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IDAHO PUBLIC  
UTILITIES COMMISSION

# ANNUAL REPORT

OF

Cambridge Telephone Company, Inc.

**NAME**

P.O. Box 88, Cambridge, ID 83610

**ADDRESS**

*Replaced w/ an amended  
Report 7-24-01*

TO THE

**IDAHO PUBLIC**

**UTILITIES COMMISSION**

FOR THE

YEAR ENDED December 31, 2000



**Kiesling Associates LLP**

CERTIFIED PUBLIC ACCOUNTANTS

**ACCOUNTANT'S COMPILATION REPORT**

The Board of Directors  
Cambridge Telephone Company, Inc.  
Cambridge, Idaho 83610

We have compiled the accompanying balance sheets of Cambridge Telephone Company, Inc. as of December 31, 2000, and the related income and retained earnings statement for the year ended December 31, 2000, included in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information, except for pages 1, 2, 18, 19, and 20.

Our compilation was limited to presenting in the form prescribed by the Idaho Public Utilities Commission information that is the representation of management. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and the supplementary information are presented in accordance with the requirements of the Idaho Public Utilities Commission, which differ from generally accepted accounting principles. Accordingly, the financial statements and supplementary information are not designed for those who are not informed about such differences.

The information contained on pages 1, 2, 18, 19, and 20 has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

Colorado Springs, CO  
April 30, 2001

*Kiesling Associates LLP*

*Replaced w/ an amended  
REPORT 7-24-01*

ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO  
THE IDAHO PUBLIC UTILITIES COMMISSION  
FOR THE YEAR ENDING DECEMBER 31, 2000

See Amended  
REPORT - 7-24-01

COMPANY INFORMATION

Exact name of utility: Cambridge Telephone Company, Inc.  
Address of principal office: P.O. Box 88, Cambridge, ID 83610  
Telephone Number (Area Code 208) 257-3314  
Cities or towns served: Cambridge, Council, Indian Valley, Cuprum, & Lowman  
Name and title of officer having custody of the general corporate books of account: \_\_\_\_\_  
Richard Wiggins, General Manager/President  
Address of office where corporate books are kept and phone number: \_\_\_\_\_  
130 Superior Street, Cambridge, ID 83610 (208) 257-3314  
Organized under the laws of the State of: Idaho  
Date of organization: 1966  
Form of organization (proprietorship, association, corporation): Corporation  
If a Subchapter S Corporation, please specify: N/A  
Name and address of controlling company, if any N/A

Names of affiliated companies. Give address and description of business: CTC Construction, Inc. P.O. Box 88,  
Cambridge, ID 83610- Construction Services, CTC Telcom, Inc. P.O. Box 69, Cambridge, ID 83610-  
Telecommunications

OFFICERS

Report below the title, name and office address of each general officer of the utility at the end of the year. If there were any changes during the year, show the name, title, and address of the previous officer and the date of change.

Title	Name	Address
President	Kermit Wiggins	P.O. Box 86, Cambridge, ID 83610
Vice-President	Richard Wiggins	P.O. Box 88, Cambridge, ID 83610
Secretary/Treasurer	Joana Wiggins	P.O. Box 86, Cambridge, ID 83610

**DIRECTORS**

List the name of each person who was a member of the Board of Directors at any given time during the year: (Fees related to meetings only.)

<b>Name and Address</b>	<b>Term Expired or Current Term Will Expire</b>	<b>Meetings Attended This year</b>	<b>Fees Paid During Year</b>
Kermit Wiggins P.O. Box 86 Cambridge, ID 83610	Indefinite	1	None
Richard Wiggins P.O. Box 86 Cambridge, ID 83610	Indefinite	1	None
Joana Wiggins P.O. Box 86 Cambridge, ID 83610	Indefinite	1	None

Name of Chairman of the Board: Kermit Wiggins  
 Name of Secretary (or Clerk) of Board: Joana Wiggins  
 Number of Meetings of the Board during the year: 1

**MANAGERS**

List the name of each person who performed management duties for the Company during the year, and the total wages and bonuses paid to those persons: (Do not include Director fees in these amounts.)

