

EXHIBIT 4  
FINANCIAL TEMPLATE

STATE USF FILING  
FINANCIAL TEMPLATE  
"S CORP" COMPANIES

EXHIBIT 4  
FINANCIAL TEMPLATE

Company Name: (Below)  
Hat Island Telephone Company

ASSETS	Balance End of Year 2014 (A)	Part 64 Adj to NonReg 2014 (B)	Adj. Balance End of Year 2014 (C)	LIABILITIES AND STOCKHOLDERS' EQUITY	Balance End of Year 2014 (A)	Part 64 Adj to NonReg 2014 (B)	Adj. Balance End of Year 2014 (C)
<b>CURRENT ASSETS</b>				<b>CURRENT LIABILITIES</b>			
1. Cash and Equivalents	25,928		25,928	25. Accounts Payable	312		312
2. Cash-RUS Construction Fund			0	26. Notes Payable			0
3. Affiliates:				27. Advance Billings and Payments	1,131		1,131
a. Telecom, Accounts Receivable	1,792		1,792	28. Customer Deposits			0
b. Other Accounts Receivable	148,229		148,229	29. Current Mat. L/T Debt			0
c. Notes Receivable			0	30. Current Mat. L/T Debt Rur. Dev.			0
4. Non-Affiliates:				31. Current Mat. - Capital Leases			0
a. Telecom, Accounts Receivable			0	32. Income Taxes Accrued			0
b. Other Accounts Receivable			0	33. Other Taxes Accrued	2,598		2,598
c. Notes Receivable			0	34. Other Current Liabilities			0
5. Interest and Dividends Receivable			0	35. Total Current Liabilities (25 thru 34)	4,041	0	4,041
6. Material-Regulated			0	<b>LONG-TERM DEBT</b>			
7. Material-Nonregulated			0	36. Funded Debt-RUS Notes			0
8. Prepayments			0	37. Funded Debt-RTB Notes			0
9. Other Current Assets			0	38. Funded Debt-FFB Notes			0
10. Total Current Assets (1 Thru 9)	175,949	0	175,949	39. Funded Debt-Other			0
<b>NONCURRENT ASSETS</b>				40. Funded Debt-Rural Develop. Loan			0
11. Investment in Affiliated Companies				41. Premium (Discount) on L/T Debt			0
a. Rural Development			0	42. Reacquired Debt			0
b. Nonrural Development			0	43. Obligations Under Capital Lease			0
12. Other Investments				44. Adv. From Affiliated Companies			0
a. Rural Development			0	45. Other Long-Term Debt			0
b. Nonrural Development			0	46. Total Long-Term Debt (36 thru 45)	0	0	0
13. Nonregulated Investments (B1)		0	0	<b>OTHER LIAB. &amp; DEF. CREDITS</b>			
14. Other Noncurrent Assets			0	47. Other Long-Term Liabilities			0
15. Deferred Charges			0	48. Other Deferred Credits (C)			0
16. Jurisdictional Differences			0	49. Other Jurisdictional Differences			0
17. Total noncurrent Assets (11 thru 16)	0	0	0	50. Total Other Liab. & Def. Credits (47 thru 49)	0	0	0
<b>PLANT, PROPERTY AND EQUIPMENT</b>				<b>EQUITY</b>			
18. Telecom Plant-In-Service	424,221		424,221	51. Cap. Stock Outstanding & Subscribed	4,000		4,000
19. Property Held for Future Use			0	52. Additional Paid-in-Capital			0
20. Plant Under Construction			0	53. Treasury Stock			0
21. Plant Adj., Nonop Plant & Goodwill			0	54. Membership and cap. Certificates			0
22. Accumulated Depreciation (CR.)	(298,400)		(298,400)	55. Other Capital			0
23. Net Plant (18 thru 21 less 22)	125,821	0	125,821	56. Patronage Capital Credits			0
<b>24. TOTAL ASSETS (10+17+23)</b>	301,770	0	301,770	57. Retained Earnings or Margins (B2)	293,729	0	293,729
				58. Total Equity (51 thru 57)	297,729	-	297,729
				<b>59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)</b>	301,770	0	301,770

