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IDAHO PUBLIC
UTILITIES COMMISSION

ANNUAL REPORT

OF CEN-T

CenturyTel of Idaho, Inc.
NAME

100 CenturyTel Drive, Monroe, LA 71211-4065
ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED December 31, 2008

P.O. Box 4065
Monroe, LA 71211-4065
Tel 318 388 9000

CENTURYTEL

April 14, 2009

Mr. Randy Lobb
Administrator Utilities Division
Idaho Public Utilities Commission
472 West Washington Street
Boise, ID 83702

CEN-T

Dear Mr. Lobb,

Re: CenturyTel of Idaho, Inc.
CenturyTel of the Gem State, Inc.

Enclosed for filing with the commission is an original and a disk copy of the 2008 Annual Report for the above referenced companies, along with attachments for page 20. Also enclosed for filing is an original of the form I based on December 31, 2007 data filed with NECA for both companies and a copy of our most recent separations study filed with NECA.

All correspondence regarding the report should be addressed to:

Mr. Ted Hankins
Director of Economic Analysis
P.O. Box 4065
Monroe, LA 71211-4065
(318) 388-9416

Sincerely,

Leah M. Dougan

Leah M. Dougan
Manager – General Accounting

LMD/ls
Enclosures

xc: Carol Squyres – without reports
Ted Hankins – without reports
Ken Buchan – with reports
Bill May – electronic copy
General accounting File – with reports

ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO THE IDAHO PUBLIC UTILITIES COMMISSION FOR THE YEAR ENDING DECEMBER 31, 2008

COMPANY INFORMATION

Exact name of utility: CenturyTel of Idaho, Inc.
Address of principal office: 100 CenturyTel Drive, P.O. Box 4065, Monroe, LA 71211-4065
Telephone Number (Area Code) (318) 388-9000 E-mail address:
Cities or towns served: Salmon, North Fork and Leadore, Idaho

Name and title of officer having custody of the general corporate books of account:
Neil A. Sweasy - Vice President and Controller
Address of office where corporate books are kept and phone number:
100 CenturyTel Drive, P.O. Box 4065, Monroe, LA 71211-4065
Organized under the laws of the State of: Delaware
Date of organization: November 28, 1913
Form of organization (proprietorship, association, corporation): Corporation
If a Subchapter S Corporation, please specify: N/A
Name and address of controlling company, if any: CenturyTel, Inc. P.O. Box 4065 Monroe, LA 71211-4065

Names of affiliated companies. Give address and description of business:
1) CenturyTel, Inc, P. O. Box 4065, Monroe, LA 71211-4065, Management Services
2) CenturyTel Supply Group, Inc., P. O. Box 4065, Monroe, LA 71211-4065, Delivering, Purchasing and Warehousing
3) CenturyTel of Jacksonville, P. O. Box 4065, Monroe, LA 71211-4065, Allocation for Services
4) CenturyTel Holdings Missouri, Inc. P. O. Box 4065, Monroe, LA 71211-4065, Allocations for Services
5) CenturyTel Service Group, LLC, P. O. Box 4065, Monroe, LA 71211-4065, Financial, Accounting, Billing, Data Processing, Personnel Relations and Engineering
6) CenturyTel of Montana, Inc. , P. O. Box 4065, Monroe, LA 71211-4065, Allocations for Services
7) CenturyTel Fiber Co. II, LLC, P. O. Box 4065, Monroe, LA 71211-4065, Allocations for Services
8) CenturyTel of Ohio, Inc. P. O. Box 4065, Monroe, LA 71211-4065, Allocations for Services
9) CenturyTel of Washington, Inc. P. O. Box 4065, Monroe, LA 71211-4065, Allocations for Services
10) CenturyTel Acq. LLC, P.O. Box 4065, Monroe, LA 71211-4065, Allocations for Services
11) Madison River Management, LLC P. O. Box 4065, Monroe, LA 71211-4065, Allocations for Services
12) Gulf Telephone Company, P.O. Box 4065, Monroe, LA 71211-4065, Allocations for Services

