

In the Matter of — IN THE MATTER OF THE
 ESTABLISHMENT OF SWITCHED
 ACCESS REVENUE REQUIREMENT
 FOR KENNEBEC TELEPHONE
 COMPANY

Public Utilities Commission of the State of South Dakota

DATE	MEMORANDA
6/30 01	Filed and Docketed;
6/21 01	Weekly Filings;
6/29 01	Revised Cost Study;
7/27 01	Order Assessing Filing Fee;
11/7 01	Revised Cost Study;
12/5 01	Order Approving Revenue Requirement;
12/5 01	Docket Closed

TC01-067

TELEC CONSULTING
RESOURCES 

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June 13, 2001

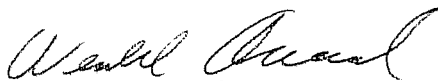
Ms. Debra Elofson
Executive Director
South Dakota PUC
State Capitol
Pierre, SD 57501-5070

Dear Debra:

On behalf of the Kennebec Telephone Company we are filing Kennebec's 2000 intrastate switched access cost development package and Kennebec's individual switched access rates developed in accordance with South Dakota Switched Access Rules 20:10:27,28,29. This cost study replaces the 1997 study filed in June of 1998. Kennebec is included in the Local Exchange Carriers (LECA) consolidated tariff filing. Attachment A is provided in lieu of tariff sheets.

If you have any questions concerning this matter Please call on (402) 398-0062.

Sincerely,



Wendel Aanerud
TELEC Consulting Resources, Inc.

CC: Rod Bowar, Kennebec Telephone Company

Encl.

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SOUTH DAKOTA PUBLIC

ATTACHMENT A

TARIFF SHEET

Kennebec Telephone Company does not currently have its own tariff for switched access services. Kennebec has adopted the National Exchange Carriers Association (NECA) tariff for the interstate jurisdiction and Local Exchange Carrier Association (LECA) tariff for the state jurisdiction.

If Kennebec were to develop and adopt a switched access tariff using its own revenue requirements as determined by the PUC program, the resulting rates would be as follows:

Switched Access Rates per minute (RPM)¹

	Carrier Common <u>Line</u>	Local <u>Switching</u>	Local <u>Transport</u>
Originating RPM	\$0.038123	\$0.010719	\$0.030554
Terminating RPM	\$0.053344	\$0.014998	\$0.030554

Note (1) - Same rates for all Feature Groups.

By Wendy Stewart

TELEC Consulting Resource, Inc.

For: Kennebec Telephone Company

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SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

COST STUDY CHECKLIST

COMPANY Kennebec Telephone Company

YEAR 2000

- | | | |
|-------------------------------------|----|--|
| <input checked="" type="checkbox"/> | 1 | SDPIJC cost study & disk |
| <input checked="" type="checkbox"/> | 2 | SDPUC rate development spreadsheet |
| <input checked="" type="checkbox"/> | 3 | Financial statement from accountant |
| <input checked="" type="checkbox"/> | 4 | Trial balance from accountant |
| <input checked="" type="checkbox"/> | 5 | Account adjustment & average spreadsheet |
| <input checked="" type="checkbox"/> | 6 | Capital investment support (average) |
| <input checked="" type="checkbox"/> | 7 | COE adjustments for Common and Power |
| <input checked="" type="checkbox"/> | 8 | Land and Building adjustment for Non-Reg |
| <input checked="" type="checkbox"/> | 9 | Expense adjustment support (6620) |
| <input checked="" type="checkbox"/> | 10 | Minutes of use factors |
| <input checked="" type="checkbox"/> | 11 | Loops worksheet |
| <input checked="" type="checkbox"/> | 12 | Circuit terminations and miles |
| <input checked="" type="checkbox"/> | 13 | Misc. factor support |

CONTINUATION # [1]

KENNEBEC

***** FCC PART 69 *****

Intrastate Toll Revenue Requirement Summary		Part 36 Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)			
INTRALATA											
15	Net Investment	\$404,187	J13	\$188,557	\$43,601	\$0	\$100,027	\$0	\$72,002	O K	
16	Rate of Return	10.00%		10.00%	10.00%	10.00%	10.00%	10.00%	10.00%		
17											
18	Return on Rate Base	\$40,419		\$18,856	\$4,360	\$0	\$10,003	\$0	\$7,200	O K	
19	Return Adjustments	1,265	J18-20	600	116	0	321	0	228	O K	
20											
21	Net Return on Rate Base	\$41,684		\$19,456	\$4,476	\$0	\$10,324	\$0	\$7,428	O K	
22	Income Taxes	11,603	J31-32	5,417	1,244	0	2,875	0	2,068	O K	
23	Expenses and Other Taxes	288,265	J33-35, 40	102,130	29,839	145	69,653	33,695	52,804	O K	
24											
25	Total IntraLATA Rev. Req.	\$341,552		\$127,003	\$35,559	\$145	\$82,851	\$33,695	\$62,300	O K	
26		=====		=====	=====	=====	=====	=====	=====		
27											
28											
29	INTERLATA										
30											
31	Net Investment	\$531	P13	\$305	\$73	\$0	\$153	\$0	\$0	O K	
32	Rate of Return	10.00%		10.00%	10.00%	10.00%	10.00%	10.00%	10.00%		
33											
34	Return on Rate Base	\$53		\$31	\$7	\$0	\$15	\$0	\$0	O K	
35	Return Adjustments	2	P18-20	1	0	0	0	0	0	O K	
36											
37	Net Return on Rate Base	\$55		\$31	\$7	\$0	\$16	\$0	\$0	O K	
38	Income Taxes	15	P31-32	9	2	0	4	0	0	O K	
39	Expenses and Other Taxes	368	P33-35, 40	156	49	0	107	48	7	O K	
40											
41	Total InterLATA Rev. Req.	\$436		\$196	\$59	\$0	\$127	\$48	\$7	O K	
42		=====		=====	=====	=====	=====	=====	=====		
43											
44											
45	TOTAL INTRALATA AND INTERLATA REV. REQ.	\$777,600		\$323,000	\$71,118	\$145	\$165,700	\$38,143	\$69,307		
		=====		=====	=====	=====	=====	=====	=====		
	ACCESS ELEMENTARY SERVICES OF USE			2,716,774	2,716,774		2,716,774				
	ACCESS RATE PER SERVICE	\$0.000000		\$0.046607	\$0.013110		\$0.030556				

KENNEBEC

		Intrastate								
***** FCC PART 36 ***** Revenue Requirement Summary		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service		Private Line		TOTAL INTRASTATE	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	State Income Tax Rate	0.00%	---	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
14	Federal Income Tax Rate	28.82%	---	28.82%	28.82%	28.82%	28.82%	28.82%	28.82%	
15	Gross Receipts Tax Rate	3.00%	---	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	
16										
17										
18	Net Investment	\$1,870,796	C88	\$1,266,079	\$531	\$341,690	\$0	\$62,497	\$404,718	O K
19	Rate of Return	10.00%	---	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	
20										
21	Return on Rate Base	\$167,080		\$126,608	\$53	\$34,169	\$0	\$6,250	\$40,472	O K
22										
23	AFUDC	5.051	H43	3784.246469251	1.652294978299	1080.414818358	0	204.6864174127	1,267	O K
24	ITC Amortization	0	H36	0	0	0	0	0	0	O K
25	Other Return Adjustments	0	V242	0	0	0	0	0	0	O K
26										
27	Net Return	\$172,131		\$139,392	\$55	\$35,229	\$0	\$6,454	\$41,739	O K
28										
29	Contributions	0	H52	0	0	0	0	0	0	O K
30	Interest Expense	54,380	H44	41,338	17	10,992	0	2,033	13,042	O K
31	Capital Lease Expense	0	H46	0	0	0	0	0	0	O K
32	Capitalized Payroll Taxes	0	H38	0	0	0	0	0	0	O K
33	Depreciation Adjustment	0	H36	0	0	0	0	0	0	O K
34	Other Income Adjustments	0	V248	0	0	0	0	0	0	O K
35										
36	After Tax Income	\$117,751		\$89,058	\$38	\$24,217	\$0	\$4,421	\$28,696	O K
37										
38	State Income Taxes	\$0	Formula	\$0	\$0	\$0	\$0	\$0	\$0	O K
39	Federal Income Taxes	47,876	Formula	38,027	16	9,813	0	1,790	11,819	O K
40	Operating Expenses and Taxes	1,050,799	H38	772,479	325	244,922	0	33,067	278,374	O K
41	Depreciation	0	V248	0	0	0	0	0	0	O K
42	Other Revenue Adjustments	0	V250	0	0	0	0	0	0	O K
43										
44	Net Revenue	\$1,870,800		\$1,368,874	\$426	\$288,899	\$0	\$41,311	\$231,731	O K
45	Gross Receipts Taxes	56,281	Formula	29,657	12	8,668	0	1,278	10,260	O K
46	Other Revenue Taxes	0	V252	0	0	0	0	0	0	O K
47										
48	TOTAL REVENUE REQUIREMENT	\$1,388,880		\$967,919	\$438	\$298,664	\$0	\$42,609	\$241,991	O K

KENNEBEC

		Intrastate								
***** FCC PART 36 ***** Investment Summary		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service		Private Line		TOTAL INTRASTATE	
(A)	(B)	(C)	(D)	InterLATA	IntraLATA	InterLATA	IntraLATA	(I)		
13	Land and Support Investment	\$599,525	D33	\$449,169	\$196	\$125,865	\$0	\$24,295	\$150,357	O K
14										
15	COE Operator Equipment	\$0	D43	\$0	\$0	\$0	\$0	\$0	\$0	O K
16	COE Switching Equipment	951,300	D68	876,690	119	74,491	0	0	74,610	O K
17	COE Transmission Equipment	587,316	D85	340,975	293	186,250	0	59,798	246,341	O K
18										
19	Total COE	\$1,538,616		\$1,217,665	\$412	\$260,740	\$0	\$59,798	\$320,951	O K
20	Info. Orig./Term. Equipment	0	D94	0	0	0	0	0	0	O K
21	Cable and Wire Facilities	2,059,708	D137	1,478,225	765	494,697	0	86,020	581,483	O K
22										
23	Total COE, IOT, C&WF	\$3,598,324		\$2,695,891	\$1,177	\$755,438	\$0	\$145,818	\$902,433	O K
24										
25	Total Capital Leases	\$0	D173	\$0	\$0	\$0	\$0	\$0	\$0	O K
26										
27	Leasehold Improvements	\$0	D186	\$0	\$0	\$0	\$0	\$0	\$0	O K
28										
29	Intangible Assets	\$0	D209	\$0	\$0	\$0	\$0	\$0	\$0	O K
30										
31										
32	Total Tele. Plt. in Service	\$4,197,850		\$3,145,060	\$1,373	\$881,303	\$0	\$170,113	\$1,052,790	O K
33										
34	Plant Held, Future Use	\$0	D214-215	\$0	\$0	\$0	\$0	\$0	\$0	O K
35	TPUC Short-term	0	D216-217	0	0	0	0	0	0	O K
36	TPUC Long-term	60,914	D218-219	45,637	20	12,788	0	2,468	15,277	O K
37	Tel. Plt. Adjustment	0	D220-221	0	0	0	0	0	0	O K
38										
39	Total Other Tel. Plt.	\$60,914		\$45,637	\$20	\$12,788	\$0	\$2,468	\$15,277	O K
40										
41										
42	TOTAL TELEPHONE PLANT	\$4,258,764		\$3,190,697	\$1,393	\$894,092	\$0	\$172,582	\$1,068,067	O K

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		Intrastate								
***** FCC PART 36 ***** Investment Summary		TOTAL COMPANY	Source/ Allocator	Message Telephone Service			Private Line		TOTAL INTRASTATE	
(A)	(B)	(C)	Interstate (D)	InterLATA (E)	IntraLATA (F)	InterLATA (G)	IntraLATA (H)	(I)		
56	Other Assets, Net	0	V105	0	0	0	0	0	0	O.K.
57	Accumulated Depr /Amort	(2,630,252)	E34	(1,953,403)	(880)	(564,462)	0	(111,508)	(676,849)	O.K.
58	Accum Def Inc Taxes, Net	(58,100)	E47	(43,529)	(19)	(12,197)	0	(2,355)	(14,571)	O.K.
59	Oth Liab & Def Cr, Net	0	V106	0	0	0	0	0	0	O.K.
60										
61	TOTAL NET PLANT	\$1,570,412		\$1,193,766	\$495	\$317,433	\$0	\$58,719	\$376,646	O.K.
62										
63	Materials and Supplies	68,012	H31	48,811	25	16,335	0	2,840	19,201	O.K.
64	Rural Tel Bank Stock	0	H35	0	0	0	0	0	0	O.K.
65	Cash Working Capital	32,372	Formula	23,502	11	7,922	0	937	8,871	O.K.
66	Equal Access Investment	0	---	0	0	0	0	0	0	O.K.
67										
68	TOTAL NET INVESTMENT	\$1,670,796		\$1,266,079	\$531	\$341,690	\$0	\$82,497	\$404,716	O.K.
69		=====		=====	=====	=====	=====	=====	=====	

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***** FCC PART 36 ***** Plant Investment Detail (A)	TOTAL COMPANY (B)	Source/ Allocator (C)	Interstate and Other (D)	Intrastate				TOTAL INTRASTATE (I)	
				Message Telephone Service		Private Line			
				InterLATA (E)	IntraLATA (F)	InterLATA (G)	IntraLATA (H)		
13 LAND AND SUPPORT ASSETS									
14									
15 Land, Allocable	\$9,031	H33	\$6,766	\$3	\$1,896	\$0	\$366	\$2,265	O.K
16 Land, Direct	0	V22	0	0	0	0	0	0	O.K
17									
18 Total Land	\$9,031		\$6,766	\$3	\$1,896	\$0	\$366	\$2,265	O.K
19									
20 Motor Vehicles	\$0	H33	\$0	\$0	\$0	\$0	\$0	\$0	O.K
21 Aircraft	0	H33	0	0	0	0	0	0	O.K
22 Special Purpose Vehicles	0	H33	0	0	0	0	0	0	O.K
23 Garage Work Equipment	0	H33	0	0	0	0	0	0	O.K
24 Other Work Equipment	0	H33	0	0	0	0	0	0	O.K
25 Buildings, Allocable	590,495	H33	442,403	193	123,969	0	23,929	148,092	O.K
26 Buildings, Direct	0	V29	0	0	0	0	0	0	O.K
27 Furniture	0	H33	0	0	0	0	0	0	O.K
28 Office Equipment	0	H33	0	0	0	0	0	0	O.K
29 General Purpose Computers	0	H33	0	0	0	0	0	0	O.K
30									
31 Total Support Assets	\$590,495		\$442,403	\$193	\$123,969	\$0	\$23,929	\$148,092	O.K
32									
33 Tot Land and Support Assets	\$599,526		\$449,169	\$196	\$125,865	\$0	\$24,295	\$150,357	O.K
34									
35									
36 CENTRAL OFFICE EQUIPMENT									
37									
38 CAT 1 Oper Sys. TSPS	\$0	G22	\$0	\$0	\$0	\$0	\$0	\$0	O.K
39 CAT 1 Oper Sys. Other TSPS	0	G21	0	0	0	0	0	0	O.K
40 CAT 1 Oper Sys. Ass. Pba	0	G23	0	0	0	0	0	0	O.K
41 CAT 1 Oper Sys. Other	0	V33	0	0	0	0	0	0	O.K
42									
43 Total CAT 1	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K
44									
45									
46 CAT 2 Tandem Sw. Allocator	\$0	G24	\$0	\$0	\$0	\$0	\$0	\$0	O.K
47 CAT 2 Tandem Sw. Direct	0	V34	0	0	0	0	0	0	O.K
48									
49 Total CAT 2	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K

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***** FCC PART 36 ***** Plant Investment Detail		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
					Message Telephone Service		Private Line			
					InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
63 CAT 3 Local Sw Allocable	\$951,300	G15	\$876,690	\$119	\$74,491	\$0	\$0	\$74,610	O.K.	
64 CAT 3 Local Sw Direct	0	V40	0	0	0	0	0	0	O.K.	
65										
66 Total CAT 3	\$951,300		\$876,690	\$119	\$74,491	\$0	\$0	\$74,610	O.K.	
67										
68 Total COE Sw CAT 2&3	\$951,300		\$876,690	\$119	\$74,491	\$0	\$0	\$74,610	O.K.	
69	=====		=====	=====	=====	=====	=====	=====		
70										
71 COE TRANSMISSION										
72										
73 CAT 4 12 Exchange Trunk	\$0	123	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
74 CAT 4 12 Exch Tr Direct	0	V42	0	0	0	0	0	0	O.K.	
75 CAT 4 13 Exch Ln Message	315,265	G13	236,449	126	78,691	0	0	78,816	O.K.	
76 CAT 4 13 PL. WATS. Local	18,705	F18	13,639	0	0	0	5,066	5,066	O.K.	
77 CAT 4 13 Direct	0	V45	0	0	0	0	0	0	O.K.	
78 CAT 4 23 Message	160,066	G18	64,652	152	95,261	0	0	95,414	O.K.	
79 CAT 4 23 PL. WATS	67,124	F24	12,392	0	0	0	54,732	54,732	O.K.	
80 CAT 4 23 Direct	0	V48	0	0	0	0	0	0	O.K.	
81 CAT 4 3 HR Message	26,155	G29	13,842	15	12,298	0	0	12,313	O.K.	
82 CAT 4 3 WATS	0	V50	0	0	0	0	0	0	O.K.	
83 CAT 4 3 Direct	0	V51	0	0	0	0	0	0	O.K.	
84										
85 Total COE CAT 4	\$587,316		\$340,975	\$293	\$186,250	\$0	\$59,798	\$246,341	O.K.	
86	=====		=====	=====	=====	=====	=====	=====		
87										
88 INFORMATION ORIGIN/TERMINATION										
89										
90 CAT 1 Other IOT Equipment	\$0	G13	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
91 CAT 1 Coinless Pay Phones	0	G16	0	0	0	0	0	0	O.K.	
92 CAT 2 OR Equipment	0	V70	0	0	0	0	0	0	O.K.	
93										
94 Total IOT Equipment	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
95	=====		=====	=====	=====	=====	=====	=====		
96										
97										

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***** FCC PART 36 ***** Plant Investment Detail (A)	TOTAL COMPANY (B)	Source/ Allocator (C)	Interstate and Other (D)	Intrastate				TOTAL INTRASTATE (I)	
				Message Telephone Service		Private Line			
				InterLATA	IntraLATA	InterLATA	IntraLATA		
				(E)	(F)	(G)	(H)		
111 CABLE AND WIRE FACILITIES									
112									
113 CAT 1 1 IntraLATA PL/WATS	49,083	F31	\$23,560	\$0	\$0	\$0	\$25,523	\$25,523	O K
114 CAT 1 2 InterLATA PL/WATS	45,157	F31	45,157	0	0	0	0	0	O K
115 CAT 1 3 Joint Message	1,588,342	G13	1,191,256	634	396,452	0	0	397,085	O K
116 Other CAT 1 C&WF	0	V74	0	0	0	0	0	0	O K
117									
118 Total CAT 1 C&WF	\$1,682,582		\$1,259,973	\$634	\$396,452	\$0	\$25,523	\$422,609	O K
119									
120 CAT 2 C&WF	\$0	G28	\$0	\$0	\$0	\$0	\$0	\$0	O K
121 CAT 2 C&WF, Wideband	0	V76	0	0	0	0	0	0	O K
122									
123 Total CAT 2 C&WF	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O K
124									
125 CAT 3 Joint Message	51,090	G17	20,636	49	30,406	0	0	\$30,454	O K
126 CAT 3 PL/WATS etc	181,753	F36	121,256	0	0	0	60,497	60,497	O K
127 CAT 3 Direct	0	V79	0	0	0	0	0	0	O K
128									
129 Total CAT 3 C&WF	\$232,843		\$141,892	\$49	\$30,406	\$0	\$60,497	\$90,951	O K
130									
131 CAT 4 Message	\$144,283	G29	\$76,360	\$83	\$67,840	\$0	\$0	\$67,923	O K
132 CAT 4 WATS	0	V81	0	0	0	0	0	0	O K
133 CAT 4 Direct	0	V82	0	0	0	0	0	0	O K
134									
135 Total CAT 4 C&WF	\$144,283		\$76,360	\$83	\$67,840	\$0	\$0	\$67,923	O K
136									
137 TOTAL C&WF	\$2,059,708		\$1,478,225	\$765	\$494,697	\$0	\$86,020	\$581,483	O K
138									
139									
140 CAPITAL LEASES									
141									
142 Associate Support Leases	\$0	H14	\$0	\$0	\$0	\$0	\$0	\$0	O K
143 Direct Support Leases	0	V84	0	0	0	0	0	0	O K
144									
145 Total Support Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O K

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***** FCC PART 36 ***** Plant Investment Detail (A)	TOTAL COMPANY (B)	Source/ Allocator (C)	Interstate and Other (D)	Intrastate				TOTAL INTRASTATE (I)	
				Message Telephone Service		Private Line			
				InterLATA (E)	IntraLATA (F)	InterLATA (G)	IntraLATA (H)		
160									
161 COE Operator	\$0	H16	\$0	\$0	\$0	\$0	\$0	\$0	OK
162 COE Tandem Switch	0	H17	0	0	0	0	0	0	OK
163 COE Local Switch	0	H18	0	0	0	0	0	0	OK
164 COE Transmission	0	H20	0	0	0	0	0	0	OK
165 COE Direct	0	V89	0	0	0	0	0	0	OK
166									
167 Total COE Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
168									
169 IOT Leases	\$0	V90	\$0	\$0	\$0	\$0	\$0	\$0	OK
170									
171 C&WF Leases	\$0	V91	\$0	\$0	\$0	\$0	\$0	\$0	OK
172									
173 TOTAL CAPITAL LEASES	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
174	=====		=====	=====	=====	=====	=====	=====	
175									
176 LEASEHOLD IMPROVEMENTS									
177									
178 Land and Support Assets	\$0	H14	\$0	\$0	\$0	\$0	\$0	\$0	OK
179 COE Switching	0	H18	0	0	0	0	0	0	OK
180 COE Operator	0	H16	0	0	0	0	0	0	OK
181 COE Transmission	0	H20	0	0	0	0	0	0	OK
182 IOT	0	V96	0	0	0	0	0	0	OK
183 C&WF	0	V97	0	0	0	0	0	0	OK
184 Other	0	V98	0	0	0	0	0	0	OK
185									
186 TOTAL LEASEHOLD IMPROVEMENT	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
187	=====		=====	=====	=====	=====	=====	=====	
188									
189 TRS EXCL ACCT No 2600	\$4,197,850		\$3,945,000	\$1,373	\$281,303	\$0	\$170,119	\$1,052,799	OK

KENNEBEC

***** FCC PART 36 ***** Plant Investment Detail	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE		
				Message Telephone Service		Private Line				
				InterLATA	IntraLATA	InterLATA	IntraLATA			
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
204 INTANGIBLE ASSETS										
205										
206 Allocable Acct No 2690	\$0	H36	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
207 Direct Acct No 2690	0	V100	0	0	0	0	0	0	0	O.K.
208										
209 Total Intangible Assets	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
210										
211										
212 OTHER TELEPHONE PLANT										
213										
214 Held for Fut Use - Alloc	\$0	---	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
215 Held for Fut Use - Direct	0	---	0	0	0	0	0	0	0	O.K.
216 TPUC, Short-term - Alloc	0	H35	0	0	0	0	0	0	0	O.K.
217 TPUC, Short-term - Direct	0	V124	0	0	0	0	0	0	0	O.K.
218 TPUC, Long-term - Alloc	60,914	H35	45,637	20	12,788	0	2,468	15,277	15,277	O.K.
219 TPUC, Long-term - Direct	0	V126	0	0	0	0	0	0	0	O.K.
220 Tele Plt Adjust - Alloc	0	H35	0	0	0	0	0	0	0	O.K.
221 Tele Plt Adjust - Direct	0	V104	0	0	0	0	0	0	0	O.K.
222										
223 Total Other Telephone Plant	\$60,914		\$45,637	\$20	\$12,788	\$0	\$2,468	\$15,277	\$15,277	O.K.

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***** FCC PART 36 ***** Reserves and Deferrals	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE		
				Message Telephone Service		Private Line				
				InterLATA	IntraLATA	InterLATA	IntraLATA			
				(A)	(B)	(C)	(D)			(E)
13 ACCUM DEPRECIATION, TPIS										
14										
15 Support Assets	\$341,091	H13	\$255,548	\$112	\$71,609	\$0	\$13,822	\$85,543	OK	
16 COE Switching	550,201	H19	507,049	69	43,083	0	0	43,152	OK	
17 COE Operator	0	H16	0	0	0	0	0	0	OK	
18 COE Transmission	417,316	H20	242,279	208	132,339	0	42,489	175,037	OK	
19 IOT Equipment	0	H25	0	0	0	0	0	0	OK	
20 Cable and Wire Facilities	1,321,644	H31	948,527	491	317,430	0	55,196	373,117	OK	
21 Other Plant	0	V135	0	0	0	0	0	0	OK	
22										
23 Total Accum Depr, TPIS	\$2,630,252		\$1,953,403	\$880	\$564,462	\$0	\$111,508	\$676,849	OK	
24										
25 ACCUM AMORTIZATION										
26										
27 Accum Depreciation, PHFU	\$0	H38	\$0	\$0	\$0	\$0	\$0	\$0	OK	
28 Accum Amort, Tangible Inv	0	H40	0	0	0	0	0	0	OK	
29 Accum Amort, Intang Inv	0	H41	0	0	0	0	0	0	OK	
30 Accum Amort, Other	0	V138	0	0	0	0	0	0	OK	
31										
32 Tot Accum Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK	
33										
34 Total Accum Depr/Amort	\$2,630,252		\$1,953,403	\$880	\$564,462	\$0	\$111,508	\$676,849	OK	
35										
36										
37 ACCUM DEF INC TAXES NET										
38										
39 Support Assets	0	H13	\$0	\$0	\$0	\$0	\$0	\$0	OK	
40 COE Switching	0	H19	0	0	0	0	0	0	OK	
41 COE Operator	0	H16	0	0	0	0	0	0	OK	
42 COE Transmission	0	H20	0	0	0	0	0	0	OK	
43 IOT Equipment	0	H25	0	0	0	0	0	0	OK	
44 Cable and Wire Fac	0	H31	0	0	0	0	0	0	OK	
45 Unallocated	\$0,000	V145	\$0,000	0	\$2,197	0	\$2,356	\$4,571	OK	
46										
47 Total Accum Def Inc Taxes	\$0,000		\$0,000	\$0	\$2,197	\$0	\$2,356	\$4,571	OK	

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***** FCC PART 36 ***** Functional Distribution of Selected Investments (A)	Private Line								Other (I)
	TOTAL COMPANY (B)	Joint Use Message (C)	Interstate		Intrastate		Extended Area Service (H)		
			InterLATA	IntraLATA	InterLATA	IntraLATA			
			(D)	(E)	(F)	(G)			
13 TRANS CCT EQUIPMENT									
14									
15 Working Loops	857	809	23	0	0	13	0	12	OK
16 Avg. Cost per Loop	389.70	389.70	389.70	389.70	389.70	389.70	389.70	389.70	
17									
18 CAT 4 13 Exch Ln Invest	\$333,971	\$315,266	\$8,963	\$0	\$0	\$5,066	\$0	\$4,676	
19									
20									
21 Circuit Terminations	220	155	12	0	0	53	0	0	OK
22 Avg. Cost per Termination	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	
23									
24 CAT 4 23 Other IX	\$227,190	\$160,066	\$12,392	\$0	\$0	\$54,732	\$0	\$0	
25									
26									
27 C&WF INVESTMENT									
28									
29 Working Loops	857	809	23	0	0	13	0	12	
30 Loops Factor	1.000000	0.943991	0.026839	0.000000	0.000000	0.015169	0.000000	0.014002	
31 CAT 1 Exchange C&WF	\$1,682,582	\$1,588,342	\$45,157	\$0	\$0	\$25,523	\$0	\$23,580	OK
32									
33									
34 Equivalent IX Circuit Miles	10,619	2,330	5,530	0	0	2,759	0	0	OK
35 IX Cct Miles Factor	1.000000	0.219418	0.520765	0.000000	0.000000	0.259817	0.000000	0.000000	
36 CAT 3 Interexch C&WF	\$232,843	\$51,090	\$121,256	\$0	\$0	\$60,497	\$0	\$0	

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		Intrastate								
		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service		Private Line		TOTAL INTRASTATE	
***** FCC PART 36 ***** Physical Allocation Factors					InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	Subscriber Plant Fact (SPF)	1 000000	SPF	0.750000	0 000399	0 249601	0 000000	0 000000	0 250000	O K
14										
15	Dial Equipment Minutes (DEM)	1 000000	DEM	0 921571	0 000125	0 078304	0 000000	0 000000	0 078429	O K
16										
17	Conversation Minute-Miles	1 000000	CMM	0 403909	0 000951	0 595140	0 000000	0 000000	0 596091	O K
18	Conversation Minutes	1 000000	CM	0 403909	0 000951	0 595140	0 000000	0 000000	0 596091	O K
19	Subscriber Minutes (SLU)	1 000000	SLU	0 771496	0 000365	0 228139	0 000000	0 000000	0 228504	O K
20										
21	TSPS Processor Time	0 000000	TSP	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
22	Wtd Stand Work Sec , Toll	0 000000	WST	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
23	Wtd Stand Work Sec , Aux	0 000000	WSA	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
24	Wtd Stand Work Sec , Comb	1 000000	WSC	1 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
25										
25	COE CAT 2 Minutes	0 000000	CT2	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
27										
28	Exchange Trunk Minutes	1 000000	ETM	1 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
29	MOU-Mi , Host/Remote	1 000000	HRM	0 529239	0 000574	0 470187	0 000000	0 000000	0 470761	O K
30										
31	C&WF CAT 4, WATS	0 000000	CT4	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
32										
33	Equal Access MOU	0 000000	EAM	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
34										
35	Current Billing	1 000000	CB	0 892758	0 000491	0 303067	0 000000	0 003684	0 307242	O K
36	EU Presubscription Factor	0 000000	EPRE	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
37	EU MTS & WATS Factor	1 000000	EMTS	0 892758	0 000491	0 303067	0 000000	0 003684	0 307242	O K
38	EU Access, RA, and All Other Factor	1 000000	EPLO	0 892758	0 000491	0 303067	0 000000	0 003684	0 307242	O K
39	IX Special Access Factor	0 000000	ISPA	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
40	IX Switched Access Factor	0 000000	ISWA	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
41	IX Billing & Collection Services Factor	0 000000	ISC	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
42	Cost Revenue Percent	0 000000	CR	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
43	Relative Toll/Local Msgs	1 000000	TRM	0 955497	0 001507	0 643996	0 000000	0 000000	0 944503	O K
44	Relative User Percent	1 000000	RUP	0 889267	0 000332	0 332801	0 000000	0 000000	0 333333	O K
45	CAIS Percent	1 000000	CAS	0 500000	0 000000	0 499201	0 000000	0 000000	0 500000	O K
46	Foreign Circulation Percent	0 000000	FD	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K

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***** FCC PART 36 ***** Internal Allocation Factors	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
				Message Telephone Service		Private Line			
				InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 Support Assets	1 000000	D31	0 749207	0 000327	0 209942	0 000000	0 040524	0 250793	O K
14 Land and Support Assets	1 000000	D33	0 749207	0 000327	0 209942	0 000000	0 040524	0 250793	O K
15									
16 COE Operator	0 000000	D43	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
17 COE Tandem Switching	0 000000	D49	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
18 COE Local Switching	1 000000	D66	0 921571	0 000125	0 078304	0 000000	0 000000	0 078429	O K
19 COE Total Switching	1 000000	D68	0 921571	0 000125	0 078304	0 000000	0 000000	0 078429	O K
20 COE Transmission	1 000000	D85	0 580565	0 000499	0 317120	0 000000	0 101816	0 419435	O K
21 Total COE	1 000000	C19	0 791403	0 000268	0 169464	0 000000	0 038865	0 208597	O K
22									
23 Info Org /Term CAT 1	0 000000	D90	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
24 Info Org /Term CAT 2	0 000000	D92	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
25 Total IOT	0 000000	D94	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
26									
27 C&WF CAT 1	1 000000	D118	0 748833	0 000377	0 235621	0 000000	0 015169	0 251167	O K
28 C&WF CAT 2	0 000000	D120	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
29 C&WF CAT 3	1 000000	D129	0 609390	0 000209	0 130584	0 000000	0 258817	0 390610	O K
30 C&WF CAT 4	1 000000	D135	0 529239	0 000574	0 470187	0 000000	0 000000	0 470761	O K
31 Total C&WF	1 000000	D137	0 717607	0 000371	0 240178	0 000000	0 041763	0 282313	O K
32									
33 Total Equipment	1 000000	C23	0 749207	0 000327	0 209942	0 000000	0 040524	0 250793	O K
34									
35 TPIS	1 000000	C32	0 749207	0 000327	0 209942	0 000000	0 040524	0 250793	O K
36 TPIS, excl Acct No 2690	1 000000	D189	0 749207	0 000327	0 209942	0 000000	0 040524	0 250793	O K
37									
38 Prt Held, Fut Use	0 000000	D215	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
39									
40 Total Tangible Assets	0 000000	C25	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
41 Total Intangible Assets	0 000000	C29	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
42									
43 Long-term PUC	1 000000	C38	0 749207	0 000327	0 209942	0 000000	0 040524	0 250793	O K
44 Net Telephone Plant	1 000000	C61	0 760161	0 000315	0 202133	0 000000	0 037391	0 239839	O K
45 Total Net Investment	1 000000	C68	0 757769	0 000318	0 204507	0 000000	0 037405	0 242231	O K
46 Capital Leases	0 000000	D173	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O K
47									
48 For Bus Op, Cust Serv	1 000000	1141	0 502500	0 000568	0 414452	0 000000	0 002052	0 417200	O K
49									
50 Total "BIG THREE" Expenses	1 000000	1170	0 723578	0 000388	0 245250	0 000000	0 030788	0 276424	O K
51									
52 Corporate Operations Expenses	1 000000	1185	0 721263	0 000313	0 283512	0 000000	0 024886	0 275711	O K

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***** FCC PART 36 ***** Operating Expenses and Taxes (A)	TOTAL COMPANY (B)	Source/ Allocator (C)	Interstate and Other (D)	Intrastate				TOTAL INTRASTATE (I)	
				Message Telephone Service		Private Line			
				InterLATA (E)	IntraLATA (F)	InterLATA (G)	IntraLATA (H)		
13 PLANT SPEC OPER EXPENSE									
14									
15 Network Support, Alloc	\$0	H14	\$0	\$0	\$0	\$0	\$0	\$0	OK
16 Network Support, Direct	0	V149	0	0	0	0	0	0	OK
17									
18 Total Network Support Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
19									
20 General Support, Alloc	\$27,279	H14	\$20,438	\$9	\$5,727	\$0	\$1,105	\$6,841	OK
21 General Support, Direct	0	V151	0	0	0	0	0	0	OK
22									
23 Total General Support Exp	\$27,279		\$20,438	\$9	\$5,727	\$0	\$1,105	\$6,841	OK
24									
25 Central Office Eq. Alloc	\$131,332	H21	\$103,937	\$35	\$22,256	\$0	\$5,104	\$27,395	OK
26 Central Office Eq. Direct	0	V153	0	0	0	0	0	0	OK
27									
28 Total COE Exp	\$131,332		\$103,937	\$35	\$22,256	\$0	\$5,104	\$27,395	OK
29									
30 Cust. Premises Equip	\$0	H24	\$0	\$0	\$0	\$0	\$0	\$0	OK
31 Coinless Pay Phone	0	G18	0	0	0	0	0	0	OK
32 Other IOT	0	H23	0	0	0	0	0	0	OK
33 IOT Direct	0	V157	0	0	0	0	0	0	OK
34									
35 Total IOT Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
36									
37 Cable & Wire, Alloc	\$102,115	H31	\$73,287	\$38	\$24,526	\$0	\$4,265	\$28,828	OK
38 Cable & Wire, Direct	0	V159	0	0	0	0	0	0	OK
39									
40 Total C&WF Exp	\$102,115		\$73,287	\$38	\$24,526	\$0	\$4,265	\$28,828	OK
41									
42 TOTAL PLT SPEC OPER EXP	\$260,726		\$197,661	\$82	\$52,509	\$0	\$10,474	\$63,065	OK
43									
44 TOTAL PLT SPEC, ex SUPPORT	\$233,447		\$177,223	\$73	\$46,782	\$0	\$9,369	\$56,224	OK

OPERATING EXPENSES

	TOTAL COMPANY		Source Allocation	Expense Categories				TOTAL REGULATORY	
	(A)	(B)		REGULATORY	NON-REGULATORY	REGULATORY	NON-REGULATORY		
58 NON-SPECIFIC OPER EXP									
59									
60 Oth PE and Equip. Alloc	\$0	H36	\$0						
61 Oth PE and Equip. Direct	0	V177	0	\$0	\$0	\$0	\$0	\$0	OK
62				0	0	0	0	0	OK
63 Total Oth PE & Equip	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
64									
65 Network Operations, Alloc	\$34,462	H33	\$25,819	\$11	\$7,235	\$0	\$0	\$0	OK
66 Network Operations, Direct	0	V179	0	0	0	\$0	\$1,397	\$8,643	OK
67									
68 Total Network Oper Exp	\$34,462		\$25,819	\$11	\$7,235	\$0	\$1,397	\$8,643	OK
69									
70 Total Access Expenses	\$0	V180	\$0	\$0	\$0	\$0	\$1,397	\$8,643	OK
71									
72 Depr., Support Assets	\$47,538	H13	\$35,616	\$16	\$9,980	\$0	\$0	\$0	OK
73 Depr., COE Switching	96,445	H19	88,881	12	7,552	\$0	\$1,928	\$11,922	OK
74 Depr., COE Operator	0	H16	0	0	0	0	0	7,564	OK
75 Depr., COE Transmission	51,976	H20	30,175	26	16,483	0	0	0	OK
76 Depr., IOT Equipment	0	H25	0	0	0	0	5,292	21,801	OK
77 Depr., C&W Facilities	121,396	H31	87,124	45	29,157	0	0	0	OK
78 Depr., PHFU	0	H36	0	0	0	0	5,070	34,272	OK
79									
80 Total Depreciation Expense	\$317,355		\$241,796	\$99	\$63,172	\$0	\$12,288	\$75,559	OK
81									
82 Amort., Tangible Assets	\$0	H40	\$0	\$0	\$0	\$0	\$0	\$0	OK
83 Amort., Intangible Assets	0	H41	0	0	0	0	0	0	OK
84 Other Amortization	0	V189	0	0	0	0	0	0	OK
85 Direct Assigned Amort.	0	V190	0	0	0	0	0	0	OK
86									
87 Total Amortization Exp.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
88									
89 Total Depr and Amort.	\$317,355		\$241,796	\$99	\$63,172	\$0	\$12,288	\$75,559	OK
90									
91 TOTAL NON-SPEC. OPER. EXP	\$351,817		\$267,616	\$110	\$70,407	\$0	\$13,685	\$84,201	OK

STATEMENT

INCOME

FEDERAL REPORT PART 26 Operating Expenses and Taxes	TOTAL DOLLARS	Source Abbreviation	Interest and Other	Package Telephone Service		Private Line		TOTAL NET PAYABLE	
				Initial ATA	Final ATA	Initial ATA	Final ATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)
106 CUSTOMER OPERATIONS EXPENSE									
107 Marketing, Allocable	\$16,165	G35	\$11,108	\$8	\$4,899	\$0	\$40	\$4,967	O.K.
108 Marketing, Direct	0	V192	0	0	0	0	0	0	O.K.
110 Total Marketing Expense	\$16,165		\$11,108	\$8	\$4,899	\$0	\$60	\$4,967	O.K.
112 Operator Service, Alloc	\$3,315	G24	\$3,315	\$0	\$0	\$0	\$0	\$0	O.K.
113 Operator Service, Direct	0	V194	0	0	0	0	0	0	O.K.
115 Total Operator Service	\$3,315		\$3,315	\$0	\$0	\$0	\$0	\$0	O.K.
117 Classified Directory	\$0	V195	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
118 Alphabetical Directory	320	G19	247	0	73	0	0	73	O.K.
119 Foreign Directory	0	G46	0	0	0	0	0	0	O.K.
121 Total Directory	\$320		\$247	\$0	\$73	\$0	\$0	\$73	O.K.
123 Bus Ofc , EU Presubscription	\$0	G36	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
124 Bus Ofc , EU MTS & WATS	30,298	G37	20,989	15	9,182	0	112	9,309	O.K.
125 Bus Ofc , EU Access, P/L & all Other	8,396	G38	5,816	4	2,545	0	31	2,580	O.K.
126 Bus Ofc , IXC Special Access	0	G39	0	0	0	0	0	0	O.K.
127 Bus Ofc , IXC Switched Access	0	G40	0	0	0	0	0	0	O.K.
128 Bus Ofc , IXC B & C Services	0	G41	0	0	0	0	0	0	O.K.
129 Coin Collect & Admin.	0	G42	0	0	0	0	0	0	O.K.
131 Total Business Office	\$38,694		\$26,806	\$19	\$11,727	\$0	\$143	\$11,888	O.K.
133 Cust Svc , Direct	\$0	V205	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
134 Cust Serv , Msg Process	6,143	G43	341	9	5,793	0	0	5,802	O.K.
135 Cust Serv , Other B&C	5,651	G44	3,767	3	1,881	0	0	1,884	O.K.
136 Cust Serv , CABS	17,988	G45	8,994	14	8,980	0	0	8,994	O.K.
137 Cust Serv , EU Common Line	0	V209	0	0	0	0	0	0	O.K.
139 Total Customer Service	\$29,782		\$13,102	\$27	\$16,653	\$0	\$0	\$16,680	O.K.
141 Total Bus Ofc , Cust Serv	\$68,476		\$39,908	\$46	\$28,380	\$0	\$143	\$28,568	O.K.

REGULATORY

REGULATORY

***** FCC PART 36 ***** Operating Expenses and Taxes		TOTAL COMPANY	Source/ Allocator	Intrastate and Other	Exchange Telephone Service		Private Line		TOTAL INTRASTATE	
(A)	(B)	(C)	(D)	InterLATA	IntraLATA	InterLATA	IntraLATA	(E)	(F)	
156	Other Cust. Serv., Alloc	\$0	H48	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
157	Other Cust. Serv., Direct	60	V211	60	0	0	0	0	0	O.K.
158										
159	Total Other Cust. Serv	\$60		\$60	\$0	\$0	\$0	\$0	\$0	O.K.
160										
161	TOTAL CUSTOMER OPER EXP	\$88,336		\$54,728	\$54	\$33,352	\$0	\$202	\$33,608	O.K.
162										
163										
164	"BIG-THREE" EXPENSES									
165										
166	Total PII Spec. ex Support	\$233,447	44	\$177,223	\$73	\$46,782	\$0	\$9,369	\$56,224	O.K.
167	Total Network Oper Exp	34,462	68	25,819	11	7,235	0	1,397	8,643	O.K.
168	Total Customer Operations	88,336	161	54,728	54	33,352	0	202	33,608	O.K.
169										
170	TOTAL "BIG THREE" EXPENSES	\$356,245		\$257,770	\$138	\$87,369	\$0	\$10,967	\$98,475	O.K.
171										
172										
173	CORPORATE OPERATIONS EXPENSE									
174										
175	Exec. and Planning, Alloc.	\$130,213	H50	\$94,219	\$50	\$31,935	\$0	\$4,009	\$35,994	O.K.
176	Exec. and Planning, Direct	0	V213	0	0	0	0	0	0	O.K.
177										
178	Total Exec. and Planning	\$130,213		\$94,219	\$50	\$31,935	\$0	\$4,009	\$35,994	O.K.
179										
180	Admin. & General, Allocable	\$152,566	H50	\$110,393	\$59	\$37,417	\$0	\$4,697	\$42,173	O.K.
181	Admin. & General, Direct	67,045	V231	47,712	0	19,333	0	0	19,333	O.K.
182										
183	Total Admin. and Gen	\$219,611		\$158,105	\$59	\$56,750	\$0	\$4,697	\$61,506	O.K.
184										
185	TOTAL CORPORATE OPERATIONS	\$349,824		\$252,324	\$110	\$88,684	\$0	\$8,706	\$97,500	O.K.
186										
187										
188	NON-INCOME TAXES									
189										
190	Non-income Taxes, Allocable	\$0	H36	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
191	Non-income Taxes, Direct	96	V233	96	0	0	0	0	0	O.K.
192										
193	Total Non-income Taxes	\$96		\$96	\$0	\$0	\$0	\$0	\$0	O.K.
194										
195										
196	TOTAL OPER EXP AND TAXES	\$1,050,799		\$772,425	\$355	\$244,952	\$0	\$33,067	\$278,374	O.K.

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***** FCC PART 69 ***** IntraLATA Revenue Requirement Summary		Part 36 IntraLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	Net Investment	\$404,187	K52	\$188,557	\$43,601	\$0	\$100,027	\$0	\$72,002	O.K.
14	Rate of Return	10.00%	B19	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	O.K.
15										
16	Return on Rate Base	\$40,419		\$18,856	\$4,360	\$0	\$10,003	\$0	\$7,200	O.K.
17										
18	AFUDC	1,265	N37	600	116	0	321	0	228	O.K.
19	ITC Amortization	0	N37	0	0	0	0	0	0	O.K.
20	Other Return Adjustments	0	Direct	0	0	0	0	0	0	O.K.
21										
22	Net Return	\$41,684		\$19,456	\$4,476	\$0	\$10,324	\$0	\$7,428	O.K.
23										
24	Interest Expense	13,025	N67	6,076	1,405	0	3,223	0	2,320	O.K.
25	Capitalized Payroll Taxes	0	N37	0	0	0	0	0	0	O.K.
26	Depreciation Adjustment	0	N37	0	0	0	0	0	0	O.K.
27	Other Income Adjustments	0	Direct	0	0	0	0	0	0	O.K.
28										
29	After Tax Income	\$28,658		\$13,379	\$3,071	\$0	\$7,100	\$0	\$5,107	O.K.
30										
31	State Income Taxes	\$0	29	0	0	0	0	0	0	O.K.
32	Federal Income Taxes	11,603	29	5,417	1,244	0	2,875	0	2,068	O.K.
33	Operating Expenses and Taxes	278,019	O195	98,324	28,772	141	67,168	32,680	50,935	O.K.
34	Uncollectibles	0	Direct	0	0	0	0	0	0	O.K.
35	Other Revenue Adjustments	0	Direct	0	0	0	0	0	0	O.K.
36										
37	Basis for Gross Receipts Tax	330,041	16+31+32+33	122,597	34,376	141	80,045	32,680	60,203	O.K.
38										
39										
40	Gross Receipts Tax	10,246	37	3,806	1,067	4	2,485	1,015	1,869	O.K.
41										
42										
43	TOTAL REVENUE REQUIREMENT	\$341,552		\$127,003	\$35,559	\$145	\$82,951	\$33,695	\$62,300	O.K.
44										

FINANCIAL

***** FCC PART 69 ***** IntraLATA Investment Summary		Part 36 IntraLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13 Land and Support Assets	\$150,161	L25	\$23,408	\$22,158	\$0	\$61,219	\$0	\$43,376	O.K.	
14										
15 Central Office Equipment	\$320,539	L70	\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798	O.K.	
16 Info Term /Orig Equipment	0	L78	0	0	0	0	0	0	O.K.	
17 Cable and Wire Facilities	580,717	L117	396,452	0	0	98,246	0	86,020	O.K.	
18										
19 Total COE, IOT, C&WF	\$901,256		\$475,142	\$74,491	\$0	\$205,805	\$0	\$145,818	O.K.	
20										
21 Total Tangible Assets	\$0	L141	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
22										
23 Total Tele Plt ex Intang	\$1,051,417		\$498,550	\$96,649	\$0	\$267,024	\$0	\$189,194	O.K.	
24 Total Intangible Assets	0	L144	0	0	0	0	0	0	O.K.	
25										
26 Total Plant In Service	\$1,051,417		\$498,550	\$96,649	\$0	\$267,024	\$0	\$189,194	O.K.	
27 Total Plt Held Future Use	0	L147	0	0	0	0	0	0	O.K.	
28 Total ST PUC	0	L163	0	0	0	0	0	0	O.K.	
29 Total LT PUC	15,257	L164	7,234	1,402	0	3,875	0	2,745	O.K.	
30 Total Tel. Plt. Adjust	0	L169	0	0	0	0	0	0	O.K.	
31										
32 TOTAL TELEPHONE PLANT	\$1,066,673		\$505,784	\$98,051	\$0	\$270,899	\$0	\$191,939	O.K.	
33										
34 less										
35 Accum. Depr., Plt. in Serv	675,970	M23	323,620	55,689	0	174,297	0	122,363	O.K.	
36 Accum Depr PHFU	0	M27	0	0	0	0	0	0	O.K.	
37 Accum Amort Tangible Plt	0	M28	0	0	0	0	0	0	O.K.	
38 Accum Amort Intangibles	0	M29	0	0	0	0	0	0	O.K.	
39 Accum Amort Other	0	M30	0	0	0	0	0	0	O.K.	
40 Accum Def Inc Taxes, Net	14,552	M47	6,900	1,338	0	3,696	0	2,619	O.K.	
41										
42 plus										
43 Other Assets	0	Direct	0	0	0	0	0	0	O.K.	
44										
45 NET TELEPHONE PLANT	\$376,152		\$175,264	\$41,024	\$0	\$92,907	\$0	\$66,957	O.K.	
46 plus										
47 Class B RTB Stock	0	L171	0	0	0	0	0	0	O.K.	
48 Materials and Supplies	19,175	L173	9,092	1,763	0	4,870	0	3,450	O.K.	
49 Cash Working Capital	8,660	L175	4,201	814	0	2,250	0	1,594	O.K.	
50 Equal Access Investment	0	L177	0	0	0	0	0	0	O.K.	
51										
52 NET INVESTMENT	\$404,187		\$188,557	\$43,601	\$0	\$100,027	\$0	\$72,002	O.K.	
53										

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***** FCC PART 69 *****									
IntraLATA Investment									
Detail									
(A)	Part 36 IntraLATA Total (B)	Source or Apportion (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)	
13	LAND AND SUPPORT ASSETS								
14									
15	Land Assets, Message		296	280	0	773	0		
16	Land Assets, Private Line	N28	57	54	0	149	0	548	O.K.
17		N28						106	O.K.
18	Total Land Assets		\$353	\$334	\$0	\$922	\$0	\$653	O.K.
19									
20	Support Assets, Message		\$19,325	\$18,293	\$0	\$50,541	\$0	\$35,810	O.K.
21	Support Assets, Private Line	N28	3,730	3,531	0	9,756	0	6,912	O.K.
22									
23	Total Support Assets		\$23,055	\$21,824	\$0	\$60,297	\$0	\$42,722	O.K.
24									
25	Total Land and Supp. Assets		\$23,408	\$22,158	\$0	\$61,219	\$0	\$43,376	O.K.
26									
27	CENTRAL OFFICE EQUIPMENT								
28									
29	Operator Sys., DA	(F)	0	0	0	0	0	0	
30	Operator Sys., Other	(I)	0	0	0	0	0	0	O.K.
31								0	O.K.
32	Total Operator Systems		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
33									
34	Tandem Switching	(G)	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
35	Tandem Assigned	Direct	0	0	0	0	0	0	O.K.
36								0	O.K.
37	Total Tandem Switching		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
38									
39	Local Switching	(E)	\$0	\$74,491	\$0	\$0	\$0	\$0	O.K.
40	Local Assigned	Direct	0	0	0	0	0	0	O.K.
41								0	O.K.
42	Total Local Switching		\$0	\$74,491	\$0	\$0	\$0	\$0	O.K.
43									
44	Total Switching		\$0	\$74,491	\$0	\$0	\$0	\$0	O.K.

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***** FCC PART 66 *****										
IntraLATA Investment Detail		Part 36 IntraLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
58	COE Exch Trunk	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	OK
59	COE Exch Line - Message	78,691	(D)	78,691	0	0	0	0	0	OK
60	COE Exch Line - PL etc	5,066	(I)	0	0	0	0	0	5,066	OK
61	COE Exch Line - Assigned	0	Direct	0	0	0	0	0	0	OK
62	COE Interexchange, Message	95,261	(G)	0	0	0	95,261	0	0	OK
63	COE Interexchange, PL	54,732	(I)	0	0	0	0	0	54,732	OK
64	COE Interexchange, Assigned	0	(G)	0	0	0	0	0	0	OK
65	COE H/R Message	12,298	(G)	0	0	0	12,298	0	0	OK
66	COE H/R Assigned	0	Direct	0	0	0	0	0	0	OK
67										
68	Total COE Transmission	\$246,048		\$78,691	\$0	\$0	\$107,559	\$0	\$59,798	OK
69										
70	Total Central Office Equip	\$320,539		\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798	OK
71										
72	IOT EQUIPMENT.									
73										
74	Public Telephone	\$0	N43	\$0	\$0	\$0	\$0	\$0	\$0	OK
75	Coinless Pay Phone	0	(D)	0	0	0	0	0	0	OK
76	Customer Premises Equipment	0	N60	0	0	0	0	0	0	OK
77										
78	Total IOT Equipment	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
79										
80	CABLE AND WIRE FACILITIES									
81										
82	Exchange PL and WATS	\$25,523	(I)	\$0	\$0	\$0	\$0	\$0	\$25,523	OK
83	Exchange Message	396,452	(D)	396,452	0	0	0	0	0	OK
84	Exchange Assigned	0	Direct	0	0	0	0	0	0	OK
85										
86	Total Exchange Line C&WF	\$421,975		\$396,452	\$0	\$0	\$0	\$0	\$25,523	OK
87										
88	Exchange Trunk, Message	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	OK
89	Exchange Trunk, PL	0	Direct	0	0	0	0	0	0	OK
90										
91	Total Exchange Trunk C&WF	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
92										
93	Interexchange Message	\$30,406	(G)	\$0	\$0	\$0	\$30,406	\$0	\$0	OK
94	Interexchange PL, WATS	60,497	(I)	0	0	0	0	0	60,497	OK
95	Interexchange Assigned	0	(G)	0	0	0	0	0	0	OK
96										
97	Total Interexchange C&WF	\$90,902		\$0	\$0	\$0	\$30,406	\$0	\$60,497	OK

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***** FCC PART 69 ***** IntraLATA Investment Detail		Part 36 IntraLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
111	H/R C&WF, Message	\$67,840	(G)	\$0	\$0	\$0	\$67,840	\$0	\$0	O.K.
112	H/R C&WF, WATS	0	(I)	0	0	0	0	0	0	O.K.
113	H/R C&WF, Assigned	0	Direct	0	0	0	0	0	0	O.K.
114										
115	Total Host/Remote C&WF	\$67,840		\$0	\$0	\$0	\$67,840	\$0	\$0	O.K.
116										
117	Total Cable and Wire Facil	\$580,717		\$396,452	\$0	\$0	\$98,246	\$0	\$86,020	O.K.
118										
119	TANGIBLE ASSETS									
120										
121	Land and Support Leases	\$0	N28	0	0	0	0	0	0	O.K.
122										
123	COE Operator Leases	\$0	32	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
124	COE Tandem Switching Leases	0	34	0	0	0	0	0	0	O.K.
125	COE Local Switching Leases	0	39	0	0	0	0	0	0	O.K.
126	COE Transmission Leases	0	68	0	0	0	0	0	0	O.K.
127										
128	Total COE Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
129										
130	IOT Equipment Leases	\$0	78	0	0	0	0	0	0	O.K.
131										
132	C&WF Leases	\$0	117	0	0	0	0	0	0	O.K.
133										
134	Total Capital Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
135										
136	Leasehold Impr. Assoc	\$0	N37	0	0	0	0	0	0	O.K.
137	Leasehold Impr. Direct	0	Direct	0	0	0	0	0	0	O.K.
138										
139	Total Leasehold Improvements	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
140										
141	Total Tangible Assets	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
142										
143										
144	TOTAL INTANGIBLE ASSETS	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
145										
146										
147	PROPERTY HELD FOR FUTURE USE	\$0	N46	0	0	0	0	0	0	O.K.

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***** FCC PART 69 ***** IntraLATA Investment Detail		Part 36 IntraLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)		(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
161	PLANT UNDER CONSTRUCTION									
162										
163	Short-term	\$0	N46	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
164	Long-term	15,257	N46	7,234	1,402	0	3,875	0	2,745	O.K.
165										
166	Total Pt Under Const	\$15,257		\$7,234	\$1,402	\$0	\$3,875	\$0	\$2,745	O.K.
167										
168										
169	TELEPHONE PLANT ADJUSTMENT	\$0	N46	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
170										
171	CLASS B RTB STOCK	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
172										
173	MATERIALS AND SUPPLIES	\$19,175	N37	\$9,092	\$1,763	\$0	\$4,870	\$0	\$3,450	O.K.
174										
175	CASH WORKING CAPITAL	\$8,860	N37	\$4,201	\$814	\$0	\$2,250	\$0	\$1,594	O.K.
176										
177	EQUAL ACCESS INVESTMENT	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.

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***** FCC PART 69 *****											
IntraLATA Reserves and Deferrals											
(A)	Part 36 IntraLATA Total (B)	Source or Apportion (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)			
13	ACCUM DEPRECIATION, TPIS										
14											
15	Support Assets		\$85,432	N28	\$13,317	\$12,607	\$0	\$34,830	\$0	\$24,678	OK
16	COE Switching		43,083	L44	0	43,083	0	0	0	0	OK
17	COE Operator		0	L32	0	0	0	0	0	0	OK
18	COE Transmission		174,829	L68	55,913	0	0	70,426	0	42,489	OK
19	IOT Equipment		0	L78	0	0	0	0	0	0	OK
20	Cable and Wire Facilities		372,626	L117	254,389	0	0	0	0	0	OK
21	Other Plant		0	N37	0	0	0	63,041	0	55,196	OK
22			0		0	0	0	0	0	0	OK
23	Total Accum. Depr., TPIS		\$675,970		\$323,620	\$55,689	\$0	\$174,297	\$0	\$122,363	OK
24											
25	ACCUM AMORTIZATION										
26											
27	Accum Depreciation, PHFU		\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0	OK
28	Accum Amort., Tangible Inv		0	N37	\$0	\$0	\$0	\$0	\$0	\$0	OK
29	Accum Amort., Intang Inv		0	N37	\$0	\$0	\$0	\$0	\$0	\$0	OK
30	Accum Amort., Other		0	N37	\$0	\$0	\$0	\$0	\$0	\$0	OK
31			0		\$0	\$0	\$0	\$0	\$0	\$0	OK
32	Tot Accum Amortization		\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
33											
34	Total Accum. Depr./Amort		\$675,970		\$323,620	\$55,689	\$0	\$174,297	\$0	\$122,363	OK
35											
36											
37	ACCUM DEF INC TAXES NET										
38											
39	Support Assets		\$0	N28	\$0	\$0	\$0	\$0	\$0	\$0	OK
40	COE Switching		0	L44	0	0	0	0	0	0	OK
41	COE Operator		0	L32	0	0	0	0	0	0	OK
42	COE Transmission		0	L68	0	0	0	0	0	0	OK
43	IOT Equipment		0	L78	0	0	0	0	0	0	OK
44	Cable and Wire Fac		0	L117	0	0	0	0	0	0	OK
45	Unclassified		14,552	N37	6,999	1,338	0	3,696	0	2,619	OK
46			0		0	0	0	0	0	0	OK
47	Total Accum. Def Inc Taxes		\$14,552		\$6,999	\$1,338	\$0	\$3,696	\$0	\$2,619	OK

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***** FCC PART 69 ***** Apportionment Factors		Part 36 IntraLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	Central Office Equipment	\$320,539	L70	\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798	O.K.
14	Info. Org./Term. Eqpt	0	L78	0	0	0	0	0	0	O.K.
15	C&W Facilities	580,717	L117	396,452	0	0	98,246	0	86,020	O.K.
16										
17	Total	\$901,256		\$475,142	\$74,491	\$0	\$205,805	\$0	\$145,818	O.K.
18	Factor	1.000000		0.527200	0.082652	0.000000	0.228353	0.000000	0.161794	O.K.
19										
20	Sum Sw., Trans., Other	\$426,114	17	\$0	\$74,491	\$0	\$205,805	\$0	\$145,818	O.K.
21	Factor	1.000000		0.000000	0.174814	0.000000	0.482981	0.000000	0.342205	O.K.
22										
23	Central Office Equipment	\$320,539	L70	\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798	O.K.
24	Info. Org./Term. Eqpt	0	L78	0	0	0	0	0	0	O.K.
25	C&WF, Excl. Exch. Message	184,266	L117-83	0	0	0	98,246	0	86,020	O.K.
26										
27	Total	\$504,804		\$78,691	\$74,491	\$0	\$205,805	\$0	\$145,818	O.K.
28	Factor	1.000000		0.155883	0.147563	0.000000	0.407692	0.000000	0.288861	O.K.
29										
30	General Support Facilities	\$150,161	L25	\$23,408	\$22,158	\$0	\$61,219	\$0	\$43,376	O.K.
31	Central Office Equipment	320,539	13	78,691	74,491	0	107,559	0	59,798	O.K.
32	Info. Org./Term. Eqpt	0	14	0	0	0	0	0	0	O.K.
33	C&W Facilities	580,717	15	396,452	0	0	98,246	0	86,020	O.K.
34	Equal Access Investment	0	L177	0	0	0	0	0	0	O.K.
35										
36	Total	\$1,051,417		\$498,550	\$98,649	\$0	\$267,024	\$0	\$189,194	O.K.
37	Factor	1.000000		0.474170	0.091922	0.000000	0.253966	0.000000	0.179942	O.K.
38										
39	Sum Com. Ln. Sw. Trans.	\$862,223	36	\$498,550	\$98,649	\$0	\$267,024	\$0	\$0	O.K.
40	Factor	1.000000		0.578216	0.112993	0.000000	0.309693	0.000000	0.000000	O.K.
41										
42	COE Car 2 Factor	1.000000	Direct	0.000000	0.000000	0.000000	1.000000	0.000000	0.000000	O.K.
43	LOT Car 1 Factor	1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
44										
45	Total TRS	\$1,051,417	424	\$498,550	\$98,649	\$0	\$267,024	\$0	\$189,194	O.K.
46	Factor	1.000000		0.474170	0.091922	0.000000	0.253966	0.000000	0.179942	O.K.

