ANNUAL REPORT

OF

CTC TCKCOM, INC.

RECEIVED

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

2015 YEAR ENDED



Independent Accountants' Compilation Report

To the Board of Directors CTC Telecom, Inc. Cambridge, Idaho 83610

Management is responsible for the accompanying financial statements of CTC Telecom, Inc. (an Idaho corporation), which comprise the balance sheets as of December 31, 2015 and 2014, and the related statements of income for the year ended December 31, 2015, included in the prescribed form. We have also compiled the supplementary information presented in Company Information, Directors, Managers, Central Office Data, Number Calls Completed and Customer Relations Rules Compliance. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements included in the accompanying prescribed form nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these findings.

Supplementary Information

The supplementary information contained on the aforementioned schedules (Company Information, Directors, Managers, Central Office Data, Number Calls Completed and Customer Relations Rules Compliance) of the accompanying prescribed form are presented for the purposes of additional analysis and are required by the Idaho Public Utility Commission. We have not audited or reviewed the supplementary information and, accordingly, do not express an opinion or provide any assurance about whether the supplementary information is in accordance with the form prescribed by the Idaho Public Utility Commission.

Other Matters

These financial statements and the supplementary information are presented in accordance with the requirements of the Idaho Public Utility Commission, which differ from accounting principles generally accepted in the United States of America. This report is intended solely for the information and use of the Idaho Public Utility Commission and the relevant state and local regulatory agencies and is not intended to be and should not be used by anyone other than these specified parties.

Kiesling Associates LEP Madison, Wisconsin April 8, 2016

ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO THE IDAHO PUBLIC UTILITIES COMMISSION FOR THE YEAR ENDING DECEMBER 31, 2015

COMPANY INFORMATION

Exact name of utility: _	CTC Telecom, Inc.								
Address of principal off	ice: P.O. Box 69, 130 Supe	rior St., Cambridge, ID 83610							
Telephone Number	Area Code (<u>208</u>) <u>257-3314</u>	Email address: rwiggins@ctctele.com							
Cities or towns served:	Hidden Springs and Boise								
Name and title of office	r having custody of the general corpor	rate books of account:							
Richard Wiggins, Presid	dent								
Address of office where	e corporate books are kept and phone	number:							
P.O. Box 69, 130 Supe	rior St., Cambridge, ID 83610, (208) 2	57-3314							
Organized under the law	ws of the State of: Idaho								
Date of organization: _	17-Feb-98								
Form of organization (p	roprietorship, association, corporation): Corporation							
If a Subchapter S Corporation, please specify:									
Name and address of controlling company, if any: Cambridge Telephone Company, Inc.									
P.O. Box 69, 130 Super	rior St., Cambridge, ID 83610								
Names of affiliated com	panies. Give address and description	of business: Cambridge Telephone Company, Inc.							
P.O. Box 69, 130 Supe	rior St., Cambridge, ID 83610-Telecor	nmunications Service;							
CTC Construction, LLC	P.O. Box 88, Cambridge, ID 83610-C	construction Services							
InCom Telecom LLC, 13	30 N. Superior, Cambridge, ID 83610-	DSL, Telecommunications							
	OFFICER	s							
Report below the title, n	ame and office address of each gene	ral officer of the utility at the end of the							
year. If there were any	changes during the year, show the na	me, title, and address of the previous							
officer and the date of o	hange.								
Title	Name	Address							
President	Richard Wiggins	1745 Fairview Ave., Weiser, ID 83672							
Vice President	Kermit Wiggins	P.O. Box 69, Cambridge, ID 83610							
Secretary	Kristie Kanady	P.O. Box 353, Cambridge, ID 83610							

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Treasurer

Joana Wiggins

P.O. Box 69, Cambridge, ID 83610

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.)

