

RUR-T

ANNUAL REPORT

OF

Rural Telephone Company

NAME

892 W Madison Ave., Glenns Ferry, Idaho 83623

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2016

IDAHO PUBLIC
UTILITIES COMMISSION

2017 APR 11 AM 8:42

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IDAHO PUBLIC
UTILITIES COMMISSION

April 10, 2017

Idaho Public Utilities Commission
PO Box 83720
Boise, ID 83720-0074

Attention: Terri Carlock

Dear Ms. Carlock:

Enclosed you will find the 2016 IPUC Annual Report for Rural Telephone Company. Along with the Annual Report is the Telecommunications Utilities Form I. At this time Rural Telephone Company's Audited Financial Statements have not been completed.

I will forward the finalized 2015 Audited Financial Statements once they are completed.

If you need further assistance, please contact me.

Sincerely,



Tom Halvorson
Accountant
Rural Telephone Company
208/366-2614
tom.halvorson@ruraltel.org

**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: Rural Telephone Company
 Address of principal office: 892 W. Madison Ave., Glenss Ferry, ID 83623-2372
 Telephone Number Area Code (208) 366-2614 E-mail address: beverly.arrington@ruraltel.org
 Cities or towns served: Shoup, Boise River, Tipanuk, Three Creek, Atlanta, Prairie

Name and title of officer having custody of the general corporate books of account: _____
James R. Martell, President
 Address of office where corporate books are kept and phone number: Same as Above

Organized under the laws of the State of: Idaho
 Date of organization: 7/27/1979
 Form of organization (proprietorship, association, corporation): Corporation

If a Subchapter S Corporation, please specify: _____
 Name and address of controlling company, if any: Martell Enterprises, Inc.
892 W. Madison Ave., Glenss Ferry, ID 83623

Names of affiliated companies. Give address and description of business: _____
Pend Oreille Telephone Company - Same as Above
Nehalem Telecommunications, Inc. - Same as Above

OFFICERS

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

Title	Name	Address
President	James R. Martell	Same as Above
Vice President	Michael J. Martell	Same as Above
Sec./Treasurer	Carmela M. Martell	Same as Above

DIRECTORS

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

Name and Address	Term Expired or Current Term Will Expire	Meetings Attended This year	Fees Paid During Year
James R. Martell	Non-Term	12	\$18,000
Carmela M. Martell	Non-Term	12	\$12,000
Michael J. Martell	Non-Term	12	\$16,800
Angela Carpenter	Non-Term	12	\$12,000
Andrea Roberts	Non-Term	12	\$18,000
Mark R. Martell	Non-Term	12	\$12,000
Matthew Martell	Non-Term	12	\$12,000

Name of Chairman of the Board: James R. Martell

Name of Secretary (or Clerk) of Board: Carmela M. Martell

Number of Meetings of the Board during the year: 12

MANAGERS

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

Name	Title	Wages and Bonuses Paid
James R. Martell	President	\$100,000.08
Carmela M. Martell	Sec./Treasurer	\$60,000.00
Michael J. Martell	Vice President	\$91,500.00
Mark R. Martell	Administrative Manager	\$86,820.00

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	475,155.86	282,960.72	(192,195.14)
1130 Cash			
1140 Special Cash Deposits			
1150 Working Cash Advances			
1160 Temporary Investments			
1180 Telecommunications Accts. Receivable	116,154.53	100,421.81	(15,732.72)
1181 Accts. Rec. Allow. -Telecommunications			
1190 Other Accounts Receivable	573,720.23	544,941.17	(28,779.06)
1191 Accounts Receivable Allow. - Other			
1200 Notes Receivable			
1201 Notes Receivable Allowance			
1210 Interest & Dividends Receivable			
1220 Material and Supplies	442,536.48	424,761.26	(17,775.22)
1280 Prepayments	7,643.05	6,750.22	(892.83)
1290 Prepaid Rents			
1300 Prepaid Taxes	0.00	0.00	0.00
1310 Prepaid Insurance			
1320 Prepaid Directory Expenses			
1330 Other Prepayments			
1350 Other Current Assets	954,313.16	655,520.47	(298,792.69)
Noncurrent Assets			
1401 Investment in Affiliated Companies	4,531,852.80	4,664,829.32	132,976.52
1402 Investment in Nonaffiliated Companies			
1406 Nonregulated Investments	1,416,018.97	1,452,664.97	36,646.00
1407 Unamortized Debt Issuance Expense			
1408 Sinking Funds			
1410 Other Noncurrent Assets	231,823.02	236,382.30	4,559.28
1438 Deferred Maintenance & Retirements			
1439 Deferred Charges	875.32	829.15	(46.17)
1500 Other Jurisdiction Assets - Net			
Property, Plant and Equipment			
2001 Telecommunications Plants in Service	27,593,091.80	27,718,291.19	125,199.39
2002 Prop. Held for Future Telecom. Use	4,000.00	4,000.00	0.00
2003 Telecom. Plant under Constr. - Short Term	0.00	57,487.28	57,487.28
2004 Telecom. Plant under Constr. - Long Term			
2005 Telecom. Plant Adjustment			
2006 Nonoperating Plant			
2007 Goodwill			
Depreciation and Amortization Accounts			
3100 Accumulated Depreciated	(20,470,659.93)	(21,431,223.58)	(960,563.65)
3200 Accum. Depre. - Held for Future Use			
3300 Accumulated Depreciation - Nonoperating			
3400 Accumulated Amortization - Tangible			
3410 Accum. Amort. - Capitalized Leases			
3420 Accum. Amort. - Leasehold Improvements			
3500 Accumulated Amortization - Intangible			
3600 Accumulated Amortization - Other			
TOTAL ASSETS	15,876,525.29	14,718,616.28	(1,157,909.01)

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	362,739.60	363,228.75	489.15
4020 Notes Payable			
4030 Advance Billings and Payments	58,604.34	57,921.25	(683.09)
4040 Customer Deposits	6,347.21	6,627.21	280.00
4050 Current Maturities - Long -Term Debt	666,893.67	697,699.58	30,805.91
4060 Current Maturities - Capital leases			
4070 Income Taxes - Accrued	425,328.00	(209,794.00)	(635,122.00)
4080 Other Taxes - Accrued	32,671.54	31,607.47	(1,064.07)
4100 Net Current Defer. Oper. Income Taxes			
4110 Net Current Defer. Nonoper. Income Taxes			
4120 Other Accrued Liabilities	138,916.94	132,447.83	(6,469.11)
4130 Other Current Liabilities			
Long-Term Debt			
4210 Funded Debt	5,440,325.51	4,814,181.22	(626,144.29)
4220 Premium on Long-Term Debt			
4230 Discount on Long-Term Debt			
4240 Reacquired Debt			
4250 Obligations Under Capital Leases			
4260 Advances from Affiliated Companies			
4270 Other Long-Term Debt	143,393.97	157,592.80	14,198.83
Other Liabilities & Deferred Credits			
4310 Other Long-Term Liabilities			
4320 Unamort. Oper. Invest. Tax Credits - Net	23,415.00	35,200.00	11,785.00
4330 Unamort. Nonoper. Invest. Tax Credits - Net			
4340 Net Noncurrent Defer. Oper. Income Taxes	1,138,859.00	974,988.00	(163,871.00)
4350 Net Noncur. Defer. Nonoper. Income Taxes	(104,288.00)	(5,353.00)	98,935.00
4360 Other Deferred Credits			
4370 Other Juris. Liab. & Def. Credits - Net	14,897.00	14,897.00	0.00
Stockholders' Equity			
4510 Capital Stock	56,900.00	56,900.00	0.00
4520 Additional Paid-In Capital	10,197.00	10,197.00	0.00
4530 Treasury Stock			
4540 Other Capital			
4550 Retained Earnings	7,461,324.51	7,580,275.17	118,950.66
TOTAL LIAB. & OTHER CREDITS	15,876,525.29	14,718,616.28	(1,157,909.01)

