

FRE-T

ANNUAL REPORT

OF

FREMONT TELCOM CO.

NAME

1221 N. RUSSELL ST. MISSOULA, MT 59808

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: Fremont Telcom Co.
 Address of principal office: 1221 N Russell St, Missoula, MT 59808
 Telephone Number 406-541-5000
 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: Marilee Klautd, Exec. Admin./Paralegal

Address of office where corporate books are kept and phone number: 406-541-5111
1221 N Russell St., Missoula, MT 59808

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: _____

Names of affiliated companies. Give address and description of business: Blackfoot Telephone Cooperative, Inc.
BTC Holdings, Blackfoot Communications, Inc., TeleSphere Software, Inc., collectively doing business as Blackfoot Communications.

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
CHIEF EXECUTIVE OFFICER	JASON WILLIAMS	1221 N. Russell St., Missoula, MT 59808
CHIEF FINANCIAL OFFICER	STACEY MUELLER	1221 N. Russell St., Missoula, MT 59808
CHIEF OPERATING OFFICER	JOE FANGUY	1221 N. Russell St., Missoula, MT 59808
CHIEF REVENUE OFFICER	CHAD GARDNER	1221 N. Russell St., Missoula, MT 59808
VP OF PEOPLE OPERATIONS	KATIE LANE	1221 N. Russell St., Missoula, MT 59808

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.)

<u>Name</u>	<u>Address</u>	<u>Term Expired or Current Term Will Expire</u>	<u>Meetings Attended This year</u>	<u>Fees Paid During Year</u>
Tom Eggensperger, President	PO Box 219, Thompson Falls, MT 59873	4/30/2026	12	Confidential
Geoffrey Wilson, Vice President	2704 Southside Road, Superior, MT 59872	4/30/2026	12	Confidential
Cindy Lewis, Secretary/Treasurer	PO Box 529, Seeley Lake, MT 59868	4/30/2026	12	Confidential
Jim Blush	PO Box 158, St. Ignatius, MT 59865	4/30/2026	12	Confidential
Ross Friede	PO Box 184, Hall, MT 59837	4/30/2026	12	Confidential
Les Iverson	31580 Potomac Rd., Potomac, MT 59823	4/30/2026	12	Confidential
Stuart Morton	PO Box 396, St. Ignatius, MT 59865	4/30/2026	12	Confidential
Candy L. Noland-Faroni	PO Box 64, Dixon, MT 59831	4/30/2026	12	Confidential
John Teague	8945 Teague Ranch Rd., Clinton, MT 59825	4/30/2026	12	Confidential

Name of Chairman of the Board: President - Tom Eggensperger
 Name of Secretary (or Clerk) of Board: Secretary - Cindy Lewis
 Number of Meetings of the Board during the year: 12

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.)

<u>Name</u>	<u>Wages and Bonuses f</u>
N/A	

BALANCE SHEET
Assets and Other Debits

Title of Account	Balance Beginning of Year 2025	Balance at End of Year 2025	Increase or (Decrease)
Current Assets			
1120 Cash and Equivalents	200,945	374,279	173,334
1130 Cash			
1140 Special Cash Deposits			
1150 Working Cash Advances			
1160 Temporary Investments			
1180 Telecommunications Accts. Receivable	48,203	59,141	10,938
1181 Accts. Rec. Allow. -Telecommunications	(47,554)	(28,796)	18,758
1190 Other Accounts Receivable	177,023	223,606	46,583
1191 Accounts Receivable Allow. - Other			
1200 Notes Receivable			
1201 Notes Receivable Allowance			
1210 Interest & Dividends Receivable			
1220 Material and Supplies	1,398,065	991,684	(406,381)
1280 Prepayments	34,541	63,614	29,073
1290 Prepaid Rents			-
1300 Prepaid Taxes			
1310 Prepaid Insurance			
1320 Prepaid Directory Expenses			
1330 Other Prepayments			
1350 Other Current Assets	499,622	-	(499,622)
Noncurrent Assets			
1401 Investment in Affiliated Companies			-
1402 Investment in Nonaffiliated Companies	33,000	62,568	29,568
1406 Nonregulated Investments			
1407 Unamortized Debt Issuance Expense			
1408 Sinking Funds			
1410 Other Noncurrent Assets			-
1438 Deferred Maintenance & Retirements			
1439 Deferred Charges	22,109	125,419	103,309
1500 Other Jurisdiction Assets - Net			
Property, Plant and Equipment			
2001 Telecommunications Plants in Service	37,253,948	38,634,501	1,380,553
2002 Prop. Held for Future Telecom. Use			
2003 Telecom. Plant under Constr. - Short Term	190,738	249,242	58,504
2004 Telecom. Plant under Constr. - Long Term			-
2005 Telecom. Plant Adjustment			-
2006 Nonoperating Plant			
2007 Goodwill	2,358,775	2,358,775	-
Depreciation and Amortization Accounts			
3100 Accumulated Depreciated	(10,545,114)	(11,974,543)	(1,429,429)
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	(2,279,485)	(2,317,495)	(38,010)
3600 Accumulated Amortization - Other			
TOTAL ASSETS	29,344,817	28,821,995	(522,821)

BALANCE SHEET
Liabilities & Stockholders' Equity

Title of Account	Balance Beginning of Year 2025	Balance at End of Year 2025	Increase or (Decrease)
Current Liabilities			
4010 Accounts Payable	114,478	76,010	(38,468)
4020 Notes Payable	-	-	-
4030 Advance Billings and Payments	-	-	-
4040 Customer Deposits	-	-	-
4050 Current Maturities - Long -Term Debt	680,043	680,043	-
4060 Current Maturities - Capital leases	-	-	-
4070 Income Taxes - Accrued	44,050	(868,300)	(912,350)
4080 Other Taxes - Accrued	7,360	40,846	33,486
4100 Net Current Defer. Oper. Income Taxes	-	-	-
4110 Net Current Defer. Nonoper. Income Taxes	-	-	-
4120 Other Accrued Liabilities	110,379	105,434	(4,945)
4130 Other Current Liabilities	100,000	-	(100,000)
Long-Term Debt			
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 Long Term Debt	8,808,485	8,123,433	(685,052)
Other Liabilities & Deferred Credits			
4310 Other Long-Term Liabilities	-	253,105	253,105
4320 Unamort. Oper. Invest. Tax Credits - Net	-	-	-
4330 Unamort. Nonoper. Invest. Tax Credits - Net	-	-	-
4340 Net Noncurrent Defer. Oper. Income Taxes	3,578,507	4,161,908	583,401
4350 Net Noncur. Defer. Nonoper. Income Taxes	-	-	-
4360 Other Deferred Credits	198,437	-	(198,437)
4370 Other Juris. Liab. & Def. Credits - Net	-	-	-
Stockholders' Equity			
4510 Capital Stock	5,016,399	5,016,399	0.24
4520 Additional Paid-In Capital	5,822,588	5,822,588	-
4530 Treasury Stock	-	-	-
4540 Other Capital	-	-	-
4550 Retained Earnings	4,864,091	5,410,530	546,439
TOTAL LIAB. & OTHER CREDITS	29,344,817	28,821,995	(522,821)

ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE

TOTAL Company Basis

		Balance Beginning of Year 2025	Additions During year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year 2025
Analysis of Telecommunications Plant in Service						
2111	Land	68,787				68,787
2112	Motor Vehicles	688,407		(39,572)		648,835
2113	Aircraft	-				-
2114	Special Purpose Vehicles	-				-
2115	Garage Work Equipment	-				-
2116	Other Work Equipment	447,040				447,040
2121	Buildings	1,447,870	18,200			1,466,070
2122	Furniture	23,713				23,713
2123	Office Equipment	14,325				14,325
2124	General Purpose Computers	69,036				69,036
2124	Computer Software	-				-
2211	Analog Electronic Switching	-				-
2212	Digital Electronic Switching	1,284,068	69,391	(133,551)	(53,647)	1,166,262
2212	Digital Switching Software	34,867				34,867
2220	Operator Systems	-				-
2231	Radio Systems	302,078				302,078
2232	Circuit Equipment	10,092,487	83,358	(251,128)	93,849	10,018,566
2311	Station Apparatus	26,124				26,124
2321	Customer Premises Wiring	-				-
2341	Large Private Branch Exchanges	-				-
2351	Public Telephone Terminal Equipment	47,676				47,676
2362	Other Terminal Equipment	-				-
2411	Poles	134,428				134,428
2421	Aerial Cable	-				-
2422	Underground Cable	2,493,624			(2,493,624)	-
2423	Buried Cable	39,776,278	1,633,855		2,453,422	43,863,554
2424	Submarine Cable	-				-
2426	Intrabuilding Network Cable	-				-
2431	Aerial Wire	38,976				38,976
2441	Conduit Systems	540,253				540,253
2681	Capital Leases	-				-
2682	Leasehold Improvements	-				-
2690	Intangibles (includes Goodwill)	2,358,775				2,358,775
TOTAL PLANT ACCOUNTS		59,888,812	1,804,803	(424,250)	0	61,269,365

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 January
Analysis of Telecommunications Plant in Service					
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					
TOTAL PLANT ACCOUNTS					

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

	Balance Beginning of Year 2025	TOTAL Company Basis Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year 2025
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	528,712	33.33%	28,718	(28,752)	528,678
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	400,662	8.33%	10,362		411,024
2121 Buildings	1,116,732	5.00%	30,996		1,147,728
2122 Furniture	12,288	8.33%	1,957		14,245
2123 Office Equipment	12,877	14.29%	1,156		14,033
2124 General Purpose Computers	56,727	8.33%	1,008		57,735
2124 Computer Software	-				-
2211 Analog Electronic Switching	-				-
2212 Digital Electronic Switching	1,238,584	6.67%	5,314	(181,699)	1,062,199
2212 Digital Switching Software	-			34,867	34,867
2220 Operator Systems	-				-
2231 Radio Systems	302,078	12.50%			302,078
2232 Circuit Equipment	8,991,527	10.00%	233,193	(233,636)	8,991,084
2311 Station Apparatus	26,124	20.00%			26,124
2321 Customer Premises Wiring	-				-
2341 Large Private Branch Exchanges	-				-
2351 Public Telephone Terminal Equipment	47,676	20.00%			47,676
2362 Other Terminal Equipment	-				-
2411 Poles	134,428	12.50%			134,428
2421 Aerial Cable	-				-
2421 Aerial Fiber	-				-
2422 Underground Cable	2,300,945			(2,300,945)	-
2423 Buried Cable	17,926,787	3.33%	974,499	2,298,405	21,199,691
2431 Aerial Wire	38,824	8.33%	48		38,872
2441 Conduit Systems	460,982	5.55%	14,008		474,990
2504 Customer List Amortization	1,973,800	14.29%			1,973,800
2505 Goodwill	305,684	10.00%	38,010		343,694
2721 Internet Equipment					
TOTAL	35,875,437		1,339,270	(411,760)	36,802,947

*Please list individual depreciation rate for each account.

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**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 January
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 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
2721 Internet Equipment					
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 January</u>
Capital Credits	Various	0	62,568
Totals			62,568

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		30,345
USAC		177,890
Intercompany Receivable		45,716
Totals		253,951

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>
Idahome Farms	1/26/2017	3.50%	12/31/2026	\$ 82,213
Blackfoot Telephone	4/30/2024	6.22%	3/31/2033	\$ 8,721,263
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Totals				\$ 8,803,476

ACCOUNTS PAYABLE

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

<u>Name of Creditor</u>	<u>Amount</u>
A/P Trade	76,010
Idaho Telephone Taxes	40,846
First Security Bank - Accrued Interest	92,451
_____	_____
_____	_____
Totals	209,307

OPERATING REVENUES

Item	Total Company	Idaho Only
Local Network Services Revenues		
5001 Basic Area Revenue	603,106	Same as Total Company
5002 Optional Extended Area Revenue		
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		
5069 Other Local Exchange Settlements		
Network Access Services Revenues		
5081 End User Revenue (SLC)		
5082 Switched Access Revenue (Interstate)	2,099,287	
5083 Special Access Revenue	173,488	
5084 State Access Revenue (Intrastate)	123,239	
5100 Long Distance Message Revenue - All		
Miscellaneous Revenues		
5230 Directory Revenue	11,280	
5240 Rent Revenue	325,111	
5250 Corporate Operations Revenue		
5261 Special Billing Arrangements Revenue		
5262 Customer Operations Revenue		
5263 Plant Operations Revenue		
5264 Other Incidental Regulated Revenue		
5269 Other Revenue Settlements		
5270 Carrier Billing & Collection Revenue		
Uncollectible Revenues		
5301 Uncollectible Revenue - Telecommunications	(19,132)	
5302 Uncollectible Revenue - Other		
TOTAL OPERATING REVENUES	3,316,379	

Please identify the following revenues:

Federal USF	\$ 2,099,287	5082 To what account were they booked?	5082
State USF	\$ -	5084 To what account were they booked?	5084

OPERATING REVENUES

Item	Total Company	Idaho Only
Plant Specific Operations Expense		
6110 Network Support Expenses	354,766	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	_____	_____
6122 Furniture and Artworks Expense	_____	_____
6123 Office Equipment Expense	_____	_____
6124 General Purpose Computers Expense	_____	_____
6210 Central Office Switching Expenses	_____	_____
6211 Analog Electronic Expense	_____	_____
6212 Digital Electronic Expense	_____	_____
6215 Electro-Mechanical Expense	_____	_____
6220 Operators System Expense	_____	_____
6230 Central Office Transmission Expenses	_____	_____
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	_____	_____
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	_____	_____
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	354,766	_____

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		
6530 Network Operations Expense	1,301,402	
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	1,879,198	
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	3,180,599	
Customer Operations Expense		
6610 Marketing		
6611 Product Management	1,208,114	
6612 Sales		
6613 Product Advertising		
6620 Services		
6621 Call Completion Services		
6622 Number Services		
6623 Customer Services		
Total Customer Operations Expense	1,208,114	
Corporate Operations Expense		
6710 Executive and Planning		
6711 Executive		
6712 Planning		
6720 General and Administrative	1,039,501	
6721 Accounting and Finance		
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	1,039,501	
TOTAL OPERATING EXPENSES	5,782,980	

INCOME & RETAINED EARNINGS STATEMENT

Item	Total Company	Idaho Only
Total Operating Income (from page 15)	<u>3,316,379</u>	Same as
Total Operating Expenses (from page 17)	<u>5,782,980</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> </u>	<u> </u>
7230 Operating State and Local Income Taxes	<u> </u>	<u> </u>
7240 Operating Other Taxes	<u>102,589</u>	<u> </u>
7250 Provision for Deferred Operating Income Taxes-Net	<u>143,618</u>	<u> </u>
7200 Operating Taxes (Total)	<u>246,207</u>	<u> </u>
7310 Dividend Income	<u> </u>	<u> </u>
7320 Interest Income	<u>(31,351)</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>299,729</u>	<u> </u>
7360 Other Nonoperating Income	<u>(42,877)</u>	<u> </u>
7370 Special Charges	<u> </u>	<u> </u>
7300 Nonoperating Income and Expense	<u>225,501</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>573,540</u>	<u> </u>
7500 Interest and Related Items	<u>573,540</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>(4,058,289)</u>	<u> </u>
AMOUNT TRANSFERRED TO RETAINED EARNINGS	<u>546,439</u>	<u> </u>

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)			Avg./ Line
		Number (1000s)	Avg./ Line	Intrastate	Interstate	Total	
1 Teton - 458	120	Not Available		81903	69463	151366	1,261.38
2 Island Park - 558	695	Not Available		91274	162465	253739	365.09
3 Saint Anthony - 624	1,038	Not Available		404132	235914	640046	616.61
4 Ashton - 652	440	Not Available		132004	119693	251697	572.04
Total All Exchanges	2,293	Not Available		709,313	587,535	1,296,848	565.57
6 _____	_____	_____	_____	_____	_____	_____	_____
7 _____	_____	_____	_____	_____	_____	_____	_____
8 _____	_____	_____	_____	_____	_____	_____	_____
9 _____	_____	_____	_____	_____	_____	_____	_____
10 _____	_____	_____	_____	_____	_____	_____	_____
11 _____	_____	_____	_____	_____	_____	_____	_____
12 _____	_____	_____	_____	_____	_____	_____	_____
13 _____	_____	_____	_____	_____	_____	_____	_____
14 _____	_____	_____	_____	_____	_____	_____	_____
15 _____	_____	_____	_____	_____	_____	_____	_____
16 _____	_____	_____	_____	_____	_____	_____	_____
17 _____	_____	_____	_____	_____	_____	_____	_____
18 _____	_____	_____	_____	_____	_____	_____	_____

ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES
Year ended 12/31/2025

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 No X

Included in directory Yes No X

Date of notification Nov-25

Alternate method of notification bill statement messages

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company 0

Category of complaints (if known):

Deposit Disputes 0

Charges on Bill 0

Denial/Termination 0

Quality or Availability
of Service 0

Carrier Selection/Assignment 0

Miscellaneous 0

Rev 3/02

CERTIFICATE

State of Montana)
) ss
County of Missoula)

WE, the undersigned _____ Chief Financial Officer

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.

