

TELEC CONSULTING RESOURCES INC.

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RECEIVED

AUG 26 2005

SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

August 24, 2005

233 South 13th Street, Suite 1225
Lincoln, NE 68508
402.441.4315
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Ms. Pam Bonrud, Executive Director
South Dakota Public Utilities Commission
Capitol Building, 1st Floor
500 East Capitol Avenue
Pierre, South Dakota 57501-5070

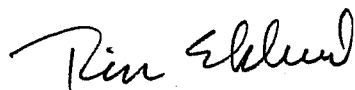
RE: Docket No. TC05-090, Midstate Communications, Inc.

Dear Ms. Bonrud:

On behalf of Midstate Communications, Inc. (the "Company"), we enclose five copies of the Company's 2004 intrastate switched access cost study and the Company's individual switched access rates developed in accordance with ARSD Chapters 20:10:27 to 20:10:29, inclusive. The enclosed cost study replaces the 2004 intrastate switched access cost study filed on June 29, 2005 due to LECA withdrawal of the application for waiver ARSD 20:10:27:14 (Docket No. TC05-073). The new study uses actual 2004 minutes of use. The Company is included in the Local Exchange Carriers ("LECA") consolidated tariff filing. Attachment A hereto is provided in lieu of tariff sheets.

If you should have any questions, please feel free to call us at (402) 398-0062.

Sincerely,



Tim Eklund
TELEC Consulting Resources, Inc.

Enclosures

cc: Mr. Mark Benton, Midstate Communications, Inc.

ATTACHMENT A

TARIFF SHEET

Midstate Communications, Inc. (the "Company") does not currently have its own tariff for switched access services. The Company 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 the Company 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

	<u>Carrier Common Line</u>	<u>Local Switching</u>	<u>Local Transport</u>
Originating RPM	\$0.125704	\$0.032013	\$0.035741
Terminating RPM	\$0.141246	\$0.035971	\$0.035741

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

By: 

Of: TELECOM Consulting Resources, Inc.

For: Midstate Communications, Inc.

Midstate Communications, Inc.

***** 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	\$5,813,300	J13	\$3,962,904	\$635,186	\$0	\$679,566	\$0	\$535,644	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	\$581,330		\$396,290	\$63,519	\$0	\$67,957	\$0	\$53,564	O.K.
19 Return Adjustments	(1,659)	J18-20	(1,019)	(272)	0	(221)	0	(148)	O.K.
20									
21 Net Return on Rate Base	\$579,671		\$395,272	\$63,247	\$0	\$67,736	\$0	\$53,417	O.K.
22 Income Taxes	0	J31-32	0	0	0	0	0	0	O.K.
23 Expenses and Other Taxes	1,373,477	J33-35, 40	726,841	207,922	14,601	231,571	27,760	164,782	O.K.
24									
25 Total IntraLATA Rev. Req.	\$1,953,148		\$1,122,113	\$271,169	\$14,601	\$299,306	\$27,760	\$218,199	O.K.
26	=====		=====	=====	=====	=====	=====	=====	
27									
28									
INTERLATA:									
30									
31 Net Investment	\$0	P13	\$0	\$0	\$0	\$0	\$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	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
35 Return Adjustments	0	P18-20	0	0	0	0	0	0	O.K.
36									
37 Net Return on Rate Base	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
38 Income Taxes	0	P31-32	0	0	0	0	0	0	O.K.
39 Expenses and Other Taxes	0	P33-35, 40	0	0	0	0	0	0	O.K.
40									
41 Total InterLATA Rev. Req.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
42	=====		=====	=====	=====	=====	=====	=====	
43									
44									
45 TOTAL INTRASTATE REV. REQ.	\$1,953,148		\$1,122,113	\$271,169	\$14,601	\$299,306	\$27,760	\$218,199	
	*****		*****	*****	*****	*****	*****	*****	
ACCESS ELEMENT MINUTES OF USE									
			8,374,214	8,374,214		8,374,214			
ACCESS RATE PER MINUTE									
	\$0.202119		\$0.133996	\$0.032381		\$0.035741			

Midstate Communications, Inc.

		Intrastate								
		Message Telephone Service				Private Line				
***** FCC PART 36 ***** Revenue Requirement Summary		TOTAL COMPANY	Source/ Allocator	Interstate and Other	InterLATA	IntraLATA	InterLATA	IntraLATA	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	0.00%	---	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
15	Gross Receipts Tax Rate	4.00%	---	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	
16										
17										
18	Net Investment	\$22,206,850	C68	\$16,393,550	\$0	\$5,317,599	\$0	\$495,701	\$5,813,300	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	\$2,220,685		\$1,639,355	\$0	\$531,760	\$0	\$49,570	\$581,330	O.K.
22										
23	AFUDC	(6,392)	H43	-4733.165333959	0	-1526.542823947	0	-132.2918420939	(1,659)	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	\$2,214,293		\$1,634,622	\$0	\$530,233	\$0	\$49,438	\$579,671	O.K.
28										
29	Contributions	0	H52	0	0	0	0	0	0	O.K.
30	Interest Expense	698,905	H44	515,908	0	167,375	0	15,622	182,997	O.K.
31	Capital Lease Expense	0	H46	0	0	0	0	0	0	O.K.
32	Capitalized Payroll taxes	0	H36	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	\$1,515,388		\$1,118,714	\$0	\$362,859	\$0	\$33,815	\$396,674	O.K.
37										
38	State Income Taxes	\$0	Formula	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
39	Federal Income Taxes	0	Formula	0	0	0	0	0	0	O.K.
40	Operating Expenses and Taxes	5,110,045	I196	3,814,693	0	1,205,897	0	89,455	1,295,352	O.K.
41	Uncollectibles	0	V249	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	\$7,324,338		\$5,449,315	\$0	\$1,736,130	\$0	\$138,893	\$1,875,023	O.K.
45	Gross Receipts Taxes	305,181	Formula	227,055	0	72,339	0	5,787	78,126	O.K.
46	Other Revenue Taxes	0	V251	0	0	0	0	0	0	O.K.
47										
	TOTAL REVENUE REQUIREMENT	\$7,629,519		\$5,676,370	\$0	\$1,808,469	\$0	\$144,680	\$1,953,149	O.K.

Midstate Communications, Inc.

***** FCC PART 36 ***** Investment Summary		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	Land and Support Investment	\$3,890,198	D33	\$2,880,624	\$0	\$929,060	\$0	\$80,513	\$1,009,574	O.K.
14										
15	COE Operator Equipment	\$0	D43	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
16	COE Switching Equipment	7,933,598	D68	6,101,705	0	1,831,893	0	0	1,831,893	O.K.
17	COE Transmission Equipment	5,881,794	D85	4,216,811	0	1,437,293	0	227,690	1,664,983	O.K.
18										
19	Total COE	\$13,815,392		\$10,318,516	\$0	\$3,269,186	\$0	\$227,690	\$3,496,876	O.K.
20	Info. Orig./Term. Equipment	0	D94	0	0	0	0	0	0	O.K.
21	Cable and Wire Facilities	23,319,283	D137	17,179,068	0	5,599,348	0	540,867	6,140,215	O.K.
22										
23	Total COE, IOT, C&WF	\$37,134,675		\$27,497,584	\$0	\$8,868,534	\$0	\$768,557	\$9,637,091	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	\$41,024,873		\$30,378,208	\$0	\$9,797,595	\$0	\$849,070	\$10,646,665	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	17,056	D218-219	12,630	0	4,073	0	353	4,426	O.K.
37	Tel. Plt. Adjustment	0	D220-221	0	0	0	0	0	0	O.K.
38										
39	Total Other Tel. Plt.	\$17,056		\$12,630	\$0	\$4,073	\$0	\$353	\$4,426	O.K.
40										
41										
42	TOTAL TELEPHONE PLANT	\$41,041,929		\$30,390,838	\$0	\$9,801,668	\$0	\$849,423	\$10,651,091	O.K.

Midstate Communications, Inc.

***** 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	O.K.	
57	Accumulated Depr./Amort	(19,064,792)	E34	(14,167,991)	0	(4,538,578)	0	(358,223)	(4,896,801)	O.K.
58	Accum. Def. Inc. Taxes, Net	(30,004)	E47	(22,217)	0	(7,166)	0	(621)	(7,787)	O.K.
59	Oth. Liab. & Def. Cr., Net	0	V106	0	0	0	0	0	0	O.K.
60										
61	TOTAL NET PLANT	\$21,947,133		\$16,200,630	\$0	\$5,255,925	\$0	\$490,579	\$5,746,503	O.K.
62										
63	Materials and Supplies	129,271	H31	95,233	0	31,040	0	2,998	34,038	O.K.
64	Rural Tel. Bank Stock	0	H35	0	0	0	0	0	0	O.K.
65	Cash Working Capital	130,446	Formula	97,688	0	30,634	0	2,124	32,758	O.K.
66	Equal Access Investment	0	—	0	0	0	0	0	0	O.K.
67										
68	TOTAL NET INVESTMENT	\$22,206,850		\$16,393,550	\$0	\$5,317,599	\$0	\$495,701	\$5,813,300	O.K.
69										

Midstate Communications, Inc.

