

MID-T

ANNUAL REPORT

OF

MIDVALE TELEPHONE EXCHANGE, INC.

NAME

2205 KEITHLEY CREEK ROAD, MIDVALE, IDAHO

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED

DECEMBER 31, 2009

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IDAHO PUBLIC
UTILITIES COMMISSION

**ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING DECEMBER 31, 2007**

COMPANY INFORMATION

Exact name of utility: MIDVALE TELEPHONE EXCHANGE

Address of principal office: PO BOX 7, 2205 KEITHLEY CREEK ROAD, MIDVALE, ID 83645

Telephone Number (Area Code 208 355-2211)

Cities or towns served: ID-MIDVALE, LAKEVIEW, STANLEY, WARM LAKE, WARREN, YELLOW PINE
OREGON-HARPER, JUNTURE, ARIZONA-CASCABEL, YOUNG, MILLSITE, GRANITE MTN. SILVERBELL

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

Address of office where corporate books are kept and phone number: _____
2205 KEITHLEY CREEK RD, MIDVALE, ID 83645 208 355-2211

Organized under the laws of the State of: Idaho

Date of organization: 9-Jan-08

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: _____
M&L ENTERPRISES, 2205 KEITHLEY CREEK ROAD, MIDVALE, ID 83645
RNS 123 MAIN, WEISER, ID 83672

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
CEO	STEPHEN G. CHILD	PO BOX 49, WEISER, ID 83672
PRESIDENT	LANE R. WILLIAMS	PO BOX 7, MIDVALE, ID 83645
VICE PRESIDENT	CONLEY WARD	5208 HOODOO LANE, KUNA, ID 83634
SEC/TREAS	EMMA GROS	1866 S. LINCOLN ST. SALT LAKE CITY, UT 84105
DIRECTOR	LINDA KLIND	PO BOX 783 MCCALL, ID 83638
<u>JULIANNE JOHNSON WAS REPLACED BY LINDA KLIND 1/1/2009</u>		
<u>SHIRLEY ARCHER WAS REPLACED BY EMMA GROSS 5/1/2008</u>		

DIRECTORS

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

Name and Address	Term Expired or Current Term Will Expire	Meetings Attended This year	Fees Paid During Year
LANE R. WILLIAMS	1/1/2011	3	50,270
CONLEY WARD	1/1/2012	3	24,270
EMMA GROSS	1/1/2012	3	24,270
LINDA KLIND	1/1/2011	3	24,270
STEPHEN CHILD	N/A	3	N/A

Name of Chairman of the Board: LANE R. WILLIAMS

Name of Secretary (or Clerk) of Board: EMMA GROSS

Number of Meetings of the Board during the year: 3

MANAGERS

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

Name	Title	Wages and Bonuses Paid
STEPHEN G. CHILD	CHIEF EXECUTIVE OFFICER	124,854
ANN E. SHARP	CONTROLLER	73,070
JOHN STUART	OPERATIONS MANAGER	84,164
ROB VOWELL	PLANT RECORDS MANAGER	51,138
DENNIS FARRINGTON	SW OPERATIONS MANAGER	93,612
JOE DELATORRE	NW OPERATIONS MANAGER	41,870
SAM MCCLARY	IT MANAGER	63,228
FRED BRUCE	SWITCH MANAGER	76,712
DIANA HOLMES	HR MANAGER	42,280
JACKIE EDWARDS	CUSTOMER SERVICE MANAGER	41,555

BALANCE SHEET
Assets and Other Debits

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
Current Assets			
1120 Cash and Equivalents	322,292	302,181	-20,111
1130 Cash			
1140 Special Cash Deposits			
1150 Working Cash Advances			
1160 Temporary Investments			
1180 Telecommunications Accts. Receivable	84,266	55,385	-28,881
1181 Accts. Rec. Allow. -Telecommunications			
1190 Other Accounts Receivable	872,329	1,447,902	575,573
1191 Accounts Receivable Allow. - Other			0
1200 Notes Receivable	640,716	644,683	3,967
1201 Notes Receivable Allowance	-258,906	-258,906	
1210 Interest & Dividends Receivable			
1220 Material and Supplies	118,035	222,489	104,454
1280 Prepayments	37,999	111,487	73,488
1290 Prepaid Rents			
1300 Prepaid Taxes			
1310 Prepaid Insurance			
1320 Prepaid Directory Expenses			
1330 Other Prepayments			
1350 Other Current Assets	857,580	286,268	-571,312
Noncurrent Assets			
1401 Investment in Affiliated Companies	1,123,770	1,214,974	91,204
1402 Investment in Nonaffiliated Companies	169,306	120,817	-48,489
1406 Nonregulated Investments			
1407 Unamortized Debt Issuance Expense			
1408 Sinking Funds			
1410 Other Noncurrent Assets	63,002	53,046	-9,956
1438 Deferred Maintenance & Retirements			
1439 Deferred Charges			
1500 Other Jurisdiction Assets - Net			
Property, Plant and Equipment			
2001 Telecommunications Plants in Service	29,141,515	29,518,930	377,415
2002 Prop. Held for Future Telecom. Use			
2003 Telecom. Plant under Constr. - Short Term	669,678	2,816,686	2,147,008
2004 Telecom. Plant under Constr. - Long Term			
2005 Telecom. Plant Adjustment			
2006 Nonoperating Plant	968,801	1,044,546	75,745
2007 Goodwill			
Depreciation and Amortization Accounts			
3100 Accumulated Depreciated	-14,875,165	-15,750,672	-875,507
3200 Accum. Depre. - Held for Future Use			
3300 Accumulated Depreciation - Nonoperating			
3400 Accumulated Amortization - Tangible			
3410 Accum. Amort. - Capitalized Leases			
3420 Accum. Amort. - Leasehold Improvements			
3500 Accumulated Amortization - Intangible			
3600 Accumulated Amortization - Other			
TOTAL ASSETS	19,935,218	21,829,816	1,894,598

BALANCE SHEET
Liabilities & Stockholders' Equity

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
Current Liabilities			
4010 Accounts Payable	745,493	1,136,367	390,874
4020 Notes Payable			
4030 Advance Billings and Payments			0
4040 Customer Deposits			0
4050 Current Maturities - Long -Term Debt	1,234,209	1,313,973	79,764
4060 Current Maturities - Capital leases			
4070 Income Taxes - Accrued			0
4080 Other Taxes - Accrued			0
4100 Net Current Defer. Oper. Income Taxes			
4110 Net Current Defer. Nonoper. Income Taxes			
4120 Other Accrued Liabilities	454,484	450,293	
4130 Other Current Liabilities	238,136	9,744	-228,392
Long-Term Debt			
4210 Funded Debt	11,549,285	12,785,101	1,235,816
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			
Other Liabilities & Deferred Credits			
4310 Other Long-Term Liabilities			
4320 Unamort. Oper. Invest. Tax Credits - Net			
4330 Unamort. Nonoper. Invest. Tax Credits - Net			
4340 Net Noncurrent Defer. Oper. Income Taxes	1,376,036	1,669,815	
4350 Net Noncur. Defer. Nonoper. Income Taxes			
4360 Other Deferred Credits			0
4370 Other Juris. Liab. & Def. Credits - Net			
Stockholders' Equity			
4510 Capital Stock	25,000	25,000	0
4520 Additional Paid-In Capital	7,910	7,910	
4530 Treasury Stock	-64,000	-64,000	
4540 Other Capital	4,368,665	4,495,613	
4550 Retained Earnings			0
TOTAL LIAB. & OTHER CREDITS	19,935,218	21,829,816	1,894,598

ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE

TOTAL Company Basis

Analysis of Telecommunications Plant in Service

	Balance Beginning of Year	Additions During year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
2111 Land	148,692				148,692
2112 Motor Vehicles	285,324		77,085		208,239
2113 Aircraft					0
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	681,680	50,832			732,512
2121 Buildings	954,909				954,909
2122 Furniture					0
2123 Office Equipment	72,337				72,337
2124 General Purpose Computers	22,367,123		61,475	-3,743	22,301,905
2211 Analog Electronic Switching					0
2212 Digital Electronic Switching	4,148,554	884,890	476,767		4,556,677
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					0
2232 Circuit Equipment	6,456,192	201,282	248,529		6,408,945
2311 Station Apparatus	27,232				
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	928				928
2362 Other Terminal Equipment	22,803			22,803	45,606
2411 Poles					0
2421 Aerial Cable					0
2422 Underground Cable					0
2423 Buried Cable		356,342	26,811		18,065,115
2424 Submarine Cable	17,735,584				
2426 Intrabuilding Network Cable					0
2431 Aerial Wire					0
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
TOTAL PLANT ACCOUNTS	52,901,358	1,493,346	890,667	19,060	53,495,865

ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS
IDAHO Operations Only

	Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
Analysis of Telecommunications Plant in Service					
2111 Land	77,360				77,360
2112 Motor Vehicles	245,397		66,899		178,498
2113 Aircraft					0
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	509,079	47,638			556,717
2121 Buildings	828,621				828,621
2122 Furniture					0
2123 Office Equipment	58,127				58,127
2124 General Purpose Computers	201,847		61,475	-20,584	119,788
2211 Analog Electronic Switching					0
2212 Digital Electronic Switching	1,496,379	611,253	476,767		1,630,865
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					0
2232 Circuit Equipment	2,828,551	50,808	248,529		2,630,830
2311 Station Apparatus	27,232				27,232
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment					0
2362 Other Terminal Equipment					0
2411 Poles					0
2421 Aerial Cable					0
2422 Underground Cable					0
2423 Buried Cable	7,106,014	83,413		25,410	7,214,837
2424 Submarine Cable					
2426 Intra-building Network Cable					0
2431 Aerial Wire					0
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
TOTAL PLANT ACCOUNTS	13,378,607	793,112	853,670	4,826	13,322,875

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

	TOTAL Company Basis			Credits	Retirements	Balance
	Balance	Depreciation	Rate*	During	and	End
	Beginning	Rate*		Year	Adjustments	of Year
	of Year					
Analysis of Entries in Accumulated Depreciation						
2112 Motor Vehicles	292,823	25.00%		1,500	77,085	217,238
2113 Aircraft						0
2114 Special Purpose Vehicles						0
2115 Garage Work Equipment						
2116 Other Work Equipment	633,527	20.00%		36,863		670,390
2121 Buildings	416,800	3.00%		29,137		445,937
2122 Furniture						0
2123 Office Equipment	49,083	14.30%		8,926		58,009
2124 General Purpose Computers	154,743	20.00%		43,634	61,475	136,902
2211 Analog Electronic Switching						0
2212 Digital Electronic Switching	2,080,535	12.00%		319,494	476,767	1,923,262
2215 Electro-Mechanical Switching						0
2220 Operator Systems						0
2231 Radio Systems						0
2232 Circuit Equipment	4,076,383	10.00%		535,684	258,529	4,363,538
2311 Station Apparatus	16,797	10.00%		2,723		19,520
2321 Customer Premises Wiring						0
2341 Large Private Branch Exchanges						0
2351 Public Telephone Terminal Equipment	561	23.00%		93		654
2362 Other Terminal Equipment						0
2411 Poles						0
2421 Aerial Cable						0
2422 Underground Cable						0
2423 Buried Cable						0
2424 Submarine Cable	8,036,145	6.50%		833,789	1,401	8,868,533
2426 Intrabuilding Network Cable						0
2431 Aerial Wire						0
2441 Conduit Systems						0
TOTAL	15,757,397			1,811,843	875,257	16,693,983

*Please list individual depreciation rate for each account.
Depreciation rates vary from state to state. The rate shown on this page is Idaho.

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

IDAHO Operations Only

	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	252,898	25.00%	1,500	66,899	187,499
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment	504,758	20.00%	20,256		525,014
2116 Other Work Equipment	389,383	3.00%	24,859		414,242
2121 Buildings					
2122 Furniture					
2123 Office Equipment	42,785	14.30%	8,312		51,097
2124 General Purpose Computers	137,771	20.00%	37,148	61,475	113,444
2211 Analog Electronic Switching					0
2212 Digital Electronic Switching					0
2215 Electro-Mechanical Switching	978,420	12.00%	98,771	476,767	600,424
2220 Operator Systems					0
2231 Radio Systems					0
2232 Circuit Equipment	2,298,204	10.00%	158,860	248,529	2,208,535
2311 Station Apparatus	16,797	10.00%	2,723		19,520
2321 Customer Premises Wiring					0
2341 Large Private Branch Exchanges					0
2351 Public Telephone Terminal Equipment	561	23.00%	93		654
2362 Other Terminal Equipment					0
2411 Poles					0
2421 Aerial Cable					0
2422 Underground Cable					0
2423 Buried Cable					0
2424 Submarine Cable	4,948,713	6.50%	260,812	26,811	5,182,714
2426 Intra-building Network Cable					0
2431 Aerial Wire					0
2441 Conduit Systems					0
TOTAL	9,570,290		613,334	880,481	9,303,143

*Please list individual depreciation rate for each account.

INVESTMENTS

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

<u>Description</u>	<u>Date Acquired</u>	<u>Book Cost of Investments Disposed of This year</u>	<u>Book Cost of Investments Held at End of Year</u>
RTFC			117,817
NECA SERVICES			3,000
SYRINGA NETWORKS			1,214,974
RNS			358,257
M & L ENTERPRISES		602,405	
NET NON REGULATED			338,565

Totals	602,405	2,032,613
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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>
SUBSCRIBERS		54,626
NECA		1,138,057
IDAHO USF		31,638
CARRIERS		5,146
RNS		21,640
M&L		17,616
QWEST		8,609
EMPLOYEE LOANS	5008	
NON-REG CUSTOMERS		20,277
OREGON TELEPHONE		21,103
LIFELINE		687
INVENTORY		174,617
Totals	5008	1,494,016

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>
WELLS FARGO	6/30/2009	VARIABLE	6/30/2010	9272
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Totals	_____	_____	_____	_____

ACCOUNTS PAYABLE

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

<u>Name of Creditor</u>	<u>Amount</u>
SEE ATTACHED SHEET	
_____	_____
_____	_____
Totals	0

ACCOUNTS PAYABLE OVER \$100
 FOR IPUC ANNUAL REPORT
 FOR YEAR ENDED DECEMBER 31, 2009

<u>NAME OF CREDITOR</u>	<u>AMOUNT</u>
ALL AROUND SPORTS	180
ARIZONA DEPT OF REVENUE	840
CANYON TRUCK UPFITTERS	209
CASCABEL COMMUNITY	300
CLEAR CREEK DISPOSAL	128
CODALE ELECTRIC	11,816
COYOTE LEASING	23,209
EL KORAH SHRINE CIRCUS	200
FALCON COMMUNICATIONS	891
FEDEX	136
FLEET SERVICES OF ARIZONA	691
FLETCHERS TIRE AND AUTO	724
ANN FREI-WASHINGTON COUNTY	9,879
STEVE GILBERT	708
GRAYBAR	2,184
HASLER, INC.	394
HIGHWAY TECHNOLOGIES	1,463
STEVE'S HOMETOWN TOYOTA	678
IDAHO STATE TAX COMMISSION	2,240
INTERMOUNTAIN DRILLING	1,101
JERRY'S AUTO PARTS	772
KENWORTH SALES	1,391
LINDA KLIND	1,400
JOANNE MALLORY	680
MAPCOM SYSTEMS	9,916
MONTE R. LEE & CO.	27,656
MOSS ADAMS	10,791
MTV NETWORKS	278
PHILADELPHIA INSURANCE	5,469
CRA PAYMENT CENTER	1,074
QWEST	4,618
QWEST	2,329
QUILL	213
REGENCE BLUE SHIELD	34,700
RSC EQUIPMENT RENTAL	719
RUIZ AIR CONDITIONING	1,405
SHERMAN REILLY, INC.	270
SS SOLUTIONS	4,182
TERRITORIAL SUPPLIES	793
USDA-RUS	118,328
ROB VOWELL	884
ZIONS BANK	999
RNS	-75,200
IOTA	33,045
VARIOUS TAXES/FEES	8,013
TOTAL	<u>252,696</u>

LONG - TERM DEBT

210, 4240, 4250, 4260, 4270 and 4310

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

<u>Class & Series of Obligation</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Fact Amount Authorized</u>	<u>Outstanding Year-End</u>	<u>Premium/ Discount</u>		<u>Interest for year Rate</u>	<u>Amount</u>
					<u>Total</u>	<u>Year Amortized</u>		
RTFC-SWITCH	7/17/2009	7/17/11		126,868			5.35%	37,072
RTFC-ACQUISITION	7/17/09	7/17/11		337,388			5.35%	WITH ABOVE
RUS	8/17/80	8/17/15		244,993			2.00%	91,699
RUS	12/19/85	12/19/20		667,517			5.00%	WITH ABOVE
RUS	6/1/92	6/1/16		103,187			5.00%	WITH ABOVE
RUS	9/29/94	9/29/14		1,156,961			5.00%	WITH ABOVE
RUS	2/1/02	2/1/16		3,353,937			5.00%	WITH ABOVE
RUS	4/30/09	4/30/21		7,871,508			5.00%	WITH ABOVE
ZIONS BANK	3/7/07	3/7/12		24,832			VAR	1,240

CAPITAL STOCK

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

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

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

<u>Class & Series of Stock</u>	<u>Number of Shares Authorized</u>	<u>Par Value per Share</u>	<u>Outstanding per Balance Sheet</u>	
			<u>Shares</u>	<u>Amount</u>
Common	252	100	250	25000

INCOME & RETAINED EARNINGS STATEMENT

Item	Total Company	Idaho Only
Total Operating Income (from page 15)	8,771,616	3,720,250
Total Operating Expenses (from page 17)	7,906,731	3,368,015
7100 Other Operating Income and Expense	255,974	
7210 Operating Investment Tax Credits-Net		
7220 Operating Federal Income Taxes	347,445	
7230 Operating State and Local Income Taxes		
7240 Operating Other Taxes	199,004	25,621
7250 Provision for Deferred Operating Income Taxes-Net		
7200 Operating Taxes (Total)	546,449	
7310 Dividend Income		
7320 Interest Income	23,997	23,997
7330 Income from Sinking and Other Funds		
7340 Allowance for Funds Used During Construction	37,046	4,334
7350 Gains/Losses from the Disposition of Certain Property	-8,729	
7360 Other Nonoperating Income	20,293	19,686
7370 Special Charges		
7300 Nonoperating Income and Expense	72,607	
7410 Nonoperating Investment Tax Credits-Net		
7420 Nonoperating Federal Income Taxes		
7430 Nonoperating State and Local Income Taxes		
7440 Nonoperating Other Taxes		
7450 Provision for Deferred Nonoperating Income Taxes-Net		
7400 Nonoperating Taxes		
7510 Interest on Funded Debt	694,019	148,459
7520 Interest Expense-Capital Leases		
7530 Amortization of Debt Issuance Expense		
7540 Other Interest Deductions		
7500 Interest and Related Items	694,019	
7610 Extraordinary Income Credits	_____	_____
7620 Extraordinary Income Charges	_____	_____
7630 Current Income Tax Effect of Extraordinary Items-Net	_____	_____
7640 Provision for Deferred Income Tax Effect of Extraordinary Items-Net	_____	_____
7600 Extraordinary Items	_____	_____
7910 Income Effect of Jurisdictional Ratemaking Differences-Net	_____	_____
7990 Nonregulated Net Income	173,950	700
AMOUNT TRANSFERRED TO RETAINED EARNINGS	126,948	352,935

