

MID-T

ANNUAL REPORT

OF

MIDVALE TELEPHONE COMPANY

NAME

2205 KEITHLEY CREEK RD.
PO BOX 7
MIDVALE ID 83645

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2016

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IDAHO PUBLIC
UTILITIES COMMISSION

**ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING December 31,2016**

COMPANY INFORMATION

Exact name of utility: Midvale Telephone Company

Address of principal office: PO Box 7 Midvale Idaho 83645

Telephone Number (Area Code - 208) 355-2211

Cities or towns served: Midvale, Lakeview, Stanley, Warren, Warm Lake, Yellow Pine, Weiser

Name and title of officer having custody of the general corporate books of account: _____
John Stuart, CEO

Address of office where corporate books are kept and phone number: _____
2205 Keithley Creek Rd, Midvale, Idaho 83645 and (208)-355-2211

Organized under the laws of the State of: Idaho

Date of organization: March 19, 1959

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

If a Subchapter S Corporation, please specify: S Corporation

Name and address of controlling company, if any: _____
Midvale Telephone Exchange, Inc.

Names of affiliated companies. Give address and description of business: _____
Syringa Networks, 3795 Development Avenue, Boise ID 83705

OFFICERS

Report below the title, name and office address of each general officer of the utility at the end of the year. If there were any changes during the year, show the name, title, and address of the previous officer and the date of change.

Title	Name	Address
CEO	John Stuart	823 W. 1st ST, Weiser ID 83672
CFO	Nick Rynearson	PO Box 7, Midvale ID 83645
COO	Dennis Farrington	PO Box 7, Midvale ID 83645
President	Lane Williams	PO Box 7, Midvale ID 83645
Vice Pres.	Bruce Goslovich	10069 W. Quail Stome St. Boise ID 83709
Sec/Treas	Linda Klind	PO Box 7, Midvale ID 83645
Director	Emma Gross	1866 S Lincoln St. Salt Lake City, UT 84105
Director	Gary Horton	782 E. Cinnabar Dr. Cottonwood, AZ 86326

DIRECTORS

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

Name	Term Expired or Current Term Will Expire	Meetings Attended This year	Fees Paid During Year
Lane Williams	2018	6	Confidential
Bruce Goslovich	2017	6	Confidential
Linda Klind	2018	6	Confidential
Emma Gross	2019	6	Confidential
Gary Horton	2019	6	Confidential
Marsha Smith	2017	6	Confidential

Name of Chairman of the Board: Bruce Goslovich
 Name of Secretary (or Clerk) of Board: Linda Klind
 Number of Meetings of the Board during the year: 6

MANAGERS

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

Name	Title	Wages and Bonuses Paid
John Stuart	Chief Executive Officer	Confidential
Nick Ryneanson	Chief Financial Officer	Confidential
Dennis Farrington	Chief Operations Officer	Confidential
Joe Delatorre	NW Operations Manager	Confidential
Charles Bringe	AZ Operations Manager	Confidential
Rob Vowell	Plant Records Manager	Confidential
Sam McClary	IT Manager	Confidential
Diana Holmes	HR Manager	Confidential
Gary Coffelt	Construction Manager	Confidential
Missy Harrison	CSR Manager	Confidential

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	2,113,144	2,084,273	(28,871)
1130 Cash	-	-	-
1140 Special Cash Deposits	-	-	-
1150 Working Cash Advances	-	-	-
1160 Temporary Investments	-	-	-
1180 Telecommunications Accts. Receivable	267,278	283,461	16,183
1181 Accts. Rec. Allow. -Telecommunications	-	-	-
1190 Other Accounts Receivable	1,109,229	771,284	(337,945)
1191 Accounts Receivable Allow. - Other	-	-	-
1200 Notes Receivable	-	-	-
1201 Notes Receivable Allowance	-	-	-
1210 Interest & Dividends Receivable	-	-	-
1220 Material and Supplies	270,145	252,078	(18,067)
1280 Prepayments	192,725	119,637	(73,088)
1290 Prepaid Rents	-	-	-
1300 Prepaid Taxes	-	-	-
1310 Prepaid Insurance	-	-	-
1320 Prepaid Directory Expenses	-	-	-
1330 Other Prepayments	-	-	-
1350 Other Current Assets	-	-	-
Noncurrent Assets			
1401 Investment in Affiliated Companies	2,331,255	2,391,853	60,598
1402 Investment in Nonaffiliated Companies	89,143	89,143	-
1406 Nonregulated Investments	60,825	60,825	-
1407 Unamortized Debt Issuance Expense	-	-	-
1408 Sinking Funds	-	-	-
1410 Other Noncurrent Assets	-	-	-
1438 Deferred Maintenance & Retirements	-	-	-
1439 Deferred Charges	-	-	-
1500 Other Jurisdiction Assets - Net	-	-	-
Property, Plant and Equipment			
2001 Telecommunications Plants in Service	39,360,249	40,089,712	729,463
2002 Prop. Held for Future Telecom. Use	121,533	121,533	-
2003 Telecom. Plant under Constr. - Short Term	176,494	422,067	245,573
2004 Telecom. Plant under Constr. - Long Term	-	-	-
2005 Telecom. Plant Adjustment	-	-	-
2006 Nonoperating Plant	2,704,236	2,690,690	(13,546)
2007 Goodwill	-	-	-
Depreciation and Amortization Accounts			
3100 Accumulated Depreciated	(24,276,478)	(25,717,825)	(1,441,347)
3200 Accum. Depre. - Held for Future Use	(24,688)	(34,411)	(9,723)
3300 Accumulated Depreciation - Nonoperating	(1,483,540)	(1,555,868)	(72,328)
3400 Accumulated Amortization - Tangible	-	-	-
3410 Accum. Amort. - Capitalized Leases	-	-	-
3420 Accum. Amort. - Leasehold Improvements	-	-	-
3500 Accumulated Amortization - Intangible	-	-	-
3600 Accumulated Amortization - Other	-	-	-
TOTAL ASSETS	23,011,550	22,068,452	(943,098)

BALANCE SHEET
Liabilities & Stockholders' Equity

Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
Current Liabilities			
4010 Accounts Payable	187,247	201,523	14,276
4020 Notes Payable			-
4030 Advance Billings and Payments	145,098	151,447	6,349
4040 Customer Deposits			-
4050 Current Maturities - Long -Term Debt	859,089	765,121	(93,968)
4060 Current Maturities - Capital leases	38,551	18,384	(20,167)
4070 Income Taxes - Accrued			-
4080 Other Taxes - Accrued			-
4100 Net Current Defer. Oper. Income Taxes			-
4110 Net Current Defer. Nonoper. Income Taxes			-
4120 Other Accrued Liabilities	889,528	866,188	(23,340)
4130 Other Current Liabilities			-
Long-Term Debt			
4210 Funded Debt	9,566,911	8,177,408	(1,389,503)
4220 Premium on Long-Term Debt			-
4230 Discount on Long-Term Debt			-
4240 Reacquired Debt			-
4250 Obligations Under Capital Leases	17,156	4,068	(13,088)
4260 Advances from Affiliated Companies			-
4270 Other Long-Term Debt			-
Other Liabilities & 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			-
4350 Net Noncur. Defer. Nonoper. Income Taxes			-
4360 Other Deferred Credits			-
4370 Other Juris. Liab. & Def. Credits - Net			-
Stockholders' Equity			
4510 Capital Stock	32,910	32,910	-
4520 Additional Paid-In Capital			-
4530 Treasury Stock			-
4540 Other Capital			-
4550 Retained Earnings	11,275,060	11,851,403	576,343
TOTAL LIAB. & OTHER CREDITS	23,011,550	22,068,452	(943,098)

ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE

TOTAL Company Basis

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	366,955				
2112 Motor Vehicles	431,659	154,575	(22,584)	31,232	398,187
2113 Aircraft	-			3,405	567,055
2114 Special Purpose Vehicles	-				-
2115 Garage Work Equipment	-				-
2116 Other Work Equipment	899,927	343,694		(16,877)	1,226,744
2116 Test Equipment	195,026	64,552		(24,759)	234,819
2121 Buildings	1,442,132	25,686			1,467,818
2122 Furniture	74,351		(861)		73,490
2123 Office Equipment	-				-
2124 General Purpose Computers	171,713	14,542			186,255
2211 Analog Electronic Switching	-				-
2212 Digital Electronic Switching	3,534,040				3,534,040
2215 Electro-Mechanical Switching	-				-
2220 Operator Systems	-				-
2231 Radio Systems	-				-
2232 Circuit Equipment	7,326,429	594,538	(1,048,741)	19,805	6,892,031
2232 ONT Equipment	1,419,575	88,773			1,508,348
2311 Station Apparatus	27,232				27,232
2321 Customer Premises Wiring	-				-
2341 Large Private Branch Exchanges	-				-
2351 Public Telephone Terminal Equipment	928				928
2362 Other Terminal Equipment	-				-
2411 Poles	-				-
2421 Aerial Cable	-				-
2422 Underground Cable	-				-
2423 Buried Cable	22,829,213	597,601	(85,156)	3,823	23,345,481
2423 Mapping Program	277,295				277,295
2424 Submarine Cable	-				-
2426 Intrabuilding Network Cable	-				-
2431 Aerial Wire	-				-
2441 Conduit Systems	-				-
2681 Capital Leases	280,160			1,172	281,332
2682 Leasehold Improvements	68,657				68,657
2690 Intangibles	-				-
TOTAL PLANT ACCOUNTS	39,345,292	1,883,961	(1,157,342)	17,801	40,089,712

ANALYSIS OF TELECOMMUNICATIONS 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	314,738				314,738
2112 Motor Vehicles	246,992	126,498	(9,084)	3,408	367,814
2113 Aircraft	-				-
2114 Special Purpose Vehicles	-				-
2115 Garage Work Equipment	-				-
2116 Other Work Equipment	533,532	325,361		(31,232)	827,661
2116 Test Equipment	136,771	64,552		(10,553)	190,770
2121 Buildings	1,122,284	25,686			1,147,970
2122 Furniture	-				-
2123 Office Equipment	60,141		(861)		59,280
2124 General Purpose Computers	171,713	8,584		(53)	180,244
2211 Analog Electronic Switching	-				-
2212 Digital Electronic Switching	1,680,813				1,680,813
2215 Electro-Mechanical Switching	-				-
2220 Operator Systems	-				-
2231 Radio Systems	-				-
2232 Circuit Equipment	3,289,112	189,425	(726,753)		2,751,784
2232 ONT Equipment	433,719	16,022			449,741
2311 Station Apparatus	27,232				27,232
2321 Customer Premises Wiring	-				-
2341 Large Private Branch Exchanges	-				-
2351 Public Telephone Terminal Equipment	928				928
2362 Other Terminal Equipment	-				-
2411 Poles	-				-
2421 Aerial Cable	-				-
2422 Underground Cable	-				-
2423 Buried Cable	8,994,641	407,509	(85,156)		9,316,994
2423 Mapping Program	159,759				159,759
2424 Submarine Cable	-				-
2426 Intrabuilding Network Cable	-				-
2431 Aerial Wire	-				-
2441 Conduit Systems	-				-
2681 Capital Leases	200,623			160	200,783
2682 Leasehold Improvements	-				-
2690 Intangibles	-				-
TOTAL PLANT ACCOUNTS	17,372,998	1,163,637	(821,854)	(38,270)	17,676,511

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

	TOTAL Company Basis				Credits During Year	Retirements and Adjustments	Balance End of Year
	Balance Beginning of Year	Depreciation Rate*					
Analysis of Entries in Accumulated Depreciation							
2112 Motor Vehicles	162,835	25%		96,700	419	259,954	
2113 Aircraft	-					-	
2114 Special Purpose Vehicles	-					-	
2115 Garage Work Equipment	-					-	
2116 Other Work Equipment	702,767	20%		68,713		771,480	
2116 Test Equipment	144,066	20%		31,656		175,722	
2116 Lease hold equipment	41,931	20%		15,925		57,856	
2121 Buildings	649,129	3%		41,985		691,114	
2122 Furniture	-					-	
2123 Office Equipment	71,102	14%		675	(861)	70,916	
2124 General Purpose Computers	171,781	20%		16,662		188,443	
2211 Analog Electronic Switching	-					-	
2212 Digital Electronic Switching	2,607,919	12.5%		307,064		2,914,983	
2215 Electro-Mechanical Switching	-					-	
2220 Operator Systems	-					-	
2231 Radio Systems	-					-	
2232 Circuit Equipment	5,544,660	10%		611,814	(1,048,741)	5,107,733	
2232 ONT Equipment	922,974	20%		287,833		1,210,807	
2311 Station Apparatus	27,232	10%				27,232	
2321 Customer Premises Wiring	-					-	
2341 Large Private Branch Exchanges	-					-	
2351 Public Telephone Terminal Equipment	928	10%				928	
2362 Other Terminal Equipment	-					-	
2411 Poles	-					-	
2421 Aerial Cable	-					-	
2422 Underground Cable	-					-	
2423 Buried Cable	12,729,292	6.7%		1,037,381	(85,156)	13,681,517	
2423 Mapping Program	275,408	20%		1,886		277,294	
2424 Submarine Cable	-					-	
2426 Intrabuilding Network Cable	-					-	
2431 Aerial Wire	-					-	
2441 Conduit Systems	-					-	
TOTAL	24,052,024			2,518,294	(1,134,339)	25,435,979	

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

IDAHO Operations Only

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	133,981	25%	63461	(2,270)	195,172
2113 Aircraft	-				-
2114 Special Purpose Vehicles	-				-
2115 Garage Work Equipment	519,477	20%	41,858	(17,177)	544,158
2116 Other Work Equipment	129,881	20%	22,847		152,728
2116 Test Equipment	-				-
2116 Leasehold Improvements	592,924	20%	33,669		626,593
2121 Buildings	-				-
2122 Furniture	60,141	14%		(861)	59,280
2123 Office Equipment	169,180	20%	9,899	23,518	202,597
2124 General Purpose Computers	-				-
2211 Analog Electronic Switching	1,526,641	12.5%	154,713	(540)	1,680,814
2212 Digital Electronic Switching	-				-
2215 Electro-Mechanical Switching	-				-
2220 Operator Systems	-				-
2231 Radio Systems	-				-
2232 Circuit Equipment	2,667,685	10%	306,329	(616,618)	2,357,396
2232 ONT Equipment	319,085	20%	86,875	(110,134)	295,826
2311 Station Apparatus	27,232	10%			27,232
2321 Customer Premises Wiring	-				-
2341 Large Private Branch Exchanges	-				-
2351 Public Telephone Terminal Equipment	928	10%			928
2362 Other Terminal Equipment	-				-
2411 Poles	-				-
2421 Aerial Cable	-				-
2422 Underground Cable	-				-
2423 Buried Cable	6,586,117	6.7%	285,723	(85,159)	6,786,681
2423 Mapping Program	159,759	20%			159,759
2424 Submarine Cable	-				-
2426 Intrauilding Network Cable	-				-
2431 Aerial Wire	-				-
2441 Conduit Systems	-				-
TOTAL	12,893,033		1,005,374	(809,241)	13,089,166

*Please list individual depreciation rate for each account.

INVESTMENTS

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

<u>Description</u>	<u>Date Acquired</u>	<u>Book Cost of Investments Disposed of This year</u>	<u>Book Cost of Investments Held at End of Year</u>
Cash surrender value of life insurance policies	12/7/2012		60,825
Rural Telephone Finance Company	1993		86,143
NECA Services, Inc.	10/2000		3,000
SYRINGA Cash Investment	9/2000		2,391,853
Totals			2,541,821

RECEIVABLES

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

<u>Name of Company</u>	<u>Amount at End of Year</u>	
	<u>Notes Receivable</u>	<u>Accounts Receivable</u>
Subscribers		283,461
Idaho USF		29,232
NECA		690,477
Carriers		26,919
Misc Non Reg		24,656
Totals		1,054,745