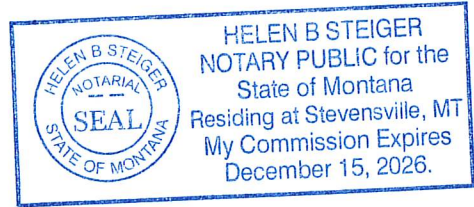


Stacey Mueller
Chief Financial Officer

Subscribed and Sworn to Before Me this 24 day of March, 2026

Notary Public 

My Commission expires 12-15, (Year) 2026.



Rev 3/02

gdk/excel/jnelson/anulrpts/telannualrpt

IDAHO SEPARATED RESULTS OF OPERATIONS

SEE ATTACHED P36 COST STUDY REPORT

2017 provided - 2025 is not available

OF

FREMONT TELCOM CO.

NAME

1221 N. RUSSELL ST. MISSOULA, MT 59808

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED: 2025

Part 36

REVENUE REQUIREMENT SUMMARY

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL					
			TOTAL COMPANY (a)	MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
1	Net Telecom Plant	S-2 Ln46	4,486,372	1,088,722	643,797	234	-	24,767	-	898,848	17,744	-	-	1,812,259
2	CWC Corporate Operations Limitation	Records Ln1-2	4,486,372	1,088,722	643,797	234	-	24,767	-	898,848	17,744	-	-	1,812,259
3	RATE BASE	Records Ln3*4	10,0004%	10,8750%	10,8750%	10,8750%	10,8750%	9,4500%	9,4500%	9,4500%	9,4500%	9,4500%	9,4500%	9,4500%
4	Rate of Return	Records Ln3*4	448,654	118,399	70,013	25	-	2,340	-	84,941	1,677	-	-	171,259
5	RETURN ON RATE BASE	Records Ln5-6	448,654	118,399	70,013	25	-	2,340	-	84,941	1,677	-	-	171,259
6	Return Adjustment #1	S-10 Ln24	4,092	991	588	0	-	22	-	822	15	-	-	1,654
7	NET RETURN	S-10 Ln47	-	-	-	-	-	-	-	-	-	-	-	-
8	Fixed Charges	S-10 Ln50	-	-	-	-	-	-	-	-	-	-	-	-
9	Amortization of Excess Def Taxes	S-10 Ln53	-	-	-	-	-	-	-	-	-	-	-	-
10	Capitalized Payroll Taxes	S-10 Ln53	-	-	-	-	-	-	-	-	-	-	-	-
11	Depreciation Adjustment	S-14 Ln22	-	-	-	-	-	-	-	-	-	-	-	-
12	Schedule M Income Tax Adjustments	S-10 Ln59+60	-	-	-	-	-	-	-	-	-	-	-	-
13	FIT Allowances/Disallowances	S-10 Ln61+62	-	-	-	-	-	-	-	-	-	-	-	-
14	Inc Adj Alloc on 2001	S-10 Ln63	-	-	-	-	-	-	-	-	-	-	-	-
15	Inc Adj Alloc on Blg 3 Exp	Note 1	-	-	-	-	-	-	-	-	-	-	-	-
16	Total Misc Inc Adjustment	Ln 53	444,562	117,408	69,425	25	-	2,318	-	84,120	1,662	-	-	169,604
17	AFTER TAX INCOME	S-10 Ln45	53,828	14,216	8,406	3	-	281	-	10,185	201	-	-	20,536
18	State Income Tax	Ln 44	229,017	60,483	35,764	13	-	1,194	-	43,334	856	-	-	87,372
19	State ITC Amortization	S-10 Ln44	-	-	-	-	-	-	-	-	-	-	-	-
20	Federal Income Tax	S-3 Ln18	3,395,113	913,594	519,024	213	-	25,036	-	602,001	56,165	-	-	1,279,080
21	Federal ITC Amortization	S-10, Ln17+18	-	-	-	-	-	-	-	-	-	-	-	-
22	Operating Expenses & Taxes	S-10 Ln57	-	-	-	-	-	-	-	-	-	-	-	-
23	Nonoperating Expenses	Ln 7+18..24	4,126,612	1,106,691	633,207	255	-	28,851	-	740,462	58,899	-	-	1,558,246
24	Uncollectibles	Note 2	-	-	-	-	-	-	-	-	-	-	-	-
25	NET REVENUE REQUIREMENT	S-10 Ln15	4,126,612	1,106,691	633,207	255	-	28,851	-	740,462	58,899	-	-	1,558,246
26	Gross Receipts Tax	Ln25+26-27	100,0000%	26,8184%	15,3445%	0.0062%	-	0.6991%	-	17,9436%	1,4273%	-	-	37,7609%
27	7340 Alw Fds Used Dur Const	Ln28/28a	-	-	-	-	-	-	-	-	-	-	-	-
28	REVENUE REQUIREMENT	Ln7	448,654	118,399	70,013	25	-	2,340	-	84,941	1,677	-	-	171,259
29	Distribution of Line 28	Ln8	4,092	991	588	0	-	22	-	822	15	-	-	1,654
30	Net Return	Ln9	-	-	-	-	-	-	-	-	-	-	-	-
31	Fixed Charges	Ln10	-	-	-	-	-	-	-	-	-	-	-	-
32	Amortization of Excess Deferred Taxes	Ln11	-	-	-	-	-	-	-	-	-	-	-	-
33	Capitalized Payroll Taxes	Ln12	-	-	-	-	-	-	-	-	-	-	-	-
34	Depreciation Adjustment	Ln13	-	-	-	-	-	-	-	-	-	-	-	-
35	Schedule M Income Tax Adjustments	Ln14	-	-	-	-	-	-	-	-	-	-	-	-
36	FIT Allowances/Disallowances	Ln15	-	-	-	-	-	-	-	-	-	-	-	-
37	Inc Adj Alloc on 2001	Ln16	-	-	-	-	-	-	-	-	-	-	-	-
38	Inc Adj Alloc on Blg 3 Exp	Ln17	-	-	-	-	-	-	-	-	-	-	-	-
39	Federal ITC Amortization	Ln 31+36..39	4,092	991	588	0	-	22	-	822	15	-	-	1,654
40	Total Income Adjustments	Ln30-40 Gross Up	673,579	177,891	105,189	38	-	3,512	-	127,454	2,518	-	-	256,976
41	Federal Taxable Income	34.0000%	229,017	60,483	35,764	13	-	1,194	-	43,334	856	-	-	87,372
42	Federal Income Tax	Records Ln 42-43	229,017	60,483	35,764	13	-	1,194	-	43,334	856	-	-	87,372
43	Federal Sur-Tax Allocation	Ln30	448,654	118,399	70,013	25	-	2,340	-	84,941	1,677	-	-	171,259
44	Net Federal Income Tax	Ln31	4,092	991	588	0	-	22	-	822	15	-	-	1,654
45	Net Return	Ln 37+38	-	-	-	-	-	-	-	-	-	-	-	-
46	Fixed Charges	S-10 Ln45	229,017	60,483	35,764	13	-	1,194	-	43,334	856	-	-	87,372
47	Other SIT Adjustments	Ln 20+21	727,407	192,107	113,595	41	-	3,793	-	137,639	2,720	-	-	277,512
48	State ITC Amortization	Records Ln 51-52	53,828	14,216	8,406	3	-	281	-	10,185	201	-	-	20,536
49	Federal Income Tax Net of ITC	Ln 51-52	53,828	14,216	8,406	3	-	281	-	10,185	201	-	-	20,536
50	State Taxable Income													
51	State Income Tax													
52	State Sur-Tax Allocation													
53	Net State Income Tax													

SEPARATED TELECOMMUNICATIONS PLANT SUMMARY

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL					
			TOTAL COMPANY (a)	MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	InterLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
1	2110 Land & Support Assets	S-4, Ln13	1,715,611	407,832	291,940	97	-	9,024	-	331,779	6,264	-	-	668,675
2	2210 COE-Switching	S-5, Ln36	479,674	407,207	-	516	-	-	-	-	-	-	-	71,951
3	2220 COE-Operator	S-5, Ln23	-	-	-	-	-	-	-	-	-	-	-	-
4	2230 COE-Transmission	S-5, Ln80	9,007,291	1,587,960	3,379,531	346	-	36,146	-	1,328,919	38,238	-	-	2,636,151
5	2310 Info Orig/Term Equip	S-6, Ln11	-	-	-	-	-	-	-	-	-	-	-	-
6	2410 C&WF	S-7, Ln47	17,779,449	4,486,562	1,260,302	675	-	107,279	-	3,944,085	61,314	-	-	7,919,232
7	Total COE, IOT, C&WF	Ln2_6	27,268,414	6,481,729	4,639,834	1,537	-	143,425	-	5,273,004	99,552	-	-	10,627,334
8	Distribution of Line 7	Ln7/7a	100.00000%	23,7718%	17,0167%	0.0056%	-	0.5260%	-	19,3388%	0.3651%	-	-	38,9759%
9	Equal Access - Investment	S-9, Ln22	-	-	-	-	-	-	-	-	-	-	-	-
10	2680 Tangible Assets	S-8, Ln31	-	-	-	-	-	-	-	-	-	-	-	-
11	TELECOM PLT IN SVC-EXCL 2680	Ln1+7+9+10	28,982,024	6,889,561	4,931,774	1,634	-	152,449	-	5,604,782	105,816	-	-	11,296,009
12	Distribution of Line 11	Ln11/11a	100.00000%	23,7718%	17,0167%	0.0056%	-	0.5260%	-	19,3388%	0.3651%	-	-	38,9759%
13	2690 Intangible Assets	S-8, Ln35	-	-	-	-	-	-	-	-	-	-	-	-
14	2001 TELECOM PLANT IN SVC	Ln11+13	28,982,024	6,889,561	4,931,774	1,634	-	152,449	-	5,604,782	105,816	-	-	11,296,009
15	Distribution of Line 14	Ln14/14a	100.00000%	23,7718%	17,0167%	0.0056%	-	0.5260%	-	19,3388%	0.3651%	-	-	38,9759%
16	2110 Land Assets	S-4, Ln12	34,112	8,109	5,805	2	-	179	-	6,597	125	-	-	13,295
17	2001 TPIS x/Land	Ln 14-16	28,947,912	6,881,452	4,925,969	1,632	-	152,270	-	5,598,186	105,691	-	-	11,282,714
18	Distribution of Line 17	Ln17/17a	100.00000%	23,7718%	17,0167%	0.0056%	-	0.5260%	-	19,3388%	0.3651%	-	-	38,9759%
19	2002 Prop Hld Fut Telecom Use	S-9, Ln6	-	10,076	7,213	2	-	223	-	8,197	155	-	-	16,521
20	2003 Plant Under Construction	S-9, Ln10	42,388	-	-	-	-	-	-	-	-	-	-	-
21	2005 Telecom Plant Adjustment	S-9, Ln14	-	-	-	-	-	-	-	-	-	-	-	-
22	TOTAL TELECOM PLANT	Ln14+19+.21	29,024,412	6,899,637	4,938,987	1,636	-	152,672	-	5,612,980	105,970	-	-	11,312,530
23	1220 Materials and Supplies	S-9, Ln20	190,029	47,953	13,470	7	-	1,147	-	42,155	655	-	-	84,642
24	1500 Other Juris Assets-Net	S-15, Ln14	-	-	-	-	-	-	-	-	-	-	-	-
25	3100 Accumulated Depreciation	S-15, Ln106	-	-	-	-	-	-	-	-	-	-	-	-
26	Equal Access- Accum Depreciation	S-9, Ln24	26,189,321	6,207,547	4,390,928	1,414	-	138,583	-	5,094,994	95,642	-	-	10,260,212
27	3200 Acc Dep-Hld for Fut Use	S-15, Ln108	-	-	-	-	-	-	-	-	-	-	-	-
28	3400 Accum Amort-Tangible	S-15, Ln109..110	-	-	-	-	-	-	-	-	-	-	-	-
29	3500 Accum Amort-Intangible	S-15, Ln111	-	-	-	-	-	-	-	-	-	-	-	-
30	3600 Accum Amort-Other	S-15, Ln112	-	-	-	-	-	-	-	-	-	-	-	-
31	4100 Net Cur Def Op Inc Taxes	S-15, Ln124	-	-	-	-	-	-	-	-	-	-	-	-
32	4340 Noncur Def Oper Inc Tax	S-15, Ln144	(1,365,048)	(322,748)	(69,454)	(1)	-	(8,739)	-	(321,271)	(4,797)	-	-	(638,039)
33	Equal Access- Deferred Oper Inc Taxes	S-9, Ln25	-	-	-	-	-	-	-	-	-	-	-	-
34	4360 Other Deferred Credits-Net	S-15, Ln145	-	-	-	-	-	-	-	-	-	-	-	-
35	4370 Other Jur Liab & Def Credits-Net	S-15, Ln147	4,390,189	1,062,791	630,983	230	-	23,974	-	881,412	15,780	-	-	1,774,999
36	NET TELECOM PLANT	Ln22+23-24..35	100.00000%	24,2084%	14,3726%	0.0052%	-	0.5461%	-	20,0769%	0.3594%	-	-	40,4312%
37	Distribution of Line 36	Ln36/36a	-	-	-	-	-	-	-	-	-	-	-	-
38	1410 Other Noncurrent Assets & 1438 Deferred Charges	S-9, Ln16...17	-	-	-	-	-	-	-	-	-	-	-	-
39	Cash Working Capital	S-9, Ln21	98,959	26,587	13,283	4	-	807	-	17,970	1,973	-	-	38,335
40	Equal Access - Unamortized Expenses	S-9, Ln26	-	-	-	-	-	-	-	-	-	-	-	-
41	Investment Allow/Disallow	S-9, Ln31	-	-	-	-	-	-	-	-	-	-	-	-
42	Accum Depr/Amort Allow/Disallow F	S-15, Ln150	-	-	-	-	-	-	-	-	-	-	-	-
43	4040 Customer Deposits	S-15, Ln115	2,756	655	469	0	-	14	-	533	10	-	-	1,074
44	4310 Other Long-Term Liab.	S-15, Ln135	-	-	-	-	-	-	-	-	-	-	-	-
45	Other Telecom PI Adjust	Records	-	-	-	-	-	-	-	-	-	-	-	-
46	NET TELECOM PLT & OTH RATE BASE ITEMS	A+B, F+(G+H)	4,486,372	1,088,722	643,797	234	-	24,767	-	898,848	17,744	-	-	1,812,259
47	Distribution of Line 46	Ln46/46a	100.00000%	24,2673%	14,3501%	0.0052%	-	0.5520%	-	20,0351%	0.3955%	-	-	40,3948%

