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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 from
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.

Sincerely,



Richard J. Weaver
General Manager

Enclosures

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7 **BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

8 IN RE

9
10 PETITION OF Westgate Communications
11 LLC dba WeavTel TO RECEIVE SUPPORT
12 FROM THE UNIVERSAL SERVICE
13 COMMUNICATIONS PROGRAM

DOCKET NO.

PETITION FOR SUPPORT

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.

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

1 the Federal Communications Commission.

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

13 **II. Demonstration of Eligibility under WAC 480-123-110**

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

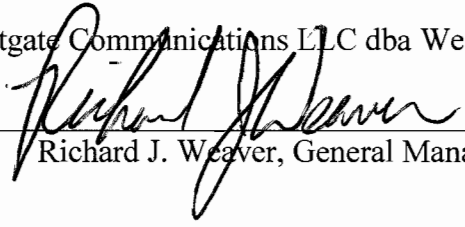
- 2 5. WAC 480-123-110(1)(e)(i): On the Commission's prescribed form, attached as Exhibit 4,
3 are copies of the Company's balance sheet as of December 31, 2013, and December 31,
4 2012, and copies of the Company's statements of income and retained earnings or margin for
5 the years ended December 31, 2013, and December 31, 2012.
- 6 6. WAC 480-123-110(1)(e)(ii): Copies of the Company's financial statements for the years
7 ended December 31, 2013, and December 31, 2012, reviewed by a certified public
8 accountant, are attached as Exhibit 5.
- 9 7. WAC 480-123-110(1)(e)(iii): Information demonstrating the Company's earned rate of
10 return on a total Washington unseparated regulated operations basis for each of the two prior
11 years, calculated in the manner prescribed by the Commission, is provided in Exhibit 4.
- 12 8. WAC 480-123-110(1)(e)(iv): Information demonstrating the Company's earned return on
13 equity on a total company (regulated and non-regulated) Washington basis for each of the
14 two prior years, calculated in the manner prescribed by the Commission, is provided in
15 Exhibit 4.
- 16 9. WAC 480-123-110(1)(e)(v): Information detailing all of the Company's revenues from the
17 statements of income and retained earnings or margin section of RUS Form 479 for the prior
18 two years is attached as Exhibit 6.
- 19 10. WAC 480-123-110(1)(e)(vi): A statement under penalty of perjury from a Company with
20 personal knowledge and responsibility certifying that no corporate operations adjustment to
21 existing high-cost loop and interstate common line support mechanisms required by the
22 Federal Communications Commission applied to the Company for the two prior years is
23 attached hereto as Exhibit 7.
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- 1 11. WAC 480-123-110(1)(e)(vii): Exhibit 4 contains additional supporting information
2 requested by the Commission.
- 3 12. WAC 480-123-110(1)(e)(viii): A statement under penalty of perjury from a Company
4 officer with personal knowledge and responsibility certifying that the Company complies
5 with state and federal accounting, cost allocation, and cost adjustment rules pertaining to
6 incumbent local exchange companies is attached as Exhibit 8.
- 7 13. WAC 480-123-110(1)(f): A complete copy of the FCC Form 481 filed by the Company or
8 on its behalf with the Federal Communications Commission for the calendar year preceding
9 the current year has already been filed with the Commission. See the Company's filing in
10 Docket No. UT-143013 filed on or about June 30, 2014.
- 11 14. WAC 480-123-110(1)(g): The number of residential local exchange access lines served by
12 the Company as of December 31, 2013, was 15. The number of residential local exchange
13 access lines served by the Company as of December 31, 2012, was 14. The number of
14 business local exchange access lines served by the Company as of December 31, 2013, was
15 35. The number of business local exchange access lines served by the Company as of
16 December 31, 2012, was 15. The monthly recurring rate charged by the Company for
17 residential local exchange access service on December 31, 2013, was \$25.00. The monthly
18 recurring rate charged by the Company for residential local exchange access service on
19 December 31, 2012, was \$25.00. The rate charged by the Company for single line business
20 local exchange access service on December 31, 2013, was \$35.00. The rate charged by the
21 Company for single line business local exchange access service on December 31, 2012, was
22 \$35.00.
- 23 15. WAC 480-123-110(1)(h): The requested statement is attached as Exhibit 9.
- 24 16. All exhibits attached hereto are incorporated into this Petition as though fully set forth.
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Respectfully submitted this 31 day of July, 2014.

Westgate Communications LLC dba WeavTel

By 
Richard J. Weaver, General Manager

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.