Footnotes:

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

Footnotes:

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

EXHIBIT 4  
FINANCIAL TEMPLATE

Company Name: (Below)  
Hat Island Telephone Company

ASSETS	Balance End of Year 2015 (A)	Part 64 Adj to NonReg 2015 (B)	Adj. Balance End of Year 2015 (C)	LIABILITIES AND STOCKHOLDERS' EQUITY	Balance End of Year 2015 (A)	Part 64 Adj to NonReg 2015 (B)	Adj. Balance End of Year 2015 (C)
<b>CURRENT ASSETS</b>				<b>CURRENT LIABILITIES</b>			
1. Cash and Equivalents	20,537		20,537	25. Accounts Payable	1,275		1,275
2. Cash-RUS Construction Fund			0	26. Notes Payable			0
3. Affiliates:				27. Advance Billings and Payments			0
a. Telecom, Accounts Receivable	2,344		2,344	28. Customer Deposits			0
b. Other Accounts Receivable	169,593		169,593	29. Current Mat. L/T Debt			0
c. Notes Receivable			0	30. Current Mat. L/T Debt Rur. Dev.			0
4. Non-Affiliates:				31. Current Mat. - Capital Leases			0
a. Telecom, Accounts Receivable			0	32. Income Taxes Accrued			0
b. Other Accounts Receivable			0	33. Other Taxes Accrued	2,707		2,707
c. Notes Receivable			0	34. Other Current Liabilities			0
5. Interest and Dividends Receivable			0	35. Total Current Liabilities (25 thru 34)	3,982	0	3,982
6. Material-Regulated			0	<b>LONG-TERM DEBT</b>			
7. Material-Nonregulated			0	36. Funded Debt-RUS Notes			0
8. Prepayments			0	37. Funded Debt-RTB Notes			0
9. Other Current Assets			0	38. Funded Debt-FFB Notes			0
10. Total Current Assets (1 Thru 9)	192,474	0	192,474	39. Funded Debt-Other			0
<b>NONCURRENT ASSETS</b>				40. Funded Debt-Rural Develop. Loan			0
11. Investment in Affiliated Companies				41. Premium (Discount) on L/T Debt			0
a. Rural Development			0	42. Reacquired Debt			0
b. Nonrural Development			0	43. Obligations Under Capital Lease			0
12. Other Investments				44. Adv. From Affiliated Companies			0
a. Rural Development			0	45. Other Long-Term Debt			0
b. Nonrural Development			0	46. Total Long-Term Debt (36 thru 45)	0	0	0
13. Nonregulated Investments (B1)		0	0	<b>OTHER LIAB. &amp; DEF. CREDITS</b>			
14. Other Noncurrent Assets			0	47. Other Long-Term Liabilities			0
15. Deferred Charges			0	48. Other Deferred Credits (C)	1,385		1,385
16. Jurisdictional Differences			0	49. Other Jurisdictional Differences			0
17. Total noncurrent Assets (11 thru 16)	0	0	0	50. Total Other Liab. & Def. Credits (47 thru 49)	1,385	0	1,385
<b>PLANT, PROPERTY AND EQUIPMENT</b>				<b>EQUITY</b>			
18. Telecom Plant-In-Service	428,516		428,516	51. Cap. Stock Outstanding & Subscribed	4,000		4,000
19. Property Held for Future Use			0	52. Additional Paid-in-Capital			0
20. Plant Under Construction			0	53. Treasury Stock			0
21. Plant Adj., Nonop Plant & Goodwill			0	54. Membership and cap. Certificates			0
22. Accumulated Depreciation (CR.)	(311,480)		(311,480)	55. Other Capital			0
23. Net Plant (18 thru 21 less 22)	117,036	0	117,036	56. Patronage Capital Credits			0
<b>24. TOTAL ASSETS (10+17+23)</b>	309,510	0	309,510	57. Retained Earnings or Margins (B2)	300,143	0	300,143
				58. Total Equity (51 thru 57)	304,143	-	304,143
				<b>59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)</b>	309,510	0	309,510

