

**ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO  
THE IDAHO PUBLIC UTILITIES COMMISSION  
FOR THE YEAR ENDING December 31, 2006**

**COMPANY INFORMATION**

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INDEX

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IDAHO PUBLIC UTILITIES COMMISSION

Exact name of utility: Fremont Telcom

Address of principal office: 110 East Main Street, Saint Anthony, ID 83445-1543

Telephone Number Area Code (208) 624-7300 E-mail address: pmartin@fairpoint.com

Cities or towns served: Saint Anthony, Ashton, Teton, and Island Park, ID

Name and title of officer having custody of the general corporate books of account: \_\_\_\_\_

Lisa Hood

Address of office where corporate books are kept and phone number: \_\_\_\_\_

305 N. Ruby, Ellensburg, WA 98926

Organized under the laws of the State of: Idaho

Date of organization: March 9, 1994

Form of organization (proprietorship, association, corporation): Corporation

If a Subchapter S Corporation, please specify: \_\_\_\_\_

Name and address of controlling company, if any: FairPoint Communications, 521 East Morehead,

Names of affiliated companies. Give address and description of business: None

**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 and CEO	Eugene B. Johnson	521 E. Morehead; Suite 250 Charlotte, NC 28202
COO	Peter G. Nixon	521 E. Morehead; Suite 250 Charlotte, NC 28202
Exec VP Corp Development	Walter E. Leach, Jr.	521 E. Morehead; Suite 250 Charlotte, NC 28202
Senior VP & General Counsel	Shirley J. Linn	521 E. Morehead; Suite 250 Charlotte, NC 28202
Senior VP & Controller	Lisa R. Hood	908 W. Frontview; PO Box 199 Dodge City, KS 67801
Exec VP/CFO	John Crowley	521 E. Morehead; Suite 250 Charlotte, NC 28202
VP of Regulatory Affairs	Patrick L. Morse	908 W. Frontview; PO Box 199 Dodge City, KS 67801
Vice President	Michael J. Stein	908 W. Frontview; PO Box 199 Dodge City, KS 67801
Asst. Treasurer & Asst. Sec.	Thomas E. Griffin	521 E. Morehead; Suite 250 Charlotte, NC 28202
Assistant Secretary	Neil A. Torpey	521 E. Morehead; Suite 250 Charlotte, NC 28202
Assistant Secretary	Thomas E. Kruger	521 E. Morehead; Suite 250 Charlotte, NC 28202

**DIRECTORS**

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

<b>Name and Address</b>	<b>Term Expired or Current Term Will Expire</b>	<b>Meetings Attended This year</b>	<b>Fees Paid During Year</b>
Eugene B. Johnson			
John P. Crowley			
Peter G. Nixon			
Walter E. Leach			
Shirley J. Linn			
Susan L. Sowell			
Patricia Garrison-Corbin			
David Hauser			
Claude Lilly			
Robert Lilien			
Address for all is 521 E. Morehead, Ste 250, Charlotte, NC 28202			

Name of Chairman of the Board: Eugene B. Johnson  
 Name of Secretary (or Clerk) of Board: Shirley J. Linn  
 Number of Meetings of the Board during the year: 4

**MANAGERS**

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

<b>Name</b>	<b>Title</b>	<b>Wages and Bonuses Paid</b>
Corey Packer	Operations Supervisor	\$ 68,958.00
Vickie Murray	Office Manager	\$ 46,436.00