<b>Name</b>	<b>Title</b>	<b>Wages and Bonuses Paid</b>
Kermit Wiggins	President	38,686
Richard Wiggins	Vice-President	143,037
Joana Wiggins	Secretary/Treasurer	39,006
<b>Note: Wages are charged to regulated and nonregulated activities</b>		

### NOTES TO THE FINANCIAL STATEMENTS

Please provide important information such as changes in accounting or depreciation practices, extensions or additions to the system; disposal of any substantial portion of the property of the utility; reorganization, mergers, or consolidations with other companies; leases executed; other contracts or agreements entered into; changes made in articles of incorporation or amendments; the occurrence of contingency losses or gains.

1. In 1994, the Company entered into an agreement with U.S. West Communications, Inc. for the purchase of certain exchange property in Idaho. In 1996, the rights and obligations under the agreement were assumed by a new wholly-owned subsidiary of the Company, Council Telephone Company, Inc. The transaction was consummated effective October 17, 1996. Effective January 1, 2000, Council Telephone Company, Inc. was merged into Cambridge Telephone Company, Inc. The beginning year balances include the combined amounts of Cambridge Telephone Company, Inc. and Council Telephone Company.

2. In connection with the purchase of the above property, Council Telephone Company, Inc. secured a loan from CoBank, ACB in the amount of \$4,776,000.

In November 1997, Council Telephone Company secured a supplemental loan from CoBank in the amount of \$300,000. The funds were drawn down in 1998,

Those loans have been assumed by Cambridge Telephone Company.

3. In 1998, CTC Telecom, Inc. (CTC), a wholly-owned subsidiary of Cambridge Telephone Company, Inc., was incorporated, with an initial investment of \$100,000. CTC operates as a Competitive Local Exchange Carrier in the state of Idaho. An additional capital investment of \$360,000 was made in 2000.

4. In April, 1999, CTC secured a loan from CoBank, ACB in the amount of \$1,700,000, of which, \$750,759.50 was advanced in 1999. The loan is secured by a Leasehold Deed of Trust and Security Agreement covering all real and personal property. In addition, the loan is secured by Personal Guarantee of Payment agreements by certain shareholders of Cambridge Telephone Company, and Pledge Agreements for stock of Cambridge Telephone owned by certain shareholders.

5. In 2000, the indebtedness of Larry Walker was settled for \$110,000, in the form of a note resulting from sale of property which was assigned to the Company.

**BALANCE SHEET**  
**Assets and Other Debits**

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
<b>Current Assets</b>			
1120 Cash and Equivalents			
1130 Cash	301,848	4,585	(297,263)
1140 Special Cash Deposits	53,972		(53,972)
1150 Working Cash Advances			
1160 Temporary Investments			
1180 Telecommunications Accts. Receivable	202,879	229,527	26,648
1181 Accts. Rec. Allow. -Telecommunications			
1190 Other Accounts Receivable	1,400,619	1,536,841	136,222
1191 Accounts Receivable Allow. - Other			
1200 Notes Receivable	211,388	174,663	(36,725)
1201 Notes Receivable Allowance	(143,926)		143,926
1210 Interest & Dividends Receivable	3,936	7,562	3,626
1220 Material and Supplies	64,950	169,887	104,937
1280 Prepayments			
1290 Prepaid Rents			
1300 Prepaid Taxes	7,135	114,167	107,032
1310 Prepaid Insurance	4,325	3,994	(331)
1320 Prepaid Directory Expenses			
1330 Other Prepayments			
1350 Other Current Assets			
<b>Noncurrent Assets</b>			
1401 Investment in Affiliated Companies	64,876	274,979	210,103
1402 Investment in Nonaffiliated Companies	726,900	633,551	(93,349)
1406 Nonregulated Investments			
1407 Unamortized Debt Issuance Expense	2,272	2,120	(152)
1408 Sinking Funds			
1410 Other Noncurrent Assets	251,516	203,153	(48,363)
1438 Deferred Maintenance & Retirements			
1439 Deferred Charges	1,470	1,470	
1500 Other Jurisdiction Assets - Net			
<b>Property, Plant and Equipment</b>			
2001 Telecommunications Plants in Service	12,118,821	12,602,922	484,101
2002 Prop. Held for Future Telecom. Use			
2003 Telecom. Plant under Constr. - Short Term	86,198	110,205	24,007
2004 Telecom. Plant under Constr. - Long Term			
2005 Telecom. Plant Adjustment			
2006 Nonoperating Plant			
2007 Goodwill	2,602,511	2,602,511	
<b>Depreciation and Amortization Accounts</b>			
3100 Accumulated Depreciated	(7,418,172)	(8,012,370)	(594,198)
3200 Accum. Depre. - Held for Future Use			
3300 Accumulated Depreciation - Nonoperating			
3400 Accumulated Amortization - Tangible			
3410 Accum. Amort. - Capitalized Leases			
3420 Accum. Amort. - Leasehold Improvements			
3500 Accumulated Amortization - Intangible			
3600 Accumulated Amortization - Other	(563,862)	(737,358)	(173,496)
<b>TOTAL ASSETS</b>	<b>9,979,656</b>	<b>9,922,409</b>	<b>(57,247)</b>

