

General Information

Year: 2013

1	Legal Name of Respondent: Central Montana Communications, Inc.
2	Name Under Which Respondent Does Business: Triangle Communications
3	Date of Incorporation: 7/1/1993
4	Address to send Correspondence Concerning Report: PO Box 751 Havre, MT 59501
5	Person Responsible for This Report: Mark Majeres
5a.	Telephone Number: (406) 394-2726
Control Over Respondent	
1	If direct control over the respondent was held by another entity at the end of year provide the following: 1a. Name and address of the controlling organization or person: Triangle Telephone Cooperative Association, Inc. PO Box 1220, Havre, MT 59501-1220 1b. Means by which control was held: Stock Ownership 1c. Percent Ownership: 100%

Board of Directors		
Line No.	Name of Director and Address (City, State) (a)	Fees Paid During Year (b)
1	Verlin Reichelt, Big Sandy, MT 59520	4561
2	Richard Stuker, Chinook, MT 59523	4945
3	Thomas Bangs, Inverness, MT 59530	4561
4	Richard Pokorny, Big Sandy, MT 59520	5845
5	Paul Van Cleve, Big Timber, MT 59011	4175
6	Douglas Lowry, Big Timber, MT 59011	5249
7	Donald Bitz, Box Elder, MT 59521	4486
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18	Chairman of the Board:	
19	Donald Bitz	
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Officers

Year: 2013

Line No.	Title of Officer (a)	Department Over Which Jurisdiction is Exercised (b)	Name and Address of Person Holding Office at Year End (c)
1	President		Donald Bitz, Box Elder, MT 59521
2	Vice President		Richard Pokorny, Big Sandy, MT 59520
3	Secretary/ Treasurer		Paul Van Cleve, Big Timber, MT 59011
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Total Company Balance Sheet

Year: 2013

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		CURRENT ASSETS:		
2	1120	Cash and Equivalents	1,005,681	8,351,064
3	1180	Telecommunications Accounts Receivable - Net	1,090,394	987,365
4	1190	Other Accounts Receivable - Net	1,025,422	977,263
5	1200	Notes Receivable - Net	24,421	18,852
6	1210	Interest and Dividends Receivable	6,664	7,778
7	1220	Materials and Supplies		
8	* 1280	Prepayments	145,467	137,652
9	^ 1290	Prepaid Rents		
10	^ 1300	Prepaid Taxes		
11	^ 1310	Prepaid Insurance		
12	^ 1320	Prepaid Directory Expenses		
13	^ 1330	Other Prepayments	145,467	137,652
14	1350	Other Current Assets		
15		Total Current Assets	3,298,049	10,479,974
16		NONCURRENT ASSETS:		
17	1401	Investments in Affiliated Companies	31,860	30,562
18	1402	Investments in Nonaffiliated Companies	4,201,039	4,713,978
19	1406	Nonregulated Investments		1,947
20	1407	Unamortized Debt Issuance Expense		
21	1408	Sinking Funds		
22	1410	Other Noncurrent Assets		
23	1438	Deferred Maintenance and Retirements		
24	1439	Deferred Charges		
25	1500	Other Jurisdictional Assets - Net		
26		Total Noncurrent Assets	4,232,899	4,746,487
27		PROPERTY, PLANT, & EQUIPMENT:		
28	2001	Telecommunications Plant in Service	96,714,322	99,670,255
29	2002	Property Held for Future Telecommunications Use		
30	2003	Plant Under Construction - Short Term	15,329,170	2,120,889
31	2004	Plant Under Construction - Long Term	1,633,132	1,209,815
32	2005	Telecommunications Plant Adjustment		
33	2006	Nonoperating Plant		
34	2007	Goodwill		
35	3100	Accumulated Depreciation	(34,563,422)	(35,677,125)
36	3200	Accumulated Depreciation - Held for Future Use		
37	3300	Accumulated Depreciation - Nonoperating		
38	3400	Accumulated Amortization		
39		Net Property, Plant, & Equipment	79,113,202	67,323,834
40		TOTAL ASSETS	86,644,150	82,550,295

^ Subaccount of account marked with a *.

Total Company Balance Sheet

Year: 2013

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
41		CURRENT LIABILITIES:		
42	4010	Accounts Payable	1,163,433	1,726,434
43	4020	Notes Payable		
44	4030	Advance Billing and Payments	365,707	381,886
45	4040	Customer Deposits	52,700	42,895
46	4050	Current Maturities - Long Term Debt	2,209,911	3,916,000
47	4060	Current Maturities - Capital Leases		
48	4070	Income Taxes - Accrued	12,865,513	11,249,048
49	4080	Other Taxes - Accrued	710,312	713,700
50	4100	Net Current Deferred Operating Income Taxes		
51	4110	Net Current Deferred Nonoperating Income Taxes		
52	4120	Other Accrued Liabilities	199,959	201,293
53	4130	Other Current Liabilities		
54		Total Current Liabilities	17,567,535	18,231,256
55		LONG-TERM DEBT:		
56	4210	Funded Debt		
57	4220	Premium on Long-Term Debt		
58	4230	Discount on Long-Term Debt		
59	4240	Reacquired Debt		
60	4250	Obligations Under Capital leases		
61	4260	Advances From Affiliated Companies		
62	4270	Other Long-Term Debt	32,915,400	30,470,349
63		Total Long-Term Debt	32,915,400	30,470,349
64		OTHER LIABILITIES AND DEFERRED CREDITS:		
65	4310	Other Long-Term Liabilities		
66	4320	Unamort. Oper. Invest. Tax Credits - Net		
67	4330	Unamort. Nonoper. Invest. Tax Credits - Net		
68	4340	Net Noncurrent Deferred Oper. Income Taxes		
69	4350	Net Noncurrent Deferred Nonoper. Income Taxes		
70	4360	Other Deferred Credits		
71	4370	Other Jurisdictional Liab. and Def. Credits		
72		Total Other Liabilities and Deferred Credits		
73		STOCKHOLDERS' EQUITY:		
74	4510	Capital Stock		
75	4520	Additional Paid-In Capital	6,390,000	6,390,000
76	4530	Treasury Stock		
77	4540	Other Capital		
78	4550	Retained Earnings	29,771,215	27,458,690
79		Total Stockholders' Equity	36,161,215	33,848,690
80		TOTAL LIAB. AND STOCKHOLDERS' EQUITY	86,644,150	82,550,295