OPERATING REVENUES

Item	Total Company	Idaho Only
Local Network Services Revenues		
5001 Basic Area Revenue	803,532	336,967
5002 Optional Extended Area Revenue		
5003 Cellular Mobile Revenue		
5004 Other Mobile Services Revenue		
5010 Public Telephone Revenue	15,937	13,290
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)	208,534	85,596
5082 Switched Access Revenue (Interstate)	6,567,014	2,689,734
5083 Special Access Revenue	291,065	111,531
5084 State Access Revenue (Intrastate)	810,705	480,621
Long Distance Network Services Revenues		
5100 Long Distance Message Revenue - All	136	13
Miscellaneous Revenues		
5230 Directory Revenue	8,470	2,498
5240 Rent Revenue		
5250 Corporate Operations Revenue		
5261 Special Billing Arrangements Revenue		
5262 Customer Operations Revenue		
5263 Plant Operations Revenue		
5264 Other Incidental Regulated Revenue		
5269 Other Revenue Settlements	69,179	
5270 Carrier Billing & Collection Revenue		
Uncollectible Revenues		
5301 Uncollectible Revenue - Telecommunications	-2,956	
5302 Uncollectible Revenue - Other		
TOTAL OPERATING REVENUES	8,771,616	3,720,250

Please identify the following revenues:

OPERATING EXPENSE

Item	Total Company	Idaho Only
Plant Specific Operations Expense		
6112 Motor Vehicle Expense	23,147	21,514
6113 Aircraft Expense		
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense		
6120 General Support Expenses	87,432	45,327
6121 Land and Building Expenses		
6122 Furniture and Artworks Expense		
6123 Office Equipment Expense		
6124 General Purpose Computers Expense	65,053	38,118
6210 Central Office Switching Expenses	1,097,919	551,701
6211 Analog Electronic Expense		
6212 Digital Electronic Expense		
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses	1,231,298	477,907
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	1,289,910	784,130
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	3,794,759	1,918,697

Item	Total Company	Idaho Only
Plant Nonspecific Operations Expense		
6510 Other Property/Plant/Equipment Expenses		
6511 Property Held for Future Telecomm. Use Expenses		
6512 Provisioning Expense		
6530 Network Operations Expense		
6531 Power Expense		
6532 Network Administration Expense		
6533 Testing Expense		
6534 Plant Operations Administration Expense		
6535 Engineering Expense	483,931	83,636
6540 Access Expense	55,213	17,676
6560 Depreciation and Amortization Expenses	1,841,077	553,191
6563 Amortization Expense - Tangible		
6564 Amortization Expense - Intangible		
6565 Amortization Expense - Other		
Total Plant Nonspecific Operations Expenses		
Customer Operations Expense		
6610 Marketing	900	4,540
6611 Product Management		
6612 Sales		
6613 Product Advertising		
6620 Services		
6621 Call Completion Services	600	600
6622 Number Services	9,196	7,229
6623 Customer Services	355,686	156,922
Total Customer Operations Expense		
Corporate Operations Expense		
6710 Executive and Planning	341,310	143,244
6721 Accounting and Finance	434,299	186,035
6725 Legal	4,545	
6728 Other General and Administrative	585,215	296,245
6790 Provision for Uncollectible Notes Receivable		
Total Corporate Operations Expense		
PLANT SPECIFIC OPERATING EXPENSES	3,794,759	1,918,697
TOTAL OPERATING EXPENSES	0	0
	7,906,731	3,368,015

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

Prefix (es): 222,355,632,633,636,000

Central Office Switch - MIDVALE-TAQUA T-7000, LAKEVIEW-TAQUA-T-7000, WARM LAKE-TAQUA-T7000, STANLEY-TAQUA T-7000, WARREN AND YELLOW PIN
STANLEY= TAQUA T-7000, WARREN AND YELLOW PINE-REDCOM MDX

Check all that apply:
Stand Alone X

Check one:
Digital X
Analog

Check one:
Electronic X
Electro-Mechanical
Other:

Access Line Capacity

222-10,000, 355-10,000, 632-10,000, 633-1000,636-1000
774-10,000

Installed/Equipped: 57 same

Access Lines in Use

Customer Lines: 907
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 15

Company Official Lines 69

Company Test Lines 83

Classification of Customer Access

	Residence		Business			Total Residence & Business
	Multi- Line 1-Party	Single Line 1-Party	Multi- Line 1-Party	Centrex N.A.R.	Single Line Multi- Party	
Beginning of Year		743			193	936
New Connects		76			0	76
Disconnects		51			4	55
End of Year		718			189	957

Foreign Exchange:

Dial Tone from this C.O.:
Dial Tone from another C.O.:

Directory Listings:

Number of Customers with Nonpublished or Nonlisted: 90

Custom Calling:

Number of customers with at least one feature: 498
Total number of features subscribed to: 8

NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING 2006.

Local Exchange	Average # of Customer Lines in Use	Local Calls		Toll Calls Originated (Total of all Carriers)			Avg./ Line
		Number (1000s)	Avg./ Line	Intrastate	Interstate	Total	
1 ALL	931	NOT MEASU		249163	581394	830557	892
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							

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

CUSTOMER RELATIONS RULES COMPLIANCE

Rule IDAPA 31.21.01.603
Rule IDAPA 31.41.01.105

Please provide copies of:

Summary of Customer Relations Rules for Telephone Corporations

Idaho Telephone Solicitation Act Notification

Method of Notification:

Mailed separately to customers Yes No

Included in directory Yes No

Date of notification 2-1-09

Alternate method of notification _____

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company

Category of complaints (if known):

Deposit Disputes _____

Charges on Bill _____

Denial/Termination _____

Quality or Availability
of Service

Carrier Selection/Assignment _____

Miscellaneous _____

Rev 3/02


CERTIFICATE

State of Idaho)
) ss
County of Washington)

WE, the undersigned Stephen G. Child and Ann E. Sharp,
of Midvale Telephone Exchange, Inc. located at 2205 Keithley Creek Rd. Midvale, Idaho
on our oath do severally say that the foregoing return has been prepared under our direction, from
the original books, papers, and records of said utility; that we have carefully examined same, and
declare the same to be a correct statement of the business affairs of said utility for the period
covered by the return in respect to each and every matter and thing therein set forth, to the best of
our knowledge, information and belief.



(Chief Officer)

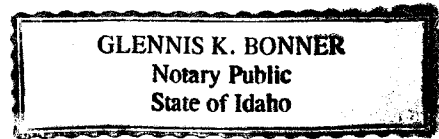


(Officer in Charge of Accounts)

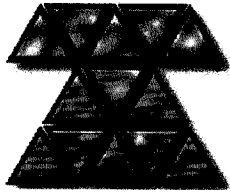
Subscribed and Sworn to Before Me this 30th day of April, (Year) 2010.



Notary Public



My Commission expires 4/6, (Year) 2012.



MIDVALE TELEPHONE EXCHANGE, INC.

Serving Rural Customers in Idaho, Arizona, Oregon & Washington

•2205 KEITHLEY CREEK ROAD •P.O. BOX 7 •MIDVALE, IDAHO 83645

(208) 355-2211

1-800-462-4523

FAX (208) 355-2222

Annual Notices 2009

General

Midvale Telephone Exchange (MTE) is a regulated local exchange carrier that provides telecommunication services in Idaho, Oregon, Arizona and Washington. You may reach us at the telephone numbers listed above or at:

www.midvaletelephone.com

info@midvaletelephone.com

MTE "Do Not Call" Policy

Midvale Telephone does not call customers for sales or marketing purposes and thus does not maintain an internal "Do Not Call" listing. If we have new or additional services available, we will send you that information in the form of a bill stuffer and/or post the information on our website, www.midvaletelephone.com. If you receive a call from someone claiming to be from Midvale Telephone and they are asking you to buy or subscribe to something, you should be immediately suspicious. We may still contact you, however, for non-solicitation purposes. This would include things like surveys, billing and other service-related matters. For nearly a century, customers have counted on Midvale Telephone to respect and protect the privacy of information we obtain in the normal course of providing service. While we are working hard to serve you in new and exciting ways, our commitment to protecting your privacy remains as strong as ever.

Limitations of Service: MTE provides dial-tone services to the customer premises, usually marked by a network interface device. Customers are responsible for all inside wiring and any telecommunication devices they choose to connect to our network. MTE is not responsible for any damage to same while connected to the network. If customer-owned wire or equipment is suspected of jeopardizing the integrity of the overall network, MTE will act to protect the network. All service orders and trouble reports will be responded to promptly, in the order they are received, and in accord with all state applicable rules and regulations. MTE cannot be responsible for any loss of business due to a service outage and cannot guarantee service at any specific time. Please see our tariff on file with your state utility commission for full disclosures and limitations.

Arizona Corporation Commission
1200 W Washington
Phoenix AZ 85007
www.cc.state.az.us

Idaho Public Utility Commission
472 W Washington 83702
PO Box 83720
Boise ID 83720-0074
www.puc.state.id.us

Oregon Public Utility Commission
550 Capitol St NE #215
PO Box 2148
Salem, OR 97308-2148
www.puc.state.or.us

Washington UTC
1300 S Evergreen Park Dr SW
PO Box 47250
Olympia WA 98504-7250
www.wutc.wa.gov

State Discount Programs

Each state, in which Midvale offers service, has a telephone assistance program that is often paired with the Federal Lifeline program. Please contact your customer service representative at Midvale, or visit your state's website to see if you qualify.

Idaho

<http://www.puc.state.id.us/consumer/itsap.pdf>

Oregon

<https://apps.puc.state.or.us/rspf/otapapp.asp>

Washington

<http://www.wutc.wa.gov>

Arizona

Website not available. Contact Midvale Telephone for more information.

(continued on back)

www.midvaletelephone.com
Family Owned Since 1943

Privacy Notice

With the exception of directory information, Midvale Telephone does not sell or release any personal information about our customers to anyone. We hold all customer information in strictest confidence.

Deposit

Although rules vary by state, in most cases, a deposit is not required if a new customer can provide a copy of their recently paid, non-delinquent phone bill. Otherwise, a \$50 deposit is requested at time of installation. The deposit is credited back to the customer's account after six months.

Delinquent Payment Policy

All bills are due and payable by the 20th of the month they are issued. We do our best to notify customers (both by mail and by phone) when their service is in jeopardy. Regardless, it is the customer's responsibility to ensure payment in full and on time. Please contact your customer service representative for any help with managing your account.

National Do Not Call List

Registration of your telephone number on the National Do Not Call Registry is free-of-charge. Telephone numbers placed on the registry will remain on it permanently due to the Do-Not-Call Improvement Act of 2007, which became law in February 2008. You may remove your number from the list at any time. The Do Not Call Registry does not prevent all unwanted calls, such as the following:

- Calls from organizations with which you have established a business relationship;
- Calls for which you have given prior written permission;
- Calls which are not commercial or do not include unsolicited advertisements; or
- Calls by political organizations, charities or telephone surveyors

Subscribers may register their residential telephone number, *including wireless numbers*, on the national Do Not Call registry by calling (888) 382-1222 (TTY call (866) 290-4236) or on the website: www.donotcall.gov. Subscribers must call from the number they wish to register. Telemarketers and sellers are required to search the registry at least once every month and drop from their call-list the phone numbers of subscribers who have registered.

How to File a Complaint: A complaint can be filed by completing the form provided on the website (www.donotcall.gov) or by calling (888) 225-5322 (TTY call (888) 835-5322). Your complaint should include:

- Name, address, and phone number where you can be reached during the business day;
- Phone number involved with the complaint; and
- As much specific information as possible, including the telemarketer or company contacting you, the date on which you placed your number on the Do-Not-Call registry or made a company-specific do-not-call request, and the dates of any subsequent telemarketing calls from that telemarketer or company

Please do not hesitate to call if there is anything we can do or with questions you need answered.

2008 FORM I INPUT MASTER

COMPANY NAME: Midvale Telephone Exchange - Idaho

For The Year Ended: December 31, 2008

Seperated Results of Idaho Operations

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation			Intrastate Operation			Total
				MTS & WATS Switched Access	TOLL PLS Special Access	Total	MTS & WATS Switched Access	TOLL PLS Special Access	Local (other)	
SUMMARY										
Operating Revenues										
50XX Local-Billed	(1)	1.	354,269							354,269
-EAS Billed	(1)	2.	0							0
-EAS Settlement	(1)	3.	0							0
508X Access-SLC (End User)	(2)	4.	478,676	99,016	0	99,016	0	0	379,660	379,660
-Switched (TS+NTS)	(2)	5.	2,323,383	1652572	0	1,652,572	11955	68740	590,116	670,811
-Special	(2)	6.	25,895	25895	0	25,895	0	0	0	0
51XX Toll -Message	(3a)	7.	0	0	0	0	0	0	0	0
-Private Line	(3b)	8.	0	0	0	0	0	0	0	0
-Settlement	(3c)	9.	0	0	0	0	0	0	0	0
52XX Misc.-Billing & Collection	(4)	10.	0	0	0	0	0	0	0	0
-Directory Advertising		11.	2,591					0	2,591	2,591
-Operating Rents		12.	0					0	0	0
-Other Misc.		13.	554					554	554	554
530X Less: Uncollectible Rev. (-)		14.	-255,977					-255,977	-255,977	-255,977
Total Revenues		15.	2,929,391	1,751,588	25,895	1,777,483	11,955	68,740	1,071,213	1,151,908
Operating Expenses										
61XX-64XX Plant Specific Oper.	(5a)	16.	1,344,643	637,474	104,264	741,738	25,204	293,320	12,801	602,905
65XX Plant Nonspecific Operations	(5a)	17.	63,498	33,069	3,000	36,069	754	13,466	875	27,429
656X Depreciation & Amortization	(5a)	18.	430,504	191,493	28,101	219,594	5,595	121,802	8,454	210,910
66XX Customer Operations	(5a)	19.	277,797	100,622	-	100,622	0	88,533	0	177,175
67XX Corporate Operations	(5a)	20.	514,697	250,824	34,583	285,407	8,358	112,178	4,223	229,290
---- Other Operating	(5a)	21.	0	0	0	0	0	0	0	0
Total Expenses	(5a)	22.	2,631,139	1,213,482	169,948	1,383,430	39,911	629,299	26,153	1,247,709
Operating Taxes:	(6)									
7240 General Taxes		23.	0							0
7230 State/Local Inc. Tax (Current)		24.	-11,860	-5516	-795	-6,311	-185	-2854	-131	-5,549
7220 Federal Income Tax (Current)		25.	-60,459	-23468	-3382	-26,850	-788	-12143	-559	-23,609
7250 Net Deferred Income Taxes		26.	287,333	116006	16890	132896	4244	75817	3803	154437
7210 Net Investment Tax Credits		27.	0	0	0	0	0	0	0	0
Total Taxes		28.	225,014	87,022	12,713	99,735	3,271	60,820	3,113	125,279
Net Operating Income		29.	73,238	451,084	-156,766	294,318	-31,227	-621,379	-29,266	-221,080

SUMMARY (continued)												
Average Rate Base												
2001	Telecom. Plant in Service											
2005	Plant Acquisition Adjustment											
3100	Less: Accumulated Depr. (-)											
34xx-36xx	Accumulated Amort. (-)											
4100-4340	Accum. Deferred Tax (-)											
1220	Materials and Supplies											
----	Equal Access Equipment											
----	Other Rate Base											
	Total Average Rate Base											
		14,958,407	6,039,208	900,328	6,939,536	3,925,953	220,952	197,985	3,673,971	8,018,871		
		0	-3,671,086	-600,114	-4,271,210	-2,317,805	-164,818	-99,946	-2,873,032	-5,455,601		
		-9,726,811										
		0										
		287,333	116,006	16,890	132,896	7,5817	4244	3803	70573	154,437		
		20380	6804	818	7,622	6303	221	345	5889	12,758		
		0										
		153,062	71765	10308	82,073	35588	2469	1442	31490	70,989		
		5,692,371	2,562,687	328,230	2,890,917	1,725,856	63,068	103,639	908,891	2,801,454		

PLANT IN SERVICE DETAIL		1,928,218	778,486	113,346	891,832	508,787	28,482	25,523	473,594	1,036,386
21XX General Support Facilities										
22XX Central Office Equipment:										
1.	CAT 1-Operator Systems	0			0					0
2.	CAT 2-Tandem Switching (Alloc.)	0			0					0
3.	CAT 2-Tandem Switching (Assign.)	0			0					0
4.	CAT 3-Local Switching	1,660,140	1411119		1,411,119			25785	249021	249,021
5.	CAT 4-12-Exch. Trunk (Joint Use)	25,785								25,785
6.	CAT 4-12-Exch. Trunk (Ded. Use)	463,636	394369		394,369		69267			69,267
7.	CAT 4-13-Subscr. Line (Joint Use)	903,421	25266		249,003		4235			654,418
8.	CAT 4-13-Subscr. Line (Ded. Use)	0			0					0
9.	CAT 4-23-IX Trunk (Joint Use)	1,267,546	733047	0	733,047	534499	0			534,499
10.	CAT 4-23-IX Trunk Ckt. (Ded. Use)	24,967	0	9603	9,603	0	15364			15,364
11.	CAT 4-3-Host/Remote Trunk Ckt.	0	0	0	0	0	0			0
12.	Other COE	19,646	0	9837	9,837	0	9809	0	0	9,809
13.	Total COE	4,365,141	2,367,903	439,075	2,806,978	737,206	98,675	25,785	696,497	1,558,163
14.										
23XX Information Orig./Term. Equipment:										
15.	CAT 1-Regulated CPE	0			0					0
16.	Other IOT	0			0					0
17.	Total IOT	0	0	0	0	0	0	0	0	0
24XX Cable & Wire Facilities:										
18.	CAT 1.3-Subscriber Line (Common)	5,007,760	1251940	0	1,251,940	1251940	0		2503880	3,755,820
19.	CAT 1.1,2-Subscriber Line (Ded.)	47,400		23700	23,700		23700			23,700
20.	CAT 2-Exch. Trunk (Joint Use)	146,687			0			146687		146,687
21.	CAT 2-Exch. Trunk (Ded. Use)	52,978		18972	18,972		34006			34,006
22.	CAT 3-IX Trunk (Joint Use)	3,370,069	1640879	290164	1,931,043	1428020	11006			1,439,026
23.	CAT 3-IX Trunk (Ded. Use)	40,154		15071	15,071		25083			25,083
24.	CAT 4-Host/Remote Trunk	0	0		0	0			0	0
25.	Other C&WF	0			0					0
26.	Total C&WF	8,665,048	2,892,819	347,907	3,240,726	2,679,960	93,795	146,687	2,503,880	5,424,322
26XX Other Assets:										
27.	Capital Leases	0			0					0
28.	Leasehold Improvements	0			0					0
29.	Intangibles	0			0					0
30.	Total Other Assets	0	0	0	0	0	0	0	0	0
31.	Total Telecom. Plant in Service	14,958,407	6,039,208	900,328	6,939,536	3,925,953	220,952	197,995	3,673,971	8,018,871
Depreciation & Amortization										
Accumulated Depreciation Detail										
1.	311X General Support Facilities	-1,326,590	-535589	-77981	-613,570	-350339	-19595	-17559	-325827	-713,020
2.	312X Central Office Switching	-1,113,171	-946195	0	-946,195	0	0	0	-166976	-166,976
3.	312X Operator Systems	0			0					0
4.	312X Central Office Transmission	-2,366,661	-844953	-361227	-1,206,180	-668530	-82405	-22355	-387191	-1,160,481
5.	313X Information Orig./Term. Equip.	0			0					0
6.	314X Cable & Wire Facilities	-4,920,389	-1344359	-160906	-1,505,295	-1299236	-62818	-60032	-1993038	-3,415,124
7.	Total Accumulated Depreciation	-9,726,811	-3,671,096	-600,114	-4,271,210	-2,317,805	-164,818	-98,946	-2,873,032	-5,455,601
Accumulated Amortization Detail										
8.	3410 Capital Leases	0			0					0
9.	3420 Leasehold Improvements	0			0					0
10.	3500 Intangibles	0			0					0
11.	3600 Acquisition Adjustment	0			0					0
12.	Total Accumulated Amortization	0	0	0	0	0	0	0	0	0