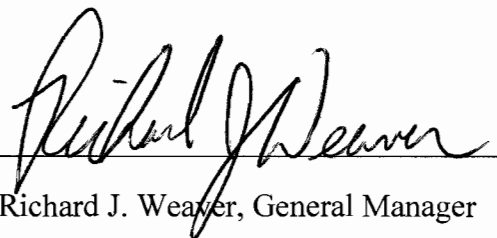

Richard J. Weaver, General Manager

EXHIBIT 1

CORPORATE ORGANIZATION CHART

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

EXHIBIT 2

AFFILIATED TRANSACTIONS

Not applicable

EXHIBIT 3

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.¹ 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

¹ *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.

Company Name:
Westgate Communications, LLC

ASSETS	Balance End of Year 2012 (A)	Part 64 Adj to NonReg 2012 (B)	Adj. Balance End of Year 2012	LIABILITIES AND STOCKHOLDERS' EQUITY	Balance End of Year 2012 (A)	Part 64 Adj to NonReg 2012 (B)	Adj. Balance End of Year 2012
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents	35,725		35,725	25. Accounts Payable	604,464		604,464
2. Cash-RUS Construction Fund	0		0	26. Notes Payable	83,451		83,451
3. Affiliates:				27. Advance Billings and Payments	0		0
a. Telecom, Accounts Receivable	32,388		32,388	28. Customer Deposits	0		0
b. Other Accounts Receivable	0		0	29. Current Mat. L/T Debt	550,059		550,059
c. Notes Receivable	0		0	30. Current Mat. L/T Debt Rur. Dev.	0		0
4. Non-Affiliates:				31. Current Mat. - Capital Leases	0		0
a. Telecom, Accounts Receivable	38,181		38,181	32. Income Taxes Accrued	0		0
b. Other Accounts Receivable	0		0	33. Other Taxes Accrued	9,986		9,986
c. Notes Receivable	0		0	34. Other Current Liabilities	362,320		362,320
5. Interest and Dividends Receivable	0		0	35. Total Current Liabilities (25 thru 34)	1,610,280	0	1,610,280
6. Material-Regulated	0		0	LONG-TERM DEBT			
7. Material-Nonregulated	0		0	36. Funded Debt-RUS Notes	832,337		832,337
8. Prepayments	0		0	37. Funded Debt-RTB Notes	0		0
9. Other Current Assets	88		88	38. Funded Debt-FRB Notes	0		0
10. Total Current Assets (1 Thru 9)	106,382		106,382	39. Funded Debt-Other	342,653		342,653
NONCURRENT ASSETS				40. Funded Debt-Rural Develop. Loan	0		0
11. Investment in Affiliated Companies				41. Premium (Discount) on L/T Debt	0		0
a. Rural Development	0		0	42. Recquired Debt	0		0
b. Nonrural Development	0		0	43. Obligations Under Capital Lease	0		0
12. Other Investments	0		0	44. Adv. From Affiliated Companies	0		0
a. Rural Development	0		0	45. Other Long-Term Debt	0		0
b. Nonrural Development	0		0	46. Total Long-Term Debt (36 thru 45)	1,174,990		1,174,990
13. Nonregulated Investments (B1)	0		0	OTHER LIAB. & DEF. CREDITS			
14. Other Noncurrent Assets	5,500	88	5,500	47. Other Long-Term Liabilities	0		0
15. Deferred Charges	0		0	48. Other Deferred Credits (C)	0		0
16. Jurisdictional Differences	0		0	49. Other Jurisdictional Differences	0		0
17. Total noncurrent Assets (11 thru 16)	5,500	88	5,588	50. Total Other Liab. & Def. Credits (47 thru 49)	0	0	0
PLANT, PROPERTY AND EQUIPMENT				EQUITY			
18. Telecom Plant-In-Service	2,074,627	(25,712)	2,048,915	51. Cap. Stock Outstanding & Subscribed	0		0
19. Property Held for Future Use	0		0	52. Additional Paid-in-Capital	0		0
20. Plant Under Construction	2,153		2,153	53. Treasury Stock	0		0
21. Plant Adj., Nonop Plant & Goodwill	0		0	54. Membership and cap. Certificates	0		0
22. Accumulated Depreciation (CR.)	(1,050,347)	7,004	(1,043,343)	55. Other Capital	0		0
23. Net Plant (18 thru 21 less 22)	1,026,433	(18,708)	1,007,725	56. Patronage Capital Credits	0		0
TOTAL ASSETS (10+17+23)	1,138,315	(18,620)	1,119,695	57. Retained Earnings or Margins (B2)	(1,646,955)	(18,620)	(1,665,575)
				58. Total Equity (51 thru 57)	(1,646,955)	(18,620)	(1,665,575)
				59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	1,138,315	(18,620)	1,119,695

(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.

