

STATE USF FILING
FINANCIAL TEMPLATE
NON-"S CORP" COMPANIES

State USF Petition Filing Requirement -WAC 480-123-110 (1)(e)
 Prior Year Balance Sheet

Company Name: (Below)
 ST. JOHN TELEPHONE, INC.

ASSETS	Balance End of Year 2013 (A)	Part 64 Adj to NonReg 2013 (B)	Adj. Balance End of Year 2013 (C)	LIABILITIES AND STOCKHOLDERS' EQUITY	Balance End of Year 2013 (A)	Part 64 Adj to NonReg 2013 (B)	Adj. Balance End of Year 2013 (C)
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents	3,099,818		3,099,818	25. Accounts Payable	93,120		93,120
2. Cash-RUS Construction Fund			0	26. Notes Payable			0
3. Affiliates:				27. Advance Billings and Payments			0
a. Telecom, Accounts Receivable			0	28. Customer Deposits	100		100
b. Other Accounts Receivable			0	29. Current Mat. L/T Debt	292,385		292,385
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	13,345		13,345	32. Income Taxes Accrued	86,370		86,370
b. Other Accounts Receivable	274,556		274,556	33. Other Taxes Accrued	19,580		19,580
c. Notes Receivable			0	34. Other Current Liabilities	15,815		15,815
5. Interest and Dividends Receivable			0	35. Total Current Liabilities (25 thru 34)	507,370	0	507,370
6. Material-Regulated	42,039		42,039	LONG-TERM DEBT			
7. Material-Nonregulated	1,238		1,238	36. Funded Debt-RUS Notes	6,105,497		6,105,497
8. Prepayments	32,928		32,928	37. Funded Debt-RTB Notes			0
9. Other Current Assets			0	38. Funded Debt-FFB Notes			0
10. Total Current Assets (1 Thru 9)	3,463,924	0	3,463,924	39. Funded Debt-Other			0
NONCURRENT ASSETS				40. Funded Debt-Rural Develop. Loan			0
11. Investment in Affiliated Companies				41. Premium (Discount) on L/T Debt			0
a. Rural Development	0		0	42. Reacquired Debt			0
b. Nonrural Development	1,164,844		1,164,844	43. Obligations Under Capital Lease			0
12. Other Investments				44. Adv. From Affiliated Companies			0
a. Rural Development	0		0	45. Other Long-Term Debt			0
b. Nonrural Development	288,431		288,431	46. Total Long-Term Debt (36 thru 45)	6,105,497	0	6,105,497
13. Nonregulated Investments (B1)	57,700	132,527	190,227	OTHER LIAB. & DEF. CREDITS			
14. Other Noncurrent Assets			0	47. Other Long-Term Liabilities			0
15. Deferred Charges			0	48. Other Deferred Credits (C)	1,178,542	(36,052)	1,142,490
16. Jurisdictional Differences			0	49. Other Jurisdictional Differences			0
17. Total noncurrent Assets (11 thru 16)	1,510,975	132,527	1,643,502	50. Total Other Liab. & Def. Credits (47 thru 49)	1,178,542	(36,052)	1,142,490
PLANT, PROPERTY AND EQUIPMENT				EQUITY			
18. Telecom Plant-In-Service	13,003,134	(274,834)	12,728,300	51. Cap. Stock Outstanding & Subscribed	36,760		36,760
19. Property Held for Future Use			0	52. Additional Paid-in-Capital			0
20. Plant Under Construction	202,394		202,394	53. Treasury Stock			0
21. Plant Adj., Nonop Plant & Goodwill			0	54. Membership and cap. Certificates			0
22. Accumulated Depreciation (CR.)	(4,497,631)	142,307	(4,355,324)	55. Other Capital			0
23. Net Plant (18 thru 21 less 22)	8,707,897	(132,527)	8,575,370	56. Patronage Capital Credits			0
				57. Retained Earnings or Margins (B2)	5,854,628	36,052	5,890,680
				58. Total Equity (51 thru 57)	5,891,388	36,052	5,927,440
24. TOTAL ASSETS (10+17+23)	13,682,796	0	13,682,796	59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	13,682,797	0	13,682,797

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

Line 13, 22, 48 Part 64 adjustments revised from prior year per FCC rules on changes in non-regulated plant for 2013 cost study.

