

Company Name:
PEND OREILLE TELEPHONE COMPANY

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 End of Year 2012 (A)	Part 64 Adj to NonReg 2012 (B)	Adj. Balance End of Year 2012
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents	153,935		153,935	25. Accounts Payable	473,593		473,593
2. Cash-RUS Construction Fund	305,225		305,225	26. Notes Payable	0		0
3. Affiliates:				27. Advance Billings and Payments	82,547		82,547
a. Telecom, Accounts Receivable	0		0	28. Customer Deposits	4,050	0	4,050
b. Other Accounts Receivable	230,955		230,955	29. Current Mat. L/T Debt	0		0
c. Notes Receivable	77,188		77,188	30. Current Mat. L/T Debt Rur. Dev.	0		0
4. Non-Affiliates:				31. Current Mat. - Capital Leases	0		0
a. Telecom, Accounts Receivable	120,966		120,966	32. Income Taxes Accrued	0		0
b. Other Accounts Receivable	164,770		164,770	33. Other Taxes Accrued	0		0
c. Notes Receivable	0		0	34. Other Current Liabilities	43,443		43,443
5. Interest and Dividends Receivable	0		0	35. Total Current Liabilities (25 thru 34)	603,633	0	603,633
6. Material-Regulated	221,708	(419)	221,289	LONG-TERM DEBT			
7. Material-Nonregulated	8,608		8,608	36. Funded Debt-RUS Notes	1,390,360		1,390,360
8. Prepayments	0		0	37. Funded Debt-RTB Notes	0		0
9. Other Current Assets	22,674		22,674	38. Funded Debt-FFB Notes	0		0
10. Total Current Assets (1 Thru 9)	1,306,029	(419)	1,305,610	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	0		0	43. Obligations Under Capital Lease	0		0
12. Other Investments				44. Adv. From Affiliated Companies	389,587		389,587
a. Rural Development	0		0	45. Other Long-Term Debt	0		0
b. Nonrural Development	365,509		365,509	46. Total Long-Term Debt (36 thru 45)	1,779,947		1,779,947
13. Nonregulated Investments (B1)	0	8,399	8,399	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 (C)	0	0	0
16. Jurisdictional Differences	0		0	49. Other Jurisdictional Differences	0		0
17. Total noncurrent Assets (11 thru 16)	365,509	8,399	373,908	50. Total Other Liab. & Def. Credits (47 thru 49)	0	0	0
PLANT, PROPERTY AND EQUIPMENT				EQUITY			
18. Telecom Plant-In-Service	16,197,416	(34,120)	16,163,296	51. Cap. Stock Outstanding & Subscribed	2,666,346		2,666,346
19. Property Held for Future Use	1,250		1,250	52. Additional Paid-in-Capital	0		0
20. Plant Under Construction	379,988		379,988	53. Treasury Stock	0		0
21. Plant Adj., Nonop Plant & Goodwill	0		0	54. Membership and cap. Certificates	0		0
22. Accumulated Depreciation (CR.)	(13,697,578)	26,140	(13,671,438)	55. Other Capital	0		0
23. Net Plant (18 thru 21 less 22)	2,881,076	(7,980)	2,873,096	56. Patronage Capital Credits	0		0
TOTAL ASSETS (10+17+23)	4,552,614	0	4,552,614	57. Retained Earnings or Margins (B2)	(497,312)	0	(497,312)
				58. Total Equity (51 thru 57)	2,169,034	0	2,169,034
				59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	4,552,614	0	4,552,614

(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.

