

MID-T

# ANNUAL REPORT

STEVE CHILD  
MIDVALE TELEPHONE EXCH  
PO BOX 7  
MIDVALE ID 83645-0007

IDAHO PUBLIC  
UTILITIES COMMISSION

2013 MAY - 1 AM 8:38

RECEIVED

---

NAME

---

ADDRESS

TO THE  
  
IDAHO PUBLIC  
  
UTILITIES COMMISSION

FOR THE

YEAR ENDED 2012

**ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO  
THE IDAHO PUBLIC UTILITIES COMMISSION  
FOR THE YEAR ENDING Dec. 31, 2012**

**COMPANY INFORMATION**

Exact name of utility: Midvale Telephone Exchange, Inc.  
Address of principal office: 2205 Keithley Creek Road  
Telephone Number (Area Code) 208 355-2211  
Cities or towns served: Midvale, Lakeview, Stanley, Warren, Warm Lake, Yellow Pine

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

Address of office where corporate books are kept and phone number \_\_\_\_\_  
2205 Keithley Creek Road, Midvale, Idaho 83645 208 355-2211

Organized under the laws of the State of: Idaho

Date of organization: March 19, 1059

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: \_\_\_\_\_  
Syringa Networks, 3795 Development Avenue, Boise ID 83705

**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.

<b>Title</b>	<b>Name</b>	<b>Address</b>
CEO	Stephen G. Child	380 Hill Road, Weiser ID 83672
Pres	Lane Williams	PO Box 7, Midvale ID 83645
Vice Pres	Conley Ward	5208 Hoodoo LANE, Kuna ID 83638
Sec/Treas	Linda Klind	PO Box 738, McCall ID 83638
Dorector	Emma Gross	1866 S Lincoln St., Salt Lake City UT 84105

### 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 Williams	2013	3	57,553
Conley Ward	2014	3	25,684
Linda Kind	2013	3	25,324
Emma Gross	2014	3	26,749
Steve Child	At the will of board	3	147,925

Name of Chairman of the Board: Lane Williams  
 Name of Secretary (or Clerk) of Board: Linda Klind  
 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	147,925
John Stuart	Operations Manager	94,148
Dennis Farrington	SW Operations Manager	85,344
Ann E Braun	Controller	80,890
Joe Delatorre	NW Operations Manager	55,428
Fred Bruce	Switch Manager	77,941
Rob Vowell	Plant Records Manager	54,778
Sam McClary	IT Manager	71,659
Diana Holmes	HR Manager	53,721
Gary Coffelt	Construction Manager	63,320

### 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 Williams	2013	3	57,553
Conley Ward	2014	3	25,684
Linda Kind	2013	3	25,324
Emma Gross	2014	3	26,749
Steve Child	At the will of board	3	147,925

Name of Chairman of the Board: Lane Williams

Name of Secretary (or Clerk) of Board: Linda Klind

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	147,925
John Stuart	Operations Manager	94,148
Dennis Farrington	SW Operations Manager	85,344
Ann E Braun	Controller	80,890
Joe Delatorre	NW Operations Manager	55,428
Fred Bruce	Switch Manager	77,941
Rob Vowell	Plant Records Manager	54,778
Sam McClary	IT Manager	71,659
Diana Holmes	HR Manager	53,721
Gary Coffelt	Construction Manager	63,320



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

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
<b>Current Assets</b>			
1120 Cash and Equivalents	238,204	492,447	254,243
1130 Cash			
1140 Special Cash Deposits			
1150 Working Cash Advances			
1160 Temporary Investments			
1180 Telecommunications Accts. Receivable	224,443	242,960	18,517
1181 Accts. Rec. Allow. -Telecommunications			
1190 Other Accounts Receivable	1,357,873	875,413	-482,460
1191 Accounts Receivable Allow. - Other			
1200 Notes Receivable			
1201 Notes Receivable Allowance			
1210 Interest & Dividends Receivable			
1220 Material and Supplies	413,001	371,929	-41,072
1280 Prepayments	85,265	62,638	-22,627
1290 Prepaid Rents			
1300 Prepaid Taxes			
1310 Prepaid Insurance			
1320 Prepaid Directory Expenses			
1330 Other Prepayments			
1350 Other Current Assets			
<b>Noncurrent Assets</b>			
1401 Investment in Affiliated Companies	1,748,969	2,003,703	254,734
1402 Investment in Nonaffiliated Companies	100,169	91,568	-8,601
1406 Nonregulated Investments			
1407 Unamortized Debt Issuance Expense			
1408 Sinking Funds			
1410 Other Noncurrent Assets		53,048	53,048
1438 Deferred Maintenance & Retirements			
1439 Deferred Charges			
1500 Other Jurisdiction Assets - Net			
<b>Property, Plant and Equipment</b>			
2001 Telecommunications Plants in Service	36,465,173	38,523,849	2,058,676
2002 Prop. Held for Future Telecom. Use	145,295	145,295	0
2003 Telecom. Plant under Constr. - Short Term	659,074		-659,074
2004 Telecom. Plant under Constr. - Long Term	880,875	728,888	-151,987
2005 Telecom. Plant Adjustment			
2006 Nonoperating Plant		952,231	952,231
2007 Goodwill			
<b>Depreciation and Amortization Accounts</b>			
3100 Accumulated Depreciated	-18,177,272	-20,408,285	-2,231,013
3200 Accum. Depre. - Held for Future Use			
3300 Accumulated Depreciation - Nonoperating	-611,669	-696,495	-84,826
3400 Accumulated Amortization - Tangible			
3410 Accum. Amort. - Capitalized Leases			
3420 Accum. Amort. - Leasehold Improvements			
3500 Accumulated Amortization - Intangible			
3600 Accumulated Amortization - Other			
<b>TOTAL ASSETS</b>	<b>23,529,400</b>	<b>23,439,189</b>	<b>-90,211</b>

