

ANNUAL REPORT

OF

MIDVALE TELEPHONE EXCHANGE, INC.

P.O. Box 7, Midvale, Idaho 83645

TO THE

IDAHO PUBLIC UTILITIES COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2001

ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING DECEMBER 31, 2001

Exact name of utility: **Midvale Telephone Exchange, Inc.**

Address of principal office: **P.O. Box 7, Midvale, Idaho, 83645**

Telephone Number (Area Code 208) **355-2211**

Cities or towns served: **Midvale, Lakeview, Warren, Yellow Pine and Warm Lake, Idaho;
Harper and Juntura, Oregon and Cascabel and Young, Arizona**

Name and title of officer having custody of the general corporate books of account:
Lane R. Williams, P.O. Box 7, Midvale, Idaho, 83645

Address of office where corporate books are kept and phone number: **(208) 355-2211**

Organized under the laws of the State of Idaho

Date of organization: **January 9, 1908**

Form of organization: **Corporation**

If a Subchapter S Corporation, please specify: **N/A**

Name and address of controlling company, if any: **N/A**

Names of affiliated companies. Give address and description of business: **M & L Enterprises, Inc.
P.O. Box 7, Midvale Idaho 83645. Property leasing, constructions and CLEC in Washington.**

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.

<u>Title</u>	<u>Name</u>	<u>Address</u>
President/General Manager	Lane R. Williams	P.O. Box 7, Midvale, Idaho, 83645
Secretary/Treasurer	Mary G. Williams	P.O. Box 7, Midvale, Idaho, 83645
Vice President	Shirley Archer	P.O. Box 7, Midvale, Idaho, 83645

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).

<u>Name and Address</u>	<u>Term Expired or Current Term Will Expire:</u>	<u>Meetings Attended This Year</u>	<u>Fees Paid During Year</u>
Lane R. Williams		All	None
Mary G. Williams		All	None
Shirley C. Archer		All	None

Name of Chairman of the Board: **Lane R. Williams**

Name of Secretary (or Clerk) of Board: **Mary G. Williams**

Number of Meetings of the Board during the year: **Two**

MANAGERS

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

<u>Name</u>	<u>Title</u>	<u>Wages and Bonuses Paid</u>
Lane R. Williams	President	60,748
Mary G. Williams	Sec./Treasury	47,512
Shirley C. Archer	Vice President	25,547
John Stuart	Manager	73,991
Karen Williams	Manager	56,408

NOTES TO THE FINANCIAL STATEMENTS

Per Idaho PUC Order merging Sawtooth Telephone Company's operations with its parent, Midvale Telephone Exchange, Inc., the financial statements and all other reports herein reflect their combined operations.

Final approval for the merger of the Companies from the Rural Utilities Service was received in September of 2001. Based on this approval the Sawtooth Telephone Company was formally merged into Midvale Telephone Exchange, Inc. as of January 1, 2002.

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	\$ 300,408	\$ 289,915	(\$10,493)
1130 Cash			
1140 Special Cash Deposits			
1150 Working Cash Advances			
1160 Temporary Investments			
1180 Telecommunications Accounts Receivable	162,702	100,350	(62,352)
1181 Accts. Rec. Allow. - Telecommunications			
1190 Other Accounts Receivable	676,673	770,039	93,366
1191 Accounts Receivable Allowance - Other			
1200 Notes Receivable			
1201 Notes Receivable Allowance			
1210 Interest & Dividends Receivable			
1220 Material and Supplies	166,110	119,549	(46,561)
1280 Prepayments	8,719	14,452	5,733
1290 Prepaid Rents			
1300 Prepaid Taxes			
1310 Prepaid Insurance			
1320 Prepaid Directory Expenses			
1330 Other Prepayments			
1350 Other Current Assets	4,827		(4,827)
Noncurrent Assets			
1401 Investment in Affiliated Companies	140,050	234,870	94,820
1402 Investment in Nonaffiliated Companies	214,500	456,298	241,798
1406 Nonregulated Investments			
1407 Unamortized Debt Issuance Expense			
1408 Sinking Funds			
1410 Other Noncurrent Assets	501,217	549,607	48,390
1438 Deferred Maintenance & Retirements			
1439 Deferred Charges	149,718		(149,718)
1500 Other Jurisdiction Assets - Net			
Property, Plant and Equipment			
2001 Telecommunications Plant In Service	15,507,623	17,330,140	1,822,517
2002 Prop. Held for Future Telecomm. Use			
2003 Telecom. Plant Under Constr. - Short Term	70,678		(70,678)
2004 Telecom. Plant Under Constr. - Long Term			
2005 Telecommunications Plant Adjustment	1,162,836	1,028,440	(134,396)
2006 Nonoperating Plant			
2007 Goodwill			
Depreciation and Amortization Accounts			
3100 Accumulated Depreciation	(8,279,285)	(9,149,316)	(870,031)
3200 Accum. Depre. - Held For Future Use			
3300 Accumulated Depreciation - Nonoperating			
3400 Accumulated Amortization - Tangible			
3410 Accum. Amort. - Capitalized Leases			
3420 Accum. Amort. - Leasehold Improvements			
3500 Accumulated Amortization - Intangible			
3600 Accumulated Amortization - Other			
Total Assets	\$ 10,786,776	\$ 11,744,344	\$ 957,568

BALANCE SHEET
Liabilities & Stockholders' Equity

<u>Title of Account</u>	<u>Balance Beginning of Year</u>	<u>Balance at End of Year</u>	<u>Increase or (Decrease)</u>
Current Liabilities			
4010 Accounts Payable	\$ 300,054	\$ 537,242	\$ 237,188
4020 Notes Payable	286,000	9,613	(276,387)
4030 Advance Billings and Payments			
4040 Customer Deposits	1,453	1,453	-
4050 Current Maturities - Long-Term Debt	458,620	519,793	61,173
4060 Current Maturities - Capital Leases	32,366	17,898	(14,468)
4070 Income Taxes - Accrued	20	20	-
4080 Other Taxes - Accrued	79,747	94,369	14,622
4100 Net Current Defer. Oper. Income Taxes			
4110 Net Current Defer. Nonoper. Income Taxes			
4120 Other Accrued liabilities			-
4130 Other Current Liabilities	59,969	54,831	(5,138)
Long-Term Debt			
4210 Funded Debt			
4220 Premium on Long-Term Debt			
4230 Discount on Long-Term Debt			
4240 Reacquired Debt			
4250 Obligations Under Capital Leases	17,898	17,898	-
4260 Advances from Affiliated Companies			
4270 Other Long-Term Debt	6,755,931	7,280,598	524,667
Other Liabilities and Deferred Credits			
4310 Other Long-Term Liabilities			
4320 Unamort. Oper. Invest. Tax Credits - Net			
4330 Unamort. Nonoper. Invest. Tax Credits - Net			
4340 Net Noncurrent Defer. Oper. Income Taxes	599,810	779,909	180,099
4350 Net Noncur. Defer. Nonoper. Income Taxes			-
4360 Other Deferred Credits			
4370 Other Juris. Liab. & Def. Credits - Net			
Stockholders' Equity			
4510 Capital Stock	25,000	25,000	-
4520 Additional Paid-in Capital	7,910	7,910	-
4530 Treasury Stock	(64,000)	(64,000)	-
4540 Other Capital			-
4550 Retained Earnings	2,225,998	2,461,810	235,812
Total Liabilities & Other Credits	\$ 10,786,776	\$ 11,744,344	\$ 957,568

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
<u>ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE</u>					
2111 Land	\$ 101,805				\$ 101,805
2112 Motor Vehicles	493,571	44,943	(87,698)		450,816
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	480,218	148,531	(162,556)		466,193
2121 Buildings	641,320	129,623			770,943
2122 Furniture	71,064	13,185	(24,691)		59,558
2123 Office Equipment	3,348				3,348
2124 General Purpose Computers	336,657	25,173	(67,138)		294,692
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	2,784,067				2,784,067
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit equipment	3,250,500	388,530			3,639,030
2311 Station Apparatus	27,232				27,232
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	36,187				36,187
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable					
2424 Submarine Cable	7,281,656	1,414,615			8,696,271
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
Total Plant Accounts	\$ 15,507,625	\$ 2,164,600	\$ (342,083)	\$ -	\$ 17,330,142

ANALYSIS OF TELEPHONE PLANT ACCOUNTS

IDAHO OPERATIONS ONLY

ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE

	Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
2111 Land	\$ 77,361				\$ 77,361
2112 Motor Vehicles	439,026	30,442	(72,297)		397,171
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	458,238	143,632	(162,556)		439,314
2121 Buildings	611,591	129,622			741,213
2122 Furniture	70,564	13,186	(24,691)		59,059
2123 Office Equipment	3,348				3,348
2124 General Purpose Computers	327,713	18,328	(67,139)		278,902
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	1,979,840				1,979,840
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment					
2311 Station Apparatus	2,215,228	284,878			2,500,106
2321 Customer Premises Wiring	27,232				27,232
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment					
2362 Other Terminal Equipment	27,399				27,399
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable					
2424 Submarine Cable	4,726,852	1,271,653			5,998,505
2426 Intra-building Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
2681 Capital Leases					
2682 Leasehold Improvements					
2690 Intangibles					
Total Plant Accounts	\$ 10,964,392	\$ 1,891,741	\$ (326,683)	\$ -	\$ 12,529,450

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION

Account 3100

TOTAL COMPANY BASIS

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION

	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
2112 Motor Vehicles	\$ 381,359		55,995	(87,696)	\$ 349,658
2113 Aircraft					
2114 Special Purpose Vehicles		All Var			
2115 Garage Work Equipment					
2116 Other Work Equipment	422,315		42,580	(144,648)	320,247
2121 Buildings	203,566		21,555		225,121
2122 Furniture	67,603		4,736	(24,693)	47,646
2123 Office Equipment	-				-
2124 General Purpose Computers	217,177		42,777	(67,138)	192,816
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	1,596,995		262,726		1,859,721
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment	1,986,162		353,088		2,339,250
2311 Station Apparatus	16,797				16,797
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	36,186				36,186
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable					
2424 Submarine Cable	3,351,126		410,750		3,761,876
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
Total	\$ 8,279,286		\$ 1,194,207	\$ (324,175)	\$ 9,149,318

*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
<u>ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION</u>					
2112 Motor Vehicles	\$ 335,315	25%	51,303	(72,297)	\$ 314,321
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment	400,335	20%	42,253	(144,648)	297,940
2116 Other Work Equipment	191,593	3%	20,622		212,215
2121 Buildings	63,870	14%	4,658	(24,691)	43,837
2122 Furniture	3,348	14%			3,348
2123 Office Equipment	210,715	20%	40,798	(67,139)	184,374
2124 General Purpose Computers					
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	1,301,286	13%	184,867		1,486,153
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment					
2311 Station Apparatus	1,406,769	10%	259,991		1,666,760
2321 Customer Premises Wiring	16,797				16,797
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment	27,399				27,399
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable					
2424 Submarine Cable	2,301,397	7%	294,620		2,596,017
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
Total	\$ 6,258,824		\$ 899,112	\$ (308,775)	\$ 6,849,161

*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 During Year</u>	<u>Book Cost of Investments Held at End of Year</u>
Idaho Company			3,000
Radio Shack Franchise			5,000
RTFC			231,308
Western Teledata			2,000
System Seven		14,000	
Deferred Insurance Contract			151,855
Syringa Networks, LLC			214,991
Note Receivable Rural Network Services	2000		349,823
Net Non-regulated Cable TV and Internet plant			47,928
Totals		-	1,005,905

RECEIVABLES

Itemize amounts shown 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>
NECA		197,379
Idaho Universal Fund		30,197
OECA		3,749
Rural Network Services, Inc.		308,518
Various carriers for access charges		119,979
Quest		3,428
M & L Enterprises, Inc.		68,873
Other Miscellaneous		37,916
Totals		770,039

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>
Bank of the West	7-01-02	9.1% VAR	10-01	9,613
Totals				\$ 9,613

ACCOUNTS PAYABLE

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

<u>Name of Creditor</u>	<u>Amount</u>
SEE ATTACHED LISTING	500,031
Quest	32,859
U.S. Bank - 401(k)	2,089
Totals	\$ 534,979

Midvale Telephone Inc.
IPUC REPORT - ACCOUNTS PAYABLE
DECEMBER 31, 2001

<u>VENDOR</u>	<u>Total</u>
Action Chrysler-Nissan	896
Advanced Fibre Communications	75,157
American Express	454
Apex Communications Supply, Inc	3,030
Arizona Public Service	280
Arizona State Compensation	796
Bankcard Center	25,332
Barnett's Propane	340
Bobby's Branding Iron	107
Cambridge Metal Works	1,325
Cantrill, Skinner, Sull.	565
Cesco	3,805
City of Midvale	116
Computer Tech.	6,956
Cultural & Environmental Systems	4,783
Cutler, Don	150
Dodson, Charles	699
EC Power Systems	376
Electronic Enterprises	750
Farmers Sup. Coop.	1,662
Floors To Go	2,711
Fox Net Lock Box	110
Gentry Ford Subaru	1,417
Givens Pursley LLP	3,258
Grathwohl, Chris	242
Graybar Elect.	318
GVNW, Inc.	209
Halsen Products Co.	1,785
Harp Oil Co.	248
Harper School	1,440
IBM Corp.	906
Idaho Power Co.	1,535
Idaho Transportatn Dpt	191
IRS	108
Idaho St. Tax Comm.	323
Lucas LaFrance	2,013
M & L Enterprises	3,500
Mallory, Joanne	102
Martin Group	1,500
Midvale Market	109
Midvale Telephone	4,407
Milford Engineering	209,308
Moss Adams	10,789
Mountain Village Res.	110
MTV Networks, Inc.	172
Mullinix Engineering	2,500

Midvale Telephone Inc.
IPUC REPORT - ACCOUNTS PAYABLE
DECEMBER 31, 2001

<u>VENDOR</u>	<u>Total</u>
National Cable	1,304
Pacific Utility Equipment Co	1,651
Parking Lot Maintenance	450
Peoples Furniture	512
Piper Jaffray Inc	1,315
Power and Telephone Supply	3,711
Project Mutual Teleph.	261
Qwest Dex	639
Radio Shack	1,155
Redcom Laboratories, Inc.	2,201
Rhinotek Computer Products	2,713
Shannon Auto Parts	1,231
Sulphur Springs Valley	18,852
Syme Electric	728
Syringa Inc.	2,081
Syringa Networks, LLC	33,000
Tower Distrib. Co.	100
Travis Jeffries, P.A.	28,404
Trebar Kenworth Sales	5,402
Tullis, Elizabeth	104
Verizon Wireless	798
Watkins, Lois	173
Weiser Auto Parts	102
Weiser Auto Plex	183
Western Telematic Inc	3,902
Weyers Consulting	11,412
Williams, Karen	760
Total Accounts Payable over \$100	<u><u>500,031</u></u>