State USF Petition Filing Requirement - WAC 480-123-110(1)(e)
Current Year Balance Sheet

Company Name: (Below)
ST. JOHN TELEPHONE, INC.

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)
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents	3,215,788		3,215,788	25. Accounts Payable	107,796		107,796
2. Cash-RUS Construction Fund			0	26. Notes Payable			0
3. Affiliates:				27. Advance Billings and Payments			0
a. Telecom, Accounts Receivable			0	28. Customer Deposits	100		100
b. Other Accounts Receivable			0	29. Current Mat. L/T Debt	422,972	-115287	307,685
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	7,769		7,769	32. Income Taxes Accrued			0
b. Other Accounts Receivable	187,906		187,906	33. Other Taxes Accrued	13,564		13,564
c. Notes Receivable			0	34. Other Current Liabilities	34,398		34,398
5. Interest and Dividends Receivable			0	35. Total Current Liabilities (25 thru 34)	578,830	(115,287)	463,543
6. Material-Regulated	26,481		26,481	LONG-TERM DEBT			
7. Material-Nonregulated	1,110		1,110	36. Funded Debt-RUS Notes	5,573,321	115287	5,688,608
8. Prepayments	65,561		65,561	37. Funded Debt-RTB Notes			0
9. Other Current Assets			0	38. Funded Debt-FFB Notes			0
10. Total Current Assets (1 Thru 9)	3,504,615	0	3,504,615	39. Funded Debt-Other			0
NONCURRENT ASSETS				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	1,389,435		1,389,435	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	463,326		463,326	46. Total Long-Term Debt (36 thru 45)	5,573,321	115,287	5,688,608
13. Nonregulated Investments (B1)	57,700	191,752	249,452	OTHER LIAB. & DEF. CREDITS			
14. Other Noncurrent Assets			0	47. Other Long-Term Liabilities			0
15. Deferred Charges			0	48. Other Deferred Credits (C)	1,251,739	(78,694)	1,173,045
16. Jurisdictional Differences			0	49. Other Jurisdictional Differences			0
17. Total noncurrent Assets (11 thru 16)	1,910,461	191,752	2,102,213	50. Total Other Liab. & Def. Credits (47 thru 49)	1,251,739	(78,694)	1,173,045
PLANT, PROPERTY AND EQUIPMENT				EQUITY			
18. Telecom Plant-In-Service	13,071,978	(292,564)	12,779,414	51. Cap. Stock Outstanding & Subscribed	36,920		36,920
19. Property Held for Future Use			0	52. Additional Paid-in-Capital			0
20. Plant Under Construction	71,308	(71,308)	0	53. Treasury Stock			0
21. Plant Adj., Nonop Plant & Goodwill			0	54. Membership and cap. Certificates			0
22. Accumulated Depreciation (CR.)	(5,005,179)	172,120	(4,833,059)	55. Other Capital			0
23. Net Plant (18 thru 21 less 22)	8,138,107	(191,752)	7,946,355	56. Patronage Capital Credits			0
24. TOTAL ASSETS (10+17+23)	13,553,183	0	13,553,183	57. Retained Earnings or Margins (B2)	6,112,373	78,694	6,191,067
				58. Total Equity (51 thru 57)	6,149,293	78,694	6,227,987
				59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	13,553,183	0	13,553,183

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

State USF Petition Filing Requirement -WAC 480-123-110 (1)(e)
 Prior and Current Year Balance Sheet

Company Name: (Below)
 ST. JOHN TELEPHONE, INC.

