



**ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO  
THE IDAHO PUBLIC UTILITIES COMMISSION  
FOR THE YEAR ENDING DECEMBER 31, ~~2009~~  
2011**

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IDAHO PUBLIC  
UTILITIES COMMISSION

**COMPANY INFORMATION**

Exact name of utility: Albion Telephone Company, Inc.

Address of principal office: 225 West North Street. P.O. Box 98 Albion, ID 83311

Telephone Number (Area Code 208 673-5335)

Cities or towns served: Albion, Almo, Elba, Holbrook, Malta, Raft River, Malad,  
Mackay, Moore, Arco, Howe; Idaho: Yost; Utah

Name and title of officer having custody of the general corporate books of account:  
ODeen K. Redman, President

Address of office where corporate books are kept and phone number: 225 West North Street. P.O. Box 98 Albion, ID 83311

Organized under the laws of the State of: Idaho

Date of organization: 1929 - Incorporated September 11, 1953

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

If a Subchapter S Corporation, please specify: We are a Subchapter S Corporation

Name and address of controlling company, if any: \_\_\_\_\_

Names of affiliated companies. Give address and description of business: \_\_\_\_\_

**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
President	ODeen K. Redman	P.O. Box 22 Albion, ID 83311
Vice-President	Richard L. Redman	P.O. Box 14 Albion, ID 83311
Secretary	Darla Redman	P.O. Box 22 Albion, ID 83311
Treasurer	Barry Redman	266 S. 950 E. Declo, ID 83323

**DIRECTORS**

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

<b>Name and Address</b>	<b>Term Expired or Current Term Will Expire</b>	<b>Meetings Attended This year</b>	<b>Fees Paid During Year</b>
ODeen K. Redman	NA	12	3600
Richard L. Redman	NA	12	3600
Darla Redman	NA	12	3600
Barry Redman	NA	12	3600

Name of Chairman of the Board: \_\_\_\_\_  
 Name of Secretary (or Clerk) of Board: \_\_\_\_\_  
 Number of Meetings of the Board during the year: \_\_\_\_\_

**MANAGERS**

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

<b>Name</b>	<b>Title</b>	<b>Wages and Bonuses Paid</b>
ODeen K. Redman	President	Confidential
Richard L. Redman	Vice-President/General Manager	Confidential



**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	1823462	2007187	183725
1130 Cash			
1140 Special Cash Deposits			
1150 Working Cash Advances			
1160 Temporary Investments			
1180 Telecommunications Accts. Receivable	509276	496420	-12856
1181 Accts. Rec. Allow. -Telecommunications	-25547	-24809	738
1190 Other Accounts Receivable	688512	731290	42778
1191 Accounts Receivable Allow. - Other			
1200 Notes Receivable	35000	29159	
1201 Notes Receivable Allowance			
1210 Interest & Dividends Receivable			
1220 Material and Supplies	465596	508392	42796
1280 Prepayments	190986	180051	-10935
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			0
1402 Investment in Nonaffiliated Companies	2951780	3582310	630530
1406 Nonregulated Investments	899926	738458	-161468
1407 Unamortized Debt Issuance Expense			
1408 Sinking Funds			
1410 Other Noncurrent Assets			
1438 Deferred Maintenance & Retirements			
1439 Deferred Charges	704342	749999	45657
1500 Other Jurisdiction Assets - Net			
<b>Property, Plant and Equipment</b>			
2001 Telecommunications Plants in Service	37350169	38378300	1028131
2002 Prop. Held for Future Telecom. Use			
2003 Telecom. Plant under Constr. - Short Term	343454	95555	-247899
2004 Telecom. Plant under Constr. - Long Term			
2005 Telecom. Plant Adjustment			
2006 Nonoperating Plant			
2007 Goodwill	4324455	4324455	0
<b>Depreciation and Amortization Accounts</b>			
3100 Accumulated Depreciated	-27105305	-29494663	-2389358
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	-4324455	-4324455	0
3600 Accumulated Amortization - Other			
<b>TOTAL ASSETS</b>	<b>18831651</b>	<b>17977649</b>	<b>-854002</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	423352	314739	-108613
4020 Notes Payable			
4030 Advance Billings and Payments	240800	264000	23200
4040 Customer Deposits	6216	7518	1302
4050 Current Maturities - Long -Term Debt	1259727	568700	-691027
4060 Current Maturities - Capital leases	348328	28034	
4070 Income Taxes - Accrued			0
4080 Other Taxes - Accrued	43757	49567	5810
4100 Net Current Defer. Oper. Income Taxes			
4110 Net Current Defer. Nonoper. Income Taxes			
4120 Other Accrued Liabilities			
4130 Other Current Liabilities	315895	593147	277252
<b>Long-Term Debt</b>			
4210 Funded Debt	5531753	5095705	-436048
4220 Premium on Long-Term Debt			
4230 Discount on Long-Term Debt			
4240 Reacquired Debt			
4250 Obligations Under Capital Leases	306525	280132	
4260 Advances from Affiliated Companies			
4270 Other Long-Term Debt	452193	302058	-150135
<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			
4350 Net Noncur. Defer. Nonoper. Income Taxes			
4360 Other Deferred Credits	132330	132330	0
4370 Other Juris. Liab. & Def. Credits - Net			
<b>Stockholders' Equity</b>			
4510 Capital Stock	40200	40200	0
4520 Additional Paid-In Capital			
4530 Treasury Stock			
4540 Other Capital			
4550 Retained Earnings	9730575	10301519	570944
<b>TOTAL LIAB. &amp; OTHER CREDITS</b>	<b>18831651</b>	<b>17977649</b>	<b>-854002</b>

**ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE**

**TOTAL Company Basis**

	Balance Beginning of Year	Additions During year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
<b>Analysis of Telecommunications Plant in Service</b>					
2111 Land	106547	3499			110046
2112 Motor Vehicles	101076				101076
2113 Aircraft	242121				242121
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	464313	25795		590	490698
2121 Buildings	1510511	169952		-42250	1638213
2122 Furniture	182994	2196			185190
2123 Office Equipment	9186				9186
2124 General Purpose Compute	345248	22234		-3583	363899
2211 Analog Electronic Switchin	0				0
2212 Digital Electronic Switching	4888948	22104		-845473	4065579
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems	249350				249350
2232 Circuit Equipment	8536739	228887		814121	9579747
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal	14618				14618
2362 Other Terminal Equipment	32439				32439
2411 Poles	101758				101758
2421 Aerial Cable	392422			492	392914
2422 Underground Cable	745731				745731
2423 Buried Cable	19363682	633051		-3485	19993248
2424 Submarine Cable					
2426 Intrabuilding Network Cabl	19327				19327
2431 Aerial Wire	43160				43160
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
<b>TOTAL PLANT ACCOUNT</b>	<b>37350170</b>	<b>1107718</b>	<b>0</b>	<b>-79588</b>	<b>38378300</b>

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

	Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
<b>Analysis of Telecommunications Plant in Service</b>					
2111 Land	106547	3499	0	0	110046
2112 Motor Vehicles	101076	0	0	0	101076
2113 Aircraft	242121	0	0	0	242121
2114 Special Purpose Vehicles		0	0	0	
2115 Garage Work Equipment		0	0	0	
2116 Other Work Equipment	464313	25795	0	590	490698
2121 Buildings	1510511	169952	0	-42250	1638213
2122 Furniture	182994	2196	0	0	185190
2123 Office Equipment	9186	0	0	0	9186
2124 General Purpose Computers	345248	22234	0	-3583	363899
2211 Analog Electronic Switching	0	0	0	0	0
2212 Digital Electronic Switching	4888948	22104	0	-845473	4065579
2215 Electro-Mechanical Switching		0	0	0	
2220 Operator Systems		0	0	0	
2231 Radio Systems	247074	0	0	0	247074
2232 Circuit Equipment	8536739	228887	0	814121	9579747
2311 Station Apparatus		0	0	0	
2321 Customer Premises Wiring		0	0	0	
2341 Large Private Branch Exchanges		0	0	0	
2351 Public Telephone Terminal Equipment	14618	0	0	0	14618
2362 Other Terminal Equipment	32439	0	0	0	32439
2411 Poles	101758	0	0	0	101758
2421 Aerial Cable	392422	0	0	492	392914
2422 Underground Cable	745731	0	0	0	745731
2423 Buried Cable	19315073	633051	0	-3485	19944639
2424 Submarine Cable		0	0	0	
2426 Intrabuilding Network Cable	19327	0	0	0	19327
2431 Aerial Wire	43160	0	0	0	43160
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
<b>TOTAL PLANT ACCOUNTS</b>	<b>37350170</b>	<b>1107718</b>	<b>0</b>	<b>-79588</b>	<b>38327415</b>
					50885

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

		<b>TOTAL Company Basis</b>				
		<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	126885	25.00%		-2163	129048
2113	Aircraft	242121	10.00%			242121
2114	Special Purpose Vehicles	394972	12.50%	59716	-160	454848
2115	Garage Work Equipment					
2116	Other Work Equipment					
2121	Buildings	708667	3.00%	46722		755389
2122	Furniture	167188	12.50%	16628		183816
2123	Office Equipment	7575	20.00%	1612		9187
2124	General Purpose Computers	311476	20.00%	53013		364489
2211	Analog Electronic Switching	0	12.50%			0
2212	Digital Electronic Switching	3106189	12.50%	441577	525698	3022068
2215	Electro-Mechanical Switching					
2220	Operator Systems					
2231	Radio Systems	145618	20.00%	49415		195033
2232	Circuit Equipment	6747297	10.00%	856676	-455307	8059280
2311	Station Apparatus					
2321	Customer Premises Wiring					
2341	Large Private Branch Exchanges					
2351	Public Telephone Terminal Equipment	14619	23.00%			14619
2362	Other Terminal Equipment	32440	20.00%			32440
2411	Poles	101306	7.50%	452		101758
2421	Aerial Cable	331271	8.60%	7303	0	338574
2422	Underground Cable	380688	6.50%	48473	0	429161
2423	Buried Cable	14224504	6.50%	875551	-289	15100344
2424	Submarine Cable				0	
2426	Intrabuilding Network Cable	19327	20.00%		0	19327
2431	Aerial Wire	43160	14.60%		0	43160
2441	Conduit Systems				0	
<b>TOTAL</b>		<b>27105303</b>		<b>2457138</b>	<b>67779</b>	<b>29494662</b>

