

2014 State USF Petition Filing Requirement -WAC 480-123-110(e)
 Prior Year Balance Sheet

Company Name: (Below)
 Mashell Telecom, Inc.

ASSETS	Balance End of Year 2012 (A)	Part 64 Adj to NonReg 2012 (B)	Adj. Balance End of Year 2012	LIABILITIES AND STOCKHOLDERS' EQUITY	Balance Prior Year 2012 (A)	Part 64 Adj to NonReg 2012 (B)	Adj. Balance End of Year 2012
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents	185,756		185,756	25. Accounts Payable	782,927		782,927
2. Cash-RUS Construction Fund			0	26. Notes Payable			0
3. Affiliates:				27. Advance Billings and Payments			0
a. Telecom, Accounts Receivable	3,429,042		3,429,042	28. Customer Deposits			0
b. Other Accounts Receivable			0	29. Current Mat. L/T Debt	1,400,000		1,400,000
c. Notes Receivable			0	30. Current Mat. L/T Debt Rur. Dev.			0
4. Non-Affiliates:				31. Current Mat. - Capital Leases	34,159		34,159
a. Telecom, Accounts Receivable	369,294		369,294	32. Income Taxes Accrued			0
b. Other Accounts Receivable	71,947		71,947	33. Other Taxes Accrued	63,488		63,488
c. Notes Receivable			0	34. Other Current Liabilities	287,158		287,158
5. Interest and Dividends Receivable			0	35. Total Current Liabilities (25 thru 34)	2,567,732		2,567,732
6. Material-Regulated	237,725	(133,088)	104,637	LONG-TERM DEBT			
7. Material-Nonregulated			0	36. Funded Debt-RUS Notes			0
8. Prepayments			0	37. Funded Debt-RTB Notes			0
9. Other Current Assets	58,331		58,331	38. Funded Debt-FFB Notes			0
10. Total Current Assets (1 Thru 9)	4,352,095	(133,088)	4,219,007	39. Funded Debt-Other	6,050,000		6,050,000
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			0	43. Obligations Under Capital Lease	100,347		100,347
12. Other Investments				44. Adv. From Affiliated Companies			0
a. Rural Development			0	45. Other Long-Term Debt			0
b. Nonrural Development	56,993		56,993	46. Total Long-Term Debt (36 thru 45)	6,150,347		6,150,347
13. Nonregulated Investments (B1)	7,242,431	(160,699)	7,081,732	OTHER LIAB. & DEF. CREDITS			
14. Other Noncurrent Assets	78,173		78,173	47. Other Long-Term Liabilities			0
15. Deferred Charges	257,857		257,857	48. Other Deferred Credits (C)			0
16. Jurisdictional Differences			0	49. Other Jurisdictional Differences			0
17. Total noncurrent Assets (11 thru 16)	7,635,454	(160,699)	7,474,755	50. Total Other Liab. & Def. Credits (47 thru 49)	0	0	0
PLANT, PROPERTY AND EQUIPMENT				EQUITY			
18. Telecom Plant-In-Service	15,472,675	498,631	15,971,306	51. Cap. Stock Outstanding & Subscribed	57,050		57,050
19. Property Held for Future Use			0	52. Additional Paid-in-Capital			0
20. Plant Under Construction	68,960		68,960	53. Treasury Stock			0
21. Plant Adj., Nonop Plant & Goodwill			0	54. Membership and cap. Certificates			0
22. Accumulated Depreciation (CR.)	(13,654,112)	(204,844)	(13,858,956)	55. Other Capital	11,054,124		11,054,124
23. Net Plant (18 thru 21 less 22)	1,887,523	293,787	2,181,310	56. Patronage Capital Credits			0
TOTAL ASSETS (10+17+23)	13,875,072	0	13,875,072	57. Retained Earnings or Margins (B2)	(5,954,181)	0	(5,954,181)
				58. Total Equity (51 thru 57)	5,156,993	-	5,156,993
				59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	13,875,072	0	13,875,072

(A) - As reported on Form 481
 (B) - Part 64 adjustments to rate base from regulated to nonregulated.
 (B1) - Part 64 offset to nonreg investment
 (B2) - Part 64 offset to retained earnings
 (C) - Part 64 Adj. for line 48 is only for deferred taxes.