OPERATING EXPENSE DETAIL													
61XX-64XX Plant Specific Operations													
6110-20 General Support Facilities	1.	62,174	25,102	3,655	28,757	16,405	918	823	15,271	33,417			
621X Central Office Switching	2.	477,658	259,108	45,745	304,853	82,971	10,798	2,822	7,621	172,805			
6220 Operator Systems	3.	0			0					0			
623X Central Office Transmission	4.	405,442	219,935	38,829	258,764	70,426	9,165	2,395	6,462	146,878			
63XX Information Orig./Term. Equip.	5.	0			0					0			
64XX Cable & Wire Facilities	6.	399,369	133,329	16,035	149,364	123,518	4,323	6,761	11,540	250,005			
Total Plant Specific	7.	1,344,643	637,474	104,264	741,738	293,320	25,204	12,801	271,580	602,305			
65XX Plant Nonspecific Operations													
6512 Provisioning	8.	0			0					0			
653X Network Operations	9.	51,033	20,604	3,000	23,604	13,466	754	675	12,534	27,429			
6540 Access Paid to LECs	10.	12,465	12,465		12,465					0			
Total Plant Nonspecific	11.	63,498	33,069	3,000	36,069	13,466	754	675	12,534	27,429			
656X Depreciation & Amortization													
6561 General Support Facilities	12.	63,086	25,470	3,708	29,178	16,646	932	835	15,495	33,908			
6561 Central Office Switching	13.	53,322	45,324		45,324				7,998	7,998			
6561 Operator Systems	14.	0			0					0			
6561 Central Office Transmission	15.	56,459	25,297	4,855	30,152	19,097	2,129	268	4,813	26,307			
6561 Information Orig./Term. Equip.	16.	0			0					0			
6561 Cable & Wire Facilities	17.	257,637	95,402	19,538	114,940	86,059	2,534	7,351	46,753	142,897			
6563 Capital Leases	18.	0			0					0			
6563 Leasehold Improvements	19.	0			0					0			
6564 Intangibles	20.	0			0					0			
6565 Acquisition Adjustment	21.	0			0					0			
Total Depreciation & Amortization	22.	430,504	191,493	28,101	219,594	121,802	5,595	8,454	75,059	210,910			

OPERATING TAXES DETAIL													
7240	General Taxes												
7240	Property	29,000	11708	1705	13,413	7652	428	384	7123				15,587
7240	Gross Receipts	0			0								0
7240	PUC Fee	0			0								0
7240	Franchise Fees	0			0								0
7240	Other	768	768		768								0
	Total General Taxes	29,768	12,476	1,705	14,181	7,652	428	384	7,123				15,587
72XX	Income Taxes (Calculated)												
	Net Income Before SIT & FIT	281,221	525,630	-145,758	379,872	-568,211	-28,384	-26,537	511,744				-111,388
	Less Fixed Charges (-)	181,445	82365	9638	92,003	56813	1921	3435	27273				89,442
	Subtotal (lines 7-8)	99,776	443,265	-155,396	287,869	-625,024	-30,305	-29,972	484,471				-200,930
	Other SIT Base Add/Ded. (+-)	0			0								0
	SIT Taxable Inc. (lines 9+-10)	99,776	443,265	-155,396	287,869	-625,024	-30,305		484,471				-200,930
	7230 SIT-Current (at 8%)	9,361	35,461	-12,432	23,030	-50,002	-2,424	0	38,758				-13,669
	Other FIT Base Add/Ded. (+-)	0			0								0
	FIT Taxable Inc. (lines 9-12+-13)	90,415	407,804	-142,964	264,839	-575,022	-27,881	0	445,713				-157,189
	Gross FIT	36,601	138,653	-48,608	90,045	-195,508	-9,479	0	151,543				-53,444
	7210P Claimed ITC (-)	0			0								0
	Surtax Elimination (-)	0			0								0
	7220 FIT-Current (lines 15-16-17)	36,601	138,653	-48,608	90,045	-195,508	-9,479	0	151,543				-53,444

2008 FORM I INPUT MASTER		For The Year Ended: December 31, 2008				
COMPANY NAME: Midvale Telephone Exchange - Idaho		Separated Results of Idaho Operations				
Description	Note No.	Line No.	Total Idaho		Operation	
			Operations Subject To Separations	Intrastate Toll	Intrastate Toll	EAS Local (Other)
Separation Parameters						
Plant						
1. SLU Minutes of Use (MOU)	(19)		0			
2. SLU Factor			1.000000	0.30629	0.23967	0.45404
3. Base SPF - January 1			1.000000	0.25	0.25	0.5
4. Base SPF - December 31			1.000000	0.25	0.25	0.5
5. Current Composite SPF	(20)		1.000000	0.25	0.25	0.5
6. 1996 Weighted DEM			1.000000	0.85		0.15
7. 1996 Unweighted DEM			0.319552	0.319552	0	0
8. Current CAT 3 Dial Equipment Minutes	(21)		0			
9. Current Composite DEM Factor			1.000000	0.85		0.15
10. Exchange Trunk - Joint Use MOU	(22)		0			
11. Host/Remote MOU Kilometers	(23)		0			
12. Equal Access MOU	(24)		0			
13. Operator Standard Work Seconds	(25)		0			
14. Tandem Switching MOU	(26)		0			
15. IX Conversation MOU			0			
16. IX Conversation Minute Kilometers			0			
Other Parameters						
17. Access Lines			1034			
18. Unseparated Loop Cost @ 11.1 ROR	(27)		1107107			
Gross Billed Revenues						
19. -Marketing Allocation Basis	(28a)		0			
20. -Payment & Collection-End User	(28b)		0		0	
21. -Payment & Collection-CXR	(28c)		380,562	194523	186039	
Service Order Contacts						
22. -Service Order Proc.-End User	(29a)		6,134	0	0	6134
23. -Service Order Proc.-CXR	(29b)		15	8	7	
Billing Inquiry Contacts						
24. -Billing Inquiry-End User	(30a)		12	12	0	0
25. -Billing Inquiry-CXR	(30b)		48	13	35	
26. SP+RC Toll Messages	(31)		367,609	104412	263197	
27. EAS/Local Messages (Msg. Proc.)			0			
28. 'BIG 3' Expense Factor-Message	(32)		0.91	0.463614	0.228028	0.008585
29. -PLS & Special Access			0.09	0.070299	0.016989	
30. Operator Services Expense -- Factor			0			
31. Access Minutes of Use (End Office)			5,833,550	4,438,690	1,394,860	0.212484

2008 FORM I INPUT MASTER

COMPANY NAME: Midvale Telephone Exchange - Idaho

For The Year Ended: December 31, 2008

Separated Results of Idaho Operations

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation			Intrastate Operation			Total
				MTS & WATS Switched Access	TOLL PLS Special Access	Total	MTS & WATS Switched Access	TOLL PLS Special Access	Local (Other)	
SUMMARY										
Operating Revenues										
50XX Local -Billed	(1)	1.	354,269							354,269
-EAS Billed	(1)	2.	0							0
-EAS Settlement	(1)	3.	0							0
508X Access-SLC (End User)	(2)	4.	478,676	99016	0	99,016	0	0	379,660	379,660
-Switched (TS+NTS)	(2)	5.	2,323,363	1652572	0	1,652,572	68740	11955	590,116	670,811
-Special	(2)	6.	25,895	25895	0	25,895	0	0	0	0
51XX Toll -Message	(3a)	7.	0	0	0	0	0	0	0	0
-Private Line	(3b)	8.	0	0	0	0	0	0	0	0
-Settlement	(3c)	9.	0	0	0	0	0	0	0	0
52XX Misc.-Billing & Collection	(4)	10.	0	0	0	0	0	0	0	0
-Directory Advertising		11.	2,591				0		2,591	2,591
-Operating Rents		12.	0						0	0
-Other Misc.		13.	554						554	554
530X Less: Uncollectible Rev. (-)		14.	-255,977						-255,977	-255,977
Total Revenues		15.	2,929,391	1,751,568	25,895	1,777,463	68,740	11,955	1,071,213	1,151,908
Operating Expenses										
61XX-64XX Plant Specific Oper.	(5a)	16.	1,344,643	637,474	104,264	741,738	293,320	25,204	271,560	602,905
65XX Plant Nonspecific Operations	(5a)	17.	63,498	33,069	3,000	36,069	13,466	754	12,534	27,429
666X Depreciation & Amortization	(5a)	18.	430,504	191,493	28,101	219,594	121,802	5,595	75,059	210,910
66XX Customer Operations	(5a)	19.	277,797	100,622	-	100,622	88,533	0	88,642	177,175
67XX Corporate Operations	(5a)	20.	514,697	250,824	34,563	285,407	112,178	8,358	104,531	229,290
--- Other Operating	(5a)	21.	0	0	0	0	0	0	0	0
Total Expenses	(5a)	22.	2,631,139	1,213,482	169,948	1,383,430	629,299	39,911	552,346	1,247,709
Operating Taxes:	(6)									
7240 General Taxes		23.	0	-5516	-795	-6,311	-2854	-185	-2379	-5,549
7230 State/Local Inc. Tax (Current)		24.	-11,860	-23468	-3382	-26,850	-12143	-788	-10119	-23,609
7220 Federal Income Tax (Current)		25.	-50,459	116006	16890	132896	75817	4244	3803	154437
7250 Net Deferred Income Taxes		26.	287,333	0	0	0	0	0	0	0
7210 Net Investment Tax Credits		27.	0	0	0	0	0	0	0	0
Total Taxes		28.	225,014	87,022	12,713	99,735	60,820	3,271	58,075	125,279
Net Operating Income		29.	73,238	451,084	-156,766	294,318	-621,379	-31,227	460,792	-221,080

SUMMARY (continued)													
Average Rate Base													
2001	Telecom. Plant in Service	14,958,407	6,039,208	900,328	6,939,536	3,925,953	220,952	197,995	3,673,971	8,018,871			
2005	Plant Acquisition Adjustment	0	-3,671,096	-600,114	-4,271,210	-2,317,805	-164,818	-99,946	-2,873,032	-5,455,601			
3100	Less: Accumulated Depr. (-)	-9,726,811											
34xx-36xx	Accumulated Amort. (-)	0											
4100-4340	Accum. Deferred Tax (-)	287,333	116,006	16890	132,896	75817	4244	3803	70573	154,437			
1220	Materials and Supplies	20380	6804	818	7,622	6303	221	345	5889	12,758			
----	Equal Access Equipment	0			0					0			
----	Other Rate Base	153,062	71765	10308	82,073	35588	2469	1442	31490	70,989			
	Total Average Rate Base	5,692,371	2,562,667	328,230	2,890,917	1,725,856	63,068	103,639	908,891	2,801,454			

PLANT IN SERVICE DETAIL		1,928,218	778,486	113,346	891,832	508,787	28,482	25,523	473,594	1,036,386
21XX General Support Facilities										
22XX Central Office Equipment:										
1.	CAT 1-Operator Systems	0			0					0
2.	CAT 2-Tandem Switching (Alloc.)	0			0					0
3.	CAT 2-Tandem Switching (Assign.)	0			0					0
4.	CAT 3-Local Switching	1,660,140	1411119		1,411,119			25,785	249021	249,021
5.	CAT 4.12-Exch. Trunk (Joint Use)	25,785								25,785
6.	CAT 4.12-Exch. Trunk (Ded. Use)	463,636		394,369	394,369		69267			69,267
7.	CAT 4.13-Subscr. Line (Joint Use)	903,421	223737	25266	249,003		4235		447476	654,418
8.	CAT 4.13-Subscr. Line (Ded. Use)	0			0					0
9.	CAT 4.23-IX Trunk (Joint Use)	1,267,546	733047	0	733,047		0			534,499
10.	CAT 4.23-IX Trunk Ckt. (Ded. Use)	24,967	0	9603	9,603		15364			15,364
11.	CAT 4.3-Host/Remote Trunk Ckt.	0	0	0	0		0		0	0
12.	Other COE	19,646	0	9837	9,837		9809		0	9,809
13.										
14.	Total COE	4,365,141	2,367,903	439,075	2,806,978	737,206	98,675	25,785	696,497	1,558,163
23XX Information Orig./Term. Equipment:										
15.	CAT 1-Regulated CPE	0			0					0
16.	Other IOT	0			0					0
17.	Total IOT	0	0	0	0	0	0	0	0	0
24XX Cable & Wire Facilities:										
18.	CAT 1.3-Subscriber Line (Common)	5,007,760	1251940	0	1,251,940	1251940	0		2503880	3,755,820
19.	CAT 1.1,2-Subscriber Line (Ded.)	47,400		23700	23,700		23700			23,700
20.	CAT 2-Exch. Trunk (Joint Use)	146,687			0			146687		146,687
21.	CAT 2-Exch. Trunk (Ded. Use)	52,978		18972	18,972		34006			34,006
22.	CAT 3-IX Trunk (Joint Use)	3,370,069	1640879	290164	1,931,043	1428020	11006			1,439,026
23.	CAT 3-IX Trunk (Ded. Use)	40,154		15071	15,071		25083			25,083
24.	CAT 4-Host/Remote Trunk	0	0		0	0			0	0
25.	Other C&WF	0			0					0
26.	Total C&WF	8,665,048	2,892,819	347,907	3,240,726	2,679,960	93,795	146,687	2,503,880	5,424,322
26XX Other Assets:										
27.	Capital Leases	0			0					0
28.	Leasehold Improvements	0			0					0
29.	Intangibles	0			0					0
30.	Total Other Assets	0	0	0	0	0	0	0	0	0
31.	Total Telecom. Plant in Service (5b)	14,958,407	6,039,208	900,328	6,939,536	3,925,953	220,952	197,995	3,673,971	8,018,871

Depreciation & Amortization		-1,326,590	-555,589	-77981	-613,570	-350039	-19595	-17559	-325827	-713,020
Accumulated Depreciation Detail										
1.	311X General Support Facilities	-1,113,171	-946195	0	-946,195	0	0	0	-166976	-166,976
2.	312X Central Office Switching	0			0					0
3.	312X Operator Systems	-2,366,661	-844953	-361227	-1,206,180	-668530	-82405	-22355	-387191	-1,160,481
4.	312X Central Office Transmission	0			0					0
5.	313X Information Orig./Term. Equip.	-4,920,389	-1344359	-160906	-1,505,265	-1289236	-62818	-60032	-1993038	-3,415,124
6.	314X Cable & Wire Facilities	-9,726,811	-3,671,096	-600,114	-4,271,210	-2,317,805	-164,818	-99,946	-2,873,032	-5,455,601
7.	Total Accumulated Depreciation (5c)									
8.	Accumulated Amortization Detail									
9.	3410 Capital Leases	0			0					0
10.	3420 Leasehold Improvements	0			0					0
11.	3500 Intangibles	0			0					0
12.	3600 Acquisition Adjustment	0			0					0
	Total Accumulated Amortization (5c)	0	0	0	0	0	0	0	0	0

OPERATING EXPENSE DETAIL											
61XX-64XX Plant Specific Operations											
6110-20 General Support Facilities											
621X Central Office Switching											
6220 Operator Systems											
623X Central Office Transmission											
63XX Information Orig./Term. Equip.											
64XX Cable & Wire Facilities											
Total Plant Specific	(5a)	7.	1,344,643	637,474	104,264	741,738	293,320	25,204	12,801	271,580	602,905
65XX Plant Nonspecific Operations	(8)	8.	0	0	0	0	0	0	0	0	0
6512 Provisioning											
653X Network Operations											
6540 Access Paid to LECs											
Total Plant Nonspecific	(9)	10.	51,033	20604	3000	23,604	13466	754	675	12534	27,429
	(5a)	11.	63,498	33,069	3,000	36,069	13,466	754	675	12,534	27,429
656X Depreciation & Amortization	(8)	12.	63,086	25470	3708	29,178	16646	932	835	15495	33,908
6561 General Support Facilities											
6561 Central Office Switching											
6561 Operator Systems											
6561 Central Office Transmission											
6561 Information Orig./Term. Equip.											
6561 Cable & Wire Facilities											
6563 Capital Leases											
6563 Leasehold Improvements											
6564 Intangibles											
6565 Acquisition Adjustment											
Total Depreciation & Amortization	(5a)	22.	430,504	191,483	28,101	219,594	121,802	5,595	8,454	75,059	210,910

OPERATING EXPENSE (continued)																					
66XX	Customer Operations																				
661X	Marketing			0	0																0
662X	Operator Services	2,852		2,852																	2,852
662X	Directory Publishing-Alpha			0																	0
662X	Directory Publishing-Classified			0																	0
662X	Directory Publishing-Foreign			0																	0
6623	Service Order Proc.-End User	34,832	15,761	34,832	15,761																19,071
6623	Payment & Collection-End User	26,124	8,135	26,124	8,135																17,989
6623	Billing Inquiry-End User	26,124	6,531	26,124	6,531																19,593
6623	Service Order Proc.-CXR			0																	0
6623	Payment & Collection-CXR			0																	0
6623	Billing Inquiry-CXR			0																	0
6623	Coin Administration			0																	0
6623	Rev. Acctg.-Toll Ticket Proc.			0																	0
6623	Rev. Acctg.-Local Mess. Proc.	2,493	708	2,493	708																1,785
6623	Rev. Acctg.-Other Bill & Coll.	33,405	9,963	33,405	9,963																23,442
6623	Rev. Acctg.-SLC Billing	1,758	1,758	1,758	1,758																0
6623	Rev. Acctg.-CXR B & C		7,455		7,455																5,282
6623	B & C Amts Paid to LECs			0																	0
6623	Other Customer Service	137,472	50,311	137,472	50,311																87,161
	Total Customer Operations	265,060	100,622	265,060	100,622																177,175
67XX	Corporate Operations:																				
671X	Executive & Planning	185,370	85,941	185,370	85,941																86,398
672X	General & Administrative	329,327	164,883	329,327	164,883																142,892
6728	EAS Settlement Expense			0																	0
	Total Corporate Operations	514,697	250,824	514,697	250,824																229,290
	Other Operating Expenses:																				
	Equal Access Provision	0		0																	0
	Universal Service Fund	0		0																	0
	Lifeline Connection Assistance	0		0																	0
	Total Other	0	0	0	0																0
	Total Operating Expenses	2,618,402	1,213,482	2,618,402	1,213,482																1,247,709