ASSETS	Adjusted Prior Year Balance 2013	Adjusted Current Year Balance 2014	LIABILITIES AND STOCKHOLDERS' EQUITY	Adjusted Prior Year Balance 2013	Adjusted Current Year Balance 2014
CURRENT ASSETS			CURRENT LIABILITIES		
1. Cash and Equivalents	3,099,818	3,215,788	25. Accounts Payable	93,120	107,796
2. Cash-RUS Construction Fund	0	0	26. Notes Payable	0	0
3. Affiliates:			27. Advance Billings and Payments	0	0
a. Telecom, Accounts Receivable	0	0	28. Customer Deposits	100	100
b. Other Accounts Receivable	0	0	29. Current Mat. L/T Debt	292,385	307,685
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	13,345	7,769	32. Income Taxes Accrued	86,370	0
b. Other Accounts Receivable	274,556	187,906	33. Other Taxes Accrued	19,580	13,564
c. Notes Receivable	0	0	34. Other Current Liabilities	15,815	34,398
5. Interest and Dividends Receivable	0	0	35. Total Current Liabilities (25 - 34)	507,370	463,543
6. Material-Regulated	42,039	26,481	LONG-TERM DEBT		
7. Material-Nonregulated	1,238	1,110	36. Funded Debt-RUS Notes	6,105,497	5,688,608
8. Prepayments	32,928	65,561	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)	3,463,924	3,504,615	39. Funded Debt-Other	0	0
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	1,164,844	1,389,435	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	288,431	463,326	46. Total Long-Term Debt (36-45)	6,105,497	5,688,608
13. Nonregulated Investments	190,227	249,452	OTHER LIAB. & DEF. CREDITS		
14. Other Noncurrent Assets	0	0	47. Other Long-Term Liabilities	0	0
15. Deferred Charges	0	0	48. Other Deferred Credits	1,142,490	1,173,045
16. Jurisdictional Differences	0	0	49. Other Jurisdictional Differences	0	0
17. Total noncurrent Assets (11 thru 16)	1,643,502	2,102,213	50. Total Other Liab. & Def. Credits (47 thru 49)	1,142,490	1,173,045
PLANT, PROPERTY AND EQUIPMENT			EQUITY		
18. Telecom Plant-in-Service	12,728,300	12,779,414	51. Cap. Stock Outstanding & Subscribed	36,760	36,920
19. Property Held for Future Use	0	0	52. Additional Paid-in-Capital	0	0
20. Plant Under Construction	202,394	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.)	(4,355,324)	(4,833,059)	55. Other Capital	0	0
23. Net Plant (18 thru 21 less 22)	8,575,370	7,946,355	56. Patronage Capital Credits	0	0
24. TOTAL ASSETS (10+17+23)	13,682,796	13,553,183	57. Retained Earnings or Margins	5,890,680	6,191,067
			58. Total Equity (51 thru 57)	5,927,440	6,227,987
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	13,682,797	13,553,183

Footnote:
 Adjusted Balances represents balances
 after Part 64 adjustments

State USF Petition Filing Requirement - WAC 480-123-110 (1)(e)
Prior and Current Year Rate Base

Company Name: (Below)
 ST. JOHN TELEPHONE, INC.

Line #	Description	B/S Line #	Adj. Balance End of Year 2013	Adj. Balance End of Year 2014	Average Adj End of Year Balance
Average Rate Base:					
1	Total Regulated Adjusted Telecom Plant-In-service	18	12,728,300	12,779,414	12,753,857
2	Total Property Held for Future Use	19	0	0	0
3	Total Regulated Adjusted Accumulated Depreciation (CR)	22	(4,355,324)	(4,833,059)	(4,594,192)
4	Total Regulated Materials & Supplies	6	42,039	26,481	34,260
5	Deferred Income Taxes (CR)		(1,142,490)	(1,173,045)	(1,157,768)
6	Total Regulated Rate Base		7,272,525	6,799,791	7,036,158

Footnotes:

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

Line 5 Adjusted Balance 2013 for Deferred Income Taxes revised from prior year per FCC rules on changes in non-regulated plant for 2013 cost study

State USF Petition Filing Requirement - WAC 480-123-110 (1)(e)
 Prior and Current Year Access Lines

Company Name: (Below)
ST. JOHN TELEPHONE, INC.

Line #	Description	Prior Year End of Yr. Balance - 2013	Current Year End of Yr. Balance - 2014	Difference	% Change
	Access Lines:				
1	Residential	431	412	(19)	-4.4%
2	Business	139	137	(2)	-1.4%
3	Total	570	549	(21)	-3.7%

State USF Petition Filing Requirement -WAC 480-123-110 (1)(e)
 Prior Year Income Statement

Company Name: (Below)
 ST. JOHN TELEPHONE, INC.