2014 State USF Petition Filing Requirement - WAC 480-123-110(e)
Current Year Balance Sheet

Company Name: (Below)
Mashell Telecom, Inc.

ASSETS	Balance End of Year 2013 (A)	Part 64 Adj to NonReg 2013 (B)	Adj. Balance End of Year 2013	LIABILITIES AND STOCKHOLDERS' EQUITY	Balance Prior Year 2013 (A)	Part 64 Adj to NonReg 2013 (B)	Adj. Balance End of Year 2013
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents	361,842		361,842	25. Accounts Payable	632,894		632,894
2. Cash-RUS Construction Fund			0	26. Notes Payable			0
3. Affiliates:				27. Advance Billings and Payments			0
a. Telecom, Accounts Receivable	3,401,580		3,401,580	28. Customer Deposits			0
b. Other Accounts Receivable			0	29. Current Mat. L/T Debt	1,216,000		1,216,000
c. Notes Receivable			0	30. Current Mat. L/T Debt Rur. Dev.			0
4. Non-Affiliates:				31. Current Mat. - Capital Leases	28,227		28,227
a. Telecom, Accounts Receivable	256,724		256,724	32. Income Taxes Accrued			0
b. Other Accounts Receivable	9,889		9,889	33. Other Taxes Accrued	85,842		85,842
c. Notes Receivable			0	34. Other Current Liabilities	308,508		308,508
5. Interest and Dividends Receivable			0	35. Total Current Liabilities (25 thru 34)	2,271,471		2,271,471
6. Material-Regulated	214,564	(96,751)	117,813	LONG-TERM DEBT			
7. Material-Nonregulated			0	36. Funded Debt-RUS Notes			0
8. Prepayments			0	37. Funded Debt-RTB Notes			0
9. Other Current Assets	70,564		70,564	38. Funded Debt-FFB Notes			0
10. Total Current Assets (1 Thru 9)	4,315,163	(96,751)	4,218,412	39. Funded Debt-Other	5,806,465		5,806,465
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			0	43. Obligations Under Capital Lease	74,410		74,410
12. Other Investments				44. Adv. From Affiliated Companies			0
a. Rural Development			0	45. Other Long-Term Debt			0
b. Nonrural Development	60,003		60,003	46. Total Long-Term Debt (36 thru 45)	5,880,875		5,880,875
13. Nonregulated Investments (B1)	6,382,187	(23,981)	6,358,206	OTHER LIAB. & DEF. CREDITS			
14. Other Noncurrent Assets	74,691		74,691	47. Other Long-Term Liabilities			0
15. Deferred Charges	200,538		200,538	48. Other Deferred Credits (C)			0
16. Jurisdictional Differences			0	49. Other Jurisdictional Differences			0
17. Total noncurrent Assets (11 thru 16)	6,717,419	(23,981)	6,693,438	50. Total Other Liab. & Def. Credits (47 thru 49)	0	0	0
PLANT, PROPERTY AND EQUIPMENT				EQUITY			
18. Telecom Plant-In-Service	15,122,452	(299,881)	14,822,571	51. Cap. Stock Outstanding & Subscribed	57,050		57,050
19. Property Held for Future Use			0	52. Additional Paid-in-Capital			0
20. Plant Under Construction	86,007		86,007	53. Treasury Stock			0
21. Plant Adj., Nonop Plant & Goodwill			0	54. Membership and cap. Certificates			0
22. Accumulated Depreciation (CR.)	(13,456,586)	420,613	(13,035,973)	55. Other Capital	11,054,124		11,054,124
23. Net Plant (18 thru 21 less 22)	1,751,873	120,732	1,872,605	56. Patronage Capital Credits			0
TOTAL ASSETS (10+17+23)	12,784,455	0	12,784,455	57. Retained Earnings or Margins (B2)	(6,479,065)	-	(6,479,065)
				58. Total Equity (51 thru 57)	4,632,109	-	4,632,109
				59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	12,784,455	0	12,784,455

(A) - As reported on Form 481

(B) - Part 64 adjustments to rate base
from regulated to nonregulated.