OPERATING TAXES DETAIL										
7240	General Taxes									
7240	Property	29,000	11,708	1705	13,413	7652	428	384	7123	15,587
7240	Gross Receipts	0			0					0
7240	PUC Fee	0			0					0
7240	Franchise Fees	0			0					0
7240	Other	768	768		768					0
	Total General Taxes	29,768	12,476	1,705	14,181	7,652	428	384	7,123	15,587
72XX	Income Taxes (Calculated)									
	Net Income Before SIT & FIT	281,221	525,630	-145,758	379,872	-568,211	-28,384	-26,537	511,744	-111,388
	Less Fixed Charges (-)	181,445	82,365	9638	92,003	56813	1921	3435	27273	89,442
	Subtotal (lines 7-8)	99,776	443,265	-155,396	287,869	-625,024	-30,305	-29,972	484,471	-200,830
	Other SIT Base Add/Ded. (+/-)	0			0					0
	SIT Taxable Inc. (lines 9+-10)	99,776	443,265	-155,396	287,869	-625,024	-30,305		484,471	-200,830
	7230 SIT-Current (at 8%)	9,361	35,461	-12,432	23,030	-50,002	-2,424	0	38,758	-13,669
	Other FIT Base Add/Ded. (+/-)	0			0					0
	FIT Taxable Inc. (lines 9-12+-13)	90,415	407,804	-142,964	264,839	-575,022	-27,881		445,713	-157,189
	Gross FIT	36,601	138,653	-48,608	90,045	-195,508	-9,479	0	151,543	-53,444
	7210P Claimed ITC (-)	0			0					0
	Surtax Elimination (-)	0			0					0
	7220 FIT-Current (lines 15-16-17)	36,601	138,653	-48,608	90,045	-195,508	-9,479	0	151,543	-53,444

2008 FORM 1 INPUT MASTER

For The Year Ended: December 31, 2008
 COMPANY NAME: Midvale Telephone Exchange - Idaho Separated Results of Idaho Operations

Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Intrastate		Operation	
				Interstate Toll	Intrastate Toll	EAS	Local (Other)
Separation Parameters							
Plant	(19)						
SLU Minutes of Use (MOU)		1.	0				
SLU Factor		2.	1.000000	0.30629	0.23967		0.45404
Base SPF - January 1		3.	1.000000	0.25	0.25		0.5
Base SPF - December 31		4.	1.000000	0.25	0.25		0.5
Current Composite SPF	(20)	5.	1.000000	0.25	0.25		0.5
1996 Weighted DEM		6.	1.000000	0.85			0.15
1996 Unweighted DEM		7.	0.319552	0	0		0
Current CAT 3 Dial Equipment Minutes	(21)	8.	0				
Current Composite DEM Factor	(22)	9.	1.000000	0.85			0.15
Exchange Trunk - Joint Use MOU	(23)	10.	0				
Host/Remote MOU Kilometers	(24)	11.	0				
Equal Access MOU	(25)	12.	0				
Operator Standard Work Seconds	(26)	13.	0				
Tandem Switching MOU		14.	0				
IX Conversation MOU		15.	0				
IX Conversation Minute Kilometers		16.	0				
Other Parameters							
Access Lines		17.	1034				
Unseparated Loop Cost @ 11.1 ROR	(27)	18.	1107107				
Gross Billed Revenues							
-Marketing Allocation Basis	(28a)	19.	0				
-Payment & Collection-End User	(28b)	20.	0				
-Payment & Collection-CXR	(28c)	21.	380,562	194523	186039		0
Service Order Contacts							
-Service Order Proc.-End User	(29a)	22.	6,134	0	0		6134
-Service Order Proc.-CXR	(29b)	23.	15	8	7		
Billing Inquiry Contacts							
-Billing Inquiry-End User	(30a)	24.	12	12	0		0
-Billing Inquiry-CXR	(30b)	25.	48	13	35		
SP+RC Toll Messages	(31)	26.	367,609	104412	263197		
EAS/Local Messages (Msg. Proc.)	(32)	27.	0				
'BIG 3' Expense Factor-Message		28.	0.91	0.463614	0.228028		0.212484
-PLS & Special Access		29.	0.09	0.070299	0.016989		
Operator Services Expense -- Factor		30.	0				
Access Minutes of Use (End Office)		31.	5,833,550	4,438,690	1,394,860		

REVENUE REQUIREMENT SUMMARY

LINE	DESCRIPTION	SOURCE	INTRASTATE										LOCAL		
			INTERSTATE					INTRASTATE					EAS	User Defined (k)	Other (l)
			MSG (b)	IntraLATA (c)	PL (d)	IntraLATA (e)	PL (f)	MSG (g)	InterLATA (h)	PL (i)	IntraLATA (j)	MSG (k)			
TOTAL COMPANY (a)	MSG (b)	IntraLATA (c)	PL (d)	IntraLATA (e)	PL (f)	MSG (g)	InterLATA (h)	PL (i)	IntraLATA (j)	MSG (k)	EAS (l)	User Defined (k)	Other (l)		
1	Net Telecom Plant	Ln46	5,221,753	2,293,504	279,535	109,181	156,350	56,118	1,469,359	97,410	-	793,302	-	-	
2	Rate Base Adjustment #1	Records	-	-	-	-	-	-	-	-	-	-	-	-	
3	RATE BASE	Ln1-2	5,221,753	2,293,504	279,535	109,181	156,350	56,118	1,469,359	97,410	-	793,302	-	-	
4	Rate of Return	Records	8.6174%	11.2500%	11.2500%	11.2500%	5.9000%	5.9000%	5.9000%	5.9000%	5.9000%	5.9000%	5.9000%	5.9000%	
5	RETURN ON RATE BASE	Ln3-4	449,977	254,644	31,448	12,283	9,225	86,515	3,311	5,747	-	46,805	-	-	
6	Return Adjustment #1	Records	-	-	-	-	-	-	-	-	-	-	-	-	
7	NET RETURN	Ln5-6	449,977	254,644	31,448	12,283	9,225	86,515	3,311	5,747	-	46,805	-	-	
8	Fixed Charges	Ln24	181,445	78,543	9,639	3,822	5,455	51,359	1,921	3,435	-	27,273	-	-	
9	Amortization of Excess Def Taxes	Ln47	-	-	-	-	-	-	-	-	-	-	-	-	
10	Capitalized Payroll Taxes	Ln50	-	-	-	-	-	-	-	-	-	-	-	-	
11	Depreciation Adjustment	Ln53	-	-	-	-	-	-	-	-	-	-	-	-	
12	Schedule M Income Tax Adjustments	S-14, Ln22	-	-	-	-	-	-	-	-	-	-	-	-	
13	FIT Allowances/Disallowances	Ln22	-	-	-	-	-	-	-	-	-	-	-	-	
14	Inc Adj Alloc on 2001	Ln58+60	-	-	-	-	-	-	-	-	-	-	-	-	
15	Inc Adj Alloc on Big 3 Exp	Ln61+62	-	-	-	-	-	-	-	-	-	-	-	-	
16	Total Misc Inc Adjustment	Ln63	-	-	-	-	-	-	-	-	-	-	-	-	
17	AFTER TAX INCOME	Note 1	288,532	176,101	21,810	8,461	3,770	35,157	1,390	2,312	-	19,531	-	-	
18	State Income Tax	Ln53 or S-14, Ln20	-	-	-	-	-	-	-	-	-	-	-	-	
19	State ITC Amortization	Ln45	36,484	23,913	2,962	1,149	512	4,774	189	314	-	2,652	-	-	
20	Net-Federal Income Tax	Ln44	138,335	90,719	11,235	4,359	1,942	18,111	716	1,191	-	10,062	-	-	
21	Federal ITC Amortization	Ln44	-	-	-	-	-	-	-	-	-	-	-	-	
22	Operating Expenses & Taxes	Ln45	2,623,434	1,135,465	171,653	40,184	85,102	529,008	40,339	26,537	-	515,149	-	-	
23	Advertising Expenses	S-10, Ln17+18	-	-	-	-	-	-	-	-	-	-	-	-	
24	Uncollectibles	Ln67	-	-	-	-	-	-	-	-	-	-	-	-	
25	NET REVENUE REQUIREMENT	Ln7+18, 24	3,148,210	1,504,738	217,297	57,974	76,781	638,408	44,555	33,789	-	574,687	-	-	
26	Gross Receipts Tax	Note 2	-	-	-	-	-	-	-	-	-	-	-	-	
27	7340 Aw-Fds Used Dur Constr	Ln15	8,739	3,387	514	141	219	2,087	129	116	-	2,146	-	-	
28	REVENUE REQUIREMENT	Ln7+18, 24	3,156,949	1,508,125	217,811	58,115	76,999	640,595	44,684	33,905	-	576,833	-	-	
29	Distribution of Line 3c	Ln25+26-27 Ln28/29a	100.0000%	47.8218%	6.9051%	1.8421%	2.4387%	20.2884%	1.4151%	1.0729%	-	18.2362%	-	-	
30	NET RETURN	Ln7	449,977	254,644	31,448	12,283	9,225	86,515	3,311	5,747	-	46,805	-	-	
31	Fixed Charges	Ln8	181,445	78,543	9,639	3,822	5,455	51,359	1,921	3,435	-	27,273	-	-	
32	Amortization of Excess Deferred Taxes	Ln10	-	-	-	-	-	-	-	-	-	-	-	-	
33	Capitalized Payroll Taxes	Ln11	-	-	-	-	-	-	-	-	-	-	-	-	
34	Operating Expenses & Taxes	Ln12	-	-	-	-	-	-	-	-	-	-	-	-	
35	Schedule M Income Tax Adjustments	Ln13	-	-	-	-	-	-	-	-	-	-	-	-	
36	FIT Allowances/Disallowances	Ln14	-	-	-	-	-	-	-	-	-	-	-	-	
37	Inc Adj Alloc on 2001	Ln15	-	-	-	-	-	-	-	-	-	-	-	-	
38	Inc Adj Alloc on Big 3 Exp	Ln15	-	-	-	-	-	-	-	-	-	-	-	-	
39	Federal ITC Amortization	Ln44	-	-	-	-	-	-	-	-	-	-	-	-	
40	Total Income Adjustments	Ln31+36, 38	181,445	78,543	9,639	3,822	5,455	51,359	1,921	3,435	-	27,273	-	-	
41	Federal Taxable Income	Ln30-40 Gross Up	406,867	266,820	33,045	12,820	5,712	53,268	2,107	3,503	-	28,583	-	-	
42	Federal Income Tax	34.0000%	138,335	90,719	11,235	4,359	1,942	18,111	716	1,191	-	10,062	-	-	
43	Federal Sur-Tax Allocation	Records	-	-	-	-	-	-	-	-	-	-	-	-	
44	Net Federal Income Tax	Ln42-43-39	138,335	90,719	11,235	4,359	1,942	18,111	716	1,191	-	10,062	-	-	
45	NET RETURN	Ln30	449,977	254,644	31,448	12,283	9,225	86,515	3,311	5,747	-	46,805	-	-	
46	Fixed Charges	Ln31	181,445	78,543	9,639	3,822	5,455	51,359	1,921	3,435	-	27,273	-	-	
47	Other Sur-Tax Adjustments	Records	-	-	-	-	-	-	-	-	-	-	-	-	
48	Federal Income Tax	Ln42	138,335	90,719	11,235	4,359	1,942	18,111	716	1,191	-	10,062	-	-	
49	State Taxable Income	Ln45-48 Gross Up	443,331	290,732	36,007	13,969	6,224	58,042	2,295	3,817	-	32,245	-	-	
50	State Income Tax	8.2250%	36,484	23,913	2,962	1,149	512	4,774	189	314	-	2,652	-	-	
51	State Sur-Tax Allocation	Records	-	-	-	-	-	-	-	-	-	-	-	-	
52	State ITC Amortization	Ln45	-	-	-	-	-	-	-	-	-	-	-	-	
53	Net State Income Tax	Ln50-S1-52	36,484	23,913	2,962	1,149	512	4,774	189	314	-	2,652	-	-	

SEPARATED TELECOMMUNICATIONS PLANT SUMMARY

S-2

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL				INTRASTATE TOLL				LOCAL				
			TOTAL COMPANY (B)	MSG IntraLATA (b)	IntraLATA PL (c)	MSG InterLATA (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, In13	1,928,218	747,407	113,346	-	31,079	-	48,394	-	460,393	28,482	25,523	-	473,594
2	2210 COE-Switching	S-5, In38	1,690,140	1,381,813	-	-	48,308	-	-	-	-	-	-	-	249,021
3	2220 COE-Operator	S-5, In23	-	-	-	-	-	-	-	-	-	-	-	-	447,476
4	2230 COE-Transmission	S-5, In77	2,705,003	926,591	418,044	-	30,204	-	71,214	-	687,023	98,678	25,785	-	2,680,890
5	2310 Info Orig/Term Equip	S-6, In11	8,965,047	2,762,308	347,907	-	130,510	-	255,813	-	2,424,146	93,794	146,667	-	2,560,860
6	2410 CRMF	S-7, In43	13,030,190	5,050,703	765,951	-	210,020	-	327,027	-	3,111,170	182,470	172,442	-	2,560,860
7	Total COE: IOT, C&WF LIn2.6	LIn2.6	100,000,000%	38,7615%	5,8783%	-	1,6118%	-	2,5088%	-	23,8766%	1,4771%	1,3236%	-	24,5612%
8	Distribution of Line 7	LIn7.7a	-	-	-	-	-	-	-	-	-	-	-	-	-
9	Equal Access - Investment	S-9, In22	-	-	-	-	-	-	-	-	-	-	-	-	-
10	2600 Tangible Assets	S-8, In31	-	-	-	-	-	-	-	-	-	-	-	-	-
11	TELECOM PLT IN SVC-EXCL 2680	LIn17+9+10	14,858,407	5,798,110	879,287	-	241,089	-	375,421	-	3,571,563	220,952	197,995	-	3,673,971
12	Distribution of Line 11	LIn11.1a	100,000,000%	38,7615%	5,8783%	-	1,6118%	-	2,5088%	-	23,8766%	1,4771%	1,3236%	-	24,5612%
13	2690 Intangible Assets	S-8, In35	-	-	-	-	-	-	-	-	-	-	-	-	-
14	2001 TELECOM PLANT IN SVC	LIn11+13	14,858,407	5,798,110	879,287	-	241,089	-	375,421	-	3,571,563	220,952	197,995	-	3,673,971
15	Distribution of Line 14	LIn14/14a	100,000,000%	38,7615%	5,8783%	-	1,6118%	-	2,5088%	-	23,8766%	1,4771%	1,3236%	-	24,5612%
16	2110 Land Assets	S-4, In12	-	-	-	-	-	-	-	-	-	-	-	-	-
17	2001 TPIS x/Land	LIn 14-16	14,858,407	5,798,110	879,287	-	241,089	-	375,421	-	3,571,563	220,952	197,995	-	3,673,971
18	Distribution of Line 17	LIn17/17a	100,000,000%	38,7615%	5,8783%	-	1,6118%	-	2,5088%	-	23,8766%	1,4771%	1,3236%	-	24,5612%
19	2002 Prop Hld Fut Telecom Use	S-9, In6	-	-	-	-	-	-	-	-	-	-	-	-	-
20	2003 Plant Under Construction	S-9, In10	104,651	40,642	6,163	-	1,690	-	2,631	-	25,035	1,549	1,368	-	25,753
21	2005 Telecom Plant Adjustment	S-9, In14	15,963,258	5,698,751	885,460	-	242,789	-	378,052	-	3,596,598	222,501	199,382	-	3,699,724
22	TOTAL TELECOM PLANT	LIn14+19+21	-	-	-	-	-	-	-	-	-	-	-	-	-
23	1200 Materials and Supplies	S-9, In20	20,379	6,487	818	-	307	-	602	-	5,701	221	345	-	6,889
24	1500 Other Intangible Assets	S-15, In14	-	-	-	-	-	-	-	-	-	-	-	-	-
25	3100 Accumulated Depreciation	S-15, In99	9,726,813	3,539,413	600,113	-	131,683	-	219,037	-	2,098,770	164,818	99,946	-	2,873,032
26	Equal Access - Accum Depreciation	S-9, In24	-	-	-	-	-	-	-	-	-	-	-	-	-
27	3200 Acc Dep-Hld for Fut Use	S-15, In101	-	-	-	-	-	-	-	-	-	-	-	-	-
28	3400 Accum Amort-Tangible	S-15, In102, 103	-	-	-	-	-	-	-	-	-	-	-	-	-
29	3500 Accum Amort-Intangible	S-15, In104	-	-	-	-	-	-	-	-	-	-	-	-	-
30	3600 Accum Amort-Other	S-15, In105	-	-	-	-	-	-	-	-	-	-	-	-	-
31	4100 Net Cur Def Op Inc Taxes	S-15, In117	287,334	111,375	16,890	-	4,631	-	7,211	-	69,606	4,244	3,803	-	76,573
32	4340 Noncur Def Oper Inc Tax	S-15, In137	-	-	-	-	-	-	-	-	-	-	-	-	-
33	Equal Access - Deferred Oper Inc Taxes	S-9, In25	-	-	-	-	-	-	-	-	-	-	-	-	-
34	4360 Other Defr Deferred Credits-Net	S-15, In138	-	-	-	-	-	-	-	-	-	-	-	-	-
35	4370 Other Jur Lib & Def Credits-Net	S-15, In140	5,069,491	2,194,460	289,276	-	105,782	-	152,406	-	1,434,923	53,659	95,978	-	762,008
36	NET TELECOM PLANT	LIn22+25-24...35	100,000,000%	43,2816%	5,3117%	-	2,1084%	-	3,0063%	-	28,3051%	1,0585%	1,8932%	-	15,0312%
37	Distribution of Line 36	LIn36.96a	-	-	-	-	-	-	-	-	-	-	-	-	-
38	1402 Rural Tel Bank Stock	S-9, In16	152,682	69,199	10,284	-	2,405	-	3,954	-	31,528	2,463	1,437	-	31,392
39	Cash Working Capital	S-9, In21	-	-	-	-	-	-	-	-	-	-	-	-	-
40	Equal Access - Unamortized Expenses	S-9, In26	-	-	-	-	-	-	-	-	-	-	-	-	-
41	Investment Allow/Disallow	S-9, In31	-	-	-	-	-	-	-	-	-	-	-	-	-
42	Accum Dep/Amort Allow/Disallow	S-15, In143	-	-	-	-	-	-	-	-	-	-	-	-	-
43	4040 Customer Deposits	S-15, In108	400	155	24	-	6	-	10	-	96	6	5	-	98
44	4310 Other Long-Term Liab.	S-15, In128	-	-	-	-	-	-	-	-	-	-	-	-	-
45	Other Telecom Pl Adjust	Records	-	-	-	-	-	-	-	-	-	-	-	-	-
46	NET TELECOM PLT & OTH RATE BASE ITEMS	A+B..F..+(G+H)	5,221,753	2,283,504	279,535	-	108,181	-	156,350	-	1,466,355	56,116	97,410	-	793,302
47	Distribution of Line 46	LIn46/46a	100,000,000%	43,3476%	5,3533%	-	2,0909%	-	2,9942%	-	28,0817%	1,0747%	1,8655%	-	15,1922%

