

# ***ANNUAL REPORT***

OF

OREGON IDAHO UTILITIES, INC.

**NAME**

P.O. BOX 1880

Nampa, ID 83653

ADDRESS

TO THE

**IDAHO PUBLIC**

**UTILITIES COMMISSION**

FOR THE

YEAR ENDED December 31, 2004

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**TABLE OF CONTENTS**

**Information Required from All Companies** (see notes for exceptions)

- A-1..... General Information
- (1) A-2..... Important Changes During the Year
- (1) A-3..... Stockholders
- B-1..... Balance Sheet
- B-2..... Analysis of Depreciation
- (1)(2) B-3..... Analysis of Charges Related to Plant Retired
- B-4..... Long-Term Debt
- I-1..... Income Statement
- I-2..... Full-Time Employees
- I-3..... Compensation of Directors, Officers, and Managers
- (3)(4) I-4..... Operating Taxes Other Than Federal Income Tax
- I-5..... (not used)
- (1)(3)(4) I-6..... Reconciliation of Reported Net Income With Taxable Income for Federal Income Tax
- (1)(3)(4) I-7..... Reconciliation of Reported Net Income With Taxable Income for Oregon State Excise (Income) Tax
- I-8..... Transactions With Affiliated and Nonregulated Operations
- S-1..... Switches and Access Lines in Service
- ⊗ S-2..... Minutes of Use
- ⊗ CP..... Annual Report for Competitive Provider Operations
- ⊗ LEC..... Annual Report for Local Exchange Carrier Operations

**Supplemental Information Required from Multi-State Utilities**

- Ob-1..... Oregon Rate Base
- Ob-2..... Analysis of Oregon Depreciation
- (2) Ob-3..... Analysis of Charges Related to Oregon Plant Retired
- Oi-1..... Oregon Income Statement
- Oi-2..... Full-Time Employees in Oregon
- Oi-3..... (not used)
- (3)(4) Oi-4..... Oregon Operating Taxes Other Than Federal Income Tax
- Os-1..... Oregon Switches and Access Lines in Service

⊗ Schedules S-2, CP, and LEC contain **CONFIDENTIAL** information.

(1) A cooperative is not required to file Schedules A-2, A-3, and B-3. A cooperative that did not report income taxes on Schedule I-1 is also not required to file Schedules I-6 and I-7.

(2) A small utility is not required to file Schedules B-3 and Ob-3.

(3) An average schedule company is not required to file Schedules I-4, I-6, I-7, I-8, and Oi-4, in addition to the exceptions listed in notes (1) and (2).

(4) A large utility subject to ORS 759.405 or unbundling requirements under docket UM 351 is not required to file Schedules I-4, I-6, I-7, and Oi-4.

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

*Schedules from other reports are not acceptable. See attached instructions for more information.*

**A-1. GENERAL INFORMATION**  
**A. Identity of Respondent**

Exact Legal Name of Respondent: <b>OREGON - IDAHO UTILITIES, INC.</b>		Assumed Business Name, Doing Business As Name, or Also Known As Name (if same as legal name, write "SAME"): <b>Same</b>	
Name of Person (including title) Whom OPUC Should Contact About This Report: <b>Renee Suddarth, Assistant Corporate Secretary/Comptroller</b>		Business Street Address: <b>1023 N. Horton Street, Nampa, ID 83651</b>	
E-mail Address: <b>renee_oliv@fiberepipe.net</b>		Mailing Address (if same as street address, write "SAME"): <b>P.O. Box 1880, Nampa, ID 83653</b>	
		Voice Telephone Number: <b>208-461-7802</b>	
		Facsimile Number: <b>208-461-7896</b>	

**B. Other Published Annual Reports**

- REPORT TO STOCKHOLDERS / MEMBERS.** A copy of the annual report to stockholders or members  was  will be sent to OPUC on or about \_\_\_\_\_.
- Annual reports to stockholders or members are not published.
- RUS REPORT.** A copy of the published annual report to the Rural Utilities Service  was  will be sent to OPUC on or about April 1, 2005 \_\_\_\_\_.
- The respondent does not report to the Rural Utilities Service.
- ARMIS REPORT.** A copy of the ARMIS report Part 43-02  was  will be sent to OPUC on or about \_\_\_\_\_.
- The respondent does not file ARMIS reports with the Federal Communications Commission.
- LEC REPORT.** A copy of the respondent's Annual Report for Local Exchange Carriers to OPUC is attached.

**C. Signature**

I certify that I am the responsible accounting officer or director of the above-named company and I examined this report. To the best of my knowledge, information, and belief, all statements of fact in this report are true, and this report correctly states the respondent's business and affairs in each matter set forth from January 1, 2004, through December 31, 2004.

\_\_\_\_\_  
 Renee Suddarth (signature)      Asst. Corporate Secy./Comptroller (title)      March 31, 2005 (date)

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: OREGON - IDAHO UTILITIES, INC.

SEE ATTACHED STATEMENT BELOW SCH. A-3.