(B1) - Part 64 offset to nonreg investment

(B2) - Part 64 offset to retained earnings

(C) - Part 64 Adj. for line 48 is only for
deferred taxes.

2014 State USF Petition Filing Requirement - WAC 480-123-110(e)
Adjusted Prior and Current Year Balance Sheet

Company Name: (Below)
Mashell Telecom, Inc.

ASSETS	Adjusted Prior Year Balance 2012	Adjusted Current Year Balance 2013	LIABILITIES AND STOCKHOLDERS' EQUITY	Adjusted Prior Year Balance 2012	Adjusted Prior Year Balance 2013
CURRENT ASSETS			CURRENT LIABILITIES		
1. Cash and Equivalents	185,756	361,842	25. Accounts Payable	782,927	632,894
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	3,429,042	3,401,580	28. Customer Deposits	0	0
b. Other Accounts Receivable	0	0	29. Current Mat. L/T Debt	1,400,000	1,216,000
c. Notes Receivable	0	0	30. Current Mat. L/T Debt Rur. Dev.	0	0
4. Non-Affiliates:			31. Current Mat. - Capital Leases	34,159	28,227
a. Telecom, Accounts Receivable	369,294	256,724	32. Income Taxes Accrued	0	0
b. Other Accounts Receivable	71,947	9,889	33. Other Taxes Accrued	63,488	85,842
c. Notes Receivable	0	0	34. Other Current Liabilities	287,158	308,508
5. Interest and Dividends Receivable	0	0	35. Total Current Liabilities (25 - 34)	2,567,732	2,271,471
6. Material-Regulated	104,637	117,813	LONG-TERM DEBT		
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	58,331	70,564	38. Funded Debt-FFB Notes	0	0
10. Total Current Assets (1 Thru 9)	4,219,007	4,218,412	39. Funded Debt-Other	6,050,000	5,806,465
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	0	0	43. Obligations Under Capital Lease	100,347	74,410
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	56,993	60,003	46. Total Long-Term Debt (36-45)	6,150,347	5,880,875
13. Nonregulated Investments	7,081,732	6,358,206	OTHER LIAB. & DEF. CREDITS		
14. Other Noncurrent Assets	78,173	74,691	47. Other Long-Term Liabilities	0	0
15. Deferred Charges	257,857	200,538	48. Other Deferred Credits (B)	0	0
16. Jurisdictional Differences	0	0	49. Other Jurisdictional Differences	0	0
17. Total noncurrent Assets (11 thru 16)	7,474,755	6,693,438	50. Total Other Liab. & Def. Credits (47 thru 49)	0	0
PLANT, PROPERTY AND EQUIPMENT			EQUITY		
18. Telecom Plant-in-Service	15,971,306	14,822,571	51. Cap. Stock Outstanding & Subscribed	57,050	57,050
19. Property Held for Future Use	0	0	52. Additional Paid-in-Capital	0	0
20. Plant Under Construction	68,960	86,007	53. Treasury Stock	0	0
21. Plant Adj., Nonop Plant & Goodwill	0	0	54. Membership and cap. Certificates	0	0
22. Accumulated Depreciation (CR.)	(13,858,956)	(13,035,973)	55. Other Capital	11,054,124	11,054,124
23. Net Plant (18 thru 21 less 22)	2,181,310	1,872,605	56. Patronage Capital Credits	0	0
TOTAL ASSETS (10+17+23)	13,875,072	12,784,455	57. Retained Earnings or Margins	(5,954,181)	(6,479,065)
			58. Total Equity (51 thru 57)	5,156,993	4,632,109
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	13,875,072	12,784,455

Note:
Adjusted Balances represents balances
after current year Part 64 adjustments
(B) - Provide Deferred Taxes on
separate rate base schedule

2014 State USF Petition Filing Requirement - WAC 480-123-110(e)
Prior and Current Year Rate Base

Company Name: (Below)
 Mashell Telecom, Inc.