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>
Totals				-

ACCOUNTS PAYABLE

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

<u>Name of Creditor</u>	<u>Amount</u>
See Attached List	324,831
Totals	324,831

Invoice Vendor	Invoice Description	Invoice Amount
SRP - SRP	COVE VALY RD DEC16	45.85
SRP - SRP	E PEAK VIEW DEC 16	55.84
SRP - SRP	35340 N 144TH SCOT D	69.28
SRP - SRP	CAREFREE HWY DEC 16	48.46
SRP - SRP	RIO VERDE DEC 16	39.04
SRP - SRP	31002 N 144 DEC 16	204.23
FORD - FORD CREDIT	2017 FORD FUSION	32,075.57
NCEO - NATIONAL CENTER FOR EMPLOYE	MEMBERSHIP RENEWAL17	200.00
#0593 - HAYDEN MCCLARY		17.63
#1224 - JULIA E SHANDERA		3.21
#1247 - LAWRENCE G LEASON		64.88
#2813 - FRANTZ R. LUPTON JR.		23.37
#4837 - GENE MATTHEWS		73.58
#4920 - TONY TSCHOPP		5.49
#6975 - RICHARD & LESLIE BASS		37.45
#7429 - CASSANDRA & BRYCE SUNDQUIST		60.21
#7775 - TYREL WILLIAMS		6.95
#7892 - HOLLY L HANKINSON		101.06
ADACO - ADAMS COUNTY RECORD	EMPLOYMENT AD DEC	80.00
AFLAC - AFLAC	DEC 2016	79.74
AKTL - ALDRICH CPAs and ADVISORS LLP	AUDIT SERVICES-12-16	13,500.00
AMESO - AMERIBEN SOLUTIONS/IEC GROU	12/31/16 QUARTER DEC	350.00
AVIUT - AVISTA UTILITIES	KILROY BAY DEC 16	22.80
AVIUT - AVISTA UTILITIES	800 N RESORT SHP DEC	159.31
AVIUT - AVISTA UTILITIES	800 N RESORT PUMP DE	43.99
AVIUT - AVISTA UTILITIES	CEDAR CREEK DEC 16	21.33
AVIUT - AVISTA UTILITIES	GRANITE CREEK DEC16	24.87
AZDER - ARIZONA DEPT OF REVENUE	STATE W/H	853.42
AZDER - ARIZONA DEPT OF REVENUE	STATE W/H	811.04
AZPUS - ARIZONA PUBLIC SERVICE CO	S WIND RIVER DR DEC	64.91
AZPUS - ARIZONA PUBLIC SERVICE CO	TONTO RD DEC 16	65.37
AZPUS - ARIZONA PUBLIC SERVICE CO	SAN PEDRO RIVER RD	61.54
AZPUS - ARIZONA PUBLIC SERVICE CO	HAIGLER CRK DEC16	54.99
AZPUS - ARIZONA PUBLIC SERVICE CO	ANTELOPE MEADOWS DR	83.87
AZPUS - ARIZONA PUBLIC SERVICE CO	POACHERS ROW DEC	65.20
AZPUS - ARIZONA PUBLIC SERVICE CO	E ROPER WAY DEC16	376.38
AZPUS - ARIZONA PUBLIC SERVICE CO	RABBIT RIDGE RD DEC	98.07
AZPUS - ARIZONA PUBLIC SERVICE CO	WILLIAMSON VLY RNCH	337.33
AZPUS - ARIZONA PUBLIC SERVICE CO	50151 N HWY 288 HWY	541.01
AZPUS - ARIZONA PUBLIC SERVICE CO	8800 E LONG MESA DR	160.67
AZPUS - ARIZONA PUBLIC SERVICE CO	YOUNG	74.72
AZPUS - ARIZONA PUBLIC SERVICE CO	ZA HWY 288 & MIDWAY	76.36
AZPUS - ARIZONA PUBLIC SERVICE CO	33095 REDINGTON RD	29.98
AZPUS - ARIZONA PUBLIC SERVICE CO	36607 REDINGTON RD	54.15
AZPUS - ARIZONA PUBLIC SERVICE CO	LIBRA DR DEC 16	269.41
AZPUS - ARIZONA PUBLIC SERVICE CO	HASSAYAMPA CIR DEC	105.32
BANCA - BANKCARD CENTER - ZIONS	AZ VISA CC DEC 16	8,768.70
BANCA - BANKCARD CENTER - ZIONS	ID VISA CC DEC 2016	24,047.33
BASNA - NATE BASEY	PHONE REIMBURSE DEC	50.00
BENOI - BENNETT OIL	FUEL 12/15 - 12/31	201.53
CABLE - CABLE ONE	12-16 TO1/15/17	59.50
CAMLI - CAMBRIDGE LITHO	DIRECTORY,CRDS,INSRT	1,879.04
CAMME - JOHN WHITENER	TILT DECK TRAILER	2,051.80
CENLI - CENTURYLINK	480 D08-7525 525DEC	461.61
CENLI - CENTURYLINK	520 D07-6235 235DEC	1,012.75
CENLI - CENTURYLINK	602 D07-6055 055DEC	94.54
CENTL - CENTURYLINK	AZ -MDVL -20 DEC16	4,189.77
CENTL - CENTURYLINK	ID - MDL -20 DEC16	442.77
CINTA - CINTAS FAS LOCKBOX 636525	INSPECT FIRE EXTINGU	108.20
CITBE - CITY OF BENSON	208 E 4TH ST DEC	83.40
CITWE - CITY OF WEISER	31 W LIBERTY DEC16	379.81
CITWE - CITY OF WEISER	109 W MAIN DEC	251.53
CITWE - CITY OF WEISER	E COURT DEC 16	34.20
CITWE - CITY OF WEISER	N STATE-POLE #2 DEC	35.58
CLECR - CLEAR CREEK DISPOSAL	SERVICES/REN DEC16	216.49
CNHCA - PRODUCTIVITY PLUS ACCOUNT	BOLT,NUTS, ETC	299.52
CODEL - CODALE ELECTRIC SUPPLY	COPPER TEST UNIT	6,070.43
CODEL - CODALE ELECTRIC SUPPLY	HARDENED DROP CABLES	575.28
COFGA - GARY COFFELT	PHONE REIMBURS DEC16	30.98
COMTE - COMPUTER TECHNOLOGY, INC	PROF SERVICE DEC	5,848.56
COMTI - COMMERCIAL TIRE INC	CHAINS/BACK HOE	307.07
COMTI - COMMERCIAL TIRE INC	RD BLAZER DUAL/WB	183.33
COMZO - COMFORT ZONE	DIAGNOSTIC ON HEATER	60.00
DELDI - DELIBERATE DIRECTIONS	EXECUTIVE COCH/AWARD	2,750.00
DEXME - DEX MEDIA WEST LLC	ADVERTISE DEC 16	119.00
DIGLI - DIG LINE INC	MIDV ASSESSMENT DEC	65.30
DIGLI - DIG LINE INC	WEI ASSESSMENT DEC	23.94
FARRO - ROBERT FARRINGTON	PHONE/DSL DEC16	50.00
FARSU - FARMER'S SUPPLY COOPERATIVE	FUEL / MATERIALS	1,583.95
FEDEX - FEDEX	BOARD	230.54
FRONO - FRONTIER COMMUNICATIONS	OPERATOR SRVR DEC16	74.43
GENTE - ARIZONA GENERATOR TECHNOL	SERVICE BENSON	905.06
GLOBA - GLOBALSTAR USA	DEC - JAN	66.45
GRAEL - GRAYBAR ELECTRIC CO, INC.	MATERIALS MS & ELOY	3,914.08
GRAEL - GRAYBAR ELECTRIC CO, INC.	FIBER SHRINK WRAPS	216.35
HANDE - HANDMADE DESIGNS	JOB OPENING	20.00
HARSA - HARDIN SANITATION	RENTAL FEE 4 YD DEC	117.03
HOMET - HOMETOWN MOTORS	07 FORD TAG#190	84.00
IDAPO - IDAHO POWER	0030240425KEITHLY DE	70.16
IDAPO - IDAHO POWER	YLV PINE/CASCADE	296.48
IDAPO - IDAHO POWER	CABIN CREEK DEC16	84.21
IDAPO - IDAHO POWER	HOG CRK DEC	16.04
IDAPO - IDAHO POWER	0032007099 KEITHLY	364.32
IDAPO - IDAHO POWER	SAGE CRK/95 DEC	20.83
IDAPO - IDAHO POWER	2203/2205 KEITHLY DE	1,475.52
IDAPO - IDAHO POWER	WIGGINS RD DEC	25.84
IDAPO - IDAHO POWER	95/HOOVER RD DEC	26.09
IDAPO - IDAHO POWER	CRANE CRK RESRD DEC	18.10