***** 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)		
13	LAND AND SUPPORT ASSETS:									
14										
15	Land, Allocable	\$26,962	H33	\$19,965	\$0	\$6,439	\$0	\$558	\$6,997	O.K.
16	Land, Direct	0	V22	0	0	0	0	0	0	O.K.
17										
18	Total Land	\$26,962		\$19,965	\$0	\$6,439	\$0	\$558	\$6,997	O.K.
19										
20	Motor Vehicles	\$374,452	H33	\$277,275	\$0	\$89,427	\$0	\$7,750	\$97,177	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	573,927	H33	424,983	0	137,066	0	11,878	148,944	O.K.
25	Buildings, Allocable	1,873,494	H33	1,387,290	0	447,429	0	38,775	486,204	O.K.
26	Buildings, Direct	0	V29	0	0	0	0	0	0	O.K.
27	Furniture	160,822	H33	119,086	0	38,408	0	3,328	41,736	O.K.
28	Office Equipment	20,510	H33	15,187	0	4,898	0	424	5,323	O.K.
29	General Purpose Computers	860,031	H33	636,838	0	205,393	0	17,800	223,193	O.K.
30										
31	Total Support Assets	\$3,863,236		\$2,860,659	\$0	\$922,621	\$0	\$79,955	\$1,002,577	O.K.
32										
33	Tot. Land and Support Assets	\$3,890,198		\$2,880,624	\$0	\$929,060	\$0	\$80,513	\$1,009,574	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	\$1,752,981	G26	\$1,333,198	\$0	\$419,783	\$0	\$0	\$419,783	O.K.
47	CAT 2 Tandem Sw. Direct	0	V38	0	0	0	0	0	0	O.K.
48										
49	Total CAT 2	\$1,752,981		\$1,333,198	\$0	\$419,783	\$0	\$0	\$419,783	O.K.

Midstate Communications, Inc.

				Intrastate					
				Message Telephone Service		Private Line		TOTAL	
***** FCC PART 36 ***** Plant Investment Detail				InterLATA	IntraLATA	InterLATA	IntraLATA	INTRASTATE	
(A)	TOTAL COMPANY	Source/ Allocator	Interstate and Other	(E)	(F)	(G)	(H)	(I)	
CAT 3 Local Sw. Allocable	\$6,180,617	G15	\$4,768,507	\$0	\$1,412,110	\$0	\$0	\$1,412,110	O.K.
CAT 3 Local Sw. Direct	0	V40	0	0	0	0	0	0	O.K.
Total CAT 3	\$6,180,617		\$4,768,507	\$0	\$1,412,110	\$0	\$0	\$1,412,110	O.K.
Total COE Sw. CAT 2&3	\$7,933,598		\$6,101,705	\$0	\$1,831,893	\$0	\$0	\$1,831,893	O.K.
COE TRANSMISSION:									
CAT 4.12 Exchange Trunk	\$235,053	123	\$235,053	\$0	\$0	\$0	\$0	\$0	O.K.
CAT 4.12 Exch. Tr. Direct	0	V42	0	0	0	0	0	0	O.K.
CAT 4.13 Exch. Ln. Message	3,929,549	G13	2,947,162	0	982,387	0	0	982,387	O.K.
CAT 4.13 PL, WATS, Local	125,212	F18	73,176	0	0	0	52,036	52,036	O.K.
CAT 4.13 Direct	85,180	V45	85,180	0	0	0	0	0	O.K.
CAT 4.23 Message	1,273,790	G18	818,884	0	454,906	0	0	454,906	O.K.
CAT 4.23 PL, WATS	233,010	F24	57,356	0	0	0	175,654	175,654	O.K.
CAT 4.23 Direct	0	V48	0	0	0	0	0	0	O.K.
CAT 4.3 H/R Message	0	G29	0	0	0	0	0	0	O.K.
CAT 4.3 WATS	0	V50	0	0	0	0	0	0	O.K.
CAT 4.3 Direct	0	V51	0	0	0	0	0	0	O.K.
Total COE CAT 4	\$5,881,794		\$4,216,811	\$0	\$1,437,293	\$0	\$227,690	\$1,664,983	O.K.
INFORMATION ORIGINATION/TERMINATION:									
CAT 1 Other IOT Equipment	\$0	G13	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
CAT 1 Coinless Pay Phones	0	G18	0	0	0	0	0	0	O.K.
CAT 2 CP Equipment	0	V70	0	0	0	0	0	0	O.K.
Total IOT Equipment	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.

Intrastate

teleecs.wk4

Midstate Communications, Inc.

				Intrastate					
				Message Telephone Service		Private Line		TOTAL	
***** FCC PART 36 ***** Plant Investment Detail	TOTAL COMPANY	Source/ Allocator	Interstate and Other	InterLATA	IntraLATA	InterLATA	IntraLATA	INTRASTATE	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
160									
161 COE Operator	\$0	H16	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
162 COE Tandem Switch	0	H17	0	0	0	0	0	0	O.K.
163 COE Local Switch	0	H18	0	0	0	0	0	0	O.K.
164 COE Transmission	0	H20	0	0	0	0	0	0	O.K.
165 COE Direct	0	V89	0	0	0	0	0	0	O.K.
166									
167 Total COE Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
168									
169 IOT Leases	\$0	V90	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
170									
171 C&WF Leases	\$0	V91	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
172									
173 TOTAL CAPITAL LEASES	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
174	=====		=====	=====	=====	=====	=====	=====	
175									
176 LEASEHOLD IMPROVEMENTS:									
177									
178 Land and Support Assets	\$0	H14	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
179 COE Switching	0	H18	0	0	0	0	0	0	O.K.
180 COE Operator	0	H16	0	0	0	0	0	0	O.K.
181 COE Transmission	0	H20	0	0	0	0	0	0	O.K.
182 IOT	0	V96	0	0	0	0	0	0	O.K.
183 C&WF	0	V97	0	0	0	0	0	0	O.K.
184 Other	0	V98	0	0	0	0	0	0	O.K.
185									
186 TOTAL LEASEHOLD IMPROVEMEN	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
187	=====		=====	=====	=====	=====	=====	=====	
188									
189 TPIS, EXCL. ACCT. No. 2690	\$41,024,873		\$30,378,208	\$0	\$9,797,595	\$0	\$849,070	\$10,646,665	O.K.

Midstate Communications, Inc.

		Intrastate								
		Message Telephone Service				Private Line				
***** FCC PART 36 ***** Plant Investment Detail		TOTAL COMPANY	Source/ Allocator	Interstate and Other	InterLATA	IntraLATA	InterLATA	IntraLATA	TOTAL INTRASTATE	
(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	O.K.
207	Direct Acct. No. 2690	0	V100	0	0	0	0	0	0	O.K.
208										
209	Total Intangible Assets	\$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	O.K.
215	Held for Fut. Use - Direct	0	---	0	0	0	0	0	0	O.K.
216	TPUC, Short-term - Alloc.	0	H35	0	0	0	0	0	0	O.K.
217	TPUC, Short-term - Direct	0	V124	0	0	0	0	0	0	O.K.
218	TPUC, Long-term - Alloc.	17,056	H35	12,630	0	4,073	0	353	4,426	O.K.
219	TPUC, Long-term - Direct	0	V126	0	0	0	0	0	0	O.K.
220	Tele. Plt. Adjust. - Alloc.	0	H35	0	0	0	0	0	0	O.K.
221	Tele. Plt. Adjust. - Direct	0	V104	0	0	0	0	0	0	O.K.
222										
223	Total Other Telephone Plant	\$17,056		\$12,630	\$0	\$4,073	\$0	\$353	\$4,426	O.K.

Midstate Communications, Inc.

				Intrastate					
				Message Telephone Service		Private Line		TOTAL	
***** FCC PART 36 ***** Reserves and Deferrals	TOTAL COMPANY	Source/ Allocator	Interstate and Other	InterLATA	IntraLATA	InterLATA	IntraLATA	INTRASTATE	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 ACCUM. DEPRECIATION, TPIS:									
14									
15 Support Assets	\$2,358,465	H13	\$1,746,402	\$0	\$563,251	\$0	\$48,812	\$612,063	O.K.
16 COE Switching	5,154,631	H19	3,964,410	0	1,190,221	0	0	1,190,221	O.K.
17 COE Operator	0	H16	0	0	0	0	0	0	O.K.
18 COE Transmission	2,673,316	H20	1,916,570	0	653,260	0	103,487	756,746	O.K.
19 IOT Equipment	0	H25	0	0	0	0	0	0	O.K.
20 Cable and Wire Facilities	8,878,380	H31	6,540,608	0	2,131,847	0	205,925	2,337,772	O.K.
21 Other Plant	0	V135	0	0	0	0	0	0	O.K.
22									
23 Total Accum. Depr., TPIS	\$19,064,792		\$14,167,991	\$0	\$4,538,578	\$0	\$358,223	\$4,896,801	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.	\$19,064,792		\$14,167,991	\$0	\$4,538,578	\$0	\$358,223	\$4,896,801	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	30,004	V145	22,217	0	7,166	0	621	7,787	O.K.
46									
47 Total Accum. Def. Inc. Taxes	\$30,004		\$22,217	\$0	\$7,166	\$0	\$621	\$7,787	O.K.

***** FCC PART 36 *****
Functional Distribution
of Selected Investments

	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13	TRANS. CCT EQUIPMENT:									
14										
15	Working Loops	4,987	4,833	26	0	0	64	0	64	O.K.
16	Avg. Cost per Loop	813.07	813.07	813.07	813.07	813.07	813.07	813.07	813.07	
17										
18	CAT 4.13 Exch Ln. Invest.	\$4,054,761	\$3,929,549	\$21,140	\$0	\$0	\$52,036	\$0	\$52,036	
19										
20										
21	Circuit Terminations	1,261	1,066	48	0	0	147	0	0	O.K.
22	Avg. Cost per Termination	1,194.92	1,194.92	1,194.92	1,194.92	1,194.92	1,194.92	1,194.92	1,194.92	
23										
24	CAT 4.23 Other IX	\$1,506,800	\$1,273,790	\$57,356	\$0	\$0	\$175,654	\$0	\$0	
25										
26										
27	C&WF INVESTMENT:									
28										
29	Working Loops	4,987	4,833	26	0	0	64	0	64	
30	Loops Factor	1.000000	0.969120	0.005214	0.000000	0.000000	0.012833	0.000000	0.012833	
31	CAT 1 Exchange C&WF	\$21,978,063	\$21,299,374	\$114,584	\$0	\$0	\$282,053	\$0	\$282,053	O.K.
32										
33										
34	Equivalent IX Circuit Miles	77,666	52,796	7,027	0	0	17,843	0	0	O.K.
35	IX Cct. Miles Factor	1.000000	0.679783	0.090477	0.000000	0.000000	0.229740	0.000000	0.000000	
36	CAT 3 Interexch. C&WF	\$1,126,551	\$765,810	\$101,927	\$0	\$0	\$258,814	\$0	\$0	

Midstate Communications, Inc.

