

**General Information**

Year: **2017**

1	Legal Name of Respondent:	PROJECT TELEPHONE COMPANY
2	Name Under Which Respondent Does Business:	NEMONT
3	Date of Incorporation:	1978
4	Address to send Correspondence Concerning Report:	PO BOX 600 SCOBAY, MT 59263
5	Person Responsible for This Report:	ROSS FLADAGER
5a.	Telephone Number:	406-783-2200
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:	NEMONT TELEPHONE COOPERATIVE, INC., PO BOX 600, SCOBAY, MT 59263
	1b. Means by which control was held:	STOCK
	1c. Percent Ownership:	100%

## Montana Total State Income Statement

Year:

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		<b>REVENUES:</b>		
2	5000	Basic Local Service Revenues	1,549,657	1,657,185
3	5080	Network Access Revenues	6,940,655	8,486,381
4	* 5100	Long Distance Message Revenue	0	0
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	61,094	37,727
10	^ 5230	Directory Revenue	10,340	9,529
11	^ 5240	Rent Revenue	28,139	5,040
12	^ 5250	Corporate Operations Revenue		
13	^ 5260	Miscellaneous Revenue	1,287	1,209
14	^ 5270	Carrier Billing and Collection Revenue	21,328	21,949
15	^ 5280	Nonregulated Revenue		
16	5300	Uncollectible Revenue	(34,521)	21,012
17		<b>Total Revenues (L.2+L.3+L.4+L.9-L.16)</b>	8,585,927	10,160,281
18		<b>OPERATING EXPENSES:</b>		
19	6110	Network Support Expense	28,165	42,508
20	6120	General Support Expense	482,705	471,665
21	6210	Central Office Switching Expense	225,426	210,062
22	6220	Operator Systems Expense		
23	6230	Central Office Transmission Expense	1,280,611	1,119,316
24	6310	Information Origination/Termination Expense		
25	* 6410	Cable and Wire Facilities Expense	1,484,215	1,592,994
26	^ 6431	Aerial Wire Expense		
27	^ 6441	Conduit Systems Expense		
28	6510	Other Property, Plant & Equipment Expense	71	(175)
29	6530	Network Operations Expense	670,929	632,266
30	6540	Access Expense	247,756	255,825
31	6560	Depreciation and Amortization Expense	1,593,529	1,588,105
32	6610	Marketing	227,520	158,704
33	6620	Services	262,535	354,725
34	6710	Executive and Planning	116,588	113,665
35	6720	General and Administrative	757,863	763,845
36	6790	Provision for Uncollectible Notes Receivable		
37		<b>Total Operating Expenses (Sum L.19 to L.36-L.26)</b>	7,377,913	7,303,505
38	7100	Other Operating Income and Expense		
39	7200	Operating Taxes	(1,356,455)	1,240,098
40		<b>Net Operating Income (L.17-L.37+L.38-L.39)</b>	2,564,469	1,616,678

^ Subaccount of the account marked with a \*.

**Montana Intrastate Income Statement**

Year:

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)	
1		<b>REVENUES:</b>			
2	5000	Basic Local Service Revenues	<b>UNDER 5000 ACCESS LINES-NOT REQUIRED</b>		
3	5080	Network Access Revenues			
4	* 5100	Long Distance Message Revenue		0	0
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		0	0
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		<b>Total Revenues (L.2+L.3+L.4+L.9-L.16)</b>		#VALUE!	0
18		<b>OPERATING EXPENSES:</b>			
19	6110	Network Support Expense			
20	6120	General Support Expense			
21	6210	Central Office Switching Expense			
22	6220	Operator Systems Expense			
23	6230	Central Office Transmission Expense			
24	6310	Information Origination/Termination Expense			
25	* 6410	Cable and Wire Facilities Expense	0	0	
26	^ 6431	Aerial Wire Expense			
27	^ 6441	Conduit Systems Expense			
28	6510	Other Property, Plant & Equipment Expense			
29	6530	Network Operations Expense			
30	6540	Access Expense			
31	6560	Depreciation and Amortization Expense			
32	6610	Marketing			
33	6620	Services			
34	6710	Executive and Planning			
35	6720	General and Administrative			
36	6790	Provision for Uncollectible Notes Receivable			
37		<b>Total Operating Expenses (Sum L.19 to L.36-L.37)</b>	0	0	
38	7100	Other Operating Income and Expense			
39	7200	Operating Taxes			
40		<b>Net Operating Income (L.17-L.37+L.38-L.39)</b>	#VALUE!	0	

^ Subaccount of the account marked with a \*.