Company Name:
PEND OREILLE TELEPHONE COMPANY

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 End of Year 2013 (A)	Part 64 Adj to NonReg 2013 (B)	Adj. Balance End of Year 2013
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents	317,801		317,801	25. Accounts Payable	124,046		124,046
2. Cash-RUS Construction Fund	865		865	26. Notes Payable	0		0
3. Affiliates:				27. Advance Billings and Payments	0		0
a. Telecom, Accounts Receivable	0		0	28. Customer Deposits	3,670	0	3,670
b. Other Accounts Receivable	184,464		184,464	29. Current Mat. L/T Debt	87,435		87,435
c. Notes Receivable	78,746		78,746	30. Current Mat. L/T Debt Rur. Dev.	0		0
4. Non-Affiliates:				31. Current Mat. - Capital Leases	0		0
a. Telecom, Accounts Receivable	46,546		46,546	32. Income Taxes Accrued	0		0
b. Other Accounts Receivable	265,892		265,892	33. Other Taxes Accrued	0		0
c. Notes Receivable	0		0	34. Other Current Liabilities	54,771		54,771
5. Interest and Dividends Receivable	0		0	35. Total Current Liabilities (25 thru 34)	269,922	0	269,922
6. Material-Regulated	220,526	-	220,526	LONG-TERM DEBT			
7. Material-Nonregulated	5,862		5,862	36. Funded Debt-RUS Notes	1,295,829		1,295,829
8. Prepayments	0		0	37. Funded Debt-RTB Notes	0		0
9. Other Current Assets	67,390		67,390	38. Funded Debt-FFB Notes	0		0
10. Total Current Assets (1 Thru 9)	1,188,092	-	1,188,092	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	0		0	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	367,590		367,590	46. Total Long-Term Debt (36 thru 45)	1,295,829		1,295,829
13. Nonregulated Investments (B1)	0	6,563	6,563	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 (C)	0	-	0
16. Jurisdictional Differences	0		0	49. Other Jurisdictional Differences	0		0
17. Total noncurrent Assets (11 thru 16)	367,590	6,563	374,153	50. Total Other Liab. & Def. Credits (47 thru 49)	0	0	0
PLANT, PROPERTY AND EQUIPMENT				EQUITY			
18. Telecom Plant-In-Service	16,617,822	(30,841)	16,586,981	51. Cap. Stock Outstanding & Subscribed	2,666,346		2,666,346
19. Property Held for Future Use	1,250		1,250	52. Additional Paid-in-Capital	0		0
20. Plant Under Construction	39,971		39,971	53. Treasury Stock	0		0
21. Plant Adj., Nonop Plant & Goodwill	0		0	54. Membership and cap. Certificates	0		0
22. Accumulated Depreciation (CR.)	(13,998,455)	24,278	(13,974,177)	55. Other Capital	0		0
23. Net Plant (18 thru 21 less 22)	2,660,588	(6,563)	2,654,025	56. Patronage Capital Credits	0		0
TOTAL ASSETS (10+17+23)	4,216,270	0	4,216,270	57. Retained Earnings or Margins (B2)	(15,828)		(15,828)
				58. Total Equity (51 thru 57)	2,650,518	0	2,650,518
				59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	4,216,270	0	4,216,270

(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.