INCOME & RETAINED EARNINGS STATEMENT

<u>Item</u>	<u>Total Company</u>	<u>Idaho Only</u>
Total Operating Income (from page 16)	4,461,639	2,858,968
Total Operating Expenses (from page 18)	3,515,174	2,088,258
7100 Other Operating Income and Expense		
7210 Operating Investment Tax Credits - Net		
7220 Operating Federal Income Taxes	136,758	136,758
7230 Operating State and Local Income Taxes	35,056	31,266
7240 Operating Other Taxes	94,002	38,222
7250 Provision for Deferred Operating Income Taxes - Net		
7200 Operating Taxes (total)	265,816	206,246
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		
7370 Special Charges		
7300 Nonoperational Income and Expense		
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		
7520 Interest Expense - Capital Leases	4,860	4,860
7530 Amortization of Debt Issuance Expense		
7540 Other Interested Deductions	410,346	337,802
7500 Interest and Related Items	415,206	342,662
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	(29,631)	(33,336)
Amount Transferred to Retained Earnings	235,812	188,466

OPERATING REVENUES

	<u>Item</u>	<u>Total Company</u>	<u>Idaho Only</u>
	<u>Local Network Services Revenues</u>		
5001	Basic Area Revenue	600,089	389,164
5002	Optional Extended Area Revenue		
5003	Cellular Mobile Revenue		
5004	Other Mobile Services Revenue		
5010	Public Telephone Revenue	2,046	1,229
5040	Local Private Line Revenue		
5050	Customer Premises Revenue		
5060	Other Local Exchange Revenue	61,758	35,977
5069	Other Local Exchange Revenue Settlements		
	<u>Network Access Services Revenues</u>		
5081	End User Revenue (SLC)	101,249	58,699
5082	Switched Access Revenue (Interstate)	2,828,358	1,792,365
5083	Special Access Revenue		
5084	State Access Revenue (Intrastate)	796,002	526,612
	<u>Long Distance Network Services Revenues</u>		
5100	Long Distance Message Revenue - All	1,081	112
	<u>Miscellaneous Revenues</u>		2,233
5230	Directory Revenue	4,299	
5240	Rent Revenue		
5250	Corporate Operations Revenue		
5261	Special Billing Arrangements Revenue		
5262	Customer Operations Revenue		
5263	Plant Operations Revenue		
5264	Other Incidental Regulated Revenue	49,024	47,585
5269	Other Revenue Settlements	1,560	1,088
5270	Carrier Billing & Collection Revenue	29,253	16,462
	<u>Uncollectible Revenues</u>		
5301	Uncollectible Revenue - Telecommunications	(13,080)	(12,558)
5302	Uncollectible Revenue - Other		
	Total Operating Revenues	4,461,639	2,858,968

Please identify the following revenues:

NECA USF \$ 834,915 . To what account were they booked? #5082

State USF \$ 362,366 . To what account were they booked? #5084

OPERATING EXPENSES

<u>Item</u>	<u>Total Company</u>	<u>Idaho Only</u>
<u>Plant Specific Operations Expense</u>		
6110 Network Support Expenses		
6112 Motor Vehicle Expense		
6113 Aircraft Expense		
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense		
6120 General Support Expenses	114,474	52,016
6121 Land and Building Expenses		
6122 Furniture and Artworks Expense		
6123 Office Equipment Expense		
6124 General Purpose Computers Expense	16,586	8,407
6210 Central Office Switching Expenses	469,901	300,961
6211 Analog Electronic Expense		
6212 Digital Electronic Expense		
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses	225,450	146,603
6231 Radio Systems Expense		
6232 Circuit Equipment Expense		
6310 Information Origination/Termination Expense	1,567	1,567
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	229,754	113,345
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	1,057,732	622,899

OPERATING EXPENSES

	<u>Item</u>	<u>Total Company</u>	<u>Idaho Only</u>
	<u>Plant Nonspecific Operations Expense</u>		
6510	Other Property/Plant/Equipment Expenses	\$ 4,456	\$ 6,317
6511	Property Held for Future Telecomm. Use Expenses	_____	_____
6512	Provisioning Expense	_____	_____
6530	Network Operations Expense	_____	_____
6531	Power Expense	_____	_____
6532	Network Administration Expense	_____	_____
6533	Testing Expense	_____	_____
6534	Plant Operations Administration Expense	_____	_____
6535	Engineering Expense	_____	_____
6540	Access Expense	_____	_____
6560	Depreciation and Amortization Expenses	_____	_____
6561	Depreciation Expense - Telecomm. Plant in Service	1,194,208	899,113
6562	Depreciation Expense - Property Held for Future Use	_____	_____
6563	Amortization Expense - Tangible	_____	_____
6564	Amortization Expense - Intangible	_____	_____
6565	Amortization Expense - Other	134,395	115,689
	Total Plant Nonspecific Operations Expenses	1,333,059	1,021,119
	<u>Customer Operations Expense</u>		
6610	Marketing	_____	_____
6611	Product Management	_____	_____
6612	Sales	_____	_____
6613	Product Advertising	_____	_____
6620	Services	_____	_____
6621	Call Completion Services	_____	_____
6622	Number Services	_____	_____
6623	Customer Services	284,958	141,378
	Total Customer Operations Expense	284,958	141,378
	<u>Corporate Operations Expense</u>		
6710	Executive and Planning	97,038	43,848
6711	Executive	_____	_____
6712	Planning	_____	_____
6720	General and Administrative	502,321	123,109
6721	Accounting and Finance	240,066	135,905
6722	External Relations	_____	_____
6723	Human Resources	_____	_____
6724	Information Management	_____	_____
6725	Legal	_____	_____
6726	Procurement	_____	_____
6727	Research and Development	_____	_____
6728	Other General and Administrative	_____	_____
6790	Provision for Uncollectible Notes Receivable	_____	_____
	Total Corporate Operations Expense	839,425	302,862
	Total Operating Expenses	\$ 3,515,174	\$ 2,088,258

CENTRAL OFFICE DATA
as of December 31, 2001 (unless otherwise indicated)

Name of Central Office: Midvale
Prefix (es): 222 - 355 - 632 - 633 - 636
Stanley 774
Central Office Switch Type: _____

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

Access Line Capacity
 Design: 384 - 760 - 384 - 384 - 384 - N/A
Access Lines in Use
 Customer Lines: 1127
 (Include Centrex, PAL, Semi-Pub.)
 Installed/Equipped: 100 - 375 - 75 - 100 - 75 - 704
 Public Telephone Lines 34
 Company Official Lines 42
 Company Test Lines 39

Classification of Customer Access

	Residence			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							1212
New Connects							
Disconnects							
End of Year			938			274	1127
			Subtotal Residence			Subtotal Business	
			877			250	

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:

Custom Calling:
 Number of customers with at least one feature: N/A
 Total number of features subscribed to: N/A

NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (Year) 2001.

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	
1 222	50	n/a		5,347	6,297	11,644	232.88
2 355	407	n/a		63,069	65,605	128,674	316.15
3 632	30	n/a		3,660	1,220	4,880	162.67
4 633	64	n/a		6,719	2,696	9,415	147.11
5 636	58	n/a		13,354	5,383	18,737	323.05
6 774	586	n/a		99,188	41,266	140,454	239.68
7							
TOTALS	1195			191,337	122,467	313,804	262.60

LOCAL CALLS ARE NOT MEASURED

11							
12							
13							
14							
15							
16							
17							
18							

**ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES
YEAR ENDED DECEMBER 31, 2001**

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 <u> x </u>	No _____
Date of notification	_____	
Alternate method of notification	<u>Provided to all new customers during application</u>	
	<u>procedures.</u>	

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company _____ 0

Category of complaints (if known):

Deposit Disputes _____ 0

Charges on Bill _____ 0

Denial/Termination _____ 0

Quality or Availability of Service _____

Carrier Selection/Assignment _____ 0

Miscellaneous _____ 0

CERTIFICATE

State of Idaho)
) ss
County of)

WE, the undersigned LANE R. WILLIAMS

~~and~~ _____
of the MIDVALE TELEPHONE EXCHANGE, INC. utility,

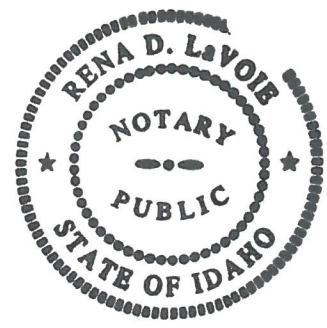
on our oath do severally say that the foregoing return has been prepared under our direction, from the original books, papers, and records of said utility; that we have carefully examined same, and declare the same to be a correct statement of the business affairs of said utility for the period covered 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]
(Chief Officer)

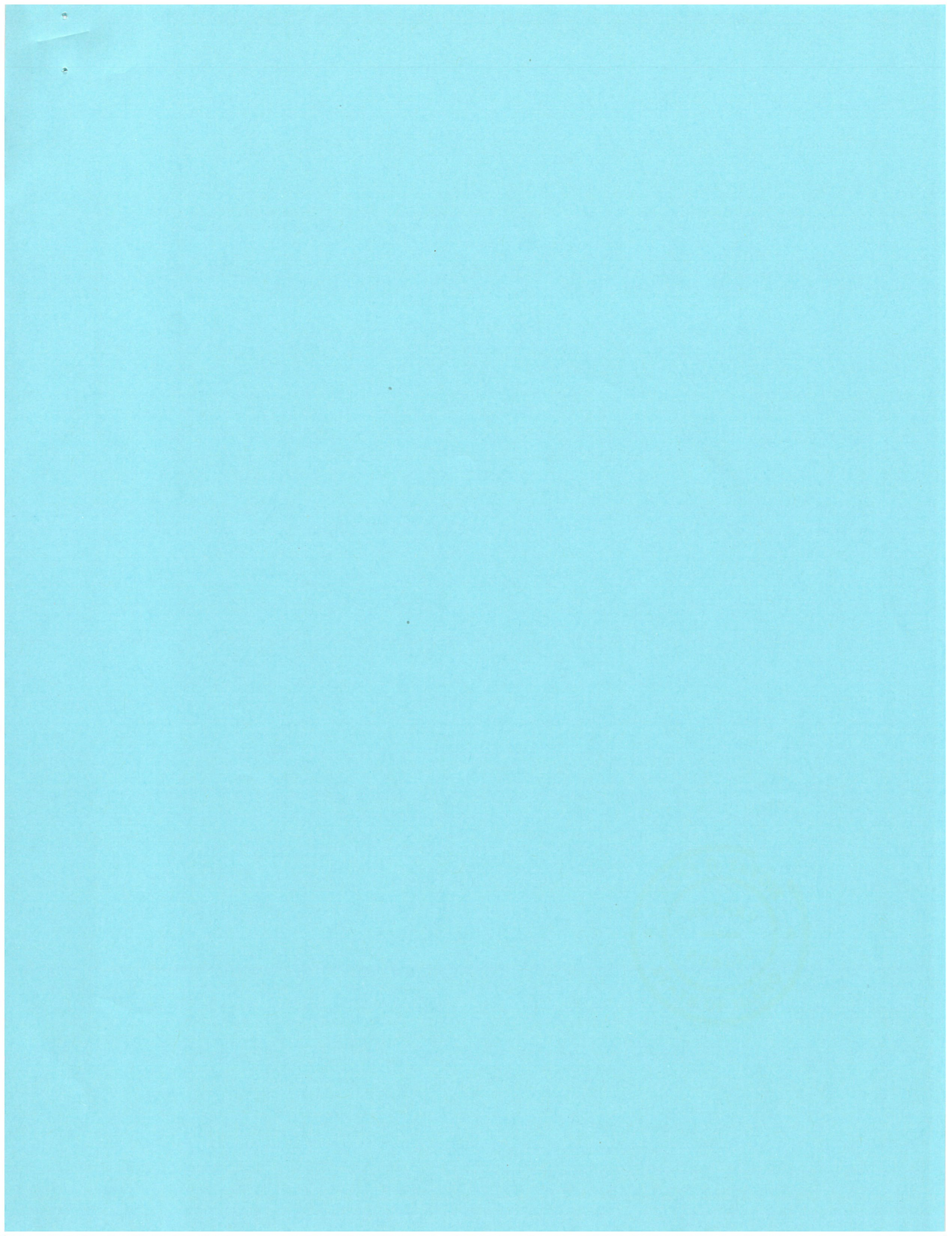
[Signature]
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 14th day of MAY, (Year) 2002.

[Signature]
Notary Public



My Commission expires 5-28, (Year) 2005.