OFFICERS

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

Title	Name	Address
Chief Executive Officer	*Glen F. Post, III*	*P.O. Box 4065, Monroe, LA 71211-4065*
President & COO	*Karen A. Puckett*	"
Executive Vice President & CFO	*R. Stewart Ewing, Jr.*	"
Senior Vice President	*David D. Cole*	"
Senior Vice President	*Michael E. Maslowski*	"
Senior Vice President, General Counsel, & Assistant Secretary	*Stacey W. Goff*	"
Vice President & Controller	*Neil A. Sweasy*	"
Vice President & Treasurer	*G. Clay Bailey*	"
Vice President	*Duane Ring*	"
Vice President	*Tim Walden*	"
Vice President	*Ivan Hughes*	"
Vice President	*Jeff Glover*	"
Secretary	*Kay C. Buchart*	"

DIRECTORS

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

Name and Address	Term Expired or Current Term Will Expire	Meetings Attended This year	Fees Paid During Year
Glen F. Post, III	6/9/2009	1	None
Stacey W. Goff	6/9/2009	1	None
R. Stewart Ewing, Jr.	6/9/2009	1	None

Address for Board of Directors: P.O. Box 4065, 100 CenturyTel Drive, Monroe, LA 71211-4065

Name of Chairman of the Board: Glen F. Post, III

Name of Secretary (or Clerk) of Board: Kay Buchart

Number of Meetings of the Board during the year: 1

MANAGERS

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

Name	Title	Wages and Bonuses Paid
Jeremy Ferkin	General Manager	

*Available upon request.

NOTES TO THE FINANCIAL STATEMENTS

Please provide important information such as changes in accounting or depreciation practices, extensions or additions to the system; disposal of any substantial portion of the property of the utility; reorganization, mergers, or consolidations with other companies; leases executed; other contracts or agreements entered into; changes made in articles of incorporation or amendments; the occurrence of contingency losses or gains.

None

BALANCE SHEET
Assets and Other Debits

	Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
	Current Assets			
1120	Cash and Equivalents			
1130	Cash	1,051,876	522,416	(529,460)
1140	Special Cash Deposits			
1150	Working Cash Advances	350	400	50
1160	Temporary Investments			
1180	Telecommunications Accts. Receivable	45,902	53,342	7,440
1181	Accts. Rec. Allow. -Telecommunications	(1,644)	(4,121)	(2,477)
1190	Other Accounts Receivable	165,258	125,694	(39,564)
1191	Accounts Receivable Allow. - Other			0
1200	Notes Receivable			0
1201	Notes Receivable Allowance			
1210	Interest & Dividends Receivable			
1220	Material and Supplies	4,890	4,890	0
1280	Prepayments			
1290	Prepaid Rents			
1300	Prepaid Taxes			
1310	Prepaid Insurance			
1320	Prepaid Directory Expenses			
1330	Other Prepayments	90	50	(40)
1350	Other Current Assets			
	Noncurrent Assets			
1401	Investment in Affiliated Companies			
1402	Investment in Nonaffiliated Companies			0
1406	Nonregulated Investments	22,346	7,151	(15,195)
1407	Unamortized Debt Issuance Expense			
1408	Sinking Funds			
1410	Other Noncurrent Assets			
1438	Deferred Maintenance & Retirements			
1439	Deferred Charges			
1500	Other Jurisdiction Assets - Net			
	Property, Plant and Equipment			
2001	Telecommunications Plants in Service	20,688,493	20,870,723	182,230
2002	Prop. Held for Future Telecom. Use			
2003	Telecom. Plant under Constr. - Short Term	26,226	29,903	3,677
2004	Telecom. Plant under Constr. - Long Term			
2005	Telecom. Plant Adjustment			
2006	Nonoperating Plant			
2007	Goodwill			
	Depreciation and Amortization Accounts			
3100	Accumulated Depreciated	(16,484,886)	(17,283,505)	(798,619)
3200	Accum. Depre. - Held for Future Use			
3300	Accumulated Depreciation - Nonoperating			
3400	Accumulated Amortization - Tangible			
3410	Accum. Amort. - Capitalized Leases			
3420	Accum. Amort. - Leasehold Improvements			
3500	Accumulated Amortization - Intangible			
3600	Accumulated Amortization - Other			
	TOTAL ASSETS	5,518,901	4,326,943	(1,191,958)

