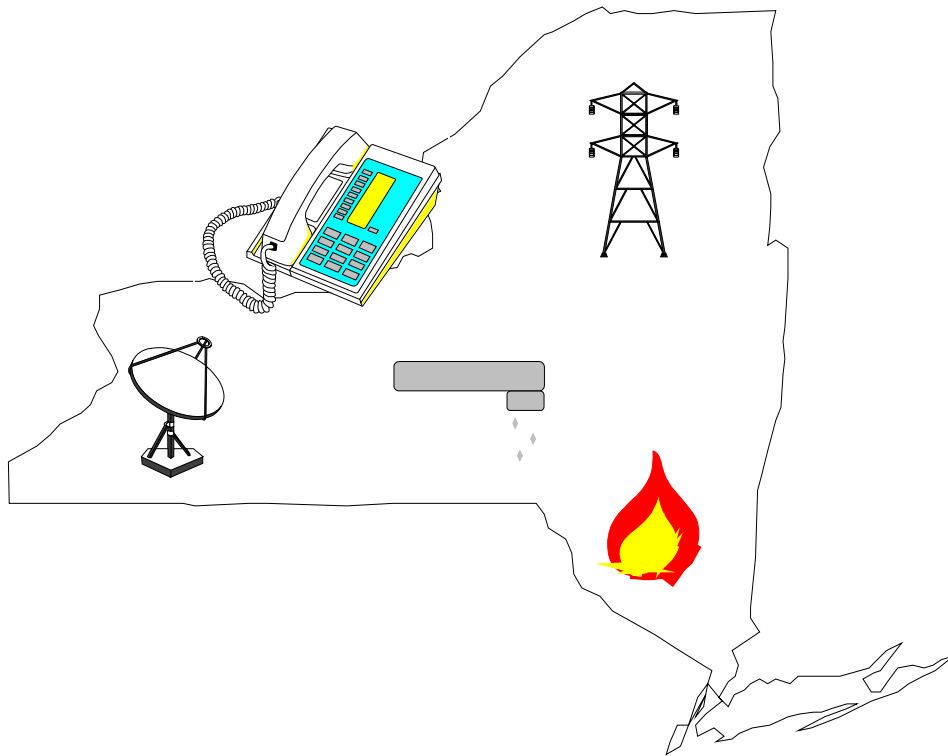


Financial Statistics of the Major Investor-Owned Utilities in New York State

Electric - Gas - Telecommunications - Water

2018



New York State Department of Public Service

New York State **Public Service Commission**

Vision

Promote competitive markets and streamline regulation.

Mission Statement

The primary mission of the New York State Department of Public Service is to ensure affordable, safe, secure, and reliable access to electric, gas, steam, telecommunications, and water services for New York State's residential and business consumers, while protecting the natural environment. The Department also seeks to stimulate effective competitive markets for clean, renewable, and distributed energy resources that benefit New York consumers, as well as product and service innovations.

Preface

This is the 49th annual edition of the Financial Statistics of the Major Investor Owned Utilities in New York State (report). The report contains financial and operating statistics for the 60 privately owned Class A and B^{*} Electric, Gas, Telephone and Water companies in New York State for the calendar years 2014, 2015, 2016, 2017 and 2018.

With the emergence of competition in segments of the energy industry and in telecommunications, this publication will reflect the transition to a competitive environment. During this transition, comparisons between utilities and from year to year may not be as meaningful as they were in a regulated monopoly setting. The introduction of retail access, the auctions of generating plants by the electric utilities and utility mergers are several examples of the changes which will impact the statistics reported by utilities. As the industries move toward competition, some data in future editions of this publication may not continue to be available on a company specific basis.

The data in this publication are presented in two major sections: the summary, and the detailed industry section. Included in the summary is a section summarizing the major changes taking place in the electric, gas, and telecommunications industries.

Financial information in the report is derived from the annual reports filed with the Commission by the jurisdictional companies in New York State. For information contained in this publication that is not obtained from annual reports, the source is noted on the applicable page.

* Class A or B utilities comprise electric and gas utilities with annual operating revenues of \$1 million or more and water utilities with operating revenue of \$700,000 or more. Telephone companies with annual operating revenues of \$100 million and more are Class A while those below this threshold are Class B.

The summary is divided into the following five sections:

List of Class A and B NYS utilities

Showing average cost per unit sold to ultimate customers, operating revenues, net plant, and average number of customers.

Financial criteria

Includes return on common equity, pre-tax coverage and capital structure.

Operating criteria

Includes average cost per unit sold, customer bill data, source and use of revenues, transportation of gas owned by others, and customer growth.

Electric industry information

Includes a brief summary of the changes occurring in the industry, as well as information on sources of electric energy, cost of fuel data, and nuclear plant information.

The detailed industry section presents financial statements and other data for companies that provide electric and gas service, gas service only, telecommunication service and water service. Industry composite reports for companies providing these four services are located at the beginning of each industry section. Since Verizon New York makes up such a large percentage of the telecommunications industry, we have included two telecommunications industry composite reports -- one with Verizon New York and one without Verizon New York. Statements in the industry composite reports include balance sheet, income statement, statement of cash flow, analysis of revenue and operating and maintenance expenses (except telecommunications), distribution of revenues, statement of utility plant, and selected ratios and statistics.

Some figures in the book may not add due to rounding.

Summary

List of Utilities

This section provides summary statistics for the major investor owned utilities in New York State included in this year's report.

For each utility, the tables on pages 6 and 8 provide a five-year history from 2014 to 2018 of the average cost per unit sold to ultimate customers for the electric, gas and water industries. For the telephone industry, the statistics on page 7 measure the average cost per access line for the same five-year period.

This section also provides operating revenues, net plant and average number of customers for each utility, by industry. These statistics are shown on pages 9 through 11.

**Financial Statistics
of the
Major Investor-Owned Utilities
in
New York State**

Electric - Gas - Telecommunications - Water

2018

New York State Public Service Commission

**John B. Rhodes, Chairman
Diane X. Burman
James S. Alesi
Tracy A. Edwards
John B. Howard
Commissioners**

**Compiled by the
New York State Department of Public Service
Office of Accounting, Audits and Finance
Doris Stout, Director**

Electric Service Revenue *

Cents Per KWH
2014 - 2018

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Central Hudson Gas & Electric	14.12	13.70	12.95	14.63	17.77
Consolidated Edison	17.66	17.87	21.63	20.27	21.58
New York State Electric and Gas	9.73	9.81	10.23	10.18	11.66
Niagara Mohawk Power Corporation	9.24	9.06	8.52	11.03	13.33
Orange and Rockland	15.96	16.71	26.52	16.93	18.98
Rochester Gas and Electric	11.20	10.66	13.03	11.91	11.66
New York State Composite	13.68	13.75	15.4	15.49	17.11
US Average	N/A	N/A	N/A	N/A	N/A

Gas Service Revenue *

Dollars per MCF
2014-2018

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Brooklyn Union Gas	9.50	9.75	10.69	10.77	11.81
Central Hudson	10.35	9.50	11.24	12.36	17.27
Consolidated Edison	8.35	7.13	9.78	9.89	10.19
Corning Gas	5.82	5.68	9.30	9.02	11.37
KeySpan Gas East Corporation **	12.66	12.34	10.28	11.74	12.22
National Fuel Gas Distribution	6.18	6.20	7.09	7.55	9.52
New York State Electric and Gas	9.86	8.02	9.47	9.40	10.59
Niagara Mohawk Power Corporation	5.07	4.90	7.76	7.95	9.30
Orange and Rockland	11.43	11.18	7.47	11.27	8.03
Rochester Gas and Electric	8.11	7.16	7.73	8.24	9.34
St. Lawrence	8.49	9.16	9.71	11.31	11.61
Valley Energy	5.25	5.33	5.13	6.43	10.33
New York State Composite	8.32	7.80	9.23	9.76	10.51
US Average	N/A	N/A	N/A	N/A	N/A

* Cost to Ultimate Customer was calculated by dividing ultimate customer revenues by ultimate customer usage. The amounts in the Electric and Gas annual reports were adjusted to remove discounted NYPA rates for electric service and transportation and off system sales revenues/volumes for gas service

Telephone Company Revenue
Revenues per Access Line
2014-2018

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Alltel	887.98	824.77	789.73	762.93	764.59
Armstrong	2270.06	2148.82	1788.06	1509.58	1539.57
Berkshire	934.69	894.4	891.03	886.81	961.05
Cassadaga	974.26	970.44	961.79	902.70	847.47
Champlain	1215.93	1230.81	1177.68	1179.16	1088.16
Chautauqua & Erie	1074.15	1037.03	940.74	914.04	847.18
Chazy & Westport	1144.29	1189.36	956.06	1003.51	918.75
Citizens Tel of Hammond	3411.7	3045.06	2564.23	2397.21	2127.55
Citizens Tel of New York	1269.26	1152.16	1104.71	1111.18	1054.61
Crown Point	2539.15	2582.4	1951.43	1987.52	1949.92
Delhi	1180.28	1155.52	1121.6	1144.37	1111.88
Deposit	1577.17	1503.51	1177.81	1036.08	1027.01
Dunkirk & Fredonia	1354.21	1164.92	942.69	936.47	959.30
Edwards	2119.46	2017.16	1637.38	1486.18	1293.27
Empire	1236.54	1221.3	1140.86	1063.83	986.98
Fishers Island	2211.1	2257.74	1841.28	1690.29	1363.25
Frontier Communications (Rochester)	16903.87	1567.94	1342.54	1276.50	1245.57
Frontier of Ausable Valley	638.01	953.54	901.33	1025.83	1045.36
Frontier of New York (Highland)	992.43	1040.21	1020.98	1145.70	1145.06
Frontier of Seneca-Gorham	944.02	986.62	552.43	773.79	750.53
Frontier of Sylvan Lake	622.71	861.9	821.97	870.36	924.57
Germantown	1435.15	1415.8	1411.18	1107.91	1110.42
Hancock	1165.62	1142.88	1168.78	1162.08	1219.76
Margaretville	1505.96	1296.29	940.94	865.26	770.50
Middleburgh	1222.62	1134.83	944.71	851.77	723.86
Newport	1470.19	1437.77	1033.97	1102.20	1044.03
Nicholville	1908.6	1713.11	1040.1	1175.80	1053.87
Ogden	903.35	694.55	690.36	692.81	692.88
Oneida County Rural	1391.57	1527.13	1238.69	1258.56	1296.96
Ontario	2383.55	2138.34	2454.04	1844.19	1781.10
Oriskany Falls (1)			1710.7	1665.24	1445.33
Pattersonville	1958.41	1832.29	1800.16	1533.96	1609.27
Port Byron	1674.85	1561.1	1399.27	1294.88	1029.57
State	1281.7	1191.56	1057.88	981.31	898.90
Taconic	1089.29	1035.96	950.37	903.83	884.69
Township	1886.99	1704.61	1637.97	1321.30	1078.68
Trumansburg Home	1704.76	1669.65	1691.11	1581.20	1456.08
Verizon New York	2673.52	2624.16	2429.00	2194.74	1918.32
Vernon	1239.74	1239.32	1335.04	1276.33	1166.01
Warwick Valley	1875.15	1830.54	1390.51	1292.18	1185.77
New York State Composite	2453.53	2400.93	2214.24	2020.29	1786.36
Without Verizon	1339.04	1261.86	1142.65	1123.65	1085.56

US Average

(1) Merged with Vernon in 2017

NOTE: The shaded companies' revenue reflect funds received from the universal service funding (USF) mechanism.

Water Company Revenue *
Dollars per Thousand Gallons
2014 - 2018

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
NYAW Service Area 1 (Long Island) (2)	8.14	7.25	7	6.65	6.77
United Water New Rochelle (1)					
United Water Westchester	10.54	9.66	9.35	8.63	7.48
NYAW Service Area 2 (NYW & Sea Cliff) (3)	6.37	5.26	5.11	4.98	5.20
United Water Owego	7.47	10.76	9.38	9.64	11.53
Sea Cliff Water (4)			10.12	8.79	7.45
United Water New York	11.56	8.93	8.63	8.45	7.73
Heritage Hills Waterworks	17.41	17.23	16.32	16.91	16.90
New York State Composite	9.3	7.9	7.71	7.39	7.01

* Metered customers only.

(1) United Water New Rochelle merged with United Water Westchester in 2014

(2) Long Island merged into NYAW SA 1 in 2017

(3) NY Water and Sea Cliff merged into NYAW SA 2 in 2017

(4) Merged with NYW in 2017

Operating Revenues, Net Plant, and Average Customers 2018

Electric Companies

	Total Operating Revenues (\$000)	Percent of Total	Net Plant (000)	Percent of Total	Average Monthly Customers	Percent of Total
Consolidated Edison	\$8,034,704	58.67%	\$22,826,646	62.21%	3,482,663	49.88%
National Grid	2,601,981	19.00%	7,204,569	19.63%	1,679,192	24.05%
New York State Electric and Gas	1,379,948	10.08%	2,505,847	6.83%	898,694	12.87%
Rochester Gas and Electric	630,615	4.60%	2,026,138	5.52%	381,325	5.46%
Central Hudson Gas & Electric	559,394	4.08%	1,126,497	3.07%	307,029	4.40%
Orange and Rockland	487,616	3.56%	1,003,769	2.74%	232,718	3.33%
New York State Composite	\$13,694,258	100.00%	\$36,693,466	100.00%	6,981,622	100.00%

Gas Companies

	Total Operating Revenues (\$000)	Percent of Total	Net Plant (000)	Percent of Total	Average Monthly Customers	Percent of Total
Brooklyn Union Gas	\$1,853,804	24.28%	\$4,975,220	23.57%	1,257,521	24.38%
Consolidated Edison	2,083,931	27.29%	7,136,654	33.82%	1,083,189	21.00%
KeySpan Gas East Corporation	1,237,594	16.21%	3,539,080	16.77%	603,513	11.70%
National Fuel Gas Distr.	714,912	9.36%	1,317,716	6.24%	751,306	14.57%
National Grid	623,143	8.16%	1,650,036	7.82%	620,028	12.02%
New York State Electric and Gas	329,689	4.32%	713,170	3.38%	267,902	5.19%
Rochester Gas and Electric	306,092	4.01%	613,124	2.91%	322,285	6.25%
Orange and Rockland	249,955	3.27%	571,687	2.71%	136,118	2.64%
Central Hudson	166,426	2.18%	450,566	2.13%	82,462	1.60%
St. Lawrence	43,489	0.57%	67,095	0.32%	16,500	0.32%
Corning Gas	25,169	0.33%	67,667	0.32%	14,942	0.29%
Valley Energy	1,687	0.02%	2,098	0.01%	1,913	0.04%
New York State Composite	\$7,635,891	100.00%	\$21,104,113	100.00%	5,157,679	100.00%

Operating Revenues, Net Plant, and Access Lines 2018

Telecommunications Companies

	Total Operating Revenues (000)	Percent of Total	Net Plant (000)	Percent of Total	Year-End Access Lines	Percent of Total
Verizon New York	\$ 4,424,591	91.00%	\$11,061,543	95.51%	1,654,966	83.51%
Frontier of Rochester	135,855	2.79%	157,023	1.36%	80,346	4.05%
Citizens Tel of New York	129,388	2.66%	149,063	1.29%	101,940	5.14%
Frontier of New York (Highland)	24,516	0.50%	23,032	0.20%	24,703	1.25%
Alltel	24,715	0.51%	39,296	0.34%	27,833	1.40%
Taconic	14,391	0.30%	14,681	0.13%	13,211	0.67%
Warwick Valley	14,133	0.29%	7,305	0.06%	7,537	0.38%
Frontier of Sylvan Lake	2,230	0.05%	4,943	0.04%	3,581	0.18%
Ogden	4,279	0.09%	5,432	0.05%	4,737	0.24%
Chautauqua & Erie	3,706	0.08%	5,607	0.05%	3,450	0.17%
Deposit	7,258	0.15%	10,411	0.09%	4,602	0.23%
Trumansburg Home	4,368	0.09%	5,105	0.04%	2,562	0.13%
Frontier of Seneca Gorham	3,250	0.07%	3,425	0.03%	3,443	0.17%
Dunkirk & Fredonia	3,995	0.08%	1,565	0.01%	2,950	0.15%
Frontier of AuSable Valley	1,828	0.04%	2,258	0.02%	2,865	0.14%
State	5,432	0.11%	5,765	0.05%	4,238	0.21%
Champlain	3,852	0.08%	2,531	0.02%	3,168	0.16%
Armstrong	4,749	0.10%	9,665	0.08%	2,092	0.11%
Empire	4,428	0.09%	11,077	0.10%	3,581	0.18%
Middleburgh	4,722	0.10%	8,221	0.07%	3,862	0.19%
Delhi	3,195	0.07%	7,997	0.07%	2,707	0.14%
Oneida County Rural	1,887	0.04%	6,362	0.05%	1,356	0.07%
Ontario	2,941	0.06%	6,890	0.06%	1,234	0.06%
Berkshire	1,707	0.04%	1,421	0.01%	1,826	0.09%
Township	2,681	0.06%	3,484	0.03%	1,421	0.07%
Chazy & Westport	2,230	0.05%	1,676	0.01%	1,948	0.10%
Newport	3,112	0.06%	2,803	0.02%	2,117	0.11%
Germantown	2,909	0.06%	3,652	0.03%	2,027	0.10%
Port Byron	2,425	0.05%	2,128	0.02%	1,448	0.07%
Margaretville	3,053	0.06%	4,233	0.04%	2,027	0.10%
Edwards	2,579	0.05%	2,274	0.02%	1,217	0.06%
Nicholville	1,592	0.03%	895	0.01%	834	0.04%
Citizens Tel of Hammond	1,763	0.04%	1,806	0.02%	509	0.03%
Vernon	1,638	0.03%	2,330	0.02%	1,321	0.07%
Hancock	1,532	0.03%	1,600	0.01%	1,314	0.07%
Crown Point	1,574	0.03%	1,435	0.01%	620	0.03%
Fishers Island	1,875	0.04%	1,628	0.01%	848	0.04%
Pattersonville	997	0.02%	708	0.01%	509	0.03%
Cassadaga	672	0.01%	488	0.00%	690	0.03%
Oriskany Falls (1)	-	-	-	-	-	-
New York State Composite	\$ 4,862,048	100%	\$11,581,758	100%	1,981,640	100%

(1) Oriskany merged with Vernon in 2017

Operating Revenues, Net Plant, and Average Customers 2018

Water Companies

	Total Operating Revenues (\$000)	Percent of Total	Net Plant (000)	Percent of Total	Average Monthly Customers	Percent of Total
United Water New York	\$89,998	34.14%	\$384,444	35.54%	75,752	30.37%
NYAW SA 1 (Long Island Water) (2)	64,380	24.42%	291,000	26.90%	75,606	30.31%
United Water Westchester	69,995	26.55%	275,028	25.42%	43,666	17.51%
NYAW SA 2 (New York Water & Sea Cliff) (3)	34,642	13.14%	116,997	10.82%	49,214	19.73%
Sea Cliff Water	-	-	-	-	-	-
United Water Owego	3,146	1.19%	10,102	0.93%	2,550	1.02%
Heritage Hills Waterworks	1,458	0.55%	4,222	0.39%	2,643	1.06%
United Water New Rochelle (1)	-	-	-	-	-	-
New York State Composite	\$263,619	100.00%	\$1,081,793	100.00%	249,431	100.00%

(1) United Water New Rochelle merged with United Water Westchester in 2014

(2) Long Island Water merged with smaller territories in 2017

(3) NYW and Sea Cliff merged in 2017

Financial Criteria

Return on Common Equity

Return on common equity (ROE or return), a primary measure of relative profitability, has long been a standard measure of a company's financial viability.

The earned ROEs shown in this report are not necessarily the same ROEs that would be calculated by staff during a formal proceeding. For example, in the telecommunications industry there are large differences between total company booked ROEs and the ROEs determined in rate proceedings. This is due in part to the fact that the Public Service Commission has jurisdiction over the intrastate operations only, while the total company booked ROEs include both intrastate and interstate (federal jurisdiction) operations.

The tables on pages 14 and 15 provide the ROEs for each major New York State utility in each industry from 2014 through 2018. For the telecommunications industry, Class A companies are listed separately while the 37 Class B companies were aggregated to provide one composite ROE.

Return on Common Equity
(In Percent)

Combination Electric and Gas Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Central Hudson	9.3	9.1	9.2	8.3	6.5
Consolidated Edison	9.4	9.1	9.1	9.6	9.6
New York State E & G	7.6	8.8	10.2	8.6	10.1
National Grid	5.8	7.8	6.0	7.0	7.6
Orange & Rockland	8.3	9.7	9.5	8.5	9.7
Rochester G & E	5.5	9.6	10.5	5.1	10.1
New York State Composite	8.5	8.9	8.7	8.8	9.2

Gas Only Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Brooklyn Union Gas	1.9	3.2	5.1	11.3	6.3
Corning Natural Gas	6.5	5.7	6.7	7.0	9.3
KeySpan Gas East	6.1	6.8	7.1	8.2	3.9
National Fuel Gas Distribution	8.5	8.7	9.5	11.1	12.2
St. Lawrence Gas	5.5	5.8	2.3	2.0	5.1
Valley Energy	NMF	NMF	NMF	NMF	NMF
New York State Composite	4.3	5.3	6.5	10.1	6.6

Return on Common Equity (In Percent)

Telecommunication Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Citizens Tel of New York	(9.7)	(8.2)	(5.7)	(7.9)	(4.0)
Verizon New York	7.8	81.8	30.6	0.4	40.0
Frontier of Rochester	(7.1)	(4.2)	(2.6)	(0.4)	(0.5)
37 NYS Class B Composite	2.0	7.2	1.5	2.4	3.0
New York State Composite	12.3	139.9	41.1	0.1	49.8

Water Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Heritage Hills Waterworks	N/A	N/A	N/A	N/A	N/A
NYAW Service Area 1 (Long Island) (2)	10.6	6.2	9.1	11.3	9.9
United Water Westchester	4.2	4.3	3.9	3.4	5.8
NYAW Service Area 2 (NYW & Sea Cliff) (3)	(2.7)	4.0	4.3	4.3	7.1
Sea Cliff (4)	-	-	4.2	3.9	4.6
United Water New Rochelle (1)	-	-	-	-	-
United Water New York (Spring Valley)	4.4	4.1	3.1	2.5	0.3
United Water Owego	6.3	0.6	1.6	2.2	2.6
New York State Composite	4.0	4.5	4.3	4.1	3.2

(1) United Water New Rochelle merged with United Water Westchester in 2014

(2) Long Island merged into NYAW SA 1 in 2017

(3) NY Water and Sea Cliff merged into NYAW SA 2 in 2017

(4) Merged with NYW in 2017

Pre-Tax Interest Coverage

Pre-tax interest coverage is another standard measure of financial viability. It indicates the margin of safety for debt holders, that is, the degree to which operating income may decline before interest payments are interrupted. Each company's bond indenture usually specifies a minimum pre-tax interest coverage level before new debt can be issued.

The tables on pages 18 and 19 show the pre-tax interest coverage for each major New York State utility in each industry from 2014 through 2018. For the telecommunication industry, Class A companies are listed separately while the 37 Class B companies were aggregated to provide one composite pre-tax interest coverage. We use the method of computing pre-tax interest coverage commonly referred to as SEC coverage. This method computes the ratio of the sum of earnings from continuing operations plus fixed charges and federal income taxes to fixed charges.

**Pre-Tax Interest Coverage
(Times Earned)**

Combination Electric and Gas Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Central Hudson	3.4	3.8	3.8	3.5	2.8
Consolidated Edison	3.2	3.8	3.7	3.8	4.0
New York State E & G	3.3	4.0	4.5	3.0	3.2
Niagara Mohawk	2.7	3.3	3.3	3.4	4.3
Orange & Rockland	2.9	3.7	3.5	3.1	3.6
Rochester G & E	2.8	3.3	5.9	2.0	2.7
New York State Composite	3.1	3.7	3.8	3.5	3.8

Gas Only Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Brooklyn Union Gas	1.9	2.3	2.5	5.8	3.6
Corning Natural Gas	3.6	2.5	3.9	3.7	4.7
KeySpan Gas East (1)	3.1	3.1	2.8	3.7	2.2
National Fuel Gas Distribution	3.5	3.6	3.9	4.1	4.4
St. Lawrence Gas	2.6	4.0	2.6	2.7	5.3
Valley Energy	0.2	(0.3)	0.4	1.1	1.8
New York State Composite	2.6	2.8	2.8	4.5	3.2

**Pre-Tax Interest Coverage
(Times Earned)**

Telecommunication Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Citizens Tel of New York (1)	-	-	93243.8	39864.5	15462.2
Verizon New York	(0.4)	(12.9)	(4.4)	0.7	(8.3)
Frontier Communication (Rochester)	(1.7)	(1.0)	(0.4)	0.8	0.7
37 NYS Class B Composite	2.2	12.0	3.5	6.6	8.7
New York State Composite	(0.4)	(11.7)	(4.1)	0.8	7.8

(1) Citizens Incurred \$0 of interest expense in 2017

Water Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Heritage Hills Waterworks	2.0	3.0	3.0	1.8	1.9
NYAW SA 1 (Long Island) (3)	2.1	2.7	3.6	4.2	3.7
United Water Westchester	3.3	3.7	3.1	3.0	3.0
NYAW SA 2 (NYW & SeaCliff) (4)	0.2	2.3	3.3	2.5	4.1
Sea Cliff			3.0	2.7	4.4
United Water New Rochelle (2)					
United Water New York (Spring Valley)	2.8	2.7	2.3	2.4	3.5
United Water Owego	1.6	2.2	2.1	2.1	2.6
New York State Composite	2.5	2.9	2.8	2.9	3.4

(2) United Water New Rochelle merged with United Water Westchester in 2014

(3) As of 2017, Long Island now part of NYAW Service Area 1

(4) As of 2017, New York Water and SeCliff merged for NYAW Service Area 2

Capital Structure

A company's capitalization is the sum of the different types of financial instruments that have been used to finance the assets of the company. These may include long-term and short-term debt, preferred stock, and common equity. All other things being equal, companies with lower debt ratios (and therefore higher equity ratios) are also in a better financial position to weather unexpected adversity which may be more apt to occur in a competitive environment. Since companies with large proportions of debt by definition have higher risk of default than a company of the same business risk but lower debt levels, a company's debt ratio can be an important indicator of competitiveness.

The debt ratios for 2014 through 2018 for each major company in each industry are provided on pages 22 and 23. For the telecommunication industry, Class A companies are listed separately while the 37 Class B companies are aggregated to provide one composite capital structure.

Debt Ratios

Combination - Electric and Gas Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Central Hudson	49.2%	48.9%	49.4%	49.8%	48.6%
Consolidated Edison	54.5	52.1	52.4	52.4	51.1
New York State E & G	46.5	52.5	51.2	52.9	53.0
Niagara Mohawk	49.0	46.7	44.7	46.4	51.1
Orange & Rockland	53.9	53.8	53.8	55.0	51.9
Rochester G & E	51.1	50.4	53.7	50.7	55.1
New York State Composite	52.8%	51.2%	50.8%	51.3%	51.3%

Gas Only Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Brooklyn Union Gas	55.9%	50.6%	54.1%	54.4%	50.5%
Corning Natural Gas	54.8	54.1	53.3	51.3	50.8
KeySpan Gas East (1)	50.7	51.2	52.5	51.0	52.4
National Fuel Gas Distribution	41.6	42.2	41.7	38.9	40.9
St. Lawrence Gas	45.5	49.8	53.4	54.6	53.8
Valley Energy	0.0	0.0	0.0	0.0	0.0
New York State Composite	52.5%	49.6%	52.7%	51.1%	49.7%

(1) Long Island Lighting Company (LILCO) ceased operations on May 28, 1998. LILCO's electric operations were transferred to the Long Island Power Authority. LILCO's gas operations were assumed by KeySpan Gas East Corporation.

Debt Ratios

Telecommunication Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Citizens Tel of New York	0.0%	0.0%	0.0%	0.0%	0.0%
Verizon New York	153.7	154.8	148.6	247.1	246.7
Frontier of Rochester	0.0	0.0	0.0	0.0	0.0
37 NYS Class B Composite	7.2	6.7	4.7	3.9	4.0
New York State Composite	132.6%	130.0%	117.6%	197.5%	196.3%

Water Companies

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Heritage Hills Waterworks (1)	N/A	N/A	N/A	N/A	N/A
NYAW Service Area 1 (Long Island) (4)	54.8	54.4	53.7	55.0	52.0
United Water Westchester	0.0	0.0	0.0	0.0	0.0
NYAW Service Area 2 (NYW & Sea Cliff) (5)	48.4	44.2	42.0	48.3	44.4
Sea Cliff (2), (6)	-	-	44.2	52.0	52.2
United Water New Rochelle (2), (3)	-	-	-	-	-
United Water New York (2)	22.5	23.9	25.5	25.0	32.3
United Water Owego (2)	0.0	0.0	0.0	0.0	0.0
New York State Composite	27.6%	27.2%	26.9%	26.8%	28.1%

(1) Due to fully developed system methodology used in ratemaking, Heritage Hills debt ratio does not accurately reflect capital structure.

(2) 100% of capital is provided by parent company. Rates are set based on the parent company's capital structure.

(3) United Water New Rochelle merged with United Water Westchester in 2014

(4) Long Island merged into NYAW SA 1 in 2017

(5) NY water and Sea Cliff merged into NYAW SA 2 in 2017

(6) Sea Cliff merged into NYAW SA 2 in 2017

Operating Criteria

In general, utilities with lower costs and rates will be in the best position to retain their customer base. Two statistics that measure a company's costs and rates are average cost per unit sold to ultimate customers, and average annual bill data. The section provides calculations of these statistics as well as a five-year history of New York State's average rates for the electric, gas, telephone and water industries.

Average Cost per Unit Sold to Ultimate Customers

The average cost per unit sold to ultimate customers' statistic considers only end users of energy, while the cost per total units sold include sales to other utilities (sales for resale) and large customers receiving contract rates. The average cost per unit sold to ultimate customers' statistic is a better measure of what a utility's average residential, commercial and industrial customers pay for their electric and gas service. Total costs per unit ratios are somewhat misleading because they include wholesale sales at just above the seller's fuel costs.

For each company and industry, we show the major cost elements, such as operating expenses and taxes that make up the utility's cost of service. The graphs on pages 29 and 31 provide a comparison of the average cost to ultimate customer statistic of each major company in the electric and gas industries. The graphs on pages 33 and 35 provide the average cost per access line in the telephone industry¹ and the average cost per thousand gallons for the water industry. For comparison purposes, we have included the average costs for all New York State, a sample of companies located in the Northeastern U.S. (electric industry only), and the United States average.

¹ For the telecommunications industry, Class A companies are listed separately while the 37 Class B companies are aggregated to provide one composite rate per access line.

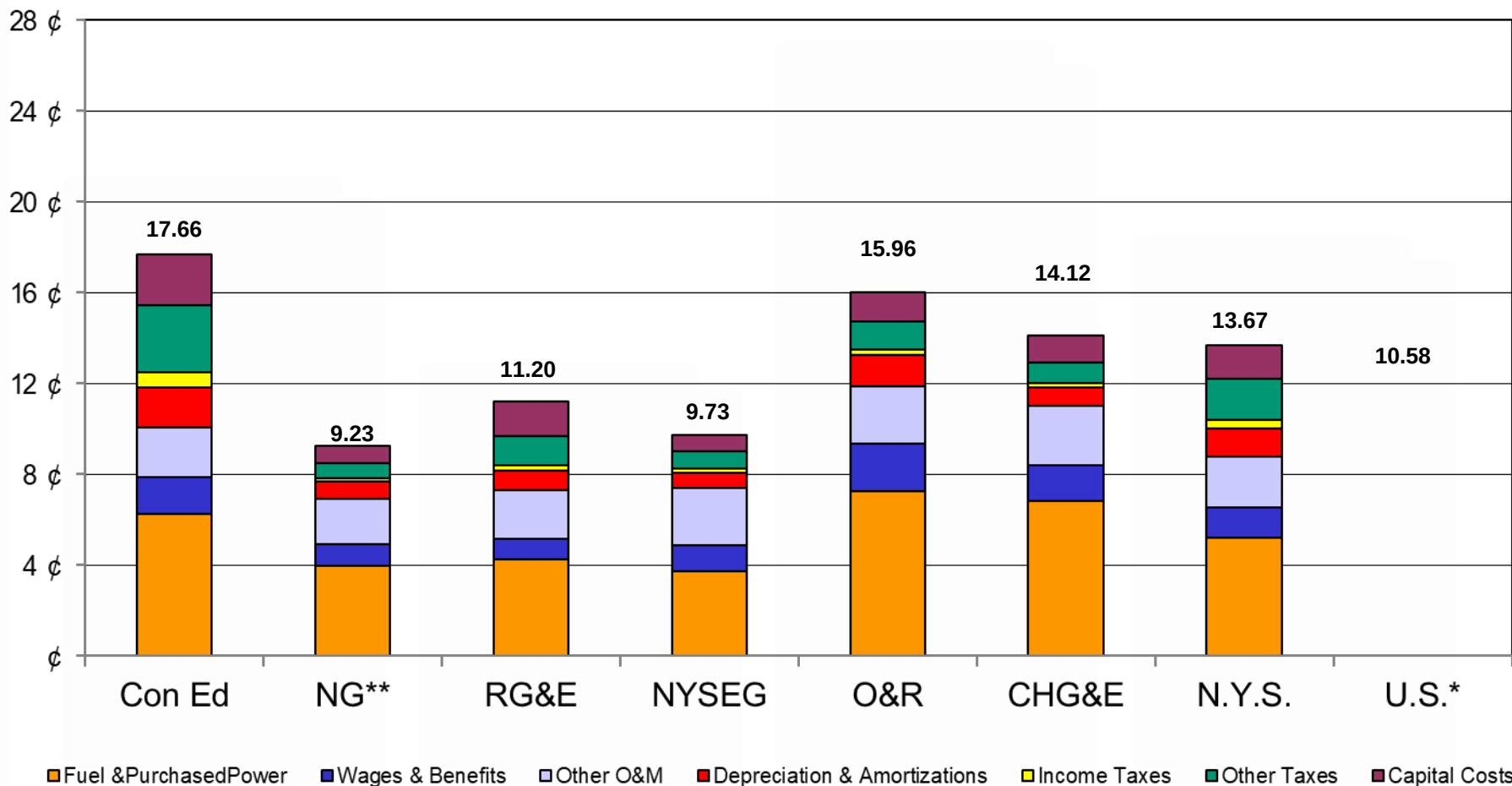
The breakdown of the major cost elements is based on total company expenses. Please note the following adjustments were made to the electric and gas industry graphs. For the electric industry, an adjustment was made to remove expansion and replacement sales made by the New York State Power Authority because these sales are more indicative of a transmission sale than a sale of electricity. For the gas industry, a similar adjustment was made to remove transportation and off-system sales that were classified as commercial or industrial sales of gas.

We advise caution when comparing one utility with another because of differences in how companies account for revenues and expenses. One example of dissimilar revenue accounting is that certain companies classify transportation service customers as industrial sales if the utility still provides backup service to that customer. Other utilities report these transactions as transportation revenues.

One example of inconsistent expense classification is the accounting for wages and benefits of companies which jointly own a facility. For the utility operating the facility, labor costs would be classified as wages and benefits on the graph. However, for the non-operating co-tenant of the facility, its share of the wages would be classified as other operation and maintenance expense on the graph.

2018 Avg. Cost per Ultimate Customer kWh Electricity

Source: 2018 PSC Annual Reports and the Energy Information Administration



•U.S. average is for 2018

** Excludes NYPA Expansion and Replacement Revenues and kWhs.

NOTE: Breakdown of cost components is based on the ratio of individual cost components to total company expense.

2018 Average Cost Electric Service by Cost Component

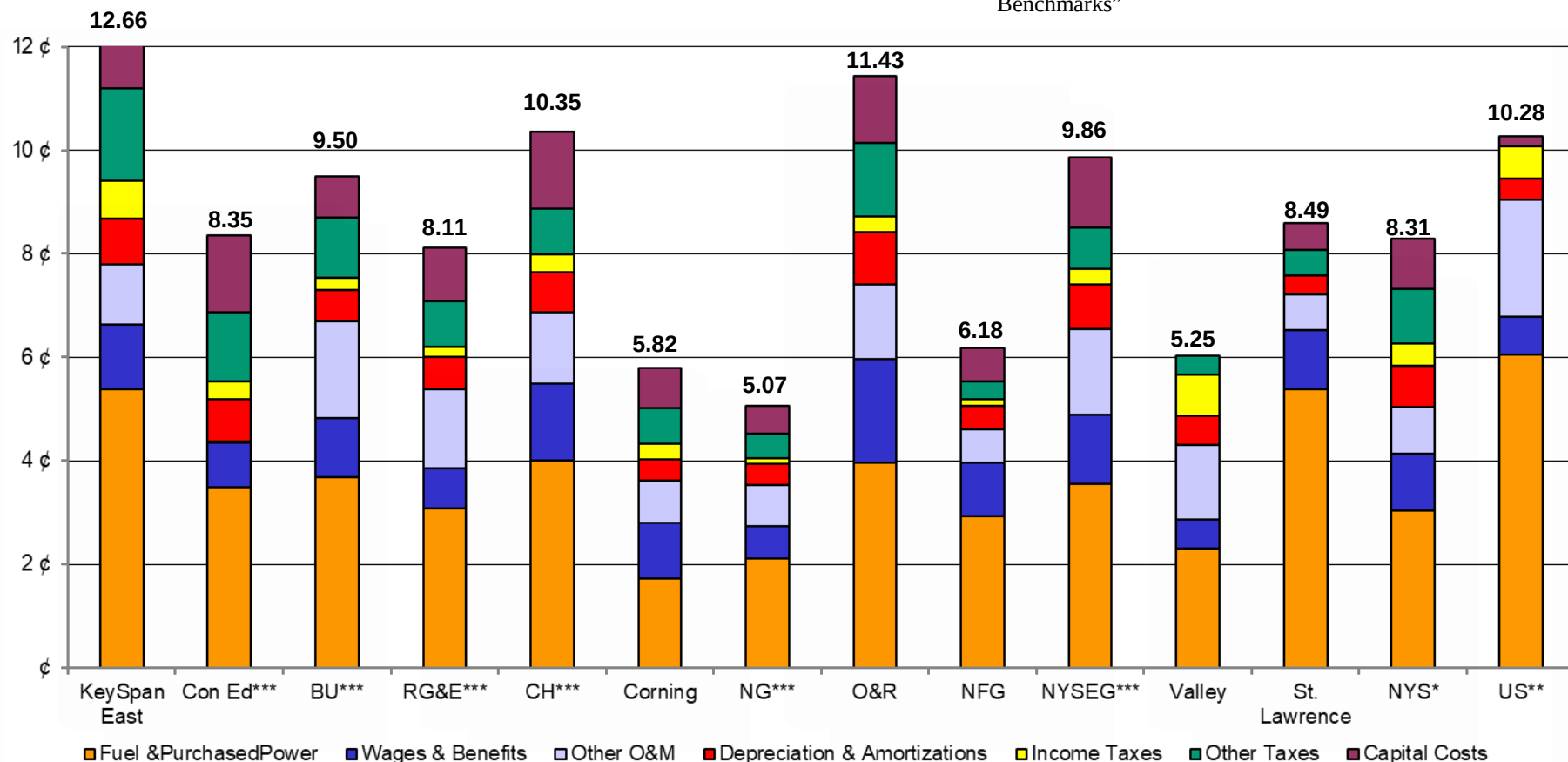
	Central Hudson <u>Gas & Electric</u>	Consolidated <u>Edison</u>	New York State <u>Electric and Gas</u>	<u>National Grid</u>	Orange and <u>Rockland</u>	Rochester Gas <u>and Electric</u>	New York State <u>Composite</u>
Full Service Revenue from Ultimate Customer	477,159,117	4,644,343,275	890,627,835	1,703,933,409	469,435,387	411,154,067	8,596,653,090
Delivery Only Revenue	52,317,002	3,275,032,723	285,311,848	590,650,495	-	234,934,529	4,438,246,596
Other Operating Revenue	28,361,705	67,838,947	108,497,720	306,800,350	(1,552,314)	(22,100,219)	487,846,189
Sales for Resale	<u>1,556,210</u>	<u>47,488,940</u>	<u>95,510,145</u>	<u>596,785</u>	<u>19,733,274</u>	<u>6,626,352</u>	<u>171,511,706</u>
Utility Revenue	559,394,034	8,034,703,885	1,379,947,547	2,601,981,039	487,616,347	630,614,729	13,694,257,581
ESCO Commodity Costs Estimates (From 18a calculation)	159,423,780	1,982,116,014	245,428,136	656,724,315	177,037,197	184,915,084	3,405,644,526
Total Customer Bill and ESCO Estimate	718,817,814	10,016,819,899	1,625,375,683	3,258,705,354	664,653,544	815,529,813	17,099,902,107
Less Sales for Resale	(1,556,210)	(47,488,940)	(95,510,145)	(596,785)	(19,733,274)	(6,626,352)	(171,511,706)
Less NYPA Revs (Sch 304, Special Contracts)	-	-	-	1,331,760	-	-	1,331,760
Net Estimated Revenues from Ultimate Customers	<u>717,261,604</u>	<u>9,969,330,959</u>	<u>1,529,865,538</u>	<u>3,259,440,329</u>	<u>644,920,270</u>	<u>808,903,461</u>	<u>16,929,722,162</u>
Full Service Sales to Ultimate Customer (KWHs)	2,803,741,000	20,086,840,000	7,286,401,000	14,267,670,000	4,041,856,000	2,967,866,000	51,454,374,000
Delivery Only Sales (KWHs)	2,277,484,000	36,352,678,000	8,430,180,000	21,026,088,000	-	4,251,640,000	72,338,070,000
Less NYPA Sales (KWHs) (Sch 304, line 26)	-	-	-	4,397	-	-	4,397
Net Sales to Uitimate Customer (KWHs)	<u>5,081,225,000</u>	<u>56,439,518,000</u>	<u>15,716,581,000</u>	<u>35,293,753,603</u>	<u>4,041,856,000</u>	<u>7,219,506,000</u>	<u>123,792,439,603</u>
Cents per Kwh	14.12	17.66	9.73	9.24	15.96	11.20	13.68
Fuel and Purchase Power	189,134,601	1,597,963,731	434,770,380	740,000,496	135,571,199	128,826,643	3,226,267,050
Less: Sales for Resale	1,556,210	47,488,940	95,510,145	596,785	19,733,274	6,626,352	171,511,706
Add: ESCO estimated Costs	<u>159,423,780</u>	<u>1,982,116,014</u>	<u>245,428,136</u>	<u>656,724,315</u>	<u>177,037,197</u>	<u>184,915,084</u>	<u>3,405,644,526</u>
Total Fuel and Purchase Power	347,002,171	3,532,590,805	584,688,371	1,396,128,026	292,875,122	307,115,375	6,460,399,870
Wages and Benefits	81,036,233	906,797,458	182,670,029	337,707,542	83,234,947	63,990,298	1,655,436,507
Other Expenses	130,944,577	1,247,679,261	395,684,042	709,378,012	102,012,455	157,447,204	2,743,145,551
Depreciation & Amortization Exp	41,749,274	983,989,084	104,744,749	260,310,393	54,833,523	60,318,864	1,505,945,887
Income Taxes - Operating	10,317,850	374,496,003	25,270,035	52,446,173	10,799,708	18,388,437	491,718,206
Other Taxes - Operating	46,039,845	1,676,066,194	120,512,908	228,499,659	49,846,429	90,009,655	2,210,974,690
Capital Costs	60,171,654	1,247,712,154	116,295,404	273,638,764	51,318,086	111,633,628	1,860,769,691
Total	717,261,604	9,969,330,959	1,529,865,538	3,258,108,569	644,920,270	808,903,461	16,928,390,402
PERCENTAGE OF TOTAL REVENUE							
Fuel and Purchase Power	48.38%	35.43%	38.22%	42.83%	45.41%	37.97%	38.16%
Wages and Benefits	11.30%	9.10%	11.94%	10.36%	12.91%	7.91%	9.78%
Other Expenses	18.26%	12.52%	25.86%	21.76%	15.82%	19.46%	16.20%
Depreciation & Amortization Exp	5.82%	9.87%	6.85%	7.99%	8.50%	7.46%	8.90%
Income Taxes - Operating	1.44%	3.76%	1.65%	1.61%	1.67%	2.27%	2.90%
Other Taxes - Operating	6.42%	16.81%	7.88%	7.01%	7.73%	11.13%	13.06%
Capital Costs	8.39%	12.52%	7.60%	8.40%	7.96%	13.80%	10.99%
Total	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	99.99%
Cost per Ultimate Customer by Cost Component							
Fuel and Purchase Power	6.83	6.26	3.72	3.96	7.25	4.25	5.22
Wages and Benefits	1.59	1.61	1.16	0.96	2.06	0.89	1.34
Other Expenses	2.58	2.21	2.52	2.01	2.52	2.18	2.22
Depreciation & Amortization Exp	0.82	1.74	0.67	0.74	1.36	0.84	1.22
Income Taxes - Operating	0.20	0.66	0.16	0.15	0.27	0.25	0.40
Other Taxes - Operating	0.91	2.97	0.77	0.65	1.23	1.25	1.79
Capital Costs	1.18	2.21	0.74	0.78	1.27	1.55	1.50
Total	14.12	17.66	9.73	9.23	15.96	11.20	13.67

NOTES: This schedule has been modified from prior years to reflect estimated Cost of Commodity provided by Energy Service Companies (ESCOs) as reported by each utility in accordance with the Temporary State .

2018 Avg. Cost per Ultimate Customer Mcf

Gas

Source: 2018
PSC Annual Reports and the American Gas
Association's "2007-2009 Performance
Benchmarks"



* N.Y. average is for all combination and gas only companies.

** US average is for 2009 (latest available data).

*** Excludes revenue from the sale of gas not being used by an end-use customer.

NOTE: Breakdown of cost components is based on the ratio of individual cost components to total company expense.

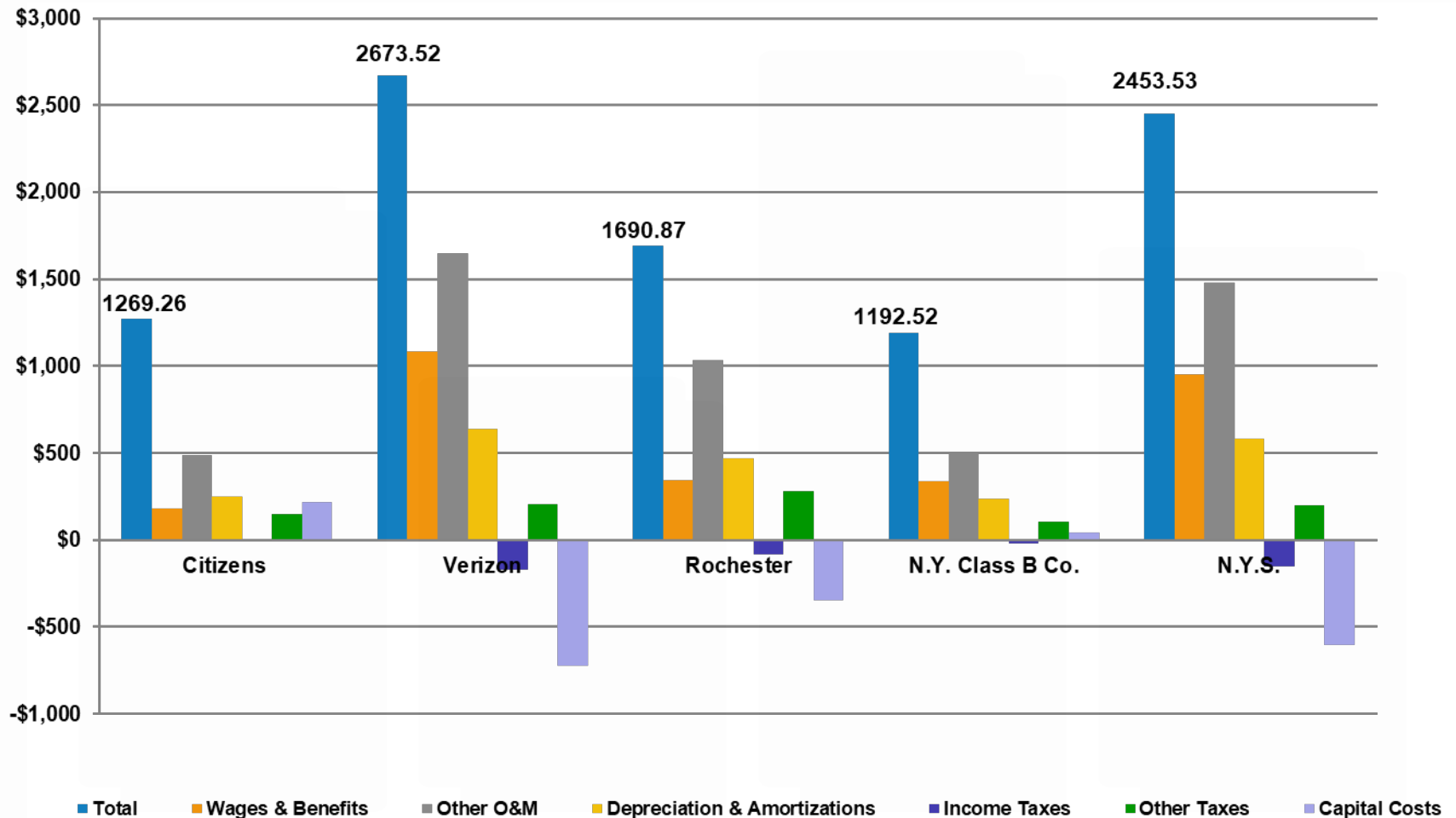
Average Cost Gas Service by Cost Component

2018

	Key Span East (f.k.a.Long Island Lighting Company)														
	Brooklyn Union	Central Hudson Gas & Electric	Consolidated Edison	Conring Gas	National Fuel Gas	New York State Electric and Gas	National Grid	Orange and Rockland	Rochester Gas and Electric	St. Lawrence Gas	Valley Energy	New York State Composite	US Average		
Full Service Revenue from Ultimate Customer	1,406,463,957	130,759,491	1,434,652,012	17,850,761	1,002,795,987	592,891,687	265,579,921	503,237,751	260,682,093	255,403,381	30,730,677	1,812,561	5,902,860,279	72,146	
Delivery Only Revenue	293,797,599	28,798,326	516,509,159	5,633,804	164,746,674	129,549,921	61,237,788	113,970,203	-	47,777,356	9,332,172	175,098	1,371,528,100		
Other Operating Revenue	(14,725,257)	(3,061,356)	132,802,787	15,722	-28,472,160	-7,847,008	1,369,746	144,796	(11,660,846)	2,911,705	3,426,677	(300,727)	74,604,079		
Sales for Resale	168,267,629	9,929,729	(33,131.89)	1,668,320	98,523,327	317,524	1,501,146	5,790,551	934,205	-	-	-	286,899,299		
Less: Any revenue from the sale of gas that is not being used by an end-use customer	3,748,809	328,423	12,975,358	-	-	-	-	7,353,478	-	934,205	-	-	25,340,273	-	
Net Utility Revenue	1,850,055,119	166,097,767	2,070,955,468	25,168,607	1,237,593,828	714,912,124	329,688,600	615,789,823	249,955,452	305,158,237	43,489,526	1,686,932	7,610,551,483	72,146	
ESCO Commodity Costs Estimates (From 18a calculation)	256,868,874	50,388,401	456,509,945	25,168,606	142,089,618	212,244,171	241,286,462	241,286,462	45,216,779	184,915,084	20,228,118	295,046	1,876,497,565		
Total Customer Bill and ESCO Estimate	2,106,923,993	216,486,168	2,527,465,413	50,337,213	1,379,683,446	927,156,295	570,975,062	857,076,285	295,172,231	490,073,321	63,717,644	1,981,978	9,487,049,049		
Less Sales for Resale	(168,267,629)	(9,929,729)	33,131.89	(1,668,320)	(98,523,327)	(317,524)	(1,501,146)	(5,790,551)	(934,205)	-	-	-	(286,899,299)		
Net Estimated Revenues from Ultimate Customers	1,938,656,364	206,556,439	2,527,498,545	48,668,893	1,281,160,119	926,838,771	569,473,916	851,285,734	294,238,026	490,073,321	63,717,644	1,981,978	9,200,149,750		
Full Service Sales to Ultimate Customer (Mcf)	107,043,410	8,812,688	119,933,402	1,631,189	77,711,991	72,226,443	27,245,776	56,187,475	25,745,902	28,723,548	2,950,150	279,305	528,491,278	6,313	
Delivery Only Sales (Mcf)	97,533,094	11,173,779	187,599,220	6,734,093	23,460,889	77,671,220	30,535,506	119,218,586	-	31,728,447	4,556,430	98,203	590,309,467		
Less Off-system & Co-Gen Sales	549,324	36,175	4,755,639	-	-	-	-	7,353,478	-	-	-	-	12,694,616.00	-	
Net Sales to Ultimate Customers (MCF)	204,027,180	19,950,291	302,776,983	8,365,282	101,172,880	149,897,663	57,781,282	168,052,583	25,745,902	60,451,995	7,506,579	377,508	1,106,106,129	6,313	
Cost Per MCF (\$)	9.50	10.35	8.35	5.82	12.66	6.18	9.86	5.07	11.43	8.11	8.49	5.25	8.32	11.43	
PERCENT OF TOTAL REVENUE															
Purchased Gas & Other Supply Exp.	38.71%	38.61%	41.76%	29.57%	42.51%	47.29%	35.97%	41.47%	34.53%	38.00%	63.35%	43.73%	36.60%		
Wages and Benefits	12.05%	14.37%	10.25%	18.46%	9.87%	16.68%	13.58%	12.66%	17.70%	9.56%	13.60%	10.92%	13.29%		
Other Operation & Maintenance Exp.	19.65%	13.25%	0.12%	14.15%	9.18%	10.52%	16.73%	15.31%	12.50%	18.90%	7.96%	27.24%	10.84%		
Depreciation & Amortization Expenses	6.44%	7.66%	9.82%	7.13%	6.92%	7.44%	8.72%	8.06%	8.88%	7.65%	4.45%	10.66%	9.66%		
Income Taxes-Operating	2.38%	3.20%	4.19%	5.15%	5.82%	2.02%	3.11%	2.25%	2.81%	2.43%	-1.28%	15.36%	5.19%		
Other Taxes-Operating	12.33%	8.74%	15.92%	11.93%	14.08%	5.62%	8.16%	9.27%	12.43%	10.72%	5.65%	6.58%	12.67%		
Capital Costs	8.44%	14.17%	17.93%	13.62%	11.61%	10.43%	13.73%	10.98%	11.16%	12.73%	6.27%	-14.49%	11.72%		
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%		
Cost per Ultimate Customer by Cost component															
Purchased Gas & Other Supply Exp.	3.68	4.00	3.49	1.72	5.38	2.92	3.55	2.10	3.95	3.08	5.38	2.30	3.04		
Wages and Benefits	1.14	1.49	0.86	1.07	1.25	1.03	1.34	0.64	2.02	0.78	1.15	0.57	1.10		
Other Operation & Maintenance Exp.	1.87	1.37	0.01	0.82	1.16	0.65	1.65	0.78	1.43	1.53	0.68	1.43	0.90		
Depreciation & Amortization Expenses	0.61	0.79	0.82	0.41	0.88	0.46	0.86	0.41	1.01	0.62	0.38	0.56	0.80		
Income Taxes-Operating	0.23	0.33	0.35	0.30	0.74	0.12	0.31	0.11	0.32	0.20	-0.11	0.81	0.43		
Other Taxes-Operating	1.17	0.90	1.33	0.69	1.78	0.35	0.80	0.47	1.42	0.87	0.48	0.35	1.05		
Capital Costs	0.80	1.47	1.50	0.79	1.47	0.64	1.35	0.56	1.28	1.03	0.53	-0.76	0.97		
Total	9.50	10.35	8.35	5.82	12.66	6.18	9.86	5.07	11.43	8.11	8.49	5.25	8.31		

2018 Avg. Cost per Access Line Telephone

Source: 2018 PSC Annual Reports



Average Cost of Telephone Service by Cost Component

\$/ACCESS LINE

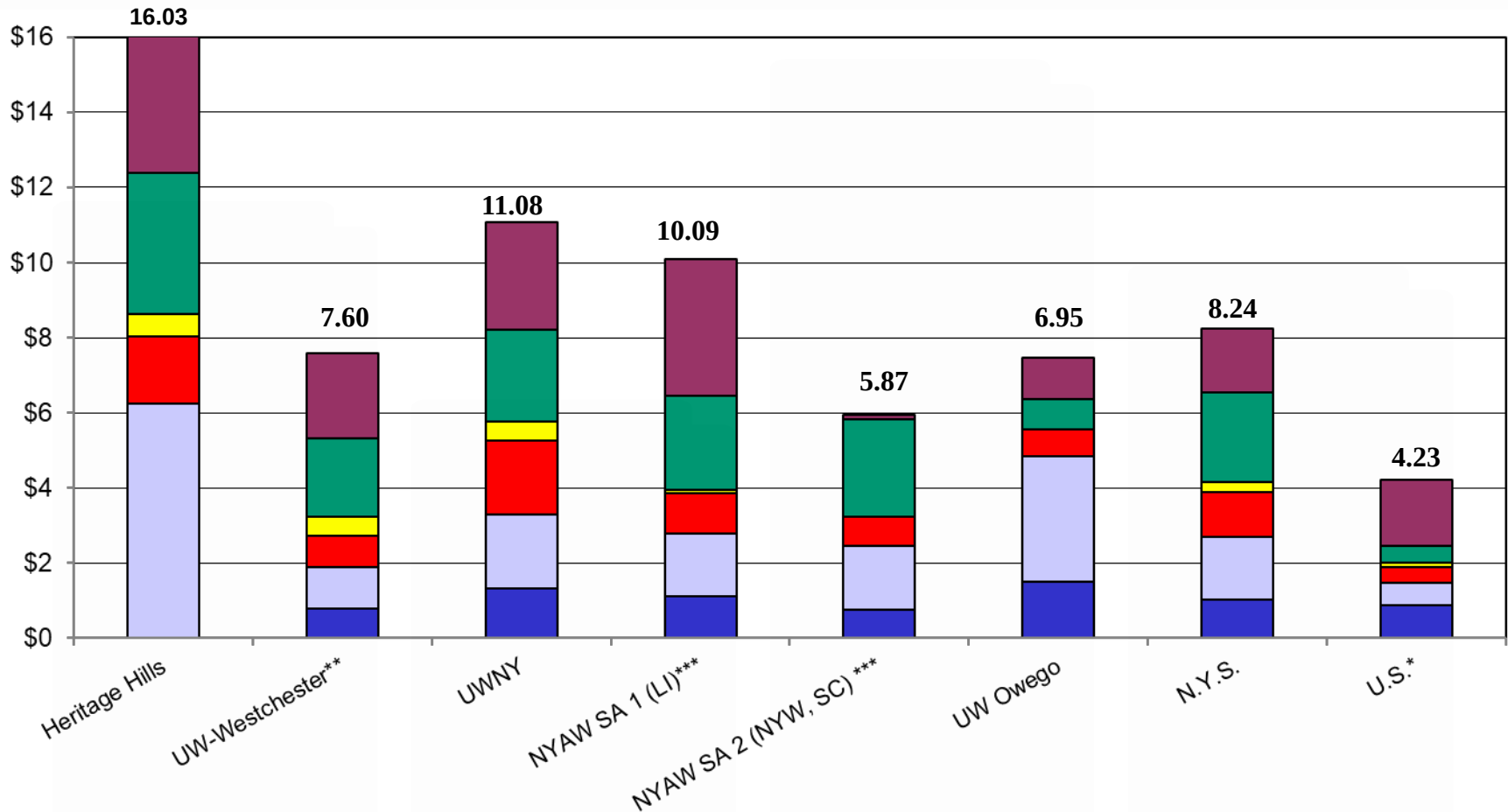
2018

	Verizon	Citizens New York	Rochester	N.Y. Class B Co.	NYS
Wages and Benefits	1,082.30	178.15	344.72	333.98	951.36
Depreciation and Amortization	638.27	250.78	466.35	233.95	581.91
Other Operations Expense	1,645.98	484.36	1,030.94	497.46	1,477.60
Income Taxes - Operating Taxes	(173.63)	(10.44)	(83.91)	(19.72)	(150.38)
Other Taxes - Operating Taxes	206.51	146.26	278.60	107.22	199.10
Capital Costs	(725.90)	220.14	(345.82)	39.63	(606.05)
Total	2,673.52	1,269.26	1,690.87	1,192.52	2,453.53
Operating Exp.	2,728.28	662.51	1,375.65	831.44	2,428.96
Depreciation/Amortization	638.27	250.78	466.35	233.95	581.91
Taxes	32.88	135.82	194.69	87.50	48.71
Capital Costs	(725.90)	220.14	(345.82)	39.63	(606.05)
Total	2,673.52	1,269.26	1,690.87	1,192.52	2,453.53

2018 Avg. Cost per 1,000 Gallons

Water

Source: 2018 PSC Annual Reports and the
National Association of Water Companies



NOTE: Breakdown of cost components is based on the ratio of individual cost components to total company expense.

•U.S. average is from 2012 (latest available data from NAWC) ** United Water New Rochelle merged with United Water Westchester in 2014

*** New Service Areas as of 2017. Merged NY Water and Sea cliff for SA2.

Average Cost of Water Service by Cost Component

2018

Dollars per Thousand Gallons

	Heritage Hills Waterworks	NYAW Service Area 1 (Long Island)	United Water New Rochelle (1)	United Water Westchester	NYAW Service Area 2 (NYW & Sea	United Water Owego	Sea Cliff Water	United Water New York	New York State Composite	United States Average
Purchased Water, Fuel or Power for Pumping, and Chemicals	1.38	0.53	0.00	2.93	0.50	0.52	0.00	0.47	1.07	1.92
Wages and Benefits	0.00	1.12	0.00	0.80	0.77	1.49	0.00	1.33	1.04	0.87
Other Operation and Maintenance Expense	6.23	1.65	0.00	1.09	1.70	3.35	0.00	1.95	1.65	0.61
Depreciation and Amortization Expense	1.79	1.09	0.00	0.83	0.75	0.71	0.00	1.97	1.20	0.41
Income Taxes-Operating	0.61	0.09	0.00	0.52	-0.08	-0.53	0.00	0.53	0.27	0.11
Other Taxes-Operating	3.75	2.49	0.00	2.08	2.60	0.82	0.00	2.42	2.37	0.45
Capital Costs	3.65	1.18	0.00	2.28	0.13	1.11	0.00	2.88	1.71	1.78
	17.41	8.14	0.00	10.54	6.37	7.47	0.00	11.56	9.32	6.16

(1) United Water New Rochelle merged with United Water Westchester in 2014

(2) United States Average data as of 2012

Customer Data

As mentioned earlier, average annual bill data provides a measure of the relative affordability of a company's service. For each utility, the average annual customer bill data shows the average customer's annual usage and the relative amounts paid for it. The average annual bill per customer is calculated by dividing total annual sales revenue by the average number of customers. An analysis of average annual bill data is shown on the tables on pages 38 through 42. Also shown on the tables is an estimate of average usage per customer, calculated by dividing the average number of customers by the number of units sold (kWh for electric, Mcf for gas and thousand gallons for water).

**Average Annual Bill Data
Electric Companies
2018**

<u>Company</u>	<u>Average Number Of Customers</u>	<u>Sales Revenues (1) (Thousands)</u>	<u>Kilowatt- Hours Sold (Millions)</u>	<u>Average Annual Bill Per Customer</u>	<u>Average Usage Per Customer (KWH)</u>	<u>Average Revenue Per KWH Sold (Cents)</u>
<u>Residential (Bundled)</u>						
Central Hudson	227,332	\$351,116	1,889	\$1,545	8,309	18.59
Consolidated Edison	2,315,745	2,823,466	10,749	1,219	4,642	26.27
New York State E&G	642,349	706,009	5,637	1,099	8,776	12.52
National Grid	1,269,781	1,295,350	9,953	1,020	7,838	13.01
Orange & Rockland	200,452	288,893	1,668	1,441	8,321	17.32
Rochester G&E	290,274	328,710	2,352	1,132	8,103	13.98
Composite	4,945,933	\$5,793,544	32,248	\$1,171	6,520	17.97
<u>Commercial (Bundled)</u>						
Central Hudson	33,584	\$94,143	671	\$2,803	19,980	14.03
Consolidated Edison	381,943	1,799,514	9,210	4,711	24,114	19.54
New York State E&G	69,756	149,356	1,340	2,141	19,210	11.15
National Grid	104,751	330,456	3,341	3,155	31,895	9.89
Orange & Rockland	31,552	149,997	1,855	4,754	58,792	8.09
Rochester G&E	21,702	69,228	521	3,190	24,007	13.29
Composite	643,288	\$2,592,694	16,938	\$4,030	26,330	15.31
<u>Industrial (Bundled) (2)</u>						
Central Hudson	766	\$8,017	72	\$10,466	93,995	11.13
Consolidated Edison	59	9,670	58	163,898	983,051	16.67
New York State E&G	653	9,500	102	14,548	156,202	9.31
National Grid	546	57,911	907	106,064	1,661,172	6.38
Orange & Rockland	137	16,153	378	117,905	2,759,124	4.27
Rochester G&E	289	4,870	37	16,851	128,028	13.16
Composite	2,450	\$106,121	1,554	\$43,315	634,286	6.83

Notes: (1) Excludes Other Operating Revenues

(2) Excludes Expansion and Replacement sales made by the New York Power Authority

**Average Annual Bill Data
Electric Companies
2018**

<u>Company</u>	Average Number Of <u>Customers</u>	Sales Revenues (1) (Thousands)	Kilowatt- Hours Sold (Millions)	Average Annual Bill Per Customer	Average Usage Per Customer (000 KWH)	Average Revenue Per KWH Sold (Cents)
<u>Sales for Resale</u>						
Central Hudson	4	\$1,556	37			4.21
Consolidated Edison	0	47,489	1,310			3.63
New York State E&G	7	95,510	2,412			3.96
National Grid	135	597	6			9.95
Orange & Rockland	3	19,733	191			10.33
Rochester G&E	0	6,626	219			3.03
Composite	149	\$171,511	4,175			4.11
<u>All Other Sales of Electricity</u>						
Central Hudson	2,700	\$23,883	172			13.89
Consolidated Edison	4,437	11,694	69			16.95
New York State E&G	6,111	25,761	208			12.39
National Grid	2,892	20,217	67			30.17
Orange & Rockland	574	14,392	140			10.28
Rochester G&E	1,197	8,347	58			14.39
Composite	17,911	\$104,294	714			14.61
<u>Revenues from Distribution of Electricity of Others</u>						
Central Hudson	42,643	\$52,317	2,277			
Consolidated Edison	780,479	3,275,033	36,353			
New York State E&G	179,818	285,312	8,430			
National Grid	301,087	590,650	21,026			
Orange & Rockland	0	0	0			
Rochester G&E	67,864	234,935	4,252			
Composite	1,371,891	\$4,438,247	72,338			
<u>Total (2)</u>						
Central Hudson	307,029	\$531,032	5,118			
Consolidated Edison	3,482,663	7,966,866	57,749			
New York State E&G	898,694	1,271,448	18,129			
National Grid	1,679,192	2,295,181	35,300			
Orange & Rockland	232,718	489,168	4,232			
Rochester G&E	381,325	652,716	7,439			
Composite	6,981,622	\$13,206,411	127,967			

Notes: (1) Excludes Other Operating Revenues

(2) Excludes Expansion and Replacement sales made by the New York Power Authority

**Average Annual Bill Data
Gas Companies
2018**

<u>Company</u>	<u>Average Number Customers</u>	<u>Sales Revenues (1) (Thousands)</u>	<u>Mcf Sold (Thousands)</u>	<u>Average Annual Bill Per Customer</u>	<u>Average Usage Per Customer (Mcf)</u>	<u>Average Revenue Per Mcf Sold</u>
<u>Residential</u>						
Brooklyn Union Gas	1,021,887	\$1,174,708	85,059	\$1,150	83	\$13.81
Central Hudson	62,966	89,516	5,180	1,422	82	17.28
Consolidated Edison	692,220	955,138	57,098	1,380	82	16.73
Corning Natural Gas	13,122	15,423	1,363	1,175	104	11.32
KeySpan Gas East	512,167	745,204	53,884	1,455	105	13.83
National Fuel Gas Distribution (NY & PA.)	604,277	517,937	62,107	857	103	8.34
New York State E&G	209,998	209,248	20,515	996	98	10.20
National Grid	486,998	413,889	44,112	850	91	9.38
Orange & Rockland	124,017	188,181	15,053	1,517	121	12.50
Rochester G&E	263,071	223,404	24,206	849	92	9.23
St. Lawrence	14,659	18,551	1,616	1,266	110	11.48
Valley Energy	1,701	1,210	175	711	103	6.91
Composite	4,007,083	\$4,552,409	370,368	\$1,136	92	\$12.29
<u>Commercial (2)</u>						
Brooklyn Union Gas	31,947	\$135,092	11,452	\$4,229	358	\$11.80
Central Hudson	8,133	32,380	2,750	3,981	338	11.77
Consolidated Edison	229,483	399,620	52,070	1,741	227	7.67
Corning Natural Gas	861	2,209	243	2,566	282	9.09
KeySpan Gas East	47,828	257,592	23,828	5,386	498	10.81
National Fuel Gas Distribution (NY & PA.)	31,744	70,243	9,437	2,213	297	7.44
New York State E&G	19,728	44,894	5,150	2,276	261	8.72
National Grid	29,764	88,429	11,919	2,971	400	7.42
Orange & Rockland	6,989	24,771	2,084	3,544	298	11.89
Rochester G&E	15,139	27,436	3,785	1,812	250	7.25
St. Lawrence	1,624	11,413	1,242	7,028	765	9.19
Valley Energy	207	603	104	2,913	502	5.80
Composite	423,447	\$1,094,682	124,064	\$2,585	293	\$8.82
<u>Industrial (2)</u>						
Brooklyn Union Gas	3,674	\$18,469	8,699	\$5,027	2,368	\$2.12
Central Hudson	250	2,351	230	9,404	920	10.22
Consolidated Edison	27	4,766	2,586	176,519	95,778	1.84
Corning Natural Gas	0	0	0	#DIV/0!	#DIV/0!	#DIV/0!
KeySpan Gas East	0	0	0	#DIV/0!	#DIV/0!	#DIV/0!
National Fuel Gas Distribution (NY & PA.)	258	4,712	683	18,264	2,647	6.90
New York State E&G	192	1,832	255	9,542	1,328	7.18
National Grid	85	919	157	10,812	1,847	5.85
Orange & Rockland	5,112	47,731	8,609	9,337	1,684	5.54
Rochester G&E	219	1,654	273	7,553	1,247	6.06
St. Lawrence	3	767	92	255,667	30,667	8.34
Composite	9,820	\$83,201	21,584	\$8,473	2,198	\$3.85

Notes: (1) Excludes Other Operating Revenues

(2) Excludes off-system sales that were reported as commercial or industrial sales of gas.

**Average Annual Bill Data
Gas Companies
2018**

<u>Company</u>	<u>Average Number Customers</u>	<u>Sales Revenues (1) (Thousands)</u>	<u>Mcf Sold (Thousands)</u>	<u>Average Annual Bill Per Customer</u>	<u>Average Usage Per Customer (Mcf)</u>	<u>Average Revenue Per Mcf Sold</u>
<u>Sales for Resale</u>						
Brooklyn Union Gas	17	\$168,268	38,111			\$4.42
Central Hudson	0	9,930	1,893			\$5.25
Consolidated Edison	0	-33,132	0			#DIV/0!
Corning Natural Gas	1	1,668	275			6.07
KeySpan Gas East	26	98,523	25,724			3.83
National Fuel Gas Distribution (NY & PA.)	1	318	119			2.67
New York State E&G	0	1,501	154			9.75
National Grid	0	5,791	1,378			
Orange & Rockland	0	934	959			0.97
Rochester G & E	0	0	0			#DIV/0!
Composite	45	\$253,801	68,613			\$3.70

<u>All Other Sales of Gas</u>						
Brooklyn Union Gas	3,991	\$78,195	8,699			\$8.99
Central Hudson	498	6,512	653			9.97
Consolidated Edison	1,787	75,129	8,180			9.18
Corning Natural Gas	57	219	24			9.13
New York State E&G	1,179	9,606	1,325			7.25
Rochester G & E	519	2,909	459			6.34
Composite	8,031	\$172,570	19,340			\$8.92

<u>Revenues from Distribution of Gas of Others</u>						
Brooklyn Union Gas	196,005	\$293,798	97,533			
Central Hudson	10,615	21,397	4,845			
Consolidated Edison	159,672	487,829	80,996			
Corning Natural Gas	901	1,286	275			
KeySpan Gas East	43,492	164,747	23,461			
National Fuel Gas Distribution (NY & PA.)	115,027	129,550	77,671			
New York State E&G	36,805	61,238	30,536			
National Grid	103,181	113,970	119,219			
Orange & Rockland	0	0	0			
Rochester G&E	43,338	47,777	31,728			
St. Lawrence	214	9,332	4,556			
Valley Energy	5	175	98			
Composite	709,255	\$1,331,099	470,918			

<u>Total (2)</u>						
Brooklyn Union Gas	1,257,521	1,868,530	249,553			
Central Hudson	82,462	162,086	15,551			
Consolidated Edison	1,083,189	1,889,350	200,930			
Corning Natural Gas	14,942	20,805	2,180			
KeySpan Gas East	603,513	1,124,780	128,222			
National Fuel Gas Distribution (NY & PA.)	751,307	722,760	150,017			
New York State E&G	267,902	328,319	57,935			
National Grid	620,028	622,998	176,785			
Orange & Rockland	136,118	261,617	26,705			
Rochester G&E	322,286	303,180	60,451			
St. Lawrence	16,500	40,063	7,506			
Valley Energy	1,913	1,988	377			
Composite	5,157,681	\$7,346,476	1,076,212			

Notes: (1) Excludes Other Operating Revenues

(2) Excludes off-system sales that were reported as commercial or industrial sales of gas.

**Average Annual Bill Data
Water Companies
2018**

<u>Company</u>	<u>Average Number of Customers</u>	<u>Sales (1) (Thousands)</u>	<u>Gallons Sold (Millions)</u>	<u>Average Annual Bill Per Customer</u>	<u>Usage Per Customer (000 Gallons)</u>	<u>\$ per (000) Gals. Sold</u>
<u>Total</u>						
Heritage Hills Waterworks	2,643	\$1,458	84	\$552	32	\$17.36
NYAW Service Area 1 (Long Island) (3)	75,606	\$64,380	7,911	852	105	8.14
United Water Westchester	43,666	\$69,995	6,641	1,603	152	10.54
NYAW Service Area 2 (NY Water & Sea Cliff)	49,214	\$34,642	5,436	704	110	6.37
Sea Cliff (4)	-	-	-	N/A	N/A	N/A
United Water New Rochelle (2)	-	-	-	N/A	N/A	N/A
United Water New York (Spring Valley)	75,752	\$89,998	7,787	1,188	103	11.56
United Water Owego	2,550	\$3,146	421	1,234	165	7.47
Composite	249,431	\$263,619	28,280	\$1,057	113	\$9.32
<u>General Customers</u>						
Heritage Hills Waterworks	2,643	\$1,342	84	\$508	32	\$15.98
NYAW Service Area 1 (Long Island) (3)	75,249	\$8,002	7,578	771	101	7.65
United Water Westchester	43,093	\$9,230	6,424	1,374	149	9.22
NYAW Service Area 2 (NY Water & Sea Cliff)	48,798	\$2,302	5,436	662	111	5.94
Sea Cliff (4)	-	-	-	N/A	N/A	N/A
United Water New Rochelle (2)	-	-	-	N/A	N/A	N/A
United Water New York (Spring Valley)	73,549	\$3,657	7,704	1,001	105	9.56
United Water Owego	2,487	\$2,613	385	1,051	155	6.79
Composite	245,819	\$227,146	27,611	\$924	112	\$8.23
<u>Other Water Sales</u>						
Heritage Hills Waterworks	0	\$0		N/A		
NYAW Service Area 1 (Long Island) (3)	357	\$6,377		17,863		
United Water Westchester	573	\$10,764		18,785		
NYAW Service Area 2 (NY Water & Sea Cliff)	416	\$2,340		5,625		
Sea Cliff (4)	-	-		N/A		
United Water New Rochelle (2)	-	-		N/A		
United Water New York (Spring Valley)	2,203	\$16,340		7,417		
United Water Owego	63	\$318		5,048		
Composite	3,612	\$36,139		\$10,005		

Note: (1) Excludes Other Operating Revenues
(2) United Water New Rochelle merged with United Water Westchester in 2014
(3) Long Island merged with smaller territories in 2017
(4) Sea Cliff merged with NY Water in 2017

Customer Growth by Customer Class

A utility whose service territory is experiencing strong economic growth would be viewed more favorably than a utility whose service territory is not growing. A statistic used in this report to measure economic growth is the growth in the number of customers or access lines in telecommunications.

Overall, customer growth has been very slow for New York utilities. For instance, in the electric industry the number of residential customers decreased by 10.7% from 2014 to 2018. The number of non-residential electric customers decreased by 15.0%. In the gas industry, the number of residential customers increased by 7.5%. The number of non-residential gas customers decreased by 11.8%.

In the telephone industry, the number of access lines decreased 38.8% annually from 2014 to 2018. Finally, the total number of customers of the largest private water companies in NYS increased by 2.6% between 2014 and 2018.

Table 9 C

COMBINATION ELECTRIC AND GAS INDUSTRY
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - GAS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
GAS REVENUES (\$000s)					
1 <u>Bundled</u>					
2 Residential	\$2,079,377	\$1,750,112	\$1,511,315	\$1,524,781	\$2,058,433
3 Commercial	617,531	536,166	435,812	436,770	781,959
4 Industrial	59,252	55,761	49,584	27,666	56,923
5 Other Ultimate Customers	94,156	85,083	57,339	59,243	150,156
6 Total Revenues-Ultimate Customer	2,850,315	2,427,123	2,054,051	2,048,460	3,047,471
7 Sales for Resale	18,122	16,060	16,708	20,664	39,235
8 Total Revenues from Gas Sales	2,868,437	2,443,183	2,070,759	2,069,125	3,086,707
9 <u>Transportation of Gas of Others</u>					
10 Transportation Sales	36,081	34,291	34,643	52,375	288,940
11 Residential	375,948	350,247	335,464	412,735	
12 Commercial	237,877	224,593	232,141	257,434	
13 Industrial	47,158	45,335	39,759	42,135	
14 Other Ultimate Customers	71,229	64,709	72,182	68,049	
15 Other Gas Operating Revenues	122,507	237,148	96,045	57,873	(649)
16 Total Gas Operating Revenues	\$3,759,237	\$3,399,507	\$2,880,993	\$2,959,726	\$3,374,998
SALES (MCF)					
17 <u>Bundled</u>					
18 Residential	166,164,428	146,802,290	142,066,338	141,164,091	175,109,347
19 Commercial	77,757,759	75,192,164	70,281,647	65,798,632	101,778,685
20 Industrial	12,109,394	12,186,640	11,911,115	4,621,459	13,882,649
21 Other Ultimate Customers	10,617,210	10,793,928	10,596,644	8,989,355	18,433,921
22 Total Sales-Ultimate Customers	266,648,790	244,975,022	234,855,744	220,573,537	309,204,602
23 Sales for Resale	4,383,814	4,732,411	5,180,111	5,536,587	7,186,156
24 <u>Transportation of Gas of Others</u>					
25 Transportation Sales	112,932,465	136,703,687	133,239,027	146,907,693	322,094,401
26 Residential	67,852,035	59,371,066	59,658,562	105,605,007	
27 Commercial	101,831,748	91,729,291	94,559,943	101,311,175	
28 Industrial	78,842,379	67,266,389	63,653,966	43,321,974	
29 Other Ultimate Customers	18,796,911	16,626,250	17,018,426	17,434,314	
30 Other Gas Sales					
31 Total Sales	651,288,143	621,404,117	608,165,779	640,690,287	638,485,160
AVG CUSTOMERS PER MONTH					
32 <u>Bundled</u>					
33 Residential	1,839,270	1,733,110	1,688,130	1,579,914	1,767,522
34 Commercial	309,236	327,651	332,601	335,353	378,454
35 Industrial	5,885	6,171	6,431	755	7,068
36 Other Ultimate Customers	3,983	3,923	3,789	3,741	5,001
37 Total Ultimate Customers	2,158,373	2,070,855	2,030,950	1,919,763	2,158,045
38 Resales		11	35	28	13
39 <u>Transportation of Gas of Others</u>					
40 Residential	282,619	341,762	381,137	396,171	
41 Commercial	66,177	68,445	63,194	88,206	
42 Industrial	1,006	1,025	9,760	15,958	
43 Other Ultimate Customers	3,809	3,802	4,254	17,553	
44 Total Customers	2,511,984	2,485,900	2,489,331	2,437,680	2,158,058
GAS OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
45 Average Annual Bill Per Customer	\$1,131	\$1,010	\$895	\$965	\$1,165
46 Average MCF Consumption Per Customer	90.3	84.7	84.2	89.3	99.1
47 Average Revenue Per MCF Sold	\$12.51	\$11.92	\$10.64	\$10.80	\$11.76
COMMERCIAL SALES					
48 Average Annual Bill Per Customer	\$1,997	\$1,636	\$1,310	\$1,302	\$2,066
49 Average MCF Consumption Per Customer	251.5	229.5	211.3	196.2	268.9
50 Average Revenue Per MCF Sold	\$7.94	\$7.13	\$6.20	\$6.64	\$7.68
INDUSTRIAL SALES					
51 Average Annual Bill Per Customer	\$10,069	\$9,037	\$7,710	\$36,644	\$8,054
52 Average MCF Consumption Per Customer	2,057.8	1,975.0	1,852.0	6,121.1	1,964.1
53 Average Revenue Per MCF Sold	\$4.89	\$4.58	\$4.16	\$5.99	\$4.10
GAS OPERATION AND MAINTENANCE EXPENSES (\$000s)					
54 Steam					
55 Manufactured Gas	1	0	0	1	24
56 Natural Gas - Production & Gathering			2	6	5
57 Purchased Gas	1,507,052	1,185,425	783,160	922,370	1,551,350
58 Other	(220,918)	(187,847)	(101,042)	(103,535)	(231,647)
59 Total Production Expense	1,286,134	997,578	682,120	818,841	1,319,732
60 Natural Gas Storage Expense	6,719	6,053	4,697	5,525	4,615
61 Transmission Expense	29,021	23,532	21,742	21,801	23,897
62 Distribution Expense	379,681	366,336	364,565	356,458	293,834
63 Customer Account Expense	187,699	181,577	178,641	202,583	216,538
64 Sales Expense	4,264	3,666	3,465	3,885	2,337
65 Administrative and General	319,525	316,662	281,611	300,397	352,393
66 Total O & M Expense	\$2,213,044	\$1,895,404	\$1,536,841	\$1,709,490	\$2,213,347

Notes:

Data after 1997 does not include LILCO

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

**COMBINATION ELECTRIC AND GAS INDUSTRY
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,
(\$000s)**

	2018	2017	2016	2015	2014
Total Revenues (\$000s)	\$3,759,237	\$3,399,507	\$2,880,993	\$2,959,726	\$3,374,998
Sales of Gas (MCF)	293,380,162	269,261,256	249,065,991	235,579,367	323,203,399

DOLLAR AMOUNTS

Purchased Gas & Other Supply Exp.	\$1,514,197	\$1,208,224	\$821,758	\$987,362	\$1,563,866
Wages and Benefits	434,728	431,904	396,052	370,507	362,532
Other Operation & Maintenance Exp.	264,119	255,316	319,031	351,621	286,933
Depreciation & Amortization Expense	342,011	427,590	323,386	280,661	246,016
Income Taxes-Operating	131,444	214,861	195,202	160,324	138,850
Other Taxes-Operating	494,888	449,666	439,689	391,363	379,725
Capital Costs	577,850	411,948	385,875	417,888	397,076
Total	\$3,759,237	\$3,399,507	\$2,880,993	\$2,959,726	\$3,374,998

PERCENT OF REVENUES

Purchased Gas & Other Supply Exp.	40.3	35.5	28.5	33.4	46.3
Wages and Benefits	11.6	12.7	13.7	12.5	10.7
Other Operation & Maintenance Exp.	7.0	7.5	11.1	11.9	8.5
Depreciation & Amortization Expense	9.1	12.6	11.2	9.5	7.3
Income Taxes-Operating	3.5	6.3	6.8	5.4	4.1
Other Taxes-Operating	13.2	13.2	15.3	13.2	11.3
Capital Costs	15.4	12.1	13.4	14.1	11.8
Total	100.0	100.0	100.0	100.0	100.0

DOLLARS PER MCF

Purchased Gas & Other Supply Exp.	5.16	4.49	3.30	4.19	4.84
Wages and Benefits	1.48	1.60	1.59	1.57	1.12
Other Operation & Maintenance Exp.	0.90	0.95	1.28	1.49	0.89
Depreciation & Amortization Expense	1.17	1.59	1.30	1.19	0.76
Income Taxes-Operating	0.45	0.80	0.78	0.68	0.43
Other Taxes-Operating	1.69	1.67	1.77	1.66	1.17
Capital Costs	1.97	1.53	1.55	1.77	1.23
Total	12.81	12.63	11.57	12.56	10.44

Notes:

Includes Sales for Resale

1998 Data does not include LILCO

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below**Purchased Gas and Other Supply Exp.**

Liquidified Petro Gas					
Other Gas Supply	1,498,639	1,174,748	797,824	968,111	1,550,508
Gas Storage	5,165	6,037	4,697	5,526	(9,731)
Transmission Expense	13,306	27,439	19,237	13,725	8,501
Total Purchased Gas	1,517,110	1,208,224	821,758	987,362	1,549,277
-Total PG related to Sales for Resale					
PG - Ultimate Customers	1,517,110	1,208,224	821,758	987,362	1,549,277

Wages and Benefits

Salaries	305,408	324,038	314,772	276,721	248,051
Pensions and Benefits	129,320	107,865	81,281	93,786	114,481
Total Wages and Benefits	434,728	431,904	396,052	370,507	362,532

Other Expenses

Total O&M Expenses	2,213,044	1,895,404	1,536,841	1,709,490	2,213,347
-Total Purchased Gas	1,514,197	1,208,224	821,758	987,362	1,563,866
-Wages and Benefits	434,728	431,904	396,052	370,507	362,532
-Other Gains					
+Other Losses		39			(16)
-Other Revenues					
Other Expenses	264,119	255,316	319,031	351,621	286,933

Depreciation and Amortization

Depreciation Exp	342,011	427,590	323,386	278,836	244,342
Amort & Depl of Utility Plant				1,825	1,673
Amort of Other Utility Plant					
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	342,011	427,590	323,386	280,661	246,016

Fuel and PP related to Sales for Resale

Total PG	1,514,197	1,208,224	821,758	987,362	1,563,866
divided by Total MCFs	292,002	269,261	249,066	235,579	323,203
Fuel Cost per MCF	5.1856	4.4872	3.2994	4.1912	4.8386
times Sales for Resale MCFs					
Sales for Resale PG					

Table 11 C

**COMBINATION ELECTRIC AND GAS INDUSTRY
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)**

	2018	2017	2016	2015	2014
Gas Utility Plant					
1 Intangible	\$46,685	\$47,826	\$46,300	\$41,352	\$40,688
2 Production					
3 Manufactured Gas	27	27	27	27	27
4 Natural Gas					
5 Natural Gas Storage					
6 Underground Storage					
7 Other Storage	96,641	91,090	87,320	54,380	54,349
8 Transmission	1,143,450	1,038,086	986,641	907,602	829,357
9 Distribution	12,514,875	11,536,630	10,610,104	9,894,903	9,042,502
10 General	132,497	127,552	122,230	132,144	129,864
11 Gas - Purchased or Sold					
12 Experimental - Unclassified					
13 Gas - Stored Underground, Non-current	1,717	1,717	1,717	1,717	1,717
14 Total Plant In Service	13,935,892	12,842,927	11,854,339	11,032,124	10,098,505
15 Plant Leased To Others					\$512
16 Plant Held For Future Use					
17 Construction Work In Progress	713,118	486,244	353,495	235,097	323,354
18 Acquisition Adjustments					
19 Total Gas Utility Plant	14,649,010	13,329,171	12,207,834	11,267,221	10,422,370
20 Accum. Prov. - Depr & Amort.	3,513,774	3,323,753	3,179,401	3,079,626	2,963,197
21 Net Gas Utility Plant	\$11,135,236	\$10,005,417	\$9,028,433	\$8,187,595	\$7,459,173
Selected Ratios and Statistics					
22 Current Assets / Current Liabilities	0.94	0.93	0.95	0.87	1.02
23 Total Capitalization (\$000s)	\$42,736,410	\$39,002,679	\$37,503,703	\$36,417,113	\$35,442,559
<u>Percent Of Capitalization (Incl. S-T-Debt)</u>					
24 Long-Term Debt	49.7%	49.8%	48.2%	47.0%	47.5%
25 Preferred Stock	0.1%	0.1%	0.1%	0.1%	0.1%
26 Common Stock & Retained Earnings	47.2%	48.8%	49.2%	48.6%	48.6%
27 Short-Term Debt	3.1%	1.4%	2.5%	4.3%	3.8%
28 Pretax Coverage of Interest Expense	3.09	3.72	3.82	3.47	3.80
29 Com. Stock Dividends as a % of Earnings	53.4%	90.2%	59.8%	71.5%	61.4%
30 Return on Common Equity	8.5%	8.9%	8.7%	8.6%	9.2%
31 Internal Cash Generated as a % of Cash Outflows for Construction	74.7%	96.9%	112.7%	109.6%	108.7%
32 Earnings per Share	\$3.08	\$3.07	\$2.88	\$2.77	\$2.86
33 Book Value per Share	\$37.12	\$35.03	\$33.97	\$32.51	\$31.65
34 Dividends per Share	\$1.64	\$2.77	\$1.72	\$1.98	\$1.76
35 Number of Employees	3,669	3,588	3,411	3,436	3,305

Notes:

Data after 1997 does not include LILCO

Current Assets	6,026,653,708	5,067,214,192	5,139,148,429	4,705,750,996	5,311,625,740
Current Liabilities	6,377,496,879	5,460,957,760	5,397,991,090	5,412,285,675	5,215,343,737
Total Capitalization	42,736,410,012	39,002,679,032	37,503,703,170	36,417,112,877	35,442,559,191
Long-Term Debt	21,240,515,384	19,406,548,826	18,081,196,387	17,126,322,698	16,831,937,875
Preferred Stock	28,984,801	28,984,801	28,984,801	28,984,801	28,984,801
Common Stock and Retained Earnings (Excl. Preferred Stock)	20,160,495,339	19,026,101,541	18,448,342,044	17,686,348,087	17,222,061,520
Short-Term Debt	1,306,414,488	541,043,864	945,179,938	1,575,457,291	1,359,574,995
Pretax Income	3,240,475,977	3,640,233,086	3,523,008,361	3,243,004,462	3,224,548,640
Interest Expense	1,049,999,311	978,757,305	922,652,010	933,991,645	848,345,702
Dividends Paid	892,000,001	1,503,262,000	936,024,000	1,077,524,000	956,500,000
Net Income (Excl. Preferred Stock Dividends)	1,671,915,849	1,665,833,720	1,565,965,625	1,506,775,408	1,558,433,675
Internal Cash	3,947,422,267	4,551,252,786	4,660,709,424	4,376,153,606	3,721,018,487
Cash Outflows for Construction	5,282,646,269	4,697,216,369	4,134,998,150	3,993,943,927	3,422,206,276
Shares Outstanding (Millions)	543,110,334.00	543,110,334.00	543,111,334.00	544,110,334.00	544,110,334.00
Number of Employees	3,669	3,588	3,411	3,436	3,305

CENTRAL HUDSON GAS & ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - GAS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
GAS REVENUES					
Bundled					
Residential	\$89,516,311	\$71,643,480	\$62,545,958	\$66,628,487	\$77,651,535
Commercial	32,380,414	25,449,382	19,322,419	23,942,756	30,848,205
Industrial	2,350,977	1,910,088	1,858,504	2,874,299	4,083,762
Other Ultimate Customers	6,511,789	4,537,796	3,699,400	4,716,641	7,721,607
Total Revenues-Ultimate Customer	130,759,491	103,540,746	87,426,281	98,162,183	120,305,109
Sales for Resale	9,929,729	9,802,105	9,868,457	13,558,473	18,830,666
Total Revenues from Gas Sales	140,689,220	113,342,851	97,294,738	111,720,656	139,135,775
Transportation of Gas of Others					
Transportation Sales	7,401,029	7,223,171	7,918,605	11,892,360	
Residential	6,970,593	8,104,107	9,018,773	9,442,812	
Commercial	11,548,937	11,118,957	9,681,819	8,981,353	
Industrial	1,083,120	991,938	708,819	570,923	
Other Ultimate Customers	1,794,647	1,509,241	1,359,935	973,134	
Other Gas Operating Revenues	(3,061,356)	1,137,910	3,364,021	2,705,487	24,435,685
Total Gas Operating Revenues	\$166,426,190	\$143,428,175	\$129,346,710	\$146,286,725	\$163,571,460
SALES (MCF)					
Bundled					
Residential	5,180,335	4,399,278	4,443,199	4,515,037	4,570,509
Commercial	2,749,593	2,483,584	2,454,462	2,439,957	2,534,298
Industrial	229,921	230,526	304,746	386,111	396,315
Other Ultimate Customers	652,839	528,540	592,473	608,095	792,067
Total Sales-Ultimate Consumer	8,812,688	7,641,928	7,794,880	7,949,200	8,293,189
Sales for Resale	1,892,582	2,514,252	2,887,333	2,801,012	2,960,380
Transportation of Gas of Others					
Transportation Sales	11,173,779	10,376,472			
Residential	6,329,194	5,767,719	6,116,728	5,912,099	9,925,131
Commercial	686,493	749,251	904,114	1,159,827	
Industrial	3,210,027	3,038,034	3,183,445	3,283,090	
Other Ultimate Customers	380,425	354,668	333,887	310,893	
Other Gas Sales	567,640	466,801	560,443	406,899	
Total Sales	33,052,827	30,909,124	21,780,832	21,823,020	21,178,700
AVG CUSTOMERS PER MONTH					
Bundled					
Residential	62,966	59,920	59,799	55,068	53,892
Commercial	8,133	7,591	7,175	6,817	6,821
Industrial	250	237	229	220	219
Other Customers	498	483	460	477	519
Total Ultimate Consumer	71,847	68,231	67,663	62,582	61,451
Resales					
Transportation of Gas of Others					
Residential	7,472	9,481	11,245	12,580	
Commercial	2,820	3,107	3,452	3,427	
Industrial	39	42	44	32	
Other Ultimate Customers	284	280	288	225	
Total Consumers	82,462	81,141	82,692	78,846	61,451
GAS OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
Average Annual Bill Per Customer	\$1,422	\$1,196	\$1,046	\$1,210	\$1,441
Average MCF Consumption Per Customer	82.3	73.4	74.3	82.0	84.8
Average Revenue Per MCF Sold	\$17.28	\$16.29	\$14.08	\$14.76	\$16.99
COMMERCIAL SALES					
Average Annual Bill Per Customer	\$3,981	\$3,353	\$2,693	\$3,512	\$4,523
Average MCF Consumption Per Customer	338.1	327.2	342.1	357.9	371.5
Average Revenue Per MCF Sold	\$11.78	\$10.25	\$7.87	\$9.81	\$12.17
INDUSTRIAL SALES					
Average Annual Bill Per Customer	\$9,404	\$8,059	\$8,116	\$13,065	\$18,647
Average MCF Consumption Per Customer	919.7	972.7	1,330.8	1,755.1	1,809.7
Average Revenue Per MCF Sold	\$10.23	\$8.29	\$6.10	\$7.44	\$10.30
GAS OPERATION AND MAINTENANCE EXPENSES					
Steam					
Manufactured Gas	\$791	\$9	\$363	1,139	24,050
Natural Gas - Production & Gathering					
Purchased Gas	64,257,805	46,057,734	31,983,550	52,932,699	77,348,723
Other	(50,892)	(726,173)	1,367,512	1,440,130	2,043,469
Total Production Expense	64,207,704	45,331,570	33,351,425	54,373,968	79,416,242
Natural Gas Storage Expense					
Transmission Expense	2,964,016	2,872,574	2,582,948	2,548,187	2,360,978
Distribution Expense	15,696,016	14,799,882	13,705,703	15,237,251	13,632,345
Customer Account Expense	10,961,305	8,678,391	8,333,669	9,637,243	9,301,800
Sales Expense	647,521	609,740	568,059	845,508	812,383
Administrative and General	15,747,837	18,606,984	16,845,958	17,388,191	21,371,600
Total O & M Expense	\$110,224,399	\$90,899,141	\$75,387,762	\$100,030,348	\$126,895,348

Notes:

N/A - Breakout of Commercial and Industrial not available from annual reports before 1996.

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

CENTRAL HUDSON GAS & ELECTRIC CORPORATION
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Total Revenues	\$166,426,190	\$143,428,175	\$129,346,710	\$146,286,725	\$163,571,460
Sales of Gas (MCF)	33,052,827	30,909,124	21,780,832	21,823,020	21,178,700

DOLLAR AMOUNTS

Purchased Gas & Other Supply Exp.	\$64,257,805	\$48,204,144	\$35,934,373	\$56,922,155	\$81,777,220
Wages and Benefits	23,919,569	24,151,314	21,564,562	23,395,673	21,351,682
Other Operation & Maintenance Exp.	22,047,025	18,543,683	17,888,827	19,712,520	23,750,742
Depreciation & Amortization Expense	12,744,616	11,523,211	10,424,393	9,875,600	10,015,332
Income Taxes-Operating	5,331,180	(1,533,000)	9,466,534	7,807,786	5,087,585
Other Taxes-Operating	14,545,881	15,481,309	10,424,393	13,131,456	11,979,009
Capital Costs	23,580,114	27,057,514	23,643,628	15,441,535	9,609,890
Total	\$166,426,190	\$143,428,175	\$129,346,710	\$146,286,725	\$163,571,460

PERCENT OF REVENUES

Purchased Gas & Other Supply Exp.	38.61	33.6	27.8	38.9	50.0
Wages and Benefits	14.37	16.8	16.7	16.0	13.1
Other Operation & Maintenance Exp.	13.25	12.9	13.8	13.5	14.5
Depreciation & Amortization Expense	7.66	8.0	8.1	6.8	6.1
Income Taxes-Operating	3.20	-1.1	7.3	5.3	3.1
Other Taxes-Operating	8.74	10.8	8.1	9.0	7.3
Capital Costs	14.17	18.9	18.3	10.6	5.9
Total	100.0	100.0	100.0	100.0	100.0

DOLLARS PER MCF

Purchased Gas & Other Supply Exp.	1.94	1.56	1.65	2.61	3.86
Wages and Benefits	0.72	0.78	0.99	1.07	1.01
Other Operation & Maintenance Exp.	0.67	0.60	0.82	0.90	1.12
Depreciation & Amortization Expense	0.39	0.37	0.48	0.45	0.47
Income Taxes-Operating	0.16	-0.05	0.43	0.36	0.24
Other Taxes-Operating	0.44	0.50	0.48	0.60	0.57
Capital Costs	0.71	0.88	1.09	0.71	0.45
Total	5.04	4.64	5.94	6.70	7.72

Notes:

Includes Sales for Resale+B89

The decrease in Central Hudson's 1997 wages and benefits was primarily due to a reduction in pension and OPEB expense.

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Purchased Gas and Other Supply Exp.

Liquidified Petro Gas	64,207,704	45,331,570	33,351,425	54,373,968	79,416,242
Other Gas Supply					
Gas Storage					
Transmission Expense	2,964,016	2,872,574	2,582,948	2,548,187	2,360,978
Total Purchased Gas	67,171,720	48,204,144	35,934,373	56,922,155	81,777,220
-Total PG related to Sales for Resale					
PG - Ultimate Customers	67,171,720	48,204,144	35,934,373	56,922,155	81,777,220

Wages and Benefits

Salaries	19,312,443	18,755,786	16,529,359	16,930,310	14,862,857
Pensions and Benefits	4,607,126	5,395,528	5,035,203	6,465,363	6,488,825
Total Wages and Benefits	23,919,569	24,151,314	21,564,562	23,395,673	21,351,682

Other Expenses

Total O&M Expenses	110,224,399	90,899,141	75,387,762	100,030,348	126,895,348
-Total Purchased Gas	64,257,805	48,204,144	35,934,373	56,922,155	81,777,220
-Wages and Benefits	23,919,569	24,151,314	21,564,562	23,395,673	21,351,682
-Other Gains					
+Other Losses					(15,704)
-Other Revenues					
Other Expenses	22,047,025	18,543,683	17,888,827	19,712,520	23,750,742

Depreciation and Amortization

Depreciation Exp	12,744,616	11,523,211	10,424,393	9,875,600	10,015,332
Amort & Depl of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	12,744,616	11,523,211	10,424,393	9,875,600	10,015,332

Fuel and PP related to Sales for Resale

Total PG	64,257,805	48,204,144	35,934,373	56,922,155	81,777,220
divided by Total MCFs	33,052,827	30,909,124	21,780,832	21,823,020	21,178,700
Fuel Cost per MCF	1.9441	1.5595	1.6498	2.6084	3.8613
times Sales for Resale MCFs	1,892,582	2,514,252	2,887,333	2,801,012	2,960,380
Sales for Resale PG	3,679,358	3,921,087	4,763,570	7,306,030	11,430,901

Table 11 C

CENTRAL HUDSON GAS & ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Gas Utility Plant					
Intangible	\$442,339	\$442,339	\$442,339	\$442,339	\$442,339
Production					
Manufactured Gas					
Natural Gas					
Natural Gas Storage					
Underground Storage					
Other Storage					
Transmission	58,720,117	57,309,897	55,974,188	56,075,292	53,800,015
Distribution	507,034,313	444,473,705	400,853,534	360,937,676	326,723,603
General					
Gas - Purchased or Sold					
Experimental - Unclassified					
Gas - Stored Underground, Non-current					
Total Plant In Service	566,196,769	502,225,941	457,270,061	417,455,307	380,965,957
Plant Leased To Others					
Plant Held For Future Use					
Construction Work In Progress	11,212,155	18,081,442	14,264,470	9,110,208	11,492,790
Aquisition Adjustments					
Total Gas Utility Plant	577,408,924	520,307,383	471,534,531	426,565,515	392,458,747
Accum. Prov. - Depr & Amort.	126,843,392	122,743,433	\$120,132,773	117,700,680	114,476,656
Net Gas Utility Plant	\$450,565,532	\$397,563,950	\$351,401,758	\$308,864,835	\$277,982,091
Selected Ratios and Statistics					
Current Assets / Current Liabilities	2.07	1.79	2.01	1.82	1.91
Total Capitalization	\$1,370,850,421	\$1,225,993,241	1,157,219,116	\$1,110,099,437	\$1,042,035,179
<u>Percent Of Capitalization (Incl. S-T-Debt)</u>					
Long-Term Debt	49.2%	48.9%	49.4%	47.4%	48.6%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	50.8%	51.1%	50.6%	50.2%	51.4%
Short-Term Debt				2.4%	
Pretax Coverage of Interest Expense	3.38	3.84	3.83	3.45	2.84
Com. Stock Dividends as a % of Earnings		24.1%	46.6%	53.8%	14.8%
Return on Common Equity	8.9%	9.1%	9.2%	8.3%	6.5%
Internal Cash Generated as a % of					
Cash Outflows for Construction	68.2%	92.5%	107.4%	76.1%	-93.8%
Earnings per Share	\$3.49	\$3.26	\$3.12	\$2.70	\$2.01
Book Value per Share	\$41.33	\$37.19	\$34.71	\$33.04	\$31.79
Dividends per Share		\$0.79	\$1.45	\$1.45	\$0.30
Number of Employees (Gas)	227	234	225	222	187

Current Assets	202,888,266	147,029,306	136,416,441	125,297,805	137,214,883
Current Liabilities	98,044,792	82,105,854	67,976,566	68,752,340	71,789,731
Total Capitalization	1,370,850,421	1,225,993,241	1,157,219,116	1,110,099,437	1,042,035,179
Long-Term Debt	673,950,000	598,950,000	571,950,000	525,950,000	505,950,000
Preferred Stock	100	100	100	100	100
Common Stock and Retained Earnings (Excl. Preferred Stock)	696,900,321	627,043,141	585,269,016	557,149,337	536,085,079
Short-Term Debt				27,000,000	
Pretax Income	105,385,439	117,145,391	115,751,736	103,899,398	89,626,297
Interest Expense	31,165,995	30,499,641	30,184,214	30,108,004	31,570,331
Common Dividends Paid		13,262,000	24,524,000	24,524,000	5,000,000
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	58,787,614	55,036,125	52,643,679	45,588,258	33,843,878
Internal Cash	129,041,569	154,884,858	185,457,814	110,198,276	104,618,067
Cash Outflows For Construction	189,118,278	167,521,257	172,628,028	144,884,768	(111,487,597)
Shares Outstanding (Millions)	16,862,087	16,862,087	16,862,087	16,862,087	16,862,087
Number of Employees (Gas only)	227	234	225	222	187
Misc Deferred Debits - Net	(281,737,929)	(277,730,618)	(101,522,791)	(55,812,121)	(11,443,146)

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - GAS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
GAS REVENUES					
1 <u>Bundled</u>					
2 Residential	\$955,137,516	\$792,065,203	\$692,661,085	\$687,407,773	\$1,028,139,828
3 Commercial	399,619,731	354,938,984	286,325,436	269,920,799	572,959,028
4 Industrial	4,765,692	4,155,145	3,626,103	2,928,747	6,852,690
5 Other Ultimate Customers	75,129,073	69,499,285	43,511,345	41,710,287	126,945,224
6 Total Revenues-Ultimate Customer	1,434,652,012	1,220,658,617	1,026,123,969	1,001,967,605	1,734,896,770
7 Sales for Resale	(33,132)			869,292	249,880
8 Total Revenues from Gas Sales	1,434,618,880	1,220,658,617	1,026,123,969	1,002,836,896	1,735,146,651
9 <u>Transportation of Gas of Others</u>					
10 Transportation Sales	28,680,100	27,068,043	26,724,480	28,135,708	28,206,632
11 Residential	291,308,757	251,906,644	234,832,949	257,639,767	
12 Commercial	138,882,991	125,196,506	131,495,064	143,048,605	
13 Industrial	1,624,520	1,462,993	1,502,838	1,552,133	
14 Other Ultimate Customers	56,012,791	49,620,501	57,446,301	53,116,145	
15 Other Gas Operating Revenues	132,802,787	231,833,535	35,130,338	46,542,023	(36,683,373)
16 Total Gas Operating Revenues	\$2,083,930,826	\$1,907,746,839	\$1,513,255,939	\$1,532,871,278	\$1,726,669,910
SALES (MCF)					
17 <u>Bundled</u>					
18 Residential	57,097,517	51,418,052	50,239,735	50,030,859	74,729,806
19 Commercial	52,069,585	53,143,150	49,677,883	43,738,162	78,949,665
20 Industrial	2,585,979	2,621,435	2,428,621	3,119,760	3,449,655
21 Other Ultimate Customers	8,180,322	8,708,425	7,488,886	6,192,252	15,921,900
22 Total Sales-Ultimate Consumer	119,933,402	115,891,062	109,835,125	103,081,033	173,051,026
23 Sales for Resale				38,962	
24 <u>Transportation of Gas of Others</u>					
25 Transportation Sales	106,603,271	130,935,968	127,122,299	127,671,339	125,916,679
26 Residential	41,804,165	34,192,698	30,554,390	33,814,017	
27 Commercial	27,539,080	25,455,682	23,442,813	27,135,545	
28 Industrial	878,298	922,696	1,006,542	274,096	
29 Other Ultimate Customers	10,774,406	9,398,652	10,142,984	9,965,166	
30 Other Gas Sales					
31 Total Sales	307,532,622	316,796,758	302,104,153	301,980,158	298,967,705
AVG CUSTOMERS PER MONTH					
32 <u>Bundled</u>					
33 Residential	692,220	635,926	617,431	597,984	764,522
34 Commercial	229,483	252,012	259,202	265,066	309,783
35 Industrial	27	27	24	15	29
36 Other Customers	1,787	1,778	1,711	1,666	2,872
37 Total Ultimate Consumer	923,517	889,743	878,368	864,731	1,077,206
38 Resales				5	5
39 <u>Transportation of Gas of Others</u>					
40 Residential	126,475	154,251	163,945	175,583	
41 Commercial	32,034	32,326	33,784	35,285	
42 Industrial	9	9	10	16	
43 Other Ultimate Customers	1,154	1,143	1,165	1,184	
44 Total Consumers	1,083,189	1,077,472	1,077,272	1,076,804	1,077,211
GAS OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
45 Average Annual Bill Per Customer	\$1,380	\$1,246	\$1,122	\$1,150	\$1,345
46 Average MCF Consumption Per Customer	82.5	80.9	81.4	83.7	97.7
47 Average Revenue Per MCF Sold	\$16.73	\$15.40	\$13.79	\$13.74	\$13.76
COMMERCIAL SALES					
48 Average Annual Bill Per Customer	\$1,741	\$1,408	\$1,105	\$1,018	\$1,850
49 Average MCF Consumption Per Customer	226.9	210.9	191.7	165.0	254.9
50 Average Revenue Per MCF Sold	\$7.67	\$6.68	\$5.76	\$6.17	\$7.26
INDUSTRIAL SALES					
51 Average Annual Bill Per Customer	\$176,507	\$153,894	\$151,088	\$195,250	\$236,300
52 Average MCF Consumption Per Customer	95,777.0	97,090.2	101,192.6	207,984.0	118,953.6
53 Average Revenue Per MCF Sold	\$1.84	\$1.59	\$1.49	\$0.94	\$1.99
GAS OPERATION AND MAINTENANCE EXPENSES					
54 Steam	\$0	\$0	\$0	\$0	\$0
55 Manufactured Gas					
56 Natural Gas - Production & Gathering					
57 Purchased Gas	846,373,882	689,603,206	431,876,368	467,731,264	824,288,352
58 Other	(204,060,458)	(180,922,955)	(113,205,064)	(131,522,534)	(216,434,536)
59 Total Production Expense	642,313,425	508,680,251	318,671,304	336,208,730	607,853,816
60 Natural Gas Storage Expense	5,165,350	6,037,289	4,696,615	5,524,774	4,619,120
61 Transmission Expense	18,786,240	20,813,453	19,154,872	18,372,175	19,207,917
62 Distribution Expense	203,373,485	185,344,601	187,914,632	188,359,578	143,373,899
63 Customer Account Expense	75,215,936	68,819,995	69,768,308	83,225,687	88,793,795
64 Sales Expense	338,056	313,754	299,834	232,685	616,842
65 Administrative and General	141,176,516	155,831,514	126,686,029	144,533,537	162,244,902
66 Total O & M Expense	\$1,086,369,008	\$945,840,858	\$727,191,594	\$776,457,167	\$1,026,710,292

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

**CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
Total revenues	\$2,083,930,826	\$1,907,746,839	\$1,513,255,939	\$1,532,871,278	\$1,726,669,910
Sales of Gas (MCF)	119,933,402	115,891,062	109,835,125	103,119,995	173,051,026

DOLLAR AMOUNTS

Purchased Gas & Other Supply Exp.	\$870,325,473	\$716,453,948	\$455,727,855	\$491,628,214	\$848,115,390
Wages and Benefits	213,631,262	211,826,959	189,464,203	195,631,630	191,625,162
Other Operation & Maintenance Exp.	2,412,274	17,559,951	81,999,537	89,197,323	(13,030,260)
Depreciation & Amortization Expense	204,713,486	298,302,429	159,017,475	142,503,707	131,894,393
Income Taxes-Operating	87,388,448	151,672,368	92,342,900	100,235,720	88,081,184
Other Taxes-Operating	331,766,531	298,302,429	265,189,806	252,049,455	248,390,488
Capital Costs	373,693,353	213,628,756	269,514,164	261,625,231	231,593,553
Total	\$2,083,930,826	\$1,907,746,839	\$1,513,255,939	\$1,532,871,278	\$1,726,669,910

PERCENT OF REVENUES

Purchased Gas & Other Supply Exp.	41.8	37.6	30.1	32.1	49.1
Wages and Benefits	10.3	11.1	12.5	12.8	11.1
Other Operation & Maintenance Exp.	0.1	0.9	5.4	5.8	-0.8
Depreciation & Amortization Expense	9.8	15.6	10.5	9.3	7.6
Income Taxes-Operating	4.2	8.0	6.1	6.5	5.1
Other Taxes-Operating	15.9	15.6	17.5	16.4	14.4
Capital Costs	17.9	11.2	17.8	17.1	13.4
Total	100.0	100.0	100.0	100.0	100.0

DOLLARS PER MCF

Purchased Gas & Other Supply Exp.	7.26	6.18	4.15	4.77	4.90
Wages and Benefits	1.78	1.83	1.72	1.90	1.11
Other Operation & Maintenance Exp.	0.02	0.15	0.75	0.86	-0.08
Depreciation & Amortization Expense	1.71	2.57	1.45	1.38	0.76
Income Taxes-Operating	0.73	1.31	0.84	0.97	0.51
Other Taxes-Operating	2.77	2.57	2.41	2.44	1.44
Capital Costs	3.12	1.84	2.45	2.54	1.34
Total	17.38	16.46	13.78	14.86	9.98

Notes:

Includes Sales for Resale

1998 Sales of Gas Restated to be in MCF rather than DTH. Dollars Per MCF in 1998 restated to reflect this.

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Purchased Gas and Other Supply Exp.

Liquidified Petro Gas					
Other Gas Supply	846,373,882	689,603,206	431,876,368	467,731,264	824,288,352
Gas Storage	5,165,350	6,037,289	4,696,615	5,524,774	4,619,120
Transmission Expense	18,786,240	20,813,453	19,154,872	18,372,175	19,207,917
Total Purchased Gas	870,325,473	716,453,948	455,727,855	491,628,214	848,115,390
-Total PG related to Sales for Resale					
PG - Ultimate Customers	870,325,473	716,453,948	455,727,855	491,628,214	848,115,390

Wages and Benefits

Salaries	152,090,051	145,448,813	136,525,255	131,650,954	115,939,616
Pensions and Benefits	61,541,211	66,378,145	52,938,947	63,980,676	75,685,546
Total Wages and Benefits	213,631,262	211,826,959	189,464,203	195,631,630	191,625,162

Other Expenses

Total O&M Expenses	1,086,369,008	945,840,858	727,191,594	776,457,167	1,026,710,292
-Total Purchased Gas	870,325,473	716,453,948	455,727,855	491,628,214	848,115,390
-Wages and Benefits	213,631,262	211,826,959	189,464,203	195,631,630	191,625,162
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	2,412,274	17,559,951	81,999,537	89,197,323	(13,030,260)

Depreciation and Amortization

Depreciation Exp	204,713,486	298,302,429	159,017,475	142,503,707	131,894,393
Amort & Depl of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	204,713,486	298,302,429	159,017,475	142,503,707	131,894,393

Fuel and PP related to Sales for Resale

Total PG	870,325,473	716,453,948	455,727,855	491,628,214	848,115,390
divided by Total MCFs	119,933,402	115,891,062	109,835,125	103,119,995	173,051,026
Fuel Cost per MCF	7.2567	6.1821	4.1492	4.7675	4.9010
times Sales for Resale MCFs	0	0	0	38,962	0
Sales for Resale PG	0	0	0	185,753	0

102 K

**CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
Gas Utility Plant					
1 Intangible	\$13,977,259	\$15,578,861	\$14,554,659	\$11,889,134	\$12,389,896
2 Production					
3 Manufactured Gas					
4 Natural Gas					
5 Natural Gas Storage					
6 Underground Storage					
7 Other Storage	96,639,124	91,088,335	87,319,664	54,380,447	54,349,283
8 Transmission	824,311,733	743,130,923	711,548,059	648,984,716	589,571,768
9 Distribution	7,189,808,833	6,483,385,454	5,891,454,485	5,374,273,407	4,741,383,934
10 General					
11 Gas - Purchased or Sold					
12 Experimental - Unclassified					
13 Gas - Stored Underground, Non-current	1,238,998	1,238,998	1,238,998	1,238,998	1,238,997
14 Total Plant In Service	8,125,975,948	7,334,422,572	6,706,115,866	6,090,766,702	5,398,933,878
15 Plant Leased To Others					
16 Plant Held For Future Use					
17 Construction Work In Progress	521,410,861	375,854,095	257,188,346	149,286,178	242,147,161
18 Aquisition Adjustments					
19 Total Gas Utility Plant	8,647,386,809	7,710,276,667	6,963,304,212	6,240,052,880	5,641,081,039
20 Accum. Prov. - Depr & Amort.	1,510,732,904	1,408,595,944	1,371,855,721	1,303,320,737	1,247,594,192
21 Net Gas Utility Plant	\$7,136,653,905	\$6,301,680,723	\$5,591,448,491	\$4,936,732,142	\$4,393,486,847
Selected Ratios and Statistics					
22 Current Assets / Current Liabilities	0.82	0.95	0.84	0.80	0.95
23 Total Capitalization	\$28,360,218,715	\$25,947,199,225	\$24,589,310,042	\$23,961,982,691	\$22,852,474,254
<u>Percent Of Capitalization (Incl S-T Debt)</u>					
24 Long-Term Debt	50.3%	51.5%	49.5%	48.1%	49.1%
25 Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
26 Common Stock & Retained Earnings	45.5%	47.9%	48.1%	47.6%	49.0%
27 Short-Term Debt	4.2%	0.6%	2.4%	4.3%	2.0%
28 Pretax Coverage of Interest Expense	3.20	3.83	3.70	3.77	4.00
29 Com. Stock Dividends as a % of Earnings	70.8%	72.1%	70.4%	80.4%	67.3%
30 Return on Common Equity	9.4%	9.1%	9.1%	9.6%	9.6%
31 Internal Cash Generated as a % of					
32 Cash Outflows for Construction	67.7%	93.1%	109.9%	107.4%	104.9%
33 Earnings per Share	\$5.08	\$4.69	\$4.48	\$4.60	\$4.49
34 Book Value per Share	\$54.82	\$52.82	\$50.23	\$48.47	\$47.51
35 Dividends per Share	\$3.59	\$3.38	\$3.16	\$3.70	\$3.02
36 Number of Employees (Gas)	2,134	2,235	2,198	2,258	2,172

Current Assets	3,530,370,168	3,086,290,241	2,957,817,107	2,828,315,851	2,795,903,050
Current Liabilities	4,285,140,299	3,260,983,221	3,508,818,018	3,525,744,452	2,951,821,618
Total Capitalization	28,360,218,715	25,947,199,225	24,589,310,042	23,961,982,691	22,852,474,254
Long term Debt	14,258,015,399	13,358,361,954	12,160,170,179	11,514,861,070	11,213,985,263
Preferred Stock	0	0	0	0	0
Common Stock and Retained Earnings (Excl. Preferred Stock)	12,909,969,996	12,438,860,687	11,829,348,347	11,414,555,725	11,188,046,522
Short Term Debt	1,192,233,320	149,976,584	599,791,516	1,032,565,896	450,442,469
Pre-Tax Income	2,202,632,769	2,387,302,837	2,232,130,571	2,201,178,888	2,150,016,188
Interest Expense	688,705,160	623,373,504	602,824,860	583,505,836	537,750,718
Common Dividends Declared	846,000,000	796,000,000	744,000,000	872,000,000	712,000,000
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	1,195,645,335	1,103,862,507	1,056,109,666	1,084,114,222	1,057,563,053
Internal Cash	2,304,729,008	2,868,237,570	3,026,637,971	2,815,290,618	2,417,353,894
Cash Outflows for Construction	3,406,046,435	3,079,805,381	2,753,299,368	2,621,330,617	2,304,027,868
Shares Outstanding (Millions)	235,488,094	235,488,094	235,488,094	235,488,094	235,488,094
Number of Employees (Gas only)	2,134	2,235	2,198	2,258	2,172
Miscellaneous Deferred Debits - Net	475,817,319	403,180,103	5,461,909,747	6,356,112,574	7,220,179,727

NEW YORK STATE ELECTRIC & GAS CORPORATION
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - GAS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
GAS REVENUES					
1 <u>Bundled</u>					
2 Residential	\$209,248,055	\$182,574,617	\$159,635,875	\$171,292,997	\$198,640,585
3 Commercial	44,894,108	38,032,117	33,511,115	38,279,696	44,121,868
4 Industrial	1,831,511	1,956,089	1,772,109	4,527,359	2,908,571
5 Other Ultimate Customers	9,606,247	8,793,159	7,181,493	10,419,405	12,419,840
6 Total Revenues-Ultimate Customer	265,579,921	231,355,982	202,100,592	224,519,457	258,090,864
7 Sales for Resale	1,501,146	453,552	636,620	64,286	398,704
8 Total Revenues from Gas Sales	267,081,066	231,809,534	202,737,212	224,583,743	258,489,568
9 <u>Transportation of Gas of Others</u>					
10 Transportation Sales					64,944,516
11 Residential	17,263,889	22,137,416	22,262,031	24,656,853	
12 Commercial	23,406,312	23,340,720	21,866,356	23,725,359	
13 Industrial	11,267,924	11,492,507	10,776,125	12,911,661	
14 Other Ultimate Customers	9,299,663	9,353,257	9,271,773	9,757,526	
15 Other Gas Operating Revenues	1,369,746	(5,794,083)	44,952,993	19,053,689	14,918,803
16 Total Gas Operating Revenues	\$329,688,600	\$292,339,351	\$311,866,490	\$314,688,831	\$338,352,887
SALES (MCF)					
17 <u>Bundled</u>					
18 Residential	20,515,155	17,404,001	16,589,898	17,490,531	18,168,281
19 Commercial	5,150,341	4,319,133	3,562,487	4,448,509	4,572,904
20 Industrial	255,150	261,234	59,613	596,513	346,535
21 Other Ultimate Customers	1,325,129	1,183,199	1,154,612	1,376,332	1,290,032
22 Total Sales-Ultimate Consumer	27,245,776	23,167,567	21,366,610	23,911,884	24,377,751
23 Sales for Resale	154,125	123,553	224,295	53,916	23,263
24 <u>Transportation of Gas of Others</u>					
25 Transportation Sales					33,402,678
26 Residential	3,196,895	3,666,010	4,389,520	4,815,710	
27 Commercial	10,187,951	9,848,090	10,291,393	10,061,464	
28 Industrial	12,301,624	12,085,200	12,118,180	11,676,277	
29 Other Ultimate Customers	4,849,036	4,395,804	3,835,756	4,569,671	
30 Other Gas Sales					
31 Total Sales	57,935,407	53,286,224	52,225,754	55,088,921	57,803,692
AVG CUSTOMERS PER MONTH					
32 <u>Bundled</u>					
33 Residential	209,998	198,576	193,289	187,047	182,201
34 Commercial	19,728	18,647	18,481	17,940	17,280
35 Industrial	192	187	192	204	209
36 Other Customers	1,179	1,144	1,117	1,108	1,113
37 Total Ultimate Consumer	231,097	218,554	213,078	206,299	200,803
38 Resales		8	8	2	7
39 <u>Transportation of Gas of Others</u>					
40 Residential	27,259	37,014	51,745	45,552	
41 Commercial	7,545	8,750		9,880	
42 Industrial	367	390	9,099	415	
43 Other Ultimate Customers	1,633	1,643	2,054	1,659	
44 Total Consumers	267,902	266,359	275,985	263,807	200,810
GAS OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
45 Average Annual Bill Per Customer	\$996	\$919	\$826	\$916	\$1,090
46 Average MCF Consumption Per Customer	97.7	87.6	85.8	93.5	99.7
47 Average Revenue Per MCF Sold	\$10.20	\$10.49	\$9.62	\$9.79	\$10.93
COMMERCIAL SALES					
48 Average Annual Bill Per Customer	\$2,276	\$2,040	\$1,813	\$2,134	\$2,553
49 Average MCF Consumption Per Customer	261.1	231.6	192.8	248.0	264.6
50 Average Revenue Per MCF Sold	\$8.72	\$8.81	\$9.41	\$8.61	\$9.65
INDUSTRIAL SALES					
51 Average Annual Bill Per Customer	\$9,543	\$10,451	\$9,210	\$22,193	\$13,917
52 Average MCF Consumption Per Customer	1,329.5	1,395.7	309.8	2,924.1	1,658.1
53 Average Revenue Per MCF Sold	\$7.18	\$7.49	\$29.73	\$7.59	\$8.39
GAS OPERATION AND MAINTENANCE EXPENSES					
54 Steam					
55 Manufactured Gas					
56 Natural Gas - Production & Gathering					
57 Purchased Gas	117,463,895	96,161,603	76,535,164	90,576,122	142,959,407
58 Other	1,131,330	(649,738)	4,465,113	3,091,796	1,332,431
59 Total Production Expense	118,595,225	95,511,865	81,000,277	93,667,918	144,291,838
60 Natural Gas Storage Expense					(3,641)
61 Transmission Expense				292,570	1,520,473
62 Distribution Expense	41,801,615	43,744,521	44,727,728	40,689,526	35,561,802
63 Customer Account Expense	25,379,374	25,971,309	24,629,216	35,447,140	28,569,510
64 Sales Expense	1,201,727	1,097,310	1,418,105	814,539	(682,130)
65 Administrative and General	31,546,016	18,616,623	23,835,823	16,486,078	24,864,290
66 Total O & M Expense	\$218,523,957	\$184,941,628	\$175,611,149	\$187,397,771	\$234,122,142

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

**NEW YORK STATE ELECTRIC & GAS CORPORATION
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
Total Revenues	\$329,688,600	\$292,339,351	\$311,866,490	\$314,688,831	\$338,352,887
Sales of Gas (MCF)	27,399,901	23,291,120	21,590,905	23,965,800	24,401,015

DOLLAR AMOUNTS

Purchased Gas & Other Supply Exp.	\$118,595,225	\$95,511,865	\$81,000,277	\$104,226,877	\$145,808,670
Wages and Benefits	44,785,162	50,169,291	52,356,867	27,349,483	24,276,494
Other Operation & Maintenance Exp.	55,143,570	39,260,472	42,254,005	55,821,411	64,036,977
Depreciation & Amortization Expense	28,733,797	24,565,566	34,021,057	38,467,304	34,675,031
Income Taxes-Operating	10,244,778	18,587,198	33,368,062	18,275,667	1,344,377
Other Taxes-Operating	26,917,349	22,313,009	31,504,216	27,461,875	26,035,366
Capital Costs	45,268,719	41,931,950	37,362,006	43,086,214	42,175,971
Total	\$329,688,600	\$292,339,351	\$311,866,490	\$314,688,831	\$338,352,887

PERCENT OF REVENUES

Purchased Gas & Other Supply Exp.	36.0	32.7	26.0	33.1	43.1
Wages and Benefits	13.6	17.2	16.8	8.7	7.2
Other Operation & Maintenance Exp.	16.7	13.4	13.5	17.7	18.9
Depreciation & Amortization Expense	8.7	8.4	10.9	12.2	10.2
Income Taxes-Operating	3.1	6.4	10.7	5.8	0.4
Other Taxes-Operating	8.2	7.6	10.1	8.7	7.7
Capital Costs	13.7	14.3	12.0	13.7	12.5
Total	100.0	100.0	100.0	100.0	100.0

DOLLARS PER MCF

Purchased Gas & Other Supply Exp.	4.33	4.10	3.75	4.35	5.98
Wages and Benefits	1.63	2.15	2.42	1.14	0.99
Other Operation & Maintenance Exp.	2.01	1.69	1.96	2.33	2.62
Depreciation & Amortization Expense	1.05	1.05	1.58	1.61	1.42
Income Taxes-Operating	0.37	0.80	1.55	0.76	0.06
Other Taxes-Operating	0.98	0.96	1.46	1.15	1.07
Capital Costs	1.65	1.80	1.73	1.80	1.73
Total	12.03	12.55	14.44	13.13	13.87

Notes:

Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Purchased Gas and Other Supply Exp.

Liquidified Petro Gas					
Other Gas Supply	118,595,225	95,511,865	81,000,277	103,934,307	144,291,838
Gas Storage					(3,641)
Transmission Expense				292,570	1,520,473
Total Purchased Gas	118,595,225	95,511,865	81,000,277	104,226,877	145,808,670
-Total PG related to Sales for Resale					
PG - Ultimate Customers	118,595,225	95,511,865	81,000,277	104,226,877	145,808,670

Wages and Benefits

Salaries	30,408,656	45,536,425	51,444,158	32,327,751	25,509,748
Pensions and Benefits	14,376,506	4,632,866	912,709	(4,978,268)	(1,233,254)
Total Wages and Benefits	44,785,162	50,169,291	52,356,867	27,349,483	24,276,494

Other Expenses

Total O&M Expenses	218,523,957	184,941,628	175,611,149	187,397,771	234,122,142
-Total Purchased Gas	118,595,225	95,511,865	81,000,277	104,226,877	145,808,670
-Wages and Benefits	44,785,162	50,169,291	52,356,867	27,349,483	24,276,494
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	55,143,570	39,260,472	42,254,005	55,821,411	64,036,977

Depreciation and Amortization

Depreciation Exp	28,733,797	24,565,566	34,021,057	38,467,304	34,675,031
Amort & Depl of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	28,733,797	24,565,566	34,021,057	38,467,304	34,675,031

Fuel and PP related to Sales for Resale

Total PG	118,595,225	95,511,865	81,000,277	104,226,877	145,808,670
divided by Total MCFs	27,399,901	23,291,120	21,590,905	23,965,800	24,401,015
Fuel Cost per MCF	4.3283	4.1008	3.7516	4.3490	5.9755
times Sales for Resale MCFs	154,125	123,553	224,295	53,916	23,263
Sales for Resale PG	667,101	506,665	841,464	234,478	139,009

NEW YORK STATE ELECTRIC & GAS CORPORATION
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Gas Utility Plant					
1 Intangible	\$14,700,525	\$14,700,525	\$14,700,372	\$14,305,103	\$14,304,527
2 Production					
3 Manufactured Gas	26,728	26,728	26,728	26,728	26,728
4 Natural Gas					
5 Natural Gas Storage					
6 Underground Storage					
7 Other Storage					
8 Transmission					
9 Distribution	1,006,332,956	967,482,776	911,637,236	871,365,210	843,106,930
10 General	23,334,856	22,442,567	21,815,932	21,062,237	21,298,764
11 Gas - Purchased or Sold					
12 Experimental - Unclassified					
13 Gas - Stored Underground, Non-current	478,333	478,333	478,333	478,333	478,333
14 Total Plant In Service	1,044,873,398	1,005,130,929	948,658,601	907,237,611	879,215,282
15 Plant Leased To Others 1					511,610
16 Plant Held For Future Use					
17 Construction Work In Progress	49,045,534	25,825,575	26,702,018	28,776,387	12,818,702
18 Aquisition Adjustments					
19 Total Gas Utility Plant	1,093,918,932	1,030,956,504	975,360,619	936,013,998	892,545,594
20 Accum. Prov. - Depr & Amort.	380,749,066	358,306,751	344,605,215	328,554,244	326,635,301
21 Net Gas Utility Plant	\$713,169,866	\$672,649,753	\$630,755,404	\$607,459,754	\$565,910,293
Selected Ratios and Statistics					
22 Current Assets / Current Liabilities	0.68	0.57	0.99	0.51	0.59
23 Total Capitalization	\$2,717,512,570	\$2,520,996,237	\$2,447,101,710	\$2,433,996,483	\$2,446,532,121
<u>Percent Of Capitalization (Incl. S-T-Debt)</u>					
24 Long-Term Debt	45.0%	41.6%	51.0%	38.9%	35.9%
25 Preferred Stock					
26 Common Stock & Retained Earnings	53.5%	47.5%	48.7%	47.1%	47.0%
27 Short-Term Debt	1.5%	10.9%	0.2%	14.0%	17.1%
28 Pretax Coverage of Interest Expense	3.28	4.02	4.51	2.99	3.23
29 Com. Stock Dividends as a % of Earnings		95.3%	63.1%	101.7%	87.0%
30 Return on Common Equity	8.1%	8.8%	10.2%	8.6%	10.1%
31 Internal Cash Generated as a % of					
32 Cash Outflows for Construction	83.1%	114.6%	150.1%	141.3%	68.8%
33 Earnings per Share	\$1.66	\$1.63	\$1.84	\$1.50	\$1.76
34 Book Value per Share	\$22.54	\$18.56	\$18.48	\$17.52	\$17.57
35 Dividends per Share		\$1.55	\$1.16	\$1.53	\$1.53
36 Number of Employees (Gas)	434	360	266	263	262

1) Plant Leased to Others Did Not Seem to Flow to the Balance Sheet in 2003

Current Assets	396,011,195	404,305,948	380,626,883	324,574,319	402,173,347
Current Liabilities	581,996,383	709,244,268	383,212,558	636,200,205	687,014,734
Total Capitalization	2,717,512,570	2,520,996,237	2,447,101,710	2,433,996,483	2,446,532,121
Long-Term Debt	1,223,333,568	1,049,042,333	1,248,961,457	945,633,462	877,487,959
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	1,453,804,002	1,197,260,350	1,192,240,253	1,147,518,021	1,150,989,162
Short-Term Debt	40,375,000	274,693,554	5,900,000	340,845,000	418,055,000
Pretax Income	208,320,753	244,718,810	271,271,940	247,333,328	246,832,419
Interest Expense	63,531,973	60,933,430	60,160,997	82,636,585	76,350,585
Common Dividends Paid		100,000,000	75,000,000	100,000,000	100,000,000
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	106,905,883	104,967,199	118,887,188	98,321,961	114,978,521
Internal Cash	415,851,931	408,170,619	346,742,480	348,266,502	172,963,864
Cash Outflows for Construction	500,366,127	356,106,792	231,020,700	246,408,107	251,289,858
Shares Outstanding (Millions)	64,508,477	64,508,477	64,508,477	65,508,477	65,508,477
Number of Employees (Gas only)	434	360	266	263	262
Misc Deferred Debits - Net	209,780,583	223,076,814	821,157,240	962,520,711	1,033,487,354

NATIONAL GRID
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - GAS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
GAS REVENUES					
1 Bundled					
2 Residential	\$413,889,495	\$351,508,090	\$303,157,457	\$345,258,330	\$394,740,728
3 Commercial	88,429,151	73,522,572	62,388,857	70,856,583	87,054,372
4 Industrial	919,105	1,040,772	961,622	1,147,650	960,382
5 Other Ultimate Customers					
6 Total Revenues-Ultimate Customer	503,237,751	426,071,434	366,507,936	417,262,563	482,755,482
7 Sales for Resale	5,790,551	4,791,911	6,203,212	5,321,687	18,557,643
8 Total Revenues from Gas Sales	509,028,302	430,863,345	372,711,148	422,584,250	501,313,125
9 Transportation of Gas of Others					
10 Transportation Sales				12,347,005	136,930,378
11 Residential	42,336,511	44,472,626	45,615,118	47,790,067	
12 Commercial	45,683,095	46,234,333	50,844,595	38,733,660	
13 Industrial	25,950,597	24,893,083	20,818,292	20,103,176	
14 Other Ultimate Customers					
15 Other Gas Operating Revenues	144,796	10,986,071	(5,809,538)	(13,405,418)	(10,659,586)
16 Total Gas Operating Revenues	\$623,143,301	\$557,449,458	\$484,179,615	\$528,152,740	\$627,583,917
SALES (MCF)					
17 Bundled					
18 Residential	44,111,958	39,174,049	37,061,960	41,054,141	40,860,000
19 Commercial	11,919,010	10,199,375	9,607,604	10,502,441	10,506,325
20 Industrial	156,508	251,638	228,520	241,695	128,493
21 Other Ultimate Customers					
22 Total Sales-Ultimate Consumer	56,187,475	49,625,062	46,898,084	51,798,277	51,494,817
23 Sales for Resale	1,378,282	1,199,122	2,068,482	1,603,566	3,112,490
24 Transportation of Gas of Others					
25 Transportation Sales				13,324,254	124,924,438
26 Residential	18,431,219	16,292,865	18,852,932	53,068,193	
27 Commercial	49,281,728	42,774,129	46,537,755	43,011,561	
28 Industrial	51,505,639	45,857,783	43,428,072	22,323,451	
29 Other Ultimate Customers					
30 Other Gas Sales					
31 Total Sales	176,784,343	155,748,961	157,785,325	185,129,302	179,531,745
AVG CUSTOMERS PER MONTH					
32 Bundled					
33 Residential	486,998	472,309	460,110	443,509	426,647
34 Commercial	29,764	28,830	28,022	26,892	26,237
35 Industrial	85	83	79	77	74
36 Other Customers					
37 Total Ultimate Consumer	516,847	501,222	488,211	470,478	452,958
38 Resales		3	27	20	
39 Transportation of Gas of Others					
40 Residential	86,743	95,241	102,886	53,204	
41 Commercial	16,258	16,190	17,589	24,462	
42 Industrial	180	152	158	15,024	
43 Other Ultimate Customers				13,746	
44 Total Consumers	620,028	612,808	608,871	576,934	452,958
GAS OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
45 Average Annual Bill Per Customer	\$850	\$744	\$659	\$778	\$925
46 Average MCF Consumption Per Customer	90.6	82.9	80.6	92.6	95.8
47 Average Revenue Per MCF Sold	\$9.38	\$8.97	\$8.18	\$8.41	\$9.66
COMMERCIAL SALES					
48 Average Annual Bill Per Customer	\$2,971	\$2,550	\$2,226	\$2,635	\$3,318
49 Average MCF Consumption Per Customer	400.5	353.8	342.9	390.5	400.4
50 Average Revenue Per MCF Sold	\$7.42	\$7.21	\$6.49	\$6.75	\$8.29
INDUSTRIAL SALES					
51 Average Annual Bill Per Customer	\$10,813	\$12,539	\$12,172	\$14,905	\$12,978
52 Average MCF Consumption Per Customer	1,841.3	3,031.8	2,892.7	3,138.9	1,736.4
53 Average Revenue Per MCF Sold	\$5.87	\$4.14	\$4.21	\$4.75	\$7.47
GAS OPERATION AND MAINTENANCE EXPENSES					
54 Steam					
55 Manufactured Gas					
56 Natural Gas - Production & Gathering					
57 Purchased Gas	\$266,777,766	\$196,575,889	\$122,528,517	\$175,875,139	\$275,807,926
58 Other	(8,388,336)	(6,514,950)	8,584,051	18,146,829	(3,569,869)
59 Total Production Expense	258,389,430	190,060,939	131,112,568	194,021,968	272,238,057
60 Natural Gas Storage Expense	1,553,425	15,578	472		
61 Transmission Expense	7,270,876	(154,130)	4,172	8,613	11,020
62 Distribution Expense	62,286,266	61,308,145	57,432,448	58,632,085	50,090,386
63 Customer Account Expense	36,043,130	39,265,814	40,185,491	33,047,675	49,763,123
64 Sales Expense	1,504,811	1,026,919	930,577	1,772,454	1,363,489
65 Administrative and General	65,663,827	74,655,006	77,392,169	65,659,819	87,097,302
66 Total O & M Expense	\$432,711,765	\$366,178,271	\$307,057,897	\$353,142,614	\$460,563,377

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

**NATIONAL GRID
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
Total Revenues	\$623,143,301	\$557,449,458	\$484,179,615	\$528,152,740	\$627,583,917
Sales of Gas (MCF)	57,565,757	49,625,062	46,898,084	51,798,277	51,494,817
DOLLAR AMOUNTS					
Purchased Gas & Other Supply Exp.	\$258,389,430	\$190,060,939	\$131,112,568	\$194,021,968	\$272,238,057
Wages and Benefits	78,894,365	75,606,749	72,247,397	68,877,218	70,332,114
Other Operation & Maintenance Exp.	95,427,970	100,549,860	103,697,932	90,243,428	117,993,206
Depreciation & Amortization Expense	50,202,738	52,172,492	50,260,391	45,608,471	32,173,409
Income Taxes-Operating	14,005,608	21,153,056	20,580,524	23,221,622	25,489,497
Other Taxes-Operating	57,781,517	52,827,562	51,039,502	50,105,189	49,142,941
Capital Costs	68,441,673	65,078,800	55,241,301	56,074,844	60,214,693
Total	\$623,143,301	\$557,449,458	\$484,179,615	\$528,152,740	\$627,583,917

PERCENT OF REVENUES

Purchased Gas & Other Supply Exp.	41.5	34.1	27.1	36.7	43.4
Wages and Benefits	12.7	13.6	14.9	13.0	11.2
Other Operation & Maintenance Exp.	15.3	18.0	21.4	17.1	18.8
Depreciation & Amortization Expense	8.1	9.4	10.4	8.6	5.1
Income Taxes-Operating	2.2	3.8	4.3	4.4	4.1
Other Taxes-Operating	9.3	9.5	10.5	9.5	7.8
Capital Costs	11.0	11.7	11.4	10.6	9.6
Total	100.0	100.0	100.0	100.0	100.0

DOLLARS PER MCF

Purchased Gas & Other Supply Exp.	4.49	3.83	2.80	3.75	5.29
Wages and Benefits	1.37	1.52	1.54	1.33	1.37
Other Operation & Maintenance Exp.	1.66	2.03	2.21	1.74	2.29
Depreciation & Amortization Expense	0.87	1.05	1.07	0.88	0.62
Income Taxes-Operating	0.24	0.43	0.44	0.45	0.49
Other Taxes-Operating	1.00	1.06	1.09	0.97	0.95
Capital Costs	1.19	1.31	1.18	1.08	1.17
Total	10.82	11.23	10.32	10.20	12.19

Notes:

Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Purchased Gas and Other Supply Exp.

Liquidified Petro Gas					
Other Gas Supply	258,389,430	190,060,939	131,112,568	194,021,968	272,238,057

Total Purchased Gas	258,389,430	190,060,939	131,112,568	194,021,968	272,238,057
-Total PG related to Sales for Resale					
PG - Ultimate Customers	258,389,430	190,060,939	131,112,568	194,021,968	272,238,057

Wages and Benefits

Salaries	58,662,440	59,405,810	52,264,630	49,857,341	48,718,813
Pensions and Benefits	20,231,925	16,200,939	19,982,767	19,019,877	21,613,301
Total Wages and Benefits	78,894,365	75,606,749	72,247,397	68,877,218	70,332,114

Other Expenses

Total O&M Expenses	432,711,765	366,178,271	307,057,897	353,142,614	460,563,377
-Total Purchased Gas	258,389,430	190,060,939	131,112,568	194,021,968	272,238,057
-Wages and Benefits	78,894,365	75,606,749	72,247,397	68,877,218	70,332,114
-Other Gains					
+Other Losses		39,277			
-Other Revenues					
Other Expenses	95,427,970	100,549,860	103,697,932	90,243,428	117,993,206

Depreciation and Amortization

Depreciation Exp	50,202,738	52,172,492	50,260,391	45,608,471	32,173,409
Amort & Depl of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	50,202,738	52,172,492	50,260,391	45,608,471	32,173,409

Fuel and PP related to Sales for Resale

Total PG	258,389,430	190,060,939	131,112,568	194,021,968	272,238,057
divided by Total MCFs	56,187,475	49,625,062	46,898,084	51,798,277	51,494,817
Fuel Cost per MCF	4.5987	3.8299	2.7957	3.7457	5.2867
times Sales for Resale MCFs	1,378,282	1,199,122	2,068,482		
Sales for Resale PG	6,186,551	4,592,563	5,538,554		

NATIONAL GRID
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Gas Utility Plant					
1 Intangible Production	\$991,077	\$530,498	\$551,028	\$530,498	\$3,333
2 Manufactured Gas					
3 Natural Gas					
4 Natural Gas Storage					
5 Underground Storage					
6 Other Storage	1,605	1,605			
7 Transmission	206,626,737	183,857,649	165,515,177	148,929,791	132,570,896
8 Distribution	2,189,107,023	2,100,332,605	1,991,269,445	1,946,903,787	1,846,057,500
9 General	85,812,264	83,792,543	80,295,640	91,560,206	88,419,286
10 Gas - Purchased or Sold					
11 Experimental - Unclassified					
12 Gas - Stored Underground, Non-current					
13 Total Plant In Service	2,482,538,706	2,368,514,900	2,237,631,290	2,187,924,282	2,067,051,015
14 Plant Leased To Others					
15 Plant Held For Future Use					
16 Construction Work In Progress	56,908,567	35,518,415	21,046,875	24,150,831	44,040,449
17 Aquisition Adjustments					
18 Total Gas Utility Plant	2,539,447,273	2,404,033,315	2,258,678,165	2,212,075,113	2,111,091,464
19 Accum. Prov. - Depr & Amort.	889,411,623	859,396,173	799,853,599	808,061,764	784,312,867
20 Net Gas Utility Plant	\$1,650,035,650	\$1,544,637,142	\$1,458,824,566	\$1,404,013,349	\$1,326,778,597
Selected Ratios and Statistics					
21 Current Assets / Current Liabilities	1.79	1.30	2.32	1.92	1.82
22 Total Capitalization	\$6,684,384,809	\$5,957,969,844	\$6,218,892,865	\$6,044,576,586	\$6,221,158,156
<u>Percent Of Capitalization (Incl. S-T-Debt)</u>					
23 Long-Term Debt	49.0%	46.7%	44.7%	46.0%	47.5%
24 Preferred Stock	0.4%	0.5%	0.5%	0.5%	0.5%
25 Common Stock & Retained Earnings	50.6%	52.9%	54.8%	53.1%	48.4%
26 Short-Term Debt					3.6%
27 Pretax Coverage of Interest Expense	2.67	3.34	3.29	3.41	4.30
28 Com. Stock Dividends as a % of Earnings	0.0%	215.8%	0.0%	0.0%	0.0%
29 Return on Common Equity	6.0%	7.8%	6.0%	6.1%	7.6%
30 Internal Cash Generated as a % of Cash Outflows for Construction	86.6%	113.8%	136.3%	99.2%	103.0%
31 Earnings per Share	\$1.05	\$1.36	\$1.06	\$1.01	\$1.17
32 Book Value per Share	\$18.05	\$16.81	\$18.20	\$17.14	\$16.08
33 Dividends per Share	\$0.00	\$2.94	\$0.00	\$0.00	\$0.00
34 Number of Employees (Gas)	399	308	338	328	326

Current Assets	1,314,464,876	941,857,602	1,226,869,906	1,023,977,989	1,512,011,869
Current Liabilities	732,576,647	725,138,067	529,168,558	534,504,578	830,651,363
Total Capitalization	6,684,384,809	5,957,969,844	6,218,892,865	6,044,576,586	6,221,158,156
Long-Term Debt	3,274,154,018	2,779,458,284	2,779,457,584	2,779,456,884	2,954,456,186
Preferred Stock	28,984,701	28,984,701	28,984,701	28,984,701	28,984,701
Common Stock and Retained Earnings (Excl. Preferred Stock)	3,381,246,090	3,149,526,859	3,410,450,580	3,211,135,001	3,012,717,269
Short-Term Debt				25,000,000	225,000,000
Pretax Income	416,113,074	551,021,347	461,291,993	434,257,188	435,821,233
Interest Expense	155,939,603	164,749,059	140,011,076	127,288,840	101,431,714
Dividends Paid		550,000,000			
Net Income (Excl. Preferred Stock Dividends)	197,247,618	254,912,875	198,450,472	189,117,662	218,856,948
Internal Cash	648,966,562	716,074,711	799,737,398	687,435,214	677,570,324
Cash Outflows for Construction	749,671,817	629,407,505	586,591,785	692,758,401	657,567,576
Shares Outstanding (Millions)	187,364,863	187,364,863	187,364,863	187,364,863	187,364,863
Number of Employees (Gas only)	399	308	338	328	326
Misc Deferred Debits - Net	(1,281,614,345)	(1,024,302,924)	395,185,718	(365,749,176)	(286,747,388)

ORANGE AND ROCKLAND UTILITIES, INC.
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - GAS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
GAS REVENUES					
1 <u>Bundled</u>					
2 Residential	188,180,858	\$162,433,017	\$129,819,309	\$76,353,834	\$151,219,832
3 Commercial	24,770,710	22,467,385	14,636,400	13,272,014	18,934,635
4 Industrial	47,730,525	45,284,292	40,209,940	14,184,686	40,166,930
5 Other Ultimate Customers			953,358		
6 Total Revenues-Ultimate Customer	260,682,093	230,184,694	185,619,007	103,810,534	210,321,397
7 Sales for Resale	934,205	1,012,776		850,468	1,198,578
8 Total Revenues from Gas Sales	261,616,298	231,197,470	185,619,007	104,661,003	211,519,976
9 <u>Transportation of Gas of Others</u>					
10 Transportation Sales					
11 Residential				46,017,798	
12 Commercial				24,418,592	
13 Industrial				607,969	
14 Other Ultimate Customers					
15 Other Gas Operating Revenues	(11,660,846)	1,001,225	905,158	(7,985,384)	706,742
16 Total Gas Operating Revenues	\$249,955,452	\$232,198,695	\$186,524,165	\$167,719,978	\$212,226,718
SALES (MCF)					
17 <u>Bundled</u>					
18 Residential	15,053,132	13,560,706	13,422,401	7,559,918	15,236,094
19 Commercial	2,084,059	1,988,942	1,782,887	1,607,025	1,666,785
20 Industrial	8,608,711	8,573,822	8,658,867	45,728	9,284,452
21 Other Ultimate Customers			976,686		
22 Total Sales-Ultimate Consumer	25,745,902	24,123,470	24,840,841	9,212,671	26,187,331
23 Sales for Resale	958,825	895,484		1,039,132	1,090,023
24 <u>Transportation of Gas of Others</u>					
25 Transportation Sales					
26 Residential				6,787,012	
27 Commercial				6,891,492	
28 Industrial				2,277,431	
29 Other Ultimate Customers					
30 Other Gas Sales					
31 Total Sales	26,704,727	25,018,954	24,840,841	26,207,738	27,277,355
AVG CUSTOMERS PER MONTH					
32 <u>Bundled</u>					
33 Residential	124,017	123,022	121,914	68,661	119,654
34 Commercial	6,989	6,635	6,288	5,747	5,542
35 Industrial	5,112	5,420	5,687	18	6,296
36 Other Customers					
37 Total Ultimate Consumer	136,118	135,077	133,889	74,426	131,492
38 Resales				1	1
39 <u>Transportation of Gas of Others</u>					
40 Residential				51,682	
41 Commercial				6,493	
42 Industrial				1	
43 Other Ultimate Customers					
44 Total Consumers	136,118	135,077	133,889	132,603	131,493
GAS OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
45 Average Annual Bill Per Customer	\$1,517	\$1,320	\$1,065	\$1,112	\$1,264
46 Average MCF Consumption Per Customer	121.4	110.2	110.1	110.1	127.3
47 Average Revenue Per MCF Sold	\$12.50	\$11.98	\$9.67	\$10.10	\$9.93
COMMERCIAL SALES					
48 Average Annual Bill Per Customer	\$3,544	\$3,386	\$2,328	\$2,309	\$3,417
49 Average MCF Consumption Per Customer	298.2	299.8	283.5	279.6	300.8
50 Average Revenue Per MCF Sold	\$11.89	\$11.30	\$8.21	\$8.26	\$11.36
INDUSTRIAL SALES					
51 Average Annual Bill Per Customer	\$9,337	\$8,355	\$7,071	\$788,038	\$6,380
52 Average MCF Consumption Per Customer	1,684.0	1,581.9	1,522.6	2,540.5	1,474.6
53 Average Revenue Per MCF Sold	\$5.54	\$5.28	\$4.64	\$310.19	\$4.33
GAS OPERATION AND MAINTENANCE EXPENSES					
54 Steam					
55 Manufactured Gas					
56 Natural Gas - Production & Gathering			2,165	5,839	5,129
57 Purchased Gas	94,749,381	68,948,342	49,844,020	58,866,347	102,233,416
58 Other	(8,444,378)	3,752,904	(2,500,208)	(7,486,959)	(14,346,378)
59 Total Production Expense	86,305,003	72,701,246	47,345,977	51,385,227	87,892,167
60 Natural Gas Storage Expense				40	
61 Transmission Expense				2,014	5,804
62 Distribution Expense	25,670,691	27,755,766	26,207,652	21,924,279	22,635,634
63 Customer Account Expense	13,248,117	12,402,000	12,407,205	12,401,322	12,867,041
64 Sales Expense	597	642	721	4,804	6,056
65 Administrative and General	36,553,003	28,270,968	16,924,304	28,210,566	30,694,987
66 Total O & M Expense	\$161,777,411	\$141,130,622	\$102,885,859	\$113,928,252	\$154,101,689

Notes:

1 Differs from Operating Revenues on Page 105C by \$3,368,031 reflecting a provision for rate refunds.

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

ORANGE AND ROCKLAND UTILITIES, INC.
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Total Revenues	\$249,955,452	\$232,198,695	\$186,524,165	\$167,719,978	\$212,226,718
Sales of Gas (MCF)	26,704,727	25,018,954	24,840,841	10,251,803	27,277,355

DOLLAR AMOUNTS

Purchased Gas & Other Supply Exp.	\$86,305,003	\$72,701,246	\$47,343,812	\$51,379,388	\$87,887,038
Wages and Benefits	44,238,892	39,343,401	27,289,239	35,145,615	38,180,267
Other Operation & Maintenance Exp.	31,233,516	29,085,975	28,252,808	27,403,249	28,034,384
Depreciation & Amortization Expense	22,186,253	20,606,808	47,686,294	17,808,776	15,830,972
Income Taxes-Operating	7,021,143	11,876,476	21,815,187	2,151,113	5,932,408
Other Taxes-Operating	31,075,094	29,377,980	49,621,145	18,134,860	16,663,886
Capital Costs	27,895,551	29,206,809	(35,484,320)	15,696,977	19,697,763
Total	\$249,955,452	\$232,198,695	\$186,524,165	\$167,719,978	\$212,226,718

PERCENT OF REVENUES

Purchased Gas & Other Supply Exp.	34.5	31.3	25.4	30.6	41.4
Wages and Benefits	17.7	16.9	14.6	21.0	18.0
Other Operation & Maintenance Exp.	12.5	12.5	15.1	16.3	13.2
Depreciation & Amortization Expense	8.9	8.9	25.6	10.6	7.5
Income Taxes-Operating	2.8	5.1	11.7	1.3	2.8
Other Taxes-Operating	12.4	12.7	26.6	10.8	7.9
Capital Costs	11.2	12.6	-19.0	9.4	9.3
Total	100.0	100.0	100.0	100.0	100.0

DOLLARS PER MCF

Purchased Gas & Other Supply Exp.	3.23	2.91	1.91	5.01	3.22
Wages and Benefits	1.66	1.57	1.10	3.43	1.40
Other Operation & Maintenance Exp.	1.17	1.16	1.14	2.67	1.03
Depreciation & Amortization Expense	0.83	0.82	1.92	1.74	0.58
Income Taxes-Operating	0.26	0.47	0.88	0.21	0.22
Other Taxes-Operating	1.16	1.17	2.00	1.77	0.61
Capital Costs	1.04	1.17	-1.43	1.53	0.72
Total	9.36	9.28	7.51	16.36	7.78

Notes:

Includes Sales for Resale

In 1994, O&R started paying transmission expense separate from purchased gas. The report includes this transmission expense as purchased gas in 1994-1997.

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Purchased Gas and Other Supply Exp.

Liquidified Petro Gas					
Other Gas Supply	94,749,381	68,948,342	49,844,020	58,866,347	102,233,416
Transmission Exp			193	738	492
Gas Storage	(8,444,378)	3,752,904	(2,500,401)	(7,487,697)	(14,346,870)
Total Purchased Gas	86,305,003	72,701,246	47,343,812	51,379,388	87,887,038
-Total PG related to Sales for Resale					
PG - Ultimate Customers	86,305,003	72,701,246	47,343,812	51,379,388	87,887,038

Wages and Benefits

Salaries	25,177,525	25,555,057	24,779,086	22,895,234	23,590,845
Pensions and Benefits	19,061,367	13,788,344	2,510,153	12,250,381	14,589,422
Total Wages and Benefits	44,238,892	39,343,401	27,289,239	35,145,615	38,180,267

Other Expenses

Total O&M Expenses	161,777,411	141,130,622	102,885,859	113,928,252	154,101,689
-Total Purchased Gas	86,305,003	72,701,246	47,343,812	51,379,388	87,887,038
-Wages and Benefits	44,238,892	39,343,401	27,289,239	35,145,615	38,180,267
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	31,233,516	29,085,975	28,252,808	27,403,249	28,034,384

Depreciation and Amortization

Depreciation Exp	22,186,253	20,606,808	47,686,294	15,983,510	14,157,768
Amort & Depl of Utility Plant				1,825,266	1,673,204
Amort of Other Utility Plant					
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	22,186,253	20,606,808	47,686,294	17,808,776	15,830,972

Fuel and PP related to Sales for Resale

Total PG	86,305,003	72,701,246	47,343,812	51,379,388	87,887,038
divided by Total MCFs	26,704,727	25,018,954	24,840,841	10,251,803	27,277,355
Fuel Cost per MCF	3.2318	2.9058	1.9059	5.0117	3.2220
times Sales for Resale MCFs	958,825	895,484		1,039,132	1,090,023
Sales for Resale PG	3,098,755	2,602,139		5,207,859	3,512,031

ORANGE AND ROCKLAND UTILITIES, INC.
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

		2017	2016	2015	2014
	Gas Utility Plant				
1	Intangible	15,410,942	\$15,410,942	\$14,898,143	\$13,275,942
	Production				\$12,666,109
2	Manufactured Gas				
3	Natural Gas				
	Natural Gas Storage				
4	Underground Storage				
5	Other Storage				
6	Transmission	53,791,687	53,787,567	53,604,019	53,611,881
7	Distribution	718,787,979	673,496,070	628,049,938	586,485,799
8	General	16,487,935	14,821,457	13,899,114	13,611,740
9	Gas - Purchased or Sold				14,491,938
10	Experimental - Unclassified				
11	Gas - Stored Underground, Non-current				
12	Total Plant In Service	804,478,543	757,516,036	710,451,214	666,985,362
13	Plant Leased To Others				
14	Plant Held For Future Use				
15	Construction Work In Progress	20,833,201	9,248,900	5,763,329	6,481,105
16	Aquisition Adjustments				6,682,370
17	Total Gas Utility Plant	825,311,744	766,764,936	716,214,543	673,466,467
18	Accum. Prov. - Depr & Amort.	253,624,953	237,235,523	223,042,765	210,399,496
19	Net Gas Utility Plant	\$571,686,791	\$529,529,413	\$493,171,778	\$463,066,971
	Selected Ratios and Statistics				
20	Current Assets / Current Liabilities	0.60	0.47	0.51	0.55
21	Total Capitalization	\$1,545,485,175	\$1,441,301,788	\$1,394,559,175	\$1,344,121,564
	<u>Percent Of Capitalization (Incl. S-T-Debt)</u>				
22	Long-Term Debt	49.1%	45.7%	47.3%	49.0%
23	Preferred Stock	0.0%	0.0%	0.0%	0.0%
24	Common Stock & Retained Earnings	46.1%	46.2%	46.3%	45.0%
25	Short-Term Debt	4.8%	8.1%	6.5%	6.0%
26	Pretax Coverage of Interest Expense	2.85	3.73	3.48	3.11
27	Com. Stock Dividends as a % of Earnings	77.7%	68.9%	71.8%	155.3%
28	Return on Common Equity	8.6%	9.7%	9.5%	8.5%
29	Internal Cash Generated as a % of Cash Outflows for Construction	95.4%	110.6%	104.7%	120.0%
30	Earnings per Share	\$59,200.55	\$63,825.99	\$29,608.51	\$52,167.68
31	Book Value per Share	\$712,478.12	\$665,815.05	\$322,557.38	\$604,719.90
32	Dividends per Share	\$46,000.00	\$44,000.00	\$21,250.00	\$81,000.00
33	Number of Employees (Gas)	190	194	194	182

Misc Deferred Debits as a % of Capitalization

Current Assets	231,856,464	203,130,126	183,538,871	184,059,228	221,704,200
Current Liabilities	386,134,271	428,302,583	362,841,199	331,848,173	354,402,291
Total Capitalization	1,545,485,175	1,441,301,788	1,394,559,175	1,344,121,564	1,299,728,365
Long-Term Debt	759,200,886	659,163,413	659,122,985	659,072,265	578,746,272
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	712,478,121	665,815,052	645,114,768	604,719,905	624,641,567
Short-Term Debt	73,806,168	116,323,323	90,321,422	80,329,395	96,340,526
Pretax Income	111,740,725	134,061,037	124,407,211	107,176,536	120,413,684
Interest Expense	39,224,559	35,951,632	35,774,582	34,463,009	33,327,723
Common Dividends Paid	46,000,001	44,000,000	42,500,000	81,000,000	39,500,000
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	59,200,551	63,825,985	59,217,018	52,167,675	60,129,503
Internal Cash	160,093,389	184,427,942	148,882,486	155,013,519	169,428,597
Cash Outflows for Construction	167,884,718	166,795,692	142,190,082	129,139,197	127,392,433
Shares Outstanding (Millions)	1,000	1,000	2,000	1,000	1,000
Number of Employees (Gas only)	190	194	194	182	184

ROCHESTER GAS AND ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - GAS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
GAS REVENUES					
1 <u>Bundled</u>					
2 Residential	\$223,404,527	\$189,887,965	\$163,495,183	\$177,839,776	\$208,040,338
3 Commercial	27,436,497	21,755,940	19,627,920	20,497,884	28,040,882
4 Industrial	1,653,742	1,414,620	1,156,088	2,003,463	1,950,850
5 Other Ultimate Customers	2,908,615	2,253,051	1,993,819	2,397,032	3,069,496
6 Total Revenues-Ultimate Customer	255,403,381	215,311,576	186,273,010	202,738,155	241,101,566
7 Sales for Resale					
8 Total Revenues from Gas Sales	255,403,381	215,311,576	186,273,010	202,738,155	241,101,566
9 <u>Transportation of Gas of Others</u>					
10 Transportation Sales					58,858,467
11 Residential	18,068,021	23,626,028	23,735,451	27,187,481	
12 Commercial	18,356,129	18,702,552	18,252,767	18,526,817	
13 Industrial	7,231,644	6,494,846	5,952,522	6,389,306	
14 Other Ultimate Customers	4,121,561	4,226,192	4,104,416	4,201,970	
15 Other Gas Operating Revenues	2,911,705	(2,016,241)	17,501,776	10,962,227	6,633,104
16 Total Gas Operating Revenues	\$306,092,442	\$266,344,953	\$255,819,942	\$270,005,956	\$306,593,137
SALES (MCF)					
17 <u>Bundled</u>					
18 Residential	24,206,331	20,846,205	20,309,144	20,513,604	21,544,658
19 Commercial	3,785,172	3,057,980	3,196,324	3,062,539	3,548,708
20 Industrial	273,125	247,984	230,749	231,652	277,199
21 Other Ultimate Customers	458,920	373,764	383,987	812,676	429,922
22 Total Sales-Ultimate Consumer	28,723,548	24,525,933	24,120,204	24,620,472	25,800,487
23 Sales for Resale					
24 <u>Transportation of Gas of Others</u>					
25 Transportation Sales					27,925,476
26 Residential	3,733,264	4,470,243	4,957,605	5,960,248	
27 Commercial	11,612,962	10,613,356	11,104,538	10,928,023	
28 Industrial	13,776,393	8,046,043	6,767,285	6,459,826	
29 Other Ultimate Customers	2,605,829	2,364,994	2,479,242	2,492,578	
30 Other Gas Sales					
31 Total Sales	60,451,995	50,020,568	49,428,874	51,273,823	53,725,963
AVG CUSTOMERS PER MONTH					
32 <u>Bundled</u>					
33 Residential	263,071	243,357	235,587	227,645	220,606
34 Commercial	15,139	13,937	13,433	12,891	12,791
35 Industrial	219	216	220	221	241
36 Other Customers	519	519	501	490	497
37 Total Ultimate Consumer	278,947	258,029	249,741	241,247	234,135
38 Resales					
39 <u>Transportation of Gas of Others</u>					
40 Residential	34,670	45,775	51,315	57,571	
41 Commercial	7,519	8,072	8,369	8,659	
42 Industrial	411	431	449	470	
43 Other Ultimate Customers	738	736	747	739	
44 Total Consumers	322,285	313,043	310,621	308,686	234,135
GAS OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
45 Average Annual Bill Per Customer	\$849	\$780	\$694	\$781	\$943
46 Average MCF Consumption Per Customer	92.0	85.7	86.2	90.1	97.7
47 Average Revenue Per MCF Sold	\$9.23	\$9.11	\$8.05	\$8.67	\$9.66
COMMERCIAL SALES					
48 Average Annual Bill Per Customer	\$1,812	\$1,561	\$1,461	\$1,590	\$2,192
49 Average MCF Consumption Per Customer	250.0	219.4	237.9	237.6	277.4
50 Average Revenue Per MCF Sold	\$7.25	\$7.11	\$6.14	\$6.69	\$7.90
INDUSTRIAL SALES					
51 Average Annual Bill Per Customer	\$7,560	\$6,539	\$5,255	\$9,065	\$8,095
52 Average MCF Consumption Per Customer	1,248.6	1,146.3	1,048.9	1,048.2	1,150.2
53 Average Revenue Per MCF Sold	\$6.05	\$5.70	\$5.01	\$8.65	\$7.04
GAS OPERATION AND MAINTENANCE EXPENSES					
54 Steam					
55 Manufactured Gas					
56 Natural Gas - Production & Gathering					
57 Purchased Gas	117,428,965	88,078,286	70,391,907	76,388,227	128,711,879
58 Other	(1,105,374)	(2,786,142)	246,998	12,795,369	(672,092)
59 Total Production Expense	116,323,591	85,292,144	70,638,905	89,183,596	128,039,787
60 Natural Gas Storage Expense					
61 Transmission Expense				577,505	790,610
62 Distribution Expense	30,853,082	33,383,111	34,576,887	31,615,326	28,540,003
63 Customer Account Expense	26,851,208	26,439,920	23,317,386	28,823,593	27,243,139
64 Sales Expense	571,188	617,307	247,566	214,714	220,463
65 Administrative and General	28,838,024	20,681,285	19,926,280	28,118,680	26,119,904
66 Total O & M Expense	\$203,437,093	\$166,413,766	\$148,707,024	\$178,533,414	\$210,953,904

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

ROCHESTER GAS AND ELECTRIC CORPORATION
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Total Revenues	\$306,092,442	\$266,344,953	\$255,819,942	\$270,005,956	\$306,593,137
Sales of Gas (MCF)	28,723,548	24,525,933	24,120,204	24,620,472	25,800,487

DOLLAR AMOUNTS

Purchased Gas & Other Supply Exp.	\$116,323,591	\$85,292,144	\$70,638,905	\$89,183,596	\$128,039,787
Wages and Benefits	29,258,471	30,806,054	33,130,226	20,107,041	16,766,638
Other Operation & Maintenance Exp.	57,855,031	50,315,569	44,937,893	69,242,777	66,147,480
Depreciation & Amortization Expense	23,430,243	20,419,087	21,975,919	26,397,470	21,426,558
Income Taxes-Operating	7,453,018	13,104,620	17,628,477	8,632,436	12,914,979
Other Taxes-Operating	32,801,620	31,363,652	31,909,844	30,479,807	27,513,282
Capital Costs	38,970,468	35,043,828	35,598,678	25,962,829	33,784,414
Total	\$306,092,442	\$266,344,953	\$255,819,942	\$270,005,956	\$306,593,137

PERCENT OF REVENUES

Purchased Gas & Other Supply Exp.	38.0	32.0	27.6	33.0	41.8
Wages and Benefits	9.6	11.6	13.0	7.4	5.5
Other Operation & Maintenance Exp.	18.9	18.9	17.6	25.6	21.6
Depreciation & Amortization Expense	7.7	7.7	8.6	9.8	7.0
Income Taxes-Operating	2.4	4.9	6.9	3.2	4.2
Other Taxes-Operating	10.7	11.8	12.5	11.3	9.0
Capital Costs	12.7	13.2	13.9	9.6	11.0
Total	100.0	100.0	100.0	100.0	100.0

DOLLARS PER MCF

Purchased Gas & Other Supply Exp.	4.05	3.48	2.93	3.62	4.96
Wages and Benefits	1.02	1.26	1.37	0.82	0.65
Other Operation & Maintenance Exp.	2.01	2.05	1.86	2.81	2.56
Depreciation & Amortization Expense	0.82	0.83	0.91	1.07	0.83
Income Taxes-Operating	0.26	0.53	0.73	0.35	0.50
Other Taxes-Operating	1.14	1.28	1.32	1.24	1.07
Capital Costs	1.36	1.43	1.48	1.05	1.31
Total	10.66	10.86	10.61	10.97	11.88

Notes:

Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Purchased Gas and Other Supply Exp.

