

Eastern Oregon Telecom, LLC

STATEMENTS OF OPERATIONS

12 Months Ended December 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
OPERATING REVENUES:		
Local voice service	\$ 1,165,516	\$ 1,283,162
Internet access	1,960,135	1,882,972
Network access	242,234	263,899
Toll charges	88,140	93,973
High speed connections	501,439	424,211
Installation and repairs	167,020	123,455
Miscellaneous	309,391	335,016
Uncollectible revenues	<u>(42,924)</u>	<u>(45,434)</u>
Total operating revenues	<u>4,390,951</u>	<u>4,361,254</u>
OPERATING EXPENSES:		
Plant specific operations	1,799,575	1,685,853
Plant nonspecific operations	242,547	208,551
Customer operations	685,044	683,039
Corporate operations	568,108	458,022
Depreciation and amortization	727,102	720,666
Operating taxes	<u>76,094</u>	<u>57,564</u>
Total operating expenses	<u>4,098,470</u>	<u>3,813,695</u>
Net operating income	292,481	547,559
NONOPERATING INCOME (EXPENSE):		
Interest expense & loan fees	(207,240)	(130,584)
Other	40,965	14,060
	<u>(166,275)</u>	<u>(116,524)</u>
NET INCOME	<u>\$ 126,206</u>	<u>\$ 431,035</u>
EBITDA	<u>\$ 1,060,548</u>	<u>\$ 1,282,285</u>

PRELIMINARY YEAR END UNAUDITED - FOR MANAGEMENT PURPOSES ONLY