.  detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.	PERIOD ENDING December, 2012	BORROWER DESIGNATION WA0547

#### CERTIFICATION

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.

ALL INSURANCE REQUIRED BY 7 CFR PART 1788, CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES.

## DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1788 OF 7CFR CHAPTER XVII (Check one of the following)

All of the obligations under the RUS loan documents have been fulfilled in all material respects.

There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in the Telecom Operating Report

DATE

<u>_</u>		DATE			
			. BALANCE SHEET	<u> </u>	
	BALANCE	BALANCE		BALANCE	BALANCE
ASSETS	PRIOR YEAR	END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY	PRIOR YEAR	END OF PERIOD
RRENT ASSETS			CURRENT LIABILITIES		
Cash and Equivalents	3,590	-	25. Accounts Payable	562,689	604,464
Cash-RUS Construction Fund	0	CH'SCARWING COCKOCKER	26. Notes Payable	85,999	83,451
Affiliates:			27. Advance Billings and Payments		
a. Telecom, Accounts Receivable	364	0	28. Customer Deposits		*****
b. Other Accounts Receivable	30,996	32,388	29. Current Mat. L/T Debt	455,603	550,059
c. Notes Receivable			30. Current Mat, L/T Debt-Rur. Dev.		
Non-Affiliates:			31. Current MatCapital Leases		
a. Telecom, Accounts Receivable	40,917	38,181	32. Income Taxes Accrued		
b. Other Accounts Receivable			33. Other Taxes Accrued	7,690	9,98
c. Notes Receivable			34. Other Current Liabilities	307,600	362,32
Interest and Dividends Receivable			35. Total Current Liabilities (25 thru 34)	1,419,581	1,610,280
Material-Regulated			LONG-TERM DEBT		
Material-Nonregulated		_	36. Funded Debt-RUS Notes	926,793	832,33
Prepayments			37. Funded Debt-RTB Notes		
Other Current Assets	11,042	88	38. Funded Debt-FFB Notes		
Total Current Assets (1 Thru 9)	86,909	106,382	39. Funded Debt-Other	384,653	342,653
NCURRENT ASSETS			40. Funded Debt-Rural Develop. Loan		
Investment in Affiliated Companies			41. Premium (Discount) on L/T Debt		
a. Rural Development	SKINDERSERSERSERSERSERSERSERSERSERSERSERSERSE	totalia arrasa pagurarana	42. Reacquired Debt		
b. Nonrural Development			43. Obligations Under Capital Lease		
Other Investments			44. Adv. From Affiliated Companies		-
a. Rural Development	DE DESPRIMENTAMENTAMES DE LA COMPETATION DEL COMPETATION DE LA COM	SEARCH COLUMN CO	45. Other Long-Term Debt		
b. Nonrural Development			46. Total Long-Term Debt (36 thru 45)	1,311,446	1,174,99
Nonregulated Investments	<del>                                     </del>		OTHER LIAB. & DEF. CREDITS	200 mm 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	amanamana da se
Other Noncurrent Assets	6 250	F F00		rcentaturan kashkasan	appannin paggagga
	6,250	5,500	Other Long-Term Liabilities     Other Deferred Credits		
Deferred Charges	_		49. Other Jurisdictional Differences		
Jurisdictional Differences	6,250	E 500		<del>- </del>	
Total Noncurrent Assets (11 thru 16)	0,230		50. Total Other Liabilities and Deferred Credits (47 thru 49)	7,000	
ANT, PROPERTY, AND EQUIPMENT			EQUITY		
Telecom, Plant-in-Service	1,981,972	2,074,627	51. Cap. Stock Outstand. & Subscribed		
Property Held for Future Use		-	52. Additional Paid-in-Capital		
Plant Under Construction	13,975	2,153	53. Treasury Stock		/
Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		-
Less Accumulated Depreciation	891,860		55. Other Capital		
Net Plant (18 thru 21 less 22)	1,104,087	1,026,433	56. Patronage Capital Credits		_
TOTAL ASSETS (10+17+23)			57. Retained Earnings or Margins	(1,533,781)	(1,646,955
			58. Total Equity (51 thru 57)	(1,533,781)	(1,646,955
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)		
	1,197,246	1,138,315		1,197,246	1,138,31