Liquidified Petro Gas					
Other Gas Supply	116,323,591	85,292,144	70,638,905	89,183,596	128,039,787

Total Purchased Gas	116,323,591	85,292,144	70,638,905	89,183,596	128,039,787
-Total PG related to Sales for Resale					
PG - Ultimate Customers	116,323,591	85,292,144	70,638,905	89,183,596	128,039,787

Wages and Benefits

Salaries	19,756,574	29,336,482	33,229,297	23,059,482	19,429,326
Pensions and Benefits	9,501,897	1,469,572	(99,071)	(2,952,441)	(2,662,688)
Total Wages and Benefits	29,258,471	30,806,054	33,130,226	20,107,041	16,766,638

Other Expenses

Total O&M Expenses	203,437,093	166,413,766	148,707,024	178,533,414	210,953,904
-Total Purchased Gas	116,323,591	85,292,144	70,638,905	89,183,596	128,039,787
-Wages and Benefits	29,258,471	30,806,054	33,130,226	20,107,041	16,766,638
-Other Gains					
+Other Losses					
-Other Revenues					
	57,855,031	50,315,569	44,937,893	69,242,777	66,147,480

Depreciation and Amortization

Depreciation Exp	23,430,243	20,419,087	21,975,919	26,397,470	21,426,558
Amort & Depl of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	23,430,243	20,419,087	21,975,919	26,397,470	21,426,558

Fuel and PP related to Sales for Resale

Total PG	116,323,591	85,292,144	70,638,905	89,183,596	128,039,787
divided by Total MCFs	28,723,548	24,525,933	24,120,204	24,620,472	25,800,487
Fuel Cost per MCF	4.0498	3.4776	2.9286	3.6223	4.9627
times Sales for Resale MCFs					
Sales for Resale PG					

ROCHESTER GAS AND ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

		2018	2017	2016	2015	2014
	Gas Utility Plant					
1	Intangible Production	\$1,162,666	\$1,162,666	\$1,153,184	\$908,690	\$881,959
2	Manufactured Gas					
3	Natural Gas					
4	Natural Gas Storage					
5	Underground Storage					
6	Other Storage					
7	Transmission					
8	Distribution	903,804,144	867,458,910	786,839,386	754,937,068	735,850,837
9	General	6,861,818	6,495,044	6,219,527	5,909,475	5,654,126
10	Gas - Purchased or Sold					
11	Experimental - Unclassified					
12	Gas - Stored Underground, Non-current					
12	Total Plant In Service	911,828,628	875,116,620	794,212,097	761,755,233	742,386,922
13	Plant Leased To Others					
14	Plant Held For Future Use					
15	Construction Work In Progress	53,707,784	21,715,092	28,530,052	17,291,826	6,172,439
16	Aquisition Adjustments					
17	Total Gas Utility Plant	965,536,412	896,831,712	822,742,149	779,047,059	748,559,361
18	Accum. Prov. - Depr & Amort.	352,412,009	337,475,214	319,911,026	311,589,022	292,211,499
19	Net Gas Utility Plant	\$613,124,403	\$559,356,498	\$502,831,123	\$467,458,036	\$456,347,862
	Selected Ratios and Statistics					
20	Current Assets / Current Liabilities	1.20	1.12	0.47	0.70	0.76
21	Total Capitalization	\$2,057,958,322	\$1,909,218,697	\$1,696,620,262	\$1,522,336,116	\$1,580,631,116
	<u>Percent Of Capitalization (Incl. S-T-Debt)</u>					
22	Long-Term Debt	51.1%	50.4%	39.0%	46.1%	44.4%
23	Preferred Stock					
24	Common Stock & Retained Earnings	48.9%	49.6%	46.3%	49.3%	44.9%
25	Short-Term Debt		0.0%	14.7%	4.6%	10.7%
26	Pretax Coverage of Interest Expense	2.75	3.26	5.93	1.96	2.68
27	Com. Stock Dividends as a % of Earnings			62.0%		136.9%
28	Return on Common Equity	5.5%	9.6%	10.5%	5.1%	10.1%
29	Internal Cash Generated as a % of Cash Outflows for Construction	107.1%	73.7%	61.5%	163.1%	92.6%
30	Earnings per Share	\$1.39	\$2.14	\$2.07	\$0.96	\$1.88
31	Book Value per Share	\$25.87	\$24.37	\$20.21	\$19.32	\$18.25
32	Dividends per Share			\$1.29		\$2.57
33	Number of Employees	285	257	190	183	174

Misc Deferred Debits as a % of Capitalization

Current Assets	351,062,739	284,600,969	253,879,221	219,525,804	242,618,391
Current Liabilities	293,604,487	255,183,767	545,974,191	315,235,927	319,664,000
Total Capitalization	2,057,958,322	1,909,218,697	1,696,620,262	1,522,336,116	1,580,631,116
Long-Term Debt	1,051,861,513	961,572,842	661,534,182	701,349,017	701,312,195
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	1,006,096,809	947,595,452	785,919,080	751,270,099	709,581,921
Short-Term Debt		50,403	249,167,000	69,717,000	169,737,000
Pretax Income	196,283,216	205,983,664	318,154,910	149,159,124	181,838,819
Interest Expense	71,432,021	63,250,039	53,696,281	75,989,371	67,914,631
Common Dividends Paid			50,000,000		100,000,000
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	54,128,847	83,229,029	80,657,602	37,465,630	73,061,772
Internal Cash	288,739,808	219,457,086	153,251,275	259,949,477	179,083,741
Cash Outflows for Construction	269,558,894	297,579,742	249,268,187	159,422,837	193,416,138
Shares Outstanding	38,885,813	38,885,813	38,885,813	38,885,813	38,885,813
Number of Employees (Gas only)	285	257	190	183	174
Misc Deferred Debits - Net	(108,522,315)	(20,652,517)	284,609,905	251,997,104	240,815,483

Table 1 C

**COMBINATION ELECTRIC AND GAS INDUSTRY
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)**

		2018	2017	2016	2015	2014
UTILITY PLANT						
1	Electric Utility Plant	\$49,831,188	\$47,245,804	\$44,708,546	\$42,712,577	\$40,737,869
2	Less Accum. Prov. For Deprec. & Amort.	13,134,723	12,414,767	11,677,904	11,250,783	10,868,524
3	Net Electric Utility Plant	36,696,465	34,831,037	33,030,642	31,461,794	29,869,345
4	Gas Utility Plant	14,649,010	13,329,171	12,207,834	11,267,221	10,422,370
5	Less Accum. Prov. For Deprec. & Amort.	3,513,774	3,323,753	3,179,401	3,079,626	2,963,197
6	Net Gas Utility Plant	11,135,236	10,005,417	9,028,433	8,187,595	7,459,173
7	Other Utility Plant	7,762,874	7,128,046	6,726,428	6,417,770	6,112,983
8	Less Accum. Prov. For Deprec. & Amort.	2,322,747	2,120,732	1,985,573	1,901,322	1,751,012
9	Net Other Utility Plant	5,440,126	5,007,314	4,740,856	4,516,448	4,361,972
10	Total Utility Plant	72,243,072	67,703,020	63,642,808	60,397,568	57,273,223
11	Less Accum. Prov. For Deprec. & Amort.	18,971,245	17,859,252	16,842,877	16,231,731	15,582,733
12	Net Total Utility Plant	53,271,828	49,843,769	46,799,931	44,165,837	41,690,490
OTHER PROPERTY AND INVESTMENTS						
13	Nonutility Property	53,233	53,181	52,412	52,172	51,944
14	Accum. Prov. For Deprec. & Amort.	(28,320)	(28,235)	(28,138)	(28,017)	(27,116)
15	Investment in Associated Companies					
16	Investment in Subsidiary Companies	309,962	295,339	282,083	272,841	263,052
17	Other Investments	35,626	31,670	26,958	26,929	20,702
18	Other Special Funds	96,751	105,570	106,759	394,604	382,726
19	Long-Term, Portion of Derivative Assets (175)	16,332	856	3,491	16,310	
20	Long-Term, Portion of Derivative Assets - Hedges (176)	6,612	5,951	6,107	669	
21	Total Other Property and Investments	490,196	464,333	449,672	735,508	691,308
CURRENT AND ACCRUED ASSETS						
22	Cash	(69,139)	(101,935)	(96,085)	(73,609)	586,639
23	Special Deposits	6,510	24,288	15,182	25,919	4,673
24	Working Funds	8,286	8,494	6,699	3,267	5,157
25	Temporary Cash Investments	847,670	730,414	701,117	840,680	251
26	Notes Receivable					
27	Accounts Receivable	2,524,901	2,214,127	2,206,136	2,065,397	2,209,045
28	Accum. Prov. For Uncollectible Accts.	(264,993)	(266,889)	(283,844)	(265,209)	(282,132)
29	Notes Receivable from Associated Cos.	706,851	222,644	579,771	305,766	761,849
30	Accounts Receivable from Assoc. Cos.	250,162	157,951	189,293	283,062	208,296
31	Materials and Supplies	361,033	347,635	343,466	348,993	346,175
32	Gas Stored Underground - Current	137,444	118,411	96,193	113,636	178,157
33	Liquefied Natural Gas in Storage	2,296	1,752	1,522	1,853	3,232
34	Prepayments	283,112	283,008	246,218	279,518	307,044
35	Interest and Dividends Receivable	289	64	43	13	13
36	Rents Receivable	13,514	7,086	4,402	4,514	8,252
37	Accrued Utility Revenue	731,046	821,418	708,403	595,811	707,448
38	Misc. Current and Accrued Assets	441,267	453,657	396,819	134,185	267,531
39	Derivative Instrument Assets (Current Portion)	32,546	42,703	21,570	7,807	
40	Derivative Instrument Assets - Hedges (Current Portion)	13,858	2,387	2,244	34,149	
41	Total Current and Accrued Assets	6,026,654	5,067,214	5,139,148	4,705,751	5,311,626
DEFERRED DEBITS						
42	Unamort. Debt Expense	157,075	141,638	140,874	126,796	128,122
43	Extraordinary Property Losses	3,461				
44	Prelim. Survey and Investigation Charges	36,738	29,665	26,528	25,093	13,230
45	Clearing Accounts	1,960	728	702	734	1,835
46	Temporary Facilities					
47	Miscellaneous Deferred Debits	7,104,554	7,731,639	10,742,112	12,119,240	13,117,264
48	Deferred Losses from Disp. of Utility Plant				15,298	
49	Research and Development		665	(382)	(309)	(1,365)
50	Accumulated Deferred Income Taxes	3,297,455	3,132,370	3,131,818	1,418,850	1,290,319
51	Total Deferred Debits	10,601,244	11,036,706	14,041,652	13,705,701	14,549,406
52	Total Assets and Other Debits	\$70,389,921	\$66,412,022	\$66,430,403	\$63,312,798	\$62,242,830

Notes:

Data after 1997 does not include LILCO

**COMBINATION ELECTRIC AND GAS INDUSTRY
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)**

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	1,484,886	1,484,886	1,484,886	1,484,886	1,484,886
Preferred Stock Issued	28,985	28,985	28,985	28,985	28,985
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock	2,030,917	1,880,917	1,805,917	1,805,917	1,805,917
Other Paid-in Capital	6,193,884	6,000,506	5,665,049	5,527,146	5,513,815
Installments Received on Capital Stock					
Capital Stock Expense	(85,746)	(85,746)	(84,812)	(84,812)	(84,812)
Retained Earnings	11,335,617	10,570,721	10,421,866	9,822,437	9,398,696
Accumulated Other Comprehensive Income	(9,448)	(15,275)	(17,607)	(21,994)	2,943
Unapp Undistributed Subsidiary Earnings	(631,490)	(646,363)	(659,720)	(672,485)	(720,811)
Reaquired Capital Stock	(158,125)	(163,545)	(167,238)	(174,747)	(182,569)
Total Proprietary Capital	20,189,480	19,055,086	18,477,327	17,715,333	17,247,049
LONG-TERM DEBT					
Bonds	5,550,565	4,477,855	4,377,855	4,114,555	4,121,580
Reaquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt	15,723,850	14,958,610	13,731,610	13,035,610	12,734,610
Unamortized Premium on Long-Term Debt					
Unamortized Discount on Long-Term Debt-Debit	(33,900)	(29,916)	(28,269)	(23,842)	(24,252)
Total Long-Term Debt	21,240,515	19,406,549	18,081,196	17,126,323	16,831,938
CURRENT AND ACCRUED LIABILITIES					
Notes Payable	1,245,689	396,051	669,763	1,119,545	526,433
Accounts Payable	1,776,526	1,673,854	1,412,894	1,170,197	1,225,004
Notes Payable to Associated Companies	60,725	144,993	275,417	455,912	833,142
Accounts Payable to Associated Companies	306,969	416,176	395,992	206,877	229,305
Customer Deposits	405,473	401,247	401,855	406,574	394,503
Taxes Accrued	142,216	232,182	90,380	80,590	112,219
Interest Accrued	180,289	173,441	172,654	179,180	177,852
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	16,654	13,898	17,388	16,839	21,864
Misc. Current and Accrued Liabilities	2,200,321	1,975,141	1,858,223	1,649,232	1,695,021
Derivative Instrument Assets (Current Portion)	39,458	31,939	136,620	63,205	
Derivative Instrument Assets - Hedges (Current Portion)	3,178	2,035	(33,194)	64,133	
Total Current and Accrued Liabilities	6,377,497	5,460,958	5,397,991	5,412,286	5,215,344
DEFERRED CREDITS					
Customer Advances for Construction	57,350	49,899	20,666	18,569	14,690
Other Deferred Credits	7,972,156	8,249,172	3,475,075	4,523,022	4,392,905
Accumulated Deferred Investment Tax Credits	51,780	56,668	83,816	67,685	74,132
Deferred Gains from Disposition of Utility Plant					
Accumulated Deferred Income Taxes	11,382,738	10,695,153	16,723,639	14,075,376	13,151,914
Total Deferred Credits	19,464,025	19,050,892	20,303,196	18,684,653	17,633,641
OPERATING RESERVES					
Property Insurance Reserve					51,527
Injuries and Damage Reserve	194,439	201,660	211,615	232,981	232,066
Pension and Benefits Reserve	2,043,274	2,294,501	3,016,783	3,545,909	4,538,848
Miscellaneous Operating Reserves	837,209	858,410	854,930	486,031	492,417
Total Operating Reserves	3,074,922	3,354,571	4,083,329	4,264,921	5,314,858
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities	1,131	11,914	13,788	34,847	
Long-Term Portion of Derivative Instrument Liabilities - Hedges	10,701	38,317	39,397	38,861	
Asset Retirement Obligations	31,649	33,735	34,179	35,575	
Total Other Noncurrent Liabilities	43,482	83,966	87,364	109,283	
Total Liabilities and Other Credits	\$70,389,921	\$66,412,022	\$66,430,403	\$63,312,798	\$62,242,830

Table 3 C

COMBINATION ELECTRIC AND GAS INDUSTRY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)

	2018	2017	2016	2015	2014
ELECTRIC OPERATING INCOME					
1 Operating Revenues	13,694,258	13,340,584	13,440,385	13,688,088	14,379,827
Operating Expense:					
2 Operation Expense	6,576,409	6,096,755	6,476,278	7,110,135	8,048,810
3 Maintenance Expense	1,048,441	995,257	878,257	842,344	817,224
4 Depreciation Expense	1,377,866	1,302,527	1,203,550	1,174,278	1,109,396
5 Depreciation Expense for Asset Retirement Costs				59	
6 Amort. and Depletion of Utility Plant	93,133	72,999	71,714	78,807	67,333
7 Amort. of Utility Plant Acq. Adj.	34,947	(5,747)	607	1,339	(13,580)
8 Amort of Property Losses					
9 Amort of Conversion Expenses					
10 Taxes Other than Income Taxes	2,210,975	2,155,386	2,039,952	1,983,618	1,916,166
11 Income Taxes	350,223	772,151	867,773	649,717	634,108
12 Gains from Disposition of Util. Plant		291			
13 Losses from Disposition of Util. Plant	0		544	(2)	(247)
Accretion Expense					
14 Total Operating Expenses	11,691,993	11,389,037	11,538,676	11,840,295	12,579,209
15 Net Operating Revenues	2,002,265	1,951,547	1,901,710	1,847,793	1,800,618
16 Other Electric Utility Operating Income					
16 Total Electric Utility Operating Income	2,002,265	1,951,547	1,901,710	1,847,793	1,800,618
GAS OPERATING INCOME					
17 Operating Revenues	3,760,039	3,399,507	2,878,993	2,959,754	3,374,998
Operating Expense:					
18 Operation Expense	2,028,385	1,719,305	1,361,035	1,528,738	2,046,460
19 Maintenance Expense	184,659	176,099	175,807	191,018	166,887
20 Depreciation Expense	323,243	295,339	270,610	254,697	233,850
21 Amort. and Depletion of Utility Plant	17,998	14,418	12,628	12,871	13,196
22 Amort. of Utility Plant Acq. Adj.	817	4,415	4,900	1,905	(1,426)
23 Amort of Property Losses	46	46	6,506	11,187	
24 Amort of Conversion Expenses					463
25 Taxes Other than Income Taxes	494,888	449,666	421,438	391,363	379,725
26 Income Taxes	131,444	214,861	183,614	160,324	138,850
27 Gains from Disposition of Util. Plant					
28 Losses from Disposition of Util. Plant		39			(16)
29 Total Operating Expenses	3,181,480	2,874,188	2,436,537	2,552,104	2,977,990
30 Net Operating Revenues	578,560	525,319	442,456	407,650	397,008
31 Other Gas Utility Operating Income					
32 Total Gas Utility Operating Income	578,560	525,319	442,456	407,650	397,008
33 Other Utility Operating Income	114,952	99,188	93,007	114,733	127,264
34 Total Utility Operating Income	\$2,695,776	\$2,576,054	\$2,437,173	\$2,370,177	\$2,324,890

Notes:

Data after 1997 does not include LILCO

COMBINATION ELECTRIC AND GAS INDUSTRY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch., Jobbing & Contract Work	\$2	\$2	\$2	\$2	\$2
Income from Nonutility Operations	(4,095)	(5,202)	(1,222)	(2,098)	(3,154)
Nonoperating Rental Income	(160)	(128)	249	193	1,913
Equity in Earnings of Subsidiary Companies	15,074	13,718	13,121	15,124	12,408
Interest and Dividend Income	19,090	26,978	13,663	10,678	8,730
Allowance for Funds Used During Construction	41,134	42,972	32,685	30,590	34,197
Miscellaneous Nonoperating Income	23,779	20,759	19,133	28,301	38,074
Gain on Disposition of Property	80	16	11	1,824	12,692
Total Other Income	94,905	99,115	77,641	84,613	104,862
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property	535	26	1,697	158	7
Miscellaneous Amortization	20	70	20	65	110
Miscellaneous Income Deductions	26,559	17,054	36,690	18,384	23,039
Total Other Income Deductions	27,113	17,150	38,406	18,607	23,156
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes	4,759	4,798	4,785	3,219	3,699
Income Taxes	(4,167)	7,570	(18,056)	(8,865)	(4,943)
Total Taxes-Other Income & Deductions	592	12,369	(13,271)	(5,645)	(1,244)
Net Other Income and Deductions	67,200	69,597	52,505	71,651	82,950
INTEREST CHARGES					
Interest on Long-term Debt	934,862	874,911	819,125	797,744	744,441
Amortization of Debt Discount and Expense	25,190	23,758	23,760	25,664	23,576
Amortization of Premium on Debt-Credit					1,454
Interest on Debt to Associated Company	4,014	2,125	2,934	1,761	152
Other Interest Expense	85,933	77,963	76,832	108,823	76,750
Total Interest Charges	1,049,999	978,757	922,652	933,992	843,464
Income Before Extraordinary Items	1,712,976	1,666,894	1,567,026	1,507,836	1,559,494
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$1,712,976	\$1,666,894	\$1,567,026	\$1,507,836	\$1,559,494
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	10,570,044	10,421,189	9,804,370	9,407,632	8,808,493
Balance Transferred from Income	1,697,902	1,653,177	1,553,905	1,492,712	1,547,086
Appropriations of Retained Earnings					
Dividends Declared-Preferred Stock	41,060	1,060	51,060	1,060	101,060
Dividends Declared-Common Stock	892,000	1,503,262	886,024	1,077,524	856,500
Adjustments to Retained Earnings	54				
Net Change to Unapp. Retained Earnings	764,896	148,854	616,821	414,128	589,526
Unappropriated Retained Earnings (EOP)	11,334,940	10,570,044	10,421,190	9,821,760	9,398,019
Appropriated Retained Earnings (EOP)	677	677	677	677	677
Total Retained Earnings	\$11,335,617	\$10,570,721	\$10,421,867	\$9,822,437	\$9,398,696

Notes:

Beginning in 1996, the debt component of AFDUC is included with other interest expense.

Data after 1997 does not include LILCO

Table 5 C

COMBINATION ELECTRIC AND GAS INDUSTRY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$1,712,976.35	\$1,666,894.22	\$1,567,026.12	\$1,507,835.91	\$1,559,494.17
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	2,008,259	1,795,546	1,678,197	1,621,687	1,452,858
3 Deferred Taxes & ITCs	485,354	(4,181,812)	1,074,694	778,912	506,768
4 Receivables and Inventory	(450,756)	(107,419)	(304,884)	254,364	47,653
5 Payables and Accrued Expenses	56,516	48,411	(625,516)	(881,640)	1,574,821
6 Regulatory Assets (Net)	130,004	5,427,796	985,053	700,745	(1,539,896)
7 Capitalized AFUDC - Equity	(39,028)	(41,354)	(31,223)	(29,388)	(33,576)
8 Undistributed Earnings of Affiliates	(14,873)	(13,357)	(11,405)	(9,685)	(12,241)
9 Other Adjustments (See company detail for explanations of major items)	(64,504)	14,482	(58,468)	67,990	43,599
10	107,218	36,066	90,830	294,513	1,573
11	16,257	(94,001)	296,407	88,433	119,964
12 Net Cash From Operating Activities	3,947,422	4,551,253	4,660,709	4,393,767	3,721,018
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(5,282,646)	(4,697,216)	(4,134,998)	(4,006,808)	(3,645,181)
14 Acquisition Of Other Non-Current Assets	(631)	(4,946)	(1,960)	(6,143)	(5,711)
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities	(404,430)	428,842	(220,089)	160,185	(446,662)
22	(66,623)	(16)	5,881	1,097	1,312
23					
24 Net Cash From Investing Activities	(5,754,331)	(4,273,337)	(4,351,166)	(3,851,669)	(4,096,243)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt	2,017,364	1,411,022	990,413	292,887	1,819,291
26 Common Stock	120,000	302,391	100,000	13,000	
27 Preferred Stock					
28 Short-Term Debt	999,740	(155,019)	(784,727)	515,902	(651,298)
29 Dividends Paid	(933,060)	(1,504,322)	(937,084)	(1,178,604)	(957,560)
30 Other Cash Flows - Financing Activities	(265,073)	(306,744)	163,249	(6,991)	175,746
31					
32					
33 Net Cash From Financing Activities	1,938,970	(252,674)	(468,150)	(363,806)	386,179
34 Net Increase/(Decrease) In Cash & Equivalents	132,062	25,242	(158,607)	178,292	10,954
35 Cash & Equivalents At Beginning Of Year	654,755	611,731	770,338	592,046	581,092
36 Cash & Cash Equiv. At End Of Year	\$786,817	\$636,973	\$611,731	\$770,338	\$592,046

COMBINATION ELECTRIC AND GAS INDUSTRY
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - ELECTRIC

FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
ELECTRIC REVENUES (\$000s)					
<u>Bundled</u>					
Residential	\$5,793,544	\$5,235,229	\$5,247,226	\$5,409,784.14	\$6,476,517.30
Commercial	2,592,694	2,538,330	2,501,320	2,573,732	5,169,545
Industrial	106,121	97,599	95,204	118,467	282,794
Other Ultimate Customers	104,294	94,429	91,479	110,299	242,241
Total Revenues-Ultimate Customers	8,596,653	7,965,587	7,935,228	8,212,282	12,171,098
Resales	171,512	87,400	102,873	151,245	301,469
<u>Revenues from Distribution of Electricity of Others</u>					
Residential	893,140	909,234	944,622	1,004,394	
Commercial	2,539,955	2,658,031	2,693,394	2,784,246	
Industrial	253,113	265,720	265,771	245,510	
Other Ultimate Customers	752,038	770,789	742,378	724,379	
Other Operating Revenues	487,846	683,823	756,120	566,032	
Total Electric Operating Revenues	\$13,694,258	\$13,340,584	\$13,440,385	\$13,688,088	\$12,472,567
KWH SALES (THOUSANDS)					
<u>Bundled</u>					
Residential	32,248,057	29,674,182	30,518,295	29,455,038	35,086,187
Commercial	16,938,250	16,601,910	16,724,974	14,619,279	43,655,787
Industrial	1,554,472	1,601,915	1,653,343	1,694,930	6,447,696
Other Ultimate Customers	713,595	669,546	1,197,768	808,626	3,030,544
Total Sales-Ultimate Customers	51,454,374	48,547,553	50,094,380	46,577,873	88,220,213
Resales	4,175	2,499	3,227	3,672	5,348
<u>Sales to Distribution of Electricity of Others</u>					
Residential	7,665,610	7,957,358	8,550,936	9,529,887	
Commercial	37,188,394	36,908,190	37,628,413	39,921,974	
Industrial	14,805,008	14,514,247	14,385,050	14,686,042	
Other Ultimate Customers	12,679,058	12,373,125	11,925,251	12,538,753	
Total Kilowatt-Hour Sales	123,796,619	120,302,972	122,587,258	123,258,201	88,225,561
AVG CUSTOMERS PER MONTH					
<u>Bundled</u>					
Residential	4,945,933	4,777,307	4,711,935	4,581,807	5,536,743
Commercial	643,288	623,589	604,560	575,778	791,062
Industrial	2,450	2,445	3,582	2,448	4,751
Other Ultimate Customers	17,910	17,743	17,150	16,947	28,458
Total Ultimate Customers	5,609,581	5,421,084	5,337,227	5,176,980	6,361,014
Resales	149	149	142	200	200
<u>Customers of Distribution of Electricity of Others</u>					
Residential	1,065,489	1,191,588	1,235,031	1,067,842	
Commercial	291,362	295,397	300,502	247,508	
Industrial	3,681	3,773	3,906	2,538	
Other Ultimate Customers	11,359	11,498	12,007	13,448	
Total Customers	6,981,622	6,923,489	6,888,816	6,508,516	6,361,214
ELECTRIC OPERATING REVENUE RELATIONSHIP					
Residential Sales					
Average Annual Bill Per Customer	\$1,171	\$1,096	\$1,114	\$1,181	\$1,170
Average KWH Consumption Per Customer	6,520	6,211	6,477	6,429	6,337
Average Revenue Per KWH Sold (Cents)	17.97	17.64	17.19	18.37	18.46
Commercial Sales					
Average Annual Bill Per Customer	\$4,030	\$4,071	\$4,137	\$4,470	\$6,535
Average KWH Consumption Per Customer	26,331	26,623	27,665	25,390	55,186
Average Revenue Per KWH Sold (Cents)	15.31	15.29	14.96	17.61	11.84
Industrial Sales					
Average Annual Bill Per Customer	\$43,315	\$39,918	\$26,578	\$48,393	\$59,526
Average KWH Consumption Per Customer	634,478	655,180	461,570	692,373	1,357,195
Average Revenue Per KWH Sold (Cents)	6.83	6.09	5.76	6.99	4.39
ELECTRIC OPERATION AND MAINTENANCE EXPENSES (\$000s)					
Steam Power Expense	\$281,861	\$248,382	\$252,447	\$262,523	\$316,032
Nuclear Power Expense	5	1			
Hydraulic Power Expense	9,424	6,144	6,616	6,960	6,586
Other Power Generation Expense	10,686	6,297	9,365	20,781	11,000
Other Power Supply Expense	3,106,840	2,849,338	3,114,283	3,421,537	4,185,535
Total Power Production Expense	3,408,816	3,110,162	3,382,711	3,711,801	4,519,153
Transmission Expense	329,702	342,727	330,945	353,804	351,389
Regional Market Expense	6,192	5,367	5,275	5,267	
Distribution Expense	1,248,524	1,207,887	1,084,442	1,031,245	1,053,876
Customer Account Expense	1,324,955	1,108,910	1,029,620	1,270,302	1,231,463
Sales Expense	12,054	13,727	11,910	15,212	11,465
Administrative and General	1,294,607	1,303,231	1,509,634	1,564,847	1,698,689
Total Operation & Maintenance Expense	\$7,624,849	\$7,092,012	\$7,354,535	\$7,952,479	\$8,866,034

Notes:

Data after 1997 does not include LILCO

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility).

Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Table 7 C

**COMBINATION ELECTRIC AND GAS INDUSTRY
DISTRIBUTION OF ELECTRIC REVENUES
YEARS ENDED DECEMBER 31,**

		2018	2017	2016	2015	2014
1	Total Revenues (\$000)	\$13,694,258	\$13,340,584	\$13,440,385	\$13,688,088	\$14,379,827
2	Sales of Electricity (KWHs-000)	127,967,181	122,799,538	125,810,929	126,926,323	93,568,258
DOLLAR AMOUNTS						
3	Fuel and Purchased Power	\$3,226,267	\$2,925,932	\$3,061,788	\$3,425,155	\$4,340,483
4	Wages and Benefits	1,655,437	1,634,662	1,710,968	1,612,582	1,718,221
5	Other Expenses	2,743,146	2,531,127	2,582,325	2,914,740	2,807,070
6	Depreciation & Amortization Expenses	1,505,946	1,369,779	1,275,872	1,254,423	1,163,090
7	Income Taxes-Operating	491,718	587,855	642,240	464,195	441,002
8	Other Taxes-Operating	2,210,975	2,155,386	2,039,952	1,983,618	1,916,166
9	Capital Costs	1,860,770	2,135,843	2,127,243	2,033,375	1,993,795
10	Total	\$13,694,258	\$13,340,584	\$13,440,385	\$13,688,088	\$14,379,827
PERCENT OF REVENUE						
11	Fuel and Purchased Power	23.6	21.9	22.8	25.0	30.2
12	Wages and Benefits	12.1	12.3	12.7	11.8	11.9
13	Other Expenses	20.0	19.0	19.2	21.3	19.5
14	Depreciation & Amortization Expenses	11.0	10.3	9.5	9.2	8.1
15	Income Taxes-Operating	3.6	4.4	4.8	3.4	3.1
16	Other Taxes-Operating	16.1	16.2	15.2	14.5	13.3
17	Capital Costs	13.6	16.0	15.8	14.9	13.9
18	Total	100.0	100.0	100.0	100.0	100.0

Notes:

Includes Sales for Resale

1998 Data does not include LILCO

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility).

Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Fuel and Purchased Power

Steam - Fuel	157,470	125,999	102,884	117,466	178,473
Nuclear - Fuel					
Hydro - Water for Power	10	54	(0)	156	
Other Power - Fuel	493	1,130	807	1,047	2,658
Purchased Power	3,068,295	2,798,749	2,958,097	3,306,485	4,159,352
Total Fuel and Purchased Power	3,226,267	2,925,932	3,061,788	3,425,155	4,340,483
-Fuel and PP related to Sales for Resale					
Fuel and PP - Ultimate Customers	3,226,267	2,925,932	3,061,788	3,425,155	4,340,483

Wages and Benefits

Salaries	1,150,165	1,208,865	1,146,996	1,059,997	1,042,344
Pensions and Benefits	505,272	425,797	563,972	552,585	675,878
Total Wages and Benefits	1,655,437	1,634,662	1,710,968	1,612,582	1,718,221

Other Expenses

Total O&M Expenses	7,624,849	7,092,012	7,354,535	7,952,479	8,866,034
-Total Fuel and PP	3,226,267	2,925,932	3,061,788	3,425,155	4,340,483
-Wages and Benefits	1,655,437	1,634,662	1,710,968	1,612,582	1,718,221
-Other Gains		291			
+Other Losses	(0)		544	(2)	(259)
-Other Revenues					
Other Expenses	2,743,146	2,531,127	2,582,325	2,914,740	2,807,070

Depreciation and Amortization

Depreciation Exp	1,377,866	1,302,527	1,203,550	1,174,278	1,109,337
Amort & Depl of Utility Plant	93,133	72,999	71,714	78,807	67,333
Amort of Other Utility Plant	34,947	(5,747)	607	1,339	(13,580)
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	1,505,946	1,369,779	1,275,872	1,254,423	1,163,090

Fuel and PP related to Sales for Resale (Not Used)

Total Fuel and PP	3,226,267	2,925,932	3,061,788	3,425,155	4,340,483
divided by Total MWHs	127,967	122,800	125,811	126,926	93,568
Fuel Cost per KWH	0.0252	0.0238	0.0243	0.0270	0.0464
times Sales for Resale MWHs	4,175	2,499	3,227	3,672	5,348
Sales for Resale Fuel	105,491	55,506	70,669	90,094	185,516

**COMBINATION ELECTRIC AND GAS INDUSTRY
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)**

	2018	2017	2016	2015	2014
ELECTRIC UTILITY PLANT					
Intangible	\$254,844	\$248,932	\$243,468	\$235,828	\$226,243
Production					
Steam	637,595	578,905	584,657	549,539	548,747
Nuclear					
Hydraulic	312,051	306,379	305,464	301,876	316,629
Other	50,178	47,849	50,112	49,573	49,242
Transmission	10,412,935	9,740,145	9,214,018	8,701,953	8,277,071
Distribution	35,473,222	33,858,332	32,171,117	30,696,998	29,277,230
Regional Transmission and Market Operation Plant					
General	582,693	567,420	571,702	611,955	588,302
Electric - Purchased or Sold					
Experimental - Unclassified					
Nuclear Fuel Assemblies					
Total Electric Plant In Service	47,723,518	45,347,962	43,140,537	41,147,723	39,283,465
Leased To Others	3,425	3,425	3,425	3,425	3,425
Held For Future Use	78,267	78,267	76,159	76,161	75,556
Construction Work in Progress	2,025,978	1,816,150	1,488,425	1,485,268	1,375,424
Aquisition Adjustments					
Total Electric Utility Plant	49,831,188	47,245,804	44,708,546	42,712,577	40,737,869
Accum. Provision - Depr. & Amort.	13,134,723	12,414,767	11,677,904	11,250,783	10,868,524
Net Electric Plant	\$36,696,465	\$34,831,037	\$33,030,642	\$31,461,794	\$29,869,345
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.94	0.93	0.95	0.87	1.02
Total Capitalization (\$000s)	\$42,736,410	\$39,002,679	\$37,503,703	\$36,417,113	\$35,442,559
Percent Of Capitalization (Incl S-T Debt)					
Long-Term Debt	49.7%	49.8%	48.2%	47.0%	47.5%
Preferred Stock	0.1%	0.1%	0.1%	0.1%	0.1%
Common Stock & Retained Earnings	47.2%	48.8%	49.2%	48.6%	48.6%
Short-Term Debt	3.1%	1.4%	2.5%	4.3%	3.8%
Pretax Coverage of Interest Expense	3.09	3.72	3.82	3.52	3.80
Com. Stock Dividends as a % of Earnings	53.4%	90.2%	58.4%	71.5%	58.7%
Return on Common Equity	8.5%	8.9%	8.4%	8.6%	8.6%
Internal Cash Generated as a % of Cash Outflows for Construction *	74.7%	96.9%	112.7%	109.7%	102.1%
Earnings per Share	\$3.08	\$3.07	\$2.79	\$2.77	\$2.68
Book Value per Share	\$37.12	\$35.03	\$33.97	\$32.51	\$31.65
Dividends per Share	\$1.64	\$2.77	\$1.63	\$1.98	\$1.57
Number of Employees	17,523	17,441	17,560	17,782	17,565

Notes:

* 1998 result impacted by non-recurring charge related to Niagara Mohawk's Master Restructuring Agreement.

1998 Data does not include LILCO

Current Assets	6,026,653,708	5,067,214,192	5,139,148,429	4,705,750,996	5,311,625,740
Current Liabilities	6,377,496,879	5,460,957,760	5,397,991,090	5,412,285,675	5,215,343,737
Total Capitalization	42,736,410,012	39,002,679,032	37,503,703,170	36,417,112,877	35,442,559,191
Long-Term Debt	21,240,515,384	19,406,548,826	18,081,196,387	17,126,322,698	16,831,937,875
Preferred Stock	28,984,801	28,984,801	28,984,801	28,984,801	28,984,801
Common Stock and Retained Earnings (Excl. Preferred Stock)	20,160,495,339	19,026,101,541	18,448,342,044	17,686,348,087	17,222,061,520
Short-Term Debt	1,306,414,488	541,043,864	945,179,938	1,575,457,291	1,359,574,995
Pretax Income	3,240,475,977	3,640,233,086	3,523,008,361	3,283,587,347	3,224,548,640
Interest Expense	1,049,999,311	978,757,305	922,652,010	933,991,646	848,345,702
Dividends Paid	892,000,001	1,503,262,000	886,024,000	1,077,524,000	856,500,000
Net Income (Excl. Preferred Stock Dividends)	1,671,915,849	1,665,833,720	1,515,965,625	1,506,775,408	1,458,433,675
Internal Cash	3,947,422,268	4,551,252,786	4,660,709,424	4,393,767,258	3,721,018,487
Cash Outflows for Construction	5,282,646,269	4,697,216,369	4,134,998,150	4,006,808,268	3,645,181,470
Shares Outstanding (Millions)	543,110,334	543,110,334	543,111,334	544,110,334	544,110,334
Number of Employees	17,523	17,441	17,560	17,782	17,565

CENTRAL HUDSON GAS & ELECTRIC CORPORATION
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Electric Utility Plant	1,489,536,765	\$1,411,901,911	\$1,337,652,428	\$1,262,171,456	\$1,195,183,933
2 Less Accum. Prov. For Deprec. & Amort.	360,040,240	349,292,848	339,993,679	329,482,261	319,122,310
3 Net Electric Utility Plant	1,129,496,525	1,062,609,063	997,658,749	932,689,195	876,061,623
4 Gas Utility Plant	577,408,924	520,307,383	471,534,531	426,565,515	392,458,747
5 Less Accum. Prov. For Deprec. & Amort.	126,843,392	122,743,433	120,132,773	117,700,680	114,476,656
6 Net Gas Utility Plant	450,565,532	397,563,950	351,401,758	308,864,835	277,982,091
7 Other Utility Plant	285,719,828	256,933,512	238,288,269	212,090,867	196,312,762
8 Less Accum. Prov. For Deprec. & Amort.	109,740,463	97,078,566	86,911,048	77,762,292	72,387,732
9 Net Other Utility Plant	175,979,365	159,854,946	151,377,221	134,328,575	123,925,030
10 Total Utility Plant	2,352,665,517	2,189,142,806	2,047,475,228	1,900,827,838	1,783,955,442
11 Less Accum. Prov. For Deprec. & Amort.	596,624,095	569,114,847	547,037,500	524,945,233	505,986,698
12 Net Total Utility Plant	1,756,041,422	1,620,027,959	1,500,437,728	1,375,882,605	1,277,968,744
OTHER PROPERTY AND INVESTMENTS					
13 Nonutility Property	524,237	524,237	524,237	524,237	524,237
14 Accum. Prov. For Deprec. & Amort.					
15 Investment in Associated Companies					
16 Investment in Subsidiary Companies					
17 Other Investments	26,902,438	23,451,318	19,485,590	19,406,969	13,302,830
18 Other Special Funds	19,352,456	28,962,586	35,953,679	59,044,445	56,938,809
19 Long-Term, Portion of Derivative Assets (175)					
20 Long-Term, Portion of Derivative Assets - Hedges (176)					
21 Total Other Property and Investments	46,779,131	52,938,141	55,963,506	78,975,651	70,765,876
CURRENT AND ACCRUED ASSETS					
22 Cash	18,135,325	4,510,171	12,430,295	5,650,031	18,137,638
23 Special Deposits	1,292,352	1,288,757	1,314,451	1,359,972	231,135
24 Working Funds	15,009	15,009	391,206	285,280	165,009
25 Temporary Cash Investments	21,124,883	9,014,331			
26 Notes Receivable					
27 Accounts Receivable	89,138,447	64,200,433	53,555,427	50,745,034	63,520,060
28 Accum. Prov. For Uncollectible Accts.	(2,700,000)	(3,000,000)	(4,100,000)	(5,600,000)	(4,800,000)
29 Notes Receivable from Associated Cos.					
30 Accounts Receivable from Assoc. Cos.	101,776	70,593	(55,620)	229,923	86,730
31 Materials and Supplies	20,791,325	18,666,895	19,955,265	13,634,747	11,223,081
32 Gas Stored Underground - Current	5,368,950	5,074,920	4,054,107	5,147,933	6,322,513
33 Liquefied Natural Gas in Storage					
34 Prepayments	24,648,386	24,544,666	23,980,142	22,380,495	22,327,617
35 Interest and Dividends Receivable					
36 Rents Receivable	731,718	52,787	664,648	272,664	275,626
37 Accrued Utility Revenue	23,993,805	22,514,995	19,775,201	28,216,004	16,866,162
38 Misc. Current and Accrued Assets	75,749	75,749	3,082,544	2,975,722	2,859,312
39 Derivative Instrument Assets (Current Portion)	170,541		1,368,775		
40 Derivative Instrument Assets - Hedges (Current Portion)					
41 Total Current and Accrued Assets	202,888,266	147,029,306	136,416,441	125,297,805	137,214,883
DEFERRED DEBITS					
42 Unamort. Debt Expense	4,231,031	3,925,559	3,938,125	3,893,841	4,096,051
43 Extraordinary Property Losses					
44 Prelim. Survey and Investigation Charges	37,879	25,977	6,397		2,899
45 Clearing Accounts	892,625	861,630	955,870	801,536	772,331
46 Temporary Facilities					
47 Miscellaneous Deferred Debits	163,573,521	204,811,398	197,493,824	255,404,459	341,589,223
48 Deferred Losses from Disp. of Utility Plant					
49 Research and Development		665,242	(382,312)	(308,944)	(327,246)
50 Accumulated Deferred Income Taxes	119,349,270	140,537,850	112,367,395	110,571,639	126,204,125
51 Total Deferred Debits	288,084,326	350,827,656	314,379,299	370,362,531	472,337,383
52 Total Assets and Other Debits	\$2,293,793,145	\$2,170,823,062	\$2,007,196,974	\$1,950,518,592	\$1,958,286,886

CENTRAL HUDSON GAS & ELECTRIC CORPORATION
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	84,310,435	\$84,310,435	\$84,310,435	\$84,310,435	\$84,310,435
Preferred Stock Issued	100	100	100	100	100
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock	63,840,146	63,840,146	63,840,146	63,840,146	63,840,146
Other Paid-in Capital	187,611,522	176,111,522	176,111,522	176,111,522	176,111,522
Installments Received on Capital Stock					
Capital Stock Expense	(4,632,842)	(4,632,842)	(4,632,842)	(4,632,842)	(4,632,842)
Retained Earnings	366,201,494	307,413,880	265,639,755	237,520,076	216,455,818
Accumulated Other Comprehensive Income	(430,434)				
Unapp Undistributed Subsidiary Earnings					
Reaquired Capital Stock					
Total Proprietary Capital	696,900,421	627,043,241	585,269,116	557,149,437	536,085,179
LONG-TERM DEBT					
Bonds					
Reaquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt	673,950,000	598,950,000	571,950,000	525,950,000	505,950,000
Unamortized Premium on Long-Term Debt					
Unamortized Discount on L-T Debt-Debit					
Total Long-Term Debt	673,950,000	598,950,000	571,950,000	525,950,000	505,950,000
CURRENT AND ACCRUED LIABILITIES					
Notes Payable				27,000,000	
Accounts Payable	53,231,177	49,714,992	42,206,396	39,585,468	44,650,638
Notes Payable to Associated Companies					
Accounts Payable to Associated Companies	809,943	709,714	684,681	336,054	299,961
Customer Deposits	7,563,234	8,414,303	7,639,278	8,366,034	6,947,964
Taxes Accrued	10,302,924	(869,477)	(3,245,419)	(32,898,123)	(9,861,527)
Interest Accrued	6,791,445	6,410,505	5,761,512	5,451,429	5,618,397
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	88,217	291,670	262,697	(152,491)	65,608
Misc. Current and Accrued Liabilities	17,834,204	15,198,777	14,667,421	11,663,300	24,068,690
Derivative Instrument Assets (Current Portion)	1,423,648	2,235,370		9,400,669	
Derivative Instrument Assets - Hedges (Current Portion)					
Total Current and Accrued Liabilities	98,044,792	82,105,854	67,976,566	68,752,340	71,789,731
DEFERRED CREDITS					
Customer Advances for Construction	2,623,958	1,993,231	1,818,261	766,227	988,363
Other Deferred Credits	445,311,450	482,542,016	299,016,615	311,216,580	353,032,369
Accumulated Deferred Investment Tax Credits			37,000	83,000	155,000
Deferred Gains from Disposition of Utility Plant					
Accumulated Deferred Income Taxes	330,688,183	337,188,179	453,907,454	415,205,454	412,781,324
Total Deferred Credits	778,623,591	821,723,426	754,779,330	727,271,261	766,957,056
OPERATING RESERVES					
Property Insurance Reserve					
Injuries and Damage Reserve	5,170,520	4,697,311	3,852,284	3,702,834	4,118,143
Pension and Benefits Reserve	40,339,276	35,240,256	22,335,078	66,707,426	72,210,581
Miscellaneous Operating Reserves					1,176,196
Total Operating Reserves	45,509,796	39,937,567	26,187,362	70,410,260	77,504,920
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities					
Long-Term Portion of Derivative Instrument Liabilities - Hedges					
Asset Retirement Obligations	764,545	1,062,974	1,034,600	985,294	
Total Other Noncurrent Liabilities	764,545	1,062,974	1,034,600	985,294	
Total Liabilities and Other Credits	\$2,293,793,145	\$2,170,823,062	\$2,007,196,974	\$1,950,518,592	\$1,958,286,886

CENTRAL HUDSON GAS & ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC OPERATING INCOME					
1 Operating Revenues	559,394,034	\$528,305,243	\$511,595,364	\$541,865,501	\$581,398,383
Operating Expense:					
2 Operation Expense	358,407,168	317,712,706	309,895,906	354,931,722	403,779,023
3 Maintenance Expense	42,708,243	34,799,517	34,339,555	33,386,682	31,758,428
4 Depreciation Expense	36,235,516	34,321,979	32,451,756	31,467,535	31,109,269
5 Depreciation Expense for Asset Retirement Costs				48,511	
6 Amort. and Depletion of Utility Plant	5,513,758	4,670,356	3,633,244	2,682,507	2,734,501
7 Amort. of Utility Plant Acq. Adj.					
8 Amort of Property Losses					
9 Amort of Conversion Expenses					
10 Taxes Other than Income Taxes	46,039,845	50,223,824	48,274,422	44,771,176	42,747,926
11 Income Taxes	10,317,850	34,503,625	25,102,809	21,499,250	21,076,203
12 Gains from Disposition of Util. Plant					
13 Losses from Disposition of Util. Plant					(259,295)
14 Accretion Expense					
15 Total Operating Expenses	499,222,380	476,232,007	453,697,692	488,787,383	532,946,055
16 Net Operating Revenues	60,171,654	52,073,236	57,897,672	53,078,118	48,452,328
17 Other Electric Utility Operating Income					
18 Total Electric Utility Operating Income	60,171,654	52,073,236	57,897,672	53,078,118	48,452,328
GAS OPERATING INCOME					
19 Operating Revenues	166,426,190	143,428,175	129,346,710	146,286,726	163,571,460
Operating Expense:					
20 Operation Expense	101,821,291	82,531,774	67,700,850	91,054,741	118,095,494
21 Maintenance Expense	8,403,108	8,367,367	7,686,912	8,975,607	8,799,854
22 Depreciation Expense	11,383,431	10,372,880	9,533,334	9,306,926	9,547,738
23 Amort. and Depletion of Utility Plant	1,361,185	1,150,331		7,170	4,393
24 Amort. of Utility Plant Acq. Adj.			891,059	561,504	
25 Amort of Property Losses					
26 Amort of Conversion Expenses					463,201
27 Taxes Other than Income Taxes	14,545,881	15,481,309	14,731,640	13,131,456	11,979,009
28 Income Taxes	5,331,180	(1,533,000)	9,466,534	7,807,786	5,087,585
29 Gains from Disposition of Util. Plant					
30 Losses from Disposition of Util. Plant					(15,704)
31 Total Operating Expenses	142,846,076	116,370,661	110,010,329	130,845,190	153,961,570
32 Net Operating Revenues	23,580,114	27,057,514	19,336,381	15,441,536	9,609,890
33 Other Gas Utility Operating Income					
34 Total Gas Utility Operating Income	23,580,114	27,057,514	19,336,381	15,441,536	9,609,890
35 Other Utility Operating Income					
36 Total Utility Operating Income	\$83,751,768	\$79,130,750	\$77,234,053	\$68,519,654	\$58,062,218

CENTRAL HUDSON GAS & ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch., Jobbing & Contract Work					\$267
Income from Nonutility Operations					
Nonoperating Rental Income					
Equity in Earnings of Subsidiary Companies					
Interest and Dividend Income	5,085	1,644,415	11,693	(202,103)	475,360
Allowance for Funds Used During Construction	2,105,520	1,618,610	1,461,815	1,202,019	621,715
Miscellaneous Nonoperating Income	3,370,162	1,433,707	2,327,481	4,945,261	3,643,859
Gain on Disposition of Property					
Total Other Income	5,480,767	4,696,732	3,800,989	5,945,177	4,741,201
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property					
Miscellaneous Amortization				45,324	90,648
Miscellaneous Income Deductions	(608,304)	(445,460)	(232,213)	(251,016)	(829,394)
Total Other Income Deductions	(608,304)	(445,460)	(232,213)	(205,692)	(738,746)
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes	104,430	98,176	84,862	78,161	79,656
Income Taxes	(217,200)	(1,361,000)	(1,645,500)	(1,103,900)	(1,951,700)
Total Taxes-Other Income & Deductions	(112,770)	(1,262,824)	(1,560,638)	(1,025,739)	(1,872,044)
Net Other Income and Deductions	6,201,841	6,405,016	5,593,840	7,176,608	7,351,991
INTEREST CHARGES					
Interest on Long-term Debt	26,633,851	24,575,250	23,006,292	22,258,517	22,030,517
Amortization of Debt Discount and Expense	902,721	916,761	895,260	878,860	973,301
Amortization of Premium on Debt-Credit					
Interest on Debt to Associated Company					
Other Interest Expense	3,629,423	5,007,630	6,282,662	6,970,627	8,566,513
Total Interest Charges	31,165,995	30,499,641	30,184,214	30,108,004	31,570,331
Income Before Extraordinary Items	58,787,614	55,036,125	52,643,679	45,588,258	33,843,878
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$58,787,614	\$55,036,125	\$52,643,679	\$45,588,258	\$33,843,878
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	307,413,880	\$265,639,755	\$237,520,076	\$216,455,818	\$187,611,940
Balance Transferred from Income	58,787,614	55,036,125	52,643,679	45,588,258	33,843,878
Appropriations of Retained Earnings					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock		13,262,000	24,524,000	24,524,000	5,000,000
Adjustments to Retained Earnings					
Net Change to Unapp. Retained Earnings	58,787,614	41,774,125	28,119,679	21,064,258	28,843,878
Unappropriated Retained Earnings (EOP)	366,201,494	307,413,880	265,639,755	237,520,076	216,455,818
Appropriated Retained Earnings (EOP)					
Total Retained Earnings	\$366,201,494	\$307,413,880	\$265,639,755	\$237,520,076	\$216,455,818

Notes:

Beginning in 1996, the debt component of AFDUC is included with other interest expense.

CENTRAL HUDSON GAS & ELECTRIC CORPORATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	58,787,614	\$55,036,125	\$52,643,679	\$45,588,258	\$33,843,878
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	54,493,889	50,515,547	46,509,393	44,074,153	43,859,102
3 Deferred Taxes & ITCs	5,831,929	31,352,770	34,725,244	22,777,136	10,976,124
4 Receivables and Inventory	(28,025,798)	(18,567,725)	(15,147,253)	686,349	(8,076,105)
5 Payables and Accrued Expenses	(309,549)	3,560,484	5,588,833	(8,930,131)	12,395,790
6 Regulatory Assets (Net)	15,279,828	8,756,113	7,576,647	21,869,991	2,238,116
7 Capitalized AFUDC - Equity					
8 Undistributed Earnings of Affiliates					
9 Other Adjustments	22,983,656	24,231,544	53,561,271	(15,867,480)	9,381,162
10					
11					
12 Net Cash From Operating Activities	129,041,569	154,884,858	185,457,814	110,198,276	104,618,067
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(189,118,278)	(167,521,257)	(172,628,028)	(144,884,768)	(111,487,597)
14 Acquisition Of Other Non-Current Assets					
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities					
22					
23					
24 Net Cash From Investing Activities	(189,118,278)	(167,521,257)	(172,628,028)	(144,884,768)	(111,487,597)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt	85,812,415	26,616,409	45,580,404	19,843,159	15,792,877
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt			(27,000,000)	27,000,000	
29 Dividends Paid		(13,262,000)	(24,524,000)	(24,524,000)	(5,000,000)
30 Other Cash Flows - Financing Activities					
31					
32					
33 Net Cash From Financing Activities	85,812,415	13,354,409	(5,943,596)	22,319,159	10,792,877
34 Net Increase/(Decrease) In Cash & Equivalents	25,735,706	718,010	6,886,190	(12,367,333)	3,923,347
35 Cash & Equivalents At Beginning Of Year	13,539,511	12,821,501	5,935,311	18,302,644	14,379,297
36 Cash & Cash Equiv. At End Of Year	\$39,275,217	\$13,539,511	\$12,821,501	\$5,935,311	\$18,302,644

CENTRAL HUDSON GAS & ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - ELECTRIC
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
ELECTRIC REVENUES					
<u>Bundled</u>					
Residential	351,116,019	\$289,358,486	\$293,925,710	\$302,576,630	\$316,478,049
Commercial	94,142,850	81,680,548	76,854,220	82,722,032	93,967,642
Industrial	8,017,013	7,320,460	8,094,435	7,424,170	10,735,487
Other Ultimate Customers	23,883,235	20,384,302	20,891,305	25,112,589	30,597,059
Total Revenues-Ultimate Customers	477,159,117	398,743,796	399,765,670	417,835,421	451,778,237
Resales	1,556,210	1,366,696	1,346,108	2,009,645	3,080,070
<u>Revenues from Distribution of Electricity of Others</u>					
Residential	30,860,783	29,158,619	32,981,636	34,554,356	
Commercial	37,497,930	36,920,245	38,723,817	41,206,424	
Industrial	10,727,628	10,880,225	12,015,463	14,574,504	
Other Ultimate Customers	(26,769,339)	32,847,927	11,786,455	8,915,771	
Other Operating Revenues	28,361,705	18,387,735	14,976,215	22,769,380	126,540,076
Total Electric Operating Revenues	\$559,394,034	\$528,305,243	\$511,595,364	\$541,865,501	\$581,398,383
KWH SALES (THOUSANDS)					
<u>Bundled</u>					
Residential	1,889,082	1,698,369	1,783,747	1,712,057	1,684,952
Commercial	670,955	639,746	609,740	594,938	609,204
Industrial	72,052	69,556	82,069	67,100	81,566
Other Ultimate Customers	171,652	153,162	162,463	179,814	193,727
Total Sales-Ultimate Customers	2,803,741	2,560,833	2,638,019	2,553,909	2,569,449
Resales	37,300	42,156	46,338	54,298	53,860
<u>Sales to Distribution of Electricity of Others</u>					
Residential	276,805	282,034	334,147	369,009	
Commercial	925,571	910,217	947,488	990,813	
Industrial	844,869	863,448	915,693	945,589	
Other Ultimate Customers	230,239	232,398	229,884	217,996	
Total Kilowatt-Hour Sales	5,118,525	4,891,086	5,111,569	5,131,614	2,623,309
AVG CUSTOMERS PER MONTH					
<u>Bundled</u>					
Residential	227,332	222,189	226,402	213,731	213,187
Commercial	33,584	32,388	31,898	30,752	30,719
Industrial	766	722	744	726	761
Other Ultimate Customers	2,700	2,513	2,367	2,537	2,666
Total Ultimate Customers	264,382	257,812	261,411	247,746	247,333
Resales	4	4	4	4	4
<u>Customers of Distribution of Electricity of Others</u>					
Residential	31,996	35,122	39,659	42,047	
Commercial	9,173	9,797	10,736	11,004	
Industrial	275	291	304	316	
Other Ultimate Customers	1,199	1,361	1,470	1,320	
Total Customers	307,029	304,387	313,584	302,437	247,337
ELECTRIC OPERATING REVENUE RELATIONSHIP					
Residential Sales					
Average Annual Bill Per Customer	\$1,545	\$1,302	\$1,298	\$1,416	\$1,485
Average KWH Consumption Per Customer	8,310	7,644	7,879	8,010	7,904
Average Revenue Per KWH Sold (Cents)	18.59	17.04	16.48	17.67	18.78
Commercial Sales					
Average Annual Bill Per Customer	\$2,803	\$2,522	\$2,409	\$2,690	\$3,059
Average KWH Consumption Per Customer	19,978	19,753	19,115	19,346	19,832
Average Revenue Per KWH Sold (Cents)	14.03	12.77	12.60	13.90	15.42
Industrial Sales					
Average Annual Bill Per Customer	\$10,466	\$10,139	\$10,880	\$10,226	\$14,107
Average KWH Consumption Per Customer	94,063	96,338	110,308	92,424	107,183
Average Revenue Per KWH Sold (Cents)	11.13	10.52	9.86	11.06	13.16
ELECTRIC OPERATION AND MAINTENANCE EXPENSES					
Steam Power Expense					
Nuclear Power Expense					
Hydraulic Power Expense	674,098	833,050	904,677	862,721	824,184
Other Power Generation Expense	316,575	367,376	205,267	189,937	256,027
Other Power Supply Expense	191,636,117	155,774,940	157,790,824	193,812,174	232,619,340
Total Power Production Expense	192,626,790	156,975,366	158,900,768	194,864,832	233,699,551
Transmission Expense	11,753,917	10,636,115	11,237,642	11,511,582	11,048,443
Regional Market Expense					
Distribution Expense	61,210,463	50,432,715	44,997,170	44,593,941	44,142,256
Customer Account Expense	72,577,760	63,741,238	60,150,233	68,523,595	63,645,723
Sales Expense	15,681	14,142	10,516	54,384	270,401
Administrative and General	62,930,800	70,712,647	68,939,132	68,770,070	82,731,077
Total Operation & Maintenance Expense	\$401,115,411	\$352,512,223	\$344,235,461	\$388,318,404	\$435,537,451

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

CENTRAL HUDSON GAS & ELECTRIC CORPORATION
DISTRIBUTION OF ELECTRIC REVENUES
YEARS ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
1 Total Revenues	\$559,394,034	\$528,305,243	\$511,595,364	\$541,865,501	\$581,398,383
2 Sales of Electricity (KWHs-000)	5,118,525	4,891,086	5,111,569	5,131,614	2,623,309
DOLLAR AMOUNTS					
3 Fuel and Purchased Power	\$189,134,601	\$152,947,102	\$155,257,929	\$191,743,980	\$230,811,663
4 Wages and Benefits	81,036,233	81,918,394	77,793,841	80,031,270	86,630,339
5 Other Expenses	130,944,577	117,646,727	111,183,691	116,543,154	117,836,154
6 Depreciation & Amortization Expenses	41,749,274	38,992,335	36,085,000	34,150,042	33,843,770
7 Income Taxes-Operating	10,317,850	34,503,625	25,102,809	21,499,250	21,076,203
8 Other Taxes-Operating	46,039,845	50,223,824	48,274,422	44,771,176	42,747,926
9 Capital Costs	60,171,654	52,073,236	57,897,672	53,126,629	48,452,328
10 Total	559,394,034	\$528,305,243	\$511,595,364	\$541,865,501	\$581,398,383
PERCENT OF REVENUE					
11 Fuel and Purchased Power	33.8	29.0	30.3	35.4	39.7
12 Wages and Benefits	14.5	15.5	15.2	14.8	14.9
13 Other Expenses	23.4	22.3	21.7	21.5	20.3
14 Depreciation & Amortization Expenses	7.5	7.4	7.1	6.3	5.8
15 Income Taxes-Operating	1.8	6.5	4.9	4.0	3.6
16 Other Taxes-Operating	8.2	9.5	9.4	8.3	7.4
17 Capital Costs	10.8	9.9	11.3	9.8	8.3
18 Total	100.0	100.0	100.0	100.0	100.0

Notes:

Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Fuel and Purchased Power

Steam - Fuel					
Nuclear - Fuel					
Hydro - Water for Power					
Other Power - Fuel	745	74,628	69,807	38,207	73,497
Purchased Power	189,133,856	152,872,474	155,188,122	191,705,773	230,738,166
Total Fuel and Purchased Power	189,134,601	152,947,102	155,257,929	191,743,980	230,811,663
-Fuel and PP related to Sales for Resale					
Fuel and PP - Ultimate Customers	189,134,601	152,947,102	155,257,929	191,743,980	230,811,663

Wages and Benefits

Salaries	66,176,637	62,124,467	58,948,841	56,642,004	58,472,266
Pensions and Benefits	14,859,596	19,793,927	18,845,000	23,389,266	28,158,073
Total Wages and Benefits	81,036,233	81,918,394	77,793,841	80,031,270	86,630,339

Other Expenses

Total O&M Expenses	401,115,411	352,512,223	344,235,461	388,318,404	435,537,451
-Total Fuel and PP	189,134,601	152,947,102	155,257,929	191,743,980	230,811,663
-Wages and Benefits	81,036,233	81,918,394	77,793,841	80,031,270	86,630,339
-Other Gains					
+Other Losses					(259,295)
-Other Revenues					
Other Expenses	130,944,577	117,646,727	111,183,691	116,543,154	117,836,154

Depreciation and Amortization

Depreciation Exp	36,235,516	34,321,979	32,451,756	31,467,535	31,109,269
Amort & Depl of Utility Plant	5,513,758	4,670,356	3,633,244	2,682,507	2,734,501
Amort of Other Utility Plant					
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	41,749,274	38,992,335	36,085,000	34,150,042	33,843,770

Fuel and PP related to Sales for Resale (Not Used)

Total Fuel and PP	189,134,601	152,947,102	155,257,929	191,743,980	230,811,663
Sales for Resale Fuel	5,118,525	4,891,086	5,111,569	5,131,614	2,623,309
divided by Total MWHs	0.0370	0.0313	0.0304	0.0374	0.0880
times Sales for Resale MWHs	37,300	42,156	46,338	54,298	53,860
Sales for Resale Fuel	1,378,272	1,318,243	1,407,463	2,028,858	4,738,868

CENTRAL HUDSON GAS & ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC UTILITY PLANT					
Intangible	\$2,461,628	\$2,461,628	\$2,461,628	\$2,461,628	\$2,461,628
Production					
Steam					
Nuclear					
Hydraulic	35,768,692	35,648,651	35,097,719	34,118,149	34,118,149
Other	3,921,817	3,904,713	3,847,620	3,848,598	3,845,420
Transmission	388,887,111	347,372,449	318,199,161	299,377,116	274,477,003
Distribution	1,008,807,986	966,519,216	928,442,184	889,105,428	844,115,681
Regional Transmission and Market Operation Plant					
General	3,095,840	3,071,114	1,622,798	1,541,807	1,415,712
Electric - Purchased or Sold					
Experimental - Unclassified					
Nuclear Fuel Assemblies					
Total Electric Plant In Service	1,442,943,074	1,358,977,771	1,289,671,110	1,230,452,726	1,160,433,593
Leased To Others					
Held For Future Use	209,069	209,069	209,069	209,069	209,069
Construction Work in Progress	46,384,622	52,715,071	47,772,249	31,509,661	34,541,271
Aquisition Adjustments					
Total Electric Utility Plant	1,489,536,765	1,411,901,911	1,337,652,428	1,262,171,456	1,195,183,933
Accum. Provision - Depr. & Amort.	360,040,240	349,292,848	339,993,679	329,482,261	319,122,310
Net Electric Plant	\$1,129,496,525	\$1,062,609,063	\$997,658,749	\$932,689,195	\$876,061,623
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	2.07	1.79	2.01	1.82	1.91
Total Capitalization	1,370,850,421	\$1,225,993,241	\$1,157,219,116	\$1,110,099,437	\$1,042,035,179
<u>Percent Of Capitalization (Incl S-T Debt)</u>					
Long-Term Debt	49.2%	48.9%	49.4%	47.4%	48.6%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	50.8%	51.1%	50.6%	50.2%	51.4%
Short-Term Debt				2.4%	
Pretax Coverage of Interest Expense	3.38	3.84	3.83	3.45	2.84
Com. Stock Dividends as a % of Earnings		24.1%	46.6%	53.8%	14.8%
Return on Common Equity	8.9%	9.1%	9.2%	8.3%	6.5%
Internal Cash Generated as a % of					
Cash Outflows for Construction	68.2%	92.5%	107.4%	76.1%	93.8%
Earnings per Share	\$3.49	\$3.26	\$3.12	\$2.70	\$2.01
Book Value per Share	\$41.33	\$37.19	\$34.71	\$33.04	\$31.79
Dividends per Share		\$0.79	\$1.45	\$1.45	\$0.30
Number of Employees (Electric)	775	770	767	744	739

Current Assets	202,888,266	147,029,306	136,416,441	125,297,805	137,214,883
Current Liabilities	98,044,792	82,105,854	67,976,566	68,752,340	71,789,731
Total Capitalization	1,370,850,421	1,225,993,241	1,157,219,116	1,110,099,437	1,042,035,179
Long-Term Debt	673,950,000	598,950,000	571,950,000	525,950,000	505,950,000
Preferred Stock	100	100	100	100	100
Common Stock and Retained Earnings (Excl. Preferred Stock)	696,900,321	627,043,141	585,269,016	557,149,337	536,085,079
Short-Term Debt				27,000,000	
Pretax Income	105,385,439	117,145,391	115,751,736	103,899,398	89,626,297
Interest Expense	31,165,995	30,499,641	30,184,214	30,108,004	31,570,331
Common Dividends Paid		13,262,000	24,524,000	24,524,000	5,000,000
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	58,787,614	55,036,125	52,643,679	45,588,258	33,843,878
Internal Cash	129,041,569	154,884,858	185,457,814	110,198,276	104,618,067
Cash Outflows For Construction	189,118,278	167,521,257	172,628,028	144,884,768	111,487,597
Shares Outstanding (Millions)	16,862,087	16,862,087	16,862,087	16,862,087	16,862,087
Number of Employees (Electric)	775	770	767	744	739
Misc Deferred Debits - Net	(281,737,929)	(277,730,618)	(101,522,791)	(55,812,121)	(11,443,146)
<u>Pre-Tax Income</u>					
<u>Total Utility Operating Income</u>	<u>83,751,768</u>	79,130,750	77,234,053	68,519,654	58,062,218
+Income Taxes - Electric	10,317,850	34,503,625	25,102,809	21,499,250	21,076,203
+Income Taxes - Gas	5,331,180	(1,533,000)	9,466,534	7,807,786	5,087,585
+Other Income	5,480,767	4,696,732	3,800,989	5,945,177	4,741,201
- Other Income Deductions	(608,304)	(445,460)	(232,213)	(205,692)	(738,746)
- Other Taxes	104,430	98,176	84,862	78,161	79,656
Pre-Tax Income	105,385,439	117,145,391	115,751,736	103,899,398	89,626,297

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Electric Utility Plant	\$29,432,882,323	\$28,016,720,266	\$26,585,732,543	\$25,336,109,652	\$24,070,999,539
2 Less Accum. Prov. For Deprec. & Amort.	6,606,236,325	6,149,989,511	5,783,683,607	5,439,087,205	5,129,474,721
3 Net Electric Utility Plant	22,826,645,998	21,866,730,755	20,802,048,936	19,897,022,447	18,941,524,818
4 Gas Utility Plant	8,647,386,809	7,710,276,667	6,963,304,212	6,240,052,879	5,641,081,040
5 Less Accum. Prov. For Deprec. & Amort.	1,510,732,904	1,408,595,944	1,371,855,721	1,303,320,737	1,247,594,193
6 Net Gas Utility Plant	7,136,653,905	6,301,680,723	5,591,448,491	4,936,732,142	4,393,486,847
7 Other Utility Plant	5,916,270,494	5,476,226,314	5,170,365,161	4,899,786,103	4,707,649,533
8 Less Accum. Prov. For Deprec. & Amort.	1,591,530,787	1,445,649,615	1,316,917,338	1,227,410,158	1,141,995,031
9 Net Other Utility Plant	4,324,739,707	4,030,576,699	3,853,447,823	3,672,375,945	3,565,654,502
10 Total Utility Plant	43,996,539,626	41,203,223,247	38,719,401,916	36,475,948,634	34,419,730,112
11 Less Accum. Prov. For Deprec. & Amort.	9,708,500,016	9,004,235,070	8,472,456,666	7,969,818,100	7,519,063,945
12 Net Total Utility Plant	34,288,039,610	32,198,988,177	30,246,945,250	28,506,130,534	26,900,666,167
OTHER PROPERTY AND INVESTMENTS					
13 Nonutility Property	28,737,832	28,686,553	28,687,965	29,829,267	29,605,436
14 Accum. Prov. For Deprec. & Amort.	(25,034,806)	(24,959,528)	(24,887,241)	(24,815,372)	(24,756,784)
15 Investment in Associated Companies					
16 Investment in Subsidiary Companies	488,202	704,141	804,772	1,312,486	1,207,882
17 Other Investments	2,121,964	2,151,616	2,370,705	2,294,634	2,480,835
18 Other Special Funds	32,731,081	27,969,338	25,237,348	291,543,699	262,955,439
19 Long-Term, Portion of Derivative Assets (175)				590,342	
20 Long-Term, Portion of Derivative Assets - Hedges (176)	5,629,311	4,874,565	5,669,647	450,880	
21 Total Other Property and Investments	44,673,584	39,426,685	37,883,196	301,205,936	271,492,808
CURRENT AND ACCRUED ASSETS					
22 Cash	(95,112,333)	(105,472,026)	(110,480,700)	(87,564,623)	541,938,079
23 Special Deposits	2,484,000	2,484,000	2,202,548	2,234,000	2,234,000
24 Working Funds	7,055,045	7,351,139	5,199,745	1,888,830	4,054,896
25 Temporary Cash Investments	798,275,000	719,750,000	692,750,000	826,250,000	250,000
26 Notes Receivable					
27 Accounts Receivable	1,444,530,263	1,186,619,388	1,196,334,214	1,149,884,349	1,235,146,255
28 Accum. Prov. For Uncollectible Accts.	(60,891,000)	(64,978,000)	(78,199,081)	(90,993,520)	(98,423,009)
29 Notes Receivable from Associated Cos.					
30 Accounts Receivable from Assoc. Cos.	214,496,905	64,281,372	109,636,902	190,003,818	130,655,596
31 Materials and Supplies	249,341,780	238,527,266	236,025,755	245,019,762	250,759,267
32 Gas Stored Underground - Current	57,405,714	50,737,914	43,991,687	49,001,560	65,550,536
33 Liquefied Natural Gas in Storage	2,012,274	1,751,671	1,521,598	1,852,861	3,231,694
34 Prepayments	113,840,902	107,597,498	97,427,556	109,451,861	125,743,813
35 Interest and Dividends Receivable					
36 Rents Receivable					
37 Accrued Utility Revenue	392,445,167	453,750,141	398,841,000	327,066,000	383,813,000
38 Misc. Current and Accrued Assets	379,544,610	388,932,471	348,367,845	70,640,318	150,948,923
39 Derivative Instrument Assets (Current Portion)	30,571,152	39,831,972	19,867,685	7,806,780	
40 Derivative Instrument Assets - Hedges (Current Portion)	(5,629,311)	(4,874,565)	(5,669,647)	25,773,855	
41 Total Current and Accrued Assets	3,530,370,168	3,086,290,241	2,957,817,107	2,828,315,851	2,795,903,050
DEFERRED DEBITS					
42 Unamort. Debt Expense	106,794,764	93,372,296	86,759,076	78,359,023	76,426,399
43 Extraordinary Property Losses					
44 Prelim. Survey and Investigation Charges	2,973,485	2,619,130	2,447,939	3,430,844	2,815,422
45 Clearing Accounts	1,180,597	(28,307)	(28,308)		
46 Temporary Facilities					
47 Miscellaneous Deferred Debits	4,056,404,103	4,013,453,131	6,593,771,905	7,641,389,347	8,737,493,249
48 Deferred Losses from Disp. of Utility Plant					
49 Research and Development		-			
50 Accumulated Deferred Income Taxes	1,647,381,427	1,587,440,264	1,676,670,797	236,769,508	211,207,257
51 Total Deferred Debits	5,814,734,376	5,696,856,514	8,359,621,409	7,959,948,722	9,027,942,327
52 Total Assets and Other Debits	\$43,677,817,738	\$41,021,561,617	\$41,602,266,962	\$39,595,601,043	\$38,996,004,352

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$588,720,235	\$588,720,235	\$588,720,235	\$588,720,235	\$588,720,235
Preferred Stock Issued					
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock	879,678,116	879,678,116	879,678,116	879,678,116	879,678,116
Other Paid-in Capital	3,889,394,671	3,769,394,671	3,467,004,048	3,367,004,048	3,354,004,048
Installments Received on Capital Stock					
Capital Stock Expense	(61,388,597)	(61,388,597)	(60,455,384)	(60,455,384)	(60,455,384)
Retained Earnings	8,577,678,220	8,228,234,066	7,920,731,808	7,608,979,440	7,397,199,379
Accumulated Other Comprehensive Income	2,559,623	2,358,442	1,998,193	1,640,895	1,306,735
Unapp Undistributed Subsidiary Earnings	(962,092,492)	(962,092,492)	(962,092,492)	(962,092,492)	(962,092,492)
Reacquired Capital Stock	(4,579,780)	(6,043,754)	(6,236,177)	(8,919,133)	(10,314,115)
Total Proprietary Capital	12,909,969,996	12,438,860,687	11,829,348,347	11,414,555,725	11,188,046,522
LONG-TERM DEBT					
Bonds					
Reacquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt	14,289,900,000	13,385,900,000	12,185,900,000	11,535,900,000	11,235,900,000
Unamortized Premium on Long-Term Debt					
Unamortized Discount on Long-Term Debt-Debit	(31,884,601)	(27,538,046)	(25,729,821)	(21,038,930)	(21,914,737)
Total Long-Term Debt	14,258,015,399	13,358,361,954	12,160,170,179	11,514,861,070	11,213,985,263
CURRENT AND ACCRUED LIABILITIES					
Notes Payable	1,192,233,320	149,976,584	599,791,516	1,032,565,896	450,442,469
Accounts Payable	871,241,143	939,402,229	762,975,422	658,106,401	688,205,746
Notes Payable to Associated Companies					
Accounts Payable to Associated Companies	16,483,575	82,196,487	129,429,554	14,579,277	32,665,518
Customer Deposits	339,184,895	333,804,101	336,064,638	339,589,879	330,115,928
Taxes Accrued	56,104,347	104,788,770	52,064,258	45,111,179	45,631,839
Interest Accrued	112,200,390	113,522,265	111,334,431	117,660,864	116,571,313
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	16,661,024	13,966,592	15,118,807	16,929,249	19,480,160
Misc. Current and Accrued Liabilities	1,655,661,244	1,510,867,622	1,436,313,726	1,251,057,340	1,268,708,645
Derivative Instrument Assets (Current Portion)	25,370,361	12,458,571	99,155,316	672,794	
Derivative Instrument Assets - Hedges (Current Portion)			(33,429,650)	49,471,573	
Total Current and Accrued Liabilities	4,285,140,299	3,260,983,221	3,508,818,018	3,525,744,452	2,951,821,618
DEFERRED CREDITS					
Customer Advances for Construction	15,261,400	15,578,615	11,097,649	11,404,244	7,403,583
Other Deferred Credits	3,580,586,784	3,610,273,028	1,131,862,158	1,285,276,773	1,517,313,522
Accumulated Deferred Investment Tax Credits	24,028,058	27,460,853	52,140,075	33,280,333	36,714,994
Deferred Gains from Disposition of Utility Plant					
Accumulated Deferred Income Taxes	7,362,246,783	6,868,074,943	11,085,796,554	8,958,864,209	8,337,009,103
Total Deferred Credits	10,982,123,025	10,521,387,439	12,280,896,436	10,288,825,559	9,898,441,202
OPERATING RESERVES					
Property Insurance Reserve					
Injuries and Damage Reserve	140,778,071	147,073,425	154,250,247	178,355,193	175,968,315
Pension and Benefits Reserve	1,012,247,533	1,195,587,167	1,592,498,844	2,614,065,637	3,546,449,526
Miscellaneous Operating Reserves	83,227,013	67,777,851	42,855,241	23,164,294	21,291,906
Total Operating Reserves	1,236,252,617	1,410,438,443	1,789,604,332	2,815,585,124	3,743,709,747
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities					
Long-Term Portion of Derivative Instrument Liabilities - Hedges	6,316,402	31,529,873	33,429,650	36,029,113	
Asset Retirement Obligations					
Total Other Noncurrent Liabilities	6,316,402	31,529,873	33,429,650	36,029,113	
Total Liabilities and Other Credits	\$43,677,817,738	\$41,021,561,617	\$41,602,266,962	\$39,595,601,043	\$38,996,004,352

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC OPERATING INCOME					
1 Operating Revenues	\$8,034,703,885	\$8,011,928,867	\$8,140,611,166	\$8,206,359,498	\$8,483,084,179
Operating Expense:					
2 Operation Expense	3,301,997,433	3,209,905,920	3,512,286,644	3,720,998,581	4,214,496,012
3 Maintenance Expense	450,443,017	450,238,559	439,195,496	443,079,309	386,017,351
4 Depreciation Expense	912,685,346	868,286,313	808,459,846	769,619,511	729,044,004
5 Depreciation Expense for Asset Retirement Costs					
6 Amort. and Depletion of Utility Plant	70,532,827	55,979,516	55,331,051	49,139,494	51,394,581
7 Amort. of Utility Plant Acq. Adj.	770,911	770,911	770,911	770,911	770,911
8 Amort of Property Losses					
9 Amort of Conversion Expenses					
10 Taxes Other than Income Taxes	1,676,066,194	1,624,400,298	1,547,101,627	1,493,264,043	1,457,325,276
11 Income Taxes	233,001,033	511,388,950	495,047,259	447,147,825	424,699,756
12 Gains from Disposition of Util. Plant					
13 Losses from Disposition of Util. Plant					
14 Accretion Expense					
15 Total Operating Expenses	6,645,496,761	6,720,970,466	6,858,192,834	6,924,019,674	7,263,747,891
16 Net Operating Revenues	1,389,207,124	1,290,958,401	1,282,418,332	1,282,339,824	1,219,336,288
17 Other Electric Utility Operating Income					
18 Total Electric Utility Operating Income	1,389,207,124	1,290,958,401	1,282,418,332	1,282,339,824	1,219,336,288
GAS OPERATING INCOME					
19 Operating Revenues	2,084,733,476	1,907,746,839	1,513,255,938	1,532,871,278	1,726,669,909
Operating Expense:					
20 Operation Expense	961,639,145	829,194,008	611,991,535	657,538,150	934,933,690
21 Maintenance Expense	124,729,863	116,646,850	115,200,060	118,919,017	91,776,602
22 Depreciation Expense	191,069,978	174,112,351	148,890,707	134,141,866	123,363,150
23 Amort. and Depletion of Utility Plant	13,497,472	10,579,927	9,980,732	8,215,804	8,385,207
24 Amort. of Utility Plant Acq. Adj.	146,036	146,036	146,036	146,036	146,036
25 Amort of Property Losses					
26 Amort of Conversion Expenses					
27 Taxes Other than Income Taxes	331,766,531	298,302,429	265,189,806	252,049,455	248,390,488
28 Income Taxes	87,388,448	151,672,368	92,342,900	100,235,720	88,081,184
29 Gains from Disposition of Util. Plant					
30 Losses from Disposition of Util. Plant					
31 Total Operating Expenses	1,710,237,473	1,580,653,969	1,243,741,776	1,271,246,048	1,495,076,357
32 Net Operating Revenues	374,496,003	327,092,870	269,514,162	261,625,230	231,593,552
33 Other Gas Utility Operating Income					
34 Total Gas Utility Operating Income	374,496,003	327,092,870	269,514,162	261,625,230	231,593,552
35 Other Utility Operating Income	112,726,927	99,095,487	92,904,111	114,665,567	126,988,981
36 Total Utility Operating Income	\$1,876,430,054	\$1,717,146,757	\$1,644,836,605	\$1,658,630,621	\$1,577,918,821

**CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch., Jobbing & Contract Work					
Income from Nonutility Operations	1,824,675	2,509,216	2,383,469	1,691,482	3,157,759
Nonoperating Rental Income	(158,211)	(133,184)	(135,159)	(165,704)	1,510,281
Equity in Earnings of Subsidiary Companies	201,181	360,249	356,436	334,183	166,938
Interest and Dividend Income	8,676,313	2,528,742	2,765,160	2,530,200	1,312,382
Allowance for Funds Used During Construction	10,660,438	10,455,580	8,200,316	4,253,050	1,181,679
Miscellaneous Nonoperating Income	2,442,741	8,653,978	2,144,373	254,010	2,862,826
Gain on Disposition of Property					12,639,583
Total Other Income	23,647,137	24,374,580	15,714,595	8,897,222	22,831,448
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property			313	(33,809)	
Miscellaneous Amortization	19,598	69,523	19,598	19,598	19,598
Miscellaneous Income Deductions	14,006,718	13,320,405	11,930,378	11,450,016	9,773,992
Total Other Income Deductions	14,026,316	13,389,927	11,950,289	11,435,805	9,793,590
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes	3,807,587	3,889,891	3,860,499	2,296,694	2,415,296
Income Taxes	(2,107,207)	(2,994,492)	(14,194,114)	(13,824,716)	(6,772,387)
Total Taxes-Other Income & Deductions	1,700,380	895,399	(10,333,615)	(11,528,021)	(4,357,091)
Net Other Income and Deductions	7,920,441	10,089,254	14,097,921	8,989,438	17,394,949
INTEREST CHARGES					
Interest on Long-term Debt	647,224,377	602,689,292	575,219,781	553,832,413	510,154,611
Amortization of Debt Discount and Expense	14,254,291	12,590,068	13,157,663	13,530,026	13,146,433
Amortization of Premium on Debt-Credit					
Interest on Debt to Associated Company					
Other Interest Expense	27,226,492	8,094,144	14,447,416	16,143,396	14,449,674
Total Interest Charges	688,705,160	623,373,504	602,824,860	583,505,836	537,750,718
Income Before Extraordinary Items	1,195,645,335	1,103,862,507	1,056,109,666	1,084,114,222	1,057,563,053
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$1,195,645,335	\$1,103,862,507	\$1,056,109,666	\$1,084,114,222	\$1,057,563,053
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	\$8,228,234,066	\$7,920,731,808	\$7,608,979,440	\$7,397,199,379	\$7,051,803,287
Balance Transferred from Income	1,195,444,154	1,103,502,258	1,055,753,230	1,083,780,040.4	1,057,396,114
Appropriations of Retained Earnings					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock	846,000,000	796,000,000	744,000,000	872,000,000	712,000,000
Adjustments to Retained Earnings			(862)	21	(22)
Net Change to Unapp. Retained Earnings	349,444,154	307,502,258	311,752,368	211,780,061	345,396,092
Unappropriated Retained Earnings (EOP)	8,577,678,221	8,228,234,066	7,920,731,808	7,608,979,440	7,397,199,379
Appropriated Retained Earnings (EOP)					
Total Retained Earnings	\$8,577,678,221	\$8,228,234,066	\$7,920,731,808	\$7,608,979,440	\$7,397,199,379

Notes:

The debt component of AFDUC is included with other interest expense.

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
1 Net Income	\$1,195,645,335	\$1,103,862,507	\$1,056,109,666	\$1,084,114,222	\$1,057,563,053
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	1,293,088,443	1,199,498,769	1,112,816,059	1,045,490,217	993,475,219
3 Deferred Taxes & ITCs	430,797,883	(4,153,170,300)	694,323,702	592,858,195	430,572,966
4 Receivables and Inventory	(420,568,463)	(8,193,161)	(242,269,772)	85,934,931	4,344,597
5 Payables and Accrued Expenses	(154,535,914)	(180,367,580)	(715,712,167)	(948,145,886)	1,596,393,986
6 Regulatory Assets (Net)	(33,944,663)	5,017,239,479	819,748,335	889,139,203	(1,716,425,828)
7 Capitalized AFUDC - Equity 1	(10,660,438)	(10,455,581)	(8,200,316)	(4,253,050)	(1,181,679)
8 Undistributed Earnings of Affiliates 1					
9 Removal Costs minus Salvage 1					
10 Prepayments	(6,243,404)	(10,169,942)	12,024,305		
11 Other	11,150,229	(90,006,621)	297,798,159	70,152,787	52,611,580
12 Net Cash From Operating Activities	<u>2,304,729,009</u>	<u>2,868,237,570</u>	<u>3,026,637,971</u>	<u>2,815,290,619</u>	<u>2,417,353,894</u>
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(3,406,046,435)	(3,079,805,381)	(2,753,299,368)	(2,621,330,617)	(2,304,027,868)
14 Acquisition Of Other Non-Current Assets					
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					
20 Other Current Assets & Liabilities		1,947,476	13,813,292	(15,760,768)	
21 Other Cash Flows - Investing Activities					
22					
23					
24 Net Cash From Investing Activities	<u>(3,406,046,435)</u>	<u>(3,077,857,905)</u>	<u>(2,739,486,076)</u>	<u>(2,637,091,385)</u>	<u>(2,304,027,868)</u>
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt	904,000,000	1,199,066,787	650,000,000	300,000,000	1,375,000,000
26 Common Stock	120,000,000	302,390,622	100,000,000	13,000,000	
27 Preferred Stock					
28 Short-Term Debt	1,042,256,736	(449,814,932)	(432,774,380)	582,123,427	(759,198,556)
29 Dividends Paid	(846,000,000)	(796,000,000)	(744,000,000)	(872,000,000)	(712,000,000)
30 Other Cash Flows - Financing Activities	(30,350,711)	(11,862,075)	(13,482,676)	(6,991,427)	(17,108,037)
31					
32					
33 Net Cash From Financing Activities	<u>1,189,906,025</u>	<u>243,780,402</u>	<u>(440,257,056)</u>	<u>16,132,000</u>	<u>(113,306,593)</u>
34 Net Increase/(Decrease) In Cash & Equivalents	88,588,598	34,160,067	(153,105,161)	194,331,232	19,433
35 Cash & Equivalents At Beginning Of Year	621,629,113	587,469,045	740,574,207	546,242,975	546,223,542
36 Cash & Cash Equiv. At End Of Year	\$710,217,711	\$621,629,113	\$587,469,045	\$740,574,207	\$546,242,975

1 Capitalized AFUDC - Equity, Undistributed Earnings of Affiliates, Other, and Removal Costs minus Salvage restated in 1998 to reflect correct numbers.

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - ELECTRIC
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
ELECTRIC REVENUES					
<u>Bundled</u>					
Residential	\$2,823,465,641	\$2,518,599,277	\$2,605,179,792	\$2,763,263,137	\$3,434,216,515
Commercial	1,799,514,175	1,820,458,098	1,811,860,906	1,931,355,603	4,096,642,904
Industrial	9,669,807	10,235,097	10,150,271	34,725,727	67,059,518
Other Ultimate Customers	11,693,652	10,635,774	10,585,036	11,718,194	55,195,949
Total Revenues-Ultimate Customers	4,644,343,275	4,359,928,246	4,437,776,005	4,741,062,661	7,653,114,886
Resales	47,488,940	24,555,048	17,065,476	16,503,356	29,498,029
<u>Revenues from Distribution of Electricity of Others</u>					
Residential	582,710,496	588,306,417	607,184,244	573,358,610	
Commercial	1,944,081,091	2,034,847,318	2,068,728,976	2,074,740,087	
Industrial	43,064,732	45,775,656	47,105,348	20,956,971	
Other Ultimate Customers	705,176,404	665,230,956	655,154,036	642,976,054	
Other Operating Revenues	67,838,947	293,285,226	307,597,079	136,761,759	800,471,264
Total Electric Operating Revenues	\$8,034,703,885	\$8,011,928,867	\$8,140,611,165	\$8,206,359,498	\$8,483,084,179
KWH SALES (THOUSANDS)					
<u>Bundled</u>					
Residential	10,749,796	9,992,479	10,483,255	10,477,848	13,529,053
Commercial	9,210,214	9,299,694	9,478,173	9,107,368	31,106,398
Industrial	57,862	59,927	60,860	437,877	650,399
Other Ultimate Customers	68,968	57,735	519,125	55,882	631,061
Total Sales-Ultimate Customers	20,086,840	19,409,835	20,541,413	20,078,975	45,916,911
Resales	1,309,551	796,118	556,313	457,889	489,631
<u>Sales to Distribution of Electricity of Others</u>					
Residential	3,466,253	3,645,688	3,823,576	3,603,539	
Commercial	21,522,710	21,391,795	21,844,736	22,240,439	
Industrial	513,062	537,398	555,764	224,650	
Other Ultimate Customers	10,850,653	10,516,134	10,054,055	10,707,996	
Total Kilowatt-Hour Sales	57,749,069	56,296,968	57,375,857	57,313,488	46,406,542
AVG CUSTOMERS PER MONTH					
<u>Bundled</u>					
Residential	2,315,745	2,211,235	2,187,900	2,198,844	2,868,462
Commercial	381,943	367,944	353,802	346,856	494,855
Industrial	59	67	69	81	342
Other Ultimate Customers	4,437	4,438	4,249	4,259	4,424
Total Ultimate Customers	2,702,184	2,583,684	2,546,020	2,550,040	3,368,083
Resales					
<u>Customers of Distribution of Electricity of Others</u>					
Residential	618,529	699,045	708,600	687,189	
Commercial	161,115	162,544	164,548	160,082	
Industrial	694	700	693	254	
Other Ultimate Customers	141	130	259	1,134	
Total Customers	3,482,663	3,446,103	3,420,120	3,398,699	3,368,083
ELECTRIC OPERATING REVENUE RELATIONSHIP					
Residential Sales					
Average Annual Bill Per Customer	\$1,219	\$1,139	\$1,191	\$1,257	\$1,197
Average KWH Consumption Per Customer	4,642	4,519	4,791	4,765	4,716
Average Revenue Per KWH Sold (Cents)	26.27	25.20	24.85	26.37	25.38
Commercial Sales					
Average Annual Bill Per Customer	\$4,711	\$4,948	\$5,121	\$5,568	\$8,278
Average KWH Consumption Per Customer	24,114	25,275	26,789	26,257	62,860
Average Revenue Per KWH Sold (Cents)	19.54	19.58	19.12	21.21	13.17
Industrial Sales					
Average Annual Bill Per Customer	\$163,895	\$152,763	\$147,105	\$428,713	\$196,080
Average KWH Consumption Per Customer	980,712	894,433	882,029	5,405,889	1,901,752
Average Revenue Per KWH Sold (Cents)	16.71	17.08	16.68	7.93	10.31
ELECTRIC OPERATION AND MAINTENANCE EXPENSES					
Steam Power Expense	\$281,860,983	\$248,382,127	\$252,446,704	\$262,358,149	\$315,975,513
Nuclear Power Expense	5,213	913			
Hydraulic Power Expense					
Other Power Generation Expense	9,855,606	5,391,085	8,723,603	20,401,906	10,606,273
Other Power Supply Expense	1,440,680,892	1,404,168,015	1,550,350,509	1,700,900,545	2,065,827,462
Total Power Production Expense	1,732,402,695	1,657,942,139	1,811,520,816	1,983,660,600	2,392,409,248
Transmission Expense	166,853,496	185,576,155	172,357,699	161,361,983	145,656,625
Regional Market Expense					
Distribution Expense	534,251,490	518,529,984	512,679,737	535,168,965	512,136,993
Customer Account Expense	662,387,572	628,489,724	588,127,010	597,595,411	577,129,253
Sales Expense			71		
Administrative and General	656,545,198	669,606,476	866,796,808	886,290,930	973,181,244
Total Operation & Maintenance Expense	\$3,752,440,450	\$3,660,144,479	\$3,951,482,141	\$4,164,077,890	\$4,600,513,363

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
DISTRIBUTION OF ELECTRIC REVENUES
YEARS ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
1 Total Revenues	\$8,034,703,885	\$8,011,928,867	\$8,140,611,165	\$8,206,359,498	\$8,483,084,179
2 Sales of Electricity (KWHs-000)	57,749,069	56,296,968	57,375,857	57,313,488	46,406,542
DOLLAR AMOUNTS					
3 Fuel and Purchased Power	\$1,597,963,731	\$1,530,645,576	\$1,653,205,401	\$1,818,236,818	\$2,245,650,536
4 Wages and Benefits	906,797,458	878,049,219	1,020,867,663	1,014,015,953	1,073,485,419
5 Other Expenses	1,247,679,261	1,251,449,684	1,277,409,076	1,331,825,119	1,281,377,408
6 Depreciation & Amortization Expenses	983,989,084	925,036,739	864,561,808	819,529,915	781,209,496
7 Income Taxes-Operating	374,496,003	327,092,870	269,514,162	261,625,230	231,593,552
8 Other Taxes-Operating	1,676,066,194	1,624,400,298	1,547,101,627	1,493,264,043	1,457,325,276
9 Capital Costs	1,247,712,154	1,475,254,481	1,507,951,427	1,467,862,419	1,412,442,492
10 Total	\$8,034,703,885	\$8,011,928,867	\$8,140,611,165	\$8,206,359,498	\$8,483,084,179
PERCENT OF REVENUE					
11 Fuel and Purchased Power	19.9	19.1	20.3	22.2	26.5
12 Wages and Benefits	11.3	11.0	12.5	12.4	12.7
13 Other Expenses	15.5	15.6	15.7	16.2	15.1
14 Depreciation & Amortization Expenses	12.2	11.5	10.6	10.0	9.2
15 Income Taxes-Operating	4.7	4.1	3.3	3.2	2.7
16 Other Taxes-Operating	20.9	20.3	19.0	18.2	17.2
17 Capital Costs	15.5	18.4	18.5	17.9	16.7
18 Total	100.0	100.0	100.0	100.0	100.0

Notes:

Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Fuel and Purchased Power

Steam - Fuel	157,469,650	125,999,297	102,883,695	117,466,345	178,473,490
Nuclear - Fuel					
Hydro - Water for Power					
Other Power - Fuel	473,272	1,045,780	712,520	469,522	1,998,495
Purchased Power	1,440,020,809	1,403,600,499	1,549,609,187	1,700,300,952	2,065,178,551
Total Fuel and Purchased Power	1,597,963,731	1,530,645,576	1,653,205,401	1,818,236,818	2,245,650,536
-Fuel and PP related to Sales for Resale					
Fuel and PP - Ultimate Customers	1,597,963,731	1,530,645,576	1,653,205,401	1,818,236,818	2,245,650,536

Wages and Benefits

Salaries	607,438,065	598,633,166	589,027,599	584,792,236	564,897,971
Pensions and Benefits	299,359,394	279,416,053	431,840,065	429,223,717	508,587,448
Total Wages and Benefits	906,797,458	878,049,219	1,020,867,663	1,014,015,953	1,073,485,419

Other Expenses

Total O&M Expenses	3,752,440,450	3,660,144,479	3,951,482,141	4,164,077,890	4,600,513,363
-Total Fuel and PP	1,597,963,731	1,530,645,576	1,653,205,401	1,818,236,818	2,245,650,536
-Wages and Benefits	906,797,458	878,049,219	1,020,867,663	1,014,015,953	1,073,485,419
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	1,247,679,261	1,251,449,684	1,277,409,076	1,331,825,119	1,281,377,408

Depreciation and Amortization

Depreciation Exp	912,685,346	868,286,313	808,459,846	769,619,511	729,044,004
Amort & Depl of Utility Plant	70,532,827	55,979,516	55,331,051	49,139,494	51,394,581
Amort of Other Utility Plant	770,911	770,911	770,911	770,911	770,911
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	983,989,084	925,036,739	864,561,808	819,529,915	781,209,496

Fuel and PP related to Sales for Resale (Not Used)

Total Fuel and PP	1,597,963,731	1,530,645,576	1,653,205,401	1,818,236,818	2,245,650,536
divided by Total MWHs	57,749,069	56,296,968	57,375,857	57,313,488	46,406,542
Fuel Cost per KWH	0.0277	0.0272	0.0288	0.0317	0.0484
times Sales for Resale MWHs	1,309,551	796,118	556,313	457,889	489,631
Sales for Resale Fuel	36,236,342	21,645,473	16,029,384	14,526,260	23,693,645

CONSOLIDATED EDISON COMPANY OF NEW YORK, INC.
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC UTILITY PLANT					
Intangible	\$186,713,981	\$182,903,652	\$186,653,467	\$183,053,339	\$176,781,138
Production					
Steam	636,936,123	578,246,246	576,453,856	538,197,311	529,371,755
Nuclear					
Hydraulic					
Other	41,982,128	41,645,769	41,642,234	41,102,351	40,774,784
Transmission	4,357,082,106	4,177,550,837	4,100,777,689	3,958,951,891	3,814,746,455
Distribution	23,141,447,980	22,104,339,758	21,035,405,140	19,933,056,571	18,910,932,003
Regional Transmission and Market Operation Plant					
General					
Electric - Purchased or Sold					
Experimental - Unclassified					
Nuclear Fuel Assemblies					
Total Electric Plant In Service	28,364,162,318	27,084,686,261	25,940,932,384	24,654,361,463	23,472,606,135
Leased To Others					
Held For Future Use	67,278,808	67,278,808	65,170,503	65,170,503	65,171,319
Construction Work in Progress	1,001,441,197	864,755,197	579,629,655	616,577,685	533,222,085
Aquisition Adjustments					
Total Electric Utility Plant	29,432,882,323	28,016,720,266	26,585,732,542	25,336,109,651	24,070,999,539
Accum. Provision - Depr. & Amort.	6,606,236,325	6,149,989,511	5,783,683,607	5,439,087,205	5,129,474,721
Net Electric Plant	\$22,826,645,998	\$21,866,730,755	\$20,802,048,936	\$19,897,022,446	\$18,941,524,818
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.82	0.95	0.84	0.80	0.95
Total Capitalization	\$28,360,218,715	\$25,947,199,225	\$24,589,310,042	\$23,961,982,691	\$22,852,474,254
<u>Percent Of Capitalization (Incl S-T Debt)</u>					
Long-Term Debt	50.3%	51.5%	49.5%	48.1%	49.1%
Preferred Stock					
Common Stock & Retained Earnings	45.5%	47.9%	48.1%	47.6%	49.0%
Short-Term Debt	4.2%	0.6%	2.4%	4.3%	2.0%
Pretax Coverage of Interest Expense	3.20	3.83	3.70	3.84	4.00
Com. Stock Dividends as a % of Earnings	70.8%	72.1%	70.4%	80.4%	67.3%
Return on Common Equity	9.4%	9.1%	9.1%	9.6%	9.6%
Internal Cash Generated as a % of					
Cash Outflows for Construction	67.7%	93.1%	109.9%	107.4%	104.9%
Earnings per Share	\$5.08	\$4.69	\$4.48	\$4.60	\$4.49
Book Value per Share	\$54.82	\$52.82	\$50.23	\$48.47	\$47.51
Dividends per Share	\$3.59	\$3.38	\$3.16	\$3.70	\$3.02
Number of Employees (Electric)	11,203	10,871	10,730	11,026	10,605

Current Assets	3,530,370,168	3,086,290,241	2,957,817,107	2,828,315,851	2,795,903,050
Current Liabilities	4,285,140,299	3,260,983,221	3,508,818,018	3,525,744,452	2,951,821,618
Total Capitalization	28,360,218,715	25,947,199,225	24,589,310,042	23,961,982,691	22,852,474,254
Long term Debt	14,258,015,399	13,358,361,954	12,160,170,179	11,514,861,070	11,213,985,263
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	12,909,969,996	12,438,860,687	11,829,348,347	11,414,555,725	11,188,046,522
Short Term Debt	1,192,233,320	149,976,584	599,791,516	1,032,565,896	450,442,469
Pre-Tax Income	2,202,632,769	2,387,302,837	2,232,130,571	2,241,761,772	2,150,016,188
Interest Expense	688,705,160	623,373,504	602,824,860	583,505,836	537,750,718
Common Dividends Declared	846,000,000	796,000,000	744,000,000	872,000,000	712,000,000
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	1,195,645,335	1,103,862,507	1,056,109,666	1,084,114,222	1,057,563,053
Internal Cash	2,304,729,009	2,868,237,570	3,026,637,971	2,815,290,619	2,417,353,894
Cash Outflows for Construction	3,406,046,435	3,079,805,381	2,753,299,368	2,621,330,617	2,304,027,868
Shares Outstanding (Millions)	235,488,094	235,488,094	235,488,094	235,488,094	235,488,094
Number of Employees (Electric)	11,203	10,871	10,730	11,026	10,605
Miscellaneous Deferred Debits - Net	475,817,319	403,180,103	5,461,909,747	6,356,112,574	7,220,179,727
<u>Pre-Tax Income</u>					
Total Utility Operating Income	1,876,430,054	1,717,146,757	1,644,836,605	1,658,630,621	1,577,918,821
+Income Taxes - Electric	233,001,033	511,388,950	495,047,259	447,147,825	424,699,756
+Income Taxes - Gas	87,388,448	151,672,368	92,342,900	100,235,720	88,081,184
+Income Taxes - Steam		24,374,580		40,582,884	48,693,864
+Other Income	23,647,137		15,714,595	8,897,222	22,831,448
- Other Income Deductions	14,026,316	13,389,927	11,950,289	11,435,805	9,793,590
- Other Taxes	3,807,587	3,889,891	3,860,499	2,296,694	2,415,296
Pre-Tax Income	2,202,632,769	2,387,302,837	2,232,130,571	2,241,761,772	2,150,016,188

Steam Income Taxes From A/R

NEW YORK STATE ELECTRIC & GAS CORPORATION
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Electric Utility Plant	\$4,580,686,622	\$4,268,870,487	\$4,037,989,067	\$3,907,057,029	\$3,751,402,970
2 Less Accum. Prov. For Deprec. & Amort.	2,074,839,603	2,039,451,857	1,968,731,514	1,946,254,753	1,880,924,310
3 Net Electric Utility Plant	2,505,847,019	2,229,418,630	2,069,257,553	1,960,802,276	1,870,478,660
4 Gas Utility Plant	1,093,918,932	1,030,956,504	975,360,619	936,013,998	892,545,594
5 Less Accum. Prov. For Deprec. & Amort.	380,749,066	358,306,751	344,605,215	328,554,244	326,635,301
6 Net Gas Utility Plant	713,169,866	672,649,753	630,755,404	607,459,754	565,910,293
7 Other Utility Plant	616,489,936	517,890,087	476,312,218	424,827,159	382,131,702
8 Less Accum. Prov. For Deprec. & Amort.	230,907,289	213,280,345	219,549,632	191,914,751	160,059,453
9 Net Other Utility Plant	385,582,647	304,609,742	256,762,586	232,912,408	222,072,249
10 Total Utility Plant	6,291,095,490	5,817,717,078	5,489,661,904	5,267,898,186	5,026,080,266
11 Less Accum. Prov. For Deprec. & Amort.	2,686,495,958	2,611,038,953	2,532,886,361	2,466,723,748	2,367,619,064
12 Net Total Utility Plant	3,604,599,532	3,206,678,125	2,956,775,543	2,801,174,438	2,658,461,202
OTHER PROPERTY AND INVESTMENTS					
13 Nonutility Property	7,900,678	7,900,678	7,900,678	6,920,838	6,909,602
14 Accum. Prov. For Deprec. & Amort.	(2,274,548)	(2,250,074)	(2,225,600)	(2,194,740)	(1,205,332)
15 Investment in Associated Companies					
16 Investment in Subsidiary Companies					
17 Other Investments					
18 Other Special Funds	8,081,404	10,410,418	10,384,741	10,401,712	10,468,551
19 Long-Term, Portion of Derivative Assets (175)					
20 Long-Term, Portion of Derivative Assets - Hedges (176)	200,242	110,208	101,170		
21 Total Other Property and Investments	13,907,776	16,171,230	16,160,989	15,127,810	16,172,821
CURRENT AND ACCRUED ASSETS					
22 Cash	4,921,758	3,330,604	3,553,965	3,390,201	7,142,655
23 Special Deposits					
24 Working Funds	878,216	802,437	747,080	794,867	678,523
25 Temporary Cash Investments	20,485	64,693	91,689	4,772	502
26 Notes Receivable					
27 Accounts Receivable	238,627,660	234,156,133	229,028,792	176,129,175	194,829,393
28 Accum. Prov. For Uncollectible Accts.	(23,590,073)	(23,007,796)	(23,100,437)	(26,350,341)	(25,757,000)
29 Notes Receivable from Associated Cos.			62		
30 Accounts Receivable from Assoc. Cos.	2,223,314	4,407,822	2,371,348	10,981,135	7,500,066
31 Materials and Supplies	16,759,479	15,812,869	16,490,379	14,758,040	13,532,197
32 Gas Stored Underground - Current	16,341,600	14,752,696	11,272,662	12,857,789	23,124,178
33 Liquefied Natural Gas in Storage					
34 Prepayments	41,394,819	41,037,673	42,458,874	43,700,035	60,880,365
35 Interest and Dividends Receivable		20	29,777		
36 Rents Receivable					
37 Accrued Utility Revenue	90,267,640	99,614,748	84,627,125	64,307,673	68,582,984
38 Misc. Current and Accrued Assets	4,918,339	13,334,049	11,967,977	24,000,973	51,659,484
39 Derivative Instrument Assets (Current Portion)					
40 Derivative Instrument Assets - Hedges (Current Portion)	3,247,958		1,087,590		
41 Total Current and Accrued Assets	396,011,195	404,305,948	380,626,883	324,574,319	402,173,347
DEFERRED DEBITS					
42 Unamort. Debt Expense	10,248,444	9,814,193	15,980,049	9,381,128	8,455,698
43 Extraordinary Property Losses					
44 Prelim. Survey and Investigation Charges	6,268,293	1,524,175	113,686		417,419
45 Clearing Accounts	(196,477)				
46 Temporary Facilities					
47 Miscellaneous Deferred Debits	1,041,781,350	1,037,049,956	1,183,855,296	1,326,317,483	1,326,852,335
48 Deferred Losses from Disp. of Utility Plant					
49 Research and Development					
50 Accumulated Deferred Income Taxes	278,047,926	222,167,231	68,052,121	44,793,437	35,417,178
51 Total Deferred Debits	1,336,149,536	1,270,555,555	1,268,001,152	1,380,492,048	1,371,142,630
52 Total Assets and Other Debits	\$5,350,668,039	\$4,897,710,858	\$4,621,564,567	\$4,521,368,615	\$4,447,950,000

NEW YORK STATE ELECTRIC & GAS CORPORATION
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$430,056,628	\$430,056,628	\$430,056,628	\$430,056,628	\$430,056,628
Preferred Stock Issued					
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock	298,699,535	148,699,535	148,699,535	148,699,535	148,699,535
Other Paid-in Capital	126,080,424	126,080,424	126,080,424	126,080,422	126,080,422
Accumulated Other Comprehensive Income					
Capital Stock Expense	(4,439,125)	(4,439,125)	(4,439,125)	(4,439,125)	(4,439,125)
Retained Earnings	604,673,933	497,768,050	492,800,851	448,913,663	450,591,702
Accumulated Other Comprehensive Income					
Unapp Undistributed Subsidiary Earnings					
Reaquired Capital Stock	(1,267,393)	(905,162)	(958,060)	(1,793,102)	(3,996,961)
Total Proprietary Capital	1,453,804,002	1,197,260,350	1,192,240,253	1,147,518,021	1,146,992,201
LONG-TERM DEBT					
Bonds	1,224,000,000	1,050,000,000	1,250,000,000	946,850,000	878,875,000
Reaquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt					
Unamortized Premium on Long-Term Debt					
Unamortized Discount on Long-Term Debt-Debit	(666,432)	(957,667)	(1,038,543)	(1,216,538)	(1,387,041)
Total Long-Term Debt	1,223,333,568	1,049,042,333	1,248,961,457	945,633,462	877,487,959
CURRENT AND ACCRUED LIABILITIES					
Notes Payable		150,050,403			
Accounts Payable	366,680,466	287,428,641	206,080,557	123,716,096	126,130,763
Notes Payable to Associated Companies	40,375,000	124,643,151	5,900,000	340,845,000	418,055,000
Accounts Payable to Associated Companies	82,371,719	78,530,892	74,307,637	73,396,076	48,131,696
Customer Deposits	14,261,643	13,542,137	14,016,534	14,580,463	13,344,919
Taxes Accrued	744,724	2,210,270	1,578,944	19,900,891	3,639,203
Interest Accrued	7,968,496	6,312,604	8,807,113	7,390,350	8,061,224
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	818,275	(545,405)	(369,816)	(438,497)	471,447
Misc. Current and Accrued Liabilities	67,951,762	47,031,986	72,746,451	55,828,666	69,180,482
Derivative Instrument Assets (Current Portion)					
Derivative Instrument Assets - Hedges (Current Portion)	824,298	39,589	145,138	981,160	
Total Current and Accrued Liabilities	581,996,383	709,244,268	383,212,558	636,200,205	687,014,734
DEFERRED CREDITS					
Customer Advances for Construction	14,751,745	6,423,134	743,311		1,495,031
Other Deferred Credits	832,000,767	813,973,142	362,698,056	363,796,772	293,364,981
Accumulated Deferred Investment Tax Credits	13,638,313	14,148,313	14,658,313	15,168,313	15,678,313
Deferred Gains from Disposition of Utility Plant					
Accumulated Deferred Income Taxes	789,311,913	692,586,166	955,877,466	876,507,773	906,114,131
Total Deferred Credits	1,649,702,738	1,527,130,755	1,333,977,146	1,255,472,858	1,216,652,456
OPERATING RESERVES					
Property Insurance Reserve					21,330,291
Injuries and Damage Reserve	12,220,795	13,069,255	15,889,550	15,646,293	13,000,000
Pension and Benefits Reserve	270,984,155	224,735,806	263,171,874	330,835,141	312,767,369
Miscellaneous Operating Reserves	145,120,285	163,206,769	169,633,395	174,791,775	172,704,990
Total Operating Reserves	428,325,235	401,011,830	448,694,819	521,273,209	519,802,650
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities					
Long-Term Portion of Derivative Instrument Liabilities - Hedges				368,904	
Asset Retirement Obligations	13,506,113	14,021,322	14,478,334	14,901,956	
Total Other Noncurrent Liabilities	13,506,113	14,021,322	14,478,334	15,270,860	
Total Liabilities and Other Credits	\$5,350,668,039	\$4,897,710,858	\$4,621,564,567	\$4,521,368,615	\$4,447,950,000

NEW YORK STATE ELECTRIC & GAS CORPORATION
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC OPERATING INCOME					
1 Operating Revenues	\$1,379,947,547	\$1,268,199,177	\$1,240,759,071	\$1,294,653,648	\$1,416,773,260
2 Operating Expense:					
3 Operation Expense	821,785,802	668,263,698	709,216,459	798,387,982	927,296,806
4 Maintenance Expense	191,338,649	199,046,315	148,175,542	103,947,469	113,754,482
5 Depreciation Expense	101,998,333	104,878,588	80,041,899	101,749,641	93,017,611
6 Depreciation Expense for Asset Retirement Costs					
7 Amort. and Depletion of Utility Plant	5,477,327	3,552,282	4,794,164	16,869,257	6,432,585
8 Amort. of Utility Plant Acq. Adj.	(2,730,911)	(2,730,911)	(1,820,607)		
9 Amort of Property Losses					
10 Amort of Conversion Expenses					
11 Taxes Other than Income Taxes	120,512,908	121,821,167	110,271,288	108,726,839	104,178,888
12 Income Taxes	25,270,035	56,733,099	55,100,632	37,488,644	44,650,887
13 Gains from Disposition of Util. Plant					
14 Losses from Disposition of Util. Plant					
15 Accretion Expense					
15 Total Operating Expenses	1,263,652,143	1,151,564,238	1,105,779,377	1,167,169,832	1,289,331,259
16 Net Operating Revenues	116,295,404	116,634,939	134,979,694	127,483,816	127,442,001
17 Other Electric Utility Operating Income					
18 Total Electric Utility Operating Income	116,295,404	116,634,939	134,979,694	127,483,816	127,442,001
GAS OPERATING INCOME					
19 Operating Revenues	329,688,600	292,339,351	311,866,490	314,717,738	338,352,887
20 Operating Expense:					
20 Operation Expense	209,504,087	175,889,185	165,095,717	183,866,792	216,997,854
21 Maintenance Expense	9,019,870	9,052,443	10,515,432	13,797,368	17,124,288
22 Depreciation Expense	27,170,384	23,464,973	26,048,277	24,413,527	21,743,281
23 Amort. and Depletion of Utility Plant					1,836,673
24 Amort. of Utility Plant Acq. Adj.	1,609,711	1,146,891	1,467,005	2,866,372	11,095,077
25 Amort of Property Losses	46,298	46,298	6,505,775	11,187,405	
26 Amort of Conversion Expenses					
27 Taxes Other than Income Taxes	26,917,349	22,313,009	31,504,216	27,461,875	26,035,366
28 Income Taxes	10,244,778	18,587,198	33,368,062	18,275,667	1,344,377
29 Gains from Disposition of Util. Plant					
30 Losses from Disposition of Util. Plant					
31 Total Operating Expenses	284,512,477	250,499,997	274,504,484	281,869,006	296,176,916
32 Net Operating Revenues	45,176,123	41,839,354	37,362,006	32,848,732	42,175,971
33 Other Gas Utility Operating Income					
34 Total Gas Utility Operating Income	45,176,123	41,839,354	37,362,006	32,848,732	42,175,971
35 Other Utility Operating Income					
36 Total Utility Operating Income	\$161,471,527	\$158,474,293	\$172,341,700	\$160,332,548	\$169,617,972

NEW YORK STATE ELECTRIC & GAS CORPORATION
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch., Jobbing & Contract Work	\$1,786	\$1,785	\$1,786	\$1,561	\$1,246
Income from Nonutility Operations					
Nonoperating Rental Income	(13,937)	(31,237)	(30,860)		206,113
Equity in Earnings of Subsidiary Companies					
Interest and Dividend Income	97,116	97,701	125,302	88,261	215,271
Allowance for Funds Used During Construction	3,005,992	7,314,729	520,751	7,161,624	7,426,293
Miscellaneous Nonoperating Income	9,379,643	4,832,035	11,045,772	23,267,486	24,313,340
Gain on Disposition of Property	80,480	16,453	6,605	1,545,850	
Total Other Income	12,551,080	12,231,466	11,669,356	32,064,782	32,162,263
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property	80,018	34,200	(90,023)	87,378	
Miscellaneous Amortization					
Miscellaneous Income Deductions	971,922	1,126,188	1,144,411	587,527	704,680
Total Other Income Deductions	1,051,940	1,160,388	1,054,388	674,905	704,680
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes	164,727	146,858	153,422	153,407	238,400
Income Taxes	2,368,084	3,497,884	3,755,061	10,610,471	9,508,049
Total Taxes-Other Income & Deductions	2,532,811	3,644,742	3,908,483	10,763,878	9,746,449
Net Other Income and Deductions	8,966,329	7,426,336	6,706,485	20,625,999	21,711,134
INTEREST CHARGES					
Interest on Long-term Debt	48,746,399	53,845,575	40,497,001	44,505,214	45,842,193
Amortization of Debt Discount and Expense	3,474,852	3,757,507	2,692,728	2,900,687	1,170,377
Amortization of Premium on Debt-Credit					2,440,787
Interest on Debt to Associated Company	3,561,120	804,893	1,818,883	1,048,467	
Other Interest Expense	7,749,602	2,525,455	15,152,385	34,182,218	26,897,228
Total Interest Charges	63,531,973	60,933,430	60,160,997	82,636,586	76,350,585
Income Before Extraordinary Items	106,905,883	104,967,199	118,887,188	98,321,961	114,978,521
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$106,905,883	\$104,967,199	\$118,887,188	\$98,321,961	\$114,978,521
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	\$497,326,995	\$492,359,796	\$448,472,608	\$450,150,647	\$435,172,126
Balance Transferred from Income	106,905,883	104,967,199	118,887,188	98,321,961	114,978,521
Appropriations of Retained Earnings					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock		100,000,000	75,000,000	100,000,000	100,000,000
Adjustments to Retained Earnings					
Net Change to Unapp. Retained Earnings	106,905,883	4,967,199	43,887,188	(1,678,039)	14,978,521
Unappropriated Retained Earnings (EOP)	604,232,878	497,326,995	492,359,796	448,472,608	450,150,647
Appropriated Retained Earnings (EOP)	441,055	441,055	441,055	441,055	441,055
Total Retained Earnings	\$604,673,933	\$497,768,050	\$492,800,851	\$448,913,663	\$450,591,702

Notes:

The debt component of AFDUC is included with other interest expense.

NEW YORK STATE ELETRIC & GAS CORPORATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
1 Net Income	\$106,905,883	\$104,967,199	\$118,887,189	\$98,321,961	\$114,978,521
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	180,672,840	137,934,424	106,852,854	145,067,928	92,475,439
3 Deferred Taxes & ITCs	38,615,367	58,678,911	59,847,803	(31,905,372)	9,859,385
4 Receivables and Inventory	14,371,384	(18,313,964)	(61,277,782)	39,908,441	6,394,517
5 Payables and Accrued Expenses	89,906,878	67,174,849	53,128,153	28,675,672	(77,624,560)
6 Regulatory Assets (Net)	(33,087,142)	(9,492,634)	(17,714,010)	13,746,023	49,588,789
7 Capitalized AFUDC - Equity	(3,005,992)	(7,314,729)	(520,751)	(7,161,624)	(7,426,294)
8 Undistributed Earnings of Affiliates					
9 Other Adjustments	(50,548,148)	13,711,639	25,105,072	14,882,766	(46,118,352)
10	70,189,899	60,824,924	62,433,952	64,344,358	30,836,419
11	1,830,962				
12 Net Cash From Operating Activities	<u>415,851,931</u>	<u>408,170,619</u>	<u>346,742,480</u>	<u>365,880,153</u>	<u>172,963,864</u>
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(500,366,127)	(356,106,792)	(231,020,700)	(259,272,448)	(251,289,858)
14 Acquisition Of Other Non-Current Assets					
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities		(25,677)	16,970	66,839	682,929
22					
23					
24 Net Cash From Investing Activities	<u>(500,366,127)</u>	<u>(356,132,469)</u>	<u>(231,003,730)</u>	<u>(259,205,609)</u>	<u>(250,606,929)</u>
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt	320,858,727	(221,026,704)	297,897,247	66,903,616	(3,813,947)
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt		268,793,554	(334,945,000)	(77,210,000)	(13,800,000)
29 Dividends Paid		(100,000,000)	(75,000,000)	(100,000,000)	(100,000,000)
30 Other Cash Flows - Financing Activities	(234,721,806)		(3,488,102)		199,081,000
31					
32					
33 Net Cash From Financing Activities	<u>86,136,921</u>	<u>(52,233,150)</u>	<u>(115,535,855)</u>	<u>(110,306,384)</u>	<u>81,467,053</u>
34 Net Increase/(Decrease) In Cash & Equivalents	1,622,725	(195,000)	202,895	(3,631,840)	3,823,988
35 Cash & Equivalents At Beginning Of Year	4,197,735	4,392,735	4,189,840	7,821,680	3,997,692
36 Cash & Cash Equiv. At End Of Year	\$5,820,460	\$4,197,735	\$4,392,735	\$4,189,840	\$7,821,680

NEW YORK STATE ELECTRIC & GAS CORPORATION
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - ELECTRIC
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
ELECTRIC REVENUES					
<u>Bundled</u>					
Residential	\$706,009,386	\$615,694,811	\$589,102,205	\$618,373,699	\$738,680,006
Commercial	149,356,352	132,595,132	126,411,234	130,919,775	257,265,019
Industrial	9,500,630	9,762,819	10,766,434	12,039,544	61,829,810
Other Ultimate Customers	25,761,467	23,753,017	24,395,801	29,195,841	79,437,544
Total Revenues-Ultimate Customers	890,627,835	781,805,779	750,675,674	790,528,859	1,137,212,379
Resales	95,510,145	38,064,981	52,596,311	80,069,896	165,919,292
<u>Revenues from Distribution of Electricity of Others</u>					
Residential	88,578,449	91,164,948	91,422,233	87,657,873	
Commercial	107,933,138	106,611,115	115,299,844	110,929,863	
Industrial	44,888,190	46,396,099	53,448,460	47,597,078	
Other Ultimate Customers	43,912,071	44,425,927	47,020,228	44,915,554	
Other Operating Revenues	108,497,720	159,730,328	130,296,321	132,954,526	113,641,589
Total Electric Operating Revenues	\$1,379,947,547	\$1,268,199,177	\$1,240,759,071	\$1,294,653,649	\$1,416,773,260
KWH SALES (THOUSANDS)					
<u>Bundled</u>					
Residential	5,636,726	5,160,518	5,123,827	5,178,556	6,678,237
Commercial	1,340,059	1,283,678	1,209,002	1,156,592	4,341,857
Industrial	101,759	148,908	164,122	174,937	3,000,078
Other Ultimate Customers	207,857	215,946	268,300	292,425	1,447,809
Total Sales-Ultimate Customers	7,286,401	6,809,050	6,765,251	6,802,510	15,467,981
Resales	2,411,818	1,269,639	1,943,941	2,151,930	3,223,013
<u>Sales to Distribution of Electricity of Others</u>					
Residential	1,336,530	1,405,710	1,494,843	1,598,333	
Commercial	3,234,265	3,176,658	3,234,319	3,326,194	
Industrial	2,735,136	2,827,618	2,872,281	2,866,379	
Other Ultimate Customers	1,124,249	1,144,753	1,145,286	1,141,852	
Total Kilowatt-Hour Sales	18,128,399	16,633,428	17,455,921	17,887,198	18,690,994
AVG CUSTOMERS PER MONTH					
<u>Bundled</u>					
Residential	642,349	622,558	608,584	597,442	763,590
Commercial	69,756	68,447	67,418	65,728	103,583
Industrial	653	687	1,794	736	2,102
Other Ultimate Customers	6,111	6,119	5,930	5,292	14,284
Total Ultimate Customers	718,869	697,811	683,726	669,198	883,559
Resales	7	7		7	7
<u>Customers of Distribution of Electricity of Others</u>					
Residential	133,673	148,970	158,371	166,796	
Commercial	36,909	37,716	38,627	39,168	
Industrial	1,199	1,235	1,280	1,266	
Other Ultimate Customers	8,037	8,051	8,254	8,965	
Total Customers	898,694	893,790	890,258	885,400	883,566
ELECTRIC OPERATING REVENUE RELATIONSHIP					
Residential Sales					
Average Annual Bill Per Customer	\$125	\$989	\$968	\$1,035	\$967
Average KWH Consumption Per Customer	8,775	8,289	8,419	8,668	8,746
Average Revenue Per KWH Sold (Cents)	12.53	11.93	11.50	11.94	11.06
Commercial Sales					
Average Annual Bill Per Customer	\$111	\$1,937	\$1,875	\$1,992	\$2,484
	19,211	18,754	17,933	17,597	41,917
Average Revenue Per KWH Sold (Cents)	11.15	10.33	10.46	11.32	5.93
Industrial Sales					
Average Annual Bill Per Customer	\$93	\$14,211	\$6,001	\$16,358	\$29,415
Average KWH Consumption Per Customer	155,833	216,751	91,484	237,686	1,427,249
Average Revenue Per KWH Sold (Cents)	9.34	6.56	6.56	6.88	2.06
ELECTRIC OPERATION AND MAINTENANCE EXPENSES					
Steam Power Expense					
Nuclear Power Expense					
Hydraulic Power Expense	1,635,669	1,872,762	2,069,741	2,433,406	2,328,032
Other Power Generation Expense	514,303	538,903	436,585	189,342	145,243
Other Power Supply Expense	459,843,762	348,516,984	386,699,310	441,120,690	582,605,606
Total Power Production Expense	461,993,734	350,928,649	389,205,636	443,743,438	585,078,881
Transmission Expense	46,757,069	42,067,514	47,009,643	46,525,932	44,347,292
Regional Market Expense					
Distribution Expense	218,822,805	230,586,356	184,037,028	126,687,591	140,939,114
Customer Account Expense	148,452,429	147,199,442	134,648,986	166,456,601	148,188,075
Sales Expense	6,344,171	7,985,703	5,891,577	7,164,542	7,143,271
Administrative and General	130,754,243	88,542,349	96,599,131	111,757,347	115,354,655
Total Operation & Maintenance Expense	\$1,013,124,451	\$867,310,013	\$857,392,001	\$902,335,451	\$1,041,051,288

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

NEW YORK STATE ELECTRIC & GAS CORPORATION
DISTRIBUTION OF ELECTRIC REVENUES
YEARS ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
1 Total Revenues	\$1,379,947,547	\$1,268,199,177	\$1,240,759,071	\$1,294,653,649	\$1,416,773,260
2 Sales of Electricity (KWHs-000)	18,128,399	16,633,428	17,455,921	17,887,198	18,690,994
DOLLAR AMOUNTS					
3 Fuel and Purchased Power	\$434,770,380	\$313,979,463	\$349,280,451	\$409,199,171	\$560,302,536
4 Wages and Benefits	182,670,029	177,402,307	154,574,677	94,143,419	102,505,917
5 Other Expenses	395,684,042	375,928,243	353,536,873	398,992,861	378,242,835
6 Depreciation & Amortization Expenses	104,744,749	105,699,959	83,015,456	118,618,898	99,450,196
7 Income Taxes-Operating	25,270,035	56,733,099	55,100,632	37,488,644	44,650,887
8 Other Taxes-Operating	120,512,908	121,821,167	110,271,288	108,726,839	104,178,888
9 Capital Costs	116,295,404	116,634,939	134,979,694	127,483,817	127,442,001
10 Total	\$1,379,947,547	\$1,268,199,177	\$1,240,759,071	\$1,294,653,649	\$1,416,773,260
PERCENT OF REVENUE					
11 Fuel and Purchased Power	31.5	24.8	28.2	31.6	39.5
12 Wages and Benefits	13.2	14.0	12.5	7.3	7.2
13 Other Expenses	28.7	29.6	28.5	30.8	26.7
14 Depreciation & Amortization Expenses	7.6	8.3	6.7	9.2	7.0
15 Income Taxes-Operating	1.8	4.5	4.4	2.9	3.2
16 Other Taxes-Operating	8.7	9.6	8.9	8.4	7.4
17 Capital Costs	8.4	9.2	10.9	9.8	9.0
18 Total	100.0	100.0	100.0	100.0	100.0

Notes:

Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Fuel and Purchased Power

Steam - Fuel					
Nuclear - Fuel					
Hydro - Water for Power					
Other Power - Fuel	18,561	9,610	24,532	122,152	19,306
Purchased Power	434,751,819	313,969,853	349,255,919	409,077,019	560,283,230
Total Fuel and Purchased Power	434,770,380	313,979,463	349,280,451	409,199,171	560,302,536
-Fuel and PP related to Sales for Resale					
Fuel and PP - Ultimate Customers	434,770,380	313,979,463	349,280,451	409,199,171	560,302,536

Wages and Benefits

Salaries	134,724,095	167,601,104	153,659,140	108,664,153	100,682,855
Pensions and Benefits	47,945,934	9,801,203	915,537	(14,520,734)	1,823,062
Total Wages and Benefits	182,670,029	177,402,307	154,574,677	94,143,419	102,505,917

Other Expenses

Total O&M Expenses	1,013,124,451	867,310,013	857,392,001	902,335,451	1,041,051,288
-Total Fuel and PP	434,770,380	313,979,463	349,280,451	409,199,171	560,302,536
-Wages and Benefits	182,670,029	177,402,307	154,574,677	94,143,419	102,505,917
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses/Income	395,684,042	375,928,243	353,536,873	398,992,861	378,242,835

Depreciation and Amortization

Depreciation Exp	101,998,333	104,878,588	80,041,899	101,749,641	93,017,611
Amort & Depl of Utility Plant	5,477,327	3,552,282	4,794,164	16,869,257	6,432,585
Amort of Other Utility Plant	(2,730,911)	(2,730,911)	(1,820,607)		
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	104,744,749	105,699,959	83,015,456	118,618,898	99,450,196

Fuel and PP related to Sales for Resale (Not Used)

Total Fuel and PP	434,770,380	313,979,463	349,280,451	409,199,171	560,302,536
divided by Total MWHs	18,128,399	16,633,428	17,455,921	17,887,198	18,690,994
Fuel Cost per KWH	0.0240	0.0189	0.0200	0.0229	0.0300
times Sales for Resale MWHs	2,411,818	1,269,639	1,943,941	2,151,930	3,223,013
Sales for Resale Fuel	57,842,229	23,966,231	38,896,864	49,228,950	96,616,711

NEW YORK STATE ELECTRIC & GAS CORPORATION
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC UTILITY PLANT					
Intangible	\$22,049,271	\$22,049,271	\$21,906,326	\$21,395,375	\$21,395,375
Production					
Steam	658,460	658,460	658,460	658,460	658,460
Nuclear					
Hydraulic	137,637,333	133,163,010	132,867,806	131,832,612	131,832,612
Other	444,060	(1,285,968)	444,060	444,060	444,060
Transmission	1,252,243,281	1,182,014,544	1,042,191,013	950,592,638	924,030,707
Distribution	2,695,519,080	2,551,119,508	2,451,322,959	2,364,133,405	2,314,791,042
Regional Transmission and Market Operation Plant					
General	183,108,446	179,872,646	180,974,458	180,990,603	177,873,454
Electric - Purchased or Sold					
Experimental - Unclassified					
Nuclear Fuel Assemblies					
Total Electric Plant In Service	4,291,659,931	4,067,591,471	3,830,365,082	3,650,047,153	3,571,025,710
Leased To Others					
Held For Future Use	1,327,628	1,327,628	1,327,628	1,327,628	1,327,628
Construction Work in Progress	287,699,063	199,951,388	206,296,357	255,682,248	179,049,632
Aquisition Adjustments					
Total Electric Utility Plant	4,580,686,622	4,268,870,487	4,037,989,067	3,907,057,029	3,751,402,970
Accum. Provision - Depr. & Amort.	2,074,839,603	2,039,451,857	1,968,731,514	1,946,254,753	1,880,924,310
Net Electric Plant	\$2,505,847,019	\$2,229,418,630	\$2,069,257,553	\$1,960,802,276	\$1,870,478,660
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.68	0.57	0.99	0.51	0.59
Total Capitalization	\$2,717,512,570	\$2,520,996,237	\$2,447,101,710	\$2,433,996,483	\$2,446,532,121
<u>Percent Of Capitalization (Incl S-T Debt)</u>					
Long-Term Debt	45.0%	41.6%	51.0%	38.9%	35.9%
Preferred Stock					
Common Stock & Retained Earnings	53.5%	47.5%	48.7%	47.1%	47.0%
Short-Term Debt	1.5%	10.9%	0.2%	14.0%	17.1%
Pretax Coverage of Interest Expense	3.28	4.02	4.51	2.99	3.23
Com. Stock Dividends as a % of Earnings		95.3%	63.1%	101.7%	87.0%
Return on Common Equity	8.1%	8.8%	10.2%	8.6%	10.1%
Internal Cash Generated as a % of Cash Outflows for Construction	83.1%	114.6%	150.1%	141.1%	68.8%
Earnings per Share	\$1.66	\$1.63	\$1.84	\$1.50	\$1.76
Book Value per Share	\$22.54	\$18.56	\$18.48	\$17.52	\$17.57
Dividends per Share		\$1.55	\$1.16	\$1.53	\$1.53
Number of Employees (Electric)	1,289	1,358	1,535	1,565	1,661

Current Assets	396,011,195	404,305,948	380,626,883	324,574,319	402,173,347
Current Liabilities	581,996,383	709,244,268	383,212,558	636,200,205	687,014,734
Total Capitalization	2,717,512,570	2,520,996,237	2,447,101,710	2,433,996,483	2,446,532,121
Long-Term Debt	1,223,333,568	1,049,042,333	1,248,961,457	945,633,462	877,487,959
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	1,453,804,002	1,197,260,350	1,192,240,253	1,147,518,021	1,150,989,162
Short-Term Debt	40,375,000	274,693,554	5,900,000	340,845,000	418,055,000
Pretax Income	208,320,753	244,718,810	271,271,940	247,333,329	246,832,419
Interest Expense	63,531,973	60,933,430	60,160,997	82,636,586	76,350,585
Common Dividends Paid		100,000,000	75,000,000	100,000,000	100,000,000
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	106,905,883	104,967,199	118,887,188	98,321,961	114,978,521
Internal Cash	415,851,931	408,170,619	346,742,480	365,880,153	172,963,864
Cash Outflows for Construction	500,366,127	356,106,792	231,020,700	259,272,448	251,289,858
Shares Outstanding (Millions)	64,508,477	64,508,477	64,508,477	65,508,477	65,508,477
Number of Employees	1,289	1,358	1,535	1,565	1,661
Misc Deferred Debits - Net	209,780,583	223,076,814	821,157,240	962,520,711	1,033,487,354

**NATIONAL GRID
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Electric Utility Plant	\$10,185,150,852	\$9,634,121,102	\$9,095,847,391	\$8,812,518,214	\$8,454,662,239
2 Less Accum. Prov. For Deprec. & Amort.	2,980,582,307	2,820,739,696	2,582,009,916	2,584,815,074	2,622,917,268
3 Net Electric Utility Plant	7,204,568,545	6,813,381,406	6,513,837,475	6,227,703,140	5,831,744,971
4 Gas Utility Plant	2,539,447,273	2,404,033,315	2,258,678,165	2,212,075,113	2,111,091,464
5 Less Accum. Prov. For Deprec. & Amort.	889,411,623	859,396,173	799,853,599	808,061,764	784,312,867
6 Net Gas Utility Plant	1,650,035,650	1,544,637,142	1,458,824,566	1,404,013,349	1,326,778,597
7 Other Utility Plant	281,743,320	276,454,238	276,599,788	349,622,576	346,891,617
8 Less Accum. Prov. For Deprec. & Amort.	94,099,687	91,110,247	89,417,405	154,202,548	140,509,237
9 Net Other Utility Plant	187,643,633	185,343,991	187,182,383	195,420,028	206,382,380
10 Total Utility Plant	13,006,341,445	12,314,608,655	11,631,125,344	11,374,215,903	10,912,645,320
11 Less Accum. Prov. For Deprec. & Amort.	3,964,093,617	3,771,246,116	3,471,280,920	3,547,079,386	3,547,739,372
12 Net Total Utility Plant	9,042,247,828	8,543,362,539	8,159,844,424	7,827,136,517	7,364,905,948
OTHER PROPERTY AND INVESTMENTS					
13 Nonutility Property	11,562,002	11,562,002	11,562,002	11,160,996	11,183,746
14 Accum. Prov. For Deprec. & Amort.	(27,785)	(53,623)	(53,623)	(55,178)	(135,299)
15 Investment in Associated Companies					
16 Investment in Subsidiary Companies	733,807	778,606	867,853	2,570,644	2,641,435
17 Other Investments	6,472,690	5,882,286	4,916,978	5,042,045	4,733,459
18 Other Special Funds	33,923,410	34,447,353	31,419,786	28,869,835	46,041,489
19 Long-Term, Portion of Derivative Assets (175)	16,332,122	855,619	3,491,003	15,719,354	
20 Long-Term, Portion of Derivative Assets - Hedges (176)					
21 Total Other Property and Investments	68,996,246	53,472,243	52,203,999	63,307,696	64,464,830
CURRENT AND ACCRUED ASSETS					
22 Cash	7,367,468	1,081,689	5,834,920	9,587,490	14,053,145
23 Special Deposits	2,733,610	20,515,417	11,665,129	22,325,475	2,207,419
24 Working Funds					
25 Temporary Cash Investments					
26 Notes Receivable					
27 Accounts Receivable	535,058,627	528,345,928	513,419,023	518,427,669	519,074,378
28 Accum. Prov. For Uncollectible Accts.	(148,775,435)	(148,613,954)	(151,628,412)	(113,024,508)	(124,714,314)
29 Notes Receivable from Associated Cos.	600,501,047	182,917,175	579,771,149	305,765,928	761,848,662
30 Accounts Receivable from Assoc. Cos.	11,643,673	72,469,078	60,232,998	49,299,509	29,707,227
31 Materials and Supplies	45,068,292	47,053,177	45,835,683	49,503,367	43,840,870
32 Gas Stored Underground - Current	35,365,060	26,965,736	20,450,786	29,034,838	47,180,301
33 Liquefied Natural Gas in Storage					
34 Prepayments	36,953,969	45,836,349	17,521,150	31,805,734	39,147,570
35 Interest and Dividends Receivable			13,161	13,161	13,161
36 Rents Receivable	12,782,749	7,033,617	3,736,985	4,241,481	7,975,894
37 Accrued Utility Revenue	131,832,567	144,367,294	113,290,673	106,605,771	152,690,243
38 Misc. Current and Accrued Assets	29,411,231	6,767,364	1,925,442	2,288,717	18,987,313
39 Derivative Instrument Assets (Current Portion)					
40 Derivative Instrument Assets - Hedges (Current Portion)	14,522,018	7,118,732	4,801,219	8,103,357	
41 Total Current and Accrued Assets	1,314,464,876	941,857,602	1,226,869,906	1,023,977,989	1,512,011,869
DEFERRED DEBITS					
38 Unamort. Debt Expense	19,547,486	17,453,503	19,544,439	21,716,788	23,801,494
39 Extraordinary Property Losses	3,461,250				
40 Prelim. Survey and Investigation Charges	25,589,460	24,659,470	23,957,693	21,661,932	8,240,486
41 Clearing Accounts	(124,558)	(104,919)	(225,701)	(67,979)	1,063,161
42 Temporary Facilities					
43 Miscellaneous Deferred Debits	936,138,685	1,499,999,299	1,664,750,389	1,793,062,992	1,540,574,912
44 Deferred Losses from Disp. of Utility Plant					
45 Research and Development					
46 Accumulated Deferred Income Taxes	736,311,601	741,319,453	813,813,863	772,986,767	649,977,636
47 Total Deferred Debits	1,720,923,924	2,283,326,806	2,521,840,683	2,609,360,500	2,223,657,689
48 Total Assets and Other Debits	\$12,146,632,874	\$11,822,019,190	\$11,960,759,012	\$11,523,782,702	\$11,165,040,336

**NATIONAL GRID
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$187,364,863	\$187,364,863	\$187,364,863	\$187,364,863	\$187,364,863
Preferred Stock Issued	28,984,701	28,984,701	28,984,701	28,984,701	28,984,701
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock					
Other Paid-in Capital	1,810,363,763	1,773,485,310	1,740,436,335	1,722,516,286	1,722,184,716
Installments Received on Capital Stock					
Capital Stock Expense					
Retained Earnings	1,386,230,139	1,188,971,762	1,483,969,640	1,302,862,789	1,104,061,255
Accumulated Other Comprehensive Income	34,293	2,441,133	1,326,704	991,682	1,636,263
Unapp Undistributed Subsidiary Earnings	(2,746,968)	(2,736,209)	(2,646,962)	(2,600,619)	(2,529,828)
Reacquired Capital Stock					
Total Proprietary Capital	3,410,230,791	3,178,511,560	3,439,435,281	3,240,119,702	3,041,701,970
LONG-TERM DEBT					
Bonds	3,274,165,000	2,465,705,000	2,465,705,000	2,465,705,000	2,540,705,000
Reacquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt		313,760,000	313,760,000	313,760,000	413,760,000
Unamortized Premium on Long-Term Debt					
Unamortized Discount on Long-Term Debt-Debit	(10,982)	(6,716)	(7,416)	(8,116)	(8,814)
Total Long-Term Debt	3,274,154,018	2,779,458,284	2,779,457,584	2,779,456,884	2,954,456,186
CURRENT AND ACCRUED LIABILITIES					
Notes Payable					
Accounts Payable	227,168,684	175,251,699	157,387,202	165,845,064	162,865,180
Notes Payable to Associated Companies				25,000,000	225,000,000
Accounts Payable to Associated Companies	124,590,032	168,963,574	115,357,768	48,021,619	91,452,384
Customer Deposits	30,695,721	32,184,023	30,483,835	30,110,814	29,970,373
Taxes Accrued	71,122,143	121,385,382	35,142,365	43,890,147	68,627,778
Interest Accrued	30,833,981	26,708,077	26,717,400	26,447,479	27,022,754
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	(1,273,992)		2,095,909		1,617,025
Misc. Current and Accrued Liabilities	241,861,035	184,163,770	128,503,453	137,689,305	224,095,869
Derivative Instrument Assets (Current Portion)	5,552,387	14,526,710	33,436,957	53,131,837	
Derivative Instrument Assets - Hedges (Current Portion)	2,026,656	1,954,832	43,669	4,368,313	
Total Current and Accrued Liabilities	732,576,647	725,138,067	529,168,558	534,504,578	830,651,363
DEFERRED CREDITS					
Customer Advances for Construction	3,839,233	4,961,398	4,418,796	3,972,624	2,956,126
Other Deferred Credits	2,217,753,030	2,524,302,223	1,269,564,671	2,158,812,168	1,827,322,300
Accumulated Deferred Investment Tax Credits	13,518,460	14,346,995	16,135,214	18,114,617	20,521,889
Deferred Gains from Disposition of Utility Plant					
Accumulated Deferred Income Taxes	1,841,681,335	1,823,686,085	2,843,317,845	2,719,607,977	2,423,277,740
Total Deferred Credits	4,076,792,058	4,367,296,701	4,133,436,526	4,900,507,386	4,274,078,055
OPERATING RESERVES					
Property Insurance Reserve					30,196,856
Injuries and Damage Reserve	25,178,765	25,554,080	23,598,595	23,048,176	23,187,574
Pension and Benefits Reserve	272,246,591	359,077,929	655,159,174		
Miscellaneous Operating Reserves	339,789,898	359,631,704	371,053,548		10,768,332
Total Operating Reserves	637,215,254	744,263,713	1,049,811,317	23,048,176	64,152,762
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities	1,131,038	11,913,778	13,787,685	34,846,892	
Long-Term Portion of Derivative Instrument Liabilities - Hedges					
Asset Retirement Obligations	14,533,068	15,437,087	15,662,061	11,299,084	
Total Other Noncurrent Liabilities	15,664,106	27,350,865	29,449,746	46,145,976	
Total Liabilities and Other Credits	\$12,146,632,874	\$11,822,019,190	\$11,960,759,012	\$11,523,782,702	\$11,165,040,336

NATIONAL GRID
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC OPERATING INCOME					
1 Operating Revenues	\$2,601,981,039	\$2,446,693,772	\$2,292,092,933	\$2,491,565,831	\$2,797,558,120
Operating Expense:					
2 Operation Expense	1,514,398,831	1,370,294,748	1,318,997,083	1,570,644,897	1,872,528,503
3 Maintenance Expense	272,687,524	220,190,899	176,749,705	173,528,841	206,689,906
4 Depreciation Expense	229,639,100	209,689,197	197,517,665	192,503,113	181,573,968
5 Depreciation Expense for Asset Retirement Costs				10,245	
6 Amort. and Depletion of Utility Plant	1,304,094	1,130,866	1,028,711	985,554	930,643
7 Amort. of Utility Plant Acq. Adj.	29,367,199	(11,326,719)	(1,017,011)	567,603	(14,351,357)
8 Amort of Property Losses					
9 Amort of Conversion Expenses					
10 Taxes Other than Income Taxes	228,499,659	218,049,708	205,719,197	206,500,742	204,469,212
11 Income Taxes	52,446,173	106,264,924	109,773,608	97,428,750	95,880,782
12 Gains from Disposition of Util. Plant		290,785			
13 Losses from Disposition of Util. Plant	(305)		544,364	(2,218)	
14 Accretion Expense					
15 Total Operating Expenses	2,328,342,275	2,114,002,838	2,009,313,322	2,242,167,527	2,547,721,657
16 Net Operating Revenues	273,638,764	332,690,934	282,779,611	249,398,304	249,836,463
17 Other Electric Utility Operating Income					
18 Total Electric Utility Operating Income	273,638,764	332,690,934	282,779,611	249,398,304	249,836,463
GAS OPERATING INCOME					
19 Operating Revenues	623,143,301	557,449,458	484,179,615	528,152,740	627,583,917
Operating Expense:					
20 Operation Expense	403,132,802	339,447,483	281,590,486	325,645,426	431,946,612
21 Maintenance Expense	29,578,963	26,730,788	25,467,411	27,497,188	28,616,765
22 Depreciation Expense	52,084,386	50,008,886	48,818,778	47,246,549	44,907,838
23 Amort. and Depletion of Utility Plant	62,462	46,920	50,606	30,590	333
24 Amort. of Utility Plant Acq. Adj.	(1,944,110)	2,116,686	1,391,007	(1,668,668)	(12,666,738)
25 Amort of Property Losses					
26 Amort of Conversion Expenses					
27 Taxes Other than Income Taxes	57,781,517	52,827,562	51,039,502	50,105,189	49,142,941
28 Income Taxes	14,005,608	21,153,056	20,580,524	23,221,622	25,489,497
29 Gains from Disposition of Util. Plant					
30 Losses from Disposition of Util. Plant		39,277			
31 Total Operating Expenses	554,701,628	492,370,658	428,938,314	472,077,896	567,437,248
32 Net Operating Revenues	68,441,673	65,078,800	55,241,301	56,074,844	60,146,669
33 Other Gas Utility Operating Income					
34 Total Gas Utility Operating Income	68,441,673	65,078,800	55,241,301	56,074,844	60,146,669
35 Other Utility Operating Income	2,224,611	92,790	103,113	67,736	274,792
36 Total Utility Operating Income	\$344,305,048	\$397,862,524	\$338,124,025	\$305,540,884	\$310,257,924

NATIONAL GRID
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch., Jobbing & Contract Work					
Income from Nonutility Operations	(5,920,012)	(7,711,592)	(3,604,992)	(3,789,523)	(6,311,523)
Nonoperating Rental Income	23,187	43,437	435,194	358,671	192,752
Equity in Earnings of Subsidiary Companies	(10,759)	(89,247)	(46,343)	(70,791)	(98,711)
Interest and Dividend Income	8,007,020	22,165,637	10,321,715	6,721,420	4,107,510
Allowance for Funds Used During Construction	13,602,040	11,831,665	10,018,121	10,305,589	15,596,868
Miscellaneous Nonoperating Income	1,332,383	2,093,486	585,230	588,790	3,533,391
Gain on Disposition of Property					
Total Other Income	17,033,859	28,333,386	17,708,925	14,114,156	17,020,287
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property		3,501	1,656,448	105	6,733
Miscellaneous Amortization					
Miscellaneous Income Deductions	11,119,189	2,032,730	22,678,924	5,484,480	12,273,593
Total Other Income Deductions	11,119,189	2,036,231	24,335,372	5,484,585	12,280,326
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes	558,425	556,312	559,717	563,639	546,931
Income Taxes	(4,586,425)	2,880,936	(8,584,184)	(3,860,183)	(6,898,205)
Total Taxes-Other Income & Deductions	(4,028,000)	3,437,248	(8,024,467)	(3,296,544)	(6,351,274)
Net Other Income and Deductions	9,942,670	22,859,907	1,398,020	11,926,115	11,091,235
INTEREST CHARGES					
Interest on Long-term Debt	115,084,668	107,692,297	101,199,884	100,042,837	89,759,019
Amortization of Debt Discount and Expense	4,188,545	4,444,350	4,861,836	5,609,098	6,299,767
Amortization of Premium on Debt-Credit					
Interest on Debt to Associated Company			58,584	170,984	72,105
Other Interest Expense	36,666,390	52,612,412	33,890,772	21,465,921	5,300,823
Total Interest Charges	155,939,603	164,749,059	140,011,076	127,288,840	101,431,714
Income Before Extraordinary Items	198,308,115	255,973,372	199,510,969	190,178,159	219,917,445
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$198,308,115	\$255,973,372	\$199,510,969	\$190,178,159	\$219,917,445
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP) 1	1,188,971,762	1,483,969,640	1,285,472,825	1,113,674,336	885,105,595
Balance Transferred from Income	198,318,874	256,062,619	199,557,312	190,248,950	220,016,156
Appropriations of Retained Earnings					
Dividends Declared-Preferred Stock	1,060,497	1,060,497	1,060,497	1,060,497	1,060,497
Dividends Declared-Common Stock		550,000,000			
Adjustments to Retained Earnings					
Net Change to Unapp. Retained Earnings	197,258,377	(294,997,878)	198,496,815	189,188,453	218,955,659
Unappropriated Retained Earnings (EOP)	1,386,230,139	1,188,971,762	1,483,969,640	1,302,862,789	1,104,061,255
Appropriated Retained Earnings (EOP)					
Total Retained Earnings	\$1,386,230,139	\$1,188,971,762	\$1,483,969,640	\$1,302,862,789	\$1,104,061,255

Notes:

Beginning in 1996, the debt component of AFDUC is included with other interest expense.

Retained Earnings is Being Restated. This creates the mismatch between ending 2002 and beginning 2002.

**NATIONAL GRID
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
1 Net Income	\$198,308,115	\$255,973,372	\$199,510,969	\$190,178,159	\$219,917,445
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	313,547,926	256,110,186	252,651,592	245,284,084	206,672,405
3 Deferred Taxes & ITCs	9,867,096	(13,391,150)	87,832,522	153,357,059	24,062,120
4 Receivables and Inventory	(6,180,062)	(60,047,060)	49,683,880	51,258,754	(19,914,467)
5 Payables and Accrued Expenses	95,885,669	156,014,865	(30,299,750)	(48,520,765)	119,315,165
6 Regulatory Assets (Net)	81,863,722	197,465,918	197,750,494	(259,284,882)	153,201,310
7 Capitalized AFUDC - Equity	(13,602,040)	(11,831,665)	(10,018,121)	(10,305,589)	(15,596,868)
8 Undistributed Earnings of Affiliates	10,759	89,247	46,343	70,791	98,711
9 Other Adjustments	(30,734,623)	(64,309,002)	52,579,469	132,834,458	(35,373,401)
10				215,121,563	(39,137,932)
11				17,441,582	64,325,836
12 Net Cash From Operating Activities	648,966,562	716,074,711	799,737,398	687,435,214	677,570,324
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(749,671,817)	(629,407,505)	(586,591,785)	(692,758,401)	(657,567,576)
14 Acquisition Of Other Non-Current Assets				(308,586)	(672,473)
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities	(404,430,276)	426,920,125	(233,918,994)	175,878,547	(447,345,349)
22					
23					
24 Net Cash From Investing Activities	(1,154,102,093)	(202,487,380)	(820,510,779)	(517,188,440)	(1,105,585,398)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt	494,700,000	32,719,935	18,081,308	(173,651,932)	438,162,222
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt					
29 Dividends Paid	(1,060,497)	(551,060,497)	(1,060,497)	(1,060,497)	(1,060,497)
30 Other Cash Flows - Financing Activities					(6,227,105)
31					
32					
33 Net Cash From Financing Activities	493,639,503	(518,340,562)	17,020,811	(174,712,429)	430,874,620
34 Net Increase/(Decrease) In Cash & Equivalents	(11,496,028)	(4,753,231)	(3,752,570)	(4,465,655)	2,859,546
35 Cash & Equivalents At Beginning Of Year	21,597,106	5,834,920	9,587,490	14,053,145	11,193,599
36 Cash & Cash Equiv. At End Of Year	\$10,101,078	\$1,081,689	\$5,834,920	\$9,587,490	\$14,053,145

Notes:

1998 result impacted by non-recurring charge related to Niagara Mohawk's Master Restructuring Agreement.

NATIONAL GRID
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - ELECTRIC
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
ELECTRIC REVENUES					
<u>Bundled</u>					
Residential	\$1,295,349,921	\$1,244,399,075	\$1,216,840,407	\$1,271,533,330	\$1,390,268,998
Commercial	330,455,990	294,245,175	282,419,062	302,745,426	407,356,038
Industrial	57,910,684	49,816,324	45,280,123	54,848,609	83,042,881
Other Ultimate Customers	20,216,814	19,393,340	15,770,063	19,754,148	27,516,261
Total Revenues-Ultimate Customers	1,703,933,409	1,607,853,914	1,560,309,655	1,648,881,513	1,908,184,178
Resales	596,785	556,778	7,493,801	14,544,091	28,144,457
<u>Revenues from Distribution of Electricity of Others</u>					
Residential	151,732,459	159,754,705	169,588,690	184,606,600	
Commercial	332,848,152	369,465,303	361,788,580	369,229,600	
Industrial	106,069,884	115,441,636	105,633,080	105,677,900	
Other Ultimate Customers					
Other Operating Revenues	306,800,350	193,621,436	87,279,127	168,626,127	861,229,485
Total Electric Operating Revenues	\$2,601,981,039	\$2,446,693,772	\$2,292,092,933	\$2,491,565,831	\$2,797,558,120
KWH SALES (THOUSANDS)					
<u>Bundled</u>					
Residential	9,952,519	9,134,204	9,291,884	9,157,873	8,914,956
Commercial	3,340,677	3,089,384	3,068,317	2,895,868	3,155,263
Industrial	907,388	893,575	895,836	917,905	998,186
Other Ultimate Customers	67,086	67,588	57,903	65,073	84,191
Total Sales-Ultimate Customers	14,267,670	13,184,751	13,313,940	13,036,719	13,152,596
Resales	6,215	5,906	286,874	427,313	467,882
<u>Sales to Distribution of Electricity of Others</u>					
Residential	2,116,344	2,113,085	2,308,253	2,561,335	
Commercial	9,391,153	9,346,525	9,470,113	9,770,991	
Industrial	9,518,591	9,054,676	8,806,826	9,062,143	
Other Ultimate Customers					
Total Kilowatt-Hour Sales	35,299,973	33,704,943	34,186,007	34,858,501	13,620,478
AVG CUSTOMERS PER MONTH					
<u>Bundled</u>					
Residential	1,269,781	1,243,100	1,220,352	1,190,556	1,164,691
Commercial	104,751	102,134	99,568	95,771	94,303
Industrial	546	542	545	551	569
Other Ultimate Customers	2,892	2,922	2,950	3,237	3,431
Total Ultimate Customers	1,377,970	1,348,698	1,323,415	1,290,115	1,262,994
Resales	135	135	135	136	136
<u>Customers of Distribution of Electricity of Others</u>					
Residential	231,640	250,598	264,515	23,825	
Commercial	68,421	69,264	70,240	6,000	
Industrial	1,026	1,037	1,045	88	
Other Ultimate Customers					
Total Customers	1,679,192	1,669,732	1,659,350	1,320,164	1,263,130
ELECTRIC OPERATING REVENUE RELATIONSHIP					
Residential Sales					
Average Annual Bill Per Customer	\$1,020	\$1,001	\$997	\$1,068	\$1,194
Average KWH Consumption Per Customer	7,838	7,348	7,614	7,692	7,654
Average Revenue Per KWH Sold (Cents)	13.02	13.62	13.10	13.88	15.59
Commercial Sales					
Average Annual Bill Per Customer	\$3,155	\$2,881	\$2,836	\$3,161	\$4,320
Average KWH Consumption Per Customer	31,892	30,248	30,816	30,237	33,459
Average Revenue Per KWH Sold (Cents)	9.89	9.52	9.20	10.45	12.91
Industrial Sales					
Average Annual Bill Per Customer	\$106,064	\$91,912	\$83,083	\$99,544	\$145,945
Average KWH Consumption Per Customer	1,661,883	1,648,662	1,643,736	1,665,889	1,754,281
Average Revenue Per KWH Sold (Cents)	6.38	5.57	5.05	5.98	8.32
ELECTRIC OPERATION AND MAINTENANCE EXPENSES					
Steam Power Expense					
Nuclear Power Expense					
Hydraulic Power Expense					
Other Power Generation Expense					
Other Power Supply Expense	740,036,204	702,730,223	678,855,535	751,963,762	985,843,321
Total Power Production Expense	740,036,204	702,730,223	678,855,535	751,963,762	985,843,321
Transmission Expense	81,040,160	78,663,892	72,612,371	103,642,693	124,473,985
Regional Market Expense	5,411,455	4,678,558	4,586,506	4,661,110	
Distribution Expense	323,149,609	292,340,388	239,048,998	218,069,295	257,711,084
Customer Account Expense	308,512,194	140,159,357	128,305,688	298,360,935	317,252,286
Sales Expense	1,135,165	679,910	1,726,738	2,091,600	1,278,395
Administrative and General	327,801,568	371,233,319	370,610,952	365,384,343	392,659,338
Total Operation & Maintenance Expense	\$1,787,086,355	\$1,590,485,647	\$1,495,746,788	\$1,744,173,738	\$2,079,218,409

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

**NATIONAL GRID
DISTRIBUTION OF ELECTRIC REVENUES
YEARS ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
1 Total Revenues	\$2,601,981,039	\$2,446,693,772	\$2,292,092,933	\$2,491,565,831	\$2,797,558,120
2 Sales of Electricity (KWHs-000)	35,299,973	33,704,943	34,186,007	34,858,501	13,620,478
DOLLAR AMOUNTS					
3 Fuel and Purchased Power	\$740,000,496	\$702,730,223	\$678,855,535	\$751,963,762	\$985,843,321
4 Wages and Benefits	337,707,542	357,123,175	324,391,613	313,474,620	339,269,162
5 Other Expenses	709,378,012	530,341,464	493,044,004	678,733,138	754,105,926
6 Depreciation & Amortization Expenses	260,310,393	199,493,344	197,529,365	194,056,270	168,094,440
7 Income Taxes-Operating	52,446,173	106,264,924	109,773,608	97,428,750	95,880,782
8 Other Taxes-Operating	228,499,659	218,049,708	205,719,197	206,500,742	204,469,212
9 Capital Costs	273,638,764	332,690,934	282,779,611	249,408,549	249,895,277
10 Total	\$2,601,981,039	\$2,446,693,772	\$2,292,092,933	\$2,491,565,831	\$2,797,558,120
PERCENT OF REVENUE					
11 Fuel and Purchased Power	28.4	28.7	29.6	30.2	35.2
12 Wages and Benefits	13.0	14.6	14.2	12.6	12.1
13 Other Expenses	27.3	21.7	21.5	27.2	27.0
14 Depreciation & Amortization Expenses	10.0	8.2	8.6	7.8	6.0
15 Income Taxes-Operating	2.0	4.3	4.8	3.9	3.4
16 Other Taxes-Operating	8.8	8.9	9.0	8.3	7.3
17 Capital Costs	10.5	13.6	12.3	10.0	8.9
18 Total	100.0	100.0	100.0	100.0	100.0

Notes:

(1) Includes Sales for Resale

(2) Large increase in other expenses in 1996 was due to an increase in uncollectible expense of \$72.3 million.

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Fuel and Purchased Power

Steam - Fuel					
Nuclear - Fuel					
Hydro - Water for Power					
Other Power - Fuel					
Purchased Power	740,000,496	702,730,223	678,855,535	751,963,762	985,843,321
Total Fuel and Purchased Power	740,000,496	702,730,223	678,855,535	751,963,762	985,843,321
-Fuel and PP related to Sales for Resale					
Fuel and PP - Ultimate Customers	740,000,496	702,730,223	678,855,535	751,963,762	985,843,321

Wages and Benefits

Salaries	237,049,427	264,766,690	238,085,448	229,688,594	239,688,238
Pensions and Benefits	100,658,115	92,356,485	86,306,165	83,786,026	99,580,924
Total Wages and Benefits	337,707,542	357,123,175	324,391,613	313,474,620	339,269,162

Other Expenses

Total O&M Expenses	1,787,086,355	1,590,485,647	1,495,746,788	1,744,173,738	2,079,218,409
-Total Fuel and PP	740,000,496	702,730,223	678,855,535	751,963,762	985,843,321
-Wages and Benefits	337,707,542	357,123,175	324,391,613	313,474,620	339,269,162
-Other Gains		290,785			
+Other Losses	(305)		544,364	(2,218)	
-Other Revenues					
Other Expenses/Income	709,378,012	530,341,464	493,044,004	678,733,138	754,105,926

Depreciation and Amortization

Depreciation Exp	229,639,100	209,689,197	197,517,665	192,503,113	181,515,154
Amort & Depl of Utility Plant	1,304,094	1,130,866	1,028,711	985,554	930,643
Amort of Other Utility Plant	29,367,199	(11,326,719)	(1,017,011)	567,603	(14,351,357)
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	260,310,393	199,493,344	197,529,365	194,056,270	168,094,440

Fuel and PP related to Sales for Resale (Not Used)

Total Fuel and PP	740,000,496	702,730,223	678,855,535	751,963,762	985,843,321
divided by Total MWHs	35,299,973	33,704,943	34,186,007	34,858,501	13,620,478
Fuel Cost per KWH	0.0210	0.0208	0.0199	0.0216	0.0724
times Sales for Resale MWHs	6,215	5,906	286,874	427,313	467,882
Sales for Resale Fuel	130,286	123,137	5,696,658	9,217,949	33,865,063

NATIONAL GRID
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC UTILITY PLANT					
Intangible	\$7,627,081	\$7,387,732	\$6,357,778	\$6,357,778	\$6,357,778
Production					
Steam					
Nuclear					
Hydraulic					8,220
Other	1,853,763	1,607,861			
Transmission	3,177,956,447	2,936,283,121	2,818,379,704	2,618,569,350	2,398,599,680
Distribution	6,317,063,612	6,067,460,472	5,722,203,084	5,593,390,926	5,339,295,234
Regional Transmission and Market Operation Plant					
General	302,109,473	287,515,607	294,733,117	337,940,170	319,857,742
Electric - Purchased or Sold					
Experimental - Unclassified					
Nuclear Fuel Assemblies					
Total Electric Plant In Service	9,806,610,376	9,300,254,793	8,841,673,683	8,556,258,224	8,064,118,654
Leased To Others	3,425,127	3,425,127	3,425,127	3,425,127	3,425,127
Held For Future Use					
Construction Work in Progress	375,115,349	330,441,182	250,748,581	252,834,863	387,118,458
Aquisition Adjustments					
Total Electric Utility Plant	10,185,150,852	9,634,121,102	9,095,847,391	8,812,518,214	8,454,662,239
Accum. Provision - Depr. & Amort.	2,980,582,307	2,820,739,696	2,582,009,916	2,584,815,074	2,622,917,268
Net Electric Plant	\$7,204,568,545	\$6,813,381,406	\$6,513,837,475	\$6,227,703,140	\$5,831,744,971
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.79	1.30	2.32	1.92	1.82
Total Capitalization	\$6,684,384,809	\$5,957,969,844	\$6,218,892,865	\$6,044,576,586	\$6,221,158,156
<u>Percent Of Capitalization (Incl S-T Debt)</u>					
Long-Term Debt	49.0%	46.7%	44.7%	46.0%	47.5%
Preferred Stock	0.4%	0.5%	0.5%	0.5%	0.5%
Common Stock & Retained Earnings	50.6%	52.9%	54.8%	53.1%	48.4%
Short-Term Debt				0.4%	3.6%
Pretax Coverage of Interest Expense	2.67	3.34	3.29	3.41	4.30
Com. Stock Dividends as a % of Earnings		215.8%			
Return on Common Equity	6.0%	7.8%	6.0%	6.1%	7.6%
Internal Cash Generated as a % of					
Cash Outflows for Construction *	86.6%	113.8%	136.3%	99.2%	103.0%
Earnings per Share	\$1.05	\$1.36	\$1.06	\$1.01	\$1.17
Book Value per Share	\$18.05	\$16.81	\$18.20	\$17.14	\$16.08
Dividends per Share		\$2.94			
Number of Employees (Electric)	3,431	3,537	3,510	3,412	3,498

Notes:

* 1998 result impacted by non-recurring charge related to Niagara Mohawk's Master Restructuring Agreement.