**BALANCE SHEET**  
Liabilities & Stockholders' Equity

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
<b>Current Liabilities</b>			
4010 Accounts Payable	360,608	672,314	311,706
4020 Notes Payable			
4030 Advance Billings and Payments	65,093	72,254	7,161
4040 Customer Deposits	3,160	6,026	2,866
4050 Current Maturities - Long -Term Debt	484,300	487,700	3,400
4060 Current Maturities - Capital leases			
4070 Income Taxes - Accrued			
4080 Other Taxes - Accrued	29,274	31,853	2,579
4100 Net Current Defer. Oper. Income Taxes	(36,063)	(50,334)	(14,271)
4110 Net Current Defer. Nonoper. Income Taxes			
4120 Other Accrued Liabilities	108,659	84,268	(24,391)
4130 Other Current Liabilities			
<b>Long-Term Debt</b>			
4210 Funded Debt	6,050,658	5,563,442	(487,216)
4220 Premium on Long-Term Debt			
4230 Discount on Long-Term Debt			
4240 Reacquired Debt			
4250 Obligations Under Capital Leases			
4260 Advances from Affiliated Companies			
4270 Other Long-Term Debt			
<b>Other Liabilities &amp; Deferred Credits</b>			
4310 Other Long-Term Liabilities			
4320 Unamort. Oper. Invest. Tax Credits - Net	110,725	128,464	17,739
4330 Unamort. Nonoper. Invest. Tax Credits - Net			
4340 Net Noncurrent Defer. Oper. Income Taxes	99,761	61,463	(38,298)
4350 Net Noncur. Defer. Nonoper. Income Taxes	(55,405)	2,424	57,829
4360 Other Deferred Credits	80,667	92,101	11,434
4370 Other Juris. Liab. & Def. Credits - Net			
<b>Stockholders' Equity</b>			
4510 Capital Stock	30,000	30,000	
4520 Additional Paid-In Capital			
4530 Treasury Stock	(12,511)	(12,511)	
4540 Other Capital			
4550 Retained Earnings	2,660,730	2,752,945	92,215
<b>TOTAL LIAB. &amp; OTHER CREDITS</b>	<b>9,979,656</b>	<b>9,922,409</b>	<b>(52,247)</b>

ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE

TOTAL Company Basis

Analysis of Telecommunications Plant in Service

	Balance Beginning of Year	Additions During year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
2111 Land	61,715				61,715
2112 Motor Vehicles	274,460	74,673	108,643		240,490
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	228,984	4,646	12,616		221,014
2121 Buildings	1,540,248				1,540,248
2122 Furniture	4,395				4,395
2123 Office Equipment	39,190		1,693		37,497
2124 General Purpose Computers	91,959	19,252	8,376		102,835
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	1,246,135	77,047			1,323,182
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems	1,966,333	220,016			2,186,349
2232 Circuit Equipment	1,426,708	13,407			1,440,115
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	11,681				11,681
2362 Other Terminal Equipment	2,041				2,041
2411 Poles	21,888				21,888
2421 Aerial Cable	18,681				18,681
2422 Underground Cable	39,699				39,699
2423 Buried Cable	5,019,450	206,388			5,225,838
2424 Submarine Cable					
2426 Intrabuilding Network Cable	11,394				11,394
2431 Aerial Wire					
2441 Conduit Systems	113,860				113,860
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
<b>TOTAL PLANT ACCOUNTS</b>	<b>12,118,821</b>	<b>615,429</b>	<b>131,328</b>		<b>12,602,922</b>



ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS  
IDAHO Operations Only

Analysis of Telecommunications Plant in Service	Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
2111 Land		SAME AS TOTAL COMPANY			
2112 Motor Vehicles					
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment					
2121 Buildings					
2122 Furniture					
2123 Office Equipment					
2124 General Purpose Computers					
2211 Analog Electronic Switching					
2212 Digital Electronic Switching					
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment					
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment					
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable					
2424 Submarine Cable					
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
<b>TOTAL PLANT ACCOUNTS</b>					

**ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION**  
Account 3100

	TOTAL Company Basis				
	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
<b>Analysis of Entries in Accumulated Depreciation</b>					
2112 Motor Vehicles	172,871	25.00%	26,294	(76,672)	122,493
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	159,847	12.50%	9,614	(1,418)	168,043
2121 Buildings	585,570	3.00%	44,832		630,402
2122 Furniture	4,395	12.50%			4,395
2123 Office Equipment	36,285	20.00%	2,905	(1,693)	37,497
2124 General Purpose Computers	51,469	20.00%	17,979	(8,376)	61,072
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	396,656	12.00%	144,502		541,158
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems	1,965,693	20.00%	4,693		1,970,386
2232 Circuit Equipment	1,165,001	10.00%	114,594	(28)	1,279,567
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	11,681	25.00%			11,681
2362 Other Terminal Equipment	2,041				2,041
2411 Poles	13,756		1,304		15,060
2421 Aerial Cable	2,761		1,113		3,874
2422 Underground Cable	20,901		2,366		23,267
2423 Buried Cable	2,794,175	6.50%	305,354		3,099,529
2424 Submarine Cable					
2426 Intrabuilding Network Cable	9,272		679		9,951
2431 Aerial Wire					
2441 Conduit Systems	25,798	5.00%	6,156		31,954
<b>TOTAL</b>	<b>7,418,172</b>		<b>682,385</b>	<b>(88,187)</b>	<b>8,012,370</b>

\*Please list individual depreciation rate for each account.

**ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION**  
Account 3100

IDAHO Operations Only

	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
<b>Analysis of Entries in Accumulated Depreciation</b>					
2112 Motor Vehicles		SAME AS TOTAL COMPANY			
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment					
2121 Buildings					
2122 Furniture					
2123 Office Equipment					
2124 General Purpose Computers					
2211 Analog Electronic Switching					
2212 Digital Electronic Switching					
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment					
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment					
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable					
2424 Submarine Cable					
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
<b>TOTAL</b>					

\*Please list individual depreciation rate for each account.

## INVESTMENTS

Report below the investments in Accounts 1401, 1402 and 1406. Identify each investment as to the account in which included. Minor amounts in Account 1406 may be grouped by classes.

<u>Description</u>	<u>Date Acquired</u>	<u>Book Cost of Investments Disposed of This year</u>	<u>Book Cost of Investments Held at End of Year</u>
1401 CTC Telecom, Inc.	1998		274,979
1402 Cash value life insurance			109,320
1402 Coins			34,497
1402 Land			333,815
1402 System Severe, Inc.			26,216
1402 CoBank equity	1997-2000		102,454
1402 Rocky Mountain Wireless	1998	10,000	
1402 Syringa Networks LLC	2000		27,249
<b>Totals</b>		10,000	908,530

## RECEIVABLES

Itemize amounts show in Accounts 1180, 1190 and 1200. For notes receivable list each note separately and include the maturity date and interest rate. Minor amounts in Account 1210 may be combined.

<u>Name of Company</u>	<u>Amount at End of Year</u>	
	<u>Notes Receivable</u>	<u>Accounts Receivable</u>
Due from CUS Towers		229,527
Interexchange carriers & NECA		311,610
CoBank patronage dividends		9,506
CTC Telecom, Inc.		217,850
CTC Construction		968,707
Interest and other		36,730
R. & K. Noah, 8.5%, due 2013	64,663	
R. & B. Cruckett, 8.0%, due 2018	110,000	
<b>Totals</b>	174,663	1,773,930

**NOTES PAYABLE**

For Notes Payable, list each note separately and include the maturity date and interest rate.

<u>Name of Creditor</u>	<u>Date of Note</u>	<u>Interest Rate</u>	<u>Due Date</u>	<u>Face Amount</u>
None				
<b>Totals</b>				

**ACCOUNTS PAYABLE**

Report below all Accounts Payable amounting to more than \$100.00

<u>Name of Creditor</u>	<u>Amount</u>
<b>Totals</b>	<u>311,706</u>

LONG - TERM DEBT

Accounts 4210, 4240, 4250, 4260, 4270 and 4310

List the required data for each obligation included in these accounts, grouping them by account number and showing totals for each account. If any obligations mature serially or otherwise at various dates, give particulars in a note.