IDAPO - IDAHO POWER	BIGFLAT/4MILE DEC	8.45
IDAPO - IDAHO POWER	WIDNER RD DEC	25.74
IDAPO - IDAHO POWER	LOUIE FAVE RD DEC	20.71
IDAPO - IDAHO POWER	0030480666 1730 WEI	26.42
IDAPO - IDAHO POWER	0032210924 1675 WEI	90.77
IDAPO - IDAHO POWER	0032211117 1675 WEI	104.90
IDAPO - IDAHO POWER	N/S CRNE/BIG FLAT	152.61
IDAST - THE IDAHO STATESMAN	26 WKS RENEWAL	159.85
IDTXW - IDAHO STATE TAX COMMISSION	V STATE W/H	2,722.00
IDTXW - IDAHO STATE TAX COMMISSION	V STATE W/H	2,589.00
INGCO - INTERMOUNTAIN GAS COMPANY	31 W LIBERTY DEC	109.98
INGCO - INTERMOUNTAIN GAS COMPANY	109 W MAIN DEC	176.55
JERAU - JERRYS AUTO PARTS	BATTERY	217.16
JIFLU - JIFFY LUBE	ID-W30267 08 HIGHLAN	77.45
JIFLU - JIFFY LUBE	2012 FORD/ID-KR9500	89.44
JONWI - WILLIAM SCOTT JONES	DSL REIMBURSE OCT16	50.00
JONWI - WILLIAM SCOTT JONES	DSL REIMBURSE NOV16	50.00
JONWI - WILLIAM SCOTT JONES	DSL REIMBURSE DEC16	50.00
KENFU - KENNEDY FUEL & FEED SUPPLY	FUEL 12/15- 12/31-16	883.96
KHARD - K HARDWARE, INC	SUPPLIES	86.67
KRIDE - KRIEG DeVAULT LLP	PROF SERV ESOP DEC16	880.00
MBALL - MBA ADMINISTRATORS LLC	BUYDOWN & COBRA DEC	551.75
MBALL - MBA ADMINISTRATORS LLC	FSA FEE DEC	22.50
MBALL - MBA ADMINISTRATORS LLC	PAYROLL DEDUCTION	145.00
MBALL - MBA ADMINISTRATORS LLC	PAYROLL DEDUCTION	145.00
MCCSA - SAM MCCLARY	PHONE/DSL OCT 16	50.00
MCCSA - SAM MCCLARY	PHONE/DSL NOV16	50.00
MCCSA - SAM MCCLARY	PHONE/DSL DEC16	50.00
MONRL - MONTE R. LEE & COMPANY	PROF SERV THRU DEC16	4,126.69
MOSAD - MOSS ADAMS LLP	PROF SERV #005075	350.00
MOUVI - MOUNTAIN VILLAGE	BATTERY/FUEL	434.37
NEUIN - NEUSTAR INFORMATION SERVICE	CNAM #1235914 DEC 16	250.32
NEUIN - NEUSTAR INFORMATION SERVICE	CNAM #1236340 DEC16	25.62
NEUIN - NEUSTAR INFORMATION SERVICE	WEI #1236606 DEC16	365.05
NEUST - NEUSTAR, INC	WEI LNP #11192	21.34
NEUST - NEUSTAR, INC	WEI LNP #18144	415.00
NEUST - NEUSTAR, INC	MID SOW 8865 DEC16	10.38
NEUST - NEUSTAR, INC	MIDV LNP 8865 DEC16	357.48
NEWRE - NEWS REPORTER	CHRISTMAS AD	139.00
PAPCL - COMPLETE OFFICE	SUPPLIES/PAPER	450.66
PAPCL - COMPLETE OFFICE	CHAIRS	871.38
PAPCL - COMPLETE OFFICE	TABLE	736.95
PAPCL - COMPLETE OFFICE	TABLE TOP	387.31
PAPCL - COMPLETE OFFICE	CREDIT ON TABLE	-387.31
PATDI - PATRIOT DISPOSAL INC	TRASHREMOVAL/FUEL	59.95
POMDO - POMERENE DOMESTIC WATER	11/21 TO 12/21/2016	30.88
POWAN - POWER AND TELEPHONE SUPPL	MIDVALE OSP MATERIAL	394.66
POWAN - POWER AND TELEPHONE SUPPL	BRACKETS, ADAPTER	149.36
QUAAU - QUALITY AUTO REPAIR	VM#3D7Y3CLAAG120349	87.68
RINEX - RINGLER EXCAVATING INC	TRENCH/COVER LINEDRP	243.41
SALRI - SALMON RIVER ELECTRIC COOPEF	STANLEY AREA DEC 16	1,068.85
SHINS - SHIRTS N STUFF EMBROIDERY DE	EMBROIDERY/SHIPPING	75.98
SNARP - SNAKE RIVER PEST CONTROL	PYMENT PEST SPRAY	55.00
SNEWI - SNELL & WILMER LLP	CORP/REG DEC16 68681	3,259.20
SNEWI - SNELL & WILMER LLP	2015 RATE CASE 68681	140.00
SPLET - SPARKLETTS	5G H20/SRCHRNG DEC16	47.39
STEPH - COURTNEY STEPHENSON	PHONE/INTERNETNOV	50.00
STEPH - COURTNEY STEPHENSON	PHONE/INTERNETDEC	50.00
SULPS - SULPHUR SPRINGS VALLEY COOF	ANNUAL POLE RENTAL	1,716.00
SULSP - SULPHUR SPRINGS VALLEY	B05228132 DEC16	168.90
SULSP - SULPHUR SPRINGS VALLEY	TERRAN RD DEC16	60.02
SULSP - SULPHUR SPRINGS VALLEY	CASCABEL DEC16	46.11
SULSP - SULPHUR SPRINGS VALLEY	SONORA VERDE DEC16	41.48
SULSP - SULPHUR SPRINGS VALLEY	208 E 4TH DEC16	85.55
SULSP - SULPHUR SPRINGS VALLEY	COCH CO UNMETER DEC	131.20
SULSP - SULPHUR SPRINGS VALLEY	DEVACA CR DEC16	65.66
SULSP - SULPHUR SPRINGS VALLEY	DGN MTCOMWELL DEC	73.67
SULSP - SULPHUR SPRINGS VALLEY	DRG MT HEAT FIB DEC	67.54
SULSP - SULPHUR SPRINGS VALLEY	POMERENE RD DEC16	670.18
SYRNE - SYRINGA NETWORKS,LLC	ANNUAL FUJITSU MAINT	3,182.00
SYRNE - SYRINGA NETWORKS,LLC	SMARTNET COST FOR 17	8,430.84
TAQUA - TAQUA LLC	TAQUACARE MAINTENANC	31,082.36
TAQUA - TAQUA LLC	TAQUACARE MAINTENANC	11,266.20
TAQUA - TAQUA LLC	TAQUACARE MAINTENANC	11,266.20
TAQUA - TAQUA LLC	TAQUACARE MAINTENANC	11,266.20
TAQUA - TAQUA LLC	TAQUACARE MAINTENANC	13,955.37
TAQUA - TAQUA LLC	TAQUACARE MAINTENANC	11,266.09
TAQUA - TAQUA LLC	TAQUACARE MAINTENANC	10,829.72
TAQUA - TAQUA LLC	TAQUACARE MAINTENANC	10,829.72
TAQUA - TAQUA LLC	TAQUACARE MAINTENANC	11,266.20
THEHA - THE HARTFORD	WORKMANS COMP	2,776.27
TOLDI - TOLY DIGITAL NETWORKS INC.	DEC16 USUAGE	7,521.37
TOSFI - U.S. BANK EQUIPMENT FINANCE	CONTRACT PAYMENT/TAX	800.66
TOWOF - TOWN OF PRESCOTT VALLEY	LONG MESA11/10-12/14	31.07
TRANE - TRANSACTION NETWORK SERVIC	MID ASSESSMENT DEC16	417.61
TRANE - TRANSACTION NETWORK SERVIC	WEI ASSESSMENT DEC16	270.63
UNISE - UNIVERSAL SERVICE ADMINISTRA	MIDVALE DEC	13,568.95
UNISE - UNIVERSAL SERVICE ADMINISTRA	WEISER DEC	2,960.51
UNSGA - UNS GAS, INC.	LONG MESA DEC16	174.71
UPCOU - UPPER COUNTRY ELECTRIC INC	100 AMP PWR MID PARK	963.01
VERWI - VERIZON WIRELESS	AZ CELL PHONES DEC	740.97
VERWI - VERIZON WIRELESS	ID CELL PHONES	1,162.27
WALAS - WALKER & ASSOCIATES INC	ROUTERS FOR YOUNG	800.00
WALAS - WALKER & ASSOCIATES INC	ROUTERS MILLSITE	800.00
WEIAU - WEISER AUTO PARTS	PARTS	217.97
WEISI - WEISER SIGNAL AMERICAN	JOB POST,NEW YEAR AD	893.60
WEYER - KEN WEYERS	PROF SERV/PERMITTING	1,515.00
WHIJE - JESSE WHITENER	PHONE/DSL DEC 16	50.00
WIGME - MELVIN WIGGINS	MEDICAL REIMBURSE	239.53
ZONTE - ANPI, LLC	WEI USAGE DEC 16	5,348.35
		324,831.41