Line #	Description	Prior Year 2013 (A)	Part 64 Adj. to NonReg (B)	Prior Year Adjusted 2013 (C)
1	Local Network Services Revenues	116,245		116,245
2	Network Access Services Revenues	241,899	2,053,566	2,295,465
3	Long Distance Network Services Revenues			0
4	Carrier Billing and Collection Revenues	2,053,566	(2,041,258)	12,308
5	Miscellaneous Revenues	38,176	(12,308)	25,868
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(105,903)		(105,903)
7	Net Operating Revenues (1 thru 6)	2,343,983	0	2,343,983
8	Plant Specific Operations Expense	581,724	(183,401)	398,323
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	18,697	18,984	37,681
10	Depreciation Expense	477,761	(8,561)	469,200
11	Amortization Expense			0
12	Customer Operations Expense	172,036	(44,954)	127,082
13	Corporate Operations	341,451	(35,516)	305,935
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()			0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	341,451	(35,516)	305,935
14	Total Operations Expenses (8 thru 12 +13b)	1,591,669	(253,448)	1,338,221
15	Operating Income or Margins (7 less 14)	752,314	253,448	1,005,762
16	Other Operating Income and Expenses ()			0
17	State and Local Taxes		113,739	113,739
18	Federal Income Taxes (A1) - (LINE IS ZERO IF COMPANY IS S CORP)	4,940	(1,545)	3,395
19	Other Taxes	200,945	(120,787)	80,158
20	Total Operating Taxes (17+18+19)	205,885	(8,593)	197,292
21	Net Operating Income or Margins (15+16-20)	546,429	262,041	808,470
22	Interest on Funded Debt	383,151		383,151
23	Interest Expense - Capital Leases			0
24	Other Interest Expense			0
25	Allowance for Funds Used During Construction (CR)			0
26	Total Fixed Charges (22+23+24-25)	383,151	0	383,151
27	Nonoperating Net Income	35,853		35,853
28	Extraordinary Items			0
29	Jurisdictional Differences			0
30	Nonregulated Net Income (B1)	122,416	(262,041)	(139,625)
31	Total Net Income or Margins (21+27+28+29+30-26)	321,547	0	321,547
32	Total Taxes Based on Income			
33	Retained Earning or Margins Beginning-of-Year	5,589,119		5,589,119
34	Miscellaneous Credits Year-to-Date			0
35	Dividends Declared (Common)	37,600		37,600
36	Dividends Declared (Preferred)			0
37	Other Debits Year-to-Date	18,438		18,438
38	Transfers to Patronage Capital			0
39	Retained Earnings End-of-Period ((31+33+34)-(35+36+37+38))(A2)	5,854,628	0	5,854,628
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	713,419		713,419
45	Cash Ratio ((14+20-10-11)/7)	0.5631	#DIV/0!	0.4549
46	Operating Accrual Ratio ((14+20+26)/7)	0.9303	#DIV/0!	0.8185
47	TIER ((31+26)/26)	1.8392	#DIV/0!	1.8392
48	DSCR ((31+26+10+11)/44)	1.6575	#DIV/0!	1.6455

(C)

Footnotes:

- (A) As reported on RUS Form 479
- (A1) S Corps provide effective tax rate from Cost study on Page 8, Inc. Statement 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) Part 64 offset to nonregulated income (No Impact to retained earnings)
- (C) Corp. Op. Adj Exp. Reduction - See Exhibit 7 of Petition which takes (I) amount * 65% to Line 13a, Column C (Reduces total operating expense (L 14) and increases Operating Inc. (L15))

State USF Petition Filing Requirement -WAC 480-123-110 (1)(e)
 Current Year Income Statement

Company Name: (Below)
 ST. JOHN TELEPHONE, INC.