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	197,053.63				197,053.63
2112 Motor Vehicles	625,680.14	129,547.30	(123,214.96)		632,012.48
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	896,575.39	14,888.15			911,463.54
2121 Buildings	966,777.50				966,777.50
2122 Furniture	217,330.36				217,330.36
2123 Office Equipment					
2124 General Purpose Computers	504,226.66	21,406.76			525,633.42
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	2,855,416.12		(14,919.69)		2,840,496.43
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems	26,954.56				26,954.56
2232 Circuit Equipment	6,044,120.26	64,197.01	(200,083.60)		5,908,233.67
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment					
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable	76,980.61				76,980.61
2422 Underground Cable					
2423 Buried Cable	12,199,689.32	107,121.60			12,306,810.92
2424 Submarine Cable					
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems	2,260,178.94	40,429.40			2,300,608.34
2681 Capital Leases					
2682 Leasehold Improvements	204,349.16	41,357.53			245,706.69
2690 Intangibles					
TOTAL PLANT ACCOUNTS	27,075,332.65	418,947.75	(338,218.25)	0.00	27,156,062.15

ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS
IDAHO Operations Only

	Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
Analysis of Telecommunications Plant in Service					
2111 Land	151,505.63				151,505.63
2112 Motor Vehicles	625,680.14	129,547.30	(123,214.96)		632,012.48
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	896,575.39	14,888.15			911,463.54
2121 Buildings	522,653.17				522,653.17
2122 Furniture	217,330.36				217,330.36
2123 Office Equipment					
2124 General Purpose Computers	504,226.66	21,406.76			525,633.42
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	1,146,541.97				1,146,541.97
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems	26,954.56				26,954.56
2232 Circuit Equipment	3,923,243.08	52,716.17	(8,282.03)		3,967,677.22
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment					
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable	13,129.50				13,129.50
2422 Underground Cable					
2423 Buried Cable	6,858,337.97	103,327.99			6,961,665.96
2424 Submarine Cable					
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems	1,367,983.36	35,855.29			1,403,838.65
2681 Capital Leases					
2682 Leasehold Improvements	204,349.16	41,357.53			245,706.69
2690 Intangibles					
TOTAL PLANT ACCOUNTS	16,458,510.95	399,099.19	(131,496.99)	0.00	16,726,113.15

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

TOTAL Company Basis

	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	453,537.71	33.33%	164,522.76	(86,454.76)	531,605.71
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment	831,471.81	14.30%	60,672.33		892,144.14
2121 Buildings	487,826.00	ID3.0%, NV2.8%	28,114.92		515,940.92
2122 Furniture	217,330.36	12.50%	0.00		217,330.36
2123 Office Equipment					
2124 General Purpose Computers	475,091.75	20.00%	16,671.06		491,762.81
2211 Analog Electronic Switching					
2212 Digital Electronic Switching	2,800,945.25	ID12.0%, NV5.26%	48,945.71	(14,919.69)	2,834,971.27
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems	26,954.56	20.00%	0.00		26,954.56
2232 Circuit Equipment	5,035,779.30	ID10.0%, NV5.26%	331,465.70	(200,083.60)	5,167,161.40
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment					
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable	12,095.22	5.00%	3,849.12		15,944.34
2422 Underground Cable					
2423 Buried Cable	8,580,984.53	ID6.5%, NV4.0%	463,115.90		9,044,100.43
2424 Submarine Cable					
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems	979,427.00	ID7.0%, NV4.0%	131,644.40		1,111,071.40
2682 Leasehold Improvements	80,951.58	3.00%	6,565.42		87,517.00
TOTAL	19,982,395.07		1,255,567.32	(301,458.05)	20,936,504.34

*Please list individual depreciation rate for each account.

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

IDAHO Operations Only

	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	453,537.71	33.33%	164,522.76	(86,454.76)	531,605.71
2113 Aircraft					0.00
2114 Special Purpose Vehicles					0.00
2115 Garage Work Equipment					0.00
2116 Other Work Equipment	831,471.81	14.30%	60,672.33		892,144.14
2121 Buildings	251,597.12	3.00%	15,679.56		267,276.68
2122 Furniture	217,330.36	12.50%	0.00		217,330.36
2123 Office Equipment					0.00
2124 General Purpose Computers	475,091.75	20.00%	16,671.06		491,762.81
2211 Analog Electronic Switching					0.00
2212 Digital Electronic Switching	1,092,071.10	12.00%	48,945.71		1,141,016.81
2215 Electro-Mechanical Switching					0.00
2220 Operator Systems					0.00
2231 Radio Systems	26,954.56	20.00%	0.00		26,954.56
2232 Circuit Equipment	3,729,125.18	10.00%	220,884.50	(8,282.03)	3,941,727.65
2311 Station Apparatus					0.00
2321 Customer Premises Wiring					0.00
2341 Large Private Branch Exchanges					0.00
2351 Public Telephone Terminal Equipment					0.00
2362 Other Terminal Equipment					0.00
2411 Poles					0.00
2421 Aerial Cable	12,095.22	5.00%	3,849.12		15,944.34
2422 Underground Cable					0.00
2423 Buried Cable	4,669,525.23	M6.50% - F5.00%	249,463.94		4,918,989.17
2424 Submarine Cable					0.00
2426 Intrabuilding Network Cable					0.00
2431 Aerial Wire	757,298.41	7.00%	95,956.88		853,255.29
2441 Conduit Systems	80,951.58	3.00%	6,565.42		87,517.00
2682 Leasehold Improvements					0.00
TOTAL	12,597,050.03		883,211.28	(94,736.79)	13,385,524.52

*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>
NRTC Patronage - 1410	2005		236,382.30
Syringa Networks, LLC - 1406	2001		1,437,164.97
Solix - 1406			10,000.00
Telepire - 1406	2006		2,500.00
Fairfield Internet - 1406	2006		3,000.00
Pend Oreille Telephone - 1401	1997		2,358,450.74
Nehalem Telecommunications - 1401	2004		2,307,207.73
Totals			6,354,705.74

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>
Customer - 1180		100,421.81
Customer - 1190		36,491.09
Advances - 1350		3,685.35
NECA - 1190		357,959.00
CABS - 1190		63,101.51
State USF - 1190		81,685.08
Miscellaneous - 1190		4,764.29
Elmore County E911 - 1190		940.20
Totals	0.00	649,048.33

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>
Alerus Retirement Solutions	18,118.57
Armada Administrators	5,228.00
AT&T	5,326.95
Computer Technology, Inc.	8,882.17
Fibrolan, Inc.	5,689.50
Idaho State Tax Commission	12,262.29
KGP Logistics, Inc.	12,290.99
Little Valley Elk Ranch	23,129.05
Moss Adams LLP	12,096.40
National Rural	9,725.21
NECA	34,000.00
NeoNova Network Services, LLC.	18,936.82
Nevada Bell	8,416.23
Pitney Bowes	10,065.56
Syringa Networks, LLC	58,271.23
Telmar Network Technology	7,905.00
Universal Service Administrative Co	6,759.81
US Bank	33,102.93
Other A/P	60,351.75
Totals	350,558.46

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</u>		<u>Interest for year</u>	
					<u>Total</u>	<u>Year Amortized</u>	<u>Rate</u>	<u>Amount</u>
RUS	1982	2017	1,031,000.00	31,724.89			2.000%	1,167.24
RUS	1982-2005	2013-2018	14,230,680.00	4,810,978.55			5.000%	254,318.33
RUS - BIP (BBL-1-1)	2013	2032	89,700.12	72,274.92			2.5673%	1,917.55
RUS - BIP (BBL-1-2)	2013	2032	128,357.00	105,924.66			3.0514%	3,336.46
RUS - BIP (BBL-1-3)	2014	2033	278,430.00	242,002.25			2.7557%	6,888.78
RUS - BIP (BBL-1-4)	2015	2034	52,613.00	46,558.63			2.1686%	1,044.43
RUS - BIP (BBL-1-5)	2015	2034	132,972.00	122,665.24			2.3610%	2,993.92
RUS - BIP (BBL-1-6)	2015	2034	5,846.00	5,393.58			2.3826%	132.90
Ford Credit #6129	3/21/2014	4/5/2019	65,359.94	33,589.05			7.990%	3,240.57
Ford Credit #1671	3/21/2014	4/5/2019	34,508.22	0.00			8.790%	1,620.75
Ford Credit #1646	3/21/2014	4/5/2019	58,632.19	30,131.60			7.990%	2,907.02
Crysler Credit	10/28/2013	11/12/2019	30,431.61	16,219.91			6.190%	1,187.32
Chase (Truck Loan)	10/2/2015	10/21/2019	62,910.20	45,604.10			4.070%	2,186.26
Ford Credit #58629	1/1/2016	2/28/2021	39,308.89	32,938.20			5.990%	2,005.92
Ford Credit #9883	9/1/2016	9/21/2020	37,781.52	35,680.66			5.990%	567.16