Schedules from other reports may be acceptable. See attached Instructions for more information.

**A-2. IMPORTANT CHANGES DURING THE YEAR**

	<p>1. <b>CHANGES IN SERVICE TERRITORY, EXTENSIONS OF SERVICES, SALES, MERGERS, ABANDONMENT, AND CHANGES IN IDENTITY.</b> If there were changes in the respondent's identity or Oregon service territory during the year, describe the changes.</p>	<p><input type="checkbox"/> NOT REQUIRED, because the respondent is a cooperative. No Change</p>
	<p>2. <b>CHANGES IN ACCOUNTING STANDARDS.</b> Briefly describe the changes in accounting standards, including the effective date of the change and the impact on the accounts as provided for by generally accepted accounting principles.</p>	<p>No Change</p>
	<p>3. <b>CHANGES IN OWNERSHIP OR DIRECT CONTROL.</b> If ownership or direct control over the respondent changed during the year, provide the following information:</p> <p>a. State the form of control (i.e., sole or joint).</p> <p>b. State the names and addresses of the directly controlling organizations or persons.</p> <p>c. State the means by which control was held (for example, through ownership of voting securities, common directors, officers, stockholders, voting trusts, etc.).</p> <p>d. State the extent of control.</p> <p>e. If the directly controlling organization or person was in turn controlled by another organization or person, show the chain of control to the ultimately controlling organization or person and the extent of control over each directly controlled organization or person in the chain.</p> <p>f. If any controlling organization or person held control as trustee, give the names and addresses of the beneficiaries for whom the trust is maintained and the purpose of the trust.</p>	<p>No Change</p>

**A-3. STOCKHOLDERS**

Line No.	Class of Stock (a)	Shares Held (b)	Name of Stockholder (c)
1	Common	1,200	<input type="checkbox"/> NOT REQUIRED, because the respondent is a cooperative. Robinson Communications Corporation, P.O. Box 1880, Namp, ID 83653 Robinson Communications Corporation, P.O. Box 1880, Namp, ID 83653
2	Preferred	1,400	
3			
4			
5			
6			
7			
8			
9			
10			
11	Date of Compilation:		

Oregon-Idaho Utilities, Inc., (OIU) presents its 2004 Annual Report to the Oregon Public Utility Commission. The data set forth in this report depicts OIU's combined Oregon and Idaho Operations.

Under the rules of the National Exchange Carrier Association (NECA), OIU's combined Oregon and Idaho operations are defined as a single study area, and the company therefore prepares a single cost study representing its combined operations in these two states. When allocation of a share of the combined costs to one state or the other is required, the company generally bases the allocation on the relative number of access lines in Oregon and Idaho.

Historically, the company has reported the "Oregon-specific" portion of the total study area data shown in this report in proportion to the relative numbers of Oregon and Idaho access lines. Current shows Oregon as comprising approximately 90% of the total company access lines, which produces an 90% allocation to Oregon of the total study area data shown in this report.

In 1995, OIU's affiliate, Humboldt Telephone Company, commenced operations as a fully regulated local exchange telephone company in six rural exchanges located in and around Humboldt County, Nevada. The Humboldt operations are maintained as a separate and distinct cost study area under the terms of the applicable FCC study area waiver and under NECA rules, and none of the revenues or expenses related to the Nevada study area are included in any of the data set forth in the within report.

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: OREGON - IDAHO UTILITIES, INC.  
 TOTAL COMPANY OPERATIONS

1. Dollars are whole.
2. Schedules from other reports are not acceptable. See attached instructions for more information.

**B-1 BALANCE SHEET**

Line No.	Description (a)	Balance at End of Year (b)	Balance at Beginning of Year (c)	Plant Additions (d)	Plant Retirements (e)	Transfers and Adjustments (f)
<b>Assets</b>						
1	1120 Cash and Equivalents	2,120,097				
2	1170 Receivables	1,162,534				
3	1171 Allowance for Doubtful Accounts					
4	1220 Inventories	54,493	78,208			
5	1280 Prepayments	196,090				
6	1350 Other Current Assets					
7	Total Current Assets (lines 1..6)	3,533,214				
8	1406 Nonregulated Investments					
9	1410 Other Noncurrent Assets	73,072				
10	1438 Deferred Maintenance, Retirements, and Other Deferred Charges	53,373	62,151			
11	1500 Other Jurisdictional Assets - Net					
12	Total Noncurrent Assets (lines 8..11)	126,445				
13	2001 Telecommunications Plant in Service (line 57)	13,859,817	13,608,535			
14	2002 Property Held for Future Telecommunications Use					
15	2003 Telecommunications Plant Under Construction	62,430				
16	2005 Telecommunications Plant Adjustment					
17	2006 Nonoperating Plant					
18	2007 Goodwill					
19	Total Plant (lines 13..18)	13,922,247				
<b>Telecommunications Plant in Service</b>						
20	2111 Land	20,662	20,662			
21	2112 Motor Vehicles	832,039	730,321	109,974	8,256	
22	2113 Aircraft					
23	2114 Tools and Other Work Equipment	11,804	11,804			
24	2121 Buildings	638,900	632,864	6,036		
25	2122 Furniture	17,798	17,798			
26	2123 Office Equipment	33,247	33,247			
27	2124 General Purpose Computers	49,004	43,499	6,792	1,287	
28	Total Land and Support Assets (lines 20..27)	1,603,454	1,490,195	122,802	9,543	