Footnotes:

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

Footnotes:

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

EXHIBIT 4  
FINANCIAL TEMPLATE

Company Name: (Below)  
Hat Island Telephone Company

ASSETS	Adjusted Prior Year Balance 2014	Adjusted Current Year Balance 2015	LIABILITIES AND STOCKHOLDERS' EQUITY	Adjusted Prior Year Balance 2014	Adjusted Current Year Balance 2015
<b>CURRENT ASSETS</b>			<b>CURRENT LIABILITIES</b>		
1. Cash and Equivalents	25,928	20,537	25. Accounts Payable	312	1,275
2. Cash-RUS Construction Fund	0	0	26. Notes Payable	0	0
3. Affiliates:			27. Advance Billings and Payments	1,131	0
a. Telecom, Accounts Receivable	1,792	2,344	28. Customer Deposits	0	0
b. Other Accounts Receivable	148,229	169,593	29. Current Mat. L/T Debt	0	0
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	0	0	32. Income Taxes Accrued	0	0
b. Other Accounts Receivable	0	0	33. Other Taxes Accrued	2,598	2,707
c. Notes Receivable	0	0	34. Other Current Liabilities	0	0
5. Interest and Dividends Receivable	0	0	35. Total Current Liabilities (25 - 34)	4,041	3,982
6. Material-Regulated	0	0	<b>LONG-TERM DEBT</b>		
7. Material-Nonregulated	0	0	36. Funded Debt-RUS Notes	0	0
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)	175,949	192,474	39. Funded Debt-Other	0	0
<b>NONCURRENT ASSETS</b>			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			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)	0	0
13. Nonregulated Investments	0	0	<b>OTHER LIAB. &amp; DEF. CREDITS</b>		
14. Other Noncurrent Assets	0	0	47. Other Long-Term Liabilities	0	0
15. Deferred Charges	0	0	48. Other Deferred Credits	0	1,385
16. Jurisdictional Differences	0	0	49. Other Jurisdictional Differences	0	0
17. Total noncurrent Assets (11 thru 16)	0	0	50. Total Other Liab. & Def. Credits (47 thru 49)	0	1,385
<b>PLANT, PROPERTY AND EQUIPMENT</b>			<b>EQUITY</b>		
18. Telecom Plant-in-Service	424,221	428,516	51. Cap. Stock Outstanding & Subscribed	4,000	4,000
19. Property Held for Future Use	0	0	52. Additional Paid-in-Capital	0	0
20. Plant Under Construction	0	0	53. Treasury Stock	0	0
21. Plant Adj., Nonop Plant & Goodwill	0	0	54. Membership and cap. Certificates	0	0
22. Accumulated Depreciation (CR.)	(298,400)	(311,480)	55. Other Capital	0	0
23. Net Plant (18 thru 21 less 22)	125,821	117,036	56. Patronage Capital Credits	0	0
			57. Retained Earnings or Margins	293,729	300,143
			58. Total Equity (51 thru 57)	297,729	304,143
<b>24. TOTAL ASSETS (10+17+23)</b>	<b>301,770</b>	<b>309,510</b>	<b>59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)</b>	<b>301,770</b>	<b>309,510</b>

Footnote:

Adjusted Balances represents balances  
after Part 64 adjustments

EXHIBIT 4  
FINANCIAL TEMPLATE

Company Name: (Below)

Hat Island Telephone Company

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Line #	Description	B/S Line #	Adj. Balance End of Year 2014	Adj. Balance End of Year 2015	Average Adj End of Year Balance
	<b>Average Rate Base:</b>				
1	Total Regulated Adjusted Telecom Plant-In-service	18	424,221	428,516	426,369
2	Total Property Held for Future Use	19	0	0	0
3	Total Regulated Adjusted Accumulated Depreciation (CR)	22	(298,400)	(311,480)	(304,940)
4	Total Regulated Materials & Supplies	6	0	0	0
5	Deferred Income Taxes (CR)		(9,362)	(8,017)	(8,690)
6	<b>Total Regulated Rate Base</b>		<b>116,459</b>	<b>109,019</b>	<b>112,739</b>