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

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
<b>Current Assets</b>			
1120 Cash and Equivalents	476286	440254.92	-36031.08
1130 Cash			
1140 Special Cash Deposits			
1150 Working Cash Advances	700	700	0
1160 Temporary Investments			
1180 Telecommunications Accts. Receivable	106483	105895.18	-587.82
1181 Accts. Rec. Allow. -Telecommunications	-45254	-21176.87	24077.13
1190 Other Accounts Receivable	1832139	1506253.71	-325885.29
1191 Accounts Receivable Allow. - Other			
1200 Notes Receivable			
1201 Notes Receivable Allowance			
1210 Interest & Dividends Receivable			
1220 Material and Supplies	46131	135022.14	88891.14
1280 Prepayments			
1290 Prepaid Rents	93352.41	7014.13	-86338.28
1300 Prepaid Taxes			
1310 Prepaid Insurance			
1320 Prepaid Directory Expenses			
1330 Other Prepayments			
1350 Other Current Assets	23427	14829	-8598
<b>Noncurrent Assets</b>			
1401 Investment in Affiliated Companies	452878	112360	-340518
1402 Investment in Nonaffiliated Companies	1066551	1279984.9	213433.87
1406 Nonregulated Investments	100777	66783	
1407 Unamortized Debt Issuance Expense			
1408 Sinking Funds			
1410 Other Noncurrent Assets			
1438 Deferred Maintenance & Retirements	558269	893121	334852
1439 Deferred Charges			
1500 Other Jurisdiction Assets - Net			
<b>Property, Plant and Equipment</b>			
2001 Telecommunications Plants in Service	29055259	29537350	482091.38
2002 Prop. Held for Future Telecom. Use			
2003 Telecom. Plant under Constr. - Short Term	190428	176845.82	-13582.18
2004 Telecom. Plant under Constr. - Long Term			
2005 Telecom. Plant Adjustment			
2006 Nonoperating Plant	255717	287025	31308
2007 Goodwill	3998088	3998088	0
<b>Depreciation and Amortization Accounts</b>			
3100 Accumulated Depreciated	-21671641	-23700926	-2029285.00
3200 Accum. Depr. - Held for Future Use			
3300 Accumulated Depreciation - Nonoperating	-154941	-220243	-65302
3400 Accumulated Amortization - Tangible			
3410 Accum. Amort. - Capitalized Leases			
3420 Accum. Amort. - Leasehold Improvements			
3500 Accumulated Amortization - Intangible			
3600 Accumulated Amortization - Other			
<b>TOTAL ASSETS</b>	<b>16384649.41</b>	<b>14619181</b>	<b>-1765468.13</b>

**BALANCE SHEET**  
**Liabilities & Stockholders' Equity**

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
<b>Current Liabilities</b>			
4010 Accounts Payable	1186944	1140872	-46072
4020 Notes Payable			
4030 Advance Billings and Payments		6355	
4040 Customer Deposits	32925	21072	-11853
4050 Current Maturities - Long -Term Debt			
4060 Current Maturities - Capital leases			
4070 Income Taxes - Accrued	37263	93573	56310
4080 Other Taxes - Accrued	55363	33249	-22114
4100 Net Current Defer. Oper. Income Taxes			
4110 Net Current Defer. Nonoper. Income Taxes			
4120 Other Accrued Liabilities	79515	73138	-6377
4130 Other Current Liabilities			
<b>Long-Term Debt</b>			
4210 Funded Debt			
4220 Premium on Long-Term Debt			
4230 Discount on Long-Term Debt			
4240 Reacquired Debt			
4250 Obligations Under Capital Leases			
4260 Advances from Affiliated Companies			
4270 Other 3 1/2 Term Debt			
<b>Other Liabilities &amp; Deferred Credits</b>			
4310 Other Long-Term Liabilities	349649	291857	-57792
4320 Unamort. Oper. Invest. Tax Credits - Net			
4330 Unamort. Nonoper. Invest. Tax Credits - Net			
4340 Net Noncurrent Defer. Oper. Income Taxes	0	0	0
4350 Net Noncur. Defer. Nonoper. Income Taxes	1081782	1212380	130598
4360 Other Deferred Credits			
4370 Other Juris. Liab. & Def. Credits - Net			
<b>Stockholders' Equity</b>			
4510 Capital Stock	6120	6120	0
4520 Additional Paid-In Capital	16275508	16275508	0
4530 Treasury Stock			
4540 Other Capital			
4550 Retained Earnings	-2821197	-4601726	-1780529
<b>TOTAL LIAB. &amp; OTHER CREDITS</b>	<b>16283872</b>	<b>14552398</b>	<b>-1731474</b>

