

RECEIVED

2009 APR 15 AM 9:30

IDAHO PUBLIC
UTILITIES COMMISSION

ANNUAL REPORT

OF

FRE-T

Fremont Telcom, Inc.

NAME

110 East Main Street-St. Anthony, ID 83445

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2008

**ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING December 31, 2008**

COMPANY INFORMATION

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: jmanterola@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: _____
908 W. Frontview, Dodge City, KS 67801-0199 (620) 227-4400

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,
Charlotte, NC 28202

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
Senior VP & General Counsel	Shirley J. Linn	521 E. Morehead; Suite 250 Charlotte, NC 28202
Exec FP External Relations	Jeffrey Allen	1 Davis Farm Rd; Portland, ME 04103
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
Exec VP/CFO began 9/4/08	Alfred C. Giammarino	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
Sr VP, Human Resources	Gary C. Garvey	521 E. Morehead; Suite 250 Charlotte, NC 28202
Sr VP, Strategy and Development	Richard F. Preti	1 Davis Farm Rd; Portland, ME 04103
VP, Internal Audit	David M. Remele	521 E. Morehead; Suite 250 Charlotte, NC 28202
VP & Treasurer	Thomas E. Griffin	521 E. Morehead; Suite 250 Charlotte, NC 28202
VP, Asst Secretary & Asst Gen Counsel	Susan L. Sowell	521 E. Morehead; Suite 250 Charlotte, NC 28202
VP, Corporate Communications	Rose B. Cummings	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.)

Name and Address	Term Expired or Current Term Will Expire	Meetings Attended This year	Fees Paid During Year
Eugene B. Johnson			
Peter G. Nixon			
Alfred C. Giammarino			
Shirley J. Linn			
Lisa R. Hood			
Susan L. Sowell			
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.)

Name	Title	Wages and Bonuses Paid
N/A		

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	65,518	27,313	(38,206)
1130 Cash			
1140 Special Cash Deposits			
1150 Working Cash Advances	700	700	-
1160 Temporary Investments			
1180 Telecommunications Accts. Receivable	133,889	58,378	(75,511)
1181 Accts. Rec. Allow. -Telecommunications	(29,749)	(21,130)	8,619
1190 Other Accounts Receivable	1,620,094	2,279,095	659,001
1191 Accounts Receivable Allow. - Other			
1200 Notes Receivable			
1201 Notes Receivable Allowance			
1210 Interest & Dividends Receivable			
1220 Material and Supplies	104,346	140,193	35,847
1280 Prepayments			
1290 Prepaid Rents	101,131	109,465	8,334
1300 Prepaid Taxes			
1310 Prepaid Insurance			
1320 Prepaid Directory Expenses			
1330 Other Prepayments			
1350 Other Current Assets	18,980	14,262	(4,718)
Noncurrent Assets			
1401 Investment in Affiliated Companies	112,360	112,360	-
1402 Investment in Nonaffiliated Companies	1,647,906	1,943,957	296,051
1406 Nonregulated Investments	62,243	34,292	(27,951)
1407 Unamortized Debt Issuance Expense			
1408 Sinking Funds			
1410 Other Noncurrent Assets			
1438 Deferred Maintenance & Retirements	313,839	487,821	173,982
1439 Deferred Charges			-
1500 Other Jurisdiction Assets - Net			
Property, Plant and Equipment			
2001 Telecommunications Plants in Service	30,172,230	30,757,697	585,467
2002 Prop. Held for Future Telecom. Use			
2003 Telecom. Plant under Constr. - Short Term	721,382	600,682	(120,700)
2004 Telecom. Plant under Constr. - Long Term			
2005 Telecom. Plant Adjustment			
2006 Nonoperating Plant	-	-	-
2007 Goodwill	3,998,088	3,998,088	-
Depreciation and Amortization Accounts			
3100 Accumulated Depreciated	(25,926,676)	(27,233,419)	(1,306,742)
3200 Accum. Depre. - Held for Future Use			
3300 Accumulated Depreciation - Nonoperating	-	1,239,065	1,239,065
3400 Accumulated Amortization - Tangible			
3410 Accum. Amort. - Capitalized Leases			
3420 Accum. Amort. - Leasehold Improvements			
3500 Accumulated Amortization - Intangible			
3600 Accumulated Amortization - Other			
TOTAL ASSETS	13,116,280	14,548,818	1,432,539