Current Assets	1,314,464,876	941,857,602	1,226,869,906	1,023,977,989	1,512,011,869
Current Liabilities	732,576,647	725,138,067	529,168,558	534,504,578	830,651,363
Total Capitalization	6,684,384,809	5,957,969,844	6,218,892,865	6,044,576,586	6,221,158,156
Long-Term Debt	3,274,154,018	2,779,458,284	2,779,457,584	2,779,456,884	2,954,456,186
Preferred Stock	28,984,701	28,984,701	28,984,701	28,984,701	28,984,701
Common Stock and Retained Earnings (Excl. Preferred Stock)	3,381,246,090	3,149,526,859	3,410,450,580	3,211,135,001	3,012,717,269
Short-Term Debt				25,000,000	225,000,000
Pretax Income	416,113,074	551,021,347	461,291,993	434,257,188	435,821,233
Interest Expense	155,939,603	164,749,059	140,011,076	127,288,840	101,431,714
Common Dividends Paid		550,000,000			
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	197,247,618	254,912,875	198,450,472	189,117,662	218,856,948
Internal Cash	648,966,562	716,074,711	799,737,398	687,435,214	677,570,324
Cash Outflows for Construction	749,671,817	629,407,505	586,591,785	692,758,401	657,567,576
Shares Outstanding (Millions)	187,364,863	187,364,863	187,364,863	187,364,863	187,364,863
Number of Employees (Electric)	3,431	3,537	3,510	3,412	3,498
Misc Deferred Debits - Net	(1,281,614,345)	(1,024,302,924)	(365,749,176)	(365,749,176)	(286,747,388)

ORANGE AND ROCKLAND UTILITIES, INC.
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Electric Utility Plant	\$1,460,165,494	\$1,392,830,742	\$1,314,187,469	\$1,252,161,486	\$1,194,091,561
2 Less Accum. Prov. For Deprec. & Amort.	456,396,519	436,762,461	409,341,871	386,903,375	366,124,930
3 Net Electric Utility Plant	1,003,768,975	956,068,281	904,845,598	865,258,111	827,966,631
4 Gas Utility Plant	825,311,744	766,764,936	716,214,543	673,466,467	636,633,982
5 Less Accum. Prov. For Deprec. & Amort.	253,624,953	237,235,523	223,042,765	210,399,496	197,966,249
6 Net Gas Utility Plant	571,686,791	529,529,413	493,171,778	463,066,971	438,667,733
7 Other Utility Plant	295,731,046	270,457,571	245,661,072	222,493,682	212,363,062
8 Less Accum. Prov. For Deprec. & Amort.	121,273,534	109,734,550	100,184,327	93,591,368	95,612,685
9 Net Other Utility Plant	174,457,512	160,723,021	145,476,745	128,902,314	116,750,377
10 Total Utility Plant	2,581,208,284	2,430,053,249	2,276,063,084	2,148,121,635	2,043,088,605
11 Less Accum. Prov. For Deprec. & Amort.	831,295,006	783,732,534	732,568,963	690,894,239	659,703,864
12 Net Total Utility Plant	1,749,913,278	1,646,320,715	1,543,494,121	1,457,227,396	1,383,384,741
OTHER PROPERTY AND INVESTMENTS					
13 Nonutility Property	30,726	30,726	30,725	30,725	42,409
14 Accum. Prov. For Deprec. & Amort.	(34,534)	(34,534)	(46,218)	(46,218)	(53,077)
15 Investment in Associated Companies					
16 Investment in Subsidiary Companies	308,740,224	293,856,590	280,410,090	268,958,324	259,202,927
17 Other Investments					
18 Other Special Funds					479,681
19 Long-Term, Portion of Derivative Assets (175)					
20 Long-Term, Portion of Derivative Assets - Hedges (176)	748,689	966,594	83,496	37,357	
21 Total Other Property and Investments	309,485,105	294,819,376	280,478,093	268,980,188	259,671,940
CURRENT AND ACCRUED ASSETS					
22 Cash	(4,621,054)	(6,002,367)	(7,432,419)	(5,799,293)	4,556,584
23 Special Deposits					
24 Working Funds	35,249	31,494	73,451	82,707	122,911
25 Temporary Cash Investments	28,250,000	1,575,000	8,275,000	14,425,000	
26 Notes Receivable					
27 Accounts Receivable	80,601,295	68,060,117	56,528,202	50,885,285	75,362,149
28 Accum. Prov. For Uncollectible Accts.	(5,245,157)	(4,421,740)	(4,576,474)	(4,731,636)	(5,939,093)
29 Notes Receivable from Associated Cos.					
30 Accounts Receivable from Assoc. Cos.	19,311,402	12,467,714	12,363,657	27,557,887	36,164,313
31 Materials and Supplies	17,247,858	16,570,058	14,985,986	15,695,068	16,377,910
32 Gas Stored Underground - Current	12,035,444	11,577,021	10,253,453	11,702,613	16,233,322
33 Liquefied Natural Gas in Storage	283,270				
34 Prepayments	27,246,758	25,749,048	25,791,356	25,430,391	23,656,010
35 Interest and Dividends Receivable					
36 Rents Receivable					
37 Accrued Utility Revenue	30,250,648	36,953,394	38,968,654	24,831,422	34,734,844
38 Misc. Current and Accrued Assets	24,656,516	37,699,803	28,058,100	23,708,484	20,435,250
39 Derivative Instrument Assets (Current Portion)	1,804,235	2,870,584	333,401		
40 Derivative Instrument Assets - Hedges (Current Portion)			(83,496)	271,299	
41 Total Current and Accrued Assets	231,856,464	203,130,126	183,538,871	184,059,228	221,704,200
DEFERRED DEBITS					
42 Unamort. Debt Expense	5,247,317	4,693,558	7,115,344	4,687,900	5,086,241
43 Extraordinary Property Losses					
44 Prelim. Survey and Investigation Charges					
45 Clearing Accounts					
46 Temporary Facilities					
47 Miscellaneous Deferred Debits	384,923,194	411,810,131	525,129,072	561,550,128	628,837,165
48 Deferred Losses from Disp. of Utility Plant				15,297,839	
49 Research and Development					(1,038,166)
50 Accumulated Deferred Income Taxes	275,509,457	262,889,374	339,201,732	66,443,324	61,153,788
51 Total Deferred Debits	665,679,968	679,393,063	871,446,148	647,979,191	694,039,028
52 Total Assets and Other Debits	\$2,956,934,815	\$2,823,663,280	\$2,878,957,233	\$2,558,246,003	\$2,558,799,909

ORANGE AND ROCKLAND UTILITIES, INC.
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000
Preferred Stock Issued					
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock	194,507,223	194,507,223	194,507,223	194,507,223	194,507,223
Other Paid-in Capital	154,564,651	129,564,651	129,547,630	109,564,651	109,564,651
Installments Received on Capital Stock					
Capital Stock Expense	(166,651)	(166,651)	(166,651)	(166,651)	(166,651)
Retained Earnings	41,830,307	43,513,391	37,133,904	33,227,715	76,920,226
Accumulated Other Comprehensive Income	(11,611,631)	(20,074,149)	(20,931,426)	(24,626,292)	
Unapp Undistributed Subsidiary Earnings	333,349,222	318,465,587	305,019,088	292,208,259	243,811,118
Reaquired Capital Stock					
Total Proprietary Capital	712,478,121	665,815,052	645,114,768	604,719,905	624,641,567
LONG-TERM DEBT					
Bonds					
Reaquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt	760,000,000	660,000,000	660,000,000	660,000,000	579,000,000
Unamortized Premium on Long-Term Debt					
Unamortized Discount on Long-Term Debt-Debit	(799,114)	(836,587)	(877,015)	(927,735)	(253,728)
Total Long-Term Debt	759,200,886	659,163,413	659,122,985	659,072,265	578,746,272
CURRENT AND ACCRUED LIABILITIES					
Notes Payable	53,456,168	95,973,323	69,971,422	59,979,395	75,990,526
Accounts Payable	62,523,380	58,861,135	40,827,552	39,981,346	129,589,789
Notes Payable to Associated Companies	20,350,000	20,350,000	20,350,000	20,350,000	20,350,000
Accounts Payable to Associated Companies	39,980,638	44,093,763	37,894,880	22,900,774	38,127,105
Customer Deposits	9,296,463	9,014,026	9,211,281	9,333,101	9,688,600
Taxes Accrued	2,732,532	3,110,226	3,103,965	2,929,542	573,018
Interest Accrued	9,066,658	8,189,394	8,079,649	9,065,449	6,601,489
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	120,846	50,190	96,343	321,904	285,544
Misc. Current and Accrued Liabilities	181,495,917	185,942,558	169,278,455	157,947,440	73,196,220
Derivative Instrument Assets (Current Portion)	7,111,669	2,717,968	4,027,652		
Derivative Instrument Assets - Hedges (Current Portion)				9,039,224	
Total Current and Accrued Liabilities	386,134,271	428,302,583	362,841,199	331,848,173	354,402,291
DEFERRED CREDITS					
Customer Advances for Construction	16,347,581	20,312,945	2,580,963	2,425,684	1,847,136
Other Deferred Credits	266,248,579	232,913,476	119,431,692	114,401,139	100,769,739
Accumulated Deferred Investment Tax Credits	595,559	711,471	845,570	1,039,179	1,061,360
Deferred Gains from Disposition of Utility Plant					
Accumulated Deferred Income Taxes	523,733,916	497,812,109	773,254,076	489,321,396	465,538,054
Total Deferred Credits	806,925,635	751,750,001	896,112,301	607,187,399	569,216,289
OPERATING RESERVES					
Property Insurance Reserve					
Injuries and Damage Reserve	5,540,846	5,392,737	5,999,700	6,070,404	9,291,475
Pension and Benefits Reserve	277,568,877	304,466,088	303,539,894	346,758,157	420,753,035
Miscellaneous Operating Reserves	4,701,294	1,986,329	258,636	266,636	1,748,980
Total Operating Reserves	287,811,017	311,845,154	309,798,230	353,095,197	431,793,490
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities					
Long-Term Portion of Derivative Instrument Liabilities - Hedges	4,384,885	6,787,077	5,967,750	2,323,065	
Asset Retirement Obligations					
Total Other Noncurrent Liabilities	4,384,885	6,787,077	5,967,750	2,323,065	
Total Liabilities and Other Credits	\$2,956,934,815	\$2,823,663,280	\$2,878,957,233	\$2,558,246,003	\$2,558,799,909

ORANGE AND ROCKLAND UTILITIES, INC.
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC OPERATING INCOME					
1 Operating Revenues	\$487,616,347	\$487,985,143	\$468,989,029	\$496,666,297	\$524,941,761
Operating Expense:					
2 Operation Expense	286,915,554	272,268,976	261,744,430	295,636,501	324,360,468
3 Maintenance Expense	33,903,047	34,570,283	35,362,929	40,283,408	41,611,895
4 Depreciation Expense	39,125,089	37,251,845	35,245,122	37,116,540	35,298,189
5 Depreciation Expense for Asset Retirement Costs					
6 Amort. and Depletion of Utility Plant	8,168,434	5,983,297	4,901,172	3,709,680	3,438,435
7 Amort. of Utility Plant Acq. Adj.	7,540,000	7,540,000	7,540,000		
8 Amort of Property Losses					
9 Amort of Conversion Expenses					
10 Taxes Other than Income Taxes	49,846,429	51,104,096	49,621,145	41,522,281	40,876,416
11 Income Taxes	10,799,708	22,502,282	21,815,187	21,249,407	20,308,800
12 Gains from Disposition of Util. Plant					
13 Losses from Disposition of Util. Plant					12,102
14 Accretion Expense					
15 Total Operating Expenses	436,298,261	431,220,779	416,229,985	439,517,817	465,906,305
16 Net Operating Revenues	51,318,086	56,764,364	52,759,044	57,148,480	59,035,456
17 Other Electric Utility Operating Income					
18 Total Electric Utility Operating Income	51,318,086	56,764,364	52,759,044	57,148,480	59,035,456
GAS OPERATING INCOME					
19 Operating Revenues	249,955,452	232,198,695	184,524,165	167,719,978	212,226,718
Operating Expense:					
20 Operation Expense	154,959,478	132,448,989	93,540,238	105,001,600	144,181,950
21 Maintenance Expense	6,817,933	8,681,632	9,345,621	8,926,651	9,919,741
22 Depreciation Expense	18,975,152	17,653,274	16,161,873	15,983,510	14,157,768
23 Amort. and Depletion of Utility Plant	2,206,101	1,948,534	1,777,794	1,825,266	1,673,204
24 Amort. of Utility Plant Acq. Adj.	1,005,000	1,005,000	1,005,000		
25 Amort of Property Losses					
26 Amort of Conversion Expenses					
27 Taxes Other than Income Taxes	31,075,094	29,377,980	27,063,240	18,134,860	16,663,886
28 Income Taxes	7,021,143	11,876,476	10,227,084	2,151,113	5,932,408
29 Gains from Disposition of Util. Plant					
30 Losses from Disposition of Util. Plant					
31 Total Operating Expenses	222,059,901	202,991,885	159,120,850	152,023,000	192,528,957
32 Net Operating Revenues	27,895,551	29,206,810	25,403,315	15,696,978	19,697,761
33 Other Gas Utility Operating Income					
34 Total Gas Utility Operating Income	27,895,551	29,206,810	25,403,315	15,696,978	19,697,761
35 Other Utility Operating Income					
36 Total Utility Operating Income	\$79,213,637	\$85,971,174	\$78,162,359	\$72,845,458	\$78,733,217

ORANGE AND ROCKLAND UTILITIES, INC.
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch., Jobbing & Contract Work					
Income from Nonutility Operations					
Nonoperating Rental Income					
Equity in Earnings of Subsidiary Companies	14,883,634	13,446,499	12,810,828	14,860,186	12,339,861
Interest and Dividend Income	484,855	(15,126)	393,808	1,497,103	2,536,316
Allowance for Funds Used During Construction	227,092	553,295	934,757	(4,370)	771,063
Miscellaneous Nonoperating Income	57,197	55,126	605,123	(5,049,699)	55,091
Gain on Disposition of Property					52,138
Total Other Income	15,652,778	14,039,794	14,744,516	11,303,220	15,754,469
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property	454,892		130,001		
Miscellaneous Amortization					
Miscellaneous Income Deductions	476,724	314,078	397,708	353,022	292,709
Total Other Income Deductions	931,616	314,078	527,709	353,022	292,709
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes	14,925	14,611	14,226	19,640	22,501
Income Taxes	(4,505,236)	(95,338)	(2,626,660)	(2,854,668)	715,250
Total Taxes-Other Income & Deductions	(4,490,311)	(80,727)	(2,612,434)	(2,835,028)	737,751
Net Other Income and Deductions	19,211,473	13,806,443	16,829,241	13,785,226	14,724,009
INTEREST CHARGES					
Interest on Long-term Debt	35,582,042	34,716,000	35,009,042	31,760,317	31,347,483
Amortization of Debt Discount and Expense	500,185	513,047	544,047	681,849	1,004,906
Amortization of Premium on Debt-Credit					
Interest on Debt to Associated Company	437,915	244,511	186,292	78,502	80,079
Other Interest Expense	2,704,417	478,074	35,201	1,942,341	895,255
Total Interest Charges	39,224,559	35,951,632	35,774,582	34,463,009	33,327,723
Income Before Extraordinary Items	59,200,551	63,825,985	59,217,018	52,167,675	60,129,503
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$59,200,551	\$63,825,985	\$59,217,018	\$52,167,675	\$60,129,503
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	\$43,513,391	\$37,133,904	\$33,227,715	\$76,920,226	\$68,630,584
Balance Transferred from Income	44,316,917	50,379,486	46,406,190	37,307,489	47,789,642
Appropriations of Retained Earnings					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock	46,000,001	44,000,000	42,500,000	81,000,000	39,500,000
Adjustments to Retained Earnings					
Net Change to Unapp. Retained Earnings	(1,683,084)	6,379,486	3,906,190	(43,692,511)	8,289,642
Unappropriated Retained Earnings (EOP)	41,830,307	43,513,391	37,133,904	33,227,715	76,920,226
Appropriated Retained Earnings (EOP)					
Total Retained Earnings	\$41,830,307	\$43,513,391	\$37,133,904	\$33,227,715	\$76,920,226

Notes:

The debt component of AFDUC is included with other interest expense.

ORANGE AND ROCKLAND UTILITIES, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
1 Net Income	\$59,200,551	\$63,825,985	\$59,217,018	\$52,167,675	\$60,129,503
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	68,974,958	63,349,998	58,630,008	59,316,845	55,572,503
3 Deferred Taxes & ITCs	13,185,813	(199,263,712)	10,980,666	18,471,625	23,367,935
4 Receivables and Inventory	(13,278,197)	(12,683,085)	(2,582,841)	46,992,805	37,920,539
5 Payables and Accrued Expenses	(8,766,049)	42,197,486	22,984,489	(14,223,613)	(9,215,622)
6 Regulatory Assets (Net)	49,383,040	236,502,852	57,498,152	62,831,636	(114,526,564)
7 Capitalized AFUDC - Equity	(227,092)	(553,295)	(934,757)	4,370	(771,063)
8 Undistributed Earnings of Affiliates	(14,883,634)	(13,446,499)	(11,451,766)	(9,755,397)	(12,339,861)
9 Other Adjustments	(8,317,343)	18,091,744	(39,356,271)	(55,915,837)	129,315,102
10	11,545,579	(9,599,398)	(4,710,580)	(5,715,272)	(3,050,678)
11	3,275,763	(3,994,134)	(1,391,632)	838,682	3,026,803
12 Net Cash From Operating Activities	160,093,389	184,427,942	148,882,486	155,013,519	169,428,597
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(167,884,718)	(166,795,692)	(142,190,082)	(129,139,197)	(127,392,433)
14 Acquisition Of Other Non-Current Assets	(631,448)	(4,946,056)	(1,959,792)	(5,834,272)	(5,038,965)
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities					
22					
23					
24 Net Cash From Investing Activities	(168,516,166)	(171,741,748)	(144,149,874)	(134,973,469)	(132,431,398)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt	125,000,000		19,982,979	81,000,000	
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt	(42,517,155)	26,001,901	9,992,027	(16,011,131)	7,043,683
29 Dividends Paid	(46,000,000)	(44,000,000)	(42,500,000)	(81,000,000)	(39,500,000)
30 Other Cash Flows - Financing Activities					
31					
32					
33 Net Cash From Financing Activities	36,482,845	(17,998,099)	(12,524,994)	(16,011,131)	(32,456,317)
34 Net Increase/(Decrease) In Cash & Equivalents	28,060,068	(5,311,905)	(7,792,382)	4,028,919	4,540,882
35 Cash & Equivalents At Beginning Of Year	(4,395,873)	916,032	8,708,414	4,679,495	138,613
36 Cash & Cash Equiv. At End Of Year	\$23,664,195	(\$4,395,873)	\$916,032	\$8,708,414	\$4,679,495

ORANGE AND ROCKLAND UTILITIES, INC.
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - ELECTRIC
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
ELECTRIC REVENUES					
<u>Bundled</u>					
Residential	\$288,893,160	\$279,016,392	\$268,500,645	\$190,050,696	\$280,647,872
Commercial	149,997,493	150,022,329	146,419,681	67,507,775	158,959,185
Industrial	16,152,762	15,730,864	16,128,885	4,298,717	18,188,129
Other Ultimate Customers	14,391,972	12,751,872	12,439,003	14,277,861	16,773,893
Total Revenues-Ultimate Customers	469,435,387	457,521,457	443,488,214	276,135,049	474,569,079
Resales	19,733,274	18,159,760	20,862,616	32,390,551	26,807,125
<u>Revenues from Distribution of Electricity of Others</u>					
Residential				79,877,982	
Commercial				84,009,394	
Industrial				10,706,565	
Other Ultimate Customers					
Other Operating Revenues	(1,552,314)	12,303,926	4,638,199	13,546,758	23,565,557
Total Electric Operating Revenues	\$487,616,347	\$487,985,143	\$468,989,029	\$496,666,299	\$524,941,761
KWH SALES (THOUSANDS)					
<u>Bundled</u>					
Residential	1,668,063	1,556,193	1,683,233	912,852	1,625,933
Commercial	1,855,267	1,811,741	1,880,901	404,218	1,822,577
Industrial	378,127	386,531	401,768	49,246	416,290
Other Ultimate Customers	140,399	118,071	115,617	116,393	118,290
Total Sales-Ultimate Customers	4,041,856	3,872,536	4,081,519	1,482,709	3,983,090
Resales	190,720	184,305	234,057	387,512	273,318
<u>Sales to Distribution of Electricity of Others</u>					
Residential				749,686	
Commercial				1,456,819	
Industrial				339,114	
Other Ultimate Customers					
Total Kilowatt-Hour Sales	4,232,576	4,056,841	4,315,576	4,415,840	4,256,408
AVG CUSTOMERS PER MONTH					
<u>Bundled</u>					
Residential	200,452	199,041	197,833	119,794	195,446
Commercial	31,552	31,318	30,992	16,535	30,667
Industrial	137	133	130	72	116
Other Ultimate Customers	574	573	578	580	579
Total Ultimate Customers	232,715	231,065	229,533	136,981	226,808
Resales	3	3	3	3	3
<u>Customers of Distribution of Electricity of Others</u>					
Residential				76,669	
Commercial				14,260	
Industrial			55	55	
Other Ultimate Customers					
Total Customers	232,718	231,068	229,591	227,968	226,811
ELECTRIC OPERATING REVENUE RELATIONSHIP					
Residential Sales					
Average Annual Bill Per Customer	\$1,441	\$1,402	\$1,357	\$1,586	\$1,436
Average KWH Consumption Per Customer	8,322	7,818	8,508	7,620	8,319
Average Revenue Per KWH Sold (Cents)	17.32	17.93	15.95	20.82	17.26
Commercial Sales					
Average Annual Bill Per Customer	\$4,754	\$4,790	\$4,724	\$4,083	\$5,183
Average KWH Consumption Per Customer	58,800	57,850	60,690	24,446	59,431
Average Revenue Per KWH Sold (Cents)	8.08	8.28	7.78	16.70	8.72
Industrial Sales					
Average Annual Bill Per Customer	\$117,903	\$118,277	\$124,068	\$59,704	\$157,133
Average KWH Consumption Per Customer	2,760,051	2,906,248	3,090,523	683,972	3,596,462
Average Revenue Per KWH Sold (Cents)	4.27	4.07	4.01	8.73	4.37
ELECTRIC OPERATION AND MAINTENANCE EXPENSES					
Steam Power Expense					
Nuclear Power Expense					
Hydraulic Power Expense					
Other Power Generation Expense					
Other Power Supply Expense	135,910,299	123,714,183	115,897,607	136,787,020	167,704,531
Total Power Production Expense	135,910,299	123,714,183	115,897,607	136,787,020	167,704,531
Transmission Expense	13,055,458	15,667,331	15,215,300	13,950,119	14,750,732
Regional Market Expense	780,158	688,885	688,591	606,127	
Distribution Expense	50,444,767	50,565,514	49,097,549	54,299,490	52,867,120
Customer Account Expense	54,545,607	52,922,008	50,305,109	52,514,009	50,943,320
Sales Expense	7,048	14,918	18,865	25,714	12,914
Administrative and General	66,075,264	63,266,420	65,884,338	77,737,431	79,693,746
Total Operation & Maintenance Expense	\$320,818,601	\$306,839,259	\$297,107,359	\$335,919,909	\$365,972,363

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

**ORANGE AND ROCKLAND UTILITIES, INC.
DISTRIBUTION OF ELECTRIC REVENUES
YEARS ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
1 Total Revenues	\$487,616,347	\$487,985,143	\$468,989,029	\$496,666,299	\$524,941,761
2 Sales of Electricity (KWHs-000)	4,232,576	4,056,841	4,315,576	4,415,840	4,256,408
DOLLAR AMOUNTS					
3 Fuel and Purchased Power	\$135,571,199	\$123,407,162	\$115,545,923	\$136,787,020	\$167,704,531
4 Wages and Benefits	83,234,947	81,411,320	79,712,799	88,231,822	88,184,630
5 Other Expenses	102,012,455	102,020,777	101,848,637	110,901,067	110,083,202
6 Depreciation & Amortization Expenses	54,833,523	50,775,142	47,686,294	40,826,220	38,736,624
7 Income Taxes-Operating	10,799,708	22,502,282	21,815,187	21,249,407	20,308,800
8 Other Taxes-Operating	49,846,429	51,104,096	49,621,145	41,522,281	40,876,416
9 Capital Costs	51,318,086	56,764,364	52,759,044	57,148,482	59,047,558
10 Total	\$487,616,347	\$487,985,143	\$468,989,029	\$496,666,299	\$524,941,761
PERCENT OF REVENUE					
11 Fuel and Purchased Power	27.8	25.3	24.6	27.5	31.9
12 Wages and Benefits	17.1	16.7	17.0	17.8	16.8
13 Other Expenses	20.9	20.9	21.7	22.3	21.0
14 Depreciation & Amortization Expenses	11.2	10.4	10.2	8.2	7.4
15 Income Taxes-Operating	2.2	4.6	4.7	4.3	3.9
16 Other Taxes-Operating	10.2	10.5	10.6	8.4	7.8
17 Capital Costs	10.5	11.6	11.2	11.5	11.2
18 Total	100.0	100.0	100.0	100.0	100.0

Notes:

Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility).

Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below**Fuel and Purchased Power**

Steam - Fuel					
Nuclear - Fuel					
Hydro - Water for Power					
Other Power - Fuel				417,493	566,489
Purchased Power	135,571,199	123,407,162	115,545,923	136,369,527	167,138,042
Total Fuel and Purchased Power	135,571,199	123,407,162	115,545,923	136,787,020	167,704,531
-Fuel and PP related to Sales for Resale					
Fuel and PP - Ultimate Customers	135,571,199	123,407,162	115,545,923	136,787,020	167,704,531

Wages and Benefits

Salaries	56,343,165	53,240,754	51,005,265	51,089,038	46,615,007
Pensions and Benefits	26,891,782	28,170,566	28,707,534	37,142,784	41,569,623
Total Wages and Benefits	83,234,947	81,411,320	79,712,799	88,231,822	88,184,630

Other Expenses

Total O&M Expenses	320,818,601	306,839,259	297,107,359	335,919,909	365,972,363
-Total Fuel and PP	135,571,199	123,407,162	115,545,923	136,787,020	167,704,531
-Wages and Benefits	83,234,947	81,411,320	79,712,799	88,231,822	88,184,630
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses/Income	102,012,455	102,020,777	101,848,637	110,901,067	110,083,202

Depreciation and Amortization

Depreciation Exp	39,125,089	37,251,845	35,245,122	37,116,540	35,298,189
Amort & Depl of Utility Plant	8,168,434	5,983,297	4,901,172	3,709,680	3,438,435
Amort of Other Utility Plant	7,540,000	7,540,000	7,540,000		
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	54,833,523	50,775,142	47,686,294	40,826,220	38,736,624

Fuel and PP related to Sales for Resale (Not Used)

Total Fuel and PP	135,571,199	123,407,162	115,545,923	136,787,020	167,704,531
divided by Total MWHs	4,232,576	4,056,841	4,315,576	4,415,840	4,256,408
Fuel Cost per KWH	0.0320	0.0304	0.0268	0.0310	0.0394
times Sales for Resale MWHs	190,720	184,305	234,057	387,512	273,318
Sales for Resale Fuel	6,108,842	5,606,470	6,266,680	12,003,744	10,768,854

ORANGE AND ROCKLAND UTILITIES, INC.
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC UTILITY PLANT					
Intangible	33,254,361	31,391,806	23,493,135	20,206,056	16,893,048
Production					
Steam					
Nuclear					
Hydraulic					
Other					
Transmission	291,674,344	280,621,148	274,775,727	261,986,524	256,234,347
Distribution	995,635,297	946,161,932	906,006,028	861,549,734	819,640,007
Regional Transmission and Market Operation Plant					
General	60,437,979	62,260,274	59,127,540	59,264,206	59,344,305
Electric - Purchased or Sold					
Experimental - Unclassified					
Nuclear Fuel Assemblies					
Total Electric Plant In Service	1,381,001,981	1,320,435,160	1,263,402,430	1,203,006,520	1,152,111,707
Leased To Others					
Held For Future Use	9,003,058	9,003,058	9,003,058	9,004,808	8,398,826
Construction Work in Progress	70,160,455	63,392,524	41,781,981	40,150,159	33,581,029
Aquisition Adjustments					
Total Electric Utility Plant	1,460,165,494	1,392,830,742	1,314,187,469	1,252,161,487	1,194,091,562
Accum. Provision - Depr. & Amort.	456,396,519	436,762,460	409,341,871	386,903,375	366,124,930
Net Electric Plant	\$1,003,768,975	\$956,068,282	\$904,845,598	\$865,258,112	\$827,966,631
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.60	0.47	0.51	0.55	0.63
Total Capitalization	\$1,545,485,175	\$1,441,301,788	\$1,394,559,175	\$1,344,121,564	\$1,299,728,365
<u>Percent Of Capitalization (Incl S-T Debt)</u>	-	-	-	-	-
Long-Term Debt	49.1%	45.7%	47.3%	49.0%	44.5%
Preferred Stock					
Common Stock & Retained Earnings	46.1%	46.2%	46.3%	45.0%	48.1%
Short-Term Debt	4.8%	8.1%	6.5%	6.0%	7.4%
Pretax Coverage of Interest Expense	2.85	3.73	3.48	3.11	3.61
Com. Stock Dividends as a % of Earnings	77.7%	68.9%	71.8%	155.3%	65.7%
Return on Common Equity	8.6%	9.7%	9.5%	8.5%	9.7%
Internal Cash Generated as a % of Cash Outflows for Construction	95.4%	110.6%	104.7%	120.0%	133.0%
Earnings per Share	\$59,200.55	\$63,825.99	\$29,608.51	\$52,167.68	\$60,129.50
Book Value per Share	\$712,478.12	\$665,815.05	\$322,557.38	\$604,719.90	\$624,641.57
Dividends per Share	\$46,000.00	\$44,000.00	\$21,250.00	\$81,000.00	\$39,500.00
Number of Employees	412	435	412	402	388

Misc Deferred Debits - Net

Current Assets	231,856,464	203,130,126	183,538,871	184,059,228	221,704,200
Current Liabilities	386,134,271	428,302,583	362,841,199	331,848,173	354,402,291
Total Capitalization	1,545,485,175	1,441,301,788	1,394,559,175	1,344,121,564	1,299,728,365
Long-Term Debt	759,200,886	659,163,413	659,122,985	659,072,265	578,746,272
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	712,478,121	665,815,052	645,114,768	604,719,905	624,641,567
Short-Term Debt	73,806,168	116,323,323	90,321,422	80,329,395	96,340,526
Pretax Income	111,740,725	134,061,037	124,407,211	107,176,536	120,413,684
Interest Expense	39,224,559	35,951,632	35,774,582	34,463,009	33,327,723
Common Dividends Paid	46,000,001	44,000,000	42,500,000	81,000,000	39,500,000
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	59,200,551	63,825,985	59,217,018	52,167,675	60,129,503
Internal Cash	160,093,389	184,427,942	148,882,486	155,013,519	169,428,597
Cash Outflows for Construction	167,884,718	166,795,692	142,190,082	129,139,197	127,392,433
Shares Outstanding (Millions)	1,000	1,000	2,000	1,000	1,000
Number of Employees	412	435	412	402	388
Misc Deferred Debits - Net	118,674,615	178,896,655	405,697,380	462,446,828	528,067,426

ROCHESTER GAS AND ELECTRIC CORPORATION
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Electric Utility Plant	\$2,682,766,332	\$2,521,359,151	\$2,337,136,865	\$2,142,559,494	\$2,071,529,094
2 Less Accum. Prov. For Deprec. & Amort.	656,628,148	618,530,297	594,143,285	564,240,624	549,960,542
3 Net Electric Utility Plant	2,026,138,184	1,902,828,854	1,742,993,580	1,578,318,870	1,521,568,552
4 Gas Utility Plant	965,536,412	896,831,712	822,742,149	779,047,058	748,559,361
5 Less Accum. Prov. For Deprec. & Amort.	352,412,009	337,475,214	319,911,026	311,589,022	292,211,499
6 Net Gas Utility Plant	613,124,403	559,356,498	502,831,123	467,458,036	456,347,862
7 Other Utility Plant	366,919,134	330,084,320	319,201,904	308,949,661	267,634,722
8 Less Accum. Prov. For Deprec. & Amort.	175,195,735	163,878,542	172,592,761	156,440,776	140,447,542
9 Net Other Utility Plant	191,723,399	166,205,778	146,609,143	152,508,885	127,187,180
10 Total Utility Plant	4,015,221,878	3,748,275,183	3,479,080,918	3,230,556,213	3,087,723,177
11 Less Accum. Prov. For Deprec. & Amort.	1,184,235,892	1,119,884,053	1,086,647,072	1,032,270,422	982,619,583
12 Net Total Utility Plant	2,830,985,986	2,628,391,130	2,392,433,846	2,198,285,791	2,105,103,594
OTHER PROPERTY AND INVESTMENTS					
13 Nonutility Property	4,477,070	4,477,070	3,706,041	3,706,041	3,679,003
14 Accum. Prov. For Deprec. & Amort.	(948,226)	(937,650)	(925,643)	(905,169)	(965,961)
15 Investment in Associated Companies					
16 Investment in Subsidiary Companies					
17 Other Investments	128,620	185,025	185,025	185,025	185,025
18 Other Special Funds	2,662,444	3,780,486	3,763,939	4,744,683	5,841,829
19 Long-Term, Portion of Derivative Assets (175)					
20 Long-Term, Portion of Derivative Assets - Hedges (176)	33,830		252,820	180,406	
21 Total Other Property and Investments	6,353,738	7,504,931	6,982,182	7,910,986	8,739,896
CURRENT AND ACCRUED ASSETS					
22 Cash	169,359	617,252	9,004	1,126,827	810,918
23 Special Deposits					
24 Working Funds	302,780	293,529	287,955	214,950	135,342
25 Temporary Cash Investments		10,465		665	
26 Notes Receivable					
27 Accounts Receivable	136,944,903	132,744,801	157,270,406	119,325,775	121,112,598
28 Accum. Prov. For Uncollectible Accts.	(23,791,348)	(22,867,450)	(22,240,020)	(24,509,399)	(22,499,000)
29 Notes Receivable from Associated Cos.	106,350,000	39,727,321			
30 Accounts Receivable from Assoc. Cos.	2,385,371	4,254,292	4,743,406	4,990,109	4,181,580
31 Materials and Supplies	11,824,006	11,004,569	10,173,328	10,382,108	10,441,182
32 Gas Stored Underground - Current	10,927,012	9,302,416	6,170,152	5,891,225	19,746,019
33 Liquefied Natural Gas in Storage					
34 Prepayments	39,027,527	38,242,362	39,038,983	46,749,496	35,288,552
35 Interest and Dividends Receivable	288,741	63,945			
36 Rents Receivable					
37 Accrued Utility Revenue	62,256,222	64,217,374	52,900,094	44,783,655	50,760,385
38 Misc. Current and Accrued Assets	2,660,908	6,847,750	3,417,453	10,570,393	22,640,815
39 Derivative Instrument Assets (Current Portion)					
40 Derivative Instrument Assets - Hedges (Current Portion)	1,717,258	142,343	2,108,460		
41 Total Current and Accrued Assets	351,062,739	284,600,969	253,879,221	219,525,804	242,618,391
DEFERRED DEBITS					
42 Unamort. Debt Expense	11,006,345	12,379,289	7,536,955	8,757,371	10,256,509
43 Extraordinary Property Losses					
44 Prelim. Survey and Investigation Charges	1,869,268	836,218	2,541		1,753,995
45 Clearing Accounts	208,008				
46 Temporary Facilities					
47 Miscellaneous Deferred Debits	521,733,007	564,515,474	577,111,735	541,515,862	541,917,468
48 Deferred Losses from Disp. of Utility Plant					
49 Research and Development					
50 Accumulated Deferred Income Taxes	240,855,557	178,015,712	121,712,198	187,284,950	206,358,552
51 Total Deferred Debits	775,672,185	755,746,693	706,363,429	737,558,183	760,286,524
52 Total Assets and Other Debits	\$3,964,074,648	\$3,676,243,723	\$3,359,658,678	\$3,163,280,764	\$3,116,748,405

ROCHESTER GAS AND ELECTRIC CORPORATION
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$194,429,065	\$194,429,065	\$194,429,065	\$194,429,065	\$194,429,065
Preferred Stock Issued					
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock	594,192,263	594,192,263	519,192,263	519,192,263	519,192,263
Other Paid-in Capital	25,869,358	25,869,358	25,869,358	25,869,358	25,869,358
Installments Received on Capital Stock					
Capital Stock Expense	(15,118,364)	(15,118,364)	(15,118,364)	(15,118,364)	(15,118,364)
Retained Earnings	359,002,697	304,819,519	221,590,490	190,932,888	153,467,258
Accumulated Other Comprehensive Income					
Unapp Undistributed Subsidiary Earnings					
Reacquired Capital Stock	(152,278,210)	(156,596,389)	(160,043,732)	(164,035,111)	(168,257,659)
Total Proprietary Capital	1,006,096,809	947,595,452	785,919,080	751,270,099	709,581,921
LONG-TERM DEBT					
Bonds	1,052,400,000	962,150,000	662,150,000	702,000,000	702,000,000
Reacquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt					
Unamortized Premium on Long-Term Debt					
Unamortized Discount on Long-Term Debt-Debit	(538,487)	(577,158)	(615,818)	(650,983)	(687,805)
Total Long-Term Debt	1,051,861,513	961,572,842	661,534,182	701,349,017	701,312,195
CURRENT AND ACCRUED LIABILITIES					
Notes Payable		50,403			
Accounts Payable	195,680,723	163,194,856	203,416,618	142,962,856	73,562,220
Notes Payable to Associated Companies			249,167,000	69,717,000	169,737,000
Accounts Payable to Associated Companies	42,732,643	41,681,966	38,317,266	47,643,060	18,628,181
Customer Deposits	4,471,043	4,288,206	4,439,139	4,594,105	4,435,687
Taxes Accrued	1,208,907	1,557,139	1,736,274	1,656,410	3,608,194
Interest Accrued	13,427,623	12,298,509	11,954,232	13,164,169	13,977,207
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	239,929	135,294	183,567	178,977	(55,564)
Misc. Current and Accrued Liabilities	35,516,590	31,936,404	36,713,611	35,046,345	35,771,075
Derivative Instrument Assets (Current Portion)					
Derivative Instrument Assets - Hedges (Current Portion)	327,029	40,990	46,484	273,005	
Total Current and Accrued Liabilities	293,604,487	255,183,767	545,974,191	315,235,927	319,664,000
DEFERRED CREDITS					
Customer Advances for Construction	4,526,239	630,005	6,901		
Other Deferred Credits	630,255,322	585,167,991	292,501,830	289,518,758	301,101,985
Accumulated Deferred Investment Tax Credits					
Deferred Gains from Disposition of Utility Plant					
Accumulated Deferred Income Taxes	535,076,185	475,805,620	611,485,799	615,869,332	607,193,799
Total Deferred Credits	1,169,857,746	1,061,603,616	903,994,530	905,388,090	908,295,784
OPERATING RESERVES					
Property Insurance Reserve					
Injuries and Damage Reserve	5,549,512	5,872,816	8,024,952	6,158,457	6,500,000
Pension and Benefits Reserve	169,887,956	175,394,066	180,078,397	187,542,273	186,667,902
Miscellaneous Operating Reserves	264,370,881	265,807,088	271,129,532	287,808,579	284,726,603
Total Operating Reserves	439,808,349	447,073,970	459,232,881	481,509,309	477,894,505
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities				139,917	
Long-Term Portion of Derivative Instrument Liabilities - Hedges				8,388,405	
Asset Retirement Obligations	2,845,744	3,214,076	3,003,814	8,528,322	
Total Other Noncurrent Liabilities	2,845,744	3,214,076	3,003,814	8,528,322	
Total Liabilities and Other Credits	\$3,964,074,648	\$3,676,243,723	\$3,359,658,678	\$3,163,280,764	\$3,116,748,405

ROCHESTER GAS AND ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC OPERATING INCOME					
1 Operating Revenues	630,614,729	597,471,304	786,337,910	656,977,041	576,071,361
Operating Expense:					
2 Operation Expense	292,904,074	258,309,172	364,137,382	369,535,049	306,349,084
3 Maintenance Expense	57,360,071	56,411,240	44,434,251	48,118,539	37,391,753
4 Depreciation Expense	58,182,598	48,098,696	49,833,880	41,821,213	39,352,834
5 Depreciation Expense for Asset Retirement Costs					
6 Amort. and Depletion of Utility Plant	2,136,266	1,682,418	2,025,877	5,420,811	2,402,422
7 Amort. of Utility Plant Acq. Adj.			(4,866,000)		
8 Amort of Property Losses					
9 Amort of Conversion Expenses					
10 Taxes Other than Income Taxes	90,009,655	89,786,975	78,964,149	88,833,360	66,568,472
11 Income Taxes	18,388,437	40,757,866	160,933,131	24,903,458	27,491,652
12 Gains from Disposition of Util. Plant					
13 Losses from Disposition of Util. Plant					
14 Accretion Expense					
15 Total Operating Expenses	518,981,101	495,046,367	695,462,670	578,632,430	479,556,217
16 Net Operating Revenues	111,633,628	102,424,937	90,875,240	78,344,611	96,515,144
17 Other Electric Utility Operating Income					
18 Total Electric Utility Operating Income	111,633,628	102,424,937	90,875,240	78,344,611	96,515,144
GAS OPERATING INCOME					
19 Operating Revenues	306,092,442	266,344,953	255,819,942	270,005,956	306,593,137
Operating Expense:					
20 Operation Expense	197,327,884	159,793,395	141,115,824	165,630,958	200,304,063
21 Maintenance Expense	6,109,208	6,620,371	7,591,200	12,902,456	10,649,841
22 Depreciation Expense	22,559,716	19,726,873	21,156,968	23,605,064	20,130,097
23 Amort. and Depletion of Utility Plant	870,527	692,214	818,951	2,792,406	1,296,461
24 Amort. of Utility Plant Acq. Adj.					
25 Amort of Property Losses					
26 Amort of Conversion Expenses					
27 Taxes Other than Income Taxes	32,801,620	31,363,652	31,909,844	30,479,807	27,513,282
28 Income Taxes	7,453,018	13,104,620	17,628,477	8,632,436	12,914,979
29 Gains from Disposition of Util. Plant					
30 Losses from Disposition of Util. Plant					
31 Total Operating Expenses	267,121,973	231,301,125	220,221,264	244,043,127	272,808,723
32 Net Operating Revenues	38,970,469	35,043,828	35,598,678	25,962,829	33,784,414
33 Other Gas Utility Operating Income					
34 Total Gas Utility Operating Income	38,970,469	35,043,828	35,598,678	25,962,829	33,784,414
35 Other Utility Operating Income					
36 Total Utility Operating Income	\$150,604,097	\$137,468,765	\$126,473,918	\$104,307,440	\$130,299,558

ROCHESTER GAS AND ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch., Jobbing & Contract Work				\$1	
Income from Nonutility Operations					
Nonoperating Rental Income	(10,576)	(6,820)	(20,474)		4,073
Equity in Earnings of Subsidiary Companies					
Interest and Dividend Income	1,819,939	556,743	45,438	42,911	82,774
Allowance for Funds Used During Construction	11,532,842	11,198,607	11,548,830	7,671,983	8,599,613
Miscellaneous Nonoperating Income	7,196,828	3,690,927	2,424,610	4,295,507	3,665,698
Gain on Disposition of Property			4,002	278,048	
Total Other Income	20,539,033	15,439,457	14,002,406	12,288,450	12,352,158
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property	10	(11,245)	(63)	104,274	
Miscellaneous Amortization					
Miscellaneous Income Deductions	592,341	705,684	770,920	760,468	823,021
Total Other Income Deductions	592,351	694,439	770,857	864,742	823,021
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes	109,018	92,605	112,165	107,918	396,507
Income Taxes	4,880,893	5,642,110	5,239,419	2,168,229	455,785
Total Taxes-Other Income & Deductions	4,989,911	5,734,715	5,351,584	2,276,147	852,292
Net Other Income and Deductions	14,956,771	9,010,303	7,879,965	9,147,561	10,676,845
INTEREST CHARGES					
Interest on Long-term Debt	61,591,049	51,392,357	44,192,899	45,345,200	45,307,288
Amortization of Debt Discount and Expense	1,869,591	1,536,115	1,608,879	2,063,261	980,741
Amortization of Premium on Debt-Credit					(986,402)
Interest on Debt to Associated Company	15,012	1,075,820	870,472	462,610	
Other Interest Expense	7,956,369	9,245,747	7,024,031	28,118,300	20,640,200
Total Interest Charges	71,432,021	63,250,039	53,696,281	75,989,371	67,914,631
Income Before Extraordinary Items	94,128,847	83,229,029	80,657,602	37,465,630	73,061,772
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$94,128,847	\$83,229,029	\$80,657,602	\$37,465,630	\$73,061,772
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	\$304,583,532	\$221,354,503	\$190,696,901	\$153,231,271	\$180,169,499
Balance Transferred from Income	94,128,847	83,229,029	80,657,602	37,465,630	73,061,772
Appropriations of Retained Earnings					
Dividends Declared-Preferred Stock	40,000,000		50,000,000		100,000,000
Dividends Declared-Common Stock					
Adjustments to Retained Earnings	54,331				
Net Change to Unapp. Retained Earnings	54,183,178	83,229,029	30,657,602	37,465,630	(26,938,228)
Unappropriated Retained Earnings (EOP)	358,766,710	304,583,532	221,354,503	190,696,901	153,231,271
Appropriated Retained Earnings (EOP)	235,987	235,987	235,987	235,987	235,987
Total Retained Earnings	\$359,002,697	\$304,819,519	\$221,590,490	\$190,932,888	\$153,467,258

Notes:

Beginning in 1996, the debt component of AFDUC is included with other interest expense.

ROCHESTER GAS AND ELECTRIC CORPORATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
1 Net Income	\$94,128,847	\$83,229,029	\$80,657,602	\$37,465,630	\$73,061,772
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	97,480,480	88,137,219	100,736,709	82,454,248	60,803,179
3 Deferred Taxes & ITCs	(12,944,217)	93,981,501	186,983,779	23,353,727	7,929,481
4 Receivables and Inventory	2,925,273	10,386,210	(33,290,440)	29,582,952	26,984,395
5 Payables and Accrued Expenses	34,334,688	(40,168,827)	38,794,680	109,504,226	(66,444,011)
6 Regulatory Assets (Net)	50,508,853	(22,675,758)	(79,806,864)	(27,556,979)	86,028,654
7 Capitalized AFUDC - Equity	(11,532,842)	(11,198,607)	(11,548,830)	(7,671,983)	(8,599,612)
8 Undistributed Earnings of Affiliates					
9 Other Adjustments	2,112,382	22,755,693	(150,357,255)	(7,944,274)	(13,605,257)
10	31,726,344	(4,989,374)	21,081,894	20,761,930	12,925,140
11					
12 Net Cash From Operating Activities	288,739,808	219,457,086	153,251,275	259,949,477	179,083,741
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(269,558,894)	(297,579,742)	(249,268,187)	(159,422,837)	(193,416,138)
14 Acquisition Of Other Non-Current Assets					
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities					
22 Other Cash Flows - Investing Activities	(66,622,679)	(16,362)	5,880,744	1,097,146	1,312,460
23					
24 Net Cash From Investing Activities	(336,181,573)	(297,596,104)	(243,387,443)	(158,325,691)	(192,103,678)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt	86,992,659	373,645,593	(41,128,901)	(1,207,604)	(5,850,000)
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt					114,657,000
29 Dividends Paid	(40,000,000)		(50,000,000)	(100,020,000)	(100,000,000)
30 Other Cash Flows - Financing Activities		(294,882,289)	180,219,585		
31					
32					
33 Net Cash From Financing Activities	46,992,659	78,763,304	89,090,684	(101,227,604)	8,807,000
34 Net Increase/(Decrease) In Cash & Equivalents	(449,106)	624,286	(1,045,484)	396,182	(4,212,937)
35 Cash & Equivalents At Beginning Of Year	921,245	296,959	1,342,442	946,261	5,159,198
36 Cash & Cash Equiv. At End Of Year	\$472,139	\$921,245	\$296,959	\$1,342,442	\$946,261

ROCHESTER GAS AND ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE - ELECTRIC
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
ELECTRIC REVENUES					
<u>Bundled</u>					
Residential	\$328,709,956	\$288,160,524	\$273,676,874	\$263,986,653	\$316,225,864
Commercial	69,227,562	59,328,942	57,354,572	58,481,011	155,354,285
Industrial	4,869,751	4,733,734	4,783,450	5,130,317	41,938,430
Other Ultimate Customers	8,346,799	7,510,653	7,397,672	10,240,510	32,720,447
Total Revenues-Ultimate Customers	411,154,067	359,733,853	343,212,568	337,838,491	546,239,026
Resales	6,626,352	4,696,936	3,508,499	5,727,523	48,019,766
<u>Revenues from Distribution of Electricity of Others</u>					
Residential	39,257,962	40,849,386	43,444,956	44,338,085	
Commercial	117,595,168	110,186,551	108,852,696	104,130,242	
Industrial	48,362,298	47,226,625	47,569,100	45,997,171	
Other Ultimate Customers	29,719,102	28,284,095	28,417,447	27,571,734	
Other Operating Revenues	(22,100,219)	6,493,858	211,332,644	91,373,795	(18,187,431)
Total Electric Operating Revenues	\$630,614,729	\$597,471,304	\$786,337,910	\$656,977,041	\$576,071,361
KWH SALES (THOUSANDS)					
<u>Bundled</u>					
Residential	2,351,871	2,132,419	2,152,349	2,015,852	2,653,056
Commercial	521,078	477,667	478,841	460,295	2,620,488
Industrial	37,284	43,418	48,688	47,865	1,301,176
Other Ultimate Customers	57,633	57,044	74,360	99,039	555,466
Total Sales-Ultimate Customers	2,967,866	2,710,548	2,754,238	2,623,051	7,130,186
Resales	219,133	200,941	159,375	192,852	840,341
<u>Sales to Distribution of Electricity of Others</u>					
Residential	469,678	510,841	590,117	647,985	
Commercial	2,114,695	2,082,995	2,131,757	2,136,718	
Industrial	1,193,350	1,231,107	1,234,486	1,248,167	
Other Ultimate Customers	473,917	479,840	496,026	470,909	
Total Kilowatt-Hour Sales	7,438,639	7,216,272	7,365,999	7,319,682	7,970,527
AVG CUSTOMERS PER MONTH					
<u>Bundled</u>					
Residential	290,274	279,184	270,864	261,440	331,367
Commercial	21,702	21,358	20,882	20,136	36,935
Industrial	289	294	300	282	861
Other Ultimate Customers	1,197	1,178	1,076	1,042	3,074
Total Ultimate Customers	313,461	302,014	293,122	282,900	372,237
Resales				50	50
<u>Customers of Distribution of Electricity of Others</u>					
Residential	49,651	57,853	63,886	71,316	
Commercial	15,744	16,076	16,351	16,994	
Industrial	487	510	529	559	
Other Ultimate Customers	1,983	1,956	2,024	2,029	
Total Customers	381,325	378,409	375,912	373,848	372,287
ELECTRIC OPERATING REVENUE RELATIONSHIP					
Residential Sales					
Average Annual Bill Per Customer	\$1,132	\$1,032	\$1,010	\$1,010	\$954
Average KWH Consumption Per Customer	8,102	7,638	7,946	7,711	8,006
Average Revenue Per KWH Sold (Cents)	13.98	13.51	12.72	13.10	11.92
Commercial Sales					
Average Annual Bill Per Customer	\$3,190	\$2,778	\$2,747	\$2,904	\$4,206
Average KWH Consumption Per Customer	24,011	22,365	22,931	22,859	70,949
Average Revenue Per KWH Sold (Cents)	13.29	12.42	11.98	12.71	5.93
Industrial Sales					
Average Annual Bill Per Customer	\$16,850	\$16,101	\$15,945	\$18,193	\$48,709
Average KWH Consumption Per Customer	129,010	147,680	162,293	169,734	1,511,238
Average Revenue Per KWH Sold (Cents)	13.06	10.90	9.82	10.72	3.22
ELECTRIC OPERATION AND MAINTENANCE EXPENSES					
Steam Power Expense				\$165,219	\$56,732
Nuclear Power Expense					
Hydraulic Power Expense	7,113,869	3,438,329	3,641,308	3,663,793	3,433,840
Other Power Generation Expense					(7,873)
Other Power Supply Expense	138,732,380	114,433,343	224,689,135	196,952,723	150,934,436
Total Power Production Expense	145,846,249	117,871,672	228,330,443	200,781,735	154,417,135
Transmission Expense	10,241,858	10,115,783	12,512,196	16,811,458	11,111,872
Regional Market Expense					
Distribution Expense	60,644,402	65,431,659	54,581,266	52,425,916	46,079,730
Customer Account Expense	78,479,743	76,398,607	68,082,797	86,851,758	74,304,007
Sales Expense	4,552,331	5,032,804	4,261,743	5,875,823	2,759,651
Administrative and General	50,499,562	39,869,887	40,803,188	54,906,898	55,068,442
Total Operation & Maintenance Expense	\$350,264,145	\$314,720,412	\$408,571,633	\$417,653,588	\$343,740,837

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

ROCHESTER GAS AND ELECTRIC CORPORATION
DISTRIBUTION OF ELECTRIC REVENUES
YEARS ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
1 Total Revenues	\$630,614,729	\$597,471,304	\$786,337,910	\$656,977,041	\$576,071,361
2 Sales of Electricity (KWHs-000)	7,438,639	7,216,272	7,365,999	7,319,682	7,970,527
DOLLAR AMOUNTS					
3 Fuel and Purchased Power	\$128,826,643	\$102,222,842	\$109,642,474	\$117,223,858	\$150,170,551
4 Wages and Benefits	63,990,298	58,757,706	53,626,932	22,684,997	28,145,932
5 Other Expenses	157,447,204	153,739,864	245,302,227	277,744,733	165,424,354
6 Depreciation & Amortization Expenses	60,318,864	49,781,114	46,993,757	47,242,024	41,755,256
7 Income Taxes-Operating	18,388,437	40,757,866	160,933,131	24,903,458	27,491,652
8 Other Taxes-Operating	90,009,655	89,786,975	78,964,149	88,833,360	66,568,472
9 Capital Costs	111,633,628	102,424,937	90,875,240	78,344,611	96,515,144
10 Total	\$630,614,729	\$597,471,304	\$786,337,910	\$656,977,041	\$576,071,361
PERCENT OF REVENUE					
11 Fuel and Purchased Power	20.4	17.1	13.9	17.8	26.1
12 Wages and Benefits	10.1	9.8	6.8	3.5	4.9
13 Other Expenses	25.0	25.7	31.2	42.3	28.7
14 Depreciation & Amortization Expenses	9.6	8.3	6.0	7.2	7.2
15 Income Taxes-Operating	2.9	6.8	20.5	3.8	4.8
16 Other Taxes-Operating	14.3	15.0	10.0	13.5	11.6
17 Capital Costs	17.7	17.1	11.6	11.9	16.8
18 Total	100.0	100.0	100.0	100.0	100.0

Notes:

Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average KWH Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below**Fuel and Purchased Power**

Steam - Fuel					
Nuclear - Fuel					
Hydro - Water for Power	9,854	54,135	(71)	155,836	
Other Power - Fuel					
Purchased Power	128,816,789	102,168,707	109,642,545	117,068,022	150,170,551
Total Fuel and Purchased Power	128,826,643	102,222,842	109,642,474	117,223,858	150,170,551
-Fuel and PP related to Sales for Resale					
Fuel and PP - Ultimate Customers	128,826,643	102,222,842	109,642,474	117,223,858	150,170,551

Wages and Benefits

Salaries	48,433,184	62,499,301	56,269,462	29,120,856	31,987,184
Pensions and Benefits	15,557,114	(3,741,595)	(2,642,530)	(6,435,859)	(3,841,252)
Total Wages and Benefits	63,990,298	58,757,706	53,626,932	22,684,997	28,145,932

Other Expenses

Total O&M Expenses	350,264,145	314,720,412	408,571,633	417,653,588	343,740,837
-Total Fuel and PP	128,826,643	102,222,842	109,642,474	117,223,858	150,170,551
-Wages and Benefits	63,990,298	58,757,706	53,626,932	22,684,997	28,145,932
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses/Income	157,447,204	153,739,864	245,302,227	277,744,733	165,424,354

Depreciation and Amortization

Depreciation Exp	58,182,598	48,098,696	49,833,880	41,821,213	39,352,834
Amort & Depl of Utility Plant	2,136,266	1,682,418	2,025,877	5,420,811	2,402,422
Amort of Other Utility Plant			(4,866,000)		
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	60,318,864	49,781,114	46,993,757	47,242,024	41,755,256

Fuel and PP related to Sales for Resale (Not Used)

Total Fuel and PP	128,826,643	102,222,842	109,642,474	117,223,858	150,170,551
divided by Total MWHs	7,438,639	7,216,272	7,365,999	7,319,682	7,970,527
Fuel Cost per KWH	0.0173	0.0142	0.0149	0.0160	0.0188
times Sales for Resale MWHs	219,133	200,941	159,375	192,852	840,341
Sales for Resale Fuel	3,795,072	2,846,450	2,372,288	3,088,502	15,832,638

ROCHESTER GAS AND ELECTRIC CORPORATION
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
ELECTRIC UTILITY PLANT					
Intangible	\$2,738,115	\$2,738,115	\$2,595,201	\$2,354,276	\$2,354,276
Production					
Steam			7,544,472	10,683,536	18,717,218
Nuclear					
Hydraulic	138,645,030	137,567,288	137,498,212	135,925,144	150,669,897
Other	1,976,732	1,976,732	4,178,398	4,178,398	4,178,103
Transmission	945,091,420	816,302,480	659,694,510	612,475,352	608,982,430
Distribution	1,314,747,705	1,222,731,076	1,127,737,146	1,055,761,992	1,048,455,968
Regional Transmission and Market Operation Plant					
General	33,941,364	34,700,414	35,244,271	32,218,659	29,810,812
Electric - Purchased or Sold					
Experimental - Unclassified					
Nuclear Fuel Assemblies					
Total Electric Plant In Service	2,437,140,366	2,216,016,105	1,974,492,210	1,853,597,357	1,863,168,704
Leased To Others					
Held For Future Use	448,666	448,665	448,666	448,666	448,666
Construction Work in Progress	245,177,300	304,894,381	362,195,989	288,513,471	207,911,724
Aquisition Adjustments					
Total Electric Utility Plant	2,682,766,332	2,521,359,151	2,337,136,865	2,142,559,494	2,071,529,094
Accum. Provision - Depr. & Amort.	656,628,148	618,530,297	594,143,285	564,240,624	549,960,542
Net Electric Plant	\$2,026,138,184	\$1,902,828,854	\$1,742,993,580	\$1,578,318,870	\$1,521,568,552
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.20	1.12	0.47	0.70	0.76
Total Capitalization	\$2,057,958,322	\$1,909,218,697	\$1,696,620,262	\$1,522,336,116	\$1,580,631,116
<u>Percent Of Capitalization (Incl S-T Debt)</u>					
Long-Term Debt	51.1%	50.4%	39.0%	46.1%	44.4%
Preferred Stock					
Common Stock & Retained Earnings	48.9%	49.6%	46.3%	49.3%	44.9%
Short-Term Debt		0.0%	14.7%	4.6%	10.7%
Pretax Coverage of Interest Expense	2.75	3.26	5.93	1.96	2.68
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	5.5%	9.6%	4.0%	5.1%	-3.7%
Internal Cash Generated as a % of Cash Outflows for Construction	107.1%	73.7%	61.5%	163.1%	92.6%
Earnings per Share	\$1.39	\$2.14	\$0.79	\$0.96	(\$0.69)
Book Value per Share	\$25.87	\$24.37	\$20.21	\$19.32	\$18.25
Dividends per Share					
Number of Employees	413	470	606	633	674

Current Assets	351,062,739	284,600,969	253,879,221	219,525,804	242,618,391
Current Liabilities	293,604,487	255,183,767	545,974,191	315,235,927	319,664,000
Total Capitalization	2,057,958,322	1,909,218,697	1,696,620,262	1,522,336,116	1,580,631,116
Long-Term Debt	1,051,861,513	961,572,842	661,534,182	701,349,017	701,312,195
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	1,006,096,809	947,595,452	785,919,080	751,270,099	709,581,921
Short-Term Debt		50,403	249,167,000	69,717,000	169,737,000
Pretax Income	196,283,216	205,983,664	318,154,910	149,159,124	181,838,819
Interest Expense	71,432,021	63,250,039	53,696,281	75,989,371	67,914,631
Common Dividends Paid					
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	54,128,847	83,229,029	30,657,602	37,465,630	(26,938,228)
Internal Cash	288,739,808	219,457,086	153,251,275	259,949,477	179,083,741
Cash Outflows for Construction	269,558,894	297,579,742	249,268,187	159,422,837	193,416,138
Shares Outstanding	38,885,813	38,885,813	38,885,813	38,885,813	38,885,813
Number of Employees (Total)	413	470	606	633	674
Misc Deferred Debits - Net	(108,522,315)	(20,652,517)	284,609,905	251,997,104	240,815,483

Table 1 G

**STRAIGHT GAS INDUSTRY
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,
(\$000)**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Total Utility Plant	\$13,014,253	\$11,894,775	\$10,961,378	\$10,360,959	\$9,593,064
2 Less Acc. Prov. For Depreciation & Amortization	3,045,378	2,994,938	2,888,274	2,893,502	2,819,125
3 Net Total Utility Plant	9,968,875	8,899,837	8,073,104	7,467,457	6,773,939
OTHER PROPERTY AND INVESTMENTS					
4 Nonutility Property	2,415	2,388	2,340	1,371	1,371
5 Less Acc. Prov. For Depreciation & Amortization	(42)	(41)	(40)	(39)	(38)
6 Investment in Associated Companies					
7 Investment in Subsidiary Companies	258,668	251,392	230,596	200,637	131,983
8 Other Investments	33,683	26,310	19,126	12,041	50
9 Sinking Funds	60,907	38,525	17,960		
10 Depreciation Fund					
11 Other Special Funds	2,173	2,332	2,296	16,179	26,820
12 Long-Term, Portion of Derivative Assets (175)	646	83	3,112		
13 Long-Term, Portion of Derivative Assets - Hedges (176)					
14 Total Other Property and Investments	358,449	320,989	275,390	230,189	160,186
CURRENT AND ACCRUED ASSETS					
15 Cash	19,274	12,713	5,377	9,321	13,763
16 Special Deposits	3,446				
17 Working Funds	160	154	154	172	174
18 Temporary Cash Investments	3,304	3,307	3,332	1,767	16
19 Notes Receivable	1,303	3,307	3,491	3,719	1,974
20 Accounts Receivable	639,792	521,956	451,066	398,646	461,808
21 Less Accum. Prov. For Uncollectible Accounts	(73,930)	(75,221)	(82,360)	(78,055)	(74,581)
22 Notes Receivable from Associated Companies				127,437	
23 Accounts Receivable from Assoc. Companies	49,879	450,451	467,784	170,278	178,751
24 Materials and Supplies	36,268	29,409	35,887	38,112	27,263
25 Gas Stored Underground - Current	165,859	151,385	134,401	185,510	223,186
26 Liquefied Natural Gas in Storage	4,543	3,871	4,300	4,073	6,141
27 Prepayments	93,972	88,521	96,143	87,096	117,261
28 Interest and Dividends Receivable				(34)	(2)
29 Rents Receivable	104	6,734	27,052	20,289	13,594
30 Accrued Utility Revenue	276,124	275,496	194,387	131,315	189,354
31 Misc. Current and Accrued Assets	2,986	1,850	1,115	9,594	15,364
32 Derivative Instrument Assets (Current Portion)					
33 Derivative Instrument Assets - Hedges (Current Portion)	1,889	4,285	9,030	7,742	
34 Total Current and Accrued Assets	1,224,974	1,478,218	1,351,158	1,116,981	1,174,066
DEFERRED DEBITS					
35 Unamort. Debt Expense	18,895	15,145	16,710	9,338	10,849
36 Extraordinary Property Losses					
37 Prelim. Survey and Investigation Charges	1,506	(1,357)	1,552	1,515	223
38 Clearing Accounts	(3,096)	(2,864)	(2,649)	(2,639)	(2,925)
39 Temporary Facilities					
40 Miscellaneous Deferred Debits	2,920,805	2,845,489	2,600,094	2,323,613	2,101,574
41 Deferred Losses from Disp. of Utility Plant					
42 Research and Development	298	(142)	(607)	(1,212)	(2,229)
43 Accumulated Deferred Income Taxes	1,262,500	1,195,519	1,355,054	1,111,064	908,190
44 Total Deferred Debits	4,200,909	4,051,790	3,970,154	3,441,679	3,015,681
45 Total Assets and Other Debits	\$15,753,208	\$14,750,834	\$13,669,805	\$12,256,307	\$11,123,872

**STRAIGHT GAS INDUSTRY
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)**

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$77,171	\$77,171	\$77,171	\$77,171	\$77,171
Preferred Stock Issued					
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock	1,067,601	1,067,601	1,067,601	1,067,601	1,067,601
Other Paid-in Capital	388,994	362,162	6,567	(27,380)	(27,465)
Installments Received on Capital Stock					
Capital Stock Expense	(125)	(123)	(123)	(123)	(123)
Retained Earnings	2,247,755	2,109,133	1,982,304	1,818,829	1,708,013
Unapp. Undistributed Subsidiary Earnings	169,401	184,789	166,694	150,893	82,244
Reaquired Capital Stock					
Accumulated Other Comprehensive Income		(79)	(81)	(144)	(112)
Total Proprietary Capital	3,950,797	3,800,654	3,300,134	3,086,847	2,907,329
LONG-TERM DEBT					
Bonds	2,850,000	2,430,000	2,430,000	1,640,500	1,656,918
Reaquired Bonds					
Advances from Associated Companies	324,000	324,000	324,000	324,000	324,000
Other Long-Term Debt	33,556	35,825	32,848	20,430	8,197
Unamortized Premium on LT Debt					
Unamortized Discount on LT Debt-Debit					
Total Long-Term Debt	3,207,556	2,789,825	2,786,848	1,984,930	1,989,115
CURRENT AND ACCRUED LIABILITIES					
Notes Payable	34,222	32,210	35,111	44,170	35,267
Accounts Payable	326,760	276,751	248,476	229,619	168,599
Notes Payable to Associated Companies	1,117,390	929,928	859,401	1,200,753	852,234
Accounts Payable to Associated Companies	263,978	682,685	663,679	804,606	788,918
Customer Deposits	56,793	52,922	50,494	52,262	51,665
Taxes Accrued	(31,769)	(80,169)	7,272	50,629	24,201
Interest Accrued	35,653	27,440	27,968	16,336	16,470
Dividends Declared	11,000	11,000	11,000	11,000	9,600
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	3,817	3,315	2,722	(953)	2,158
Misc. Current and Accrued Liabilities	172,202	46,359	49,185	46,584	40,884
Derivative Instrument Assets (Current Portion)					
Derivative Instrument Assets - Hedges (Current Portion)	13,702	10,172	13,920		
Total Current and Accrued Liabilities	2,003,748	1,992,612	1,969,228	2,455,008	1,989,997
DEFERRED CREDITS					
Customer Advances for Construction	800	875	859	793	755
Other Deferred Credits	2,596,384	2,179,511	1,139,858	1,000,323	872,354
Accumulated Deferred Inv. Tax Credits	83	588	1,649	2,864	4,168
Deferred Gains-Disposition of Utility Plant					
Accumulated Deferred Income Taxes	2,461,650	2,341,077	3,222,668	2,918,611	2,658,977
Total Deferred Credits	5,058,916	4,522,051	4,365,034	3,922,590	3,536,255
OPERATING RESERVES					
Property Insurance Reserve					
Injuries and Damage Reserve	72,964	76,715	75,485	75,014	63,588
Pension and Benefits Reserve	139,401	202,367	501,290	81,643	106,283
Miscellaneous Operating Reserves	1,265,313	1,318,591	621,294	638,501	531,306
Total Operating Reserves	1,477,678	1,597,674	1,198,069	795,158	701,176
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities	9,749	3,555	8,169		
Long-Term Portion of Derivative Instrument Liabilities - Hedges					
Asset Retirement Obligations	44,765	44,463	42,324	11,775	
Total Other Noncurrent Liabilities	54,515	48,018	50,493	11,775	
Total Liabilities and Other Credits	\$15,753,208	\$14,750,834	\$13,669,805	\$12,256,307	\$11,123,872
	\$15,753,208				

Table 3 G

STRAIGHT GAS INDUSTRY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)

	2018	2017	2016	2015	2014
GAS OPERATING INCOME					
1 Operating Revenues	\$3,876,655	\$3,522,460	\$2,988,293	\$3,198,124	\$3,536,429
Operating Expenses:					
2 Operation Expense	2,411,339	2,148,195	1,689,872	1,877,573	2,278,338
3 Maintenance Expense	242,376	159,076	131,534	115,026	132,490
4 Depreciation Expense	225,246	214,237	218,917	209,219	196,636
5 Depreciation Expense for Asset Retirement Costs					
6 Amort. and Depletion of Utility Plant	4,209	4,013	4,240	4,429	6,597
7 Amort. of Utility Plant Acq. Adj.	32,694	33,208	114,463	78,839	82,437
8 Amort. of Property Losses					
9 Amort. of Conversion Expenses			43	44	43
10 Other Expenses	179,853	426,569	368,900	384,387	394,147
11 Taxes Other than Income Taxes	341,752	142,444	120,512	158,460	394,147
12 Income Taxes	131,608	142,444	120,512	158,460	115,980
13 Gains from Disposition of Util. Plant					
14 Losses from Disposition of Util. Plant					
15 Accretion Expense					
16 Total Operating Expenses	3,569,077	3,270,187	2,768,993	2,986,437	3,600,815
17 Net Operating Revenues	307,577	252,273	219,300	211,687	(64,386)
18 Other Gas Utility Operating Income					
19 Total Gas Utility Operating Income	307,577	252,273	219,300	211,687	(64,386)
20 Other Utility Operating Income					
21 Total Utility Operating Income	\$307,577	\$252,273	\$219,300	\$211,687	(\$64,386)

STRAIGHT GAS INDUSTRY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch. Jobbing & Contract Work	\$355	\$467	\$7	\$197	\$221
Income from Nonutility Operations	298	(3,550)	(1,443)	(110)	(3,473)
Nonoperating Rental Income	5	605	5	5	4
Equity in Earnings of Subsidiary Companies	(15,388)	18,095	15,802	68,649	10,035
Interest and Dividend Income	33,037	31,482	17,793	7,189	534
Allowance for Funds Used During Construction	5,164	3,901	13,733	2,187	(808)
Miscellaneous Nonoperating Income	839	1,096	1,040	387	2,042
Gain on Disposition of Property	340	396	437	891	441
Total Other Income	24,649	52,491	47,375	79,395	8,996
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property	356	40	399	582	1
Miscellaneous Amortization		124	149	25	57
Miscellaneous Income Deductions	71,026	151,217	33,530	26,373	17,788
Total Other Income Deductions	71,381	151,382	34,078	26,980	17,847
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes	793	755	740	638	465
Income Taxes	(11,512)	(47,853)	(9,429)	(9,657)	(1,081)
Total Taxes-Other Inc. & Deductions	(10,719)	(47,099)	(8,688)	(9,019)	(616)
Net Other Income and Deductions	(36,013)	(51,792)	21,985	61,435	(8,235)
INTEREST CHARGES					
Interest on Long-term Debt	112,446	92,968	104,574	82,277	82,137
Amortization of Debt Discount and Expense	2,676	2,636	2,595	2,568	2,820
Amortization of Premium on Debt-Credit					
Interest on Debt to Associated Company	34,450	33,313	30,238	30,177	27,190
Other Interest Expense	27,549	24,780	15,154	13,819	22,749
Total Interest Charges	177,121	153,698	152,561	128,841	134,897
Income Before Extraordinary Items	94,444	46,783	88,724	144,281	(207,519)
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$94,444	\$46,783	\$88,724	\$144,281	(\$207,519)
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP) *	\$2,109,133	\$1,982,304	\$1,822,916	\$1,685,550	\$1,594,204
Balance Transferred from Income	109,832	28,688	72,923	75,632	(217,554)
Appropriated Retained Earnings					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock	44,000	44,000	44,326	44,601	43,400
Adjustments to Retained Earnings	(224)	56	10,728	(55,708)	(18,687)
Net Change	138,622	126,829	159,388	133,279	113,809
Unappropriated Retained Earnings (EOP)	2,247,755	2,109,133	1,982,304	1,818,829	1,708,013
Appropriated Retained Earnings (EOP)					
Total Retained Earnings	2,247,755	2,109,133	1,982,304	1,818,829	1,708,013

Notes:

* The beginning balance in 2002 Retained Earnings does not equal the ending balance in 2001 because Valley Energy acquired the assets of NUI Waverly that year setting its Retained Earnings at \$0.

Table 5 G

**STRAIGHT GAS INDUSTRY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31
(\$000s)**

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$167,457	\$188,868	\$208,788	\$302,237	\$185,927
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	269,379	257,203	342,570	295,499	290,998
3 Deferred Taxes & ITCs	68,586	201,546	80,316	102,105	(1,513)
4 Receivables and Inventory	(138,851)	(134,135)	(51,829)	124,372	200,270
5 Payables and Accrued Expenses	225,959	(131,471)	28,493	34,538	45,845
6 Regulatory Assets (Net)	234,946	(555,421)	(230,203)	(253,089)	20,868
7 Capitalized AFUDC - Equity	(5,164)	(3,879)	(13,703)	(1,949)	(2,897)
8 Undistributed Earnings of Affiliates	15,388	(18,095)	(15,802)	(68,649)	(10,025)
9 Other Adjustments (See company detail for explanations of major items)	(10,783)	74,710	(154,734)	34,993	(78,019)
10	(5,564)	801,792	(3,591)	67,477	66,187
11	(75,969)	(84,618)	77,340	39,008	(28,537)
12 Net Cash From Operating Activities	745,384	596,501	267,645	676,541	689,105
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(1,268,704)	(991,015)	(856,298)	(886,607)	(646,198)
14 Acquisition Of Other Non-Current Assets	(7,823)	(7,947)	(7,815)	(12,137)	(58)
15 Investments in & Advances to Affiliates	-	-	-	-	-
16 Contributions & Advances from Affiliates	(170)	117	179	(164)	(83)
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					3,195
19 Investment Securities	-	-	39	(158)	(4)
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities	(974)	(3,790)	(6,251)	14,329	(2,380)
22	472	183	229	(2,045)	52
23					
24 Net Cash From Investing Activities	(1,277,200)	(1,002,452)	(869,917)	(886,781)	(645,475)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt	407,394	553	810,425	274,460	2,132
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt	5,441	93	-	8,903	10,362
29 Dividends Paid	(44,000)	(44,000)	(43,726)	(43,201)	(45,900)
30 Other Cash Flows - Financing Activities	172,991	456,616	(166,823)	(32,616)	(12,246)
31					
32					
33 Net Cash From Financing Activities	541,826	413,261	599,875	207,546	(45,652)
34 Net Increase/(Decrease) In Cash Equivalents	10,010	7,311	(2,397)	(2,694)	(2,022)
35 Cash & Cash Equivalents Beginning Of Year *	16,176	8,864	11,260	13,953	15,975
36 Cash & Cash Equivalents End Of Year	\$26,186	\$16,176	\$8,864	\$11,260	\$13,953

STRAIGHT GAS INDUSTRY
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES (\$000s)					
<u>Bundled</u>					
Residential	\$2,473,034	\$2,158,869	\$1,739,754	\$1,959,509	\$2,199,217
Commercial	477,151	395,696	289,857	332,396	377,242
Industrial	23,947	18,385	29,557	35,091	39,963
Other Ultimate Customers	78,414	68,140	54,997	56,505	74,071
Total Revenues-Ultimate Customer	3,052,546	2,641,091	2,114,166	2,383,501	2,690,492
Sales for Resale	268,777	174,094	134,162	203,182	380,753
Total Revenues from Gas Sales	3,321,322	2,815,185	2,248,327	2,586,683	3,071,246
<u>Transportation of Gas of Others</u>					
Transportation Sales	4,344	4,073	3,673	2,881	594,954
Residential	256,851	273,446	283,880	291,943	
Commercial	260,353	235,822	174,888	187,026	
Industrial	42,181	42,441	68,652	74,731	
Other Ultimate Customers	39,507	17,280	14,547	14,937	
Other Gas Operating Revenues	(47,903)	134,214	194,325	39,923	(129,771)
Total Gas Operating Revenues	\$3,876,655	\$3,522,460	\$2,988,293	\$3,198,124	\$3,536,429
SALES (MCF)					
<u>Bundled</u>					
Residential	204,202,783	181,526,513	174,602,838	186,213,582	190,009,340
Commercial	46,307,739	40,451,787	35,561,460	37,428,012	37,489,475
Industrial	2,608,542	2,070,359	3,696,241	3,858,925	3,982,559
Other Ultimate Customers	8,723,424	8,076,728	7,888,333	7,851,271	8,472,549
Total Sales-Ultimate Customer	261,842,488	232,125,386	221,748,872	235,351,790	239,953,924
Sales for Resale	64,229,082	48,153,123	43,036,127	49,086,793	42,952,095
<u>Transportation of Gas of Others</u>					
Transportation Sales	29,920,357	5,473,763	5,445,323	6,402,587	222,656,018
Residential	57,331,018	58,991,316	63,208,936	66,870,365	
Commercial	63,201,112	60,736,299	52,241,524	57,282,249	
Industrial	43,792,958	41,683,224	46,055,913	46,859,796	
Other Ultimate Customers	39,269,372	32,107,059	37,817,223	38,388,082	
Other Gas Sales					
Total Sales	559,586,388	479,270,170	469,553,919	500,241,663	505,562,037
AVG NUMBERS OF CUSTOMERS					
<u>Bundled</u>					
Residential	2,167,813	2,086,332	2,060,174	2,007,990	1,961,523
Commercial	114,211	110,503	105,609	100,816	98,646
Industrial	3,935	3,635	7,599	8,267	7,040
Other Customers	4,048	4,079	4,128	4,127	4,235
Total Ultimate Customers	2,290,007	2,204,549	2,177,510	2,121,200	2,071,444
Resales	45	36	60	39	43
<u>Transportation of Gas of Others</u>					
Residential	287,925	345,800	371,963	383,323	
Commercial	65,915	75,201	62,584	52,538	
Industrial	1,742	1,751	15,183	15,432	
Other Ultimate Customers	62	60	50	9	
Total Customers	2,290,052	2,627,397	2,627,350	2,572,541	2,071,487
OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
Average Annual Bill Per Customer	\$1,141	\$1,035	\$844	\$976	\$1,121
Average MCF Consumption Per Customer	94.2	87.0	84.8	92.7	96.9
Average Revenue Per MCF Sold	\$12.11	\$11.89	\$9.96	\$10.52	\$11.57
COMMERCIAL SALES					
Average Annual Bill Per Customer	\$4,178	\$3,581	\$2,745	\$3,297	\$3,824
Average MCF Consumption Per Customer	405.5	366.1	336.7	371.3	380.0
Average Revenue Per MCF Sold	\$10.30	\$9.78	\$8.15	\$8.88	\$10.06
INDUSTRIAL SALES					
Average Annual Bill Per Customer	\$6,086	\$5,058	\$3,890	\$4,245	\$5,676
Average MCF Consumption Per Customer	662.9	569.6	486.4	466.8	565.7
Average Revenue Per MCF Sold	\$9.18	\$8.88	\$8.00	\$9.09	\$10.03
OPERATION AND MAINTENANCE EXPENSES					
Steam					
Manufactured Gas					
Natural Gas - Production & Gathering	37	51	66	41	15
Purchased Gas	1,463,558	1,169,929	714,296	1,006,300	1,356,376
Other	(11,901)	(16,544)	50,491	37,988	17,430
Total Production Expense	1,451,693	1,153,436	764,853	1,044,329	1,373,820
Natural Gas Storage Expense	46,420	44,245	44,757	42,465	45,943
Transmission Expense	124,397	111,611	110,228	108,810	108,862
Distribution Expense	372,514	305,450	255,327	241,971	237,468
Customer Account Expense	169,886	177,167	202,703	188,025	186,164
Sales Expense	5,680	10,304	9,806	11,347	6,377
Administrative and General	1,536,244	505,120	433,572	368,343	431,830
Total O & M Expense	\$3,706,834	\$2,307,332	\$1,821,248	\$2,005,290	\$2,390,464

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Table 7 G

**STRAIGHT GAS INDUSTRY
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,
(\$000s)**

	2018	2017	2016	2015	2014
1 Total Revenues	\$3,876,655	\$3,522,460	\$2,988,293	\$3,198,124	\$3,536,429
2 Sales of Gas (MCF) *	423,604,664	369,523,085	360,581,671	284,438,583	282,906,019
DOLLAR AMOUNTS					
3 Purchased Gas & Other Supply Exp.	\$1,617,608	\$1,322,684	\$902,601	\$1,179,675	\$1,526,690
4 Wages and Benefits	475,513	487,014	436,487	485,815	401,021
5 Other Operation & Maintenance Exp.	560,593	497,786	482,318	327,109	483,117
6 Depreciation & Amortization Expense	262,135	237,094	303,412	251,395	246,835
7 Income Taxes-Operating	131,608	142,444	120,512	158,460	115,980
8 Other Taxes-Operating	448,591	426,716	368,900	384,387	394,147
9 Capital Costs	380,606	408,722	374,063	411,284	368,639
10 Total	\$3,876,655	\$3,522,460	\$2,988,293	\$3,198,124	\$3,536,429
PERCENT OF REVENUES					
11 Purchased Gas & Other Supply Exp.	41.7	37.6	30.2	36.9	43.2
12 Wages and Benefits	12.3	13.8	14.6	15.2	11.3
13 Other Operation & Maintenance Exp.	14.5	14.1	16.1	10.2	13.7
14 Depreciation & Amortization Expense	6.8	6.7	10.2	7.9	7.0
15 Income Taxes-Operating	3.4	4.0	4.0	5.0	3.3
16 Other Taxes-Operating	11.6	12.1	12.3	12.0	11.1
17 Capital Costs	9.8	11.6	12.5	12.9	10.4
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER MCF					
19 Purchased Gas & Other Supply Exp.	3.82	3.58	2.50	4.15	5.40
20 Wages and Benefits	1.12	1.32	1.21	1.71	1.42
21 Other Operation & Maintenance Exp.	1.32	1.35	1.34	1.15	1.71
22 Depreciation & Amortization Expense	0.62	0.64	0.84	0.88	0.87
23 Income Taxes-Operating	0.31	0.39	0.33	0.56	0.41
24 Other Taxes-Operating	1.06	1.15	1.02	1.35	1.39
25 Capital Costs	0.90	1.11	1.04	1.45	1.30
26 Total	9.15	9.53	8.29	11.24	12.50

Notes:

* Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Purchased Gas and Other Supply Exp.	1,220,931	1,001,306	675,305	885,325	1,049,487
Liquidified Petro Gas					
Other Gas Supply	256,333	195,612	96,901	172,261	353,713
Gas Storage	43,498	44,134	44,752	42,456	45,933
Transmission Expense	124,397	111,611	110,228	108,810	108,852
Total Purchased Gas	424,228	351,357	251,881	323,526	508,498
-Total PG related to Sales for Resale					
PG - Ultimate Customers	424,228	351,357	251,881	323,526	508,498
<u>Wages and Benefits</u>					
Salaries	320,756	312,271	283,885	339,170	256,894
Pensions and Benefits	153,433	173,719	151,431	145,378	142,945
Total Wages and Benefits	474,189	485,990	435,316	484,549	399,840
<u>Other Expenses</u>					
Total O&M Expenses	2,653,715	2,307,271	1,821,406	1,992,599	2,410,828
-Total Purchased Gas	1,617,608	1,322,684	902,601	1,179,675	1,526,690
-Wages and Benefits	475,513	487,014	436,487	485,815	401,021
-Other Gains					
+Other Losses		213			
-Other Revenues					
Other Expenses	560,593	497,786	482,318	327,109	483,117
<u>Depreciation and Amortization</u>					
Depreciation Exp	225,246	214,237	219,219	209,219	195,534
Amort & Depl of Utility Plant	399	144	273	518	1,604
Amort of Other Utility Plant	36,490	22,713	83,920	41,658	48,595
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	262,135	237,094	303,412	251,395	245,733
<u>Fuel and PP related to Sales for Resale</u>					
Total PG	1,617,608	1,322,684	902,601	1,179,675	1,526,690
divided by Total MCFs	423,605	369,523	360,582	284,439	282,906
Fuel Cost per MCF	3.819	3.579	2.503	4.147	5.396
times Sales for Resale MCFs	26,118.035	20,257.240	17,692.918	20,397.903	20,115.662
Sales for Resale PG	132,480.220	94,288.166	58,774.175	84,371.479	108,956.877
<u>Transportation Volumes</u>	6,459	5,474	5,445	6,403	11,010

STRAIGHT GAS INDUSTRY
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)

	2018	2017	2016	2015	2014
Intangible	\$255,420	\$250,901	\$250,875	\$193,772	\$190,282
Production					
Manufactured Gas				2,370	2,370
Natural Gas	20,811	21,362	20,974	18,317	18,219
Natural Gas Storage					
Underground Storage					
Other Storage	212,702	206,006	199,192	189,171	188,293
Transmission	833,424	773,623	731,046	632,200	553,978
Distribution	10,445,479	9,520,756	8,827,591	8,021,404	7,934,509
General	470,361	445,713	428,365	411,164	358,981
Gas - Purchased or Sold					
Experimental - Unclassified					
Gas - Stored Underground, Non-current	858	858	858	858	858
Total Plant In Service	12,239,055	11,219,218	10,458,901	9,469,257	9,247,489
Plant Leased To Others					
Plant Held For Future Use	336	336	336	336	336
Construction Work In Progress	773,602	673,961	500,880	890,106	343,979
Aquisition Adjustments	1,260	1,260	1,260	1,260	1,402
Total Plant	13,014,253	11,894,775	10,961,378	10,360,959	9,593,207
Accum. Prov. - Depr. & Amort.	3,045,378	2,994,938	2,888,274	2,893,502	2,819,125
Total Net Plant	\$9,968,875	\$8,899,837	\$8,073,104	\$7,467,457	\$6,774,081
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.61	0.74	0.69	0.45	0.59
Total Capitalization (\$000s)	\$8,309,964	\$7,552,618	\$6,981,494	\$6,316,700	\$5,783,945
<u>Percent Of Capitalization (incl. S-T Debt)</u>					
Long-Term Debt	38.6%	36.9%	39.9%	31.4%	34.4%
Preferred Stock					
Common Stock & Retained Earnings	47.5%	50.3%	47.3%	48.9%	50.3%
Short-Term Debt	13.9%	12.7%	12.8%	19.7%	15.3%
Pretax Coverage of Interest Expense	2.62	2.84	2.83	4.55	3.22
Com. Stock Dividends as a % of Earnings	26.3%	23.3%	21.2%	14.8%	23.3%
Return on Common Equity	4.3%	5.3%	6.5%	10.1%	6.6%
Internal Cash Generated as a % of Cash Outflows for Construction	58.8%	60.2%	31.3%	76.3%	106.6%
Earnings per Share	\$0.00	\$0.93	\$1.03	\$1.49	\$0.92
Book Value per Share	\$0.01	\$18.73	\$16.26	\$15.23	\$14.34
Dividends per Share	\$0.00	\$0.22	\$0.22	\$0.22	\$0.21
Number of Employees	3,705	3,631	3,591	3,487	3,374

Data Field Below

Current Assets	1,224,974,270	1,478,218,259	1,351,090,874	1,116,981,350	1,174,065,866
Current Liabilities	2,003,747,882	1,992,611,896	1,969,273,611	2,455,007,589	1,989,997,029
Total Capitalization	8,309,964,161	7,552,617,603	6,981,494,165	6,316,699,679	5,783,944,942
Long-Term Debt	3,207,555,625	2,789,825,222	2,786,848,230	1,984,929,646	1,989,115,057
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	3,950,796,510	3,800,654,338	3,300,133,578	3,086,846,718	2,907,328,644
Short-Term Debt	1,151,612,024	962,138,041	894,512,355	1,244,923,313	887,501,239
Pretax Income	464,683,497	437,005,448	431,180,329	585,619,910	436,590,933
Interest Expense	177,121,039	153,697,659	152,560,709	128,841,154	135,594,755
Dividends Paid	44,000,000	44,000,000	44,326,429	44,600,848	43,400,000
Net Income (Excl. Preferred Stock Dividends)	167,457,493	188,867,848	208,788,003	302,236,671	185,927,183
Internal Cash	745,384,001	596,501,113	267,645,499	676,541,161	689,104,622
Cash Outflows for Construction	1,268,704,155	991,014,635	856,298,121	886,606,662	646,197,587
Shares Outstanding (Millions)*** Check (SOME COMPANIES IN HOLD AMTS VS. .004)	435,202.4885	202.9235	202.9235	202.7018	202.7018
Misc Deferred Debits	324,421,610	665,978,483	1,460,236,252	1,323,289,792	1,229,219,599
Number of Employees	3,705	3,631	3,591	3,487	3,374

201 A

THE BROOKLYN UNION GAS COMPANY
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Total Utility Plant	\$6,246,210,098	\$5,550,594,805	\$4,932,862,605	\$4,635,674,349	\$4,198,404,877
2 Less Acc. Prov. For Depreciation & Amortization	1,270,990,277	1,279,425,841	1,239,640,169	1,309,518,486	1,303,672,865
3 Net Total Utility Plant	4,975,219,821	4,271,168,964	3,693,222,436	3,326,155,863	2,894,732,012
OTHER PROPERTY AND INVESTMENTS					
4 Nonutility Property					
5 Less Acc. Prov. For Depreciation & Amortization					
6 Investment in Associated Companies					
7 Investment in Subsidiary Companies	258,589,372	251,322,670	230,532,445	200,580,223	131,932,290
8 Other Investments	49,875	49,875	49,875	49,875	49,875
9 Sinking Funds					
10 Depreciation Fund					
11 Other Special Funds					
12 Long-Term, Portion of Derivative Assets (175)	357,691	33,921	1,659,892		
13 Long-Term, Portion of Derivative Assets - Hedges (176)					
14 Total Other Property and Investments	258,996,938	251,406,466	232,242,212	200,630,098	131,982,165
CURRENT AND ACCRUED ASSETS					
15 Cash	2,061,437	2,981,858	1,065,298	3,974,204	3,856,341
16 Special Deposits	3,445,673				
17 Working Funds					
18 Temporary Cash Investments					
19 Notes Receivable					
20 Accounts Receivable	358,121,856	285,936,872	240,998,345	193,150,533	226,943,591
21 Less Accum. Prov. For Uncollectible Accounts	(32,593,160)	(31,173,233)	(29,459,701)	(32,163,656)	(25,269,817)
22 Notes Receivable from Associated Companies				127,436,994	
23 Accounts Receivable from Assoc. Companies	18,295,069	241,433,315	255,227,677	43,427,326	36,903,250
24 Materials and Supplies	17,072,257	12,123,806	16,906,306	19,211,561	11,287,092
25 Gas Stored Underground - Current	88,047,018	84,742,420	77,291,055	103,988,379	121,498,338
26 Liquefied Natural Gas in Storage	3,392,860	2,955,116	3,162,549	2,744,990	4,081,633
27 Prepayments	79,465,007	75,982,341	73,435,439	70,168,582	86,050,974
28 Interest and Dividends Receivable					
29 Rents Receivable	13,057	2,320,547	9,287,437	6,965,578	4,643,719
30 Accrued Utility Revenue	128,669,583	131,758,464	89,045,322	60,944,654	84,449,614
31 Misc. Current and Accrued Assets	1,651,123	1,056,596	592,327	9,194,570	10,023,413
32 Derivative Instrument Assets (Current Portion)					
33 Derivative Instrument Assets - Hedges (Current Portion)	799,369	3,984,272	5,339,532		
34 Total Current and Accrued Assets	668,441,149	814,102,374	742,891,586	609,043,715	564,468,148
DEFERRED DEBITS					
35 Unamort. Debt Expense	13,964,610	9,747,117	10,915,861	6,211,285	7,472,733
36 Extraordinary Property Losses					
37 Prelim. Survey and Investigation Charges					
38 Clearing Accounts	269,517	219,352	146,005	134,752	112,169
39 Temporary Facilities					
40 Miscellaneous Deferred Debits	2,202,579,602	2,132,173,678	1,504,024,720	1,343,607,599	1,197,629,491
41 Deferred Losses from Disp. of Utility Plant					
42 Research and Development					
43 Accumulated Deferred Income Taxes	858,631,517	831,427,786	844,154,566	680,733,727	559,572,592
44 Total Deferred Debits	3,075,445,246	2,973,567,933	2,359,241,152	2,030,687,363	1,764,786,985
45 Total Assets and Other Debits	\$8,978,103,154	\$8,310,245,737	\$7,027,597,386	\$6,166,517,039	\$5,355,969,310

**THE BROOKLYN UNION GAS COMPANY
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$1	\$1	\$1	\$1	\$1
Preferred Stock Issued	1	1	1	1	1
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock	472,627,082	472,627,082	472,627,082	472,627,082	472,627,082
Other Paid-in Capital	280,939,027	258,275,351	(94,363,106)	(108,476,785)	(108,480,122)
Installments Received on Capital Stock					
Capital Stock Expense					
Retained Earnings	1,084,575,880	1,032,175,368	995,217,366	949,124,474	884,899,499
Unapp. Undistributed Subsidiary Earnings	169,324,735	184,721,708	166,632,573	150,837,351	82,195,061
Reacquired Capital Stock					
Accumulated Other Comprehensive Income			(62,634)	(105,953)	(111,597)
Total Proprietary Capital	2,007,466,726	1,947,799,511	1,540,051,283	1,464,006,171	1,331,129,925
LONG-TERM DEBT					
Bonds	1,650,000,000	1,230,000,000	1,230,000,000	1,040,500,000	1,040,500,000
Reacquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt					
Unamortized Premium on LT Debt					
Unamortized Discount on LT Debt-Debit					
Total Long-Term Debt	1,650,000,000	1,230,000,000	1,230,000,000	1,040,500,000	1,040,500,000
CURRENT AND ACCRUED LIABILITIES					
Notes Payable					
Accounts Payable	202,514,069	165,918,399	134,625,275	136,711,090	88,399,208
Notes Payable to Associated Companies	900,856,338	764,708,812	734,660,805	711,900,683	316,911,624
Accounts Payable to Associated Companies	141,118,321	396,460,899	385,926,138	313,596,475	295,982,091
Customer Deposits	23,413,441	24,470,545	25,582,511	27,197,463	29,162,581
Taxes Accrued	(49,389,509)	(59,363,888)	11,306,338	8,008,698	(5,094,325)
Interest Accrued	20,542,536	12,393,025	12,387,280	8,187,445	8,373,818
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	1,319,439	1,197,428	518,098	(812,343)	3,233,798
Misc. Current and Accrued Liabilities	118,833,188	18,123,509	17,101,651	13,287,798	12,727,704
Derivative Instrument Assets (Current Portion)					
Derivative Instrument Assets - Hedges (Current Portion)	8,575,828	6,187,283	10,398,575		
Total Current and Accrued Liabilities	1,367,783,651	1,330,096,012	1,332,506,671	1,218,077,309	749,696,499
DEFERRED CREDITS					
Customer Advances for Construction					
Other Deferred Credits	1,188,929,698	1,082,423,056	479,796,362	369,676,099	381,753,314
Accumulated Deferred Inv. Tax Credits	1	398,648	1,309,388	2,220,128	3,130,868
Deferred Gains-Disposition of Utility Plant					
Accumulated Deferred Income Taxes	1,422,535,147	1,331,180,315	1,632,739,148	1,450,405,727	1,286,853,292
Total Deferred Credits	2,611,464,846	2,414,002,019	2,113,844,898	1,822,301,954	1,671,737,474
OPERATING RESERVES					
Property Insurance Reserve					
Injuries and Damage Reserve	47,877,272	49,712,686	47,609,334	46,315,629	39,867,494
Pension and Benefits Reserve	60,401,223	72,398,804	181,553,720		
Miscellaneous Operating Reserves	1,211,679,939	1,248,701,821	562,437,736	575,315,976	523,037,918
Total Operating Reserves	1,319,958,434	1,370,813,311	791,600,790	621,631,605	562,905,412
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities	6,224,445	2,103,906	4,870,801		
Long-Term Portion of Derivative Instrument Liabilities - Hedges					
Asset Retirement Obligations	15,205,052	15,430,978	14,722,943		
Total Other Noncurrent Liabilities	21,429,497	17,534,884	19,593,744		
Total Liabilities and Other Credits	\$8,978,103,154	\$8,310,245,737	\$7,027,597,386	\$6,166,517,039	\$5,355,969,310

201 C

THE BROOKLYN UNION GAS COMPANY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
GAS OPERATING INCOME					
1 Operating Revenues	\$1,853,803,928	\$1,689,248,687	\$1,411,100,201	\$1,415,303,090	\$1,552,335,245
Operating Expense:					
2 Operation Expense	1,121,187,113	1,028,719,321	777,854,421	819,123,307	947,684,748
3 Maintenance Expense	184,056,860	114,894,423	86,060,066	73,914,125	74,986,665
4 Depreciation Expense	100,394,022	91,140,774	96,776,197	92,149,022	87,556,845
5 Depreciation Expense for Asset Retirement Costs			145,872	504,167	
6 Amort. and Depletion of Utility Plant	398,574	129,802	258,811		1,589,883
7 Amort. of Utility Plant Acq. Adj.	18,519,106	18,844,010	79,952,577	37,242,414	43,602,210
8 Amort. of Property Losses					
9 Amort. of Conversion Expenses					
10 Other Expenses					
11 Taxes Other than Income Taxes	228,581,105	215,279,836	200,888,351	188,772,286	208,096,392
12 Income Taxes	44,183,822	62,638,644	38,977,049	64,842,137	55,281,133
13 Gains from Disposition of Util. Plant					
14 Losses from Disposition of Util. Plant		117,137			
15 Accretion Expense					
16 Total Operating Expenses	1,697,320,602	1,531,763,947	1,280,913,344	1,276,547,458	1,418,797,876
17 Net Operating Revenues	156,483,326	157,484,740	130,186,857	138,755,632	133,537,369
18 Other Utility Operating Income					
19 Total Gas Utility Operating Income	156,483,326	157,484,740	130,186,857	138,755,632	133,537,369
20 Other Utility Operating Income					
21 Total Utility Operating Income	\$156,483,326	\$157,484,740	\$130,186,857	\$138,755,632	\$133,537,369

THE BROOKLYN UNION GAS COMPANY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch. Jobbing & Contract Work					
Income from Nonutility Operations	(7,702)	(1,864,457)	(1,037,594)	(378,785)	(663,241)
Nonoperating Rental Income					
Equity in Earnings of Subsidiary Companies	(15,396,973)	18,089,135	15,795,222	68,642,290	10,025,783
Interest and Dividend Income	18,207,889	15,411,561	6,029,792	3,442,276	(2,271,956)
Allowance for Funds Used During Construction	1,812,135	1,585,194	10,873,182	135,796	(1,986,318)
Miscellaneous Nonoperating Income	480,812	570,937	351,438	172,586	1,101,022
Gain on Disposition of Property					
Total Other Income	5,096,161	33,792,370	32,012,040	72,014,163	6,205,290
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property		23	384,428	31,796	
Miscellaneous Amortization					
Miscellaneous Income Deductions	59,295,663	114,187,129	9,167,690	11,193,113	6,571,463
Total Other Income Deductions	59,295,663	114,187,152	9,552,118	11,224,909	6,571,463
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes					
Income Taxes	(12,539,082)	(39,300,183)	(2,097,406)	(3,918,019)	(910,740)
Total Taxes-Other Inc. & Deductions	(12,539,082)	(39,300,183)	(2,097,406)	(3,918,019)	(910,740)
Net Other Income and Deductions	(41,660,420)	(41,094,599)	24,557,328	64,707,273	544,567
INTEREST CHARGES					
Interest on Long-term Debt	63,137,247	43,607,826	61,824,433	46,783,858	46,650,653
Amortization of Debt Discount and Expense	1,446,929	1,747,048	1,877,762	1,972,755	2,244,843
Amortization of Premium on Debt-Credit					
Interest on Debt to Associated Company	10,844,728	7,023,864	1,837,884	2,116,773	535,686
Other Interest Expense	2,390,463	8,964,266	12,669,114	(5,456,771)	2,989,468
Total Interest Charges	77,819,367	61,343,004	78,209,193	45,416,615	53,118,340
Income Before Extraordinary Items	37,003,539	55,047,137	76,534,992	158,046,290	80,963,596
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$37,003,539	\$55,047,137	\$76,534,992	\$158,046,290	\$80,963,596
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	\$1,032,175,368	\$995,217,366	\$949,124,474	\$884,899,499	\$832,092,152
Balance Transferred from Income	52,400,512	36,958,002	60,739,770	89,404,000	70,937,813
Appropriated Retained Earnings					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock					
Adjustments to Retained Earnings			(14,646,878)	(25,179,025)	(18,130,466)
Net Change	52,400,512	36,958,002	46,092,892	64,224,975	52,807,347
Unappropriated Retained Earnings (EOP)	1,084,575,880	1,032,175,368	995,217,366	949,124,474	884,899,499
Appropriated Retained Earnings (EOP)					
Total Retained Earnings	\$1,084,575,880	\$1,032,175,368	\$995,217,366	\$949,124,474	\$884,899,499

THE BROOKLYN UNION GAS COMPANY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$37,003,539	\$55,047,137	\$76,534,992	\$158,046,290	\$80,963,596
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	120,758,631	111,861,634	179,011,219	131,868,358	134,993,781
3 Deferred Taxes & ITCs	72,699,023	105,796,042	21,729,004	57,376,305	(21,180,384)
4 Receivables and Inventory	(74,059,479)	(81,432,679)	(51,651,636)	63,256,478	52,201,147
5 Payables and Accrued Expenses	141,444,370	(76,794,819)	36,836,354	901,567	56,859,028
6 Regulatory Assets (Net)	(39,067,837)	(684,272,060)	(123,134,406)	(199,970,319)	(2,347,995)
7 Capitalized AFUDC - Equity	(1,812,135)	(1,585,194)	(10,873,182)	(135,796)	(1,986,318)
8 Undistributed Earnings of Affiliates	15,396,973	(18,089,135)	(15,795,222)	(68,642,290)	(10,025,783)
9 Other Adjustments				23,504,960	(2,188,302)
10	(8,963,122)	816,736,780	6,665,343	48,128,317	37,619,151
11					
12 Net Cash From Operating Activities	263,399,963	227,267,706	119,322,466	214,333,870	324,907,921
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(779,293,169)	(629,728,276)	(484,809,528)	(500,786,862)	(312,447,426)
14 Acquisition Of Other Non-Current Assets					
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities				7,925,145	(8,554,683)
22					
23					
24 Net Cash From Investing Activities	(779,293,169)	(629,728,276)	(484,809,528)	(492,861,717)	(321,002,109)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt	414,475,264		182,917,660	278,645,710	
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt					
29 Dividends Paid					
30 Other Cash Flows - Financing Activities	103,943,194	404,377,130	179,660,496		(7,745,595)
31					
32					
33 Net Cash From Financing Activities	518,418,458	404,377,130	362,578,156	278,645,710	(7,745,595)
34 Net Increase/(Decrease) In Cash Equivalents	2,525,252	1,916,560	(2,908,906)	117,863	(3,839,783)
35 Cash & Cash Equivalents Beginning Of Year	2,981,858	1,065,298	3,974,204	3,856,341	7,696,124
36 Cash & Cash Equivalents End Of Year	\$5,507,110	\$2,981,858	\$1,065,298	\$3,974,204	\$3,856,341

THE BROOKLYN UNION GAS COMPANY
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
<u>Bundled</u>					
Residential	\$1,174,708,382	\$1,041,675,278	\$842,431,711	\$871,603,102	\$986,323,950
Commercial	135,092,134	110,674,308	89,409,569	96,275,333	109,100,602
Industrial	18,468,578	14,781,137	12,022,711	12,325,974	15,381,281
Other Ultimate Customers	78,194,863	67,970,114	54,855,108	56,440,130	73,895,087
Total Revenues-Ultimate Customer	1,406,463,957	1,235,100,837	998,719,099	1,036,644,539	1,184,700,921
Sales for Resale	168,267,629	106,301,712	84,963,601	131,383,059	246,541,081
Total Revenues from Gas Sales	1,574,731,586	1,341,402,549	1,083,682,700	1,168,027,598	1,431,242,002
<u>Transportation of Gas of Others</u>					
Transportation Sales					276,045,736
Residential	182,050,785	190,310,653	185,929,469	183,089,636	
Commercial	64,134,360	53,095,311	47,446,665	47,379,850	
Industrial	8,305,018	9,604,971	4,538,606	4,946,013	
Other Ultimate Customers	39,307,436	17,082,770	14,352,779	14,936,859	
Other Gas Operating Revenues	(14,725,257)	77,752,433	75,149,982	(3,076,866)	(154,952,492)
Total Gas Operating Revenues	\$1,853,803,928	\$1,689,248,687	\$1,411,100,201	\$1,415,303,090	\$1,552,335,245
SALES (MCF)					
<u>Bundled</u>					
Residential	85,058,691	76,580,875	74,501,906	77,035,680	80,218,568
Commercial	11,451,808	10,467,718	10,120,975	10,466,802	10,661,164
Industrial	1,833,663	1,557,218	1,570,948	1,537,701	1,654,029
Other Ultimate Customers	8,699,248	8,056,560	7,869,478	7,832,063	8,452,489
Total Sales-Ultimate Customer	107,043,410	96,662,371	94,063,308	96,872,246	100,986,249
Sales for Resale	38,111,048	27,895,882	25,343,210	28,688,890	22,836,434
<u>Transportation of Gas of Others</u>					
Transportation Sales					99,747,626
Residential	41,037,525	41,156,965	42,150,357	41,282,325	
Commercial	15,379,157	14,123,401	14,363,656	14,187,566	
Industrial	2,104,867	2,091,751	1,661,190	1,579,661	
Other Ultimate Customers	39,011,545	31,872,458	37,621,469	38,388,082	
Other Gas Sales					
Total Sales	242,687,552	213,802,829	215,203,189	220,998,770	223,570,309
AVG NUMBER OF CUSTOMERS					
<u>Bundled</u>					
Residential	1,021,887	979,678	976,884	945,181	917,815
Commercial	31,947	31,174	32,516	30,036	29,098
Industrial	3,674	3,396	3,108	2,636	2,777
Other Customers	3,991	4,022	4,075	4,081	4,188
Total Ultimate Customers	1,061,499	1,018,270	1,016,583	981,934	953,878
Resales	17	8	9	14	19
<u>Transportation of Gas of Others</u>					
Residential	184,648	221,119	233,587	241,053	
Commercial	10,355	11,416	13,135	11,315	
Industrial	979	979	1,041	1,056	
Other Ultimate Customers	23	23	10	9	
Total Customers	1,257,521	1,251,815	1,264,365	1,235,381	953,897
OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
Average Annual Bill Per Customer	\$1,150	\$1,063	\$862	\$922	\$1,075
Average MCF Consumption Per Customer	83.2	78.2	76.3	81.5	87.4
Average Revenue Per MCF Sold	\$13.81	\$13.60	\$11.31	\$11.31	\$12.30
COMMERCIAL SALES					
Average Annual Bill Per Customer	\$4,229	\$3,550	\$2,750	\$3,205	\$3,749
Average MCF Consumption Per Customer	358.5	335.8	311.3	348.5	366.4
Average Revenue Per MCF Sold	\$11.80	\$10.57	\$8.83	\$9.20	\$10.23
INDUSTRIAL SALES					
Average Annual Bill Per Customer	\$5,027	\$4,353	\$3,868	\$4,676	\$5,539
Average MCF Consumption Per Customer	499.1	458.5	505.5	583.3	595.6
Average Revenue Per MCF Sold	\$10.07	\$9.49	\$7.65	\$8.02	\$9.30
OPERATION AND MAINTENANCE EXPENSES					
Steam					
Manufactured Gas					
Natural Gas - Production & Gathering					
Purchased Gas	\$702,389,030	\$585,331,805	\$373,741,495	\$482,606,367	\$581,926,457
Other	(11,518,370)	(4,536,816)	27,666,141	24,071,704	(446,186)
Total Production Expense	690,870,660	580,794,989	401,407,636	506,678,071	581,480,271
Natural Gas Storage Expense	6,010,564	6,206,582	6,118,706	4,197,338	7,844,014
Transmission Expense	20,771,924	15,650,626	16,053,870	14,271,955	15,032,642
Distribution Expense	251,133,452	188,080,798	143,401,587	138,411,475	126,788,063
Customer Account Expense	82,485,407	89,322,300	92,509,691	84,376,547	68,497,669
Sales Expense	1,776,325	5,296,801	5,749,982	5,742,844	3,388,970
Administrative and General	1,305,243,973	258,261,648	198,673,015	151,944,770	199,092,753
Total O & M Expense	\$2,358,292,305	\$1,143,613,744	\$863,914,487	\$905,623,000	\$1,002,124,382

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

201 G

	2018	2017	2016	2015	2014
1 Total Revenues	\$1,853,803,928	\$1,689,248,687	\$1,411,100,201	\$1,415,303,090	\$1,552,335,245
2 Sales of Gas (MCF) *	242,687,552	213,802,829	215,203,189	125,561,136	123,822,683
DOLLAR AMOUNTS					
3 Purchased Gas & Other Supply Exp.	\$717,653,148	\$602,652,197	\$423,580,212	\$525,147,364	\$624,903,958
4 Wages and Benefits	223,342,891	229,220,063	188,598,856	192,736,036	177,766,176
5 Other Operation & Maintenance Exp.	364,247,934	311,858,621	251,735,419	175,154,032	220,001,279
6 Depreciation & Amortization Expense	119,311,702	110,114,586	176,987,585	129,895,603	132,748,938
7 Income Taxes-Operating	44,183,822	62,638,644	38,977,049	64,842,137	55,281,133
8 Other Taxes-Operating	228,581,105	215,279,836	200,888,351	188,772,286	208,096,392
9 Capital Costs	156,483,326	157,484,740	130,332,729	138,755,632	133,537,369
10 Total	\$1,853,803,928	\$1,689,248,687	\$1,411,100,201	\$1,415,303,090	\$1,552,335,245
PERCENT OF REVENUES					
11 Purchased Gas & Other Supply Exp.	38.7	35.7	30.0	37.1	40.3
12 Wages and Benefits	12.0	13.6	13.4	13.6	11.5
13 Other Operation & Maintenance Exp.	19.6	18.5	17.8	12.4	14.2
14 Depreciation & Amortization Expense	6.4	6.5	12.5	9.2	8.6
15 Income Taxes-Operating	2.4	3.7	2.8	4.6	3.6
16 Other Taxes-Operating	12.3	12.7	14.2	13.3	13.4
17 Capital Costs	8.4	9.3	9.2	9.8	8.6
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER MCF					
19 Purchased Gas & Other Supply Exp.	2.96	2.82	1.97	4.18	5.05
20 Wages and Benefits	0.92	1.07	0.88	1.53	1.44
21 Other Operation & Maintenance Exp.	1.50	1.46	1.17	1.39	1.78
22 Depreciation & Amortization Expense	0.49	0.52	0.82	1.03	1.07
23 Income Taxes-Operating	0.18	0.29	0.18	0.52	0.45
24 Other Taxes-Operating	0.94	1.01	0.93	1.50	1.68
25 Capital Costs	0.64	0.74	0.61	1.11	1.08
26 Total	7.64	7.90	6.56	11.27	12.54

Notes:

* Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Purchased Gas and Other Supply Exp.	690,870,660	580,794,989	401,407,636	506,678,071	602,027,302
Liquidified Petro Gas					
Other Gas Supply					
Gas Storage	6,010,564	6,206,582	6,118,706	4,197,338	7,844,014
Transmission Expense	20,771,924	15,650,626	16,053,870	14,271,955	15,032,642
Total Purchased Gas	717,653,148	602,652,197	423,580,212	525,147,364	624,903,958
-Total PG related to Sales for Resale					
PG - Ultimate Customers	717,653,148	602,652,197	423,580,212	525,147,364	624,903,958

Wages and Benefits

Salaries	155,252,812	149,151,949	127,172,739	136,764,553	125,324,649
Pensions and Benefits	68,090,079	80,068,114	61,426,117	55,971,483	52,441,527
Total Wages and Benefits	223,342,891	229,220,063	188,598,856	192,736,036	177,766,176

Other Expenses

Total O&M Expenses	1,305,243,973	1,143,613,744	863,914,487	893,037,432	1,022,671,413
-Total Purchased Gas	717,653,148	602,652,197	423,580,212	525,147,364	624,903,958
-Wages and Benefits	223,342,891	229,220,063	188,598,856	192,736,036	177,766,176
-Other Gains					
+Other Losses		117,137			
-Other Revenues					
Other Expenses	364,247,934	311,858,621	251,735,419	175,154,032	220,001,279

Depreciation and Amortization

Depreciation Exp	100,394,022	91,140,774	96,776,197	92,149,022	87,556,845
Amort & Depl of Utility Plant	398,574	129,802	258,811	504,167	1,589,883
Amort of Other Utility Plant	18,519,106	18,844,010	79,952,577	37,242,414	43,602,210
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	119,311,702	110,114,586	176,987,585	129,895,603	132,748,938

Fuel and PP related to Sales for Resale

Total PG	717,653,148	602,652,197	423,580,212	525,147,364	624,903,958
divided by Total MCFs	242,687,552	213,802,829	215,203,189	125,561,136	123,822,683
Fuel Cost per MCF	3	3	2	4	5
times Sales for Resale MCFs					
Sales for Resale PG					

Transportation Volumes

THE BROOKLYN UNION GAS COMPANY
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Intangible	\$129,607,199	\$125,097,642	\$125,097,642	\$124,398,747	\$124,398,747
Production					
Manufactured Gas					
Natural Gas					
Natural Gas Storage					
Underground Storage					
Other Storage	151,130,784	147,669,338	141,237,245	139,352,374	138,779,320
Transmission	383,781,836	341,076,467	317,265,935	204,743,003	169,397,597
Distribution	4,849,069,337	4,249,244,481	3,800,745,136	3,276,848,674	3,446,169,413
General	179,621,507	165,686,333	162,914,393	154,460,204	138,522,448
Gas - Purchased or Sold					
Experimental - Unclassified					
Gas - Underground, Non-current	857,650	857,650	857,650	857,650	857,650
Total Plant In Service	5,694,068,313	5,029,631,911	4,548,118,001	3,900,660,652	4,018,125,176
Plant Leased To Others					
Plant Held For Future Use	242,470	242,470	242,470	242,470	242,470
Construction Work In Progress	551,899,315	520,720,424	384,502,134	734,771,227	180,037,231
Acquisition Adjustments					
Total Plant	6,246,210,098	5,550,594,805	4,932,862,605	4,635,674,349	4,198,404,877
Accum. Prov. - Depr. & Amort.	1,270,990,277	1,279,425,841	1,239,640,169	1,309,518,486	1,303,672,865
Total Net Plant	\$4,975,219,821	\$4,271,168,964	\$3,693,222,436	\$3,326,155,863	\$2,894,732,012
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.49	0.61	0.56	0.50	0.75
Total Capitalization	\$4,558,323,064	\$3,942,508,323	\$3,504,712,088	\$3,216,406,854	\$2,688,541,549
<u>Percent Of Capitalization (incl. S-T Debt)</u>					
Long-Term Debt	36.2%	31.2%	35.1%	32.3%	38.7%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	44.0%	49.4%	43.9%	45.5%	49.5%
Short-Term Debt	19.8%	19.4%	21.0%	22.1%	11.8%
Pretax Coverage of Interest Expense	1.88	2.28	2.45	5.82	3.55
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	1.87%	3.2%	5.1%	11.3%	6.3%
Internal Cash Generated as a % of Cash Outflows for Construction	33.8%	36.1%	24.6%	42.8%	104.0%
Earnings per Share	\$0.37	\$0.55	\$0.77	\$1.58	\$0.81
Book Value per Share	\$20.07	\$19.48	\$15.40	\$14.64	\$13.31
Dividends per Share					
Number of Employees	1,467	1,426	1,397	1,291	1,223

Data Field Below

Current Assets	668,441,149	814,102,374	742,891,586	609,043,715	564,468,148
Current Liabilities	1,367,783,651	1,330,096,012	1,332,506,671	1,218,077,309	749,696,499
Total Capitalization	4,558,323,064	3,942,508,323	3,504,712,088	3,216,406,854	2,688,541,549
Long-Term Debt	1,650,000,000	1,230,000,000	1,230,000,000	1,040,500,000	1,040,500,000
Preferred Stock	1	1	1	1	1
Common Stock and Retained Earnings (Excl. Preferred Stock)	2,007,466,725	1,947,799,510	1,540,051,282	1,464,006,170	1,331,129,924
Short-Term Debt	900,856,338	764,708,812	734,660,805	711,900,683	316,911,624
Pretax Income	146,467,646	139,728,602	191,623,828	264,387,023	188,452,329
Interest Expense	77,819,367	61,343,004	78,209,193	45,416,615	53,118,340
Common Dividends Paid					
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	37,003,539	55,047,137	76,534,992	158,046,290	80,963,596
Internal Cash	263,399,963	227,267,706	119,322,466	214,333,870	324,907,922
Cash Outflows for Construction	779,293,169	629,728,276	484,809,528	500,786,862	312,447,426
Shares Outstanding (Millions) Sch250251	100	100	100	100	100
Misc Deferred Debits	1,013,649,904	1,049,750,622	1,024,228,358	973,931,500	815,876,177
Number of Employees	1,467	1,426	1,397	1,291	1,223
Pre-Tax Income					
Total Utility Operating Income	156,483,326	157,484,740	130,186,857	138,755,632	133,537,369
+Income Taxes - Electric					
+Income Taxes - Gas	44,183,822	62,638,644	38,977,049	64,842,137	55,281,133
+Other Income	5,096,161	33,792,370	32,012,040	72,014,163	6,205,290
- Other Income Deductions	59,295,663	114,187,152	9,552,118	11,224,909	6,571,463
- Other Taxes					
Pre-Tax Income	146,467,646	139,728,602	191,623,828	264,387,023	188,452,329

CORNING NATURAL GAS CORPORATION
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Total Utility Plant	\$93,834,551	\$88,049,376	\$82,920,884	\$76,526,188	\$70,108,180
2 Less Acc. Prov. For Depreciation & Amortization	26,167,447	24,554,149	23,049,132	21,351,611	19,929,282
3 Net Total Utility Plant	67,667,104	63,495,227	59,871,752	55,174,577	50,178,898
OTHER PROPERTY AND INVESTMENTS					
4 Nonutility Property					
5 Less Acc. Prov. For Depreciation & Amortization					
6 Investment in Associated Companies					
7 Investment in Subsidiary Companies					
8 Other Investments					
9 Sinking Funds					
10 Depreciation Fund					
11 Other Special Funds	2,173,155	2,331,545	2,295,741	2,256,916	2,414,803
12 Long-Term, Portion of Derivative Assets (175)					
13 Long-Term, Portion of Derivative Assets - Hedges (176)					
14 Total Other Property and Investments	2,173,155	2,331,545	2,295,741	2,256,916	2,414,803
CURRENT AND ACCRUED ASSETS					
15 Cash	42,386	41,732	18,187	51,455	52,645
16 Special Deposits					
17 Working Funds	600	600	600	600	600
18 Temporary Cash Investments					
19 Notes Receivable					
20 Accounts Receivable	3,284,569	3,026,585	938,817	943,379	2,237,947
21 Less Accum. Prov. For Uncollectible Accounts	(32,370)	(26,042)	(32,289)	(55,965)	(61,638)
22 Notes Receivable from Associated Companies					
23 Accounts Receivable from Assoc. Companies	2,552,592		903	1,488	82,769
24 Materials and Supplies	1,561,585	1,125,392	1,200,440	1,277,437	935,880
25 Gas Stored Underground - Current	1,564,799	958,141	882,417	1,071,158	1,733,651
26 Liquefied Natural Gas in Storage					
27 Prepayments	1,165,478	1,089,832	1,077,455	904,208	769,267
28 Interest and Dividends Receivable					
29 Rents Receivable					
30 Accrued Utility Revenue					
31 Misc. Current and Accrued Assets					
32 Derivative Instrument Assets (Current Portion)					
33 Derivative Instrument Assets - Hedges (Current Portion)					
34 Total Current and Accrued Assets	10,139,639	6,216,240	4,086,530	4,193,759	5,751,121
DEFERRED DEBITS					
35 Unamort. Debt Expense	170,241	223,075	204,531	208,651	293,804
36 Extraordinary Property Losses					
37 Prelim. Survey and Investigation Charges					
38 Clearing Accounts					
39 Temporary Facilities					
40 Miscellaneous Deferred Debits	5,706,072	8,868,349	9,826,882	7,174,646	2,733,537
41 Deferred Losses from Disp. of Utility Plant					
42 Research and Development					
43 Accumulated Deferred Income Taxes	4,803,059	4,582,376	4,691,426	5,034,197	4,909,527
44 Total Deferred Debits	10,679,372	13,673,800	14,722,840	12,417,494	7,936,867
45 Total Assets and Other Debits	\$90,659,270	\$85,716,812	\$80,976,861	\$74,042,746	\$66,281,689

CORNING NATURAL GAS CORPORATION
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$11,323,855	\$11,323,855	\$11,323,855	\$11,323,855	\$11,323,855
Preferred Stock Issued					
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock	12,043,722	12,043,722	12,043,722	12,043,722	12,043,722
Other Paid-in Capital					
Installments Received on Capital Stock					
Capital Stock Expense	(125,269)	(123,418)	(122,818)	(122,818)	(122,818)
Retained Earnings	7,958,652	6,064,354	4,413,478	2,554,877	467,927
Unapp. Undistributed Subsidiary Earnings					
Reaquired Capital Stock					
Accumulated Other Comprehensive Income					
Total Proprietary Capital	31,200,960	29,308,513	27,658,237	25,799,636	23,712,686
LONG-TERM DEBT					
Bonds					16,417,674
Reaquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt	26,555,625	28,825,222	25,848,230	14,829,646	1,197,383
Unamortized Premium on LT Debt					
Unamortized Discount on LT Debt-Debit					
Total Long-Term Debt	26,555,625	28,825,222	25,848,230	14,829,646	17,615,057
CURRENT AND ACCRUED LIABILITIES					
Notes Payable	11,222,330	5,781,538	5,688,831	12,368,343	6,887,282
Accounts Payable	1,008,514	1,231,680	1,531,372	2,325,469	1,952,645
Notes Payable to Associated Companies					
Accounts Payable to Associated Companies					
Customer Deposits	1,152,211	1,357,677	227,197	245,694	244,100
Taxes Accrued	(941,273)	(2,963,097)	(2,917,903)	(2,530,231)	(3,078,594)
Interest Accrued	4,883	4,617	6,339	7,563	2,992
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	31,711	25,697	21,341	22,862	37,340
Misc. Current and Accrued Liabilities	6,254,436	7,365,158	8,845,066	7,549,105	7,144,179
Derivative Instrument Assets (Current Portion)					
Derivative Instrument Assets - Hedges (Current Portion)					
Total Current and Accrued Liabilities	18,732,812	12,803,270	13,402,242	19,988,805	13,189,944
DEFERRED CREDITS					
Customer Advances for Construction					
Other Deferred Credits	6,132,672	1,754,859	1,323,440	1,936,668	2,197,220
Accumulated Deferred Inv. Tax Credits					
Deferred Gains-Disposition of Utility Plant					
Accumulated Deferred Income Taxes	8,037,201	13,024,948	12,744,711	11,487,991	9,566,781
Total Deferred Credits	14,169,873	14,779,807	14,068,152	13,424,659	11,764,001
OPERATING RESERVES					
Property Insurance Reserve					
Injuries and Damage Reserve					
Pension and Benefits Reserve					
Miscellaneous Operating Reserves					
Total Operating Reserves					
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities					
Long-Term Portion of Derivative Instrument Liabilities - Hedges					
Asset Retirement Obligations					
Total Other Noncurrent Liabilities					
Total Liabilities and Other Credits	\$90,659,270	\$85,716,812	\$80,976,861	\$74,042,746	\$66,281,689

202 C

CORNING NATURAL GAS CORPORATION
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
GAS OPERATING INCOME					
1 Operating Revenues	\$25,168,607	\$20,918,205	\$19,004,306	\$21,437,606	\$25,098,911
Operating Expense:					
2 Operation Expense	15,013,338	12,789,931	10,983,603	13,002,699	16,603,278
3 Maintenance Expense	635,377	709,889	496,253	922,112	654,770
4 Depreciation Expense	1,794,084	1,726,880	1,718,607	1,630,365	1,453,905
5 Depreciation Expense for Asset Retirement Costs					
6 Amort. and Depletion of Utility Plant					
7 Amort. of Utility Plant Acq. Adj.					
8 Amort. of Property Losses					
9 Amort. of Conversion Expenses					
10 Other Expenses					
11 Taxes Other than Income Taxes	3,002,867	2,297,961	1,965,934	1,965,655	1,973,591
12 Income Taxes	1,295,188	350,592	1,007,940	1,067,907	1,348,675
13 Gains from Disposition of Util. Plant					
14 Losses from Disposition of Util. Plant					
15 Accretion Expense					
16 Total Operating Expenses	21,740,854	17,875,253	16,172,337	18,588,737	22,034,219
17 Net Operating Revenues	3,427,753	3,042,952	2,831,969	2,848,868	3,064,692
18 Other Utility Operating Income					
19 Total Gas Utility Operating Income	3,427,753	3,042,952	2,831,969	2,848,868	3,064,692
20 Other Utility Operating Income					
21 Total Utility Operating Income	\$3,427,753	\$3,042,952	\$2,831,969	\$2,848,868	\$3,064,692

CORNING NATURAL GAS CORPORATION
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch. Jobbing & Contract Work					
Income from Nonutility Operations					
Nonoperating Rental Income					
Equity in Earnings of Subsidiary Companies					
Interest and Dividend Income	219,691	177,716	\$148,938	105,506	92,737
Allowance for Funds Used During Construction					
Miscellaneous Nonoperating Income	(156,881)	58,029	124,062	57,125	79,998
Gain on Disposition of Property					
Total Other Income	62,810	235,745	273,000	162,631	172,735
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property					
Miscellaneous Amortization		124,166	149,000	24,521	57,365
Miscellaneous Income Deductions	260,660	170,921	186,754	230,225	114,982
Total Other Income Deductions	260,660	295,087	335,754	254,746	172,347
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes					
Income Taxes					
Total Taxes-Other Inc. & Deductions					
Net Other Income and Deductions	(197,850)	(59,342)	(62,754)	(92,114)	388
INTEREST CHARGES					
Interest on Long-term Debt	937,828	981,061	685,319	712,236	690,945
Amortization of Debt Discount and Expense	67,834	80,868	84,240	76,580	81,033
Amortization of Premium on Debt-Credit					
Interest on Debt to Associated Company					
Other Interest Expense	259,313	296,106	204,794	240,231	171,755
Total Interest Charges	1,264,975	1,358,035	974,353	1,029,048	943,733
Income Before Extraordinary Items	1,964,928	1,625,575	1,794,862	1,727,707	2,121,347
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$1,964,928	\$1,625,575	\$1,794,862	\$1,727,707	\$2,121,347
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	\$6,064,354	\$4,413,478	\$2,554,877	\$467,927	(\$1,240,687)
Balance Transferred from Income	1,964,928	1,625,575	1,794,862	1,727,707	2,121,347
Appropriated Retained Earnings					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock			300,000	2,000,000	
Adjustments to Retained Earnings	(70,630)	25,301	363,739	2,359,243	(412,733)
Net Change	1,894,298	1,650,876	1,858,601	2,086,950	1,708,614
Unappropriated Retained Earnings (EOP)	7,958,652	6,064,354	4,413,478	2,554,877	467,927
Appropriated Retained Earnings (EOP)					
Total Retained Earnings	\$7,958,652	\$6,064,354	\$4,413,478	\$2,554,877	\$467,927

CORNING NATURAL GAS CORPORATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$1,964,928	\$1,625,575	\$1,794,862	\$1,727,707	\$2,121,347
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	1,887,995	1,708,336	1,671,024	1,335,452	1,517,460
3 Deferred Taxes & ITCs	(5,208,430)	389,287	(1,599,492)	1,796,539	(1,230,354)
4 Receivables and Inventory	(3,847,100)	(2,093,785)	247,209	1,691,113	860,912
5 Payables and Accrued Expenses	1,521,975	775,251	138,841	1,325,822	436,146
6 Regulatory Assets (Net)	6,429,368	(89,956)	(3,367,541)	(4,751,449)	1,677,809
7 Capitalized AFUDC - Equity					
8 Undistributed Earnings of Affiliates					6,366
9 Other Adjustments	87,761	(10,505)	369,801	153,876	
10			2,428,827	2,599,996	(458,790)
11					(3,195,345)
12 Net Cash From Operating Activities	2,836,497	2,304,203	1,683,531	5,879,056	1,735,552
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(6,007,038)	(5,350,355)	(6,394,696)	(6,418,008)	(7,557,004)
14 Acquisition Of Other Non-Current Assets					
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					3,195,345
19 Investment Securities			38,825	(157,887)	(22,411)
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities					
22					
23					
24 Net Cash From Investing Activities	(6,007,038)	(5,350,355)	(6,355,871)	(6,575,895)	(4,384,070)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt	(2,269,599)	2,976,990	11,018,584	(2,785,412)	2,132,195
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt	5,440,794	92,707		5,481,061	248,504
29 Dividends Paid			300,000	(2,000,000)	
30 Other Cash Flows - Financing Activities			(6,679,512)		
31					
32					
33 Net Cash From Financing Activities	3,171,195	3,069,697	4,639,072	695,649	2,380,699
34 Net Increase/(Decrease) In Cash Equivalents	654	23,545	(33,268)	(1,190)	(267,820)
35 Cash & Cash Equivalents Beginning Of Year	41,732	18,187	51,455	52,645	320,463
36 Cash & Cash Equivalents End Of Year	\$42,386	\$41,732	\$18,187	\$51,455	\$52,645
(Totals include the SPECIAL FUNDS amount)					

CORNING NATURAL GAS CORPORATION
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
<u>Bundled</u>					
Residential	\$15,423,014	\$12,448,893	\$10,680,278	\$12,146,867	\$14,591,856
Commercial	2,208,535	1,757,605	1,536,441	1,824,642	2,230,659
Industrial					
Other Ultimate Customers	219,212	169,584	141,816	64,551	175,464
Total Revenues-Ultimate Customer	17,850,761	14,376,082	12,358,535	14,036,060	16,997,979
Sales for Resale	1,668,320	1,268,849	1,176,086	1,452,616	2,109,585
Total Revenues from Gas Sales	19,519,081	15,644,931	13,534,621	15,488,676	19,107,564
<u>Transportation of Gas of Others</u>					
Transportation Sales	4,344,017	4,073,029	3,673,479	2,880,908	5,371,435
Residential	1,286,290	1,352,867	713,048	1,942,696	
Commercial	3,497	(68,414)	590,202	694,831	
Industrial					
Other Ultimate Customers					
Other Gas Operating Revenues	15,722	(84,208)	492,956	430,495	619,912
Total Gas Operating Revenues	\$25,168,607	\$20,918,205	\$19,004,306	\$21,437,606	\$25,098,911
SALES (MCF)					
<u>Bundled</u>					
Residential	1,363,069	1,177,032	1,111,736	1,307,161	1,248,923
Commercial	243,944	207,458	198,978	230,150	225,909
Industrial					
Other Ultimate Customers	24,176	20,168	18,855	19,208	20,061
Total Sales-Ultimate Customer	1,631,189	1,404,658	1,329,569	1,556,519	1,494,892
Sales for Resale	275,313	241,536	262,277	299,710	531,729
<u>Transportation of Gas of Others</u>					
Transportation Sales	6,459,468	5,473,763	5,445,323	6,402,587	6,346,295
Residential	98,647	104,818	121,290	173,623	
Commercial	175,978	158,245	153,273	178,997	
Industrial					
Other Ultimate Customers					
Other Gas Sales					
Total Sales	8,640,595	7,383,021	7,311,732	8,611,437	8,372,916
AVG NUMBERS OF CUSTOMERS					
<u>Bundled</u>					
Residential	13,122	12,875	12,568	12,522	12,268
Commercial	861	849	817	825	799
Industrial					
Other Customers	57	57	53	46	47
Total Ultimate Customers	14,040	13,781	13,438	13,393	13,114
Resales	1	1	1	1	1
<u>Transportation of Gas of Others</u>					
Residential	692	914	1,078	1,232	
Commercial	172	178	188	220	
Industrial					
Other Ultimate Customers	37	37	39		
Total Customers	14,942	14,911	14,744	14,846	13,115
OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
Average Annual Bill Per Customer	\$1,175	\$967	\$850	\$970	\$1,189
Average MCF Consumption Per Customer	103.9	91.4	88.5	104.4	101.8
Average Revenue Per MCF Sold	\$11.31	\$10.58	\$9.61	\$9.29	\$11.68
COMMERCIAL SALES					
Average Annual Bill Per Customer	\$2,565	\$2,070	\$1,881	\$2,212	\$2,792
Average MCF Consumption Per Customer	283.3	244.4	243.5	279.0	282.7
Average Revenue Per MCF Sold	\$9.05	\$8.47	\$7.72	\$7.93	\$9.87
INDUSTRIAL					
Average Annual Bill Per Customer	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Average MCF Consumption Per Customer	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Average Revenue Per MCF Sold	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
OPERATION AND MAINTENANCE EXPENSES					
Steam					
Manufactured Gas					
Natural Gas - Production & Gathering					
Purchased Gas	\$7,413,919	\$5,298,918	\$4,032,057	\$6,063,600	\$9,447,971
Other	127,608	106,485	188,901	201,277	54,781
Total Production Expense	7,541,527	5,405,403	4,220,958	6,264,877	9,502,752
Natural Gas Storage Expense					
Transmission Expense	27,883	53,605	50,510	52,913	58,779
Distribution Expense	2,533,739	2,521,040	1,973,092	2,492,688	1,940,050
Customer Account Expense	927,357	916,773	808,869	928,016	1,050,793
Sales Expense	124,141	21,207	96,704	113,339	3,917
Administrative and General	4,494,067	4,581,792	4,329,724	4,072,978	4,701,757
Total O & M Expense	\$15,648,714	\$13,499,820	\$11,479,856	\$13,924,811	\$17,258,048
Notes:					
These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.					

CORNING NATURAL GAS CORPORATION
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
1 Total Revenues	\$25,168,607	\$20,918,205	\$19,004,306	\$21,437,606	\$25,098,911
2 Sales of Gas (MCF) *	1,906,502	1,646,194	1,591,846	1,856,229	2,026,621
DOLLAR AMOUNTS					
3 Purchased Gas & Other Supply Exp.	\$7,441,802	\$5,352,523	\$4,082,567	\$6,116,513	\$9,506,750
4 Wages and Benefits	4,645,116	4,527,441	4,450,933	4,537,189	4,410,529
5 Other Operation & Maintenance Exp.	3,561,797	3,619,856	2,946,356	3,271,109	3,340,769
6 Depreciation & Amortization Expense	1,794,084	1,726,880	1,718,607	1,630,365	1,453,905
7 Income Taxes-Operating	1,295,188	350,592	1,007,940	1,067,907	1,348,675
8 Other Taxes-Operating	3,002,867	2,297,961	1,965,934	1,965,655	1,973,591
9 Capital Costs	3,427,753	3,042,952	2,831,969	2,848,869	3,064,693
10 Total	\$25,168,607	\$20,918,205	\$19,004,306	\$21,437,606	\$25,098,911
PERCENT OF REVENUES					
11 Purchased Gas & Other Supply Exp.	29.6	25.6	21.5	28.5	37.9
12 Wages and Benefits	18.5	21.6	23.4	21.2	17.6
13 Other Operation & Maintenance Exp.	14.2	17.3	15.5	15.3	13.3
14 Depreciation & Amortization Expense	7.1	8.3	9.0	7.6	5.8
15 Income Taxes-Operating	5.1	1.7	5.3	5.0	5.4
16 Other Taxes-Operating	11.9	11.0	10.3	9.2	7.9
17 Capital Costs	13.6	14.5	14.9	13.3	12.2
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER MCF					
19 Purchased Gas & Other Supply Exp.	3.90	3.25	2.56	3.30	4.69
20 Wages and Benefits	2.44	2.75	2.80	2.44	2.18
21 Other Operation & Maintenance Exp.	1.87	2.20	1.85	1.76	1.65
22 Depreciation & Amortization Expense	0.94	1.05	1.08	0.88	0.72
23 Income Taxes-Operating	0.68	0.21	0.63	0.58	0.67
24 Other Taxes-Operating	1.58	1.40	1.24	1.06	0.97
25 Capital Costs	1.80	1.85	1.78	1.53	1.51
26 Total	13.20	12.71	11.94	11.55	12.38

Notes:

* Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below**Purchased Gas and Other Supply Exp.**

Liquidified Petro Gas					
Other Gas Supply	7,413,919	5,298,918	4,032,057	6,063,600	9,447,971
Gas Storage					
Transmission Expense	27,883	53,605	50,510	52,913	58,779
Total Purchased Gas	7,441,802	5,352,523	4,082,567	6,116,513	9,506,750
-Total PG related to Sales for Resale					
PG - Ultimate Customers	7,441,802	5,352,523	4,082,567	6,116,513	9,506,750

Wages and Benefits

Salaries	2,944,206	2,903,121	2,747,928	2,741,436	2,362,059
Pensions and Benefits	1,700,910	1,624,320	1,703,005	1,795,753	2,048,470
Total Wages and Benefits	4,645,116	4,527,441	4,450,933	4,537,189	4,410,529

Other Expenses

Total O&M Expenses	15,648,715	13,499,820	11,479,856	13,924,811	17,258,048
-Total Purchased Gas	7,441,802	5,352,523	4,082,567	6,116,513	9,506,750
-Wages and Benefits	4,645,116	4,527,441	4,450,933	4,537,189	4,410,529
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	3,561,797	3,619,856	2,946,356	3,271,109	3,340,769

Depreciation and Amortization

Depreciation Exp	1,794,084	1,726,880	1,718,607	1,630,365	1,453,905
Amort & Depl of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	1,794,084	1,726,880	1,718,607	1,630,365	1,453,905

Fuel and PP related to Sales for Resale

Total PG	7,441,802	5,352,523	4,082,567	6,116,513	9,506,750
divided by Total MCFs	1,906,502	1,646,194	1,591,846	1,856,229	2,026,621
Fuel Cost per MCF	4	3	3	3	5
times Sales for Resale MCFs	275,313	241,536	262,277	299,710	531,729
Sales for Resale PG	1,074,651	785,343	672,655	987,584	2,494,306

Transportation Volumes

6,459,468	5,473,763	5,445,323	6,402,587	6,346,295

CORNING NATURAL GAS CORPORATION
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Intangible	\$28,742	\$28,742	\$28,742	\$28,742	\$28,742
Production					
Manufactured Gas					
Natural Gas					
Natural Gas Storage					
Underground Storage					
Other Storage					
Transmission	4,652,111	4,652,111	4,652,111	4,652,111	4,652,111
Distribution	73,127,355	67,307,455	63,999,063	56,845,105	54,825,225
General	11,877,088	11,307,597	10,836,628	10,756,096	10,459,700
Gas - Purchased or Sold					
Experimental - Unclassified					
Gas - Underground, Non-current					
Total Plant In Service	89,685,296	83,295,905	79,516,544	72,282,054	69,965,778
Plant Leased To Others					
Plant Held For Future Use					
Construction Work In Progress	4,149,255	4,753,471	3,404,340	4,244,134	142,402
Acquisition Adjustments					
Total Plant	93,834,551	88,049,376	82,920,884	76,526,188	70,108,180
Accum. Prov. - Depr. & Amort.	26,167,447	24,554,149	23,049,132	21,351,611	19,929,282
Total Net Plant	\$67,667,104	\$63,495,227	\$59,871,752	\$55,174,577	\$50,178,898

SELECTED RATIOS AND STATISTICS

Current Assets / Current Liabilities	0.54	0.49	0.30	0.21	0.44
Total Capitalization	\$68,978,915	\$63,915,273	\$59,195,298	\$52,997,625	\$48,215,025
<u>Percent Of Capitalization (incl. S-T Debt)</u>					
Long-Term Debt	38.5%	45.1%	43.7%	28.0%	36.5%
Preferred Stock					
Common Stock & Retained Earnings	45.2%	45.9%	46.7%	48.7%	49.2%
Short-Term Debt	16.3%	9.0%	9.6%	23.3%	14.3%
Pretax Coverage of Interest Expense	3.58	2.46	3.88	3.72	4.68
Com. Stock Dividends as a % of Earnings			16.7%	115.8%	
Return on Common Equity	6.5%	5.7%	6.7%	7.0%	9.3%
Internal Cash Generated as a % of Cash Outflows for Construction	47.2%	43.1%	26.3%	91.6%	23.0%
Earnings per Share	\$0.79	\$0.65	\$0.72	\$0.76	\$0.94
Book Value per Share	\$12.55	\$11.79	\$11.12	\$11.39	\$10.47
Dividends per Share			\$0.12	\$0.88	
Number of Employees	65	65	67	63	63

<u>Data Field Below</u>	2018	2017	2016	2015	2014
Current Assets	10,139,639	6,216,240	4,019,479	4,193,759	5,751,121
Current Liabilities	18,732,812	12,803,270	13,448,134	19,988,805	13,189,944
Total Capitalization	68,978,915	63,915,273	59,195,298	52,997,625	48,215,025
Long-Term Debt	26,555,625	28,825,222	25,848,230	14,829,646	17,615,057
Preferred Stock				-	
Common Stock and Retained Earnings (Excl. Preferred Stock)	31,200,960	29,308,513	27,658,237	25,799,636	23,712,686
Short-Term Debt	11,222,330	5,781,538	5,688,831	12,368,343	6,887,282
Pretax Income	4,525,091	3,334,202	3,777,154	3,824,661	4,413,755
Interest Expense	1,264,975	1,358,035	974,353	1,029,048	943,733
Common Dividends Paid			300,000	2,000,000	
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	1,964,928	1,625,575	1,794,862	1,727,707	2,121,347
Internal Cash	2,836,497	2,304,203	1,683,531	5,879,056	1,735,551
Cash Outflows for Construction	6,007,038	5,350,355	6,394,696	6,418,008	7,557,004
Shares Outstanding (Millions) Sch250251	2.49	2.49	2.49	2.26	2.2648
Misc Deferred Debits Sch233	(426,600)	7,113,490	8,503,441	5,237,978	536,317
Number of Employees	65	65	67	63	63
<u>Pre-Tax Income</u>					
Total Utility Operating Income	3,427,753	372,834	2,831,969	2,848,868	3,064,692
+Income Taxes - Electric					
+Income Taxes - Gas	1,295,188	350,592	1,007,940	1,067,907	1,348,675
+Other Income	\$62,810	\$235,745	\$273,000	\$162,631	\$172,735
- Other Income Deductions	\$260,660	\$295,087	\$335,754	\$254,746	\$172,347
- Other Taxes					
Pre-Tax Income	4,525,091	664,084	3,777,154	3,824,661	4,413,755

KEYSPAN GAS EAST CORPORATION
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Total Utility Plant	\$4,415,037,730	\$4,058,443,391	\$3,804,769,465	\$3,579,004,028	\$3,330,803,081
2 Less Acc. Prov. For Depreciation & Amortization	875,957,609	855,195,859	824,180,427	789,629,551	751,142,408
3 Net Total Utility Plant	3,539,080,121	3,203,247,532	2,980,589,038	2,789,374,477	2,579,660,673
OTHER PROPERTY AND INVESTMENTS					
4 Nonutility Property	1,252,521	1,252,521	1,252,521	1,252,521	1,252,521
5 Less Acc. Prov. For Depreciation & Amortization	(22,650)	(21,542)	(20,434)	(19,326)	(18,218)
6 Investment in Associated Companies					
7 Investment in Subsidiary Companies					
8 Other Investments					
9 Sinking Funds					
10 Depreciation Fund					
11 Other Special Funds					
12 Long-Term, Portion of Derivative Assets (175)	287,952	49,279	1,452,110		
13 Long-Term, Portion of Derivative Assets - Hedges (176)					
14 Total Other Property and Investments	1,517,823	1,280,258	2,684,197	1,233,195	1,234,303
CURRENT AND ACCRUED ASSETS					
15 Cash	2,703,817	585,671	1,184,971	2,310,115	6,908,452
16 Special Deposits					
17 Working Funds					
18 Temporary Cash Investments					
19 Notes Receivable					
20 Accounts Receivable	178,946,771	154,013,784	143,548,654	146,719,846	126,091,926
21 Less Accum. Prov. For Uncollectible Accounts	(15,700,157)	(20,292,391)	(30,877,303)	(15,735,499)	(15,030,996)
22 Notes Receivable from Associated Companies					
23 Accounts Receivable from Assoc. Companies	21,990,389	201,939,708	205,677,945	120,169,653	130,913,731
24 Materials and Supplies	6,085,415	4,339,691	5,712,756	6,396,769	4,789,932
25 Gas Stored Underground - Current	52,785,326	47,769,260	37,428,240	56,501,427	78,131,724
26 Liquefied Natural Gas in Storage	1,150,377	915,640	1,137,287	1,327,703	2,059,311
27 Prepayments	1,304,189	1,035,408	10,538,370	3,375,729	18,847,726
28 Interest and Dividends Receivable					
29 Rents Receivable	91,025	4,413,851	17,764,087	13,323,066	8,950,416
30 Accrued Utility Revenue	93,563,876	86,360,924	62,874,497	40,614,713	58,303,264
31 Misc. Current and Accrued Assets	1,327,050	793,255	523,061	399,569	5,340,714
32 Derivative Instrument Assets (Current Portion)					
33 Derivative Instrument Assets - Hedges (Current Portion)	1,089,339	301,110	3,690,105	7,742,167	
34 Total Current and Accrued Assets	345,337,417	482,175,911	459,202,670	383,145,258	425,306,200
DEFERRED DEBITS					
35 Unamort. Debt Expense	4,756,443	5,162,312	5,568,182	2,915,403	3,082,075
36 Extraordinary Property Losses					
37 Prelim. Survey and Investigation Charges					
38 Clearing Accounts	(299)	7,381		3,953	75,390
39 Temporary Facilities					
40 Miscellaneous Deferred Debits	672,943,624	557,318,681	722,248,803	700,075,775	640,897,435
41 Deferred Losses from Disp. of Utility Plant					
42 Research and Development					
43 Accumulated Deferred Income Taxes	391,775,670	347,543,222	493,858,878	418,353,496	335,704,351
44 Total Deferred Debits	1,069,475,438	910,031,596	1,221,675,863	1,121,348,627	979,759,251
45 Total Assets and Other Debits	\$4,955,410,799	\$4,596,735,297	\$4,664,151,768	\$4,295,101,557	\$3,985,960,427

KEYSPAN GAS EAST CORPORATION
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$1	\$1	\$1	\$1	\$1
Preferred Stock Issued	1	1	1	1	1
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock	582,861,727	582,861,727	582,861,727	582,861,727	582,861,727
Other Paid-in Capital	(46,973,930)	(46,973,930)	(46,973,930)	(64,996,421)	(64,996,421)
Installments Received on Capital Stock					
Capital Stock Expense					
Retained Earnings	738,313,731	662,302,423	583,079,398	502,740,106	475,631,198
Unapp. Undistributed Subsidiary Earnings					
Reacquired Capital Stock					
Accumulated Other Comprehensive Income					
Total Proprietary Capital	1,274,201,530	1,198,190,222	1,118,967,197	1,020,605,414	993,496,506
LONG-TERM DEBT					
Bonds	1,200,000,000	1,200,000,000	1,200,000,000	600,000,000	600,000,000
Reacquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt					
Unamortized Premium on LT Debt					
Unamortized Discount on LT Debt-Debit					
Total Long-Term Debt	1,200,000,000	1,200,000,000	1,200,000,000	600,000,000	600,000,000
CURRENT AND ACCRUED LIABILITIES					
Notes Payable					
Accounts Payable	72,049,951	64,904,847	71,194,688	67,676,792	31,413,978
Notes Payable to Associated Companies	112,433,356	59,119,478	34,640,662	466,452,287	494,922,333
Accounts Payable to Associated Companies	97,355,392	259,570,446	251,548,683	462,456,201	459,346,593
Customer Deposits	15,161,112	15,355,211	15,008,402	14,769,388	11,789,035
Taxes Accrued	22,209,762	(11,019,589)	9,989,700	25,489,696	2,237,447
Interest Accrued	14,942,501	14,915,234	15,461,561	8,055,044	8,010,920
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	695,346	428,752	396,017	(13,007)	(858,895)
Misc. Current and Accrued Liabilities	23,501,607	10,330,126	9,356,791	7,754,529	8,276,682
Derivative Instrument Assets (Current Portion)					
Derivative Instrument Assets - Hedges (Current Portion)	5,125,903	3,984,417	3,521,062		
Total Current and Accrued Liabilities	363,474,930	417,588,922	411,117,566	1,052,640,930	1,015,138,093
DEFERRED CREDITS					
Customer Advances for Construction					
Other Deferred Credits	1,177,613,111	868,858,443	560,185,665	534,132,882	357,240,756
Accumulated Deferred Inv. Tax Credits					
Deferred Gains-Disposition of Utility Plant					
Accumulated Deferred Income Taxes	801,406,531	769,650,134	1,172,218,498	1,077,693,938	994,646,731
Total Deferred Credits	1,979,019,642	1,638,508,577	1,732,404,163	1,611,826,820	1,351,887,487
OPERATING RESERVES					
Property Insurance Reserve					
Injuries and Damage Reserve	23,192,327	24,507,089	24,541,192	24,910,040	19,582,670
Pension and Benefits Reserve	42,496,331	30,545,345	99,687,506	(77,749,890)	
Miscellaneous Operating Reserves	53,760,266	70,037,326	59,008,808	62,868,243	5,855,671
Total Operating Reserves	119,448,924	125,089,760	183,237,506	10,028,393	25,438,341
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities	3,524,670	1,450,824	3,298,407		
Long-Term Portion of Derivative Instrument Liabilities - Hedges					
Asset Retirement Obligations	15,741,103	15,906,992	15,126,929		
Total Other Noncurrent Liabilities	19,265,773	17,357,816	18,425,336		
Total Liabilities and Other Credits	\$4,955,410,799	\$4,596,735,297	\$4,664,151,768	\$4,295,101,557	\$3,985,960,427

KEYSPAN GAS EAST CORPORATION
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)

	2018	2017	2016	2015	2014
GAS OPERATING INCOME					
1 Operating Revenues	\$1,237,593,828	\$1,102,234,308	\$948,152,217	\$1,066,974,531	\$1,081,514,275
Operating Expense:					
2 Operation Expense	716,862,281	608,330,065	504,819,105	575,196,805	665,851,242
3 Maintenance Expense	45,109,391	31,153,916	32,984,165	22,017,780	41,715,353
4 Depreciation Expense	67,725,604	66,242,391	68,265,895	67,682,262	62,133,726
5 Depreciation Expense for Asset Retirement Costs			302,296		
6 Amort. and Depletion of Utility Plant	3,810,371	3,869,011	3,967,019	4,415,171	4,992,711
7 Amort. of Utility Plant Acq. Adj.	14,161,015	14,364,105	34,510,354	41,596,856	38,835,049
8 Amort. of Property Losses					
9 Amort. of Conversion Expenses					
10 Other Expenses					
11 Taxes Other than Income Taxes	174,284,361	166,277,434	123,345,699	148,978,453	137,006,366
12 Income Taxes	72,016,300	57,601,769	52,754,145	63,333,738	25,811,236
13 Gains from Disposition of Util. Plant					
14 Losses from Disposition of Util. Plant		95,747			
15 Accretion Expense					
16 Total Operating Expenses	1,093,969,323	947,934,438	820,948,678	923,221,065	976,345,683
17 Net Operating Revenues	143,624,505	154,299,870	127,203,539	143,753,466	105,168,592
18 Other Utility Operating Income					
19 Total Gas Utility Operating Income	143,624,505	154,299,870	127,203,539	143,753,466	105,168,592
20 Other Utility Operating Income					
21 Total Utility Operating Income	\$143,624,505	\$154,299,870	\$127,203,539	\$143,753,466	\$105,168,592

KEYSPAN GAS EAST CORPORATION
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch. Jobbing & Contract Work					
Income from Nonutility Operations	305,930	(1,685,838)	(405,902)	269,208	(2,809,480)
Nonoperating Rental Income					
Equity in Earnings of Subsidiary Companies					
Interest and Dividend Income	12,891,840	14,561,581	9,736,774	1,207,412	(465,161)
Allowance for Funds Used During Construction	3,033,005	2,088,567	1,850,063	(26,233)	(161,555)
Miscellaneous Nonoperating Income	345,214	444,803	123,964	127,463	837,696
Gain on Disposition of Property				20,128	104,795
Total Other Income	16,575,989	15,409,113	11,304,899	1,597,978	(2,493,705)
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property		16		31	
Miscellaneous Amortization					
Miscellaneous Income Deductions	11,071,897	36,462,037	23,786,447	14,539,837	10,727,865
Total Other Income Deductions	11,071,897	36,462,053	23,786,447	14,539,868	10,727,865
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes	792,750	754,667	740,313	637,969	465,476
Income Taxes	1,035,918	(8,704,160)	(7,341,511)	(5,540,311)	
Total Taxes-Other Inc. & Deductions	1,828,668	(7,949,493)	(6,601,198)	(4,902,342)	465,476
Net Other Income and Deductions	3,675,424	(13,103,447)	(5,880,350)	(8,039,548)	(13,687,046)
INTEREST CHARGES					
Interest on Long-term Debt	48,289,000	48,289,000	41,981,456	34,695,000	34,695,000
Amortization of Debt Discount and Expense	405,869	405,870	281,033	166,672	142,484
Amortization of Premium on Debt-Credit					
Interest on Debt to Associated Company	505,904	148,339	2,697,080	2,754,638	1,317,512
Other Interest Expense	22,087,848	13,130,189	111,435	15,537,090	16,876,284
Total Interest Charges	71,288,621	61,973,398	45,071,004	53,153,400	53,031,280
Income Before Extraordinary Items	76,011,308	79,223,025	76,252,185	82,560,518	38,450,266
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$76,011,308	\$79,223,025	\$76,252,185	\$82,560,518	\$38,450,266
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	\$662,302,423	\$583,079,398	\$506,827,213	\$453,169,017	\$437,180,932
Balance Transferred from Income	76,011,308	79,223,025	76,252,185	82,560,518	38,450,266
Appropriated Retained Earnings					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock					
Adjustments to Retained Earnings				(32,989,429)	
Net Change	76,011,308	79,223,025	76,252,185	49,571,089	38,450,266
Unappropriated Retained Earnings (EOP)	738,313,731	662,302,423	583,079,398	502,740,106	475,631,198
Appropriated Retained Earnings (EOP)					
Total Retained Earnings	\$738,313,731	\$662,302,423	\$583,079,398	\$502,740,106	\$475,631,198

KEYSPAN GAS EAST CORPORATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$76,011,308	\$79,223,025	\$76,252,185	\$82,560,518	\$38,450,266
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	86,102,859	84,881,377	107,326,597	113,860,961	106,128,158
3 Deferred Taxes & ITCs	(4,478,371)	82,695,670	23,615,346	36,549,914	34,552,516
4 Receivables and Inventory	(39,401,874)	(39,932,541)	11,559,807	14,147,552	150,966,195
5 Payables and Accrued Expenses	58,473,949	(42,229,934)	10,076,983	63,199,368	27,622,991
6 Regulatory Assets (Net)	165,624,072	(5,804,540)	(57,662,386)	(18,995,320)	(43,598,917)
7 Capitalized AFUDC - Equity	(3,033,005)	(2,088,567)	(1,850,063)	26,233	161,555
8 Undistributed Earnings of Affiliates					
9 Other Adjustments	(9,120,270)	81,536,847	(110,374,936)	542,301	(109,442,931)
10					20,633,589
11					
12 Net Cash From Operating Activities	<u>330,178,668</u>	<u>238,281,337</u>	<u>58,943,533</u>	<u>291,891,527</u>	<u>225,473,422</u>
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(399,108,665)	(275,119,453)	(267,653,084)	(281,873,504)	(229,282,464)
14 Acquisition Of Other Non-Current Assets					
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities					6,069,324
22					
23					
24 Net Cash From Investing Activities	<u>(399,108,665)</u>	<u>(275,119,453)</u>	<u>(267,653,084)</u>	<u>(281,873,504)</u>	<u>(223,213,140)</u>
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt			615,088,679		
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt					
29 Dividends Paid					
30 Other Cash Flows - Financing Activities	71,048,143	36,238,816	(407,504,272)	(14,616,360)	
31					
32					
33 Net Cash From Financing Activities	<u>71,048,143</u>	<u>36,238,816</u>	<u>207,584,407</u>	<u>(14,616,360)</u>	
34 Net Increase/(Decrease) In Cash Equivalents	2,118,146	(599,300)	(1,125,144)	(4,598,337)	2,260,282
35 Cash & Cash Equivalents Beginning Of Year	585,671	1,184,971	2,310,115	6,908,452	4,648,170
36 Cash & Cash Equivalents End Of Year	\$2,703,817	\$585,671	\$1,184,971	\$2,310,115	\$6,908,452

KEYSPAN GAS EAST CORPORATION
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
<u>Bundled</u>					
Residential	\$745,203,776	\$633,454,866	\$491,714,816	\$623,487,608	\$602,372,458
Commercial	257,592,211	210,537,057	141,114,277	169,255,149	179,547,453
Industrial			14,985,587	19,097,686	19,066,986
Other Ultimate Customers					
Total Revenues-Ultimate Customer	1,002,795,987	843,991,923	647,814,680	811,840,443	800,986,897
Sales for Resale	98,523,327	63,112,073	45,517,788	64,498,782	114,388,214
Total Revenues from Gas Sales	1,101,319,314	907,103,996	693,332,468	876,339,225	915,375,111
<u>Transportation of Gas of Others</u>					
Transportation Sales					154,994,100
Residential	28,889,909	32,595,134	47,601,007	53,260,120	
Commercial	135,856,765	125,627,593	70,873,423	79,300,824	
Industrial			33,980,552	38,021,153	
Other Ultimate Customers					
Other Gas Operating Revenues	(28,472,160)	36,907,585	102,364,767	20,053,209	11,145,064
Total Gas Operating Revenues	\$1,237,593,828	\$1,102,234,308	\$948,152,217	\$1,066,974,531	\$1,081,514,275
SALES (MCF)					
<u>Bundled</u>					
Residential	53,883,563	47,695,007	44,810,163	49,886,035	47,192,079
Commercial	23,828,428	20,398,247	16,433,769	17,435,900	16,776,525
Industrial			1,746,346	1,851,600	1,781,578
Other Ultimate Customers					
Total Sales-Ultimate Customer	77,711,991	68,093,254	62,990,278	69,173,535	65,750,182
Sales for Resale	25,723,739	18,865,146	16,014,431	17,979,609	15,328,644
<u>Transportation of Gas of Others</u>					
Transportation Sales	23,460,889				31,189,492
Residential	4,114,092	5,471,478	8,110,647	10,540,378	
Commercial	19,346,797	21,088,076	12,067,624	15,693,932	
Industrial			5,785,883	7,524,529	
Other Ultimate Customers					
Other Gas Sales					
Total Sales	150,357,508	113,517,955	104,968,862	120,911,983	112,268,317
AVG NUMBER OF CUSTOMERS					
<u>Bundled</u>					
Residential	512,167	496,941	482,920	471,037	459,653
Commercial	47,828	46,128	40,006	38,681	37,603
Industrial			4,248	4,108	3,993
Other Customers					
Total Ultimate Customers	559,995	543,069	527,174	513,826	501,249
Resales	26	26	49	23	21
<u>Transportation of Gas of Others</u>					
Residential	7,627	11,073	18,699	15,577	
Commercial	35,865	42,675	27,843	19,870	
Industrial			13,350	13,556	
Other Ultimate Customers					
Total Customers	603,513	596,843	587,115	562,852	501,270
OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
Average Annual Bill Per Customer	\$1,455	\$1,275	\$1,018	\$1,324	\$1,310
Average MCF Consumption Per Customer	105.2	96.0	92.8	105.9	102.7
Average Revenue Per MCF Sold	\$13.83	\$13.28	\$10.97	\$12.50	\$12.76
COMMERCIAL SALES					
Average Annual Bill Per Customer	\$5,386	\$4,564	\$3,527	\$4,376	\$4,775
Average MCF Consumption Per Customer	498.2	442.2	410.8	450.8	446.1
Average Revenue Per MCF Sold	\$10.81	\$10.32	\$8.59	\$9.71	\$10.70
INDUSTRIAL SALES					
Average Annual Bill Per Customer	#DIV/0!	#DIV/0!	\$3,528	\$4,649	\$4,775
Average MCF Consumption Per Customer	#DIV/0!	#DIV/0!	411.1	450.7	446.1
Average Revenue Per MCF Sold	#DIV/0!	#DIV/0!	\$8.58	\$10.31	\$10.70
OPERATION AND MAINTENANCE EXPENSES					
Steam					
Manufactured Gas					
Natural Gas - Production & Gathering					
Purchased Gas	501,771,472	389,906,788	248,736,894	348,707,710	415,049,131
Other	1,781,817	(13,722,304)	17,201,777	15,612,005	22,233,994
Total Production Expense	503,553,289	376,184,484	265,938,671	364,319,715	437,283,125
Natural Gas Storage Expense	7,944,335	6,739,704	6,948,817	6,212,597	5,773,863
Transmission Expense	19,346,123	11,688,445	10,226,776	10,445,961	9,918,395
Distribution Expense	63,320,800	60,442,729	58,825,013	46,009,932	58,836,828
Customer Account Expense	35,467,334	37,796,315	58,212,890	51,263,595	65,863,687
Sales Expense	3,247,179	4,424,633	3,391,682	4,959,725	2,280,544
Administrative and General	129,092,612	142,207,671	134,259,421	114,003,060	127,610,153
Total O & M Expense	\$761,971,672	\$639,483,981	\$537,803,270	\$597,214,585	\$707,566,595

Notes:

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

**KEYSPAN GAS EAST CORPORATION
DISTRIBUTION OF GAS REVENUES
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
1 Total Revenues	\$1,237,593,828	\$1,102,234,308	\$948,152,217	\$1,066,974,531	\$1,081,514,275
2 Sales of Gas (MCF) *	103,435,729	86,958,400	79,004,708	87,153,144	81,078,825
DOLLAR AMOUNTS					
3 Purchased Gas & Other Supply Exp.	\$526,148,981	\$408,230,269	\$265,912,487	\$365,366,268	\$430,741,389
4 Wages and Benefits	122,187,632	125,214,320	116,419,826	157,881,673	94,471,716
5 Other Operation & Maintenance Exp.	113,635,059	106,135,139	155,470,957	73,966,644	182,353,490
6 Depreciation & Amortization Expense	85,696,990	70,111,402	72,535,210	72,097,433	67,126,437
7 Income Taxes-Operating	72,016,300	57,601,769	52,754,145	63,333,738	25,811,236
8 Other Taxes-Operating	174,284,361	166,277,434	123,345,699	148,978,453	137,006,366
9 Capital Costs	143,624,505	168,663,975	161,713,893	185,350,322	144,003,641
10 Total	\$1,237,593,828	\$1,102,234,308	\$948,152,217	\$1,066,974,531	\$1,081,514,275
PERCENT OF REVENUES					
11 Purchased Gas & Other Supply Exp.	42.5	37.0	28.0	34.2	39.8
12 Wages and Benefits	9.9	11.4	12.3	14.8	8.7
13 Other Operation & Maintenance Exp.	9.2	9.6	16.4	6.9	16.9
14 Depreciation & Amortization Expense	6.9	6.4	7.7	6.8	6.2
15 Income Taxes-Operating	5.8	5.2	5.6	5.9	2.4
16 Other Taxes-Operating	14.1	15.1	13.0	14.0	12.7
17 Capital Costs	11.6	15.3	17.1	17.4	13.3
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER MCF					
19 Purchased Gas & Other Supply Exp.	5.09	4.69	3.37	4.19	5.31
20 Wages and Benefits	1.18	1.44	1.47	1.81	1.17
21 Other Operation & Maintenance Exp.	1.10	1.22	1.97	0.85	2.25
22 Depreciation & Amortization Expense	0.83	0.81	0.92	0.83	0.83
23 Income Taxes-Operating	0.70	0.66	0.67	0.73	0.32
24 Other Taxes-Operating	1.68	1.91	1.56	1.71	1.69
25 Capital Costs	1.39	1.94	2.05	2.13	1.78
26 Total	11.96	12.68	12.00	12.24	13.34

Notes:

* Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility).

Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Purchased Gas and Other Supply Exp.	501,771,472	389,906,788	248,736,894	348,707,710	415,049,131
Liquidified Petro Gas					
Other Gas Supply					
Gas Storage	5,031,386	6,635,036	6,948,817	6,212,597	5,773,863
Transmission Expense	19,346,123	11,688,445	10,226,776	10,445,961	9,918,395
Total Purchased Gas	526,148,981	408,230,269	265,912,487	365,366,268	430,741,389
-Total PG related to Sales for Resale					
PG - Ultimate Customers	526,148,981	408,230,269	265,912,487	365,366,268	430,741,389

Wages and Benefits

Salaries	82,093,527	80,851,409	76,486,145	120,293,456	60,758,051
Pensions and Benefits	40,094,105	44,362,911	39,933,681	37,588,217	33,713,665
Total Wages and Benefits	122,187,632	125,214,320	116,419,826	157,881,673	94,471,716

Other Expenses

Total O&M Expenses	761,971,672	639,483,981	537,803,270	597,214,585	707,566,595
-Total Purchased Gas	526,148,981	408,230,269	265,912,487	365,366,268	430,741,389
-Wages and Benefits	122,187,632	125,214,320	116,419,826	157,881,673	94,471,716
-Other Gains					
+Other Losses		95,747			
-Other Revenues					
Other Expenses	113,635,059	106,135,139	155,470,957	73,966,644	182,353,490

Depreciation and Amortization

Depreciation Exp	67,725,604	66,242,391	68,568,191	67,682,262	62,133,726
Amort & Depl of Utility Plant					
Amort of Other Utility Plant	17,971,386	3,869,011	3,967,019	4,415,171	4,992,711
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	85,696,990	70,111,402	72,535,210	72,097,433	67,126,437

Fuel and PP related to Sales for Resale

Total PG	526,148,981	408,230,269	265,912,487	365,366,268	430,741,389
divided by Total MCFs	103,435,729	86,958,400	79,004,708	87,153,144	81,078,825
Fuel Cost per MCF	5	5	3	4	5
times Sales for Resale MCFs	25,723,739	18,865,146	16,014,431	17,979,609	15,328,644
Sales for Resale PG	130,849,553	88,563,309	53,901,054	75,374,706	81,435,336

Transportation Volumes

KEYSPAN GAS EAST CORPORATION
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Intangible	\$51,994,543	\$51,994,543	\$51,991,322	\$51,991,322	\$51,957,563
Production					
Manufactured Gas				2,369,841	2,369,841
Natural Gas	2,480,733	2,949,022	2,557,685		
Natural Gas Storage					
Underground Storage					
Other Storage	61,571,613	58,336,570	57,954,688	49,818,553	49,514,161
Transmission	375,160,058	362,629,419	346,639,980	363,546,194	321,977,055
Distribution	3,559,819,609	3,289,203,114	3,096,079,333	2,873,521,044	2,690,684,266
General	166,457,167	159,167,286	149,965,715	145,941,779	117,191,206
Gas - Purchased or Sold					
Experimental - Unclassified					
Gas - Underground, Non-current					
Total Plant In Service	4,217,483,723	3,924,279,954	3,705,188,723	3,487,188,733	3,233,694,092
Plant Leased To Others					
Plant Held For Future Use	93,519	93,519	93,519	93,519	93,519
Construction Work In Progress	197,460,488	134,069,918	99,487,223	91,721,776	97,015,470
Acquisition Adjustments					
Total Plant	4,415,037,730	4,058,443,391	3,804,769,465	3,579,004,028	3,330,803,081
Accum. Prov. - Depr. & Amort.	875,957,609	855,195,859	824,180,427	789,629,551	751,142,408
Total Net Plant	\$3,539,080,121	\$3,203,247,532	\$2,980,589,038	\$2,789,374,477	\$2,579,660,673
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.14	1.15	1.12	0.36	0.42
Total Capitalization	2,586,634,886	2,457,309,700	2,353,607,860	2,087,057,702	2,088,418,840
<u>Percent Of Capitalization (incl. S-T Debt)</u>					
Long-Term Debt	46.4%	48.8%	51.0%	28.7%	28.7%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	49.3%	48.8%	47.5%	48.9%	47.6%
Short-Term Debt	4.3%	2.4%	1.5%	22.3%	23.7%
Pretax Coverage of Interest Expense	3.09	3.07	2.78	3.74	2.21
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	6.1%	6.8%	7.1%	8.2%	3.9%
Internal Cash Generated as a % of Cash Outflows for Construction	120.9%	115.5%	22.0%	103.6%	98.3%
Earnings per Share	\$0.76	\$0.79	\$0.76	\$0.83	\$0.38
Book Value per Share	\$12.74	\$11.98	\$11.19	\$10.21	\$9.93
Dividends per Share					
Number of Employees	703	689	671	671	646

Data Field Below

Current Assets	\$345,337,417	\$482,175,911	\$459,202,670	\$383,145,258	\$425,306,200
Current Liabilities	363,474,930	417,588,922	411,117,566	1,052,640,930	1,015,138,093
Total Capitalization	2,586,634,886	2,457,309,700	2,353,607,860	2,087,057,702	2,088,418,840
Long-Term Debt	1,200,000,000	1,200,000,000	1,200,000,000	600,000,000	600,000,000
Preferred Stock	1	1	1	1	1
Common Stock and Retained Earnings (Excl. Preferred Stock)	1,274,201,529	1,198,190,221	1,118,967,197	1,020,605,414	993,496,506
Short-Term Debt	112,433,356	59,119,478	34,640,662	466,452,287	494,922,333
Pretax Income	220,352,147	190,094,032	125,494,680	199,047,656	117,292,782
Interest Expense	71,288,621	61,973,398	45,071,004	53,153,400	53,031,280
Common Dividends Paid					
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	76,011,308	79,223,025	76,252,185	82,560,518	38,450,266
Internal Cash	330,178,668	238,281,337	58,943,533	291,891,527	225,473,422
Cash Outflows for Construction	399,108,665	275,119,453	267,653,084	281,873,504	229,282,464
Shares Outstanding (Millions) Sch250251	100	100	100	100	100
Misc Deferred Debits	(504,669,487)	(311,539,762)	162,063,138	165,942,893	283,656,679
Number of Employees Sch 7277	703	689	671	671	646
Pre-Tax Income					
Total Utility Operating Income	143,624,505	154,299,870	127,203,539	143,753,466	105,168,592
+Income Taxes - Electric					
+Income Taxes - Gas	72,016,300	57,601,769	52,754,145	63,333,738	25,811,236
+Other Income	16,575,989	15,409,113	11,304,899	1,597,978	(2,493,705)
- Other Income Deductions	11,071,897	36,462,053	23,786,447	14,539,868	10,727,865
- Other Taxes	792,750	754,667	41,981,456	(4,902,342)	465,476
Pre-Tax Income	\$220,352,147	\$190,094,032	\$125,494,680	\$199,047,656	\$117,292,782

NATIONAL FUEL GAS DISTRIBUTION CORPORATION *
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Total Utility Plant	\$2,155,285,178	\$2,091,916,875	\$2,034,769,454	\$1,965,458,326	\$1,893,620,696
2 Less Acc. Prov. For Depreciation & Amortization	837,569,518	802,196,187	768,964,617	741,596,056	714,535,492
3 Net Total Utility Plant	1,317,715,660	1,289,720,688	1,265,804,837	1,223,862,270	1,179,085,204
OTHER PROPERTY AND INVESTMENTS					
4 Nonutility Property	1,162,034	1,135,927	1,087,155	118,612	118,613
5 Less Acc. Prov. For Depreciation & Amortization	(19,397)	(19,397)	(19,397)	(19,397)	(19,397)
6 Investment in Associated Companies					
7 Investment in Subsidiary Companies					
8 Other Investments	33,633,121	26,259,652	19,075,883	11,990,738	
9 Sinking Funds	60,907,402	38,524,629	17,960,479		
10 Depreciation Fund					
11 Other Special Funds				13,921,930	24,405,047
12 Long-Term, Portion of Derivative Assets (175)					
13 Long-Term, Portion of Derivative Assets - Hedges (176)					
14 Total Other Property and Investments	95,683,160	65,900,811	38,104,120	26,011,883	24,504,263
CURRENT AND ACCRUED ASSETS					
15 Cash	11,113,032	10,026,848	3,215,367	3,258,209	3,046,962
16 Special Deposits					
17 Working Funds	164,700	158,400	158,400	170,500	170,500
18 Temporary Cash Investments	3,304,100	3,307,081	3,332,437	1,766,674	16,130
19 Notes Receivable	1,303,178	1,775,161	1,958,573	2,187,109	142,115
20 Accounts Receivable	94,916,728	72,395,532	60,419,025	53,056,427	100,533,446
21 Less Accum. Prov. For Uncollectible Accounts	(25,480,366)	(23,608,362)	(21,848,586)	(29,858,334)	(33,966,238)
22 Notes Receivable from Associated Companies					
23 Accounts Receivable from Assoc. Companies	7,040,886	7,078,030	6,877,417	6,679,897	10,850,800
24 Materials and Supplies	11,099,411	11,352,586	11,399,078	10,347,585	9,169,675
25 Gas Stored Underground - Current	21,714,205	16,674,235	17,325,771	21,487,694	17,946,500
26 Liquefied Natural Gas in Storage					
27 Prepayments	11,252,331	9,740,540	10,421,602	12,007,199	10,959,940
28 Interest and Dividends Receivable				(34,205)	(1,940)
29 Rents Receivable					
30 Accrued Utility Revenue	53,869,492	57,341,652	42,434,606	29,740,715	46,592,908
31 Misc. Current and Accrued Assets	7,611				
32 Derivative Instrument Assets (Current Portion)					
33 Derivative Instrument Assets - Hedges (Current Portion)					
34 Total Current and Accrued Assets	190,305,308	166,241,703	135,693,690	110,809,470	165,460,797
DEFERRED DEBITS					
35 Unamort. Debt Expense					
36 Extraordinary Property Losses					
37 Prelim. Survey and Investigation Charges	1,506,478	(1,357,027)	1,551,788	1,515,245	222,683
38 Clearing Accounts	(3,376,703)	(3,102,642)	(2,805,461)	(2,792,952)	(3,123,432)
39 Temporary Facilities					
40 Miscellaneous Deferred Debits	39,778,615	141,363,788	358,740,485	269,359,789	253,139,137
41 Deferred Losses from Disp. of Utility Plant					
42 Research and Development	298,251	(142,001)	(607,179)	(1,211,942)	(2,229,125)
43 Accumulated Deferred Income Taxes	141,505	141,505	141,505	141,505	141,505
44 Total Deferred Debits	38,348,146	136,903,623	357,021,138	267,011,645	248,150,768
45 Total Assets and Other Debits	\$1,642,052,274	\$1,658,766,825	\$1,796,623,785	\$1,627,695,268	\$1,617,201,031

Notes:

* Includes Pennsylvania operations.