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 Stock	2,500	100.00	569	56,900.00

INCOME & RETAINED EARNINGS STATEMENT

Item	Total Company	Idaho Only
Total Operating Income (from page 16)	<u>4,979,455.72</u>	<u>2,611,586.03</u>
Total Operating Expenses (from page 18)	<u>4,668,977.13</u>	<u>2,384,113.63</u>
7100 Other Operating Income and Expense	<u>(965.35)</u>	<u>(434.41)</u>
7210 Operating Investment Tax Credits-Net	<u>(11,785.00)</u>	<u>(11,785.00)</u>
7220 Operating Federal Income Taxes	<u>(10,234.98)</u>	<u>11,548.36</u>
7230 Operating State and Local Income Taxes	<u>41,185.00</u>	<u>41,185.00</u>
7240 Operating Other Taxes	<u>(122,854.80)</u>	<u>(90,636.95)</u>
7250 Provision for Deferred Operating Income Taxes-Net	<u>163,871.00</u>	<u>73,741.95</u>
7200 Operating Taxes (Total)	<u>60,181.22</u>	<u>24,053.36</u>
7310 Dividend Income	<u>7,513.26</u>	<u>3,380.97</u>
7320 Interest Income	<u>27.18</u>	<u>12.23</u>
7330 Income from Sinking and Other Funds	<u></u>	<u></u>
7340 Allowance for Funds Used During Construction	<u>1,541.92</u>	<u>1,446.55</u>
7350 Gains/Losses from the Disposition of Certain Property	<u>(550.00)</u>	<u>(274.50)</u>
7360 Other Nonoperating Income	<u>824,030.80</u>	<u>370,813.86</u>
7370 Special Charges	<u>(25,114.96)</u>	<u>(11,301.73)</u>
7300 Nonoperating Income and Expense	<u>807,448.20</u>	<u>364,077.38</u>
7410 Nonoperating Investment Tax Credits-Net	<u></u>	<u></u>
7420 Nonoperating Federal Income Taxes	<u>(106,151.00)</u>	<u>(47,767.95)</u>
7430 Nonoperating State and Local Income Taxes	<u>(29,572.00)</u>	<u>(13,307.40)</u>
7440 Nonoperating Other Taxes	<u></u>	<u></u>
7450 Provision for Deferred Nonoperating Income Taxes-Net	<u>(98,935.00)</u>	<u>(44,520.75)</u>
7400 Nonoperating Taxes	<u>(234,658.00)</u>	<u>(105,596.10)</u>
7510 Interest on Funded Debt	<u>(274,885.39)</u>	<u>(123,698.43)</u>
7520 Interest Expense-Capital Leases	<u></u>	<u></u>
7530 Amortization of Debt Issuance Expense	<u></u>	<u></u>
7540 Other Interest Deductions	<u>(31,270.91)</u>	<u>(14,071.91)</u>
7500 Interest and Related Items	<u>(306,156.30)</u>	<u>(137,770.34)</u>
7610 Extraordinary Income Credits	<u></u>	<u></u>
7620 Extraordinary Income Charges	<u></u>	<u></u>
7630 Current Income Tax Effect of Extraordinary Items-Net	<u></u>	<u></u>
7640 Provision for Deferred Income Tax Effect of Extraordinary Items-Net	<u></u>	<u></u>
7600 Extraordinary Items	<u>0.00</u>	<u>0.00</u>
7910 Income Effect of Jurisdictional Ratemaking Differences-Net	<u></u>	<u></u>
7990 Nonregulated Net Income	<u>(267,370.70)</u>	<u>(292,593.23)</u>
AMOUNT TRANSFERRED TO RETAINED EARNINGS	<u>368,957.66</u>	<u>79,209.06</u>

OPERATING REVENUES

Item	Total Company	Idaho Only
Local Network Services Revenues		
5001 Basic Area Revenue	502,035.19	216,273.61
5002 Optional Extended Area Revenue	_____	_____
5003 Cellular Mobile Revenue	_____	_____
5004 Other Mobile Services Revenue	_____	_____
5010 Public Telephone Revenue	_____	_____
5040 Local Private Line Revenue	_____	_____
5050 Customer Premises Revenue	_____	_____
5060 Other Local Exchange Revenue	_____	_____
5069 Other Local Exchange Settlements	11,980.51	11,547.26
	514,015.70	227,820.87
Network Access Services Revenues		
5081 End User Revenue (SLC)	201,445.18	88,711.65
5082 Switched Access Revenue (Interstate)	3,243,443.53	1,672,241.62
5083 Special Access Revenue	11,663.61	0.00
5084 State Access Revenue (Intrastate)	723,919.12	359,972.95
Long Distance Network Services Revenues	_____	_____
5100 Long Distance Message Revenue - All	91.95	_____
	4,180,563.39	2,120,926.22
Internet Services		
5280.10 DSL Modem Revenue Idaho	4,742.50	4,742.50
5280.20 DSL Modem Revenue Nevada	7,130.85	_____
	11,873.35	4,742.50
Other Non-Regulated Revenues		
5280.30 Fiber Lease Idaho	57,170.04	57,170.04
5280.31 DWNM Circuit Equipment Lease	200,168.00	200,168.00
	257,338.04	257,338.04
Miscellaneous Revenues		
5230.10 Directory Revenue Idaho	9.60	9.60
5230.20 Directory Revenue Nevada	_____	_____
5220.10 Intrastate B&C Idaho	54.09	54.09
5220.20 Intrastate B&C Nevada	12,424.40	_____
5260.10 Misc Revenue Idaho	624.36	624.36
5260.20 Misc Revenue Nevada	2,370.06	_____
	15,482.51	688.05
Uncollectible Revenues		
5300.10 Uncollectible Revenue Idaho	70.35	70.35
5300.20 Uncollectible Revenue Nevada	112.38	0.00
	182.73	70.35
TOTAL OPERATING REVENUES	4,979,455.72	2,611,586.03

Please identify the following revenues:

NECA USF \$1,101,500.00. To what account were they booked? 5081.21 & 5081.22

State USF \$ 302,220.96. To what account were they booked? 5084.21

OPERATING REVENUES

Item	Total Company	Idaho Only
Plant Specific Operations Expense		
6110 Network Support Expenses	21,113.29	9,500.98
6112 Motor Vehicle Expense		
6113 Aircraft Expense		
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense		
6120 General Support Expenses	51,773.04	23,297.87
6121 Land and Building Expenses	215,122.44	194,075.27
6122 Furniture and Artworks Expense		
6123 Office Equipment Expense		
6124 General Purpose Computers Expense		
6210 Central Office Switching Expenses	159,944.28	123,623.95
6211 Analog Electronic Expense		
6212 Digital Electronic Expense		
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses	531,528.01	223,564.95
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	60.68	60.68
6362 Other Terminal Equipment Expense		
6410 Cable and Wire Facilities Expenses	669,074.23	266,202.71
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	1,648,615.97	840,326.41

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	1,042.10	468.95
6530 Network Operations Expense		
6531 Power Expense	65,876.05	38,030.27
6532 Network Administration Expense	113,765.67	71,147.69
6533 Testing Expense		
6534 Plant Operations Administration Expense		
6535 Engineering Expense	60,216.27	38,754.77
6540 Access Expense	88,309.45	39,739.25
6560 Depreciation and Amortization Expenses	1,224,765.32	706,882.81
6561 Depreciation Expense-Telecom. Plant in Service		
6562 Depreciation Expense-Property Held for Future Use		
6563 Amortization Expense - Tangible		
6564 Amortization Expense - Intangible		
6565 Amortization Expense - Other		
Total Plant Nonspecific Operations Expenses	1,553,974.86	895,023.74
Customer Operations Expense		
6610 Marketing	116,892.32	52,601.54
6611 Product Management		
6612 Sales		
6613 Product Advertising		
6620 Services		
6621 Call Completion Services		
6622 Number Services		
6623 Customer Services	123,824.14	65,097.86
Total Customer Operations Expense	240,716.46	117,699.40
Corporate Operations Expense		
6710 Executive and Planning	276,348.27	124,356.72
6711 Executive		
6712 Planning		
6720 General and Administrative	778,356.30	350,260.34
6721 Accounting and Finance	110,692.36	53,693.02
6722 External Relations		
6723 Human Resources		
6724 Information Management		
6725 Legal	60,272.91	2,754.00
6726 Procurement		
6727 Research and Development		
6728 Other General and Administrative		
6790 Provision for Uncollectible Notes Receivable		
Total Corporate Operations Expense	1,225,669.84	531,064.08
TOTAL OPERATING EXPENSES	3,020,361.16	1,543,787.22