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29	2211 Nondigital Switching					
30	2212.1 Digital Electronic Switching - Circuit	1,791,183	1,715,279	75,904		
31	2212.2 Digital Electronic Switching - Packet					
32	Total Central Office - Switching (lines 29..31)	1,791,183	1,715,279	75,904		
33	2220 Operator Systems					
34	2231 Radio Systems					
35	2232.1 Circuit Equipment - Electronic	1,079,995	1,077,648	2,347		
36	2232.2 Circuit Equipment - Optical					
37	Total Switching and Central Office Assets (lines 32..36)	2,871,178	2,792,927	78,251		
38	2310 Information Origination/Termination					
39	2351 Public Telephone Terminal Equipment	6,348	6,348			
40	2362 Other Terminal Equipment					
41	Total Information Origination/Termination (lines 38..40)	6,348	6,348			
42	2411 Poles	65,537	65,537			
43	2421.1 Aerial Cable - Metallic	514,572	514,572			
44	2421.2 Aerial Cable - Nonmetallic					
45	2422.1 Underground Cable - Metallic					
46	2422.2 Underground Cable - Nonmetallic					
47	2423.1 Buried Cable - Metallic	4,400,842	4,356,802	44,040		
48	2423.2 Buried Cable - Nonmetallic	4,022,232	4,006,500	15,732		
49	2424 Submarine and Deep Sea Cable					
50	2426 Intrabuilding Network Cable					
51	2431 Aerial Wire	67,186	67,186			
52	2441 Conduit Systems	9,407	9,407			
53	Total Cable and Wire Facilities (lines 42..63)	9,079,776	9,020,004	59,772		
54	2680 Amortizable Tangible Assets	121,809	121,809			
55	2690 Intangibles	177,252	177,252			
56	Total Other Assets (lines 54..55)	299,061	299,061			
57	Telecommunications Plant in Service (lines 28+37+41+53+56)	13,859,817	13,608,535	260,825		9,543

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

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**B-1 BALANCE SHEET**

Line No.	Description (a)	Balance at End of Year (b)	Balance at Beginning of Year (c)	Plant Additions (d)	Plant Retirements (e)	Transfers and Adjustments (f)
<b>Accumulated Depreciation and Amortization</b>						
58	3100 Depreciation - Telecommunications Plant in Service	7,587,384	6,929,025			
59	3200 Depreciation - Property Held for Future Telecommunications Use					
60	3300 Depreciation - Nonoperating					
61	3410 Amortization	281,428	274,256			
62	Accumulated Depreciation and Amortization (lines 58..61)	7,868,812	7,203,281			
63	Net Plant (line 19 less line 62)	6,053,435				
64	Total Assets (lines 7+12+63)	9,713,094				
<b>Liabilities and Equity</b>						
65	4010-4030 Accounts and Notes Payable	136,675				
66	4040 Customer Deposits	5,100				
67	4070 Income Taxes - Accrued	3,317				
68	4080 Other Taxes - Accrued	13,884				
69	4100 Net Current Deferred Operating Income Tax					
70	4110 Net Current Deferred Nonoperating Income Tax					
71	4130 Other Current Liabilities	126,566				
72	Total Current Liabilities (lines 65..71)	285,542				
73	4200 Long Term Debt	4,934,544				
74	4310 Other Long Term Liabilities	264,822				
75	4320 Unamortized Operating Investment Tax Credits - Net					
76	4330 Unamortized Nonoperating Investment Tax Credits - Net					
77	4340.1 Net Noncurrent Deferred Operating Federal Income Tax					
78	4340.2 Net Noncurrent Deferred Operating State Income Tax					
79	4341 Net Deferred Tax Liability Adjustments					
80	4350 Net Noncurrent Deferred Nonoperating Income Tax					
81	4361 Deferred Tax Regulatory Liability - Net					
82	4370 Other Jurisdictional Liabilities and Deferred Credits - Net					
83	Total Other Liabilities and Deferred Credits (lines 73..82)	5,199,366				

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ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: OREGON - IDAHO UTILITIES, INC.  
 TOTAL COMPANY OPERATIONS