Line #	Description	Current Year 2014 (A)	Part 64 Adj. to NonReg (B)	Current Year Adjusted 2014 (C)
1	Local Network Services Revenues	117,802		117,802
2	Network Access Services Revenues	280,297	1,881,013	2,161,310
3	Long Distance Network Services Revenues		27,376	27,376
4	Carrier Billing and Collection Revenues	1,908,389	(1,902,644)	5,745
5	Miscellaneous Revenues	34,146	(5,745)	28,401
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(873)		(873)
7	Net Operating Revenues (1 thru 6)	2,339,761	0	2,339,761
8	Plant Specific Operations Expense	595,741	(196,519)	399,222
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	57,133	9,757	66,890
10	Depreciation Expense	474,013	(7,937)	466,076
11	Amortization Expense			0
12	Customer Operations Expense	168,558	(33,746)	134,812
13	Corporate Operations	377,493	(69,594)	307,899
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()			0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	377,493	(69,594)	307,899
14	Total Operations Expenses (8 thru 12 +13b)	1,672,938	(298,039)	1,374,899
15	Operating Income or Margins (7 less 14)	666,823	298,039	964,862
16	Other Operating Income and Expenses ()			0
17	State and Local Taxes		130,818	130,818
18	Federal Income Taxes (A1) - (LINE IS ZERO IF COMPANY IS S CORP)	16,660	(3,498)	13,162
19	Other Taxes	164,679	(135,852)	28,827
20	Total Operating Taxes (17+18+19)	181,339	(8,532)	172,807
21	Net Operating Income or Margins (15+16-20)	485,484	306,571	792,055
22	Interest on Funded Debt	353,114	-150628	202,486
23	Interest Expense - Capital Leases			0
24	Other Interest Expense	3		3
25	Allowance for Funds Used During Construction (CR)			0
26	Total Fixed Charges (22+23+24-25)	353,117	(150,628)	202,489
27	Nonoperating Net Income	44,462		44,462
28	Extraordinary Items			0
29	Jurisdictional Differences			0
30	Nonregulated Net Income (B1)	114,188	(457,199)	(343,011)
31	Total Net Income or Margins (21+27+28+29+30-26)	291,017	0	291,017
32	Total Taxes Based on Income			
33	Retained Earning or Margins Beginning-of-Year	5,854,628		5,854,628
34	Miscellaneous Credits Year-to-Date	3,488		3,488
35	Dividends Declared (Common)	36,760		36,760
36	Dividends Declared (Preferred)			0
37	Other Debits Year-to-Date			0
38	Transfers to Patronage Capital			0
39	Retained Earnings End-of-Period ((31+33+34)-(35+36+37+38))(A2)	6,112,373	0	6,112,373
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	713,419		713,419
45	Cash Ratio ((14+20-10-11)/7)	0.5899	#DIV/0!	0.4623
46	Operating Accrual Ratio ((14+20+26)/7)	0.9434	#DIV/0!	0.7480
47	TIER ((31+26)/26)	1.8241	1.0000	2.4372
48	DSCR ((31+26+10+11)/44)	1.5673	#DIV/0!	1.3450

Footnotes:

- (A) As reported on RUS Form 479
- (A1) S Corps provide effective tax rate from Cost study on Page 8, Inc. Statement 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) Part 64 offset to nonregulated income (No Impact to retained earnings)
- (C) Corp. Op. Adj Exp. Reduction - See Exhibit 7 of Petition which takes () amount * 65% to Line 13a, Column C
 (Reduces total operating expense (L 14) and increases Operating Inc. (L15)

State USF Petition Filing Requirement - WAC 480-123-110 (1)(e)
 Prior and Current Year Income Statement

Company Name:
 ST. JOHN TELEPHONE, INC.

