According 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 OMB 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, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

USDA-RUS This data will be used by RUS to review your financial situation. Your response is required by 7 U.S and, subject to federal laws and regulations regarding confidential information, will be treated as co				
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	Westgate Communications, LLC			
	(Prepared with Audited Data)			
INSTRUCTIONS-Submit report to RUS within 30 days after close of the period.	PERIOD ENDING	BORROWER DESIGNATION		
For detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.	December, 2018	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	

		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		
1. Cash and Equivalents	60,637	70,555	25. Accounts Payable	458,408	78,738
2. Cash-RUS Construction Fund			26. Notes Payable		
3. Affiliates:			27. Advance Billings and Payments	41,624	47,399
a. Telecom, Accounts Receivable	5,486	11,630	28. Customer Deposits		
b. Other Accounts Receivable	35,788	57,273	29. Current Mat. L/T Debt	1,372,264	122,578
c. Notes Receivable			30. Current Mat. L/T Debt-Rur. Dev.		
4. Non-Affiliates:			31. Current MatCapital Leases		
a. Telecom, Accounts Receivable			32. Income Taxes Accrued		
b. Other Accounts Receivable			33. Other Taxes Accrued	5,215	5,959
c. Notes Receivable			34. Other Current Liabilities	653,317	
5. Interest and Dividends Receivable			35. Total Current Liabilities (25 thru 34)	2,530,828	254,674
6. Material-Regulated			LONG-TERM DEBT		
7. Material-Nonregulated			36. Funded Debt-RUS Notes	60,117	1,340,39
8. Prepayments	4,992	0	37. Funded Debt-RTB Notes		
9. Other Current Assets			38. Funded Debt-FFB Notes		
10. Total Current Assets (1 Thru 9)	106,903	139,458	39. Funded Debt-Other	153,353	90,096
NONCURRENT ASSETS			40. Funded Debt-Rural Develop. Loan		
11. 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		
12. Other Investments			44. Adv. From Affiliated Companies		
a. Rural Development			45. Other Long-Term Debt	1,768	1,768
b. Nonrural Development			46. Total Long-Term Debt (36 thru 45)	215,238	1,432,260
13. Nonregulated Investments	585	21	OTHER LIAB. & DEF. CREDITS		
14. Other Noncurrent Assets			47. Other Long-Term Liabilities		
15. Deferred Charges			48. Other Deferred Credits		
16. Jurisdictional Differences			49. Other Jurisdictional Differences		
17. Total Noncurrent Assets (11 thru 16)	585	21	50. Total Other Liabilities and Deferred Credits (47 thru 49)	0	(
PLANT, PROPERTY, AND EQUIPMENT			EQUITY		
18. Telecom, Plant-in-Service	2,402,560	2,422,489	51. Cap. Stock Outstand. & Subscribed	***************************************	
19. Property Held for Future Use			52. Additional Paid-in-Capital		
20. Plant Under Construction	87,557	112,863	53. Treasury Stock		
21. Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		
22. Less Accumulated Depreciation	1,794,208	1,859,006	55. Other Capital		
23. Net Plant (18 thru 21 less 22)	695,909		56. Patronage Capital Credits		
24. TOTAL ASSETS (10+17+23)			57. Retained Earnings or Margins	(1,942,669)	(871,109)
, ,			58. Total Equity (51 thru 57)	(1,942,669)	(871,109)
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	(2,512,005)	(/)
	803,397	815,825	` '	803,397	815,825