Company Name:
PEND OREILLE TELEPHONE COMPANY

ASSETS	Adjusted Prior Year Balance 2012	Adjusted Current Year Balance 2013	LIABILITIES AND STOCKHOLDERS' EQUITY	Adjusted Prior Year Balance 2012	Adjusted Current Year Balance 2013
CURRENT ASSETS			CURRENT LIABILITIES		
1. Cash and Equivalents	153,935	317,801	25. Accounts Payable	473,593	124,046
2. Cash-RUS Construction Fund	305,225	865	26. Notes Payable	0	0
3. Affiliates:			27. Advance Billings and Payments	82,547	0
a. Telecom, Accounts Receivable	0	0	28. Customer Deposits	4,050	3,670
b. Other Accounts Receivable	230,955	184,464	29. Current Mat. L/T Debt	0	87,435
c. Notes Receivable	77,188	78,746	30. Current Mat. L/T Debt Rur. Dev.	0	0
4. Non-Affiliates:			31. Current Mat. - Capital Leases	0	0
a. Telecom, Accounts Receivable	120,966	46,546	32. Income Taxes Accrued	0	0
b. Other Accounts Receivable	164,770	265,892	33. Other Taxes Accrued	0	0
c. Notes Receivable	0	0	34. Other Current Liabilities	43,443	54,771
5. Interest and Dividends Receivable	0	0	35. Total Current Liabilities (25 - 34)	603,633	269,922
6. Material-Regulated	221,289	220,526	LONG-TERM DEBT		
7. Material-Nonregulated	8,608	5,862	36. Funded Debt-RUS Notes	1,390,360	1,295,829
8. Prepayments	0	0	37. Funded Debt-RTB Notes	0	0
9. Other Current Assets	22,674	67,390	38. Funded Debt-FFB Notes	0	0
10. Total Current Assets (1 Thru 9)	1,305,610	1,188,092	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	0	0	43. Obligations Under Capital Lease	0	0
12. Other Investments			44. Adv. From Affiliated Companies	389,587	0
a. Rural Development	0	0	45. Other Long-Term Debt	0	0
b. Nonrural Development	365,509	367,590	46. Total Long-Term Debt (36-45)	1,779,947	1,295,829
13. Nonregulated Investments	8,399	6,563	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 (B)	0	0
16. Jurisdictional Differences	0	0	49. Other Jurisdictional Differences	0	0
17. Total noncurrent Assets (11 thru 16)	373,908	374,153	50. Total Other Liab. & Def. Credits (47 thru 49)	0	0
PLANT, PROPERTY AND EQUIPMENT			EQUITY		
18. Telecom Plant-in-Service	16,163,296	16,586,981	51. Cap. Stock Outstanding & Subscribed	2,666,346	2,666,346
19. Property Held for Future Use	1,250	1,250	52. Additional Paid-in-Capital	0	0
20. Plant Under Construction	379,988	39,971	53. Treasury Stock	0	0
21. Plant Adj., Nonop Plant & Goodwill	0	0	54. Membership and cap. Certificates	0	0
22. Accumulated Depreciation (CR.)	(13,671,438)	(13,974,177)	55. Other Capital	0	0
23. Net Plant (18 thru 21 less 22)	2,873,096	2,654,025	56. Patronage Capital Credits	0	0
TOTAL ASSETS (10+17+23)	4,552,614	4,216,270	57. Retained Earnings or Margins	(497,312)	(15,828)
			58. Total Equity (51 thru 57)	2,169,034	2,650,518
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	4,552,614	4,216,270

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

Company Name:
 PEND OREILLE TELEPHONE COMPANY

	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	16,163,296	16,586,981	16,375,138
Total Regulated Adjusted Accumulated Depreciation (CR)	22	(13,671,438)	(13,974,177)	(13,822,807)
Total Regulated Materials & Supplies	6	221,289	220,526	220,907
Deferred Income Taxes (CR)		0	0	0
Total Regulated Rate Base		2,713,147	2,833,330	2,773,239

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

Company Name:
 PEND OREILLE TELEPHONE COMPANY

Description	Prior Year End of Yr. Balance - 2012	Current Year End of Yr Balance - 2013	Difference	% Change
Access Lines:				
Residential	1,345	1,261	(84)	-6.2%
Business	310	353	43	13.9%
Total	1,655	1,614	(41)	-2.5%
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	End of Yr. Balance - 2012	End of Year Balance -2013	Difference	% Change
Broadband Connections	645	651	6	0.9%
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	Prior Yr. 2012	Current Yr. 2013	Difference	% Change
Total Annual Amount:				
Gross Capital Expenditures	1,059,467	420,406	(639,061)	-60.3%
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Part B Statement of Income and Retained Earnings Statement

Company Name:

PEND OREILLE TELEPHONE COMPANY

Line #	Item	Prior Year 2012 (A)	Part 64 Adj. to NonReg (B)	Prior Year Adjusted 2012
1	Local Network Services Revenues	407,265	-	407,265
2	Network Access Services Revenues	1,426,808	-	1,426,808
3	Long Distance Network Services Revenues	0		0
4	Carrier Billing and Collection Revenues	1,033	-	1,033
5	Miscellaneous Revenues	22,285		22,285
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(2,594)		(2,594)
7	Net Operating Revenues (1 thru 6)	1,854,797	0	1,854,797
8	Plant Specific Operations Expense	544,987	(3,675)	541,312
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	178,981	0	178,981
10	Depreciation Expense	248,983	(693)	248,290
11	Amortization Expense	34,125		34,125
12	Customer Operations Expense	173,112	(4,331)	168,781
13	Corporate Operations	765,806	(6,705)	759,101
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()	0		0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	765,806	(6,705)	759,101
14	Total Operations Expenses (8 thru 12 +13b)	1,945,994	(15,404)	1,930,590
15	Operating Income or Margins (7 less 14)	(91,197)	15,404	(75,793)
16	Other Operating Income and Expenses ()	0		0
17	State and Local Taxes	0	0	0
18	Federal Income Taxes (A1)	0	0	0
19	Other Taxes	36,489	(48)	36,441
20	Total Operating Taxes (17+18+19)	36,489	(48)	36,441
21	Net Operating Income or Margins (15+16-20)	(127,686)	15,452	(112,234)
22	Interest on Funded Debt	70,037		70,037
23	Interest Expense - Capital Leases	0		0
24	Other Interest Expense	6,271		6,271
25	Allowance for Funds Used During Construction (CR)	(85,298)		(85,298)
26	Total Fixed Charges (22+23+24-25)	(8,990)	0	(8,990)
27	Nonoperating Net Income	9,663		9,663
28	Extraordinary Items	0		0
29	Jurisdictional Differences	0		0
30	Nonregulated Net Income (B1)	95,453	(15,452)	80,001
31	Total Net Income or Margins (21+27+28+29+30-26)	(13,580)	0	(13,580)
32	Total Taxes Based on Income	36,489		36,489
33	Retained Earning or Margins Beginning-of-Year	(483,732)		(483,732)
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))	(497,312)	0	(497,312)
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	0
44	Annual Debt Service Payments	1,460,397		1,460,397
45	Cash Ratio ((14+20-10-11)/7)	0.9162	#DIV/0!	0.9082
46	Operating Accrual Ratio ((14+20+26)/7)	1.0640	#DIV/0!	1.0557
47	TIER ((31+26)/26)	2.5106	#DIV/0!	2.5106
48	DSCR ((31+26+10+11)/44)	0.1784	#DIV/0!	0.1779

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)

Part B Statement of Income and Retained Earnings Statement

Company Name:

PEND OREILLE TELEPHONE COMPANY

Line #	Item	Current Year 2013 (A)	Part 64 Adj. to NonReg (B)	Current Year Adjusted 2013
1	Local Network Services Revenues	400,949	-	400,949
2	Network Access Services Revenues	2,148,410	-	2,148,410
3	Long Distance Network Services Revenues	0		0
4	Carrier Billing and Collection Revenues	(5,282)	-	(5,282)
5	Miscellaneous Revenues	21,345		21,345
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(5,841)		(5,841)
7	Net Operating Revenues (1 thru 6)	2,559,581	0	2,559,581
8	Plant Specific Operations Expense	623,800	(3,124)	620,676
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	172,200	0	172,200
10	Depreciation Expense	300,876	(629)	300,247
11	Amortization Expense	0		0
12	Customer Operations Expense	167,109	(3,103)	164,006
13	Corporate Operations	783,978	(4,962)	779,016
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()	0		0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	783,978	(4,962)	779,016
14	Total Operations Expenses (8 thru 12 +13b)	2,047,962	(11,818)	2,036,144
15	Operating Income or Margins (7 less 14)	511,619	11,818	523,437
16	Other Operating Income and Expenses ()	0		0
17	State and Local Taxes	0	0	0
18	Federal Income Taxes (A1)	0	0	0
19	Other Taxes	52,375	(40)	52,335
20	Total Operating Taxes (17+18+19)	52,375	(40)	52,335
21	Net Operating Income or Margins (15+16-20)	459,244	11,858	471,102
22	Interest on Funded Debt	69,518		69,518
23	Interest Expense - Capital Leases	0		0
24	Other Interest Expense	1,422		1,422
25	Allowance for Funds Used During Construction (CR)	(12,054)		(12,054)
26	Total Fixed Charges (22+23+24-25)	58,886	0	58,886
27	Nonoperating Net Income	32,246		32,246
28	Extraordinary Items	0		0
29	Jurisdictional Differences	0		0
30	Nonregulated Net Income (B1)	48,877	(11,858)	37,019
31	Total Net Income or Margins (21+27+28+29+30-26)	481,481	0	481,481
32	Total Taxes Based on Income	52,375		52,375
33	Retained Earning or Margins Beginning-of-Year	(497,312)		(497,312)
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))	(15,831)	0	(15,831)
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	1,365,347		1,365,347
45	Cash Ratio ((14+20-10-11)/7)	0.7030	#DIV/0!	0.6986
46	Operating Accrual Ratio ((14+20+26)/7)	0.8436	#DIV/0!	0.8390
47	TIER ((31+26)/26)	9.1765	#DIV/0!	9.1765
48	DSCR ((31+26+10+11)/44)	0.6161	#DIV/0!	0.6157