SEPARATED EXPENSE SUMMARY

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL				
			MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	InterLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
1	Plt Spec Exp Accts 6210.6220	S-11, Ln30	237,123	166,361	56	-	-	193,413	3,629	-	-	-	389,758
2	6230.6310.6410	S-12, Ln19	66,929	47,910	16	-	-	54,448	1,028	-	-	-	109,736
3	PI Nonspc Account 6530	S-13, Ln57	338,176	215,210	71	-	-	39,520	30,724	-	-	-	128,853
4	Cust Oper Accts 6610.6620	Ln2,.4	435,170	13,3230%	0.0044%	-	-	287,381	35,381	-	-	-	628,348
5	TOTAL BIG THREE EXPENSES		26,9401%					17,7909%	2,1903%				38,8991%
6	Distribution of Line 5												
7	Plant Specific Expenses	S-11, Ln31	281,299	197,984	66	-	-	229,352	4,307	-	-	-	462,189
8	Plant Nonspc Expenses	S-12, Ln121	251,175	198,856	107	-	-	167,061	3,463	-	-	-	343,994
9	Customer Operations Expenses	S-13, Ln57	338,176	939	-	-	-	39,520	30,724	-	-	-	128,853
10	Corporate Operations Expenses	S-14, Ln16	798,630	104,831	35	-	-	139,987	17,234	-	-	-	306,075
11	7300 Contributions	S-10, Ln16	1,261	591	0	-	-	789	97	-	-	-	1,725
12	TOTAL OPERATING EXPENSES	Ln7-.11	888,616	503,201	208	-	-	576,708	55,825	-	-	-	1,242,837
13	TOTAL CASH OPERATING EXPENSES	Ln12 less dep. exp.	717,438	361,609	120	-	-	474,726	53,591	-	-	-	1,030,003
14	Operating Taxes	S-14, Ln26	24,978	15,824	5	-	-	25,293	340	-	-	-	36,243
15	Equal Access Expenses	S-14, Ln35	-	-	-	-	-	-	-	-	-	-	-
16	Expense Allowances/Disallowances	S-14, Ln40	-	-	-	-	-	-	-	-	-	-	-
17	5240 Rent Revenues	S-10, Ln43	-	-	-	-	-	-	-	-	-	-	-
18	TOTAL OPERATING EXP & TAXES	Ln12+14,.16-17	913,594	519,024	213	-	-	602,001	56,165	-	-	-	1,279,080
19	Distribution of Line 18	Ln18/18a	26,9091%	15,2874%	0.0063%	-	-	17,7314%	1,6543%	-	-	-	37,6741%
20	Total Depr & Amort	S-12, Ln120	171,179	141,592	88	-	-	101,983	2,234	-	-	-	212,833
21	Fixed Charges	S-10, Ln24	991	588	0	-	-	822	15	-	-	-	1,654
22	Total Operating Revenue	S-14, Ln33	-	-	-	-	-	-	-	-	-	-	-
23	Total Operating Expense & Taxes	Ln18	913,594	519,024	213	-	-	602,001	56,165	-	-	-	1,279,080
24	Uncollectibles	S-10, Ln57	-	-	-	-	-	-	-	-	-	-	-
25	Fixed Charges	Ln21	991	588	0	-	-	822	15	-	-	-	1,654
26	Income Adjustments	S-10, Ln63	-	-	-	-	-	-	-	-	-	-	-
27	Net Income	Ln22,.26	(914,585)	(519,612)	(214)	-	-	(602,823)	(56,180)	-	-	-	(1,280,734)
28	Distribution of Line 27	Ln27/27a	26,9058%	15,2863%	0.0063%	-	-	17,7342%	1,6527%	-	-	-	37,6775%
29	TOTAL CASH OPER EXPENSES	Ln18+17-20+21	743,406	378,021	125	-	-	500,840	53,946	-	-	-	1,067,901
30	Distribution of Line 29	Ln29/29a	26,8715%	13,6641%	0.0045%	-	-	18,1036%	1,9499%	-	-	-	38,6008%
INCOME TAX CALCULATION													
31	Other Operating Income	S-14, Ln32	-	-	-	-	-	-	-	-	-	-	-
32	AFUDC	S-10, Ln15	-	-	-	-	-	-	-	-	-	-	-
33	Operating Revenue	S-14, Ln33-Ln31	-	-	-	-	-	-	-	-	-	-	-
34	Uncollectible Revenue	S-10, Ln57	-	-	-	-	-	-	-	-	-	-	-
35	Income Effect, Jurisdictional Difference	S-10, Ln60	-	-	-	-	-	-	-	-	-	-	-
36	IRS Income Adjustment	S-10, Ln62	-	-	-	-	-	-	-	-	-	-	-
37	TOTAL REVENUE & OTHER INCOME	Ln31-.36	-	-	-	-	-	-	-	-	-	-	-
38	Contributions	S-10, Ln16	1,261	591	0	-	-	789	97	-	-	-	1,725
39	Operating Expenses	Ln12-Ln11	887,355	502,610	208	-	-	575,919	55,728	-	-	-	1,241,112
40	Operating Taxes	S-14, Ln26	24,978	15,824	5	-	-	25,293	340	-	-	-	36,243
41	Fixed Charges	S-10, Ln24	991	588	0	-	-	822	15	-	-	-	1,654
42	TOTAL OPERATING EXPENSES	Ln38,.41	914,585	519,612	214	-	-	602,823	56,180	-	-	-	1,280,734
43	State Taxable Income	Ln37-Ln42	(914,585)	(519,612)	(214)	-	-	(602,823)	(56,180)	-	-	-	(1,280,734)
44	State Income Tax		(67,679)	(38,451)	(16)	-	-	(44,609)	(4,157)	-	-	-	(94,774)
45	Federal Taxable Income	Ln37-Ln42	(914,585)	(519,612)	(214)	-	-	(602,823)	(56,180)	-	-	-	(1,280,734)
46	State Income Tax	Ln44	(67,679)	(38,451)	(16)	-	-	(44,609)	(4,157)	-	-	-	(94,774)
47	Net Federal Taxable Income	Ln45-Ln46	(846,905)	(481,161)	(198)	-	-	(558,214)	(52,022)	-	-	-	(1,185,960)
48	Federal Income Tax		(287,948)	(163,595)	(67)	-	-	(189,793)	(17,688)	-	-	-	(403,226)
49	Amortization of Investment Tax Credit	S-10, Ln44	-	-	-	-	-	-	-	-	-	-	-
50	Federal Income Tax	Ln48-Ln49	(287,948)	(163,595)	(67)	-	-	(189,793)	(17,688)	-	-	-	(403,226)

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL							
			TOTAL COMPANY (a)	IntraLATA MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)		
B	1 Carrier Classification	Records	100.00000%	26.9401%	13.3230%	0.0044%	-	-	-	-	-	-	-	-	-	38.8991%
	2 Big Three Expenses Distr	S-3, Ln6	100.00000%	23.7718%	17.0167%	0.0056%	-	-	-	-	-	-	-	-	-	38.9759%
	3 Total COE, IOT, C&WF-Distr	S-2, Ln8														
	LAND & SUPPORT ASSETS SEPARATION															
4	2110 Land & Support Assets		1,681,499	399,723	286,135	95	-	-	-	-	-	-	-	-	-	655,380
5	Support Assets-Joint x/GSF - B&C	Note 1														
6	General Support Facilities - B&C	Note 1														
7	Direct Assignment	Direct	1,681,499	399,723	286,135	95	-	-	-	-	-	-	-	-	-	655,380
8	Total Support Assets	Ln5-.7	100.00000%	23.7718%	17.0167%	0.0056%	-	-	-	-	-	-	-	-	-	38.9759%
9	Distribution of Line 8	Ln8/8a														
10	Land	Note 1	34,112	8,109	5,805	2	-	-	179	-	-	-	-	-	-	13,295
11	Direct Assignment	Direct														
12	Total Land	Ln10-.11	34,112	8,109	5,805	2	-	-	179	-	-	-	-	-	-	13,295
13	TOTAL LAND & SUPPORT ASSETS	Ln8+12	1,715,611	407,832	291,940	97	-	-	9,024	-	-	-	-	-	-	668,675
14	Distribution of Line 13	Ln13/13a	100.00000%	23.7718%	17.0167%	0.0056%	-	-	0.5260%	-	-	-	-	-	-	38.9759%

Note 1: If Carrier Classification = A, then
If Carrier Classification = B, then

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL				
			MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
SEPARATIONS FACTORS													
1	WSWS Pct-Switchboards	Records	-	-	-	-	-	-	-	-	-	-	100.0000%
2	WSWS Pct-Directory Assistance	Records	-	-	-	-	-	-	-	-	-	-	100.0000%
3	Sub-Line MOU Pct	Records	31.5620%	-	0.0400%	-	-	0.1460%	-	5.3500%	-	-	62.9020%
4	SOB Toll MOU Pct	Records	-	-	-	-	-	-	-	-	-	-	-
5	WSWS Pct-TSPS Oper Position	Records	-	-	-	-	-	-	-	-	-	-	100.0000%
6	Real Processor Time Pct-RTA	Records	-	-	-	-	-	-	-	-	-	-	-
7	Real Processor Time Pct-TSPS	Records	-	-	-	-	-	-	-	-	-	-	-
8	REL MOU's - Tandem Switching	Records	-	-	-	-	-	-	-	-	-	-	-
9	Trans Measured DEM Pct	Records	84.8924%	-	0.1076%	-	-	-	-	-	-	-	15.0000%
COE CATEGORIES T-3 SEPARATION													
10	2220 Operator Systems		-	-	-	-	-	-	-	-	-	-	-
11	Cat 1-Operator Systems		-	-	-	-	-	-	-	-	-	-	-
12	Loc.Toll.DSA.DSB.and		-	-	-	-	-	-	-	-	-	-	-
13	Traffic Switchboards		-	-	-	-	-	-	-	-	-	-	-
14	Aux-Direct Assist	Ln13a*1	-	-	-	-	-	-	-	-	-	-	-
15	Aux-Intercept	Ln14a*2	-	-	-	-	-	-	-	-	-	-	-
16	JT Exch & Toll SOB	Ln15a*3	-	-	-	-	-	-	-	-	-	-	-
17	TSPS-Oper Position	Ln16a*4	-	-	-	-	-	-	-	-	-	-	-
18	TSPS-RTA	Ln17a*5	-	-	-	-	-	-	-	-	-	-	-
19	TSPS-Other	Ln18a*6	-	-	-	-	-	-	-	-	-	-	-
20	Direct Assignment	Ln19a*7	-	-	-	-	-	-	-	-	-	-	-
21	Total Cat 1	Direct	-	-	-	-	-	-	-	-	-	-	-
22	Distribution of Line 21	Ln13, 20	-	-	-	-	-	-	-	-	-	-	-
23	TOTAL COE-OPERATOR	Ln21/21a	-	-	-	-	-	-	-	-	-	-	-
24	Distribution of Line 23	Ln21	-	-	-	-	-	-	-	-	-	-	-
		Ln23/23a	-	-	-	-	-	-	-	-	-	-	-
25	2210 Central Office Switching		-	-	-	-	-	-	-	-	-	-	-
26	Cat 2-Tandem Switching	Ln26a*8	-	-	-	-	-	-	-	-	-	-	-
27	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
28	Total Cat 2	Ln26, 27	-	-	-	-	-	-	-	-	-	-	-
29	Distribution of Line 28	Ln26/28a	-	-	-	-	-	-	-	-	-	-	-
30			-	-	-	-	-	-	-	-	-	-	-
31	Cat 3-Local Switching - TS	Ln31a*9	407,207	-	516	-	-	-	-	-	-	-	71,951
32	Cat 3-Local Switching - NTS	Ln32a*9	-	-	-	-	-	-	-	-	-	-	-
33	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
34	Total Cat 3	Ln31, 33	407,207	-	516	-	-	-	-	-	-	-	71,951
35	Distribution of Line 34	Ln34/34a	84,8924%	-	0.1076%	-	-	-	-	-	-	-	15,0000%
36	TOTAL COE-SWITCHING	Ln28+34	407,207	-	516	-	-	-	-	-	-	-	71,951
37	Distribution of Line 36	Ln36/36a	84,8924%	-	0.1076%	-	-	-	-	-	-	-	15,0000%

SEPARATIONS FACTORS	INTERSTATE			INTRASTATE			LOCAL				
	TOTAL COMPANY (a)	MSG (b)	InterLATA PL (c)	MSG (d)	InterLATA PL (e)	MSG (f)	InterLATA PL (g)	MSG (h)	EAS (i)	User Defined (k)	Other (l)
38 WB Line	100.0000%		99.3243%								
39 Ex Trk WB	100.0000%		99.3243%								
40 REL MOUs - Exchange Trunk											
41 Gross Allocator (Trans SPF)											
42 COE Cat 4.21-Furn to Others Pct	100.0000%	25.0000%				0.6620%		24.3380%			50.0000%
43 Interexchange Trk WB	100.0000%		99.3243%								
COE CATEGORY 4 SEPARATION											
44 2230 Central Office - Transmission											
45 Cat 4.1-Exchange Circuit											
46 4.11 Wideband-Line											
47 Direct Assignment	621,820		611,844								
48 4.11 Ethernet	398,132		398,132								
49 4.11 Wideband-DSL Line	2,167,485		2,167,485								
50 4.12 Exch Trunk - EAS											
51 Ex Trk xWB - Basic											
52 Ex Trk xWB - Basic DA											
53 Ex Trk WB											
54 Exch Trk WB - Direct Assignment											
55 4.13 Ex Line xWB											
56 Joint MSG	5,272,301	1,318,075	1,983			34,903		1,283,173			2,636,151
57 PL & Local	17,849										
58 Direct Assignment - Basic/Special											
59 Cat 4.2-Interexchange											
60 4.21 Furn to Others											
61 4.22 Wideband											
62 Interexchange DSL											
63 Interexchange PL											
64 Direct Assignment	132,443		126,617								
65 4.22 Ethernet	73,003		73,003								

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			EAS	User Defined	Other
			Joint MSG (b)	InterLATA PL (c)	IntraLATA PL (d)	InterLATA PL (e)	IntraLATA PL (f)	IntraLATA PL (g)			
ASSIGNMENT OF COE CAT 4.13											
66 COE Cat 4.13 Working Loops	Records		2,667.5	1.0				8.0			
67 COE Cat 4.13 Assigned Invest	Note 1		5,272,301	1,983				15,865			
		1,983:1865									