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	917,583	2,545,674	1,628,091
4020 Notes Payable			
4030 Advance Billings and Payments	(96)	-	96
4040 Customer Deposits	14,771	17,441	2,670
4050 Current Maturities - Long -Term Debt			
4060 Current Maturities - Capital leases			
4070 Income Taxes - Accrued	168,076	(1,836)	(169,912)
4080 Other Taxes - Accrued	19,294	14,879	(4,415)
4100 Net Current Defer. Oper. Income Taxes			
4110 Net Current Defer. Nonoper. Income Taxes			
4120 Other Accrued Liabilities	75,018	50,138	(24,880)
4130 Other Current Liabilities			
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			
Other Liabilities & Deferred Credits			
4310 Other Long-Term Liabilities	437,442	442,390	4,948
4320 Unamort. Oper. Invest. Tax Credits - Net			
4330 Unamort. Nonoper. Invest. Tax Credits - Net			
4340 Net Noncurrent Defer. Oper. Income Taxes	-	-	-
4350 Net Noncur. Defer. Nonoper. Income Taxes	373,896	804,955	431,059
4360 Other Deferred Credits			
4370 Other Juris. Liab. & Def. Credits - Net			
Stockholders' Equity			
4510 Capital Stock	6,120	6,120	-
4520 Additional Paid-In Capital	16,275,508	16,275,508	-
4530 Treasury Stock			
4540 Other Capital			
4550 Retained Earnings	(5,171,332)	(5,606,451)	(435,119)
TOTAL LIAB. & OTHER CREDITS	13,116,279	14,548,818	1,432,539

ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE

TOTAL Company Basis

Analysis of Telecommunications Plant in Service

	Balance Beginning of Year	Additions During year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
2111 Land	39,421				39,421
2112 Motor Vehicles	226,682	87,636	(26,614)		287,704
2113 Aircraft	-				-
2114 Special Purpose Vehicles	-				-
2115 Garage Work Equipment	-				-
2116 Other Work Equipment	142,432	41,319	(22,416)		161,335
2121 Buildings	740,805	7,516			748,321
2122 Furniture	-				-
2123 Office Equipment	4,776				4,776
2124 General Purpose Computers	288,947	28,818	(73,537)		244,228
2124 Computer Software	-	3,800			3,800
2211 Analog Electronic Switching	-				-
2212 Digital Electronic Switching	1,853,947	95,806			1,949,753
2212 Digital Switching Software	1,458,807				1,458,807
2220 Operator Systems	-				-
2231 Radio Systems	350,501				350,501
2232 Circuit Equipment	7,982,525	396,283	(419,404)		7,959,404
2311 Station Apparatus	-				-
2321 Customer Premises Wiring	-				-
2341 Large Private Branch Exchanges	-				-
2351 Public Telephone Terminal Equipment	-				-
2362 Other Terminal Equipment	-				-
2411 Poles	137,823				137,823
2421 Aerial Cable	350,646	677	(2,390)		348,933
2422 Underground Cable	2,487,333	1,711			2,489,044
2423 Buried Cable	13,764,476	453,953	(1,559)		14,216,870
2424 Submarine Cable	-				-
2426 Intrabuilding Network Cable	-				-
2431 Aerial Wire	3,000				3,000
2441 Conduit Systems	340,109	13,868			353,978
2681 Capital Leases	-				-
2682 Leasehold Improvements	-				-
2690 Intangibles	-				-
TOTAL PLANT ACCOUNTS	30,172,230	1,131,387	(545,920)	-	30,757,697

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	Same as Total Company				
2111 Land					
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					

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	218,328	33.3	64,772	(26,414)	256,685
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	126,207	20	28,477	(22,416)	132,268
2121 Buildings	565,739	5	37,072		602,811
2122 Furniture					
2123 Office Equipment	4,776	20	-		4,776
2124 General Purpose Computers	288,947	33.3	21,959	(73,537)	237,369
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	2,546,934	12	222,474		2,769,407
2215 Electro-Mechanical Switching	-	0	-		-
2220 Operator Systems					
2231 Radio Systems	350,501	12.5	-		350,501
2232 Circuit Equipment	7,441,300	12.5	392,563	(419,404)	7,414,460
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment					
2362 Other Terminal Equipment					
2411 Poles	137,823	12.5		-	137,823
2421 Aerial Cable	340,621	8.6	677	(2,390)	338,908
2421 Aerial Fiber	5,765	6	602		6,366
2422 Underground Cable	137,275	10	23,833		161,109
2422 Underground Fiber	1,048,273	6	134,925		1,183,199
2423 Buried Cable	12,031,891	6.5	862,743	(1,559)	12,893,075
2423 Buried Fiber	442,935	6.7	43,326		486,261
2423 Buried Cable - Line Extensions					
2431 Aerial Wire	3,000	14.6			3,000
2441 Conduit Systems	236,361	5.5	19,040		255,401
TOTAL	25,926,676		1,852,462	(545,720)	27,233,419

*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	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					
TOTAL					

