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IDAHO PUBLIC
UTILITIES COMMISSION

ANNUAL REPORT

OF

MID-T

MIDVALE TELEPHONE EXCHANGE, INC.

NAME

P. O. BOX 7 MIDVALE, IDAHO 83645

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2005

ANNUAL REPORT

OF

MIDVALE TELEPHONE EXCHANGE, INC.

P.O. Box 7, Midvale, Idaho 83645

TO THE

IDAHO PUBLIC UTILITIES COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2005

**ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING DECEMBER 31, 2005**

COMPANY INFORMATION

Exact name of utility: MIDVALE TELEPHONE EXCHANGE, INC.

Address of principal office: P.O. BOX 7, MIDVALE, IDAHO 83645

Telephone Number (Area Code 208) 355-2211

Cities or towns served: MIDVALE, LAKEVIEW, WARREN, YELLOW PINE, WARM LAKE AND STANLEY,
IDAHO; HARPER AND JUNTURA, OREGON; CASCABEL, YOUNG, ELOY,
PRESCOTT AND EAST OF SCOTTSDALE, ARIZONA

Name and title of officer having custody of the general corporate books of account: _____
LANE R. WILLIAMS

Address of office where corporate books are kept and phone number: _____
P.O. BOX 7, MIDVALE, IDAHO 83645 208-355-2211

Organized under the laws of the State of: IDAHO

Date of organization: 1/9/1908

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: M&L ENTERPRISES, INC., dba
SKYLINE TELEPHONE COMPANY, P.O. BOX 7, MIDVALE, IDAHO 83645.
CLEC IN STATE OF WASHINGTON

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	LANE R. WILLIAMS	P.O. BOX 7, MIDVALE, IDAHO 83645
SEC/TREAS	SHIRLEY ARCHER	P.O. BOX 7, MIDVALE, IDAHO 83647
VICE PRESIDENT	JULIANNE J. WILLIAM!	P.O. BOX 7, MIDVALE, IDAHO 83647

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.)

Name and Address	Term Expired or Current Term Will Expire	Meetings Attended This year	Fees Paid During Year
<u>LANE R. WILLIAMS</u>	<u></u>	<u>4</u>	<u>NONE</u>
<u>SHIRLEY ARCHER</u>	<u></u>	<u>3</u>	<u>NONE</u>
<u>JULIANNE J. WILLIAMS</u> <u>P.O. BOX 7, MIDVALE, IDAHO 83645</u>	<u></u>	<u>2</u>	<u>NONE</u>
<u></u>	<u></u>	<u></u>	<u></u>
<u></u>	<u></u>	<u></u>	<u></u>

Name of Chairman of the Board: LANE R. WILLIAMS
 Name of Secretary (or Clerk) of Board: SHIRLEY ARCHER
 Number of Meetings of the Board during the year: FOUR

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.)

Name	Title	Wages and Bonuses Paid
<u>Lane R. Williams</u>	<u>President</u>	<u>55,809</u>
<u>Shirley C. Archer</u>	<u>Sec./Treas.</u>	<u>30,380</u>
<u>John A. Stuart</u>	<u>Plant Operations</u>	<u>79,491</u>
<u>Karen J. Ellison</u>	<u>Customer Operations</u>	<u>76,308</u>
<u>Phillip G. Ellison</u>	<u>Corporate Operations</u>	<u>79,821</u>
<u>Bruce S. Goslovich</u>	<u>Controller</u>	<u>70,011</u>
<u>Julianne Johnson Williams</u>	<u>Vice President</u>	<u>24,317</u>
<u>Pamela M. Warner-Fry</u>	<u>Human Resources</u>	<u>34,318</u>

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.

BALANCE SHEET
Assets and Other Debits

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
Current Assets			
1120 Cash and Equivalents	80,297	56,724	(\$23,573)
1130 Cash			
1140 Special Cash Deposits			
1150 Working Cash Advances			
1160 Temporary Investments			
1180 Telecommunications Accts. Receivable	75,993	95,150	19,157
1181 Accts. Rec. Allow. -Telecommunications			
1190 Other Accounts Receivable	888,818	908,406	19,588
1191 Accounts Receivable Allow. - Other			
1200 Notes Receivable	56,016	59,176	3,160
1201 Notes Receivable Allowance			
1210 Interest & Dividends Receivable			
1220 Material and Supplies	55,991	72,830	16,839
1280 Prepayments	31,960	34,014	2,054
1290 Prepaid Rents			
1300 Prepaid Taxes			
1310 Prepaid Insurance			
1320 Prepaid Directory Expenses			
1330 Other Prepayments			
1350 Other Current Assets			
Noncurrent Assets			
1401 Investment in Affiliated Companies	601,911	919,744	317,833
1402 Investment in Nonaffiliated Companies	587,292	528,116	(59,176)
1406 Nonregulated Investments	813,927	850,624	36,697
1407 Unamortized Debt Issuance Expense			
1408 Sinking Funds			
1410 Other Noncurrent Assets	176,222	167,237	(8,985)
1438 Deferred Maintenance & Retirements			
1439 Deferred Charges			
1500 Other Jurisdiction Assets - Net			
Property, Plant and Equipment			
2001 Telecommunications Plants in Service	22,981,906	23,682,756	700,850
2002 Prop. Held for Future Telecom. Use			
2003 Telecom. Plant under Constr. - Short Term	320,969	245,860	(75,109)
2004 Telecom. Plant under Constr. - Long Term			
2005 Telecom. Plant Adjustment	20,346	200	(20,146)
2006 Nonoperating Plant			
2007 Goodwill	1,017,240	1,017,240	0
Depreciation and Amortization Accounts			
3100 Accumulated Depreciation	(11,411,824)	(12,690,775)	(1,278,951)
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			
TOTAL ASSETS	\$ 16,297,064	\$ 15,947,302	\$ (349,762)

BALANCE SHEET
Liabilities & Stockholders' Equity

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
Current Liabilities			
4010 Accounts Payable	\$ 542,827	\$ 382,842	\$ (159,985)
4020 Notes Payable	-	-	-
4030 Advance Billings and Payments	-	-	-
4040 Customer Deposits	2,700	3,400	700
4050 Current Maturities - Long -Term Debt	963,819	975,086	11,267
4060 Current Maturities - Capital leases	-	-	-
4070 Income Taxes - Accrued	-	-	-
4080 Other Taxes - Accrued	86,622	125,407	38,785
4100 Net Current Defer. Oper. Income Taxes	-	-	-
4110 Net Current Defer. Nonoper. Income Taxes	-	-	-
4120 Other Accrued Liabilities	-	-	-
4130 Other Current Liabilities	56,868	35,859	(21,009)
Long-Term Debt			
4210 Funded Debt	-	-	-
4220 Premium on Long-Term Debt	-	-	-
4230 Discount on Long-Term Debt	-	-	-
4240 Recquired Debt	-	-	-
4250 Obligations Under Capital Leases	-	-	-
4260 Advances from Affiliated Companies	-	-	-
4270 Other Long-Term Debt	10,214,240	9,242,602	(971,638)
Other Liabilities & Deferred Credits			
4310 Other Long-Term Liabilities	-	-	-
4320 Unamort. Oper. Invest. Tax Credits - Net	-	-	-
4330 Unamort. Nonoper. Invest. Tax Credits - Net	-	-	-
4340 Net Noncurrent Defer. Oper. Income Taxes	1,156,805	1,423,705	266,900
4350 Net Noncur. Defer. Nonoper. Income Taxes	-	-	-
4360 Other Deferred Credits	-	-	-
4370 Other Juris. Liab. & Def. Credits - Net	-	-	-
Stockholders' Equity			
4510 Capital Stock	25,000	25,000	-
4520 Additional Paid-In Capital	7,910	7,910	-
4530 Treasury Stock	(64,000)	(64,000)	-
4540 Other Capital	-	-	-
4550 Retained Earnings	3,304,273	3,789,491	485,218
TOTAL LIAB. & OTHER CREDITS	16,297,064	15,947,302	\$ (349,762)

ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE

TOTAL Company Basis

	Balance Beginning of Year	Additions During year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
Analysis of Telecommunications Plant in Service					
2111 Land	133,815				133,815
2112 Motor Vehicles	432,023		(48,722)		383,301
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment	677,868	68,173	(19,438)		726,603
2116 Other Work Equipment	891,076	15,898	(2,287)		904,687
2121 Buildings					
2122 Furniture					
2123 Office Equipment	47,935	15,285	(2,993)		60,227
2124 General Purpose Computers	228,064	28,878	(33,040)		223,902
2211 Analog Electronic Switching				(91,754)	3,647,697
2212 Digital Electronic Switching	3,579,922	159,529			
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment	4,608,973	301,158		(159,081)	4,751,050
2311 Station Apparatus	27,232				27,232
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	12,354,998	714,399	(15,548)	(229,607)	12,824,242
2424 Submarine Cable					
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
TOTAL PLANT ACCOUNTS	22,981,906	1,303,320	(122,028)	(480,442)	23,682,756

ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS
IDAHO Operations Only

	Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
Analysis of Telecommunications Plant in Service					
2111 Land	77,361				77,361
2112 Motor Vehicles	392,097		(48,722)		343,375
2113 Aircraft	0				0
2114 Special Purpose Vehicles	0				0
2115 Garage Work Equipment	0				0
2116 Other Work Equipment	568,984	40,511	(19,438)		590,057
2121 Buildings	806,392	15,898			822,290
2122 Furniture	44,833	10,787	(2,993)		52,627
2123 Office Equipment	0				0
2124 General Purpose Computers	211,004	25,509	(31,278)		205,235
2211 Analog Electronic Switching	0				0
2212 Digital Electronic Switching	1,531,056	45,458		(91,754)	1,484,760
2215 Electro-Mechanical Switching	0				0
2220 Operator Systems	0				0
2231 Radio Systems	0				0
2232 Circuit Equipment	2,417,088			(159,081)	2,258,007
2311 Station Apparatus	27,232				27,232
2321 Customer Premises Wiring	0				0
2341 Large Private Branch Exchanges	0				0
2351 Public Telephone Terminal Equipment	0				0
2362 Other Terminal Equipment	0				0
2411 Poles	0				0
2421 Aerial Cable	0				0
2422 Underground Cable	0				0
2423 Buried Cable	6,615,180	36,606		(229,607)	6,422,179
2424 Submarine Cable	0				0
2426 Intrabuilding Network Cable	0				0
2431 Aerial Wire	0				0
2441 Conduit Systems	0				0
2681 Capital Leases	0				0
2682 Leasehold Improvements	0				0
2690 Intangibles	0				0
TOTAL PLANT ACCOUNTS	12,691,227	174,769	(102,431)	(480,442)	12,283,123

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

	TOTAL Company Basis			Credits During Year	Retirements and Adjustments	Balance End of Year
	Balance Beginning of Year	Depreciation Rate*	VAR			
Analysis of Entries in Accumulated Depreciation						
2112 Motor Vehicles	380,537			90,493	48,722	422,308
2113 Aircraft						
2114 Special Purpose Vehicles						
2115 Garage Work Equipment						
2116 Other Work Equipment	507,025			120,293	19,438	607,880
2121 Buildings	300,535			27,484	2,287	325,732
2122 Furniture	15,137			6,954	2,992	19,099
2123 Office Equipment						
2124 General Purpose Computers	165,370			37,187	34,505	168,052
2211 Analog Electronic Switching						
2212 Digital Electronic Switching	2,107,935			207,714	8,280	2,307,369
2215 Electro-Mechanical Switching						
2220 Operator Systems						
2231 Radio Systems						
2232 Circuit Equipment	2,602,146			410,407	36,294	2,976,259
2311 Station Apparatus	16,797					16,797
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	5,316,342			594,896	63,959	5,847,279
2424 Submarine Cable						
2426 Intrabuilding Network Cable						
2431 Aerial Wire						
2441 Conduit Systems						
TOTAL	11,411,824			1,495,428	216,477	12,690,775

*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
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	347,323	25%	85,208	48,722	383,809
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment	435,308	20%	97,307	19,438	513,177
2116 Other Work Equipment	282,054	3%	24,693		306,747
2121 Buildings	14,877	14%	6,297	2,992	18,182
2122 Furniture	0	14%			0
2123 Office Equipment	157,542	20%	33,293	32,743	158,092
2124 General Purpose Computers					
2211 Analog Electronic Switching	1,496,329	13%		8,280	1,488,049
2212 Digital Electronic Switching					
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment	1,882,638	10%	225,810	34,014	2,074,434
2311 Station Apparatus	16,797				16,797
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	0				0
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable	3,668,519	7%	336,502	49,357	3,955,664
2424 Submarine Cable					
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
TOTAL	8,301,387		809,110	195,546	8,914,951

*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>
RTFC		5,551	177,381
NECA Services, Inc.			3,000
Syringa Networks, LLC			919,744
Note Receivable Rural Network Services		4,348	528,116
Investment in M & L Enterprises, Inc.			651,524
Net Non-regulated Cable TV and Internet plant		3,903	18,719
Totals		13,802	2,298,484

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</u>
NECA		454,255
Idaho Universal Fund		31,638
Rural Network Services, Inc.		321,057
Various carriers for access charges		99,575
M & L Enterprises, Inc.		(23,674)
Other Miscellaneous		25,555
Totals		908,406

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>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Totals	_____	_____	_____	0

ACCOUNTS PAYABLE

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

<u>Name of Creditor</u>	<u>Amount</u>
SEE SUPPLEMENTAL SHEET	380,614
Misc less than \$100	2,228
_____	_____
_____	_____
_____	_____
Totals	382,842