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

Name of Central Office: **Shoup**
Prefix (es): **208-394**

Central Office Switch Type: **Redcom MDX**

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

Access Line Capacity
Design: **1200**
Access Lines in Use
Customer Lines: **60**
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: **6/16/2008**
Public Telephone Lines **5**
Company Official Lines **3**
Company Test Lines **0**

Classification of Customer Access

	Residence			Business			Total Residence & Business
	Multi-Line 1-Party	Single Line Multi-Party	Subtotal Residence	Centrex N.A.R.	Multi-Line 1-Party	Single Line Multi-Party	
Beginning of Year	49		49		7	7	63
New Connects			0		0	0	0
Disconnects			0		(1)	(2)	(3)
End of Year	49		49		6	5	60

Foreign Exchange:

Dial Tone from this C.O.: _____
Dial Tone from another C.O.: _____
Directory Listings:
Number of Customers with Nonpublished or Nonlisted: **7**

Custom Calling:

Number of customers with at least one feature: **22**
Total number of features subscribed to: **4**

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

Name of Central Office: **Boise River**
Prefix (es): **208-653**

Central Office Switch Type: **Meta Switch**

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

Access Line Capacity
Design: **2048**
Access Lines in Use
Customer Lines: **372**
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: **6/16/2008**
Public Telephone Lines **16**
Company Official Lines **8**
Company Test Lines **2**

Classification of Customer Access

	Residence			Business			Total Residence & Business
	Multi- Line 1-Party	Single Line Multi- Party	Subtotal Residence	Centrex N.A.R.	Multi- Line 1-Party	Single Line Multi- Party	
Beginning of Year	319	4	319	N.A.R.	28	22	369
New Connects	4		4				4
Disconnects			0			(1)	(1)
End of Year	323		323		28	21	372

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

Directory Listings:

Number of Customers with Nonpublished or Nonlisted: **24**

Custom Calling:
Number of customers with at least one feature: **160**
Total number of features subscribed to: **8**

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

Name of Central Office: **Tipanuk**
Prefix (es): **208-796**

Central Office Switch Type: **Meta Switch**

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

Access Line Capacity
Design: **2048**
Access Lines in Use
Customer Lines: 69
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: **6/16/2008**
Public Telephone Lines **0**
Company Official Lines **2**
Company Test Lines **1**

Classification of Customer Access

	Residence			Business			Total Residence & Business
	Multi-Line 1-Party	Single Line Multi-Party	Subtotal Residence	Centrex N.A.R.	Multi-Line 1-Party	Single Line Multi-Party	
Beginning of Year	62	62	62	N.A.R.	7	2	71
New Connects	1		0		(2)	(1)	0
Disconnects			0				(3)
End of Year	63	63	63		5	1	69

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

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: **11**

Custom Calling:
Number of customers with at least one feature: 41
Total number of features subscribed to: **8**

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

Name of Central Office: **Three Creek**
Prefix (es): **208-857**

Central Office Switch Type: **Redcom MDX**

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

Access Line Capacity
Design: **1200**
Access Lines in Use
Customer Lines: **51**
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: **6/16/2008**
Public Telephone Lines **2**
Company Official Lines **3**
Company Test Lines **3**

Classification of Customer Access

	Residence			Business			Total Residence & Business
	Multi- Line 1-Party	Single Line Multi- Party	Subtotal Residence	Centrex N.A.R.	Multi- Line 1-Party	Single Line Multi- Party	
Beginning of Year	40	0	40	N.A.R.	7	4	11
New Connects			0				0
Disconnects			0				0
End of Year	40	0	40		7	4	11

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

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: **4**

Custom Calling:
Number of customers with at least one feature: **17**
Total number of features subscribed to: **5**

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

Name of Central Office: **Atlanta**
Prefix (es): **208-864**

Central Office Switch Type: **Redcom MDX**

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

Access Line Capacity
Design: **2048**
Access Lines in Use
Customer Lines: 46
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: **6/16/2008**
Public Telephone Lines **4**
Company Official Lines **3**
Company Test Lines **1**

Classification of Customer Access

	Residence			Business			Total Residence & Business
	Multi- Line 1-Party	Single Line Multi- Party	Subtotal Residence	Centrex N.A.R.	Multi- Line 1-Party	Single Line Multi- Party	
Beginning of Year	36		36		5	3	44
New Connects	2		0				0
Disconnects							0
End of Year	38		38		5	3	46

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

Directory Listings:

Number of Customers with Nonpublished or Nonlisted: 7

Custom Calling:
Number of customers with at least one feature: **17**
Total number of features subscribed to: **3**

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

Name of Central Office: **Prairie**
Prefix (es): **208-868**

Central Office Switch Type: **Meta Switch**

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

Access Line Capacity
Design: **2048**
Access Lines in Use
Customer Lines: 61
(Include Centrex, PAL, Semi-Pub.)

Installed/Equipped: **6/16/2008**
Public Telephone Lines **2**
Company Official Lines **2**
Company Test Lines **2**

Classification of Customer Access

	Residence			Business			Total Residence & Business
	Multi- Line 1-Party	Single Line Multi- Party	Subtotal Residence	Centrex N.A.R.	Multi- Line 1-Party	Single Line Multi- Party	
Beginning of Year	53	53	53	N.A.R.	3	3	59
New Connects	2	2	0				0
Disconnects			0				0
End of Year	55	55	55		3	3	61

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

Directory Listings:

Number of Customers with Nonpublished or Nonlisted: 4

Custom Calling:
Number of customers with at least one feature: **34**
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)			
		Number (1000s)	Avg./Line	Intrastate	Interstate	Total	Avg./Line
Shoup 394	62			5250	15416	20666	333
Boise River 653	371			35211	10656	45867	124
Tipanuk 796	70			2387	6239	8626	123
Three Creek 857	51			12380	8565	20945	411
Atlanta 864	45			9441	2231	11672	259
Prairie 868	60			2896	4015	6911	115

**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 Monthly included on customer billing.
 Annually printed in directory (copy attached).

Alternate method of notification Newspaper publications: (copies attached)
 Times News - Twin Falls, ID, 2/11/2016, 5/13/2016, 8/20/2016, 11/11/2016
 Record Herald - Salmon, ID, 2/11/2016, 8/18/2016, 11/10/2016
 Mountain Home News - Mountain Home, ID , 2/10/2016, 5/18/2016, 8/17/2016, 11/10/2016
 Idaho Statesman - Boise, ID, 2/9/2016, 5/14/2016, 8/16/2016, 11/30/2016

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company 0

Category of complaints (if known):

Deposit Disputes 0

Charges on Bill 0

Denial/Termination 0

Quality or Availability
of Service 0

Carrier Selection/Assignment 0

Miscellaneous 0

Rev 3/02

CERTIFICATE

State of Idaho)
) ss
County of)

WE, the undersigned Michael J. Martell

and Mark R. Martell

of the Rural Telephone Company utility,

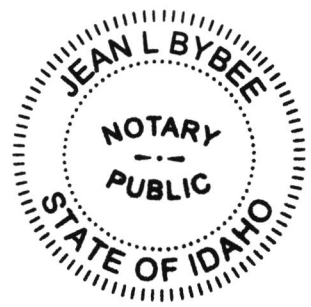
on our oath do severally say that the foregoing return has been prepared under our direction, from the original books, papers, and records of said utility; that we have carefully examined same, and declare the same to be a correct statement of the business affairs of said utility for the period covered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

[Signature]
(Chief Officer)
[Signature]
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 6th day of April, (Year) 2017.

[Signature]
Notary Public

My Commission expires May 8, (Year) 2021.