Total Company Income Statement

Year: 2013

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		REVENUES:		
2	5000	Basic Local Service Revenues	3,570,664	3,630,930
3	5080	Network Access Revenues	13,777,475	12,663,762
4	* 5100	Long Distance Message Revenue		
5	^ 5110	Unidirectional Long Distance Revenue		
6	^ 5120	Long Distance Private Network Revenue		
7	^ 5160	Other Long Distance Revenue		
8	^ 5169	Other Long Distance Revenue Settlements		
9	* 5200	Miscellaneous Revenue	212,302	178,165
10	^ 5230	Directory Revenue	39,204	39,943
11	^ 5240	Rent Revenue	42,022	45,117
12	^ 5250	Corporate Operations Revenue		
13	^ 5260	Miscellaneous Revenue	50,132	814
14	^ 5270	Carrier Billing and Collection Revenue	80,944	92,291
15	^ 5280	Nonregulated Revenue		
16	5300	Uncollectible Revenue	992	14,589
17		Total Revenues (L.2+L.3+L.4+L.9-L.16)	17,559,449	16,458,268
18		OPERATING EXPENSES:		
19	6110	Network Support Expense		
20	6120	General Support Expense	528,650	470,458
21	6210	Central Office Switching Expense	290,031	298,956
22	6220	Operator Systems Expense		
23	6230	Central Office Transmission Expense	479,510	479,688
24	6310	Information Origination/Termination Expense		
25	* 6410	Cable and Wire Facilities Expense	593,120	634,620
26	^ 6431	Aerial Wire Expense	107,156	96,815
27	^ 6441	Conduit Systems Expense	485,964	537,805
28	6510	Other Property, Plant & Equipment Expense		
29	6530	Network Operations Expense	971,080	855,552
30	6540	Access Expense	703,279	679,844
31	6560	Depreciation and Amortization Expense	5,726,231	4,965,971
32	6610	Marketing	40,374	39,067
33	6620	Services	1,002,887	1,015,154
34	6710	Executive and Planning	174,463	175,138
35	6720	General and Administrative	889,152	991,993
36	6790	Provision for Uncollectible Notes Receivable		
37		Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)	11,398,777	10,606,441
38	7100	Other Operating Income and Expense	(1,187)	(495)
39	7200	Operating Taxes	2,754,000	2,539,397
40		Net Operating Income (L.17-L.37+L.38-L.39)	3,405,485	3,311,935
41	7300	Nonoperating Income and Expense	155,988	59,206
42	7400	Nonoperating Taxes	127,848	202,909
43	7500	Interest and Related Items	1,050,965	747,564
44	7600	Extraordinary Items		
45	7910	Effects of Juris. Ratemaking Diff. - Net		
46	7990	Nonregulated Net Income	70,135	139,713
47		NET INCOME (L.40+L.41-L.42-L.43-L.44+L.45-L.46)	2,312,525	2,280,955

^ Subaccount of the account marked with a *.

Montana Total State Income Statement

Year: 2013

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		REVENUES:		
2	5000	Basic Local Service Revenues	3,570,664	3,630,930
3	5080	Network Access Revenues	13,777,475	12,663,762
4	* 5100	Long Distance Message Revenue		
5	^ 5110	Unidirectional Long Distance Revenue		
6	^ 5120	Long Distance Private Network Revenue		
7	^ 5160	Other Long Distance Revenue		
8	^ 5169	Other Long Distance Revenue Settlements		
9	* 5200	Miscellaneous Revenue	212,302	178,165
10	^ 5230	Directory Revenue	39,204	39,943
11	^ 5240	Rent Revenue	42,022	45,117
12	^ 5250	Corporate Operations Revenue		
13	^ 5260	Miscellaneous Revenue	50,132	814
14	^ 5270	Carrier Billing and Collection Revenue	80,944	92,291
15	^ 5280	Nonregulated Revenue		
16	5300	Uncollectible Revenue	992	14,589
17		Total Revenues (L.2+L.3+L.4+L.9-L.16)	17,559,449	16,458,268
18		OPERATING EXPENSES:		
19	6110	Network Support Expense		
20	6120	General Support Expense	528,650	470,458
21	6210	Central Office Switching Expense	290,031	298,956
22	6220	Operator Systems Expense		
23	6230	Central Office Transmission Expense	479,510	479,688
24	6310	Information Origination/Termination Expense		
25	* 6410	Cable and Wire Facilities Expense	593,120	634,620
26	^ 6431	Aerial Wire Expense	107,156	96,815
27	^ 6441	Conduit Systems Expense	485,964	537,805
28	6510	Other Property, Plant & Equipment Expense		
29	6530	Network Operations Expense	971,080	855,552
30	6540	Access Expense	703,279	679,844
31	6560	Depreciation and Amortization Expense	5,726,231	4,965,971
32	6610	Marketing	40,374	39,067
33	6620	Services	1,002,887	1,015,154
34	6710	Executive and Planning	174,463	175,138
35	6720	General and Administrative	889,152	991,993
36	6790	Provision for Uncollectible Notes Receivable		
37		Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)	11,398,777	10,606,441
38	7100	Other Operating Income and Expense	(1,187)	(495)
39	7200	Operating Taxes	2,754,000	2,539,397
40		Net Operating Income (L.17-L.37+L.38-L.39)	3,405,485	3,311,935

^ Subaccount of the account marked with a *.

Montana Intrastate Income Statement

Year: 2013

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		REVENUES:		
2	5000	Basic Local Service Revenues	3,570,664	3,630,930
3	5080	Network Access Revenues	1,384,997	1,533,662
4	* 5100	Long Distance Message Revenue		
5	^ 5110	Unidirectional Long Distance Revenue		
6	^ 5120	Long Distance Private Network Revenue		
7	^ 5160	Other Long Distance Revenue		
8	^ 5169	Other Long Distance Revenue Settlements		
9	* 5200	Miscellaneous Revenue	212,302	178,165
10	^ 5230	Directory Revenue	39,204	39,943
11	^ 5240	Rent Revenue	42,022	45,117
12	^ 5250	Corporate Operations Revenue		
13	^ 5260	Miscellaneous Revenue	50,132	814
14	^ 5270	Carrier Billing and Collection Revenue	80,944	92,291
15	^ 5280	Nonregulated Revenue		
16	5300	Uncollectible Revenue	992	14,589
17		Total Revenues (L.2+L.3+L.4+L.9-L.16)	5,166,971	5,328,168
18		OPERATING EXPENSES:		
19	6110	Network Support Expense		
20	6120	General Support Expense	155,558	152,305
21	6210	Central Office Switching Expense	85,343	96,783
22	6220	Operator Systems Expense		
23	6230	Central Office Transmission Expense	141,099	155,293
24	6310	Information Origination/Termination Expense		
25	* 6410	Cable and Wire Facilities Expense	174,529	205,451
26	^ 6431	Aerial Wire Expense	31,531	31,343
27	^ 6441	Conduit Systems Expense	142,998	174,108
28	6510	Other Property, Plant & Equipment Expense		
29	6530	Network Operations Expense	285,746	276,975
30	6540	Access Expense	206,944	220,091
31	6560	Depreciation and Amortization Expense	1,684,977	1,607,674
32	6610	Marketing	11,880	12,647
33	6620	Services	295,106	328,644
34	6710	Executive and Planning	51,337	56,699
35	6720	General and Administrative	261,638	321,146
36	6790	Provision for Uncollectible Notes Receivable		
37		Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)	3,354,157	3,433,708
38	7100	Other Operating Income and Expense	(349)	(160)
39	7200	Operating Taxes	810,381	822,099
40		Net Operating Income (L.17-L.37+L.38-L.39)	1,002,084	1,072,201

^ Subaccount of the account marked with a *.