*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	1997-2008	_____	34,292
Fall River Electric Dividends	Mar-00	_____	3,239
Syringa Network	2001-2002	_____	1,940,718
Fremont Broadband	2004	_____	112,360
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
Totals	_____	_____	2,090,609

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	_____	58,378
CABS	_____	195,420
NECA/USAC	_____	313,135
State USF	_____	-
Related Party	_____	1,770,539
Miscellaneous	_____	-
_____	_____	_____
Totals	_____	2,337,473

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>
A/P Trade	59,125
NECA	497,051
Related Party	1,989,498
Totals	2,545,674

-
-
-
-
-
-

LONG - TERM DEBT

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

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

<u>Class & Series of Obligation</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Fact Amount Authorized</u>	<u>Outstanding Year-End</u>	<u>Premium/ Discount Year Amortized</u>	<u>Interest for year Rate</u>	<u>Amount</u>
None	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____

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>
<u>Common</u>	<u>100,000.00</u>	<u>0</u>	<u>5155.5</u>	<u>6120</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____

INCOME & RETAINED EARNINGS STATEMENT

Item	Total Company	Idaho Only
Total Operating Income (from page 16)	<u>7,551,551</u>	Same as
Total Operating Expenses (from page 18)	<u>6,141,835</u>	Total Company
7100 Other Operating Income and Expense	<u> </u>	<u> </u>
7210 Operating Investment Tax Credits-Net	<u> </u>	<u> </u>
7220 Operating Federal Income Taxes	<u>282,277</u>	<u> </u>
7230 Operating State and Local Income Taxes	<u>70,131</u>	<u> </u>
7240 Operating Other Taxes	<u>32,111</u>	<u> </u>
7250 Provision for Deferred Operating Income Taxes-Net	<u>201,761</u>	<u> </u>
7200 Operating Taxes (Total)	<u>586,280</u>	<u> </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>521,737</u>	<u> </u>
7430 Nonoperating State and Local Income Taxes	<u>129,943</u>	<u> </u>
7440 Nonoperating Other Taxes	<u> </u>	<u> </u>
7450 Provision for Deferred Nonoperating Income Taxes-Net	<u>234,017</u>	<u> </u>
7400 Nonoperating Taxes	<u>885,697</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>293</u>	<u> </u>
7500 Interest and Related Items	<u>293</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 (includes GAAP adj)	<u>2,205,435</u>	<u> </u>
AMOUNT TRANSFERRED TO RETAINED EARNINGS	<u>2,142,881</u>	<u> </u>

OPERATING REVENUES

Item	Total Company	Idaho Only
Local Network Services Revenues		
5001 Basic Area Revenue	<u>1,682,014</u>	Same as Total Company
5002 Optional Extended Area Revenue	<u> </u>	<u> </u>
5003 Cellular Mobile Revenue	<u>147,956</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>44,029</u>	<u> </u>
5050 Customer Premises Revenue	<u> </u>	<u> </u>
5060 Other Local Exchange Revenue	<u>321,535</u>	<u> </u>
5069 Other Local Exchange Settlements	<u>1,717,130</u>	<u> </u>
Network Access Services Revenues		
5081 End User Revenue (SLC)	<u>485,500</u>	<u> </u>
5082 Switched Access Revenue (Interstate)	<u>2,097,725</u>	<u> </u>
5083 Special Access Revenue	<u>599,678</u>	<u> </u>
5084 State Access Revenue (Intrastate)	<u>402,652</u>	<u> </u>
Long Distance Network Services Revenues		
5100 Long Distance Message Revenue - All	<u> </u>	<u> </u>
Miscellaneous Revenues		
5230 Directory Revenue	<u>17,912</u>	<u> </u>
5240 Rent Revenue	<u>4,800</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>4,192</u>	<u> </u>
5269 Other Revenue Settlements	<u> </u>	<u> </u>
5270 Carrier Billing & Collection Revenue	<u>42,154</u>	<u> </u>
Uncollectible Revenues		
5301 Uncollectible Revenue - Telecommunications	<u> </u>	<u> </u>
5302 Uncollectible Revenue - Other	<u>(15,726)</u>	<u> </u>
TOTAL OPERATING REVENUES	<u>7,551,551</u>	<u> </u>

Please identify the following revenues:

NECA USF \$ 1,717,130	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
Plant Specific Operations Expense		
6110 Network Support Expenses	-	Same as Total Company
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	-	
6121 Land and Building Expenses	117,423	
6122 Furniture and Artworks Expense	-	
6123 Office Equipment Expense	12,145	
6124 General Purpose Computers Expense	388,039	
6210 Central Office Switching Expenses		
6211 Analog Electronic Expense	-	
6212 Digital Electronic Expense	143,717	
6215 Electro-Mechanical Expense	-	
6220 Operators System Expense	-	
6230 Central Office Transmission Expenses		
6231 Radio Systems Expense	-	
6232 Circuit Equipment Expense	166,913	
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	19,182	
6421 Aerial Cable Expense	2,722	
6422 Underground Cable Expense	295	
6423 Buried Cable Expense	1,497,123	
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 EXPENSE	2,347,559	