	Line #	Adj. Balance End of Year 2012	Adj. Balance End of Year 2013	Average Adj End of Year Balance
Average Rate Base:				
Total Regulated Adjusted Telecom Plant-In-service	18	15,971,306	14,822,571	15,396,939
Total Property Held for Future Use	19	0	0	0
Total Regulated Adjusted Accumulated Depreciation (CR)	22	(13,858,956)	(13,035,973)	(13,447,465)
Total Regulated Materials & Supplies	6	104,637	117,813	111,225
Deferred Income Taxes (CR)				0
Total Regulated Rate Base		2,216,987	1,904,411	2,060,699

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

2014 State USF Petition Filing Requirement - WAC 480-123-110(e)
 Statistics - Prior and Current Year

Company Name: (Below)
 Mashell Telecom, Inc.

Description	Prior Year End of Yr. Balance - 2012	Current Year End of Yr Balance - 2013	Difference	% Change
Access Lines:				
Residential	2,455	2,306	(149)	-6.1%
Business	547	523	(24)	-4.4%
Total	3,002	2,829	(173)	-5.8%
	End of Yr. Balance - 2012	End of Year Balance -2013	Difference	% Change
Broadband Connections	2,039	2,020	(19)	-0.9%
	Prior Yr. 2012	Current Yr. 2013	Difference	% Change
Total Annual Amount:				
Gross Capital Expenditures	32,475	239,585	207,110	637.8%

Company Name: (Below)

Mashell Telecom, Inc.

Description	Prior Year End of Yr. Balance - 2012	Current Year End of Yr. Balance - 2013	Difference	% Change
Broadband Connections:				
DSL	1,319	1,309	-10	-0.76%
Cable modem	720	711	-9	-1.25%
Total	2,039	2,020	-19	-0.93%

2014 State USF Petition Filing Requirement - WAC 480-123-110(e)
 Prior year Adjusted Income Statement

FCC Form 481

Part B Statement of Income and Retained Earnings Statement

Company Name: (Below)

Mashell Telecom, Inc.

Line #	Item	Prior Year 2012 (A)	Part 64 Adj. to NonReg (B)	Prior Year Adjusted 2012
1	Local Network Services Revenues	691,417		691,417
2	Network Access Services Revenues	2,628,274		2,628,274
3	Long Distance Network Services Revenues	191,602	(191,602)	0
4	Carrier Billing and Collection Revenues	63		63
5	Miscellaneous Revenues	34,661		34,661
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(19,744)		(19,744)
7	Net Operating Revenues (1 thru 6)	3,526,273	(191,602)	3,334,671
8	Plant Specific Operations Expense	1,390,067		1,390,067
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	505,087	(161,217)	343,870
10	Depreciation Expense	470,886	51,301	522,187
11	Amortization Expense	52,036	(23,183)	28,853
12	Customer Operations Expense	722,482	(79,132)	643,350
13	Corporate Operations	1,216,109	3,399	1,219,508
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()			0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	1,216,109	3,399	1,219,508
14	Total Operations Expenses (8 thru 12 +13b)	4,356,667	(208,832)	4,147,835
15	Operating Income or Margins (7 less 14)	(830,394)	17,230	(813,164)
16	Other Operating Income and Expenses ()			0
17	State and Local Taxes			0
18	Federal Income Taxes (A1)	(351)	351	0
19	Other Taxes	262,906		262,906
20	Total Operating Taxes (17+18+19)	262,555	351	262,906
21	Net Operating Income or Margins (15+16-20)	(1,092,949)	16,879	(1,076,070)
22	Interest on Funded Debt	312,997		312,997
23	Interest Expense - Capital Leases	2,083		2,083
24	Other Interest Expense	(1,385)		(1,385)
25	Allowance for Funds Used During Construction (CR)			0
26	Total Fixed Charges (22+23+24-25)	313,695	0	313,695
27	Nonoperating Net Income	(26,424)		(26,424)
28	Extraordinary Items			0
29	Jurisdictional Differences			0
30	Nonregulated Net Income (B1)	1,646,476	(16,879)	1,629,597
31	Total Net Income or Margins (21+27+28+29+30-26)	213,408	0	213,408
32	Total Taxes Based on Income			0
33	Retained Earning or Margins Beginning-of-Year	(6,167,589)		(6,167,589)
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	Retained Earnings or Margins End-of-Period ((31+33+34)-(35+36+37+38))	(5,954,181)	0	(5,954,181)
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	1,565,595		1,565,595
45	Cash Ratio ((14+20-10-11)/7)	1.1617	1.2348	1.1574
46	Operating Accrual Ratio ((14+20+26)/7)	1.3989	1.0881	1.4168
47	TIER ((31+26)/26)	1.6803	#DIV/0!	1.6803
48	DSCR ((31+26+10+11)/44)	0.6707	#DIV/0!	0.6886