Montana Intrastate Regulated Income Statement

Year: 2013

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		REVENUES:		
2	5000	Basic Local Service Revenues	3,570,664	3,630,930
3	5080	Network Access Revenues	677,259	836,882
4	* 5100	Long Distance Message Revenue		
5	^ 5110	Unidirectional Long Distance Revenue		
6	^ 5120	Long Distance Private Network Revenue		
7	^ 5160	Other Long Distance Revenue		
8	^ 5169	Other Long Distance Revenue Settlements		
9	* 5200	Miscellaneous Revenue		
10	^ 5230	Directory Revenue		
11	^ 5240	Rent Revenue		
12	^ 5250	Corporate Operations Revenue		
13	^ 5260	Miscellaneous Revenue		
14	^ 5270	Carrier Billing and Collection Revenue		
15	^ 5280	Nonregulated Revenue		
16	5300	Uncollectible Revenue		
17		Total Revenues (L.2+L.3+L.4+L.9-L.16)	4,247,923	4,467,812
18		OPERATING EXPENSES:		
19	6110	Network Support Expense		
20	6120	General Support Expense	127,889	127,712
21	6210	Central Office Switching Expense	70,163	81,156
22	6220	Operator Systems Expense		
23	6230	Central Office Transmission Expense	116,001	130,218
24	6310	Information Origination/Termination Expense		
25	* 6410	Cable and Wire Facilities Expense	143,486	172,276
26	^ 6431	Aerial Wire Expense	25,923	26,282
27	^ 6441	Conduit Systems Expense	117,563	145,994
28	6510	Other Property, Plant & Equipment Expense		
29	6530	Network Operations Expense	234,920	232,251
30	6540	Access Expense	170,135	184,553
31	6560	Depreciation and Amortization Expense	1,385,271	1,348,078
32	6610	Marketing	9,767	10,605
33	6620	Services	242,615	275,577
34	6710	Executive and Planning	42,206	47,543
35	6720	General and Administrative	215,101	269,289
36	6790	Provision for Uncollectible Notes Receivable		
37		Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)	2,757,554	2,879,258
38	7100	Other Operating Income and Expense	(287)	(134)
39	7200	Operating Taxes	666,238	689,352
40		Net Operating Income (L.17-L.37+L.38-L.39)	823,844	899,068

^ Subaccount of the account marked with a *.

Average Rate Base - Total State

Year: 2013

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	96714320	99670253
2	3100	Accumulated Depreciation	34563422	35677125
3	2002	Property Held for Future Telecommunications Use		
4	3200	Accumulated Depreciation - 2002		
5	1220	Materials and Supplies		
6	4340	Noncurrent Deferred Operating Income Taxes		
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)		
9		Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)	62150898	63993128

Average Rate Base - Intrastate

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	96714320	99670253
2	3100	Accumulated Depreciation	34563422	35677125
3	2002	Property Held for Future Telecommunications Use		
4	3200	Accumulated Depreciation - 2002		
5	1220	Materials and Supplies		
6	4340	Noncurrent Deferred Operating Income Taxes		
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)		
9		Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)	62150898	63993128

Average Rate Base - Regulated Intrastate

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	96714320	99670253
2	3100	Accumulated Depreciation	34563422	35677125
3	2002	Property Held for Future Telecommunications Use		
4	3200	Accumulated Depreciation - 2002		
5	1220	Materials and Supplies		
6	4340	Noncurrent Deferred Operating Income Taxes		
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)		
9		Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)	62150898	63993128

Statement of Cash Flows

Year: 2013

Line No.	Item Description (a)	Amount (b)	Amount (c)
1	Increase/(decrease) in Cash & Cash Equivalents		
2	Cash Flows from Operating Activities:		
3	Net Income		2312525
4	Reconciliation Adjustments:		
5	Depreciation & Amortization	5726231	
6	Provision for Accounts Receivable Losses		
7	Deferred Income Taxes - Net		
8	Unamortized Investment Tax Credits (ITCs) - Net		
9	Allowance for Funds Used During Construction (AFUDC)		
10	Change in Operating Receivables - Net	-140646	
11	Change in Materials, Supplies & Inventories - Net		
12	Change in Operating Payables & Accrued Liabilities - Net	-584372	
13	Change in Other Assets & Deferred Credits - Net	-7815	
14	Change in Other Liabilities & Deferred Credits - Net		
15	Other (explained on back of this page)	1611742	
16	Total Adjustments		6605140
17	Net Cash Provided by/(Used in) Operating Activities		8917665
18	Cash Inflows/Outflows From Investing Activities:		
19	Construction/Acquisition of Property, Plant & Equipment (net of	-17515599	
20	AFUDC & Capital Lease Related Acquisitions)		
21	Proceeds from Disposals of Property, Plant & Equipment		
22	Investments In & Advances to Affiliates		
23	Proceeds from Repayment of Advances		
24	Other Investing Activities (explained on back of this page)	513589	
25	Net Cash Provided by/(Used in) Investing Activities		-17002010
26	Cash Flows from Financing Activities:		
27	Net Incr./((Decr.) in Short-Term Debt, Original maturity <= 3 mo.		
28	Advances from Affiliates		
29	Repayment of Advances from Affiliates		
30	Proceeds from Issuances of Long-Term Debt	6000000	
31	Repayment of Long-Term Debt	-2019047	
32	Payment of Capital Lease Obligations		
33	Proceeds from Issuing Common Stock/Parent Co. Equity Investment		
34	Repurchase of Treasury Shares		
35	Dividends Paid		
36	Other Financing Activities (explained on back of this page)	-3241991	
37	Net Cash Provided by Financing Activities		738962
38	Effect of Exchange Rate Changes on Cash		
39	Net Increase/(Decrease) in Cash & Cash Equivalents		-7345383
40	Cash & Cash Equivalents at Beginning of Period		8351064
41	Cash & Cash Equivalents at End of Period		1005681

#REF!

SCHEDULE 9a

Statement of Cash Flows

Year: 2013

Line 15.	Other Operating Activities	
	Accrued Income Taxes	1,616,465
	Other Taxes Accrued	-3,389
	Other Accrued Liabilities	-1,334
		<u>1,611,742</u>
Line 24.	Other Investing Activities	
	Triangle Telephone Cooperative Capital Credits	-1,298
	National Information Solutions Cooperative	-23,239
	Mountain View Coop	117
	Farmers Union - GF	-70
	Bonds	408,062
	Rural Telephone Finance Cooperative Capital Credits	128,070
	Nonregulated Investment in Other Terminal Equipment	1,947
		<u>513,589</u>
Line 36.	Other Financing Activities	
	REA Notes	<u>-3,241,991</u>

Receivables and Investments-Affiliated & Nonaffiliated Companies

Year: 2013

Line No.	Name of Affiliate or Company (a)	Account 1160 Temporary Investments (b)	Account 1180 Telecom. Accounts Receivable (c)	Account 1181 Accts. Rec. Telecom. Allowance (d)	Account 1190 Other Accounts Receivable (e)	Account 1191 Accounts Receivable Allow. - Other (f)	Account 1200 Notes Receivable (g)	Account 1201 Notes Receivable Allowance (h)	Account 1210 Interest and Dividends Receivable (i)	Account 1401 Investments in Affil. Companies (j)	Account 1402 Investments in Nonaffil. Companies (k)
1	NRUCFC	700000									
2	Subscriber Receivables		1100418	-10024							
3	Reg and Nonreg sales				15358						
4	AT&T				101262						
5	NECA				736241						
6	NCRPC										
7	MILEC				80524						
8	Other Inter-Exc Carriers				114164						
9	Triangle Comm System				-111595						
10	USAC E-Rate				76860						
11	Accts Rec Other - Unpaid										
12	Accts Rec Other - Uncoll					-3745					
13	Accts Rec Other - Intra					-5648					
14	Accts Rec Other - Inter					98307					
15	Accts Rec Other - Pool					-98307					
16	Invest In Triangle Tele									31860	
17	RTFC										861476
18	Electric Cooperatives										19944
19	NISC										181472
20	Farmers Union - GF										526
21	Farmers Union - Moore										-30
22	Mountain View Coop										709
23	Bonds										3135630
24	NECA										1000
25	Mid Rivers Coop										312
26											
27											
28											
29											
30	Totals	700000	1100418	-10024	1012814	-9393				31860	4201039