Midvale Telephone Exchange
Idaho and Sawtooth

NECA Code: 472226

All Jurisdictions Part 36

REVENUE REQUIREMENT SUMMARY

LN	DESCRIPTION	TOTAL OPERATING	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE
				MESSAGE TOLL INTRALATA	SPECIAL ACCESS INTRALATA	MESSAGE TOLL INTERLATA	MESSAGE TOLL INTRALATA	SPECIAL ACCESS INTERLATA	MESSAGE TOLL INTERLATA			
1	REVENUE REQUIREMENT SUMMARY											
2	NET INVESTMENT FOR SETTLEMENTS	4994877	NOTE A	68280	1975453	0	76421	1218441	123408	109116	0	1419341
3	RATE OF RETURN	8.1657%		11.2500%	11.2500%	11.2500%	11.2500%	5.9000%	5.9000%	5.9000%	0.0000%	5.9000%
4	RETURN ON INVESTMENT	407865	LN*LN 2	7682	222238	0	8597	71888	7281	6438	0	83741
5	ALLOW FOR FUNDS USED DUR CONSTR (Normalized)	407865	S-8, LN 31	0	0	0	0	0	0	0	0	0
6	FEDERAL OPERATING INCOME TAX (OPTIONAL)	83905	LN3-LN4	7682	222238	0	8597	71888	7281	6438	0	83741
7	FEDERAL ITC AMORTIZATION	0	LN 28	2213	64543	0	2477	6113	620	524	-112	7526
8	NET FEDERAL INCOME TAX (OPTIONAL)	83905	S-12, LN 29	0	0	0	0	0	0	0	0	0
9	STATE AND LOCAL INCOME TAX	23504	LN 6-LN 7	2213	64543	0	2477	6113	620	524	-112	7526
10	LESS: STATE ITC AMORTIZATION	0	LN 33	620	18080	0	694	1712	174	147	-31	2108
11	NET STATE INCOME TAX	23504	S-12, LN 30	0	0	0	0	0	0	0	0	0
13	OPERATING EXPENSE AND TAX	2036885	LN 9-LN 10	620	18080	0	694	1712	174	147	-31	2108
14	OTHER ALLOWABLE EXPENSES	0	S-8, LN 20	29354	939953	0	29909	424307	48914	46346	0	516918
15	UNCOLLECTIBLES	500	S-8, LN 22+23	0	0	0	0	0	0	0	0	0
16	NET BASIS FOR GROSS RECEIPTS TAX	2552659	S-8, LN 30	39869	1244815	0	41677	504020	56989	53455	0	610793
17a	GROSS RECEIPTS TAX RATE (GROSS UP)	0.0000%	5+8+11thru15	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
17b	GROSS RECEIPTS TAX	0	LN 16-LN 17a	0	0	0	0	0	0	0	0	0
18	LESS: B/EAS CREDIT	0										
19	TOTAL REVENUE REQUIREMENT	2552659		39869	1244815	0	41677	504020	56989	53455	0	610793
NOTE A: INCLUDES NET TEL PLANT FROM SCH S-2, LN 36 LESS A/C'S 2006, 2007 AND 1402 OTHER THAN RTB STOCK												
OPTIONAL GROSS UP INCOME TAX CALC												
20	NET RETURN FOR SETTLEMENTS	407865	LN 3	7682	222238	0	8597	71888	7281	6438	0	83741
21	INTEREST AND RELATED ITEMS EXCL NON-OPER	244992	S-12, LN 16+18	3385	96949	0	3788	60022	6077	5420	0	69132
22	OTHER INCOME ADJUSTMENTS	0	S-12, LN 25+26	0	0	0	0	0	0	0	0	0
23	TOTAL INCOME ADJUSTMENTS	244992	LN 21+22	3385	96949	0	3788	60022	6077	5420	0	69132
24	FEDERAL ITC AMORTIZATION	0	S-12, LN 29	0	0	0	0	0	0	0	0	0
25	FEDERAL TAXABLE INCOME	246778	LN 25*FIT	6509	189832	0	7286	17979	1825	1542	-329	22135
26	FEDERAL INCOME TAX @ 34.00%	83905	/S-2, LN 34	2213	64543	0	2477	6113	620	524	-112	7526
27	FEDERAL SURTAX ALLOC- OPERATING	0	LN 26-LN 27	2213	64543	0	2477	6113	620	524	-112	7526
28	NET FED INCOME TAX BEFORE ITC	83905	S-12, LN 30	0	0	0	0	0	0	0	0	0
29	STATE ITC AMORTIZATION	0	LN 30*SIT	7129	207912	0	7980	19691	1999	1688	-361	24243
30	STATE TAXABLE INCOME	270282	/S-2, LN 34	620	18080	0	694	1712	174	147	-31	2108
31	STATE INCOME TAX @ 8.70%	23504		0	0	0	0	0	0	0	0	0
32	STATE SURTAX EXEMPTION	0		620	18080	0	694	1712	174	147	-31	2108
33	NET STATE INCOME TAX BEFORE ITC TAX: A	23504		0	0	0	0	0	0	0	0	0

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SUMMARY OF NET TELEPHONE PLANT, M&S AND WORKING CAPITAL

S-2.1of1

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE				INTRASTATE				EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
						MESSAGE TOLL		SPECIAL ACCESS		MESSAGE TOLL		SPECIAL ACCESS					
						INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA				
NET INVESTMENT SUMMARY																	
1	GENERAL SUPPORT FACILITIES	2110		1863890	S-3.LN.10	26793	782272	0	28288	437109	44282	41067	0	1534	0	502548	0
2	CENTRAL OFFICE SWITCHING EQUIP	2210		1654633	S-4.LN.52	41415	1365023	0	0	0	0	0	0	0	0	248195	0
3	OPERATOR SYSTEMS EQUIPMENT	2220		0	S-4.LN.41	0	0	0	0	0	0	0	0	0	0	0	0
4	CENTRAL OFFICE TRANS EQUIP	2230		2224819	S-4.LN.78	26889	886024	0	67057	724235	74210	114089	0	1134	0	331161	0
5	INFORMATION ORIG/TERM EQUIPMENT	2310		0	S-5.LN.17	0	0	0	0	0	0	0	0	0	0	0	0
6	CABLE AND WIRE FACILITIES	2410		4579454	S-5.LN.42	53290	1299143	0	61322	1259482	126756	72286	0	5827	0	1701359	0
7	TANGIBLE ASSETS	2680		0	S-3.LN.29	0	0	0	0	0	0	0	0	0	0	0	0
8	INTANGIBLE ASSETS	2690		0	S-3.LN.36	148387	4332460	0	156667	2420846	245249	227442	0	8494	0	2783263	0
9	TOTAL PLANT IN SERVICE A/C 2001			10322796		1,437,515	41,969,987	0.0000%	1,517,771	23,451,515	2,375,887	2,203,337	0.0000%	0,082,233	0.0000%	26,962,233	0.0000%
10	% DISTRIBUTION			100.0001%													
11	PROPERTY HELD FOR FUTURE USE	2002		0	S-6.LN.9	0	0	0	0	0	0	0	0	0	0	0	0
12	PLANT UNDER CONSTRUCTION	2003		0	S-6.LN.15	0	0	0	0	0	0	0	0	0	0	0	0
13	RESERVED FOR FUTURE USE	XXXX		0	S-6.LN.21	0	0	0	0	0	0	0	0	0	0	0	0
14	TELEPHONE PLANT ADJUSTMENT	2005		0	S-6.LN.27	0	0	0	0	0	0	0	0	0	0	0	0
15	NONOPERATING PLANT	2006		0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
16	GOODWILL	2007		0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0
17	TOTAL PROPERTY, PLANT & EQUIPMENT			10322796		148387	4332460	0	156667	2420846	245249	227442	0	8494	0	2783263	0
18	% DISTRIBUTION			100.0001%		1,437,515	41,969,987	0.0000%	1,517,771	23,451,515	2,375,887	2,203,337	0.0000%	0,082,233	0.0000%	26,962,233	0.0000%
19	ACCUM DEPR - PLANT IN SERVICE	3100		5009383	S-7.LN.18	74715	2219121	0	74628	1123744	113922	109920	0	3810	0	1289528	0
20	ACCUM DEPR - FUTURE USE	3200		0	S-7.LN.19	0	0	0	0	0	0	0	0	0	0	0	0
21	ACCUM AMORT - TANGIBLE PROPERTY	3400		0	S-7.LN.23	0	0	0	0	0	0	0	0	0	0	0	0
22	ACCUM AMORT - INTANGIBLE PROPERTY	3500		0	S-7.LN.24	0	0	0	0	0	0	0	0	0	0	0	0
23	ACCUM AMORT - TEL PLANT ADJ	3600		0	S-7.LN.25	0	0	0	0	0	0	0	0	0	0	0	0
24	OPER DEFERRED INCOME TAX - NET	VAR		450236	S-7.LN.34	6469	188836	0	6836	105651	10703	9924	0	371	0	121447	0
25	CUSTOMER DEPOSITS	4040		775	/LN 9-DIRECT	11	325	0	12	182	18	17	0	1	0	209	0
26	OTHER LT LIAB - POST RET BENEFITS	4310		0	S-7.LN.43	0	0	0	0	0	0	0	0	0	0	0	0
27	OTHER DEFERRED CREDITS - NET	4360		0	S-7.LN.42	0	0	0	0	0	0	0	0	0	0	0	0
28	NET TELEPHONE PLANT			4862402		67193	1924178	0	75191	1191269	120605	107581	0	4313	0	1372079	0
29	% DISTRIBUTION			100.0001%		1,381,919	39,57266	0.0000%	1,546,414	24,49696	2,480,047	2,212,257	0.0000%	0,088,719	0.0000%	28,218,181	0.0000%
30	MATERIALS AND SUPPLIES	1220		75765	S-6.LN.31	882	21494	0	1015	20838	2097	1196	0	96	0	28148	0
31	INVESTMENT IN NONAFFILIATED CO'S	1402		0	S-6.LN.35	0	0	0	0	0	0	0	0	0	0	0	0
32	NONCURRENT ASSETS-POST RET BENE	1410		0	S-6.LN.36	0	0	0	0	0	0	0	0	0	0	0	0
33	EQUAL ACCESS EQUIPMENT	1439		0	S-6.LN.37	0	0	0	0	0	0	0	0	0	0	0	0
34	OTHER JURISDICTIONAL ASSETS	1500		0	S-6.LN.38	0	0	0	0	0	0	0	0	0	0	0	0
35	CASH WORKING CAPITAL	XXXX		58703		206	29781	0	215	6335	706	340	0	0	0	19113	0
36	NET TEL PLANT, M&S AND CWC			4994870		68280	1975453	0	76421	1218441	123408	109116	0	4417	0	1419341	0
37	% DISTRIBUTION			100.0001%		1,367,070	39,54966	0.0000%	1,530,007	24,39399	2,470,777	2,184,667	0.0000%	0,088,417	0.0000%	28,416,007	0.0000%

OTHER TELECOMMUNICATIONS PLANT

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE		INTRASTATE		SPECIAL ACCESS		EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER	
						MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA	SPECIAL ACCESS INTERLATA					
BASIS FOR GENERAL SUPPORT FACILITIES																
1	- CLASS A SEPARATIONS			683811		9402	316486	0	9542	17352	15123	0	328	0	181196	0
2	BIG THREE EXPENSES			100.0001%		1.3749%	46.2826%	0.0000%	1.3955%	2.5376%	2.2116%	0.0000%	0.0479%	0.0000%	26.4979%	0.0000%
3	% DISTRIBUTION															
4	- CLASS B SEPARATIONS			8458906		121594	3550189	0	128379	200966	186375	0	6961	0	2280715	0
5	COE, IOT AND C&WF			100.0001%		1.4375%	41.9698%	0.0000%	1.5177%	2.3758%	2.2033%	0.0000%	0.0823%	0.0000%	26.9623%	0.0000%
6	% DISTRIBUTION															
LAND AND SUPPORT ASSETS																
7	CLASS A COMPANIES	2110		1863890	LN 3+DIRECT	0	782272	0	28288	44282	41067	0	1534	0	502548	0
8	CLASS B COMPANIES			0	LN 6+DIRECT	0	0	0	0	0	0	0	0	0	0	0
9	DIRECT ASSIGNED NON ACCESS			1863890	DIRECT	26793	782272	0	28288	44282	41067	0	1534	0	502548	0
10	TOTAL LAND AND SUPPORT ASSETS			100.0001%		1.4375%	41.9698%	0.0000%	1.5177%	2.3758%	2.2033%	0.0000%	0.0823%	0.0000%	26.9623%	0.0000%
11	% DISTRIBUTION															
GEN SUPPORT ASSETS, COE, INFORMATION																
12	ORIGTERM AND C&WF			10322796		148387	4332460	0	156667	2420846	227442	0	8494	0	2783263	0
13	% DISTRIBUTION			100.0001%		1.4375%	41.9698%	0.0000%	1.5177%	23.4515%	2.2033%	0.0000%	0.0823%	0.0000%	26.9623%	0.0000%
TANGIBLE ASSETS																
15	CAPITAL LEASES	2681		0		0	0	0	0	0	0	0	0	0	0	0
16	GENERAL SUPPORT			0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0	0
17	CENTRAL OFFICE EQUIP			0	S-4, LN 81+DIR	0	0	0	0	0	0	0	0	0	0	0
18	INFORMATION ORIGTERM			0	S-5, LN 18+DIR	0	0	0	0	0	0	0	0	0	0	0
19	CABLE AND WIRE FACILITIES			0	S-5, LN 43+DIR	0	0	0	0	0	0	0	0	0	0	0
20	UNDISTRIBUTED			0	LN 14+DIR	0	0	0	0	0	0	0	0	0	0	0
21	SUBTOTAL CAPITAL LEASES			0		0	0	0	0	0	0	0	0	0	0	0
22	LEASEHOLD IMPROVEMENTS	2682		0		0	0	0	0	0	0	0	0	0	0	0
23	GENERAL SUPPORT			0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0	0
24	CENTRAL OFFICE EQUIP			0	S-4, LN 81+DIR	0	0	0	0	0	0	0	0	0	0	0
25	INFORMATION ORIGTERM			0	S-5, LN 18+DIR	0	0	0	0	0	0	0	0	0	0	0
26	CABLE AND WIRE FACILITIES			0	S-5, LN 43+DIR	0	0	0	0	0	0	0	0	0	0	0
27	UNDISTRIBUTED			0	LN 14+DIR	0	0	0	0	0	0	0	0	0	0	0
28	SUBTOTAL LEASEHOLD IMPROVEMENTS			0		0	0	0	0	0	0	0	0	0	0	0
29	TOTAL TANGIBLE ASSETS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
30	% DISTRIBUTION															
GEN SUPPORT ASSETS, COE, INFORMATION																
31	ORIGTERM, CWF AND TANGIBLE ASSETS			10322796		148387	4332460	0	156667	2420846	227442	0	8494	0	2783263	0
32	% DISTRIBUTION			100.0001%		1.4375%	41.9698%	0.0000%	1.5177%	23.4515%	2.2033%	0.0000%	0.0823%	0.0000%	26.9623%	0.0000%
33																
INTANGIBLE ASSETS																
34	ALLOCATED	2680		0	LN 33	0	0	0	0	0	0	0	0	0	0	0
35	DIRECT ASSIGNMENT			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
36	TOTAL INTANGIBLES			0		0	0	0	0	0	0	0	0	0	0	0
37	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%

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CENTRAL OFFICE EQUIPMENT SEPARATIONS