LONG - TERM DEBT

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

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

<u>Class & Series of Obligation</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Fact Amount Authorized</u>	<u>Outstanding Year-End</u>	<u>Premium/ Discount Year Amortized Total</u>	<u>Interest for year Rate</u>	<u>Amount</u>
RUS A	8/7/1980	8/7/2015	1,068,000	-	-	2%	Included below
RUS E	6/1/1992	6/1/2016	252,000	-	-	5%	Included below
RUS F	9/29/1994	9/29/2014	3,312,000	-	-	5%	Included below
RUS G	2/1/2002	2/1/2016	5,695,000	-	-	5%	Included below
RUS H	9/4/2007	9/4/2026	8,921,508	8,575,591	-	5%	Included below
BIP - YOUNG PROJ.	9/20/2010	9/20/2033	644,045	560,835	-	2.71% - 3.60%	Included below
BIP - STANLEY PROJ	9/21/2010	9/20/2033	380,751	340,503	-	2.71% - 2.79%	Included below
BIP - HENDERSON PROJ	9/22/2010	9/20/2035	334,924	284,048	-	2.40% - 2.85%	Included below
RUS Cushion of Credit	11/15/2015			(818,448)		5%	
TOTAL				8,942,528			513,147.00

CAPITAL STOCK

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

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

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

<u>Class & Series of Stock</u>	<u>Number of Shares Authorized</u>	<u>Par Value per Share</u>	<u>Outstanding per Balance Sheet</u>	
			<u>Shares</u>	<u>Amount</u>
COMMON	10,000	N/A	1,000	32,910

INCOME & RETAINED EARNINGS STATEMENT

Item	Total Company	Idaho Only
Total Operating Income (from page 16)	10,483,133	4,549,470
Total Operating Expenses (from page 18)	<u>(9,063,552)</u>	<u>(3,882,778)</u>
7100 Other Operating Income and Expense		
7210 Operating Investment Tax Credits-Net		
7220 Operating Federal Income Taxes		
7230 Operating State and Local Income Taxes		
7240 Operating Other Taxes	<u>(246,453)</u>	<u>(61,212)</u>
7250 Provision for Deferred Operating Income Taxes-Net		
7200 Operating Taxes (Total)	<u>(246,453)</u>	<u>(61,212)</u>
7310 Dividend Income		
7320 Interest Income	<u>18,448</u>	<u>18,448</u>
7330 Income from Sinking and Other Funds		
7340 Allowance for Funds Used During Construction	<u>8,546</u>	<u>-</u>
7350 Gains/Losses from the Disposition of Certain Property		
7360 Other Nonoperating Income	<u>704,971</u>	<u>704,971</u>
7370 Special Charges		
7300 Nonoperating Income and Expense	<u>731,965</u>	<u>723,419</u>
7410 Nonoperating Investment Tax Credits-Net		
7420 Nonoperating Federal Income Taxes	<u>(2,732)</u>	<u>(20)</u>
7430 Nonoperating State and Local Income Taxes		
7440 Nonoperating Other Taxes		
7450 Provision for Deferred Nonoperating Income Taxes-Net		
7400 Nonoperating Taxes	<u>(2,732)</u>	<u>(20)</u>
7510 Interest on Funded Debt	<u>(513,147)</u>	<u>(32,482)</u>
7520 Interest Expense-Capital Leases		
7530 Amortization of Debt Issuance Expense		
7540 Other Interest Deductions		
7500 Interest and Related Items	<u>(513,147)</u>	<u>(32,482)</u>
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	<u>-</u>	<u>-</u>
7910 Income Effect of Jurisdictional Ratemaking Differences-Net		
7990 Nonregulated Net Income	<u>(212,871)</u>	<u>99,829</u>
AMOUNT TRANSFERRED TO RETAINED EARNINGS	<u>1,176,343</u>	<u>1,396,226</u>

OPERATING REVENUES

Item	Total Company	Idaho Only
Local Network Services Revenues		
5001 Basic Area Revenue	<u>759,503</u>	<u>352,559</u>
5002 Optional Extended Area Revenue	<u> </u>	<u> </u>
5003 Cellular Mobile Revenue	<u> </u>	<u> </u>
5004 Other Mobile Services Revenue	<u> </u>	<u> </u>
5010 Public Telephone Revenue	<u> </u>	<u> </u>
5040 Local Private Line Revenue	<u> </u>	<u> </u>
5050 Customer Premises Revenue	<u> </u>	<u> </u>
5060 Other Local Exchange Revenue	<u> </u>	<u> </u>
5069 Other Local Exchange Settlements	<u> </u>	<u> </u>
Network Access Services Revenues		
5081 End User Revenue (SLC)	<u>378,153</u>	<u>156,046</u>
5082 Switched Access Revenue (Interstate)	<u>7,339,741</u>	<u>3,082,545</u>
5083 Special Access Revenue	<u>1,210,204</u>	<u>484,488</u>
5084 State Access Revenue (Intrastate)	<u>497,244</u>	<u>410,706</u>
Long Distance Network Services Revenues	<u>289,093</u>	<u>57,613</u>
5100 Long Distance Message Revenue - All	<u> </u>	<u> </u>
Miscellaneous Revenues		
5230 Directory Revenue	<u>7,566</u>	<u>2,034</u>
5240 Rent Revenue	<u> </u>	<u> </u>
5250 Corporate Operations Revenue	<u> </u>	<u> </u>
5261 Special Billing Arrangements Revenue	<u> </u>	<u> </u>
5262 Customer Operations Revenue	<u> </u>	<u> </u>
5263 Plant Operations Revenue	<u> </u>	<u> </u>
5264 Other Incidental Regulated Revenue	<u>3,875</u>	<u>3,875</u>
5269 Other Revenue Settlements	<u> </u>	<u> </u>
5270 Carrier Billing & Collection Revenue	<u> </u>	<u> </u>
Uncollectible Revenues		
5301 Uncollectible Revenue - Telecommunications	<u>(2,246)</u>	<u>(396)</u>
5302 Uncollectible Revenue - Other	<u> </u>	<u> </u>
TOTAL OPERATING REVENUES	<u>10,483,133</u>	<u>4,549,470</u>

Please identify the following revenues:

NECA USF \$2,568,832. To what account were they booked? 5082

State USF \$350,785. To what account were they booked? 5084

OPERATING REVENUES

Item	Total Company	Idaho Only
Plant Specific Operations Expense		
6110 Network Support Expenses		
6112 Motor Vehicle Expense	2,402	2,402
6113 Aircraft Expense		
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense		
6120 General Support Expenses	65,218	41,732
6121 Land and Building Expenses		
6122 Furniture and Artworks Expense		
6123 Office Equipment Expense		
6124 General Purpose Computers Expense	77,088	38,496
6210 Central Office Switching Expenses	342,637	176,382
6211 Analog Electronic Expense		
6212 Digital Electronic Expense		
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses	2,809,710	997,613
6231 Radio Systems Expense		
6232 Circuit Equipment Expense		
6310 Information Origination/Termination Expense		
6311 Station Apparatus Expense		
6341 Large Private Branch Exchange Expense		
6351 Public Telephone Terminal Equipment Expense		
6362 Other Terminal Equipment Expense		
6410 Cable and Wire Facilities Expenses	1,212,115	667,039
6411 Pole Expense		
6421 Aerial Cable Expense		
6422 Underground Cable Expense		
6423 Buried Cable Expense		
6424 Submarine Cable Expense		
6425 Deep Sea Cable Expense		
6426 Intrabuilding Network Cable Expense		
6431 Aerial Wire Expense		
6441 Conduit Systems Expense		
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	4,509,170	1,923,664