Midvale Telephone Exchange - ID
Study Area: 412226
Study Year: 2008

SEPARATED EXPENSE SUMMARY

S-3

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL				INTRASTATE TOLL				LOCAL					
			TOTAL COMPANY (e)	InterLATA		IntralATA		MSG	PL (g)	InterLATA (f)	PL (h)	MSG	PL (i)	EAS (j)	LOCAL	
				MSG (b)	PL (c)	MSG (d)	PL (e)								User Defined (k)	Other (l)
1	Pl Spec Exp Accts 6210.6220															
2	6230.6310.6410	S-11, In30	1,282,467	100,608	22,101	-	-	-	-	-	250,718	24,266	11,977	-	258,309	
3	PI NonSpec Account 6530	S-12, In19	51,033	3,000	823	-	-	-	-	-	12,185	754	675	-	12,534	
4	Cust Oper Accts 6610.6620	S-13, In57	140,325	50,311	-	-	-	-	-	-	34,801	-	-	-	34,801	
5	TOTAL BIG THREE EXPENSES		1,473,825	103,608	22,923	-	-	-	-	-	297,704	25,040	12,653	-	313,165	
6	Distribution of Line 5	Ln5/6a	100,000.00%	44,806.1%	1,552.9%	-	-	-	-	-	20,199.4%	1,698.9%	0.8565%	-	21,248.4%	
7	Plant Specific Expenses		1,344,641	614,371	23,103	-	-	-	-	-	265,563	25,204	12,800	-	271,580	
8	Plant NonSpecific Expenses	S-12, In91	484,002	215,686	9,962	-	-	-	-	-	122,349	6,348	9,130	-	87,594	
9	Customer Operations Expenses	S-13, In57	440,325	50,311	-	-	-	-	-	-	34,801	-	-	-	44,321	
10	Other Operations Expenses	S-14, In40	514,688	243,173	7,682	-	-	-	-	-	95,371	8,358	4,223	-	104,351	
11	TOTAL OPERATING EXPENSES	S-10, In16	2,463,666	1,123,454	38,717	-	-	-	-	-	522,084	38,911	26,153	-	508,026	
12	TOTAL OPERATING EXPENSES	Ln7..11														
13	Operating Taxes	S-14, In26	28,768	12,009	467	-	-	-	-	-	6,924	428	384	-	7,123	
14	Equal Access Expenses	S-14, In35	-	-	-	-	-	-	-	-	-	-	-	-	-	
15	Expense Allowances/Disallowances	S-14, In40	-	-	-	-	-	-	-	-	-	-	-	-	-	
16	5240 Rent Revenues	S-10, In43	-	-	-	-	-	-	-	-	-	-	-	-	-	
17	TOTAL OPERATING EXP & TAXES	Ln12+13..15-16	2,523,434	1,135,463	40,184	-	-	-	-	-	529,008	40,339	26,537	-	515,148	
18	Distribution of Line 17	Ln17/17a	100,000.00%	44,996.7%	1,592.4%	-	-	-	-	-	20,963.8%	1,598.9%	1,051.6%	-	20,414.6%	
19	Total Depr & Amort	S-12, In90	430,504	183,353	8,140	-	-	-	-	-	110,165	5,995	8,454	-	75,059	
20	Fixed Charges	S-10, In24	181,445	78,543	3,822	-	-	-	-	-	51,388	1,921	3,435	-	27,273	
21	Total Operating Revenue	S-14, In33	-	-	-	-	-	-	-	-	-	-	-	-	-	
22	Total Operating Expense & Taxes	Ln17	2,523,434	1,135,463	40,184	-	-	-	-	-	529,008	40,339	26,537	-	515,148	
23	Net Income	Ln20	181,445	78,543	3,822	-	-	-	-	-	51,388	1,921	3,435	-	27,273	
24	Fixed Charges	S-10, In24	181,445	78,543	3,822	-	-	-	-	-	51,388	1,921	3,435	-	27,273	
25	Income Adjustments	S-10, In63	-	-	-	-	-	-	-	-	-	-	-	-	-	
26	Net Income	Ln21..25	(2,704,879)	(1,214,006)	(44,006)	-	-	-	-	-	(60,366)	(42,259)	(28,972)	-	(642,422)	
27	Distribution of Line 26	Ln26/26a	100,000.00%	44,882.1%	1,628.9%	-	-	-	-	-	21,456.3%	1,562.3%	1,108.1%	-	20,053.5%	
28	TOTAL CASH OPER EXPENSES	Ln17+18-19+20	2,274,375	1,030,653	35,866	-	-	-	-	-	470,202	36,665	21,518	-	467,363	
29	Distribution of Line 28	Ln28/28a	100,000.00%	45,315.9%	1,577.0%	-	-	-	-	-	20,673.9%	1,612.1%	0.9461%	-	20,549.1%	
INCOME TAX CALCULATION																
30	Other Operating Income	S-14, In32	-	-	-	-	-	-	-	-	-	-	-	-	-	
31	AFUDC	S-10, In15	8,739	3,387	141	-	-	-	-	-	2,087	129	116	-	2,146	
32	Operating Revenue	S-14, In33-Ln30	-	514	-	-	-	-	-	-	-	-	-	-	-	
33	Uncollectible Revenue	S-10, In57	-	-	-	-	-	-	-	-	-	-	-	-	-	
34	Income Effect Jurisdictional Difference	S-10, In60	-	-	-	-	-	-	-	-	-	-	-	-	-	
35	IRS Income Adjustment	S-10, In62	-	-	-	-	-	-	-	-	-	-	-	-	-	
36	TOTAL REVENUE & OTHER INCOME	Ln30..35	8,739	3,387	141	-	-	-	-	-	2,087	129	116	-	2,146	
37	Contributions	S-10, In16	-	-	-	-	-	-	-	-	-	-	-	-	-	
38	Operating Expenses	Ln12-Ln11	2,483,666	1,123,454	38,717	-	-	-	-	-	522,084	38,911	26,153	-	508,026	
39	Operating Taxes	S-14, In26	29,768	12,009	467	-	-	-	-	-	6,924	428	384	-	7,123	
40	Fixed Charges	S-10, In24	181,445	78,543	3,822	-	-	-	-	-	51,388	1,921	3,435	-	27,273	
41	TOTAL OPERATING EXPENSES	Ln37..40	2,704,879	1,214,006	44,006	-	-	-	-	-	580,366	42,259	29,972	-	642,422	
42	State Taxable Income	Ln36-Ln41	(2,696,140)	(1,210,618)	(43,865)	-	-	-	-	-	(578,280)	(42,130)	(29,856)	-	(640,276)	
43	State Income Tax	8.2250%	(221,758)	(99,673)	(3,608)	-	-	-	-	-	(47,563)	(3,465)	(2,456)	-	(44,438)	
44	Federal Taxable Income	Ln36-Ln41	(2,696,140)	(1,210,618)	(43,865)	-	-	-	-	-	(578,280)	(42,130)	(29,856)	-	(640,276)	
45	State Income Tax	Ln43	(221,758)	(99,673)	(3,608)	-	-	-	-	-	(47,563)	(3,465)	(2,456)	-	(44,438)	
46	Net Federal Taxable Income	Ln44-Ln45	(2,474,382)	(1,110,945)	(40,257)	-	-	-	-	-	(530,716)	(38,665)	(27,401)	-	(605,038)	
47	Federal Income Tax	34.0000%	(841,290)	(377,755)	(13,687)	-	-	-	-	-	(186,443)	(13,146)	(9,316)	-	(188,585)	
48	Amortization of Investment Tax Credit	S-10, Ln44	-	-	-	-	-	-	-	-	-	-	-	-	-	
49	Federal Income Tax	Ln47-Ln48	(841,290)	(377,755)	(13,687)	-	-	-	-	-	(186,443)	(13,146)	(9,316)	-	(188,585)	

GENERAL SUPPORT FACILITIES

S-4

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL					
			MSG (b)	InterLATA (c)	PL (e)	MSG (d)	InterLATA (g)	PL (i)	MSG (h)	InterLATA (j)	PL (l)	EAS (k)	User Defined (m)	Other (n)
SEPARATIONS FACTORS														
1	Carrier Classification	Records												
2	Big Three Expenses Distr	S-3, InB												
3	Total COE, IOT, C&WF Distr	S-2, InB	44,8061%	7,0289%	-	1,5653%	-	2,6034%	-	1,6889%	20,1994%	1,6889%	0,8685%	21,2484%
			38,7615%	5,8783%	-	1,6118%	-	2,5088%	-	1,4771%	23,8766%	1,4771%	1,3236%	24,5612%
LAND & SUPPORT ASSETS SEPARATION														
4	2110 Land & Support Assets	Note 1	747,407	113,346	-	31,079	-	48,394	-	28,482	460,393	28,482	25,523	473,584
5	Support Assets-Joint x/GSPF - B&C	Note 1	-	-	-	-	-	-	-	-	-	-	-	-
6	General Support Facilities - B&C	Direct	-	-	-	-	-	-	-	-	-	-	-	-
7	Direct Assignment	InB,7	747,407	113,346	-	31,079	-	48,394	-	28,482	460,393	28,482	25,523	473,584
8	Total Support Assets	InB/8a	38,7615%	5,8783%	-	1,6118%	-	2,5088%	-	1,4771%	23,8766%	1,4771%	1,3236%	24,5612%
9	Distribution of Line 8	Note 1	-	-	-	-	-	-	-	-	-	-	-	-
10	Land	Direct	-	-	-	-	-	-	-	-	-	-	-	-
11	Direct Assignment	In10,11	-	-	-	-	-	-	-	-	-	-	-	-
12	Total Land	InB*12	747,407	113,346	-	31,079	-	48,394	-	28,482	460,393	28,482	25,523	473,584
13	TOTAL LAND & SUPPORT ASSETS	In13/13a	38,7615%	5,8783%	-	1,6118%	-	2,5088%	-	1,4771%	23,8766%	1,4771%	1,3236%	24,5612%
14	Distribution of Line 13													

Note 1: If Carrier Classification = A, then
 InB*2, InB*3, In10*2
 InB*3, InB*3, In10*3

Note 1: If Carrier Classification = B, then
 InB*2, InB*3, In10*2
 InB*3, InB*3, In10*3

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL								
			MSG (b)	InterLATA (c)	PL (c)	MSG (d)	InterLATA (e)	PL (e)	MSG (f)	InterLATA (g)	PL (g)	MSG (h)	InterLATA (i)	PL (i)	MSG (j)	User Defined (k)	Other (l)
1	WSWS Pct-Switchboards	Records	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2	WSWS Pct-Directory Assistance	Records	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3	Sub Line MOU Pct	Records	30.6230%	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4	SOB Toll MOU Pct	Records	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5	WSWS Pct-TSPS Oper Position	Records	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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	82.0300%	-	-	2.9700%	-	-	-	-	-	-	-	-	-	-	-
10	2226 Operator Systems		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11	Cat 1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12	Loc Toll DSA DSB and		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13	Traffic Switchboards		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14	Aux-Direct Assist		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15	Aux-Intercept		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
16	Jt Exch & Toll SOB		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17	TSPS-Oper Position		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18	TSPS-RTA		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19	TSPS-Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20	Direct Assignment		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21	Total Cat 1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
22	Distribution of Line 21		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
23	TOTAL COE-OPERATOR		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
24	Distribution of Line 23		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
25	2210 Central Office Switching		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
26	Cat 2 Tandem Switching		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27	Direct Assignment		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28	Total Cat 2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
29	Distribution of Line 28		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
30			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
31	Cat 3-Local Switching - TS		1,361,813	-	-	48,306	-	-	-	-	-	-	-	-	-	-	-
32	Cat 3-Local Switching - NTS		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
33	Direct Assignment		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34	Total Cat 3		1,361,813	-	-	48,306	-	-	-	-	-	-	-	-	-	-	-
35	Distribution of Line 34		100.0000%	-	-	2.9700%	-	-	-	-	-	-	-	-	-	-	-
36	TOTAL COE-SWITCHING		1,660,140	-	-	48,306	-	-	-	-	-	-	-	-	-	-	-
37	Distribution of Line 36		100.0000%	-	-	2.9700%	-	-	-	-	-	-	-	-	-	-	-

CENTRAL OFFICE EQUIPMENT

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL			
			MSG (b)	IntraLATA PL (c)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	IntraLATA PL (i)	EAS (j)	User Defined (k)	Other (l)
SEPARATIONS FACTORS												
38	WB Line	Records	-	-	-	-	-	-	-	-	-	-
39	Ex Trk WB	Records	-	-	-	-	-	-	-	-	-	-
40	REL MOU's - Exchange Trunk	Records	-	-	-	-	-	-	-	-	-	-
41	Gross Allocator (Trans SPF)	Records	-	-	-	-	-	-	-	-	-	-
42	COE Cat 4.2-I-Fun to Others Pct	Records	24.2170%	-	0.7830%	-	2.3500%	-	22.6500%	-	-	50.0000%
43	Interexchange Trk WB	Records	-	-	-	-	-	-	-	-	-	-
COE CATEGORY 4 SEPARATION												
44	2230 Central Office - Transmission		-	-	-	-	-	-	-	-	-	-
45	Cat 4.1-Exchange Circuit	Ln46a*38	-	-	-	-	-	-	-	-	-	-
46	4.11 Wideband-Line	Direct	-	394,369	-	-	-	-	-	-	25,785	-
47	Direct Assignment	Ln49a*40	-	-	-	-	-	-	-	-	-	-
48	4.12 Excn Trunk - EAS	Direct	-	-	-	-	-	-	-	-	-	-
49	Ex Trk xWB - Basic	Ln51a*39	-	-	-	-	-	-	-	-	-	-
50	Ex Trk xWB - Basic DA	Direct	-	-	-	-	-	-	-	-	-	-
51	Ex Trk xWB - Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-
52	Exch Trk WB - Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-
53	4.13 Ex Line xWB	Ln63b*41	-	-	-	-	-	-	-	-	-	-
54	Joint MSG	Ln63a*41	218,730	-	7,007	-	21,031	-	202,707	-	-	447,476
55	PL & Local	Ln63a*41	-	4,235	-	-	-	-	4,235	-	-	-
56	Direct Assignment - Basic/Special	Direct	-	-	-	-	-	-	-	-	-	-
57	Cat 4.2-Interexchange	Ln58a*42	-	-	-	-	-	-	-	-	-	-
58	4.21 Fun to Others	Ln60a*43	-	-	-	-	-	-	-	-	-	-
59	4.22 Wideband	Direct	-	-	-	-	-	-	-	-	-	-
60	Interexchange PL	Direct	-	-	-	-	-	-	-	-	-	-
61	Direct Assignment	Direct	-	9,837	-	-	-	-	-	-	-	-
TOTAL COMPANY			803,423	394,369	7,007	21,031	202,707	4,235	9,809	25,785	-	-

LINE	ASSIGNMENT	COE CAT	INTERSTATE TOLL			INTRASTATE TOLL			Other (l)
			MSG (b)	IntraLATA PL (c)	IntraLATA PL (e)	MSG (f)	IntraLATA PL (g)	MSG (h)	
62	COE Cat 4.13	Wideband Lines	1,056.5	5.0	-	5.0	-	-	-
63	COE Cat 4.13	Assigned Invest	864,852	4,235	-	4,235	-	-	-

Note 1: Cost per loop = 847.0912

CENTRAL OFFICE EQUIPMENT

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL					
			MSG (b)	InterLATA (c)	IntraLATA (e)	MSG (d)	InterLATA (f)	IntraLATA (g)	MSG (h)	InterLATA (i)	PL (j)	User Defined (k)	Other (l)	
SEPARATIONS FACTORS														
64	Conversation Minutes Pct	Records												
65	Host/Remote MOU Miles Pct	Records												
COE CATEGORY 4 SEPARATION (Cont)														
66	4.23 All Other	Records	56,0020%		1,8300%				3,9590%			38,2080%		
67	Joint MSG	Ln83764	709,851		23,196				50,182			484,317		
68	Interchanges MSG/PL - DA	Direct												
69	PL, TWX & Local	Ln83c.1		9,603										
70	PL - DA	Direct												
71	DSL Nonaccess	Direct												
72	Cat 4.3-Hour/Remote MSG	Ln73a*85												
73	WATS (WATS)	Direct												
74	WATS (WATS)	Direct												
75	Direct Assignment	Direct												
76	Total Cat 4	Ln46.61+68.75	926,591	418,044	30,204				71,214			687,023	98,676	447,476
77	TOTAL COE-TRANSMISSION	Ln76	2,705,003	418,044	30,204				71,214			687,023	98,676	447,476
78	Distribution of Line 77	Ln77777a	100,0000%	15,4545%	1,186%				2,6327%			25,3982%	3,6479%	16,5425%
79	TOTAL CENTRAL OFFICE EQUIP	Ln23+36+77	4,365,143	418,044	79,510				71,214			687,023	98,676	686,487
80	Distribution of Line 79	Ln79797a	100,0000%	9,5769%	1,8215%				1,6314%			15,7388%	2,2605%	15,9655%

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL					
			MSG (b)	InterLATA (c)	IntraLATA (e)	MSG (d)	InterLATA (f)	IntraLATA (g)	MSG (h)	InterLATA (i)	PL (j)	User Defined (k)	Other (l)	
81	COE Cat 4.23 Terms	Records	396,50	2,50									4,00	
82	COE Cat 4.23 - Terms	Note 1	330											
83	COE Cat 4.23 - Terms	Note 1	1,292,513	9,603									15,364	
Total Allocated Investment			1,297,546	9,603									15,364	
Note 1: Cost per termination =			3,841.05											

Michigan Telephone Exchange - ID
 Study Area: 472226
 Study Year: 2008

INFORMATION ORIGIN/TERM EQUIPMENT

S-6

LINE	DESCRIPTION	SOURCE	TOTAL COMPANY		INTERSTATE TOLL			INTRASTATE TOLL			LOCAL		
			MSG (b)	PL (c)	MSG (d)	PL (e)	MSG (f)	PL (g)	MSG (h)	PL (i)	User Defined (k)	Other (l)	
1	Gross Allocator (Trans SPFF)	Records	24.2170%		0.7830%		2.3500%		22.8500%				50.0000%
2	REL MOU's - Confess Pub Tel	Records											
3	2310 Info Orig/Term Equip												
4	Cat 1-Other IOT	Lr44*1											
5	Comls Pub Tel Eq	Lr5a2											
6	Direct Assignment	Direct											
7	Total Category 1	Lr4.5											
8	Distribution of Line 7	Lr77a											
9	Cat 2-Cust Prem Equip	Direct											
10	Distribution of Line 9	Lr98a											
11	TOTAL INFO ORIG/TERM EQUIP	Lr7*9											
12	Distribution of Line 11	Lr11/11a											