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

BORROWER DESIGNATION

WA0547

PERIOD ENDING

December, 2018

INSTRUCTIONS- See RUS Bulletin 1744-2

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

2. Network Access Services Revenues 607,661 633,249 3. Long Distances Network Services Revenues 702	PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS					
2. Network Access Services Revenues 607,661 633,249 3. Long Distance Network Services Revenues 702 4. Carrier Dilling and Collection Networks Services Revenues 21,000 17,281 5. Miscellaneous Revenues 22,100 17,281 6. Mocellaneous Revenues 23,001 17,281 7. Net Operating Revenues (1 thu 5 less 6) 648,372 676,530 8. Plant Specific Operations Expense (Excluding Depreciation & Amortization) 9,663 7,861 9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization) 9,663 7,861 10. Depreciation Expense 230,762 22,989 12. Customer Operations Expense 200,664 22,989 12. Corporate Operations Expense 210,170 185,250 14. Total Operating Expenses (8 thru 13) 613,791 513,250 15. Operating Depretation Expenses 210,170 185,250 16. Other Operating Income or Margins (7 less 14) 34,667 34,667 17. State and Local Taxes 210,170 185,250 18. State and Local Taxes 2,336 5,833 21. Total Operating Expenses	ITEM	PRIOR YEAR	THIS YEAR			
3. Long Distance Network Services Revenues	Local Network Services Revenues	18,944	26,000			
4. Carrier Billing and Collection Revenues 21,100 17,281 5. Miscellaneous Revenues 21,100 17,281 6. Uncollectible Revenues 23 7. Net Operating Revenues (I thru 5 less 6) 68,378 675,530 8. Plant Specific Operations Expense 288,338 238,338 9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization) 9,063 7,801 10. Depreciation Expense 134,884 64,788 11. Amortization Expense 750 22,909 12. Customer Operations Expense 20,536 22,909 12. Corporate Operations Expense 20,536 22,930 13. Corporate Operations Expenses 210,170 185,207 14. Total Operating Expenses (8 thru 13) 613,711 519,000 15. Operating Income or Adragins (7 less 14) 34,667 197,000 16. Other Operating Expenses (8 thru 13) 53,711 519,000 17. State and Local Taxes 2,936 5,833 18. Federal Income Taxes 2,936 5,833 19. Total Operating Taxes (17+18+19) 2,936 5,833 11.	2. Network Access Services Revenues	607,661	633,249			
5. Miscellamous Revenues 21,100 17,281 6. Uncollocible Revenues 29	3. Long Distance Network Services Revenues	702				
	4. Carrier Billing and Collection Revenues					
7. Net Operating Revenues (1 thru \$ less 6) 649, 378 676, 530 8. Plant Aspecific Operations Expense 239, 318 238, 725 9. Plant Nanopeolic Operations Expense (Excluding Depreciation & Amortization) 9, 663 7, 861 10. Depreciation Expense 114, 884 64, 738 11. Amortization Expense 120, 256 22, 969 12. Customer Operations Expense 20, 526 22, 969 13. Corporate Operations Expenses 210, 170 285, 207 14. Total Operating Expenses (8 thru 13) 613, 711 519, 500 15. Ober Operating Income or Margins (7 less 14) 34, 667 157, 030 16. Other Operating Income and Expenses 17. State and Local Taxes 18. Federal Income Taxes 17. State and Local Taxes 2, 935 5, 833 20. Total Operating Income or Margins (15+16-20) 31, 731 151, 197 21. Interest or Funds Used During Construction 67, 020 23. Interest Expense - Capital Leases 3, 075 3, 025 24. Other Interest Expense - Capital Leases 9, 75, 70 3, 025 25. Total Taxes Rused on Income 63, 599 936, 752 <tr< td=""><td>5. Miscellaneous Revenues</td><td>21,100</td><td>17,281</td></tr<>	5. Miscellaneous Revenues	21,100	17,281			
Plant Specific Operations Expense 2.18, 3.18 2.38, 7.25 P. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization) 9, 063 7, 8.11 D. Depreciation Expense 1.14, 884 64, 7780 D. Depreciation Expense 770 D. Depreciation Expense 7.50 C. Customer Operations Expense 2.0, 526 2.2, 989 C. Corporate Operations Expense 2.10, 170 185, 207 D. Corporate Operations Expense 2.10, 170 185, 207 D. Operating Depresse (8 thru 13) 185, 207 D. Operating Income or Margins (7 less 14) 34, 667 157, 030 D. Operating Income or Margins (7 less 14) 34, 667 157, 030 D. Operating Income or Margins (7 less 14) 7, 030 D. Operating Income Taxes 2, 935 5, 833 D. Operating Income or Margins (15+16-20) 31, 731 151, 197 D. Operating Income or Margins (15+16-20) 31, 731 151, 197 D. Operating Income or Margins (15+16-20) 31, 731 151, 197 D. Operating Income or Margins (15+16-20) 31, 732 151, 197 D. Operating Income or Margins (15+16-20) 31, 732 151, 197 D. Operating Income or Margins (15+16-20) 3, 025 D. Operating Income or	6. Uncollectible Revenues	29				
