

**KALAMA TELEPHONE COMPANY**  
**RUS 479 - INCOME STATEMENT FOR DECEMBER 31, 2017**

Item	<u>Last Year</u>	<u>This Year</u>
1. Local Network Services Revenue	566,447.75	570,385.26
2. Network Access Services Revenue	2,396,517.55	2,335,480.60
3. Long Distance Network Services Revenues	0.00	0.00
4. Carrier Billing and Collection Revenues	12,206.45	8,514.61
5. Miscellaneous Revenues	30,025.83	29,626.21
6. Uncollectible Revenues	-3,052.83	-5,311.47
7. Net Operating Revenues (1 thru 5 less 6)	<u>3,002,144.75</u>	<u>2,938,695.21</u>
8. Plant Specific Operations Expense	1,054,142.18	988,357.82
9. Plant Nonspecific Operations Expense	665,004.41	638,885.73
10. Depreciation Expense	660,691.55	551,441.32
11. Amortization Expense	0.00	0.00
12. Customer Operations Expense	221,703.49	228,850.15
13. Corporate Operations Expense	566,712.69	564,595.34
14. Total Operating Expenses (8 thru 13)	<u>3,168,254.32</u>	<u>2,972,130.36</u>
15. Operating Income or Margins (7 less 14)	<u>-166,109.57</u>	<u>-33,435.15</u>
16. Other Operating Income and Expenses	0.00	0.00
17. State and Local Taxes	85,698.38	82,504.35
18. Federal Income Taxes	-119,039.00	127,994.00
19. Other Taxes	0.00	0.00
20. Total Operating Taxes (17 + 18 + 19)	<u>-33,340.62</u>	<u>210,498.35</u>
21. Net Operating Income or Margins (15 + 16 - 20)	<u>-132,768.95</u>	<u>-243,933.50</u>
22. Interest on Funded Debt	0.00	0.00
23. Interest Expense - Capital Leases	0.00	0.00
24. Other Interest Expense	117,546.87	126,143.23
25. Allowance For Funds Used During Construction	0.00	0.00
26. Total Fixed Charges (22 + 23 + 24 - 25)	<u>117,546.87</u>	<u>126,143.23</u>
27. Nonoperating Net Income	-28,863.46	-10,899.60
28. Extraordinary Items	0.00	0.00
29. Jurisdictional Differences	0.00	0.00
30. Nonregulated Net Income	43,327.44	28,372.49
31. Total Net Income or Margins (21+27+28+29+30-26)	<u>-235,851.84</u>	<u>-352,603.84</u>
32. Total Taxes Based on Income	0.00	0.00
33. Retained Earnings or Margins Beginning-of-Year	370,372.17	134,520.33
34. Miscellaneous Credits Year-to-Date	0.00	0.00
35. Dividends Declared (Common)	0.00	0.00
36. Dividends Declared (Preferred)	0.00	0.00
37. Other Debits Year-to-Date	0.00	0.00
38. Transfers to Patronage Capital	0.00	0.00
39. Ret. Earnings/Margins [(31+33+34)-(35+36+37+38)]	134,520.33	-218,083.51
40. Patronage Capital Beginning-of-Year	0.00	0.00
41. Transfers to Patronage Capital	0.00	0.00
42. Patronage Capital Credits Retired	0.00	0.00
43. Patronage Capital End-of-Year (40+41+42)	0.00	0.00
44. Annual Debt Service Payments	0.00	0.00
45. Cash Ratio[(14+20-10-11)/7]	-0.82	-0.90
46. Operating Accrual Ratio [(14+20+26)/7]	-1.08	-1.13
47. TIER [(31+26)/26]	-1.01	-1.80
48. DSCR [(31+26+10+11)/44]	0.00	0.00