		Intrastate								
		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service		Private Line		TOTAL INTRASTATE	
					InterLATA	IntraLATA	InterLATA	IntraLATA		
***** FCC PART 36 ***** Physical Allocation Factors		(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13	Subscriber Plant Fact. (SPF)	1.000000	SPF	0.750000	0.000000	0.250000	0.000000	0.000000	0.250000	O.K.
14										
15	Dial Equipment Minutes (DEM)	1.000000	DEM	0.771526	0.000000	0.228474	0.000000	0.000000	0.228474	O.K.
16										
17	Conversation Minute-Miles	1.000000	CMM	0.641550	0.000000	0.358450	0.000000	0.000000	0.358450	O.K.
18	Conversation Minutes	1.000000	CM	0.642872	0.000000	0.357128	0.000000	0.000000	0.357128	O.K.
19	Subscriber Minutes (SLU)	1.000000	SLU	0.885763	0.000000	0.114237	0.000000	0.000000	0.114237	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.	0.000000	WSC	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
25										
26	COE CAT 2 Minutes	1.000000	CT2	0.760532	0.000000	0.239468	0.000000	0.000000	0.239468	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	0.000000	HRM	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	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	0.825903	0.000000	0.168230	0.000000	0.005867	0.174097	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	0.825903	0.000000	0.168230	0.000000	0.005867	0.174097	O.K.
38	EU Access, P/L and All Other Factor	1.000000	EPLO	0.825903	0.000000	0.168230	0.000000	0.005867	0.174097	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	0.216155	0.000000	0.783845	0.000000	0.000000	0.783845	O.K.
44	Relative Users Percent	1.000000	RUP	0.666667	0.000000	0.333333	0.000000	0.000000	0.333333	O.K.
45	CABS Percent	1.000000	CAB	0.500000	0.000000	0.500000	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.

Midstate Communications, Inc.

				Intrastate							
				Message Telephone Service		Private Line					
***** FCC PART 36 ***** Internal Allocation Factors				TOTAL COMPANY	Source/ Allocator	Interstate and Other	InterLATA	IntraLATA	InterLATA	IntraLATA	TOTAL INTRASTATE
(A)				(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
13	Support Assets	1.000000	D31	0.740483	0.000000	0.238821	0.000000	0.020696	0.259517	O.K.	
14	Land and Support Assets	1.000000	D33	0.740483	0.000000	0.238821	0.000000	0.020696	0.259517	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	1.000000	D49	0.760532	0.000000	0.239468	0.000000	0.000000	0.239468	O.K.	
18	COE Local Switching	1.000000	D66	0.771526	0.000000	0.228474	0.000000	0.000000	0.228474	O.K.	
19	COE Total Switching	1.000000	D68	0.769097	0.000000	0.230903	0.000000	0.000000	0.230903	O.K.	
20	COE Transmission	1.000000	D85	0.716926	0.000000	0.244363	0.000000	0.038711	0.283074	O.K.	
21	Total COE	1.000000	C19	0.746885	0.000000	0.236634	0.000000	0.016481	0.253115	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	0.744887	0.000000	0.242280	0.000000	0.012833	0.255113	O.K.	
28	C&WF CAT 2	1.000000	D120	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.	
29	C&WF CAT 3	1.000000	D129	0.526592	0.000000	0.243668	0.000000	0.229740	0.473408	O.K.	
30	C&WF CAT 4	0.000000	D135	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.	
31	Total C&WF	1.000000	D137	0.736689	0.000000	0.240117	0.000000	0.023194	0.263311	O.K.	
32											
33	Total Equipment	1.000000	C23	0.740483	0.000000	0.238821	0.000000	0.020696	0.259517	O.K.	
34											
35	TPIS	1.000000	C32	0.740483	0.000000	0.238821	0.000000	0.020696	0.259517	O.K.	
36	TPIS, excl. Acct. No. 2690	1.000000	D189	0.740483	0.000000	0.238821	0.000000	0.020696	0.259517	O.K.	
37											
38	Plt. 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	C36	0.740483	0.000000	0.238821	0.000000	0.020696	0.259517	O.K.	
44	Net Telephone Plant	1.000000	C61	0.738166	0.000000	0.239481	0.000000	0.022353	0.261834	O.K.	
45	Total Net Investment	1.000000	C68	0.738220	0.000000	0.239458	0.000000	0.022322	0.261780	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	0.768950	0.000000	0.226800	0.000000	0.004250	0.231050	O.K.	
49											
50	Total "BIG THREE" Expenses	1.000000	I170	0.750592	0.000000	0.234145	0.000000	0.015263	0.249408	O.K.	
51											
52	Corporate Operations Expense	1.000000	I185	0.715301	0.000000	0.270154	0.000000	0.014545	0.284699	O.K.	

Midstate Communications, Inc.

				Intrastate					
				Message Telephone Service		Private Line			
***** FCC PART 36 ***** Operating Expenses and Taxes	TOTAL COMPANY	Source/ Allocator	Interstate and Other	InterLATA	IntraLATA	InterLATA	IntraLATA	TOTAL INTRASTATE	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
13 PLANT SPEC. OPER. EXPENSE:									
14									
15 Network Support, Alloc.	\$267	H14	\$198	\$0	\$64	\$0	\$6	\$69	O.K.
16 Network Support, Direct	0	V149	0	0	0	0	0	0	O.K.
17									
18 Total Network Support Exp.	\$267		\$198	\$0	\$64	\$0	\$6	\$69	O.K.
19									
20 General Support, Alloc.	\$75,835	H14	\$56,155	\$0	\$18,111	\$0	\$1,570	\$19,680	O.K.
21 General Support, Direct	0	V151	0	0	0	0	0	0	O.K.
22									
23 Total General Support Exp.	\$75,835		\$56,155	\$0	\$18,111	\$0	\$1,570	\$19,680	O.K.
24									
25 Central Office Eq., Alloc.	\$174,192	H21	\$130,101	\$0	\$41,220	\$0	\$2,871	\$44,091	O.K.
26 Central Office Eq., Direct	0	V153	0	0	0	0	0	0	O.K.
27									
28 Total COE Exp.	\$174,192		\$130,101	\$0	\$41,220	\$0	\$2,871	\$44,091	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.	\$808,059	H31	\$595,288	\$0	\$194,028	\$0	\$18,742	\$212,771	O.K.
38 Cable & Wire, Direct	109,824	V159	70,603	0	39,221	0	0	39,221	O.K.
39									
40 Total C&WF Exp.	\$917,883		\$665,891	\$0	\$233,250	\$0	\$18,742	\$251,992	O.K.
41									
42 TOTAL PLT. SPEC. OPER. EXP.	\$1,168,177		\$852,345	\$0	\$292,644	\$0	\$23,188	\$315,832	O.K.
43									
44 TOTAL PLT. SPEC., ex SUPPORT	\$1,092,075		\$795,993	\$0	\$274,469	\$0	\$21,613	\$296,082	O.K.

Midstate Communications, Inc.

				Intrastate					
				Message Telephone Service		Private Line			
***** FCC PART 36 ***** Operating Expenses and Taxes	TOTAL COMPANY	Source/ Allocator	Interstate and Other	InterLATA	IntraLATA	InterLATA	IntraLATA	TOTAL INTRASTATE	
(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	O.K.
61 Oth. Plt. and Equip., Direct	0	V177	0	0	0	0	0	0	O.K.
62									
63 Total Oth. Plt. & Equip.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
64									
65 Network Operations, Alloc.	\$75,973	H33	\$56,257	\$0	\$18,144	\$0	\$1,572	\$19,716	O.K.
66 Network Operations, Direct	0	V179	0	0	0	0	0	0	O.K.
67									
68 Total Network Oper. Exp.	\$75,973		\$56,257	\$0	\$18,144	\$0	\$1,572	\$19,716	O.K.
69									
70 Total Access Expenses	\$108,474	V180	\$108,474	\$0	\$0	\$0	\$0	\$0	O.K.
71									
72 Depr., Support Assets	\$288,873	H13	\$213,905	\$0	\$68,989	\$0	\$5,979	\$74,968	O.K.
73 Depr., COE Switching	689,504	H19	530,295	0	159,209	0	0	159,209	O.K.
74 Depr., COE Operator	0	H16	0	0	0	0	0	0	O.K.
75 Depr., COE Transmission	582,708	H20	417,758	0	142,392	0	22,557	164,950	O.K.
76 Depr., IOT Equipment	0	H25	0	0	0	0	0	0	O.K.
77 Depr., C&W Facilities	1,071,384	H31	789,277	0	257,257	0	24,850	282,107	O.K.
78 Depr., PHFU	0	H38	0	0	0	0	0	0	O.K.
79									
80 Total Depreciation Expense	\$2,632,469		\$1,951,236	\$0	\$627,847	\$0	\$53,386	\$681,233	O.K.
81									
82 Amort., Tangible Assets	\$0	H40	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
83 Amort., Intangible Assets	0	H41	0	0	0	0	0	0	O.K.
84 Other Amortization	0	V189	0	0	0	0	0	0	O.K.
85 Direct Assigned Amort.	0	V190	0	0	0	0	0	0	O.K.
86									
87 Total Amortization Exp.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
88									
89 Total Depr. and Amort.	\$2,632,469		\$1,951,236	\$0	\$627,847	\$0	\$53,386	\$681,233	O.K.
90									
91 TOTAL NON-SPEC. OPER. EXP.	\$2,816,916		\$2,115,967	\$0	\$645,991	\$0	\$54,958	\$700,949	O.K.

Midstate Communications, Inc.