CABLE AND WIRE FACILITIES

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL				INTRASTATE TOLL				LOCAL						
			TOTAL COMPANY (a)	MSG (b)	IntraLATA (c)	IntraLATA (d)	MSG (e)	IntraLATA (f)	IntraLATA (g)	MSG (h)	IntraLATA (i)	PL (j)	User Defined (k)	Other (l)			
SEPARATIONS FACTORS																	
1	Gross Allocator Pct (Trms SFF)	Records	100,000%														
2	REL MOU's - Exchange Trunk	Records															
3	WB Line	Records															
4	MCU Post-Ex Trk WB	Records															
CRWF CAT 1-2 SEPARATION																	
5	2410 Cable & Wire Facilities																
6	Cat 1-Exch Line xWB		23,700														
7	1.1 Intra PL & WATS	Ln22a..j	23,700														
8	1.2 Inter PL & WATS	Ln22c..d		23,700													
9	1.3 Jointly Used	Ln22b..i	5,007,160	1,212,728	39,211				117,662				1,134,256				2,503,880
10	Direct Assignment	Ln7...10															
11	Total Category 1		5,055,160	1,212,728	39,211				117,662				1,134,256				2,503,880
12	Cat 2-WB & Exch Trunk																
13	Ex Trk - joint message	Ln13a*2															
14	Ex Trk - EAS	Direct	146,687													146,687	
15	Ex Line WB	Ln15a*3	52,978														
16	WB Line	Direct															
17	WB Trunk	Ln17a*4															
18	WB Trunk DA	Direct															
19	Total Category 2		199,665														
TOTAL COMPANY (a)																	
Joint MSG (b)																	
InterLATA (c)																	
IntraLATA (d)																	
MSG (e)																	
IntraLATA (f)																	
IntraLATA (g)																	
MSG (h)																	
IntraLATA (i)																	
PL (j)																	
User Defined (k)																	
Other (l)																	
TOTAL COMPANY (a)			1,087	1,057	5												
Joint MSG (b)			100,000%	99,052,144	0,4689%												
InterLATA (c)			5,055,160	5,007,760	23,700												
IntraLATA (d)																	
MSG (e)																	
IntraLATA (f)																	
IntraLATA (g)																	
MSG (h)																	
IntraLATA (i)																	
PL (j)																	
User Defined (k)																	
Other (l)																	

Note 1: Cost per loop = 4,736.9526

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL			
			MSG (b)	Intra LATA (c)	Inter LATA (e)	MSG (d)	Intra LATA (f)	Inter LATA (g)	MSG (h)	Intra LATA (i)	User Defined (k)	Other (l)
SEPARATIONS FACTORS												
23	Interexchange Trk WB	Records										
24	CMX Pct-X v/WB	Records	50.4930%			2.9750%			42.0310%			
25	C&MF TWX Connect Min Miles Pct-JT	Records	50.4930%			2.9750%			42.0310%			
26	C&MF TWX Connect Min Miles Pct-Rmt	Records	50.4930%			2.9750%			42.0310%			
27	Host/Remote MOU Miles Pct	Records										
C&MF CAT 3-4 SEPARATION												
28	Cat 3-Interexchange C&MF	Direct										
29	WB PL - Direct Assignment	Ln30a*23		290,164						11,006		
30	WB - Joint Message	Ln49b*24	1,549,579			91,300			1,289,889			
31	Joint MSG v/WB	Ln50c.*	40,154	15,071					25,083			
32	PL, TWX & Local v/WB	Ln50d*25										
33	Joint TWX-JT	Ln50e*26										
34	Joint TWX-Rmt	Direct										
35	Interexchange - DA	Direct										
36	PL Nonaccess	Ln26.*36	1,549,579	305,235		91,300			1,289,889	36,089		
37	Total Category 3											
38	Cat 4-Host/Remote C&MF	Ln39a*27										
39	Joint v/WATS	Direct										
40	WATS	Direct										
41	Direct Assignment	Ln39b.*41										
42	Total Category 4											
43	TOTAL CABLE & WIRE FACILITIES	Ln11*19+37+42	8,665,047	2,762,308	347,907	130,510			2,424,148	93,784		2,503,890
44	Distribution of Line 43	Ln43/43a	100.0000%	31.8797%	4.0151%	1.5092%			27.9761%	1.0824%		28.8963%
ASSIGNMENT OF C&MF CAT 3												
45	Equip IX Circ Miles-Int	Records	14,750	14,559.61								
46	Distribution of Line 44	Ln45/45a		71.50					119.00			
47	Distribution of Line 44	Ln45/45a										
48	Distribution of Line 45	Ln46/45a										
49	Cat 3-All Other v/WB-MSG	Ln49a*47	3,109,053	3,088,899								
50	-PL, TWX&Local	Ln49a*48			15,071				25,083			

Note 1: Cost per circuit mile = 210.78

AMORTIZABLE ASSETS

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL				INTRASTATE TOLL				LOCAL							
			TOTAL COMPANY (e)	MSG (b)	InterLATA (b)	PL (c)	MSG (d)	InterLATA (d)	PL (e)	MSG (f)	InterLATA (f)	PL (g)	MSG (h)	IntraLATA (h)	PL (i)	EAS (j)	User Defined (k)	Other (l)
SEPARATIONS FACTORS																		
1	Land & Support Assets Distr	S-4, In14	100.0000%	38.7015%	-	5.8793%	1.6118%	-	-	2.5089%	-	-	23.8766%	1.4771%	1.3286%	-	-	24.5812%
2	2210 COE-Switch Distr	S-5, In37	100.0000%	62.0300%	-	2.9700%	2.9700%	-	-	-	-	-	-	-	-	-	-	15.0000%
3	2220 COE-Operator Systems Distr	S-5, In24	100.0000%	34.2544%	-	1.1666%	1.1666%	-	-	2.6327%	-	-	25.3982%	3.6479%	0.9532%	-	-	18.5425%
4	2230 COE-Transmission Distr	S-6, In78	100.0000%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5	2310 IOT Distr	S-6, In72	100.0000%	31.8273%	-	4.0151%	1.5862%	-	-	2.8922%	-	-	27.0761%	1.0824%	1.8629%	-	-	28.8863%
6	2410 CAMF Distr	S-7, In44	100.0000%	38.7015%	-	5.8783%	1.6118%	-	-	2.5089%	-	-	24.8766%	1.4771%	1.3286%	-	-	24.5812%
7	2001 TRS	S-2, In8	100.0000%	38.7015%	-	5.8783%	1.6118%	-	-	2.5089%	-	-	23.8766%	1.4771%	1.3286%	-	-	24.5812%
8	2001 TRS and 2880	S-2, In11	100.0000%	38.7015%	-	5.8783%	1.6118%	-	-	2.5089%	-	-	23.8766%	1.4771%	1.3286%	-	-	24.5812%
TANGIBLE ASSETS-CAPITAL LEASES SEP																		
9	2660 Tangible Assets - Capital Leases		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10	2110 Land & Supr 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 CAMF	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-LEASEHD IMPROVE SEP																		
20	2660 Tangible Assets - Leasehd Improve		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21	2110 Land & Supr 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 CAMF	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	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL TANGIBLE ASSETS																		
31	TOTAL TANGIBLE ASSETS	Ln18+29	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
32	Distribution of Line 31	Ln31/31a	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
INTANGIBLE ASSETS SEPARATION																		
33	2660 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 TOLL				INTRASTATE TOLL				LOCAL				
			TOTAL COMPANY (a)	MSG (b)	InterLATA (c)	PL (d)	MSG (e)	InterLATA (f)	PL (g)	MSG (h)	IntraLATA (i)	PL (j)	EAS (k)	User Defined (l)	Other (m)
SEPARATIONS FACTORS															
1	2001 TRIS Distr	S-2, Ln15	100.0000%	38,7615%	5.8783%	1,6118%	-	-	-	-	-	-	-	-	-
2	2410 CAMF Distr	S-7, Ln44	100.0000%	31,8787%	4.0151%	1,5062%	-	-	-	-	-	-	-	-	-
3	Equal Access MOU Ptd	Records	-	-	-	-	-	-	-	-	-	-	-	-	-
OTHER ACCOUNTS SEPARATION															
4	2002 Prop Hld Fut Telecom Use	Ln4a*1	-	-	-	-	-	-	-	-	-	-	-	-	-
5	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
6	TOTAL PROP-HLD-FUT TELECOM USE	Ln4.3	-	-	-	-	-	-	-	-	-	-	-	-	-
7	Distribution of Line 6	Ln6Ba	-	-	-	-	-	-	-	-	-	-	-	-	-
8	2003 Pn Under Constr	Ln8a*1	104,851	40,642	6,163	1,690	-	-	-	-	-	-	-	-	-
9	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
10	TOTAL Pn UNDER CONSTR	Ln8.9	104,851	40,642	6,163	1,690	-	-	-	-	-	-	-	-	-
11	Distribution of Line 10	Ln10/10a	100.0000%	38,7615%	5.8783%	1,6118%	-	-	-	-	-	-	-	-	-
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	1402 Class B RTB Stock	Ln16a*1	-	-	-	-	-	-	-	-	-	-	-	-	-
17	1438 Deferred Charges	Ln17a*1	-	-	-	-	-	-	-	-	-	-	-	-	-
18	1120 Material & Supp x/COPE	Ln18a*2	20,379	6,487	818	307	-	-	-	-	-	-	-	-	-
19	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
20	TOTAL MATERIALS AND SUPPLIES	Ln18.19	20,379	6,487	818	307	-	-	-	-	-	-	-	-	-
21	Cash Working Capital	CWC	152,662	69,199	10,284	2,405	-	-	-	-	-	-	-	-	-
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	Ln22-24-26-28	-	-	-	-	-	-	-	-	-	-	-	-	-
28	Distribution of Line 27	Ln27/27a	-	-	-	-	-	-	-	-	-	-	-	-	-
INVEST ALLOW/DISALLOW SEPARATION															
29	Investment Allow/Disallows	Ln29a*1	-	-	-	-	-	-	-	-	-	-	-	-	-
30	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
31	TOTAL INVEST ALLOW/DISALLOWANCES	Ln29.30	-	-	-	-	-	-	-	-	-	-	-	-	-

CERTAIN INCOME ACCOUNTS AND ADJUSTMENTS

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL					INTRASTATE TOLL					LOCAL			
			TOTAL COMPANY (b)	MSG (a)	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	2001 TPIS Distr	S-2, In15														
2	2003 PUC-Pt	S-9, In11														
3	Comp Oper Expenses Distr	S-4, In17														
4	2660 Capital Leases Distr	S-8, In19														
5	Net Telecom Plant Distr xcd 4040, 4310	S-2, In37														
6	2110 Support Assets Distr	S-4, In9														
7	2210 COE-Switching Distr	S-5, In37														
8	2220 COE-Operator Distr	S-5, In24														
9	2230 COE-Transmission Distr	S-5, In76														
10	2240 COE-Exchange Distr	S-5, In72														
11	2410 CAMF Distr	S-7, In44														
12	COE TOT CAMF	S-2, In8														
13	Big Three Expenses Distr	S-3, In6														
OTHER INCOME SEPARATION																
14	7300 Nonoper Inc & Expenses		8,739	3,387	514	141	-	-	219	-	2,087	129	116	-	-	2,146
15	Alw Fds Used Dur Const	Ln15a*2														
16	Contributions	Ln16a*3														
17	Abandoned Construction	Ln17a*1														
18	Other Nonoperating Expense	Direct														
Fixed Charges																
19	Interest on Capital Leases	Ln20a*4														
20	Fixed Charges Excl Capital Leases	Ln21a*5														
21	Amortization of Debt Discount	Ln22a*5														
22	Other Interest	Ln23a*5														
23	TOTAL FIXED CHARGES	Ln20..21														
5240 Rent Revenues																
25	Support Assets	Ln25a*9														
26	COE-Switching	Ln26a*7														
27	COE-Operator	Ln27a*8														
28	COE-Transmission	Ln28a*9														
29	COE-Termination	Ln29a*9														
30	Info Orig/Term Equip	Ln30a*10														
31	C&M	Ln31a*11														
32	Net Classified by Acct	Ln32a*1														
UNBUNDLED NETWORK ELEMENTS																
33	C&M - Unbundled Loop	S-5, In41*Ln34														
34	Operator Systems	S-5, In29*Ln35														
35	Tandem Switching	S-5, In29*Ln36														
36	Local Switching	S-5, In34*Ln37														
37	Transport Termination	S-5, In34*Ln38														
38	Transport Facility	S-5, In34*Ln39														
39	Other	Ln41a*1														
40	COE	Ln41a*1														
41	Direct Assignment	Direct														
42	TOTAL RENT REVENUES	Ln26..42														
INCOME TAX ADJUSTMENTS SEPARATIONS																
43	ITC Amortization - Federal	Ln43a*1														
44	ITC Amortization - State	Ln44a*1														
45	TOTAL ITC AMORTIZATION	Ln44..45														
46	Amortization of Excess Def Taxes	Ln47a*1														
47	Capitalized Payroll Taxes	Ln48a*1														
48	Direct Assignment	Direct														
49	TOTAL CAPITALIZED PAYROLL TAXES	Ln48..49														
50	Depreciation Adjustments	Ln51a*1														
51	Direct Assignment	Direct														
52	TOTAL DEPRECIATION ADJUSTMENTS	Ln51..52														
53	Uncollectibles - Joint Message	Direct														
54	Uncollectibles - End User CCL	Direct														
55	Uncollectibles - Interchange Carrier	Direct														
56	TOTAL UNCOLLECTIBLES	Ln54..56														
57	Misc Inc Adjustments	Ln58a*1														
58	Inc Adj Alloc on 2001	Direct														
59	Inc Adj Alloc on 2001 - Direct Assignment	Ln61a*13														
60	Inc Adj Alloc on Big 3 Exp	Direct														
61	Inc Adj Alloc on Big 3 Exp - Direct Assignment	Ln61a*13														
62	Inc Adj Alloc on Big 3 Exp - Direct Assignment	Direct														
63	TOTAL MISC INC ADJUSTMENTS	Ln59..61														

Mickala Telephone Exchange - ID
 Study Area: 47226
 Study Year: 2008

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PLANT SPECIFIC EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL				INTRASTATE TOLL				LOCAL			
			TOTAL COMPANY (a)	MSG (b)	IntraLATA (c)	PL (e)	MSG (d)	IntraLATA (f)	PL (g)	IntraLATA (h)	MSG (i)	PL (j)	User Defined (k)	Other (l)
SEPARATIONS FACTORS														
1	2110 Land & Supt Ass'ts Distr	S-4, In14	100.0000%	38,7615%	5,6783%	1,6118%	2,5088%	1,4771%	23,8766%	1,4771%	1,3328%	-	24,5612%	
2	Total COE Distr + EA Distr	S-5, In80 Ind EA	100.0000%	52,4243%	9,5769%	1,8215%	1,6314%	2,2805%	15,7386%	2,2805%	0,5907%	-	15,9558%	
3	2310 IOT Cat 1-Other Distr	S-6, In1	100.0000%	24,2170%	-	0,7830%	2,3500%	-	22,6500%	-	-	-	50,0000%	
4	2310 IOT Cat 2-CPE Distr	S-6, In10	-	-	-	-	-	-	-	-	-	-	-	
5	2410 C&MF Distr	S-7, In44	100.0000%	31,8787%	4,0151%	1,5062%	2,9522%	1,0624%	27,9761%	1,0624%	1,6623%	-	28,8963%	
PLANT SPECIFIC EXPENSES SEPARATION														
6	6110 Network Support Expenses	Ln6a*1	-	-	-	-	-	-	-	-	-	-	-	
7	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	
8	TOTAL NETWORK SUPPORT EXPENSES	Ln6.7	-	-	-	-	-	-	-	-	-	-	-	
9	6120 General Support Expenses	Ln9a*1	62,174	24,100	3,655	1,002	1,560	1,560	14,845	918	823	-	15,271	
10	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	
11	TOTAL GENERAL SUPPORT EXPENSES	Ln9.10	62,174	24,100	3,655	1,002	1,560	1,560	14,845	918	823	-	15,271	
12	6210 COE Switching Expenses	Ln12a*2	477,656	250,408	45,745	8,700	7,793	7,793	75,178	10,798	2,822	-	76,214	
13	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	
14	TOTAL COE SWITCHING EXPENSES	Ln12.13	477,656	250,408	45,745	8,700	7,793	7,793	75,178	10,798	2,822	-	76,214	
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	405,441	212,550	38,629	7,385	6,614	6,614	63,812	9,165	2,395	-	64,692	
19	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	
20	TOTAL COE TRANSMISSION EXPENSES	Ln18.19	405,441	212,550	38,629	7,385	6,614	6,614	63,812	9,165	2,395	-	64,692	
21	TOTAL COE EXPENSES	Ln14+17+20	883,097	462,957	84,573	16,085	14,407	14,407	138,989	19,963	5,216	-	140,906	
22	6310 IOT Equip Expenses	Ln23a*3	-	-	-	-	-	-	-	-	-	-	-	
23	Call 1-Other IOT Eq Expenses	Ln24a*4	-	-	-	-	-	-	-	-	-	-	-	
24	Call 2-Cust Prem Equip Exp	Direct	-	-	-	-	-	-	-	-	-	-	-	
25	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	
26	TOTAL IOT EXPENSES	Ln23.25	-	-	-	-	-	-	-	-	-	-	-	
27	6410 C&MF Expenses	Ln27a*5	395,370	127,314	16,035	6,015	11,790	11,790	111,728	4,323	6,761	-	115,403	
28	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	
29	TOTAL C&MF EXPENSES	Ln27.28	395,370	127,314	16,035	6,015	11,790	11,790	111,728	4,323	6,761	-	115,403	
30	PH Spec Exp x06110.6120	Ln21+26+29	1,262,487	590,271	100,608	22,101	26,197	26,197	250,718	24,286	11,977	-	258,308	
31	TOTAL PLANT SPEC OPER EXP	Ln8+11+30	1,344,641	614,371	104,263	21,103	27,758	27,758	285,563	25,204	12,800	-	271,580	
32	Distribution of Line 31	Ln31/31a	100.0000%	45,6903%	7,7540%	1,7181%	2,0845%	1,8744%	18,7497%	1,8744%	0,9519%	-	20,1972%	

PLANT NONSPECIFIC EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL				INTRASTATE TOLL				LOCAL					
			MSG (b)	InterLATA (c)	PL (d)	InterLATA (e)	MSG (f)	InterLATA (g)	PL (h)	InterLATA (i)	EAS (j)	User Defined (k)	Other (l)			
1	2001 TRIS Distr	S-2, In15														
2	Total COE, IOT, C&WF Distr	S-2, In14-9														
3	2110 Support Assets Distr	S-4, In9														
4	2210 COE-Switching Distr	S-5, In120														
5	2220 COE-Operator Distr	S-5, In24														
6	2230 COE-Transmission Distr	S-5, In78														
7	2310 IOT Distr	S-6, In12														
8	2410 C&WF Distr	S-6, In44														
9	2002 Prop HD FT Use Distr	S-8, In7														
10	Capital Lease Distr	S-8, In19														
11	2580 Intangible Assets Distr	S-8, In30														
12	2590 Intangible Assets Distr	S-8, In36														
13	2005 Telecom Pk Adjustment	S-8, In15														
PLANT NONSPECIFIC EXP SEPARATION																
14	6510 On Prop Plant & Eq Exp	Ln14a*1														
15	Direct Assignment	Direct														
16	TOTAL OTH PROP PLANT & EQ EXP	Ln14..15														
17	6530 Network Operations Exp	Ln17a*2														
18	Direct Assignment	Direct														
19	TOTAL NETWORK OPERATIONS EXP	Ln17..18														
20	6540 Access Expenses	Direct														
21	Access Expense x/Federal Support	Direct														
22	Federal Support	Ln21..22														
23	TOTAL ACCESS EXPENSES	Ln21..22														
24	6560 Depr and Amort Expenses	Ln25a*3														
25	Depr - Support Assets	Direct														
26	Depr - Support Assets - Direct Assignment	Direct														
27	Depr - COE-Switching	Ln27a*4														
28	Cat 2-Tandem Switching	S-5, Ln8														
29	Direct Assignment	Direct														
30	Cat 3-Local Switching - TS	S-5, Ln9														
31	Cat 3-Local Switching - NTS	S-5, Ln9														
32	Direct Assignment	Direct														
33	TOTAL COE-SWITCHING	Ln27..32														
28	Depr - COE-Operator	Ln28a*5														
29	Cat 1-Operator Systems	S-5, Ln1														
30	Loc, Toll, DSA, DSB and	S-5, Ln2														
31	Auxiliary Switchboards	S-5, Ln3														
32	Auxiliary Assets	S-5, Ln3														
33	Aux-Intercept	S-5, Ln4														
34	Jt Exch & Toll SOB	S-5, Ln5														
35	TSPS-Oper Position	S-5, Ln5														
36	TSPS-STA	S-5, Ln6														
37	TSPS-Other	S-5, Ln7														
38	Direct Assignment	Direct														
39	Total Cat 1	Ln28..38														
40	TOTAL COE-OPERATOR	Ln28..39														