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***** FCC PART 69 ***** Apportionment Factors		Part 36 IntraLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
60 Interstate Equip Factor	0.000000	Direct	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
61 Wtd Std Work Seconds	1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
62										
63 "BIG THREE" Expenses	\$105,169	O171	\$34,339	\$10,105	\$73	\$24,405	\$16,967	\$19,280		O.K.
64 Factor	1.000000		0.326514	0.096085	0.000694	0.232051	0.161335	0.183325		
65										(0)
66 Net Investment	\$404,187	J13	\$188,557	\$43,601	\$0	\$100,027	\$0	\$72,002		O.K.
67 Factor	1.000000		0.466510	0.107874	0.000000	0.247476	0.000000	0.178140		O.K.

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***** FCC PART 69 ***** Operating Expenses and Taxes	Part 36 IntraLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 PLANT SPEC OPER. EXPENSE									
14									
15 Network Support, Alloc	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
16 Network Support, Direct	0	Direct	0	0	0	0	0	0	O.K.
17									
18 Total Network Support Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
19									
20 General Support, Alloc	\$6,832	N30	\$1,065	\$1,008	\$0	\$2,766	\$0	\$1,974	O.K.
21 General Support, Direct	0	Direct	0	0	0	0	0	0	O.K.
22									
23 Total General Support Exp	\$6,832		\$1,065	\$1,008	\$0	\$2,766	\$0	\$1,974	O.K.
24									
25 Central Office Eq., Alloc	\$27,360	N31	\$6,717	\$6,358	\$0	\$9,181	\$0	\$5,104	O.K.
26 Central Office Eq., Direct	0	Direct	0	0	0	0	0	0	O.K.
27									
28 Total COE Exp	\$27,360		\$6,717	\$6,358	\$0	\$9,181	\$0	\$5,104	O.K.
29									
30 Cust Premises Equip	\$0	L76	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
31 Other IOT	0	N43	0	0	0	0	0	0	O.K.
32 IOT Direct	0	Direct	0	0	0	0	0	0	O.K.
33									
34 Total IOT Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
35									
36 Cable & Wire, Alloc	\$28,790	N33	\$19,855	\$0	\$0	\$4,871	\$0	\$4,265	O.K.
37 Cable & Wire, Direct	0	Direct	0	0	0	0	0	0	O.K.
38									
39 Total C&WF Exp	\$28,790		\$19,855	\$0	\$0	\$4,871	\$0	\$4,265	O.K.
40									
41 TOTAL ALT SPEC OPER EXP	\$62,693		\$27,437	\$7,367	\$0	\$18,837	\$0	\$11,342	O.K.
42									
43 TOTAL ALT SPEC eq SUPPORT	\$50,151		\$20,322	\$6,358	\$0	\$14,952	\$0	\$9,169	O.K.

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***** FCC PART 69 *****									
Operating Expenses and Taxes									
(A)	Part 36 IntraLATA Total (B)	Apportion (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)	
57	NON-SPECIFIC OPER EXP								
58									
59	Oth Plt and Equip, Alloc								
60	\$0	N18	\$0	\$0	\$0	\$0	\$0	\$0	OK
61	0	Direct	0	0	0	0	0	0	OK
62	Total Oth Plt & Equip								
63	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
64	Network Operations, Alloc								
65	\$8,632	N18	\$4,551	\$713	\$0	\$1,971	\$0	\$1,397	OK
66	0	Direct	0	0	0	0	0	0	OK
67	Total Network Oper Exp								
68	\$8,632		\$4,551	\$713	\$0	\$1,971	\$0	\$1,397	OK
69	Total Access Expenses								
70	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	OK
71	Depr Support Assets								
72	\$11,907	L23	\$1,656	\$1,797	\$0	\$4,854	\$0	\$3,439	OK
73	7,462	L44	0	7,462	0	0	0	0	OK
74	0	L32	0	0	0	0	0	0	OK
75	21,776	L63	6,984	0	0	9,519	0	5,292	OK
76	0	L76	0	0	0	0	0	0	OK
77	24,247	L117	23,266	0	0	0	0	0	OK
78	0	L547	0	0	0	9,790	0	5,070	OK
79	Total Depreciation Expense								
80	\$26,454		\$23,266	\$9,309	\$0	\$20,163	\$0	\$13,801	OK
81	Asset Impairment Assets								
82	\$0	L 648	\$0	\$0	\$0	\$0	\$0	\$0	OK
83	0	L 644	0	0	0	0	0	0	OK
84	0	Other Impairment	0	0	0	0	0	0	OK
85	0	Direct Impairment	0	0	0	0	0	0	OK
86	Equip Amortization Exp								
87	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
88	Total Depr and Amort								
89	\$26,454		\$23,266	\$9,309	\$0	\$20,163	\$0	\$13,801	OK
90	TOTAL NON-SPEC OPER EXP								
91	\$26,454		\$23,266	\$9,309	\$0	\$20,163	\$0	\$13,801	OK

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***** FCC PART 69 *****										
Operating Expenses and Taxes										
(A)	Part 36 IntraLATA Total (B)	Apportion (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)		
104	CUSTOMER OPERATIONS EXPENSE									
105										
106	Marketing, Allocable	\$4,959	N37	\$2,351	\$456	\$0	\$1,259	\$0	\$892	O K
107	Marketing, Direct	0	Direct	0	0	0	0	0	0	O K
108										
109	Total Marketing Expense	\$4,959		\$2,351	\$456	\$0	\$1,259	\$0	\$892	O K
110										
111	Operator Service, Alloc	\$0	N61	\$0	\$0	\$0	\$0	\$0	\$0	O K
112	Operator Service, Direct	0	Direct	0	0	0	0	0	0	O K
113										
114	Total Operator Service	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O K
115										
116	Classified Directory	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O K
117	Alphabetical Directory	73	(F)	0	0	73	0	0	0	O K
118	Foreign Directory	0	Direct	0	0	0	0	0	0	O K
119										
120	Total Directory	\$73		\$0	\$0	\$73	\$0	\$0	\$0	O K
121										
122	Bus. Dir. BU Presentation	0	BU	\$0	\$0	\$0	\$0	\$0	\$0	O K
123	Bus. Dir. Reserved	0	BU	0	0	0	0	0	0	O K
124	Bus. Dir. BU Access Pt. & Ad. Lines	2,575	BU	0	0	0	0	0	2,575	O K
125	Bus. Dir. BU Message	0,294	BU	0	0	0	0	0,294	0	O K
126	Bus. Dir. BU Reserved	0	BU	0	0	0	0	0	0	O K
127	Bus. Dir. BU Special Access	0	BU	0	0	0	0	0	0	O K
128	Bus. Dir. BU Switched Access	0	BU	0	0	0	0	0	0	O K
129	Bus. Dir. BU Billing and Collection	0	BU	0	0	0	0	0	0	O K
130	Bus. Dir. Care Customer & Advocate	0	BU	0	0	0	0	0	0	O K
131	Bus. Dir. Reserved	0	BU	0	0	0	0	0	0	O K
132										
133	Total Business Office	\$2,869		\$0	\$0	\$0	\$0,294	\$0	\$2,575	O K
134										
135	Cost Serv. Reg. Process	11,700	BU	0	0	0	0	11,700	0	O K
136	Cost Serv. Other SBC	1,000	BU	0	0	0	0	1,000	0	O K
137	Cost Serv. Other	0,000	BU	0	2,575	0	0,000	0	0,575	O K
138	Cost Serv. BU Common Line	0	BU	0	0	0	0	0	0	O K
139										
140	Total Customer Service	\$12,700		\$0	\$2,575	\$0	\$11,700	\$0	\$1,150	O K
141										
142	Reg. Svc. BU Cost Serv	\$12,700		\$0	\$2,575	\$0	\$11,700	\$0	\$1,150	O K

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***** FCC PART 69 ***** Operating Expenses and Taxes		Part 36 IntraLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
158	Other Cust. Serv., Allocated	\$0	142	\$0	\$0	\$0	\$0	\$0	\$0	OK
159	Other Cust. Serv., Direct	0	Direct	0	0	0	0	0	0	OK
160										
161	Total Other Cust. Serv.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
162										
163	TOTAL CUSTOMER OPER. EXP.	\$13,554		\$2,351	\$2,026	\$73	\$5,596	\$10,967	\$0,541	OK
164										
165	"BIG THREE" EXPENSES									
166										
167	Total Pt. Specific Exp.	\$82,883	41	\$27,437	\$7,367	\$0	\$16,837	\$0	\$11,342	OK
168	Total Pt. Non-specific Exp.	8,932	62 + 67 + 69	4,551	713	0	1,971	0	1,397	OK
169	Total Customer Operations	33,954	163	2,351	2,026	73	5,596	10,967	6,541	OK
170										
171	TOTAL "BIG THREE" EXPENSES	\$125,189		\$34,339	\$10,105	\$73	\$24,405	\$10,967	\$18,280	OK
172										
173	CORPORATE OPERATIONS EXPENSE									
174										
175	Exec. and Planning, Alloc.	\$18,943	Alloc.	\$11,736	\$3,454	\$0	\$8,341	\$0,799	\$0,589	OK
176	Exec. and Planning, Direct	0	Direct	0	0	0	0	0	0	OK
177										
178	Total Exec. and Planning	\$18,943		\$11,736	\$3,454	\$0	\$8,341	\$0,799	\$0,589	OK
179										
180	Admin. & General Allocation	\$11,114	Alloc.	\$6,766	\$4,046	\$29	\$9,773	\$0,794	\$7,721	OK
181	Admin. & General, Direct	0	Direct	0	0	0	0	0	0	OK
182										
183	Total Admin. and Gen.	\$11,114		\$6,766	\$4,046	\$29	\$9,773	\$0,794	\$7,721	OK
184										
185	TOTAL CORPORATE OPERATIONS	\$29,957		\$18,502	\$7,500	\$29	\$18,114	\$1,593	\$17,954	OK
186										
187	OTHER OPERATIONS TAXES									
188										
189	Non-Common Taxes, Allocated	\$0	Alloc.	\$0	\$0	\$0	\$0	\$0	\$0	OK
190	Non-Common Taxes, Direct	0	Direct	0	0	0	0	0	0	OK
191										
192	Total Non-Common Taxes	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
193										
194	TOTAL OTHER EXP. AND TAXES	\$0,000		\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	OK

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***** FCC PART 69 ***** InterLATA Revenue Requirement Summary		Part 38 InterLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	Net Investment	\$531	Q52	\$305	\$73	\$0	\$153	\$0	\$0	O K
14	Rate of Return	10.00%	B19	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	O K
15										
16	Return on Rate Base	\$53		\$31	\$7	\$0	\$15	\$0	\$0	O K
17										
18	AFUDC	\$2	T37	1	0	0	0	0	0	O K
19	IFC Amortization	0	T37	0	0	0	0	0	0	O K
20	Other Return Adjustments	0	Direct	0	0	0	0	0	0	O K
21										
22	Net Return	\$55		\$31	\$7	\$0	\$16	\$0	\$0	O K
23										
24	Interest Expense	\$17	T67	10	2	0	5	0	0	O K
25	Capitalized Payroll Taxes	0	T37	0	0	0	0	0	0	O K
26	Depreciation Adjustment	0	T37	0	0	0	0	0	0	O K
27	Other Income Adjustments	0	Direct	0	0	0	0	0	0	O K
28										
29	After Tax Income	\$36		\$22	\$5	\$0	\$11	\$0	\$0	O K
30										
31	State Income Taxes	\$0	Q5	\$0	\$0	\$0	\$0	\$0	\$0	O K
32	Federal Income Taxes	15	Q5	9	2	0	4	0	0	O K
33	Operating Expenses and Taxes	350	Q100	150	47	0	100	47	7	O K
34	Unrecoverable	0	Direct	0	0	0	0	0	0	O K
35	Other Revenue Adjustments	0	Direct	0	0	0	0	0	0	O K
36										
37	State (or Gross Receipts) Tax	424.16 = 37 * 32 * 33		360	67	0	123	47	7	O K
38										
39										
40	Gross Receipts Tax	12	Q7	0	2	0	4	1	0	O K
41										
42										
43	***** TOTAL REVENUE REQUIREMENT	\$430		\$430	\$40	\$0	\$327	\$48	\$7	O K
44										

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***** FCC PART 69 *****										
InterLATA Investment Summary										
(A)	Part 36 InterLATA Total (B)	Source (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)		
13	Land and Support Assets	\$196	R25	\$46	\$43	\$0	\$108	\$0	\$0	OK
14										
15	Central Office Equipment	\$412	R70	\$126	\$119	\$0	\$167	\$0	\$0	OK
16	Info Term /Orig Equipment	0	R78	0	0	0	0	0	0	OK
17	Cable and Wire Facilities	765	R117	634	0	0	131	0	0	OK
18										
19	Total COE, IOT, C&WF	\$1,177		\$760	\$119	\$0	\$299	\$0	\$0	OK
20										
21	Total Tangible Assets	\$0	R141	\$0	\$0	\$0	\$0	\$0	\$0	OK
22										
23	Total Tele Pk ex incing	\$1,373		\$805	\$102	\$0	\$400	\$0	\$0	OK
24	Total Intangible Assets	0	R144	0	0	0	0	0	0	OK
25										
26	Total Plant in Service	\$1,373		\$805	\$102	\$0	\$400	\$0	\$0	OK
27	Total Pk used Future Use	0	R147	0	0	0	0	0	0	OK
28	Total ST PUC	0	R163	0	0	0	0	0	0	OK
29	Total LT PUC	0	R164	0	0	0	0	0	0	OK
30	Total Fee Pk Adjust	0	R169	0	0	0	0	0	0	OK
31										
32	TOTAL IS LA PHONIC PLANT	\$1,373		\$805	\$102	\$0	\$400	\$0	\$0	OK
33										
34	Acc									
35	Accum Dep Pk in Serv	0	R20	0	0	0	0	0	0	OK
36	Accum Dep Pk in Use	0	R21	0	0	0	0	0	0	OK
37	Accum Asset Tangible Pk	0	R22	0	0	0	0	0	0	OK
38	Accum Asset Intangible Pk	0	R23	0	0	0	0	0	0	OK
39	Accum Asset Other	0	R24	0	0	0	0	0	0	OK
40	Accum Dep Int'l Assets, Int'l	0	R25	0	0	0	0	0	0	OK
41										
42	Acc									
43	Other Assets	0	R26	0	0	0	0	0	0	OK
44										
45	TOTAL IS LA PHONIC PLANT	\$1,373		\$805	\$102	\$0	\$400	\$0	\$0	OK
46	Acc									
47	Equip & Pk in Serv	0	R27	0	0	0	0	0	0	OK
48	Equip & Pk in Use	0	R28	0	0	0	0	0	0	OK
49	Equip & Pk in Other	0	R29	0	0	0	0	0	0	OK
50	Equip & Pk in Int'l	0	R30	0	0	0	0	0	0	OK
51										
52	TOTAL IS LA PHONIC PLANT	\$1,373		\$805	\$102	\$0	\$400	\$0	\$0	OK
53										

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***** FCC PART 69 *****									
interLATA Investment Detail	Part 38 interLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 LAND AND SUPPORT ASSETS									
14									
15 Land Assets, Message	\$3	T28	\$1	\$1	\$0	\$2	\$0	\$0	OK
16 Land Assets, Private Line	0	T28	0	0	0	0	0	0	OK
17									
18 Total Land Assets	\$3		\$1	\$1	\$0	\$2	\$0	\$0	OK
19									
20 Support Assets, Message	193	T28	\$45	\$42	\$0	\$106	\$0	\$0	OK
21 Support Assets, Private Line	0	T28	0	0	0	0	0	0	OK
22									
23 Total Support Assets	\$193		\$45	\$42	\$0	\$106	\$0	\$0	OK
24									
25 Total Land and Supp. Assets	\$196		\$45	\$43	\$0	\$108	\$0	\$0	OK
26									
27 CENTRAL OFFICE EQUIPMENT									
28									
29 Operator Sys., DA	\$0	(F)	\$0	\$0	\$0	\$0	\$0	\$0	OK
30 Operator Sys., Other	0	(I)	0	0	0	0	0	0	OK
31									
32 Total Operator Systems	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
33									
34 Tandem Switching	\$0	(G)	\$0	\$0	\$0	\$0	\$0	\$0	OK
35 Tandem Assigned	0	Direct	0	0	0	0	0	0	OK
36									
37 Total Tandem Switching	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
38									
39 Local Switching	\$119	(E)	\$0	\$119	\$0	\$0	\$0	\$0	OK
40 Local Assigned	0	Direct	0	0	0	0	0	0	OK
41									
42 Total Local Switching	\$119		\$0	\$119	\$0	\$0	\$0	\$0	OK
43									
44 Total Switching	\$119		\$0	\$119	\$0	\$0	\$0	\$0	OK

REVENUE

***** FCC PART 69 ***** InterLATA Investment Detail		Part 36 InterLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
111	H/R C&WF, Message	\$83	(G)	\$0	\$0	\$0	\$83	\$0	\$0	OK
112	H/R C&WF, WATS	0	(I)	0	0	0	0	0	0	OK
113	H/R C&WF, Assigned	0	Direct	0	0	0	0	0	0	OK
114										
115	Total Host/Remote C&WF	\$83		\$0	\$0	\$0	\$83	\$0	\$0	OK
116										
117	Total Cable and Wire Facil	\$765		\$634	\$0	\$0	\$131	\$0	\$0	OK
118										
119	TANGIBLE ASSETS									
120										
121	Land and Support Leases	\$0	T28	\$0	\$0	\$0	\$0	\$0	\$0	OK
122										
123	COE Operator Leases	\$0	32	\$0	\$0	\$0	\$0	\$0	\$0	OK
124	COE Tandem Switching Leases	0	34	0	0	0	0	0	0	OK
125	COE Local Switching Leases	0	39	0	0	0	0	0	0	OK
126	COE Transmission Leases	0	68	0	0	0	0	0	0	OK
127										
128	Total COE Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
129										
130	IOT Equipment Leases	\$0	78	\$0	\$0	\$0	\$0	\$0	\$0	OK
131										
132	C&WF Leases	\$0	117	\$0	\$0	\$0	\$0	\$0	\$0	OK
133										
134	Total Capital Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
135										
136	Leasehold Impr , Alloc	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	OK
137	Leasehold Impr , Direct	0	Direct	0	0	0	0	0	0	OK
138										
139	Total Lessehold Improvements	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
140										
141	Total Tangible Assets	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
142										
143										
144	TOTAL INTANGIBLE ASSETS	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	OK
145										
146										
147	PROPERTY HELD FOR FUTURE US	\$0	T46	\$0	\$0	\$0	\$0	\$0	\$0	OK

REVENUES

DOC PART (B) (A)	Part 36 Total (B)	Source or Apportion (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)	
161 PLANT UNDER CONSTRUCTION									
162									
163 Short-term	\$0	T46	\$0	\$0	\$0	\$0	\$0	\$0	O K
164 Long-term	20	T46	12	2	0	6	0	0	O K
165									
166 Total Pt Under Const	\$20		\$12	\$2	\$0	\$6	\$0	\$0	O K
167									
168									
169 TELEPHONE PLANT ADJUSTMENT	\$0	T46	\$0	\$0	\$0	\$0	\$0	\$0	O K
170									
171 CLASS B RTB STOCK	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	O K
172									
173 MATERIALS AND SUPPLIES	\$25	T37	\$15	\$3	\$0	\$7	\$0	\$0	O K
174									
175 CASH WORKING CAPITAL	\$11	T37	\$7	\$1	\$0	\$3	\$0	\$0	O K
176									
177 EQUAL ACCESS INVESTMENT	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O K

REVENUES

***** FOC PART 89 *****										
InterLATA										
Reserves and Deferrals										
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
Part 89 InterLATA Reserves and Deferrals	Part 89 InterLATA Total	Source or Apportion	Common Line	Local Switching	Information	Corston Transport	Billing and Collection	Other		
13 ACCUM DEPRECIATION, TPIS										
14										
15 Support Assets	\$112	T28	\$26	\$24	\$0	\$61	\$0	\$0	OK	
16 COE Switching	69	R44	0	69	0	0	0	0	OK	
17 COE Operator	0	R32	0	0	0	0	0	0	OK	
18 COE Transmission	208	R68	89	0	0	119	0	0	OK	
19 IOT Equipment	0	R78	0	0	0	0	0	0	OK	
20 Cable and Wire Facilities	491	R117	407	0	0	84	0	0	OK	
21 Other Plant	0	T37	0	0	0	0	0	0	OK	
22										
23 Total Accum Depr , TPIS	\$880		\$522	\$93	\$0	\$264	\$0	\$0	OK	
24										
25 ACCUM AMORTIZATION										
26										
27 Accum Depreciation, PHFU	0	T37	\$0	\$0	\$0	\$0	\$0	\$0	OK	
28 Accum Amort , Tangible Inv	0	T37	0	0	0	0	0	0	OK	
29 Accum Amort , Intang Inv	0	T37	0	0	0	0	0	0	OK	
30 Accum Amort , Other	0	T37	0	0	0	0	0	0	OK	
31										
32 Tot Accum Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK	
33										
34 Total Accum Depr /Amort	\$880		\$522	\$93	\$0	\$264	\$0	\$0	OK	
35										
36										
37 ACCUM DEF INC TAXES, NET										
38										
39 Support Assets	\$0	T28	\$0	\$0	\$0	\$0	\$0	\$0	OK	
40 COE Switching	0	R44	0	0	0	0	0	0	OK	
41 COE Operator	0	R32	0	0	0	0	0	0	OK	
42 COE Transmission	0	R68	0	0	0	0	0	0	OK	
43 IOT Equipment	0	R78	0	0	0	0	0	0	OK	
44 Cable and Wire Fac	0	R117	0	0	0	0	0	0	OK	
45 Unclassified	19	T37	11	2	0	6	0	0	OK	
46										
47 Total Accum Def Inc Taxes	\$19		\$11	\$2	\$0	\$6	\$0	\$0	OK	

REVENUES

Account	Part 36 Invt. A/F	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 Central Office Equipment	\$412	R70	\$126	\$119	\$0	\$167	\$0	\$0	O.K.
14 Info. Ong./Term. Eqpt	0	R78	0	0	0	0	0	0	O.K.
15 C&W Facilities	765	R117	634	0	0	131	0	0	O.K.
16									
17 Total	\$1,177		\$760	\$119	\$0	\$299	\$0	\$0	O.K.
18 Factor	1.000000		0.645267	0.101022	0.000000	0.253710	0.000000	0.000000	O.K.
19									
20 Sum Sw., Trans., Other	\$418	17	\$0	\$119	\$0	\$299	\$0	\$0	O.K.
21 Factor	1.000000		0.000000	0.284784	0.000000	0.715216	0.000000	0.000000	O.K.
22									
23 Central Office Equipment	\$412	R70	\$126	\$119	\$0	\$167	\$0	\$0	O.K.
24 Info. Ong./Term. Eqpt	0	R78	0	0	0	0	0	0	O.K.
25 C&WF, Excl. Exch. Message	131	R117-83	0	0	0	131	0	0	O.K.
26									
27 Total	\$543		\$126	\$119	\$0	\$299	\$0	\$0	O.K.
28 Factor	1.000000		0.231513	0.218853	0.000000	0.549634	0.000000	0.000000	O.K.
29									
30 General Support Facilities	\$196	R25	\$45	\$43	\$0	\$108	\$0	\$0	O.K.
31 Central Office Equipment	412	13	126	119	0	167	0	0	O.K.
32 Info. Ong./Term. Eqpt	0	14	0	0	0	0	0	0	O.K.
33 C&W Facilities	765	15	634	0	0	131	0	0	O.K.
34 Equal Access Investment	0	R177	0	0	0	0	0	0	O.K.
35									
36 Total	\$1,373		\$805	\$162	\$0	\$406	\$0	\$0	O.K.
37 Factor	1.000000		0.586176	0.117851	0.000000	0.295973	0.000000	0.000000	O.K.
38									
39 Sum Com Ln., Sw., Trans.	\$1,373	36	\$805	\$162	\$0	\$406	\$0	\$0	O.K.
40 Factor	1.000000		0.586176	0.117851	0.000000	0.295973	0.000000	0.000000	O.K.
41									
42 COE Cat. 2 Factor	1.000000	Direct	0.000000	0.000000	0.000000	1.000000	0.000000	0.000000	O.K.
43 IOT Cat. 1 Factor	1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
44									
45 Total TPIS	\$1,373	Q26	\$805	\$162	\$0	\$406	\$0	\$0	O.K.
46 Factor	1.000000		0.586176	0.117851	0.000000	0.295973	0.000000	0.000000	O.K.

FINANCIAL

PART 100 PART 02		PART 100								
Apportionment Factors		InterLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	
60	Interstate Equip Factor	0 000000	Direct	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	OK
61	Wtd Std Work Seconds	1 000000	Direct	1 000000	0 000000	0 000000	0 000000	0 000000	0 000000	OK
62										
63	"BIG THREE" Expenses	\$147	U171	\$56	\$18	\$0	\$41	\$27	\$4	OK
64	Factor	1 000000		0 380159	0 123349	0 000795	0 281119	0 184671	0 028048	0
65										
66	Net Investment	531	P13	305	73	0	153	0	0	OK
67	Factor	1 000000		0 574306	0 137544	0 000000	0 288150	0 000000	0 000000	OK

REVENUES

***** ACC PART 00 ***** Duplicating Expenses and Taxes		Part 00 Indef.ATA Total	Argument	Common Line	Local Switching	Interchange	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	PLANT SPEC OPER EXPENSE									
14										
15	Network Support, Alloc	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	O K
16	Network Support, Direct	0	Direct	0	0	0	0	0	0	O K
17										
18	Total Network Support Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O K
19										
20	General Support, Alloc	\$9	T30	\$2	\$2	\$0	\$5	\$0	\$0	O K
21	General Support, Direct	0	Direct	0	0	0	0	0	0	O K
22										
23	Total General Support Exp	\$9		\$2	\$2	\$0	\$5	\$0	\$0	O K
24										
25	Central Office Eq , Alloc	\$35	T31	\$11	\$10	\$0	\$14	\$0	\$0	O K
26	Central Office Eq , Direct	0	Direct	0	0	0	0	0	0	O K
27										
28	Total COE Exp	\$35		\$11	\$10	\$0	\$14	\$0	\$0	O K
29										
30	Cust Premises Equip	\$0	R76	\$0	\$0	\$0	\$0	\$0	\$0	O K
31	Other IOT	0	T43	0	0	0	0	0	0	O K
32	IOT Direct	0	Direct	0	0	0	0	0	0	O K
33										
34	Total IOT Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O K
35										
36	Cable & Wire, Alloc	\$38	T33	\$31	\$0	\$0	\$7	\$0	\$0	O K
37	Cable & Wire, Direct	0	Direct	0	0	0	0	0	0	O K
38										
39	Total C&WF Exp	\$38		\$31	\$0	\$0	\$7	\$0	\$0	O K
40										
41	TOTAL PLT SPEC OPER EXP	\$82		\$44	\$12	\$0	\$26	\$0	\$0	O K
42										
43	TOTAL PLT SPEC , ex SUPPORT	\$73		\$42	\$10	\$0	\$21	\$0	\$0	O K

NETWORK

***** FCC PART 69 ***** Operating Expenses and Taxes	Part 36 InterLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
57 NON-SPECIFIC OPER EXP									
58									
59 Oth Plt and Equip., Alloc	\$0	T18	\$0	\$0	\$0	\$0	\$0	\$0	OK
60 Oth Plt and Equip. Direct	0	Direct	0	0	0	0	0	0	OK
61									
62 Total Oth Plt & Equip	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
63									
64 Network Operations, Alloc	\$11	T18	\$7	\$1	\$0	\$3	\$0	\$0	OK
65 Network Operations, Direct	0	Direct	0	0	0	0	0	0	OK
66									
67 Total Network Oper Exp	\$11		\$7	\$1	\$0	\$3	\$0	\$0	O.K.
68									
69 Total Access Expenses	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
70									
71 Depr., Support Assets	\$16	R23	\$4	\$3	\$0	\$9	\$0	\$0	O.K.
72 Depr., COE Switching	12	R44	0	12	0	0	0	0	O.K.
73 Depr., COE Operator	0	R32	0	0	0	0	0	0	O.K.
74 Depr., COE Transmission	26	R68	11	0	0	15	0	0	O.K.
75 Depr., IOT Equipment	0	R78	0	0	0	0	0	0	O.K.
76 Depr., C&W Facilities	45	R117	37	0	0	8	0	0	O.K.
77 Depr., PHFU	0	R147	0	0	0	0	0	0	O.K.
78									
79 Total Depreciation Expense	\$99		\$52	\$15	\$0	\$31	\$0	\$0	O.K.
80									
81 Amort., Tangible Assets	\$0	R141	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
82 Amort., Intangible Assets	0	R144	0	0	0	0	0	0	O.K.
83 Other Amortization	0	Direct	0	0	0	0	0	0	O.K.
84 Direct Assigned Amort	0	Direct	0	0	0	0	0	0	O.K.
85									
86 Total Amortization Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
87									
88 Total Depr. and Amort	\$99		\$52	\$15	\$0	\$31	\$0	\$0	O.K.
89									
90 TOTAL NON-SPEC OPER EXP	\$110		\$59	\$17	\$0	\$34	\$0	\$0	O.K.

KENNEBEC

***** FCC PART 69 *****		Part 96		Common		Local		Common		Billing and		Other	
Operating Expenses and Taxes		InterLATA		Line		Switching		Transport		Collection			
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)	(N)
104	CUSTOMER OPERATIONS EXPENSE												
105													
106	Marketing, Allocable	\$8	T37	\$5	\$1	\$0	\$2	\$0	\$0	\$0	\$0	\$0	OK
107	Marketing, Direct	0	Direct	0	0	0	0	0	0	0	0	0	OK
108													
109	Total Marketing Expense	\$8		\$5	\$1	\$0	\$2	\$0	\$0	\$0	\$0	\$0	OK
110													
111	Operator Service, Alloc	\$0	T61	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
112	Operator Service, Direct	0	Direct	0	0	0	0	0	0	0	0	0	OK
113													
114	Total Operator Service	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
115													
116	Classified Directory	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
117	Alphabetical Directory	0	(F)	0	0	0	0	0	0	0	0	0	OK
118	Foreign Directory	0	Direct	0	0	0	0	0	0	0	0	0	OK
119													
120	Total Directory	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
121													
122	Bus Ofc , EU Presubscription	0	T40	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
123	Bus Ofc , Reserved	0	(I)	0	0	0	0	0	0	0	0	0	OK
124	Bus Ofc , EU Access PL & All Other	4	(H)	0	0	0	0	0	0	0	4	0	OK
125	Bus Ofc , EU Message	15	(H)	0	0	0	0	0	0	15	0	0	OK
126	Bus Ofc , EU Reserved	0	(I)	0	0	0	0	0	0	0	0	0	OK
127	Bus Ofc , IX Special Access	0	(I)	0	0	0	0	0	0	0	0	0	OK
128	Bus Ofc , IX Switched Access	0	T40	0	0	0	0	0	0	0	0	0	OK
129	Bus Ofc , IX Billing and Collection	0	(H)	0	0	0	0	0	0	0	0	0	OK
130	Bus Ofc , Coin Collection & Administr	0	(D)	0	0	0	0	0	0	0	0	0	OK
131	Bus Ofc , Reserved	0	(I)	0	0	0	0	0	0	0	0	0	OK
132													
133	Total Business Office	\$19		\$0	\$0	\$0	\$0	\$0	\$0	\$15	\$4	\$0	OK
134													
135	Cust Serv , Msg Process	\$9	(H)	0	0	0	0	0	0	9	0	0	OK
136	Cust Serv , Other B&C	3	(H)	0	0	0	0	0	0	3	0	0	OK
137	Cust Serv , CABS	14	T21	0	4	0	10	0	0	0	0	0	OK
138	Cust Serv , EU Common Line	0	(H)	0	0	0	0	0	0	0	0	0	OK
139													
140	Total Customer Service	\$27		\$0	\$4	\$0	\$10	\$0	\$0	\$12	\$0	\$0	OK
141													
142	Total BO, CS, OS, Dir	\$46		\$0	\$4	\$0	\$10	\$0	\$0	\$27	\$4	\$0	OK

KENNEBEC

***** FCC PART 69 ***** Operating Expenses and Taxes	Part 35 InterLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
158 Other Cust. Serv., Alloc	\$0	142	\$0	\$0	\$0	\$0	\$0	\$0	OK
159 Other Cust. Serv., Direct	0	Direct	0	0	0	0	0	0	OK
160									
161 Total Other Cust. Serv	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
162									
163 TOTAL CUSTOMER OPER EXP	\$54		\$5	\$5	\$0	\$13	\$27	\$4	OK
164									
165 "BIG-THREE" EXPENSES									
166									
167 Total Plt. Specific Exp	\$82	41	\$44	\$12	\$0	\$26	\$0	\$0	OK
168 Total Plt. Non-specific Exp	11	62 + 67 + 69	7	1	0	3	0	0	OK
169 Total Customer Operations	54	163	5	5	0	13	27	4	OK
170									
171 TOTAL "BIG THREE" EXPENSES	\$147		\$56	\$18	\$0	\$41	\$27	\$4	OK
172									
173 CORPORATE OPERATIONS EXPENSE									
174									
175 Exec. and Planning, Alloc	\$50	T64	\$19	\$6	\$0	\$14	\$9	\$1	OK
176 Exec. and Planning, Direct	0	Direct	0	0	0	0	0	0	OK
177									
178 Total Exec. and Planning	\$50		\$19	\$6	\$0	\$14	\$9	\$1	OK
179									
180 Admin. & General, Allocable	\$59	T64	\$22	\$7	\$0	\$17	\$11	\$2	OK
181 Admin. & General, Direct	0	Direct	0	0	0	0	0	0	OK
182									
183 Total Admin. and Gen	\$59		\$22	\$7	\$0	\$17	\$11	\$2	OK
184									
185 TOTAL CORPORATE OPERATIONS	\$110		\$42	\$14	\$0	\$31	\$20	\$3	OK
186									
187 NON-INCOME TAXES									
188									
189 Non-income Taxes, Allocable	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	OK
190 Non-income Taxes, Direct	0	Direct	0	0	0	0	0	0	OK
191									OK
192									
193 Total Non-income Taxes	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
194									
195 TOTAL OPER. EXP. AND TAXES	\$355		\$150	\$47	\$0	\$103	\$47	\$7	OK

SOUTH CAROLINA PUBLIC UTILITIES AND TRANSPORTATION COMMISSION
REGULATORY AND FINANCIAL REPORT

COMPANY NAME: **SCS**
 PERIOD ADDRESSED: **ENDING DECEMBER 31, 2000**
 RUN DATE AND TIME: **11-29-2001 09:15:52 AM**

NOTES: SEE SHEET "G" TO INPUT PART 36 ALLOCATION FACTORS

***** FCC PART 36 *****	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
				Message Telephone Service		Private Line			
				InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
PLANT INVESTMENT DETAIL									
21 Land, Allocable	9,031	---	---	---	---	---	---	---	---
22 Land, Direct	0	---	0	0	---	0	---	0	0
23 Motor Vehicles	0	---	---	---	---	---	---	---	---
24 Aircraft	0	---	---	---	---	---	---	---	---
25 Special Purpose Vehicles	0	---	---	---	---	---	---	---	---
26 Garage Work Equipment	0	---	---	---	---	---	---	---	---
27 Other Work Equipment	0	---	---	---	---	---	---	---	---
28 Buildings, Allocable	590,495	---	---	---	---	---	---	---	---
29 Buildings, Direct	0	---	0	0	---	0	---	0	0
30 Furniture	0	---	---	---	---	---	---	---	---
31 Office Equipment	0	---	---	---	---	---	---	---	---
32 General Purpose Computers	0	---	---	---	---	---	---	---	---
33 CAT 1 Oper. Sys., TSPS	0	---	---	---	---	---	---	---	---
34 CAT 1 Oper. Sys., Other TSPS	0	---	---	---	---	---	---	---	---
35 CAT 1 Oper. Sys., Aux. Pos.	0	---	---	---	---	---	---	---	---
36 CAT 1 Oper. Sys., Other	0	---	0	0	---	0	---	0	0
37 CAT 2 Tandem Sw, Allocable	0	---	---	---	---	---	---	---	---
38 CAT 2 Tandem Sw, Direct	0	---	0	0	---	0	---	0	0
39 CAT 3 Local Sw, Allocable	951,300	---	---	---	---	---	---	---	---
40 CAT 3 Local Sw, Direct	0	---	0	0	---	0	---	0	0
41 CAT 4 12 Exchange Trunk	0	---	---	---	---	---	---	---	---
42 CAT 4 12 Exch. Tr, Direct	0	---	0	0	---	0	---	0	0
43 CAT 4 13 Exch. Ln. Msg., PL & WATS	333,971	---	---	---	---	---	---	---	---
44 Reserved	0	---	---	---	---	---	---	---	---
45 CAT 4 13 Direct	0	---	0	0	---	0	---	0	0
46 CAT 4 23 Message, PL & WATS	227,190	---	---	---	---	---	---	---	---
47 Reserved	0	---	---	---	---	---	---	---	---
48 CAT 4 23 Direct	0	---	0	0	---	0	---	0	0
49 CAT 4 3 H/R Message	26,155	---	---	---	---	---	---	---	---
50 CAT 4 3 WATS	0	---	0	0	---	0	---	0	0
51 CAT 4 3 Direct	0	---	0	0	---	0	---	0	0
52 CAT 1 Other IOT Equipment	0	---	---	---	---	---	---	---	---
53 CAT 1 Coinless Pay Phones	0	---	0	0	---	0	---	0	0

SOUTH CAROLINA PUC INTRASTATE ACCESS COST MODEL

13-JUL-2001

09 10:52 AM

REVENUE

ENDING DECEMBER 31, 2000

***** FCC PART 36 *****		TOTAL COMPANY	Source/ Allocator	Intrastate					TOTAL INTRASTATE
				Interstate and Other	Message Telephone Service		Private Line		
					InterLATA	IntraLATA	InterLATA	IntraLATA	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
70 CAT 2 CP Equipment	0	---	0	0	0	0	0	0	
71 Reserved	0	---	---	---	---	---	---	---	
72 Reserved	0	---	---	---	---	---	---	---	
73 CAT 1 3 Joint Msg , Cat 1 1 & 1 2 PL	1,682,582	---	---	---	---	---	---	---	
74 Other CAT 1 C&WF	0	---	0	0	0	0	0	0	
75 CAT 2 C&WF	0	---	0	0	0	0	0	0	
76 CAT 2 C&WF, Wideband	0	---	0	0	0	0	0	0	
77 CAT 3 Joint Message & PL/WATS	232,843	---	0	0	0	0	0	0	
78 Reserved	0	---	---	---	---	---	---	---	
79 CAT 3 Direct	0	---	0	0	0	0	0	0	
80 CAT 4 Message	144,283	---	0	0	0	0	0	0	
81 CAT 4 WATS	0	---	0	0	0	0	0	0	
82 CAT 4 Direct	0	---	0	0	0	0	0	0	
83 Allocable Support Leases	0	---	0	0	0	0	0	0	
84 Direct Support Leases	0	---	0	0	0	0	0	0	
85 COE Operator	0	---	0	0	0	0	0	0	
86 COE Tandem Switch	0	---	---	---	---	---	---	---	
87 COE Local Switch	0	---	---	---	---	---	---	---	
88 COE Transmission	0	---	---	---	---	---	---	---	
89 COE Direct	0	---	0	0	0	0	0	0	
90 IOT Leases	0	---	0	0	0	0	0	0	
91 C&WF Leases	0	---	0	0	0	0	0	0	
92 Leasehold Imp Land etc	0	---	---	---	---	---	---	---	
93 Leasehold Imp COE Switching	0	---	---	---	---	---	---	---	
94 Leasehold Imp COE Operator	0	---	---	---	---	---	---	---	
95 Leasehold Imp COE Trans	0	---	---	---	---	---	---	---	
96 Leasehold Imp IOT	0	---	0	0	0	0	0	0	
97 Leasehold Imp C&WF	0	---	0	0	0	0	0	0	
98 Leasehold Imp Other	0	---	0	0	0	0	0	0	
99 Allocable Acct No 2690	0	---	0	0	0	0	0	0	
100 Direct Acct No 2690	0	---	0	0	0	0	0	0	
101 Materials and Supplies	68,012	---	0	0	0	0	0	0	
102 RTB Stock	0	---	---	---	---	---	---	---	
103 Tele Pkt Adjust - Alloc	0	---	---	---	---	---	---	---	
104 Tele Pkt Adjust - Direct	0	---	0	0	0	0	0	0	
105 Other Assets, Net	0	---	0	0	0	0	0	0	
106 Other Liab , Def Cr Net	0	---	0	0	0	0	0	0	

REGULATORY REPORT: REGULATORY ACCOUNT COST REPORT
 REPORT FOR THE YEAR ENDING DECEMBER 31, 2009

ENDING DECEMBER 31, 2009

DEPRECIATION

***** FCC PART 36 *****	TOTAL COMPANY	Sustained Reserves	Interstate and Other	Message Telephone Service		Private Line		TOTAL INTRASTATE
				InterLATA	IntraLATA	InterLATA	IntraLATA	
				(E)	(F)	(G)	(H)	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
123 TPUC -- Short Term, Alloc	0	---	---	---	---	---	---	---
124 TPUC -- Short Term, Direct	0	---	0	0	0	0	0	0
125 TPUC -- Long Term, Alloc	60,914	---	---	---	---	---	---	---
126 TPUC -- Long Term, Direct	0	---	0	0	0	0	0	0
127								
128 RESERVES AND DEFERRALS								
129 Acc Depr Support Assets	341,091	---	---	---	---	---	---	---
130 Acc Depr COE Switching	550,201	---	---	---	---	---	---	---
131 Acc Depr COE Operator	0	---	---	---	---	---	---	---
132 Acc Depr COE Transmission	417,316	---	---	---	---	---	---	---
133 Acc Depr IOT Equipment	0	---	---	---	---	---	---	---
134 Acc Depr Cable and Wire Facilities	1,321,644	---	---	---	---	---	---	---
135 Acc Depr Other Plant	0	---	0	0	0	0	0	0
136 Accum Amort., Tangible Inv.	0	---	---	---	---	---	---	---
137 Accum. Amort., Intang. Inv.	0	---	---	---	---	---	---	---
138 Accum. Amort., Other	0	---	0	0	0	0	0	0
139 Acc Def. IT Support Assets	0	---	---	---	---	---	---	---
140 Acc Def. IT COE Switching	0	---	---	---	---	---	---	---
141 Acc Def. IT COE Operator	0	---	---	---	---	---	---	---
142 Acc Def. IT COE Trans	0	---	---	---	---	---	---	---
143 Acc Def. IT IOT Equipment	0	---	---	---	---	---	---	---
144 Acc Def. IT C&WF	0	---	---	---	---	---	---	---
145 Acc Def. IT Unclassified	58,100	---	43,529	19	12,197	0	2,355	14,571
146								
147 OPERATING EXPENSES AND TAXES								
148 Network Support, Alloc	0	---	---	---	---	---	---	---
149 Network Support, Direct	0	---	0	0	0	0	0	0
150 General Support, Alloc	27,279	---	---	---	---	---	---	---
151 General Support, Direct	0	---	0	0	0	0	0	0
152 Central Office Eq., Alloc	131,332	---	---	---	---	---	---	---
153 Central Office Eq., Direct	0	---	0	0	0	0	0	0
154 Cust. Premises Equip	0	---	---	---	---	---	---	---
155 Coinless Pay Phone Exp	0	---	---	---	---	---	---	---
156 Other IOT	0	---	---	---	---	---	---	---
157 IOT Direct	0	---	0	0	0	0	0	0
158 Cable & Wire, Alloc	102,115	---	---	---	---	---	---	---
159 Cable & Wire, Direct	0	---	0	0	0	0	0	0

SOUTH DAKOTA PUBLIC UTILITY ACCESS COST MODEL

ENDING DECEMBER 31, 2000

		Intrastate									
		TOTAL COMPANY	Source Allocator	Interstate and Other	Message Telephone Service		Private Line		TOTAL INTRASTATE		
***** FCC PART 36 *****	(A)				(B)	(C)	(D)	InterLATA		IntraLATA	InterLATA
176	Oth Pll and Equip , Alloc	0	---	---	---	---	---	---	---	---	---
177	Oth Pll and Equip , Direct	0	---	0	---	0	---	0	---	0	0
178	Network Operations, Alloc	34,462	---	---	---	---	---	---	---	---	---
179	Network Operations, Direct	0	---	0	---	0	---	0	---	0	0
180	Total Access Expense	0	---	0	---	0	---	0	---	0	0
181	Depr , Support Assets	47,538	---	---	---	---	---	---	---	---	---
182	Depr , COE Switching	96,445	---	---	---	---	---	---	---	---	---
183	Depr , COE Operator	0	---	---	---	---	---	---	---	---	---
184	Depr , COE Transmission	51,976	---	---	---	---	---	---	---	---	---
185	Depr , IOT Equipment	0	---	---	---	---	---	---	---	---	---
186	Depr , C&W Facilities	121,396	---	---	---	---	---	---	---	---	---
187	Amort , Tangible Assets	0	---	---	---	---	---	---	---	---	---
188	Amort , Intangible Assets	0	---	---	---	---	---	---	---	---	---
189	Other Amortization	0	---	0	---	0	---	0	---	0	0
190	Direct Assigned Amort	0	---	0	---	0	---	0	---	0	0
191	Marketing, Allocable	16,165	---	---	---	---	---	---	---	---	---
192	Marketing, Direct	0	---	0	---	0	---	0	---	0	0
193	Operator Service, Alloc	3,315	---	---	---	---	---	---	---	---	---
194	Operator Service, Direct	0	---	0	---	0	---	0	---	0	0
195	Classified Directory	0	---	0	---	0	---	0	---	0	0
196	Alphabetical Directory	320	---	---	---	---	---	---	---	---	---
197	Foreign Directory	0	---	---	---	---	---	---	---	---	---
198	Bus Ofc , EU Presubscription	0	---	---	---	---	---	---	---	---	---
199	Bus Ofc , EU MTS & WATS	30,298	---	---	---	---	---	---	---	---	---
200	Bus Ofc , EU Access, P/L & all Other	8,396	---	---	---	---	---	---	---	---	---
201	Bus Ofc , IXC Special Access	0	---	---	---	---	---	---	---	---	---
202	Bus Ofc , IXC Switched Access	0	---	---	---	---	---	---	---	---	---
203	Bus Ofc , IXC B & C Services	0	---	---	---	---	---	---	---	---	---
204	Coin Collect & Admin	0	---	---	---	---	---	---	---	---	---
205	Cust Svc , Direct	0	---	0	---	0	---	0	---	0	0
206	Cust Serv , Msg Process	6,143	---	---	---	---	---	---	---	---	---
207	Cust Serv , Other B&C	5,651	---	---	---	---	---	---	---	---	---
208	Cust Serv , CABS	17,988	---	---	---	---	---	---	---	---	---
209	Cust Serv , EU Common Line	0	---	0	---	0	---	0	---	0	0
210	Other Cust Serv , Alloc	0	---	---	---	---	---	---	---	---	---
211	Other Cust Serv , Direct	60	---	60	---	0	---	0	---	0	0
212	Exec and Planning, Alloc	130,213	---	---	---	---	---	---	---	---	---
213	Exec and Planning, Direct	0	---	0	---	0	---	0	---	0	0

SOUTH DAKOTA PUBLIC INFRASTATE ACCESS COST MODEL

REVENUE

ENDING DECEMBER 31, 2000

Intrastate

***** FCC PART 36 *****	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
				Message Telephone Service		Private Line			
				InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
230 Admin & General, Allocable	152,566	---	---	---	---	---	---	---	---
231 Admin & General, Direct	67,045	---	47,712	---	---	---	---	---	---
232 Non-income Taxes, Allocable	0	---	---	0	19,333	---	0	0	19,333
233 Non-income Taxes, Direct	96	---	96	0	0	---	0	0	0
234									
235 OTHER INCOME STATEMENT									
236 State Income Tax Rate	0.00%	---	---	---	---	---	---	---	---
237 Federal Income Tax Rate	28.82%	---	---	---	---	---	---	---	---
238 Gross Receipts Tax Rate	3.00%	---	---	---	---	---	---	---	---
239 Rate of Return	10.00%	---	---	---	---	---	---	---	---
240 AFUDC	5,051	---	---	---	---	---	---	---	---
241 ITC Amortization	0	---	---	---	---	---	---	---	---
242 Other Return Adjustments	0	---	0	0	0	---	0	0	0
243 Contributions	0	---	---	---	---	---	---	---	---
244 Interest Expense	54,380	---	---	---	---	---	---	---	---
245 Capital Lease Expense	0	---	---	---	---	---	---	---	---
246 Capitalized Payroll taxes	0	---	---	---	---	---	---	---	---
247 Depreciation Adjustment	0	---	---	---	---	---	---	---	---
248 Other Income Adjustments	0	---	0	0	0	---	0	0	0
249 Uncollectibles	0	---	0	0	0	---	0	0	0
250 Other Revenue Adjustments	0	---	0	0	0	---	0	0	0
251 Other Revenue Taxes	0	---	0	0	0	---	0	0	0
252									

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

KENNEBEC

ENDING DECEMBER 31, 2000

***** FCC PART 36 *****	TOTAL COMPANY	Source/ Allocator	Interstate				Intrastate		TOTAL INTRASTATE
			Other	Private Line		Private Line			
				InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
271 Working Loops	857	---	12	23	0	0	13	13	
272 Equivalent Interexchange Cct. Miles	10,619	---	0	5,530	0	0	2,759	2,759	
273 Interexchange Circuit Terminations	220	---	0	12	0	0	53	53	

INTERSTATE SWITCHED ACCESS CHARGE RATE DEVELOPMENT

DATE: 06/11/2001
 COMPANY: KENNEBEC TELEPHONE COMPANY
 YEAR: 2000

	Revenue	Originating	Terminating	Total	Originating	Terminating
	Requirement	MOU	MOU	MOU	Rate	Rate
1 Carrier Common Line	\$127,199	1,160,943	1,554,831	2,715,774	\$0.038123	\$0.053344
2 Local Switching *	\$35,763	1,160,943	1,554,831	2,715,774	\$0.010719	\$0.014998
3 Local Transport	\$82,979	1,160,943	1,554,831	2,715,774	\$0.030554	\$0.030554
4 Total	\$245,941				\$0.079396	\$0.098896

* INCLUDING INFORMATION ELEMENT REVENUE REQUIREMENT

**SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA**

**FINANCIAL STATEMENTS
FOR THE YEARS ENDED
DECEMBER 31, 2000 AND 1999**

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*Endorf
Lurken
Olson & Co.*

Member American Institute
Certified Public Accountants

certified public accountants

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

The Board of Directors
Kennebec Telephone Company, Inc.
Kennebec, South Dakota

We have audited the accompanying balance sheet of Kennebec Telephone Company, Inc. as of December 31, 2000 and 1999, and the related statements of operations, changes in stockholders' equity and cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Kennebec Telephone Company, Inc. as of December 31, 2000 and 1999, and the results of its operations and its cash flows for the years then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated February 1, 2001, on our consideration of Kennebec Telephone Company, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Endorf Lurken Olson & Co. P.C. LLP

Mitchell, South Dakota
February 1, 2001

*Endorf
Lurken
Olson & Co.*

*Member American Institute
Certified Public Accountants*

certified public accountants

**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON COMPLIANCE
AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING**

**The Board of Directors
Kennebec Telephone Company, Inc.
Kennebec, South Dakota**

We have audited the financial statements of Kennebec Telephone Company, Inc. as of and for the years ended December 31, 2000 and 1999, and have issued our report thereon dated February 1, 2001. We conducted our audits in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Kennebec Telephone Company, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audits, we considered Kennebec Telephone Company, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. We noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of internal control over financial reporting that, in our judgment, could adversely affect Kennebec Telephone Company, Inc.'s ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

Because of the limited number of employees in the Company's business office, there is an inadequate segregation of duties.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is not a material weakness.

This report is intended for the information of the management, the Rural Utilities Service, and supplemental lenders. However, this report is a matter of public record and its distribution is not limited.

Ernst & Young LLP

Mitchell, South Dakota
February 1, 2001

**SOUTH DAKOTA 530 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
BALANCE SHEET**

ASSETS

	DECEMBER 31,	
	2000	1999
CURRENT ASSETS		
Cash and temporary cash investments	\$ 304,827	\$ 316,444
Cash - RUS construction fund	9,217	3,107
Telecommunications accounts receivable, less allowance for uncollectible accounts 2000 \$1,899; 1999 \$2,364	73,214	73,242
Interest receivable	4,900	4,900
Materials and supplies inventory	80,022	56,001
Nonregulated inventory	9,918	-
Prepayments	7,877	8,108
Total Current Assets	483,975	360,802
NONCURRENT ASSETS		
Nonregulated customer premises equipment, net of accumulated depreciation 2000 \$31,331; 1999 \$31,726	7,224	6,072
Marketable investments	643,413	490,606
Investment in affiliated companies	116,896	79,997
Other investments	87,424	60,334
Total Noncurrent Assets	834,957	637,009
PROPERTY, PLANT, AND EQUIPMENT		
Telecommunications plant		
In service	4,361,853	4,107,600
Under construction	79,671	42,158
Acquisition adjustment	624,851	624,851
Total Investment in Telecommunications Plant	5,066,375	4,774,609
Less: Accumulated depreciation	(2,964,956)	(2,681,913)
Property, Plant, and Equipment - Net	2,091,419	2,092,696

The accompanying notes to financial statements are
an integral part of this statement.

LIABILITIES AND STOCKHOLDERS' EQUITY

	DECEMBER 31,	
	2000	1999
CURRENT LIABILITIES		
Current portion of long-term debt	\$ 101,000	\$ 95,000
Accounts payable	19,046	21,623
Accrued taxes	58,185	50,102
Pension plan payable	1,722	10,215
Income tax payable	64,800	-
Other payables	<u>13,179</u>	<u>15,788</u>
Total Current Liabilities	<u>256,932</u>	<u>191,728</u>
LONG-TERM DEBT, less current maturities	<u>1,873,870</u>	<u>1,817,074</u>
DEFERRED INCOME TAXES	<u>53,200</u>	<u>63,000</u>
STOCKHOLDERS' EQUITY		
Capital stock, common, \$100 par value; authorized 5,000 shares; 83 shares issued and outstanding	8,300	8,300
Retained earnings:		
Appropriated	13,879	12,879
Unappropriated	1,913,871	1,706,676
Accumulated other comprehensive income (loss)	(19,200)	(20,700)
Less: Treasury stock - 43 shares (at cost)	<u>(689,302)</u>	<u>(689,302)</u>
Total Stockholders' Equity	<u>1,227,548</u>	<u>1,018,653</u>
	<u>\$2,410,350</u>	<u>\$2,099,456</u>

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
STATEMENT OF OPERATIONS

	YEARS ENDED DECEMBER 31,	
	2000	1999
OPERATING REVENUES		
Basic local network services	\$ 206,316	\$ 203,826
Network access services	1,072,592	881,887
Long distance message revenue	55,259	33,545
Other network services	57,447	-
Miscellaneous	22,347	21,584
Uncollectible revenues	(43)	(440)
Net Operating Revenues	<u>1,423,916</u>	<u>1,140,596</u>
OPERATING EXPENSE		
Plant specific operations	262,170	231,412
Plant nonspecific operations	34,462	29,916
Customer operations	89,372	98,504
Corporate operations	349,884	290,082
Depreciation and amortization	359,571	349,576
Total Operating Expenses	<u>1,096,559</u>	<u>969,590</u>
OPERATING TAXES		
Federal income tax - current	67,500	13,350
Federal income tax - deferred	(9,800)	(11,900)
Other operating taxes	42,753	35,993
Total Operating Taxes	<u>100,453</u>	<u>36,783</u>
OPERATING INCOME	<u>327,306</u>	<u>134,223</u>
FIXED CHARGES		
Interest on mortgage debt	108,390	102,123
INVESTMENT INCOME -		
(net of income tax 2000 \$26,000; 1999 \$24,800)	42,502	37,304
NON-REGULATED NET INCOME -		
(net of depreciation 2000 \$3,993; 1999 \$2,964 and Income tax 2000 \$27,900; 1999 \$7,350)	45,177	10,652
NET INCOME	207,195	60,456
OTHER COMPREHENSIVE INCOME		
Unrealized gain (loss) on marketable securities	1,500	(30,400)
COMPREHENSIVE INCOME	<u>\$ 208,695</u>	<u>\$ 29,056</u>

The accompanying notes to financial statements are
an integral part of this statement.

SOUTH DAKOTA 536 KENNEBEC
 KENNEBEC TELEPHONE COMPANY, INC.
 KENNEBEC, SOUTH DAKOTA
 STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY

	Common Stock	Retained (Appropriated)	Earnings (Unappropriated)	Accumulated Other Comprehensive Income	Treasury Stock	Total
Balance December 31, 1998	\$8,300	\$13,679	\$1,626,210	\$ 9,700	\$(689,302)	\$ 968,587
Comprehensive income:						
Net income	-	-	80,466	-	-	80,466
Unrealized (loss) on marketable securities	-	-	-	(30,400)	-	(30,400)
Balance December 31, 1999	8,300	13,679	1,706,676	(20,700)	(689,302)	1,018,653
Comprehensive income:						
Net income	-	-	207,195	-	-	207,195
Unrealized (loss) on marketable securities	-	-	-	1,500	-	1,500
Balance December 31, 2000	\$8,300	\$13,679	\$1,913,871	\$(19,200)	\$(689,302)	\$1,227,348

The accompanying notes to financial statements are
 an integral part of this statement.

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
STATEMENT OF CASH FLOWS

	YEARS ENDED DECEMBER 31,	
	2000	1999
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from consumers	\$1,501,016	\$1,133,074
Cash paid to suppliers and employees	(823,445)	(676,115)
Interest/dividends received	68,502	44,982
Interest paid	(108,390)	(102,103)
Income tax paid	<u>(52,100)</u>	<u>(55,413)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>565,583</u>	<u>446,425</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Construction and acquisition of plant	(386,493)	(287,077)
Materials salvaged from retirements	9,789	1,620
Proceeds from sale of equipment	18,200	-
Proceeds from sale of investments	40,000	70,000
(Increase) in non-regulated CPE	(5,145)	-
(Increase) in marketable investments	(191,309)	-
(Increase) in nonregulated investments	(36,698)	-
(Increase) in other investments	<u>(7,040)</u>	<u>(78,376)</u>
NET CASH (USED) BY INVESTING ACTIVITIES	<u>(550,866)</u>	<u>(293,854)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of short-term debt	-	(186,642)
Proceeds from long-term debt	158,000	-
Repayment of long-term debt	<u>(95,204)</u>	<u>(90,370)</u>
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	<u>62,796</u>	<u>(277,012)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	89,493	(125,441)
CASH AND CASH EQUIVALENTS, Beginning of Year	<u>218,661</u>	<u>343,992</u>
CASH AND CASH EQUIVALENTS, End of Year	<u>\$ 308,044</u>	<u>\$ 218,661</u>

The accompanying notes to financial statements are
an integral part of this statement.

SOUTH DAKOTA 538 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

1. SIGNIFICANT ACCOUNTING POLICIES:

Nature of Operations and Group Concentrations of Credit Risk: Kennebec Telephone Company provides both regulated and non-regulated telecommunication services for the Kennebec and Presho, South Dakota exchange areas. The Company reviews credit history prior to approving credit. No deposits are required of the Company's customers. The Company at various times maintains cash balances with financial institutions in excess of FDIC insurance limits.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain amounts and disclosures. Accordingly, actual results could differ from those estimates.

General: The Company follows the FCC Uniform System of Accounts for Class A and B telephone companies as required by the Rural Utilities Service (RUS).

Telecommunication Plant in Service and Under Construction: Additions to telephone plant are recorded at their original cost, which includes contracted work, direct labor and material, and allocable overhead. When units of property are retired, sold, or otherwise disposed of in the ordinary course of business, their average book cost less net salvage is charged to accumulated depreciation. Maintenance and repair costs and the replacement and renewal of items determined to be less than units of property are charged to the applicable maintenance expense accounts.

Depreciation: Depreciation is computed using the straight-line method based on the estimated useful lives of the depreciable assets.

Materials and Supplies Inventory: The inventory is stated at cost determined principally on the weighted average method. There was no substantial change in the manner of determining quantities, costs, or valuations between opening and closing inventories.

Revenue Recognition: Revenue from local telephone service is reflected in the accounts at the time such revenue is actually earned. The customers are billed on the 1st of each month for local service for that month. Revenue from toll service is recorded through the 18th of each month and is billed to customers on the 1st of the next month. At the balance sheet dates, the Company had unrecorded toll service from December 19 to December 31.

Temporary Cash Investments: Temporary cash investments consist mainly of certificates of deposit and money market savings accounts. They are stated at cost, which approximates market value. They are included as cash on the statement of cash flows.

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

1 SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Long-Lived Assets: The recoverability of long-lived assets is assessed annually or whenever adverse events or changes in circumstances or business climate indicate that the expected cash flows previously anticipated warrant a reassessment. When such reassessments indicate the potential of impairment, all business factors are considered and, if the carrying values of long-lived assets are not likely to be recovered from future net operating cash flows, they will be written down for financial reporting purposes.

Investments in Debt and Qualifying Equity Securities: Investments in debt and qualifying equity securities are classified as either held-to-maturity, trading or available-for-sale in accordance with SFAS 115. Held-to-maturity investments are debt securities that the Company has the positive intent and ability to hold to maturity. These investments are recorded at amortized cost. Debt and equity securities purchased principally for the purpose of resale as trading investments are recorded at fair value. Unrealized gains or losses on these investments are included in earnings of the current period. Other debt and equity securities that are not categorized as held-to-maturity or trading are classified as available-for-sale and reported at fair value. Unrealized gains or losses on these securities are reported as a separate component of equity.

Comprehensive Income: The Company adopted the provisions of Financial Accounting Standards No. 130, Reporting Comprehensive Income (FAS 130) in the current year. FAS 130 governs the financial statement presentation of changes in shareholder's equity resulting from non-owner sources. Accumulated other comprehensive income as reported in the accompanying balance sheet represents unrealized gains on available for sale securities.

2. ASSETS PLEDGED:

All assets are pledged as security for the long-term debt to the Rural Utilities Service.