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

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
<b>Current Liabilities</b>			
4010 Accounts Payable	428,273	372,330	-55,943
4020 Notes Payable			
4030 Advance Billings and Payments	83,976	130,812	46,836
4040 Customer Deposits	1,010		-1,010
4050 Current Maturities - Long -Term Debt	1,385,414	1,343,815	-41,599
4060 Current Maturities - Capital leases	25,201		-25,201
4070 Income Taxes - Accrued			
4080 Other Taxes - Accrued			
4100 Net Current Defer. Oper. Income Taxes	-58,792	-10,789	48,003
4110 Net Current Defer. Nonoper. Income Taxes			
4120 Other Accrued Liabilities	650,034	634,227	-15,807
4130 Other Current Liabilities	455,000	338,097	-116,903
<b>Long-Term Debt</b>			
4210 Funded Debt	12,132,336	11,403,377	-728,959
4220 Premium on Long-Term Debt			
4230 Discount on Long-Term Debt			
4240 Reacquired Debt			
4250 Obligations Under Capital Leases	10,421	10,421	0
4260 Advances from Affiliated Companies			
4270 Other Long-Term Debt			
<b>Other Liabilities &amp; Deferred Credits</b>			
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	2,326,380	3,017,542	691,162
4350 Net Noncur. Defer. Nonoper. Income Taxes			
4360 Other Deferred Credits			
4370 Other Juris. Liab. & Def. Credits - Net			
<b>Stockholders' Equity</b>			
4510 Capital Stock	25,000	25,000	0
4520 Additional Paid-In Capital	7,910	7,910	0
4530 Treasury Stock	-64,000	-64,000	0
4540 Other Capital			
4550 Retained Earnings	6,121,237	6,230,447	109,210
<b>TOTAL LIAB. &amp; OTHER CREDITS</b>	<b>23,529,400</b>	<b>23,439,189</b>	<b>-90,211</b>

**ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE**

**TOTAL Company Basis**

	<b>Balance Beginning of Year</b>	<b>Additions During year</b>	<b>Plant Retired or Sold</b>	<b>Transfers and Adjustments</b>	<b>Balance End of Year</b>
<b>Analysis of Telecommunications Plant in Service</b>					
2111 Land	154,455	212,500			366,955
2112 Motor Vehicles	208,239		-9,000		199,239
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	684,046	10,525	-22,350		672,221
2116 Test Equipment	90,995	4,770		-1,000	94,765
2121 Buildings	1,147,547	164,626			1,312,173
2122 Furniture	74,351				74,351
2123 Office Equipment					
2124 General Purpose Computers	304,782	6,563			311,345
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	3,493,125	53,115			3,546,240
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment	7,049,565	244,607			7,294,172
2232 ONT Equipment	746,389	44,434			790,823
2311 Station Apparatus	27,232				27,232
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	928				928
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable	21,375,717	1,066,093			22,441,810
2423 Mapping Program	241,381	48,668			290,049
2424 Submarine Cable					
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements	5,430	19,356			24,786



2690 Intangibles

**TOTAL PLANT ACCOUNTS**

<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>35,604,182</b>	<b>1,875,257</b>	<b>-31,350</b>	<b>-1,000</b>	<b>37,447,089</b>

Rev 3/02

**ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS**  
**IDAHO Operations Only**

	Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
<b>Analysis of Telecommunications Plant in Service</b>					
2111 Land	87,360	212,500			299,860
2112 Motor Vehicles	178,498			-9,000	169,498
2113 Aircraft					0
2114 Special Purpose Vehicles					0
2115 Garage Work Equipment					0
2116 Other Work Equipment	524,790	10,525	-22,350	-2,154	510,811
2116 Test Equipment	108,892	4,770			113,662
2121 Buildings	930,704	150,000			1,080,704
2122 Furniture					0
2123 Office Equipment	60,141				60,141
2124 General Purpose Computers	231,759	6,563			238,322
2211 Analog Electronic Switching					0
2212 Digital Electronic Switching	1,699,788	23,520			1,723,308
2215 Electro-Mechanical Switching					0
2220 Operator Systems					0
2231 Radio Systems					0
2232 Circuit Equipment	3,249,403	195,970			3,445,373
2232 ONT Equipment	189,706			-51	189,655
2311 Station Apparatus	27,232				27,232
2321 Customer Premises Wiring					0
2341 Large Private Branch Exchanges					0
2351 Public Telephone Terminal Equipment	928				928
2362 Other Terminal Equipment					0
2411 Poles					0
2421 Aerial Cable					0
2422 Underground Cable					0
2423 Buried Cable	7,832,559	752,093			8,584,652
2423 Mapping Software	148,192	24,321			172,513
2424 Submarine Cable					0
2426 Intrabuilding Network Cable					0
2431 Aerial Wire					0
2441 Conduit Systems					0

2681 Capital Leases					0
2682 Leasehold Improvements					0
2690 Intangibles					0
					0
<b>TOTAL PLANT ACCOUNTS</b>	<b>15,269,952</b>	<b>1,380,262</b>	<b>-22,350</b>	<b>-11,205</b>	<b>16,616,659</b>

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

	TOTAL Company Basis				
	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
<b>Analysis of Entries in Accumulated Depreciation</b>					
2112 Motor Vehicles	219,238	25.00%	2,795	-9,000	213,033
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	672,747	20.00%	12,771	-23,609	661,909
2116 Test Equipment	92,813	20.00%	26,171		118,984
2116 Lease hold equipment	815	10.00%	4,052		4,867
2121 Buildings	495,326	3.00%	35,999		531,325
2122 Furniture					
2123 Office Equipment	68,402	14.30%	675		69,077
2124 General Purpose Computers	217,172	20.00%	50,272		267,444
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	1,396,972	12.00%	315,643		1,712,615
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment	5,079,450	10.00%	547,903		5,627,353
2232 ONT Equipment	68,321	20.00%	151,803		220,124
2311 Station Apparatus	24,966	10.00%	2,266		27,232
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	840	23.00%	89		929
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable	9,749,616	6.50%	959,011		10,708,627
2423 Mapping Program	83,424	20.00%	49,814		133,238
2424 Submarine Cable					
2426 Intrabuilding Network Cable					
2431 Aerial Wire					

2441 Conduit Systems

**TOTAL**

18,170,102

2,159,264

-32,609

20,296,757

\*Please list individual depreciation rate for each account.

