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ANNUAL REPORT

IDAHO PUBLIC
UTILITIES COMMISSION

OF

DIRECT COMMUNICATIONS ROCKLAND INC.

NAME

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2011

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

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COMPANY INFORMATION

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IDAHO PUBLIC
UTILITIES COMMISSION

Exact name of utility: DIRECT COMMUNICATIONS ROCKLAND, INC
Address of principal office: 150 South Main Rockland, Idaho 83271
Telephone Number (Area Code 208) 548 - 2345
Cities or towns served: Rockland, Arbon, Paris, Bloomington, St. Charles, & Fish Haven

Name and title of officer having custody of the general corporate books of account: _____
Leonard May, President

Address of office where corporate books are kept and phone number: _____
150 South Main Rockland, Idaho 83271 (208) 548 - 2345

Organized under the laws of the State of: Idaho

Date of organization:: 1973

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: _____
Direct Communciations Cable, 150 South Main Rockland, Idaho 83271, Non-reg Telecommunications
Direct Communciations Cedar Valley, 150 South Main Rockland, Idaho 83271, ILEC

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 - Treasurer	Leonard May	P.O. Box 269 Rockland, Idaho 83271
Vice Pres. - Secretary	Marilyn May	P.O. Box 269 Rockland, Idaho 83271
General Manager	Jeremy Smith	P.O. Box 269 Rockland, Idaho 83271

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
Leonard May Rockland ID	May-11	12	
Marilyn May Rockland ID	May-11	12	
Garrin Bott Rockland ID	May-11	12	
Kip Wilson Rockland ID	May-11	12	
Jeremy Smith Rockland ID	May-11	12	
Scott Hendrickson Rockland ID	May-11	12	

Name of Chairman of the Board: Leonard May
 Name of Secretary (or Clerk) of Board: Marilyn May
 Number of Meetings of the Board during the year: 12

MANAGERS

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

Name	Title	Wages and Bonuses Paid
Leonard May	President - Treasurer	Information is Confidential
Marilyn May	Vice Pres. - Secretary	
Jeremy Smith	General Manager	

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			
1130 Cash	471,208	633,691	162,483
1140 Special Cash Deposits	10,160	10,180	20
1150 Working Cash Advances	500	300	(200)
1160 Temporary Investments	102,897	502,774	399,877
1180 Telecommunications Accts. Receivable	92,881	627,213	534,332
1181 Accts. Rec. Allow. -Telecommunications	(6,000)	(6,900)	(900)
1190 Other Accounts Receivable	614,007	3,354	(610,653)
1191 Accounts Receivable Allow. - Other	(49,000)	(70,600)	(21,600)
1200 Notes Receivable		60,295	60,295
1201 Notes Receivable Allowance			0
1210 Interest & Dividends Receivable			0
1220 Material and Supplies	107,879	76,333	(31,546)
1280 Prepayments			0
1290 Prepaid Rents			0
1300 Prepaid Taxes	70,000	5,500	(64,500)
1310 Prepaid Insurance	23,108	18,632	(4,476)
1320 Prepaid Directory Expenses			0
1330 Other Prepayments		5,707	5,707
1350 Other Current Assets	30,000	30,000	0
Noncurrent Assets			
1401 Investment in Affiliated Companies	3,126,694	3,156,316	29,622
1402 Investment in Nonaffiliated Companies			0
1406 Nonregulated Investments	1,678	-	(1,678)
1407 Unamortized Debt Issuance Expense			0
1408 Sinking Funds			0
1410 Other Noncurrent Assets	9,787	9,787	0
1438 Deferred Maintenance & Retirements			0
1439 Deferred Charges	59,044	-	(59,044)
1500 Other Jurisdiction Assets - Net			0
Property, Plant and Equipment			
2001 Telecommunications Plants in Service	29,525,947	25,249,504	(4,276,443)
2002 Prop. Held for Future Telecom. Use			0
2003 Telecom. Plant under Constr. - Short Term	88,149	33,807	(54,342)
2004 Telecom. Plant under Constr. - Long Term			0
2005 Telecom. Plant Adjustment			0
2006 Nonoperating Plant	1,241,866	4,966,851	3,724,985
2007 Goodwill			0
Depreciation and Amortization Accounts			
3100 Accumulated Depreciated	17,463,259	16,847,121	(616,138)
3200 Accum. Depre. - Held for Future Use			0
3300 Accumulated Depreciation - Nonoperating	1,161,164	1,735,689	574,525
3400 Accumulated Amortization - Tangible			0
3410 Accum. Amort. - Capitalized Leases			0
3420 Accum. Amort. - Leasehold Improvements			0
3500 Accumulated Amortization - Intangible			0
3600 Accumulated Amortization - Other			0
TOTAL ASSETS	16,896,383	16,729,934	408,076