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LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE MESSAGE	EAS	EXCHANGE PVT LINE	OTHER
						SPECIAL ACCESS			SPECIAL ACCESS						
						INTRALATA	INTERLATA	INTRALATA	INTRALATA	INTERLATA	INTRALATA				
SEPARATION FACTORS															
1	STANDARD WORK SECONDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
2	- COMBINED TOLL AND LOCAL BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
3	- SEPARATE TOLL BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
4	- DSA BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5	- DSB BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6	- DIRECTORY ASSISTANCE BOARDS			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
7	- TSPS COMPLEX			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
8	SERVICE OBSERVING TOLL MOU'S			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
9	PROCESSOR REAL TIME - RTA			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
10	PROCESSOR REAL TIME - TSPS COMPLEX			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
11	REL MOU'S - TANDEM SWITCHING			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
12	REL MOU'S - TANDEM SWITCH TRANSPORT			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
13	DIAL EQUIPMENT MOU'S (DEM)			100.0000%		2.5030%	82.4970%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
14a	REL MOU'S - EXCHANGE TRUNK			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
14b	TOLL CONVERSATION MINUTES			100.0000%		1.5950%	52.5510%	0.0000%	41.5930%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
15	HOST/REMOTE MOU MILES			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
16	EQUIPMENT FURNISHED OTHERS FACTOR			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
COE BOOK COST															
OPERATOR SYSTEMS EQUIPMENT															
17	MANUAL SWITCHBOARDS	2220	1.1	0	LN 2	0	0	0	0	0	0	0	0	0	0
18	COMBINED TOLL AND LOCAL			0	LN 3	0	0	0	0	0	0	0	0	0	0
19	SEPARATE TOLL SWBD			0	LN 4	0	0	0	0	0	0	0	0	0	0
20	SEPARATE DSA BOARDS			0	LN 5	0	0	0	0	0	0	0	0	0	0
21	SEPARATE DSB BOARDS			0	DIRECT	0	0	0	0	0	0	0	0	0	0
22	DIRECT ASSIGNMENT			0		0	0	0	0	0	0	0	0	0	0
23	SUBTOTAL MANUAL BOARDS			0		0	0	0	0	0	0	0	0	0	0
24	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
25	AUXILIARY SWITCHBOARDS	2220	1.2	0	LN 6+DIR	0	0	0	0	0	0	0	0	0	0
26	DIRECTORY ASSISTANCE			0	SLU	0	0	0	0	0	0	0	0	0	0
27	INTERCEPT			0	LN 3+DIR	0	0	0	0	0	0	0	0	0	0
28	TOLL RATE AND ROUTE			0		0	0	0	0	0	0	0	0	0	0
29	SUBTOTAL AUXILIARY BOARDS			0		0	0	0	0	0	0	0	0	0	0
30	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
31	SERVICE OBSERVING	2220	1.3	0	LN 8	0	0	0	0	0	0	0	0	0	0
32	TOLL			0	DIRECT	0	0	0	0	0	0	0	0	0	0
33	EXCHANGE			0	DIRECT	0	0	0	0	0	0	0	0	0	0
34	DIRECT ASSIGNMENT			0		0	0	0	0	0	0	0	0	0	0
35	SUBTOTAL SERVICE OBSERVING			0		0	0	0	0	0	0	0	0	0	0
36	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
37	TRAFFIC SERVICE POSITIONS	2220	1.4	0	LN 7+DIR	0	0	0	0	0	0	0	0	0	0
38	OPERATOR			0	LN 9+DIR	0	0	0	0	0	0	0	0	0	0
39	REMOVE TRUNK ARRANGEMENT			0	LN 10+DIR	0	0	0	0	0	0	0	0	0	0
40	OTHER			0		0	0	0	0	0	0	0	0	0	0
41	SUBTOTAL TSPS			0		0	0	0	0	0	0	0	0	0	0
42	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
43	TOTAL OPERATOR SYSTEMS EQUIPMENT			0		0	0	0	0	0	0	0	0	0	0
44	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%

FILE: (Description)

PROPRIETARY INFORMATION

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CENTRAL OFFICE EQUIPMENT SEPARATIONS

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LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
						MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA	MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA				
43	TANDEM SWITCHING EQUIPMENT ACCESS	2210	2.0	0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0
44	NON ACCESS	2.1	2.1	0	DIRECT	0	0	0	0	0	0	0	0	0	0
45	TANDEM SWITCH TRANSPORT	2.2	2.2	0	LN 12+DIR	0	0	0	0	0	0	0	0	0	0
46	SUBTOTAL TANDEM SWITCHING % DISTRIBUTION	2.3		0		0	0	0	0	0	0	0	0	0	0
47	LOCAL SWITCHING EQUIPMENT	2210	3.0	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
48a	ACCESS - TS	3.11	3.11	1654633	LN 13+DIR	41415	1365023	0	0	0	0	248195	0	0	0
48b	ACCESS - NTS	3.12	3.12	0	LN 13+DIR	0	0	0	0	0	0	0	0	0	0
48c	EQUAL ACCESS	3.2	3.2	0	S-6.LN 3	0	0	0	0	0	0	0	0	0	0
49	SS7 SWITCHING	3.3	3.3	0	LN 13+DIR	0	0	0	0	0	0	0	0	0	0
50	SUBTOTAL LOCAL SWITCHING % DISTRIBUTION			1654633		41415	1365023	0	0	0	0	248195	0	0	0
51	TOTAL SWITCHING EQUIPMENT			100.0000%		2.5030%	82.4970%	0	0	0	0	15.0000%	0.0000%	0.0000%	0.0000%
52	% DISTRIBUTION			1654633		41415	1365023	0	0	0	0	248195	0	0	0
53	% DISTRIBUTION			100.0000%		2.5030%	82.4970%	0	0	0	0	15.0000%	0.0000%	0.0000%	0.0000%
54	CENTRAL OFFICE TRANS EQUIP	2230	4.0	0		0	0	0	0	0	0	0	0	0	0
55	EXCHANGE CIRCUIT	4.1	4.1	0	DIRECT	0	0	0	0	0	0	0	0	0	0
56	EXCHANGE LINE WIDEBAND	4.11	4.11	0	AL-1.LN10+DIR	0	0	0	0	0	0	0	0	0	0
57	EXCH TRUNK - EAS	4.121	4.121	0	DIRECT	0	0	0	0	0	0	0	0	0	0
58	EXCH TRUNK - WIDEBAND	4.122	4.122	0	AL-1.LN12+DIR	0	0	0	0	0	0	0	0	0	0
59	EXCH TRUNK - BASIC	4.123	4.123	0	LN 14+DIR	0	0	0	0	0	0	0	0	0	0
59	EXCH TRUNK - SPECIAL	4.124	4.124	0	DIRECT	0	0	0	0	0	0	0	0	0	0
60	SUBSCRIBER LINE - BASIC	4.131	4.131	680468	AL-1.LN 2+DIR	4875	160706	0	7372	150182	15399	9640	0	0	0
61	SUBSCRIBER LINE - SPECIAL	4.132	4.132	0	DIRECT	0	0	0	0	0	0	0	0	0	0
62	SUBTOTAL EXCHANGE CIRCUIT % DISTRIBUTION			680468		4875	160706	0	7372	150182	15399	9640	0	0	0
63	INTEREXCHANGE CIRCUIT	4.2	4.2	100.0000%		0.7164%	23.6170%	0.0000%	1.0833%	22.0703%	2.2630%	1.4167%	0.0000%	0.1667%	0.0000%
64	FURNISHED OTHERS - INTERSTATE WIDEBAND	4.21	4.21	0	DIRECT	0	0	0	0	0	0	0	0	0	0
67a	OTHER - BASIC	4.231	4.231	1544351	AL-1.LN14+DIR	22014	725318	0	59685	574074	58811	104449	0	0	0
67b	OTHER - TANDEM MULTIPLEXING	4.232	4.232	0	LN 11+DIR	0	0	0	0	0	0	0	0	0	0
67c	OTHER - VOICE GRADE MULTIPLEXING	4.233	4.233	0	LN 14+DIR	0	0	0	0	0	0	0	0	0	0
68	OTHER - SS7	4.234	4.234	0	AL-1.LN6+DIR	0	0	0	0	0	0	0	0	0	0
69	NON ACCESS	4.24	4.24	0	DIRECT	0	0	0	0	0	0	0	0	0	0
70	SUBTOTAL INTEREXCHANGE CIRCUIT % DISTRIBUTION			1544351		22014	725318	0	59685	574074	58811	104449	0	0	0
71	HOST/REMOTE CIRCUIT	4.3	4.3	100.0000%		1.4255%	46.9659%	0.0000%	3.8647%	37.1725%	3.8081%	6.7653%	0.0000%	0.0000%	0.0000%
72	EXCLUDING WATS	4.31	4.31	0	LN 15+DIR	0	0	0	0	0	0	0	0	0	0
73	CLOSED END WATS	4.32	4.32	0	DIRECT	0	0	0	0	0	0	0	0	0	0
74	SUBTOTAL HOST/REMOTE CIRCUIT % DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
75	EQUIPMENT RENTED OTHERS	77	77	2224819	LN 16+DIR	0	0	0	67057	724255	74210	114089	0	0	0
76	TOTAL TRANSMISSION EQUIPMENT % DISTRIBUTION			100.0000%		1.2086%	39.8245%	0.0000%	3.0140%	32.5534%	3.3356%	5.1280%	0.0000%	0.0000%	0.0000%
77	TOTAL CENTRAL OFFICE EQUIPMENT % DISTRIBUTION			3879452		68305	2251046	0	67057	724255	74210	114089	0	0	0
80	% DISTRIBUTION			100.0000%		1.7607%	58.0249%	0.0000%	1.7265%	18.6690%	1.9129%	2.9408%	0.0000%	0.0292%	0.0000%
81															

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INFORMATION ORIGIN AND C&WF SEPARATIONS

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LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
						MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA	MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA				
1	SUBSCRIBER PLANT FACTOR (SPF)			100.0000%	INPUT	0.7360%	24.2640%	0.0000%	22.6750%	2.3250%	0.0000%	0.0000%	0.0000%	50.0000%	0.0000%
2	RELATIVE MOU'S - COINLESS PAY TEL			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
3	EQUIVALENT LOOPS - CWF			100.0000%	AL-1, LN 4	0.7164%	23.6170%	0.0000%	22.0703%	2.2630%	0.0000%	0.0000%	0.0000%	48.6667%	0.0000%
4	EQUIVALENT CHANNELS - EXCH WIDEBAND			0.0000%	AL-1, LN 12	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5	EQUIVALENT CHANNELS - IX WIDEBAND			0.0000%	AL-1, LN 14	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6	IX CIRCUIT MILES - CWF			100.0010%	AL-1, LN 8	2.6069%	43.7012%	0.0000%	45.0310%	4.3971%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
7	REL MOU'S - EXCHANGE TRUNK			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
8	HOST/REMOTE MOU MILES			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
9	EQUIPMENT FURNISHED OTHERS FACTOR			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
INFORMATION ORIGIN/TERMINATION															
2310															
10	OTHER IOT EQUIPMENT			0.0000%	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
11	PUBLIC INTEREST PAYSTATION EQUIP			0	S-11, LN 6	0	0	0	0	0	0	0	0	0	0
12	COINLESS PUBLIC TELEPHONE			0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0
13	OTHER			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0
14	SUBTOTAL			0	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
15	% DISTRIBUTION			0.0000%	DIRECT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
16	NEW CUSTOMER PREMISE EQUIPMENT			2.0	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
17	TOTAL INFO ORIGIN/TERM EQUIP			0	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
18	% DISTRIBUTION			0.0000%	0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
2410															
CABLE AND WIRE FACILITIES															
19	SUBSCRIBER LINE - JOINT			3495944	LN 3	25044	825636	0	771566	79113	49526	0	5827	0	1701359
20	SUBSCRIBER LINE - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
21	SUBTOTAL SUBSCRIBER LINE			3495944	0	25044	825636	0	771566	79113	49526	0	5827	0	1701359
22	EXCHANGE WIDEBAND - JOINT			0	LN 4	0	0	0	0	0	0	0	0	0	0
23	EXCHANGE WIDEBAND - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
24	SUBTOTAL EXCHANGE WIDEBAND			0	0	0	0	0	0	0	0	0	0	0	0
25a	EXCHANGE TRUNK - JOINT			0	LN 7	0	0	0	0	0	0	0	0	0	0
25b	EXCHANGE TRUNK - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
26	EXCHANGE TRUNK - SPECIAL			0	DIRECT	0	0	0	0	0	0	0	0	0	0
27	SUBTOTAL EXCHANGE TRUNK			0	0	0	0	0	0	0	0	0	0	0	0
28	INTEREXCHANGE WIDEBAND - JOINT			0	LN 5	0	0	0	0	0	0	0	0	0	0
29	INTEREXCHANGE WIDEBAND - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
30	SUBTOTAL INTEREXCHANGE WIDEBAND			0	0	0	0	0	0	0	0	0	0	0	0
31a	IX TRUNK - ACCESS - JOINT			1083510	LN 6	0	0	0	0	0	0	0	0	0	0
31b	IX TRUNK - ACCESS - DIRECT			0	DIRECT	28246	473507	0	487915	47643	22760	0	0	0	0
32	SUBTOTAL IX TRUNK - ACCESS - SS7			1083510	LN 6+DIRECT	28246	473507	0	487915	47643	22760	0	0	0	0
33	SUBTOTAL INTEREXCHANGE ACCESS			1083510	0	28246	473507	0	487915	47643	22760	0	0	0	0
34	IX TRUNK - NON ACCESS - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
35	HOST/REMOTE - JOINT			0	LN 8	0	0	0	0	0	0	0	0	0	0
36	HOST/REMOTE - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
37	SUBTOTAL HOST/REMOTE EXCL WATS			0	0	0	0	0	0	0	0	0	0	0	0
38	HOST/REMOTE - CLOSED END WATS			0	DIRECT	0	0	0	0	0	0	0	0	0	0
39	EQUIPMENT FURNISHED OTHERS - JOINT			0	LN 9	0	0	0	0	0	0	0	0	0	0
40	EQUIPMENT FURNISHED OTHERS - DIRECT			0	DIRECT	0	0	0	0	0	0	0	0	0	0
41	SUBTOTAL EQUIP. FURNISHED OTHERS			0	0	0	0	0	0	0	0	0	0	0	0
42	TOTAL CABLE AND WIRE FACILITIES			4579454	0	53290	1299143	0	1259482	126756	72286	0	5827	0	1701359
43	% DISTRIBUTION			100.0002%	0	1.1637%	28.3689%	0.0000%	27.5029%	2.7679%	1.5785%	0.0000%	0.1272%	0.0000%	37.1520%