Notes:

- (A) As reported on Form 481
- (A1) S Corporations provide effective tax rate on Income Statement Summary Schedule footnote, Page 8
- (B) Part 64 adjustment from regulated to nonregulated
- (B1) Part 64 offset to nonregulated income (No Impact to retained earnings)

2014 State USF Petition Filing Requirement - WAC 480-123-110(e)
 Current Year Adjusted Income Statement

Company Name: (Below)
 Mashell Telecom, Inc.

Line #	Item	Prior Year 2013 (A)	Part 64 Adj. to NonReg (B)	Prior Year Adjusted 2013
1	Local Network Services Revenues	652,675		652,675
2	Network Access Services Revenues	2,298,937		2,298,937
3	Long Distance Network Services Revenues	167,654	(167,654)	0
4	Carrier Billing and Collection Revenues	41		41
5	Miscellaneous Revenues	32,157		32,157
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(13,577)		(13,577)
7	Net Operating Revenues (1 thru 6)	3,137,887	(167,654)	2,970,233
8	Plant Specific Operations Expense	1,432,660	(12,448)	1,420,212
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	638,627	(248,776)	389,851
10	Depreciation Expense	475,303	29,440	504,743
11	Amortization Expense	59,314	(31,880)	27,434
12	Customer Operations Expense	835,664	(193,587)	642,077
13	Corporate Operations	1,279,813	12,331	1,292,144
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()			0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	1,279,813	12,331	1,292,144
14	Total Operations Expenses (8 thru 12 +13b)	4,721,381	(444,920)	4,276,461
15	Operating Income or Margins (7 less 14)	(1,583,494)	277,266	(1,306,228)
16	Other Operating Income and Expenses ()			0
17	State and Local Taxes			0
18	Federal Income Taxes (A1)			0
19	Other Taxes	242,528		242,528
20	Total Operating Taxes (17+18+19)	242,528	0	242,528
21	Net Operating Income or Margins (15+16-20)	(1,826,022)	277,266	(1,548,756)
22	Interest on Funded Debt	379,157		379,157
23	Interest Expense - Capital Leases	6,170		6,170
24	Other Interest Expense	(301)		(301)
25	Allowance for Funds Used During Construction (CR)			0
26	Total Fixed Charges (22+23+24-25)	385,026	0	385,026
27	Nonoperating Net Income	(58,692)		(58,692)
28	Extraordinary Items			0
29	Jurisdictional Differences			0
30	Nonregulated Net Income (B1)	1,744,856	(277,266)	1,467,590
31	Total Net Income or Margins (21+27+28+29+30-26)	(524,884)	0	(524,884)
32	Total Taxes Based on Income			0
33	Retained Earning or Margins Beginning-of-Year	(5,954,181)		(5,954,181)
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	Retained Earnings or Margins End-of-Period ((31+33+34)-(35+36+37+38))	(6,479,065)	0	(6,479,065)
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	806,692		806,692
45	Cash Ratio ((14+20-10-11)/7)	1.4116	2.6392	1.3423
46	Operating Accrual Ratio ((14+20+26)/7)	1.7046	2.6538	1.6511
47	TIER ((31+26)/26)	(0.3632)	#DIV/0!	(0.3632)
48	DSCR ((31+26+10+11)/44)	0.4894	#DIV/0!	0.4863