3. TELEPHONE PLANT:

Listed below are the major classes of telephone plant in service at December 31:

	2000	1999
Land	\$ 13,835	\$ 5,751
Buildings	227,268	223,110
Central office equipment	1,594,472	1,482,760
Paystations	16,782	16,782
Buried cable	2,101,915	2,017,500
Office and communica- tion equipment	79,407	77,044
Vehicles and other work equipment	318,174	284,553
	<u>\$4,351,853</u>	<u>\$4,107,500</u>

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

4. NONREGULATED CUSTOMER PREMISES EQUIPMENT:

Nonregulated customer premises equipment is stated at cost. The Company provides for depreciation on a straight-line basis at an annual rate of depreciation which will amortize the cost of the equipment over its estimated useful life.

Income, net of related expenses, from nonregulated activities for the years ended December 31, 2000 and 1999, was \$45,177 and \$10,662, respectively. Depreciation of nonregulated CPE for the years ended December 31, 2000 and 1999, was \$3,993 and \$2,964, respectively.

5. MARKETABLE INVESTMENTS:

The cost and fair value of marketable debt securities at December 31, 2000, are as follows:

	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Estimated Fair Value
Available for sale:				
Debt securities	<u>\$662,613</u>	<u>\$ —</u>	<u>\$(19,200)</u>	<u>\$643,413</u>

The following is a list of the maturities of debt securities as of December 31, 2000:

	Amortized Cost	Estimated Fair Value
Due in one year or less	\$ 78,081	\$ 78,490
Due in one to five years	301,186	301,088
Due after five years	<u>283,346</u>	<u>263,836</u>
	<u>\$662,613</u>	<u>\$643,413</u>

6. LONG-TERM DEBT:

Long-term debt consists of the following at December 31:

	TERMS	2000	1999
United States of America Rural Utilities Service - Secured by all-inclusive financing agreement.	(A)	\$1,025,588	\$ 897,760

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

LONG-TERM DEBT: (Continued)

	TERMS	2000	1999
Rural Telephone Finance Cooperative - Secured by all-inclusive financing agreement	Variable rates (6.1% to 6.95% at December 31, 2000); payable in quarterly installments amortized over a 15 year maturity. Final payment is due June, 2011.	<u>\$ 948,302</u>	<u>\$1,014,314</u>
		1,974,870	1,912,074
	Less Current Maturities	<u>(101,000)</u>	<u>(95,000)</u>
		<u>\$1,873,870</u>	<u>\$1,817,074</u>

(A) Long-term debt to RUS is represented by 2% and 6% mortgage notes payable. Principal and interest installments are payable quarterly. The notes are scheduled to be fully repaid at various times to December, 2030. The notes are secured by all of the assets of the company.

As of December 31, 1999, there were \$150,000 of unadvanced loan funds available for digital switch and plant expansion. These funds were fully advanced to the Company in the year 2000. All loan funds advanced by RUS are deposited in a special construction fund account, the disbursements from which are restricted by the provisions of the loan agreement to purposes approved by RUS. The construction fund had a balance of \$3,217 and \$3,107 at December 31, 2000 and 1999, respectively.

It is estimated that principal repayment for the next five years will be as follows:

2001	\$101,000
2002	107,000
2003	114,000
2004	121,000
2005	129,000

(B) The Company has applied for and received tentative approval from RUS for a new loan in the amount of \$4,952,000. Proceeds from this loan will be used to pay off the outstanding RTFC loan and provide funding for new construction, buildings and future work orders.

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

7. DEFERRED INCOME TAXES:

Deferred tax assets and liabilities at December 31, consist of the following:

	2000	1999
Market value of marketable investments below cost	\$(6,500)	8(7,250)
Deferred tax liabilities		
Accumulated depreciation	<u>80,100</u>	<u>70,250</u>
Net deferred tax liability	<u>\$53,200</u>	<u>\$63,000</u>

8. APPROPRIATED RETAINED EARNINGS:

Appropriated retained earnings of \$13,679 represents undistributed previously taxed income stemming from the period when the Company was taxed as a Subchapter S corporation.

9. PENSION PLAN:

The Company adopted a SIMPLE - IRA plan effective January 1, 1999. The Company matches employee contributions up to 3% of total compensation. Matching contributions to the SIMPLE - IRA accounts totaled \$11,533 and \$10,215 for the years 2000 and 1999, respectively, of which \$1,722 and \$10,215 were payable at December 31, 2000 and 1999.

10. TREASURY STOCK:

During the year ended December 31, 1998, the Company purchased 33 shares of common stock of which \$300,000 was represented by a 0%, short-term note payable as of December 31, 1998. The note was paid in full in April, 1999.

SUPPLEMENTAL INFORMATION

*Endorf
Lurken
Olson & Co.*

*Member American Institute of
Certified Public Accountants*

certified public accountants

**Report of Independent Certified Public Accountants
on Supplemental Information**

Kennebec Telephone Company, Inc.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole of Kennebec Telephone Company, Inc. for the years ended December 31, 2000 and 1999, which are presented in the preceding section of this report. The supplemental information presented hereinafter is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Endorf Lurken Olson & Co. P.C. L.L.C.

Mitchell, South Dakota
February 1, 2001

SOUTH DAKOTA 536 KENNEBEC
 KENNEBEC TELEPHONE COMPANY, INC.
 KENNEBEC, SOUTH DAKOTA
 SCHEDULE OF MORTGAGE NOTES PAYABLE
 TO RURAL UTILITIES SERVICE
 DECEMBER 31, 2000

Note Number	Date of Note	Interest Rate	Note Amount	Unadvanced Funds	Principal Balance
12011	October 4, 1979	2.0%	\$ 107,000	\$ --	\$ 52,125
12020	October 4, 1979	2.0	465,000	--	236,210
12030	May 6, 1981	2.0	36,280	--	20,159
12032	May 6, 1981	2.0	20,710	--	15,161
12040	August 2, 1989	5.0	317,000	--	274,750
12041	August 2, 1989	5.0	21,000	--	18,993
11042	August 2, 1989	5.0	258,000		250,170
11043	August 2, 1989	5.0	<u>158,000</u>	<u>--</u>	<u>158,000</u>
			<u>\$1,383,000</u>	<u>\$ --</u>	<u>\$1,025,568</u>

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*Member American Institute of
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certified public accountants

The Board of Directors
Kennebec Telephone Company, Inc.
Kennebec, South Dakota

We have audited the financial statements of Kennebec Telephone Company, Inc. for the year ended December 31, 2000, and have issued our report thereon dated February 1, 2001. We conducted our audit in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and 7 CFR Part 1773, Policy on Audits of Rural Utilities Service (RUS) Borrowers. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

In planning and performing our audit of the financial statements of Kennebec Telephone Company, Inc. for the year ended December 31, 2000, we considered its internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control over financial reporting.

A description of the responsibility of management for establishing and maintaining the internal control over financial reporting and the objectives of and inherent limitations in such control is set forth in our independent auditor's report on compliance and on internal control over financial reporting dated February 1, 2001, and should be read in conjunction with this report.

Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of the specific internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Because of the limited number of employees in the company's business office, there is an inadequate segregation of duties.

7 CFR Part 1773.33 requires comments on specific aspects of the internal control over financial reporting, compliance with specific RUS loan and security instrument provisions, and other additional matters. We have grouped our comments accordingly. In addition to obtaining reasonable assurance about whether the financial statements are free from material misstatements, at your request, we performed tests of specific aspects of the internal control over financial reporting, of compliance with specific RUS loan and security instrument provisions, and of additional matters. The specific aspects of the internal control over financial reporting, compliance with specific RUS loan and security instrument provisions, and additional matters tested include, among other things, the accounting procedures and records, materials control, compliance with specific RUS loan and security instrument provisions set forth in 7 CFR Part 1773.33(e)(2), and related party transactions. In addition, our audit of the financial statements also included the procedures specified in 7 CFR 1773.38-.45. Our objective was not to provide an opinion on these specific aspects of the internal control over financial reporting, compliance with specific RUS loan and security instrument provisions, or additional matters, and accordingly, we express no opinion thereon.

No reports (other than our independent auditor's report and our independent auditor's report on compliance and on internal control over financial reporting, all dated February 1, 2001), or summary of recommendations related to our audit have been furnished to management.

Our comments on specific aspects of the internal control over financial reporting, compliance with specific RUS loan and security instrument provisions, and other additional matters as required by 7 CFR Part 1773.33 are presented below.

COMMENTS ON CERTAIN SPECIFIC ASPECTS OF THE INTERNAL CONTROL OVER FINANCIAL REPORTING

We noted no matters regarding Kennebec Telephone Company, Inc.'s internal control over financial reporting and its operation that we consider to be a material weakness as previously defined with respect to:

- the accounting procedures and records;
- the process for accumulating and recording labor, material, and overhead costs, and the distribution of these costs to construction, retirement, and maintenance or other expense accounts, and;
- the materials control.

COMMENTS ON COMPLIANCE WITH SPECIFIC RUS LOAN AND SECURITY INSTRUMENT PROVISIONS

Management's responsibility for compliance with laws, regulations, contracts, and grants is set forth in our independent auditor's report on compliance and on internal control over financial reporting dated February 1, 2001, and should be read in conjunction with this report. At your request, we have performed the procedures enumerated below with respect to compliance with certain provisions of laws, regulations, contracts and grants. The procedures we performed are summarized as follows:

- Procedure performed with respect to the requirement to maintain all funds in institutions whose accounts are insured by an Agency of the Federal government:
 1. Obtained information from financial institutions with which Kennebec Telephone Company, Inc. maintains funds that indicated that the institutions are insured by an Agency of the Federal government.
- Procedures performed with respect to the requirement for a borrower to obtain written approval of the mortgagee to enter into any contract for the operation or maintenance of property, or for the use of mortgaged property by others or for services pertaining to toll traffic, operator assistance or switching for the year ended December 31, 2000, of Kennebec Telephone Company:
 1. Obtained and read a borrower prepared schedule of new written contracts entered into during the year for the operation or maintenance of its property, for the use of its property by others or for services pertaining to toll traffic, operator assistance or switching as defined in 7 CFR Part 1773.334(e)(2)(II).
 2. Reviewed Board of Director minutes to ascertain whether board-approved written contracts are included in the borrower-prepared schedule.
 3. Noted the existence of written RUS approval of each contract listed by the borrower.

- Procedure performed with respect to the requirement to submit RUS Form 479 to the RUS:
 1. Agreed amounts reported in Form 479 to Kennebec Telephone Company, Inc.'s records.
- Procedure performed with respect to funded reserve and net plant to secured debt ratio requirements:
 1. Reviewed loan security instrument to ascertain which condition was elected by the borrower.
 2. If the funded reserve option was selected, review financial institution records to verify the existence of a separate bank account for the reserve, and determine that it was funded within one year of approval of release of funds and that it remained funded over the composite economic life of the facilities financed.
 3. If the net plant to secured debt ratio option was selected, calculate the ratio and confirm that the 1.2 ratio was achieved one year following the first advance of loan funds.

The results of our tests indicate that, with respect to the items tested, Kennebec Telephone Company, Inc. complied, in all material respects, with the specific RUS loan and security instrument provisions referred to below. The specific provisions tested, as well as any exceptions noted, include the requirements that:

- the borrower maintains all funds in institutions whose accounts are insured by an Agency of the Federal government;
- the borrower has obtained written approval of the RUS to enter into any contract for the operation or maintenance of property, for the use of mortgaged property by others or for services pertaining to toll traffic, operator assistance or switching as defined in 7 CFR Part 1773.33(e)(2)(i); and,
- the borrower has submitted its Form 479 to the RUS and the Form 479. Financial and Statistical Report, as of December 31, 2000, represented by the borrower as having been submitted to RUS, is in agreement with Kennebec Telephone Company, Inc.'s audited records in all material respects.

COMMENTS ON OTHER ADDITIONAL MATTERS

In connection with our audit of the financial statements of Kennebec Telephone Company, Inc. nothing came to our attention that caused us to believe that Kennebec Telephone Company, Inc. failed to comply with respect to:

- the reconciliations of subsidiary plant records to the controlling general ledger plant accounts addressed at 7 CFR Part 1773.33(c)(1);
- the clearing of the construction accounts and the accrual of depreciation on completed construction addressed at 7 CFR Part 1773.33(c)(2);
- the retirement of plant addressed at 7 CFR Parts 1773.33(o)(3) and (4);
- sales of plant, material, or scrap addressed at 7 CFR Part 1773.33(c)(5);

Adjusted Trial Balance
for the period ended December 31, 2000

Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper References
000 000 CASH GENERAL FUND	38,211.86	(47,401.80)			(47,401.80)	
000 100 CASH/INDA		250.00			250.00	
000 200 CASH REA CONSTRUCTION FUN	3,107.37	3,216.97			3,216.97	
000 300 CASH TEMPORARY INVESTMENT	7,561.59					
000 400 NOW ACCT PRESNO	116,187.28	148,282.49	AJE-1	1,527.11	149,809.60	
000 500 CASH ORAPER STATE BANK	2,785.86	(21,698.07)			(21,698.07)	
000 600 BANK WEST SWEEP ACCOUNT		184,037.80			184,037.80	
000 700 OTHER INVESTMENTS	562,003.21	562,003.21	AJE-2 AJE-2	8,584.00 (426,596.00)	143,991.21	
000 800 OTHER INVEST-EXCESS FMV	(20,700.00)	(20,700.00)	AJE-2	1,500.00	(19,200.00)	
000 900 OTHER INVESTMENTS US BANCORP/PIP		99,375.68	AJE-2 AJE-2	32,481.32 426,596.00	558,453.00	
000 1000 CUE FROM SUBSCRIBERS-TELE	7,734.54	18,832.08	AJE-12	(8,378.12)	10,453.96	
000 1100 DEPOSITS NSF CHECKS	0.38	244.19	AJE-12	(244.19)		
000 1200 RESERVE FOR UNCOLL ACCTS	(2,384.29)	(1,898.85)			(1,898.85)	
000 1300 OTHER ACCTS REC-MISC	(3,602.08)	1,130.00	AJE-11 AJE-17	7,703.62 24,597.23	33,430.85	
000 1400 OTHER ACCTS REC-MISC CATV		13,957.28	AJE-11 AJE-11 AJE-11	(7,703.62) 5,582.50 (3,938.35)	7,897.79	
000 1500 EMPLOYEE EMERGENCY LOAN		541.40			541.40	
000 1600 INTEREST RECEIVABLE	4,900.00	4,900.00			4,900.00	
000 1700 MATERIAL & SUPP-STOCK NFS	56,000.56	76,993.73	AJE-13	3,028.50	80,022.23	
000 1800 PREPAID INSURANCE	3,608.13	11,482.75	AJE-5 AJE-16	(1,876.43) (1,729.14)	7,877.18	
000 1900 INVESTMENTS-AFFILIATED CO	1,675.00	1,675.00			1,675.00	
000 2000 BTFC STOCK PRESNO	1,000.00	1,000.00			1,000.00	
000 2100 BTFC CAPITOL DEBT PRESNO	53,769.39	53,789.39	AJE-3	(3,053.66)	50,715.73	
000 2200 BTFC PATRONAGE CAPITAL CREDIT	5,615.19	8,122.87	AJE-3	7,585.69	15,798.36	
000 2300 BDM INVESTMENTS	78,321.65	78,321.65	AJE-14	36,895.77	115,220.42	

Adjusted Trial Balance
for the period ended December 31, 2000

Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
1400 000 NON-REG INVEST-PHONES, RI	37,788.26	38,487.33	AJE-15	67.40	38,554.73	
1405 010 NON-REGULATED INVENTORY			AJE-16	9,918.02	9,918.02	
2003 300 TPUC-WORK ORDER SHORT TER	42,156.42	79,671.02			79,671.02	
2111 000 LAND	5,750.80	10,750.60			10,750.60	
2111 110 PRESHO LAND		3,083.50			3,083.50	
2112 000 VEHICLES-PICKUPS	158,268.51	183,813.32			183,813.32	
2114 000 VEHICLES-TRENCHERS	52,078.14	67,478.53			67,478.53	
2115 000 OTHER WORK EQUIPMENT	76,205.87	66,882.23			66,882.23	
2121 000 BUILDINGS	9,873.90	14,032.19			14,032.19	
2121 100 NEW OFFICE BUILDING	53,143.25	54,217.19	AJE-4	(1,073.94)	53,143.25	
2121 110 BUILDING-PRESHO	134,242.96	134,968.05	AJE-4	(723.09)	134,242.96	
300 CO SWITCH ROOM ETC	25,849.65	25,849.55			25,849.55	
2122 000 FURNITURE & OFFICE EQUIPM	8,026.28	9,193.70			9,193.70	
2123 000 OFFICE COMM EQUIP-TELE	17,183.96	15,377.26			15,377.26	
2124 000 OFFICE COMPUTER	51,834.41	54,836.40			54,836.40	
2212 000 DIGITAL ELECTRONIC SWITCH	649,413.33	655,595.19	AJE-4 AJE-4	(3,563.22) (17,208.71)	634,823.26	
2212 110 DIGITAL ELECTRONIC SWITCHING-PRES	422,873.51	424,632.82	AJE-4	(5,365.73)	419,247.09	
2232 000 FIBER TERMINAL EQUIP	20,665.42	47,815.67	AJE-4	572.10	48,187.77	
2232 110 PRESHO COE CARRIER EQUIP	61,825.80	77,536.92	AJE-4	3,323.35	80,860.27	
2233 000 CIRCUIT EQUIP OTHER KENNEBEC	184,622.11	229,683.03	AJE-4	16,062.81	245,725.84	
2233 110 CIRCUIT EQUIP OTHER PRESHO	133,560.81	162,991.85	AJE-4	2,635.18	165,628.03	
2351 000 PAY PHONES	2,575.59	2,575.59			2,575.59	
2351 110 PRESHO PAY PHONES	14,206.07	14,206.02			14,206.02	
2421 000 AERIAL CABEL PRESHO		169.04			169.04	
2421 100 BURIED CABLE	866,103.33	907,722.36	AJE-4	(5.57)	907,716.79	
2421 110 PRESHO BURIED CABLE	948,834.93	1,008,407.85	AJE-4	7.99	1,006,415.84	
2421 120 PRESHO BURIED CABLE TOLL	173,315.16	173,315.16			173,315.16	

KENNEBEC TELEPHONE COMPANY, INC.

Prepared by CF

Reviewed by _____

Adjusted Trial Balance
for the period ended December 31, 2000

Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
1414 000 AFUD-BURIED CABLE	9,246.33	9,246.33	AJE-6	6,051.32	14,297.65	
1420 000 ACQUISITION ADJUST -PRESHO	624,850.60	624,850.60			624,850.60	
1114 000 DEPR RES-MISC PHY PROP	(31,726.32)	(39,002.40)	AJE-15	7,671.75	(31,330.64)	
1121 100 DEPR RES-PICKUPS	(74,650.85)	(80,731.78)			(80,731.78)	
1121 140 DEPR RES-TRENCHER	(52,078.14)	(51,078.14)			(51,078.14)	
1121 160 DEPR RES-OTHER WORK EQUIP	(65,488.02)	(45,288.83)			(45,288.83)	
1121 210 DEPR RES-BUILDINGS-COE	(9,873.90)	(9,873.90)			(9,873.90)	
1121 211 DEPR RES-BUILDINGS-OFFICE	(30,327.64)	(33,689.13)			(33,689.13)	
1121 213 DEPR RES-COE DIGITAL	(12,461.58)	(14,167.62)			(14,167.62)	
1121 220 DEPR RES-FURN & OFFICE EQ	(2,931.91)	(3,063.06)			(3,063.06)	
1121 222 DEPR RES-OFFICE COMM EQUI	(17,183.98)	(14,183.98)			(14,183.98)	
140 DEPR RES-OFFICE COMPUTER	(49,250.90)	(50,116.88)			(50,116.88)	
1122 100 DEPR RES-DIGITAL SWITCH	(357,679.79)	(422,636.19)			(422,636.19)	
1122 200 DEPR RES-FIBER TERM EQUIP	(33,171.04)	(35,437.16)			(35,437.16)	
1122 300 DEPR RES CIRCUIT EQUIP OTHER KENN	(139,999.50)	(151,081.11)			(151,081.11)	
1123 310 DEPR RES-PAY PHONES	(2,575.59)	(2,575.59)			(2,575.59)	
1124 230 DEPR RES-BURIED CABLE	(572,179.45)	(622,276.46)			(622,276.45)	
1221 210 PRESHO DEPR RES-BLDG	(41,515.26)	(46,831.26)			(46,831.26)	
1222 100 PRESHO DEPR RES-COE	(197,597.08)	(239,721.70)			(239,721.70)	
1222 321 DEPR RESERVE-COE CARRIER	(52,112.55)	(50,473.52)			(50,473.52)	
1222 321 DEPR RES CIR EQUIP OTHER PRESHO	(120,775.41)	(134,348.83)			(134,348.83)	
1222 310 PRESHO DEPR RES-PAY PHONE	(14,206.02)	(14,206.02)			(14,206.02)	
1224 230 PRESHO DEPR RES BURIED CA	(581,006.86)	(625,717.41)			(625,717.41)	
1224 231 PRESHO DEPR-RES BURIED CA	(114,959.65)	(125,358.62)			(125,358.62)	
140 DEPR RESERVE-AFUDC	(617.51)	(1,172.29)			(1,172.29)	
1500 000 ACCUM AMORTIZATION-INTANG	(149,289.77)	(190,926.45)			(190,926.45)	
4010 000 ACCTS PAY-US WEST	3,324.10	1,650.88			1,650.88	

Adjusted Trial Balance
for the period ended December 31, 2000

Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
4010 100 ACCTS PAY-AT&T	12,406.39	(7.39)	AJE-9	7.39		
4010 200 ACCTS PAY-OTHER EXCHA	12,845.70	(51,310.23)	AJE-3 AJE-9 AJE-9 AJE-9	3,053.88 45,414.02 2,352.37 1,514.73	1,034.55	ctha A/P
4010 210 ACCTS PAY-HEARING IMPAIRED TAX	(339.24)	(1,256.33)			(1,256.33)	
4010 220 ACCTS PAYABLEE-PAYROLL TAX	(9,633.27)	(9,298.03)			(9,298.03)	
4010 240 ACCTS PAY-FEDERAL EXCISE	(1,100.62)	(140.73)			(140.73)	12
4010 230 ACCTS PAY-STATE EXCISE TA	(36.63)	23.54			23.54	
4010 260 ACCTS PAY-STATE SALES TAX	(2,221.95)	(1,261.14)			(1,261.14)	
4010 270 ACCTS PAY-CITY SALES TAX	(540.24)	(518.18)			(518.18)	
4010 290 ACCTS PAY-TRADE	(21,623.34)	(21,823.33)	AJE-19 AJE-20	21,623.33 (17,044.23)	(17,044.23)	A/P
4010 300 ACCTS PAY-NECA	43,097.20	40,103.20	AJE-18	(20,000.00)	20,103.20	3400
4010 600 ACCTS PAYABLE-911	(1,909.46)	(2,002.41)			(2,002.41)	017
4010 100 TAXES ACCRUED-FED INC TAX	4,500.00	(4,999.60)	AJE 22	(54900.00)	(44,999.60)	
4010 200 DEFERRED INCOME TAXES PAY	(63,000.00)	(63,000.00)	AJE 22	9800.00	(53,200.00)	(63,000.00)
4080 200 ACCRUED FICA EMPLOYER		(1,102.27)			(1,102.27)	
4080 210 ACCRUED MEDICARE EMPLOYER		(521.70)			(521.70)	
4080 300 ACCRUED TAX-FUTA	(84.47)	(99.49)			(99.49)	
4080 400 ACCRUED TAX-SUTA	(9.27)	(10.55)			(10.55)	
4080 500 ACCRUED GROSS RECEIPTS TA	(34,228.88)	(41,999.88)			(41,999.99)	
4100 000 ACCRUED AUDIT EXPENSE	(14,982.86)	(13,081.26)			(13,081.26)	
4100 100 ACCRUED BONUS	(200.07)	(0.11)			(0.11)	
4100 200 ACCRUED PENSION EXPENSE	(10,214.74)	(1,721.24)			(1,721.24)	
4120 100 ACCRUED VACATION	374.52	68.07			68.07	
400 CAFETERIA PLAN		(3,810.11)	AJE-5	3,643.71	(166.40)	
4210 120 LONG TERM DEBT-REA NOTES	(1,055,759.48)	(1,025,587.80)			(1,025,567.80)	
4210 130 LONG TERM DEBT-RTFC FINAN	(1,014,314.70)	(949,302.14)			(949,302.14)	

KENNEBEC TELEPHONE COMPANY, INC.

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Adjusted Trial Balance
for the period ended December 31, 2000

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Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
4210 140 REA NOTES-UNADVANCED	158,000.00					
4210 000 CAPITAL STOCK	(8,300.00)	(8,300.00)			(8,300.00)	
4530 000 STOCK SHARES	689,302.41	689,302.41			689,302.41	
4550 000 RETAINED EARNINGS	(1,828,210.79)	(1,708,675.65)			(1,708,675.65)	
4552 100 UNDISTRIBUTED PTI	(13,679.58)	(13,679.58)			(13,679.58)	
4550 200 EXCESS FMV OF INVESTMENTS	20,700.00	20,700.00	AJE-2	(1,500.00)	19,200.00	
(Profit) Loss	(80,464.86)	(98,205.28)		(158,990.88)	(207,195.74) (257,406.16)	
	0.00	0.00		0.00	0.00	

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KENNEBEC TELEPHONE COMPANY, INC.

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Adjusted Trial Balance
for the period ended December 31, 2000

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Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
5001 000 LOCAL SERVICE REVENUE	(186,683.65)	(197,761.67)	AJE-11	8,822.34	(197,761.67) (188,939.33)	206*
5002 000 OTHER LOCAL REV-S.O. CHG	(7,142.06)	(8,554.27)			(8,554.27)	
5003 000 ACCESS CHARGE REVENUE-SUB	(37,444.70)	(37,620.21)			(37,620.21)	
5002 000 ACCESS CHARGE-INTERSTATE	(147,735.88)	(142,207.94)	AJE-9 AJE-9	(1,843.67) (757.36)	(144,808.97)	
5002 100 ACCESS CHARGE-FEATURE GRP	(12,318.91)	(23.47)			(23.47)	
5002 200 ACCESS CHARGES INTRASTATE	(141,122.44)	(247,219.97)	AJE-9 AJE-9 AJE-9	(7.39) (8.13) (757.37)	(247,992.86)	10725*
5002 300 SWITCHED ACCESS REV-LECA	10,704.00	27,446.00	AJE-15	(892.00)	26,554.00	
5002 400 ACCESS CHARGE INTER	1,487.10	18,528.67	AJE-21	(16,528.67)		
5002 500 ACCESS CHARGE EXPRESS INTRA	(28,637.60)	(2,484.85)			(2,484.85)	
5002 600 PIC CHANGE INTERSTATE	(840.00)	(510.00)			(510.00)	
5002 700 ACCESS SERVICE REQUEST (ASR)	(1,072.00)	(848.00)	AJE-17	(434.40)	(1,082.40)	
5002 800 PIC CHANGE INTRA	(70.00)	(445.00)			(445.00)	
5003 000 ACCESS CHG-INTEERST-NECA-OCL ENC	(359,092.46)	(611,177.66)	AJE-1E	20,000.00	(591,177.66)	
5003 100 USACAJSF REVENUE	(108,355.00)					
5003 000 SPECIAL ACCESS REV INTRA	(1,766.40)					
5100 000 TOLL SERVICE REVENUE-INTRASTATE	(99,661.23)	(108,311.16)	AJE-12	2632.20	97479.16 (106,311.16)	1275* (LAWAL...)
5100 100 TOLL SERVICE REVENUE INTERSTATE	(2,558.81)	(29,818.98)			(29,818.98)	
5100 200 OTHER TOLL-ADS INTRA REV	828.33					
5100 300 OTHER TOLL AOS INTER REV	(466.91)					
5120 000 INTRASTATE SPECIAL CIRCUITS	(13,930.99)	(23,055.62)			(23,055.62)	
5120 100 INTERSTATE SPECIAL CIRCUITS	(41,874.34)	(49,434.60)	AJE-9	(510.57)	(49,945.17)	
5230 000 DIRECTORY ADV & SALES REV	(1.30)					
5240 000 RENT	(2,249.42)	(12,052.13)			(12,052.13)	
5250 000 MISC REVENUE		(1,164.00)	AJE-10	1,090.48	(73.52)	
5260 100 MISC REVENUE-911 ACCESS	(300.00)	(300.00)			(300.00)	
5280 200 COMMISSION INCOME-EXPRESS			AJE-9	(45,414.02)	(45,414.02)	

KENNEBEC TELEPHONE COMPANY, INC.

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Adjusted Trial Balance
for the period ended December 31, 2000

Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
			AJE-17	(22,032.55)		
3244 000 PENALTY LATE PAY-NSF CHEC	(2,877.26)	(1,928.42)			(1,928.42)	
6270 000 B & C INTERSTATE	(9,503.45)	(5,665.89)			(5,665.89)	
6270 100 B & C INTRASTATE	(9,016.73)	(2,327.26)			(2,327.26)	
6270 500 B&C-INTRASTATE	1,791.10					
6275 100 INDEPENDENT NECA SERVICES	473.48					
6301 000 UNCOLL REVENUE	446.28	43.12			43.12	
6321 000 B&C REPAIR-DIAL BUILDING	1,489.09	1,626.59	AJE-4	1,797.03	3,423.62	
6321 100 B&C REPAIR-OFFICE	5,357.39	6,490.72	AJE-19 AJE-20	(100.00) 306.53	6,697.25	
6321 200 B&C REPAIR-SHOP WATER	6,352.12	9,851.56	AJE-20	89.41	9,940.97	
6321 300 B&C-NEW CO	2,088.83	2,252.38			2,252.38	
6321 400 BRESHO COE	141.60	216.20			216.20	
6322 000 OFFICE EQUIPMENT-FURNITUR	67.88					
6323 000 OFFICE EQUIPMENT EXPENSE	2,342.82	(2,379.24)	AJE-8 AJE-20	3,690.20 33.90	1,344.86	
6324 000 COMPUTER EXPENSE	1,021.52	8,388.51	AJE-8 AJE-20	(3,680.20) 149.00	4,647.31	
6325 000 DIGITAL SWITCH EXPENSE	81,810.12	54,570.08	AJE-4 AJE-11 AJE-11 AJE-19 AJE-20	3,563.22 1,969.17 (2,791.25) (392.73) 27.63	56,946.10	
6326 000 TRANSMISSION & CMB EXP	(81.86)					
6326 000 TRANSMISSION & CMB EXPENSE	45,095.54	74,602.60	AJE-19	(2,117.06)	74,385.74	
6327 000 PAY PHONE REPAIR	410.73	1.18			1.18	
6410 000 RING COB EXPENSE		10,600.00			10,600.00	
6420 000 REPAIR AERIAL CABLE	2,771.09	2,595.83			2,595.83	
6423 000 REPAIR BURIED CABLE	77,323.49	93,519.71	AJE-4 AJE-10	(2.42) (1,090.45)	83,647.93	

KENNEBEC TELEPHONE COMPANY, INC.

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Adjusted Trial Balance
for the period ended December 31, 2000

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Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
			AJE-11	(2,791.25)		
			AJE-13	(3,028.50)		
			AJE-19	(227.34)		
			AJE-20	299.03		
6421 000 REPAIR FIBER CABLE	839.11	271.44			271.44	
6413 000 PROVISIONING EXPENSE	2,810.22					
6531 000 TRANSMISSION POWER-COE	9,607.79	9,627.78	AJE-20	911.13	10,538.91	
6550 000 NETWORK ADMINISTRATION-RO	1,002.72	159.59			159.59	
6533 000 ROUTINE TESTING-COE	19,276.10	23,763.20			23,763.20	
6540 000 ACCESS EXP EXPRESS INTERSTATE	29.43	(10.45)	AJE-21	16,528.67	16,518.22	
6540 100 ACCESS EXP EXPRESS-INTRASTATE	67,914.18	61,074.69	AJE-16	(5,344.00)	55,730.69	
6581 000 DEPRECIATION	308,019.26	322,070.21	AJE-7	(4,056.23)	318,013.98	3200
6582 000 PRODUCT MANAGEMENT-EQUAL	202.98	67.48			67.48	
6583 000 SOTC	244.97					
6584 000 EXPRESS BOARD MEMBER	6,237.91	11,534.70	AJE-19 AJE-20	(95.00) 80.00	11,499.70	
6585 000 FEON	2,538.39					
6586 000 DIRECTORY ADVERTISING	1,213.66	3,611.58	AJE-19 AJE-20	(70.00) 1,056.32	4,597.90	
6587 000 CALL COMP SERV-OP SERV	838.13	350.29			350.29	
6588 000 NUMBER SERVICES - AT&T	1,622.42	819.68	AJE-19	(0.50)	819.18	
6589 000 US WEST SERVICE LINK-DIR	1,376.58	3,604.08			3,604.08	
6590 000 COLLECTION & CUSTOMER SERVICE BIL	52,581.57	68,287.95	AJE-19 AJE-20	(1,018.49) 1,163.59	68,433.05	
6593 400 ACCTS SERVICE CHARGE-US	1,647.78					
6711 000 MANAGEMENT EXPENSE-EXECUT	78,406.30	111,017.42	AJE-19	(123.79)	110,893.63	
6713 000 PLANNING	18,596.77	19,318.37			19,318.37	
6714 000 FIVE LOAN REQUEST	325.50					
6721 000 GENERAL ACCTS EXPENSE	77,455.60	98,067.44	AJE-20	1,769.22	98,836.66	

KENNEBEC TELEPHONE COMPANY, INC.

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Adjusted Trial Balance
for the period ended December 31, 2000

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Account Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
REVENUE ACCTS - AT&T	2,042.96	2,053.16	AJE-19 AJE-20	(175.34) 149.88	2,027.70	
REV ACCTS-OTHER CARRIERS	4,495.07	4,904.23	AJE-19 AJE-20	(175.34) 324.88	5,053.77	
REV ACCTS-US WEST	2,635.28	2,253.18	AJE-19 AJE-20	(225.34) 149.87	2,177.69	
EXPENSES ACCOUNTING & EXP	5,883.58	10,425.48	AJE-19 AJE-20	(200.34) 174.88	10,400.00	
INTRA-STATE-TELEC	7,812.51	9,384.38	AJE-19 AJE-20	(1,903.13) 2,493.75	9,975.00	
INTERSTATE-TELEC	44,363.49	37,082.35	AJE-19 AJE-20	(8,309.28) 7,580.14	38,353.21	
OTHER TELEC EXPENSE		3,075.75			3,075.75	
CONNECTING CO RELATIONS-	5,210.31	9,847.22	AJE-19 AJE-20	(164.04) 186.90	9,670.08	
HUMAN RESOURCES GENERAL EMPLOYEES	40.00	1,287.57	AJE-5 AJE-20	773.98 168.05	2,229.60	
LEGAL EXPENSE	5,316.76	5,471.80	AJE-19 AJE-20	(1,617.40) 462.49	4,316.89	
INSURANCE EMPLOYEE SHIRTS	8,786.04	11,945.19	AJE-5	(2,541.26)	9,403.93	
TRAVEL	2,459.92	4,584.18			4,584.18	
COST STUDY	216.00					
OTHER EXPENSES, AUDIT & F	19,166.29	14,400.00			14,400.00	
PENSION EXPENSE	519.40					
DEFERRED INCOME	(13,820.23)	(8,891.26)	AJE-2	(1,805.00)	(10,696.26)	
FEDERAL INCOME TAX	33,600.00	61,599.60	AJE 20	50,000.00	111,600.00 61,599.60 <u>422</u>	
OPERATING TAXES-CROSS REC	35,333.40	42,753.42			42,753.42	
INTEREST INCOME MM	(3,050.26)	(2,841.08)	AJE-1	(1,527.11)	(4,368.19)	
INTEREST INCOME CHECKING	(226.85)	(1,964.17)			(1,964.17)	
INTEREST INCOME CONSTRUCT	(93.24)	(109.60)			(109.60)	
INTEREST INCOME CDs	(37,451.00)	(1,805.00)	AJE-2	(41,065.32)	(41,065.32)	

KENNEBEC TELEPHONE COMPANY, INC.

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Adjusted Trial Balance
for the period ended December 31, 2000

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Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments	Adjusted Balance	Workpaper Reference
				Dr (Cr)	Dr (Cr)	
7120 000 LOSS ON SALE OF INVESTMEN	(8,534.00)					
7120 000 PATRONAGE DIVIDENDS-RTFC	(8,439.90)	(8,358.28)	AJE-3	(7,585.89)	(15,943.96)	
7120 000 INTEREST INCOME-ARUDC	(5,388.33)		AJE-6	(5,051.32)	(5,051.32)	
7120 000 OTHER NONOPERATING INCOME	41,856.68	41,856.68			41,856.68	Gr - cont
7120 000 OTHER OPERATING INCOME-SDV			AJE-14	(36,898.77)	(38,898.77)	
7120 000 CONTRIBUTIONS, FEES, DUES, F	8,170.04	11,824.83			11,824.83	← dues donat
7120 000 INTEREST-REA NOTE	35,074.49	41,366.89			41,366.89	
7120 000 INTEREST EXPENSE-RTFC	67,028.09	67,023.03			67,023.03	
7120 000 WIRE PHONE STORE	11,589.19	27,035.31	AJE-15 AJE-15 AJE-15 AJE-16 AJE-19 AJE-19 AJE-20 AJE-20 AJE-20	(3,283.02) (4,388.74) (67.40) (9,918.02) (539.03) (104.04) 23.64 143.87 155.26	9,057.83	
7120 000 LEASED FOR SALES-REPAIR	(23,581.54)	(43,485.56)	AJE-7 AJE-17 AJE-20	4,056.23 (2,130.28) 164.85	(41,394.75)	
7120 000 CELLULAR INVENTORY	2,662.06	594.78			594.78	
7120 000 CELLULAR SALES	(327.38)	(621.98)			(621.98)	
7120 000 INTERNET EXPENSE	8,069.58	1,872.61			1,872.61	
7120 000 INTERNET INCOME	(4,191.99)	(2,922.12)			(2,922.12)	
7120 000 WIRELESS LOAN D EXPENSE	207.00					
7120 000 PAYPHONE EXPENSE	4,722.87	3,027.42			3,027.42	
7120 000 PAYPHONE INCOME	(3,753.00)	(1,754.48)			(1,754.48)	
(Profit) Loss	(80,484.88)	(98,205.28)		(158,880.53)	(257,156.16)	
				(20899.25)	(207193.24)	

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Kennebec Telephone Company

INVESTMENTS

Description	EOY 1999	EOY 2000	Avg. 2000	% Change
---GENERAL SUPPORT FACILITIES---				
AC 2710 Land & Support Assets				
Support Assets	\$584,707	\$624,849	\$604,778	6.87%
Land	\$5,751	\$13,835	\$9,793	140.57%
TOTAL GSF	\$590,458	\$638,684	\$614,571	8.17%
---CENTRAL OFFICE EQUIPMENT---				
AC 2710 COE-Equipment				
COE 2-Exchange Building	\$0	\$0	\$0	0.00%
COE 3-Exchange Building Investment	\$0	\$0	\$0	0.00%
COE 4-Exchange Building	\$1,072,287	\$1,054,070	\$1,063,179	-1.70%
AC 2710 COE-Transmission				
COE 1-Exchange Circuit				
1-11 Exchange Circuit	\$0	\$0	\$0	0.00%
1-12 Exchange Circuit	\$0	\$0	\$0	0.00%
1-13 Exchange Circuit	\$0	\$0	\$0	0.00%
COE 2-Exchange Circuit				
2-11 Exchange Circuit	\$0	\$0	\$0	0.00%
2-12 Exchange Circuit	\$410,473	\$540,402	\$475,438	31.65%
2-13 Exchange Circuit	\$0	\$0	\$0	0.00%
COE 3-Exchange Circuit				
3-11 Exchange Circuit	\$0	\$0	\$0	0.00%
3-12 Exchange Circuit	\$0	\$0	\$0	0.00%
3-13 Exchange Circuit	\$0	\$0	\$0	0.00%
COE 4-Exchange Circuit				
4-11 Exchange Circuit	\$0	\$0	\$0	0.00%
4-12 Exchange Circuit	\$0	\$0	\$0	0.00%
4-13 Exchange Circuit	\$0	\$0	\$0	0.00%
TOTAL COE	\$1,482,760	\$1,594,472	\$1,538,616	7.53%
---INFORMATION ORIENTED EQUIPMENT ---				
AC 2710 IOT-CapEx Equipment				
IOT 1-Other IOT Equip	\$16,782	\$16,782	\$16,782	0.00%
Other Assignment	\$0	\$0	\$0	0.00%
IOT 2-Other IOT Equip	\$0	\$0	\$0	0.00%
TOTAL IOT	\$16,782	\$16,782	\$16,782	0.00%
---CABLE & WIRE FACILITIES ---				
AC 2710 CWF & Wire Facilities				
COE 1-Exchange Line Cat 1	\$2,017,500	\$2,101,915	\$2,059,708	4.18%
COE 2-Exchange & Exchange Trunk				
Exchange Exchange	\$0	\$0	\$0	0.00%
E & S Trunk	\$0	\$0	\$0	0.00%
COE 3-Exchange Trunk				
Exchange	\$0	\$0	\$0	0.00%
Exchange Trunk	\$0	\$0	\$0	0.00%
Other Assignment	\$0	\$0	\$0	0.00%
COE 4-Exchange Trunk CWF				
CWF	\$0	\$0	\$0	0.00%
CWF	\$0	\$0	\$0	0.00%
TOTAL CWF	\$2,017,500	\$2,101,915	\$2,059,708	4.18%
TOTAL TPIS	\$4,107,500	\$4,351,853	\$4,229,676	5.95%

Kennebec Telephone Company

INVESTMENTS

Description	EOY 1999	EOY 2000	Avg. 2000	% Change
Telephone Plant				
2000 2000 Plant Held for Future Use	\$0	\$0	\$0	0.00%
2000 2000 Plant Construction	\$42,156	\$79,671	\$60,914	88.99%
2000 2000 Telephone Plant Adjustment	\$624,851	\$624,851	\$624,851	0.00%
TOTAL TELEPHONE PLANT	\$4,774,507	\$5,056,375	\$4,915,441	5.90%
OTHER PLANT ACCOUNTS, MATERIALS & SUPPLIES---				
2000 2000 Materials & Supplies	\$56,001	\$80,022	\$68,012	42.89%
2000 2000 Spare Parts	\$0	\$0	\$0	0.00%
Investment Allowances/Contingencies	\$0	\$0	\$0	0.00%
Cash Working Capital	\$0	\$0	NA	0.00%
2000 2000 Telephone Assets	\$0	\$0	\$0	0.00%
2000 2000 Warrants	\$0	\$0	\$0	0.00%
TOTAL OTHER	\$56,001	\$80,022	\$68,012	42.89%
TOTAL TELEPHONE PLANT, OTHER PLANT & CWC	\$4,830,508	\$5,136,397	\$4,983,452	6.33%
RESERVES & DEFERRALS				
2000 2000 Accum Dep-Incl P&L in Inv				
Accum Dep	\$345,762	\$349,025	\$347,394	0.94%
Accum Dep - Building	\$555,277	\$662,358	\$608,818	19.28%
Accum Dep - Equipment	\$346,059	\$371,341	\$358,700	7.31%
Accum Dep - Equip	\$16,782	\$16,782	\$16,782	0.00%
Accum Dep - Other	\$1,268,763	\$1,374,524	\$1,321,644	8.34%
Accum Dep - Other	\$0	\$0	\$0	0.00%
2000 2000 Accum Dep-Plant Future Use	\$0	\$0	\$0	0.00%
2000 2000 Accum Dep-Construction Other	\$149,270	\$190,926	\$170,098	27.91%
TOTAL ACCUM DEPRECIATION TPIS	\$2,681,913	\$2,964,956	\$2,823,434	10.55%
Customer Deposits				
2000 2000 Customer Deposits	\$0	\$0	\$0	0.00%
Deferred Taxes and Other Liabilities				
2000 2000 Net Current Def Op Inc Taxes	\$0	\$0	\$0	0.00%
2000 2000 Other Long Term Liabilities	\$0	\$0	\$0	0.00%
2000 2000 Net Noncurrent Def OIC Taxes	\$63,000	\$53,200	\$58,100	-15.56%
TOTAL DEFERRED TAXES and LIABILITIES	\$63,000	\$53,200	\$58,100	-15.56%
TOTAL RESERVES & DEFERRED TAXES	\$2,744,913	\$3,018,156	\$2,881,534	9.95%
TOTAL NET PLANT INCL CWC (Less A/C 4040)	\$2,085,595	\$2,118,241	\$2,101,918	1.57%

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
---GENERAL EQUIPMENT FACILITIES---					
400 2000 Land & Transport Assets					
Transport Assets	92	\$604,778		(\$14,283) 2	\$590,495
Land	93	\$9,793		(\$762) 2	\$9,031
TOTAL GSF		<u>\$614,571</u>	<u>\$0</u>	<u>(\$15,045)</u>	<u>\$599,526</u>
---CENTRAL OFFICE EQUIPMENT---					
400 2000 COE-Equipment					
Cell Phone System	98	\$0			\$0
Cellular Access Equipment	99	\$0			\$0
Cellular System	100	\$1,063,179	\$951,300 1	(\$1,063,179) 1	\$951,300
500 2000 COE-Subscribers					
COE 1-Exchange Court					
1-1 Exchange Equipment	104	\$0	\$21,833 1		\$21,833
1-1 Exchange Equipment	105	\$0			\$0
1-1 Exchange Equipment	106	\$0	\$312,138 1		\$312,138
COE 2-Exchange Court					
2-1 Exchange Equipment	108	\$0			\$0
2-1 Exchange Equipment	109	\$475,438	\$227,190 1	(\$475,438) 1	\$227,190
2-1 Exchange Equipment	110	\$0			\$0
COE 3-Exchange Court					
3-1 Exchange Equipment	112	\$0	\$26,155 1		\$26,155
3-1 Exchange Equipment	114	\$0			\$0
TOTAL COE		<u>\$1,538,617</u>	<u>\$1,538,617</u>	<u>(\$1,538,617)</u>	<u>\$1,538,617</u>
---OPERATION ONE/TEN EQUIPMENT -----					
100 2000 One/Ten System Equipment					
One/Ten System Equipment	119	\$16,782		(\$16,782) 7	\$0
One/Ten System Equipment	120	\$0			\$0
One/Ten System Equipment	121	\$0			\$0
TOTAL O/T		<u>\$16,782</u>	<u>\$0</u>	<u>(\$16,782)</u>	<u>\$0</u>

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
--- CABLE & WIRE CABLES ---					
100 1000 Cable & wire Plant					
100 1000-101 101	125	\$2,059,708		(\$377,126) 3	\$1,682,582
100 1000-102 102					
100 1000-102-101 101	126	\$0			\$0
100 1000-102-102 102	127	\$0			\$0
100 1000-103 103					
100 1000-103-101 101	128	\$0			\$0
100 1000-103-102 102	129	\$0	\$232,843 3		\$232,843
100 1000-103-103 103	130	\$0			\$0
100 1000-104 104					
100 1000-104-101 101	131	\$0	\$144,283 3		\$144,283
100 1000-104-102 102	134	\$0			\$0
	TOTAL CWF	<u>\$2,059,708</u>	<u>\$377,126</u>	<u>(\$377,126)</u>	<u>\$2,059,708</u>
	TOTAL TMS	<u>\$4,229,678</u>	<u>\$1,915,743</u>	<u>(\$1,947,570)</u>	<u>\$4,197,851</u>
--- PLANT ---					
100 1000 Plant used by Public use	135	\$0			\$0
100 1000 Plant under Construction	140	\$60,914			\$60,914
100 1000 Reserve Plant Adjustment	141	\$624,851		(\$624,851) 4	\$0
	TOTAL PLANT	<u>\$4,915,443</u>	<u>\$1,915,743</u>	<u>(\$2,572,421)</u>	<u>\$4,258,765</u>
--- TELEPHONE PLANT ADJUSTMENTS, MATERIALS & SUPPLIES ---					
100 1000 Telephone & Supplies	140	\$68,012			\$68,012
100 1000 1000-101	151	\$0			\$0
100 1000-101-101 101	153	\$0			\$0
100 1000-101-102 102	154	\$0			\$0
100 1000 1000-103	155	\$0			\$0
100 1000 1000-104	156	\$0			\$0
	TOTAL TELEPHONE PLANT	<u>\$4,983,455</u>	<u>\$1,915,743</u>	<u>(\$2,572,421)</u>	<u>\$4,326,777</u>

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PROGRAM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
--- DEPRECIATION ---					
100 1000 Accum Depn for P&T on Inv					
Investment	100	\$347,394		(\$6,303) 2	\$341,091
Equip	104	\$608,818	\$550,201 5	(\$608,818) 5	\$550,201
Leasehold	105	\$358,700	\$417,316 5	(\$358,700) 5	\$417,316
Software Equip	108	\$16,782		(\$16,782) 7	\$0
Plant & Equip	109	\$1,321,644			\$1,321,644
Plant Equip Accum Depn	103	\$0			\$0
102 1000 Accum Depn Plant Equip		\$0			\$0
103 1000 Accum Depn Other	171	\$170,098		(\$170,098) 4	\$0
TOTAL ASSET DEPRECIATION 2000		<u>\$2,823,436</u>	<u>\$967,517</u>	<u>(\$1,160,701)</u>	<u>\$2,630,252</u>
--- CAPITAL EXPENSES ---					
100 1000 Capital Expenses	100	\$0			\$0
--- DEFERRED FINANCING COSTS ---					
100 1000 Net Discount Def Crd for Loans	172	\$0			\$0
100 1000 Other Long Term Liabilities	173	\$0			\$0
100 1000 Net Amortization Def Crd Loans	174	\$58,100			\$58,100
TOTAL DEFERRALS & CREDIT DEBITS		<u>\$2,881,536</u>	<u>\$967,517</u>	<u>(\$1,160,701)</u>	<u>\$2,688,352</u>
TOTAL NET PLANT		<u>\$2,101,919</u>	<u>\$948,226</u>	<u>(\$1,411,720)</u>	<u>\$1,638,425</u>

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
PLANT SPECIFIC EXPENSES--					
200 2000 General Support Expenses					
200	205	\$0			\$0
Plant Acquisition	205	\$0			\$0
200 2000 General Support Expenses					
200	209	\$28,722		(\$1,443) 2	\$27,279
Plant Acquisition	210	\$0			\$0
200 2000 Office Office Renting Expense	212	\$56,946			\$56,946
200 2000 Computer System Expense		\$0			\$0
200 2000 Office Office Transportation Expense		\$74,386			\$74,386
200 2000 Telephone Expense	213	\$0			\$0
200 2000 Other Exp Expense					
Exp Other Exp Exp Expense	215	\$1		(\$1) 7	\$0
Exp Other Exp Exp Expense	216	\$0			\$0
200 2000 Other Expense	218	\$102,115			\$102,115
TOTAL PLANT SPECIFIC EXPENSES		\$262,170	\$0	(\$1,444)	\$260,726
GENERAL - SPECIAL EXPENSES--					
200 2000 Other Plant Plant & Eq Expense	221	\$0			\$0
200 2000 Network Operations Expense	223	\$34,462			\$34,462
200 2000 Other Expense in Current	225	\$0			\$0
200 2000 Depreciation and Amort Expense					
Depreciation Expense 1995					
Exp Other	229	\$48,197		(\$659) 2	\$47,538
Exp Other	230	\$107,394	\$96,445 5	(\$107,394) 5	\$96,445
Exp Other Depreciation Expense	231	\$0			\$0
Exp Other	232	\$41,027	\$51,976 5	(\$41,027) 5	\$51,976
Exp Other Exp	233	\$0			\$0
Exp & Misc Facilities	234	\$121,396			\$121,396
200 2000 Property Plant For Future Use	235	\$0			\$0
200 2000 Amort Exp Other	236	\$41,657		(\$41,657) 4	\$0
TOTAL PLT NON-SPECIFIC EXPENSES		\$394,133	\$148,421	(\$190,737)	\$351,817

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
---CUSTOMER OPERATION EXPENSES---					
ALL 1995 Marketing Expense	240	\$16,165			\$16,165
ALL 1995 Services Expense					
Published Directory Listings					
Classified	245	\$0			\$0
Home	246	\$0	\$320 6		\$320
Foreign	247	\$0			\$0
Cat 1 Competition - Operator Assmt	248	\$73,207	\$3,315 6	(\$73,207) 6	\$3,315
Cat 1 Competition - Direct Assignment	249	\$0			\$0
All Other Local Business Office Expense					
Cat 1 - LBOE BU By Order Prod	251	\$0	\$8,396 6		\$8,396
Cat 1 - LBOE BU By Order Direct Assignment	252	\$0			\$0
Cat 1 - LBOE BU Print & Collect	253	\$0	\$21,902 6		\$21,902
Cat 1 - LBOE BU Billing Inquiry	254	\$0	\$8,396 6		\$8,396
Cat 1 - LBOE BU Com Collect	256	\$0	\$1,095 6	(\$1,095) 7	\$0
Cat 1 - LBOE BU End User Access	257	\$0			\$0
Total Cat 1 LBOE		\$0	\$39,789	(\$1,095)	\$38,694
Cat 2 Message Processing	260	\$0	\$6,143 6		\$6,143
Cat 2 Other Billing & Collecting	261	\$0	\$5,651 6		\$5,651
Cat 2 CARS	262	\$0	\$17,988 6		\$17,988
Cat 2 Direct Assignment	263	\$0			\$0
Total Cat 2 LBOE		\$0	\$29,782	\$0	\$29,782
Cat 3 Other LBOE	265	\$0			\$0
Cat 3 Direct Assignment	266	\$0	\$60 9		\$60
Total Cat 3 LBOE		\$0	\$60	\$0	\$60
TOTAL CUSTOMER OPER. EXPENSE		\$89,372	\$73,267	(\$74,302)	\$88,337

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
---CORPORATE OPERATIONS EXPENSES---					
--- 270 270 Asset & Planning Expense					
AD Other	270	\$130,213			\$130,213
Direct Assignment	271	\$0			\$0
Indirect Ass. of Cr. Assignment	273	\$0			\$0
--- 276 276 Cost & Administration Expense					
AD Other	276	\$219,671		(\$67,105)8,9	\$152,566
Direct Assignment	277	\$0	\$67,045 8		\$67,045
Indirect Ass. of Cr. Assignment	280	\$0	\$47,712 8		\$47,712
TOTAL CORPORATE EXPENSE		\$349,884	\$67,045	(\$67,105)	\$349,824
--- 283 283 Operating Taxes Exc. ICT					
--- 284 284 Operating Taxes Exc. ICT & Gross Receipts					
AD Other	283	\$0			\$0
Direct Assignment	284	\$0	\$96 10		\$96
TOTAL OPER. EXPENSE EXC. CONTRIB. & ICT		\$1,095,559	\$288,829	(\$333,588)	\$1,050,800
--- 288 288 Other Operating Taxes					
Operating ICT Excl. Property and Misc. Taxes	288	\$42,753		(\$96)10	\$42,657
--- 189 189 Nonoperating Income & Expenses					
--- 190 190 Nonoperating Income & Expenses					
Plant Used During Construction	189	\$5,051			\$5,051
Contributions	190	\$0			\$0
--- 193 193 Interest & Related Items					
--- 186 186 Interest & Related Items					
Interest on Fixed Debt (Fixed Charges)	193	\$108,390		(\$54,010)11	\$54,380
Interest on Customer Deposits (Part of A/C 7540)	186	\$0			\$0
--- 195 195 Miscellaneous Items					
Accelerated Tax Credit Amortization	195	\$0			\$0
Unaffiliated Direct Assignment	196	\$0			\$0
Amortization of certain Def. Taxes	197	\$0			\$0
Capitalized Payroll	198	\$0			\$0
Reserve for Accruals	200	\$0			\$0

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
Summary of Operating Expenses					
Total Plant Specific Expenses		\$262,170	\$0	(\$1,444)	\$260,726
Total Non-Plant Specific Expenses		\$394,133	\$148,421	(\$190,737)	\$351,817
Total Customer Operating Expenses		\$89,372	\$73,267	(\$74,302)	\$88,337
Total Corporate Expenses		\$349,884	\$67,045	(\$67,105)	\$349,824
A/C 7200 Oper. Taxes Excluding ICT		\$0	\$0	\$0	\$0
Contributions		\$0	\$0	\$0	\$0
Total Operating Expenses (Excl. ICT)		\$1,095,559	\$288,733	(\$333,588)	\$1,050,704

Notes: Adjustments to Accounted Data

- Note 1: Adjustments for Common & Power Investment based on CPR records
- Note 2: Land and Building adjustment for Non-Regulated space
- Note 3: Cable and Wire adjustments for Host-Remote and Interexchange trunking
- Note 4: Removal of Acquisition Adjustments from the Cost Study
- Note 5: Adjustment of Reserve & Depreciation Expense associated with CPR Adjustments
- Note 6: Distribution of Account 6610 & 6620 based on time study (1996)
- Note 7: Payphone Deregulation per South Dakota rules
- Note 8: Direct assignment of Cost Study Expense
- Note 9: Reclassify TRS to 6620 Cat 3
- Note 10: FCC Reg Fee Direct Assignment
- Note 11: Adjustment for Non-operating Interest Expense

CENTRAL OFFICE EQUIPMENT COSTS (AVERAGE)

Company Kennebec Telephone Company

Study Dates 1/1/00 - 12/31/00

COE Categories:	Total COE Book Costs as of 12/31/99	Total COE Book Costs as of 12/31/00	Average Book Costs
Category 2	\$0	\$0	\$0
Category 3	\$955,727	\$946,873	\$951,300
Category 4.11	\$0	\$43,666	\$21,833
Category 4.12	\$0	\$0	\$0
Category 4.13	\$301,618	\$322,658	\$312,138
Category 4.22	\$0	\$0	\$0
Category 4.23	\$199,066	\$255,315	\$227,191
Category 4.3	\$26,350	\$25,961	\$26,156
Total COE	\$1,482,761	\$1,594,473	\$1,538,617

BURIED CABLE BREAKDOWN

Company Kennebec Telephone Company

Study Dates 1/1/00 - 12/31/00

	Category 1	Category 2	Category 3	Category 4	Total C&W
1999 Total	\$1,640,374	\$0	<u>\$232,843</u>	<u>\$144,283</u>	<u>\$2,017,500</u>
2000 Total	\$1,724,789	\$0	<u>\$232,843</u>	<u>\$144,283</u>	<u>\$2,101,915</u>
Average	\$1,682,582	\$0	<u>\$232,843</u>	<u>\$144,283</u>	<u>\$2,059,708</u>

* Special study to identify Cat 3 for study

COST STUDY
AVERAGE
SCHEDULE

Company Kennebec Telephone Company

YEAR 2000

	Beginning Balance	Ending Balance	Average Balance
Materials & Supplies	\$56,001	\$80,022	\$68,012
TPUC	\$42,156	\$79,671	\$60,914

KENNEBEC TELEPHONE CO.

2000 Study Year

CENTRAL OFFICE EQUIPMENT - POWER & COMMON EQUIPMENT SPREAD

	(a) CPR COE INVST.	(b) COE INVST.	(c)-(2b/1b etc) % DIST.	(d)-(1d*2c etc) POWER INVST.	(e)-(1e*2c etc) COMMON INVST.	(f)-(1f+1d+1e, etc) COE INCL. COM & POWER
CPR EOY 1999						
1 TOTAL INVESTMENT	\$1,218,399	\$1,218,399	100.0000%	\$197,367	\$66,995	\$1,482,761
2 CATEGORY 3 LOCAL SWITCH	\$785,330	\$785,330	64.4559%	\$127,215	\$43,182	\$955,727
3 CATEGORY 2 TANDEM SWITCH	XXX	\$0	0.0000%	\$0	\$0	\$0
4 CATEGORY 4.11 EXCH WDBND	\$0	\$0	0.0000%	\$0	\$0	\$0
5 CATEGORY 4.13 EXCH LN CKT	\$175,633	\$175,633	14.4150%	\$28,451	\$9,657	\$213,741
6 CATEGORY 4.13 EXCH FIBER CKT	\$72,209	\$72,209	5.9266%	\$11,697	\$3,971	\$87,877
7 CATEGORY 4.23 IX CKT ALL OTHER	\$99,360	\$99,360	8.1550%	\$16,095	\$5,463	\$120,919
8 CATEGORY 4.23 IX FIBER CKT	\$64,214	\$64,214	5.2704%	\$10,402	\$3,531	\$78,147
9 CATEGORY 4.3 HOST REMOTE	\$21,652	\$21,652	1.7771%	\$3,507	\$1,191	\$26,350
10 NON-REG EQUIP USING POWER	\$0	\$0	0.0000%	\$0	\$0	\$0
11 EQUAL ACCESS (INCL. IN CAT3)	\$0	XXX	XXX	XXX	XXX	\$0

	(a) CPR COE INVST.	(b) COE INVST.	(c)-(2b/1b etc) % DIST.	(d)-(1d*2c etc) POWER INVST.	(e)-(1e*2c etc) COMMON INVST.	(f)-(1f+1d+1e, etc) COE INCL. COM & POWER
CPR EOY 2000						
1 TOTAL INVESTMENT	\$1,329,817	\$1,329,817	100.0000%	\$197,660	\$66,995	\$1,594,472
2 CATEGORY 3 LOCAL SWITCH	\$789,708	\$789,708	59.3847%	\$117,380	\$39,755	\$946,873
3 CATEGORY 2 TANDEM SWITCH	XXX	\$0	0.0000%	\$0	\$0	\$0
4 CATEGORY 4.11 EXCH WDBND	\$36,418	\$36,418	2.7386%	\$5,413	\$1,835	\$43,666
5 CATEGORY 4.13 EXCH LN CKT	\$174,913	\$174,913	13.1531%	\$25,998	\$8,812	\$209,723
6 CATEGORY 4.13 EXCH FIBER CKT	\$94,190	\$94,190	7.0829%	\$14,000	\$4,745	\$112,935
7 CATEGORY 4.23 IX CKT ALL OTHER	\$94,864	\$94,864	7.1336%	\$14,100	\$4,779	\$113,744
8 CATEGORY 4.23 IX FIBER CKT	\$118,073	\$118,073	8.8789%	\$17,550	\$5,948	\$141,571
9 CATEGORY 4.3 HOST REMOTE	\$21,652	\$21,652	1.6282%	\$3,218	\$1,091	\$25,961
10 NON-REG EQUIP USING POWER	\$0	\$0	0.0000%	\$0	\$0	\$0
11 EQUAL ACCESS (INCL. IN CAT3)	\$0	XXX	XXX	XXX	XXX	\$0

	EOY 1999 INVST.	EOY 2000 INVST.	2000 AVG. INVST.
2000 AVG. COE INVESTMENT			
1 TOTAL INVESTMENT	\$1,482,761	\$1,594,472	\$1,538,617
2 CATEGORY 3 LOCAL SWITCH	\$955,727	\$946,873	\$951,300
3 CATEGORY 2 TANDEM SWITCH	\$0	\$0	\$0
4 CATEGORY 4.11 EXCH WDBND	\$0	\$43,666	\$21,833
5 CATEGORY 4.13 EXCH LN CKT	\$213,741	\$209,723	\$211,732
6 CATEGORY 4.13 EXCH FIBER CKT	\$87,877	\$112,935	\$100,406
7 CATEGORY 4.23 IX CKT ALL OTHER	\$120,919	\$113,744	\$117,331
8 CATEGORY 4.23 IX FIBER CKT	\$78,147	\$141,571	\$109,859
9 CATEGORY 4.3 HOST REMOTE	\$26,350	\$25,961	\$26,155
10 NON-REG EQUIP USING POWER	\$0	\$0	\$0
11 CATEGORY 3 EQUAL ACCESS	\$0	\$0	\$0

	EOY 1999	EOY 2000
TANDEM SWITCH CALCULATIONS		
1 CAT 3 LOCAL SWITCH *	\$0	\$0
2 PERCENT TANDEM SWITCH **	0.00%	0.00%
3 CAT 2 TANDEM SWITCH	\$0	\$0

* From CPR's for exchange serving as the Tandem
 ** From Traffic Study
 * Total less Equal Access Investment

**SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA**

**FINANCIAL STATEMENTS
FOR THE YEARS ENDED
DECEMBER 31, 2000 AND 1999**

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*Endorf
Lurken
Olson & Co.*

Member American Institute
Certified Public Accountants

certified public accountants

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

The Board of Directors
Kennebec Telephone Company, Inc.
Kennebec, South Dakota

We have audited the accompanying balance sheet of Kennebec Telephone Company, Inc. as of December 31, 2000 and 1999, and the related statements of operations, changes in stockholders' equity and cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Kennebec Telephone Company, Inc. as of December 31, 2000 and 1999, and the results of its operations and its cash flows for the years then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated February 1, 2001, on our consideration of Kennebec Telephone Company, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Endorf Lurken Olson & Co. P.C. LLP

Mitchell, South Dakota
February 1, 2001

*Enderf
Lurken
Olson & Co.*

*Member American Institute
Certified Public Accountants*

certified public accountants

**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON COMPLIANCE
AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING**

**The Board of Directors
Kennebec Telephone Company, Inc.
Kennebec, South Dakota**

We have audited the financial statements of Kennebec Telephone Company, Inc. as of and for the years ended December 31, 2000 and 1999, and have issued our report thereon dated February 1, 2001. We conducted our audits in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Kennebec Telephone Company, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audits, we considered Kennebec Telephone Company, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. We noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of internal control over financial reporting that, in our judgment, could adversely affect Kennebec Telephone Company, Inc.'s ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

Because of the limited number of employees in the Company's business office, there is an inadequate segregation of duties.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is not a material weakness.