	Term Ex	kpired				
	or Curren	t Term	N	leetings Attended	Fees Paid	
Name	Will Ex	cpire		This year	During Year	
and Address			_			
Richard Wiggins						
P.O. Box 69, Cambridge,	ID 83610	Indefinite	_	11	None	
Kermit Wiggins			_			
P.O. Box 69, Cambridge,	ID 83610	Indefinite	_	11	None	
Kristie Kanady			_			
P.O. Box 353, Cambridge	, <u>ID 83610</u>	Indefinite		1	None	
Joana Wiggins						
P.O. Box 69, Cambridge,	ID 83610	Indefinite		1	None	
Name of Chairman of the	Board:	Richard W	iggins			
Name of Secretary (or Cle	erk) of Board	d:	Kristie	Kanady		
Number of Meetings of the	e Board duri	ing the year:		1		
List the name of each pertine total wages and bonus		formed man	-	ent duties for the Co	mpany during the year, and r fees in these amounts.)	
Name		Title			Wages and Bonuses Paid	
5	1					_
	-					_
						_
						_
						_

NOTES TO THE FINANCIAL STATEMENTS

Please provide important information such as changes in accounting or depreciation practices, extensions or additions to the system; disposal of any substantial portion of the property of the utility; reorganization, mergers, or consolidations with other companies; leases executed; other contracts or agreements entered into; changes made in articles of incorporation or amendments; the occurrence of contingency losses or gains.

1 In 1998, CTC Telecom, Inc., (CTC) a wholly-owned subsidiary of Cambridge Telephone Company
Inc. was incorporated, with an initial investment of \$100,000. CTC operates as a Competitive
Local Exchange Carrier in the state of Idaho. Construction of plant facilities was complete in 1999
and began providing services on September 1, 1999. PCS wireless facilities were completed and
service initiated in September, 2001. Additional paid-in capital of \$1,900,000 was invested by
Cambridge Telephone Company, Inc. through December 31, 2015.
2 In 2015 the Company agreed to a term loan beginning January 29, 2016. The loan was
for \$760,000 due January 29, 2023 with a variable interest rate of 4.98%.
3 The Company has annual operating lease payments of \$12,900

BALANCE SHEET Assets and Other Debits

		Balance Beginning	Balance at End	Increase or
Title of	Account	of Year	of Year	(Decrease)
	Current Assets			
1120	Cash and Equivalents			
1130	Cash	22,702	22,535	(167)
1140	Special Cash Deposits			-
1150	Working Cash Advances			-
1160	Temporary Investments			-
1180	Telecommunications Accts. Receivable	53,669	49,177	(4,492)
1181	Accts. Rec. AllowTelecommunications			
1190	Other Accounts Receivable	253,718	622,295	368,577
1191	Accounts Receivable Allow Other			
1200	Notes Receivable			-
1201	Notes Receivable Allowance		-	-
1210	Interest & Dividends Receivable			
1220	Material and Supplies	51,509	31,370	(20,139)
1280	Prepayments			-
1290	Prepaid Rents	6,989		(6,989)
1300	Prepaid Taxes			-
1310	Prepaid Insurance			-
1320	Prepaid Directory Expenses			-
1330	Other Prepayments	3,190	-	(3,190)
1350	Other Current Assets		Control of the control	-
	Noncurrent Assets			
1401	Investment in Affiliated Companies	(159,778)	(406, 108)	(246,330)
1402	Investment in Nonaffiliated Companies	109,806	93,169	(16,637)
1406	Nonregulated Investments			-
1407	Unamortized Debt Issuance Expense			-
1408	Sinking Funds			-
1410	Other Noncurrent Assets	70,278	70,278	-
1438	Deferred Maintenance & Retirements			-
1439	Deferred Charges	7,900	7,900	-
1500	Other Jurisdiction Assets - Net			-
	Property, Plant and Equipment			
2001	Telecommunications Plants in Service	3,864,554	4,254,053	389,499
2002	Prop. Held for Future Telecom. Use			-
2003	Telecom. Plant under Constr Short Term			-
2004	Telecom. Plant under Constr Long Term			-
2005	Telecom. Plant Adjustment			-
2006	Nonoperating Plant			-
2007	Goodwill			-
	Depreciation and Amortization Accounts			
3100	Accumulated Depreciated	2,273,051	2,725,277	452,226
3200	Accum. Depre Held for Future Use			-
3300	Accumulated Depreciation - Nonoperating			-
3400	Accumulated Amortization - Tangible		No. of the contract of the con	-
3410	Accum. Amort Capitalized Leases		-	-
3420	Accum. Amort Leasehold Improvements	-		-
3500	Accumulated Amortization - Intangible			-
3600	Accumulated Amortization - Other			
	TOTAL ASSETS	2,011,486	2,019,392	7,906
	I STAL AUGETU	2,011,400	2,010,002	7,000