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OTHER TELEPHONE PLANT AND DEFERRED CHARGES

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LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EXCHANGE MESSAGE	OTHER	
						MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA	MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA				
1	TELEPHONE PLANT IN SERVICE	2001		100.0000%	S-2, LN 10	1.4375%	41.9689%	0.0000%	1.5177%	23.4515%	2.3758%	0.0823%	0.0000%	26.9623%	0.0000%
2	CABLE AND WIRE FACILITIES	2410		100.0002%	S-5, LN 43	1.1637%	28.3689%	0.0000%	1.3391%	27.5029%	2.7679%	0.1272%	0.0000%	37.1520%	0.0000%
3	EQUAL ACCESS MOU'S			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
OTHER TELECOMMUNICATIONS PLANT															
4	PROPERTY HELD FOR FUTURE USE	2002		0	S-3, LN 11	0	0	0	0	0	0	0	0	0	0
5	GENERAL SUPPORT FACILITIES			0	S-4, LN 81	0	0	0	0	0	0	0	0	0	0
6	CENTRAL OFFICE EQUIPMENT			0	S-5, LN 43	0	0	0	0	0	0	0	0	0	0
7	CABLE AND WIRE FACILITIES			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0
8	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0
9	PROPERTY HELD FOR FUTURE USE			0		0	0	0	0	0	0	0	0	0	0
10	PLANT UNDER CONSTRUCTION	2003		0	S-3, LN 11	0	0	0	0	0	0	0	0	0	0
11	GENERAL SUPPORT FACILITIES			0	S-4, LN 81	0	0	0	0	0	0	0	0	0	0
12	CENTRAL OFFICE EQUIPMENT			0	S-5, LN 43	0	0	0	0	0	0	0	0	0	0
13	CABLE AND WIRE FACILITIES			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0
14	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0
15	TOTAL PLANT UNDER CONSTRUCTION			0		0	0	0	0	0	0	0	0	0	0
16	RESERVED FOR FUTURE USE	XXXX		0		0	0	0	0	0	0	0	0	0	0
17	GENERAL SUPPORT FACILITIES			0	S-3, LN 11	0	0	0	0	0	0	0	0	0	0
18	CENTRAL OFFICE EQUIPMENT			0	S-4, LN 81	0	0	0	0	0	0	0	0	0	0
19	CABLE AND WIRE FACILITIES			0	S-5, LN 43	0	0	0	0	0	0	0	0	0	0
20	UNDISTRIBUTED			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0
21	TOTAL			0		0	0	0	0	0	0	0	0	0	0
22	TELECOMMUNICATIONS PLANT ADJ	2005		0	S-3, LN 11	0	0	0	0	0	0	0	0	0	0
23	GENERAL SUPPORT FACILITIES			0	S-4, LN 81	0	0	0	0	0	0	0	0	0	0
24	CENTRAL OFFICE EQUIPMENT			0	S-5, LN 43	0	0	0	0	0	0	0	0	0	0
25	CABLE AND WIRE FACILITIES			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0
26	UNDISTRIBUTED			0		0	0	0	0	0	0	0	0	0	0
27	TOTAL TEL PLANT ADJUSTMENT			0		0	0	0	0	0	0	0	0	0	0
28	TOTAL OTHER TELEPHONE PLANT			0		0	0	0	0	0	0	0	0	0	0
MATERIALS AND SUPPLIES															
29	CPE	1220		0	DIRECT	0	0	0	0	0	0	0	0	0	0
30	OTHER			75765	LN 2+DIRECT	882	21494	0	1015	20838	2097	96	0	0	0
31	TOTAL			75765		882	21494	0	1015	20838	2097	96	0	28148	0
32	% DISTRIBUTION			100.0002%		1.1637%	28.3689%	0.0000%	1.3391%	27.5029%	2.7679%	0.1272%	0.0000%	37.1520%	0.0000%
INVESTMENT. IN NONAFFILIATED CO.															
33	RTB STOCK	1402		0	LN 1	0	0	0	0	0	0	0	0	0	0
34	OTHER			0	DIRECT	0	0	0	0	0	0	0	0	0	0
35	TOTAL			0		0	0	0	0	0	0	0	0	0	0
NONCURRENT ASSETS-POST RET BENE															
36	EQUAL ACCESS EQUIPMENT - NET	1410		0	S-3, LN 3	0	0	0	0	0	0	0	0	0	0
37	OTHER JURISDICTIONAL ASSETS	1439		0	LN 3+DIRECT	0	0	0	0	0	0	0	0	0	0
38	TOTAL	1500		0	DIRECT	0	0	0	0	0	0	0	0	0	0

S-8.1.01f

SUMMARY OF OPERATING EXPENSE AND TAX

S-8.1.01f

LN	DESCRIPTION	A/C	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
					MESSAGE TOLL INTRALATA	SPECIAL ACCESS INTRALATA	INTRALATA	MESSAGE TOLL INTRALATA	SPECIAL ACCESS INTRALATA	INTRALATA				
1	OPERATING EXPENSE AND TAX SUMMARY													
2	NETWORK SUPPORT EXPENSE	6110	44407	S-9.LN 7	638	18638	0	674	10414	1055	978	0	0	
3	GENERAL SUPPORT EXPENSE	6120	0	S-9.LN 8	0	0	0	0	0	0	0	0	11973	
4	CENTRAL OFFICE EXPENSE	6210	379720	S-9.LN 15	6686	220332	0	6564	70890	7264	11167	0	0	
5	INFORMATION ORIG/TERM EXPENSE	6310	0	S-9.LN 21	0	0	0	0	0	0	0	0	56707	
6	CABLE AND WIRE FACILITIES EXPENSE	6410	100825	S-9.LN 25	1173	28603	0	1350	27730	2791	1582	0	0	
7	OTHER PLANT EXPENSE	6510	0	S-10.LN 11	0	0	0	0	0	0	0	0	37459	
8	NETWORK OPERATIONS EXPENSE	6530	107315	S-10.LN 13	1543	45040	0	1629	25167	2550	2364	0	0	
9	ACCESS CHARGE EXPENSE	6640	0	S-10.14a+14b	0	0	0	0	0	0	0	0	28935	
10	MARKETING EXPENSE	6610	0	S-11.LN 12	0	0	0	0	0	0	0	0	0	
11	SERVICES EXPENSE	6620	95951	S-11.LN 44	0	22511	0	0	10596	4748	0	0	0	
12	EXECUTIVE AND PLANNING EXPENSE	6710	97446	S-12.LN 8+9	1340	45101	0	1360	19150	2473	2155	0	58095	
13	GENERAL AND ADMINISTRATIVE EXP	6720	294681	S-12.LN 11+12	4051	136386	0	4112	57911	7478	6517	0	25821	
14	SUBTOTAL OPERATING EXPENSES		1120345		15431	516610	0	15688	221858	28358	24774	0	78084	
15	% DISTRIBUTION		100.0001%		1.3774%	46.1117%	0.0000%	1.4003%	19.8027%	2.5312%	2.2112%	0.0000%	0.0000%	
16	DEPRECIATION AND AMORTIZATION	6560	879029	S-10.LN 24+31	13411	406503	0	13680	194096	19710	20788	0	0	
17	OTHER OPERATING TAX	7240	37510	S-12.LN 33	512	16841	0	541	8353	846	785	0	0	
18	EQUAL ACCESS EXPENSE	7250	0	S-12.LN 15	0	0	0	0	0	0	0	0	9603	
19	INTEREST ON CUSTOMER DEPOSITS	5240	0	S-12.LN 17	0	0	0	0	0	0	0	0	0	
20	RENT REVENUE		2036884	S-10.LN 37	29354	939953	0	28909	424307	48914	46346	0	0	
21	TOTAL OPERATING EXPENSE AND TAX		100.0001%		1.4411%	46.1466%	0.0000%	1.4684%	20.8312%	2.4014%	2.2753%	0.0000%	0.0000%	
22	% DISTRIBUTION		100.0001%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
23	NON OPERATING EXPENSE	7370	0	S-2.LN 10	0	0	0	0	0	0	0	0	0	
24	ABANDONED CONSTRUCTION		0	S-12.LN 14	0	0	0	0	0	0	0	0	0	
25	CONTRIBUTIONS		0	DIRECT	0	0	0	0	0	0	0	0	0	
26	OTHER NON OPERATING EXPENSE		0		0	0	0	0	0	0	0	0	0	
27	% DISTRIBUTION		0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
28	UNCOLLECTIBLES													
29	END USER MSG TOLLS	5310	500	DIRECT	0	0	0	0	0	0	0	0	500	
30	END USER COMMON LINE	5320	0	DIRECT	0	0	0	0	0	0	0	0	0	
31	IX CARRIER	5330	500	DIRECT	0	0	0	0	0	0	0	0	500	
32	TOTAL UNCOLLECTIBLES		500		0	0	0	0	0	0	0	0	500	
33	ALLOW. FOR FUNDS USED DUR. CONSTR	7340	0	S-12.LN 3	0	0	0	0	0	0	0	0	0	

S-9,1oft

PLANT SPECIFIC OPERATIONS EXPENSE SEPARATIONS

S-9,1oft

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER	
						MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA	MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA					
ALLOCATION FACTORS																
1	GENERAL SUPPORT ASSETS	2110		100.00001%	S-3 LN 11	1.4375%	41.9698%	0.0000%	1.5177%	23.4515%	2.3758%	2.2033%	0.0000%	0.0000%	0.0000%	
2	CENTRAL OFFICE EQUIPMENT	VAR		100.00000%	S-4 LN 81	1.7607%	58.0249%	0.0000%	1.7285%	18.6690%	1.9129%	2.9408%	0.0000%	0.0000%	26.9623%	
3	PUBLIC SERVICE TELEPHONE EQUIP	2310		0.00000%	S-5 LN 11	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	14.9340%	
4	COINLESS PUBLIC TELEPHONE EQUIP	2310		0.00000%	S-5 LN 12	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
5	OTHER IOT EQUIPMENT	2310		0.00000%	S-5 LN 13	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
6	CABLE AND WIRE FACILITIES	2410		100.00002%	S-5 LN 43	1.1637%	28.3689%	0.0000%	1.3391%	27.5029%	2.7679%	1.5785%	0.0000%	0.0000%	37.1520%	
GENERAL SUPPORT EXPENSE																
7	NETWORK SUPPORT	6110		44407	LN 1+DIRECT	638	18638	0	674	10414	1055	978	0	0	11973	0
8	GENERAL SUPPORT	6120		44407	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0	0
9	TOTAL GENERAL SUPPORT EXP			100.00001%		638	18638	0	674	10414	1055	978	0	0	11973	0
10	% DISTRIBUTION					1.4375%	41.9698%	0.0000%	1.5177%	23.4515%	2.3758%	2.2033%	0.0000%	0.0000%	26.9623%	0.0000%
CENTRAL OFFICE EXPENSE																
11	CENTRAL OFFICE SWITCHING EXPENSE	6210		286196	LN 2+DIRECT	5039	166065	0	4947	53430	5475	8417	0	0	42740	0
12	OPERATOR SYSTEMS EXPENSE	6220		93524	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0
13	CENTRAL OFFICE TRANSMISSION EXP	6230		379720	LN 2+DIRECT	1647	54267	0	1617	17460	1789	2750	0	0	13967	0
14	COE EXPENSE - SS7 LEASE	6230		100.00000%	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0
15	TOTAL CENTRAL OFFICE EXPENSE			100.00000%		6686	220332	0	6564	70890	7264	11167	0	0	56707	0
16	% DISTRIBUTION					1.7607%	58.0249%	0.0000%	1.7285%	18.6690%	1.9129%	2.9408%	0.0000%	0.0000%	14.9340%	0.0000%
INFORMATION ORIG/TERM EXPENSE																
17	IOT EXP - PUBLIC INTEREST PAY TEL			0	LN 3	0	0	0	0	0	0	0	0	0	0	0
18	IOT EXP - COINLESS PAY TEL			0	LN 4	0	0	0	0	0	0	0	0	0	0	0
19	IOT EXP - OTHER			0	LN 5+DIRECT	0	0	0	0	0	0	0	0	0	0	0
20	IOT EXP - CPE			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
21	TOTAL INFORMATION ORIG/TERM EXP			0.00000%		0	0	0	0	0	0	0	0	0	0	0
22	% DISTRIBUTION					0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CABLE AND WIRE FACILITIES EXPENSE																
23	CAF EXP - UNDISTRIBUTED	6410		100825	LN 6	1173	28603	0	1350	27730	2791	1592	0	0	37459	0
24a	CAF EXP - SS7 LEASE			0	LN 6+DIRECT	0	0	0	0	0	0	0	0	0	0	0
24b	CAF EXP - DIRECT ASSIGNED			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
25	TOTAL CAF EXPENSE			100825		1173	28603	0	1350	27730	2791	1592	0	0	37459	0
26	% DISTRIBUTION			100.00002%		1.1637%	28.3689%	0.0000%	1.3391%	27.5029%	2.7679%	1.5785%	0.0000%	0.0000%	37.1520%	0.0000%
27	TOTAL PLANT SPECIFIC EXPENSE			524952		8497	267573	0	8588	109034	11109	13737	0	0	106139	0
28	% DISTRIBUTION			100.00001%		1.6187%	50.9709%	0.0000%	1.6359%	20.7702%	2.1163%	2.6168%	0.0000%	0.0000%	20.2188%	0.0000%
29	PLANT SPECIFIC EXP EXCLUDING GSF			480545		7859	248935	0	7914	98620	10054	12758	0	0	94166	0
30	% DISTRIBUTION			100.00000%		1.6354%	51.8026%	0.0000%	1.6468%	20.5225%	2.0923%	2.6550%	0.0000%	0.0000%	19.5956%	0.0000%

S-10.10f1

PLANT NONSPECIFIC OPERATIONS EXPENSE SEPARATIONS

S-10.10f1

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EXCHANGE MESSAGE	OTHER
						MESSAGE TOLL INTRALATA	SPECIAL ACCESS INTRALATA	MESSAGE TOLL INTERLATA	MESSAGE TOLL INTRALATA	SPECIAL ACCESS INTRALATA	MESSAGE TOLL INTERLATA			
1	TELEPHONE PLANT IN SERVICE	2001		100.00001%	S-2, LN 10	1.4375%	0.0000%	1.5177%	23.4515%	2.3758%	0.0000%	0.0823%	26.9623%	0.0000%
2	CAPITAL LEASES	2681		0.0000%	S-7, LN 6	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
3	LEASEHOLD IMPROVEMENTS	2682		0.0000%	S-7, LN 7	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
4	TANGIBLE PROPERTY	2680		0.0000%	S-3, LN 30	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5	INTANGIBLE PROPERTY	2680		0.0000%	S-3, LN 37	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6	TELEPHONE PLANT ADJUSTMENT	2005		0.0000%	S-7, LN 10	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
7	COE, IOT AND C&W			100.00001%	S-3, LN 7	1.4375%	0.0000%	1.5177%	23.4515%	2.3758%	0.0000%	0.0823%	26.9623%	0.0000%
OTHER PROPERTY PLANT & EQUIP EXP.														
8	UNDISTRIBUTED	6510		0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0
9	PROPERTY HELD FOR FUTURE USE	6511		0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0
10	MATERIALS & SUPPLIES PROVISIONING	6512		0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0
11	TOTAL OTHER PROP PLANT & EQUIP EXP.			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
12	% DISTRIBUTION													
13	NETWORK OPERATIONS EXPENSE	6530		107315	LN 7+DIRECT	1543	45040	1629	25167	2550	2364	88	28935	0
14a	ACCESS CHARGE EXPENSE	6540	1.0	0	DIRECT	0	0	0	0	0	0	0	0	0
14b	FEDERAL SUPPORT CHARGES	6540	2.0	0	DIRECT	0	0	0	0	0	0	0	0	0
DEPRECIATION EXPENSE														
15	GENERAL SUPPORT	6560		148276	S-3, LN 11	2131	62231	2250	34773	3523	3267	122	39979	0
16	CENTRAL OFFICE SWITCHING EQUIPMENT			198650	S-4, LN 53	4972	163880	0	0	0	0	0	29798	0
17	OPERATOR SYSTEMS EQUIPMENT			0	S-4, LN 42	0	0	0	0	0	0	0	0	0
18	CENTRAL OFFICE TRANSMISSION			256985	S-4, LN 79	3106	102343	7746	83657	8572	13178	131	38252	0
19	UNDISTRIBUTED COE			0	S-4, LN 81	0	0	0	0	0	0	0	0	0
20	INFORMATION ORIGTERM			0	S-5, LN 18	0	0	0	0	0	0	0	0	0
21	CABLE AND WIRE FACILITIES			275118	S-5, LN 43	3201	78048	3684	75665	7615	4343	0	0	0
22	TOTAL DEP EXP - PLANT IN SERVICE			879029	S-5, LN 43	13411	406503	13680	194096	19710	20788	350	102212	0
23	PROPERTY HELD FOR FUTURE USE			0	LN 1+DIRECT	0	0	0	0	0	0	0	210240	0
24	TOTAL DEPRECIATION EXPENSE			879029	LN 1+DIRECT	13411	406503	13680	194096	19710	20788	603	210240	0
25	% DISTRIBUTION			100.00001%		1.5257%	46.2445%	1.5563%	22.0807%	2.2422%	2.3649%	0.0686%	23.9173%	0.0000%
AMORTIZATION EXPENSE														
26	CAPITAL LEASE	6563		0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0
27	LEASEHOLD IMPROVEMENTS	6563		0	LN 3+DIRECT	0	0	0	0	0	0	0	0	0
28	UNDISTRIBUTED	6563		0	LN 4+DIRECT	0	0	0	0	0	0	0	0	0
29	INTANGIBLE ASSETS	6564		0	LN 5+DIRECT	0	0	0	0	0	0	0	0	0
30	OTHER - TPA	6565		0	LN 6+DIRECT	0	0	0	0	0	0	0	0	0
31	TOTAL AMORTIZATION EXPENSE			0		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
32	% DISTRIBUTION			0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
RENT REVENUES														
33	GEN SUPPORT ASSETS	5240		0	S-3, LN 11+DIR	0	0	0	0	0	0	0	0	0
34	CENTRAL OFFICE EQUIPMENT	5240		0	S-4, LN 81+DIR	0	0	0	0	0	0	0	0	0
35	CABLE & WIRE FACILITIES	5240		0	S-5, LN 43+DIR	0	0	0	0	0	0	0	0	0
36	UNDISTRIBUTED	5240		0	S-2, LN 10+DIR	0	0	0	0	0	0	0	0	0
37	TOTAL RENT REVENUES			0		0	0	0	0	0	0	0	0	0