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
<b>Analysis of Telecommunications Plant in Service</b>					
2111 Land	39421				39421
2112 Motor Vehicles	191238	43955	-54675		180518
2113 Aircraft					0
2114 Special Purpose Vehicles					0
2115 Garage Work Equipment					0
2116 Other Work Equipment	98479	22584	-1314		119749
2121 Buildings	729122				729122
2122 Furniture					0
2123 Office Equipment	4776				4776
2124 General Purpose Computers	284542	1243			285785
2211 Analog Electronic Switching					0
2212 Digital Electronic Switching	1805623	32275			1837898
2212 Digital Switching Software	1458807	0			1458807
2220 Operator Systems					0
2231 Radio Systems	350500	0			350500
2232 Circuit Equipment	7505316	219838	-3942		7721212
2311 Station Apparatus					0
2321 Customer Premises Wiring					0
2341 Large Private Branch Exchanges					0
2351 Public Telephone Terminal Equipment					0
2362 Other Terminal Equipment					0
2411 Poles	137875				137875
2421 Aerial Cable	362336	0	-721		361615
2422 Underground Cable	2443275	43805			2487080
2423 Buried Cable	13328572	206472	-41148		13493896
2424 Submarine Cable					0
2426 Intrabuilding Network Cable					0
2431 Aerial Wire	3000				3000
2441 Conduit Systems	312378	13718			326096
2681 Capital Leases					0
2682 Leasehold Improvements					0
2690 Intangibles					0
<b>TOTAL PLANT ACCOUNTS</b>	<b>29055260</b>	<b>583890</b>	<b>-101800</b>	<b>0</b>	<b>29537350</b>

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

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

	TOTAL Company Basis				
	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
<b>Analysis of Entries in Accumulated Depreciation</b>					
2112 Motor Vehicles	191238	33.3	15055	-52175	154118
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment	98479	20	11470	-1314	108635
2116 Other Work Equipment	492827	5	36456		529283
2121 Buildings					
2122 Furniture	4776	20			4776
2123 Office Equipment	277577	33.3	8208		285785
2124 General Purpose Computers					
2211 Analog Electronic Switching	649912	12	217667		867579
2212 Digital Electronic Switching	1458807	33.3	0		1458807
2215 Electro-Mechanical Switching					
2220 Operator Systems	350501	12.5	0		350501
2231 Radio Systems	5819659	12.5	795711	-3941	6611429
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	137875	12.5			137875
2421 Aerial Cable	313146	8.6	30434	-720	342860
2421 Aerial Fiber	4562	6	602		5164
2422 Underground Cable	93081	10	20438		113519
2422 Underground Fiber	778423	6	134925		913348
2423 Buried Cable	8982857	6.5	745059	1468934	11196850
2423 Buried Fiber	356209	6.7	43375		399584
2423 Buried Cable - Line Extensions	1458446	20	51636	-1510082	0
2431 Aerial Wire	3000	14.6			3000
2441 Conduit Systems	200267	5.5	17548		217815
<b>TOTAL</b>	21671642		2128584	-99298	23700928

\*Please list individual depreciation rate for each account.



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

**IDAHO Operations Only**

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

\*Please list individual depreciation rate for each account.

## INVESTMENTS

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

<u>Description</u>	<u>Date Acquired</u>	<u>Book Cost of Investments Disposed of This year</u>	<u>Book Cost of Investments Held at End of Year</u>
Internet, Lease, Payphone Eq	1997-2005	_____	66783
Fall River Electric Dividends	Mar-00	_____	3239
Syringa Network	2001-2002	_____	1276746
Fremont Broadband	2004	_____	112360
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
<b>Totals</b>	_____	_____	1459128

## 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>
Customers	_____	105895
CABS	_____	74229
NECA/USAC	_____	363149
State USF	_____	10325
Related Party	_____	1053619
Miscellaneous	_____	0
_____	_____	_____
<b>Totals</b>	_____	1607217