## Montana Intrastate Regulated Income Statement

Year:

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		<b>REVENUES:</b>		
2	5000	Basic Local Service Revenues	1,549,657	1,657,185
3	5080	Network Access Revenues	6,940,655	8,486,381
4	* 5100	Long Distance Message Revenue	0	0
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	61,094	37,727
10	^ 5230	Directory Revenue	10,340	9,529
11	^ 5240	Rent Revenue	28,139	5,040
12	^ 5250	Corporate Operations Revenue		
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15	^ 5280	Nonregulated Revenue		
16	5300	Uncollectible Revenue	(34,521)	21,012
17		<b>Total Revenues (L.2+L.3+L.4+L.9-L.16)</b>	8,585,927	10,160,281
18		<b>OPERATING EXPENSES:</b>		
19	6110	Network Support Expense	28,165	42,508
20	6120	General Support Expense	482,705	471,665
21	6210	Central Office Switching Expense	225,426	210,062
22	6220	Operator Systems Expense		
23	6230	Central Office Transmission Expense	1,280,611	1,119,316
24	6310	Information Origination/Termination Expense		
25	* 6410	Cable and Wire Facilities Expense	1,484,215	1,592,994
26	^ 6431	Aerial Wire Expense		
27	^ 6441	Conduit Systems Expense		
28	6510	Other Property, Plant & Equipment Expense	71	(175)
29	6530	Network Operations Expense	670,929	632,266
30	6540	Access Expense	247,756	255,825
31	6560	Depreciation and Amortization Expense	1,593,529	1,588,105
32	6610	Marketing	227,520	158,704
33	6620	Services	262,535	354,725
34	6710	Executive and Planning	116,588	113,665
35	6720	General and Administrative	757,863	763,845
36	6790	Provision for Uncollectible Notes Receivable		
37		<b>Total Operating Expenses (Sum L.19 to L.36-L.37)</b>	7,377,913	7,303,505
38	7100	Other Operating Income and Expense		
39	7200	Operating Taxes	(1,356,455)	1,240,098
40		<b>Net Operating Income (L.17-L.37+L.38-L.39)</b>	2,564,469	1,616,678

^ Subaccount of the account marked with a \*.

**Average Rate Base - Total State**

Year:

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	36895022	35483480
2	3100	Accumulated Depreciation	15553405	14261870
3	2002	Property Held for Future Telecommunications Use		
4	3200	Accumulated Depreciation - 2002		
5	1220	Materials and Supplies	756180	809949
6	4340	Noncurrent Deferred Operating Income Taxes	3200264	4825611
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)		
9		<b>Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+)</b>	18897533	17205948

**Average Rate Base - Intrastate**

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	36895022	35483480
2	3100	Accumulated Depreciation	15553405	14261870
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5	1220	Materials and Supplies	756180	809949
6	4340	Noncurrent Deferred Operating Income Taxes	3200264	4825611
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)		
9		<b>Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+)</b>	18897533	17205948

**Average Rate Base - Regulated Intrastate**

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	36895022	35483480
2	3100	Accumulated Depreciation	15553405	14261870
3	2002	Property Held for Future Telecommunications Use		
4	3200	Accumulated Depreciation - 2002		
5	1220	Materials and Supplies	756180	809949
6	4340	Noncurrent Deferred Operating Income Taxes	3200264	4825611
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)		
9		<b>Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+)</b>	18897533	17205948

**Executive Compensation - Montana-Based Employees**

Name/Title (a)	Base Salary (b)	Bonuses (c)	Other Compensation (d)	Total Compensation (e)
NOT APPLICABLE PROJECT HAS NO EXECUTIVES/MANAGERS AS IT IS MANAGED BY ITS PARENT COMPANY NEMONT TELEPHONE COOPERATIVE, INC				0
				0
				0
				0
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				0
				0
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				0
				0
				0
				0
				0
				0
				0
<b>Total executive compensation in the aggregate</b>				<b>0</b>