Net Plant in Service - Detail

Year:2013

Line No.	Account (a)	Description (b)	Beginning of Year Balance (c)	Additions (d)	Retirements (e)	Sales & Transfers (f)	End of Year Account 2001 Balance (g)	Year End Accumulated Depreciation (h)	End of Year Net Plant Balance (i)
1	* 2110	Land and Support Assets	5475721	349744	276831		5548634		5548634
2	^ 2111	Land	73542				73542		73542
3	^ 2112	Motor Vehicles	2240166	256512	128218		2368460	1475476	2368460
4	^ 2113	Aircraft							
5	^ 2114	Special Purpose Vehicles	384793		148613		236180	110163	126017
6	^ 2115	Garage Work Equipment							
7	^ 2116	Other Work Equipment	108327	11426			119753	48256	71497
8	^ 2121	Buildings	2668893	81806			2750699	1372577	1378122
9	^ 2122	Furniture							
10	^ 2123	Office Equipment							
11	^ 2124	General Purpose Computers							
12	2211	Analog Electronic Switching							
13	2212	Digital Electronic Switching	5672680	98030	626949	-1569747	3574014	1140254	2433760
14	2215	Electro-Mechanical Switching							
15	2220	Operator Systems							
16	2231	Radio Systems		40215			40215	691	39524
17	2232	Circuit Equipment	18915319	2905107	2643608	1569747	20746565	10543416	10203149
18	* 2310	Information Orig & Term Equip	24856						
19	^ 2311	Station Apparatus							
20	^ 2321	Customer Premises Wiring							
21	^ 2341	Large Private Branch Exchanges							
22	^ 2351	Public Telephone Term. Equip.							
23	^ 2362	Other Terminal Equipment	24856				24856	24856	
24	2411	Poles	376241	681	58		376864	304094	72770
25	* 2420	Cable and Wire Facilities	69110275	457151	3191343		66376083	19571401	46804682
26	^ 2421	Aerial Cable	4874749	13862	210788	-11975	4665848	773140	3892708
27	^ 2422	Underground Cable	3266222		2395		3263827	886635	2377192
28	^ 2423	Buried Cable	60969304	443289	2978160	11975	58446408	17911626	40534782
29	^ 2424	Submarine Cable							
30	^ 2425	Deep Sea Cable							
31	^ 2426	Intrabuilding Network Cable							
32	2431	Aerial Wire	90632		65581		25051	20641	4410
33	2441	Conduit Systems	4529		2491		2038		2038
34		Totals	99670253	3850928	6806861		96714320	34611825	62102495

^ Subaccount of the account marked with a *.

Analysis of Plant Held for Future Use

Year:2013

Line No.	Location and Description of Property (a)	Date Included in Account 2002 (b)	Book Cost of Property at Beginning of Year (c)	Additions During the Year (d)	Retirements During the Year (e)	Transfers and Adjustments Charges and (Credits) (f)	Book Cost of Property at End of Year (g)
1	Not Applicable						
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30	Totals (Sum L.1 to L.29)						

Average Cost of Long Term Debt

Year:2013

Line No.	Description (a)	Issue Date (b)	Maturity Date (c)	Principal Amount (d)	Gross Proceeds (e)	Net Proceeds (f)	Net Per \$100 (g)	Outstanding Per Balance Sheet (h)	Yield to Maturity (i)	Annual Net Cost (j)	Amortization of Premium or Discount (k)	Total Cost (%) (l)
1	Not Applicable											
2												
3												
4												
5												
6												
7												
8												
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20												
21												
22												
23												
24												
25												
26												
27												
28												
29												
30	Total											

Cost of Preferred Stock

Year:2013

Line No.	Description (a)	Date of Issuance (b)	Method of Offering (c)	Call Redemption Price (d)	Par Value Of Issue (e)	Gross Proceeds Amounts (f)	Net Proceeds Amounts (g)	Net Proceeds Per \$100 (h)	Cost of Money (i)	Principal Outstanding (j)	Annual Cost (k)	Embedded Cost (l)
1	Not Applicable											
2												
3												
4												
5												
6												
7												
8												
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20												
21												
22												
23												
24												
25												
26												
27												
28												
29												
30	Totals (Sum L.1 to L.29)											

Analysis of Common Stock

Year:2013

Line No.	(a)	Avg. Number of Shares Outstanding (b)	Book Value (per share) (c)	Earnings (per share) (d)	Dividends (per share) (e)	Retention Ratio (f)	Market Price		Price/Earnings Ratio (i)
							High (g)	Low (h)	
1	Year Ended December 31:	Not Applicable							
2									
3									
4									
5									
6									
7									
8	Month by Month Data:								
9	January								
10	February								
11	March								
12	April								
13	May								
14	June								
15	July								
16	August								
17	September								
18	October								
19	November								
20	December								
21									
22									
23									

Capital Stock and Funded Debt Reacquired or Retired During the Year

Year:2013

Line No.	Description of Security (a)	Call or Retirement Date (b)	Number of Shares (c)	Principal Amount (d)	Reacquisition or Retirement Cost (e)	Gain or (Loss) (f)	Retirement or Reacquisition (g)
1	Not Applicable						
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
30	Totals (Sum L.1 to L.29)						

Total Company Expense Matrix

Line No.	Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
1	*	6110 Network Support Expense	37637	27011	51122	358776	-474546	
2	^	6112 Motor Vehicle Expense	31798	22292	51122	347596	-452808	
3	^	6113 Aircraft Expense						
4	^	6114 Special Purpose Vehicles Expense	5839	4719		11180	-21738	
5	^	6115 Garage Work Equipment Expense						
6	^	6116 Other Work Equipment Expense						
7	*	6120 General Support Expense	56662	31870	221372	195908	22838	528650
8	^	6121 Land and Building Expense	56611	31840	157988	138059	22838	407336
9	^	6122 Furniture and Artworks Expense						
10	^	6123 Office Equipment Expense	51	30	63384	11973		75438
11	^	6124 General Purpose Computers Expense				45876		45876
12	*	6210 Central Office Switching Expense	74177	50677		141719	23458	290031
13	^	6211 Analog Electronic Expense	56651	38266		30182	17898	142997
14	^	6212 Digital Electronic Expense	17526	12411		111537	5560	147034
15	^	6215 Electro-Mechanical Expense						
16		6220 Operator Systems Expense						
17	*	6230 Central Office Transmission Expense	131723	91611	7400	204910	43866	479510
18	^	6231 Radio Systems Expense	236	118				354
19	^	6232 Circuit Equipment Expense	131487	91493	7400	204910	43866	479156
20	*	6310 Information Origination/Termination Expense						
21	^	6311 Station Apparatus Expense						
22	^	6341 Large Private Branch Exchange Expense						
23	^	6351 Public Telephone Terminal Equipment Exp.						
24	^	6362 Other Terminal Equipment Expense						
25	*	6410 Cable and Wire Facilities Expense	227587	163979	106548	18688	76318	593120
26	^	6411 Poles Expense			19080	63		19143
27	^	6421 Aerial Cable Expense	43067	32361		18625	13103	107156
28	^	6422 Underground Cable Expense						
29	^	6423 Buried Cable Expense	184520	131618	87468		63215	466821
30	^	6424 Submarine Cable Expense						
31	^	6425 Deep Sea Cable Expense						
32	^	6426 Intrabuilding Network Cable Expense						
33	^	6431 Aerial Wire Expense						
34		Subtotals	527,786	365,148	386,442	920,001	(308,066)	1891311

^ Subaccount of the account marked with a *.