<u>Class &amp; Series of Obligation</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Fact Amount Authorized</u>	<u>Outstanding Year-End</u>	<u>Premium/ Discount</u>		<u>Interest for year</u>	
					<u>Total</u>	<u>Year Amortized</u>	<u>Rate</u>	<u>Amount</u>
RUS Note	1977	2012	975,000	516,224			5.0	26,669
RUS Note	Various	Various	2,932,000	1,586,068			2.0	32,690
RUS Note	1985	2050	931,000	221,450			5.0	11,219
CoBank	1996	2011	4,776,000	3,502,400			Variable	311,947
CoBank	1997	2007	300,000	225,000			Variable	22,491
Less Current Maturity				(487,700)				
<u>Total</u>				5,563,442				405,016

## CAPITAL STOCK

Report below the particulars called for concerning common and preferred stock at end of year, designating separate series of any general class. Show totals separately for common and preferred.

For each class of preferred stock, show the dividend rate and whether dividends are cumulative or noncumulative.

Show details in a footnote of capital stock sold during the year. Include number of shares, consideration received, premium or discount, and expenses incurred.

<u>Class &amp; Series of Stock</u>	<u>Number of Shares Authorized</u>	<u>Par Value per Share</u>	<u>Outstanding per Balance Sheet</u>	
			<u>Shares</u>	<u>Amount</u>
Common stock	30,000	\$1.00	30,000	\$30,000

**INCOME & RETAINED EARNINGS STATEMENT**

Item	Total Company	Idaho Only
Total Operating Income (from page 16)	3,010,036	Same as Total
Total Operating Expenses (from page 18)	2,051,870	Company
7100 Other Operating Income and Expense	958,166	
7210 Operating Investment Tax Credits-Net	(8,410)	
7220 Operating Federal Income Taxes	9,276	
7230 Operating State and Local Income Taxes	(1,613)	
7240 Operating Other Taxes	57,006	
7250 Provision for Deferred Operating Income Taxes-Net	190,278	
7200 Operating Taxes (Total)	246,537	
7310 Dividend Income	31,686	
7320 Interest Income	10,546	
7330 Income from Sinking and Other Funds		
7340 Allowance for Funds Used During Construction		
7350 Gains/Losses from the Disposition of Certain Property		
7360 Other Nonoperating Income	(223,394)	
7370 Special Charges	(4,745)	
7300 Nonoperating Income and Expense	(185,907)	
7410 Nonoperating Investment Tax Credits-Net		
7420 Nonoperating Federal Income Taxes	7,166	
7430 Nonoperating State and Local Income Taxes	2,732	
7440 Nonoperating Other Taxes		
7450 Provision for Deferred Nonoperating Income Taxes-Net	(18,878)	
7400 Nonoperating Taxes	(8,980)	
7510 Interest on Funded Debt	405,016	
7520 Interest Expense-Capital Leases		
7530 Amortization of Debt Issuance Expense	151	
7540 Other Interest Deductions	547	
7500 Interest and Related Items	405,714	
7610 Extraordinary Income Credits		
7620 Extraordinary Income Charges		
7630 Current Income Tax Effect of Extraordinary Items-Net		
7640 Provision for Deferred Income Tax Effect of Extraordinary Items-Net		
7600 Extraordinary Items		
7910 Income Effect of Jurisdictional Ratemaking Differences-Net		
7990 Nonregulated Net Income	(36,773)	
<b>AMOUNT TRANSFERRED TO RETAINED EARNINGS</b>	<b>92,215</b>	



