

ANNUAL REPORT

OF

Cambridge Telephone Company

NAME

PO Box 88
Cambridge, ID 83610

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2025

**ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING DECEMBER 31, 2025**

COMPANY INFORMATION

Exact name of utility: Cambridge Telephone Company
 Address of principal office: P.O Box 69, Cambridge ID 83610
 Telephone Number (Area Code 208) 257-3314 email address: jwestcott@ctctele.com
 Cities or towns served: Cambridge, Council, Indian Valley, Cuprum, Lowman

Name and title of officer having custody of the general corporate books of account: _____
James Wescott, CEO

Address of office where corporate books are kept and phone number: _____
P.O. Box 88, 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

P.O. Box 88, 130 Superior Street, Cambridge, ID 83610, (208) 257-3314

Names of affiliated companies. Give address and description of business: _____

CTC Telecom, Inc., P.O. Box 69, Cambridge, ID

83610-Telecommunications, Internet and Wireless (CLEC)

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 |
|----------------------|-----------------|----------------------------------|
| Chairman & President | Richard Wiggins | P.O. Box 88, Cambridge, ID 83610 |
| Vice President | Kermit Wiggins | P.O. Box 88, Cambridge, ID 83610 |
| Secretary/Treasurer | Kristie Kanady | P.O. Box 88, Cambridge, ID 83610 |
| Board Member | Joana Wiggins | P.O. Box 88, Cambridge, ID 83610 |
| Board Member & CEO | James Wescott | P.O. Box 88, 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.)

| Name and Address | Term Expired or Current Term Will Expire | Meetings Attended This year | Fees Paid During Year |
|---|---|--|----------------------------------|
| Kermit Wiggins P.O. Box 88, Cambridge, ID 83610 | Indefinite | 1 | - |
| Richard Wiggins P.O. Box 88, Cambridge, ID 83610 | Indefinite | 1 | - |
| Joana Wiggins P.O. Box 88, Cambridge, ID 83610 | Indefinite | 1 | - |
| Kristie Kanady P.O. Box 88, Cambridge, ID 83610 | Indefinite | 1 | - |
| James Wescott P.O. Box 88, Cambridge, ID 83610 | Indefinite | 1 | - |

Name of Chairman of the Board: Richard Wiggins
 Name of Secretary (or Clerk) of Board: Kristie Kanady
 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.)

| Name | Title | Wages and Bonuses Paid |
|-----------------|---------------------------------------|-------------------------------|
| Richard Wiggins | Chairman & President | Confidential |
| James Wescott | CEO | Confidential |
| Kristie Kanady | Secretary/Treasurer & Billing Manager | Confidential |
| Jerry Piper | VP, Operations | Confidential |
| | | |
| | | |
| | | |
| | | |