				Intrastate					
***** FCC PART 36 ***** Operating Expenses and Taxes	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)	(I)	
105 CUSTOMER OPERATIONS EXPENSE:									
106									
107 Marketing, Allocable	\$101,093	G35	\$83,493	\$0	\$17,007	\$0	\$593	\$17,600	O.K.
108 Marketing, Direct	0	V192	0	0	0	0	0	0	O.K.
109									
110 Total Marketing Expense	\$101,093		\$83,493	\$0	\$17,007	\$0	\$593	\$17,600	O.K.
111									
112 Operator Service, Alloc.	\$0	G24	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
113 Operator Service, Direct	0	V194	0	0	0	0	0	0	O.K.
114									
115 Total Operator Service	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
116									
117 Classified Directory	\$0	V195	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
118 Alphabetical Directory	77,874	G19	68,978	0	8,896	0	0	8,896	O.K.
119 Foreign Directory	0	G46	0	0	0	0	0	0	O.K.
120									
121 Total Directory	\$77,874		\$68,978	\$0	\$8,896	\$0	\$0	\$8,896	O.K.
122									
123 Bus. Ofc., EU Presubscription	\$0	G36	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
124 Bus. Ofc., EU MTS & WATS	0	G37	0	0	0	0	0	0	O.K.
125 Bus. Ofc., EU Access, P/L & all Other	186,230	G38	153,808	0	31,329	0	1,093	32,422	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.
130									
131 Total Business Office	\$186,230		\$153,808	\$0	\$31,329	\$0	\$1,093	\$32,422	O.K.
132									
133 Cust. Svc., Direct	\$0	V205	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
134 Cust. Serv., Msg. Process	0	G43	0	0	0	0	0	0	O.K.
135 Cust. Serv., Other B&C	50,744	G44	33,829	0	16,915	0	0	16,915	O.K.
136 Cust. Serv., CABS	20,138	G45	10,069	0	10,069	0	0	10,069	O.K.
137 Cust. Serv., EU Common Line	0	V209	0	0	0	0	0	0	O.K.
138									
139 Total Customer Service	\$70,882		\$43,898	\$0	\$26,984	\$0	\$0	\$26,984	O.K.
140									
141 Total Bus. Ofc., Cust. Serv.	\$257,112		\$197,706	\$0	\$58,313	\$0	\$1,093	\$59,406	O.K.
142									

Midstate Communications, Inc.

									Intrastate	
***** FCC PART 36 ***** Operating Expenses and Taxes	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)	(I)		
156 Other Cust. Serv., Alloc.	\$29,137	H48	\$22,405	\$0	\$6,608	\$0	\$124	\$6,732	O.K.	
157 Other Cust. Serv., Direct	4,342	V211	4,342	0	0	0	0	0	O.K.	
158										
159 Total Other Cust. Serv.	\$33,479		\$26,747	\$0	\$6,608	\$0	\$124	\$6,732	O.K.	
160										
161 TOTAL CUSTOMER OPER. EXP.	\$469,558		\$376,924	\$0	\$90,824	\$0	\$1,810	\$92,634	O.K.	
162										
163										
164 "BIG-THREE" EXPENSES:										
165										
166 Total Plt. Spec., ex Support	\$1,092,075	44	\$795,993	\$0	\$274,469	\$0	\$21,613	\$296,082	O.K.	
167 Total Network Oper. Exp.	75,973	68	56,257	0	18,144	0	1,572	19,716	O.K.	
168 Total Customer Operations	469,558	161	376,924	0	90,824	0	1,810	92,634	O.K.	
169										
170 TOTAL "BIG THREE" EXPENSES	\$1,637,606		\$1,229,174	\$0	\$383,438	\$0	\$24,995	\$408,432	O.K.	
171										
172										
173 CORPORATE OPERATIONS EXPENSE:										
174										
175 Exec. and Planning, Alloc.	\$248,133	H50	\$186,247	\$0	\$58,099	\$0	\$3,787	\$61,886	O.K.	
176 Exec. and Planning, Direct	0	V213	0	0	0	0	0	0	O.K.	
177										
178 Total Exec. and Planning	\$248,133		\$186,247	\$0	\$58,099	\$0	\$3,787	\$61,886	O.K.	
179										
180 Admin. & General, Allocable	\$374,260	H50	\$280,916	\$0	\$87,631	\$0	\$5,712	\$93,344	O.K.	
181 Admin. & General, Direct	30,707	V231	0	0	30,707	0	0	30,707	O.K.	
182										
183 Total Admin. and Gen.	\$404,967		\$280,916	\$0	\$118,338	\$0	\$5,712	\$124,051	O.K.	
184										
185 TOTAL CORPORATE OPERATIONS	\$653,100		\$467,163	\$0	\$176,437	\$0	\$9,500	\$185,937	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	2,294	V233	2,294	0	0	0	0	0	O.K.	
192										
193 Total Non-income Taxes	\$2,294		\$2,294	\$0	\$0	\$0	\$0	\$0	O.K.	
194										
195										
196 TOTAL OPER. EXP. AND TAXES	\$5,110,045		\$3,814,693	\$0	\$1,205,897	\$0	\$89,455	\$1,295,352	O.K.	

Midstate Communications, Inc.

***** 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	\$5,813,300	K52	\$3,962,904	\$635,186	\$0	\$679,566	\$0	\$535,644	O.K.
14 Rate of Return	10.00%	B19	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	O.K.
16 Return on Rate Base	\$581,330		\$396,290	\$63,519	\$0	\$67,957	\$0	\$53,564	O.K.
18 AFUDC	(1,659)	N37	(1,019)	(272)	0	(221)	0	(148)	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.
22 Net Return	\$579,671		\$395,272	\$63,247	\$0	\$67,736	\$0	\$53,417	O.K.
24 Interest Expense	182,997	N67	124,748	19,995	0	21,392	0	16,862	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.
29 After Tax Income	\$396,674		\$270,523	\$43,252	\$0	\$46,344	\$0	\$36,555	O.K.
31 State Income Taxes	\$0	29	0	0	0	0	0	0	O.K.
32 Federal Income Taxes	0	29	0	0	0	0	0	0	O.K.
33 Operating Expenses and Taxes	1,295,352	O195	681,954	197,074	14,017	219,600	26,651	156,056	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.
37 Basis for Gross Receipts Tax	1,876,682	16+31+32+33	1,078,245	260,593	14,017	287,556	26,651	209,620	O.K.
40 Gross Receipts Tax	78,125	37	44,887	10,848	584	11,971	1,109	8,726	O.K.
43 TOTAL REVENUE REQUIREMENT	\$1,953,148		\$1,122,113	\$271,169	\$14,601	\$299,306	\$27,760	\$218,199	O.K.
44	=====		=====	=====	=====	=====	=====	=====	

Midstate Communications, Inc.

***** 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	\$1,009,574	L25	\$229,994	\$330,600	\$0	\$269,047	\$0	\$179,933	O.K.
14									
15 Central Office Equipment	\$3,496,876	L70	\$982,387	\$1,412,110	\$0	\$874,689	\$0	\$227,690	O.K.
16 Info. Term./Orig. Equipment	0	L78	0	0	0	0	0	0	O.K.
17 Cable and Wire Facilities	6,140,215	L117	5,324,844	0	0	274,505	0	540,867	O.K.
18									
19 Total COE, IOT, C&WF	\$9,637,091		\$6,307,231	\$1,412,110	\$0	\$1,149,193	\$0	\$768,557	O.K.
20									
21 Total Tangible Assets	\$0	L141	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
22									
23 Total Tele. Plt. ex Intang.	\$10,646,665		\$6,537,225	\$1,742,710	\$0	\$1,418,240	\$0	\$948,489	O.K.
24 Total Intangible Assets	0	L144	0	0	0	0	0	0	O.K.
25									
26 Total Plant In Service	\$10,646,665		\$6,537,225	\$1,742,710	\$0	\$1,418,240	\$0	\$948,489	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	4,426	L164	2,718	725	0	590	0	394	O.K.
30 Total Tel. Plt. Adjust.	0	L169	0	0	0	0	0	0	O.K.
31									
32 TOTAL TELEPHONE PLANT	\$10,651,091		\$6,539,943	\$1,743,435	\$0	\$1,418,830	\$0	\$948,884	O.K.
33									
34 less:									
35 Accum. Depr., Plt. in Serv.	4,896,801	M23	2,613,272	1,117,908	0	747,124	0	418,497	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	7,787	M47	4,781	1,275	0	1,037	0	694	O.K.
41									
42 plus:									
43 Other Assets	0	Direct	0	0	0	0	0	0	O.K.
44									
45 NET TELEPHONE PLANT	\$5,746,503		\$3,921,890	\$624,253	\$0	\$670,668	\$0	\$529,693	O.K.
46 plus:									
47 Class B RTB Stock	0	L171	0	0	0	0	0	0	O.K.
48 Materials and Supplies	34,038	L173	20,900	5,572	0	4,534	0	3,032	O.K.
49 Cash Working Capital	32,758	L175	20,114	5,362	0	4,364	0	2,918	O.K.
50 Equal Access Investment	0	L177	0	0	0	0	0	0	O.K.
51									
52 NET INVESTMENT	\$5,813,300		\$3,962,904	\$635,186	\$0	\$679,566	\$0	\$535,644	O.K.
53									

Midstate Communications, Inc.

***** 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	\$6,439	N28	1,467	2,109	0	1,716	0	1,148	O.K.
16 Land Assets, Private Line	558	N28	127	183	0	149	0	99	O.K.
17									
18 Total Land Assets	\$6,997		\$1,594	\$2,291	\$0	\$1,865	\$0	\$1,247	O.K.
19									
20 Support Assets, Message	\$922,621	N28	\$210,185	\$302,126	\$0	\$245,874	\$0	\$164,436	O.K.
21 Support Assets, Private Line	79,955	N28	18,215	26,183	0	21,308	0	14,250	O.K.
22									
23 Total Support Assets	\$1,002,577		\$228,400	\$328,309	\$0	\$267,182	\$0	\$178,686	O.K.
24									
25 Total Land and Supp. Assets	\$1,009,574		\$229,994	\$330,600	\$0	\$269,047	\$0	\$179,933	O.K.
26									
27 CENTRAL OFFICE EQUIPMENT:									
28									
29 Operator Sys., DA	\$0	(F)	0	0	0	0	0	0	O.K.
30 Operator Sys., Other	0	(I)	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	\$419,783	(G)	\$0	\$0	\$0	\$419,783	\$0	\$0	O.K.
35 Tandem Assigned	0	Direct	0	0	0	0	0	0	O.K.
36									
37 Total Tandem Switching	\$419,783		\$0	\$0	\$0	\$419,783	\$0	\$0	O.K.
38									
39 Local Switching	\$1,412,110	(E)	\$0	\$1,412,110	\$0	\$0	\$0	\$0	O.K.
40 Local Assigned	0	Direct	0	0	0	0	0	0	O.K.
41									
42 Total Local Switching	\$1,412,110		\$0	\$1,412,110	\$0	\$0	\$0	\$0	O.K.
43									
44 Total Switching	\$1,831,893		\$0	\$1,412,110	\$0	\$419,783	\$0	\$0	O.K.