**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Local Network Services Revenues</b>		
5001 Basic Area Revenue	431,311	Same as Total
5002 Optional Extended Area Revenue		Company
5003 Cellular Mobile Revenue		
5004 Other Mobile Services Revenue		
5010 Public Telephone Revenue	83	
5040 Local Private Line Revenue		
5050 Customer Premises Revenue		
5060 Other Local Exchange Revenue	53,638	
5069 Other Local Exchange Settlements	313,997	
<b>Network Access Services Revenues</b>		
5081 End User Revenue (SLC)	97,225	
5082 Switched Access Revenue (Interstate)	1,093,548	
5083 Special Access Revenue	146,419	
5084 State Access Revenue (Intrastate)	818,472	
Long Distance Network Services Revenues		
5100 Long Distance Message Revenue - All		
<b>Miscellaneous Revenues</b>		
5230 Directory Revenue	6,036	
5240 Rent Revenue		
5250 Corporate Operations Revenue		
5261 Special Billing Arrangements Revenue		
5262 Customer Operations Revenue		
5263 Plant Operations Revenue		
5264 Other Incidental Regulated Revenue	20,785	
5269 Other Revenue Settlements		
5270 Carrier Billing & Collection Revenue	28,517	
<b>Uncollectible Revenues</b>		
5301 Uncollectible Revenue - Telecommunications	5	
5302 Uncollectible Revenue - Other		
<b>TOTAL OPERATING REVENUES</b>	<b>3,010,036</b>	

Please identify the following revenues:

NECA USF \$ 306,174. To what account were they booked? 5069.1

State USF \$ 413,380. To what account were they booked? 5084.52

**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Plant Specific Operations Expense</b>		
6110 Network Support Expenses		Same as Total
6112 Motor Vehicle Expense	13,559	Company
6113 Aircraft Expense		
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense	127	
6120 General Support Expenses		
6121 Land and Building Expenses	30,844	
6122 Furniture and Artworks Expense		
6123 Office Equipment Expense	501	
6124 General Purpose Computers Expense	33,834	
6210 Central Office Switching Expenses		
6211 Analog Electronic Expense		
6212 Digital Electronic Expense	186,887	
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses		
6231 Radio Systems Expense	1,862	
6232 Circuit Equipment Expense	48,430	
6310 Information Origination/Termination Expense		
6311 Station Apparatus Expense		
6341 Large Private Branch Exchange Expense		
6351 Public Telephone Terminal Equipment Expense		
6362 Other Terminal Equipment Expense		
6410 Cable and Wire Facilities Expenses		
6411 Pole Expense		
6421 Aerial Cable Expense	260	
6422 Underground Cable Expense		
6423 Buried Cable Expense	161,032	
6424 Submarine Cable Expense		
6425 Deep Sea Cable Expense		
6426 Intrabuilding Network Cable Expense		
6431 Aerial Wire Expense		
6441 Conduit Systems Expense		
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>477,336</b>	

**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Plant Nonspecific Operations Expense</b>		
6510 Other Property/Plant/Equipment Expenses		Same as Total
6511 Property Held for Future Telecomm. Use Expenses		Company
6512 Provisioning Expense		
6530 Network Operations Expense		
6531 Power Expense	13,476	
6532 Network Administration Expense	98	
6533 Testing Expense	1,917	
6534 Plant Operations Administration Expense		
6535 Engineering Expense	35,550	
6540 Access Expense	28	
6560 Depreciation and Amortization Expenses		
6561 Depreciation Expense-Telecom. Plant in Service	682,385	
6562 Depreciation Expense-Property Held for Future Use		
6563 Amortization Expense - Tangible		
6564 Amortization Expense - Intangible		
6565 Amortization Expense - Other		
Total Plant Nonspecific Operations Expenses	733,454	
<b>Customer Operations Expense</b>		
6610 Marketing		
6611 Product Management		
6612 Sales		
6613 Product Advertising	43,745	
6620 Services		
6621 Call Completion Services	1,635	
6622 Number Services	1,730	
6623 Customer Services	191,859	
<b>Total Customer Operations Expense</b>	238,969	
<b>Corporate Operations Expense</b>		
6710 Executive and Planning		
6711 Executive	270,128	
6712 Planning		
6720 General and Administrative		
6721 Accounting and Finance	194,215	
6722 External Relations	4,448	
6723 Human Resources		
6724 Information Management	1,737	
6725 Legal	26,469	
6726 Procurement		
6727 Research and Development		
6728 Other General and Administrative	105,114	
6790 Provision for Uncollectible Notes Receivable		
<b>Total Corporate Operations Expense</b>	602,111	
<b>TOTAL OPERATING EXPENSES</b>	2,051,870	

**CENTRAL OFFICE DATA**  
as of December 31, 2000 (unless otherwise indicated)

Name of Central Office: Indian Valley Prefix (es): 256  
 Central Office Switch Type: Seimens RLS

**Check all that apply:**  
 Stand Alone \_\_\_\_\_  
 Host Digital X  
 Remote Analog  
 Check one:  
 Electronic X  
 Electro-Mechanical \_\_\_\_\_  
 Other: \_\_\_\_\_