NATIONAL FUEL GAS DISTRIBUTION CORPORATION *
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$59,170,600	\$59,170,600	\$59,170,600	\$59,170,600	\$59,170,600
Preferred Stock Issued					
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock	68,500	68,500	68,500	68,500	68,500
Other Paid-in Capital	142,029,011	137,860,930	134,903,579	133,092,784	133,011,306
Installments Received on Capital Stock					
Capital Stock Expense					
Retained Earnings	399,380,928	392,880,178	385,720,752	351,156,205	334,470,522
Unapp. Undistributed Subsidiary Earnings					
Reaquired Capital Stock					
Accumulated Other Comprehensive Income		(78,912)	(18,267)	(37,740)	
Total Proprietary Capital	600,649,039	589,901,296	579,845,164	543,450,349	526,720,927
LONG-TERM DEBT					
Bonds					
Reaquired Bonds					
Advances from Associated Companies	324,000,000	324,000,000	324,000,000	324,000,000	324,000,000
Other Long-Term Debt					
Unamortized Premium on LT Debt					
Unamortized Discount on LT Debt-Debit					
Total Long-Term Debt	324,000,000	324,000,000	324,000,000	324,000,000	324,000,000
CURRENT AND ACCRUED LIABILITIES					
Notes Payable					
Accounts Payable	47,622,032	40,684,912	37,854,697	19,946,143	39,440,294
Notes Payable to Associated Companies	104,100,000	106,100,000	90,100,000	22,400,000	40,400,000
Accounts Payable to Associated Companies	25,210,353	26,199,565	25,742,378	28,265,705	33,224,054
Customer Deposits	16,439,124	11,144,247	9,247,155	9,588,850	10,014,342
Taxes Accrued	(3,584,059)	(7,415,591)	(11,246,863)	20,886,658	30,499,752
Interest Accrued	79,909	56,764	55,110	61,604	65,720
Dividends Declared	11,000,000	11,000,000	11,000,000	11,000,000	9,600,000
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable	1,770,236	1,663,468	1,786,734	(150,493)	(254,550)
Misc. Current and Accrued Liabilities	22,718,335	9,901,545	13,319,822	17,800,006	11,206,402
Derivative Instrument Assets (Current Portion)					
Derivative Instrument Assets - Hedges (Current Portion)					
Total Current and Accrued Liabilities	225,355,930	199,334,910	177,859,033	129,798,473	174,196,015
DEFERRED CREDITS					
Customer Advances for Construction	495,822	548,856	560,187	621,776	536,880
Other Deferred Credits	228,142,034	224,888,334	94,136,397	89,879,224	123,900,620
Accumulated Deferred Inv. Tax Credits	82,912	189,220	339,904	643,637	1,037,348
Deferred Gains-Disposition of Utility Plant					
Accumulated Deferred Income Taxes	216,464,542	209,019,131	386,925,717	366,490,234	356,806,115
Total Deferred Credits	445,185,310	434,645,541	481,962,205	457,634,871	482,280,963
OPERATING RESERVES					
Property Insurance Reserve					
Injuries and Damage Reserve	1,768,963	2,370,545	3,209,624	3,663,594	4,013,065
Pension and Benefits Reserve	31,488,196	95,604,087	217,488,502	157,099,694	103,685,553
Miscellaneous Operating Reserves	(214,491)	(214,491)	(214,491)	273,509	2,304,509
Total Operating Reserves	33,042,668	97,760,141	220,483,635	161,036,797	110,003,127
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities					
Long-Term Portion of Derivative Instrument Liabilities - Hedges					
Asset Retirement Obligations	13,819,327	13,124,937	12,473,748	11,774,778	
Total Other Noncurrent Liabilities	13,819,327	13,124,937	12,473,748	11,774,778	
Total Liabilities and Other Credits	\$1,642,052,274	\$1,658,766,825	\$1,796,623,785	\$1,627,695,268	\$1,617,201,032

* Includes Pennsylvania operations.

NATIONAL FUEL GAS DISTRIBUTION CORPORATION *
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
GAS OPERATING INCOME					
1 Operating Revenues	\$714,912,124	\$662,446,089	\$569,432,188	\$649,171,567	\$829,065,622
Operating Expense:					
2 Operation Expense	520,420,208	458,256,145	362,328,036	430,873,208	606,922,856
3 Maintenance Expense	12,120,523	11,902,066	11,644,116	17,774,243	14,698,416
4 Depreciation Expense	53,218,443	52,805,322	50,101,639	46,084,001	44,033,469
5 Depreciation Expense for Asset Retirement Costs					
6 Amort. and Depletion of Utility Plant					
7 Amort. of Utility Plant Acq. Adj.					
8 Amort. of Property Losses					
9 Amort. of Conversion Expenses					
10 Other Expenses					
11 Taxes Other than Income Taxes	40,156,778	40,535,313	40,408,861	42,239,329	44,628,603
12 Income Taxes	14,410,341	21,407,998	27,227,303	28,827,308	32,519,488
13 Gains from Disposition of Util. Plant					
14 Losses from Disposition of Util. Plant					
15 Accretion Expense					
16 Total Operating Expenses	640,326,293	584,906,844	491,709,955	565,798,089	742,802,832
17 Net Operating Revenues	74,585,831	77,539,245	77,722,233	83,373,478	86,262,790
18 Other Utility Operating Income					
19 Total Gas Utility Operating Income	74,585,831	77,539,245	77,722,233	83,373,478	86,262,790
20 Other Utility Operating Income					
21 Total Utility Operating Income	\$74,585,831	\$77,539,245	\$77,722,233	\$83,373,478	\$86,262,790

* Includes Pennsylvania operations.

NATIONAL FUEL GAS DISTRIBUTION CORPORATION *
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch. Jobbing & Contract Work	\$354,766.00	\$466,897.00	\$7,106.00	\$196,935.00	\$220,500.42
Income from Nonutility Operations					
Nonoperating Rental Income	4,800	4,800	4,800	4,800	3,604
Equity in Earnings of Subsidiary Companies					
Interest and Dividend Income	1,610,413	1,222,831	1,785,047	2,287,492	2,952,149
Allowance for Funds Used During Construction	318,898	205,557	980,032	1,839,114	1,071,950
Miscellaneous Nonoperating Income	169,732	22,172	440,777	30,119	23,601
Gain on Disposition of Property	339,586	396,266	437,247	871,175	336,388
Total Other Income	2,798,195	2,318,523	3,655,009	5,229,635	4,608,194
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property	355,788	40,224	14,718	550,236	880
Miscellaneous Amortization					
Miscellaneous Income Deductions	387,140	375,850	377,104	400,100	372,048
Total Other Income Deductions	742,928	416,074	391,822	950,336	372,929
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes					
Income Taxes	(8,738)	151,110	10,277	(198,803)	(170,372)
Total Taxes-Other Inc. & Deductions	(8,738)	151,110	10,277	(198,803)	(170,372)
Net Other Income and Deductions	2,064,005	1,751,339	3,252,910	4,478,102	4,405,637
INTEREST CHARGES					
Interest on Long-term Debt					
Amortization of Debt Discount and Expense	754,902	402,590	352,087	352,087	352,087
Amortization of Premium on Debt-Credit					
Interest on Debt to Associated Company	23,099,442	26,141,186	25,703,370	25,305,401	25,336,870
Other Interest Expense	1,954,823	1,587,382	1,388,347	2,908,409	2,133,773
Total Interest Charges	25,809,167	28,131,158	27,443,804	28,565,897	27,822,729
Income Before Extraordinary Items	50,840,669	51,159,426	53,531,339	59,285,683	62,845,698
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$50,840,669	\$51,159,426	\$53,531,339	\$59,285,683	\$62,845,698
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	\$392,880,178	\$385,720,752	\$351,156,205	\$334,470,522	\$315,012,068
Balance Transferred from Income	50,840,669	51,159,426	53,531,339	59,285,683	62,845,698
Appropriated Retained Earnings					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock	44,000,000	44,000,000	44,000,000	42,600,000	43,400,000
Adjustments to Retained Earnings	(339,919)		25,033,208		12,756
Net Change	6,500,750	7,159,426	34,564,547	16,685,683	19,458,454
Unappropriated Retained Earnings (EOP)	399,380,928	392,880,178	385,720,752	351,156,205	334,470,522
Appropriated Retained Earnings (EOP)					
Total Retained Earnings	\$399,380,928	\$392,880,178	\$385,720,752	\$351,156,205	\$334,470,522

* Includes Pennsylvania operations.

NATIONAL FUEL GAS DISTRIBUTION CORPORATION *
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$50,840,669	\$51,159,426	\$53,531,339	\$59,285,683	\$62,845,698
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	58,141,427	56,165,263	52,264,521	46,517,566	46,649,514
3 Deferred Taxes & ITCs	5,707,427	12,089,205	36,773,995	6,354,965	(18,940,572)
4 Receivables and Inventory	(25,182,586)	(9,431,055)	(11,691,741)	43,567,164	(5,150,592)
5 Payables and Accrued Expenses	28,771,593	(11,586,382)	(18,204,443)	(24,432,589)	(36,378,207)
6 Regulatory Assets (Net)	107,781,570	137,483,690	(45,973,927)	(29,451,821)	65,177,026
7 Capitalized AFUDC - Equity	(318,898)	(205,557)	(980,032)	(1,839,114)	(1,071,950)
8 Undistributed Earnings of Affiliates					
9 Other: Unrecovered Purchased Gas	(1,243,511)	(7,048,643)	(45,716,017)	9,377,210	35,954,270
10 Other: Unbilled Revenues	3,472,160	(14,907,046)	(12,693,891)	16,852,193	8,478,079
11 Other: Other Assets and Liabilities (Net)	(82,924,295)	(85,283,228)	78,756,715	35,712,749	(19,407,564)
12 Net Cash From Operating Activities	<u>145,045,556</u>	<u>128,435,673</u>	<u>86,066,519</u>	<u>161,944,006</u>	<u>138,155,702</u>
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(85,035,144)	(80,350,251)	(95,142,043)	(93,112,923)	(88,324,876)
14 Acquisition Of Other Non-Current Assets	(7,606,529)	(7,268,382)	(7,091,515)	(12,028,478)	
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					18,266
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities	(974,441)	(3,790,152)	(6,250,676)	6,404,180	105,820
22	471,983	183,412	228,536	(2,044,994)	52,090
23					
24 Net Cash From Investing Activities	<u>(93,144,131)</u>	<u>(91,225,373)</u>	<u>(108,255,698)</u>	<u>(100,782,215)</u>	<u>(88,148,700)</u>
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt	(4,811,922)	(2,424,175)			
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt					
29 Dividends Paid	(44,000,000)	(44,000,000)	(44,000,000)	(41,200,000)	(45,900,000)
30 Other Cash Flows - Financing Activities	(2,000,000)	16,000,000	67,700,000	(18,000,000)	(4,500,000)
31					
32					
33 Net Cash From Financing Activities	<u>(50,811,922)</u>	<u>(30,424,175)</u>	<u>23,700,000</u>	<u>(59,200,000)</u>	<u>(50,400,000)</u>
34 Net Increase/(Decrease) In Cash Equivalents	1,089,503	6,786,125	1,510,821	1,961,791	(392,998)
35 Cash & Cash Equivalents Beginning Of Year	13,492,329	6,706,204	5,195,384	3,233,592	3,626,590
36 Cash & Cash Equivalents End Of Year	\$14,581,832	\$13,492,329	\$6,706,204	\$5,195,384	\$3,233,592

Notes:

* Includes Pennsylvania operations.

NATIONAL FUEL GAS DISTRIBUTION CORPORATION *
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
<u>Bundled</u>					
Residential	\$517,937,497	\$453,709,887	\$378,583,320	\$431,928,346	\$574,690,992
Commercial	70,242,529	62,642,137	48,868,176	54,906,522	75,784,595
Industrial	4,711,661	2,730,532	1,812,423	2,393,324	3,580,349
Other Ultimate Customers					
Total Revenues-Ultimate Customer	592,891,687	519,082,556	429,263,919	489,228,192	654,055,936
Sales for Resale	317,524	3,411,508	2,504,043	5,847,759	17,714,610
Total Revenues from Gas Sales	593,209,211	522,494,064	431,767,962	495,075,951	671,770,546
<u>Transportation of Gas of Others</u>					
Transportation Sales					149,688,897
Residential	44,423,554	48,996,075	49,514,062	53,528,080	
Commercial	57,398,349	54,267,681	53,375,714	57,117,991	
Industrial	27,728,018	25,893,775	23,989,173	25,657,382	
Other Ultimate Customers					
Other Gas Operating Revenues	(7,847,008)	10,794,494	10,785,277	17,792,163	7,606,179
Total Gas Operating Revenues	\$714,912,124	\$662,446,089	\$569,432,188	\$649,171,567	\$829,065,622
SALES (MCF)					
<u>Bundled</u>					
Residential	62,106,568	54,477,703	52,601,754	56,265,175	59,560,064
Commercial	9,437,285	8,224,390	7,718,700	8,252,850	8,757,511
Industrial	682,590	399,790	254,204	314,827	390,205
Other Ultimate Customers					
Total Sales-Ultimate Customer	72,226,443	63,101,883	60,574,658	64,832,852	68,707,780
Sales for Resale	118,983	1,150,558	1,416,210	2,118,584	4,255,289
<u>Transportation of Gas of Others</u>					
Transportation Sales					80,708,453
Residential	12,043,680	12,223,102	12,804,838	14,853,851	
Commercial	27,374,891	24,476,623	24,788,174	26,346,634	
Industrial	38,252,649	36,201,714	35,204,333	34,214,885	
Other Ultimate Customers					
Other Gas Sales					
Total Sales	150,016,646	137,153,880	134,788,213	142,366,806	153,671,522
AVG NUMBERS OF CUSTOMERS					
<u>Bundled</u>					
Residential	604,277	580,590	571,713	563,396	556,095
Commercial	31,744	30,543	30,459	29,491	29,362
Industrial	258	236	240	1,520	267
Other Customers					
Total Ultimate Customers	636,279	611,369	602,412	594,407	585,724
Resales	1	1	1	1	2
<u>Transportation of Gas of Others</u>					
Residential	94,902	112,639	118,581	125,451	
Commercial	19,381	20,787	21,299	21,035	
Industrial	744	752	772	798	
Other Ultimate Customers					
Total Customers	751,307	745,548	743,065	741,692	585,726
OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
Average Annual Bill Per Customer	\$857.12	\$781	\$662	\$767	\$1,033
Average MCF Consumption Per Customer	102.8	93.8	92.0	99.9	107.1
Average Revenue Per MCF Sold	\$8.34	\$8.33	\$7.20	\$7.68	\$9.65
COMMERCIAL SALES					
Average Annual Bill Per Customer	\$2,213	\$2,051	\$1,604	\$1,862	\$2,581
Average MCF Consumption Per Customer	297.3	269.3	253.4	279.8	298.3
Average Revenue Per MCF Sold	\$7.44	\$7.62	\$6.33	\$6.65	\$8.65
INDUSTRIAL SALES					
Average Annual Bill Per Customer	\$18,262	\$11,570	\$7,552	\$1,575	\$13,410
Average MCF Consumption Per Customer	2,645.7	1,694.0	1,059.2	207.1	1,461.4
Average Revenue Per MCF Sold	\$6.90	\$6.83	\$7.13	\$7.60	\$9.18
OPERATION AND MAINTENANCE EXPENSES					
Steam					
Manufactured Gas					
Natural Gas - Production & Gathering	\$36,706.00	\$51,366.00	\$66,257	\$40,974	\$14,892
Purchased Gas	225,550,739	159,236,751	62,719,667	143,003,549	316,703,841
Other	(4,147,970)	1,158,693	5,339,329	(5,917,173)	(3,574,903)
Total Production Expense	221,439,475	160,446,810	68,125,253	137,127,350	313,143,830
Natural Gas Storage Expense	32,455,914	31,292,139	31,684,433	32,045,641	32,314,815
Transmission Expense	84,251,497	84,218,401	83,897,225	84,038,972	83,842,271
Distribution Expense	52,367,281	51,335,367	48,591,303	52,101,299	47,121,351
Customer Account Expense	50,075,371	48,179,357	50,148,763	50,255,037	49,566,829
Sales Expense	359,642	413,703	459,486	441,892	583,172
Administrative and General	91,662,779	94,333,268	90,908,267	92,743,048	95,221,862
Total O & M Expense	\$532,611,959	\$470,219,045	\$373,814,730	\$448,753,239	\$621,794,130

Notes:

* Includes Pennsylvania operations.

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

NATIONAL FUEL GAS DISTRIBUTION CORPORATION *
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,

1	Total Revenues	\$714,912,124	\$662,446,089	\$569,432,188	\$649,171,567	\$829,065,622
2	Sales of Gas (MCF) **	72,345,426	64,252,441	61,990,868	66,951,436	72,963,069

DOLLAR AMOUNTS

3	Purchased Gas & Other Supply Exp.	\$338,075,658	\$275,845,150	\$183,864,333	\$253,106,175	\$429,128,058
4	Wages and Benefits	119,239,569	122,102,215	121,489,281	125,440,668	119,356,245
5	Other Operation & Maintenance Exp.	75,225,504	72,210,846	68,618,538	70,100,608	73,136,969
6	Depreciation & Amortization Expense	53,218,443	52,805,322	50,101,639	46,084,001	44,033,469
7	Income Taxes-Operating	14,410,341	21,407,998	27,227,303	28,827,308	32,519,488
8	Other Taxes-Operating	40,156,778	40,535,313	40,408,861	42,239,329	44,628,603
9	Capital Costs	74,585,831	77,539,245	77,722,233	83,373,478	86,262,790
10	Total	\$714,912,124	\$662,446,089	\$569,432,188	\$649,171,567	\$829,065,622

PERCENT OF REVENUES

11	Purchased Gas & Other Supply Exp.	47.3	41.6	32.3	39.0	51.8
12	Wages and Benefits	16.7	18.4	21.3	19.3	14.4
13	Other Operation & Maintenance Exp.	10.5	10.9	12.1	10.8	8.8
14	Depreciation & Amortization Expense	7.4	8.0	8.8	7.1	5.3
15	Income Taxes-Operating	2.0	3.2	4.8	4.4	3.9
16	Other Taxes-Operating	5.6	6.1	7.1	6.5	5.4
17	Capital Costs	10.4	11.7	13.6	12.8	10.4
18	Total	100.0	100.0	100.0	100.0	100.0

DOLLARS PER MCF

19	Purchased Gas & Other Supply Exp.	4.67	4.29	2.97	3.78	5.88
20	Wages and Benefits	1.65	1.90	1.96	1.87	1.64
21	Other Operation & Maintenance Exp.	1.04	1.12	1.11	1.05	1.00
22	Depreciation & Amortization Expense	0.74	0.82	0.81	0.69	0.60
23	Income Taxes-Operating	0.20	0.33	0.44	0.43	0.45
24	Other Taxes-Operating	0.56	0.63	0.65	0.63	0.61
25	Capital Costs	1.03	1.21	1.25	1.25	1.18
26	Total	9.88	10.31	9.19	9.70	11.36

Notes:

* Includes Pennsylvania Operations

** Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

	2018	2017	2016	2015	2014
Purchased Gas and Other Supply Exp.					
Other Gas Supply	221,368,247	160,334,610	68,282,675	137,021,562	312,970,972
Natural Gas Storage	32,455,914	31,292,139	31,684,433	32,045,641	32,314,815
Transmission Expense	84,251,497	84,218,401	83,897,225	84,038,972	83,842,271
Total Purchased Gas	338,075,658	275,845,150	183,864,333	253,106,175	429,128,058
-Total PG related to Sales for Resale PG - Ultimate Customers	338,075,658	275,845,150	183,864,333	253,106,175	429,128,058
<u>Wages and Benefits</u>					
Salaries	77,986,945	76,816,818	75,218,559	77,321,661	66,470,859
Pensions and Benefits	41,252,624	45,285,397	46,270,722	48,119,007	52,885,386
Total Wages and Benefits	119,239,569	122,102,215	121,489,281	125,440,668	119,356,245
<u>Other Expenses</u>					
Total O&M Expenses	532,540,731	470,158,211	373,972,152	448,647,451	621,621,272
-Total Purchased Gas	338,075,658	275,845,150	183,864,333	253,106,175	429,128,058
-Wages and Benefits	119,239,569	122,102,215	121,489,281	125,440,668	119,356,245
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	75,225,504	72,210,846	68,618,538	70,100,608	73,136,969
<u>Depreciation and Amortization</u>					
Depreciation Exp	53,218,443	52,805,322	50,101,639	46,084,001	42,931,736
Amort & Depl of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	53,218,443	52,805,322	50,101,639	46,084,001	42,931,736
<u>Fuel and PP related to Sales for Resale</u>					
Total PG	338,075,658	275,845,150	183,864,333	253,106,175	429,128,058
divided by Total MCFs	72,345,426	64,252,441	61,990,868	66,951,436	72,963,069
Fuel Cost per MCF	5	4	3	4	6
times Sales for Resale MCFs	118,983	1,150,558	1,416,210	2,118,584	4,255,289
Sales for Resale PG	556,017	4,939,514	4,200,466	8,009,189	25,027,235
<u>Transportation Volumes</u>	N/A	N/A	N/A	N/A	N/A

NATIONAL FUEL GAS DISTRIBUTION CORPORATION *
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Intangible	\$73,337,687	\$73,328,137	\$73,305,576	\$16,901,725	\$13,444,649
Production					
Manufactured Gas					
Natural Gas	18,330,549	18,412,799	18,416,549	18,317,337	18,219,018
Natural Gas Storage					
Underground Storage					
Other Storage					
Transmission	69,829,954	65,264,616	62,487,854	59,258,981	57,950,902
Distribution	1,873,317,488	1,822,482,791	1,774,038,466	1,720,869,378	1,681,268,952
General	100,616,250	98,233,033	93,775,287	89,620,389	82,922,488
Gas - Purchased or Sold					
Experimental - Unclassified					
Gas - Underground, Non-current					
Total Plant In Service	2,135,431,928	2,077,721,376	2,022,023,732	1,904,967,810	1,853,806,009
Plant Leased To Others					
Plant Held For Future Use					
Construction Work In Progress	19,853,250	14,195,499	12,745,722	60,490,516	39,814,687
Acquisition Adjustments					
Total Plant	2,155,285,178	2,091,916,875	2,034,769,454	1,965,458,326	1,893,620,696
Accum. Prov. - Depr. & Amort.	837,569,518	802,196,187	768,964,617	741,596,056	714,535,492
Total Net Plant	\$1,317,715,660	\$1,289,720,688	\$1,265,804,837	\$1,223,862,270	\$1,179,085,204

SELECTED RATIOS AND STATISTICS

Current Assets / Current Liabilities	0.84	0.83	0.76	0.85	0.95
Total Capitalization	\$1,028,749,039	\$1,020,001,296	\$993,945,164	\$889,850,349	\$891,120,927
<u>Percent Of Capitalization (incl. S-T Debt)</u>					
Long-Term Debt	31.5%	31.8%	32.6%	36.4%	36.4%
Preferred Stock	-1600.0%				
Common Stock & Retained Earnings	58.4%	57.8%	58.3%	61.1%	59.1%
Short-Term Debt	10.1%	10.4%	9.1%	2.5%	4.5%
Pretax Coverage of Interest Expense	3.53	3.58	3.94	4.08	4.43
Com. Stock Dividends as a % of Earnings	86.5%	86.0%	82.2%	71.9%	69.1%
Return on Common Equity	8.5%	8.7%	9.5%	11.1%	12.2%
Internal Cash Generated as a % of Cash Outflows for Construction	170.6%	159.8%	90.5%	173.9%	156.4%
Earnings per Share	\$25,420.33	\$25,579.71	\$26,765.67	\$29,642.84	\$31,422.85
Book Value per Share	\$300,324.52	\$294,950.65	\$289,922.58	\$271,725.17	\$263,360.46
Dividends per Share	\$22,000.00	\$22,000.00	\$22,000.00	\$21,300.00	\$21,700.00
Number of Employees	1,419	1,395	1,404	1,410	1,391

Notes:

* Includes Pennsylvania operations.

	2018	2017	2016	2015	2014
<u>Data Field Below</u>					
Current Assets	\$190,305,308	\$166,241,703	\$135,693,690	\$110,809,470	\$165,460,797
Current Liabilities	225,355,930	199,334,910	177,859,033	129,798,473	174,196,015
Total Capitalization	1,028,749,039	1,020,001,296	993,945,164	889,850,349	891,120,927
Long-Term Debt	324,000,000	324,000,000	324,000,000	324,000,000	324,000,000
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	600,649,039	589,901,296	579,845,164	543,450,349	526,720,927
Short-Term Debt	104,100,000	106,100,000	90,100,000	22,400,000	40,400,000
Pretax Income	91,060,177	100,698,582	108,202,446	116,678,888	123,187,915
Interest Expense	25,809,167	28,131,158	27,443,804	28,565,897	27,822,729
Dividends Paid	44,000,000	44,000,000	44,000,000	42,600,000	43,400,000
Net Income (Excl. Preferred Stock Dividends)	50,840,669	51,159,426	53,531,339	59,285,683	62,845,698
Internal Cash	145,045,556	128,435,673	86,066,519	161,944,006	138,155,702
Cash Outflows for Construction	85,035,144	80,350,251	95,142,043	93,112,923	88,324,876
Shares Outstanding (Millions) Sch250251	0.002	0.002	0.002	0.0020	0.0020
Misc Deferred Debits	(188,363,419)	(83,524,546)	264,604,088	179,480,565	129,238,518
Number of Employees	1,419	1,395	1,404	1,410	1,391
Pre-Tax Income					
Total Utility Operating Income	\$74,585,831	\$77,539,245	\$77,722,233	\$83,373,478	\$86,262,790
+Income Taxes - Electric					
+Income Taxes - Gas	14,410,341	21,407,998	27,227,303	28,827,308	32,519,488
+Other Income	2,798,195	2,318,523	3,655,009	5,229,635	4,608,194
- Other Income Deductions	742,928	416,074	391,822	950,336	372,929
- Other Taxes	(8,738)	151,110	10,277	(198,803)	(170,372)
Pre-Tax Income	\$91,060,177	\$100,698,582	\$108,202,446	\$116,678,888	\$123,187,915

206 A

VALLEY ENERGY
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Total Utility Plant	\$5,326,177	\$5,226,483	\$5,117,186	\$5,028,662	\$4,928,587
2 Less Acc. Prov. For Depreciation & Amortization	3,228,582	3,071,120	2,923,156	2,775,116	2,629,216
3 Net Total Utility Plant	2,097,595	2,155,363	2,194,030	2,253,546	2,299,371
OTHER PROPERTY AND INVESTMENTS					
4 Nonutility Property					
5 Less Acc. Prov. For Depreciation & Amortization					
6 Investment in Associated Companies					
7 Investment in Subsidiary Companies					
8 Other Investments					
9 Sinking Funds					
10 Depreciation Fund					
11 Other Special Funds					
12 Long-Term, Portion of Derivative Assets (175)					
13 Long-Term, Portion of Derivative Assets - Hedges (176)					
14 Total Other Property and Investments					
CURRENT AND ACCRUED ASSETS					
15 Cash					
16 Special Deposits					
17 Working Funds					
18 Temporary Cash Investments					
19 Notes Receivable					
20 Accounts Receivable	221,482	155,989	57,381	29,870	159,010
21 Less Accum. Prov. For Uncollectible Accounts	(23,710)	(20,802)	(17,008)	(17,000)	(27,115)
22 Notes Receivable from Associated Companies					
23 Accounts Receivable from Assoc. Companies					
24 Materials and Supplies					
25 Gas Stored Underground - Current					
26 Liquefied Natural Gas in Storage					
27 Prepayments					
28 Interest and Dividends Receivable					
29 Rents Receivable					
30 Accrued Utility Revenue	21,534	34,921	32,582	15,241	8,688
31 Misc. Current and Accrued Assets					
32 Derivative Instrument Assets (Current Portion)					
33 Derivative Instrument Assets - Hedges (Current Portion)					
34 Total Current and Accrued Assets	219,306	170,108	72,955	28,111	140,583
DEFERRED DEBITS					
35 Unamort. Debt Expense					
36 Extraordinary Property Losses					
37 Prelim. Survey and Investigation Charges					
38 Clearing Accounts					
39 Temporary Facilities					
40 Miscellaneous Deferred Debits	(254,588)	(56,087)	36,235	(28,569)	51,448
41 Deferred Losses from Disp. of Utility Plant					
42 Research and Development					
43 Accumulated Deferred Income Taxes	(464,700)	(208,400)	(244,000)	(300,300)	(304,600)
44 Total Deferred Debits	(719,288)	(264,487)	(207,765)	(328,869)	(253,152)
45 Total Assets and Other Debits	\$1,597,613	\$2,060,984	\$2,059,220	\$1,952,788	\$2,186,802

VALLEY ENERGY
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$2,326,592	\$2,326,592	\$2,326,592	\$2,326,592	\$2,326,592
Preferred Stock Issued					
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock					
Other Paid-in Capital					
Installments Received on Capital Stock					
Capital Stock Expense					
Retained Earnings	(927,437)	(599,120)	(519,411)	(430,950)	(436,703)
Unapp. Undistributed Subsidiary Earnings					
Reaquired Capital Stock					
Accumulated Other Comprehensive Income					
Total Proprietary Capital	1,399,155	1,727,472	1,807,181	1,895,642	1,889,889
LONG-TERM DEBT					
Bonds					
Reaquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt					
Unamortized Premium on LT Debt					
Unamortized Discount on LT Debt-Debit					
Total Long-Term Debt					
CURRENT AND ACCRUED LIABILITIES					
Notes Payable					
Accounts Payable					
Notes Payable to Associated Companies					
Accounts Payable to Associated Companies	219,714	389,960	273,444	94,151	257,673
Customer Deposits	19,527	23,625	23,605	46,543	27,364
Taxes Accrued	(40,784)	(80,073)	(45,010)	(83,548)	11,876
Interest Accrued					
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable					
Misc. Current and Accrued Liabilities					
Derivative Instrument Assets (Current Portion)					
Derivative Instrument Assets - Hedges (Current Portion)					
Total Current and Accrued Liabilities	198,457	333,512	252,039	57,146	296,913
DEFERRED CREDITS					
Customer Advances for Construction					
Other Deferred Credits					
Accumulated Deferred Inv. Tax Credits					
Deferred Gains-Disposition of Utility Plant					
Accumulated Deferred Income Taxes					
Total Deferred Credits					
OPERATING RESERVES					
Property Insurance Reserve					
Injuries and Damage Reserve					
Pension and Benefits Reserve					
Miscellaneous Operating Reserves					
Total Operating Reserves					
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities					
Long-Term Portion of Derivative Instrument Liabilities - Hedges					
Asset Retirement Obligations					
Total Other Noncurrent Liabilities					
Total Liabilities and Other Credits	\$1,597,612	\$2,060,984	\$2,059,220	\$1,952,788	\$2,186,802

VALLEY ENERGY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
GAS OPERATING INCOME					
1 Operating Revenues	\$1,686,933	\$1,520,736	\$1,446,100	\$1,650,567	\$2,047,853
Operating Expense:					
2 Operation Expense	1,333,064	1,189,814	1,067,286	1,216,399	1,523,885
3 Maintenance Expense	48,359	68,372	58,498	45,117	50,887
4 Depreciation Expense	179,801	178,262	130,658	126,648	122,162
5 Depreciation Expense for Asset Retirement Costs					
6 Amort. and Depletion of Utility Plant					
7 Amort. of Utility Plant Acq. Adj.					
8 Amort. of Property Losses					
9 Amort. of Conversion Expenses			43,466	43,666	43,466
10 Other Expenses					
11 Taxes Other than Income Taxes	110,988	109,980	110,824	118,660	115,584
12 Income Taxes	259,100	(36,900)	12,500	4,700	49,300
13 Gains from Disposition of Util. Plant					
14 Losses from Disposition of Util. Plant					
15 Accretion Expense					
16 Total Operating Expenses	1,931,312	1,509,528	1,423,232	1,555,190	1,905,284
17 Net Operating Revenues	(244,379)	11,208	22,868	95,377	142,569
18 Other Utility Operating Income					
19 Total Gas Utility Operating Income	(244,379)	11,208	22,868	95,377	142,569
20 Other Utility Operating Income					
21 Total Utility Operating Income	(\$244,379)	\$11,208	\$22,868	\$95,377	\$142,569

VALLEY ENERGY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch. Jobbing & Contract Work					
Income from Nonutility Operations					
Nonoperating Rental Income					
Equity in Earnings of Subsidiary Companies					
Interest and Dividend Income					
Allowance for Funds Used During Construction					
Miscellaneous Nonoperating Income					
Gain on Disposition of Property					
Total Other Income					
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property					
Miscellaneous Amortization					
Miscellaneous Income Deductions	1,892	1,244	1,441	1,355	930
Total Other Income Deductions	1,892	1,244	1,441	1,355	930
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes					
Income Taxes					
Total Taxes-Other Inc. & Deductions					
Net Other Income and Deductions	(1,892)	(1,244)	(1,441)	(1,355)	(930)
INTEREST CHARGES					
Interest on Long-term Debt	\$82,046	\$89,673	\$82,473	\$86,028	\$100,747
Amortization of Debt Discount and Expense					
Amortization of Premium on Debt-Credit					
Interest on Debt to Associated Company					
Other Interest Expense			983	1,394	3,937
Total Interest Charges	82,046	89,673	83,456	87,422	104,684
Income Before Extraordinary Items	(328,317)	(79,709)	(62,029)	6,600	36,955
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	(\$328,317)	(\$79,709)	(\$62,029)	\$6,600	\$36,955
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	(\$599,120)	(\$519,411)	(\$430,950)	(\$436,703)	(\$473,657)
Balance Transferred from Income	(328,317)	(79,709)	(62,029)	6,600	36,954
Appropriated Retained Earnings					
Dividends Declared-Preferred Stock			26,429	848	
Dividends Declared-Common Stock			(3)	1	
Adjustments to Retained Earnings 1			(88,461)	5,753	36,954
Net Change	(328,317)	(79,709)	(88,461)	5,753	36,954
Unappropriated Retained Earnings (EOP)	(927,437)	(599,120)	(519,411)	(430,950)	(436,703)
Appropriated Retained Earnings (EOP)					
Total Retained Earnings	(\$927,437)	(\$599,120)	(\$519,411)	(\$430,950)	(\$436,703)

1. NUI Waverly Assets Were Acquired by Valley Energy in 2002, setting Retained Earnings at \$0.

VALLEY ENERGY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	(\$328,317)	(\$79,709)	(\$62,032)	\$6,600	\$36,955
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	157,462	178,262	148,039	145,901	148,392
3 Deferred Taxes & ITCs	256,300	(35,600)	(56,300)	(4,300)	30,300
4 Receivables and Inventory	(36,368)	(97,153)	(44,844)	112,472	67,082
5 Payables and Accrued Expenses					(1,599)
6 Regulatory Assets (Net)	198,501	92,322	(64,804)	80,017	(40,273)
7 Capitalized AFUDC - Equity					
8 Undistributed Earnings of Affiliates					
9 Other Adjustments					
10	39,290	(35,062)	38,538	(95,424)	(7,106)
11	(16,928)	(30,280)	(22,938)	19,179	(569)
12 Net Cash From Operating Activities	269,940	(7,219)	(64,341)	264,445	233,182
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	(99,694)	(109,296)	(88,524)	(100,075)	(150,580)
14 Acquisition Of Other Non-Current Assets					
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates	(170,246)	116,515	179,294	(163,522)	(82,599)
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities					
22					
23					
24 Net Cash From Investing Activities	(269,940)	7,219	90,770	(263,597)	(233,179)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt					
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt					
29 Dividends Paid			(26,429)	(848)	
30 Other Cash Flows - Financing Activities					
31					
32					
33 Net Cash From Financing Activities			(26,429)	(848)	
34 Net Increase/(Decrease) In Cash Equivalents					3
35 Cash & Cash Equivalents Beginning Of Year	(0)	(0)	(0)	(0)	(3)
36 Cash & Cash Equivalents End Of Year	(\$0)	(\$0)	(\$0)	(\$0)	(\$0)

VALLEY ENERGY
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
<u>Bundled</u>					
Residential	\$1,209,643	\$1,008,374	\$849,029	\$1,119,166	\$1,234,413
Commercial	602,918	467,725	357,851	515,246	601,776
Industrial					
Other Ultimate Customers					
Total Revenues-Ultimate Customer	1,812,561	1,476,099	1,206,880	1,634,412	1,836,189
Sales for Resale					
Total Revenues from Gas Sales	1,812,561	1,476,099	1,206,880	1,634,412	1,836,189
<u>Transportation of Gas of Others</u>					
Transportation Sales					190,583
Residential					
Commercial	14,044	16,345	18,895	17,875	
Industrial	161,054	156,550	136,085	138,687	
Other Ultimate Customers					
Other Gas Operating Revenues	(300,727)	(128,258)	84,240	(140,407)	21,081
Total Gas Operating Revenues	\$1,686,932	\$1,520,736	\$1,446,100	\$1,650,567	\$2,047,853
SALES (MCF)					
<u>Bundled</u>					
Residential	175,260	153,333	151,538	161,136	165,061
Commercial	104,045	86,517	83,914	93,135	99,788
Industrial					
Other Ultimate Customers					
Total Sales-Ultimate Customer	279,305	239,850	235,452	254,271	264,848
Sales for Resale					
<u>Transportation of Gas of Others</u>					
Transportation Sales					102,311
Residential					
Commercial	7,971	9,276	10,724	10,145	
Industrial	90,232	73,948	76,383	76,237	
Other Ultimate Customers					
Other Gas Sales					
Total Sales	377,508	323,074	322,559	340,653	367,160
AVG NUMBERS OF CUSTOMERS					
<u>Bundled</u>					
Residential	1,701	1,688	1,666	1,646	1,610
Commercial	207	203	201	197	197
Industrial					
Other Customers					
Total Ultimate Customers	1,908	1,891	1,867	1,843	1,807
Resales					
<u>Transportation of Gas of Others</u>					
Residential					
Commercial	3	3	3	3	
Industrial	2	2	2	2	
Other Ultimate Customers					
Total Customers	1,913	1,896	1,872	1,848	1,807
OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
Average Annual Bill Per Customer	\$711	\$597	\$510	\$680	\$767
Average MCF Consumption Per Customer	103.0	90.8	91.0	97.9	102.5
Average Revenue Per MCF Sold	\$6.90	\$6.58	\$5.60	\$6.95	\$7.48
COMMERCIAL SALES					
Average Annual Bill Per Customer	\$2,913	\$2,304	\$1,780	\$2,615	\$3,055
Average MCF Consumption Per Customer	502.6	426.2	417.5	472.8	506.5
Average Revenue Per MCF Sold	\$5.79	\$5.41	\$4.26	\$5.53	\$6.03
INDUSTRIAL SALES					
Average Annual Bill Per Customer	N/A	N/A	N/A	N/A	N/A
Average MCF Consumption Per Customer	N/A	N/A	N/A	N/A	N/A
Average Revenue Per MCF Sold	N/A	N/A	N/A	N/A	N/A
OPERATION AND MAINTENANCE EXPENSES					
Steam					
Manufactured Gas					
Natural Gas - Production & Gathering					
Purchased Gas	\$382,022	\$318,088	\$259,628	\$322,957	\$465,369
Other	355,644	307,344	314,905	440,408	651,086
Total Production Expense	737,666	625,432	574,533	763,365	1,116,455
Natural Gas Storage Expense	9,201	6,574	5,530	9,680	10,182
Transmission Expense					
Distribution Expense	305,885	298,983	277,728	256,021	225,822
Customer Account Expense	169,312	154,195	120,647	111,194	104,748
Sales Expense	498	578	430	401	429
Administrative and General	158,858	172,422	146,916	120,855	117,136
Total O & M Expense	\$1,381,420	\$1,258,184	\$1,125,784	\$1,261,516	\$1,574,772
Notes:					

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

VALLEY ENERGY
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
1 Total Revenues	\$1,686,932	\$1,520,736	\$1,446,100	\$1,650,567	\$2,047,853
2 Sales of Gas (MCF) *	279,305	239,850	235,452	254,271	264,848
DOLLAR AMOUNTS					
3 Purchased Gas & Other Supply Exp.	\$737,666	\$625,432	\$574,533	\$763,365	\$1,116,455
4 Wages and Benefits	184,169	170,921	163,483	145,979	122,856
5 Other Operation & Maintenance Exp.	459,585	461,831	387,768	352,172	335,461
6 Depreciation & Amortization Expense	179,801	178,262	130,658	126,648	122,162
7 Income Taxes-Operating	259,100	(36,900)	12,500	4,700	49,300
8 Other Taxes-Operating	110,988	109,980	110,824	118,660	115,584
9 Capital Costs	(244,377)	11,210	66,334	139,043	186,035
10 Total	\$1,686,932	\$1,520,736	\$1,446,100	\$1,650,567	\$2,047,853
PERCENT OF REVENUES					
11 Purchased Gas & Other Supply Exp.	43.7	41.1	39.7	46.2	54.5
12 Wages and Benefits	10.9	11.2	11.3	8.8	6.0
13 Other Operation & Maintenance Exp.	27.2	30.4	26.8	21.3	16.4
14 Depreciation & Amortization Expense	10.7	11.7	9.0	7.7	6.0
15 Income Taxes-Operating	15.4	-2.4	0.9	0.3	2.4
16 Other Taxes-Operating	6.6	7.2	7.7	7.2	5.6
17 Capital Costs	-14.5	0.7	4.6	8.4	9.1
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER MCF					
19 Purchased Gas & Other Supply Exp.	2.64	2.61	2.44	3.00	4.22
20 Wages and Benefits	0.66	0.71	0.69	0.57	0.46
21 Other Operation & Maintenance Exp.	1.65	1.93	1.65	1.39	1.27
22 Depreciation & Amortization Expense	0.64	0.74	0.55	0.50	0.46
23 Income Taxes-Operating	0.93	-0.15	0.05	0.02	0.19
24 Other Taxes-Operating	0.40	0.46	0.47	0.47	0.44
25 Capital Costs	-0.87	0.05	0.28	0.55	0.70
26 Total	6.04	6.34	6.14	6.49	7.73

Notes:

* Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Purchased Gas and Other Supply Exp.	737,666	625,432	574,533	763,365	1,116,455
Liquidified Petro Gas					
Other Gas Supply					

Total Purchased Gas	737,666	625,432	574,533	763,365	1,116,455
-Total PG related to Sales for Resale					
PG - Ultimate Customers	737,666	625,432	574,533	763,365	1,116,455

Wages and Benefits

Salaries	183,729	170,431	163,252	145,748	122,742
Pensions and Benefits	440	490	231	231	114
Total Wages and Benefits	184,169	170,921	163,483	145,979	122,856

Other Expenses

Total O&M Expenses	1,381,420	1,258,184	1,125,784	1,261,516	1,574,772
-Total Purchased Gas	737,666	625,432	574,533	763,365	1,116,455
-Wages and Benefits	184,169	170,921	163,483	145,979	122,856
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	459,585	461,831	387,768	352,172	335,461

Depreciation and Amortization

Depreciation Exp	179,801	178,262	130,658	126,648	122,162
Amort & Depl of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
Amort of Conversion Expenses					
Total Depre and Amort	179,801	178,262	130,658	126,648	122,162

Fuel and PP related to Sales for Resale

Total PG	737,666	625,432	574,533	763,365	1,116,455
divided by Total MCFs	279,305	239,850	235,452	254,271	264,848
Fuel Cost per MCF	2.641	2.608	2.440	3.002	4.215
times Sales for Resale MCFs					
Sales for Resale PG					

<u>Transportation Volumes</u>			-	-	102,311

VALLEY ENERGY
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Intangible	\$36,926	\$36,926	\$36,926	\$36,926	\$36,926
Production					
Manufactured Gas					
Natural Gas					
Natural Gas Storage					
Underground Storage					
Other Storage					
Transmission					
Distribution	4,024,727	3,928,015	3,820,232	3,725,765	3,619,586
General					
Gas - Purchased or Sold					
Experimental - Unclassified					
Gas - Underground, Non-current					
Total Plant In Service	4,061,653	3,964,941	3,857,158	3,762,691	3,656,512
Plant Leased To Others					
Plant Held For Future Use					
Construction Work In Progress	4,495	1,514		5,942	12,046
Acquisition Adjustments	1,260,029	1,260,028	1,260,029	1,260,029	1,260,029
Total Plant	5,326,177	5,226,483	5,117,187	5,028,662	4,928,587
Accum. Prov. - Depr. & Amort.	3,228,582	3,071,120	2,923,156	2,775,116	2,629,216
Total Net Plant	\$2,097,595	\$2,155,363	\$2,194,030	\$2,253,546	\$2,299,371
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.11	0.51	0.29	0.49	0.47
Total Capitalization	\$1,399,155	\$1,727,472	\$1,807,181	\$1,895,642	\$1,889,889
<u>Percent Of Capitalization (incl. S-T Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	0.16	-0.30	0.41	1.13	1.82
Com. Stock Dividends as a % of Earnings			-42.6%	12.8%	
Return on Common Equity	NMF	NMF	NMF	NMF	NMF
Internal Cash Generated as a % of					
Cash Outflows for Construction	270.8%	-6.6%	-72.7%	264.2%	154.9%
Earnings per Share	N/A	N/A	N/A	N/A	N/A
Book Value per Share	N/A	N/A	N/A	N/A	N/A
Dividends per Share	N/A	N/A	N/A	N/A	N/A
Number of Employees	4	4	4	4	4

Data Field Below

Current Assets	219,306	170,108	72,955	28,111	140,583
Current Liabilities	198,457	333,512	252,039	57,146	296,913
Total Capitalization	1,399,155	1,727,472	1,807,181	1,895,642	1,889,889
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	1,399,155	1,727,472	1,807,181	1,895,642	1,889,889
Short-Term Debt					
Pretax Income	12,829	(26,936)	33,927	98,722	190,939
Interest Expense	82,046	89,673	83,456	87,422	104,684
Dividends Paid			26,429	848	
Net Income (Excl. Preferred Stock Dividends)	(328,317)	(79,709)	(62,029)	6,600	36,955
Internal Cash	269,940	(7,219)	(64,341)	264,445	233,182
Cash Outflows for Construction	99,694	109,296	88,524	100,075	150,580
Shares Outstanding (Millions) Sch250251					
Misc Deferred Debits	(254,588)	(56,087)	36,235	(28,569)	51,448
Number of Employees	4	4	4	4	4
<u>Pre-Tax Income</u>					
Total Utility Operating Income	(\$244,379.00)	\$11,208	\$22,868	\$95,377	\$142,569
+Income Taxes - Electric					
+Income Taxes - Gas	\$259,100.00	(36,900)	12,500	4,700	49,300
+Other Income					
- Other Income Deductions	1,892	1,244	1,441	1,355	930
- Other Taxes					
Pre-Tax Income	\$12,829	(\$26,936)	\$33,927	\$98,722	\$190,939

ST. LAWRENCE GAS COMPANY, INC.
COMPARATIVE BALANCE SHEET
ASSETS AND OTHER DEBITS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Total Utility Plant	\$98,559,181	\$100,543,699	\$100,938,176	\$99,267,070	\$95,198,718
2 Less Acc. Prov. For Depreciation & Amortization	31,464,495	30,494,912	29,516,669	28,631,006	27,216,107
3 Net Total Utility Plant	67,094,686	70,048,787	71,421,507	70,636,064	67,982,611
OTHER PROPERTY AND INVESTMENTS					
4 Nonutility Property					
5 Less Acc. Prov. For Depreciation & Amortization					
6 Investment in Associated Companies					
7 Investment in Subsidiary Companies	78,238	69,539	63,842	57,168	50,632
8 Other Investments					
9 Sinking Funds					
10 Depreciation Fund					
11 Other Special Funds					
12 Long-Term, Portion of Derivative Assets (175)					
13 Long-Term, Portion of Derivative Assets - Hedges (176)					
14 Total Other Property and Investments	78,238	69,539	63,842	57,168	50,632
CURRENT AND ACCRUED ASSETS					
15 Cash	3,353,628	(923,322)	(107,073)	(272,929)	(101,106)
16 Special Deposits					
17 Working Funds	(5,525)	(5,304)	(5,151)	823	2,750
18 Temporary Cash Investments					
19 Notes Receivable		1,531,946	1,531,946	1,531,946	1,831,946
20 Accounts Receivable	4,300,876	6,427,226	5,103,700	4,746,360	5,841,679
21 Less Accum. Prov. For Uncollectible Accounts	(100,000)	(100,000)	(125,000)	(225,000)	(225,000)
22 Notes Receivable from Associated Companies					
23 Accounts Receivable from Assoc. Companies					
24 Materials and Supplies	449,196	467,657	668,490	878,151	1,080,450
25 Gas Stored Underground - Current	1,747,915	1,241,056	1,473,430	2,460,968	3,875,586
26 Liquefied Natural Gas in Storage					
27 Prepayments	785,361	672,664	670,152	640,718	632,712
28 Interest and Dividends Receivable					
29 Rents Receivable					
30 Accrued Utility Revenue					
31 Misc. Current and Accrued Assets					
32 Derivative Instrument Assets (Current Portion)					
33 Derivative Instrument Assets - Hedges (Current Portion)					
34 Total Current and Accrued Assets	10,531,451	9,311,923	9,210,494	9,761,037	12,939,017
DEFERRED DEBITS					
35 Unamort. Debt Expense	4,199	12,597	20,995	3,115	
36 Extraordinary Property Losses					
37 Prelim. Survey and Investigation Charges					
38 Clearing Accounts	11,168	11,756	10,918	14,822	10,548
39 Temporary Facilities					
40 Miscellaneous Deferred Debits	51,807	5,820,684	5,217,277	3,423,859	7,122,964
41 Deferred Losses from Disp. of Utility Plant					
42 Research and Development					
43 Accumulated Deferred Income Taxes	7,613,378	12,032,777	12,451,226	7,101,302	8,166,970
44 Total Deferred Debits	7,680,552	17,877,814	17,700,416	10,543,098	15,300,482
45 Total Assets and Other Debits	\$85,384,927	\$97,308,063	\$98,396,259	\$90,997,367	\$96,272,742

**ST. LAWRENCE GAS COMPANY, INC.
COMPARATIVE BALANCE SHEET
LIABILITIES AND OTHER CREDITS
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
PROPRIETARY CAPITAL					
Common Stock Issued	\$4,350,000	\$4,350,000	\$4,350,000	\$4,350,000	\$4,350,000
Preferred Stock Issued					
Capital Stock Subscribed					
Stock Liability for Conversion					
Premium on Capital Stock					
Other Paid-in Capital	13,000,000	13,000,000	13,000,000	13,000,000	13,000,000
Installments Received on Capital Stock					
Capital Stock Expense					
Retained Earnings	18,452,864	16,309,787	14,392,675	13,684,339	12,980,079
Unapp. Undistributed Subsidiary Earnings	76,238	67,539	61,842	55,168	48,632
Reaquired Capital Stock					
Accumulated Other Comprehensive Income					
Total Proprietary Capital	35,879,102	33,727,326	31,804,517	31,089,507	30,378,711
LONG-TERM DEBT					
Bonds					
Reaquired Bonds					
Advances from Associated Companies					
Other Long-Term Debt	7,000,000	7,000,000	7,000,000	5,600,000	7,000,000
Unamortized Premium on LT Debt					
Unamortized Discount on LT Debt-Debit					
Total Long-Term Debt	7,000,000	7,000,000	7,000,000	5,600,000	7,000,000
CURRENT AND ACCRUED LIABILITIES					
Notes Payable	23,000,000	26,428,213	29,422,057	31,802,000	28,380,000
Accounts Payable	3,565,089	4,011,064	3,269,620	2,959,904	7,392,700
Notes Payable to Associated Companies					
Accounts Payable to Associated Companies	73,921	63,863	188,561	193,720	107,582
Customer Deposits	607,945	570,389	405,589	414,380	427,821
Taxes Accrued	(22,646)	672,910	185,560	(1,141,857)	(374,671)
Interest Accrued	83,396	70,322	57,347	23,953	16,656
Dividends Declared					
Matured Long-Term Debt					
Matured Interest					
Tax Collections Payable					
Misc. Current and Accrued Liabilities	894,397	638,509	561,434	192,826	1,529,477
Derivative Instrument Assets (Current Portion)					
Derivative Instrument Assets - Hedges (Current Portion)					
Total Current and Accrued Liabilities	28,202,102	32,455,270	34,090,168	34,444,926	37,479,565
DEFERRED CREDITS					
Customer Advances for Construction	303,823	326,517	299,090	170,940	218,133
Other Deferred Credits	(4,433,993)	1,585,918	4,416,285	4,698,434	7,262,504
Accumulated Deferred Inv. Tax Credits					
Deferred Gains-Disposition of Utility Plant					
Accumulated Deferred Income Taxes	13,206,409	18,202,220	18,039,571	12,532,806	11,104,215
Total Deferred Credits	9,076,239	20,114,655	22,754,946	17,402,180	18,584,852
OPERATING RESERVES					
Property Insurance Reserve					
Injuries and Damage Reserve	125,000	125,000	125,000	125,000	125,000
Pension and Benefits Reserve	5,015,582	3,819,025	2,560,009	2,292,968	2,596,996
Miscellaneous Operating Reserves	86,902	66,787	61,619	42,786	107,618
Total Operating Reserves	5,227,484	4,010,812	2,746,628	2,460,754	2,829,614
OTHER NONCURRENT LIABILITIES					
Long-Term Portion of Derivative Instrument Liabilities					
Long-Term Portion of Derivative Instrument Liabilities - Hedges					
Asset Retirement Obligations					
Total Other Noncurrent Liabilities					
Total Liabilities and Other Credits	\$85,384,927	\$97,308,063	\$98,396,259	\$90,997,367	\$96,272,742

ST. LAWRENCE GAS COMPANY, INC.
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
GAS OPERATING INCOME					
1 Operating Revenues	\$43,489,314	\$46,091,703	\$39,157,589	\$43,586,358	\$46,367,070
Operating Expense:					
2 Operation Expense	36,522,696	38,909,785	32,819,468	38,160,353	39,752,289
3 Maintenance Expense	405,315	347,395	290,537	352,400	383,894
4 Depreciation Expense	1,934,297	2,143,377	1,924,137	1,546,624	1,335,603
5 Depreciation Expense for Asset Retirement Costs					
6 Amort. and Depletion of Utility Plant		14,072	14,072	14,071	14,072
7 Amort. of Utility Plant Acq. Adj.	14,072				
8 Amort. of Property Losses					
9 Amort. of Conversion Expenses					
10 Other Expenses					
11 Taxes Other than Income Taxes	2,455,230	2,215,254	2,180,508	2,312,402	2,326,591
12 Income Taxes	(556,622)	482,181	532,741	384,315	969,903
13 Gains from Disposition of Util. Plant					
14 Losses from Disposition of Util. Plant					
15 Accretion Expense					
16 Total Operating Expenses	40,774,988	44,112,064	37,761,463	42,770,165	44,782,352
17 Net Operating Revenues	2,714,326	1,979,639	1,396,126	816,193	1,584,718
18 Other Utility Operating Income					
19 Total Gas Utility Operating Income	2,714,326	1,979,639	1,396,126	816,193	1,584,718
20 Other Utility Operating Income					
21 Total Utility Operating Income	\$2,714,326	\$1,979,639	\$1,396,126	\$816,193	\$1,584,718

ST. LAWRENCE GAS COMPANY, INC.
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
OTHER INCOME					
Income - Merch. Jobbing & Contract Work					
Income from Nonutility Operations					
Nonoperating Rental Income		\$600,000			
Equity in Earnings of Subsidiary Companies	8,602	5,697	6,674	6,536	5,672
Interest and Dividend Income	107,586	108,023	92,779	146,283	225,863
Allowance for Funds Used During Construction		21,501	30,213	238,133	268,253
Miscellaneous Nonoperating Income					
Gain on Disposition of Property					
Total Other Income	116,188	735,221	129,666	390,952	499,788
OTHER INCOME DEDUCTIONS					
Loss on Disposition of Property					
Miscellaneous Amortization					
Miscellaneous Income Deductions	8,285	20,075	10,239	8,500	1,196
Total Other Income Deductions	8,285	20,075	10,239	8,500	1,196
TAXES-OTHER INCOME AND DEDUCTIONS					
Taxes Other than Income Taxes					
Income Taxes					
Total Taxes-Other Inc. & Deductions					
Net Other Income and Deductions	107,902	715,146	119,427	382,452	498,592
INTEREST CHARGES					
Interest on Long-term Debt					
Amortization of Debt Discount and Expense					
Amortization of Premium on Debt-Credit					
Interest on Debt to Associated Company					
Other Interest Expense	856,863	802,391	778,899	588,772	573,989
Total Interest Charges	856,863	802,391	778,899	588,772	573,989
Income Before Extraordinary Items	1,965,365	1,892,394	736,654	609,873	1,509,321
EXTRAORDINARY ITEMS					
Extraordinary Income					
Extraordinary Deductions					
Income Taxes, Extraordinary Items					
Net Extraordinary Items					
Net Income	\$1,965,365	\$1,892,394	\$736,654	\$609,873	\$1,509,321
RETAINED EARNINGS					
Unappropriated Retained Earnings (BOP)	\$16,309,787	\$14,392,675	\$13,684,339	\$12,980,079	\$11,633,019
Balance Transferred from Income	1,956,763	1,886,697	729,980	603,337	1,503,649
Appropriated Retained Earnings					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock					
Adjustments to Retained Earnings	186,313	30,415	(21,644)	100,923	(156,589)
Net Change	2,143,076	1,917,112	708,336	704,260	1,347,060
Unappropriated Retained Earnings (EOP)	18,452,863	16,309,787	14,392,675	13,684,339	12,980,079
Appropriated Retained Earnings (EOP)					
Total Retained Earnings	\$18,452,863	\$16,309,787	\$14,392,675	\$13,684,339	\$12,980,079

ST. LAWRENCE GAS COMPANY, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$1,965,366.00	\$1,892,394.00	\$736,654.00	\$609,873.00	\$1,509,321.00
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	2,330,749	2,408,534	2,148,467	1,770,554	1,560,987
3 Deferred Taxes & ITCs	(390,100)	611,514	(146,952)	31,112	5,255,155
4 Receivables and Inventory	3,676,757	(1,147,692)	(247,679)	1,597,618	1,325,346
5 Payables and Accrued Expenses	(4,253,169)	(1,634,898)	(354,758)	(6,456,639)	(2,692,862)
6 Regulatory Assets (Net)	(6,019,909)	(2,830,368)			
7 Capitalized AFUDC - Equity					
8 Undistributed Earnings of Affiliates	(8,602)	(5,697)	(6,674)	(6,536)	(5,672)
9 Other Adjustments	(506,859)	232,374	987,538	1,414,618	(2,342,003)
10	(112,697)	(2,512)	(29,434)	(8,006)	(78,244)
11	<u>6,971,841</u>	<u>695,764</u>	<u>(1,393,370)</u>	<u>3,275,663</u>	<u>(5,933,185)</u>
12 Net Cash From Operating Activities	<u>3,653,377</u>	<u>219,413</u>	<u>1,693,792</u>	<u>2,228,257</u>	<u>(1,401,157)</u>
Cash Flows From Investing Activities					
13 Cash Outflows For Construction	839,555	(357,004)	(2,210,246)	(4,315,290)	(8,435,237)
14 Acquisition Of Other Non-Current Assets	(216,203)	(678,811)	(723,664)	(108,717)	(58,239)
15 Investments in & Advances to Affiliates					
16 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
17 Property, Plant & Equipment					
18 Investments In Affiliated Companies					
19 Investment Securities					
20 Other Current Assets & Liabilities					
21 Other Cash Flows - Investing Activities					
22					
23					
24 Net Cash From Investing Activities	<u>623,352</u>	<u>(1,035,815)</u>	<u>(2,933,910)</u>	<u>(4,424,007)</u>	<u>(8,493,476)</u>
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
25 Long-Term Debt			1,400,000	(1,400,000)	
26 Common Stock					
27 Preferred Stock					
28 Short-Term Debt				3,422,000	10,113,000
29 Dividends Paid					
30 Other Cash Flows - Financing Activities					
31					
32					
33 Net Cash From Financing Activities			<u>1,400,000</u>	<u>2,022,000</u>	<u>10,113,000</u>
34 Net Increase/(Decrease) In Cash Equivalents	4,276,729	(816,402)	159,882	(173,750)	218,367
35 Cash & Cash Equivalents Beginning Of Year	(928,626)	(112,224)	(272,106)	(98,356)	(316,723)
36 Cash & Cash Equivalents End Of Year	\$3,348,103	(\$928,626)	(\$112,224)	(\$272,106)	(\$98,356)

ST. LAWRENCE GAS COMPANY, INC.
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
<u>Bundled</u>					
Residential	\$18,551,210	\$16,572,142	\$15,495,143	\$19,224,221	\$20,003,653
Commercial	11,412,806	9,617,280	8,570,677	9,618,776	9,976,662
Industrial	766,661	873,749	736,652	1,273,871	1,934,230
Other Ultimate Customers					
Total Revenues-Ultimate Customer	30,730,677	27,063,171	24,802,472	30,116,868	31,914,545
Sales for Resale					
Total Revenues from Gas Sales	30,730,677	27,063,171	24,802,472	30,116,868	31,914,545
<u>Transportation of Gas of Others</u>					
Transportation Sales					8,662,855
Residential	200,220	191,239	122,342	122,661	
Commercial	2,945,811	2,883,148	2,583,147	2,514,508	
Industrial	5,986,842	6,785,453	6,007,282	5,968,263	
Other Ultimate Customers	199,299	197,087	194,631		
Other Gas Operating Revenues	3,426,677	8,971,605	5,447,715	4,864,058	5,789,669
Total Gas Operating Revenues	\$43,489,526	\$46,091,703	\$39,157,589	\$43,586,358	\$46,367,069
SALES (MCF)					
<u>Bundled</u>					
Residential	1,615,632	1,442,562	1,425,741	1,558,395	1,624,646
Commercial	1,242,230	1,067,457	1,005,124	949,175	968,579
Industrial	92,289	113,351	124,743	154,797	156,747
Other Ultimate Customers					
Total Sales-Ultimate Customer	2,950,150	2,623,370	2,555,608	2,662,367	2,749,972
Sales for Resale					
<u>Transportation of Gas of Others</u>					
Transportation Sales					4,561,841
Residential	37,074	34,952	\$21,805.00	20,188	
Commercial	916,318	880,678	\$858,074.00	864,975	
Industrial	3,345,210	3,315,811	\$3,328,124.00	3,464,484	
Other Ultimate Customers	257,828	234,601	195,754		
Other Gas Sales					
Total Sales	7,506,579	7,089,412	6,959,365	7,012,014	7,311,813
AVG NUMBERS OF CUSTOMERS					
<u>Bundled</u>					
Residential	14,659	14,560	14,423	14,208	14,082
Commercial	1,624	1,606	1,610	1,586	1,587
Industrial	3	3	3	3	3
Other Customers					
Total Ultimate Customers	16,286	16,169	16,036	15,797	15,672
Resales					
<u>Transportation of Gas of Others</u>					
Residential	56	55	18	10	
Commercial	139	142	116	95	
Industrial	17	18	18	20	
Other Ultimate Customers	2		1		
Total Customers	16,500	16,384	16,189	15,922	15,672
OPERATING REVENUES RELATIONSHIP					
RESIDENTIAL SALES					
Average Annual Bill Per Customer	\$1,266	\$1,138	\$1,074	\$1,353	\$1,421
Average MCF Consumption Per Customer	110.2	99.1	98.9	109.7	115.4
Average Revenue Per MCF Sold	\$11.48	\$11.49	\$10.87	\$12.34	\$12.31
COMMERCIAL SALES					
Average Annual Bill Per Customer	\$7,028	\$5,988	\$5,323	\$6,065	\$6,286
Average MCF Consumption Per Customer	764.9	664.7	624.3	598.5	610.3
Average Revenue Per MCF Sold	\$9.19	\$9.01	\$8.53	\$10.13	\$10.30
INDUSTRIAL SALES					
Average Annual Bill Per Customer	\$255,554	\$291,250	\$245,551	\$424,624	\$644,743
Average MCF Consumption Per Customer	30,762.9	37,783.7	41,581.0	51,599.0	52,249.0
Average Revenue Per MCF Sold	\$8.31	\$7.71	\$5.91	\$8.23	\$12.34
OPERATION AND MAINTENANCE EXPENSES					
Steam					
Manufactured Gas					
Natural Gas - Production & Gathering					
Purchased Gas	\$26,050,908.00	\$29,836,710.57	\$24,806,035.00	\$25,595,397	\$32,783,042
Other	1,499,890	142,140	(219,662)	3,579,965	(1,489,235)
Total Production Expense	27,550,798	29,978,850	24,586,373	29,175,362	31,293,807
Natural Gas Storage Expense					
Transmission Expense					
Distribution Expense	2,852,445	2,770,659	2,258,774	2,699,801	2,555,646
Customer Account Expense	760,982	798,039	902,095	1,090,196	1,080,217
Sales Expense	171,772	146,607	108,052	89,254	119,868
Administrative and General	5,592,014	5,563,024	5,254,708	5,458,139	5,086,645
Total O & M Expense	\$36,928,011	\$39,257,180	\$33,110,002	\$38,512,752	\$40,136,183
Notes:					

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

ST. LAWRENCE GAS COMPANY, INC.
DISTRIBUTION OF GAS REVENUES
YEARS ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
1 Total Revenues	\$43,489,526	\$46,091,703	\$39,157,589	\$43,586,358	\$46,367,069
2 Sales of Gas (MCF) *	2,950,150	2,623,370	2,555,608	2,662,367	2,749,972
DOLLAR AMOUNTS					
3 Purchased Gas & Other Supply Exp.	\$27,550,798	\$29,978,850	\$24,586,373	\$29,175,362	\$31,293,807
4 Wages and Benefits	5,913,678	5,779,056	5,364,872	5,073,348	4,893,525
5 Other Operation & Maintenance Exp.	3,463,535	3,499,274	3,158,757	4,264,042	3,948,851
6 Depreciation & Amortization Expense	1,934,297	2,157,449	1,938,209	1,560,695	1,349,675
7 Income Taxes-Operating	(556,622)	482,181	532,741	384,315	969,903
8 Other Taxes-Operating	2,455,230	2,215,254	2,180,508	2,312,402	2,326,591
9 Capital Costs	2,728,611	1,979,639	1,396,129	816,194	1,584,717
10 Total	\$43,489,526	\$46,091,703	\$39,157,589	\$43,586,358	\$46,367,069
PERCENT OF REVENUES					
11 Purchased Gas & Other Supply Exp.	63.4	65.0	62.8	66.9	67.5
12 Wages and Benefits	13.6	12.5	13.7	11.6	10.6
13 Other Operation & Maintenance Exp.	8.0	7.6	8.1	9.8	8.5
14 Depreciation & Amortization Expense	4.4	4.7	4.9	3.6	2.9
15 Income Taxes-Operating	-1.3	1.0	1.4	0.9	2.1
16 Other Taxes-Operating	5.6	4.8	5.6	5.3	5.0
17 Capital Costs	6.3	4.3	3.6	1.9	3.4
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER MCF					
19 Purchased Gas & Other Supply Exp.	9.34	11.43	9.62	10.96	11.38
20 Wages and Benefits	2.00	2.20	2.10	1.91	1.78
21 Other Operation & Maintenance Exp.	1.17	1.33	1.24	1.60	1.44
22 Depreciation & Amortization Expense	0.66	0.82	0.76	0.59	0.49
23 Income Taxes-Operating	-0.19	0.18	0.21	0.14	0.35
24 Other Taxes-Operating	0.83	0.84	0.85	0.87	0.85
25 Capital Costs	0.92	0.75	0.55	0.31	0.58
26 Total	14.74	17.57	15.32	16.37	16.86

Notes:

* Includes Sales for Resale

These figures represent revenues and sales to full-service customers only (customers who receive their commodity and transportation services from the utility). Reductions in the Average Annual Bill Per Customer and Average MCF Consumption Per Customer in 1999 reflect the migration of some full-service customers to partial-service status (i.e., Esco customers) which are not included in this publication.

Data Field Below

Purchased Gas and Other Supply Exp.
Liquified Petro Gas
Other Gas Supply

\$27,550,798 \$29,978,850 \$24,586,373 \$29,175,362 \$31,293,807

Total Purchased Gas
-Total PG related to Sales for Resale
PG - Ultimate Customers

27,550,798 29,978,850 24,586,373 29,175,362 31,293,807
27,550,798 29,978,850 24,586,373 29,175,362 31,293,807

Wages and Benefits

Salaries
Pensions and Benefits
Total Wages and Benefits

3,619,072 3,401,304 3,268,111 3,169,833 3,037,471
2,294,606 2,377,751 2,096,761 1,903,515 1,856,054
5,913,678 5,779,056 5,364,872 5,073,348 4,893,525

Other Expenses

Total O&M Expenses
-Total Purchased Gas
-Wages and Benefits
-Other Gains
+Other Losses
-Other Revenues
Other Expenses

36,928,011 39,257,180 33,110,002 38,512,752 40,136,183
27,550,798 29,978,850 24,586,373 29,175,362 31,293,807
5,913,678 5,779,056 5,364,872 5,073,348 4,893,525

3,463,535 3,499,274 3,158,757 4,264,042 3,948,851

Depreciation and Amortization

Depreciation Exp
Amort & Depl of Utility Plant
Amort of Other Utility Plant
Amort of Property Losses
Amort of Conversion Expenses
Total Depre and Amort

1,934,297 2,143,377 1,924,137 1,546,624 1,335,603
14,072 14,072 14,071 14,072

1,934,297 2,157,449 1,938,209 1,560,695 1,349,675

Fuel and PP related to Sales for Resale

Total PG
divided by Total MCFs
Fuel Cost per MCF
times Sales for Resale MCFs
Sales for Resale PG

27,550,798 29,978,850 24,586,373 29,175,362 31,293,807
2,950,150 2,623,370 2,555,608 2,662,367 2,749,972
9.339 11.428 9.621 10.958 11.380

Transportation Volumes

4,561,841

ST. LAWRENCE GAS COMPANY, INC.
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Intangible	\$415,012	\$415,012	\$415,012	\$415,012	\$415,012
Production					
Manufactured Gas					
Natural Gas					
Natural Gas Storage					
Underground Storage					
Other Storage					
Transmission					
Distribution	86,120,175	88,590,372	88,908,949	89,594,210	57,941,636
General	11,789,000	11,318,633	10,873,192	10,385,465	9,884,672
Gas - Purchased or Sold					
Experimental - Unclassified					
Gas - Underground, Non-current					
Total Plant In Service	98,324,187	100,324,017	100,197,153	100,394,687	68,241,320
Plant Leased To Others					
Plant Held For Future Use					
Construction Work In Progress	234,994	219,682	741,022	(1,127,617)	26,957,398
Acquisition Adjustments					
Total Plant	98,559,181	100,543,699	100,938,175	99,267,070	95,198,718
Accum. Prov. - Depr. & Amort.	31,464,495	30,494,912	29,516,669	28,631,006	27,216,107
Total Net Plant	\$67,094,686	\$70,048,787	\$71,421,507	\$70,636,064	\$67,982,611
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.37	0.29	0.27	0.28	0.35
Total Capitalization	\$65,879,102	\$67,155,539	\$68,226,574	\$68,491,507	\$65,758,711
<u>Percent Of Capitalization (incl. S-T Debt)</u>					
Long-Term Debt	10.6%	10.4%	10.3%	8.2%	10.6%
Preferred Stock					
Common Stock & Retained Earnings	54.5%	50.2%	46.6%	45.4%	46.2%
Short-Term Debt	34.9%	39.4%	43.1%	46.4%	43.2%
Pretax Coverage of Interest Expense	2.64	3.96	2.63	2.69	5.32
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	5.6%	5.8%	2.3%	2.0%	5.1%
Internal Cash Generated as a % of Cash Outflows for Construction	-435.2%	61.5%	76.6%	51.6%	-16.6%
Earnings per Share	\$0.00	\$4.35	\$1.69	\$1.40	\$3.47
Book Value per Share	\$0.00	\$77.53	\$73.11	\$71.47	\$69.84
Dividends per Share					
Number of Employees	47	52	48	48	47

Data Field Below

Current Assets	\$10,531,451	\$9,311,923	\$9,210,494	\$9,761,037	\$12,939,017
Current Liabilities	28,202,102	32,455,270	34,090,168	34,444,926	37,479,565
Total Capitalization	65,879,102	67,155,539	68,226,574	68,491,507	65,758,711
Long-Term Debt	7,000,000	7,000,000	7,000,000	5,600,000	7,000,000
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	35,879,102	33,727,326	31,804,517	31,089,507	30,378,711
Short-Term Debt	23,000,000	26,428,213	29,422,057	31,802,000	28,380,000
Pretax Income	2,265,607	3,176,966	2,048,294	1,582,960	3,053,213
Interest Expense	856,863	802,391	778,899	588,772	573,989
Dividends Paid					
Net Income Before Extraordinary Items (Excl. Preferred Stock Dividends)	1,965,366	1,892,394	736,654	609,873	1,509,321
Internal Cash	3,653,377	219,413	1,693,792	2,228,257	(1,401,157)
Cash Outflows for Construction	(839,555)	357,004	2,210,246	4,315,290	8,435,237
Shares Outstanding (Millions) Sch250251	435,000.0000	0.4350	0.4350	0.4350	0.4350
Misc Deferred Debits	4,485,800	4,234,766	800,992	(1,274,575)	(139,540)
Number of Employees	47	52	48	48	47
<u>Pre-Tax Income</u>					
Total Utility Operating Income	\$2,714,326	\$1,979,639	\$1,396,126	\$816,193	\$1,584,718
+Income Taxes - Electric					
+Income Taxes - Gas	(556,622)	482,181	532,741	384,315	969,903
+Other Income	116,188	735,221	129,666	390,952	499,788
- Other Income Deductions	8,285	20,075	10,239	8,500	1,196
- Other Taxes					
Pre-Tax Income	\$2,265,607	\$3,176,966	\$2,048,294	\$1,582,960	\$3,053,213

Table 1 T

Telecommunication Industry (Total)
Comparative Balance Sheet
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$71,912	\$80,712	\$71,023	\$70,745	\$57,273
2 Accounts Receivable (Net)	1,112,010	990,721	1,111,660	1,148,226	3,552,018
3 Current Deferred Income Taxes	103	157	159	213	230
4 Other Current Assets	92,933	74,448	95,022	120,398	161,385
5 Total Current Assets	1,276,957	1,146,037	1,277,864	1,339,583	3,770,906
NON-CURRENT ASSETS					
6 Investments	1,144,245	1,248,358	990,360	997,836	1,136,961
7 Unamortized Debt Issuance Costs	748	796	1,631	3,349	3,464
8 Deferred Charges	60,796	57,020	76,982	94,283	105,425
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	6,621	8,310	11,845	11,281	11,486
11 Other Non-Current Assets	211,197	215,291	231,653	234,452	368,937
12 Total Non-Current Assets	1,423,607	1,529,774	1,312,472	1,341,201	1,626,273
REGULATED PLANT					
13 Total Telecommunications Plant	36,210,894	35,099,195	33,918,057	33,047,793	32,184,971
14 Less: Accumulated Depr and Amort.	24,629,133	23,724,347	22,812,409	21,909,575	20,945,772
15 Net Regulated Plant	11,581,762	11,374,848	11,105,648	11,138,218	11,239,199
16 Total Assets & Other Debits	\$14,282,326	\$14,050,659	\$13,695,984	\$13,819,002	\$16,636,378
CURRENT LIABILITIES					
17 Accounts Payable	\$933,533	\$721,924	\$947,414	\$921,526	\$3,293,805
18 Notes Payable	8,486,353	6,930,966	4,575,819	8,240,276	8,215,383
19 Advanced Billings	110,288	238,694	195,458	147,382	165,421
20 Customer Deposits	4,010	827	744	1,942	3,372
21 Current Maturities - Long-Term Debt	1,336	1,062	3,443	3,583	3,512
22 Current Deferred Income Taxes	(19)	(19)	(53)	(67)	(72,791)
23 Other Current Liabilities	360,683	425,852	240,934	378,292	387,144
24 Total Current Liabilities	9,896,184	8,319,307	5,963,758	9,692,935	11,995,846
LONG-TERM DEBT					
25 Long-Term Debt	154,134	172,871	327,885	608,620	608,843
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC			7,595	7,393	9,056
27 Non-Current Deferred Taxes	1,065,868	704,353	614,605	678,723	111,399
28 Other Deferred Credits	125,786	144,141	109,726	54,104	67,086
29 Other Jurisdictional Differences - Net	22				
30 Other Liabilities	5,163,836	6,347,283	7,402,870	7,146,891	8,176,760
31 Total Other Liab. and Def. Credits	6,355,511	7,195,776	8,134,796	7,887,111	8,364,301
STOCKHOLDER'S EQUITY					
32 Common Stock	27,967	29,491	29,494	29,494	29,494
33 Preferred Stock	309	309	409	409	410
34 Other Paid in Capital	9,697,280	9,647,857	9,624,943	4,931,802	4,932,727
35 Retained Earnings	(11,849,060)	(11,314,953)	(10,385,302)	(9,331,370)	(9,295,243)
36 Total Stockholder's Equity	(2,123,503)	(1,637,295)	(730,455)	(4,369,664)	(4,332,612)
37 Total Liab. and Stockholder's Equity	\$14,282,326	\$14,050,659	\$13,695,984	\$13,819,002	\$16,636,378

Telecommunication Industry (Total)
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,
(\$000s)

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	905,811	978,509	1,092,011	\$1,186,709	\$1,294,113
Network Access Services	2,273,478	2,493,184	2,573,899	2,652,675	2,536,558
Long Distance Network Services	56,277	64,770	74,386	79,313	87,843
Miscellaneous Revenues	1,654,446	1,950,239	2,026,729	1,980,611	1,903,541
Less: Uncollectible Revenues	27,992	30,762	32,148	40,099	34,248
Total Operating Revenues	4,862,020	5,455,940	5,734,877	5,859,209	5,787,807
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	57,812	52,868	48,508	58,752	56,181
General Support Expenses	209,142	210,965	244,916	253,203	397,818
Central Office Switching	95,036	105,380	104,148	117,660	144,964
Operator Systems Expense	106	126	144	150	111
Central Office Transmission	137,294	134,738	124,050	147,173	119,823
Info. Origination/Termination	1,390,090	1,438,388	1,344,203	1,380,307	1,213,458
Cable & Wire Facilities	574,716	630,254	618,963	692,091	734,184
Total Plant Specific Operations	2,464,197	2,572,719	2,484,933	2,649,336	2,666,539
Other Plant, Property & Equipment	27,486	27,820	25,379	31,280	23,614
Network Operations	693,443	453,489	917,046	792,724	787,788
Access Expense	115,586	116,646	129,913	119,139	111,220
Depreciation and Amortization	1,153,131	1,124,337	1,129,342	1,176,879	1,188,345
Total Plant Non-Specific Operations	1,989,646	1,722,292	2,201,680	2,120,022	2,110,967
Marketing Expense	314,406	341,811	336,753	327,790	364,603
Services Expense	321,219	363,894	457,475	478,584	457,499
Total Customer Operations	635,625	705,705	794,228	806,374	822,102
Executive & Planning	162,529	142,071	105,068	33,476	40,162
General & Administrative	714,460	2,848,833	1,167,553	(361,253)	2,637,804
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	876,988	2,990,904	1,272,620	(327,778)	2,677,966
Total Operations Expense	5,966,457	7,991,619	6,753,461	5,247,954	8,277,574
Other Operating Income & Expenses	13,551	(1,790)	19,718	37,505	41,002
State & Local Income Taxes	(3,012)	(2,363)	(5,259)	1,734	(5,712)
Other Taxes	394,539	475,592	504,093	525,505	517,906
Net Operating Income Before FIT	(1,482,412)	(3,010,698)	(1,497,700)	121,521	(2,960,958)
Investment Tax Credits - Net		5,731	1,662	1,663	1,663
Federal Income Taxes	(686,963)	(1,080,472)	(650,839)	(716,444)	(608,914)
Provision - Def. Operating Income Taxes - Net	391,968	(305,536)	(14,596)	644,494	(683,769)
Net Operating Income	(\$1,187,418)	(\$1,618,959)	(\$830,602)	\$195,134	(\$1,666,612)

Table 3 T

Telecommunication Industry (Total)
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
37 Net Operating Income	(1,187,418)	(1,618,959)	(830,602)	195,134	(1,666,612)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	288	269	231	294	247
39 Interest Income	1,620	814	1,184	930	1,017
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	31,673	10,733	25,112	24,473	28,092
42 Gains/Losses - Disposal of Property		(142)		19	19
43 Equity in Earnings of Affiliated Companies	281,331	230,774	157,288	226,865	308,768
44 Other Non-Operating Income	1,042,642	(101,922)	(114,979)	(93,231)	(98,943)
45 Special Charges	7,594	8,938	8,047	6,578	7,904
46 Total Non-Operating Income & Expenses	1,349,961	131,588	60,789	152,772	231,297
NON-OPERATING TAXES					
47 Federal Income Taxes	68,285	365	(28,952)	25,952	(21,540)
48 Other	(34,448)	(76,091)	(43,884)	(40,256)	(34,526)
49 Total Non-Operating Taxes	33,836	(75,727)	(72,837)	(14,303)	(56,067)
50 Income Available Before Interest Charges	128,707	(1,411,644)	(696,977)	362,210	(1,379,249)
INTEREST CHARGES					
51 Interest on Funded Debt	11,982	20,283	28,552	43,996	44,055
52 Other Interest Expense	348,570	226,237	322,844	321,041	304,486
53 Total Interest Charges	360,552	246,520	351,396	365,037	348,540
54 Income Before Extraordinary & Nonreg Items	(231,845)	(1,658,164)	(1,048,373)	(2,827)	(1,727,789)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items			1,054		
56 Nonregulated Revenues	52,441	53,744	58,397	61,022	58,894
57 Total Extraordinary & Nonregulated Items	52,441	53,744	59,451	61,022	58,894
58 Net Income	(\$17,937)	(\$160,410)	(\$98,872)	\$5,818	(\$166,856)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	(\$11,923,510)	(\$10,768,508)	(\$9,761,608)	(\$9,926,442)	(\$8,181,233)
60 Transferred from Income	(513,318)	(1,885,014)	(1,201,314)	(226,424)	(2,034,525)
61 Appropriations		(579)		(1,500)	
Dividends Declared:					
62 Preferred Stock	17	23	26	19	23
63 Common Stock	933	2,064	2,291	28,507	1,324
64 Adjustments	99,003	739,227	201,510	(418,091)	300,551
65 Ending Year Balance	(12,338,828)	(11,915,786)	(10,763,720)	(9,757,983)	(9,916,538)
66 Appropriated/Undistr Affiliate Retained Earnings	489,768	600,833	378,419	426,613	621,296
67 Total Retained Earnings	(\$11,849,060)	(\$11,314,953)	(\$10,385,302)	(\$9,331,370)	(\$9,295,243)

Table 1 WT

Telecommunication Industry (Without New York Telephone)
Comparative Balance Sheet
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$71,912	\$80,712	\$71,023	\$64,453	\$59,634
2 Accounts Receivable (Net)	154,583	130,219	127,502	172,539	163,835
3 Current Deferred Income Taxes	103	157	159	213	230
4 Other Current Assets	26,788	20,470	14,231	18,223	21,747
5 Total Current Assets	253,387	231,558	212,915	255,429	245,445
NON-CURRENT ASSETS					
6 Investments	619,870	597,204	554,607	520,968	456,617
7 Unamortized Debt Issuance Costs	23	30	35	41	50
8 Deferred Charges	4,951	4,411	4,401	4,415	4,401
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	6,621	8,310	11,845	11,281	11,486
11 Other Non-Current Assets	204,039	205,040	201,346	202,931	204,545
12 Total Non-Current Assets	835,504	814,994	772,235	739,636	677,099
REGULATED PLANT					
13 Total Telecommunications Plant	4,080,861	4,020,840	3,985,767	3,928,160	3,890,948
14 Less: Accumulated Depr and Amort.	3,560,642	3,476,378	3,400,870	3,333,028	3,240,163
15 Net Regulated Plant	520,219	544,462	584,897	595,132	650,785
16 Total Assets & Other Debits	\$1,609,109	\$1,591,014	\$1,570,047	\$1,590,197	\$1,573,329
CURRENT LIABILITIES					
17 Accounts Payable	\$100,952	\$122,377	\$124,874	\$129,491	\$134,666
18 Notes Payable	42,372	18,190	6,165	5,286	6,604
19 Advanced Billings	10,729	11,827	11,178	10,185	11,092
20 Customer Deposits	64	(25)	49	80	26
21 Current Maturities - Long-Term Debt	887	377	2,821	2,292	1,927
22 Current Deferred Income Taxes	(19)	(19)	(53)	(67)	(41)
23 Other Current Liabilities	42,301	38,102	19,721	25,737	23,084
24 Total Current Liabilities	197,286	190,829	164,754	173,004	177,358
LONG-TERM DEBT					
25 Long-Term Debt	(4,933)	13,393	12,565	10,825	10,492
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC			1,864		
27 Non-Current Deferred Taxes	279,282	281,830	297,549	293,445	268,765
28 Other Deferred Credits	(19,219)	(15,888)	(11,907)	(6,634)	(2,331)
29 Other Jurisdictional Differences - Net	22				
30 Other Liabilities	274,797	255,406	237,704	229,185	214,476
31 Total Other Liab. and Def. Credits	534,883	521,348	525,209	515,996	480,910
STOCKHOLDER'S EQUITY					
32 Common Stock	26,967	28,491	28,494	28,494	28,494
33 Preferred Stock	309	309	409	409	410
34 Other Paid in Capital	601,233	551,162	549,003	565,831	566,755
35 Retained Earnings	253,365	285,482	289,612	295,637	308,909
36 Total Stockholder's Equity	881,873	865,444	867,518	890,371	904,568
37 Total Liab. and Stockholder's Equity	\$1,609,109	\$1,591,014	\$1,570,047	\$1,590,197	\$1,573,329

Telecommunication Industry (Without New York Telephone)
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,
(\$000s)

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$121,805	\$134,947	\$145,293	\$157,571	\$173,704
Network Access Services	180,311	196,215	204,802	222,563	235,644
Long Distance Network Services	4,147	4,083	3,330	3,035	2,845
Miscellaneous Revenues	134,816	137,318	141,666	149,964	146,805
Less: Uncollectible Revenues	3,650	2,693	996	2,381	1,668
Total Operating Revenues	437,429	469,870	494,094	530,753	557,330
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	8,459	4,496	6,906	7,651	6,965
General Support Expenses	21,314	27,628	26,294	26,940	32,311
Central Office Switching	11,362	15,394	17,608	16,185	19,560
Operator Systems Expense	5	11	44	58	30
Central Office Transmission	18,156	19,428	13,230	13,247	11,910
Info. Origination/Termination	12,662	14,163	12,985	15,584	14,744
Cable & Wire Facilities	47,598	47,566	43,449	46,123	45,178
Total Plant Specific Operations	119,557	128,686	120,516	125,789	130,698
Other Plant, Property & Equipment	141	115	161	7	38
Network Operations	35,719	41,011	50,437	41,495	47,449
Access Expense	21,239	19,052	15,539	13,445	13,121
Depreciation and Amortization	96,814	89,835	89,746	108,850	127,102
Total Plant Non-Specific Operations	153,913	150,013	155,882	163,798	187,711
Marketing Expense	15,187	20,717	28,718	23,910	22,586
Services Expense	25,328	41,045	54,971	48,402	52,496
Total Customer Operations	40,515	61,762	83,689	72,312	75,083
Executive & Planning	9,115	14,621	13,247	14,914	13,877
General & Administrative	71,829	58,379	59,738	59,631	59,933
Provision - Uncollectible Notes Rec. Other					
Total Corporate Operations	80,944	73,000	72,985	74,546	73,811
Total Operations Expense	394,929	413,460	433,072	436,444	467,301
Other Operating Income & Expenses	(257)	74	170	136	11
State & Local Income Taxes	471	837	183	930	185
Other Taxes	52,776	41,906	42,335	43,481	43,856
Net Operating Income Before FIT	(11,003)	13,740	18,675	50,034	45,998
Investment Tax Credits - Net					
Federal Income Taxes	(5,606)	(702)	(20,036)	(22,381)	(34,324)
Provision - Def. Operating Income Taxes - Net	(5,519)	(12,148)	5,834	25,811	29,251
Net Operating Income	\$121	\$26,591	\$32,877	\$46,604	\$51,072

Table 3 WT

Telecommunication Industry (Without New York Telephone)
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
37 Net Operating Income	\$121	\$26,591	\$32,877	\$46,604	\$51,072
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	1,597	672	300	555	476
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	1,876	165	531	160	85
42 Gains/Losses - Disposal of Property		(142)		19	19
43 Equity in Earnings of Affiliated Companies	5,956	12,198	6,572	4,341	4,038
44 Other Non-Operating Income	(5,020)	12,526	(7,658)	(8,003)	(10,054)
45 Special Charges	1,082	850	1,609	(222)	789
46 Total Non-Operating Income & Expenses	3,327	24,569	(1,864)	(2,705)	(6,224)
NON-OPERATING TAXES					
47 Federal Income Taxes	(2,491)	12,523	13,119	7,197	12,465
48 Other	0	39	31	125	100
49 Total Non-Operating Taxes	(2,491)	12,562	13,150	7,322	12,565
50 Income Available Before Interest Charges	5,938	38,597	17,864	36,577	32,283
INTEREST CHARGES					
51 Interest on Funded Debt	511	478	468	472	540
52 Other Interest Expense	21,972	19,103	17,697	16,371	15,131
53 Total Interest Charges	22,482	19,580	18,164	16,843	15,671
54 Income Before Extraordinary & Nonreg Items	(16,544)	19,017	(301)	19,734	16,612
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items			1,054		
56 Nonregulated Revenues	52,441	53,744	58,397	61,022	58,894
57 Total Extraordinary & Nonregulated Items	52,441	53,744	59,451	61,022	58,894
58 Net Income	\$35,897	\$72,761	\$59,150	\$80,755	\$75,506
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$264,085	\$274,989	\$283,267	\$293,054	\$288,885
60 Transferred from Income	(22,353)	11,012	(2,295)	18,955	14,853
61 Appropriations					
Dividends Declared:					
62 Preferred Stock	17	23	26	19	23
63 Common Stock	933	2,064	2,291	28,507	1,324
64 Adjustments	(14,597)	(12,701)	1,113	1,909	551
				-	-
65 Ending Year Balance	226,132	271,809	279,777	286,892	302,958
					-
66 Appropriated/Undistr Affiliate Retained Earnings	27,233	13,673	9,835	8,744	5,951
					-
67 Total Retained Earnings	\$253,365	\$285,482	\$289,612	\$295,637	308,909

Table 1 AT

Telecommunication Industry (Class A)
Comparative Balance Sheet
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$3,176	\$5,977	\$4,640	\$8,496	(\$502)
2 Accounts Receivable (Net)	1,041,922	936,015	1,067,101	1,036,636	3,443,417
3 Current Deferred Income Taxes					
4 Other Current Assets	68,607	55,881	82,305	107,747	145,654
5 Total Current Assets	1,113,705	997,873	1,154,045	1,152,879	3,588,568
NON-CURRENT ASSETS					
6 Investments	847,431	974,572	719,145	748,718	909,818
7 Unamortized Debt Issuance Costs	725	767	1,596	3,308	3,414
8 Deferred Charges	55,845	52,609	72,580	89,868	101,024
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets	190,742	193,835	213,891	215,105	347,976
12 Total Non-Current Assets	1,094,744	1,221,782	1,007,213	1,056,999	1,362,231
REGULATED PLANT					
13 Total Telecommunications Plant	35,006,410	33,914,453	32,749,990	31,885,277	31,034,552
14 Less: Accumulated Depr and Amort.	23,638,781	22,750,629	21,860,875	20,973,669	20,037,622
15 Net Regulated Plant	11,367,629	11,163,823	10,889,115	10,911,608	10,996,930
16 Total Assets & Other Debits	\$13,576,078	\$13,383,478	\$13,050,374	\$13,121,487	\$15,947,730
CURRENT LIABILITIES					
17 Accounts Payable	\$894,291	\$673,367	\$906,691	\$849,667	\$3,218,025
18 Notes Payable	8,443,981	6,912,777	4,569,654	8,234,991	8,208,779
19 Advanced Billings	107,249	236,128	192,076	144,562	162,389
20 Customer Deposits	3,985	854	722	1,863	3,347
21 Current Maturities - Long-Term Debt	449	685	622	1,291	1,585
22 Current Deferred Income Taxes					(72,751)
23 Other Current Liabilities	345,184	406,102	224,083	359,007	372,212
24 Total Current Liabilities	9,795,139	8,229,913	5,893,848	9,591,381	11,893,586
LONG-TERM DEBT					
25 Long-Term Debt	159,067	159,478	315,319	597,795	598,351
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC			5,731	7,393	9,056
27 Non-Current Deferred Taxes	994,946	634,133	536,009	600,775	42,142
28 Other Deferred Credits	110,125	129,849	95,067	37,829	49,284
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	5,132,140	6,317,229	7,374,058	7,111,286	8,141,632
31 Total Other Liab. and Def. Credits	6,237,211	7,081,211	8,010,865	7,757,284	8,242,114
STOCKHOLDER'S EQUITY					
32 Common Stock	1,000	1,000	1,001	1,001	1,001
33 Preferred Stock					
34 Other Paid in Capital	9,547,285	9,547,932	9,527,176	4,817,208	4,817,208
35 Retained Earnings	(12,163,623)	(11,636,056)	(10,697,836)	(9,643,182)	(9,604,529)
36 Total Stockholder's Equity	(2,615,339)	(2,087,124)	(1,169,659)	(4,824,973)	(4,786,320)
37 Total Liab. and Stockholder's Equity	\$13,576,078	\$13,383,478	\$13,050,374	\$13,121,487	\$15,947,730

Telecommunication Industry (Class A)
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,
(\$000s)

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$860,994	\$929,636	\$1,039,989	\$1,131,747	\$1,235,971
Network Access Services	2,196,546	2,408,473	2,488,661	2,562,179	2,436,495
Long Distance Network Services	52,134	60,693	71,188	76,459	85,192
Miscellaneous Revenues	1,607,103	1,906,201	1,987,725	1,938,610	1,866,164
Less: Uncollectible Revenues	26,942	29,727	30,963	38,869	33,269
Total Operating Revenues	4,689,834	5,275,276	5,556,599	5,670,127	5,590,554
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	53,512	52,097	47,200	57,618	55,361
General Support Expenses	199,868	199,622	233,834	242,839	385,784
Central Office Switching	88,017	98,712	96,401	109,947	136,033
Operator Systems Expense	106	124	140	144	109
Central Office Transmission	129,623	125,440	117,228	139,779	112,354
Info. Origination/Termination	1,385,545	1,433,529	1,339,819	1,374,568	1,209,883
Cable & Wire Facilities	558,616	615,044	604,015	677,448	719,312
Total Plant Specific Operations	2,415,285	2,524,567	2,438,637	2,602,342	2,618,835
Other Plant, Property & Equipment	27,348	27,732	25,268	31,264	23,574
Network Operations	679,786	439,170	900,586	777,643	772,641
Access Expense	106,253	107,303	123,621	113,362	105,519
Depreciation and Amortization	1,119,351	1,091,125	1,094,653	1,138,706	1,149,309
Total Plant Non-Specific Operations	1,932,737	1,665,331	2,144,128	2,060,975	2,051,043
Marketing Expense	310,795	336,969	330,253	321,753	358,634
Services Expense	310,530	350,835	441,835	463,340	442,964
Total Customer Operations	621,325	687,803	772,088	785,093	801,598
Executive & Planning	155,231	132,780	96,124	24,685	31,365
General & Administrative	688,049	2,819,253	1,141,640	(388,082)	2,609,588
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	843,280	2,952,032	1,237,764	(363,396)	2,640,953
Total Operations Expense	5,812,627	7,829,733	6,592,618	5,085,015	8,112,429
Other Operating Income & Expenses	13,809	(1,864)	19,548	37,369	40,991
State & Local Income Taxes	(3,483)	(3,200)	(5,442)	805	(5,897)
Other Taxes	379,058	462,511	490,807	511,345	503,506
Net Operating Income Before FIT	(1,484,559)	(3,015,632)	(1,501,836)	110,332	(2,978,493)
Investment Tax Credits - Net		5,731	1,662	1,663	1,663
Federal Income Taxes	(686,995)	(1,084,222)	(647,887)	(709,915)	(602,133)
Provision - Def. Operating Income Taxes - Net	395,319	(296,479)	(16,416)	635,465	(693,715)
Net Operating Income	(\$1,192,883)	(\$1,629,201)	(\$835,871)	\$186,445	(\$1,680,983)

Table 3 AT

Telecommunication Industry (Class A)
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$1,192,883)	(\$1,629,201)	(\$835,871)	\$186,445	(\$1,680,983)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	23	142	885	375	541
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	31,107	10,659	24,946	24,366	28,046
42 Gains/Losses - Disposal of Property				1	2
43 Equity in Earnings of Affiliated Companies	275,375	218,576	150,715	222,524	304,730
44 Other Non-Operating Income	1,041,839	(121,672)	(115,264)	(93,682)	(98,402)
45 Special Charges	6,512	8,088	6,440	6,803	7,135
46 Total Non-Operating Income & Expenses	1,341,832	99,617	54,842	146,782	227,782
NON-OPERATING TAXES					
47 Federal Income Taxes	68,746	(6,745)	(30,616)	24,818	(23,458)
48 Other	(34,448)	(76,130)	(43,915)	(40,380)	(34,627)
49 Total Non-Operating Taxes	34,297	(82,875)	(74,531)	(15,563)	(58,085)
50 Income Available Before Interest Charges	114,652	(1,446,709)	(706,498)	348,789	(1,395,116)
INTEREST CHARGES					
51 Interest on Funded Debt	11,471	19,805	28,085	43,525	43,515
52 Other Interest Expense	344,348	223,634	320,468	318,917	302,594
53 Total Interest Charges	355,819	243,439	348,553	362,442	346,109
54 Income Before Extraordinary & Nonreg Items	(241,167)	(1,690,148)	(1,055,051)	(13,653)	(1,741,224)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues	51,156	50,469	51,880	53,634	52,001
57 Total Extraordinary & Nonregulated Items	51,156	50,469	51,880	53,634	52,001
58 Net Income	(\$190,010)	(\$1,639,678)	(\$1,003,171)	\$39,981	(\$1,689,223)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	(\$12,223,216)	(\$11,066,420)	(\$10,061,050)	(\$10,219,873)	(\$8,473,919)
60 Transferred from Income	(516,542)	(1,908,724)	(1,205,766)	(236,177)	(2,045,954)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock				25,000	
63 Common Stock				(420,000)	300,000
64 Adjustments	113,600	751,928	200,397		
65 Ending Year Balance	(12,626,158)	(12,223,216)	(11,066,420)	(10,901,050)	(10,219,873)
66 Appropriated/Undistr Affiliate Retained Earnings	462,535	587,160	368,584	417,868	615,344
67 Total Retained Earnings	(\$12,163,623)	(\$11,636,056)	(\$10,697,836)	(\$9,643,182)	(\$9,604,529)

Table 1 BT

Telecommunication Industry (Class B)
Comparative Balance Sheet
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$68,736	\$74,735	\$66,383	\$62,249	\$57,775
2 Accounts Receivable (Net)	70,088	54,706	44,560	111,590	108,601
3 Current Deferred Income Taxes	103	157	159	213	230
4 Other Current Assets	24,325	18,567	12,717	12,651	15,731
5 Total Current Assets	163,252	148,164	123,819	186,704	182,338
NON-CURRENT ASSETS					
6 Investments	296,813	273,786	271,215	249,118	227,144
7 Unamortized Debt Issuance Costs	23	30	35	41	50
8 Deferred Charges	4,951	4,411	4,401	4,415	4,401
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	6,621	8,310	11,845	11,281	11,486
11 Other Non-Current Assets	20,455	21,456	17,762	19,347	20,961
12 Total Non-Current Assets	328,863	307,993	305,259	284,202	264,042
REGULATED PLANT					
13 Total Telecommunications Plant	1,204,484	1,184,742	1,168,066	1,162,516	1,150,419
14 Less: Accumulated Depr and Amort.	990,352	973,717	951,534	935,906	908,150
15 Net Regulated Plant	214,132	211,025	216,532	226,610	242,269
16 Total Assets & Other Debits	\$706,247	\$667,181	\$645,610	\$697,516	\$688,648
CURRENT LIABILITIES					
17 Accounts Payable	\$39,242	\$48,557	\$40,723	\$71,859	\$75,780
18 Notes Payable	42,372	18,190	6,165	5,286	6,604
19 Advanced Billings	3,039	2,566	3,382	2,820	3,032
20 Customer Deposits	25	(27)	22	79	26
21 Current Maturities - Long-Term Debt	887	377	2,821	2,292	1,927
22 Current Deferred Income Taxes	(19)	(19)	(53)	(67)	(41)
23 Other Current Liabilities	15,498	19,750	16,851	19,284	14,932
24 Total Current Liabilities	101,045	89,394	69,910	101,553	102,260
LONG-TERM DEBT					
25 Long-Term Debt	(4,933)	13,393	12,565	10,825	10,492
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC			1,864		
27 Non-Current Deferred Taxes	70,922	70,219	78,596	77,948	69,256
28 Other Deferred Credits	15,660	14,292	14,659	16,275	17,802
29 Other Jurisdictional Differences - Net	22				
30 Other Liabilities	31,696	30,054	28,812	35,605	35,129
31 Total Other Liab. and Def. Credits	118,300	114,565	123,931	129,828	122,187
STOCKHOLDER'S EQUITY					
32 Common Stock	26,967	28,491	28,493	28,493	28,493
33 Preferred Stock	309	309	409	409	410
34 Other Paid in Capital	149,996	99,925	97,766	114,594	115,518
35 Retained Earnings	314,563	321,103	312,535	311,812	309,287
36 Total Stockholder's Equity	491,836	449,829	439,204	455,309	453,708
37 Total Liab. and Stockholder's Equity	\$706,247	\$667,181	\$645,610	\$697,516	\$688,648

Telecommunication Industry (Class B)
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,
(\$000s)

INCOME STATEMENT

TELEPHONE OPERATING REVENUES

Local Network Services	\$44,818	\$48,874	\$52,022	\$54,962	\$58,142
Network Access Services	76,932	84,711	85,238	90,496	100,063
Long Distance Network Services	4,143	4,076	3,198	2,854	2,651
Miscellaneous Revenues	47,343	44,038	39,005	42,001	37,377
Less: Uncollectible Revenues	1,050	1,035	1,184	1,230	979
Total Operating Revenues	172,186	180,664	178,278	189,082	197,254

TELEPHONE OPERATING EXPENSES

Network Support Expenses	4,301	771	1,308	1,134	820
General Support Expenses	9,274	11,343	11,082	10,363	12,033
Central Office Switching	7,019	6,668	7,747	7,713	8,930
Operator Systems Expense	1	1	4	6	2
Central Office Transmission	7,671	9,298	6,822	7,394	7,469
Info. Origination/Termination	4,546	4,859	4,384	5,739	3,576
Cable & Wire Facilities	16,100	15,210	14,948	14,644	14,873
Total Plant Specific Operations	48,912	48,152	46,295	46,993	47,704
Other Plant, Property & Equipment	139	87	111	16	40
Network Operations	13,657	14,318	16,460	15,081	15,147
Access Expense	9,334	9,344	6,292	5,777	5,701
Depreciation and Amortization	33,780	33,212	34,689	38,173	39,036
Total Plant Non-Specific Operations	56,910	56,961	57,551	59,047	59,924
Marketing Expense	3,611	4,842	6,500	6,037	5,969
Services Expense	10,689	13,059	15,640	15,244	14,535
Total Customer Operations	14,300	17,901	22,140	21,281	20,504
Executive & Planning	7,298	9,291	8,944	8,790	8,797
General & Administrative	26,410	29,580	25,913	26,828	28,216
Provision - Uncollectible Notes Rec. Other					
Total Corporate Operations	33,708	38,872	34,856	35,618	37,013
Total Operations Expense	153,830	161,886	160,843	162,939	165,144
Other Operating Income & Expenses	(257)	74	170	136	11
State & Local Income Taxes	471	837	183	930	185
Other Taxes	15,481	13,081	13,285	14,160	14,400
Net Operating Income Before FIT	2,146	4,934	4,137	11,189	17,535
Investment Tax Credits - Net					
Federal Income Taxes	32	3,749	(2,952)	(6,529)	(6,781)
Provision - Def. Operating Income Taxes - Net	(3,350)	(9,058)	1,820	9,028	9,946
Net Operating Income	\$5,465	\$10,242	\$5,269	\$8,690	\$14,371

Table 3 BT

Telecommunication Industry (Class B)
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
37 Net Operating Income	\$5,465	\$10,242	\$5,269	\$8,690	\$14,371
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	\$288	\$269	\$231	\$294	\$247
39 Interest Income	\$1,597	\$672	\$300	\$555	\$476
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	\$566	\$74	\$166	\$107	\$46
42 Gains/Losses - Disposal of Property		(\$142)		\$18	\$18
43 Equity in Earnings of Affiliated Companies	\$5,956	\$12,198	\$6,572	\$4,341	\$4,038
44 Other Non-Operating Income	\$803	\$19,750	\$285	\$451	(\$541)
45 Special Charges	\$1,082	\$849	\$1,607	(\$224)	\$769
46 Total Non-Operating Income & Expenses	\$8,129	\$31,971	\$5,946	\$5,990	\$3,515
NON-OPERATING TAXES					
47 Federal Income Taxes	(\$461)	\$7,110	\$1,663	\$1,135	\$1,918
48 Other	\$0	\$39	\$31	\$125	\$100
49 Total Non-Operating Taxes	(\$461)	\$7,149	\$1,695	\$1,259	\$2,018
50 Income Available Before Interest Charges	\$14,055	\$35,064	\$9,521	\$13,421	\$15,867
INTEREST CHARGES					
51 Interest on Funded Debt	\$511	\$478	\$468	\$472	\$540
52 Other Interest Expense	\$4,222	\$2,603	\$2,376	\$2,124	\$1,892
53 Total Interest Charges	\$4,733	\$3,080	\$2,843	\$2,595	\$2,432
54 Income Before Extraordinary & Nonreg Items	\$9,322	\$31,984	\$6,678	\$10,826	\$13,435
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items			\$1,054		
56 Nonregulated Revenues	\$1,285	\$3,274	\$6,517	\$7,388	\$6,892
57 Total Extraordinary & Nonregulated Items	\$1,285	\$3,274	\$7,571	\$7,388	\$6,892
58 Net Income	\$10,606	\$35,259	\$14,249	\$18,213	\$20,328
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$299,706	\$297,912	\$299,442	\$293,431	\$292,686
60 Transferred from Income	3,224	23,710	4,453	9,753	11,429
61 Appropriations		(579)		(1,500)	
Dividends Declared:					
62 Preferred Stock	17	23	26	19	23
63 Common Stock	933	2,064	2,291	3,507	1,324
64 Adjustments	(14,597)	(12,701)	1,113	1,909	551
65 Ending Year Balance	287,331	307,430	302,700	303,067	303,335
66 Appropriated/Undistr Affiliate Retained Earnings	27,233	13,673	9,835	8,744	5,951
67 Total Retained Earnings	\$314,563	\$321,103	\$312,535	\$311,812	\$309,287

ALLTEL New York, Inc.
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$42,662,397	\$42,039,984	\$40,618,159	\$39,747,422	\$36,587,811
2 Accounts Receivable (Net)	5,713,209	3,667,008	4,921,796	5,932,283	6,718,942
3 Current Deferred Income Taxes					
4 Other Current Assets	656,368	661,267	532,382	348,650	461,744
5 Total Current Assets	49,031,974	46,368,259	46,072,337	46,028,355	43,768,497
NON-CURRENT ASSETS					
6 Investments					
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets	50,810	85,433	60,841	75,620	86,579
12 Total Non-Current Assets	50,810	85,433	60,841	75,620	86,579
REGULATED PLANT					
13 Total Telecommunications Plant	246,337,108	261,975,599	257,127,432	250,650,956	243,285,663
14 Less: Accumulated Depr and Amort.	207,041,174	217,950,719	209,945,760	201,826,800	192,829,894
15 Net Regulated Plant	39,295,934	44,024,880	47,181,672	48,824,156	50,455,769
16 Total Assets & Other Debits	\$88,378,718	\$90,478,572	\$93,314,850	\$94,928,131	\$94,310,845
CURRENT LIABILITIES					
17 Accounts Payable	\$1,234,674	\$1,758,588	\$1,767,355	\$985,880	\$1,338,179
18 Notes Payable					
19 Advanced Billings	710,772	670,758	709,851	121,004	173,489
20 Customer Deposits	3,594	2,250	300	300	850
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	1,304,573	2,335,986	3,193,450	5,484,735	3,533,721
24 Total Current Liabilities	3,253,613	4,767,582	5,670,956	6,591,919	5,046,239
LONG-TERM DEBT					
25 Long-Term Debt	(32,337)	(32,337)	(32,335)		
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	2,237,169	2,577,350	7,344,732	8,130,147	9,073,877
28 Other Deferred Credits	1,009,133	1,007,493	1,018,488	1,014,677	1,160,347
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	3,246,302	3,584,843	8,363,220	9,144,824	10,234,224
STOCKHOLDER'S EQUITY					
32 Common Stock	16,705,393	16,705,393	16,705,393	16,705,393	16,705,393
33 Preferred Stock					
34 Other Paid in Capital	7,310,819	7,310,819	7,310,322	7,310,322	7,310,322
35 Retained Earnings	57,894,928	58,142,272	55,297,294	55,175,673	55,014,667
36 Total Stockholder's Equity	81,911,140	82,158,484	79,313,009	79,191,388	79,030,382
37 Total Liab. and Stockholder's Equity	\$88,378,718	\$90,478,572	\$93,314,850	\$94,928,131	\$94,310,845

ALLTEL New York, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$8,924,340	\$9,956,565	\$10,828,513	\$11,827,256	\$12,798,954
Network Access Services	9,958,295	10,605,279	12,005,337	12,870,395	14,573,707
Long Distance Network Services	319,328	386,929	428,373	447,854	469,471
Miscellaneous Revenues	5,795,581	5,061,708	4,487,182	4,761,046	4,825,964
Less: Uncollectible Revenues	282,519	285,188	398,567	331,418	337,481
Total Operating Revenues	24,715,025	25,725,293	27,350,838	29,575,133	32,330,615
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	3,547,689	188,844	505,551	168,211	(131,574)
General Support Expenses	1,514,346	1,572,809	1,530,790	1,138,751	995,995
Central Office Switching	541,644	100,206	718,012	855,812	1,172,775
Operator Systems Expense					
Central Office Transmission	46,326	151,059	506,390	708,931	914,428
Info. Origination/Termination	40,747	57	237	336	366
Cable & Wire Facilities	709,586	1,693,990	2,337,164	2,645,577	3,370,271
Total Plant Specific Operations	6,400,337	3,706,965	5,598,144	5,517,618	6,322,261
Other Plant, Property & Equipment	2,930	33,945	57,656	27,873	17,115
Network Operations	794,570	2,486,166	3,349,044	2,914,597	2,276,054
Access Expense	1,206,922	641,911	728,692	391,130	650,886
Depreciation and Amortization	8,873,306	8,288,933	8,698,758	10,067,866	10,316,981
Total Plant Non-Specific Operations	10,877,728	11,450,955	12,834,150	13,401,466	13,261,036
Marketing Expense	85,597	810,492	1,097,840	1,047,608	1,295,352
Services Expense	25,965	588,810	822,311	790,343	750,553
Total Customer Operations	111,562	1,399,302	1,920,151	1,837,951	2,045,905
Executive & Planning		349,301	204,840	201,303	255,782
General & Administrative	5,702,639	6,935,508	2,499,910	2,325,141	3,770,487
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	5,702,639	7,284,809	2,704,750	2,526,444	4,026,269
Total Operations Expense	23,092,266	23,842,031	23,057,195	23,283,479	25,655,471
Other Operating Income & Expenses	(80,496)	(6,157)	(15,387)	(14,341)	(4,695)
State & Local Income Taxes	115,131	106,549	40,860	769,153	
Other Taxes	2,939,483	3,096,483	2,614,697	3,468,442	3,709,424
Net Operating Income Before FIT	(1,512,351)	(1,325,927)	1,622,699	2,039,718	2,961,025
Investment Tax Credits - Net					
Federal Income Taxes	352,278	1,165,310	1,597,220	2,465,036	1,678,753
Provision - Def. Operating Income Taxes - Net	(404,459)	(4,767,381)	(965,217)	(1,586,841)	(1,216,812)
Net Operating Income	(\$1,460,170)	\$2,276,144	\$990,696	\$1,161,523	\$2,499,084

301 C

ALLTEL New York, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$1,460,170)	\$2,276,144	\$990,696	\$1,161,523	\$2,499,084
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	1,185,277	501,693	60,179	323,056	240,616
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	27,583	67,143	142,282	103,125	34,548
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income			(21,533)	13,310	(2,113,752)
45 Special Charges					
46 Total Non-Operating Income & Expenses	1,212,860	568,836	180,928	439,491	(1,838,588)
NON-OPERATING TAXES					
47 Federal Income Taxes					
48 Other					
49 Total Non-Operating Taxes					
50 Income Available Before Interest Charges	(247,310)	2,844,980	1,171,624	1,601,014	660,496
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	34	2	3	8	9
53 Total Interest Charges	34	2	3	8	9
54 Income Before Extraordinary & Nonreg Items	(247,344)	2,844,978	1,171,621	1,601,006	660,487
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	(\$247,344)	\$2,844,978	\$1,171,621	\$1,601,006	\$660,487
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$58,142,272	\$55,297,294	\$55,175,673	\$55,014,667	\$54,948,619
60 Transferred from Income	(247,344)	2,844,978	1,171,621	1,601,006	660,487
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock			1,050,000	1,440,000	594,439
64 Adjustments					
65 Ending Year Balance	57,894,928	58,142,272	55,297,294	55,175,673	55,014,667
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$57,894,928	\$58,142,272	\$55,297,294	\$55,175,673	\$55,014,667

**Armstrong Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$411,328	\$409,242	\$343,713	\$175,440	\$247,022
2 Accounts Receivable (Net)	777,410	1,001,262	413,274	471,434	453,203
3 Current Deferred Income Taxes	14,412	23,766	23,766	23,766	23,809
4 Other Current Assets	1,839,067	4,746,390	269,615	231,898	196,890
5 Total Current Assets	3,042,217	6,180,660	1,050,368	902,538	920,924
NON-CURRENT ASSETS					
6 Investments					
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	7,124	7,124	7,124	7,124	7,124
11 Other Non-Current Assets					
12 Total Non-Current Assets	7,124	7,124	7,124	7,124	7,124
REGULATED PLANT					
13 Total Telecommunications Plant	19,387,240	13,915,915	10,561,436	10,951,137	11,740,797
14 Less: Accumulated Depreciation and Amort.	9,722,313	9,529,930	9,017,741	8,898,307	9,359,026
15 Net Regulated Plant	9,664,927	4,385,985	1,543,695	2,052,829	2,381,770
16 Total Assets & Other Debits	\$12,714,268	\$10,573,769	\$2,601,186	\$2,962,491	\$3,309,819
CURRENT LIABILITIES					
17 Accounts Payable	\$154,477	\$239,573	\$186,794	\$225,114	\$303,088
18 Notes Payable	12,700,000	10,200,000			
19 Advanced Billings	155,988	155,900	152,932	126,111	126,215
20 Customer Deposits	1,700	1,700	1,700	1,700	1,700
21 Current Maturities - Long-Term Debt			2,400,000	1,800,000	1,050,000
22 Current Deferred Income Taxes					
23 Other Current Liabilities	342,075	462,505	129,521	198,671	187,172
24 Total Current Liabilities	13,354,240	11,059,678	2,870,946	2,351,595	1,668,174
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	59,201	73,896	191,449	352,596	432,596
28 Other Deferred Credits	68,629	68,629	68,629	68,629	67,658
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	127,830	142,525	260,077	421,225	500,254
STOCKHOLDER'S EQUITY					
32 Common Stock	243,000	243,000	243,000	243,000	243,000
33 Preferred Stock					
34 Other Paid in Capital	21,000	21,000	21,000	21,000	21,000
35 Retained Earnings	(1,031,801)	(892,433)	(793,833)	(74,330)	877,391
36 Total Stockholder's Equity	(767,801)	(628,433)	(529,833)	189,670	1,141,391
37 Total Liab. and Stockholder's Equity	\$12,714,268	\$10,573,769	\$2,601,190	\$2,962,491	\$3,309,819

Armstrong Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$677,064	\$693,553	\$730,595	\$740,498	\$746,513
Network Access Services	3,038,240	3,060,883	2,444,982	2,391,683	2,588,549
Long Distance Network Services	2,383	2,383	2,383	2,383	2,383
Miscellaneous Revenues	1,046,991	1,036,752	949,474	586,361	573,374
Less: Uncollectible Revenues	15,714	16,747	16,674	19,436	18,773
Total Operating Revenues	4,748,964	4,776,824	4,110,760	3,701,489	3,892,045
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	39,048				3,287
General Support Expenses	121,921	84,249	89,801	67,620	77,694
Central Office Switching	29,451	96,997	103,989	107,205	132,836
Operator Systems Expense					
Central Office Transmission	579,634	659,567	646,564	669,068	630,685
Info. Origination/Termination	1,019,569	1,107,090	1,033,475	902,692	542,855
Cable & Wire Facilities	407,560	341,260	356,419	330,826	364,154
Total Plant Specific Operations	2,197,183	2,289,163	2,230,249	2,077,411	1,751,511
Other Plant, Property & Equipment	16,483	2,265	507	103	757
Network Operations	320,351	356,119	410,002	419,285	406,090
Access Expense	143,007	202,364	179,111	153,860	105,769
Depreciation and Amortization	254,560	531,175	604,068	589,439	497,732
Total Plant Non-Specific Operations	734,401	1,091,922	1,193,689	1,162,687	1,010,348
Marketing Expense	39,266	36,253	37,888	46,968	40,233
Services Expense	409,345	407,149	415,227	361,225	374,111
Total Customer Operations	448,611	443,402	453,115	408,193	414,344
Executive & Planning	558,000	593,438	593,262	600,466	591,682
General & Administrative	647,338	651,330	652,426	738,536	661,073
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,205,338	1,244,768	1,245,688	1,339,002	1,252,755
Total Operations Expense	4,585,533	5,069,255	5,122,741	4,987,293	4,428,959
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	157,271	167,763	172,872	182,340	245,567
Net Operating Income Before FIT	6,160	(460,194)	(1,184,852)	(1,468,144)	(782,481)
Investment Tax Credits - Net					
Federal Income Taxes	(58,332)	(407,139)	(426,801)	(509,047)	(286,159)
Provision - Def. Operating Income Taxes - Net					
Net Operating Income	\$64,492	(\$53,055)	(\$758,051)	(\$959,097)	(\$496,322)

Armstrong Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$64,492	(\$53,055)	(\$758,051)	(\$959,097)	(\$496,322)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	21,303	706			
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	(111,247)	(4,671)	49,328	12,196	1,300
45 Special Charges	1,390	1,675	600	258	372
46 Total Non-Operating Income & Expenses	(91,334)	(5,640)	48,728	11,938	928
NON-OPERATING TAXES					
47 Federal Income Taxes					
48 Other					
49 Total Non-Operating Taxes					
50 Income Available Before Interest Charges	(26,842)	(58,695)	(709,323)	(947,159)	(495,394)
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	112,526	39,907	10,179	4,550	1,623
53 Total Interest Charges	112,526	39,907	10,179	4,550	1,623
54 Income Before Extraordinary & Nonreg Items	(139,368)	(98,603)	(719,502)	(951,708)	(497,017)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	(\$139,368)	(\$98,603)	(\$719,502)	(\$951,708)	(\$497,017)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	(\$892,433)	(\$793,833)	(\$74,330)	\$877,391	\$1,753,568
60 Transferred from Income	(139,368)	(\$98,603)	(719,502)	(951,708)	(497,017)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments		2		(13)	(379,161)
65 Ending Year Balance	(1,031,801)	(892,433)	(793,833)	(74,330)	877,391
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	(\$1,031,801)	(\$892,433)	(\$793,833)	(\$74,330)	\$877,391

Berkshire Telephone Corporation
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments		\$250	\$250	\$250	\$10,770
2 Accounts Receivable (Net)	201,114	1,697,063	220,195	272,958	400,391
3 Current Deferred Income Taxes				6,402	8,362
4 Other Current Assets	4,522	77,455	104,769	79,524	85,000
5 Total Current Assets	205,636	1,774,768	325,214	359,135	504,524
NON-CURRENT ASSETS					
6 Investments	822,408	568,166	780,265	668,982	726,136
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes			8,795		
11 Other Non-Current Assets	667,575	656,894	652,615	650,993	650,899
12 Total Non-Current Assets	1,489,983	1,225,060	1,441,675	1,319,975	1,377,035
REGULATED PLANT					
13 Total Telecommunications Plant	15,721,436	15,877,357	15,996,362	15,909,028	15,750,452
14 Less: Accumulated Depr and Amort.	14,299,939	12,598,416	12,323,601	11,881,976	11,472,106
15 Net Regulated Plant	1,421,497	3,278,941	3,672,761	4,027,052	4,278,346
16 Total Assets & Other Debits	\$3,117,116	\$6,278,769	\$5,439,650	\$5,706,162	\$6,159,904
CURRENT LIABILITIES					
17 Accounts Payable	\$66,094	(\$2,697,335)	(\$3,438,154)	(\$2,904,255)	(\$2,408,630)
18 Notes Payable					
19 Advanced Billings		10,610	11,778	13,164	13,523
20 Customer Deposits	50				
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	14,370	90,715	102,271	129,176	110,821
24 Total Current Liabilities	80,514	(2,596,010)	(3,324,105)	(2,761,915)	(2,284,286)
LONG-TERM DEBT					
25 Long-Term Debt	(6,709,179)				
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	629,696	729,694	707,917	791,954	864,848
28 Other Deferred Credits					
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	629,696	729,694	707,917	791,954	864,848
STOCKHOLDER'S EQUITY					
32 Common Stock	10,000	81,160	81,160	81,160	81,160
33 Preferred Stock					
34 Other Paid in Capital	7,464,547	(1,311,000)	(922,000)	(1,118,000)	(1,209,000)
35 Retained Earnings	1,641,537	9,374,925	8,896,678	8,712,963	8,707,182
36 Total Stockholder's Equity	9,116,084	8,145,085	8,055,838	7,676,123	7,579,342
37 Total Liab. and Stockholder's Equity	\$3,117,115	\$6,278,769	\$5,439,650	\$5,706,162	\$6,159,904

Berkshire Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$522,891	\$629,143	\$703,334	\$737,554	\$766,106
Network Access Services	677,963	786,493	759,835	746,797	1,686,374
Long Distance Network Services	2,255	4,456	3,084	2,476	2,576
Miscellaneous Revenues	526,197	427,832	601,258	774,231	245,527
Less: Uncollectible Revenues	22,557	13,507	34,177	20,094	8,684
Total Operating Revenues	1,706,749	1,834,417	2,033,334	2,240,964	2,691,900
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	(8)	124		(520)	190
General Support Expenses	55,949	225,546	261,870	304,220	444,691
Central Office Switching	15,363	56,741	86,923	134,222	199,490
Operator Systems Expense					
Central Office Transmission	9,141	15,331	15,323	18,692	895
Info. Origination/Termination	3				
Cable & Wire Facilities	197,891	381,891	238,707	228,479	233,342
Total Plant Specific Operations	278,339	679,633	602,823	685,093	878,608
Other Plant, Property & Equipment	14	(120)			
Network Operations	117,147	86,670	73,538	131,981	149,625
Access Expense	51,909	40,185	52,204	54,736	57,493
Depreciation and Amortization	261,790	316,012	442,633	439,139	466,193
Total Plant Non-Specific Operations	430,860	442,747	568,375	625,856	673,311
Marketing Expense	33,765	33,301	39,831	39,480	51,999
Services Expense	79,306	94,401	105,567	198,209	233,287
Total Customer Operations	113,071	127,702	145,398	237,689	285,287
Executive & Planning		97,915	89,510	103,687	105,848
General & Administrative	131,086	370,620	300,099	291,781	360,437
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	131,086	468,535	389,609	395,468	466,284
Total Operations Expense	953,355	1,718,617	1,706,205	1,944,106	2,303,490
Other Operating Income & Expenses	(34,452)				
State & Local Income Taxes	92,283	33,675			
Other Taxes	216,631	176,703	179,128	191,845	176,659
Net Operating Income Before FIT	410,028	(94,578)	148,001	105,012	211,751
Investment Tax Credits - Net					
Federal Income Taxes	258,427		125,813	147,702	114,288
Provision - Def. Operating Income Taxes - Net	(381,647)	(502,093)	(86,430)	(70,671)	(49,312)
Net Operating Income	\$533,248	\$407,515	\$108,618	\$27,981	\$146,775

Berkshire Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$533,248	\$407,515	\$108,618	\$27,981	\$146,775
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	10,680				
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	(1,608)				
42 Gains/Losses - Disposal of Property		(141,975)			
43 Equity in Earnings of Affiliated Companies		217,902	95,283	20,845	(31,008)
44 Other Non-Operating Income	1,221				
45 Special Charges					
46 Total Non-Operating Income & Expenses	10,293	75,927	95,283	20,845	(31,008)
NON-OPERATING TAXES					
47 Federal Income Taxes			7,300	41,488	15,817
48 Other					
49 Total Non-Operating Taxes			7,300	41,488	15,817
50 Income Available Before Interest Charges	543,541	483,442	196,601	7,339	99,950
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	3,361			(263)	263
53 Total Interest Charges	3,361			(263)	263
54 Income Before Extraordinary & Nonreg Items	540,180	483,442	196,601	7,602	99,687
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues		(5,195)	(12,885)	(1,821)	(127)
57 Total Extraordinary & Nonregulated Items		(5,195)	(12,885)	(1,821)	(127)
58 Net Income	\$540,180	\$478,247	\$183,716	\$5,780	\$99,560
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$9,374,925	\$8,896,678	\$8,712,962	\$8,707,182	\$8,607,621
60 Transferred from Income	540,180	478,247	183,716	5,780	99,560
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments	(8,273,568)				
65 Ending Year Balance	1,641,537	9,374,925	8,896,678	8,712,963	8,707,182
66 Appropriated/Undistributed Affiliated Retained Earnings					
67 Total Retained Earnings	\$1,641,537	\$9,374,925	\$8,896,678	\$8,712,963	\$8,707,182

**Cassadaga Telephone Corp.
Comparative Balance Sheet
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$192	\$313	\$690	\$2,651	\$769
2 Accounts Receivable (Net)	25,304	20,828	28,649	37,654	23,758
3 Current Deferred Income Taxes					
4 Other Current Assets	2,151,060	1,898,757	1,929,293	1,734,188	1,491,078
5 Total Current Assets	2,176,556	1,919,898	1,958,632	1,774,493	1,515,605
NON-CURRENT ASSETS					
6 Investments			(311,473)	(241,333)	(115,708)
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets					
12 Total Non-Current Assets			(311,473)	(241,333)	(115,708)
REGULATED PLANT					
13 Total Telecommunications Plant	2,716,134	2,905,523	3,141,921	3,113,389	3,242,351
14 Less: Accumulated Depr and Amort.	2,228,154	2,376,723	2,526,502	2,419,651	2,443,006
15 Net Regulated Plant	487,980	528,800	615,419	693,738	799,345
16 Total Assets & Other Debits	\$2,664,536	\$2,448,698	\$2,262,578	\$2,226,898	\$2,199,242
CURRENT LIABILITIES					
17 Accounts Payable	\$3,603	\$21,446	\$5,067	\$93,687	\$27,218
18 Notes Payable					
19 Advanced Billings					
20 Customer Deposits	100	100	100	100	
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	6,942	8,657	14,465	4,539	28,507
24 Total Current Liabilities	10,645	30,203	19,632	98,326	55,725
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	63,025	66,548	118,699	135,488	159,584
28 Other Deferred Credits	22,814	22,174	21,474	20,707	19,828
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	85,839	88,722	140,173	156,195	179,412
STOCKHOLDER'S EQUITY					
32 Common Stock	27,800	27,800	27,800	27,800	27,800
33 Preferred Stock					
34 Other Paid in Capital					
35 Retained Earnings	2,540,252	2,301,973	2,074,973	1,944,577	1,936,305
36 Total Stockholder's Equity	2,568,052	2,329,773	2,102,773	1,972,377	1,964,105
37 Total Liab. and Stockholder's Equity	\$2,664,536	\$2,448,698	\$2,262,578	\$2,226,898	\$2,199,242

Cassadaga Telephone Corp.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$188,395	\$199,920	\$204,494	\$207,514	\$220,274
Network Access Services	472,994	502,372	543,329	521,943	501,350
Long Distance Network Services	51	59	57	62	154
Miscellaneous Revenues	11,142	11,879	14,014	14,832	15,649
Less: Uncollectible Revenues	344	(3,895)	155	1,428	979
Total Operating Revenues	672,238	718,125	761,739	742,923	736,448
TELEPHONE OPERATING EXPENSES					
Network Support Expenses				61	
General Support Expenses	45,859	51,300	48,892	50,876	58,717
Central Office Switching	20,842	11,339	11,098	8,563	13,220
Operator Systems Expense					
Central Office Transmission	91,415	88,668	73,426	70,594	95,551
Info. Origination/Termination					
Cable & Wire Facilities	17,030	12,845	29,575	23,918	33,128
Total Plant Specific Operations	175,146	164,152	162,991	154,012	200,616
Other Plant, Property & Equipment	2,628	3,447	2,924	2,508	4,835
Network Operations	24,315	22,732	12,873	17,565	39,409
Access Expense	25,502	30,366	31,679	36,176	29,295
Depreciation and Amortization	71,419	107,409	108,460	150,790	154,819
Total Plant Non-Specific Operations	123,864	163,954	155,936	207,039	228,358
Marketing Expense	35,357	34,048	42,017	56,719	44,313
Services Expense	40,806	41,290	48,469	55,051	59,493
Total Customer Operations	76,163	75,338	90,486	111,770	103,806
Executive & Planning	39,228	39,793	39,842	42,849	35,399
General & Administrative	37,874	47,607	51,028	57,469	59,908
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	77,102	87,400	90,870	100,318	95,307
Total Operations Expense	452,275	490,844	500,283	573,139	628,087
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	29,516	33,335	33,363	31,491	31,083
Net Operating Income Before FIT	190,447	193,946	228,093	138,293	77,278
Investment Tax Credits - Net					
Federal Income Taxes	66,863	106,672	120,095	93,075	51,718
Provision - Def. Operating Income Taxes - Net	(3,523)	(52,151)	(16,789)	(24,096)	(22,315)
Net Operating Income	\$127,107	\$139,425	\$124,787	\$69,314	\$47,875

Cassadaga Telephone Corp.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$127,107	\$139,425	\$124,787	\$69,314	\$47,875
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income					
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies			(70,140)	(125,625)	(34,090)
44 Other Non-Operating Income					
45 Special Charges					
46 Total Non-Operating Income & Expenses			(70,140)	(125,625)	(34,090)
NON-OPERATING TAXES					
47 Federal Income Taxes					
48 Other					
49 Total Non-Operating Taxes					
50 Income Available Before Interest Charges	127,107	139,425	54,647	(56,311)	13,785
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	(111,172)	(87,575)	(75,749)	(64,583)	(40,978)
53 Total Interest Charges	(111,172)	(87,575)	(75,749)	(64,583)	(40,978)
54 Income Before Extraordinary & Nonreg Items	238,279	227,000	130,396	8,272	54,763
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$238,279	\$227,000	\$130,396	\$8,272	\$54,763
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$2,393,446	\$2,166,446	\$1,965,910	\$1,832,013	\$1,743,160
60 Transferred from Income	238,279	227,000	200,536	133,897	88,853
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	2,631,725	2,393,446	2,166,446	1,965,910	1,832,013
66 Appropriated/Undistr Affiliate Retained Earnings	(91,473)	(91,473)	(91,473)	(21,333)	104,292
67 Total Retained Earnings	\$2,540,252	\$2,301,973	\$2,074,973	\$1,944,577	\$1,936,305

**Champlain Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$7,419	\$21,490	\$113,337	\$33,974	\$15,522
2 Accounts Receivable (Net)	1,082,293	1,527,229	1,907,861	2,190,548	1,763,178
3 Current Deferred Income Taxes					
4 Other Current Assets	195,149	200,878	192,329	218,678	206,678
5 Total Current Assets	1,284,861	1,749,597	2,213,527	2,443,200	1,985,378
NON-CURRENT ASSETS					
6 Investments	2,141,948	1,859,134	828,499	776,621	744,743
7 Unamortized Debt Issuance Costs					1,085
8 Deferred Charges	4,191				
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	195,208	398,297	1,125,613	1,181,754	1,342,745
11 Other Non-Current Assets					
12 Total Non-Current Assets	2,341,347	2,257,431	1,954,112	1,958,375	2,088,573
REGULATED PLANT					
13 Total Telecommunications Plant	13,772,115	13,049,160	12,993,896	12,970,367	12,905,034
14 Less: Accumulated Depr and Amort.	11,240,676	10,923,108	10,660,501	10,291,390	9,856,509
15 Net Regulated Plant	2,531,439	2,126,052	2,333,395	2,678,977	3,048,525
16 Total Assets & Other Debits	\$6,157,647	\$6,133,080	\$6,501,034	\$7,080,552	\$7,122,476
CURRENT LIABILITIES					
17 Accounts Payable	\$761,337	\$629,053	\$620,586	\$617,186	\$682,091
18 Notes Payable	849,938	537,087	601,987	737,987	
19 Advanced Billings		3,090		8,968	2,420
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					166,953
22 Current Deferred Income Taxes					
23 Other Current Liabilities	36,208	75,922	2,099,471	2,037,573	1,432,769
24 Total Current Liabilities	1,647,483	1,245,152	3,322,044	3,401,714	2,284,233
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	203,227	384,261	453,411	530,880	616,256
28 Other Deferred Credits	920,939	1,150,779	1,392,724	1,644,937	1,901,774
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					565,000
31 Total Other Liab. and Def. Credits	1,124,166	1,535,040	1,846,135	2,175,817	3,083,030
STOCKHOLDER'S EQUITY					
32 Common Stock	210,000	210,000	210,000	210,000	210,000
33 Preferred Stock	137,350	137,350	137,350	137,350	137,350
34 Other Paid in Capital	1,758,298	1,455,027	118,113	26,813	21,432
35 Retained Earnings	1,280,350	1,550,511	867,392	1,128,858	1,386,431
36 Total Stockholder's Equity	3,385,998	3,352,888	1,332,855	1,503,021	1,755,213
37 Total Liab. and Stockholder's Equity	\$6,157,647	\$6,133,080	\$6,501,034	\$7,080,552	\$7,122,476

Champlain Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$1,104,214	\$1,163,046	\$1,232,809	\$1,259,344	\$1,331,603
Network Access Services	2,686,866	2,981,517	3,008,962	3,062,956	2,806,677
Long Distance Network Services					
Miscellaneous Revenues	68,790	51,649	39,730	42,112	49,390
Less: Uncollectible Revenues	7,800	6,535	7,664	2,700	4,800
Total Operating Revenues	3,852,070	4,189,677	4,273,837	4,361,712	4,182,870
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	35,343	32,616	29,745	27,578	30,070
General Support Expenses	489,860	527,109	527,115	473,142	533,811
Central Office Switching	84,487	84,065	77,160	119,950	169,934
Operator Systems Expense					
Central Office Transmission	293,140	352,046	352,614	418,126	519,350
Info. Origination/Termination					
Cable & Wire Facilities	271,515	314,076	284,860	250,082	240,449
Total Plant Specific Operations	1,174,345	1,309,912	1,271,494	1,288,878	1,493,614
Other Plant, Property & Equipment					
Network Operations	219,826	300,427	304,219	341,974	347,452
Access Expense	121,455	152,269	158,574	172,851	96,674
Depreciation and Amortization	317,793	327,127	432,507	462,490	423,589
Total Plant Non-Specific Operations	659,074	779,823	895,300	977,315	867,715
Marketing Expense	18,808	33,766	44,834	32,804	22,952
Services Expense	145,762	164,510	140,952	180,055	185,568
Total Customer Operations	164,570	198,276	185,786	212,859	208,520
Executive & Planning	816,109	920,197	836,249	851,724	543,604
General & Administrative	1,119,295	1,232,483	1,223,376	1,215,187	1,224,805
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,935,404	2,152,680	2,059,625	2,066,911	1,768,409
Total Operations Expense	3,933,393	4,440,691	4,412,205	4,545,963	4,338,258
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	129,429	131,637	135,954	139,585	147,120
Net Operating Income Before FIT	(210,752)	(382,651)	(274,322)	(323,836)	(302,508)
Investment Tax Credits - Net					
Federal Income Taxes	(65,166)	(115,435)	(19,341)	(196,376)	(309,965)
Provision - Def. Operating Income Taxes - Net	13,540	(28,844)	(67,133)	67,999	202,790
Net Operating Income	(\$159,126)	(\$238,372)	(\$187,848)	(\$195,459)	(\$195,333)

1 Restated in 2001

Champlain Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$159,126)	(\$238,372)	(\$187,848)	(\$195,459)	(\$195,333)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	56	61	90	4	7
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction			(5)		
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	282,814	1,030,635	51,878	31,879	744,743
44 Other Non-Operating Income	29,566	29,566	29,566	24,840	25,840
45 Special Charges	33,057	42,833	33,540	34,490	48,643
46 Total Non-Operating Income & Expenses	279,379	1,017,429	47,989	22,233	721,947
NON-OPERATING TAXES					
47 Federal Income Taxes	(721)	(4,489)	(1,321)	(3,281)	(7,751)
48 Other					
49 Total Non-Operating Taxes	(721)	(4,489)	(1,321)	(3,281)	(7,751)
50 Income Available Before Interest Charges	120,974	783,546	(138,538)	(169,945)	534,365
INTEREST CHARGES					
51 Interest on Funded Debt		19		666	12,078
52 Other Interest Expense	35,725	31,593	36,909	35,351	5,507
53 Total Interest Charges	35,725	31,612	36,909	36,017	17,585
54 Income Before Extraordinary & Nonreg Items	85,249	751,934	(175,447)	(205,962)	516,780
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$85,249	\$751,934	(\$175,447)	(\$205,962)	\$516,780
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	(\$221,026)	\$126,490	\$439,834	\$729,286	\$1,011,092
60 Transferred from Income	(197,565)	(278,701)	(227,325)	(237,841)	(227,963)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock	8,927	8,927	11,159	6,695	8,927
63 Common Stock	59,888	59,888	74,860	44,916	44,916
64 Adjustments	(286,595)				
65 Ending Year Balance	(774,000)	(221,026)	126,490	439,834	729,286
66 Appropriated/Undistr Affiliate Retained Earnings	2,054,351	1,771,537	740,902	689,024	657,145
67 Total Retained Earnings	\$1,280,351	\$1,550,511	\$867,392	\$1,128,858	\$1,386,431

Chautauqua & Erie Telephone Corporation
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments		\$600	\$600	\$600	\$600
2 Accounts Receivable (Net)	1,945,569	2,648,785	620,251	745,133	732,901
3 Current Deferred Income Taxes				10,600	13,084
4 Other Current Assets	480,578	166,257	560,866	580,374	574,137
5 Total Current Assets	2,426,147	2,815,642	1,181,717	1,336,707	1,320,722
NON-CURRENT ASSETS					
6 Investments	855,644	31,365	276,843	323,799	320,478
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes		1	12,191		
11 Other Non-Current Assets					
12 Total Non-Current Assets	855,644	31,366	289,034	323,799	320,478
REGULATED PLANT					
13 Total Telecommunications Plant	34,859,861	32,349,734	32,767,933	32,149,110	31,261,823
14 Less: Accumulated Depr and Amort.	29,252,825	24,715,066	24,078,433	23,493,324	22,883,308
15 Net Regulated Plant	5,607,036	7,634,668	8,689,500	8,655,785	8,378,515
16 Total Assets & Other Debits	\$8,888,827	\$10,481,676	\$10,160,251	\$10,316,291	\$10,019,715
CURRENT LIABILITIES					
17 Accounts Payable	\$141,608	\$1,623,356	\$1,095,204	\$1,148,065	\$1,142,295
18 Notes Payable					
19 Advanced Billings		19,515	16,776	18,086	19,152
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	42,891	309,271	97,232	81,132	107,935
24 Total Current Liabilities	184,499	1,952,142	1,209,212	1,247,283	1,269,382
LONG-TERM DEBT					
25 Long-Term Debt	(79,221)				
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	940,655	1,315,016	1,574,450	1,654,685	1,739,393
28 Other Deferred Credits					
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	940,655	1,315,016	1,574,450	1,654,685	1,739,393
STOCKHOLDER'S EQUITY					
32 Common Stock		775,320	775,320	775,320	775,320
33 Preferred Stock					
34 Other Paid in Capital	6,968,386	3,922,500	3,922,500	3,922,500	3,922,500
35 Retained Earnings	874,507	2,516,698	2,678,769	2,716,503	2,313,120
36 Total Stockholder's Equity	7,842,893	7,214,518	7,376,589	7,414,323	7,010,940
37 Total Liab. and Stockholder's Equity	\$8,888,826	\$10,481,676	\$10,160,251	\$10,316,291	\$10,019,715

Chautauqua & Erie Telephone Corp.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$815,772	\$1,072,804	\$1,142,921	\$1,211,691	\$1,278,870
Network Access Services	1,172,494	1,771,400	1,768,234	1,878,538	3,122,998
Long Distance Network Services	8,478	10,666	12,682	26,093	30,901
Miscellaneous Revenues	1,764,277	1,021,031	1,139,732	1,287,812	153,261
Less: Uncollectible Revenues	55,198	5,690	22,115	8,531	23,123
Total Operating Revenues	3,705,823	3,870,211	4,041,454	4,395,603	4,562,907
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	(50)	284			
General Support Expenses	230,383	409,808	437,206	472,343	522,017
Central Office Switching	382,442	236,852	276,819	296,340	312,753
Operator Systems Expense					
Central Office Transmission	11,674		112	19,844	718
Info. Origination/Termination	1,891				
Cable & Wire Facilities	362,090	343,447	361,791	439,432	345,607
Total Plant Specific Operations	988,430	990,391	1,075,928	1,227,959	1,181,096
Other Plant, Property & Equipment	14,216	(11,151)	67	(10,000)	
Network Operations	1,159,212	853,238	665,851	587,185	392,946
Access Expense	185,639	69,092	113,967	134,767	127,763
Depreciation and Amortization	1,134,348	686,542	778,736	760,235	833,808
Total Plant Non-Specific Operations	2,493,415	1,597,721	1,558,621	1,472,187	1,354,517
Marketing Expense	98,191	226,393	224,309	222,657	238,050
Services Expense	228,091	210,363	237,707	254,218	268,483
Total Customer Operations	326,282	436,756	462,016	476,875	506,533
Executive & Planning		184,191	143,200	147,272	173,213
General & Administrative	416,677	780,840	653,590	676,039	736,109
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	416,677	965,031	796,790	823,311	909,322
Total Operations Expense	4,224,804	3,989,899	3,893,355	4,000,332	3,951,468
Other Operating Income & Expenses	(115,821)				
State & Local Income Taxes	(11,898)	(108,837)			
Other Taxes	516,586	426,274	436,352	452,818	403,546
Net Operating Income Before FIT	(1,139,490)	(437,125)	(288,253)	(57,547)	207,893
Investment Tax Credits - Net					
Federal Income Taxes	145,462		(27,543)	18,417	105,756
Provision - Def. Operating Income Taxes - Net	(601,044)	(816,398)	(81,826)	(82,224)	(44,311)
Net Operating Income	(\$683,908)	\$379,273	(\$178,884)	\$6,260	\$146,448

Chautauqua & Erie Telephone Corp.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$683,908)	\$379,273	(\$178,884)	\$6,260	\$146,448
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income					
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	127,641				
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies		488,522	413,401	430,456	341,788
44 Other Non-Operating Income	(9,329)				
45 Special Charges					(110)
46 Total Non-Operating Income & Expenses	118,312	488,522	413,401	430,456	341,898
NON-OPERATING TAXES					
47 Federal Income Taxes			18,464	25,849	22,287
48 Other					
49 Total Non-Operating Taxes			18,464	25,849	22,287
50 Income Available Before Interest Charges	(565,596)	867,795	216,053	410,867	466,059
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	10,058				
53 Total Interest Charges	10,058				
54 Income Before Extraordinary & Nonreg Items	(575,654)	867,795	216,053	410,867	466,059
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues		(9,866)	(17,787)	(1,484)	(3,712)
57 Total Extraordinary & Nonregulated Items		(9,866)	(17,787)	(1,484)	(3,712)
58 Net Income	(\$575,654)	\$857,929	\$198,266	\$409,383	\$462,347

RETAINED EARNINGS STATEMENT

Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$2,516,698	\$2,678,769	\$2,716,503	\$2,313,120	\$9,822,169
60 Transferred from Income	(575,654)	857,929	198,266	409,383	462,347
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments	(1,066,537)				
65 Ending Year Balance	874,506	3,536,698	2,914,769	2,722,503	10,284,516
66 Appropriated/Undistr Affiliate Retained Earnings		(1,020,000)	(236,000)	(6,000)	(7,971,396)
67 Total Retained Earnings	\$874,506	\$2,516,698	\$2,678,769	\$2,716,503	\$2,313,120

Chazy & Westport Telephone Corporation
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$28,980	\$92,385	\$41,701	\$99,819	\$107,792
2 Accounts Receivable (Net)	4,988,908	4,473,831	4,181,443	4,053,283	3,701,986
3 Current Deferred Income Taxes					
4 Other Current Assets	392,398	445,792	405,138	394,436	403,052
5 Total Current Assets	5,410,286	5,012,008	4,628,282	4,547,538	4,212,830
NON-CURRENT ASSETS					
6 Investments	(84,438)	(651,664)	(1,657,257)	(1,504,148)	(1,284,272)
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	98,593	156,122	164,576	176,643	196,049
11 Other Non-Current Assets	726,195	722,463	718,670	665,627	661,843
12 Total Non-Current Assets	740,350	226,921	(774,011)	(661,878)	(426,380)
REGULATED PLANT					
13 Total Telecommunications Plant	16,153,750	15,590,398	15,417,488	15,328,842	15,184,956
14 Less: Accumulated Depr and Amort.	14,477,287	13,880,914	13,348,159	13,035,056	12,551,162
15 Net Regulated Plant	1,676,463	1,709,484	2,069,329	2,293,786	2,633,794
16 Total Assets & Other Debits	\$7,827,099	\$6,948,413	\$5,923,600	\$6,179,446	\$6,420,244
CURRENT LIABILITIES					
17 Accounts Payable	\$279,912	\$166,567	\$217,215	\$153,418	\$152,298
18 Notes Payable	605,000	75,000			
19 Advanced Billings	69,197	66,003	78,258	78,327	86,462
20 Customer Deposits			390	490	490
21 Current Maturities - Long-Term Debt	39,516	42,468	21,125	12,748	41,643
22 Current Deferred Income Taxes					
23 Other Current Liabilities	(16,229)	158,488	58,380	89,907	(84,702)
24 Total Current Liabilities	977,396	508,526	375,368	334,890	196,191
LONG-TERM DEBT					
25 Long-Term Debt	40,331	80,475	49,973	38,017	55,164
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	298,098	459,355	570,190	638,500	721,505
28 Other Deferred Credits	108,595	12,584	66,336	152,665	208,298
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	412,227	385,925	353,623	331,000	329,000
31 Total Other Liab. and Def. Credits	818,920	857,864	990,149	1,122,165	1,258,803
STOCKHOLDER'S EQUITY					
32 Common Stock	62,100	62,100	62,100	62,100	62,100
33 Preferred Stock	130,000	130,000	130,000	130,000	130,000
34 Other Paid in Capital					
35 Retained Earnings	5,798,352	5,309,448	4,316,010	4,492,274	4,717,986
36 Total Stockholder's Equity	5,990,452	5,501,548	4,508,110	4,684,374	4,910,086
37 Total Liab. and Stockholder's Equity	\$7,827,099	\$6,948,413	\$5,923,600	\$6,179,446	\$6,420,244

Chazy & Westport Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$750,081	\$828,540	\$881,204	\$902,150	\$833,466
Network Access Services	1,034,050	1,144,717	1,150,190	1,280,832	1,214,040
Long Distance Network Services	7,555	7,557	7,559	7,559	7,745
Miscellaneous Revenues	439,672	442,390	234,503	206,689	209,277
Less: Uncollectible Revenues	2,281	(720)	4,713	1,844	2,565
Total Operating Revenues	2,229,077	2,423,924	2,268,743	2,395,386	2,261,963
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	6,696	7,521	9,177	11,297	13,061
General Support Expenses	99,904	79,287	79,582	84,066	91,053
Central Office Switching	94,714	124,657	113,767	130,834	145,046
Operator Systems Expense					
Central Office Transmission	54,916	47,308	52,219	37,228	3,484
Info. Origination/Termination					
Cable & Wire Facilities	215,153	206,153	198,251	243,389	252,178
Total Plant Specific Operations	471,383	464,926	452,996	506,814	504,822
Other Plant, Property & Equipment					
Network Operations	146,793	159,946	184,873	169,340	149,545
Access Expense	31,906	59,681	69,947	64,563	59,809
Depreciation and Amortization	661,083	613,433	479,236	469,393	451,712
Total Plant Non-Specific Operations	839,782	833,060	734,056	703,296	661,066
Marketing Expense	45,160	37,593	27,813	22,996	27,868
Services Expense	232,629	227,088	212,399	223,040	237,938
Total Customer Operations	277,789	264,681	240,212	246,036	265,806
Executive & Planning	214,200	216,048	216,004	299,913	339,845
General & Administrative	583,352	600,718	627,441	527,917	635,076
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	797,552	816,766	843,445	827,830	974,921
Total Operations Expense	2,386,506	2,379,433	2,270,709	2,283,976	2,406,615
Other Operating Income & Expenses	619		55	112	
State & Local Income Taxes					
Other Taxes	101,958	100,909	92,381	99,919	100,206
Net Operating Income Before FIT	(258,768)	(56,418)	(94,292)	11,603	(244,858)
Investment Tax Credits - Net					
Federal Income Taxes	(45,774)	125,989	21,107	80,036	(20,350)
Provision - Def. Operating Income Taxes - Net	4,866	(102,381)	(87,851)	(63,599)	(58,928)
Net Operating Income	(\$217,860)	(\$80,026)	(\$27,548)	(\$4,834)	(\$165,580)

Chazy & Westport Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$217,860)	(\$80,026)	(\$27,548)	(\$4,834)	(\$165,580)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	3,015	3,014	3,024	3,015	3,015
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	567,226	1,005,593	(153,109)	(219,876)	(625,539)
44 Other Non-Operating Income	4,768	3,324	4,442	1,744	2,850
45 Special Charges	3,320	2,996	721	3,363	4,508
46 Total Non-Operating Income & Expenses	571,689	1,008,935	(146,364)	(218,480)	(624,182)
NON-OPERATING TAXES					
47 Federal Income Taxes	180	(153)	905	(693)	(529)
48 Other					
49 Total Non-Operating Taxes	180	(153)	905	(693)	(529)
50 Income Available Before Interest Charges	353,649	929,062	(174,817)	(222,621)	(789,233)
INTEREST CHARGES					
51 Interest on Funded Debt			262	833	2,448
52 Other Interest Expense	16,890	(1,901)	(5,315)	(4,242)	(7,416)
53 Total Interest Charges	16,890	(1,901)	(5,053)	(3,409)	(4,968)
54 Income Before Extraordinary & Nonreg Items	336,759	930,963	(169,764)	(219,212)	(784,265)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues	158,645	68,975			
57 Total Extraordinary & Nonregulated Items	158,645	68,975			
58 Net Income	\$495,404	\$999,938	(\$169,764)	(\$219,212)	(\$784,265)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$6,420,111	\$6,432,266	\$6,455,421.00	\$6,461,258	\$6,626,484
60 Transferred from Income	(71,822)	(5,655)	(16,655)	663	(158,726)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock	6,500	6,500	6,500	6,500	6,500
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	6,341,789	6,420,111	6,432,266	6,455,421	6,461,258
66 Appropriated/Undistr Affiliate Retained Earnings	(543,437)	(1,110,663)	(2,116,256)	(1,963,147)	(1,743,272)
67 Total Retained Earnings	\$5,798,352	\$5,309,448	\$4,316,010	\$4,492,274	\$4,717,986

Citizens Telephone Company of Hammond, N. Y., Inc.
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$59,764	\$257,390	\$224,836	\$32,696	\$20,658
2 Accounts Receivable (Net)	(965,684)	(1,030,690)	(135,385)	536,368	575,386
3 Current Deferred Income Taxes					
4 Other Current Assets	292,889	324,613	200,794	207,831	208,214
5 Total Current Assets	(613,031)	(448,687)	290,244	776,894	804,259
NON-CURRENT ASSETS					
6 Investments	7,268,014	7,514,809	6,768,144	6,809,958	6,836,262
7 Unamortized Debt Issuance Costs	21,036	25,439	29,841	34,244	38,647
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	1,525,102	1,495,059	1,623,440	1,605,706	1,537,313
11 Other Non-Current Assets	140,858	161,874			
12 Total Non-Current Assets	8,955,010	9,197,181	8,421,425	8,449,909	8,412,222
REGULATED PLANT					
13 Total Telecommunications Plant	10,785,810	10,711,189	9,901,475	9,466,972	9,477,062
14 Less: Accumulated Depr and Amort.	8,979,859	8,448,710	7,896,341	7,338,390	6,779,500
15 Net Regulated Plant	1,805,951	2,262,479	2,005,135	2,128,582	2,697,562
16 Total Assets & Other Debits	\$10,147,930	\$11,010,972	\$10,716,805	\$11,355,385	\$11,914,042
CURRENT LIABILITIES					
17 Accounts Payable	\$710,919	\$799,269	\$327,087	\$199,634	\$187,858
18 Notes Payable	279,705	354,036	631,524	486,532	236,752
19 Advanced Billings					
20 Customer Deposits	1,386	1,418	1,818	2,366	2,257
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	(1,047,712)	(958,291)	(968,366)	(873,699)	(733,482)
24 Total Current Liabilities	(55,702)	196,432	(7,936)	(185,167)	(306,614)
LONG-TERM DEBT					
25 Long-Term Debt	1,220,113	1,493,757	1,755,737	2,005,735	2,245,797
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	51,445	85,705	258,866	400,522	544,444
28 Other Deferred Credits	1,207,088	1,202,505	1,204,936	1,210,082	1,215,110
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	2,861,487	2,440,118	2,245,784	1,916,221	1,767,808
31 Total Other Liab. and Def. Credits	4,120,020	3,728,329	3,709,586	3,526,825	3,527,362
STOCKHOLDER'S EQUITY					
32 Common Stock	42,000	42,000	42,000	42,000	42,000
33 Preferred Stock	23,000	23,000	23,000	23,000	23,000
34 Other Paid in Capital	(162,557)	196,687	82,488	358,406	372,382
35 Retained Earnings	4,961,057	5,330,768	5,111,929	5,584,586	6,010,116
36 Total Stockholder's Equity	4,863,500	5,592,455	5,259,418	6,007,992	6,447,498
37 Total Liab. and Stockholder's Equity	\$10,147,930	\$11,010,972	\$10,716,805	\$11,355,385	\$11,914,042

Citizens Telephone Company Of Hammond, N. Y., Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$159,901	\$178,456	\$186,063	\$193,976	\$194,934
Network Access Services	1,551,831	1,542,762	1,372,580	1,318,638	1,239,386
Long Distance Network Services					
Miscellaneous Revenues	34,821	41,873	51,698	57,560	67,663
Less: Uncollectible Revenues	10,000				(2,193)
Total Operating Revenues	1,736,553	1,763,091	1,610,342	1,570,174	1,504,176
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	(2,485)	(1,712)	7,122	924	3,048
General Support Expenses	88,171	72,804	164,059	183,863	159,737
Central Office Switching	45,276	74,117	73,759	76,075	75,366
Operator Systems Expense					
Central Office Transmission	241,809	259,750	206,811	191,319	115,701
Info. Origination/Termination	36,381	7,002	15,176	20,331	9,777
Cable & Wire Facilities	103,826	79,672	114,457	79,492	65,339
Total Plant Specific Operations	512,977	491,634	581,384	552,003	428,969
Other Plant, Property & Equipment					
Network Operations	189,431	85,719	82,528	67,873	69,364
Access Expense	37,823	79,115	57,177	50,957	45,152
Depreciation and Amortization	485,280	517,849	541,984	572,937	350,259
Total Plant Non-Specific Operations	712,535	682,682	681,690	691,768	464,775
Marketing Expense	1,211	1,291	1,090	1,528	3,936
Services Expense	168,907	165,364	124,123	97,574	88,955
Total Customer Operations	170,118	166,654	125,213	99,102	92,890
Executive & Planning	106,998	274,921	274,137	312,607	223,566
General & Administrative	289,991	399,710	373,738	341,205	220,409
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	396,989	674,631	647,875	653,813	443,975
Total Operations Expense	1,792,619	2,015,601	2,036,161	1,996,685	1,430,609
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	67,841	67,786	74,022	75,404	75,015
Net Operating Income Before FIT	(123,906)	(320,296)	(499,841)	(501,916)	(1,449)
Investment Tax Credits - Net					
Federal Income Taxes	(62,275)	15,400	(67,300)	(47,024)	(5,600)
Provision - Def. Operating Income Taxes - Net	(66,437)	48,223	(166,284)	(220,357)	(25,492)
Net Operating Income	\$4,806	(\$383,919)	(\$266,257)	(\$234,535)	\$29,644

Citizens Telephone Company Of Hammond, N. Y., Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$4,806	(\$383,919)	(\$266,257)	(\$234,535)	\$29,644
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	750	1,000	1,000	1,000	1,000
39 Interest Income	(10,925)	23,041	8,286	(2,075)	6,531
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	(89,502)	670,172	41,559	46,489	217,999
44 Other Non-Operating Income	(137,878)	75,105	(39,803)	(25,507)	22,970
45 Special Charges	12,181	10,879	10,991	13,212	14,284
46 Total Non-Operating Income & Expenses	(249,735)	758,439	51	6,695	234,216
NON-OPERATING TAXES					
47 Federal Income Taxes	2,134	5,673	6,894	8,042	9,120
48 Other					
49 Total Non-Operating Taxes	2,134	5,673	6,894	8,042	9,120
50 Income Available Before Interest Charges	(247,064)	368,848	(273,101)	(235,882)	254,740
INTEREST CHARGES					
51 Interest on Funded Debt	62,244	74,241	86,568	96,790	107,225
52 Other Interest Expense	60,403	75,768	62,987	46,602	53,148
53 Total Interest Charges	122,647	150,010	149,556	143,392	160,373
54 Income Before Extraordinary & Nonreg Items	(369,711)	218,838	(422,657)	(379,275)	94,367
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	(\$369,711)	\$218,838	(\$422,657)	(\$379,275)	\$94,367
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$657,210	\$1,108,544	\$1,572,760	\$1,998,524	\$2,122,166
60 Transferred from Income	(280,209)	(451,334)	(464,216)	(425,764)	(123,632)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	377,002	657,210	1,108,544	1,572,760	1,998,534
66 Appropriated/Undistr Affiliate Retained Earnings	4,584,055	4,673,557	4,003,385	4,011,826	4,011,582
67 Total Retained Earnings	\$4,961,057	\$5,330,768	\$5,111,929	\$5,584,586	\$6,010,116

Citizens Telecommunications Co. of New York, Inc.
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments					
2 Accounts Receivable (Net)	37,881,325	21863840	24,677,463	23,527,727	24,493,205
3 Current Deferred Income Taxes					
4 Other Current Assets	1,728,410	897800.72	286,436	292,464	250,546
5 Total Current Assets	39,609,734	22,761,641	24,963,899	23,820,191	24,743,751
NON-CURRENT ASSETS					
6 Investments	(155,111,444)	(169,159,965)	(194,668,810)	(188,000,135)	(221,728,092)
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets					
12 Total Non-Current Assets	(155,111,444)	(169,159,965)	(194,668,810)	(188,000,135)	(221,728,092)
REGULATED PLANT					
13 Total Telecommunications Plant	1,273,816,938	1,245,527,784	1,233,938,672	1,203,474,383	1,195,744,893
14 Less: Accumulated Depr and Amort.	1,124,753,473	1,094,086,486	1,070,445,721	1,049,407,171	1,018,000,633
15 Net Regulated Plant	149,063,466	151,441,298	163,492,951	154,067,212	177,744,260
16 Total Assets & Other Debits	\$33,561,756	\$5,042,975	(\$6,211,960)	(\$10,112,732)	(\$19,240,082)
CURRENT LIABILITIES					
17 Accounts Payable	\$35,788,025	\$22,147,653	\$24,027,058	\$22,116,878	\$18,924,752
18 Notes Payable					
19 Advanced Billings	4,696,921	5,324,091	5,215,829	4,499,473	4,881,794
20 Customer Deposits	15,697	860	408	427	298
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	15,837,826	9,695,239	3,131,516	4,663,288	5,573,195
24 Total Current Liabilities	56,338,468	37,167,843	32,374,811	31,280,067	29,380,039
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	72,618,002	74,253,402	78,521,096	83,162,674	88,044,348
28 Other Deferred Credits	12,795,516	12,881,760	12,405,048	12,627,614	11,845,954
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	85,413,519	87,135,163	90,926,144	95,790,288	99,890,302
STOCKHOLDER'S EQUITY					
32 Common Stock			1,000	1,000	1,000
33 Preferred Stock					
34 Other Paid in Capital					
35 Retained Earnings	(108,190,231)	(119,260,031)	(129,513,914)	(137,184,088)	(148,511,422)
36 Total Stockholder's Equity	(108,190,231)	(119,260,031)	(129,512,914)	(137,183,088)	(148,510,422)
37 Total Liab. and Stockholder's Equity	\$33,561,756	\$5,042,975	(\$6,211,960)	(\$10,112,732)	(\$19,240,082)

Citizens Telecommunications Co. of New York, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$36,817,156	\$40,241,201	\$42,859,958	\$45,805,394	\$50,634,870
Network Access Services	49,505,424	53,026,867	56,180,210	61,969,176	60,585,375
Long Distance Network Services	(300)	(4,124)	(3,528)	1,105	(882)
Miscellaneous Revenues	44,110,520	43,251,104	44,506,106	49,115,358	48,919,226
Less: Uncollectible Revenues	1,044,666	(671,400)	(1,895,066)	(689,382)	(1,011,864)
Total Operating Revenues	129,388,134	137,186,447	145,437,813	157,580,415	161,150,453
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	1,641,970	1,337,244	2,152,462	2,510,498	2,468,496
General Support Expenses	4,737,616	6,485,416	5,936,696	7,154,807	7,409,662
Central Office Switching	2,042,124	2,799,975	3,710,303	3,579,366	5,289,590
Operator Systems Expense	1,862	4,687	13,189	18,728	6,604
Central Office Transmission	3,954,641	4,072,828	3,047,563	2,477,912	1,272,932
Info. Origination/Termination	3,748,419	4,527,929	4,293,204	5,444,224	4,890,134
Cable & Wire Facilities	16,029,056	13,392,241	12,143,094	12,780,708	12,101,127
Total Plant Specific Operations	32,155,689	32,620,320	31,296,512	33,966,243	33,438,545
Other Plant, Property & Equipment	3,256	2,989	29,311	(2,990)	(649)
Network Operations	8,718,723	8,743,595	14,406,075	10,975,499	14,037,067
Access Expense	7,024,457	5,667,203	5,079,613	4,063,701	3,724,531
Depreciation and Amortization	25,564,174	20,669,005	18,973,406	31,832,730	41,039,223
Total Plant Non-Specific Operations	41,310,610	35,082,792	38,488,405	46,868,940	58,800,172
Marketing Expense	5,522,117	7,174,430	9,917,647	7,811,786	7,522,273
Services Expense	4,769,066	10,663,711	16,197,850	11,473,424	12,768,515
Total Customer Operations	10,291,183	17,838,140	26,115,497	19,285,210	20,290,788
Executive & Planning	869,564	2,522,609	2,104,876	2,954,979	2,393,626
General & Administrative	8,473,801	9,171,495	13,632,893	14,072,332	14,030,017
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	9,343,365	11,694,104	15,737,769	17,027,311	16,423,642
Total Operations Expense	93,100,846	97,235,357	111,638,183	117,147,704	128,953,147
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	14,910,247	10,711,704	9,921,284	10,188,891	9,681,314
Net Operating Income Before FIT	21,377,041	29,239,386	23,878,346	30,243,820	22,515,993
Investment Tax Credits - Net					
Federal Income Taxes	59,386	4,696,368	4,480,470	11,300,871	1,542,891
Provision - Def. Operating Income Taxes - Net	(1,123,665)	(2,257,062)	(4,641,578)	(4,086,890)	(3,239,865)
Net Operating Income	\$22,441,321	\$26,800,081	\$24,039,454	\$23,029,839	\$24,212,967