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	160,535	284,721	124,186
4020 Notes Payable			0
4030 Advance Billings and Payments	29,693	30,926	1,233
4040 Customer Deposits			0
4050 Current Maturities - Long -Term Debt	1,621,529	1,514,239	(107,290)
4060 Current Maturities - Capital leases			0
4070 Income Taxes - Accrued			0
4080 Other Taxes - Accrued	35,000	31,754	(3,246)
4100 Net Current Defer. Oper. Income Taxes			0
4110 Net Current Defer. Nonoper. Income Taxes			0
4120 Other Accrued Liabilities	60,197	92,535	32,339
4130 Other Current Liabilities			0
Long-Term Debt			
4210 Funded Debt	8,552,538	8,581,304	28,766
4220 Premium on Long-Term Debt			0
4230 Discount on Long-Term Debt			0
4240 Reacquired Debt			0
4250 Obligations Under Capital Leases			0
4260 Advances from Affiliated Companies			0
4270 Other Long-Term Debt	1,342,468		(1,342,468)
Other Liabilities & Deferred Credits			
4310 Other Long-Term Liabilities			0
4320 Unamort. Oper. Invest. Tax Credits - Net			0
4330 Unamort. Nonoper. Invest. Tax Credits - Net			0
4340 Net Noncurrent Defer. Oper. Income Taxes	1,422,135	1,590,372	168,237
4350 Net Noncur. Defer. Nonoper. Income Taxes			0
4360 Other Deferred Credits			0
4370 Other Juris. Liab. & Def. Credits - Net			0
Stockholders' Equity			
4510 Capital Stock	439,555	439,555	(0)
4520 Additional Paid-In Capital			0
4530 Treasury Stock			0
4540 Other Capital			0
4550 Retained Earnings	3,229,622	4,164,528	934,906
			0
TOTAL LIAB. & OTHER CREDITS	16,893,273	16,729,934	(163,338)

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
Analysis of Telecommunications Plant in Service						
2111	Land	192,320				192,320
2112	Motor Vehicles	517,984	50,526	45,932		522,578
2113	Aircraft					
2114	Special Purpose Vehicles	118,080	9,500			127,580
2115	Garage Work Equipment	17,415				17,415
2116	Other Work Equipment	781,449	6,072			787,521
2121	Buildings	2,260,768				2,260,768
2122	Furniture	72,090				72,090
2123	Office Equipment	36,055				36,055
2124	General Purpose Computers	153,656	96,340			249,996
2211	Analog Electronic Switching					
2212	Digital Electronic Switching	3,465,553	231,686	1,627,709		2,069,530
2215	Electro-Mechanical Switching					
2220	Operator Systems					
2231	Radio Systems	13,886				13,886
2232	Circuit Equipment	3,955,188	228,823			4,184,011
2311	Station Apparatus					
2321	Customer Premises Wiring					
2341	Large Private Branch Exchanges					
2351	Public Telephone Terminal Equipment					
2362	Other Terminal Equipment					
2411	Poles					
2421	Aerial Cable					
2422	Underground Cable					
2423	Buried Cable	17,471,153	304,834			17,775,987
2424	Submarine Cable					
2426	Intrabuilding Network Cable					
2431	Aerial Wire					
2441	Conduit Systems					
2681	Capital Leases					
2682	Leasehold Improvements					
2690	Intangibles	1,241,866				1,241,866
	Non-regulated Telephone Plant	491,715				491,715
TOTAL PLANT ACCOUNTS		30,297,463	927,781	1,673,641	0	30,043,318