Midvale Telephone Inc.
IPUC REPORT - ACCOUNTS PAYABLE
DECEMBER 31, 2005

<u>VENDOR</u>	<u>Total</u>
American Express	377
Ann Frei	8,814
AZ Dept of Rev (billing & use)	1,290
AZ Public Service	680
Bankcard Center - Zions	32,075
Benefit Manager's Company	150
Blooston, Mordkofsky	921
Cascabel Community Center	100
Chevron	881
City of Midvale	184
Clear Creek Disposal	128
Comfort Zone	156
Commercial Tire	1,460
Computer Technology Inc	4,487
Coyote Leasing, LLC	19,685
Crown Atlantic Company	515
Cummins Rocky Mountain	1,809
Dell Financial	1,287
Dixie Sutton	135
EC Power Systems of Idaho	1,283
Emma Gross	3,601
Expert Plan	8,393
Farmer's Supply	2,566
Fawn's	320
Fed Ex	167
Fox Sports Net Arizona	172
Gary Coffelt	500
Givens Pursley	1,892
Graybar Electric Co	20,384
Harris Corporation	26,646
Idaho Power	1,856
Idaho Transportation Dept	147
Innovative Systems	1,169
Jeannie Alexander	102
Jerry's Auto	2,174
John Stuart	644
Joy Mathews	504
Karen Ellison	556
Kay Bonner	506
Lane Williams	2,413
Les Schwab Tire Center	231
Liberty Technical Service	570
Lube Express	201
Malheur Bell	278
Marie Nyborg	675
Moss Adams	7,812

Midvale Telephone Inc.
IPUC REPORT - ACCOUNTS PAYABLE
DECEMBER 31, 2005

<u>VENDOR</u>	<u>Total</u>
Mountain Village Resort	146
Myraid Benefits	487
National Cable Television	885
Norco	119
North Central Petroleum	318
Optical Solutions	25,600
Oregon Telecommunications	2,000
OUS Fund	1,159
Payette Printing Company	647
Power and Telephone Supply	32,938
Qwest Communications	3,717
RDS Electric	760
Redcom Laboratories	75,502
Ross Jacobs	11,817
Rural Network Services	12,165
S.A.T.T. Inc	1,089
Salmon River Propane	174
Sharon Cox	774
Shirley Archer	600
Skyline	5,252
Sprint North Supply	8,031
SRP	241
Steve Gilbert	654
Steve Horton	6,173
Sulphur Springs Valley	2,331
Syme Electric	252
Towers Distribution	100
Trebar Kenworth Sales	1,500
U S Bank	18,940
Unisource	482
Verisign Communications	970
Verizon	2,157
Viking Office Products	817
Weiser Auto Parts	609
Weiser Auto Plex	312
Total Accounts Payable over \$100	<u><u>380,614</u></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.

Class & Series of Obligation	Date of Issue	Date of Maturity	Fact Amount Authorized	Outstanding Year-End	Premium/ Discount		Interest for year	
					Total	Year Amortized	Rate	Amount
RTFC	var	2006-2013		1,362,174		var		105,846
Bank of The West	var	2006		5,669		8.96%		1,325
Farmers & Merchant Bank	var	2006-2007		0		var		2,234
RUS	var	2014-2020		8,609,459		2%-5%		434,588
L. Williams	7/1/2002	7/1/2012		195,552		8%		39,819
Coyote Leasing	6/13/2003	6/13/2008		19,066		6%		1,799
Benson Property	3/27/2003	3/27/2008		25,768		7%		2,173

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 & 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	250	100	250	25,000

INCOME & RETAINED EARNINGS STATEMENT

Item	Total Company	Idaho Only
Total Operating Income (from page 15)	<u>6,924,314</u>	<u>3,352,101</u>
Total Operating Expenses (from page 17)	<u>5,680,882</u>	<u>2,928,415</u>
7100 Other Operating Income and Expense	<u>1,243,432</u>	<u>423,686</u>
7210 Operating Investment Tax Credits-Net	<u> </u>	<u> </u>
7220 Operating Federal Income Taxes	<u> </u>	<u> </u>
7230 Operating State and Local Income Taxes	<u>163,910</u>	<u>17,510</u>
7240 Operating Other Taxes	<u>190,405</u>	<u>39,510</u>
7250 Provision for Deferred Operating Income Taxes-Net	<u> </u>	<u> </u>
7200 Operating Taxes (Total)	<u>354,315</u>	<u>57,020</u>
7310 Dividend Income	<u> </u>	<u> </u>
7320 Interest Income	<u> </u>	<u> </u>
7330 Income from Sinking and Other Funds	<u> </u>	<u> </u>
7340 Allowance for Funds Used During Construction	<u> </u>	<u> </u>
7350 Gains/Losses from the Disposition of Certain Property	<u> </u>	<u> </u>
7360 Other Nonoperating Income	<u> </u>	<u> </u>
7370 Special Charges	<u> </u>	<u> </u>
7300 Nonoperating Income and Expense	<u> </u>	<u> </u>
7410 Nonoperating Investment Tax Credits-Net	<u> </u>	<u> </u>
7420 Nonoperating Federal Income Taxes	<u> </u>	<u> </u>
7430 Nonoperating State and Local Income Taxes	<u> </u>	<u> </u>
7440 Nonoperating Other Taxes	<u> </u>	<u> </u>
7450 Provision for Deferred Nonoperating Income Taxes-Net	<u> </u>	<u> </u>
7400 Nonoperating Taxes	<u> </u>	<u> </u>
7510 Interest on Funded Debt	<u> </u>	<u> </u>
7520 Interest Expense-Capital Leases	<u> </u>	<u> </u>
7530 Amortization of Debt Issuance Expense	<u> </u>	<u> </u>
7540 Other Interest Deductions	<u>564,312</u>	<u>305,857</u>
7500 Interest and Related Items	<u> </u>	<u> </u>
7610 Extraordinary Income Credits	<u> </u>	<u> </u>
7620 Extraordinary Income Charges	<u> </u>	<u> </u>
7630 Current Income Tax Effect of Extraordinary Items-Net	<u> </u>	<u> </u>
7640 Provision for Deferred Income Tax Effect of Extraordinary Items-Net	<u> </u>	<u> </u>
7600 Extraordinary Items	<u> </u>	<u> </u>
7910 Income Effect of Jurisdictional Ratemaking Differences-Net	<u> </u>	<u> </u>
7990 Nonregulated Net Income	<u>160,413</u>	<u>0</u>
AMOUNT TRANSFERRED TO RETAINED EARNINGS	485,218	60,809

OPERATING REVENUES

Item	Total Company	Idaho Only
Local Network Services Revenues		
5001 Basic Area Revenue	778,923	341,776
5002 Optional Extended Area Revenue		
5003 Cellular Mobile Revenue		
5004 Other Mobile Services Revenue		
5010 Public Telephone Revenue	16,822	14,658
5040 Local Private Line Revenue		
5050 Customer Premises Revenue		
5060 Other Local Exchange Revenue	79,951	33,022
5069 Other Local Exchange Settlements		
Network Access Services Revenues		
5081 End User Revenue (SLC)	211,446	92,937
5082 Switched Access Revenue (Interstate)	4,797,363	2,286,045
5083 Special Access Revenue		
5084 State Access Revenue (Intrastate)	925,839	508,409
Long Distance Network Services Revenues		
5100 Long Distance Message Revenue - All		17
Miscellaneous Revenues		
5230 Directory Revenue	7,278	2,516
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	108,570	68,980
5269 Other Revenue Settlements		
5270 Carrier Billing & Collection Revenue		893
Uncollectible Revenues		
5301 Uncollectible Revenue - Telecommunications	(1,878)	2,848
5302 Uncollectible Revenue - Other		
TOTAL OPERATING REVENUES	6,924,314	3,352,101

Please identify the following revenues:

NECA USF \$ 751,428. To what account were they booked? # 5082

State USF \$379,660 . To what account were they booked? # 5084

OPERATING REVENUES

Item	Total Company	Idaho Only
Plant Specific Operations Expense		
6110 Network Support Expenses		
6112 Motor Vehicle Expense		
6113 Aircraft Expense		
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense		
6120 General Support Expenses	139,246	83,920
6121 Land and Building Expenses		
6122 Furniture and Artworks Expense		
6123 Office Equipment Expense		
6124 General Purpose Computers Expense		
6210 Central Office Switching Expenses	660,907	361,323
6211 Analog Electronic Expense		
6212 Digital Electronic Expense		
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses	492,600	226,564
6231 Radio Systems Expense		
6232 Circuit Equipment Expense		
6310 Information Origination/Termination Expense		
6311 Station Apparatus Expense		
6341 Large Private Branch Exchange Expense		
6351 Public Telephone Terminal Equipment Expense	10	
6362 Other Terminal Equipment Expense		
6410 Cable and Wire Facilities Expenses		
6411 Pole Expense		
6421 Aerial Cable Expense		
6422 Underground Cable Expense		
6423 Buried Cable Expense	1,371,545	730,502
6424 Submarine Cable Expense		
6425 Deep Sea Cable Expense		
6426 Intrabuilding Network Cable Expense		
6431 Aerial Wire Expense		
6441 Conduit Systems Expense		
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	2,664,308	1,402,309

OPERATING REVENUES

Item	Total Company	Idaho Only
Plant Nonspecific Operations Expense		
6510 Other Property/Plant/Equipment Expenses	108,769	55,644
6511 Property Held for Future Telecomm. Use Expenses		
6512 Provisioning Expense		
6530 Network Operations Expense		
6531 Power Expense		
6532 Network Administration Expense		
6533 Testing Expense		
6534 Plant Operations Administration Expense		
6535 Engineering Expense		
6540 Access Expense		
6560 Depreciation and Amortization Expenses	1,515,573	825,386
6561 Depreciation Expense-Telecom. Plant in Service		
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	1,624,342	881,030
Customer Operations Expense		
6610 Marketing		
6611 Product Management		
6612 Sales		
6613 Product Advertising		
6620 Services		
6621 Call Completion Services		
6622 Number Services		
6623 Customer Services	431,999	216,891
Total Customer Operations Expense	431,999	216,891
Corporate Operations Expense		
6710 Executive and Planning	363,380	163,947
6711 Executive		
6712 Planning		
6720 General and Administrative	156,835	66,117
6721 Accounting and Finance	440,018	198,121
6722 External Relations		
6723 Human Resources		
6724 Information Management		
6725 Legal		
6726 Procurement		
6727 Research and Development		
6728 Other General and Administrative		
6790 Provision for Uncollectible Notes Receivable		
Total Corporate Operations Expense	960,233	428,185
TOTAL OPERATING EXPENSES	5,680,882	2,928,415

CENTRAL OFFICE DATA
As of December 31, 2005

Name of Central Office: MIDVALE
Prefix (es): 222 - 355 - 632 - 633 - 636 - 774

Central Office Switch Type: Redcom MDX

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

Access Line Capacity
NXX: 355 - 774 - 632 - 633 - 636 - 222 1058
Design: 384 - 760 - 384 - 384 - 384 - 384
Installed/Equipped: 496 - 816 - 96 - 124 - 148 - 100

Public Telephone Lines _____ 22
Company Official Lines _____ 53
Company Test Lines _____ 37

Classification of Customer Access

	Residence			Business			Total Residence & Business
	Multi- Line 1-Party	Single Line Multi- Party	Subtotal Residence	Centrex N.A.R.	Multi- Line 1-Party	Single Line Multi- Party	
Beginning of Year		822	822			220	1042
New Connects		9	9			15	24
Disconnects		8	8				8
End of Year		823	823			235	1058

Foreign Exchange:

Dial Tone from this C. _____ 0
Dial Tone from another _____ 0

Directory Listings:

Number of Customers with Nonpublished or Nonlisted: 82

Custom Calling:

Number of customers with at least one feature: N/A
Total number of features subscribed to: N/A

NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (YEAR) 2005

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	
1 222	53	N/A		2741	3022	5763	108.74
2 355	383	N/A		32,999	46,446	79,445	207.43
3 632	49	N/A		3,253	1,242	4,495	91.73
4 633	89	N/A		9,147	3,652	12,799	143.81
5 636	78	N/A		6,124	1,581	7,705	98.78
6 774	612	N/A		66,951	16,726	83,677	136.73
7 _____							
8 _____							
9 _____							
TOTALS	1264			121,215	72,669	193,884	153.39
11 _____							
LOCAL CALLS ARE NOT MEASURED							
13 _____							
14 _____							
15 _____							
16 _____							
17 _____							
18 _____							

ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES
YEAR ENDED DECEMBER 31, 2005

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 2/10/2006

Alternate method of notification PROVIDED TO ALL NEW CUSTOMERS DURING
APPLICATION PROCEDURES.

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company None

Category of complaints (if known):

Deposit Disputes

Charges on Bill

Denial/Termination

Quality or Availability
of Service

Carrier Selection/Assignment

Miscellaneous

Rev 3/02

CERTIFICATE

State of Idaho)
County of Washington) ss

WE, the undersigned Lane R. Williams

and _____

of the Midvale Telephone Exchange, Inc. 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.

Lane R. Williams
(Chief Officer)

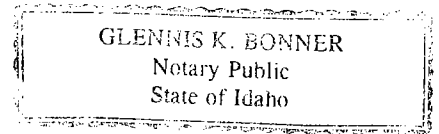
Lane R. Williams
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 27th day of March, (Year) 2006.