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	421,113	411,642	(9,471)
	Notes Payable			-
	Advance Billings and Payments	116,471	127,482	11,011
4040	Customer Deposits			-
4050	Current Maturities - Long -Term Debt			-
4060	Current Maturities - Capital leases			-
4070	Income Taxes - Accrued			-
4080	Other Taxes - Accrued	10,208	10,361	153
4100	Net Current Defer. Oper. Income Taxes			-
4110	Net Current Defer. Nonoper. Income Taxes			-
4120	Other Accrued Liabilities			
4130	Other Current Liabilities			_
	Long-Term Debt			
4210	Funded Debt			
	Premium on Long-Term Debt			-
	Discount on Long-Term Debt			
	Reacquired Debt			-
	Obligations Under Capital Leases			
	Advances from Affiliated Companies			-
4270	Other Long-Term Debt	-		
	Other Liabilities & Deferred Credits			
	Other Long-Term Liabilities			-
	Unamort. Oper. Invest. Tax Credits - Net			-
	Unamort. Nonoper. Invest. Tax Credits - Net			
	Net Noncurrent Defer. Oper. Income Taxes	220,046	229,572	9,526
	Net Noncur. Defer. Nonoper. Income Taxes	(34,646)	(33,763)	883
	Other Deferred Credits	-	_	
4370	Other Juris. Liab. & Def. Credits - Net			
	Stockholders' Equity			
	Capital Stock	100,000	100,000	
	Additional Paid-In Capital	1,900,000	1,900,000	
	Treasury Stock			
	Other Capital	(704 700)	(705.000)	- (4.400)
4550	Retained Earnings	(721,706)	(725,902)	(4,196)
	TOTAL LIAB. & OTHER CREDITS	2,011,486	2,019,392	7,906

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ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE TOTAL Company Basis Balance

		Į	company basis			
		Balance		Plant	Transfers	Balance
		Beginning	Additions	Retired	and	End
		of Year	During year	or Sold	Adjustments	of Year
Analys	Analysis of Telecommunications Plant in Service					
2111	Land	57,586				57,586
2112	Motor Vehicles	182,899	27,457			210,356
2113	Aircraft					
2114	Special Purpose Vehicles					,
2115	Garage Work Equipment					
2116	Other Work Equipment					
2121	Buildings	562,853				562,853
2122	Furniture	1,183				1,183
2123	Office Equipment					
2124	General Purpose Computers	13,254				13,254
2211	Analog Electronic Switching					
2212	Digital Electronic Switching	162,347	128,856		190,782	481,985
2215	Electro-Mechanical Switching					,
2220	Operator Systems					
2231	Radio Systems					
2232	Circuit Equipment	617,886	39,706		(2,582)	655,010
2311	Station Apparatus					
2321	Customer Premises Wiring					
2341	Large Private Branch Exchanges					
2351	Public Telephone Terminal Equipment	1				
2362	Other Terminal Equipment					
2411	Poles					
2421	Aerial Cable					
2422	Underground Cable					,
2423	Buried Cable	2,174,366	3,266			2,177,632
2424	Submarine Cable					
2426	Intrabuilding Network Cable					
2431	Aerial Wire					
2441	Conduit Systems	13,365				13,365
2681	Capital Leases					
2682	Leasehold Improvements					•
1410	Internet	78,815	2,014			80,829
	TOTAL PLANT ACCOUNTS	3,864,554	201,299	•	188,200	4,254,053

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ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS

IDAHO Operations Only

	S. B.		Adjustments of Year																																		
i	Plant	Retired	or Sold		MPANY																																
IDARO Operations Unit		Additions	During Year		SAME AS TOTAL COMPANY																																
	Balance	Beginning	of Year																																		
				Analysis of Telecommunications Plant in Service	Land	Motor Vehicles	Aircraft	Special Purpose Vehicles	Garage Work Equipment	Other Work Equipment	Buildings	Furniture	Office Equipment	General Purpose Computers	Analog Electronic Switching	Digital Electronic Switching	Electro-Mechanical Switching	Operator Systems	Radio Systems	Circuit Equipment	Station Apparatus	Customer Premises Wiring	Large Private Branch Exchanges	Public Telephone Terminal Equipment	Other Terminal Equipment	Poles	Aerial Cable	Underground Cable	Buried Cable	Submarine Cable	Intrabuilding Network Cable	Aerial Wire	Conduit Systems	Capital Leases	Leasehold Improvements	Intangibles	
				Analys	2111	2112	2113	2114	2115	2116	2121	2122	2123	2124	2211	2212	2215	2220	2231	2232	2311	2321	2341	2351	2362	2411	2421	2422	2423	2424	2426	2431	2441	2681	2682	2690	