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					
2112 Motor Vehicles					
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment					
2121 Buildings					
2122 Furniture					
2123 Office Equipment					
2124 General Purpose Computers					
2211 Analog Electronic Switching					
2212 Digital Electronic Switching					
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment					
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment					
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable					
2424 Submarine Cable					
2426 Intra-building Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
TOTAL PLANT ACCOUNTS					

**SAME AS TOTAL
COMPANY**

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

TOTAL Company Basis					
	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	405,326	25.0%	60,328	43,932	421,722
2113 Aircraft					0
2114 Special Purpose Vehicles	94,504	10.0%	12,282		106,786
2115 Garage Work Equipment	12,495	11.0%	1,916		14,411
2116 Other Work Equipment	597,221	12.5%	97,991		695,212
2121 Buildings	740,966	3.0%	67,823		808,789
2122 Furniture	69,911	12.5%	2,178		72,089
2123 Office Equipment	31,715	12.5%	4,341		36,056
2124 General Purpose Computers	124,306	20.0%	40,510		164,816
2211 Analog Electronic Switching					0
2212 Digital Electronic Switching	2,582,359	12.0%	121,205	1,591,964	1,111,600
2215 Electro-Mechanical Switching					0
2220 Operator Systems					0
2231 Radio Systems	13,887				13,887
2232 Circuit Equipment	2,146,011	10.0%	269,245		2,415,256
2311 Station Apparatus					0
2321 Customer Premises Wiring					0
2341 Large Private Branch Exchanges					0
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	10,306,326	6.5%	647,599		10,953,925
2424 Submarine Cable					0
2426 Intrabuilding Network Cable					0
2431 Aerial Wire					0
2441 Conduit Systems					0
Non-regulated Telephone Plant	338,232		62,630		400,862
TOTAL	17,125,027		1,325,418	1,635,896	17,215,411

*Please list individual depreciation rate for each account.

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

IDAHO Operations Only

	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	_____	_____	_____	_____	_____
2113 Aircraft	_____	_____	_____	_____	_____
2114 Special Purpose Vehicles	_____	_____	_____	_____	_____
2115 Garage Work Equipment	_____	_____	_____	_____	_____
2116 Other Work Equipment	_____	_____	_____	_____	_____
2121 Buildings	_____	_____	_____	_____	_____
2122 Furniture	_____	_____	_____	_____	_____
2123 Office Equipment	_____	_____	_____	_____	_____
2124 General Purpose Computers	_____	_____	_____	_____	_____
2211 Analog Electronic Switching	_____	_____	_____	_____	_____
2212 Digital Electronic Switching	_____	_____	_____	_____	_____
2215 Electro-Mechanical Switching	_____	_____	_____	_____	_____
2220 Operator Systems	_____	_____	_____	_____	_____
2231 Radio Systems	_____	_____	_____	_____	_____
2232 Circuit Equipment	_____	_____	_____	_____	_____
2311 Station Apparatus	_____	_____	_____	_____	_____
2321 Customer Premises Wiring	_____	_____	_____	_____	_____
2341 Large Private Branch Exchanges	_____	_____	_____	_____	_____
2351 Public Telephone Terminal Equipment	_____	_____	_____	_____	_____
2362 Other Terminal Equipment	_____	_____	_____	_____	_____
2411 Poles	_____	_____	_____	_____	_____
2421 Aerial Cable	_____	_____	_____	_____	_____
2422 Underground Cable	_____	_____	_____	_____	_____
2423 Buried Cable	_____	_____	_____	_____	_____
2424 Submarine Cable	_____	_____	_____	_____	_____
2426 Intra-building Network Cable	_____	_____	_____	_____	_____
2431 Aerial Wire	_____	_____	_____	_____	_____
2441 Conduit Systems	_____	_____	_____	_____	_____
TOTAL	_____	_____	_____	_____	_____