S-11.1of1

CUSTOMER OPERATIONS EXPENSE SEPARATIONS

S-11.1of1

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	MESSAGE TOLL			SPECIAL ACCESS			MESSAGE TOLL			SPECIAL ACCESS			EXCHANGE MESSAGE	EAS	EXCHANGE PVT LINE	OTHER
						INTERSTATE			INTRASTATE			INTERSTATE			INTRASTATE						
						INTRALATA	INTERLATA	OTHER	INTRALATA	INTERLATA	OTHER	INTRALATA	INTERLATA	OTHER	INTRALATA	INTERLATA	OTHER				
1	SWS - OPERATOR SERVICES EXCL DA			25.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
2	SWS - DIRECTORY ASSISTANCE BOARDS			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
3	SUBSCRIBER LINE USE (SLU)			100.0000%	INPUT	0.8350%	27.5220%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
4	END USER BILLED REVENUE INCL CCL			100.0000%	INPUT	0.0000%	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
5	IX CARRIER BILLED REVENUE			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
6	PUBLIC INTEREST PAYSTATION REVENUE			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
7	BUSINESS OFFICE CONTACTS			100.0000%	INPUT	0.0000%	30.0284%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
8	BILLING INQUIRY CONTACTS			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
9	IX CARRIER SVC ORDER CONTACTS			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
10	IX CARRIER BILLING INQUIRY CONTACTS			0.0000%	INPUT	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
11	CARRIER ACCESS BILLING FACTOR			100.0000%	INPUT	0.0000%	50.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
CUSTOMER OPERATIONS EXPENSES																					
12	MARKETING	6610		0	INPUT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
13	TELEPHONE OPERATOR SERVICES			0	LN 1+DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
14	- CALL COMPLETION INCL DA	6621		0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
15	- OPERATOR SERV. UNDER CONTRACT			0		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
16	PUBLISHED DIRECTORY LISTINGS	6622		0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
17	-CLASSIFIED			0		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
18	- TWX			0		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
19	- ALPHA			0	LN 3	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
20	- FOREIGN			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
21	SUBTOTAL			0		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
22	LOCAL BUSINESS OFFICE	6623	1.0	0		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
23	- END USER SVC ORDER PROCESSING			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
24	- PRESUBSCRIPTION		1.1	0		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
25	- OTHER		1.12	55052	LN 7	0	16531	0	0	0	0	0	0	0	0	0	0	0	0	0	
26	- END USER PAYMENT & COLLECTION		1.2	0	LN 4	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
27	- END USER BILLING INQUIRY		1.3	0	LN 8	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
28	- IX CARRIER SVC ORDER PROCESSING		1.4	0	LN 9	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
29	- IX CARRIER PAYMENT & COLLECTION		1.5	0	LN 5	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
30	- IX CARRIER BILLING INQUIRY		1.6	0	LN 10	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
31	- COIN COLLECT AND ADMIN. - PUB INT		1.7	0	LN 6+DIR	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
32	SUBTOTAL LOCAL BUSINESS OFFICE			55052		0	16531	0	0	0	0	0	0	0	0	0	0	0	0	0	
33	CUSTOMER SERVICES (REV ACCTG)	6623	2.0	0		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
34	- MESSAGE PROCESSING		2.1	0		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
35	- TOLL TICKET PROCESSING		2.11	0	AL-1, LN16+DIR	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
36	- LOCAL MESSAGE PROCESSING		2.12	9375	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
37	- OTHER BILLING & COLLECTION		2.2	20623	AL-1, LN18+DIR	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
38	- END USER COMMON LINE		2.3	0	DIRECT	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
39	- END USER ACCESS BILLING (CABS)		2.4	9843	LN 11	0	4922	0	0	0	0	0	0	0	0	0	0	0	0	0	
40	SUBTOTAL CUSTOMER SERVICES			39841		0	4922	0	0	0	0	0	0	0	0	0	0	0	0	0	
41	TOTAL CAT 1 AND CAT 2			94893	LN 32+LN 40	0	21453	0	0	0	0	0	0	0	0	0	0	0	0	0	
42	% DISTRIBUTION			100.0000%		0.0000%	22.6073%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
43	ALL OTHER CUSTOMER SERVICE	6623	3.0	1058	LN 42+DIRECT	0	1058	0	0	0	0	0	0	0	0	0	0	0	0	0	
44	TOTAL SERVICES EXPENSE			95951		0	22511	0	0	0	0	0	0	0	0	0	0	0	0	0	
45	% DISTRIBUTION			100.0000%		0.0000%	23.4607%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	
46	TOTAL CUSTOMER OPERATIONS EXP.			95951	LN 12+LN 44	0	22511	0	0	0	0	0	0	0	0	0	0	0	0	0	
47	% DISTRIBUTION			100.0000%		0.0000%	23.4607%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	

OTHER OPERATING EXPENSE AND TAX SEPARATIONS

LN	DESCRIPTION	AC	CAT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER	
						MESSAGE TOLL	SPECIAL ACCESS	INTRALATA	MESSAGE TOLL	SPECIAL ACCESS	INTRALATA					
SEPARATION FACTORS																
1	BIG THREE EXPENSES			100.0001%	S-3, LN 4	13749%	46.2826%	0.0000%	1.3955%	19.6521%	2.5376%	2.2116%	0.0000%	0.0000%	26.4979%	0.0000%
2	TELEPHONE PLANT IN SERVICE	2001		100.0001%	S-2, LN 10	1.4375%	41.9698%	0.0000%	1.5177%	23.4515%	2.3758%	2.2033%	0.0000%	0.0000%	26.9823%	0.0000%
3	PLANT UNDER CONSTRUCTION	2003		0.0000%	S-6, LN 15	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
4	CAPITAL LEASES	2680		0.0000%	S-3, LN 21	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
5	EQUAL ACCESS INVESTMENT			0.0000%	S-6, LN 36	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
6	NET TELEPHONE PLANT - OPERATING			100.0001%	S-2, LN 27	1.3819%	39.5726%	0.0000%	1.5464%	24.4996%	2.4804%	2.2125%	0.0000%	0.0000%	26.2181%	0.0000%
CORPORATE OPERATIONS EXPENSE																
7	EXECUTIVE AND PLANNING	6710		0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
8	DIRECT ASSIGNED			97446	LN 1	1340	45101	0	1360	19150	2473	2155	0	47	25821	0
9	OTHER															
10	GENERAL & ADMINISTRATIVE	6720		0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
11	DIRECT ASSIGNED			294681	LN 1	4051	136386	0	4112	57911	7478	6517	0	141	78084	0
12	OTHER			392127		5391	181487	0	5472	77061	9951	8672	0	188	103906	0
13	TOTAL CORPORATE OPERATIONS EXP			100.0001%		1.3749%	46.2826%	0.0000%	1.3955%	19.6521%	2.5376%	2.2116%	0.0000%	0.0000%	26.4979%	0.0000%
14	% DISTRIBUTION															
15	EQUAL ACCESS EXPENSE			0	LN 5	0	0	0	0	0	0	0	0	0	0	0
INTEREST AND RELATED ITEMS																
16	CAPITAL LEASES			0	LN 4+DIRECT	0	0	0	0	0	0	0	0	0	0	0
17	CUSTOMER DEPOSITS			0	LN 6+DIRECT	0	0	0	0	0	0	0	0	0	0	0
18	OTHER FIXED CHARGES - OPERATING			244991	LN 6	3385	96949	0	3788	60022	6077	5420	0	217	69132	0
19	OTHER FIXED CHARGES - NON OPERATING			0	DIRECT	0	0	0	0	0	0	0	0	0	0	0
20	TOTAL			244991		3385	96949	0	3788	60022	6077	5420	0	217	69132	0
BASIS FOR ACTUAL INCOME TAX ALLOC.																
21	TOTAL OPERATING REVENUES			2229458	RECORDS	106	1251620	0	0	174097	13703	0	0	0	789932	0
22	LESS: OPERATING EXPENSE AND TAX			2037385	VARIOUS	29354	939953	0	29909	424307	48914	46346	0	1184	517418	0
23	INTEREST - CAPITAL LEASE			0	LN 16	0	0	0	0	0	0	0	0	0	0	0
24	OPERATING FIXED CHARGES			244991	LN 17	3385	96949	0	3788	60022	6077	5420	0	217	69132	0
25	OTHER INCOME ADJ BASED ON PLANT			0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0
26	OTHER INCOME ADJ BASED ON EXP			-52919	LN 1+DIRECT	-32634	214717	0	-33697	-310232	-41288	-51767	0	0	0	0
27	NET TAXABLE INCOME			100.0006%		61.6674%	-405.7487%	0.0000%	63.6774%	586.2413%	78.0205%	97.8227%	0.0000%	-1402	203382	0
28	% DISTRIBUTION													2.6487%	-384.3287%	0.0000%
OPERATING TAXES																
29	FEDERAL ITC AMORTIZATION	7210		0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0
30	STATE ITC AMORTIZATION	7210		0	LN 2+DIRECT	0	0	0	0	0	0	0	0	0	0	0
31	OPERATING FEDERAL INCOME TAX	7220		-20148	LN 28	-12425	81750	0	-12830	-118116	-15720	-19709	0	-534	77435	0
32	OPERATING STATE & LOCAL INC. TAX	7230		-3069	LN 28	-1893	12452	0	-1954	-17992	-2394	-3002	0	-81	11795	0
33	OPERATING TAXES - OTHER	7240		35618	LN 2+DIRECT	512	14949	0	541	8353	846	785	0	29	9603	0
34	OPERATING TAXES - DIRECT ASSIGN	7243		1892	DIRECT	0	1892	0	0	0	0	0	0	0	0	0
35	TOTAL OPERATING TAXES			14293		-13805	111043	0	-14243	-127755	-17268	-21927	0	-586	98833	0

AL-1.1of1

DEVELOPMENT OF ALLOCATION RATIOS

AL-1.1of1

LN	ALLOCATION RATIOS	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER
				MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA	MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA				
1	ALLOCATED LOOPS - COE	1200	SPF	9	283	0	13	265	27	17	0	584	0
2	PERCENT DISTRIBUTION	100.0000%		0.7164%	23.6170%	0.0000%	1.0833%	22.0703%	2.2630%	1.4167%	0.0000%	48.6667%	0.0000%
3	ALLOCATED LOOPS - CWF	1200	SPF	9	283	0	13	265	27	17	0	584	0
4	PERCENT DISTRIBUTION	100.0000%		0.7164%	23.6170%	0.0000%	1.0833%	22.0703%	2.2630%	1.4167%	0.0000%	48.6667%	0.0000%
5	ALLOCATED CIRCUIT TERM - COE	207	TOLL MOU	3	97	0	8	77	8	14	0	0	0
6	PERCENT DISTRIBUTION	100.0000%		1.4255%	46.9659%	0.0000%	3.8647%	37.1725%	3.8081%	6.7633%	0.0000%	0.0000%	0.0000%
7	ALLOCATED CIRCUIT MILES - CWF	3142.0	CMM	81.9	1373.1	0.0	68.0	1414.9	138.2	66.0	0.0	0.0	0.0
8	PERCENT DISTRIBUTION	100.0010%		2.6069%	43.7012%	0.0000%	2.1642%	45.0310%	4.3971%	2.1006%	0.0000%	0.0000%	0.0000%
9	ALLOCATED EXCH WIDEBAND LOOPS	0	WB MOU	0	0	0	0	0	0	0	0	0	0
10	PERCENT DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
11	ALLOC EXCH WIDEBAND CHAN (MOU's)	0	WB MOU	0	0	0	0	0	0	0	0	0	0
12	PERCENT DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
13	ALLOC IX WIDEBAND CHAN (MOU MILES)	0	WB MOU MI	0	0	0	0	0	0	0	0	0	0
14	PERCENT DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
15	ALLOCATED TOLL MESSAGES (SP + RC)	387809	DIRECT	12835	91689	0	0	255883	7232	0	0	0	0
16	PERCENT DISTRIBUTION	100.0000%		3.4915%	24.9338%	0.0000%	0.0000%	69.6074%	1.9673%	0.0000%	0.0000%	0.0000%	0.0000%
17	ALLOCATED USERS	XXX		0	0	XXX	XXX	0	0	XXX	XXX	0	XXX
18	PERCENT DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%