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization) 10. Depreciation Expense 1134, 884 64, 738 114, 884 64, 738 1154, 884 64, 738 1154, 884 64, 738 1154, 884 64, 738 1155, 885 1155 1155 1155 1155 1155 1155 1155	7. Net Operating Revenues (1 thru 5 less 6)	648,378	676,530			
10. Depreciation Expense 134,886 64,798 11. Amortization Expense 750 12. Customer Operations Expense 20,526 22,958 13. Corporate Operations Expense 210,170 185,207 14. Total Operating Expenses (8 thru 13) 613,711 519,5207 15. Operating Income or Margins (7 less 14) 34,667 157,030 15. Operating Income or Margins (7 less 14) 34,667 157,030 16. Other Operating Income and Expenses (8 thru 13) 75,030 17. State and Local Taxes 7,936 7,936 18. Federal Income Taxes 7,936 5,833 18. Federal Income Taxes 7,936 5,833 19. Other Taxes 2,936 5,833 19. Other Taxes 2,936 5,833 10. Total Operating Taxes (17+18+19) 2,936 5,833 11. Not Operating Income or Margins (15+16-20) 31,731 151,197 12. Interest Expense - Capital Lesses 3,076 3,025 13. Interest Expense - Capital Lesses 3,076 3,025 14. Other Interest Expense 3,076 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During Construction 70,096 3,025 15. Allowance for Funds Used During C	8. Plant Specific Operations Expense	238,318	238,725			
11. Amortization Expense	9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	9,063	7,801			
12. Customer Operations Expense 20,526 22,968 32,968 32,070 185,207 185,	10. Depreciation Expense	134,884	64,798			
13. Corporate Operating Expenses 210,170 185,207 14. Total Operating Expenses (8 thru 13) 613,711 519,500 15. Operating Income or Margins (7 less 14) 34,667 157,030 16. Other Operating Income and Expenses	11. Amortization Expense	750				
14. Total Operating Expenses (8 thru 13)	12. Customer Operations Expense	20,526	22,969			
15. Operating Income or Margins (7 less 14) 16. Other Operating Income and Expenses 16. Income Taxes 17. State and Local Taxes 18. Federal Income Taxes 19. Other Taxes 19. Other Taxes 2, 936 2, 936 5, 833 21. Net Operating Income or Margins (15+16-20) 22. Interest on Funded Debt 67. 020 23. Interest Expense - Capital Leases 24. Other Interest Expense 25. Allowance for Funds Used During Construction 26. Total Fixed Charges (22+23+24-25) 27. Nonoperating Net Income 28. Extraordinary Items 29. Jurisdictional Differences 30. Norrogalized Net Income 31. Total Net Income or Margins (21+27+28+29+30-26) 31. Total Taxes Based on Income 32. Total Taxes Based on Income 33. Retained Earnings or Margins Beginning-of-Year 41. Transfers to Patronage Capital 42. Patronage Capital 43. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)] 44. Patronage Capital Gredits Retired 45. Patronage Capital Gredits Retired 46. Patronage Capital Gredits Retired 47. Transfers to Patronage Capital 48. Patronage Capital Gredits Retired 49. Patronage Capital Gredits Retired 40. Patronage Capital Gredits Retired 41. Transfers to Patronage Capital 42. Patronage Capital Gredits Retired 43. Patronage Capital Gredits Retired 44. Annual Debt Service Payments 58. 80. 0 0 0 44. Annual Debt Service Payments 58. 0.00 12. 7010 79. TER (161-26) 726]	13. Corporate Operations Expense	210,170	185,207			
16. Other Operating Income and Expenses	14. Total Operating Expenses (8 thru 13)	613,711	519,500			
17. State and Local Taxes 18. Federal Income Taxes 19. Other Taxes 2.936 5.833 20. Total Operating Taxes (17+18+19) 2.936 5.833 21. Net Operating Income or Margins (15+16-20) 31.731 151,197 21. Interest on Funded Debt 67,020 23. Interest Expense - Capital Leases 24. Other Interest Expense 25. Allowance for Funds Used During Construction 26. Total Taxes (22+23+24-25) 70,096 70,0	15. Operating Income or Margins (7 less 14)	34,667	157,030			