ASSETS	Balance End of Year 2013 (A)	Part 64 Adj to NonReg 2013 (B)	Adj. Balance End of Year 2013	LIABILITIES AND STOCKHOLDERS' EQUITY	Balance End of Year 2013 (A)	Part 64 Adj to NonReg 2013 (B)	Adj. Balance End of Year 2013
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents	1,622		1,622	25. Accounts Payable	528,034		528,034
2. Cash-RUS Construction Fund	0		0	26. Notes Payable	80,376		80,376
3. Affiliates:				27. Advance Billings and Payments	0		0
a. Telecom, Accounts Receivable	5,379		5,379	28. Customer Deposits	0		0
b. Other Accounts Receivable	0		0	29. Current Mat. /LT Debt	583,700		583,700
c. Notes Receivable	0		0	30. Current Mat. /LT Debt Rur. Dev.	0		0
4. Non-Affiliates:				31. Current Mat. - Capital Leases	0		0
a. Telecom, Accounts Receivable	33,963		33,963	32. Income Taxes Accrued	0		0
b. Other Accounts Receivable	0		0	33. Other Taxes Accrued	11,921		11,921
c. Notes Receivable	0		0	34. Other Current Liabilities	419,682		419,682
5. Interest and Dividends Receivable	0		0	35. Total Current Liabilities (25 thru 34)	1,623,713	0	1,623,713
6. Material-Regulated	0		0	LONG-TERM DEBT			
7. Material-Nonregulated	0		0	36. Funded Debt-RUS Notes	806,932		806,932
8. Prepayments	0		0	37. Funded Debt-RTB Notes	0		0
9. Other Current Assets	0		0	38. Funded Debt-FFB Notes	0		0
10. Total Current Assets (1 Thru 9)	40,964	-	40,964	39. Funded Debt-Other	333,595		333,595
NONCURRENT ASSETS				40. Funded Debt-Rural Develop. Loan	0		0
11. Investment in Affiliated Companies				41. Premium (Discount) on /LT Debt	0		0
a. Rural Development	0		0	42. Reacquired Debt	0		0
b. Nonrural Development	0		0	43. Obligations Under Capital Lease	0		0
12. Other Investments	0		0	44. Adv. From Affiliated Companies	0		0
a. Rural Development	0		0	45. Other Long-Term Debt	0		0
b. Nonrural Development	0		0	46. Total Long-Term Debt (36 thru 45)	1,140,527		1,140,527
13. Nonregulated Investments (B1)	2,649	(2,500)	149	OTHER LIAB. & DEF. CREDITS			
14. Other Noncurrent Assets	4,750		4,750	47. Other Long-Term Liabilities	0		0
15. Deferred Charges	0		0	48. Other Deferred Credits (C)	0		0
16. Jurisdictional Differences	0		0	49. Other Jurisdictional Differences	0		0
17. Total noncurrent Assets (11 thru 16)	7,399	(2,500)	4,899	50. Total Other Liab. & Def. Credits (47 thru 49)	0	0	0
PLANT, PROPERTY AND EQUIPMENT				EQUITY			
18. Telecom Plant-in-Service	2,199,788	(27,954)	2,171,834	51. Cap. Stock Outstanding & Subscribed	0		0
19. Property Held for Future Use	0		0	52. Additional Paid-in-Capital	0		0
20. Plant Under Construction	2,475		2,475	53. Treasury Stock	0		0
21. Plant Adj. Nonop Plant & Goodwill	0		0	54. Membership and cap. Certificates	0		0
22. Accumulated Depreciation (CR.)	(1,224,966)	8,219	(1,216,747)	55. Other Capital	0		0
23. Net Plant (18 thru 21 less 22)	977,298	(19,735)	957,563	56. Patronage Capital Credits	0		0
TOTAL ASSETS (10+17+23)	1,025,661	(22,235)	1,003,426	57. Retained Earnings or Margins (B2)	(1,738,579)	(22,235)	(1,760,814)
				58. Total Equity (51 thru 57)	(1,738,579)	(22,235)	(1,760,814)
				59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	1,025,661	(22,235)	1,003,426
					0.00		0.00

(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.

