

# Pioneer Telephone Cooperative 2016 Annual Report



We are pleased to provide you with our 2015 financial statements. In reviewing this information, you will see solid economic health, which is important to all members so that we can continue to provide the best possible service at reasonable rates. While looming regulatory proposals have created uncertainty for our revenue

streams, we are optimistic the financial future remains sound.

During 2015, investments continued to be made in technology and infrastructure, making Pioneer's network more robust and readied for the demands of the future. Today, the vast majority of our members have access to speeds up to 16 - 20 mbps, while still others can obtain an amazing 100 mbps.

As always, we appreciate the trust you have placed in us and the opportunity to serve you. Thank you for your continued support!

## CONSOLIDATED STATEMENT OF OPERATIONS YEAR ENDED DECEMBER 31, 2015

Operating revenues:		
■ Local network		\$ 2,979,048
■ Network access		9,053,285
■ Miscellaneous		1,166,022
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	Total operating revenues	13,198,355
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Operating expenses:		
■ Plant specific		2,672,137
■ Plant nonspecific		2,053,247
■ Customer		2,085,022
■ Corporate		1,945,648
■ Depreciation		3,546,344
■ Other taxes		352,514
■ Other operating expenses		366,813
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	Total operating expenses	13,021,725
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	Operating margin	176,630
	Other income	72,411
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	Net margin	\$ 249,041
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## **ASSETS**

Current assets:	
■ Cash and cash equivalents	\$ 10,027,352
■ Receivables	998,202
■ Materials and supplies	359,969
■ Prepaid expenses	<u>236,942</u>
Total current assets	<u>11,622,465</u>
Other assets and investments	<u>3,461,257</u>
Property, plant, and equipment:	
■ In service	70,227,593
■ Under construction	<u>404,958</u>
	70,632,551
Less accumulated depreciation	<u>56,166,309</u>
Net property, plant, and equipment	<u>14,466,242</u>
	<u><u>\$ 29,549,964</u></u>

## **LIABILITIES AND MEMBERS' EQUITY**

Current liabilities:	
■ Accounts payable	\$ 525,936
■ Accrued expenses	<u>627,977</u>
Total current liabilities	<u>1,153,913</u>
Deferred income taxes	<u>303,440</u>
Members' equity:	
■ Memberships	8,752
■ Patronage capital	23,125,844
■ Other equity	<u>4,958,015</u>
Total members' equity	<u>28,092,611</u>
	<u><u>\$ 29,549,964</u></u>