17. State and Local Taxes 18. Federal Income Taxes 19. Other Taxes 2.936 5.833 20. Total Operating Taxes (17+18+19) 2.936 5.833 21. Net Operating Income or Margins (15+16-20) 31.731 151,197 21. Interest on Funded Debt 67,020 23. Interest Expense - Capital Leases 24. Other Interest Expense 25. Allowance for Funds Used During Construction 26. Total Taxes (22+23+24-25) 70,096 70,0						
19. Other Taxes						
20. Total Operating Taxes (17+18+19) 2. 936 5,833 21. Net Operating Income or Margins (15+16-20) 31. 731 151,197 22. Interest on Funded Debt 67,020 23. Interest Expense - Capital Leases 4. Other Interest Expense - Capital Leases 24. Other Interest Expense - Capital Leases 25. Allowance for Funds Used During Construction 26. Total Fixed Charges (22+23+24-25) 27. Nonoperating Net Income 28. Extraordinary Items 63,599 936,752 29. Jurisdictional Differences 30. Nonregulated Net Income 41. Total Taxes Based on Income 31. Total Taxes Based on Income 32. Total Taxes Based on Income 33. Retained Earnings or Margins Seginning-of-Year 34. Miscellaneous Credits Year-to-Date 35. 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)] 40. Patronage Capital Beginning-of-Year 41. Transfers to Patronage Capital 42. Patronage Capital End-of-Year (40+41-42) 43. Patronage Capital End-of-Year (40+41-42) 44. Annual Debt Service Payments 58. Operating Accrual Ratio [(14+20+26)/7] 59. Title ((18+26)/26) 59	18. Federal Income Taxes					
20. Total Operating Taxes (17+18+19)		2,936	5,833			
21. Net Operating Income or Margins (15+16-20) 31,731 151,197			5,833			
22. Interest on Funded Debt 67,020 23. Interest Expense - Capital Leases 3,076 3,025 24. Other Interest Expense 3,076 3,025 25. Allowance for Funds Used During Construction 26. Total Fixed Charges (22+23+24-25) 70,096 3,025 26. Total Fixed Charges (22+23+24-25) 70,096 3,025 27. Nonoperating Net Income 63,599 936,752 28. Extraordinary Items 63,599 936,752 29. Jurisdictional Differences 10,4701 (13,364) 31. Total Net Income or Margins (21+27+28+29+30-26) 10,533 1,071,560 32. Total Taxes Based on Income (14,701) (13,942,669) 33. Retained Earnings or Margins Beginning-of-Year (1,953,202) (1,942,669) 34. Miscellaneous Credits Year-to-Date (19,53,202) (1,942,669) 35. Dividends Declared (Common) (19,500) (19,500) 36. Dividends Declared (Preferred) (1,950) (1,942,669) 37. Other Debits Year-to-Date (1,950) (1,942,669) (1,942,669) 38. Transfers to Patronage Capital (1,950) (1,942,669) (1,942	, , ,	31,731	151,197			
23. Interest Expense - Capital Leases 24. Other Interest Expense		67,020				
24. Other Interest Expense 3,076 3,025 25. Allowance for Funds Used During Construction		· ·				
25. Allowance for Funds Used During Construction 26. Total Fixed Charges (22+23+24-25) 27. Nonoperating Net Income 28. Extraordinary Items 29. Jurisdictional Differences 30. Nonregulated Net Income 31. Total Net Income or Margins (21+27+28+29+30-26) 31. Total Net Income or Margins (21+27+28+29+30-26) 32. Total Taxes Based on Income 33. Retained Earnings or Margins Beginning-of-Year 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 49. Patronage Capital Beginning-of-Year 40. Patronage Capital Beginning-of-Year 41. Transfers to Patronage Capital 42. Patronage Capital End-of-Year (40+41-42) 43. Patronage Capital End-of-Year (40+41-42) 44. Annual Debt Service Payments 45. Cash Ratio [(14+20-10-11)/7] 46. Operating Accrual Ratio [(14+20+26)/7] 47. TIER [(31+26)/26] 48. Annual Debt Service Payments 49. Operating Accrual Ratio [(14+20+26)/7] 49. Operating Accrual Ratio [(14+20+26)/7] 40. Service Payments 41. Transfers (14-20-10-11)/7 42. Operating Accrual Ratio [(14+20+26)/7] 43. Operating Accrual Ratio [(14+20+26)/7] 44. Operating Accrual Ratio [(14+20+26)/7] 45. Operating Accrual Ratio [(14+20+26)/7] 46. Operating Accrual Ratio [(14+20+26)/7] 47. TIER [(31+26)/26]		3,076	3,025			