**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>
<b>Totals</b>				

**ACCOUNTS PAYABLE**

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

<u>Name of Creditor</u>	<u>Amount</u>
A/P Trade	236758
NECA	31370
Related Party	872744
<b>Totals</b>	<b>1140872</b>



**CAPITAL STOCK**

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

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

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

<u>Class &amp; Series of Stock</u>	<u>Number of Shares Authorized</u>	<u>Par Value per Share</u>	<u>Outstanding per Balance Sheet</u>	
			<u>Shares</u>	<u>Amount</u>
Common	100,000.00	0	5155.5	6120

**INCOME & RETAINED EARNINGS STATEMENT**

Item	Total Company	Idaho Only
Total Operating Income (from page 16)	8642229	Same as
Total Operating Expenses (from page 18)	6672802	Total Company
7100 Other Operating Income and Expense	_____	_____
7210 Operating Investment Tax Credits-Net	_____	_____
7220 Operating Federal Income Taxes	907141	_____
7230 Operating State and Local Income Taxes	225382	_____
7240 Operating Other Taxes	80366	_____
7250 Provision for Deferred Operating Income Taxes-Net	-326254	_____
7200 Operating Taxes (Total)	886635	_____
7310 Dividend Income	_____	_____
7320 Interest Income	2655	_____
7330 Income from Sinking and Other Funds	_____	_____
7340 Allowance for Funds Used During Construction	_____	_____
7350 Gains/Losses from the Disposition of Certain Property	_____	_____
7360 Other Nonoperating Income	-79466	_____
7370 Special Charges	_____	_____
7300 Nonoperating Income and Expense	-76811	_____
7410 Nonoperating Investment Tax Credits-Net	_____	_____
7420 Nonoperating Federal Income Taxes	101732	_____
7430 Nonoperating State and Local Income Taxes	26055	_____
7440 Nonoperating Other Taxes	_____	_____
7450 Provision for Deferred Nonoperating Income Taxes-Net	130598	_____
7400 Nonoperating Taxes	258385	_____
7510 Interest on Funded Debt	_____	_____
7520 Interest Expense-Capital Leases	_____	_____
7530 Amortization of Debt Issuance Expense	_____	_____
7540 Other Interest Deductions	3128	_____
7500 Interest and Related Items	3128	_____
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	549621	_____
<b>AMOUNT TRANSFERRED TO RETAINED EARNINGS</b>	<b>1294089</b>	_____

**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Local Network Services Revenues</b>		
5001 Basic Area Revenue	<u>1754400</u>	Same as Total Company
5002 Optional Extended Area Revenue	<u>                    </u>	<u>                    </u>
5003 Cellular Mobile Revenue	<u>                    </u>	<u>                    </u>
5004 Other Mobile Services Revenue	<u>                    </u>	<u>                    </u>
5010 Public Telephone Revenue	<u>                    </u>	<u>                    </u>
5040 Local Private Line Revenue	<u>44261</u>	<u>                    </u>
5050 Customer Premises Revenue	<u>                    </u>	<u>                    </u>
5060 Other Local Exchange Revenue	<u>351715</u>	<u>                    </u>
5069 Other Local Exchange Settlements	<u>2348592</u>	<u>                    </u>
<b>Network Access Services Revenues</b>		
5081 End User Revenue (SLC)	<u>504968</u>	<u>                    </u>
5082 Switched Access Revenue (Interstate)	<u>2422809</u>	<u>                    </u>
5083 Special Access Revenue	<u>570648</u>	<u>                    </u>
5084 State Access Revenue (Intrastate)	<u>544764</u>	<u>                    </u>
<b>Long Distance Network Services Revenues</b>		
5100 Long Distance Message Revenue - All	<u>                    </u>	<u>                    </u>
<b>Miscellaneous Revenues</b>		
5230 Directory Revenue	<u>50875</u>	<u>                    </u>
5240 Rent Revenue	<u>7946</u>	<u>                    </u>
5250 Corporate Operations Revenue	<u>                    </u>	<u>                    </u>
5261 Special Billing Arrangements Revenue	<u>                    </u>	<u>                    </u>
5262 Customer Operations Revenue	<u>                    </u>	<u>                    </u>
5263 Plant Operations Revenue	<u>                    </u>	<u>                    </u>
5264 Other Incidental Regulated Revenue	<u>5238</u>	<u>                    </u>
5269 Other Revenue Settlements	<u>                    </u>	<u>                    </u>
5270 Carrier Billing & Collection Revenue	<u>27012</u>	<u>                    </u>
<b>Uncollectible Revenues</b>		
5301 Uncollectible Revenue - Telecommunications	<u>                    </u>	<u>                    </u>
5302 Uncollectible Revenue - Other	<u>9001</u>	<u>                    </u>
<b>TOTAL OPERATING REVENUES</b>	<u><b>8642229</b></u>	<u>                    </u>