\*Please list individual depreciation rate for each account.

**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	126885	25.00%	0	-2163	129048
2113 Aircraft	242121	10.00%	0	0	242121
2114 Special Purpose Vehicles	394972	12.50%	59716	-160	454848
2115 Garage Work Equipment			0	0	
2116 Other Work Equipment		12.50%	0	0	
2121 Buildings	708667	3.00%	46722	0	755389
2122 Furniture	167188	12.50%	16628	0	183816
2123 Office Equipment	7575	20.00%	1612	0	9187
2124 General Purpose Computers	311476	20.00%	53013	0	364489
2211 Analog Electronic Switching	0	12.50%	0	0	0
2212 Digital Electronic Switching	3106189	12.50%	441577	525698	3022068
2215 Electro-Mechanical Switching			0	0	
2220 Operator Systems			0	0	
2231 Radio Systems	143343	20.00%	49415	0	192758
2232 Circuit Equipment	6747297	10.00%	856676	-455307	8059280
2311 Station Apparatus			0	0	
2321 Customer Premises Wiring			0	0	
2341 Large Private Branch Exchanges			0	0	
2351 Public Telephone Terminal Equipment	14619	23.00%	0	0	14619
2362 Other Terminal Equipment	32440	20.00%	0	0	32440
2411 Poles	101306	7.50%	452	0	101758
2421 Aerial Cable	331271	8.60%	7303	0	338574
2422 Underground Cable	380688	6.50%	48473	0	429161
2423 Buried Cable	14175897	6.50%	875551	-289	15051737
2424 Submarine Cable			0	0	
2426 Intra-building Network Cable	19327	20.00%	0	0	19327
2431 Aerial Wire	43160	14.60%	0	0	43160
2441 Conduit Systems			0	0	
<b>TOTAL</b>	<b>27105303</b>		<b>2457138</b>	<b>67779</b>	<b>29443780</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>
Telsat			0
CoBank Patronage			333367
Redban Investment			-13272
Syringa Networks			3228431
Raft River Patronage			20087
Lost River Patronage			11706
Syringa Electronic Equip.			217495
Syringa Fiber			279389
Independent Cable Systems			1991
ICS Electronics			22295
ICS Cable			203176
Spec Access Eq Non-Reg			769
Internet Equipment			15342
Declo Wireless DSL Elec			0
Declo Wireless DSL Cable			0
Voip Equipment			0
Syringa Wireless			0
Syringa Wireless Tower			0
Syringa Wireless Elec			0
Nextphone Website			0
Redban Goodwill			0
DSL Inventory			0
Syringa Wireless Inventory			4541
Voip Inventory			0
<b>Totals</b>			<b>4325317</b>

### RECEIVABLES

Itemize amounts show in Accounts 1180, 1190 and 1200. For notes receivable list each note separately and include the maturity date and interest rate. Minor amounts in Account 1210 may be combined.

<u>Name of Company</u>	<u>Amount at End of Year</u>	
	<u>Notes Receivable</u>	<u>Accounts Receivable</u>
Customers		471612
Qwest		192
CABS		185278
AT&T		0
NECA		413827
Red-Ban		58956
Idaho USF		38708
Syringa Network		27130
Misc.		7198
<b>Totals</b>		<b>1202901</b>

**NOTES PAYABLE**

For Notes Payable, list each note separately and include the maturity date and interest rate.

<u>Name of Creditor</u>	<u>Date of Note</u>	<u>Interest Rate</u>	<u>Due Date</u>	<u>Face Amount</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
<b>Totals</b>	_____	_____	_____	_____

**ACCOUNTS PAYABLE**

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

<u>Name of Creditor</u>	<u>Amount</u>
Federal Excise Tax	14000
Misc	229449
Qwest pmts to Arapahoe Tel	0
Syringa Wireless	37621
ATC Long Distance	11646
State USF Surcharge	498
Verisign	0
911 Payable	4093
Conseco	1174
Franchise Fee - ICS	16258
<b>Totals</b>	<b>314739</b>
	0