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 | - | - | - |
| 1130 Cash | <u>1,008,590</u> | <u>442,542</u> | <u>(566,048)</u> |
| 1140 Special Cash Deposits | - | - | - |
| 1150 Working Cash Advances | - | - | - |
| 1160 Temporary Investments | - | - | - |
| 1180 Telecommunications Accts. Receivable | <u>7,349,181</u> | <u>2,892,357</u> | <u>(4,456,824)</u> |
| 1181 Accts. Rec. Allow. -Telecommunications | - | - | - |
| 1190 Other Accounts Receivable | <u>567,720</u> | <u>568,940</u> | <u>1,220</u> |
| 1191 Accounts Receivable Allow. - Other | - | - | - |
| 1200 Notes Receivable | <u>100,000</u> | - | <u>(100,000)</u> |
| 1201 Notes Receivable Allowance | - | - | - |
| 1210 Interest & Dividends Receivable | - | - | - |
| 1220 Material and Supplies | <u>2,812,178</u> | <u>2,503,082</u> | <u>(309,096)</u> |
| 1280 Prepayments | - | - | - |
| 1290 Prepaid Rents | - | - | - |
| 1300 Prepaid Taxes | - | - | - |
| 1310 Prepaid Insurance | - | - | - |
| 1320 Prepaid Directory Expenses | - | - | - |
| 1330 Other Prepayments | <u>75,529</u> | <u>63,834</u> | <u>(11,695)</u> |
| 1350 Other Current Assets | - | - | - |
| Noncurrent Assets | | | |
| 1401 Investment in Affiliated Companies | <u>3,397,220</u> | <u>3,053,549</u> | <u>(343,671)</u> |
| 1402 Investment in Nonaffiliated Companies | <u>327,390</u> | <u>404,388</u> | <u>76,998</u> |
| 1406 Nonregulated Investments | - | - | - |
| 1407 Unamortized Debt Issuance Expense | - | - | - |
| 1408 Sinking Funds | - | - | - |
| 1410 Other Noncurrent Assets | - | - | - |
| 1437 Right-of-use Assets | <u>37,889</u> | <u>51,162</u> | <u>13,273</u> |
| 1438 Deferred Maintenance & Retirements | - | - | - |
| 1439 Deferred Charges | <u>1,470</u> | <u>1,470</u> | - |
| 1500 Other Jurisdiction Assets - Net | - | - | - |
| Property, Plant and Equipment | | | |
| 2001 Telecommunications Plants in Service | <u>34,314,877</u> | <u>40,476,135</u> | <u>6,161,258</u> |
| 2002 Prop. Held for Future Telecom. Use | - | - | - |
| 2003 Telecom. Plant under Constr. - Short Term | <u>28,992</u> | <u>2,585,200</u> | <u>2,556,208</u> |
| 2004 Telecom. Plant under Constr. - Long Term | - | - | - |
| 2005 Telecom. Plant Adjustment | - | - | - |
| 2006 Nonoperating Plant | - | - | - |
| 2007 Goodwill | - | - | - |
| Depreciation and Amortization | | | |
| 3100 Accumulated Depreciated | <u>(23,299,158)</u> | <u>(23,145,503)</u> | <u>153,655</u> |
| 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 | <u>26,721,878</u> | <u>29,897,156</u> | <u>3,175,278</u> |

These financial statements have not been subjected to an audit, review or compilation engagement, and no assurance is provided for them

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 | 351,233 | 263,543 | (87,690) |
| 4020 Notes Payable | - | - | - |
| 4030 Advance Billings and Payments | 156,778 | 156,778 | - |
| 4040 Customer Deposits | 2,290 | 1,390 | (900) |
| 4050 Current Maturities - Long -Term Debt | 1,345,232 | 1,672,300 | 327,068 |
| 4060 Current Maturities - Capital leases | 37,197 | 20,672 | (16,525) |
| 4070 Income Taxes - Accrued | - | - | - |
| 4080 Other Taxes - Accrued | 11,310 | 6,362 | (4,948) |
| 4100 Net Current Defer. Oper. Income Taxes | - | - | - |
| 4110 Net Current Defer. Nonoper. Income Taxes | - | - | - |
| 4120 Other Accrued Liabilities | 229,762 | 268,097 | 38,335 |
| 4130 Other Current Liabilities | - | - | - |
| Long-Term Debt | | | |
| 4210 Funded Debt | 6,736,627 | 9,635,578 | 2,898,951 |
| 4220 Premium on Long-Term Debt | - | - | - |
| 4230 Discount on Long-Term Debt | - | - | - |
| 4240 Reacquired Debt | - | - | - |
| 4250 Obligations Under Capital Leases | - | 29,177 | 29,177 |
| 4260 Advances from Affiliated Companies | - | - | - |
| 4270 Other Long-Term Debt | - | - | - |
| Other Liabilities & Deferred Credits | | | |
| 4310 Other Long-Term Liabilities | 263,454 | 344,921 | 81,467 |
| 4320 Unamort. Oper. Invest. Tax Credits - Net | - | - | - |
| 4330 Unamort. Nonoper. Invest. Tax Credits - Net | 552,126 | 461,536 | (90,590) |
| 4340 Net Noncurrent Defer. Oper. Income Taxes | - | - | - |
| 4350 Net Noncur. Defer. Nonoper. Income Taxes | - | - | - |
| 4360 Other Deferred Credits | - | - | - |
| 4370 Other Juris. Liab. & Def. Credits - Net | - | - | - |
| Stockholders' Equity | | | |
| 4510 Capital Stock | 30,000 | 30,000 | - |
| 4520 Additional Paid-In Capital | - | - | - |
| 4530 Treasury Stock | (765,594) | (765,594) | - |
| 4540 Other Capital | - | - | - |
| 4550 Retained Earnings | 17,771,463 | 17,772,396 | 933 |
| TOTAL LIAB. & OTHER CREDITS | 26,721,878 | 29,897,156 | 3,175,278 |