Total Company Expense Matrix

Line No.	Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
35	^ 6441	Conduit Systems Expense						
36	6510	Other Property Expenses						
37	* 6530	Network Operations Expense	432697	303185	18540	297401	-80743	971080
38	^ 6531	Power Expense				136977		136977
39	^ 6532	Network Administration Expense	226042	164695	15864	97822	30004	534427
40	^ 6533	Testing Expense	13531	9755		979	6674	30939
41	^ 6534	Plant Operations Expense	92441	62712	2676	14170	-117421	54578
42	^ 6535	Engineering Expense	100683	66023		47453		214159
43	6540	Access Expense				703280		703280
44	6561	Depreciation - Telecomm. Plant in Service				5726231		5726231
45	6562	Depreciation-Prop. for Future Telecom. Use						
46	6563	Amortization Expense - Tangible						
47	6564	Amortization Expense - Intangible						
48	6565	Amortization - Other						
49	* 6610	Marketing	13302	8811		18261		40374
50	^ 6611	Product Management						
51	^ 6612	Sales	3484	2014		17627		23125
52	^ 6613	Product Advertising	9818	6797		634		17249
53	6621	Call Completion Services	5623	4348		370		10341
54	6622	Number Services	6889	1481		24282		32652
55	6623	Customer Services	289460	215255	19440	435741		959896
56	6711	Executive	66986	45616		44844		157446
57	6712	Planning	2742	1704		2571		7017
58	6721	Accounting and Finance	121415	79259	12960	78956		292590
59	6722	External Relations	36108	22816		88045		146969
60	6723	Human Relations	32516	21848		43987		98351
61	6724	Information Management	44841	30679		17371		92891
62	6725	Legal				4600		4600
63	6726	Procurement						
64	6727	Research and Development						
65	6728	Other General and Administrative	48627	43062	5346	143640		240675
66	6790	Provision for Uncollectible Notes Receivable						
67		Totals	1,628,992	1,143,212	442,728	8,549,581	(388,809)	11375704

^ Subaccount of the account marked with a *.

Total State Expense Matrix

Line No.		Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
1	*	6110	Network Support Expense	Not Applicable					
2	^	6112	Motor Vehicle Expense						
3	^	6113	Aircraft Expense						
4	^	6114	Special Purpose Vehicles Expense						
5	^	6115	Garage Work Equipment Expense						
6	^	6116	Other Work Equipment Expense						
7	*	6120	General Support Expense						
8	^	6121	Land and Building Expense						
9	^	6122	Furniture and Artworks Expense						
10	^	6123	Office Equipment Expense						
11	^	6124	General Purpose Computers Expense						
12	*	6210	Central Office Switching Expense						
13	^	6211	Analog Electronic Expense						
14	^	6212	Digital Electronic Expense						
15	^	6215	Electro-Mechanical Expense						
16		6220	Operator Systems Expense						
17	*	6230	Central Office Transmission Expense						
18	^	6231	Radio Systems Expense						
19	^	6232	Circuit Equipment Expense						
20	*	6310	Information Origination/Termination Expense						
21	^	6311	Station Apparatus Expense						
22	^	6341	Large Private Branch Exchange Expense						
23	^	6351	Public Telephone Terminal Equipment Exp.						
24	^	6362	Other Terminal Equipment Expense						
25	*	6410	Cable and Wire Facilities Expense	#VALUE!					#VALUE!
26	^	6411	Poles Expense						
27	^	6421	Aerial Cable Expense						
28	^	6422	Underground Cable Expense						
29	^	6423	Buried Cable Expense						
30	^	6424	Submarine Cable Expense						
31	^	6425	Deep Sea Cable Expense						
32	^	6426	Intrabuilding Network Cable Expense						
33	^	6431	Aerial Wire Expense						
34			Subtotals	#VALUE!					#VALUE!

^ Subaccount of the account marked with a *.

Total State Expense Matrix

Line No.	Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
35	^ 6441	Conduit Systems Expense	Not Applicable					
36	6510	Other Property Expenses						
37	* 6530	Network Operations Expense						
38	^ 6531	Power Expense						
39	^ 6532	Network Administration Expense						
40	^ 6533	Testing Expense						
41	^ 6534	Plant Operations Expense						
42	^ 6535	Engineering Expense						
43	6540	Access Expense						
44	6561	Depreciation - Telecomm. Plant in Service						
45	6562	Depreciation-Prop. for Future Telecom. Use						
46	6563	Amortization Expense - Tangible						
47	6564	Amortization Expense - Intangible						
48	6565	Amortization - Other						
49	* 6610	Marketing						
50	^ 6611	Product Management						
51	^ 6612	Sales						
52	^ 6613	Product Advertising						
53	6621	Call Completion Services						
54	6622	Number Services						
55	6623	Customer Services						
56	6711	Executive						
57	6712	Planning						
58	6721	Accounting and Finance						
59	6722	External Relations						
60	6723	Human Relations						
61	6724	Information Management						
62	6725	Legal						
63	6726	Procurement						
64	6727	Research and Development						
65	6728	Other General and Administrative						
66	6790	Provision for Uncollectible Notes Receivable						
67		Totals	#VALUE!					#VALUE!

^ Subaccount of the account marked with a *.

Pension Costs

Year: 2013

1	Plan Name NTCA Savings Plan			
2	Defined Benefit Plan? _____	Defined Contribution Plan? _____		
3	Actuarial Cost Method? _____	IRS Code: _____		
4	Annual Contribution by Employer: <u>\$343,126</u>	Is the Plan Over Funded? _____		
5				
	Item	Current Year	Last Year	% Change
6	Change in Benefit Obligation			
7	Benefit obligation at beginning of year			
8	Service cost			
9	Interest Cost			
10	Plan participants' contributions			
11	Amendments			
12	Actuarial Gain			
13	Acquisition			
14	Benefits paid			
15	Benefit obligation at end of year			
16	Change in Plan Assets			
17	Fair value of plan assets at beginning of year			
18	Actual return on plan assets			
19	Acquisition			
20	Employer contribution			
21	Plan participants' contributions			
22	Benefits paid			
23	Fair value of plan assets at end of year			
24	Funded Status			
25	Unrecognized net actuarial loss			
26	Unrecognized prior service cost			
27	Prepaid (accrued) benefit cost			
28				
29	Weighted-average Assumptions as of Year End			
30	Discount rate			
31	Expected return on plan assets			
32	Rate of compensation increase			
33				
34	Components of Net Periodic Benefit Costs			
35	Service cost			
36	Interest cost			
37	Expected return on plan assets			
38	Amortization of prior service cost			
39	Recognized net actuarial loss			
40	Net periodic benefit cost			
41				
42	Montana Intrastate Costs:			
43	Pension Costs			
44	Pension Costs Capitalized			
45	Accumulated Pension Asset (Liability) at Year End			
46	Number of Company Employees:			
47	Covered by the Plan			
48	Not Covered by the Plan			
49	Active			
50	Retired			
51	Deferred Vested Terminated			