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION Account 3100

		TOTALC	TOTAL Company Basis	i	;	
		Balance Beginning of Year	Depreciation Rate*	Credits During Year	Ketirements and Adjustments	Balance End of Year
Analys 2112	Analysis of Entries in Accumulated Depreciation 2112 Motor Vehicles	97.602	20.00%	30.875		128.477
2113	Aircraft					
2114	Special Purpose Vehicles					
2115	Garage Work Equipment	1				
2116	Other Work Equipment					1
2121	Buildings	323,479	3.00, 5.00%	25,363		348,842
2122		146	12.30 /0	0		CEO, I
2124	General Purpose Computers	13.254	20.00%			13.254
2211	Analog Electronic Switching					
2212	Digital Electronic Switching	626'99	12.00%	44,232	151,734	262,945
2215	Electro-Mechanical Switching					
2220	Operator Systems					
2231	Radio Systems	1				
2232	Circuit Equipment	331,886	9.00, 12.50%	70,663	(2,582)	399,967
2311	Station Apparatus	,				
2321	Customer Premises Wiring	•				•
2341	Large Private Branch Exchanges					1
2351	Public Telephone Terminal Equipment					1
2362	Other Terminal Equipment					
2411	Poles					
2421	Aerial Cable					
2422	Underground Cable	,				
2423	Buried Cable	1,356,118	5.00, 6.5%	126,673		1,482,791
2424	Submarine Cable					
2426	Intrabuilding Network Cable	1				
2431	Aerial Wire	•				•
1410	Internet	69,421	33.33%	5,120		74,541
2441	Conduit Systems	13,365	%05'9			13,365
	TOTAL	2,273,051		303,074	149,152	2,725,277

^{*}Please list individual depreciation rate for each account.

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ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION Account 3100

IDAHO Operations Only

	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
Analysis of Entries in Accumulated Depreciation 2112 Motor Vehicles		SAME AS TOTAL COMPANY	COMPANY		
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment					
2121 Buildings					
2123 Office Fauinment					
2124 General Purpose Computers					
2211 Analog Flectronic Switching					
2212 Digital Flectronic Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment					
2422 Underground Cable					
2423 Buried Cable					
2424 Submarine Cable					
2426 Intrahuilding Network Cable					
2431 Aprial Wire					
2441 Conduit Systems					
TOTAL					

^{*}Please list individual depreciation rate for each account.

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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>	Date Acquired	Book Cost of Investments Disposed of <u>This year</u>	Book Cost of Investments Held at <u>End of Year</u>
CoBank patronage	various		63,569
Allcom Stock	11/27/2002		29,600
InCom Telecom LLC	2013		(406,108)
****		When the same of t	-
,			
Totals			(312,939)

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.

	Amount at	End of Year
Name of Comment	Notes	Accounts
Name of Company	<u>Receivable</u>	<u>Receivable</u>
Customer accounts receivable		49,177
Interexchange carriers		589
InCom Telecom LLC		572,196
CTC Long Distance		37,755
Miscellaneous		6,143
USAC	4	5,612
Totals		671,472

NOTES PAYABLE

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

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

ACCOUNTS PAYABLE

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

Name of Creditor	<u>Amount</u>
Cambridge Telephone Company	361,428
ADA County 911	1,592
Idaho Power Company	1,182
Kiesling Associates	3,093
Neonova Network Services	5,146
Power and Tel	2,205
Rina, LLC	12,411
Toly Digital Networks	7,762
Universal Service Administration	15,001
Zions ACH Payments	1,458
ANPI, LLC	322
Digline	113
ESPN Inc. Affiliate	295
Gem State Locating	520
Idaho State Tax Commission	219
Intrado, Inc.	230
Telecom Consulting Association	280
Airway Technologies	597
Other, Various	(2,212)
Totals	411,642

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.

for year	te Amount							1
Interest	Rate							
<u>Discount</u> Year	Amortized							
Premium/	Total							
Outstanding	Year-End							
Fact Amount	Authorized							
Date of	Maturity							
Date of	enssi							
Class & Series	of Obligation	NONE						Total