BALANCE SHEET
Liabilities & Stockholders' Equity

	Title of Account	Balance Beginning of Year	Balance at End of Year	Increase or (Decrease)
	Current Liabilities			
4010	Accounts Payable	282,521	346,577	64,056
4020	Notes Payable			
4030	Advance Billings and Payments	1,706	1,889	183
4040	Customer Deposits	12,161	9,804	(2,357)
4050	Current Maturities - Long -Term Debt			
4060	Current Maturities - Capital leases			
4070	Income Taxes - Accrued			
4080	Other Taxes - Accrued	17,300	15,557	(1,743)
4100	Net Current Defer. Oper. Income Taxes			
4110	Net Current Defer. Nonoper. Income Taxes			
4120	Other Accrued Liabilities	374	156	(218)
4130	Other Current Liabilities	32,715	29,779	(2,936)
	Long-Term Debt			
4210	Funded Debt			
4220	Premium on Long-Term Debt			
4230	Discount on Long-Term Debt			
4240	Reacquired Debt			
4250	Obligations Under Capital Leases			
4260	Advances from Affiliated Companies			
4270	Other Long-Term Debt			
	Other Liabilities & Deferred Credits			
4310	Other Long-Term Liabilities			
4320	Unamort. Oper. Invest. Tax Credits - Net			
4330	Unamort. Nonoper. Invest. Tax Credits - Net			
4340	Net Noncurrent Defer. Oper. Income Taxes	471,004	413,168	(57,836)
4350	Net Noncur. Defer. Nonoper. Income Taxes			
4360	Other Deferred Credits	75,707	71,417	(4,290)
4370	Other Juris. Liab. & Def. Credits - Net			
	Stockholders' Equity			
4510	Capital Stock	200,000	200,000	0
4520	Additional Paid-In Capital			
4530	Treasury Stock			
4540	Other Capital			
4550	Retained Earnings	4,425,413	3,238,596	(1,186,817)
	TOTAL LIAB. & OTHER CREDITS	5,518,901	4,326,943	(1,191,958)

ANALYSIS OF TELECOMMUNICATIONS PLANT IN SERVICE
TOTAL Company Basis

		Balance Beginning of Year	Additions During year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
Analysis of Telecommunications Plant in Service						
2111	Land	37,408				37,408
2112	Motor Vehicles	86,931				86,931
2113	Aircraft					0
2114	Special Purpose Vehicles					0
2115	Garage Work Equipment					0
2116	Other Work Equipment	121,042	4,736			125,778
2121	Buildings	552,627				552,627
2122	Furniture	2,000				2,000
2123	Office Equipment	9,480				9,480
2124	General Purpose Computers	33,304	6,791		(3,050)	37,045
2211	Analog Electronic Switching					0
2212	Digital Electronic Switching	1,606,038	5,803		1	1,611,842
2215	Electro-Mechanical Switching					0
2220	Operator Systems					0
2231	Radio Systems					0
2232	Circuit Equipment	4,260,688	164,202	129,231		4,295,659
2311	Station Apparatus					0
2321	Customer Premises Wiring					0
2341	Large Private Branch Exchanges					0
2351	Public Telephone Terminal Equipment					0
2362	Other Terminal Equipment					0
2411	Poles	72,688				72,688
2421	Aerial Cable	231,535	393			231,928
2422	Underground Cable	121,186				121,186
2423	Buried Cable	13,462,214	132,940	355	8,882	13,603,681
2424	Submarine Cable					0
2426	Intrabuilding Network Cable					0
2431	Aerial Wire	1,809				1,809
2441	Conduit Systems	89,543			(8,882)	80,661
2681	Capital Leases					0
2682	Leasehold Improvements					0
2690	Intangibles					0
		20,688,493	314,865	129,586	(3,049)	20,870,723
	TOTAL PLANT ACCOUNTS	20,688,493	314,865	129,586	(3,049)	20,870,723

ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS
IDAHO Operations Only

		Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance End of Year
Analysis of Telecommunications Plant in Service						
2111	Land	Same as Total Company				
2112	Motor Vehicles					
2113	Aircraft					
2114	Special Purpose Vehicles					
2115	Garage Work Equipment					
2116	Other Work Equipment					
2121	Buildings					
2122	Furniture					
2123	Office Equipment					
2124	General Purpose Computers					
2211	Analog Electronic Switching					
2212	Digital Electronic Switching					
2215	Electro-Mechanical Switching					
2220	Operator Systems					
2231	Radio Systems					
2232	Circuit Equipment					
2311	Station Apparatus					
2321	Customer Premises Wiring					
2341	Large Private Branch Exchanges					
2351	Public Telephone Terminal Equipment					
2362	Other Terminal Equipment					
2411	Poles					
2421	Aerial Cable					
2422	Underground Cable					
2423	Buried Cable					
2424	Submarine Cable					
2426	Intrabuilding Network Cable					
2431	Aerial Wire					
2441	Conduit Systems					
2681	Capital Leases					
2682	Leasehold Improvements					
2690	Intangibles					
	TOTAL PLANT ACCOUNTS	0	0	0	0	0

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

TOTAL Company Basis

		Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
Analysis of Entries in Accumulated Depreciation						
2112	Motor Vehicles	86,931	25.00%			86,931
2113	Aircraft					0
2114	Special Purpose Vehicles					0
2115	Garage Work Equipment					0
2116	Other Work Equipment	106,688	10.00%	12,262		118,950
2121	Buildings	437,566	3.40%	17,293		454,859
2122	Furniture	2,000	10.00%			2,000
2123	Office Equipment	9,191	20.00%			9,191
2124	General Purpose Computers	30,089	25.00%	6,970	2,625	34,434
2211	Analog Electronic Switching					0
2212	Digital Electronic Switching	1,606,038	11.93%	605		1,606,643
2215	Electro-Mechanical Switching					0
2220	Operator Systems					0
2231	Radio Systems					0
2232	Circuit Equipment	3,783,981	11.60%	82,565	129,229	3,737,317
2311	Station Apparatus					0
2321	Customer Premises Wiring					0
2341	Large Private Branch Exchanges					0
2351	Public Telephone Terminal Equipment					0
2362	Other Terminal Equipment					0
2411	Poles	67,856	11.70%	2,638	(1,801)	72,295
2421	Aerial Cable	171,972	8.60%	19,936	(20)	191,928
2422	Underground Cable	111,464	5.80%	1,124	1	112,587
2423	Buried Cable	10,048,137	5.80%	783,180	917	10,830,400
2424	Submarine Cable					0
2426	Intrabuilding Network Cable					0
2431	Aerial Wire	1,809	15.00%			1,809
2441	Conduit Systems	21,144	3.50%	3,017		24,161
						0
	TOTAL					0
		16,484,866 0		929,590	130,951	17,283,505

*Please list individual depreciation rate for each account.

Rev 3/02

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

IDAHO Operations Only

	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	Same as Total Company				
2113 Aircraft					
2114 Special Purpose Vehicles					
2115 Garage Work Equipment					
2116 Other Work Equipment					
2121 Buildings					
2122 Furniture					
2123 Office Equipment					
2124 General Purpose Computers					
2211 Analog Electronic Switching					
2212 Digital Electronic Switching					
2215 Electro-Mechanical Switching					
2220 Operator Systems					
2231 Radio Systems					
2232 Circuit Equipment					
2311 Station Apparatus					
2321 Customer Premises Wiring					
2341 Large Private Branch Exchanges					
2351 Public Telephone Terminal Equipment					
2362 Other Terminal Equipment					
2411 Poles					
2421 Aerial Cable					
2422 Underground Cable					
2423 Buried Cable					
2424 Submarine Cable					
2426 Intrabuilding Network Cable					
2431 Aerial Wire					
2441 Conduit Systems					
TOTAL					
Removal Cost Not Complete					

*Please list individual depreciation rate for each account.