This report is intended for the information of the management, the Rural Utilities Service, and supplemental lenders. However, this report is a matter of public record and its distribution is not limited.

Ernst & Young

Mitchell, South Dakota
February 1, 2001

**SOUTH DAKOTA 530 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
BALANCE SHEET**

ASSETS

	DECEMBER 31,	
	2000	1999
CURRENT ASSETS		
Cash and temporary cash investments	\$ 304,827	\$ 316,444
Cash - RUS construction fund	9,217	3,107
Telecommunications accounts receivable, less allowance for uncollectible accounts 2000 \$1,899; 1999 \$2,364	73,214	73,242
Interest receivable	4,900	4,900
Materials and supplies inventory	80,022	56,001
Nonregulated inventory	9,918	-
Prepayments	7,877	8,108
Total Current Assets	483,975	360,802
NONCURRENT ASSETS		
Nonregulated customer premises equipment, net of accumulated depreciation 2000 \$31,331; 1999 \$31,726	7,224	6,072
Marketable investments	643,413	490,606
Investment in affiliated companies	116,896	79,597
Other investments	87,424	60,334
Total Noncurrent Assets	834,957	637,609
PROPERTY, PLANT, AND EQUIPMENT		
Telecommunications plant		
In service	4,361,853	4,107,600
Under construction	79,671	42,158
Acquisition adjustment	624,851	624,851
Total Investment in Telecommunications Plant	5,066,375	4,774,609
Less: Accumulated depreciation	(2,964,956)	(2,681,913)
Property, Plant, and Equipment - Net	2,091,419	2,092,696

The accompanying notes to financial statements are
an integral part of this statement.

LIABILITIES AND STOCKHOLDERS' EQUITY

	DECEMBER 31,	
	2000	1999
CURRENT LIABILITIES		
Current portion of long-term debt	\$ 101,000	\$ 95,000
Accounts payable	19,046	21,623
Accrued taxes	58,185	50,102
Pension plan payable	1,722	10,215
Income tax payable	64,800	-
Other payables	<u>13,179</u>	<u>15,788</u>
Total Current Liabilities	<u>256,932</u>	<u>191,728</u>
LONG-TERM DEBT, less current maturities	<u>1,873,870</u>	<u>1,817,074</u>
DEFERRED INCOME TAXES	<u>53,200</u>	<u>63,000</u>
STOCKHOLDERS' EQUITY		
Capital stock, common, \$100 par value; authorized 5,000 shares; 83 shares issued and outstanding	8,300	8,300
Retained earnings:		
Appropriated	13,879	12,879
Unappropriated	1,913,871	1,706,676
Accumulated other comprehensive income (loss)	(19,200)	(20,700)
Less: Treasury stock - 43 shares (at cost)	<u>(689,302)</u>	<u>(689,302)</u>
Total Stockholders' Equity	<u>1,227,548</u>	<u>1,018,653</u>
	<u>\$2,410,350</u>	<u>\$2,099,456</u>

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
STATEMENT OF OPERATIONS

	YEARS ENDED DECEMBER 31,	
	2000	1999
OPERATING REVENUES		
Basic local network services	\$ 206,316	\$ 203,826
Network access services	1,072,592	881,887
Long distance message revenue	55,259	33,545
Other network services	57,447	-
Miscellaneous	22,347	21,584
Uncollectible revenues	(43)	(440)
Net Operating Revenues	<u>1,423,916</u>	<u>1,140,596</u>
OPERATING EXPENSE		
Plant specific operations	262,170	231,412
Plant nonspecific operations	34,462	29,916
Customer operations	89,372	98,504
Corporate operations	349,884	290,082
Depreciation and amortization	359,571	349,576
Total Operating Expenses	<u>1,086,559</u>	<u>969,590</u>
OPERATING TAXES		
Federal income tax - current	67,500	13,350
Federal income tax - deferred	(9,800)	(11,900)
Other operating taxes	42,753	35,933
Total Operating Taxes	<u>100,453</u>	<u>36,783</u>
OPERATING INCOME	<u>227,906</u>	<u>134,623</u>
FIXED CHARGES		
Interest on mortgage debt	108,390	102,123
INVESTMENT INCOME -		
(net of income tax 2000 \$26,000; 1999 \$24,800)	42,502	37,304
NON-REGULATED NET INCOME -		
(net of depreciation 2000 \$3,993; 1999 \$2,964 and Income tax 2000 \$27,900; 1999 \$7,350)	46,177	10,652
NET INCOME	207,195	60,465
OTHER COMPREHENSIVE INCOME		
Unrealized gain (loss) on marketable securities	1,500	(30,400)
COMPREHENSIVE INCOME	<u>\$ 208,695</u>	<u>\$ 29,065</u>

The accompanying notes to financial statements are
an integral part of this statement.

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY

	Common Stock	Retained (Appropriated)	Earnings (Unappropriated)	Accumulated Other Comprehensive Income	Treasury Stock	Total
Balance December 31, 1998	\$8,300	\$13,679	\$1,626,210	\$ 9,700	\$(689,302)	\$ 968,587
Comprehensive income:						
Net income	-	-	80,466	-	-	80,466
Unrealized (loss) on marketable securities	-	-	-	(30,400)	-	(30,400)
Balance December 31, 1999	8,300	13,679	1,706,676	(20,700)	(689,302)	1,018,653
Comprehensive income:						
Net income	-	-	207,195	-	-	207,195
Unrealized (loss) on marketable securities	-	-	-	1,500	-	1,500
Balance December 31, 2000	\$8,300	\$13,679	\$1,913,871	\$(19,200)	\$(689,302)	\$1,227,348

The accompanying notes to financial statements are
an integral part of this statement.

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
STATEMENT OF CASH FLOWS

	YEARS ENDED DECEMBER 31,	
	2000	1999
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from consumers	\$1,501,016	\$1,133,074
Cash paid to suppliers and employees	(823,445)	(676,115)
Interest/dividends received	68,502	44,982
Interest paid	(108,390)	(102,103)
Income tax paid	<u>(52,100)</u>	<u>(55,413)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>565,583</u>	<u>446,425</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Construction and acquisition of plant	(386,493)	(287,077)
Materials salvaged from retirements	9,789	1,620
Proceeds from sale of equipment	18,200	-
Proceeds from sale of investments	40,000	70,000
(Increase) in non-regulated CPE	(5,145)	-
(Increase) in marketable investments	(191,309)	-
(Increase) in nonregulated investments	(36,698)	-
(Increase) in other investments	<u>(7,040)</u>	<u>(78,376)</u>
NET CASH (USED) BY INVESTING ACTIVITIES	<u>(558,866)</u>	<u>(293,854)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of short-term debt	-	(186,642)
Proceeds from long-term debt	158,000	-
Repayment of long-term debt	<u>(95,204)</u>	<u>(90,370)</u>
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	<u>62,796</u>	<u>(277,012)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	89,493	(125,441)
CASH AND CASH EQUIVALENTS, Beginning of Year	<u>218,661</u>	<u>343,992</u>
CASH AND CASH EQUIVALENTS, End of Year	<u>\$ 308,044</u>	<u>\$ 218,661</u>

The accompanying notes to financial statements are
an integral part of this statement.

SOUTH DAKOTA 538 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

1. SIGNIFICANT ACCOUNTING POLICIES:

Nature of Operations and Group Concentrations of Credit Risk: Kennebec Telephone Company provides both regulated and non-regulated telecommunication services for the Kennebec and Presho, South Dakota exchange areas. The Company reviews credit history prior to approving credit. No deposits are required of the Company's customers. The Company at various times maintains cash balances with financial institutions in excess of FDIC insurance limits.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain amounts and disclosures. Accordingly, actual results could differ from those estimates.

General: The Company follows the FCC Uniform System of Accounts for Class A and B telephone companies as required by the Rural Utilities Service (RUS).

Telecommunication Plant in Service and Under Construction: Additions to telephone plant are recorded at their original cost, which includes contracted work, direct labor and material, and allocable overhead. When units of property are retired, sold, or otherwise disposed of in the ordinary course of business, their average book cost less net salvage is charged to accumulated depreciation. Maintenance and repair costs and the replacement and renewal of items determined to be less than units of property are charged to the applicable maintenance expense accounts.

Depreciation: Depreciation is computed using the straight-line method based on the estimated useful lives of the depreciable assets.

Materials and Supplies Inventory: The inventory is stated at cost determined principally on the weighted average method. There was no substantial change in the manner of determining quantities, costs, or valuations between opening and closing inventories.

Revenue Recognition: Revenue from local telephone service is reflected in the accounts at the time such revenue is actually earned. The customers are billed on the 1st of each month for local service for that month. Revenue from toll service is recorded through the 18th of each month and is billed to customers on the 1st of the next month. At the balance sheet dates, the Company had unrecorded toll service from December 19 to December 31.

Temporary Cash Investments: Temporary cash investments consist mainly of certificates of deposit and money market savings accounts. They are stated at cost, which approximates market value. They are included as cash on the statement of cash flows.

SOUTH DAKOTA 536 KENNEBEC
 KENNEBEC TELEPHONE COMPANY, INC.
 KENNEBEC, SOUTH DAKOTA
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2000 AND 1999

1 SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Long-Lived Assets: The recoverability of long-lived assets is assessed annually or whenever adverse events or changes in circumstances or business climate indicate that the expected cash flows previously anticipated warrant a reassessment. When such reassessments indicate the potential of impairment, all business factors are considered and, if the carrying values of long-lived assets are not likely to be recovered from future net operating cash flows, they will be written down for financial reporting purposes.

Investments in Debt and Qualifying Equity Securities: Investments in debt and qualifying equity securities are classified as either held-to-maturity, trading or available-for-sale in accordance with SFAS 115. Held-to-maturity investments are debt securities that the Company has the positive intent and ability to hold to maturity. These investments are recorded at amortized cost. Debt and equity securities purchased principally for the purpose of resale as trading investments are recorded at fair value. Unrealized gains or losses on these investments are included in earnings of the current period. Other debt and equity securities that are not categorized as held-to-maturity or trading are classified as available-for-sale and reported at fair value. Unrealized gains or losses on these securities are reported as a separate component of equity.

Comprehensive Income: The Company adopted the provisions of Financial Accounting Standards No. 130, Reporting Comprehensive Income (FAS 130) in the current year. FAS 130 governs the financial statement presentation of changes in shareholder's equity resulting from non-owner sources. Accumulated other comprehensive income as reported in the accompanying balance sheet represents unrealized gains on available for sale securities.

2. ASSETS PLEDGED:

All assets are pledged as security for the long-term debt to the Rural Utilities Service.

3. TELEPHONE PLANT:

Listed below are the major classes of telephone plant in service at December 31:

	2000	1999
Land	\$ 13,835	\$ 5,751
Buildings	227,268	223,110
Central office equipment	1,594,472	1,482,760
Paystations	16,782	16,782
Buried cable	2,101,915	2,017,500
Office and communication equipment	79,407	77,044
Vehicles and other work equipment	318,174	284,553
	<u>\$4,351,853</u>	<u>\$4,107,500</u>

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

4. NONREGULATED CUSTOMER PREMISES EQUIPMENT:

Nonregulated customer premises equipment is stated at cost. The Company provides for depreciation on a straight-line basis at an annual rate of depreciation which will amortize the cost of the equipment over its estimated useful life.

Income, net of related expenses, from nonregulated activities for the years ended December 31, 2000 and 1999, was \$45,177 and \$10,662, respectively. Depreciation of nonregulated CPE for the years ended December 31, 2000 and 1999, was \$3,993 and \$2,964, respectively.

5. MARKETABLE INVESTMENTS:

The cost and fair value of marketable debt securities at December 31, 2000, are as follows:

	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Estimated Fair Value
Available for sale:				
Debt securities	<u>\$662,613</u>	<u>\$ —</u>	<u>\$(19,200)</u>	<u>\$643,413</u>

The following is a list of the maturities of debt securities as of December 31, 2000:

	Amortized Cost	Estimated Fair Value
Due in one year or less	\$ 78,081	\$ 78,490
Due in one to five years	301,186	301,088
Due after five years	<u>283,346</u>	<u>263,836</u>
	<u>\$662,613</u>	<u>\$643,413</u>

6. LONG-TERM DEBT:

Long-term debt consists of the following at December 31:

	TERMS	2000	1999
United States of America Rural Utilities Service - Secured by all-inclusive financing agreement.	(A)	\$1,025,588	\$ 897,760

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999

LONG-TERM DEBT: (Continued)

	TERMS	2000	1999
Rural Telephone Finance Cooperative - Secured by all-inclusive financing agreement	Variable rates (6.1% to 6.95% at December 31, 2000); payable in quarterly installments amortized over a 15 year maturity. Final payment is due June, 2011.	<u>\$ 948,302</u>	<u>\$1,014,314</u>
		1,974,870	1,912,074
	Less Current Maturities	<u>(101,000)</u>	<u>(95,000)</u>
		<u>\$1,873,870</u>	<u>\$1,817,074</u>

(A) Long-term debt to RUS is represented by 2% and 6% mortgage notes payable. Principal and interest installments are payable quarterly. The notes are scheduled to be fully repaid at various times to December, 2030. The notes are secured by all of the assets of the company.

As of December 31, 1999, there were \$150,000 of unadvanced loan funds available for digital switch and plant expansion. These funds were fully advanced to the Company in the year 2000. All loan funds advanced by RUS are deposited in a special construction fund account, the disbursements from which are restricted by the provisions of the loan agreement to purposes approved by RUS. The construction fund had a balance of \$3,217 and \$3,107 at December 31, 2000 and 1999, respectively.

It is estimated that principal repayment for the next five years will be as follows:

2001	\$101,000
2002	107,000
2003	114,000
2004	121,000
2005	129,000

(B) The Company has applied for and received tentative approval from RUS for a new loan in the amount of \$4,952,000. Proceeds from this loan will be used to pay off the outstanding RTFC loan and provide funding for new construction, buildings and future work orders.

SOUTH DAKOTA 536 KENNEBEC
 KENNEBEC TELEPHONE COMPANY, INC.
 KENNEBEC, SOUTH DAKOTA
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2000 AND 1999

7. DEFERRED INCOME TAXES:

Deferred tax assets and liabilities at December 31, consist of the following:

	2000	1999
Market value of marketable investments below cost	\$(6,500)	8(7,250)
Deferred tax liabilities		
Accumulated depreciation	<u>80,100</u>	<u>70,250</u>
Net deferred tax liability	<u>\$53,200</u>	<u>\$63,000</u>

8. APPROPRIATED RETAINED EARNINGS:

Appropriated retained earnings of \$13,679 represents undistributed previously taxed income stemming from the period when the Company was taxed as a Subchapter S corporation.

9. PENSION PLAN:

The Company adopted a SIMPLE - IRA plan effective January 1, 1999. The Company matches employee contributions up to 3% of total compensation. Matching contributions to the SIMPLE - IRA accounts totaled \$11,533 and \$10,215 for the years 2000 and 1999, respectively, of which \$1,722 and \$10,215 were payable at December 31, 2000 and 1999.

10. TREASURY STOCK:

During the year ended December 31, 1998, the Company purchased 33 shares of common stock of which \$300,000 was represented by a 0%, short-term note payable as of December 31, 1998. The note was paid in full in April, 1999.

SUPPLEMENTAL INFORMATION

*Endorf
Lurken
Olson & Co.*

*Member American Institute of
Certified Public Accountants*

certified public accountants

**Report of Independent Certified Public Accountants
on Supplemental Information**

Kennebec Telephone Company, Inc.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole of Kennebec Telephone Company, Inc. for the years ended December 31, 2000 and 1999, which are presented in the preceding section of this report. The supplemental information presented hereinafter is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Endorf Lurken Olson & Co. P.C. L.L.C.

Mitchell, South Dakota
February 1, 2001

SOUTH DAKOTA 536 KENNEBEC
KENNEBEC TELEPHONE COMPANY, INC.
KENNEBEC, SOUTH DAKOTA
SCHEDULE OF MORTGAGE NOTES PAYABLE
TO RURAL UTILITIES SERVICE
DECEMBER 31, 2000

Note Number	Date of Note	Interest Rate	Note Amount	Unadvanced Funds	Principal Balance
12011	October 4, 1979	2.0%	\$ 107,000	\$ --	\$ 52,125
12020	October 4, 1979	2.0	465,000	--	236,210
12030	May 6, 1981	2.0	36,280	--	20,159
12032	May 6, 1981	2.0	20,710	--	15,161
12040	August 2, 1989	5.0	317,000	--	274,750
12041	August 2, 1989	5.0	21,000	--	18,993
11042	August 2, 1989	5.0	258,000		250,170
11043	August 2, 1989	5.0	<u>158,000</u>	<u>--</u>	<u>158,000</u>
			<u>\$1,383,000</u>	<u>\$ --</u>	<u>\$1,025,568</u>

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Olson & Co.*

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The Board of Directors
Kennebec Telephone Company, Inc.
Kennebec, South Dakota

We have audited the financial statements of Kennebec Telephone Company, Inc. for the year ended December 31, 2000, and have issued our report thereon dated February 1, 2001. We conducted our audit in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and 7 CFR Part 1773, Policy on Audits of Rural Utilities Service (RUS) Borrowers. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

In planning and performing our audit of the financial statements of Kennebec Telephone Company, Inc. for the year ended December 31, 2000, we considered its internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control over financial reporting.

A description of the responsibility of management for establishing and maintaining the internal control over financial reporting and the objectives of and inherent limitations in such control is set forth in our independent auditor's report on compliance and on internal control over financial reporting dated February 1, 2001, and should be read in conjunction with this report.

Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of the specific internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Because of the limited number of employees in the company's business office, there is an inadequate segregation of duties.

7 CFR Part 1773.33 requires comments on specific aspects of the internal control over financial reporting, compliance with specific RUS loan and security instrument provisions, and other additional matters. We have grouped our comments accordingly. In addition to obtaining reasonable assurance about whether the financial statements are free from material misstatements, at your request, we performed tests of specific aspects of the internal control over financial reporting, of compliance with specific RUS loan and security instrument provisions, and of additional matters. The specific aspects of the internal control over financial reporting, compliance with specific RUS loan and security instrument provisions, and additional matters tested include, among other things, the accounting procedures and records, materials control, compliance with specific RUS loan and security instrument provisions set forth in 7 CFR Part 1773.33(e)(2), and related party transactions. In addition, our audit of the financial statements also included the procedures specified in 7 CFR 1773.38-.45. Our objective was not to provide an opinion on these specific aspects of the internal control over financial reporting, compliance with specific RUS loan and security instrument provisions, or additional matters, and accordingly, we express no opinion thereon.

No reports (other than our independent auditor's report and our independent auditor's report on compliance and on internal control over financial reporting, all dated February 1, 2001), or summary of recommendations related to our audit have been furnished to management.

Our comments on specific aspects of the internal control over financial reporting, compliance with specific RUS loan and security instrument provisions, and other additional matters as required by 7 CFR Part 1773.33 are presented below.

COMMENTS ON CERTAIN SPECIFIC ASPECTS OF THE INTERNAL CONTROL OVER FINANCIAL REPORTING

We noted no matters regarding Kennebec Telephone Company, Inc.'s internal control over financial reporting and its operation that we consider to be a material weakness as previously defined with respect to:

- the accounting procedures and records;
- the process for accumulating and recording labor, material, and overhead costs, and the distribution of these costs to construction, retirement, and maintenance or other expense accounts, and;
- the materials control.

COMMENTS ON COMPLIANCE WITH SPECIFIC RUS LOAN AND SECURITY INSTRUMENT PROVISIONS

Management's responsibility for compliance with laws, regulations, contracts, and grants is set forth in our independent auditor's report on compliance and on internal control over financial reporting dated February 1, 2001, and should be read in conjunction with this report. At your request, we have performed the procedures enumerated below with respect to compliance with certain provisions of laws, regulations, contracts and grants. The procedures we performed are summarized as follows:

- Procedure performed with respect to the requirement to maintain all funds in institutions whose accounts are insured by an Agency of the Federal government:
 1. Obtained information from financial institutions with which Kennebec Telephone Company, Inc. maintains funds that indicated that the institutions are insured by an Agency of the Federal government.
- Procedures performed with respect to the requirement for a borrower to obtain written approval of the mortgagee to enter into any contract for the operation or maintenance of property, or for the use of mortgaged property by others or for services pertaining to toll traffic, operator assistance or switching for the year ended December 31, 2000, of Kennebec Telephone Company:
 1. Obtained and read a borrower prepared schedule of new written contracts entered into during the year for the operation or maintenance of its property, for the use of its property by others or for services pertaining to toll traffic, operator assistance or switching as defined in 7 CFR Part 1773.334(e)(2)(II).
 2. Reviewed Board of Director minutes to ascertain whether board-approved written contracts are included in the borrower-prepared schedule.
 3. Noted the existence of written RUS approval of each contract listed by the borrower.

- Procedure performed with respect to the requirement to submit RUS Form 479 to the RUS:
 1. Agreed amounts reported in Form 479 to Kennebec Telephone Company, Inc.'s records.
- Procedure performed with respect to funded reserve and net plant to secured debt ratio requirements:
 1. Reviewed loan security instrument to ascertain which condition was elected by the borrower.
 2. If the funded reserve option was selected, review financial institution records to verify the existence of a separate bank account for the reserve, and determine that it was funded within one year of approval of release of funds and that it remained funded over the composite economic life of the facilities financed.
 3. If the net plant to secured debt ratio option was selected, calculate the ratio and confirm that the 1.2 ratio was achieved one year following the first advance of loan funds.

The results of our tests indicate that, with respect to the items tested, Kennebec Telephone Company, Inc. complied, in all material respects, with the specific RUS loan and security instrument provisions referred to below. The specific provisions tested, as well as any exceptions noted, include the requirements that:

- the borrower maintains all funds in institutions whose accounts are insured by an Agency of the Federal government;
- the borrower has obtained written approval of the RUS to enter into any contract for the operation or maintenance of property, for the use of mortgaged property by others or for services pertaining to toll traffic, operator assistance or switching as defined in 7 CFR Part 1773.33(e)(2)(i); and,
- the borrower has submitted its Form 479 to the RUS and the Form 479. Financial and Statistical Report, as of December 31, 2000, represented by the borrower as having been submitted to RUS, is in agreement with Kennebec Telephone Company, Inc.'s audited records in all material respects.

COMMENTS ON OTHER ADDITIONAL MATTERS

In connection with our audit of the financial statements of Kennebec Telephone Company, Inc. nothing came to our attention that caused us to believe that Kennebec Telephone Company, Inc. failed to comply with respect to:

- the reconciliations of subsidiary plant records to the controlling general ledger plant accounts addressed at 7 CFR Part 1773.33(c)(1);
- the clearing of the construction accounts and the accrual of depreciation on completed construction addressed at 7 CFR Part 1773.33(c)(2);
- the retirement of plant addressed at 7 CFR Parts 1773.33(o)(3) and (4);
- sales of plant, material, or scrap addressed at 7 CFR Part 1773.33(c)(5);

Adjusted Trial Balance
for the period ended December 31, 2000

Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper References
000000 CASH GENERAL FUND	38,211.86	(47,401.80)			(47,401.80)	
000100 CASH/INDA		250.00			250.00	
000200 CASH REA CONSTRUCTION FUN	3,107.37	3,216.97			3,216.97	
000300 CASH TEMPORARY INVESTMENT	7,561.59					
000400 NOW ACCT PRESNO	116,187.28	148,282.49	AJE-1	1,527.11	149,809.60	
000500 CASH ORAPER STATE BANK	2,785.86	(21,698.07)			(21,698.07)	
000600 BANK WEST SWEEP ACCOUNT		184,037.80			184,037.80	
000700 OTHER INVESTMENTS	562,003.21	562,003.21	AJE-2 AJE-2	8,584.00 (426,596.00)	143,991.21	
000800 OTHER INVEST-EXCESS FMV	(20,700.00)	(20,700.00)	AJE-2	1,500.00	(19,200.00)	
000900 OTHER INVESTMENTS US BANCORP/PIP		99,375.68	AJE-2 AJE-2	32,481.32 426,596.00	558,453.00	
001000 CUE FROM SUBSCRIBERS-TELE	7,734.54	18,832.08	AJE-12	(8,378.12)	10,453.96	
001100 DEPOSITS NSF CHECKS	0.38	244.19	AJE-12	(244.19)		
001200 RESERVE FOR UNCOLL ACCTS	(2,384.29)	(1,898.85)			(1,898.85)	
001300 OTHER ACCTS REC-MISC	(3,602.08)	1,130.00	AJE-11 AJE-17	7,703.62 24,597.23	33,430.85	
001400 OTHER ACCTS REC-MISC CATV		13,957.28	AJE-11 AJE-11 AJE-11	(7,703.62) 5,582.50 (3,938.35)	7,897.79	
001500 EMPLOYEE EMERGENCY LOAN		541.40			541.40	
001600 INTEREST RECEIVABLE	4,900.00	4,900.00			4,900.00	
001700 MATERIAL & SUPP-STOCK NFS	56,000.56	76,993.73	AJE-13	3,028.50	80,022.23	
001800 PREPAID INSURANCE	3,608.13	11,482.75	AJE-5 AJE-16	(1,876.43) (1,729.14)	7,877.18	
001900 INVESTMENTS-AFFILIATED CO	1,675.00	1,675.00			1,675.00	
002000 BTFC STOCK PRESNO	1,000.00	1,000.00			1,000.00	
002100 BTFC CAPITL CRT PRESNO	53,769.39	53,789.39	AJE-3	(3,053.66)	50,715.73	
002200 BTFC PATRONAGE CAPITAL CREDIT	5,615.19	8,122.87	AJE-3	7,585.69	15,798.36	
002300 BTR INVESTMENTS	78,321.65	78,321.65	AJE-14	36,895.77	115,220.42	

Adjusted Trial Balance
for the period ended December 31, 2000

Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
1400 000 NON-REG INVEST-PHONES, RI	37,788.26	38,487.33	AJE-15	67.40	38,554.73	
1405 010 NON-REGULATED INVENTORY			AJE-16	9,918.02	9,918.02	
2003 300 TPUC-WORK ORDER SHORT TER	42,156.42	79,671.02			79,671.02	
2111 000 LAND	5,750.80	10,750.60			10,750.60	
2111 110 PRESHO LAND		3,083.50			3,083.50	
2112 000 VEHICLES-PICKUPS	158,268.51	183,813.32			183,813.32	
2114 000 VEHICLES-TRENCHERS	52,078.14	67,478.53			67,478.53	
2115 000 OTHER WORK EQUIPMENT	76,205.87	66,882.23			66,882.23	
2121 000 BUILDINGS	9,873.90	14,032.19			14,032.19	
2121 100 NEW OFFICE BUILDING	53,143.25	54,217.19	AJE-4	(1,073.94)	53,143.25	
2121 110 BUILDING-PRESHO	134,242.96	134,968.05	AJE-4	(723.09)	134,242.96	
300 CO SWITCH ROOM ETC	25,849.65	25,849.55			25,849.55	
2122 000 FURNITURE & OFFICE EQUIPM	8,026.28	9,193.70			9,193.70	
2123 000 OFFICE COMM EQUIP-TELE	17,183.96	15,377.26			15,377.26	
2124 000 OFFICE COMPUTER	51,834.41	54,836.40			54,836.40	
2212 000 DIGITAL ELECTRONIC SWITCH	649,413.33	655,595.19	AJE-4 AJE-4	(3,563.22) (17,208.71)	634,823.26	
2212 110 DIGITAL ELECTRONIC SWITCHING-PRES	422,873.51	424,632.82	AJE-4	(5,365.73)	419,247.09	
2232 000 FIBER TERMINAL EQUIP	20,665.42	47,815.67	AJE-4	572.10	48,187.77	
2232 110 PRESHO COE CARRIER EQUIP	61,825.80	77,536.92	AJE-4	3,323.35	80,860.27	
2233 000 CIRCUIT EQUIP OTHER KENNEBEC	184,622.11	229,683.03	AJE-4	16,062.81	245,725.84	
2233 110 CIRCUIT EQUIP OTHER PRESHO	133,560.81	162,991.85	AJE-4	2,635.18	165,628.03	
2351 000 PAY PHONES	2,575.59	2,575.59			2,575.59	
2351 110 PRESHO PAY PHONES	14,206.07	14,206.02			14,206.02	
2421 000 AERIAL CABEL PRESHO		169.04			169.04	
2421 100 BURIED CABLE	866,103.33	907,722.36	AJE-4	(5.57)	907,716.79	
2421 110 PRESHO BURIED CABLE	948,834.93	1,008,407.85	AJE-4	7.99	1,006,415.84	
2421 120 PRESHO BURIED CABLE TOLL	173,315.16	173,315.16			173,315.16	

KENNEBEC TELEPHONE COMPANY, INC.

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Adjusted Trial Balance
for the period ended December 31, 2000

Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
1414 000 AFUD-BURIED CABLE	9,246.33	9,246.33	AJE-6	6,051.32	14,297.65	
1420 000 ACQUISITION ADJUST -PRESHO	624,850.60	624,850.60			624,850.60	
1114 000 DEPR RES-MISC PHY PROP	(31,726.32)	(39,002.40)	AJE-15	7,671.75	(31,330.64)	
1121 100 DEPR RES-PICKUPS	(74,650.85)	(80,731.78)			(80,731.78)	
1121 140 DEPR RES-TRENCHER	(52,078.14)	(51,078.14)			(51,078.14)	
1121 160 DEPR RES-OTHER WORK EQUIP	(65,488.02)	(45,288.83)			(45,288.83)	
1121 210 DEPR RES-BUILDINGS-COE	(9,873.90)	(9,873.90)			(9,873.90)	
1121 211 DEPR RES-BUILDINGS-OFFICE	(30,327.64)	(33,689.13)			(33,689.13)	
1121 213 DEPR RES-COE DIGITAL	(12,461.58)	(14,167.62)			(14,167.62)	
1121 220 DEPR RES-FURN & OFFICE EQ	(2,931.91)	(3,063.06)			(3,063.06)	
1121 222 DEPR RES-OFFICE COMM EQUI	(17,183.98)	(14,183.98)			(14,183.98)	
140 DEPR RES-OFFICE COMPUTER	(49,250.90)	(50,116.88)			(50,116.88)	
1122 100 DEPR RES-DIGITAL SWITCH	(357,679.79)	(422,636.19)			(422,636.19)	
1122 200 DEPR RES-FIBER TERM EQUIP	(33,171.04)	(35,437.16)			(35,437.16)	
1122 300 DEPR RES CIRCUIT EQUIP OTHER KENN	(139,999.50)	(151,081.11)			(151,081.11)	
1123 310 DEPR RES-PAY PHONES	(2,575.59)	(2,575.59)			(2,575.59)	
1124 230 DEPR RES-BURIED CABLE	(572,179.45)	(622,276.46)			(622,276.45)	
1221 210 PRESHO DEPR RES-BLDG	(41,515.26)	(46,831.26)			(46,831.26)	
1222 100 PRESHO DEPR RES-COE	(197,597.08)	(239,721.70)			(239,721.70)	
1222 321 DEPR RESERVE-COE CARRIER	(52,112.55)	(50,473.52)			(50,473.52)	
1222 321 DEPR RES CIR EQUIP OTHER PRESHO	(120,775.41)	(134,348.83)			(134,348.83)	
1222 310 PRESHO DEPR RES-PAY PHONE	(14,206.02)	(14,206.02)			(14,206.02)	
1224 230 PRESHO DEPR RES BURIED CA	(581,006.86)	(625,717.41)			(625,717.41)	
1224 231 PRESHO DEPR-RES BURIED CA	(114,959.65)	(125,358.62)			(125,358.62)	
140 DEPR RESERVE-AFUDC	(617.51)	(1,172.29)			(1,172.29)	
1500 000 ACCUM AMORTIZATION-INTANG	(149,289.77)	(190,926.45)			(190,926.45)	
4010 000 ACCTS PAY-US WEST	3,324.10	1,650.88			1,650.88	

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Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
4010 100 ACCTS PAY-AT&T	12,406.39	(7.39)	AJE-9	7.39		
4010 200 ACCTS PAY-OTHER EXCHA	12,845.70	(51,310.23)	AJE-3 AJE-9 AJE-9 AJE-9	3,053.88 45,414.02 2,352.37 1,514.73	1,034.55	ctha A/P
4010 210 ACCTS PAY-HEARING IMPAIRED TAX	(339.24)	(1,256.33)			(1,256.33)	
4010 220 ACCTS PAYABLEE-PAYROLL TAX	(9,633.27)	(9,298.03)			(9,298.03)	
4010 240 ACCTS PAY-FEDERAL EXCISE	(1,100.62)	(140.73)			(140.73)	12
4010 230 ACCTS PAY-STATE EXCISE TA	(36.63)	23.54			23.54	
4010 260 ACCTS PAY-STATE SALES TAX	(2,221.95)	(1,261.14)			(1,261.14)	
4010 270 ACCTS PAY-CITY SALES TAX	(540.24)	(518.18)			(518.18)	
4010 290 ACCTS PAY-TRADE	(21,623.34)	(21,823.33)	AJE-19 AJE-20	21,623.33 (17,044.23)	(17,044.23)	A/P
4010 300 ACCTS PAY-NECA	43,097.20	40,103.20	AJE-18	(20,000.00)	20,103.20	3400
4010 600 ACCTS PAYABLE-911	(1,909.46)	(2,002.41)			(2,002.41)	0.7
4010 100 TAXES ACCRUED-FED INC TAX	4,500.00	(4,999.60)	AJE 22	(54900.00)	(44,999.60)	
4010 200 DEFERRED INCOME TAXES PAY	(63,000.00)	(63,000.00)	AJE 22	9800.00	(53,200.00)	(63,000.00)
4080 200 ACCRUED FICA EMPLOYER		(1,102.27)			(1,102.27)	
4080 210 ACCRUED MEDICARE EMPLOYER		(521.70)			(521.70)	
4080 300 ACCRUED TAX-FUTA	(84.47)	(99.49)			(99.49)	
4080 400 ACCRUED TAX-SUTA	(9.27)	(10.55)			(10.55)	
4080 500 ACCRUED GROSS RECEIPTS TA	(34,228.88)	(41,999.88)			(41,999.99)	
4100 000 ACCRUED AUDIT EXPENSE	(14,982.86)	(13,081.26)			(13,081.26)	
4100 100 ACCRUED BONUS	(200.07)	(0.11)			(0.11)	
4100 200 ACCRUED PENSION EXPENSE	(10,214.74)	(1,721.24)			(1,721.24)	
4120 100 ACCRUED VACATION	374.52	68.07			68.07	
400 CAFETERIA PLAN		(3,810.11)	AJE-5	3,643.71	(166.40)	
4210 120 LONG TERM DEBT-REA NOTES	(1,055,759.48)	(1,025,587.80)			(1,025,567.80)	
4210 130 LONG TERM DEBT-RTFC FINAN	(1,014,314.70)	(949,302.14)			(949,302.14)	

KENNEBEC TELEPHONE COMPANY, INC.

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Adjusted Trial Balance
for the period ended December 31, 2000

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Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
4210 140 REA NOTES-UNADVANCED	158,000.00					
4210 000 CAPITAL STOCK	(8,300.00)	(8,300.00)			(8,300.00)	
4530 000 STOCK SHARES	689,302.41	689,302.41			689,302.41	
4550 000 RETAINED EARNINGS	(1,828,210.79)	(1,708,675.65)			(1,708,675.65)	
4552 100 UNDISTRIBUTED PTI	(13,679.58)	(13,679.58)			(13,679.58)	
4550 200 EXCESS FMV OF INVESTMENTS	20,700.00	20,700.00	AJE-2	(1,500.00)	19,200.00	
(Profit) Loss	(80,464.86)	(98,205.28)		(158,990.88)	(207,145.74) (257,406.16)	
	0.00	0.00		0.00	0.00	

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KENNEBEC TELEPHONE COMPANY, INC.

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Adjusted Trial Balance
for the period ended December 31, 2000

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Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
5001 000 LOCAL SERVICE REVENUE	(186,683.65)	(197,761.67)	AJE-11	8,822.34	(197,761.67) (188,939.33)	206*
5002 000 OTHER LOCAL REV-S.O. CHG	(7,142.06)	(8,554.27)			(8,554.27)	
5003 000 ACCESS CHARGE REVENUE-SUB	(37,444.70)	(37,620.21)			(37,620.21)	
5002 000 ACCESS CHARGE-INTERSTATE	(147,735.88)	(142,207.94)	AJE-9 AJE-9	(1,843.67) (757.36)	(144,808.97)	
5002 100 ACCESS CHARGE-FEATURE GRP	(12,318.91)	(23.47)			(23.47)	
5002 200 ACCESS CHARGES INTRASTATE	(141,122.44)	(247,219.97)	AJE-9 AJE-9 AJE-9	(7.39) (8.13) (757.37)	(247,992.86)	10725*
5002 300 SWITCHED ACCESS REV-LECA	10,704.00	27,446.00	AJE-15	(892.00)	26,554.00	
5002 400 ACCESS CHARGE INTER	1,487.10	18,528.67	AJE-21	(16,528.67)		
5002 500 ACCESS CHARGE EXPRESS INTRA	(28,637.60)	(2,484.85)			(2,484.85)	
5002 600 PIC CHANGE INTERSTATE	(840.00)	(510.00)			(510.00)	
5002 700 ACCESS SERVICE REQUEST (ASR)	(1,072.00)	(848.00)	AJE-17	(434.40)	(1,082.40)	
5002 800 PIC CHANGE INTRA	(70.00)	(445.00)			(445.00)	
5003 000 ACCESS CHG-INTEERST-NECA-OCL ENC	(359,092.46)	(611,177.66)	AJE-1E	20,000.00	(591,177.66)	
5003 100 USACAJSF REVENUE	(108,355.00)					
5003 000 SPECIAL ACCESS REV INTRA	(1,766.40)					
5100 000 TOLL SERVICE REVENUE-INTRASTATE	(99,661.23)	(108,311.16)	AJE-12	2632.20	97479.16 (106,311.16)	1275* (LAWAL...)
5100 100 TOLL SERVICE REVENUE INTERSTATE	(2,558.81)	(29,818.98)			(29,818.98)	
5100 200 OTHER TOLL-ADS INTRA REV	828.33					
5100 300 OTHER TOLL AOS INTER REV	(466.91)					
5120 000 INTRASTATE SPECIAL CIRCUITS	(13,930.99)	(23,055.62)			(23,055.62)	
5120 100 INTERSTATE SPECIAL CIRCUITS	(41,874.34)	(49,434.60)	AJE-9	(510.57)	(49,945.17)	
5230 000 DIRECTORY ADV & SALES REV	(1.30)					
5240 000 RENT	(2,249.42)	(12,052.13)			(12,052.13)	
5250 000 MISC REVENUE		(1,164.00)	AJE-10	1,090.48	(73.52)	35*
5260 100 MISC REVENUE-911 ACCESS	(300.00)	(300.00)			(300.00)	
5260 200 COMMISSION INCOME-EXPRESS			AJE-9	(45,414.02)	(45,414.02)	

KENNEBEC TELEPHONE COMPANY, INC.

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Adjusted Trial Balance
for the period ended December 31, 2000

Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
			AJE-17	(22,032.55)		
3244 000 PENALTY LATE PAY-NSF CHEC	(2,877.26)	(1,928.42)			(1,928.42)	
6270 000 B & C INTERSTATE	(9,503.45)	(5,665.89)			(5,665.89)	
6270 100 B & C INTRASTATE	(9,016.73)	(2,327.26)			(2,327.26)	
6270 500 B&C-INTRASTATE	1,791.10					
6275 100 INDEPENDENT NECA SERVICES	473.48					
6301 000 UNCOLL REVENUE	446.28	43.12			43.12	
6321 000 B&C REPAIR-DIAL BUILDING	1,489.09	1,626.59	AJE-4	1,797.03	3,423.62	
6321 100 B&C REPAIR-OFFICE	5,357.39	6,490.72	AJE-19 AJE-20	(100.00) 306.53	6,697.25	
6321 200 B&C REPAIR-SHOP WATER	6,352.12	9,851.56	AJE-20	89.41	9,940.97	
6321 300 B&C-NEW CO	2,088.83	2,252.38			2,252.38	
6321 400 BRESHO COE	141.60	216.20			216.20	
6322 000 OFFICE EQUIPMENT-FURNITUR	67.88					
6323 000 OFFICE EQUIPMENT EXPENSE	2,342.82	(2,379.24)	AJE-8 AJE-20	3,690.20 33.90	1,344.86	
6324 000 COMPUTER EXPENSE	1,021.52	8,388.51	AJE-8 AJE-20	(3,680.20) 149.00	4,647.31	
6325 000 DIGITAL SWITCH EXPENSE	81,810.12	54,570.08	AJE-4 AJE-11 AJE-11 AJE-19 AJE-20	3,563.22 1,969.17 (2,791.25) (392.73) 27.63	56,946.10	
6326 000 TRANSMISSION & CMB EXP	(81.86)					
6326 000 TRANSMISSION & CMB EXPENSE	45,095.54	74,602.60	AJE-19	(2,117.06)	74,385.74	
6327 000 PAY PHONE REPAIR	410.73	1.18			1.18	
6410 000 RING COB EXPENSE		10,600.00			10,600.00	
6420 000 REPAIR AERIAL CABLE	2,771.09	2,595.83			2,595.83	
6423 000 REPAIR BURIED CABLE	77,323.49	93,519.71	AJE-4 AJE-10	(2.42) (1,090.45)	83,647.93	

KENNEBEC TELEPHONE COMPANY, INC.

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Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Worksheet Reference
			AJE-11	(2,791.25)		
			AJE-13	(3,028.50)		
			AJE-19	(227.34)		
			AJE-20	299.03		
6421 000 REPAIR FIBER CABLE	839.11	271.44			271.44	
6413 000 PROVISIONING EXPENSE	2,810.22					
6531 000 TRANSMISSION POWER-COE	9,607.79	9,627.78	AJE-20	911.13	10,538.91	
6532 000 NETWORK ADMINISTRATION-RO	1,002.72	159.59			159.59	
6533 000 ROUTINE TESTING-COE	19,276.10	23,763.20			23,763.20	
6540 000 ACCESS EXP EXPRESS INTERSTATE	29.43	(10.45)	AJE-21	16,528.67	16,518.22	
6540 100 ACCESS EXP EXPRESS-INTRASTATE	67,914.18	61,074.69	AJE-16	(5,344.00)	55,730.69	
6581 000 DEPRECIATION	308,019.26	322,070.21	AJE-7	(4,056.23)	318,013.98	3200
6590 000 PRODUCT MANAGEMENT-EQUAL	202.98	67.48			67.48	
6611 000 SOTC	244.97					
6611 500 EXPRESS BOARD MEMBER	6,237.91	11,534.70	AJE-19 AJE-20	(95.00) 80.00	11,499.70	
6611 600 ION	2,538.39					
6613 000 DIRECTORY ADVERTISING	1,213.66	3,611.58	AJE-19 AJE-20	(70.00) 1,056.32	4,597.90	
6621 000 CALL COMP SERV-OP SERV	838.13	350.29			350.29	
6622 000 NUMBER SERVICES - AT&T	1,622.42	819.68	AJE-19	(0.50)	819.18	
6623 000 US WEST SERVICE LINK-DIR	1,376.58	3,604.08			3,604.08	
6624 000 COLLECTION & CUSTOMER SERVICE BIL	52,581.57	68,287.95	AJE-19 AJE-20	(1,018.49) 1,163.59	68,433.05	
6625 400 ACCTS SERVICE CHARGE-US	1,647.78					
6711 000 MANAGEMENT EXPENSE-EXECUT	78,406.30	111,017.42	AJE-19	(123.79)	110,893.63	
6713 000 PLANNING	18,596.77	19,318.37			19,318.37	
6721 000 RUC LOAN REQUEST	325.50					
6721 000 GENERAL ACCTS EXPENSE	77,455.60	98,067.44	AJE-20	1,769.22	98,836.66	

KENNEBEC TELEPHONE COMPANY, INC.

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Account Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
REVENUE ACCTS - AT&T	2,042.96	2,053.16	AJE-19 AJE-20	(175.34) 149.88	2,027.70	
REV ACCTS-OTHER CARRIERS	4,495.07	4,904.23	AJE-19 AJE-20	(175.34) 324.88	5,053.77	
REV ACCTS-US WEST	2,635.28	2,253.18	AJE-19 AJE-20	(225.34) 149.87	2,177.59	
EXPENSE ACCOUNTING & EXP	5,883.58	10,425.48	AJE-19 AJE-20	(200.34) 174.88	10,400.00	
INTRA-STATE-TELEC	7,812.51	9,384.38	AJE-19 AJE-20	(1,903.13) 2,493.75	9,975.00	
INTERSTATE-TELEC	44,363.49	37,082.35	AJE-19 AJE-20	(8,309.28) 7,580.14	38,353.21	
OTHER TELECOM EXPENSE		3,075.75			3,075.75	
CONNECTING CO RELATIONS-	5,210.31	9,847.22	AJE-19 AJE-20	(164.04) 186.90	9,670.08	
HUMAN RESOURCES GENERAL EMPLOYEES	40.00	1,287.57	AJE-5 AJE-20	773.98 168.05	2,229.60	
LEGAL EXPENSE	5,316.76	5,471.80	AJE-19 AJE-20	(1,617.40) 462.49	4,316.89	
INSURANCE EMPLOYEE SHIRTS	8,786.04	11,945.19	AJE-5	(2,541.26)	9,403.93	
TRAVEL	2,459.92	4,584.18			4,584.18	
COST STUDY	216.00					
OTHER EXPENSES, AUDIT & F	19,166.29	14,400.00			14,400.00	
PENSION EXPENSE	519.40					
DEFERRED INCOME	(13,820.23)	(8,891.26)	AJE-2	(1,805.00)	(10,696.26)	
FEDERAL INCOME TAX	33,600.00	61,599.60	AJE 20	50,000.00	111,600.00 61,599.60 <u>422</u>	
OPERATING TAXES-CROSS REC	35,333.40	42,753.42			42,753.42	
INTEREST INCOME MM	(3,050.26)	(2,841.08)	AJE-1	(1,527.11)	(4,368.19)	
INTEREST INCOME CHECKING	(226.85)	(1,964.17)			(1,964.17)	
INTEREST INCOME CONSTRUCT	(93.24)	(109.60)			(109.60)	
INTEREST INCOME CDs	(37,451.00)	(1,805.00)	AJE-2	(41,065.32)	(41,065.32)	

KENNEBEC TELEPHONE COMPANY, INC.

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Adjusted Trial Balance
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Account # / Description	Prior Period (Adjusted) 12/31/1999	Unadjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Adjusted Balance Dr (Cr)	Workpaper Reference
7120 400 LOSS ON SALE OF INVESTMEN	(8,534.00)					
7120 400 PATRONAGE DIVIDENDS-RTFC	(8,439.90)	(8,358.28)	AJE-3	(7,585.89)	(15,943.96)	
7120 400 INTEREST INCOME-ARUDC	(5,388.33)		AJE-6	(5,051.32)	(5,051.32)	
7120 400 OTHER NONOPERATING INCOME	41,856.68	41,856.68			41,856.68	Go to...
7120 400 OTHER OPERATING INCOME-SDV			AJE-14	(36,898.77)	(38,898.77)	
7120 400 CONTRIBUTIONS, FEES, DUES, F	8,170.04	11,824.83			11,824.83	done
7120 400 INTEREST-REA NOTE	35,074.49	41,366.89			41,366.89	
7120 400 INTEREST EXPENSE-RTFC	67,028.09	67,023.03			67,023.03	
7120 400 WIRE PHONE STORE	11,589.19	27,035.31	AJE-15 AJE-15 AJE-15 AJE-16 AJE-19 AJE-19 AJE-20 AJE-20 AJE-20	(3,283.02) (4,388.74) (67.40) (9,918.02) (539.03) (104.04) 23.64 143.87 155.26	9,057.83	
7120 400 LEASED FOR SALES-REPAIR	(23,581.54)	(43,485.56)	AJE-7 AJE-17 AJE-20	4,056.23 (2,130.28) 164.85	(41,394.75)	
7120 400 CELLULAR INVENTORY	2,662.06	594.78			594.78	
7120 400 CELLULAR SALES	(327.38)	(621.98)			(621.98)	
7120 400 INTERNET EXPENSE	8,069.58	1,872.61			1,872.61	
7120 400 INTERNET INCOME	(4,191.99)	(2,922.12)			(2,922.12)	
7120 400 WIRELESS LOAN D EXPENSE	207.00					
7120 400 PAYPHONE EXPENSE	4,722.87	3,027.42			3,027.42	
7120 400 PAYPHONE INCOME	(3,753.00)	(1,754.48)			(1,754.48)	
(Profit) Loss	(80,484.88)	(98,205.28)		(158,880.53)	(257,156.16)	
				(208,891.25)	(207,193.34)	

Kennebec Telephone Company

INVESTMENTS

Description	EOY 1999	EOY 2000	Avg. 2000	% Change
---GENERAL SUPPORT FACILITIES---				
AC 2710 Land & Support Assets				
Support Assets	\$584,707	\$624,849	\$604,778	6.87%
Land	\$5,751	\$13,835	\$9,793	140.57%
TOTAL GSF	\$590,458	\$638,684	\$614,571	8.17%
---CENTRAL OFFICE EQUIPMENT---				
AC 2710 COE-Equipment				
COE 2-Exchange Building	\$0	\$0	\$0	0.00%
COE 3-Exchange Building	\$0	\$0	\$0	0.00%
COE 4-Exchange Building	\$1,072,287	\$1,054,070	\$1,063,179	-1.70%
AC 2710 COE-Transmission				
COE 1-Exchange Circuit				
1-11 Exchange Circuit	\$0	\$0	\$0	0.00%
1-12 Exchange Circuit	\$0	\$0	\$0	0.00%
1-13 Exchange Circuit	\$0	\$0	\$0	0.00%
COE 2-Exchange Circuit				
2-11 Exchange Circuit	\$0	\$0	\$0	0.00%
2-12 Exchange Circuit	\$410,473	\$540,402	\$475,438	31.65%
2-13 Exchange Circuit	\$0	\$0	\$0	0.00%
COE 3-Exchange Circuit				
3-11 Exchange Circuit	\$0	\$0	\$0	0.00%
3-12 Exchange Circuit	\$0	\$0	\$0	0.00%
3-13 Exchange Circuit	\$0	\$0	\$0	0.00%
COE 4-Exchange Circuit				
4-11 Exchange Circuit	\$0	\$0	\$0	0.00%
4-12 Exchange Circuit	\$0	\$0	\$0	0.00%
4-13 Exchange Circuit	\$0	\$0	\$0	0.00%
TOTAL COE	\$1,482,760	\$1,594,472	\$1,538,616	7.53%
---INFORMATION ORIENTED EQUIPMENT ---				
AC 2710 IOT-CapEx Equipment				
IOT 1-Data IOT Equip	\$16,782	\$16,782	\$16,782	0.00%
Data Assignment	\$0	\$0	\$0	0.00%
IOT 2-Data IOT Equip	\$0	\$0	\$0	0.00%
TOTAL IOT	\$16,782	\$16,782	\$16,782	0.00%
---CABLE & WIRE FACILITIES ---				
AC 2710 CWF & Wire Facilities				
COE 1-Exchange Line Cat 1	\$2,017,500	\$2,101,915	\$2,059,708	4.18%
COE 2-Exchange & Bus Trunk				
Exchange Exchange	\$0	\$0	\$0	0.00%
E & S Trunk	\$0	\$0	\$0	0.00%
COE 3-Exchange Trunk				
Exchange	\$0	\$0	\$0	0.00%
Exchange Trunk	\$0	\$0	\$0	0.00%
Data Assignment	\$0	\$0	\$0	0.00%
COE 4-Exchange Trunk CWF				
Data	\$0	\$0	\$0	0.00%
Data	\$0	\$0	\$0	0.00%
TOTAL CWF	\$2,017,500	\$2,101,915	\$2,059,708	4.18%
TOTAL TPIS	\$4,107,500	\$4,351,853	\$4,229,676	5.95%

Kennebec Telephone Company

INVESTMENTS

Description	EOY 1999	EOY 2000	Avg. 2000	% Change
Telephone Plant				
2000 2000 Plant Held for Future Use	\$0	\$0	\$0	0.00%
2000 2000 Plant Construction	\$42,156	\$79,671	\$60,914	88.99%
2000 2000 Telephone Plant Adjustment	\$624,851	\$624,851	\$624,851	0.00%
TOTAL TELEPHONE PLANT	\$4,774,507	\$5,056,375	\$4,915,441	5.90%
OTHER PLANT ACCOUNTS, MATERIALS & SUPPLIES---				
2000 2000 Materials & Supplies	\$56,001	\$80,022	\$68,012	42.89%
2000 2000 Spare Parts	\$0	\$0	\$0	0.00%
Investment Allowances/Contingencies	\$0	\$0	\$0	0.00%
Cash Working Capital	\$0	\$0	NA	0.00%
2000 2000 Telephone Assets	\$0	\$0	\$0	0.00%
2000 2000 Warrants	\$0	\$0	\$0	0.00%
TOTAL OTHER	\$56,001	\$80,022	\$68,012	42.89%
TOTAL TELEPHONE PLANT, OTHER PLANT & CWC	\$4,830,508	\$5,136,397	\$4,983,452	6.33%
RESERVES & DEFERRALS				
2000 2000 Accum Dep-Incl P&L in Inv				
Accum Dep	\$345,762	\$349,025	\$347,394	0.94%
Accum Dep - Building	\$555,277	\$662,358	\$608,818	19.28%
Accum Dep - Equipment	\$346,059	\$371,341	\$358,700	7.31%
Accum Dep - Equip	\$16,782	\$16,782	\$16,782	0.00%
Accum Dep - Other	\$1,268,763	\$1,374,524	\$1,321,644	8.34%
Accum Dep - Other	\$0	\$0	\$0	0.00%
2000 2000 Accum Dep-Plant Future Use	\$0	\$0	\$0	0.00%
2000 2000 Accum Dep-Construction Other	\$149,270	\$190,926	\$170,098	27.91%
TOTAL ACCUM DEPRECIATION TPIS	\$2,681,913	\$2,964,956	\$2,823,434	10.55%
Customer Deposits				
2000 2000 Customer Deposits	\$0	\$0	\$0	0.00%
Deferred Taxes and Other Liabilities				
2000 2000 Net Current Def Op Inc Taxes	\$0	\$0	\$0	0.00%
2000 2000 Other Long Term Liabilities	\$0	\$0	\$0	0.00%
2000 2000 Net Noncurrent Def OIC Taxes	\$63,000	\$53,200	\$58,100	-15.56%
TOTAL DEFERRED TAXES and LIABILITIES	\$63,000	\$53,200	\$58,100	-15.56%
TOTAL RESERVES & DEFERRED TAXES	\$2,744,913	\$3,018,156	\$2,881,534	9.95%
TOTAL NET PLANT INCL CWC (Less A/C 4040)	\$2,085,595	\$2,118,241	\$2,101,918	1.57%

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
---GENERAL EQUIPMENT FACILITIES---					
400 2000 Land & Transport Assets					
Transport Assets	92	\$604,778		(\$14,283) 2	\$590,495
Land	93	\$9,793		(\$762) 2	\$9,031
TOTAL GSF		<u>\$614,571</u>	<u>\$0</u>	<u>(\$15,045)</u>	<u>\$599,526</u>
---CENTRAL OFFICE EQUIPMENT---					
400 2000 COE-Equipment					
Cell Phone System	98	\$0			\$0
Cellular Access Equipment	99	\$0			\$0
Cellular System	100	\$1,063,179	\$951,300 1	(\$1,063,179) 1	\$951,300
500 2000 COE-Subscribers					
COE 1-Exchange Court					
1-1 Exchange Equipment	104	\$0	\$21,833 1		\$21,833
1-1 Exchange Equipment	105	\$0			\$0
1-1 Exchange Equipment	106	\$0	\$312,138 1		\$312,138
COE 2-Exchange Court					
2-2 Exchange Equipment	108	\$0			\$0
2-2 Exchange Equipment	109	\$475,438	\$227,190 1	(\$475,438) 1	\$227,190
2-2 Exchange Equipment	110	\$0			\$0
COE 3-Exchange Court					
3-3 Exchange Equipment	112	\$0	\$26,155 1		\$26,155
3-3 Exchange Equipment	114	\$0			\$0
TOTAL COE		<u>\$1,538,617</u>	<u>\$1,538,617</u>	<u>(\$1,538,617)</u>	<u>\$1,538,617</u>
---OPERATION ONE/TEN EQUIPMENT ----					
100 2000 One/Ten System Equipment					
One/Ten System Equipment	119	\$16,782		(\$16,782) 7	\$0
One/Ten System Equipment	120	\$0			\$0
One/Ten System Equipment	121	\$0			\$0
TOTAL IOT		<u>\$16,782</u>	<u>\$0</u>	<u>(\$16,782)</u>	<u>\$0</u>

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
--- CARRIER EQUIPMENT ---					
100 2000 Equip & Equip Parts					
100 2000 Equip-Exp 1.1	125	\$2,059,708		(\$377,126) 3	\$1,682,582
100 2000 Equip & Equip Parts					
100 2000 Exchange	126	\$0			\$0
100 2000 Equip	127	\$0			\$0
100 2000 Exchange Equip					
100 2000 Exchange	128	\$0			\$0
100 2000 Exchange Equip	129	\$0	\$232,843 3		\$232,843
100 2000 Equipment	130	\$0			\$0
100 2000 Exchange Equip					
100 2000 Equip	132	\$0	\$144,283 3		\$144,283
100 2000 Equip	134	\$0			\$0
TOTAL CWF		<u>\$2,059,708</u>	<u>\$377,126</u>	<u>(\$377,126)</u>	<u>\$2,059,708</u>
TOTAL TMS		<u>\$4,229,678</u>	<u>\$1,915,743</u>	<u>(\$1,947,570)</u>	<u>\$4,197,851</u>
--- PLANT ---					
100 2000 Equip used by Public use	135	\$0			\$0
100 2000 Equip for Public Use	140	\$60,914			\$60,914
100 2000 Exchange Plant Adjustment	141	\$624,851		(\$624,851) 4	\$0
TOTAL PLANT		<u>\$4,915,443</u>	<u>\$1,915,743</u>	<u>(\$2,572,421)</u>	<u>\$4,258,765</u>
--- TELEPHONE PLANT ADJUSTMENTS, MATERIALS & SUPPLIES ---					
100 2000 Equip & Equip Parts	140	\$68,012			\$68,012
100 2000 Equip	151	\$0			\$0
100 2000 Exchange/Equipment	153	\$0			\$0
100 2000 Equip	154	\$0			\$0
100 2000 Equip	155	\$0			\$0
100 2000 Equip	156	\$0			\$0
TOTAL TELEPHONE PLANT		<u>\$4,983,455</u>	<u>\$1,915,743</u>	<u>(\$2,572,421)</u>	<u>\$4,326,777</u>