Footnotes:

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

EXHIBIT 4  
FINANCIAL TEMPLATE

Company Name: (Below)

Hat Island Telephone Company \_\_\_\_\_

Line #	Description	Prior Year End of Yr. Balance - 2014	Current Year End of Yr. Balance - 2015	Difference	% Change
	<b>Access Lines:</b>				
1	Residential	59	55	(4)	-6.8%
2	Business	9	11	2	22.2%
3	Total	68	66	(2)	-2.9%

Note: If 2014 does not equal last year's petition and template, explain.

EXHIBIT 4  
FINANCIAL TEMPLATE

Company Name: (Below)  
Hat Island Telephone Company

Line #	Description	Prior Year 2014 (A)	Part 64 Adj. to NonReg (B)	Prior Year Adjusted 2014 (C)
1	Local Network Services Revenues	18,604		18,604
2	Network Access Services Revenues	34,653		34,653
3	Long Distance Network Services Revenues	0		0
4	Carrier Billing and Collection Revenues	3,068		3,068
5	Miscellaneous Revenues	1,406		1,406
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(2)		(2)
7	<b>Net Operating Revenues (1 thru 6)</b>	<b>57,729</b>	<b>0</b>	<b>57,729</b>
8	Plant Specific Operations Expense	9,581		9,581
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	0		0
10	Depreciation Expense	16,152		16,152
11	Amortization Expense	0		0
12	Customer Operations Expense	6,091	0	6,091
13	Corporate Operations	21,479	0	21,479
14	<b>Total Operations Expenses (8 thru 12 +13b)</b>	<b>53,303</b>	<b>0</b>	<b>53,303</b>
15	Operating Income or Margins (7 less 14)	4,426	0	4,426
16	Other Operating Income and Expenses ( )	0		0
17	State and Local Taxes	0		0
18	Federal Income Taxes (A1) - (LINE IS ZERO IF COMPANY IS S CORP)	0	0	0
19	Other Taxes	3,146		3,146
20	<b>Total Operating Taxes (17+18+19)</b>	<b>3,146</b>	<b>0</b>	<b>3,146</b>
21	<b>Net Operating Income or Margins (15+16-20)</b>	<b>1,280</b>	<b>0</b>	<b>1,280</b>
22	Interest on Funded Debt	0		0
23	Interest Expense - Capital Leases	0		0
24	Other Interest Expense	0		0
25	Allowance for Funds Used During Construction (CR)	0		0
26	<b>Total Fixed Charges (22+23+24-25)</b>	<b>0</b>	<b>0</b>	<b>0</b>
27	Nonoperating Net Income	0		0
28	Extraordinary Items	0		0
29	Jurisdictional Differences	0		0
30	<b>Nonregulated Net Income (B1)</b>	<b>9,704</b>	<b>0</b>	<b>9,704</b>
31	<b>Total Net Income or Margins (21+27+28+29+30-26)</b>	<b>10,984</b>	<b>0</b>	<b>10,984</b>
32	Total Taxes Based on Income			
33	Retained Earning or Margins Beginning-of-Year	282,745		282,745
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	<b>Retained Earnings End-of-Period ((31+33+34)-(35+36+37+38)(A2)</b>	<b>293,729</b>	<b>0</b>	<b>293,729</b>
40	Patronage Capital Beginning-of-Year	0		0
41	Transfers to Patronage Capital	0		0
42	Patronage Capital Credits Retired	0		0
43	<b>Patronage Capital End-of-Year (40+41-42)</b>	<b>0</b>	<b>0</b>	<b>0</b>
44	Annual Debt Service Payments	0		0
45	Cash Ratio ((14+20-10-11)/7)	0.6980	#DIV/0!	0.6980
46	Operating Accrual Ratio ((14+20+26)/7)	0.9778	#DIV/0!	0.9778
47	TIER ((31+26)/26)	#DIV/0!	#DIV/0!	#DIV/0!
48	DSCR ((31+26+10+11)/44)	#DIV/0!	#DIV/0!	#DIV/0!