Citizens Telecommunications Co. of New York, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$22,441,321	\$26,800,081	\$24,039,454	\$23,029,839	\$24,212,967
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income					
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	1,242,563	86,563	330,272	47,302	25,070
42 Gains/Losses - Disposal of Property				924	1,793
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	(10,167,748)	(11,219,129)	(11,534,368)	(11,748,539)	(12,517,013)
45 Special Charges		278	554	1,725	5,232
46 Total Non-Operating Income & Expenses	(8,925,186)	(11,132,844)	(11,204,651)	(11,702,039)	(12,495,383)
NON-OPERATING TAXES					
47 Federal Income Taxes	2,446,335	5,413,353	5,164,494		5,584,135
48 Other					
49 Total Non-Operating Taxes	2,446,335	5,413,353	5,164,494		5,584,135
50 Income Available Before Interest Charges	11,069,800	10,253,884	7,670,310	11,327,800	6,133,449
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense			136	465	648
53 Total Interest Charges			136	465	648
54 Income Before Extraordinary & Nonreg Items	11,069,800	10,253,884	7,670,174	11,327,335	6,132,801
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues	28,576,427	25,857,877	24,338,655	27,080,343	27,364,489
57 Total Extraordinary & Nonregulated Items	28,576,427	25,857,877	24,338,655	27,080,343	27,364,489
58 Net Income	\$39,646,226	\$36,111,761	\$32,008,829	\$38,407,678	\$33,497,290
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	(\$119,260,031)	(\$129,513,914)	(\$137,184,088)	(\$148,511,422)	(\$154,644,223)
60 Transferred from Income	11,069,800	10,253,884	7,670,174	11,327,335	6,132,801
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	(108,190,232)	(119,260,031)	(129,513,914)	(137,184,088)	(148,511,422)
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	(\$108,190,232)	(\$119,260,031)	(\$129,513,914)	(\$137,184,088)	(\$148,511,422)

Crown Point Telephone Corporation
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$291,262	\$137,123	\$129,467	\$150,772	\$124,998
2 Accounts Receivable (Net)	328,536	102,062	259,748	63,736	147,930
3 Current Deferred Income Taxes					
4 Other Current Assets	136,780	119,794	105,085	102,333	126,217
5 Total Current Assets	756,578	358,979	494,300	316,841	399,145
NON-CURRENT ASSETS					
6 Investments	1,297,033	1,081,333	1,014,555	710,074	494,156
7 Unamortized Debt Issuance Costs	370	626	882	1,138	1,395
8 Deferred Charges	17,200				
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	98,797	155,000	94,569	82,596	128,344
11 Other Non-Current Assets					
12 Total Non-Current Assets	1,413,400	1,236,959	1,110,006	793,808	623,895
REGULATED PLANT					
13 Total Telecommunications Plant	6,563,997	6,254,327	7,214,418	7,195,621	7,141,708
14 Less: Accumulated Depr and Amort.	5,128,664	5,039,614	6,107,260	6,021,036	5,712,271
15 Net Regulated Plant	1,435,333	1,214,713	1,107,158	1,174,585	1,429,437
16 Total Assets & Other Debits	\$3,605,311	\$2,810,651	\$2,711,464	\$2,285,234	\$2,452,478
CURRENT LIABILITIES					
17 Accounts Payable	\$313,884	\$292,981	\$367,164	\$122,921	\$146,203
18 Notes Payable	489,887		1,000		
19 Advanced Billings					
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes			(1,188)		
23 Other Current Liabilities	725,168	634,659	544,136	450,000	379,051
24 Total Current Liabilities	1,528,939	927,640	911,112	572,921	525,254
LONG-TERM DEBT					
25 Long-Term Debt	1,581,493	1,810,861	1,994,238	2,187,007	2,373,417
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	44,331	52,495	41,798	29,602	91,694
28 Other Deferred Credits					
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	44,331	52,495	41,798	29,602	91,694
STOCKHOLDER'S EQUITY					
32 Common Stock	24,300	24,300	24,300	24,300	24,300
33 Preferred Stock					
34 Other Paid in Capital	4,863	4,863	4,863	4,863	4,863
35 Retained Earnings	421,385	(9,506)	(264,847)	(533,459)	(567,050)
36 Total Stockholder's Equity	450,548	19,657	(235,684)	(504,296)	(537,887)
37 Total Liab. and Stockholder's Equity	\$3,605,311	\$2,810,651	\$2,711,464	\$2,285,234	\$2,452,478

Crown Point Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$223,052	\$237,657	\$242,369	\$258,782	\$264,925
Network Access Services	509,618	619,513	649,909	841,357	768,694
Long Distance Network Services	236,064	236,064	236,226	236,064	236,064
Miscellaneous Revenues	606,163	541,037	146,534	56,527	168,046
Less: Uncollectible Revenues	625	(391)	2,706	5,442	2,587
Total Operating Revenues	1,574,272	1,634,662	1,272,332	1,387,288	1,435,141
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	124		282	11,691	227
General Support Expenses	58,698	44,171	49,187	48,950	54,509
Central Office Switching	120,252	135,033	90,420	45,019	44,448
Operator Systems Expense					
Central Office Transmission	43,234	58,578	39,904	25,978	23,979
Info. Origination/Termination	112,684	284,571	12,633	6,392	11,623
Cable & Wire Facilities	201,504	201,888	361,219	398,337	296,040
Total Plant Specific Operations	536,496	724,241	553,645	536,367	430,825
Other Plant, Property & Equipment	39				
Network Operations	54,163	35,039	26,964	13,973	56,508
Access Expense	21,731	33,246	40,051	25,602	23,133
Depreciation and Amortization	89,049	83,091	86,225	308,765	306,238
Total Plant Non-Specific Operations	164,982	151,376	153,240	348,339	385,879
Marketing Expense	4,303	1,728	1,186		898
Services Expense	154,444	135,584	119,887	201,597	129,191
Total Customer Operations	158,747	137,312	121,073	201,597	130,089
Executive & Planning	46,206	85,796	53,129	89,996	146,933
General & Administrative	269,890	233,383	263,046	230,321	239,005
Provision - Uncollectible Notes Rec. Other					
Total Corporate Operations	316,096	319,179	316,175	320,317	385,938
Total Operations Expense	1,176,321	1,332,108	1,144,133	1,406,619	1,332,732
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	34,607	36,048	33,332	46,255	53,702
Net Operating Income Before FIT	363,344	266,506	94,867	(65,587)	48,707
Investment Tax Credits - Net					
Federal Income Taxes		3,288	7,731		
Provision - Def. Operating Income Taxes - Net	33,252	(49,734)	(2,080)	(13,126)	(26,387)
Net Operating Income	\$330,092	\$312,952	\$89,216	(\$52,461)	\$75,094

Crown Point Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$330,092	\$312,952	\$89,216	(\$52,461)	\$75,094
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income		3	4	(4)	1
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	182,331	125,713	304,481	215,934	
44 Other Non-Operating Income				(716)	78,142
45 Special Charges	11,488	10,574	20,107	10,850	6,055
46 Total Non-Operating Income & Expenses	170,843	115,142	284,378	204,364	72,088
NON-OPERATING TAXES					
47 Federal Income Taxes	(2,413)	(3,288)	(5,428)	(3,218)	21,554
48 Other					
49 Total Non-Operating Taxes	(2,413)	(3,288)	(5,428)	(3,218)	21,554
50 Income Available Before Interest Charges	503,348	431,382	379,022	155,121	125,628
INTEREST CHARGES					
51 Interest on Funded Debt	72,196	118,429	109,654	121,274	127,772
52 Other Interest Expense	256	256	756	256	256
53 Total Interest Charges	72,452	118,685	110,410	121,530	128,028
54 Income Before Extraordinary & Nonreg Items	430,896	312,697	268,612	33,591	(2,400)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$430,896	\$312,697	\$268,612	\$33,591	(\$2,400)

RETAINED EARNINGS STATEMENT

Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$3,214,138	\$3,027,154	\$3,063,023	\$3,245,365	\$3,247,766
60 Transferred from Income	248,565	186,984	(35,869)	33,591	(2,400)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	3,462,703	3,214,138	3,027,154	3,278,956	3,245,365
66 Appropriated/Undistr Affiliate Retained Earnings	(3,041,315)	(3,223,644)	(3,292,001)	(3,812,416)	(3,812,415)
67 Total Retained Earnings	\$421,388	(\$9,506)	(\$264,847)	(\$533,459)	(\$567,050)

Delhi Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$395,954	\$483,053	\$719,478	\$987,071	\$1,196,811
2 Accounts Receivable (Net)	3,902,733	2,228,940	1,318,914	1,549,006	1,354,751
3 Current Deferred Income Taxes	6,707	10,371	9,867	9,298	8,723
4 Other Current Assets	298,685	717,484	912,139	410,058	331,948
5 Total Current Assets	4,604,079	3,439,848	2,960,398	2,955,433	2,892,233
NON-CURRENT ASSETS					
6 Investments	2,066,245	1,789,714	1,418,349	1,189,383	1,025,968
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	337,225	367,850	473,554	567,742	674,207
11 Other Non-Current Assets	267,462	247,268	521,993	483,914	447,197
12 Total Non-Current Assets	2,670,931	2,404,832	2,413,896	2,241,038	2,147,372
REGULATED PLANT					
13 Total Telecommunications Plant	22,100,686	20,955,104	19,627,731	19,074,748	18,588,654
14 Less: Accumulated Depr and Amort.	14,103,774	13,364,787	12,762,241	11,984,363	11,139,048
15 Net Regulated Plant	7,996,912	7,590,317	6,865,490	7,090,385	7,449,606
16 Total Assets & Other Debits	\$15,271,922	\$13,434,996	\$12,239,784	\$12,286,856	\$12,489,210
CURRENT LIABILITIES					
17 Accounts Payable	\$2,021,525	\$970,710	\$228,924	\$105,775	\$148,137
18 Notes Payable	500,000				
19 Advanced Billings	1,276				
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes	(204)	2,143	(88)	(2,356)	
23 Other Current Liabilities	435,205	444,639	376,329	318,295	219,035
24 Total Current Liabilities	2,957,802	1,417,492	605,165	421,714	367,172
LONG-TERM DEBT					
25 Long-Term Debt		3,047	12,973	22,144	30,633
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	878,447	1,116,239	1,195,038	1,328,820	1,409,832
28 Other Deferred Credits	387,304	246,533	396,932	547,809	699,406
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	712,956	719,411	730,554	760,631	787,770
31 Total Other Liab. and Def. Credits	1,978,707	2,082,183	2,322,524	2,637,260	2,897,008
STOCKHOLDER'S EQUITY					
32 Common Stock	110,000	110,000	110,000	110,000	110,000
33 Preferred Stock					
34 Other Paid in Capital					
35 Retained Earnings	10,225,413	9,822,274	9,189,122	9,095,738	9,084,397
36 Total Stockholder's Equity	10,335,413	9,932,274	9,299,122	9,205,738	9,194,397
37 Total Liab. and Stockholder's Equity	\$15,271,922	\$13,434,996	\$12,239,784	\$12,286,856	\$12,489,210

Delhi Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$831,083	\$857,945	\$885,230	\$886,890	\$800,159
Network Access Services	2,210,330	2,191,476	2,095,204	2,285,057	2,472,467
Long Distance Network Services	422	513	666	762	975
Miscellaneous Revenues	163,464	167,309	197,481	202,773	207,632
Less: Uncollectible Revenues	10,288	2,591	(45)	8,736	3,285
Total Operating Revenues	3,195,012	3,214,653	3,178,625	3,366,747	3,477,948
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	7,689	(0)			
General Support Expenses	187,657	127,684	118,758	135,994	154,634
Central Office Switching	88,831	118,831	125,395	95,236	106,573
Operator Systems Expense					
Central Office Transmission	175,521	155,787	163,750	140,215	167,581
Info. Origination/Termination	11,688	13,990	20,440	23,768	16,134
Cable & Wire Facilities	247,158	251,157	276,923	222,172	214,772
Total Plant Specific Operations	718,545	667,449	705,266	617,386	659,693
Other Plant, Property & Equipment	(183)	(847)	69	282	
Network Operations	263,666	294,492	366,468	479,501	552,715
Access Expense	42,023	89,182	154,772	144,096	122,773
Depreciation and Amortization	727,921	803,040	868,392	852,782	908,460
Total Plant Non-Specific Operations	1,033,428	1,185,867	1,389,700	1,476,662	1,583,949
Marketing Expense	69,129	25,570	33,021	44,301	25,658
Services Expense	216,141	228,776	264,232	307,387	322,459
Total Customer Operations	285,270	254,346	297,253	351,688	348,117
Executive & Planning	151,173	123,296	124,239	123,796	122,100
General & Administrative	459,150	447,437	487,663	492,546	459,164
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	610,323	570,733	611,902	616,342	581,264
Total Operations Expense	2,647,566	2,678,395	3,004,122	3,062,078	3,173,023
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	213,576	211,427	237,235	229,021	220,090
Net Operating Income Before FIT	333,870	324,831	(62,732)	75,647	84,834
Investment Tax Credits - Net					
Federal Income Taxes		99,694	34,438	2,188	(1,466)
Provision - Def. Operating Income Taxes - Net	78,947	11,294	(55,496)	23,451	26,930
Net Operating Income	\$254,922	\$213,843	(\$41,674)	\$50,009	\$59,371

Delhi Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$254,922	\$213,843	(\$41,674)	\$50,009	\$59,371
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	2,385	2,000	1,039	2,881	
39 Interest Income	1,168	817	2,938	4,939	3,035
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	276,531	371,364	228,966	63,415	(65,034)
44 Other Non-Operating Income	2,202	151,870	(2,177)	2,506	4,857
45 Special Charges	(534)	2,044	(1,737)	(691)	2,843
46 Total Non-Operating Income & Expenses	282,819	524,007	232,502	74,433	(59,985)
NON-OPERATING TAXES					
47 Federal Income Taxes	8,063	18,063	6,890	5,538	15,844
48 Other					
49 Total Non-Operating Taxes	8,063	18,063	6,890	5,538	15,844
50 Income Available Before Interest Charges	529,679	719,787	183,938	118,903	(16,458)
INTEREST CHARGES					
51 Interest on Funded Debt	3,039	698	1,454	2,136	2,441
52 Other Interest Expense	(43,725)	(44,432)	(45,098)	(45,722)	(46,308)
53 Total Interest Charges	(40,686)	(43,734)	(43,644)	(43,586)	(43,867)
54 Income Before Extraordinary & Nonreg Items	570,364	763,521	227,583	162,490	27,409
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$570,364	\$763,521	\$227,583	\$162,490	\$27,409
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$11,172,504	\$10,910,715	\$11,046,296	\$11,098,371	\$11,126,653
60 Transferred from Income	293,833	392,156	(1,384)	99,074	92,443
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock	158,400	138,600	138,600	138,600	128,700
64 Adjustments	8,826	(8,232)	(4,402)	(12,549)	(7,975)
65 Ending Year Balance	11,299,111	11,172,503	10,910,715	11,046,296	11,098,371
66 Appropriated/Undistr Affiliate Retained Earnings	(1,073,698)	(1,350,229)	(1,721,593)	(1,950,559)	(2,013,974)
67 Total Retained Earnings	\$10,225,413	\$9,822,274	\$9,189,122	\$9,095,738	\$9,084,397

Deposit Telephone Company, Inc.
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$1,889,906	\$2,954,033	\$3,514,114	\$3,261,748	\$2,591,661
2 Accounts Receivable (Net)	9,451,328	2,341,678	1,336,342	969,774	1,248,154
3 Current Deferred Income Taxes					
4 Other Current Assets	325,830	83,908	84,058	76,181	90,977
5 Total Current Assets	11,667,064	5,379,619	4,934,514	4,307,703	3,930,792
NON-CURRENT ASSETS					
6 Investments					
7 Unamortized Debt Issuance Costs					
8 Deferred Charges	13,142	34,808	47,297	33,800	98
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets					
12 Total Non-Current Assets	13,142	34,808	47,297	33,800	98
REGULATED PLANT					
13 Total Telecommunications Plant	26,294,782	20,931,936	19,923,664	23,134,990	23,045,184
14 Less: Accumulated Depr and Amort.	15,884,124	14,914,056	13,914,638	17,315,781	16,608,884
15 Net Regulated Plant	10,410,658	6,017,880	6,009,026	5,819,209	6,436,300
16 Total Assets & Other Debits	\$22,090,864	\$11,432,307	\$10,990,837	\$10,160,712	\$10,367,190
CURRENT LIABILITIES					
17 Accounts Payable	\$2,636,519	\$1,138,448	\$1,239,846	\$556,990	\$603,157
18 Notes Payable					
19 Advanced Billings	209,623	215,721	218,786	211,465	227,062
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes	(8,760)	(9,316)	(24,137)	(26,979)	(18,963)
23 Other Current Liabilities	358,302	678,924	373,154	289,299	257,084
24 Total Current Liabilities	3,195,684	2,023,777	1,807,649	1,030,775	1,068,340
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	1,284,234	729,323	1,452,432	1,494,618	1,588,791
28 Other Deferred Credits	434,035	284,812			
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	(37,874)	(20,807)	(28,409)	(26,852)	(98,655)
31 Total Other Liab. and Def. Credits	1,680,395	993,328	1,424,023	1,467,766	1,490,136
STOCKHOLDER'S EQUITY					
32 Common Stock	322,250	322,250	322,250	322,250	322,250
33 Preferred Stock					
34 Other Paid in Capital	8,538,960	535,531	553,633	557,097	615,203
35 Retained Earnings	8,353,575	7,557,421	6,883,282	6,782,824	6,871,261
36 Total Stockholder's Equity	17,214,785	8,415,202	7,759,165	7,662,171	7,808,714
37 Total Liab. and Stockholder's Equity	\$22,090,864	\$11,432,307	\$10,990,837	\$10,160,712	\$10,367,190

Deposit Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$1,283,906	\$1,365,800	\$1,392,778	\$1,403,999	\$1,413,197
Network Access Services	4,152,219	4,002,519	2,765,403	2,253,045	2,432,716
Long Distance Network Services					
Miscellaneous Revenues	1,839,380	1,817,504	1,738,959	1,724,965	1,836,900
Less: Uncollectible Revenues	17,364	12,580	12,779	8,875	24,001
Total Operating Revenues	7,258,141	7,173,243	5,884,361	5,373,134	5,658,812
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	22,385	4,214	7,523	5,993	9,080
General Support Expenses	265,668	291,820	297,941	315,411	314,368
Central Office Switching	224,275	160,600	202,258	196,270	224,627
Operator Systems Expense					
Central Office Transmission	178,540	184,415	176,871	166,860	375,729
Info. Origination/Termination	330,754	296,758	274,712	164,805	242,997
Cable & Wire Facilities	649,209	630,111	503,406	569,365	553,078
Total Plant Specific Operations	1,670,831	1,567,918	1,462,711	1,418,704	1,719,879
Other Plant, Property & Equipment					
Network Operations	774,080	740,845	775,187	743,283	726,030
Access Expense	83,988	92,389	103,088	93,606	95,777
Depreciation and Amortization	1,161,282	1,172,783	1,150,028	931,516	953,483
Total Plant Non-Specific Operations	2,019,350	2,006,017	2,028,303	1,768,405	1,775,290
Marketing Expense	250,268	260,736	310,050	321,214	300,977
Services Expense	217,420	223,366	251,508	230,625	251,182
Total Customer Operations	467,688	484,102	561,558	551,839	552,159
Executive & Planning	148,988	186,655	205,456	194,399	185,793
General & Administrative	1,425,459	1,256,287	1,164,460	1,271,816	1,159,830
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,574,447	1,442,942	1,369,916	1,466,215	1,345,623
Total Operations Expense	5,732,316	5,500,979	5,422,488	5,205,163	5,392,951
Other Operating Income & Expenses	19,048	1,344	16,733	9,917	(1,442)
State & Local Income Taxes	(1,940)	2,712	(1,972)	(684)	(514)
Other Taxes	364,921	342,323	330,465	313,807	225,535
Net Operating Income Before FIT	1,181,892	1,328,573	150,113	(135,235)	39,398
Investment Tax Credits - Net					
Federal Income Taxes	(445,791)	686,903	90,184	24,870	(77,696)
Provision - Def. Operating Income Taxes - Net	703,579	(417,717)	(36,733)	(71,034)	55,548
Net Operating Income	\$924,104	\$1,059,387	\$96,662	(\$89,071)	\$61,546

Deposit Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$924,104	\$1,059,387	\$96,662	(\$89,071)	\$61,546
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	9,161	24,565	11,487	5,470	3,692
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	20,024		(73)		
45 Special Charges	190,835	3,313	4,073	4,274	4,029
46 Total Non-Operating Income & Expenses	(161,650)	21,252	7,341	1,196	(337)
NON-OPERATING TAXES					
47 Federal Income Taxes	(33,910)	7,207	1,051	262	(193)
48 Other		948	2,314	684	514
49 Total Non-Operating Taxes	(33,910)	8,155	3,365	946	321
50 Income Available Before Interest Charges	796,364	1,072,484	100,638	(88,821)	60,888
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	39	(655)	180	(384)	399
53 Total Interest Charges	39	(655)	180	(384)	399
54 Income Before Extraordinary & Nonreg Items	796,325	1,073,139	100,458	(88,437)	60,489
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$796,325	\$1,073,139	\$100,458	(\$88,437)	\$60,489

RETAINED EARNINGS STATEMENT

Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$7,557,421	\$6,883,282	\$6,782,824	\$6,871,261	\$6,810,772
60 Transferred from Income	796,325	1,073,139	100,458	(88,437)	60,489
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock		399,000			
64 Adjustments	(171)				
65 Ending Year Balance	8,353,575	7,557,421	6,883,282	6,782,824	6,871,261
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$8,353,575	\$7,557,421	\$6,883,282	\$6,782,824	\$6,871,261

Dunkirk & Fredonia Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$10,473	\$10,710	\$51,059	\$19,863	\$21,975
2 Accounts Receivable (Net)	383,785	112,625	222,011	257,996	229,657
3 Current Deferred Income Taxes		536			
4 Other Current Assets	309,409	360,175	345,990	386,449	501,894
5 Total Current Assets	703,667	484,046	619,060	664,308	753,526
NON-CURRENT ASSETS					
6 Investments	3,423,017	3,197,763	2,992,758	3,019,209	4,657,651
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets	64,261	64,261	64,261	64,261	64,261
12 Total Non-Current Assets	3,487,278	3,262,024	3,057,019	3,083,470	4,721,912
REGULATED PLANT					
13 Total Telecommunications Plant	14,756,689	14,939,833	15,167,651	15,037,691	15,456,895
14 Less: Accumulated Depr and Amort.	13,192,131	13,031,872	12,465,040	12,233,179	11,794,433
15 Net Regulated Plant	1,564,558	1,907,961	2,702,611	2,804,512	3,662,462
16 Total Assets & Other Debits	\$5,755,503	\$5,654,031	\$6,378,690	\$6,552,290	\$9,137,900
CURRENT LIABILITIES					
17 Accounts Payable	\$35,581	\$95,386	\$64,821	(\$11,668)	\$28,735
18 Notes Payable	1,730,000	1,665,000	1,960,000	2,180,000	3,595,000
19 Advanced Billings					
20 Customer Deposits	530	805	855	1,034	
21 Current Maturities - Long-Term Debt	24,725	40,150	44,925	14,500	37,025
22 Current Deferred Income Taxes					
23 Other Current Liabilities	254,468	187,555	277,772	249,523	905,813
24 Total Current Liabilities	2,045,304	1,988,896	2,348,373	2,433,389	4,566,573
LONG-TERM DEBT					
25 Long-Term Debt	40,661	51,877	103,300	13,802	51,696
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	109,195	114,466	224,227	249,374	307,487
28 Other Deferred Credits	90,227	88,877	87,302	85,577	83,662
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	125,028	186,528	269,479	348,336	459,042
31 Total Other Liab. and Def. Credits	324,450	389,871	581,008	683,287	850,191
STOCKHOLDER'S EQUITY					
32 Common Stock	619,975	619,975	619,975	619,975	619,975
33 Preferred Stock					
34 Other Paid in Capital					
35 Retained Earnings	2,725,113	2,603,412	2,726,034	2,801,837	3,049,465
36 Total Stockholder's Equity	3,345,088	3,223,387	3,346,009	3,421,812	3,669,440
37 Total Liab. and Stockholder's Equity	\$5,755,503	\$5,654,031	\$6,378,690	\$6,552,290	\$9,137,900

Dunkirk & Fredonia Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$1,334,212	\$1,429,511	\$1,563,163	\$1,640,920	\$1,728,833
Network Access Services	2,416,825	2,245,172	2,475,073	2,726,584	2,958,798
Long Distance Network Services	391	370	400	431	763
Miscellaneous Revenues	229,551	82,519	101,120	99,475	103,051
Less: Uncollectible Revenues	(13,949)	13,535	(20,337)	22,916	15,080
Total Operating Revenues	3,994,928	3,744,037	4,160,093	4,444,494	4,776,365
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	24,032	27,243	22,550	55,885	48,903
General Support Expenses	433,206	486,048	476,038	499,420	629,079
Central Office Switching	58,882	39,496	43,773	44,634	59,275
Operator Systems Expense					
Central Office Transmission	319,537	323,634	162,336	161,702	222,821
Info. Origination/Termination					
Cable & Wire Facilities	98,852	99,254	169,923	93,854	131,522
Total Plant Specific Operations	934,509	975,675	874,620	855,495	1,091,600
Other Plant, Property & Equipment	(1,527)	5,627	(2,439)	(310)	249
Network Operations	269,985	266,561	271,363	278,859	217,997
Access Expense	123,587	149,295	216,479	208,996	167,187
Depreciation and Amortization	481,652	515,653	500,606	664,575	824,343
Total Plant Non-Specific Operations	873,697	937,136	986,009	1,152,120	1,209,776
Marketing Expense	227,081	228,622	290,051	424,654	554,022
Services Expense	272,912	305,043	351,692	367,013	441,146
Total Customer Operations	499,993	533,665	641,743	791,667	995,168
Executive & Planning	673,265	724,403	770,734	768,467	1,004,887
General & Administrative	665,487	730,476	784,386	797,841	1,099,085
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,338,752	1,454,879	1,555,120	1,566,308	2,103,972
Total Operations Expense	3,646,951	3,901,355	4,057,492	4,365,590	5,400,516
Other Operating Income & Expenses	10,769	5,785	7,388	7,479	12,744
State & Local Income Taxes					
Other Taxes	226,854	232,381	233,689	243,574	253,819
Net Operating Income Before FIT	131,892	(383,914)	(123,700)	(157,191)	(865,226)
Investment Tax Credits - Net					
Federal Income Taxes	21,888	(102,836)	(93,478)	(78,396)	(440,608)
Provision - Def. Operating Income Taxes - Net	(4,735)	(110,297)	(25,147)	(49,365)	42,715
Net Operating Income	\$114,739	(\$170,781)	(\$5,075)	(\$29,430)	(\$467,333)

Dunkirk & Fredonia Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$114,739	(\$170,781)	(\$5,075)	(\$29,430)	(\$467,333)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income					
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	238,278	227,001	130,397	8,272	53,954
44 Other Non-Operating Income					
45 Special Charges	8,690	8,769	7,177	8,063	49,642
46 Total Non-Operating Income & Expenses	229,588	218,232	123,220	209	4,312
NON-OPERATING TAXES					
47 Federal Income Taxes					
48 Other					
49 Total Non-Operating Taxes					
50 Income Available Before Interest Charges	344,327	47,451	118,145	(29,221)	(463,021)
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	109,816	99,136	90,538	153,190	105,798
53 Total Interest Charges	109,816	99,136	90,538	153,190	105,798
54 Income Before Extraordinary & Nonreg Items	234,511	(51,685)	27,607	(182,411)	(568,819)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues	(112,810)	(70,937)	(103,410)	(65,217)	(15,985)
57 Total Extraordinary & Nonregulated Items	(112,810)	(70,937)	(103,410)	(65,217)	(15,985)
58 Net Income	\$121,701	(\$122,622)	(\$75,803)	(\$247,628)	(\$584,804)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	(\$3,382,845)	(\$3,033,222)	(\$2,827,022)	(\$2,571,122)	(\$1,932,364)
60 Transferred from Income	(116,577)	(349,623)	(206,200)	(255,900)	(638,758)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	(3,499,422)	(3,382,845)	(3,033,222)	(2,827,022)	(2,571,122)
66 Appropriated/Undistr Affiliate Retained Earnings	6,224,535	5,986,257	5,759,256	5,628,859	5,620,587
67 Total Retained Earnings	\$2,725,113	\$2,603,412	\$2,726,034	\$2,801,837	\$3,049,465

Edwards Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$3,148,121	\$246,694	\$2,138,888	\$1,943,227	\$2,076,293
2 Accounts Receivable (Net)	3,384,619	2,235,365	272,087	512,504	310,093
3 Current Deferred Income Taxes					
4 Other Current Assets	65,891	36,620	38,739	32,434	40,308
5 Total Current Assets	6,598,631	2,518,679	2,449,714	2,488,165	2,426,694
NON-CURRENT ASSETS					
6 Investments					
7 Unamortized Debt Issuance Costs					
8 Deferred Charges	44,404	64,608	13,195	23,695	27,199
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets					
12 Total Non-Current Assets	44,404	64,608	13,195	23,695	27,199
REGULATED PLANT					
13 Total Telecommunications Plant	13,195,847	13,020,603	11,526,812	11,417,863	11,293,211
14 Less: Accumulated Depr and Amort.	10,921,438	11,641,946	11,237,715	10,816,114	10,383,988
15 Net Regulated Plant	2,274,409	1,378,657	289,097	601,749	909,223
16 Total Assets & Other Debits	\$8,917,444	\$3,961,944	\$2,752,006	\$3,113,609	\$3,363,116
CURRENT LIABILITIES					
17 Accounts Payable	\$368,491	\$1,921,548	\$197,754	\$182,315	\$193,781
18 Notes Payable					
19 Advanced Billings	15,471	16,048	16,992	17,310	21,568
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes	(3,483)	(4,383)	(8,966)	(10,759)	(7,243)
23 Other Current Liabilities	350,137	660,942	643,383	612,003	100,450
24 Total Current Liabilities	730,616	2,594,155	849,163	800,869	308,556
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	214,546	(87,225)	(86,609)	(13,658)	79,829
28 Other Deferred Credits		292,268	775,551	1,301,288	2,095,632
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	(123,559)	(168,208)	(130,152)	(111,466)	(133,308)
31 Total Other Liab. and Def. Credits	90,987	36,835	558,790	1,176,164	2,042,153
STOCKHOLDER'S EQUITY					
32 Common Stock	67,600	67,600	67,600	67,600	67,600
33 Preferred Stock					
34 Other Paid in Capital	6,298,768	94,586	69,855	66,400	90,432
35 Retained Earnings	1,729,473	1,168,768	1,206,598	1,002,576	854,375
36 Total Stockholder's Equity	8,095,841	1,330,954	1,344,053	1,136,576	1,012,407
37 Total Liab. and Stockholder's Equity	\$8,917,444	\$3,961,944	\$2,752,006	\$3,113,609	\$3,363,116

Edwards Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$302,215	\$323,484	\$339,685	\$347,419	\$352,092
Network Access Services	1,195,428	1,129,182	778,107	801,859	969,992
Long Distance Network Services					
Miscellaneous Revenues	1,078,707	1,122,288	1,143,642	996,428	634,012
Less: Uncollectible Revenues	(3,038)	15,175	(3,059)	2,637	12,317
Total Operating Revenues	2,579,388	2,559,779	2,264,493	2,143,069	1,943,779
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	20,338	4,036	5,429	6,069	8,993
General Support Expenses	141,533	122,009	125,545	115,781	134,316
Central Office Switching	114,895	114,546	122,476	84,003	66,942
Operator Systems Expense					
Central Office Transmission	123,202	133,240	129,121	106,433	192,368
Info. Origination/Termination	80,030	69,169	51,031	27,246	34,710
Cable & Wire Facilities	107,471	103,150	176,437	200,425	545,671
Total Plant Specific Operations	587,469	546,150	610,039	539,957	983,000
Other Plant, Property & Equipment	(1)				
Network Operations	281,451	228,330	236,993	238,081	249,960
Access Expense	28,850	30,128	30,068	22,744	24,665
Depreciation and Amortization	428,984	439,728	454,420	466,671	611,439
Total Plant Non-Specific Operations	739,284	698,186	721,481	727,496	886,064
Marketing Expense	65,544	67,586	80,585	82,758	75,063
Services Expense	63,078	67,091	77,701	69,145	68,746
Total Customer Operations	128,622	134,677	158,286	151,903	143,809
Executive & Planning	31,256	38,995	42,848	41,177	38,818
General & Administrative	301,373	270,063	257,312	274,206	246,773
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	332,629	309,058	300,160	315,383	285,591
Total Operations Expense	1,788,004	1,688,071	1,789,966	1,734,739	2,298,464
Other Operating Income & Expenses		748			(22)
State & Local Income Taxes					
Other Taxes	119,503	120,386	124,176	124,573	115,422
Net Operating Income Before FIT	671,881	752,070	350,351	283,757	(470,129)
Investment Tax Credits - Net					
Federal Income Taxes	(197,479)	324,570	181,624	149,857	(50,075)
Provision - Def. Operating Income Taxes - Net	336,055	(55,249)	(73,388)	(81,492)	(135,444)
Net Operating Income	\$533,304	\$482,749	\$242,115	\$215,392	(\$284,610)

Edwards Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$533,304	\$482,749	\$242,115	\$215,392	(\$284,610)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	43,616	12,644	6,720	3,930	3,447
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	11,718	(6,807)	(940)		
45 Special Charges	1,194	1,077	1,057	1,518	1,244
46 Total Non-Operating Income & Expenses	54,140	4,760	4,723	2,412	2,203
NON-OPERATING TAXES					
47 Federal Income Taxes	11,735	1,747	1,653	11,562	867
48 Other					
49 Total Non-Operating Taxes	11,735	1,747	1,653	11,562	867
50 Income Available Before Interest Charges	575,709	485,762	245,185	206,242	(283,274)
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	15,004	23,592	41,163	58,041	61,859
53 Total Interest Charges	15,004	23,592	41,163	58,041	61,859
54 Income Before Extraordinary & Nonreg Items	560,705	462,170	204,022	148,201	(345,133)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$560,705	\$462,170	\$204,022	\$148,201	(\$345,133)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$1,168,768	\$1,206,598	\$1,002,576	\$854,375	\$1,199,508
60 Transferred from Income	560,705	462,170	204,022	148,201	(345,133)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock		500,000			
64 Adjustments					
65 Ending Year Balance	1,729,473	1,168,768	1,206,598	1,002,576	854,375
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$1,729,473	\$1,168,768	\$1,206,598	\$1,002,576	\$854,375

Empire Telephone Corporation
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$8,663	\$274,189	(\$162,183)	\$98,178	\$945,803
2 Accounts Receivable (Net)	9,356,377	5,737,101	3,936,244	2,732,040	1,081,963
3 Current Deferred Income Taxes	28,821	39,204	39,510	34,638	31,574
4 Other Current Assets	1,106,673	1,284,096	1,100,582	644,172	657,248
5 Total Current Assets	10,500,534	7,334,590	4,914,153	3,509,028	2,716,588
NON-CURRENT ASSETS					
6 Investments	18,593,969	15,519,851	12,162,553	11,152,704	10,950,421
7 Unamortized Debt Issuance Costs					
8 Deferred Charges	20,469	1,037	2,252		
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	179,528	158,087	182,769	183,613	201,517
11 Other Non-Current Assets	2,233,972	2,207,465	1,565,122	1,533,146	1,501,168
12 Total Non-Current Assets	21,027,938	17,886,440	13,912,696	12,869,463	12,653,106
REGULATED PLANT					
13 Total Telecommunications Plant	35,244,449	32,785,692	31,840,510	33,748,856	33,526,018
14 Less: Accumulated Depr and Amort.	24,167,169	23,312,871	22,288,646	23,738,249	22,782,651
15 Net Regulated Plant	11,077,280	9,472,821	9,551,864	10,010,607	10,743,367
16 Total Assets & Other Debits	\$42,605,752	\$34,693,851	\$28,378,713	\$26,389,098	\$26,113,061
CURRENT LIABILITIES					
17 Accounts Payable	\$7,135,983	\$1,782,960	\$87,831	\$377,443	\$371,600
18 Notes Payable	2,908,097	2,762,792	2,000,000	650,000	
19 Advanced Billings					
20 Customer Deposits	(206)	(206)	(206)	(206)	(206)
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	166,956	138,792	163,865	15,891	21,708
24 Total Current Liabilities	10,210,830	4,684,338	2,251,490	1,043,128	393,102
LONG-TERM DEBT					
25 Long-Term Debt	886,529	620,905	338,347	198,226	229,769
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	1,370,907	2,238,438	2,267,261	2,344,305	2,541,228
28 Other Deferred Credits	1,214,181	606,736	654,854	702,595	749,816
29 Other Jurisdictional Differences - Net					
30 Other Liabilities				8,346	23,498
31 Total Other Liab. and Def. Credits	2,585,088	2,845,174	2,922,115	3,055,246	3,314,542
STOCKHOLDER'S EQUITY					
32 Common Stock	587,737	587,737	587,737	587,737	587,737
33 Preferred Stock					
34 Other Paid in Capital					
35 Retained Earnings	28,335,568	25,955,697	22,279,024	21,504,761	21,587,911
36 Total Stockholder's Equity	28,923,305	26,543,434	22,866,761	22,092,498	22,175,648
37 Total Liab. and Stockholder's Equity	\$42,605,752	\$34,693,851	\$28,378,713	\$26,389,098	\$26,113,061

Empire Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$972,949	\$992,857	\$1,021,614	\$997,866	\$1,007,864
Network Access Services	2,926,434	3,038,897	2,883,322	2,832,659	2,746,590
Long Distance Network Services	845	1,163	1,419	1,282	2,296
Miscellaneous Revenues	521,912	461,368	536,954	489,105	482,414
Less: Uncollectible Revenues	(5,926)	6,000	6,515	6,000	6,000
Total Operating Revenues	4,428,066	4,488,285	4,436,794	4,314,912	4,233,164
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	13,380	20,850	6,353	41,713	50,611
General Support Expenses	379,008	385,405	460,496	374,456	409,150
Central Office Switching	204,529	159,998	107,900	258,935	437,743
Operator Systems Expense					
Central Office Transmission	75,616	143,601	114,651	112,518	77,406
Info. Origination/Termination		61	307		351
Cable & Wire Facilities	472,487	386,638	395,739	376,764	483,053
Total Plant Specific Operations	1,145,020	1,096,553	1,085,446	1,164,386	1,458,314
Other Plant, Property & Equipment				533	
Network Operations	559,302	535,999	438,928	579,865	570,174
Access Expense	121,596	159,185	146,276	112,140	150,126
Depreciation and Amortization	1,225,648	1,176,210	1,132,388	1,256,349	1,231,427
Total Plant Non-Specific Operations	1,906,546	1,871,394	1,717,592	1,948,887	1,951,727
Marketing Expense	9,061	19,721	41,053	14,439	14,713
Services Expense	439,669	411,989	493,433	440,706	396,096
Total Customer Operations	448,730	431,710	534,486	455,145	410,809
Executive & Planning	613,787	429,944	426,523	332,411	303,490
General & Administrative	465,664	429,676	425,137	394,509	380,557
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,079,451	859,620	851,660	726,920	684,047
Total Operations Expense	4,579,747	4,259,277	4,189,184	4,295,338	4,504,897
Other Operating Income & Expenses	(36)	(50)	107		(2,656)
State & Local Income Taxes	133,473	79,771	92,454	96,589	133,168
Other Taxes	197,442	173,636	217,578	182,389	182,222
Net Operating Income Before FIT	(482,632)	(24,449)	(62,315)	(259,404)	(589,779)
Investment Tax Credits - Net					
Federal Income Taxes		11,487	59,699	42,021	(66,720)
Provision - Def. Operating Income Taxes - Net	(166,561)	(58,941)	(97,899)	(134,931)	(133,147)
Net Operating Income	(\$316,071)	\$23,005	(\$24,115)	(\$166,494)	(\$389,912)

Empire Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$316,071)	\$23,005	(\$24,115)	(\$166,494)	(\$389,912)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	61,318	76,131	48,443	70,133	73,794
39 Interest Income	20,635	1,610	24,831	32,115	27,796
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	2,898,354	2,736,561	797,426	105,852	(35,019)
44 Other Non-Operating Income	162,607	25,865	(80,314)	28,855	270,036
45 Special Charges	15,350	(7,304)	18,908	23,302	26,994
46 Total Non-Operating Income & Expenses	3,127,564	2,847,471	771,478	213,653	309,613
NON-OPERATING TAXES					
47 Federal Income Taxes	27,762	(91,947)	(20,865)	18,479	99,142
48 Other	32	38,066			
49 Total Non-Operating Taxes	27,794	(53,881)	(20,865)	18,479	99,142
50 Income Available Before Interest Charges	2,783,699	2,924,357	768,228	28,680	(179,441)
INTEREST CHARGES					
51 Interest on Funded Debt	33,307	30,945	796		
52 Other Interest Expense	146,626	89,660	54,804	20,299	12,382
53 Total Interest Charges	179,933	120,605	55,600	20,299	12,382
54 Income Before Extraordinary & Nonreg Items	2,603,766	2,803,752	712,628	8,381	(191,823)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$2,603,766	\$2,803,752	\$712,628	\$8,381	(\$191,823)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	20,066,145	19,496,068	19,580,866	\$19,678,337	\$19,835,141
60 Transferred from Income	(294,588)	67,191	(84,798)	(97,471)	(156,804)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments	5,911	502,886			
65 Ending Year Balance	19,777,468	20,066,145	19,496,068	19,580,866	19,678,337
66 Appropriated/Undistr Affiliate Retained Earnings	8,558,101	5,889,552	2,782,956	1,923,895	1,909,574
67 Total Retained Earnings	\$28,335,569	\$25,955,697	\$22,279,024	\$21,504,761	\$21,587,911

Fishers Island Telephone Corporation
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments			\$11,168	\$23,329	\$113,359
2 Accounts Receivable (Net)	98,418	161,033	92,156	117,646	110,083
3 Current Deferred Income Taxes					
4 Other Current Assets	168,678	98,339	44,312	50,392	29,155
5 Total Current Assets	267,096	259,372	147,636	191,367	252,597
NON-CURRENT ASSETS					
6 Investments	688,817	1,004,106	1,207,648	981,630	767,348
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	76,000	109,000	105,000	20,877	
11 Other Non-Current Assets	4,842	4,842			
12 Total Non-Current Assets	769,659	1,117,948	1,312,648	1,002,507	767,348
REGULATED PLANT					
13 Total Telecommunications Plant	2,911,287	2,848,539	2,685,806	3,215,938	2,658,757
14 Less: Accumulated Depr and Amort.	1,283,540	1,136,401	1,104,364	1,935,003	1,862,846
15 Net Regulated Plant	1,627,747	1,712,138	1,581,442	1,280,935	795,911
16 Total Assets & Other Debits	\$2,664,502	\$3,089,458	\$3,041,726	\$2,474,809	\$1,815,856
CURRENT LIABILITIES					
17 Accounts Payable	\$40,969	\$90,008	\$275,774	\$91,564	\$112,941
18 Notes Payable	60,501	70,554			
19 Advanced Billings					
20 Customer Deposits	2,345	3,563	5,156	2,913	2,012
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	18,972	18,562	14,461	23,058	4,954
24 Total Current Liabilities	122,787	182,687	295,391	117,535	119,907
LONG-TERM DEBT					
25 Long-Term Debt	672,750	742,500	832,500	550,000	
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	309,949	302,878	226,000	128,095	52,109
28 Other Deferred Credits				53,858	51,592
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	309,949	302,878	226,000	181,953	103,701
STOCKHOLDER'S EQUITY					
32 Common Stock	78,518	78,518	78,518	78,518	78,518
33 Preferred Stock					
34 Other Paid in Capital					
35 Retained Earnings	1,480,498	1,782,875	1,609,317	1,546,803	1,513,730
36 Total Stockholder's Equity	1,559,016	1,861,393	1,687,835	1,625,321	1,592,248
37 Total Liab. and Stockholder's Equity	\$2,664,502	\$3,089,458	\$3,041,726	\$2,474,809	\$1,815,856

Fishers Island Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$256,658	\$260,024	\$271,524	\$294,491	\$296,559
Network Access Services	896,875	994,583	628,509	669,452	469,135
Long Distance Network Services	3,254				
Miscellaneous Revenues	720,051	720,918	720,293	549,999	466,500
Less: Uncollectible Revenues	1,825			(559)	(1,551)
Total Operating Revenues	1,875,013	1,975,525	1,620,326	1,514,501	1,233,745
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	90,236	55,640	38,336	6,757	
General Support Expenses	120,227	105,452	125,528	86,941	155,616
Central Office Switching	32,408	37,768		13,039	60,276
Operator Systems Expense					
Central Office Transmission	92,583	89,665	126,351	191,676	93,288
Info. Origination/Termination					
Cable & Wire Facilities	127,201	144,473	45,154	84,975	154,223
Total Plant Specific Operations	462,655	432,998	335,369	383,388	463,403
Other Plant, Property & Equipment	9,089	11,114	23,698	14,241	8,340
Network Operations	176,850	140,894	126,665	158,948	163,116
Access Expense	37,756	53,021	49,986	133,619	
Depreciation and Amortization	166,068	134,560	146,813	115,270	76,938
Total Plant Non-Specific Operations	389,763	339,589	347,162	422,078	248,394
Marketing Expense	12,174	1,217	7,495		
Services Expense	52,730	55,026	40,065	55,928	33,237
Total Customer Operations	64,904	56,243	47,560	55,928	33,237
Executive & Planning	74,335	63,902	38,137	78,596	66,622
General & Administrative	599,654	702,948	657,472	439,655	361,114
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	673,989	766,850	695,609	518,251	427,736
Total Operations Expense	1,591,311	1,595,680	1,425,700	1,379,645	1,172,770
Other Operating Income & Expenses					
State & Local Income Taxes	77,572	74,587	48,778	63,840	49,305
Other Taxes	29,215	28,906	28,666	751	
Net Operating Income Before FIT	176,915	276,352	117,182	70,265	11,670
Investment Tax Credits - Net					
Federal Income Taxes					
Provision - Def. Operating Income Taxes - Net	40,071	72,878	13,782	29,319	(10,283)
Net Operating Income	\$136,844	\$203,474	\$103,400	\$40,946	\$21,953

Fishers Island Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$136,844	\$203,474	\$103,400	\$40,946	\$21,953
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	9,504	9,898			
39 Interest Income	3,635	1,054	4,207	1,207	1,377
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income		2,732			
45 Special Charges					513
46 Total Non-Operating Income & Expenses	13,139	13,684	4,207	1,207	864
NON-OPERATING TAXES					
47 Federal Income Taxes					
48 Other					
49 Total Non-Operating Taxes					
50 Income Available Before Interest Charges	149,983	217,158	107,607	42,153	22,817
INTEREST CHARGES					
51 Interest on Funded Debt	46,642	43,600	45,092	9,079	3,175
52 Other Interest Expense					
53 Total Interest Charges	46,642	43,600	45,092	9,079	3,175
54 Income Before Extraordinary & Nonreg Items	103,341	173,558	62,515	33,074	19,642
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$103,341	\$173,558	\$62,515	\$33,074	\$19,642
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$1,782,876	\$1,609,318	\$1,546,803	\$1,513,730	\$1,527,781
60 Transferred from Income	103,341	173,558	62,515	33,074	19,642
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock	405,718				
64 Adjustments					(33,693)
65 Ending Year Balance	1,480,499	1,782,876	1,609,318	1,546,803	1,513,730
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$1,480,499	\$1,782,875	\$1,609,317	\$1,546,803	\$1,513,730

Frontier Communications of AuSable Valley
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments					
2 Accounts Receivable (Net)	774,080	720,671	706,177	834,039	780,594
3 Current Deferred Income Taxes					
4 Other Current Assets	3,186	4,743	3,427	40,316	45,026
5 Total Current Assets	777,266	725,413	709,604	874,354	825,620
NON-CURRENT ASSETS					
6 Investments	13,092,927	12,851,814	12,317,948	11,999,966	11,055,678
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets	525,000	525,000	525,000	525,000	525,000
12 Total Non-Current Assets	13,617,927	13,376,814	12,842,948	12,524,966	11,580,678
REGULATED PLANT					
13 Total Telecommunications Plant	25,783,646	25,267,721	25,176,524	24,910,881	24,728,290
14 Less: Accumulated Depr and Amort.	23,525,339	23,022,925	22,586,109	22,180,449	21,759,380
15 Net Regulated Plant	2,258,307	2,244,796	2,590,415	2,730,432	2,968,910
16 Total Assets & Other Debits	\$16,653,501	\$16,347,023	\$16,142,966	\$16,129,752	\$15,375,209
CURRENT LIABILITIES					
17 Accounts Payable	\$1,285,727	\$679,781	\$673,401	\$463,934	\$531,436
18 Notes Payable					
19 Advanced Billings	84,297	87,428	99,139	109,824	117,692
20 Customer Deposits	752		30		
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	286,211	164,937	(27,044)	(11,875)	31,457
24 Total Current Liabilities	1,656,988	932,147	745,526	561,882	680,585
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	151,607	226,502	346,927	250,121	(72,172)
28 Other Deferred Credits	356,484	385,481	321,485	317,211	205,983
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	(1,250,586)	(980,409)	(677,055)	(356,438)	(163,682)
31 Total Other Liab. and Def. Credits	(742,494)	(368,426)	(8,643)	210,895	(29,872)
STOCKHOLDER'S EQUITY					
32 Common Stock					
33 Preferred Stock					
34 Other Paid in Capital	4,725,630	4,725,630	4,725,630	4,725,630	4,725,630
35 Retained Earnings	11,013,376	11,057,672	10,680,453	10,631,345	9,998,865
36 Total Stockholder's Equity	15,739,006	15,783,302	15,406,083	15,356,975	14,724,495
37 Total Liab. and Stockholder's Equity	\$16,653,500	\$16,347,023	\$16,142,966	\$16,129,752	\$15,375,209

**Frontier Communications of AuSable Valley
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$945,832	\$1,019,624	\$1,056,594	\$1,252,330	\$1,373,546
Network Access Services	76,386	880,302	1,007,843	1,465,617	1,596,380
Long Distance Network Services	4,649	2,710	1,651	1,933	(739)
Miscellaneous Revenues	809,173	971,456	1,005,054	1,165,849	1,233,525
Less: Uncollectible Revenues	8,151	19,195	18,325	(32,951)	(63,394)
Total Operating Revenues	1,827,889	2,854,897	3,052,817	3,918,679	4,266,107
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	38,695	46,151	73,379	72,039	77,404
General Support Expenses	119,811	170,827	196,771	209,741	215,390
Central Office Switching	31,755	63,520	113,741	113,378	142,288
Operator Systems Expense	36	119	392	600	191
Central Office Transmission	28,279	28,798	41,875	84,158	15,173
Info. Origination/Termination	80,814	68,067	103,949	87,089	76,108
Cable & Wire Facilities	207,902	125,927	161,964	264,160	184,126
Total Plant Specific Operations	507,293	503,409	692,070	831,166	710,680
Other Plant, Property & Equipment	1,762	6,619	7,349	4,571	(12)
Network Operations	174,954	189,103	322,158	221,517	301,172
Access Expense	102,280	94,810	97,681	107,988	106,841
Depreciation and Amortization	531,562	522,888	451,444	506,095	617,407
Total Plant Non-Specific Operations	810,559	813,420	878,631	840,171	1,025,408
Marketing Expense	94,487	163,845	288,022	227,611	182,964
Services Expense	81,944	262,626	467,971	321,116	357,709
Total Customer Operations	176,432	426,471	755,992	548,727	540,672
Executive & Planning	16,920	55,455	62,334	86,957	69,286
General & Administrative	146,976	212,065	371,352	379,092	359,024
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	163,896	267,520	433,685	466,049	428,310
Total Operations Expense	1,658,180	2,010,820	2,760,379	2,686,113	2,705,071
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	300,816	208,734	240,107	221,310	196,557
Net Operating Income Before FIT	(131,107)	635,343	52,331	1,011,257	1,364,479
Investment Tax Credits - Net					
Federal Income Taxes	(9,136)	326,220	(276,268)	(208,038)	(93,301)
Provision - Def. Operating Income Taxes - Net	(64,839)	(75,927)	102,302	322,293	317,723
Net Operating Income	(\$57,132)	\$385,050	\$226,297	\$897,002	\$1,140,057

317 C

Frontier Communications of AuSable Valley
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$57,132)	\$385,050	\$226,297	\$897,002	\$1,140,057
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income					
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	1,282	1,160	1,046	943	831
45 Special Charges		8	9	3	151
46 Total Non-Operating Income & Expenses	1,282	1,151	1,037	940	680
NON-OPERATING TAXES					
47 Federal Income Taxes	(22,587)		168,731	255,893	327,870
48 Other					
49 Total Non-Operating Taxes	(22,587)		168,731	255,893	327,870
50 Income Available Before Interest Charges	(33,263)	386,202	58,602	642,049	812,867
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	11,034	8,982	9,494	9,570	9,248
53 Total Interest Charges	11,034	8,982	9,494	9,570	9,248
54 Income Before Extraordinary & Nonreg Items	(44,297)	377,219	49,108	632,479	803,619
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	(\$44,297)	\$377,219	\$49,108	\$632,479	\$803,619
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$11,057,672	\$10,680,452	\$10,631,344	\$9,998,865	\$9,195,247
60 Transferred from Income	(44,297)	377,219	49,108	632,479	803,618
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	11,013,375	11,057,672	10,680,452	10,631,344	9,998,865
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$11,013,375	\$11,057,672	\$10,680,453	\$10,631,345	\$9,998,865

Frontier Communications of New York
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments		(\$301)	(\$540)	(\$301)	(\$373)
2 Accounts Receivable (Net)	6,287,293	6,380,345	7,720,463	9,611,408	9,568,885
3 Current Deferred Income Taxes					
4 Other Current Assets			(1,357,853)	(184,629)	633,868
5 Total Current Assets	6,287,293	6,380,043	6,362,071	9,426,478	10,202,380
NON-CURRENT ASSETS					
6 Investments	159,907,501	159,060,366	156,450,095	140,900,445	120,245,312
7 Unamortized Debt Issuance Costs					
8 Deferred Charges	2,717,664	2,717,664	2,717,664	2,717,664	2,717,664
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets	6,190,000	6,190,000	6,190,000	6,190,000	6,190,000
12 Total Non-Current Assets	168,815,165	167,968,030	165,357,759	149,808,109	129,152,976
REGULATED PLANT					
13 Total Telecommunications Plant	201,983,348	200,905,176	200,596,634	197,541,037	195,987,734
14 Less: Accumulated Depr and Amort.	178,951,453	175,540,736	172,797,447	169,583,231	166,182,804
15 Net Regulated Plant	23,031,895	25,364,440	27,799,187	27,957,805	29,804,930
16 Total Assets & Other Debits	\$198,134,352	\$199,712,513	\$199,519,016	\$187,192,393	\$169,160,285
CURRENT LIABILITIES					
17 Accounts Payable	\$3,942,277	\$7,044,544	\$10,548,568	\$6,448,997	\$5,500,358
18 Notes Payable					
19 Advanced Billings	486,633	481,558	542,036	563,435	618,329
20 Customer Deposits	1,975	(166)	(658)	(228)	(149)
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	4,287,139	3,175,363	788,068	855,543	570,070
24 Total Current Liabilities	8,718,024	10,701,299	11,878,014	7,867,747	6,688,608
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	36,442,791	36,701,014	36,956,240	33,317,292	23,915,810
28 Other Deferred Credits	6,022,906	5,621,472	5,395,238	5,176,877	4,976,666
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	22,817,705	20,721,508	19,145,198	17,995,086	16,990,402
31 Total Other Liab. and Def. Credits	65,283,402	63,043,994	61,496,675	56,489,255	45,882,878
STOCKHOLDER'S EQUITY					
32 Common Stock	2,280,411	2,280,411	2,280,411	2,280,411	2,280,411
33 Preferred Stock					
34 Other Paid in Capital	63,236,046	63,236,046	63,236,046	63,236,046	63,236,046
35 Retained Earnings	58,616,469	60,450,765	60,627,870	57,318,934	51,072,342
36 Total Stockholder's Equity	124,132,926	125,967,221	126,144,327	122,835,391	116,588,799
37 Total Liab. and Stockholder's Equity	\$198,134,351	\$199,712,513	\$199,519,016	\$187,192,393	\$169,160,285

Frontier Communications of New York
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$7,170,699	\$7,644,197	\$8,069,381	\$8,700,903	\$9,679,897
Network Access Services	9,614,381	12,039,146	12,919,145	15,611,466	17,718,232
Long Distance Network Services	4,021	(6,006)	(5,889)	(7,001)	(25,901)
Miscellaneous Revenues	7,987,043	8,667,759	9,466,475	12,320,443	11,771,006
Less: Uncollectible Revenues	260,209	315,509	440,332	475,475	183,696
Total Operating Revenues	24,515,935	28,029,587	30,008,780	36,150,336	38,959,538
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	274,231	212,290	356,110	430,306	418,424
General Support Expenses	779,127	1,109,869	872,017	980,454	1,059,123
Central Office Switching	382,425	548,386	559,964	401,600	467,844
Operator Systems Expense	387	910	2,433	3,587	1,248
Central Office Transmission	773,056	919,712	567,101	632,011	518,992
Info. Origination/Termination	635,212	805,890	502,676	2,185,440	694,032
Cable & Wire Facilities	2,962,718	1,983,220	1,456,692	1,457,581	1,207,258
Total Plant Specific Operations	5,807,156	5,580,277	4,316,993	6,090,979	4,366,921
Other Plant, Property & Equipment	(225)	2,862	7,987	(482)	(54)
Network Operations	1,952,689	1,853,172	2,167,921	1,510,436	1,728,890
Access Expense	5,449,646	5,840,474	1,879,759	1,791,650	1,818,058
Depreciation and Amortization	3,459,970	3,705,311	3,767,035	4,764,070	4,941,558
Total Plant Non-Specific Operations	10,862,081	11,401,820	7,822,702	8,065,674	8,488,453
Marketing Expense	962,778	1,205,130	1,585,178	1,326,245	1,113,532
Services Expense	1,505,108	2,558,186	3,126,854	2,792,365	3,125,510
Total Customer Operations	2,467,887	3,763,316	4,712,032	4,118,610	4,239,042
Executive & Planning	180,483	512,524	352,580	493,790	408,936
General & Administrative	1,593,568	1,972,337	2,546,581	2,791,987	2,402,825
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,774,051	2,484,862	2,899,161	3,285,777	2,811,761
Total Operations Expense	20,911,174	23,230,275	19,750,888	21,561,039	19,906,176
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	3,646,071	2,401,020	3,036,261	2,977,559	2,632,207
Net Operating Income Before FIT	(41,310)	2,398,292	7,221,631	11,611,737	16,421,154
Investment Tax Credits - Net					
Federal Income Taxes	242,895	189,523	(2,281,928)	(6,038,079)	(5,169,227)
Provision - Def. Operating Income Taxes - Net	(150,977)	154,985	3,891,212	9,553,550	9,641,440
Net Operating Income	(\$133,228)	\$2,053,784	\$5,612,347	\$8,096,266	\$11,948,942

Frontier Communications of New York
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$133,228)	\$2,053,784	\$5,612,347	\$8,096,266	\$11,948,942
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income					
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction			23,599	4,293	2,236
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	351,201	366,605	332,876	294,725	245,322
45 Special Charges	664,167	602,158	546,038	494,996	449,461
46 Total Non-Operating Income & Expenses	(312,966)	(235,552)	(189,563)	(195,977)	(201,903)
NON-OPERATING TAXES					
47 Federal Income Taxes	(799,555)		295,802		801,346
48 Other					
49 Total Non-Operating Taxes	(799,555)		295,802		801,346
50 Income Available Before Interest Charges	353,361	1,818,232	5,126,983	7,900,288	10,945,693
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	2,187,656	1,995,337	1,818,048	1,653,696	1,502,211
53 Total Interest Charges	2,187,656	1,995,337	1,818,048	1,653,696	1,502,211
54 Income Before Extraordinary & Nonreg Items	(1,834,295)	(177,105)	3,308,935	6,246,592	9,443,481
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues	31,680	(1,139,699)	2,623,677	3,469,072	3,643,404
57 Total Extraordinary & Nonregulated Items	31,680	(1,139,699)	2,623,677	3,469,072	3,643,404
58 Net Income	(\$1,802,615)	(\$1,316,805)	\$5,932,611	\$9,715,663	\$13,086,885
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$60,450,764	\$60,627,870	\$57,318,934	\$51,072,342	\$41,628,860
60 Transferred from Income	(\$1,834,295)	(\$177,105)	\$3,308,935	6,246,592	9,443,481
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	58,616,468	60,450,765	60,627,870	57,318,934	51,072,342
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$58,616,468	\$60,450,765	\$60,627,870	\$57,318,934	\$51,072,342

Rochester Telephone Corporation
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$3,175,809	\$5,976,579	\$4,640,227	\$2,203,973	\$1,858,363
2 Accounts Receivable (Net)	46,614,372	53,650,054	58,265,142	37,420,762	30,740,794
3 Current Deferred Income Taxes					
4 Other Current Assets	734,669	1,005,760	1,227,300	5,279,690	5,764,726
5 Total Current Assets	50,524,850	60,632,393	64,132,669	44,904,425	38,363,883
NON-CURRENT ASSETS					
6 Investments	478,167,963	492,577,551	478,060,977	459,850,068	451,201,172
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets	183,584,000	183,584,000	183,584,000	183,584,000	183,584,000
12 Total Non-Current Assets	661,751,963	676,161,551	661,644,977	643,434,068	634,785,172
REGULATED PLANT					
13 Total Telecommunications Plant	1,602,559,988	1,590,570,208	1,583,762,126	1,562,169,848	1,544,784,573
14 Less: Accumulated Depr and Amort.	1,445,536,944	1,408,573,903	1,378,890,806	1,347,714,756	1,314,012,378
15 Net Regulated Plant	157,023,044	181,996,305	204,871,320	214,455,092	230,772,195
16 Total Assets & Other Debits	\$869,299,858	\$918,790,249	\$930,648,965	\$902,793,584	\$903,921,251
CURRENT LIABILITIES					
17 Accounts Payable	\$25,922,482	\$51,672,697	\$60,123,549	\$35,514,711	\$39,961,427
18 Notes Payable					
19 Advanced Billings	2,992,196	3,937,081	2,580,066	2,865,638	3,177,654
20 Customer Deposits	23,450	740	26,715	101	154
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	10,964,592	8,656,800	(261,065)	1,789,682	2,578,731
24 Total Current Liabilities	39,902,721	64,267,318	62,469,265	40,170,133	45,717,965
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	135,742,735	137,357,024	140,431,088	132,334,381	111,464,693
28 Other Deferred Credits	(47,675,135)	(43,061,433)	(38,970,687)	(35,536,400)	(31,979,365)
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	243,101,427	225,351,963	208,891,720	193,580,030	179,347,045
31 Total Other Liab. and Def. Credits	331,169,028	319,647,554	310,352,121	290,378,011	258,832,373
STOCKHOLDER'S EQUITY					
32 Common Stock					
33 Preferred Stock					
34 Other Paid in Capital	451,236,610	451,236,610	451,236,610	451,236,610	451,236,610
35 Retained Earnings	46,991,499	83,638,768	106,590,969	121,008,830	148,134,302
36 Total Stockholder's Equity	498,228,109	534,875,378	557,827,579	572,245,441	599,370,912
37 Total Liab. and Stockholder's Equity	\$869,299,858	\$918,790,249	\$930,648,965	\$902,793,584	\$903,921,251

Rochester Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$40,170,504	\$45,831,790	\$50,411,201	\$56,803,921	\$64,927,326
Network Access Services	53,873,176	58,478,026	63,383,781	70,098,255	74,995,219
Long Distance Network Services	4,483	10,838	135,401	180,100	194,858
Miscellaneous Revenues	43,361,902	50,029,097	58,155,371	58,847,938	60,508,971
Less: Uncollectible Revenues	1,555,062	2,330,235	1,706,821	1,840,233	1,700,821
Total Operating Revenues	135,855,003	152,019,516	170,378,933	184,089,981	198,925,554
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	2,516,027	2,387,988	3,445,019	4,006,571	3,676,776
General Support Expenses	7,302,644	9,799,541	9,275,861	9,421,687	12,868,077
Central Office Switching	2,301,058	5,925,392	6,150,671	4,892,978	5,340,237
Operator Systems Expense	2,038	5,113	26,779	33,379	20,787
Central Office Transmission	6,530,475	6,056,443	3,361,011	3,375,731	3,167,457
Info. Origination/Termination	4,367,858	4,775,440	4,307,575	4,400,676	6,277,811
Cable & Wire Facilities	15,468,946	18,963,223	16,357,212	18,698,571	18,204,406
Total Plant Specific Operations	38,489,046	47,913,139	42,924,128	44,829,592	49,555,550
Other Plant, Property & Equipment	(1,169)	24,589	20,678	(6,585)	(802)
Network Operations	13,343,395	17,948,763	19,570,808	15,439,047	18,264,810
Access Expense	4,880,793	4,041,146	4,167,374	3,604,807	3,695,943
Depreciation and Amortization	37,469,412	35,954,618	36,083,659	38,844,731	47,026,406
Total Plant Non-Specific Operations	55,692,431	57,969,116	59,842,518	57,882,001	68,986,357
Marketing Expense	6,053,947	8,700,060	12,300,974	10,060,942	9,095,086
Services Expense	9,869,963	17,322,210	23,132,556	21,684,794	25,193,043
Total Customer Operations	15,923,910	26,022,270	35,433,531	31,745,736	34,288,129
Executive & Planning	947,872	2,807,218	2,198,521	3,169,107	2,686,161
General & Administrative	36,944,378	19,626,749	20,191,991	18,730,843	17,687,701
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	37,892,251	22,433,966	22,390,512	21,899,950	20,373,862
Total Operations Expense	147,997,637	154,338,492	160,590,689	156,357,278	173,203,898
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	22,384,209	18,113,769	19,128,428	19,132,173	19,774,320
Net Operating Income Before FIT	(34,526,844)	(20,432,745)	(9,340,183)	8,600,530	5,947,335
Investment Tax Credits - Net					
Federal Income Taxes	(5,696,876)	(9,148,150)	(21,564,876)	(27,153,227)	(29,086,192)
Provision - Def. Operating Income Taxes - Net	(1,044,656)	(832,786)	8,656,419	20,869,687	22,544,846
Net Operating Income	(\$27,785,312)	(\$10,451,809)	\$3,568,274	\$14,884,070	\$12,488,682

Rochester Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$27,785,312)	(\$10,451,809)	\$3,568,274	\$14,884,070	\$12,488,682
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income					
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	66,705	4,692	35,344	5,617	14,070
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	4,344,686	3,995,307	3,591,905	3,295,082	3,004,551
45 Special Charges		294	1,786	236	14,818
46 Total Non-Operating Income & Expenses	4,411,391	3,999,705	3,625,463	3,300,462	3,003,803
NON-OPERATING TAXES					
47 Federal Income Taxes	(4,476,117)		6,290,620	6,062,906	4,963,317
48 Other					
49 Total Non-Operating Taxes	(4,476,117)		6,290,620	6,062,906	4,963,317
50 Income Available Before Interest Charges	(18,897,804)	(6,452,104)	903,118	12,121,626	10,529,168
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	17,749,465	16,500,098	15,320,979	14,247,098	13,238,758
53 Total Interest Charges	17,749,465	16,500,098	15,320,979	14,247,098	13,238,758
54 Income Before Extraordinary & Nonreg Items	(36,647,269)	(22,952,201)	(14,417,861)	(2,125,472)	(2,709,590)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues	22,580,048	24,611,570	27,541,124	26,553,501	24,636,897
57 Total Extraordinary & Nonregulated Items	22,580,048	24,611,570	27,541,124	26,553,501	24,636,897
58 Net Income	(\$14,067,221)	\$1,659,368	\$13,123,263	\$24,428,029	\$21,927,307
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$83,638,768	\$106,590,969	\$121,008,830	\$148,134,302	\$150,843,892
60 Transferred from Income	(36,647,269)	(22,952,201)	(14,417,861)	(2,125,471)	(2,709,590)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock				25,000,000	
64 Adjustments					
65 Ending Year Balance	46,991,499	83,638,768	106,590,969	121,008,830	148,134,302
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$46,991,499	\$83,638,768	\$106,590,969	\$121,008,830	\$148,134,302

Frontier Communications of Seneca Gorham
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments					
2 Accounts Receivable (Net)	1,262,426	865,145	322,905	349,782	325,203
3 Current Deferred Income Taxes					
4 Other Current Assets			1,596	41,416	45,077
5 Total Current Assets	1,262,426	865,145	324,501	391,198	370,281
NON-CURRENT ASSETS					
6 Investments	8,416,311	8,751,193	7,916,815	7,581,860	6,561,123
7 Unamortized Debt Issuance Costs					
8 Deferred Charges	334,165	334,165	334,165	334,165	334,165
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets					
12 Total Non-Current Assets	8,750,476	9,085,358	8,250,980	7,916,025	6,895,288
REGULATED PLANT					
13 Total Telecommunications Plant	28,779,104	27,762,535	27,664,749	27,237,634	27,275,206
14 Less: Accumulated Depr and Amort.	25,354,074	25,063,548	24,853,741	24,585,472	24,335,841
15 Net Regulated Plant	3,425,030	2,698,986	2,811,007	2,652,161	2,939,365
16 Total Assets & Other Debits	\$13,437,932	\$12,649,489	\$11,386,488	\$10,959,384	\$10,204,933
CURRENT LIABILITIES					
17 Accounts Payable	1,081,686	1,450,153	850,345	597,392	621,559
18 Notes Payable					
19 Advanced Billings	171,031	170,271	181,009	182,791	196,948
20 Customer Deposits	464		(29)	146	141
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	625,169	257,151	25,092	39,780	49,771
24 Total Current Liabilities	1,878,351	1,877,576	1,056,417	820,110	868,421
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	3,041,219	3,062,028	3,132,250	2,913,683	2,357,488
28 Other Deferred Credits	(123,112)	(109,162)	(74,135)	(58,581)	(43,728)
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	522,529	568,314	627,380	682,751	725,324
31 Total Other Liab. and Def. Credits	3,440,636	3,521,180	3,685,495	3,537,853	3,039,084
STOCKHOLDER'S EQUITY					
32 Common Stock	1	1	1	1	1
33 Preferred Stock					
34 Other Paid in Capital	5,736,563	5,736,563	5,736,563	5,736,563	5,736,563
35 Retained Earnings	2,382,380	1,514,169	908,012	864,858	560,864
36 Total Stockholder's Equity	8,118,944	7,250,733	6,644,576	6,601,422	6,297,428
37 Total Liab. and Stockholder's Equity	\$13,437,932	\$12,649,489	\$11,386,488	\$10,959,384	\$10,204,933

Frontier Communications of Seneca Gorham
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$1,037,925	\$1,102,797	\$1,159,374	\$1,231,262	\$1,347,887
Network Access Services	686,779	1,017,277	1,063,118	1,275,465	1,346,851
Long Distance Network Services	1,612	2,460	2,570	2,984	4,906
Miscellaneous Revenues	1,537,294	1,506,369	1,631,927	1,631,445	1,676,896
Less: Uncollectible Revenues	13,358	27,740	12,629	36,973	51,263
Total Operating Revenues	3,250,252	3,601,163	3,844,360	4,104,182	4,325,276
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	51,279	38,384	79,190	89,260	72,373
General Support Expenses	124,244	186,358	187,978	230,132	234,481
Central Office Switching	51,071	101,303	173,157	142,145	182,473
Operator Systems Expense	48	141	434	618	224
Central Office Transmission	98,983	94,793	86,549	86,418	91,868
Info. Origination/Termination	106,745	125,951	274,344	152,386	107,404
Cable & Wire Facilities	201,774	205,169	226,726	292,452	288,158
Total Plant Specific Operations	634,144	752,099	1,028,378	993,409	976,982
Other Plant, Property & Equipment	7,673	7,815	4,591	4,026	(570)
Network Operations	187,603	220,495	364,744	269,186	326,876
Access Expense	126,834	149,779	190,573	148,282	144,018
Depreciation and Amortization	365,539	292,375	357,279	608,678	790,643
Total Plant Non-Specific Operations	687,650	670,464	917,186	1,030,172	1,260,967
Marketing Expense	127,123	226,369	357,761	274,670	280,543
Services Expense	127,198	364,654	636,971	442,292	498,295
Total Customer Operations	254,321	591,023	994,732	716,962	778,838
Executive & Planning	22,561	70,792	74,162	104,864	85,337
General & Administrative	217,171	260,866	454,115	483,116	377,326
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	239,732	331,658	528,277	587,980	462,663
Total Operations Expense	1,815,846	2,345,244	3,468,573	3,328,524	3,479,449
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	319,071	200,533	219,311	222,116	204,316
Net Operating Income Before FIT	1,115,334	1,055,386	156,477	553,543	641,510
Investment Tax Credits - Net					
Federal Income Taxes	1,239	400,160	(495,349)	(704,802)	20,425
Provision - Def. Operating Income Taxes - Net	(7,403)	(14,034)	236,470	556,195	573,255
Net Operating Income	\$1,121,499	\$669,260	\$415,356	\$702,150	\$47,831

Frontier Communications of Seneca Gorham
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$1,121,499	\$669,260	\$415,356	\$702,150	\$47,831
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income					
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	39,548				
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	18,270	16,383	15,554	14,853	15,162
45 Special Charges		9	11	43	186
46 Total Non-Operating Income & Expenses	57,818	16,374	15,543	14,810	14,976
NON-OPERATING TAXES					
47 Federal Income Taxes	223,967		315,342	347,098	(369,327)
48 Other					
49 Total Non-Operating Taxes	223,967		315,342	347,098	(369,327)
50 Income Available Before Interest Charges	955,349	685,634	115,557	369,862	432,133
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	87,137	79,477	72,402	65,869	59,835
53 Total Interest Charges	87,137	79,477	72,402	65,869	59,835
54 Income Before Extraordinary & Nonreg Items	868,212	606,157	43,155	303,993	372,298
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$868,212	\$606,157	\$43,155	\$303,993	\$372,298
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$1,514,169	\$908,012	\$864,858	\$560,864	\$188,566
60 Transferred from Income	868,212	606,157	43,155	303,994	372,298
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	2,382,381	1,514,169	908,012	864,858	560,864
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$2,382,381	\$1,514,169	\$908,012	\$864,858	\$560,864

**Frontier Communications of Sylvan Lake
Comparative Balance Sheet
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments					
2 Accounts Receivable (Net)	720,756	793,603	780,450	957,050	1,153,965
3 Current Deferred Income Taxes					
4 Other Current Assets	604	4,213	10,023	167,871	169,831
5 Total Current Assets	721,360	797,816	790,474	1,124,921	1,323,797
NON-CURRENT ASSETS					
6 Investments	13,945,205	14,870,184	14,718,925	13,282,466	10,955,318
7 Unamortized Debt Issuance Costs					
8 Deferred Charges	277,935	277,935	277,935	277,935	277,935
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets	(321,000)	(321,000)	(321,000)	(321,000)	(321,000)
12 Total Non-Current Assets	13,902,140	14,827,119	14,675,860	13,239,401	10,912,253
REGULATED PLANT					
13 Total Telecommunications Plant	53,966,461	53,798,647	53,721,520	53,481,193	53,280,929
14 Less: Accumulated Depr and Amort.	49,023,242	48,170,445	47,411,046	46,643,979	45,748,301
15 Net Regulated Plant	4,943,219	5,628,202	6,310,475	6,837,214	7,532,628
16 Total Assets & Other Debits	\$19,566,719	\$21,253,137	\$21,776,808	\$21,201,536	\$19,768,678
CURRENT LIABILITIES					
17 Accounts Payable	1,048,606	1,326,690	1,566,953	576,728	628,884
18 Notes Payable					
19 Advanced Billings	72,653	80,946	94,515	103,072	113,786
20 Customer Deposits	95	78			
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	605,712	588,804	(62,052)	44,709	55,465
24 Total Current Liabilities	1,727,065	1,996,518	1,599,416	724,509	798,135
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	9,268,948	9,339,587	9,429,806	8,690,571	6,781,253
28 Other Deferred Credits	27,871	40,148	50,948	61,239	70,781
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	149,855	91,811	156,971	240,638	209,822
31 Total Other Liab. and Def. Credits	9,446,673	9,471,546	9,637,725	8,992,448	7,061,855
STOCKHOLDER'S EQUITY					
32 Common Stock					
33 Preferred Stock					
34 Other Paid in Capital	12,654,368	12,654,368	12,654,368	12,654,368	12,654,368
35 Retained Earnings	(4,261,387)	(2,869,295)	(2,114,700)	(1,169,788)	(745,680)
36 Total Stockholder's Equity	8,392,980	9,785,073	10,539,668	11,484,580	11,908,688
37 Total Liab. and Stockholder's Equity	\$19,566,719	\$21,253,137	\$21,776,808	\$21,201,536	\$19,768,678

**Frontier Communications of Sylvan Lake
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,**

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$1,085,582	\$1,187,001	\$1,329,104	\$1,456,506	\$1,643,706
Network Access Services	112,124	963,161	1,140,809	1,680,467	2,135,661
Long Distance Network Services	1,877	(744)	(1,900)	(1,342)	(947)
Miscellaneous Revenues	1,046,487	1,166,812	1,240,660	1,374,920	1,560,942
Less: Uncollectible Revenues	16,144	5,672	38,594	114,352	114,623
Total Operating Revenues	2,229,927	3,310,558	3,670,080	4,396,199	5,224,739
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	20,882	17,826	55,652	74,022	52,430
General Support Expenses	112,864	179,097	183,880	212,878	246,930
Central Office Switching	918,990	936,654	980,566	992,418	1,049,560
Operator Systems Expense	48	141	434	618	228
Central Office Transmission	99,292	89,133	69,578	94,912	60,038
Info. Origination/Termination	128,146	151,077	146,083	179,253	212,257
Cable & Wire Facilities	290,850	190,425	182,735	191,378	218,124
Total Plant Specific Operations	1,571,071	1,564,353	1,618,927	1,745,479	1,839,567
Other Plant, Property & Equipment	2,628	6,133	5,270	(49)	5,163
Network Operations	287,340	283,380	361,016	229,678	358,010
Access Expense	130,729	154,766	194,613	160,689	159,588
Depreciation and Amortization	853,773	877,379	907,344	1,034,225	1,054,808
Total Plant Non-Specific Operations	1,274,470	1,321,658	1,468,243	1,424,543	1,577,570
Marketing Expense	117,306	180,243	275,328	210,912	202,797
Services Expense	175,224	386,186	630,589	466,359	564,190
Total Customer Operations	292,530	566,429	905,917	677,271	766,986
Executive & Planning	22,560	70,267	70,157	100,456	83,893
General & Administrative	87,948	325,481	479,181	465,428	494,835
Provision - Uncollectible Notes Rec. Other					
Total Corporate Operations	110,508	395,749	549,338	565,884	578,728
Total Operations Expense	3,248,579	3,848,189	4,542,425	4,413,177	4,762,850
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	784,224	530,872	579,289	582,756	581,558
Net Operating Income Before FIT	(1,802,876)	(1,068,503)	(1,451,635)	(599,734)	(119,669)
Investment Tax Credits - Net					
Federal Income Taxes	(248,922)	(312,508)	(1,469,957)	(2,330,959)	(2,312,221)
Provision - Def. Operating Income Taxes - Net	(57,233)	(34,031)	792,800	1,909,318	2,002,558
Net Operating Income	(\$1,496,720)	(\$721,963)	(\$774,477)	(\$178,092)	\$189,994

Frontier Communications of Sylvan Lake
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$1,496,720)	(\$721,963)	(\$774,477)	(\$178,092)	\$189,994
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income					
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	12,278	10,800	10,290	9,542	9,216
45 Special Charges		9	10	3	183
46 Total Non-Operating Income & Expenses	12,278	10,791	10,280	9,539	9,032
NON-OPERATING TAXES					
47 Federal Income Taxes	(139,958)		141,157	219,570	287,755
48 Other					
49 Total Non-Operating Taxes	(139,958)		141,157	219,570	287,755
50 Income Available Before Interest Charges	(1,344,485)	(711,173)	(905,354)	(388,124)	(88,728)
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	47,608	43,422	39,557	35,988	32,675
53 Total Interest Charges	47,608	43,422	39,557	35,988	32,675
54 Income Before Extraordinary & Nonreg Items	(1,392,092)	(754,595)	(944,911)	(424,111)	(121,403)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues	560,805	510,423	483,100	604,955	765,085
57 Total Extraordinary & Nonregulated Items	560,805	510,423	483,100	604,955	765,085
58 Net Income	(\$831,287)	(\$244,172)	(\$461,811)	\$180,844	\$643,682
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	(\$2,869,295)	(\$2,114,700)	(\$1,169,788)	(\$745,676)	(\$624,277)
60 Transferred from Income	(1,392,092)	(754,595)	(\$944,911)	(424,111)	(121,404)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	(4,261,387)	(2,869,295)	(2,114,700)	(1,169,788)	(745,680)
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	(\$4,261,387)	(\$2,869,295)	(\$2,114,700)	(\$1,169,788)	(\$745,680)

Germantown Telephone Company, Inc.
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$603,135	\$925,346	\$1,588,010	\$1,520,699	\$54,365
2 Accounts Receivable (Net)	1,274,533	1,603,281	532,640	346,998	218,381
3 Current Deferred Income Taxes					167
4 Other Current Assets	165,828	140,950	144,454	149,967	145,144
5 Total Current Assets	2,043,496	2,669,577	2,265,104	2,017,664	418,057
NON-CURRENT ASSETS					
6 Investments	3,656,008	3,758,775	3,831,332	3,874,064	3,936,307
7 Unamortized Debt Issuance Costs					
8 Deferred Charges	364,634				
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	1,298,386	1,609,077	1,585,087	1,618,695	1,486,482
11 Other Non-Current Assets	323,407	1,344,867	1,311,459	1,271,057	2,228,556
12 Total Non-Current Assets	5,642,435	6,712,719	6,727,878	6,763,816	7,651,345
REGULATED PLANT					
13 Total Telecommunications Plant	11,414,691	10,538,413	9,927,271	9,613,070	9,361,702
14 Less: Accumulated Depr and Amort.	7,763,141	7,522,336	7,225,937	6,880,758	6,630,327
15 Net Regulated Plant	3,651,551	3,016,077	2,701,334	2,732,312	2,731,375
16 Total Assets & Other Debits	\$11,337,482	\$12,398,374	\$11,694,316	\$11,513,792	\$10,800,777
CURRENT LIABILITIES					
17 Accounts Payable	\$3,564,835	\$4,085,666	\$3,252,041	\$2,893,641	\$2,546,427
18 Notes Payable					
19 Advanced Billings		8,075	9,189	11,092	11,833
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	54,321	152,361	(7,932)	(6,855)	28,824
24 Total Current Liabilities	3,619,155	4,246,102	3,253,298	2,897,877	2,587,085
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	562,510	453,328	505,375	527,454	538,238
28 Other Deferred Credits					489
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	1,234,548	1,329,659	1,393,761	1,468,154	1,450,243
31 Total Other Liab. and Def. Credits	1,797,058	1,782,987	1,899,136	1,995,608	1,988,970
STOCKHOLDER'S EQUITY					
32 Common Stock	80,000	80,000	80,000	80,000	80,000
33 Preferred Stock					
34 Other Paid in Capital	(586,304)	(593,580)	(605,137)	(634,834)	(569,376)
35 Retained Earnings	6,427,573	6,882,865	7,067,019	7,175,141	6,714,098
36 Total Stockholder's Equity	5,921,269	6,369,285	6,541,882	6,620,307	6,224,722
37 Total Liab. and Stockholder's Equity	\$11,337,483	\$12,398,374	\$11,694,316	\$11,513,792	\$10,800,777

Germantown Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$717,971	\$732,083	\$738,203	\$696,194	\$691,897
Network Access Services	1,480,579	1,446,792	1,590,701	1,347,714	1,423,176
Long Distance Network Services	486,352	482,764	359,240		
Miscellaneous Revenues	225,441	228,929	235,126	271,331	222,879
Less: Uncollectible Revenues	1,300	911	718	810	517
Total Operating Revenues	2,909,042	2,889,657	2,922,552	2,314,429	2,337,436
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	7,696	5,502	6,435	(3,158)	7,534
General Support Expenses	308,102	345,258	275,869	263,432	272,095
Central Office Switching	132,935	125,381	126,931	113,840	124,604
Operator Systems Expense					
Central Office Transmission	282,268	230,635	233,609	219,878	211,285
Info. Origination/Termination	19,362	28,563	25,416	30,237	23,083
Cable & Wire Facilities	147,093	133,682	168,825	119,638	131,623
Total Plant Specific Operations	897,455	869,022	837,085	743,868	770,224
Other Plant, Property & Equipment		(607)			50
Network Operations	293,286	294,111	305,559	268,499	268,395
Access Expense	85,403	95,614	94,229	65,487	83,784
Depreciation and Amortization	397,499	393,348	388,519	409,870	372,570
Total Plant Non-Specific Operations	776,188	782,467	788,307	743,856	724,799
Marketing Expense	84,646	69,565	53,555	37,790	46,729
Services Expense	227,361	211,792	219,601	234,439	234,038
Total Customer Operations	312,007	281,357	273,156	272,228	280,768
Executive & Planning	251,201	253,492	356,439	239,991	266,067
General & Administrative	878,132	752,418	708,776	620,285	629,068
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,129,333	1,005,910	1,065,215	860,276	895,134
Total Operations Expense	3,114,983	2,938,755	2,963,763	2,620,229	2,670,925
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	120,674	119,609	116,629	104,701	100,964
Net Operating Income Before FIT	(326,614)	(168,707)	(157,839)	(410,501)	(434,453)
Investment Tax Credits - Net					
Federal Income Taxes	(46,462)	20,277	(49,308)	(28,316)	5,563
Provision - Def. Operating Income Taxes - Net	30,307	(81,991)	(3,770)	(111,472)	(154,614)
Net Operating Income	(\$310,459)	(\$106,993)	(\$104,761)	(\$270,712)	(\$285,402)

Germantown Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$310,459)	(\$106,993)	(\$104,761)	(\$270,712)	(\$285,402)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	2,068	9,967	27,598	16,365	521
39 Interest Income	7,876	3,584	1,526	5,075	1
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	(102,766)	(72,557)	(42,731)	(62,243)	(171,187)
44 Other Non-Operating Income		(26,106)	384	563	414
45 Special Charges	(19,334)	(15,915)	(25,561)	(784,589)	(67,994)
46 Total Non-Operating Income & Expenses	(73,488)	(69,197)	12,338	744,349	(102,256)
NON-OPERATING TAXES					
47 Federal Income Taxes	15,499	(5,610)	5,468	2,363	(3,351)
48 Other					
49 Total Non-Operating Taxes	15,499	(5,610)	5,468	2,363	(3,351)
50 Income Available Before Interest Charges	(399,446)	(170,580)	(97,892)	471,274	(384,307)
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	45,614	3,341			
53 Total Interest Charges	45,614	3,341			
54 Income Before Extraordinary & Nonreg Items	(445,061)	(173,921)	(97,892)	471,274	(384,307)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	(\$445,061)	(\$173,921)	(\$97,892)	\$471,274	(\$384,307)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$5,649,842	\$5,761,438	\$5,826,828	\$5,303,542	\$5,527,775
60 Transferred from Income	(342,295)	(101,366)	(55,160)	533,516	(213,118)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock	10,230	10,230	10,230	10,230	11,115
64 Adjustments					
65 Ending Year Balance	5,297,317	5,649,842	5,761,438	5,826,828	5,303,542
66 Appropriated/Undistr Affiliate Retained Earnings	1,130,258	1,233,024	1,305,582	1,348,313	1,410,556
67 Total Retained Earnings	\$6,427,575	\$6,882,865	\$7,067,019	\$7,175,141	\$6,714,098

**Hancock Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$278,932	\$205,188	\$196,425	\$206,444	\$288,663
2 Accounts Receivable (Net)	394,865	298,367	95,134	158,326	148,082
3 Current Deferred Income Taxes	31,533	49,223	53,451	57,319	76,875
4 Other Current Assets	1,929,175	1,830,395	1,737,677	1,706,940	1,567,666
5 Total Current Assets	2,634,505	2,383,173	2,082,687	2,129,029	2,081,286
NON-CURRENT ASSETS					
6 Investments	2,938,851	2,737,670	2,568,688	2,395,555	2,164,196
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	237,200	342,069	358,807	371,227	383,228
11 Other Non-Current Assets					
12 Total Non-Current Assets	3,176,051	3,079,739	2,927,495	2,766,782	2,547,424
REGULATED PLANT					
13 Total Telecommunications Plant	6,062,162	5,410,008	5,235,416	5,061,166	5,026,550
14 Less: Accumulated Depr and Amort.	4,461,753	4,326,844	4,161,314	4,061,047	4,020,635
15 Net Regulated Plant	1,600,409	1,083,164	1,074,102	1,000,119	1,005,915
16 Total Assets & Other Debits	\$7,410,965	\$6,546,076	\$6,084,284	\$5,895,930	\$5,634,625
CURRENT LIABILITIES					
17 Accounts Payable	2,393,982	2,270,051	2,036,559	1,763,993	1,595,870
18 Notes Payable	198,410	164,861			87,000
19 Advanced Billings	178,125				
20 Customer Deposits					
21 Current Maturities - Long-Term Debt	56,295		1,182	6,481	7,872
22 Current Deferred Income Taxes					
23 Other Current Liabilities	92,331	60,636	22,867	92,577	123,045
24 Total Current Liabilities	2,919,143	2,495,548	2,060,608	1,863,051	1,813,787
LONG-TERM DEBT					
25 Long-Term Debt	503,576			1,183	7,665
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	85,455	130,141	182,212	182,994	198,253
28 Other Deferred Credits	585,561	708,179	754,361	788,374	821,166
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	310,192	310,192	310,192	310,192	310,192
31 Total Other Liab. and Def. Credits	981,208	1,148,512	1,246,765	1,281,560	1,329,611
STOCKHOLDER'S EQUITY					
32 Common Stock	60,000	60,000	60,000	60,000	60,000
33 Preferred Stock					
34 Other Paid in Capital	(950,752)	(950,752)	(950,752)	(950,752)	(950,752)
35 Retained Earnings	3,897,790	3,792,768	3,667,663	3,640,888	3,374,314
36 Total Stockholder's Equity	3,007,038	2,902,016	2,776,911	2,750,136	2,483,562
37 Total Liab. and Stockholder's Equity	\$7,410,965	\$6,546,076	\$6,084,284	\$5,895,930	\$5,634,625

Hancock Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$409,691	\$421,886	\$415,047	\$420,038	\$419,685
Network Access Services	1,037,291	1,066,339	1,127,005	1,134,786	1,189,783
Long Distance Network Services	29	21	22	29	37
Miscellaneous Revenues	85,819	69,563	72,038	76,744	110,337
Less: Uncollectible Revenues	1,200	1,200	1,200	1,200	1,200
Total Operating Revenues	1,531,630	1,556,609	1,612,912	1,630,397	1,718,642
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	5,078	4,272	6,312	10,207	13,689
General Support Expenses	93,277	89,354	76,813	88,080	113,775
Central Office Switching	234,282	238,771	256,824	234,251	269,200
Operator Systems Expense					
Central Office Transmission	69,200	66,011	63,474	63,466	67,742
Info. Origination/Termination					
Cable & Wire Facilities	199,266	198,061	222,903	208,978	218,376
Total Plant Specific Operations	601,103	596,469	626,326	604,982	682,782
Other Plant, Property & Equipment					
Network Operations	21,729	21,704	25,828	24,550	24,350
Access Expense	40,482	44,892	72,752	55,839	45,562
Depreciation and Amortization	148,297	150,537	126,938	121,618	118,268
Total Plant Non-Specific Operations	210,508	217,133	225,518	202,007	188,180
Marketing Expense	12,208	11,054	10,271	9,784	9,697
Services Expense	157,215	149,844	160,523	154,868	146,995
Total Customer Operations	169,423	160,898	170,794	164,652	156,692
Executive & Planning	172,235	174,775	187,510	166,740	185,184
General & Administrative	413,766	423,459	439,212	382,799	376,649
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	586,001	598,234	626,722	549,539	561,833
Total Operations Expense	1,567,035	1,572,734	1,649,360	1,521,180	1,589,487
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	83,888	79,889	80,004	76,917	79,319
Net Operating Income Before FIT	(119,293)	(96,014)	(116,452)	32,300	49,836
Investment Tax Credits - Net					
Federal Income Taxes	(12,500)	(10,000)	(56,000)	6,000	
Provision - Def. Operating Income Taxes - Net	(13,909)	(48,699)	2,044	3,156	(17,276)
Net Operating Income	(\$92,884)	(\$37,315)	(\$62,496)	\$23,144	\$67,112

Hancock Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$92,884)	(\$37,315)	(\$62,496)	\$23,144	\$67,112
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	289	228	223	252	264
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	46,322	4,389			
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	201,181	168,982	173,133	231,359	172,245
44 Other Non-Operating Income					
45 Special Charges	(16,296)	(20,837)	37,522	(60,498)	16,447
46 Total Non-Operating Income & Expenses	264,088	194,436	135,834	292,109	156,062
NON-OPERATING TAXES					
47 Federal Income Taxes	10,570	17,594	13,462	13,142	12,343
48 Other					
49 Total Non-Operating Taxes	10,570	17,594	13,462	13,142	12,343
50 Income Available Before Interest Charges	160,634	139,527	59,876	302,111	210,831
INTEREST CHARGES					
51 Interest on Funded Debt	19,792	12	234	774	1,294
52 Other Interest Expense	35,820	14,410	11,042	12,938	17,062
53 Total Interest Charges	55,612	14,422	11,276	13,712	18,356
54 Income Before Extraordinary & Nonreg Items	105,022	125,105	48,600	288,399	192,475
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$105,022	\$125,105	\$48,600	\$288,399	\$192,475
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$1,055,098	\$1,098,975	\$1,245,333	\$1,210,118	\$1,189,888
60 Transferred from Income	(96,159)	(43,877)	(124,533)	57,040	20,230
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock			21,825	21,825	
64 Adjustments					
65 Ending Year Balance	958,939	1,055,098	1,098,975	1,245,333	1,210,118
66 Appropriated/Undistr Affiliate Retained Earnings	2,938,851	2,737,670	2,568,688	2,395,555	2,164,196
67 Total Retained Earnings	\$3,897,790	\$3,792,768	\$3,667,663	\$3,640,888	\$3,374,314

Margaretville Telephone Co., Inc.
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$636,841	\$454,992	\$407,708	\$364,477	\$409,648
2 Accounts Receivable (Net)	1,119,631	1,114,523	348,203	333,147	296,000
3 Current Deferred Income Taxes	5,396	7,912	7,815	7,423	7,033
4 Other Current Assets	333,961	346,034	360,345	256,391	261,016
5 Total Current Assets	2,095,829	1,923,461	1,124,071	961,438	973,697
NON-CURRENT ASSETS					
6 Investments	1,346,827	979,922	1,782,715	1,668,051	2,119,454
7 Unamortized Debt Issuance Costs					1,034
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	324,521	35,791	41,471	47,113	52,719
11 Other Non-Current Assets	1,305,445	1,442,277	1,424,886	1,392,272	1,350,604
12 Total Non-Current Assets	2,976,793	2,457,990	3,249,072	3,107,436	3,523,811
REGULATED PLANT					
13 Total Telecommunications Plant	16,951,269	16,401,903	14,356,515	14,051,938	13,718,114
14 Less: Accumulated Depr and Amort.	12,718,523	12,281,847	11,868,317	11,804,785	11,457,612
15 Net Regulated Plant	4,232,746	4,120,056	2,488,198	2,247,153	2,260,502
16 Total Assets & Other Debits	\$9,305,368	\$8,501,507	\$6,861,341	\$6,316,027	\$6,758,010
CURRENT LIABILITIES					
17 Accounts Payable	\$1,079,473	\$2,194,788	\$1,118,013	\$552,669	\$619,835
18 Notes Payable	1,150,000				100,000
19 Advanced Billings		14,916	17,412	20,460	21,162
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	226,039	307,809	53,150	(50,146)	(50,662)
24 Total Current Liabilities	2,455,512	2,517,513	1,188,575	522,983	690,335
LONG-TERM DEBT					
25 Long-Term Debt	2,958,000				28,338
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	445,723	333,742	174,779	118,269	85,884
28 Other Deferred Credits	225,855	128,563	144,982	160,423	175,766
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	671,578	462,305	319,761	278,692	261,650
STOCKHOLDER'S EQUITY					
32 Common Stock	130,000	130,000	130,000	130,000	130,000
33 Preferred Stock					
34 Other Paid in Capital	(2,945,054)	20,680	14,167	11,014	12,718
35 Retained Earnings	6,035,332	5,371,009	5,208,838	5,373,338	5,634,969
36 Total Stockholder's Equity	3,220,278	5,521,689	5,353,005	5,514,352	5,777,687
37 Total Liab. and Stockholder's Equity	\$9,305,368	\$8,501,507	\$6,861,341	\$6,316,027	\$6,758,010

Margaretville Telephone Co., Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$675,438	\$726,784	\$750,821	\$712,364	\$647,694
Network Access Services	2,120,102	1,977,470	1,210,245	1,233,355	1,148,580
Long Distance Network Services					
Miscellaneous Revenues	257,045	285,000	300,007	284,062	277,904
Less: Uncollectible Revenues					
Total Operating Revenues	3,052,585	2,989,254	2,261,073	2,229,781	2,074,178
TELEPHONE OPERATING EXPENSES					
Network Support Expenses		7,342	1,482	1,144	957
General Support Expenses	341,427	302,701	224,583	198,806	194,561
Central Office Switching	105,521	104,135	74,258	72,393	64,372
Operator Systems Expense					
Central Office Transmission	182,030	241,825	249,812	226,257	197,908
Info. Origination/Termination	7,329	6,950	12,887	11,901	12,741
Cable & Wire Facilities	244,515	194,673	196,415	189,222	201,852
Total Plant Specific Operations	880,822	857,626	759,437	699,723	672,391
Other Plant, Property & Equipment					
Network Operations	296,227	273,165	312,166	258,220	249,595
Access Expense	64,736	71,101	83,187	76,403	65,932
Depreciation and Amortization	470,038	434,767	260,577	365,155	353,947
Total Plant Non-Specific Operations	831,001	779,033	655,930	699,778	669,474
Marketing Expense	25,110	28,932	35,075	31,216	16,515
Services Expense	413,355	382,477	380,038	325,655	305,883
Total Customer Operations	438,465	411,409	415,113	356,871	322,398
Executive & Planning	404,852	439,491	423,371	392,742	356,748
General & Administrative	579,270	574,463	678,559	714,562	582,559
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	984,122	1,013,954	1,101,930	1,107,304	939,307
Total Operations Expense	3,134,410	3,062,022	2,932,410	2,863,676	2,603,570
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	98,958	103,422	95,350	97,143	94,032
Net Operating Income Before FIT	(180,783)	(176,190)	(766,687)	(731,038)	(623,424)
Investment Tax Credits - Net					
Federal Income Taxes		(224,455)	(316,129)	(283,859)	(197,086)
Provision - Def. Operating Income Taxes - Net	(45,438)	166,347	60,136	38,479	(12,676)
Net Operating Income	(\$135,345)	(\$118,082)	(\$510,694)	(\$485,658)	(\$413,662)

Margaretville Telephone Co., Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$135,345)	(\$118,082)	(\$510,694)	(\$485,658)	(\$413,662)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	760	512	738	416	475
39 Interest Income	5,872	1,226	610	279	410
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	762,620	533,671	624,436	434,424	352,599
44 Other Non-Operating Income	174,040	7,807	7,439	16,174	53,954
45 Special Charges	76,692	146,574	11,185	6,234	5,547
46 Total Non-Operating Income & Expenses	866,600	396,642	622,038	445,059	401,891
NON-OPERATING TAXES					
47 Federal Income Taxes	(14,376)	(48,846)	(2,957)	(1,450)	(526)
48 Other					
49 Total Non-Operating Taxes	(14,376)	(48,846)	(2,957)	(1,450)	(526)
50 Income Available Before Interest Charges	745,631	327,406	114,301	(39,149)	(11,245)
INTEREST CHARGES					
51 Interest on Funded Debt	88,302	1,487	1,192	610	2,020
52 Other Interest Expense	(6,994)	(6,877)	(6,766)	(5,628)	(6,220)
53 Total Interest Charges	81,308	(5,390)	(5,574)	(5,018)	(4,200)
54 Income Before Extraordinary & Nonreg Items	664,323	332,796	119,875	(34,131)	(7,045)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$664,323	\$332,796	\$119,875	(\$34,131)	(\$7,045)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$1,948,062	\$2,319,562	\$3,108,498	\$3,804,553	\$4,391,697
60 Transferred from Income	(98,297)	(200,875)	(504,561)	(468,555)	(359,644)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock		170,625	284,375	227,500	227,500
64 Adjustments					
65 Ending Year Balance	1,849,764	1,948,062	2,319,562	3,108,498	3,804,553
66 Appropriated/Undistr Affiliate Retained Earnings	4,185,567	3,422,947	2,889,276	2,264,840	1,830,416
67 Total Retained Earnings	\$6,035,331	\$5,371,009	\$5,208,838	\$5,373,338	\$5,634,969

Middleburgh Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$736,979	\$688,292	\$824,640	\$628,625	\$609,541
2 Accounts Receivable (Net)	820,072	494,677	373,194	484,769	408,743
3 Current Deferred Income Taxes	16,327	25,624	24,589	23,484	22,325
4 Other Current Assets	1,217,003	895,781	380,927	390,535	382,307
5 Total Current Assets	2,790,381	2,104,374	1,603,350	1,527,413	1,422,916
NON-CURRENT ASSETS					
6 Investments	3,551,973	3,168,349	3,413,326	1,355,179	1,480,331
7 Unamortized Debt Issuance Costs		1,400	1,750	2,384	2,947
8 Deferred Charges	193,865				
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	643,972	1,134,963	1,361,178	1,531,243	1,566,508
11 Other Non-Current Assets	1,495,823	1,466,498	1,438,433	1,416,690	1,416,690
12 Total Non-Current Assets	5,885,633	5,771,210	6,214,687	4,305,496	4,466,476
REGULATED PLANT					
13 Total Telecommunications Plant	27,041,382	24,981,787	25,854,528	25,087,161	24,926,382
14 Less: Accumulated Depr and Amort.	18,819,888	18,344,622	21,147,869	20,486,858	20,054,842
15 Net Regulated Plant	8,221,494	6,637,165	4,706,659	4,600,303	4,871,540
16 Total Assets & Other Debits	\$16,897,508	\$14,512,749	\$12,524,696	\$10,433,212	\$10,760,932
CURRENT LIABILITIES					
17 Accounts Payable	\$733,888	\$708,668	\$399,965	\$288,638	\$261,531
18 Notes Payable	4,133,227	2,105,000	410,000	410,000	410,000
19 Advanced Billings	209,460		1,106		8,868
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	129,762	129,872	128,820	144,519	136,262
24 Total Current Liabilities	5,206,337	2,943,540	939,891	843,157	816,661
LONG-TERM DEBT					
25 Long-Term Debt	1,041,300	1,642,643	1,808,488	686,589	776,726
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	389,801	500,034	870,027	626,412	650,370
28 Other Deferred Credits	728,766	829,581	929,637	1,029,013	1,128,135
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	208,000	229,000	253,000	276,000	331,654
31 Total Other Liab. and Def. Credits	1,326,567	1,558,615	2,052,664	1,931,425	2,110,159
STOCKHOLDER'S EQUITY					
32 Common Stock	64,200	64,200	64,200	64,200	64,200
33 Preferred Stock					
34 Other Paid in Capital	(840,336)	(840,336)	(840,336)	(840,336)	(840,336)
35 Retained Earnings	10,099,440	9,144,087	8,499,789	7,748,177	7,833,522
36 Total Stockholder's Equity	9,323,304	8,367,951	7,723,653	6,972,041	7,057,386
37 Total Liab. and Stockholder's Equity	\$16,897,508	\$14,512,749	\$12,524,696	\$10,433,212	\$10,760,932

Middleburgh Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$957,671	\$1,022,962	\$1,022,416	\$987,754	\$961,358
Network Access Services	3,414,534	3,328,675	2,768,050	2,523,604	2,242,803
Long Distance Network Services					
Miscellaneous Revenues	355,543	355,535	383,090	503,931	434,921
Less: Uncollectible Revenues	6,000	1,050	1,700	4,300	3,850
Total Operating Revenues	4,721,748	4,706,122	4,171,856	4,010,989	3,635,232
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	22,179	26,482	13,851	15,231	15,410
General Support Expenses	230,193	198,102	162,077	172,608	166,948
Central Office Switching	157,302	155,916	177,093	157,116	200,519
Operator Systems Expense					
Central Office Transmission	300,082	317,408	314,940	365,561	286,669
Info. Origination/Termination	36,182	41,040	39,421	104,782	33,790
Cable & Wire Facilities	274,880	273,527	232,335	262,784	329,724
Total Plant Specific Operations	1,020,818	1,012,475	939,717	1,078,082	1,033,060
Other Plant, Property & Equipment	2,891	2,776	2,729	3,114	4,534
Network Operations	200,708	197,333	189,150	189,138	189,416
Access Expense	181,977	192,121	177,363	195,621	179,143
Depreciation and Amortization	543,086	731,442	649,830	622,464	426,749
Total Plant Non-Specific Operations	928,662	1,123,672	1,019,072	1,010,337	799,842
Marketing Expense	56,631	37,614	16,741	9,808	18,773
Services Expense	280,917	278,887	301,915	284,286	291,187
Total Customer Operations	337,548	316,501	318,656	294,094	309,960
Executive & Planning	365,822	378,646	424,885	323,889	337,540
General & Administrative	832,486	828,181	813,702	809,513	760,291
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,198,308	1,206,827	1,238,587	1,133,402	1,097,831
Total Operations Expense	3,485,336	3,659,475	3,516,032	3,515,915	3,240,693
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	336,577	343,606	339,493	338,671	333,732
Net Operating Income Before FIT	899,835	703,041	316,331	156,403	60,807
Investment Tax Credits - Net					
Federal Income Taxes	8,130	(10,712)	20,828	(918)	4,729
Provision - Def. Operating Income Taxes - Net	209,293	224,523	72,952	40,010	3,572
Net Operating Income	\$682,412	\$489,230	\$222,551	\$117,311	\$52,506

Middleburgh Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$682,412	\$489,230	\$222,551	\$117,311	\$52,506
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	951	767	1,876	1,562	1,711
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	506,177	355,360	(101,713)	(101,152)	(27,383)
44 Other Non-Operating Income	(46,202)	(38,101)	(38,101)	(74,114)	(99,886)
45 Special Charges	20,553	19,780	18,644	23,629	22,441
46 Total Non-Operating Income & Expenses	440,373	298,246	(156,582)	(197,333)	(147,999)
NON-OPERATING TAXES					
47 Federal Income Taxes	(13,103)	(30,494)	314,633	(29,861)	(38,155)
48 Other					
49 Total Non-Operating Taxes	(13,103)	(30,494)	314,633	(29,861)	(38,155)
50 Income Available Before Interest Charges	1,135,888	817,970	(248,664)	(50,161)	(57,338)
INTEREST CHARGES					
51 Interest on Funded Debt	9,510	42,507	48,745	54,889	62,215
52 Other Interest Expense	171,025	69,506	5,339	(19,705)	(29,814)
53 Total Interest Charges	180,535	112,013	54,084	35,184	32,401
54 Income Before Extraordinary & Nonreg Items	955,353	705,957	(302,748)	(85,345)	(89,739)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items			1,054,360		
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items			1,054,360		
58 Net Income	\$955,353	\$705,957	\$751,612	(\$85,345)	(\$89,739)

RETAINED EARNINGS STATEMENT

Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$10,999,813	\$10,710,876	\$9,857,551	\$9,841,743	\$9,904,099
60 Transferred from Income	449,176	350,597	853,325	15,808	(62,356)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments		(61,660)			
65 Ending Year Balance	11,448,989	10,999,813	10,710,876	9,857,551	9,841,743
66 Appropriated/Undistr Affiliate Retained Earnings	(1,349,550)	(1,855,726)	(2,211,087)	(2,109,374)	(2,008,221)
67 Total Retained Earnings	\$10,099,439	\$9,144,087	\$8,499,789	\$7,748,177	\$7,833,522

Newport Telephone Company, Inc.
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$580,727	\$385,205	\$900,625	\$616,953	\$472,090
2 Accounts Receivable (Net)	1,665,510	770,449	131,730	317,802	179,245
3 Current Deferred Income Taxes					
4 Other Current Assets	385,598	220,894	147,643	141,314	139,590
5 Total Current Assets	2,631,835	1,376,548	1,179,998	1,076,069	790,925
NON-CURRENT ASSETS					
6 Investments	1,442,724	1,360,151	1,633,620	1,412,225	3,086,127
7 Unamortized Debt Issuance Costs					1,188
8 Deferred Charges	40,743	5,096	3,603	2,764	2,917
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	217,047	460,472	544,013	405,128	445,731
11 Other Non-Current Assets	30,908	28,502	26,208	23,979	21,865
12 Total Non-Current Assets	1,731,422	1,854,221	2,207,444	1,844,096	3,557,828
REGULATED PLANT					
13 Total Telecommunications Plant	13,436,569	12,035,975	11,739,360	11,713,640	11,582,306
14 Less: Accumulated Depr and Amort.	10,633,959	10,259,780	10,183,080	9,922,414	9,608,373
15 Net Regulated Plant	2,802,610	1,776,195	1,556,280	1,791,226	1,973,933
16 Total Assets & Other Debits	\$7,165,867	\$5,006,964	\$4,943,722	\$4,711,391	\$6,322,686
CURRENT LIABILITIES					
17 Accounts Payable	\$699,902	\$456,876	\$424,730	\$130,991	\$331,365
18 Notes Payable	2,138,168				
19 Advanced Billings	4,270	5,155	4,653		5,940
20 Customer Deposits	175	200	250	5,147	325
21 Current Maturities - Long-Term Debt				250	
22 Current Deferred Income Taxes					
23 Other Current Liabilities	(5,645)	191,937	471,530	65,277	(11,534)
24 Total Current Liabilities	2,836,870	654,168	901,163	201,665	326,096
LONG-TERM DEBT					
25 Long-Term Debt		199,521	279,329	359,138	438,292
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes		270,387	243,132	257,339	363,635
28 Other Deferred Credits	138,759	57,216	92,345	127,431	162,478
29 Other Jurisdictional Differences - Net	22,042				
30 Other Liabilities	992,002	1,274,815	1,504,134	1,067,480	1,124,959
31 Total Other Liab. and Def. Credits	1,152,803	1,602,418	1,839,611	1,452,250	1,651,072
STOCKHOLDER'S EQUITY					
32 Common Stock	119,650	119,650	119,650	119,650	119,650
33 Preferred Stock					
34 Other Paid in Capital					
35 Retained Earnings	3,056,544	2,431,207	1,803,969	2,578,688	3,787,576
36 Total Stockholder's Equity	3,176,194	2,550,857	1,923,619	2,698,338	3,907,226
37 Total Liab. and Stockholder's Equity	\$7,165,867	\$5,006,964	\$4,943,722	\$4,711,391	\$6,322,686

Newport Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$734,653	\$757,638	\$787,599	\$815,521	\$846,606
Network Access Services	540,926	592,613	633,406	676,763	758,799
Long Distance Network Services	360,898	353,631	345,982	336,516	287,306
Miscellaneous Revenues	1,477,658	1,428,088	581,809	770,991	625,042
Less: Uncollectible Revenues	1,750	500	2,625	3,000	1,650
Total Operating Revenues	3,112,385	3,131,470	2,346,171	2,596,791	2,516,103
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	5,328	3,981	3,901	6,899	5,946
General Support Expenses	108,453	87,758	81,362	78,263	105,870
Central Office Switching	157,380	185,359	170,195	147,757	164,516
Operator Systems Expense					
Central Office Transmission	63,343	95,924	99,630	83,454	90,278
Info. Origination/Termination	35,894	17,435	15,898	22,692	25,550
Cable & Wire Facilities	212,254	214,695	235,085	139,577	185,055
Total Plant Specific Operations	582,652	605,152	606,071	478,642	577,215
Other Plant, Property & Equipment	4,418				
Network Operations	100,570	122,818	131,904	95,198	112,426
Access Expense	55,075	69,145	72,642	70,454	67,876
Depreciation and Amortization	372,725	368,661	319,564	330,842	322,154
Total Plant Non-Specific Operations	532,788	560,624	524,110	496,494	502,456
Marketing Expense	32,146	35,996	28,176	24,795	29,759
Services Expense	369,723	369,446	349,415	335,390	380,832
Total Customer Operations	401,869	405,442	377,591	360,185	410,591
Executive & Planning	208,035	402,615	522,154	321,948	496,472
General & Administrative	616,778	576,340	602,628	536,010	546,456
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	824,813	978,955	1,124,782	857,958	1,042,928
Total Operations Expense	2,342,122	2,550,173	2,632,554	2,193,279	2,533,190
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	142,751	143,121	142,419	157,024	148,420
Net Operating Income Before FIT	627,512	438,176	(428,802)	246,488	(165,507)
Investment Tax Credits - Net					
Federal Income Taxes	85,885	94,838	(77,403)	111,974	(31,652)
Provision - Def. Operating Income Taxes - Net	31,234	53,314	(79,741)	(26,543)	(32,869)
Net Operating Income	\$510,393	\$290,024	(\$271,658)	\$161,057	(\$100,986)

Newport Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$510,393	\$290,024	(\$271,658)	\$161,057	(\$100,986)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	10,399	10,721	11,184	12,356	13,833
39 Interest Income	29,375	26,642	26,540	29,483	34,332
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	340,419	241,697	203,247	149,511	192,788
44 Other Non-Operating Income	59,449	39,978	2,446	67,621	10,462
45 Special Charges	3,167	4,514	3,609	5,158	4,877
46 Total Non-Operating Income & Expenses	436,475	314,524	239,808	253,813	246,538
NON-OPERATING TAXES					
47 Federal Income Taxes	16,466	20,559	8,229	31,275	10,699
48 Other					
49 Total Non-Operating Taxes	16,466	20,559	8,229	31,275	10,699
50 Income Available Before Interest Charges	930,402	583,989	(40,079)	383,595	134,853
INTEREST CHARGES					
51 Interest on Funded Debt	2,863	10,638	12,255	15,297	19,502
52 Other Interest Expense	78,706	2	2	1,191	217
53 Total Interest Charges	81,569	10,640	12,257	16,488	19,719
54 Income Before Extraordinary & Nonreg Items	848,833	573,349	(52,336)	367,107	115,134
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$848,833	\$573,349	(\$52,336)	\$367,107	\$115,134

RETAINED EARNINGS STATEMENT

Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$2,382,514	\$1,417,770	\$2,395,736	(\$20,866)	(\$28,046)
60 Transferred from Income	508,414	331,652	(255,583)	217,596	(77,654)
61 Appropriations		(579,203)		(1,500,000)	
Dividends Declared:					
62 Preferred Stock					
63 Common Stock	153,000	157,000	580,000	1,500,000	
64 Adjustments	(70,495)	210,889	(142,383)	2,199,006	84,834
65 Ending Year Balance	2,667,433	2,382,514	1,417,770	2,395,736	(20,866)
66 Appropriated/Undistr Affiliate Retained Earnings	389,111	48,693	386,199	182,952	3,808,442
67 Total Retained Earnings	\$3,056,544	\$2,431,207	\$1,803,969	\$2,578,688	\$3,787,576

Nicholville Telephone Company, Inc.
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$146,869	\$79,035	\$4,804	\$56,551	\$2,213
2 Accounts Receivable (Net)	(4,263,453)	(3,611,849)	(3,232,483)	(208,517)	148,728
3 Current Deferred Income Taxes					
4 Other Current Assets	119,462	205,837	221,588	152,619	150,661
5 Total Current Assets	(3,997,122)	(3,326,978)	(3,006,091)	653	301,602
NON-CURRENT ASSETS					
6 Investments	9,997,681	(109,443)	777,759	1,237,344	1,809,975
7 Unamortized Debt Issuance Costs	1,604	2,062	2,521	2,979	3,438
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	(34,185)	(34,185)	1,604,583	1,299,142	1,147,598
11 Other Non-Current Assets	6,132				
12 Total Non-Current Assets	9,971,233	(141,565)	2,384,863	2,539,465	2,961,011
REGULATED PLANT					
13 Total Telecommunications Plant	9,711,518	9,706,531	9,752,169	9,805,628	9,826,042
14 Less: Accumulated Depr and Amort.	8,816,573	8,685,874	8,649,194	8,612,318	8,529,539
15 Net Regulated Plant	894,944	1,020,658	1,102,974	1,193,310	1,296,503
16 Total Assets & Other Debits	\$6,869,055	(\$2,447,886)	\$481,746	\$3,733,428	\$4,559,116
CURRENT LIABILITIES					
17 Accounts Payable	\$133,130	\$1,223,960	\$679,554	\$2,037,020	\$1,642,155
18 Notes Payable	12,580,851	9,487	17,683	219,562	285,236
19 Advanced Billings	(3,749)				
20 Customer Deposits					
21 Current Maturities - Long-Term Debt	555,748	122,497	144,582	201,390	169,799
22 Current Deferred Income Taxes					
23 Other Current Liabilities	841,788	1,463,058	1,780,395	2,212,674	271,393
24 Total Current Liabilities	14,107,768	2,819,002	2,622,215	4,670,646	2,368,583
LONG-TERM DEBT					
25 Long-Term Debt	777,147	444,933	535,147	649,069	830,826
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	(34,188)	(34,188)	121,484	127,252	133,900
28 Other Deferred Credits	411,628	425,229	434,299	446,784	459,666
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	377,440	391,041	555,783	574,036	593,566
STOCKHOLDER'S EQUITY					
32 Common Stock	41,000	41,000	41,000	41,000	41,000
33 Preferred Stock			99,700	99,700	99,700
34 Other Paid in Capital	(3,443,385)	(2,517,808)	(2,517,808)	(2,522,285)	(372,488)
35 Retained Earnings	(4,990,915)	(3,626,054)	(854,292)	221,262	997,929
36 Total Stockholder's Equity	(8,393,300)	(6,102,862)	(3,231,399)	(2,160,323)	766,141
37 Total Liab. and Stockholder's Equity	\$6,869,055	(\$2,447,886)	\$481,746	\$3,733,428	\$4,559,116

Nicholville Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$311,832	\$339,077	\$366,010	\$383,940	\$405,181
Network Access Services	245,202	250,542	308,960	389,109	482,864
Long Distance Network Services	1,010,231	1,005,910	373,229	431,426	246,174
Miscellaneous Revenues	29,661	23,364	29,822	31,289	41,982
Less: Uncollectible Revenues	5,154		23,357		(2,029)
Total Operating Revenues	1,591,772	1,618,893	1,054,665	1,235,764	1,178,229
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	426	470	1,263	2,004	2,280
General Support Expenses	138,837	158,251	132,286	157,817	189,621
Central Office Switching	67,607	99,557	106,268	76,547	39,991
Operator Systems Expense					
Central Office Transmission	341	3,671	395	677	3,631
Info. Origination/Termination	19,627	11,300	7,925	18,141	19,102
Cable & Wire Facilities	41,872	76,069	77,269	55,539	72,303
Total Plant Specific Operations	268,710	349,319	325,406	310,725	326,928
Other Plant, Property & Equipment	33,000	13,679			
Network Operations	60,366	55,362	76,759	60,952	87,951
Access Expense	19,168	26,129	18,678	38,071	31,918
Depreciation and Amortization	110,687	79,028	76,001	83,209	169,799
Total Plant Non-Specific Operations	223,221	174,198	171,438	182,232	289,668
Marketing Expense	19,378	9,963	281	899	1,986
Services Expense	89,242	145,337	169,958	214,139	79,917
Total Customer Operations	108,620	155,300	170,238	215,038	81,903
Executive & Planning	195,224	275,500	239,405	163,062	148,711
General & Administrative	673,469	847,899	787,800	621,458	528,443
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	868,693	1,123,398	1,027,205	784,520	677,154
Total Operations Expense	1,469,244	1,802,214	1,694,287	1,492,515	1,375,653
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	80,380	77,258	89,156	80,281	94,859
Net Operating Income Before FIT	42,148	(260,579)	(728,778)	(337,032)	(292,282)
Investment Tax Credits - Net					
Federal Income Taxes		915	(1,135)		
Provision - Def. Operating Income Taxes - Net		763,096	(311,634)	(156,332)	(148,344)
Net Operating Income	\$42,148	(\$1,024,590)	(\$416,009)	(\$180,700)	(\$143,938)

Nicholville Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$42,148	(\$1,024,590)	(\$416,009)	(\$180,700)	(\$143,938)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	1,485	3,784			
39 Interest Income	40	52	7	2	3
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	(187,574)	596,330	(463,588)	(465,154)	190,714
44 Other Non-Operating Income	1,252				
45 Special Charges	8,828	10,666	21,656	13,169	13,938
46 Total Non-Operating Income & Expenses	(193,626)	589,500	(485,237)	(478,321)	176,779
NON-OPERATING TAXES					
47 Federal Income Taxes		3,304	(3,304)	(1,483)	(1,496)
48 Other					
49 Total Non-Operating Taxes		3,304	(3,304)	(1,483)	(1,496)
50 Income Available Before Interest Charges	(151,477)	(438,394)	(897,942)	(657,538)	34,337
INTEREST CHARGES					
51 Interest on Funded Debt	21,933	28,197	33,061	38,222	45,233
52 Other Interest Expense	1,084,271	99,189	137,572	77,522	79,712
53 Total Interest Charges	1,106,204	127,386	170,633	115,744	124,945
54 Income Before Extraordinary & Nonreg Items	(1,257,681)	(565,781)	(1,068,575)	(773,282)	(90,608)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	(\$1,257,681)	(\$565,781)	(\$1,068,575)	(\$773,282)	(\$90,608)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	(\$3,329,680)	(\$1,005,768)	\$69,786	\$381,299	\$913,755
60 Transferred from Income	(1,257,681)	(1,162,111)	(604,987)	(308,128)	(281,322)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock		5,982	6,979	4,985	5,991
63 Common Stock					
64 Adjustments	(1,578)	(1,603,669)		1,600	(245,143)
65 Ending Year Balance	(4,624,495)	(3,777,530)	(542,180)	69,786	381,299
66 Appropriated/Undistr Affiliate Retained Earnings	(366,420)	151,476	(312,112)	151,476	616,630
67 Total Retained Earnings	(\$4,990,915)	(\$3,626,054)	(\$854,292)	\$221,262	\$997,929

**Ogden Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments					
2 Accounts Receivable (Net)	944,931	1,054,592	1,255,861	1,387,902	1,372,182
3 Current Deferred Income Taxes					
4 Other Current Assets		844	1,512		1,633
5 Total Current Assets	944,931	1,055,436	1,257,373	1,387,902	1,373,816
NON-CURRENT ASSETS					
6 Investments	27,737,129	27,396,326	26,748,323	27,079,734	26,880,352
7 Unamortized Debt Issuance Costs					
8 Deferred Charges	864,449	864,449	864,449	864,449	864,449
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets			129,110	129,110	129,110
12 Total Non-Current Assets	28,601,578	28,260,775	27,741,881	28,073,293	27,873,911
REGULATED PLANT					
13 Total Telecommunications Plant	50,484,154	50,044,545	49,653,243	49,174,712	49,025,208
14 Less: Accumulated Depr and Amort.	45,052,024	44,251,486	43,431,246	42,454,494	41,564,332
15 Net Regulated Plant	5,432,130	5,793,059	6,221,997	6,720,219	7,460,876
16 Total Assets & Other Debits	\$34,978,638	\$35,109,270	\$35,221,250	\$36,181,413	\$36,708,602
CURRENT LIABILITIES					
17 Accounts Payable	\$621,466	\$834,786	\$810,412	\$861,750	\$1,050,027
18 Notes Payable					
19 Advanced Billings	90,267	126,135	100,804	102,933	110,713
20 Customer Deposits	789				
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	349,346	362,240	220,432	141,116	58,026
24 Total Current Liabilities	1,061,869	1,323,161	1,131,648	1,105,799	1,218,766
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	2,097,594	2,179,178	2,338,044	2,455,512	2,602,400
28 Other Deferred Credits	2,860	33,894	44,398	7,041	12,374
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	2,100,453	2,213,072	2,382,442	2,462,552	2,614,773
STOCKHOLDER'S EQUITY					
32 Common Stock	2,007,694	2,007,694	2,007,694	2,007,694	2,007,694
33 Preferred Stock					
34 Other Paid in Capital	196,769	196,769	196,769	196,769	196,769
35 Retained Earnings	29,611,854	29,368,575	29,502,697	30,408,599	30,670,600
36 Total Stockholder's Equity	31,816,317	31,573,038	31,707,160	32,613,062	32,875,063
37 Total Liab. and Stockholder's Equity	\$34,978,638	\$35,109,270	\$35,221,250	\$36,181,413	\$36,708,602

Ogden Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$1,424,430	\$1,598,038	\$1,804,833	\$1,935,201	\$2,240,355
Network Access Services	1,044,178	1,184,221	1,320,652	1,684,388	2,044,909
Long Distance Network Services	1,222	2,148	2,262	3,199	4,307
Miscellaneous Revenues	1,847,448	1,187,176	1,256,732	1,345,016	1,317,723
Less: Uncollectible Revenues	38,097	26,534	25,515	30,814	53,133
Total Operating Revenues	4,279,181	3,945,048	4,358,963	4,936,990	5,554,161
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	46,535	43,739	60,153	78,193	79,113
General Support Expenses	162,322	192,415	214,844	322,414	347,983
Central Office Switching	76,199	57,448	237,209	225,276	257,513
Operator Systems Expense	84	174	573	845	332
Central Office Transmission	190,199	248,073	131,176	69,659	31,991
Info. Origination/Termination	111,012	74,826	90,100	84,049	120,280
Cable & Wire Facilities	400,740	558,176	505,848	363,724	482,134
Total Plant Specific Operations	987,089	1,174,850	1,239,904	1,144,160	1,319,347
Other Plant, Property & Equipment	13,560	4,270	414	(210)	(23)
Network Operations	318,070	188,685	547,319	437,897	589,858
Access Expense	172,780	164,203	204,924	156,680	151,555
Depreciation and Amortization	862,971	851,076	1,006,215	1,073,521	832,648
Total Plant Non-Specific Operations	1,367,382	1,208,235	1,758,871	1,667,888	1,574,038
Marketing Expense	192,684	246,291	497,244	351,091	363,968
Services Expense	441,858	491,344	898,121	672,317	799,991
Total Customer Operations	634,542	737,634	1,395,365	1,023,408	1,163,960
Executive & Planning	40,471	83,276	101,707	150,058	129,783
General & Administrative	383,787	312,708	635,992	761,891	786,554
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	424,258	395,984	737,700	911,949	916,337
Total Operations Expense	3,413,272	3,516,703	5,131,840	4,747,406	4,973,682
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	654,418	431,741	560,117	556,617	569,011
Net Operating Income Before FIT	211,491	(3,396)	(1,332,994)	(367,034)	11,468
Investment Tax Credits - Net					
Federal Income Taxes	(3,403)	90,680	(559,383)	5,620	(140,224)
Provision - Def. Operating Income Taxes - Net	(62,509)	(92,905)	(126,063)	(110,657)	(122,618)
Net Operating Income	\$277,403	(\$1,171)	(\$647,548)	(\$261,996)	\$274,310

Ogden Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$277,403	(\$1,171)	(\$647,548)	(\$261,996)	\$274,310
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income		(135,520)			
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	12,156	2,580			
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income					
45 Special Charges		12	75	4	289
46 Total Non-Operating Income & Expenses	12,156	(132,951)	(75)	(4)	(289)
NON-OPERATING TAXES					
47 Federal Income Taxes	46,279		258,280		273,789
48 Other					
49 Total Non-Operating Taxes	46,279		258,280		273,789
50 Income Available Before Interest Charges	243,279	(134,123)	(905,902)	(262,001)	232
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense					
53 Total Interest Charges					
54 Income Before Extraordinary & Nonreg Items	243,279	(134,123)	(905,902)	(262,001)	232
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues	646,189	686,575	625,424	712,380	762,445
57 Total Extraordinary & Nonregulated Items	646,189	686,575	625,424	712,380	762,445
58 Net Income	\$889,468	\$552,452	(\$280,479)	\$450,379	\$762,677
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$29,368,574	\$29,502,696	\$30,408,598	\$30,670,599	\$30,670,368
60 Transferred from Income	243,279	(134,123)	(905,902)	(262,001)	232
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	29,611,853	29,368,574	29,502,696	30,408,598	30,670,599
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$29,611,853	\$29,368,574	\$29,502,696	\$30,408,599	\$30,670,600

**Oneida County Rural Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$625,082	\$332,409	\$636,596	\$1,175,093	\$438,442
2 Accounts Receivable (Net)	2,368,444	2,941,802	2,229,349	2,419,927	2,304,442
3 Current Deferred Income Taxes					
4 Other Current Assets	1,780,395	1,990,720	1,768,623	1,958,387	1,869,882
5 Total Current Assets	4,773,921	5,264,931	4,634,568	5,553,407	4,612,766
NON-CURRENT ASSETS					
6 Investments	5,704,562	5,912,271	5,284,653	4,909,078	5,041,327
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	563,221	862,491	1,030,926	607,572	667,477
11 Other Non-Current Assets	3,106,192	2,929,428	2,762,144	2,605,376	3,156,250
12 Total Non-Current Assets	9,373,975	9,704,190	9,077,723	8,122,026	8,865,054
REGULATED PLANT					
13 Total Telecommunications Plant	16,636,768	15,680,061	13,938,698	12,641,342	12,291,214
14 Less: Accumulated Depr and Amort.	10,274,223	9,844,667	9,263,943	9,414,551	8,858,628
15 Net Regulated Plant	6,362,545	5,835,394	4,674,755	3,226,791	3,432,586
16 Total Assets & Other Debits	\$20,510,441	\$20,804,515	\$18,387,046	\$16,902,224	\$16,910,406
CURRENT LIABILITIES					
17 Accounts Payable	\$598,437	\$451,145	\$311,901	\$533,872	\$285,468
18 Notes Payable					
19 Advanced Billings	75,799	66,719	86,597	89,125	84,651
20 Customer Deposits	875	725	725	750	750
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	2,029,209	2,718,584	3,049,119	1,850,363	1,964,952
24 Total Current Liabilities	2,704,320	3,237,173	3,448,342	2,474,110	2,335,821
LONG-TERM DEBT					
25 Long-Term Debt	5,990,669	5,781,997	4,169,161	3,010,652	3,272,765
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	748,571	888,575	1,061,403	1,069,191	1,264,244
28 Other Deferred Credits	116,148	77,138	101,518	125,899	150,280
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits	864,719	965,713	1,162,921	1,195,090	1,414,524
STOCKHOLDER'S EQUITY					
32 Common Stock	85,100	85,100	85,100	85,100	85,100
33 Preferred Stock	18,750	18,750	19,250	19,350	19,550
34 Other Paid in Capital	(1,953,516)	(1,988,594)	(2,834,327)	(2,256,111)	(2,212,080)
35 Retained Earnings	12,800,399	12,704,376	12,336,599	12,374,033	11,994,726
36 Total Stockholder's Equity	10,950,733	10,819,632	9,606,622	10,222,372	9,887,296
37 Total Liab. and Stockholder's Equity	\$20,510,441	\$20,804,515	\$18,387,046	\$16,902,224	\$16,910,406

Oneida County Rural Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$419,217	\$446,839	\$470,968	\$491,172	\$528,154
Network Access Services	1,103,034	1,348,227	1,060,348	1,144,315	1,258,306
Long Distance Network Services	241,281	241,454	241,445	241,352	241,893
Miscellaneous Revenues	126,634	119,935	115,005	116,720	130,263
Less: Uncollectible Revenues	3,200	147			468
Total Operating Revenues	1,886,966	2,156,308	1,887,766	1,993,559	2,158,148
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	285	229	871	1,468	2,287
General Support Expenses	100,408	149,764	174,853	144,541	140,913
Central Office Switching	121,691	126,811	159,648	145,307	96,331
Operator Systems Expense					
Central Office Transmission	181,024	205,487	174,235	208,207	209,120
Info. Origination/Termination	6,773	16,272	10,531	7,307	9,592
Cable & Wire Facilities	89,345	113,601	69,110	70,998	97,286
Total Plant Specific Operations	499,526	612,164	589,248	577,828	555,529
Other Plant, Property & Equipment					
Network Operations	130,857	113,600	120,966	94,180	150,440
Access Expense	20,211	46,459	53,818	37,615	69,071
Depreciation and Amortization	454,594	476,037	510,454	462,616	505,243
Total Plant Non-Specific Operations	605,662	636,096	685,238	594,411	724,754
Marketing Expense	21,804	8,793	5,226	7,420	7,623
Services Expense	259,386	273,538	281,079	248,343	228,443
Total Customer Operations	281,190	282,331	286,305	255,763	236,066
Executive & Planning	118,779	88,623	94,455	100,042	105,939
General & Administrative	426,212	399,163	440,535	432,898	450,975
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	544,991	487,786	534,990	532,940	556,914
Total Operations Expense	1,931,369	2,018,377	2,095,781	1,960,942	2,073,263
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	134,018	146,488	167,826	177,728	184,146
Net Operating Income Before FIT	(178,421)	(8,557)	(375,841)	(145,111)	(99,261)
Investment Tax Credits - Net					
Federal Income Taxes	(114,750)	144,108	(81,446)	(88,238)	7,734
Provision - Def. Operating Income Taxes - Net	(28,680)	(173,041)	(114,448)	(112,465)	(28,155)
Net Operating Income	(\$34,991)	\$20,376	(\$179,947)	\$55,592	(\$78,840)

Oneida County Rural Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$34,991)	\$20,376	(\$179,947)	\$55,592	(\$78,840)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	134,113	123,135	117,993	125,660	135,373
39 Interest Income	77,269	92,833	114,481	128,277	119,742
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property				(1,876)	
43 Equity in Earnings of Affiliated Companies	126,350	113,675	85,236	98,324	16,401
44 Other Non-Operating Income	(28,755)	81,983	(1,779)	34,211	98,156
45 Special Charges	(22,873)	(18,263)	(24,893)	(177,595)	(45,175)
46 Total Non-Operating Income & Expenses	331,850	429,889	340,824	562,191	414,847
NON-OPERATING TAXES					
47 Federal Income Taxes	46,418	(112,009)	67,186	111,428	108,011
48 Other					
49 Total Non-Operating Taxes	46,418	(112,009)	67,186	111,428	108,011
50 Income Available Before Interest Charges	250,441	562,274	93,691	506,355	227,996
INTEREST CHARGES					
51 Interest on Funded Debt	151,023	126,803	128,078	123,916	129,571
52 Other Interest Expense	503	22	125	204	441
53 Total Interest Charges	151,526	126,825	128,203	124,120	130,012
54 Income Before Extraordinary & Nonreg Items	98,915	435,449	(34,512)	382,235	97,984
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$98,915	\$435,449	(\$34,512)	\$382,235	\$97,984

RETAINED EARNINGS STATEMENT

Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$9,809,486	\$9,555,385	\$9,678,055	\$9,397,072	\$9,287,913
60 Transferred from Income	(27,435)	321,774	(119,748)	283,911	81,583
61 Appropriations					
Dividends Declared:					
62 Preferred Stock	1,125	1,140	1,155	1,161	1,341
63 Common Stock	1,767	1,767	1,767	1,767	1,767
64 Adjustments		(64,766)			30,684
65 Ending Year Balance	9,779,159	9,809,486	9,555,385	9,678,055	9,397,072
66 Appropriated/Undistr Affiliate Retained Earnings	3,021,239	2,894,889	2,781,214	2,695,978	2,597,654
67 Total Retained Earnings	\$12,800,398	\$12,704,375	\$12,336,599	\$12,374,033	\$11,994,726

Ontario Telephone Company, Inc.
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$896,978	\$875,863	\$621,076	\$534,342	\$591,285
2 Accounts Receivable (Net)	1,081,492	2,674,667	3,791,058	4,156,915	4,506,723
3 Current Deferred Income Taxes					
4 Other Current Assets	173,995	226,359	202,042	194,780	253,455
5 Total Current Assets	2,152,465	3,776,889	4,614,176	4,886,037	5,351,463
NON-CURRENT ASSETS					
6 Investments	524,951	577,564	545,270	485,994	410,193
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	474,654	556,797	651,200	620,813	577,411
11 Other Non-Current Assets	358,226	346,715	342,135	967,056	1,037,487
12 Total Non-Current Assets	1,357,831	1,481,076	1,538,605	2,073,863	2,025,091
REGULATED PLANT					
13 Total Telecommunications Plant	13,116,289	11,458,348	12,266,832	12,552,629	12,601,031
14 Less: Accumulated Depr and Amort.	6,226,642	6,406,376	6,904,070	6,718,681	6,362,020
15 Net Regulated Plant	6,889,647	5,051,972	5,362,762	5,833,948	6,239,010
16 Total Assets & Other Debits	\$10,399,943	\$10,309,937	\$11,515,543	\$12,793,847	\$13,615,564
CURRENT LIABILITIES					
17 Accounts Payable	\$288,141	\$24,809	\$107,664	\$61,916	\$457,181
18 Notes Payable	103,140	79,366	87,853	135,092	146,896
19 Advanced Billings			243,172	306,515	321,920
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					154,899
22 Current Deferred Income Taxes					
23 Other Current Liabilities	573,065	553,426	811,869	832,455	780,824
24 Total Current Liabilities	964,346	657,601	1,250,558	1,335,978	1,861,720
LONG-TERM DEBT					
25 Long-Term Debt					51,622
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	890,445	1,244,528	1,582,273	1,655,136	1,728,757
28 Other Deferred Credits	325,951	80,304	88,919	393,667	488,665
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	270,510	293,264	299,531	302,137	283,148
31 Total Other Liab. and Def. Credits	1,486,906	1,618,096	1,970,723	2,350,940	2,500,570
STOCKHOLDER'S EQUITY					
32 Common Stock	115,000	115,000	115,000	115,000	115,000
33 Preferred Stock					
34 Other Paid in Capital	(1,998,485)	(1,968,208)	(2,017,118)	(1,387,303)	(1,352,424)
35 Retained Earnings	9,832,176	9,887,448	10,196,380	10,379,232	10,439,076
36 Total Stockholder's Equity	7,948,691	8,034,240	8,294,262	9,106,929	9,201,652
37 Total Liab. and Stockholder's Equity	\$10,399,943	\$10,309,937	\$11,515,543	\$12,793,847	\$13,615,564

Ontario Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$381,751	\$427,166	\$471,667	\$574,578	\$595,195
Network Access Services	1,879,652	1,770,786	2,301,679	2,301,161	2,401,116
Long Distance Network Services					
Miscellaneous Revenues	685,901	332,109	134,854	234,220	270,532
Less: Uncollectible Revenues	5,998	6,818	5,071	8,030	7,434
Total Operating Revenues	2,941,306	2,523,243	2,903,129	3,101,929	3,259,409
TELEPHONE OPERATING EXPENSES					
Network Support Expenses					1,159
General Support Expenses	333,891	295,493	285,688	323,596	355,843
Central Office Switching	116,801	157,285	157,117	192,198	314,945
Operator Systems Expense					
Central Office Transmission	47,644	61,771	65,037	65,092	130,965
Info. Origination/Termination	55,623	23,724	44,962	24,204	57,161
Cable & Wire Facilities	322,326	238,254	220,698	187,382	182,128
Total Plant Specific Operations	876,285	776,527	773,502	792,472	1,042,201
Other Plant, Property & Equipment					
Network Operations	221,729	313,432	365,278	383,764	415,983
Access Expense	485	109,467	124,088	109,096	102,806
Depreciation and Amortization	501,068	476,810	561,810	589,363	598,232
Total Plant Non-Specific Operations	723,282	899,709	1,051,176	1,082,223	1,117,021
Marketing Expense	78,627	73,395	82,119	107,595	68,617
Services Expense	183,115	221,350	168,614	201,143	234,413
Total Customer Operations	261,742	294,745	250,733	308,738	303,030
Executive & Planning	431,827	363,429	348,312	276,519	367,748
General & Administrative	583,068	711,494	755,629	737,612	753,871
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,014,895	1,074,923	1,103,941	1,014,131	1,121,619
Total Operations Expense	2,876,204	3,045,904	3,179,352	3,197,564	3,583,871
Other Operating Income & Expenses	31,623	47,123	81,663	69,171	
State & Local Income Taxes					
Other Taxes	119,670	127,011	134,441	149,048	156,564
Net Operating Income Before FIT	(22,945)	(602,549)	(329,001)	(175,512)	(481,026)
Investment Tax Credits - Net					
Federal Income Taxes			92		
Provision - Def. Operating Income Taxes - Net	(2,757)	(201,036)	(115,203)	(77,012)	(186,204)
Net Operating Income	(\$20,188)	(\$401,513)	(\$213,890)	(\$98,500)	(\$294,822)

Ontario Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$20,188)	(\$401,513)	(\$213,890)	(\$98,500)	(\$294,822)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	12,595	7,821	9,067	22,618	17,416
39 Interest Income	2,515	1,393	864	1,793	9,066
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					5,303
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	(40,971)	42,615	67,373	70,914	52,596
44 Other Non-Operating Income	47,700	25,447	(552)	4,837	304,409
45 Special Charges	30,094	13,223	9,863	29,782	19,973
46 Total Non-Operating Income & Expenses	(8,255)	64,053	66,889	70,380	368,817
NON-OPERATING TAXES					
47 Federal Income Taxes	(1,352)	(55,042)	7,239	(10,099)	100,273
48 Other					
49 Total Non-Operating Taxes	(1,352)	(55,042)	7,239	(10,099)	100,273
50 Income Available Before Interest Charges	(27,091)	(282,418)	(154,240)	(18,021)	(26,278)
INTEREST CHARGES					
51 Interest on Funded Debt			50	2,435	8,414
52 Other Interest Expense	5,390	4,097	5,891	8,092	5,016
53 Total Interest Charges	5,390	4,097	5,941	10,527	13,430
54 Income Before Extraordinary & Nonreg Items	(32,481)	(286,515)	(160,181)	(28,548)	(39,708)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	(\$32,481)	(\$286,515)	(\$160,181)	(\$28,548)	(\$39,708)

RETAINED EARNINGS STATEMENT

Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$10,164,013	\$10,472,945	\$10,655,888	\$10,715,732	\$10,804,214
60 Transferred from Income	8,490	(329,130)	(227,554)	(99,462)	(92,304)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock	21,492	22,519	22,605	24,642	48,865
64 Adjustments	(42,179)	42,717	67,216	64,260	52,687
65 Ending Year Balance	10,108,832	10,164,013	10,472,945	10,655,888	10,715,732
66 Appropriated/Undistr Affiliate Retained Earnings	(276,656)	(276,565)	(276,565)	(276,656)	(276,656)
67 Total Retained Earnings	\$9,832,176	\$9,887,448	\$10,196,380	\$10,379,232	\$10,439,076

Oriskany Falls Telephone Corporation
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments			\$752,659	\$585,590	\$409,278
2 Accounts Receivable (Net)			59,105	89,559	62,241
3 Current Deferred Income Taxes					
4 Other Current Assets			6,927	6,112	7,089
5 Total Current Assets			818,691	681,261	478,608
NON-CURRENT ASSETS					
6 Investments					
7 Unamortized Debt Issuance Costs					
8 Deferred Charges			1,724	12,068	22,412
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets					
12 Total Non-Current Assets			1,724	12,068	22,412
REGULATED PLANT					
13 Total Telecommunications Plant			1,518,984	1,517,103	1,512,563
14 Less: Accumulated Depr and Amort.			1,279,838	1,122,120	964,199
15 Net Regulated Plant			239,146	394,983	548,364
16 Total Assets & Other Debits			\$1,059,561	\$1,088,312	\$1,049,384
CURRENT LIABILITIES					
17 Accounts Payable			\$33,083	\$56,666	\$37,239
18 Notes Payable					
19 Advanced Billings			3,639	3,799	4,721
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes			(1,037)	(1,183)	(369)
23 Other Current Liabilities			56,076	52,742	39,541
24 Total Current Liabilities			91,761	112,024	81,132
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes			18,185	65,285	109,494
28 Other Deferred Credits					
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits			18,185	65,285	109,494
STOCKHOLDER'S EQUITY					
32 Common Stock			1,490	1,490	1,490
33 Preferred Stock					
34 Other Paid in Capital					
35 Retained Earnings			948,125	909,513	857,268
36 Total Stockholder's Equity			949,615	911,003	858,758
37 Total Liab. and Stockholder's Equity			\$1,059,561	\$1,088,312	\$1,049,384

Oriskany Falls Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services			\$91,043	\$97,751	\$103,206
Network Access Services			288,464	291,380	254,436
Long Distance Network Services					
Miscellaneous Revenues			100,879	100,704	104,870
Less: Uncollectible Revenues			1,389	255	(1,439)
Total Operating Revenues			478,997	489,580	463,951
TELEPHONE OPERATING EXPENSES					
Network Support Expenses			(431)	(333)	374
General Support Expenses			17,629	18,648	20,404
Central Office Switching			20,183	5,266	4,050
Operator Systems Expense					
Central Office Transmission			16,171	15,318	23,686
Info. Origination/Termination			10,193	7,348	7,449
Cable & Wire Facilities			15,597	18,897	20,019
Total Plant Specific Operations			79,342	65,144	75,982
Other Plant, Property & Equipment					
Network Operations			41,482	42,390	40,753
Access Expense			226	103	103
Depreciation and Amortization			167,231	165,673	152,321
Total Plant Non-Specific Operations			208,939	208,166	193,177
Marketing Expense			18,244	18,794	18,176
Services Expense			16,492	16,478	17,502
Total Customer Operations			34,736	35,272	35,678
Executive & Planning			9,102	8,657	8,272
General & Administrative			62,724	64,320	83,234
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations			71,826	72,977	91,506
Total Operations Expense			394,843	381,559	396,343
Other Operating Income & Expenses					(156)
State & Local Income Taxes					
Other Taxes			26,441	28,460	33,697
Net Operating Income Before FIT			57,713	79,561	33,755
Investment Tax Credits - Net					
Federal Income Taxes			67,106	72,854	45,884
Provision - Def. Operating Income Taxes - Net			(46,955)	(45,021)	(34,205)
Net Operating Income			\$37,562	\$51,728	\$22,076

Oriskany Falls Telephone Corporation
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income			\$37,562	\$51,728	\$22,076
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income			1,940	1,045	1,001
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income					
45 Special Charges			226	247	474
46 Total Non-Operating Income & Expenses			1,714	798	527
NON-OPERATING TAXES					
47 Federal Income Taxes			664	281	411
48 Other					
49 Total Non-Operating Taxes			664	281	411
50 Income Available Before Interest Charges			38,612	52,245	22,192
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense					
53 Total Interest Charges					
54 Income Before Extraordinary & Nonreg Items			38,612	52,245	22,192
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income			\$38,612	\$52,245	\$22,192
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance			\$909,513	\$857,268	\$958,076
60 Transferred from Income			38,612	52,245	22,192
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					123,000
64 Adjustments					
65 Ending Year Balance			948,125	909,513	857,268
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings			\$948,125	\$909,513	\$857,268

**Pattersonville Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$274,714	\$557,293	\$477,445	\$479,681	\$570,105
2 Accounts Receivable (Net)	57,047	56,737	58,129	58,118	73,793
3 Current Deferred Income Taxes					
4 Other Current Assets	139,766	141,696	141,672	136,233	129,697
5 Total Current Assets	471,528	755,726	677,246	674,032	773,595
NON-CURRENT ASSETS					
6 Investments	85,634	115,500	158,120	226,672	246,742
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	15,395	46,796	82,986	86,543	50,438
11 Other Non-Current Assets					
12 Total Non-Current Assets	101,029	162,296	241,106	313,215	297,180
REGULATED PLANT					
13 Total Telecommunications Plant	4,546,456	4,036,419	3,999,565	4,046,797	4,034,718
14 Less: Accumulated Depr and Amort.	3,838,595	3,868,251	3,819,358	3,837,315	3,786,314
15 Net Regulated Plant	707,860	168,168	180,207	209,482	248,405
16 Total Assets & Other Debits	\$1,280,418	\$1,086,189	\$1,098,560	\$1,196,729	\$1,319,179
CURRENT LIABILITIES					
17 Accounts Payable	\$216,995	\$28,265	\$65,075	\$84,353	\$60,825
18 Notes Payable					
19 Advanced Billings	834	1,001	2,488	1,835	1,255
20 Customer Deposits	558	558	140	1,099	619
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	38,902	32,252	28,809	29,883	28,170
24 Total Current Liabilities	257,290	62,077	96,512	117,170	90,868
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes					
28 Other Deferred Credits					
29 Other Jurisdictional Differences - Net					
30 Other Liabilities					
31 Total Other Liab. and Def. Credits					
STOCKHOLDER'S EQUITY					
32 Common Stock	83,350	83,350	84,000	84,000	84,000
33 Preferred Stock					
34 Other Paid in Capital					
35 Retained Earnings	939,778	940,762	918,047	995,558	1,144,311
36 Total Stockholder's Equity	1,023,128	1,024,112	1,002,047	1,079,558	1,228,311
37 Total Liab. and Stockholder's Equity	\$1,280,418	\$1,086,189	\$1,098,560	\$1,196,729	\$1,319,179

Pattersonville Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$194,069	\$208,924	\$217,999	\$204,321	\$214,093
Network Access Services	521,904	517,546	495,294	326,267	305,380
Long Distance Network Services	274,518	326,202	371,234	359,718	439,040
Miscellaneous Revenues	8,157	5,249	26,385	71,642	116,282
Less: Uncollectible Revenues	1,814	691	215	154	1,411
Total Operating Revenues	996,833	1,057,229	1,110,697	961,793	1,073,384
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	2,159	2,034	4,034	4,957	9,872
General Support Expenses	108,559	103,526	73,648	76,852	88,493
Central Office Switching	103,032	89,017	94,824	99,130	106,782
Operator Systems Expense					
Central Office Transmission	150,237	168,814	186,976	177,824	161,556
Info. Origination/Termination	5,989	13,072	10,357	10,887	10,405
Cable & Wire Facilities	34,748	46,952	92,366	88,227	85,449
Total Plant Specific Operations	404,725	423,416	462,205	457,877	462,557
Other Plant, Property & Equipment					
Network Operations	38,549	49,114	58,661	57,316	56,508
Access Expense	38,324	43,883	40,324	27,574	23,769
Depreciation and Amortization	54,481	53,339	53,211	62,084	63,649
Total Plant Non-Specific Operations	131,353	146,336	152,196	146,975	143,926
Marketing Expense	8,196	926	583	486	578
Services Expense	73,240	74,090	88,782	92,790	101,804
Total Customer Operations	81,436	75,017	89,365	93,276	102,381
Executive & Planning	97,381	86,253	93,716	92,494	85,021
General & Administrative	172,192	168,787	218,505	216,013	184,228
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	269,574	255,040	312,222	308,507	269,249
Total Operations Expense	887,088	899,809	1,015,988	1,006,634	978,114
Other Operating Income & Expenses	817	5,845	4,010	2,934	9,650
State & Local Income Taxes					
Other Taxes	57,105	58,230	60,068	61,206	59,266
Net Operating Income Before FIT	53,457	105,035	38,651	(103,113)	45,654
Investment Tax Credits - Net					
Federal Income Taxes	13,511	36,183	3,548	(36,125)	16,476
Provision - Def. Operating Income Taxes - Net					
Net Operating Income	\$39,946	\$68,852	\$35,103	(\$66,988)	\$29,178

Pattersonville Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$39,946	\$68,852	\$35,103	(\$66,988)	\$29,178
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	360	115	900	4,503	2,114
39 Interest Income	2,273	2,430	1,237	413	300
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	(24,186)	(42,620)	(68,552)	(20,070)	17,942
44 Other Non-Operating Income	(18,494)		(45,356)	1,612	3,010
45 Special Charges	884	862	842	1,021	1,021
46 Total Non-Operating Income & Expenses	(40,930)	(40,937)	(112,612)	(14,564)	22,344
NON-OPERATING TAXES					
47 Federal Income Taxes					
48 Other					
49 Total Non-Operating Taxes					
50 Income Available Before Interest Charges	(984)	27,915	(77,510)	(81,551)	51,522
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense				1	1
53 Total Interest Charges				1	1
54 Income Before Extraordinary & Nonreg Items	(984)	27,915	(77,510)	(81,553)	51,521
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	(\$984)	\$27,915	(\$77,510)	(\$81,553)	\$51,521
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$910,262	\$844,927	\$853,886	\$982,569	\$1,032,990
60 Transferred from Income	23,202	70,535	(8,959)	(61,483)	33,579
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock				67,200	84,000
64 Adjustments		(5,201)			
65 Ending Year Balance	933,463	910,262	844,927	853,886	982,569
66 Appropriated/Undistr Affiliate Retained Earnings	6,314	30,500	73,120	141,672	161,742
67 Total Retained Earnings	\$939,778	\$940,762	\$918,047	\$995,558	\$1,144,311

**Port Byron Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$2,649,546	\$2,419,086	\$2,578,373	\$2,297,607	\$2,154,813
2 Accounts Receivable (Net)	1,337,090	701,022	371,401	361,085	273,942
3 Current Deferred Income Taxes					
4 Other Current Assets	39,559	50,181	53,798	49,795	45,161
5 Total Current Assets	4,026,195	3,170,289	3,003,572	2,708,487	2,473,916
NON-CURRENT ASSETS					
6 Investments					
7 Unamortized Debt Issuance Costs					
8 Deferred Charges	13,042	26,117	35,532	23,775	29,612
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets					
12 Total Non-Current Assets	13,042	26,117	35,532	23,775	29,612
REGULATED PLANT					
13 Total Telecommunications Plant	10,037,055	9,491,175	9,196,242	9,461,212	10,693,465
14 Less: Accumulated Depr and Amort.	7,908,819	7,594,865	7,283,400	7,301,194	8,427,267
15 Net Regulated Plant	2,128,236	1,896,310	1,912,842	2,160,018	2,266,198
16 Total Assets & Other Debits	\$6,167,473	\$5,092,716	\$4,951,946	\$4,892,280	\$4,769,726
CURRENT LIABILITIES					
17 Accounts Payable	\$948,550	\$252,545	\$238,999	\$269,611	\$187,909
18 Notes Payable					
19 Advanced Billings	1,390	1,410	1,461	1,023	6,465
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes	(3,422)	(3,541)	(8,021)	(11,934)	(7,654)
23 Other Current Liabilities	306,198	157,470	91,660	34,221	29,138
24 Total Current Liabilities	1,252,716	407,884	324,099	292,921	215,858
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	178,298	230,349	457,541	497,566	509,552
28 Other Deferred Credits	130,139	103,925			
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	(35,193)	(67,698)	(74,036)	(69,310)	(92,172)
31 Total Other Liab. and Def. Credits	273,244	266,576	383,505	428,256	417,380
STOCKHOLDER'S EQUITY					
32 Common Stock	60,002	60,002	60,002	60,002	60,002
33 Preferred Stock					
34 Other Paid in Capital	41,088	70,406	78,454	80,747	102,086
35 Retained Earnings	4,540,423	4,287,848	4,105,886	4,030,354	3,974,400
36 Total Stockholder's Equity	4,641,514	4,418,256	4,244,342	4,171,103	4,136,488
37 Total Liab. and Stockholder's Equity	\$6,167,473	\$5,092,716	\$4,951,946	\$4,892,280	\$4,769,726

Port Byron Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	398,677	439,222	454,385	454,585	453,217
Network Access Services	1,361,412	1,283,008	1,169,636	1,079,332	755,559
Long Distance Network Services					
Miscellaneous Revenues	679,844	704,290	693,420	693,945	723,880
Less: Uncollectible Revenues	14,757	17,736	5,844	13,625	27,957
Total Operating Revenues	2,425,176	2,408,784	2,311,597	2,214,237	1,904,699
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	7,357	5,531	7,044	5,181	6,729
General Support Expenses	97,263	135,003	143,296	150,173	160,266
Central Office Switching	78,059	83,916	91,547	70,689	78,802
Operator Systems Expense					
Central Office Transmission	133,372	132,004	126,906	151,622	180,627
Info. Origination/Termination	45,131	48,313	76,916	50,220	63,986
Cable & Wire Facilities	322,239	340,014	293,016	251,896	174,942
Total Plant Specific Operations	683,421	744,781	738,725	679,781	665,352
Other Plant, Property & Equipment					
Network Operations	292,956	294,810	295,595	277,257	266,379
Access Expense	30,735	32,075	37,380	31,339	33,319
Depreciation and Amortization	418,101	410,083	401,592	373,127	332,904
Total Plant Non-Specific Operations	741,792	736,968	734,567	681,723	632,602
Marketing Expense	85,045	89,235	105,537	109,396	103,639
Services Expense	76,820	79,140	88,329	83,883	83,542
Total Customer Operations	161,865	168,375	193,866	193,279	187,181
Executive & Planning	41,131	52,408	63,662	63,606	59,903
General & Administrative	431,303	389,269	350,803	392,651	358,035
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	472,434	441,677	414,465	456,257	417,938
Total Operations Expense	2,059,512	2,091,801	2,081,623	2,011,040	1,903,073
Other Operating Income & Expenses			1,543	2,353	(554)
State & Local Income Taxes					
Other Taxes	121,015	126,964	121,298	121,913	132,416
Net Operating Income Before FIT	244,649	190,019	110,219	83,637	(131,344)
Investment Tax Credits - Net					
Federal Income Taxes	47,351	132,404	73,216	31,848	(80,139)
Provision - Def. Operating Income Taxes - Net	(15,345)	(111,159)	(34,633)	(2,494)	34,351
Net Operating Income	\$212,643	\$168,774	\$71,636	\$54,283	(\$85,556)

Port Byron Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$212,643	\$168,774	\$71,636	\$54,283	(\$85,556)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	41,474	21,734	7,851	4,024	3,489
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	10,571	(289)	(525)		
45 Special Charges	1,434	1,286	1,332	1,453	1,536
46 Total Non-Operating Income & Expenses	50,611	20,159	5,994	2,571	1,953
NON-OPERATING TAXES					
47 Federal Income Taxes	10,679	6,971	2,098	900	646
48 Other					
49 Total Non-Operating Taxes	10,679	6,971	2,098	900	646
50 Income Available Before Interest Charges	252,575	181,962	75,532	55,954	(84,249)
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense					
53 Total Interest Charges					
54 Income Before Extraordinary & Nonreg Items	252,575	181,962	75,532	55,954	(84,249)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$252,575	\$181,962	\$75,532	\$55,954	(\$84,249)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$4,287,848	\$4,105,886	\$4,030,354	\$3,974,400	\$4,058,649
60 Transferred from Income	252,575	181,962	75,532	55,954	(84,249)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					
65 Ending Year Balance	4,540,423	4,287,848	4,105,886	4,030,354	3,974,400
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$4,540,423	\$4,287,848	\$4,105,886	\$4,030,354	\$3,974,400

**State Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$110,689	\$851,546	\$1,705,815	\$753,620	\$319,436
2 Accounts Receivable (Net)	(14,114)	543,063	(10,113)	160,312	121,169
3 Current Deferred Income Taxes					
4 Other Current Assets	4,179,660	154,020	146,032	198,837	606,004
5 Total Current Assets	4,276,235	1,548,629	1,841,734	1,112,769	1,046,609
NON-CURRENT ASSETS					
6 Investments	912,024	941,949	1,206,868	1,170,030	1,133,951
7 Unamortized Debt Issuance Costs					
8 Deferred Charges	43,053	69,705	69,705	69,705	69,705
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes			117,388	436,854	587,734
11 Other Non-Current Assets					
12 Total Non-Current Assets	955,077	1,011,654	1,393,961	1,676,589	1,791,390
REGULATED PLANT					
13 Total Telecommunications Plant	24,664,307	24,604,000	22,249,446	26,173,375	26,156,393
14 Less: Accumulated Depr and Amort.	18,898,913	18,002,311	17,158,943	20,530,983	19,875,474
15 Net Regulated Plant	5,765,394	6,601,689	5,090,503	5,642,392	6,280,919
16 Total Assets & Other Debits	\$10,996,706	\$9,161,972	\$8,326,198	\$8,431,750	\$9,118,918
CURRENT LIABILITIES					
17 Accounts Payable	\$788,128	\$50,198	\$51,619	\$74,293	\$86,465
18 Notes Payable	1,500,000		111,666		1,322,648
19 Advanced Billings					
20 Customer Deposits	5,322	5,497	5,767	7,512	8,052
21 Current Maturities - Long-Term Debt	156,291	123,146	171,042	221,667	
22 Current Deferred Income Taxes					
23 Other Current Liabilities	81,315	919,193	79,463	122,018	152,198
24 Total Current Liabilities	2,531,056	1,098,034	419,557	425,490	1,569,363
LONG-TERM DEBT					
25 Long-Term Debt	287,948	477,484	591,978	934,062	
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	244,703	31,208	284,253	367,405	676,461
28 Other Deferred Credits	556,582	582,640	553,280	503,149	481,839
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	1,847,872	1,981,294	1,559,881	1,749,622	1,098,123
31 Total Other Liab. and Def. Credits	2,649,157	2,595,142	2,397,414	2,620,176	2,256,423
STOCKHOLDER'S EQUITY					
32 Common Stock	80,000	80,000	80,000	80,000	80,000
33 Preferred Stock					
34 Other Paid in Capital	(5,075)	(5,075)			
35 Retained Earnings	5,453,620	4,916,387	4,837,249	4,372,022	5,213,132
36 Total Stockholder's Equity	5,528,545	4,991,312	4,917,249	4,452,022	5,293,132
37 Total Liab. and Stockholder's Equity	\$10,996,706	\$9,161,972	\$8,326,198	\$8,431,750	\$9,118,918

State Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$1,145,876	\$1,151,793	\$1,114,833	\$1,122,023	\$1,119,620
Network Access Services	952,092	1,121,651	1,296,119	1,415,027	1,405,141
Long Distance Network Services	1,001,724	807,104	600,701	525,348	441,675
Miscellaneous Revenues	2,335,807	2,245,815	2,022,073	1,726,640	1,604,182
Less: Uncollectible Revenues	3,649	9,616	28,884	4,148	12,321
Total Operating Revenues	5,431,850	5,316,747	5,004,842	4,784,890	4,558,297
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	98	2,800	(775)	(677)	(6,272)
General Support Expenses	183,825	160,754	119,916	128,796	119,616
Central Office Switching	631,769	606,272	558,011	677,973	703,721
Operator Systems Expense					
Central Office Transmission	267,010	177,796	160,447	118,569	57,193
Info. Origination/Termination	601,652	599,231	526,377	479,277	404,186
Cable & Wire Facilities	600,841	626,932	534,677	643,230	665,472
Total Plant Specific Operations	2,285,195	2,173,785	1,898,653	2,047,168	1,943,916
Other Plant, Property & Equipment					
Network Operations	143,038	154,944	202,753	308,257	305,012
Access Expense					2,178
Depreciation and Amortization	896,602	860,643	909,194	939,603	971,771
Total Plant Non-Specific Operations	1,039,640	1,015,587	1,111,947	1,247,860	1,278,961
Marketing Expense	13,632	19,756	34,006	58,692	27,138
Services Expense	561,694	553,001	522,808	473,029	486,868
Total Customer Operations	575,326	572,757	556,814	531,721	514,006
Executive & Planning	310,519	304,810	292,343	331,193	280,862
General & Administrative	265,797	279,649	272,919	291,516	264,501
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	576,316	584,459	565,262	622,709	545,363
Total Operations Expense	4,476,477	4,346,588	4,132,676	4,449,458	4,282,246
Other Operating Income & Expenses	161,286				
State & Local Income Taxes					
Other Taxes	282,503	283,233	291,330	351,658	334,977
Net Operating Income Before FIT	834,156	686,926	580,836	(16,226)	(58,926)
Investment Tax Credits - Net					
Federal Income Taxes	164,374	317,929	319,466	(9,122)	(192,575)
Provision - Def. Operating Income Taxes - Net		(107,072)	(156,757)		
Net Operating Income	\$669,782	\$476,069	\$418,127	(\$7,104)	\$133,649

State Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$669,782	\$476,069	\$418,127	(\$7,104)	\$133,649
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income					
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	59,531	23,081	36,839	36,079	37,129
44 Other Non-Operating Income					
45 Special Charges	7,959	5,468	6,025	5,842	8,300
46 Total Non-Operating Income & Expenses	51,572	17,613	30,814	30,237	28,829
NON-OPERATING TAXES					
47 Federal Income Taxes					
48 Other					
49 Total Non-Operating Taxes					
50 Income Available Before Interest Charges	721,354	493,682	448,941	23,133	162,478
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	46,359	38,126	46,592	53,748	60,350
53 Total Interest Charges	46,359	38,126	46,592	53,748	60,350
54 Income Before Extraordinary & Nonreg Items	674,995	455,556	402,349	(30,615)	102,128
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$674,995	\$455,556	\$402,349	(\$30,615)	\$102,128
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$3,586,437	\$3,530,380	\$3,101,992	\$3,979,181	\$3,672,769
60 Transferred from Income	615,464	432,475	365,510	(66,694)	64,999
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock	95,904	96,000	80,000		
64 Adjustments	47,599	(280,418)	142,878	(810,495)	241,413
65 Ending Year Balance	4,153,596	3,586,437	3,530,380	3,101,992	3,979,181
66 Appropriated/Undistr Affiliate Retained Earnings	1,300,024	1,329,950	1,306,869	1,270,030	1,233,951
67 Total Retained Earnings	\$5,453,620	\$4,916,387	\$4,837,249	\$4,372,022	\$5,213,132