Midstate Communications, Inc.

***** 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	O.K.
59	COE Exch. Line - Message	982,387	(D)	982,387	0	0	0	0	0	O.K.
60	COE Exch. Line - PL etc.	52,036	(I)	0	0	0	0	0	52,036	O.K.
61	COE Exch. Line - Assigned	0	Direct	0	0	0	0	0	0	O.K.
62	COE Interexchange, Message	454,906	(G)	0	0	0	454,906	0	0	O.K.
63	COE Interexchange, PL	175,654	(I)	0	0	0	0	0	175,654	O.K.
64	COE Interexchange, Assigned	0	(G)	0	0	0	0	0	0	O.K.
65	COE H/R Message	0	(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	\$1,664,983		\$982,387	\$0	\$0	\$454,906	\$0	\$227,690	O.K.
69										
70	Total Central Office Equip.	\$3,496,876		\$982,387	\$1,412,110	\$0	\$874,689	\$0	\$227,690	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										
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	\$282,053	(I)	\$0	\$0	\$0	\$0	\$0	\$282,053	O.K.
83	Exchange Message	5,324,844	(D)	5,324,844	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	\$5,606,896		\$5,324,844	\$0	\$0	\$0	\$0	\$282,053	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	\$274,505	(G)	\$0	\$0	\$0	\$274,505	\$0	\$0	O.K.
94	Interexchange PL, WATS	258,814	(I)	0	0	0	0	0	258,814	O.K.
95	Interexchange Assigned	0	(G)	0	0	0	0	0	0	O.K.
96										
97	Total Interexchange C&WF	\$533,319		\$0	\$0	\$0	\$274,505	\$0	\$258,814	O.K.

Midstate Communications, Inc.

***** 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	\$0	(G)	\$0	\$0	\$0	\$0	\$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	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
116									
117 Total Cable and Wire Facil.	\$6,140,215		\$5,324,844	\$0	\$0	\$274,505	\$0	\$540,867	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., Alloc.	\$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 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	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.

Midstate Communications, Inc.

***** 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	4,426	N46	2,718	725	0	590	0	394	O.K.
165									
166 Total Plt. Under Const.	\$4,426		\$2,718	\$725	\$0	\$590	\$0	\$394	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	\$34,038	N37	\$20,900	\$5,572	\$0	\$4,534	\$0	\$3,032	O.K.
174									
175 CASH WORKING CAPITAL	\$32,758	N37	\$20,114	\$5,362	\$0	\$4,364	\$0	\$2,918	O.K.
176									
177 EQUAL ACCESS INVESTMENT	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.

Midstate Communications, Inc.

***** 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	\$612,063	N28	\$139,436	\$200,429	\$0	\$163,112	\$0	\$109,086	O.K.
16 COE Switching	1,190,221	L44	0	917,479	0	272,742	0	0	O.K.
17 COE Operator	0	L32	0	0	0	0	0	0	O.K.
18 COE Transmission	756,746	L68	446,502	0	0	206,758	0	103,487	O.K.
19 IOT Equipment	0	L78	0	0	0	0	0	0	O.K.
20 Cable and Wire Facilities	2,337,772	L117	2,027,334	0	0	104,512	0	205,925	O.K.
21 Other Plant	0	N37	0	0	0	0	0	0	O.K.
22									
23 Total Accum. Depr., TPIS	\$4,896,801		\$2,613,272	\$1,117,908	\$0	\$747,124	\$0	\$418,497	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.	\$4,896,801		\$2,613,272	\$1,117,908	\$0	\$747,124	\$0	\$418,497	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	7,787	N37	4,781	1,275	0	1,037	0	694	O.K.
46									
47 Total Accum. Def. Inc. Taxes	\$7,787		\$4,781	\$1,275	\$0	\$1,037	\$0	\$694	O.K.

Midstate Communications, Inc.

***** 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	\$3,496,876	L70	\$982,387	\$1,412,110	\$0	\$874,689	\$0	\$227,690	O.K.
14	Info. Orig./Term. Eqpt.	0	L78	0	0	0	0	0	0	O.K.
15	C&W Facilities	6,140,215	L117	5,324,844	0	0	274,505	0	540,867	O.K.
16										
17	Total	\$9,637,091		\$6,307,231	\$1,412,110	\$0	\$1,149,193	\$0	\$768,557	O.K.
18	Factor	1.000000		0.654475	0.146529	0.000000	0.119247	0.000000	0.079750	O.K.
19										
20	Sum: Sw., Trans., Other	\$3,329,860	17	\$0	\$1,412,110	\$0	\$1,149,193	\$0	\$768,557	O.K.
21	Factor	1.000000		0.000000	0.424075	0.000000	0.345118	0.000000	0.230807	O.K.
22										
23	Central Office Equipment	\$3,496,876	L70	\$982,387	\$1,412,110	\$0	\$874,689	\$0	\$227,690	O.K.
24	Info. Orig./Term. Eqpt.	0	L78	0	0	0	0	0	0	O.K.
25	C&WF, Excl. Exch. Message	815,371	L117-83	0	0	0	274,505	0	540,867	O.K.
26										
27	Total	\$4,312,248		\$982,387	\$1,412,110	\$0	\$1,149,193	\$0	\$768,557	O.K.
28	Factor	1.000000		0.227813	0.327465	0.000000	0.266495	0.000000	0.178226	O.K.
29										
30	General Support Facilities	\$1,009,574	L25	\$229,994	\$330,600	\$0	\$269,047	\$0	\$179,933	O.K.
31	Central Office Equipment	3,496,876	13	982,387	1,412,110	0	874,689	0	227,690	O.K.
32	Info. Orig./Term. Eqpt.	0	14	0	0	0	0	0	0	O.K.
33	C&W Facilities	6,140,215	15	5,324,844	0	0	274,505	0	540,867	O.K.
34	Equal Access Investment	0	L177	0	0	0	0	0	0	O.K.
35										
36	Total	\$10,646,665		\$6,537,225	\$1,742,710	\$0	\$1,418,240	\$0	\$948,489	O.K.
37	Factor	1.000000		0.614016	0.163686	0.000000	0.133210	0.000000	0.089088	O.K.
38										
39	Sum: Com. Ln., Sw., Trans.	\$9,698,175	36	\$6,537,225	\$1,742,710	\$0	\$1,418,240	\$0	\$0	O.K.
40	Factor	1.000000		0.674068	0.179695	0.000000	0.146238	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	\$10,646,665	K26	\$6,537,225	\$1,742,710	\$0	\$1,418,240	\$0	\$948,489	O.K.
46	Factor	1.000000		0.614016	0.163686	0.000000	0.133210	0.000000	0.089088	O.K.

Midstate Communications, Inc.

***** 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 Equiv. 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	\$428,182	O171	\$225,139	\$34,721	\$9,773	\$73,529	\$18,582	\$66,437	O.K.
64	Factor	1.000000		0.525803	0.081090	0.022824	0.171723	0.043397	0.155162	0
65										
66	Net Investment	\$5,813,300	J13	\$3,962,904	\$635,186	\$0	\$679,566	\$0	\$535,644	O.K.
67	Factor	1.000000		0.681696	0.109264	0.000000	0.116899	0.000000	0.092141	O.K.

Midstate Communications, Inc.

***** 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)	
13 PLANT SPEC. OPER. EXPENSE:									
14									
15 Network Support, Alloc.	\$69	N37	\$43	\$11	\$0	\$9	\$0	\$6	O.K.
16 Network Support, Direct	0	Direct	0	0	0	0	0	0	O.K.
17									
18 Total Network Support Exp.	\$69		\$43	\$11	\$0	\$9	\$0	\$6	O.K.
19									
20 General Support, Alloc.	\$19,680	N30	\$4,483	\$6,445	\$0	\$5,245	\$0	\$3,508	O.K.
21 General Support, Direct	0	Direct	0	0	0	0	0	0	O.K.
22									
23 Total General Support Exp.	\$19,680		\$4,483	\$6,445	\$0	\$5,245	\$0	\$3,508	O.K.
24									
25 Central Office Eq., Alloc.	\$44,091	N31	\$12,386	\$17,805	\$0	\$11,029	\$0	\$2,871	O.K.
26 Central Office Eq., Direct	0	Direct	0	0	0	0	0	0	O.K.
27									
28 Total COE Exp.	\$44,091		\$12,386	\$17,805	\$0	\$11,029	\$0	\$2,871	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.	\$212,771	N33	\$184,516	\$0	\$0	\$9,512	\$0	\$18,742	O.K.
37 Cable & Wire, Direct	39,221	Direct	0	0	0	39,221	0	0	O.K.
38									
39 Total C&WF Exp.	\$251,992		\$184,516	\$0	\$0	\$48,733	\$0	\$18,742	O.K.
40									
41 TOTAL PLT. SPEC. OPER. EXP.	\$315,832		\$201,429	\$24,261	\$0	\$65,016	\$0	\$25,127	O.K.
42									
43 TOTAL PLT. SPEC., ex SUPPORT	\$296,082		\$196,903	\$17,805	\$0	\$59,762	\$0	\$21,613	O.K.

Midstate Communications, Inc.