26. Total Fixed Charges (22+23+24-25) 70,096 3,025 27. Nonoperating Net Income 63,599 936,752 28. Extraordinary Items 63,599 936,752 29. Jurisdictional Differences (14,701) (13,364) 30. Nonregulated Net Income or Margins (21+27+28+29+30-26) 10,533 1,071,560 31. Total Taxes Based on Income (1,953,202) (1,942,669) 33. Retained Earnings or Margins Beginning-of-Year (1,953,202) (1,942,669) 34. Miscellaneous Credits Year-to-Date (1,953,202) (1,942,669) 35. Dividends Declared (Preferred) (1,942,669) (1,942,669) 36. Dividends Declared (Preferred) (1,942,669) (1,942,669) 37. Other Debits Year-to-Date (1,942,669) (871,109) 38. Transfers to Patronage Capital (1,942,669) (871,109) 40. Patronage Capital Beginning-of-Year (1,942,669) (871,109) 40. Patronage Capital Beginning-of-Year (1,942,669) (871,109) 40. Patronage Capital End-of-Year (40+41-42) 0 0 41. Annual Debt Service Payments 58,020 122,700 45.						
27. Nonoperating Net Income 63,599 936,752 28. Extraordinary Items 63,599 936,752 29. Jurisdictional Differences (14,701) (13,364) 30. Nonregulated Net Income or Margins (21+27+28+29+30-26) 10,533 1,071,560 32. Total Taxes Based on Income (1,953,202) (1,942,669) 33. Retained Earnings or Margins Beginning-of-Year (1,953,202) (1,942,669) 34. Miscellaneous Credits Year-to-Date (1,953,202) (1,942,669) 35. Dividends Declared (Common) 50 bividends Declared (Preferred) (1,942,669) (1,942,669) 36. Transfers to Patronage Capital (1,942,669) (871,109) 40. Patronage Capital Beginning-of-Year (1,942,669) (871,109) 40. Patronage Capital Beginning-of-Year (1,942,669) (871,109) 40. Patronage Capital Credits Retired (1,942,669) (871,109) 40. Patronage Capital End-of-Year (40+41-42) 0 0 40. Annual Debt Service Payments 58,020 122,700 44. Annual Debt Service Payments 58,020 122,700 45. Cash Ratio [(14+20-10-11)/7] 0.7419 0.6807 46. Operating Accrual Ratio ([14+20+26)/7]	<u> </u>	70,096	3,025			
28. Extraordinary Items 63,599 936,752 29. Jurisdictional Differences (14,701) (13,364) 30. Nonregulated Net Income (14,701) (13,364) 31. Total Net Income or Margins (21+27+28+29+30-26) 10,533 1,071,560 32. Total Taxes Based on Income (1,953,202) (1,942,669) 33. Retained Earnings or Margins Beginning-of-Year (1,953,202) (1,942,669) 34. Miscellaneous Credits Year-to-Date (1,953,202) (1,942,669) 35. Dividends Declared (Common) (1,953,202) (1,942,669) 36. Dividends Declared (Preferred) (1,942,669) (1,942,669) 37. Other Debits Year-to-Date (1,942,669) (871,109) 38. Transfers to Patronage Capital (1,942,669) (871,109) 40. Patronage Capital Beginning-of-Year (1,942,669) (871,109) 40. Patronage Capital Reginning-of-Year (1,942,669) (871,109) 42. Patronage Capital End-of-Year (40+41-42) 0 0 43. Patronage Capital End-of-Year (40+41-42) 0 0 44. Annual Debt Service Payments 58,020 122,700 45. Cash Ratio [(14+20-10-11)/7] 0.7419 0.6807		.,				
29. Jurisdictional Differences 30. Nonregulated Net Income (14,701) (13,364) 31. Total Net Income or Margins (21+27+28+29+30-26) (1,053) (1,071,560) 32. Total Taxes Based on Income 33. Retained Earnings or Margins Beginning-of-Year (1,953,202) (1,942,669) 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)] (1,942,669) (871,109) 40. Patronage Capital Beginning-of-Year 41. Transfers to Patronage Capital 42. Patronage Capital Credits Retired 43. Patronage Capital Credits Retired 44. Annual Debt Service Payments 45. Cash Ratio [(14+20-10-11)/7] (0.7419 (0.6807) 46. Operating Accrual Ratio [(14+20+26)/7] (1.1503 (355.2347) 47. TIER [(31+26)/26]		63.599	936,752			
30. Nonregulated Net Income (14,701) (13,364) 31. Total Net Income or Margins (21+27+28+29+30-26) 10,533 1,071,560 32. Total Taxes Based on Income (1,953,202) (1,942,669) 33. Retained Earnings or Margins Beginning-of-Year (1,953,202) (1,942,669) 34. Miscellaneous Credits Year-to-Date (1,953,202) (1,942,669) 35. Dividends Declared (Common) (1,942,669) 36. Dividends Declared (Preferred) (1,942,669) (1,942,669) 37. Other Debits Year-to-Date (1,942,669) (1,942,6		03,833	2007.02			
31. Total Net Income or Margins (21+27+28+29+30-26) 32. Total Taxes Based on Income 33. Retained Earnings or Margins Beginning-of-Year 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)] 40. Patronage Capital Beginning-of-Year 41. Transfers to Patronage Capital Retired 42. Patronage Capital End-of-Year (40+41-42) 43. Patronage Capital End-of-Year (40+41-42) 44. Annual Debt Service Payments 45. Cash Ratio [(14+20-10-11) / 7] 46. Operating Accrual Ratio [(14+20+26) / 7] 47. TIER [(31+26) / 26] 48. TIER [(31+26) / 26] 49. Operating Accrual Ratio [(14+20+26) / 7] 40. Satisfaction (14+20+26) / 7] 40. TIER [(31+26) / 26]		(14 701)	(13 364)			