1. Dollars are whole.
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**B-1 BALANCE SHEET**

Line No.	Description (a)	Balance at End of Year (b)	Balance at Beginning of Year (c)	Plant Additions (d)	Plant Retirements (e)	Transfers and Adjustments (f)
84	4510 Capital Stock	260,000				
85	4520 Additional Paid-In Capital					
86	4530 Treasury Stock					
87	4540 Other Capital					
88	4550 Retained Earnings (from Retained Earnings, below)	3,968,186				
89	Total Stockholders' Equity (lines 84-.88)	4,228,186				
90	Total Liabilities and Equity (lines 72+83+89)	9,713,094				
<b>Retained Earnings</b>						
91	460 Balance at January 1	4,082,259				
92	465 Net Income (from Income Statement, Schedule I-1, line 82)	103,074				
93	470 Dividends Declared	217,147				
94	475 Miscellaneous Debits					
95	480 Miscellaneous Credits					
96	490 Balance at December 31 (lines 91+92+95 less line 93 less 94)	3,968,186				

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ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: **OREGON - IDAHO UTILITIES, INC.**  
**TOTAL COMPANY OPERATIONS**

1. Dollars are whole.
2. Schedules from other reports are not acceptable. See attached instructions for more information.

**B-2 ANALYSIS OF DEPRECIATION**

Line No.	Plant Account Description (a)	Accumulated Balance at Beginning of Year (b)	CREDITS During the Year		CHARGES During the Year		Accumulated Balance at End of Year (g)	Composite Depreciation Rate (%) (h)
			Charged to Expense Account (c)	Other Credits (d)	Plant Retired (e)	Other Charges (f)		
1	2112 Vehicles	540,024	63,770	1,500	8,256	597,038	11.40%	
2	2113 Aircraft	2,471	886			3,357	7.50%	
3	2114 Tools and Other Work Equipment	273,860	16,251			290,111	2.80%	
4	2121 Buildings	14,202	639			14,841	5.60%	
5	2122 Furniture	20,478	2,564			23,042	12.60%	
6	2123 Office Equipment	14,997	5,328			19,038	15.00%	
7	2124 General Purpose Computers				1,287			
8	2211 Nondigital Switching							
9	2212.1 Digital Electronic Switching - Circuit	364,079	110,771			474,850	5.90%	
10	2212.2 Digital Electronic Switching - Packet							
11	2220 Operator Systems	18,294				18,294		
12	2231 Radio Systems	861,888	61,942			923,830	7.50%	
13	2232.1 Circuit Equipment - Electronic							
14	2232.2 Circuit Equipment - Optical	933				933		
15	2310 Information Origination/Termination	6,348				6,348		
16	2351 Public Tel. Terminal Equipment							
17	2362 Other Terminal Equipment	111,542	792			112,334	6.00%	
18	2411 Poles	285,789	25,573			311,362	5.60%	
19	2421.1 Aerial Cable - Metallic							
20	2421.2 Aerial Cable - Nonmetallic							
21	2422.1 Underground Cable - Metallic	2,374,149	201,110			2,575,259	4.60%	
22	2422.2 Underground Cable - Nonmetallic	1,897,255	176,598			2,073,853	4.40%	
23	2423.1 Buried Cable - Metallic							
24	2423.2 Buried Cable - Nonmetallic							
25	2424 Submarine and Deep Sea Cable							
26	2426 Intra-building Network Cable	137,562	178			137,562		
27	2431 Aerial Wire	5,154				5,332		
28	2441 Conduit Systems							
29	Total Depreciation (lines 1..28)	6,929,025	666,402	1,500	9,543	7,587,384	1.90%	

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: OREGON - IDAHO UTILITIES, INC.  
 TOTAL COMPANY AND TOTAL OREGON OPERATIONS

1. Dollars are whole.
2. Schedules from other reports may be acceptable. See attached instructions for more information.

**B-4 LONG-TERM DEBT**

Line No.	Description of Obligation (a)	Balance Outstanding at the End of the Year (b)	Stated Rate On the Face Amount (c)	Interest
				Dollar Amount Accrued During the Year (d)
1	Rural Utilities Service (RUS) - Loan	\$ 4,934,544	5.00%	\$ 327,827
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27				
28	Total	4,934,544	6.64%	327,827

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: **OREGON - IDAHO UTILITIES, INC.**  
**TOTAL COMPANY OPERATIONS**

1. Dollars are whole.
2. Schedules from other reports are not acceptable. See attached instructions for more information.

**I-1 INCOME STATEMENT**

Line No.	Description (a)	Total Amount During the Year (b)	
<b>Operating Revenues</b>			
1	5000 Local Service Revenues	192,232	
2	5070 Distributions of State Universal Service Funds	66,941	
3	5081.1 Subscriber Line Charges and Presubscribed Interexchange Carrier Charges	59,545	
4	5081.2 Collections of Federal Universal Service Funds	5,267	
5	5081.3 Collections of State Universal Service Funds	11,317	
6	5081.4 Distributions of Federal Universal Service Funds	970,752	
7	5081.5 Other Intrastate End User Revenues	1,559,342	
8	5082.1 Switched Access Revenue - Interstate	193,110	
9	5082.2 Switched Access Revenue - Intrastate	82,206	
10	5083.1 Special Access Revenue - Interstate	34,900	
11	5083.2 Special Access Revenue - Intrastate	2,916,439	
12	Total Network Access Revenues (lines 3..11)	2	
13	5105 Long Distance Message Revenue	5,062	
14	5200.1 Directory Revenue	5,952	
15	5200.2 Carrier Billing and Collection Revenue	542	
16	5200.3 Other Miscellaneous Revenue	11,556	
17	Total Miscellaneous Revenues (lines 14..16)	9,535	
18	5280 - Nonregulated Operating Revenue	3,177,635	
19	5300 Uncollectible Revenues		
20	Total Operating Revenues (lines 1+2+12+13+17+18-19)		
21	Interstate and Foreign (International) Revenues Included in the Above Operating Revenues		
<b>Operating Expenses</b>			
22	6110-6114 Network Support Expenses	178,137	
23	6120-6124 General Support Expenses	178,800	
24	6211 Nondigital Switching Expense		
25	6212.1 Digital Electronic Expense - Circuit		
26	6212.2 Digital Electronic Expense - Packet		
27	Total Central Office Switching Expenses (lines 24..26)	178,800	