**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>Face Amount Authorized</u>	<u>Outstanding Year-End</u>	<u>Premium/ Discount Total</u>	<u>Year Amortized</u>	<u>Interest for year Rate</u>	<u>Amount</u>
RUS Notes	Various	Various	9212887	5587621			2% to 5%	260184
CoBank	10-1996	12-2011	10380240	0			Variable	18035
Rich Redman	Dec-09	1-2013	101405	63850			5.00%	3718
Odeen Redman	Feb-10	2-2013	420568	314992			5.00%	17226
Wells Fargo Capital Lease	Feb-10	2-2013	83478	31729			16.20%	2783
CoBank Capital Lease	Nov-10	11-2012	648266.94				4.31%	15970



**INCOME & RETAINED EARNINGS STATEMENT**

Item	Total Company	Idaho Only
Total Operating Income (from page 15)	9293215	9258055
Total Operating Expenses (from page 17)	8617123	8578631
7100 Other Operating Income and Expense	0	0
7210 Operating Investment Tax Credits-Net		
7220 Operating Federal Income Taxes	0	0
7230 Operating State and Local Income Taxes	20	20
7240 Operating Other Taxes	117815	117815
7250 Provision for Deferred Operating Income Taxes-Net	0	0
7200 Operating Taxes (Total)	117835	117835
7310 Dividend Income		
7320 Interest Income	12000	12000
7330 Income from Sinking and Other Funds		
7340 Allowance for Funds Used During Construction	0	0
7350 Gains/Losses from the Disposition of Certain Property	0	0
7360 Other Nonoperating Income	174128	174128
7370 Special Charges		
7300 Nonoperating Income and Expense	186128	186128
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	299989	299989
7520 Interest Expense-Capital Leases	18753	18753
7530 Amortization of Debt Issuance Expense		
7540 Other Interest Deductions	0	0
7500 Interest and Related Items	318742	318742
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	84529	84529
<b>AMOUNT TRANSFERRED TO RETAINED EARNINGS</b>	<b>510172</b>	<b>513504</b>

**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Local Network Services Revenues</b>		
5001 Basic Area Revenue	1347256	1338143
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	228447	228447
5069 Other Local Exchange Settlements	_____	_____
<b>Network Access Services Revenues</b>		
5081 End User Revenue (SLC)	421253	419059
5082 Switched Access Revenue (Interstate)	5612527	5594898
5083 Special Access Revenue	845055	845055
5084 State Access Revenue (Intrastate)	739439	733215
<b>Long Distance Network Services Revenues</b>		
5100 Long Distance Message Revenue - All	_____	_____
<b>Miscellaneous Revenues</b>		
5230 Directory Revenue	_____	_____
5240 Rent Revenue	30752	30752
5250 Corporate Operations Revenue	_____	_____
5261 Special Billing Arrangements Revenue	_____	_____
5262 Customer Operations Revenue	8689	8689
5263 Plant Operations Revenue	_____	_____
5264 Other Incidental Regulated Revenue	0	0
5269 Other Revenue Settlements	_____	_____
5270 Carrier Billing & Collection Revenue	62995	62995
<b>Uncollectible Revenues</b>		
5301 Uncollectible Revenue - Telecommunications	-3198	-3198
5302 Uncollectible Revenue - Other	_____	_____
<b>TOTAL OPERATING REVENUES</b>	<b>9293215</b>	<b>9258055</b>

Please identify the following revenues:

NECA USF \$ 2013714.00 . To what account were they booked? 5082.12

State USF \$ 464502 . To what account were they booked? 5084.50

**OPERATING REVENUES**

Item	Total Company	Idaho Only
<b>Plant Specific Operations Expense</b>		
6110 Network Support Expenses	1830	1830
6112 Motor Vehicle Expense	78617	78186
6113 Aircraft Expense	10978	10910
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense	1249	1241
6120 General Support Expenses	-270	-268
6121 Land and Building Expenses	222344	220964
6122 Furniture and Artworks Expense	516	513
6123 Office Equipment Expense	52844	52516
6124 General Purpose Computers Expense	76643	76167
6210 Central Office Switching Expenses	648195	644171
6211 Analog Electronic Expense		
6212 Digital Electronic Expense	0	0
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses	489565	486526
6231 Radio Systems Expense	0	0
6232 Circuit Equipment Expense	128515	127717
6310 Information Origination/Termination Expense	0	0
6311 Station Apparatus Expense	0	0
6341 Large Private Branch Exchange Expense		
6351 Public Telephone Terminal Equipment Expense	0	0.00
6362 Other Terminal Equipment Expense	0	0
6410 Cable and Wire Facilities Expenses	-3129	-3110
6411 Pole Expense	0	
6421 Aerial Cable Expense	16585	16482
6422 Underground Cable Expense	0	0
6423 Buried Cable Expense	1822660	1811345
6424 Submarine Cable Expense		
6425 Deep Sea Cable Expense		
6426 Intrabuilding Network Cable Expense		
6431 Aerial Wire Expense		
6441 Conduit Systems Expense		
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>3547142</b>	<b>3525189</b>