Company Name:
Westgate Communications, LLC

ASSETS	Adjusted Prior Year Balance 2012	Adjusted Current Year Balance 2013	LIABILITIES AND STOCKHOLDERS' EQUITY	Adjusted Prior Year Balance 2012	Adjusted Current Year Balance 2013
CURRENT ASSETS			CURRENT LIABILITIES		
1. Cash and Equivalents	35,725	1,622	25. Accounts Payable	604,464	528,034
2. Cash-RUS Construction Fund	0	0	26. Notes Payable	83,451	80,376
3. Affiliates:			27. Advance Billings and Payments	0	0
a. Telecom, Accounts Receivable	32,388	5,379	28. Customer Deposits	0	0
b. Other Accounts Receivable	0	0	29. Current Mat. L/T Debt	550,059	583,700
c. Notes Receivable	0	0	30. Current Mat. L/T Debt Rur. Dev.	0	0
4. Non-Affiliates:			31. Current Mat. - Capital Leases	0	0
a. Telecom, Accounts Receivable	38,181	33,963	32. Income Taxes Accrued	0	0
b. Other Accounts Receivable	0	0	33. Other Taxes Accrued	9,986	11,921
c. Notes Receivable	0	0	34. Other Current Liabilities	362,320	419,682
5. Interest and Dividends Receivable	0	0	35. Total Current Liabilities (25 - 34)	1,610,280	1,623,713
6. Material-Regulated	0	0	LONG-TERM DEBT		
7. Material-Nonregulated	0	0	36. Funded Debt-RUS Notes	832,337	806,932
8. Prepayments	0	0	37. Funded Debt-RTB Notes	0	0
9. Other Current Assets	88	0	38. Funded Debt-FRB Notes	0	0
10. Total Current Assets (1 Thru 9)	106,382	40,964	39. Funded Debt-Other	342,653	333,595
NONCURRENT ASSETS			40. Funded Debt-Rural Develop. Loan	0	0
11. Investment in Affiliated Companies			41. Premium (Discount) on L/T Debt	0	0
a. Rural Development	0	0	42. Reacquired Debt	0	0
b. Nonrural Development	0	0	43. Obligations Under Capital Lease	0	0
12. Other Investments	0	0	44. Adv. From Affiliated Companies	0	0
a. Rural Development	0	0	45. Other Long-Term Debt	0	0
b. Nonrural Development	0	0	46. Total Long-Term Debt (36-45)	1,174,990	1,140,527
13. Nonregulated Investments	88	149	OTHER LIAB. & DEF. CREDITS		
14. Other Noncurrent Assets	5,500	4,750	47. Other Long-Term Liabilities	0	0
15. Deferred Charges	0	0	48. Other Deferred Credits (B)	0	0
16. Jurisdictional Differences	0	0	49. Other Jurisdictional Differences	0	0
17. Total noncurrent Assets (11 thru 16)	5,588	4,899	50. Total Other Liab. & Def. Credits (47 thru 49)	0	0
PLANT, PROPERTY AND EQUIPMENT			EQUITY		
18. Telecom Plant-in-Service	2,048,915	2,171,834	51. Cap. Stock Outstanding & Subscribed	0	0
19. Property Held for Future Use	0	0	52. Additional Paid-in-Capital	0	0
20. Plant Under Construction	2,153	2,475	53. Treasury Stock	0	0
21. Plant Adj., Nonop Plant & Goodwill	0	0	54. Membership and cap. Certificates	0	0
22. Accumulated Depreciation (CR.)	(1,043,343)	(1,216,747)	55. Other Capital	0	0
23. Net Plant (18 thru 21 less 22)	1,007,725	957,563	56. Patronage Capital Credits	0	0
			57. Retained Earnings or Margins	(1,665,575)	(1,760,814)
			58. Total Equity (51 thru 57)	(1,665,575)	(1,760,814)
TOTAL ASSETS (10+17+23)	1,119,695	1,003,426	59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	1,119,695	1,003,426

Note:
Adjusted Balances represents balances after current year Part 64 adjustments (B) - Provide Deferred Taxes on separate rate base schedule

Company Name:
Westgate Communications, LLC

	Line #	Adj. Balance End of Year 2012	Adj. Balance End of Year 2013	Average Adj End of Year 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		0	0	0
Deferred Income Taxes (CR)	6	0	0	0
Total Regulated Rate Base		1,005,572	955,087	980,330

Note:

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

Company Name:
Westgate Communications, LLC

Description	Prior Year End of Yr. Balance - 2012	Current Year End of Yr Balance - 2013	Difference	% Change
Access Lines:				
Residential	14	15	(1)	-7.1%
Business	15	35	20	133.3%
Total	29	50	19	65.5%
Broadband Connections				
	End of Yr. Balance - 2012	End of Year Balance -2013	Difference	% Change
	0	0	0	#DIV/0!
Total Annual Amount:				
Gross Capital Expenditures	92,656	125,161	32,505	35.1%

Part B Statement of Income and Retained Earnings Statement

Company Name:
Westgate Communications, LLC

Line #	Item	Prior Year 2012 (A)	Part 64 Adj. to NonReg (B)	Prior Year Adjusted 2012
1	Local Network Services Revenues	9,968		9,968
2	Network Access Services Revenues	495,217		495,217
3	Long Distance Network Services Revenues	0		0
4	Carrier Billing and Collection Revenues	0		0
5	Miscellaneous Revenues	18,197		18,197
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	34		34
7	Net Operating Revenues (1 thru 6)	523,416	0	523,416
8	Plant Specific Operations Expense	193,084	(2,155)	190,929
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	21,264	0	21,264
10	Depreciation Expense	158,486	(775)	157,711
11	Amortization Expense	750		750
12	Customer Operations Expense	16,235	48	16,283
13	Corporate Operations	176,088	(1,101)	174,987
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()	0		0
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		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		2,079
25	Allowance for Funds Used During Construction (CR)	0		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		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 Earnings or Margins Beginning-of-Year	(1,646,955)		(1,646,955)
34	Miscellaneous Credits Year-to-Date	0		0
35	Dividends Declared (Common)	0		0
36	Dividends Declared (Preferred)	0		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))	(1,760,129)	(1,050)	(1,761,179)
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	0
44	Annual Debt Service Payments	67,842		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)