**SAME AS TOTAL
COMPANY**

*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 CERTIFICATES & NRTC	1993, 94, & 96		257,522
INDEPENDENT CABLE SYSTEM	2003		94,326
CEDAR VALLEY	2004		586,450
SYRINGA NETWORK	2000		1,791,833
ANPI & SOLEX	2002		17,800
NEWSTREETS, INC.	2002		20,000
SYRINGA WIRELESS	2006		1,044,396
Totals			3,812,327

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		87,882
INTEREXCHANGE CARRIERS AND OTHERS		542,685
Totals	0	630,567

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LONG - TERM DEBT

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

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

<u>Class & Series of Obligation</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Fact Amount Authorized</u>	<u>Outstanding Year-End</u>	<u>Premium/ Discount Total</u>	<u>Year Amortized</u>	<u>Interest for year Rate</u>	<u>Amount</u>
RTFC	1995	Varies	4,805,901	1,042,087			VARIES	114,866
RUS	1979	Varies	6,689,004	5,629,010			Varies	307,943
RTB	2002	2017	3,143,699	1,856,347			Varies	105,260
FORD CREDIT	2006	2012	50,986	30,009			8.94%	873
TOYOTA	2008	2012	57,253	5,527			7.70%	913
GMAC	2008	2012	27,887	9,703			0.00%	0
ZIONS BANK	2006	2011	1,380,772	987,245			VARIES	21,813
FARM CREDIT LEASING	2009	2011	614,913	332,340			VARIES	29,072
LEONARD MAY	2010	2011	66024	37488			6%	918
MAPCOM	2011	2015	137,374	119,748			4.79%	
Mid America Computer	2011	2013	64,995	46039			5.00%	

INCOME & RETAINED EARNINGS STATEMENT

Item	Total Company	Idaho Only
Total Operating Income (from page 15)	4,175,726	
Total Operating Expenses (from page 17)	4,280,543	
7100 Other Operating Income and Expense		SAME AS TOTAL
7210 Operating Investment Tax Credits-Net		
7220 Operating Federal Income Taxes		
7230 Operating State and Local Income Taxes	10	
7240 Operating Other Taxes	51,086	
7250 Provision for Deferred Operating Income Taxes-Net	193,757	
7200 Operating Taxes (Total)	244,853	
7310 Dividend Income	(11,434)	
7320 Interest Income	(11,927)	
7330 Income from Sinking and Other Funds		
7340 Allowance for Funds Used During Construction	0	
7350 Gains/Losses from the Disposition of Certain Property		
7360 Other Nonoperating Income	6,105	
7370 Special Charges	33,880	
7300 Nonoperating Income and Expense	16,624	
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	528,068	
7520 Interest Expense-Capital Leases		
7530 Amortization of Debt Issuance Expense		
7540 Other Interest Deductions	23,534	
7500 Interest and Related Items	551,602	
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	(1,103,973)	
AMOUNT TRANSFERRED TO RETAINED EARNINGS	186,076	

OPERATING REVENUES

Item	Total Company	Idaho Only
Local Network Services Revenues		
5001 Basic Area Revenue	343,546	SAME AS TOTAL
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	37,177	
5069 Other Local Exchange Settlements		
Network Access Services Revenues		
5081 End User Revenue (SLC)	83,589	
5082 Switched Access Revenue (Interstate)	3,083,259	
5083 Special Access Revenue	160,034	
5084 State Access Revenue (Intrastate)	388,193	
Long Distance Network Services Revenues		
5100 Long Distance Message Revenue - All		
Miscellaneous Revenues		
5230 Directory Revenue		
5240 Rent Revenue	65,680	
5250 Corporate Operations Revenue		
5261 Special Billing Arrangements Revenue		
5262 Customer Operations Revenue		
5263 Plant Operations Revenue		
5264 Other Incidental Regulated Revenue	9,307	
5269 Other Revenue Settlements		
5270 Carrier Billing & Collection Revenue	4,941	
Uncollectible Revenues		
5301 Uncollectible Revenue - Telecommunications		
5302 Uncollectible Revenue - Other		
TOTAL OPERATING REVENUES	4,175,726	