## OPERATING REVENUES

Item	Total Company 3547142	Idaho Only 3525189
<b>Plant Nonspecific Operations Expense</b>		
6510 Other Property/Plant/Equipment Expenses		
6511 Property Held for Future Telecomm. Use Expenses	-2	
6512 Provisioning Expense	-242	-242
6530 Network Operations Expense	0	0
6531 Power Expense	95784	95189
6532 Network Administration Expense	91341	90774
6533 Testing Expense		
6534 Plant Operations Administration Expense		
6535 Engineering Expense	113587	112882
6540 Access Expense	144355	143459
6560 Depreciation and Amortization Expenses	0	0
6561 Depreciation Expense-Telecom. Plant in Service	2448763	2448763
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>2893588</b>	<b>2890825</b>
<b>Customer Operations Expense</b>		
6610 Marketing	0	0
6611 Product Management	0	0
6612 Sales		
6613 Product Advertising	100711	100086
6620 Services	3312	-319
6621 Call Completion Services		
6622 Number Services		
6623 Customer Services	569836	569836
<b>Total Customer Operations Expense</b>	<b>673859</b>	<b>669603</b>
<b>Corporate Operations Expense</b>		
6710 Executive and Planning		
6711 Executive	701869	697422
6712 Planning		
6720 General and Administrative	513845	510571
6721 Accounting and Finance	154681	153720
6722 External Relations	102752	102101
6723 Human Resources	18894	18774
6724 Information Management	0	0
6725 Legal	3223	3203
6726 Procurement		
6727 Research and Development		
6728 Other General and Administrative	7270	7224
6790 Provision for Uncollectible Notes Receivable		
<b>Total Corporate Operations Expense</b>	<b>1502534</b>	<b>1493015</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>8617123</b>	<b>8578631</b>



**NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING 2010.**

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
1 <u>ALL</u>	3925			119970	179112	299082	76
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, 2011

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 2-1-11

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

\_\_\_\_\_  
\_\_\_\_\_

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company 0

Category of complaints (if known):

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

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

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

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

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

Miscellaneous \_\_\_\_\_

Rev 3/02

CERTIFICATE

State of Idaho )  
 ) ss  
County of Cassia )

I, the undersigned Richard Redman,  
of Albion Telephone Company, Inc. located at 225 W. North Street, Albion, ID 83311,  
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.

Richard Redman  
(Chief Officer)

Richard Redman  
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 5th day of April, (Year) 2012.

Nancy J. Wolf  
Notary Public

My Commission expires 12/14, (Year) 2015.

Nancy J. Wolf  
Notary Public  
State of Idaho



RECEIVED

p 208-673-5335 / f 208-673-6200 / e atc@atcnet.net / a 225 W. North St. Albion, ID 83311

2012 MAY -1 PM 3:35

IDAHO PUBLIC  
UTILITIES COMMISSION

April 12, 2012

Idaho Public Utilities Commission  
Attn: Terri Carlock  
PO Box 83720  
Boise, ID 83720-0074

Dear Ms. Carlock:

Enclosed please find the Idaho Separated Results of Operations Form I for Albion Telephone Company, Inc.

If you have any questions or concerns, please feel free to call me at 673-5335.

Sincerely,

A handwritten signature in blue ink that reads 'Julie Laumb'.