Note 1: Cost per loop =

CENTRAL OFFICE EQUIPMENT

SEPARATIONS FACTORS	INTERSTATE				INTRASTATE				LOCAL			
	TOTAL COMPANY (a)	MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
68 Conversation Minutes Pct	100.0000%	85.0780%		0.1090%		0.3920%		14.4210%				
69 Hosi/Remote MOU Miles Pct	100.0000%	42.0830%		0.0540%		0.1940%		7.1330%				50.5360%
COE CATEGORY 4 SEPARATION (Cont)												
70 4.23 All Other	317,221	269,885		346		1,244		45,746				
71 Joint MSG	-	-		-		-		-				
72 Interexchange MSG/PL - DA	7,039	-	469	-	-	-	-	-	6,570	-	-	-
73 PL, TWX & Local	-	-	-	-	-	-	-	-	-	-	-	-
74 PL - DA	-	-	-	-	-	-	-	-	-	-	-	-
75 Cat 4.3-Hosi/Remote MSG	-	-	-	-	-	-	-	-	-	-	-	-
76 Joint (x)WATS	-	-	-	-	-	-	-	-	-	-	-	-
77 WATS	-	-	-	-	-	-	-	-	-	-	-	-
78 Direct Assignment	-	-	-	-	-	-	-	-	-	-	-	-
79 Total Cat 4	9,007,291	1,587,960	3,379,531	346	-	36,146	-	1,328,919	38,238	-	-	2,636,151
80 TOTAL COE-TRANSMISSION	9,007,291	1,587,960	3,379,531	346	-	36,146	-	1,328,919	38,238	-	-	2,636,151
81 Distribution of Line 80	100.0000%	17.6297%	37.5200%	0.0038%	-	0.4013%	-	14.7538%	0.4245%	-	-	29.2668%
82 TOTAL CENTRAL OFFICE EQUIP	9,486,965	1,995,167	3,379,531	862	-	36,146	-	1,328,919	38,238	-	-	2,708,102
83 Distribution of Line 82	100.0000%	21.0306%	35.6229%	0.0091%	-	0.3810%	-	14.0078%	0.4031%	-	-	28.5455%

LINE DESCRIPTION	INTERSTATE				INTRASTATE				LOCAL			
	TOTAL COMPANY (e)	MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
ASSIGNMENT OF COE CAT 4.23	345.50	-	0.50	-	-	-	-	-	7.00	-	-	-
84 COE Cat 4.23 Terms -	338	-	-	-	-	-	-	-	-	-	-	-
-Joint Message Total Terminations	324,260	-	469	-	-	-	-	-	6,570	-	-	-
85 COE Cat 4.23 - Terms	317,221	-	-	-	-	-	-	-	-	-	-	-
86 -Joint Message Total Allocated Investment												

Note 1: Cost per termination = 938.52

INFORMATION ORIGIN/TERM EQUIPMENT

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL					
			MSG (b)	IntraLATA PL (c)	IntraLATA MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)	
100.0000%	TOTAL COMPANY (a)		25.0000%	-	-	-	0.6620%	-	-	24.3380%	-	-	-	50.0000%
1	Gross Allocator (Trans SPF)	Records												
2	REL MOU's - Coinless Pub Tel	Records												
3	2310 Info Orig/Term Equip													
4	Cat 1-Other IOT	Ln4a*1												
5	Coins Pub Tel Eq	Ln5a*2												
6	Direct Assignment	Direct												
7	Total Category 1	Ln4,6												
8	Distribution of Line 7	Ln7/7a												
9	Cat 2-Cust Prem Equip	Direct												
10	Distribution of Line 9	Ln9/9a												
11	TOTAL INFO ORIG/TERM EQUIP	Ln7+9												
12	Distribution of Line 11	Ln11/11a												

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL					
			TOTAL COMPANY (a)	MSG (b)	InterLATA PL (c)	InterLATA PL (d)	MSG (e)	InterLATA PL (f)	MSG (g)	IntraLATA PL (h)	EAS (i)	User Defined (k)	Other (l)	
SEPARATIONS FACTORS														
1	Gross Allocator Pct (Trans SPF)	Records	100.0000%	25.0000%	-	-	-	-	-	-	-	-	-	50.0000%
2	REL MOU's - Exchange Trunk	Records	-	-	-	-	-	-	-	-	-	-	-	-
3	WB Line	Records	100.0000%	-	99.3243%	-	-	-	-	-	-	-	-	-
4	MOU Pct-Ex Trk-WB	Records	100.0000%	-	99.3243%	-	-	-	-	-	-	-	-	-
C&WF CAT 1-2 SEPARATION														
5	2410 Cable & Wire Facilities													
6	Cat 1-Exch Line xWB													
7	1.1 Intra PL & WATS	Ln25e..j	47,661	-	-	-	-	-	-	-	-	-	-	-
8	1.2 Inter PL & WATS	Ln25c..d	5,958	-	5,958	-	-	-	-	-	-	-	-	-
9	1.3 Jointly Used	Ln25b*1	15,838,465	3,959,616	-	-	-	-	-	104,851	-	3,854,766	-	7,919,232
10	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
11	Total Category 1	Ln7..10	15,892,084	3,959,616	5,958	-	-	-	-	104,851	-	3,854,766	-	7,919,232
12	Cat 2-WB & Exch Trunk													
13	Ex Trk - joint message	Ln13a*2	-	-	-	-	-	-	-	-	-	-	-	-
14	Ex Trk - EAS	Direct	-	-	-	-	-	-	-	-	-	-	-	-
15	Ex Line WB - Data Only DSL	Direct	245,500	-	245,500	-	-	-	-	-	-	-	-	-
16	Ex Line WB - VOICE/DATA	Direct	-	-	-	-	-	-	-	-	-	-	-	-
17	Ex Line Ethernet	Direct	342,431	-	342,431	-	-	-	-	-	-	-	-	-
18	Ex Line WB	Ln18a*3	-	-	-	-	-	-	-	-	-	-	-	-
19	WB Line	Direct	545,174	-	538,159	-	-	-	-	-	-	-	-	7,014
20	WB Trunk	Ln20a*4	-	-	-	-	-	-	-	-	-	-	-	-
21	WB Trunk DA	Direct	-	-	-	-	-	-	-	-	-	-	-	-
22	Total Category 2		1,133,105	-	1,126,091	-	-	-	-	-	-	-	-	7,014

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL					
			TOTAL COMPANY (a)	Joint MSG (b)	InterLATA PL (c)	InterLATA PL (d)	InterLATA PL (e)	IntraLATA PL (f)	EAS (g)	User Defined (h)	Other (i)			
ASSIGNMENT OF C&WF CAT 1														
23	C&WF Cat 1 Working Loops	Records	2,668	2,659	1	-	-	-	-	-	-	-	-	-
24	Distribution of Line 21	Ln23/23a	100.0000%	99.6626%	0.0375%	-	-	-	-	-	-	-	-	-
25	Cat 1-Ex Line xWB	Ln25a*24	15,892,084	15,838,465	5,958	-	-	-	-	-	-	-	-	47,661

Note 1: Cost per loop = 5,957.6696

CABLE AND WIRE FACILITIES

TOTAL COMPANY (a)	INTERSTATE				INTRASTATE				LOCAL			
	MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	InterLATA (g)	MSG (h)	IntraLATA PL (i)	PL (j)	EAS (k)	User Defined (l)	Other (m)
100.00000%	85.0780%	99.3243%	0.1090%	0.3920%	0.3920%	14.4210%	0.6757%	-	-	-	-	-
100.00000%	85.0780%	0.1090%	0.1090%	0.3920%	0.3920%	14.4210%	-	-	-	-	-	-
100.00000%	85.0780%	0.1090%	0.1090%	0.3920%	0.3920%	14.4210%	-	-	-	-	-	-
100.00000%	42.0830%	0.0540%	0.0540%	0.1940%	0.1940%	7.1330%	-	-	-	-	-	50.5360%
80,100	-	79,039	-	-	-	-	1,061	-	-	-	-	-
619,368	526,946	-	675	2,428	2,428	89,319	-	1,061	-	-	-	-
5,577	-	-	-	-	-	-	5,577	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-
49,215	49,215	-	675	2,428	2,428	89,319	-	-	-	-	-	-
754,260	526,946	128,254	675	2,428	2,428	89,319	6,638	-	-	-	-	-
17,779,449	4,486,562	1,260,302	675	107,279	107,279	3,944,085	61,314	-	-	-	-	7,919,232
100.00000%	25.2345%	7.0885%	0.0038%	0.6034%	0.6034%	22.1834%	0.3449%	-	-	-	-	44.5415%

TOTAL COMPANY (a)	INTERSTATE TOLL				INTRASTATE TOLL				EAS (g)	User Defined (h)	Other (i)	Jt MSG TWX Intertoll (j)	Remote (k)
	Joint MSG Excl TWX (b)	Intra LATA (c)	Inter LATA (d)	Intra LATA (e)	Inter LATA (f)	Intra LATA (g)	Inter LATA (h)	Intra LATA (i)					
38,433	38,090.00	-	-	343.00	-	-	-	-	-	-	-	-	-
100.00000%	99.1075%	-	-	0.8925%	-	-	-	-	-	-	-	-	-
624,945	619,368	-	-	5,577	-	-	-	-	-	-	-	-	-

Note 1: Cost per circuit mile = 16.26

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL				
			MSG (b)	IntraLATA PL (c)	IntraLATA MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
TOTAL COMPANY (a)													
SEPARATIONS FACTORS													
1	Land & Support Assets Distr	S-4, Ln14	23,7718%	17,0167%	0,0056%	-	0,5260%	-	19,3388%	0,3651%	-	-	38,9759%
2	2210 COE-Switch Distr	S-5, Ln37	84,8924%	-	0,1076%	-	-	-	-	-	-	-	15,0000%
3	2220 COE-Operator Systems Distr	S-5, Ln24	-	-	-	-	-	-	-	-	-	-	-
4	2230 COE-Transmission Distr	S-5, Ln81	-	-	-	-	-	-	-	-	-	-	-
5	2310 IOT Distr	S-6, Ln12	17,6297%	37,5200%	0,0038%	-	0,4013%	-	14,7538%	0,4245%	-	-	29,2669%
6	2410 C&WF Distr	S-7, Ln48	25,2345%	7,0885%	0,0038%	-	0,6034%	-	22,1834%	0,3449%	-	-	44,5415%
7	2001 TPIS	S-2, Ln8	23,7718%	17,0167%	0,0056%	-	0,5260%	-	19,3388%	0,3651%	-	-	38,9759%
8	2001 TPIS incl 2680	S-2, Ln11	23,7718%	17,0167%	0,0056%	-	0,5260%	-	19,3388%	0,3651%	-	-	38,9759%
TANGIBLE ASSETS-CAPITAL LEASES SEP													
9	2680 Tangible Assets - Capital Leases		-	-	-	-	-	-	-	-	-	-	-
10	2110 Land & Supt Assets	Ln10a*1	-	-	-	-	-	-	-	-	-	-	-
11	2210 COE-Switching	Ln11a*2	-	-	-	-	-	-	-	-	-	-	-
12	2220 COE-Operator	Ln12a*3	-	-	-	-	-	-	-	-	-	-	-
13	2230 COE-Transmission	Ln13a*4	-	-	-	-	-	-	-	-	-	-	-
14	2310 IOT	Ln14a*5	-	-	-	-	-	-	-	-	-	-	-
15	2410 C&WF	Ln15a*6	-	-	-	-	-	-	-	-	-	-	-
16	Not classified by account	Ln16a*7	-	-	-	-	-	-	-	-	-	-	-
17	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
18	TOTAL CAPITAL LEASES	Ln10..17	-	-	-	-	-	-	-	-	-	-	-
19	Distribution of Line 18	Ln18/18a	-	-	-	-	-	-	-	-	-	-	-
TANGIBLE ASSETS-LEASEHLD IMPROVE SEP													
20	2680 Tangible Assets - Leasehold Improve		-	-	-	-	-	-	-	-	-	-	-
21	2110 Land & Supt Assets	Ln21a*1	-	-	-	-	-	-	-	-	-	-	-
22	2210 COE-Switching	Ln22a*2	-	-	-	-	-	-	-	-	-	-	-
23	2220 COE-Operator	Ln23a*3	-	-	-	-	-	-	-	-	-	-	-
24	2230 COE-Transmission	Ln24a*4	-	-	-	-	-	-	-	-	-	-	-
25	2310 IOT	Ln25a*5	-	-	-	-	-	-	-	-	-	-	-
26	2410 C&WF	Ln26a*6	-	-	-	-	-	-	-	-	-	-	-
27	Not classified by account	Ln27a*7	-	-	-	-	-	-	-	-	-	-	-
28	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
29	TOTAL LEASEHOLD IMPROVEMENTS	Ln21..28	-	-	-	-	-	-	-	-	-	-	-
30	Distribution of Line 29	Ln29/29a	-	-	-	-	-	-	-	-	-	-	-
31	TOTAL TANGIBLE ASSETS	Ln18+29	-	-	-	-	-	-	-	-	-	-	-
32	Distribution of Line 31	Ln31/31a	-	-	-	-	-	-	-	-	-	-	-
INTANGIBLE ASSETS SEPARATION													
33	2690 Intangible Assets	Ln33a*8	-	-	-	-	-	-	-	-	-	-	-
34	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
35	TOTAL INTANGIBLE ASSETS	Ln33..34	-	-	-	-	-	-	-	-	-	-	-
36	Distribution of Line 35	Ln35/35a	-	-	-	-	-	-	-	-	-	-	-

TELECOMMUNICATIONS PLANT - OTHER ACCOUNTS

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL					
			MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)	
SEPARATIONS FACTORS			100.00000%											
1	2001 TPIS Distr	S-2, Ln15	23,7718%	17.0167%	0.0056%	0.0056%	0.5260%	19,3388%	0.3651%	-	-	-	-	38,9759%
2	2410 C&WF Distr	S-7, Ln48	25,2345%	7.0885%	0.0038%	0.0038%	0.6034%	22,1834%	0.3449%	-	-	-	-	44,5415%
3	Equal Access MOU Pct	Records	-	-	-	-	-	-	-	-	-	-	-	-
OTHER ACCOUNTS SEPARATION														
4	2002 Prop Hld Fut Telecom Use	Ln4a*1	-	-	-	-	-	-	-	-	-	-	-	-
5	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
6	TOTAL PROP HLD FUT TELECOM USE	Ln4.5	-	-	-	-	-	-	-	-	-	-	-	-
7	Distribution of Line 6	Ln6/6a	-	-	-	-	-	-	-	-	-	-	-	-
8	2003 Pt Under Constr	Ln8a*1	10,076	7,213	2	2	223	8,197	155	-	-	-	-	16,521
9	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
10	TOTAL PLT UNDER CONSTR	Ln8.9	10,076	7,213	2	2	223	8,197	155	-	-	-	-	16,521
11	Distribution of Line 10	Ln10/10a	23,7718%	17.0167%	0.0056%	0.0056%	0.5260%	19,3388%	0.3651%	-	-	-	-	38,9759%
12	2005 Telecom Plant Adjust	Ln12a*1	-	-	-	-	-	-	-	-	-	-	-	-
13	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
14	TOTAL TELECOM PLANT ADJUST	Ln12.13	-	-	-	-	-	-	-	-	-	-	-	-
15	Distribution of Line 14	Ln14/14a	-	-	-	-	-	-	-	-	-	-	-	-
MISC ACCOUNTS SEPARATION														
16	1410 Other Noncurrent Assets	Ln16a*S-3, Ln6	-	-	-	-	-	-	-	-	-	-	-	-
17	1438 Deferred Charges	Ln17a*1	-	-	-	-	-	-	-	-	-	-	-	-
18	1220 Material & Supl x/CPE	Ln18a*2	47,953	13,470	7	7	1,147	42,155	655	-	-	-	-	84,642
19	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
20	TOTAL MATERIALS AND SUPPLIES	Ln18.19	47,953	13,470	7	7	1,147	42,155	655	-	-	-	-	84,642
21	Cash Working Capital	CWC	26,587	13,283	4	4	807	17,970	1,973	-	-	-	-	38,335
EQUAL ACCESS INVESTMENT SEPARATION														
22	Equal Access Gross Investment	Ln22a*3	-	-	-	-	-	-	-	-	-	-	-	-
23	Equal Access Gross Investment - DA	Direct	-	-	-	-	-	-	-	-	-	-	-	-
24	Accum Depreciation	Ln24a*3	-	-	-	-	-	-	-	-	-	-	-	-
25	Deferred Oper Inc Taxes	Ln25a*3	-	-	-	-	-	-	-	-	-	-	-	-
26	Unamortized Expenses	Ln26a*3	-	-	-	-	-	-	-	-	-	-	-	-
27	TOTAL NET EQUAL ACCESS INVESTMENT	Ln22-24-25+26	-	-	-	-	-	-	-	-	-	-	-	-
28	Distribution of Line 27	Ln27/27a	-	-	-	-	-	-	-	-	-	-	-	-
INVEST ALLOW/DISALLOW SEPARATION														
29	Investment Allow/Disallowances	Ln29a*1	-	-	-	-	-	-	-	-	-	-	-	-
30	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
31	TOTAL INVEST ALLOW/DISALLOWANCES	Ln29.30	-	-	-	-	-	-	-	-	-	-	-	-