**Access Line Capacity**  
 Design: 1080  
 Installed/Equipped: 320  
**Access Lines in Use**  
 Customer Lines: 170  
 (Include Centrex, PAL, Semi-Pub.)  
 Public Telephone Lines 2  
 Company Official Lines 2  
 Company Test Lines \_\_\_\_\_

**Classification of Customer Access**

	Residence			Business			Total Residence & Business
	Multi- Line 1-Party	Single Line 1-Party	Multi- Party	Multi- Line 1-Party	Single Line 1-Party	Multi- Party	
Beginning of Year							
New Connects		157				6	163
Disconnects		28				11	39
End of Year		31				1	32
		154				16	170

**Foreign Exchange:**

Dial Tone from this C.O.: \_\_\_\_\_  
 Dial Tone from another C.O.: 2  
**Directory Listings:**  
 Number of Customers with Nonpublished or Nonlisted: 8

**Custom Calling:**

Number of customers with at least one feature: 15  
 Total number of features subscribed to: 10

**CENTRAL OFFICE DATA**  
as of December 31, 2000 (unless otherwise indicated)

Name of Central Office: \_\_\_\_\_ Council \_\_\_\_\_  
Prefix (es): \_\_\_\_\_ 253 \_\_\_\_\_

Central Office Switch \_\_\_\_\_ Type: \_\_\_\_\_ Seimens RLS \_\_\_\_\_

**Check all that apply:**  
Stand Alone \_\_\_\_\_ **Check one:** Electronic X  
Host \_\_\_\_\_ Analog \_\_\_\_\_ Electro-Mechanical \_\_\_\_\_  
Remote X Other: \_\_\_\_\_

**Access Line Capacity**  
Design: \_\_\_\_\_ 2160 \_\_\_\_\_ **Access Lines in Use**  
Customer Lines: \_\_\_\_\_ 1092 \_\_\_\_\_  
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: \_\_\_\_\_ 1260 \_\_\_\_\_  
Public Telephone Lines 8 \_\_\_\_\_  
Company Official Lines 2 \_\_\_\_\_  
Company Test Lines \_\_\_\_\_

**Classification of Customer Access**

	Residence		Business		Subtotal Residence	Subtotal Business
	Multi-Line 1-Party	Single Line Multi-Party	Multi-Line 1-Party	Single Line Multi-Party		
Beginning of Year	_____	_____	_____	_____	_____	_____
New Connects	_____	_____	_____	_____	_____	_____
Disconnects	_____	_____	_____	_____	_____	_____
End of Year	_____	_____	_____	_____	_____	_____

**Foreign Exchange:**

Dial Tone from this C.O.: 2 \_\_\_\_\_  
Dial Tone from another C.O.: \_\_\_\_\_

**Custom Calling:**

Number of customers with at least one feature: 91 \_\_\_\_\_  
Total number of features subscribed to: 10 \_\_\_\_\_

**CENTRAL OFFICE DATA**  
as of December 31, 2000 (unless otherwise indicated)

Name of Central Office: Cambridge  
Prefix (es): 257

Central Office Switch Type: Seimens DCO

**Check all that apply:**  
Stand Alone      **Check one:** Electronic X  
Host      Analog      Electro-Mechanical       
Remote X Other:     

**Access Line Capacity**  
Design: 1080 **Access Lines in Use**  
Customer Lines: 596  
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: 900  
Public Telephone Lines 12  
Company Official Lines 10  
Company Test Lines 1

**Classification of Customer Access**

	Residence		Business		Subtotal Residence	Subtotal Business	Total Residence & Business
	Multi-Line 1-Party	Single Line Multi-Party	Centrex N.A.R.	Multi-Line 1-Party			
Beginning of Year							
New Connects							
Disconnects							
End of Year							

**Foreign Exchange:**  
Dial Tone from this C.O.: 2  
Dial Tone from another C.O.: 3

**Directory Listings:**  
Number of Customers with Nonpublished or Nonlisted: 34

**Custom Calling:**  
Number of customers with at least one feature: 58  
Total number of features subscribed to: 10

**CENTRAL OFFICE DATA**  
as of December 31, 2000 (unless otherwise indicated)

Name of Central Office: Cuprum  
Prefix (es): 258

Central Office Switch Type: Seimens RLG

**Check all that apply:**  
Stand Alone      **Check one:** Electronic X  
Host      Analog      Electro-Mechanical       
Remote X Other:     