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PROGRAM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
--- DEPRECIATION & DEFERRED ---					
100 1000 Accum Depn for P&T on Inv					
Investment	100	\$347,394		(\$6,303) 2	\$341,091
Equip	104	\$608,818	\$550,201 5	(\$608,818) 5	\$550,201
Leasehold	105	\$358,700	\$417,316 5	(\$358,700) 5	\$417,316
Software Equip	106	\$16,782		(\$16,782) 7	\$0
Plant & Equip	107	\$1,321,644			\$1,321,644
Plant Equip Accum Depn	108	\$0			\$0
109 1000 Accum Depn Plant Equip		\$0			\$0
110 1000 Accum Depn Intangible	111	\$170,098		(\$170,098) 4	\$0
TOTAL DEPRECIATION & DEFERRED		<u>\$2,823,436</u>	<u>\$967,517</u>	<u>(\$1,160,701)</u>	<u>\$2,630,252</u>
--- DEFERRED EXPENSES ---					
120 1000 Customer Program	120	\$0			\$0
--- DEFERRED FINANCING COSTS ---					
170 1000 Net Discount Int Exp for Loans	172	\$0			\$0
171 1000 Other Long Term Liabilities	173	\$0			\$0
174 1000 Net Amortization Int Exp Loans	174	\$58,100			\$58,100
TOTAL DEFERRED & FINANCING COSTS		<u>\$2,881,536</u>	<u>\$967,517</u>	<u>(\$1,160,701)</u>	<u>\$2,688,352</u>
TOTAL NET PLANT		<u>\$2,101,919</u>	<u>\$948,226</u>	<u>(\$1,411,720)</u>	<u>\$1,638,425</u>

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
PLANT SPECIFIC EXPENSES--					
200 2000 General Support Expenses					
200	205	\$0			\$0
Plant Acquisition	205	\$0			\$0
200 2000 General Support Expenses					
200	209	\$28,722		(\$1,443) 2	\$27,279
Plant Acquisition	210	\$0			\$0
200 2000 Office Office Renting Expense	212	\$56,946			\$56,946
200 2000 Computer System Expense		\$0			\$0
200 2000 Office Office Transportation Expense		\$74,386			\$74,386
200 2000 Telephone Expense	213	\$0			\$0
200 2000 Other Exp Expense					
Exp Other Exp Exp Expense	215	\$1		(\$1) 7	\$0
Exp Other Exp Exp Expense	216	\$0			\$0
200 2000 Other Expense	218	\$102,115			\$102,115
TOTAL PLANT SPECIFIC EXPENSES		\$262,170	\$0	(\$1,444)	\$260,726
GENERAL - SPECIAL EXPENSES--					
200 2000 Other Prop Plant & Eq Expense	221	\$0			\$0
200 2000 Network Operations Expense	223	\$34,462			\$34,462
200 2000 Other Expense in Current	225	\$0			\$0
200 2000 Depreciation and Amort Expense					
Depreciation Expense 1995					
Exp Other	229	\$48,197		(\$659) 2	\$47,538
Exp Other	230	\$107,394	\$96,445 5	(\$107,394) 5	\$96,445
Exp Other Depreciation Expense	231	\$0			\$0
Exp Other	232	\$41,027	\$51,976 5	(\$41,027) 5	\$51,976
Exp Other Exp	233	\$0			\$0
Exp & Misc Facilities	234	\$121,396			\$121,396
200 2000 Property Plant For Future Use	235	\$0			\$0
200 2000 Amort Exp Other	236	\$41,657		(\$41,657) 4	\$0
TOTAL PLT NON-SPECIFIC EXPENSES		\$394,133	\$148,421	(\$190,737)	\$351,817

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
--- CUSTOMER OPERATION EXPENSES ---					
ALL 1995 Marketing Expense	240	\$16,165			\$16,165
ALL 1995 Services Expense					
Published Directory Listings					
Classes	245	\$0			\$0
Areas	246	\$0	\$320	6	\$320
Ranges	247	\$0			\$0
Cat 1 Competition - Operator Assmt	248	\$73,207	\$3,315	6	(\$73,207) 6
Cat 1 Competition - Direct Assignment	249	\$0			\$0
40 Other Local Business Office Expense					
Cat 1 - LBOE BU By Order Prod	251	\$0	\$8,396	6	\$8,396
Cat 1 - LBOE BU By Order Direct Assignment	252	\$0			\$0
Cat 1 - LBOE BU Print & Collect	253	\$0	\$21,902	6	\$21,902
Cat 1 - LBOE BU Billing Inquiry	254	\$0	\$8,396	6	\$8,396
Cat 1 - LBOE BU Com Collect	256	\$0	\$1,095	6	(\$1,095) 7
Cat 1 - LBOE BU End User Access	257	\$0			\$0
Total Cat 1 LBOE		\$0	\$39,789		(\$1,095)
Cat 2 Message Processing	260	\$0	\$6,143	6	\$6,143
Cat 2 Other Billing & Collecting	261	\$0	\$5,651	6	\$5,651
Cat 2 CARS	262	\$0	\$17,988	6	\$17,988
Cat 2 Direct Assignment	263	\$0			\$0
Total Cat 2 LBOE		\$0	\$29,782		\$0
Cat 3 Other LBOE	265	\$0			\$0
Cat 3 Direct Assignment	266	\$0	\$60	9	\$60
Total Cat 3 LBOE		\$0	\$60		\$0
TOTAL CUSTOMER OPER. EXPENSE		\$89,372	\$73,267		(\$74,302)

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
---CORPORATE OPERATIONS EXPENSES---					
--- 270 270 Asset & Planning Expense					
AD Other	270	\$130,213			\$130,213
Asset Assignment	271	\$0			\$0
Intangible Asset of Dr Assignment	273	\$0			\$0
--- 276 276 Cost & Administration Expense					
AD Other	276	\$219,671		(\$67,105)8,9	\$152,566
Asset Assignment	277	\$0	\$67,045 8		\$67,045
Intangible Asset of Dr Assignment	280	\$0	\$47,712 8		\$47,712
TOTAL CORPORATE EXPENSE		\$349,884	\$67,045	(\$67,105)	\$349,824
--- 283 283 Operating Taxes Exc. ICT					
--- 284 284 Operating Taxes Exc. ICT & Gross Receipts					
AD Other	283	\$0			\$0
Asset Assignment	284	\$0	\$96 10		\$96
TOTAL OPER. EXPENSE EXC. CONTRIB. & ICT		\$1,095,559	\$288,829	(\$333,588)	\$1,050,800
--- 288 288 Other Operating Taxes					
Operating ICT INT Property and Misc. Taxes	288	\$42,753		(\$96)10	\$42,657
--- 189 189 Nonoperating Income & Expenses					
--- 190 190 Nonoperating Income & Expenses					
Plant Used During Construction	189	\$5,051			\$5,051
Contributions	190	\$0			\$0
--- 193 193 Interest & Related Items					
--- 186 186 Interest & Related Items					
Interest on Fixed Debt (Fixed Charges)	193	\$108,390		(\$54,010)11	\$54,380
Interest on Customer Deposits (Part of A/C 7540)	186	\$0			\$0
--- 195 195 Miscellaneous Items					
Accelerated Tax Credit Amortization	195	\$0			\$0
Intangible Asset Assignment	196	\$0			\$0
Amortization of certain Def Taxes	197	\$0			\$0
Capitalized Payroll	198	\$0			\$0
Reserve for Amortization	200	\$0			\$0

Kennebec Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	2000 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
Summary of Operating Expenses					
Total Plant Specific Expenses		\$262,170	\$0	(\$1,444)	\$260,726
Total Non-Plant Specific Expenses		\$394,133	\$148,421	(\$190,737)	\$351,817
Total Customer Operating Expenses		\$89,372	\$73,267	(\$74,302)	\$88,337
Total Corporate Expenses		\$349,884	\$67,045	(\$67,105)	\$349,824
A/C 7200 Oper. Taxes Excluding ICT		\$0	\$0	\$0	\$0
Contributions		\$0	\$0	\$0	\$0
Total Operating Expenses (Excl. ICT)		\$1,095,559	\$288,733	(\$333,588)	\$1,050,704

Notes: Adjustments to Accounted Data

- Note 1: Adjustments for Common & Power Investment based on CPR records
- Note 2: Land and Building adjustment for Non-Regulated space
- Note 3: Cable and Wire adjustments for Host-Remote and Interexchange trunking
- Note 4: Removal of Acquisition Adjustments from the Cost Study
- Note 5: Adjustment of Reserve & Depreciation Expense associated with CPR Adjustments
- Note 6: Distribution of Account 6610 & 6620 based on time study (1996)
- Note 7: Payphone Deregulation per South Dakota rules
- Note 8: Direct assignment of Cost Study Expense
- Note 9: Reclassify TRS to 6620 Cat 3
- Note 10: FCC Reg Fee Direct Assignment
- Note 11: Adjustment for Non-operating Interest Expense

CENTRAL OFFICE EQUIPMENT COSTS (AVERAGE)

Company Kennebec Telephone Company

Study Dates 1/1/00 - 12/31/00

COE Categories:	Total COE Book Costs as of 12/31/99	Total COE Book Costs as of 12/31/00	Average Book Costs
Category 2	\$0	\$0	\$0
Category 3	\$955,727	\$946,873	\$951,300
Category 4.11	\$0	\$43,666	\$21,833
Category 4.12	\$0	\$0	\$0
Category 4.13	\$301,618	\$322,658	\$312,138
Category 4.22	\$0	\$0	\$0
Category 4.23	\$199,066	\$255,315	\$227,191
Category 4.3	\$26,350	\$25,961	\$26,156
Total COE	\$1,482,761	\$1,594,473	\$1,538,617

BURIED CABLE BREAKDOWN

Company Kennebec Telephone Company

Study Dates 1/1/00 - 12/31/00

	Category 1	Category 2	Category 3	Category 4	Total C&W
1999 Total	\$1,640,374	\$0	<u>\$232,843</u>	<u>\$144,283</u>	<u>\$2,017,500</u>
2000 Total	\$1,724,789	\$0	<u>\$232,843</u>	<u>\$144,283</u>	<u>\$2,101,915</u>
Average	\$1,682,582	\$0	<u>\$232,843</u>	<u>\$144,283</u>	<u>\$2,059,708</u>

* Special study to identify Cat 3 for study

COST STUDY
AVERAGE
SCHEDULE

Company Kennebec Telephone Company

YEAR 2000

	Beginning Balance	Ending Balance	Average Balance
Materials & Supplies	\$56,001	\$80,022	\$68,012
TPUC	\$42,156	\$79,671	\$60,914

KENNEBEC TELEPHONE CO.

2000 Study Year

CENTRAL OFFICE EQUIPMENT - POWER & COMMON EQUIPMENT SPREAD

	(a) CPR COE INVST.	(b) COE INVST.	(c)=(2b/1b etc) % DIST.	(d)=(1d*2c etc) POWER INVST.	(e)=(1e*2c etc) COMMON INVST.	(f)=(1b+1d+1e, etc) COE INCL. COM & POWER
CPR EOY 1999						
1 TOTAL INVESTMENT	\$1,218,399	\$1,218,399	100.0000%	\$197,367	\$66,995	\$1,482,761
2 CATEGORY 3 LOCAL SWITCH	\$785,330	\$785,330	64.4559%	\$127,215	\$43,182	\$955,727
3 CATEGORY 2 TANDEM SWITCH	XXX	\$0	0.0000%	\$0	\$0	\$0
4 CATEGORY 4.11 EXCH WDBND	\$0	\$0	0.0000%	\$0	\$0	\$0
5 CATEGORY 4.13 EXCH LN CKT	\$175,633	\$175,633	14.4150%	\$28,451	\$9,657	\$213,741
6 CATEGORY 4.13 EXCH FIBER CKT	\$72,209	\$72,209	5.9266%	\$11,697	\$3,971	\$87,877
7 CATEGORY 4.23 IX CKT ALL OTHER	\$99,360	\$99,360	8.1550%	\$16,095	\$5,463	\$120,919
8 CATEGORY 4.23 IX FIBER CKT	\$64,214	\$64,214	5.2704%	\$10,402	\$3,531	\$78,147
9 CATEGORY 4.3 HOST REMOTE	\$21,652	\$21,652	1.7771%	\$3,507	\$1,191	\$26,350
10 NON-REG EQUIP USING POWER	\$0	\$0	0.0000%	\$0	\$0	\$0
11 EQUAL ACCESS (INCL. IN CAT3)	\$0	XXX	XXX	XXX	XXX	\$0
CPR EOY 2000						
1 TOTAL INVESTMENT	\$1,329,817	\$1,329,817	100.0000%	\$197,660	\$66,995	\$1,594,472
2 CATEGORY 3 LOCAL SWITCH	\$789,708	\$789,708	59.3847%	\$117,380	\$39,755	\$946,873
3 CATEGORY 2 TANDEM SWITCH	XXX	\$0	0.0000%	\$0	\$0	\$0
4 CATEGORY 4.11 EXCH WDBND	\$36,418	\$36,418	2.7386%	\$5,413	\$1,835	\$43,666
5 CATEGORY 4.13 EXCH LN CKT	\$174,913	\$174,913	13.1531%	\$25,998	\$8,812	\$209,723
6 CATEGORY 4.13 EXCH FIBER CKT	\$94,190	\$94,190	7.0829%	\$14,000	\$4,745	\$112,935
7 CATEGORY 4.23 IX CKT ALL OTHER	\$94,864	\$94,864	7.1336%	\$14,100	\$4,779	\$113,744
8 CATEGORY 4.23 IX FIBER CKT	\$118,073	\$118,073	8.8789%	\$17,550	\$5,948	\$141,571
9 CATEGORY 4.3 HOST REMOTE	\$21,652	\$21,652	1.6282%	\$3,218	\$1,091	\$25,961
10 NON-REG EQUIP USING POWER	\$0	\$0	0.0000%	\$0	\$0	\$0
11 EQUAL ACCESS (INCL. IN CAT3)	\$0	XXX	XXX	XXX	XXX	\$0
2000 AVG. COE INVESTMENT						
1 TOTAL INVESTMENT	\$1,482,761	\$1,594,472	\$1,538,617			
2 CATEGORY 3 LOCAL SWITCH	\$955,727	\$946,873	\$951,300			
3 CATEGORY 2 TANDEM SWITCH	\$0	\$0	\$0			
4 CATEGORY 4.11 EXCH WDBND	\$0	\$43,666	\$21,833			
5 CATEGORY 4.13 EXCH LN CKT	\$213,741	\$209,723	\$211,732			
6 CATEGORY 4.13 EXCH FIBER CKT	\$87,877	\$112,935	\$100,406			
7 CATEGORY 4.23 IX CKT ALL OTHER	\$120,919	\$113,744	\$117,331			
8 CATEGORY 4.23 IX FIBER CKT	\$78,147	\$141,571	\$109,859			
9 CATEGORY 4.3 HOST REMOTE	\$26,350	\$25,961	\$26,155			
10 NON-REG EQUIP USING POWER	\$0	\$0	\$0			
11 CATEGORY 3 EQUAL ACCESS	\$0	\$0	\$0			
TANDEM SWITCH CALCULATIONS						
	EOY 1999	EOY 2000				
1 CAT 3 LOCAL SWITCH *	\$0	\$0				
2 PERCENT TANDEM SWITCH **	0.00%	0.00%				
3 CAT 2 TANDEM SWITCH	\$0	\$0				

* From CPR's for exchange serving as the Tandem

** From Traffic Study

* Total less Equal Access Investment

	*****	*****	*****	*****	*****	*****	*****	*****	*****
20	Rate of Return	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
21	Return on Rate Base	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
22	Return Adjustment	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
23	Net Return on Rate Base	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
24	Income Taxes	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
25	Expenses and Other Taxes	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
26	Total Rate Base Taxes	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
27	Rate of Return	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
28	Return on Rate Base	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
29	Return Adjustment	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
30	Net Return on Rate Base	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
31	Income Taxes	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
32	Expenses and Other Taxes	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
33	Total Rate Base Taxes	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
34	Rate of Return	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
35	Return on Rate Base	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
36	Return Adjustment	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
37	Net Return on Rate Base	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
38	Income Taxes	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
39	Expenses and Other Taxes	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
40	Total Rate Base Taxes	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
41	Rate of Return	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
42	Return on Rate Base	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
43	Return Adjustment	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
44	Net Return on Rate Base	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
45	TOTAL INTRASTATE REV REQ	*****	*****	*****	*****	*****	*****	*****	*****
	ACCESS ELEMENT MINUTES OF USE		2,715,774	2,715,774		2,715,774		2,715,774	
	ACCESS RATE PER MINUTE	\$0.106734	\$0.044390	\$0.110770		\$0.053275			

REVENUE REQUIREMENT

Line Item	2010-2011		2010-2011		2010-2011		2010-2011		2010-2011	
	Actual	Formula	Actual	Formula	Actual	Formula	Actual	Formula	Actual	Formula
40 State Income Tax Rate	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..
41 Federal Income Tax Rate	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..
42 Other Income Tax Rate	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..
43										
44 Total Income Tax	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..
45 State of Oregon	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..
46										
47 Receipt on Rate Base	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..
48										
49 ADJUDIC	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..	\$0.0000	..
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TOTAL REVENUE REQUIREMENT	\$1,315,325		\$1,315,325		\$1,315,325		\$1,315,325		\$1,315,325	

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***** FCC PART 36 ***** Investment Summary	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
				Message Telephone Service		Private Line			
				InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 Land and Support Investment	\$599,526	D33	\$449,169	\$196	\$125,865	\$0	\$24,295	\$150,357	O K
14									
15 COE Operator Equipment	\$0	D43	\$0	\$0	\$0	\$0	\$0	\$0	O K
16 COE Switching Equipment	951,300	D68	876,690	119	74,491	0	0	74,610	O K
17 COE Transmission Equipment	587,316	D85	340,975	293	186,250	0	59,798	246,341	O K
18									
19 Total COE	\$1,538,616		\$1,217,665	\$412	\$260,740	\$0	\$59,798	\$320,951	O K
20 Info Orig /Term. Equipment	0	D94	0	0	0	0	0	0	O K
21 Cable and Wire Facilities	2,059,708	D137	1,478,225	765	494,697	0	86,020	581,483	O K
22									
23 Total COE, IOT, C&WF	\$3,598,324		\$2,695,891	\$1,177	\$755,438	\$0	\$145,818	\$902,433	O K
24									
25 Total Capital Leases	\$0	D173	\$0	\$0	\$0	\$0	\$0	\$0	O K
26									
27 Leasehold Improvements	\$0	D186	\$0	\$0	\$0	\$0	\$0	\$0	O K
28									
29 Intangible Assets	\$0	D209	\$0	\$0	\$0	\$0	\$0	\$0	O K
30									
31									
32 Total Tele Plt In Service	\$4,197,850		\$3,145,060	\$1,373	\$881,303	\$0	\$170,113	\$1,052,790	O K
33									
34 Plant Held, Future Use	\$0	D214-215	\$0	\$0	\$0	\$0	\$0	\$0	O K
35 TPUC, Short-term	0	D216-217	0	0	0	0	0	0	O K
36 TPUC, Long-term	60,914	D218-219	45,637	20	12,788	0	2,468	15,277	O K
37 Tel Plt. Adjustment	0	D220-221	0	0	0	0	0	0	O K
38									
39 Total Other Tel Plt	\$60,914		\$45,637	\$20	\$12,788	\$0	\$2,468	\$15,277	O K
40									
41									
42 TOTAL TELEPHONE PLANT	\$4,258,764		\$3,190,697	\$1,393	\$894,092	\$0	\$172,582	\$1,068,067	O K

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***** FCC PART 36 ***** Investment Summary		TOTAL COMPANY	Source/ Allocator	Intrastate					TOTAL INTRASTATE	
				Interstate	Message Telephone Service		Private Line			
					InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
56 Other Assets, Net	0	V105	0	0	0	0	0	0	0	OK
57 Accumulated Depr./Amort	(2,630,252)	E34	(1,953,403)	(880)	(564,462)	0	(111,508)	(676,849)	(676,849)	OK
58 Accum. Def Inc Taxes, Net	(58,100)	E47	(43,529)	(19)	(12,197)	0	(2,355)	(14,571)	(14,571)	OK
59 Oth Liab. & Def Cr., Net	0	V106	0	0	0	0	0	0	0	OK
60										
61 TOTAL NET PLANT	\$1,570,412		\$1,193,766	\$495	\$317,433	\$0	\$58,719	\$376,646	\$376,646	OK
62										
63 Materials and Supplies	68,012	H31	48,811	25	16,335	0	2,840	19,201	19,201	OK
64 Rural Tel Bank Stock	0	H35	0	0	0	0	0	0	0	OK
65 Cash Working Capital	32,587	Formula	21,971	14	9,826	0	776	10,616	10,616	OK
66 Equal Access Investment	0	---	0	0	0	0	0	0	0	OK
67										
68 TOTAL NET INVESTMENT	\$1,671,011		\$1,264,548	\$534	\$343,594	\$0	\$62,335	\$406,463	\$406,463	OK
69	=====		=====	=====	=====	=====	=====	=====	=====	

***** FCC PART 36 ***** Plant Investment Detail		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
(A)	(B)	(C)	(D)	Message Telephone Service		Private Line		(I)		
				InterLATA	IntraLATA	InterLATA	IntraLATA			
				(E)	(F)	(G)	(H)			
13	LAND AND SUPPORT ASSETS:									
14										
15	Land, Allocable	\$9,031	H33	\$6,766	\$3	\$1,896	\$0	\$366	\$2,265	O.K.
16	Land, Direct	0	V22	0	0	0	0	0	0	O.K.
17										
18	Total Land	\$9,031		\$6,766	\$3	\$1,896	\$0	\$366	\$2,265	O.K.
19										
20	Motor Vehicles	\$0	H33	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
21	Aircraft	0	H33	0	0	0	0	0	0	O.K.
22	Special Purpose Vehicles	0	H33	0	0	0	0	0	0	O.K.
23	Garage Work Equipment	0	H33	0	0	0	0	0	0	O.K.
24	Other Work Equipment	0	H33	0	0	0	0	0	0	O.K.
25	Buildings, Allocable	590,495	H33	442,403	0	0	0	0	0	O.K.
26	Buildings, Direct	0	V29	0	193	123,969	0	23,929	148,092	O.K.
27	Furniture	0	H33	0	0	0	0	0	0	O.K.
28	Office Equipment	0	H33	0	0	0	0	0	0	O.K.
29	General Purpose Computers	0	H33	0	0	0	0	0	0	O.K.
30										
31	Total Support Assets	\$590,495		\$442,403	\$193	\$123,969	\$0	\$23,929	\$148,092	O.K.
32										
33	Tot Land and Support Assets	\$599,526		\$449,169	\$196	\$125,865	\$0	\$24,295	\$150,357	O.K.
34										
35										
36	CENTRAL OFFICE EQUIPMENT									
37										
38	CAT 1 Oper Sys , TSPS	\$0	G22	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
39	CAT 1 Oper Sys , Other TSPS	0	G21	0	0	0	0	0	0	O.K.
40	CAT 1 Oper Sys , Aux Pos	0	G23	0	0	0	0	0	0	O.K.
41	CAT 1 Oper Sys , Other	0	V36	0	0	0	0	0	0	O.K.
42										
43	Total CAT 1	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
44										
45										
46	CAT 2 Tandem Sw Allocable	\$0	G26	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
47	CAT 2 Tandem Sw Direct	0	V38	0	0	0	0	0	0	O.K.
48										
49	Total CAT 2	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.

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***** FCC PART 36 ***** Plant Investment Detail		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE			
(A)	(B)				(C)	(D)	Message Telephone Service				Private Line	
							InterLATA	IntraLATA			InterLATA	IntraLATA
				(E)	(F)	(G)	(H)	(I)				
63	CAT 3 Local Sw. Allocable	\$951,300										
64	CAT 3 Local Sw. Direct	0	G15	\$876,690	\$119	\$74,491	\$0	\$0	\$74,610	OK		
65		0	V40	0	0	0	0	0	0	OK		
66	Total CAT 3	\$951,300		\$876,690	\$119	\$74,491	\$0	\$0	\$74,610	OK		
67												
68	Total COE Sw. CAT 2&3	\$951,300		\$876,690	\$119	\$74,491	\$0	\$0	\$74,610	OK		
69										OK		
70										OK		
71	COE TRANSMISSION:											
72												
73	CAT 4.12 Exchange Trunk	\$0	123	\$0								
74	CAT 4.12 Exch. Tr. Direct	0	V42	0	\$0	\$0	\$0	\$0	\$0	OK		
75	CAT 4.13 Exch. Ln. Message	315,266	G13	0	0	0	0	0	0	OK		
76	CAT 4.13 PL, WATS, Local	18,705	F18	236,449	126	78,691	0	0	0	OK		
77	CAT 4.13 Direct	0	V45	13,639	0	0	0	0	78,816	OK		
78	CAT 4.23 Message	160,066	G18	0	0	0	0	5,066	5,066	OK		
79	CAT 4.23 PL, WATS	67,124	F24	64,652	152	95,261	0	0	0	OK		
80	CAT 4.23 Direct	0	V48	12,392	0	0	0	0	95,414	OK		
81	CAT 4.3 H/R Message	26,155	G29	0	0	0	0	54,732	54,732	OK		
82	CAT 4.3 WATS	0	V50	13,842	15	12,298	0	0	0	OK		
83	CAT 4.3 Direct	0	V51	0	0	0	0	0	12,313	OK		
84		0		0	0	0	0	0	0	OK		
85	Total COE CAT 4	\$587,316		\$340,975	\$293	\$186,250	\$0	\$59,798	\$246,341	OK		
86												
87												
88	INFORMATION ORIGATION/TERMINATION											
89												
90	CAT 1 Other IOT Equipment	\$0	G13	\$0	\$0	\$0	\$0	\$0	\$0	OK		
91	CAT 1 Coinless Pay Phones	0	G18	0	0	0	0	0	0	OK		
92	CAT 2 CP Equipment	0	V70	0	0	0	0	0	0	OK		
93												
94	Total IOT Equipment	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK		
95												
96												

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***** FCC PART 36 ***** Plant Investment Detail	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE		
				Message Telephone Service		Private Line				
				InterLATA	IntraLATA	InterLATA	IntraLATA			
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
111 CABLE AND WIRE FACILITIES:										
112										
113 CAT 1 1 IntraLATA PL/WATS	49,083	F31	\$23,560	\$0	\$0	\$0	\$25,523	\$25,523	OK	
114 CAT 1 2 InterLATA PL/WATS	45,157	F31	45,157	0	0	0	0	0	OK	
115 CAT 1 3 Joint Message	1,588,342	G13	1,191,256	634	396,452	0	0	397,085	OK	
116 Other CAT 1 C&WF	0	V74	0	0	0	0	0	0	OK	
117										
118 Total CAT 1 C&WF	\$1,682,582		\$1,259,973	\$634	\$396,452	\$0	\$25,523	\$422,609	OK	
119										
120 CAT 2 C&WF	\$0	G28	\$0	\$0	\$0	\$0	\$0	\$0	OK	
121 CAT 2 C&WF, Wideband	0	V76	0	0	0	0	0	0	OK	
122										
123 Total CAT 2 C&WF	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK	
124										
125 CAT 3 Joint Message	51,090	G17	20,636	49	30,406	0	0	\$30,454	OK	
126 CAT 3 PL/WATS etc.	181,753	F36	121,256	0	0	0	60,497	60,497	OK	
127 CAT 3 Direct	0	V79	0	0	0	0	0	0	OK	
128										
129 Total CAT 3 C&WF	\$232,843		\$141,892	\$49	\$30,406	\$0	\$60,497	\$90,951	OK	
130										
131 CAT 4 Message	\$144,283	G29	\$76,360	\$83	\$67,840	\$0	\$0	\$67,923	OK	
132 CAT 4 WATS	0	V81	0	0	0	0	0	0	OK	
133 CAT 4 Direct	0	V82	0	0	0	0	0	0	OK	
134										
135 Total CAT 4 C&WF	\$144,283		\$76,360	\$83	\$67,840	\$0	\$0	\$67,923	OK	
136										
137 TOTAL C&WF	\$2,059,708		\$1,478,225	\$765	\$494,697	\$0	\$86,020	\$581,483	OK	
138										
139										
140 CAPITAL LEASES										
141										
142 Allocable Support Leases	\$0	H14	\$0	\$0	\$0	\$0	\$0	\$0	OK	
143 Direct Support Leases	0	V84	0	0	0	0	0	0	OK	
144										
145 Total Support Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK	

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***** FCC PART 35 ***** Plant Investment Detail	Intrastate								TOTAL INTRASTATE (I)	OK
	TOTAL COMPANY (B)	Source/ Allocator (C)	Interstate and Other (D)	Message Telephone Service		Private Line		TOTAL INTRASTATE (I)		
				InterLATA	IntraLATA	InterLATA	IntraLATA			
				(E)	(F)	(G)	(H)			
160			\$0	\$0	\$0	\$0	\$0	\$0	OK	
161 COE Operator	\$0	H16	0	0	0	0	0	0	OK	
162 COE Tandem Switch	0	H17	0	0	0	0	0	0	OK	
163 COE Local Switch	0	H18	0	0	0	0	0	0	OK	
164 COE Transmision	0	H20	0	0	0	0	0	0	OK	
165 COE Direct	0	V89	0	0	0	0	0	0	OK	
166										
167 Total COE Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK	
168										
169 IOT Leases	\$0	V90	\$0	\$0	\$0	\$0	\$0	\$0	OK	
170										
171 C&WF Leases	\$0	V91	\$0	\$0	\$0	\$0	\$0	\$0	OK	
172										
173 TOTAL CAPITAL LEASES	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK	
174										
175										
176 LEASEHOLD IMPROVEMENTS:										
177										
178 Land and Support Assets	\$0	H14	\$0	\$0	\$0	\$0	\$0	\$0	OK	
179 COE Switching	0	H18	0	0	0	0	0	0	OK	
180 COE Operator	0	H16	0	0	0	0	0	0	OK	
181 COE Transmission	0	H20	0	0	0	0	0	0	OK	
182 IOT	0	V96	0	0	0	0	0	0	OK	
183 C&WF	0	V97	0	0	0	0	0	0	OK	
184 Other	0	V98	0	0	0	0	0	0	OK	
185										
186 TOTAL LEASEHOLD IMPROVEMENT	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK	
187										
188										
189 TPIS, EXCL ACCT No 2690	\$4,197,850		\$3,145,060	\$1,373	\$881,303	\$0	\$170,113	\$1,052,790	OK	

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***** FCC PART 36 ***** Plant Investment Detail	Intrastate								TOTAL INTRASTATE (I)	
	TOTAL COMPANY (B)	Source/ Allocator (C)	Interstate and Other (D)	Message Telephone Service		Private Line				
				InterLATA	IntraLATA	InterLATA	IntraLATA			
				(E)	(F)	(G)	(H)			
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
204 INTANGIBLE ASSETS:										
205										
206 Allocable Acct. No. 2690	\$0	H36	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
207 Direct Acct. No. 2690	0	V100	0	0	0	0	0	0	0	OK
208										
209 Total Intangible Assets	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
210	=====		=====	=====	=====	=====	=====	=====	=====	
211										
212 OTHER TELEPHONE PLANT:										
213										
214 Held for Fut. Use - Alloc	\$0	---	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
215 Held for Fut. Use - Direct	0	---	0	0	0	0	0	0	0	OK
216 TPUC, Short-term - Alloc.	0	H35	0	0	0	0	0	0	0	OK
217 TPUC, Short-term - Direct	0	V124	0	0	0	0	0	0	0	OK
218 TPUC, Long-term - Alloc.	60,914	H35	45,637	20	12,788	0	2,468	15,277	0	OK
219 TPUC, Long-term - Direct	0	V126	0	0	0	0	0	0	0	OK
220 Tele. Plt. Adjust. - Alloc.	0	H35	0	0	0	0	0	0	0	OK
221 Tele. Plt. Adjust. - Direct	0	V104	0	0	0	0	0	0	0	OK
222										
223 Total Other Telephone Plant	\$60,914		\$45,637	\$20	\$12,788	\$0	\$2,468	\$15,277		OK

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Intrastate

***** FCC PART 36 ***** Reserves and Deferrals	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service		Private Line		TOTAL INTRASTATE	
				InterLATA	IntraLATA	InterLATA	IntraLATA		
				(A)	(B)	(C)	(D)		
13 ACCUM. DEPRECIATION, TPIS:									
14									
15 Support Assets	\$341,091	H13	\$255,548	\$112	\$71,609	\$0	\$13,822	\$85,543	O.K.
16 COE Switching	550,201	H19	507,049	69	43,083	0	0	43,152	O.K.
17 COE Operator	0	H16	0	0	0	0	0	0	O.K.
18 COE Transmission	417,316	H20	242,279	208	132,339	0	42,489	175,037	O.K.
19 IOT Equipment	0	H25	0	0	0	0	0	0	O.K.
20 Cable and Wire Facilities	1,321,644	H31	948,527	491	317,430	0	55,196	373,117	O.K.
21 Other Plant	0	V135	0	0	0	0	0	0	O.K.
22									
23 Total Accum. Depr., TPIS	\$2,630,252		\$1,953,403	\$880	\$564,462	\$0	\$111,508	\$676,849	O.K.
24									
25 ACCUM. AMORTIZATION:									
26									
27 Accum. Depreciation, PHFU	\$0	H38	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
28 Accum. Amort., Tangible Inv.	0	H40	0	0	0	0	0	0	O.K.
29 Accum. Amort., Intang. Inv.	0	H41	0	0	0	0	0	0	O.K.
30 Accum. Amort., Other	0	V138	0	0	0	0	0	0	O.K.
31									
32 Tot. Accum. Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
33									
34 Total Accum. Depr./Amort.	\$2,630,252		\$1,953,403	\$880	\$564,462	\$0	\$111,508	\$676,849	O.K.
35									
36									
37 ACCUM. DEF. INC. TAXES, NET:									
38									
39 Support Assets	0	H13	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
40 COE Switching	0	H19	0	0	0	0	0	0	O.K.
41 COE Operator	0	H16	0	0	0	0	0	0	O.K.
42 COE Transmission	0	H20	0	0	0	0	0	0	O.K.
43 IOT Equipment	0	H25	0	0	0	0	0	0	O.K.
44 Cable and Wire Fac.	0	H31	0	0	0	0	0	0	O.K.
45 Unclassified	58,100	V145	43,529	19	12,197	0	2,355	14,571	O.K.
46									
47 Total Accum. Def. Inc. Taxes	\$58,100		\$43,529	\$19	\$12,197	\$0	\$2,355	\$14,571	O.K.

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***** FCC PART 36 ***** Functional Distribution of Selected Investments (A)	Private Line								
	TOTAL COMPANY (B)	Joint Use Message (C)	Interstate		Intrastate		Extended Area Service (H)	Other (I)	
			InterLATA	IntraLATA	InterLATA	IntraLATA			
			(D)	(E)	(F)	(G)			
13 TRANS. CCT EQUIPMENT:									
14									
15 Working Loops	857	809	23	0	0	13	0	12	O.K.
16 Avg. Cost per Loop	389.70	389.70	389.70	389.70	389.70	389.70	389.70	389.70	
17									
18 CAT 4.13 Exch Ln. Invest.	\$333,971	\$315,266	\$8,963	\$0	\$0	\$5,066	\$0	\$4,676	
19									
20									
21 Circuit Terminations	220	155	12	0	0	53	0	0	O.K.
22 Avg. Cost per Termination	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	
23									
24 CAT 4.23 Other IX	\$227,190	\$160,066	\$12,392	\$0	\$0	\$54,732	\$0	\$0	
25									
26									
27 C&WF INVESTMENT									
28									
29 Working Loops	857	809	23	0	0	13	0	12	
30 Loops Factor	1.000000	0.943991	0.026838	0.000000	0.000000	0.015169	0.000000	0.014002	
31 CAT 1 Exchange C&WF	\$1,682,582	\$1,588,342	\$45,157	\$0	\$0	\$25,523	\$0	\$23,560	O.K.
32									
33									
34 Equivalent IX Circuit Miles	10,619	2,330	5,530	0	0	2,759	0	0	O.K.
35 IX Cct Miles Factor	1.000000	0.219418	0.520765	0.000000	0.000000	0.259817	0.000000	0.000000	
36 CAT 3 Interexch C&WF	\$232,843	\$51,090	\$121,256	\$0	\$0	\$60,497	\$0	\$0	

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***** FCC PART 36 ***** Physical Allocation Factors		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
					Message Telephone Service		Private Line			
					InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	Subscriber Plant Fact. (SPF)	1.000000	SPF	0.750000	0.000399	0.249601	0.000000	0.000000	0.250000	O K
14										
15	Dial Equipment Minutes (DEM)	1.000000	DEM	0.921571	0.000125	0.078394	0.000000	0.000000	0.078429	O K
16										
17	Conversation Minute-Miles	1.000000	CMM	0.403909	0.000951	0.595140	0.000000	0.000000	0.596091	O K
18	Conversation Minutes	1.000000	CM	0.403909	0.000951	0.595140	0.000000	0.000000	0.596091	O K
19	Subscriber Minutes (SLU)	1.000000	SLU	0.771496	0.000365	0.228139	0.000000	0.000000	0.228504	O K
20										
21	TSPS Processor Time	0.000000	TSP	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
22	Wtd. Stand. Work Sec., Toll	0.000000	WST	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
23	Wtd. Stand. Work Sec., Aux.	0.000000	WSA	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
24	Wtd. Stand. Work Sec., Comb.	1.000000	WSC	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
25										
26	COE CAT 2 Minutes	0.000000	CT2	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
27										
28	Exchange Trunk Minutes	1.000000	ETM	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
29	MOU-Mi., Host/Remote	1.000000	HRM	0.529239	0.000574	0.470187	0.000000	0.000000	0.470761	O K
30										
31	C&WF CAT 4, WATS	0.000000	CT4	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
32										
33	Equal Access MOU	0.000000	EAM	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
34										
35	Current Billings	1.000000	CB	0.692755	0.000491	0.303067	0.000000	0.003684	0.307242	O K
36	EU Presubscription Factor	0.000000	EPRE	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
37	EU MTS & WATS Factor	1.000000	EMTS	0.692755	0.000491	0.303067	0.000000	0.003684	0.307242	O K
38	EU Access, P/L and All Other Factor	1.000000	EPLO	0.692755	0.000491	0.303067	0.000000	0.003684	0.307242	O K
39	IX Special Access Factor	0.000000	ISPA	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
40	IX Switched Access Factor	0.000000	ISWA	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
41	IX Billing & Collection Services Factor	0.000000	IBC	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
42	Coin Revenue Percent	0.000000	CR	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
43	Relative Toll/Local Msgs.	1.000000	TLM	0.055497	0.001507	0.942996	0.000000	0.000000	0.000000	O K
44	Relative Users Percent	1.000000	RUP	0.666667	0.000532	0.332801	0.000000	0.000000	0.333333	O K
45	CABS Percent	1.000000	CAB	0.500000	0.000799	0.499201	0.000000	0.000000	0.500000	O K
46	Foreign Directories Percent	0.000000	FD	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K

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***** FCC PART 36 ***** Internal Allocation Factors		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
					Message Telephone Service		Private Line			
					InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	Support Assets	1.000000	D31	0.749207	0.000327	0.209942	0.000000	0.040524	0.250793	O.K.
14	Land and Support Assets	1.000000	D33	0.749207	0.000327	0.209942	0.000000	0.040524	0.250793	O.K.
15										
16	COE Operator	0.000000	D43	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
17	COE Tandem Switching	0.000000	D49	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
18	COE Local Switching	1.000000	D66	0.921571	0.000125	0.078304	0.000000	0.000000	0.078429	O.K.
19	COE Total Switching	1.000000	D68	0.921571	0.000125	0.078304	0.000000	0.000000	0.078429	O.K.
20	COE Transmission	1.000000	D85	0.580565	0.000499	0.317120	0.000000	0.101616	0.419435	O.K.
21	Total COE	1.000000	C19	0.791403	0.000268	0.169464	0.000000	0.038865	0.208597	O.K.
22										
23	Info Orig./Term. CAT 1	0.000000	D90	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
24	Info Orig./Term. CAT 2	0.000000	D92	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
25	Total IOT	0.000000	D94	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
26										
27	C&WF CAT 1	1.000000	D118	0.748833	0.000377	0.235621	0.000000	0.015169	0.251167	O.K.
28	C&WF CAT 2	0.000000	D120	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
29	C&WF CAT 3	1.000000	D129	0.609390	0.000209	0.130584	0.000000	0.259817	0.390610	O.K.
30	C&WF CAT 4	1.000000	D135	0.529239	0.000574	0.470187	0.000000	0.000000	0.470761	O.K.
31	Total C&WF	1.000000	D137	0.717687	0.000371	0.240178	0.000000	0.041763	0.282313	O.K.
32										
33	Total Equipment	1.000000	C23	0.749207	0.000327	0.209942	0.000000	0.040524	0.250793	O.K.
34										
35	TPIS	1.000000	C32	0.749207	0.000327	0.209942	0.000000	0.040524	0.250793	O.K.
36	TPIS, excl. Acct. No. 2690	1.000000	D189	0.749207	0.000327	0.209942	0.000000	0.040524	0.250793	O.K.
37										
38	Plt. Held, Ful. Use	0.000000	D215	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
39										
40	Total Tangible Assets	0.000000	C25	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
41	Total Intangible Assets	0.000000	C29	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
42										
43	Long-term PUC	1.000000	C36	0.749207	0.000327	0.209942	0.000000	0.040524	0.250793	O.K.
44	Net Telephone Plant	1.000000	C61	0.760161	0.000315	0.202133	0.000000	0.037391	0.239839	O.K.
45	Total Net Investment	1.000000	C68	0.756756	0.000320	0.205620	0.000000	0.037304	0.243244	O.K.
46	Capital Leases	0.000000	D173	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
47										
48	Tot. Bus. Ofc., Cust. Serv	1.000000	I141	0.582800	0.000666	0.414452	0.000000	0.002082	0.417200	O.K.
49										
50	Total "BIG THREE" Expenses	1.000000	I170	0.659906	0.000499	0.315176	0.000000	0.024419	0.340094	O.K.
51										
52	Corporate Operations Expense	1.000000	I165	0.669822	0.000403	0.310036	0.000000	0.019739	0.330178	O.K.

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***** FCC PART 36 ***** Operating Expenses and Taxes (A)	TOTAL COMPANY (B)	Source/ Allocator (C)	Interstate and Other (D)	Intrastate				TOTAL INTRASTATE (I)	
				Message Telephone Service		Private Line			
				InterLATA (E)	IntraLATA (F)	InterLATA (G)	IntraLATA (H)		
13 PLANT SPEC. OPER. EXPENSE:									
14									
15 Network Support, Alloc.	\$0	H14	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
16 Network Support, Direct	0	V149	0	0	0	0	0	0	O.K.
17									
18 Total Network Support Exp.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
19									
20 General Support, Alloc.	\$27,279	H14	\$20,438	\$9	\$5,727	\$0	\$1,105	\$6,841	O.K.
21 General Support, Direct	0	V151	0	0	0	0	0	0	O.K.
22									
23 Total General Support Exp.	\$27,279		\$20,438	\$9	\$5,727	\$0	\$1,105	\$6,841	O.K.
24									
25 Central Office Eq., Alloc.	\$76,252	H21	\$60,346	\$20	\$12,922	\$0	\$2,964	\$15,906	O.K.
26 Central Office Eq., Direct	0	V153	0	0	0	0	0	0	O.K.
27									
28 Total COE Exp.	\$76,252		\$60,346	\$20	\$12,922	\$0	\$2,964	\$15,906	O.K.
29									
30 Cust. Premises Equip.	\$0	H24	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
31 Coinless Pay Phone	0	G18	0	0	0	0	0	0	O.K.
32 Other IOT	0	H23	0	0	0	0	0	0	O.K.
33 IOT Direct	0	V157	0	0	0	0	0	0	O.K.
34									
35 Total IOT Exp.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
36									
37 Cable & Wire, Alloc.	\$102,115	H31	\$73,287	\$38	\$24,526	\$0	\$4,265	\$28,828	O.K.
38 Cable & Wire, Direct	60,312	V159	24,361	57	35,894	0	0	35,951	O.K.
39									
40 Total C&WF Exp.	\$162,427		\$97,648	\$95	\$60,420	\$0	\$4,265	\$64,779	O.K.
41									
42 TOTAL PLT. SPEC. OPER. EXP.	\$265,958		\$178,431	\$124	\$79,069	\$0	\$8,334	\$87,527	O.K.
43									
44 TOTAL PLT SPEC. ex SUPPORT	\$238,679		\$157,994	\$115	\$73,342	\$0	\$7,228	\$80,685	O.K.

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***** FCC PART 36 ***** Operating Expenses and Taxes	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE		
				Message Telephone Service		Private Line				
				InterLATA	IntraLATA	InterLATA	IntraLATA			
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
58 NON-SPECIFIC OPER EXP										
59										
60 Oth. Plt. and Equip., Alloc	\$0	H36	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O K
61 Oth. Plt. and Equip., Direct	0	V177	0	0	0	0	0	0	0	O K
62										
63 Total Oth. Plt. & Equip	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O K
64										
65 Network Operations, Alloc	\$34,462	H33	\$25,819	\$11	\$7,235	\$0	\$1,397	\$8,643	\$8,643	O K
66 Network Operations, Direct	0	V179	0	0	0	0	0	0	0	O K
67										
68 Total Network Oper. Exp.	\$34,462		\$25,819	\$11	\$7,235	\$0	\$1,397	\$8,643	\$8,643	O K
69										
70 Total Access Expenses	\$0	V180	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O K
71										
72 Depr., Support Assets	\$47,538	H13	\$35,616	\$16	\$9,980	\$0	\$1,926	\$11,922	\$11,922	O K
73 Depr., COE Switching	96,445	H19	88,881	12	7,552	0	0	7,564	7,564	O K
74 Depr., COE Operator	0	H16	0	0	0	0	0	0	0	O K
75 Depr., COE Transmission	51,976	H20	30,175	26	16,483	0	5,292	21,801	21,801	O K
76 Depr., IOT Equipment	0	H25	0	0	0	0	0	0	0	O K
77 Depr., C&W Facilities	121,396	H31	87,124	45	29,157	0	5,070	34,272	34,272	O K
78 Depr., PHFU	0	H38	0	0	0	0	0	0	0	O K
79										
80 Total Depreciation Expense	\$317,355		\$241,796	\$99	\$63,172	\$0	\$12,268	\$75,559	\$75,559	O K
81										
82 Amort., Tangible Assets	\$0	H40	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O K
83 Amort., Intangible Assets	0	H41	0	0	0	0	0	0	0	O K
84 Other Amortization	0	V189	0	0	0	0	0	0	0	O K
85 Direct Assigned Amort	0	V190	0	0	0	0	0	0	0	O K
86										
87 Total Amortization Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O K
88										
89 Total Depr. and Amort	\$317,355		\$241,796	\$99	\$63,172	\$0	\$12,268	\$75,559	\$75,559	O K
90										
91 TOTAL NON-SPEC OPER EXP	\$351,817		\$267,616	\$110	\$70,407	\$0	\$13,685	\$84,201	\$84,201	O K

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***** FCC PART 36 ***** Operating Expenses and Taxes	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE		
				Message Telephone Service		Private Line				
				InterLATA	IntraLATA	InterLATA	IntraLATA			
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
105 CUSTOMER OPERATIONS EXPENSE:										
106										
107 Marketing, Allocable	\$16,165	G35	\$11,198	\$8	\$4,899	\$0	\$60	\$4,967	OK	
108 Marketing, Direct	0	V192	0	0	0	0	0	0	OK	
109										
110 Total Marketing Expense	\$16,165		\$11,198	\$8	\$4,899	\$0	\$60	\$4,967	OK	
111										
112 Operator Service, Alloc	\$3,315	G24	\$3,315	\$0	\$0	\$0	\$0	\$0	OK	
113 Operator Service, Direct	0	V194	0	0	0	0	0	0	OK	
114										
115 Total Operator Service	\$3,315		\$3,315	\$0	\$0	\$0	\$0	\$0	OK	
116										
117 Classified Directory	\$0	V195	\$0	\$0	\$0	\$0	\$0	\$0	OK	
118 Alphabetical Directory	320	G19	247	0	73	0	0	73	OK	
119 Foreign Directory	0	G46	0	0	0	0	0	0	OK	
120										
121 Total Directory	\$320		\$247	\$0	\$73	\$0	\$0	\$73	OK	
122										
123 Bus Ofc , EU Presubscription	\$0	G36	\$0	\$0	\$0	\$0	\$0	\$0	OK	
124 Bus Ofc , EU MTS & WATS	30,298	G37	20,989	15	9,182	0	112	9,309	OK	
125 Bus Ofc , EU Access, P/L & all Other	8,396	G38	5,816	4	2,545	0	31	2,580	OK	
126 Bus Ofc , IXC Special Access	0	G39	0	0	0	0	0	0	OK	
127 Bus Ofc , IXC Switched Access	0	G40	0	0	0	0	0	0	OK	
128 Bus Ofc , IXC B & C Services	0	G41	0	0	0	0	0	0	OK	
129 Coin Collect & Admin	0	G42	0	0	0	0	0	0	OK	
130										
131 Total Business Office	\$38,694		\$26,806	\$19	\$11,727	\$0	\$143	\$11,886	OK	
132										
133 Cust Svc , Direct	\$0	V205	\$0	\$0	\$0	\$0	\$0	\$0	OK	
134 Cust Serv , Msg Process	6,143	G43	341	9	5,793	0	0	5,802	OK	
135 Cust Serv , Other B&C	5,651	G44	3,767	3	1,881	0	0	1,884	OK	
136 Cust Serv , CABS	17,988	G45	8,994	14	8,980	0	0	8,994	OK	
137 Cust Serv , EU Common Line	0	V209	0	0	0	0	0	0	OK	
138										
139 Total Customer Service	\$29,782		\$13,102	\$27	\$16,653	\$0	\$0	\$16,680	OK	
140										
141 Total Bus Ofc , Cust Serv	\$68,476		\$39,908	\$46	\$28,380	\$0	\$143	\$28,569	OK	
142										

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		Intrastate								
***** FCC PART 36 ***** Operating Expenses and Taxes		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service		Private Line		TOTAL INTRASTATE	
(A)	(B)	(C)	(D)	InterLATA	IntraLATA	InterLATA	IntraLATA	(I)		
156	Other Cust. Serv., Alloc.	\$0	H48	\$0	\$0	\$0	\$0	\$0	\$0	OK
157	Other Cust. Serv., Direct	60	V211	60	0	0	0	0	0	OK
158										
159	Total Other Cust. Serv.	\$60		\$60	\$0	\$0	\$0	\$0	\$0	OK
160										
161	TOTAL CUSTOMER OPER. EXP.	\$88,336		\$54,728	\$54	\$33,352	\$0	\$202	\$33,608	OK
162										
163										
164	"BIG-THREE" EXPENSES:									
165										
166	Total Plt. Spec., ex Support	\$238,679	44	\$157,994	\$115	\$73,342	\$0	\$7,228	\$80,685	OK
167	Total Network Oper. Exp.	34,462	68	25,819	11	7,235	0	1,397	8,643	OK
168	Total Customer Operations	88,336	161	54,728	54	33,352	0	202	33,608	OK
169										
170	TOTAL "BIG THREE" EXPENSES	\$361,477		\$238,541	\$180	\$113,929	\$0	\$8,827	\$122,936	OK
171										
172										
173	CORPORATE OPERATIONS EXPENSE									
174										
175	Exec. and Planning, Alloc.	\$130,213	H50	\$85,928	\$65	\$41,040	\$0	\$3,180	\$44,285	OK
176	Exec. and Planning, Direct	0	V213	0	0	0	0	0	0	OK
177										
178	Total Exec. and Planning	\$130,213		\$85,928	\$65	\$41,040	\$0	\$3,180	\$44,285	OK
179										
180	Admin & General, Allocable	\$152,566	H50	\$100,679	\$76	\$48,085	\$0	\$3,725	\$51,887	OK
181	Admin & General, Direct	67,045	V231	47,712	0	19,333	0	0	19,333	OK
182										
183	Total Admin. and Gen.	\$219,611		\$148,391	\$76	\$67,418	\$0	\$3,725	\$71,220	OK
184										
185	TOTAL CORPORATE OPERATIONS	\$349,824		\$234,320	\$141	\$108,458	\$0	\$6,905	\$115,504	OK
186										
187										
188	NON-INCOME TAXES									
189										
190	Non-income Taxes, Allocable	\$0	H36	\$0	\$0	\$0	\$0	\$0	\$0	OK
191	Non-income Taxes, Direct	96	V233	96	0	0	0	0	0	OK
192										
193	Total Non-income Taxes	\$96		\$96	\$0	\$0	\$0	\$0	\$0	OK
194										
195										
196	TOTAL OPER. EXP. AND TAXES	\$1,000,000		\$739,981	\$429	\$201,286	\$0	\$19,108	\$220,640	OK

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***** FCC PART 69 *****									
IntraLATA Revenue Requirement Summary									
	Part 36 IntraLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13	Net Investment								
	\$405,929	K52	\$189,383	\$43,761	\$0	\$100,469	\$0	\$72,315	OK
14	Rate of Return								
	10.00%	B19	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	OK
15									
16	Return on Rate Base								
	\$40,593		\$18,938	\$4,376	\$0	\$10,047	\$0	\$7,232	OK
17									
18	AFUDC								
	1,265	N37	600	116	0	321	0	228	OK
19	ITC Amortization								
	0	N37	0	0	0	0	0	0	OK
20	Other Return Adjustments								
	0	Direct	0	0	0	0	0	0	OK
21									
22	Net Return								
	\$41,858		\$19,538	\$4,492	\$0	\$10,368	\$0	\$7,459	OK
23									
24	Interest Expense								
	13,025	N67	6,077	1,404	0	3,224	0	2,320	OK
25	Capitalized Payroll Taxes								
	0	N37	0	0	0	0	0	0	OK
26	Depreciation Adjustment								
	0	N37	0	0	0	0	0	0	OK
27	Other Income Adjustments								
	0	Direct	0	0	0	0	0	0	OK
28									
29	After Tax Income								
	\$28,833		\$13,461	\$3,088	\$0	\$7,144	\$0	\$5,139	OK
30									
31	State Income Taxes								
	\$0	29	0	0	0	0	0	0	OK
32	Federal Income Taxes								
	11,674	29	5,450	1,250	0	2,893	0	2,081	OK
33	Operating Expenses and Taxes								
	320,411	O195	91,770	23,370	138	126,863	32,072	46,198	OK
34	Uncollectibles								
	0	Direct	0	0	0	0	0	0	OK
35	Other Revenue Adjustments								
	0	Direct	0	0	0	0	0	0	OK
36									
37	Basis for Gross Receipts Tax								
	372,678	16+31+32+33	116,159	28,996	138	139,803	32,072	55,510	OK
38									
39									
40	Gross Receipts Tax								
	11,565	37	3,605	900	4	4,338	995	1,723	OK
41									
42									
43	TOTAL REVENUE REQUIREMENT								
	\$385,508		\$120,363	\$30,013	\$142	\$144,462	\$33,067	\$57,461	OK
44									

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***** FCC PART 69 *****										
IntraLATA Investment Summary										
(A)	Part 36 IntraLATA Total (B)	Source (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)		
13	Land and Support Assets	\$150,161	L25	\$23,408	\$22,158	\$0	\$61,219	\$0	\$43,376	OK
14										
15	Central Office Equipment	\$320,539	L70	\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798	OK
16	Info. Term./Orig. Equipment	0	L78	0	0	0	0	0	0	OK
17	Cable and Wire Facilities	580,717	L117	396,452	0	0	98,246	0	86,020	OK
18										
19	Total COE, IOT, C&WF	\$901,256		\$475,142	\$74,491	\$0	\$205,805	\$0	\$145,818	OK
20										
21	Total Tangible Assets	\$0	L141	\$0	\$0	\$0	\$0	\$0	\$0	OK
22										
23	Total Tele. Plt. ex Intang	\$1,051,417		\$498,550	\$96,649	\$0	\$267,024	\$0	\$189,194	OK
24	Total Intangible Assets	0	L144	0	0	0	0	0	0	OK
25										
26	Total Plant In Service	\$1,051,417		\$498,550	\$96,649	\$0	\$267,024	\$0	\$189,194	OK
27	Total Plt. Held Future Use	0	L147	0	0	0	0	0	0	OK
28	Total ST PUC	0	L163	0	0	0	0	0	0	OK
29	Total LT PUC	15,257	L164	7,234	1,402	0	3,875	0	2,745	OK
30	Total Tel Plt Adjust	0	L169	0	0	0	0	0	0	OK
31										
32	TOTAL TELEPHONE PLANT	\$1,066,673		\$505,784	\$98,051	\$0	\$270,899	\$0	\$191,939	OK
33										
34	less									
35	Accum Depr, Plt in Serv	675,970	M23	323,620	55,689	0	174,297	0	122,363	OK
36	Accum Depr PHFU	0	M27	0	0	0	0	0	0	OK
37	Accum Amort Tangible Plt	0	M28	0	0	0	0	0	0	OK
38	Accum Amort Intangibles	0	M29	0	0	0	0	0	0	OK
39	Accum Amort Other	0	M30	0	0	0	0	0	0	OK
40	Accum Def Inc Taxes, Net	14,552	M47	6,900	1,338	0	3,696	0	2,619	OK
41										
42	plus									
43	Other Assets	0	Direct	0	0	0	0	0	0	OK
44										
45	NET TELEPHONE PLANT	\$376,152		\$175,264	\$41,024	\$0	\$92,907	\$0	\$66,987	OK
46	plus									
47	Class B RTB Stock	0	L171	0	0	0	0	0	0	OK
48	Materials and Supplies	19,175	L173	6,092	1,703	0	4,875	0	1,495	OK
49	Cash Working Capital	10,600	L175	5,077	975	0	2,602	0	1,936	OK
50	Equal Access Investment	0	L177	0	0	0	0	0	0	OK
51										
52	NET INVESTMENT	\$405,927		\$197,333	\$43,702	\$0	\$97,484	\$0	\$70,418	OK
53										

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***** FCC PART 69 *****										
IntraLATA Investment Detail										
(A)	Part 36 IntraLATA Total (B)	Source or Apportion (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)		
13	LAND AND SUPPORT ASSETS:									
14										
15	Land Assets, Message									
16	Land Assets, Private Line	\$1,896	N28	296	280	0	773	0	548	OK
17		366	N28	57	54	0	149	0	106	OK
18	Total Land Assets	\$2,262		\$353	\$334	\$0	\$922	\$0	\$653	OK
19										
20	Support Assets, Message	\$123,969	N28	\$19,325	\$18,293	\$0	\$50,541	\$0	\$35,810	OK
21	Support Assets, Private Line	23,929	N28	3,730	3,531	0	9,756	0	6,912	OK
22	Total Support Assets	\$147,899		\$23,055	\$21,824	\$0	\$60,297	\$0	\$42,722	OK
23										
24	Total Land and Supp Assets	\$150,161		\$23,408	\$22,158	\$0	\$61,219	\$0	\$43,376	OK
25										
26										
27	CENTRAL OFFICE EQUIPMENT:									
28										
29	Operator Sys. DA	\$0	(F)	0	0	0	0	0	0	OK
30	Operator Sys. Other	0	(I)	0	0	0	0	0	0	OK
31	Total Operator Systems	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
32										
33	Tandem Switching	\$0	(G)	\$0	\$0	\$0	\$0	\$0	\$0	OK
34	Tandem Assigned	0	Direct	0	0	0	0	0	0	OK
35	Total Tandem Switching	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
36										
37	Local Switching	\$74,491	(E)	\$0	\$74,491	\$0	\$0	\$0	\$0	OK
38	Local Assigned	0	Direct	0	0	0	0	0	0	OK
39	Total Local Switching	\$74,491		\$0	\$74,491	\$0	\$0	\$0	\$0	OK
40										
41	Total Switching	\$74,491		\$0	\$74,491	\$0	\$0	\$0	\$0	OK
42										
43										
44										

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***** FCC PART 69 ***** IntraLATA Investment Detail		Part 36 IntraLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
58	COE Exch. Trunk	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	
59	COE Exch. Line - Message	78,691	(D)	78,691	0	0	0	0	0	O K
60	COE Exch. Line - PL etc.	5,066	(I)	0	0	0	0	0	0	O K
61	COE Exch. Line - Assigned	0	Direct	0	0	0	0	0	5,066	O K
62	COE Interexchange, Message	95,261	(G)	0	0	0	0	0	0	O K
63	COE Interexchange, PL	54,732	(I)	0	0	0	95,261	0	0	O K
64	COE Interexchange, Assigned	0	(G)	0	0	0	0	0	54,732	O K
65	COE H/R Message	12,298	(G)	0	0	0	0	0	0	O K
66	COE H/R Assigned	0	Direct	0	0	0	12,298	0	0	O K
67				0	0	0	0	0	0	O K
68	Total COE Transmission	\$246,048		\$78,691	\$0	\$0	\$107,559	\$0	\$59,798	O K
69										
70	Total Central Office Equip.	\$320,539		\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798	O K
71										
72	IOT EQUIPMENT:									
73										
74	Public Telephone	\$0	N43	\$0	\$0	\$0	\$0	\$0	\$0	O K
75	Coinless Pay Phone	0	(D)	0	0	0	0	0	0	O K
76	Customer Premises Equipment	0	N60	0	0	0	0	0	0	O K
77				0	0	0	0	0	0	O K
78	Total IOT Equipment	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O K
79										
80	CABLE AND WIRE FACILITIES									
81										
82	Exchange PL and WATS	\$25,523	(I)	\$0	\$0	\$0	\$0	\$0	\$25,523	O K
83	Exchange Message	396,452	(D)	396,452	0	0	0	0	0	O K
84	Exchange Assigned	0	Direct	0	0	0	0	0	0	O K
85				0	0	0	0	0	0	O K
86	Total Exchange Line C&WF	\$421,975		\$396,452	\$0	\$0	\$0	\$0	\$25,523	O K
87										
88	Exchange Trunk, Message	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O K
89	Exchange Trunk, PL	0	Direct	0	0	0	0	0	0	O K
90				0	0	0	0	0	0	O K
91	Total Exchange Trunk C&WF	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O K
92										
93	Interexchange Message	\$30,406	(G)	\$0	\$0	\$0	\$30,406	\$0	\$0	O K
94	Interexchange PL WATS	60,497	(I)	0	0	0	0	0	0	O K
95	Interexchange Assigned	0	(G)	0	0	0	0	0	0	O K
96				0	0	0	0	0	0	O K
97	Total Interexchange C&WF	\$90,903		\$0	\$0	\$0	\$30,406	\$0	\$60,497	O K

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***** FCC PART 69 *****									
IntraLATA Investment Detail									
(A)	Part 36 IntraLATA Total (B)	Source or Apportion (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)	
111	H/R C&WF, Message		\$0	\$0	\$0	\$67,840	\$0	\$0	O.K.
112	H/R C&WF, WATS	(G)	0	0	0	0	0	0	O.K.
113	H/R C&WF, Assigned	(I)	0	0	0	0	0	0	O.K.
114		Direct	0	0	0	0	0	0	O.K.
115	Total Host/Remote C&WF		\$0	\$0	\$0	\$67,840	\$0	\$0	O.K.
116									
117	Total Cable and Wire Facil.		\$396,452	\$0	\$0	\$98,246	\$0	\$86,020	O.K.
118									
119	TANGIBLE ASSETS								
120									
121	Land and Support Leases	N28	0	0	0	0	0	0	O.K.
122									
123	COE Operator Leases	32	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
124	COE Tandem Switching Leases	34	0	0	0	0	0	0	O.K.
125	COE Local Switching Leases	39	0	0	0	0	0	0	O.K.
126	COE Transmission Leases	68	0	0	0	0	0	0	O.K.
127									
128	Total COE Leases		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
129									
130	IOT Equipment Leases	78	0	0	0	0	0	0	O.K.
131									
132	C&WF Leases	117	0	0	0	0	0	0	O.K.
133									
134	Total Capital Leases		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
135									
136	Leasehold Impr. Alloc	N37	0	0	0	0	0	0	O.K.
137	Leasehold Impr. Direct	Direct	0	0	0	0	0	0	O.K.
138									
139	Total Leasehold Improvements		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
140									
141	Total Tangible Assets		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
142									
143									
144	TOTAL INTANGIBLE ASSETS	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
145									
146									
147	PROPERTY HELD FOR FUTURE USE	N66	0	0	0	0	0	0	O.K.