ANNUAL REPORT
OF
IDAHO SEPARATED RESULTS OF OPERATIONS
(Telecommunications Utilities Form I)

OF

Rural Telephone Company

Name of Respondent

TO THE
IDAHO PUBLIC UTILITIES COMMISSION
PO BOX 38720
BOISE, ID 83720-0074

Notes to Separated Results of Idaho Operations

- 1 Local service revenue is separated between billed (accrued) and EAS net settlements. The EAS billed amount represents EAS surcharges and measured EAS services. The EAS net settlements amount equals the contracted amount of EAS settlement payments to the independents. Note: EAS settlement expense is recorded in expense account 6728. Some portion of local billing is assigned to the interstate jurisdiction. See FCC Part 36.212.
- 2 Account 508X is for access charges. Split the account between customer access line charges (CALC), switched and special.
- 3 Account 51XX applies to interstate and intrastate billed toll.
 - a. The intraLATA gross billed toll should equal the billed toll combined.
 - b. The private line amount should equal the ITC's private line toll.
 - c. The settlement amount is the operator surcharge revenues billed and retained by the ITCs and recorded as a debit to 5100 MTS Toll Revenue accounts.
- 4 Accounts 5270 and 5280 cover billing and collection access revenues for interstate and intrastate respectively.
- 5 Summary and Detail accounts:
 - a. Operating Expenses - The summary (page 1) should agree with the details (pages 5 and 6).
 - b. Telecom Plant in Service - The summary (page 2) should agree with the totals (page 3).
 - c. Depreciation & Amortization Reserves - The summaries (page 2) should agree with the totals (page 4).
- 6 Details of general taxes and the computation of state and federal income taxes are found on page 7.
- 7 The Equal Access Equipment is determined as defined in FCC Part 36.191.
- 8 Account 6511 Property Held for Future Use Expenses and Account 6562 Amortization Expenses Associated with Property Held for Future Use are not "above-the-line" items in Idaho.

Notes to Separated Results of Idaho Operations
(Continued)

- 9 Account 6540 includes access charges and B & C expenses paid to LECs. See FCC Part 36.354. Carrier access charge B & C expenses in account 6623 are expenses associated with the billing and collecting of access charges to interexchange carriers. See FCC Part 36.381.
- 10 Equal Access Provision expenses are determined as defined in FCC Part 36.421.
- 11 Universal Service Fund expenses adjustment is determined as defined in FCC Part 36.631. The expense adjustment is added to interstate expenses and deducted from state expenses. The effect is zero on total Idaho operations.
- 12 Lifeline Connection Assistance expense adjustment is determined as defined in FCC Part 36.741. The expense adjustment is added to interstate expenses and deducted from state expenses. The effect is zero on total Idaho operation.
- 13 Line 7 = revenues - expenses - general taxes (excluding SIT).
- 14 Line 9 is the basis for all income tax separations. See FCC Part 36.412.
- 15 Line 10 = SIT Base Miscellaneous Adds and Deducts. This may be obtained from tax workpapers or, if multi-state operation, backed into by dividing the current SIT by .08 then subtracting line 9. If the "backed into" approach is used, make sure prior year adjustments are first removed from current SIT.
- 16 Current SIT should reflect the removal of all prior period adjustments.
- 17 Line 13 = FIT Base Miscellaneous Adds and Deducts. This may be obtained from tax workpapers or backed into by taking the current FIT plus claimed ITC, dividing the effective FIT rate and then subtracting line 12 and line 9. If the "backed into" approach is used, make sure prior year adjustments are first removed from current FIT.
- 18 Current FIT should reflect the removal of all prior period adjustments.

Notes to Separated Results of Idaho Operations
(Continued)

- 19 Separation Parameters drive the allocation of certain plant and expense costs to operation and services. The parameters are designed to perform validity tests on separation studies and provide a basis to forecast future test year separations. All parameters reflect study area annual totals.
- 20 Current Composite SPF - It represents a composite of the pre and post-conversion SPF for those companies involved in toll route conversions to EAS during the year.
- 21 COE Cat 3 - See FCC Part 36.125 and PUC Order 93-1133, Appendix A.
- 22 Exchange Trunk MOU - See FCC Part 36.155.
- 23 Host/Remote MOU Kilometers - See FCC Part 36.157.
- 24 Equal Access MOU - See FCC Part 36.191.
- 25 Operator Standard Work Seconds - Used to separate operator services expenses if different from those used for COE Cat. 1 plant.
- 26 Tandem Switching MOU - See FCC Part 36.124.
- 27 Unseparated Loop Cost - See FCC Part 36.621.
- 28 Gross Billed Revenues are defined differently for the following expenses:
 - a. Marketing - See FCC Part 36.372
 - b. Payment and Collection, End User - See FCC Part 36.377(a)(2).
 - c. Payment and Collection, CXR - See FCC Part 36.377(a)(5).
- 29 Service Order Contacts:
 - a. Service Order Processing, End User - See FCC Part 36.377(a)(1).
 - b. Service Order Processing, CXR - See FCC Part 36.377(a)(4).

Notes to Separated Results of Idaho Operations
(Continued)

30 Billing Inquiry Contacts:

- a. Billing Inquiry, End User - See FCC Part 36.377(a)(3).
- b. Billing Inquiry, CXR - See FCC Part 36.377(a)(6).

31 SP and RC Messaging - These messages are used to separate Account 6623, Revenue Accounting - Toll Ticket Processing expenses - See FCC Part 36.379.

32 Big Three Expense Facto - See FCC Part 36.392.

2015 FORM I INPUT MASTER

COMPANY NAME: Rural Telephone Company, Inc.

For The Year Ended: December 31, 2015

Seperated Results of Idaho Operations

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation			Intrastate Operation			Total
				MTS & WATS Switched Access	TOLL PLS Special Access	Total	MTS & WATS Switched Access	TOLL PLS Special Access	Local (other)	
SUMMARY										
Operating Revenues										
50XX Local -Billed	(1)	1.	228,318							228,318
-EAS Billed	(1)	2.	0							-
-EAS Settlement	(1)	3.	0							-
508X Access-SLC (End User)	(2)	4.	381,854	79,633		79,633				302,221
-Switched (TS-NTS)	(2)	5.	1,684,156	925,930		925,930				758,226
-Special	(2)	6.	123,367		119,207	119,207				4,160
51XX Toll -Message	(3a)	7.	0							-
-Private Line	(3b)	8.	0							-
-Settlement	(3c)	9.	0							-
52XX Misc. -Billing & Collection	(4)	10.	0							-
-Directory Advertising		11.	1							1
-Operating Rents		12.	0							-
-Other Misc.		13.	697							697
530X Less: Uncollectible Rev. (-)		14.	284							284
Total Revenues		15.	2,418,677	1,005,563	119,207	1,124,770	43,483	-	1,250,424	1,293,907
Operating Expenses										
61XX-64XX Plant Specific Oper.	(5a)	16.	811,730	283,521	78,976	362,496	189,146	-	17,537	449,234
65XX Plant Nonspecific Operations	(5a)	17.	169,310	72,836	11,169	84,005	34,409	-	2,445	85,305
656X Depreciation & Amortization	(5a)	18.	587,142	204,398	44,127	248,526	137,187	-	9,944	338,616
66XX Customer Operations	(5a)	19.	88,126	27,478	-	27,478	36,808	-	-	60,648
67XX Corporate Operations	(5a)	20.	527,007	195,090	44,695	239,786	127,627	-	9,929	287,222
---- Other Operating	(5a)	21.	0	0	-	-	-	-	-	-
Total Expenses	(5a)	22.	2,183,316	783,323	178,967	962,291	525,176	-	39,854	1,221,025
Operating Taxes:	(6)									
7240 General Taxes		23.	96,594	31,202	7,571	38,772	23,323	-	1,657	57,822
7230 State/Local Inc. Tax (Current)		24.	5,048	1,795	410	2,205	1,217	-	91	2,843
7220 Federal Income Tax (Current)		25.	497,253	176,832	40,367	217,199	119,830	-	8,985	280,054
7250 Net Deferred Income Taxes		26.	-475,775	(169,194)	(38,623)	(207,817)	(114,654)	-	(8,597)	(267,956)
7210 Net Investment Tax Credits		27.	0	-	-	-	-	-	-	-
Total Taxes		28.	123,120	40,635	9,724	50,359	29,716	-	2,136	72,761
Net Operating Income		29.	112,241	181,605	(69,485)	112,120	(511,409)	-	(41,991)	553,521