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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 |
|---|---------------------------------|--------------------------|-----------------------------|---------------------------------|---------------------------|
| Telecommunications Plant in Service | 102,302 | | | | 102,302 |
| 2111 Land | 1,492,440 | 249,841 | (104,503) | - | 1,637,778 |
| 2112 Motor Vehicles | - | - | - | - | - |
| 2113 Aircraft | - | - | - | - | - |
| 2114 Special Purpose Vehicles | - | - | - | - | - |
| 2115 Garage Work Equipment | - | - | - | - | - |
| 2116 Other Work Equipment | 1,838,560 | 448,944 | (29,451) | - | 2,258,053 |
| 2121 Buildings | 2,762,656 | 32,671 | - | - | 2,795,327 |
| 2122 Furniture | 79,113 | - | - | - | 79,113 |
| 2123 Office Equipment | 14,890 | - | - | - | 14,890 |
| 2124 General Purpose Computers | 69,070 | 10,854 | (27,076) | - | 52,848 |
| 2211 Analog Electronic Switching | - | - | - | - | - |
| 2212 Digital Electronic Switching | 1,088,852 | - | (377,397) | - | 711,455 |
| 2215 Electro-Mechanical Switching | - | - | - | - | - |
| 2220 Operator Systems | - | - | - | - | - |
| 2231 Radio Systems | 583,067 | 64,657 | - | - | 647,724 |
| 2232 Circuit Equipment | 3,350,459 | 683,060 | (48,930) | - | 3,984,589 |
| 2311 Station Apparatus | - | - | - | - | - |
| 2321 Customer Premises Wiring | - | - | - | - | - |
| 2341 Large Private Branch Exchanges | - | - | - | - | - |
| 2351 Public Telephone Terminal Equipment - Towers | - | - | - | - | - |
| 2362 Other Terminal Equipment | - | - | - | - | - |
| 2411 Poles | 68,722 | - | - | - | 68,722 |
| 2421 Aerial Cable | 556,990 | - | - | - | 556,990 |
| 2422 Underground Cable | 37,662 | - | - | - | 37,662 |
| 2423 Buried Cable | 22,146,449 | 6,731,774 | (1,473,186) | - | 27,405,037 |
| 2424 Submarine Cable | - | - | - | - | - |
| 2426 Intrabuilding Network Cable | 7,359 | - | - | - | 7,359 |
| 2431 Aerial Wire | - | - | - | - | - |
| 2441 Conduit Systems | 116,287 | - | - | - | 116,287 |
| 2681 Capital Leases | - | - | - | - | - |
| 2682 Leasehold Improvements | - | - | - | - | - |
| 2690 Intangibles | - | - | - | - | - |
| TOTAL PLANT ACCOUNTS | 34,314,877 | 8,221,801 | (2,060,543) | - | 40,476,135 |

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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 company total | | | |
| 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 | | | | | |
| TOTAL PLANT ACCOUNTS | | | | | |