Rev 3/02

Page 8

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

**IDAHO Operations Only**

	<b>Balance Beginning of Year</b>	<b>Depreciation Rate*</b>	<b>Credits During Year</b>	<b>Retirements and Adjustments</b>	<b>Balance End of Year</b>
<b>Analysis of Entries in Accumulated Depreciation</b>					
2112 Motor Vehicles	189,499	25.00%	1,795	-9,000	182,294
2113 Aircraft	_____	_____	_____	_____	_____
2114 Special Purpose Vehicles	_____	_____	_____	_____	_____
2115 Garage Work Equipment	_____	_____	_____	_____	_____
2116 Other Work Equipment	523,841	20.00%	12,771	-22,350	514,262
2116 Test Equipment	91,559	20.00%	22,103	_____	113,662
2121 Buildings	462,878	3.00%	30,171	_____	493,049
2122 Furniture	_____	_____	_____	_____	_____
2123 Office Equipment	60,141	14.30%	_____	_____	60,141
2124 General Purpose Computers	178,704	20.00%	48,692	_____	227,396
2211 Analog Electronic Switching	_____	_____	_____	_____	_____
2212 Digital Electronic Switching	914,997	12.00%	166,773	_____	1,081,770
2215 Electro-Mechanical Switching	_____	_____	_____	_____	_____
2220 Operator Systems	_____	_____	_____	_____	_____
2231 Radio Systems	_____	_____	_____	_____	_____
2232 Circuit Equipment	2,568,066	10.00%	147,234	_____	2,715,300
2232 ONT Equipment	36,070	20.00%	37,951	_____	74,021
2311 Station Apparatus	24,966	10.00%	2,266	_____	27,232
2321 Customer Premises Wiring	_____	_____	_____	_____	_____
2341 Large Private Branch Exchanges	_____	_____	_____	_____	_____
2351 Public Telephone Terminal Equipment	840	23.00%	89	_____	929
2362 Other Terminal Equipment	_____	_____	_____	_____	_____
2411 Poles	_____	_____	_____	_____	_____
2421 Aerial Cable	_____	_____	_____	_____	_____
2422 Underground Cable	_____	_____	_____	_____	_____
2423 Buried Cable	5,641,908	6.50%	224,521	_____	5,866,429
2423 Mapping Program	56,661	20.00%	30,449	_____	87,110
2424 Submarine Cable	_____	_____	_____	_____	_____
2426 Intra-building Network Cable	_____	_____	_____	_____	_____
2431 Aerial Wire	_____	_____	_____	_____	_____
2441 Conduit Systems	_____	_____	_____	_____	_____
<b>TOTAL</b>	<b>10750130</b>		<b>724,815</b>	<b>-31,350</b>	<b>11,443,595</b>

\*Please list individual depreciation rate for each account.

## INVESTMENTS

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

<u>Description</u>	<u>Date Acquired</u>	<u>Book Cost of Investments Disposed of This year</u>	<u>Book Cost of Investments Held at End of Year</u>
RTFC	12/31/2012	_____	88,568
SYRINGA NETWORKS	MONTHLY	_____	2,003,703
NECA	_____	_____	3,000
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
<b>Totals</b>	_____	_____	2,095,271

## 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	_____	242,960
IDAHO USF	_____	58,464
NECA	_____	702,929
CARRIERS	_____	76,187
MISC-NON REG	_____	37,657
_____	_____	_____
_____	_____	_____
<b>Totals</b>	_____	1,118,197

**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	8/1/2012	PRIME+2.25%	7/31/2013	500,000
TITLE FINANCIAL	5/30/2012	5%	6/1/2022	278,229
AMERITITLE	1/19/2012	5%	2/20/2022	75,000
<b>Totals</b>				

**ACCOUNTS PAYABLE**

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

<u>Name of Creditor</u>	<u>Amount</u>
See attached list	405,078
<b>Totals</b>	



**Midvale Telephone  
Accounts Payable >\$100**

Vendor	December 31, 2012	Amount
All West Communications		1885.00
Ameriben Solutions/IEC GR		446.25
Molly Anderson		450.00
Apex Communications Suppl		508.24
Arizona Public Service Co		464.08
Avista Utilities		516.38
Arizona Dept of Revenue		1956.75
Arizona Public Service Co		543.99
Bankcard Center - Zions		36337.61
Bennett Oil		2181.66
Blooston, Mordkofsky, Dicke		1997.75
Don Buffum		3546.37
Calix Networks, Inc.		1894.17
Carpathia Hosting Inc		10072.25
Cascade Auto Inc		1975.13
Cascabel Community Center		300.00
CenturyLink		1580.66
CenturyLink		4900.46
City of Weiser		122.00
Clear Creek Disposal		127.88
Rhonda Cline		255.00
Codale Electric Supply		132.50
Computer Technology, Inc		3372.20
Commercial Tire Inc		1200.45
Joe De La Torre		150.00
Lawerence Denney		150.00
ESPN		202.00
Farmer's Supply Cooperati		2688.34
FEDEX		102.93
Gila County Treasurer		726.46
Kathryn E Gilbert		708.00
Graybar Electric Co, Inc.		106768.78
Idaho High School Rodeo A		200.00
Idaho Optic Transport Ass		30638.00
Idaho Power		1901.62
Idaho State Tax Commission		7159.00
Intermountain Gas Company		199.49
Jerry's Country Store		407.12
KGP Logistics		190.59
L&J Electric LLC		638.24
Mail Finance		553.34
Geraldine P Maloney		165.00
Mapcom LLC		2205.00
Cynthia A Melillo PLLC		1226.39
Monte R. Lee & Company		14993.18

**Midvale Telephone  
Accounts Payable >\$100**

<b>December 31, 2012</b>	
Moss Adams LLP	1021.50
Mountain Village Resort	163.94
MTV Networks	370.97
Names and Numbers	2995.52
National Cable TV Coop	540.70
Neustar, Inc.	557.50
Pacificsource Administrat	200.00
Patterson and Sons Electr	3059.00
Payette Printing	519.20
Pleasant Valley Propane	606.98
Power and Telephone Suppl	4481.02
Principal Financial Group	1125.00
Quill Corporation	390.55
Ridgeline Holdings, LLC	1120.00
Salmon River Electric Coo	967.73
Sulphur Springs Valley	1132.87
Syme Electric	110.93
Syringa Networks, LLC	64379.39
Taqua LLC	50431.50
Toshiba Financial Service	364.08
Transaction Network Servi	1102.82
Universal Service Adminis	6655.18
UNS Gas, Inc.	210.16
Verizon Wireless	3267.71
Weiser Signal American	105.00
ANPI/Zone	10458.70
<b>Total</b>	<b>405078.21</b>