Glennis K. Bonner
Notary Public

residing at Midvale

My Commission expires 4/6, (Year) 2006.



History

The Williams family bought Midvale Telephone back in 1943 when it was one small exchange. The same family still owns and operates the company. Today Midvale Telephone provides local telephone service to rural areas in Idaho, Oregon and Arizona.

Consumer Information

Midvale Telephone's primary obligation is to provide you with reliable service at rates approved by the Public Utilities Commission. The following is a summary of the Idaho Public Utilities Commission's rules and regulations regarding customer relations:

Deposits

Midvale Telephone may require a deposit for service for new or existing businesses and residential customers. Typically a deposit is required for one or more of the following reasons:

1. You have current service with any telephone company that has an undisputed, outstanding balance that remains unpaid.
2. You request telephone service at a residence where a former customer still resides and they have an unpaid balance with us.
3. You have filed or are currently filing for bankruptcy.
4. Your service from any telephone company has been denied or terminated or terminated in the last four years for the following reasons:

* Failure to pay an undisputed, outstanding telephone bill.

* Failure to reimburse a telephone company for damages due to negligence on your part.
* You misrepresent your identity in order to obtain telephone service.
* Unauthorized use of telephone service.

5. Small business customers only: In addition

to the above criteria, Midvale Telephone may require a deposit if you have not had previous service with us.

If we require a deposit from you for service, you have the right to a receipt. The deposit will not exceed two months' charges for local telephone service. An additional deposit equivalent to a two-month average of your long distance charges over the past twelve months may also be required.

Interest will be paid on your deposit. The rate is determined by the Idaho Public Utilities Commission based on the twelve month average interest rate for one-year treasury bills. Your deposit is nontransferable and will be returned to you, with interest, when you have maintained good credit for six consecutive months with Midvale Telephone.

Billing Information

Midvale Telephone bills one month in advance for local telephone service. Your bill will provide local phone service charges, long distance carrier information plus any additional services you have requested from Midvale Telephone.

The total amount owed for all services listed on the bill are due on the 20th of the month. If no payment is made on your bill within 30 days, Midvale Telephone may take action. This can include termination of service or blocking access to long distance service, known as toll restriction. In addition, if you have multiple lines, delinquency on any one line will lead to restrictions on all lines.

Termination of Telephone Service

Midvale Telephone may deny or terminate local service to you, after adequate notice has been given, for one or more of the following reasons:

1. Failure to pay a bill.
2. Failure to pay a security deposit.
3. Failure to abide by payment terms.
4. Misrepresentation of identity.
5. Interference with service.
6. Misuse of service.

Midvale Telephone will send you a reminder notice if payment has not been received by the 20th of the month. If there is still no payment by the 30th, you will receive a final disconnect notice. Twenty-four hours before disconnecting your service, we must diligently try to notify you in person or by telephone.

The notice of termination stated above must contain the following information:

1. The reasons of termination.
2. Actions you can take to avoid termination.
3. Payment arrangement and partial payment information.
4. Your rights to file a complaint concerning termination.

Midvale Telephone may deny or terminate service to you without prior notice for the following reasons:

1. A hazardous or dangerous condition exists, or one that violates federal, state or local safety health codes.
2. An order by the court, the Public Utilities Commission, or any other authorized public authority to terminate service.
3. Services were obtained illegally.
4. You are unable to be contacted.
5. Misrepresentation of your identity to obtain services.

Your telephone service may not be terminated if the following conditions exist:

1. If an unpaid bill is less than \$50 or less than two months' charges for local service, which ever is less.
2. The unpaid bill is another customer's bill, unless you are legally bound to pay that customer's bill, such as a spouse or legal dependent.
3. You fail to pay for services not directly associated with local service; for example, advertising, equipment or wire maintenance and long distance service.

You can delay termination of service for 30 days by obtaining a medical certificate from a licensed physician or public health official stating that a medical condition exists and would be adversely affected by a termination of services.

Service will not be turned off after noon on Fridays, on Saturdays, Sundays, State of Idaho holidays, or after noon on any day before a holiday. Service can be disconnected only between the hours of 8:00 a.m. and 4:00 p.m.

Customer Resolution Procedures

If you are dissatisfied with any part of your telephone service, you may file a complaint with Midvale Telephone either orally or in writing. Midvale Telephone will promptly and thoroughly investigate the complaint and make a good faith attempt to resolve the matter with you.

If you are not satisfied with the proposed resolution, you may contact the Idaho Public Utilities Commission to review the disputed issue at 800-432-0369.

Telephone Solicitation Information

Midvale Telephone would like to inform you of your rights under the Idaho Telephone Solicitation Act when people attempt to sell you goods or services by telephone. It is illegal for these persons to:

1. Intimidate or harass you in connection with the attempted sale.
2. Refuse to hang up once you request them to do so.
3. Misstate the price, quality or availability of goods being sold.
4. Fail to reveal all material terms relating to the sale.
5. To state they have the endorsement of any government office when they do not.

When you agree to a purchase over the telephone, you have the right to cancel your agreement within three business days after receiving a written confirmation of the sale. If the buyer is under eighteen years old, they have the right to cancel a purchase when done within a reasonable amount of time.

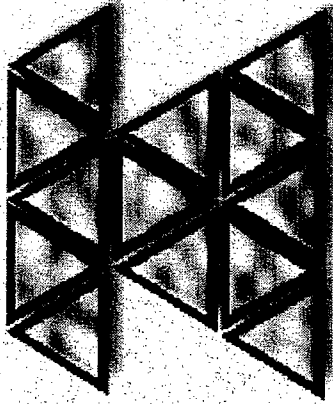
To limit telephone solicitation you can register at the following address:

Telephone Preference Service
Direct Marketing Association
PO Box 9014
Farmingdale, NY 11735-9014

Summary

The information we have provided to you is a summary of the Idaho Public Utilities Commission's rules and regulations regarding customer relations. If you would like a complete copy, it is available at the Midvale Telephone office.

We want your experience with Midvale Telephone to be a positive one. Please contact us if you have any questions or need any additional information at 800-462-4523.



Midvale Telephone Consumer Relations Brochure

Midvale Telephone has a long history of supplying telephone service to rural communities. We are dedicated to providing excellent customer service.

That goal depends on you knowing your full rights and responsibilities. We hope this pamphlet clarifies key policies for maintaining uninterrupted service with Midvale

Telephone. We encourage you to contact us at P.O. Box 7, Midvale, Idaho, 83645. You can also call toll free at 1-800-462-4523.

**MIDVALE TELEPHONE
EXCHANGE, INC. -IDAHO**

**DECEMBER 31, 2004, SEPARATIONS
AND ACCESS COST STUDIES
NATIONAL EXCHANGE CARRIER ASSOCIATION**

July 15, 2005

Part 36

PART 36 SEPARATIONS

REVENUE REQUIREMENT SUMMARY

LN	DESCRIPTION	TOTAL OPERATING	INTERSTATE		INTRASTATE		EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE
			MESSAGE TOLL	SPECIAL ACCESS	MESSAGE TOLL	SPECIAL ACCESS			
			INTRALATA	INTERLATA	INTRALATA	INTERLATA			
1	REVENUE REQUIREMENT SUMMARY								
2	NET INVESTMENT FOR SETTLEMENTS	4,121,303	51,995	1,326,272	0	114,773	1,033,772	109,095	63,883
3	RATE OF RETURN	7,838.2%	11,250.0%	11,250.0%	0	11,250.0%	5,900.0%	5,900.0%	5,900.0%
4	ALLOW ON INVESTMENT	323,034	5,849	149,206	0	12,912	60,993	6,437	3,769
5	NET RETURN FOR SETTLEMENTS	323,034	5,849	149,206	0	12,912	60,993	6,437	3,769
6	FEDERAL OPERATING INCOME TAX (OPTIONAL)	105,453	2,249	57,559	0	4,942	16,047	1,707	984
7	LESS: FEDERAL ITC AMORTIZATION	105,453	2,249	57,559	0	4,942	16,047	1,707	984
8	NET FEDERAL INCOME TAX (OPTIONAL)	29,518	629	16,111	0	1,383	4,492	478	275
9	STATE AND LOCAL INCOME TAX	0	0	0	0	0	0	0	0
10	LESS: STATE ITC AMORTIZATION	0	0	0	0	0	0	0	0
11	NET STATE INCOME TAX	29,518	629	16,111	0	1,383	4,492	478	275
12	OPERATING EXPENSE AND TAX	2,842,918	42,137	1,227,209	0	74,856	619,525	73,594	33,393
13	OTHER ALLOWABLE EXPENSES	0	0	0	0	0	0	0	0
14	UNCOLLECTIBLES	0	0	0	0	0	0	0	0
15	BASIS FOR GROSS RECEIPTS TAX (GROSS UP)	3,300,923	50,865	1,450,085	0	84,093	701,057	82,216	38,421
16	GROSS RECEIPTS TAX RATE	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
17a	LESS: B/EAS CREDIT	0	0	0	0	0	0	0	0
18	TOTAL REVENUE REQUIREMENT	3,300,923	50,865	1,450,085	0	84,093	701,057	82,216	38,421
19									
20	OPTIONAL GROSS UP INCOME TAX CALC								
21	NET RETURN FOR SETTLEMENTS	323,034	5,849	149,206	0	12,912	60,993	6,437	3,769
22	INTEREST AND RELATED ITEMS EXCL NON-OPER	118,332	1,484	37,474	0	3,316	29,842	3,123	1,850
23	TOTAL INCOME ADJUSTMENTS	118,332	1,484	37,474	0	3,316	29,842	3,123	1,850
24	FEDERAL ITC AMORTIZATION	0	0	0	0	0	0	0	0
25	FEDERAL TAXABLE INCOME	310,165	5,614	169,291	0	14,536	47,199	5,021	2,853
26	FEDERAL SURTAX ALLOC- OPERATING	105,453	2,249	57,559	0	4,942	16,047	1,707	984
27	NET FED INCOME TAX BEFORE ITC	105,453	2,249	57,559	0	4,942	16,047	1,707	984
28	STATE ITC AMORTIZATION	0	0	0	0	0	0	0	0
29	STATE TAXABLE INCOME	339,673	7,243	185,402	0	15,920	51,650	5,459	3,168
30	STATE SURTAX EXEMPTION	29,518	629	16,111	0	1,383	4,492	478	275
31	NET STATE INCOME TAX BEFORE ITC	29,518	629	16,111	0	1,383	4,492	478	275
32	TAX: A								
33									

NOTE A: INCLUDES NET TEL PLANT FROM SCH S-2, LN 36 LESS A/C'S 2005, 2007 AND 1402 OTHER THAN RTB STOCK.