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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 |
| Analysis of Entries in Accumulated Depreciation | | | | | | |
| 2112 | Motor Vehicles | 1,228,830 | 25% | 207,820 | (89,353) | 1,347,297 |
| 2113 | Aircraft | - | - | - | - | - |
| 2114 | Special Purpose Vehicles | - | - | - | - | - |
| 2115 | Garage Work Equipment | - | - | - | - | - |
| 2116 | Other Work Equipment | 1,696,642 | 13% | 162,354 | (29,451) | 1,829,545 |
| 2121 | Buildings | 2,186,863 | 3% | 82,596 | - | 2,269,459 |
| 2122 | Furniture | 69,417 | 13% | 3,111 | - | 72,528 |
| 2123 | Office Equipment | 13,054 | 20% | 1,835 | - | 14,889 |
| 2124 | General Purpose Computers | 51,639 | 20% | 5,374 | (27,076) | 29,937 |
| 2211 | Analog Electronic Switching | - | - | - | - | - |
| 2212 | Digital Electronic Switching | 1,097,820 | 12% | (8,968) | (377,397) | 711,455 |
| 2215 | Electro-Mechanical Switching | - | - | - | - | - |
| 2220 | Operator Systems | - | 20% | - | - | - |
| 2231 | Radio Systems | 455,312 | 10% | 58,306 | - | 513,618 |
| 2232 | Circuit Equipment | 2,344,067 | 12% | 281,072 | (48,930) | 2,576,209 |
| 2311 | Station Apparatus | - | - | - | - | - |
| 2321 | Customer Premises Wiring | - | - | - | - | - |
| 2341 | Large Private Branch Exchanges | - | - | - | - | - |
| 2351 | Public Telephone Terminal Equipment | - | 5% | - | - | - |
| 2362 | Other Terminal Equipment | 168,816 | 10% | - | - | 168,816 |
| 2411 | Poles | 62,425 | 7% | - | (2,876) | 59,549 |
| 2421 | Aerial Cable | 556,990 | - | - | - | 556,990 |
| 2422 | Underground Cable | 37,662 | 7% | - | - | 37,662 |
| 2423 | Buried Cable | 13,205,976 | 7% | 1,101,112 | (1,473,186) | 12,833,902 |
| 2424 | Submarine Cable | - | - | - | - | - |
| 2426 | Intrabuilding Network Cable | 7,359 | - | - | - | 7,359 |
| 2431 | Aerial Wire | - | - | - | - | - |
| 2441 | Conduit Systems | 116,288 | 7% | - | - | 116,288 |
| | TOTAL | 23,299,160 | 7% | 1,894,612 | (2,048,269) | 23,145,503 |

*Please list individual depreciation rate for each account.

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ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

IDAHO Operations Only

Analysis of Entries in Accumulated Depreciation

| | Balance Beginning of Year | Depreciation Rate* | Credits During Year | Retirements and Adjustments | Balance End of Year |
|--|---------------------------------|-----------------------|---------------------------|-----------------------------------|---------------------------|
| 2112 Motor Vehicles | | Same as company total | | | |
| 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 | | | | | |
| TOTAL | | | | | |

*Please list individual depreciation rate for each account.

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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> |
|---------------------------|----------------------|---|---|
| CTC Telecom, Inc. | 1998 | | 3,053,549 |
| Cash value life insurance | 2008 | | 53,332 |
| NRTC | 2003-2020 | | 6,135 |
| Marketable Securities | 2023 | | 344,921 |
| | | | |
| | | | |
| | | | |
| Totals | | | 3,457,937 |

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 customers | | 187,479 |
| Interexchange Carriers | | 560,806 |
| Miscellaneous other | | 8,134 |
| Affiliate Receivable | | 2,704,878 |
| | | |
| | | |
| | | |
| Totals | | 3,461,297 |

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 | _____ | _____ | _____ | _____ |

ACCOUNTS PAYABLE

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

| <u>Name of Creditor</u> | <u>Amount</u> |
|-----------------------------|----------------|
| Ridge Country Underground | 135,855 |
| Aetna | 36,387 |
| Forvis Mazars | 14,975 |
| Computer technology inc | 11,736 |
| Bankcard Center | 11,316 |
| Vertigis LLC | 9,274 |
| Inglass LLC | 7,673 |
| Stuart C Irby Company | 6,960 |
| Idaho Power | 5,195 |
| Telispire/Zefcom LLC | 4,424 |
| Universal Service Admin. | 3,961 |
| Farmers Supply Coop | 3,458 |
| Westside Enterprises, Inc | 2,013 |
| Utah State Tax Commission | 1,695 |
| Idaho Dept. of Commerce | 1,690 |
| Interstate TRS Fund | 1,109 |
| US Bank Equipment Finance | 1,048 |
| Zions ACH Payment | 924 |
| Adams County Clerk | 690 |
| Pivot Group LLC | 569 |
| Jerry's Auto Parts | 514 |
| Iconectiv, LLC | 450 |
| Employee mileage | 417 |
| City of Cambridge | 391 |
| Mesa Domestic LLC | 360 |
| Washington County Clerk | 293 |
| Cumulative payables < \$100 | 166 |
| Totals | 263,543 |