Mixville Telephone Exchange - ID
 Study Area: 472226
 Study Year: 2008

PLANT NONSPECIFIC EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL		INTRASTATE TOLL		INTRASTATE TOLL		LOCAL						
			MSG (b)	PL (c)	MSG (d)	PL (e)	MSG (f)	PL (g)	MSG (h)	PL (i)	EAS (j)	User Defined (k)	Other (l)		
29	Depr - COE-Transmission	Ln28a*6	-	-	-	-	-	-	-	-	-	-	-	-	-
30	Cat 4.1-Exchange Circuit	S-5, Ln38	-	-	-	-	-	-	-	-	-	-	-	-	-
31	4.11 Wideband-Line	Direct	-	4,443	-	-	-	-	-	-	-	-	-	-	-
32	Direct Assignment	Direct	5,846	-	-	-	-	-	-	-	-	-	-	-	-
33	4.12 Exch Trunk - EAS	S-5, Ln41	268	-	-	-	-	-	-	-	-	-	-	-	-
34	Ex Trk xWB - Basic	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
35	Ex Trk xWB - Basic DA	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
36	Ex Trk WB	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
37	Exch Trk WB - Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
38	4.13 Ex Line xWB	S-15, Ln48	-	46	-	-	-	-	-	-	-	-	-	-	-
39	Joint MSG/PL & Local	Direct	2,331	-	75	-	-	-	-	-	-	-	-	-	4,813
40	Direct Assignment - Basic/Special	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
41	Cat 4.2-Wideband	Ln42a*39	-	-	-	-	-	-	-	-	-	-	-	-	-
42	4.22 Wideband	S-5, Ln43	-	-	-	-	-	-	-	-	-	-	-	-	-
43	Interchange PL	Direct	-	67	-	-	-	-	-	-	-	-	-	-	-
44	Direct Assignment	Direct	268	-	-	-	-	-	-	-	-	-	-	-	-
45	4.23 All Other	S-15, Ln66	-	300	724	-	-	-	-	-	-	-	-	-	-
46	Joint MSG/PL	Direct	40,361	-	-	-	-	-	-	-	-	-	-	-	-
47	Interchange MSG/PL - DA	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
48	PL - DA	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
49	DSL Nonaccess	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
50	Cat 4.3-Hour/Remote MSG	S-5, Ln65	-	-	-	-	-	-	-	-	-	-	-	-	-
51	Joint (x)WATS	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
52	WATS	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
53	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
54	Total Cat 4	Ln48, Ln54	56,460	4,855	800	-	-	-	-	-	-	-	-	-	4,813
55	TOTAL COE-TRANSMISSION	Ln28a*54	56,460	4,855	800	-	-	-	-	-	-	-	-	-	4,813
56	Depr - Info Orig/Term Equip	Ln56a*7	-	-	-	-	-	-	-	-	-	-	-	-	-
57	Cat 1-Other IOT	S-6, Ln1	-	-	-	-	-	-	-	-	-	-	-	-	-
58	Coins Pub Tel Eq	S-6, Ln2	-	-	-	-	-	-	-	-	-	-	-	-	-
59	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
60	Total Category 1	Ln57, Ln59	-	-	-	-	-	-	-	-	-	-	-	-	-
61	Cat 2-Cust Prem Equip	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
62	TOTAL INFO ORIG/TERM EQUIP	Ln60*61	-	-	-	-	-	-	-	-	-	-	-	-	-

PLANT NONSPECIFIC EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL						
			InterLATA (b)	PL (c)	MSG (d)	InterLATA (f)	PL (g)	MSG (h)	InterLATA (i)	PL (j)	MSG (k)	Other (l)			
57	Dpr - Cable & Wire Facilities	Lr67a*8	-	-	-	-	-	-	-	-	-	-	-	-	-
58	Cat 1-Exch Line xWB	S-15, Lr74	-	-	-	-	-	-	-	-	-	-	-	-	-
59	1.1.1.2 - PL, 1.3 Jointly Used	Direct	22,644	443	732	-	-	-	-	-	-	-	-	-	46,753
60	Direct Assignment	Lr59-60	-	-	-	-	-	-	-	-	-	-	-	-	-
61	Total Category 1		22,644	443	732	-	-	-	-	-	-	-	-	-	46,753
62	Cat 2-WB & Exch Trunk	S-7, Lr2	-	-	-	-	-	-	-	-	-	-	-	-	-
63	Ex Trk - Joint message	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
64	Ex Trk - MG	S-7, Lr3	-	-	-	-	-	-	-	-	-	-	-	-	-
65	Ex Line WB	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
66	WB Trunk	S-7, Lr4	-	-	-	-	-	-	-	-	-	-	-	-	-
67	WB Trunk DA	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
68	WB Trunk	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
69	Total Category 2		-	-	-	-	-	-	-	-	-	-	-	-	7,351
70	Cat 3-Interexchange C&WF	WB PL - Direct Assignment	-	-	-	-	-	-	-	-	-	-	-	-	-
71	WB PL - Direct Assignment	S-7, Lr23	-	18,434	-	-	-	-	-	-	-	-	-	-	-
72	Joint Message	S-15, Lr87	-	-	-	-	-	-	-	-	-	-	-	-	-
73	Joint MSG, PL, TWX & Local xWB	S-7, Lr25	68,017	662	4,008	-	-	-	6,063	-	-	-	-	-	980
74	Joint TWX-IT	S-7, Lr28	-	-	-	-	-	-	-	-	-	-	-	-	-
75	Joint TWX-Rmt	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
76	Interexchange - DA	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
77	DSL Nonaccess	Lr69,76	-	-	-	-	-	-	-	-	-	-	-	-	-
78	Total Category 3		68,017	19,096	4,008	-	-	-	6,063	-	-	-	-	-	2,091
79	Cat 4-Host/Remote C&WF	S-7, Lr27	-	-	-	-	-	-	-	-	-	-	-	-	-
80	Joint (xWB/ATS)	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
81	PL Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
82	Total Category 4	Lr79, 81	-	-	-	-	-	-	-	-	-	-	-	-	-
83	TOTAL CABLE & WIRE FACILITIES	Lr57+61+69+77+82	90,662	19,538	4,740	-	-	-	8,261	-	-	-	-	-	7,351
84	Dep-Prop - Hld Ft Tel Use	Lr84a*9	-	-	-	-	-	-	-	-	-	-	-	-	-
85	Amort-Capital Leases	Lr85a*10	-	-	-	-	-	-	-	-	-	-	-	-	-
86	Amort-Leasehold Improvements	Lr86a*11	-	-	-	-	-	-	-	-	-	-	-	-	-
87	Amort-Intangible Assets	Lr87a*12	-	-	-	-	-	-	-	-	-	-	-	-	-
88	Amort-Other	Lr88a*13	-	-	-	-	-	-	-	-	-	-	-	-	-
89	Amort-Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
90	TOTAL DEPR. & AMORT EXPENSES	Lr25, 88	183,353	28,102	8,140	-	-	-	11,637	-	-	-	-	-	8,454
91	TOTAL PLANT NONSPEC OPER EXP	Lr16+19+23+90	215,599	31,102	8,962	-	-	-	12,918	-	-	-	-	-	9,130
92	Distribution of Line 91	Lr91/91a	43.6433%	5.2959%	1.8142%	-	-	-	2.6150%	-	-	-	-	-	1.8461%
			430,504	484,002	100,000%				122,349	1,2851%	8,454	75,069	87,594	17.7314%	

Michels Telephone Exchange - ID
 Study Area: 472226
 Study Year: 2008

CUSTOMER OPERATIONS EXPENSES
 Page 1 of 2

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL				
			MSG (p)	InterLATA (b)	PL (c)	MSG (d)	InterLATA (e)	PL (f)	MSG (g)	InterLATA (h)	PL (i)	EAS (j)	User Defined (k)
SEPARATIONS FACTORS													
1	Marketing expense factor	Records											
2	WSWS-Tel Oper Svcs	Records											
3	Subscriber Line MOU	Records											
4	EU Service Order Contacts	Records											
5	EU Billed Revenue Ind CCL	Records											
6	EU Billed Inquiry Contacts	Records											
7	IX Svc Ord Proc Contacts	Records											
8	IX Billed Revenue	Records											
9	IX Bill Inq Contacts	Records											
10	Public Interest Paystation Revenue	Records											
MARKETING EXPENSES SEPARATION													
11	6610 Marketing Expenses	Ln11a*1											
12	Direct Marketing	Direct											
13	TOTAL MARKETING EXPENSES	Ln11.12											
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											
27	Presubscription	Ln26a*4											
28	Other	Other											
29	Cat 1-LBOE EU Pmt & Col	- CII											
30	- Other	Direct											
31	Cat 1-LBOE EU Bill Inq	Ln29a*5											
32	- CII	Direct											
33	- Other	Direct											
34	Cat 1-LBOE IX Svc Ord Proc	Ln32a*6											
35	- Other	Ln32a*7											
36	Cat 1-LBOE IX Pmt & Col	Ln36a*8											
37	Cat 1-LBOE IX Bill Inq	Ln37a*9											
38	Cat 1-LBOE Ch Col & Admin	Ln38a*10											
39	Total Cat 1-LBOE	Ln26.38											
TOTAL COMPANY		(e)											

CUSTOMER OPERATIONS EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL					
			TOTAL COMPANY (a)	MSG (b)	InterLATA (c)	PL (e)	MSG (f)	InterLATA (g)	PL (i)	MSG (h)	InterLATA (j)	PL (k)	User Defined (l)	Other (m)
SEPARATIONS FACTORS														
40	Relative Toll & Local Msgs Pct	Records	100.0000%	28.4030%	50.0000%	-	1.9673%	25.0000%	69.6287%	25.0000%	-	-	-	-
41	CABS Pct	Records	100.0000%	50.0000%	-	-	25.0000%	-	69.6287%	-	-	-	-	-
SERVICES EXP SEPARATION (CONT'D)														
42	Cat 2-CSE Msg Proc	Ln42a-40	2,493	708	-	-	49	-	1,736	-	-	-	-	-
43	Joint Message	Direct	-	-	-	-	-	-	-	-	-	-	-	-
44	Direct Assignment	Direct	33,495	9,983	-	-	-	-	11,721	-	-	-	-	11,721
45	Cat 2-CSE Other B&C	Direct	1,758	1,758	-	-	-	-	-	-	-	-	-	-
46	Direct Assignment	Ln46a-41	10,584	5,282	-	-	2,641	-	2,641	-	-	-	-	-
47	End User Common Line	Ln47-48	48,320	17,711	-	-	2,680	-	16,086	-	-	-	-	11,721
48	Cat 2-CSE CABS	Ln42, 48	-	-	-	-	-	-	-	-	-	-	-	-
49	Total All Other Cat 1 & 2	Ln39-49	135,300	48,138	-	-	10,891	-	31,949	-	-	-	-	44,321
50	Distribution of Line 50	Ln50/50a	100.0000%	35.5781%	-	-	8.0488%	-	23.6135%	-	-	-	-	32.7578%
51			-	-	-	-	-	-	-	-	-	-	-	-
52	Cat 3-All Other CSE	Ln52a*51	2,173	2,173	-	-	-	-	-	-	-	-	-	-
53	Cat 3-0irect Assignment	Direct	2,173	2,173	-	-	-	-	-	-	-	-	-	-
54	Total All Other Cat 3	Ln52, 53	137,473	50,311	-	-	10,891	-	31,949	-	-	-	-	44,321
55	Total All Other-Cat 1,2,3	Ln18*24*55	140,325	50,311	-	-	10,891	-	34,801	-	-	-	-	44,321
56	TOTAL SERVICES EXPENSES	Ln13*56	140,325	50,311	-	-	10,891	-	34,801	-	-	-	-	44,321
57	TOTAL CUSTOMER OPER EXPENSES	Ln57/57a	100.0000%	35.8535%	-	-	7.7616%	-	24.8003%	-	-	-	-	31.5846%
58	Distribution of Line 57		-	-	-	-	-	-	-	-	-	-	-	-

CORPORATE OPERATIONS, TAXES, & EQUAL ACCESS EXPENSES

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INFRASTATE TOLL			LOCAL			
			MSG (b)	IntraLATA (c)	PL (d)	MSG (f)	IntraLATA (g)	PL (h)	MSG (i)	IntraLATA (j)	PL (k)	Other (l)
SEPARATIONS FACTORS												
1	Big Three Expenses Distr	S-3, Ln6	44,806%	7,029%	1,553%	2,603%	20,194%	1,698%	0.658%	-	-	21,248%
2	2001 TPIS Distr	S-2, Ln15	38,761%	5,878%	1,611%	2,509%	23,676%	1,471%	1.323%	-	-	24,561%
3	Equal Access Invest Distr	S-9, Ln28	-	-	-	-	-	-	-	-	-	-
4	Net Telecom Plant Distr exd 1220, EA	S-2, Ln37	43,333%	5,319%	2,108%	3,006%	28,304%	1,054%	1.841%	-	-	14,973%
5	Income Tax Distribution	S-3, Ln 27	44,862%	6,702%	1,628%	2,606%	21,456%	1,562%	1,108%	-	-	20,955%
CORPORATE OPER EXP SEPARATIONS												
6	Exec & Planning Expenses	Direct	-	-	-	-	-	-	-	-	-	-
7	EAS	Ln1a*1	83,058	13,031	2,883	4,826	37,444	3,149	1,591	-	-	39,386
8	All Other	Direct	-	-	-	-	-	-	-	-	-	-
9	Direct Assignment	Ln17..5	83,058	13,031	2,883	4,826	37,444	3,149	1,591	-	-	39,386
10	TOTAL EXEC & PLANNING EXPENSES		83,058	13,031	2,883	4,826	37,444	3,149	1,591	-	-	39,386
OPERATING TAXES SEPARATIONS												
11	6720 Gen'l and Admin Expenses	Direct	-	-	-	-	-	-	-	-	-	-
12	EAS	Ln13a*1	137,396	21,552	4,788	7,981	61,927	5,209	2,632	-	-	65,143
13	All Other	Direct	22,749	-	-	-	-	-	-	-	-	-
14	Direct Assignment	Ln12..14	160,115	21,552	4,788	7,981	61,927	5,209	2,632	-	-	65,143
15	TOTAL GEN'L & ADMIN EXPENSES		160,115	21,552	4,788	7,981	61,927	5,209	2,632	-	-	65,143
TOTAL CORPORATE OPER EXPENSES												
16	TOTAL CORPORATE OPER EXPENSES	Ln10-15	243,173	34,683	7,652	12,807	99,371	8,358	4,223	-	-	104,531
17	Distribution of Line 16	Ln16/16a	47,245%	6,719%	1,466%	2,488%	19,306%	1,623%	0.820%	-	-	20,309%
OPERATING TAXES SEPARATIONS												
18	7200 Operating Taxes (Actual)	Ln18a*5	(22,647)	(3,362)	(821)	(1,316)	(10,827)	(788)	(559)	-	-	(10,119)
19	Federal Income Taxes	Ln20a*5	(5,323)	(795)	(193)	(309)	(2,545)	(185)	(131)	-	-	(2,379)
20	State & Local Income Taxes	Direct	(27,971)	(4,177)	(1,014)	(1,626)	(13,312)	(974)	(691)	-	-	(12,487)
21	OP FED, STATE, LOCAL TAXES - CMC	Ln22a*2	-	-	-	-	-	-	-	-	-	-
22	Schedule M Income Tax Adjustments	Ln23a*2	-	-	-	-	-	-	-	-	-	-
23	Operating Taxes - Property	Ln24a*2	11,241	1,705	467	728	6,924	428	384	-	-	7,123
24	Operating Taxes - Other	Direct	768	-	-	-	-	-	-	-	-	-
25	Operating Taxes - Direct Assignment	Ln23..25	768	-	-	-	-	-	-	-	-	-
26	TOTAL OPER TAXES w/FTI SIT		12,009	1,705	467	728	6,924	428	384	-	-	7,123
OPERATING REVENUE SEPARATIONS												
27	5000 Basic Local Revenue	Direct	-	-	-	-	-	-	-	-	-	-
28	5080 IntraState 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	Ln34a*3	-	-	-	-	-	-	-	-	-	-
EXPENSE ALLOWANCES/DISALLOWANCES												
36	Expenses Allowances/Disallows	Ln37a*4	-	-	-	-	-	-	-	-	-	-
37	Interest on Customer Deposits	Direct	-	-	-	-	-	-	-	-	-	-
38	Other Interest Deduction	Direct	-	-	-	-	-	-	-	-	-	-
39	Direct Assignment	Ln37..38	-	-	-	-	-	-	-	-	-	-
40	TOTAL EXPENSE ALLOWANCES/DISALLOWANCES		-	-	-	-	-	-	-	-	-	-