**LONG - TERM DEBT**

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

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

<u>Class &amp; 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</u>	
					<u>Total</u>	<u>Year Amortized</u>	<u>Rate</u>	<u>Amount</u>
<u>RTFC</u>				<u>0</u>				<u>17333</u>
RUS	8/7/1980	8/7/2015	1,068,000	120,469			2%	624703
RUS	12/2/1985	12/19/2020	1,272,000	2,141			5.00% INCL ABV	
RUS	6/1/1992	6/1/2016	252,000	60,046			5.00% INCL ABV	
RUS	9/29/1994	9/29/2014	3,312,000	443,541			5.00% INCL ABV	
RUS	2/1/2002	2/1/2016	5,695,000	2,114,522			5.00% INCL ABV	
RUS	9/4/2007	9/4/2026	8,921,508	9,747,427			5.00% INCL ABV	
ARRA BIP LOAN				243,775			5.00% INCL ABV	
DEFERRED TAX				3,017,542				



## INCOME & RETAINED EARNINGS STATEMENT

Item	Total Company	Idaho Only
Total Operating Income (from page 16)	11,422,549	4,302,798
Total Operating Expenses (from page 18)	-10,024,418	-4,182,718
7100 Other Operating Income and Expense	_____	_____
7210 Operating Investment Tax Credits-Net	_____	_____
7220 Operating Federal Income Taxes	_____	_____
7230 Operating State and Local Income Taxes	_____	_____
7240 Operating Other Taxes	-281,842	-56,395
7250 Provision for Deferred Operating Income Taxes-Net	_____	_____
7200 Operating Taxes (Total)	_____	_____
7310 Dividend Income	_____	_____
7320 Interest Income	6	_____
7330 Income from Sinking and Other Funds	_____	_____
7340 Allowance for Funds Used During Construction	22,550	22,250
7350 Gains/Losses from the Disposition of Certain Property	_____	_____
7360 Other Nonoperating Income	405,733	405,733
7370 Special Charges	_____	_____
7300 Nonoperating Income and Expense	_____	_____
7410 Nonoperating Investment Tax Credits-Net	_____	_____
7420 Nonoperating Federal Income Taxes	-344,388	-130,867
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	-672,153	-88,792
7520 Interest Expense-Capital Leases	_____	_____
7530 Amortization of Debt Issuance Expense	_____	_____
7540 Other Interest Deductions	_____	_____
7500 Interest and Related Items	_____	_____
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	_____	_____
<b>AMOUNT TRANSFERRED TO RETAINED EARNINGS</b>	_____	_____
	528,037	272,009

**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Local Network Services Revenues</b>		
5001 Basic Area Revenue	748,637	387,949
5002 Optional Extended Area Revenue	_____	_____
5003 Cellular Mobile Revenue	_____	_____
5004 Other Mobile Services Revenue	_____	_____
5010 Public Telephone Revenue	_____	_____
5040 Local Private Line Revenue	_____	_____
5050 Customer Premises Revenue	_____	_____
5060 Other Local Exchange Revenue	_____	_____
5069 Other Local Exchange Settlements	_____	_____
<b>Network Access Services Revenues</b>		
5081 End User Revenue (SLC)	185,333	83,623
5082 Switched Access Revenue (Interstate)	8,744,575	2,952,832
5083 Special Access Revenue	833,634	331,905
5084 State Access Revenue (Intrastate)	713,398	465,194
Long Distance Network Services Revenues	190,354	79,421
5100 Long Distance Message Revenue - All	_____	_____
<b>Miscellaneous Revenues</b>		
5230 Directory Revenue	6,664	1,839
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	_____	_____
5270 Carrier Billing & Collection Revenue	_____	_____
<b>Uncollectible Revenues</b>		
5301 Uncollectible Revenue - Telecommunications	-46	35
5302 Uncollectible Revenue - Other	_____	_____
<b>TOTAL OPERATING REVENUES</b>	<b>11,422,549</b>	<b>4,302,798</b>

Please identify the following revenues:

NECA USF \$3,156,415	5082
State USF \$350,785	5084

**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Plant Specific Operations Expense</b>		
6110 Network Support Expenses		
6112 Motor Vehicle Expense	25,765	25,449
6113 Aircraft Expense		
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense		
6120 General Support Expenses	59,177	30,952
6121 Land and Building Expenses		
6122 Furniture and Artworks Expense		
6123 Office Equipment Expense		
6124 General Purpose Computers Expense	127,640	68,603
6210 Central Office Switching Expenses	947,857	488,938
6211 Analog Electronic Expense		
6212 Digital Electronic Expense		
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses	815,107	
6231 Radio Systems Expense		
6232 Circuit Equipment Expense	2,295,847	1,032,509
6310 Information Origination/Termination Expense		
6311 Station Apparatus Expense		
6341 Large Private Branch Exchange Expense		
6351 Public Telephone Terminal Equipment Expense	1,072	672
6362 Other Terminal Equipment Expense		
6410 Cable and Wire Facilities Expenses	1,397,898	872,285
6411 Pole Expense		
6421 Aerial Cable Expense		
6422 Underground Cable Expense		
6423 Buried Cable Expense		
6424 Submarine Cable Expense		
6425 Deep Sea Cable Expense		
6426 Intra-building Network Cable Expense		
6431 Aerial Wire Expense		
6441 Conduit Systems Expense		
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>5,670,363</b>	<b>2,519,408</b>

**OPERATING REVENUES**

<b>Item</b>	<b>Total Company</b>	<b>Idaho Only</b>
<b>Plant Nonspecific Operations Expense</b>		
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	302,370	50,677
6535 Engineering Expense	4,380	2,137
6540 Access Expense	71,098	35,029
6560 Depreciation and Amortization Expenses		
6561 Depreciation Expense-Telecom. Plant in Service	2,254,955	736,036
6562 Depreciation Expense-Property Held for Future Use		
6563 Amortization Expense - Tangible		
6564 Amortization Expense - Intangible		
6565 Amortization Expense - Other		
<b>Total Plant Nonspecific Operations Expenses</b>		
<b>Customer Operations Expense</b>	<b>2,632,803</b>	<b>823,879</b>
6610 Marketing	76,933	65,199
6611 Product Management		
6612 Sales		
6613 Product Advertising		
6620 Services		
6621 Call Completion Services	600	600
6622 Number Services	4,913	3,684
6623 Customer Services	339,551	108,180
<b>Total Customer Operations Expense</b>	<b>421,997</b>	<b>177,663</b>
<b>Corporate Operations Expense</b>		
6710 Executive and Planning	303,174	144,859
6711 Executive		
6712 Planning		
6720 General and Administrative		
6721 Accounting and Finance	470,641	231,947
6722 External Relations		
6723 Human Resources		
6724 Information Management		
6725 Legal	26,853	12,069
6726 Procurement		
6727 Research and Development		
6728 Other General and Administrative	498,587	272,893
6790 Provision for Uncollectible Notes Receivable		
<b>Total Corporate Operations Expense</b>	<b>1,299,255</b>	<b>661,768</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>4,354,055</b>	<b>1,663,310</b>