OPERATING REVENUES

Item	Total Company	Idaho Only
Plant Nonspecific Operations Expense		
6510 Other Property/Plant/Equipment Expenses		
6511 Property Held for Future Telecomm. Use Expenses		
6512 Provisioning Expense		
6530 Network Operations Expense		
6531 Power Expense		
6532 Network Administration Expense		
6533 Testing Expense		
6534 Plant Operations Administration Expense	211,471	101,626
6535 Engineering Expense	13,532	6,106
6540 Access Expense	196,328	86,038
6560 Depreciation and Amortization Expenses		
6561 Depreciation Expense-Telecom. Plant in Service	2,541,255	1,027,794
6562 Depreciation Expense-Property Held for Future Use	9,723	9,723
6563 Amortization Expense - Tangible		
6564 Amortization Expense - Intangible		
6565 Amortization Expense - Other		
Total Plant Nonspecific Operations Expenses	2,972,309	1,231,287
Customer Operations Expense		
6610 Marketing	51,824	22,970
6611 Product Management		
6612 Sales		
6613 Product Advertising		
6620 Services		
6621 Call Completion Services	650	650
6622 Number Services	7,282	5,632
6623 Customer Services	252,138	118,619
Total Customer Operations Expense	311,894	147,871
Corporate Operations Expense		
6710 Executive and Planning	342,710	157,731
6711 Executive		
6712 Planning		
6720 General and Administrative		
6721 Accounting and Finance	538,432	240,931
6722 External Relations		
6723 Human Resources		
6724 Information Management		
6725 Legal	41,896	13,378
6726 Procurement		
6727 Research and Development		
6728 Other General and Administrative	347,141	167,916
6790 Provision for Uncollectible Notes Receivable		
Total Corporate Operations Expense	1,270,179	579,956
TOTAL OPERATING EXPENSES	4,554,382	1,959,114

CENTRAL OFFICE DATA
as of December 31, 2016 (unless otherwise indicated)

Name of Central Office: Midvale, Lakeview, Stanley, Warren, Warm Lake, Yellow Pine
Prefix (es): 355,222,774,636,632,633

Central Office Switch Type: Midvale, Stanley, Lakeview, & Warm Lake- Taqua T-7000, Warren & Yellow Pine - Redcom MDX

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

Access Line Capacity
Design: 222,355,632,774 - 10,000, 633&636 - 1,000
Access Lines in Use
Customer Lines: 847
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: Same
Public Telephone Lines 16

Company Official Lines 40

Company Test Lines 91

Classification of Customer Access

	Residence			Business			Total Residence & Business
	Multi- Line 1-Party	Single Line 1-Party	Multi- Party	Centrex N.A.R.	Multi- Line 1-Party	Single Line Multi- Party	
Beginning of Year	655				45	121	821
New Connects	225					35	260
Disconnects	-194					-40	-234
End of Year	686				45	116	847
		Subtotal Residence					
		655				166	
		225				35	
		-194				-40	
		686				161	

Foreign Exchange:
Dial Tone from this C.O.: NA
Dial Tone from another C.O.: NA
Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 90

Custom Calling:
Number of customers with at least one feature: 527
Total number of features subscribed to: 8

NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (Year) 2016.

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 - Lakeview	37	N/A	N/A	4,808	5,613	10,421	282
2 355 - Midvale	315	N/A	N/A	24,815	45,838	70,653	224
3 632 - Warm Lake	51	N/A	N/A	6,521	4,804	11,325	222
4 633 - Yellow Pine	75	N/A	N/A	7,067	9,881	16,948	226
5 636 - Warren	90	N/A	N/A	11,259	14,772	26,031	289
6 774 - Stanley	505	N/A	N/A	67,591	111,796	179,387	355
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							

**ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES
YEAR ENDED DECEMBER 31, 2016.**

CUSTOMER RELATIONS RULES COMPLIANCE

Rule IDAPA 31.21.01.603
Rule IDAPA 31.41.01.105

Please provide copies of:

Summary of Customer Relations Rules for Telephone Corporations

Idaho Telephone Solicitation Act Notification

Method of Notification:

Mailed separately to customers Yes x No

Included in directory Yes x No

Date of notification 2/1/2016

Alternate method of notification _____

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company 0

Category of complaints (if known):

Deposit Disputes _____

Charges on Bill _____

Denial/Termination _____

Quality or Availability
of Service _____

Carrier Selection/Assignment _____

Miscellaneous _____

Rev 3/02

CERTIFICATE

State of Idaho)
) ss
County of Washington)

WE, the undersigned John Stuart

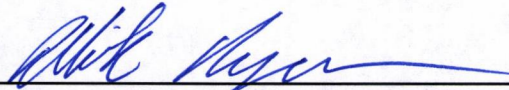
and Nick Rynearson

of the Midvale Telephone Company

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

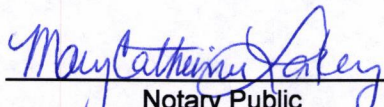


(Chief Officer)



(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 2nd day of May, (Year) 2017.



Notary Public



My Commission expires July 13, (Year) 2021.

2015 FORM I INPUT MASTER		COMPANY NAME: Midvale Telephone Company, Inc.		For The Year Ended: December 31, 2015		Separated Results of Idaho Operations	
FCC Account and Description		Total Idaho Operations Subject To Separations		Interstate Operation		Intrastate Operation	
Note No.	Line No.	MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access	EAS	Local (other)
		Total	Total	Total	Total		Total
SUMMARY							
Operating Revenues							
50XX Local-Billed	1.	-	-	-	-	-	340,811
-EAS Billed	2.	-	-	-	-	-	-
-EAS Settlement	3.	-	-	-	-	-	-
508X Access-SLC (End User)	4.	127,538	-	127,538	-	-	350,785
-Switched (TS+NTS)	5.	2,435,239	-	2,435,239	-	91,383	957,800
-Special	6.	435,434	393,071	393,071	42,363	-	42,363
51XX Toll -Message	7.	-	-	-	-	-	-
-Private Line	8.	-	-	-	-	-	-
-Settlement	9.	-	-	-	-	-	-
52XX Misc.-Billing & Collection	10.	2,115	-	-	-	-	2,115
-Directory Advertising	11.	-	-	-	-	-	-
-Operating Rents	12.	-	-	-	-	-	-
-Other Misc.	13.	9,392	-	-	-	-	9,392
530X Less: Uncollectible Rev. (-)	14.	(1,072)	-	-	-	-	(1,072)
Total Revenues	15.	2,562,777	393,071	2,955,848	42,363	-	1,566,448
Operating Expenses							
61XX-64XX Plant Specific Oper.	16.	722,157	402,974	1,125,131	36,799	19,533	906,455
65XX Plant Nonspecific Operations	17.	82,949	16,559	99,508	1,244	1,318	32,088
656X Depreciation & Amortization	18.	288,519	140,217	428,736	121,353	10,462	186,534
66XX Customer Operations	19.	43,100	-	43,100	40,301	-	51,550
67XX Corporate Operations	20.	210,690	101,286	311,976	92,580	4,864	142,997
- Other Operating	21.	-	-	-	-	-	-
Total Expenses	22.	1,347,415	661,036	2,008,451	57,748	36,177	933,540
Operating Taxes:							
7240 General Taxes	23.	16,078	7,490	23,568	563	596	14,513
7230 State/Local Inc. Tax (Current)	24.	45,032	(10,575)	34,457	(611)	(1,412)	26,020
7220 Federal Income Tax (Current)	25.	378,871	(88,969)	289,902	(183,346)	(11,879)	218,921
7250 Net Deferred Income Taxes	26.	-	-	-	-	-	-
7210 Net Investment Tax Credits	27.	-	(92,054)	(92,054)	(5,189)	(12,695)	259,454
Total Taxes	28.	439,981	(92,054)	347,927	(5,189)	(12,695)	259,454
Net Operating Income	29.	775,381	(175,911)	599,470	(10,196)	(23,482)	375,454