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

RESERVES & DEFERRALS

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL								
			TOTAL COMPANY (a)	MSG (b)	InterLATA (c)	PL (c)	MSG (d)	InterLATA (e)	PL (e)	MSG (f)	InterLATA (g)	PL (g)	MSG (h)	InterLATA (i)	PL (i)	EAS (j)	User Defined (k)
SEPARATIONS FACTORS																	
1	2110 Support Assets Distr	S-4, Ln9	100.0000%	38.7615%	5.8783%	1.6118%	2.5088%	23.8766%	1.4771%	1.3236%	-	-	-	-	-	-	24.5812%
2	2210 COE-Switching, incl. EA Distr	S-5, Ln37, S-9, Ln28	100.0000%	82.0300%	-	2.9700%	-	-	-	-	-	-	-	-	-	-	16.0000%
3	2220 COE-Operator Distr	S-5, Ln24	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4	2230 COE-Transmission Distr	S-5, Ln78	100.0000%	34.2544%	15.4545%	1.1065%	2.6327%	25.3982%	3.6479%	0.9532%	-	-	-	-	-	-	16.5425%
5	2310 IOT Distr	S-6, Ln12	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6	2410 C&WF Distr	S-7, Ln44	100.0000%	31.8787%	4.0151%	1.5062%	2.9522%	27.9781%	1.0824%	1.6929%	-	-	-	-	-	-	28.8663%
7	2001 TPRS vLAnd	S-2, Ln18	100.0000%	38.7615%	5.8783%	1.6118%	2.5088%	23.8766%	1.4771%	1.3236%	-	-	-	-	-	-	24.5812%
8	General Support, COE, IOT, C&WF	S-2, Ln18	100.0000%	38.7615%	5.8783%	1.6118%	2.5088%	23.8766%	1.4771%	1.3236%	-	-	-	-	-	-	24.5812%
9	2602 Prop. Rtd Pnt. Tel Use Distr	S-8, Ln19	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10	2603 Operator Assets Distr	S-8, Ln20	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11	2680 Intangible Assets Distr	S-8, Ln36	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12	2690 Intangible Assets Distr	S-8, Ln36	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13	2005 Telecom Pft Adjustment	S-8, Ln15	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
RESERVES & DEFERRALS SEPARATION																	
14	1500 Other Jvts Assets - Nat	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15	3100 Accum Depr-Tel Pft in Svc	Ln18a*1	1,326,582	514,207	77,881	21,382	33,294	316,745	19,595	17,559	-	-	-	-	-	-	325,827
16	Support Assets	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17	Support Assets - Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18	COE - Switching	Ln18a*2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19	Cat 2-Tandem Switching	S-5, Ln8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21	Cat 3-Local Switching - TS	S-5, Ln8	1,113,171	913,134	-	33,081	-	-	-	-	-	-	-	-	-	-	166,976
22	Cat 3-Local Switching - NTS	S-5, Ln9	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
23	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
24	TOTAL COE-SWITCHING	Ln18*2-3	1,113,171	913,134	-	33,081	-	-	-	-	-	-	-	-	-	-	166,976
25	COE - Operator	Ln25a*3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
26	Cat 1-Operator Systems	Ln25a*3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27	Loc. Toll DSA, DSB, and Traffic Switchboards	S-5, Ln1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28	Aux-Direct Assist	S-5, Ln2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
29	Aux-Intercept	S-5, Ln3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
30	Jt Exch & Toll SOB	S-5, Ln4	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
31	TSPPS-Oper Position	S-5, Ln5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
32	TSPPS-RTA	S-5, Ln6	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
33	TSPPS-Other	S-5, Ln7	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
35	Total Cat 1	Ln26-35	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
36	TOTAL COE-OPERATOR	Ln36	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Midvale Telephone Exchange - ID
 Study Area: 472226
 Study Year: 2008

RESERVES & DEFERRALS

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LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL				
			TOTAL COMPANY (a)	MSG (b)	IntraLATA (d)	PL (c)	MSG (f)	IntraLATA (g)	PL (i)	MSG (h)	IntraLATA (j)	PL (k)	Other (l)
38	COE-Transmission	Ln38a*4	-	-	-	-	-	-	-	-	-	-	-
39	Cat 4.1-Exchange Circuit	S-5, Ln38	-	-	-	-	-	-	-	-	-	-	-
40	4.11 Wideband-Line	Direct	-	-	-	-	-	-	-	-	-	-	-
41	Direct Assignment	Direct	397,370	-	-	-	-	-	-	-	-	-	-
42	4.12 Exch Trunk - EAS	S-5, Ln41	22,355	-	-	-	-	-	-	-	-	-	-
43	EX TRX.WMB - Basic	Direct	-	-	-	-	-	-	-	-	-	-	-
44	EX TRX.WMB - Basic DA	Direct	-	-	-	-	-	-	-	-	-	-	-
45	EX TRX.WB - Direct Assignment	S-5, Ln39	-	-	-	-	-	-	-	-	-	-	-
46	EX TRX.WB - Local	Direct	-	-	-	-	-	-	-	-	-	-	-
47	4.1 Joint MSG/PL & Local	S-5, Ln54b*35	-	-	-	-	-	-	-	-	-	-	-
48	Direct Assignment - Basic/Special	Direct	781,712	187,532	6,063	3,665	18,198	3,665	175,397	3,665	-	-	387,191
49	Cat 4.2-Introchange	Direct	-	-	-	-	-	-	-	-	-	-	-
50	4.21 Fum to Others	Direct	-	-	-	-	-	-	-	-	-	-	-
51	4.22 Wideband	S-5, Ln43	-	-	-	-	-	-	-	-	-	-	-
52	Interchange PL	Direct	16,748	-	-	8,684	-	-	-	-	8,065	-	-
53	Direct Assignment	S-5, Ln67	-	-	-	-	-	-	-	-	-	-	-
54	4.23 All Other	Direct	1,146,476	630,746	20,611	8,533	44,590	13,652	430,345	13,652	-	-	-
55	Joint MSG/PL	Direct	-	-	-	-	-	-	-	-	-	-	-
56	Interchange MSG/PL - DA	Direct	-	-	-	-	-	-	-	-	-	-	-
57	PL - DA	Direct	-	-	-	-	-	-	-	-	-	-	-
58	DSL Nonaccess	S-5, Ln65	-	-	-	-	-	-	-	-	-	-	-
59	Cat 4.3-Host/Remote MSG	Direct	-	-	-	-	-	-	-	-	-	-	-
60	Joint (WATS)	Direct	-	-	-	-	-	-	-	-	-	-	-
61	WATS	Direct	-	-	-	-	-	-	-	-	-	-	-
62	Direct Assignment	Ln68,69	-	-	-	-	-	-	-	-	-	-	-
63	Total	Ln38-63	2,366,660	818,278	26,675	361,227	62,786	82,405	605,742	82,405	22,355	-	387,191
64	TOTAL COE-TRANSMISSION	Ln38-63	2,366,660	818,278	26,675	361,227	62,788	82,405	605,742	82,405	22,355	-	387,191
65	Info Orig/Term Equip	Ln65a*S	-	-	-	-	-	-	-	-	-	-	-
66	Cat 1-Other IOT	S-6, Ln1	-	-	-	-	-	-	-	-	-	-	-
67	Coins Pub Tel Eq	S-6, Ln2	-	-	-	-	-	-	-	-	-	-	-
68	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
69	Total Category 1	Ln66,68	-	-	-	-	-	-	-	-	-	-	-
70	Cat 2-Cust Prem Equip	Direct	-	-	-	-	-	-	-	-	-	-	-
71	TOTAL INFO ORIG/TERM EQUIP	Ln69-70	-	-	-	-	-	-	-	-	-	-	-

RESERVES & DEFERRALS

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL						
			MSG (b)	InterLATA (c)	PL (e)	MSG (f)	InterLATA (g)	PL (i)	MSG (h)	InterLATA (j)	PL (k)	Other (l)			
72	CRWF	Ln72a*6	-	-	-	-	-	-	-	-	-	-	-	-	-
73	Cat 1-Exch Line xWB	Ln7, Ln9	-	-	-	-	-	-	-	-	-	-	-	-	-
74	1,1,1,2 - PL, 1,3 Jointly Used	Direct	965,308	18,865	31,211	93,673	902,946	18,865	18,865	1,993,038	-	-	-	-	-
75	Direct Assignment	Ln74*75	965,308	18,865	31,211	93,673	902,946	18,865	18,865	1,993,038	-	-	-	-	-
76	Total Category 1		965,308	18,865	31,211	93,673	902,946	18,865	18,865	1,993,038	-	-	-	-	-
77	Cat 2-WB & Exch Trunk	S-7, Ln2	-	-	-	-	-	-	-	-	-	-	-	-	-
78	EX Trk - Joint message	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
79	Ex Line WB	S-7, Ln3	-	-	-	-	-	-	-	-	-	-	-	-	-
80	Ex Line WB	Ln7, Ln3	-	-	-	-	-	-	-	-	-	-	-	-	-
81	WB Trunk	S-7, Ln4	-	-	-	-	-	-	-	-	-	-	-	-	-
82	WB Trunk	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
83	WB Trunk DA		-	-	-	-	-	-	-	-	-	-	-	-	-
84	Total Category 2		-	-	-	-	-	-	-	-	-	-	-	-	-
85	Cat 3-Interchange C&WF	Ln13,010	-	-	-	-	-	-	-	-	-	-	-	-	-
86	WB PL - Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
87	WB - Joint Message	S-7, Ln23	-	-	-	-	-	-	-	-	-	-	-	-	-
88	Joint MSG, PL, TWX & Local xWB	S-7, Ln31...Ln32	-	-	-	-	-	-	-	-	-	-	-	-	-
89	Joint TWX-IT	S-7, Ln25	-	-	-	-	-	-	-	-	-	-	-	-	-
90	Joint TWX-Rmt	S-7, Ln26	-	-	-	-	-	-	-	-	-	-	-	-	-
91	Interchange - DA	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
92	Total Category 3	Ln84, 91	-	-	-	-	-	-	-	-	-	-	-	-	-
93	DSL Nonaccess		-	-	-	-	-	-	-	-	-	-	-	-	-
94	Car 4-Host/Remote C&WF	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
95	Joint Assignment	S-7, Ln27	-	-	-	-	-	-	-	-	-	-	-	-	-
96	WATS	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
97	Total Category 4	Ln84, 96	-	-	-	-	-	-	-	-	-	-	-	-	-
98	TOTAL CABLE & WIRE FACILITIES	Ln72*76*84*92*97	1,283,794	160,906	50,665	122,954	1,176,282	62,818	60,032	1,983,038	-	-	-	-	-
99	TOTAL ACCUMULATED DEPRECIATION	Ln16, 72	3,538,413	600,113	131,683	219,037	2,098,770	164,818	99,946	2,873,032	-	-	-	-	-
100	3200 Accum Depr Property Held		-	-	-	-	-	-	-	-	-	-	-	-	-
101	For Future Telecom Use	Ln101a*9	-	-	-	-	-	-	-	-	-	-	-	-	-
102	3400 Accum Amort-Capital Leases	Ln102a*10	-	-	-	-	-	-	-	-	-	-	-	-	-
103	3400 Accum Amort-Leasehold Improvements	Ln103a*11	-	-	-	-	-	-	-	-	-	-	-	-	-
104	3500 Accum Amort-Leasehold	Ln104a*12	-	-	-	-	-	-	-	-	-	-	-	-	-
105	3600 Accum Amort-Other	Ln105a*13	-	-	-	-	-	-	-	-	-	-	-	-	-
106	4040 Customer Deposits	Ln106a*7	155	24	6	10	96	6	5	98	-	-	-	-	-
107	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-	-	-
108	TOTAL CUSTOMER DEPOSITS	Ln106...107	155	24	6	10	96	6	5	98	-	-	-	-	-
109	4100 Net Cur Op Inc Taxes		-	-	-	-	-	-	-	-	-	-	-	-	-
110	Support Asset	Ln110a*1	-	-	-	-	-	-	-	-	-	-	-	-	-
111	COE-Switching	Ln111a*2	-	-	-	-	-	-	-	-	-	-	-	-	-
112	COE-Operator	Ln112a*3	-	-	-	-	-	-	-	-	-	-	-	-	-
113	COE-Transmission	Ln113a*4	-	-	-	-	-	-	-	-	-	-	-	-	-
114	Info Oth/Team Equip	Ln114a*5	-	-	-	-	-	-	-	-	-	-	-	-	-
115	C&WF	Ln115a*6	-	-	-	-	-	-	-	-	-	-	-	-	-
116	Net Classified by Acct	Ln116a*8	-	-	-	-	-	-	-	-	-	-	-	-	-
117	TOTAL NET CUR DEF OP INC TAXES	Ln110...116	-	-	-	-	-	-	-	-	-	-	-	-	-

RESERVES & DEFERRALS

LINE	DESCRIPTION FACTORS	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			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)
118	Big Three Expenses Distr	S-3, Ln6	100.0000%	44.8081%	7.0299%	1.5553%	-	-	-	-	0.8585%	-	21.2484%
119	2110 Support Assets Distr	S-4, Ln9	100.0000%	38.7615%	5.8753%	1.6118%	-	-	-	-	1.3238%	-	24.5812%
120	2210 COE-Switching Distr	S-5, Ln2	100.0000%	82.0300%	-	2.9700%	-	-	-	-	-	-	15.0000%
121	2220 COE-Operator Distr	S-5, Ln24	-	-	-	-	-	-	-	-	-	-	-
122	2230 COE-Transmission Distr	S-5, Ln78	100.0000%	34.2544%	15.4645%	1.1168%	-	-	-	-	0.9532%	-	16.5425%
123	2310 COE-Deprec	S-2, Ln12	100.0000%	31.8757%	4.9151%	1.5052%	-	-	-	-	1.6929%	-	28.8953%
124	2320 COE-Deprec	S-2, Ln18	100.0000%	38.7615%	5.8753%	1.6118%	-	-	-	-	1.3238%	-	24.5812%
125	2001 TRIS-Land	S-2, Ln18	100.0000%	38.7615%	5.8753%	1.6118%	-	-	-	-	1.3238%	-	24.5812%
126	2001 TRIS-Distr	S-2, Ln15	100.0000%	38.7615%	5.8753%	1.6118%	-	-	-	-	1.3238%	-	24.5812%
127	2001 TRIS-Distr	S-2, Ln18	100.0000%	38.7615%	5.8753%	1.6118%	-	-	-	-	1.3238%	-	24.5812%
128	4310 Other Long-Term Liabilities	Ln128a*118	-	-	-	-	-	-	-	-	-	-	-
129	4340 Net Noncurrent Def Taxes	Ln130a*119	-	-	-	-	-	-	-	-	-	-	-
130	Support Assets	Ln131a*120	-	-	-	-	-	-	-	-	-	-	-
131	COE-Switching	Ln132a*121	-	-	-	-	-	-	-	-	-	-	-
132	COE-Operator	Ln133a*122	-	-	-	-	-	-	-	-	-	-	-
133	COE-Transmission	Ln134a*123	-	-	-	-	-	-	-	-	-	-	-
134	Info Orig/Term Equip	Ln135a*124	-	-	-	-	-	-	-	-	-	-	-
135	C&WF	Ln136a*125	287,354	111,375	16,890	4,831	-	-	-	-	3,803	-	70,573
136	Net Classified by Acct	Ln137a*126	287,354	111,375	16,890	4,831	-	-	-	-	3,803	-	70,573
137	TOTAL NET NONCURRENT DEF TAXES	Ln130...136	287,354	111,375	16,890	4,831	-	-	-	-	3,803	-	70,573
138	4360 Other Deferred Credits-Net	Ln138a*128	-	-	-	-	-	-	-	-	-	-	-
139	4370 Other Juris Liabilities	Direct	-	-	-	-	-	-	-	-	-	-	-
140	& Deferred Credits - Net	Ln141a*125	-	-	-	-	-	-	-	-	-	-	-
141	ACCUM DEPR & AMORT ALLOW/DISALLOW	Ln141a*125	-	-	-	-	-	-	-	-	-	-	-
142	Direct Assignment	Direct	-	-	-	-	-	-	-	-	-	-	-
143	TOTAL ACC DEPR/AMORT ALWDISALLOW	Ln141...142	-	-	-	-	-	-	-	-	-	-	-

CASH WORKING CAPITAL

S-16

LINE	DESCRIPTION	SOURCE	INTERSTATE TOLL			INTRASTATE TOLL			LOCAL					
			MSG (a)	InterLATA (b)	PL (c)	MSG (d)	IntraLATA (e)	PL (f)	MSG (g)	InterLATA (h)	PL (i)	MSG (j)	EAS (k)	User Defined (l)
1	Plant Specific Expenses	S-11, Ln31	614,371	104,293	23,103	27,798	295,593	25,204	12,800	12,534	271,580			
2	Plant Nonspecific exp excl depreciation & amortization	S-12, Ln16a*23	32,246	3,000	823	1,281	12,185	754	675	12,534				
3	Customer Operations Expense - Marketing	S-13, Ln13	-	-	-	-	-	-	-	-	-	-	-	
4	Customer Operations Expense - Services	S-13, Ln56	50,311	-	-	10,891	34,801	-	-	44,321	-	-	-	
5	Corporate Operations Expense	S-14, Ln16	243,173	34,593	7,652	12,807	99,371	8,368	4,223	104,331	-	-	-	
6	Equal Access Expense	S-14, Ln34	-	-	-	-	-	-	-	-	-	-	-	
7	Other Nonoperating Expenses - Contributions	S-10, Ln16	-	-	-	-	-	-	-	-	-	-	-	
8	Other Nonoperating Expenses - Other	S-10, Ln20	-	-	-	-	-	-	-	-	-	-	-	
9	Fixed Charges excl Capital Leases	S-10, Ln17	78,543	9,638	3,822	5,455	51,358	1,921	3,435	27,273	-	-	-	
10	Interest on Customer Deposits	S-10, Ln21	11,241	1,705	487	728	6,924	428	384	7,123	-	-	-	
11	Other Operating Tax - Property	S-10, Ln23	-	-	-	-	-	-	-	-	-	-	-	
12	Other Operating Tax - Other	S-10, Ln24	-	-	-	-	-	-	-	-	-	-	-	
13	Other Operating Tax - Direct Assignment	S-10, Ln25	768	-	-	(1,316)	(10,827)	(789)	(559)	(10,119)	-	-	-	
14	Federal Income Tax (Actual)	S-10, Ln19	(50,459)	(3,382)	(821)	(309)	(2,545)	(185)	(131)	(2,379)	-	-	-	
15	State Income Tax (Actual)	S-10, Ln20	(11,861)	(795)	(183)	(309)	(183)	(185)	(131)	(2,379)	-	-	-	
16	Total Cash Working Capital Expenses	Ln1..15	1,002,683	149,012	34,852	57,294	456,830	35,691	20,828	454,865	-	-	-	
17	Cash Working Capital Factor	Records	6,9014%	6,9014%	6,9014%	6,9014%	6,9014%	6,9014%	6,9014%	6,9014%	-	-	-	
18	Cash Working Capital	Ln15 * Ln17	69,199	10,284	2,405	3,954	31,528	2,463	1,437	31,392	-	-	-	
19	Minimum Bank Balance	Records	-	-	-	-	-	-	-	-	-	-	-	
20	Working Cash Advances	Records	69,199	10,284	2,405	3,954	31,528	2,463	1,437	31,392	-	-	-	
21	Total Cash Working Capital	Ln21/21a	45,3281%	6,7365%	1,5756%	2,5901%	20,6518%	1,6195%	0,9415%	20,5630%	-	-	-	
22	Distribution of Line 20													

Midvale Telephone Exchange - ID
 Study Area: 472226
 Study Year: 2008

TAX FORM

LN	DESCRIPTION	SOURCE	TAXABLE		INCOME TAX	
			TOTAL	SurfTax	TOTAL	SurfTax
1	AVERAGE NET INVESTMENT		5,221,753			
2	ASSUMED RATE OF RETURN FOR ESTIMATING TAX RATE	S-1, Ln1	6,617,4%			
3	RETURN ON INVESTMENT	S-1, Ln4	448,977			
4	FIT INCOME ADJUSTMENT (FROM COST STUDY)	Ln18'2	181,445			
5	TOTAL TAXABLE INCOME		288,552			
6	ADJUSTMENT FOR TAX CREDIT AMORTIZATION		406,867			
7	EFFECTIVE FIT TAX CREDITS (MUST EQUAL LN 17)					
8	TAXABLE INCOME		50,000		7,500	
9	FIT ON \$0 to \$50,000 @ 15%	15%	50,000		6,250	5,000
10	FIT ON \$50,000 to \$75,000 @ 25%	25%	25,000		6,250	8,500
11	FIT ON \$75,000 to \$100,000 @ 34%	34%	25,000		8,500	11,750
12	FIT ON \$100,000 to \$335,000 @ 39%	39%	235,000		91,650	16,750
13	FIT ON \$335,000 to \$10,000,000 @ 34%	34%	71,867		24,435	
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	Ln8 9, 16	406,867		138,335	
18	EFFECTIVE FIT TAX RATE				34.00000%	