Footnotes:

- (A) As reported on RUS Form 479  
(A1) S Corps provide effective tax rate from Cost study on Page 9 Inc. Stmt Summary Schedule Footnote  
(A2) Column A, Line 39 must equal Column A, Line 57 of Page 1, Balance Sheet  
(B) Part 64 adjustment from regulated to nonregulated  
(B1) Column B, automatic offset to Nonregulated Net Income (No Impact to retained earnings)

EXHIBIT 4  
FINANCIAL TEMPLATE

Company Name: (Below)  
Hat Island Telephone Company

Line #	Description	Current Year 2015 (A)	Part 64 Adj. to NonReg (B)	Current Year Adjusted 2015 (C)
1	Local Network Services Revenues	19,765		19,765
2	Network Access Services Revenues	29,612		29,612
3	Long Distance Network Services Revenues	0		0
4	Carrier Billing and Collection Revenues	1,329		1,329
5	Miscellaneous Revenues	1,405		1,405
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	0		0
7	<b>Net Operating Revenues (1 thru 6)</b>	<b>52,111</b>	<b>0</b>	<b>52,111</b>
8	Plant Specific Operations Expense	15,392		15,392
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	0		0
10	Depreciation Expense	13,080		13,080
11	Amortization Expense	0		0
12	Customer Operations Expense	6,017	1,740	7,757
13	Corporate Operations	22,704	(2,360)	20,344
14	<b>Total Operations Expenses (8 thru 12 +13b)</b>	<b>57,193</b>	<b>(620)</b>	<b>56,573</b>
15	Operating Income or Margins (7 less 14)	(5,082)	620	(4,462)
16	Other Operating Income and Expenses ( )			0
17	State and Local Taxes			0
18	Federal Income Taxes (A1) - (LINE IS ZERO IF COMPANY IS S CORP)		0	0
19	Other Taxes	2,319		2,319
20	<b>Total Operating Taxes (17+18+19)</b>	<b>2,319</b>	<b>0</b>	<b>2,319</b>
21	<b>Net Operating Income or Margins (15+16-20)</b>	<b>(7,401)</b>	<b>620</b>	<b>(6,781)</b>
22	Interest on Funded Debt			0
23	Interest Expense - Capital Leases			0
24	Other Interest Expense			0
25	Allowance for Funds Used During Construction (CR)			0
26	<b>Total Fixed Charges (22+23+24-25)</b>	<b>0</b>	<b>0</b>	<b>0</b>
27	Nonoperating Net Income			0
28	Extraordinary Items			0
29	Jurisdictional Differences			0
30	<b>Nonregulated Net Income (B1)</b>	<b>13,815</b>	<b>(620)</b>	<b>13,195</b>
31	<b>Total Net Income or Margins (21+27+28+29+30-26)</b>	<b>6,414</b>	<b>0</b>	<b>6,414</b>
32	Total Taxes Based on Income			0
33	Retained Earning or Margins Beginning-of-Year	293,729		293,729
34	Miscellaneous Credits Year-to-Date			0
35	Dividends Declared (Common)			0
36	Dividends Declared (Preferred)			0
37	Other Debits Year-to-Date			0
38	Transfers to Patronage Capital			0
39	<b>Retained Earnings End-of-Period ((31+33+34)-(35+36+37+38)(A2)</b>	<b>300,143</b>	<b>0</b>	<b>300,143</b>
40	Patronage Capital Beginning-of-Year			0
41	Transfers to Patronage Capital			0
42	Patronage Capital Credits Retired			0
43	<b>Patronage Capital End-of-Year (40+41-42)</b>	<b>0</b>	<b>0</b>	<b>0</b>
44	Annual Debt Service Payments	0		0
45	Cash Ratio ((14+20-10-11)/7)	0.8910	#DIV/0!	0.8791
46	Operating Accrual Ratio ((14+20+26)/7)	1.1420	#DIV/0!	1.1301
47	TIER ((31+26)/26)	#DIV/0!	#DIV/0!	#DIV/0!
48	DSCR ((31+26+10+11)/44)	#DIV/0!	#DIV/0!	#DIV/0!