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL					
			TOTAL COMPANY (a)	MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	InterLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
SEPARATIONS FACTORS														
1	2001 TPIS Distr	S-2, Ln15	100.00000%	23,7718%	17.0167%	0.0056%	-	0.5260%	-	19.3388%	0.3651%	-	-	38.9759%
2	2003 PUC-Pct	S-9, Ln11	100.00000%	23,7718%	17.0167%	0.0056%	-	0.5260%	-	19.3388%	0.3651%	-	-	38.9759%
3	Corp Oper Expenses Distr	S-14, Ln17	100.00000%	28,0184%	13.1264%	0.0044%	-	0.5395%	-	17.5284%	2.1580%	-	-	38.3250%
4	2680 Capital Leases Distr	S-8, Ln19	-	-	-	-	-	-	-	-	-	-	-	-
5	Net Telecom Plant Distrexl	S-2, Ln37	100.00000%	24,2084%	14.3726%	0.0052%	-	0.5461%	-	20.0769%	0.3594%	-	-	40.4312%
6	2110 Support Assets Distr	S-4, Ln9	100.00000%	23,7718%	17.0167%	0.0056%	-	0.5260%	-	19.3388%	0.3651%	-	-	38.9759%
7	2210 COE-Switching Distr	S-5, Ln37	100.00000%	84,8924%	-	0.1076%	-	-	-	-	-	-	-	15.0000%
8	2220 COE-Operator Distr	S-5, Ln24	-	-	-	-	-	-	-	-	-	-	-	-
9	2230 COE-Transmission Distr	S-5, Ln81	100.00000%	17,6297%	37.5200%	0.0038%	-	0.4013%	-	14.7538%	0.4245%	-	-	29.2669%
10	2310 IOT Distr	S-6, Ln12	-	-	-	-	-	-	-	-	-	-	-	-
11	2410 C&WF Distr	S-7, Ln48	100.00000%	25,2345%	7.0885%	0.0038%	-	0.6034%	-	22.1834%	0.3449%	-	-	44.5415%
12	COE, IOT, C&WF	S-2, Ln8	100.00000%	23,7718%	17.0167%	0.0056%	-	0.5260%	-	19.3388%	0.3651%	-	-	38.9759%
13	Big Three Expenses Distr	S-3, Ln6	100.00000%	26,9401%	13.3230%	0.0044%	-	0.8521%	-	17.7909%	2.1903%	-	-	38.8991%
OTHER INCOME SEPARATION														
14	7300 Nonoper Inc & Expenses	Ln15a*2	-	-	-	-	-	-	-	-	-	-	-	-
15	Alw Fds Used Dur Constr	Ln16a*3	4,500	1,261	591	0	-	38	-	789	97	-	-	1,725
16	Contributions	Ln17a*1	-	-	-	-	-	-	-	-	-	-	-	-
17	Abandoned Construction	Direct	-	-	-	-	-	-	-	-	-	-	-	-
18	Other Nonoperating Expense	-	-	-	-	-	-	-	-	-	-	-	-	-
UNBUNDLED NETWORK ELEMENTS														
19	Fixed Charges	Ln20a*4	-	-	-	-	-	-	-	-	-	-	-	-
20	Interest on Capital Leases	Ln21a*5	4,092	991	588	0	-	22	-	822	15	-	-	1,654
21	Fixed Charges Excl Capital Leases	Ln22a*5	-	-	-	-	-	-	-	-	-	-	-	-
22	Amortization of Debt Discount	Ln23a*5	-	-	-	-	-	-	-	-	-	-	-	-
23	Other Interest	Ln20..21	4,092	991	588	0	-	22	-	822	15	-	-	1,654
24	TOTAL FIXED CHARGES	-	-	-	-	-	-	-	-	-	-	-	-	-
25	5240 Rent Revenues	Ln26a*6	-	-	-	-	-	-	-	-	-	-	-	-
26	Support Assets	Ln27a*7	-	-	-	-	-	-	-	-	-	-	-	-
27	COE-Switching	Ln28a*8	-	-	-	-	-	-	-	-	-	-	-	-
28	COE-Operator	Ln29a*9	-	-	-	-	-	-	-	-	-	-	-	-
29	COE-Transmission	Ln30a*10	-	-	-	-	-	-	-	-	-	-	-	-
30	Info Orig/Term Equip	Ln31a*11	-	-	-	-	-	-	-	-	-	-	-	-
31	C&WF	Ln32a*1	-	-	-	-	-	-	-	-	-	-	-	-
32	Not Classified by Act	-	-	-	-	-	-	-	-	-	-	-	-	-
33	UNBUNDLED NETWORK ELEMENTS	S-5, Ln41* Ln34	-	-	-	-	-	-	-	-	-	-	-	-
34	C&WF - Unbundled Loop	S-5, Ln24* Ln35	-	-	-	-	-	-	-	-	-	-	-	-
35	Operator Systems	S-5, Ln29* Ln36	-	-	-	-	-	-	-	-	-	-	-	-
36	Tandem Switching	S-5, Ln34* Ln37	-	-	-	-	-	-	-	-	-	-	-	-
37	Local Switching	S-5, Ln68* Ln88	-	-	-	-	-	-	-	-	-	-	-	-
38	Transport Termination	S-5, Ln68* Ln39	-	-	-	-	-	-	-	-	-	-	-	-
39	Transport Facility	S-5, Ln79* Ln40	-	-	-	-	-	-	-	-	-	-	-	-
40	SS7	Ln41a*1	-	-	-	-	-	-	-	-	-	-	-	-
41	OSS	Direct	-	-	-	-	-	-	-	-	-	-	-	-
42	Direct Assignment	Ln26..42	-	-	-	-	-	-	-	-	-	-	-	-
43	TOTAL RENT REVENUES	-	-	-	-	-	-	-	-	-	-	-	-	-

CERTAIN INCOME ACCOUNTS AND ADJUSTMENTS

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL				
			TOTAL COMPANY (a)	MSG (b)	InterLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	InterLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)
INCOME TAX ADJUSTMENTS SEPARATIONS													
44	ITC Amortization - Federal	S-14, Ln5* Ln44	-	-	-	-	-	-	-	-	-	-	-
45	ITC Amortization - State	S-14, Ln5* Ln45	-	-	-	-	-	-	-	-	-	-	-
46	TOTAL ITC AMORTIZATION	Ln44..45	-	-	-	-	-	-	-	-	-	-	-
47	Amortization of Excess Def Taxes	Ln47a*1	-	-	-	-	-	-	-	-	-	-	-
48	Capitalized Payroll Taxes	Ln48a*1	-	-	-	-	-	-	-	-	-	-	-
49	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
50	TOTAL CAPITALIZED PAYROLL TAXES	Ln48..49	-	-	-	-	-	-	-	-	-	-	-
51	Depreciation Adjustments	Ln51a*1	-	-	-	-	-	-	-	-	-	-	-
52	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
53	TOTAL DEPRECIATION ADJUSTMENTS	Ln51..52	-	-	-	-	-	-	-	-	-	-	-
54	Uncollectibles - Joint Message	Direct	-	-	-	-	-	-	-	-	-	-	-
55	Uncollectibles - End User CCL	Direct	-	-	-	-	-	-	-	-	-	-	-
56	Uncollectibles - Interexchange Carrier	Direct	-	-	-	-	-	-	-	-	-	-	-
57	TOTAL UNCOLLECTIBLES	Ln54..56	-	-	-	-	-	-	-	-	-	-	-
58	Misc Inc Adjustments	Ln58a*1	-	-	-	-	-	-	-	-	-	-	-
59	Inc Adj Alloc on 2001	Ln59a*1	-	-	-	-	-	-	-	-	-	-	-
60	Inc Adj Alloc on 2001 - Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
61	Inc Adj Alloc on Big 3 Exp	Ln61a*13	-	-	-	-	-	-	-	-	-	-	-
62	Inc Adj Alloc on Big 3 Exp - Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
63	TOTAL MISC INC ADJUSTMENTS	Ln59..61	-	-	-	-	-	-	-	-	-	-	-

PLANT SPECIFIC EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL					
			TOTAL COMPANY (a)	MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
SEPARATIONS FACTORS														
1	2110 Land & Supt Assis Distr	S-4, Ln14	100,00000%	23,7718%	17,0167%	0,0056%	0,5260%	-	19,3388%	0,3651%	-	-	-	38,9759%
2	Total COE Distr + EA Distr	S-5, Ln82 incl EA	100,00000%	21,0306%	35,6229%	0,0091%	0,3810%	-	14,0078%	0,4031%	-	-	-	28,5455%
3	2310 IOT Cat 1-Other Distr	S-6, Ln1	100,00000%	25,00000%	-	-	0,6620%	-	24,3380%	-	-	-	-	50,00000%
4	2310 IOT Cat 2-CPE Distr	S-6, Ln10	-	-	-	-	-	-	-	-	-	-	-	-
5	2410 C&WF Distr	S-7, Ln48	100,00000%	25,2345%	7,0885%	0,0038%	0,6034%	-	22,1834%	0,3449%	-	-	-	44,5415%
PLANT SPECIFIC EXPENSES SEPARATION														
6	6110 Network Support Expenses	Ln6a*1	8,538	2,030	1,453	0	45	-	1,651	31	-	-	-	3,328
7	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
8	TOTAL NETWORK SUPPORT EXPENSES	Ln6..7	8,538	2,030	1,453	0	45	-	1,651	31	-	-	-	3,328
9	6120 General Support Expenses	Ln9a*1	177,297	42,147	30,170	10	933	-	34,287	647	-	-	-	69,103
10	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
11	TOTAL GENERAL SUPPORT EXPENSES	Ln9..10	177,297	42,147	30,170	10	933	-	34,287	647	-	-	-	69,103
12	6210 COE Switching Expenses	Ln12a*2	116,857	24,576	41,628	11	445	-	16,369	471	-	-	-	33,357
13	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
14	TOTAL COE SWITCHING EXPENSES	Ln12..13	116,857	24,576	41,628	11	445	-	16,369	471	-	-	-	33,357
15	6220 COE Operator Systems Expenses	Ln15a*2	-	-	-	-	-	-	-	-	-	-	-	-
16	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
17	TOTAL COE OPERATOR SYS EXPENSES	Ln15..16	-	-	-	-	-	-	-	-	-	-	-	-
18	6230 COE Transmission Expenses	Ln18a*2	218,834	46,022	77,955	20	834	-	30,654	882	-	-	-	62,467
19	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
20	TOTAL COE TRANSMISSION EXPENSES	Ln18..19	218,834	46,022	77,955	20	834	-	30,654	882	-	-	-	62,467
21	TOTAL COE EXPENSES	Ln14+17+20	335,690	70,598	119,583	30	1,279	-	47,023	1,353	-	-	-	95,824
22	6310 IOT Equip Expenses	Ln23a*3	-	-	-	-	-	-	-	-	-	-	-	-
23	Cat 1-Other IOT Eq Expenses	Ln24a*4	-	-	-	-	-	-	-	-	-	-	-	-
24	Cat 2-Cust Prem Equip Exp	Direct	-	-	-	-	-	-	-	-	-	-	-	-
25	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
26	TOTAL IOT EXPENSES	Ln23..25	-	-	-	-	-	-	-	-	-	-	-	-
27	6410 C&WF Expenses	Ln27a*5	659,910	166,525	46,778	25	3,982	-	146,390	2,276	-	-	-	293,934
28	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
29	TOTAL C&WF EXPENSES	Ln27..28	659,910	166,525	46,778	25	3,982	-	146,390	2,276	-	-	-	293,934
30	Pit Spec Exp x/6110,6120	Ln21+26+29	995,600	237,123	166,361	56	5,261	-	193,413	3,629	-	-	-	389,758
31	TOTAL PLANT SPEC OPER EXP	Ln8+11+30	1,181,436	281,299	197,984	66	6,238	-	229,352	4,307	-	-	-	462,189
32	Distribution of Line 31	Ln31/31a	100,00000%	23,8100%	16,7579%	0,0056%	0,5280%	-	19,4130%	0,3646%	-	-	-	39,1210%

PLANT NONSPECIFIC EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL				
			MSG (b)	IntraLATA PL (c)	IntraLATA MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
SEPARATIONS FACTORS													
1	2001 TPIS Distr	S-2, Ln15											
2	Total COE, IOT, C&WF Distr	S-2, Ln7-9	23,771.8%	17.0167%	0.0056%	0.0056%	17.0167%	0.5260%	19.3388%	0.3651%	19.3388%	0.3651%	38.9759%
3	2110 Support Assets Distr	S-4, Ln9	23,771.8%	17.0167%	0.0056%	0.0056%	17.0167%	0.5260%	19.3388%	0.3651%	19.3388%	0.3651%	38.9759%
4	2210 COE-Switching Distr	S-15, Ln127	84,892.4%		0.1076%								15.0000%
5	2220 COE-Operator Distr	S-5, Ln24											
6	2230 COE-Transmission Distr	S-5, Ln81											
7	2310 IOT Distr	S-6, Ln12	17,629.7%	37.5200%	0.0038%	0.0038%	37.5200%	0.4013%	14.7538%	0.4245%	14.7538%	0.4245%	29.2669%
8	2410 C&WF Distr	S-7, Ln48											
9	2002 Prop Hid Ft Tel Use Distr	S-9, Ln7	25,234.5%	7.0885%	0.0038%	0.0038%	7.0885%	0.6034%	22.1834%	0.3449%	22.1834%	0.3449%	44.5415%
10	2680 Capital Leases Distr	S-8, Ln19											
11	2680 Leasehold Improvements Distr	S-8, Ln30											
12	2690 Intangible Assets Distr	S-8, Ln36											
13	2005 Telecom Pft Adjustment	S-9, Ln15											
PLANT NONSPECIFIC EXP SEPARATION													
14	6510 Oh Prop Plant & Eq Exp	Ln14a*1	13,067	9,354	3	3	13,067	289	10,630	201	10,630	201	21,425
15	Direct Assignment	Direct											
16	TOTAL OTH PROP PLANT & EQ EXP	Ln14...15	13,067	9,354	3	3	13,067	289	10,630	201	10,630	201	21,425
17	6530 Network Operations Exp	Ln17a*2	66,929	47,910	16	16	66,929	1,481	54,448	1,028	54,448	1,028	109,736
18	Direct Assignment	Direct											
19	TOTAL NETWORK OPERATIONS EXP	Ln17...18	66,929	47,910	16	16	66,929	1,481	54,448	1,028	54,448	1,028	109,736
20	6540 Access Expenses	Direct											
21	Access Expense x/Federal Support	Direct											
22	Federal & State Support	Ln21...22											
23	TOTAL ACCESS EXPENSES	Ln25a*3	24,402	17,468	6	6	24,402	540	19,851	375	19,851	375	40,009
24	6560 Depr and Amort Expenses	Direct											
25	Depr - Support Assets	Ln27a*4	50,823		64	64	50,823						8,980
26	Depr - Support Assets - Direct Assignment	S-5, Ln8											
27	Depr - COE-Switching	Direct											
28	Cat 2-Tandem Switching	S-5, Ln9											
29	Direct Assignment	S-5, Ln9											
30	Cat 3-Local Switching - TS	S-5, Ln9											
31	Cat 3-Local Switching - NTS	Direct											
32	Direct Assignment	Ln34a*5	50,823		64	64	50,823						8,980
33	Depr - COE-Switching	Ln34a*5											
34	Depr - COE-Operator	S-5, Ln1											
35	Cat 1-Operator Systems	S-5, Ln2											
36	Loc.Toll.DSA.DSB.and	S-5, Ln3											
37	Traffic Switchboards	S-5, Ln4											
38	Aux-Direct Assist	S-5, Ln5											
39	Aux-Intercept	S-5, Ln6											
40	JT Exch & Toll SOB	S-5, Ln7											
41	TPSP-Oper Position	Direct											
42	TPSP-RTA	Ln35..44											
43	TPSP-Other												
44	Direct Assignment												
45	Total Cat 1												
46	Depr - COE-Operator												