CWC-1

CASH WORKING CAPITAL WORKSHEET

CWC-1

LN	DESCRIPTION	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE				INTRASTATE				EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE
				MESSAGE TOLL		SPECIAL ACCESS		MESSAGE TOLL		SPECIAL ACCESS				
				INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA			
1	PLANT SPECIFIC EXPENSES	524952	S-9.LN 27	8497	267573	0	8588	109034	11109	13737	0	276	0	106139
2	PLANT NON SPECIFIC EXP EXCL DEP & AMORT	107315	VARIOUS	1543	45040	0	1629	25167	2550	2364	0	88	0	28935
3	CUSTOMER OPERATIONS EXP - MARKETING	0	S-11.LN 12	0	0	0	0	0	0	0	0	0	0	0
4	CUSTOMER OPERATIONS EXP - SERVICES	95951	S-11.LN 44	0	22511	0	0	10596	4748	0	0	0	0	58095
5	CORPORATE OPERATIONS EXPENSE	392127	S-12.LN 13	5391	181487	0	5472	77061	9951	8672	0	188	0	103906
6	EQUAL ACCESS EXPENSE	0	S-12.LN 15	0	0	0	0	0	0	0	0	0	0	0
7	OTHER EXPENSE - CONTRIBUTIONS	0	S-12.LN 14	0	0	0	0	0	0	0	0	0	0	0
8	INTEREST ON CUSTOMER DEPOSITS	0	S-12.LN 17	0	0	0	0	0	0	0	0	0	0	0
9	FEDERAL INCOME TAX (ACTUAL)	-20148	S-12.LN 31	-12425	81750	0	-12830	-118116	-15720	-19709	0	-534	0	77435
10	STATE INCOME TAX (ACTUAL)	-3069	S-12.LN 32	-1893	12452	0	-1954	-17992	-2394	-3002	0	-81	0	11795
11	OTHER OPERATING TAX	35618	S-12.LN 33	512	14949	0	541	8353	846	785	0	29	0	9603
12	OTHER OPERATING TAX - DIRECT ASSIGN	1892	S-12.LN 34	0	1892	0	0	0	0	0	0	0	0	0
13	GROSS RECEIPTS TAX (ACTUAL)	0	RECORDS	0	0	0	0	0	0	0	0	0	0	0
14	INTEREST ON CAPITAL LEASES	0	S-12.LN 16	0	0	0	0	0	0	0	0	0	0	0
15	OTHER FIXED CHARGES - OPERATING	244992	S-12.LN 18	3385	96949	0	3788	60022	6077	5420	0	0	0	0
16	TOTAL CASH WORKING CAPITAL EXPENSES	1379630	RECORDS	5011	724603	0	5233	154126	17167	8267	0	217	0	69132
17	CASH WORKING CAPITAL RATIO	0	RECORDS	0.04110	0.04110	0.04110	0.04110	0.04110	0.04110	0.04110	0.04110	0.04110	0.04110	0.04110
18	CASH WORKING CAPITAL	56703	/LN 16	206	29781	0	215	6335	706	340	0	8	0	19113
19	MINIMUM BANK BALANCE	0	/LN 16	0	0	0	0	0	0	0	0	0	0	0
20	WORKING CASH ADVANCES	0		0	0	0	0	0	0	0	0	0	0	0
21	TOTAL CASH WORKING CAPITAL	56703		206	29781	0	215	6335	706	340	0	8	0	19113

ALLOCATION RATIOS	A/C #	INTERSTATE										EXCHANGE			OTHER		
		INTRALATA		INTERLATA		MESSAGE		SPECIAL ACCESS		INTRALATA		INTERLATA		PVT LINE		EAS	MESSAGE
		INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA						
NET INVESTMENT SUMMARY																	
GENERAL SUPPORT FACILITIES	2110	1.4375%	41.9698%	0.0000%	1.5177%	23.4515%	2.3758%	0.0000%	2.2033%	0.0000%	0.0823%	0.0000%	0.0000%	26.9623%	0.0000%	0.0000%	0.0000%
CENTRAL OFFICE SWITCHING EQUIP	2210	2.5030%	82.4970%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	15.0000%	0.0000%	0.0000%	0.0000%
OPERATOR SYSTEMS EQUIPMENT	2220	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CENTRAL OFFICE TRANSMISSION EQUIP	2230	1.2086%	39.8245%	0.0000%	3.0140%	32.5534%	3.3356%	0.0000%	5.1280%	0.0000%	0.0510%	0.0000%	0.0000%	14.8849%	0.0000%	0.0000%	0.0000%
INFORMATION ORIGITERM EQUIPMENT	2310	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CABLE AND WIRE FACILITIES	2410	1.1637%	28.3689%	0.0000%	1.3391%	27.5029%	2.7679%	0.0000%	1.5785%	0.0000%	0.1272%	0.0000%	0.0000%	37.1520%	0.0000%	0.0000%	0.0000%
TANGIBLE ASSETS	2680	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
INTANGIBLE ASSETS	2690	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL PLANT IN SERVICE A/C 2001		1.4375%	41.9698%	0.0000%	1.5177%	23.4515%	2.3758%	0.0000%	2.2033%	0.0000%	0.0823%	0.0000%	0.0000%	26.9623%	0.0000%	0.0000%	0.0000%
PROPERTY HELD FOR FUTURE USE	2002	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
PLANT UNDER CONSTRUCTION	2003	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
RESERVED FOR FUTURE USE	2004	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TELEPHONE PLANT ADJUSTMENT	2005	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
NONOPERATING PLANT	2006	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
GOODWILL	2007	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL PROPERTY, PLANT & EQUIP		1.4375%	41.9698%	0.0000%	1.5177%	23.4514%	2.3758%	0.0000%	2.2033%	0.0000%	0.0823%	0.0000%	0.0000%	26.9623%	0.0000%	0.0000%	0.0000%
ACCUM DEPR-PLANT IN SERVICE	3100	1.4915%	44.2953%	0.0000%	1.4898%	22.4328%	2.2742%	0.0000%	2.1943%	0.0000%	0.0761%	0.0000%	0.0000%	25.7423%	0.0000%	0.0000%	0.0000%
ACCUM DEPRECIATION - FUTURE USE	3200	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
ACCUM AMORT-TANGIBLE PROPERTY	3400	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
ACCUM AMORT-INTANGIBLE PROPERTY	3500	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
ACCUM AMORT-TEL PLANT ADJ	3600	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
NONCURRENT DEFERRED INC TAX - NET	4340	1.4368%	41.9415%	0.0000%	1.5184%	23.4658%	2.3772%	0.0000%	2.2041%	0.0000%	0.0824%	0.0000%	0.0000%	26.9740%	0.0000%	0.0000%	0.0000%
OTHER DEFERRED CREDITS - NET	4370	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CUSTOMER DEPOSITS		1.4375%	41.9698%	0.0000%	1.5177%	23.4515%	2.3758%	0.0000%	2.2033%	0.0000%	0.0823%	0.0000%	0.0000%	26.9623%	0.0000%	0.0000%	0.0000%
NET TELEPHONE PLANT		1.3819%	39.5726%	0.0000%	1.5464%	24.4986%	2.4804%	0.0000%	2.2125%	0.0000%	0.0887%	0.0000%	0.0000%	28.2181%	0.0000%	0.0000%	0.0000%
MATERIALS AND SUPPLIES	1220	1.1637%	28.3689%	0.0000%	1.3391%	27.5029%	2.7679%	0.0000%	1.5785%	0.0000%	0.1272%	0.0000%	0.0000%	37.1520%	0.0000%	0.0000%	0.0000%
INVESTMENT IN NONAFFILIATED CO'S	1402	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
EQUAL ACCESS EQUIPMENT	1439	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
OTHER JURISDICTIONAL ASSETS	1500	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CASH WORKING CAPITAL	XXXX	0.3632%	52.5215%	0.0000%	0.3793%	11.1715%	1.2443%	0.0000%	0.5992%	0.0000%	0.0133%	0.0000%	0.0000%	33.7076%	0.0000%	0.0000%	0.0000%
NET TEL PLANT, M&S AND CWC		1.3670%	39.5496%	0.0000%	1.5300%	24.3939%	2.4707%	0.0000%	2.1846%	0.0000%	0.0884%	0.0000%	0.0000%	28.4160%	0.0000%	0.0000%	0.0000%

ALLOCATION RATIOS	A/C #	TOTAL	INTERSTATE				INTRASTATE				EXCHANGE PVT LINE	EAS	EXCHANGE MESSAGE	OTHER	
			MESSAGE		SPECIAL ACCESS		MESSAGE		SPECIAL ACCESS						
			INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA	INTRALATA	INTERLATA					
OPERATING EXP AND TAX SUMMARY															
NETWORK SUPPORT EXPENSE	6110	100.0001%	1.4375%	41.9698%	0.0000%	1.5177%	23.4515%	2.3758%	2.2033%	0.0000%	0.0000%	0.8823%	0.0000%	26.9623%	0.0000%
GENERAL SUPPORT EXPENSE	6120	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CENTRAL OFFICE EXPENSE	6210	100.0000%	1.7607%	58.0249%	0.0000%	1.7285%	18.6690%	1.9129%	2.9408%	0.0000%	0.0000%	0.0292%	0.0000%	14.9340%	0.0000%
INFORMATION ORIG/TERM EXPENSE	6310	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
CABLE AND WIRE FACILITIES EXPENSE	6410	100.0002%	1.1637%	28.3689%	0.0000%	1.3391%	27.5029%	2.7679%	1.5785%	0.0000%	0.0000%	0.1272%	0.0000%	37.1520%	0.0000%
OTHER PLANT EXPENSE	6510	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
NETWORK OPERATIONS EXPENSE	6530	100.0001%	1.4375%	41.9698%	0.0000%	1.5177%	23.4515%	2.3758%	2.2033%	0.0000%	0.0000%	0.8823%	0.0000%	26.9623%	0.0000%
ACCESS CHARGE EXPENSE	6540	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
FEDERAL SUPPORT EXPENSE	6550	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
MARKETING EXPENSE	6560	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
SERVICES EXPENSE	6610	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
EXECUTIVE AND PLANNING EXPENSE	6620	100.0000%	0.0000%	23.4607%	0.0000%	0.0000%	11.0436%	4.9487%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	60.5470%	0.0000%
GENERAL AND ADMINISTRATIVE EXP	6710	100.0001%	1.3749%	46.2826%	0.0000%	1.3955%	19.6521%	2.5376%	2.2116%	0.0000%	0.0000%	0.0479%	0.0000%	26.4979%	0.0000%
SUBTOTAL OPERATING EXPENSES	6720	100.0001%	1.3774%	46.1117%	0.0000%	1.4003%	19.8027%	2.5312%	2.2112%	0.0000%	0.0000%	0.0493%	0.0000%	26.5164%	0.0000%
DEPRECIATION AND AMORTIZATION	6560	100.0001%	1.5257%	46.2445%	0.0000%	1.5563%	22.0807%	2.2422%	2.3649%	0.0000%	0.0000%	0.0686%	0.0000%	23.9173%	0.0000%
OTHER OPERATING TAX	7240	100.0001%	1.3650%	44.8969%	0.0000%	1.4411%	22.2886%	2.2560%	2.0922%	0.0000%	0.0000%	0.0781%	0.0000%	25.6023%	0.0000%
EQUAL ACCESS EXPENSE	7500	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
INTEREST ON CUSTOMER DEPOSITS	5240	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
RENT REVENUE - ACCESS	5240	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL OPERATING EXPENSE AND TAX	7370	100.0001%	1.4411%	46.1466%	0.0000%	1.4684%	20.8312%	2.4014%	2.2753%	0.0000%	0.0000%	0.0581%	0.0000%	25.3779%	0.0000%
NON OPERATING EXPENSE															
ABANDONED CONSTRUCTION		100.0000%	1.4375%	41.9698%	0.0000%	1.5177%	23.4514%	2.3758%	2.2033%	0.0000%	0.0000%	0.8823%	0.0000%	26.9623%	0.0000%
CONTRIBUTIONS		100.0000%	1.3749%	46.2826%	0.0000%	1.3955%	19.6521%	2.5376%	2.2116%	0.0000%	0.0000%	0.0479%	0.0000%	26.4979%	0.0000%
OTHER NON OPERATING EXPENSE		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL NON OPERATING EXPENSE		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
UNCOLLECTIBLES															
END USER MSG TOLLS	5310	100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	100.0000%	0.0000%
END USER COMMON LINE	5320	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
IX CARRIER	5330	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
TOTAL UNCOLLECTIBLES		100.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	100.0000%	0.0000%
ALLOW FOR FUNDS USED DURING CONSTR	7340	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
OTHER INCOME ADJUSTMENTS	XXXX	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%

TAX-1 EFFECTIVE FEDERAL INCOME TAX RATE

LN	DESCRIPTION	SOURCE	TAXABLE INCOME		INCOME TAX	
			TOTAL	OPERATING	TOTAL	OPERATING
1	AVERAGE NET INVESTMENT	S-1, Ln 1	4994870	4994877		
2	ASSUMED RATE OF RETURN FOR ESTIMATING TAX RATE		8.1657%	8.1657%		
3	RETURN ON INVESTMENT	Ln 1*Ln 2	407864	407865		
4	FIT INCOME ADJUSTMENT (FROM COST STUDY)		244991	244992		
5	INVESTMENT TAX CREDIT AMORTIZATION	S-12, Ln 29	0	0		
6	AFTER TAX INCOME BEFORE TAX CREDITS	Ln 3-4-5	162873	162874		
7	FIT BEFORE TAX CREDITS (MUST EQUAL LN 17)		83905	83905		
8	TAXABLE INCOME	Ln 6+Ln 7	246778	246778		
9	FIT ON \$0 to \$50,000 @ 15%		50000	50000	7500	7500
10	FIT ON \$50,000 to \$75,000 @ 25%		25000	25000	6250	6250
11	FIT ON \$75,000 to \$100,000 @ 34%		25000	25000	8500	8500
12	FIT ON \$100,000 to \$335,000 @ 39%		146778	146778	57243	57244
13	FIT ON \$335,000 to \$10,000,000 @ 34%		0	0	0	0
14	FIT ON \$10,000,000 to \$15,000,000 @ 35%		0	0	0	0
15	FIT ON \$15,000,000 to \$18,333,333 @ 38%		0	0	0	0
16	FIT ON OVER \$18,333,333 @ 35%		0	0	0	0
17	TOTAL TAXABLE INCOME/FIT BEFORE TAX CREDITS	Lns 9..16	246778	246778	79493	79494
18	EFFECTIVE FIT TAX RATE				32.2125%	32.2125%