PART 36 SEPARATIONS

S-2.1 of 1

SUMMARY OF NET TELEPHONE PLANT, MBS AND WORKING CAPITAL

S-2.1 of 1

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS		INTERSTATE		INTRASTATE		EXCHANGE ACCESS		EXCHANGE MESSAGE	OTHER	
					MESSAGE TOLL	SPECIAL ACCESS	MESSAGE TOLL	SPECIAL ACCESS	INTRALATA	INTERLATA	INTRALATA	INTERLATA			EXCHANGE PVT LINE
1	NET INVESTMENT SUMMARY														
2	GENERAL SUPPORT FACILITIES	2110		2,062,323	30,809	813,809	0	57,382	455,639	47,614	28,451	0	32,124	586,495	
3	CENTRAL OFFICE SWITCHING EQUIP	2210		1,692,426	50,265	1,368,297	0	0	0	0	0	0	0	253,864	
4	OPERATOR SYSTEMS EQUIPMENT	2220		2,676,042	33,669	1,033,007	0	163,750	769,243	79,736	48,549	0	0	550,069	
5	CENTRAL OFFICE TRANS EQUIPMENT	2230		6,171,292	73,642	1,740,924	0	129,728	1,551,124	163,783	96,982	0	164,300	2,246,820	
6	INFORMATION ORIG/TERM EQUIPMENT	2310		0	0	0	0	0	0	0	0	0	0	0	
7	CABLE AND WIRE FACILITIES	2680		0	0	0	0	0	0	0	0	0	0	0	
8	TANGIBLE ASSETS	2690		0	0	0	0	0	0	0	0	0	0	0	
9	INTANGIBLE ASSETS			185,384	4,976,036	0	350,859	2,786,006	291,134	173,951	0	186,424	3,647,268	0	
10	TOTAL PLANT IN SERVICE A/C 2001			100,000%	1,4939%	39,4609%	0.0000%	2,7824%	22,0935%	2,3087%	1,3795%	0.0000%	1,5777%	28,9234%	0.0000%
11	% DISTRIBUTION														
12	PROPERTY HELD FOR FUTURE USE	2002		0	0	0	0	0	0	0	0	0	0	0	
13	PLANT UNDER CONSTRUCTION	2003		0	0	0	0	0	0	0	0	0	0	0	
14	RESERVED FOR FUTURE USE	XXXX		155,543	2,324	61,379	0	4,328	34,365	3,591	2,146	0	2,423	44,988	
15	TELEPHONE PLANT ADJUSTMENT	2005		0	0	0	0	0	0	0	0	0	0	0	
16	NONOPERATING PLANT	2006		0	0	0	0	0	0	0	0	0	0	0	
17	GOODWILL	2007		0	0	0	0	0	0	0	0	0	0	0	
18	TOTAL PROPERTY, PLANT & EQUIPMENT			12,765,616	150,708	5,037,414	0	355,187	2,820,371	294,725	176,107	0	186,847	3,692,266	
19	% DISTRIBUTION			100.0000%	1,4939%	39,4609%	0.0000%	2,7824%	22,0935%	2,3087%	1,3795%	0.0000%	1,5777%	28,9234%	0.0000%
20	ACCUM DEPR - PLANT IN SERVICE	3100		8,400,310	134,817	3,618,154	0	232,893	1,734,283	181,090	108,402	0	110,527	2,280,143	
21	ACCUM DEPRECIATION - FUTURE USE	3200		0	0	0	0	0	0	0	0	0	0	0	
22	ACCUM AMORT - TANGIBLE PROPERTY	3400		0	0	0	0	0	0	0	0	0	0	0	
23	ACCUM AMORT-INTANGIBLE PROPERTY	3500		0	0	0	0	0	0	0	0	0	0	0	
24	ACCUM AMORT - TEL PLANT ADJ	3600		0	0	0	0	0	0	0	0	0	0	0	
25	OPER. DEFERRED INCOME TAX - NET	VAR		472,810	7,063	188,575	0	13,155	104,460	10,916	6,523	0	7,365	136,753	
26	CUSTOMER DEPOSITS	4040		245	4	97	0	7	54	6	3	0	4	71	
27	OTHER LT LIAB - POST RIET BENEFITS	4310		0	0	0	0	0	0	0	0	0	0	0	
28	OTHER DEFERRED CREDITS - NET	4350		0	0	0	0	0	0	0	0	0	0	0	
29	NET TELEPHONE PLANT			3,892,251	48,024	1,232,589	0	109,132	981,573	102,713	61,179	0	80,951	1,275,289	
30	% DISTRIBUTION			100.0000%	1,2544%	31,6678%	0.0000%	2,8038%	25,2187%	2,6309%	1,5718%	0.0000%	2,0796%	32,7646%	0.0000%
31	MATERIALS AND SUPPLIES	1220		21,850	260	6,158	0	459	5,522	579	343	0	581	7,947	
32	INVESTMENT IN NONAFFILIATED CO'S	1402		0	0	0	0	0	0	0	0	0	0	0	
33	NONCURRENT ASSETS-PAST RET BENE	1410		0	0	0	0	0	0	0	0	0	0	0	
34	EQUAL ACCESS EQUIPMENT	1439		0	0	0	0	0	0	0	0	0	0	0	
35	OTHER JURISDICTIONAL ASSETS	1500		207,202	2,811	87,525	0	5,162	46,676	5,602	2,351	0	2,317	54,427	
36	CASH/WORKING CAPITAL	XXXX		4,121,303	51,955	1,326,272	0	114,773	1,093,772	109,095	63,883	0	83,850	1,337,664	
37	NET TEL PLANT, MBS AND CWC			100.0000%	1,2616%	32,1805%	0.0000%	2,7849%	25,0836%	2,6471%	1,5501%	0.0000%	2,0345%	32,4572%	0.0000%
	% DISTRIBUTION														

PART 35 SEPARATIONS

OTHER TELECOMMUNICATIONS PLANT SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	MESSAGE TOLL		SPECIAL ACCESS		MESSAGE TOLL		SPECIAL ACCESS		EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
						INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA				
BASIS FOR GENERAL SUPPORT FACILITIES																	
1	CLASS A SEPARATIONS			1,244,874		18,028	515,723	0	31,487	287,081	36,544	14,011	0	0	13,130	328,869	0
2	BIG THREE EXPENSES			100,000.00%		1,448.2%	41,427.7%	0.0000%	2,529.4%	23,061.1%	2,935.8%	1,125.5%	0.0000%	0.0000%	1,094.8%	26,417.8%	0.0000%
3	% DISTRIBUTION																
4	CLASS B SEPARATIONS			10,547,750		157,575	4,162,227	0	293,478	2,330,367	243,520	145,511	0	0	164,300	3,050,773	0
5	COE, IOT AND CSWF			100,000.00%		1,493.9%	39,460.8%	0.0000%	2,782.4%	22,093.3%	2,308.7%	1,379.5%	0.0000%	0.0000%	1,557.7%	28,923.4%	0.0000%
6	% DISTRIBUTION																
LAND AND SUPPORT ASSETS																	
7	CLASS A COMPANIES			2,062,323	LN 3+DIRECT	30,809	813,809	0	57,382	455,639	47,614	28,451	0	0	32,124	596,495	0
8	CLASS B COMPANIES			0	LN 6+DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
9	DIRECT ASSIGNED NON ACCESS			2,062,323	DIRECT	30,809	813,809	0	57,382	455,639	47,614	28,451	0	0	32,124	596,495	0
10	TOTAL LAND AND SUPPORT ASSETS			100,000.00%		1,493.9%	39,460.8%	0.0000%	2,782.4%	22,093.3%	2,308.7%	1,379.5%	0.0000%	0.0000%	1,557.7%	28,923.4%	0.0000%
11	% DISTRIBUTION																
GEN SUPPORT ASSETS, COE, INFORMATION																	
12	ORIGTERM, AND CSWF			12,610,073		188,384	4,976,036	0	350,859	2,786,005	291,134	173,961	0	0	196,424	3,647,268	0
13	% DISTRIBUTION			100,000.00%		1,493.9%	39,460.8%	0.0000%	2,782.4%	22,093.3%	2,308.7%	1,379.5%	0.0000%	0.0000%	1,557.7%	28,923.4%	0.0000%
TANGIBLE ASSETS																	
15	CAPITAL LEASES			0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0	0	0
16	GENERAL SUPPORT			0	S-4-LN 81+DIR	0	0	0	0	0	0	0	0	0	0	0	0
17	CENTRAL OFFICE EQUIP			0	S-5-LN 18+DIR	0	0	0	0	0	0	0	0	0	0	0	0
18	INFORMATION ORIGTERM			0	S-5-LN 43+DIR	0	0	0	0	0	0	0	0	0	0	0	0
19	CABLE AND WIRE FACILITIES			0	LN 14+DIR	0	0	0	0	0	0	0	0	0	0	0	0
20	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0	0	0
21	SUBTOTAL CAPITAL LEASES			0		0	0	0	0	0	0	0	0	0	0	0	0
22	LEASEHOLD IMPROVEMENTS			0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0	0	0
23	GENERAL SUPPORT			0	S-4-LN 81+DIR	0	0	0	0	0	0	0	0	0	0	0	0
24	CENTRAL OFFICE EQUIP			0	S-5-LN 18+DIR	0	0	0	0	0	0	0	0	0	0	0	0
25	INFORMATION ORIGTERM			0	S-5-LN 43+DIR	0	0	0	0	0	0	0	0	0	0	0	0
26	CABLE AND WIRE FACILITIES			0	LN 14+DIR	0	0	0	0	0	0	0	0	0	0	0	0
27	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0	0	0
28	SUBTOTAL LEASEHOLD IMPROVEMENTS			0		0	0	0	0	0	0	0	0	0	0	0	0
29	TOTAL TANGIBLE ASSETS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
30	% DISTRIBUTION																
GEN SUPPORT ASSETS, COE, INFORMATION																	
31	ORIGTERM, CWF AND TANGIBLE ASSETS			12,610,073		188,384	4,976,036	0	350,859	2,786,005	291,134	173,961	0	0	196,424	3,647,268	0
32	% DISTRIBUTION			100,000.00%		1,493.9%	39,460.8%	0.0000%	2,782.4%	22,093.3%	2,308.7%	1,379.5%	0.0000%	0.0000%	1,557.7%	28,923.4%	0.0000%
33	% DISTRIBUTION																
INTANGIBLE ASSETS																	
34	ALLOCATED			0	LN 33	0	0	0	0	0	0	0	0	0	0	0	0
35	DIRECT ASSIGNMENT			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
36	TOTAL INTANGIBLES			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
37	% DISTRIBUTION																

PART 36 SEPARATIONS

Midvale Telephone Exchange, Inc. - ID - December 31, 2004
472226

CENTRAL OFFICE EQUIPMENT SEPARATIONS

LN	DESCRIPTION	AC	CAT	TOTAL COMPANY	ALLOCATION BASIS		MESSAGE TOLL		INTERSTATE		SPECIAL ACCESS		INTRA STATE		MESSAGE TOLL		INTRA STATE		EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER	
					INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA							
SEPARATION FACTORS																							
1	STANDARD WORK SECONDS			0.0000%											0.0000%							0.0000%	
2	COMBINED TOLL AND LOCAL BOARDS			0.0000%											0.0000%							0.0000%	
3	SEPARATE TOLL BOARDS			0.0000%											0.0000%							0.0000%	
4	DSB BOARDS			0.0000%											0.0000%							0.0000%	
5	DSB BOARDS			0.0000%											0.0000%							0.0000%	
6	DIRECTORY ASSISTANCE BOARDS			0.0000%											0.0000%							0.0000%	
7	TSPS COMPLEX			0.0000%											0.0000%							0.0000%	
8	SERVICE OBSERVING TOLL MOU'S			0.0000%											0.0000%							0.0000%	
9	PROCESSOR REAL TIME - RTA			0.0000%											0.0000%							0.0000%	
10	PROCESSOR REAL TIME - TSPS COMPLEX			0.0000%											0.0000%							0.0000%	
11	REL MOU'S - TANDEM SWITCHING			0.0000%											0.0000%							0.0000%	
12	REL MOU'S - TANDEM SWITCH TRANSPORT			0.0000%											0.0000%							0.0000%	
13	DIAL EQUIPMENT MOU'S (DEM)			100.0000%											0.0000%							0.0000%	
14a	REL MOU'S - EXCHANGE TRUNK			0.0000%			82.0300%								0.0000%							0.0000%	
14b	TOLL CONVERSATION MINUTES			100.0000%			2.9760%								0.0000%							0.0000%	
14c	TOLL CONVERSATION MINUTES			100.0000%			1.8330%								0.0000%							0.0000%	
15	HOST REMOTE MOU MILES			0.0000%			0.0000%								0.0000%							0.0000%	
16	EQUIPMENT FURNISHED OTHERS FACTOR			0.0000%			0.0000%								0.0000%							0.0000%	
COE BOOK COST																							
17	OPERATOR SYSTEMS EQUIPMENT		2220	1.1																			0
18	MANUAL SWITCHBOARDS			0	LN 2																		0
19	COMBINED TOLL AND LOCAL			0	LN 3																		0
20	SEPARATE TOLL SWBO			0	LN 4																		0
21	SEPARATE DSA BOARDS			0	LN 5																		0
22	SEPARATE DSB BOARDS			0	DIRECT																		0
23	DIRECT ASSIGNMENT			0																			0
24	SUBTOTAL MANUAL BOARDS			0																			0
25	% DISTRIBUTION			0.0000%			0.0000%																0
26	AUXILIARY SWITCHBOARDS		2220	1.2																			0
27	DIRECTORY ASSISTANCE			0	LN 6+DIR																		0
28	INTERCEPT			0	SLU																		0
29	TOLL RATE AND ROUTE			0	LN 3+DIR																		0
30	SUBTOTAL AUXILIARY BOARDS			0																			0
31	% DISTRIBUTION			0.0000%			0.0000%																0
32	SERVICE OBSERVING		2220	1.3																			0
33	TOLL			0	LN 8																		0
34	EXCHANGE			0	DIRECT																		0
35	DIRECT ASSIGNMENT			0	DIRECT																		0
36	SUBTOTAL SERVICE OBSERVING			0																			0
37	% DISTRIBUTION			0.0000%			0.0000%																0
38	TRAFFIC SERVICE POSITIONS		2220	1.4																			0
39	OPERATOR			0	LN 7+DIR																		0
40	REMOTE TRUNK ARRANGEMENT			0	LN 9+DIR																		0
41	OTHER			0	LN 10+DIR																		0
42	SUBTOTAL TSPS			0																			0
43	% DISTRIBUTION			0.0000%			0.0000%																0
44	TOTAL OPERATOR SYSTEMS EQUIPMENT			0																			0
45	% DISTRIBUTION			0.0000%			0.0000%																0