PLANT NONSPECIFIC EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE		INTRASTATE		LOCAL						
			MSG (b)	PL (c)	MSG (d)	PL (e)	MSG (f)	PL (g)	MSG (h)	PL (i)	EAS (j)	User Defined (k)	Other (l)
84	Depr - Cable & Wire Facilities	Ln84a*8	43,353	12,178	7	-	1,037	-	38,111	592	-	-	76,523
85	Cat 1-Exch Line xWB	S-15, Ln78	-	-	-	-	-	-	-	-	-	-	-
86	1,1,1,2 - PL, 1,3 Jointly Used	Direct	-	-	-	-	-	-	-	-	-	-	-
87	Direct Assignment	Ln86+87	-	-	-	-	-	-	-	-	-	-	-
88	Total Category 1		-	-	-	-	-	-	-	-	-	-	-
89	Cat 2-WB & Exch Trunk	S-7, Ln2	-	-	-	-	-	-	-	-	-	-	-
90	Ex Trk - joint message	Direct	-	-	-	-	-	-	-	-	-	-	-
91	Ex Trk - EAS	Direct	-	-	-	-	-	-	-	-	-	-	-
92	Ex Line WB - Data Only DSL	Direct	-	-	-	-	-	-	-	-	-	-	-
93	Ex Line WB - VOICE/DATA	Direct	-	-	-	-	-	-	-	-	-	-	-
94	Ex Line Ethernet	S-7, Ln3	-	-	-	-	-	-	-	-	-	-	-
95	WB Line	Direct	-	-	-	-	-	-	-	-	-	-	-
96	WB Trunk	S-7, Ln4	-	-	-	-	-	-	-	-	-	-	-
97	WB Trunk DA	Direct	-	-	-	-	-	-	-	-	-	-	-
98	Total Category 2		-	-	-	-	-	-	-	-	-	-	-
99	Cat 3-Interexchange C&WF	Direct	-	-	-	-	-	-	-	-	-	-	-
100	WB PL - Direct Assignment	S-7, Ln26	-	-	-	-	-	-	-	-	-	-	-
101	WB - Joint Message	S-15, Ln83	-	-	-	-	-	-	-	-	-	-	-
102	Joint MSG, PL, TWX& Local xWB	S-7, Ln28	-	-	-	-	-	-	-	-	-	-	-
103	Joint TWX-JT	S-7, Ln29	-	-	-	-	-	-	-	-	-	-	-
104	Joint TWX-Rnt	Direct	-	-	-	-	-	-	-	-	-	-	-
105	Interexchange - DA	Direct	-	-	-	-	-	-	-	-	-	-	-
106	DSL Interexchange	Direct	-	-	-	-	-	-	-	-	-	-	-
107	Ethernet Interexchange	Ln98..105	-	-	-	-	-	-	-	-	-	-	-
108	Total Category 3		-	-	-	-	-	-	-	-	-	-	-
109	Cat 4-Host/Remote C&WF	S-7, Ln30	-	-	-	-	-	-	-	-	-	-	-
110	Joint (x/WATS)	Direct	-	-	-	-	-	-	-	-	-	-	-
111	WATS	Direct	-	-	-	-	-	-	-	-	-	-	-
112	Direct Assignment	Ln109..111	-	-	-	-	-	-	-	-	-	-	-
113	Total Category 4		43,353	12,178	7	-	1,037	-	38,111	592	-	-	76,523
114	Depr - Cable & Wire Facilities		-	-	-	-	-	-	-	-	-	-	-
115	Depr-Prop Hld Ft Tel Use	Ln114a*9	-	-	-	-	-	-	-	-	-	-	-
116	Amort-Capital Leases	Ln115a*10	-	-	-	-	-	-	-	-	-	-	-
117	Amort-Leasehold Improvements	Ln116a*11	-	-	-	-	-	-	-	-	-	-	-
118	Amort-Intangible Assets	Ln117a*12	-	-	-	-	-	-	-	-	-	-	-
119	Amort-Other	Ln118a*13	-	-	-	-	-	-	-	-	-	-	-
120	Amort-Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
121	TOTAL DEPR & AMORT EXPENSES	Ln25..119	171,179	141,592	88	-	2,774	-	101,983	2,234	-	-	212,833
122	TOTAL PLANT NONSPEC OPER EXP	Ln16+19+23+120	251,175	198,856	107	-	4,544	-	167,061	3,463	-	-	343,994
123	Distribution of Line 121	Ln121/121a	25,9157%	20,5175%	0.0111%	-	0.4688%	-	17.2370%	0.3573%	-	-	35.4926%

CUSTOMER OPERATIONS EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL				
			MSG (b)	IntraLATA PL (c)	IntraLATA MSG (d)	PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
SEPARATIONS FACTORS													
1	Marketing expense factor	Records	34.0455%	-	-	-	-	8.5410%	-	-	-	-	57.4135%
2	WSWS-Tel Oper Svcs	Records	-	-	-	-	-	-	-	-	-	-	100.0000%
3	Subscriber Line MOU	Records	31.5620%	-	0.0400%	-	-	5.3500%	-	-	-	-	62.9020%
4	EU Service Order Contacts	Records	28.2177%	-	-	-	-	0.4692%	-	-	-	-	71.3131%
5	EU Billed Revenue incl CCL	Records	30.6820%	-	-	-	-	25.5654%	-	-	-	-	42.3370%
6	EU Billed Inquiry Contacts	Records	1.5293%	1.5633%	-	-	-	1.4156%	-	-	-	-	94.5624%
7	IX Svc Ord Proc Contacts	Records	80.9469%	5.3551%	-	-	-	1.9541%	-	-	-	-	0.3908%
8	IX Billed Revenue	Records	65.4745%	-	-	-	-	5.6769%	-	-	-	-	-
9	IX Bill Inq Contacts	Records	87.5581%	2.4031%	-	-	-	34.5255%	-	-	-	-	10.0388%
10	Public Interest Paystition Revenue	Records	-	-	-	-	-	-	-	-	-	-	-
MARKETING EXPENSES SEPARATION													
11	6610 Marketing Expenses	Ln11a*1	31,195	-	-	-	-	7,826	-	-	-	-	52,606
12	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
13	TOTAL MARKETING EXPENSES	Ln11..12	31,195	-	-	-	-	7,826	-	-	-	-	52,606
SERVICES EXPENSES SEPARATION													
14	6620 Services Expenses		-	-	-	-	-	-	-	-	-	-	-
15	Telephone Operator Service:		-	-	-	-	-	-	-	-	-	-	-
16	Tel Operator Svc	Ln16a*2	-	-	-	-	-	-	-	-	-	-	-
17	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
18	Total Tel Oper Svc Exp	Ln16..17	-	-	-	-	-	-	-	-	-	-	-
19	Published Direct Listings:		-	-	-	-	-	-	-	-	-	-	-
20	Classified	Direct	-	-	-	-	-	-	-	-	-	-	-
21	TWX	Direct	-	-	-	-	-	-	-	-	-	-	-
22	Alpha	Ln22a*3	-	-	-	-	-	-	-	-	-	-	-
23	Foreign	Direct	-	-	-	-	-	-	-	-	-	-	-
24	Total Publ Direct List	Ln20..23	-	-	-	-	-	-	-	-	-	-	-
25	All Other:		-	-	-	-	-	-	-	-	-	-	-
26	Cat 1-LBOE EU Svc Ord Proc	Direct	11,839	-	-	-	-	-	-	-	-	-	-
27	Presubscription	Ln28a*4	11,711	-	-	-	-	195	-	-	-	-	29,595
28	Other	Direct	-	-	-	-	-	-	-	-	-	-	-
29	Cat 1-LBOE EU Pmt & Col	Direct	26,991	-	-	-	-	22,490	1,245	-	-	-	37,243
30	- Cll		-	-	-	-	-	-	-	-	-	-	-
31	- Other		-	-	-	-	-	-	-	-	-	-	-
32	Cat 1-LBOE EU Bill Inq	Direct	-	-	-	-	-	-	-	-	-	-	-
33	- Cll		-	-	-	-	-	-	-	-	-	-	-
34	- Other	Ln32a*6	466	476	-	-	-	596	-	-	-	-	119
35	Cat 1-LBOE IX Svc Ord Proc	Ln35a*7	216	175	12	-	-	12	-	-	-	-	-
36	Cat 1-LBOE IX Pmt & Col	Ln36a*8	4,183	2,739	-	-	-	1,444	-	-	-	-	-
37	Cat 1-LBOE IX Bill Inq	Ln37a*9	18,782	16,445	451	-	-	-	-	-	-	-	-
38	Cat 1-LBOE Cn Col & Admin	Ln38a*10	-	-	-	-	-	-	-	-	-	-	-
39	Total Cat 1-LBOE	Ln26..38	70,365	939	-	-	-	24,736	1,245	-	-	-	66,958

CUSTOMER OPERATIONS EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL			
			MSG (b)	PL (c)	IntraLATA (d)	MSG (f)	PL (g)	IntraLATA (h)	MSG (i)	PL (j)	User Defined (k)	Other (l)
40	Relative Toll & Local Msgs Pct	Records	70.2092%	0.0000%	-	1.0857%	0.0000%	28.7052%	0.0000%	-	-	-
41	CABS Pct	Records	50.0000%	0.0000%	-	1.3282%	0.0000%	48.6718%	0.0000%	-	-	-
42	Cat 2-CSE Msg Proc		-	-	-	-	-	-	-	-	-	-
43	Joint Message	Ln42a*40	-	-	-	-	-	-	-	-	-	-
44	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-
45	Cat 2-CSE Other B&C		-	-	-	-	-	-	-	-	-	-
46	Direct Assignment	Direct	7,897	-	-	4,645	-	4,645	-	-	-	9,290
47	End User Common Line	Direct	1,393	-	-	-	-	-	-	-	-	-
48	Cat 2-CSE CABS	Ln48a*41	2,376	-	-	63	-	2,313	-	-	-	-
49	Total Cat 2-CSE	Ln42..48	11,666	-	-	4,708	-	6,958	-	-	-	9,290
50	Total All Other Cat 1 & 2	Ln39+49	82,031	939	-	5,953	-	31,694	30,724	-	-	76,248
51	Distribution of Line 50	Ln50/50a	36.0433%	0.4128%	-	2.6158%	-	13.9260%	13.4998%	-	-	33.5023%
52	Cat 3-All Other CSE	Ln52a*51	-	-	-	-	-	-	-	-	-	-
53	Cat 3-Direct Assignment	Direct	17,893	-	-	1,069	-	-	-	-	-	-
54	Total All Other Cat 3	Ln52..53	17,893	-	-	1,069	-	-	-	-	-	-
55	Total All Other-Cat 1,2,3	Ln50+54	99,923	939	-	7,022	-	31,694	30,724	-	-	76,248
56	TOTAL SERVICES EXPENSES	Ln18+24+55	99,923	939	-	7,022	-	31,694	30,724	-	-	76,248
57	TOTAL CUSTOMER OPER EXPENSES	Ln13+56	131,118	939	-	7,022	-	39,520	30,724	-	-	128,853
58	Distribution of Line 57	Ln57/57a	38.7720%	0.2778%	-	2.0764%	-	11.6861%	9.0852%	-	-	38.1024%