(This space is not used.)

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: **OREGON - IDAHO UTILITIES, INC.**  
**TOTAL COMPANY OPERATIONS**

1. Dollars are whole.
2. Schedules from other reports are not acceptable. See attached instructions for more information.

**I-1 INCOME STATEMENT**

Line No.	Description (a)	Total Amount During the Year (b)	(This space is not used.)
28	6220 Operator Systems Expense		
29	6231 Radio System Expense		
30	6232.1 Circuit Equipment Expense - Electronic	86,808	
31	6232.2 Circuit Equipment Expense - Optical		
32	Total Switching and Central Office Transmission Expenses (lines 28..31)	86,808	
33	6310-6341 Information Origination/Termination Expense		
34	6351 Public Telephone Terminal Equipment Expense		
35	6362 Other Terminal Equipment Expense		
36	Total Information Origination/Termination (lines 33..35)		
37	6411 Poles Expense	278,476	
38	6421 Aerial Cable Expense		
39	6422 Underground Cable Expense		
40	6423 Buried Cable Expense		
41	6424 Submarine and Deep Sea Cable Expense		
42	6426 Intra-building Network Cable Expense		
43	6431 Aerial Wire Expense		
44	6441 Conduit Systems Expense		
45	Total Cable and Wire Facilities Expenses (lines 37..44)	278,476	
46	Total Plant Specific Expenses (lines 22+23+27+32+36+45)	722,221	
47	6511 Property Held for Future Telecommunications Use Expense		
48	6512 Provisioning Expense		
49	Total Other Property, Plant, and Equipment Expense (lines 47..48)		
50	6530-6535 Network Operations Expenses	186,220	
51	6540 Access Expense		
52	6550.1 Federal Universal Support Contributions	6,184	
53	6550.2 State Universal Support Contributions	11,307	
54	6550.3 Total Universal Service Fund Contributions (lines 52..53)	17,491	
55	6560.1 Depreciation - Telecommunications Plant in Service	666,403	
56	6560.2 Depreciation - Property Held for Future Telecommunications Use		
57	6560.3 Amortization Expense	7,172	
58	Total Depreciation and Amortization Expenses (lines 55..57)	673,575	
59	Total Plant Nonspecific Expenses (lines 49+50+51+54+58)	877,286	

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		I-1. INCOME STATEMENT	
Line No.	Description (a)	Total Amount During the Year (b)	
60	6610-6613 Marketing Expenses		
61	6620 Services Expenses	144,292	
62	Total Customer Operations Expenses (lines 60, 61)	144,292	
63	6720 General and Administrative Expense	502,062	
64	6790 Less: Provision for Uncollectible Notes Receivable		
65	Total Operating Expenses (lines 46+59+62+63-64)	2,245,861	
66	Net Revenue (line 20 less line 65)	931,774	
<b>Other Income and Expenses</b>			
67	7100 Other Operating Income and Expenses		
68	7210 Operating Investment Tax Credits - Net		
69	7220 Operating Federal Income Taxes	47,176	
70	7230 Operating State and Local Income Taxes	35,517	
71	7240. Operating Other Taxes	71,371	
72	7250.1 Provision for Deferred Operating Federal Income Tax - Net	7,187	
73	7250.2 Provision for Deferred Operating State Income Tax - Net	1,591	
74	Net Operating Taxes (lines 68..73)	162,842	
75	Net Operating Income (lines 66+67-74)	768,932	
76	7300 Nonoperating Income and Expenses	(318,709)	
77	7400 Nonoperating Taxes		
78	7500 Interest and Related Items	342,921	
79	7600 Extraordinary Items		
80	7910 Income Effect of Jurisdictional Differences - Net		
81	7990 Nonregulated Net Income	(4,228)	
82	Net Income (lines 75+76+79+80+81-77-78)	103,074	
<b>I-2. FULL-TIME EMPLOYEES</b>			
1	Management Employees	5	
2	Nonmanagement Employees	6	
3	Employees Allocated From or Paid by Affiliated Companies		(This space is not used.)
4	Total Full-Time Employees (lines 1..3)	11	

**Company: OREGON - IDAHO UTILITIES, INC.**  
**TOTAL COMPANY AND TOTAL OREGON OPERATIONS**

1. Dollars are whole (rounded to the nearest dollar).
2. Schedules from other reports are not acceptable. See attached instructions for more information.