Pension Costs

Year: 2013

1	Plan Name NTCA Savings Plan			
2	Defined Benefit Plan? _____	Defined Contribution Plan? _____		
3	Actuarial Cost Method? _____	IRS Code: _____		
4	Annual Contribution by Employer: <u>\$50,674</u>	Is the Plan Over Funded? _____		
5				
	Item	Current Year	Last Year	% Change
6	Change in Benefit Obligation			
7	Benefit obligation at beginning of year			
8	Service cost			
9	Interest Cost			
10	Plan participants' contributions			
11	Amendments			
12	Actuarial Gain			
13	Acquisition			
14	Benefits paid			
15	Benefit obligation at end of year			
16	Change in Plan Assets			
17	Fair value of plan assets at beginning of year			
18	Actual return on plan assets			
19	Acquisition			
20	Employer contribution			
21	Plan participants' contributions			
22	Benefits paid			
23	Fair value of plan assets at end of year			
24	Funded Status			
25	Unrecognized net actuarial loss			
26	Unrecognized prior service cost			
27	Prepaid (accrued) benefit cost			
28				
29	Weighted-average Assumptions as of Year End			
30	Discount rate			
31	Expected return on plan assets			
32	Rate of compensation increase			
33				
34	Components of Net Periodic Benefit Costs			
35	Service cost			
36	Interest cost			
37	Expected return on plan assets			
38	Amortization of prior service cost			
39	Recognized net actuarial loss			
40	Net periodic benefit cost			
41				
42	Montana Intrastate Costs:			
43	Pension Costs			
44	Pension Costs Capitalized			
45	Accumulated Pension Asset (Liability) at Year End			
46	Number of Company Employees:			
47	Covered by the Plan			
48	Not Covered by the Plan			
49	Active			
50	Retired			
51	Deferred Vested Terminated			

Other Post Employment Benefits (OPEBS)

Item	Current Year	Last Year	% Change
1 Regulatory Treatment:			
2 Commission authorized - most recent			
3 Docket number: _____			
4 Order number: _____			
5 Amount recovered through rates	Not Applicable		#VALUE!
6 Weighted-average Assumptions as of Year End			
7 Discount rate			
8 Expected return on plan assets			
9 Medical Cost Inflation Rate			
10 Actuarial Cost Method			
11 Rate of compensation increase			
12 List each method used to fund OPEBs (ie: VEBA, 401(h)) and if tax advantaged:			
13			
14			
15 Describe any Changes to the Benefit Plan:			
16			
17 TOTAL COMPANY			
18 Change in Benefit Obligation			
19 Benefit obligation at beginning of year			
20 Service cost			
21 Interest Cost			
22 Plan participants' contributions			
23 Amendments			
24 Actuarial Gain			
25 Acquisition			
26 Benefits paid			
27 Benefit obligation at end of year			
28 Change in Plan Assets			
29 Fair value of plan assets at beginning of year			
30 Actual return on plan assets			
31 Acquisition			
32 Employer contribution			
33 Plan participants' contributions			
34 Benefits paid			
35 Fair value of plan assets at end of year			
36 Funded Status			
37 Unrecognized net actuarial loss			
38 Unrecognized prior service cost			
39 Prepaid (accrued) benefit cost			
40 Components of Net Periodic Benefit Costs			
41 Service cost			
42 Interest cost			
43 Expected return on plan assets			
44 Amortization of prior service cost			
45 Recognized net actuarial loss			
46 Net periodic benefit cost			
47 Accumulated Post Retirement Benefit Obligation			
48 Amount Funded through VEBA			
49 Amount Funded through 401(h)			
50 Amount Funded through Other _____			
51 TOTAL			
52 Amount that was tax deductible - VEBA			
53 Amount that was tax deductible - 401(h)			
54 Amount that was tax deductible - Other _____			
55 TOTAL			

Other Post Employment Benefits (OPEBS) Continued

Year: 2013

	Item	Current Year	Last Year	% Change
1	Number of Company Employees:	Not Applicable		
2	Covered by the Plan			
3	Not Covered by the Plan			
4	Active			
5	Retired			
6	Spouses/Dependants covered by the Plan			
7	Montana			
8	Change in Benefit Obligation			
9	Benefit obligation at beginning of year			
10	Service cost			
11	Interest Cost			
12	Plan participants' contributions			
13	Amendments			
14	Actuarial Gain			
15	Acquisition			
16	Benefits paid			
17	Benefit obligation at end of year			
18	Change in Plan Assets			
19	Fair value of plan assets at beginning of year			
20	Actual return on plan assets			
21	Acquisition			
22	Employer contribution			
23	Plan participants' contributions			
24	Benefits paid			
25	Fair value of plan assets at end of year			
26	Funded Status			
27	Unrecognized net actuarial loss			
28	Unrecognized prior service cost			
29	Prepaid (accrued) benefit cost			
30	Components of Net Periodic Benefit Ccosts			
31	Service cost			
32	Interest cost			
33	Expected return on plan assets			
34	Amortization of prior service cost			
35	Recognized net actuarial loss			
36	Net periodic benefit cost			
37	Accumulated Post Retirement Benefit Obligation			
38	Amount Funded through VEBA			
39	Amount Funded through 401(h)			
40	Amount Funded through other _____			
41	TOTAL			
42	Amount that was tax deductible - VEBA			
43	Amount that was tax deductible - 401(h)			
44	Amount that was tax deductible - Other			
45	TOTAL			
46	Montana Intrastate Costs:			
47	Pension Costs			
48	Pension Costs Capitalized			
49	Accumulated Pension Asset (Liability) at Year End			
50	Number of Montana Employees:			
51	Covered by the Plan			
52	Not Covered by the Plan			
53	Active			
54	Retired			
55	Spouses/Dependants covered by the Plan			

Payments for Services to Persons Other Than Employees

Year: 2013

Line No.	Name of Recipient (a)	Nature of Service (b)	Total Company Cost (c)	Total State Cost (d)	Intrastate Cost (e)
1	Fergus Electric Cooperative	Power & Pole Attachments	34736	34736	34736
2	Global Fiber Vision	Electronic Equipment	35228	35228	35228
3	Fort Belknap Indian Community	THPO Monitoring	36675	36675	36675
4	AT&T Communications	Carrier Access Billing	49780	49780	49780
5	Radirect Inc.	Construction Services	58082	58082	58082
6	Spa Motel	Employee Boarding	59639	59639	59639
7	Blaine County Treasurer	Property Taxes	112288	112288	112288
8	North Star Dodge	Fleet Management	115418	115418	115418
9	Tilleman Motor Company	Fleet Management	124764	124764	124764
10	Fergus County Treasurer	Property Taxes	128703	128703	128703
11	Judith Basin County Treasurer	Property Taxes	136579	136579	136579
12	Wheatland County Treasurer	Property Taxes	137715	137715	137715
13	Central MT Communications Inc	Telephone Service	150978	150978	150978
14	Universal Service Admin Co	Universal Service Funds	168198	168198	168198
15	Clearfield Inc	Materials	173406	173406	173406
16	Meahger County Treasurer	Property Taxes	246715	246715	246715
17	Montana Department of Revenue	Taxes amd Fees	249440	249440	249440
18	Chouteau County Treasurer	Property Taxes	304811	304811	304811
19	National Information Solutions	Data Processing Services	328026	328026	328026
20	Phillips County Treasurer	Property Taxes	353891	353891	353891
21	NorthWestern Energy	Power & Pole Attachments	399998	399998	399998
22	JKL Associates Inc	Construction Services	677538	677538	677538
23	Triangle Communicacation System	Internet and Long Distance Services	1098319	1098319	1098319
24	Heberly and Associates	Engineering Services	1231379	1231379	1231379
25	Calix Inc	Electronic Equipment	1364249	1364249	1364249
26	Triangle Telephone Coop	Office & Long Distance Services	3125782	3125782	3125782
27	Niels Fugal Sons Company	Construction Services	5009638	5009638	5009638
28	Hill County Electric	Office and Equipment Rental	5338271	5338271	5338271
29	Michels Corporation	Construction Services	7132712	7132712	7132712
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49	Total		28382958	28382958	28382958