CORPORATE OPERATIONS, TAXES, & EQUAL ACCESS EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL						
			TOTAL COMPANY (a)	MSG (b)	IntraLATA (c)	PL (e)	IntraLATA (d)	MSG (f)	InterLATA (g)	PL (h)	IntraLATA (i)	PL (j)	EAS (k)	User Defined (l)	Other (m)
SEPARATIONS FACTORS															
1	Big Three Expenses Dist	S-3, Ln6	100.00000%	26.9401%	13.3230%	-	0.0044%	-	0.8521%	-	17.7909%	2.1903%	-	-	38.8991%
2	2001 TPS Dist	S-2, Ln15	100.00000%	23.7718%	17.0167%	-	0.0056%	-	0.5260%	-	19.3388%	0.3651%	-	-	38.9759%
3	Equal Access Invest Dist	S-9, Ln28	-	-	-	-	-	-	-	-	-	-	-	-	-
4	Net Telecom Plant Dist excl 1220, EA	S-2, Ln36	100.00000%	24.1620%	14.7022%	-	0.0063%	-	0.5435%	-	19.9816%	0.3601%	-	-	40.2453%
5	Income Tax Distribution	S-3, Ln 28	100.00000%	26.9058%	15.2863%	-	0.0063%	-	0.7372%	-	17.7342%	1.6527%	-	-	37.6775%
CORPORATE OPER EXP SEPARATIONS															
6	6710 Exec & Planning Expenses	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
7	EAS	Ln8a*1	-	-	-	-	-	-	-	-	-	-	-	-	-
8	All Other	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
9	Direct Assignment	Ln7..9	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXEC & PLANNING EXPENSES															
10	TOTAL EXEC & PLANNING EXPENSES		-	-	-	-	-	-	-	-	-	-	-	-	-
11	6720 Gen'l and Admin Expenses	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
12	EAS	Ln13a*1	786,843	211,976	104,831	-	35	6,704	-	139,987	17,234	-	-	-	306,075
13	All Other	Direct	11,787	11,787	104,831	-	35	6,704	-	139,987	17,234	-	-	-	306,075
14	Direct Assignment	Ln12..14	796,630	223,763	104,831	-	35	6,704	-	139,987	17,234	-	-	-	306,075
15	TOTAL GEN'L & ADMIN EXPENSES		798,630	223,763	104,831	-	35	6,704	-	139,987	17,234	-	-	-	306,075
16	TOTAL CORPORATE OPER EXPENSES	Ln10+15	100.00000%	28.0184%	13.1264%	-	0.0044%	-	0.8395%	-	17.5284%	2.1580%	-	-	38.3250%
17	Distribution of Line 16	Ln16/16a													
OPERATING TAXES SEPARATIONS															
18	7200 Operating Taxes (Actual)	Direct	(358,714)	(96,515)	(54,834)	-	(23)	(2,644)	-	(63,615)	(5,929)	-	-	-	(135,154)
19	Federal Income Taxes	Ln18a*5	198	53	30	-	0	1	-	35	3	-	-	-	75
20	State & Local Income Taxes	Ln20a*5	(358,516)	(96,462)	(54,804)	-	(23)	(2,643)	-	(63,580)	(5,925)	-	-	-	(135,080)
21	OP FED, STATE, LOCAL TAXES - CWC		-	-	-	-	-	-	-	-	-	-	-	-	-
22	Schedule M Income Tax Adjustments	Ln22a*2	-	-	-	-	-	-	-	-	-	-	-	-	-
23	Operating Taxes - Property	Ln23a*2	93,378	22,198	15,890	-	5	491	-	18,058	341	-	-	-	36,395
24	Operating Taxes - Other	Ln24a*2	(390)	(93)	(66)	-	(0)	(2)	-	(75)	(1)	-	-	-	(152)
25	Operating Taxes - Direct Assignment	Direct	10,183	2,873	-	-	-	-	-	7,310	-	-	-	-	-
26	TOTAL OPER TAXES w/FT, SIT	Ln23..25	103,171	24,978	15,824	-	5	489	-	25,293	340	-	-	-	36,243
OPERATING REVENUE SEPARATIONS															
27	5000 Basic Local Revenue	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
28	5080 Interstate Access/End User Revenue	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
29	5084 State Access/End User Revenue	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
30	5100 Long Distance Message Revenue	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
31	5200 Miscellaneous Operating Revenue	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
32	7100 Other Operating Income	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
33	TOTAL OPERATING REVENUE	Ln27..32	-	-	-	-	-	-	-	-	-	-	-	-	-
EQUAL ACCESS EXPENSES SEPARATION															
34	Equal Access Expenses	Ln34a*3	-	-	-	-	-	-	-	-	-	-	-	-	-
35	TOTAL EQUAL ACCESS EXPENSES	Ln34..34	-	-	-	-	-	-	-	-	-	-	-	-	-
ALLOWANCES AND DISALLOWANCES															
36	Expense Allowances/Disallowances	Ln37a*4	-	-	-	-	-	-	-	-	-	-	-	-	-
37	Interest on Customer Deposits	Ln37a*4	-	-	-	-	-	-	-	-	-	-	-	-	-
38	Other Interest Deduction	Ln37a*4	-	-	-	-	-	-	-	-	-	-	-	-	-
39	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
40	TOTAL EXPENSE ALLOW/DISALLOWANCES	Ln37..38	-	-	-	-	-	-	-	-	-	-	-	-	-

Note 1: FT and SIT Calculated on the S-1

RESERVES & DEFERRALS

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL				
			MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
TOTAL COMPANY (a)													
SEPARATIONS FACTORS													
1	2110 Support Assets Distr	S-4, Ln9	23,7718%	17,0167%	0,0056%	0,0056%	0,5260%	19,3388%	0,3651%	-	-	-	38,9759%
2	2210 COE-Switching, Incl. EA Distr	S-5, Ln36+S-9, Ln27	84,8924%	-	0,1076%	-	-	-	-	-	-	-	15,0000%
3	2220 COE-Operator Distr	S-5, Ln24	-	-	-	-	-	-	-	-	-	-	-
4	2230 COE-Transmission Distr	S-5, Ln81	-	37,5200%	0,0038%	-	0,4013%	14,7538%	0,4245%	-	-	-	29,2669%
5	2310 IOT Distr	S-6, Ln12	17,6297%	-	-	-	-	-	-	-	-	-	-
6	2410 C&WF Distr	S-7, Ln48	25,2345%	7,0885%	0,0038%	-	0,6034%	22,1834%	0,3449%	-	-	-	44,5415%
7	2001 TPIS x/Land	S-2, Ln18	23,7718%	17,0167%	0,0056%	-	0,5260%	19,3388%	0,3651%	-	-	-	38,9759%
8	General Support, COE, IOT, C&WF	S-2, Ln1+7+9	23,7718%	17,0167%	0,0056%	-	0,5260%	19,3388%	0,3651%	-	-	-	38,9759%
9	2002 Prop Hid Ftr Tel Use Distr	S-9, Ln7	-	-	-	-	-	-	-	-	-	-	-
10	2680 Capital Leases Distr	S-8, Ln19	-	-	-	-	-	-	-	-	-	-	-
11	2680 Leasehold Improvements	S-8, Ln30	-	-	-	-	-	-	-	-	-	-	-
12	2690 Intangible Assets Distr	S-8, Ln36	-	-	-	-	-	-	-	-	-	-	-
13	2005 Telecom P/L Adjustment	S-9, Ln15	-	-	-	-	-	-	-	-	-	-	-
RESERVES & DEFERRALS SEPARATION													
14	1500 Other Juris Assets - Net	Direct	-	-	-	-	-	-	-	-	-	-	-
15	3100 Accum Depr-Tel P/L in Svc	Ln16a*1	-	-	-	-	-	-	-	-	-	-	-
16	Support Assets	Direct	339,906	243,316	81	81	7,521	276,520	5,221	-	-	-	557,304
17	Support Assets - Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
18	COE - Switching	Ln18a*2	319,119	-	404	404	-	-	-	-	-	-	56,387
19	Cat 2-Tandem Switching	S-5, Ln8	-	-	-	-	-	-	-	-	-	-	-
20	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
21	Cat 3-Local Switching - TS	S-5, Ln9	-	-	-	-	-	-	-	-	-	-	-
22	Cat 3-Local Switching - NTS	S-5, Ln9	-	-	-	-	-	-	-	-	-	-	-
23	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
24	COE - Switching	Direct	319,119	-	404	404	-	-	-	-	-	-	56,387
25	COE - Operator	Direct	-	-	-	-	-	-	-	-	-	-	-
26	Cat 1-Operator Systems	Direct	-	-	-	-	-	-	-	-	-	-	-
27	Loc, Toll, DSA, DSB, and	Direct	-	-	-	-	-	-	-	-	-	-	-
28	Traffic Switchboards	Direct	-	-	-	-	-	-	-	-	-	-	-
29	Aux-Direct Assit	Direct	-	-	-	-	-	-	-	-	-	-	-
30	Aux-Intercept	Direct	-	-	-	-	-	-	-	-	-	-	-
31	J1 Exch & Toll SOB	Direct	-	-	-	-	-	-	-	-	-	-	-
32	TSPS-Oper Position	Direct	-	-	-	-	-	-	-	-	-	-	-
33	TSPS-RTA	Direct	-	-	-	-	-	-	-	-	-	-	-
34	TSPS-Other	Direct	-	-	-	-	-	-	-	-	-	-	-
35	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
36	Total Cat 1	Direct	-	-	-	-	-	-	-	-	-	-	-
37	COE - Operator	Direct	-	-	-	-	-	-	-	-	-	-	-

RESERVES & DEFERRALS

LINE	DESCRIPTION	INTERSTATE		INTRASTATE		LOCAL		EAS (j)	User Defined (k)	Other (l)
		MSG (b)	PL (c)	MSG (d)	PL (e)	MSG (f)	PL (g)			
7,949,600	TOTAL COMPANY									
38	COE-Transmission	1,401,492	2,982,686	305	-	31,902	-	-	-	2,326,598
39	Cat 4.1-Exchange Circuit	-	-	-	-	-	-	-	-	-
40	4.11 Wideband-Line	-	-	-	-	-	-	-	-	-
41	Direct Assignment	-	-	-	-	-	-	-	-	-
42	4.11 Ethernet-Line	-	-	-	-	-	-	-	-	-
43	4.11 Wideband-DSL Line	-	-	-	-	-	-	-	-	-
44	4.12 Exch Trunk - EAS	-	-	-	-	-	-	-	-	-
45	Ex Trk x/WB - Basic	-	-	-	-	-	-	-	-	-
46	Ex Trk x/WB - Basic DA	-	-	-	-	-	-	-	-	-
47	Ex Trk WB	-	-	-	-	-	-	-	-	-
48	Exch Trk WB - Direct Assignment	-	-	-	-	-	-	-	-	-
49	4.13 Ex Line x/WB	-	-	-	-	-	-	-	-	-
50	Joint MSG/PL & Local	-	-	-	-	-	-	-	-	-
51	Direct Assignment - Basic/Special	-	-	-	-	-	-	-	-	-
52	Cat 4.2-Interexchange	-	-	-	-	-	-	-	-	-
53	4.21 Furn to Others	-	-	-	-	-	-	-	-	-
54	4.22 Wideband	-	-	-	-	-	-	-	-	-
55	Interexchange PL	-	-	-	-	-	-	-	-	-
56	Direct Assignment	-	-	-	-	-	-	-	-	-
57	4.22 Ethernet	-	-	-	-	-	-	-	-	-
58	4.23 All Other	-	-	-	-	-	-	-	-	-
59	Joint MSG/PL	-	-	-	-	-	-	-	-	-
60	Interexchange MSG/PL - DA	-	-	-	-	-	-	-	-	-
61	PL - DA	-	-	-	-	-	-	-	-	-
62	4.11 DSL exchange	-	-	-	-	-	-	-	-	-
63	Cat 4.3-Host/Remote MSG	-	-	-	-	-	-	-	-	-
64	Joint (x/WATS)	-	-	-	-	-	-	-	-	-
65	WATS	-	-	-	-	-	-	-	-	-
66	Direct Assignment	-	-	-	-	-	-	-	-	-
67	Total Cat 4	1,401,492	2,982,686	305	-	31,902	-	-	-	2,326,598
68	COE-Transmission									
69	Info Orig/Term Equip	-	-	-	-	-	-	-	-	-
70	Cat 1-Other IOT	-	-	-	-	-	-	-	-	-
71	Coins Pub Tel Eq	-	-	-	-	-	-	-	-	-
72	Direct Assignment	-	-	-	-	-	-	-	-	-
73	Total Category 1	-	-	-	-	-	-	-	-	-
74	Cat 2-Cust Prem Equip	-	-	-	-	-	-	-	-	-
75	Info Orig/Term Equip	-	-	-	-	-	-	-	-	-

RESERVES & DEFERRALS

LINE	DESCRIPTION	INTERSTATE			INTRASTATE			LOCAL				
		MSG (b)	IntraLATA PL (c)	IntraLATA MSG (d)	PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
16,433,942	TOTAL COMPANY											
76	C&WF	4,147,029	1,164,926	624	-	99,160	3,645,605	56,674	-	-	7,319,923	
77	Cat 1-Exch Line xWB	-	-	-	-	-	-	-	-	-	-	
78	1,1,1,2 - PL, 1,3 Jointly Used	-	-	-	-	-	-	-	-	-	-	
79	Direct Assignment	-	-	-	-	-	-	-	-	-	-	
80	Total Category 1	-	-	-	-	-	-	-	-	-	-	
81	Cat 2-WB & Exch Trunk	-	-	-	-	-	-	-	-	-	-	
82	Ex Trk - joint message	-	-	-	-	-	-	-	-	-	-	
83	Ex Trk - EAS	-	-	-	-	-	-	-	-	-	-	
84	Ex Line WB - Data Only DSL	-	-	-	-	-	-	-	-	-	-	
85	Ex Line WB - VOICE/DATA	-	-	-	-	-	-	-	-	-	-	
86	Ex Line Ethernet	-	-	-	-	-	-	-	-	-	-	
87	WB Line	-	-	-	-	-	-	-	-	-	-	
88	WB Trunk	-	-	-	-	-	-	-	-	-	-	
89	WB Trunk DA	-	-	-	-	-	-	-	-	-	-	
90	Total Category 2	-	-	-	-	-	-	-	-	-	-	
91	Cat 3-Interexchange C&WF	-	-	-	-	-	-	-	-	-	-	
92	WB PL - Direct Assignment	-	-	-	-	-	-	-	-	-	-	
93	WB - Joint Message	-	-	-	-	-	-	-	-	-	-	
94	Joint MSG, PL, TWX& Local xWB	-	-	-	-	-	-	-	-	-	-	
95	Joint TWX-JT	-	-	-	-	-	-	-	-	-	-	
96	Joint TWX-Rmt	-	-	-	-	-	-	-	-	-	-	
97	Interexchange - DA	-	-	-	-	-	-	-	-	-	-	
98	DSL Interexchange	-	-	-	-	-	-	-	-	-	-	
99	Ethernet Interexchange	-	-	-	-	-	-	-	-	-	-	
100	Total Category 3	-	-	-	-	-	-	-	-	-	-	
101	Cat 4-Hos/Remote C&WF	-	-	-	-	-	-	-	-	-	-	
102	Joint (x/WATS)	-	-	-	-	-	-	-	-	-	-	
103	WATS	-	-	-	-	-	-	-	-	-	-	
104	Direct Assignment	-	-	-	-	-	-	-	-	-	-	
105	Total Category 4	4,147,029	1,164,926	624	-	99,160	3,645,605	56,674	-	-	7,319,923	
26,189,321	C&WF	6,207,547	4,390,928	1,414	-	138,583	5,094,994	95,642	-	-	10,260,212	
Ln16..76	TOTAL ACCUMULATED DEPRECIATION											
107	3200 Accum Depr Property Held	-	-	-	-	-	-	-	-	-	-	
108	For Future Telecom Use	-	-	-	-	-	-	-	-	-	-	
109	Ln108a*9	-	-	-	-	-	-	-	-	-	-	
110	Ln109a*10	-	-	-	-	-	-	-	-	-	-	
111	Ln110a*11	-	-	-	-	-	-	-	-	-	-	
112	Ln111a*12	-	-	-	-	-	-	-	-	-	-	
113	Ln112a*13	-	-	-	-	-	-	-	-	-	-	
113	4040 Customer Deposits	655	469	0	-	14	533	10	-	-	1,074	
114	Direct Assignment	-	-	-	-	-	-	-	-	-	-	
115	Total Customer Deposits	655	469	0	-	14	533	10	-	-	1,074	
Ln113..114	TOTAL NET CUR DEF OP INC TAXES											
116	4100 Net Cur Def Op Inc Taxes	-	-	-	-	-	-	-	-	-	-	
117	Support Assets	-	-	-	-	-	-	-	-	-	-	
118	COE-Switching	-	-	-	-	-	-	-	-	-	-	
119	COE-Operator	-	-	-	-	-	-	-	-	-	-	
120	COE-Transmission	-	-	-	-	-	-	-	-	-	-	
121	Info Orig/Term Equip	-	-	-	-	-	-	-	-	-	-	
122	C&WF	-	-	-	-	-	-	-	-	-	-	
123	Not Classified by Acct	-	-	-	-	-	-	-	-	-	-	
124	Total Net Cur Def Op Inc Taxes	-	-	-	-	-	-	-	-	-	-	