MONITOR

REVENUE MONITORING SUMMARY

MONITOR

LN	ANALYSIS OF INCOME FROM OPERATIONS	TOTAL OPERATING	ALLOCATION BASIS	INTERSTATE			INTRASTATE			EXCHANGE		
				MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA	MESSAGE TOLL INTRALATA	MESSAGE TOLL INTERLATA	SPECIAL ACCESS INTRALATA	EXCHANGE PVT LINE	EXCHANGE EAS	
1	OPERATING REVENUES RECEIVED	2229458	RECORDS	106	1251620	0	0	174097	13703	0	0	789932
2	OPERATING EXPENSE & OTHER TAXES	2037385		29354	939953	0	29909	424307	48914	46346	0	517418
3	FEDERAL INCOME TAX NET OF ITC	-16428		-10131	66655	0	-10461	-96306	-12817	-16070	0	63137
4	STATE INCOME TAX NET OF ITC	-4602		-2838	18672	0	-2930	-26978	-3590	-4502	0	17686
5	TOTAL OPERATING EXPENSE & TAX	2016356	LN 2+3+4	16386	1025281	0	16518	301023	32506	25774	0	598241
6	OPERATING INCOME	213102	LN1-LN5	-16280	226339	0	-16518	-126926	-18803	-25774	0	191691
7	FIXED CHARGES - OPERATING	244992	S-12, LN16+17	3385	96949	0	3788	60022	6077	5420	0	69132
8	NET INCOME FROM OPERATIONS	-31889	LN6-LN7	-19665	129390	0	-20306	-186948	-24880	-31195	0	122559
9	REALIZED RATE OF RETURN	4.2664%	LN 6/S-1, LN 1	-23.8425%	11.4576%	0.0000%	-21.6142%	-10.4171%	-15.2369%	-23.6210%	0.0000%	0.0000%
ANALYSIS OF REVENUE EXCESS/DEFICIENCY				*****								
11	OPERATING REVENUES RECEIVED	2229458	INPUT	106	1251620	0	0	174097	13703	0	0	789932
12	REVENUE REQUIREMENT	2552659	S-1, LN19	39869	1244815	0	41677	504020	56989	53455	0	610793
13	REVENUE EXCESS/(DEFICIENCY)	-323201		-39763	6805	0	-41677	-329923	-43286	-53455	0	179139

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SUMMARY OF NET TELEPHONE PLANT, M&S AND WORKING CAPITAL

LN	DESCRIPTION	A/C	CAT	TOTAL COMPANY	ALLOCATION BASIS	TOTAL INTERSTATE	INTERSTATE %	TOTAL INTRASTATE	INTRASTATE %
1	NET INVESTMENT SUMMARY								
2	GENERAL SUPPORT FACILITIES	2110		1863890	S-3.LN 10	837352	44.9250%	1026540	55.0751%
3	CENTRAL OFFICE SWITCHING EQUIP	2210		1654633	S-4.LN 52	1406438	85.0000%	248195	15.0000%
4	OPERATOR SYSTEMS EQUIPMENT	2220		0	S-4.LN 41	0	0.0000%	0	0.0000%
5	CENTRAL OFFICE TRANS EQUIP	2230		2224819	S-4.LN 78	979970	44.0472%	1244849	55.9528%
6	INFORMATION ORIG/TERM EQUIPMENT	2310		0	S-5.LN 17	0	0.0000%	0	0.0000%
7	CABLE AND WIRE FACILITIES	2410		4579454	S-5.LN 42	1413755	30.8717%	3165710	69.1285%
8	TANGIBLE ASSETS	2880		0	S-3.LN 29	0	0.0000%	0	0.0000%
9	INTANGIBLE ASSETS	2690		0	S-3.LN 36	0	0.0000%	0	0.0000%
10	TOTAL PLANT IN SERVICE A/C 2001			10322796		4637515	44.9250%	5685294	55.0751%
11	% DISTRIBUTION			100.0001%		0	44.9249%	1	55.0751%
12	PROPERTY HELD FOR FUTURE USE	2002		0	S-6.LN 9	0	0.0000%	0	0.0000%
13	PLANT UNDER CONSTRUCTION	2003		0	S-6.LN 15	0	0.0000%	0	0.0000%
14	RESERVED FOR FUTURE USE	XXXX		0	S-6.LN 21	0	0.0000%	0	0.0000%
15	TELEPHONE PLANT ADJUSTMENT	2005		0	S-6.LN 27	0	0.0000%	0	0.0000%
16	NONOPERATING PLANT	2006		0	DIRECT	0	0.0000%	0	0.0000%
17	GOODWILL	2007		0	DIRECT	0	0.0000%	0	0.0000%
18	TOTAL PROPERTY, PLANT & EQUIPMENT			10322796		4637515	44.9250%	5685294	55.0751%
19	% DISTRIBUTION			100.0001%		0	44.9249%	1	55.0751%
20	ACCUM DEPR - PLANT IN SERVICE	3100		5009383	S-7.LN 18	2368464	47.2805%	2640925	52.7196%
21	ACCUM DEPRECIATION - FUTURE USE	3200		0	S-7.LN 19	0	0.0000%	0	0.0000%
22	ACCUM AMORT - TANGIBLE PROPERTY	3400		0	S-7.LN 23	0	0.0000%	0	0.0000%
23	ACCUM AMORT-INTANGIBLE PROPERTY	3500		0	S-7.LN 24	0	0.0000%	0	0.0000%
24	ACCUM AMORT - TEL PLANT ADJ	3600		0	S-7.LN 25	0	0.0000%	0	0.0000%
25	OPER - DEFERRED INCOME TAX - NET	VAR		450236	S-7.LN 34	202141	44.8966%	248096	55.1035%
26	CUSTOMER DEPOSITS	4040		775	/LN 9+DIRECT	348	44.9250%	427	55.0751%
27	OTHER LT LIAB - POST RET BENEFITS	4310		0	S-7.LN 43	0	0.0000%	0	0.0000%
28	OTHER DEFERRED CREDITS - NET	4360		0	S-7.LN 42	0	0.0000%	0	0.0000%
29	NET TELEPHONE PLANT			4862402		2066562	42.5008%	2795847	57.4993%
30	% DISTRIBUTION			100.0001%		0	42.5008%	1	57.4992%
31	MATERIALS AND SUPPLIES	1220		75765	S-6.LN 31	23390	30.8717%	52375	69.1285%
32	INVESTMENT IN NONAFFILIATED CO'S	1402		0	S-6.LN 35	0	0.0000%	0	0.0000%
33	NONCURRENT ASSETS-POST RET BENE	1410		0	S-6.LN 36	0	0.0000%	0	0.0000%
34	EQUAL ACCESS EQUIPMENT	1439		0	S-6.LN 37	0	0.0000%	0	0.0000%
35	OTHER JURISDICTIONAL ASSETS	1500		0	S-6.LN 38	0	0.0000%	0	0.0000%
36	CASH WORKING CAPITAL	XXXX		56703		30202	53.2641%	26501	46.7359%
37	NET TEL PLANT, M&S AND CWC			4994870		2120154	42.4466%	2874722	57.5535%
	% DISTRIBUTION			100.0001%		0	42.4466%	1	57.5534%

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LN	DESCRIPTION	TOTAL OPERATING	ALLOCATION BASIS	TOTAL INTERSTATE	INTERSTATE %	TOTAL INTRASTATE	INTRASTATE %
REVENUE REQUIREMENT SUMMARY							
1	NET INVESTMENT FOR SETTLEMENTS	4994877	NOTE A	2120154	42.4466%	2874722	57.5534%
2	RATE OF RETURN	8.1657%					
3	RETURN ON INVESTMENT	407865	LN1*LN 2	238517	58.4794%	169348	41.5206%
4	ALLOW FOR FUNDS USED DJUR CONSTR (Normalized)	0	S-8.LN 31	0	0.0000%	0	0.0000%
5	NET RETURN FOR SETTLEMENTS	407865	LN3-LN4	238517	58.4794%	169348	41.5206%
6	FEDERAL OPERATING INCOME TAX (OPTIONAL)	83905	LN 28	69233	82.5142%	14671	17.4858%
7	LESS: FEDERAL ITC AMORTIZATION	0	S-12.LN 29	0	0.0000%	0	0.0000%
8	NET FEDERAL INCOME TAX	83905	LN 6-LN 7	69233	82.5142%	14671	17.4858%
9	STATE AND LOCAL INCOME TAX (OPTIONAL)	23504	LN 33	19394	82.5142%	4110	17.4858%
10	LESS: STATE ITC AMORTIZATION	0	S-12.LN 30	0	0.0000%	0	0.0000%
11	NET STATE INCOME TAX	23504	LN 9-LN 10	19394	82.5142%	4110	17.4858%
13	OPERATING EXPENSE AND TAX	2036885	S-8.LN 20	959216	49.0561%	1037669	50.9439%
14	OTHER ALLOWABLE EXPENSES	0	S-8.LN 22+23	0	0.0000%	0	0.0000%
15	UNCOLLECTIBLES	500	S-8.LN 30	0	0.0000%	500	100.0000%
16	BASIS FOR GROSS RECEIPTS TAX (GROSS UP)	2552659	5+8+11tru15	1326361	51.9600%	1226299	48.0400%
17a	GROSS RECEIPTS TAX	0	LN 16*LN 17a	0	0.0000%	0	0.0000%
17b	LESS: B-I LEAS CREDIT	0		0	0.0000%	0	0.0000%
18		2552659		1326361	51.9600%	1226299	48.0400%
19	TOTAL REVENUE REQUIREMENT						
***** NOTE A: INCLUDES NET TEL PLANT FROM SCH S-2.LN 36 LESS A/C's 2006, 2007 AND 1402 OTHER THAN RTB STOCK *****							
OPTIONAL GROSS UP INCOME TAX CALC							
20	NET RETURN FOR SETTLEMENTS	407865	LN 3	238517	58.4794%	169348	41.5206%
21	INTEREST AND RELATED ITEMS EXCL NON-OPER	244992	S-12.LN 16+18	104123	42.5008%	140868	57.4992%
22	OTHER INCOME ADJUSTMENTS	0	S-12.LN 25+26	0	0.0000%	0	0.0000%
23	TOTAL INCOME ADJUSTMENTS	244992	LN 21+22	104123	42.5008%	140868	57.4992%
24	FEDERAL ITC AMORTIZATION	0	S-12.LN 29	0	0.0000%	0	0.0000%
25	FEDERAL TAXABLE INCOME	246778	LN 25*FIT	203627	82.5142%	43151	17.4858%
26	FEDERAL INCOME TAX	83905	JS-2.LN 34	69233	82.5142%	14671	17.4858%
27	FEDERAL SURTAX ALLOC.- OPERATING	34.00%	LN 26-LN 27	69233	82.5142%	14671	17.4858%
28	NET FED INCOME TAX BEFORE ITC	83905	S-12.LN 30	0	0.0000%	0	0.0000%
29	STATE ITC AMORTIZATION	270282	LN 30*FIT	223021	82.5142%	47261	17.4858%
30	STATE TAXABLE INCOME	23504	JS-2.LN 34	19394	82.5142%	4110	17.4858%
31	STATE INCOME TAX	8.70%		0	0.0000%	0	0.0000%
32	STATE SURTAX EXEMPTION	0		0	0.0000%	0	0.0000%
33	NET STATE INCOME TAX BEFORE ITC TAX: A	23504		19394	82.5142%	4110	17.4858%

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LN	DESCRIPTION	AC	CAT	TOTAL COMPANY	ALLOCATION BASIS	TOTAL INTERSTATE	INTERSTATE %	TOTAL INTRASTATE	INTRASTATE %
OPERATING EXPENSE AND TAX SUMMARY									
1	NETWORK SUPPORT EXPENSE	6110		44407	S-9.LN 7	19950	44.9250%	24457	55.0751%
2	GENERAL OFFICE EXPENSE	6120		0	S-9.LN 8	0	0.0000%	0	0.0000%
3	CENTRAL OFFICE EXPENSE	6210		379720	S-9.LN 15	233581	61.5140%	146139	38.4860%
4	INFORMATION ORIGINATOR EXPENSE	6310		0	S-9.LN 21	0	0.0000%	0	0.0000%
5	CABLE AND WIRE FACILITIES EXPENSE	6410		100825	S-9.LN 25	31126	30.8717%	69699	69.1285%
6	OTHER PLANT EXPENSE	6510		0	S-10.LN 11	0	0.0000%	0	0.0000%
7	NETWORK OPERATIONS EXPENSE	6530		107315	S-10.LN 13	48211	44.9250%	59104	55.0751%
8	ACCESS CHARGE EXPENSE	6540		0	S-10.14a+14b	0	0.0000%	0	0.0000%
9	MARKETING EXPENSE	6610		0	S-11.LN 12	0	0.0000%	0	0.0000%
10	SERVICES EXPENSE	6620		96951	S-11.LN 44	22511	23.4607%	73440	76.5393%
11	EXECUTIVE AND PLANNING EXPENSE	6710		97446	S-12.LN 8+9	47800	49.0530%	49646	50.9471%
12	GENERAL AND ADMINISTRATIVE EXP	6720		294681	S-12.LN 11+12	144550	49.0530%	150131	50.9471%
13	SUBTOTAL OPERATING EXPENSES			1120345		547729	48.8893%	572616	51.1107%
14	% DISTRIBUTION			100.0001%		0	48.8893%	1	51.1107%
15	DEPRECIATION AND AMORTIZATION	6560		879029	S-10.LN 24+31	433594	49.3264%	445436	50.6737%
16	OTHER OPERATING TAX	7240		37510	S-12.LN 33	17893	47.7030%	19617	52.2972%
17	EQUAL ACCESS EXPENSE			0	S-12.LN 15	0	0.0000%	0	0.0000%
18	INTEREST ON CUSTOMER DEPOSITS	7250		0	S-12.LN 17	0	0.0000%	0	0.0000%
19	RENT REVENUE	5240		0	S-10.LN 37	0	0.0000%	0	0.0000%
20	TOTAL OPERATING EXPENSE AND TAX			2036884		999216	49.0561%	1037669	50.9440%
21	% DISTRIBUTION			100.0001%					
NON OPERATING EXPENSE									
22	ABANDONED CONSTRUCTION	7370		0	S-2.LN 10	0	0.0000%	0	0.0000%
23	CONTRIBUTIONS			0	S-12.LN 14	0	0.0000%	0	0.0000%
24	OTHER NON OPERATING EXPENSE			0	DIRECT	0	0.0000%	0	0.0000%
25	TOTAL NON OPERATING EXPENSE			0		0	0.0000%	0	0.0000%
26	% DISTRIBUTION			0.0000%		0	0.0000%	0	0.0000%
UNCOLLECTIBLES									
27	END USER MSG TOLLS	5310		500	DIRECT	0	0.0000%	500	100.0000%
28	END USER COMMON LINE	5320		0	DIRECT	0	0.0000%	0	0.0000%
29	IX CARRIER	5330		0	DIRECT	0	0.0000%	0	0.0000%
30	TOTAL UNCOLLECTIBLES			500		0	0.0000%	500	100.0000%
31	ALLOW. FOR FUNDS USED DUR. CONSTR.	7340		0	S-12.LN 3	0	0.0000%	0	0.0000%