

[Northeast Nebraska Telephone Company]\_[Polk County]\_[Attachment Letter G\_2]

Projected Statements of Cash Flows

Polk County

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10	Year 11	Year 12	Year 13	Year 14	Year 15
Cash Flows from Operating Activities:															
Net Margin	(8,756)	(6,740)	(6,537)	(5,684)	(2,306)	(1,379)	95	1,748	3,958	6,387	6,580	6,786	7,040	7,661	8,313
Depreciation	-	-	-	-	-	-	-	-	0	-	-	-	-	-	-
Cash from Operating Activities	(8,756)	(6,740)	(6,537)	(5,684)	(2,306)	(1,379)	95	1,748	3,958	6,387	6,580	6,786	7,040	7,661	8,313
Cash Flows for Investing Activities:	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Expenditures for Plant	(3,777,885)														
Cash Flows from Financing Activities:	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Nebraska Grant Proceeds	3,777,885														
Other Contributors to Plant Costs	-														
Cash from Financing Activities	3,777,885														
Net Cash Flow	(8,756)	(6,740)	(6,537)	(5,684)	(2,306)	(1,379)	95	1,748	3,958	6,387	6,580	6,786	7,040	7,661	8,313
Cumulative Cash Flow	(8,756)	(15,496)	(22,033)	(27,717)	(30,023)	(31,402)	(31,307)	(29,559)	(25,601)	(19,214)	(12,634)	(5,848)	1,192	8,853	17,166

Assumptions

Initial take rate for phone is 50% and for internet is 75%

Growth rate for Internet is 5% in Years 1 and 2, 3% for Years 3-5, then flat

Drop rate for phone is 10% every year after Year 1