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***** FCC PART 69 *****										
IntraLATA Investment Detail										
(A)	Part 36 IntraLATA Total (B)	Source or Apportion (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)		
161	PLANT UNDER CONSTRUCTION									
162										
163	Short-term	\$0	N46	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
164	Long-term	15,257	N46	7,234	1,402	0	3,875	0	2,745	O.K.
165										
166	Total Plt. Under Const	\$15,257		\$7,234	\$1,402	\$0	\$3,875	\$0	\$2,745	O.K.
167										
168										
169	TELEPHONE PLANT ADJUSTMENT	\$0	N46	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
170										
171	CLASS B RTB STOCK	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
172										
173	MATERIALS AND SUPPLIES	\$19,175	N37	\$9,092	\$1,763	\$0	\$4,870	\$0	\$3,450	O.K.
174										
175	CASH WORKING CAPITAL	\$10,602	N37	\$5,027	\$975	\$0	\$2,692	\$0	\$1,908	O.K.
176										
177	EQUAL ACCESS INVESTMENT	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.

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***** FCC PART 69 *****									
IntraLATA Reserves and Deferrals	Part 36 IntraLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 ACCUM DEPRECIATION, TPIS									
14									
15 Support Assets	\$85,432	N28	\$13,317	\$12,607	\$0	\$34,830	\$0	\$24,678	O.K.
16 COE Switching	43,083	L44	0	43,083	0	0	0	0	O.K.
17 COE Operator	0	L32	0	0	0	0	0	0	O.K.
18 COE Transmission	174,829	L68	55,913	0	0	0	0	0	O.K.
19 IOT Equipment	0	L78	0	0	0	76,426	0	42,489	O.K.
20 Cable and Wire Facilities	372,626	L117	254,389	0	0	0	0	0	O.K.
21 Other Plant	0	N37	0	0	0	63,041	0	55,196	O.K.
22									
23 Total Accum Depr. TPIS	\$675,970		\$323,620	\$55,689	\$0	\$174,297	\$0	\$122,363	O.K.
24									
25 ACCUM AMORTIZATION									
26									
27 Accum Depreciation, PHFU	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
28 Accum. Amort. Tangible Inv	0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
29 Accum Amort. intang Inv	0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
30 Accum Amort. Other	0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
31									
32 Tot Accum Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
33									
34 Total Accum Depr/Amort	\$675,970		\$323,620	\$55,689	\$0	\$174,297	\$0	\$122,363	O.K.
35									
36									
37 ACCUM DEF INC TAXES, NET									
38									
39 Support Assets	\$0	N28	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
40 COE Switching	0	L44	0	0	0	0	0	0	O.K.
41 COE Operator	0	L32	0	0	0	0	0	0	O.K.
42 COE Transmission	0	L68	0	0	0	0	0	0	O.K.
43 IOT Equipment	0	L78	0	0	0	0	0	0	O.K.
44 Cable and Wire Fac	0	L117	0	0	0	0	0	0	O.K.
45 Unallocated	14,652	N37	6,000	1,332	0	7,320	0	2,619	O.K.
46									
47 Total Accum Def Inc Taxes	\$14,652		\$6,000	\$1,332	\$0	\$7,320	\$0	\$2,619	O.K.

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***** FCC PART 69 ***** Apportionment Factors		Part 36 IntraLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	Central Office Equipment	\$320,539	L70	\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798	O.K.
14	Info Orig./Term Eqpt	0	L78	0	0	0	0	0	0	O.K.
15	C&W Facilities	580,717	L117	396,452	0	0	98,246	0	86,020	O.K.
16										
17	Total	\$901,256		\$475,142	\$74,491	\$0	\$205,805	\$0	\$145,818	O.K.
18	Factor	1.000000		0.527200	0.082652	0.000000	0.228353	0.000000	0.161794	O.K.
19										
20	Sum Sw., Trans. Other	\$426,114	17	\$0	\$74,491	\$0	\$205,805	\$0	\$145,818	O.K.
21	Factor	1.000000		0.000000	0.174814	0.000000	0.482981	0.000000	0.342205	O.K.
22										
23	Central Office Equipment	\$320,539	L70	\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798	O.K.
24	Info Orig./Term Eqpt	0	L78	0	0	0	0	0	0	O.K.
25	C&WF, Excl Exch Message	184,266	L117-83	0	0	0	98,246	0	86,020	O.K.
26										
27	Total	\$504,804		\$78,691	\$74,491	\$0	\$205,805	\$0	\$145,818	O.K.
28	Factor	1.000000		0.155883	0.147563	0.000000	0.407692	0.000000	0.288861	O.K.
29										
30	General Support Facilities	\$150,161	L25	\$23,408	\$22,158	\$0	\$61,219	\$0	\$43,376	O.K.
31	Central Office Equipment	320,539	13	78,691	74,491	0	107,559	0	59,798	O.K.
32	Info Orig./Term Eqpt	0	14	0	0	0	0	0	0	O.K.
33	C&W Facilities	580,717	15	396,452	0	0	98,246	0	86,020	O.K.
34	Equal Access Investment	0	L177	0	0	0	0	0	0	O.K.
35										
36	Total	\$1,051,417		\$498,550	\$96,649	\$0	\$267,024	\$0	\$189,194	O.K.
37	Factor	1.000000		0.474170	0.091922	0.000000	0.253966	0.000000	0.179942	O.K.
38										
39	Sum Com Ln., Sw., Trans	\$862,223	35	\$498,550	\$96,649	\$0	\$267,024	\$0	\$0	O.K.
40	Factor	1.000000		0.578215	0.112693	0.000000	0.309693	0.000000	0.000000	O.K.
41										
42	COE Cat 2 Factor	1.000000	Direct	0.000000	0.000000	0.000000	1.000000	0.000000	0.000000	O.K.
43	ROT Cat 1 Factor	1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
44										
45	Total TRS	\$1,051,417	K26	\$498,550	\$96,649	\$0	\$267,024	\$0	\$189,194	O.K.
46	Factor	1.000000		0.474170	0.091922	0.000000	0.253966	0.000000	0.179942	O.K.

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***** FCC PART 69 ***** Apportionment Factors		Part 36 IntraLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)		(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
60	Interstate Equip. Factor	0.000000	Direct	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
61	Wtd. Std. Work Seconds	1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
62										
63	"BIG THREE" Expenses	\$129,588	O171	\$31,522	\$7,438	\$73	\$56,448	\$16,967	\$17,139	O.K.
64	Factor	1.000000		0.243249	0.057401	0.000563	0.435596	0.130933	0.132261	
65										
66	Net Investment	\$405,929	J13	\$189,383	\$43,761	\$0	\$100,469	\$0	\$72,315	O.K.
67	Factor	1.000000		0.466543	0.107805	0.000000	0.247504	0.000000	0.178148	O.K.

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***** FCC PART 69 ***** Operating Expenses and Taxes	Part 36 IntraLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 PLANT SPEC OPER. EXPENSE									
14									O.K.
15 Network Support, Alloc.	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
16 Network Support, Direct	0	Direct	0	0	0	0	0	0	
17	-----		-----	-----	-----	-----	-----	-----	O.K.
18 Total Network Support Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	
19									
20 General Support, Alloc.	\$6,832	N30	\$1,065	\$1,008	\$0	\$2,786	\$0	\$1,974	O.K.
21 General Support, Direct	0	Direct	0	0	0	0	0	0	O.K.
22	-----		-----	-----	-----	-----	-----	-----	O.K.
23 Total General Support Exp	\$6,832		\$1,065	\$1,008	\$0	\$2,786	\$0	\$1,974	
24									
25 Central Office Eq. Alloc	\$15,886	N31	\$3,900	\$3,692	\$0	\$5,331	\$0	\$2,964	O.K.
26 Central Office Eq. Direct	0	Direct	0	0	0	0	0	0	O.K.
27	-----		-----	-----	-----	-----	-----	-----	O.K.
28 Total COE Exp	\$15,886		\$3,900	\$3,692	\$0	\$5,331	\$0	\$2,964	
29									
30 Cust Premises Equip	\$0	L76	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
31 Other IOT	0	N43	0	0	0	0	0	0	O.K.
32 IOT Direct	0	Direct	0	0	0	0	0	0	O.K.
33	-----		-----	-----	-----	-----	-----	-----	O.K.
34 Total IOT Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	
35									
36 Cable & Wire, Alloc	\$28,790	N33	\$19,655	\$0	\$0	\$4,871	\$0	\$4,265	O.K.
37 Cable & Wire, Direct	35,894	Direct	0	0	0	35,894	0	0	O.K.
38	-----		-----	-----	-----	-----	-----	-----	O.K.
39 Total C&WF Exp	\$64,684		\$19,655	\$0	\$0	\$40,765	\$0	\$4,265	
40									
41 TOTAL PLT SPEC OPER EXP	\$67,492		\$24,620	\$4,700	\$0	\$48,581	\$0	\$9,202	O.K.
42									
43 TOTAL PLT SPEC ex SUPPORT	\$60,576		\$23,565	\$3,502	\$0	\$48,095	\$0	\$7,228	O.K.

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***** FCC PART 69 ***** Operating Expenses and Taxes	Part 36 IntraLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
57 NON-SPECIFIC OPER EXP									
58									
59 Oth Plt and Equip , Alloc.	\$0	N18	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
60 Oth Plt and Equip , Direct	0	Direct	0	0	0	0	0	0	O.K.
61									
62 Total Oth Plt & Equip	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
63									
64 Network Operations, Alloc	\$8,632	N18	\$4,551	\$713	\$0	\$1,971	\$0	\$1,397	O.K.
65 Network Operations, Direct	0	Direct	0	0	0	0	0	0	O.K.
66									
67 Total Network Oper Exp	\$8,632		\$4,551	\$713	\$0	\$1,971	\$0	\$1,397	O.K.
68									
69 Total Access Expenses	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
70									
71 Depr. Support Assets	\$11,907	L23	\$1,856	\$1,757	\$0	\$4,854	\$0	\$3,439	O.K.
72 Depr. COE Switching	7,552	L44	0	7,552	0	0	0	0	O.K.
73 Depr. COE Operator	0	L32	0	0	0	0	0	0	O.K.
74 Depr. COE Transmission	21,775	L68	6,964	0	0	9,519	0	5,292	O.K.
75 Depr. IOT Equipment	0	L78	0	0	0	0	0	0	O.K.
76 Depr. C&W Facilities	34,227	L117	23,366	0	0	5,790	0	5,070	O.K.
77 Depr. PHFU	0	L147	0	0	0	0	0	0	O.K.
78									
79 Total Depreciation Expense	\$75,460		\$32,186	\$9,309	\$0	\$20,163	\$0	\$13,801	O.K.
80									
81 Amort. Tangible Assets	\$0	L141	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
82 Amort. Intangible Assets	0	L144	0	0	0	0	0	0	O.K.
83 Other Amortization	0	Direct	0	0	0	0	0	0	O.K.
84 Direct Assigned Amort	0	Direct	0	0	0	0	0	0	O.K.
85									
86 Total Amortization Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
87									
88 Total Depr. and Amort	\$75,460		\$32,186	\$9,309	\$0	\$20,163	\$0	\$13,801	O.K.
89									
90 Total Access SPEC OPER EXP	\$84,091		\$38,737	\$18,022	\$0	\$22,134	\$0	\$15,196	O.K.

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***** FCC PART 69 ***** Operating Expenses and Taxes	Part 36 IntraLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
104 CUSTOMER OPERATIONS EXPENSE:									
105					\$0	\$1,259	\$0	\$002	0 R
106 Marketing, Allocable	\$4,959	N37	\$2,351	\$456	0	0	0	0	0 R
107 Marketing, Direct	0	Direct	0	0	0	0	0	0	0 R
108					\$0	\$1,259	\$0	\$002	0 R
109 Total Marketing Expense	\$4,959		\$2,351	\$456	0	0	0	0	0 R
110					\$0	\$0	\$0	\$0	0 R
111 Operator Service, Alloc.	\$0	N61	\$0	\$0	\$0	0	0	0	0 R
112 Operator Service, Direct	0	Direct	0	0	0	0	0	0	0 R
113					\$0	\$0	\$0	\$0	0 R
114 Total Operator Service	\$0		\$0	\$0	0	0	0	0	0 R
115					\$0	\$0	\$0	\$0	0 R
116 Classified Directory	\$0	Direct	\$0	\$0	73	0	0	0	0 R
117 Alphabetical Directory	73	(F)	0	0	0	0	0	0	0 R
118 Foreign Directory	0	Direct	0	0	0	0	0	0	0 R
119					\$73	\$0	\$0	\$0	0 R
120 Total Directory	\$73		\$0	\$0	73	0	0	0	0 R
121					\$0	\$0	\$0	\$0	0 R
122 Bus Ofc. EU Presubscription	0	N40	\$0	\$0	0	0	0	0	0 R
123 Bus Ofc. Reserved	0	(I)	0	0	0	0	0	0	0 R
124 Bus Ofc. EU Access Pl. & All Other	2,575	(H)	0	0	0	0	0	0	0 R
125 Bus Ofc. EU Message	9,294	(H)	0	0	0	0	0	0	0 R
126 Bus Ofc. EU Reserved	0	(I)	0	0	0	0	0	0	0 R
127 Bus Ofc. IX Special Access	0	(I)	0	0	0	0	0	0	0 R
128 Bus Ofc. IX Switched Access	0	N40	0	0	0	0	0	0	0 R
129 Bus Ofc. IX Billing and Collection	0	(H)	0	0	0	0	0	0	0 R
130 Bus Ofc. Coin Collection & Administr	0	(D)	0	0	0	0	0	0	0 R
131 Bus Ofc. Reserved	0	(I)	0	0	0	0	0	0	0 R
132					\$0	\$0	\$0	\$0	0 R
133 Total Business Office	\$11,859		\$0	\$0	0	0	0	0	0 R
134					0	0	0	0	0 R
135 Cust Serv. Msg. Process	\$5,793	(H)	0	0	0	0	0	0	0 R
136 Cust Serv. Other BSC	1,881	(H)	0	0	0	0	0	0	0 R
137 Cust Serv. CABS	8,980	N21	0	1,570	0	4,337	0	0	0 R
138 Cust Serv. EU Common Line	0	(H)	0	0	0	0	0	0	0 R
139					\$0	\$1,570	\$0	\$0	0 R
140 Total Customer Service	\$16,654		\$0	\$1,570	0	4,337	0	0	0 R
141					\$0	\$1,570	\$0	\$0	0 R
142 Total B.O. Ch. Ofc. Ofc.	\$28,513		\$0	\$1,570	73	4,337	0	0	0 R

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***** FCC PART 69 ***** Operating Expenses and Taxes		Part 36 IntraLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)		(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
158	Other Cust. Serv., Alloc	\$0	142	\$0	\$0	\$0	\$0	\$0	\$0	OK
159	Other Cust. Serv., Direct	0	Direct	0	0	0	0	0	0	OK
160										
161	Total Other Cust. Serv.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
162										
163	TOTAL CUSTOMER OPER. EXP.	\$33,554		\$2,351	\$2,026	\$73	\$5,596	\$16,967	\$6,541	OK
164										
165	"BIG-THREE" EXPENSES									
166										
167	Total Pitt. Specific Exp.	\$87,402	41	\$24,620	\$4,700	\$0	\$48,081	\$0	\$9,202	OK
168	Total Pitt. Non-specific Exp.	8,632	62 + 67 + 69	4,551	713	0	1,971	0	1,397	OK
169	Total Customer Operations	33,554	163	2,351	2,026	73	5,596	16,967	6,541	OK
170										
171	TOTAL "BIG THREE" EXPENSES	\$129,588		\$31,522	\$7,438	\$73	\$66,448	\$16,967	\$17,139	OK
172										
173	CORPORATE OPERATIONS EXPENSE									
174										
175	Exec. and Planning, Alloc	\$44,220	N64	\$10,756	\$2,538	\$25	\$19,282	\$5,790	\$5,849	OK
176	Exec. and Planning, Direct	0	Direct	0	0	0	0	0	0	OK
177										
178	Total Exec. and Planning	\$44,220		\$10,756	\$2,538	\$25	\$19,282	\$5,790	\$5,849	OK
179										
180	Admin. & General, Allocable	\$51,811	N64	\$12,803	\$2,974	\$29	\$22,569	\$8,784	\$8,853	OK
181	Admin. & General, Direct	19,333	Direct	4,703	1,110	11	8,421	2,531	2,557	OK
182										
183	Total Admin. and Gen.	\$71,144		\$17,506	\$4,084	\$40	\$30,990	\$11,315	\$11,410	OK
184										
185	TOTAL CORPORATE OPERATIONS	\$115,363		\$28,062	\$6,622	\$65	\$60,252	\$18,105	\$16,258	OK
186										
187	NON-INCOME TAXES									
188										
189	Non-income Taxes, Allocable	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0	OK
190	Non-income Taxes, Direct	0	Direct	0	0	0	0	0	0	OK
191										
192	Total Non-income Taxes	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
193										
194	TOTAL OPER. EXP. AND TAXES	\$248,414		\$69,170	\$13,176	\$138	\$126,698	\$35,072	\$33,198	OK

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***** FCC PART 69 ***** InterLATA Revenue Requirement Summary		Part 36 InterLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	Net Investment	\$534	Q52	\$307	\$73	\$0	\$154	\$0	\$0	OK
14	Rate of Return	10.00%	B19	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	OK
15										
16	Return on Rate Base	\$53		\$31	\$7	\$0	\$15	\$0	\$0	OK
17										
18	AFUDC	\$2	T37	1	0	0	0	0	0	OK
19	ITC Amortization	0	T37	0	0	0	0	0	0	OK
20	Other Return Adjustments	0	Direct	0	0	0	0	0	0	OK
21										
22	Net Return	\$55		\$32	\$8	\$0	\$16	\$0	\$0	OK
23										
24	Interest Expense	\$17	T67	10	2	0	5	0	0	OK
25	Capitalized Payroll Taxes	0	T37	0	0	0	0	0	0	OK
26	Depreciation Adjustment	0	T37	0	0	0	0	0	0	OK
27	Other Income Adjustments	0	Direct	0	0	0	0	0	0	OK
28										
29	After Tax Income	\$38		\$22	\$5	\$0	\$11	\$0	\$0	OK
30										
31	State Income Taxes	\$0	29	\$0	\$0	\$0	\$0	\$0	\$0	OK
32	Federal Income Taxes	15	29	9	2	0	4	0	0	OK
33	Operating Expenses and Taxes	429	U195	142	40	0	192	47	7	OK
34	Uncollectibles	0	Direct	0	0	0	0	0	0	OK
35	Other Revenue Adjustments	0	Direct	0	0	0	0	0	0	OK
36										
37	Basis for Gross Receipts Tax	498	16+31+32+33	182	49	0	212	47	7	OK
38										
39										
40	Gross Receipts Tax	16	37	6	2	0	7	7	0	OK
41										
42										
43	TOTAL REVENUE REQUIREMENT	\$515		\$185	\$51	\$0	\$219	\$48	\$7	OK
44										

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***** FCC PART 69 ***** InterLATA Revenue Requirement Summary		Part 36 InterLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)		(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13	Net Investment	\$534	Q52	\$307	\$73	\$0	\$154	\$0	\$0	O.K.
14	Rate of Return	10.00%	B19	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	O.K.
15										
16	Return on Rate Base	\$53		\$31	\$7	\$0	\$15	\$0	\$0	O.K.
17										
18	AFUDC	\$2	T37	1	0	0	0	0	0	O.K.
19	ITC Amortization	0	T37	0	0	0	0	0	0	O.K.
20	Other Return Adjustments	0	Direct	0	0	0	0	0	0	O.K.
21										
22	Net Return	\$55		\$32	\$8	\$0	\$16	\$0	\$0	O.K.
23										
24	Interest Expense	\$17	T67	10	2	0	5	0	0	O.K.
25	Capitalized Payroll Taxes	0	T37	0	0	0	0	0	0	O.K.
26	Depreciation Adjustment	0	T37	0	0	0	0	0	0	O.K.
27	Other Income Adjustments	0	Direct	0	0	0	0	0	0	O.K.
28										
29	After Tax Income	\$38		\$22	\$5	\$0	\$11	\$0	\$0	O.K.
30										
31	State Income Taxes	\$0	29	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
32	Federal Income Taxes	15	29	9	2	0	4	0	0	O.K.
33	Operating Expenses and Taxes	429	U195	142	40	0	192	47	7	O.K.
34	Uncollectibles	0	Direct	0	0	0	0	0	0	O.K.
35	Other Revenue Adjustments	0	Direct	0	0	0	0	0	0	O.K.
36										
37	Basis for Gross Receipts Tax	496	16+31+32+33	182	49	0	212	47	7	O.K.
38										
39										
40	Gross Receipts Tax	16	37	6	2	0	7	1	0	O.K.
41										
42										
43	TOTAL REVENUE REQUIREMENT	\$515		\$169	\$51	\$0	\$219	\$48	\$7	O.K.
44										

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***** FCC PART 69 ***** InterLATA Investment Summary		Part 36 InterLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)		(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13	Land and Support Assets	\$196	R25	\$45	\$43	\$0	\$108	\$0	\$0	O.K.
14										
15	Central Office Equipment	\$412	R70	\$126	\$119	\$0	\$167	\$0	\$0	O.K.
16	Info. Term./Orig. Equipment	0	R78	0	0	0	0	0	0	O.K.
17	Cable and Wire Facilities	765	R117	634	0	0	131	0	0	O.K.
18										
19	Total COE, IOT, C&WF	\$1,177		\$760	\$119	\$0	\$299	\$0	\$0	O.K.
20										
21	Total Tangible Assets	\$0	R141	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
22										
23	Total Tele. Plt. ex Intang.	\$1,373		\$805	\$162	\$0	\$406	\$0	\$0	O.K.
24	Total Intangible Assets	0	R144	0	0	0	0	0	0	O.K.
25										
26	Total Plant In Service	\$1,373		\$805	\$162	\$0	\$406	\$0	\$0	O.K.
27	Total Plt. Held Future Use	0	R147	0	0	0	0	0	0	O.K.
28	Total ST PUC	0	R163	0	0	0	0	0	0	O.K.
29	Total LT PUC	20	R164	12	2	0	6	0	0	O.K.
30	Total Tel. Plt. Adjust	0	R169	0	0	0	0	0	0	O.K.
31										
32	TOTAL TELEPHONE PLANT	\$1,393		\$817	\$164	\$0	\$412	\$0	\$0	O.K.
33										
34	less									
35	Accum. Depr. Plt. in Serv.	880	S23	522	93	0	264	0	0	O.K.
36	Accum. Depr. PHFU	0	S27	0	0	0	0	0	0	O.K.
37	Accum. Amort. Tangible Plt.	0	S28	0	0	0	0	0	0	O.K.
38	Accum. Amort. Intangibles	0	S29	0	0	0	0	0	0	O.K.
39	Accum. Amort. Other	0	S30	0	0	0	0	0	0	O.K.
40	Accum. Def. Inc. Taxes Net	19	S47	11	2	0	6	0	0	O.K.
41										
42	plus									
43	Other Assets	0	Direct	0	0	0	0	0	0	O.K.
44										
45	NET TELEPHONE PLANT	\$495		\$284	\$69	\$0	\$142	\$0	\$0	O.K.
46										
47	Plus	0	R171	0	0	0	0	0	0	O.K.
48	Class B Plt. Stock	0	R175	0	0	0	0	0	0	O.K.
49	Materials and Supplies	35	R176	0	0	0	7	0	0	O.K.
50	Construction Capital	14	R178	0	0	0	4	0	0	O.K.
51	Equal Access Investment	0	R177	0	0	0	0	0	0	O.K.
52										
53	NET MOBILE PLANT	\$54		\$54	\$0	\$0	\$0	\$0	\$0	O.K.
54										

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***** FCC PART 69 ***** InterLATA Investment Detail		Part 36 InterLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)		(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13	LAND AND SUPPORT ASSETS									
14				\$1	\$1	\$0	\$2	\$0	\$0	O.K.
15	Land Assets, Message	\$3	T28	0	0	0	0	0	0	O.K.
16	Land Assets, Private Line	0	T28							
17				\$1	\$1	\$0	\$2	\$0	\$0	O.K.
18	Total Land Assets	\$3								
19				\$45	\$42	\$0	\$106	\$0	\$0	O.K.
20	Support Assets, Message	193	T28	0	0	0	0	0	0	O.K.
21	Support Assets, Private Line	0	T28							
22				\$45	\$42	\$0	\$106	\$0	\$0	O.K.
23	Total Support Assets	\$193								
24				\$45	\$43	\$0	\$108	\$0	\$0	O.K.
25	Total Land and Supp Assets	\$196								
26										
27	CENTRAL OFFICE EQUIPMENT									
28				\$0	\$0	\$0	\$0	\$0	\$0	O.K.
29	Operator Sys - DA	\$0	(F)	0	0	0	0	0	0	O.K.
30	Operator Sys - Other	0	(I)							
31				\$0	\$0	\$0	\$0	\$0	\$0	O.K.
32	Total Operator Systems	\$0								
33				\$0	\$0	\$0	\$0	\$0	\$0	O.K.
34	Tandem Switching	\$0	(G)	0	0	0	0	0	0	O.K.
35	Tandem Assigned	0	Direct							
36				\$0	\$0	\$0	\$0	\$0	\$0	O.K.
37	Total Tandem Switching	\$0								
38				\$0	\$119	\$0	\$0	\$0	\$0	O.K.
39	Local Switching	\$119	(E)	0	0	0	0	0	0	O.K.
40	Local Assigned	0	Direct							
41				\$0	\$119	\$0	\$0	\$0	\$0	O.K.
42	Total Local Switching	\$119								
43				\$0	\$119	\$0	\$0	\$0	\$0	O.K.
44	Total Switching	\$119								

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***** FCC PART 69 ***** InterLATA Investment Detail	Part 36 InterLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
58 COE Exch. Trunk	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
59 COE Exch. Line - Message	126	(D)	126	0	0	0	0	0	O.K.
60 COE Exch. Line - PL etc	0	(I)	0	0	0	0	0	0	O.K.
61 COE Exch. Line - Assigned	0	Direct	0	0	0	152	0	0	O.K.
62 COE Interexchange, Message	152	(G)	0	0	0	0	0	0	O.K.
63 COE Interexchange, PL	0	(I)	0	0	0	0	0	0	O.K.
64 COE Interexchange, Assigned	0	(G)	0	0	0	15	0	0	O.K.
65 COE H/R Message	15	(G)	0	0	0	0	0	0	O.K.
66 COE H/R Assigned	0	Direct	0	0	0	0	0	0	O.K.
67									
68 Total COE Transmission	\$293		\$126	\$0	\$0	\$167	\$0	\$0	O.K.
69									
70 Total Central Office Equip	\$412		\$126	\$119	\$0	\$167	\$0	\$0	O.K.
71									
72 IOT EQUIPMENT									
73									
74 Public Telephone	\$0	T43	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
75 Coinless Pay Phone	0	(D)	0	0	0	0	0	0	O.K.
76 Customer Premises Equipment	0	T60	0	0	0	0	0	0	O.K.
77									
78 Total IOT Equipment	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
79									
80 CABLE AND WIRE FACILITIES									
81									
82 Exchange PL and WATS	\$0	(I)	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
83 Exchange Message	634	(D)	634	0	0	0	0	0	O.K.
84 Exchange Assigned	0	Direct	0	0	0	0	0	0	O.K.
85									
86 Total Exchange Line C&WF	\$634		\$634	\$0	\$0	\$0	\$0	\$0	O.K.
87									
88 Exchange Trunk Message	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
89 Exchange Trunk PL	0	Direct	0	0	0	0	0	0	O.K.
90									
91 Total Exchange Trunk C&WF	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
92									
93 Interexchange Message	\$49	(G)	\$49	\$0	\$0	\$49	\$0	\$0	O.K.
94 Interexchange PL WATS	0	(I)	0	0	0	0	0	0	O.K.
95 Interexchange Assigned	0	(G)	0	0	0	0	0	0	O.K.
96									
97 Total Interexchange C&WF	\$49		\$49	\$0	\$0	\$49	\$0	\$0	O.K.

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***** FCC PART 69 ***** InterLATA Investment Detail		Part 36 InterLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
111	H/R C&WF, Message	\$83	(G)	\$0	\$0	\$0	\$83	\$0	\$0	O.K.
112	H/R C&WF, WATS	0	(I)	0	0	0	0	0	0	O.K.
113	H/R C&WF, Assigned	0	Direct	0	0	0	0	0	0	O.K.
114										
115	Total Host/Remote C&WF	\$83		\$0	\$0	\$0	\$83	\$0	\$0	O.K.
116										
117	Total Cable and Wire Facil	\$765		\$634	\$0	\$0	\$131	\$0	\$0	O.K.
118										
119	TANGIBLE ASSETS									
120										
121	Land and Support Leases	\$0	T28	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
122										
123	COE Operator Leases	\$0	32	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
124	COE Tandem Switching Leases	0	34	0	0	0	0	0	0	O.K.
125	COE Local Switching Leases	0	39	0	0	0	0	0	0	O.K.
126	COE Transmission Leases	0	68	0	0	0	0	0	0	O.K.
127										
128	Total COE Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
129										
130	IOT Equipment Leases	\$0	78	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
131										
132	C&WF Leases	\$0	117	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
133										
134	Total Capital Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
135										
136	Leasehold Impr. Alloc	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
137	Leasehold Impr. Direct	0	Direct	0	0	0	0	0	0	O.K.
138										
139	Total Leasehold Improvementsa	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
140										
141	Total Tangible Assets	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
142										
143										
144	TOTAL INTANGIBLE ASSETS	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
145										
146										
147	PROPERTY HELD FOR FUTURE USE	\$0	T46	\$0	\$0	\$0	\$0	\$0	\$0	O.K.

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***** FCC PART 69 ***** InterLATA Investment Detail		Part 36 InterLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
----- (A)		----- (B)	----- (C)	----- (D)	----- (E)	----- (F)	----- (G)	----- (H)	----- (I)	
161	PLANT UNDER CONSTRUCTION									
162		\$0	T46	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
163	Short-term	20	T46	12	2	0	6	0	0	O.K.
164	Long-term									
165		-----		-----	-----	-----	-----	-----	-----	O.K.
166	Total Plt Under Const	\$20		\$12	\$2	\$0	\$6	\$0	\$0	
167										
168										
169	TELEPHONE PLANT ADJUSTMENT	\$0	T46	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
170		\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
171	CLASS B RTB STOCK									
172		\$25	T37	\$15	\$3	\$0	\$7	\$0	\$0	O.K.
173	MATERIALS AND SUPPLIES									
174		\$14	T37	\$6	\$2	\$0	\$4	\$0	\$0	O.K.
175	CASH WORKING CAPITAL									
176		\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
177	EQUAL ACCESS INVESTMENT									

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***** FCC PART 69 ***** InterLATA Reserves and Deferrals	Part 36 InterLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 ACCUM DEPRECIATION, TPIS									
14			\$26	\$24	\$0	\$61	\$0	\$0	O.K.
15 Support Assets	\$112	T28	0	69	0	0	0	0	O.K.
16 COE Switching	69	R44	0	0	0	0	0	0	O.K.
17 COE Operator	0	R32	0	0	0	119	0	0	O.K.
18 COE Transmission	208	R68	89	0	0	0	0	0	O.K.
19 IOT Equipment	0	R78	0	0	0	84	0	0	O.K.
20 Cable and Wire Facilities	491	R117	407	0	0	0	0	0	O.K.
21 Other Plant	0	T37	0	0	0	0	0	0	O.K.
22			\$522	\$93	\$0	\$264	\$0	\$0	O.K.
23 Total Accum Depr. TPIS	\$880								
24									
25 ACCUM AMORTIZATION									
26			\$0	\$0	\$0	\$0	\$0	\$0	O.K.
27 Accum Depreciation, PHFU	0	T37	0	0	0	0	0	0	O.K.
28 Accum Amort., Tangible Inv	0	T37	0	0	0	0	0	0	O.K.
29 Accum Amort., Intang Inv	0	T37	0	0	0	0	0	0	O.K.
30 Accum Amort., Other	0	T37	0	0	0	0	0	0	O.K.
31			\$0	\$0	\$0	\$0	\$0	\$0	O.K.
32 Tot. Accum Amortization	\$0								
33			\$822	\$93	\$0	\$264	\$0	\$0	O.K.
34 Total Accum Depr /Amort	\$880								
35									
36									
37 ACCUM DEF INC TAXES, NET									
38			\$0	\$0	\$0	\$0	\$0	\$0	O.K.
39 Support Assets	0	T28	0	0	0	0	0	0	O.K.
40 COE Switching	0	R44	0	0	0	0	0	0	O.K.
41 COE Operator	0	R32	0	0	0	0	0	0	O.K.
42 COE Transmission	0	R68	0	0	0	0	0	0	O.K.
43 IOT Equipment	0	R78	0	0	0	0	0	0	O.K.
44 Cable and Wire Fac.	0	R117	0	0	0	0	0	0	O.K.
45 Unclassified	19	T37	11	2	0	0	0	0	O.K.
46			\$11	\$2	\$0	\$0	\$0	\$0	O.K.
47 Total Accum Def Inc Taxes	\$19								

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***** FCC PART 69 ***** Apportionment Factors		Part 36 InterLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	Central Office Equipment	\$412	R70	\$126	\$119	\$0	\$167	\$0	\$0	OK
14	Info Orig/Term Eqpt	0	R75	0	0	0	0	0	0	OK
15	C&W Facilities	765	R117	634	0	0	131	0	0	OK
16										
17	Total	\$1,177		\$760	\$119	\$0	\$299	\$0	\$0	OK
18	Factor	1.000000		0.645267	0.101922	0.000000	0.253710	0.000000	0.000000	OK
19										
20	Sum Sw, Trans, Other	\$418	17	\$0	\$119	\$0	\$299	\$0	\$0	OK
21	Factor	1.000000		0.000000	0.284784	0.000000	0.715216	0.000000	0.000000	OK
22										
23	Central Office Equipment	\$412	R70	\$126	\$119	\$0	\$167	\$0	\$0	OK
24	Info Orig/Term Eqpt	0	R75	0	0	0	0	0	0	OK
25	C&W Excl Exch Message	131	R117-83	0	0	0	131	0	0	OK
26										
27	Total	\$543		\$126	\$119	\$0	\$299	\$0	\$0	OK
28	Factor	1.000000		0.231543	0.218863	0.000000	0.548594	0.000000	0.000000	OK
29										
30	General Support Facilities	\$446	R25	\$46	\$43	\$0	\$106	\$0	\$0	OK
31	Central Office Equipment	412	13	126	119	0	167	0	0	OK
32	Info Orig/Term Eqpt	0	14	0	0	0	0	0	0	OK
33	C&W Facilities	765	15	634	0	0	131	0	0	OK
34	Equal Access Measurement	0	R117	0	0	0	0	0	0	OK
35										
36	Total	\$1,670		\$608	\$608	\$0	\$846	\$0	\$0	OK
37	Factor	1.000000		0.363476	0.363476	0.000000	0.509548	0.000000	0.000000	OK
38										
39	Sum Cost in Sw, Trans	\$1,670	34	\$608	\$608	\$0	\$846	\$0	\$0	OK
40	Factor	1.000000		0.363476	0.363476	0.000000	0.509548	0.000000	0.000000	OK
41										
42	Cost Cap 1 Factor	1.000000	Direct	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	OK
43	Cost Cap 2 Factor	1.000000	Shared	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	OK
44										
45	Total Trans	\$1,670	Cost	\$608	\$608	\$0	\$846	\$0	\$0	OK
46	Factor	1.000000		0.363476	0.363476	1.000000	0.509548	1.000000	1.000000	OK

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***** FCC PART 69 ***** Apportionment Factors		Part 36 InterLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)		(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
60	Interstate Equip Factor	0.000000	Direct	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
61	Wtd. Std. Work Seconds	1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
62					\$14	\$0	\$92	\$27	\$4	O.K.
63	"BIG THREE" Expenses	\$189	U171	\$51	\$14	\$0	\$92	\$27	\$4	O.K.
64	Factor	1.000000		0.271477	0.073311	0.000617	0.487929	0.143436	0.021785	
65					73	0	154	0	0	O.K.
66	Net Investment	534	P13	367	73	0	154	0	0	O.K.
67	Factor	1.000000		0.574374	0.137432	0.000000	0.288194	0.000000	0.000000	O.K.

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***** FCC PART 69 ***** Operating Expenses and Taxes	Part 36 InterLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 PLANT SPEC OPER EXPENSE									
14	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
15 Network Support, Alloc	0	Direct	0	0	0	0	0	0	O.K.
16 Network Support, Direct									
17	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
18 Total Network Support Exp									
19	\$9	T30	\$2	\$2	\$0	\$5	\$0	\$0	O.K.
20 General Support, Alloc	0	Direct	0	0	0	0	0	0	O.K.
21 General Support, Direct									
22	\$9		\$2	\$2	\$0	\$5	\$0	\$0	O.K.
23 Total General Support Exp									
24	\$20	T31	\$6	\$6	\$0	\$8	\$0	\$0	O.K.
25 Central Office Eq. Alloc	0	Direct	0	0	0	0	0	0	O.K.
26 Central Office Eq. Direct									
27	\$20		\$6	\$6	\$0	\$8	\$0	\$0	O.K.
28 Total COE Exp									
29	\$0	R76	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
30 Cust Premises Equip	0	T43	0	0	0	0	0	0	O.K.
31 Other IOT	0	Direct	0	0	0	0	0	0	O.K.
32 IOT Direct									
33	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
34 Total IOT Exp									
35	\$58	T30	\$11	\$0	\$0	\$11	\$0	\$0	O.K.
36 Cable & Wire Alloc	0	Direct	0	0	0	0	0	0	O.K.
37 Cable & Wire Direct									
38	\$58		\$11	\$0	\$0	\$11	\$0	\$0	O.K.
39 Total Cable Exp									
40	\$128		\$18	\$2	\$0	\$24	\$0	\$0	O.K.
41 TOTAL PLANT SPEC OPER EXP			\$18	\$2	\$0	\$24	\$0	\$0	O.K.
42	\$128		\$18	\$2	\$0	\$24	\$0	\$0	O.K.
43 TOTAL PLANT SPEC OPER EXP			\$18	\$2	\$0	\$24	\$0	\$0	O.K.

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***** FCC PART 69 ***** Operating Expenses and Taxes		Part 36 InterLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
57 NON-SPECIFIC OPER EXP										
58	\$0	T18	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
59 Oth Plt and Equip, Alloc	0	Direct	0	0	0	0	0	0	0	O.K.
60 Oth Plt and Equip, Direct										
61	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
62 Total Oth Plt & Equip										
63	\$11	T18	\$7	\$1	\$0	\$3	\$0	\$0	\$0	O.K.
64 Network Operations, Alloc	0	Direct	0	0	0	0	0	0	0	O.K.
65 Network Operations, Direct										
66	\$11		\$7	\$1	\$0	\$3	\$0	\$0	\$0	O.K.
67 Total Network Oper Exp										
68	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
69 Total Access Expenses										
70	\$16	R23	\$4	\$3	\$0	\$9	\$0	\$0	\$0	O.K.
71 Depr, Support Assets	12	R44	0	12	0	0	0	0	0	O.K.
72 Depr, COE Switching	0	R32	0	0	0	0	0	0	0	O.K.
73 Depr, COE Operator	26	R68	11	0	0	15	0	0	0	O.K.
74 Depr, COE Transmission	0	R78	0	0	0	0	0	0	0	O.K.
75 Depr, IOT Equipment	45	R117	37	0	0	8	0	0	0	O.K.
76 Depr, C&W Facilities	0	R147	0	0	0	0	0	0	0	O.K.
77 Depr, PHFu										
78	\$59		\$52	\$15	\$0	\$31	\$0	\$0	\$0	O.K.
79 Total Depreciation Expense										
80	\$0	R141	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
81 Amort, Tangible Assets	0	R144	0	0	0	0	0	0	0	O.K.
82 Amort, Intangible Assets	0	Direct	0	0	0	0	0	0	0	O.K.
83 Other Amortization	0	Direct	0	0	0	0	0	0	0	O.K.
84 Direct Assigned Amort										
85	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
86 Total Amortization Exp										
87	\$59		\$52	\$15	\$0	\$31	\$0	\$0	\$0	O.K.
88 Total Depr and Amort										
89	\$118		\$59	\$17	\$0	\$64	\$0	\$0	\$0	O.K.
90 TOTAL NON-SPEC OPER EXP										

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***** FCC PART 69 ***** Operating Expenses and Taxes	Part 36 InterLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
104 CUSTOMER OPERATIONS EXPENSE									
105	\$8	T37	\$5	\$1	\$0	\$2	\$0	\$0	OK
106 Marketing, Allocable	0	Direct	0	0	0	0	0	0	OK
107 Marketing, Direct									
108	\$8		\$5	\$1	\$0	\$2	\$0	\$0	OK
109 Total Marketing Expense									
110	\$0	T61	\$0	\$0	\$0	\$0	\$0	\$0	OK
111 Operator Service, Alloc	0	Direct	0	0	0	0	0	0	OK
112 Operator Service, Direct									
113	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
114 Total Operator Service									
115	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	OK
116 Classified Directory	0	(F)	0	0	0	0	0	0	OK
117 Alphabetical Directory	0	Direct	0	0	0	0	0	0	OK
118 Foreign Directory									
119	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
120 Total Directory									
121	0	T40	\$0	\$0	\$0	\$0	\$0	\$0	OK
122 Bus. Otc. EU Presubscription	0	(F)	0	0	0	0	0	0	OK
123 Bus. Otc. Reserved	4	(F)	0	0	0	0	0	4	OK
124 Bus. Otc. EU Access Pt. & All Other	15	(F)	0	0	0	0	15	0	OK
125 Bus. Otc. EU Message	0	(F)	0	0	0	0	0	0	OK
126 Bus. Otc. EU Reserved	0	(F)	0	0	0	0	0	0	OK
127 Bus. Otc. OF Special Access	0	(F)	0	0	0	0	0	0	OK
128 Bus. Otc. W. Switched Access	0	T40	0	0	0	0	0	0	OK
129 Bus. Otc. W. Billing and Collection	0	(F)	0	0	0	0	0	0	OK
130 Bus. Otc. Case Collection & Agreement	0	(F)	0	0	0	0	0	0	OK
131 Bus. Otc. Reserved	0	(F)	0	0	0	0	0	0	OK
132	\$4		\$0	\$0	\$0	\$0	\$15	\$4	OK
133 Total Business Office									
134	\$0	0%	0	0	0	0	0	0	OK
135 Cust. Serv. Wkg. Minutes	0	0%	0	0	0	0	0	0	OK
136 Cust. Serv. Other Bill	0	10%	0	0	0	0	0	0	OK
137 Cust. Serv. Callcs	0	0%	0	0	0	0	0	0	OK
138 Cust. Serv. E.L. Carriers (cont)									
139									
140 Total Customer Service	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
141	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
142 Total C.C. W. S. O.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK

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***** FCC PART 69 ***** Operating Expenses and Taxes		Part 36 InterLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)		(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
158	Other Cust. Serv. Alloc.	\$0	142	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
159	Other Cust. Serv. Direct	0	Direct	0	0	0	0	0	0	O.K.
160										
161	Total Other Cust. Serv.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
162										
163	TOTAL CUSTOMER OPER. EXP.	\$54		\$5	\$5	\$0	\$13	\$27	\$4	O.K.
164										
165	"BIG-THREE" EXPENSES									
166										
167	Total Pitt. Specific Exp.	\$124	41	\$40	\$8	\$0	\$77	\$0	\$0	O.K.
168	Total Pitt. Non-specific Exp.	11	62 + 67 + 69	7	1	0	3	0	0	O.K.
169	Total Customer Operations	54	163	5	5	0	13	27	4	O.K.
170										
171	TOTAL "BIG THREE" EXPENSES	\$189		\$51	\$14	\$0	\$92	\$27	\$4	O.K.
172										
173	CORPORATE OPERATIONS EXPENSE									
174										
175	Exec. and Planning, Alloc.	\$65	164	\$18	\$5	\$0	\$32	\$9	\$1	O.K.
176	Exec. and Planning, Direct	0	Direct	0	0	0	0	0	0	O.K.
177	Total Exec. and Planning	\$65		\$18	\$5	\$0	\$32	\$9	\$1	O.K.
178										
179	Admin. & General, Allocable	\$76	164	\$21	\$6	\$0	\$37	\$11	\$2	O.K.
180	Admin. & General, Direct	0	Direct	0	0	0	0	0	0	O.K.
181	Total Admin. and Gen.	\$76		\$21	\$6	\$0	\$37	\$11	\$2	O.K.
182										
183	TOTAL CORPORATE OPERATIONS	\$141		\$39	\$11	\$0	\$69	\$20	\$3	O.K.
184										
185	REGULATORY COSTS									
186										
187	Regulatory Taxes Allocation	\$0	127	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
188	Regulatory Taxes Direct	0	Direct	0	0	0	0	0	0	O.K.
189	Total Regulatory Taxes	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
190										
191	TOTAL REGULATORY TAXES	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
192										
193	TOTAL OPERATING EXPENSES AND TAXES	\$375		\$100	\$26	\$0	\$161	\$47	\$7	O.K.

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

COMPANY NAME KENNEBEC
 PERIOD ADDRESSED ENDING DECEMBER 31, 2000
 RUN DATE AND TIME 26-Jun-2001 11:24:09 AM

NOTES: SEE SHEET "G" TO INPUT PART 36 ALLOCATION FACTORS.

***** FCC PART 36 *****	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
				Message Telephone Service		Private Line			
				InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
PLANT INVESTMENT DETAIL:									
21 Land, Allocable	9,031	--	--	--	--	--	--	--	--
22 Land, Direct	0	--	0	0	0	0	0	0	
23 Motor Vehicles	0	--	--	--	--	--	--	--	
24 Aircraft	0	--	--	--	--	--	--	--	
25 Special Purpose Vehicles	0	--	--	--	--	--	--	--	
26 Garage Work Equipment	0	--	--	--	--	--	--	--	
27 Other Work Equipment	0	--	--	--	--	--	--	--	
28 Buildings, Allocable	590,495	--	--	--	--	--	--	--	
29 Buildings, Direct	0	--	0	0	0	0	0	0	
30 Furniture	0	--	--	--	--	--	--	--	
31 Office Equipment	0	--	--	--	--	--	--	--	
32 General Purpose Computers	0	--	--	--	--	--	--	--	
33 CAT 1 Oper Sys., TSPS	0	--	--	--	--	--	--	--	
34 CAT 1 Oper Sys., Other TSPS	0	--	--	--	--	--	--	--	
35 CAT 1 Oper Sys., Aux. Pos.	0	--	--	--	--	--	--	--	
36 CAT 1 Oper Sys., Other	0	--	0	0	0	0	0	0	
37 CAT 2 Tandem Sw Allocable	0	--	--	--	--	--	--	--	
38 CAT 2 Tandem Sw Direct	0	--	0	0	0	0	0	0	
39 CAT 3 Local Sw Allocable	951,160	--	--	--	--	--	--	--	
40 CAT 3 Local Sw Direct	0	--	0	0	0	0	0	0	
41 CAT # 1 Exchange Trans	0	--	--	--	--	--	--	--	
42 CAT # 2 Exch to Direct	0	--	0	0	0	0	0	0	
43 CAT # 3 Exch to Integ Pl. & Equip	600,000	--	--	--	--	--	--	--	
44 Equipment	0	--	--	--	--	--	--	--	
45 CAT # 4 Direct	0	--	0	0	0	0	0	0	
46 CAT # 5 Message Pl. & Equip	200,000	--	--	--	--	--	--	--	
47 Equipment	0	--	--	--	--	--	--	--	
48 CAT # 6 Direct	0	--	0	0	0	0	0	0	
49 CAT # 7 Integ Pl. & Equip	200,000	--	--	--	--	--	--	--	
50 Equipment	0	--	--	--	--	--	--	--	
51 CAT # 8 Direct	0	--	0	0	0	0	0	0	
52 CAT # 9 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
53 Equipment	0	--	--	--	--	--	--	--	
54 CAT # 10 Direct	0	--	0	0	0	0	0	0	
55 CAT # 11 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
56 Equipment	0	--	--	--	--	--	--	--	
57 CAT # 12 Direct	0	--	0	0	0	0	0	0	
58 CAT # 13 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
59 Equipment	0	--	--	--	--	--	--	--	
60 CAT # 14 Direct	0	--	0	0	0	0	0	0	
61 CAT # 15 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
62 Equipment	0	--	--	--	--	--	--	--	
63 CAT # 16 Direct	0	--	0	0	0	0	0	0	
64 CAT # 17 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
65 Equipment	0	--	--	--	--	--	--	--	
66 CAT # 18 Direct	0	--	0	0	0	0	0	0	
67 CAT # 19 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
68 Equipment	0	--	--	--	--	--	--	--	
69 CAT # 20 Direct	0	--	0	0	0	0	0	0	
70 CAT # 21 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
71 Equipment	0	--	--	--	--	--	--	--	
72 CAT # 22 Direct	0	--	0	0	0	0	0	0	
73 CAT # 23 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
74 Equipment	0	--	--	--	--	--	--	--	
75 CAT # 24 Direct	0	--	0	0	0	0	0	0	
76 CAT # 25 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
77 Equipment	0	--	--	--	--	--	--	--	
78 CAT # 26 Direct	0	--	0	0	0	0	0	0	
79 CAT # 27 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
80 Equipment	0	--	--	--	--	--	--	--	
81 CAT # 28 Direct	0	--	0	0	0	0	0	0	
82 CAT # 29 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
83 Equipment	0	--	--	--	--	--	--	--	
84 CAT # 30 Direct	0	--	0	0	0	0	0	0	
85 CAT # 31 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
86 Equipment	0	--	--	--	--	--	--	--	
87 CAT # 32 Direct	0	--	0	0	0	0	0	0	
88 CAT # 33 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
89 Equipment	0	--	--	--	--	--	--	--	
90 CAT # 34 Direct	0	--	0	0	0	0	0	0	
91 CAT # 35 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
92 Equipment	0	--	--	--	--	--	--	--	
93 CAT # 36 Direct	0	--	0	0	0	0	0	0	
94 CAT # 37 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
95 Equipment	0	--	--	--	--	--	--	--	
96 CAT # 38 Direct	0	--	0	0	0	0	0	0	
97 CAT # 39 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
98 Equipment	0	--	--	--	--	--	--	--	
99 CAT # 40 Direct	0	--	0	0	0	0	0	0	
100 CAT # 41 Integ Pl. & Equip	0	--	--	--	--	--	--	--	
101 Equipment	0	--	--	--	--	--	--	--	

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

KENNEBEC
ENDING DECEMBER 31, 2000

***** FCC PART 36 *****	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
				Message Telephone Service		Private Line			
				InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
70 CAT 2 CP Equipment	0	--	0	0	0	0	0	0	0
71 Reserved	0	--	--	--	--	--	--	--	--
72 Reserved	0	--	--	--	--	--	--	--	--
73 CAT 1.3 Joint Msg., Cat 1.1 & 1.2 PL	1,682,582	--	--	--	--	--	--	--	--
74 Other CAT 1 C&WF	0	--	0	0	0	0	0	0	0
75 CAT 2 C&WF	0	--	--	--	--	--	--	--	--
76 CAT 2 C&WF, Wideband	0	--	0	0	0	0	0	0	0
77 CAT 3 Joint Message & PLWATS	232,843	--	--	--	--	--	--	--	--
78 Reserved	0	--	--	--	--	--	--	--	--
79 CAT 3 Direct	0	--	0	0	0	0	0	0	0
80 CAT 4 Message	144,283	--	--	--	--	--	--	--	--
81 CAT 4 WATS	0	--	0	0	0	0	0	0	0
82 CAT 4 Direct	0	--	0	0	0	0	0	0	0
83 Allocable Support Leases	0	--	--	--	--	--	--	--	--
84 Direct Support Leases	0	--	0	0	0	0	0	0	0
85 COE Operator	0	--	--	--	--	--	--	--	--
86 COE Tandem Switch	0	--	--	--	--	--	--	--	--
87 COE Local Switch	0	--	--	--	--	--	--	--	--
88 COE Transmission	0	--	--	--	--	--	--	--	--
89 COE Direct	0	--	0	0	0	0	0	0	0
90 TDT Leases	0	--	0	0	0	0	0	0	0
91 C&WF Leases	0	--	0	0	0	0	0	0	0
92 Leased Int Land etc	0	--	--	--	--	--	--	--	--
93 Leased Int COE Switching	0	--	--	--	--	--	--	--	--
94 Leased Int COE Operator	0	--	--	--	--	--	--	--	--
95 Leased Int COE Trans	0	--	--	--	--	--	--	--	--
96 Leased Int TDT	0	--	0	0	0	0	0	0	0
97 Leased Int C&WF	0	--	0	0	0	0	0	0	0
98 Leased Int Other	0	--	0	0	0	0	0	0	0
99 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
100 Access Fee to JSEP	0	--	0	0	0	0	0	0	0
101 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
102 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
103 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
104 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
105 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
106 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
107 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
108 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
109 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
110 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
111 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
112 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
113 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
114 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
115 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
116 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
117 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
118 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
119 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
120 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
121 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
122 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
123 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
124 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
125 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
126 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
127 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
128 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
129 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
130 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
131 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
132 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
133 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
134 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
135 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
136 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
137 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
138 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
139 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
140 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
141 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
142 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
143 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
144 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
145 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
146 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
147 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
148 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
149 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
150 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
151 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
152 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
153 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
154 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
155 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
156 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
157 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
158 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
159 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
160 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
161 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
162 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
163 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
164 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
165 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
166 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
167 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
168 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
169 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
170 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
171 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
172 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
173 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
174 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
175 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
176 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
177 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
178 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
179 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
180 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
181 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
182 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
183 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
184 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
185 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
186 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
187 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
188 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
189 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
190 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
191 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
192 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
193 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
194 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
195 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
196 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
197 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
198 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
199 Access Fee to JSEP	0	--	--	--	--	--	--	--	--
200 Access Fee to JSEP	0	--	--	--	--	--	--	--	--

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

KENNEBEC
ENDING DECEMBER 31, 2000

		Intrastate								
		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service		Private Line		TOTAL INTRASTATE	
***** FCC PART 36 *****					InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)				(C)	(D)	(E)	(F)		(G)
123	TPUC -- Short Term, Alloc.	0	--	--	--	--	--	--	--	--
124	TPUC -- Short Term, Direct	0	--	0	--	0	--	0	--	0
125	TPUC -- Long Term, Alloc.	60,914	--	--	--	--	--	--	--	--
126	TPUC -- Long Term, Direct	0	--	0	--	0	--	0	--	0
127										
128	RESERVES AND DEFERRALS:									
129	Acc. Depr. Support Assets	341,091	--	--	--	--	--	--	--	--
130	Acc. Depr. COE Switching	550,201	--	--	--	--	--	--	--	--
131	Acc. Depr. COE Operator	0	--	--	--	--	--	--	--	--
132	Acc. Depr. COE Transmission	417,316	--	--	--	--	--	--	--	--
133	Acc. Depr. IOT Equipment	0	--	--	--	--	--	--	--	--
134	Acc. Depr. Cable and Wire Facilities	1,321,644	--	--	--	--	--	--	--	--
135	Acc. Depr. Other Plant	0	--	0	--	0	--	0	--	0
136	Accum. Amort., Tangible Inv.	0	--	--	--	--	--	--	--	--
137	Accum. Amort., Intang. Inv.	0	--	--	--	--	--	--	--	--
138	Accum. Amort., Other	0	--	0	--	0	--	0	--	0
139	Acc. Def. IT Support Assets	0	--	--	--	--	--	--	--	--
140	Acc. Def. IT COE Switching	0	--	--	--	--	--	--	--	--
141	Acc. Def. IT COE Operator	0	--	--	--	--	--	--	--	--
142	Acc. Def. IT COE Trans.	0	--	--	--	--	--	--	--	--
143	Acc. Def. IT IOT Equipment	0	--	--	--	--	--	--	--	--
144	Acc. Def. IT C&WF	0	--	--	--	--	--	--	--	--
145	Acc. Def. IT Unclassified	58,168	--	41,828	--	16,340	--	0	--	4,355
146										
147	OPERATING EXPENSES AND TAXES									
148	Network Support Alloc.	0	--	--	--	--	--	--	--	--
149	Network Support Direct	0	--	0	--	0	--	0	--	0
150	General Support Alloc.	27,776	--	--	--	--	--	--	--	--
151	General Support Direct	0	--	0	--	0	--	0	--	0
152	Center Office Eq. Alloc.	12,811	--	--	--	--	--	--	--	--
153	Center Office Eq. Direct	0	--	0	--	0	--	0	--	0
154	Cost Recovery Equip.	0	--	--	--	--	--	--	--	--
155	Center Pay Phone Eq.	0	--	--	--	--	--	--	--	--
156	Other Eq.	0	--	--	--	--	--	--	--	--
157	CP Direct	0	--	0	--	0	--	0	--	0
158	Cost & Alloc. Equip.	88,744	--	--	--	--	--	--	--	--
159	Cost & Alloc. Equip.	88,744	--	44,372	--	44,372	--	0	--	0

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

KENNEBEC
ENDING DECEMBER 31, 2000

***** FCC PART 36 *****	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
				Message Telephone Service		Private Line			
				InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
123 TPUC – Short Term, Alloc.	0	---	---	---	---	---	---	---	---
124 TPUC – Short Term, Direct	0	---	0	0	0	0	0	0	0
125 TPUC – Long Term, Alloc.	60,914	---	---	---	---	---	---	---	---
126 TPUC – Long Term, Direct	0	---	0	0	0	0	0	0	0
127									
128 RESERVES AND DEFERRALS:									
129 Acc. Depr. Support Assets	341,091	---	---	---	---	---	---	---	---
130 Acc. Depr. COE Switching	550,201	---	---	---	---	---	---	---	---
131 Acc. Depr. COE Operator	0	---	---	---	---	---	---	---	---
132 Acc. Depr. COE Transmission	417,315	---	---	---	---	---	---	---	---
133 Acc. Depr. TDT Equipment	0	---	---	---	---	---	---	---	---
134 Acc. Depr. Cable and Wire Facilities	1,321,644	---	---	---	---	---	---	---	---
135 Acc. Depr. Other Plant	0	---	0	0	0	0	0	0	0
136 Accum. Amort., Tangible Inv	0	---	---	---	---	---	---	---	---
137 Accum. Amort., Intang. Inv	0	---	---	---	---	---	---	---	---
138 Accum. Amort., Other	0	---	0	0	0	0	0	0	0
139 Acc. Def. IT Support Assets	0	---	---	---	---	---	---	---	---
140 Acc. Def. IT COE Switching	0	---	---	---	---	---	---	---	---
141 Acc. Def. IT COE Operator	0	---	---	---	---	---	---	---	---
142 Acc. Def. IT COE Trans.	0	---	---	---	---	---	---	---	---
143 Acc. Def. IT TDT Equipment	0	---	---	---	---	---	---	---	---
144 Acc. Def. IT C&WF	0	---	---	---	---	---	---	---	---
145 Acc. Def. IT Unallocated	16,166	---	16,166	16,166	16,166	0	0	16,166	16,166
146									
147 OPERATING EXPENSES AND TAXES									
148 Network Support Alloc	0	---	---	---	---	---	---	---	---
149 Network Support Alloc	0	---	0	0	0	0	0	0	0
150 General Support Alloc	21,166	---	---	---	---	---	---	---	---
151 General Support Alloc	0	---	0	0	0	0	0	0	0
152 General Other Exp. Alloc	15,166	---	---	---	---	---	---	---	---
153 General Other Exp. Alloc	0	---	0	0	0	0	0	0	0
154 Cost Recovery Alloc	0	---	---	---	---	---	---	---	---
155 Customer Pay Phone Exp	0	---	---	---	---	---	---	---	---
156 Other Exp	0	---	---	---	---	---	---	---	---
157 TDT Alloc	0	---	0	0	0	0	0	0	0
158 Cable & Wire Alloc	60,914	---	---	---	---	---	---	---	---
159 Cable & Wire Alloc	60,914	---	60,914	60,914	60,914	0	0	60,914	60,914

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

KENNEBEC
ENDING DECEMBER 31, 2000

		Intrastate										
		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service		Private Line				TOTAL INTRASTATE	
***** FCC PART 36 *****	(A)				(B)	(C)	(D)	InterLATA	IntraLATA	InterLATA		IntraLATA
176	Oth. Plt. and Equip., Alloc.	0	--	--	--	--	--	--	--	--	--	--
177	Oth. Plt. and Equip., Direct	0	--	0	--	0	--	0	--	0	--	0
178	Network Operations, Alloc.	34,462	--	--	--	--	--	--	--	--	--	--
179	Network Operations, Direct	0	--	0	--	0	--	0	--	0	--	0
180	Total Access Expense	0	--	0	--	0	--	0	--	0	--	0
181	Depr., Support Assets	47,538	--	--	--	--	--	--	--	--	--	--
182	Depr., COE Switching	96,445	--	--	--	--	--	--	--	--	--	--
183	Depr., COE Operator	0	--	--	--	--	--	--	--	--	--	--
184	Depr., COE Transmission	51,976	--	--	--	--	--	--	--	--	--	--
185	Depr., IOT Equipment	0	--	--	--	--	--	--	--	--	--	--
186	Depr., C&W Facilities	121,396	--	--	--	--	--	--	--	--	--	--
187	Amort., Tangible Assets	0	--	--	--	--	--	--	--	--	--	--
188	Amort., Intangible Assets	0	--	--	--	--	--	--	--	--	--	--
189	Other Amortization	0	--	0	--	0	--	0	--	0	--	0
190	Direct Assigned Amort.	0	--	0	--	0	--	0	--	0	--	0
191	Marketing, Allocable	16,165	--	--	--	--	--	--	--	--	--	--
192	Marketing, Direct	0	--	0	--	0	--	0	--	0	--	0
193	Operator Service, Alloc	3,315	--	--	--	--	--	--	--	--	--	--
194	Operator Service, Direct	0	--	0	--	0	--	0	--	0	--	0
195	Classified Directory	0	--	0	--	0	--	0	--	0	--	0
196	Alphabetical Directory	320	--	--	--	--	--	--	--	--	--	--
197	Foreign Directory	0	--	--	--	--	--	--	--	--	--	--
198	Bus. Otc. EU Presubscription	0	--	--	--	--	--	--	--	--	--	--
199	Bus. Otc. EU MTS & WATS	36,298	--	--	--	--	--	--	--	--	--	--
200	Bus. Otc. EU Access, P/L & all Other	6,396	--	--	--	--	--	--	--	--	--	--
201	Bus. Otc. IXC Special Access	0	--	--	--	--	--	--	--	--	--	--
202	Bus. Otc. IXC Switched Access	0	--	--	--	--	--	--	--	--	--	--
203	Bus. Otc. IXC B & C Services	0	--	--	--	--	--	--	--	--	--	--
204	Com. Collect & Admin	0	--	--	--	--	--	--	--	--	--	--
205	Cost Serv. Direct	0	--	0	--	0	--	0	--	0	--	0
206	Cost Serv. Map Process	6,143	--	--	--	--	--	--	--	--	--	--
207	Cost Serv. Other IXC	6,021	--	--	--	--	--	--	--	--	--	--
208	Cost Serv. CARS	17,856	--	--	--	--	--	--	--	--	--	--
209	Cost Serv. EU Consume Line	0	--	0	--	0	--	0	--	0	--	0
210	Other Cost Serv. Alloc	0	--	--	--	--	--	--	--	--	--	--
211	Other Cost Serv. Shared	0	--	0	--	0	--	0	--	0	--	0
212	Exec. and Planning, Alloc	100,274	--	--	--	--	--	--	--	--	--	--
213	Exec. and Planning, Shared	0	--	0	--	0	--	0	--	0	--	0

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

KENNEBEC
ENDING DECEMBER 31, 2000

***** FCC PART 36 *****	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate								
				Message Telephone Service				Private Line				TOTAL INTRASTATE
				InterLATA	IntraLATA	InterLATA	IntraLATA	InterLATA	IntraLATA	InterLATA	IntraLATA	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)				
230 Admin. & General, Allocable	152,566	--	--	--	--	--	--	--	--	--	--	
231 Admin. & General, Direct	67,045	--	47,712	--	0	19,333	--	0	--	0	19,333	
232 Non-income Taxes, Allocable	0	--	--	--	--	--	--	--	--	--	--	
233 Non-income Taxes, Direct	96	--	96	--	0	0	--	0	--	0	0	
234												
235 OTHER INCOME STATEMENT:												
236 State Income Tax Rate	0.00%	--	--	--	--	--	--	--	--	--	--	
237 Federal Income Tax Rate	28.82%	--	--	--	--	--	--	--	--	--	--	
238 Gross Receipts Tax Rate	3.00%	--	--	--	--	--	--	--	--	--	--	
239 Rate of Return	10.00%	--	--	--	--	--	--	--	--	--	--	
240 AFUDC	5.051	--	--	--	--	--	--	--	--	--	--	
241 ITC Amortization	0	--	--	--	--	--	--	--	--	--	--	
242 Other Return Adjustments	0	--	0	--	0	0	--	0	--	0	0	
243 Contributions	0	--	--	--	--	--	--	--	--	--	--	
244 Interest Expense	54,380	--	--	--	--	--	--	--	--	--	--	
245 Capital Lease Expense	0	--	--	--	--	--	--	--	--	--	--	
246 Capitalized Payroll taxes	0	--	--	--	--	--	--	--	--	--	--	
247 Depreciation Adjustment	0	--	--	--	--	--	--	--	--	--	--	
248 Other Income Adjustments	0	--	0	--	0	0	--	0	--	0	0	
249 Uncollectibles	0	--	0	--	0	0	--	0	--	0	0	
250 Other Revenue Adjustments	0	--	0	--	0	0	--	0	--	0	0	
251 Other Revenue Taxes	0	--	0	--	0	0	--	0	--	0	0	
252												

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

.....
 KENNEBEC
 ENDING DECEMBER 31, 2000

***** FCC PART 36 *****	TOTAL COMPANY	Source/ Allocator	Other	Interstate		Intrastate		TOTAL INTRASTATE
				Private Line		Private Line		
				InterLATA	IntraLATA	InterLATA	IntraLATA	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
271 Working Loops	857	—	12	23	0	0	13	13
272 Equivalent Interexchange Cct. Miles	10,619	—	0	5,530	0	0	2,759	2,759
273 Interexchange Circuit Terminations	220	—	0	12	0	0	53	53

BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA

IN THE MATTER OF THE ESTABLISHMENT) ORDER ASSESSING FILING
OF SWITCHED ACCESS REVENUE) FEE
REQUIREMENT FOR KENNEBEC TELEPHONE)
COMPANY) TC01-067

On June 20, 2001, Kennebec Telephone Company (Kennebec) filed for approval by the Public Utilities Commission (Commission) its 2000 Intrastate Switched Access Cost Study

On June 21, 2001, the Commission electronically transmitted notice of the filing and the intervention deadline of July 6, 2001, to interested individuals and entities.