***** 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.	\$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.	\$19,716	N18	\$12,904	\$2,889	\$0	\$2,351	\$0	\$1,572	O.K.
65 Network Operations, Direct	0	Direct	0	0	0	0	0	0	O.K.
66									
67 Total Network Oper. Exp.	\$19,716		\$12,904	\$2,889	\$0	\$2,351	\$0	\$1,572	O.K.
68									
69 Total Access Expenses	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
70									
71 Depr., Support Assets	\$74,968	L23	\$17,079	\$24,549	\$0	\$19,978	\$0	\$13,361	O.K.
72 Depr., COE Switching	159,209	L44	0	122,726	0	36,483	0	0	O.K.
73 Depr., COE Operator	0	L32	0	0	0	0	0	0	O.K.
74 Depr., COE Transmission	164,950	L68	97,325	0	0	45,067	0	22,557	O.K.
75 Depr., IOT Equipment	0	L78	0	0	0	0	0	0	O.K.
76 Depr., C&W Facilities	282,107	L117	244,645	0	0	12,612	0	24,850	O.K.
77 Depr., PHFU	0	L147	0	0	0	0	0	0	O.K.
78									
79 Total Depreciation Expense	\$681,233		\$359,049	\$147,275	\$0	\$114,141	\$0	\$60,768	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.	\$681,233		\$359,049	\$147,275	\$0	\$114,141	\$0	\$60,768	O.K.
89									
90 TOTAL NON-SPEC. OPER. EXP.	\$700,949		\$371,953	\$150,164	\$0	\$116,492	\$0	\$62,340	O.K.

Midstate Communications, Inc.

***** 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									
106 Marketing, Allocable	\$17,600	N37	\$10,807	\$2,881	\$0	\$2,344	\$0	\$1,568	O.K.
107 Marketing, Direct	0	Direct	0	0	0	0	0	0	O.K.
108									
109 Total Marketing Expense	\$17,600		\$10,807	\$2,881	\$0	\$2,344	\$0	\$1,568	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	8,896	(F)	0	0	8,896	0	0	0	O.K.
118 Foreign Directory	0	Direct	0	0	0	0	0	0	O.K.
119									
120 Total Directory	\$8,896		\$0	\$0	\$8,896	\$0	\$0	\$0	O.K.
121									
122 Bus. Ofc., EU Presubscription	0	N40	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
123 Bus. Ofc., Reserved	0	(I)	0	0	0	0	0	0	O.K.
124 Bus. Ofc., EU Access PL & All Other	32,422	(H)	0	0	0	0	0	32,422	O.K.
125 Bus. Ofc., EU Message	0	(H)	0	0	0	0	0	0	O.K.
126 Bus. Ofc., EU Reserved	0	(I)	0	0	0	0	0	0	O.K.
127 Bus. Ofc., IX Special Access	0	(I)	0	0	0	0	0	0	O.K.
128 Bus. Ofc., IX Switched Access	0	N40	0	0	0	0	0	0	O.K.
129 Bus. Ofc., IX Billing and Collection	0	(H)	0	0	0	0	0	0	O.K.
130 Bus. Ofc., Coin Collection & Administr	0	(D)	0	0	0	0	0	0	O.K.
131 Bus. Ofc., Reserved	0	(I)	0	0	0	0	0	0	O.K.
132									
133 Total Business Office	\$32,422		\$0	\$0	\$0	\$0	\$0	\$32,422	O.K.
134									
135 Cust. Serv., Msg. Process	\$0	(H)	0	0	0	0	0	0	O.K.
136 Cust. Serv., Other B&C	16,915	(H)	0	0	0	0	16,915	0	O.K.
137 Cust. Serv., CABS	10,069	N21	0	4,270	0	3,475	0	2,324	O.K.
138 Cust. Serv., EU Common Line	0	(H)	0	0	0	0	0	0	O.K.
139									
140 Total Customer Service	\$26,984		\$0	\$4,270	\$0	\$3,475	\$16,915	\$2,324	O.K.
141									
142 Total BO, CS, OS, Dir.	\$68,302		\$0	\$4,270	\$8,896	\$3,475	\$16,915	\$34,746	O.K.

Midstate Communications, Inc.

***** 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.	\$6,732	142	\$0	\$421	\$877	\$343	\$1,667	\$3,425	O.K.	
159 Other Cust. Serv., Direct	0	Direct	0	0	0	0	0	0	O.K.	
160										
161 Total Other Cust. Serv.	\$6,732		\$0	\$421	\$877	\$343	\$1,667	\$3,425	O.K.	
162										
163 TOTAL CUSTOMER OPER. EXP.	\$92,634		\$10,807	\$7,572	\$9,773	\$6,162	\$18,582	\$39,739	O.K.	
164										
165 "BIG-THREE" EXPENSES:										
166										
167 Total Plt. Specific Exp.	\$315,832	41	\$201,429	\$24,261	\$0	\$65,016	\$0	\$25,127	O.K.	
168 Total Plt Non-specific Exp.	19,716	62 + 67 +69	12,904	2,889	0	2,351	0	1,572	O.K.	
169 Total Customer Operations	92,634	163	10,807	7,572	9,773	6,162	18,582	39,739	O.K.	
170										
171 TOTAL "BIG THREE" EXPENSES	\$428,182		\$225,139	\$34,721	\$9,773	\$73,529	\$18,582	\$66,437	O.K.	
172										
173 CORPORATE OPERATIONS EXPENSE:										
174										
175 Exec. and Planning, Alloc.	\$61,886	N64	\$32,540	\$5,018	\$1,413	\$10,627	\$2,686	\$9,602	O.K.	
176 Exec. and Planning, Direct	0	Direct	0	0	0	0	0	0	O.K.	
177										
178 Total Exec. and Planning	\$61,886		\$32,540	\$5,018	\$1,413	\$10,627	\$2,686	\$9,602	O.K.	
179										
180 Admin. & General, Allocable	\$93,344	N64	\$49,080	\$7,569	\$2,130	\$16,029	\$4,051	\$14,483	O.K.	
181 Admin. & General, Direct	30,707	Direct	16,146	2,490	701	5,273	1,333	4,765	O.K.	
182										
183 Total Admin. and Gen.	\$124,051		\$65,226	\$10,059	\$2,831	\$21,302	\$5,383	\$19,248	O.K.	
184										
185 TOTAL CORPORATE OPERATIONS	\$185,937		\$97,766	\$15,078	\$4,244	\$31,930	\$8,069	\$28,850	O.K.	
186										
187 NON-INCOME TAXES:										
188										
189 Non-income Taxes, Allocable	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
190 Non-income Taxes, Direct	0	Direct	0	0	0	0	0	0	O.K.	
191									O.K.	
192										
193 Total Non-income Taxes	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
194										
195 TOTAL OPER. EXP. AND TAXES	\$1,295,352		\$681,954	\$197,074	\$14,017	\$219,600	\$26,651	\$156,056	O.K.	
	=====		=====	=====	=====	=====	=====	=====		

Midstate Communications, Inc.

***** 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	\$0	Q52	\$0	\$0	\$0	\$0	\$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	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
17										
18	AFUDC	\$-0	T37	0	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	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
23										
24	Interest Expense	\$0	T67	0	0	0	0	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	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
30										
31	State Income Taxes	\$0	29	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
32	Federal Income Taxes	0	29	0	0	0	0	0	0	O.K.
33	Operating Expenses and Taxes	0	U195	0	0	0	0	0	0	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	0	16+31+32+33	0	0	0	0	0	0	O.K.
38										
39										
40	Gross Receipts Tax	0	37	0	0	0	0	0	0	O.K.
41										
42										
43	TOTAL REVENUE REQUIREMENT	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
44		=====		=====	=====	=====	=====	=====	=====	

Midstate Communications, Inc.

***** 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	\$0	R25	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
14									
15 Central Office Equipment	\$0	R70	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
16 Info. Term./Orig. Equipment	0	R78	0	0	0	0	0	0	O.K.
17 Cable and Wire Facilities	0	R117	0	0	0	0	0	0	O.K.
18									
19 Total COE, IOT, C&WF	\$0		\$0	\$0	\$0	\$0	\$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.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
24 Total Intangible Assets	0	R144	0	0	0	0	0	0	O.K.
25									
26 Total Plant In Service	\$0		\$0	\$0	\$0	\$0	\$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	0	R164	0	0	0	0	0	0	O.K.
30 Total Tel. Plt. Adjust.	0	R169	0	0	0	0	0	0	O.K.
31									
32 TOTAL TELEPHONE PLANT	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
33									
34 less:									
35 Accum. Depr., Plt. in Serv.	0	S23	0	0	0	0	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	0	S47	0	0	0	0	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	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
46 plus:									
47 Class B RTB Stock	0	R171	0	0	0	0	0	0	O.K.
48 Materials and Supplies	0	R173	0	0	0	0	0	0	O.K.
49 Cash Working Capital	0	R175	0	0	0	0	0	0	O.K.
50 Equal Access Investment	0	R177	0	0	0	0	0	0	O.K.
51									
52 NET INVESTMENT	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
53	=====		=====	=====	=====	=====	=====	=====	

Communications, Inc.

***** FCC PART 69 *****									
InterLATA Investment Detail									
(A)	Part 36 InterLATA 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	\$0	T28	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
16 Land Assets, Private Line	0	T28	0	0	0	0	0	0	O.K.
17									
18 Total Land Assets	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
19									
20 Support Assets, Message	0	T28	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
21 Support Assets, Private Line	0	T28	0	0	0	0	0	0	O.K.
22									
23 Total Support Assets	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
24									
25 Total Land and Supp. Assets	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
26									
27 CENTRAL OFFICE EQUIPMENT:									
28									
29 Operator Sys., DA	\$0	(F)	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
30 Operator Sys., Other	0	(I)	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	\$0	(E)	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
40 Local Assigned	0	Direct	0	0	0	0	0	0	O.K.
41									
42 Total Local Switching	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
43									
44 Total Switching	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.

Communications, Inc.

***** 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	0	(D)	0	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	0	0	0	O.K.
62 COE Interexchange, Message	0	(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	0	0	0	O.K.
65 COE H/R Message	0	(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	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
69									
70 Total Central Office Equip.	\$0		\$0	\$0	\$0	\$0	\$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	0	(D)	0	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	\$0		\$0	\$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	\$0	(G)	\$0	\$0	\$0	\$0	\$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	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.