Footnotes:

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



EXHIBIT 4  
FINANCIAL TEMPLATE

Company Name: (Below)  
Hat Island Telephone Company

Line #	Description	Adjusted Prior Year 2014	Adjusted Current Year 2015
1	Local Network Services Revenues	18,604	19,765
2	Network Access Services Revenues	34,653	29,612
3	Long Distance Network Services Revenues	0	0
4	Carrier Billing and Collection Revenues	3,068	1,329
5	Miscellaneous Revenues	1,406	1,405
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(2)	0
7	<b>Net Operating Revenues (1 thru 6)</b>	<b>57,729</b>	<b>52,111</b>
8	Plant Specific Operations Expense	9,581	15,392
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	0	0
10	Depreciation Expense	16,152	13,080
11	Amortization Expense	0	0
12	Customer Operations Expense	6,091	7,757
13	Corporate Operations	21,479	20,344
14	<b>Total Operations Expenses (8 thru 12 +13b)</b>	<b>53,303</b>	<b>56,573</b>
15	Operating Income or Margins (7 less 14)	4,426	(4,462)
16	Other Operating Income and Expenses ( )	0	0
17	State and Local Taxes	0	0
18	Federal Income Taxes (A1) - (LINE IS ZERO IF COMPANY IS S CORP)	0	0
19	Other Taxes	3,146	2,319
20	<b>Total Operating Taxes (17+18+19)</b>	<b>3,146</b>	<b>2,319</b>
21	<b>Net Operating Income or Margins (15+16-20)</b>	<b>1,280</b>	<b>(6,781)</b>
22	Interest on Funded Debt	0	0
23	Interest Expense - Capital Leases	0	0
24	Other Interest Expense	0	0
25	Allowance for Funds Used During Construction	0	0
26	<b>Total Fixed Charges (22+23+24-25)</b>	<b>0</b>	<b>0</b>
27	Nonoperating Net Income	0	0
28	Extraordinary Items	0	0
29	Jurisdictional Differences	0	0
30	Nonregulated Net Income	9,704	13,195
31	<b>Total Net Income or Margins (21+27+28+29+30-26)</b>	<b>10,984</b>	<b>6,414</b>
32	Total Taxes Based on Income		
33	Retained Earning or Margins Beginning-of-Year	282,745	293,729
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	<b>Retained Earnings or Margins End-of-Period ((31+33+34)-(35+36+37+38))</b>	<b>293,729</b>	<b>300,143</b>
40	Patronage Capital Beginning-of-Year	0	0
41	Transfers to Patronage Capital	0	0
42	Patronage Capital Credits Retired	0	0
43	<b>Patronage Capital End-of-Year (40+41-42)</b>	<b>0</b>	<b>0</b>
44	Annual Debt Service Payments	0	0
45	Cash Ratio ((14+20-10-11)/7)	0.6980	0.8791
46	Operating Accrual Ratio ((14+20+26)/7)	0.9778	1.1301
47	TIER ((31+26)/26)	#DIV/0!	#DIV/0!
48	DSCR ((31+26+10+11)/44)	#DIV/0!	#DIV/0!

Footnote	2014	2015
(A1) S Corporation Effective Tax Rate (2 decimal places):	12.25%	11.90%

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

EXHIBIT 4  
FINANCIAL TEMPLATE

Company Name: (Below)  
Hat Island Telephone Company

Line #	Description	Part 32 Account	Prior Year 2014	Current Year 2015
1	End User Revenue (SLC, ARC, etc.)	5081	7,155	7,514
2	Switched Access (excluding USF):	5082		
2a	Intrastate		(104)	1,759
2b	Interstate (includes CAF)		2,207	(3,460)
3	Special Access:	5083		
3a	Intrastate		14,680	12,058
3b	Interstate		0	0
4	Federal USF (ICLS/HCL/SN)	Varies	9,531	9,881
5	State USF		1,184	1,860
6	Other*			
7	Total (must equal line 2 of Income Stmt.)		34,653	29,612
8	Line 2 of Income Stmt.		34,653	29,612
9	Difference		0	0