## USDA-RUS

**TELECOMMUNICATIONS BORROWERS** 

## OPERATING REPORT FOR

BORROWER DESIGNATION

WA0547

PERIOD ENDING

December, 2012

INSTRUCTIONS- See RUS Bulletin 1744-2

## PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS				
ITEM	PRIOR YEAR	THIS YEAR		
Local Network Services Revenues	7,372	9,968		
Network Access Services Revenues	430,758	495,217		
Long Distance Network Services Revenues				
Carrier Billing and Collection Revenues				
5. Miscellaneous Revenues	19,381	18,197		
6. Uncollectible Revenues	334	(34)		
7. Net Operating Revenues (1 thru 5 less 6)	457,177	523,416		
Plant Specific Operations Expense	235,492	193,084		
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	11,484	21,264		
0. Depreciation Expense	153,153	158,486		
1. Amortization Expense	750	750		
2. Customer Operations Expense	18,197	16,235		
3. Corporate Operations Expense	135,405	176,088		
4. Total Operating Expenses (8 thru 13)	554,481	565,907		
15. Operating Income or Margins (7 less 14)	(97,304)	(42,491)		
16. Other Operating Income and Expenses				
17. State and Local Taxes				
18. Federal Income Taxes				
19. Other Taxes	4,295	4,706		
20. Total Operating Taxes (17+18+19)	4,295	4,706		
21. Net Operating Income or Margins (15+16-20)	(101,599)	(47,197)		
22. Interest on Funded Debt	66,720	67,020		
23. Interest Expense - Capital Leases	<del>-     -   -   -   -   -   -  </del>			
24. Other Interest Expense	1,379	2,079		
	68,099	69,099		
	56	(100)		
27. Nonoperating Net Income				
28. Extraordinary Items				
29. Jurisdictional Differences	(1,912)	3,222		
30. Nonregulated Net Income				
31. Total Net Income or Margins (21+27+28+29+30-26) 32. Total Taxes Based on Income	(171,554)	(113,174)		
	(5.100.501)	/4 -22 -221		
33. Retained Earnings or Margins Beginning-of-Year	(1,437,674)	(1,533,781)		
34. Miscellaneous Credits Year-to-Date	75,447			
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)]	(1,533,781)	(1,646,955)		
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)	0			
44. Annual Debt Service Payments	42,800	89,858		
45. Cash Ratio [(14+20-10-11) / 7]	0.8856	0.7859		
46. Operating Accrual Ratio [(14+20+26) / 7]	1.3712	1.2222		
47. TIER [(31+26) / 26]	-1.5192	-0.6379		
48. DSCR [(31+26+10+11) / 44]	1.1787	1.2816		

ording to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid B control number for this information collection is 0572-0031. The time required to complete this information collection is estimated to average 4 hours per response, including the time for reviewing instructions, ching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

and, subject to federal laws and regulations regarding confidential information, w	will be treated as confidential.
ana, subject to jederat taws and regulations regarding confidential information, w	
BORROWER NAME	
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS  Westgate Communications, LLC	
TRUCTIONS-Submit report to RUS within 30 days after close of the period. PERIOD ENDING BORROWEI	ER DESIGNATION
detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.  December, 2013  WA0547	7

### CERTIFICATION

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.

ALL INSURANCE REQUIRED BY 7 CFR PART 1788, CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES.

## DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1788 OF 7CFR CHAPTER XVII

(Check one of the following)

All of the obligations under the RUS loan documents have been fulfilled in all material respects.	There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in the Telecom Operating Report

		DART	A. BALANCE SHEET	_	
	BALANCE	BALANCE	L DALANGE SHEET	BALANCE	BALANCE
ASSETS	PRIOR YEAR	END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY	PRIOR YEAR	END OF PERIOD
RRENT ASSETS			CURRENT LIABILITIES		
Cash and Equivalents	35,725	l	25. Accounts Payable	604,464	528,033
Cash-RUS Construction Fund	0		26. Notes Payable	83,451	80,376
Affiliates:			27. Advance Billings and Payments		
a. Telecom, Accounts Receivable	0	5,379	28. Customer Deposits		
b. Other Accounts Receivable	32,388		29. Current Mat. L/T Debt	550,059	583,700
c. Notes Receivable			30. Current Mat. L/T Debt-Rur. Dev.		
Non-Affiliates:			31. Current MatCapital Leases		
a. Telecom, Accounts Receivable	38,181	33,963	32. Income Taxes Accrued		
b. Other Accounts Receivable			33. Other Taxes Accrued	9,986	11,921
c. Notes Receivable			34. Other Current Liabilities	362,320	419,682
Interest and Dividends Receivable			35. Total Current Liabilities (25 thru 34)	1,610,280	1,623,712
Material-Regulated			LONG-TERM DEBT		
Material-Nonregulated		_	36. Funded Debt-RUS Notes	832,337	806,932
Prepayments			37. Funded Debt-RTB Notes		
Other Current Assets	88		38. Funded Debt-FFB Notes		
Total Current Assets (1 Thru 9)	106,382	40,964	39. Funded Debt-Other	342,653	333,595
NCURRENT ASSETS			40. Funded Debt-Rural Develop. Loan		
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		
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)	1,174,990	1,140,527
Nonregulated Investments		2,649	OTHER LIAB. & DEF. CREDITS	A CONTROL OF THE CONT	
Other Noncurrent Assets	5,500	4,750	47. Other Long-Term Liabilities	THE REAL PROPERTY OF THE PERSON OF THE PERSO	ALL HETE SECRET
Deferred Charges			48. Other Deferred Credits		
Jurisdictional Differences			49. Other Jurisdictional Differences		
Total Noncurrent Assets (11 thru 16)	5,500	7,399	50. Total Other Liabilities and Deferred Credits (47 thru 49)	0	С
ANT, PROPERTY, AND EQUIPMENT			EQUITY		
Telecom, Plant-in-Service	2,074,627		51. Cap. Stock Outstand. & Subscribed	normannar II, innine	rana saseanamini ar
Property Held for Future Use			52. Additional Paid-in-Capital		
Plant Under Construction	2,153	2,475	53. Treasury Stock		
Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		
Less Accumulated Depreciation	1,050,347	1,224,966	55. Other Capital		
Net Plant (18 thru 21 less 22)	1,026,433	977,297	56. Patronage Capital Credits		
TOTAL ASSETS (10+17+23)			57. Retained Earnings or Margins	(1,646,955)	(1,738,579)
			58. Total Equity (51 thru 57)	(1,646,955)	(1,738,579)
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)		
	1,138,315	1,025,660		1,138,315	1,025,660