SDCL 49-31-12.6 authorizes the Commission to require a deposit of up to one hundred thousand dollars (\$100,000) in the South Dakota Public Utilities Commission's (SDPUC) regulatory assessment fee fund to defray Commission expenses incident to analyzing and ruling upon this type of filing

The Commission has jurisdiction over this matter pursuant to SDCL 1-26-17.1, 49-1A-9, 49-31-12.6, 49-31-18, 49-31-19 and ARSD 20:10:01:15.02, 20:10:01:15.05, 20:10:27:07 and 20:10:27:08.

On July 24, 2001, at its regularly scheduled meeting, the Commission, pursuant to SDCL 49-31-12.6, unanimously voted to assess Kennebec a filing fee as requested by the Executive Director up to the statutory limit of \$100,000. It is therefore

ORDERED, that Kennebec shall deposit in the SDPUC regulatory assessment fee fund an amount as requested by the Executive Director up to the statutory limit of \$100,000, with an initial deposit of \$750.00.

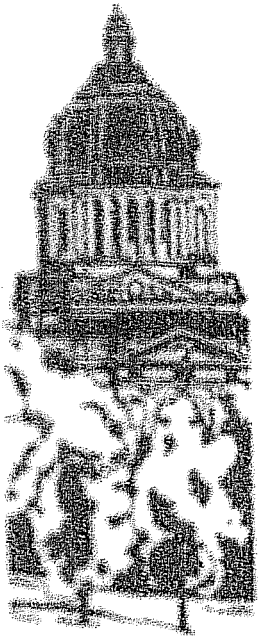
Dated at Pierre, South Dakota, this 27th day of July, 2001.

CERTIFICATE OF SERVICE	
The undersigned hereby certifies that this document has been served today upon all parties of record in this docket, as listed on the docket service list, by facsimile or by first class mail in properly addressed envelopes with charges prepaid thereon.	
<u>Niklaus Kalbe</u>	
<u>8/3/01</u>	
OFFICIAL SEAL	

BY ORDER OF THE COMMISSION:

James A. Burg
JAMES A. BURG, Chairman

Pam Nelson
PAM NELSON, Commissioner



South Dakota Public Utilities Commission



State Capitol Building, 500 East Capitol Avenue, Pierre, South Dakota 57501-5070

October 1, 2001

Karen Cremer
Staff Attorney
South Dakota Public Utilities Commission
500 E. Capitol
Pierre, SD 57501

RE: Independent Telecommunications Companies Switched Access Dockets

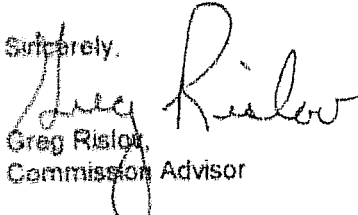
Dear Ms. Cremer:

The below-listed dockets are filings made before the South Dakota Public Utilities Commission for authorized changes in switched access rates:

1. TC01-066
2. TC01-067
3. TC01-068
4. TC01-073
5. TC01-075
6. TC01-076
7. TC01-078
8. TC01-079
9. TC01-080
10. TC01-082
11. TC01-083
12. TC01-084
13. TC01-085
14. TC01-086
15. TC01-087

In each docket Commission staff has or will request additional material necessary to evaluate the appropriateness of the filings. Commission advisory staff is with this letter requesting Commission staff to provide one copy of the material, which is also termed "Responses to Staff Data Requests to me as a representative of the Commission advisory staff.

Sincerely,


Greg Rislot,
Commission Advisor

- cc: Rolayne West, Commission Counsel
 Marian Best, Commission Staff
 Keith Senger, Commissioner Staff
 Heather Forney, Commission Staff
 Wendel Aanerud, TELEC Consulting Resources, Inc.
 James K. Brooks, Johnson, Stone, & Pagano, P.C.
 John W. Coleman, Olsen Thielen & Co., LTD.
 David Clark, GVNW Consulting, Inc.

E-mail: Don Lee, Martin Group
 Gordon K. Dauchy, John Staurulakis, Inc.

Capitol Office
Telephone (605) 773-3341
FAX (605) 773-3347

Transportation
Washington Division
Telephone (605) 773-3340
FAX (605) 773-3335

Consumer Hotline
1-800-552-1742

TTY Through
Relay South Dakota
1-800-577-1333

Internet Website
www.sdpu.com/pepi

Don Lee
Chairman
Paul Nelson
Vice-Chairman

John E. Nelson
Executive Director

Markus Best
Wanda C. Bestmann
Joe Cullen
Kevin E. Cremer
Christopher W. Cullen

Greg Forney
Michael M. Farn
Michael Forney
Heather K. Forney

Emily D. Fraser
Mary Gaudin

Lee Healy
Mary Healy
Lee Hill

Don Johnson
Amy Kayser

Debbie Koch
Dan Koehn

Debbie Kuhn
Charles Lund

Gregory A. Miller
Scott Senger
Deborah J. Smith

**TELEC CONSULTING
RESOURCES INC.**

909 N. 96th Street, Suite 203
Omaha, NE 68114-2508
(402) 398-0062
FAX (402) 398-0065

Comhusker Plaza
301 S. 13th Street, Suite 401
Lincoln, NE 68508
(402) 441-4316
FAX (402) 441-4317

November 5, 2001

Mr. Keith Senger, Utility Analyst
South Dakota Public Utilities Commission
State Capitol Building
500 East Capitol Avenue
Pierre, South Dakota 57501

RECEIVED

NOV 07 2001

**SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION**

RE: Kennebec Telephone Company (the "Company")
TC01-067

Dear Keith:

We enclose an original and three copies of the Company's cost study revised in accordance with your letter of November 2, 2001. The updated cost study was also forwarded to you via e-mail this morning. Please let us know if you need anything else. Thank you.

Sincerely,


Wendel Aamrud
TELEC Consulting Resources, Inc.

Enclosures

Page 17
 STATE OF CALIFORNIA
 PUBLIC UTILITIES COMMISSION

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	Plan 10	Plan 10	Plan 10	Plan 10	Plan 10	Plan 10	Plan 10	Plan 10	Plan 10	
	Rate	Rate	Rate	Rate	Rate	Rate	Rate	Rate	Rate	
	10%	10%	10%	10%	10%	10%	10%	10%	10%	
INTRALATA										
25	Net Investment	\$400,000	P10	\$140,000	\$42,700	\$0	\$100,000	\$0	\$72,300	OK
26	Rate of Return	10.00%		10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	
27	Return on Rate Base	\$40,000		\$14,000	\$4,270	\$0	\$10,000	\$0	\$7,230	OK
28	Return Adjustments	1,285	P10-20	600	115	0	321	0	228	OK
29	Net Return on Rate Base	\$41,285		\$14,600	\$4,485	\$0	\$10,321	\$0	\$7,458	OK
30	Income Taxes	11,623	P31-32	5,427	1,245	0	2,880	0	2,072	OK
31	Expenses and Other Taxes	331,866	P33-35, 40	95,295	24,255	142	131,195	33,083	47,866	OK
32	Total IntraLATA Rev. Req	\$385,346		\$120,260	\$29,992	\$142	\$144,443	\$33,083	\$57,426	OK
INTERLATA										
33	Net Investment	\$534	P13	\$307	\$73	\$0	\$154	\$0	\$0	OK
34	Rate of Return	10.00%		10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	
35	Return on Rate Base	\$53		\$31	\$7	\$0	\$15	\$0	\$0	OK
36	Return Adjustments	2	P10-20	1	0	0	0	0	0	OK
37	Net Return on Rate Base	\$55		\$32	\$8	\$0	\$16	\$0	\$0	OK
38	Income Taxes	15	P31-32	9	2	0	4	0	0	OK
39	Expenses and Other Taxes	445	P33-35, 40	148	42	0	199	48	7	OK
40	Total InterLATA Rev. Req	\$515		\$188	\$51	\$0	\$219	\$48	\$7	OK
41	TOTAL INTRASTATE REV. REQ.	\$385,861		\$120,448	\$30,044	\$142	\$144,662	\$33,132	\$57,433	
42										
43										
44										
45										
	ACCESS ELEMENT MINUTES OF USE			2,715,774	2,715,774		2,715,774			
	ACCESS RATE PER MINUTE	\$0.108681		\$0.044351	\$0.011063		\$0.053267			

Summary

***** THIS REPORT IS FOR INFORMATIONAL PURPOSES ONLY. IT DOES NOT REPRESENT A GUARANTEE OF ANY KIND. THE INFORMATION CONTAINED HEREIN IS SUBJECT TO CHANGE WITHOUT NOTICE. *****

Summary

Revenue Requirement Description	Scenario 1			Scenario 2		Scenario 3		Scenario 4		Status
	Rate	Formula	Value	Rate	Value	Rate	Value	Rate	Value	
13 State Income Tax Rate	0.00%	---	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
14 Federal Income Tax Rate	28.00%	---	28.00%	28.00%	28.00%	28.00%	28.00%	28.00%	28.00%	
15 State Franchise Tax Rate	3.00%	---	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	
16										
17										
18 Net Investment	\$1,870,959	C68	\$1,264,537	\$524	\$343,829	\$0	\$92,335	\$406,459	OK	
19 Rate of Return	10.00%	---	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	
20										
21 Return on Rate Base	\$167,100		\$126,454	\$53	\$24,159	\$0	\$6,234	\$40,646	OK	
22										
23 APUDC	5.051	H43	3784.246468261	1.652294978299	1060.414818358	0	204.0884174127	1.267	OK	
24 ITC Amortization	0	H36	0	0	0	0	0	0	OK	
25 Other Return Adjustments	0	V242	0	0	0	0	0	0	OK	
26										
27 Net Return	\$172,151		\$130,238	\$55	\$35,419	\$0	\$6,438	\$41,913	OK	
28										
29 Contributions	380	H52	255	0	118	0	8	125	OK	
30 Interest Expense	54,380	H44	41,338	17	10,992	0	2,033	13,042	OK	
31 Capital Lease Expense	0	H46	0	0	0	0	0	0	OK	
32 Capitalized Payroll taxes	0	H36	0	0	0	0	0	0	OK	
33 Depreciation Adjustment	0	H36	0	0	0	0	0	0	OK	
34 Other Income Adjustments	0	V248	0	0	0	0	0	0	OK	
35										
36 After Tax Income	\$117,391		\$88,646	\$38	\$24,310	\$0	\$4,397	\$28,745	OK	
37										
38 State Income Taxes	\$0	Formula	\$0	\$0	\$0	\$0	\$0	\$0	OK	
39 Federal Income Taxes	47,530	Formula	35,892	15	9,843	0	1,780	11,638	OK	
40 Operating Expenses and Taxes	1,055,651	I196	734,918	429	291,174	0	29,130	320,733	OK	
41 Uncollectibles	0	V249	0	0	0	0	0	0	OK	
42 Other Revenue Adjustments	0	V250	0	0	0	0	0	0	OK	
43										
44 Net Revenue	\$1,275,332		\$901,047	\$499	\$336,436	\$0	\$37,349	\$374,284	OK	
45 Gross Receipts Taxes	39,443	Formula	27,867	15	10,405	0	1,155	11,576	OK	
46 Other Revenue Taxes	0	V251	0	0	0	0	0	0	OK	
47										
TOTAL REVENUE REQUIREMENT	\$1,314,775		\$928,915	\$515	\$346,841	\$0	\$38,504	\$385,860	OK	

TELEPHONE PLANT

TELEPHONE

LINE NO.	DESCRIPTION OF INVESTMENT	TOTAL COMPANY	SCHEDULE ACCOUNT	SCHEDULE and Other	Telephone Plant		Private Line		TOTAL INVESTMENT	STATUS
					Plant, A.T.A.	Plant, A.T.A.	Plant, A.T.A.	Plant, A.T.A.		
		(A)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13	Land and Support Investment	\$159,526	D13	\$448,189	\$190	\$125,865	\$0	\$24,256	\$150,357	OK
14										
15	COE Operator Equipment	\$0	D43	\$0	\$0	\$0	\$0	\$0	\$0	OK
16	COE Switching Equipment	\$61,300	D58	\$78,690	119	74,491	0	0	74,610	OK
17	COE Transmission Equipment	\$87,310	D85	\$40,975	793	186,250	0	59,798	246,341	OK
18										
19	Total COE	\$1,538,616		\$1,217,665	\$412	\$265,740	\$0	\$59,798	\$320,951	OK
20	Info. Org./Term. Equipment	0	D94	0	0	0	0	0	0	OK
21	Cable and Wire Facilities	2,059,708	D137	1,476,225	785	494,697	0	86,020	581,483	OK
22										
23	Total COE, IOT, C&WF	\$3,598,324		\$2,695,891	\$1,177	\$755,438	\$0	\$145,818	\$902,433	OK
24										
25	Total Capital Leases	\$0	D173	\$0	\$0	\$0	\$0	\$0	\$0	OK
26										
27	Leasehold Improvements	\$0	D186	\$0	\$0	\$0	\$0	\$0	\$0	OK
28										
29	Intangible Assets	\$0	D209	\$0	\$0	\$0	\$0	\$0	\$0	OK
30										
31										
32	Total Tele. Plt. In Service	\$4,197,850		\$3,145,060	\$1,373	\$881,303	\$0	\$170,113	\$1,052,790	OK
33										
34	Plant Held, Future Use	\$0	D214-215	\$0	\$0	\$0	\$0	\$0	\$0	OK
35	TPUC, Short-term	0	D216-217	0	0	0	0	0	0	OK
36	TPUC, Long-term	60,914	D218-219	45,637	20	12,788	0	2,468	15,277	OK
37	Tel. Plt. Adjustment	0	D220-221	0	0	0	0	0	0	OK
38										
39	Total Other Tel. Plt.	\$60,914		\$45,637	\$20	\$12,788	\$0	\$2,468	\$15,277	OK
40										
41										
42	TOTAL TELEPHONE PLANT	\$4,258,764		\$3,190,697	\$1,393	\$894,092	\$0	\$172,582	\$1,068,067	OK

NDC PART OF Treatment Summary	TOTAL COMPANY	Special Account	Pensions	Management Services		Storage Life		TOTAL INVESTMENT		
				Local ATA	Int'l ATA	Local ATA	Int'l ATA			
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	
56 Other Assets, Net	0	V100	0	0	0	0	0	0	0	OK
57 Accumulated Depn. Amort	(2,830,262)	E 34	(1,053,403)	(860)	(564,462)	0	(111,508)	(578,849)	(578,849)	OK
58 Accum. Def. Inc. Taxes, Net	(56,100)	E 47	(43,529)	(19)	(12,197)	0	(2,355)	(14,571)	(14,571)	OK
59 Oth. Liab. & Def. Cr., Net	0	V100	0	0	0	0	0	0	0	OK
60										
61 TOTAL NET PLANT	\$1,570,412		\$1,193,766	\$495	\$317,433	\$0	\$58,719	\$376,646	\$376,646	OK
62										
63 Materials and Supplies	68,012	H31	48,811	25	16,335	0	2,840	19,201	19,201	OK
64 Rural Tel. Bank Stock	0	H35	0	0	0	0	0	0	0	OK
65 Cash Working Capital	32,572	Formula	21,960	14	9,822	0	776	10,612	10,612	OK
66 Equal Access Investment	0	--	0	0	0	0	0	0	0	OK
67										
68 TOTAL NET INVESTMENT	\$1,670,996		\$1,264,537	\$534	\$343,589	\$0	\$62,335	\$406,459	\$406,459	OK
69										

GENERAL PURPOSE OF Fund Department Code	TOTAL COMBINED	Source Allocation	Maintenance and Other	Maintenance Services			General ATA	TOTAL ESTABLISHMENT		
				Maint. ATA	Maint. ABA	Maint. AFA				
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	
13 LAND AND SUPPORT ASSETS										
14	\$9,031	H33	\$6,769	\$3	\$1,856	\$0	\$365	\$2,265	OK	
15 Land, Allocable	0	V22	0	0	0	0	0	0	OK	
16 Land, Direct	0		0	0	0	0	0	0	OK	
17	\$9,031		\$6,769	\$3	\$1,856	\$0	\$365	\$2,265	OK	
18 Total Land										
19	\$0	H33	\$0	\$0	\$0	\$0	\$0	\$0	OK	
20 Motor Vehicles	0	H33	0	0	0	0	0	0	OK	
21 Aircraft	0	H33	0	0	0	0	0	0	OK	
22 Special Purpose Vehicles	0	H33	0	0	0	0	0	0	OK	
23 Garage Work Equipment	0	H33	0	0	0	0	0	0	OK	
24 Other Work Equipment	0	H33	0	0	0	0	0	0	OK	
25 Buildings, Allocable	590,495	H33	442,403	193	123,969	0	23,929	148,092	OK	
26 Buildings, Direct	0	V29	0	0	0	0	0	0	OK	
27 Furniture	0	H33	0	0	0	0	0	0	OK	
28 Office Equipment	0	H33	0	0	0	0	0	0	OK	
29 General Purpose Computers	0	H33	0	0	0	0	0	0	OK	
30	\$590,495		\$442,403	\$193	\$123,969	\$0	\$23,929	\$148,092	OK	
31 Total Support Assets										
32	\$599,526		\$449,169	\$196	\$125,865	\$0	\$24,295	\$150,357	OK	
33 Tot. Land and Support Assets										
34										
35										
36 CENTRAL OFFICE EQUIPMENT										
37	\$0	G22	\$0	\$0	\$0	\$0	\$0	\$0	OK	
38 CAT 1 Oper. Sys. . TSPS	0	G21	0	0	0	0	0	0	OK	
39 CAT 1 Oper. Sys. . Other TSPS	0	G23	0	0	0	0	0	0	OK	
40 CAT 1 Oper. Sys. , Aux. Pos	0	V36	0	0	0	0	0	0	OK	
41 CAT 1 Oper. Sys. , Other	0		0	0	0	0	0	0	OK	
42	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK	
43 Total CAT 1										
44										
45	\$0	G26	\$0	\$0	\$0	\$0	\$0	\$0	OK	
46 CAT 2 Tandem Sw. Allocable	0	V38	0	0	0	0	0	0	OK	
47 CAT 2 Tandem Sw. Direct	0		0	0	0	0	0	0	OK	
48	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK	
49 Total CAT 2										

STATE OF CALIFORNIA
 DEPARTMENT OF PUBLIC UTILITIES
 REGULATORY DIVISION

LINE NO.	DESCRIPTION	1988			1989			1990	1991	1992	STATUS
		AMOUNT	UNIT	AMOUNT	AMOUNT	AMOUNT	AMOUNT				
65	CAT 1 Local Exch. Exchange	\$124,000	G14	\$124,000	\$110	\$124,000	\$0	\$0	\$124,000	OK	
66	CAT 1 Local Exch. Direct	0	V42	0	0	0	0	0	0	OK	
68	Total CAT 1	\$124,000		\$124,000	\$110	\$124,000	\$0	\$0	\$124,000	OK	
67	Total COE Ex. CAT 1 & 2	\$124,000		\$124,000	\$110	\$124,000	\$0	\$0	\$124,000	OK	
69											
70											
71	COE TRANSMISSION										
72				\$0	\$0	\$0	\$0	\$0	\$0	OK	
73	CAT 4 12 Exchange Trunk	\$0	123	\$0	0	0	0	0	0	OK	
74	CAT 4 12 Exch Tr Direct	0	V42	0	0	0	0	0	0	OK	
75	CAT 4 13 Exch Ln Message	315,266	G13	236,449	126	78,691	0	5,065	5,065	OK	
76	CAT 4 13 PL, WATS, Local	18,705	F16	13,639	0	0	0	0	0	OK	
77	CAT 4 13 Direct	0	V45	0	0	0	0	0	0	OK	
78	CAT 4 23 Message	160,066	G18	64,652	152	95,261	0	54,732	54,732	OK	
79	CAT 4 23 PL, WATS	67,124	F24	12,392	0	0	0	0	0	OK	
80	CAT 4 23 Direct	0	V48	0	0	0	0	0	0	OK	
81	CAT 4 3 H/R Message	26,155	G29	13,842	15	12,298	0	0	0	OK	
82	CAT 4 3 WATS	0	V50	0	0	0	0	0	0	OK	
83	CAT 4 3 Direct	0	V51	0	0	0	0	0	0	OK	
84				\$340,975	\$293	\$186,250	\$0	\$59,798	\$246,341	OK	
85	Total COE CAT 4	\$587,316		\$340,975	\$293	\$186,250	\$0	\$59,798	\$246,341		
86											
87											
88	INFORMATION ORIGATION/TERMINATION										
89		\$0	G13	\$0	\$0	\$0	\$0	\$0	\$0	OK	
90	CAT 1 Other IOT Equipment	0	G18	0	0	0	0	0	0	OK	
91	CAT 1 Coinless Pay Phones	0	V70	0	0	0	0	0	0	OK	
92	CAT 2 CP Equipment	0		0	0	0	0	0	0	OK	
93		\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK	
94	Total IOT Equipment	\$0		\$0	\$0	\$0	\$0	\$0	\$0		
95											
96											

STATEMENT OF REVENUES

FISC. YEAR OR FISC. ACCOUNTING PERIOD	TOTAL COMPANY	Revenue Account	Intangible and Other	Message Center Revenue		Private Line		TOTAL INTEREST TAX		
				INTRA-ATA	INTER-ATA	INTRA-ATA	INTER-ATA			
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	
111 CABLE AND WIRE FACILITIES										
112								\$25,523	\$25,523	OK
113 CAT 1 1 Intra-ATA PLWATS	49,083	F31	\$23,580	\$0	\$0	\$0	\$0	0	0	OK
114 CAT 1 2 Intra-ATA PLWATS	45,157	F31	45,157	0	0	0	0	0	397,085	OK
115 CAT 1 3 Joint Message	1,568,347	G13	1,191,250	634	\$96,452	0	0	0	0	OK
116 Other CAT 1 C&WF	0	V74	0	0	0	0	0	0	0	OK
117				\$634	\$396,452	\$0	\$25,523	\$422,609		OK
118 Total CAT 1 C&WF	\$1,682,582		\$1,259,973	\$634	\$396,452	\$0	\$25,523	\$422,609		OK
119								\$0	\$0	OK
120 CAT 2 C&WF	\$0	G28	\$0	\$0	\$0	\$0	\$0	0	0	OK
121 CAT 2 C&WF, Wideband	0	V75	0	0	0	0	0	0	0	OK
122								\$0	\$0	OK
123 Total CAT 2 C&WF	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
124								0	\$30,454	OK
125 CAT 3 Joint Message	51,090	G17	20,636	49	30,406	0	0	60,497	60,497	OK
126 CAT 3 PL/WATS etc	181,753	F36	121,256	0	0	0	0	0	0	OK
127 CAT 3 Direct	0	V79	0	0	0	0	0	0	0	OK
128								\$60,497	\$90,951	OK
129 Total CAT 3 C&WF	\$232,843		\$141,892	\$49	\$30,406	\$0	\$60,497	\$90,951		OK
130								\$0	\$67,923	OK
131 CAT 4 Message	\$144,283	G29	\$76,360	\$83	\$67,840	0	0	0	0	OK
132 CAT 4 WATS	0	V81	0	0	0	0	0	0	0	OK
133 CAT 4 Direct	0	V82	0	0	0	0	0	0	0	OK
134								\$0	\$67,923	OK
135 Total CAT 4 C&WF	\$144,283		\$76,360	\$83	\$67,840	\$0	\$0	\$67,923		OK
136								\$86,020	\$581,483	OK
137 TOTAL C&WF	\$2,059,708		\$1,478,225	\$765	\$494,697	\$0	\$86,020	\$581,483		OK
138										
139										
140 CAPITAL LEASES								\$0	\$0	OK
141								0	0	OK
142 Allocable Support Leases	\$0	H14	\$0	\$0	\$0	\$0	\$0	0	0	OK
143 Direct Support Leases	0	V84	0	0	0	0	0	0	0	OK
144								\$0	\$0	OK
145 Total Support Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK

GENERAL LEDGER

GENERAL LEDGER

ACCT NO	ACCT DESCRIPTION	GENERAL LEDGER				GENERAL LEDGER		TOTAL	STATUS	
		AMOUNT	AMOUNT	AMOUNT	AMOUNT	AMOUNT	AMOUNT			
180										
181	COE Operator	\$0	V98	\$0	\$0	\$0	\$0	\$0	OK	
182	COE Transmission	\$0	V97	\$0	\$0	\$0	\$0	\$0	OK	
183	COE Land Assets	\$0	V98	\$0	\$0	\$0	\$0	\$0	OK	
184	COE Transmission	\$0	V97	\$0	\$0	\$0	\$0	\$0	OK	
185	COE Other	\$0	V98	\$0	\$0	\$0	\$0	\$0	OK	
186	COE Land Assets	\$0	V98	\$0	\$0	\$0	\$0	\$0	OK	
187	IGT	\$0	V98	\$0	\$0	\$0	\$0	\$0	OK	
188	IGT	\$0	V97	\$0	\$0	\$0	\$0	\$0	OK	
189	C&WF Leases	\$0	V97	\$0	\$0	\$0	\$0	\$0	OK	
172	TOTAL CAPITAL LEASES	\$0		\$0	\$0	\$0	\$0	\$0	OK	
174										
175										
176	LEASEHOLD IMPROVEMENTS									
177		\$0	H14	\$0	\$0	\$0	\$0	\$0	OK	
178	Land and Support Assets	\$0	H18	\$0	\$0	\$0	\$0	\$0	OK	
179	COE Switching	\$0	H18	\$0	\$0	\$0	\$0	\$0	OK	
180	COE Operator	\$0	H20	\$0	\$0	\$0	\$0	\$0	OK	
181	COE Transmission	\$0	V98	\$0	\$0	\$0	\$0	\$0	OK	
182	IGT	\$0	V97	\$0	\$0	\$0	\$0	\$0	OK	
183	C&WF	\$0	V98	\$0	\$0	\$0	\$0	\$0	OK	
184	Other	\$0	V98	\$0	\$0	\$0	\$0	\$0	OK	
185				\$0	\$0	\$0	\$0	\$0	OK	
186	TOTAL LEASEHOLD IMPROVEMENTS	\$0		\$0	\$0	\$0	\$0	\$0	OK	
187										
188		\$4,197,850		\$3,145,060	\$1,373	\$681,303	\$0	\$170,113	\$1,052,790	OK
189	TPIS, EXCL ACCT No 2690									

STATE OF CONNECTICUT

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GENERAL INVESTMENT FUND

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OTHER TELEPHONE PLANT

213									
214									
215									
216									
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223									

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015		
30 ACCUM DEPRECIATION TPIS												
31 Support Assets	\$344,507	H12	\$106,565	\$0	\$77,808	\$0	\$93,807	\$28,848	\$0	\$0	\$0	OK
32 COE Switching	593,501	H15	627,503	0	0	0	0	0	0	0	0	OK
33 COE Operator	0	H16	0	0	0	0	0	0	0	0	0	OK
34 COE Transmission	417,346	H20	442,979	0	0	132,250	0	47,489	178,257	0	0	OK
35 IOT Equipment	0	H25	0	0	0	0	0	0	0	0	0	OK
36 Cable and Wire Facilities	1,821,844	H31	641,827	491	0	317,450	0	55,486	173,117	0	0	OK
37 Other Plant	0	V135	0	0	0	0	0	0	0	0	0	OK
38 Total Accum Depr TPIS	\$2,600,262		\$1,651,493	\$880	\$554,462	\$0	\$111,308	\$676,849	\$0	\$0	\$0	OK
39 ACCUM AMORTIZATION												
40 Accum Depreciation, PFIU	\$0	H36	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
41 Accum Amort, Tangible Inv	0	H40	0	0	0	0	0	0	0	0	0	OK
42 Accum Amort, Intang Inv	0	H41	0	0	0	0	0	0	0	0	0	OK
43 Accum Amort, Other	0	V138	0	0	0	0	0	0	0	0	0	OK
44 Tot Accum Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
45 Total Accum Depr/Amort	\$2,630,252		\$1,653,493	\$880	\$554,462	\$0	\$111,308	\$676,849	\$0	\$0	\$0	OK
46 ACCUM DEF INC TAXES, NET												
47 Support Assets	0	H13	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
48 COE Switching	0	H19	0	0	0	0	0	0	0	0	0	OK
49 COE Operator	0	H16	0	0	0	0	0	0	0	0	0	OK
50 COE Transmission	0	H20	0	0	0	0	0	0	0	0	0	OK
51 IOT Equipment	0	H25	0	0	0	0	0	0	0	0	0	OK
52 Cable and Wire Fac	0	H31	0	0	0	0	0	0	0	0	0	OK
53 Unclassified	58,100	V145	43,529	19	12,197	0	2,355	14,571	0	0	0	OK
54 Total Accum Def Inc. Taxes	\$58,100		\$43,529	\$19	\$12,197	\$0	\$2,355	\$14,571	\$0	\$0	\$0	OK

	000	000	000	000	000	000	000	000	000	
13	C&WF INVESTMENT									
14					0	0	13	0	12	OK
15	Working Loops	857	809	23	0	0	13	0	12	
16	Avg Cost per Loop	369.79	369.79	369.79	0.000000	0.000000	369.79	369.79	369.79	
17	CAT 4 13 Exch. LA Invest	\$533,871	\$533,871	\$5.063	\$0	\$0	\$2,493	\$0	\$4.576	
18										
19										
20	Capital Terminations	229	155	17	0	0	93	0	0	OK
21	Avg Cost per Termination	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	1,032.68	
22	CAT 4 23 Other LA	\$227,190	\$150,066	\$12,392	\$0	\$0	\$54,732	\$0	\$0	
23										
24										
25										
26										
27	C&WF INVESTMENT									
28					0	0	13	0	12	
29	Working Loops	857	809	23	0	0	13	0	12	
30	Loops Factor	1.000000	0.943991	0.026838	0.000000	0.000000	0.015189	0.000000	0.014002	OK
31	CAT 1 Exchange C&WF	\$1,682,582	\$1,588,342	\$45,157	\$0	\$0	\$25,523	\$0	\$23,568	
32										
33					0	0	2,759	0	0	OK
34	Equivalent IX Circuit Miles	10,519	2,330	5,530	0	0	2,759	0	0	
35	IX Cct Miles Factor	1.000000	0.219418	0.520765	0.000000	0.000000	0.259817	0.000000	0.000000	
36	CAT 3 Interch. C&WF	\$232,843	\$61,090	\$121,256	\$0	\$0	\$60,497	\$0	\$0	

KENNEBEC

		Intrastate								
		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service		Private Line		TOTAL INTRASTATE	
***** FCC PART 36 ***** Physical Allocation Factors					(A)	(B)	(C)	(D)		
13	Subscriber Plant Fact. (SPF)	1.000000	SPF	0.750000	0.000399	0.249601	0.000000	0.000000	0.250000	O K
14									0.078429	O K
15	Dial Equipment Minutes (DEM)	1.000000	DEM	0.921571	0.000125	0.078304	0.000000	0.000000	0.596091	O K
16									0.596091	O K
17	Conversation Minute-Miles	1.000000	CMM	0.403909	0.000951	0.595140	0.000000	0.000000	0.228504	O K
18	Conversation Minutes	1.000000	CM	0.403909	0.000951	0.595140	0.000000	0.000000		O K
19	Subscriber Minutes (SLU)	1.000000	SLU	0.771496	0.000365	0.228139	0.000000	0.000000		O K
20									0.000000	O K
21	TSPS Processor Time	0.000000	TSP	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
22	Wtd Stand Work Sec. Toll	0.000000	WST	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
23	Wtd Stand Work Sec. Aux	0.000000	WSA	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
24	Wtd Stand Work Sec. Comb	1.000000	WSC	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
25									0.000000	O K
26	COE CAT 2 Minutes	0.000000	CT2	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
27									0.000000	O K
28	Exchange Trunk Minutes	1.000000	ETM	1.000000	0.000000	0.000000	0.000000	0.000000	0.470761	O K
29	MOU-M. Host/Remote	1.000000	HGM	0.529239	0.000574	0.470167	0.000000	0.000000		O K
30									0.000000	O K
31	CAWF CAT 4. WAFS	0.000000	CT4	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
32									0.000000	O K
33	Equip Access MOU	0.000000	EAM	0.000000	0.000000	0.000000	0.000000	0.000000	0.307242	O K
34									0.000000	O K
35	Current Billing	1.000000	CB	0.662758	0.000491	0.336967	0.000000	0.000000	0.307242	O K
36	EU Resubscription Factor	0.000000	ERF	0.000000	0.000000	0.000000	0.000000	0.000000	0.307242	O K
37	EU MTS & WATS Factor	1.000000	EMF	0.662758	0.000491	0.336967	0.000000	0.000000	0.000000	O K
38	EU Access, Pst. and All Other Factor	1.000000	EAF	0.662758	0.000491	0.336967	0.000000	0.000000	0.000000	O K
39	EU Special Access Factor	0.000000	EAF	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
40	EU Standard Access Factor	0.000000	EAF	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
41	EU Billing & Collection Demand Factor	0.000000	EDF	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
42	Cost Recovery Percent	0.000000	CRP	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
43	Revenue Replacement Mgmt	1.000000	RRM	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
44	Revenue Loss Percent	1.000000	RLP	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
45	Cost Forward	1.000000	CAF	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
46	Foreign Collection Percent	0.000000	FCP	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K

KENNEBEC

Intrastate

***** FCC PART 36 ***** Internal Allocation Factors	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service				TOTAL INTRASTATE	
				Private Line		InterLATA	IntraLATA		
				InterLATA	IntraLATA				
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 Support Assets	1 000000	D31	0 749207	0 000327	0 209942	0 000000	0 040524	0 250793	O K
14 Land and Support Assets	1 000000	D33	0 749207	0 000327	0 209942	0 000000	0 040524	0 250793	O.K.
15									
16 COE Operator	0 000000	D43	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.
17 COE Tandem Switching	0 000000	D49	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.
18 COE Local Switching	1 000000	D66	0 921571	0 000125	0 078304	0 000000	0 000000	0 078429	O.K.
19 COE Total Switching	1 000000	D68	0 921571	0 000125	0 078304	0 000000	0 000000	0 078429	O.K.
20 COE Transmission	1 000000	D85	0 580565	0 000499	0 317120	0 000000	0 101816	0 419435	O.K.
21 Total COE	1 000000	C19	0 791403	0 000268	0 169464	0 000000	0 038865	0 208597	O.K.
22									
23 Info Orig /Term CAT 1	0 000000	D90	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.
24 Info Orig /Term CAT 2	0 000000	D92	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.
25 Total IOT	0 000000	D94	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.
26									
27 C&WF CAT 1	1 000000	D118	0 748433	0 000377	0 235621	0 000000	0 015169	0 251167	O.K.
28 C&WF CAT 2	0 000000	D120	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.
29 C&WF CAT 3	1 000000	D129	0 600390	0 000209	0 130584	0 000000	0 259817	0 390610	O.K.
30 C&WF CAT 4	1 000000	D135	0 529239	0 000574	0 470187	0 000000	0 000000	0 470781	O.K.
31 Total C&WF	1 000000	D137	0 717662	0 000571	0 240178	0 000000	0 041763	0 282313	O.K.
32									
33 Total Equipment	1 000000	C23	0 749207	0 000327	0 209942	0 000000	0 040524	0 250793	O.K.
34									
35 IPDS	1 000000	C32	0 749207	0 000327	0 209942	0 000000	0 040524	0 250793	O.K.
36 IPDS Equip Acct Plan 0000	1 000000	D109	0 749207	0 000327	0 209942	0 000000	0 040524	0 250793	O.K.
37									
38 Int Equip For Use	0 000000	D215	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.
39									
40 Total Telephone Assets	0 000000	C28	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.
41 Total Telephone Assets	0 000000	C29	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.
42									
43 Long-term Plant	1 000000	C24	0 447207	0 000327	0 209942	0 000000	0 040524	0 250793	O.K.
44 Int Telephone Plant	1 000000	C24	0 447207	0 000327	0 209942	0 000000	0 040524	0 250793	O.K.
45 Total Telephone Plant	1 000000	C24	0 447207	0 000327	0 209942	0 000000	0 040524	0 250793	O.K.
46 Capital Assets	0 000000	D171	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.
47									
48 Int Equip For Use	1 000000	D141	0 000000	0 000000	0 414332	0 000000	0 000000	0 414332	O.K.
49									
50 Total Equip For Use	1 000000	D141	0 000000	0 000000	0 414332	0 000000	0 000000	0 414332	O.K.
51									
52 Corporate Equipment Expenses	0 000000	D142	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.
53									
54 Corporate Equipment Expenses	0 000000	D142	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	O.K.

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***** FCC PART 36 ***** Operating Expenses and Taxes	Intrastate								TOTAL INTRASTATE	
	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service		Private Line				
				InterLATA	IntraLATA	InterLATA	IntraLATA			
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13 PLANT SPEC OPER EXPENSE										
14										
15 Network Support, Alloc	\$0	H14	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
16 Network Support, Direct	0	V149	0	0	0	0	0	0	0	OK
17										
18 Total Network Support Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
19										
20 General Support, Alloc	\$27,279	H14	\$20,438	\$9	\$5,727	\$0	\$1,105	\$6,841	\$6,841	OK
21 General Support, Direct	0	V151	0	0	0	0	0	0	0	OK
22										
23 Total General Support Exp	\$27,279		\$20,438	\$9	\$5,727	\$0	\$1,105	\$6,841	\$6,841	OK
24										
25 Central Office Eq. Alloc	\$76,252	H21	\$60,346	\$20	\$12,922	\$0	\$2,964	\$15,906	\$15,906	OK
26 Central Office Eq. Direct	0	V153	0	0	0	0	0	0	0	OK
27										
28 Total COE Exp	\$76,252		\$60,346	\$20	\$12,922	\$0	\$2,964	\$15,906	\$15,906	OK
29										
30 Cust Promises Equip	\$0	H24	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
31 Coinless Pay Phone	0	G18	0	0	0	0	0	0	0	OK
32 Other IOT	0	H23	0	0	0	0	0	0	0	OK
33 IOT Direct	0	V152	0	0	0	0	0	0	0	OK
34										
35 Total IOT Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
36										
37 Cable & Wire, Alloc	\$102,115	H31	\$73,267	\$38	\$24,526	\$0	\$4,265	\$28,828	\$28,828	OK
38 Cable & Wire, Direct	59,332	V159	24,961	57	35,894	0	0	35,951	35,951	OK
39										
40 Total C&WF Exp	\$161,447		\$98,228	\$95	\$60,420	\$0	\$4,265	\$64,779	\$64,779	OK
41										
42 TOTAL PLT SPEC OPER EXP	\$269,958		\$178,611	\$124	\$79,989	\$0	\$8,334	\$87,527	\$87,527	OK
43										
44 TOTAL PLT SPEC. ex SURFACED	\$269,958		\$178,611	\$124	\$79,989	\$0	\$8,334	\$87,527	\$87,527	OK

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***** FCC PART 36 ***** Operating Expenses and Taxes	Intrastate								TOTAL INTRASTATE (I)	OK
	TOTAL COMPANY (B)	Source/ Allocator (C)	Interstate and Other (D)	Message Telephone Service		Private Line				
				InterLATA	IntraLATA	InterLATA	IntraLATA			
				(E)	(F)	(G)	(H)			
(A)										
58 NON-SPECIFIC OPER. EXP :										
59				\$0	\$0	\$0	\$0	\$0	\$0	OK
60 Oth. Plt. and Equip. Alloc	\$0	H36	\$0	0	0	0	0	0	0	OK
61 Oth. Plt. and Equip. Direct	0	V177	0							
62	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
63 Total Oth. Plt. & Equip										
64	\$34,462	H33	\$25,819	\$11	\$7,235	\$0	\$1,397	\$8,643	\$8,643	OK
65 Network Operations, Alloc	0	V179	0	0	0	0	0	0	0	OK
66 Network Operations, Direct										
67	\$34,462		\$25,819	\$11	\$7,235	\$0	\$1,397	\$8,643	\$8,643	OK
68 Total Network Oper. Exp										
69	\$0	V180	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
70 Total Access Expenses										
71	\$47,538	H13	\$35,816	\$16	\$9,980	\$0	\$1,926	\$11,922	\$11,922	OK
72 Depr. Support Assets	98,445	H19	68,861	12	7,552	0	0	7,564	7,564	OK
73 Depr. COE Switching	0	H16	0	0	0	0	0	0	0	OK
74 Depr. COE Operator	61,976	H20	38,175	26	16,483	0	5,292	21,801	21,801	OK
75 Depr. COE Transmission	0	H25	0	0	0	0	0	0	0	OK
76 Depr. WOT Equipment	121,296	H31	87,124	45	29,157	0	5,070	34,272	34,272	OK
77 Depr. C&W Facilities	0	H38	0	0	0	0	0	0	0	OK
78 Depr. PHPL										
79	\$317,255		\$241,796	\$99	\$65,172	\$0	\$12,288	\$75,559	\$75,559	OK
80 Total Depreciation Expense										
81	\$0	H45	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
82 Asset. Tangible Assets	0	H44	0	0	0	0	0	0	0	OK
83 Asset. Intangible Assets	0	H46	0	0	0	0	0	0	0	OK
84 Other Amortization	0	H48	0	0	0	0	0	0	0	OK
85 Direct Amortized Asset										
86	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
87 Total Amortization Exp.										
88	\$317,255		\$241,796	\$99	\$65,172	\$0	\$12,288	\$75,559	\$75,559	OK
89 Total Depr. and Asset										
90	\$308,400		\$232,996	\$83	\$76,407	\$0	\$11,608	\$64,201	\$64,201	OK
91										
92 TOTAL NON-SPECIFIC OPER. EXP										

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***** FCC PART 36 ***** Operating Expenses and Taxes	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE		
				Message Telephone Service		Private Line				
				InterLATA	IntraLATA	InterLATA	IntraLATA			
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
105 CUSTOMER OPERATIONS EXPENSE										
106	\$15,785	G35	\$10,935	\$8	\$4,784	\$0	\$58	\$4,850	OK	
107 Marketing, Allocable	0	V192	0	0	0	0	0	0	OK	
108 Marketing, Direct										
109	\$15,785		\$10,935	\$8	\$4,784	\$0	\$58	\$4,850	OK	
110 Total Marketing Expense										
111	\$3,315	G24	\$3,315	\$0	\$0	\$0	\$0	\$0	OK	
112 Operator Service, Alloc.	0	V194	0	0	0	0	0	0	OK	
113 Operator Service, Direct										
114	\$3,315		\$3,315	\$0	\$0	\$0	\$0	\$0	OK	
115 Total Operator Service										
116	\$0	V195	\$0	\$0	\$0	\$0	\$0	\$0	OK	
117 Classified Directory	320	G19	247	0	73	0	0	73	OK	
118 Alphabetical Directory	0	G46	0	0	0	0	0	0	OK	
119 Foreign Directory										
120	\$320		\$247	\$0	\$73	\$0	\$0	\$73	OK	
121 Total Directory										
122	\$0	G36	\$0	\$0	\$0	\$0	\$0	\$0	OK	
123 Bus. Ofc., EU Presubscription	30,298	G37	20,989	15	9,182	0	112	9,309	OK	
124 Bus. Ofc., EU MTS & WATS	8,396	G38	5,816	4	2,545	0	31	2,580	OK	
125 Bus. Ofc., EU Access, P/L & all Othe	0	G39	0	0	0	0	0	0	OK	
126 Bus. Ofc., IXC Special Access	0	G40	0	0	0	0	0	0	OK	
127 Bus. Ofc., IXC Switched Access	0	G41	0	0	0	0	0	0	OK	
128 Bus. Ofc., IXC B & C Services	0	G42	0	0	0	0	0	0	OK	
129 Coin Collect & Admin										
130	\$38,694		\$26,806	\$19	\$11,727	\$0	\$143	\$11,888	OK	
131 Total Business Office										
132	\$0	V205	\$0	\$0	\$0	\$0	\$0	\$0	OK	
133 Cust. Serv., Direct	6,143	G43	341	9	5,793	0	0	5,802	OK	
134 Cust. Serv., Msg. Process	5,651	G44	3,767	3	1,881	0	0	1,884	OK	
135 Cust. Serv., Other B&C	17,988	G45	8,994	14	8,980	0	0	8,994	OK	
136 Cust. Serv., CABS	0	V209	0	0	0	0	0	0	OK	
137 Cust. Serv., EU Common Line										
138	\$29,782		\$12,102	\$27	\$16,653	\$0	\$0	\$16,680	OK	
139 Total Customer Service										
140	\$64,476		\$38,908	\$46	\$28,380	\$0	\$143	\$28,568	OK	
141 Total Bus. Ofc. Cust. Serv.										
142										

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***** FCC PART 36 ***** Operating Expenses and Taxes		Intrastate								TOTAL INTRASTATE (I)	OK
		TOTAL COMPANY (B)	Source/ Allocator (C)	Interstate and Other (D)	Message Telephone Service		Private Line		TOTAL INTRASTATE (I)		
					InterLATA (E)	IntraLATA (F)	InterLATA (G)	IntraLATA (H)			
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)			
156 Other Cust. Serv., Alloc	\$0	H48	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK	
157 Other Cust. Serv., Direct	60	V211	60	0	0	0	0	0	0	OK	
158											
159 Total Other Cust. Serv	\$60		\$60	\$0	\$0	\$0	\$0	\$0	\$0	OK	
160											
161 TOTAL CUSTOMER OPER EXP	\$87,956		\$54,465	\$53	\$33,237	\$0	\$201	\$33,491	\$33,491	OK	
162											
163											
164 *BIG-THREE* EXPENSES											
165											
166 Total Plt Spec, ex Support	\$238,679	44	\$157,994	\$115	\$73,342	\$0	\$7,228	\$80,685	\$80,685	OK	
167 Total Network Oper Exp	34,462	68	25,819	11	7,235	0	1,397	8,643	8,643	OK	
168 Total Customer Operations	87,956	161	54,465	53	33,237	0	201	33,491	33,491	OK	
169											
170 TOTAL *BIG THREE* EXPENSES	\$361,097		\$238,278	\$180	\$113,814	\$0	\$8,825	\$122,819	\$122,819	OK	
171											
172											
173 CORPORATE OPERATIONS EXPENSE											
174											
175 Exec and Planning, Alloc	\$130,213	H50	\$85,924	\$65	\$41,042	\$0	\$3,182	\$44,289	\$44,289	OK	
176 Exec and Planning, Direct	0	V213	0	0	0	0	0	0	0	OK	
177											
178 Total Exec and Planning	\$130,213		\$85,924	\$65	\$41,042	\$0	\$3,182	\$44,289	\$44,289	OK	
179											
180 Admin & General, Allocable	\$152,566	H50	\$100,674	\$76	\$48,087	\$0	\$3,729	\$51,892	\$51,892	OK	
181 Admin & General, Direct	67,045	V231	47,712	0	19,333	0	0	19,333	19,333	OK	
182											
183 Total Admin and Gen	\$219,611		\$148,386	\$76	\$67,420	\$0	\$3,729	\$71,225	\$71,225	OK	
184											
185 TOTAL CORPORATE OPERATIONS	\$349,824		\$234,310	\$141	\$108,462	\$0	\$6,911	\$115,514	\$115,514	OK	
186											
187											
188 NON-INCOME TAXES											
189											
190 Non-income Taxes, Allocable	\$0	H56	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK	
191 Non-income Taxes, Direct	0	V233	0	0	0	0	0	0	0	OK	
192											
193 Total Non-income Taxes	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK	
194											
195											
196 TOTAL OPER EXP AND TAXES	\$1,055,651		\$734,618	\$429	\$291,174	\$0	\$29,130	\$329,733	\$329,733	OK	

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***** FCC PART 69 ***** IntraLATA Revenue Requirement Summary		Part 36 IntraLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	Net Investment	\$405,925	K52	\$189,381	\$43,761	\$0	\$100,468	\$0	\$72,315	OK
14	Rate of Return	10.00%	B19	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	OK
15										
16	Return on Rate Base	\$40,592		\$18,938	\$4,376	\$0	\$10,047	\$0	\$7,231	OK
17										
18	AFUDC	1,265	N37	600	116	0	321	0	228	OK
19	ITC Amortization	0	N37	0	0	0	0	0	0	OK
20	Other Return Adjustments	0	Direct	0	0	0	0	0	0	OK
21										
22	Net Return	\$41,858		\$19,538	\$4,492	\$0	\$10,368	\$0	\$7,459	OK
23										
24	Interest Expense	13,025	N67	6,077	1,404	0	3,224	0	2,320	OK
25	Capitalized Payroll Taxes	0	N37	0	0	0	0	0	0	OK
26	Depreciation Adjustment	0	N37	0	0	0	0	0	0	OK
27	Other Income Adjustments	0	Direct	0	0	0	0	0	0	OK
28										
29	After Tax Income	\$28,832		\$13,461	\$3,088	\$0	\$7,144	\$0	\$5,139	OK
30										
31	State Income Taxes	50	29	0	0	0	0	0	0	OK
32	Federal Income Taxes	11,623	29	5,427	1,245	0	2,860	0	2,072	OK
33	Operating Expenses and Taxes	320,305	Q195	91,693	23,356	138	126,857	32,087	46,174	OK
34	Uncollectibles	0	Direct	0	0	0	0	0	0	OK
35	Other Revenue Adjustments	0	Direct	0	0	0	0	0	0	OK
36										
37	Basis for Gross Receipts Tax	372,520	16+31+32+33	116,055	29,977	138	139,784	32,087	55,477	OK
38										
39										
40	Gross Receipts Tax	11,561	37	3,603	899	4	4,336	996	1,722	OK
41										
42										
43	TOTAL REVENUE REQUIREMENT	\$385,346		\$120,260	\$29,992	\$142	\$144,443	\$33,083	\$57,426	OK
44										

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***** FCC PART 69 ***** IntraLATA Investment Summary		Part 36 IntraLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13 Land and Support Assets	\$150,161	L25	\$23,408	\$22,158	\$0	\$61,219	\$0	\$43,376	OK	
14										
15 Central Office Equipment	\$320,539	L70	\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798	OK	
16 Info Term./Orig. Equipment	0	L78	0	0	0	0	0	0	OK	
17 Cable and Wire Facilities	580,717	L117	396,452	0	0	98,246	0	86,020	OK	
18										
19 Total COE, IOT, C&WF	\$901,256		\$475,142	\$74,491	\$0	\$205,805	\$0	\$145,818	OK	
20										
21 Total Tangible Assets	\$0	L141	\$0	\$0	\$0	\$0	\$0	\$0	OK	
22										
23 Total Tele. Int. ex. Intang.	\$1,051,417		\$408,550	\$96,649	\$0	\$267,024	\$0	\$189,194	OK	
24 Total Intangible Assets	0	L144	0	0	0	0	0	0	OK	
25										
26 Total Plant to Service	\$1,051,417		\$408,550	\$96,649	\$0	\$267,024	\$0	\$189,194	OK	
27 Total Int. Held Future Use	0	L147	0	0	0	0	0	0	OK	
28 Total ST PLAC	0	L153	0	0	0	0	0	0	OK	
29 Total LT PLAC	18,267	L164	7,294	1,407	0	3,875	0	2,745	OK	
30 Total Tel. Pl. Adjust	0	L169	0	0	0	0	0	0	OK	
31										
32 TOTAL TELEPHONE PLANT	\$1,069,684		\$525,794	\$98,056	\$0	\$270,899	\$0	\$191,939	OK	
33										
34										
35 Accum. Depr. Pl. in Serv.	676,646	L273	320,626	66,669	0	174,297	0	129,363	OK	
36 Accum. Depr. Equip.	0	L274	0	0	0	0	0	0	OK	
37 Accum. Depr. Tangible Pl.	0	L275	0	0	0	0	0	0	OK	
38 Accum. Depr. Intangible	0	L276	0	0	0	0	0	0	OK	
39 Accum. Depr. Other	0	L277	0	0	0	0	0	0	OK	
40 Accum. Depr. Int. Ex. Equip.	0	L278	0	0	0	0	0	0	OK	
41										
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***** FCC PART 69 ***** IntraLATA Investment Detail		Part 36 IntraLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)		(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13	LAND AND SUPPORT ASSETS:									
14										
15	Land Assets, Message	\$1,896	N28	296	280	0	773	0	548	O K
16	Land Assets, Private Line	366	N28	57	54	0	149	0	106	O K
17										
18	Total Land Assets	\$2,262		\$353	\$334	\$0	\$922	\$0	\$653	O K
19										
20	Support Assets, Message	\$123,969	N28	\$19,325	\$18,293	\$0	\$50,541	\$0	\$35,810	O K
21	Support Assets, Private Line	23,929	N28	3,730	3,531	0	9,756	0	6,912	O K
22										
23	Total Support Assets	\$147,899		\$23,055	\$21,824	\$0	\$60,297	\$0	\$42,722	O K
24										
25	Total Land and Supp. Assets	\$150,161		\$23,408	\$22,158	\$0	\$61,219	\$0	\$43,376	O K
26										
27	CENTRAL OFFICE EQUIPMENT									
28										
29	Operator Sys. , OA	\$0	(F)	0	0	0	0	0	0	O K
30	Operator Sys. , Other	0	(H)	0	0	0	0	0	0	O K
31										
32	Total Operator Systems	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O K
33										
34	Tandem Switching	\$0	(G)	\$0	\$0	\$0	\$0	\$0	\$0	O K
35	Tandem Assigned	0	Direct	0	0	0	0	0	0	O K
36										
37	Total Tandem Switching	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O K
38										
39	Local Switching	\$24,401	(G)	\$0	\$24,401	\$0	\$0	\$0	\$0	O K
40	Local Assigned	0	Direct	0	0	0	0	0	0	O K
41										
42	Total Local Switching	\$24,401		\$0	\$24,401	\$0	\$0	\$0	\$0	O K
43										
44	Total Switching	\$24,401		\$0	\$24,401	\$0	\$0	\$0	\$0	O K

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***** FCC PART 69 *****									
IntraLATA Investment Detail		Part 36 IntraLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
58	COE Exch Trunk	\$0	Direct	\$0	\$0	\$0	\$0	\$0	
59	COE Exch Line - Message	78,691	(D)	78,691	0	0	0	\$0	\$0 O.K.
60	COE Exch Line - PL etc	5,066	(I)	0	0	0	0	0	0 O.K.
61	COE Exch Line - Assigned	0	Direct	0	0	0	0	0	5,066 O.K.
62	COE Interexchange, Message	95,261	(G)	0	0	0	0	0	0 O.K.
63	COE Interexchange, PL	54,732	(I)	0	0	0	95,261	0	0 O.K.
64	COE Interexchange, Assigned	0	(G)	0	0	0	0	0	54,732 O.K.
65	COE H/R Message	12,298	(G)	0	0	0	0	0	0 O.K.
66	COE H/R Assigned	0	Direct	0	0	0	12,298	0	0 O.K.
67							0	0	0 O.K.
68	Total COE Transmission	\$246,048		\$78,691	\$0	\$0	\$107,559	\$0	\$59,798 O.K.
69									
70	Total Central Office Equip	\$320,539		\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798 O.K.
71									
72	NOT EQUIPMENT								
73									
74	Public Telephone	\$0	(D)	\$0	\$0	\$0	\$0	\$0	\$0 O.K.
75	Carrier Pay Phone	0	(D)	0	0	0	0	0	0 O.K.
76	Customer Premises Equipment	0	(D)	0	0	0	0	0	0 O.K.
77									
78	Total CPE Equipment	\$0		\$0	\$0	\$0	\$0	\$0	\$0 O.K.
79									
80	CABLE AND WIRE FACILITIES								
81									
82	Exchange Pt. and Wire Cts	\$20,433	(D)	\$0	\$0	\$0	\$0	\$0	\$20,433 O.K.
83	Exchange Message	\$0,412	(D)	\$0,412	0	0	0	0	0 O.K.
84	Exchange Routers	0	(D)	0	0	0	0	0	0 O.K.
85									
86	Total Exchange Core CPE	\$20,845		\$0,412	\$0	\$0	\$0	\$0	\$20,433 O.K.
87									
88	Exchange Core, Message	\$0	(D)	\$0	\$0	\$0	\$0	\$0	\$0 O.K.
89	Exchange Core, PL	0	(D)	0	0	0	0	0	0 O.K.
90									
91	Total Exchange Core CPE	\$0		\$0	\$0	\$0	\$0	\$0	\$0 O.K.
92									
93	Interexchange Message	\$0,412	(D)	\$0	\$0	\$0	\$0,412	\$0	\$0 O.K.
94	Interexchange PL, Message	\$0,412	(D)	0	0	0	0	0	\$0,412 O.K.
95	Interexchange Assigned	0	(D)	0	0	0	0	0	0 O.K.
96									
97	Total interexchange CPE	\$0,824		\$0	\$0	\$0	\$0,412	\$0	\$0,412 O.K.