**1.3 COMPENSATION OF DIRECTORS, OFFICERS, AND MANAGERS**

Line No.	Name of Person, Title, and Department (a)	Salaries (b)	Insurance and Pensions (c)	Director Fees (d)	Other Compensation		Total Compensation Paid by Affiliates (g)	Total Compensation (Columns b+c+d+e+g) (h)	Amount Charged to Oregon Operating Accounts (i)
					Total Amount (e)	Description (f)			
Total Amount of Compensation Paid During the Year Total Compensation Paid by Respondent									
A utility that is not partially exempt from regulation under ORS 759.040 must list the same or equivalent positions as shown in its Annual Budget of Expenditures for the year. A cooperative or small utility must list owners, officers, members of the board of directors, managers, and members of their families whom the respondent or its affiliates paid more than \$25,000 during the year and charged any portion thereof to Oregon operating accounts.									
1	Larry W. Clark, Director & President	130,354	10,016	NONE	18,000	Deferred Compensation		158,370	158,370
2	Jeffrey F. Beck, Director & Vice President	92,400	10,018	NONE	18,000	Deferred Compensation		120,418	120,418
3	Douglas Musgrave, Operations Manager	60,452	4,666	NONE	6,000	Deferred Compensation		71,118	71,118
4	Renee Suddarth, Asst. Corp. Secty./Comptroller	53,674	7,129	NONE	6,000	Deferred Compensation		66,803	66,803
5	Ryan C. Clark, Systems Manager	42,000	10,006	NONE	6,000	Deferred Compensation		58,006	58,006
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ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: **OREGON - IDAHO UTILITIES, INC.**  
**TOTAL COMPANY OPERATIONS**

1. Dollars are whole.
2. Schedules from other reports are not acceptable. See attached instructions for more information.

**14. OPERATING TAXES OTHER THAN FEDERAL INCOME TAX**

Line No.	Description (a)	Total Amount During the Year (b)	
<input type="checkbox"/> NOT REQUIRED, because the respondent is an average schedule company; or a large utility that elected price cap regulation under ORS 759.405; or a large utility that is subject to unbundling requirements under docket UM 351.			
State Income Tax:			
1	Current	35,517	
2	Current Deferred	1,591	
3	Prior Deferred		
4	Total Current and Deferred State Income Tax (lines 1..3)	37,108	
5	7240 Property Taxes	68,395	
6	7240 Privilege Taxes, Fees, and Other Assessments	2,976	
7	7240 Other Taxes		
8	Total Other Operating Taxes (lines 4..7)	108,479	



ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: OREGON - IDAHO UTILITIES, INC.  
 TOTAL COMPANY AND TOTAL OREGON OPERATIONS

1. Dollars are whole.
2. Schedules from other reports may be acceptable. See attached instructions for more information.

**16 RECONCILIATION OF REPORTED NET INCOME  
 WITH TAXABLE INCOME FOR FEDERAL INCOME TAX**

Line No.	Particulars (a)	Total Company Amount (b)	Total Oregon Amount Operating (c)	Nonregulated (d)
<input type="checkbox"/> NOT REQUIRED, because the respondent is an average schedule company; or a cooperative that reports no Oregon income tax on Schedule I-1; or a large utility that elected price cap regulation under ORS 759.405; or a large utility that is subject to unbundling requirements under docket UM 351.				
1	Total revenues (Accounts 5xxx except 5300)	3,187,170	3,187,170	
2	Total expenses (Accounts 6xxx and 5300)	2,255,396	2,255,396	
3	Other income (Accounts 71xx, 73xx, 76xx, 79xx)	(322,937)	82,584	(405,521)
4	Operating Taxes Other Than Federal (Accounts 72xx)	108,479	108,479	
5	Nonoperating Taxes (Accounts 74xx)	342,921	342,921	
6	Interest, including debt discount, expense, and premium amortization (Accounts 75xx)	157,437	562,958	(405,521)
7	Net income before federal income tax (lines 1..6)	673,575	673,575	
8	Tax additions (identify):			
9	Tax depreciation and amortization (additions)	2,474	2,474	
10	Disposal of Assets	78,615	78,615	
11	Meals & Dues Adjustments	754,664	754,664	
12	Non-Qualified Deferred Compensation Plan and Non-Qualified Deferred Comp. Plan Interest			
13	Deferred State Income Tax			
14	Total additions (lines 8..12)	769,941	763,888	6,053
15	Tax deductions and nontaxable income (identify):			
16	Tax depreciation and amortization (deductions)	3,406	3,406	
17	Disposal of Assets			
18	Total deductions (lines 14..18)	773,347	767,294	6,053
19	Taxable net income as shown on tax return (lines 7+13-19)	138,754	550,328	(411,574)
20	Tax computation and adjustments (identify):			
21	Federal Tax 34%	47,176	187,112	(139,936)
22	Total current federal income tax expense (lines 21..23)	47,176	187,112	(139,936)
23	Net investment tax credits	7,187	7,187	
24	Current deferred federal income tax expense	7,187	7,187	
25	Prior deferred federal income tax expense			
26	Net federal income tax expense shown on Schedule I-1 (lines 24..27)	54,363	194,299	(139,936)
27	Federal income tax information is not available. The respondent will file this data with OPUC on or about _____.			
28	The respondent needs extra time because: _____.			