SUMMARY (continued)											
Average Rate Base											
2001	Telecom. Plant in Service	(5b)	13,703,619	4,426,519	1,074,051	5,500,571	3,308,809	-	235,098	4,659,141	8,203,048
2005	Plant Acquisition Adjustment	2.	0	-	-	-	-	-	-	-	-
3100	Less: Accumulated Depr. (-)	(5c)	-10,043,412	(3,331,636)	(955,833)	(4,187,469)	(2,382,663)	-	(186,056)	(3,287,225)	(5,855,944)
34xx-36xx	Accumulated Amort. (-)	(5)	-33,037	(10,671)	(2,589)	(13,261)	(7,977)	-	(567)	(11,232)	(19,776)
4100-4340	Accum. Deferred Tax (-)		-506,849	(165,714)	(33,877)	(199,591)	(120,595)	-	(7,340)	(179,323)	(307,258)
1220	Materials and Supplies		239,560	64,911	9,793	74,703	61,851	-	1,997	101,009	164,856
-----	Equal Access Equipment	(7)	0	-	-	-	-	-	-	-	-
-----	Other Rate Base		92,008	32,936	7,618	40,554	22,349	-	1,691	27,414	51,454
	Total Average Rate Base	9.	3,451,888	1,016,345	199,162	1,215,507	881,774	-	44,823	1,309,783	2,236,380

PLANT IN SERVICE DETAIL										
21XX	General Support Facilities									
1.		1,659,299	535,984	130,051	666,035	400,646	-	28,467	564,151	993,264
22XX	Central Office Equipment:									
2.	CAT 1-Operator Systems	0	-	-	-	-	-	-	-	-
3.	CAT 2-Tandem Switching (Alloc.)	0	-	-	-	-	-	-	-	-
4.	CAT 2-Tandem Switching (Assign.)	0	-	-	-	-	-	-	-	-
5.	CAT 3-Local Switching	832,953	708,010	-	708,010	-	-	-	124,943	124,943
6.	CAT 4.12 -Exch. Trunk (Joint Use)	140,499	-	-	-	-	-	140,499	-	140,499
7.	CAT 4.12 -Exch. Trunk (Ded. Use)	595,044	-	595,044	595,044	-	-	-	-	-
8.	CAT 4.13 -Subscr. Line (Joint Use)	1,349,890	337,472	-	337,472	337,472	-	-	674,945	1,012,417
9.	CAT 4.13 -Subscr. Line (Ded. Use)	0	-	-	-	-	-	-	-	-
10.	CAT 4.23 -IX Trunk (Joint Use)	1,267,546	717,685	-	717,685	549,862	-	-	-	549,862
11.	CAT 4.23 -IX Trunk Ckt. (Ded. Use)	25,212	-	25,212	25,212	-	-	-	-	-
12.	CAT 4.3 -Host/Remote Trunk Ckt.	0	-	-	-	-	-	-	-	-
13.	Other COE	0	-	-	-	-	-	-	-	-
14.	Total COE	4,211,144	1,763,167	620,256	2,383,423	887,334	-	140,499	799,888	1,827,721
23XX	Information Orig./Term. Equipment:									
15.	CAT 1-Regulated CPE	0	-	-	-	-	-	-	-	-
16.	Other IOT	0	-	-	-	-	-	-	-	-
17.	Total IOT	0	0	-	-	-	-	-	-	-
24XX	Cable & Wire Facilities:									
18.	CAT 1.3-Subscriber Line (Common)	6,526,097	1,631,524	-	1,631,524	1,631,524	-	-	3,263,048	4,894,572
19.	CAT 1.1,2-Subscriber Line (Ded.)	0	-	-	-	-	-	-	-	-
20.	CAT 2-Exch. Trunk (Joint Use)	64,515	-	-	-	-	-	64,515	-	64,515
21.	CAT 2-Exch. Trunk (Ded. Use)	37,966	-	37,966	37,966	-	-	-	-	-
22.	CAT 3-IX Trunk (Joint Use)	831,931	465,391	-	465,391	366,540	-	-	-	366,540
23.	CAT 3-IX Trunk (Ded. Use)	278,389	-	278,389	278,389	-	-	-	-	-
24.	CAT 4-Host/Remote Trunk	0	-	-	-	-	-	-	-	-
25.	Other C&WF	0	-	-	-	-	-	-	-	-
26.	Total C&WF	7,738,897	2,096,915	316,355	2,413,269	1,998,065	-	64,515	3,263,048	5,325,627
26XX	Other Assets:									
27.	Capital Leases	86,656	27,991	6,792	34,763	20,924	-	1,487	29,462	51,873
28.	Leasehold Improvements	0	-	-	-	-	-	-	-	-
29.	Intangibles	0	-	-	-	-	-	-	-	-
30.	Total Other Assets	86,656	27,991	6,792	34,763	20,924	-	1,487	29,462	51,873
31.	Total Telecom. Plant in Service (5b)	13,695,995	4,424,057	1,073,454	5,497,511	3,306,968	-	234,967	4,656,549	8,198,485

Depreciation & Amortization															
Accumulated Depreciation Detail															
311X	General Support Facilities	1.	1,078,360	348,330	84,519	432,849	260,376	-	18,500	366,636	645,511				
312X	Central Office Switching	2.	763,033	648,578	-	648,578	-	-	-	114,455	114,455				
312X	Operator Systems	3.	0	-	-	-	-	-	-	-	-				
312X	Central Office Transmission	4.	3,195,994	998,354	586,439	1,584,793	839,600	-	132,696	638,906	1,611,201				
313X	Information Orig./Term. Equip.	5.	0	-	-	-	-	-	-	-	-				
314X	Cable & Wire Facilities	6.	5,006,026	1,336,374	184,876	1,521,250	1,282,687	-	34,860	2,167,229	3,484,776				
	Total Accumulated Depreciation	7.	10,043,412	3,331,636	855,833	4,187,469	2,382,663	-	186,056	3,287,225	5,855,944				
Accumulated Amortization Detail															
3410	Capital Leases	8.	33,037	10,671	2,589	13,261	7,977	-	567	11,232	19,776				
3420	Leasehold Improvements	9.	0	-	-	-	-	-	-	-	-				
3500	Intangibles	10.	0	-	-	-	-	-	-	-	-				
3600	Acquisition Adjustment	11.	0	-	-	-	-	-	-	-	-				
	Total Accumulated Amortization	12.	33,037	10,671	2,589	13,261	7,977	-	567	11,232	19,776				
		(5c)													

OPERATING EXPENSE DETAIL										
61XX-64XX Plant Specific Operations										
6110-20	General Support Facilities									
621X	Central Office Switching	166,198	53,685	13,026	66,711	40,129	-	2,851	56,506	99,487
6220	Operator Systems	117,052	49,009	17,240	66,249	24,664	-	3,905	22,233	50,803
623X	Central Office Transmission	0	-	-	-	-	-	-	-	-
63XX	Information Orig./Term. Equip.	254,725	106,651	37,518	144,169	53,673	-	8,499	48,384	110,556
64XX	Cable & Wire Facilities	273,756	74,176	11,191	85,367	70,680	-	2,282	115,427	188,389
	Total Plant Specific	811,730	283,521	78,976	362,496	189,146	-	17,537	242,551	449,234
65XX Plant Nonspecific Operations										
6512	Provisioning	1,251	404	98	502	302	-	21	425	749
653X	Network Operations	141,255	45,628	11,071	56,699	34,107	-	2,423	48,026	84,556
6540	Access Paid to LECs	26,804	26,804	-	26,804	-	-	-	-	-
	Total Plant Nonspecific	169,310	72,836	11,169	84,005	34,409	-	2,445	48,451	85,305
656X Depreciation & Amortization										
6561	General Support Facilities	93,890	30,328	7,359	37,687	22,670	-	1,611	31,922	56,203
6561	Central Office Switching	56,718	48,210	-	48,210	-	-	-	8,508	8,508
6561	Operator Systems	0	-	-	-	-	-	-	-	-
6561	Central Office Transmission	115,118	35,960	21,123	57,083	30,242	-	4,780	23,013	58,035
6561	Information Orig./Term. Equip.	0	-	-	-	-	-	-	-	-
6561	Cable & Wire Facilities	318,800	89,055	15,441	104,495	83,643	-	3,508	127,154	214,304
6563	Capital Leases	2,616	845	205	1,050	632	-	45	889	1,566
6563	Leasehold Improvements	0	-	-	-	-	-	-	-	-
6564	Intangibles	0	-	-	-	-	-	-	-	-
6565	Acquisition Adjustment	0	-	-	-	-	-	-	-	-
	Total Depreciation & Amortization	587,142	204,398	44,127	248,526	137,187	-	9,944	191,486	338,616