OPERATING REVENUES

Item	Total Company	Idaho Only
Plant Nonspecific Operations Expense		
6510 Other Property/Plant/Equipment Expenses		Same as Total Company
6511 Property Held for Future Telecomm. Use Expenses		
6512 Provisioning Expense	(31,976)	
6530 Network Operations Expense		
6531 Power Expense	69,099	
6532 Network Administration Expense	8,843	
6533 Testing Expense	153,807	
6534 Plant Operations Administration Expense	114,299	
6535 Engineering Expense	44,248	
6540 Access Expense	130,963	
6560 Depreciation and Amortization Expenses		
6561 Depreciation Expense-Telecom. Plant in Service	1,852,462	
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	2,341,746	
Customer Operations Expense		
6610 Marketing		
6611 Product Management	15,515	
6612 Sales	17,353	
6613 Product Advertising	14,136	
6620 Services		
6621 Call Completion Services	359	
6622 Number Services	(2,172)	
6623 Customer Services	323,784	
Total Customer Operations Expense	368,974	
Corporate Operations Expense		
6710 Executive and Planning		
6711 Executive	244,024	
6712 Planning	21,691	
6720 General and Administrative		
6721 Accounting and Finance	539,050	
6722 External Relations	66,026	
6723 Human Resources	41,694	
6724 Information Management	4,767	
6725 Legal	43,965	
6726 Procurement		
6727 Research and Development		
6728 Other General and Administrative	122,339	
6790 Provision for Uncollectible Notes Receivable		
Total Corporate Operations Expense	1,083,556	
TOTAL OPERATING EXPENSES	6,141,835	

CENTRAL OFFICE DATA
as of December 31, 2008 (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 **Check one:**
 Host X Digital X Electronic
 Remote Analog Electro-Mechanical
 Other:

Access Line Capacity
 Design: Nortel DMS 500 Customer Lines: 4570
 (Include Centrex, PAL, Semi-Pub.)
 Installed/Equipped: 2794/3780 Public Telephone Lines 34
 Company Official Lines 133
 Company Test Lines 17

	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		3974		3974	39	624	373	0	1036	5010
New Connects										
Disconnects										
End of Year	0	3609	0	3609	37	531	383	10	961	4570

Foreign Exchange:
 Dial Tone from this C.O.: Directory Listings: Number of Customers with Nonpublished or Nonli: 920
 Dial Tone from another C.O.:

Custom Calling:
 Number of customers with at least one feature: 2260
 Total number of features subscribed to: 41

NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (Year)_2008__.

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	532	Not Available		8449	15400	23849	44.83
2 Island Park - 558	1032	Not Available		27379	92369	119748	116.03
3 Saint Anthony - 624	1964	Not Available		53881	101780	155661	79.26
4 Ashton - 652	1051	Not Available		31016	53117	84133	80.05
5 _____	_____	_____	_____	_____	_____	_____	_____
6 _____	_____	_____	_____	_____	_____	_____	_____
7 _____	_____	_____	_____	_____	_____	_____	_____
8 _____	_____	_____	_____	_____	_____	_____	_____
9 _____	_____	_____	_____	_____	_____	_____	_____
10 _____	_____	_____	_____	_____	_____	_____	_____
11 _____	_____	_____	_____	_____	_____	_____	_____
12 _____	_____	_____	_____	_____	_____	_____	_____
13 _____	_____	_____	_____	_____	_____	_____	_____
14 _____	_____	_____	_____	_____	_____	_____	_____
15 _____	_____	_____	_____	_____	_____	_____	_____
16 _____	_____	_____	_____	_____	_____	_____	_____
17 _____	_____	_____	_____	_____	_____	_____	_____
18 _____	_____	_____	_____	_____	_____	_____	_____

ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES
YEAR ENDED DECEMBER 31, 2008

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 _____ October, 2008 __Hanson Directory_____

Alternate method of notification _____

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company 3

Category of complaints (if known):

Deposit Disputes

Charges on Bill

Denial/Termination

Quality or Availability
of Service 2

Carrier Selection/Assignment

Miscellaneous 1

Rev 3/02

CERTIFICATE

State of Kansas)
) ss
County of Ford)

I ~~WE~~, the undersigned Lisa R. Hood

and _____

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.



(Chief Officer)

SRVP-Controller
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 14 day of April, (Year) 2009.


Bettye J. Young
Notary Public

My Commission expires November 16, (Year) 2010.

Rev 3/02