Part B Statement of Income and Retained Earnings Statement

Company Name:

Westgate Communications, LLC

Line #	Item	Current Year 2013 (A)	Part 64 Adj. to NonReg (B)	Current Year Adjusted 2013
1	Local Network Services Revenues	13,661	0	13,661
2	Network Access Services Revenues	492,489	0	492,489
3	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)		(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		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		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		2,090
33	Retained Earning or Margins Beginning-of-Year	(1,738,579)		(1,738,579)
34	Miscellaneous Credits Year-to-Date	0		0
35	Dividends Declared (Common)	0		0
36	Dividends Declared (Preferred)	0		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)	(1,830,201)	(7,524)	(1,837,725)
40	Patronage Capital Beginning-of-Year			0
41	Transfers to Patronage Capital			0
42	Patronage Capital Credits Retired			0
43	Patronage Capital End-of-Year (40+41-42)	0	0	0
44	Annual Debt Service Payments	67,821		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
47	TIER ((31+26)/26)	(0.2123)	0.0000	(0.1931)
48	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)

Part B Statement of Income and Retained Earnings Statement

Company Name:

Westgate Communications, LLC

Line #	Item	Adjusted Prior Year 2012	Adjusted Current Year 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	0	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	0
12	Customer Operations Expense	16,283	21,967
13	Corporate Operations	174,987	116,659
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()	0	0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	174,987	116,659
14	Total Operations Expenses (8 thru 12 +13b)	561,924	537,887
15	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	0
35	Dividends Declared (Common)	0	0
36	Dividends Declared (Preferred)	0	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)

S Corporation Effective Tax Rate (2 decimal places):

2012

2013

Network Access Services Revenue:

Company Name:

Westgate Communications, LLC

Description	Part 32 Account	2012	2013
End User Revenue (SLC, ARC, etc.)	5081	679	2,441
Switched Access (excluding USF):	5082		
Intrastate	5084	0	16,440
Interstate	5082	288,448	364,639
Special Access:	5083		
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

WeavTel
Profit & Loss
 January through December 2013

EXHIBIT 5

	Jan - Dec 13
Ordinary Income/Expense	
Income	
5 · Operating Revenue	
5000.00 · Local Service Revenue	
5000.10 · Monthly Service - Regulated	
5000.11 · Residential Line	4,288.75
5000.12 · Business Line	9,372.53
Total 5000.10 · Monthly Service - Regulated	13,661.28
5000.30 · Vertical Feat	
5000.36 · Long Distance	2,065.94
5000.37 · Automatic Call Return	1.52
Total 5000.30 · Vertical Feat	2,067.46
Total 5000.00 · Local Service Revenue	15,728.74
5080.00 · Network Access Services Revenue	
5081.00 · End User revenue	374.00
5082.00 · Switched access revenue	
5082.10 · Switched Access - HCL	119,701.00
5082.20 · Switched Access - ICLS	-18,231.00
5082.35 · Switched Access USAC-CAF ICC	68,251.00
5082.40 · Inter-state Revenues	16,439.91
5082.85 · Intra-state revenues	30,518.48
5082.90 · WECA support	-1,913.00
5082.91 · NECA Support	275,281.60
Total 5082.00 · Switched access revenue	490,047.99
Total 5080.00 · Network Access Services Revenue	490,421.99
5200.70 · Miscellaneous Revenue	
5083.00 · E 911 reimbursement	15,203.94
5200.71 · Installations	1,590.00
5200.72 · Service Call	807.50
5200.73 · Internet services	7,136.83
5200.80 · Monthly Maint & rental	898.00
5200.85 · Equipment Sales	63.00
5200.70 · Miscellaneous Revenue - Other	18.71
Total 5200.70 · Miscellaneous Revenue	25,717.98
Total 5 · Operating Revenue	531,868.71
5100.00 · Billing Credits	-156.76
5200.75 · Late Payment fees	10.00
5280.00 · CLEC Revenues	
5280.10 · CLEC -Resale Revenues	
5280.12 · CLEC POTS Business	284.87
5280.14 · CLEC Features	23.74
Total 5280.10 · CLEC -Resale Revenues	308.61
Total 5280.00 · CLEC Revenues	308.61
5300 · Uncollectible	-33.83
Total Income	531,996.73
Gross Profit	531,996.73