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS		INTERSTATE				INTRASTATE				EXCHANGE MESSAGE	OTHER
					MESSAGE TOLL	SPECIAL ACCESS	MESSAGE TOLL	SPECIAL ACCESS	INTRALATA	INTERLATA	INTRALATA	INTERLATA	EXCHANGE PVT LINE	EAS		
43	TANDEM SWITCHING EQUIPMENT	2210		0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0	0
44	NON ACCESS	2.1		0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
45	TANDEM SWITCH TRANSPORT	2.2		0	LN 12+DIR	0	0	0	0	0	0	0	0	0	0	0
46	SUBTOTAL TANDEM SWITCHING	2.3		0		0	0	0	0	0	0	0	0	0	0	0
47	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
48a	LOCAL SWITCHING EQUIPMENT	2210		1,692,426	LN 13+DIR	50,265	1,388,297	0	0	0	0	0	0	253,864	0	0
48b	ACCESS - TS	3.11		0	LN 13+DIR	0	0	0	0	0	0	0	0	0	0	0
48c	ACCESS - NTS	3.12		0	S-LIN 3	0	0	0	0	0	0	0	0	0	0	0
49	EQUAL ACCESS	3.2		0	LN 13+DIR	0	0	0	0	0	0	0	0	0	0	0
50	SS7 SWITCHING	3.3		1,692,426		50,265	1,388,297	0	0	0	0	0	0	253,864	0	0
51	SUBTOTAL LOCAL SWITCHING			100,000.00%		2,970.00%	82,030.00%	0	0	0	0	0	0	15,000.00%	0	0
52	% DISTRIBUTION			100,000.00%		2,970.00%	1,388,297	0	0	0	0	0	0	253,864	0	0
53	TOTAL SWITCHING EQUIPMENT			100,000.00%		2,970.00%	82,030.00%	0	0	0	0	0	0	15,000.00%	0	0
54	CENTRAL OFFICE TRANS EQUIP	2230		136,625	AL-1, LN10+DIR	0	0	135,918	0	0	0	0	0	0	0	0
55	EXCHANGE CIRCUIT	4.1		24,211	DIRECT	0	0	0	0	0	0	0	0	24,211	0	
56	EXCH TRUNK - EAS	4.121		0	AL-1, LN12+DIR	0	0	0	0	0	0	0	0	0	0	
57	EXCH TRUNK - WIDEBAND	4.122		0	LN 14+DIR	0	0	0	0	0	0	0	0	0	0	
58	EXCH TRUNK - BASIC	4.123		0	DIRECT	0	0	0	0	0	0	0	0	0	0	
59	EXCH TRUNK - SPECIAL	4.124		1,066,649	AL-1 LN 2+DIR	8,235	254,704	4,654	238,223	24,716	10,238	0	0	525,878	0	
60	SUBSCRIBER LINE - BASIC	4.131		1,227,484	DIRECT	8,235	254,704	140,571	238,223	24,716	10,238	0	0	550,089	0	
61	SUBSCRIBER LINE - SPECIAL	4.132		100,000.00%		0.6705%	20,750.1%	0.0000%	11,452.0%	19,407.4%	0.8917%	0.0000%	0.0000%	44,814.4%	0.0000%	
62	% DISTRIBUTION			100,000.00%		0.6705%	20,750.1%	0.0000%	11,452.0%	19,407.4%	0.8917%	0.0000%	0.0000%	44,814.4%	0.0000%	
63	INTEREXCHANGE CIRCUIT	4.2		0	DIRECT	0	0	0	0	0	0	0	0	0	0	
64	FURNISHED OTHERS - INTERSTATE	4.21		9,459	AL-1, LN14+DIR	0	0	7,794	0	0	0	0	0	1,705	0	
65	WIDEBAND	4.22		1,441,060	AL-1, LN6+DIR	25,433	778,303	15,385	531,020	55,021	35,698	0	0	0	0	
67a	OTHER - BASIC	4.231		0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0	
67b	OTHER - TANDEM MULTIPLEXING	4.232		0	LN 14+DIR	0	0	0	0	0	0	0	0	0	0	
67c	OTHER - VOICE GRADE MULTIPLEXING	4.233		0	AL-1, LN6+DIR	0	0	0	0	0	0	0	0	0	0	
68	OTHER - SS7	4.234		1,450,569	DIRECT	25,433	778,303	23,179	531,020	55,021	37,603	0	0	0	0	
69	NON ACCESS	4.24		100,000.00%		1,753.3%	53,658.4%	0.0000%	1,597.9%	36,607.9%	3,793.1%	0.0000%	0.0000%	0.0000%	0.0000%	
70	SUBTOTAL INTEREXCHANGE CIRCUIT			0		0	0	0	0	0	0	0	0	0	0	
71	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
72	HOST REMOTE CIRCUIT	4.3		0	LN 15+DIR	0	0	0	0	0	0	0	0	0	0	
73	EXCLUDING WATS	4.31		0	DIRECT	0	0	0	0	0	0	0	0	0	0	
74	CLOSED END WATS	4.32		0		0	0	0	0	0	0	0	0	0	0	
75	SUBTOTAL HOST/REMOTE CIRCUIT			0		0	0	0	0	0	0	0	0	0	0	
76	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
77	EQUIPMENT RENTED OTHERS	2,678,042		33,660	LN 16+DIR	0	1,035,007	0	0	0	0	0	0	550,089	0	
78	TOTAL TRANSMISSION EQUIPMENT			100,000.00%		1,257.2%	38,973.2%	0.0000%	6,114.5%	28,724.1%	2,977.5%	1,812.8%	0.0000%	20,540.7%	0.0000%	
79	% DISTRIBUTION			100,000.00%		1,257.2%	38,973.2%	0.0000%	6,114.5%	28,724.1%	2,977.5%	1,812.8%	0.0000%	20,540.7%	0.0000%	
80	TOTAL CENTRAL OFFICE EQUIPMENT			4,370,468		83,933	2,421,303	0	163,750	79,738	48,549	0	0	603,953	0	
81	% DISTRIBUTION			100,000.00%		1,920.5%	55,401.5%	0.0000%	3,746.7%	17,600.9%	1,110.8%	0.0000%	0.0000%	18,395.1%	0.0000%	

INFORMATION ORIG/TERM AND CAWF SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	MESSAGE TOLL			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
						INTRALATA	INTERLATA	INTRA/INTERLATA	INTRALATA	INTERLATA	INTRALATA/INTERLATA				
1	SUBSCRIBER PLANT FACTOR (SPF)			100,0000%	INPUT	0.7830%	24,2170%	22,6500%	2,3500%	0.0000%	0.0000%	0.0000%	50,0000%	0.0000%	
2	RELATIVE MOUS - COM/LESS PAY TEL			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	49,3019%	0.0000%
3	EQUIVALENT CHANNELS - CWF			100,0000%	AL-1, LN 4	0.7721%	23,8789%	22,3358%	2,3172%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
4	EQUIVALENT CHANNELS - EXCH WIDEBAND			0.0000%	AL-1, LN 12	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5	EQUIVALENT CHANNELS - IX WIDEBAND			0.0000%	AL-1, LN 14	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6	IX CIRCUIT MILES - CWF			100,0000%	AL-1, LN 8	2.6530%	49,1009%	40,8722%	4,3769%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
7	REL MOUS - EXCHANGE TRUNK			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
8	HOST/REMOTE MOU MILES			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
9	EQUIPMENT FURNISHED OTHERS FACTOR			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
INFORMATION ORIG/TERMINATION 2310															
10	OTHER IOT EQUIPMENT		1.0	0	0	0	0	0	0	0	0	0	0	0	0
11	PUBLIC INTEREST PAYSTATION EQUIP		1.1	0	S-1, LN 6	0	0	0	0	0	0	0	0	0	0
12	COM/LESS PUBLIC TELEPHONE		1.2	0	LN 2-DIRECT	0	0	0	0	0	0	0	0	0	0
13	OTHER		1.3	0	LN 1-DIRECT	0	0	0	0	0	0	0	0	0	0
14	SUBTOTAL			0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
15	% DISTRIBUTION		2.0	0	DIRECT	0	0	0	0	0	0	0	0	0	0
16	NEW CUSTOMER PREMISE EQUIPMENT			0.0000%	0	0	0	0	0	0	0	0	0	0	0
17	TOTAL INFO ORIG/TERM EQUIP			0.0000%	0	0	0	0	0	0	0	0	0	0	0
18	% DISTRIBUTION			0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CABLE AND WIRE FACILITIES 2410															
19	SUBSCRIBER LINE - JOINT			4,557,267	LN 3	35,185	1,088,225	1,017,810	105,601	43,743	0	0	0	2,246,820	0
20	SUBSCRIBER LINE - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	XXX
21	SUBTOTAL SUBSCRIBER LINE		1.0	4,557,267	0	35,185	1,088,225	1,017,810	105,601	43,743	0	0	0	2,246,820	0
22	EXCHANGE LINE WIDEBAND - JOINT			23,873	AL-1, LN 10	0	0	0	0	0	0	0	0	0	0
23	EXCHANGE LINE WIDEBAND - DIRECT			23,873	DIRECT	0	0	0	0	4,021	0	0	0	0	0
24	SUBTOTAL EXCHANGE WIDEBAND		2.1	47,746	0	0	0	0	0	4,021	0	0	0	0	0
25	EXCHANGE TRUNK - JOINT			164,300	LN 7	0	0	0	0	0	0	0	0	164,300	0
26	EXCHANGE TRUNK - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
27	SUBTOTAL EXCHANGE TRUNK		2.2	164,300	0	0	0	0	0	0	0	0	0	164,300	0
28	INTEREXCHANGE WIDEBAND - JOINT			102,541	LN 5	0	0	0	0	0	0	0	0	0	0
29	INTEREXCHANGE WIDEBAND - DIRECT			102,541	DIRECT	0	0	0	0	23,748	0	0	0	0	0
30	SUBTOTAL INTEREXCHANGE WIDEBAND		3.1	205,082	0	0	0	0	0	23,748	0	0	0	0	0
31	IX TRUNK - ACCESS - JOINT			1,325,302	LN 6	38,456	652,699	543,315	56,182	25,450	0	0	0	0	0
31b	IX TRUNK - ACCESS - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
32	SUBTOTAL INTEREXCHANGE ACCESS		3.2	1,325,302	0	38,456	652,699	543,315	56,182	25,450	0	0	0	0	0
33	IX TRUNK - NON ACCESS - DIRECT		3.3	0	DIRECT	0	0	0	0	0	0	0	0	0	0
34	HOST/REMOTE - JOINT			0	LN 8	0	0	0	0	0	0	0	0	0	0
35	HOST/REMOTE - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
36	SUBTOTAL HOST/REMOTE EXCL WATS		4.1	0	0	0	0	0	0	0	0	0	0	0	0
37	HOST/REMOTE - CLOSED END WATS		4.2	0	DIRECT	0	0	0	0	0	0	0	0	0	0
38	EQUIPMENT FURNISHED OTHERS - JOINT			0	LN 9	0	0	0	0	0	0	0	0	0	0
39	EQUIPMENT FURNISHED OTHERS - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
40	SUBTOTAL EQUIP. FURNISHED OTHERS		5.0	0	0	0	0	0	0	0	0	0	0	0	0
41	TOTAL CABLE AND WIRE FACILITIES			6,177,292	0	73,642	1,740,924	1,561,124	163,783	96,962	0	0	0	2,246,820	0
42	% DISTRIBUTION			100,0000%	1.1921%	28,1827%	2,1001%	25,2720%	2,6514%	1,5697%	0.0000%	0.0000%	0.0000%	36,3723%	0.0000%

PART 36 SEPARATIONS

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472226

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OTHER TELEPHONE PLANT AND DEFERRED CHARGES SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	MESSAGE TOLL			INTERSTATE			INTRASTATE			EXCHANGE			OTHER
						INTRALATA	INTERLATA	INPUT	INTRALATA	INTERLATA	INTRA	INTERLATA	INTRA	INTERLATA	PVT LINE	EAS	EXCHANGE MESSAGE	
1	TELEPHONE PLANT IN SERVICE	2001		100,000,000%	S-2, LN 10	1,493,391	38,460,000%	0.00000%	2,782,441	0.00000%	0.00000%	1,375,551	0.00000%	0.00000%	0.00000%	1,557,771	28,524,141	0.00000%
2	CABLE AND WIRE FACILITIES	2410		100,000,000%	S-5, LN 43	1,192,111	28,182,711	0.00000%	2,100,011	0.00000%	0.00000%	1,563,711	0.00000%	0.00000%	0.00000%	2,659,711	36,372,311	0.00000%
3	EQUAL ACCESS HOUS			0.00000%	INPUT	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%
OTHER TELECOMMUNICATIONS PLANT																		
4	PROPERTY HELD FOR FUTURE USE	2002		0	S-3, LN 11	0	0	0	0	0	0	0	0	0	0	0	0	0
5	GENERAL SUPPORT FACILITIES			0	S-4, LN 81	0	0	0	0	0	0	0	0	0	0	0	0	0
6	CENTRAL OFFICE EQUIPMENT			0	S-5, LN 43	0	0	0	0	0	0	0	0	0	0	0	0	0
7	CABLE AND WIRE FACILITIES			0	LN 1-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
8	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0	0	0	0
9	PROPERTY HELD FOR FUTURE USE			0		0	0	0	0	0	0	0	0	0	0	0	0	0
10	PLANT UNDER CONSTRUCTION	2003		0	S-3, LN 11	0	0	0	0	0	0	0	0	0	0	0	0	0
11	GENERAL SUPPORT FACILITIES			0	S-4, LN 81	0	0	0	0	0	0	0	0	0	0	0	0	0
12	CENTRAL OFFICE EQUIPMENT			0	S-5, LN 43	0	0	0	0	0	0	0	0	0	0	0	0	0
13	CABLE AND WIRE FACILITIES			0	LN 1-DIRECT	2,324	61,379	0	4,328	0	0	2,146	0	0	2,423	44,988	0	0
14	UNDISTRIBUTED			155,543		2,324	61,379	0	4,328	0	3,591	2,146	0	2,423	44,988	0	0	
15	TOTAL PLANT UNDER CONSTRUCTION			155,543		2,324	61,379	0	4,328	0	3,591	2,146	0	2,423	44,988	0	0	
16	RESERVED FOR FUTURE USE	XXXX		0	S-3, LN 11	0	0	0	0	0	0	0	0	0	0	0	0	0
17	GENERAL SUPPORT FACILITIES			0	S-4, LN 81	0	0	0	0	0	0	0	0	0	0	0	0	0
18	CENTRAL OFFICE EQUIPMENT			0	S-5, LN 43	0	0	0	0	0	0	0	0	0	0	0	0	0
19	CABLE AND WIRE FACILITIES			0	LN 1-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
20	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0	0	0	0
21	TOTAL			0		0	0	0	0	0	0	0	0	0	0	0	0	0
22	TELECOMMUNICATIONS PLANT ADJ	2005		0	S-3, LN 11	0	0	0	0	0	0	0	0	0	0	0	0	0
23	GENERAL SUPPORT FACILITIES			0	S-4, LN 81	0	0	0	0	0	0	0	0	0	0	0	0	0
24	CENTRAL OFFICE EQUIPMENT			0	S-5, LN 43	0	0	0	0	0	0	0	0	0	0	0	0	0
25	CABLE AND WIRE FACILITIES			0	LN 1-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
26	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0	0	0	0
27	TOTAL TEL PLANT ADJUSTMENT			0		0	0	0	0	0	0	0	0	0	0	0	0	0
28	TOTAL OTHER TELEPHONE PLANT			155,543		2,324	61,379	0	4,328	0	3,591	2,146	0	2,423	44,988	0	0	
MATERIALS AND SUPPLIES																		
29	CPE	1220		0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
30	OTHER			21,850	LN 2-DIRECT	260	6,158	0	459	0	579	343	0	581	7,947	0	0	
31	TOTAL			21,850		260	6,158	0	459	0	579	343	0	581	7,947	0	0	
32	% DISTRIBUTION			100.00000%		1,192,111	28,182,711	0.00000%	2,100,011	25,272,011	2,651,411	1,563,711	0.00000%	2,659,711	36,372,311	0.00000%	0.00000%	
INVESTMENT, IN NONAFFILIATED CO.																		
33	RTB STOCK	1402		0	LN 1	0	0	0	0	0	0	0	0	0	0	0	0	0
34	OTHER			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
35	TOTAL			0		0	0	0	0	0	0	0	0	0	0	0	0	0
NONCURRENT ASSETS-POST RET BENE																		
36	EQUAL ACCESS EQUIPMENT - NET	1410		0	S-3, LN 3	0	0	0	0	0	0	0	0	0	0	0	0	0
37	OTHER JURISDICTIONAL ASSETS	1439		0	LN 3-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
38	TOTAL	1500		0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0