INVESTMENTS

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

Description	Date Acquired	Book Cost of Investments Disposed of This year	Book Cost of Investments Held at End of Year
1. Acct 1406			7,151
Net Non-Utility Plant			
Totals			7,151

RECEIVABLES

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

	Amount at End of Year	
Name of Company	Notes Receivable	Accounts Receivable
1. Acct 1180		
Due from Customers		52,466
Good/Receipts		876
Sub-Total		53,342
2. Acct 1190		
Connecting Companies		125,424
Accounts Rec-Trade		270
Sub-Total		125,694
Totals		179,036

NOTES PAYABLE

For Notes Payable, list each note separately and include the maturity date and interest rate.

Name of Creditor	Date of Note	Interest Rate	Due Date	Face Amount
None				
Totals				

ACCOUNTS PAYABLE

Report below all Accounts Payable amounting to more than $100.00

Name of Creditor	Amount
P/R Deductions - state w/ holding	1,064
P/R Deduct-Emp Stk	1,094
A/P-Connecting Companies	317,697
County 911 Tax	3,423
USF High Cost	416
P/R Deduct-FICA Emp	(846)
P/R Deduct-Fed Withh	(1,281)
A/P-Other	(632)
A/P-Trade (accruals)	25,642
Totals	346,577

LONG - TERM DEBT

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

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

Class & Series of Obligation	Date of Issue	Date of Maturity	Face Amount Authorized	Outstanding Year-End	Premium/ Discount Total	Premium/ Discount Year Amortized	Interest for year Rate	Interest for year Amount
NONE								
Total 4210								
			0	0				0

CAPITAL STOCK

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

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

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

Class & Series of Stock	Number of Shares Authorized	Par Value per Share	Outstanding per Balance Sheet	
			Shares	Amount
Common Stock	2,000	$100	2,000	$200,000
TOTAL				$200,000

INCOME & RETAINED EARNINGS STATEMENT

	Item	Total Company	Idaho Only
	Total Operating Income (from page 15)	4,371,390	Same as Total Company
	Total Operating Expenses (from page 17)	2,609,597	0
7100	Other Operating Income and Expense		
7210	Operating Investment Tax Credits-Net		
7220	Operating Federal Income Taxes	623,930	
7230	Operating State and Local Income Taxes	145,870	
7240	Operating Other Taxes	34,208	
7250	Provision for Deferred Operating Income Taxes-Net	(57,125)	
7200	Operating Taxes (Total)	746,883	0
7310	Dividend Income		
7320	Interest Income	(60,181)	
7330	Income from Sinking and Other Funds		
7340	Allowance for Funds Used During Construction		
7350	Gains/Losses from the Disposition of Certain Property		
7360	Other Nonoperating Income		
7370	Special Charges	5,139	
7300	Nonoperating Income and Expense	(55,042)	
7410	Nonoperating Investment Tax Credits-Net		
7420	Nonoperating Federal Income Taxes		
7430	Nonoperating State and Local Income Taxes		
7440	Nonoperating Other Taxes		
7450	Provision for Deferred Nonoperating Income Taxes-Net		
7400	Nonoperating Taxes	0	0
7510	Interest on Funded Debt		
7520	Interest Expense-Capital Leases		
7530	Amortization of Debt Issuance Expense		
7540	Other Interest Deductions	590	
7500	Interest and Related Items	590	
7610	Extraordinary Income Credits		
7620	Extraordinary Income Charges		
7630	Current Income Tax Effect of Extraordinary Items-Net		
7640	Provision for Deferred Income Tax Effect of Extraordinary Items-Net		
7600	Extraordinary Items	0	0
7910	Income Effect of Jurisdictional Ratemaking Differences-Net		
7990	Nonregulated Net Income	(43,821)	
	AMOUNT TRANSFERRED TO RETAINED EARNINGS	1,113,183	