WeavTel
Profit & Loss
 January through December 2013

Jan - Dec 13

Expense	Jan - Dec 13
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	27,404.96
6230.00 · Central Office transmission	116,733.08
6235.00 · LNP/SOW Expense	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	
6710.00 · Executive Labor	12,308.88
6720.00 · Office Supplies & Maintenance	1,706.60
6720.05 · Administrative 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	312.40
6720.40 · General Labor Expense	527.13
6720.42 · Interstate Labor	23,444.92
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	500.00
67 · Corporate - Other	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 · Property 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

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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	205.99
1120.20 · JP Morgan Chase	1,564.51
Total Checking/Savings	1,770.50
Accounts Receivable	
1160.00 · Installs and Repairs	240.00
1170.00 · Telecom - A/R	1,681.64
1180.00 · Due from Intercompany - WeavNet	5,379.28
1190.00 · A/R IXC's	32,032.17
Total Accounts Receivable	39,333.09
Other Current Assets	
1406.00 · Pay Phone	2,649.28
1410.10 · Other Assest - RUS Loan Fee	12,000.00
1410.15 · Accum Amort - RUS Loan Fee	-7,250.00
1499 · Undeposited Funds	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	250.00
2003.31 · Stehekin - W/O Buried Cable	14.54
Total 2003.20 · CIP - Stehekin Exchange	264.54
2003321 · WorkOrder 2013.21	2,152.92
2003322 · Workorder 20033202 PayPhone	38.33
Total 2003.00 · Construction in Progress	2,455.79
2003324 · WO NPS Right of Way Permit	19.57
2110.00 · Other Fixed Assets	
2110.10 · Land	136,659.55
2110.30 · Office Equipment	15,489.78
2110.40 · Motor Vehicles	
2110.41 · SUV	25,333.78
2110.43 · 1998 Durango	6,105.00
2110.50 · 2013 GMC Arcadia	43,177.80
Total 2110.40 · Motor Vehicles	74,616.58
2110.60 · Computer Equipment	15,554.11
2210.00 · Central Office - Switching	500,663.58
Total 2110.00 · Other Fixed Assets	742,983.60
2110.20 · Buildings	380,944.41
2114.00 · Tools and Other Equipment	16,044.38
2230.10 · COE Transmission - Trunk Carrie	370,545.19
2230.20 · COE Transmission - Subscriber C	444,559.56
2410.40 · Outside Plant	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

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 Liability	2,265.50
4120.00 · Acrued Interest	419,681.84
4131.00 · Payroll TX Liabilities	1,834.32
4250.00 · Current Portion	1,382,396.00
4255.00 · Current Portion - Contra	-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	
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
Total Equity	-1,738,281.72
TOTAL LIABILITIES & EQUITY	1,025,949.10

WeavTel
Profit & Loss
 January through December 2012

	Jan - Dec 12
Ordinary Income/Expense	
Income	
5 · Operating Revenue	
5000.00 · Local Service Revenue	
5000.10 · Monthly Service - Regulated	
5000.11 · Residential Line	4,262.22
5000.12 · Business Line	5,460.00
Total 5000.10 · Monthly Service - Regulated	9,722.22
5000.30 · Vertical Feat	
5000.32 · Call Forwarding	0.83
5000.36 · Long Distance	613.60
Total 5000.30 · Vertical Feat	614.43
Total 5000.00 · Local Service Revenue	10,336.65
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	485,800.15
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	21,830.89
5280.50 · CLEC-Access Revenue	8,759.21
Total 5 · Operating Revenue	526,726.90
5100.00 · Billing Credits	-24.06
5200.75 · Late Payment fees	7.50
5280.00 · CLEC Revenues	
5280.10 · CLEC -Resale Revenues	
5280.12 · CLEC POTS Business	244.68
5280.14 · CLEC Features	67.69
Total 5280.10 · CLEC -Resale Revenues	312.37
Total 5280.00 · CLEC Revenues	312.37
5300 · Uncollectible	33.69
Total Income	527,056.40
Gross Profit	527,056.40

WeavTel
Profit & Loss
 January through December 2012

Jan - Dec 12

Expense**6 · Operating Expenses****61 · Plant specific**

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 · CUsomer 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

6410.40 · OSP Expense	26,797.19
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Total 64 · Outside Plant 26,797.19

65 · Plant nonspecific

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 214,348.42

656 · Depreciation and Amortization

6560.00 · Depreciation Expense	158,486.15
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Total 656 · Depreciation and Amortization 158,486.15

66 · Customer

6620.00 · Customer Service	2,725.64
6625.00 · CABS Billing	13,509.37

Total 66 · Customer 16,235.01

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
6720.35 · 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 176,100.93