Communications, Inc.

***** 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	\$0	(G)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
112 H/R C&WF, WATS	0	(I)	0	0	0	0	0	0	0	O.K.
113 H/R C&WF, Assigned	0	Direct	0	0	0	0	0	0	0	O.K.
114										
115 Total Host/Remote C&WF	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
116										
117 Total Cable and Wire Facil.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
118										
119 TANGIBLE ASSETS:										
120										
121 Land and Support Leases	\$0	T28	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
122										
123 COE Operator Leases	\$0	32	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
124 COE Tandem Switching Leases	0	34	0	0	0	0	0	0	0	O.K.
125 COE Local Switching Leases	0	39	0	0	0	0	0	0	0	O.K.
126 COE Transmission Leases	0	68	0	0	0	0	0	0	0	O.K.
127										
128 Total COE Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
129										
130 IOT Equipment Leases	\$0	78	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
131										
132 C&WF Leases	\$0	117	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
133										
134 Total Capital Leases	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
135										
136 Leasehold Impr., Alloc.	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
137 Leasehold Impr., Direct	0	Direct	0	0	0	0	0	0	0	O.K.
138										
139 Total Leasehold Improvementsa	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
140										
141 Total Tangible Assets	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
142										
143										
144 TOTAL INTANGIBLE ASSETS	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
145										
146										
147 PROPERTY HELD FOR FUTURE USE	\$0	T46	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.

Communications, Inc.

***** FCC PART 69 *****									
InterLATA Investment Detail									
(A)	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									
163 Short-term	\$0	T46	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
164 Long-term	0	T46	0	0	0	0	0	0	O.K.
165									
166 Total Plt. Under Const.	\$0		\$0	\$0	\$0	\$0	\$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	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
174									
175 CASH WORKING CAPITAL	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
176									
177 EQUAL ACCESS INVESTMENT	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.

Midstate Communications, Inc.

***** FCC PART 69 *****									
InterLATA									
Reserves and Deferrals									
(A)	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									
15 Support Assets	\$0	T28	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
16 COE Switching	0	R44	0	0	0	0	0	0	O.K.
17 COE Operator	0	R32	0	0	0	0	0	0	O.K.
18 COE Transmission	0	R68	0	0	0	0	0	0	O.K.
19 IOT Equipment	0	R78	0	0	0	0	0	0	O.K.
20 Cable and Wire Facilities	0	R117	0	0	0	0	0	0	O.K.
21 Other Plant	0	T37	0	0	0	0	0	0	O.K.
22									
23 Total Accum. Depr., TPIS	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
24									
25 ACCUM. AMORTIZATION:									
26									
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									
32 Tot. Accum. Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
33									
34 Total Accum. Depr./Amort.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
35									
36									
37 ACCUM. DEF. INC. TAXES, NET:									
38									
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	0	T37	0	0	0	0	0	0	O.K.
46									
47 Total Accum. Def. Inc. Taxes	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.

Midstate Communications, Inc.

***** 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	\$0	R70	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
14 Info. Orig./Term. Eqpt.	0	R78	0	0	0	0	0	0	O.K.
15 C&W Facilities	0	R117	0	0	0	0	0	0	O.K.
16									
17 Total	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
18 Factor	0.000000		0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
19									
20 Sum: Sw., Trans., Other	\$0	17	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
21 Factor	0.000000		0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
22									
23 Central Office Equipment	\$0	R70	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
24 Info. Orig./Term. Eqpt.	0	R78	0	0	0	0	0	0	O.K.
25 C&WF, Excl. Exch. Message	0	R117-83	0	0	0	0	0	0	O.K.
26									
27 Total	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
28 Factor	0.000000		0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
29									
30 General Support Facilities	\$0	R25	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
31 Central Office Equipment	0	13	0	0	0	0	0	0	O.K.
32 Info. Orig./Term. Eqpt.	0	14	0	0	0	0	0	0	O.K.
33 C&W Facilities	0	15	0	0	0	0	0	0	O.K.
34 Equal Access Investment	0	R177	0	0	0	0	0	0	O.K.
35									
36 Total	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
37 Factor	0.000000		0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
38									
39 Sum: Com. Ln., Sw., Trans.	\$0	36	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
40 Factor	0.000000		0.000000	0.000000	0.000000	0.000000	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	\$0	Q26	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
46 Factor	0.000000		0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.

Midstate Communications, Inc.

***** 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 Equiv. 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	\$0	U171	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
64	Factor	0.000000		0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
65										
66	Net Investment	0	P13	0	0	0	0	0	0	O.K.
67	Factor	0.000000		0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.

Midstate Communications, Inc.

***** FCC PART 69 *****									
Operating Expenses and Taxes									
(A)	Part 36 InterLATA Total (B)	Apportion (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (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.	\$0	T30	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
21 General Support, Direct	0	Direct	0	0	0	0	0	0	O.K.
22									
23 Total General Support Exp.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
24									
25 Central Office Eq., Alloc.	\$0	T31	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
26 Central Office Eq., Direct	0	Direct	0	0	0	0	0	0	O.K.
27									
28 Total COE Exp.	\$0		\$0	\$0	\$0	\$0	\$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.	\$0	T33	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
37 Cable & Wire, Direct	0	Direct	0	0	0	0	0	0	O.K.
38									
39 Total C&WF Exp.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
40									
41 TOTAL PLT. SPEC. OPER. EXP.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
42									
43 TOTAL PLT. SPEC., ex SUPPORT	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.

Midstate Communications, Inc.

***** 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	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.	\$0	T18	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
65	Network Operations, Direct	0	Direct	0	0	0	0	0	0	O.K.
66										
67	Total Network Oper. Exp.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
68										
69	Total Access Expenses	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
70										
71	Depr., Support Assets	\$0	R23	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
72	Depr., COE Switching	0	R44	0	0	0	0	0	0	O.K.
73	Depr., COE Operator	0	R32	0	0	0	0	0	0	O.K.
74	Depr., COE Transmission	0	R68	0	0	0	0	0	0	O.K.
75	Depr., IOT Equipment	0	R78	0	0	0	0	0	0	O.K.
76	Depr., C&W Facilities	0	R117	0	0	0	0	0	0	O.K.
77	Depr., PHFU	0	R147	0	0	0	0	0	0	O.K.
78										
79	Total Depreciation Expense	\$0		\$0	\$0	\$0	\$0	\$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.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
89										
90	TOTAL NON-SPEC. OPER. EXP.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.

Midstate Communications, Inc.

***** FCC PART 69 *****									
Operating Expenses and Taxes									
(A)	Part 36 InterLATA 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:									
106 Marketing, Allocable	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
107 Marketing, Direct	0	Direct	0	0	0	0	0	0	O.K.
109 Total Marketing Expense	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
111 Operator Service, Alloc.	\$0	T61	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
112 Operator Service, Direct	0	Direct	0	0	0	0	0	0	O.K.
114 Total Operator Service	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
116 Classified Directory	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
117 Alphabetical Directory	0	(F)	0	0	0	0	0	0	O.K.
118 Foreign Directory	0	Direct	0	0	0	0	0	0	O.K.
120 Total Directory	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
122 Bus. Ofc., EU Presubscription	0	T40	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
123 Bus. Ofc., Reserved	0	(I)	0	0	0	0	0	0	O.K.
124 Bus. Ofc., EU Access PL & All Other	0	(H)	0	0	0	0	0	0	O.K.
125 Bus. Ofc., EU Message	0	(H)	0	0	0	0	0	0	O.K.
126 Bus. Ofc., EU Reserved	0	(I)	0	0	0	0	0	0	O.K.
127 Bus. Ofc., IX Special Access	0	(I)	0	0	0	0	0	0	O.K.
128 Bus. Ofc., IX Switched Access	0	T40	0	0	0	0	0	0	O.K.
129 Bus. Ofc., IX Billing and Collection	0	(H)	0	0	0	0	0	0	O.K.
130 Bus. Ofc., Coin Collection & Administ	0	(D)	0	0	0	0	0	0	O.K.
131 Bus. Ofc., Reserved	0	(I)	0	0	0	0	0	0	O.K.
133 Total Business Office	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
135 Cust. Serv., Msg. Process	\$0	(H)	0	0	0	0	0	0	O.K.
136 Cust. Serv., Other B&C	0	(H)	0	0	0	0	0	0	O.K.
137 Cust. Serv., CABS	0	T21	0	0	0	0	0	0	O.K.
138 Cust. Serv., EU Common Line	0	(H)	0	0	0	0	0	0	O.K.
140 Total Customer Service	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
142 Total BO, CS, OS, Dir.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.

Midstate Communications, Inc.