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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 | Face Amount Authorized | Outstanding Year-End | Premium/ Discount | | Interest for year | |
|---|---------------------|------------------------|------------------------------|-------------------------|-------------------|-----------|-------------------|----------------|
| | | | | | Total | Amortized | Rate | Amount |
| Zion Bank Promissory LOC (2515) | 9/23/2024 | 2027 | 2,000,000 | 1,908,265 | | | 6.50% | 127,019 |
| Zion Bank Promissory Note -1904 | 2023 | 2027 | 1,910,000 | 497,689 | | | 3.50% | 22,414 |
| Zion Bank Promissory Note - 1771 | 9/23/2024 | 2026 | 750,000 | 47,937 | | | 3.50% | 4,462 |
| Zion Bank Promissory Note - 4797 | 9/23/2024 | 2027 | 1,000,000 | 281,985 | | | 3.50% | 13,462 |
| Zion Bank Promissory Note - 7658 | 9/23/2024 | 2027 | 1,000,000 | 281,685 | | | 3.50% | 13,451 |
| Zion Bank Promissory Note - 0288 | 9/23/2024 | 2028 | 2,000,000 | 1,560,913 | | | 6.47% | 106,261 |
| Zion Bank Promissory Note - 5050 | 9/23/2024 | 2029 | 2,000,000 | 1,715,627 | | | 6.28% | 112,566 |
| Zion Bank Promissory LOC (5299) | 2022 | 2034 | 11,500,000 | 4,681,772 | | | 7.36% | 172,219 |
| Various - revolving line with fixed payments | | | | | | | | |
| Ford Credit | 2024 | 2030 | | 332,005 | | | 9.19% | 30,511 |
| Totals | | | | 11,307,878 | | | | 602,365 |

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INCOME & RETAINED EARNINGS STATEMENT

| Item | Total Company | Idaho Only |
|---|------------------|----------------------|
| Total Operating Income (from page 16) | 7,669,205 | Same as |
| Total Operating Expenses (from page 18) | 5,014,379 | total company |
| 7100 Other Operating Income and Expense | - | |
| 7210 Operating Investment Tax Credits-Net | - | |
| 7220 Operating Federal Income Taxes | - | |
| 7230 Operating State and Local Income Taxes | (90,590) | |
| 7240 Operating Other Taxes | 41,150 | |
| 7250 Provision for Deferred Operating Income Taxes-Net | - | |
| 7200 Operating Taxes (Total) | (49,440) | |
| 7310 Dividend Income | - | |
| 7320 Interest Income | (28,238) | |
| 7330 Income from Sinking and Other Funds | - | |
| 7340 Allowance for Funds Used During Construction | (161,070) | |
| 7350 Gains/Losses from the Disposition of Certain Property | - | |
| 7360 Other Nonoperating Income | (409,910) | |
| 7370 Special Charges | - | |
| 7300 Total Nonoperating Income and Expense | (599,218) | |
| 7410 Nonoperating Investment Tax Credits-Net | - | |
| 7420 Nonoperating Federal Income Taxes | - | |
| 7430 Nonoperating State and Local Income Taxes | - | |
| 7440 Nonoperating Other Taxes | - | |
| 7450 Provision for Deferred Nonoperating Income Taxes-Net | - | |
| 7400 Total Nonoperating Taxes | - | |
| 7510 Interest on Funded Debt | 521,622 | |
| 7520 Interest Expense-Capital Leases | - | |
| 7530 Amortization of Debt Issuance Expense | - | |
| 7540 Other Interest Deductions | 121 | |
| 7500 Total Interest and Related Items | 521,743 | |
| 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 | 944,831 | |
| AMOUNT TRANSFERRED TO RETAINED EARNINGS | 3,726,572 | |

These financial statements have not been subjected to an audit, review or compilation engagement, and no assurance is provided for them