Notes:

- (A) As reported on Form 481
- (A1) S Corporations provide effective tax rate on Income Statement Summary Schedule footnote, Page 8
- (B) Part 64 adjustment from regulated to nonregulated
- (B1) Part 64 offset to nonregulated income (No Impact to retained earnings)

2014 State USF Petition Filing Requirement - WAC 480-123-110(e)
 Prior and Current Year Income Statement

Company Name:

Line #	Item	Adjusted Prior Year 2012	Adjusted Current Year 2013
1	Local Network Services Revenues	691,417	652,675
2	Network Access Services Revenues	2,628,274	2,298,937
3	Long Distance Network Services Revenues	0	0
4	Carrier Billing and Collection Revenues	63	41
5	Miscellaneous Revenues	34,661	32,157
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(19,744)	(13,577)
7	Net Operating Revenues (1 thru 6)	3,334,671	2,970,233
8	Plant Specific Operations Expense	1,390,067	1,420,212
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	343,870	389,851
10	Depreciation Expense	522,187	504,743
11	Amortization Expense	28,853	27,434
12	Customer Operations Expense	643,350	642,077
13	Corporate Operations	1,219,508	1,292,144
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()	0	0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	1,219,508	1,292,144
14	Total Operations Expenses (8 thru 12 +13b)	4,147,835	4,276,461
15	Operating Income or Margins (7 less 14)	(813,164)	(1,306,228)
16	Other Operating Income and Expenses ()	0	0
17	State and Local Taxes	0	0
18	Federal Income Taxes	0	0
19	Other Taxes	262,906	242,528
20	Total Operating Taxes (17+18+19)	262,906	242,528
21	Net Operating Income or Margins (15+16-20)	(1,076,070)	(1,548,756)
22	Interest on Funded Debt	312,997	379,157
23	Interest Expense - Capital Leases	2,083	6,170
24	Other Interest Expense	(1,385)	(301)
25	Allowance for Funds Used During Construction	0	0
26	Total Fixed Charges (22+23+24-25)	313,695	385,026
27	Nonoperating Net Income	(26,424)	(58,692)
28	Extraordinary Items	0	0
29	Jurisdictional Differences	0	0
30	Nonregulated Net Income	1,629,597	1,467,590
31	Total Net Income or Margins (21+27+28+29+30-26)	213,408	(524,884)
32	Total Taxes Based on Income	0	0
33	Retained Earning or Margins Beginning-of-Year	(6,167,589)	(5,954,181)
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	Retained Earnings or Margins End-of-Period ((31+33+34)-(35+36+37+38))	(5,954,181)	(6,479,065)
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	1,565,595	806,692
45	Cash Ratio ((14+20-10-11)/7)	1.1574	1.3423
46	Operating Accrual Ratio ((14+20+26)/7)	1.4168	1.6511
47	TIER ((31+26)/26)	1.6803	(0.3632)
48	DSCR ((31+26+10+11)/44)	0.69	0.4863

Footnote (A1)

S Corporation Effective Tax Rate (2 decimal places):

2012

2013

2014 State USF Petition Filing requirement - WAC 480-123-110 (e)
 Network Access Services Revenue
 Prior and Current Year

Company Name: (Below)
 Mashell Telecom, Inc.

Description	Part 32 Account	2012	2013
End User Revenue (SLC, ARC, etc.)	5081	334,574	343,826
Switched Access (excluding USF):	5082		
Intrastate		401,888	247,899
Interstate		194,703	218,020
Special Access:	5083		
Intrastate		66,592	44,721
Interstate		520,468	592,036
Federal USF (ICLS/CAF/HCL/SN)	Varies	1,110,049	852,435
Total (must equal line 2 of Income Stmt.)		2,628,274	2,298,937
Line 2 of Income Stmt.		2,628,274	2,298,937
Difference		0	0