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CAPITAL STOCK

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

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

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

	Number of Shares	Par Value	Outstanding per Balance Sheet					
Class & Series of Stock	<u>Authorized</u>	per Share	Shares	Amount				
Common	5,000,000	No Par	10,000	100,000				
				8				
			9					
	•		•					
				Contraction of the Contraction o				

INCOME & RETAINED EARNINGS STATEMENT

Item	Total Company	ldaho Only
Total Operating Income (from page 15)	807,822	Same as
Total Operating Expenses (from page 17)	957,397	total company
7100 Other Operating Income and Expense		
7210 Operating Investment Tax Credits-Net	858	
7220 Operating Federal Income Taxes	(3,043)	
7230 Operating State and Local Income Taxes	(2)2.27	
7240 Operating Other Taxes	20,721	
7250 Provision for Deferred Operating Income Taxes-Net	10,409	
7200 Operating Taxes (Total)	28,945	
7310 Dividend Income 7320 Interest Income		
7330 Income from Sinking and Other Funds		
7340 Allowance for Funds Used During Construction		
7350 Gains/Losses from the Disposition of Certain Property		-
7360 Other Nonoperating Income	(246,330)	
7370 Special Charges	(496)	
7300 Nonoperating Income and Expense	(246,826)	
Honopolating moone and Expense	(240,020)	
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		
7540 Interest on Freedom Dalet		
7510 Interest on Funded Debt		
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		•
Extraoramary Nome		
7910 Income Effect of Jurisdictional Ratemaking		
Differences-Net		
7990 Nonregulated Net Income	421,151	
AMOUNT TRANSFERRED TO RETAINED EARNINGS	(4,195)	

OPERATING REVENUES

Item	Total Company	ldaho Only		
Local Network Services Revenues				
5001 Basic Area Revenue	84,571	Same as		
5002 Optional Extended Area Revenue		total company		
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	16,097			
5069 Other Local Exchange Settlements Network Access Services Revenues	67,224			
5081 End User Revenue (SLC)	102,430			
5082 Switched Access Revenue (Interstate)	5,302			
5083 Special Access Revenue				
5084 State Access Revenue (Intrastate)	175,211			
Long Distance Network Services Revenues				
5100 Long Distance Message Revenue - All Miscellaneous Revenues	210,482			
5230 Directory Revenue	2,079			
5240 Rent Revenue	119,606			
5250 Corporate Operations Revenue				
5261 Special Billing Arrangements Revenue				
5262 Customer Operations Revenue				
5263 Plant Operations Revenue				
5264 Other Incidental Regulated Revenue	24,127			
5269 Other Revenue Settlements				
5270 Carrier Billing & Collection Revenue Uncollectible Revenues				
5301 Uncollectible Revenue - Telecommunications	693			
5302 Uncollectible Revenue - Other				
TOTAL OPERATING REVENUES	807,822			
Please identify the following revenues:				
USAC USF \$ 67,335 To what acco	ount were they booked? Accou	nt # 5069.10		
State USF \$ NONE . To what a	account were they booked?			

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OPERATING REVENUES

Item	Total Company	ldaho Only
Plant Specific Operations Expense		
6110 Network Support Expenses		Same as
6112 Motor Vehicle Expense	2,346	total company
6113 Aircraft Expense		
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		9
6116 Other Work Equipment Expense		
6120 General Support Expenses		
6121 Land and Building Expenses	21,822	
6122 Furniture and Artworks Expense		
6123 Office Equipment Expense		
6124 General Purpose Computers Expense	1,224	
6210 Central Office Switching Expenses		
6211 Analog Electronic Expense		
6212 Digital Electronic Expense	75,920	
6215 Electro-Mechanical Expense		
6220 Operators System Expense		•
6230 Central Office Transmission Expenses		
6231 Radio Systems Expense	Marie Control of the	
6232 Circuit Equipment Expense	84,476	
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	1	
6423 Buried Cable Expense	36,379	
6424 Submarine Cable Expense	30,013	
6425 Deep Sea Cable Expense		
6426 Intrabuilding Network Cable Expense	***************************************	
6431 Aerial Wire Expense		
6441 Conduit Systems Expense		
OTT OUTBUIL OYSIGING EXPENSE		
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	222,167	