Julie Laumb  
Accounting Manager



2010 FORM 1 INPUT MASTER		For The Year Ended: December 31, 2010		Separated Results of Idaho Operations							
COMPANY NAME: Albion Telephone Company, Inc.		Total Idaho Operations Subject To Separations		Intrastate Operation							
FCC Account and Description	Note No.	Line No.	MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access	EAS	Local (other)	Total		
<b>SUMMARY (continued)</b>											
Average Rate Base											
2001 Telecom Plant in Service	(5b)	1.	39,529,603	14,660,335	3,756,356	18,416,691	7,141,518	946,162	527,556	12,487,676	21,112,912
2005 Plant Acquisition Adjustment		2.									
3100 Less: Accumulated Depr. (-)	(5c)	3.	(25,623,666)	(8,032,589)	(2,362,642)	(10,395,231)	(4,802,711)	(776,930)	(275,630)	(9,373,164)	(15,228,495)
3400-3600 Accumulated Amort. (-)	(5)	4.									
4100-4300 Accum. Deferred Tax (-)		5.	(895,603)	(332,152)	(85,106)	(417,258)	(161,802)	(21,427)	(11,953)	(283,153)	(478,345)
1220 Materials and Supplies		6.	325,481	115,881	19,991	135,872	56,086	8,516	3,377	111,630	189,609
4040 Customer Deposits		7.	(7,825)	(2,902)	(744)	(3,646)	(1,414)	(187)	(104)	(2,474)	(4,179)
4310 Other Long Term Liabilities		8.									
Equal Access Equipment	(7)	9.									
Other Rate Base		10.	877,844	350,092	79,255	428,347	150,982	17,723	10,810	268,977	448,497
<b>Total Average Rate Base</b>		11.	<b>14,205,834</b>	<b>6,758,865</b>	<b>1,407,110</b>	<b>8,165,775</b>	<b>2,392,659</b>	<b>173,852</b>	<b>254,056</b>	<b>3,219,492</b>	<b>6,040,059</b>
<b>PLANT IN SERVICE DETAIL</b>											
21XX General Support Facilities		1.	3,008,303	1,115,689	285,868	1,401,557	543,468	72,005	40,148	951,105	1,606,746
22XX Central Office Equipment:		2.									
CAT 1-Operator Systems		3.									
CAT 2-Tandem Switching (Alloc.)		4.									
CAT 3-Local Switching		5.	2,522,298	2,143,953		2,143,953				378,345	378,345
CAT 4-12-Exch. Trunk (Joint Use)		6.	244,092		1,957,148	1,957,148			200,293	244,092	244,092
CAT 4-13-Subscr. Line (Joint Use)		7.	2,157,447		33,201	1,437,878			11,302	2,809,356	200,269
CAT 4-13-Subscr. Line (Ded. Use)		8.	5,663,215	1,404,678			1,404,678				4,225,336
CAT 4-23-JX Trunk (Joint Use)		9.	1,096,965	849,300	17,607	866,907	222,615	7,043			229,658
CAT 4-23-JX Trunk (Ded. Use)		10.	63,961		22,042			41,919			41,919
CAT 4-3-Host/Remote Trunk Ckt.		11.	1,321,004	796,856		796,856	208,854			315,284	524,148
Other COE		12.									
<b>Total COE</b>		13.	<b>13,068,682</b>	<b>5,194,787</b>	<b>2,029,988</b>	<b>7,224,785</b>	<b>1,836,157</b>	<b>260,563</b>	<b>244,092</b>	<b>3,502,985</b>	<b>5,843,797</b>
23XX Information Orig./Term. Equipment:		14.									
CAT 1-Regulated CPE		15.									
Other IOT		16.									
<b>Total IOT</b>		17.									
24XX Cable & Wire Facilities:		18.									
CAT 13-Subscriber Line (Common)		19.	15,306,469	3,826,625		3,826,625				7,653,249	11,479,874
CAT 1.1-2-Subscriber Line (Ded.)		20.	121,236	90,446		90,446			30,790		30,790
CAT 2-Exch. Trunk (Joint Use)		21.	243,316						243,316		243,316
CAT 2-Exch. Trunk (Ded. Use)		22.	1,379,144								
CAT 3-IX Trunk (Joint Use)		23.	4,264,280	3,536,887	45,147	3,578,834	676,664		543,300		543,300
CAT 3-IX Trunk (Ded. Use)		24.	502,775	472,053		472,053			30,722		30,722
CAT 4-Host/Remote Trunk		25.	1,635,468	986,547		986,547	258,584		390,337		648,921
Other C&WF		26.									
<b>Total C&amp;WF</b>			<b>23,452,718</b>	<b>8,349,859</b>	<b>1,440,490</b>	<b>9,790,349</b>	<b>4,761,873</b>	<b>613,594</b>	<b>243,316</b>	<b>8,043,586</b>	<b>13,662,369</b>