PART 36 SEPARATIONS

Mikaelo Telephone Exchange, Inc. - ID - December 31, 2004
472226

S-7, 1 of 2

ACCUMULATED DEPRECIATION, AMORTIZATION AND DEFERRED INCOME TAXES SEPARATIONS

S-7, 1 of 2

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	MESSAGE TOLL			SPECIAL ACCESS			INTRASTATE			EXCHANGE			OTHER
						INTRALATA	INTERLATA	T	INTRALATA	INTERLATA	T	INTRALATA	INTERLATA	T	INTRALATA	INTERLATA	T	
1	GENERAL SUPPORT FACILITIES	2110		100,000.00	S-3, LN 11	1,493.91	39,460.08	0.0000%	0.0000%	2,782.41	72,093.91	2,308.7%	1,379.5%	0.0000%	0.0000%	1,557.7%	29,923.4%	0.0000%
2	CENTRAL OFFICE EQUIPMENT	2230		100,000.00	S-4, LN 81	1,920.51	55,401.15	0.0000%	0.0000%	3,746.77	17,600.00	1,924.6%	1,110.8%	0.0000%	0.0000%	0.0000%	18,395.1%	0.0000%
3	INFORMATION ORIGINATOR EQUIPMENT	2310		100,000.00	S-5, LN 18	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
4	CABLE & WIRE FACILITIES	2410		100,000.00	S-5, LN 43	1,192.11	28,182.7%	0.0000%	0.0000%	2,100.11	25,272.00	2,651.4%	1,569.7%	0.0000%	0.0000%	2,653.7%	36,372.3%	0.0000%
5	GEN SUPPORT, COE, HOT AND CRWF	2881		100,000.00	S-3, LN 14	1,493.91	39,460.08	0.0000%	0.0000%	2,782.41	72,093.91	2,308.7%	1,379.5%	0.0000%	0.0000%	1,557.7%	29,923.4%	0.0000%
6	CAPITAL LEASES	2881		0.0000%	S-3, LN 21	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
7	LEASEHOLD IMPROVEMENTS	2882		0.0000%	S-3, LN 28	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
8	TANGIBLE ASSETS	2882		0.0000%	S-3, LN 30	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
9	PLANT HELD FOR FUTURE USE	2002		0.0000%	S-6, LN 9	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
10	TELECOMMUNICATIONS PLANT ADJ	2005		0.0000%	S-6, LN 27	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
	ACCUM DEPR - PLANT IN SERVICE	3100																
11	GENERAL SUPPORT			1,205,295	LN 11-DIRECT	16,056	477,198	0	0	33,647	267,176	27,920	16,663	0	0	16,837	349,770	0
12	CENTRAL OFFICE SWITCHING EQUIP			1,569,126	S-4, LN 53-DIR	49,973	1,365,184	0	0	0	0	0	0	0	0	0	250,369	0
13	OPERATOR SERVICES EQUIPMENT			0	S-4, LN 42-DIR	0	0	0	0	0	0	0	0	0	0	0	0	0
14	CENTRAL OFFICE TRANSMISSION			2,074,550	S-4, LN 79-DIR	26,081	800,220	0	0	126,849	598,095	61,769	37,608	0	0	0	426,127	0
15	UNDISTRIBUTED COE			0	LN 2-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
16	INFORMATION ORIGINATOR			3,447,339	LN 3-DIRECT	41,097	971,553	0	0	72,397	871,212	91,402	54,111	0	0	91,690	1,263,877	0
17	CABLE AND WIRE FACILITIES			8,400,310	LN 4-DIRECT	134,817	3,618,154	0	0	232,893	1,734,283	181,090	109,402	0	0	110,527	2,260,143	0
18	TOTAL ACCUM DEP - PLANT IN SERVICE																	
19	ACCUM DEPRECIATION - FUTURE USE	3200		0	LN 9-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
	ACCUMULATED AMORTIZATION	3400																
20	TANGIBLE ASSETS			0	LN 6-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
21	LEASEHOLD IMPROVEMENTS			0	LN 7-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
22	UNDISTRIBUTED			0	LN 8-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
23	TOTAL ACCUM AMORT-TANGIBLE ASSETS	3500		0	S-3, LN 37-DIR	0	0	0	0	0	0	0	0	0	0	0	0	0
24	INTANGIBLE ASSETS	3600		0	LN 10-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
25	TELECOMMUNICATIONS PLANT ADJ			0		0	0	0	0	0	0	0	0	0	0	0	0	0
26	TOTAL ACCUM AMORTIZATION			0		0	0	0	0	0	0	0	0	0	0	0	0	0
	NET OPERATING DEFERRED INC TAX	4100 &																
27	GENERAL SUPPORT	4340		0	LN 1-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
28	CENTRAL OFFICE SWITCHING EQUIP			0	S-4, LN 53-DIR	0	0	0	0	0	0	0	0	0	0	0	0	0
29	OPERATOR SERVICES EQUIPMENT			0	S-4, LN 42-DIR	0	0	0	0	0	0	0	0	0	0	0	0	0
30	CENTRAL OFFICE TRANSMISSION			0	S-4, LN 79-DIR	0	0	0	0	0	0	0	0	0	0	0	0	0
31	INFORMATION ORIGINATOR			0	LN 3-DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0
32	CABLE AND WIRE FACILITIES			472,810	LN 4-DIRECT	7,063	186,575	0	0	104,460	109,916	10,916	6,523	0	0	7,365	136,753	0
33	UNDISTRIBUTED			472,810	LN 5-DIRECT	7,063	186,575	0	0	104,460	109,916	10,916	6,523	0	0	7,365	136,753	0
34	TOTAL NET DEFERRED INCOME TAX																	

PART 36 SEPARATIONS

Midvale Telephone Exchange, Inc. - ID - December 31, 2004
472226

S-7, 2 of 2

ACCUMULATED DEPRECIATION, AMORTIZATION AND DEFERRED INCOME TAXES SEPARATIONS

S-7, 2 of 2

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	MESSAGE TOLL		SPECIAL ACCESS		INTRASTATE		EXCHANGE PVT LINE		EXCHANGE MESSAGE	OTHER
						INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA		
	OTHER DEFERRED CREDITS - NET	4360													
35	GENERAL SUPPORT				LN 1-DIRECT	0	0	0	0	0	0	0	0	0	0
36	CENTRAL OFFICE SWITCHING EQUIPMENT				S-4-LN53+DIR	0	0	0	0	0	0	0	0	0	0
37	OPERATOR SERVICES EQUIPMENT				S-4-LN42+DIR	0	0	0	0	0	0	0	0	0	0
38	CENTRAL OFFICE TRANSMISSION				S-4-LN79+DIR	0	0	0	0	0	0	0	0	0	0
39	INFORMATION ORIGINATI				LN 3-DIRECT	0	0	0	0	0	0	0	0	0	0
40	CABLE AND WIRE FACILITIES				LN 4-DIRECT	0	0	0	0	0	0	0	0	0	0
41	UNDISTRIBUTED				LN 5-DIRECT	0	0	0	0	0	0	0	0	0	0
42	TOTAL OTHER DEFERRED CREDITS					0	0	0	0	0	0	0	0	0	0
43	OTHER LT LIAB - POST RET BENEFIT	4310			S-3-LN3	0	0	0	0	0	0	0	0	0	0

PART 36 SEPARATIONS

SUMMARY OF OPERATING EXPENSE AND TAX

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS		MESSAGE TOLL		INTERSTATE		SPECIAL ACCESS		INTRASTATE		EXCHANGE		EXCHANGE MESSAGE	OTHER	
					INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA			INTRALATA
OPERATING EXPENSE AND TAX SUMMARY																			
1	NETWORK SUPPORT EXPENSE	6110		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2	GENERAL SUPPORT EXPENSE	6120		64,106	588	25,297	0	1,764	0	0	0	0	1,460	864	599	18,542	0	0	0
3	CENTRAL OFFICE EXPENSE	6210		538,920	10,350	298,570	0	20,192	0	0	0	0	9,832	5,987	0	99,135	0	0	0
4	INFORMATION ORIG/TERM EXPENSE	6310		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5	CABLE AND WIRE FACILITIES EXPENSE	6410		458,669	5,468	129,265	0	9,632	0	0	0	0	12,161	7,200	12,199	166,829	0	0	0
6	OTHER PLANT EXPENSE	6510		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	NETWORK OPERATIONS EXPENSE	6530		59,772	893	23,587	0	1,663	0	0	0	0	1,360	825	931	17,268	0	0	0
8	ACCESS CHARGE EXPENSE	6540		11,586	0	11,586	0	0	0	0	0	0	0	0	0	0	0	0	0
9	MARKETING EXPENSE	6610		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	SERVICES EXPENSE	6620		187,513	1,317	64,302	0	0	0	0	0	0	13,171	0	0	45,617	0	0	0
11	EXECUTIVE AND PLANNING EXPENSE	6710		167,846	2,431	69,535	0	4,245	0	0	0	0	4,927	1,889	1,770	44,341	0	0	0
12	GENERAL AND ADMINISTRATIVE EXP	6720		315,571	4,017	193,098	0	7,016	0	0	0	0	8,143	3,122	2,926	73,282	0	0	0
13	SUBTOTAL OPERATING EXPENSES			1,803,963	25,434	775,235	0	44,533	0	0	0	0	403,922	51,095	18,825	465,033	0	0	0
14	% DISTRIBUTION			100.0000%	1,4095%	42.9735%	0.0000%	2.4686%	0.0000%	0.0000%	0.0000%	0.0000%	2.8323%	1.1034%	1.0435%	25.7781%	0.0000%	0.0000%	0.0000%
15	DEPRECIATION AND AMORTIZATION	6560		597,911	16,081	435,392	0	29,303	0	0	0	0	20,671	12,936	11,932	263,520	0	0	0
16	OTHER OPERATING TAX	7240		45,142	669	18,016	0	1,247	0	0	0	0	1,034	618	688	12,960	0	0	0
17	EQUAL ACCESS EXPENSE			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18	INTEREST ON CUSTOMER DEPOSITS	7250		-3,718	-47	-1,434	0	-227	0	0	0	0	-111	-67	0	-764	0	0	0
19	RENT REVENUE	5240		2,442,918	42,137	1,227,209	0	74,856	0	0	0	0	73,594	33,393	31,455	740,749	0	0	0
20	TOTAL OPERATING EXPENSE AND TAX			100,000%	1,4822%	43.1672%	0.0000%	2.6331%	0.0000%	0.0000%	0.0000%	0.0000%	2.5687%	1.1746%	1.1064%	26.0559%	0.0000%	0.0000%	0.0000%
21	% DISTRIBUTION			0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
22	NON OPERATING EXPENSE	7370		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	ABANDONED CONSTRUCTION CONTRIBUTIONS			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	OTHER NON OPERATING EXPENSE			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
25	TOTAL NON OPERATING EXPENSE			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	% DISTRIBUTION			0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
27	UNCOLLECTIBLES			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
28	END USER MSG TOLLS	5310		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
29	END USER COMMON LINE	5320		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30	TX CARRIER	5330		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
31	TOTAL UNCOLLECTIBLES			0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	ALLOW. FOR FUNDS USED DUR. CONST	7340		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0