**Taconic Telephone Corp.
Comparative Balance Sheet
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments		\$900	\$900	\$900	\$900
2 Accounts Receivable (Net)	6,943,080	7,961,345	2,974,003	3,058,421	3,728,985
3 Current Deferred Income Taxes				40,325	38,056
4 Other Current Assets	3,891,415	306,604	1,187,185	1,032,899	1,179,429
5 Total Current Assets	10,834,495	8,268,849	4,162,088	4,132,545	4,947,370
NON-CURRENT ASSETS					
6 Investments	5,912,195	(1,132,622)	389,239	847,273	718,152
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes			32,589		
11 Other Non-Current Assets	6,683	6,683	6,683	6,683	3,132
12 Total Non-Current Assets	5,918,878	(1,125,939)	428,511	853,956	721,284
REGULATED PLANT					
13 Total Telecommunications Plant	81,823,348	77,359,338	77,572,001	77,376,815	76,575,630
14 Less: Accumulated Depr and Amort.	67,142,107	60,578,108	58,857,207	57,435,544	56,553,231
15 Net Regulated Plant	14,681,241	16,781,230	18,714,794	19,941,270	20,022,399
16 Total Assets & Other Debits	\$31,434,614	\$23,924,140	\$23,305,393	\$24,927,771	\$25,691,053
CURRENT LIABILITIES					
17 Accounts Payable	\$523,558	\$6,841,029	\$4,276,983	\$4,348,966	\$4,742,327
18 Notes Payable					
19 Advanced Billings					
20 Customer Deposits		(48,225)			
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes					
23 Other Current Liabilities	197,730	276,372	66,847	261,917	563,494
24 Total Current Liabilities	721,288	7,069,176	4,343,830	4,610,883	5,305,821
LONG-TERM DEBT					
25 Long-Term Debt	(14,146,816)				
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	6,071,616	2,407,970	2,610,621	2,797,210	2,894,805
28 Other Deferred Credits					
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	(0)	25,666	37,595	39,587	42,347
31 Total Other Liab. and Def. Credits	6,071,616	2,433,636	2,648,216	2,836,797	2,937,152
STOCKHOLDER'S EQUITY					
32 Common Stock		677,719	677,719	677,719	677,719
33 Preferred Stock					
34 Other Paid in Capital	29,346,397	1,581,615	1,581,615	1,581,615	1,581,615
35 Retained Earnings	9,442,128	12,161,994	14,054,013	15,220,757	15,188,746
36 Total Stockholder's Equity	38,788,525	14,421,328	16,313,347	17,480,091	17,448,080
37 Total Liab. and Stockholder's Equity	\$31,434,612	\$23,924,140	\$23,305,393	\$24,927,771	\$25,691,053

Taconic Telephone Corp.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$4,231,948	\$4,977,828	\$5,330,800	\$5,507,855	\$5,643,015
Network Access Services	4,923,723	6,155,356	6,221,183	6,524,252	9,063,349
Long Distance Network Services	101,020	124,139	121,478	128,391	132,133
Miscellaneous Revenues	5,217,620	3,457,886	2,713,721	2,726,320	930,858
Less: Uncollectible Revenues	83,742	191,117	32,785	98,288	93,601
Total Operating Revenues	14,390,569	14,524,092	14,354,397	14,788,530	15,675,754
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	(92)	5,113	1,414	2,039	2,005
General Support Expenses	708,756	1,697,794	1,664,095	1,124,034	1,944,353
Central Office Switching	723,911	545,669	734,191	673,029	689,947
Operator Systems Expense					
Central Office Transmission	96,397	124,527	158,167	157,912	152,600
Info. Origination/Termination	47,858	6,580			
Cable & Wire Facilities	3,807,049	2,957,410	2,612,760	2,366,437	2,148,956
Total Plant Specific Operations	5,383,879	5,337,093	5,170,627	4,323,451	4,937,861
Other Plant, Property & Equipment	29,257	(688)		(30,000)	
Network Operations	2,477,753	1,656,572	1,796,119	1,734,823	1,688,946
Access Expense	455,408	324,795	547,558	612,801	591,467
Depreciation and Amortization	2,566,257	1,941,773	2,592,139	2,558,005	2,456,100
Total Plant Non-Specific Operations	5,528,675	3,922,452	4,935,816	4,875,629	4,736,513
Marketing Expense	339,922	212,501	226,165	252,710	257,607
Services Expense	966,277	954,475	1,128,807	1,190,629	1,244,955
Total Customer Operations	1,306,199	1,166,976	1,354,972	1,443,339	1,502,562
Executive & Planning		524,137	402,354	388,938	466,623
General & Administrative	1,440,569	1,722,697	1,500,566	1,417,230	1,595,215
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,440,569	2,246,834	1,902,920	1,806,168	2,061,838
Total Operations Expense	13,659,322	12,673,355	13,364,335	12,448,587	13,238,774
Other Operating Income & Expenses	(388,513)				
State & Local Income Taxes	66,556	648,607	2,489	704	3,364
Other Taxes	1,104,588	529,376	562,693	719,027	871,045
Net Operating Income Before FIT	(828,410)	672,754	424,880	1,620,212	1,562,571
Investment Tax Credits - Net					
Federal Income Taxes	90,296		362,901	604,453	649,263
Provision - Def. Operating Income Taxes - Net	(2,777,524)	(1,540,663)	(178,853)	(99,864)	(217,990)
Net Operating Income	\$1,858,818	\$2,213,417	\$240,832	\$1,115,623	\$1,131,298

Taconic Telephone Corp.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$1,858,818	\$2,213,417	\$240,832	\$1,115,623	\$1,131,298
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	(9,808)				
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	314,803				
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies		3,615,045	3,020,060	2,774,121	1,890,501
44 Other Non-Operating Income	26,571				
45 Special Charges					
46 Total Non-Operating Income & Expenses	331,566	3,615,045	3,020,060	2,774,121	1,890,501
NON-OPERATING TAXES					
47 Federal Income Taxes		27,747	63,485	80,578	73,896
48 Other			28,755	123,878	99,765
49 Total Non-Operating Taxes		27,747	92,240	204,456	173,661
50 Income Available Before Interest Charges	2,190,384	5,800,715	3,168,652	3,685,288	2,848,138
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	33,140				
53 Total Interest Charges	33,140				
54 Income Before Extraordinary & Nonreg Items	2,157,244	5,800,715	3,168,652	3,685,288	2,848,138
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues		3,234,219	2,918,664	2,669,844	1,741,181
57 Total Extraordinary & Nonregulated Items		3,234,219	2,918,664	2,669,844	1,741,181
58 Net Income	2,157,244	9,034,934	6,087,316	\$6,355,132	\$4,589,319
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$12,161,996	\$14,054,013	\$15,220,757	\$15,188,746	\$14,567,924
60 Transferred from Income	2,157,244	5,419,889	3,067,256	3,581,011	2,698,818
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments	(4,877,112)	(160,452)	(145,546)	(145,546)	(145,546)
65 Ending Year Balance	9,442,128	19,313,450	18,142,467	18,624,211	17,121,196
66 Appropriated/Undistr Affiliate Retained Earnings		(7,151,454)	(4,088,454)	(3,403,454)	(1,932,454)
67 Total Retained Earnings	\$9,442,128	\$12,161,996	\$14,054,013	\$15,220,757	\$15,188,746

Township Telephone Company, Inc.
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$449,674	\$1,660,097	\$1,775,481	\$1,400,720	\$1,297,324
2 Accounts Receivable (Net)	2,781,742	668,963	407,208	368,636	249,255
3 Current Deferred Income Taxes					
4 Other Current Assets	50,701	36,205	45,960	42,203	48,290
5 Total Current Assets	3,282,117	2,365,265	2,228,649	1,811,559	1,594,869
NON-CURRENT ASSETS					
6 Investments					
7 Unamortized Debt Issuance Costs					
8 Deferred Charges	1,756	11,446	29,136	39,863	28,923
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets					
12 Total Non-Current Assets	1,756	11,446	29,136	39,863	28,923
REGULATED PLANT					
13 Total Telecommunications Plant	19,736,178	18,929,600	18,758,562	18,631,974	18,496,750
14 Less: Accumulated Depr and Amort.	16,252,222	15,593,691	14,843,427	14,177,390	13,530,404
15 Net Regulated Plant	3,483,956	3,335,909	3,915,135	4,454,584	4,966,346
16 Total Assets & Other Debits	\$6,767,829	\$5,712,620	\$6,172,920	\$6,306,006	\$6,590,138
CURRENT LIABILITIES					
17 Accounts Payable	\$963,397	\$380,303	\$217,647	\$315,665	\$224,792
18 Notes Payable					
19 Advanced Billings	48,020	52,810	57,528	61,398	66,858
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes	(1,520)	(2,589)	(5,994)	(7,411)	(3,244)
23 Other Current Liabilities	61,918	243,291	171,172	138,009	102,343
24 Total Current Liabilities	1,071,815	673,815	440,353	507,661	390,749
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	454,776	463,622	974,144	1,065,934	1,247,734
28 Other Deferred Credits	273,537	205,592			
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	128,732	116,643	113,268	219,229	176,241
31 Total Other Liab. and Def. Credits	857,045	785,857	1,087,412	1,285,163	1,423,975
STOCKHOLDER'S EQUITY					
32 Common Stock	10,000	10,000	10,000	10,000	10,000
33 Preferred Stock					
34 Other Paid in Capital	4,093,001	3,614,753	3,635,327	3,647,767	3,690,783
35 Retained Earnings	735,967	628,195	999,828	855,415	1,074,631
36 Total Stockholder's Equity	4,838,968	4,252,948	4,645,155	4,513,182	4,775,414
37 Total Liab. and Stockholder's Equity	\$6,767,829	\$5,712,620	\$6,172,920	\$6,306,006	\$6,590,138

Township Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$391,418	\$427,879	\$471,406	\$495,999	\$526,239
Network Access Services	1,749,933	1,709,315	1,892,266	1,476,740	1,219,705
Long Distance Network Services					
Miscellaneous Revenues	538,595	513,111	521,809	549,204	589,297
Less: Uncollectible Revenues	(1,460)	4,754	1,016	(4,392)	2,055
Total Operating Revenues	2,681,406	2,645,551	2,884,465	2,526,335	2,333,186
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	8,502	6,793	3,979	3,096	5,123
General Support Expenses	150,662	153,517	166,684	183,997	211,885
Central Office Switching	170,447	127,350	144,484	117,409	111,064
Operator Systems Expense					
Central Office Transmission	77,889	122,199	132,058	149,750	159,367
Info. Origination/Termination	76,995	65,000	68,604	65,631	75,412
Cable & Wire Facilities	160,911	192,627	199,596	207,741	292,455
Total Plant Specific Operations	645,406	667,486	715,405	727,624	855,306
Other Plant, Property & Equipment					
Network Operations	298,066	334,885	325,257	326,068	351,466
Access Expense	28,115	29,715	35,340	42,255	35,730
Depreciation and Amortization	827,475	821,679	833,032	838,884	805,702
Total Plant Non-Specific Operations	1,153,656	1,186,279	1,193,629	1,207,207	1,192,898
Marketing Expense	90,457	99,332	123,548	135,405	135,871
Services Expense	82,076	86,951	112,550	107,555	114,018
Total Customer Operations	172,533	186,283	236,098	242,960	249,889
Executive & Planning	45,180	61,082	71,837	73,906	75,139
General & Administrative	465,981	442,075	329,621	480,742	483,971
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	511,161	503,157	401,458	554,648	559,110
Total Operations Expense	2,482,756	2,543,205	2,546,590	2,732,439	2,857,203
Other Operating Income & Expenses	2,198	7,607	12,341	300	(1,273)
State & Local Income Taxes					
Other Taxes	125,989	132,691	131,521	131,802	125,655
Net Operating Income Before FIT	74,859	(22,738)	218,695	(337,606)	(650,945)
Investment Tax Credits - Net					
Federal Income Taxes	(83,800)	181,564	158,905	40,077	(93,222)
Provision - Def. Operating Income Taxes - Net	67,863	(303,987)	(82,345)	(158,204)	(134,070)
Net Operating Income	\$90,796	\$99,685	\$142,135	(\$219,479)	(\$423,653)

Township Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$90,796	\$99,685	\$142,135	(\$219,479)	(\$423,653)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	19,043	16,241	5,101	2,173	1,752
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	4,034		33		
45 Special Charges	1,522	1,415	1,627	1,791	1,980
46 Total Non-Operating Income & Expenses	21,555	14,826	3,507	382	(228)
NON-OPERATING TAXES					
47 Federal Income Taxes	4,579	5,144	1,229	119	(533)
48 Other					
49 Total Non-Operating Taxes	4,579	5,144	1,229	119	(533)
50 Income Available Before Interest Charges	107,772	109,367	144,413	(219,216)	(423,348)
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense					
53 Total Interest Charges					
54 Income Before Extraordinary & Nonreg Items	107,772	109,367	144,413	(219,216)	(423,348)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$107,772	\$109,367	\$144,413	(\$219,216)	(\$423,348)
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$628,195	\$999,828	\$855,415	\$1,074,631	\$1,497,979
60 Transferred from Income	107,772	109,367	144,413	(219,216)	(423,348)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock		481,000			
64 Adjustments					
65 Ending Year Balance	735,967	628,195	999,828	855,415	1,074,631
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$735,967	\$628,195	\$999,828	\$855,415	\$1,074,631

Trumansburg Home Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$7,511,528	\$11,224,486	\$2,021,103	\$1,986,435	\$2,265,902
2 Accounts Receivable (Net)	319,274	394,617	4,774,745	4,934,881	3,854,051
3 Current Deferred Income Taxes					
4 Other Current Assets	980,303	280,772	279,731	331,394	2,352,337
5 Total Current Assets	8,811,105	11,899,875	7,075,579	7,252,710	8,472,290
NON-CURRENT ASSETS					
6 Investments	568,239	631,805	5,990,711	4,804,800	4,175,978
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes	363,346	448,746	637,469	430,586	433,399
11 Other Non-Current Assets	3,272,002	3,346,715	343,520	1,392,367	1,536,076
12 Total Non-Current Assets	4,203,587	4,427,266	6,971,700	6,627,753	6,145,453
REGULATED PLANT					
13 Total Telecommunications Plant	21,008,906	20,318,114	23,322,815	23,748,571	23,919,030
14 Less: Accumulated Depr and Amort.	15,903,513	15,269,655	16,190,750	15,801,423	15,301,240
15 Net Regulated Plant	5,105,393	5,048,459	7,132,065	7,947,148	8,617,790
16 Total Assets & Other Debits	\$18,120,085	\$21,375,600	\$21,179,344	\$21,827,611	\$23,235,533
CURRENT LIABILITIES					
17 Accounts Payable	\$1,863,092	\$3,818,388	\$3,156,172	\$2,358,102	\$3,318,177
18 Notes Payable	444,954	166,598	343,409	466,335	420,444
19 Advanced Billings	107,111	122,111	335,529	355,965	376,401
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					299,235
22 Current Deferred Income Taxes					
23 Other Current Liabilities	914,645	1,910,976	1,196,767	1,209,289	1,322,264
24 Total Current Liabilities	3,329,802	6,018,073	5,031,877	4,389,691	5,736,521
LONG-TERM DEBT					
25 Long-Term Debt					99,741
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC			1,863,765		
27 Non-Current Deferred Taxes	805,230	1,245,704	20,731	1,960,894	2,145,072
28 Other Deferred Credits	401,684	135,671	134,242	158,955	223,965
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	192,755	213,892	214,374	230,834	250,761
31 Total Other Liab. and Def. Credits	1,399,669	1,595,267	2,233,112	2,350,683	2,619,798
STOCKHOLDER'S EQUITY					
32 Common Stock	240,000	240,000	240,000	240,000	240,000
33 Preferred Stock					
34 Other Paid in Capital	(3,713,526)	(3,508,280)	(3,636,119)	(1,864,614)	(1,845,425)
35 Retained Earnings	16,864,139	17,030,540	17,310,474	16,711,851	16,384,899
36 Total Stockholder's Equity	13,390,613	13,762,260	13,914,355	15,087,237	14,779,474
37 Total Liab. and Stockholder's Equity	\$18,120,084	\$21,375,600	\$21,179,344	\$21,827,611	\$23,235,533

Trumansburg Home Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$884,086	\$955,728	\$1,019,192	\$1,154,036	\$1,159,633
Network Access Services	1,937,494	1,717,464	1,665,806	2,033,134	2,657,609
Long Distance Network Services					
Miscellaneous Revenues	1,557,822	1,941,644	2,040,498	1,770,493	1,057,225
Less: Uncollectible Revenues	11,801	19,968	12,373	8,507	19,893
Total Operating Revenues	4,367,601	4,594,868	4,713,123	4,949,156	4,854,574
TELEPHONE OPERATING EXPENSES					
Network Support Expenses					5,107
General Support Expenses	473,238	673,411	739,087	535,773	662,944
Central Office Switching	193,721	203,955	270,285	310,003	349,321
Operator Systems Expense					
Central Office Transmission	45,710	111,592	94,722	125,306	120,946
Info. Origination/Termination	86,335	85,056	113,206	75,594	123,603
Cable & Wire Facilities	696,639	707,171	637,483	482,506	(122,334)
Total Plant Specific Operations	1,495,643	1,781,185	1,854,783	1,529,182	1,139,587
Other Plant, Property & Equipment					(879)
Network Operations	135,648	209,106	277,738	273,738	371,292
Access Expense	42,129	(50,084)	192,866	208,456	201,771
Depreciation and Amortization	847,151	964,309	1,036,633	1,087,506	1,149,196
Total Plant Non-Specific Operations	1,024,928	1,123,331	1,507,237	1,569,700	1,721,380
Marketing Expense	89,265	89,152	84,610	143,195	81,631
Services Expense	252,672	299,203	251,054	288,031	324,927
Total Customer Operations	341,937	388,355	335,664	431,226	406,558
Executive & Planning	866,332	723,394	657,864	653,179	523,373
General & Administrative	781,363	923,648	1,013,484	956,181	996,786
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,647,695	1,647,042	1,671,348	1,609,360	1,520,159
Total Operations Expense	4,510,203	4,939,913	5,369,032	5,139,468	4,787,684
Other Operating Income & Expenses	135,679	11,471	62,015	32,625	
State & Local Income Taxes					
Other Taxes	203,083	221,132	226,238	232,505	273,279
Net Operating Income Before FIT	(210,006)	(554,706)	(820,132)	(390,192)	(206,389)
Investment Tax Credits - Net					
Federal Income Taxes		399,171		8,832	32,682
Provision - Def. Operating Income Taxes - Net	(66,319)	(664,354)	(269,786)	(130,597)	(99,584)
Net Operating Income	(\$143,687)	(\$289,523)	(\$550,346)	(\$268,427)	(\$139,487)

Trumansburg Home Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$143,687)	(\$289,523)	(\$550,346)	(\$268,427)	(\$139,487)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income	52,592	23,385	12,664	37,771	2,278
39 Interest Income	66,660	40,357	6,526	4,352	10,615
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					3,786
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	(40,971)	(250,917)	1,198,566	617,395	746,191
44 Other Non-Operating Income	109,271	18,825,172	(18,078)	27,537	525,414
45 Special Charges	46,663	19,165	18,314	25,596	12,639
46 Total Non-Operating Income & Expenses	140,889	18,618,832	1,181,364	661,459	1,275,645
NON-OPERATING TAXES					
47 Federal Income Taxes	124,835	7,550,087	(9,974)	11,322	156,968
48 Other					
49 Total Non-Operating Taxes	124,835	7,550,087	(9,974)	11,322	156,968
50 Income Available Before Interest Charges	(127,633)	10,779,222	640,992	381,710	979,190
INTEREST CHARGES					
51 Interest on Funded Debt			96	4,685	16,254
52 Other Interest Expense	11,868	9,691	12,336	15,273	14,569
53 Total Interest Charges	11,868	9,691	12,432	19,958	30,823
54 Income Before Extraordinary & Nonreg Items	(139,501)	10,769,531	628,560	361,752	948,367
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	(\$139,501)	\$10,769,531	\$628,560	\$361,752	\$948,367

RETAINED EARNINGS STATEMENT

Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$17,447,554	\$17,727,488	\$17,128,865	\$16,801,912	\$15,912,915
60 Transferred from Income	(98,530)	11,020,448	(570,006)	(255,643)	202,176
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock	26,884	27,187	26,938	30,045	59,370
64 Adjustments	(40,987)	(11,273,195)	1,195,567	612,641	746,191
65 Ending Year Balance	17,281,153	17,447,554	17,727,488	17,128,865	16,801,912
66 Appropriated/Undistr Affiliate Retained Earnings	(417,014)	(417,014)	(417,014)	(417,014)	(417,013)
67 Total Retained Earnings	\$16,864,139	\$17,030,540	\$17,310,474	\$16,711,851	\$16,384,899

Verizon Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$0	\$0	\$0	\$6,292,217	(\$2,360,683)
2 Accounts Receivable (Net)	957,426,206	860,501,115	984,158,053	975,687,744	3,388,182,872
3 Current Deferred Income Taxes	0				
4 Other Current Assets	66,144,394	53,977,877	80,790,830	102,174,592	139,638,666
5 Total Current Assets	1,023,570,600	914,478,991	1,064,948,884	1,084,154,553	3,525,460,855
NON-CURRENT ASSETS					
6 Investments	524,374,863	651,153,992	435,752,576	476,868,540	680,344,516
7 Unamortized Debt Issuance Costs	725,053	766,502	1,596,465	3,308,487	3,413,829
8 Deferred Charges	55,845,454	52,608,613	72,580,479	89,867,550	101,023,507
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets	7,157,806	10,251,255	30,307,293	31,520,680	164,392,443
12 Total Non-Current Assets	588,103,176	714,780,362	540,236,813	601,565,256	949,174,294
REGULATED PLANT					
13 Total Telecommunications Plant	32,130,033,451	31,078,354,730	29,932,289,434	29,119,633,164	28,294,022,782
14 Less: Accumulated Depr and Amort.	21,068,490,507	20,247,968,923	19,411,538,359	18,576,547,191	17,705,608,765
15 Net Regulated Plant	11,061,542,944	10,830,385,806	10,520,751,075	10,543,085,974	10,588,414,017
16 Total Assets & Other Debits	\$12,673,216,720	\$12,459,645,160	\$12,125,936,771	\$12,228,805,783	\$15,063,049,166
CURRENT LIABILITIES					
17 Accounts Payable	\$832,580,914	\$599,547,078	\$822,540,400	\$792,035,693	\$3,159,139,041
18 Notes Payable	8,443,981,020	6,912,776,594	4,569,653,698	8,234,990,731	8,208,779,434
19 Advanced Billings	99,559,530	226,867,009	184,280,521	137,196,828	154,329,193
20 Customer Deposits	3,945,442	852,042	694,735	1,862,408	3,346,051
21 Current Maturities - Long-Term Debt	449,322	685,261	622,077	1,290,993	1,584,570
22 Current Deferred Income Taxes					(72,750,635)
23 Other Current Liabilities	318,381,653	387,750,327	221,212,608	352,554,235	364,059,952
24 Total Current Liabilities	9,698,897,881	8,128,478,311	5,799,004,040	9,519,930,889	11,818,487,604
LONG-TERM DEBT					
25 Long-Term Debt	159,066,767	159,478,078	315,319,218	597,794,893	598,350,776
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC			5,730,894	7,393,115	9,055,788
27 Non-Current Deferred Taxes	786,585,175	422,522,678	317,056,831	385,278,118	(157,366,746)
28 Other Deferred Credits	145,005,047	160,028,479	121,632,927	60,738,098	69,417,365
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	4,889,038,253	6,091,877,210	7,165,166,242	6,917,705,951	7,962,284,774
31 Total Other Liab. and Def. Credits	5,820,628,475	6,674,428,367	7,609,586,895	7,371,115,282	7,883,391,180
STOCKHOLDER'S EQUITY					
32 Common Stock	1,000,010	1,000,010	1,000,010	1,000,010	1,000,010
33 Preferred Stock					
34 Other Paid in Capital	9,096,047,926	9,096,695,393	9,075,939,829	4,365,971,622	4,365,971,622
35 Retained Earnings	(12,102,424,338)	(11,600,434,998)	(10,674,913,223)	(9,627,006,914)	(9,604,152,027)
36 Total Stockholder's Equity	(3,005,376,403)	(2,502,739,595)	(1,597,973,384)	(5,260,035,281)	(5,237,180,395)
37 Total Liab. and Stockholder's Equity	\$12,673,216,720	\$12,459,645,160	\$12,125,936,771	\$12,228,805,783	\$15,063,049,166

Verizon Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
INCOME STATEMENT					
TELEPHONE OPERATING REVENUES					
Local Network Services	\$784,006,011	\$843,562,737	\$946,717,712	\$1,029,137,505	\$1,120,409,173
Network Access Services	2,093,166,901	2,296,968,594	2,369,097,001	2,430,111,693	2,300,914,112
Long Distance Network Services	52,129,738	60,686,476	71,056,121	76,278,051	84,997,970
Miscellaneous Revenues	1,519,630,188	1,812,920,946	1,885,063,091	1,830,647,062	1,756,736,239
Less: Uncollectible Revenues	24,341,802	28,068,330	31,151,667	37,717,937	32,579,858
Total Operating Revenues	4,424,591,036	4,986,070,423	5,240,782,258	5,328,456,374	5,230,477,636
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	49,353,550	48,371,367	41,602,159	51,100,617	49,215,665
General Support Expenses	187,827,772	183,336,688	218,621,610	226,262,657	365,506,526
Central Office Switching	83,673,551	89,986,506	86,539,789	101,474,569	125,403,574
Operator Systems Expense	101,668	114,405	100,054	91,823	81,442
Central Office Transmission	119,137,737	115,310,400	110,819,795	133,925,575	107,913,281
Info. Origination/Termination	1,377,428,420	1,424,225,312	1,331,218,529	1,364,722,666	1,198,714,722
Cable & Wire Facilities	527,117,572	582,688,422	575,514,915	645,968,620	689,006,049
Total Plant Specific Operations	2,344,640,270	2,444,033,098	2,364,416,849	2,523,546,526	2,535,841,259
Other Plant, Property & Equipment	27,345,520	27,704,875	25,218,103	31,273,692	23,575,927
Network Operations	657,723,470	412,478,135	866,609,421	751,228,527	740,338,720
Access Expense	94,347,258	97,594,181	114,374,312	105,693,540	98,098,706
Depreciation and Amortization	1,056,317,308	1,034,501,863	1,039,595,716	1,068,028,542	1,061,243,296
Total Plant Non-Specific Operations	1,835,733,556	1,572,279,054	2,045,797,551	1,956,224,301	1,923,256,649
Marketing Expense	299,219,140	321,094,164	308,034,588	303,880,547	342,016,769
Services Expense	295,890,792	322,848,684	402,504,360	430,181,741	405,002,246
Total Customer Operations	595,109,932	643,942,848	710,538,948	734,062,288	747,019,015
Executive & Planning	153,413,729	127,449,756	91,820,631	18,561,376	26,284,893
General & Administrative	642,630,992	2,790,454,435	1,107,814,966	(420,884,799)	2,577,870,580
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	796,044,722	2,917,904,192	1,199,635,597	(402,323,423)	2,604,155,474
Total Operations Expense	5,571,528,480	7,578,159,191	6,320,388,945	4,811,509,693	7,810,272,396
Other Operating Income & Expenses	13,808,590	(1,863,825)	19,547,651	37,369,147	40,990,995
State & Local Income Taxes	(3,483,261)	(3,199,725)	(5,441,944)	804,600	(5,897,412)
Other Taxes	341,763,442	433,685,912	461,757,476	482,023,703	474,050,207
Net Operating Income Before FIT	(1,471,409,034)	(3,024,438,780)	(1,516,374,568)	71,487,525	(3,006,956,560)
Investment Tax Credits - Net		5,730,894	1,662,221	1,662,673	1,662,673
Federal Income Taxes	(681,357,321)	(1,079,769,833)	(630,802,787)	(694,063,142)	(574,589,541)
Provision - Def. Operating Income Taxes - Net	397,486,920	(293,388,741)	(20,430,561)	618,682,684	(713,019,944)
Net Operating Income	(\$1,187,538,634)	(\$1,645,549,312)	(\$863,478,999)	\$148,530,655	(\$1,717,684,402)

Verizon Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$1,187,538,634)	(\$1,645,549,312)	(\$863,478,999)	\$148,530,655	(\$1,717,684,402)
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income	23,341	141,699	884,521	374,984	541,200
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction	29,797,656	10,568,131	24,580,162	24,313,030	28,007,147
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies	275,375,257	218,576,267	150,715,375	222,524,025	304,730,094
44 Other Non-Operating Income	1,047,662,033	(114,448,384)	(107,321,211)	(85,228,198)	(88,889,340)
45 Special Charges	6,512,438	8,087,551	6,437,378	6,800,660	7,115,164
46 Total Non-Operating Income & Expenses	1,346,345,848	106,750,162	62,421,468	155,183,182	237,273,937
NON-OPERATING TAXES					
47 Federal Income Taxes	70,775,523	(12,158,596)	(42,070,724)	18,754,762	(34,005,511)
48 Other	(34,448,439)	(76,130,224)	(43,915,450)	(40,380,210)	(34,626,533)
49 Total Non-Operating Taxes	36,327,084	(88,288,819)	(85,986,174)	(21,625,448)	(68,632,044)
50 Income Available Before Interest Charges	122,480,130	(1,450,510,331)	(715,071,356)	325,339,285	(1,411,778,421)
INTEREST CHARGES					
51 Interest on Funded Debt	11,471,053	19,805,362	28,084,633	43,524,753	43,514,977
52 Other Interest Expense	326,598,271	207,133,930	305,147,319	304,669,418	289,354,161
53 Total Interest Charges	338,069,324	226,939,292	333,231,952	348,194,171	332,869,138
54 Income Before Extraordinary & Nonreg Items	(215,589,194)	(1,677,449,623)	(1,048,303,308)	(22,854,886)	(1,744,647,560)
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	(\$215,589,194)	(\$1,677,449,623)	(\$1,048,303,308)	(\$22,854,886)	(\$1,744,647,560)

RETAINED EARNINGS STATEMENT

Unappropriated Retained Earnings:					
59 Beginning Year Balance	(\$12,187,594,891)	(\$11,043,496,847)	(\$10,044,875,163)	(\$10,219,496,253)	(\$8,470,118,599)
60 Transferred from Income	(490,964,451)	(1,896,025,890)	(1,199,018,683)	(245,378,911)	(2,049,377,656)
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments	113,599,854	751,927,847	200,397,000	(420,000,000)	300,000,000
65 Ending Year Balance	(12,564,959,487)	(12,187,594,891)	(11,043,496,847)	(10,044,875,163)	(10,219,496,255)
66 Appropriated/Undistr Affiliate Retained Earnings	462,535,149	587,159,892	368,583,625	417,868,250	615,344,227
67 Total Retained Earnings	(\$12,102,424,338)	(\$11,600,434,998)	(\$10,674,913,223)	(\$9,627,006,914)	(\$9,604,152,027)

Vernon Telephone Company, Inc.
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$4,063,919	\$3,871,608	\$3,050,863	\$2,766,750	\$2,474,351
2 Accounts Receivable (Net)	185,292	175,920	211,764	232,266	183,677
3 Current Deferred Income Taxes					
4 Other Current Assets	40,072	42,094	35,516	36,597	33,769
5 Total Current Assets	4,289,283	4,089,622	3,298,143	3,035,613	2,691,797
NON-CURRENT ASSETS					
6 Investments					
7 Unamortized Debt Issuance Costs					
8 Deferred Charges		3,863	4,671	15,519	26,366
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets					
12 Total Non-Current Assets		3,863	4,671	15,519	26,366
REGULATED PLANT					
13 Total Telecommunications Plant	10,299,607	12,191,921	10,446,503	10,422,384	10,292,496
14 Less: Accumulated Depr and Amort.	7,969,120	9,479,701	7,690,645	7,338,229	6,929,044
15 Net Regulated Plant	2,330,487	2,712,220	2,755,858	3,084,155	3,363,452
16 Total Assets & Other Debits	\$6,619,770	\$6,805,705	\$6,058,672	\$6,135,287	\$6,081,615
CURRENT LIABILITIES					
17 Accounts Payable	\$211,701	\$144,652	\$140,432	\$181,405	\$100,006
18 Notes Payable					
19 Advanced Billings	16,140	16,304	17,263	18,362	20,773
20 Customer Deposits					
21 Current Maturities - Long-Term Debt					
22 Current Deferred Income Taxes	(1,285)	(1,326)	(3,798)	(5,909)	(3,230)
23 Other Current Liabilities	33,713	123,176	95,831	112,610	106,723
24 Total Current Liabilities	260,269	282,806	249,728	306,468	224,272
LONG-TERM DEBT					
25 Long-Term Debt					
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes	382,538	387,271	747,058	806,574	901,680
28 Other Deferred Credits	15,821	2,845			
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	(207,553)	(238,949)	(213,904)	(170,848)	(183,510)
31 Total Other Liab. and Def. Credits	190,806	151,167	533,154	635,726	718,170
STOCKHOLDER'S EQUITY					
32 Common Stock	2,400,000	2,400,000	2,400,000	2,400,000	2,400,000
33 Preferred Stock					
34 Other Paid in Capital	2,846,881	2,884,785	2,860,901	2,841,842	2,858,489
35 Retained Earnings	921,814	1,086,948	14,889	(48,749)	(119,316)
36 Total Stockholder's Equity	6,168,695	6,371,733	5,275,790	5,193,093	5,139,173
37 Total Liab. and Stockholder's Equity	\$6,619,770	\$6,805,705	\$6,058,672	\$6,135,287	\$6,081,615

Vernon Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$418,578	\$448,227	\$404,346	\$424,149	\$485,115
Network Access Services	843,435	852,758	914,673	937,059	888,849
Long Distance Network Services					
Miscellaneous Revenues	376,246	402,884	329,748	324,473	352,988
Less: Uncollectible Revenues	558	(5,160)	(12)	6,030	5,922
Total Operating Revenues	1,637,701	1,709,029	1,648,779	1,679,651	1,721,030
TELEPHONE OPERATING EXPENSES					
Network Support Expenses	5,853	2,661	2,289	6,378	12,219
General Support Expenses	89,218	111,112	89,590	94,452	121,470
Central Office Switching	61,277	59,418	69,556	68,518	62,170
Operator Systems Expense					
Central Office Transmission	63,453	69,054	52,780	52,324	77,571
Info. Origination/Termination	32,699	40,460	27,996	28,851	27,839
Cable & Wire Facilities	144,297	155,614	145,651	155,838	166,786
Total Plant Specific Operations	396,797	438,319	387,862	406,361	468,055
Other Plant, Property & Equipment					
Network Operations	279,103	244,908	194,979	212,416	245,106
Access Expense	25,485	22,759	41,849	40,699	29,835
Depreciation and Amortization	607,657	592,588	421,619	413,833	405,636
Total Plant Non-Specific Operations	912,245	860,255	658,447	666,948	680,577
Marketing Expense	71,264	81,718	82,162	89,468	87,922
Services Expense	63,044	68,069	69,085	65,001	70,895
Total Customer Operations	134,308	149,787	151,247	154,469	158,817
Executive & Planning	32,547	41,471	37,193	39,211	41,296
General & Administrative	340,311	295,806	226,576	238,683	259,405
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	372,858	337,277	263,769	277,894	300,701
Total Operations Expense	1,816,208	1,785,638	1,461,325	1,505,672	1,608,150
Other Operating Income & Expenses				25,203	(516)
State & Local Income Taxes					
Other Taxes	107,873	113,406	92,850	89,339	85,175
Net Operating Income Before FIT	(286,380)	(190,015)	94,604	109,843	27,189
Investment Tax Credits - Net					
Federal Income Taxes	(72,969)	59,173	102,825	125,506	53,986
Provision - Def. Operating Income Taxes - Net	21,850	(142,400)	(69,708)	(86,924)	(44,315)
Net Operating Income	(\$235,261)	(\$106,788)	\$61,487	\$71,261	\$17,518

Vernon Telephone Company, Inc.
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	(\$235,261)	(\$106,788)	\$61,487	\$71,261	\$17,518
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income		325			
39 Interest Income	65,587	30,793	9,278	4,691	3,902
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property					
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	23,789	(843)	(5,046)	(4,852)	(48)
45 Special Charges	1,483	1,881	923	1,066	1,168
46 Total Non-Operating Income & Expenses	87,893	28,394	3,309	(1,227)	2,686
NON-OPERATING TAXES					
47 Federal Income Taxes	17,703	(202,328)	1,158	(533)	940
48 Other					
49 Total Non-Operating Taxes	17,703	(202,328)	1,158	(533)	940
50 Income Available Before Interest Charges	(165,071)	123,934	63,638	70,567	19,264
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense					
53 Total Interest Charges					
54 Income Before Extraordinary & Nonreg Items	(165,071)	123,934	63,638	70,567	19,264
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	(\$165,071)	\$123,934	\$63,638	\$70,567	\$19,264
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$1,086,948	\$963,014	(\$48,749)	(\$119,316)	(\$138,580)
60 Transferred from Income	(165,071)	123,934	63,638	70,567	19,264
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments	(63)				
65 Ending Year Balance	921,814	1,086,948	14,889	(48,749)	(119,316)
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$921,814	\$1,086,948	\$14,889	(\$48,749)	(\$119,316)

Warwick Valley Telephone Company
Comparative Balance Sheet
For the Year Ended December 31,

	2018	2017	2016	2015	2014
CURRENT ASSETS					
1 Cash and Temporary Cash Investments	\$256,134	\$3,276,546	\$1,095,788	\$298,003	\$1,355,384
2 Accounts Receivable (Net)	3,353,843	1,179,542	1,063,190	60,734,989	59,790,465
3 Current Deferred Income Taxes					
4 Other Current Assets	470,382	466,463	372,074	303,718	259,783
5 Total Current Assets	4,080,359	4,922,551	2,531,052	61,336,710	61,405,631
NON-CURRENT ASSETS					
6 Investments					
7 Unamortized Debt Issuance Costs					
8 Deferred Charges					
9 Other Jurisdictional Assets - Net					
10 Non-Current Deferred Income Taxes					
11 Other Non-Current Assets				274,979	274,979
12 Total Non-Current Assets				274,979	274,979
REGULATED PLANT					
13 Total Telecommunications Plant	76,199,563	75,708,870	75,224,228	74,900,029	74,548,701
14 Less: Accumulated Depr and Amort.	68,894,592	66,744,220	64,250,141	61,784,088	59,211,875
15 Net Regulated Plant	7,304,971	8,964,650	10,974,087	13,115,941	15,336,826
16 Total Assets & Other Debits	\$11,385,331	\$13,887,201	\$13,505,139	\$74,727,630	\$77,017,437
CURRENT LIABILITIES					
17 Accounts Payable	\$349,426	\$5,457,091	\$6,519,675	\$45,014,298	\$47,920,723
18 Notes Payable					
19 Advanced Billings	334,865	173,678	378,995	294,153	274,030
20 Customer Deposits	4,842	4,717	5,323	56,150	8,762
21 Current Maturities - Long-Term Debt	53,935	48,954	38,009	34,515	
22 Current Deferred Income Taxes					
23 Other Current Liabilities	777,289	713,499	690,289	2,003,545	2,109,554
24 Total Current Liabilities	1,520,357	6,397,939	7,632,291	47,402,661	50,313,069
LONG-TERM DEBT					
25 Long-Term Debt	33,836	75,268	126,656	169,840	
OTHER LIAB. & DEFERRED CREDITS					
26 Unamortized ITC					
27 Non-Current Deferred Taxes					
28 Other Deferred Credits				234,775	234,775
29 Other Jurisdictional Differences - Net					
30 Other Liabilities	564,307	641,705	720,876	8,393,466	8,874,662
31 Total Other Liab. and Def. Credits	564,307	641,705	720,876	8,628,241	9,109,437
STOCKHOLDER'S EQUITY					
32 Common Stock					
33 Preferred Stock					
34 Other Paid in Capital	5,352,513	5,346,416	5,287,216	19,188,716	17,716,956
35 Retained Earnings	3,914,318	1,425,873	(261,901)	(661,827)	(122,025)
36 Total Stockholder's Equity	9,266,831	6,772,289	5,025,315	18,526,889	17,594,931
37 Total Liab. and Stockholder's Equity	\$11,385,331	\$13,887,201	\$13,505,139	\$74,727,630	\$77,017,437

Warwick Valley Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

INCOME STATEMENT	2018	2017	2016	2015	2014
TELEPHONE OPERATING REVENUES					
Local Network Services	\$2,533,595	\$2,648,558	\$2,849,773	\$2,933,251	\$3,021,980
Network Access Services	6,386,808	6,871,161	7,513,223	7,462,499	7,213,999
Long Distance Network Services	72,255	84,456	92,765	106,043	127,757
Miscellaneous Revenues	5,311,350	5,416,902	2,000,892	2,060,454	2,184,545
Less: Uncollectible Revenues	171,000	18,000	49,147	21,657	8,716
Total Operating Revenues	14,133,008	15,003,077	12,407,505	12,540,590	12,539,565
TELEPHONE OPERATING EXPENSES					
Network Support Expenses					
General Support Expenses	277,297	257,403	206,113	316,074	325,020
Central Office Switching	444,770	500,991	317,445	210,618	229,082
Operator Systems Expense					
Central Office Transmission	2,185,180	3,126,447	1,029,620	1,206,241	1,186,052
Info. Origination/Termination	772,624	851,961	868,048	968,518	612,969
Cable & Wire Facilities	549,282	488,050	610,450	438,234	359,923
Total Plant Specific Operations	4,229,154	5,224,852	3,031,677	3,139,685	2,713,046
Other Plant, Property & Equipment					
Network Operations	394,929	654,580	650,876	662,746	651,412
Access Expense					
Depreciation and Amortization	2,150,372	2,494,079	2,466,053	2,654,350	3,187,715
Total Plant Non-Specific Operations	2,545,301	3,148,659	3,116,929	3,317,096	3,839,127
Marketing Expense	93,326	134,072	310,792	250,705	216,657
Services Expense	1,554,644	1,522,696	1,865,520	2,401,546	1,002,553
Total Customer Operations	1,647,970	1,656,768	2,176,312	2,652,251	1,219,210
Executive & Planning				29,382	77,607
General & Administrative	1,965,307	2,072,545	1,802,426	2,960,004	3,327,617
Provision - Uncollectible Notes Rec.					
Other					
Total Corporate Operations	1,965,307	2,072,545	1,802,426	2,989,386	3,405,225
Total Operations Expense	10,387,731	12,102,824	10,127,343	12,098,418	11,176,608
Other Operating Income & Expenses					
State & Local Income Taxes					
Other Taxes	1,312,648	1,356,222	1,028,644	900,304	1,169,275
Net Operating Income Before FIT	2,432,629	1,544,031	1,251,518	(458,132)	193,682
Investment Tax Credits - Net					
Federal Income Taxes					
Provision - Def. Operating Income Taxes - Net					
Net Operating Income	\$2,432,629	\$1,544,031	\$1,251,518	(\$458,132)	\$193,682

Warwick Valley Telephone Company
Comparative Income and Retained Earnings Statements
For the Year Ended December 31,

	2018	2017	2016	2015	2014
37 Net Operating Income	\$2,432,629	\$1,544,031	\$1,251,518	(\$458,132)	\$193,682
NON-OPERATING INCOME & EXPENSES					
38 Dividend Income					
39 Interest Income			7		
40 Income - Sinking and Other Funds					
41 Allowance for Funds Used During Construction					
42 Gains/Losses - Disposal of Property				19,926	17,671
43 Equity in Earnings of Affiliated Companies					
44 Other Non-Operating Income	83,000	162,855	85,416		
45 Special Charges		545	884,180	89,881	162,405
46 Total Non-Operating Income & Expenses	83,000	162,310	(798,757)	(69,955)	(144,734)
NON-OPERATING TAXES					
47 Federal Income Taxes					
48 Other					
49 Total Non-Operating Taxes					
50 Income Available Before Interest Charges	2,515,629	1,706,341	452,761	(528,087)	48,948
INTEREST CHARGES					
51 Interest on Funded Debt					
52 Other Interest Expense	27,184	18,568	52,834	11,716	112
53 Total Interest Charges	27,184	18,568	52,834	11,716	112
54 Income Before Extraordinary & Nonreg Items	2,488,445	1,687,773	399,926	(539,803)	48,836
EXTRAORDINARY & NONREG ITEMS					
55 Extraordinary Items					
56 Nonregulated Revenues					
57 Total Extraordinary & Nonregulated Items					
58 Net Income	\$2,488,445	\$1,687,773	\$399,926	(\$539,803)	\$48,836
RETAINED EARNINGS STATEMENT					
Unappropriated Retained Earnings:					
59 Beginning Year Balance	\$1,425,873	(\$261,901)	(\$661,827)	(\$122,024)	(\$377,393)
60 Transferred from Income	2,488,445	1,687,773	399,926	(539,803)	48,836
61 Appropriations					
Dividends Declared:					
62 Preferred Stock					
63 Common Stock					
64 Adjustments					206,532
65 Ending Year Balance	3,914,318	1,425,873	(261,901)	(661,827)	(122,025)
66 Appropriated/Undistr Affiliate Retained Earnings					
67 Total Retained Earnings	\$3,914,318	\$1,425,873	(\$261,901)	(\$661,827)	(\$122,025)

Telecommunication Industry (Total)
Statement of Cash Flows
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$231,799)	(\$1,654,946)	(\$1,044,520)	(\$226)	(\$1,726,068)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	1,157,914	1,119,911	1,125,894	1,169,382	1,181,252
Changes in Deferred Income Taxes	397,904	(314,983)	(16,699)	641,707	(685,884)
Changes in Working Capital	123,153	(171,874)	5,206	(3,679)	41,979
Capitalized AFDC - Equity	(28)	(67)	(142)	(103)	(35)
Other	(1,482,333)	(643,908)	375,902	(669,921)	1,540,598
Total Non-Cash Items	196,611	(10,921)	1,490,160	1,137,386	2,077,910
Net Cash Provided From Operating Activities	(35,188)	(1,665,867)	445,641	1,137,160	351,843
Cash Flows from Investing Activities					
Cash Flows from Construction	(1,295,441)	(1,249,959)	(1,120,812)	(1,101,743)	(1,161,966)
Purchase of Other Investments	(5,150)	(68,434)	(45,634)	(74,628)	(186,912)
Sale of Other Investments	27,111	42,235	21,825	59,619	68,588
Other	2,601	8,089	(1,190)	(1,630)	(3,996)
Net Cash Provided From Investing Activities	(1,270,878)	(1,268,069)	(1,145,812)	(1,118,382)	(1,284,286)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(1,044)	(155,996)	(285,238)	(2,769)	(1,601)
Common Stock	(944)	(6)			
Preferred Stock		(100)	(0)	(0)	(6)
Short-Term Debt	1,537,461	2,345,370	(3,664,959)	27,484	901,199
Dividends Paid	(576)	(13,540)	(1,652)	(28,485)	(1,302)
Other Financing	(237,631)	767,872	4,652,388	(1,473)	(2,144)
Net Cash Provided From Financing Activities	1,297,267	2,943,600	700,540	(5,243)	896,146
Net Increase (Decrease) in Cash & Equivalents	(8,800)	9,664	369	13,535	(36,297)
Cash & Equivalents at Beginning of Year	80,712	71,047	70,679	57,273	93,570
Cash & Equivalents at End of Year	\$71,912	\$80,712	\$71,047	\$70,808	\$57,273

Table 5 T

Telecommunications Industry (Total)
Distribution of Telephone Revenues
Years ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
1 Revenues	\$4,862,020	\$5,455,940	\$5,734,877	\$5,859,209	\$5,787,807
2 Access Lines	1,981,640	2,272,427	2,590,002	2,900,176	3,239,993
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,885,251	\$3,975,920	\$1,982,880	\$929,725	\$4,084,516
4 Depreciation and Amortization	1,153,131	1,124,337	1,129,342	1,176,879	1,188,345
5 Other Operations Expense	2,928,075	2,891,362	3,641,239	3,141,350	3,004,712
6 Total Operation Expenses	5,966,457	7,991,619	6,753,461	5,247,954	8,274,344
7 Income Taxes - Operating Taxes	(298,007)	(1,394,102)	(672,357)	(71,879)	(1,300,058)
8 Other Taxes - Operating Taxes	394,539	475,592	504,093	525,505	517,906
9 Capital Costs	(1,200,969)	(1,617,169)	(850,320)	157,629	(1,704,385)
10 Total	\$4,862,020	\$5,455,940	\$5,734,877	\$5,859,209	\$5,787,807
PERCENT OF REVENUES					
11 Wages and Benefits	38.8	72.9	34.6	15.9	70.6
12 Depreciation and Amortization	23.7	20.6	19.7	20.1	20.5
13 Other Operations Expense	60.2	53.0	63.5	53.6	51.9
14 Income Taxes - Operating Taxes	(6.1)	(25.6)	(11.7)	(1.2)	(22.5)
15 Other Taxes - Operating Taxes	8.1	8.7	8.8	9.0	8.9
16 Capital Costs	(24.7)	(29.6)	(14.8)	2.7	(29.4)
17 Total	100.0	100.0	100.0	100.0	100.1
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	951.36	1,749.64	765.59	320.58	1,260.66
19 Depreciation and Amortization	581.91	494.77	436.04	405.80	366.77
20 Other Operations Expense	1,477.60	1,272.37	1,405.88	1,083.16	927.38
21 Income Taxes - Operating Taxes	(150.38)	(613.49)	(259.60)	(24.78)	(401.25)
22 Other Taxes - Operating Taxes	199.10	209.29	194.63	181.20	159.85
23 Capital Costs	(606.05)	(711.65)	(328.31)	54.35	(526.05)
24 Total	2,453.53	2,400.93	2,214.24	2,020.29	1,787.36

Telecommunications Industry (Total)
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$3,873,300.81	\$3,758,097.32	\$3,646,362.62	\$3,617,445.71	\$3,446,243.93
Central Office Assets	12,443,752	12,216,433	11,965,793	11,813,220	11,564,726
Information Origination/Termination	235,247	236,556	235,874	234,159	232,821
Cable And Wire Facilities	17,403,668	16,692,041	16,103,402	15,636,747	15,212,679
Amortizable Assets	1,111,264	1,107,068	1,083,175	1,072,155	1,015,035
Total Plant In Service	35,067,233	34,010,196	33,034,606	32,373,727	31,471,507
Property Held For Future Use	8	56		746	2,889
Plant Under Construction	949,574	789,261	735,586	525,396	565,817
Tel. Acquisition	142,620	142,620	142,620	142,620	142,620
Other Plant	(0)	(0)	(0)	(0)	(0)
Nonoperating Plant	46,966	152,569	751	811	(2,354)
Goodwill	4,493	4,493	4,493	4,493	4,493
Total Telecommunications Plant	36,210,894	35,099,195	33,918,057	33,047,793	32,184,971
Less Acc. Prov. For Depreciation & Amort.	24,629,133	23,724,347	22,812,409	21,909,575	20,945,772
Net Total Utility Plant	\$11,581,762	\$11,374,848	\$11,105,648	\$11,138,218	\$11,239,199
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.13	0.14	0.21	0.14	0.31
Total Capitalization (\$000)	\$6,518,319	\$5,467,606	\$4,175,382	\$4,482,815	\$4,495,065
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	2.4%	3.2%	7.9%	13.6%	13.5%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	-32.6%	-30.0%	-17.5%	-97.5%	-96.4%
Short-Term Debt	130.2%	126.8%	109.7%	183.9%	182.8%
Pretax Coverage of Interest Expense	-0.37	-11.68	-4.09	0.75	-7.83
Com. Stock Dividends as a % of Earnings	-0.3%	-0.1%	-0.2%	-1001.4%	-0.1%
Return on Common Equity	12.3%	139.9%	41.1%	0.1%	49.8%
Internal Cash Generated as a % of Cash Outflows for Construction	-0.5%	-131.1%	44.7%	103.2%	30.3%
CWIP as a % of Plant	2.6%	2.2%	2.2%	1.6%	1.8%

Notes:

The return on equity calculation for Citizens New York reflects the return on total capitalization.

Current Assets	1,276,957,382	1,146,037,807	1,277,864,189	1,339,711,611	3,770,906,083
Current Liabilities	9,896,184,062	8,319,307,314	5,963,758,255	9,692,934,548	11,995,845,812
Total Capitalization	6,518,319,285	5,467,605,512	4,175,382,483	4,482,815,060	4,495,065,189
Long-Term Debt	154,133,567	172,871,008	327,884,711	608,620,357	608,843,227
Preferred Stock	309,100	309,100	409,300	409,400	409,600
Common Stock and Retained Earnings (Excl. Preferred Stock)	(2,123,812,112)	(1,637,603,448)	(732,173,290)	(4,370,073,481)	(4,333,083,044)
Short-Term Debt	8,487,688,730	6,932,028,851	4,579,261,763	8,243,858,784	8,218,895,406
Pretax Income	(132,451,684)	(2,879,110,196)	(1,436,911,149)	274,293,071	(2,729,661,293)
Interest Expense	360,551,803	246,519,612	351,396,431	365,036,918	348,540,143
Dividends Paid	741,475	1,871,816	2,131,200	28,506,725	1,323,672
Net Income (Excl. Preferred Stock Dividends)	(231,861,413)	(1,658,186,244)	(1,048,399,276)	(2,846,607)	(1,727,811,620)
Internal Cash	(6,050,784)	(1,638,812,648)	500,091,555	1,137,159,919	351,842,542
Cash Outflows for Construction	(1,295,440,749)	(1,249,959,106)	(1,119,503,616)	(1,101,742,866)	(1,161,965,823)
CWIP	949,574,235	789,261,214	735,587,618	525,396,354	565,816,530
Total Plant	36,210,894,344	35,099,194,719	33,912,379,305	33,047,793,194	32,184,971,266
Shares Outstanding	1,620,082	1,712,753	1,709,982	1,590,750	1,590,750
Number of Employees	13,255	13,895	14,238	14,750	15,836

Telecommunication Industry (Without New York Telephone)
Statement of Cash Flows
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$16,210)	\$22,504	\$3,784	\$22,629	\$18,580
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	101,597	85,409	86,298	101,353	120,009
Changes in Deferred Income Taxes	418	(15,863)	5,394	24,687	28,798
Changes in Working Capital	(44,668)	11,737	32,176	(9,940)	56,604
Capitalized AFDC - Equity	(28)	(67)	(142)	(103)	(35)
Other	(26,483)	(22,211)	(5,537)	3,762	6,301
Total Non-Cash Items	30,836	59,005	118,190	119,758	211,678
Net Cash Provided From Operating Activities	14,626	81,509	121,974	142,387	230,258
Cash Flows from Investing Activities					
Cash Flows from Construction	(81,986)	(46,750)	(74,669)	(41,394)	(44,262)
Purchase of Other Investments	(5,150)	(68,434)	(45,634)	(74,628)	(186,912)
Sale of Other Investments	6,399	38,126	8,091	6,782	8,353
Other	3,495	8,180	(256)	2,190	(7)
Net Cash Provided From Investing Activities	(77,242)	(68,878)	(112,468)	(107,050)	(222,828)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(1,044)	319	(418)	(2,769)	(1,601)
Common Stock	(944)	(6)			
Preferred Stock		(100)	(0)	(0)	(6)
Short-Term Debt	6,493	2,184	1,047	1,273	(594)
Dividends Paid	(576)	(13,540)	(1,652)	(28,485)	(1,302)
Other Financing	49,887	8,178	(1,821)	(474)	(730)
Net Cash Provided From Financing Activities	53,816	(2,966)	(2,844)	(30,455)	(4,233)
Net Increase (Decrease) in Cash & Equivalents	(8,800)	9,664	6,661	4,882	3,197
Cash & Equivalents at Beginning of Year	80,841	71,177	64,516	59,634	56,437
Cash & Equivalents at End of Year	\$72,042	\$80,841	\$71,177	\$64,516	\$59,634

Table 5 WT

Telecommunications Industry (Without New York Telephone)
Distribution of Telephone Revenues
Years ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
1 Revenues	\$437,429	\$469,870	\$494,094	\$530,753	\$557,330
2 Access Lines	326,674	372,364	432,410	472,348	513,405
DOLLAR AMOUNTS					
3 Wages and Benefits	\$94,080	\$102,694	\$90,736	\$95,277	\$96,631
4 Depreciation and Amortization	96,814	89,835	89,746	108,850	127,102
5 Other Operations Expense	204,035	220,930	252,590	232,316	243,568
6 Total Operation Expenses	394,929	413,460	433,072	436,444	464,072
7 Income Taxes - Operating Taxes	(10,653)	(12,013)	(14,019)	4,360	(4,888)
8 Other Taxes - Operating Taxes	52,776	41,906	42,335	43,481	43,856
9 Capital Costs	378	26,517	32,706	46,468	54,291
10 Total	\$437,429	\$469,870	\$494,094	\$530,753	\$557,330
PERCENT OF REVENUES					
11 Wages and Benefits	21.5	21.9	18.4	18.0	17.3
12 Depreciation and Amortization	22.1	19.1	18.2	20.5	22.8
13 Other Operations Expense	46.6	47.0	51.1	43.8	43.7
14 Income Taxes - Operating Taxes	(2.4)	(2.6)	(2.8)	0.8	(0.9)
15 Other Taxes - Operating Taxes	12.1	8.9	8.6	8.2	7.9
16 Capital Costs	0.1	5.6	6.6	8.8	9.7
17 Total	100.0	100.0	100.0	100.0	100.6
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	287.99	275.79	209.84	201.71	188.22
19 Depreciation and Amortization	296.36	241.26	207.55	230.45	247.57
20 Other Operations Expense	624.58	593.32	584.15	491.83	474.42
21 Income Taxes - Operating Taxes	(32.61)	(32.26)	(32.42)	9.23	(9.52)
22 Other Taxes - Operating Taxes	161.55	112.54	97.91	92.05	85.42
23 Capital Costs	1.16	71.21	75.64	98.38	105.75
24 Total	1,339.04	1,261.86	1,142.65	1,123.65	1,091.85

Telecommunications Industry (Without New York Telephone)
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$337,457	\$330,895	\$320,825	\$318,850	\$319,357
Central Office Assets	1,578,751	1,581,026	1,569,696	1,556,153	1,539,959
Information Origination/Termination	44,901	42,599	42,229	41,523	42,317
Cable And Wire Facilities	1,895,808	1,876,932	1,851,142	1,823,512	1,803,220
Amortizable Assets	15,111	14,655	17,474	17,654	17,622
Total Plant In Service	3,872,029	3,846,108	3,801,365	3,757,692	3,722,476
Property Held For Future Use	8	56			
Plant Under Construction	61,632	26,871	36,421	22,487	20,491
Tel. Acquisition	142,620	142,620	142,620	142,620	142,620
Other Plant	(0)	(0)	(0)	(0)	(0)
Nonoperating Plant	79	692	869	869	869
Goodwill	4,493	4,493	4,493	4,493	4,493
Total Telecommunications Plant	4,080,861	4,020,840	3,985,767	3,928,160	3,890,948
Less Acc. Prov. For Depreciation & Amort.	3,560,642	3,476,378	3,400,870	3,333,028	3,240,163
Net Total Utility Plant	520,219	544,462	584,897	595,132	650,785
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.28	1.21	1.29	1.48	1.38
Total Capitalization (\$000)	\$920,199	\$897,405	\$887,761	\$908,774	\$923,531
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	-0.5%	1.5%	1.4%	1.2%	1.1%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	95.8%	96.4%	97.5%	97.9%	97.9%
Short-Term Debt	4.7%	2.1%	1.0%	0.8%	0.9%
Pretax Coverage of Interest Expense	-0.33	1.97	0.94	2.83	2.55
Com. Stock Dividends as a % of Earnings	-4.6%	9.7%	-2220.7%	142.5%	7.9%
Return on Common Equity	-1.9%	2.2%	0.0%	2.2%	1.9%
Internal Cash Generated as a % of Cash Outflows for Construction	53.4%	232.2%	240.5%	344.0%	520.2%
CWIP as a % of Plant	1.5%	0.7%	0.9%	0.6%	0.5%

Notes:

The return on equity calculation for Citizens New York reflects the return on total capitalization.

Current Assets	253,386,781	231,558,815	212,915,306	255,557,058	245,445,228
Current Liabilities	197,286,181	190,829,002	164,754,215	173,003,660	177,358,208
Total Capitalization	920,198,579	897,405,173	887,760,873	908,773,723	923,530,804
Long-Term Debt	(4,933,200)	13,392,930	12,565,493	10,825,464	10,492,450
Preferred Stock	309,100	309,100	409,300	409,400	409,600
Common Stock and Retained Earnings (Excl. Preferred Stock)	881,564,291	865,136,147	865,800,093	889,961,801	904,097,351
Short-Term Debt	43,258,388	18,566,996	8,985,988	7,577,059	8,531,402
Pretax Income	(7,388,497)	38,578,422	17,041,951	47,622,364	40,021,330
Interest Expense	22,482,479	19,580,320	18,164,479	16,842,747	15,671,005
Dividends Paid	741,475	1,871,816	2,131,200	28,506,725	1,323,672
Net Income (Excl. Preferred Stock Dividends)	(16,272,218)	19,263,379	(95,968)	20,008,279	16,835,939
Internal Cash	43,763,171	108,562,593	176,424,266	142,387,432	230,257,912
Cash Outflows for Construction	(81,986,417)	(46,750,453)	(73,360,327)	(41,393,938)	(44,262,168)
CWIP	61,631,581	26,871,350	36,421,977	22,486,676	20,491,126
Total Plant	4,080,860,893	4,020,839,989	3,980,089,870	3,928,160,030	3,890,948,483
Shares Outstanding	1,620,081	1,712,752	1,709,981	1,590,749	1,590,749
Number of Employees	1,129	1,161	1,235	1,351	1,385

Telecommunications Industry (Class A)
Statement of Cash Flows
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$241,167)	(\$1,690,147)	(\$1,055,051)	(\$13,653)	(\$1,741,224)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	1,123,947	1,087,826	1,091,810	1,133,137	1,143,226
Changes in Deferred Income Taxes	394,237	(306,461)	(18,638)	633,008	(695,378)
Changes in Working Capital	153,478	(169,068)	(24,285)	(2,686)	29,993
Capitalized AFDC - Equity					
Other	(1,442,056)	(609,881)	395,866	(662,196)	1,544,420
Total Non-Cash Items	229,606	2,415	1,444,753	1,101,263	2,022,262
Net Cash Provided From Operating Activities	(11,561)	(1,687,732)	389,702	1,087,610	281,038
Cash Flows from Investing Activities					
Cash Flows from Construction	(1,253,733)	(1,221,606)	(1,098,200)	(1,085,464)	(1,141,580)
Purchase of Other Investments	(775)	(39,910)	(11,542)	(42,377)	(135,089)
Sale of Other Investments	20,712	4,110	13,734	52,837	60,235
Other	(894)	(91)	(934)	(3,820)	(3,989)
Net Cash Provided From Investing Activities	(1,234,691)	(1,257,497)	(1,096,942)	(1,078,823)	(1,220,422)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt		(156,315)	(284,820)		
Common Stock					
Preferred Stock					
Short-Term Debt	1,530,968	2,343,186	(3,666,006)	26,211	901,794
Dividends Paid				(25,000)	
Other Financing	(287,518)	759,694	4,654,210	(999)	(1,414)
Net Cash Provided From Financing Activities	1,243,451	2,946,565	703,384	212	900,380
Net Increase (Decrease) in Cash & Equivalents	(2,801)	1,336	(3,856)	8,999	(39,005)
Cash & Equivalents at Beginning of Year	5,977	4,640	8,496	(502)	38,503
Cash & Equivalents at End of Year	\$3,176	\$5,977	\$4,640	\$8,496	(\$502)

Table 5 AT

Telecommunications Industry (Class A)
Distribution of Telephone Revenues
Years ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
1 Revenues	\$4,689,834	\$5,275,276	\$5,556,599	\$5,670,127	\$5,590,554
2 Access Lines	1,837,252	2,116,087	2,416,153	2,713,856	3,039,100
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,837,028	\$3,926,633	\$1,938,026	\$883,816	\$4,037,751
4 Depreciation and Amortization	1,119,351	1,091,125	1,094,653	1,138,706	1,149,309
5 Other Operations Expense	2,856,248	2,811,975	3,559,939	3,062,493	2,925,370
6 Total Operation Expenses	5,812,627	7,829,733	6,592,618	5,085,015	8,112,429
7 Income Taxes - Operating Taxes	(295,159)	(1,389,631)	(671,407)	(75,308)	(1,303,408)
8 Other Taxes - Operating Taxes	379,058	462,511	490,807	511,345	503,506
9 Capital Costs	(1,206,691)	(1,627,337)	(855,419)	149,075	(1,721,974)
10 Total	\$4,689,834	\$5,275,276	\$5,556,599	\$5,670,127	\$5,590,554
PERCENT OF REVENUES					
11 Wages and Benefits	39.2	74.4	34.9	15.6	72.2
12 Depreciation and Amortization	23.9	20.7	19.7	20.1	20.6
13 Other Operations Expense	60.9	53.3	64.1	54.0	52.3
14 Income Taxes - Operating Taxes	(6.3)	(26.3)	(12.1)	(1.3)	(23.3)
15 Other Taxes - Operating Taxes	8.1	8.8	8.8	9.0	9.0
16 Capital Costs	(25.7)	(30.8)	(15.4)	2.6	(30.8)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	999.88	1,855.61	802.11	325.67	1,328.60
19 Depreciation and Amortization	609.25	515.63	453.06	419.59	378.17
20 Other Operations Expense	1,554.63	1,328.86	1,473.39	1,128.47	962.58
21 Income Taxes - Operating Taxes	(160.65)	(656.70)	(277.88)	(27.75)	(428.88)
22 Other Taxes - Operating Taxes	206.32	218.57	203.14	188.42	165.68
23 Capital Costs	(656.79)	(769.03)	(354.04)	54.93	(566.61)
24 Total	2,552.64	2,492.94	2,299.77	2,089.32	1,839.54

Telecommunications Industry (Class A)
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$3,732,304	\$3,623,095	\$3,515,634	\$3,488,154	\$3,317,616
Central Office Assets	12,006,451	11,771,487	11,521,621	11,364,212	11,116,290
Information Origination/Termination	222,011	225,701	225,370	223,972	222,437
Cable And Wire Facilities	16,828,883	16,123,685	15,540,623	15,082,441	14,665,497
Amortizable Assets	1,110,068	1,105,655	1,081,771	1,070,576	1,013,475
Total Plant In Service	33,899,717	32,849,623	31,885,019	31,229,356	30,335,315
Property Held For Future Use				746	2,889
Plant Under Construction	917,395	770,541	722,643	512,788	557,125
Tel. Acquisition	142,405	142,405	142,405	142,405	142,405
Other Plant					
Nonoperating Plant	46,893	151,883	(76)	(17)	(3,182)
Goodwill					
Total Telecommunications Plant	35,006,410	33,914,453	32,749,990	31,885,277	31,034,552
Less Acc. Prov. For Depreciation & Amort.	23,638,781	22,750,629	21,860,875	20,973,669	20,037,622
Net Total Utility Plant	\$11,367,629	\$11,163,823	\$10,889,115	\$10,911,608	\$10,996,930
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.11	0.12	0.20	0.12	0.30
Total Capitalization (\$000)	\$5,988,159	\$4,985,817	\$3,714,627	\$4,009,104	\$4,022,395
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	2.7%	3.2%	8.5%	14.9%	14.9%
Preferred Stock					
Common Stock & Retained Earnings	-43.7%	-41.9%	-31.5%	-120.4%	-119.0%
Short-Term Debt	141.0%	138.7%	123.0%	205.4%	204.1%
Pretax Coverage of Interest Expense	-0.40	-11.98	-4.15	0.71	-7.95
Com. Stock Dividends as a % of Earnings				-183.1%	
Return on Common Equity	10.3%	103.8%	35.2%	0.3%	44.5%
Internal Cash Generated as a % of Cash Outflows for Construction	1.4%	-136.0%	40.3%	100.2%	24.6%
CWIP as a % of Plant	2.6%	2.3%	2.2%	1.6%	1.8%

Notes:

The return on equity calculation for Citizens New York reflects the return on total capitalization.

Current Assets	1,113,705	997,874	1,154,045	1,152,879	3,588,568
Current Liabilities	9,795,139	8,229,913	5,893,848	9,591,381	11,893,586
Total Capitalization	5,988,159	4,985,817	3,714,627	4,009,104	4,022,395
Long-Term Debt	159,067	159,478	315,319	597,795	598,351
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	(2,615,339)	(2,087,123)	(1,170,968)	(4,824,973)	(4,786,320)
Short-Term Debt	8,444,430	6,913,462	4,570,276	8,236,282	8,210,364
Pretax Income	(142,727)	(2,916,015)	(1,446,994)	257,113	(2,750,711)
Interest Expense	355,819	243,439	348,553	362,442	346,109
Dividends Paid				25,000	
Net Income (Excl. Preferred Stock Dividends)	(241,167)	(1,690,148)	(1,055,051)	(13,653)	(1,741,224)
Internal Cash	17,016	(1,661,875)	441,582	1,087,610	281,038
Cash Outflows for Construction	(1,253,733)	(1,221,606)	(1,096,891)	(1,085,464)	(1,141,580)
CWIP	917,395	770,541	722,644	512,788	557,125
Total Plant	35,006,410	33,914,453	32,744,709	31,885,277	31,034,552
Shares Outstanding	1	1	1	1	1
Number of Employees	12,565	13,221	13,555	13,992	15,070

Telecommunication Industry (Class B)
Statement of Cash Flows
For the Year Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$9,368	\$35,201	\$10,531	\$13,427	\$15,157
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	33,967	32,085	34,084	36,244	38,026
Changes in Deferred Income Taxes	3,667	(8,522)	1,939	8,699	9,493
Changes in Working Capital	(30,324)	(2,806)	29,491	(992)	11,986
Capitalized AFDC - Equity	(28)	(67)	(142)	(103)	(35)
Other	(40,277)	(34,027)	(19,964)	(7,724)	(3,823)
Total Non-Cash Items	(32,995)	(13,336)	45,407	36,123	55,648
Net Cash Provided From Operating Activities	(23,627)	21,865	55,938	49,550	70,805
Cash Flows from Investing Activities					
Cash Flows from Construction	(41,707)	(28,353)	(22,613)	(16,279)	(20,386)
Purchase of Other Investments	(4,375)	(28,524)	(34,092)	(32,251)	(51,823)
Sale of Other Investments	6,399	38,126	8,091	6,782	8,353
Other	3,495	8,180	(256)	2,190	(7)
Net Cash Provided From Investing Activities	(36,188)	(10,571)	(48,870)	(39,559)	(63,863)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(1,044)	319	(418)	(2,769)	(1,601)
Common Stock	(944)	(6)	-	-	-
Preferred Stock	-	(100)	(0)	(0)	(6)
Short-Term Debt	6,493	2,184	1,047	1,273	(594)
Dividends Paid	(576)	(13,540)	(1,652)	(3,485)	(1,302)
Other Financing	49,887	8,178	(1,821)	(474)	(730)
	-	-	-	-	-
Net Cash Provided From Financing Activities	53,816	(2,966)	(2,844)	(5,455)	(4,233)
Net Increase (Decrease) in Cash & Equivalents	(5,999)	8,328	4,225	4,536	2,708
Cash & Equivalents at Beginning of Year	74,735	66,407	62,182	57,776	55,067
Cash & Equivalents at End of Year	\$68,736	\$74,735	\$66,407	\$62,312	\$57,775

Table 5 BT

Telecommunications Industry (Class B)
Distribution of Telephone Revenues
Years ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
1 Revenues	\$172,186	\$180,664	\$178,278	\$189,082	\$197,254
2 Access Lines	144,388	156,340	173,849	186,320	200,893
DOLLAR AMOUNTS					
3 Wages and Benefits	48,223	49,287	44,855	45,909	46,766
4 Depreciation and Amortization	33,780	33,212	34,689	38,173	39,036
5 Other Operations Expense	71,827	79,387	81,300	78,857	79,342
6 Total Operation Expenses	153,830	161,886	160,843	162,939	161,915
7 Income Taxes - Operating Taxes	(2,847)	(4,471)	(950)	3,429	3,350
8 Other Taxes - Operating Taxes	15,481	13,081	13,285	14,160	14,400
9 Capital Costs	5,722	10,169	5,099	8,554	17,589
10 Total	\$172,186	\$180,664	\$178,278	\$189,082	\$197,254
PERCENT OF REVENUES					
11 Wages and Benefits	28.0	27.3	25.2	24.3	23.7
12 Depreciation and Amortization	19.6	18.4	19.5	20.2	19.8
13 Other Operations Expense	41.7	43.9	45.6	41.7	40.2
14 Income Taxes - Operating Taxes	(1.7)	(2.5)	(0.5)	1.8	1.7
15 Other Taxes - Operating Taxes	9.0	7.2	7.5	7.5	7.3
16 Capital Costs	3.3	5.6	2.9	4.5	8.9
17 Total	100.0	100.0	100.0	100.0	101.6
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	334	315	258	246.40	232.79
19 Depreciation and Amortization	234	212	200	204.88	194.31
20 Other Operations Expense	497	508	468	423.23	394.95
21 Income Taxes - Operating Taxes	(20)	(29)	(5)	18.40	16.67
22 Other Taxes - Operating Taxes	107	84	76	76.00	71.68
23 Capital Costs	40	65	29	45.91	87.55
24 Total Annual	1,193	1,156	1,025	1,014.83	997.96

Telecommunications Industry (Class B)
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,
(\$000s)

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$140,997	\$135,002	\$130,729	\$129,292	\$128,628
Central Office Assets	437,301	444,946	444,172	449,008	448,436
Information Origination/Termination	13,237	10,855	10,504	10,187	10,385
Cable And Wire Facilities	574,785	568,356	562,779	554,305	547,183
Amortizable Assets	1,196	1,413	1,403	1,579	1,560
Total Plant In Service	1,167,515	1,160,572	1,149,587	1,144,371	1,136,192
Property Held For Future Use	8	56			
Plant Under Construction	32,179	18,720	12,943	12,609	8,691
Tel. Acquisition	215	215	215	215	215
Other Plant	(0)	(0)	(0)	(0)	(0)
Nonoperating Plant	73	686	828	828	828
Goodwill	4,493	4,493	4,493	4,493	4,493
Total Telecommunications Plant	1,204,484	1,184,742	1,168,066	1,162,516	1,150,419
Less Acc. Prov. For Depreciation & Amort.	990,352	973,717	951,534	935,906	908,150
Net Total Utility Plant	\$214,132	\$211,025	\$216,532	\$226,610	\$242,269
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.62	1.66	1.77	1.84	1.78
Total Capitalization (\$000)	\$530,161	\$481,789	\$460,755	\$473,711	\$472,670
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	-0.9%	2.8%	2.7%	2.3%	2.2%
Preferred Stock	0.1%	0.1%	0.1%	0.1%	0.1%
Common Stock & Retained Earnings	92.7%	93.3%	95.2%	96.0%	95.9%
Short-Term Debt	8.2%	3.9%	2.0%	1.6%	1.8%
Pretax Coverage of Interest Expense	2.17	11.98	3.55	6.62	8.66
Com. Stock Dividends as a % of Earnings	8.0%	5.9%	32.0%	32.5%	9.9%
Return on Common Equity	2.0%	7.2%	1.5%	2.4%	3.0%
Internal Cash Generated as a % of Cash Outflows for Construction	-55.3%	81.3%	258.7%	304.4%	347.3%
CWIP as a % of Plant	2.7%	1.6%	1.1%	1.1%	0.8%

Current Assets	163,252	148,164	123,819	186,832	182,338
Current Liabilities	101,045	89,394	69,910	101,553	102,260
Total Capitalization	530,161	481,789	460,755	473,711	472,670
Long-Term Debt	(4,933)	13,393	12,565	10,825	10,492
Preferred Stock	309	309	409	409	410
Common Stock and Retained Earnings (Excl. Preferred Stock)	491,526	449,520	438,794	454,899	453,237
Short-Term Debt	43,258	18,567	8,986	7,577	8,531
Pretax Income	10,275	36,905	10,083	17,180	21,050
Interest Expense	4,733	3,080	2,843	2,595	2,432
Dividends Paid	741	1,872	2,131	3,507	1,324
Net Income (Excl. Preferred Stock Dividends)	9,305	31,962	6,652	10,806	13,413
Internal Cash	(23,066)	23,062	58,509	49,550	70,805
Cash Outflows for Construction	(41,707)	(28,353)	(22,613)	(16,279)	(20,386)
CWIP	32,179	18,720	12,943	12,609	8,691
Total Plant	1,204,484	1,184,742	1,167,670	1,162,516	1,150,419
Shares Outstanding	1,619	1,712	1,709	1,590	1,590
Number of Employees	690	674	683	758	766

ALLTEL New York, Inc.
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$247,344)	\$2,844,978	\$1,171,621	\$1,601,006	\$660,487
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	8,873,305	8,288,933	8,698,758	10,067,866	10,316,981
Changes in Deferred Income Taxes	(404,459)	(4,767,381)	(965,217)	(1,586,841)	(1,216,812)
Changes in Working Capital	(3,560,170)	260,815	305,079	2,199,319	(1,305,951)
Capitalized AFDC - Equity	(27,583)	(67,143)	(142,282)	(103,125)	(34,548)
Other	41,162	(73,873)	(165,142)	(109,999)	76,051
Total Non-Cash Items	4,922,255	3,641,351	7,731,196	10,467,220	7,835,721
Net Cash Provided From Operating Activities	4,674,911	6,486,329	8,902,817	12,068,226	8,496,208
Cash Flows from Investing Activities					
Cash Flows from Construction	(4,052,498)	(5,064,504)	(6,982,080)	(7,468,615)	(5,361,227)
Purchase of Other Investments					
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	(4,052,498)	(5,064,504)	(6,982,080)	(7,468,615)	(5,361,227)
Cash Flows from Financing Activities					
Net Proceeds (Payments):					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid			(1,050,000)	(1,440,000)	(594,439)
Other Financing					
Net Cash Provided From Financing Activities	0	0	(1,050,000)	(1,440,000)	(594,439)
Net Increase (Decrease) in Cash & Equivalents	622,413	1,421,825	870,737	3,159,611	2,540,542
Cash & Equivalents at Beginning of Year	42,039,984	40,618,159	39,747,422	36,587,811	34,047,269
Cash & Equivalents at End of Year	\$42,662,397	\$42,039,984	\$40,618,159	\$39,747,422	\$36,587,811

301 E

ALLTEL New York, Inc.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$24,715,025	\$25,725,293	\$27,350,838	\$29,575,133	\$32,330,615
2 Access Lines	27,833	31,191	34,633	38,765	42,285
DOLLAR AMOUNTS					
3 Wages and Benefits	\$3,395,794	\$6,152,500	\$2,985,962	\$3,106,738	\$4,908,362
4 Depreciation and Amortization	8,873,306	8,288,933	8,698,758	10,067,866	10,316,981
5 Other Operations Expense	10,823,167	9,400,598	11,372,475	10,108,875	10,430,128
6 Total Operation Expenses	23,092,266	23,842,031	23,057,195	23,283,479	25,655,471
7 Income Taxes - Operating Taxes	62,950	(3,495,522)	672,863	1,647,348	461,941
8 Other Taxes - Operating Taxes	2,939,483	3,096,483	2,614,697	3,468,442	3,709,424
9 Capital Costs	(1,379,674)	2,282,301	1,006,083	1,175,864	2,503,779
10 Total	\$24,715,025	\$25,725,293	\$27,350,838	\$29,575,133	\$32,330,615
PERCENT OF REVENUES					
11 Wages and Benefits	13.7	23.9	10.9	10.5	15.2
12 Depreciation and Amortization	35.9	32.2	31.8	34.0	31.9
13 Other Operations Expense	43.8	36.5	41.6	34.2	32.3
14 Income Taxes - Operating Taxes	0.3	(13.6)	2.5	5.6	1.4
15 Other Taxes - Operating Taxes	11.9	12.0	9.6	11.7	11.5
16 Capital Costs	(5.6)	8.9	3.7	4.0	7.7
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	122.01	197.25	86.22	80.14	116.08
19 Depreciation and Amortization	318.81	265.75	251.17	259.72	243.99
20 Other Operations Expense	388.86	301.39	328.37	260.77	246.66
21 Income Taxes - Operating Taxes	2.26	(112.07)	19.43	42.50	10.92
22 Other Taxes - Operating Taxes	105.61	99.27	75.50	89.47	87.72
23 Capital Costs	(49.57)	73.17	29.05	30.33	59.21
24 Total	887.98	824.77	789.73	762.93	764.59

ALLTEL New York, Inc.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
Plant In Service					
General Support Assets	\$24,424,442	\$21,561,455	\$21,306,133	\$21,336,316	\$21,060,553
Central Office Assets	102,960,731	113,490,707	109,669,153	105,901,922	104,260,566
Information Origination/Termination	1,773,345	504,270	218,882	95,298	46,421
Cable And Wire Facilities	113,296,845	121,830,376	118,440,821	115,761,794	113,431,199
Amortizable Assets					
Total Plant In Service	242,455,363	257,386,808	249,634,989	243,095,330	238,798,739
Property Held For Future Use					
Plant Under Construction	1,061,584	1,768,630	4,672,282	4,735,465	1,666,763
Tel. Acquisition					
Other Plant					
Nonoperating Plant	37,008	37,008	37,008	37,008	37,008
Goodwill	2,783,153	2,783,153	2,783,153	2,783,153	2,783,153
Total Telecommunications Plant	246,337,108	261,975,599	257,127,432	250,650,956	243,285,663
Less Acc. Prov. For Depreciation & Amort.	207,041,174	217,950,719	209,945,760	201,826,800	192,829,894
Net Total Utility Plant	\$39,295,934	\$44,024,880	\$47,181,672	\$48,824,156	\$50,455,769
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	15.07	9.73	8.12	6.98	8.67
Total Capitalization	\$81,878,803	\$82,126,147	\$79,280,674	\$79,191,388	\$79,030,382
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Pretax Coverage of Interest Expense	-8808.57	-378545.48	601209.00	309901.13	124715.22
Com. Stock Dividends as a % of Earnings	0.0%	0.0%	89.6%	89.9%	90.0%
Return on Common Equity	-0.3%	3.5%	1.5%	2.0%	0.8%
Internal Cash Generated as a % of Cash Outflows for Construction	115.4%	128.1%	127.5%	161.6%	158.5%
CWIP as a % of Plant	0.4%	0.7%	1.8%	1.9%	0.7%

Current Assets	49,031,974	46,368,259	46,072,337	46,028,355	43,768,497
Current Liabilities	3,253,613	4,767,582	5,670,956	6,591,919	5,046,239
Total Capitalization	81,878,803	82,126,147	79,280,674	79,191,388	79,030,382
Long-Term Debt	(32,337)	(32,337)	(32,335)		
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	81,911,140	82,158,484	79,313,009	79,191,388	79,030,382
Short-Term Debt					
Pretax Income	(299,491)	(757,091)	1,803,627	2,479,209	1,122,437
Interest Expense	34	2	3	8	9
Common Dividends Paid			1,050,000	1,440,000	594,439
Net Income (Excl. Preferred Stock Dividends)	(247,344)	2,844,978	1,171,621	1,601,006	660,487
Internal Cash	4,674,911	6,486,329	8,902,817	12,068,226	8,496,208
Cash Outflows for Construction	(4,052,498)	(5,064,504)	(6,982,080)	(7,468,615)	(5,361,227)
CWIP	1,061,584	1,768,630	4,672,282	4,735,465	1,666,763
Total Plant	246,337,108	261,975,599	257,127,432	250,650,956	243,285,663
Shares Outstanding	2,821	2,821	2,821	2,821	2,821
Number of Employees	38	34	34	37	37

**Armstrong Telephone Co.
Statement of Cash Flows
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$139,368)	(\$98,603)	(\$719,503)	(\$951,708)	(\$497,017)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	257,797	531,175	604,068	589,439	497,732
Changes in Deferred Income Taxes	(14,695)	(117,553)	(161,147)	(79,030)	(105,897)
Changes in Working Capital	2,489,825	(3,962,098)	(125,371)	(95,010)	131,599
Capitalized AFDC - Equity					
Other	445,266	(713,928)	65,160	(24,775)	3,666
Total Non-Cash Items	3,178,193	(4,262,404)	382,710	390,624	527,100
Net Cash Provided From Operating Activities	3,038,825	(4,361,007)	(336,793)	(561,084)	30,083
Cash Flows from Investing Activities					
Cash Flows from Construction	(5,534,065)	(3,369,720)	(164,336)	(261,765)	(383,641)
Purchase of Other Investments					
Sale of Other Investments	(1,515)	(2,725)	73,775	2,500	
Other	(1,159)	(1,022)	(4,373)	(1,234)	(1,350)
Net Cash Provided From Investing Activities	(5,536,739)	(3,373,467)	(94,934)	(260,499)	(384,991)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing	2,500,000	7,800,003	600,000	750,002	449,996
Net Cash Provided From Financing Activities	2,500,000	7,800,003	600,000	750,002	449,996
Net Increase (Decrease) in Cash & Equivalents	2,086	65,529	168,273	(71,581)	95,089
Cash & Equivalents at Beginning of Year	409,242	343,713	175,440	247,022	151,933
Cash & Equivalents at End of Year	\$411,328	\$409,242	\$343,713	\$175,440	\$247,022

Armstrong Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$4,748,964	\$4,776,824	\$4,110,760	\$3,701,489	\$3,892,045
2 Access Lines	2,092	2,223	2,299	2,452	2,528
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,575,905	\$1,605,107	\$1,749,883	\$1,736,249	\$1,688,996
4 Depreciation and Amortization	254,560	531,175	604,068	589,439	497,732
5 Other Operations Expense	2,755,068	2,932,973	2,768,790	2,661,605	2,242,231
6 Total Operation Expenses	4,585,533	5,069,255	5,122,741	4,987,293	4,428,959
7 Income Taxes - Operating Taxes	(58,332)	(407,139)	(426,801)	(509,047)	(286,159)
8 Other Taxes - Operating Taxes	157,271	167,763	172,872	182,340	245,567
9 Capital Costs	64,492	(53,055)	(758,052)	(959,097)	(496,322)
10 Total	\$4,748,964	\$4,776,824	\$4,110,760	\$3,701,489	\$3,892,045
PERCENT OF REVENUES					
11 Wages and Benefits	33.2	33.6	42.6	46.9	43.4
12 Depreciation and Amortization	5.4	11.1	14.7	15.9	12.8
13 Other Operations Expense	58.0	61.4	67.4	71.9	57.6
14 Income Taxes - Operating Taxes	(1.2)	(8.5)	(10.4)	(13.8)	(7.4)
15 Other Taxes - Operating Taxes	3.3	3.5	4.2	4.9	6.3
16 Capital Costs	1.4	(1.1)	(18.4)	(25.9)	(12.8)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	753.30	722.05	761.15	708.10	668.12
19 Depreciation and Amortization	121.68	238.95	262.75	240.39	196.89
20 Other Operations Expense	1,316.95	1,319.38	1,204.35	1,085.48	886.96
21 Income Taxes - Operating Taxes	(27.88)	(183.15)	(185.65)	(207.60)	(113.20)
22 Other Taxes - Operating Taxes	75.18	75.47	75.19	74.36	97.14
23 Capital Costs	30.83	(23.87)	(329.73)	(391.15)	(196.33)
24 Total	2,270.06	2,148.82	1,788.06	1,509.58	1,539.57

Armstrong Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
Plant In Service					
General Support Assets	\$1,808,651	\$1,633,851	\$1,562,848	\$1,602,209	\$1,515,368
Central Office Assets	2,603,595	2,582,852	2,564,974	3,000,585	3,912,931
Information Origination/Termination	87,670	87,670	87,670	87,670	87,670
Cable And Wire Facilities	6,362,628	6,338,897	6,303,418	6,259,296	6,203,355
Amortizable Assets					
Total Plant In Service	10,862,544	10,643,270	10,518,909	10,949,759	11,719,324
Property Held For Future Use					
Plant Under Construction	8,524,696	3,272,645	42,527	1,377	21,472
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	19,387,240	13,915,915	10,561,436	10,951,137	11,740,797
Less Acc. Prov. For Depreciation & Amort.	9,722,313	9,529,930	9,017,741	8,898,307	9,359,026
Net Total Utility Plant	\$9,664,927	\$4,385,985	\$1,543,695	\$2,052,829	\$2,381,770
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.23	0.56	0.37	0.38	0.55
Total Capitalization	\$11,932,199	\$9,571,567	\$1,870,166	\$1,989,671	\$2,191,391
Percent Of Capitalization (Incl. S-T- Debt)					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	-6.4%	-6.6%	-28.3%	9.5%	52.1%
Short-Term Debt	106.4%	106.6%	128.3%	90.5%	47.9%
Pretax Coverage of Interest Expense	-0.76	-11.67	-111.62	-320.08	-481.65
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	20.0%	17.0%	423.0%	-143.0%	-31.5%
Internal Cash Generated as a % of Cash Outflows for Construction	54.9%	-129.4%	-204.9%	-214.3%	7.8%
CWIP as a % of Plant	44.0%	23.5%	0.4%	0.0%	0.2%

Current Assets	3,042,217	6,180,660	1,050,372	902,538	920,914
Current Liabilities	13,354,240	11,059,678	2,870,946	2,351,595	1,668,174
Total Capitalization	11,932,199	9,571,567	1,870,166	1,989,671	2,191,391
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	(767,801)	(628,433)	(529,833)	189,671	1,141,391
Short-Term Debt	12,700,000	10,200,000	2,400,000	1,800,000	1,050,000
Pretax Income	(85,174)	(465,834)	(1,136,125)	(1,456,206)	(781,553)
Interest Expense	112,526	39,907	10,179	4,550	1,623
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	(139,368)	(98,603)	(719,503)	(951,708)	(497,017)
Internal Cash	3,038,825	(4,361,007)	(336,793)	(561,084)	30,083
Cash Outflows for Construction	(5,534,065)	(3,369,720)	(164,336)	(261,765)	(383,641)
CWIP	8,524,696	3,272,645	42,527	1,377	21,472
Total Plant	19,387,240	13,915,915	10,561,436	10,951,137	11,740,797
Shares Outstanding	4,860	4,860	4,860	4,860	4,860
Number of Employees	10	11	10	11	10

Berkshire Telephone Corporation
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$540,180	\$478,247	\$183,716	\$5,780	\$99,560
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	261,790	316,012	442,633	439,139	466,193
Changes in Deferred Income Taxes	(99,998)	30,572	(86,430)	(70,934)	(49,049)
Changes in Working Capital	61,592	(721,457)	(534,672)	(344,722)	(491,944)
Capitalized AFDC - Equity					
Other	(3,411,860)	(181,181)	83,095	148,060	70,894
Total Non-Cash Items	(3,188,476)	(556,054)	(95,374)	171,543	(3,906)
Net Cash Provided From Operating Activities	(2,648,296)	(77,807)	88,342	177,323	95,654
Cash Flows from Investing Activities					
Cash Flows from Construction	1,595,653	77,807	(88,342)	(187,845)	(103,207)
Purchase of Other Investments					
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	1,595,653	77,807	(88,342)	(187,845)	(103,207)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing	1,052,392				
Net Cash Provided From Financing Activities	1,052,392				
Net Increase (Decrease) in Cash & Equivalents	(250)		1	(10,521)	(7,554)
Cash & Equivalents at Beginning of Year	250	250	249	10,770	18,323
Cash & Equivalents at End of Year	(\$0)	\$250	\$250	\$249	\$10,770

Berkshire Telephone Corporation
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$1,706,749	\$1,834,417	\$2,033,334	\$2,240,964	\$2,691,900
2 Access Lines	1,826	2,051	2,282	2,527	2,801
DOLLAR AMOUNTS					
3 Wages and Benefits	\$323,186	\$352,449	\$259,068	\$384,548	\$471,205
4 Depreciation and Amortization	261,790	316,012	442,633	439,139	466,193
5 Other Operations Expense	368,379	1,050,156	1,004,504	1,120,419	1,366,092
6 Total Operation Expenses	953,355	1,718,617	1,706,205	1,944,106	2,303,490
7 Income Taxes - Operating Taxes	(30,937)	(468,418)	39,383	77,031	64,976
8 Other Taxes - Operating Taxes	216,631	176,703	179,128	191,845	176,659
9 Capital Costs	567,700	407,515	108,618	27,981	146,775
10 Total	\$1,706,749	\$1,834,417	\$2,033,334	\$2,240,964	\$2,691,900
PERCENT OF REVENUES					
11 Wages and Benefits	18.9	19.2	12.7	17.2	17.5
12 Depreciation and Amortization	15.3	17.2	21.8	19.6	17.3
13 Other Operations Expense	21.6	57.2	49.4	50.0	50.7
14 Income Taxes - Operating Taxes	(1.8)	(25.5)	1.9	3.4	2.4
15 Other Taxes - Operating Taxes	12.7	9.6	8.8	8.6	6.6
16 Capital Costs	33.3	22.2	5.3	1.2	5.5
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	176.99	171.84	113.53	152.18	168.23
19 Depreciation and Amortization	143.37	154.08	193.97	173.78	166.44
20 Other Operations Expense	201.74	512.02	440.19	443.38	487.72
21 Income Taxes - Operating Taxes	(16.94)	(228.39)	17.26	30.48	23.20
22 Other Taxes - Operating Taxes	118.64	86.15	78.50	75.92	63.07
23 Capital Costs	310.90	198.69	47.60	11.07	52.40
24 Total	934.69	894.40	891.03	886.81	961.05

Berkshire Telephone Corporation
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$3,452,132	\$3,452,133	\$3,468,348	\$3,455,034	\$3,464,394
Central Office Assets	4,883,733	4,825,128	4,799,882	4,685,419	4,683,254
Information Origination/Termination	48,712	48,712	48,712	48,712	48,712
Cable And Wire Facilities	7,326,204	7,320,531	7,319,074	7,236,121	7,228,356
Amortizable Assets		60,754	60,754	60,754	60,754
Total Plant In Service	15,710,781	15,707,258	15,696,770	15,486,040	15,485,470
Property Held For Future Use					
Plant Under Construction	10,655	170,099	157,617	281,013	123,005
Tel. Acquisition					
Other Plant					
Nonoperating Plant			141,975	141,975	141,975
Goodwill					
Total Telecommunications Plant	15,721,436	15,877,357	15,996,362	15,909,028	15,750,451
Less Acc. Prov. For Depreciation & Amort.	14,299,939	12,598,416	12,323,601	11,881,976	11,472,106
Net Total Utility Plant	\$1,421,497	\$3,278,941	\$3,672,761	\$4,027,052	\$4,278,345
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	2.55	-0.68	-0.10	-0.13	-0.22
Total Capitalization	\$2,406,905	\$8,145,085	\$8,055,838	\$7,676,122	\$7,579,342
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	-278.7%				
Preferred Stock					
Common Stock & Retained Earnings	378.7%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	125.06	#DIV/0!	#DIV/0!	-478.55	687.24
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	6.3%	6.0%	2.5%	0.1%	1.3%
Internal Cash Generated as a % of Cash Outflows for Construction	166.0%	100.0%	100.0%	94.4%	92.7%
CWIP as a % of Plant	0.1%	1.1%	1.0%	1.8%	0.8%

Current Assets	205,636	1,774,768	325,214	359,135	504,524
Current Liabilities	80,514	(2,596,010)	(3,324,105)	(2,761,915)	(2,284,286)
Total Capitalization	2,406,905	8,145,085	8,055,838	7,676,122	7,579,342
Long-Term Debt	(6,709,179)				
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	9,116,084	8,145,085	8,055,838	7,676,122	7,579,342
Short-Term Debt					
Pretax Income	420,321	(18,651)	243,284	125,858	180,743
Interest Expense	3,361			(263)	263
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	540,180	483,442	196,601	7,602	99,687
Internal Cash	(2,648,296)	(77,807)	88,342	177,323	95,654
Cash Outflows for Construction	1,595,653	77,807	(88,342)	(187,845)	(103,207)
CWIP	10,655	170,099	157,617	281,013	123,005
Total Plant	15,721,436	15,877,357	15,996,362	15,909,028	15,750,451
Shares Outstanding	2,000	1,500	1,500	1,500	1,500
Number of Employees	4	3	3	4	7

**Cassadaga Telephone Corp.
Statement of Cash Flows
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$238,279	\$227,000	\$130,396	\$8,272	\$54,763
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	71,419	107,409	108,460	150,790	154,819
Changes in Deferred Income Taxes	(2,883)	(51,451)	(16,022)	(23,217)	(21,332)
Changes in Working Capital	(279,035)	48,390	(264,687)	(211,396)	(141,345)
Capitalized AFDC - Equity					
Other	2,698	(310,937)	70,035	122,615	31,921
Total Non-Cash Items	(207,801)	(206,589)	(102,214)	38,792	24,063
Net Cash Provided From Operating Activities	30,478	20,411	28,182	47,064	78,826
Cash Flows from Investing Activities					
Cash Flows from Construction	(30,129)	(10,774)	(29,526)	(47,391)	(91,819)
Purchase of Other Investments					
Sale of Other Investments	(469)	(10,015)	(617)	2,209	1,340
Other					
Net Cash Provided From Investing Activities	(30,598)	(20,789)	(30,143)	(45,182)	(90,479)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities					
Net Increase (Decrease) in Cash & Equivalents	(120)	(378)	(1,961)	1,882	(11,653)
Cash & Equivalents at Beginning of Year	312	690	2,651	769	12,422
Cash & Equivalents at End of Year	\$192	\$312	\$690	\$2,651	\$769

Cassadaga Telephone Corporation
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$672,238	\$718,125	\$761,739	\$742,923	\$736,448
2 Access Lines	690	740	792	823	869
DOLLAR AMOUNTS					
3 Wages and Benefits	\$225,841	\$232,516	\$230,998	\$233,540	\$275,723
4 Depreciation and Amortization	71,419	107,409	108,460	150,790	154,819
5 Other Operations Expense	155,015	150,919	160,825	188,809	197,545
6 Total Operation Expenses	452,275	490,844	500,283	573,139	628,087
7 Income Taxes - Operating Taxes	63,340	54,521	103,306	68,979	29,403
8 Other Taxes - Operating Taxes	29,516	33,335	33,363	31,491	31,083
9 Capital Costs	127,107	139,425	124,787	69,314	47,875
10 Total	\$672,238	\$718,125	\$761,739	\$742,923	\$736,448
PERCENT OF REVENUES					
11 Wages and Benefits	33.6	32.4	30.3	31.4	37.4
12 Depreciation and Amortization	10.6	15.0	14.2	20.3	21.0
13 Other Operations Expense	23.1	21.0	21.1	25.4	26.8
14 Income Taxes - Operating Taxes	9.4	7.6	13.6	9.3	4.0
15 Other Taxes - Operating Taxes	4.4	4.6	4.4	4.2	4.2
16 Capital Costs	18.9	19.4	16.4	9.3	6.5
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	327.31	314.21	291.66	283.77	317.29
19 Depreciation and Amortization	103.51	145.15	136.94	183.22	178.16
20 Other Operations Expense	224.66	203.94	203.06	229.42	227.32
21 Income Taxes - Operating Taxes	91.80	73.68	130.44	83.81	33.84
22 Other Taxes - Operating Taxes	42.78	45.05	42.13	38.26	35.77
23 Capital Costs	184.21	188.41	157.56	84.22	55.09
24 Total	974.26	970.44	961.79	902.70	847.47

Cassadaga Telephone Corp.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$323,699	\$323,699	\$323,699	\$323,699	\$318,460
Central Office Assets	790,229	993,475	1,236,430	1,231,988	1,351,034
Information Origination/Termination	65,610	65,610	65,610	65,610	65,610
Cable And Wire Facilities	1,536,596	1,522,739	1,516,182	1,487,677	1,471,374
Amortizable Assets					
Total Plant In Service	2,716,134	2,905,523	3,141,921	3,108,974	3,206,478
Property Held For Future Use					
Plant Under Construction				4,415	35,873
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	2,716,134	2,905,523	3,141,921	3,113,389	3,242,351
Less Acc. Prov. For Depreciation & Amort.	2,228,154	2,376,723	2,526,502	2,419,651	2,443,006
Net Total Utility Plant	\$487,980	\$528,800	\$615,419	\$693,738	\$799,345
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	204.47	63.57	99.77	18.05	27.20
Total Capitalization	\$2,568,052	\$2,329,773	\$2,102,773	\$1,972,377	\$1,964,105
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	-1.71	-2.21	-2.09	-0.20	-1.05
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	9.7%	10.2%	6.4%	0.4%	2.8%
Internal Cash Generated as a % of					
Cash Outflows for Construction	101.2%	189.4%	95.4%	99.3%	85.8%
CWIP as a % of Plant				0.1%	1.1%

Current Assets	2,176,556	1,919,898	1,958,632	1,774,493	1,515,605
Current Liabilities	10,645	30,203	19,632	98,326	55,725
Total Capitalization	2,568,052	2,329,773	2,102,773	1,972,377	1,964,105
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	2,568,052	2,329,773	2,102,773	1,972,377	1,964,105
Short-Term Debt					
Pretax Income	190,447	193,946	157,953	12,668	43,188
Interest Expense	(111,172)	(87,575)	(75,749)	(64,583)	(40,978)
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	238,279	227,000	130,396	8,272	54,763
Internal Cash	30,478	20,411	28,182	47,064	78,826
Cash Outflows for Construction	(30,129)	(10,774)	(29,526)	(47,391)	(91,819)
CWIP				4,415	35,873
Total Plant	2,716,134	2,905,523	3,141,921	3,113,389	3,242,351
Shares Outstanding	695	595	595	695	695
Number of Employees	7	7	7	7	6

Champlain Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$85,249	\$751,934	(\$175,447)	(\$205,962)	\$516,780
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	317,793	327,127	432,507	463,575	425,038
Changes in Deferred Income Taxes	13,431	658,166	(21,328)	75,615	231,156
Changes in Working Capital	558,616	(1,634,450)	347,987	112,529	407,934
Capitalized AFDC - Equity					
Other	(512,960)	(1,289,402)	(289,949)	(296,404)	(940,379)
Total Non-Cash Items	376,880	(1,938,559)	469,217	355,315	123,749
Net Cash Provided From Operating Activities	462,129	(1,186,625)	293,770	149,353	640,529
Cash Flows from Investing Activities					
Cash Flows from Construction	(720,236)	(108,421)	(83,686)	(90,708)	(17,770)
Purchase of Other Investments					
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	(720,236)	(108,421)	(83,686)	(90,708)	(17,770)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt				(166,953)	(197,726)
Common Stock					
Preferred Stock					
Short-Term Debt	312,851	(64,900)	(136,000)	737,987	(222,500)
Dividends Paid	(8,927)	(8,927)	(11,159)	(6,695)	(8,927)
Other Financing	(59,888)	1,277,026	16,440	(604,535)	(189,753)
Net Cash Provided From Financing Activities	244,036	1,203,199	(130,719)	(40,196)	(618,906)
Net Increase (Decrease) in Cash & Equivalents	(14,071)	(91,847)	79,365	18,449	3,853
Cash & Equivalents at Beginning of Year	21,490	113,337	33,974	15,522	11,669
Cash & Equivalents at End of Year	\$7,419	\$21,490	\$113,337	\$33,974	\$15,522

Champlain Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$3,852,070	\$4,189,677	\$4,273,837	\$4,361,712	\$4,182,870
2 Access Lines	3,168	3,404	3,629	3,699	3,844
DOLLAR AMOUNTS					
3 Wages and Benefits	\$2,291,006	\$2,705,246	\$2,555,048	\$2,577,114	\$2,321,513
4 Depreciation and Amortization	317,793	327,127	432,507	462,490	423,589
5 Other Operations Expense	1,324,594	1,408,318	1,424,650	1,506,359	1,593,156
6 Total Operation Expenses	3,933,393	4,440,691	4,412,205	4,545,963	4,338,258
7 Income Taxes - Operating Taxes	(51,626)	(144,279)	(86,474)	(128,377)	(107,175)
8 Other Taxes - Operating Taxes	129,429	131,637	135,954	139,585	147,120
9 Capital Costs	(159,126)	(238,372)	(187,848)	(195,459)	(195,333)
10 Total	\$3,852,070	\$4,189,677	\$4,273,837	\$4,361,712	\$4,182,870
PERCENT OF REVENUES					
11 Wages and Benefits	59.5	64.6	59.8	59.1	55.5
12 Depreciation and Amortization	8.2	7.8	10.1	10.6	10.1
13 Other Operations Expense	34.4	33.6	33.3	34.5	38.1
14 Income Taxes - Operating Taxes	(1.3)	(3.4)	(2.0)	(2.9)	(2.6)
15 Other Taxes - Operating Taxes	3.4	3.1	3.2	3.2	3.5
16 Capital Costs	(4.1)	(5.7)	(4.4)	(4.5)	(4.7)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	723.17	794.73	704.06	696.71	603.93
19 Depreciation and Amortization	100.31	96.10	119.18	125.03	110.19
20 Other Operations Expense	418.12	413.72	392.57	407.23	414.45
21 Income Taxes - Operating Taxes	(16.30)	(42.39)	(23.83)	(34.71)	(27.88)
22 Other Taxes - Operating Taxes	40.86	38.67	37.46	37.74	38.27
23 Capital Costs	(50.23)	(70.03)	(51.76)	(52.84)	(50.82)
24 Total	1,215.93	1,230.81	1,177.69	1,179.16	1,088.16

Champlain Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$2,272,828	\$2,271,491	\$2,315,673	\$2,406,743	\$2,411,755
Central Office Assets	3,159,886	3,159,887	3,159,887	3,116,963	3,101,500
Information Origination/Termination	26,734	26,734	26,734	26,734	26,734
Cable And Wire Facilities	7,516,813	7,494,369	7,475,076	7,429,362	7,392,044
Amortizable Assets					
Total Plant In Service	12,976,261	12,952,481	12,977,370	12,979,802	12,932,033
Property Held For Future Use					
Plant Under Construction	795,854	96,679	16,526	(9,435)	(26,999)
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	13,772,115	13,049,160	12,993,896	12,970,367	12,905,034
Less Acc. Prov. For Depreciation & Amort.	11,240,676	10,923,108	10,660,501	10,291,390	9,856,509
Net Total Utility Plant	\$2,531,439	\$2,126,052	\$2,333,395	\$2,678,977	\$3,048,525
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.78	1.41	0.67	0.72	0.87
Total Capitalization	\$4,235,936	\$3,889,975	\$1,934,842	\$2,241,008	\$1,922,166
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					
Preferred Stock	3.2%	3.5%	7.1%	6.1%	7.1%
Common Stock & Retained Earnings	76.7%	82.7%	61.8%	60.9%	84.2%
Short-Term Debt	20.1%	13.8%	31.1%	32.9%	8.7%
Pretax Coverage of Interest Expense	1.92	20.08	-6.13	-8.37	23.85
Com. Stock Dividends as a % of Earnings	78.5%	8.1%	-40.1%	-21.1%	8.8%
Return on Common Equity	2.4%	33.7%	-14.6%	-14.3%	37.4%
Internal Cash Generated as a % of Cash Outflows for Construction	64.2%	-1094.5%	351.0%	164.7%	3604.6%
CWIP as a % of Plant	5.8%	0.7%	0.1%	-0.1%	-0.2%

Current Assets	1,284,861	1,749,597	2,213,527	2,443,200	1,985,378
Current Liabilities	1,647,483	1,245,152	3,322,044	3,401,714	2,284,233
Total Capitalization	4,235,936	3,889,975	1,934,842	2,241,008	1,922,166
Long-Term Debt					
Preferred Stock	137,350	137,350	137,350	137,350	137,350
Common Stock and Retained Earnings (Excl. Preferred Stock)	3,248,648	3,215,538	1,195,505	1,365,671	1,617,863
Short-Term Debt	849,938	537,087	601,987	737,987	166,953
Pretax Income	68,627	634,778	(226,333)	(301,603)	419,439
Interest Expense	35,725	31,612	36,909	36,017	17,585
Common Dividends Paid	59,888	59,888	74,860	44,916	44,916
Net Income (Excl. Preferred Stock Dividends)	76,322	743,007	(186,606)	(212,657)	507,853
Internal Cash	462,129	(1,186,625)	293,770	149,353	640,529
Cash Outflows for Construction	(720,236)	(108,421)	(83,686)	(90,708)	(17,770)
CWIP	795,854	96,679	16,526	(9,435)	(26,999)
Total Plant	13,772,115	13,049,160	12,993,896	12,970,367	12,905,034
Shares Outstanding	74,860	74,860	74,860	74,860	74,860
Number of Employees	24	27	27	29	30

Chautauqua & Erie Telephone Corporation
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$575,654)	\$857,929	\$198,266	\$409,383	\$462,347
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	1,134,348	686,542	778,736	760,235	833,808
Changes in Deferred Income Taxes	(374,360)	(247,243)	(81,826)	(82,224)	(44,310)
Changes in Working Capital	(1,184,776)	(890,997)	106,320	(40,569)	(269,557)
Capitalized AFDC - Equity	0	0	0	0	0
Other	(1,050,610)	(774,522)	(189,402)	(10,449)	(703,494)
Total Non-Cash Items	(1,475,398)	(1,226,220)	613,828	626,993	(183,553)
Net Cash Provided From Operating Activities	<u>(2,051,052)</u>	<u>(368,291)</u>	<u>812,094</u>	<u>1,036,376</u>	<u>278,794</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	893,287	368,291	(812,094)	(1,036,376)	(278,794)
Purchase of Other Investments					
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	<u>893,287</u>	<u>368,291</u>	<u>(812,094)</u>	<u>(1,036,376)</u>	<u>(278,794)</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing	1,157,165				
Net Cash Provided From Financing Activities	<u>1,157,165</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Increase (Decrease) in Cash & Equivalents	(600)	0	0	0	(0)
Cash & Equivalents at Beginning of Year	600	600	600	600	600
Cash & Equivalents at End of Year	\$0	\$600	\$600	\$600	\$600

Chautauqua & Erie Telephone Corporation
Distribution of Telephone Revenues
For the Year Ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$3,705,823	\$3,870,211	\$4,041,454	\$4,395,603	\$4,562,907
2 Access Lines	3,450	3,732	4,296	4,809	5,386
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,754,162	\$1,361,109	\$1,106,993	\$1,004,841	\$833,271
4 Depreciation and Amortization	1,134,348	686,542	778,736	760,235	833,808
5 Other Operations Expense	1,336,294	1,942,248	2,007,626	2,235,256	2,284,389
6 Total Operation Expenses	4,224,804	3,989,899	3,893,355	4,000,332	3,951,468
7 Income Taxes - Operating Taxes	(467,480)	(925,235)	(109,369)	(63,807)	61,445
8 Other Taxes - Operating Taxes	516,586	426,274	436,352	452,818	403,546
9 Capital Costs	(568,087)	379,273	(178,884)	6,260	146,448
10 Total	\$3,705,823	\$3,870,211	\$4,041,454	\$4,395,603	\$4,562,907
PERCENT OF REVENUES					
11 Wages and Benefits	47.3	35.2	27.4	22.9	18.3
12 Depreciation and Amortization	30.6	17.7	19.3	17.3	18.3
13 Other Operations Expense	36.1	50.2	49.7	50.9	50.1
14 Income Taxes - Operating Taxes	(12.6)	(23.9)	(2.7)	(1.5)	1.3
15 Other Taxes - Operating Taxes	13.9	11.0	10.8	10.3	8.8
16 Capital Costs	(15.3)	9.8	(4.4)	0.1	3.2
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	508.45	364.71	257.68	208.95	154.71
19 Depreciation and Amortization	328.80	183.96	181.27	158.09	154.81
20 Other Operations Expense	387.33	520.43	467.32	464.81	424.13
21 Income Taxes - Operating Taxes	(135.50)	(247.92)	(25.46)	(13.27)	11.41
22 Other Taxes - Operating Taxes	149.74	114.22	101.57	94.16	74.93
23 Capital Costs	(164.66)	101.63	(41.64)	1.30	27.19
24 Total	1,074.15	1,037.03	940.75	914.04	847.18

Chautauqua & Erie Telephone Corp.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$4,848,992	\$4,880,999	\$4,706,058	\$4,723,991	\$4,713,906
Central Office Assets	14,390,895	14,233,508	13,733,007	13,230,983	13,236,415
Information Origination/Termination	22,812	7,400	7,400	7,400	7,400
Cable And Wire Facilities	13,875,899	13,839,262	13,106,507	12,794,281	12,757,134
Amortizable Assets					
Total Plant In Service	33,138,598	32,961,169	31,552,972	30,756,655	30,714,854
Property Held For Future Use					
Plant Under Construction	1,721,263	(611,435)	1,214,961	1,392,455	546,969
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	34,859,861	32,349,734	32,767,933	32,149,110	31,261,823
Less Acc. Prov. For Depreciation & Amort.	29,252,825	24,715,066	24,078,433	23,493,324	22,883,308
Net Total Utility Plant	\$5,607,036	\$7,634,668	\$8,689,500	\$8,655,785	\$8,378,515
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	13.15	1.44	0.98	1.07	1.04
Total Capitalization	\$7,763,672	\$7,214,518	\$7,376,589	\$7,414,323	\$7,010,940
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	-1.0%	0.0%	0.0%	0.0%	0.0%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	101.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Pretax Coverage of Interest Expense	-101.53	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Com. Stock Dividends as a % of Earnings	0.0%	0.0%	0.0%	0.0%	0.0%
Return on Common Equity	-7.6%	11.9%	2.9%	5.7%	6.6%
Internal Cash Generated as a % of Cash Outflows for Construction	229.6%	100.0%	100.0%	100.0%	100.0%
CWIP as a % of Plant	4.9%	-1.9%	3.7%	4.3%	1.7%

Current Assets	2,426,147	2,815,642	1,181,717	1,336,707	1,320,722
Current Liabilities	184,499	1,952,142	1,209,212	1,247,283	1,269,382
Total Capitalization	7,763,672	7,214,518	7,376,589	7,414,323	7,010,940
Long-Term Debt	(79,221)				
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	7,842,893	7,214,518	7,376,589	7,414,323	7,010,940
Short-Term Debt					
Pretax Income	(1,021,178)	51,397	125,148	372,909	549,791
Interest Expense	10,058				
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	(575,654)	867,795	216,053	410,867	466,059
Internal Cash	(2,051,052)	(368,291)	812,094	1,036,376	278,794
Cash Outflows for Construction	893,287	368,291	(812,094)	(1,036,376)	(278,794)
CWIP	1,721,263	(611,435)	1,214,961	1,392,455	546,969
Total Plant	34,859,861	32,349,734	32,767,933	32,149,110	31,261,823
Shares Outstanding	0	100,000	100,000	100	100
Number of Employees	18	13	17	15	13

Chazy & Westport Telephone Corporation
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$495,404	\$999,938	(\$169,764)	(\$219,212)	(\$784,265)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	673,120	660,075	525,878	516,036	545,587
Changes in Deferred Income Taxes	(103,728)	(102,381)	(56,243)	(63,599)	(58,928)
Changes in Working Capital	(525,364)	(280,655)	(107,806)	(184,617)	23,608
Capitalized AFDC - Equity					
Other	(443,142)	(1,046,408)	37,405	171,989	627,235
Total Non-Cash Items	(399,114)	(769,369)	399,234	439,809	1,137,502
Net Cash Provided From Operating Activities	96,290	230,569	229,470	220,597	353,237
Cash Flows from Investing Activities					
Cash Flows from Construction	(641,392)	(338,012)	(308,449)	(185,770)	(338,254)
Purchase of Other Investments					
Sale of Other Investments					
Other	1,293	37,782	7,028	9,742	7,875
Net Cash Provided From Investing Activities	(640,099)	(300,230)	(301,421)	(176,028)	(330,379)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(43,096)	51,845	20,333	(46,042)	30,657
Common Stock					
Preferred Stock					
Short-Term Debt	530,000	75,000			(19,804)
Dividends Paid	(6,500)	(6,500)	(6,500)	(6,500)	(6,500)
Other Financing					
Net Cash Provided From Financing Activities	480,404	120,345	13,833	(52,542)	4,353
Net Increase (Decrease) in Cash & Equivalents	(63,405)	50,684	(58,118)	(7,973)	27,211
Cash & Equivalents at Beginning of Year	92,385	41,701	99,819	107,792	80,581
Cash & Equivalents at End of Year	\$28,980	\$92,385	\$41,701	\$99,819	\$107,792

Chazy & Westport Telephone Corporation
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$2,229,077	\$2,423,924	\$2,268,743	\$2,395,386	\$2,261,963
2 Access Lines	1,948	2,038	2,373	2,387	2,462
DOLLAR AMOUNTS					
3 Wages and Benefits	\$964,343	\$954,192	\$967,899	\$1,085,007	\$1,111,793
4 Depreciation and Amortization	661,083	613,433	479,236	469,393	451,712
5 Other Operations Expense	761,080	811,808	823,574	729,576	843,110
6 Total Operation Expenses	2,386,506	2,379,433	2,270,709	2,283,976	2,406,615
7 Income Taxes - Operating Taxes	(40,908)	23,608	(66,744)	16,437	(79,278)
8 Other Taxes - Operating Taxes	101,958	100,909	92,381	99,919	100,206
9 Capital Costs	(218,479)	(80,026)	(27,603)	(4,946)	(165,580)
10 Total	\$2,229,077	\$2,423,924	\$2,268,743	\$2,395,386	\$2,261,963
PERCENT OF REVENUES					
11 Wages and Benefits	43.3	39.4	42.7	45.3	49.2
12 Depreciation and Amortization	29.7	25.3	21.1	19.6	20.0
13 Other Operations Expense	34.1	33.5	36.3	30.5	37.3
14 Income Taxes - Operating Taxes	(1.8)	1.0	(2.9)	0.7	(3.5)
15 Other Taxes - Operating Taxes	4.6	4.2	4.1	4.2	4.4
16 Capital Costs	(9.8)	(3.3)	(1.2)	(0.2)	(7.3)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	495.04	468.20	407.88	454.55	451.58
19 Depreciation and Amortization	339.36	301.00	201.95	196.65	183.47
20 Other Operations Expense	390.70	398.34	347.06	305.65	342.45
21 Income Taxes - Operating Taxes	(21.00)	11.58	(28.13)	6.89	(32.20)
22 Other Taxes - Operating Taxes	52.34	49.51	38.93	41.86	40.70
23 Capital Costs	(112.16)	(39.27)	(11.63)	(2.07)	(67.25)
24 Total	1,144.29	1,189.36	956.07	1,003.51	918.75

Chazy & Westport Telephone Corporation
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$3,114,507	\$3,052,883	\$3,083,594	\$3,093,936	\$3,067,532
Central Office Assets	5,776,604	5,637,585	5,572,425	5,658,038	5,627,238
Information Origination/Termination	11,603	11,603	35,127	35,127	35,127
Cable And Wire Facilities	6,989,954	6,654,596	6,538,516	6,349,276	6,273,619
Amortizable Assets	140,687	140,687	140,687	140,687	140,687
Total Plant In Service	16,033,355	15,497,354	15,370,349	15,277,064	15,144,203
Property Held For Future Use					
Plant Under Construction	84,561	57,210	11,305	15,944	4,919
Tel. Acquisition					
Other Plant					
Nonoperating Plant	35,834	35,834	35,834	35,834	35,834
Goodwill					
Total Telecommunications Plant	16,153,750	15,590,398	15,417,488	15,328,842	15,184,956
Less Acc. Prov. For Depreciation & Amort.	14,477,287	13,880,914	13,348,159	13,035,056	12,551,162
Net Total Utility Plant	\$1,676,463	\$1,709,484	\$2,069,329	\$2,293,786	\$2,633,794
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	5.54	9.86	12.33	13.58	21.47
Total Capitalization	\$6,675,299	\$5,699,491	\$4,579,208	\$4,735,139	\$5,006,893
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	0.6%	1.4%	1.1%	0.8%	1.1%
Preferred Stock	1.9%	2.3%	2.8%	2.7%	2.6%
Common Stock & Retained Earnings	87.8%	94.2%	95.6%	96.2%	95.5%
Short-Term Debt	9.7%	2.1%	0.5%	0.3%	0.8%
Pretax Coverage of Interest Expense	18.53	-501.06	47.63	60.69	174.93
Com. Stock Dividends as a % of Earnings	0.0%	0.0%	0.0%	0.0%	0.0%
Return on Common Equity	5.9%	17.2%	-3.9%	-4.8%	-15.3%
Internal Cash Generated as a % of Cash Outflows for Construction	15.0%	68.2%	74.4%	118.7%	104.4%
CWIP as a % of Plant	0.5%	0.4%	0.1%	0.1%	0.0%

Current Assets	5,410,286	5,012,008	4,628,282	4,547,538	4,212,830
Current Liabilities	977,396	508,526	375,368	334,890	196,191
Total Capitalization	6,675,299	5,699,491	4,579,208	4,735,139	5,006,893
Long-Term Debt	40,331	80,475	49,973	38,017	55,164
Preferred Stock	130,000	130,000	130,000	130,000	130,000
Common Stock and Retained Earnings (Excl. Preferred Stock)	5,860,452	5,371,548	4,378,110	4,554,374	4,780,086
Short-Term Debt	644,516	117,468	21,125	12,748	41,643
Pretax Income	312,921	952,517	(240,656)	(206,877)	(869,040)
Interest Expense	16,890	(1,901)	(5,053)	(3,409)	(4,968)
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	330,259	924,463	(176,264)	(225,712)	(790,765)
Internal Cash	96,290	230,569	229,470	220,597	353,237
Cash Outflows for Construction	(641,392)	(338,012)	(308,449)	(185,770)	(338,254)
CWIP	84,561	57,210	11,305	15,944	4,919
Total Plant	16,153,750	15,590,398	15,417,488	15,328,842	15,184,956
Shares Outstanding	140	140	140	140	140
Number of Employees	18	16	14	14	13

Citizens Telephone Company of Hammond, N. Y., Inc.
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$369,711)	\$218,838	(\$422,657)	(\$379,275)	\$94,367
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	539,653	572,221	596,357	627,310	404,632
Changes in Deferred Income Taxes	(34,260)	(44,780)	(159,390)	(212,315)	(30,163)
Changes in Working Capital	(215,556)	1,268,504	708,614	(85,742)	606,910
Capitalized AFDC - Equity					
Other	160,679	(541,105)	(39,964)	79,146	(277,269)
Total Non-Cash Items	450,516	1,254,840	1,105,617	408,399	704,110
Net Cash Provided From Operating Activities	80,805	1,473,678	682,960	29,124	798,476
Cash Flows from Investing Activities					
Cash Flows from Construction	(78,723)	(825,162)	(469,188)	(68,896)	(75,754)
Purchase of Other Investments					
Sale of Other Investments	151,600	(48,291)	121,563	73,948	18,654
Other	(3,335)	(28,202)	(38,190)	(31,857)	(41,711)
Net Cash Provided From Investing Activities	69,543	(901,655)	(385,815)	(26,805)	(98,811)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(273,643)	(261,981)	(249,998)	(240,062)	(229,919)
Common Stock					
Preferred Stock					
Short-Term Debt	(74,331)	(277,488)	144,992	249,780	(472,683)
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities	(347,975)	(539,469)	(105,005)	9,718	(702,602)
Net Increase (Decrease) in Cash & Equivalents	(197,626)	32,554	192,140	12,037	(2,937)
Cash & Equivalents at Beginning of Year	257,390	224,836	32,696	20,658	23,595
Cash & Equivalents at End of Year	\$59,764	\$257,390	\$224,836	\$32,696	\$20,658

Citizens Telephone Company of Hammond, N.Y., Inc.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$1,736,553	\$1,763,091	\$1,610,342	\$1,570,174	\$1,504,176
2 Access Lines	509	579	628	655	707
DOLLAR AMOUNTS					
3 Wages and Benefits	\$717,208	\$807,658	\$835,933	\$724,477	\$679,703
4 Depreciation and Amortization	485,280	517,849	541,984	572,937	350,259
5 Other Operations Expense	590,131	690,094	658,243	699,271	400,647
6 Total Operation Expenses	1,792,619	2,015,601	2,036,161	1,996,685	1,430,609
7 Income Taxes - Operating Taxes	(128,712)	63,623	(233,584)	(267,381)	(31,092)
8 Other Taxes - Operating Taxes	67,841	67,786	74,022	75,404	75,015
9 Capital Costs	4,806	(383,919)	(266,257)	(234,535)	29,644
10 Total	\$1,736,553	\$1,763,091	\$1,610,342	\$1,570,174	\$1,504,176
PERCENT OF REVENUES					
11 Wages and Benefits	41.3	45.8	51.9	46.1	45.2
12 Depreciation and Amortization	27.9	29.4	33.7	36.5	23.3
13 Other Operations Expense	34.0	39.1	40.9	44.5	26.6
14 Income Taxes - Operating Taxes	(7.4)	3.6	(14.5)	(17.0)	(2.1)
15 Other Taxes - Operating Taxes	3.9	3.8	4.6	4.8	5.0
16 Capital Costs	0.3	(21.8)	(16.5)	(14.9)	2.0
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	1,409.05	1,394.92	1,331.10	1,106.07	961.39
19 Depreciation and Amortization	953.40	894.38	863.03	874.71	495.42
20 Other Operations Expense	1,159.39	1,191.87	1,048.16	1,067.59	566.69
21 Income Taxes - Operating Taxes	(252.87)	109.88	(371.95)	(408.22)	(43.98)
22 Other Taxes - Operating Taxes	133.28	117.07	117.87	115.12	106.10
23 Capital Costs	9.44	(663.07)	(423.98)	(358.07)	41.93
24 Total	3,411.70	3,045.06	2,564.24	2,397.21	2,127.55

Citizens Telephone Company of Hammond, N. Y., Inc.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$1,898,394	\$1,879,293	\$1,892,041	\$1,915,503	\$1,988,801
Central Office Assets	3,055,127	2,977,483	2,864,581	2,847,257	2,832,417
Information Origination/Termination	107,830	107,830	107,830	107,830	107,830
Cable And Wire Facilities	5,724,244	5,735,604	4,682,815	4,575,932	4,548,988
Amortizable Assets	214	214	214	214	214
Total Plant In Service	10,785,810	10,700,424	9,547,482	9,446,737	9,478,250
Property Held For Future Use					
Plant Under Construction		10,765	353,994	20,235	(1,188)
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	10,785,810	10,711,189	9,901,475	9,466,972	9,477,062
Less Acc. Prov. For Depreciation & Amort.	8,979,859	8,448,710	7,896,341	7,338,390	6,779,500
Net Total Utility Plant	\$1,805,951	\$2,262,479	\$2,005,135	\$2,128,582	\$2,697,562
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	11.01	-2.28	(36.57)	(4.20)	(2.62)
Total Capitalization	\$6,363,318	\$7,440,247	\$7,646,679	\$8,500,259	\$8,930,047
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	19.2%	20.1%	23.0%	23.6%	25.1%
Preferred Stock	0.4%	0.3%	0.3%	0.3%	0.3%
Common Stock & Retained Earnings	76.1%	74.9%	68.5%	70.4%	71.9%
Short-Term Debt	4.4%	4.8%	8.3%	5.7%	2.7%
Pretax Coverage of Interest Expense	-3.05	2.92	-3.34	-3.45	1.45
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	-7.1%	4.1%	-7.5%	-6.1%	1.5%
Internal Cash Generated as a % of Cash Outflows for Construction	102.6%	178.6%	145.6%	42.3%	1054.0%
CWIP as a % of Plant		0.1%	3.6%	0.2%	0.0%

Current Assets	(613,031)	(448,687)	290,244	776,894	804,259
Current Liabilities	(55,702)	196,432	(7,936)	(185,167)	(306,614)
Total Capitalization	6,363,318	7,440,247	7,646,679	8,500,259	8,930,047
Long-Term Debt	1,220,113	1,493,757	1,755,737	2,005,735	2,245,797
Preferred Stock	23,000	23,000	23,000	23,000	23,000
Common Stock and Retained Earnings (Excl. Preferred Stock)	4,840,500	5,569,455	5,236,418	5,984,992	6,424,498
Short-Term Debt	279,705	354,036	631,524	486,532	236,752
Pretax Income	(373,642)	438,144	(499,791)	(495,221)	232,767
Interest Expense	122,647	150,010	149,556	143,392	160,373
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	(369,711)	218,838	(422,657)	(379,275)	94,367
Internal Cash	80,805	1,473,678	682,960	29,124	798,476
Cash Outflows for Construction	(78,723)	(825,162)	(469,188)	(68,896)	(75,754)
CWIP		10,765	353,994	20,235	(1,188)
Total Plant	10,785,810	10,711,189	9,901,475	9,466,972	9,477,062
Shares Outstanding	420	420	420	420	420
Number of Employees	20	20	21	21	21

Citizens Telecommunications Co. of New York, Inc.
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$11,069,363	\$10,254,753	\$7,670,174	\$11,327,335	\$6,132,801
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	30,666,987	23,640,764	21,038,550	31,406,538	43,184,642
Changes in Deferred Income Taxes	(1,635,400)	(4,267,694)	(4,641,578)	(4,881,674)	(3,239,865)
Changes in Working Capital	3,137,573	7,123,651	1,400,303	3,281,385	2,077,602
Capitalized AFDC - Equity					
Other	235,214	231,071	(1,671,835)	323,864	(264,561)
Total Non-Cash Items	32,404,374	26,727,793	16,125,441	30,130,113	41,757,819
Net Cash Provided From Operating Activities	43,473,737	36,982,545	23,795,614	41,457,447	47,890,619
Cash Flows from Investing Activities					
Cash Flows from Construction	(28,289,154)	(11,589,112)	(30,464,289)	(7,729,491)	(9,232,026)
Purchase of Other Investments	(15,184,583)	(25,393,433)	6,668,675	(33,727,957)	(38,658,714)
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	(43,473,737)	(36,982,545)	(23,795,614)	(41,457,448)	(47,890,739)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities	0	0	0	0	0
Net Increase (Decrease) in Cash & Equivalents	0	(0)	(0)	(0)	(120)
Cash & Equivalents at Beginning of Year	(0)	(0)	(0)	(0)	120
Cash & Equivalents at End of Year	(\$0)	(\$0)	(\$0)	(\$0)	(\$0)

Citizens Telecommunications Co. of New York, Inc.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$129,388,134	\$137,186,447	\$145,437,813	\$157,580,415	\$161,150,453
2 Access Lines	101,940	119,069	131,653	141,813	152,806
DOLLAR AMOUNTS					
3 Wages and Benefits	\$18,160,505	\$17,254,583	\$16,057,692	\$17,292,539	\$17,372,976
4 Depreciation and Amortization	25,564,174	20,669,005	18,973,406	31,832,730	41,039,223
5 Other Operations Expense	49,376,168	59,311,769	76,607,084	68,022,435	70,540,948
6 Total Operation Expenses	93,100,846	97,235,357	111,638,183	117,147,704	128,953,147
7 Income Taxes - Operating Taxes	(1,064,280)	2,439,306	(161,108)	7,213,981	(1,696,974)
8 Other Taxes - Operating Taxes	14,910,247	10,711,704	9,921,284	10,188,891	9,681,314
9 Capital Costs	22,441,321	26,800,081	24,039,454	23,029,839	24,212,967
10 Total	\$129,388,134	\$137,186,447	\$145,437,813	\$157,580,415	\$161,150,453
PERCENT OF REVENUES					
11 Wages and Benefits	14.0	12.6	11.0	11.0	10.8
12 Depreciation and Amortization	19.8	15.1	13.0	20.2	25.5
13 Other Operations Expense	38.2	43.2	52.7	43.2	43.8
14 Income Taxes - Operating Taxes	(0.8)	1.8	(0.1)	4.6	(1.1)
15 Other Taxes - Operating Taxes	11.5	7.8	6.8	6.5	6.0
16 Capital Costs	17.3	19.5	16.5	14.6	15.0
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	178.15	144.91	121.97	121.94	113.69
19 Depreciation and Amortization	250.78	173.59	144.12	224.47	268.57
20 Other Operations Expense	484.36	498.13	581.89	479.66	461.64
21 Income Taxes - Operating Taxes	(10.44)	20.49	(1.22)	50.87	(11.11)
22 Other Taxes - Operating Taxes	146.26	89.96	75.36	71.85	63.36
23 Capital Costs	220.14	225.08	182.60	162.40	158.46
24 Total	1,269.26	1,152.16	1,104.71	1,111.18	1,054.61

Notes:

(1) Citizen's expenses increased in 1997 by \$12 M (pre-tax) relating to a management buyout and payment to fully fund its OPEB expenses. Also, 1997 expenses increased due to an increase in plant specific expenses.

Citizens Telecommunications Co. of New York, Inc.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$70,721,100	\$70,581,217	\$69,284,774	\$68,114,838	\$69,242,709
Central Office Assets	449,729,396	447,081,218	441,485,932	433,916,363	431,359,895
Information Origination/Termination	16,648,986	16,736,985	16,713,237	16,323,257	16,920,482
Cable And Wire Facilities	565,588,335	558,833,039	543,611,481	533,905,429	526,446,596
Amortizable Assets	3,981,012	3,981,012	3,981,012	3,981,012	3,981,012
Total Plant In Service	1,106,668,829	1,097,213,471	1,075,076,436	1,056,240,900	1,047,950,695
Property Held For Future Use					
Plant Under Construction	24,739,098	5,905,302	16,418,510	4,789,759	5,350,471
Tel. Acquisition	142,404,998	142,404,998	142,404,998	142,404,998	142,404,998
Other Plant					
Nonoperating Plant	4,013	4,013	38,728	38,728	38,728
Goodwill					
Total Telecommunications Plant	1,273,816,938	1,245,527,784	1,233,938,672	1,203,474,383	1,195,744,893
Less Acc. Prov. For Depreciation & Amort.	1,124,753,473	1,094,086,486	1,070,445,721	1,049,407,171	1,018,000,633
Net Total Utility Plant	\$149,063,466	\$151,441,298	\$163,492,951	\$154,067,212	\$177,744,260
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.70	0.61	0.77	0.76	0.84
Total Capitalization	(\$108,190,231)	(\$119,259,162)	(\$130,821,789)	(\$137,183,088)	(\$148,510,422)
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Pretax Coverage of Interest Expense	#DIV/0!	#DIV/0!	93243.79	39864.51	15462.23
Com. Stock Dividends as a % of Earnings	0.0%	0.0%	0.0%	0.0%	0.0%
Return on Common Equity	-9.7%	-8.2%	-5.7%	-7.9%	-4.0%
Internal Cash Generated as a % of Cash Outflows for Construction	254.7%	542.2%	165.1%	536.4%	518.7%
CWIP as a % of Plant	1.9%	0.5%	1.3%	0.4%	0.4%

Notes:

(2) The return on equity calculation reflects the return on total capitalization.

Current Assets	39,609,734	22,762,510	24,963,899	23,820,191	24,743,751
Current Liabilities	56,338,468	37,167,843	32,374,811	31,280,067	29,380,039
Total Capitalization	(108,190,231)	(119,259,162)	(130,821,789)	(137,183,088)	(148,510,422)
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	(108,190,231)	(119,259,162)	(130,821,789)	(137,183,088)	(148,510,422)
Short-Term Debt					
Pretax Income	12,451,855	18,106,542	12,673,696	18,541,781	10,020,610
Interest Expense			136	465	648
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	11,069,800	10,253,884	7,670,174	11,327,335	6,132,801
Internal Cash	72,050,163	62,839,554	48,134,269	41,457,447	47,890,619
Cash Outflows for Construction	(28,289,154)	(11,589,112)	(29,155,414)	(7,729,491)	(9,232,026)
CWIP	24,739,098	5,905,302	16,419,841	4,789,759	5,350,471
Total Plant	1,273,816,938	1,245,527,784	1,232,265,261	1,203,474,385	1,195,744,893
Shares Outstanding	200	200	200	200	200
Number of Employees	181	192	201	232	242

Crown Point Telephone Corporation
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$430,896	\$312,697	\$268,612	\$33,591	(\$2,400)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	89,305	83,347	86,481	309,022	306,493
Changes in Deferred Income Taxes	30,839	(49,734)	223	(16,344)	(26,015)
Changes in Working Capital	(205,485)	65,434	66,179	55,860	(36,193)
Capitalized AFDC - Equity					
Other	(91,043)	(21,891)	(229,368)	(135,023)	(11,195)
Total Non-Cash Items	(176,384)	77,156	(76,485)	213,515	233,090
Net Cash Provided From Operating Activities	254,512	389,853	192,127	247,106	230,690
Cash Flows from Investing Activities					
Cash Flows from Construction	(327,520)	(199,399)	(21,663)	(34,852)	7,527
Purchase of Other Investments	449,518	579	1,000	(70)	2,591
Sale of Other Investments					7,986
Other					
Net Cash Provided From Investing Activities	121,998	(198,820)	(20,663)	(34,922)	18,104
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(229,368)	(183,377)	(192,769)	(186,410)	(184,152)
Common Stock					
Preferred Stock					
Short-Term Debt	7,000				
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities	(222,368)	(183,377)	(192,769)	(186,410)	(184,152)
Net Increase (Decrease) in Cash & Equivalents	154,142	7,656	(21,305)	25,774	64,642
Cash & Equivalents at Beginning of Year	137,123	129,467	150,772	124,998	60,356
Cash & Equivalents at End of Year	\$291,265	\$137,123	\$129,467	\$150,772	\$124,998

Crown Point Telephone Corporation
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$1,574,272	\$1,634,662	\$1,272,332	\$1,387,288	\$1,435,141
2 Access Lines	620	633	652	698	736
DOLLAR AMOUNTS					
3 Wages and Benefits	\$494,174	\$545,922	\$551,697	\$580,178	\$639,689
4 Depreciation and Amortization	89,049	83,091	86,225	308,765	306,238
5 Other Operations Expense	593,098	703,095	506,211	517,676	386,804
6 Total Operation Expenses	1,176,321	1,332,108	1,144,133	1,406,619	1,332,732
7 Income Taxes - Operating Taxes	33,252	(46,446)	5,651	(13,126)	(26,387)
8 Other Taxes - Operating Taxes	34,607	36,048	33,332	46,255	53,702
9 Capital Costs	330,092	312,952	89,216	(52,461)	75,094
10 Total	\$1,574,272	\$1,634,662	\$1,272,332	\$1,387,288	\$1,435,141
PERCENT OF REVENUES					
11 Wages and Benefits	31.4	33.4	43.4	41.8	44.6
12 Depreciation and Amortization	5.7	5.1	6.8	22.3	21.3
13 Other Operations Expense	37.7	43.0	39.8	37.3	27.0
14 Income Taxes - Operating Taxes	2.1	(2.8)	0.4	(0.9)	(1.8)
15 Other Taxes - Operating Taxes	2.2	2.2	2.6	3.3	3.7
16 Capital Costs	21.0	19.1	7.0	(3.8)	5.2
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	797.05	862.44	846.16	831.20	869.14
19 Depreciation and Amortization	143.63	131.27	132.25	442.36	416.08
20 Other Operations Expense	956.61	1,110.73	776.40	741.66	525.55
21 Income Taxes - Operating Taxes	53.63	(73.37)	8.67	(18.81)	(35.85)
22 Other Taxes - Operating Taxes	55.82	56.95	51.12	66.27	72.96
23 Capital Costs	532.41	494.39	136.83	(75.16)	102.03
24 Total	2,539.15	2,582.40	1,951.43	1,987.52	1,949.92

Crown Point Telephone Corporation
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$1,548,347	\$1,548,347	\$1,592,832	\$1,589,787	\$1,575,796
Central Office Assets	1,045,273	1,032,901	2,116,376	2,103,334	2,045,739
Information Origination/Termination	51,634	51,634	51,634	51,634	51,634
Cable And Wire Facilities	3,918,743	3,619,768	3,451,507	3,450,867	3,448,104
Amortizable Assets					
Total Plant In Service	6,563,997	6,252,650	7,212,349	7,195,621	7,121,273
Property Held For Future Use					
Plant Under Construction		1,677	2,069		20,435
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	6,563,997	6,254,327	7,214,418	7,195,621	7,141,708
Less Acc. Prov. For Depreciation & Amort.	5,128,664	5,039,614	6,107,260	6,021,036	5,712,271
Net Total Utility Plant	\$1,435,333	\$1,214,713	\$1,107,158	\$1,174,585	\$1,429,437
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.49	0.39	0.54	0.55	0.76
Total Capitalization	\$2,521,928	\$1,830,518	\$1,759,554	\$1,682,711	\$1,835,530
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	62.7%	98.9%	113.3%	130.0%	129.3%
Preferred Stock					
Common Stock & Retained Earnings	17.9%	1.1%	-13.4%	-30.0%	-29.3%
Short-Term Debt	19.4%		0.1%		
Pretax Coverage of Interest Expense	7.37	3.22	3.43	1.14	0.94
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	183.3%	-289.5%	-72.6%	-6.4%	0.5%
Internal Cash Generated as a % of Cash Outflows for Construction	77.7%	195.5%	886.9%	709.0%	-3064.8%
CWIP as a % of Plant		0.0%	0.0%		0.3%

Current Assets	756,578	358,979	494,300	316,841	399,145
Current Liabilities	1,528,939	927,640	911,112	572,921	525,254
Total Capitalization	2,521,928	1,830,518	1,759,554	1,682,711	1,835,530
Long-Term Debt	1,581,493	1,810,861	1,994,238	2,187,007	2,373,417
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	450,548	19,657	(235,684)	(504,296)	(537,887)
Short-Term Debt	489,887		1,000		
Pretax Income	534,187	381,648	379,245	138,777	120,795
Interest Expense	72,452	118,685	110,410	121,530	128,028
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	430,896	312,697	268,612	33,591	(2,400)
Internal Cash	254,512	389,853	192,127	247,106	230,690
Cash Outflows for Construction	(327,520)	(199,399)	(21,663)	(34,852)	7,527
CWIP		1,677	2,069		20,435
Total Plant	6,563,997	6,254,327	7,214,418	7,195,621	7,141,708
Shares Outstanding	243	243	243	243	243
Number of Employees	11	13	10	8	8

Delhi Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$570,364	\$763,521	\$227,583	\$162,490	\$27,409
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	727,922	803,040	868,392	852,782	908,461
Changes in Deferred Income Taxes	87,010	26,401	(40,161)	28,987	42,675
Changes in Working Capital	(684,325)	(107,148)	374,610	(275,075)	(102,858)
Capitalized AFDC - Equity					
Other	(274,912)	(654,673)	(166,128)	(125,923)	(528,801)
Total Non-Cash Items	(144,305)	67,620	1,036,713	480,771	319,477
Net Cash Provided From Operating Activities	426,059	831,141	1,264,296	643,261	346,886
Cash Flows from Investing Activities					
Cash Flows from Construction	(837,440)	(1,325,973)	(1,360,427)	(645,780)	(735,599)
Purchase of Other Investments	(10,506)	(10,506)	(22,095)	(22,095)	(22,095)
Sale of Other Investments	(3,766)	442,438	(1,594)	(13,037)	(6,134)
Other					
Net Cash Provided From Investing Activities	(851,712)	(894,041)	(1,384,116)	(680,912)	(763,828)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(3,047)	(34,926)	(9,171)	(33,489)	(7,869)
Common Stock					
Preferred Stock					
Short-Term Debt	500,000				
Dividends Paid	(158,400)	(138,600)	(138,600)	(138,600)	(128,700)
Other Financing					
Net Cash Provided From Financing Activities	338,553	(173,526)	(147,771)	(172,089)	(136,569)
Net Increase (Decrease) in Cash & Equivalents	(87,100)	(236,426)	(267,591)	(209,740)	(553,511)
Cash & Equivalents at Beginning of Year	483,052	719,478	987,070	1,196,811	1,750,322
Cash & Equivalents at End of Year	\$395,953	\$483,052	\$719,478	\$987,071	\$1,196,811

311 E

Delhi Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$3,195,012	\$3,214,653	\$3,178,625	\$3,366,747	\$3,477,948
2 Access Lines	2,707	2,782	2,834	2,942	3,128
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,064,959	\$1,027,877	\$1,110,229	\$1,295,754	\$1,243,497
4 Depreciation and Amortization	727,921	803,040	868,392	852,782	908,460
5 Other Operations Expense	854,686	847,478	1,025,500	913,542	1,021,066
6 Total Operation Expenses	2,647,566	2,678,395	3,004,122	3,062,078	3,173,023
7 Income Taxes - Operating Taxes	78,947	110,988	(21,058)	25,639	25,464
8 Other Taxes - Operating Taxes	213,576	211,427	237,235	229,021	220,090
9 Capital Costs	254,922	213,843	(41,674)	50,009	59,371
10 Total	\$3,195,012	\$3,214,653	\$3,178,625	\$3,366,747	\$3,477,948
PERCENT OF REVENUES					
11 Wages and Benefits	33.3	32.0	34.9	38.5	35.8
12 Depreciation and Amortization	22.8	25.0	27.3	25.3	26.1
13 Other Operations Expense	26.8	26.4	32.3	27.1	29.4
14 Income Taxes - Operating Taxes	2.5	3.5	(0.7)	0.8	0.7
15 Other Taxes - Operating Taxes	6.7	6.6	7.5	6.8	6.3
16 Capital Costs	8.0	6.7	(1.3)	1.5	1.7
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	393.41	369.47	391.75	440.43	397.54
19 Depreciation and Amortization	268.90	288.66	306.42	289.86	290.43
20 Other Operations Expense	315.73	304.63	361.86	310.52	326.43
21 Income Taxes - Operating Taxes	29.16	39.90	(7.43)	8.71	8.14
22 Other Taxes - Operating Taxes	78.90	76.00	83.71	77.85	70.36
23 Capital Costs	94.17	76.87	(14.71)	17.00	18.98
24 Total	1,180.28	1,155.52	1,121.60	1,144.37	1,111.88

Delhi Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
Plant In Service					
General Support Assets	\$3,282,837	\$2,705,518	\$2,722,178	\$2,598,283	\$2,500,846
Central Office Assets	3,868,970	3,787,792	3,934,366	3,919,441	3,895,539
Information Origination/Termination	18,965	19,184	19,184	19,184	21,072
Cable And Wire Facilities	13,552,188	12,945,324	12,567,639	12,529,336	12,061,423
Amortizable Assets					
Total Plant In Service	20,722,960	19,457,818	19,243,367	19,066,244	18,478,880
Property Held For Future Use					
Plant Under Construction	1,377,726	1,497,286	384,364	8,504	109,774
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	22,100,686	20,955,104	19,627,731	19,074,748	18,588,654
Less Acc. Prov. For Depreciation & Amort.	14,103,774	13,364,787	12,762,241	11,984,363	11,139,048
Net Total Utility Plant	\$7,996,912	\$7,590,317	\$6,865,490	\$7,090,385	\$7,449,606
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.56	2.43	4.89	7.01	7.88
Total Capitalization	\$10,720,388	\$9,935,321	\$9,312,095	\$10,720,391	\$9,225,030
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt		0.0%	0.1%	0.2%	0.3%
Preferred Stock					
Common Stock & Retained Earnings	95.4%	100.0%	99.9%	99.8%	99.7%
Short-Term Debt	4.6%				
Pretax Coverage of Interest Expense	-15.16	-19.41	-3.89	-3.44	-0.57
Com. Stock Dividends as a % of Earnings	27.8%	18.2%	60.9%	85.3%	469.6%
Return on Common Equity	5.6%	7.9%	2.5%	1.8%	0.3%
Internal Cash Generated as a % of Cash Outflows for Construction	50.9%	62.7%	92.9%	99.6%	47.2%
CWIP as a % of Plant	6.2%	7.1%	2.0%	0.0%	0.6%

Current Assets	4,604,079	3,439,848	2,960,398	2,955,433	2,892,233
Current Liabilities	2,957,802	1,417,492	605,165	421,714	367,172
Total Capitalization	10,835,413	9,935,321	9,312,095	9,227,882	9,225,030
Long-Term Debt		3,047	12,973	22,144	30,633
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	10,335,413	9,932,274	9,299,122	9,205,738	9,194,397
Short-Term Debt	500,000				
Pretax Income	616,689	848,838	169,770	150,080	24,849
Interest Expense	(40,686)	(43,734)	(43,644)	(43,586)	(43,867)
Common Dividends Paid	158,400	138,600	138,600	138,600	128,700
Net Income (Excl. Preferred Stock Dividends)	570,364	763,521	227,583	162,490	27,409
Internal Cash	426,059	831,141	1,264,296	643,261	346,886
Cash Outflows for Construction	(837,440)	(1,325,973)	(1,360,427)	(645,780)	(735,599)
CWIP	1,377,726	1,497,286	384,364	8,504	109,774
Total Plant	22,100,686	20,955,104	19,627,731	19,074,748	18,588,654
Shares Outstanding	39,600	39,600	39,600	39,600	39,600
Number of Employees	35	32	25	25	24

Deposit Telephone Company, Inc.
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$796,325	\$1,073,139	\$100,458	(\$88,437)	\$60,489
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	1,161,282	1,172,782	1,150,028	931,516	953,483
Changes in Deferred Income Taxes	703,760	(417,718)	(37,467)	(70,742)	55,660
Changes in Working Capital	(6,035,258)	(808,304)	413,627	267,087	(485,914)
Capitalized AFDC - Equity					
Other	(136,174)	657	(34,434)	(54,912)	(80,602)
Total Non-Cash Items	(4,306,390)	(52,583)	1,491,754	1,072,949	442,627
Net Cash Provided From Operating Activities	(3,510,065)	1,020,556	1,592,212	984,512	503,116
Cash Flows from Investing Activities					
Cash Flows from Construction	(5,548,705)	(1,215,864)	(1,288,491)	(308,988)	(363,468)
Purchase of Other Investments				0	
Sale of Other Investments	(5,357)	34,227	(51,355)	(5,437)	34,436
Other					
Net Cash Provided From Investing Activities	(5,554,063)	(1,181,637)	(1,339,846)	(314,425)	(329,032)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid		(399,000)			
Other Financing	8,000,000				
Net Cash Provided From Financing Activities	8,000,000	(399,000)	0	0	0
Net Increase (Decrease) in Cash & Equivalents	(1,064,128)	(560,081)	252,366	670,087	174,084
Cash & Equivalents at Beginning of Year	2,954,033	3,514,114	3,261,748	2,591,661	2,417,577
Cash & Equivalents at End of Year	\$1,889,905	\$2,954,033	\$3,514,114	\$3,261,748	\$2,591,661

Deposit Telephone Company, Inc.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$7,258,141	\$7,173,243	\$5,884,361	\$5,373,134	\$5,658,812
2 Access Lines	4,602	4,771	4,996	5,186	5,510
DOLLAR AMOUNTS					
3 Wages and Benefits	\$2,164,481	\$2,152,596	\$2,113,122	\$2,018,389	\$2,041,600
4 Depreciation and Amortization	1,161,282	1,172,783	1,150,028	931,516	953,483
5 Other Operations Expense	2,406,553	2,175,600	2,159,338	2,255,258	2,397,868
6 Total Operation Expenses	5,732,316	5,500,979	5,422,488	5,205,163	5,392,951
7 Income Taxes - Operating Taxes	255,848	271,898	51,479	(46,848)	(22,662)
8 Other Taxes - Operating Taxes	364,921	342,323	330,465	313,807	225,535
9 Capital Costs	905,056	1,058,043	79,929	(98,988)	62,988
10 Total	\$7,258,141	\$7,173,243	\$5,884,361	\$5,373,134	\$5,658,812
PERCENT OF REVENUES					
11 Wages and Benefits	29.8	30.0	35.9	37.6	36.1
12 Depreciation and Amortization	16.0	16.3	19.5	17.3	16.8
13 Other Operations Expense	33.2	30.3	36.7	42.0	42.4
14 Income Taxes - Operating Taxes	3.5	3.8	0.9	(0.9)	(0.4)
15 Other Taxes - Operating Taxes	5.0	4.8	5.6	5.8	4.0
16 Capital Costs	12.5	14.7	1.4	(1.8)	1.1
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	470.33	451.18	422.96	389.20	370.53
19 Depreciation and Amortization	252.34	245.81	230.19	179.62	173.05
20 Other Operations Expense	522.94	456.01	432.21	434.87	435.18
21 Income Taxes - Operating Taxes	55.59	56.99	10.30	(9.03)	(4.11)
22 Other Taxes - Operating Taxes	79.30	71.75	66.15	60.51	40.93
23 Capital Costs	196.67	221.77	16.00	(19.09)	11.43
24 Total	1,577.17	1,503.51	1,177.81	1,036.08	1,027.01

Deposit Telephone Company, Inc.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
Plant In Service					
General Support Assets	\$1,461,606	\$1,447,110	\$1,389,744	\$1,379,868	\$1,441,453
Central Office Assets	5,934,275	5,427,067	5,456,555	9,076,353	8,948,529
Information Origination/Termination	30,557	30,557	30,557	31,095	31,095
Cable And Wire Facilities	17,380,019	12,667,734	12,529,144	12,314,259	12,315,691
Amortizable Assets	126,428	212,873	214,560	288,189	275,536
Total Plant In Service	24,932,885	19,785,341	19,620,560	23,089,764	23,012,304
Property Held For Future Use					
Plant Under Construction	1,361,897	1,146,595	303,104	45,226	32,880
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	26,294,782	20,931,936	19,923,664	23,134,990	23,045,184
Less Acc. Prov. For Depreciation & Amort.	15,884,124	14,914,056	13,914,638	17,315,781	16,608,884
Net Total Utility Plant	\$10,410,658	\$6,017,880	\$6,009,026	\$5,819,209	\$6,436,300
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	3.65	2.66	2.73	4.18	3.68
Total Capitalization	\$17,214,785	\$8,415,202	\$7,759,165	\$7,662,171	\$7,808,714
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Pretax Coverage of Interest Expense	26160.05	-2060.80	874.74	349.06	97.90
Com. Stock Dividends as a % of Earnings	0.0%	37.2%	0.0%	0.0%	0.0%
Return on Common Equity	6.2%	13.3%	1.3%	-1.1%	0.8%
Internal Cash Generated as a % of Cash Outflows for Construction	-63.3%	83.9%	123.6%	318.6%	138.4%
CWIP as a % of Plant	5.2%	5.5%	1.5%	0.2%	0.1%

Current Assets	11,667,064	5,379,619	4,934,514	4,307,703	3,930,792
Current Liabilities	3,195,684	2,023,777	1,807,649	1,030,775	1,068,340
Total Capitalization	17,214,785	8,415,202	7,759,165	7,662,171	7,808,714
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	17,214,785	8,415,202	7,759,165	7,662,171	7,808,714
Short-Term Debt					
Pretax Income	1,020,242	1,349,825	157,454	(134,039)	39,061
Interest Expense	39	(655)	180	(384)	399
Common Dividends Paid		399,000			
Net Income (Excl. Preferred Stock Dividends)	796,325	1,073,139	100,458	(88,437)	60,489
Internal Cash	(3,510,065)	1,020,556	1,592,212	984,512	503,116
Cash Outflows for Construction	(5,548,705)	(1,215,864)	(1,288,491)	(308,988)	(363,468)
CWIP	1,361,897	1,146,595	303,104	45,226	32,880
Total Plant	26,294,782	20,931,936	19,923,664	23,134,990	23,045,184
Shares Outstanding	1,000	1,000	1,000	1,000	1,000
Number of Employees	8	8	8	8	8

Dunkirk & Fredonia Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$121,701	(\$122,622)	(\$75,803)	(\$247,628)	(\$584,804)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	481,652	515,653	500,607	664,575	824,343
Changes in Deferred Income Taxes	(5,271)	(110,297)	(25,147)	(58,113)	(703,760)
Changes in Working Capital	(305,534)	167,615	106,346	(322,451)	(477,555)
Capitalized AFDC - Equity					
Other	(192,896)	(418,496)	23,977	(416,506)	1,300,247
Total Non-Cash Items	(22,049)	154,475	605,783	(132,495)	943,275
Net Cash Provided From Operating Activities	99,652	31,853	529,980	(380,123)	358,471
Cash Flows from Investing Activities					
Cash Flows from Construction	(181,716)	(240,293)	(384,099)	(138,576)	(1,498,825)
Purchase of Other Investments	65,000	(295,000)	(220,000)	245,056	900,000
Sale of Other Investments	43,468	519,289	(14,608)	331,950	62,489
Other					
Net Cash Provided From Investing Activities	(73,248)	(16,004)	(618,707)	438,430	(536,336)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(26,641)	(56,198)	119,923	(60,419)	71,356
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities	(26,641)	(56,198)	119,923	(60,419)	71,356
Net Increase (Decrease) in Cash & Equivalents	(237)	(40,349)	31,196	(2,112)	(106,509)
Cash & Equivalents at Beginning of Year	10,710	51,059	19,863	21,975	128,484
Cash & Equivalents at End of Year	\$10,473	\$10,710	\$51,059	\$19,863	\$21,975

Dunkirk & Fredonia Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$3,994,928	\$3,744,037	\$4,160,093	\$4,444,494	\$4,776,365
2 Access Lines	2,950	3,214	4,413	4,746	4,979
DOLLAR AMOUNTS					
3 Wages and Benefits	\$2,026,029	\$2,110,739	\$2,169,038	\$2,281,265	\$2,635,730
4 Depreciation and Amortization	481,652	515,653	500,606	664,575	824,343
5 Other Operations Expense	1,139,270	1,274,963	1,387,848	1,419,750	1,940,443
6 Total Operation Expenses	3,646,951	3,901,355	4,057,492	4,365,590	5,400,516
7 Income Taxes - Operating Taxes	17,153	(213,133)	(118,625)	(127,761)	(397,893)
8 Other Taxes - Operating Taxes	226,854	232,381	233,689	243,574	253,819
9 Capital Costs	103,970	(176,566)	(12,463)	(36,909)	(480,077)
10 Total	\$3,994,928	\$3,744,037	\$4,160,093	\$4,444,494	\$4,776,365
PERCENT OF REVENUES					
11 Wages and Benefits	50.7	56.4	52.1	51.3	55.2
12 Depreciation and Amortization	12.1	13.8	12.0	15.0	17.3
13 Other Operations Expense	28.5	34.1	33.4	31.9	40.6
14 Income Taxes - Operating Taxes	0.4	(5.7)	(2.9)	(2.9)	(8.3)
15 Other Taxes - Operating Taxes	5.7	6.2	5.6	5.5	5.3
16 Capital Costs	2.6	(4.7)	(0.3)	(0.8)	(10.1)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	686.79	656.73	491.51	480.67	529.37
19 Depreciation and Amortization	163.27	160.44	113.44	140.03	165.56
20 Other Operations Expense	386.19	396.69	314.49	299.15	389.73
21 Income Taxes - Operating Taxes	5.81	(66.31)	(26.88)	(26.92)	(79.91)
22 Other Taxes - Operating Taxes	76.90	72.30	52.95	51.32	50.98
23 Capital Costs	35.24	(54.94)	(2.82)	(7.78)	(96.42)
24 Total	1,354.21	1,164.92	942.69	936.47	959.30

Dunkirk & Fredonia Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$3,898,677	\$4,194,279	\$4,585,355	\$4,549,295	\$4,701,734
Central Office Assets	4,130,659	4,099,644	4,027,598	3,963,247	4,211,182
Information Origination/Termination	438,557	438,557	438,557	438,557	438,557
Cable And Wire Facilities	6,150,969	6,080,099	5,985,864	5,922,920	5,850,966
Amortizable Assets	123,862	123,862	123,862	123,862	123,862
Total Plant In Service	14,742,724	14,936,441	15,161,236	14,997,881	15,326,301
Property Held For Future Use					
Plant Under Construction	13,965	3,392	6,415	39,810	130,594
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	14,756,689	14,939,833	15,167,651	15,037,691	15,456,895
Less Acc. Prov. For Depreciation & Amort.	13,192,131	13,031,872	12,465,040	12,233,179	11,794,433
Net Total Utility Plant	\$1,564,558	\$1,907,961	\$2,702,611	\$2,804,512	\$3,662,462
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.34	0.24	0.26	0.27	0.17
Total Capitalization	\$5,140,474	\$4,980,414	\$5,454,234	\$5,630,114	\$7,353,161
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	0.8%	1.0%	1.9%	0.2%	0.7%
Preferred Stock					
Common Stock & Retained Earnings	65.1%	64.7%	61.3%	60.8%	49.9%
Short-Term Debt	34.1%	34.2%	36.8%	39.0%	49.4%
Pretax Coverage of Interest Expense	3.29	-1.67	-0.01	-1.02	-8.14
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	7.1%	-1.6%	0.8%	-5.1%	-14.4%
Internal Cash Generated as a % of Cash Outflows for Construction	54.8%	13.3%	138.0%	-274.3%	23.9%
CWIP as a % of Plant	0.1%	0.0%	0.0%	0.3%	0.8%

Current Assets	703,667	484,046	619,060	664,308	753,526
Current Liabilities	2,045,304	1,988,896	2,348,373	2,433,389	4,566,573
Total Capitalization	5,140,474	4,980,414	5,454,234	5,630,114	7,353,161
Long-Term Debt	40,661	51,877	103,300	13,802	51,696
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	3,345,088	3,223,387	3,346,009	3,421,812	3,669,440
Short-Term Debt	1,754,725	1,705,150	2,004,925	2,194,500	3,632,025
Pretax Income	361,480	(165,682)	(480)	(156,982)	(860,914)
Interest Expense	109,816	99,136	90,538	153,190	105,798
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	234,511	(51,685)	27,607	(182,411)	(568,819)
Internal Cash	99,652	31,853	529,980	(380,123)	358,471
Cash Outflows for Construction	(181,716)	(240,293)	(384,099)	(138,576)	(1,498,825)
CWIP	13,965	3,392	6,415	39,810	130,594
Total Plant	14,756,689	14,939,833	15,167,651	15,037,691	15,456,895
Shares Outstanding	11,733	11,733	11,733	11,733	11,733
Number of Employees	58	68	71	67	80

Edwards Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$560,705	\$462,170	\$204,022	\$148,201	(\$345,133)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	428,984	439,728	454,420	466,671	611,439
Changes in Deferred Income Taxes	336,461	(55,250)	(73,388)	(81,492)	(135,444)
Changes in Working Capital	(2,831,412)	(211,449)	247,081	(174,998)	(168,028)
Capitalized AFDC - Equity					
Other	(518,574)	(498,109)	(494,705)	(332,251)	27,700
Total Non-Cash Items	(2,584,540)	(325,081)	133,408	(122,070)	335,667
Net Cash Provided From Operating Activities	<u>(2,023,835)</u>	<u>137,089</u>	<u>337,430</u>	<u>26,131</u>	<u>(9,466)</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	(1,292,309)	(1,518,105)	(141,380)	(156,691)	(108,529)
Purchase of Other Investments					
Sale of Other Investments	(32,426)	(11,180)	(389)	(2,506)	69,656
Other					
Net Cash Provided From Investing Activities	<u>(1,324,736)</u>	<u>(1,529,285)</u>	<u>(141,769)</u>	<u>(159,197)</u>	<u>(38,873)</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid		(500,000)			
Other Financing	6,250,000				
Net Cash Provided From Financing Activities	<u>6,250,000</u>	<u>(500,000)</u>			
Net Increase (Decrease) in Cash & Equivalents	2,901,429	(1,892,196)	195,661	(133,066)	(48,339)
Cash & Equivalents at Beginning of Year	246,692	2,138,888	1,943,227	2,076,293	2,124,632
Cash & Equivalents at End of Year	\$3,148,121	\$246,692	\$2,138,888	\$1,943,227	\$2,076,293

**Edwards Telephone Company
Distribution of Telephone Revenues
Years ended December 31,**

	2018	2017	2016	2015	2014
1 Revenues	\$2,579,388	\$2,559,779	\$2,264,493	\$2,143,069	\$1,943,779
2 Access Lines	1,217	1,269	1,383	1,442	1,503
DOLLAR AMOUNTS					
3 Wages and Benefits	\$615,261	\$612,472	\$581,940	\$527,265	\$541,812
4 Depreciation and Amortization	428,984	439,728	454,420	466,671	611,439
5 Other Operations Expense	743,759	635,871	753,606	740,803	1,145,213
6 Total Operation Expenses	1,788,004	1,688,071	1,789,966	1,734,739	2,298,464
7 Income Taxes - Operating Taxes	138,576	269,321	108,236	68,365	(185,519)
8 Other Taxes - Operating Taxes	119,503	120,386	124,176	124,573	115,422
9 Capital Costs	533,304	482,001	242,115	215,392	(284,588)
10 Total	\$2,579,388	\$2,559,779	\$2,264,493	\$2,143,069	\$1,943,779
PERCENT OF REVENUES					
11 Wages and Benefits	23.9	23.9	25.7	24.6	27.9
12 Depreciation and Amortization	16.6	17.2	20.1	21.8	31.5
13 Other Operations Expense	28.8	24.8	33.3	34.6	58.9
14 Income Taxes - Operating Taxes	5.4	10.5	4.8	3.2	(9.5)
15 Other Taxes - Operating Taxes	4.6	4.7	5.5	5.8	5.9
16 Capital Costs	20.7	18.8	10.7	10.1	(14.6)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	505.56	482.64	420.78	365.65	360.49
19 Depreciation and Amortization	352.49	346.52	328.58	323.63	406.81
20 Other Operations Expense	611.14	501.08	544.91	513.73	761.95
21 Income Taxes - Operating Taxes	113.87	212.23	78.26	47.41	(123.43)
22 Other Taxes - Operating Taxes	98.20	94.87	89.79	86.39	76.79
23 Capital Costs	438.21	379.83	175.07	149.37	(189.35)
24 Total	2,119.46	2,017.16	1,637.38	1,486.18	1,293.27

Edwards Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$905,213	\$904,512	\$850,597	\$867,169	\$863,144
Central Office Assets	2,770,597	3,373,638	3,373,638	3,267,443	3,187,447
Information Origination/Termination	22,362	22,362	22,362	22,362	22,362
Cable And Wire Facilities	9,270,275	7,241,021	7,190,662	7,142,038	7,143,160
Amortizable Assets	34,206	57,943	58,545	79,161	74,363
Total Plant In Service	13,002,653	11,599,475	11,495,804	11,378,173	11,290,476
Property Held For Future Use					
Plant Under Construction	193,194	1,421,127	31,008	39,690	2,735
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	13,195,847	13,020,603	11,526,812	11,417,863	11,293,211
Less Acc. Prov. For Depreciation & Amort.	10,921,438	11,641,946	11,237,715	10,816,114	10,383,988
Net Total Utility Plant	\$2,274,409	\$1,378,657	\$289,097	\$601,749	\$909,223
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	9.03	0.97	2.88	3.11	7.86
Total Capitalization	\$8,095,841	\$1,330,954	\$1,344,053	\$1,136,576	\$1,012,407
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	48.39	32.08	8.63	4.93	-7.56
Com. Stock Dividends as a % of Earnings		108.2%			
Return on Common Equity	11.9%	34.6%	16.4%	13.8%	-29.3%
Internal Cash Generated as a % of Cash Outflows for Construction	-156.6%	9.0%	238.7%	16.7%	-8.7%
CWIP as a % of Plant	1.5%	10.9%	0.3%	0.3%	0.0%

Current Assets	6,598,631	2,518,679	2,449,714	2,488,165	2,426,694
Current Liabilities	730,616	2,594,155	849,163	800,869	308,556
Total Capitalization	8,095,841	1,330,954	1,344,053	1,136,576	1,012,407
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	8,095,841	1,330,954	1,344,053	1,136,576	1,012,407
Short-Term Debt					
Pretax Income	726,021	756,830	355,074	286,169	(467,926)
Interest Expense	15,004	23,592	41,163	58,041	61,859
Common Dividends Paid		500,000			
Net Income (Excl. Preferred Stock Dividends)	560,705	462,170	204,022	148,201	(345,133)
Internal Cash	(2,023,835)	137,089	337,430	26,131	(9,466)
Cash Outflows for Construction	(1,292,309)	(1,518,105)	(141,380)	(156,691)	(108,529)
CWIP	193,194	1,421,127	31,008	39,690	2,735
Total Plant	13,195,847	13,020,603	11,526,812	11,417,863	11,293,211
Shares Outstanding	676	676	676	676	676
Number of Employees	4	3	3	3	3

Empire Telephone Corporation
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$2,603,766	\$2,803,752	\$712,628	\$8,381	(\$191,823)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	1,225,648	1,176,210	1,132,389	1,188,967	1,231,427
Changes in Deferred Income Taxes	(163,261)	(144,431)	(112,822)	(134,931)	(133,147)
Changes in Working Capital	1,761,911	(130,802)	(1,354,188)	(1,665,201)	(110,710)
Capitalized AFDC - Equity					
Other	(3,126,727)	(2,769,976)	(772,312)	(143,024)	(294,423)
Total Non-Cash Items	(302,429)	(1,868,999)	(1,106,933)	(754,189)	693,147
Net Cash Provided From Operating Activities	2,301,337	934,753	(394,305)	(745,808)	501,324
Cash Flows from Investing Activities					
Cash Flows from Construction	(2,693,755)	(1,321,460)	(1,159,919)	(503,559)	(281,158)
Purchase of Other Investments	(1,471,529)	(639,489)	(3,509,553)	(935,592)	(1,479,204)
Sale of Other Investments	1,214,040	601,687	3,474,325	860,558	1,369,170
Other	(26,547)	(42,343)	(31,977)	(31,978)	(31,978)
Net Cash Provided From Investing Activities	(2,977,791)	(1,401,605)	(1,227,124)	(610,571)	(423,170)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	265,623	282,558	140,121	(31,543)	(15,994)
Common Stock					
Preferred Stock					
Short-Term Debt	145,305	762,792	1,350,000	650,000	
Dividends Paid					
Other Financing		(142,126)	(129,053)	(109,703)	(116,168)
Net Cash Provided From Financing Activities	410,928	903,224	1,361,068	508,754	(132,162)
Net Increase (Decrease) in Cash & Equivalents	(265,526)	436,372	(260,361)	(847,625)	(54,008)
Cash & Equivalents at Beginning of Year	274,189	(162,183)	98,178	945,803	999,811
Cash & Equivalents at End of Year	\$8,663	\$274,189	(\$162,183)	\$98,178	\$945,803