OPERATING REVENUES

| Item | Total Company | Idaho Only |
|---|------------------|----------------------|
| Local Network Services Revenues | | |
| 5001 Basic Area Revenue | 328,468 | Same as |
| 5002 Optional Extended Area Revenue | - | total company |
| 5003 Cellular Mobile Revenue | - | |
| 5004 Other Mobile Services Revenue | - | |
| 5010 Public Telephone Revenue | - | |
| 5040 Local Private Line Revenue | - | |
| 5050 Customer Premises Revenue | - | |
| 5060 Other Local Exchange Revenue | 45,584 | |
| 5069 Other Local Exchange Settlements | 6,134,217 | |
| Network Access Services Revenues | | |
| 5081 End User Revenue (SLC) | 116,231 | |
| 5082 Switched Access Revenue (Interstate) | 806,941 | |
| 5083 Special Access Revenue | - | |
| 5084 State Access Revenue (Intrastate) | 41,215 | |
| Long Distance Network Services Revenues | - | |
| 5100 Long Distance Message Revenue - All | - | |
| Miscellaneous Revenues | | |
| 5230 Directory Revenue | 5,117 | |
| 5240 Rent Revenue | 2,053 | |
| 5250 Corporate Operations Revenue | 188,981 | |
| 5261 Special Billing Arrangements Revenue | - | |
| 5262 Customer Operations Revenue | - | |
| 5263 Plant Operations Revenue | - | |
| 5264 Other Incidental Regulated Revenue | 398 | |
| 5269 Other Revenue Settlements | - | |
| 5270 Carrier Billing & Collection Revenue | - | |
| Uncollectible Revenues | | |
| 5301 Uncollectible Revenue - Telecommunications | - | |
| 5302 Uncollectible Revenue - Other | - | |
| TOTAL OPERATING REVENUES | 7,669,205 | |

Please identify the following revenues:

| | |
|--|----------------|
| NECA USF \$ 6,134,381. To what account were they booked? | 5069.10 |
| State USF \$ 0. To what account were they booked? | 5084.52 |

OPERATING REVENUES

| Item | Total Company | Idaho Only |
|--|------------------|----------------------|
| Plant Specific Operations Expense | | |
| 6110 Network Support Expenses | | Same as |
| 6112 Motor Vehicle Expense | 16,813 | total company |
| 6113 Aircraft Expense | - | |
| 6114 Special Purpose Vehicles Expense | - | |
| 6115 Garage Work Equipment Expense | - | |
| 6116 Other Work Equipment Expense | - | |
| 6120 General Support Expenses | - | |
| 6121 Land and Building Expenses | 163,651 | |
| 6122 Furniture and Artworks Expense | - | |
| 6123 Office Equipment Expense | 25,078 | |
| 6124 General Purpose Computers Expense | 199,708 | |
| 6210 Central Office Switching Expenses | - | |
| 6211 Analog Electronic Expense | - | |
| 6212 Digital Electronic Expense | 70,611 | |
| 6215 Electro-Mechanical Expense | - | |
| 6220 Operators System Expense | - | |
| 6230 Central Office Transmission Expenses | - | |
| 6231 Radio Systems Expense | - | |
| 6232 Circuit Equipment Expense | 221,406 | |
| 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 | 184,382 | |
| 6411 Pole Expense | - | |
| 6421 Aerial Cable Expense | - | |
| 6422 Underground Cable Expense | - | |
| 6423 Buried Cable Expense | 244,930 | |
| 6424 Submarine Cable Expense | - | |
| 6425 Deep Sea Cable Expense | - | |
| 6426 Intra-building Network Cable Expense | - | |
| 6431 Aerial Wire Expense | - | |
| 6441 Conduit Systems Expense | - | |
| TOTAL PLANT SPECIFIC OPERATIONS EXP | 1,126,579 | |

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OPERATING REVENUES

| Item | Total Company | Idaho Only |
|--|------------------|----------------------|
| Plant Nonspecific Operations Expense | | |
| 6510 Other Property/Plant/Equipment Expenses | - | Same as |
| 6511 Property Held for Future Telecomm. Use Expenses | - | total company |
| 6512 Provisioning Expense | - | |
| 6530 Network Operations Expense | - | |
| 6531 Power Expense | - | |
| 6532 Network Administration Expense | 410,350 | |
| 6533 Testing Expense | - | |
| 6534 Plant Operations Administration Expense | - | |
| 6535 Engineering Expense | 2,344 | |
| 6540 Access Expense | 41,542 | |
| 6560 Depreciation and Amortization Expenses | - | |
| 6561 Depreciation Expense-Telecom. Plant in Service | 1,896,389 | |
| 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 | 2,350,625 | |
| Customer Operations Expense | | |
| 6610 Marketing | - | |
| 6611 Product Management | - | |
| 6612 Sales | - | |
| 6613 Product Advertising | 55,935 | |
| 6620 Services | - | |
| 6621 Call Completion Services | - | |
| 6622 Number Services | 7,154 | |
| 6623 Customer Services | 136,034 | |
| Total Customer Operations Expense | 199,123 | |
| Corporate Operations Expense | | |
| 6710 Executive and Planning | - | |
| 6711 Executive | 778,251 | |
| 6712 Planning | - | |
| 6720 General and Administrative | - | |
| 6721 Accounting and Finance | 377,707 | |
| 6722 External Relations | - | |
| 6723 Human Resources | - | |
| 6724 Information Management | - | |
| 6725 Legal | 12,039 | |
| 6726 Procurement | - | |
| 6727 Research and Development | - | |
| 6728 Other General and Administrative | 170,055 | |
| 6790 Provision for Uncollectible Notes Receivable | - | |
| Total Corporate Operations Expense | 1,338,052 | |
| TOTAL OPERATING EXPENSES | 3,887,800 | |