RESERVES & DEFERRALS

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL					
			TOTAL COMPANY (a)	MSG (b)	IntraLATA PL (c)	MSG (d)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
SEPARATIONS FACTORS														
125	Big Three Expenses Distr	S-3, Ln6	100.00000%	26.9401%	13.3230%	0.0044%	-	0.8521%	-	17.7909%	2.1903%	-	-	38.8991%
126	2110 Support Assets Distr	S-4, Ln9	100.00000%	23.7718%	17.0167%	0.0056%	-	0.5260%	-	19.3388%	0.3651%	-	-	38.9759%
127	2210 COE-Switching Distr	S-15, Ln2	100.00000%	84.8924%	-	0.1076%	-	-	-	-	-	-	-	15.0000%
128	2220 COE-Operator Distr	S-5, Ln24	-	-	-	-	-	-	-	-	-	-	-	-
129	2230 COE-Transmission Distr	S-5, Ln81	-	-	-	-	-	-	-	-	-	-	-	-
130	2310 IOT Distr	S-6, Ln12	100.00000%	17.6297%	37.5200%	0.0038%	-	0.4013%	-	14.7538%	0.4245%	-	-	29.2669%
131	2410 C&WF Distr	S-7, Ln48	100.00000%	25.2345%	7.0885%	0.0038%	-	0.6034%	-	22.1834%	0.3449%	-	-	44.5415%
132	2001 TPIS xLand	S-2, Ln18	100.00000%	23.7718%	17.0167%	0.0056%	-	0.5260%	-	19.3388%	0.3651%	-	-	38.9759%
133	2001 TPIS Distr	S-2, Ln15	100.00000%	23.7718%	17.0167%	0.0056%	-	0.5260%	-	19.3388%	0.3651%	-	-	38.9759%
134	General Support, COE, IOT, C&WF	S-2, Ln17-19	100.00000%	23.7718%	17.0167%	0.0056%	-	0.5260%	-	19.3388%	0.3651%	-	-	38.9759%
RESERVES & DEFERRALS SEPARATION														
135	4310 Other Long-Term Liabilities	Ln135a*125	-	-	-	-	-	-	-	-	-	-	-	-
136	4340 Net Noncurrent Def Taxes	Ln137a*126	(252,841)	(60,105)	(43,025)	(14)	-	(1,330)	-	(48,896)	(923)	-	-	(98,547)
137	Support Assets	Ln138a*127	53,752	45,631	-	58	-	-	-	-	-	-	-	8,063
138	COE-Switching	Ln139a*128	-	-	-	-	-	-	-	-	-	-	-	-
139	COE-Operator	Ln140a*129	184,743	32,570	69,316	7	-	741	-	27,257	784	-	-	54,069
140	COE-Transmission	Ln141a*130	-	-	-	-	-	-	-	-	-	-	-	-
141	Info Orig/Term Equip	Ln142a*131	(1,350,702)	(340,843)	(95,745)	(51)	-	(8,150)	-	(299,632)	(4,658)	-	-	(601,623)
142	C&WF	Ln143a*132	-	-	-	-	-	-	-	-	-	-	-	-
143	Not Classified by Acct	Ln137..143	(1,365,048)	(322,748)	(69,454)	(1)	-	(8,739)	-	(321,271)	(4,797)	-	-	(638,039)
144	TOTAL NET NONCURRENT DEF TAXES		-	-	-	-	-	-	-	-	-	-	-	-
145	4360 Other Deferred Credits-Net	Ln145a*133	-	-	-	-	-	-	-	-	-	-	-	-
146	4370 Other Juris Liabilities		-	-	-	-	-	-	-	-	-	-	-	-
147	& Deferred Credits - Net	Direct	-	-	-	-	-	-	-	-	-	-	-	-
ACCUM DEPR & AMORT ALLOW/DISALLOW														
148	Accum Depr & Amort Allow/Disallow	Ln148a*132	-	-	-	-	-	-	-	-	-	-	-	-
149	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-
150	TOTAL ACC DEPR/AMORT ALW/DISALLOW	Ln148..149	-	-	-	-	-	-	-	-	-	-	-	-

CASH WORKING CAPITAL

LINE	DESCRIPTION	SOURCE	INTERSTATE			INTRASTATE			LOCAL			
			MSG (b)	IntraLATA PL (c)	IntraLATA MSG (d)	PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)
1	Plant Specific Expenses	S-11, Ln31	281,299	197,984	66	-	6,238	229,352	4,307	-	-	462,189
2	Plant Nonspecific exp excl depreciation & amortization	S-12, Ln16a*23	79,997	57,264	19	-	1,770	65,079	1,229	-	-	131,161
3	Customer Operations Expense - Marketing	S-13, Ln13	31,195	-	-	-	-	7,826	-	-	-	52,606
4	Customer Operations Expense - Services	S-13, Ln16	99,923	939	-	-	7,022	31,694	30,724	-	-	76,248
5	Corporate Operations Expense	S-14, Ln16	223,763	104,831	35	-	6,704	139,987	17,234	-	-	306,075
6	Equal Access Expense	S-14, Ln34	-	-	-	-	-	-	-	-	-	-
7	Other Nonoperating Expense - Contributions	S-10, Ln16	1,261	591	0	-	38	789	97	-	-	1,725
8	Interest on Capital Leases	S-10, Ln20	-	-	-	-	-	-	-	-	-	-
9	Fixed Charges excl Capital Leases	S-10, Ln21	991	588	0	-	22	822	15	-	-	1,654
10	Interest on Customer Deposits	S-10, Ln17	-	-	-	-	-	-	-	-	-	-
11	Other Operating Tax - Property	S-10, Ln23	22,198	15,890	5	-	491	18,058	341	-	-	36,395
12	Other Operating Tax - Other	S-10, Ln24	(390)	(66)	(0)	-	(2)	(75)	(1)	-	-	(152)
13	Other Operating Tax - Direct Assignment	S-10, Ln25	2,873	(54,834)	(23)	-	(2,644)	7,310	(5,929)	-	-	(135,154)
14	Federal Income Tax (Actual)	S-10, Ln19	(96,515)	(54,834)	(23)	-	(2,644)	(63,615)	(5,929)	-	-	(135,154)
15	State Income Tax (Actual)	S-10, Ln20	196	30	0	-	1	35	3	-	-	75
16	Total Cash Working Capital Expenses	Ln1..15	646,944	323,217	103	-	19,641	437,260	48,020	-	-	932,821
17	Cash Working Capital Factor	Records	4.1096%	4.1096%	4.1096%	-	4.1096%	4.1096%	4.1096%	-	-	4.1096%
18	Cash Working Capital	Ln15 - Ln17	26,587	13,283	4	-	807	17,970	1,973	-	-	38,335
19	Minimum Bank Balance	Records	-	-	-	-	-	-	-	-	-	-
20	Working Cash Advances	Records	-	-	-	-	-	-	-	-	-	-
21	Total Cash Working Capital	Ln21/21a	26,8664%	13,4226%	0.0043%	-	0.8157%	18.1586%	1.9942%	-	-	38.7383%
22	Distribution of Line 21											
TOTAL COMPANY			100,0000%									

TAX FORM

LN	DESCRIPTION	SOURCE	TAXABLE		INCOME TAX		SurfTax
			TOTAL		TOTAL		
1	AVERAGE NET INVESTMENT		4,486,372				
2	ASSUMED RATE OF RETURN FOR ESTIMATING TAX RATE	S-1 Ln1	10,0004%				
3	RETURN ON INVESTMENT	S-1 Ln4	448,654				
4	FIT INCOME ADJUSTMENT (FROM COST STUDY)	Ln1a'2	4,092				
5	INVESTMENT TAX CREDIT AMORTIZATION		-				
6	AFTER TAX INCOME BEFORE TAX CREDITS		444,562				
7	FIT BEFORE TAX CREDITS (MUST EQUAL LN 17)		673,579				
8	TAXABLE INCOME		50,000		7,500		
9	FIT ON 0 to 50,000 @ 15%	15%	25,000		6,250		5,000
10	FIT ON 50,000 to 75,000 @ 25%	25%	25,000		8,500		11,750
11	FIT ON 75,000 to 100,000 @ 34%	34%	25,000		91,650		16,750
12	FIT ON 100,000 to 335,000 @ 39%	39%	235,000		115,117		
13	FIT ON 335,000 to 1,000,000 @ 34%	34%	338,579		-		
14	FIT ON 10,000,000 to 15,000,000 @ 35%	35%	-		-		100,000
15	FIT ON 15,000,000 to 18,333,333 @ 38%	38%	-		-		550,000
16	FIT ON OVER 18,333,333 @ 35%	35%	-		-		-
17	TOTAL TAXABLE INCOME/FIT BEFORE TAX CREDITS	LN 9..16	673,579		229,017		
18	EFFECTIVE FIT TAX RATE				34.00000%		

DISTRIBUTION RATIOS FOR RATE BASE AND EXPENSES

A/C Category	ALLOCATION RATIOS		INTERSTATE				INTRASTATE				LOCAL	
	MSG (b)	PL (c)	MSG (d)	PL (e)	MSG (f)	PL (g)	MSG (h)	PL (i)	EAS (j)	User Defined (k)	Other (l)	
Capital Investment Summary												
General Support Facilities	2110	23.7718%	17.0167%	-	0.0056%	0.5260%	19.3388%	0.3651%	-	-	38.9759%	
COE Switching Equipment	2210	84.8924%	-	0.1076%	-	-	-	-	-	-	15.0000%	
Operator Systems Equipment	2220	-	-	-	-	-	-	-	-	-	-	
COE Transmission Equipment	2300	17.6297%	37.5200%	0.0038%	-	0.4013%	14.7538%	0.4245%	-	-	29.2669%	
Information Orig/Term Equipment	2310	-	-	-	-	-	-	-	-	-	-	
Cable & Wire Facilities	2410	25.2345%	7.0885%	0.0038%	-	0.6034%	22.1834%	0.3449%	-	-	44.5415%	
Tangible Assets	2680	-	-	-	-	-	-	-	-	-	-	
Intangible Assets	2680	-	-	-	-	-	-	-	-	-	-	
Total Plant in Service A/C 2001		23.7718%	17.0167%	0.0056%	0.5260%	19.3388%	0.3651%	38.9759%				
Property Held for Future Use	2002	-	-	-	-	-	-	-	-	-	-	
Plant Under Construction	2003	23.7718%	17.0167%	0.0056%	0.5260%	19.3388%	0.3651%	38.9759%				
Telephone Plant Adjustment	2005	23.7718%	17.0167%	0.0056%	0.5260%	19.3388%	0.3651%	38.9759%				
Total Property, Plant and Equipment		23.7718%	17.0167%	0.0056%	0.5260%	19.3388%	0.3651%	38.9759%				
Accumulated Depreciation - Plant in Service	3100	23.7026%	16.7661%	0.0054%	-	0.5292%	19.4545%	0.3652%	-	-	39.1771%	
Accumulated Depreciation - Property held for Future Use]	3200	-	-	-	-	-	-	-	-	-	-	
Accumulated Amortization - Tangible Property	3400	-	-	-	-	-	-	-	-	-	-	
Accumulated Amortization - Intangible Property	3500	-	-	-	-	-	-	-	-	-	-	
Accumulated Amortization - Telephone Plant Adjustment	3600	23.6437%	5.0881%	0.0000%	-	0.6402%	23.5355%	0.3514%	-	-	46.7411%	
Deferred Operating Taxes	4340	-	-	-	-	-	-	-	-	-	-	
Other Long Term Liabilities	4370	-	-	-	-	-	-	-	-	-	-	
Other Deferred Credits	4370	-	-	-	-	-	-	-	-	-	-	
Customer Deposits		23.7718%	17.0167%	0.0056%	0.5260%	19.3388%	0.3651%	38.9759%				
Net Telephone Plant		24.2084%	14.3726%	0.0052%	0.5461%	20.0769%	0.3594%	40.4312%				
Investment Allow/Disallow		-	-	-	-	-	-	-	-	-	-	
Accum Depr/Amort Allow/Disallow		-	-	-	-	-	-	-	-	-	-	
Materials and Supplies	1220	25.2345%	7.0885%	0.0038%	-	0.6034%	22.1834%	0.3449%	-	-	44.5415%	
Investment in Nonaffiliated Companies	1402	-	-	-	-	-	-	-	-	-	-	
Equal Access Equipment	1439	-	-	-	-	-	-	-	-	-	-	
Other Jurisdictional Assets	1500	-	-	-	-	-	-	-	-	-	-	
Cash Working Capital	XXXX	26.8664%	13.4226%	0.0043%	-	0.8157%	18.1586%	1.9942%	-	-	38.7383%	
Net Telephone Plant, M&S and CWC		24.2673%	14.3501%	0.0052%	-	0.5520%	20.0351%	0.3955%	-	-	40.3948%	
Operating Expenses and Taxes Summary												
Network Support	6110	23.7718%	17.0167%	0.0056%	0.5260%	19.3388%	0.3651%	38.9759%				
General Support	6120	23.7718%	17.0167%	0.0056%	0.5260%	19.3388%	0.3651%	38.9759%				
Central Office	6210	21.0306%	35.6229%	0.0091%	-	0.3810%	14.0078%	0.4031%	-	-	28.5455%	
Information Orig/Term	6310	-	-	-	-	-	-	-	-	-	-	
Cable and Wire Facilities	6410	25.2345%	7.0885%	0.0038%	-	0.6034%	22.1834%	0.3449%	-	-	44.5415%	
Plant Specific Operations		23.8100%	16.7579%	0.0056%	0.5260%	19.4130%	0.3646%	39.1210%				
Other Plant	6510	23.7718%	17.0167%	0.0056%	0.5260%	19.3388%	0.3651%	38.9759%				
Network Operations	6530	23.7718%	17.0167%	0.0056%	0.5260%	19.3388%	0.3651%	38.9759%				
Access Charge	6540	-	-	-	-	-	-	-	-	-	-	
Federal Support	6540	-	-	-	-	-	-	-	-	-	-	
Plant Non-specific Operations (excluding Depreciation)		23.7718%	17.0167%	0.0056%	0.5260%	19.3388%	0.3651%	38.9759%				
Marketing	6610	34.0455%	0.3810%	0.0044%	-	8.5410%	17.5284%	2.1580%	-	-	36.3250%	
Customer Service	6620	40.5285%	0.2776%	0.0044%	-	2.8481%	12.4616%	1.580%	-	-	57.4135%	
Corporate Operations - Executive and Planning	6710	38.7720%	0.2776%	0.0044%	-	2.0764%	9.0852%	30.9258%	-	-	30.9258%	
Corporate Operations - General and Administrative	6720	28.0184%	13.1264%	0.0044%	-	0.8395%	17.5284%	2.1580%	-	-	38.3250%	
Corporate Operations		26.9937%	15.2858%	0.0063%	-	0.7457%	17.5188%	1.6958%	-	-	37.7539%	
Subtotal Operations Expense		27.0560%	15.3372%	0.0051%	-	0.4384%	16.1191%	0.3531%	-	-	33.6398%	
Depreciation and Amortization	7240	24.2099%	15.3726%	0.0052%	-	0.4741%	24.5154%	0.3291%	-	-	35.1292%	
Other Operating		24.2084%	14.3726%	0.0052%	-	0.5461%	20.0769%	0.3594%	-	-	40.4312%	
Equal Access	7500	-	-	-	-	-	-	-	-	-	-	
Fixed Charges	5240	26.9091%	15.2874%	0.0063%	-	0.7374%	17.7314%	1.6543%	-	-	37.6741%	
Total Operating Expense and Tax		26.9091%	15.2874%	0.0063%	-	0.7374%	17.7314%	1.6543%	-	-	37.6741%	
Nonoperating Expense	7370	-	-	-	-	-	-	-	-	-	-	
Abandoned Construction		28.0184%	13.1264%	0.0044%	-	0.8395%	17.5284%	2.1580%	-	-	38.3250%	
Contributions		-	-	-	-	-	-	-	-	-	-	
Other Nonoperating		-	-	-	-	-	-	-	-	-	-	
Allowance for Funds Used During Construction	7340	-	-	-	-	-	-	-	-	-	-	
Other Income Adjustments	XXXX	-	-	-	-	-	-	-	-	-	-	