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OPERATING REVENUES

Item	Total Company	ldaho Only
Plant Nonspecific Operations Expense		**************************************
6510 Other Property/Plant/Equipment Expenses		Same as
6511 Property Held for Future Telecomm. Use Expenses		total company
6512 Provisioning Expense		
6530 Network Operations Expense		
6531 Power Expense		
6532 Network Administration Expense	342	
6533 Testing Expense		
6534 Plant Operations Administration Expense		
6535 Engineering Expense	1,025	
6540 Access Expense	262,425	
6560 Depreciation and Amortization Expenses		
6561 Depreciation Expense-Telecom. Plant in Service	303,074	
6562 Depreciation Expense-Property Held for Future Use		V
6563 Amortization Expense - Tangible		-
6564 Amortization Expense - Intangible		1
6565 Amortization Expense - Other		
Total Plant Nonspecific Operations Expenses	566,866	
Customer Operations Expense		
6610 Marketing		
6611 Product Management		
6612 Sales		
6613 Product Advertising	8,302	
6620 Services		
6621 Call Completion Services		**************************************
6622 Number Services	1,346	
6623 Customer Services	100,708	
Total Customer Operations Expense	110,356	
Corporate Operations Expense		
6710 Executive and Planning	(070)	
6711 Executive	(673)	
6712 Planning		
6720 General and Administrative		
6721 Accounting and Finance	25,842	
6722 External Relations		-
6723 Human Resources		
6724 Information Management		
6725 Legal	2,168	
6726 Procurement		
6727 Research and Development		
6728 Other General and Administrative	30,671	
6790 Provision for Uncollectible Notes Receivable		•
Total Corporate Operations Expense	58,008	
TOTAL OPERATING EXPENSES	957,397	
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CENTRAL OFFICE DATA as of December 31, 2015 (unless otherwise indicated)

en Springs	s):229
Name of Central Office: Hidden	Prefix (es

Access Lines in Use Electro-Mechanical Customer Lines: Electronic X Check one: Other: Type: T-7000 Check one: Digital X Analog **Access Line Capacity** Check all that apply: Central Office Switch Design: 10,000 Stand Alone X Host___ Remote

Public Telephone Lines 0

Installed/Equipped: 1344

(Include Centrex, PAL, Semi-Pub.)

Company Official Lines_7___

Company Test Lines 0

Classification of Customer Access

	Total	Residence	& Business	505	78	108	472
		Subtotal		39	17	10	40
	Line	Multi-	Party				
Business	Single		1-Party Party	39	Ε,	10	40
	Multi-	Line	1-Party				
		Centrex	N.A.R.				
		Subtotal	Residence	463	29	86	432
ence	Line	Multi-	Party				
Residence	Single		1-Party 1-Party Res	463		86	432
		Line	1-Party				
				Beginning of Year	New Connects	Disconnects	End of Year

Foreign Exchange:

Number of Customers with Nonpublished or Nonlisted:_173_

Directory Listings:

Custom Calling:

Dial Tone from this C.O.: 0

Dial Tone from another C.O.: 0

Number of customers with at least one feature: __495_ Total number of features subscribed to: _39__

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NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (Year) 2015

	Avg./ Line	888																	
Toll Calls Originated (Total of all Carriers)	Total	419,298																	
I Calls Originated	Interstate	395,418																	
<u>Tol</u>	Intrastate	23,880																	
Local Calls	Avg./ Line								,										Page 19
Loca	Number (1000s)	S.																	
Average #	of Customer Lines in Use	472																	
	Local Exchange	1 229	2	8	4	5	9	 . «		10	11	12	13	14	15	16	17	18	Rev 3/02

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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_X_ No Yes No X Included in directory Date of notification 11/1/2015 Alternate method of notification N/A Rule IDAPA 31.41.01.403.02 Record of Complaints: Number received by Company 5 Category of complaints (if known): **Deposit Disputes** 1 Charges on Bill Denial/Termination Quality or Availability of Service Carrier Selection/Assignment Miscellaneous 4 Rev 3/02

CERTIFICATE

State of Idaho) ss
County of Washington)
WE, the undersigned RICHARD WIGGINS
and
of the CTC TELECOM, 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. Chief Officer)
(Officer in Charge of Accounts)
Subscribed and Sworn to Before Me this day of April, (Year)2016
Notary Public
My Commission expires