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: OREGON - IDAHO UTILITIES, INC.  
 TOTAL COMPANY AND TOTAL OREGON OPERATIONS

1. Dollars are whole.
2. Schedules from other reports may be acceptable. See attached instructions for more information.

**1-7 RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR OREGON STATE EXCISE (INCOME) TAX**

Line No.	Particulars (a)	Total Oregon Amount		
		Total Company Amount (b)	Operating (c)	Nonregulated (d)
<input type="checkbox"/>	NOT REQUIRED, because the respondent is an average schedule company; or a cooperative that reports no Oregon income tax on Schedule I-1; or a large utility that elected price cap regulation under ORS 759.405; or a large utility that is subject to unbundling requirements under docket UM 351.			
1	Total revenues (Accounts 5xxx except 5300)	3,187,170	3,187,170	
2	Total expenses (Accounts 6xxx and 5300)	2,255,396	2,255,396	
3	Other income (Accounts 71xx, 73xx, 76xx, 79xx)	(322,937)	82,584	(405,521)
4	Operating Taxes Other Than Oregon State (Accounts 72xx)	72,962	72,962	
5	Nonoperating Taxes (Accounts 74xx)	342,921	342,921	
6	Interest, including debt discount, expense, and premium amortization (Accounts 75xx)	192,954	598,475	(405,521)
7	Net income before Oregon income tax (lines 1..6)			
8	Tax additions (identify):	673,575	673,575	
9	Tax depreciation and amortization (additions)			
10	Disposal of Assets	2,474	2,474	
11	Meals & Dues Adjustments	78,615	78,615	
12	Non-Qualified Deferred Compensation Plan and Non-Qualified Deferred Comp. Plan Interest	754,664	754,664	
13	Total additions (lines 8..11)			
14	Tax deductions and nontaxable income (identify):	769,941	763,888	6,053
15	Tax depreciation and amortization (deductions)	3,406	3,406	
16	Disposal of Assets			
17	Total deductions (lines 13..16)	773,347	767,294	6,053
18	Taxable income on tax return (lines 7+12-17)	174,271	585,845	(411,574)
19	Apportionment factor (applies to multistate companies)	100,000%	100,000%	100,000%
20	Apportioned taxable income	174,271	585,845	(411,574)
21	Oregon income tax rate	6,600%	6,600%	6,600%
22	Oregon income tax	11,501	38,665	(27,164)
23	Adjustments:			
24	Consolidated & Multi-state adjustment	8,610	(3,343)	11,953
25	Total current Oregon income tax expense (lines 23..24)	20,111	35,322	(15,211)
26	Current deferred Oregon income tax expense	1,591	1,591	
27	Prior deferred Oregon income tax expense			
28	Net Oregon income taxes on Schedule I-1 (lines 25..27)	21,702	36,913	(15,211)

Oregon excise (corporate income) tax information is not available. The respondent will file this data with OPUC on or about \_\_\_\_\_.

The respondent needs extra time because: \_\_\_\_\_.

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: **OREGON - IDAHO UTILITIES, INC.**  
 TOTAL COMPANY OPERATIONS

1. Dollars are whole.
2. Schedules from other reports may be acceptable. See attached instructions for more information.

**1-8. TRANSACTIONS WITH AFFILIATED AND NONREGULATED OPERATIONS**  
**A. Cost Allocation Manual (CAM)**

- The respondent is not required to file a CAM under Oregon Administrative Rules (OARs) 860-027-0052, 860-034-0394, or 860-034-0740.
  - The respondent's CAM, filed with OPUC, is up to date for the year covered by this report.
  - The respondent's filed CAM is not up to date. A revised CAM is attached.
  - The respondent's CAM is not up to date. The respondent will file a revised CAM with OPUC on or about \_\_\_\_\_.
- The respondent needs this extra time because \_\_\_\_\_

**B. Intercompany Loans**

Line No.	Name of Affiliated Company (a)	Respondent Lent (L) or Borrowed (B) (b)	Highest Amount Outstanding During Year (c)	Total Interest Accrued During the Year (d)
1	Humboldt Telephone Company	Lent (L)	1,046,084	
2				
3				
4				
5				
6				