Subscriber Line Usage Data

Year: 2013

Line No.	Description (a)	This Year (b)	% of Total (c)	Last Year (d)	% of Total (e)
1	Toll Usage:				
2	Interstate, InterLATA	22669032	63.11%	19491042	55.14%
3	Interstate, IntraLATA	1910	0.01%	1875	0.01%
4	Total Interstate Usage	22670942	63.12%	19492917	55.15%
5	Intrastate, InterLATA	6422116	17.88%	6524293	18.46%
6	Intrastate, IntraLATA	6825050	19.00%	9330649	26.40%
7	Total Intrastate Usage	13247166	36.88%	15854942	44.85%
8	Total Toll Usage	35918108	100.00%	35347859	100.00%
9	Centrex				
10	Local				
11	Total Minutes	35918108	100.00%	35347859	100.00%

Cental Office and Access Line Statistics

Line No.	Wire Center (a)	Type of Office (b)	Residential (c)	ISDN (d)	ADSL (e)	Lifeline Customers (f)	Residential LMS Customers (g)	Single Line Business (h)	Multi-Line Business (i)	Customer Owned Coin (j)	Company Owned Coin (k)	Other (l)	% of Lines w/ T. Tone (m)	Total Access Lines (n)
1	353 - Harlem		566		443	171	6		354	1				921
2	374 - Moore		233		223	1	5		53					286
3	383 - Dodson		84		54	6			15					99
4	423 - Hobson		288		192	3	18		76					364
5	473 - Judith Gap		92		59	1	4		18					110
6	547 - White Sulpher Spr		683		496	22			277					960
7	566 - Stanford		282		227	7	34		100					382
8	567 - Denton		198		157	2	9		61					259
9	572 - Martinsdale		147		81	2			22					169
10	622 - Fort Benton		496		373	12	31		316					812
11	632 - Harlowton		565		420	10			226	2				793
12	654 - Malta		947		773	28	78		443					1390
13	737 - Geraldine		238		156	5	8		43					281
14														
15														
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31														
32														
33	Total		4819		3654	270	193		2004	3				6826

NOTE: Additional blank schedules are being provided for your convenience.

Central Office and Switch Information

Year: 2013

Line No.	Wire Center (a)	Office Configuration (Host, Remote, Stand alone) (b)	Type of Switch (c)	Switch Vendor/Manufacturer (d)	Switch Model No. (e)	Switch Line Capacity (f)	Year Deployed (g)
1	353 - Harlem	Host	Digital	Genband	C15	7,500	2010
2	374 - Moore	Occam	Digital	Occam	BLC	240	2012
3	383 - Dodson	Remote	Digital	Northern Telco	RSLE	192	1994
4	423 - Hobson	Occam	Digital	Northern Telco	BLC	1,024	1995
5	473 - Judith Gap	Remote	Digital	Northern Telco	RSLE	192	1995
6	547 - White Sulphur Spr	Host	Digital	Genband	C15	7,500	2010
7	566 - Stanford	Occam	Digital	Occam	BLC	934	2007
8	567 - Denton	Occam	Digital	Occam	BLC	672	2007
9	572 - Martinsdale	Occam	Digital	Northern Telco	BLC	192	1996
10	622 - Fort Benton	Host	Digital	Genband	C15	7,500	2009
11	632 - Harlowton	Occam	Digital	Northern Telco	BLC	1,600	1999
12	654 - Malta	Host	Digital	Genband	C15	7,500	2010
13	737 - Geraldine	Remote	Digital	Northern Telco	RSLE	1,024	1995
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48							

NOTE: Additional blank schedules are being provided for your convenience.

Construction Budget - Montana

Year: 2014

Line No.	Description (a)	2014 (b)
1	Central Office Assets:	
2		
3		
4		
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26		
27	Total Switching and Central Office Projects over \$500,000	
28	Miscellaneous Central Office Projects not over \$500,000	1730000
29	Total Central Office Budget (Total of Line 27 & Line 28)	1730000
30	Other Projects over \$500,000:	
31	Harlem & Dodson Exchange Upgrade	3550500
32	Judit Gap Fiber Cable Project	700000
33	Geraldine Fiber Cable Project	1250000
34		
35		
36		
37		
38		
39		
40		
41	Total Other Projects over \$500,000	5500500
42	Miscellaneous projects not over \$500,000	1715000
43	Total Construction Budget (Total of Lines 29, 41 & 42)	8945500

Montana Total State Construction Expenditures

Line No.	FCC Part 32 Account No. (a)	Description (b)	This Year (c)	Last Year (d)	Percent Change (e)
1	2110	General Support Assets	5548635	5475722	1.33%
2	2210	Central Office Assets	3574014	5672680	-37.00%
3	2220	Operator Systems			
4	2230	Central Office Transmission	20786780	18915319	9.89%
5	2310	Information/Termination Assets	24856	24856	0.00%
6	2410	Cable and Wire Facilities Assets	66780036	69581676	-4.03%
7	2680	Amortizable Tangible Assets			
8	2690	Intangibles			
9		Total Construction Expenditures	96714321	99670253	-2.97%

Montana Employee Counts

Year: 2013

Line No.	Category (a)	Beginning of Year (b)	End of Year (c)	
1	Employees are provided through a Joint Use Agreement with Hill County Electric Cooperative, Inc. Areas where joint use employees are used follow:			
2				
3				
4		Staff	30	28
5		Outside Plant	22	18
6				
7				
8				
9				
10				
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42				
43	Totals (Sum of Lines 1 through 42)	52	46	

Compensation of Top 10 Montana Based Employees

Year: 2013

Line No.	Name/Title (a)	Base Salary (b)	Bonuses (c)	Other Compensation (d)	Total Compensation (e)	Total Compensation Last Year (f)	% Increase Total Compensation (g)
1	Central Montana Communications, Inc. has no employees. Employee services are provided through service agreements with Hill County Electric Cooperative, Inc.						
2							
3							
4							
5							
6							
7							
8							
9							
10							
11	Totals (Sum L.1 to L.10)						

Compensation of Top 5 Corporate Employees - SEC Information

Line No.	Name/Title (a)	Base Salary (b)	Bonuses (c)	Other Compensation (d)	Total Compensation (e)	Total Compensation Last Year (f)	% Increase Total Compensation (g)
1	Not Applicable						
2							
3							
4							
5							
6	Totals (Sum L.1 to L.5)						

Montana Composite Statistics

Year: 2013

Line No.	Account No.	Description (a)	Amount (b)
1		Plant (Intrastate Only) (000 Omitted)	
2	2001	Plant in Service	96714
3	2003 - 2004	Construction Work in Progress	16962
4	2005	Plant Acquisition Adjustments	
5	2002	Plant Held for Future Use	
6	1220	Materials & Supplies	
7		(Less):	
8	3100 - 3400	Depreciation & Amortization Reserves	-34563
9	4360.2	Contributions in Aid of Construction	
10		NET BOOK COSTS	79113
11		Revenues & Expenses (Intrastate Only) (000 Omitted)	
12	5000 - 5300	Operating Revenues	17559
13	6560	Depreciation & Amortization Expenses	5726
14		Federal & State Income Taxes	1317
15		Other Taxes	1437
16		Other Operating Expenses	5322
17		TOTAL Operating Expenses	13802
18		Net Operating Income	3757
19		Other Income	86
20		Other Deductions	1530
21		NET INCOME	2313
22		Access Lines in Service (Intrastate Only)	
23		Residential Access Lines	4819
24		Business Access Lines	1875
25		PBX Access Lines	132
26		Other Access Lines	
27		Total Number of Access Lines	6826
28		Average Number of Calls Per Access Line	
29		Local Calls	128
30		Toll Calls (Intra- or Interstate)	204
31		Total Number of Calls Per Access Line (Total of Line 29 & Line 30 divided by Line 27)	332
32		Other Statistics (Intrastate Only)	
33		Average Residential Monthly Bill	64
34		Gross Plant Investment per Access Line	16653