6720.70 · Interest Expense 889.63

6720.90 · Equipment for resale 50.00

7200.15 · Penalties 124.30

7200.20 · Operating Regulatory Fees and T 33.00

7200.25 · Wa State Excise Tax 2,616.61

7200.60 · Proprty Tax Expense 2,056.00

WeavTel
Profit & Loss
January through December 2012

	Jan - Dec 12
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
7500.10 · Interest	159.70
7500.11 · Interest other	1,029.18
7500.20 · Amortization	750.00
7500.30 · RUS Loan Interest	67,019.80
7599.00 · Unclassified	63.65
7990.00 · Non-Regulated Expenses	294.97
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

WeavTel
Balance Sheet
As of December 31, 2012

Dec 31, 12

ASSETS

Current Assets

Checking/Savings

1120.12 · Cash -Const. Fund Trustee 5301	0.03
1120.16 · Cash - Banner 6622	3,417.10
1120.20 · JP Morgan Chase	32,394.52

Total Checking/Savings 35,811.65

Accounts Receivable

1170.00 · Telecom - A/R	1,037.72
1180.00 · Due from Intercompany - WeavNet	32,023.64
1190.00 · A/R IXC's	37,143.47

Total Accounts Receivable 70,204.83

Other Current Assets

1410.10 · Other Assest - RUS Loan Fee	12,000.00
1410.15 · Accum Amort - RUS Loan Fee	-6,500.00
1499 · Undeposited Funds	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
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Total 2003.00 · Construction in Progress 2,152.92

2110.00 · Other Fixed Assets

2110.10 · Land	136,659.55
2110.30 · Office Equipment	15,489.78
2110.40 · Motor Vehicles	
2110.41 · SUV	25,333.78
2110.43 · 1998 Durango	6,105.00

Total 2110.40 · Motor Vehicles 31,438.78

2110.60 · Computer Equipment	13,495.41
2210.00 · Central Office - Switching	470,777.32

Total 2110.00 · Other Fixed Assets 667,860.84

2110.20 · Buildings 380,944.41

2114.00 · Tools and Other Equipment 16,044.38

2230.10 · COE Transmission - Trunk Carrie 370,212.46

2230.20 · COE Transmission - Subscriber C 443,582.09

2410.40 · Outside Plant 195,982.93

Total Fixed Assets 2,076,780.03

Other Assets

3110.00 · Accumulated Depreciated	-1,050,346.57
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Total Other Assets -1,050,346.57

TOTAL ASSETS **1,138,037.90**

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Accounts Payable

4000.00 · Accounts Payable	594,673.62
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Total Accounts Payable 594,673.62

Credit Cards

4140.00 · Wells Fargo CC 0854	9,892.95
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Total Credit Cards 9,892.95

WeavTel
Balance Sheet
As of December 31, 2012

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

USDA-RUS

EXHIBIT 6

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 901 et seq. and, subject to federal laws and regulations regarding confidential information, will be treated as confidential.

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

PART A. BALANCE SHEET

ASSETS	BALANCE PRIOR YEAR	BALANCE END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY	BALANCE PRIOR YEAR	BALANCE END OF PERIOD
CURRENT ASSETS			CURRENT LIABILITIES		
Cash and Equivalents	3,590	35,725	25. Accounts Payable	562,689	604,464
Cash-RUS Construction Fund	0	0	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 Mat.-Capital Leases		
a. Telecom, Accounts Receivable	40,917	38,181	32. Income Taxes Accrued		
b. Other Accounts Receivable			33. Other Taxes Accrued	7,690	9,986
c. Notes Receivable			34. Other Current Liabilities	307,600	362,320
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	832,337
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
NONCURRENT 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)	1,311,446	1,174,990
Nonregulated investments			OTHER LIAB. & DEF. CREDITS		
Other Noncurrent Assets	6,250	5,500	47. Other Long-Term Liabilities		
Deferred Charges			48. Other Deferred Credits		
Jurisdictional Differences			49. Other Jurisdictional Differences		
Total Noncurrent Assets (11 thru 16)	6,250	5,500	50. Total Other Liabilities and Deferred Credits (47 thru 49)	0	0
PLANT, 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	1,050,347	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)
	1,197,246	1,138,315	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

Total Equity = 44.68% % of Total Assets

**OPERATING REPORT FOR
TELECOMMUNICATIONS BORROWERS**

WA0547

PERIOD ENDING

December, 2012

INSTRUCTIONS- See RUS Bulletin 1744-2

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues	7,372	9,968
2. Network Access Services Revenues	430,758	495,217
3. Long Distance Network Services Revenues		
4. 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
8. Plant Specific Operations Expense	235,492	193,084
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	11,484	21,264
10. Depreciation Expense	153,153	158,486
11. Amortization Expense	750	750
12. Customer Operations Expense	18,197	16,235
13. Corporate Operations Expense	135,405	176,088
14. 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		
24. Other Interest Expense	1,379	2,079
25. Allowance for Funds Used During Construction		
26. Total Fixed Charges (22+23+24-25)	68,099	69,099
27. Nonoperating Net Income	56	(100)
28. Extraordinary Items		
29. Jurisdictional Differences		
30. Nonregulated Net Income	(1,912)	3,222
31. Total Net Income or Margins (21+27+28+29+30-26)	(171,554)	(113,174)
32. Total Taxes Based on Income		
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	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

USDA-RUS

This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 901 et seq. and, subject to federal laws and regulations regarding confidential information, will be treated as confidential.