32. Total Taxes Based on Income 33. Retained Earnings or Margins Beginning-of-Year 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)] 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) 44. Annual Debt Service Payments 45. Cash Ratio [(14+20-10-11)/7] 46. Operating Accrual Ratio [(14+20+26)/7] 47. TIER [(31+26)/26] 48. Interval Taxes Based on Income (1,953,202) (1,942,669) (1,942,669) (871,109)	Ÿ					
33. Retained Earnings or Margins Beginning-of-Year (1,953,202) (1,942,669) 34. Miscellaneous Credits Year-to-Date (1,953,202) (1,942,669) 35. Dividends Declared (Common) (1,953,202) (1,942,669) 36. Dividends Declared (Preferred) (1,953,202) (1,942,669) (1,942,669) 37. Other Debits Year-to-Date (1,953,202) (1,942,669) (1,942,		10,533	1,071,560			
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)] 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) 44. Annual Debt Service Payments 45. Cash Ratio [(14+20-10-11) / 7] 46. Operating Accrual Ratio [(14+20+26) / 7] 47. TIER [(31+26) / 26] 48. Dividends Year-to-Date 48. Dividends Year-to-Date 49. (871,109) 40. (871,109) 41. (1,942,669) 42. (1,942,669) 43. (1,942,669) 44. Annual Debt Service Payments 45. (2sh Ratio [(14+20-10-11) / 7] 46. Operating Accrual Ratio [(14+20+26) / 7] 47. TIER [(31+26) / 26]		(1, 052, 000)	(1 040 660)			
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)] 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) 44. Annual Debt Service Payments 45. Cash Ratio [(14+20-10-11) / 7] 46. Operating Accrual Ratio [(14+20+26) / 7] 47. TIER [(31+26) / 26] 48. Dividends Declared (Preferred) 48. Dividends Declared (Preferred) 49. (871,109)		(1,953,202)	(1,942,669)			
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)] 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) 44. Annual Debt Service Payments 45. Cash Ratio [(14+20-10-11) / 7] 46. Operating Accrual Ratio [(14+20+26) / 7] 47. TIER [(31+26) / 26] 48. Dividends Declared (Preferred) 48. (1,942,669) 49. (871,109) 40. (871,109) 40. (1,942,669) 40. (1,942,669) 41. (1,942,669) 42. (1,942,669) 43. (1,942,669) 44. Annual Debt Service Payments 45. (2) (1,942,669) 46. (3) (1,942,669) 47. TIER [(31+26) / 26] 48. (3) (3) (3) (3) (3) (3) (3) (3) (3) (3)						
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)] 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) 44. Annual Debt Service Payments 45. Cash Ratio [(14+20-10-11) / 7] 46. Operating Accrual Ratio [(14+20+26) / 7] 47. TIER [(31+26) / 26] 48. Transfers to Patronage Capital 49. Other Debits Year-to-Date 40. (1,942,669) (871,109) (871,109) (1,942,669) (871,109)		 				
38. Transfers to Patronage Capital 39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)] (1,942,669) (871,109) 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 58,020 122,700 45. Cash Ratio [(14+20-10-11) / 7] 0.6807 46. Operating Accrual Ratio [(14+20+26) / 7] 1.0592 0.7810 47. TIER [(31+26) / 26] 1.1503 355.2347						
39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)] (1,942,669) (871,109) 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 58,020 122,700 45. Cash Ratio [(14+20-10-11) / 7] 0.6807 46. Operating Accrual Ratio [(14+20+26) / 7] 1.0592 0.7810 47. TIER [(31+26) / 26] 1.1503 355.2347		+				
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43. Patronage Capital End-of-Year (40+41-42) 0 0 44. Annual Debt Service Payments 58,020 122,700 45. Cash Ratio [(14+20-10-11) / 7] 0.7419 0.6807 46. Operating Accrual Ratio [(14+20+26) / 7] 1.0592 0.7810 47. TIER [(31+26) / 26] 1.1503 355.2347	,					
44. Annual Debt Service Payments 58,020 122,700 45. Cash Ratio [(14+20-10-11) / 7] 0.7419 0.6807 46. Operating Accrual Ratio [(14+20+26) / 7] 1.0592 0.7810 47. TIER [(31+26) / 26] 1.1503 355.2347			_			
45. Cash Ratio [(14+20-10-11) / 7] 0.7419 0.6807 46. Operating Accrual Ratio [(14+20+26) / 7] 1.0592 0.7810 47. TIER [(31+26) / 26] 1.1503 355.2347			0			
46. Operating Accrual Ratio [(14+20+26) / 7] 1.0592 0.7810 47. TIER [(31+26) / 26] 1.1503 355.2347						
47. TIER [(31+26) / 26] 1.1503 355.2347						
48. DSCR [(31+26+10+11) / 44] 9.2859						
	48. DSCK [(31+26+10+11) / 44]	3.7274	9.2859			