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)

Part B Statement of Income and Retained Earnings Statement

Company Name:
 PEND OREILLE TELEPHONE COMPANY

Line #	Item	Adjusted Prior Year 2012	Adjusted Current Year 2013
1	Local Network Services Revenues	407,265	400,949
2	Network Access Services Revenues	1,426,808	2,148,410
3	Long Distance Network Services Revenues	0	0
4	Carrier Billing and Collection Revenues	1,033	(5,282)
5	Miscellaneous Revenues	22,285	21,345
6	Uncollectible Revenues (Normal Balance is debit or in brackets)	(2,594)	(5,841)
7	Net Operating Revenues (1 thru 6)	1,854,797	2,559,581
8	Plant Specific Operations Expense	541,312	620,676
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)	178,981	172,200
10	Depreciation Expense	248,290	300,247
11	Amortization Expense	34,125	0
12	Customer Operations Expense	168,781	164,006
13	Corporate Operations	759,101	779,016
13a	Less: Corporate Operations Adjustment (FCC 36.621) report in ()	0	0
13b	Adjusted Corporate Operations Expense (Line 13 minus Line 13a)	759,101	779,016
14	Total Operations Expenses (8 thru 12 +13b)	1,930,590	2,036,144
15	Operating Income or Margins (7 less 14)	(75,793)	523,437
16	Other Operating Income and Expenses ()	0	0
17	State and Local Taxes	0	0
18	Federal Income Taxes	0	0
19	Other Taxes	36,441	52,335
20	Total Operating Taxes (17+18+19)	36,441	52,335
21	Net Operating Income or Margins (15+16-20)	(112,234)	471,102
22	Interest on Funded Debt	70,037	69,518
23	Interest Expense - Capital Leases	0	0
24	Other Interest Expense	6,271	1,422
25	Allowance for Funds Used During Construction	(85,298)	(12,054)
26	Total Fixed Charges (22+23+24-25)	(8,990)	58,886
27	Nonoperating Net Income	9,663	32,246
28	Extraordinary Items	0	0
29	Jurisdictional Differences	0	0
30	Nonregulated Net Income	80,001	37,019
31	Total Net Income or Margins (21+27+28+29+30-26)	(13,580)	481,481
32	Total Taxes Based on Income	36,489	52,375
33	Retained Earning or Margins Beginning-of-Year	(483,732)	(497,312)
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))	(497,312)	(15,831)
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	1,460,397	1,365,347
45	Cash Ratio ((14+20-10-11)/7)	0.9082	0.6986
46	Operating Accrual Ratio ((14+20+26)/7)	1.0557	0.8390
47	TIER ((31+26)/26)	2.5106	9.1765
48	DSCR ((31+26+10+11)/44)	0.18	0.6157

Footnote (A1)
 S Corporation Effective Tax Rate (2 decimal places):

	2012	2013
	21.53%	21.34%

Network Access Services Revenue:

Company Name:

PEND OREILLE TELEPHONE COMPANY

Description	Part 32 Account	2012	2013
End User Revenue (SLC, ARC, etc.)	5081	207,202	207,356
Switched Access (excluding USF):	5082		
Intrastate	5084	166,683	139,967
Interstate	5082	142,288	331,599
Special Access:	5083		
Intrastate	5084.2	98,134	98,912
Interstate	5083	292,835	308,228
Federal USF (ICLS/Caf/HCL/SN)	5082.1	519,666	1,062,348
Total (must equal line 2 of Income Stmt.)		1,426,808	2,148,409
Line 2 of Income Stmt.		1,426,808	2,148,410
Difference		0	(0)