Empire Telephone Corporation
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$4,428,066	\$4,488,285	\$4,436,794	\$4,314,912	\$4,233,164
2 Access Lines	3,581	3,675	3,889	4,056	4,289
DOLLAR AMOUNTS					
3 Wages and Benefits	\$2,043,999	\$1,869,843	\$1,855,139	\$1,872,732	\$1,859,834
4 Depreciation and Amortization	1,225,648	1,176,210	1,132,388	1,256,349	1,231,427
5 Other Operations Expense	1,310,100	1,213,224	1,201,657	1,166,257	1,413,636
6 Total Operation Expenses	4,579,747	4,259,277	4,189,184	4,295,338	4,504,897
7 Income Taxes - Operating Taxes	(33,088)	32,317	54,254	3,679	(66,699)
8 Other Taxes - Operating Taxes	197,442	173,636	217,578	182,389	182,222
9 Capital Costs	(316,035)	23,055	(24,222)	(166,494)	(387,256)
10 Total	\$4,428,066	\$4,488,285	\$4,436,794	\$4,314,912	\$4,233,164
PERCENT OF REVENUES					
11 Wages and Benefits	46.2	41.7	41.8	43.4	43.9
12 Depreciation and Amortization	27.7	26.2	25.5	29.1	29.1
13 Other Operations Expense	29.6	27.0	27.1	27.0	33.4
14 Income Taxes - Operating Taxes	(0.7)	0.7	1.2	0.1	(1.6)
15 Other Taxes - Operating Taxes	4.5	3.9	4.9	4.2	4.3
16 Capital Costs	(7.1)	0.5	(0.5)	(3.9)	(9.1)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	570.79	508.80	477.02	461.72	433.63
19 Depreciation and Amortization	342.26	320.06	291.18	309.75	287.11
20 Other Operations Expense	365.85	330.13	308.99	287.54	329.60
21 Income Taxes - Operating Taxes	(9.24)	8.79	13.95	0.91	(15.55)
22 Other Taxes - Operating Taxes	55.14	47.25	55.95	44.97	42.49
23 Capital Costs	(88.25)	6.27	(6.23)	(41.05)	(90.29)
24 Total	1,236.54	1,221.30	1,140.86	1,063.83	986.98

Empire Telephone Corporation
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$6,966,455	\$6,724,206	\$6,363,320	\$6,032,847	\$5,891,418
Central Office Assets	7,927,472	7,858,834	7,600,163	10,017,400	10,020,170
Information Origination/Termination	41,037	41,751	90,850	90,850	91,678
Cable And Wire Facilities	17,435,999	17,404,616	17,325,741	17,229,312	17,087,821
Amortizable Assets	264	264	264	264	264
Total Plant In Service	32,371,227	32,029,671	31,380,338	33,370,673	33,091,351
Property Held For Future Use					
Plant Under Construction	2,730,384	613,183	317,334	235,345	291,829
Tel. Acquisition	142,838	142,838	142,838	142,838	142,838
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	35,244,449	32,785,692	31,840,510	33,748,856	33,526,018
Less Acc. Prov. For Depreciation & Amort.	24,167,169	23,312,871	22,288,646	23,738,249	22,782,651
Net Total Utility Plant	\$11,077,280	\$9,472,821	\$9,551,864	\$10,010,607	\$10,743,367
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.03	1.57	2.18	3.36	6.91
Total Capitalization	\$32,717,931	\$29,927,131	\$25,205,108	\$22,940,724	\$22,405,417
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	2.7%	2.1%	1.3%	0.9%	1.0%
Preferred Stock					
Common Stock & Retained Earnings	88.4%	88.7%	90.7%	96.3%	99.0%
Short-Term Debt	8.9%	9.2%	7.9%	2.8%	
Pretax Coverage of Interest Expense	14.70	23.41	12.75	-2.25	-22.63
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	9.4%	11.3%	3.2%	0.0%	-0.9%
Internal Cash Generated as a % of Cash Outflows for Construction	85.4%	70.7%	-34.0%	-148.1%	178.3%
CWIP as a % of Plant	7.7%	1.9%	1.0%	0.7%	0.9%

Current Assets	10,500,534	7,334,590	4,914,153	3,509,028	2,716,588
Current Liabilities	10,210,830	4,684,338	2,251,490	1,043,128	393,102
Total Capitalization	32,717,931	29,927,131	25,205,108	22,940,724	22,405,417
Long-Term Debt	886,529	620,905	338,347	198,226	229,769
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	28,923,305	26,543,434	22,866,761	22,092,498	22,175,648
Short-Term Debt	2,908,097	2,762,792	2,000,000	650,000	
Pretax Income	2,644,932	2,823,022	709,163	(45,751)	(280,166)
Interest Expense	179,933	120,605	55,600	20,299	12,382
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	2,603,766	2,803,752	712,628	8,381	(191,823)
Internal Cash	2,301,337	934,753	(394,305)	(745,808)	501,324
Cash Outflows for Construction	(2,693,755)	(1,321,460)	(1,159,919)	(503,559)	(281,158)
CWIP	2,730,384	613,183	317,334	235,345	291,829
Total Plant	35,244,449	32,785,692	31,840,510	33,748,856	33,526,018
Shares Outstanding	2,626	2,626		2,626	2,626
Number of Employees	93	79	73	63	51

Fishers Island Telephone Corporation
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$103,341	\$173,558	\$62,515	\$33,074	\$19,642
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	166,068	134,560	146,813	115,270	76,937
Changes in Deferred Income Taxes	40,071	55,000	13,782	55,109	(10,283)
Changes in Working Capital	16,971	(261,379)	191,990	(235)	1,839
Capitalized AFDC - Equity					
Other	(74,542)	(42,123)	(53,858)	8,652	9,987
Total Non-Cash Items	148,568	(113,942)	298,727	178,796	78,480
Net Cash Provided From Operating Activities	<u>251,909</u>	<u>59,616</u>	<u>361,242</u>	<u>211,870</u>	<u>98,122</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	(62,748)	(270,351)	(434,757)	559,271	(54,217)
Purchase of Other Investments			17,436		
Sale of Other Investments					
Other	296,360	219,013	(238,582)		
Net Cash Provided From Investing Activities	<u>233,612</u>	<u>(51,338)</u>	<u>(655,903)</u>	<u>559,271</u>	<u>(54,217)</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(79,803)	(19,446)	282,500	(614,126)	(14,533)
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid	(405,718)				
Other Financing				(247,445)	(124,093)
Net Cash Provided From Financing Activities	<u>(485,521)</u>	<u>(19,446)</u>	<u>282,500</u>	<u>(861,571)</u>	<u>(138,626)</u>
Net Increase (Decrease) in Cash & Equivalents		(11,168)	(12,161)	(90,430)	(94,721)
Cash & Equivalents at Beginning of Year		11,168	23,329	113,759	208,080
Cash & Equivalents at End of Year			\$11,168	\$23,329	\$113,359

Fishers Island Telephone Corporation
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$1,875,013	\$1,975,525	\$1,620,326	\$1,514,501	\$1,233,745
2 Access Lines	848	875	880	896	905
DOLLAR AMOUNTS					
3 Wages and Benefits	\$540,230	\$503,099	\$492,507	\$427,615	\$345,070
4 Depreciation and Amortization	166,068	134,560	146,813	115,270	76,938
5 Other Operations Expense	885,013	958,021	786,380	836,760	750,762
6 Total Operation Expenses	1,591,311	1,595,680	1,425,700	1,379,645	1,172,770
7 Income Taxes - Operating Taxes	117,643	147,465	62,560	93,159	39,022
8 Other Taxes - Operating Taxes	29,215	28,906	28,666	751	
9 Capital Costs	136,844	203,474	103,400	40,946	21,953
10 Total	\$1,875,013	\$1,975,525	\$1,620,326	\$1,514,501	\$1,233,745
PERCENT OF REVENUES					
11 Wages and Benefits	28.8	25.5	30.4	28.2	28.0
12 Depreciation and Amortization	8.9	6.8	9.1	7.6	6.2
13 Other Operations Expense	47.2	48.5	48.5	55.2	60.9
14 Income Taxes - Operating Taxes	6.3	7.5	3.9	6.2	3.2
15 Other Taxes - Operating Taxes	1.6	1.5	1.8	0.0	
16 Capital Costs	7.3	10.3	6.4	2.7	1.8
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	637.06	574.97	559.67	477.25	381.29
19 Depreciation and Amortization	195.83	153.78	166.83	128.65	85.01
20 Other Operations Expense	1,043.65	1,094.88	893.61	933.88	829.57
21 Income Taxes - Operating Taxes	138.73	168.53	71.09	103.97	43.12
22 Other Taxes - Operating Taxes	34.45	33.04	32.58	0.84	
23 Capital Costs	161.37	232.54	117.50	45.70	24.26
24 Total	2,211.10	2,257.74	1,841.28	1,690.29	1,363.25

Fishers Island Telephone Corporation
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$458,065	\$448,446	\$317,254	\$280,677	\$279,543
Central Office Assets	1,111,301	1,095,298	974,184	1,255,481	1,214,457
Information Origination/Termination					
Cable And Wire Facilities	1,275,189	1,247,482	1,239,432	1,132,320	1,113,082
Amortizable Assets	66,068	57,313	57,313	51,675	51,675
Total Plant In Service	2,910,623	2,848,539	2,588,183	2,720,153	2,658,757
Property Held For Future Use					
Plant Under Construction	664		97,623	495,785	
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	2,911,287	2,848,539	2,685,806	3,215,938	2,658,757
Less Acc. Prov. For Depreciation & Amort.	1,283,540	1,136,401	1,104,364	1,935,003	1,862,846
Net Total Utility Plant	\$1,627,747	\$1,712,138	\$1,581,442	\$1,280,935	\$795,911
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	2.18	1.42	0.50	2.72	2.11
Total Capitalization	\$2,292,267	\$2,674,447	\$2,520,335	\$2,175,321	\$1,592,248
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	29.3%	27.8%	33.0%	25.3%	
Preferred Stock					
Common Stock & Retained Earnings	68.0%	69.6%	67.0%	74.7%	100.0%
Short-Term Debt	2.6%	2.6%			
Pretax Coverage of Interest Expense	4.07	6.65	2.69	7.87	3.95
Com. Stock Dividends as a % of Earnings	392.6%				
Return on Common Equity	6.0%	9.8%	3.8%	2.1%	1.2%
Internal Cash Generated as a % of Cash Outflows for Construction	401.5%	22.1%	83.1%	-37.9%	181.0%
CWIP as a % of Plant					

Current Assets	267,096	259,372	147,636	319,856	252,597
Current Liabilities	122,787	182,687	295,391	117,535	119,907
Total Capitalization	2,292,267	2,674,447	2,520,335	2,175,321	1,592,248
Long-Term Debt	672,750	742,500	832,500	550,000	
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	1,559,016	1,861,393	1,687,835	1,625,321	1,592,248
Short-Term Debt	60,501	70,554			
Pretax Income	190,054	290,036	121,389	71,472	12,534
Interest Expense	46,642	43,600	45,092	9,079	3,175
Common Dividends Paid	405,718				
Net Income (Excl. Preferred Stock Dividends)	103,341	173,558	62,515	33,074	19,642
Internal Cash	251,909	59,616	361,242	211,870	98,122
Cash Outflows for Construction	(62,748)	(270,351)	(434,757)	559,271	(54,217)
CWIP	664		97,623	495,785	
Total Plant	2,911,287	2,848,539	2,685,806	3,215,938	2,658,757
Shares Outstanding	1,050	1,050	1,050	1,050	1,050
Number of Employees	12				

Frontier Communications of AuSable Valley
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$44,297)	\$377,219	\$49,108	\$632,479	\$803,619
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	502,412	436,816	405,660	421,069	506,163
Changes in Deferred Income Taxes	(74,895)	(120,425)	96,806	322,293	317,723
Changes in Working Capital	676,892	181,037	322,741	(165,606)	462,068
Capitalized AFDC - Equity					
Other	(303,074)	(249,583)	(290,690)	(83,357)	(248,613)
Total Non-Cash Items	801,334	247,845	534,516	494,399	1,037,341
Net Cash Provided From Operating Activities	757,038	625,064	583,624	1,126,878	1,840,960
Cash Flows from Investing Activities					
Cash Flows from Construction	(515,925)	(91,198)	(265,643)	(182,591)	(487,227)
Purchase of Other Investments	(241,113)	(533,866)	(317,982)	(944,288)	(1,353,733)
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	(757,038)	(625,064)	(583,625)	(1,126,878)	(1,840,960)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities					
Net Increase (Decrease) in Cash & Equivalents	(0)	(0)	(0)	0	(0)
Cash & Equivalents at Beginning of Year	0	0	(0)	(0)	(0)
Cash & Equivalents at End of Year	\$0	\$0	\$0	(\$0)	(\$0)

Frontier Communications of Ausable Valley
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$1,827,889	\$2,854,897	\$3,052,817	\$3,918,679	\$4,266,107
2 Access Lines	2,865	2,994	3,387	3,820	4,081
DOLLAR AMOUNTS					
3 Wages and Benefits	\$301,144	\$104,963	\$143,419	\$315,022	\$171,325
4 Depreciation and Amortization	531,562	522,888	451,444	506,095	617,407
5 Other Operations Expense	825,473	1,382,969	2,165,517	1,864,995	1,916,339
6 Total Operation Expenses	1,658,180	2,010,820	2,760,379	2,686,112	2,705,071
7 Income Taxes - Operating Taxes	(73,975)	250,293	(173,966)	114,255	224,422
8 Other Taxes - Operating Taxes	300,816	208,734	240,107	221,310	196,557
9 Capital Costs	(57,132)	385,050	226,297	897,003	1,140,057
10 Total	\$1,827,889	\$2,854,897	\$3,052,817	\$3,918,679	\$4,266,107
PERCENT OF REVENUES					
11 Wages and Benefits	16.5	3.7	4.7	8.0	4.0
12 Depreciation and Amortization	29.1	18.3	14.8	12.9	14.5
13 Other Operations Expense	45.2	48.4	70.9	47.6	44.9
14 Income Taxes - Operating Taxes	(4.0)	8.8	(5.7)	2.9	5.3
15 Other Taxes - Operating Taxes	16.5	7.3	7.9	5.6	4.6
16 Capital Costs	(3.1)	13.5	7.4	22.9	26.7
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	105.11	35.06	42.34	82.47	41.98
19 Depreciation and Amortization	185.54	174.65	133.29	132.49	151.29
20 Other Operations Expense	288.12	461.91	639.36	488.22	469.58
21 Income Taxes - Operating Taxes	(25.82)	83.60	(51.36)	29.91	54.99
22 Other Taxes - Operating Taxes	105.00	69.72	70.89	57.93	48.16
23 Capital Costs	(19.94)	128.61	66.81	234.82	279.36
24 Total	638.01	953.54	901.33	1,025.83	1,045.36

**Frontier Communications of AuSable Valley
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,**

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$1,808,098	\$1,778,646	\$1,720,564	\$1,708,983	\$1,631,869
Central Office Assets	8,942,229	8,824,168	8,806,955	8,781,116	8,720,318
Information Origination/Termination	233,412	233,412	233,412	45,766	211,658
Cable And Wire Facilities	14,376,005	14,323,541	14,320,741	14,015,469	13,931,998
Amortizable Assets					
Total Plant In Service	25,359,744	25,159,767	25,081,672	24,551,334	24,495,843
Property Held For Future Use					
Plant Under Construction	423,902	107,954	94,850	359,544	232,448
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	25,783,646	25,267,721	25,176,524	24,910,881	24,728,290
Less Acc. Prov. For Depreciation & Amort.	23,525,339	23,022,925	22,586,109	22,180,449	21,759,380
Net Total Utility Plant	\$2,258,307	\$2,244,796	\$2,590,415	\$2,730,432	\$2,968,910
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.47	0.78	0.95	1.56	1.21
Total Capitalization	\$15,739,006	\$15,783,302	\$15,406,083	\$15,356,975	\$14,724,495
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	-11.77	70.86	5.62	105.77	147.62
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	-0.3%	2.4%	0.3%	4.2%	5.6%
Internal Cash Generated as a % of Cash Outflows for Construction	146.7%	685.4%	426.5%	617.2%	377.8%
CWIP as a % of Plant	1.6%	0.4%	0.4%	1.4%	0.9%

Current Assets	777,266	725,413	709,604	874,354	825,620
Current Liabilities	1,656,988	932,147	745,526	561,883	680,585
Total Capitalization	15,739,006	15,783,302	15,406,083	15,356,975	14,724,495
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	15,739,006	15,783,302	15,406,083	15,356,975	14,724,495
Short-Term Debt					
Pretax Income	(129,825)	636,494	53,368	1,012,198	1,365,159
Interest Expense	11,034	8,982	9,494	9,570	9,248
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	(44,297)	377,219	49,108	632,479	803,619
Internal Cash	757,038	625,064	1,133,000	1,126,878	1,840,960
Cash Outflows for Construction	(515,925)	(91,198)	(265,643)	(182,591)	(487,227)
CWIP	423,902	107,954	94,850	359,544	232,448
Total Plant	25,783,646	25,267,721	24,989,232	24,910,878	24,728,290
Shares Outstanding	30,000	30,000	21,742	21,742	21,742
Number of Employees	3	3	4	5	5

**Frontier Communications of New York
Statement of Cash Flows**

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$1,834,295)	(\$177,105)	\$3,308,935	\$6,246,592	\$9,443,481
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	3,410,718	2,743,288	3,214,216	3,400,427	4,109,221
Changes in Deferred Income Taxes	(258,223)	(255,226)	3,638,948	9,401,482	9,641,440
Changes in Working Capital	(2,014,175)	(1,173,389)	4,817,321	1,987,016	9,778,056
Capitalized AFDC - Equity					
Other	2,621,584	1,781,484	1,971,292	1,172,991	562,488
Total Non-Cash Items	3,759,903	3,096,157	13,641,777	15,961,916	24,091,205
Net Cash Provided From Operating Activities	1,925,608	2,919,052	16,950,712	22,208,508	33,534,686
Cash Flows from Investing Activities					
Cash Flows from Construction	(1,078,172)	(308,542)	(1,401,299)	(1,553,305)	(3,109,288)
Purchase of Other Investments	(847,135)	(2,610,271)	(15,549,651)	(20,655,134)	(30,424,753)
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	(1,925,307)	(2,918,813)	(16,950,949)	(22,208,439)	(33,534,041)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities					
Net Increase (Decrease) in Cash & Equivalents	301	238	(237)	71	645
Cash & Equivalents at Beginning of Year	(301)	(540)	(302)	(373)	(1,018)
Cash & Equivalents at End of Year	\$0	(\$301)	(\$540)	(\$301)	(\$373)

Frontier Communications of New York
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$24,515,935	\$28,029,587	\$30,008,780	\$36,150,336	\$38,959,538
2 Access Lines	24,703	26,946	29,392	31,553	34,024
DOLLAR AMOUNTS					
3 Wages and Benefits	\$2,925,623	\$2,974,690	\$2,452,343	\$2,621,636	\$2,176,088
4 Depreciation and Amortization	3,459,970	3,705,311	3,767,035	4,764,070	4,941,558
5 Other Operations Expense	14,525,580	16,550,274	13,531,510	14,175,333	12,788,530
6 Total Operation Expenses	20,911,174	23,230,275	19,750,888	21,561,039	19,906,176
7 Income Taxes - Operating Taxes	91,918	344,508	1,609,284	3,515,471	4,472,213
8 Other Taxes - Operating Taxes	3,646,071	2,401,020	3,036,261	2,977,559	2,632,207
9 Capital Costs	(133,228)	2,053,784	5,612,347	8,096,266	11,948,942
10 Total	\$24,515,935	\$28,029,587	\$30,008,780	\$36,150,336	\$38,959,538
PERCENT OF REVENUES					
11 Wages and Benefits	11.9	10.6	8.2	7.3	5.6
12 Depreciation and Amortization	14.1	13.2	12.6	13.2	12.7
13 Other Operations Expense	59.2	59.0	45.1	39.2	32.8
14 Income Taxes - Operating Taxes	0.4	1.2	5.4	9.7	11.5
15 Other Taxes - Operating Taxes	14.9	8.6	10.1	8.2	6.8
16 Capital Costs	(0.5)	7.3	18.7	22.4	30.7
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	118.43	110.39	83.44	83.09	63.96
19 Depreciation and Amortization	140.06	137.51	128.17	150.99	145.24
20 Other Operations Expense	588.01	614.20	460.38	449.25	375.87
21 Income Taxes - Operating Taxes	3.72	12.79	54.75	111.41	131.44
22 Other Taxes - Operating Taxes	147.60	89.10	103.30	94.37	77.36
23 Capital Costs	(5.39)	76.22	190.95	256.59	351.19
24 Total	992.43	1,040.21	1,020.98	1,145.70	1,145.06

**Frontier Communications of New York
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,**

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$16,084,088	\$16,031,874	\$15,886,026	\$15,157,974	\$15,435,713
Central Office Assets	91,347,821	90,686,402	91,011,469	89,866,606	89,866,601
Information Origination/Termination	2,641,317	2,668,964	2,668,964	2,661,756	2,648,941
Cable And Wire Facilities	91,537,474	90,803,505	89,965,753	88,551,597	87,440,504
Amortizable Assets		31,214	31,214	31,214	31,214
Total Plant In Service	201,610,700	200,221,965	199,563,426	196,269,147	195,422,973
Property Held For Future Use					
Plant Under Construction	372,645	683,211	1,033,204	1,271,890	564,761
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	201,983,345	200,905,176	200,596,634	197,541,037	195,987,734
Less Acc. Prov. For Depreciation & Amort.	178,951,453	175,540,736	172,797,447	169,583,231	166,182,804
Net Total Utility Plant	\$23,031,892	\$25,364,440	\$27,799,187	\$27,957,805	\$29,804,930
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.72	0.60	0.54	1.20	1.53
Total Capitalization	\$124,132,926	\$125,967,221	\$126,144,327	\$122,835,391	\$116,588,799
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	-0.16	N/A	N/A	N/A	N/A
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	-1.5%	-0.1%	2.7%	5.2%	8.4%
Internal Cash Generated as a % of Cash Outflows for Construction	178.6%	946.1%	1396.9%	1429.8%	1078.5%
CWIP as a % of Plant	0.2%	0.3%	0.5%	0.6%	0.3%

Current Assets	6,287,293	6,380,043	6,362,071	9,426,478	10,202,380
Current Liabilities	8,718,024	10,701,299	11,878,014	7,867,747	6,688,608
Total Capitalization	124,132,926	125,967,221	126,144,327	122,835,391	116,588,799
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	124,132,926	125,967,221	126,144,327	122,835,391	116,588,799
Short-Term Debt					
Pretax Income	(354,276)	2,162,740	7,032,068	11,415,759	16,219,251
Interest Expense	2,187,656	1,995,337	1,818,048	1,653,696	1,502,211
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	(1,834,295)	(177,105)	3,308,935	6,246,592	9,443,481
Internal Cash	1,925,608	2,919,052	19,574,388	22,208,508	33,534,686
Cash Outflows for Construction	(1,078,172)	(308,542)	(1,401,299)	(1,553,305)	(3,109,288)
CWIP	372,645	683,211	1,033,204	1,271,890	564,761
Total Plant	201,983,345	200,905,170	200,514,105	197,541,037	195,987,734
Shares Outstanding	506,758	506,758	506,758	506,758	506,758
Number of Employees	35	36	37	39	40

Rochester Telephone Corporation
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$36,647,269)	(\$22,952,201)	(\$14,417,861)	(\$2,125,472)	(\$2,709,590)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	36,963,041	29,683,097	31,176,050	33,702,379	38,798,449
Changes in Deferred Income Taxes	(1,614,289)	(3,074,064)	8,096,708	20,869,688	22,544,846
Changes in Working Capital	(17,481,478)	7,419,660	1,285,309	(12,229,266)	42,540,095
Capitalized AFDC - Equity					
Other	13,559,417	11,584,517	16,099,237	11,162,452	10,388,517
Total Non-Cash Items	31,426,690	45,613,210	56,657,303	53,505,253	114,271,907
Net Cash Provided From Operating Activities	(5,220,579)	22,661,008	42,239,442	51,379,780	111,562,317
Cash Flows from Investing Activities					
Cash Flows from Construction	(11,989,780)	(6,808,082)	(21,592,278)	(17,385,275)	(14,643,968)
Purchase of Other Investments	14,409,588	(14,516,575)	(18,210,909)	(8,648,895)	(96,429,889)
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	2,419,808	(21,324,657)	(39,803,187)	(26,034,170)	(111,073,857)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid				(25,000,000)	
Other Financing					
Net Cash Provided From Financing Activities				(25,000,000)	
Net Increase (Decrease) in Cash & Equivalents	(2,800,771)	1,336,352	2,436,255	345,610	488,460
Cash & Equivalents at Beginning of Year	5,976,579	4,640,228	2,203,973	1,858,363	1,369,904
Cash & Equivalents at End of Year	\$3,175,809	\$5,976,579	\$4,640,228	\$2,203,973	\$1,858,363

Rochester Telephone Corporation
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$135,855,003	\$152,019,516	\$170,378,933	\$184,089,981	\$198,925,554
2 Access Lines	80,346	96,955	126,908	144,215	159,706
DOLLAR AMOUNTS					
3 Wages and Benefits	\$27,696,549	\$36,152,503	\$29,823,240	\$32,075,801	\$32,492,315
4 Depreciation and Amortization	37,469,412	35,954,618	36,083,659	38,844,731	47,026,406
5 Other Operations Expense	82,831,677	82,231,371	94,683,790	85,436,747	93,685,178
6 Total Operation Expenses	147,997,637	154,338,492	160,590,689	156,357,278	173,203,898
7 Income Taxes - Operating Taxes	(6,741,532)	(9,980,936)	(12,908,457)	(6,283,540)	(6,541,346)
8 Other Taxes - Operating Taxes	22,384,209	18,113,769	19,128,428	19,132,173	19,774,320
9 Capital Costs	(27,785,312)	(10,451,809)	3,568,274	14,884,070	12,488,682
10 Total	\$135,855,003	\$152,019,516	\$170,378,933	\$184,089,981	\$198,925,554
PERCENT OF REVENUES					
11 Wages and Benefits	20.4	23.8	17.5	17.4	16.3
12 Depreciation and Amortization	27.6	23.7	21.2	21.1	23.6
13 Other Operations Expense	61.0	54.1	55.6	46.4	47.1
14 Income Taxes - Operating Taxes	(5.0)	(6.6)	(7.6)	(3.4)	(3.3)
15 Other Taxes - Operating Taxes	16.5	11.9	11.2	10.4	9.9
16 Capital Costs	(20.5)	(6.9)	2.1	8.1	6.3
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	344.72	372.88	235.00	222.42	203.45
19 Depreciation and Amortization	466.35	370.84	284.33	269.35	294.46
20 Other Operations Expense	1,030.94	848.14	746.08	592.43	586.61
21 Income Taxes - Operating Taxes	(83.91)	(102.94)	(101.72)	(43.57)	(40.96)
22 Other Taxes - Operating Taxes	278.60	186.83	150.73	132.66	123.82
23 Capital Costs	(345.82)	(107.80)	28.12	103.21	78.20
24 Total	1,690.87	1,567.94	1,342.54	1,276.50	1,245.57

Rochester Telephone Corporation
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$125,739,321	\$125,311,548	\$120,811,270	\$121,442,717	\$121,486,725
Central Office Assets	691,721,143	688,998,741	684,037,243	673,229,183	660,162,977
Information Origination/Termination	15,015,437	15,007,128	15,011,957	15,011,956	15,011,955
Cable And Wire Facilities	755,435,053	749,743,055	744,751,530	735,301,458	729,590,458
Amortizable Assets	9,933,838	9,261,693	12,089,233	12,094,151	12,080,937
Total Plant In Service	1,597,844,792	1,588,322,165	1,576,701,233	1,557,079,464	1,538,333,052
Property Held For Future Use					
Plant Under Construction	4,712,992	2,245,840	7,058,691	5,088,179	6,449,316
Tel. Acquisition					
Other Plant					
Nonoperating Plant	2,205	2,205	2,205	2,205	2,205
Goodwill					
Total Telecommunications Plant	1,602,559,989	1,590,570,210	1,583,762,126	1,562,169,848	1,544,784,573
Less Acc. Prov. For Depreciation & Amort.	1,445,536,944	1,408,573,903	1,378,890,806	1,347,714,756	1,314,012,378
Net Total Utility Plant	\$157,023,043	\$181,996,305	\$204,871,320	\$214,455,092	\$230,772,195
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.27	0.94	1.03	1.12	0.84
Total Capitalization	\$498,228,109	\$534,875,378	\$557,827,579	\$572,245,441	\$599,370,912
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	-1.70	-1.00	-0.37	0.84	0.68
Com. Stock Dividends as a % of Earnings				-1176.2%	
Return on Common Equity	-7.1%	-4.2%	-2.6%	-0.4%	-0.5%
Internal Cash Generated as a % of Cash Outflows for Construction	-43.5%	332.9%	323.2%	295.5%	761.8%
CWIP as a % of Plant	0.3%	0.1%	0.4%	0.3%	0.4%

Current Assets	50,524,850	60,632,393	64,132,669	44,904,425	38,363,883
Current Liabilities	39,902,721	64,267,318	62,469,265	40,170,133	45,717,965
Total Capitalization	498,228,109	534,875,378	557,827,579	572,245,441	599,370,912
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	498,228,109	534,875,378	557,827,579	572,245,441	599,370,912
Short-Term Debt					
Pretax Income	(30,115,453)	(16,433,040)	(5,714,720)	11,900,992	8,951,138
Interest Expense	17,749,465	16,500,098	15,320,979	14,247,098	13,238,758
Common Dividends Paid				25,000,000	
Net Income (Excl. Preferred Stock Dividends)	(36,647,269)	(22,952,201)	(14,417,861)	(2,125,472)	(2,709,590)
Internal Cash	(5,220,579)	22,661,008	69,780,566	51,379,780	111,562,317
Cash Outflows for Construction	(11,989,780)	(6,808,082)	(21,592,278)	(17,385,275)	(14,643,968)
CWIP	4,712,992	2,245,840	7,058,691	5,088,179	6,449,316
Total Plant	1,602,559,989	1,590,570,210	1,580,154,435	1,562,169,848	1,544,784,573
Shares Outstanding	772	772	772	772	772
Number of Employees	258	295	351	361	377

Frontier Communications of Seneca Gorham
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$868,212	\$606,157	\$43,155	\$303,993	\$372,298
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	290,526	209,807	268,269	249,631	699,944
Changes in Deferred Income Taxes	(20,809)	(70,222)	218,567	556,195	530,164
Changes in Working Capital	(602,466)	281,503	262,535	(67,533)	1,091,098
Capitalized AFDC - Equity					
Other	146,225	(95,080)	(30,456)	(59,121)	(73,332)
Total Non-Cash Items	(186,524)	326,008	718,915	679,172	2,247,873
Net Cash Provided From Operating Activities	681,687	932,165	762,070	983,164	2,620,171
Cash Flows from Investing Activities					
Cash Flows from Construction	(1,016,570)	(97,786)	(427,115)	37,571	(136,589)
Purchase of Other Investments	334,882	(834,379)	(334,955)	(1,020,736)	(2,483,582)
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	(681,687)	(932,165)	(762,070)	(983,165)	(2,620,171)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities					
Net Increase (Decrease) in Cash & Equivalents	0	0	0	(0)	0
Cash & Equivalents at Beginning of Year	0	0	(0)	0	0
Cash & Equivalents at End of Year	\$0	\$0	\$0	(\$0)	\$0

Frontier Communications of Seneca Gorham
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$3,250,252	\$3,601,163	\$3,844,360	\$4,104,182	\$4,325,276
2 Access Lines	3,443	3,650	6,959	5,304	5,763
DOLLAR AMOUNTS					
3 Wages and Benefits	\$292,141	\$393,056	\$420,902	\$450,895	\$429,445
4 Depreciation and Amortization	365,539	292,375	357,279	608,678	790,643
5 Other Operations Expense	1,158,167	1,659,814	2,690,392	2,268,950	2,259,360
6 Total Operation Expenses	1,815,846	2,345,244	3,468,573	3,328,524	3,479,449
7 Income Taxes - Operating Taxes	(6,165)	386,126	(258,879)	(148,607)	593,680
8 Other Taxes - Operating Taxes	319,071	200,533	219,311	222,116	204,316
9 Capital Costs	1,121,499	669,260	415,356	702,150	47,831
10 Total	\$3,250,252	\$3,601,163	\$3,844,360	\$4,104,182	\$4,325,276
PERCENT OF REVENUES					
11 Wages and Benefits	9.0	10.9	10.9	11.0	9.9
12 Depreciation and Amortization	11.2	8.1	9.3	14.8	18.3
13 Other Operations Expense	35.6	46.1	70.0	55.3	52.2
14 Income Taxes - Operating Taxes	(0.2)	10.7	(6.7)	(3.6)	13.7
15 Other Taxes - Operating Taxes	9.8	5.6	5.7	5.4	4.7
16 Capital Costs	34.5	18.6	10.8	17.1	1.1
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	84.85	107.69	60.48	85.01	74.52
19 Depreciation and Amortization	106.17	80.10	51.34	114.76	137.19
20 Other Operations Expense	336.38	454.74	386.61	427.78	392.05
21 Income Taxes - Operating Taxes	(1.79)	105.79	(37.20)	(28.02)	103.02
22 Other Taxes - Operating Taxes	92.67	54.94	31.51	41.88	35.45
23 Capital Costs	325.73	183.36	59.69	132.38	8.30
24 Total	944.02	986.62	552.43	773.79	750.53

**Frontier Communications of Seneca Gorham
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,**

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$1,965,888	\$2,003,219	\$1,956,651	\$1,830,319	\$2,004,850
Central Office Assets	12,594,535	12,496,808	12,484,472	12,413,895	12,431,926
Information Origination/Termination	82,443	82,443	82,443	82,443	82,443
Cable And Wire Facilities	13,381,748	13,156,608	12,925,753	12,787,881	12,705,824
Amortizable Assets					
Total Plant In Service	28,024,614	27,739,078	27,449,319	27,114,538	27,225,043
Property Held For Future Use					
Plant Under Construction	754,488	23,458	215,428	123,095	50,162
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	28,779,102	27,762,536	27,664,747	27,237,634	27,275,206
Less Acc. Prov. For Depreciation & Amort.	25,354,074	25,063,548	24,853,741	24,585,472	24,335,841
Net Total Utility Plant	\$3,425,028	\$2,698,986	\$2,811,007	\$2,652,161	\$2,939,365
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.67	0.46	0.31	0.48	0.43
Total Capitalization	\$8,118,944	\$7,250,733	\$6,644,576	\$6,601,422	\$6,297,428
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	13.46	13.49	2.38	8.63	10.97
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	11.3%	8.7%	0.7%	4.7%	6.1%
Internal Cash Generated as a % of Cash Outflows for Construction	67.1%	953.3%	388.2%	-2616.8%	1918.3%
CWIP as a % of Plant	2.6%	0.1%	0.8%	0.5%	0.2%

Current Assets	1,262,426	865,145	324,501	391,198	370,281
Current Liabilities	1,878,351	1,877,576	1,056,417	820,110	868,421
Total Capitalization	8,118,944	7,250,733	6,644,576	6,601,422	6,297,428
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	8,118,944	7,250,733	6,644,576	6,601,422	6,297,428
Short-Term Debt					
Pretax Income	1,173,152	1,071,760	172,020	568,353	656,486
Interest Expense	87,137	79,477	72,402	65,869	59,835
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	868,212	606,157	43,155	303,993	372,298
Internal Cash	681,687	932,165	1,658,202	983,164	2,620,171
Cash Outflows for Construction	(1,016,570)	(97,786)	(427,115)	37,571	(136,589)
CWIP	754,488	23,458	215,428	123,095	50,162
Total Plant	28,779,102	27,762,536	27,538,401	27,237,634	27,275,206
Shares Outstanding	100	100	100	100	100
Number of Employees	5	5	7	7	7

**Frontier Communications of Sylvan Lake
Statement of Cash Flows
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(1,392,092)	(754,595)	(944,911)	(424,111)	(121,403)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	852,797	759,400	767,067	895,678	866,396
Changes in Deferred Income Taxes	(70,639)	(90,219)	739,235	1,909,318	2,002,558
Changes in Working Capital	89,851	390,701	1,044,946	124,533	1,564,516
Capitalized AFDC - Equity					
Other	(237,081)	(76,901)	70,452	21,995	(48,151)
Total Non-Cash Items	634,927	982,981	2,621,701	2,951,523	4,385,318
Net Cash Provided From Operating Activities	(757,165)	228,386	1,676,789	2,527,412	4,263,915
Cash Flows from Investing Activities					
Cash Flows from Construction	(167,814)	(77,127)	(240,327)	(200,264)	(269,370)
Purchase of Other Investments	924,979	(151,259)	(1,436,459)	(2,327,148)	(3,994,545)
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	757,165	(228,386)	(1,676,786)	(2,527,412)	(4,263,915)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities					
Net Increase (Decrease) in Cash & Equivalents	0	1	(1)	(0)	(0)
Cash & Equivalents at Beginning of Year	0	(0)	0	0	0
Cash & Equivalents at End of Year	\$0	\$0	(\$0)	\$0	\$0

**Frontier Communications of Sylvan Lake
Distribution of Telephone Revenues
Years ended December 31,**

	2018	2017	2016	2015	2014
1 Revenues	\$2,229,927	\$3,310,558	\$3,670,080	\$4,396,199	\$5,224,739
2 Access Lines	3,581	3,841	4,465	5,051	5,651
DOLLAR AMOUNTS					
3 Wages and Benefits	\$291,574	\$426,807	\$338,787	\$486,297	\$507,551
4 Depreciation and Amortization	853,773	877,379	907,344	1,034,225	1,054,808
5 Other Operations Expense	2,103,232	2,544,003	3,296,294	2,892,654	3,200,491
6 Total Operation Expenses	3,248,579	3,848,189	4,542,425	4,413,177	4,762,850
7 Income Taxes - Operating Taxes	(306,155)	(346,539)	(677,157)	(421,641)	(309,664)
8 Other Taxes - Operating Taxes	784,224	530,872	579,289	582,756	581,558
9 Capital Costs	(1,496,720)	(721,963)	(774,477)	(178,092)	189,994
10 Total	\$2,229,927	\$3,310,558	\$3,670,080	\$4,396,199	\$5,224,739
PERCENT OF REVENUES					
11 Wages and Benefits	13.1	12.9	9.2	11.1	9.7
12 Depreciation and Amortization	38.3	26.5	24.7	23.5	20.2
13 Other Operations Expense	94.3	76.8	89.8	65.8	61.3
14 Income Taxes - Operating Taxes	(13.7)	(10.5)	(18.5)	(9.6)	(5.9)
15 Other Taxes - Operating Taxes	35.2	16.0	15.8	13.3	11.1
16 Capital Costs	(67.1)	(21.8)	(21.1)	(4.1)	3.6
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	81.42	111.12	75.88	96.28	89.82
19 Depreciation and Amortization	238.42	228.42	203.21	204.76	186.66
20 Other Operations Expense	587.33	662.33	738.25	572.69	566.36
21 Income Taxes - Operating Taxes	(85.49)	(90.22)	(151.66)	(83.48)	(54.80)
22 Other Taxes - Operating Taxes	219.00	138.21	129.74	115.37	102.91
23 Capital Costs	(417.96)	(187.96)	(173.46)	(35.26)	33.62
24 Total	622.71	861.90	821.97	870.36	924.57

**Frontier Communications of Sylvan Lake
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,**

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$2,392,305	\$2,343,480	\$2,280,957	\$2,280,958	\$2,273,691
Central Office Assets	23,687,731	23,661,982	23,652,763	23,552,681	23,410,230
Information Origination/Termination	276,225	276,225	276,225	275,946	275,858
Cable And Wire Facilities	27,519,119	27,435,953	27,428,932	27,275,714	27,171,617
Amortizable Assets					
Total Plant In Service	53,875,381	53,717,641	53,638,878	53,385,299	53,131,396
Property Held For Future Use					
Plant Under Construction	91,079	81,006	82,643	95,895	149,533
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	53,966,460	53,798,647	53,721,521	53,481,193	53,280,929
Less Acc. Prov. For Depreciation & Amort.	49,023,242	48,170,445	47,411,046	46,643,979	45,748,301
Net Total Utility Plant	\$4,943,218	\$5,628,202	\$6,310,475	\$6,837,214	\$7,532,628
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.42	0.40	0.49	1.55	1.66
Total Capitalization	\$8,392,980	\$9,785,073	\$10,539,668	\$11,484,580	\$11,908,688
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	-37.61	-24.36	-36.44	-16.40	-3.39
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	-15.3%	-7.4%	-8.6%	-3.6%	-1.0%
Internal Cash Generated as a % of Cash Outflows for Construction	-117.0%	957.9%	697.7%	1262.0%	1582.9%
CWIP as a % of Plant	0.2%	0.2%	0.2%	0.2%	0.3%

Current Assets	721,360	797,816	790,474	1,124,921	1,323,797
Current Liabilities	1,727,065	1,996,518	1,599,416	724,509	798,135
Total Capitalization	8,392,980	9,785,073	10,539,668	11,484,580	11,908,688
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	8,392,980	9,785,073	10,539,668	11,484,580	11,908,688
Short-Term Debt					
Pretax Income	(1,790,598)	(1,057,712)	(1,441,355)	(590,194)	(110,637)
Interest Expense	47,608	43,422	39,557	35,988	32,675
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	(1,392,092)	(754,595)	(944,911)	(424,111)	(121,403)
Internal Cash	(196,360)	738,809	1,676,789	2,527,412	4,263,915
Cash Outflows for Construction	(167,814)	(77,127)	(240,327)	(200,264)	(269,370)
CWIP	91,079	81,006	82,643	95,895	149,533
Total Plant	53,966,460	53,798,647	53,721,521	53,481,194	53,280,929
Shares Outstanding	200	200	200	200	200
Number of Employees	3	4	5	6	7

Germantown Telephone Company, Inc.
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$445,061)	(\$173,921)	(\$97,892)	\$471,274	(\$384,307)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	397,499	393,348	388,519	409,870	372,570
Changes in Deferred Income Taxes	427,149	(88,503)	33,920	(177,449)	2,642
Changes in Working Capital	(300,384)	(84,041)	175,108	177,675	789,397
Capitalized AFDC - Equity					
Other	513,252	(15,250)	(71,877)	(725,992)	(109,432)
Total Non-Cash Items	1,037,517	205,555	525,669	(315,896)	1,055,177
Net Cash Provided From Operating Activities	592,456	31,634	427,777	155,378	670,870
Cash Flows from Investing Activities					
Cash Flows from Construction	(1,050,101)	(704,677)	(350,992)	(408,189)	(175,799)
Purchase of Other Investments					
Sale of Other Investments	17,129	(3,415)	(6,550)	(2,618)	(53,479)
Other	128,536			1,763,322	
Net Cash Provided From Investing Activities	(904,436)	(708,092)	(357,542)	1,352,515	(229,278)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					(11,115)
Other Financing	(10,230)	(10,230)	(41,559)	21,099	(501,339)
Net Cash Provided From Financing Activities	(10,230)	(10,230)	(41,559)	21,099	(512,454)
Net Increase (Decrease) in Cash & Equivalents	(322,210)	(686,687)	28,676	1,528,992	(70,862)
Cash & Equivalents at Beginning of Year	925,346	1,612,033	1,583,357	54,365	125,227
Cash & Equivalents at End of Year	\$603,136	\$925,346	\$1,612,033	\$1,583,357	\$54,365

321 E

Germantown Telephone Company, Inc.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$2,909,042	\$2,889,657	\$2,922,552	\$2,314,429	\$2,337,436
2 Access Lines	2,027	2,041	2,071	2,089	2,105
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,269,092	\$1,163,414	\$1,258,718	\$1,055,912	\$1,139,487
4 Depreciation and Amortization	397,499	393,348	388,519	409,870	372,570
5 Other Operations Expense	1,448,392	1,381,993	1,316,527	1,154,447	1,158,867
6 Total Operation Expenses	3,114,983	2,938,755	2,963,763	2,620,229	2,670,925
7 Income Taxes - Operating Taxes	(16,155)	(61,714)	(53,078)	(139,788)	(149,051)
8 Other Taxes - Operating Taxes	120,674	119,609	116,629	104,701	100,964
9 Capital Costs	(310,459)	(106,993)	(104,761)	(270,712)	(285,402)
10 Total	\$2,909,042	\$2,889,657	\$2,922,552	\$2,314,429	\$2,337,436
PERCENT OF REVENUES					
11 Wages and Benefits	43.6	40.3	43.1	45.6	48.7
12 Depreciation and Amortization	13.7	13.6	13.3	17.7	15.9
13 Other Operations Expense	49.8	47.8	45.0	49.9	49.6
14 Income Taxes - Operating Taxes	(0.6)	(2.1)	(1.8)	(6.0)	(6.4)
15 Other Taxes - Operating Taxes	4.1	4.1	4.0	4.5	4.3
16 Capital Costs	(10.7)	(3.7)	(3.6)	(11.7)	(12.2)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	626.09	570.02	607.78	505.46	541.32
19 Depreciation and Amortization	196.10	192.72	187.60	196.20	176.99
20 Other Operations Expense	714.55	677.12	635.70	552.63	550.53
21 Income Taxes - Operating Taxes	(7.97)	(30.24)	(25.63)	(66.92)	(70.81)
22 Other Taxes - Operating Taxes	59.53	58.60	56.32	50.12	47.96
23 Capital Costs	(153.16)	(52.42)	(50.58)	(129.59)	(135.58)
24 Total	1,435.15	1,415.80	1,411.18	1,107.91	1,110.42

Germantown Telephone Company, Inc.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
Plant In Service					
General Support Assets	\$1,871,586	\$1,875,631	\$1,871,675	\$1,849,692	\$1,731,902
Central Office Assets	2,899,020	2,691,676	2,679,458	2,510,563	2,447,663
Information Origination/Termination	52,759	52,759	52,759	52,759	52,759
Cable And Wire Facilities	6,088,017	4,822,115	4,820,246	4,763,853	4,650,429
Amortizable Assets	459,499	459,499	436,257	433,640	438,770
Total Plant In Service	11,370,882	9,901,680	9,860,394	9,610,507	9,321,523
Property Held For Future Use					
Plant Under Construction	43,810	636,734	66,877	2,563	40,179
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	11,414,691	10,538,413	9,927,271	9,613,070	9,361,702
Less Acc. Prov. For Depreciation & Amort.	7,763,141	7,522,336	7,225,937	6,880,758	6,630,327
Net Total Utility Plant	\$3,651,551	\$3,016,077	\$2,701,334	\$2,732,312	\$2,731,375
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.56	0.63	0.70	0.70	0.16
Total Capitalization	\$5,921,269	\$6,369,285	\$6,541,882	\$6,620,307	\$6,224,722
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	-8.77	-71.20	#DIV/0!	#DIV/0!	#DIV/0!
Com. Stock Dividends as a % of Earnings	-2.3%	-5.9%	-10.5%	2.2%	-2.9%
Return on Common Equity	-7.2%	-2.7%	-1.5%	7.3%	-5.8%
Internal Cash Generated as a % of Cash Outflows for Construction	56.4%	4.5%	121.9%	38.1%	381.6%
CWIP as a % of Plant	0.4%	6.0%	0.7%	0.0%	0.4%

Current Assets	2,043,496	2,669,577	2,265,104	2,017,664	418,057
Current Liabilities	3,619,155	4,246,102	3,253,298	2,897,877	2,587,085
Total Capitalization	5,921,269	6,369,285	6,541,882	6,620,307	6,224,722
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	5,921,269	6,369,285	6,541,882	6,620,307	6,224,722
Short-Term Debt					
Pretax Income	(400,102)	(237,904)	(145,502)	333,849	(536,709)
Interest Expense	45,614	3,341			
Common Dividends Paid	10,230	10,230	10,230	10,230	11,115
Net Income (Excl. Preferred Stock Dividends)	(445,061)	(173,921)	(97,892)	471,274	(384,307)
Internal Cash	592,456	31,634	427,777	155,378	670,870
Cash Outflows for Construction	(1,050,101)	(704,677)	(350,992)	(408,189)	(175,799)
CWIP	43,810	636,734	66,877	2,563	40,179
Total Plant	11,414,691	10,538,413	9,927,271	9,613,070	9,361,702
Shares Outstanding	800	800	800	800	800
Number of Employees		19	13	12	12

Hancock Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$105,022	\$125,105	\$48,600	\$288,399	\$192,475
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	163,578	165,817	142,218	136,898	133,548
Changes in Deferred Income Taxes	77,873	(31,105)	15,506	16,298	12,167
Changes in Working Capital	(70,973)	(122,892)	117,963	(33,992)	10,926
Capitalized AFDC - Equity					
Other	(258,953)	(227,806)	(219,615)	(274,715)	(208,055)
Total Non-Cash Items	(88,475)	(215,986)	56,072	(155,511)	(51,414)
Net Cash Provided From Operating Activities	16,547	(90,881)	104,672	132,888	141,061
Cash Flows from Investing Activities					
Cash Flows from Construction	(680,823)	(174,880)	(216,201)	(131,101)	(76,152)
Purchase of Other Investments					
Sale of Other Investments					
Other		(93,305)	(36,887)	(136,588)	(62,970)
Net Cash Provided From Investing Activities	(680,823)	(268,185)	(253,088)	(267,689)	(139,122)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	508,527	50,162	(6,481)	(7,873)	(7,356)
Common Stock					
Preferred Stock					
Short-Term Debt	58,709	113,516		(87,000)	(120,000)
Dividends Paid			(21,825)	(21,825)	
Other Financing	170,784	204,150	166,703	169,280	91,907
Net Cash Provided From Financing Activities	738,020	367,828	138,397	52,582	(35,449)
Net Increase (Decrease) in Cash & Equivalents	73,744	8,763	(10,019)	(82,219)	(33,510)
Cash & Equivalents at Beginning of Year	205,188	196,425	206,444	288,663	322,173
Cash & Equivalents at End of Year	\$278,932	\$205,188	\$196,425	\$206,444	\$288,663

Hancock Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$1,531,630	\$1,556,609	\$1,612,912	\$1,630,397	\$1,718,642
2 Access Lines	1,314	1,362	1,380	1,403	1,409
DOLLAR AMOUNTS					
3 Wages and Benefits	\$900,982	\$419,945	\$412,484	\$864,283	\$846,875
4 Depreciation and Amortization	148,297	150,537	126,938	121,618	118,268
5 Other Operations Expense	517,756	1,002,252	1,109,938	535,279	624,344
6 Total Operation Expenses	1,567,035	1,572,734	1,649,360	1,521,180	1,589,487
7 Income Taxes - Operating Taxes	(26,409)	(58,699)	(53,956)	9,156	(17,276)
8 Other Taxes - Operating Taxes	83,888	79,889	80,004	76,917	79,319
9 Capital Costs	(92,884)	(37,315)	(62,496)	23,144	67,112
10 Total	\$1,531,630	\$1,556,609	\$1,612,912	\$1,630,397	\$1,718,642
PERCENT OF REVENUES					
11 Wages and Benefits	58.8	27.0	25.6	53.0	49.3
12 Depreciation and Amortization	9.7	9.7	7.9	7.5	6.9
13 Other Operations Expense	33.8	64.4	68.8	32.8	36.3
14 Income Taxes - Operating Taxes	(1.7)	(3.8)	(3.3)	0.6	(1.0)
15 Other Taxes - Operating Taxes	5.5	5.1	5.0	4.7	4.6
16 Capital Costs	(6.1)	(2.4)	(3.9)	1.4	3.9
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	685.68	308.33	298.90	616.02	601.05
19 Depreciation and Amortization	112.86	110.53	91.98	86.68	83.94
20 Other Operations Expense	394.03	735.87	804.30	381.52	443.11
21 Income Taxes - Operating Taxes	(20.10)	(43.10)	(39.10)	6.53	(12.26)
22 Other Taxes - Operating Taxes	63.84	58.66	57.97	54.82	56.29
23 Capital Costs	(70.69)	(27.40)	(45.29)	16.50	47.63
24 Total	1,165.62	1,142.88	1,168.78	1,162.08	1,219.76

Hancock Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$1,507,722	\$1,494,421	\$1,494,421	\$1,507,965	\$1,448,505
Central Office Assets	1,296,204	1,278,753	1,278,753	1,239,463	1,287,420
Information Origination/Termination	63,377	63,377	63,377	63,377	63,377
Cable And Wire Facilities	2,328,915	2,194,156	2,191,874	2,156,332	2,154,788
Amortizable Assets					
Total Plant In Service	5,196,218	5,030,707	5,028,425	4,967,137	4,954,090
Property Held For Future Use					
Plant Under Construction	793,485	306,842	134,531	21,569	
Tel. Acquisition	72,459	72,459	72,460	72,460	72,460
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	6,062,162	5,410,008	5,235,416	5,061,166	5,026,550
Less Acc. Prov. For Depreciation & Amort.	4,461,753	4,326,844	4,161,314	4,061,047	4,020,635
Net Total Utility Plant	\$1,600,409	\$1,083,164	\$1,074,102	\$1,000,119	\$1,005,915
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.90	0.95	1.01	1.14	1.15
Total Capitalization	\$3,765,319	\$3,066,877	\$2,778,093	\$2,757,800	\$2,586,099
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	13.4%			0.0%	0.3%
Preferred Stock					
Common Stock & Retained Earnings	79.9%	94.6%	100.0%	99.7%	96.0%
Short-Term Debt	6.8%	5.4%	0.0%	0.2%	3.7%
Pretax Coverage of Interest Expense	2.60	6.82	1.72	23.66	11.22
Com. Stock Dividends as a % of Earnings			44.9%	7.6%	
Return on Common Equity	3.6%	4.4%	1.8%	11.0%	8.1%
Internal Cash Generated as a % of Cash Outflows for Construction	2.4%	-52.0%	48.4%	101.4%	185.2%
CWIP as a % of Plant	13.1%	5.7%	2.6%	0.4%	

Current Assets	2,634,505	2,383,173	2,082,687	2,129,029	2,081,286
Current Liabilities	2,919,143	2,495,548	2,060,608	1,863,051	1,813,787
Total Capitalization	3,765,319	3,066,877	2,778,093	2,757,800	2,586,099
Long-Term Debt	503,576			1,183	7,665
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	3,007,038	2,902,016	2,776,911	2,750,136	2,483,562
Short-Term Debt	254,705	164,861	1,182	6,481	94,872
Pretax Income	144,795	98,422	19,382	324,409	205,898
Interest Expense	55,612	14,422	11,276	13,712	18,356
Common Dividends Paid			21,825	21,825	
Net Income (Excl. Preferred Stock Dividends)	105,022	125,105	48,600	288,399	192,475
Internal Cash	16,547	(90,881)	104,672	132,888	141,061
Cash Outflows for Construction	(680,823)	(174,880)	(216,201)	(131,101)	(76,152)
CWIP	793,485	306,842	134,531	21,569	
Total Plant	6,062,162	5,410,008	5,235,416	5,061,166	5,026,550
Shares Outstanding	873	873	873	873	873
Number of Employees	8	8	8	8	8

Margaretville Telephone Co., Inc.
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$664,323	\$332,796	\$119,875	(\$34,131)	(\$7,045)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	479,866	444,595	270,404	376,017	364,119
Changes in Deferred Income Taxes	(172,177)	166,347	60,136	38,479	(12,676)
Changes in Working Capital	(1,116,736)	559,964	650,078	(104,287)	292,764
Capitalized AFDC - Equity					
Other	(835,422)	(586,745)	(729,207)	(467,530)	256,924
Total Non-Cash Items	(1,644,469)	584,161	251,411	(157,321)	901,131
Net Cash Provided From Operating Activities	(980,146)	916,957	371,286	(191,452)	894,086
Cash Flows from Investing Activities					
Cash Flows from Construction	(610,633)	(2,040,501)	(564,040)	(381,393)	(597,680)
Purchase of Other Investments	385,924	1,341,176	514,550	883,245	(57,880)
Sale of Other Investments	29,816	277	5,810	267	618
Other	308,888				
Net Cash Provided From Investing Activities	113,995	(699,048)	(43,680)	502,119	(654,942)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(102,000)			(28,338)	(26,880)
Common Stock					
Preferred Stock					
Short-Term Debt	1,150,000			(100,000)	50,000
Dividends Paid		(170,625)	(284,375)	(227,500)	(227,500)
Other Financing					
Net Cash Provided From Financing Activities	1,048,000	(170,625)	(284,375)	(355,838)	(204,380)
Net Increase (Decrease) in Cash & Equivalents	181,849	47,284	43,231	(45,171)	34,764
Cash & Equivalents at Beginning of Year	454,992	407,708	364,477	409,648	374,884
Cash & Equivalents at End of Year	\$636,841	\$454,992	\$407,708	\$364,477	\$409,648

Margaretville Telephone Co., Inc.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$3,052,585	\$2,989,254	\$2,261,073	\$2,229,781	\$2,074,178
2 Access Lines	2,027	2,306	2,403	2,577	2,692
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,501,621	\$1,476,647	\$1,485,218	\$1,348,881	\$1,263,139
4 Depreciation and Amortization	470,038	434,767	260,577	365,155	353,947
5 Other Operations Expense	1,162,751	1,150,608	1,186,615	1,149,640	986,484
6 Total Operation Expenses	3,134,410	3,062,022	2,932,410	2,863,676	2,603,570
7 Income Taxes - Operating Taxes	(45,438)	(58,108)	(255,993)	(245,380)	(209,762)
8 Other Taxes - Operating Taxes	98,958	103,422	95,350	97,143	94,032
9 Capital Costs	(135,345)	(118,082)	(510,694)	(485,658)	(413,662)
10 Total	\$3,052,585	\$2,989,254	\$2,261,073	\$2,229,781	\$2,074,178
PERCENT OF REVENUES					
11 Wages and Benefits	49.2	49.4	65.7	60.5	60.9
12 Depreciation and Amortization	15.4	14.5	11.5	16.4	17.1
13 Other Operations Expense	38.1	38.5	52.5	51.6	47.6
14 Income Taxes - Operating Taxes	(1.5)	(1.9)	(11.3)	(11.0)	(10.1)
15 Other Taxes - Operating Taxes	3.2	3.5	4.2	4.4	4.5
16 Capital Costs	(4.4)	(4.0)	(22.6)	(21.8)	(19.9)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	740.81	640.35	618.07	523.43	469.22
19 Depreciation and Amortization	231.89	188.54	108.44	141.70	131.48
20 Other Operations Expense	573.63	498.96	493.81	446.12	366.45
21 Income Taxes - Operating Taxes	(22.42)	(25.20)	(106.53)	(95.22)	(77.92)
22 Other Taxes - Operating Taxes	48.82	44.85	39.68	37.70	34.93
23 Capital Costs	(66.77)	(51.21)	(212.52)	(188.46)	(153.66)
24 Total	1,505.96	1,296.29	940.94	865.26	770.50

Margaretville Telephone Co., Inc.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$3,201,623	\$3,011,629	\$2,598,345	\$2,555,583	\$2,291,459
Central Office Assets	5,369,100	5,091,957	4,966,883	4,806,399	4,718,685
Information Origination/Termination	145,154	145,154	145,154	145,154	145,154
Cable And Wire Facilities	7,843,952	6,980,101	6,555,189	6,459,415	6,116,363
Amortizable Assets	290	290	290	290	290
Total Plant In Service	16,560,120	15,229,131	14,265,861	13,966,841	13,271,951
Property Held For Future Use					
Plant Under Construction	391,149	1,172,772	90,654	85,097	446,163
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	16,951,269	16,401,903	14,356,515	14,051,938	13,718,114
Less Acc. Prov. For Depreciation & Amort.	12,718,523	12,281,847	11,868,317	11,804,785	11,457,612
Net Total Utility Plant	\$4,232,746	\$4,120,056	\$2,488,198	\$2,247,153	\$2,260,502
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.85	0.76	0.95	1.84	1.41
Total Capitalization	\$7,328,278	\$5,521,689	\$5,353,005	\$5,514,352	\$5,906,025
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	40.4%				0.5%
Preferred Stock					
Common Stock & Retained Earnings	43.9%	100.0%	100.0%	100.0%	97.8%
Short-Term Debt	15.7%				1.7%
Pretax Coverage of Interest Expense	8.43	-40.90	25.95	56.99	52.75
Com. Stock Dividends as a % of Earnings		51.3%	237.2%	-666.5%	-3229.2%
Return on Common Equity	15.2%	6.1%	2.2%	-0.6%	-0.1%
Internal Cash Generated as a % of Cash Outflows for Construction	-160.5%	44.9%	65.8%	-50.2%	149.6%
CWIP as a % of Plant	2.3%	7.2%	0.6%	0.6%	3.3%

Current Assets	2,095,829	1,923,461	1,124,071	961,438	973,697
Current Liabilities	2,455,512	2,517,513	1,188,575	522,983	690,335
Total Capitalization	7,328,278	5,521,689	5,353,005	5,514,352	5,906,025
Long-Term Debt	2,958,000				28,338
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	3,220,278	5,521,689	5,353,005	5,514,352	5,777,687
Short-Term Debt	1,150,000				100,000
Pretax Income	685,817	220,452	(144,649)	(285,979)	(221,533)
Interest Expense	81,308	(5,390)	(5,574)	(5,018)	(4,200)
Common Dividends Paid		170,625	284,375	227,500	227,500
Net Income (Excl. Preferred Stock Dividends)	664,323	332,796	119,875	(34,131)	(7,045)
Internal Cash	(980,146)	916,957	371,286	(191,452)	894,086
Cash Outflows for Construction	(610,633)	(2,040,501)	(564,040)	(381,393)	(597,680)
CWIP	391,149	1,172,772	90,654	85,097	446,163
Total Plant	16,951,269	16,401,903	14,356,515	14,051,938	13,718,114
Shares Outstanding	1,300	1,300	1,300	1,300	1,300
Number of Employees	40	36	31	25	22

Middleburgh Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$955,353	\$705,957	\$751,612	(\$85,345)	(\$89,739)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	544,718	731,792	650,464	623,027	427,312
Changes in Deferred Income Taxes	390,055	194,028	412,575	10,148	47,307
Changes in Working Capital	(332,309)	90,124	200,775	(63,907)	(113,179)
Capitalized AFDC - Equity					
Other	(540,478)	(408,066)	(1,025,649)	27,560	(8,806)
Total Non-Cash Items	61,986	607,878	238,165	596,828	352,634
Net Cash Provided From Operating Activities	<u>1,017,339</u>	<u>1,313,835</u>	<u>989,777</u>	<u>511,483</u>	<u>262,895</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	(2,515,916)	(3,152,375)	(802,611)	(477,850)	(872,055)
Purchase of Other Investments		10,000	96,000	24,000	40,000
Sale of Other Investments	(2,173)	(26,800)	(7,550)	51,588	21,387
Other	122,553	189,837			
Net Cash Provided From Investing Activities	<u>(2,395,536)</u>	<u>(2,979,338)</u>	<u>(714,161)</u>	<u>(402,262)</u>	<u>(810,668)</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(601,343)	(165,845)	(79,601)	(90,137)	(97,646)
Common Stock					
Preferred Stock					
Short-Term Debt	2,028,227	1,695,000			410,000
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities	<u>1,426,884</u>	<u>1,529,155</u>	<u>(79,601)</u>	<u>(90,137)</u>	<u>312,354</u>
Net Increase (Decrease) in Cash & Equivalents	48,687	(136,348)	196,015	19,084	(235,419)
Cash & Equivalents at Beginning of Year	688,292	824,640	628,625	609,541	844,960
Cash & Equivalents at End of Year	\$736,979	\$688,292	\$824,640	\$628,625	\$609,541

Middleburgh Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$4,721,748	\$4,706,122	\$4,171,856	\$4,010,989	\$3,635,232
2 Access Lines	3,862	4,147	4,416	4,709	5,022
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,690,556	\$1,681,282	\$1,694,712	\$1,730,431	\$1,682,376
4 Depreciation and Amortization	543,086	731,442	649,830	622,464	426,749
5 Other Operations Expense	1,251,694	1,246,751	1,171,490	1,163,020	1,131,568
6 Total Operation Expenses	3,485,336	3,659,475	3,516,032	3,515,915	11,242
7 Income Taxes - Operating Taxes	217,423	213,811	93,780	39,092	8,301
8 Other Taxes - Operating Taxes	336,577	343,606	339,493	338,671	333,732
9 Capital Costs	682,412	489,230	222,551	117,311	3,281,957
10 Total	\$4,721,748	\$4,706,122	\$4,171,856	\$4,010,989	\$3,635,232
PERCENT OF REVENUES					
11 Wages and Benefits	35.8	35.7	40.6	43.1	46.3
12 Depreciation and Amortization	11.5	15.5	15.6	15.5	11.7
13 Other Operations Expense	26.5	26.5	28.1	29.0	31.1
14 Income Taxes - Operating Taxes	4.6	4.5	2.2	1.0	0.2
15 Other Taxes - Operating Taxes	7.1	7.3	8.1	8.4	9.2
16 Capital Costs	14.5	10.4	5.3	2.9	90.3
17 Total	100.0	100.0	100.0	100.0	188.8
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	437.74	405.42	383.77	367.47	335.00
19 Depreciation and Amortization	140.62	176.38	147.15	132.19	84.98
20 Other Operations Expense	324.11	300.64	265.28	246.98	225.32
21 Income Taxes - Operating Taxes	56.30	51.56	21.24	8.30	1.65
22 Other Taxes - Operating Taxes	87.15	82.86	76.88	71.92	66.45
23 Capital Costs	176.70	117.97	50.40	24.91	653.52
24 Total	1,222.62	1,134.83	944.71	851.77	1,366.92

**Middleburgh Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,**

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$3,564,417	\$3,493,667	\$3,808,916	\$3,708,555	\$3,617,449
Central Office Assets	5,902,680	5,806,054	8,833,808	8,696,299	8,712,240
Information Origination/Termination	61,478	61,596	61,945	62,039	62,184
Cable And Wire Facilities	13,293,792	12,918,765	12,719,729	12,548,779	12,434,017
Amortizable Assets					
Total Plant In Service	22,822,367	22,280,082	25,424,398	25,015,672	24,825,890
Property Held For Future Use					
Plant Under Construction	4,219,065	2,701,755	430,180	71,539	100,542
Tel. Acquisition					
Other Plant	(50)	(50)	(50)	(50)	(50)
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	27,041,382	24,981,787	25,854,528	25,087,161	24,926,382
Less Acc. Prov. For Depreciation & Amort.	18,819,888	18,344,622	21,147,869	20,486,858	20,054,842
Net Total Utility Plant	\$8,221,494	\$6,637,165	\$4,706,659	\$4,600,303	\$4,871,540
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.54	0.71	1.71	1.81	1.74
Total Capitalization	\$14,497,831	\$12,115,594	\$9,942,141	\$8,068,630	\$8,244,112
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	7.2%	13.6%	18.2%	8.5%	9.4%
Preferred Stock					
Common Stock & Retained Earnings	64.3%	69.1%	77.7%	86.4%	85.6%
Short-Term Debt	28.5%	17.4%	4.1%	5.1%	5.0%
Pretax Coverage of Interest Expense	7.42	8.94	2.95	-1.16	-2.69
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	10.8%	8.8%	-4.1%	-1.2%	-1.3%
Internal Cash Generated as a % of Cash Outflows for Construction	40.4%	41.7%	-139.4%	107.0%	30.1%
CWIP as a % of Plant	15.6%	10.8%	1.7%	0.3%	0.4%

Current Assets	2,790,381	2,104,374	1,603,350	1,527,413	1,422,916
Current Liabilities	5,206,337	2,943,540	939,891	843,157	816,661
Total Capitalization	14,497,831	12,115,594	9,942,141	8,068,630	8,244,112
Long-Term Debt	1,041,300	1,642,643	1,808,488	686,589	776,726
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	9,323,304	8,367,951	7,723,653	6,972,041	7,057,386
Short-Term Debt	4,133,227	2,105,000	410,000	410,000	410,000
Pretax Income	1,340,208	1,001,287	159,749	(40,930)	(87,192)
Interest Expense	180,535	112,013	54,084	35,184	32,401
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	955,353	705,957	(302,748)	(85,345)	(89,739)
Internal Cash	1,017,339	1,313,835	(1,118,943)	511,483	262,895
Cash Outflows for Construction	(2,515,916)	(3,152,375)	(802,611)	(477,850)	(872,055)
CWIP	4,219,065	2,701,755	430,180	71,539	100,542
Total Plant	27,041,382	24,981,787	25,854,528	25,087,161	24,926,382
Shares Outstanding	580	580	580	580	580
Number of Employees	36	32	30	27	29

Newport Telephone Company, Inc.
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$848,833	\$573,349	(\$52,336)	\$367,107	\$115,134
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	372,725	368,661	319,564	332,030	322,370
Changes in Deferred Income Taxes	31,234	53,314	(79,741)	(26,543)	(32,869)
Changes in Working Capital	(554,838)	(383,868)	292,777	(245,334)	106,935
Capitalized AFDC - Equity					
Other	(582,856)	7,122	(60,209)	1,204,756	(210,463)
Total Non-Cash Items	(733,735)	45,229	472,391	1,264,909	185,973
Net Cash Provided From Operating Activities	115,098	618,578	420,055	1,632,016	301,107
Cash Flows from Investing Activities					
Cash Flows from Construction	(1,587,713)	(683,604)	(107,683)	(189,872)	(127,878)
Purchase of Other Investments	(188,578)	106,014	(360,088)	(292,615)	(602,780)
Sale of Other Investments	365,477	182,400	411,197	574,488	580,046
Other					
Net Cash Provided From Investing Activities	(1,410,814)	(395,190)	(56,574)	92,001	(150,612)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(199,521)	(79,808)	(79,809)	(79,154)	(78,500)
Common Stock					
Preferred Stock					
Short-Term Debt	1,843,759				
Dividends Paid	(153,000)	(659,000)		(1,500,000)	
Other Financing					
Net Cash Provided From Financing Activities	1,491,238	(738,808)	(79,809)	(1,579,154)	(78,500)
Net Increase (Decrease) in Cash & Equivalents	195,522	(515,421)	283,672	144,863	71,995
Cash & Equivalents at Beginning of Year	385,205	900,625	616,953	472,090	400,095
Cash & Equivalents at End of Year	\$580,727	\$385,205	\$900,625	\$616,953	\$472,090

Newport Telephone Company, Inc.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	3,112,385	3,131,470	2,346,171	2,596,791	2,516,103
2 Access Lines	2,117	2,178	2,272	2,356	2,410
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,206,231	\$1,348,930	\$1,341,145	\$1,249,825	\$1,490,895
4 Depreciation and Amortization	372,725	368,661	319,564	330,842	322,154
5 Other Operations Expense	763,166	832,582	971,845	612,612	720,141
6 Total Operation Expenses	2,342,122	2,550,173	2,632,554	2,193,279	2,533,190
7 Income Taxes - Operating Taxes	117,119	148,152	(157,144)	85,431	(64,521)
8 Other Taxes - Operating Taxes	142,751	143,121	142,419	157,024	148,420
9 Capital Costs	510,393	290,024	(271,658)	161,057	(100,986)
10 Total	\$3,112,385	\$3,131,470	\$2,346,171	\$2,596,791	\$2,516,103
PERCENT OF REVENUES					
11 Wages and Benefits	38.8	43.1	57.2	48.1	59.3
12 Depreciation and Amortization	12.0	11.8	13.6	12.7	12.8
13 Other Operations Expense	24.5	26.6	41.4	23.6	28.6
14 Income Taxes - Operating Taxes	3.8	4.7	(6.7)	3.3	(2.6)
15 Other Taxes - Operating Taxes	4.6	4.6	6.1	6.0	5.9
16 Capital Costs	16.4	9.3	(11.6)	6.2	(4.0)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	569.78	619.34	590.29	530.49	618.63
19 Depreciation and Amortization	176.06	169.27	140.65	140.43	133.67
20 Other Operations Expense	360.49	382.27	427.75	260.02	298.81
21 Income Taxes - Operating Taxes	55.32	68.02	(69.17)	36.26	(26.77)
22 Other Taxes - Operating Taxes	67.43	65.71	62.68	66.65	61.59
23 Capital Costs	241.09	133.16	(119.57)	68.36	(41.90)
24 Total	1,470.19	1,437.77	1,032.65	1,102.20	1,044.03

Newport Telephone Company, Inc.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$2,642,556	\$2,525,581	\$2,540,911	\$2,584,820	\$2,603,756
Central Office Assets	3,306,829	3,312,206	3,273,515	3,226,449	3,220,685
Information Origination/Termination	76,890	77,908	78,492	79,266	80,125
Cable And Wire Facilities	5,927,221	5,840,855	5,796,734	5,666,064	5,646,725
Amortizable Assets					45
Total Plant In Service	11,953,496	11,756,550	11,689,652	11,556,599	11,551,336
Property Held For Future Use					
Plant Under Construction	1,483,073	279,425	49,708	157,041	30,970
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	13,436,569	12,035,975	11,739,360	11,713,640	11,582,306
Less Acc. Prov. For Depreciation & Amort.	10,633,959	10,259,780	10,183,080	9,922,414	9,608,373
Net Total Utility Plant	\$2,802,610	\$1,776,195	\$1,556,280	\$1,791,226	\$1,973,933
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.93	2.10	1.31	5.34	2.43
Total Capitalization	\$5,314,362	\$2,750,378	\$2,202,948	\$3,057,726	\$4,345,518
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt		7.3%	12.7%	11.7%	10.1%
Preferred Stock					
Common Stock & Retained Earnings	59.8%	92.7%	87.3%	88.2%	89.9%
Short-Term Debt	40.2%			0.0%	
Pretax Coverage of Interest Expense	13.04	70.74	-15.42	30.34	4.11
Com. Stock Dividends as a % of Earnings	18.0%	27.4%	-1108.2%	408.6%	
Return on Common Equity	29.6%	25.6%	-2.3%	11.1%	3.0%
Internal Cash Generated as a % of Cash Outflows for Construction	7.2%	90.5%	390.1%	859.5%	235.5%
CWIP as a % of Plant	11.0%	2.3%	0.4%	1.3%	0.3%

Current Assets	2,631,835	1,376,548	1,179,998	1,076,069	790,925
Current Liabilities	2,836,870	654,168	901,163	201,665	326,096
Total Capitalization	5,314,362	2,750,378	2,202,948	3,057,726	4,345,518
Long-Term Debt		199,521	279,329	359,138	438,292
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	3,176,194	2,550,857	1,923,619	2,698,338	3,907,226
Short-Term Debt	2,138,168			250	
Pretax Income	1,063,987	752,700	(188,994)	500,301	81,031
Interest Expense	81,569	10,640	12,257	16,488	19,719
Common Dividends Paid	153,000	157,000	580,000	1,500,000	
Net Income (Excl. Preferred Stock Dividends)	848,833	573,349	(52,336)	367,107	115,134
Internal Cash	115,098	618,578	420,055	1,632,016	301,107
Cash Outflows for Construction	(1,587,713)	(683,604)	(107,683)	(189,872)	(127,878)
CWIP	1,483,073	279,425	49,708	157,041	30,970
Total Plant	13,436,569	12,035,975	11,739,360	11,713,640	11,582,306
Shares Outstanding	2,300	2,300	2,300	23	23
Number of Employees	17	17	17	17	18

Nicholville Telephone Company, Inc.
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$1,257,681)	(\$565,781)	(\$1,068,575)	(\$773,282)	(\$90,608)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	404,998	92,456	93,877	101,152	188,104
Changes in Deferred Income Taxes		(725,974)	(323,694)	(171,074)	(164,463)
Changes in Working Capital	622,893	1,026,455	1,668,520	538,916	536,558
Capitalized AFDC - Equity					
Other	(11,004,111)	877,802	377,700	462,876	(163,619)
Total Non-Cash Items	(9,976,221)	1,270,738	1,816,403	931,870	396,580
Net Cash Provided From Operating Activities	<u>(11,233,902)</u>	<u>704,958</u>	<u>747,828</u>	<u>158,588</u>	<u>305,972</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	(4,987)	6,783	5,361	9,623	14,260
Purchase of Other Investments	1,588,428	(1,818)	(4,004)	107,477	(2,267)
Sale of Other Investments				2,500	
Other					
Net Cash Provided From Investing Activities	<u>1,583,441</u>	<u>4,965</u>	<u>1,357</u>	<u>119,600</u>	<u>11,993</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(767,370)	(112,300)	(170,728)	(150,166)	(157,457)
Common Stock	(944,321)				
Preferred Stock		(99,700)			(300)
Short-Term Debt	(8,636)	(8,197)	(201,879)	(65,674)	(67,161)
Dividends Paid		(5,982)	(6,979)	(4,985)	(5,991)
Other Financing	11,438,624	(409,514)	(421,346)	(3,025)	(74,580)
Net Cash Provided From Financing Activities	<u>9,718,297</u>	<u>(635,692)</u>	<u>(800,932)</u>	<u>(223,850)</u>	<u>(305,489)</u>
Net Increase (Decrease) in Cash & Equivalents	67,836	74,231	(51,747)	54,338	12,476
Cash & Equivalents at Beginning of Year	79,035	4,804	56,551	2,213	(10,262)
Cash & Equivalents at End of Year	\$146,871	\$79,035	\$4,804	\$56,551	\$2,213

Nicholville Telephone Company, Inc.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$1,591,772	\$1,618,893	\$1,054,665	\$1,235,764	\$1,178,229
2 Access Lines	834	945	1,014	1,051	1,118
DOLLAR AMOUNTS					
3 Wages and Benefits	\$484,512	\$678,509	\$613,027	\$684,706	\$550,428
4 Depreciation and Amortization	110,687	79,028	76,001	83,209	169,799
5 Other Operations Expense	874,045	1,044,678	1,005,259	724,600	655,425
6 Total Operation Expenses	1,469,244	1,802,214	1,694,287	1,492,515	1,375,653
7 Income Taxes - Operating Taxes		764,011	(312,769)	(156,332)	(148,344)
8 Other Taxes - Operating Taxes	80,380	77,258	89,156	80,281	94,859
9 Capital Costs	42,148	(1,024,590)	(416,009)	(180,700)	(143,938)
10 Total	\$1,591,772	\$1,618,893	\$1,054,665	\$1,235,764	\$1,178,229
PERCENT OF REVENUES					
11 Wages and Benefits	30.4	41.9	58.1	55.4	46.7
12 Depreciation and Amortization	7.0	4.9	7.2	6.7	14.4
13 Other Operations Expense	54.9	64.5	95.3	58.6	55.6
14 Income Taxes - Operating Taxes		47.2	(29.7)	(12.7)	(12.6)
15 Other Taxes - Operating Taxes	5.0	4.8	8.5	6.5	8.1
16 Capital Costs	2.6	(63.3)	(39.4)	(14.6)	(12.2)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	580.95	718.00	604.56	651.48	492.33
19 Depreciation and Amortization	132.72	83.63	74.95	79.17	151.88
20 Other Operations Expense	1,048.02	1,105.48	991.38	689.44	586.25
21 Income Taxes - Operating Taxes		808.48	(308.45)	(148.75)	(132.69)
22 Other Taxes - Operating Taxes	96.38	81.75	87.93	76.39	84.85
23 Capital Costs	50.54	(1,084.22)	(410.27)	(171.93)	(128.75)
24 Total	1,908.60	1,713.11	1,040.10	1,175.80	1,053.87

Nicholville Telephone Company, Inc.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$2,691,833	\$2,687,811	\$2,735,421	\$2,788,880	\$2,809,294
Central Office Assets	1,772,363	1,772,363	1,772,363	1,772,363	1,772,363
Information Origination/Termination	205,230	205,230	205,230	205,230	205,230
Cable And Wire Facilities	5,041,942	5,040,977	5,039,005	5,039,005	5,039,005
Amortizable Assets	150	150	150	150	150
Total Plant In Service	9,711,518	9,706,531	9,752,169	9,805,628	9,826,042
Property Held For Future Use					
Plant Under Construction					
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	9,711,518	9,706,531	9,752,169	9,805,628	9,826,042
Less Acc. Prov. For Depreciation & Amort.	8,816,573	8,685,874	8,649,194	8,612,318	8,529,539
Net Total Utility Plant	\$894,944	\$1,020,658	\$1,102,974	\$1,193,310	\$1,296,503
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	-0.28	-1.18	-1.15	0.00	0.13
Total Capitalization	\$5,520,446	(\$5,525,945)	(\$2,533,986)	(\$1,090,302)	\$2,052,002
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	14.1%	-8.1%	-21.1%	-59.5%	40.5%
Preferred Stock			-3.9%	-9.1%	4.9%
Common Stock & Retained Earnings	-152.0%	110.4%	131.5%	207.3%	32.5%
Short-Term Debt	238.0%	-2.4%	-6.4%	-38.6%	22.2%
Pretax Coverage of Interest Expense	-0.14	2.58	-7.11	-7.04	-0.92
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	17.4%	12.1%	38.5%	97.7%	-11.0%
Internal Cash Generated as a % of Cash Outflows for Construction	-225263.7%	-10392.7%	-13949.4%	-1648.0%	-2145.7%
CWIP as a % of Plant					

Current Assets	(3,997,122)	(3,326,978)	(3,006,091)	653	301,602
Current Liabilities	14,107,768	2,819,002	2,622,215	4,670,646	2,368,583
Total Capitalization	5,520,446	(5,525,945)	(2,533,986)	(1,090,302)	2,052,002
Long-Term Debt	777,147	444,933	535,147	649,069	830,826
Preferred Stock			99,700	99,700	99,700
Common Stock and Retained Earnings (Excl. Preferred Stock)	(8,393,300)	(6,102,862)	(3,331,099)	(2,260,023)	666,441
Short-Term Debt	13,136,599	131,984	162,266	420,952	455,035
Pretax Income	(151,477)	328,921	(1,214,015)	(815,353)	(115,503)
Interest Expense	1,106,204	127,386	170,633	115,744	124,945
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	(1,257,681)	(571,763)	(1,075,554)	(778,267)	(96,599)
Internal Cash	(11,233,902)	704,958	747,828	158,588	305,972
Cash Outflows for Construction	(4,987)	6,783	5,361	9,623	14,260
CWIP					
Total Plant	9,711,518	9,706,531	9,752,169	9,805,628	9,826,042
Shares Outstanding	820	820	820	820	820
Number of Employees	16	17	19	19	22

Ogden Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$243,279	(\$134,123)	(\$905,902)	(\$262,001)	\$232
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	800,538	820,240	976,753	890,161	763,926
Changes in Deferred Income Taxes	(81,585)	(158,866)	(117,467)	(146,888)	(122,618)
Changes in Working Capital	(54,669)	408,660	157,912	(125,855)	(49,563)
Capitalized AFDC - Equity					
Other	(127,152)	103,394	35,823	(6,531)	10,409
Total Non-Cash Items	537,132	1,173,428	1,053,021	610,887	602,153
Net Cash Provided From Operating Activities	<u>780,411</u>	<u>1,039,305</u>	<u>147,119</u>	<u>348,886</u>	<u>602,385</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	(439,609)	(391,302)	(348,957)	(149,504)	(658,502)
Purchase of Other Investments	(340,803)	(654,413)	331,411	(199,382)	56,117
Sale of Other Investments		6,410			
Other					
Net Cash Provided From Investing Activities	<u>(780,411)</u>	<u>(1,039,306)</u>	<u>(17,546)</u>	<u>(348,887)</u>	<u>(602,385)</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
Net Increase (Decrease) in Cash & Equivalents	(0)	(0)	129,573	(129,573)	(0)
Cash & Equivalents at Beginning of Year	(0)	(0)	(129,573)	0	0
Cash & Equivalents at End of Year	(\$0)	(\$0)	(\$0)	(\$129,573)	\$0

Ogden Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$4,279,181	\$3,945,048	\$4,358,963	\$4,936,990	\$5,554,161
2 Access Lines	4,737	5,680	6,314	7,126	8,016
DOLLAR AMOUNTS					
3 Wages and Benefits	\$563,935	\$698,109	\$804,935	\$712,575	\$775,134
4 Depreciation and Amortization	862,971	851,076	1,006,215	1,073,521	832,648
5 Other Operations Expense	1,986,366	1,967,519	3,320,689	2,961,310	3,365,900
6 Total Operation Expenses	3,413,272	3,516,703	5,131,840	4,747,406	4,973,682
7 Income Taxes - Operating Taxes	(65,912)	(2,224)	(685,446)	(105,037)	(262,842)
8 Other Taxes - Operating Taxes	654,418	431,741	560,117	556,617	569,011
9 Capital Costs	277,403	(1,171)	(647,548)	(261,996)	274,310
10 Total	\$4,279,181	\$3,945,048	\$4,358,963	\$4,936,990	\$5,554,161
PERCENT OF REVENUES					
11 Wages and Benefits	13.2	17.7	18.5	14.4	14.0
12 Depreciation and Amortization	20.2	21.6	23.1	21.7	15.0
13 Other Operations Expense	46.4	49.9	76.2	60.0	60.6
14 Income Taxes - Operating Taxes	(1.5)	(0.1)	(15.7)	(2.1)	(4.7)
15 Other Taxes - Operating Taxes	15.3	10.9	12.8	11.3	10.2
16 Capital Costs	6.5	(0.0)	(14.9)	(5.3)	4.9
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	119.05	122.91	127.48	100.00	96.70
19 Depreciation and Amortization	182.18	149.84	159.36	150.65	103.87
20 Other Operations Expense	419.33	346.39	525.92	415.56	419.90
21 Income Taxes - Operating Taxes	(13.91)	(0.39)	(108.56)	(14.74)	(32.79)
22 Other Taxes - Operating Taxes	138.15	76.01	88.71	78.11	70.98
23 Capital Costs	58.56	(0.21)	(102.56)	(36.77)	34.22
24 Total	903.35	694.55	690.36	692.81	692.88

Ogden Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$2,998,927	\$2,955,176	\$2,890,902	\$2,890,902	\$3,043,239
Central Office Assets	21,360,182	21,350,274	21,294,514	21,207,353	20,958,577
Information Origination/Termination	134,009	134,009	134,009	134,009	134,009
Cable And Wire Facilities	25,559,134	25,348,751	25,228,705	24,839,833	24,626,382
Amortizable Assets					
Total Plant In Service	50,052,251	49,788,210	49,548,130	49,072,096	48,762,206
Property Held For Future Use					
Plant Under Construction	431,904	256,339	105,114	102,616	263,002
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	50,484,155	50,044,549	49,653,244	49,174,712	49,025,208
Less Acc. Prov. For Depreciation & Amort.	45,052,024	44,251,486	43,431,246	42,454,494	41,564,332
Net Total Utility Plant	\$5,432,131	\$5,793,059	\$6,221,997	\$6,720,219	\$7,460,876
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.89	0.80	1.11	1.26	1.13
Total Capitalization	\$31,816,317	\$31,573,038	\$31,707,160	\$32,613,062	\$32,875,063
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	0.8%	-0.4%	-2.8%	-0.8%	0.0%
Internal Cash Generated as a % of Cash Outflows for Construction	177.5%	441.1%	221.4%	233.4%	91.5%
CWIP as a % of Plant	0.9%	0.5%	0.2%	0.2%	0.5%

Current Assets	944,931	1,055,436	1,257,373	1,387,902	1,373,816
Current Liabilities	1,061,869	1,323,161	1,131,648	1,105,799	1,218,766
Total Capitalization	31,816,317	31,573,038	31,707,160	32,613,062	32,875,063
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	31,816,317	31,573,038	31,707,160	32,613,062	32,875,063
Short-Term Debt					
Pretax Income	223,646	(136,347)	(1,333,068)	(367,038)	11,178
Interest Expense					
Common Dividends Paid					
Net Income	243,279	(134,123)	(905,902)	(262,001)	232
(Excl. Preferred Stock Dividends)					
Internal Cash	780,411	1,725,880	772,543	348,886	602,385
Cash Outflows for Construction	(439,609)	(391,302)	(348,957)	(149,504)	(658,502)
CWIP	431,904	256,339	105,114	102,616	263,002
Total Plant	50,484,155	50,044,549	49,653,244	49,174,712	49,025,208
Shares Outstanding	131,026	131,026	131,026	131,026	131,026
Number of Employees	7	8	8	9	10

Oneida County Rural Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$98,915	\$435,449	(\$34,512)	\$382,235	\$97,984
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	467,535	488,977	617,790	582,772	591,678
Changes in Deferred Income Taxes	(41,086)	(406,710)	(133,274)	(112,463)	(28,155)
Changes in Working Capital	698,229	(40,471)	120,844	326,287	92,778
Capitalized AFDC - Equity					
Other	(95,154)	(260,831)	(112,298)	(147,827)	(235,332)
Total Non-Cash Items	1,029,524	(219,035)	493,062	648,769	420,969
Net Cash Provided From Operating Activities	<u>1,128,439</u>	<u>216,414</u>	<u>458,550</u>	<u>1,031,004</u>	<u>518,953</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	(875,998)	(1,912,594)	(1,964,176)	(512,816)	(498,004)
Purchase of Other Investments	(725,801)	20,707	(994,830)	(1,038,507)	(733,090)
Sale of Other Investments	95,253	226,857	806,472	808,264	507,100
Other				713,947	
Net Cash Provided From Investing Activities	<u>(1,506,546)</u>	<u>(1,665,030)</u>	<u>(2,152,534)</u>	<u>(29,112)</u>	<u>(723,994)</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	673,672	1,147,836	1,158,509	(262,113)	19,446
Common Stock					
Preferred Stock		(500)	(100)	(200)	(5,600)
Short-Term Debt					
Dividends Paid	(2,892)	(2,907)	(2,922)	(2,928)	(3,108)
Other Financing					(29,677)
Net Cash Provided From Financing Activities	<u>670,780</u>	<u>1,144,429</u>	<u>1,155,487</u>	<u>(265,241)</u>	<u>(18,939)</u>
Net Increase (Decrease) in Cash & Equivalents	292,673	(304,186)	(538,497)	736,651	(223,980)
Cash & Equivalents at Beginning of Year	332,409	636,596	1,175,093	438,442	662,422
Cash & Equivalents at End of Year	\$625,082	\$332,409	\$636,596	\$1,175,093	\$438,442

Oneida County Rural Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$1,886,966	\$2,156,308	\$1,887,766	\$1,993,559	\$2,158,148
2 Access Lines	1,356	1,412	1,524	1,584	1,664
DOLLAR AMOUNTS					
3 Wages and Benefits	\$513,531	\$687,709	\$600,606	\$533,140	\$588,226
4 Depreciation and Amortization	454,594	476,037	510,454	462,616	505,243
5 Other Operations Expense	963,244	854,631	984,721	965,186	979,794
6 Total Operation Expenses	1,931,369	2,018,377	2,095,781	1,960,942	2,073,263
7 Income Taxes - Operating Taxes	(143,430)	(28,933)	(195,894)	(200,703)	(20,421)
8 Other Taxes - Operating Taxes	134,018	146,488	167,826	177,728	184,146
9 Capital Costs	(34,991)	20,376	(179,947)	55,592	(78,840)
10 Total	\$1,886,966	\$2,156,308	\$1,887,766	\$1,993,559	\$2,158,148
PERCENT OF REVENUES					
11 Wages and Benefits	27.2	31.9	31.8	26.7	27.3
12 Depreciation and Amortization	24.1	22.1	27.0	23.2	23.4
13 Other Operations Expense	51.0	39.6	52.2	48.4	45.4
14 Income Taxes - Operating Taxes	(7.6)	(1.3)	(10.4)	(10.1)	(0.9)
15 Other Taxes - Operating Taxes	7.1	6.8	8.9	8.9	8.5
16 Capital Costs	(1.9)	0.9	(9.5)	2.8	(3.7)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	378.71	487.05	394.10	336.58	353.50
19 Depreciation and Amortization	335.25	337.14	334.94	292.06	303.63
20 Other Operations Expense	710.36	605.26	646.14	609.33	588.82
21 Income Taxes - Operating Taxes	(105.77)	(20.49)	(128.54)	(126.71)	(12.27)
22 Other Taxes - Operating Taxes	98.83	103.75	110.12	112.20	110.66
23 Capital Costs	(25.80)	14.43	(118.08)	35.10	(47.38)
24 Total	1,391.57	1,527.13	1,238.69	1,258.56	1,296.96

**Oneida County Rural Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,**

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$7,005,045	\$7,161,910	\$3,985,936	\$4,050,556	\$3,973,260
Central Office Assets	2,664,177	2,324,594	2,295,374	2,724,014	2,664,229
Information Origination/Termination	10,776	11,137	11,161	11,383	11,577
Cable And Wire Facilities	6,867,555	6,083,485	5,966,555	5,802,544	5,599,023
Amortizable Assets	43,125	43,125	43,125	43,125	43,125
Total Plant In Service	16,590,678	15,624,251	12,302,151	12,631,622	12,291,214
Property Held For Future Use	8,029	55,577			
Plant Under Construction	38,061	233	1,636,547	9,720	
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	16,636,768	15,680,061	13,938,698	12,641,342	12,291,214
Less Acc. Prov. For Depreciation & Amort.	10,274,223	9,844,667	9,263,943	9,414,551	8,858,628
Net Total Utility Plant	\$6,362,545	\$5,835,394	\$4,674,755	\$3,226,791	\$3,432,586
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.77	1.63	1.34	2.24	1.97
Total Capitalization	\$16,941,402	\$16,601,629	\$13,775,783	\$13,233,024	\$13,098,693
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	35.4%	34.8%	30.3%	22.8%	25.0%
Preferred Stock	0.1%	0.1%	0.1%	0.1%	0.1%
Common Stock & Retained Earnings	64.5%	65.1%	69.6%	77.1%	74.9%
Short-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Pretax Coverage of Interest Expense	1.01	3.32	-0.27	3.36	2.43
Com. Stock Dividends as a % of Earnings	1.8%	0.4%	-5.0%	0.5%	1.8%
Return on Common Equity	0.9%	4.3%	-0.4%	3.8%	1.0%
Internal Cash Generated as a % of Cash Outflows for Construction	128.8%	11.3%	23.3%	201.0%	104.2%
CWIP as a % of Plant	0.2%	0.0%	11.7%	0.1%	0.0%

Current Assets	4,773,921	5,264,931	4,634,568	5,553,407	4,612,766
Current Liabilities	2,704,320	3,237,173	3,448,342	2,474,110	2,335,821
Total Capitalization	16,941,402	16,601,629	13,775,783	13,233,024	13,098,693
Long-Term Debt	5,990,669	5,781,997	4,169,161	3,010,652	3,272,765
Preferred Stock	18,750	18,750	19,250	19,350	19,550
Common Stock and Retained Earnings (Excl. Preferred Stock)	10,931,983	10,800,882	9,587,372	10,203,022	9,806,378
Short-Term Debt					
Pretax Income	153,429	421,332	(35,017)	417,080	315,586
Interest Expense	151,526	126,825	128,203	124,120	130,012
Common Dividends Paid	1,767	1,767	1,767	1,767	1,767
Net Income (Excl. Preferred Stock Dividends)	97,790	434,309	(35,667)	381,074	96,643
Internal Cash	1,128,439	216,414	458,550	1,031,004	518,953
Cash Outflows for Construction	(875,998)	(1,912,594)	(1,964,176)	(512,816)	(498,004)
CWIP	38,061	233	1,636,547	9,720	
Total Plant	16,636,768	15,680,061	13,938,698	12,641,342	12,291,214
Shares Outstanding	884	1,702	1,702	1,702	1,702
Number of Employees	13	11	11	11	11

Ontario Telephone Company, Inc.
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$32,481)	(\$286,515)	(\$160,181)	(\$28,548)	(\$39,708)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	501,068	476,810	561,810	589,363	598,232
Changes in Deferred Income Taxes	(251,762)	(256,078)	(107,964)	(87,111)	(49,599)
Changes in Working Capital	1,859,647	784,368	567,160	(38,852)	(91,822)
Capitalized AFDC - Equity					
Other	287,268	(346,107)	(392,427)	(81,311)	6,626
Total Non-Cash Items	2,396,221	658,993	628,579	382,089	463,437
Net Cash Provided From Operating Activities	2,363,740	372,478	468,398	353,541	423,729
Cash Flows from Investing Activities					
Cash Flows from Construction	(2,339,406)	(799,519)	(56,792)	(181,400)	(176,354)
Purchase of Other Investments	(960,775)	(494,498)	(303,451)	(1,080,929)	(1,635,743)
Sale of Other Investments	978,015	1,136,625	916,840	1,182,529	1,689,756
Other	(21,443)	70,605	22,917	(17,607)	28,103
Net Cash Provided From Investing Activities	(2,343,609)	(86,787)	579,514	(97,407)	(94,238)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	23,774	(8,487)	(938,507)	(281,781)	(272,782)
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid	(22,790)	(22,417)	(22,671)	(31,296)	(48,865)
Other Financing					
Net Cash Provided From Financing Activities	984	(30,904)	(961,178)	(313,077)	(321,647)
Net Increase (Decrease) in Cash & Equivalents	21,115	254,787	86,734	(56,943)	7,844
Cash & Equivalents at Beginning of Year	875,863	621,076	534,342	591,285	583,441
Cash & Equivalents at End of Year	\$896,978	\$875,863	\$621,076	\$534,342	\$591,285

Ontario Telephone Company, Inc.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$2,941,306	\$2,523,243	\$2,903,129	\$3,101,929	\$3,259,409
2 Access Lines	1,234	1,180	1,183	1,682	1,830
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,133,962	\$1,203,338	\$1,172,703	\$1,235,184	\$1,367,448
4 Depreciation and Amortization	501,068	476,810	561,810	589,363	598,232
5 Other Operations Expense	1,241,174	1,365,756	1,444,839	1,373,017	1,618,191
6 Total Operation Expenses	2,876,204	3,045,904	3,179,352	3,197,564	3,583,871
7 Income Taxes - Operating Taxes	(2,757)	(201,036)	(115,111)	(77,012)	(186,204)
8 Other Taxes - Operating Taxes	119,670	127,011	134,441	149,048	156,564
9 Capital Costs	(51,811)	(448,636)	(295,553)	(167,671)	(294,822)
10 Total	\$2,941,306	\$2,523,243	\$2,903,129	\$3,101,929	\$3,259,409
PERCENT OF REVENUES					
11 Wages and Benefits	38.6	47.7	40.4	39.8	42.0
12 Depreciation and Amortization	17.0	18.9	19.4	19.0	18.4
13 Other Operations Expense	42.2	54.1	49.8	44.3	49.6
14 Income Taxes - Operating Taxes	(0.1)	(8.0)	(4.0)	(2.5)	(5.7)
15 Other Taxes - Operating Taxes	4.1	5.0	4.6	4.8	4.8
16 Capital Costs	(1.8)	(17.8)	(10.2)	(5.4)	(9.0)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	918.93	1,019.78	991.30	734.35	747.24
19 Depreciation and Amortization	406.05	404.08	474.90	350.39	326.90
20 Other Operations Expense	1,005.81	1,157.42	1,221.33	816.30	884.26
21 Income Taxes - Operating Taxes	(2.23)	(170.37)	(97.30)	(45.79)	(101.75)
22 Other Taxes - Operating Taxes	96.98	107.64	113.64	88.61	85.55
23 Capital Costs	(41.99)	(380.20)	(249.83)	(99.69)	(161.10)
24 Total	2,383.55	2,138.34	2,454.04	1,844.19	1,781.10

Ontario Telephone Company, Inc.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
Plant In Service					
General Support Assets	\$3,237,995	\$2,234,403	\$2,371,640	\$2,566,977	\$2,447,861
Central Office Assets	3,018,584	2,937,775	3,006,643	3,075,933	3,198,256
Information Origination/Termination	41,301	41,093	48,925	70,360	98,686
Cable And Wire Facilities	5,500,842	5,439,753	6,790,032	6,758,750	6,741,126
Amortizable Assets	28,769				
Total Plant In Service	11,827,490	10,653,024	12,217,240	12,472,020	12,485,929
Property Held For Future Use					
Plant Under Construction	1,288,799	805,324	49,592	80,609	115,102
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	13,116,289	11,458,348	12,266,832	12,552,629	12,601,031
Less Acc. Prov. For Depreciation & Amort.	6,226,642	6,406,376	6,904,070	6,718,681	6,362,020
Net Total Utility Plant	\$6,889,647	\$5,051,972	\$5,362,762	\$5,833,948	\$6,239,010
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	2.23	5.74	3.69	3.66	2.87
Total Capitalization	\$8,051,831	\$8,113,606	\$8,382,115	\$9,242,021	\$9,555,069
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					0.5%
Preferred Stock					
Common Stock & Retained Earnings	98.7%	99.0%	99.0%	98.5%	96.3%
Short-Term Debt	1.3%	1.0%	1.0%	1.5%	3.2%
Pretax Coverage of Interest Expense	-5.79	-131.44	-44.12	-9.99	-8.36
Com. Stock Dividends as a % of Earnings	-66.2%	-7.9%	-14.1%	-86.3%	-123.1%
Return on Common Equity	-0.4%	-3.5%	-1.8%	-0.3%	-0.4%
Internal Cash Generated as a % of Cash Outflows for Construction	101.0%	46.6%	824.8%	194.9%	240.3%
CWIP as a % of Plant	9.8%	7.0%	0.4%	0.6%	0.9%

Current Assets	2,152,465	3,776,889	4,614,176	4,886,037	5,351,463
Current Liabilities	964,346	657,601	1,250,558	1,335,978	1,861,720
Total Capitalization	8,051,831	8,113,606	8,382,115	9,242,021	9,555,069
Long-Term Debt					51,622
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	7,948,691	8,034,240	8,294,262	9,106,929	9,201,652
Short-Term Debt	103,140	79,366	87,853	135,092	301,795
Pretax Income	(31,200)	(538,496)	(262,112)	(105,132)	(112,209)
Interest Expense	5,390	4,097	5,941	10,527	13,430
Common Dividends Paid	21,492	22,519	22,605	24,642	48,865
Net Income (Excl. Preferred Stock Dividends)	(32,481)	(286,515)	(160,181)	(28,548)	(39,708)
Internal Cash	2,363,740	372,478	468,398	353,541	423,729
Cash Outflows for Construction	(2,339,406)	(799,519)	(56,792)	(181,400)	(176,354)
CWIP	1,288,799	805,324	49,592	80,609	115,102
Total Plant	13,116,289	11,458,348	12,266,832	12,552,629	12,601,031
Shares Outstanding	230,000	230,000	230,000	230,000	230,000
Number of Employees	17	14	27	27	28

Oriskany Falls Telephone Corporation
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income			\$38,612	\$52,245	\$22,192
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization			167,231	165,673	152,321
Changes in Deferred Income Taxes			(46,955)	(45,022)	(34,205)
Changes in Working Capital			9,971	3,643	(9,254)
Capitalized AFDC - Equity			0	0	0
Other			9,601	12,064	22,711
Total Non-Cash Items	0		139,848	136,358	131,573
Net Cash Provided From Operating Activities	0		178,460	188,603	153,765
Cash Flows from Investing Activities					
Cash Flows from Construction			(11,391)	(11,636)	(8,113)
Purchase of Other Investments					
Sale of Other Investments				(655)	(5,529)
Other					
Net Cash Provided From Investing Activities	0		(11,391)	(12,291)	(13,642)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					(123,000)
Other Financing					
Net Cash Provided From Financing Activities	0		0	0	(123,000)
Net Increase (Decrease) in Cash & Equivalents	0		167,069	176,312	17,123
Cash & Equivalents at Beginning of Year	0		585,590	409,278	392,155
Cash & Equivalents at End of Year	\$0		\$752,659	\$585,590	\$409,278

needed to be audit

Oriskany Falls Telephone Corporation
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues			\$478,997	\$489,580	\$463,951
2 Access Lines			280	294	321
DOLLAR AMOUNTS					
3 Wages and Benefits			\$90,579	\$89,439	\$86,883
4 Depreciation and Amortization			167,231	165,673	152,321
5 Other Operations Expense			137,033	126,447	157,139
6 Total Operation Expenses			394,843	381,559	396,343
7 Income Taxes - Operating Taxes			20,151	27,833	11,679
8 Other Taxes - Operating Taxes			26,441	28,460	33,697
9 Capital Costs	0		37,562	51,728	22,232
10 Total	\$0		\$478,997	\$489,580	\$463,951
PERCENT OF REVENUES					
11 Wages and Benefits	#DIV/0!		18.9	18.3	18.7
12 Depreciation and Amortization	#DIV/0!		34.9	33.8	32.8
13 Other Operations Expense	#DIV/0!		28.6	25.8	33.9
14 Income Taxes - Operating Taxes	#DIV/0!		4.2	5.7	2.5
15 Other Taxes - Operating Taxes	#DIV/0!		5.5	5.8	7.3
16 Capital Costs	#DIV/0!		7.8	10.6	4.8
17 Total	#DIV/0!		100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	#DIV/0!		323.50	304.21	270.66
19 Depreciation and Amortization	#DIV/0!		597.25	563.51	474.52
20 Other Operations Expense	#DIV/0!		489.40	430.09	489.53
21 Income Taxes - Operating Taxes	#DIV/0!		71.97	94.67	36.38
22 Other Taxes - Operating Taxes	#DIV/0!		94.43	96.80	104.98
23 Capital Costs	#DIV/0!		134.15	175.95	69.26
24 Total	#DIV/0!		1,710.70	1,665.24	1,445.33

Oriskany Falls Telephone Corporation
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2016	2015	2014
TELECOMMUNICATIONS PLANT				
<u>Plant In Service</u>				
General Support Assets		\$108,040	\$108,040	\$108,040
Central Office Assets		407,138	407,138	407,138
Information Origination/Termination		0	0	0
Cable And Wire Facilities		985,342	983,941	979,049
Amortizable Assets		13,102	17,984	17,368
Total Plant In Service	0	1,513,622	1,517,103	1,511,595
Property Held For Future Use				
Plant Under Construction		5,362		968
Tel. Acquisition				
Other Plant				
Nonoperating Plant				
Goodwill				
Total Telecommunications Plant	0	1,518,984	1,517,103	1,512,563
Less Acc. Prov. For Depreciation & Amort.		1,279,838	1,122,120	964,199
Net Total Utility Plant	\$0	\$239,146	\$394,983	\$548,364
SELECTED RATIOS AND STATISTICS				
Current Assets / Current Liabilities	#DIV/0!	8.92	6.08	5.90
Total Capitalization	\$0	\$949,615	\$911,003	\$858,758
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>				
Long-Term Debt	#DIV/0!	0.0%	0.0%	0.0%
Preferred Stock	#DIV/0!	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	#DIV/0!	100.0%	100.0%	100.0%
Short-Term Debt	#DIV/0!	0.0%	0.0%	0.0%
Pretax Coverage of Interest Expense	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Com. Stock Dividends as a % of Earnings	#DIV/0!	0.0%	0.0%	554.3%
Return on Common Equity	#DIV/0!	4.2%	5.9%	2.4%
Internal Cash Generated as a % of Cash Outflows for Construction	#DIV/0!	1566.7%	1620.9%	1895.3%
CWIP as a % of Plant	#DIV/0!	0.4%	0.0%	0.1%

Current Assets	818,691	681,261	478,608
Current Liabilities	91,761	112,024	81,132
Total Capitalization	949,615	911,003	858,758
Long-Term Debt			
Preferred Stock			
Common Stock and Retained Earnings (Excl. Preferred Stock)	949,615	911,003	858,758
Short-Term Debt			
Pretax Income	59,427	80,359	34,282
Interest Expense			
Common Dividends Paid			123,000
Net Income (Excl. Preferred Stock Dividends)	38,612	52,245	22,192
Internal Cash	178,460	188,603	153,765
Cash Outflows for Construction	(11,391)	(11,636)	(8,113)
CWIP	5,362		968
Total Plant	1,518,984	1,517,103	1,512,563
Shares Outstanding	100	100	100
Number of Employees	0	0	0

Pattersonville Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$984)	\$27,915	(\$77,511)	(\$81,553)	\$51,521
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	54,481	53,339	53,211	62,084	63,649
Changes in Deferred Income Taxes					
Changes in Working Capital	187,607	(28,420)	(30,921)	44,349	(16,117)
Capitalized AFDC - Equity					
Other	70,492	74,163	76,922	(24,944)	651
Total Non-Cash Items	312,580	99,082	99,212	81,489	48,182
Net Cash Provided From Operating Activities	311,596	126,997	21,701	(63)	99,703
Cash Flows from Investing Activities					
Cash Flows from Construction	(592,897)	(40,077)	(15,440)	(16,240)	(21,960)
Purchase of Other Investments					
Sale of Other Investments					
Other	(1,277)	(1,222)	(8,496)	(6,921)	(3,760)
Net Cash Provided From Investing Activities	(594,174)	(41,299)	(23,936)	(23,161)	(25,719)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock		(650)			
Preferred Stock					
Short-Term Debt					
Dividends Paid				(67,200)	(84,000)
Other Financing		(5,200)			
Net Cash Provided From Financing Activities		(5,850)		(67,200)	(84,000)
Net Increase (Decrease) in Cash & Equivalents	(282,578)	79,848	(2,235)	(90,424)	(10,016)
Cash & Equivalents at Beginning of Year	557,293	477,445	479,681	570,105	580,121
Cash & Equivalents at End of Year	\$274,714	\$557,293	\$477,445	\$479,681	\$570,105

**Pattersonville Telephone Company
Distribution of Telephone Revenues
Years ended December 31,**

	2018	2017	2016	2015	2014
1 Revenues	\$996,833	\$1,057,229	\$1,110,697	\$961,793	\$1,073,384
2 Access Lines	509	577	617	627	667
DOLLAR AMOUNTS					
3 Wages and Benefits	\$536,178	\$549,112	\$619,746	\$617,484	\$617,289
4 Depreciation and Amortization	54,481	53,339	53,211	62,084	63,649
5 Other Operations Expense	296,428	297,358	343,030	327,066	297,176
6 Total Operation Expenses	887,088	899,809	1,015,988	1,006,634	978,114
7 Income Taxes - Operating Taxes	13,511	36,183	3,548	(36,125)	16,476
8 Other Taxes - Operating Taxes	57,105	58,230	60,068	61,206	59,266
9 Capital Costs	39,129	63,007	31,093	(69,922)	19,528
10 Total	\$996,833	\$1,057,229	\$1,110,697	\$961,793	\$1,073,384
PERCENT OF REVENUES					
11 Wages and Benefits	53.8	51.9	55.8	64.2	57.5
12 Depreciation and Amortization	5.5	5.0	4.8	6.5	5.9
13 Other Operations Expense	29.7	28.1	30.9	34.0	27.7
14 Income Taxes - Operating Taxes	1.4	3.4	0.3	(3.8)	1.5
15 Other Taxes - Operating Taxes	5.7	5.5	5.4	6.4	5.5
16 Capital Costs	3.9	6.0	2.8	(7.3)	1.8
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	1,053.40	951.67	1,004.45	984.82	925.47
19 Depreciation and Amortization	107.03	92.44	86.24	99.02	95.43
20 Other Operations Expense	582.37	515.35	555.96	521.64	445.54
21 Income Taxes - Operating Taxes	26.54	62.71	5.75	(57.62)	24.70
22 Other Taxes - Operating Taxes	112.19	100.92	97.35	97.62	88.85
23 Capital Costs	76.88	109.20	50.39	(111.52)	29.28
24 Total	1,958.41	1,832.29	1,800.16	1,533.96	1,609.27

**Pattersonville Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,**

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
Plant In Service					
General Support Assets	\$824,603	\$748,401	\$749,310	\$806,912	\$806,912
Central Office Assets	1,372,410	1,372,410	1,372,410	1,368,716	1,368,716
Information Origination/Termination					
Cable And Wire Facilities	1,873,715	1,867,384	1,861,320	1,849,370	1,847,863
Amortizable Assets					
Total Plant In Service	4,070,728	3,988,196	3,983,041	4,024,998	4,023,492
Property Held For Future Use					
Plant Under Construction	475,727	48,223	16,524	21,799	11,226
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	4,546,456	4,036,419	3,999,565	4,046,797	4,034,718
Less Acc. Prov. For Depreciation & Amort.	3,838,595	3,868,251	3,819,358	3,837,315	3,786,314
Net Total Utility Plant	\$707,860	\$168,168	\$180,207	\$209,482	\$248,405
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.83	12.17	7.02	5.75	8.51
Total Capitalization	\$1,023,128	\$1,024,112	\$1,002,047	\$1,079,558	\$1,228,311
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	#DIV/0!	#DIV/0!	-87013.52	-102327.29	54398.26
Com. Stock Dividends as a % of Earnings				-82.4%	163.0%
Return on Common Equity	-0.2%	2.8%	-7.4%	-7.1%	4.1%
Internal Cash Generated as a % of Cash Outflows for Construction	52.6%	316.9%	140.5%	-0.4%	454.0%
CWIP as a % of Plant	10.5%	1.2%	0.4%	0.5%	0.3%

Current Assets	471,528	755,726	677,246	674,032	773,595
Current Liabilities	257,290	62,077	96,512	117,170	90,868
Total Capitalization	1,023,128	1,024,112	1,002,047	1,079,558	1,228,311
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	1,023,128	1,024,112	1,002,047	1,079,558	1,228,311
Short-Term Debt					
Pretax Income	12,527	64,098	(73,961)	(117,676)	67,998
Interest Expense			1	1	1
Common Dividends Paid				67,200	84,000
Net Income (Excl. Preferred Stock Dividends)	(984)	27,915	(77,511)	(81,553)	51,521
Internal Cash	311,595	126,997	21,701	(63)	99,703
Cash Outflows for Construction	(592,897)	(40,077)	(15,440)	(16,240)	(21,960)
CWIP	475,727	48,223	16,524	21,799	11,226
Total Plant	4,546,456	4,036,419	3,999,565	4,046,797	4,034,718
Shares Outstanding	1,667	1,667	1,680	1,680	1,680
Number of Employees	6	6	6	6	6

Port Byron Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$252,575	\$181,962	\$75,532	\$55,954	(\$84,249)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	418,101	410,081	401,592	373,127	332,904
Changes in Deferred Income Taxes	(15,342)	(111,159)	(34,633)	(2,494)	34,351
Changes in Working Capital	(36,895)	(279,913)	23,950	(7,138)	31,473
Capitalized AFDC - Equity					
Other	262,051	33,293	(31,261)	(9,706)	(33,315)
Total Non-Cash Items	627,915	52,302	359,648	353,789	365,413
Net Cash Provided From Operating Activities	880,490	234,264	435,180	409,743	281,164
Cash Flows from Investing Activities					
Cash Flows from Construction	(647,196)	(393,158)	(137,447)	(245,285)	(135,897)
Purchase of Other Investments					
Sale of Other Investments	(2,833)	(393)	(16,967)	(21,664)	14,822
Other					
Net Cash Provided From Investing Activities	(650,030)	(393,551)	(154,414)	(266,949)	(121,075)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities	0	0	0	0	0
Net Increase (Decrease) in Cash & Equivalents	230,460	(159,287)	280,766	142,794	160,089
Cash & Equivalents at Beginning of Year	2,419,086	2,578,373	2,297,607	2,154,813	1,994,724
Cash & Equivalents at End of Year	\$2,649,547	\$2,419,086	\$2,578,373	\$2,297,607	\$2,154,813

**Port Byron Telephone Company
Distribution of Telephone Revenues
Years ended December 31,**

	2018	2017	2016	2015	2014
1 Revenues	\$2,425,176	\$2,408,784	\$2,311,597	\$2,214,237	\$1,904,699
2 Access Lines	1,448	1,543	1,652	1,710	1,850
DOLLAR AMOUNTS					
3 Wages and Benefits	\$781,410	\$780,167	\$788,892	\$741,131	\$739,698
4 Depreciation and Amortization	418,101	410,083	401,592	373,127	332,904
5 Other Operations Expense	860,001	901,551	891,139	896,782	830,471
6 Total Operation Expenses	2,059,512	2,091,801	2,081,623	2,011,040	1,903,073
7 Income Taxes - Operating Taxes	32,006	21,245	38,583	29,354	(45,788)
8 Other Taxes - Operating Taxes	121,015	126,964	121,298	121,913	132,416
9 Capital Costs	212,643	168,774	70,093	51,930	(85,002)
10 Total	\$2,425,176	\$2,408,784	\$2,311,597	\$2,214,237	\$1,904,699
PERCENT OF REVENUES					
11 Wages and Benefits	32.2	32.4	34.1	33.5	38.8
12 Depreciation and Amortization	17.2	17.0	17.4	16.9	17.5
13 Other Operations Expense	35.5	37.4	38.6	40.5	43.6
14 Income Taxes - Operating Taxes	1.3	0.9	1.7	1.3	(2.4)
15 Other Taxes - Operating Taxes	5.0	5.3	5.2	5.5	7.0
16 Capital Costs	8.8	7.0	3.0	2.3	(4.5)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	539.65	505.62	477.54	433.41	399.84
19 Depreciation and Amortization	288.74	265.77	243.09	218.20	179.95
20 Other Operations Expense	593.92	584.28	539.43	524.43	448.90
21 Income Taxes - Operating Taxes	22.10	13.77	23.36	17.17	(24.75)
22 Other Taxes - Operating Taxes	83.57	82.28	73.42	71.29	71.58
23 Capital Costs	146.85	109.38	42.43	30.37	(45.95)
24 Total	1,674.85	1,561.10	1,399.27	1,294.88	1,029.57

Port Byron Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$741,187	\$774,807	\$804,808	\$772,811	\$761,628
Central Office Assets	2,234,793	2,227,552	2,247,474	2,531,589	3,803,413
Information Origination/Termination	38,738	38,738	38,738	38,738	38,738
Cable And Wire Facilities	6,077,686	6,045,067	6,022,892	5,994,238	5,968,678
Amortizable Assets	43,149	72,897	73,988	100,596	97,644
Total Plant In Service	9,135,553	9,159,061	9,187,900	9,437,972	10,670,101
Property Held For Future Use					
Plant Under Construction	901,502	332,114	8,342	23,240	23,364
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	10,037,055	9,491,175	9,196,242	9,461,212	10,693,465
Less Acc. Prov. For Depreciation & Amort.	7,908,819	7,594,865	7,283,400	7,301,194	8,427,267
Net Total Utility Plant	\$2,128,236	\$1,896,310	\$1,912,842	\$2,160,018	\$2,266,198
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	3.21	7.77	9.27	9.25	11.46
Total Capitalization	\$4,641,514	\$4,418,256	\$4,244,342	\$4,171,103	\$4,136,488
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Pretax Coverage of Interest Expense	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Com. Stock Dividends as a % of Earnings	0.0%	0.0%	0.0%	0.0%	0.0%
Return on Common Equity	5.6%	4.2%	1.8%	1.3%	-2.0%
Internal Cash Generated as a % of Cash Outflows for Construction	136.0%	59.6%	316.6%	167.0%	206.9%
CWIP as a % of Plant	9.0%	3.5%	0.1%	0.2%	0.2%

Current Assets	4,026,195	3,170,289	3,003,572	2,708,487	2,473,916
Current Liabilities	1,252,716	407,884	324,099	292,921	215,858
Total Capitalization	4,641,514	4,418,256	4,244,342	4,171,103	4,136,488
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	4,641,514	4,418,256	4,244,342	4,171,103	4,136,488
Short-Term Debt					
Pretax Income	295,260	210,178	116,213	86,208	(129,391)
Interest Expense					
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	252,575	181,962	75,532	55,954	(84,249)
Internal Cash	880,490	234,264	435,180	409,743	281,164
Cash Outflows for Construction	(647,196)	(393,158)	(137,447)	(245,285)	(135,897)
CWIP	901,502	332,114	8,342	23,240	23,364
Total Plant	10,037,055	9,491,175	9,196,242	9,461,212	10,693,465
Shares Outstanding	1,330	1,330	1,330	1,330	1,330
Number of Employees	3	3	3	3	3

State Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$674,995	\$455,556	\$402,349	(\$30,615)	\$102,128
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	896,602	860,643	909,195	939,603	971,771
Changes in Deferred Income Taxes					51,024
Changes in Working Capital	(307,043)	261,288	8,519	390,901	(90,827)
Capitalized AFDC - Equity					
Other		803,654	79,228		
Total Non-Cash Items	589,559	1,925,585	996,942	1,330,504	931,968
Net Cash Provided From Operating Activities	<u>1,264,554</u>	<u>2,381,141</u>	<u>1,399,291</u>	<u>1,299,889</u>	<u>1,034,096</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	(5,340,294)	(2,371,829)	(359,812)	(305,226)	(472,726)
Purchase of Other Investments					
Sale of Other Investments					
Other	5,393,352				
Net Cash Provided From Investing Activities	<u>53,058</u>	<u>(2,371,829)</u>	<u>(359,812)</u>	<u>(305,226)</u>	<u>(472,726)</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt	(189,536)	(114,494)	(225,309)		
Common Stock		(5,075)			
Preferred Stock					
Short-Term Debt		(111,666)	(110,001)	(111,919)	(152,345)
Dividends Paid	(95,904)	(96,000)	(80,000)		
Other Financing	(1,773,029)	(536,346)	328,026	(448,560)	(219,425)
Net Cash Provided From Financing Activities	<u>(2,058,469)</u>	<u>(863,581)</u>	<u>(87,284)</u>	<u>(560,479)</u>	<u>(371,770)</u>
Net Increase (Decrease) in Cash & Equivalents	(740,857)	(854,269)	952,195	434,184	189,600
Cash & Equivalents at Beginning of Year	851,546	1,705,815	753,620	319,436	129,836
Cash & Equivalents at End of Year	\$110,689	\$851,546	\$1,705,815	\$753,620	\$319,436

State Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$5,431,850	\$5,316,747	\$5,004,842	\$4,784,890	\$4,558,297
2 Access Lines	4,238	4,462	4,731	4,876	5,071
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,933,740	\$1,905,703	\$1,659,097	\$1,832,323	\$1,724,453
4 Depreciation and Amortization	896,602	860,643	909,194	939,603	971,771
5 Other Operations Expense	1,646,135	1,580,242	1,564,385	1,677,532	1,586,022
6 Total Operation Expenses	4,476,477	4,346,588	4,132,676	4,449,458	4,282,246
7 Income Taxes - Operating Taxes	164,374	210,857	162,709	(9,122)	(192,575)
8 Other Taxes - Operating Taxes	282,503	283,233	291,330	351,658	334,977
9 Capital Costs	508,496	476,069	418,127	(7,104)	133,649
10 Total	\$5,431,850	\$5,316,747	\$5,004,842	\$4,784,890	\$4,558,297
PERCENT OF REVENUES					
11 Wages and Benefits	35.6	35.8	33.1	38.3	37.8
12 Depreciation and Amortization	16.5	16.2	18.2	19.6	21.3
13 Other Operations Expense	30.3	29.7	31.3	35.1	34.8
14 Income Taxes - Operating Taxes	3.0	4.0	3.3	(0.2)	(4.2)
15 Other Taxes - Operating Taxes	5.2	5.3	5.8	7.3	7.3
16 Capital Costs	9.4	9.0	8.4	(0.1)	2.9
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	456.29	427.10	350.69	375.78	340.06
19 Depreciation and Amortization	211.56	192.88	192.18	192.70	191.63
20 Other Operations Expense	388.42	354.16	330.67	344.04	312.76
21 Income Taxes - Operating Taxes	38.79	47.26	34.39	(1.87)	(37.98)
22 Other Taxes - Operating Taxes	66.66	63.48	61.58	72.12	66.06
23 Capital Costs	119.98	106.69	88.38	(1.46)	26.36
24 Total	1,281.70	1,191.56	1,057.88	981.31	898.90

State Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$2,608,537	\$2,505,447	\$2,259,531	\$2,149,518	\$2,375,272
Central Office Assets	5,613,027	5,399,745	5,192,268	9,260,871	8,995,835
Information Origination/Termination	4,425,119	3,296,853	3,140,536	3,098,124	3,098,124
Cable And Wire Facilities	11,657,111	11,657,111	11,657,111	11,664,862	11,687,162
Amortizable Assets					
Total Plant In Service	24,303,794	22,859,156	22,249,446	26,173,375	26,156,393
Property Held For Future Use					
Plant Under Construction	360,513	1,744,844			
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	24,664,307	24,604,000	22,249,446	26,173,375	26,156,393
Less Acc. Prov. For Depreciation & Amort.	18,898,913	18,002,311	17,158,943	20,530,983	19,875,474
Net Total Utility Plant	\$5,765,394	\$6,601,689	\$5,090,503	\$5,642,392	\$6,280,919
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.69	1.41	4.39	2.62	0.67
Total Capitalization	\$7,472,784	\$5,591,942	\$5,791,935	\$5,607,751	\$6,615,780
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	3.9%	8.5%	10.2%	16.7%	
Preferred Stock					
Common Stock & Retained Earnings	74.0%	89.3%	84.9%	79.4%	80.0%
Short-Term Debt	22.2%	2.2%	4.9%	4.0%	20.0%
Pretax Coverage of Interest Expense	19.11	18.48	13.13	0.26	-0.50
Com. Stock Dividends as a % of Earnings	-14.2%	-21.1%	-19.9%		
Return on Common Equity	12.8%	9.2%	8.6%	-0.6%	2.0%
Internal Cash Generated as a % of Cash Outflows for Construction	23.7%	100.4%	388.9%	425.9%	218.8%
CWIP as a % of Plant					

Current Assets	4,276,235	1,548,629	1,841,734	1,112,769	1,046,609
Current Liabilities	2,531,056	1,098,034	419,557	425,490	1,569,363
Total Capitalization	7,472,784	5,591,942	5,791,935	5,607,751	6,615,780
Long-Term Debt	287,948	477,484	591,978	934,062	
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	5,528,545	4,991,312	4,917,249	4,452,022	5,293,132
Short-Term Debt	1,656,291	123,146	282,708	221,667	1,322,648
Pretax Income	885,728	704,539	611,650	14,011	(30,097)
Interest Expense	46,359	38,126	46,592	53,748	60,350
Common Dividends Paid	(95,904)	(96,000)	(80,000)		
Net Income (Excl. Preferred Stock Dividends)	674,995	455,556	402,349	(30,615)	102,128
Internal Cash	1,264,554	2,381,141	1,399,291	1,299,889	1,034,096
Cash Outflows for Construction	(5,340,294)	(2,371,829)	(359,812)	(305,226)	(472,726)
CWIP	360,513	1,744,844			
Total Plant	24,664,307	24,604,000	22,249,446	26,173,375	26,156,393
Shares Outstanding	7,548		8,000	8,000	8,000
Number of Employees	24	23	24	26	25

**Taconic Telephone Corp.
Statement of Cash Flows
For the Year Ended December 31,**

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$2,157,244	\$9,034,934	\$6,102,222	\$6,355,132	\$4,589,319
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	2,566,257	1,941,773	2,592,139	2,558,005	2,456,100
Changes in Deferred Income Taxes	3,663,646	(170,062)	(178,853)	(99,864)	(217,990)
Changes in Working Capital	(7,801,166)	(4,245,064)	(184,626)	(30,685)	(1,027,986)
Capitalized AFDC - Equity	0	0	0	0	0
Other	(20,808,793)	(7,265,150)	(6,862,450)	(6,563,129)	(4,228,263)
Total Non-Cash Items	(22,380,056)	(9,738,503)	(4,633,790)	(4,135,673)	(3,018,139)
Net Cash Provided From Operating Activities	(20,222,812)	(703,569)	1,468,432	2,219,459	1,571,180
Cash Flows from Investing Activities					
Cash Flows from Construction	(466,268)	703,569	(1,468,433)	(2,219,461)	(1,571,177)
Purchase of Other Investments					
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	(466,268)	703,569	(1,468,433)	(2,219,461)	(1,571,177)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing	20,688,180				
Net Cash Provided From Financing Activities	20,688,180	0	0	0	0
Net Increase (Decrease) in Cash & Equivalents	(900)	(0)	(1)	0	0
Cash & Equivalents at Beginning of Year	900	900	900	900	900
Cash & Equivalents at End of Year	(\$0)	\$900	\$900	\$900	\$900

Taconic Telephone Corp.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$14,390,569	\$14,524,092	\$14,354,397	\$14,788,530	\$15,675,754
2 Access Lines	13,211	14,020	15,104	16,362	17,719
DOLLAR AMOUNTS					
3 Wages and Benefits	6,201,527	4,025,675	3,605,272	3,414,882	3,247,744
4 Depreciation and Amortization	2,566,257	1,941,773	2,592,139	2,558,005	2,456,100
5 Other Operations Expense	4,891,538	6,705,907	7,166,924	6,475,700	7,534,930
6 Total Operation Expenses	13,659,322	12,673,355	13,364,335	12,448,587	13,238,774
7 Income Taxes - Operating Taxes	(2,620,672)	(892,056)	186,537	505,293	434,637
8 Other Taxes - Operating Taxes	1,104,588	529,376	562,693	719,027	871,045
9 Capital Costs	2,247,331	2,213,417	240,832	1,115,623	1,131,298
10 Total	\$14,390,569	\$14,524,092	\$14,354,397	\$14,788,530	\$15,675,754
PERCENT OF REVENUES					
11 Wages and Benefits	43.1	27.7	25.1	23.1	20.7
12 Depreciation and Amortization	17.8	13.4	18.1	17.3	15.7
13 Other Operations Expense	34.0	46.2	49.9	43.8	48.1
14 Income Taxes - Operating Taxes	(18.2)	(6.1)	1.3	3.4	2.8
15 Other Taxes - Operating Taxes	7.7	3.6	3.9	4.9	5.6
16 Capital Costs	15.6	15.2	1.7	7.5	7.2
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	469.42	287.14	238.70	208.71	183.29
19 Depreciation and Amortization	194.25	138.50	171.62	156.34	138.61
20 Other Operations Expense	370.26	478.31	474.51	395.78	425.25
21 Income Taxes - Operating Taxes	(198.37)	(63.63)	12.35	30.88	24.53
22 Other Taxes - Operating Taxes	83.61	37.76	37.25	43.94	49.16
23 Capital Costs	170.11	157.88	15.94	68.18	63.85
24 Total	1,089.29	1,035.96	950.37	903.83	884.69

Taconic Telephone Corp.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$9,102,155	\$8,893,114	\$8,585,655	\$8,370,818	\$8,344,751
Central Office Assets	32,810,832	31,399,739	30,809,623	30,749,734	29,996,377
Information Origination/Termination					
Cable And Wire Facilities	38,109,726	37,265,992	36,614,771	35,690,348	34,530,949
Amortizable Assets					
Total Plant In Service	80,022,713	77,558,845	76,010,049	74,810,900	72,872,077
Property Held For Future Use					
Plant Under Construction	1,800,635	(559,471)	1,201,988	2,205,951	3,343,589
Tel. Acquisition					
Other Plant					
Nonoperating Plant		359,964	359,964	359,964	359,964
Goodwill					
Total Telecommunications Plant	81,823,348	77,359,338	77,572,001	77,376,815	76,575,630
Less Acc. Prov. For Depreciation & Amort.	67,142,107	60,578,108	58,857,207	57,435,544	56,553,231
Net Total Utility Plant	\$14,681,241	\$16,781,230	\$18,714,794	\$19,941,270	\$20,022,399
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	15.02	1.17	0.96	0.90	0.93
Total Capitalization	\$24,641,709	\$14,421,328	\$16,313,347	\$17,480,091	\$17,448,080
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	-57.4%	0.0%	0.0%	0.0%	0.0%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	157.4%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Pretax Coverage of Interest Expense	-14.99	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Com. Stock Dividends as a % of Earnings	0.0%	0.0%	0.0%	0.0%	0.0%
Return on Common Equity	8.1%	37.7%	18.8%	21.1%	16.6%
Internal Cash Generated as a % of Cash Outflows for Construction	-4337.2%	100.0%	99.0%	100.0%	100.0%
CWIP as a % of Plant	2.2%	-0.7%	1.5%	2.9%	4.4%

Current Assets	10,834,495	8,268,849	4,162,088	4,132,545	4,947,370
Current Liabilities	721,288	7,069,176	4,343,830	4,610,883	5,305,821
Total Capitalization	24,641,709	14,421,328	16,313,347	17,480,091	17,448,080
Long-Term Debt	(14,146,816)				
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	38,788,525	14,421,328	16,313,347	17,480,091	17,448,080
Short-Term Debt					
Pretax Income	(496,844)	4,287,799	3,444,940	4,394,333	3,453,072
Interest Expense	33,140				
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	2,157,244	5,800,715	3,168,652	3,685,288	2,848,138
Internal Cash	(20,222,812)	(703,569)	1,453,526	2,219,459	1,571,180
Cash Outflows for Construction	(466,268)	703,569	(1,468,433)	(2,219,461)	(1,571,177)
CWIP	1,800,635	(559,471)	1,201,988	2,205,951	3,343,589
Total Plant	81,823,348	77,359,338	77,572,001	77,376,815	76,575,630
Shares Outstanding	80,000	80,000	80,000	60,219	60,219
Number of Employees	45	45	46	50	49

Township Telephone Company, Inc.
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$107,772	\$109,367	\$144,413	(\$219,216)	(\$423,348)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	827,475	821,679	833,032	838,884	805,702
Changes in Deferred Income Taxes	67,863	(303,987)	(82,345)	(158,204)	(134,070)
Changes in Working Capital	(1,713,455)	(28,165)	(110,652)	10,014	(90,091)
Capitalized AFDC - Equity	0	0	0	0	0
Other	(24,556)	9,175	(116,103)	(40,960)	(44,925)
Total Non-Cash Items	(842,674)	498,702	523,932	649,734	536,616
Net Cash Provided From Operating Activities	<u>(734,902)</u>	<u>608,069</u>	<u>668,345</u>	<u>430,518</u>	<u>113,268</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	(965,243)	(235,045)	(283,973)	(327,624)	(166,433)
Purchase of Other Investments					
Sale of Other Investments	(10,279)	(7,408)	(9,611)	502	(12,162)
Other					
Net Cash Provided From Investing Activities	<u>(975,521)</u>	<u>(242,453)</u>	<u>(293,584)</u>	<u>(327,122)</u>	<u>(178,595)</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid		(481,000)			
Other Financing	500,000				
Net Cash Provided From Financing Activities	<u>500,000</u>	<u>(481,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Increase (Decrease) in Cash & Equivalents	(1,210,423)	(115,384)	374,761	103,396	(65,327)
Cash & Equivalents at Beginning of Year	1,660,097	1,775,481	1,400,720	1,297,324	1,362,651
Cash & Equivalents at End of Year	\$449,674	\$1,660,097	\$1,775,481	\$1,400,720	\$1,297,324

Township Telephone Company, Inc.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$2,681,406	\$2,645,551	\$2,884,465	\$2,526,335	\$2,333,186
2 Access Lines	1,421	1,552	1,761	1,912	2,163
DOLLAR AMOUNTS					
3 Wages and Benefits	811,246	848,713	886,593	871,661	905,628
4 Depreciation and Amortization	827,475	821,679	833,032	838,884	805,702
5 Other Operations Expense	844,035	872,813	826,965	1,021,894	1,145,873
6 Total Operation Expenses	2,482,756	2,543,205	2,546,590	2,732,439	2,857,203
7 Income Taxes - Operating Taxes	(15,937)	(122,423)	76,560	(118,127)	(227,292)
8 Other Taxes - Operating Taxes	125,989	132,691	131,521	131,802	125,655
9 Capital Costs	88,598	92,078	129,794	(219,779)	(422,380)
10 Total	\$2,681,406	\$2,645,551	\$2,884,465	\$2,526,335	\$2,333,186
PERCENT OF REVENUES					
11 Wages and Benefits	30.3	32.1	30.7	34.5	38.8
12 Depreciation and Amortization	30.9	31.1	28.9	33.2	34.5
13 Other Operations Expense	31.5	33.0	28.7	40.4	49.1
14 Income Taxes - Operating Taxes	(0.6)	(4.6)	2.7	(4.7)	(9.7)
15 Other Taxes - Operating Taxes	4.7	5.0	4.6	5.2	5.4
16 Capital Costs	3.3	3.5	4.5	(8.7)	(18.1)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	570.90	546.85	503.46	455.89	418.69
19 Depreciation and Amortization	582.32	529.43	473.04	438.75	372.49
20 Other Operations Expense	593.97	562.38	469.60	534.46	529.76
21 Income Taxes - Operating Taxes	(11.22)	(78.88)	43.48	(61.78)	(105.08)
22 Other Taxes - Operating Taxes	88.66	85.50	74.69	68.93	58.09
23 Capital Costs	62.35	59.33	73.70	(114.95)	(195.28)
24 Total	1,886.99	1,704.61	1,637.97	1,321.30	1,078.68

Township Telephone Company, Inc.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$1,296,491	\$1,290,762	\$1,291,738	\$1,284,452	\$1,274,541
Central Office Assets	7,398,734	7,190,752	7,192,242	7,032,930	7,042,283
Information Origination/Termination	30,557	30,557	30,557	30,557	30,557
Cable And Wire Facilities	10,883,120	10,167,351	10,144,478	10,023,419	10,011,239
Amortizable Assets	49,516	88,176	96,043	134,121	133,130
Total Plant In Service	19,658,418	18,767,598	18,755,058	18,505,479	18,491,750
Property Held For Future Use					
Plant Under Construction	77,760	162,002	3,504	126,495	5,000
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	19,736,178	18,929,600	18,758,562	18,631,974	18,496,750
Less Acc. Prov. For Depreciation & Amort.	16,252,222	15,593,691	14,843,427	14,177,390	13,530,404
Net Total Utility Plant	\$3,483,956	\$3,335,909	\$3,915,135	\$4,454,584	\$4,966,346
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	3.06	3.51	5.06	3.57	4.08
Total Capitalization	\$4,838,968	\$4,252,948	\$4,645,155	\$4,513,182	\$4,775,414
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Pretax Coverage of Interest Expense	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Com. Stock Dividends as a % of Earnings	0.0%	439.8%	0.0%	0.0%	0.0%
Return on Common Equity	2.4%	2.5%	3.2%	-4.7%	-8.5%
Internal Cash Generated as a % of Cash Outflows for Construction	-76.1%	258.7%	235.4%	131.4%	68.1%
CWIP as a % of Plant	0.4%	0.9%	0.0%	0.7%	0.0%

Current Assets	3,282,117	2,365,265	2,228,649	1,811,559	1,594,869
Current Liabilities	1,071,815	673,815	440,353	507,661	390,749
Total Capitalization	4,838,968	4,252,948	4,645,155	4,513,182	4,775,414
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	4,838,968	4,252,948	4,645,155	4,513,182	4,775,414
Short-Term Debt					
Pretax Income	96,414	(7,912)	222,202	(337,224)	(651,173)
Interest Expense					
Common Dividends Paid		481,000			
Net Income (Excl. Preferred Stock Dividends)	107,772	109,367	144,413	(219,216)	(423,348)
Internal Cash	(734,902)	608,069	668,345	430,518	113,268
Cash Outflows for Construction	(965,243)	(235,045)	(283,973)	(327,624)	(166,433)
CWIP	77,760	162,002	3,504	126,495	5,000
Total Plant	19,736,178	18,929,600	18,758,562	18,631,974	18,496,750
Shares Outstanding	100	100	100	100	100
Number of Employees	3	3	3	3	3

Trumansburg Home Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$139,501)	\$10,769,531	\$628,560	\$361,752	\$948,367
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	847,151	964,309	1,036,633	1,087,506	1,149,196
Changes in Deferred Income Taxes	(34,434)	(453,861)	(279,387)	(121,375)	(99,584)
Changes in Working Capital	(1,111,988)	8,063,082	1,469,500	(2,027,544)	1,187,536
Capitalized AFDC - Equity					
Other	(98,164)	(18,573,514)	(1,211,747)	(716,195)	(1,280,229)
Total Non-Cash Items	(397,435)	(9,999,984)	1,014,999	(1,777,608)	956,919
Net Cash Provided From Operating Activities	<u>(536,936)</u>	<u>769,547</u>	<u>1,643,559</u>	<u>(1,415,856)</u>	<u>1,905,286</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	(1,578,145)	(435,966)	(89,272)	1,524,722	(1,285,495)
Purchase of Other Investments	(2,722,789)	(22,834,184)	(1,418,903)	(2,726,831)	(3,964,491)
Sale of Other Investments	3,575,618	35,101,171	2,381,002	2,938,585	4,057,341
Other	(2,702,163)	7,829,091	72,595	(70,877)	98,933
Net Cash Provided From Investing Activities	<u>(3,427,479)</u>	<u>19,660,112</u>	<u>945,422</u>	<u>1,665,599</u>	<u>(1,093,712)</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt		(176,811)	(186,835)	(490,057)	(431,869)
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid	278,356	(11,049,465)	(26,937)	(37,800)	(59,370)
Other Financing	(26,899)		(2,340,541)	(1,353)	(17,098)
Net Cash Provided From Financing Activities	<u>251,457</u>	<u>(11,226,276)</u>	<u>(2,554,313)</u>	<u>(529,210)</u>	<u>(508,337)</u>
Net Increase (Decrease) in Cash & Equivalents	(3,712,958)	9,203,383	34,668	(279,467)	303,237
Cash & Equivalents at Beginning of Year	11,224,486	2,021,103	1,986,435	2,265,902	1,962,665
Cash & Equivalents at End of Year	\$7,511,528	\$11,224,486	\$2,021,103	\$1,986,435	\$2,265,902

Trumansburgh Home Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$4,367,601	\$4,594,868	\$4,713,123	\$4,949,156	\$4,854,574
2 Access Lines	2,562	2,752	2,787	3,130	3,334
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,598,798	\$1,850,695	\$1,742,443	\$1,527,417	\$1,709,448
4 Depreciation and Amortization	847,151	964,309	1,036,633	1,087,506	1,149,196
5 Other Operations Expense	2,064,255	2,124,909	2,589,956	2,524,545	1,929,040
6 Total Operation Expenses	4,510,203	4,939,913	5,369,032	5,139,468	4,787,684
7 Income Taxes - Operating Taxes	(66,319)	(265,183)	(269,786)	(121,765)	(66,902)
8 Other Taxes - Operating Taxes	203,083	221,132	226,238	232,505	273,279
9 Capital Costs	(279,366)	(300,994)	(612,361)	(301,052)	(139,487)
10 Total	\$4,367,601	\$4,594,868	\$4,713,123	\$4,949,156	\$4,854,574
PERCENT OF REVENUES					
11 Wages and Benefits	36.6	40.3	37.0	30.9	35.2
12 Depreciation and Amortization	19.4	21.0	22.0	22.0	23.7
13 Other Operations Expense	47.3	46.2	55.0	51.0	39.7
14 Income Taxes - Operating Taxes	(1.5)	(5.8)	(5.7)	(2.5)	(1.4)
15 Other Taxes - Operating Taxes	4.6	4.8	4.8	4.7	5.6
16 Capital Costs	(6.4)	(6.6)	(13.0)	(6.1)	(2.9)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	624.04	672.49	625.20	487.99	512.73
19 Depreciation and Amortization	330.66	350.40	371.95	347.45	344.69
20 Other Operations Expense	805.72	772.13	929.30	806.56	578.60
21 Income Taxes - Operating Taxes	(25.89)	(96.36)	(96.80)	(38.90)	(20.07)
22 Other Taxes - Operating Taxes	79.27	80.35	81.18	74.28	81.97
23 Capital Costs	(109.04)	(109.37)	(219.72)	(96.18)	(41.84)
24 Total	1,704.76	1,669.65	1,691.11	1,581.20	1,456.08

**Trumansburg Home Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,**

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$3,201,131	\$2,824,194	\$3,168,204	\$3,158,610	\$2,994,900
Central Office Assets	5,344,899	5,165,961	5,774,021	6,011,845	6,469,141
Information Origination/Termination	61,327	63,662	73,754	97,446	160,126
Cable And Wire Facilities	12,090,413	11,961,775	14,242,800	14,160,601	14,065,608
Amortizable Assets	43,153				
Total Plant In Service	20,740,924	20,015,592	23,258,779	23,428,502	23,689,775
Property Held For Future Use					
Plant Under Construction	267,982	302,522	64,036	320,069	229,255
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	21,008,906	20,318,114	23,322,815	23,748,571	23,919,030
Less Acc. Prov. For Depreciation & Amort.	15,903,513	15,269,655	16,190,750	15,801,423	15,301,240
Net Total Utility Plant	\$5,105,393	\$5,048,459	\$7,132,065	\$7,947,148	\$8,617,790
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	2.65	1.98	1.41	1.65	1.48
Total Capitalization	\$13,835,567	\$13,928,858	\$14,257,764	\$15,553,572	\$15,598,894
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt					0.6%
Preferred Stock					
Common Stock & Retained Earnings	96.8%	98.8%	97.6%	97.0%	94.7%
Short-Term Debt	3.2%	1.2%	2.4%	3.0%	4.6%
Pretax Coverage of Interest Expense	-5.82	1864.01	29.06	13.59	34.69
Com. Stock Dividends as a % of Earnings	-19.3%	0.3%	4.3%	8.3%	6.3%
Return on Common Equity	-1.0%	77.8%	4.3%	2.4%	6.6%
Internal Cash Generated as a % of Cash Outflows for Construction	-34.0%	176.5%	1841.1%	92.9%	148.2%
CWIP as a % of Plant	1.3%	1.5%	0.3%	1.3%	1.0%

Current Assets	8,811,105	11,899,875	7,075,579	7,252,710	8,472,290
Current Liabilities	3,329,802	6,018,073	5,031,877	4,389,691	5,736,521
Total Capitalization	13,835,567	13,928,858	14,257,764	15,553,572	15,598,894
Long-Term Debt					99,741
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	13,390,613	13,762,260	13,914,355	15,087,237	14,779,474
Short-Term Debt	444,954	166,598	343,409	466,335	719,679
Pretax Income	(69,117)	18,064,126	361,232	271,267	1,069,256
Interest Expense	11,868	9,691	12,432	19,958	30,823
Common Dividends Paid	26,884	27,187	26,938	30,045	59,370
Net Income (Excl. Preferred Stock Dividends)	(139,501)	10,769,531	628,560	361,752	948,367
Internal Cash	(536,936)	769,547	1,643,559	(1,415,856)	1,905,286
Cash Outflows for Construction	(1,578,145)	(435,966)	(89,272)	1,524,722	(1,285,495)
CWIP	267,982	302,522	64,036	320,069	229,255
Total Plant	21,008,906	20,318,114	23,322,815	23,748,571	23,919,030
Shares Outstanding	480,000	480,000	480,000	480,000	480,000
Number of Employees	17	14	27	27	28

Verizon Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$215,589,194)	(\$1,677,449,623)	(\$1,048,303,308)	(\$22,854,886)	(\$1,744,647,560)
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	1,056,317,308	1,034,501,863	1,039,595,716	1,068,028,542	1,061,243,296
Changes in Deferred Income Taxes	397,486,920	(299,119,634)	(22,092,782)	617,020,011	(714,682,617)
Changes in Working Capital	167,821,472	(183,611,064)	(26,970,672)	6,261,550	(14,624,805)
Capitalized AFDC - Equity					
Other	(1,455,850,460)	(621,696,783)	381,438,336	(673,682,729)	1,534,296,316
Total Non-Cash Items	165,775,240	(69,925,618)	1,371,970,598	1,017,627,373	1,866,232,190
Net Cash Provided From Operating Activities	<u>(49,813,954)</u>	<u>(1,747,375,241)</u>	<u>323,667,290</u>	<u>994,772,487</u>	<u>121,584,630</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	(1,213,454,332)	(1,203,208,654)	(1,046,143,289)	(1,060,348,928)	(1,117,703,655)
Purchase of Other Investments					
Sale of Other Investments	20,711,662	4,109,592	13,734,302	52,837,408	60,235,000
Other	(893,915)	(91,144)	(934,365)	(3,820,149)	(3,989,000)
Net Cash Provided From Investing Activities	<u>(1,193,636,585)</u>	<u>(1,199,190,205)</u>	<u>(1,033,343,352)</u>	<u>(1,011,331,669)</u>	<u>(1,061,457,655)</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt		(156,315,000)	(284,820,000)		
Common Stock					
Preferred Stock					
Short-Term Debt	1,530,968,487	2,343,186,081	(3,666,005,951)	26,211,299	901,793,520
Dividends Paid					
Other Financing	(287,517,947)	759,694,366	4,654,209,796	(999,213)	(1,413,868)
Net Cash Provided From Financing Activities	<u>1,243,450,539</u>	<u>2,946,565,447</u>	<u>703,383,846</u>	<u>25,212,086</u>	<u>900,379,652</u>
Net Increase (Decrease) in Cash & Equivalents	0	0	(6,292,217)	8,652,903	(39,493,373)
Cash & Equivalents at Beginning of Year	(0)	0	6,292,217	(2,360,686)	37,132,690
Cash & Equivalents at End of Year	\$0	(\$0)	\$0	\$6,292,217	(\$2,360,686)

Verizon Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$4,424,591,036	\$4,986,070,423	\$5,240,782,258	\$5,328,456,374	\$5,230,477,636
2 Access Lines	1,654,966	1,900,063	2,157,592	2,427,828	2,726,588
DOLLAR AMOUNTS					
3 Wages and Benefits	\$1,791,170,902	\$3,873,225,734	\$1,892,144,775	\$834,447,369	\$3,987,885,549
4 Depreciation and Amortization	1,056,317,308	1,034,501,863	1,039,595,716	1,068,028,542	1,061,243,296
5 Other Operations Expense	2,724,040,270	2,670,431,595	3,388,648,454	2,909,033,782	2,761,143,551
6 Total Operation Expenses	5,571,528,480	7,578,159,191	6,320,388,945	4,811,509,693	7,810,272,396
7 Income Taxes - Operating Taxes	(287,353,662)	(1,382,089,193)	(658,337,513)	(76,238,530)	(1,295,169,570)
8 Other Taxes - Operating Taxes	341,763,442	433,685,912	461,757,476	482,023,703	474,050,207
9 Capital Costs	(1,201,347,224)	(1,643,685,487)	(883,026,650)	111,161,509	(1,758,675,397)
10 Total	\$4,424,591,036	\$4,986,070,423	\$5,240,782,258	\$5,328,456,374	\$5,230,477,636
PERCENT OF REVENUES					
11 Wages and Benefits	40.5	77.7	36.1	15.7	76.2
12 Depreciation and Amortization	23.9	20.7	19.8	20.0	20.3
13 Other Operations Expense	61.6	53.6	64.7	54.6	52.8
14 Income Taxes - Operating Taxes	(6.5)	(27.7)	(12.6)	(1.4)	(24.8)
15 Other Taxes - Operating Taxes	7.7	8.7	8.8	9.0	9.1
16 Capital Costs	(27.2)	(33.0)	(16.8)	2.1	(33.6)
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	1,082.30	2,038.47	876.97	343.70	1,462.59
19 Depreciation and Amortization	638.27	544.46	481.83	439.91	389.22
20 Other Operations Expense	1,645.98	1,405.44	1,570.57	1,198.20	1,012.67
21 Income Taxes - Operating Taxes	(173.63)	(727.39)	(305.13)	(31.40)	(475.01)
22 Other Taxes - Operating Taxes	206.51	228.25	214.02	198.54	173.86
23 Capital Costs	(725.90)	(865.07)	(409.26)	45.79	(645.01)
24 Total	2,673.52	2,624.16	2,429.00	2,194.74	1,918.32

Notes:

- (1) In 1996 and 1997, New York Tel's expenses increased primarily due to the cost related to pension enhancements, and various tax, benefit and legal obligations (\$523M in 1994; \$519M in 1995; \$100M in 1996; and \$263M in 1997 - pretax).
- (2) New York Telephone's expenses increased in 1997 by \$397M due to the costs related to consolidations and the merger with Bell Atlantic.