2015 FORM I INPUT MASTER													
COMPANY NAME: Midvale Telephone Company, Inc.													
For The Year Ended: December 31, 2015													
Separated Results of Idaho Operations													
FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation			Intrastate Operation			TOLL PLS Special Access	MTS & WATS Switched Access	Local (other)	Total
				MTS & WATS Switched Access	TOLL PLS Special Access	Total	MTS & WATS Switched Access	TOLL PLS Special Access	EAS				
SUMMARY (continued)													
Average Rate Base													
2001 Telecom. Plant in Service	(5b)		16,571,873	5,132,401	2,655,001	7,787,402	3,228,733	199,448	211,332	5,144,758		8,784,271	
2005 Plant Acquisition Adjustment			-	(3,935,768)	(1,875,784)	(5,811,552)	(2,387,234)	(154,602)	(130,194)	(3,953,601)		(6,625,631)	
3100 Less: Accumulated Depr. (-)	(5c)		-	(242,707)	(144,117)	(386,824)	(141,043)	(12,220)	(6,794)	(219,469)		(381,526)	
34xx-36xx Accumulated Amort. (-)	(5)		-	28,786	12,564	41,350	27,969	427	1,993	44,967		75,356	
4100-4340 Accum. Deferred Tax (-)			116,706	184,715	72,737	257,452	72,971	6,115	4,403	152,469		235,958	
1220 Materials and Supplies	(7)		-	1,167,427	720,401	1,887,828	801,396	39,168	78,740	1,169,124		2,088,428	
— Equal Access Equipment			493,410										
— Other Rate Base			3,976,256										
Total Average Rate Base													

2015 FORM 1 INPUT MASTER		COMPANY NAME: Midvale Telephone Company, Inc.		For The Year Ended: December 31, 2015		Separated Results of Idaho Operations	
FCC Account and Description	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation		Intrastate Operation		Total
			MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access	
	Note No.						
PLANT IN SERVICE DETAIL							
21XX General Support Facilities		2,376,754	736,103	380,787	1,116,890	463,074	737,875
22XX Central Office Equipment:							
CAT 1-Operator Systems		-	-	-	-	-	-
CAT 2-Tandem Switching (Alloc.)		-	-	-	-	-	-
CAT 2-Tandem Switching (Assign.)		-	-	-	-	-	-
CAT 3-Local Switching		1,723,773	1,465,207	1,465,207	1,465,207	-	258,566
CAT 4.12-Exch. Trunk (Joint Use)		28,060	-	-	-	28,060	28,060
CAT 4.12-Exch. Trunk (Ded. Use)		1,438,119	-	-	-	-	137,875
CAT 4.13-Subscr. Line (Joint Use)		1,397,994	348,342	4,627	1,300,244	348,342	1,045,025
CAT 4.13-Subscr. Line (Ded. Use)		-	-	-	-	-	-
CAT 4.23-IX Trunk (Joint Use)		641,326	370,892	-	370,892	270,434	270,434
CAT 4.23-IX Trunk Ckt. (Ded. Use)		3,473	-	3,473	3,473	-	-
CAT 4.3-Hosl/Remote Trunk Ckt.		-	-	-	-	-	-
Other COE		-	-	-	-	-	-
Total COE		5,232,745	2,184,441	1,308,344	3,492,765	618,776	955,249
23XX Information Orig./Term. Equipment:							
CAT 1-Regulated CPE		-	-	-	-	-	-
Other IOT		-	-	-	-	-	-
Total IOT		-	-	-	-	-	-
24XX Cable & Wire Facilities:							
CAT 1.3-Subscriber Line (Common)		6,890,672	1,722,668	-	1,722,668	1,722,668	5,168,004
CAT 1.1,2-Subscriber Line (Ded.)		22,880	-	22,880	-	-	-
CAT 2-Exch. Trunk (Joint Use)		152,703	-	-	-	152,703	152,703
CAT 2-Exch. Trunk (Ded. Use)		106,557	-	-	-	-	29,272
CAT 3-IX Trunk (Joint Use)		1,756,674	482,906	76,285	1,336,411	420,263	420,263
CAT 3-IX Trunk (Ded. Use)		13,402	-	9,950	-	-	3,452
CAT 4-Hosl/Remote Trunk		-	-	-	-	-	-
Other C&WF		-	-	-	-	-	-
Total C&WF		8,941,888	2,205,574	962,620	3,168,194	2,142,931	3,445,336
25XX Other Assets:							
Capital Leases		-	-	-	-	-	-
Leasehold Improvements		-	-	-	-	-	-
Intangibles		20,286	6,283	3,250	9,533	3,952	6,298
Total Other Assets		20,286	6,283	3,250	9,533	3,952	6,298
Total Telecom. Plant in Service	(5b)	16,571,673	5,132,401	2,655,001	7,767,402	3,228,733	5,144,758
							8,764,271

2015 FORM I INPUT MASTER											
COMPANY NAME: Midvale Telephone Company, Inc.											
For The Year Ended: December 31, 2015											
Separated Results of Idaho Operations											
Intrastate Operation											
TOLL PLS											
MTS & WATS											
Switched Access											
Special Access											
Local (other)											
Total											
Total Idaho Operations Subject To Separations											
Interstate Operation											
TOLL PLS											
MTS & WATS											
Switched Access											
Special Access											
Total											
Total Accumulated Depreciation											
Accumulated Amortization Detail											
Line No. Note Description											
1.			(1,525,068)	(472,328)	(244,336)	(716,664)	(19,448)	(18,355)	(473,465)		(808,404)
2.			(1,477,788)	(1,256,120)		(1,256,120)			(221,668)		(221,668)
3.			-			-					-
4.			(2,829,958)	(580,137)	(1,054,978)	(1,635,115)	(499,089)	(111,305)	(561,811)		(1,194,843)
5.			-	(1,627,183)	(576,470)	(2,203,653)	(1,591,009)	(24,942)	(88,108)		(4,400,716)
6.			(6,604,369)	(3,935,768)	(1,875,784)	(5,811,552)	(2,387,234)	(154,602)	(3,953,601)		(6,625,631)
7.	(5c)		(12,437,183)								
Total Accumulated Depreciation											
Accumulated Amortization Detail											
8.			-			-					-
9.			-			-					-
10.			-			-					-
11.			-			-					-
12.	(5c)		-			-					-
Total Accumulated Amortization											

2015 FORM I INPUT MASTER		Midvale Telephone Company, Inc.										For The Year Ended: December 31, 2015										Separated Results of Idaho Operations									
FCC Account and Description		Total Idaho Operations Subject To Separations		MTS & WATS Switched Access			TOLL PLS Special Access			Total			MTS & WATS Switched Access			TOLL PLS Special Access			Total			EAS			Local (other)			Total			
OPERATING EXPENSE DETAIL																															
61XX-64XX Plant Specific Operations																															
6110-20	General Support Facilities		138,892		43,016		22,253		65,269		27,061		1,671		1,772		43,119		73,623												
621X	Central Office Switching		152,593		63,701		38,153		101,854		18,044		4,021		818		27,856		50,739												
6220	Operator Systems		-		455,175		272,621		727,796		128,935		28,729		5,847		199,046		362,557												
623X	Central Office Transmission Information Orig./Term. Equip.		-		160,265		69,947		230,212		155,712		2,378		11,096		250,350		419,536												
64XX	Cable & Wire Facilities		649,748		722,157		402,974		1,125,131		329,752		36,799		19,533		520,371		906,455												
	Total Plant Specific		2,031,586																												
65XX Plant Nonspecific Operations																															
6512	Provisioning		-		-		-		-		-		-		-		-		-												
653X	Network Operations		103,358		32,011		16,559		48,570		20,138		1,244		1,318		32,088		54,788												
6540	Access Paid to LECs		50,938		50,938		50,938		50,938		50,938		50,938		50,938		50,938		50,938												
	Total Plant Nonspecific		154,296		82,949		16,559		99,508		20,138		1,244		1,318		32,088		54,788												
656X Depreciation & Amortization																															
6561	General Support Facilities		73,870		22,878		11,835		34,713		14,393		889		942		22,933		39,157												
6561	Central Office Switching		175,528		149,199		149,199		149,199		149,199		149,199		149,199		149,199		149,199												
6561	Operator Systems		-		45,057		81,937		126,994		38,762		8,644		1,758		43,634		92,798												
6561	Central Office Transmission Information Orig./Term. Equip.		-		71,385		46,445		117,830		68,198		899		7,762		93,638		170,497												
6561	Cable & Wire Facilities		288,327		288,519		288,519		288,519		288,519		288,519		288,519		288,519		288,519												
6563	Capital Leases		-		-		-		-		-		-		-		-		-												
6563	Leasehold Improvements		-		-		-		-		-		-		-		-		-												
6564	Intangibles		-		-		-		-		-		-		-		-		-												
6565	Acquisition Adjustment		-		-		-		-		-		-		-		-		-												
	Total Depreciation & Amortization		757,517		288,519		140,217		428,736		121,353		10,432		10,462		186,534		328,781												