**CENTRAL OFFICE DATA**  
as of December 31, 2012 (unless otherwise indicated)

Name of Central Office- Midvale, Lakeview, Stanley, Warren, Warm Lake, Yellow Pine  
Prefixes - 355, 222, 774, 636, 632, 633

CO Switch-Midvale, Stanley, Lakeview & Warm Lake-Taqua T-7000. Warren and Yellow Pine - Redcom MDX

**Check all that apply:**                      **Check one:**                      **Check one:**  
Stand Alone\_X\_\_                      Digital\_X\_\_                      Electronic\_X\_\_  
Host\_\_                      Analog\_\_                      Electro-Mechanical\_\_  
Remote\_\_                      Other:\_\_\_\_\_

**Access Line Capacity**

Design: 222,355,632,774-10,000\_\_\_\_\_  
633 & 636-1000  
Installed/Equipped: Same\_\_\_\_\_

**Access Lines in Use**

Customer Lines: 818  
(Include Centrex, PAL, Semi-Pub.)  
  
Public Telephone Lines 11  
  
Company Official Lines 64  
  
Company Test I 87

**Classification of Customer Access**

	<b>Residence</b>				Centrex N.A.R.	<b>Business</b>			Total Residence & Business	
	Multi- Line 1-Party	Single Line 1-Party	Multi- Party	Subtotal Residence		Multi- Line 1-Party	Single Line 1-Party	Multi- Party		Subtotal Business
	Beginning of Year		679			679		77		106
New Connects		17		17						17
Disconnects		-45		-45			-15		-15	-60
End of Year		651		651		77	91		168	819

**Foreign Exchange:**

Dial Tone from this C.O.: NA\_\_\_\_\_  
Dial Tone from another C.O.: NA\_\_\_\_\_

**Directory Listings:**

Number of Customers with Nonpublished or Nonlisted: 69\_\_\_\_\_

**Custom Calling:**

Number of customers with at least one feature: 700\_\_\_\_\_  
Total number of features subscribed to: 8\_\_\_\_\_



2205 Keithley Creek Road  
P.O. Box 7  
Midvale, ID 83645  
208.355.2211  
Fax 208.355.2222

Annual Notices  
2012

**General**

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

[www.mtecom.net](http://www.mtecom.net)      [info@mtecom.net](mailto:info@mtecom.net)

**MTE "Do Not Call" Policy**

MTE 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.mtecom.net](http://www.mtecom.net). If you receive a call from someone claiming to be from MTE 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 over a century, customers have counted on MTE 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](http://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](http://www.puc.state.id.us)

**State Discount Programs**

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

Idaho                      <http://www.puc.state.id.us/consumer/itsap.pdf>  
Arizona                  Website not available. Contact MTE for more information.

**Privacy Notice**

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

**Credit Policy**

Although rules vary by state, in most cases, new customers can establish credit simply by providing a copy of their last phone bill showing it was current. In lieu of that, customers may establish credit by paying a \$50 deposit, which is then credited back to your account six months later, provided your account is in good standing.

(Continued on back)

[www.mtecom.net](http://www.mtecom.net)

*Employee Owned, Community Focused, Customer Centered*

### **Delinquent Payment Policy**

All bills are due and payable by the 20<sup>th</sup> of the month they were 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 feel free to contact your customer service representative for 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](http://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](http://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.

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

Local Exchange	Average # of Customer Lines in Use	Local Calls		Toll Calls Originated (Total of all Carriers)			
		Number (1000s)	Avg./ Line	Intrastate	Interstate	Total	Avg./ Line
Attached	_____	_____	_____	_____	_____	_____	_____
2	_____	_____	_____	_____	_____	_____	_____
3	_____	_____	_____	_____	_____	_____	_____
4	_____	_____	_____	_____	_____	_____	_____
5	_____	_____	_____	_____	_____	_____	_____
6	_____	_____	_____	_____	_____	_____	_____
7	_____	_____	_____	_____	_____	_____	_____
8	_____	_____	_____	_____	_____	_____	_____
9	_____	_____	_____	_____	_____	_____	_____
10	_____	_____	_____	_____	_____	_____	_____
11	_____	_____	_____	_____	_____	_____	_____
12	_____	_____	_____	_____	_____	_____	_____
13	_____	_____	_____	_____	_____	_____	_____
14	_____	_____	_____	_____	_____	_____	_____
15	_____	_____	_____	_____	_____	_____	_____
16	_____	_____	_____	_____	_____	_____	_____
17	_____	_____	_____	_____	_____	_____	_____
18	_____	_____	_____	_____	_____	_____	_____

**Number of calls completed by customers during 2012**

Local Exchange	Average # of Customer Lines			Total	Average/line
	In Use	Intrastate	Interstate		
212 - AZ	111	19458	6512	25970	234
222 - ID	37	734	998	1732	47
253 - ID	4	36	120	156	39
256 - ID	5	92	571	663	133
257 - ID	1	65	121	186	186
262 - OR	3	5	98	103	34
277 - OR	23	4460	1478	5938	258
278 - ID	3	36	130	166	55
283 - WA	1	1	35	36	36
336 - ID	1	28	151	179	179
339 - OR	3	617	1756	2373	791
345 - ID	1	0	0	0	0
355 - ID	252	17267	22557	39824	158
358 - OR	69	14464	13687	28151	408
364 - AZ	1	12	50	62	62
365 - ID	1	0	2	2	2
368 - OR	5	3149	1532	4681	936
372 - OR	1	80	219	299	299
378 - AZ	1	0	3	3	3
384 - ID	1	1	7	8	8
414 - ID	436	12100	62284	74384	171
446 - OR	22	1109	1584	2693	122
452 - ID	5	17	218	235	47
462 - AZ	227	33518	10770	44288	195
466 - ID	1	0	4	4	4
467 - OR	33	1512	877	2389	72
473 - OR	2	42	39	81	41
495 - ID	1	0	18	18	18
522 - ID	1	1	4	5	5
549 - ID	53	626	2658	3284	62
556 - WA	69	13943	2626	16569	240
583 - ID	2	1199	534	1733	867
584 - ID	2	1	2	3	2
586 - AZ	12	914	486	1400	117
586 - OR	5	392	757	1149	230
622 - ID	1	0	0	0	0
632 - ID	59	5736	1174	6910	117
633 - ID	96	19059	14322	33381	348
934 - ID	1	9	0	9	9
636 - ID	92	6905	1928	8833	96
642 - ID	11	368	503	871	79
683 - AZ	139	1226	8375	9601	69
683 - ID	3	4	318	322	107