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

BORROWER DESIGNATION

WA0547

PERIOD ENDED

December, 2018

INSTRUCTIONS - See RUS Bulletin 1744-2

	Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION							
	1. R <i>A</i>	ATES	2. SUBS	2. SUBSCRIBERS (ACCESS LINES)			3. ROUTE MILES	
EXCHANGE	B-1 (a)	R-1 (b)	BUSINESS	RESIDENTIAL (b)	TOTAL	TOTAL (including fiber)	FIBER (b)	
\vdash	(a)	(D)	(a)	(D)	(c)	(a)	(-)	
Stehekin	35.00	25.00	30	50	80	1,074.00	924.00	
MobileWireless					0			
Route Mileage Outside Exchange Area						0.00	0.00	
Total			30	50	80	1,074.00	924.00	
No. Exchanges	1			•	•			

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

BORROWER DESIGNATION

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INSTRUCTIONS - See RUS Bulletin 1744-2

Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION

	Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION							
	4. BROADBAND SERVICE							
				Details on Least Expensive Broadband Service				
EXCHANGE	No. Access Lines with BB available (a)	No Of Broadband Subscribers (b)	Number Of Subscribers (c)	Advertised Download Rate (Kbps) (d)	Advertised Upload Rate (Kbps) (e)	Price Per Month (f)	Standalone/Pckg (f)	Type Of Technology (g)
Stehekin	80	26	26	>6,000	768	45.00	Package	DSL
Total	80	26						

	USDA-RUS			BORROWER DE	SIGNATION				
	OPERATING REPORT FOR					WA0547			
	TELECOMMUNICATIONS BORROWERS				G 2018				
INSTRUCTIONS- See RUS Bull	letin 1744-2			December, 2	.010				
INOTROOTIONS SECTION BUIL	Curi 1177 Z								
		PART D. SYS	TEM DATA						
1. No. Plant Employees	2. No. Other Employees	3. Square Miles Serv	ed 150	4. Access Lines per Squa	re Mile	5. Subscribers per Route Mile			
	0	Z	150	7	.40	.06			
		PART E. TO	LL DATA						
Study Area ID Code(s)	2. Types of	Toll Settlements (Check	one)						
	a. 520580		Interstate:	Average Schedu	le	X Cost Basis			
	b			_		_			
	c		Intrastate:	Average Schedu	le	X Cost Basis			
	d								
	e								
	f.								
	g								
	h								
	i								
	j								
	PART	F. FUNDS INVESTED	N PLANT DURING Y	EAR					
1. RUS, RTB, & FFB Loan Fund	ds Expended								
2. Other Long-Term Loan Funds	s Expended								
3. Funds Expended Under RUS	Interim Approval								
Other Short-Term Loan Fund	s Expended								
5. General Funds Expended (Of	ther than Interim)					45,235			
Salvaged Materials									
Contribution in Aid to Constru	uction								
8. Gross Additions to Telecom.						45,235			
	PART	G. INVESTMENTS IN A	AFFILIATED COMPAN	NIES					
		CURRE	NT YEAR DATA		CUMULATIVE D	ATA			
				Cumulative	Cumulative				
1	INVESTMENTS	Investment	Income/Loss	Investment	Income/Loss	Current			
		This Year	This Year	To Date	To Date	Balance			
	(a)	(b)	(c)	(d)	(e)	(f)			
Investment in Affiliated Comp		(-)		100	177	V/			
Investment in Affiliated Comp	'								
	r			1	1	I			