OPERATING EXPENSE (continued)										
66XX Customer Operations										
661X Marketing	1.	33,875	8,597	-	8,597	-	-	-	21,917	25,277
662X Operator Services	2.	559	-	-	-	-	-	-	559	559
662X Directory Publishing-Alpha.	3.	0	-	-	-	-	-	-	-	-
662X Directory Publishing-Classified	4.	0	-	-	-	-	-	-	-	-
662X Directory Publishing-Foreign	5.	0	-	-	-	-	-	-	-	-
6623 Service Order Proc.-End User	6.	13,290	5,406	-	5,406	-	-	-	-	7,884
6623 Payment & Collection-End User	7.	9,968	3,074	-	3,074	-	-	-	-	6,893
6623 Billing Inquiry-End User	8.	9,968	3,074	-	3,074	-	-	-	-	6,893
6623 Service Order Proc.-CXR	9.	0	-	-	-	-	-	-	-	-
6623 Payment & Collection-CXR	10.	0	-	-	-	-	-	-	-	-
6623 Billing Inquiry-CXR	11.	0	-	-	-	-	-	-	-	-
6623 Coin Administration	12.	0	-	-	-	-	-	-	-	-
6623 Rev. Acctg.-Toll Ticket Proc.	13.	0	-	-	-	-	-	-	-	-
6623 Rev. Acctg.-Local Mess. Proc.	14.	10,504	1,889	-	1,889	-	-	-	-	8,616
6623 Rev. Acctg.-Other Bill & Coll.	15.	3,890	1,160	-	1,160	-	-	-	1,365	2,730
6623 Rev. Acctg.-SLC Billing	16.	205	205	-	205	-	-	-	-	-
6623 Rev. Acctg.-CXR B & C	(9) 17.	3,592	1,796	-	1,796	-	-	-	-	1,796
6623 B & C Amts Paid to LECs	(9) 18.	0	-	-	-	-	-	-	-	-
6623 Other Customer Service	19.	2,276	2,276	-	2,276	-	-	-	-	-
Total Customer Operations	(5a) 20.	88,126	27,478	-	27,478	-	-	-	23,840	60,648
67XX Corporate Operations:										
671X Executive & Planning	21.	116,812	40,446	10,283	50,730	-	-	2,284	34,434	66,082
672X General & Administrative	22.	410,195	154,644	34,412	189,056	-	-	7,644	115,232	221,139
6728 EAS Settlement Expense	23.	0	-	-	-	-	-	-	-	-
Total Corporate Operations	(5a) 24.	527,007	195,090	44,695	239,786	-	-	9,929	149,666	287,222
Other Operating Expenses:										
Equal Access Provision	(10) 25.	0	-	-	-	-	-	-	-	-
Universal Service Fund	(11) 26.	0	-	-	-	-	-	-	-	-
Lifeline Connection Assistance	(12) 27.	0	-	-	-	-	-	-	-	-
Total Other	(5a) 28.	0	0	-	-	-	-	-	-	-
Total Operating Expenses	(5a) 29.	2,183,316	783,323	178,967	962,291	-	-	39,854	655,994	1,221,025

OPERATING TAXES DETAIL												
7240	General Taxes											
7240	Property	96,594	31,202	7,571	38,772	23,323	1,657	32,841	57,822			
7240	Gross Receipts	0	-	-	-	-	-	-	-			
7240	PUC Fee	0	-	-	-	-	-	-	-			
7240	Franchise Fees	0	-	-	-	-	-	-	-			
7240	Other	0	-	-	-	-	-	-	-			
	Total General Taxes	96,594	31,202	7,571	38,772	23,323	1,657	32,841	57,822			
72XX	Income Taxes (Calculated)											
(13)	Net Income Before SIT & FIT	138,767	191,038	(67,331)	123,707	(505,017)	-	(41,511)	15,060			
8.	Less Fixed Charges (-)	61,623	18,037	3,513	21,550	15,763	-	791	40,073			
(14)	Subtotal (lines 7-8)	77,144	173,001	(70,844)	102,157	(520,779)	-	(42,303)	(25,013)			
(15)	Other SIT Base Add/Ded. (+)	0	-	-	-	-	-	-	-			
11.	SIT Taxable Inc. (lines 9+-10)	77,144	173,001	(70,844)	102,157	(520,779)	-	538,069	(25,013)			
(16)	7230 SIT-Current (at 6.6%)	7,883	11,418	(4,676)	6,742	(34,371)	-	35,513	1,141			
(17)	Other FIT Base Add/Ded. (+)	0	-	-	-	-	-	-	-			
14.	FIT Taxable Inc. (lines 9-12+-13)	69,261	161,583	(66,169)	95,415	(486,408)	-	502,556	16,148			
15.	Gross FIT (at 35%)	39,047	56,554	(23,159)	33,395	(170,243)	-	175,895	5,652			
16.	7210P Claimed ITC (-)	0	-	-	-	-	-	-	-			
17.	Surtax Elimination (-)	0	-	-	-	-	-	-	-			
(18)	7220 FIT-Current (lines 15-16-17)	39,047	56,554	(23,159)	33,395	(170,243)	-	175,895	5,652			

2015 FORM I INPUT MASTER'		For The Year Ended: December 31, 2015		Separated Results of Idaho Operations		
COMPANY NAME: Rural Telephone Company, Inc.						
Description	Note No.	Line No.	Total Idaho Operations Subject To Separations		Operation	
			Interstate Toll	Intrastate Toll	EAS	Local (Other)
Separation Parameters						
Plant						
SLU Minutes of Use (MOU)		1.	5,586,686	1,851,407	1,241,457	1,010,110
SLU Factor		2.	1.000000	0.45865	0.34986	0.19149
Base SPF - January 1		3.	1.000000	0.25000	0.25000	0.50000
Base SPF - December 31		4.	1.000000	0.25000	0.25000	0.50000
Current Composite SPF	(20)	5.	1.000000	0.25000	0.25000	0.50000
1996 Weighted DEM		6.	1.000000	0.85000		0.15000
1996 Unweighted DEM		7.	1.000000	0.85000		0.15000
Current CAT 3 Dial Equipment Minutes	(21)	8.	5,586,686	1,851,407	1,241,457	1,010,110
Current Composite DEM Factor		9.	1.000000	0.85000		0.15000
Exchange Trunk - Joint Use MOU	(22)	10.	0			
Host/Remote MOU Kilometers	(23)	11.	0			
Equal Access MOU	(24)	12.	0			
Operator Standard Work Seconds	(25)	13.	0			
Tandem Switching MOU	(26)	14.	0			
IX Conversation MOU		15.	2,716,426	1,626,070	1,090,356	
IX Conversation Minute Kilometers		16.	0			
Other Parameters						
Access Lines		17.	708			
Unseparated Loop Cost @ 11.1 ROR	(27)	18.	1,511,312			
Gross Billed Revenues						
-Marketing Allocation Basis	(28a)	19.	100	25.38	9.92	64.70
-Payment & Collection-End User	(28b)	20.	327,679	101,068	112,911	113,700
-Payment & Collection-CXR	(28c)	21.	300	100	200	
Service Order Contacts						
-Service Order Proc.-End User	(29a)	22.	8,199	1,714	351	6,134
-Service Order Proc.-CXR	(29b)	23.	0			
Billing Inquiry Contacts						
-Billing Inquiry-End User	(30a)	24.	327,679	101,068	112,911	113,700
-Billing Inquiry-CXR	(30b)	25.	300	100	200	
SP+RC Toll Messages	(31)	26.	166,552	29,947	136,605	
EAS/Local Messages (Misg. Proc.)		27.	0			
'BIG 3' Expense Factor-Message	(32)	28.	0.902	0.345219	0.241898	0.290168
-PLS & Special Access		29.				
Operator Services Expense -- Factor		30.	0			
Access Minutes of Use (End Office)		31.	115,018	61,731	53,287	

AFFIDAVIT OF PUBLICATION

RTI Service Rates

RTI is a quality telecommunications services provider who provides basic enhanced services at reasonable rates within its service territory. Basic services are offered at the following rates for Shoup, Boise River, Prairie, Atlanta and Tipanuk/Oasis Idaho.

Residential & Business Rates

Local Residence	\$25.76
Local Business	\$42.00
Fed. Subscriber Line (FCC Access, 1 line)	\$ 6.50
Fed. Subscriber Line (FCC Access, Multi Line)	\$ 9.20
Idaho Universal Service Fund Surcharge (IUSF)	\$.12 (Res)
Idaho Universal Service Fund Surcharge (IUSF)	\$.20 (Bus)
State of Idaho Assistance Program	\$.03

The above charges will have federal and local taxes added on.