720 - AZ	2	340	30	370	185
724 - OR	6	672	649	1321	220
734 - ID	1	3	7	10	10
737 - ID	1	20	98	118	118
739 - ID	1	79	72	151	151
755 - OR	1	175	21	196	196
772 - AZ	1	0	0	0	0
774 - ID	336	40221	11794	52015	155
820 - OR	32	2634	1231	3865	121
824 - AZ	2	1437	162	1599	800
881 - OR	1	65	85	150	150
889 - OR	4	40	311	351	88
893 - OR	15	2117	1671	3788	253
898 - AZ	34	2025	414	2439	72
922 - ID	1	0	9	9	9
932 - OR	53	6559	2295	8854	167
987 - OR	12	940	568	1508	126
999 - AZ	149	3295	3499	6794	46

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

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 2/1/2012

Alternate method of notification \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company 1

Category of complaints (if known):

Deposit Disputes \_\_\_\_\_

Charges on Bill \_\_\_\_\_

Denial/Termination \_\_\_\_\_

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

Carrier Selection/Assignment 1

Miscellaneous

Rev 3/02

CERTIFICATE

State of Idaho )  
 ) ss  
County of Washington )

WE, the undersigned Steve Child

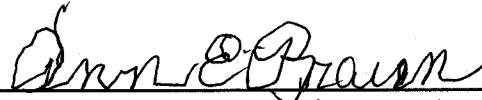
and Ann E Braun

of the Midvale Telephone Exchange dba MTE Communications utility,

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



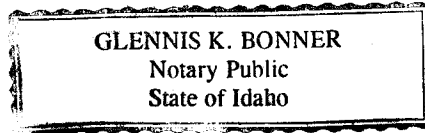
(Chief Officer)



(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 29th day of April, (Year) 2013.

Glenn K. Bonner  
Notary Public



My Commission expires April 6, (Year) 2018.

Rev 3/02

gdk/excel/jnelson/anulrpts/telannualrpt



2011 FORM I INPUT MASTER		For The Year Ended: December 31, 2011		Separated Results of Idaho Operations	
COMPANY NAME: Midvale Telephone Company, Inc.		Total Idaho Operations Subject To Separations		TOLL PLS Special Access	
FCC Account and Description		MTS & WATS Switched Access		TOLL PLS Special Access	
No.	Line No.	Total	Interstate Operation	Intrastate Operation	Total
<b>SUMMARY</b>					
<b>Operating Revenues</b>					
50XX	Local -Billed	349,515	-	-	349,515
(1)	-EAS Billed	-	-	-	-
(1)	-EAS Settlement	-	-	-	-
(1)	Access-SLC (End User)	460,721	109,936	-	350,785
(2)	-Switched (TS+NTS)	3,146,733	2,468,462	109,379	678,271
(2)	-Special	279,039	234,409	44,630	44,630
(3a)	Toll -Message	-	-	-	-
(3b)	-Private Line	-	-	-	-
(3c)	-Settlement	-	-	-	-
(4)	Misc. -Billing & Collection	-	-	-	-
52XX	-Directory Advertising	2,072	-	-	2,072
11.	-Operating Rents	-	-	-	-
12.	-Other Misc.	1,737	-	-	1,737
13.	Less: Uncollectible Rev. (-)	257,908	-	-	257,908
14.		4,497,725	2,578,398	109,379	1,684,918
15.			2,812,807	44,630	
<b>Operating Expenses</b>					
61XX-64XX	Plant Specific Oper.	2,146,329	878,313	391,067	907,634
65XX	Plant Nonspecific Operations	102,913	57,472	16,229	36,426
(5a)	Depreciation & Amortization	860,549	355,027	177,185	18,297
(5a)	Customer Operations	125,533	40,783	42,033	11,252
(5a)	Corporate Operations	548,132	234,111	100,110	188,721
(5a)	Other Operating	-	-	-	42,717
(5a)		3,783,456	1,565,706	726,624	84,750
(5a)			588,589	34,709	229,579
(6)			2,154,295	73,909	1,629,161
<b>Operating Taxes:</b>					
7240	General Taxes	31,710	13,324	6,566	14,738
7230	State/Local Inc. Tax (Current)	10	4	2	7,403
7220	Federal Income Tax (Current)	157,553	65,152	30,579	2
7250	Net Deferred Income Taxes	-	-	-	3,030
7210	Net Investment Tax Credits	-	-	-	1,476
	Total Taxes	189,273	78,480	37,147	33,030
			106,416	3,455	68,115
			552,096	(36,529)	82,857
	Net Operating Income	524,996	934,212	(654,392)	696,555
			(382,116)	(32,734)	(27,100)

2011 FORM I INPUT MASTER												
COMPANY NAME: Midvale Telephone Company, Inc.												
For The Year Ended: December 31, 2011												
Separated Results of Idaho Operations												
Intrastate Operation												
Interstate Operation												
Total Idaho												
Operations Subject To Separations												
TOLL PLS												
Special Access												
EAS												
Local (other)												
Total												
<b>SUMMARY (continued)</b>												
<b>Average Rate Base</b>												
2001 Telecom. Plant in Service	(5b)	1.	16,390,296	5,846,532	2,095,065	7,941,597	3,755,119	243,854	197,776	4,251,950	8,448,699	
2005 Plant Acquisition Adjustment		2.	-									
3100 Less: Accumulated Depr. (-)	(5c)	3.	(10,313,709)	(3,320,547)	(1,351,823)	(4,672,370)	(2,237,906)	(174,007)	(106,814)	(3,122,612)	(5,641,339)	
34xx-36xx Accumulated Amort. (-)	(5)	4.	-									
4100-4340 Accum. Deferred Tax (-)		5.	(795,867)	(283,105)	(101,730)	(384,835)	(183,125)	(11,841)	(9,603)	(206,463)	(411,032)	
1220 Materials and Supplies		6.	115,363	34,521	9,865	44,386	32,377	807	1,818	35,975	70,977	
---- Equal Access Equipment	(7)	7.	-									
---- Other Rate Base		8.	578,195	218,090	79,396	297,486	124,671	9,726	6,189	140,123	280,709	
<b>Total Average Rate Base</b>		9.	<b>5,874,278</b>	<b>2,495,491</b>	<b>730,773</b>	<b>3,226,264</b>	<b>1,491,136</b>	<b>68,539</b>	<b>89,366</b>	<b>1,098,973</b>	<b>2,748,014</b>	