Line #	Description	Adjusted Prior Year 2013	Adjusted Current Year 2014
1	Local Network Services Revenues	116,245	117,802
2	Network Access Services Revenues	2,295,465	2,161,310
3	Long Distance Network Services Revenues	0	27,376
4	Carrier Billing and Collection Revenues	12,308	5,745
5	Miscellaneous Revenues	25,868	28,401
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(105,903)	(873)
7	Net Operating Revenues (1 thru 6)	2,343,983	2,339,761
8	Plant Specific Operations Expense	398,323	399,222
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	37,681	66,890
10	Depreciation Expense	469,200	466,076
11	Amortization Expense	0	0
12	Customer Operations Expense	127,082	134,812
13	Corporate Operations	305,935	307,899
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()	0	0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	305,935	307,899
14	Total Operations Expenses (8 thru 12 +13b)	1,338,221	1,374,899
15	Operating Income or Margins (7 less 14)	1,005,762	964,862
16	Other Operating Income and Expenses ()	0	0
17	State and Local Taxes	113,739	130,818
18	Federal Income Taxes (A1) - (LINE IS ZERO IF COMPANY IS S CORP)	3,395	13,162
19	Other Taxes	80,158	28,827
20	Total Operating Taxes (17+18+19)	197,292	172,807
21	Net Operating Income or Margins (15+16-20)	808,470	792,055
22	Interest on Funded Debt	383,151	202,486
23	Interest Expense - Capital Leases	0	0
24	Other Interest Expense	0	3
25	Allowance for Funds Used During Construction	0	0
26	Total Fixed Charges (22+23+24-25)	383,151	202,489
27	Nonoperating Net Income	35,853	44,462
28	Extraordinary Items	0	0
29	Jurisdictional Differences	0	0
30	Nonregulated Net Income	(139,625)	(343,011)
31	Total Net Income or Margins (21+27+28+29+30-26)	321,547	291,017
32	Total Taxes Based on Income		
33	Retained Earning or Margins Beginning-of-Year	5,589,119	5,854,628
34	Miscellaneous Credits Year-to-Date	0	3,488
35	Dividends Declared (Common)	37,600	36,760
36	Dividends Declared (Preferred)	0	0
37	Other Debits Year-to-Date	18,438	0
38	Transfers to Patronage Capital	0	0
39	Retained Earnings or Margins End-of-Period ((31+33+34)-(35+36+37+38))	5,854,628	6,112,373
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	713,419	713,419
45	Cash Ratio ((14+20-10-11)/7)	0.4549	0.4623
46	Operating Accrual Ratio ((14+20+26)/7)	0.8185	0.7480
47	TIER ((31+26)/26)	1.8392	2.4372
48	DSCR ((31+26+10+11)/44)	1.65	1.3450

Footnote
 (A1) S Corporation Effective Tax Rate (2 decimal places):
 Note:
 Adjusted Income Statement reflects Part 64 Adjustments (Regulated to Nonregulated).

2013 2014

State USF Petition Filing Requirement - WAC 480-123-110 (1)(e)
Prior and Current Year Access Revenue Detail

Company Name: (Below)
ST. JOHN TELEPHONE, INC.

Line #	Description	Part 32 Account	Prior Year 2013	Current Year 2014
1	End User Revenue (SLC, ARC, etc.)	5081	73,046	75,714
2	Switched Access (excluding USF):	5082		
2a	Intrastate		92,645	77,571
2b	Interstate (includes CAF)		167,845	167,786
3	Special Access:	5083		
3a	Intrastate		9,163	1,445
3b	Interstate		114,318	130,645
4	Federal USF (ICLS/HCL/SN)	Varies	1,838,448	1,687,511
5	State USF			20,638
6	Other*			
7	Total (must equal line 2 of Income Stmt.)		2,295,465	2,161,310
8	Line 2 of Income Stmt.		2,295,465	2,161,310
9	Difference		0	0

Footnote:

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

Line 2b and 4 for Prior Year 2013 changed due to CAF amount \$75,306 was included in the Federal USF line 4 instead of line 2b last year.

State USF Petition Filing Requirement - WAC 480-123-110 (1)(e)
Out-of-Period Adjustments

Description of Out-of-Period - 2014 (As Recorded)	Part 32 Account	
	Debit	Credit
Adjustment #1:		
Adjustment #2:		
Adjustment #3:		
Adjustment #4		

State USF Petition Filing Requirement - WAC 480-123-110 (1)(e)
 Rate of Return and Consolidated Return on Equity

Company Name: (Below)
ST. JOHN TELEPHONE, INC.

Line #	Description	2014
1	Rate Base (Jan. 1)	7,272,525
2	Rate Base (Dec 31)	6,799,791
3	Average Rate Base	<u>7,036,158</u>
4	Net Operating Income	792,055
5	Out-of-Period Adjustments Net of FIT (A)	0
6	Adjusted Net Operating Income	<u>792,055</u>
7	Earned Regulated Rate of Return	11.26%
8	Consolidated Equity (Jan 1)	5,583,226
9	Consolidated Equity (Dec 31)	5,841,131
10	Average Equity	<u>5,712,179</u>
11	Consolidated Net Income	291,017
12	Out-of-Period Adjustments Net of FIT (B)	0
13	Adjusted Consolidated Net Income	<u>291,017</u>
14	Earned Return on Equity	5.09%

Footnote:

- (A) Source: Line 31 from Out-of-Period
 Adjustment work sheet