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

22. Cable and wire facilities - Underground cable - Fiber
23. Cable and wire facilities - Buried cable - Metal
24. Cable and wire facilities - Buried cable - Fiber
25. Cable and wire facilities - Conduit systems

26. Cable and wire facilities - Other

ORROWER DESIGNATION	
A0547	
ERIOD ENDING	
ecember, 2018	

PART H. CURRENT DEPRECIATION RATES

PARTIT. CORRENT DEFRECIATION RA	NILS
Are corporation's depreciation rates approved by the regulatory authority with jurisdiction over the provision of telephone services? (Check one)	X YES NO
EQUIPMENT CATEGORY	DEPRECIATION RATE
Land and support assets - Motor Vehicles	16.00%
Land and support assets - Aircraft	
Land and support assets - Special purpose vehicles	
Land and support assets - Garage and other work equipment	16.00%
5. Land and support assets - Buildings	4.00%
6. Land and support assets - Furniture and Office equipment	15.00%
7. Land and support assets - General purpose computers	25.00%
8. Central Office Switching - Digital	9.00%
9. Central Office Switching - Analog & Electro-mechanical	
10. Central Office Switching - Operator Systems	
11. Central Office Transmission - Radio Systems	13.00%
12. Central Office Transmission - Circuit equipment	11.19%
13. Information origination/termination - Station apparatus	
14. Information origination/termination - Customer premises wiring	
15. Information origination/termination - Large private branch exchanges	
16. Information origination/termination - Public telephone terminal equipment	
17. Information origination/termination - Other terminal equipment	
18. Cable and wire facilities - Poles	
19. Cable and wire facilities - Aerial cable - Metal	
20. Cable and wire facilities - Aerial cable - Fiber	
21. Cable and wire facilities - Underground cable - Metal	6.00%

6.00%

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

BORROWER DESIGNATION

WA0547

PERIOD ENDED

INSTRUCTIONS – See help in the online application.

December, 2018

	PART I – STATEMENT OF CASH FLOWS	
1.	Beginning Cash (Cash and Equivalents plus RUS Construction Fund)	60,63
	CASH FLOWS FROM OPERATING ACTIVITIES	00,03
2.	Net Income	1,071,560
	Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities	1,0,1,50
3.	Add: Depreciation	64,798
4.	Add: Amortization	01/75
5.	Other (Explain)	
	Changes in Operating Assets and Liabilities	
6.	Decrease/(Increase) in Accounts Receivable	(27,629)
7.	Decrease/(Increase) in Materials and Inventory	(
8.	Decrease/(Increase) in Prepayments and Deferred Charges	4,992
9.	Decrease/(Increase) in Other Current Assets	0
10.	Increase/(Decrease) in Accounts Payable	(379,670)
11.	Increase/(Decrease) in Advance Billings & Payments	5,775
12.	Increase/(Decrease) in Other Current Liabilities	(652,573)
13.	Net Cash Provided/(Used) by Operations	87,253
	CASH FLOWS FROM FINANCING ACTIVITIES	
14.	Decrease/(Increase) in Notes Receivable	0
15.	Increase/(Decrease) in Notes Payable	0
16.	Increase/(Decrease) in Customer Deposits	0
17.	Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)	(32,664)
18.	Increase/(Decrease) in Other Liabilities & Deferred Credits	0
19.	Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital	0
20.	Less: Payment of Dividends	0
21.	Less: Patronage Capital Credits Retired	0
22.	Other (Explain)	
23.	Net Cash Provided/(Used) by Financing Activities	(32,664)
	CASH FLOWS FROM INVESTING ACTIVITIES	
24.	Net Capital Expenditures (Property, Plant & Equipment)	(45,235)
25.	Other Long-Term Investments	564
26.	Other Noncurrent Assets & Jurisdictional Differences	0
27.	Other (Explain)	
28.	Net Cash Provided/(Used) by Investing Activities	(44,671)
29.	Net Increase/(Decrease) in Cash	9,918
30.	Ending Cash	70,555

Revision Date 2010

USDA-RUS	BORROWER DESIGNATION			
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	WA0547			
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2018			
NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS				

USDA-RUS	BORROWER DESIGNATION
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	WA0547
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CERTIFICATION LOAN DEFAULT NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	