Footnote:

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

EXHIBIT 4  
FINANCIAL TEMPLATE

Company Name: (Below)

Hat Island Telephone Company \_\_\_\_\_

Description of Out-of-Period - 2015 (As Recorded) <b>OR</b> Pro Forma (PF) Adjustments for Current Year or Reversing from Prior Year	Year	OOP or PDF?	Part 32 Account	
			Debit	Credit
Adjustment #1:				
Adjustment #2:				
Adjustment #3:				
Adjustment #4				
Adjustment #5				

EXHIBIT 4  
FINANCIAL TEMPLATE

Company Name:  
Hat Island Telephone Company

Line #	Source(A)	Net Operating Income Inputted FIT Calculation	2015	
1	Page 9, Line 21 (CY)	Adjusted Net Operating Income	(6,781)	(A)
2		Out-of-Period or Pro Forma Adjustments		
3	Page 9, Line 26 (CY)	Total Fixed Charges	-	
4	Sum	Adj. Taxable Operating Income (Line 1 + Line 2 - Line 3)	(6,781)	
5		Inputted S Corp. Tax Rate(B)	11.90%	
6	Calculated	inputted FIT (Line 4* Line 5)	(807)	
7	Sum	Adj. Net Operating income after FIT (Line 1 - Line 6)	(5,974)	(B)
Line #	Source(A)	NonOperating Income Inputted FIT Calculation		
8	Page 9, Line 27 (CY)	Nonoperating net income	-	(C)
9	Page 9, Line 30 (CY)	Nonregulated net income	13,195	
10	Sum	Sub-Total (Line 27+Line 30)	13,195	
11		Inputted S Corp. Tax Rate(B)	11.90%	
12	Calculated	FIT (Line 10 * Line 11)	1,570	
13	Sum	Nonop/Nonreg income after FIT (Line 10 - Line 12)	11,625	
14	Sum	<b>Adjusted Net Income w/inputted FIT</b>	<b>5,651</b>	(B)+(C)-(A)
Line #	Source(A)	Sanity Check:		
15	Page 9, Line 31 (CY)	Line 31 as reported	6,414	(D)
16		Out-of-Period or Pro Forma Adjustments	-	
17		Total	6,414	
18		Inverse of effective tax rate (100%-Line 10 percent)	88.10%	
19	Calculated	Adjusted Net Income (Line 17*Line 18) = Line 14	5,651	
Line #	Source(A)	Regulated Rate of Return		
20	Page 5, Total (PY)	Regulated rate base Year End 2014	116,459	(E)
21	Page 5, Total (CY)	Regulated rate base Year End 2015	109,019	
22	Sum	Total	225,478	
23	Calculated	Simple Avg.	112,739	
24	Line 7 (above)	Adj Operating Income after inputted FIT	(5,974)	
27	Calculated	Regulated rate of return	-5.3%	(B)/(E)
Line #	Source	Total Consolidated Company Return on Equity		
28	Audited FinStmts	Total Equity Year End 2014	297,729	(G)
29	Audited FinStmts	Total Equity Year End 2015	304,143	
30	Sum	Total	601,872	
31	Calculated	Simple Avg.	300,936	
32	Audited FinStmts	Consolidated Net Income	6,414	
33	Line 2 above	Out-of-period or Pro Forma Adjustments	-	
34		Adjusted Consolidated Net Income	6,414	
35		Inputted S Corp Tax Rate	11.90%	
36		Inputted FIT (Line 34 * Line 35)	763	
37	Sum	Adj Consolidated Net Income after inputted FIT	5,651	(H)
38	Calculated	Total Adj. Consolidated Company Return on Equity	1.9%	(H)/(G)

Footnotes:

Lines 2, 16 & 33 will be completed by Staff

Lines 28, 29 & 32 to be completed by the Company