Depreciation - Montana Intrastate Regulated

Year: 2013

Line No.	Acct No. (a)	Description (b)	Composite Rate % (c)	Total Expense \$ (d)
1	2112	Motor Vehicles	9.7%	228,507
2	2114	Special Purpose Vehicles	7.0%	18,265
3	2115	Garage Work Equipment	8.4%	
4	2116	Other work Equipment	2.8%	3,113
5	2121	Buildings	3.8%	101,656
6	2122	Furniture	5.5%	
7	2123.1	Office Support Equipment	13.4%	
8	2123.2	Company Communications Equipment	5.3%	
9	2124	General Purpose Computers	6.5%	
10	2211	Analog Electronic Switching Equipment	9.3%	(430,753)
11	2212	Digital Electronic Switching Equipment	7.0%	170,397
12	2215	Step By Step Switching Equipment	9.5%	
13	2215	Crossbar Switching Equipment	11.6%	
14	2220	Operator System	12.5%	
15	2231	Radio Systems	13.0%	1,168
16	2232	Circuit DDS	10.7%	2,797,393
17	2232	Circuit Digital	9.6%	
18	2232	Circuit Analog	10.7%	
19	2351	Public Telephone Terminating Equipment	3.0%	
20	2362	Other Terminal Equipment	16.0%	
21	2411	Poles	4.7%	17,689
22	2421	Aerial Cable Metallic	5.4%	69,930
23	2421	Aerial Cable Nonmetallic	4.2%	146,071
24	2422	Underground Cable Metallic	4.4%	3,545
25	2422	Underground Cable Nonmetallic	4.8%	152,874
26	2423	Buried Cable Metallic	3.9%	823,500
27	2423	Buried Cable Nonmetallic	4.2%	1,622,485
28	2424	Submarine Cable Metallic	2.3%	
29	2424	Submarine Cable Nonmetallic	3.3%	
30	2426	Intrabuilding Network Cable Metallic	5.5%	
31	2426	Intrabuilding Network Cable Nonmetallic	11.3%	
32	2431	Aerial Wire	13.4%	252
33	2441	Conduit Systems	2.1%	139
34				
35		COMPOSITE TOTAL		5,726,231
36	<p>Please list the Montana Public Service Commission Docket Order No. approving these depreciation rates</p> <p>Docket Number _____ Order Number _____</p>			
37				
38				
39				
40				

Amortization - Montana Intrastate Regulated

Year: 2013

Line No.	Acct No. (a)	Description (b)	Composite Rate % (c)	Total Expense \$ (d)
1		Not Applicable		
2				
3				
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34				
35		COMPOSITE TOTAL		
36	Please list the Montana Public Service Commission Docket Order No. approving these amortization rates			
37				
38				
39	Docket Number _____ Order Number _____			
40				

Montana Regulatory Capital Structure & Costs

Year: 2013

Line No.	Description (a)	% Cap. Str. (b)	% Cost Rate (c)	Weighted Cost (d)
	Commission Accepted - Most Recent	Not Applicable		
1	Docket Number _____			
2	Order Number _____			
3				
4	Common Equity			
5	Preferred Stock			
6	Long Term Debt			
7	Other			
8	Total			
9				
10	Actual at Year End			
11				
12	Common Equity			
13	Preferred Stock			
14	Long Term Debt			
15	Other			
16	Total			

Network Access - Charges and Revenues

Year: 2013

Line No.	Description (a)	Access Charges Paid (b)	Access Revenues Received (c)
1	Montana - Total State		13777475
2			
3	Montana - Intrastate		1384997
4			
5	Montana - Intrastate Regulated		677259
6			
7			
8			
9			
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12			
13			

Affiliate Transactions - Products & Services Provided to Utility

Year: 2013

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Charges to Utility (d)	% Total Affil. Revenues (e)	Charges to MT Utility (f)
1	TriangleTelephone Cooperative,Inc.	Office Rent	Floor Space	183,100		
2	TriangleTelephone Cooperative,Inc.	Equipment Rent	Average hourly operating exp.	3,112		
3	TriangleTelephone Cooperative,Inc.	ExpenseReimbursement	Actual amounts charged	750,197		
4	TriangleTelephone Cooperative,Inc.	Long Distance Service	Actual amounts billed	550,290		
5	TriangleTelephone Cooperative,Inc.	Construction Material	Actual cost	161,082		
6	TriangleTelephone Cooperative,Inc.	Expense Allocation	Actual cost	16,842		
7						
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29						
30	TOTAL			\$1,664,623		

Affiliate Transactions - Products & Services Provided by Utility

Year: 2013

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Charges to Affiliate (d)	% Total Affil. Revenues (e)	Charges to MT Utility (f)
1	Triangle Telephone Cooperative, Inc.	Equipment Rent	Average hourly operating exp.	14,633		
2	Triangle Telephone Cooperative, Inc.	Billing and Collection	Actual Cost	79,392		
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29						
30	TOTAL			\$94,025		

Montana Intrastate Regulated Earned Rate of Return

Year: 2013

Line No.	Description Rate Base (a)	This Year (b)	Last Year (c)	Percent Change (d)
1				
2	2001 Plant in Service	96,714,320	99,670,253	-2.97%
3	2002 Prop. Held for Future Telecommunications Use			
4	3100-3200 (Less) Accumulated Depreciation	(34,563,422)	(35,677,125)	3.12%
5	Plant in Service	62,150,898	63,993,128	-2.88%
6				
7	Additions			
8	1220 Materials & Supplies			
9	1280 Prepayments			
10	Other Additions			
11	TOTAL Additions			
12				
13	Deductions			
14	4100 Current Deferred Operating Income Taxes			
15	4320 Unamortized Operating Investment Tax Credits			
16	4340 Noncurrent Deferred Operating Income Taxes			
17	Customer Advances for Construction			
18	Other Deductions			
19	TOTAL Deductions			
20	TOTAL Rate Base	62,150,898	63,993,128	-2.88%
21				
22	Net Earnings			
23				
24	Rate of Return on Average Rate Base	3.670%	4.070%	-9.83%
25				
26	Rate of Return on Average Equity	6.610%	6.970%	-5.16%
27				
28	Major Normalizing Adjustments & Commission			
29	<u>Ratemaking adjustments to Utility Operations</u>			
30				
31				
32				
33				
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39				
40				
41				
42				
43	Adjusted Rate of Return on Average Rate Base	3.670%	4.070%	-9.83%
44				
45	Adjusted Rate of Return on Average Equity	6.610%	6.970%	-5.16%

Other Taxes Paid

Year: 2013

Line No.	Description (a)	Last Year (b)	This Year (c)
1	Montana Telephone Company License Tax		
2	Montana Public Service Commission Tax	9259	11767
3	Montana Consumer Counsel Tax	4823	3394
4	911 Emergency Telephone Fee		
5	Montana Telecommunications Access Service (TDD)		
6	Montana Corporate License Tax	241656	253628
7	Personal Property Tax		
8	Real Property Tax	1429094	1421760
9			
10			
11			
12	Total	1684832	1690549

Universal Service Funds Received

Year: 2013

Line No.	Description (a)	Last Year (b)	This Year (c)
13	Funds received from Montana Sources		
14	Funds received from Federal Sources	3914647	4777814
15			
16			
17			
18			
19			
20			
21			
22			
23			
24	Total	3914647	4777814