**Access Line Capacity**  
Design: 90 **Access Lines in Use**  
Customer Lines: 53  
(Include Centrex, PAL, Semi-Pub.)  
Installed/Equipped: 72 Public Telephone Lines 0  
Company Official Lines 1  
Company Test Lines 0

**Classification of Customer Access**

	Residence		Business			Subtotal Business	Total Residence & Business
	Multi-Line 1-Party	Single Line 1-Party	Multi-Line 1-Party	1-Party	Multi-Party		
Beginning of Year				2			53
New Connects		5		4			9
Disconnects		7		2			9
End of Year		49		4			53

**Foreign Exchange:**  
Dial Tone from this C.O.: 0  
Dial Tone from another C.O.: 0  
**Directory Listings:**  
Number of Customers with Nonpublished or Nonlisted: 0

**Custom Calling:**  
Number of customers with at least one feature: 2  
Total number of features subscribed to: 2

**CENTRAL OFFICE DATA**  
as of December 31, 2000 (unless otherwise indicated)

Name of Central Office: Lowman  
Prefix (es): 259

Central Office Switch Type: Seimens RLS

**Check all that apply:**  
Stand Alone      **Check one:** Electronic X  
Host      Analog      Electro-Mechanical       
Remote X Other:     

**Access Line Capacity**  
Design: 1080 **Access Lines in Use**  
Customer Lines: 266  
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: 450  
Public Telephone Lines 5  
Company Official Lines 2  
Company Test Lines 2

**Classification of Customer Access**

	Residence			Business			Subtotal Business	Total Residence & Business
	Multi-Line 1-Party	Single Line 1-Party	Multi-Party	Centrex N.A.R.	Multi-Line 1-Party	Single Line 1-Party		
Beginning of Year								
New Connects		246				15		261
Disconnects		32				25		57
End of Year		50				2		52
		228				38		266

**Foreign Exchange:**

Dial Tone from this C.O.: 0  
Dial Tone from another C.O.: 0  
Directory Listings: 7  
Number of Customers with Nonpublished or Nonlisted: 7

**Custom Calling:**

Number of customers with at least one feature: 12  
Total number of features subscribed to: 5



**NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (Year) 2000**

Local Exchange	Average # of Customer Lines in Use	Local Calls		Toll Calls Originated (Total of all Carriers)			Avg./ Line
		Number (1000s)	Avg./ Line	Intrastate	Interstate	Total	
1. Cambridge	621	499	798	186,808	227,862	414,670	664
2. Lowman	270	214	798	80,061	97,655	177,716	664
3. Indian Valley	169	142	798	53,374	65,103	118,477	664
4. Cuprum	55	36	798	13,343	16,276	29,619	664
5. Council	1,117	890	798	333,586	406,896	740,482	664
6. Total	2,231	1,781	798	667,172	813,792	1,480,964	664
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							

ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES  
YEAR ENDED DECEMBER 31, 2000

CUSTOMER RELATIONS RULES COMPLIANCE

Rule IDAPA 31.21.01.603  
Rule IDAPA 31.41.01.105

Please provide copies of:

Summary of Customer Relations Rules for Telephone Corporations

Idaho Telephone Solicitation Act Notification

Method of Notification:

Mailed separately to customers Yes  No

Included in directory Yes  No

Date of notification 4/1/2000

Alternate method of notification N/A

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company 75

Category of complaints (if known):

Deposit Disputes                     

Charges on Bill 52

Denial/Termination 1

Quality or Availability  
of Service 1

Carrier Selection/Assignment 12

Miscellaneous 9

CERTIFICATE

State of Idaho )  
 ) ss  
County of )

WE, the undersigned Richard Wiggins

and \_\_\_\_\_

of the Cambridge Telephone Company utility,

on our oath do severally say that the foregoing return has been prepared under our direction, from the original books, papers, and records of said utility; that we have carefully examined same, and declare the same to be a correct statement of the business affairs of said utility for the period covered by the return in respect to each and every matter and thing therein set forth, to the best of our knowledge, information and belief.

Richard Wiggins  
(Chief Officer)

Richard Wiggins  
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 28<sup>th</sup> day of APRIL, (Year) 2001.

Ann E. Braun  
Notary Public

My Commission expires July 8, (Year) 2005.