***** 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	\$0	O.K.
159 Other Cust. Serv., Direct	0	Direct	0	0	0	0	0	0	0	O.K.
160										
161 Total Other Cust. Serv.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
162										
163 TOTAL CUSTOMER OPER. EXP.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
164										
165 "BIG-THREE" EXPENSES:										
166										
167 Total Plt. Specific Exp.	\$0	41	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
168 Total Plt Non-specific Exp.	0	62 + 67 +69	0	0	0	0	0	0	0	O.K.
169 Total Customer Operations	0	163	0	0	0	0	0	0	0	O.K.
170										
171 TOTAL "BIG THREE" EXPENSES	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
172										
173 CORPORATE OPERATIONS EXPENSE:										
174										
175 Exec. and Planning, Alloc.	\$0	T64	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
176 Exec. and Planning, Direct	0	Direct	0	0	0	0	0	0	0	O.K.
177										
178 Total Exec. and Planning	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
179										
180 Admin. & General, Allocable	\$0	T64	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
181 Admin. & General, Direct	0	Direct	0	0	0	0	0	0	0	O.K.
182										
183 Total Admin. and Gen.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
184										
185 TOTAL CORPORATE OPERATIONS	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
186										
187 NON-INCOME TAXES:										
188										
189 Non-income Taxes, Allocable	\$0	T37	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
190 Non-income Taxes, Direct	0	Direct	0	0	0	0	0	0	0	O.K.
191										O.K.
192										
193 Total Non-income Taxes	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
194										
195 TOTAL OPER. EXP. AND TAXES	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

COMPANY NAME Midstate Communications, Inc.
 PERIOD ADDRESSED ENDING DECEMBER 31, 2004
 RUN DATE AND TIME 24-Aug-05 01:24:48 PM

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

				Intrastate					
				Message Telephone Service		Private Line			
***** FCC PART 36 *****	TOTAL COMPANY	Source/ Allocator	Interstate and Other	InterLATA	IntraLATA	InterLATA	IntraLATA	TOTAL INTRASTATE	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
PLANT INVESTMENT DETAIL:									
21 Land, Allocable	26,962	---	---	---	---	---	---	---	---
22 Land, Direct	0	---	0	0	0	0	0	0	0
23 Motor Vehicles	374,452	---	---	---	---	---	---	---	---
24 Aircraft	0	---	---	---	---	---	---	---	---
25 Special Purpose Vehicles	0	---	---	---	---	---	---	---	---
26 Garage Work Equipment	0	---	---	---	---	---	---	---	---
27 Other Work Equipment	573,927	---	---	---	---	---	---	---	---
28 Buildings, Allocable	1,873,494	---	---	---	---	---	---	---	---
29 Buildings, Direct	0	---	0	0	0	0	0	0	0
30 Furniture	160,822	---	---	---	---	---	---	---	---
31 Office Equipment	20,510	---	---	---	---	---	---	---	---
32 General Purpose Computers	860,031	---	---	---	---	---	---	---	---
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	0
37 CAT 2 Tandem Sw. Allocable	1,752,981	---	---	---	---	---	---	---	---
38 CAT 2 Tandem Sw. Direct	0	---	0	0	0	0	0	0	0
39 CAT 3 Local Sw. Allocable	6,180,617	---	---	---	---	---	---	---	---
40 CAT 3 Local Sw. Direct	0	---	0	0	0	0	0	0	0
41 CAT 4.12 Exchange Trunk	235,053	---	---	---	---	---	---	---	---
42 CAT 4.12 Exch. Tr. Direct	0	---	0	0	0	0	0	0	0
43 CAT 4.13 Exch. Ln. Msg., PL & WATS	4,054,761	---	---	---	---	---	---	---	---
44 Reserved	0	---	---	---	---	---	---	---	---
45 CAT 4.13 Direct	85,180	---	85,180	0	0	0	0	0	0
46 CAT 4.23 Message, PL & WATS	1,506,800	---	---	---	---	---	---	---	---
47 Reserved	0	---	---	---	---	---	---	---	---
48 CAT 4.23 Direct	0	---	0	0	0	0	0	0	0
49 CAT 4.3 H/R Message	0	---	---	---	---	---	---	---	---
50 CAT 4.3 WATS	0	---	0	0	0	0	0	0	0
51 CAT 4.3 Direct	0	---	0	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	0	0

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

Midstate Communications, Inc.
ENDING DECEMBER 31, 2004

				Intrastate				
				Message Telephone Service		Private Line		
***** FCC PART 36 *****				InterLATA	IntraLATA	InterLATA	IntraLATA	TOTAL INTRASTATE
(A)	TOTAL COMPANY (B)	Source/ Allocator (C)	Interstate and Other (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	21,978,063	---	---	---	---	---	---	---
74 Other CAT 1 C&WF	0	---	0	0	0	0	0	0
75 CAT 2 C&WF	214,669	---	---	---	---	---	---	---
76 CAT 2 C&WF, Wideband	0	---	0	0	0	0	0	0
77 CAT 3 Joint Message & PL/WATS	1,126,551	---	---	---	---	---	---	---
78 Reserved	0	---	---	---	---	---	---	---
79 CAT 3 Direct	0	---	0	0	0	0	0	0
80 CAT 4 Message	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	---	---	---	---	---	---	---
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	129,271	---	---	---	---	---	---	---
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

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

Midstate Communications, Inc.

ENDING DECEMBER 31, 2004

				Intrastate				
				Message Telephone Service		Private Line		TOTAL INTRASTATE
***** FCC PART 36 *****	TOTAL COMPANY	Source/ Allocator	Interstate and Other	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
125 TPUC – Long Term, Alloc.	17,056	---	---	---	---	---	---	---
126 TPUC – Long Term, Direct	0	---	0	0	0	0	0	0
127								
128 RESERVES AND DEFERRALS:								
129 Acc. Depr. Support Assets	2,358,465	---	---	---	---	---	---	---
130 Acc. Depr. COE Switching	5,154,631	---	---	---	---	---	---	---
131 Acc. Depr. COE Operator	0	---	---	---	---	---	---	---
132 Acc. Depr. COE Transmission	2,673,316	---	---	---	---	---	---	---
133 Acc. Depr. IOT Equipment	0	---	---	---	---	---	---	---
134 Acc. Depr. Cable and Wire Facilities	8,878,380	---	---	---	---	---	---	---
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	30,004	---	22,217	0	7,166	0	621	7,787
146								
147 OPERATING EXPENSES AND TAXES:								
148 Network Support, Alloc.	267	---	---	---	---	---	---	---
149 Network Support, Direct	0	---	0	0	0	0	0	0
150 General Support, Alloc.	75,835	---	---	---	---	---	---	---
151 General Support, Direct	0	---	0	0	0	0	0	0
152 Central Office Eq., Alloc.	174,192	---	---	---	---	---	---	---
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.	808,059	---	---	---	---	---	---	---
159 Cable & Wire, Direct	109,824	---	70,603	0	39,221	0	0	39,221

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

Midstate Communications, Inc.
ENDING DECEMBER 31, 2004

***** FCC PART 36 *****		TOTAL COMPANY	Source/ Allocator	Interstate and Other	Intrastate				TOTAL INTRASTATE
					Message Telephone Service		Private Line		
					InterLATA	IntraLATA	InterLATA	IntraLATA	
					(E)	(F)	(G)	(H)	
(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.	75,973	---	---	---	---	---	---	---
179	Network Operations, Direct	0	---	0	0	0	0	0	0
180	Total Access Expense	108,474	---	108,474	0	0	0	0	0
181	Depr., Support Assets	288,873	---	---	---	---	---	---	---
182	Depr., COE Switching	689,504	---	---	---	---	---	---	---
183	Depr., COE Operator	0	---	---	---	---	---	---	---
184	Depr., COE Transmission	582,708	---	---	---	---	---	---	---
185	Depr., IOT Equipment	0	---	---	---	---	---	---	---
186	Depr., C&W Facilities	1,071,384	---	---	---	---	---	---	---
187	Amort., Tangible Assets	0	---	---	---	---	---	---	---
188	Amort., Intangible Assets	0	---	---	---	---	---	---	---
189	Other Amortization	0	---	0	0	0	0	0	0
190	Direct Assigned Amort.	0	---	0	0	0	0	0	0
191	Marketing, Allocable	101,093	---	---	---	---	---	---	---
192	Marketing, Direct	0	---	0	0	0	0	0	0
193	Operator Service, Alloc.	0	---	---	---	---	---	---	---
194	Operator Service, Direct	0	---	0	0	0	0	0	0
195	Classified Directory	0	---	0	0	0	0	0	0
196	Alphabetical Directory	77,874	---	---	---	---	---	---	---
197	Foreign Directory	0	---	---	---	---	---	---	---
198	Bus. Ofc., EU Presubscription	0	---	---	---	---	---	---	---
199	Bus. Ofc., EU MTS & WATS	0	---	---	---	---	---	---	---
200	Bus. Ofc., EU Access, P/L & all Other	186,230	---	---	---	---	---	---	---
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
206	Cust. Serv., Msg. Process	0	---	---	---	---	---	---	---
207	Cust. Serv., Other B&C	50,744	---	---	---	---	---	---	---
208	Cust. Serv., CABS	20,138	---	---	---	---	---	---	---
209	Cust. Serv., EU Common Line	0	---	0	0	0	0	0	0
210	Other Cust. Serv., Alloc.	29,137	---	---	---	---	---	---	---
211	Other Cust. Serv., Direct	4,342	---	4,342	0	0	0	0	0
212	Exec. and Planning, Alloc.	248,133	---	---	---	---	---	---	---
213	Exec. and Planning, Direct	0	---	0	0	0	0	0	0

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

Midstate Communications, Inc.
ENDING DECEMBER 31, 2004

***** 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	374,260	---	---	---	---	---	---	---
231	Admin. & General, Direct	30,707	---	0	0	30,707	0	0	30,707
232	Non-income Taxes, Allocable	0	---	---	---	---	---	---	---
233	Non-income Taxes, Direct	2,294	---	2,294	0	0	0	0	0
234									
235	OTHER INCOME STATEMENT:								
236	State Income Tax Rate	0.00%	---	---	---	---	---	---	---
237	Federal Income Tax Rate	0.00%	---	---	---	---	---	---	---
238	Gross Receipts Tax Rate	4.00%	---	---	---	---	---	---	---
239	Rate of Return	10.00%	---	---	---	---	---	---	---
240	AFUDC	(6,392)	---	---	---	---	---	---	---
241	ITC Amortization	0	---	---	---	---	---	---	---
242	Other Return Adjustments	0	---	0	0	0	0	0	0
243	Contributions	0	---	---	---	---	---	---	---
244	Interest Expense	698,905	---	---	---	---	---	---	---
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

Midstate Communications, Inc.
ENDING DECEMBER 31, 2004

				Interstate		Intrastate			
		TOTAL COMPANY	Source/ Allocator	Other	Private Line		Private Line		TOTAL INTRASTATE
***** FCC PART 36 *****					InterLATA	IntraLATA	InterLATA	IntraLATA	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
271 Working Loops	4,987	—	64	26	0	0	64	64	
272 Equivalent Interexchange Cct. Miles	77,666	—	0	7,027	0	0	17,843	17,843	
273 Interexchange Circuit Terminations	1,261	—	0	48	0	0	147	147	