Please identify the following revenues:

NECA USF \$ 647,732. To what account were they booked? 5082.22

State USF \$ 202,401. To what account were they booked? 5084.60

OPERATING REVENUES

Item	Total Company	Idaho Only
Plant Specific Operations Expense		
6110 Network Support Expenses		
6112 Motor Vehicle Expense		SAME AS TOTAL
6113 Aircraft Expense		
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense		
6120 General Support Expenses		
6121 Land and Building Expenses	65,317	
6122 Furniture and Artworks Expense	3,312	
6123 Office Equipment Expense		
6124 General Purpose Computers Expense	202,395	
6210 Central Office Switching Expenses	141,945	
6211 Analog Electronic Expense		
6212 Digital Electronic Expense		
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses		
6231 Radio Systems Expense	3,073	
6232 Circuit Equipment Expense	173,171	
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	1,120,265	
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	1,709,477	

OPERATING REVENUES

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	9,572	SAME AS TOTAL
6530 Network Operations Expense		
6531 Power Expense	38,560	
6532 Network Administration Expense	128,500	
6533 Testing Expense		
6534 Plant Operations Administration Expense		
6535 Engineering Expense	39,111	
6540 Access Expense	28,108	
6560 Depreciation and Amortization Expenses	62,630	
6561 Depreciation Expense-Telecom. Plant in Service	1,288,546	
6562 Depreciation Expense-Property Held for Future Use		
6563 Amortization Expense - Tangible		
6564 Amortization Expense - Intangible		
6565 Amortization Expense - Other		
Total Plant Nonspecific Operations Expenses	1,595,028	
Customer Operations Expense		
6610 Marketing		
6611 Product Management	9,040	
6612 Sales		
6613 Product Advertising		
6620 Services		
6621 Call Completion Services		
6622 Number Services	589	
6623 Customer Services	325,613	
Total Customer Operations Expense	335,242	
Corporate Operations Expense		
6710 Executive and Planning		
6711 Executive	276,856	
6712 Planning		
6720 General and Administrative		
6721 Accounting and Finance	274,099	
6722 External Relations		
6723 Human Resources	249	
6724 Information Management	419	
6725 Legal	2,338	
6726 Procurement		
6727 Research and Development		
6728 Other General and Administrative	86,835	
6790 Provision for Uncollectible Notes Receivable		
Total Corporate Operations Expense	640,796	
TOTAL OPERATING EXPENSES	4,280,543	

CENTRAL OFFICE DATA
as of December 31, 2011 (unless otherwise indicated)

Name of Central Office: ROCKLAND
Prefix (es): 548

Central Office Switch Type: Metaswitch - Host

Check all that apply:

Stand Alone X
Host x
Remote

Check one:

Digital X
Analog

Check one:

Electronic X
Electro-Mechanical
Other: Softswitch

Access Line Capacity

Design: 400

Installed/Equipped: 300

Access Lines in Use

Customer Lines: 244
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 0

Company Official Lines 11

Company Test Lines 0

Classification of Customer Access

	Residence			Subtotal Residence	Centrex N.A.R.	Business			Subtotal Business	Total Residence & Business
	Multi- Line 1-Party	Single Line 1-Party	Multi- Party			Multi- Line 1-Party	Single Line 1-Party	Multi- Party		
Beginning		182		182		12	49		61	243
New Connects		10		10		0	18		18	28
Disconnects		20		20		0	7		7	27
End of Year		172		172		12	60		72	244

Foreign Exchange:

Dial Tone from this C.O.: 0
Dial Tone from another C.O.: 0

Directory Listings:

Number of Customers with Nonpublished or Nonlisted: 9

Custom Calling:

Number of customers with at least one feature: 135
Total number of features subscribed to: 34

CENTRAL OFFICE DATA
as of December 31, 2011 (unless otherwise indicated)

Name of Central Office: PARIS
Prefix (es): 945

Central Office Switch Type: METASWITCH

Check all that apply:

Stand Alone X
Host
Remote X

Check one:

Digital X
Analog

Check one:

Electronic X
Electro-Mechanical
Other: Softswitch

Access Line Capacity

Design: 2000

Installed/Equipped: 1000

Access Lines in Use

Customer Lines: 706
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 0

Company Official Lines 7

Company Test Lines 0

Classification of Customer Access

	Residence			Subtotal Residence	Centrex N.A.R.	Business			Subtotal Business	Total Residence & Business
	Multi- Line 1-Party	Single Line 1-Party	Multi- Party			Multi- Line 1-Party	Single Line 1-Party	Multi- Party		
Beginning of Year		644		644		26	64		90	734
New Connects		49		49		10	29		39	88
Disconnects		89		89		8	19		27	116
End of Year		604		604		28	74		102	706

Foreign Exchange:

Dial Tone from this C.O.: 1
Dial Tone from another C.O.: 0

Directory Listings:

Number of Customers with Nonpublished or Nonlisted: 46

Custom Calling:

Number of customers with at least one feature: 380
Total number of features subscribed to: 34

CENTRAL OFFICE DATA
as of December 31, 2011 (unless otherwise indicated)

Name of Central Office: ARBON
Prefix (es): 335

Central Office Switch Type: AZTEK

Check all that apply: **Check one:** **Check one:**
Stand Alone X Digital X Electronic X
Host _____ Analog _____ Electro-Mechanical _____
Remote X Other: _____

Access Line Capacity
Design: 300

Installed/Equipped: 100

Access Lines in Use
Customer Lines: 103
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 0

Company Official Lines 2

Company Test Lines 0

Classification of Customer Access

	Residence			Subtotal Residence	Centrex N.A.R.	Business			Subtotal Business	Total Residence & Business
	Multi- Line 1-Party	Single Line 1-Party	Multi- Party			Multi- Line 1-Party	Single Line 1-Party	Multi- Party		
Beginning of Year		91		91		5	5		10	101
New Connects		3		3		2			2	5
Disconnects		2		2		1			1	3
End of Year		92		92		6	5		11	103

Foreign Exchange:
Dial Tone from this C.O.: 0
Dial Tone from another C.O.: 0

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 9

Custom Calling:
Number of customers with at least one feature: 61
Total number of features subscribed to: 34

NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (Year) 2011.

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 <u>ARBON</u>	<u>99</u>			<u>6,402</u>	<u>22,222</u>	<u>28,624</u>	<u>289</u>
2 <u>ROCKLAND</u>	<u>243</u>			<u>15,649</u>	<u>49,706</u>	<u>65,355</u>	<u>269</u>
3 <u>PARIS</u>	<u>709</u>			<u>26,581</u>	<u>196,002</u>	<u>222,583</u>	<u>314</u>
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 X

Included in directory Yes X No _____

Date of notification Jan-11

Alternate method of notification Letter included w/January statements

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

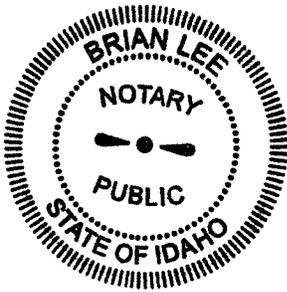
State of Idaho)
) ss
County of)

WE, the undersigned Jeremy Smith

and R. Michael Parrish

of the Direct Communications Rockland, Inc. 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.



[Signature]
(General Manager)

[Signature]
(Accountant)

Subscribed and Sworn to Before Me this 16 day of April, 2012.

[Signature]
Notary Public

My Commission expires June 11, (Year) 2016.

Rev 3/02