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***** FCC PART 69 ***** IntraLATA Investment Detail		Part 36 IntraLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
111	H/R C&WF, Message	\$87,840	(G)	\$0	\$0	\$0	\$67,840	\$0	\$0	OK
112	H/R C&WF, WATS	0	(F)	0	0	0	0	0	0	OK
113	H/R C&WF, Assigned	0	Direct	0	0	0	0	0	0	OK
114										
115	Total Host/Remote C&WF	\$87,840		\$0	\$0	\$0	\$67,840	\$0	\$0	OK
116										
117	Total Cable and Wire Fac	\$589,717		\$398,452	\$0	\$0	\$88,248	\$0	\$88,020	OK
118										
119	TANGIBLE ASSETS									
120										
121	Land and Support Leases	\$0	N/A	0	0	0	0	0	0	OK
122										
123	COE Operator Leases	\$0	0	\$0	\$0	\$0	\$0	\$0	\$0	OK
124	COE Facility Switching Leases	0	0	0	0	0	0	0	0	OK
125	COE Local Switching Leases	0	0	0	0	0	0	0	0	OK
126	COE Transmission Leases	0	0	0	0	0	0	0	0	OK
127										
128	Total COE Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
129										
130	DOT Equipment Leases	\$0	0	0	0	0	0	0	0	OK
131										
132	COE Leases	\$0	0	0	0	0	0	0	0	OK
133										
134	Local Operator Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
135										
136	Leased Switching Equip	\$0	0	0	0	0	0	0	0	OK
137	Leased Switching Equip	0	0	0	0	0	0	0	0	OK
138										
139	Total Leased Switching Equip	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
140										
141	Local Operator Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
142										
143	Leased Switching Equip	\$0	0	0	0	0	0	0	0	OK
144	Leased Switching Equip	0	0	0	0	0	0	0	0	OK
145										
146	Total Leased Switching Equip	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
147										
148	Leased Switching Equip	\$0	0	0	0	0	0	0	0	OK
149	Leased Switching Equip	0	0	0	0	0	0	0	0	OK
150										
151	Total Leased Switching Equip	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
152										
153	Leased Switching Equip	\$0	0	0	0	0	0	0	0	OK
154	Leased Switching Equip	0	0	0	0	0	0	0	0	OK
155										
156	Total Leased Switching Equip	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK

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***** FCC PART 89 *****									
IntraLATA Investment Detail		Part 36 IntraLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)
101	PLANT UNDER CONSTRUCTION								
102									
103	Short-term	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0 O.K.
104	Long-term	15,207	\$0	1,204	1,407	0	3,875	0	2,745 O.K.
105	Total P&L Under Const	15,207		1,204	1,407		3,875		2,745 O.K.
106									
107	TELEPHONE PLANT ADJUSTMENTS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0 O.K.
108									
109	CHARGE TO OTHER DIVISION	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0 O.K.
110									
111	MAINTENANCE AND REPAIRS	17,570	\$0	10,000	10,700	\$0	10,000	\$0	10,400 O.K.
112									
113	CAPITAL EXPENDITURE CAPITAL	1,000,000	\$0	15,000	10,000	\$0	10,000	\$0	1,000,000 O.K.
114									
115	GOODWILL INVESTMENT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0 O.K.

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***** FCC PART 69 ***** IntralATA Reserves and Deferrals	Part 36 IntralATA Total	Source or Appertion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 ACCUM DEPRECIATION, TPIS									
14									
15 Support Assets	\$85,432	N28	\$13,317	\$12,607	\$0	\$34,830	\$0	\$24,678	O K
16 COE Switching	43,083	L44	0	43,083	0	0	0	0	O K
17 COE Operator	0	L32	0	0	0	0	0	0	O K
18 COE Transmission	174,829	L68	55,913	0	0	76,426	0	42,489	O K
19 IOT Equipment	0	L78	0	0	0	0	0	0	O K
20 Cable and Wire Facilities	372,626	L117	254,389	0	0	63,041	0	55,196	O K
21 Other Plant	0	N37	0	0	0	0	0	0	O K
22									
23 Total Accum. Depr., TPIS	\$675,970		\$323,620	\$55,689	\$0	\$174,297	\$0	\$122,363	O K
24									
25 ACCUM. AMORTIZATION:									
26									
27 Accum Depreciation, PHFU	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O K
28 Accum Amort., Tangible Inv	0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O K
29 Accum Amort., Intang. Inv	0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O K
30 Accum Amort., Other	0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O K
31									
32 Tot. Accum. Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O K
33									
34 Total Accum Depr./Amort	\$675,970		\$323,620	\$55,689	\$0	\$174,297	\$0	\$122,363	O K
35									
36									
37 ACCUM DEF INC TAXES, NET									
38									
39 Support Assets	\$0	N28	\$0	\$0	\$0	\$0	\$0	\$0	O K
40 COE Switching	0	L44	0	0	0	0	0	0	O K
41 COE Operator	0	L32	0	0	0	0	0	0	O K
42 COE Transmission	0	L68	0	0	0	0	0	0	O K
43 IOT Equipment	0	L78	0	0	0	0	0	0	O K
44 Cable and Wire Fac	0	L117	0	0	0	0	0	0	O K
45 Unclassified	14,552	N37	6,900	1,338	0	3,696	0	2,619	O K
46									
47 Total Accum Def Inc Taxes	\$14,552		\$6,900	\$1,338	\$0	\$3,696	\$0	\$2,619	O K

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***** FCC PART 69 ***** Apportionment Factors		Part 36 IntraLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13	Central Office Equipment	\$320,539	L70	\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798	O K
14	Info Orig./Term Eqpt	0	L78	0	0	0	0	0	0	O K
15	C&W Facilities	580,717	L117	396,452	0	0	96,246	0	86,020	O K
16										
17	Total	\$901,256		\$475,142	\$74,491	\$0	\$205,805	\$0	\$145,818	O K
18	Factor	1.000000		0.527200	0.082652	0.000000	0.228353	0.000000	0.161794	O K
19										
20	Sum Sw., Trans., Other	\$426,114	17	\$0	\$74,491	\$0	\$205,805	\$0	\$145,818	O K
21	Factor	1.000000		0.000000	0.174814	0.000000	0.482981	0.000000	0.342205	O K
22										
23	Central Office Equipment	\$320,539	L70	\$78,691	\$74,491	\$0	\$107,559	\$0	\$59,798	O K
24	Info Orig./Term Eqpt	0	L78	0	0	0	0	0	0	O K
25	C&WF, Excl Exch. Message	184,266	L117-83	0	0	0	98,246	0	86,020	O K
26										
27	Total	\$504,804		\$78,691	\$74,491	\$0	\$205,805	\$0	\$145,818	O K
28	Factor	1.000000		0.155883	0.147563	0.000000	0.407692	0.000000	0.288861	O K
29										
30	General Support Facilities	\$150,161	L25	\$23,408	\$22,158	\$0	\$61,219	\$0	\$43,376	O K
31	Central Office Equipment	320,539	13	78,691	74,491	0	107,559	0	59,798	O K
32	Info Orig./Term Eqpt.	0	14	0	0	0	0	0	0	O K
33	C&W Facilities	580,717	15	396,452	0	0	98,246	0	86,020	O K
34	Equal Access Investment	0	L177	0	0	0	0	0	0	O K
35										
36	Total	\$1,051,417		\$498,550	\$96,649	\$0	\$267,024	\$0	\$189,194	O K
37	Factor	1.000000		0.474170	0.091922	0.000000	0.253966	0.000000	0.179942	O K
38										
39	Sum Com Ln., Sw., Trans.	\$862,223	36	\$498,550	\$96,649	\$0	\$267,024	\$0	\$0	O K
40	Factor	1.000000		0.578215	0.112093	0.000000	0.399693	0.000000	0.000000	O K
41										
42	COE Cat. 2 Factor	1.000000	Direct	0.000000	0.000000	0.000000	1.000000	0.000000	0.000000	O K
43	IOT Cat. 1 Factor	1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O K
44										
45	Total TPIS	\$1,051,417	K26	\$498,550	\$96,649	\$0	\$267,024	\$0	\$189,194	O K
46	Factor	1.000000		0.474170	0.091922	0.000000	0.253966	0.000000	0.179942	O K

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***** FCC PART 69 ***** Apportionment Factors		Part 35 IntraLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
60 Interstate Equiv. Factor	0.000000	Direct	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
61 Wtd. Std. Work Seconds	1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
62										
63 "BIG THREE" Expenses	\$129,472	O171	\$31,467	\$7,428	\$73	\$56,419	\$16,967	\$17,118		O.K.
64 Factor	1.000000		0.243041	0.057370	0.000564	0.435760	0.131051	0.132218		
65										
66 Net Investment	\$405,925	J13	\$189,381	\$43,761	\$0	\$100,468	\$0	\$72,315		O.K.
67 Factor	1.000000		0.466543	0.107805	0.000000	0.247504	0.000000	0.178148		O.K.

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***** FCC PART 69 ***** Operating Expenses and Taxes	Part 36 IntraLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 PLANT SPEC. OPER. EXPENSE									
14									
15 Network Support, Alloc	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
16 Network Support, Direct	0	Direct	0	0	0	0	0	0	O.K.
17									
18 Total Network Support Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
19									
20 General Support, Alloc.	\$6,832	N30	\$1,065	\$1,008	\$0	\$2,786	\$0	\$1,974	O.K.
21 General Support, Direct	0	Direct	0	0	0	0	0	0	O.K.
22									
23 Total General Support Exp	\$6,832		\$1,065	\$1,008	\$0	\$2,786	\$0	\$1,974	O.K.
24									
25 Central Office Eq., Alloc	\$15,886	N31	\$3,900	\$3,692	\$0	\$5,331	\$0	\$2,964	O.K.
26 Central Office Eq., Direct	0	Direct	0	0	0	0	0	0	O.K.
27									
28 Total COE Exp.	\$15,886		\$3,900	\$3,692	\$0	\$5,331	\$0	\$2,964	O.K.
29									
30 Cust. Premises Equip	\$0	L76	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
31 Other IOT	0	N43	0	0	0	0	0	0	O.K.
32 IOT Direct	0	Direct	0	0	0	0	0	0	O.K.
33									
34 Total IOT Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
35									
36 Cable & Wire, Alloc	\$28,790	N33	\$19,655	\$0	\$0	\$4,871	\$0	\$4,265	O.K.
37 Cable & Wire, Direct	35,894	Direct	0	0	0	35,894	0	0	O.K.
38									
39 Total C&WF Exp	\$64,684		\$19,655	\$0	\$0	\$40,765	\$0	\$4,265	O.K.
40									
41 TOTAL PLT SPEC OPER EXP.	\$87,402		\$24,620	\$4,700	\$0	\$48,881	\$0	\$9,202	O.K.
42									
43 TOTAL PLT SPEC., ex SUPPORT	\$80,570		\$23,555	\$3,692	\$0	\$46,095	\$0	\$7,228	O.K.

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***** FCC PART 69 *****									
Operating Expenses and Taxes									
(A)	Part 36 IntraLATA Total (B)	Apportion (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)	
57	NON-SPECIFIC OPER EXP								
58									
59	Oth Pll and Equip , Alloc								
60	Oth Pll and Equip . Direct	\$0	N18	\$0	\$0	\$0	\$0	\$0	
61		0	Direct	0	0	0	0	0	\$0 OK
62	Total Oth Pll & Equip	0		0	0	0	0	0	\$0 OK
63		\$0		\$0	\$0	\$0	\$0	\$0	
64	Network Operations, Alloc								
65	Network Operations, Direct	\$8,632	N18	\$4,551	\$713	\$1,971	\$0	\$0	\$0 OK
66		0	Direct	0	0	0	0	0	\$1,397 OK
67	Total Network Oper Exp.	\$8,632		\$4,551	\$713	\$1,971	\$0	\$0	\$1,397 OK
68									
69	Total Access Expenses	\$0	Direct	\$0	\$0	\$1,971	\$0	\$1,397	\$0 OK
70									
71	Depr., Support Assets	\$11,907	L23	\$1,856	\$1,757	\$0	\$0	\$0	\$0 OK
72	Depr., COE Switching	7,552	L44	0	7,552	\$4,854	\$0	\$3,439	\$0 OK
73	Depr., COE Operator	0	L32	0	0	0	0	0	0 OK
74	Depr., COE Transmission	21,775	L68	6,964	0	0	0	0	0 OK
75	Depr., IOT Equipment	0	L78	0	0	9,519	0	0	0 OK
76	Depr., C&W Facilities	34,227	L117	23,366	0	0	0	5,292	0 OK
77	Depr., PHFU	0	L147	0	0	5,790	0	0	0 OK
78		0		0	0	0	0	5,070	0 OK
79	Total Depreciation Expense	\$75,460		\$32,186	\$9,309	\$20,163	\$0	\$13,801	\$0 OK
80									
81	Amort., Tangible Assets	\$0	L141	\$0	\$0	\$0	\$0	\$0	\$0 OK
82	Amort., Intangible Assets	0	L144	0	0	0	0	0	0 OK
83	Other Amortization	0	Direct	0	0	0	0	0	0 OK
84	Direct Assigned Amort	0	Direct	0	0	0	0	0	0 OK
85		0		0	0	0	0	0	0 OK
86	Total Amortization Exp	0		0	0	0	0	0	0 OK
87		\$0		\$0	\$0	\$0	\$0	\$0	
88	Total Depr and Amort	\$75,460		\$32,186	\$9,309	\$20,163	\$0	\$13,801	\$0 OK
89									
90	TOTAL NON-SPEC OPER EXP.	\$84,091		\$36,737	\$10,022	\$22,134	\$0	\$15,198	\$0 OK

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***** FCC PART 69 *****	Part 36		Common	Local	Information	Common	Billing and	Other	
Operating Expenses and Taxes	IntraLATA	Apportion	Line	Switching		Transport	Collection		
(A)	Total	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
104 CUSTOMER OPERATIONS EXPENSE:									
105									
106 Marketing, Allocable	\$4,842	N37	\$2,296	\$445	\$0	\$1,230	\$0	\$871	OK
107 Marketing, Direct	0	Direct	0	0	0	0	0	0	OK
108									
109 Total Marketing Expense	\$4,842		\$2,296	\$445	\$0	\$1,230	\$0	\$871	OK
110									
111 Operator Service, Alloc.	\$0	N61	\$0	\$0	\$0	\$0	\$0	\$0	OK
112 Operator Service, Direct	0	Direct	0	0	0	0	0	0	OK
113									
114 Total Operator Service	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
115									
116 Classified Directory	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	OK
117 Alphabetical Directory	73	(F)	0	0	73	0	0	0	OK
118 Foreign Directory	0	Direct	0	0	0	0	0	0	OK
119									
120 Total Directory	\$73		\$0	\$0	\$73	\$0	\$0	\$0	OK
121									
122 Bus. Ofc., EU Presubscription	0	N40	\$0	\$0	\$0	\$0	\$0	\$0	OK
123 Bus. Ofc., Reserved	0	(I)	0	0	0	0	0	0	OK
124 Bus. Ofc., EU Access PL & All Other	2,575	(H)	0	0	0	0	0	2,575	OK
125 Bus. Ofc., EU Message	9,294	(H)	0	0	0	0	9,294	0	OK
126 Bus. Ofc., EU Reserved	0	(I)	0	0	0	0	0	0	OK
127 Bus. Ofc., IX Special Access	0	(I)	0	0	0	0	0	0	OK
128 Bus. Ofc., IX Switched Access	0	N40	0	0	0	0	0	0	OK
129 Bus. Ofc., IX Billing and Collection	0	(H)	0	0	0	0	0	0	OK
130 Bus. Ofc., Coin Collection & Administ	0	(D)	0	0	0	0	0	0	OK
131 Bus. Ofc., Reserved	0	(I)	0	0	0	0	0	0	OK
132									
133 Total Business Office	\$11,869		\$0	\$0	\$0	\$0	\$9,294	\$2,575	OK
134									
135 Cust. Serv., Msg Process	\$5,793	(H)	0	0	0	0	5,793	0	OK
136 Cust. Serv., Other B&C	1,881	(H)	0	0	0	0	1,881	0	OK
137 Cust. Serv., CABS	8,980	N21	0	1,570	0	4,337	0	3,073	OK
138 Cust. Serv., EU Common Line	0	(H)	0	0	0	0	0	0	OK
139									
140 Total Customer Service	\$16,653		\$0	\$1,570	\$0	\$4,337	\$7,673	\$3,073	OK
141									
142 Total BO, CS, OS, Dir.	\$28,596		\$0	\$1,570	\$73	\$4,337	\$16,967	\$5,648	OK

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***** FCC PART 69 ***** InterLATA Investment Summary		Part 39 InterLATA Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13 Land and Support Assets	\$196	R25	\$45	\$43	\$0	\$108	\$0	\$0	\$0	OK
14										
15 Central Office Equipment	\$412	R70	\$126	\$119	\$0	\$167	\$0	\$0	\$0	OK
16 Info Term /Orig Equipment	0	R78	0	0	0	0	0	0	0	OK
17 Cable and Wire Facilities	765	R117	634	0	0	131	0	0	0	OK
18										
19 Total COE, IOT, C&WF	\$1,177		\$760	\$119	\$0	\$299	\$0	\$0	\$0	OK
20										
21 Total Tangible Assets	\$0	R141	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
22										
23 Total Tele Plt. ex Intang.	\$1,373		\$805	\$162	\$0	\$406	\$0	\$0	\$0	OK
24 Total Intangible Assets	0	R144	0	0	0	0	0	0	0	OK
25										
26 Total Plant in Service	\$1,373		\$805	\$162	\$0	\$406	\$0	\$0	\$0	OK
27 Total Plt. Held Future Use	0	R147	0	0	0	0	0	0	0	OK
28 Total ST PUC	0	R163	0	0	0	0	0	0	0	OK
29 Total LT PUC	20	R164	12	2	0	6	0	0	0	OK
30 Total Tel Plt. Adjust	0	R169	0	0	0	0	0	0	0	OK
31										
32 TOTAL TELEPHONE PLANT	\$1,393		\$817	\$164	\$0	\$412	\$0	\$0	\$0	OK
33										
34 less:										
35 Accum. Depr., Plt. in Serv.	880	S23	522	93	0	264	0	0	0	OK
36 Accum. Depr. PHFU	0	S27	0	0	0	0	0	0	0	OK
37 Accum. Amort. Tangible Plt.	0	S28	0	0	0	0	0	0	0	OK
38 Accum. Amort. Intangibles	0	S29	0	0	0	0	0	0	0	OK
39 Accum. Amort. Other	0	S30	0	0	0	0	0	0	0	OK
40 Accum. Def. Inc. Taxes, Net	19	S47	11	2	0	6	0	0	0	OK
41										
42 plus:										
43 Other Assets	0	Direct	0	0	0	0	0	0	0	OK
44										
45 NET TELEPHONE PLANT	\$495		\$284	\$69	\$0	\$142	\$0	\$0	\$0	OK
46 plus:										
47 Class B RTB Stock	0	R171	0	0	0	0	0	0	0	OK
48 Materials and Supplies	25	R173	15	3	0	7	0	0	0	OK
49 Cash Working Capital	14	R175	8	2	0	4	0	0	0	OK
50 Equal Access Investment	0	R177	0	0	0	0	0	0	0	OK
51										
52 NET INVESTMENT	\$534		\$307	\$73	\$0	\$154	\$0	\$0	\$0	OK
53										

KENNEBEC

***** FCC PART 69 ***** InterLATA Investment Detail	Part 36 InterLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 LAND AND SUPPORT ASSETS.									
14									
15 Land Assets, Message	\$3	T28	\$1	\$1	\$0	\$2	\$0	\$0	OK
16 Land Assets, Private Line	0	T28	0	0	0	0	0	0	OK
17									
18 Total Land Assets	\$3		\$1	\$1	\$0	\$2	\$0	\$0	OK
19									
20 Support Assets, Message	193	T28	\$45	\$42	\$0	\$106	\$0	\$0	OK
21 Support Assets, Private Line	0	T28	0	0	0	0	0	0	OK
22									
23 Total Support Assets	\$193		\$45	\$42	\$0	\$106	\$0	\$0	OK
24									
25 Total Land and Supp. Assets	\$196		\$45	\$43	\$0	\$108	\$0	\$0	OK
26									
27 CENTRAL OFFICE EQUIPMENT									
28									
29 Operator Sys., DA	\$0	(F)	\$0	\$0	\$0	\$0	\$0	\$0	OK
30 Operator Sys., Other	0	(I)	0	0	0	0	0	0	OK
31									
32 Total Operator Systems	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
33									
34 Tandem Switching	\$0	(G)	\$0	\$0	\$0	\$0	\$0	\$0	OK
35 Tandem Assigned	0	Direct	0	0	0	0	0	0	OK
36									
37 Total Tandem Switching	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
38									
39 Local Switching	\$119	(E)	\$0	\$119	\$0	\$0	\$0	\$0	OK
40 Local Assigned	0	Direct	0	0	0	0	0	0	OK
41									
42 Total Local Switching	\$119		\$0	\$119	\$0	\$0	\$0	\$0	OK
43									
44 Total Switching	\$119		\$0	\$119	\$0	\$0	\$0	\$0	OK

KENNEBEC

***** FCC PART 69 *****		Part 36	Source or	Common	Local	Information	Common	Billing and	Other	
InterLATA Investment		InterLATA	Apportion	Line	Switching		Transport	Collection		
Detail		Total								
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
58	COE Exch Trunk	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	OK
59	COE Exch Line - Message	126	(D)	126	0	0	0	0	0	OK
60	COE Exch Line - PL etc	0	(I)	0	0	0	0	0	0	OK
61	COE Exch Line - Assigned	0	Direct	0	0	0	0	0	0	OK
62	COE Interexchange, Message	152	(G)	0	0	0	152	0	0	OK
63	COE Interexchange, PL	0	(I)	0	0	0	0	0	0	OK
64	COE Interexchange, Assigned	0	(G)	0	0	0	0	0	0	OK
65	COE H/R Message	15	(G)	0	0	0	15	0	0	OK
66	COE H/R Assigned	0	Direct	0	0	0	0	0	0	OK
67										
68	Total COE Transmission	\$293		\$126	\$0	\$0	\$167	\$0	\$0	OK
69										
70	Total Central Office Equip.	\$412		\$126	\$119	\$0	\$167	\$0	\$0	OK
71										
72	IOT EQUIPMENT									
73										
74	Public Telephone	\$0	T43	\$0	\$0	\$0	\$0	\$0	\$0	OK
75	Coinless Pay Phone	0	(D)	0	0	0	0	0	0	OK
76	Customer Premises Equipment	0	T60	0	0	0	0	0	0	OK
77										
78	Total IOT Equipment	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
79										
80	CABLE AND WIRE FACILITIES									
81										
82	Exchange PL and WATS	\$0	(I)	\$0	\$0	\$0	\$0	\$0	\$0	OK
83	Exchange Message	634	(D)	634	0	0	0	0	0	OK
84	Exchange Assigned	0	Direct	0	0	0	0	0	0	OK
85										
86	Total Exchange Line C&WF	\$634		\$634	\$0	\$0	\$0	\$0	\$0	OK
87										
88	Exchange Trunk, Message	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	OK
89	Exchange Trunk, PL	0	Direct	0	0	0	0	0	0	OK
90										
91	Total Exchange Trunk C&WF	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
92										
93	Interexchange Message	\$49	(G)	\$0	\$0	\$0	\$49	\$0	\$0	OK
94	Interexchange PL, WATS	0	(I)	0	0	0	0	0	0	OK
95	Interexchange Assigned	0	(G)	0	0	0	0	0	0	OK
96										
97	Total Interexchange C&WF	\$49		\$0	\$0	\$0	\$49	\$0	\$0	OK

MEMBER

***** FCC PART 65 ***** InterLATA Investment Detail		Part 38 InterLATA Total	Source or Apportion	Common Line	Local Switching	Information	Common Transport	Siting and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
111	H/R C&WF, Message	\$83	(G)	\$0	\$0	\$0	\$83	\$0	\$0	OK
112	H/R C&WF, WATS	0	(I)	0	0	0	0	0	0	OK
113	H/R C&WF, Assigned	0	Direct	0	0	0	0	0	0	OK
114										
115	Total Host/Remote C&WF	\$83		\$0	\$0	\$0	\$83	\$0	\$0	OK
116										
117	Total Cable and Wire Facil	\$765		\$634	\$0	\$0	\$131	\$0	\$0	OK
118										
119	TANGIBLE ASSETS									
120										
121	Land and Support Leases	\$0	T28	\$0	\$0	\$0	\$0	\$0	\$0	OK
122										
123	COE Operator Leases	\$0	32	\$0	\$0	\$0	\$0	\$0	\$0	OK
124	COE Tandem Switching Leases	0	34	0	0	0	0	0	0	OK
125	COE Local Switching Leases	0	39	0	0	0	0	0	0	OK
126	COE Transmission Leases	0	68	0	0	0	0	0	0	OK
127										
128	Total COE Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
129										
130	IOT Equipment Leases	\$0	78	\$0	\$0	\$0	\$0	\$0	\$0	OK
131										
132	C&WF Leases	\$0	117	\$0	\$0	\$0	\$0	\$0	\$0	OK
133										
134	Total Capital Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
135										
136	Leasehold Impr , Alloc.	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	OK
137	Leasehold Impr , Direct	0	Direct	0	0	0	0	0	0	OK
138										
139	Total Leasehold Improvementsa	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
140										
141	Total Tangible Assets	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
142										
143										
144	TOTAL INTANGIBLE ASSETS	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	OK
145										
146										
147	PROPERTY HELD FOR FUTURE US	\$0	T46	\$0	\$0	\$0	\$0	\$0	\$0	OK

MEMORANDUM

ACCOUNT	PLANT UNDER CONSTRUCTION	TELEPHONE PLANT ADJUSTMENT	CLASS B RTB STOCK	MATERIALS AND SUPPLIES	CASH WORKING CAPITAL	EQUAL ACCESS INVESTMENT	Other		
(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)		
160	PLANT UNDER CONSTRUCTION								
162									
163	Short-term	\$6	T46	\$0	\$0	\$0	\$0	\$0	OK
164	Long-term	20	T46	12	2	0	6	0	OK
165									
166	Total Pft Under Const	\$26		\$12	\$2	\$0	\$6	\$0	OK
167									
168									
169	TELEPHONE PLANT ADJUSTMENT	\$0	T46	\$0	\$0	\$0	\$0	\$0	OK
170									
171	CLASS B RTB STOCK	\$0	T37	\$0	\$0	\$0	\$0	\$0	OK
172									
173	MATERIALS AND SUPPLIES	\$25	T37	\$15	\$3	\$0	\$7	\$0	OK
174									
175	CASH WORKING CAPITAL	\$14	T37	\$8	\$2	\$0	\$4	\$0	OK
176									
177	EQUAL ACCESS INVESTMENT	\$0	Direct	\$0	\$0	\$0	\$0	\$0	OK

REGULATORY

STATE OF CALIFORNIA

STATE OF CALIFORNIA

Account	Cost Area	Account	Capital Line	Local Switching	Transmission	System	Other	Other
140	140	140	140	140	140	140	140	140
13 ACCUM DEPRECIATION TPIS								
14								
15 Support Assets	\$112	T28	\$28	\$24	\$0	\$67	\$0	\$0 OK
16 COE Switching	0	R44	0	0	0	0	0	0 OK
17 COE Operator	0	R32	0	0	0	0	0	0 OK
18 COE Transmission	208	R68	89	0	0	0	0	0 OK
19 IOT Equipment	0	R78	0	0	0	119	0	0 OK
20 Cable and Wire Facilities	484	R117	407	0	0	84	0	0 OK
21 Other Plant	0	T37	0	0	0	0	0	0 OK
22								
23 Total Accum Depr. TPIS	\$880		\$522	\$93	\$0	\$264	\$0	\$0 OK
24								
25 ACCUM AMORTIZATION								
26								
27 Accum Depreciation, PHFU	0	T37	\$0	\$0	\$0	\$0	\$0	\$0 OK
28 Accum Amort. Tangible Inv	0	T37	0	0	0	0	0	0 OK
29 Accum Amort. Intang Inv	0	T37	0	0	0	0	0	0 OK
30 Accum Amort. Other	0	T37	0	0	0	0	0	0 OK
31								
32 Tot. Accum Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0 OK
33								
34 Total Accum Depr /Amort	\$880		\$522	\$93	\$0	\$264	\$0	\$0 OK
35								
36								
37 ACCUM DEF. INC. TAXES, NET								
38								
39 Support Assets	\$0	T28	\$0	\$0	\$0	\$0	\$0	\$0 OK
40 COE Switching	0	R44	0	0	0	0	0	0 OK
41 COE Operator	0	R32	0	0	0	0	0	0 OK
42 COE Transmission	0	R68	0	0	0	0	0	0 OK
43 IOT Equipment	0	R78	0	0	0	0	0	0 OK
44 Cable and Wire Fac	0	R117	0	0	0	0	0	0 OK
45 Unclassified	19	T37	11	2	0	6	0	0 OK
46								
47 Total Accum. Def. Inc. Taxes	\$19		\$11	\$2	\$0	\$6	\$0	\$0 OK

10/10/2000

Line	Description	Factor	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount	Status
13	Central Office Equipment		\$412	R70	\$126	\$119	\$0	\$167	\$0	\$0	OK
14	Info Orig/Term Eqpt		0	R78	0	0	0	0	0	0	OK
15	C&W Facilities		765	R117	634	0	0	131	0	0	OK
16											
17	Total		\$1,177		\$760	\$119	\$0	\$299	\$0	\$0	OK
18	Factor		1.000000		0.645267	0.101622	0.000000	0.253710	0.000000	0.000000	OK
19											
20	Sum Sw, Trans, Other		\$418	17	\$0	\$119	\$0	\$299	\$0	\$0	OK
21	Factor		1.000000		0.000000	0.284784	0.000000	0.715216	0.000000	0.000000	OK
22											
23	Central Office Equipment		\$412	R70	\$126	\$119	\$0	\$167	\$0	\$0	OK
24	Info Orig/Term Eqpt		0	R78	0	0	0	0	0	0	OK
25	C&W, Excl Exch Message		131	R117-83	0	0	0	131	0	0	OK
26											
27	Total		\$543		\$126	\$119	\$0	\$299	\$0	\$0	OK
28	Factor		1.000000		0.231513	0.218853	0.000000	0.549634	0.000000	0.000000	OK
29											
30	General Support Facilities		\$196	R25	\$45	\$43	\$0	\$108	\$0	\$0	OK
31	Central Office Equipment		412	13	126	119	0	167	0	0	OK
32	Info Orig./Term. Eqpt		0	14	0	0	0	0	0	0	OK
33	C&W Facilities		765	15	634	0	0	131	0	0	OK
34	Equal Access Investment		0	R177	0	0	0	0	0	0	OK
35											
36	Total		\$1,373		\$805	\$162	\$0	\$406	\$0	\$0	OK
37	Factor		1.000000		0.586176	0.117851	0.000000	0.295973	0.000000	0.000000	OK
38											
39	Sum: Com Ln., Sw., Trans		\$1,373	36	\$805	\$162	\$0	\$406	\$0	\$0	OK
40	Factor		1.000000		0.586176	0.117851	0.000000	0.295973	0.000000	0.000000	OK
41											
42	COE Cat. 2 Factor		1.000000	Direct	0.000000	0.000000	0.000000	1.000000	0.000000	0.000000	OK
43	IOT Cat. 1 Factor		1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	OK
44											
45	Total TPIS		\$1,373	Q26	\$805	\$162	\$0	\$406	\$0	\$0	OK
46	Factor		1.000000		0.586176	0.117851	0.000000	0.295973	0.000000	0.000000	OK

STATEMENT

Account	Account Description	Int'l. AFA Total	Source	Common Line	Local Switching	Interchanges	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)
60	Interstate Equip Factor	0 000000	Direct	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000
61	Wild Std Work Seconds	1 000000	Direct	1 000000	0 000000	0 000000	0 000000	0 000000	0 000000	0 000000
62										
63	"BIG THREE" Expenses	\$189	U171	\$51	\$14	\$0	\$92	\$27	\$4	0 000000
64	Factor	1 000000		0 271166	0 073267	0 000818	0 488119	0 143578	0 021807	0 000000
65										
66	Net Investment	534	P13	307	73	0	154	0	0	0 000000
67	Factor	1 000000		0 574373	0 137432	0 000000	0 288194	0 000000	0 000000	0 000000

PLANT SPEC OPER EXPENSE

PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE
Operating Expenses and Taxes	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE	PLANT SPEC OPER EXPENSE
000	000	000	000	000	000	000	000	000	000	000
13 PLANT SPEC OPER EXPENSE										
14										
15 Network Support, Alloc	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
16 Network Support, Direct	0	Direct	0	0	0	0	0	0	0	OK
17										
18 Total Network Support Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
19										
20 General Support, Alloc	\$9	T30	\$2	\$2	\$0	\$5	\$0	\$0	\$0	OK
21 General Support, Direct	0	Direct	0	0	0	0	0	0	0	OK
22										
23 Total General Support Exp	\$9		\$2	\$2	\$0	\$5	\$0	\$0	\$0	OK
24										
25 Central Office Eq , Alloc	\$20	T31	\$6	\$6	\$0	\$8	\$0	\$0	\$0	OK
26 Central Office Eq , Direct	0	Direct	0	0	0	0	0	0	0	OK
27										
28 Total COE Exp	\$20		\$6	\$6	\$0	\$8	\$0	\$0	\$0	OK
29										
30 Cust Premises Equip	\$0	R76	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
31 Other IOT	0	T43	0	0	0	0	0	0	0	OK
32 IOT Direct	0	Direct	0	0	0	0	0	0	0	OK
33										
34 Total IOT Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
35										
36 Cable & Wire, Alloc	\$38	T33	\$31	\$0	\$0	\$7	\$0	\$0	\$0	OK
37 Cable & Wire, Direct	57	Direct	0	0	0	57	0	0	0	OK
38										
39 Total C&WF Exp	\$95		\$31	\$0	\$0	\$64	\$0	\$0	\$0	OK
40										
41 TOTAL PLT. SPEC. OPER. EXP.	\$124		\$40	\$8	\$0	\$77	\$0	\$0	\$0	OK
42										
43 TOTAL PLT SPEC , ex SUPPORT	\$115		-\$38	\$6	\$0	\$72	\$0	\$0	\$0	OK

REVENUE

ACC PART	Part 01 OPER. EXP.	Appropriation	Common Use	Local District	Information	Intercept Transfer	Utility and Collection	Other	
	Total (B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
57	NON-SPECIFIC OPER. EXP.								
58									
59	OTH P&I and Equip. Alloc	\$0	T18	\$0	\$0	\$0	\$0	\$0	OK
60	OTH P&I and Equip. Direct	0	Direct	0	0	0	0	0	OK
61									
62	Total Oth P&I & Equip	\$0		\$0	\$0	\$0	\$0	\$0	OK
63									
64	Network Operations, Alloc	\$11	T18	\$7	\$1	\$0	\$0	\$0	OK
65	Network Operations, Direct	0	Direct	0	0	0	0	0	OK
66									
67	Total Network Oper. Exp	\$11		\$7	\$1	\$0	\$0	\$0	OK
68									
69	Total Access Expenses	\$0	Direct	\$0	\$0	\$0	\$0	\$0	OK
70									
71	Depr., Support Assets	\$16	R23	\$4	\$3	\$0	\$9	\$0	OK
72	Depr., COE Switching	12	R44	0	12	0	0	0	OK
73	Depr., COE Operator	0	R32	0	0	0	0	0	OK
74	Depr., COE Transmission	26	R68	11	0	0	15	0	OK
75	Depr., IOT Equipment	0	R78	0	0	0	0	0	OK
76	Depr., C&W Facilities	45	R117	37	0	0	8	0	OK
77	Depr., PHFU	0	R147	0	0	0	0	0	OK
78									
79	Total Depreciation Expense	\$99		\$52	\$15	\$0	\$31	\$0	OK
80									
81	Amort., Tangible Assets	\$0	R141	\$0	\$0	\$0	\$0	\$0	OK
82	Amort., Intangible Assets	0	R144	0	0	0	0	0	OK
83	Other Amortization	0	Direct	0	0	0	0	0	OK
84	Direct Assigned Amort.	0	Direct	0	0	0	0	0	OK
85									
86	Total Amortization Exp.	\$0		\$0	\$0	\$0	\$0	\$0	OK
87									
88	Total Depr. and Amort.	\$99		\$52	\$15	\$0	\$31	\$0	OK
89									
90	TOTAL NON-SPEC. OPER. EXP.	\$110		\$59	\$17	\$0	\$34	\$0	OK

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Operating Expenses and Taxes		Plan for 1988	Actual 1988	Change (A-B)	Local Operating	Telephone	Business Telephone	Printing and Copies	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)
104	CUSTOMER OPERATIONS EXPENSE									
105										
106	Marketing, Allocable	\$8	T37	\$5	\$1	\$0	\$2	\$0	\$0	OK
107	Marketing, Direct	0	Direct	0	0	0	0	0	0	OK
108										
109	Total Marketing Expense	\$8		\$5	\$1	\$0	\$2	\$0	\$0	OK
110										
111	Operator Service, Alloc	\$0	T61	\$0	\$0	\$0	\$0	\$0	\$0	OK
112	Operator Service, Direct	0	Direct	0	0	0	0	0	0	OK
113										
114	Total Operator Service	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
115										
116	Classified Directory	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	OK
117	Alphabetical Directory	0	(F)	0	0	0	0	0	0	OK
118	Foreign Directory	0	Direct	0	0	0	0	0	0	OK
119										
120	Total Directory	\$0		\$0	\$0	\$0	\$0	\$0	\$0	OK
121										
122	Bus. Ofc., EU Presubscription	0	T40	\$0	\$0	\$0	\$0	\$0	\$0	OK
123	Bus. Ofc., Reserved	0	(I)	0	0	0	0	0	0	OK
124	Bus. Ofc., EU Access PL & All Other	4	(H)	0	0	0	0	0	4	OK
125	Bus. Ofc., EU Message	15	(H)	0	0	0	0	15	0	OK
126	Bus. Ofc., EU Reserved	0	(I)	0	0	0	0	0	0	OK
127	Bus. Ofc., IX Special Access	0	(I)	0	0	0	0	0	0	OK
128	Bus. Ofc., IX Switched Access	0	T40	0	0	0	0	0	0	OK
129	Bus. Ofc., IX Billing and Collection	0	(H)	0	0	0	0	0	0	OK
130	Bus. Ofc., Coin Collection & Administ	0	(D)	0	0	0	0	0	0	OK
131	Bus. Ofc., Reserved	0	(I)	0	0	0	0	0	0	OK
132										
133	Total Business Office	\$19		\$0	\$0	\$0	\$0	\$15	\$4	OK
134										
135	Cust. Serv., Msg. Process	\$9	(H)	0	0	0	0	9	0	OK
136	Cust. Serv., Other B&C	3	(H)	0	0	0	0	3	0	OK
137	Cust. Serv., CABS	14	T21	0	4	0	10	0	0	OK
138	Cust. Serv., EU Common Line	0	(H)	0	0	0	0	0	0	OK
139										
140	Total Customer Service	\$27		\$0	\$4	\$0	\$10	\$12	\$0	OK
141										
142	Total BO, CS, OS, Dir	\$46		\$0	\$4	\$0	\$10	\$27	\$4	OK

REVENUES

***** FCC PART 99 ***** Operating Expenses and Taxes		Part 99 InterLATA Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
158 Other Cust Serv. Alloc	\$0	142	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
159 Other Cust Serv. Direct	0	Direct	0	0	0	0	0	0	0	OK
160										
161 Total Other Cust. Serv	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
162										
163 TOTAL CUSTOMER OPER EXP	\$53		\$5	\$5	\$0	\$13	\$27	\$4		OK
164										
165 "BIG-THREE" EXPENSES										
166										
167 Total PII Specific Exp	\$124	41	\$40	\$8	\$0	\$77	\$0	\$0	\$0	OK
168 Total PII Non-specific Exp.	11	62 + 67 + 69	7	1	0	3	0	0	0	OK
169 Total Customer Operations	53	163	5	5	0	13	27	4		OK
170										
171 TOTAL "BIG THREE" EXPENSES	\$189		\$51	\$14	\$0	\$92	\$27	\$4		OK
172										
173 CORPORATE OPERATIONS EXPENSE:										
174										
175 Exec. and Planning, Alloc.	\$65	T64	\$18	\$5	\$0	\$32	\$9	\$1		OK
176 Exec. and Planning, Direct	0	Direct	0	0	0	0	0	0	0	OK
177										
178 Total Exec. and Planning	\$65		\$18	\$5	\$0	\$32	\$9	\$1		OK
179										
180 Admin. & General, Allocable	\$76	T64	\$21	\$6	\$0	\$37	\$11	\$2		OK
181 Admin. & General, Direct	0	Direct	0	0	0	0	0	0	0	OK
182										
183 Total Admin. and Gen.	\$76		\$21	\$6	\$0	\$37	\$11	\$2		OK
184										
185 TOTAL CORPORATE OPERATIONS	\$141		\$38	\$10	\$0	\$69	\$20	\$3		OK
186										
187 NON-INCOME TAXES:										
188										
189 Non-income Taxes, Allocable	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
190 Non-income Taxes, Direct	0	Direct	0	0	0	0	0	0	0	OK
191										OK
192										
193 Total Non-income Taxes	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	OK
194										
195 TOTAL OPER. EXP AND TAXES	\$429		\$142	\$40	\$0	\$192	\$47	\$7		OK

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

COMPANY NAME

ADDRESS

PHONE NUMBER

REPORT PERIOD FROM TO, 1980

REPORT DATE

10-10-80

11:27 AM

NOTE: SEE SHEET 10 TO PART 38 ALLOCATION FACTORS

***** FCC PART 38 *****	TOTAL COMPANY	Source Allocator	Intrastate and Other	Intrastate				TOTAL INTRASTATE
				Message Telephone Service		Private Line		
				InterLATA	IntraLATA	InterLATA	IntraLATA	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
PLANT INVESTMENT DETAIL								
21 Land, Allocable	9,031	---	---	---	---	---	---	---
22 Land, Direct	0	---	---	---	---	---	---	---
23 Motor Vehicles	0	---	0	0	0	0	0	0
24 Aircraft	0	---	---	---	---	---	---	---
25 Special Purpose Vehicles	0	---	---	---	---	---	---	---
26 Garage Work Equipment	0	---	---	---	---	---	---	---
27 Other Work Equipment	0	---	---	---	---	---	---	---
28 Buildings, Allocable	590,495	---	---	---	---	---	---	---
29 Buildings, Direct	0	---	0	0	0	0	0	0
30 Furniture	0	---	---	---	---	---	---	0
31 Office Equipment	0	---	---	---	---	---	---	---
32 General Purpose Computers	0	---	---	---	---	---	---	---
33 CAT 1 Oper Sys , TSPS	0	---	---	---	---	---	---	---
34 CAT 1 Oper Sys , Other TSPS	0	---	---	---	---	---	---	---
35 CAT 1 Oper Sys , Aux Pos	0	---	---	---	---	---	---	---
36 CAT 1 Oper Sys , Other	0	---	0	0	0	0	0	0
37 CAT 2 Tandem Sw Allocable	0	---	---	---	---	---	---	0
38 CAT 2 Tandem Sw Direct	0	---	0	0	0	0	0	0
39 CAT 3 Local Sw Allocable	951,300	---	---	---	---	---	0	0
40 CAT 3 Local Sw Direct	0	---	0	0	0	0	0	0
41 CAT 4.12 Exchange Trunk	0	---	---	---	---	---	0	0
42 CAT 4.12 Exch Tr Direct	0	---	0	0	0	0	0	0
43 CAT 4.13 Exch Ln Msg , PL & WAT	333,971	---	---	---	---	---	0	0
44 Reserved	0	---	---	---	---	---	---	---
45 CAT 4.13 Direct	0	---	0	0	0	0	0	0
46 CAT 4.23 Message, PL & WATS	227,190	---	---	---	---	---	0	0
47 Reserved	0	---	---	---	---	---	---	---
48 CAT 4.23 Direct	0	---	0	0	0	0	0	0
49 CAT 4.3 H/R Message	26,155	---	---	---	---	---	0	0
50 CAT 4.3 WATS	0	---	0	0	0	0	0	0
51 CAT 4.3 Direct	0	---	0	0	0	0	0	0
52 CAT 1 Other IOT Equipment	0	---	---	---	---	---	0	0
53 CAT 1 Coinless Pay Phones	0	---	0	0	0	0	0	0

SOUTH SASKATCHEWAN TELECOMMUNICATIONS COMPANY LIMITED

REVENUE

ENDING DECEMBER 31, 2000

***** FCC PART 36 *****		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Revenues				TOTAL INTRASTATE
					Message Telephone Service		Private Line		
(A)	(B)	(C)	(D)	InterLATA	IntraLATA	InterLATA	IntraLATA	(I)	
70	CAT 2 CP Equipment	0	---	0	0	0	0	0	0
71	Reserved	0	---	---	---	---	---	---	---
72	Reserved	0	---	---	---	---	---	---	---
73	CAT 1 3 Joint Msg., Cat 1 1 & 1 2 PL	1,682,582	---	---	---	---	---	---	---
74	Other CAT 1 C&WF	0	---	0	0	0	0	0	0
75	CAT 2 C&WF	0	---	---	---	---	---	---	---
76	CAT 2 C&WF, Wideband	0	---	0	0	0	0	0	0
77	CAT 3 Joint Message & PLWATS	232,843	---	---	---	---	---	---	---
78	Reserved	0	---	---	---	---	---	---	---
79	CAT 3 Direct	0	---	0	0	0	0	0	0
80	CAT 4 Message	144,283	---	---	---	---	---	---	---
81	CAT 4 WATS	0	---	0	0	0	0	0	0
82	CAT 4 Direct	0	---	0	0	0	0	0	0
83	Allocable Support Leases	0	---	---	---	---	---	---	---
84	Direct Support Leases	0	---	0	0	0	0	0	0
85	COE Operator	0	---	---	---	---	---	---	---
86	COE Tandem Switch	0	---	---	---	---	---	---	---
87	COE Local Switch	0	---	---	---	---	---	---	---
88	COE Transmission	0	---	---	---	---	---	---	---
89	COE Direct	0	---	0	0	0	0	0	0
90	IOT Leases	0	---	0	0	0	0	0	0
91	C&WF Leases	0	---	0	0	0	0	0	0
92	Leasehold Imp. Land etc.	0	---	---	---	---	---	---	---
93	Leasehold Imp. COE Switching	0	---	---	---	---	---	---	---
94	Leasehold Imp. COE Operator	0	---	---	---	---	---	---	---
95	Leasehold Imp. COE Trans.	0	---	---	---	---	---	---	---
96	Leasehold Imp. IOT	0	---	0	0	0	0	0	0
97	Leasehold Imp. C&WF	0	---	0	0	0	0	0	0
98	Leasehold Imp. Other	0	---	0	0	0	0	0	0
99	Allocable Acct. No. 2690	0	---	---	---	---	---	---	---
100	Direct Acct. No. 2690	0	---	0	0	0	0	0	0
101	Materials and Supplies	68,012	---	---	---	---	---	---	---
102	RTB Stock	0	---	---	---	---	---	---	---
103	Tele. Plt. Adjust. - Alloc.	0	---	---	---	---	---	---	---
104	Tele. Plt. Adjust. - Direct	0	---	0	0	0	0	0	0
105	Other Assets, Net	0	---	0	0	0	0	0	0
106	Other Liab., Def. Cr., Net	0	---	0	0	0	0	0	0

STATE OF TEXAS PUBLIC UTILITIES COMMISSION

REGULATORY AND FINANCIAL ACCOUNTING SYSTEMS

INTRASTATE

***** FCC PART 36 *****	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service				Private Line		TOTAL INTRASTATE		
				InterLATA		IntraLATA		InterLATA	IntraLATA			
				(A)	(B)	(C)	(D)	(E)	(F)		(G)	(H)
123 TPUC -- Short Term, Alloc	0	---	---	---	---	---	---	---	---	---	---	---
124 TPUC -- Short Term, Direct	0	---	0	---	0	0	---	0	---	0	---	0
125 TPUC -- Long Term, Alloc	60,914	---	---	---	---	---	---	---	---	---	---	---
126 TPUC -- Long Term, Direct	0	---	0	---	0	0	---	0	---	0	---	0
127												
128 RESERVES AND DEFERRALS												
129 Acc Depr Support Assets	341,091	---	---	---	---	---	---	---	---	---	---	---
130 Acc Depr COE Switching	550,201	---	---	---	---	---	---	---	---	---	---	---
131 Acc Depr COE Operator	0	---	---	---	---	---	---	---	---	---	---	---
132 Acc Depr COE Transmission	417,316	---	---	---	---	---	---	---	---	---	---	---
133 Acc Depr IOT Equipment	0	---	---	---	---	---	---	---	---	---	---	---
134 Acc Depr Cable and Wire Facilities	1,321,644	---	---	---	---	---	---	---	---	---	---	---
135 Acc Depr Other Plant	0	---	0	---	0	0	---	0	---	0	---	0
136 Accum Amort, Tangible Inv	0	---	---	---	---	---	---	---	---	---	---	---
137 Accum Amort, Intang Inv	0	---	---	---	---	---	---	---	---	---	---	---
138 Accum Amort, Other	0	---	0	---	0	0	---	0	---	0	---	0
139 Acc Def IT Support Assets	0	---	---	---	---	---	---	---	---	---	---	---
140 Acc Def IT COE Switching	0	---	---	---	---	---	---	---	---	---	---	---
141 Acc Def IT COE Operator	0	---	---	---	---	---	---	---	---	---	---	---
142 Acc Def IT COE Trans	0	---	---	---	---	---	---	---	---	---	---	---
143 Acc Def IT IOT Equipment	0	---	---	---	---	---	---	---	---	---	---	---
144 Acc Def IT C&WF	0	---	---	---	---	---	---	---	---	---	---	---
145 Acc Def IT Unclassified	58,100	---	43,529	---	19	12,197	---	0	---	2,355	---	14,571
146												
147 OPERATING EXPENSES AND TAXES												
148 Network Support, Alloc	0	---	---	---	---	---	---	---	---	---	---	---
149 Network Support, Direct	0	---	0	---	0	0	---	0	---	0	---	0
150 General Support, Alloc	27,279	---	---	---	---	---	---	---	---	---	---	---
151 General Support, Direct	0	---	0	---	0	0	---	0	---	0	---	0
152 Central Office Eq, Alloc	76,252	---	---	---	---	---	---	---	---	---	---	---
153 Central Office Eq, Direct	0	---	0	---	0	0	---	0	---	0	---	0
154 Cust. Premises Equip.	0	---	---	---	---	---	---	---	---	---	---	---
155 Coinless Pay Phone Exp	0	---	---	---	---	---	---	---	---	---	---	---
156 Other IOT	0	---	---	---	---	---	---	---	---	---	---	---
157 IOT Direct	0	---	0	---	0	0	---	0	---	0	---	0
158 Cable & Wire, Alloc	102,115	---	---	---	---	---	---	---	---	---	---	---
159 Cable & Wire, Direct	60,312	---	24,361	---	57	35,894	---	0	---	0	---	35,951

SOUTH CAROLINA PUBLIC INFRASTRUCTURE ACCESS COST MODEL

GENERAL

PERIOD: DECEMBER 31, 2010

***** FCC PART 35 *****	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE	
				Message Telephone Service		Private Line			
				InterLATA	IntraLATA	InterLATA	IntraLATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
176 Oth Plt and Equip , Alloc	0	---	---	---	---	---	---	---	---
177 Oth Plt and Equip , Direct	0	---	---	0	0	0	0	0	0
178 Network Operations, Alloc	34,462	---	---	---	---	---	---	---	---
179 Network Operations, Direct	0	---	---	0	0	0	0	0	0
180 Total Access Expense	0	---	---	0	0	0	0	0	0
181 Depr , Support Assets	47,538	---	---	---	---	---	---	---	---
182 Depr , COE Switching	96,445	---	---	---	---	---	---	---	---
183 Depr , COE Operator	0	---	---	---	---	---	---	---	---
184 Depr , COE Transmission	51,976	---	---	---	---	---	---	---	---
185 Depr , IOT Equipment	0	---	---	---	---	---	---	---	---
186 Depr , C&W Facilities	121,396	---	---	---	---	---	---	---	---
187 Amort , Tangible Assets	0	---	---	---	---	---	---	---	---
188 Amort , Intangible Assets	0	---	---	---	---	---	---	---	---
189 Other Amortization	0	---	0	0	0	0	0	0	0
190 Direct Assigned Amort.	0	---	0	0	0	0	0	0	0
191 Marketing, Allocable	15,785	---	---	---	---	---	---	---	---
192 Marketing, Direct	0	---	0	0	0	0	0	0	0
193 Operator Service, Alloc.	3,315	---	---	---	---	---	---	---	---
194 Operator Service, Direct	0	---	0	0	0	0	0	0	0
195 Classified Directory	0	---	0	0	0	0	0	0	0
196 Alphabetical Directory	320	---	---	---	---	---	---	---	---
197 Foreign Directory	0	---	---	---	---	---	---	---	---
198 Bus Ofc , EU Presubscription	0	---	---	---	---	---	---	---	---
199 Bus Ofc , EU MTS & WATS	30,298	---	---	---	---	---	---	---	---
200 Bus Ofc , EU Access, P/L & all Othe	8,396	---	---	---	---	---	---	---	---
201 Bus Ofc , IXC Special Access	0	---	---	---	---	---	---	---	---
202 Bus Ofc , IXC Switched Access	0	---	---	---	---	---	---	---	---
203 Bus Ofc , IXC B & C Services	0	---	---	---	---	---	---	---	---
204 Coin Collect & Admin.	0	---	---	---	---	---	---	---	---
205 Cust Svc , Direct	0	---	0	0	0	0	0	0	0
206 Cust Serv , Msg Process	6,143	---	---	---	---	---	---	---	---
207 Cust Serv , Other B&C	5,651	---	---	---	---	---	---	---	---
208 Cust Serv , CABS	17,988	---	---	---	---	---	---	---	---
209 Cust Serv , EU Common Line	0	---	0	0	0	0	0	0	0
210 Other Cust. Serv , Alloc	0	---	---	---	---	---	---	---	---
211 Other Cust. Serv , Direct	60	---	60	0	0	0	0	0	0
212 Exec and Planning, Alloc	130,213	---	---	---	---	---	---	---	---
213 Exec and Planning, Direct	0	---	0	0	0	0	0	0	0

STATE OF TEXAS
 DEPARTMENT OF REVENUE
 TAX COLLECTOR

***** FOC PART 58 *****	TOTAL COMPANY	Special Allocator	Enterprise and Other	Message Response Service				TOTAL STATEMENT	
				Private Line		Private Line			
				Inter. ATA	Intra. ATA	Inter. ATA	Intra. ATA		
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
230 Admin & General, Allocable	152,556	---	---	---	---	---	---	---	---
231 Admin & General, Direct	57,045	---	47,712	---	0	19,333	0	0	19,333
232 Non-income Taxes, Allocable	0	---	---	---	---	---	---	---	---
233 Non-income Taxes, Direct	96	---	96	---	0	0	0	0	0
234									
235 OTHER INCOME STATEMENT									
236 State Income Tax Rate	0.00%	---	---	---	---	---	---	---	---
237 Federal Income Tax Rate	28.82%	---	---	---	---	---	---	---	---
238 Gross Receipts Tax Rate	3.00%	---	---	---	---	---	---	---	---
239 Rate of Return	10.00%	---	---	---	---	---	---	---	---
240 AFUDC	5.051	---	---	---	---	---	---	---	---
241 ITC Amortization	0	---	---	---	---	---	---	---	---
242 Other Return Adjustments	0	---	0	---	0	0	0	0	0
243 Contributions	380	---	---	---	---	---	---	---	---
244 Interest Expense	54,380	---	---	---	---	---	---	---	---
245 Capital Lease Expense	0	---	---	---	---	---	---	---	---
246 Capitalized Payroll taxes	0	---	---	---	---	---	---	---	---
247 Depreciation Adjustment	0	---	---	---	---	---	---	---	---
248 Other Income Adjustments	0	---	0	---	0	0	0	0	0
249 Uncollectibles	0	---	0	---	0	0	0	0	0
250 Other Revenue Adjustments	0	---	0	---	0	0	0	0	0
251 Other Revenue Taxes	0	---	0	---	0	0	0	0	0
252									

SOUTH DAKOTA PUBLIC UTILITIES ACCESS COST MODEL

MINUTE

ENDING DECEMBER 31, 2000

***** FCC PART 36 *****		TOTAL COMPANY	Source/ Allocator	Interstate		Intrastate		TOTAL INTRASTATE	
(A)	(B)			Other (D)	Private Line		Private Line		
					InterLATA (E)	IntraLATA (F)	InterLATA (G)		IntraLATA (H)
271 Working Loops	857	--	12	23	0	0	13	13	
272 Equivalent Interexchange Cct Miles	10,619	--	0	5,530	0	0	2,759	2,759	
273 Interexchange Circuit Terminations	220	--	0	12	0	0	53	53	

South Dakota Public Utilities Commission

State Capitol Building, 500 East Capitol Avenue, Pierre, South Dakota 57501-5070



MEMORANDUM

TO: Commissioners Burg and Nelson

FROM: Keith Senger 

RE: TC01-067 – Kennebec Telephone Company, Intrastate Switched Access Revenue Requirement

DATE: November 7, 2001

On June 20, 2001, Kennebec Telephone Company (Kennebec) filed an Intrastate Switched Access Cost Study pursuant to the administrative rules and based on the twelve months ended December 31, 2000. The cost study submitted by Kennebec developed a revenue requirement of \$245,941. Kennebec's access minutes of use for 2000 were 2,715,774. On June 29, 2001, Kennebec filed an amended Intrastate Switched Access Cost Study to adjust for expenses not properly accounted for in the original filing. This revised cost study increased the revenue requirement to \$295,440. Kennebec is a member of the Local Exchange Carrier Association (LECA). As a member of LECA, Kennebec's revenue requirement and intrastate switched access minutes of use are part of the total revenue requirement and total intrastate switched access minutes of use used in the determination of the Carrier Common Line, Local Switching, and Common Transport rate elements for LECA.

On June 21, 2001, the Commission electronically transmitted notice of the filing and the intervention deadline of July 6, 2001, to interested individuals and entities. No interventions were received by the Commission.

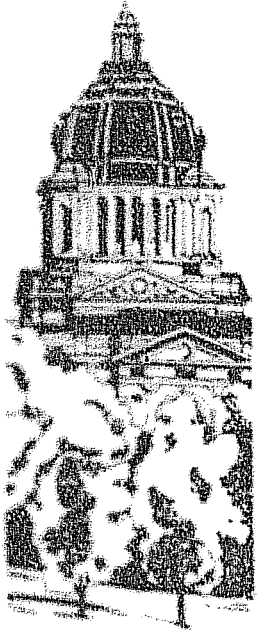
On July 27, 2001, the Commission ordered Kennebec to deposit an initial assessment of \$750 in the SDPUC regulatory fee fund and to deposit any additional amounts as required by the executive director. (Sue Cichos should be contacted with any questions regarding the assessments.)

Staff has reviewed the cost study and supporting documentation and sent four data requests. Kennebec responded to Staff data requests in a timely manner.

Staff recommends \$150 for dues, \$170 for listings and \$60 for food be removed from the study. This reduces the revenue requirement to \$295,296. Kennebec has agreed to this recommendation and has submitted a second revised cost study.

Staff recommends the Commission approve the adjusted revenue requirement of \$295,296 for Kennebec Telephone Company.

cc Wendel Aanerud, TELEC Consulting Resources Inc.



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TTY Through
Relay South Dakota
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Internet Website
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Jim Burg
Chairman
Pam Nelson
Vice Chairman

Debra Johnson
Executive Director

Marian Reed
Martin C. Hoffmann
Sue Cichos
Karen E. Christner
Christopher W. Downer
Lynn Karsman
Michael M. Farris
Marlene Frenschbach
Heather K. Foyner
Keith D. Frazier
Mark Gindberg
Lynn Heath
Mark Heath
Lisa Heath
Debra Johnson
Lynn Karsman
Heather K. Foyner
Heather Karsman
Marlene Frenschbach
Michael M. Farris
Keith Senger

**BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA**

IN THE MATTER OF THE ESTABLISHMENT) OF SWITCHED ACCESS REVENUE) REQUIREMENT FOR KENNEBEC TELEPHONE) COMPANY)	ORDER APPROVING REVENUE REQUIREMENT TC01-067
---	--

On June 20, 2001, Kennebec Telephone Company (Kennebec) filed for approval by the Public Utilities Commission (Commission) its 2000 Intrastate Switched Access Cost Study. On June 29, 2001 and November 7, 2001, Kennebec filed amended 2000 Intrastate Switched Access Cost Studies.

On June 21, 2001, the Commission electronically transmitted notice of the filing and the intervention deadline of July 6, 2001, to interested individuals and entities. On July 24, 2001, the Commission voted to assess a filing fee as requested by the Executive Director up to the statutory limit of \$100,000. Staff filed a memorandum on November 7, 2001, with the concurrence of the company, setting forth a recommended revenue requirement and minutes of use. The Commission considered this matter at its November 27, 2001, meeting.

The Commission has jurisdiction over this matter pursuant to SDCL 1-26-17.1, 49-1A-9, 49-31-12.4, 49-31-12.6, 49-31-18, 49-31-19 and ARSD 20:10:01:15.02, 20:10:01:15.05, 20:10:27:07 and 20:10:27:08. Upon review of Kennebec's filing, the Commission found that the revenue requirement and minutes of use as depicted in Staff's memorandum were fair and reasonable and should be approved. As the Commission's final decision in this matter, it is therefore

ORDERED, that Kennebec's revenue requirement and minutes of use are hereby approved as revised and shall be incorporated in the Local Exchange Carriers Association's determination of switched access rates. (See TC01-088.)

Dated at Pierre, South Dakota, this 5th day of December, 2001.

CERTIFICATE OF SERVICE	
The undersigned hereby certifies that this document has been served today upon all parties of record in this docket, as listed on the docket service list, by facsimile or by first class mail, in properly addressed envelopes, with charges prepaid thereon.	
By	<u><i>Alaine Kalko</i></u>
Date	<u>12/6/01</u>
(OFFICIAL SEAL)	

BY ORDER OF THE COMMISSION:

James A. Burg
JAMES A. BURG, Chairman

Pam Nelson
PAM NELSON, Commissioner