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CENTRAL OFFICE DATA
as of December 31, 2025 (unless otherwise indicated)

Name of Central Office: Cambridge
Prefix (es): 257, 253, 256, 259

Central Office Switch Type: Metaswitch

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

Access Line Capacity
Design: 5112 **Access Lines in Use**
Customer Lines: _____
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: _____
Public Telephone Lines _____
Company Official Lines 20
Company Test Lines 20

Classification of Customer Access

| | Residence | | | Business | | | Total Residence & Business |
|-------------------|----------------|-------------|-----------|----------------|-------------|----------|----------------------------------|
| | Multi- Line | Single Line | Subtotal | Multi- Line | Single Line | Subtotal | |
| | 1-Party | 1-Party | Residence | 1-Party | 1-Party | Business | |
| Beginning of Year | 930 | 930 | 930 | 162 | 162 | 162 | 1092 |
| New Connects | 29 | 29 | 29 | 8 | 8 | 8 | 37 |
| Disconnects | 124 | 124 | 124 | 11 | 11 | 11 | 135 |
| End of Year | 835 | 835 | 835 | 159 | 159 | 159 | 994 |

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: 33

Custom Calling:
Number of customers with at least one feature: 1014
Total number of features subscribed to: 20

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NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING 2025.

| | Local Exchange | Average # of Customer Lines in Use | Local Calls | | Toll Calls Originated (Total of all Carriers) | | | |
|----|----------------------------------|--|-------------------|---------------|---|------------|---------|---------------|
| | | | Number (1000s) | Avg./ Line | Intrastate | Interstate | Total | Avg./ Line |
| 1 | Cambridge Tel 253, 256, 257, 259 | 994 | | | 72,343 | 68,072 | 140,415 | 141 |
| 2 | | | | | | | | |
| 3 | | | | | | | | |
| 4 | | | | | | | | |
| 5 | | | | | | | | |
| 6 | | | | | | | | |
| 7 | | | | | | | | |
| 8 | | | | | | | | |
| 9 | | | | | | | | |
| 10 | | | | | | | | |
| 11 | | | | | | | | |
| 12 | | | | | | | | |
| 13 | | | | | | | | |
| 14 | | | | | | | | |
| 15 | | | | | | | | |
| 16 | | | | | | | | |
| 17 | | | | | | | | |
| 18 | | | | | | | | |

Rev 3/02

ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES
YEAR ENDED DECEMBER 31, 2025.

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 X No _____

Included in directory Yes _____ No X

Date of notification _____ 06/01/2025 _____

Alternate method of notification _____

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company _____ 0 _____

Category of complaints (if known):

Deposit Disputes _____

Charges on Bill _____

Denial/Termination _____

Quality or Availability
of Service _____

Carrier Selection/Assignment _____

Miscellaneous _____

CERTIFICATE

State of Idaho)
County of Washington) ss

WE, the undersigned James Wescott
and _____
of the Cambridge Telephone Company utility,

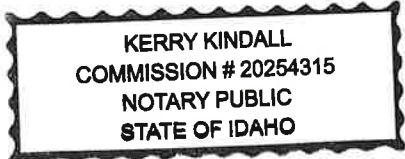
on our oath do severally say that the foregoing return has been prepared under our direction, from the original books, papers, and records of said utility; that we have carefully examined same, and declare the same to be a correct statement of the business affairs of said utility for the period covered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

[Signature]
(Chief Officer)

[Signature]
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 8 day of April, (Year) 2024.

[Signature]
Notary Public



My Commission expires 10/17, (Year) 2031.