Please identify the following revenues:

NECA USF \$ 2,348,592	To what account were they booked?	5069
State USF \$ 123,894	To what account were they booked?	5084

**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Plant Specific Operations Expense</b>		
6110 Network Support Expenses		Same as Total Company
6112 Motor Vehicle Expense	0	
6113 Aircraft Expense		
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense	264	
6120 General Support Expenses		
6121 Land and Building Expenses	107484	
6122 Furniture and Artworks Expense		
6123 Office Equipment Expense	13567	
6124 General Purpose Computers Expense	478031	
6210 Central Office Switching Expenses		
6211 Analog Electronic Expense		
6212 Digital Electronic Expense	289131	
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses		
6231 Radio Systems Expense	0	
6232 Circuit Equipment Expense	188457	
6310 Information Origination/Termination Expense		
6311 Station Apparatus Expense		
6341 Large Private Branch Exchange Expense		
6351 Public Telephone Terminal Equipment Expense		
6362 Other Terminal Equipment Expense		
6410 Cable and Wire Facilities Expenses		
6411 Pole Expense	0	
6421 Aerial Cable Expense	7592	
6422 Underground Cable Expense	4986	
6423 Buried Cable Expense	1403033	
6424 Submarine Cable Expense		
6425 Deep Sea Cable Expense		
6426 Intrabuilding Network Cable Expense		
6431 Aerial Wire Expense		
6441 Conduit Systems Expense	0	
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>2492545</b>	



**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Plant Nonspecific Operations Expense</b>		
6510 Other Property/Plant/Equipment Expenses		Same as Total Company
6511 Property Held for Future Telecomm. Use Expenses		
6512 Provisioning Expense	613	
6530 Network Operations Expense		
6531 Power Expense	52516	
6532 Network Administration Expense	65747	
6533 Testing Expense	85301	
6534 Plant Operations Administration Expense	27027	
6535 Engineering Expense	97421	
6540 Access Expense	35477	
6560 Depreciation and Amortization Expenses		
6561 Depreciation Expense-Telecom. Plant in Service	2128586	
6562 Depreciation Expense-Property Held for Future Use		
6563 Amortization Expense - Tangible		
6564 Amortization Expense - Intangible		
6565 Amortization Expense - Other		
<b>Total Plant Nonspecific Operations Expenses</b>	<b>2492688</b>	
<b>Customer Operations Expense</b>		
6610 Marketing		
6611 Product Management	20254	
6612 Sales	8961	
6613 Product Advertising	41797	
6620 Services		
6621 Call Completion Services	2858	
6622 Number Services	22751	
6623 Customer Services	503374	
<b>Total Customer Operations Expense</b>	<b>599995</b>	
<b>Corporate Operations Expense</b>		
6710 Executive and Planning		
6711 Executive	295168	
6712 Planning	52616	
6720 General and Administrative		
6721 Accounting and Finance	394647	
6722 External Relations	61893	
6723 Human Resources	27919	
6724 Information Management	34034	
6725 Legal	67211	
6726 Procurement		
6727 Research and Development		
6728 Other General and Administrative	154086	
6790 Provision for Uncollectible Notes Receivable		
<b>Total Corporate Operations Expense</b>	<b>1087574</b>	
<b>TOTAL OPERATING EXPENSES</b>	<b>6672802</b>	