2015 FORM I INPUT MASTER		COMPANY NAME: Midvale Telephone Company, Inc.		For The Year Ended: December 31, 2015		Separated Results of Idaho Operations		
FCC Account and Description	Line No.	Note No.	Total Idaho Operations		Interstate Operation		Intrastate Operation	
			Operations Subject To Separations	MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access	EAS
OPERATING EXPENSE (continued)								
66XX Customer Operations								
661X Marketing	1.		12,038	-	-	-	12,038	12,038
662X Operator Services	2.		550	-	-	550	-	550
662X Directory Publishing-Alpha.	3.		4,858	1,536	-	1,116	2,206	3,322
662X Directory Publishing-Foreign	4.		-	-	-	-	-	-
662X Directory Publishing-Classified	5.		-	-	-	-	-	-
6623 Service Order Proc.-End User	6.		24,767	6,687	-	5,696	12,384	18,080
6623 Payment & Collection-End User	7.		18,578	5,785	-	6,330	6,463	12,793
6623 Billing Inquiry-End User	8.		18,577	4,644	-	6,502	7,431	13,933
6623 Service Order Proc.-CXR	9.		-	-	-	-	-	-
6623 Payment & Collection-CXR	10.		-	-	-	-	-	-
6623 Billing Inquiry-CXR	11.		-	-	-	-	-	-
6623 Coin Administration	12.		-	-	-	-	-	-
6623 Rev. Acctg.-Toll Ticket Proc.	13.		-	-	-	-	-	-
6623 Rev. Acctg.-Local Mess. Proc.	14.		2,499	710	-	1,789	-	1,789
6623 Rev. Acctg.-Other Bill & Coll.	15.		31,430	9,374	-	11,028	11,028	22,056
6623 Rev. Acctg.-SLC Billing	16.		1,654	1,654	-	-	-	-
6623 Rev. Acctg.-CXR B & C	(9)		14,580	7,290	-	7,290	-	7,290
6623 B & C Amis Paid to LECs	(9)		-	-	-	-	-	-
6623 Other Customer Service	19.		5,420	5,420	-	-	-	-
Total Customer Operations	(5a)		134,951	43,100	-	40,301	51,550	91,851
67XX Corporate Operations:								
671X Executive & Planning	21.		116,629	41,280	21,743	19,874	1,044	53,606
672X General & Administrative	22.		445,061	169,410	79,543	72,706	3,820	196,108
6728 EAS Settlement Expense	23.		-	-	-	-	-	-
Total Corporate Operations	(5a)		561,690	210,690	101,286	92,580	4,864	249,714
Other Operating Expenses:								
Equal Access Provision	(10)		-	-	-	-	-	-
Universal Service Fund	(11)		-	-	-	-	-	-
Lifeline Connection Assistance	(12)		-	-	-	-	-	-
Total Other	(5a)		-	-	-	-	-	-
Total Operating Expenses	(5a)		3,640,040	1,347,415	661,036	604,124	36,177	1,631,589

2015 FORM I INPUT MASTER

COMPANY NAME: Midvale Telephone Company, Inc.		For The Year Ended: December 31, 2015				Separated Results of Idaho Operations					
FCC Account and Description	Line No.	Note No.	Total Idaho Operations Subject To Separations		Interstate Operation		Intrastate Operation		Total		
			MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access			
OPERATING TAXES DETAIL											
7240 General Taxes											
7240 Property	1.		46,748		14,478	7,490	21,968	9,108	563	14,513	24,780
7240 Gross Receipts	2.		-		-	-	-	-	-	-	-
7240 PUC Fee	3.		-		-	-	-	-	-	-	-
7240 Franchise Fees	4.		-		-	-	-	-	-	-	-
7240 Other	5.		1,600		1,600	-	1,600	-	-	-	-
Total General Taxes	6.		48,348		16,078	7,490	23,568	9,108	563	14,513	24,780
72XX Income Taxes (Calculated)											
Net Income Before SIT & FIT	(13)		969,654		1,199,284	(275,455)	923,829	(521,849)	(15,948)	(36,773)	620,395
Less Fixed Charges (-)	8.		12,176		3,460	2,241	5,701	2,534	118	252	3,571
Subtotal (lines 7-8)	9.		957,478		1,195,824	(277,696)	918,128	(524,383)	(16,066)	(37,025)	616,824
Other SIT Base Add/Ded. (+/-)	(15)		-		-	-	-	-	-	-	-
SIT Taxable Inc. (lines 9+-10)	11.		957,478		1,195,824	(277,696)	918,128	(524,383)	(16,066)	(37,025)	616,824
7230 SIT-Current (at 8%)	12.		79,560		95,666	(22,216)	73,450	(41,951)	(1,285)	49,346	6,110
Other FIT Base Add/Ded. (+/-)	(17)		-		-	-	-	-	-	-	-
FIT Taxable Inc. (lines 9-12+-13)	14.		877,918		1,100,158	(255,480)	844,678	(482,432)	(14,781)	567,478	70,265
Gross FIT	15.		311,081		374,054	(86,963)	287,190	(164,027)	(5,025)	192,943	23,890
7210P Claimed ITC (-)	16.		-		-	-	-	-	-	-	-
Surtax Elimination (-)	17.		-		-	-	-	-	-	-	-
7220 FIT-Current (lines 15-16-17)	(18)		311,081		374,054	(86,963)	287,190	(164,027)	(5,025)	192,943	23,890

2015 FORM I INPUT MASTER		For The Year Ended: December 31, 2015		Separated Results of Idaho Operations	
COMPANY NAME: Midvale Telephone Company, Inc.					
FCC Account and Description		Total Idaho Operations Subject To Separations		Intrastate Operation	
Note No.	Line No.	MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access
		Total	Total	EAS	Local (other)
2015 FORM I INPUT MASTER					
COMPANY NAME: Midvale Telephone Company, Inc.		For The Year Ended: December 31, 2015		Separated Results of Idaho Operations	
FCC Account and Description		Total Idaho Operations Subject To Separations		Intrastate Operation	
Note No.	Line No.	MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access
		Total	Total	EAS	Local (Other)
Separation Parameters					
Plant					
SLU Minutes of Use (MOU)	1.	0			
SLU Factor	2.	1.000000	0.23967	0.30629	0.45404
Base SPF - January 1	3.	1.000000	0.25	0.25	0.5
Base SPF - December 31	4.	1.000000	0.25	0.25	0.5
Current Composite SPF	(20)	1.000000	0.25	0.25	0.5
1996 Weighted DEM	6.	1.000000	0.85	0.85	0.15
1996 Unweighted DEM	7.	0.319552	0	0.319552	0
Current CAT 3 Dial Equipment Minutes	(21)	0			
Current Composite DEM Factor	9.	1.000000	0.85	0.85	0.15
Exchange Trunk - Joint Use MOU	(22)	0			
Host/Remote MOU Kilometers	(23)	0			
Equal Access MOU	(24)	0			
Operator Standard Work Seconds	(25)	0			
Tandem Switching MOU	(26)	0			
IX Conversation MOU	15.	0			
IX Conversation Minute Kilometers	16.	0			
Other Parameters					
Access Lines	17.	838			
Unseparated Loop Cost @ 11.1 ROR	(27)	1,997,612			
Gross Billed Revenues					
-Marketing Allocation Basis	(28a)	0			
-Payment & Collection-End User	(28b)	0			
-Payment & Collection-CXR	(28c)	380,562	186,039	194,523	
Service Order Contacts					
-Service Order Proc.-End User	(29a)	6,134			6,134
-Service Order Proc.-CXR	(29b)	15	7	8	
Billing Inquiry Contacts					
-Billing Inquiry-End User	(30a)	12		12	
-Billing Inquiry-CXR	(30b)	48	35	13	
SP+RC Toll Messages	(31)	367,609	263,197	104,412	
EAS/Local Messages (Msg. Proc.)	27.	0			
'BIG 3' Expense Factor-Message	(32)	0.80	0.170404	0.353943	0.263205
-PLS & Special Access	28.	0.20	0.017068	0.186429	
Operator Services Expense - Factor	30.	0			
Access Minutes of Use (End Office)	31.	2,559,187	687,971	1,871,216	