PART 36 SEPARATIONS

PLANT SPECIFIC OPERATIONS EXPENSE SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER	
						MESSAGE TOLL	SPECIAL ACCESS	INTRALATA	MESSAGE TOLL	SPECIAL ACCESS	INTRALATA					
1	ALLOCATION FACTORS															
2	GENERAL SUPPORT ASSETS	2110		100.0000%	S-3, LN 11	1.4939%	0.0000%	2.7824%	0.0000%	22.0935%	2.3097%	1.3795%	0.0000%	1.5577%	28.9244%	0.0000%
3	CENTRAL OFFICE EQUIPMENT	VAR		100.0000%	S-4, LN 81	1.9205%	0.0000%	3.7467%	0.0000%	17.6009%	1.8245%	1.1108%	0.0000%	0.0000%	18.3951%	0.0000%
4	PUBLIC SERVICE TELEPHONE EQUIP	2310		0.0000%	S-5, LN 11	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5	COINLESS PUBLIC TELEPHONE EQUIP	2310		0.0000%	S-5, LN 12	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6	OTHER IOT EQUIPMENT	2310		0.0000%	S-5, LN 13	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
7	CABLE AND WIRE FACILITIES	2410		100.0000%	S-5, LN 43	1.1921%	28.1827%	2.1001%	0.0000%	25.2720%	2.6514%	1.5697%	0.0000%	2.6597%	36.3723%	0.0000%
8	GENERAL SUPPORT EXPENSE	6110		0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0	0
9	NETWORK SUPPORT	6120		64,106	LN 1+DIRECT	959	25,297	1,784	14,163	1,480	1,480	884	0	959	16,542	0
10	TOTAL GENERAL SUPPORT EXP			64,106		959	25,297	1,784	14,163	1,480	1,480	884	0	959	16,542	0
11	% DISTRIBUTION			100.0000%		1.4939%	39.4608%	2.7824%	0.0000%	22.0935%	2.3097%	1.3795%	0.0000%	1.5577%	28.9244%	0.0000%
12	CENTRAL OFFICE SWITCHING EXPENSE	6210		339,511	LN 2-DIRECT	6,520	188,094	12,721	59,757	6,194	6,194	3,771	0	0	62,453	0
13	OPERATOR SYSTEMS EXPENSE	6220		0	LN 2-DIRECT	0	0	0	0	0	0	0	0	0	0	0
14	CENTRAL OFFICE TRANSMISSION EXP	6230		156,409	LN 2-DIRECT	3,830	110,476	7,471	35,098	3,638	3,638	2,215	0	0	36,682	0
15	CODE EXPENSE - SST LEASE	6230		539,920	LN 2-DIRECT	10,350	296,570	20,192	94,895	9,832	9,832	5,987	0	0	99,136	0
16	TOTAL CENTRAL OFFICE EXPENSE			100.0000%		1.9205%	55.4015%	3.7457%	17.6009%	1.8245%	1.8245%	1.1108%	0.0000%	0.0000%	18.3951%	0.0000%
17	% DISTRIBUTION			100.0000%		1.9205%	55.4015%	3.7457%	17.6009%	1.8245%	1.8245%	1.1108%	0.0000%	0.0000%	18.3951%	0.0000%
18	INFORMATION ORIGTERM EXPENSE	6310		0	LN 3	0	0	0	0	0	0	0	0	0	0	0
19	LOT EXP - PUBLIC INTEREST PAY TEL			0	LN 4	0	0	0	0	0	0	0	0	0	0	0
20	LOT EXP - COINLESS PAY TEL			0	LN 5-DIRECT	0	0	0	0	0	0	0	0	0	0	0
21	LOT EXP - OTHER			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
22	TOTAL INFORMATION ORIGTERM EXP			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
23	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
24	CABLE AND WIRE FACILITIES EXPENSE	6410		458,669	LN 6	5,468	129,266	9,632	115,915	12,161	12,161	7,200	0	12,199	166,829	0
25	CWF EXP - UNDISTRIBUTED			0	LN 6-DIRECT	0	0	0	0	0	0	0	0	0	0	0
26	CWF EXP - SST LEASE			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
27	TOTAL CWF EXPENSE			458,669		5,468	129,266	9,632	115,915	12,161	12,161	7,200	0	12,199	166,829	0
28	% DISTRIBUTION			100.0000%		1.1921%	28.1827%	2.1001%	25.2720%	2.6514%	2.6514%	1.5697%	0.0000%	2.6597%	36.3723%	0.0000%
29	TOTAL PLANT SPECIFIC EXPENSE			1,051,585		16,775	453,132	31,608	224,933	23,473	23,473	14,070	0	13,196	284,505	0
30	% DISTRIBUTION			100.0000%		1.8801%	42.6803%	2.9771%	21.1862%	2.2109%	2.2109%	1.3253%	0.0000%	1.2431%	26.7973%	0.0000%
31	PLANT SPECIFIC EXP EXCLUDING GSF			397,389		15,818	427,835	29,824	210,770	21,983	21,983	13,186	0	12,199	265,963	0
32	% DISTRIBUTION			100.0000%		1.5856%	42.6863%	2.9896%	21.1279%	2.2047%	2.2047%	1.3218%	0.0000%	1.2229%	26.8665%	0.0000%

PART 36 SEPARATIONS

OTHER OPERATING EXPENSE AND TAX SEPARATIONS

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	MESSAGE TOLL		INTERSTATE		SPECIAL ACCESS		INTRASTATE		EXCHANGE PYT LIME	EAS	EXCHANGE MESSAGE	OTHER
						INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA				
SEPARATION FACTORS																	
1	BIG THREE EXPENSES			100.0000%	S-3, LN 3	1.4482%	41.4277%	0.0000%	2.9294%	23.0511%	2.9355%	1.1255%	0.0000%	0.0000%	1.0548%	26.4178%	0.0000%
2	TELEPHONE PLANT IN SERVICE	2001		100.0000%	S-2, LN 10	1.4939%	39.4609%	0.0000%	2.7824%	22.0935%	2.3087%	1.3756%	0.0000%	0.0000%	1.5577%	28.9234%	0.0000%
3	PLANT UNDER CONSTRUCTION	2003		100.0000%	S-6, LN 15	1.4939%	39.4609%	0.0000%	2.7824%	22.0935%	2.3087%	1.3756%	0.0000%	0.0000%	1.5577%	28.9234%	0.0000%
4	CAPITAL LEASES	2680		0.0000%	S-3, LN 21	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5	EQUAL ACCESS INVESTMENT			0.0000%	S-6, LN 3	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6	NET TELEPHONE PLANT EXCL. 4040.4310			100.0000%	S-2, LN 29	1.2544%	31.6683%	0.0000%	2.8038%	25.2185%	2.6389%	1.5718%	0.0000%	0.0000%	2.0798%	32.7646%	0.0000%
CORPORATE OPERATIONS EXPENSE																	
7	EXECUTIVE AND PLANNING	6710		0	DIRECT	0	69,535	0	4,245	36,707	4,927	1,809	0	0	1,770	0	0
8	DIRECT ASSIGNED			167,846	LN 1	2,431										44,341	0
9	OTHER																0
10	GENERAL & ADMINISTRATIVE	6720		39,177	DIRECT	0	35,177	0	7,015	63,970	8,143	3,122	0	0	2,826	73,262	0
11	DIRECT ASSIGNED			277,395	LN 1	4,017	114,918	0	11,262	102,577	13,070	5,011	0	0	4,696	117,623	0
12	OTHER			483,417		6,448	222,530	0	2,326%	21,239%	2,703%	1,036%	0.0000%	0.0000%	0.5715%	24,331%	0.0000%
13	TOTAL CORPORATE OPERATIONS EXP			100.0000%		1,3336%	46,053%	0.0000%	2.326%	21,239%	2,703%	1,036%	0.0000%	0.0000%	0.5715%	24,331%	0.0000%
14	% DISTRIBUTION																
15	EQUAL ACCESS EXPENSE			0	LN 5+DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
INTEREST AND RELATED ITEMS																	
16	CAPITAL LEASES	7500		0	LN 4+DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
17	CUSTOMER DEPOSITS			0	LN 6+DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
18	OTHER FIXED CHARGES - OPERATING		100.00%	118,332	LN 6	1,484	37,474	0	3,318	29,842	3,123	1,860	0	0	2,461	38,771	0
19	OTHER FIXED CHARGES - NON OPERATING		0.00%	0	DIRECT	1,484		0	3,318	29,842	3,123	1,860	0	0	2,461	38,771	0
20	TOTAL		100.00%	118,332		1,484	37,474	0	3,318	29,842	3,123	1,860	0	0	2,461	38,771	0
BASIS FOR ACTUAL INCOME TAX ALLOC.																	
21	TOTAL OPERATING REVENUES			2,842,916	RECORDS	0	1,227,209	0	74,856	619,525	73,594	33,393	0	0	31,455	740,749	0
22	LESS: OPERATING EXPENSE AND TAX			0	VARIOUS	42,137		0	0	0	0	0	0	0	0	0	0
23	: INTEREST - CAPITAL LEASE			0	LN 16	0	0	0	0	0	0	0	0	0	0	0	0
24	: OPERATING FIXED CHARGES			118,332	LN 17	1,484	37,474	0	3,318	29,842	3,123	1,860	0	0	2,461	38,771	0
25a	: OTHER INCOME ADJ BASED ON PLANT			0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
25b	: OTHER INCOME ADJ BASED ON EXP			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
26a	: SCH "M" ADJ BASED ON PLANT			0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
26b	: SCH "M" ADJ BASED ON EXP			-2,861,260	LN 1+DIRECT	-43,622	-1,264,663	0	-78,173	-649,367	-76,717	-35,253	0	0	-33,916	-779,520	0
27	NET TAXABLE INCOME			-100.0000%		-1,4731%	-42,707%	0.0000%	-2,6395%	-21,9285%	-2,5907%	-1,1905%	0.0000%	0.0000%	-1,1453%	-26,3240%	0
28	% DISTRIBUTION																
OPERATING TAXES																	
29	FEDERAL ITC AMORTIZATION	7210		0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
30	STATE ITC AMORTIZATION	7210		0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
31	OPERATING FEDERAL INCOME TAX	7220		75,806	LN 28	1,117	32,373	0	2,001	16,623	1,954	902	0	0	863	19,955	0
32	OPERATING STATE & LOCAL INC. TAX	7230		0	LN 28	0	0	0	0	0	0	0	0	0	0	0	0
33	OPERATING TAXES - OTHER	7240		44,807	LN 2+DIRECT	669	17,661	0	1,247	9,099	1,034	618	0	0	693	12,960	0
34	OPERATING TAXES - DIRECT ASSIGN	7243		335	DIRECT	0	335	0	0	0	0	0	0	0	0	0	0
35	TOTAL OPERATING TAXES			120,548		1,786	50,391	0	3,248	26,523	2,998	1,521	0	0	1,566	32,915	0

PART 36 SEPARATIONS

DEVELOPMENT OF ALLOCATION RATIOS

LN	ALLOCATION RATIOS	TOTAL COMPANY	ALLOCATION BASIS			INTERSTATE						INTRASTATE						EXCHANGE MESSAGE	EAS	EXCHANGE MESSAGE	OTHER
			MESSAGE TOLL	INTRALATA	INTERLATA	MESSAGE TOLL	INTRALATA	INTERLATA	MESSAGE TOLL	INTRALATA	INTERLATA	MESSAGE TOLL	INTRALATA	INTERLATA	MESSAGE TOLL	INTRALATA	INTERLATA				
1	ALLOCATED LOOPS - COE	1,146	9	274	0	5	258	27	11	0	0	0	0	0	0	0	0	565	0	0	
2	PERCENT DISTRIBUTION	100.0000%	0.7721%	23.8769%	0.0000%	0.4363%	22.3338%	2.3172%	0.5599%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	49.3019%	0.0000%	0.0000%	
3	ALLOCATED LOOPS - CWF	1,146	9	274	0	5	258	27	11	0	0	0	0	0	0	0	0	565	0	0	
4	PERCENT DISTRIBUTION	100.0000%	0.7721%	23.8769%	0.0000%	0.4363%	22.3338%	2.3172%	0.5599%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	49.3019%	0.0000%	0.0000%	
5	ALLOCATED CIRCUIT TERM - COE	281	5	152	0	3	164	11	7	0	0	0	0	0	0	0	0	0	0	0	
6	PERCENT DISTRIBUTION	100.0000%	1.7649%	54.0030%	0.0000%	1.0676%	36.8492%	3.8181%	2.4911%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
7	ALLOCATED CIRCUIT MILES - CWF	9573.37	279.85	4745.71	0.00	81.50	3953.72	423.39	185.20	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
8	PERCENT DISTRIBUTION	100.0000%	2.8930%	49.1089%	0.0000%	0.8425%	40.8722%	4.3769%	1.9146%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
9	ALLOCATED EXCH WIDEBAND LOOPS	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
10	PERCENT DISTRIBUTION	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
11	ALLOC EXCH WIDEBAND CHAN (MOUS)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
12	PERCENT DISTRIBUTION	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
13	ALLOC IX WIDEBAND CHAN (MOU MILES)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
14	PERCENT DISTRIBUTION	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
15	ALLOCATED TOLL MESSAGES (SP * RC)	367,609	12,835	91,659	0	255,863	7,232	1,9573%	0	0	0	0	0	0	0	0	0	0	0	0	
16	PERCENT DISTRIBUTION	100.0000%	3.4815%	24.9338%	0.0000%	68.6074%	1.9573%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
17	RESERVED FOR FUTURE USE	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
18	PERCENT DISTRIBUTION	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	