2010 FORM INPUT MASTER		For The Year Ended: December 31, 2010		Separated Results of Ishaq Operations				
COMPANY NAME: Alblon Telephone Company, Inc.		Total Ishaq Operations		Intrastate Operation				
Note No.	FCC Account and Description	Line No.	MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access	Local (other)	Total
26XX	Other Assets:							
	Capital Leases	27.	-	-	-	-	-	-
	Leasehold Improvements	28.	-	-	-	-	-	-
	Intangibles	29.	-	-	-	-	-	-
	Total Other Assets	30.	-	-	-	-	-	-
(5b)	Total Telecom. Plant in Service	31.	39,529,803	3,756,356	7,141,518	946,182	527,556	21,112,912
<b>Depreciation &amp; Amortization</b>								
<b>Accumulated Depreciation Detail</b>								
1.	311X General Support Facilities		(777,282)	(183,786)	(349,411)	(46,293)	(25,812)	(611,470)
2.	312X Central Office Switching		(1,642,456)	-	-	-	-	(289,845)
3.	312X Operator Systems		-	-	-	-	-	-
4.	312X Central Office Transmission		(1,382,252)	(1,426,981)	(1,223,386)	(122,659)	(173,300)	(3,776,954)
5.	313X Information Orig./Term. Equip.		-	-	-	-	-	-
6.	314X Cable & Wire Facilities		(3,790,599)	(749,875)	(3,229,914)	(547,944)	(76,518)	(6,272,274)
(5c)	Total Accumulated Depreciation	7.	(8,032,688)	(2,382,642)	(4,802,711)	(776,930)	(275,630)	(15,228,495)
<b>Accumulated Amortization Detail</b>								
8.	3410 Capital Leases		-	-	-	-	-	-
9.	3420 Leasehold Improvements		-	-	-	-	-	-
10.	3500 Intangibles		-	-	-	-	-	-
11.	3600 Acquisition Adjustment		-	-	-	-	-	-
(5c)	Total Accumulated Amortization	12.	-	-	-	-	-	-
<b>OPERATING EXPENSE DETAIL</b>								
<b>61XX-64XX Plant Specific Operations</b>								
1.	6110-20 General Support Facilities		465,973	44,280	84,184	11,153	6,219	147,222
2.	621X Central Office Switching		636,152	98,816	89,330	12,684	11,882	170,513
3.	6220 Operator Systems		-	-	-	-	-	-
4.	623X Central Office Transmission		675,144	104,873	94,859	13,461	12,610	180,970
5.	63XX Information Orig./Term. Equip.		-	-	-	-	-	-
6.	64XX Cable & Wire Facilities		1,065,784	65,462	216,398	27,884	11,057	365,532
(5a)	Total Plant Specific	7.	2,843,053	313,431	484,821	65,182	41,768	864,342
<b>65XX Plant Nonspecific Operations</b>								
8.	6512 Provisioning		85	22	41	5	3	72
9.	653X Network Operations		387,238	36,798	69,959	9,269	5,168	122,429
10.	6540 Access Paid to LECs		110,745	110,745	-	-	-	206,825
(5a)	Total Plant Nonspecific	11.	498,211	36,820	70,000	9,274	5,171	122,591
<b>656X Depreciation &amp; Amortization</b>								
12.	6561 General Support Facilities		178,807	16,991	32,304	4,280	2,386	56,522
13.	6561 Central Office Switching		167,207	142,126	-	-	-	25,081
14.	6561 Operator Systems		-	-	-	-	-	-
15.	6561 Central Office Transmission		894,089	171,937	154,825	23,495	21,947	450,128
16.	6561 Information Orig./Term. Equip.		-	-	-	-	-	-
17.	6561 Cable & Wire Facilities		1,256,540	69,884	260,885	42,202	11,229	459,796
18.	6563 Capital Leases		-	-	-	-	-	-
19.	6563 Leasehold Improvements		-	-	-	-	-	-
20.	6564 Intangibles		-	-	-	-	-	-
21.	6565 Acquisition Adjustment		-	-	-	-	-	-
(5a)	Total Depreciation & Amortization	22.	2,496,643	259,812	447,814	69,977	35,562	791,270
			1,152,020					1,344,823

2010 FORM 1 INPUT MASTER		For The Year Ended: December 31, 2010		Separated Results of Idaho Operations						
COMPANY NAME: Abilon Telephone Company, Inc.		Total Idaho Operations Subject To Separations		Interstate Operation TOLL PLS Special Access		Intrastate Operation TOLL PLS Special Access		Local (Other)		Total
FCC Account and Description	Note No.	Line No.	MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access	Local (Other)	Total
<b>OPERATING EXPENSE (Continued)</b>										
66XX Customer Operations										
661X Marketing		1.	51,694	3,079	8,778	2,607			30,426	39,811
662X Operator Services		2.	-	-	-	-	-	-	-	-
662X Directory Publishing-Alpha		3.	-	-	-	-	-	-	-	-
662X Directory Publishing-Foreign		4.	-	-	-	-	-	-	-	-
6623 Service Order Proc.-End User		5.	115,200		9,697				92,152	101,749
6623 Payment & Collection-End User		6.	41,167		25,817				62,033	87,850
6623 Billing Inquiry-End User		7.	24,507		15,370				36,928	52,298
6623 Service Order Proc.-CXR		8.	562		562					562
6623 Payment & Collection-CXR		9.	3,468		3,468					3,468
6623 Billing Inquiry-CXR		10.	1,535		1,535					1,535
6623 Coin Administration		11.	-		-				-	-
6623 Rev. Acctg.-Toll Ticket Proc.		12.	-		-				-	-
6623 Rev. Acctg.-Local Mass. Proc.		13.	22,424		22,424					22,424
6623 Rev. Acctg.-Other Bill & Coll.		14.	54,826		16,352				19,237	29,846
6623 Rev. Acctg.-SLC Billing		15.	2,886		2,886					2,886
6623 Rev. Acctg.-CXR B & C		16.	10,799		10,799					10,799
6623 B & C Amts Paid to LECs		17.	-		-				-	-
6623 Other Customer Service		18.	5,338		5,338					5,338
<b>Total Customer Operations</b>		19.	<b>295,932</b>	<b>3,079</b>	<b>123,009</b>	<b>2,607</b>	<b>123,009</b>	<b>2,607</b>	<b>240,776</b>	<b>366,392</b>
67XX Corporate Operations:		20.								
671X Executive & Planning		21.	315,280	74,696	139,640	15,563	139,640	15,563	254,114	418,835
672X General & Administrative		22.	386,353	76,097	150,015	16,655	150,015	16,655	272,993	449,363
6728 EAS Settlement Expense		23.	-	-	-	-	-	-	-	-
<b>Total Corporate Operations</b>		24.	<b>701,673</b>	<b>150,793</b>	<b>289,655</b>	<b>32,168</b>	<b>289,655</b>	<b>32,168</b>	<b>527,107</b>	<b>868,783</b>
<b>Other Operating Expenses:</b>										
Equal Access Provision		(10)	-	-	-	-	-	-	-	-
Universal Service Fund		(11)	-	-	-	-	-	-	-	-
Lifeline Connection Assistance		(12)	-	-	-	-	-	-	-	-
<b>Total Other</b>		(5a)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Operating Expenses</b>		(5a)	<b>3,218,767</b>	<b>762,935</b>	<b>1,415,299</b>	<b>179,198</b>	<b>1,415,299</b>	<b>179,198</b>	<b>2,545,996</b>	<b>4,242,862</b>