**CENTRAL OFFICE DATA**  
**as of December 31, 2006** (unless otherwise indicated)

Name of Central Office: Saint Anthony, ID  
 Prefix (es): (208) 624, 458, 558, 652  
 Central Office Switch Type: Nortel DMS 500

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

**Access Line Capacity**  
 Design: Nortel DMS 500  
 Installed/Equipped: 2794/3780  
**Access Lines in Use**  
 Customer Lines: 5055  
 (Include Centrex, PAL, Semi-Pub.)  
 Public Telephone Lines 32  
 Company Official Lines 207  
 Company Test Lines 120

**Classification of Customer Access**

	Residence			Business			Total Residence & Business		
	Multi- Line 1-Party	Single Line Multi- Party	Subtotal Residence	Multi- Line 1-Party	Single Line Multi- Party	Subtotal Business			
Beginning of Year		4232	4232	40	603	374	0	1017	5249
New Connects									
Disconnects									
End of Year	0	4022	4022	39	626	368	0	1033	5055

**Foreign Exchange:**  
 Dial Tone from this C.O.:       
 Dial Tone from another C.O.:       
**Directory Listings:**  
 Number of Customers with Nonpublished or Nonlis: 253

**Custom Calling:**  
 Number of customers with at least one feature: 2138  
 Total number of features subscribed to: 38

**NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (Year)\_2006\_.**

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 Teton - 458	556	Not Available		93155	715897	809052	1455.00
2 Island Park - 558	1163	Not Available		103505	1431793	1535298	1320.52
3 Saint Anthony - 624	2274	Not Available		558926	3897660	4456586	1960.02
4 Ashton - 652	1062	Not Available		279464	1909058	2188522	2061.63
5 _____	_____	_____	_____	_____	_____	_____	_____
6 _____	_____	_____	_____	_____	_____	_____	_____
7 _____	_____	_____	_____	_____	_____	_____	_____
8 _____	_____	_____	_____	_____	_____	_____	_____
9 _____	_____	_____	_____	_____	_____	_____	_____
10 _____	_____	_____	_____	_____	_____	_____	_____
11 _____	_____	_____	_____	_____	_____	_____	_____
12 _____	_____	_____	_____	_____	_____	_____	_____
13 _____	_____	_____	_____	_____	_____	_____	_____
14 _____	_____	_____	_____	_____	_____	_____	_____
15 _____	_____	_____	_____	_____	_____	_____	_____
16 _____	_____	_____	_____	_____	_____	_____	_____
17 _____	_____	_____	_____	_____	_____	_____	_____
18 _____	_____	_____	_____	_____	_____	_____	_____

ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES  
YEAR ENDED DECEMBER 31, 2006

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 X

Included in directory Yes X No \_\_\_\_\_

Date of notification \_\_\_\_\_ December 1, 2005 \_\_\_\_\_

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 \_\_\_\_\_ 0 \_\_\_\_\_

Quality or Availability  
of Service \_\_\_\_\_ 0 \_\_\_\_\_

Carrier Selection/Assignment \_\_\_\_\_

Miscellaneous \_\_\_\_\_

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CERTIFICATE

State of Kansas )  
 ) ss  
County of Ford )

WE, the undersigned  Lisa R. Hood   
and  Michael J. Stein   
of the  Fremont Telcom  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.

Lisa R. Hood   
Chief Operating Officer

Michael J. Stein   
Vice President

Subscribed and Sworn to Before Me this  30  day of  March , (Year)  2007 .

Betty J. Young   
Notary Public

My Commission expires  November 16 , (Year)  2010 .

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