## USDA-RUS

## OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

BORROWER DESIGNATION

WA0547

PERIOD ENDING

INSTRUCTIONS- See RUS Bulletin 1744-2

December, 2013

## PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

ITEM	PRIOR YEAR	THIS YEAR
Local Network Services Revenues	9,968	13,661
Network Access Services Revenues	495,217	492,355
Long Distance Network Services Revenues		
4. Carrier Billing and Collection Revenues		
5. Miscellaneous Revenues	18,197	18,877
6. Uncollectible Revenues	(34)	34
7. Net Operating Revenues (1 thru 5 less 6)	523,416	524,859
Plant Specific Operations Expense	193,084	193,857
Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	21,264	34,201
Depreciation Expense	158,486	174,619
1. Amortization Expense	750	750
2. Customer Operations Expense	16,235	21,992
Corporate Operations Expense	176,088	118,304
4. Total Operating Expenses (8 thru 13)	565,907	543,723
5. Operating Income or Margins (7 less 14)	(42,491)	(18,864)
6. Other Operating Income and Expenses		
7. State and Local Taxes		_
8. Federal Income Taxes		
9. Other Taxes	4,706	2,090
0. Total Operating Taxes (17+18+19)	4,706	2,090
Net Operating Income or Margins (15+16-20)	(47,197)	(20,954)
2. Interest on Funded Debt	67,020	67,821
3. Interest Expense - Capital Leases		
Other Interest Expense	2,079	7,844
5. Allowance for Funds Used During Construction		
6. Total Fixed Charges (22+23+24-25)	69,099	75,665
7. Nonoperating Net Income	(100)	(1,944)
8. Extraordinary Items		
9. Jurisdictional Differences		
Nonregulated Net Income	3,222	6,939
1. Total Net Income or Margins (21+27+28+29+30-26)	(113,174)	(91,624)
2. Total Taxes Based on Income	(113,174)	(91,624)
Retained Earnings or Margins Beginning-of-Year	(1,533,781)	(1,738,579)
4. Miscellaneous Credits Year-to-Date	(1,333,761)	(1,736,379)
5. Dividends Declared (Common)		
6. Dividends Declared (Preferred)		
7. Other Debits Year-to-Date		
8. Transfers to Patronage Capital		
9. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]	(1,646,955)	(1 830 203)
Patronage Capital Beginning-of-Year	(1,010,533)	(1,830,203)
Transfers to Patronage Capital		
Patronage Capital Credits Retired		
3. Patronage Capital End-of-Year (40+41-42)	0	
Annual Debt Service Payments	89,858	143,462
5. Cash Ratio [(14+20-10-11) / 7]	0.7859	0.7058
6. Operating Accrual Ratio [(14+20+26) / 7]	1.2222	1.1841
7. TIER [(31+26) / 26]	-0.6379	-0.2109
8. DSCR [(31+26+10+11) / 44]	1.2816	1.1112

### **ALTERNATE EXHIBIT 7**

### CORPORATE OPERATIONS EXPENSE ADJUSTMENT CERTIFICATE

I, Richard J Weaver, an officer of Westgate Communications LLC dba WeavTel, with personal knowledge and responsibility, under penalty of perjury, hereby certify that no corporate operations adjustment to existing high-cost loop and interstate common line support mechanisms, as required by the Federal Communications Commission, applied to the Company for 2013 and 2012.

Date this 28 day of July, 2014.

Richard J. Weaver General Manager

## FINANCIAL ACCOUNTING CERTIFICATE

I, Richard J. Weaver, an officer of Westgate Communications LLC dba WeavTel, with personal knowledge and responsibility, based upon my discussions with the outside consultants retained by the Company to handle such matters, under penalty of perjury, state that the Company complies with state and federal accounting, cost allocation and cost adjustment rules pertaining to incumbent local exchange companies.

Dated this 28 day of July, 2014.

Kichard J. Weave General Manager

## CONTINUED OPERATIONS CERTIFICATE

I, Richard J. Weaver, an officer of the Company, under penalty of perjury, hereby certify that if the Company receives Program support, the Company will continue to provide communications services pursuant to its tariffs on file with the Commission throughout its service territory in Washington for which the company is seeking and receives Program support during the entirety of 2015.

Dated this 28th day of July, 2014.

chard J. Weaver

General Manager