PART 36 SEPARATIONS

CWC-1

CASH WORKING CAPITAL WORKSHEET

LN	DESCRIPTION	TOTAL COMPANY	ALLOCATION BASIS	MESSAGE TOLL		INTERSTATE		SPECIAL ACCESS		INTRA-STATE		MESSAGE TOLL		SPECIAL ACCESS		EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE
				INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA			
1	PLANT SPECIFIC EXPENSES	1,061,695	S-9/LN 27	16,775	453,132	0	31,608	0	0	224,933	23,473	14,070	0	0	0	0	13,198	264,505
2	PLANT NON SPECIFIC EXP EXCL DEP & AMORT	71,358	VARIOUS	893	35,173	0	1,563	0	0	13,206	1,380	825	0	0	0	0	931	17,285
3	CUSTOMER OPERATIONS EXP - MARKETING	187,513	S-11/LN 12	1,317	64,302	0	0	0	0	53,106	13,171	0	0	0	0	0	0	45,617
4	CUSTOMER OPERATIONS EXP - SERVICES	483,417	S-11/LN 44	6,448	222,630	0	11,262	0	0	102,677	13,070	5,011	0	0	0	0	4,696	117,623
5	CORPORATE OPERATIONS EXPENSE	0	S-12/LN 15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
6	EQUAL ACCESS EXPENSE	0	S-12/LN 14	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7	OTHER EXPENSE - CONTRIBUTIONS	0	S-12/LN 17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	INTEREST ON CUSTOMER DEPOSITS	75,806	S-12/LN 31	1,117	32,375	0	2,001	0	0	16,623	1,964	902	0	0	0	0	868	19,955
9	FEDERAL INCOME TAX (ACTUAL)	0	S-12/LN 32	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10	STATE INCOME TAX (ACTUAL)	44,807	S-12/LN 30	669	17,681	0	1,247	0	0	9,899	1,034	618	0	0	0	0	696	12,860
11	OTHER OPERATING TAX	335	S-12/LN 34	0	335	0	0	0	0	0	0	0	0	0	0	0	0	0
12	OTHER OPERATING TAX - DIRECT ASSIGN	0	RECORDS	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	GROSS RECEIPTS TAX (ACTUAL)	0	S-12/LN 16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14	INTEREST ON CAPITAL LEASES	116,332	S-12/LN 18	1,484	37,474	0	3,318	0	0	29,842	3,123	1,860	0	0	0	0	2,461	36,771
15	OTHER FIXED CHARGES - OPERATING	2,043,263	S-12/LN 16	26,704	683,100	0	51,059	0	0	460,266	57,216	23,287	0	0	0	0	22,852	536,719
16	TOTAL CASH WORKING CAPITAL EXPENSES	2,043,263	RECORDS	0,07732	0,07732	0,07732	0,07732	0,07732	0,07732	0,07732	0,07732	0,07732	0,07732	0,07732	0,07732	0,07732	0,07732	0,07732
17	CASH WORKING CAPITAL RATIO	157,975	RECORDS	2,219	65,731	0	3,351	0	0	35,587	4,424	1,800	0	0	0	0	1,767	41,496
18	CASH WORKING CAPITAL	48,747	/LN 15	685	20,591	0	1,219	0	0	10,381	1,353	556	0	0	0	0	545	12,805
19	MINIMUM BANK BALANCE	480	/LN 16	7	203	0	12	0	0	108	13	5	0	0	0	0	5	126
20	WORKING CASH ADVANCES	207,202		2,911	87,525	0	5,182	0	0	46,676	5,802	2,361	0	0	0	0	2,317	54,427
21	TOTAL CASH WORKING CAPITAL																	

PART 36 SEPARATIONS

ALLOCATION RATIOS	A/C #	TOTAL	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	BAS	EXCHANGE MESSAGE	OTHER	
			MESSAGE		SPECIAL ACCESS	MESSAGE		SPECIAL ACCESS					
			INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA					
NET INVESTMENT SUMMARY													
GENERAL SUPPORT FACILITIES	2110	100.0000%	1.4939%	39.4608%	0.0000%	2.7624%	22.0935%	2.3087%	1.3795%	0.0000%	1.5577%	26.9234%	0.0000%
CENTRAL OFFICE SWITCHING EQUIP	2210	100.0000%	2.9700%	62.0300%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	15.0000%	0.0000%
OPERATOR SYSTEMS EQUIPMENT	2220	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CENTRAL OFFICE TRANSMISSION EQUIP	2230	100.0000%	1.2572%	38.5732%	0.0000%	6.1148%	28.7241%	2.9775%	1.8128%	0.0000%	0.0000%	20.5407%	0.0000%
INFORMATION ORIG/TERM EQUIPMENT	2310	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CABLE AND WIRE FACILITIES	2410	100.0000%	1.1921%	28.1827%	0.0000%	2.1001%	25.2720%	2.6814%	1.9897%	0.0000%	0.0000%	36.3723%	0.0000%
TANGIBLE ASSETS	2680	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
INTANGIBLE ASSETS	2690	0.0000%	1.4939%	39.4608%	0.0000%	2.7624%	22.0935%	2.3087%	1.3795%	0.0000%	1.5577%	26.9234%	0.0000%
TOTAL PLANT IN SERVICE A/C 2001		100.0000%											
PROPERTY HELD FOR FUTURE USE	2002	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
PLANT UNDER CONSTRUCTION	2003	100.0000%	1.4939%	39.4608%	0.0000%	2.7624%	22.0935%	2.3087%	1.3795%	0.0000%	1.5577%	26.9234%	0.0000%
RESERVED FOR FUTURE USE	2004	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TELEPHONE PLANT ADJUSTMENT	2005	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
NONOPERATING PLANT	2006	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
GOODWILL	2007	100.0000%	1.4939%	39.4608%	0.0000%	2.7624%	22.0935%	2.3087%	1.3795%	0.0000%	1.5577%	26.9234%	0.0000%
TOTAL PROPERTY, PLANT & EQUIP													
ACCUM DEPR-PLANT IN SERVICE	3100	100.0000%	1.6049%	43.0717%	0.0000%	2.7724%	20.6455%	2.1558%	1.2905%	0.0000%	1.3158%	27.1436%	0.0000%
ACCUM DEPRECIATION - FUTURE USE	3200	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
ACCUM AMORT-TANGIBLE PROPERTY	3400	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
ACCUM AMORT-INTANGIBLE PROPERTY	3500	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
ACCUM AMORT-TEL PLANT ADJ	3600	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
NONCURRENT DEFERRED INC TAX - NET	4340	100.0000%	1.4939%	39.4608%	0.0000%	2.7624%	22.0935%	2.3087%	1.3795%	0.0000%	1.5577%	26.9234%	0.0000%
OTHER DEFERRED CREDITS - NET	4370	0.0000%	1.4939%	39.4608%	0.0000%	2.7624%	22.0935%	2.3087%	1.3795%	0.0000%	1.5577%	26.9234%	0.0000%
CUSTOMER DEPOSITS		100.0000%	1.2544%	31.6678%	0.0000%	2.8038%	25.2187%	2.6389%	1.5716%	0.0000%	2.0798%	32.7648%	0.0000%
NET TELEPHONE PLANT													
MATERIALS AND SUPPLIES	1220	100.0000%	1.1921%	28.1827%	0.0000%	2.1001%	25.2720%	2.6814%	1.9897%	0.0000%	2.6597%	36.3723%	0.0000%
INVESTMENT IN NONAFFILIATED COS	1402	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
EQUAL ACCESS EQUIPMENT	1439	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
OTHER JURISDICTIONAL ASSETS	1500	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CASH WORKING CAPITAL	XXXX	100.0000%	1.4048%	42.2413%	0.0000%	2.9008%	22.5270%	2.8002%	1.1397%	0.0000%	1.1184%	26.2677%	0.0000%
NET TEL PLANT, M&S AND C/W		100.0000%	1.2616%	32.1809%	0.0000%	2.7849%	25.0836%	2.6471%	1.5501%	0.0000%	2.0345%	32.4573%	0.0000%

PART 36 SEPARATIONS

ALLOCATION RATIOS		INTERSTATE			INTRASTATE			EXCHANGE MESSAGE			OTHER		
A/C #	TOTAL	INTRALATA	INTERLATA	MESSAGE	INTRALATA	INTERLATA	MESSAGE	INTRALATA	INTERLATA	EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
OPERATING EXP AND TAX SUMMARY													
5110	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6120	100.0000%	1.4939%	39.4608%	0.0000%	2.7824%	0.0000%	2.0077%	22.0935%	0.0000%	0.0000%	1.5577%	26.9234%	0.0000%
6210	100.0000%	1.9205%	55.4015%	0.0000%	3.7467%	0.0000%	1.8245%	17.6003%	0.0000%	0.0000%	0.0000%	18.3951%	0.0000%
6310	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6410	100.0000%	1.1921%	25.1827%	0.0000%	2.1001%	0.0000%	2.6514%	25.2720%	0.0000%	0.0000%	2.6997%	36.3723%	0.0000%
6510	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6520	100.0000%	1.4939%	39.4608%	0.0000%	2.7824%	0.0000%	2.0077%	22.0935%	0.0000%	0.0000%	1.5577%	26.9234%	0.0000%
6530	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6540	100.0000%	0.0000%	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6610	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6620	100.0000%	0.7026%	34.2519%	0.0000%	0.0000%	0.0000%	7.0240%	33.6542%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6710	100.0000%	1.4482%	41.4277%	0.0000%	2.9294%	0.0000%	2.9556%	23.0511%	0.0000%	0.0000%	0.0000%	26.4178%	0.0000%
6720	100.0000%	1.2730%	48.5136%	0.0000%	2.2294%	0.0000%	2.9804%	20.2713%	0.0000%	0.0000%	0.8272%	23.2215%	0.0000%
	100.0000%	1.4059%	42.9735%	0.0000%	2.4685%	0.0000%	2.8323%	22.3906%	0.0000%	0.0000%	1.0435%	25.7761%	0.0000%
DEPRECIATION AND AMORTIZATION													
6560	100.0000%	1.6121%	43.6478%	0.0000%	2.9377%	0.0000%	2.1630%	20.7287%	0.0000%	0.0000%	1.1951%	26.4177%	0.0000%
7240	100.0000%	1.4628%	39.9101%	0.0000%	2.7617%	0.0000%	2.2916%	21.9295%	0.0000%	0.0000%	1.3461%	26.7088%	0.0000%
7500	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5240	100.0000%	1.2572%	36.5732%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
	100.0000%	1.4822%	43.1672%	0.0000%	2.6331%	0.0000%	2.5987%	21.7919%	0.0000%	0.0000%	1.1064%	26.0559%	0.0000%
NON OPERATING EXPENSE													
7370	100.0000%	1.4939%	39.4608%	0.0000%	2.7824%	0.0000%	2.3087%	22.0935%	0.0000%	0.0000%	1.5577%	28.9234%	0.0000%
	100.0000%	1.3339%	45.0533%	0.0000%	2.3296%	0.0000%	2.7036%	21.2399%	0.0000%	0.0000%	0.5715%	24.3315%	0.0000%
	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL NON OPERATING EXPENSE													
	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
UNCOLLECTIBLES													
5310	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5320	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5330	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL UNCOLLECTIBLES													
	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
ALLOW FOR FUNDS USED DURING CONSTR													
	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
OTHER INCOME ADJUSTMENTS													
	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%

PART 36 SEPARATIONS

Midvale Telephone Exchange, Inc. - ID - December 31, 2004
472226

EFFECTIVE FEDERAL INCOME TAX RATE

TAX-1

LN	DESCRIPTION	SOURCE	TAXABLE INCOME		INCOME TAX	
			TOTAL	OPERATING	TOTAL	OPERATING
1	AVERAGE NET INVESTMENT	S-1, LN 1	4,121,303	4,121,303		
2	ASSUMED RATE OF RETURN FOR ESTIMATING TAX RATE	LN 1, LN 2	7.8382%	7.8382%		
3	RETURN ON INVESTMENT		323,034	323,034		
4	FIT INCOME ADJUSTMENT (FROM COST STUDY)	S-12, LN 29	116,332	116,332		
5	INVESTMENT TAX CREDIT AMORTIZATION	LN 3-4-5	0	0		
6	AFTER TAX INCOME BEFORE TAX CREDITS	LN 6, LN 7	204,702	204,702		
7	FIT BEFORE TAX CREDITS (MUST EQUAL LN 17)		195,453	195,453		
8	TAXABLE INCOME		310,155	310,155		
9	FIT ON \$0 to \$50,000 @ 15%		50,000	50,000	7,500	7,500
10	FIT ON \$50,000 to \$75,000 @ 25%		25,000	25,000	6,250	6,250
11	FIT ON \$75,000 to \$100,000 @ 34%		25,000	25,000	8,500	8,500
12	FIT ON \$100,000 to \$333,333 @ 35%		210,155	210,155	81,961	81,961
13	FIT ON \$333,333 to \$10,000,000 @ 34%		0	0	0	0
14	FIT ON \$10,000,000 to \$15,000,000 @ 35%		0	0	0	0
15	FIT ON \$15,000,000 to \$18,333,333 @ 36%		0	0	0	0
16	FIT ON OVER \$18,333,333 @ 35%		0	0	0	0
17	TOTAL TAXABLE INCOME/FIT BEFORE TAX CREDITS	LN 8, LN 16	310,155	310,155	104,211	104,211
18	EFFECTIVE FIT TAX RATE				33.5955%	33.5955%