2011 FORM I INPUT MASTER													
COMPANY NAME: Midvale Telephone Company, Inc.													
For The Year Ended: December 31, 2011													
Separated Results of Idaho Operations													
FCC Account and Description	Line No.	Note No.	Total Idaho Operations Subject To Separations	Interstate Operation			Intrastate Operation			TOLL PLS Special Access	EAS	Local (other)	Total
				MTS & WATS Switched Access	TOLL PLS Special Access	Total	MTS & WATS Switched Access	TOLL PLS Special Access	EAS				
<b>PLANT IN SERVICE DETAIL</b>													
21XX General Support Facilities	1.		2,004,099	729,094	256,171	985,265	444,933	29,817	24,183	519,901		1,018,834	
22XX Central Office Equipment:													
CAT 1-Operator Systems	2.		-	-	-	-	-	-	-	-	-	-	
CAT 2-Tandem Switching (Alloc.)	3.		-	-	-	-	-	-	-	-	-	-	
CAT 2-Tandem Switching (Assign.)	4.		-	-	-	-	-	-	-	-	-	-	
CAT 3-Local Switching	5.		1,739,042	1,478,186	-	1,478,186	-	-	-	260,856	-	260,856	
CAT 4-12 -Exch. Trunk (Joint Use)	6.		26,975	-	-	-	-	-	-	-	-	26,975	
CAT 4-12 -Exch. Trunk (Ded. Use)	7.		1,140,269	-	1,007,277	1,007,277	-	-	-	-	-	132,992	
CAT 4-13 -Subscr. Line (Joint Use)	8.		1,204,235	297,580	10,120	307,700	297,580	3,795	-	595,160	-	896,535	
CAT 4-13 -Subscr. Line (Ded. Use)	9.		-	-	-	-	-	-	-	-	-	-	
CAT 4-23 -IX Trunk (Joint Use)	10.		1,006,121	581,860	-	581,860	424,261	-	-	-	-	424,261	
CAT 4-23 -IX Trunk Ckt. (Ded. Use)	11.		27,120	-	20,678	20,678	-	-	1,295	-	-	6,442	
CAT 4-3 -Host/Remote Trunk Ckt.	12.		-	-	-	-	-	-	-	-	-	-	
Other COE	13.		19,817	-	12,195	12,195	-	-	-	-	-	7,622	
Total COE	14.		5,163,579	2,357,626	1,050,270	3,407,896	721,841	149,556	28,270	856,016	-	1,756,683	
23XX Information Orig./Term. Equipment:													
CAT 1-Regulated CPE	15.		-	-	-	-	-	-	-	-	-	-	
Other IOT	16.		-	-	-	-	-	-	-	-	-	-	
Total IOT	17.		-	-	-	-	-	-	-	-	-	-	
24XX Cable & Wire Facilities:													
CAT 1-3-Subscriber Line (Common)	18.		5,752,067	1,438,017	-	1,438,017	1,438,017	-	-	2,876,033	-	4,314,050	
CAT 1-1,2-Subscriber Line (Ded.)	19.		67,240	-	48,902	48,902	-	18,338	-	-	-	18,338	
CAT 2-Exch. Trunk (Joint Use)	20.		145,323	-	-	-	-	-	145,323	-	-	145,323	
CAT 2-Exch. Trunk (Ded. Use)	21.		128,491	98,034	98,034	98,034	1,150,328	30,457	-	-	-	30,457	
CAT 3-IX Trunk (Joint Use)	22.		3,098,366	1,321,795	622,943	1,944,738	1,150,328	3,300	-	-	-	1,153,628	
CAT 3-IX Trunk (Ded. Use)	23.		31,131	-	18,745	18,745	-	12,386	-	-	-	12,386	
CAT 4-Host/Remote Trunk	24.		-	-	-	-	-	-	-	-	-	-	
Other C&WF	25.		-	-	-	-	-	-	-	-	-	-	
Total C&WF	26.		9,222,618	2,759,812	788,624	3,548,436	2,585,345	64,481	145,323	2,876,033	-	5,674,182	
26XX Other Assets:													
Capital Leases	27.		-	-	-	-	-	-	-	-	-	-	
Leasehold Improvements	28.		-	-	-	-	-	-	-	-	-	-	
Intangibles	29.		-	-	-	-	-	-	-	-	-	-	
Total Other Assets	30.		-	-	-	-	-	-	-	-	-	-	
Total Telecom. Plant in Service	(5b)		16,390,296	5,846,532	2,095,065	7,941,597	3,755,119	243,854	197,776	4,251,950	-	8,448,699	

2011 FORM I INPUT MASTER											
COMPANY NAME: Midvale Telephone Company, Inc.											
For The Year Ended: December 31, 2011											
Seperated Results of Idaho Operations											
Intrastate Operation											
Interstate Operation											
TOLL PLS											
MTS & WATS											
Switched Access											
Special Access											
EAS											
Local (other)											
Total											
Total Idaho Operations Subject To Separations											
Total											
Total											
<b>Depreciation &amp; Amortization</b>											
<b>Accumulated Depreciation Detail</b>											
311X	General Support Facilities		(1,441,430)	(512,743)	(184,249)	(696,992)	(331,665)	(21,446)	(17,393)	(373,934)	(744,438)
312X	Central Office Switching		(873,161)	(742,187)		(742,187)				(130,974)	(130,974)
312X	Operator Systems										
312X	Central Office Transmission		(2,424,037)	(639,482)	(727,883)	(1,367,365)	(522,018)	(103,484)	(19,571)	(411,599)	(1,056,672)
313X	Information Orig./Term. Equip.										
314X	Cable & Wire Facilities		(5,575,081)	(1,426,135)	(439,691)	(1,865,826)	(1,384,223)	(49,077)	(69,850)	(2,206,105)	(3,709,255)
	<b>Total Accumulated Depreciation</b>	(5c)	(10,313,709)	(3,320,547)	(1,351,823)	(4,672,370)	(2,237,906)	(174,007)	(106,814)	(3,122,612)	(5,641,339)
<b>Accumulated Amortization Detail</b>											
3410	Capital Leases										
3420	Leasehold Improvements										
3500	Intangibles										
3600	Acquisition Adjustment										
	<b>Total Accumulated Amortization</b>	(5c)									