Touch Tone service is provided as a part of the local service.

Toll Blocking is available at no charge for low income customers who qualify.

Emergency 911 Services — Exchanges with charges in Idaho are: 394, 653, 868, 864 and 796. There is a \$1.25 per line charge.

Low income individuals eligible for Lifeline and telephone assistance programs may be eligible for discounts from these basic local service charges through state specified telephone assistance plans. Please contact your local Health and Welfare office.

Basic services are offered to all consumers in the RTI service territories at the rates, terms, and conditions specified in the RTI tariffs and/or price lists. If you have any questions regarding the RTI's services, please call us at 1-888-366-7821, or visit our business office at 892 W. Madison Ave. Glens Ferry, ID 83623 for further information regarding services.

RTI An Equal Opportunity Employer

RTI with its main office located at 892 W. Madison Avenue, Glens Ferry, ID 83623, complies and adheres to the following statements under the U.S. Department of Agriculture guidelines. In accordance with Federal law and the U.S. Department of Agriculture's policy, this institution is prohibited from discriminating on the basis of race, color, national origin, sex, religion, age, or disability (Not all prohibited bases apply to all programs). To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 1400 Independence Avenue, SW, Washington, DC 20250-9410, or call (202) 720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.

Did you know.....

Telephone Assistance Programs are available to low-income individuals. To qualify for Lifeline Services, please **contact your local Health and Welfare Office**. Lifeline is a program designed to assist low income households afford local telephone service. Lifeline assists with monthly telephone bills and Link-Up assists with connection and installation charges.

Please contact your local **Health & Welfare Office**
or
Call Toll Free 1-888-366-7821



One Publication: February 10, 2016

County of Elmore }
State of Idaho } ss.

I, **Brenda M. Fincher**, do solemnly swear that I am the Publisher of the:

Mountain Home News

A weekly newspaper of general circulation, published once a week, in Mountain Home, Idaho, that the notice attached hereto which is a part of publication thereof; was published in said newspaper for 1 consecutive weeks, the first publication having been made on the 10th day of Feb, 2016, and the last publication having been made on the 10th day of Feb, 2016; every Wednesday issue of the paper during the period and time of publication and that the notice was published in the paper proper and not in a supplement thereof.

And I further swear that the said Mountain Home News has been continuously and uninterruptedly published in said Elmore County during the period of 78 consecutive weeks prior to the first publication of the attached notice.

Brenda M Fincher

Publisher

Subscribed and sworn to me this 16th day of Feb, 2016.

[Signature]

Notary Public

Residing in Mountain Home, Elmore County, Idaho.

My commission expires **11-17-2017**.



LEGAL PROOF OF PUBLICATION

Account #	Ad Number	Identification	PO	Amount	Cols	Lines
264023	0002258320	LEGAL NOTICE RTI Service Rates RTI is	Service Rates	\$133.28	3	48

Attention: Sandy Stump

RTI - RURAL TELEPHONE COMPANY

892 W MADISON AVE

GLENN'S FERRY, ID 836232374

**LEGAL NOTICE
RTI
Service Rates**

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Idaho Universal Service Fund Surcharge (IUSF)	\$.20 (Bus)
State of Idaho Assistance Program	\$.03

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An Equal Opportunity Employer**

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Pub. Feb. 9, 2016

0002258320-01

JANICE HILDRETH, being duly sworn, deposes and says: That she is the Principal Clerk of The Idaho Statesman, a daily newspaper printed and published at Boise, Ada County, State of Idaho, and having a general circulation therein, and which said newspaper has been continuously and uninterruptedly published in said County during a period of twelve consecutive months prior to the first publication of the notice, a copy of which is attached hereto: that said notice was published in The Idaho Statesman, in conformity with Section 60-108, Idaho Code, as amended, for:

1 Insertions

Beginning issue of: 02/09/2016

Ending issue of: 02/09/2016

Janice Hildreth

(Legals Clerk)

STATE OF IDAHO)
)SS

COUNTY OF ADA)

On this 11th day of February in the year of 2016 before me, a Notary Public, personally appeared before me Janice Hildreth known or identified to me to be the person whose name subscribed to the within instrument, and being by first duly sworn, declared that the statements therein are true, and acknowledged to me that she executed the same.



Diane Campbell

Notary Public FOR Idaho
Residing at: Boise, Idaho

My Commission expires: 7/23/2021

*** Proof of Publication ***

Twin Falls Times-News
132 Fairfield St W, Twin Falls, Idaho 83301

RUBY AUFDERHEIDE, being duly sworn, deposes and says: That she is the Principal Clerk of the Times-News, a daily newspaper printed and published at Twin Falls, Twin Falls County, State of Idaho, and having a general circulation therein, and which said newspaper has been continuously and uninterruptedly published in said County during a period of twelve consecutive months prior to the first publication of the notice, a copy of which is attached hereto: that said notice was published in the Times-News, in conformity with Section 60-108, Idaho Code, as amended, for:

 1 Insertions

RURAL TELEPHONE COMPANY
892 WEST MADISON AVE
GLENN'S FERRY, ID 83623

ORDER NUMBER 23936

 Ruby Aufderheide
(Legals Clerk)

STATE OF IDAHO)
) SS
COUNTY OF TWIN FALLS)

On this 12th day of May in the year of 2016 before me, a Notary Public, personally appeared before me Ruby Aufderheide known or identified to me to be the person whose name subscribed to the within instrument, and being by first duly sworn, declared that the statements therein are true, and acknowledged to me that she executed the same.

 Miriam King
Notary Public FOR Idaho
Residing at: Twin Falls, Idaho 4.21.17
My Commission expires: _____



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provides basic enhanced services at reasonable rates within its service territory. Basic services are offered at the following rates for Shoup, Boise River, Prairie, Atlanta, Three Creek and Tipanuk/Oasis Idaho.

Residential & Business Rates

Local Residence	\$25.76
Local Business	\$42.00
Access Recovery Charge	\$3.00
Fed. Subscriber Line (FCC Access, 1 line)	\$6.50
Fed. Subscriber Line (FCC Access, Multi Line)	\$9.20
Idaho Universal Service Fund Surcharge (IUSF)	\$.12 (Res)
Idaho Universal Service Fund Surcharge (IUSF)	\$.20 (Bus)
State of Idaho Assistance Program	\$.03

The above charges will have federal and local taxes added on. Touch Tone service is provided as a part of the local service. Toll Blocking is available at no charge for low income customers who qualify.

Emergency 911 Services — Exchanges with charges in Idaho are: **394, 653, 868, 864, 857 and 796**. There is a \$1.25 per line charge.

Low income individuals eligible for Lifeline and telephone assistance programs may be eligible for discounts from these basic local service charges through state specified telephone assistance plans. Please contact your local Health and Welfare office.

Basic services are offered to all consumers in the RTI service territories at the rates, terms, and conditions specified in the RTI tariffs and/or price lists. If you have any questions regarding the RTI's services, please call us at 1-888-366-7821, or visit our business office at 892 W. Madison Ave. Glenns Ferry, ID 83623 for further information regarding services.

RTI

An Equal Opportunity Employer

In accordance with Federal civil rights law and U.S. Department of Agriculture (USDA) civil rights regulations and policies, the USDA, its Agencies, offices, and employees, and institutions participating in or administering USDA programs are prohibited from discriminating based on race, color, national origin, religion, sex, gender identity (including gender expression), sexual orientation, disability, age, marital status, family/parental status, income derived from a public assistance program, political beliefs, or reprisal or retaliation for prior civil rights activity, in any program or activity conducted or funded by USDA (not all bases apply to all programs). Remedies and complaint filing deadlines vary by program or incident. Persons with disabilities who require alternative means of communication for program information (e.g., Braille, large print, audiotape, American Sign Language, etc.) should contact the responsible Agency or USDA's TARGET Center at (202)720-2600 (voice and TTY) or contact USDA through the Federal Relay Service at (800)877-8339. Additionally, program information may be made available in languages other than English.

USDA is an equal opportunity provider, employer and lender.

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form (PDF), found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442 or email at program.intake@usda.gov.

Did you know.....

Telephone Assistance Programs are available to low-income individuals.

To qualify for Lifeline Services, please **contact your local Health and Welfare Office.**

Lifeline is a program designed to assist low income households afford local telephone service. Lifeline assists with monthly telephone bills and Link-Up assists with connection and installation charges.

Please contact your local Health & Welfare Office or Call Toll Free 1-888-366-7821