Verizon Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$3,535,843,412	\$3,427,202,260	\$3,325,538,013	\$3,298,596,168	\$3,126,886,540
Central Office Assets	10,865,000,913	10,635,406,996	10,396,097,663	10,257,066,804	10,024,767,138
Information Origination/Termination	190,346,276	193,956,523	193,644,331	192,636,694	190,504,242
Cable And Wire Facilities	15,507,859,507	14,815,109,299	14,252,259,845	13,813,234,434	13,409,459,813
Amortizable Assets	1,096,153,441	1,092,412,754	1,065,701,216	1,054,501,160	997,413,288
Total Plant In Service	31,195,203,550	30,164,087,832	29,233,241,068	28,616,035,261	27,749,031,021
Property Held For Future Use				746,161	2,889,010
Plant Under Construction	887,942,654	762,389,864	699,165,641	502,909,678	545,325,404
Tel. Acquisition					
Other Plant					
Nonoperating Plant	46,887,247	151,877,033	(117,275)	(57,936)	(3,222,653)
Goodwill					
Total Telecommunications Plant	32,130,033,451	31,078,354,730	29,932,289,434	29,119,633,164	28,294,022,782
Less Acc. Prov. For Depreciation & Amort.	21,068,490,507	20,247,968,923	19,411,538,359	18,576,547,191	17,705,608,765
Net Total Utility Plant	\$11,061,542,944	\$10,830,385,806	\$10,520,751,075	\$10,543,085,974	\$10,588,414,017
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.11	0.11	0.18	0.11	0.30
Total Capitalization	\$5,598,120,706	\$4,570,200,339	\$3,287,621,610	\$3,574,041,337	\$3,571,534,385
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	2.8%	3.5%	9.6%	16.7%	16.8%
Preferred Stock					
Common Stock & Retained Earnings	-53.7%	-54.8%	-48.6%	-147.2%	-146.6%
Short-Term Debt	150.8%	151.3%	139.0%	230.4%	229.9%
Pretax Coverage of Interest Expense	-0.37	-12.86	-4.36	0.65	-8.32
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	7.8%	81.8%	30.6%	0.4%	40.0%
Internal Cash Generated as a % of Cash Outflows for Construction	-4.1%	-145.2%	30.9%	93.8%	10.9%
CWIP as a % of Plant	2.8%	2.5%	2.3%	1.7%	1.9%

Current Assets	1,023,570,600	914,478,991	1,064,948,884	1,084,154,553	3,525,460,855
Current Liabilities	9,698,897,881	8,128,478,311	5,799,004,040	9,519,930,889	11,818,487,604
Total Capitalization	5,598,120,706	4,570,200,339	3,287,621,610	3,574,041,337	3,571,534,385
Long-Term Debt	159,066,767	159,478,078	315,319,218	597,794,893	598,350,776
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	(3,005,376,403)	(2,502,739,595)	(1,597,973,384)	(5,260,035,281)	(5,237,180,395)
Short-Term Debt	8,444,430,342	6,913,461,855	4,570,275,775	8,236,281,725	8,210,364,004
Pretax Income	(125,063,187)	(2,917,688,618)	(1,453,953,099)	226,670,707	(2,769,682,623)
Interest Expense	338,069,324	226,939,292	333,231,952	348,194,171	332,869,138
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	(215,589,194)	(1,677,449,623)	(1,048,303,308)	(22,854,886)	(1,744,647,560)
Internal Cash	(49,813,954)	(1,747,375,241)	323,667,290	994,772,487	121,584,630
Cash Outflows for Construction	(1,213,454,332)	(1,203,208,654)	(1,046,143,289)	(1,060,348,928)	(1,117,703,655)
CWIP	887,942,654	762,389,864	699,165,641	502,909,678	545,325,404
Total Plant	32,130,033,451	31,078,354,730	29,932,289,434	29,119,633,164	28,294,022,782
Shares Outstanding	1	1	1	1	1
Number of Employees	12,126	12,734	13,003	13,399	14,451

Vernon Telephone Company, Inc.
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	(\$165,071)	\$123,934	\$63,638	\$70,567	\$19,264
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	607,657	592,587	421,619	413,833	405,636
Changes in Deferred Income Taxes	21,699	(354,753)	(69,708)	(87,044)	(44,315)
Changes in Working Capital	(35,331)	32,423	(33,139)	71,386	(126,227)
Capitalized AFDC - Equity					
Other	(10,717)	(16,298)	(4,976)	(41,808)	1,324
Total Non-Cash Items	583,308	253,959	313,796	356,367	236,418
Net Cash Provided From Operating Activities	418,238	377,893	377,434	426,934	255,682
Cash Flows from Investing Activities					
Cash Flows from Construction	(213,553)	(294,451)	(102,153)	(132,118)	(189,246)
Purchase of Other Investments					
Sale of Other Investments	(12,373)	(15,356)	8,832	(2,417)	(4,358)
Other					
Net Cash Provided From Investing Activities	(225,926)	(309,807)	(93,321)	(134,535)	(193,604)
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities	0	0	0	0	0
Net Increase (Decrease) in Cash & Equivalents	192,312	68,086	284,113	292,398	62,078
Cash & Equivalents at Beginning of Year	3,871,608	3,803,522	2,766,750	2,474,352	2,412,274
Cash & Equivalents at End of Year	\$4,063,919	\$3,871,608	\$3,050,863	\$2,766,750	\$2,474,352

Vernon Telephone Company, Inc.
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$1,637,701	\$1,709,029	\$1,648,779	\$1,679,651	\$1,721,030
2 Access Lines	1,321	1,379	1,235	1,316	1,476
DOLLAR AMOUNTS					
3 Wages and Benefits	\$565,076	\$553,541	\$497,730	\$507,491	\$543,816
4 Depreciation and Amortization	607,657	592,588	421,619	413,833	405,636
5 Other Operations Expense	643,475	639,509	541,976	584,348	658,698
6 Total Operation Expenses	1,816,208	1,785,638	1,461,325	1,505,672	1,608,150
7 Income Taxes - Operating Taxes	(51,119)	(83,227)	33,117	38,582	9,671
8 Other Taxes - Operating Taxes	107,873	113,406	92,850	89,339	85,175
9 Capital Costs	(235,261)	(106,788)	61,487	46,058	18,034
10 Total	\$1,637,701	\$1,709,029	\$1,648,779	\$1,679,651	\$1,721,030
PERCENT OF REVENUES					
11 Wages and Benefits	34.5	32.4	30.2	30.2	31.6
12 Depreciation and Amortization	37.1	34.7	25.6	24.6	23.6
13 Other Operations Expense	39.3	37.4	32.9	34.8	38.3
14 Income Taxes - Operating Taxes	(3.1)	(4.9)	2.0	2.3	0.6
15 Other Taxes - Operating Taxes	6.6	6.6	5.6	5.3	4.9
16 Capital Costs	(14.4)	(6.2)	3.7	2.7	1.0
17 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
18 Wages and Benefits	427.76	401.41	403.02	385.63	368.44
19 Depreciation and Amortization	460.00	429.72	341.39	314.46	274.82
20 Other Operations Expense	487.11	463.75	438.85	444.03	446.27
21 Income Taxes - Operating Taxes	(38.70)	(60.35)	26.82	29.32	6.55
22 Other Taxes - Operating Taxes	81.66	82.24	75.18	67.89	57.71
23 Capital Costs	(178.09)	(77.44)	49.79	35.00	12.22
24 Total	1,239.74	1,239.32	1,335.04	1,276.33	1,166.01

Vernon Telephone Company, Inc.
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$763,870	\$739,048	\$622,234	\$670,600	\$668,612
Central Office Assets	2,325,891	3,875,075	3,421,588	3,272,919	3,227,903
Information Origination/Termination	56,721	56,721	56,721	56,721	56,721
Cable And Wire Facilities	5,333,791	5,323,964	4,321,413	4,307,253	4,305,376
Amortizable Assets	36,644	63,321	52,911	72,751	71,091
Total Plant In Service	8,516,917	10,058,129	8,474,867	8,380,244	8,329,703
Property Held For Future Use					
Plant Under Construction	72,851	171,069	8,913	79,417	70
Tel. Acquisition					
Other Plant					
Nonoperating Plant		252,884	252,884	252,884	252,884
Goodwill	1,709,839	1,709,839	1,709,839	1,709,839	1,709,839
Total Telecommunications Plant	10,299,607	12,191,921	10,446,503	10,422,384	10,292,496
Less Acc. Prov. For Depreciation & Amort.	7,969,120	9,479,701	7,690,645	7,338,229	6,929,044
Net Total Utility Plant	\$2,330,487	\$2,712,220	\$2,755,858	\$3,084,155	\$3,363,452
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	16.48	14.46	13.21	9.91	12.00
Total Capitalization	\$6,168,695	\$6,371,733	\$5,275,790	\$5,193,093	\$5,139,173
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Preferred Stock	0.0%	0.0%	0.0%	0.0%	0.0%
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt	0.0%	0.0%	0.0%	0.0%	0.0%
Pretax Coverage of Interest Expense	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Com. Stock Dividends as a % of Earnings	0.0%	0.0%	0.0%	0.0%	0.0%
Return on Common Equity	-2.6%	2.1%	1.2%	1.4%	0.4%
Internal Cash Generated as a % of Cash Outflows for Construction	195.8%	128.3%	369.5%	323.1%	135.1%
CWIP as a % of Plant	0.7%	1.4%	0.1%	0.8%	0.0%

Current Assets	4,289,283	4,089,622	3,298,143	3,035,613	2,691,797
Current Liabilities	260,269	282,806	249,728	306,468	224,272
Total Capitalization	6,168,695	6,371,733	5,275,790	5,193,093	5,139,173
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	6,168,695	6,371,733	5,275,790	5,193,093	5,139,173
Short-Term Debt					
Pretax Income	(198,487)	(161,621)	97,913	108,616	29,875
Interest Expense					
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	(165,071)	123,934	63,638	70,567	19,264
Internal Cash	418,238	377,893	377,434	426,934	255,682
Cash Outflows for Construction	(213,553)	(294,451)	(102,153)	(132,118)	(189,246)
CWIP	72,851	171,069	8,913	79,417	70
Total Plant	10,299,607	12,191,921	10,446,503	10,422,384	10,292,496
Shares Outstanding	100	100	100	100	100
Number of Employees	2	2	2	2	3

Warwick Valley Telephone Company
Statement of Cash Flows
For the Year Ended December 31,

	2018	2017	2016	2015	2014
Cash Flows from Operating Activities					
Net Income	\$2,488,445	\$1,687,773	\$399,926	(539,803)	\$48,836
Non-Cash Items Included in Net Income					
Depreciation, Depletion & Amortization	2,150,372	2,494,079	2,466,053	2,654,350	3,187,715
Changes in Deferred Income Taxes					
Changes in Working Capital	(7,468,871)	(1,301,773)	17,458,214	(991,111)	75,309
Capitalized AFDC - Equity					
Other	(68,202)	(259,450)	(9,270,628)	(264,681)	2,897,231
Total Non-Cash Items	(5,386,701)	932,856	10,653,639	1,398,558	6,160,255
Net Cash Provided From Operating Activities	<u>(2,898,256)</u>	<u>2,620,629</u>	<u>11,053,565</u>	<u>858,755</u>	<u>6,209,091</u>
Cash Flows from Investing Activities					
Cash Flows from Construction	492,074	502,961	324,198	351,327	320,245
Purchase of Other Investments	(614,230)	(942,833)	(10,579,979)	(2,267,463)	(6,067,908)
Sale of Other Investments					
Other					
Net Cash Provided From Investing Activities	<u>(122,156)</u>	<u>(439,872)</u>	<u>(10,255,781)</u>	<u>(1,916,136)</u>	<u>(5,747,663)</u>
Cash Flows from Financing Activities					
Net Proceeds (Payments)					
Long-Term Debt					
Common Stock					
Preferred Stock					
Short-Term Debt					
Dividends Paid					
Other Financing					
Net Cash Provided From Financing Activities	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
Net Increase (Decrease) in Cash & Equivalents	(3,020,412)	2,180,757	797,784	(1,057,380)	461,428
Cash & Equivalents at Beginning of Year	3,276,546	1,095,788	298,004	1,355,384	893,956
Cash & Equivalents at End of Year	\$256,133	\$3,276,546	\$1,095,788	\$298,003	\$1,355,384

Warwick Valley Telephone Company
Distribution of Telephone Revenues
Years ended December 31,

	2018	2017	2016	2015	2014
1 Revenues	\$14,133,008	\$15,003,077	\$12,407,505	\$12,540,590	\$12,539,565
2 Access Lines	7,537	8,196	8,923	9,705	10,575
DOLLAR AMOUNTS					
3 Wages and Benefits	\$2,523,768	\$2,522,943	\$2,659,952	\$3,162,665	\$2,604,437
4 Depreciation and Amortization	2,150,372	2,494,079	2,466,053	2,654,350	3,187,715
5 Other Operations Expense	5,713,591	7,085,802	5,001,339	6,281,403	5,384,457
6 Total Operation Expenses	10,387,731	12,102,824	10,127,343	12,098,418	11,176,608
8 Income Taxes - Operating Taxes					
9 Other Taxes - Operating Taxes	1,312,648	1,356,222	1,028,644	900,304	1,169,275
10 Capital Costs	2,432,629	1,544,031	1,251,518	(458,132)	193,682
11 Total	\$14,133,008	\$15,003,077	\$12,407,505	\$12,540,590	\$12,539,565
PERCENT OF REVENUES					
12 Wages and Benefits	17.9	16.8	21.4	25.2	20.8
13 Depreciation and Amortization	15.2	16.6	19.9	21.2	25.4
14 Other Operations Expense	40.4	47.2	40.3	50.1	42.9
16 Income Taxes - Operating Taxes					
17 Other Taxes - Operating Taxes	9.3	9.0	8.3	7.2	9.3
18 Capital Costs	17.2	10.3	10.1	(3.7)	1.5
19 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER ACCESS LINE					
20 Wages and Benefits	334.85	307.83	298.10	325.88	246.28
21 Depreciation and Amortization	285.31	304.30	276.37	273.50	301.44
22 Other Operations Expense	758.07	864.54	560.50	647.23	509.17
24 Income Taxes - Operating Taxes					
25 Other Taxes - Operating Taxes	174.16	165.47	115.28	92.77	110.57
26 Capital Costs	322.76	188.39	140.26	(47.21)	18.32
27 Total	1,875.15	1,830.54	1,390.51	1,292.18	1,185.77

Warwick Valley Telephone Company
Telecommunications Plant and Selected Ratios
For the Twelve Months Ended December 31,

	2018	2017	2016	2015	2014
TELECOMMUNICATIONS PLANT					
<u>Plant In Service</u>					
General Support Assets	\$10,822,080	\$10,600,850	\$10,517,003	\$10,332,708	\$10,185,749
Central Office Assets	31,629,428	31,504,164	31,315,373	31,223,128	31,187,860
Information Origination/Termination	1,852,504	1,851,611	1,850,510	1,848,291	1,846,589
Cable And Wire Facilities	31,880,933	31,736,246	31,507,024	31,351,144	31,202,560
Amortizable Assets					
Total Plant In Service	76,184,945	75,692,871	75,189,910	74,755,271	74,422,758
Property Held For Future Use					
Plant Under Construction	14,618	15,999	34,318	144,759	125,943
Tel. Acquisition					
Other Plant					
Nonoperating Plant					
Goodwill					
Total Telecommunications Plant	76,199,563	75,708,870	75,224,228	74,900,029	74,548,701
Less Acc. Prov. For Depreciation & Amort.	68,894,592	66,744,220	64,250,141	61,784,088	59,211,875
Net Total Utility Plant	\$7,304,971	\$8,964,650	\$10,974,087	\$13,115,941	\$15,336,826
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	2.68	0.77	0.33	1.29	1.22
Total Capitalization	\$9,354,602	\$6,896,511	\$5,189,980	\$18,731,243	\$17,594,931
<u>Percent Of Capitalization (Incl. S-T- Debt)</u>					
Long-Term Debt	0.4%	1.1%	2.4%	0.9%	
Preferred Stock					
Common Stock & Retained Earnings	99.1%	98.2%	96.8%	98.9%	100.0%
Short-Term Debt	0.6%	0.7%	0.7%	0.2%	
Pretax Coverage of Interest Expense	92.54	91.90	8.57	-45.07	437.78
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	31.0%	28.6%	3.4%	-3.0%	0.3%
Internal Cash Generated as a % of Cash Outflows for Construction	589.0%	-521.0%	-3409.5%	-244.4%	-1938.9%
CWIP as a % of Plant	0.0%	0.0%	0.0%	0.2%	0.2%

Current Assets	4,080,359	4,922,551	2,531,052	61,336,710	61,405,631
Current Liabilities	1,520,357	6,397,939	7,632,291	47,402,661	50,313,069
Total Capitalization	9,354,602	6,896,511	5,189,980	18,731,243	17,594,931
Long-Term Debt	33,836	75,268	126,656	169,840	
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	9,266,831	6,772,289	5,025,315	18,526,889	17,594,931
Short-Term Debt	53,935	48,954	38,009	34,515	
Pretax Income	2,515,629	1,706,341	452,761	(528,087)	48,948
Interest Expense	27,184	18,568	52,834	11,716	112
Common Dividends Paid					
Net Income (Excl. Preferred Stock Dividends)	2,488,445	1,687,773	399,926	(539,803)	48,836
Internal Cash	(2,898,256)	2,620,629	11,053,565	858,755	6,209,091
Cash Outflows for Construction	492,074	502,961	324,198	351,327	320,245
CWIP	14,618	15,999	34,318	144,759	125,943
Total Plant	76,199,563	75,708,870	75,224,228	74,900,030	74,548,701
Shares Outstanding					
Number of Employees	30	35	33	117	118

Table 1 W

**WATER INDUSTRY
COMPARATIVE BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Net Utility Plant	\$1,081,792	\$1,006,647	\$937,925	\$871,922	\$869,568
OTHER PROPERTY AND INVESTMENTS					
2 Nonutility Property (Net)	4,354	4,480	302	302	302
3 Other Investments	12,619	12,619	12,565	12,565	13,501
4 Sinking Funds and Other Special Funds					
5 Total Other Property and Investments	16,973	17,098	12,868	12,868	13,803
CURRENT AND ACCRUED ASSETS					
6 Cash and Cash Equivalents	752	767	950	1,260	568
7 Notes and Accounts Receivables - Net	14,363	15,968	13,187	13,023	11,675
8 Receivables from Associated Companies	677	(1,574)	10,686	3,870	19,496
9 Materials and Supplies	3,058	3,259	3,152	2,755	2,525
10 Prepayments	10,148	9,383	9,168	8,716	8,613
11 Accrued Utility Revenue	13,251	12,918	12,708	12,695	15,174
12 Misc Current and Accrued Assets	185	175	63	71	287
13 Total Current and Accrued Assets	42,434	40,894	49,915	42,391	58,337
DEFERRED DEBITS					
14 Unamort. Debt Expense	4,897	4,944	5,155	5,536	5,509
15 Other Deferred Debits	146,345	154,659	136,479	131,909	99,056
16 Accumulated Deferred Income Taxes	13,251	10,537	6,414	6,489	11,808
17 Total Deferred Debits	164,494	170,140	148,048	143,934	116,373
18 Total Assets and Other Debits	\$1,305,693	\$1,234,780	\$1,148,755	\$1,071,115	\$1,058,080
PROPRIETARY CAPITAL					
19 Common Stock Issued	\$23,990	\$23,990	\$23,990	\$23,990	\$23,990
20 Preferred Stock Issued					1,125
21 Other Paid-in Capital	434,207	417,996	392,420	373,081	356,510
22 Retained Earnings	213,321	189,132	174,997	181,201	195,399
23 Reacquired Capital Stock					
24 Total Proprietary Capital	671,517	631,118	591,408	578,271	577,024
LONG-TERM DEBT					
25 Long-Term Debt	255,665	235,892	217,618	211,548	191,861
CURRENT AND ACCRUED LIABILITIES					
26 Notes Payable					33,070
27 Accounts Payable	23,495	18,581	14,509	15,296	15,455
28 Payables to Associated Companies	24,792	35,876	45,894	30,079	15,564
29 Customer Deposits	117	121	120	318	869
30 Taxes Accrued	4,759	4,440	6,036	(11,259)	(1,055)
31 Interest Accrued	3,085	2,797	2,526	2,433	1,951
32 Matured Long-Term Debt					
33 Misc Current and Accrued Liabilities	16,972	15,467	11,687	12,630	8,503
34 Total Current and Accrued Liabilities	73,220	77,282	80,773	49,497	74,358
DEFERRED CREDITS					
35 Customer Advances for Construction	5,968	5,483	7,388	5,377	5,138
36 Other Deferred Credits	148,868	144,940	50,334	40,422	47,764
37 Accumulated Deferred Investment Tax Credits	1,024	1,084	1,145	1,206	1,267
38 Accumulated Deferred Income Taxes	132,428	117,693	180,957	168,063	145,604
39 Total Deferred Credits	288,288	269,200	239,824	215,069	199,773
OPERATING RESERVES					
40 Operating Reserves	17,003	21,288	19,133	16,729	15,065
41 Total Liabilities and Other Credits	\$1,305,693	\$1,234,780	\$1,148,755	\$1,071,115	\$1,058,080

WATER INDUSTRY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)

	2018	2017	2016	2015	2014
UTILITY OPERATING INCOME					
Operating Revenues	\$263,618	\$261,514	\$258,454	\$251,634	\$243,871
Operating Expense:					
Operation Expense	96,321	92,597	87,072	87,990	86,615
Maintenance Expense	10,055	10,180	9,586	9,904	8,358
Depreciation and Amortization Expense	34,003	31,731	25,107	23,751	22,547
Taxes Other than Income Taxes	67,093	61,156	73,265	68,491	60,468
Income Taxes	7,715	16,449	15,192	14,531	11,966
Total Operating Expenses	215,187	212,113	210,221	204,667	189,954
Net Operating Revenues	48,431	49,402	48,233	46,967	53,917
Other Utility Operating Income					
Total Utility Operating Income	48,431	49,402	48,233	46,967	53,917
OTHER INCOME					
Interest and Dividend Income	366	558	330	335	618
Allowance for Funds Used During Construction	2,146	1,698	1,732	4,299	7,633
Miscellaneous Nonoperating Income	51	178	56	211	230
Other Income	151	178	123	24	(70)
Total Other Income	2,714	2,612	2,241	4,868	8,411
Other Income Deductions	1,609	1,364	2,133	667	390
Taxes-Other Income and Deductions	81	(6)	(30)	(2)	46
Income Available	49,455	50,656	48,370	51,170	61,893
INTEREST CHARGES					
Interest on Long-Term Debt	11,308	10,531	9,967	9,920	9,642
Interest on Debt to Associated Co.	9,329	10,928	11,131	6,852	6,146
Other Interest Expense	2,816	1,755	2,030	6,110	5,774
Total Interest Charges	23,453	23,215	23,127	22,881	21,563
Income Before Extraordinary Items	26,002	27,441	25,243	28,289	40,330
Extraordinary Items		204		4,815	22,492
Net Income	\$26,002	\$27,237	\$25,243	\$23,474	\$17,838
RETAINED EARNINGS					
Unappropriated (BOP)	\$189,132	\$175,052	\$181,201	\$195,399	\$188,580
Balance Transferred from Income Appropriated	25,984	27,237	25,243	23,474	17,838
Dividends Declared-Preferred Stock				21	63
Dividends Declared-Common Stock	1,796	12,976	31,455	37,651	10,957
Adjustments to Retained Earnings		(181)	8	0	
Net Change	24,188	14,080	(6,203)	(14,198)	6,819
Unappropriated (EOP)	213,321	189,132	174,997	181,201	195,399
Appropriated (EOP)					
Total Retained Earnings	\$213,321	\$189,132	\$174,997	\$181,201	\$195,399

Table 3W

WATER INDUSTRY
STATEMENT OF CASH FLOWS
FOR YEAR ENDED DECEMBER 31,
(\$000S)

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$25,984.47	\$27,237	\$25,243	\$23,474	\$17,838
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	30,339	29,497	25,704	29,142	45,635
3 Deferred Taxes & ITCs	10,988	(31,317)	10,774	30,254	(4,462)
4 Receivables and Inventory	(2,206)	4,333	(4,393)	15,426	(9,497)
5 Payables and Accrued Expenses	(464)	1,505	(5,171)	6,325	(1,484)
6 Capitalized AFUDC - Equity Funds	(2,146)	(1,162)	(1,194)	(3,750)	(7,123)
7 Equity In Loss (Earnings) Of Affiliates					
8 Other Adjustments	5,754	(1,003)	5,911	21,013	(7,166)
9	(767)	37,829	1,876	(10,509)	15,755
10	877	4,148	16,931	(5,625)	(1,861)
11 Net Cash From Operating Activities	68,360	71,066	75,682	105,751	47,637
Cash Flows From Investing Activities					
12 Cash Outflows For Construction	(102,402)	(90,694)	(89,704)	(77,569)	(61,193)
13 Acquisition Of Other Non-Current Assets					
14 Investments In & Advances to Affiliates.	(543)	4,568	(4,002)	1,219	(1,127)
15 Contributions & Advances from Affiliates	6,215	(9,019)	10,352	(3,165)	(1,695)
Net Proceeds - Sale Or Disposition Of:					
16 Property, Plant & Equipment					
17 Investments in Affiliated Companies					
18 Other Debt & Equity Investments					
19 Other Non-Current Assets					
20 Other Cash Flows - Investing Activities					
21					
22					
23 Net Cash From Investing Activities	(96,730)	(95,146)	(83,354)	(79,515)	(64,016)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
24 Long-Term Debt	36,437	42,579	25,811	33,879	48,593
25 Common Stock				(738)	(1,685)
26 Preferred Stock				(1,125)	5,000
27 Short-Term Debt	(6,286)	(5,802)	13,006	(21,388)	(24,546)
28 Dividends Paid	(1,796)	(12,976)	(31,455)	(37,672)	(11,020)
29 Other Cash Flows - Financing Activities				1,500	
30					
31					
32 Net Cash From Financing Activities	28,355	23,801	7,362	(25,544)	16,342
33 Net Increase/(Decrease) In Cash Equivalents	(15)	(278)	(310)	692	(37)
34 Cash & Cash Equivalents At Beginning Of Year	767	1,045	1,260	568	605
35 Cash & Cash Equivalents At End Of Year	\$752	\$767	\$950	\$1,260	\$568

WATER INDUSTRY
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES (\$000s)					
Sales to General Customers	\$199,105	\$192,286	\$196,203	\$190,632	\$174,327
Sales to Other Water Companies	28,042	26,952	27,687	25,852	24,036
Other Sales of Water	33,077	30,982	29,933	27,193	25,586
Total Revenues from Sales of Water	260,224	250,220	253,824	243,676	223,949
Other Water Operating Revenues	3,394	11,294	4,630	7,958	19,922
Total Water Operating Revenues	\$263,618	\$261,514	\$258,454	\$251,634	\$243,871
WATER SALES (Thousands of Gallons)					
Sales to General Customers	23,536,642	24,343,875	25,454,470	25,790,549	24,884,976
Sales to Other Water Companies	4,074,160	4,210,487	4,380,804	4,131,215	4,164,063
Other Sales of Water	669,799	641,353	735,232	914,066	870,256
Total Sales of Water	28,280,601	29,195,715	30,570,506	30,835,830	29,919,295
AVG CUSTOMERS PER MONTH					
Sales to General Customers	233,842	233,233	230,531	229,433	228,410
Sales to Other Water Companies	11,977	12,001	11,806	11,761	11,797
Other Sales of Water	3,612	3,475	3,340	3,185	3,122
Total Customers	249,431	248,709	245,677	244,378	243,329
OPERATING REVENUE RELATIONSHIP					
METERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	\$851.45	\$824.44	\$851.09	\$830.88	\$763.22
Average Consumption per Customer (T.Gal)	100.65	104.38	110.42	112.41	108.95
Average Revenue per T Gallons Sold	\$8.46	\$7.90	\$7.71	\$7.39	\$7.01
UNMETERED GENERAL CUSTOMERS					
Average Annual Bill per Customer					
Average Consumption per Customer (T.Gal)					
Average Revenue per T Gallons Sold					
OPERATION AND MAINTENANCE EXPENSES (\$000s)					
Source of Supply	\$20,490	\$20,534	\$20,106	\$19,470	\$20,825
Power and Pumping	15,655	15,151	14,625	13,786	14,079
Purification	8,603	8,593	8,022	7,982	8,457
Transmission and Distribution	11,398	11,048	10,900	12,410	11,824
Customer Accounting and Collecting	8,449	6,285	6,357	6,773	6,385
Administrative and General	41,507	41,165	36,647	37,473	33,405
Total O & M Expense	\$106,102	\$102,777	\$96,657	\$97,894	\$94,974

Table 5 W

**WATER INDUSTRY
DISTRIBUTION OF REVENUES
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)**

	2018	2017	2016	2015	2014
1 Revenues (\$000s)	\$263,618	\$261,514	\$258,454	\$251,634	\$243,871
2 Sales (Thousands of Gallons)	28,280,601	29,195,715	30,570,506	30,835,830	29,919,295
DOLLAR AMOUNTS					
3 Purchased Water, Fuel or Power for Pumping, and Chemicals	\$30,326	\$29,742	\$28,979	\$28,633	\$31,218
4 Wages and Benefits	29,392	29,279	31,793	30,334	29,368
5 Other Operation and Maintenance Expense	46,658	43,757	35,885	38,926	34,387
6 Depreciation and Amortization Expense	34,003	31,731	25,107	23,751	22,547
7 Income Taxes-Operating	7,715	16,449	15,192	14,531	11,966
8 Other Taxes-Operating	67,093	61,156	73,265	68,491	60,468
9 Capital Costs	48,431	49,402	48,233	46,967	53,917
10 Total	263,618	261,514	258,454	251,634	\$243,871
PERCENT OF REVENUES					
11 Purchased Water, Fuel or Power for Pumping, and Chemicals	11.5	11.4	11.2	11.4	12.8
12 Wages and Benefits	11.1	11.2	12.3	12.1	12.0
13 Other Operation and Maintenance Expense	17.7	16.7	13.9	15.5	14.1
14 Depreciation and Amortization Expense	12.9	12.1	9.7	9.4	9.2
15 Income Taxes-Operating	2.9	6.3	5.9	5.8	4.9
16 Other Taxes-Operating	25.5	23.4	28.3	27.2	24.8
17 Capital Costs	18.4	18.9	18.7	18.7	22.1
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER THOUSAND GALLONS SOLD					
19 Purchased Water, Fuel or Power for Pumping, and Chemicals	1.07	1.02	0.95	0.93	1.04
20 Wages and Benefits	1.04	1.00	1.04	0.98	0.98
21 Other Operation and Maintenance Expense	1.65	1.50	1.17	1.26	1.15
22 Depreciation and Amortization Expense	1.20	1.09	0.82	0.77	0.75
23 Income Taxes-Operating	0.27	0.56	0.50	0.47	0.40
24 Other Taxes-Operating	2.37	2.09	2.40	2.22	2.02
25 Capital Costs	1.71	1.69	1.58	1.52	1.80
26 Total	9.32	8.96	8.45	8.16	8.15

**Purchased Water, Fuel or Power for Pumping
and Chemicals**

Purchased Water	18,812,853	18,659,103	18,261,261	18,309,108	20,109,027
Fuel for Pumping	7,282,791	7,472,249	7,180,228	6,929,354	7,527,913
Chemicals	4,230,637	3,610,192	3,537,718	3,394,680	3,580,734

Total PW, Fuel and Chemicals	30,326,281	29,741,543	28,979,206	28,633,142	31,217,675

Total - Ultimate Customers	30,326,281	29,741,543	28,979,206	28,633,142	31,217,675

Wages and Benefits

Salaries	21,677,888	20,646,285	22,976,826	19,878,201	20,044,925
Pensions and Benefits	7,714,112	8,632,308	8,816,180	10,456,237	9,323,523
Total Wages and Benefits	29,392,000	29,278,593	31,793,006	30,334,438	29,368,448

Other Expenses

Total O&M Expenses	106,376,148	102,777,276	96,657,103	97,893,813	94,973,504
-Total PW, Fuel and Chemicals	30,326,281	29,741,543	28,979,206	28,633,142	31,217,675
-Wages and Benefits	29,392,000	29,278,593	31,793,006	30,334,438	29,368,448
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	46,657,868	43,757,139	35,884,891	38,926,233	34,387,382

Depreciation and Amortization

Depreciation Exp	34,003,256	31,730,952	25,107,107	23,751,092	22,546,625
Amort of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
Total Depre and Amort	34,003,256	31,730,952	25,107,107	23,751,092	22,546,625

Total PW, Fuel and Chemicals related to Sales for Resale (Not Used)

Total PW, Fuel and Chemicals	30,326,281	29,741,543	28,979,206	28,633,142	31,217,675
divided by Total Gallons	28,280,601	29,195,715	30,570,506	30,835,830	29,919,295
Cost per KWH	0.0011	0.0010	0.0009	0.0009	0.0010
times Sales for Resale MWHs					
Sales for Resale Cost					

WATER INDUSTRY
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,
(\$000s)

	2018	2017	2016	2015	2014
WATER UTILITY PLANT					
Plant in Service					
Intangible	\$693	\$564	\$780	\$227	\$231
Source of Supply	78,009	75,970	75,560	74,843	71,637
Pumping	132,048	126,116	121,155	117,853	114,719
Water Treatment	130,998	126,836	117,994	109,622	104,945
Transmission and Distribution	896,417	831,282	771,702	714,158	674,314
General	102,102	92,141	87,824	79,983	73,554
Purchased or Sold					
Total Plant in Service	1,340,266	1,252,909	1,175,014	1,096,686	1,039,400
Plant Leased To Others					
Construction Work In Progress	39,194	35,319	26,662	27,703	78,479
Plant Held For Future Use	8,905	8,905	8,905	8,905	8,905
Plant Acquisition Adjustments	(70)	(70)	(11)	(11)	(11)
Accum. Gains & Losses - Utility Land & Land Rights	(1,270)	(1,270)	(1,270)	(1,270)	(1,179)
Total Plant	1,387,025	1,295,793	1,209,300	1,132,013	1,125,594
Accum. Prov. - Depr. & Amort.	305,232	289,146	271,374	260,091	256,026
Net Plant	\$1,081,792	\$1,006,647	\$937,925	\$871,922	\$869,568
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.58	0.53	0.62	0.84	0.78
Total Capitalization (\$000s)	\$927,037	\$866,623	\$809,645	\$789,819	\$801,954
<u>Percent Of Capitalization (incl S-T Debt)</u>					
Long-Term Debt	27.6%	27.2%	26.9%	26.8%	24.1%
Preferred Stock					0.1%
Common Stock & Retained Earnings	72.4%	72.8%	73.0%	73.2%	71.8%
Short-Term Debt					4.0%
Pretax Coverage of Interest Expense	2.5	2.9	2.8	2.9	3.4
Com. Stock Dividends as a % of Earnings	6.9%	47.6%	124.6%	160.3%	62.0%
Return on Common Equity	4.0%	4.5%	4.3%	4.1%	3.2%
Internal Cash Generated as a % of Cash Outflows for Construction	66.9%	78.4%	84.4%	136.3%	77.8%
CWIP as a % of Plant	2.8%	2.7%	2.2%	2.4%	7.0%
Number of Employees	319	309	302	315	298

Current Assets	42,433,808	40,894,376	49,914,556	42,391,112	58,336,723
Current Liabilities	73,220,358	77,282,369	80,772,930	50,349,484	74,358,075
Total Capitalization	927,037,438	866,623,016	809,645,336	789,819,426	801,954,152
Long-Term Debt	255,664,632	235,892,131	217,617,774	211,547,926	192,930,270
Preferred Stock					1,125,000
Common Stock and Retained Earnings (Excl. Preferred Stock)	671,517,478	631,117,918	591,407,517	578,271,500	575,898,882
Short-Term Debt					32,000,000
Pretax Income	58,778,586	68,464,032	65,695,781	66,357,051	74,248,393
Interest Expense	23,452,720	23,214,849	23,127,204	22,880,802	21,562,577
Dividends Paid	1,796,212	12,975,993	31,454,537	37,672,086	11,019,900
Net Income (Excl. Preferred Stock Dividends)	25,984,467	27,232,583	25,242,942	23,495,100	17,775,185
Internal Cash	68,525,386	71,066,397	75,681,606	105,750,554	47,636,611
Cash Outflows for Construction	(102,402,258)	(90,694,156)	(89,703,886)	(77,568,962)	(61,193,377)
CWIP	39,193,762	35,318,521	26,662,032	27,702,775	78,479,064
Total Plant	1,392,921,548	1,304,748,143	1,218,397,202	1,132,012,848	1,125,502,949
Number of Employees	319	309	302	315	298
Salaries and Wages					

**HERITAGE HILLS WATER COMPANY
COMPARATIVE BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Net Utility Plant	\$4,222,263	\$4,210,891	\$4,253,098	\$4,302,774	\$4,267,171
OTHER PROPERTY AND INVESTMENTS					
2 Nonutility Property (Net)					
3 Other Investments					
4 Sinking Funds and Other Special Funds					
5 Total Other Property and Investments					
CURRENT AND ACCRUED ASSETS					
6 Cash and Cash Equivalents	247,488	345,805	621,424	242,789	338,612
7 Notes and Accounts Receivables - Net	129,538	150,488	120,235	511,146	121,033
8 Receivables from Associated Companies					
23 Materials and Supplies					
10 Prepayments	6,780	10,883	61,181	14,466	8,666
11 Accrued Utility Revenue					
12 Misc Current and Accrued Assets					
13 Total Current and Accrued Assets	383,806	507,176	802,840	768,401	468,311
DEFERRED DEBITS					
14 Unamort. Debt Expense				8,110	10,317
15 Other Deferred Debits	167,964	198,399	191,990	228,280	308,466
16 Accumulated Deferred Income Taxes					
17 Total Deferred Debits	167,964	198,399	191,990	236,390	318,783
18 Total Assets and Other Debits	\$4,774,033	\$4,916,466	\$5,247,928	\$5,307,565	\$5,054,265
PROPRIETARY CAPITAL					
19 Common Stock Issued	50,000	50,000	50,000	50,000	50,000
20 Preferred Stock Issued					
21 Other Paid-in Capital					
22 Retained Earnings	461,161	333,213	79,644	(83,057)	(137,320)
23 Reacquired Capital Stock					
24 Total Proprietary Capital	511,161	383,213	129,644	(33,057)	(87,320)
LONG-TERM DEBT					
25 Long-Term Debt	144,673	387,033	620,044	852,114	
CURRENT AND ACCRUED LIABILITIES					
26 Notes Payable					1,069,730
27 Accounts Payable	151,311	151,266	50,854	94,487	59,154
28 Payables to Associated Companies	3,784,068	3,813,976	3,798,435	3,798,435	3,798,435
29 Customer Deposits					
30 Taxes Accrued	7,290	6,682			
31 Interest Accrued					
32 Matured Long-Term Debt					
33 Misc Current and Accrued Liabilities	81,930	82,496	522,951	483,586	113,266
34 Total Current and Accrued Liabilities	4,024,599	4,054,420	4,372,240	4,376,508	5,040,585
DEFERRED CREDITS					
35 Customer Advances for Construction					
36 Other Deferred Credits					
37 Accumulated Deferred Investment Tax Credits					
38 Accumulated Deferred Income Taxes	93,600	91,800	126,000	112,000	101,000
39 Total Deferred Credits	93,600	91,800	126,000	112,000	101,000
OPERATING RESERVES					
40 Operating Reserves					
41 Total Liabilities and Other Credits	\$4,774,033	\$4,916,466	\$5,247,928	\$5,307,565	\$5,054,265

HERITAGE HILLS WATER COMPANY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY OPERATING INCOME					
Operating Revenues	\$1,458,386	\$1,494,759	\$1,456,678	\$1,516,055	\$1,488,072
Operating Expense:					
Operation Expense	529,771	481,775	416,256	528,566	405,770
Maintenance Expense	107,497	130,317	72,620	78,927	75,323
Depreciation and Amortization Expense	149,922	152,953	154,355	153,931	142,347
Taxes Other than Income Taxes	314,087	308,997	372,689	470,560	462,366
Income Taxes	51,127	74,620	95,858	23,301	18,229
Total Operating Expenses	1,152,404	1,148,662	1,111,778	1,255,285	1,104,035
Net Operating Revenues	305,982	346,097	344,900	260,770	384,037
Other Utility Operating Income					
Total Utility Operating Income	305,982	346,097	344,900	260,770	384,037
OTHER INCOME					
Interest and Dividend Income	3,505	2,600	3,210	5,853	6,221
Allowance for Funds Used During Construction					
Miscellaneous Nonoperating Income	9,149	76,335	26,020	1,763	50
Other Income					
Total Other Income	12,654	78,935	29,230	7,616	6,271
Other Income Deductions	5,880	6,584	7,285	10,514	8,791
Taxes-Other Income and Deductions					45,500
Income Available	312,756	418,448	366,845	257,872	336,017
INTEREST CHARGES					
Interest on Long-Term Debt	12,870	22,220	31,269	39,822	73,800
Interest on Debt to Associated Co.	171,938	142,659	122,875	113,786	113,786
Other Interest Expense					
Total Interest Charges	184,808	164,879	154,144	153,608	187,586
Income Before Extraordinary Items	127,948	253,569	212,701	104,264	148,431
Extraordinary Items					
Net Income	\$127,948	\$253,569	\$212,701	\$104,264	\$148,431
RETAINED EARNINGS					
Unappropriated (Beginning)	\$333,213	\$79,644	(\$83,057)	(\$137,320)	(\$235,751)
Balance Transferred from Income	127,948	253,569	212,701	104,264	148,431
Appropriated					
Dividends Declared-Preferred Stock			50,000	50,000	50,000
Dividends Declared-Common Stock					
Adjustments to Retained Earnings				(1)	
Net Change	127,948	253,569	162,701	54,263	98,431
Unappropriated (EOP)	461,161	333,213	79,644	(83,057)	(137,320)
Appropriated (EOP)					
Total Retained Earnings	\$461,161	\$333,213	\$79,644	(\$83,057)	(\$137,320)

HERITAGE HILLS WATER COMPANY
STATEMENT OF CASH FLOWS
FOR YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$127,948	\$253,569	\$212,701	\$104,264	\$148,431
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	152,129	155,161	154,355	156,138	144,554
3 Deferred Taxes & ITCs	1,800	(34,200)	14,000	11,000	45,500
4 Receivables and Inventory	23,763	(25,981)	393,799	(394,175)	(12,293)
5 Payables and Accrued Expenses	653	107,430	(43,633)	35,333	1,076
6 Capitalized AFUDC - Equity Funds					
7 Equity In Loss (Earnings) Of Affiliates					
8 Other Adjustments	(2,813)	(44,105)	(680)	45,091	5,764
9	5,314	(433,871)	46,650	380,834	(80,472)
10	4,103	50,298	(46,715)	(5,800)	39,195
11 Net Cash From Operating Activities	<u>312,897</u>	<u>28,301</u>	<u>730,477</u>	<u>332,685</u>	<u>291,755</u>
Cash Flows From Investing Activities					
12 Cash Outflows For Construction	(136,739)	(83,906)	(75,674)	(160,892)	(67,594)
13 Acquisition Of Other Non-Current Assets					
14 Investments In & Advances to Affiliates.					
15 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
16 Property, Plant & Equipment					
17 Investments in Affiliated Companies					
18 Other Debt & Equity Investments					
19 Other Non-Current Assets					
20 Other Cash Flows - Investing Activities					
21					
22					
23 Net Cash From Investing Activities	<u>(136,739)</u>	<u>(83,906)</u>	<u>(75,674)</u>	<u>(160,892)</u>	<u>(67,594)</u>
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
24 Long-Term Debt	(13,805)	15,205			
25 Common Stock					
26 Preferred Stock					
27 Short-Term Debt	(260,670)	(235,219)	(226,168)	(217,616)	(197,412)
28 Dividends Paid			(50,000)	(50,000)	(50,000)
29 Other Cash Flows - Financing Activities					
30					
31					
32 Net Cash From Financing Activities	<u>(274,475)</u>	<u>(220,014)</u>	<u>(276,168)</u>	<u>(267,616)</u>	<u>(247,412)</u>
33 Net Increase/(Decrease) In Cash Equivalents	(98,317)	(275,619)	378,635	(95,823)	(23,251)
34 Cash & Cash Equivalents At Beginning Of Year	345,805	621,424	242,789	338,612	361,863
35 Cash & Cash Equivalents At End Of Year	\$247,488	\$345,805	\$621,424	\$242,789	\$338,612

**HERITAGE HILLS WATER COMPANY
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
Sales to General Customers	\$1,293,884	\$1,494,759	\$1,456,678	\$1,516,055	\$1,488,072
Sales to Other Water Companies	48,404				
Other Sales of Water	76,196				
Total Revenues from Sales of Water	1,418,484	1,494,759	1,456,678	1,516,055	1,488,072
Other Water Operating Revenues	39,902				
Total Water Operating Revenues	\$1,458,386	\$1,494,759	\$1,456,678	\$1,516,055	\$1,488,072
WATER SALES (Thousands of Gallons)					
Sales to General Customers	83,779	86,748	89,271	89,652	88,067
Sales to Other Water Companies					
Other Sales of Water					
Total Sales of Water	83,779	86,748	89,271	89,652	88,067
AVG CUSTOMERS PER MONTH					
Sales to General Customers	2,643	2,643	2,643	2,643	2,643
Sales to Other Water Companies					
Other Sales of Water					
Total Customers	2,643	2,643	2,643	2,643	2,643
OPERATING REVENUE RELATIONSHIP					
METERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	\$489.55	\$565.55	\$551.15	\$573.61	\$563.02
Average Consumption per Customer (T.Gal)	31.70	32.82	33.78	33.92	33.32
Average Revenue per T Gallons Sold	\$15.44	\$17.23	\$16.32	\$16.91	\$16.90
UNMETERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	---	---	---	---	---
Average Consumption per Customer (T.Gal)	---	---	---	---	---
Average Revenue per T Gallons Sold	---	---	---	---	---
OPERATION AND MAINTENANCE EXPENSES					
Source of Supply	\$408	\$47	\$1,015	\$7,435	\$520
Power and Pumping	128,887	112,058	90,694	82,722	105,253
Purification	26,710	33,635	28,877	34,853	27,333
Transmission and Distribution	209,750	200,265	103,187	117,294	106,243
Customer Accounting and Collecting	(2,813)	(4,272)	(2,888)	4,062	5,624
Administrative and General		270,359	267,991	361,127	236,120
Total O & M Expense	\$637,268	\$612,092	\$488,876	\$607,493	\$481,093

**HERITAGE HILLS WATER COMPANY
DISTRIBUTION OF REVENUES
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
1 Revenues	\$1,458,386	\$1,494,759	\$1,456,678	\$1,516,055	\$1,488,072
2 Sales (Thousands of Gallons)	83,779	86,748	89,271	89,652	88,067
DOLLAR AMOUNTS					
3 Purchased Water, Fuel or Power for Pumping, and Chemicals	115,310	101,977	85,317	86,847	97,550
4 Wages and Benefits					
5 Other Operation and Maintenance Expense	521,958	510,115	403,559	520,646	383,543
6 Depreciation and Amortization Expense	149,922	152,953	154,355	153,931	142,347
7 Income Taxes-Operating	51,127	74,620	95,858	23,301	18,229
8 Other Taxes-Operating	314,087	308,997	372,689	470,560	462,366
9 Capital Costs	305,982	346,097	344,900	260,770	384,037
10 Total	\$1,458,386	\$1,494,759	\$1,456,678	\$1,516,055	\$1,488,072
PERCENT OF REVENUES					
11 Purchased Water, Fuel or Power for Pumping, and Chemicals	7.9	6.8	5.9	5.7	6.6
12 Wages and Benefits					
13 Other Operation and Maintenance Expense	35.8	34.1	27.7	34.3	25.8
14 Depreciation and Amortization Expense	10.3	10.2	10.6	10.2	9.6
15 Income Taxes-Operating	3.5	5.0	6.6	1.5	1.2
16 Other Taxes-Operating	21.5	20.7	25.6	31.0	31.1
17 Capital Costs	21.0	23.2	23.7	17.2	25.8
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER THOUSAND GALLONS SOLD					
19 Purchased Water, Fuel or Power for Pumping, and Chemicals	1.38	1.18	0.96	0.97	1.11
20 Wages and Benefits					
21 Other Operation and Maintenance Expense	6.23	5.88	4.52	5.81	4.36
22 Depreciation and Amortization Expense	1.79	1.76	1.73	1.72	1.62
23 Income Taxes-Operating	0.61	0.86	1.07	0.26	0.21
24 Other Taxes-Operating	3.75	3.56	4.17	5.25	5.25
25 Capital Costs	3.65	3.99	3.86	2.91	4.36
26 Total	17.41	17.23	16.32	16.91	16.90

**Purchased Water, Fuel or Power for Pumping
and Chemicals**

Purchased Water					
Fuel for Pumping	98,510	78,473	63,724	65,935	79,232
Chemicals	16,800	23,504	21,593	20,912	18,318
 Total PW, Fuel and Chemicals	 115,310	 101,977	 85,317	 86,847	 97,550
Total - Ultimate Customers					

Wages and Benefits

Salaries
Pensions and Benefits
Total Wages and Benefits

Other Expenses

Total O&M Expenses	637,268	612,092	488,876	607,493	481,093
-Total PW, Fuel and Chemicals	115,310	101,977	85,317	86,847	97,550
-Wages and Benefits					
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	521,958	510,115	403,559	520,646	383,543

Depreciation and Amortization

Depreciation Exp	149,922	152,953	154,355	153,931	142,347
Amort of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
 Total Depre and Amort	 149,922	 152,953	 154,355	 153,931	 142,347

Total PW, Fuel and Chemicals related to Sales for Resale (Not Used)

Total PW, Fuel and Chemicals
divided by Total Gallons
Cost per KWH
times Sales for Resale MWHs
Sales for Resale Cost

HERITAGE HILLS WATER COMPANY
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
WATER UTILITY PLANT					
Plant in Service					
Intangible					
Source of Supply	837,004	821,206	818,926	794,991	711,509
Pumping	268,647	247,842	247,842	247,842	244,621
Water Treatment	501,532	501,532	501,532	501,532	501,532
Transmission and Distribution	6,226,118	6,145,675	6,083,614	6,051,552	6,004,330
General	12,643	12,643	12,643	12,643	11,765
Purchased or Sold					
Total Plant in Service	7,845,944	7,728,898	7,664,557	7,608,560	7,473,757
Plant Leased To Others					
Construction Work In Progress					
Plant Held For Future Use					
Plant Acquisition Adjustments					
Accum. Gains & Losses - Utility Land & Land Rights					
Total Plant	7,845,944	7,728,898	7,664,557	7,608,560	7,473,757
Accum. Prov. - Depr. & Amort.	3,623,681	3,518,007	3,411,459	3,305,786	3,206,586
Net Plant	\$4,222,263	\$4,210,891	\$4,253,098	\$4,302,774	\$4,267,171
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.10	0.13	0.18	0.15	0.09
Total Capitalization	\$511,161	\$383,213	\$1,369,732	\$819,057	\$982,410
<u>Percent Of Capitalization (incl S-T Debt)</u>					
Long-Term Debt	28.3%	101.0%	45.3%	104.0%	108.9%
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	9.5%	-4.0%	-8.9%
Short-Term Debt					
Pretax Coverage of Interest Expense	2.0	3.0	3.0	1.8	1.9
Com. Stock Dividends as a % of Earnings			23.5%	48.0%	33.7%
Return on Common Equity	NA	NA	NA	NA	NA
Internal Cash Generated as a % of Cash Outflows for Construction	228.8%	33.7%	965.3%	206.8%	431.6%
CWIP as a % of Plant					
Number of Employees					

Current Assets	383,806.00	507,176.00	802,840.00	768,401.00	468,311.00
Current Liabilities	4,024,599	4,054,420	4,372,240	5,228,622	5,040,585
Total Capitalization	511,161	383,213	1,369,732	819,057	982,410
Long-Term Debt	144,673	387,033	620,044	852,114	1,069,730
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	511,161	383,213	129,644	(33,057)	(87,320)
Short-Term Debt					
Pretax Income	369,763	499,652	469,988	280,687	363,037
Interest Expense	184,808	164,879	154,144	153,608	187,586
Dividends Paid			50,000	50,000	50,000
Net Income (Excl. Preferred Stock Dividends)	127,948	253,569	212,701	104,264	148,431
* Internal Cash	312,897	28,301	730,477	332,685	291,755
Cash Outflows for Construction	136,739	83,906	75,674	160,892	67,594
CWIP					
Total Plant	7,845,944	7,728,898	7,664,557	7,608,560	7,473,757
Number of Employees					
Salaries and Wages					

**JAMAICA WATER SUPPLY COMPANY
COMPARATIVE BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Net Utility Plant					
OTHER PROPERTY AND INVESTMENTS					
2 Nonutility Property (Net)					
3 Other Investments					
4 Sinking Funds and Other Special Funds					
5 Total Other Property and Investments					
CURRENT AND ACCRUED ASSETS					
6 Cash and Cash Equivalents					
7 Notes and Accounts Receivables - Net					
8 Receivables from Associated Companies					
23 Materials and Supplies					
10 Prepayments					
11 Accrued Utility Revenue					
12 Misc Current and Accrued Assets					
13 Total Current and Accrued Assets					
DEFERRED DEBITS					
14 Unamort. Debt Expense					
15 Other Deferred Debits					
16 Accumulated Deferred Income Taxes					
17 Total Deferred Debits					
18 Total Assets and Other Debits					
PROPRIETARY CAPITAL					
19 Common Stock Issued					
20 Preferred Stock Issued					
21 Other Paid-in Capital					
22 Retained Earnings					
23 Reacquired Capital Stock					
24 Total Proprietary Capital					
LONG-TERM DEBT					
25 Long-Term Debt					
CURRENT AND ACCRUED LIABILITIES					
26 Notes Payable					
27 Accounts Payable					
28 Payables to Associated Companies					
29 Customer Deposits					
30 Taxes Accrued					
31 Interest Accrued					
32 Matured Long-Term Debt					
33 Misc Current and Accrued Liabilities					
34 Total Current and Accrued Liabilities					
DEFERRED CREDITS					
35 Customer Advances for Construction					
36 Other Deferred Credits					
37 Accumulated Deferred Investment Tax Credits					
38 Accumulated Deferred Income Taxes					
39 Total Deferred Credits					
OPERATING RESERVES					
40 Operating Reserves					
41 Total Liabilities and Other Credits					

Note:

Jamaica Water was acquired by the City of New York on May 31, 1996. The company was not required to file a 1996 PSC annual report.

**JAMAICA WATER SUPPLY COMPANY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,**

UTILITY OPERATING INCOME

Operating Revenues
Operating Expense:
 Operation Expense
 Maintenance Expense
 Depreciation and Amortization Expense
 Taxes Other than Income Taxes
 Income Taxes
 Total Operating Expenses
 Net Operating Revenues

Other Utility Operating Income

Total Utility Operating Income

OTHER INCOME

Interest and Dividend Income
Allowance for Funds Used During Construction
Miscellaneous Nonoperating Income
Other Income
 Total Other Income

Other Income Deductions

Taxes-Other Income and Deductions

Income Available

INTEREST CHARGES

Interest on Long-Term Debt
Interest on Debt to Associated Co.
Other Interest Expense
 Total Interest Charges

Income Before Extraordinary Items

Extraordinary Items

Net Income

RETAINED EARNINGS

Unappropriated (Beginning)

Balance Transferred from Income
Appropriated
Dividends Declared-Preferred Stock
Dividends Declared-Common Stock
Adjustments to Retained Earnings
 Net Change

Unappropriated (EOP)

Appropriated (EOP)

Total Retained Earnings

Note:

Jamaica Water was acquired by the City of New York on May 31, 1996. The company was not required to file a 1996 PSC annual report.

**JAMAICA WATER SUPPLY COMPANY
STATEMENT OF CASH FLOWS
FOR YEAR ENDED DECEMBER 31**

Cash Flows From Operating Activities

- 1 Net Income
- Adjustments to reconcile net income to net cash
provided by operating activities:
- 2 Depreciation, Depletion & Amortization
- 3 Deferred Taxes & ITCs
- 4 Receivables and Inventory
- 5 Payables and Accrued Expenses
- 6 Capitalized AFUDC - Equity Funds
- 7 Equity In Loss (Earnings) Of Affiliates
- 8 Other Adjustments
- 9
- 10
- 11 Net Cash From Operating Activities

Cash Flows From Investing Activities

- 12 Cash Outflows For Construction
- 13 Acquisition Of Other Non-Current Assets
- 14 Investments In & Advances to Affiliates.
- 15 Contributions & Advances from Affiliates
- Net Proceeds - Sale Or Disposition Of:
- 16 Property, Plant & Equipment
- 17 Investments in Affiliated Companies
- 18 Other Debt & Equity Investments
- 19 Other Non-Current Assets
- 20 Other Cash Flows - Investing Activities
- 21
- 22
- 23 Net Cash From Investing Activities

Cash Flows From Financing Activities

- Net Proceeds (Payments) - Issuing & Retiring:
- 24 Long-Term Debt
 - 25 Common Stock
 - 26 Preferred Stock
 - 27 Short-Term Debt
 - 28 Dividends Paid
 - 29 Other Cash Flows - Financing Activities
 - 30
 - 31
 - 32 Net Cash From Financing Activities
 - 33 Net Increase/(Decrease) In Cash Equivalents
 - 34 Cash & Cash Equivalents At Beginning Of Year
 - 35 Cash & Cash Equivalents At End Of Year

Note:

Jamaica Water was acquired by the City of New York on May 31, 1996. The company was not required to file a 1996 PSC annual report.

**JAMAICA WATER SUPPLY COMPANY
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,**

SALES AND CUSTOMER DATA

REVENUES

Unmetered Sales to General Customers
Metered Sales to General Customers
Sales to Other Water Companies
Other Sales of Water
Total Revenues from Sales of Water
Other Water Operating Revenues

Total Water Operating Revenues

WATER SALES (Thousands of Gallons)

Unmetered Sales to General Customers
Metered Sales to General Customers
Sales to Other Water Companies
Other Sales of Water

Total Sales of Water

AVG CUSTOMERS PER MONTH

Unmetered Sales to General Customers
Metered Sales to General Customers
Sales to Other Water Companies
Other Sales of Water

Total Customers

OPERATING REVENUE RELATIONSHIP

METERED GENERAL CUSTOMERS

Average Annual Bill per Customer
Average Consumption per Customer (T.Gal)
Average Revenue per T Gallons Sold

UNMETERED GENERAL CUSTOMERS

Average Annual Bill per Customer
Average Consumption per Customer (T.Gal)
Average Revenue per T Gallons Sold

OPERATION AND MAINTENANCE EXPENSES

Source of Supply
Power and Pumping
Purification
Transmission and Distribution
Customer Accounting and Collecting
Administrative and General

Total O & M Expense

Note:

Jamaica Water was acquired by the City of New York on May 31, 1996. The company was not required to file a 1996 PSC annual report.

**JAMAICA WATER SUPPLY COMPANY
DISTRIBUTION OF REVENUES
FOR THE YEAR ENDED DECEMBER 31,**

1 Revenues

2 Sales (Thousands of Gallons)

DOLLAR AMOUNTS

3 Purchased Water, Fuel or Power for
Pumping, and Chemicals

4 Wages and Benefits

5 Other Operation and Maintenance Expense

6 Depreciation and Amortization Expense

7 Income Taxes-Operating

8 Other Taxes-Operating

9 Capital Costs

10 Total

PERCENT OF REVENUES

11 Purchased Water, Fuel or Power for
Pumping, and Chemicals

12 Wages and Benefits

13 Other Operation and Maintenance Expense

14 Depreciation and Amortization Expense

15 Income Taxes-Operating

16 Other Taxes-Operating

17 Capital Costs

18 Total

DOLLARS PER THOUSAND GALLONS SOLD

19 Purchased Water, Fuel or Power for
Pumping, and Chemicals

20 Wages and Benefits

21 Other Operation and Maintenance Expense

22 Depreciation and Amortization Expense

23 Income Taxes-Operating

24 Other Taxes-Operating

25 Capital Costs

26 Total

Note:

Jamaica Water was acquired by the City of New York on May 31, 1996. The company was not required to file a 1996 PSC annual report.

**Purchased Water, Fuel or Power for Pumping
and Chemicals**

Purchased Water
Fuel for Pumping
Chemicals

Total PW, Fuel and Chemicals

Total - Ultimate Customers

Wages and Benefits

Salaries
Pensions and Benefits
Total Wages and Benefits

Other Expenses

Total O&M Expenses
-Total PW, Fuel and Chemicals
-Wages and Benefits
-Other Gains
+Other Losses
-Other Revenues
Other Expenses

Depreciation and Amortization

Depreciation Exp
Amort of Utility Plant
Amort of Other Utility Plant
Amort of Property Losses

Total Depre and Amort

Total PW, Fuel and Chemicals related to Sales for Resale (Not Used)

Total PW, Fuel and Chemicals
divided by Total Gallons
Cost per KWH
times Sales for Resale MWHs
Sales for Resale Cost

**JAMAICA WATER SUPPLY COMPANY
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,**

WATER UTILITY PLANT

Plant in Service

Intangible
Source of Supply
Pumping
Water Treatment
Transmission and Distribution
General
Purchased or Sold

Total Plant in Service

Plant Leased To Others
Construction Work In Progress
Plant Held For Future Use
Plant Acquisition Adjustments
Accum. Gains & Losses -
Utility Land & Land Rights

Total Plant

Accum. Prov. - Depr. & Amort.

Net Plant

SELECTED RATIOS AND STATISTICS

Current Assets / Current Liabilities

Total Capitalization

Percent Of Capitalization (incl S-T Debt)

Long-Term Debt
Preferred Stock
Common Stock & Retained Earnings
Short-Term Debt

Pretax Coverage of Interest Expense

Com. Stock Dividends as a % of Earnings

Return on Common Equity

Internal Cash Generated as a % of
Cash Outflows for Construction

CWIP as a % of Plant

Number of Employees

Note:

Jamaica Water was acquired by the City of New York on May 31, 1996. The company was not required to file a 1996 PSC annual report.

Current Assets

Current Liabilities

Total Capitalization

Long-Term Debt

Preferred Stock

Common Stock and Retained Earnings
(Excl. Preferred Stock)

Short-Term Debt

Pretax Income

Interest Expense

Dividends Paid

Net Income
(Excl. Preferred Stock Dividends)

Internal Cash

Cash Outflows for Construction

CWIP

Total Plant

Number of Employees

Salaries and Wages

**NEW YORK AMERICAN WATER COMPANY SERVICE AREA 1
COMPARATIVE BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Net Utility Plant	\$290,999,788	\$268,276,150	\$239,310,240	\$212,811,538	\$186,813,825
OTHER PROPERTY AND INVESTMENTS					
2 Nonutility Property (Net)	4,115,320	4,240,862	63,368	63,368	63,368
3 Other Investments	233,027	232,743	179,255	179,484	740,562
4 Sinking Funds and Other Special Funds					
5 Total Other Property and Investments	4,348,347	4,473,604	242,623	242,852	803,931
CURRENT AND ACCRUED ASSETS					
6 Cash and Cash Equivalents	161,666	253,344	194,914	607,368	133,814
7 Notes and Accounts Receivables - Net	5,973,897	6,175,961	4,432,179	4,550,609	2,942,182
8 Receivables from Associated Companies	448,045	(1,260,935)	6,431,613	407,073	22,726
9 Materials and Supplies	886,982	808,648	760,106	703,738	733,234
10 Prepayments	314,215	85,813	428,735	491,089	508,046
11 Accrued Utility Revenue	2,455,130	1,317,807	1,730,528	1,846,810	1,557,666
12 Misc Current and Accrued Assets	184,715	174,903	63,450	71,016	287,135
13 Total Current and Accrued Assets	10,424,651	7,555,540	14,041,524	8,677,703	6,184,802
DEFERRED DEBITS					
14 Unamort. Debt Expense	2,879,591	2,730,330	2,745,732	2,923,071	2,708,316
15 Other Deferred Debits	29,273,272	33,427,181	20,086,049	14,507,880	17,307,643
16 Accumulated Deferred Income Taxes	5,424,900	5,541,426	5,526,200	5,580,756	5,617,039
17 Total Deferred Debits	37,577,764	41,698,936	28,357,980	23,011,707	25,632,998
18 Total Assets and Other Debits	\$343,350,549	\$322,004,231	\$281,952,367	\$244,743,800	\$219,435,556
PROPRIETARY CAPITAL					
19 Common Stock Issued	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000
20 Preferred Stock Issued					1,125,000
21 Other Paid-in Capital	60,877,779	55,782,478	48,641,259	35,588,615	34,553,924
22 Retained Earnings	34,323,946	29,475,946	28,908,596	26,223,016	24,231,315
23 Reacquired Capital Stock					
24 Total Proprietary Capital	105,201,726	95,258,424	87,549,855	71,811,631	69,910,239
LONG-TERM DEBT					
25 Long-Term Debt	127,494,836	113,711,633	101,730,678	87,713,293	75,586,935
CURRENT AND ACCRUED LIABILITIES					
26 Notes Payable					
27 Accounts Payable	7,796,402	5,291,522	3,293,194	4,073,456	5,969,595
28 Payables to Associated Companies	12,571,673	27,467,096	26,276,153	28,834,080	11,773,422
29 Customer Deposits					
30 Taxes Accrued	1,815,240	(667,020)	1,284,063	(745,223)	1,930,807
31 Interest Accrued	1,322,280	1,019,530	771,239	781,031	478,549
32 Matured Long-Term Debt					
33 Misc Current and Accrued Liabilities	7,119,666	6,670,589	2,399,386	2,814,053	1,661,712
34 Total Current and Accrued Liabilities	30,625,260	39,781,717	34,024,036	35,757,397	21,814,085
DEFERRED CREDITS					
35 Customer Advances for Construction	396,366	636,000	636,000	651,000	105,000
36 Other Deferred Credits	45,598,242	41,348,776	6,895,835	4,796,182	11,677,192
37 Accumulated Deferred Investment Tax Credits	148,822	163,822	178,822	193,822	208,822
38 Accumulated Deferred Income Taxes	33,403,686	29,604,091	49,274,664	41,611,886	40,133,283
39 Total Deferred Credits	79,547,116	71,752,689	56,985,320	47,252,890	52,124,298
OPERATING RESERVES					
40 Operating Reserves	481,612	1,499,768	1,662,478	2,208,589	
41 Total Liabilities and Other Credits	\$343,350,549	\$322,004,231	\$281,952,367	\$244,743,800	\$219,435,556

LONG ISLAND WATER CORPORATION
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY OPERATING INCOME					
Operating Revenues	\$64,379,546	\$62,751,195	\$65,193,088	\$62,110,258	\$60,305,190
Operating Expense:					
Operation Expense	23,141,300	24,887,756	19,469,800	19,450,078	20,079,602
Maintenance Expense	2,967,772	2,630,227	2,454,093	2,642,840	2,442,898
Depreciation and Amortization Expense	8,593,132	7,768,454	5,999,274	5,332,262	5,082,845
Taxes Other than Income Taxes	19,674,557	15,819,540	21,337,044	18,189,639	17,523,444
Income Taxes	681,150	2,292,872	4,883,002	5,482,296	5,065,197
Total Operating Expenses	55,057,912	53,398,849	54,143,214	51,097,115	50,193,986
Net Operating Revenues	9,321,634	9,352,345	11,049,874	11,013,143	10,111,205
Other Utility Operating Income					
Total Utility Operating Income	9,321,636	9,352,345	11,049,874	11,013,143	10,111,205
OTHER INCOME					
Interest and Dividend Income			871	1,939	2,711
Allowance for Funds Used During Construction	1,431,548	1,096,426	1,158,488	1,165,370	627,767
Miscellaneous Nonoperating Income					
Other Income	3,180	64			
Total Other Income	1,434,727	1,096,490	1,159,359	1,167,309	630,478
Other Income Deductions	9,663	10,140	9,771		
Taxes-Other Income and Deductions	(335,160)	(4,786)	346,702	247	
Income Available	11,081,861	10,443,482	11,852,760	12,180,205	10,741,683
INTEREST CHARGES					
Interest on Long-Term Debt	5,422,450	4,904,327	4,384,639	4,078,241	4,049,296
Interest on Debt to Associated Co.					
Other Interest Expense	68,194	(149,545)	255,466	152,691	206,678
Total Interest Charges	5,490,644	4,754,782	4,640,105	4,230,932	4,255,974
Income Before Extraordinary Items	5,591,217	5,688,700	7,212,656	7,949,275	6,485,708
Net Extraordinary Items					
Net Income	\$5,591,217	\$5,688,700	\$7,212,656	\$7,949,275	\$6,485,708
RETAINED EARNINGS					
Unappropriated (Beginning)	\$29,475,946	\$28,963,271	\$26,223,016	\$24,231,315	\$22,575,639
Balance Transferred from Income Appropriated	5,573,590	5,688,700	7,212,656	7,949,275	6,485,708
Dividends Declared-Preferred Stock				21,094	63,282
Dividends Declared-Common Stock	725,589	5,205,436	4,535,354	5,936,483	4,766,751
Adjustments to Retained Earnings		29,411	8,278	4	
Net Change	4,848,000	512,675	2,685,580	1,991,701	1,655,676
Unappropriated (EOP)	34,323,946	29,475,946	28,908,596	26,223,016	24,231,315
Appropriated (EOP)					
Total Retained Earnings	\$34,323,946	\$29,475,946	\$28,908,596	\$26,223,016	\$24,231,315

LONG ISLAND WATER CORPORATION
STATEMENT OF CASH FLOWS
FOR YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$5,573,590	\$5,688,700	\$7,212,656	\$7,949,275	\$6,485,708
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	7,966,667	8,155,939	6,241,107	5,595,604	5,316,061
3 Deferred Taxes & ITCs	2,698,670	8,186,357	6,738,684	4,532,611	1,911,779
4 Receivables and Inventory	(4,478,327)	6,625,196	(6,264,162)	(2,898,054)	1,662,420
5 Payables and Accrued Expenses	(5,505,488)	742,952	(5,343,653)	3,731,558	2,798,855
6 Capitalized AFUDC - Equity Funds	(1,431,547)	(1,096,426)	(1,158,488)	(1,165,550)	(627,767)
7 Equity In Loss (Earnings) Of Affiliates					
8 Other Adjustments					
9	1,517,540	(9,271,872)	(3,057,934)	(4,725,152)	419,438
10	8,454,101	337,048	487,886	645,628	206,224
11 Net Cash From Operating Activities	14,795,206	19,367,894	4,856,096	13,665,920	18,172,718
Cash Flows From Investing Activities					
12 Cash Outflows For Construction	(28,896,329)	(30,107,242)	(31,299,088)	(30,130,748)	(19,520,334)
13 Acquisition Of Other Non-Current Assets					
14 Investments In & Advances to Affiliates.	(285)	(79)	(14,771)	1,107,078	(635,562)
15 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
16 Property, Plant & Equipment					
17 Investments in Affiliated Companies					
18 Other Debt & Equity Investments					
19 Other Non-Current Assets					
20 Other Cash Flows - Investing Activities					
21					
22					
23 Net Cash From Investing Activities	(28,896,614)	(30,107,321)	(31,313,859)	(29,023,670)	(20,155,896)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
24 Long-Term Debt	18,386,290	19,270,121	26,970,370	12,702,123	10,630,197
25 Common Stock					
26 Preferred Stock				(1,125,000)	
27 Short-Term Debt	(3,650,970)	(3,361,536)	3,610,293	10,211,754	(3,824,599)
28 Dividends Paid	(725,589)	(5,205,436)	(4,535,354)	(5,957,577)	(4,830,033)
29 Other Cash Flows - Financing Activities					
30					
31					
32 Net Cash From Financing Activities	14,009,731	10,703,149	26,045,309	15,831,300	1,975,565
33 Net Increase/(Decrease) In Cash Equivalents	(91,677)	(36,278)	(412,454)	473,554	(7,612)
34 Cash & Cash Equivalents At Beginning Of Year	253,344	289,620	607,368	133,814	141,426
35 Cash & Cash Equivalents At End Of Year	\$161,666	\$253,344	\$194,914	\$607,368	\$133,814

LONG ISLAND WATER CORPORATION
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
Sales to General Customers	\$49,451,338	\$47,890,900	\$49,430,234	\$46,923,244	\$45,191,910
Sales to Other Water Companies	8,550,785	7,862,241	8,240,964	7,858,822	7,744,310
Other Sales of Water	7,806,296	6,442,447	6,847,731	4,471,860	4,351,471
Total Revenues from Sales of Water	65,808,419	62,195,588	64,518,929	59,253,926	57,287,691
Other Water Operating Revenues	(1,428,873)	555,607	674,159	2,856,332	3,017,499
Total Water Operating Revenues	\$64,379,547	\$62,751,195	\$65,193,088	\$62,110,258	\$60,305,190
WATER SALES (Thousands of Gallons)					
Sales to General Customers	6,278,604	6,608,552	7,062,293	7,057,309	6,670,805
Sales to Other Water Companies	1,299,162	1,367,714	1,415,198	1,442,614	1,401,332
Other Sales of Water	333,602	303,573	414,509	552,763	493,472
Total Sales of Water	7,911,368	8,279,839	8,892,001	9,052,686	8,565,609
AVG CUSTOMERS PER MONTH					
Sales to General Customers	69,307	69,291	67,762	67,528	67,608
Sales to Other Water Companies	5,942	5,921	5,749	5,706	5,720
Other Sales of Water	357	357	355	350	356
Total Customers	75,606	75,569	73,866	73,584	73,684
OPERATING REVENUE RELATIONSHIP					
METERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	\$713.51	\$691.16	\$729.47	\$694.87	\$668.44
Average Consumption per Customer (T.Gal)	90.59	95.37	104.22	104.51	98.67
Average Revenue per T Gallons Sold	\$7.88	\$7.25	\$7.00	\$6.65	\$6.77
UNMETERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	---	---	---	---	---
Average Consumption per Customer (T.Gal)	---	---	---	---	---
Average Revenue per T Gallons Sold	---	---	---	---	---
OPERATION AND MAINTENANCE EXPENSES					
Source of Supply	\$250,106	\$238,703	\$151,270	\$145,421	\$23,236
Power and Pumping	4,307,531	4,422,393	3,802,941	3,922,976	4,423,018
Purification	2,477,494	2,109,311	2,297,367	2,264,116	2,149,840
Transmission and Distribution	2,884,855	2,363,752	2,135,462	2,512,902	2,537,527
Customer Accounting and Collecting	2,433,620	1,887,294	2,127,330	2,286,161	1,590,873
Administrative and General	13,755,464	16,496,529	11,409,521	10,961,339	11,798,005
Total O & M Expense	\$26,109,070	\$27,517,981	\$21,923,891	\$22,092,915	\$22,522,499

**LONG ISLAND WATER CORPORATION
DISTRIBUTION OF REVENUES
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
1 Revenues	\$64,379,547	\$62,751,195	\$65,193,088	\$62,110,258	\$60,305,190
2 Sales (Thousands of Gallons)	7,911,368	8,279,839	8,892,001	9,052,686	8,565,609
DOLLAR AMOUNTS					
3 Purchased Water, Fuel or Power for Pumping, and Chemicals	\$4,166,191	\$3,961,709	\$3,748,760	\$3,900,875	\$4,103,053
4 Wages and Benefits	8,870,541	8,691,547	8,699,115	8,586,107	8,925,631
5 Other Operation and Maintenance Expense	13,072,339	14,864,725	9,476,016	9,605,933	9,493,815
6 Depreciation and Amortization Expense	8,593,132	7,768,454	5,999,274	5,332,262	5,082,845
7 Income Taxes-Operating	681,150	2,292,872	4,883,002	5,482,296	5,065,197
8 Other Taxes-Operating	19,674,557	15,819,540	21,337,044	18,189,639	17,523,444
9 Capital Costs	9,321,637	9,352,347	11,049,875	11,013,146	10,111,205
10 Total	\$64,379,547	\$62,751,195	\$65,193,088	\$62,110,258	\$60,305,190
PERCENT OF REVENUES					
11 Purchased Water, Fuel or Power for Pumping, and Chemicals	6.5	6.3	5.8	6.3	6.8
12 Wages and Benefits	13.8	13.9	13.3	13.8	14.8
13 Other Operation and Maintenance Expense	20.3	23.7	14.5	15.5	15.7
14 Depreciation and Amortization Expense	13.3	12.4	9.2	8.6	8.4
15 Income Taxes-Operating	1.1	3.7	7.5	8.8	8.4
16 Other Taxes-Operating	30.6	25.2	32.7	29.3	29.1
17 Capital Costs	14.5	14.9	16.9	17.7	16.8
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER THOUSAND GALLONS SOLD					
19 Purchased Water, Fuel or Power for Pumping, and Chemicals	0.53	0.48	0.42	0.43	0.48
20 Wages and Benefits	1.12	1.05	0.98	0.95	1.04
21 Other Operation and Maintenance Expense	1.65	1.80	1.07	1.06	1.11
22 Depreciation and Amortization Expense	1.09	0.94	0.67	0.59	0.59
23 Income Taxes-Operating	0.09	0.28	0.55	0.61	0.59
24 Other Taxes-Operating	2.49	1.91	2.40	2.01	2.05
25 Capital Costs	1.18	1.13	1.24	1.22	1.18
26 Total	8.14	7.58	7.33	6.86	7.04

Purchased Water, Fuel or Power for Pumping and Chemicals

Purchased Water					
Fuel for Pumping	2,058,183	2,284,406	2,172,705	2,433,918	2,650,200
Chemicals	2,108,008	1,677,303	1,576,055	1,466,957	1,452,853
 Total PW, Fuel and Chemicals	 4,166,191	 3,961,709	 3,748,760	 3,900,875	 4,103,053
Total - Ultimate Customers					

Wages and Benefits

Salaries	7,070,417	6,986,170	6,741,093	6,624,572	6,707,165
Pensions and Benefits	1,800,124	1,705,377	1,958,022	1,961,535	2,218,466
Total Wages and Benefits	8,870,541	8,691,547	8,699,115	8,586,107	8,925,631

Other Expenses

Total O&M Expenses	26,109,070	27,517,981	21,923,891	22,092,915	22,522,499
-Total PW, Fuel and Chemicals	4,166,191	3,961,709	3,748,760	3,900,875	4,103,053
-Wages and Benefits	8,870,541	8,691,547	8,699,115	8,586,107	8,925,631
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	13,072,339	14,864,725	9,476,016	9,605,933	9,493,815

Depreciation and Amortization

Depreciation Exp	8,593,132	7,768,454	5,999,274	5,332,262	5,082,845
Amort of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
 Total Depre and Amort	 8,593,132	 7,768,454	 5,999,274	 5,332,262	 5,082,845

Total PW, Fuel and Chemicals related to Sales for Resale (Not Used)

Total PW, Fuel and Chemicals	4,166,191	3,961,709	3,748,760	3,900,875	4,103,053
divided by Total Gallons	7,911,368	8,279,839	8,892,001	9,052,686	8,565,609
Cost per KWH	0.0005	0.0005	0.0004	0.0004	0.0005
times Sales for Resale MWHs					
Sales for Resale Cost					

LONG ISLAND WATER CORPORATION
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
WATER UTILITY PLANT					
Plant in Service					
Intangible	\$386,527	\$386,314	\$348,669	\$54,013	\$148,580
Source of Supply	11,203,847	11,070,867	11,489,470	11,623,926	8,890,940
Pumping	21,225,350	18,513,436	14,979,715	13,125,076	12,611,582
Water Treatment	54,279,158	51,668,744	44,026,676	38,384,804	37,951,871
Transmission and Distribution	220,141,550	203,331,574	180,515,903	163,519,747	150,461,731
General	31,504,689	30,483,705	29,031,355	25,088,386	16,953,556
Purchased or Sold					
Total Plant in Service	338,741,121	315,454,640	280,391,787	251,795,951	227,018,260
Plant Leased To Others					
Construction Work In Progress	22,936,134	19,844,748	18,515,347	18,769,997	15,645,510
Plant Held For Future Use	110,933	110,933	110,933	110,933	110,933
Plant Acquisition Adjustments					
Accum. Gains & Losses - Utility Land & Land Rights					
Total Plant	361,788,188	335,410,321	299,018,068	270,676,882	242,774,703
Accum. Prov. - Depr. & Amort.	70,788,400	67,134,171	59,707,827	57,865,344	55,960,878
Net Plant	\$290,999,788	\$268,276,150	\$239,310,240	\$212,811,538	\$186,813,825
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.34	0.19	0.41	0.24	0.28
Total Capitalization	\$232,696,562	\$208,970,057	\$189,280,533	\$159,524,924	\$145,497,174
<u>Percent Of Capitalization (incl S-T Debt)</u>					
Long-Term Debt	54.8%	54.4%	53.7%	55.0%	52.0%
Preferred Stock					0.8%
Common Stock & Retained Earnings	45.2%	45.6%	46.3%	45.0%	47.3%
Short-Term Debt					
Pretax Coverage of Interest Expense	2.1	2.7	3.6	4.2	3.7
Com. Stock Dividends as a % of Earnings	13.0%	91.6%	62.9%	74.7%	75.2%
Return on Common Equity	5.6%	6.2%	9.1%	11.3%	9.9%
Internal Cash Generated as a % of Cash Outflows for Construction	51.3%	64.3%	15.5%	45.4%	93.1%
CWIP as a % of Plant	6.3%	5.9%	6.2%	6.9%	6.4%
Number of Employees	92	81	79	84	79

Current Assets	10,424,650.71	7,555,540.50	14,041,523.55	8,677,703.00	6,184,802.49
Current Liabilities	30,625,260	39,781,717	34,024,036	35,757,397	21,814,085
Total Capitalization	232,696,562	208,970,057	189,280,533	159,524,924	145,497,174
Long-Term Debt	127,494,836	113,711,633	101,730,678	87,713,293	75,586,935
Preferred Stock					1,125,000
Common Stock and Retained Earnings (Excl. Preferred Stock)	105,201,726	95,258,424	87,549,855	71,811,631	68,785,239
Short-Term Debt					
Pretax Income	11,772,672	12,741,708	16,745,533	17,662,501	15,806,880
Interest Expense	5,490,644	4,754,782	4,640,105	4,230,932	4,255,974
Dividends Paid	725,589	5,205,436	4,535,354	5,957,577	4,830,033
Net Income (Excl. Preferred Stock Dividends)	5,573,590	5,683,914	7,212,656	7,970,369	6,422,427
Internal Cash	14,812,831	19,367,896	4,856,096	13,665,920	18,172,713
Cash Outflows for Construction	28,896,329	30,107,242	31,299,088	30,130,748	19,520,334
CWIP	22,936,134	19,844,748	18,515,347	18,769,997	15,645,510
Total Plant	361,788,188	335,410,321	299,018,068	270,676,882	242,774,703
Number of Employees	92	81	79	84	79
Salaries and Wages					

|

**UNITED WATER WESTCHESTER
COMPARATIVE BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Net Utility Plant	\$275,028,056	\$262,527,456	\$250,158,664	\$241,312,264	\$233,311,117
OTHER PROPERTY AND INVESTMENTS					
2 Nonutility Property (Net)	239,001	239,001	239,001	239,001	239,001
3 Other Investments					
4 Sinking Funds and Other Special Funds					
5 Total Other Property and Investments	239,001	239,001	239,001	239,001	239,001
CURRENT AND ACCRUED ASSETS					
6 Cash and Cash Equivalents	300	300	300	300	400
7 Notes and Accounts Receivables - Net	1,161,546	2,030,972	2,362,287	2,269,385	1,898,275
8 Receivables from Associated Companies	(0)	(0)	0	1,407,813	2,838,639
9 Materials and Supplies	557,284	784,959	570,741	503,854	437,632
10 Prepayments	861,887	686,003	649,491	716,182	798,069
11 Accrued Utility Revenue	4,714,826	4,310,465	3,914,518	4,504,311	7,264,217
12 Misc Current and Accrued Assets					
13 Total Current and Accrued Assets	7,295,843	7,812,699	7,497,337	9,401,844	13,237,232
DEFERRED DEBITS					
14 Unamort. Debt Expense					
15 Other Deferred Debits	11,851,053	13,474,646	18,898,615	22,711,151	30,095,804
16 Accumulated Deferred Income Taxes	3,364,081	2,344,435	1,664,502	1,906,086	3,966,404
17 Total Deferred Debits	15,215,134	15,819,081	20,563,117	24,617,237	34,062,208
18 Total Assets and Other Debits	\$297,778,034	\$286,398,237	\$278,458,119	\$275,570,347	\$280,849,558
PROPRIETARY CAPITAL					
19 Common Stock Issued	50,000	50,000	50,000	50,000	50,000
20 Preferred Stock Issued					
21 Other Paid-in Capital	143,237,410	143,237,410	142,440,245	140,635,745	140,635,745
22 Retained Earnings	81,137,133	73,100,985	69,787,839	70,555,842	79,616,701
23 Reacquired Capital Stock					
24 Total Proprietary Capital	224,424,544	216,388,396	212,278,085	211,241,587	220,302,446
LONG-TERM DEBT					
25 Long-Term Debt					
CURRENT AND ACCRUED LIABILITIES					
26 Notes Payable					
27 Accounts Payable	3,274,597	2,279,497	2,430,420	2,049,985	2,791,948
28 Payables to Associated Companies					
29 Customer Deposits	65,227	64,533	76,216	237,033	379,180
30 Taxes Accrued	2,025,066	4,800,674	4,020,435	4,344,642	(1,858,685)
31 Interest Accrued	1,099	1,132	1,142	3,153	2,017
32 Matured Long-Term Debt					
33 Misc Current and Accrued Liabilities	6,051,107	3,923,424	4,246,045	5,244,650	4,056,089
34 Total Current and Accrued Liabilities	11,417,095	11,069,259	10,774,258	11,879,463	5,370,548
DEFERRED CREDITS					
35 Customer Advances for Construction	1,388,252	1,290,372	1,442,305	1,496,937	1,071,058
36 Other Deferred Credits	29,003,487	29,131,304	12,440,836	10,583,066	12,504,592
37 Accumulated Deferred Investment Tax Credits	417,877	436,669	455,461	474,253	493,045
38 Accumulated Deferred Income Taxes	27,485,607	22,867,190	35,667,256	35,242,061	36,116,378
39 Total Deferred Credits	58,295,222	53,725,535	50,005,858	47,796,317	50,185,073
OPERATING RESERVES					
40 Operating Reserves	3,641,173	5,215,048	5,399,920	4,652,980	4,991,491
41 Total Liabilities and Other Credits	\$297,778,034	\$286,398,237	\$278,458,120	\$275,570,347	\$280,849,558

UNITED WATER WESTCHESTER
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY OPERATING INCOME					
Operating Revenues	\$69,994,776	\$72,626,729	\$71,027,027	\$69,819,437	\$67,741,782
Operating Expense:					
Operation Expense	30,530,455	30,624,653	30,585,744	29,878,371	30,948,268
Maintenance Expense	1,454,085	1,522,481	1,190,326	1,588,126	1,271,300
Depreciation and Amortization Expense	5,542,430	5,370,222	5,737,723	5,750,670	5,415,047
Taxes Other than Income Taxes	13,815,773	12,728,454	14,568,574	14,198,331	11,328,567
Income Taxes	3,477,176	6,856,332	4,174,856	4,196,974	4,194,530
Total Operating Expenses	54,819,918	57,102,142	56,257,224	55,612,472	53,157,712
Net Operating Revenues	15,174,858	15,524,587	14,769,803	14,206,965	14,584,070
Other Utility Operating Income					
Total Utility Operating Income	15,174,858	15,524,587	14,769,803	14,206,965	14,584,070
OTHER INCOME					
Interest and Dividend Income	52,352	228,107	249,212	123,699	323,008
Allowance for Funds Used During Construction	51,875	18,453	1,286	12,161	(250,611)
Miscellaneous Nonoperating Income	32,443	36,364	21,881	73,119	32,841
Other Income	149,371	146,510	77,382	50,252	(45,254)
Total Other Income	286,041	429,434	349,760	259,231	59,985
Other Income Deductions	488,987	502,930	651,130	114,854	148,087
Taxes-Other Income and Deductions					
Income Available	14,971,911	15,451,092	14,468,433	14,351,341	14,495,968
INTEREST CHARGES					
Interest on Long-Term Debt					
Interest on Debt to Associated Co.	5,079,789	5,689,977	5,804,068	5,897,925	5,874,937
Other Interest Expense	611,871	497,749	419,228	294,769	362,375
Total Interest Charges	5,691,659	6,187,727	6,223,296	6,192,694	6,237,312
Income Before Extraordinary Items	9,280,252	9,263,365	8,245,137	8,158,647	8,258,656
Net Extraordinary Items				718,506	740,000
Net Income	\$9,280,252	\$9,263,365	\$8,245,137	\$7,440,141	\$7,518,656
RETAINED EARNINGS					
Unappropriated (Beginning)	\$73,100,985	\$69,787,839	\$70,555,842	\$79,616,701	\$74,770,045
Balance Transferred from Income Appropriated	9,280,252	9,263,365	8,245,137	7,440,141	7,518,656
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock	1,244,104	5,950,219	9,013,140	16,501,000	2,672,000
Adjustments to Retained Earnings					
Net Change	8,036,148	3,313,146	(768,003)	(9,060,859)	4,846,656
Unappropriated (EOP)	81,137,133	73,100,985	69,787,839	70,555,842	79,616,701
Appropriated (EOP)					
Total Retained Earnings	\$81,137,133	\$73,100,985	\$69,787,839	\$70,555,842	\$79,616,701

**UNITED WATER WESTCHESTER
STATEMENT OF CASH FLOWS
FOR YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$9,280,252	\$9,263,365	\$8,245,137	\$7,440,141	\$7,518,656
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	5,542,430	5,370,222	5,737,723	6,469,176	6,155,047
3 Deferred Taxes & ITCs	3,579,979	(13,498,791)	647,987	1,167,210	343,667
4 Receivables and Inventory	692,741	(278,850)	1,837,816	3,753,401	522,964
5 Payables and Accrued Expenses	3,123,444	(485,237)	(780,999)	305,588	(2,297,584)
6 Capitalized AFUDC - Equity Funds	(51,875)	(18,453)	(1,286)	(12,161)	250,611
7 Equity In Loss (Earnings) Of Affiliates					
8 Other Adjustments	1,623,593	5,423,969	3,812,536	7,598,382	1,009,576
9 Accounts Payable	(127,818)	16,690,468	1,857,771	(1,921,526)	7,080,309
10 Other Current Liabilities	(4,525,367)	558,854	489,424	5,946,703	(2,973,859)
11 Net Cash From Operating Activities	19,137,379	23,025,546	21,846,110	30,746,913	17,609,386
Cash Flows From Investing Activities					
12 Cash Outflows For Construction	(17,991,154)	(17,720,559)	(14,582,838)	(14,671,892)	(15,860,125)
13 Acquisition Of Other Non-Current Assets					
14 Investments In & Advances to Affiliates.					
15 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
16 Property, Plant & Equipment					
17 Investments in Affiliated Companies					
18 Other Debt & Equity Investments					
19 Other Non-Current Assets					
20 Other Cash Flows - Investing Activities					
21					
22					
23 Net Cash From Investing Activities	(17,991,154)	(17,720,559)	(14,582,838)	(14,671,892)	(15,860,125)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
24 Long-Term Debt	97,880	645,232	1,749,868	425,879	2,607,740
25 Common Stock					(1,685,000)
26 Preferred Stock					
27 Short-Term Debt					
28 Dividends Paid	(1,244,104)	(5,950,219)	(9,013,140)	(16,501,000)	(2,672,000)
29 Other Cash Flows - Financing Activities					
30					
31					
32 Net Cash From Financing Activities	(1,146,224)	(5,304,987)	(7,263,272)	(16,075,121)	(1,749,260)
33 Net Increase/(Decrease) In Cash Equivalents	(0)	0	(0)	(100)	0
34 Cash & Cash Equivalents At Beginning Of Year	300	300	300	400	400
35 Cash & Cash Equivalents At End Of Year	\$300	\$300	\$300	\$300	\$400

**UNITED WATER WESTCHESTER
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
Sales to General Customers	\$43,938,820	\$45,838,941	\$46,993,717	\$46,083,645	\$36,530,609
Sales to Other Water Companies	15,291,653	15,515,481	15,908,177	14,936,392	13,052,613
Other Sales of Water	8,485,452	8,320,223	7,843,730	8,357,489	7,361,305
Total Revenues from Sales of Water	67,715,925	69,674,646	70,745,624	69,377,525	56,944,527
Other Water Operating Revenues	2,278,850	2,952,084	281,403	441,912	10,797,255
Total Water Operating Revenues	\$69,994,776	\$72,626,729	\$71,027,027	\$69,819,437	\$67,741,782
WATER SALES (Thousands of Gallons)					
Sales to General Customers	4,576,418	4,744,303	5,028,749	5,337,991	4,885,041
Sales to Other Water Companies	1,847,675	1,874,865	1,987,766	1,998,359	1,942,829
Other Sales of Water	217,213	221,546	207,476	251,500	258,507
Total Sales of Water	6,641,306	6,840,714	7,223,991	7,587,850	7,086,377
AVG CUSTOMERS PER MONTH					
Sales to General Customers	39,397	39,275	39,255	39,197	38,656
Sales to Other Water Companies	3,696	3,733	3,726	3,719	3,737
Other Sales of Water	573	534	521	493	489
Total Customers	43,666	43,542	43,502	43,409	42,882
OPERATING REVENUE RELATIONSHIP					
METERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	\$1,115.28	\$1,167.13	\$1,197.14	\$1,175.69	\$945.02
Average Consumption per Customer (T.Gal)	116.16	120.80	128.10	136.18	126.37
Average Revenue per T Gallons Sold	\$9.60	\$9.66	\$9.35	\$8.63	\$7.48
UNMETERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	---	---	---	---	---
Average Consumption per Customer (T.Gal)	---	---	---	---	---
Average Revenue per T Gallons Sold	---	---	---	---	---
OPERATION AND MAINTENANCE EXPENSES					
Source of Supply	\$18,586,761	\$18,603,843	\$18,223,112	\$18,246,735	\$20,052,592
Power and Pumping	2,357,048	2,182,287	2,162,401	2,078,917	2,309,429
Purification	673,537	645,581	581,795	663,913	699,736
Transmission and Distribution	2,466,776	2,596,523	2,558,109	2,825,082	2,645,646
Customer Accounting and Collecting	1,559,666	1,424,095	1,531,158	1,300,216	1,578,990
Administrative and General	6,340,752	6,694,805	6,719,494	6,351,634	4,933,175
Total O & M Expense	\$31,984,539	\$32,147,134	\$31,776,070	\$31,466,497	\$32,219,568

**UNITED WATER WESTCHESTER
DISTRIBUTION OF REVENUES
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
1 Revenues	\$69,994,776	\$72,626,729	\$71,027,027	\$69,819,437	\$67,741,782
2 Sales (Thousands of Gallons)	6,641,306	6,840,714	7,223,991	7,587,850	7,086,377
DOLLAR AMOUNTS					
3 Purchased Water, Fuel or Power for Pumping, and Chemicals	\$19,466,079	\$19,437,827	\$19,023,994	\$19,022,174	\$21,371,973
4 Wages and Benefits	5,297,339	5,328,085	7,637,912	4,902,717	4,917,017
5 Other Operation and Maintenance Expense	7,221,121	7,381,222	5,114,164	7,541,607	5,930,578
6 Depreciation and Amortization Expense	5,542,430	5,370,222	5,737,723	5,750,670	5,415,047
7 Income Taxes-Operating	3,477,176	6,856,332	4,174,856	4,196,974	4,194,530
8 Other Taxes-Operating	13,815,773	12,728,454	14,568,574	14,198,331	11,328,567
9 Capital Costs	15,174,858	15,524,587	14,769,803	14,206,965	14,584,070
10 Total	\$69,994,776	\$72,626,729	\$71,027,027	\$69,819,437	\$67,741,782
PERCENT OF REVENUES					
11 Purchased Water, Fuel or Power for Pumping, and Chemicals	27.8	26.8	26.8	27.2	31.5
12 Wages and Benefits	7.6	7.3	10.8	7.0	7.3
13 Other Operation and Maintenance Expense	10.3	10.2	7.2	10.8	8.8
14 Depreciation and Amortization Expense	7.9	7.4	8.1	8.2	8.0
15 Income Taxes-Operating	5.0	9.4	5.9	6.0	6.2
16 Other Taxes-Operating	19.7	17.5	20.5	20.3	16.7
17 Capital Costs	21.7	21.4	20.8	20.3	21.5
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER THOUSAND GALLONS SOLD					
19 Purchased Water, Fuel or Power for Pumping, and Chemicals	2.93	2.84	2.63	2.51	3.02
20 Wages and Benefits	0.80	0.78	1.06	0.65	0.69
21 Other Operation and Maintenance Expense	1.09	1.08	0.71	0.99	0.84
22 Depreciation and Amortization Expense	0.83	0.79	0.79	0.76	0.76
23 Income Taxes-Operating	0.52	1.00	0.58	0.55	0.59
24 Other Taxes-Operating	2.08	1.86	2.02	1.87	1.60
25 Capital Costs	2.28	2.27	2.04	1.87	2.06
26 Total	10.54	10.62	9.83	9.20	9.56

**Purchased Water, Fuel or Power for Pumping
and Chemicals**

Purchased Water	18,467,162	18,445,012	18,066,716	18,077,473	19,945,505
Fuel for Pumping	785,268	782,722	762,219	698,771	1,093,945
Chemicals	213,650	210,093	195,059	245,930	332,523

Total PW, Fuel and Chemicals	19,466,079	19,437,827	19,023,994	19,022,174	21,371,973

Total - Ultimate Customers	19,466,079	19,437,827	19,023,994	19,022,174	21,371,973

Wages and Benefits

Salaries	3,546,086	3,283,330	5,740,706	2,941,005	3,230,458
Pensions and Benefits	1,751,253	2,044,755	1,897,206	1,961,712	1,686,559
Total Wages and Benefits	5,297,339	5,328,085	7,637,912	4,902,717	4,917,017

Other Expenses

Total O&M Expenses	31,984,539	32,147,134	31,776,070	31,466,497	32,219,568
-Total PW, Fuel and Chemicals	19,466,079	19,437,827	19,023,994	19,022,174	21,371,973
-Wages and Benefits	5,297,339	5,328,085	7,637,912	4,902,717	4,917,017
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	7,221,121	7,381,222	5,114,164	7,541,607	5,930,578

Depreciation and Amortization

Depreciation Exp	5,542,430	5,370,222	5,737,723	5,750,670	5,415,047
Amort of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					

Total Depre and Amort	5,542,430	5,370,222	5,737,723	5,750,670	5,415,047

Total PW, Fuel and Chemicals related to Sales for Resale (Not Used)

Total PW, Fuel and Chemicals	19,466,079	19,437,827	19,023,994	19,022,174	21,371,973
divided by Total Gallons	6,641,306	6,840,714	7,223,991	7,587,850	7,086,377
Cost per KWH	0.0029	0.0028	0.0026	0.0025	0.0030
times Sales for Resale MWHs					
Sales for Resale Cost					

UNITED WATER WESTCHESTER
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
WATER UTILITY PLANT					
Plant in Service					
Intangible	47,431	47,431	48,256	48,256	(42,590)
Source of Supply	\$22,144,613	\$22,144,613	\$22,144,613	\$22,136,673	\$22,136,673
Pumping	49,689,575	48,967,359	48,923,412	48,936,545	48,925,202
Water Treatment	4,163,670	3,230,363	3,191,906	3,159,745	3,136,403
Transmission and Distribution	238,092,377	223,781,608	209,184,212	197,824,976	186,219,055
General	20,032,483	19,871,457	19,607,353	19,560,429	20,112,270
Purchased or Sold					
Total Plant in Service	334,170,150	318,042,832	303,099,752	291,666,623	280,487,012
Plant Leased To Others					
Construction Work In Progress	1,006,494	1,558,733	1,033,505	(116,975)	1,440,415
Plant Held For Future Use					
Plant Acquisition Adjustments					
Accum. Gains & Losses -					
Utility Land & Land Rights	(90,846)	(90,846)	(90,846)	(90,846)	
Total Plant	335,085,798	319,510,719	304,042,411	291,458,802	281,927,427
Accum. Prov. - Depr. & Amort.	60,057,742	56,983,263	53,883,747	50,146,538	48,616,310
Net Plant	\$275,028,056	\$262,527,455	\$250,158,664	\$241,312,264	\$233,311,117
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.64	0.71	0.70	0.79	2.46
Total Capitalization	\$224,424,544	\$216,388,396	\$212,278,085	\$211,241,587	\$220,302,446
<u>Percent Of Capitalization (incl S-T Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	3.3	3.7	3.1	3.0	3.0
Com. Stock Dividends as a % of Earnings	13.4%	64.2%	109.3%	221.8%	35.5%
Return on Common Equity	4.2%	4.3%	3.9%	3.4%	5.8%
Internal Cash Generated as a % of					
Cash Outflows for Construction	106.4%	129.9%	149.8%	209.6%	111.0%
CWIP as a % of Plant	0.3%	0.5%	0.3%	0.0%	0.5%
Number of Employees					

Current Assets	7,295,843	7,812,699	7,497,337	9,401,844	13,237,232
Current Liabilities	11,417,095	11,069,259	10,774,258	11,879,463	5,370,548
Total Capitalization	224,424,544	216,388,396	212,278,085	211,241,587	220,302,446
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	224,424,544	216,388,396	212,278,085	211,241,587	220,302,446
Short-Term Debt					
Pretax Income	18,938,075	22,810,354	19,294,420	18,663,169	18,838,585
Interest Expense	5,691,659	6,187,727	6,223,296	6,192,694	6,237,312
Dividends Paid	1,244,104	5,950,219	9,013,140	16,501,000	2,672,000
Net Income (Excl. Preferred Stock Dividends)	9,280,252	9,263,365	8,245,137	7,440,141	7,518,656
Internal Cash	19,137,379	23,025,546	21,846,110	30,746,913	17,609,386
Cash Outflows for Construction	17,991,154	17,720,559	14,582,838	14,671,892	15,860,125
CWIP	1,006,494	1,558,733	1,033,505	(116,975)	1,440,415
Total Plant	340,754,500	319,510,719	304,042,411	291,458,802	281,836,581
Number of Employees	66	65	64	67	65
Salaries and Wages					

|

**NEW YORK AMERICAN WATER COMPANY SERVICE AREA 2
COMPARATIVE BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Net Utility Plant	\$116,996,534	\$103,370,129	\$80,437,627	\$68,657,845	\$58,753,577
OTHER PROPERTY AND INVESTMENTS					
2 Nonutility Property (Net)					
3 Other Investments	12,385,514	12,385,798	10,763,358	10,763,461	11,104,321
4 Sinking Funds and Other Special Funds					
5 Total Other Property and Investments	12,385,514	12,385,798	10,763,358	10,763,461	11,104,321
CURRENT AND ACCRUED ASSETS					
6 Cash and Cash Equivalents	337,714	162,974	116,968	368,451	81,853
7 Notes and Accounts Receivables - Net	996,664	1,200,895	1,067,609	1,471,915	1,232,101
8 Receivables from Associated Companies	229,316	(313,423)	3,877,883	243,735	4,820
9 Materials and Supplies	605,545	687,433	383,688	498,163	395,369
10 Prepayments	803,971	819,229	751,300	661,972	209,070
11 Accrued Utility Revenue	1,599,274	2,390,780	1,968,555	1,856,641	2,170,331
12 Misc Current and Accrued Assets					
13 Total Current and Accrued Assets	4,572,485	4,947,889	8,166,002	5,100,877	4,093,543
DEFERRED DEBITS					
14 Unamort. Debt Expense	604,703	662,151	719,142	776,279	823,298
15 Other Deferred Debits	22,514,365	22,219,976	14,528,374	15,518,169	12,469,849
16 Accumulated Deferred Income Taxes					
17 Total Deferred Debits	23,119,068	22,882,127	15,247,517	16,294,448	13,293,147
18 Total Assets and Other Debits	\$157,073,601	\$143,585,943	\$114,614,504	\$100,816,631	\$87,244,588
PROPRIETARY CAPITAL					
19 Common Stock Issued					
20 Preferred Stock Issued					
21 Other Paid-in Capital	47,197,284	47,197,284	36,238,889	36,238,889	34,738,889
22 Retained Earnings	1,936,697	3,095,795	2,831,217	2,218,951	1,888,622
23 Reacquired Capital Stock					
24 Total Proprietary Capital	49,133,981	50,293,078	39,070,106	38,457,840	36,627,511
LONG-TERM DEBT					
25 Long-Term Debt	46,025,123	39,793,465	28,282,167	35,998,333	29,290,119
CURRENT AND ACCRUED LIABILITIES					
26 Notes Payable					
27 Accounts Payable	5,211,845	3,474,892	2,143,016	2,682,038	2,681,308
28 Payables to Associated Companies	8,435,764	4,595,093	8,517,714	(6,563,470)	(1,268,980)
29 Customer Deposits					
30 Taxes Accrued	(2,074,428)	(3,668,319)	(2,130,838)	(3,343,202)	(1,809,827)
31 Interest Accrued	475,897	490,203	439,439	334,378	150,858
32 Matured Long-Term Debt					
33 Misc Current and Accrued Liabilities	645,933	492,693	199,756	180,620	44,805
34 Total Current and Accrued Liabilities	12,695,011	5,384,562	9,169,087	(6,709,636)	(201,836)
DEFERRED CREDITS					
35 Customer Advances for Construction	130,069	130,069	354,766	204,766	204,766
36 Other Deferred Credits	30,999,882	29,031,378	15,831,600	12,709,912	7,179,804
37 Accumulated Deferred Investment Tax Credits					
38 Accumulated Deferred Income Taxes	18,089,534	18,953,391	21,906,778	20,155,416	14,144,223
39 Total Deferred Credits	49,219,485	48,114,837	38,093,144	33,070,094	21,528,793
OPERATING RESERVES					
40 Operating Reserves					
41 Total Liabilities and Other Credits	\$157,073,601	\$143,585,943	\$114,614,504	\$100,816,631	\$87,244,588

NEW YORK WATER SERVICE CORP
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY OPERATING INCOME					
Operating Revenues	\$34,642,091	\$32,033,676	\$28,518,760	\$27,131,256	\$27,276,049
Operating Expense:					
Operation Expense	15,305,645	11,571,020	11,541,553	10,345,674	10,368,651
Maintenance Expense	834,034	759,060	719,768	1,133,508	855,655
Depreciation and Amortization Expense	4,093,342	3,853,418	3,098,046	2,649,705	2,311,787
Taxes Other than Income Taxes	14,108,777	12,892,503	9,439,384	8,925,619	8,359,589
Income Taxes	(410,932)	216,232	1,513,674	1,113,023	1,863,715
Total Operating Expenses	33,930,866	29,292,233	26,312,426	24,167,529	23,759,397
Net Operating Revenues	711,226	2,741,443	2,206,334	2,963,727	3,516,652
Other Utility Operating Income					
Total Utility Operating Income	711,226	2,741,443	2,206,334	2,963,727	3,516,652
OTHER INCOME					
Interest and Dividend Income			529	230	627
Allowance for Funds Used During Construction	503,567	535,741	442,114	455,307	472,350
Miscellaneous Nonoperating Income					
Other Income	2,062	34,217	58,103		
Total Other Income	505,629	569,958	500,745	455,537	472,977
Other Income Deductions	(82,423)				
Taxes-Other Income and Deductions	416,294	(1,607)	(318,179)	(1,918)	
Income Available	882,984	3,313,008	3,025,259	3,421,182	3,989,629
INTEREST CHARGES					
Interest on Long-Term Debt	1,714,588	1,446,474	1,188,444	1,438,872	1,291,388
Interest on Debt to Associated Co.					
Other Interest Expense	500,974	81,503	187,371	383,359	122,101
Total Interest Charges	2,215,562	1,527,977	1,375,815	1,822,231	1,413,490
Income Before Extraordinary Items	(1,332,578)	1,785,031	1,649,444	1,598,951	2,576,139
Net Extraordinary Items					
Net Income	(\$1,332,578)	\$1,785,031	\$1,649,444	\$1,598,951	\$2,576,139

RETAINED EARNINGS					
Unappropriated (Beginning)	\$3,095,795	\$3,159,347	\$2,218,951	\$1,888,622	\$1,203,434
Balance Transferred from Income	(1,332,578)	1,785,031	1,649,444	1,598,951	2,576,139
Appropriated					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock	(173,481)	1,638,214	1,037,177	1,268,625	1,890,952
Adjustments to Retained Earnings		(210,369)			
Net Change	(1,159,098)	(63,552)	612,266	330,326	685,187
Unappropriated (EOP)	1,936,697	3,095,795	2,831,217	2,218,951	1,888,622
Appropriated (EOP)					
Total Retained Earnings	\$1,936,697	\$3,095,795	\$2,831,217	\$2,218,951	\$1,888,622

Notes:

NEW YORK WATER SERVICE CORP
STATEMENT OF CASH FLOWS
FOR YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	(\$1,332,578)	\$1,785,031	\$1,649,444	\$1,598,951	\$2,576,139
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	4,493,272	4,168,117	3,300,454	2,841,244	2,568,955
3 Deferred Taxes & ITCs	(634,072)	3,024,459	811,195	5,254,294	766,110
4 Receivables and Inventory	861,332	(123,982)	167,428	(616,438)	803,132
5 Payables and Accrued Expenses	3,469,778	131,393	797,539	(1,213,310)	610,258
6 Capitalized AFUDC - Equity Funds	(503,567)				
7 Equity In Loss (Earnings) Of Affiliates					
8 Other Adjustments	1,332,234	(70,259)	5,062,059	3,224,853	1,803,888
9					
10					
11 Net Cash From Operating Activities	7,686,399	8,914,759	11,788,119	11,089,594	9,128,482
Cash Flows From Investing Activities					
12 Cash Outflows For Construction	(17,208,048)	(12,105,075)	(14,727,828)	(12,551,785)	(6,358,394)
13 Acquisition Of Other Non-Current Assets					
14 Investments In & Advances to Affiliates	(542,454)	4,567,960	(3,634,045)	101,945	(448,239)
15 Contributions & Advances from Affiliates	6,214,727	(9,019,369)	7,059,609	(5,912,707)	2,088,508
Net Proceeds - Sale Or Disposition Of:					
16 Property, Plant & Equipment					
17 Investments in Affiliated Companies					
18 Other Debt & Equity Investments					
19 Other Non-Current Assets					
20 Other Cash Flows - Investing Activities					
21					
22					
23 Net Cash From Investing Activities	(11,535,775)	(16,556,484)	(11,302,264)	(18,362,547)	(4,718,125)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
24 Long-Term Debt	6,224,691	11,519,922	(7,721,734)	6,709,962	
25 Common Stock					
26 Preferred Stock					
27 Short-Term Debt	(2,374,056)	(2,205,335)	8,021,574	618,215	(2,523,852)
28 Dividends Paid	173,481	(1,638,214)	(1,037,177)	(1,268,625)	(1,890,951)
29 Other Cash Flows - Financing Activities				1,500,000	
30					
31					
32 Net Cash From Financing Activities	4,024,116	7,676,373	(737,337)	7,559,552	(4,414,803)
33 Net Increase/(Decrease) In Cash Equivalents	174,740	34,648	(251,482)	286,599	(4,446)
34 Cash & Cash Equivalents At Beginning Of Year	162,974	128,326	368,451	81,853	86,300
35 Cash & Cash Equivalents At End Of Year	\$337,714	\$162,974	\$116,968	\$368,451	\$81,853

NEW YORK WATER SERVICE CORP
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
Sales to General Customers	\$29,033,828	\$26,265,828	\$24,384,422	\$23,653,019	\$23,257,401
Sales to Other Water Companies	3,268,071	2,689,609	2,052,644	1,653,854	1,942,718
Other Sales of Water	2,544,426	2,745,395	1,928,837	1,668,441	1,892,206
Total Revenues from Sales of Water	34,846,325	31,700,832	28,365,903	26,975,314	27,092,325
Other Water Operating Revenues	(204,234)	332,844	152,857	155,942	183,724
Total Water Operating Revenues	\$34,642,091	\$32,033,676	\$28,518,760	\$27,131,256	\$27,276,049
WATER SALES (Thousands of Gallons)					
Sales to General Customers	4,706,114	4,992,323	4,774,727	4,754,371	4,472,004
Sales to Other Water Companies	729,811	713,997	659,063	390,204	514,164
Other Sales of Water	(29)	297	25		
Total Sales of Water	5,435,897	5,706,617	5,433,815	5,144,575	4,986,168
AVG CUSTOMERS PER MONTH					
Sales to General Customers	46,655	46,617	42,696	42,639	42,559
Sales to Other Water Companies	2,143	2,151	1,776	1,775	1,786
Other Sales of Water	416	394	324	321	319
Total Customers	49,214	49,162	44,796	44,735	44,664
OPERATING REVENUE RELATIONSHIP					
METERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	\$622.31	\$563.44	\$571.12	\$554.73	\$546.47
Average Consumption per Customer (T.Gal)	100.87	107.09	111.83	111.50	105.08
Average Revenue per T Gallons Sold	\$6.17	\$5.26	\$5.11	\$4.98	\$5.20
UNMETERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	---	---	---	---	---
Average Consumption per Customer (T.Gal)	---	---	---	---	---
Average Revenue per T Gallons Sold	---	---	---	---	---
OPERATION AND MAINTENANCE EXPENSES					
Source of Supply	\$61,103	\$18,190	\$9,284	\$34,776	\$79,690
Power and Pumping	3,240,658	3,064,278	2,837,872	2,261,947	2,103,834
Purification	1,146,191	929,552	954,139	893,770	770,130
Transmission and Distribution	1,495,284	1,469,320	1,304,821	1,754,509	1,448,680
Customer Accounting and Collecting	634,321	226,337	216,856	231,397	480,714
Administrative and General	9,562,122	6,622,403	6,938,351	6,302,783	6,341,258
Total O & M Expense	\$16,139,679	\$12,330,080	\$12,261,321	\$11,479,182	\$11,224,307

**NEW YORK WATER SERVICE CORP
DISTRIBUTION OF REVENUES
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
1 Revenues	\$34,642,091	\$32,033,676	\$28,518,760	\$27,131,256	\$27,276,049
2 Sales (Thousands of Gallons)	5,435,897	5,706,617	5,433,815	5,144,575	4,986,168
DOLLAR AMOUNTS					
3 Purchased Water, Fuel or Power for Pumping, and Chemicals	\$2,710,040	\$2,452,428	\$2,381,633	\$1,878,667	\$1,772,439
4 Wages and Benefits	4,207,315	4,437,399	4,949,202	4,624,370	4,889,031
5 Other Operation and Maintenance Expense	9,222,324	5,440,253	4,930,487	4,976,145	4,562,837
6 Depreciation and Amortization Expense	4,093,342	3,853,418	3,098,046	2,649,705	2,311,787
7 Income Taxes-Operating	(410,932)	216,232	1,513,674	1,113,023	1,863,715
8 Other Taxes-Operating	14,108,777	12,892,503	9,439,384	8,925,619	8,359,589
9 Capital Costs	711,225	2,741,443	2,206,333	2,963,726	3,516,651
10 Total	\$34,642,091	\$32,033,676	\$28,518,760	\$27,131,256	\$27,276,049
PERCENT OF REVENUES					
11 Purchased Water, Fuel or Power for Pumping, and Chemicals	7.8	7.7	8.4	6.9	6.5
12 Wages and Benefits	12.1	13.9	17.4	17.0	17.9
13 Other Operation and Maintenance Expense	26.6	17.0	17.3	18.3	16.7
14 Depreciation and Amortization Expense	11.8	12.0	10.9	9.8	8.5
15 Income Taxes-Operating	(1.2)	0.7	5.3	4.1	6.8
16 Other Taxes-Operating	40.7	40.2	33.1	32.9	30.6
17 Capital Costs	2.1	8.6	7.7	10.9	12.9
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER THOUSAND GALLONS SOLD					
19 Purchased Water, Fuel or Power for Pumping, and Chemicals	0.50	0.43	0.44	0.37	0.36
20 Wages and Benefits	0.77	0.78	0.91	0.90	0.98
21 Other Operation and Maintenance Expense	1.70	0.95	0.91	0.97	0.92
22 Depreciation and Amortization Expense	0.75	0.68	0.57	0.52	0.46
23 Income Taxes-Operating	-0.08	0.04	0.28	0.22	0.37
24 Other Taxes-Operating	2.60	2.26	1.74	1.73	1.68
25 Capital Costs	0.13	0.48	0.41	0.58	0.71
26 Total	6.37	5.61	5.25	5.27	5.47

**Purchased Water, Fuel or Power for Pumping
and Chemicals**

Purchased Water	43,394				
Fuel for Pumping	1,643,853	1,621,401	1,509,220	1,082,786	1,093,940
Chemicals	1,022,793	831,027	872,412	795,881	678,499
 Total PW, Fuel and Chemicals	 2,710,040	 2,452,428	 2,381,633	 1,878,667	 1,772,439
Total - Ultimate Customers	2,710,040	2,452,428	2,381,633	1,878,667	1,772,439

Wages and Benefits

Salaries	3,989,435	3,675,351	3,313,431	3,045,136	3,550,487
Pensions and Benefits	217,880	762,048	1,635,771	1,579,234	1,338,544
Total Wages and Benefits	4,207,315	4,437,399	4,949,202	4,624,370	4,889,031

Other Expenses

Total O&M Expenses	16,139,679	12,330,080	12,261,321	11,479,182	11,224,307
-Total PW, Fuel and Chemicals	2,710,040	2,452,428	2,381,633	1,878,667	1,772,439
-Wages and Benefits	4,207,315	4,437,399	4,949,202	4,624,370	4,889,031
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	9,222,324	5,440,253	4,930,487	4,976,145	4,562,837

Depreciation and Amortization

Depreciation Exp	4,093,342	3,853,418	3,098,046	2,649,705	2,311,787
Amort of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
 Total Depre and Amort	 4,093,342	 3,853,418	 3,098,046	 2,649,705	 2,311,787

Total PW, Fuel and Chemicals related to Sales for Resale (Not Used)

Total PW, Fuel and Chemicals	2,710,040	2,452,428	2,381,633	1,878,667	1,772,439
divided by Total Gallons	5,435,897	5,706,617	5,433,815	5,144,575	4,986,168
Cost per KWH	0.0005	0.0004	0.0004	0.0004	0.0004
times Sales for Resale MWHs					
Sales for Resale Cost					

NEW YORK WATER SERVICE CORP
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
WATER UTILITY PLANT					
Plant in Service					
Intangible	\$160,202	\$31,152	\$31,152	\$31,152	\$31,152
Source of Supply	6,492,413	4,984,790	4,737,898	4,707,973	4,627,231
Pumping	20,098,037	19,209,238	17,150,064	16,220,947	14,768,081
Water Treatment	15,539,616	15,175,750	14,383,102	13,021,078	10,750,646
Transmission and Distribution	96,608,392	86,685,125	69,084,901	60,604,429	56,337,252
General	17,348,096	13,467,118	11,623,272	9,102,240	7,247,845
Purchased or Sold					
Total Plant in Service	156,246,757	139,553,173	117,010,389	103,687,819	93,762,208
Plant Leased To Others					
Construction Work In Progress	8,020,405	8,925,806	3,755,439	4,376,598	5,215,983
Plant Held For Future Use					
Plant Acquisition Adjustments					
Accum. Gains & Losses - Utility Land & Land Rights					
Total Plant	164,267,162	148,478,979	120,765,828	108,064,417	98,978,191
Accum. Prov. - Depr. & Amort.	47,270,628	45,108,850	40,328,201	39,406,573	40,224,614
Net Plant	\$116,996,534	\$103,370,129	\$80,437,627	\$68,657,845	\$58,753,577
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	0.36	0.92	0.89	(0.76)	(20.28)
Total Capitalization	\$95,159,104	\$90,086,544	\$67,352,273	\$74,456,173	\$65,917,630
<u>Percent Of Capitalization (incl S-T Debt)</u>					
Long-Term Debt	48.4%	44.2%	42.0%	48.3%	44.4%
Preferred Stock					
Common Stock & Retained Earnings	51.6%	55.8%	58.0%	51.7%	55.6%
Short-Term Debt					
Pretax Coverage of Interest Expense	0.2	2.3	3.3	2.5	4.1
Com. Stock Dividends as a % of Earnings	13.0%	91.8%	62.9%	79.3%	73.4%
Return on Common Equity	-2.7%	4.0%	4.3%	4.3%	7.1%
Internal Cash Generated as a % of Cash Outflows for Construction	44.7%	73.6%	80.0%	88.4%	143.6%
CWIP as a % of Plant	4.9%	6.0%	3.1%	4.0%	5.3%
Number of Employees	38	42	37	39	33

Current Assets	4,572,484.71	4,947,889	8,166,002	5,100,877	4,093,543
Current Liabilities	12,695,011	5,384,562	9,169,087	(6,709,636)	(201,836)
Total Capitalization	95,159,104	90,086,544	67,352,273	74,456,173	65,917,630
Long-Term Debt	46,025,123	39,793,465	28,282,167	35,998,333	29,290,119
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	49,133,981	50,293,078	39,070,106	38,457,840	36,627,511
Short-Term Debt					
Pretax Income	389,629	3,529,240	4,538,933	4,534,205	5,853,344
Interest Expense	2,215,562	1,527,977	1,375,815	1,822,231	1,413,490
Dividends Paid	(173,481)	1,638,214	1,037,177	1,268,625	1,890,951
Net Income (Excl. Preferred Stock Dividends)	(1,332,578)	1,785,031	1,649,444	1,598,951	2,576,139
Internal Cash	7,686,399	8,914,759	11,788,119	11,089,594	9,128,482
Cash Outflows for Construction	17,208,048	12,105,075	14,727,828	12,551,785	6,358,394
CWIP	8,020,405	8,925,806	3,755,439	4,376,598	5,215,983
Total Plant	164,267,162	148,449,870	120,765,828	108,064,417	98,978,191
Number of Employees	38	42	37	39	33
Salaries and Wages					

**SEA CLIFF WATER COMPANY
COMPARATIVE BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Net Utility Plant			\$14,922,219	\$11,594,289	\$10,113,491
OTHER PROPERTY AND INVESTMENTS					
2 Nonutility Property (Net)					
3 Other Investments			1,622,519	1,622,533	1,655,647
4 Sinking Funds and Other Special Funds					
5 Total Other Property and Investments			1,622,519	1,622,533	1,655,647
CURRENT AND ACCRUED ASSETS					
6 Cash and Cash Equivalents			11,359	35,722	7,879
7 Notes and Accounts Receivables - Net			529,079	353,595	427,282
8 Receivables from Associated Companies			376,574	23,678	468
9 Materials and Supplies			242,768	94,544	83,107
10 Prepayments			(342,728)	(340,463)	(135,721)
11 Accrued Utility Revenue			542,649	351,123	296,744
12 Misc Current and Accrued Assets					
13 Total Current and Accrued Assets			1,359,702	518,199	679,759
DEFERRED DEBITS					
14 Unamort. Debt Expense					
15 Other Deferred Debits			3,543,402	2,675,626	1,115,503
16 Accumulated Deferred Income Taxes					
17 Total Deferred Debits			3,543,402	2,675,626	1,115,503
18 Total Assets and Other Debits			21,447,842	\$16,410,647	\$13,564,399
PROPRIETARY CAPITAL					
19 Common Stock Issued					
20 Preferred Stock Issued					
21 Other Paid-in Capital			5,958,395	4,358,395	4,358,395
22 Retained Earnings			328,130	243,859	205,131
23 Reacquired Capital Stock					
24 Total Proprietary Capital			6,286,525	4,602,254	4,563,526
LONG-TERM DEBT					
25 Long-Term Debt			4,984,885	4,984,186	4,983,486
CURRENT AND ACCRUED LIABILITIES					
26 Notes Payable					
27 Accounts Payable			187,621	270,569	294,815
28 Payables to Associated Companies			7,302,081	4,009,726	1,261,556
29 Customer Deposits					
30 Taxes Accrued			(246,128)	(378,360)	(238,008)
31 Interest Accrued			28,681	28,681	30,348
32 Matured Long-Term Debt					
33 Misc Current and Accrued Liabilities			36,529	69,477	18,684
34 Total Current and Accrued Liabilities			7,308,784	4,000,093	1,367,394
DEFERRED CREDITS					
35 Customer Advances for Construction			19,931	19,931	19,931
36 Other Deferred Credits			581,163	778,683	604,561
37 Accumulated Deferred Investment Tax Credits					
38 Accumulated Deferred Income Taxes			2,266,553	2,025,500	2,025,500
39 Total Deferred Credits			2,867,647	2,824,114	2,649,992
OPERATING RESERVES					
40 Operating Reserves					
41 Total Liabilities and Other Credits			\$21,447,842	\$16,410,647	\$13,564,399

SEA CLIFF WATER COMPANY
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY OPERATING INCOME					
Operating Revenues			\$5,123,289	\$4,508,236	\$3,544,170
Operating Expense:					
Operation Expense			1,047,526	1,069,446	925,043
Maintenance Expense			67,895	92,562	68,032
Depreciation and Amortization Expense			298,772	245,743	245,516
Taxes Other than Income Taxes			3,238,506	2,636,568	1,950,170
Income Taxes			191,368	170,172	127,059
Total Operating Expenses			4,844,067	4,214,491	3,315,820
Net Operating Revenues			279,222	293,745	228,350
Other Utility Operating Income					
Total Utility Operating Income			279,222	293,745	228,350
OTHER INCOME					
Interest and Dividend Income			49	22	29
Allowance for Funds Used During Construction			95,871	93,016	37,544
Miscellaneous Nonoperating Income					
Other Income			4,167		
Total Other Income			100,088	93,038	37,574
Other Income Deductions					
Taxes-Other Income and Deductions			(58,549)	(6)	
Income Available			437,859	386,789	265,924
INTEREST CHARGES					
Interest on Long-Term Debt			204,544	204,545	77,177
Interest on Debt to Associated Co.				(120)	(194)
Other Interest Expense			6,290	2,752	13,311
Total Interest Charges			210,834	207,177	90,294
Income Before Extraordinary Items			227,025	179,612	175,629
Net Extraordinary Items					
Net Income			\$227,025	\$179,612	\$175,629
RETAINED EARNINGS					
Unappropriated (Beginning)			\$243,859	\$205,131	\$158,418
Balance Transferred from Income			227,025	179,612	175,629
Appropriated					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock			142,754	140,884	128,916
Adjustments to Retained Earnings					
Net Change			84,271	38,728	46,713
Unappropriated (EOP)			328,130	243,859	205,131
Appropriated (EOP)					
Total Retained Earnings			\$328,130	\$243,859	\$205,131

**SEA CLIFF WATER COMPANY
STATEMENT OF CASH FLOWS
FOR YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income			\$227,025	\$179,612	\$175,629
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization			313,329	258,834	261,028
3 Deferred Taxes & ITCs			10,627	261,171	312,140
4 Receivables and Inventory			(852,282)	(115,472)	227,860
5 Payables and Accrued Expenses			(486,438)	181,605	(392,578)
6 Capitalized AFUDC - Equity Funds					
7 Equity In Loss (Earnings) Of Affiliates					
8 Other Adjustments				(1,621,160)	(982,395)
9					
10					
11 Net Cash From Operating Activities			(787,740)	(855,410)	(398,316)
Cash Flows From Investing Activities					
12 Cash Outflows For Construction			(3,633,341)	(1,733,936)	(646,318)
13 Acquisition Of Other Non-Current Assets					
14 Investments In & Advances to Affiliates			(352,882)	9,904	(43,545)
15 Contributions & Advances from Affiliates			3,292,354	2,748,169	(3,783,350)
Net Proceeds - Sale Or Disposition Of:					
16 Property, Plant & Equipment					
17 Investments in Affiliated Companies					
18 Other Debt & Equity Investments					
19 Other Non-Current Assets					
20 Other Cash Flows - Investing Activities					
21					
22					
23 Net Cash From Investing Activities			(693,869)	1,024,137	(4,473,213)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
24 Long-Term Debt					
25 Common Stock					
26 Preferred Stock					5,000,000
27 Short-Term Debt			1,600,000		
28 Dividends Paid			(142,754)	(140,884)	(128,916)
29 Other Cash Flows - Financing Activities					
30					
31					
32 Net Cash From Financing Activities			1,457,246	(140,884)	4,871,084
33 Net Increase/(Decrease) In Cash Equivalents			(24,363)	27,843	(445)
34 Cash & Cash Equivalents At Beginning Of Year			35,722	7,879	8,324
35 Cash & Cash Equivalents At End Of Year			\$11,359	\$35,722	\$7,879

SEA CLIFF WATER COMPANY
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
Sales to General Customers			\$3,800,362	\$3,398,974	\$2,619,859
Sales to Other Water Companies			604,209	529,136	403,965
Other Sales of Water			342,920	344,722	312,186
Total Revenues from Sales of Water			4,747,491	4,272,832	3,336,010
Other Water Operating Revenues			375,798	235,404	208,160
Total Water Operating Revenues			\$5,123,289	\$4,508,236	\$3,544,170
WATER SALES (Thousands of Gallons)					
Sales to General Customers			375,376	386,852	351,688
Sales to Other Water Companies			64,163	61,289	53,369
Other Sales of Water					
Total Sales of Water			439,539	448,141	405,057
AVG CUSTOMERS PER MONTH					
Sales to General Customers			3,950	3,941	3,936
Sales to Other Water Companies			359	363	358
Other Sales of Water			49	49	48
Total Customers			4,358	4,353	4,342
OPERATING REVENUE RELATIONSHIP					
METERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	#DIV/0!	#DIV/0!	\$962.12	\$862.46	\$665.61
Average Consumption per Customer (T.Gal)	#DIV/0!	#DIV/0!	95.03	98.16	89.35
Average Revenue per T Gallons Sold	#DIV/0!	#DIV/0!	\$10.12	\$8.79	\$7.45
UNMETERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	---	---	---	---	---
Average Consumption per Customer (T.Gal)	---	---	---	---	---
Average Revenue per T Gallons Sold	---	---	---	---	---
OPERATION AND MAINTENANCE EXPENSES					
Source of Supply			\$20,669	\$13,971	\$25,054
Power and Pumping			287,260	261,184	266,270
Purification			48,324	77,361	47,512
Transmission and Distribution			138,384	160,934	154,263
Customer Accounting and Collecting			19,177	18,428	23,079
Administrative and General			601,608	630,130	476,897
Total O & M Expense			\$1,115,422	\$1,162,008	\$993,075

**SEA CLIFF WATER COMPANY
DISTRIBUTION OF REVENUES
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
1 Revenues			\$5,123,289	\$4,508,236	\$3,544,170
2 Sales (Thousands of Gallons)			439,539	448,141	405,057
DOLLAR AMOUNTS					
3 Purchased Water, Fuel or Power for Pumping, and Chemicals			\$198,967	\$238,755	\$214,724
4 Wages and Benefits			459,617	419,136	429,738
5 Other Operation and Maintenance Expense			456,838	504,117	348,612
6 Depreciation and Amortization Expense			298,772	245,743	245,516
7 Income Taxes-Operating			191,368	170,172	127,059
8 Other Taxes-Operating			3,238,506	2,636,568	1,950,170
9 Capital Costs			279,222	293,745	228,350
10 Total			\$5,123,289	\$4,508,236	\$3,544,170
PERCENT OF REVENUES					
11 Purchased Water, Fuel or Power for Pumping, and Chemicals	#DIV/0!	#DIV/0!	3.9	5.3	6.1
12 Wages and Benefits	#DIV/0!	#DIV/0!	9.0	9.3	12.1
13 Other Operation and Maintenance Expense	#DIV/0!	#DIV/0!	8.9	11.2	9.8
14 Depreciation and Amortization Expense	#DIV/0!	#DIV/0!	5.8	5.5	6.9
15 Income Taxes-Operating	#DIV/0!	#DIV/0!	3.7	3.8	3.6
16 Other Taxes-Operating	#DIV/0!	#DIV/0!	63.2	58.5	55.0
17 Capital Costs	#DIV/0!	#DIV/0!	5.5	6.5	6.4
18 Total	#DIV/0!	#DIV/0!	100.0	100.0	100.0
DOLLARS PER THOUSAND GALLONS SOLD					
19 Purchased Water, Fuel or Power for Pumping, and Chemicals	#DIV/0!	#DIV/0!	0.45	0.53	0.53
20 Wages and Benefits	#DIV/0!	#DIV/0!	1.05	0.94	1.06
21 Other Operation and Maintenance Expense	#DIV/0!	#DIV/0!	1.04	1.12	0.86
22 Depreciation and Amortization Expense	#DIV/0!	#DIV/0!	0.68	0.55	0.61
23 Income Taxes-Operating	#DIV/0!	#DIV/0!	0.44	0.38	0.31
24 Other Taxes-Operating	#DIV/0!	#DIV/0!	7.37	5.88	4.81
25 Capital Costs	#DIV/0!	#DIV/0!	0.64	0.66	0.56
26 Total	#DIV/0!	#DIV/0!	11.66	10.06	8.75

**Purchased Water, Fuel or Power for Pumping
and Chemicals**

Purchased Water			
Fuel for Pumping	153,880	165,472	174,582
Chemicals	45,087	73,283	40,142
Total PW, Fuel and Chemicals	198,967	238,755	214,724
Total - Ultimate Customers			

Wages and Benefits

Salaries	349,549	316,318	341,902
Pensions and Benefits	110,068	102,818	87,836
Total Wages and Benefits	459,617	419,136	429,738

Other Expenses

Total O&M Expenses	1,115,422	1,162,008	993,075
-Total PW, Fuel and Chemicals	198,967	238,755	214,724
-Wages and Benefits	459,617	419,136	429,738

Other Expenses	456,838	504,117	348,612

Depreciation and Amortization

Depreciation Exp	298,772	245,743	245,516
Amort of Utility Plant			
Amort of Other Utility Plant			
Amort of Property Losses			
Total Depre and Amort	298,772	245,743	245,516

SEA CLIFF WATER COMPANY
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
WATER UTILITY PLANT					
Plant in Service					
Intangible					
Source of Supply			\$208,570	\$210,758	\$236,404
Pumping			1,404,572	1,568,714	908,774
Water Treatment			448,595	442,980	444,762
Transmission and Distribution			13,174,852	10,639,455	10,529,576
General			1,015,615	858,111	668,431
Purchased or Sold					
Total Plant in Service			16,252,204	13,720,018	12,787,947
Plant Leased To Others					
Construction Work In Progress			815,309	452,170	728,264
Plant Held For Future Use					
Plant Acquisition Adjustments					
Accum. Gains & Losses - Utility Land & Land Rights					
Total Plant			17,067,513	14,172,188	13,516,211
Accum. Prov. - Depr. & Amort.			2,145,294	2,577,899	3,402,720
Net Plant			\$14,922,219	\$11,594,289	\$10,113,491
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	#DIV/0!	#DIV/0!	0.19	0.13	0.50
Total Capitalization			\$11,271,410	\$9,586,440	\$9,547,012
<u>Percent Of Capitalization (incl S-T Debt)</u>					
Long-Term Debt	#DIV/0!	#DIV/0!	44.2%	52.0%	52.2%
Preferred Stock	#DIV/0!	#DIV/0!			
Common Stock & Retained Earnings	#DIV/0!	#DIV/0!	55.8%	48.0%	47.8%
Short-Term Debt	#DIV/0!	#DIV/0!			
Pretax Coverage of Interest Expense	#DIV/0!	#DIV/0!	3.0	2.7	4.4
Com. Stock Dividends as a % of Earnings	#DIV/0!	#DIV/0!	62.9%	78.4%	73.4%
Return on Common Equity	#DIV/0!		4.2%	3.9%	4.6%
Internal Cash Generated as a % of Cash Outflows for Construction	#DIV/0!	#DIV/0!	-21.7%	-49.3%	-61.6%
CWIP as a % of Plant	#DIV/0!	#DIV/0!	4.8%	3.2%	5.4%
Number of Employees			5	5	4

Current Assets	1,359,701.54	518,199.00	679,758.56
Current Liabilities	7,308,784	4,000,093	1,367,394
Total Capitalization	11,271,410	9,586,440	9,547,012
Long-Term Debt	4,984,885	4,984,186	4,983,486
Preferred Stock			
Common Stock and Retained Earnings (Excl. Preferred Stock)	6,286,525	4,602,254	4,563,526
Short-Term Debt			
Pretax Income	629,227	556,961	392,983
Interest Expense	210,834	207,177	90,294
Dividends Paid	142,754	140,884	128,916
Net Income (Excl. Preferred Stock Dividends)	227,025	179,612	175,629
Internal Cash	(787,740)	(855,410)	(398,316)
Cash Outflows for Construction	3,633,341	1,733,936	646,318
CWIP	815,309	452,170	728,264
Total Plant	17,067,513	14,172,188	13,516,211
Number of Employees	5	5	4
Salaries and Wages			

|

**UNITED WATER NEW ROCHELLE
COMPARATIVE BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Net Utility Plant					
OTHER PROPERTY AND INVESTMENTS					
2 Nonutility Property (Net)					
3 Other Investments					
4 Sinking Funds and Other Special Funds					
5 Total Other Property and Investments					
CURRENT AND ACCRUED ASSETS					
6 Cash and Cash Equivalents					
7 Notes and Accounts Receivables - Net					
8 Receivables from Associated Companies					
9 Materials and Supplies					
10 Prepayments					
11 Accrued Utility Revenue					
12 Misc Current and Accrued Assets					
13 Total Current and Accrued Assets					
DEFERRED DEBITS					
14 Unamort. Debt Expense					
15 Other Deferred Debits					
16 Accumulated Deferred Income Taxes					
17 Total Deferred Debits					
18 Total Assets and Other Debits					
PROPRIETARY CAPITAL					
19 Common Stock Issued					
20 Preferred Stock Issued					
21 Other Paid-in Capital					
22 Retained Earnings					
23 Reacquired Capital Stock					
24 Total Proprietary Capital					
LONG-TERM DEBT					
25 Long-Term Debt					
CURRENT AND ACCRUED LIABILITIES					
26 Notes Payable					
27 Accounts Payable					
28 Payables to Associated Companies					
29 Customer Deposits					
30 Taxes Accrued					
31 Interest Accrued					
32 Matured Long-Term Debt					
33 Misc Current and Accrued Liabilities					
34 Total Current and Accrued Liabilities					
DEFERRED CREDITS					
35 Customer Advances for Construction					
36 Other Deferred Credits					
37 Accumulated Deferred Investment Tax Credits					
38 Accumulated Deferred Income Taxes					
39 Total Deferred Credits					
OPERATING RESERVES					
40 Operating Reserves					
41 Total Liabilities and Other Credits					

**UNITED WATER NEW ROCHELLE
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
UTILITY OPERATING INCOME					
Operating Revenues					
Operating Expense:					
Operation Expense					
Maintenance Expense					
Depreciation and Amortization Expense					
Taxes Other than Income Taxes					
Income Taxes					
Total Operating Expenses					
Net Operating Revenues					
Other Utility Operating Income					
Total Utility Operating Income					
OTHER INCOME					
Interest and Dividend Income					
Allowance for Funds Used During Construction					
Miscellaneous Nonoperating Income					
Other Income					
Total Other Income					
Other Income Deductions					
Taxes-Other Income and Deductions					
Income Available					
INTEREST CHARGES					
Interest on Long-Term Debt					
Interest on Debt to Associated Co.					
Other Interest Expense					
Total Interest Charges					
Income Before Extraordinary Items					
Net Extraordinary Items					
Net Income					
RETAINED EARNINGS					
Unappropriated (Beginning)					
Balance Transferred from Income					
Appropriated					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock					
Adjustments to Retained Earnings					
Net Change					
Unappropriated (EOP)					
Appropriated (EOP)					
Total Retained Earnings					

**UNITED WATER NEW ROCHELLE
STATEMENT OF CASH FLOWS
FOR YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income					
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization					
3 Deferred Taxes & ITCs					
4 Receivables and Inventory					
5 Payables and Accrued Expenses					
6 Capitalized AFUDC - Equity Funds					
7 Equity In Loss (Earnings) Of Affiliates					
8 Other Adjustments					
9					
10					
11 Net Cash From Operating Activities					
Cash Flows From Investing Activities					
12 Cash Outflows For Construction					
13 Acquisition Of Other Non-Current Assets					
14 Investments In & Advances to Affiliates.					
15 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
16 Property, Plant & Equipment					
17 Investments in Affiliated Companies					
18 Other Debt & Equity Investments					
19 Other Non-Current Assets					
20 Other Cash Flows - Investing Activities					
21					
22					
23 Net Cash From Investing Activities					
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
24 Long-Term Debt					
25 Common Stock					
26 Preferred Stock					
27 Short-Term Debt					
28 Dividends Paid					
29 Other Cash Flows - Financing Activities					
30					
31					
32 Net Cash From Financing Activities					
33 Net Increase/(Decrease) In Cash Equivalents					
34 Cash & Cash Equivalents At Beginning Of Year					
35 Cash & Cash Equivalents At End Of Year					

Notes:

1 Cash and Cash Equivalents are restated to reflect inclusion of Working Funds in Cash and Cash Equivalents. Net changes in Working Funds are shown on Line 29 - Other Cash Flows - Financing Activities.

**UNITED WATER NEW ROCHELLE
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,**

2018 2017 2016 2015 2014

SALES AND CUSTOMER DATA

REVENUES

Sales to General Customers
Sales to Other Water Companies
Other Sales of Water
 Total Revenues from Sales of Water
Other Water Operating Revenues

Total Water Operating Revenues

WATER SALES (Thousands of Gallons)

Sales to General Customers
Sales to Other Water Companies
Other Sales of Water

Total Sales of Water

AVG CUSTOMERS PER MONTH

Sales to General Customers
Sales to Other Water Companies
Other Sales of Water

Total Customers

OPERATING REVENUE RELATIONSHIP

METERED GENERAL CUSTOMERS

Average Annual Bill per Customer	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Average Consumption per Customer (T.Gal)	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Average Revenue per T Gallons Sold	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!

UNMETERED GENERAL CUSTOMERS

Average Annual Bill per Customer	---	---	---	---	---
Average Consumption per Customer (T.Gal)	---	---	---	---	---
Average Revenue per T Gallons Sold	---	---	---	---	---

OPERATION AND MAINTENANCE EXPENSES

Source of Supply
Power and Pumping
Purification
Transmission and Distribution
Customer Accounting and Collecting
Administrative and General

Total O & M Expense

**UNITED WATER NEW ROCHELLE
DISTRIBUTION OF REVENUES
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
1 Revenues					
2 Sales (Thousands of Gallons)					
	DOLLAR AMOUNTS				
3 Purchased Water, Fuel or Power for Pumping, and Chemicals					
4 Wages and Benefits					
5 Other Operation and Maintenance Expense					
6 Depreciation and Amortization Expense					
7 Income Taxes-Operating					
8 Other Taxes-Operating					
9 Capital Costs					
10 Total					
	PERCENT OF REVENUES				
11 Purchased Water, Fuel or Power for Pumping, and Chemicals	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
12 Wages and Benefits	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
13 Other Operation and Maintenance Expense	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
14 Depreciation and Amortization Expense	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
15 Income Taxes-Operating	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
16 Other Taxes-Operating	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
17 Capital Costs	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
18 Total	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
	DOLLARS PER THOUSAND GALLONS SOLD				
19 Purchased Water, Fuel or Power for Pumping, and Chemicals	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
20 Wages and Benefits	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
21 Other Operation and Maintenance Expense	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
22 Depreciation and Amortization Expense	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
23 Income Taxes-Operating	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
24 Other Taxes-Operating	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
25 Capital Costs	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
26 Total	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	

**Purchased Water, Fuel or Power for Pumping
and Chemicals**

Purchased Water
Fuel for Pumping
Chemicals

Total PW, Fuel and Chemicals

Total - Ultimate Customers

Wages and Benefits

Salaries
Pensions and Benefits
Total Wages and Benefits

Other Expenses

Total O&M Expenses
-Total PW, Fuel and Chemicals
-Wages and Benefits
-Other Gains
+Other Losses
-Other Revenues
Other Expenses

Depreciation and Amortization

Depreciation Exp
Amort of Utility Plant
Amort of Other Utility Plant
Amort of Property Losses

Total Depre and Amort

Total PW, Fuel and Chemicals related to Sales for Resale (Not Used)

Total PW, Fuel and Chemicals
divided by Total Gallons
Cost per KWH
times Sales for Resale MWHs
Sales for Resale Cost

UNITED WATER NEW ROCHELLE
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
WATER UTILITY PLANT					
Plant in Service					
Intangible					
Source of Supply					
Pumping					
Water Treatment					
Transmission and Distribution					
General					
Purchased or Sold					
Total Plant in Service					
Plant Leased To Others					
Construction Work In Progress					
Plant Held For Future Use					
Plant Acquisition Adjustments					
Accum. Gains & Losses -					
Utility Land & Land Rights					
Total Plant					
Accum. Prov. - Depr. & Amort.					
Net Plant					
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Total Capitalization					
<u>Percent Of Capitalization (incl S-T Debt)</u>					
Long-Term Debt	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Preferred Stock	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Common Stock & Retained Earnings	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Short-Term Debt	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Pretax Coverage of Interest Expense	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Com. Stock Dividends as a % of Earnings					
Return on Common Equity	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Internal Cash Generated as a % of					
Cash Outflows for Construction	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
CWIP as a % of Plant	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
Number of Employees					

Current Assets

Current Liabilities

Total Capitalization

Long-Term Debt

Preferred Stock

Common Stock and Retained Earnings
(Excl. Preferred Stock)

Short-Term Debt

Pretax Income

Interest Expense

Dividends Paid

Net Income
(Excl. Preferred Stock Dividends)

Internal Cash

Cash Outflows for Construction

CWIP

Total Plant

Number of Employees

Salaries and Wages

|

**UNITED WATER NEW YORK
COMPARATIVE BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Net Utility Plant	\$384,443,540	\$359,913,493	\$341,181,677	\$326,092,126	\$369,612,354
OTHER PROPERTY AND INVESTMENTS					
2 Nonutility Property (Net)					
3 Other Investments					
4 Sinking Funds and Other Special Funds					
5 Total Other Property and Investments					
CURRENT AND ACCRUED ASSETS					
6 Cash and Cash Equivalents	4,469	4,469	4,469	4,469	4,113
7 Notes and Accounts Receivables - Net	6,011,449	6,389,024	4,613,335	3,847,992	4,940,609
8 Receivables from Associated Companies				1,731,825	16,525,871
9 Materials and Supplies	941,053	907,881	1,141,691	911,321	829,385
10 Prepayments	8,043,599	7,687,353	7,523,897	7,069,649	7,115,618
11 Accrued Utility Revenue	4,335,160	4,634,020	4,331,015	3,924,026	3,683,545
12 Misc Current and Accrued Assets					
13 Total Current and Accrued Assets	19,335,731	19,622,747	17,614,407	17,489,282	33,099,141
DEFERRED DEBITS					
14 Unamort. Debt Expense	1,413,081	1,551,549	1,690,017	1,828,485	1,966,953
15 Other Deferred Debits	80,224,631	83,819,169	77,863,378	75,190,802	36,432,001
16 Accumulated Deferred Income Taxes	4,431,005	2,619,926	(787,134)	(1,003,100)	2,178,165
17 Total Deferred Debits	86,068,717	87,990,644	78,766,261	76,016,187	40,577,119
18 Total Assets and Other Debits	\$489,847,988	\$467,526,884	\$437,562,345	\$419,597,595	\$443,288,614
PROPRIETARY CAPITAL					
19 Common Stock Issued	\$13,856,490	\$13,856,490	\$13,856,490	\$13,856,490	\$13,856,490
20 Preferred Stock Issued					
21 Other Paid-in Capital	171,298,298	162,726,015	150,718,815	148,278,053	134,278,053
22 Retained Earnings	96,827,209	84,814,478	74,607,622	83,695,083	91,382,722
23 Reacquired Capital Stock					
24 Total Proprietary Capital	281,981,997	261,396,983	239,182,927	245,829,626	239,517,265
LONG-TERM DEBT					
25 Long-Term Debt	82,000,000	82,000,000	82,000,000	82,000,000	82,000,000
CURRENT AND ACCRUED LIABILITIES					
26 Notes Payable					32,000,000
27 Accounts Payable	6,930,024	7,256,761	6,261,121	6,044,888	3,577,594
28 Payables to Associated Companies					
29 Customer Deposits	52,146	56,317	44,251	80,843	489,684
30 Taxes Accrued	3,269,181	4,001,576	3,176,128	(11,145,605)	993,999
31 Interest Accrued	1,286,066	1,285,836	1,285,770	1,285,907	1,289,589
32 Matured Long-Term Debt					
33 Misc Current and Accrued Liabilities	2,968,831	4,205,995	4,188,684	3,749,932	2,521,212
34 Total Current and Accrued Liabilities	14,506,248	16,806,485	14,955,954	15,965	40,872,078
DEFERRED CREDITS					
35 Customer Advances for Construction	4,049,703	3,423,527	4,916,268	2,985,776	3,723,503
36 Other Deferred Credits	41,862,913	43,886,357	13,872,242	10,968,580	15,062,334
37 Accumulated Deferred Investment Tax Credits	443,422	469,378	495,334	521,290	547,246
38 Accumulated Deferred Income Taxes	52,452,328	45,432,015	70,547,100	67,887,106	52,011,613
39 Total Deferred Credits	98,808,366	93,211,277	89,830,944	82,362,752	71,344,696
OPERATING RESERVES					
40 Operating Reserves	12,551,376	14,112,139	11,592,520	9,389,252	9,554,575
41 Total Liabilities and Other Credits	\$489,847,988	\$467,526,884	\$437,562,345	\$419,597,595	\$443,288,614

UNITED WATER NEW YORK
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY OPERATING INCOME					
Operating Revenues	\$89,997,833	\$90,547,670	\$85,126,295	\$84,530,333	\$81,477,707
Operating Expense:					
Operation Expense	24,784,602	24,205,441	23,234,494	25,847,945	23,068,231
Maintenance Expense	4,465,227	4,862,677	4,892,927	4,197,910	3,460,835
Depreciation and Amortization Expense	15,325,614	14,297,980	9,531,924	9,354,457	9,090,644
Taxes Other than Income Taxes	18,833,617	19,202,681	23,995,860	23,746,143	20,516,813
Income Taxes	4,138,173	6,825,813	4,221,705	3,472,033	591,383
Total Operating Expenses	67,547,234	69,394,592	65,876,910	66,618,488	56,727,906
Net Operating Revenues	22,450,600	21,153,078	19,249,385	17,911,845	24,749,801
Other Utility Operating Income					
Total Utility Operating Income	22,450,600	21,153,078	19,249,385	17,911,845	24,749,801
OTHER INCOME					
Interest and Dividend Income	307,694	324,644	73,111	199,579	271,695
Allowance for Funds Used During Construction	85,203	46,758	32,455	2,562,384	6,735,647
Miscellaneous Nonoperating Income	9,790	65,453	8,778	135,704	197,220
Other Income	(4,064)	(2,812)	(16,673)	(26,633)	(24,436)
Total Other Income	398,624	434,043	97,671	2,871,034	7,180,126
Other Income Deductions	1,172,138	813,777	1,447,965	540,716	230,607
Taxes-Other Income and Deductions					
Income Available	21,677,086	20,773,344	17,899,091	20,242,163	31,699,320
INTEREST CHARGES					
Interest on Long-Term Debt	4,158,072	4,158,072	4,158,072	4,158,072	4,150,681
Interest on Debt to Associated Co.	3,903,342	4,908,689	5,019,972	676,044	
Other Interest Expense	1,602,940	1,295,991	1,132,396	5,245,096	5,043,337
Total Interest Charges	9,664,354	10,362,752	10,310,440	10,079,212	9,194,018
Income Before Extraordinary Items	12,012,731	10,410,592	7,588,651	10,162,951	22,505,302
Net Extraordinary Items		203,736		4,096,592	21,752,028
Net Income	\$12,012,731	\$10,206,856	\$7,588,651	\$6,066,359	\$753,274
RETAINED EARNINGS					
Unappropriated (Beginning)	\$84,814,476	\$74,607,620	\$83,695,081	\$91,382,722	\$90,629,448
Balance Transferred from Income Appropriated	12,012,731	10,206,856	7,588,651	6,066,359	753,274
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock			16,676,112	13,754,000	
Adjustments to Retained Earnings					
Net Change	12,012,731	10,206,856	(9,087,461)	(7,687,641)	753,274
Unappropriated (EOP)	96,827,207	84,814,476	74,607,620	83,695,081	91,382,722
Appropriated (EOP)					
Total Retained Earnings	\$96,827,207	\$84,814,478	\$74,607,622	\$83,695,083	\$91,382,722

**UNITED WATER NEW YORK
STATEMENT OF CASH FLOWS
FOR YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	12,012,731	10,206,856	7,588,651	\$6,066,359	\$753,273
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	11,885,551	11,359,863	9,670,392	13,556,812	30,930,914
3 Deferred Taxes & ITCs	5,183,278	(28,548,099)	2,418,072	19,030,802	(7,742,600)
4 Receivables and Inventory	643,263	(1,844,885)	329,124	15,564,246	(14,295,297)
5 Payables and Accrued Expenses	(1,567,842)	1,025,083	618,256	3,283,492	(2,222,910)
6 Capitalized AFUDC - Equity Funds	(85,203)	(46,757)	(32,454)	(2,562,384)	(6,735,647)
7 Equity In Loss (Earnings) Of Affiliates					
8 Other Adjustments	3,594,537	(6,159,527)	(2,672,577)	11,063,438	(9,284,747)
9	(2,023,444)	30,014,114	2,903,662	(4,093,754)	8,232,585
10	(2,649,403)	3,181,610	16,070,751	(12,258,957)	1,081,745
11 Net Cash From Operating Activities	26,993,468	19,188,258	36,893,877	49,650,054	717,316
Cash Flows From Investing Activities					
12 Cash Outflows For Construction	(36,191,928)	(29,702,718)	(24,589,020)	(17,157,971)	(18,059,417)
13 Acquisition Of Other Non-Current Assets					
14 Investments In & Advances to Affiliates.					
15 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
16 Property, Plant & Equipment					
17 Investments in Affiliated Companies					
18 Other Debt & Equity Investments					
19 Other Non-Current Assets					
20 Other Cash Flows - Investing Activities					
21					
22					
23 Net Cash From Investing Activities	(36,191,928)	(29,702,718)	(24,589,020)	(17,157,971)	(18,059,417)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
24 Long-Term Debt	9,198,459	10,514,460	4,371,255	14,000,000	35,340,845
25 Common Stock				(737,727)	
26 Preferred Stock					
27 Short-Term Debt				(32,000,000)	(18,000,000)
28 Dividends Paid			(16,676,112)	(13,754,000)	
29 Other Cash Flows - Financing Activities					
30					
31					
32 Net Cash From Financing Activities	9,198,459	10,514,460	(12,304,857)	(32,491,727)	17,340,845
33 Net Increase/(Decrease) In Cash Equivalents	(0)		(0)	356	(1,256)
34 Cash & Cash Equivalents At Beginning Of Year	4,469	4,469	4,469	4,113	5,369
35 Cash & Cash Equivalents At End Of Year	\$4,469	\$4,469	\$4,469	\$4,469	\$4,113

UNITED WATER NEW YORK
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
Sales to General Customers	\$73,657,464	\$70,155,550	\$69,588,698	\$68,503,545	\$64,688,965
Sales to Other Water Companies					
Other Sales of Water	13,847,030	13,177,031	12,678,556	12,056,636	11,374,635
Total Revenues from Sales of Water	87,504,494	83,332,581	82,267,254	80,560,181	76,063,600
Other Water Operating Revenues*	2,493,340	7,215,090	2,859,039	3,970,152	5,414,107
Total Water Operating Revenues	\$89,997,834	\$90,547,670	\$85,126,294	\$84,530,333	\$81,477,707
WATER SALES (Thousands of Gallons)					
Sales to General Customers	7,703,853	7,852,447	8,065,505	8,107,023	8,369,642
Sales to Other Water Companies					
Other Sales of Water	83,213	80,321	78,778	73,912	84,201
Total Sales of Water	7,787,066	7,932,768	8,144,283	8,180,936	8,453,843
AVG CUSTOMERS PER MONTH					
Sales to General Customers	73,549	73,146	72,893	72,163	71,696
Sales to Other Water Companies					
Other Sales of Water	2,203	2,128	2,027	1,909	1,843
Total Customers	75,752	75,274	74,920	74,071	73,539
OPERATING REVENUE RELATIONSHIP					
METERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	\$1,001.47	\$959.12	\$954.67	\$949.30	\$902.27
Average Consumption per Customer (T.Gal)	104.74	107.35	110.65	112.34	116.74
Average Revenue per T Gallons Sold	\$9.56	\$8.93	\$8.63	\$8.45	\$7.73
UNMETERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	---	---	---	---	---
Average Consumption per Customer (T.Gal)	---	---	---	---	---
Average Revenue per T Gallons Sold	---	---	---	---	---
OPERATION AND MAINTENANCE EXPENSES					
Source of Supply	\$1,395,157	\$1,576,987	\$1,681,228	\$1,008,187	\$633,091
Power and Pumping	5,206,335	5,123,265	5,250,352	4,980,652	4,664,559
Purification	4,225,096	4,831,413	4,058,341	3,990,451	4,704,425
Transmission and Distribution	3,843,199	4,191,841	4,500,644	4,875,991	4,757,220
Customer Accounting and Collecting	3,643,440	2,594,372	2,299,101	2,805,664	2,641,536
Administrative and General	10,936,603	10,750,240	10,337,755	12,384,910	9,128,235
Total O & M Expense	\$29,249,829	\$29,068,118	\$28,127,421	\$30,045,855	\$26,529,066

**UNITED WATER NEW YORK
DISTRIBUTION OF REVENUES
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
1 Revenues	\$89,997,834	\$90,547,670	\$85,126,294	\$84,530,333	\$81,477,707
2 Sales (Thousands of Gallons)	7,787,066	7,932,768	8,144,283	8,180,936	8,453,843
DOLLAR AMOUNTS					
3 Purchased Water, Fuel or Power for Pumping, and Chemicals	\$3,650,493	\$3,665,373	\$3,431,975	\$3,402,093	\$3,559,053
4 Wages and Benefits	10,390,382	10,263,591	9,534,173	11,384,683	9,830,874
5 Other Operation and Maintenance Expense	15,208,954	15,139,154	15,161,273	15,259,079	13,139,139
6 Depreciation and Amortization Expense	15,325,614	14,297,980	9,531,924	9,354,457	9,090,644
7 Income Taxes-Operating	4,138,173	6,825,813	4,221,705	3,472,033	591,383
8 Other Taxes-Operating	18,833,617	19,202,681	23,995,860	23,746,143	20,516,813
9 Capital Costs	22,450,600	21,153,078	19,249,384	17,911,845	24,749,801
10 Total	\$89,997,834	\$90,547,670	\$85,126,294	\$84,530,333	\$81,477,707
PERCENT OF REVENUES					
11 Purchased Water, Fuel or Power for Pumping, and Chemicals	4.1	4.0	4.0	4.0	4.4
12 Wages and Benefits	11.5	11.3	11.2	13.5	12.1
13 Other Operation and Maintenance Expense	16.9	16.7	17.8	18.1	16.1
14 Depreciation and Amortization Expense	17.0	15.8	11.2	11.1	11.2
15 Income Taxes-Operating	4.6	7.5	5.0	4.1	0.7
16 Other Taxes-Operating	20.9	21.2	28.2	28.1	25.2
17 Capital Costs	24.9	23.4	22.6	21.2	30.4
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER THOUSAND GALLONS SOLD					
19 Purchased Water, Fuel or Power for Pumping, and Chemicals	0.47	0.46	0.42	0.42	0.42
20 Wages and Benefits	1.33	1.29	1.17	1.39	1.16
21 Other Operation and Maintenance Expense	1.95	1.91	1.86	1.87	1.55
22 Depreciation and Amortization Expense	1.97	1.80	1.17	1.14	1.08
23 Income Taxes-Operating	0.53	0.86	0.52	0.42	0.07
24 Other Taxes-Operating	2.42	2.42	2.95	2.90	2.43
25 Capital Costs	2.88	2.67	2.36	2.19	2.93
26 Total	11.56	11.41	10.45	10.33	9.64

**Purchased Water, Fuel or Power for Pumping
and Chemicals**

Purchased Water	230,345	208,552	194,545	231,635	163,522
Fuel for Pumping	2,557,132	2,596,812	2,417,623	2,385,802	2,343,724
Chemicals	863,016	860,009	819,807	784,656	1,051,807

Total PW, Fuel and Chemicals	3,650,493	3,665,373	3,431,975	3,402,093	3,559,053

Total - Ultimate Customers	3,650,493	3,665,373	3,431,975	3,402,093	3,559,053

Wages and Benefits

Salaries	6,620,907	6,338,406	6,489,346	6,693,659	5,975,691
Pensions and Benefits	3,769,475	3,925,185	3,044,827	4,691,024	3,855,183
Total Wages and Benefits	10,390,382	10,263,591	9,534,173	11,384,683	9,830,874

Other Expenses

Total O&M Expenses	29,249,829	29,068,118	28,127,421	30,045,855	26,529,066
-Total PW, Fuel and Chemicals	3,650,493	3,665,373	3,431,975	3,402,093	3,559,053
-Wages and Benefits	10,390,382	10,263,591	9,534,173	11,384,683	9,830,874
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	15,208,954	15,139,154	15,161,273	15,259,079	13,139,139

Depreciation and Amortization

Depreciation Exp	15,325,614	14,297,980	9,531,924	9,354,457	9,090,644
Amort of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					
Total Depre and Amort	15,325,614	14,297,980	9,531,924	9,354,457	9,090,644

Total PW, Fuel and Chemicals related to Sales for Resale (Not Used)

Total PW, Fuel and Chemicals	3,650,493	3,665,373	3,431,975	3,402,093	3,559,053
divided by Total Gallons	7,787,066	7,932,768	8,144,283	8,180,936	8,453,843
Cost per Gallon	0.0005	0.0005	0.0004	0.0004	0.0004

UNITED WATER NEW YORK
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
WATER UTILITY PLANT					
Plant in Service					
Intangible	\$98,662	\$98,588	\$351,710	\$93,725	\$93,725
Source of Supply	35,865,914	35,483,002	34,695,331	33,903,015	33,567,992
Pumping	39,009,238	37,429,446	36,859,816	36,232,590	35,923,377
Water Treatment	55,979,606	55,725,562	54,959,624	53,691,964	51,964,755
Transmission and Distribution	327,927,090	304,775,221	288,317,532	270,590,365	260,171,656
General	32,172,829	27,213,813	25,491,187	24,329,982	27,528,200
Purchased or Sold					
Plant In Service	491,053,339	460,725,630	440,675,200	418,841,641	409,249,705
Plant Leased To Others					
Construction Work In Progress	6,031,034	4,867,259	2,368,450	4,074,238	54,930,082
Plant Held For Future Use	8,794,537	8,794,537	8,794,537	8,794,537	8,794,537
Plant Acquisition Adjustments					
Accum. Gains & Losses - Utility Land & Land Rights	(1,179,408)	(1,179,408)	(1,179,408)	(1,179,408)	(1,179,408)
Total Plant	504,699,501	473,208,018	450,658,779	430,531,008	471,794,916
Accum. Prov. - Depr. & Amort.	120,255,962	113,294,525	109,477,102	104,438,882	102,182,562
Net Plant	\$384,443,540	\$359,913,493	\$341,181,677	\$326,092,126	\$369,612,354
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	1.33	1.17	1.18	1,095.48	0.81
Total Capitalization	\$363,981,997	\$343,396,983	\$321,182,927	\$327,829,626	\$353,517,265
<u>Percent Of Capitalization (incl S-T Debt)</u>					
Long-Term Debt	22.5%	23.9%	25.5%	25.0%	23.2%
Preferred Stock					
Common Stock & Retained Earnings	77.5%	76.1%	74.5%	75.0%	67.8%
Short-Term Debt					9.1%
Pretax Coverage of Interest Expense	2.8	2.7	2.3	2.4	3.5
Com. Stock Dividends as a % of Earnings			219.8%	226.7%	
Return on Common Equity	4.4%	4.1%	3.1%	2.5%	0.3%
Internal Cash Generated as a % of Cash Outflows for Construction	74.6%	64.6%	150.0%	289.4%	4.0%
CWIP as a % of Plant	1.2%	1.0%	0.5%	0.9%	11.6%
Number of Employees	118	116	112	115	112

Current Assets	19,335,731.10	19,622,747	17,614,407	17,489,282	33,099,141
Current Liabilities	14,506,248	16,806,485	14,955,954	15,965	40,872,078
Total Capitalization	363,981,997	343,396,983	321,182,927	327,829,626	353,517,265
Long-Term Debt	82,000,000	82,000,000	82,000,000	82,000,000	82,000,000
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	281,981,997	261,396,983	239,182,927	245,829,626	239,517,265
Short-Term Debt					32,000,000
Pretax Income	26,987,396	28,412,934	23,568,761	24,254,912	32,521,310
Interest Expense	9,664,354	10,362,752	10,310,440	10,079,212	9,194,018
Dividends Paid			16,676,112	13,754,000	
Net Income (Excl. Preferred Stock Dividends)	12,012,731	10,206,856	7,588,651	6,066,359	753,273
Internal Cash	26,993,468	19,188,258	36,893,877	49,650,054	717,316
Cash Outflows for Construction	36,191,928	29,702,718	24,589,020	17,157,971	18,059,417
CWIP	6,031,034	4,867,259	2,368,450	4,074,238	54,930,082
Total Plant	504,699,501	482,192,752	459,628,461	430,531,008	471,794,916
Number of Employees	118	116	112	115	112
Salaries and Wages					

|

**UNITED WATER OWEGO
COMPARATIVE BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
UTILITY PLANT					
1 Net Utility Plant	\$10,102,136	\$8,348,855	\$7,661,632	\$7,151,141	\$6,696,124
OTHER PROPERTY AND INVESTMENTS					
2 Nonutility Property (Net)					
3 Other Investments					
4 Sinking Funds and Other Special Funds					
5 Total Other Property and Investments					
CURRENT AND ACCRUED ASSETS					
6 Cash and Cash Equivalents	200	200	1,000	1,000	1,000
7 Notes and Accounts Receivables - Net	89,505	20,323	62,444	18,734	113,365
8 Receivables from Associated Companies				56,150	103,039
9 Materials and Supplies	66,751	69,604	52,563	43,821	46,232
10 Prepayments	118,014	93,331	95,911	102,783	109,059
11 Accrued Utility Revenue	146,823	264,866	220,827	212,319	201,240
12 Misc Current and Accrued Assets					
13 Total Current and Accrued Assets	421,293	448,324	432,745	434,806	573,935
DEFERRED DEBITS					
14 Unamort. Debt Expense					
15 Other Deferred Debits	2,313,831	1,520,110	1,367,079	1,076,952	1,326,714
16 Accumulated Deferred Income Taxes	31,424	31,036	10,294	5,459	46,514
17 Total Deferred Debits	2,345,256	1,551,147	1,377,373	1,082,411	1,373,228
18 Total Assets and Other Debits	\$12,868,684	\$10,348,326	\$9,471,750	\$8,668,358	\$8,643,287
PROPRIETARY CAPITAL					
19 Common Stock Issued	\$33,600	\$33,600	\$33,600	\$33,600	\$33,600
20 Preferred Stock Issued					
21 Other Paid-in Capital	11,596,058	9,052,334	8,422,611	7,981,181	7,945,181
22 Retained Earnings	(1,365,588)	(1,688,111)	(1,545,835)	(1,653,162)	(1,788,566)
23 Reacquired Capital Stock					
24 Total Proprietary Capital	10,264,070	7,397,823	6,910,376	6,361,619	6,190,215
LONG-TERM DEBT					
25 Long-Term Debt					
CURRENT AND ACCRUED LIABILITIES					
26 Notes Payable					
27 Accounts Payable	130,767	127,344	142,863	80,980	80,462
28 Payables to Associated Companies					
29 Customer Deposits					500
30 Taxes Accrued	(283,064)	(33,556)	(67,692)	8,772	(72,845)
31 Interest Accrued					
32 Matured Long-Term Debt					
33 Misc Current and Accrued Liabilities	104,441	92,138	93,400	87,828	87,103
34 Total Current and Accrued Liabilities	(47,856)	185,926	168,571	177,580	95,220
DEFERRED CREDITS					
35 Customer Advances for Construction	3,331	3,331	18,711	18,711	13,771
36 Other Deferred Credits	1,403,149	1,541,752	711,852	585,890	735,465
37 Accumulated Deferred Investment Tax Credits	13,573	14,629	15,685	16,741	17,797
38 Accumulated Deferred Income Taxes	903,699	744,136	1,168,877	1,029,458	1,072,249
39 Total Deferred Credits	2,323,752	2,303,848	1,915,125	1,650,800	1,839,282
OPERATING RESERVES					
40 Operating Reserves	328,719	460,730	477,678	478,359	518,570
41 Total Liabilities and Other Credits	\$12,868,685	\$10,348,326	\$9,471,750	\$8,668,358	\$8,643,287

UNITED WATER OWEGO
COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
UTILITY OPERATING INCOME					
Operating Revenues	\$3,145,676	\$2,060,366	\$2,008,894	\$2,018,749	\$2,038,073
Operating Expense:					
Operation Expense	2,029,045	826,516	776,133	869,720	819,502
Maintenance Expense	226,717	275,354	187,968	170,142	184,395
Depreciation and Amortization Expense	298,817	287,925	287,012	264,324	258,438
Taxes Other than Income Taxes	346,507	203,523	312,728	324,021	327,410
Income Taxes	(222,074)	182,829	111,818	73,323	105,465
Total Operating Expenses	2,679,012	1,776,147	1,675,659	1,701,530	1,695,210
Net Operating Revenues	466,664	284,219	333,235	317,219	342,863
Other Utility Operating Income					
Total Utility Operating Income	466,664	284,219	333,235	317,219	342,863
OTHER INCOME					
Interest and Dividend Income	2,423	2,604	3,469	3,709	13,837
Allowance for Funds Used During Construction	74,038	492	1,406	10,364	10,090
Miscellaneous Nonoperating Income			(1,009)	1	
Other Income					
Total Other Income	76,461	3,096	3,866	14,074	23,927
Other Income Deductions	14,909	30,734	17,204	941	2,258
Taxes-Other Income and Deductions					
Income Available	528,215	256,581	319,897	330,352	364,532
INTEREST CHARGES					
Interest on Long-Term Debt					
Interest on Debt to Associated Co.	173,667	186,983	183,806	163,958	157,818
Other Interest Expense	32,024	29,750	28,764	30,990	26,084
Total Interest Charges	205,692	216,733	212,570	194,948	183,902
Income Before Extraordinary Items	322,524	39,848	107,327	135,404	180,630
Net Extraordinary Items					
Net Income	\$322,524	\$39,848	\$107,327	\$135,404	\$180,630
RETAINED EARNINGS					
Unappropriated (Beginning)	(\$1,688,111)	(\$1,545,835)	(\$1,653,162)	(\$1,788,566)	(\$521,196)
Balance Transferred from Income	322,524	39,848	107,327	135,404	180,630
Appropriated					
Dividends Declared-Preferred Stock					
Dividends Declared-Common Stock		182,122			1,448,000
Adjustments to Retained Earnings		(2)			
Net Change	322,524	(142,276)	107,327	135,404	(1,267,370)
Unappropriated (EOP)	(1,365,587)	(1,688,111)	(1,545,835)	(1,653,162)	(1,788,566)
Appropriated (EOP)					
Total Retained Earnings	(\$1,365,587)	(\$1,688,111)	(\$1,545,835)	(\$1,653,162)	(\$1,788,566)

**UNITED WATER OWEGO
STATEMENT OF CASH FLOWS
FOR YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
Cash Flows From Operating Activities					
1 Net Income	\$322,524	\$39,848	\$107,327	\$135,404	\$180,630
Adjustments to reconcile net income to net cash provided by operating activities:					
2 Depreciation, Depletion & Amortization	298,817	287,925	287,011	264,324	258,438
3 Deferred Taxes & ITCs	158,117	(446,538)	133,528	(2,791)	(98,376)
4 Receivables and Inventory	51,715	(18,960)	(4,811)	132,854	1,594,038
5 Payables and Accrued Expenses	15,727	(16,782)	67,456	743	19,314
6 Capitalized AFUDC - Equity Funds	(74,038)	(492)	(1,406)	(10,364)	(10,090)
7 Equity In Loss (Earnings) Of Affiliates					
8 Other Adjustments	(793,721)	(153,031)	(290,126)	702,521	281,588
9	(138,603)	829,899	125,962	(149,575)	103,620
10	(406,203)	19,769	(70,274)	47,682	(213,888)
11 Net Cash From Operating Activities	(565,664)	541,636	354,667	1,120,798	2,115,274
Cash Flows From Investing Activities					
12 Cash Outflows For Construction	(1,978,060)	(974,656)	(796,097)	(1,161,738)	(681,195)
13 Acquisition Of Other Non-Current Assets					
14 Investments In & Advances to Affiliates.					
15 Contributions & Advances from Affiliates					
Net Proceeds - Sale Or Disposition Of:					
16 Property, Plant & Equipment					
17 Investments in Affiliated Companies					
18 Other Debt & Equity Investments					
19 Other Non-Current Assets					
20 Other Cash Flows - Investing Activities					
21					
22 Reduction in Working Funds					
23 Net Cash From Investing Activities	(1,978,060)	(974,656)	(796,097)	(1,161,738)	(681,195)
Cash Flows From Financing Activities					
Net Proceeds (Payments) - Issuing & Retiring:					
24 Long-Term Debt	2,543,724	614,343	441,430	40,940	13,771
25 Common Stock					
26 Preferred Stock					
27 Short-Term Debt					
28 Dividends Paid		(182,124)			(1,448,000)
29 Other Cash Flows - Financing Activities					
30					
31					
32 Net Cash From Financing Activities	2,543,724	432,219	441,430	40,940	(1,434,229)
33 Net Increase/(Decrease) In Cash Equivalents	0	(800)			(150)
34 Cash & Cash Equivalents At Beginning Of Year	200	1,000	1,000	1,000	1,150
35 Cash & Cash Equivalents At End Of Year	\$200	\$200	\$1,000	\$1,000	\$1,000

1 Cash and Cash Equivalents are restated to reflect inclusion of Working Funds in Cash and Cash Equivalents. Net changes in Working Funds are shown on Line 29 - Other Cash Flows - Financing Activities.

UNITED WATER OWEGO
COMPARATIVE STATEMENT OF REVENUE AND OPERATION AND MAINTENANCE
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
SALES AND CUSTOMER DATA					
REVENUES					
Sales to General Customers	\$1,729,394	\$639,976	\$549,292	\$553,020	\$550,217
Sales to Other Water Companies	883,574	885,165	880,906	874,004	892,647
Other Sales of Water	317,683	296,444	291,471	293,446	293,846
Total Revenues from Sales of Water	2,930,651	1,821,585	1,721,669	1,720,470	1,736,710
Other Water Operating Revenues	215,025	238,781	287,225	298,279	301,363
Total Water Operating Revenues	\$3,145,676	\$2,060,366	\$2,008,894	\$2,018,749	\$2,038,073
WATER SALES (Thousands of Gallons)					
Sales to General Customers	187,874	59,502	58,548	57,350	47,729
Sales to Other Water Companies	197,512	253,911	254,614	238,749	252,369
Other Sales of Water	35,800	35,616	34,444	35,891	34,076
Total Sales of Water	421,186	349,029	347,606	331,990	334,174
AVG CUSTOMERS PER MONTH					
Sales to General Customers	2,291	2,261	1,332	1,322	1,312
Sales to Other Water Companies	196	196	196	198	196
Other Sales of Water	63	62	64	63	67
Total Customers	2,550	2,519	1,592	1,583	1,575
OPERATING REVENUE RELATIONSHIP					
METERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	\$754.86	\$283.05	\$412.38	\$418.32	\$419.37
Average Consumption per Customer (T.Gal)	82.01	26.32	43.95	43.38	36.38
Average Revenue per T Gallons Sold	\$9.21	\$10.76	\$9.38	\$9.64	\$11.53
UNMETERED GENERAL CUSTOMERS					
Average Annual Bill per Customer	---	---	---	---	---
Average Consumption per Customer (T.Gal)	---	---	---	---	---
Average Revenue per T Gallons Sold	---	---	---	---	---
OPERATION AND MAINTENANCE EXPENSES					
Source of Supply	196,327	96,728	19,079	13,284	11,188
Power and Pumping	414,464	246,456	193,979	198,098	206,152
Purification	54,168	43,484	53,159	57,938	57,756
Transmission and Distribution	497,977	226,641	159,244	163,108	174,166
Customer Accounting and Collecting	181,100	157,514	166,493	126,650	63,792
Administrative and General	911,726	331,047	372,147	480,784	490,843
Total O & M Expense	\$2,255,762	\$1,101,870	\$964,101	\$1,039,862	\$1,003,897

**UNITED WATER OWEGO
DISTRIBUTION OF REVENUES
FOR THE YEAR ENDED DECEMBER 31,**

	2018	2017	2016	2015	2014
1 Revenues	\$3,145,676	\$2,060,366	\$2,008,894	\$2,018,749	\$2,038,073
2 Sales (Thousands of Gallons)	421,186	349,029	347,606	331,990	334,174
DOLLAR AMOUNTS					
3 Purchased Water, Fuel or Power for Pumping, and Chemicals	\$218,167	\$122,228	\$108,561	\$103,731	\$98,883
4 Wages and Benefits	626,423	557,971	512,987	417,425	376,156
5 Other Operation and Maintenance Expense	1,411,172	421,671	342,553	518,706	528,858
6 Depreciation and Amortization Expense	298,817	287,925	287,012	264,324	258,438
7 Income Taxes-Operating	(222,074)	182,829	111,818	73,323	105,465
8 Other Taxes-Operating	346,507	203,523	312,728	324,021	327,410
9 Capital Costs	466,664	284,218	333,235	317,219	342,863
10 Total	\$3,145,676	\$2,060,366	\$2,008,894	\$2,018,749	\$2,038,073
PERCENT OF REVENUES					
11 Purchased Water, Fuel or Power for Pumping, and Chemicals	6.9	5.9	5.4	5.1	4.9
12 Wages and Benefits	19.9	27.1	25.5	20.7	18.5
13 Other Operation and Maintenance Expense	44.9	20.5	17.1	25.7	25.9
14 Depreciation and Amortization Expense	9.5	14.0	14.3	13.1	12.7
15 Income Taxes-Operating	(7.1)	8.9	5.6	3.6	5.2
16 Other Taxes-Operating	11.0	9.9	15.6	16.1	16.1
17 Capital Costs	14.8	13.8	16.6	15.7	16.8
18 Total	100.0	100.0	100.0	100.0	100.0
DOLLARS PER THOUSAND GALLONS SOLD					
19 Purchased Water, Fuel or Power for Pumping, and Chemicals	0.52	0.35	0.31	0.31	0.30
20 Wages and Benefits	1.49	1.60	1.48	1.26	1.13
21 Other Operation and Maintenance Expense	3.35	1.21	0.99	1.56	1.58
22 Depreciation and Amortization Expense	0.71	0.82	0.83	0.80	0.77
23 Income Taxes-Operating	-0.53	0.52	0.32	0.22	0.32
24 Other Taxes-Operating	0.82	0.58	0.90	0.98	0.98
25 Capital Costs	1.11	0.81	0.96	0.96	1.03
26 Total	7.47	5.90	5.78	6.08	6.10

**Purchased Water, Fuel or Power for Pumping
and Chemicals**

Purchased Water	71,951	5,539			
Fuel for Pumping	139,845	108,434	100,857	96,670	92,290
Chemicals	6,371	8,256	7,704	7,061	6,593

Total PW, Fuel and Chemicals	218,167	122,228	108,561	103,731	98,883

Total - Ultimate Customers	218,167	122,228	108,561	103,731	98,883

Wages and Benefits

Salaries	451,043	363,028	342,701	257,511	239,222
Pensions and Benefits	175,381	194,943	170,286	159,914	136,934
Total Wages and Benefits	626,423	557,971	512,987	417,425	376,156

Other Expenses

Total O&M Expenses	2,255,762	1,101,870	964,101	1,039,862	1,003,897
-Total PW, Fuel and Chemicals	218,167	122,228	108,561	103,731	98,883
-Wages and Benefits	626,423	557,971	512,987	417,425	376,156
-Other Gains					
+Other Losses					
-Other Revenues					
Other Expenses	1,411,172	421,671	342,553	518,706	528,858

Depreciation and Amortization

Depreciation Exp	298,817	287,925	287,012	264,324	258,438
Amort of Utility Plant					
Amort of Other Utility Plant					
Amort of Property Losses					

Total Depre and Amort	298,817	287,925	287,012	264,324	258,438

Total PW, Fuel and Chemicals related to Sales for Resale (Not Used)

Total PW, Fuel and Chemicals	218,167	122,228	108,561	103,731	98,883
divided by Total Gallons	421,186	349,029	347,606	331,990	334,174
Cost per KWH	0.0005	0.0004	0.0003	0.0003	0.0003
times Sales for Resale MWHs					
Sales for Resale Cost					

UNITED WATER OWEGO
COMPARATIVE STATEMENT OF UTILITY PLANT AND SELECTED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2018	2017	2016	2015	2014
WATER UTILITY PLANT					
Plant in Service					
Intangible	\$250	\$250	\$250	\$250	\$250
Source of Supply	1,465,034	1,465,034	1,465,034	1,465,534	1,466,615
Pumping	1,756,774	1,749,170	1,589,323	1,521,450	1,336,872
Water Treatment	534,141	533,866	482,112	419,872	195,520
Transmission and Distribution	7,421,357	6,563,130	5,340,777	4,927,497	4,589,926
General	1,031,099	1,092,403	1,042,272	1,031,033	1,031,990
Purchased or Sold					
Total Plant in Service	12,208,655	11,403,853	9,919,768	9,365,636	8,621,173
Plant Leased To Others					
Construction Work In Progress	1,199,695	121,975	173,982	146,747	518,810
Plant Held For Future Use					
Plant Acquisition Adjustments	(70,246)	(70,246)	(11,393)	(11,393)	(11,393)
Accum. Gains & Losses - Utility Land & Land Rights					
Total Plant	13,338,104	11,455,582	10,082,357	9,500,990	9,128,590
Accum. Prov. - Depr. & Amort.	3,235,968	3,106,727	2,420,725	2,349,849	2,432,466
Net Plant	\$10,102,136	\$8,348,855	\$7,661,632	\$7,151,141	\$6,696,124
SELECTED RATIOS AND STATISTICS					
Current Assets / Current Liabilities	(8.80)	2.41	2.57	2.45	6.03
Total Capitalization	\$10,264,070	\$7,397,823	\$6,910,376	\$6,361,619	\$6,190,215
<u>Percent Of Capitalization (incl S-T Debt)</u>					
Long-Term Debt					
Preferred Stock					
Common Stock & Retained Earnings	100.0%	100.0%	100.0%	100.0%	100.0%
Short-Term Debt					
Pretax Coverage of Interest Expense	1.6	2.2	2.1	2.1	2.6
Com. Stock Dividends as a % of Earnings		457.1%			801.6%
Return on Common Equity	3.7%	0.6%	1.6%	2.2%	2.6%
Internal Cash Generated as a % of Cash Outflows for Construction	21.1%	-55.6%	-44.6%	-96.5%	-310.5%
CWIP as a % of Plant	8.8%	1.1%	1.7%	1.5%	5.7%
Number of Employees	5	5	5	5	5

Current Assets	421,292.54	448,324.34	432,745.00	434,806.02	573,935.00
Current Liabilities	(47,856)	185,926	168,571	177,580	95,220
Total Capitalization	10,264,070	7,397,823	6,910,376	6,361,619	6,190,215
Long-Term Debt					
Preferred Stock					
Common Stock and Retained Earnings (Excl. Preferred Stock)	10,264,070	7,397,823	6,910,376	6,361,619	6,190,215
Short-Term Debt					
Pretax Income	321,051	470,144	448,919	404,616	472,255
Interest Expense	205,692	216,733	212,570	194,948	183,902
Dividends Paid		182,124			1,448,000
Net Income (Excl. Preferred Stock Dividends)	322,524	39,848	107,327	135,404	180,630
Internal Cash	(417,588)	541,637	354,667	1,120,798	2,115,274
Cash Outflows for Construction	1,978,060	974,656	796,097	1,161,738	681,195
CWIP	1,199,695	121,975	173,982	146,747	518,810
Total Plant	13,566,253	11,455,582	10,210,364	9,500,990	9,128,590
Number of Employees	5	5	5	5	5
Salaries and Wages					

|