**OPERATING REPORT FOR
TELECOMMUNICATIONS BORROWERS**

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, 2013

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

PART A. BALANCE SHEET

ASSETS	BALANCE	BALANCE	LIABILITIES AND STOCKHOLDERS' EQUITY	BALANCE	BALANCE
	PRIOR YEAR	END OF PERIOD		PRIOR YEAR	END OF PERIOD
CURRENT ASSETS			CURRENT LIABILITIES		
Cash and Equivalents	35,725	1,622	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 Mat.-Capital 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
NONCURRENT 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		
Other Noncurrent Assets	5,500	4,750	47. Other Long-Term Liabilities		
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	0
PLANT, PROPERTY, AND EQUIPMENT			EQUITY		
Telecom, Plant-in-Service	2,074,627	2,199,788	51. Cap. Stock Outstand. & Subscribed		
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

Total Equity = 69.51% % of Total Assets

**OPERATING REPORT FOR
TELECOMMUNICATIONS BORROWERS**

WA0547

PERIOD ENDING

December, 2013

INSTRUCTIONS- See RUS Bulletin 1744-2

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

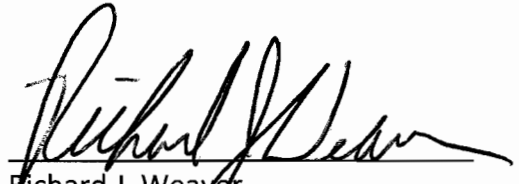
ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues	9,968	13,661
2. Network Access Services Revenues	495,217	492,355
3. Long Distance Network Services Revenues		
4. Carrier Billing and Collection Revenues		
5. Miscellaneous Revenues	18,197	18,877
6. Uncollectible Revenues	(34)	34
7. Net Operating Revenues (1 thru 5 less 6)	523,416	524,859
8. Plant Specific Operations Expense	193,084	193,857
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	21,264	34,201
10. Depreciation Expense	158,486	174,619
11. Amortization Expense	750	750
12. Customer Operations Expense	16,235	21,992
13. Corporate Operations Expense	176,088	118,304
14. Total Operating Expenses (8 thru 13)	565,907	543,723
15. Operating Income or Margins (7 less 14)	(42,491)	(18,864)
16. Other Operating Income and Expenses		
17. State and Local Taxes		
18. Federal Income Taxes		
19. Other Taxes	4,706	2,090
20. Total Operating Taxes (17+18+19)	4,706	2,090
21. Net Operating Income or Margins (15+16-20)	(47,197)	(20,954)
22. Interest on Funded Debt	67,020	67,821
23. Interest Expense - Capital Leases		
24. Other Interest Expense	2,079	7,844
25. Allowance for Funds Used During Construction		
26. Total Fixed Charges (22+23+24-25)	69,099	75,665
27. Nonoperating Net Income	(100)	(1,944)
28. Extraordinary Items		
29. Jurisdictional Differences		
30. Nonregulated Net Income	3,222	6,939
31. Total Net Income or Margins (21+27+28+29+30-26)	(113,174)	(91,624)
32. Total Taxes Based on Income		
33. Retained Earnings or Margins Beginning-of-Year	(1,533,781)	(1,738,579)
34. Miscellaneous Credits Year-to-Date		
35. Dividends Declared (Common)		
36. Dividends Declared (Preferred)		
37. Other Debits Year-to-Date		
38. Transfers to Patronage Capital		
39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]	(1,646,955)	(1,830,203)
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	0
44. Annual Debt Service Payments	89,858	143,462
45. Cash Ratio [(14+20-10-11) / 7]	0.7859	0.7058
46. Operating Accrual Ratio [(14+20+26) / 7]	1.2222	1.1841
47. TIER [(31+26) / 26]	-0.6379	-0.2109
48. 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

EXHIBIT 8

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.



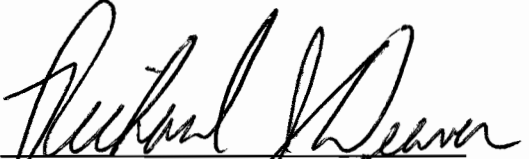
Richard J. Weaver
General Manager

EXHIBIT 9

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.


Richard J. Weaver
General Manager