**C. Intra-company Transfers and Payments**

Line No.	Segment or Division of Respondent (a)	Description of Transactions Between Regulated and Nonregulated Segments of the Respondent (amounts subject to Part 64) (b)	Total Company Charges and Credits to Operating Accounts (c)	Total Oregon Charges and Credits to Operating Accounts (d)
1				
2				
3				
4				
5				
6				
7		Other Transfers or Payments (where annual amounts < \$50,000)		
8		Total Intra-company Transactions		

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: OREGON - IDAHO UTILITIES, INC.  
 TOTAL COMPANY OPERATIONS

1. Dollars are whole.
2. Schedules from other reports may be acceptable. See attached instructions for more information.

**1.8 TRANSACTIONS WITH AFFILIATED AND NONREGULATED OPERATIONS**  
**D. Intercompany Transactions**

Line No.	Name of Affiliated Company (a)	Description of Transaction and Date of Contract (b)	Charges and Credits to Operating Accounts (c)	Total Oregon Charges and Credits to Operating Accounts (d)
1		NOT REQUIRED. The respondent is an average schedule company or a cooperative that does not make annual access charge filings.		
2		SEE PART E. The utility does not make annual access charge filings.		
3		REQUIRED. The respondent is a cost company and makes annual access charge filings. See attached instructions.		
4		(1) Total Payments Made by the Respondent to Affiliated Companies During the Year:		
5	Robinson Communications Corporation	Facilities & administrative support in operations, regulatory matters and management services	343,337	343,337
6	Robinson Communications, LLC	Office Lease	67,554	67,554
7	Humboldt Telephone Company	Labor & materials for maintenance & construction	77,022	77,022
8				
9				
10				
11		Total Other Payments (where annual payments < \$50,000)	4,680	4,680
12		Total Payments Made by the Respondent to Affiliated Companies During the Year:	492,593	492,593
13		(2) Total Payments Made by Affiliated Companies to the Respondent During the Year:		
14	Humboldt Telephone Company	Labor & materials for maintenance & construction	144,248	144,248
15				
16				
17				
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20				
21				
22				
23		Total Other Payments (where annual payments < \$50,000)	144,248	144,248
24		Total Payments Made by Affiliated Companies to the Respondent During the Year	144,248	144,248

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: OREGON - IDAHO UTILITIES, INC.  
OREGON OPERATIONS

1. Dollars are whole.
2. Schedules from other reports may be acceptable. See attached instructions for more information.

**I-8. TRANSACTIONS WITH AFFILIATED AND NONREGULATED OPERATIONS**  
**E. Intercompany Transactions of Utilities that Do Not File Annual Access Charges**

Names of Parties to Affiliated Interest Contracts Issued During the Year <i>(a)</i>	Dollar Amount of the Contract <i>(b)</i>	Date of Contract <i>(c)</i>
<p><input type="checkbox"/> NOT REQUIRED. The respondent is an average schedule company or a cooperative that does not make annual access charge filings.</p> <p><input checked="" type="checkbox"/> NOT REQUIRED. The respondent is a cost company and makes annual access charge filings. See Part D. REQUIRED (ORS 759.393 and OARs 860-027-0100 and 860-034-0396). Utility does not make annual access charge filings.</p> <p>List each affiliate contract executed during the year covered by this report. Include the names of the parties to the contracts, the dollar amounts of the contracts, and the dates of execution of the contracts.</p>		

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: OREGON - IDAHO UTILITIES, INC.  
OREGON OPERATIONS

1. Dollars are whole.
2. Schedules from other reports may be acceptable. See attached instructions for more information.

**18. TRANSACTIONS WITH AFFILIATED AND NONREGULATED OPERATIONS**

This page is not used.

ANNUAL REPORT TO THE PUBLIC UTILITY COMMISSION OF OREGON FOR THE YEAR ENDING DECEMBER 31, 2004

Company: OREGON - IDAHO UTILITIES, INC.  
 TOTAL COMPANY OPERATIONS

1. All amounts are whole.
2. Schedules from other reports are not acceptable. See attached instructions for more information.

**S-1. SWITCHES AND ACCESS LINES IN SERVICE**

Line No.	Description (a)	Balance at End of Year (b)	
1	Total Central Office Switches in Service	2	
Access Lines in Service by Customer:			
Residential Access Lines:			
2	Single Party	539	
3	Multiparty		
4	Total Residential Access Lines (lines 2..3)	539	
Business Access Lines:			
5	Single Party	150	
6	Multi Party		
7	PBX Trunks	1	
8	Centrex-CO Line Count		
9	ISDN "B" Channels		
10	Total Business Access Lines (lines 5..9)	151	
Other Access Lines:			
11	Radio Common Carrier (RCC) and Mobile		
12	WATS Closed End (InWATS and outWATS)		
13	Switched Access - FGA FXONAL	13	
14	Payphone (public and semipublic)		
15	UNE Network Access Channels (NACs)		
16	Dedicated (non-switched) Private Lines and Special Access		
17	Wideband Data Lines		
18	Other	40	
19	Total Other Access Lines (lines 11..18)	53	
20	Total Access Lines (lines 4+10+19)	743	

(This space is not used.)

# **CONFIDENTIAL ATTACHMENTS**