2010 FORM INPUT MASTER		For The Year Ended: December 31, 2010		Separated Results of Idaho Operations	
COMPANY NAME: Albion Telephone Company, Inc.		Interestate Operation		Intrastate Operation	
FCC Account and Description		MTS & WATS Switched	TOLL PLS Special Access	MTS & WATS Switched	TOLL PLS Special Access
2010 FORM INPUT MASTER		Total	Total	Total	Total
COMPANY NAME: Albion Telephone Company, Inc.		For The Year Ended: December 31, 2010		Separated Results of Idaho Operations	
FCC Account and Description		MTS & WATS Switched	TOLL PLS Special Access	MTS & WATS Switched	TOLL PLS Special Access
2010 FORM INPUT MASTER		Total	Total	Total	Total
COMPANY NAME: Albion Telephone Company, Inc.		For The Year Ended: December 31, 2010		Separated Results of Idaho Operations	
FCC Account and Description		MTS & WATS Switched	TOLL PLS Special Access	MTS & WATS Switched	TOLL PLS Special Access
2010 FORM INPUT MASTER		Total	Total	Total	Total
COMPANY NAME: Albion Telephone Company, Inc.		For The Year Ended: December 31, 2010		Separated Results of Idaho Operations	
FCC Account and Description		MTS & WATS Switched	TOLL PLS Special Access	MTS & WATS Switched	TOLL PLS Special Access
2010 FORM INPUT MASTER		Total	Total	Total	Total
(19)	Separation Parameters				
(1)	Plant				
(2)	SLU Minutes of Use (MOU)	90,184,712	6,552,010	20,387,268	37,857,864
(3)	SLU Factor	1,000,000	0.28	0.07	0.42
(4)	Base SPF - January 1	1,000,000	0.25	0.25	0.50
(5)	Base SPF - December 31	1,000,000	0.25	0.25	0.50
(6)	Current Composite SPF	1,000,000	0.25	0.25	0.50
(7)	1996 Weighted DEM	1,000,000	0.85	0.31	0.15
(8)	1996 Unweighted DEM	1,000,000	0.10	0.10	0.45
(9)	Current CAT 3 Dial Equipment Minutes	90,184,713	25,347,648	6,551,933	37,857,864
(10)	Current Composite DEM Factor	1,000,000	0.85		0.15
(11)	Exchange Trunk - Joint Use MOU	0			
(12)	Hour/Minute MOU Kilometers	90,184,713	25,347,648	6,551,933	37,857,864
(13)	Equal Access MOU	0			
(14)	Operator Standard Work Seconds	0			
(15)	Tandem Switching MOU	0			
(16)	IX Conversation MOU	31,939,680	25,306,313	6,633,267	
(17)	IX Conversation Minute Kilometers	190,191,538	159,645,592	30,545,946	
(18)	Access Lines	3,853			
(19)	Unseparated Loop Cost @ 11.1 ROR	5,338,663			
(20)	Gross Billed Revenues				
(21)	-Marketing Allocation Basis	16,672	9,658	1,654	5,360
(22)	-Payment & Collection-End User	3,042,153	970,698	608,739	1,462,718
(23)	-Payment & Collection-CXR	2,666	1,333	1,333	
(24)	Service Order Contacts				
(25)	-Service Order Proc.-End User	3,568	1,586	186	1,786
(26)	-Service Order Proc.-CXR	433	216	217	
(27)	Billing Inquiry Contacts				
(28)	-Billing Inquiry-End User	3,042,153	970,698	608,739	1,462,718
(29)	-Billing Inquiry-CXR	1,180	590	590	
(30)	SP-RC Toll Messages	1,113,798	477,663	636,135	
(31)	EAS/Local Messages (Msg. Proc.)	0			
(32)	"BIG 3" Expense Factor-Message	0.90	0.41	0.17	0.30
(33)	-PLS & Special Access	0.10	0.09	0.01	
(34)	Operator Services Expense - Factor	1			
(35)	Access Minutes of Use (End Office)	13,948,763	10,419,559	3,530,204	1,000