2011 FORM 1 INPUT MASTER		For The Year Ended: December 31, 2011										Seperated Results of Idaho Operations				
COMPANY NAME: Midvale Telephone Company, Inc.																
FCC Account and Description		Total Idaho Operations Subject To Separations		MTS & WATS Switched Access		TOLL PLS Special Access		Total		MTS & WATS Switched Access		TOLL PLS Special Access		Local (other)		Total
OPERATING TAXES DETAIL																
7240	General Taxes															
7240	Property	1.	28,538	10,152	3,648	13,800	6,566	425	344	7,403	14,738					
7240	Gross Receipts	2.	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7240	PUC Fee	3.	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7240	Franchise Fees	4.	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7240	Other	5.	3,172	3,172	3,172	3,172	3,172	3,172	3,172	3,172	3,172	3,172	3,172	3,172	3,172	3,172
	Total General Taxes	6.	31,710	13,324	3,648	16,972	6,566	425	344	7,403	14,738					
72XX	Income Taxes (Calculated)															
	Net Income Before SIT & FIT	7.	682,559	999,368	(357,828)	641,540	(623,811)	(29,704)	(35,053)	729,587	41,019					
	Less Fixed Charges (-)	8.	104,774	43,485	12,695	56,180	26,673	1,168	1,593	19,160	48,594					
	Subtotal (lines 7-8)	9.	577,785	955,883	(370,523)	585,360	(650,484)	(30,872)	(36,646)	710,427	(7,575)					
	Other SIT Base Add/Ded. (+)	10.	-	-	-	-	-	-	-	-	-					
	SIT Taxable Inc. (lines 9+-10)	11.	577,785	955,883	(370,523)	585,360	(650,484)	(30,872)	(36,646)	710,427	(7,575)					
	7230 SIT-Current (at 8%)	12.	49,154	76,471	(29,642)	46,829	(52,039)	(2,470)	-	56,834	2,326					
	Other FIT Base Add/Ded. (+)	13.	-	-	-	-	-	-	-	-	-					
	FIT Taxable Inc. (lines 9-12+-13)	14.	528,631	879,412	(340,881)	538,531	(598,445)	(28,402)	-	653,593	26,745					
	Gross FIT	15.	192,194	299,000	(115,900)	183,101	(203,471)	(9,657)	-	222,222	9,093					
	7210P Claimed ITC (-)	16.	-	-	-	-	-	-	-	-	-					
	Surtax Elimination (-)	17.	-	-	-	-	-	-	-	-	-					
	7220 FIT-Current (lines 15-16-17)	18.	192,194	299,000	(115,900)	183,101	(203,471)	(9,657)	-	222,222	9,093					

2011 FORM I INPUT MASTER		For The Year Ended: December 31, 2011		Seperated Results of Idaho Operations				
COMPANY NAME: Midvale Telephone Company, Inc.		For The Year Ended: December 31, 2011		Seperated Results of Idaho Operations				
FCC Account and Description		Total Idaho Operations Subject To Separations	Interstate Operation MTS & WATS Switched Access	TOLL PLS Special Access	Intrastate Operation MTS & WATS Switched Access	TOLL PLS Special Access	Local (other)	Total
2011 FORM I INPUT MASTER		For The Year Ended: December 31, 2011		Seperated Results of Idaho Operations		Seperated Results of Idaho Operations		
COMPANY NAME: Midvale Telephone Company, Inc.		For The Year Ended: December 31, 2011		Seperated Results of Idaho Operations		Seperated Results of Idaho Operations		
Description		Total Idaho Operations Subject To Separations	Interstate Toll	Intrastate Toll	EAS	Local (Other)		
Separation Parameters		Total Idaho Operations Subject To Separations		Interstate Operation		Intrastate Operation		
Note No.	Line No.	Description	Separations	Toll	EAS	Local (Other)		
	1.	SLU Minutes of Use (MOU)	0					
	2.	SLU Factor	1,000,000	0.30629	0.23967	0.45404		
	3.	Base SPF - January 1	1,000,000	0.25	0.25	0.5		
	4.	Base SPF - December 31	1,000,000	0.25	0.25	0.5		
	(20)	Current Composite SPF	1,000,000	0.25	0.25	0.5		
	6.	1996 Weighted DEM	1,000,000	0.85		0.15		
	7.	1996 Unweighted DEM	0.319552	0.319552	0	0		
	(21)	Current CAT 3 Dial Equipment Minutes	0					
	9.	Current Composite DEM Factor	1,000,000	0.85		0.15		
	(22)	Exchange Trunk - Joint Use MOU	0					
	(23)	Host/Remote MOU Kilometers	0					
	(24)	Equal Access MOU	0					
	(25)	Operator Standard Work Seconds	0					
	(26)	Tandem Switching MOU	0					
	15.	IX Conversation MOU	0					
	16.	IX Conversation Minute Kilometers	0					
	17.	Access Lines	925					
	(27)	Unseparated Loop Cost @ 11.1 ROR	1,697,913					
<b>Gross Billed Revenues</b>								
	(28a)	-Marketing Allocation Basis	0					
	(28b)	-Payment & Collection-End User	0					
	(28c)	-Payment & Collection-CXR	380,562	194,523	186,039			
<b>Service Order Contacts</b>								
	(29a)	-Service Order Proc.-End User	6,134			6,134		
	(29b)	-Service Order Proc.-CXR	15	8	7			
<b>Billing Inquiry Contacts</b>								
	(30a)	-Billing Inquiry-End User	12	12				
	(30b)	-Billing Inquiry-CXR	48	13	35			
	(31)	SP+RC Toll Messages	367,609	104,412	263,197			
	(32)	EAS/Local Messages (Msg. Proc.)	0					
	(32)	'BIG 3' Expense Factor-Message	0.91	0.463614	0.228028	0.008585	0.212484	
	29.	-PLS & Special Access	0.09	0.070299	0.016989			
	30.	Operator Services Expense -- Factor	0					
	31.	Access Minutes of Use (End Office)	3,858,216	2,363,010	1,495,206			