OPERATING REVENUES

	Item	Total Company	Idaho Only
	Local Network Services Revenues		
5001	Basic Area Revenue	1,218,072	
5002	Optional Extended Area Revenue		
5003	Cellular Mobile Revenue		
5004	Other Mobile Services Revenue		
5010	Public Telephone Revenue		
5040	Local Private Line Revenue	34,525	
5050	Customer Premises Revenue		
5060	Other Local Exchange Revenue	231,097	
5069	Other Local Exchange Settlements		
	Network Access Services Revenues		
5081	End User Revenue (SLC)	306,263	
5082	Switched Access Revenue (Interstate)	1,557,321	
5083	Special Access Revenue	350,848	
5084	State Access Revenue (Intrastate)	476,220	
	Long Distance Network Services Revenues		
5100	Long Distance Message Revenue - All	563	
	Miscellaneous Revenues		
5230	Directory Revenue	85,128	
5240	Rent Revenue	44,072	
5250	Corporate Operations Revenue		
5261	Special Billing Arrangements Revenue	8,247	
5262	Customer Operations Revenue		
5263	Plant Operations Revenue		
5264	Other Incidental Regulated Revenue	1,501	
5269	Other Revenue Settlements	21	
5270	Carrier Billing & Collection Revenue	70,248	
	Uncollectible Revenues		
5301	Uncollectible Revenue - Telecommunications	(11,708)	
5302	Uncollectible Revenue - Other	(1,028)	
	TOTAL OPERATING REVENUES	4,371,390	0

Please identify the following revenues:

NECA USF $ 962,232 To what account were they booked? 50801000

State USF $ n/a To what account were they booked? N/A

OPERATING REVENUES

Item	Total Company	Idaho Only
Plant Specific Operations Expense		
6110 Network Support Expenses		
6112 Motor Vehicle Expense		
6113 Aircraft Expense	6,039	
6114 Special Purpose Vehicles Expense		
6115 Garage Work Equipment Expense		
6116 Other Work Equipment Expense		
6120 General Support Expenses		
6121 Land and Building Expenses	40,687	
6122 Furniture and Artworks Expense		
6123 Office Equipment Expense	453	
6124 General Purpose Computers Expense	48,943	
6210 Central Office Switching Expenses		
6211 Analog Electronic Expense		
6212 Digital Electronic Expense	110,692	
6215 Electro-Mechanical Expense		
6220 Operators System Expense		
6230 Central Office Transmission Expenses		
6231 Radio Systems Expense		
6232 Circuit Equipment Expense	81,204	
6310 Information Origination/Termination Expense		
6311 Station Apparatus Expense		
6341 Large Private Branch Exchange Expense		
6351 Public Telephone Terminal Equipment Expense		
6362 Other Terminal Equipment Expense		
6410 Cable and Wire Facilities Expenses		
6411 Pole Expense	510	
6421 Aerial Cable Expense	5,510	
6422 Underground Cable Expense		
6423 Buried Cable Expense	349,522	
6424 Submarine Cable Expense		
6425 Deep Sea Cable Expense		
6426 Intrabuilding Network Cable Expense		
6431 Aerial Wire Expense		
6441 Conduit Systems Expense		
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	643,560	0

OPERATING REVENUES

	Item	Total Company	Idaho Only
	Plant Nonspecific Operations Expense		
6510	Other Property/Plant/Equipment Expenses		
6511	Property Held for Future Telecomm. Use Expenses		
6512	Provisioning Expense	(3,241)	
6530	Network Operations Expense		
6531	Power Expense	27,612	
6532	Network Administration Expense	19,799	
6533	Testing Expense	28,703	
6534	Plant Operations Administration Expense	39,176	
6535	Engineering Expense	45,769	
6540	Access Expense	86,748	
6560	Depreciation and Amortization Expenses		
6561	Depreciation Expense-Telecom. Plant in Service	929,589	
6562	Depreciation Expense-Property Held for Future Use		
6563	Amortization Expense - Tangible		
6564	Amortization Expense - Intangible		
6565	Amortization Expense - Other		
	Total Plant Nonspecific Operations Expenses	1,174,155	
	Customer Operations Expense		
6610	Marketing		
6611	Product Management	21,134	
6612	Sales	79,518	
6613	Product Advertising	16,468	
6620	Services		
6621	Call Completion Services	529	
6622	Number Services	9,670	
6623	Customer Services	336,019	
	Total Customer Operations Expense	463,338	
	Corporate Operations Expense		
6710	Executive and Planning	66,900	
6711	Executive		
6712	Planning		
6720	General and Administrative		
6721	Accounting and Finance	54,999	
6722	External Relations	26,345	
6723	Human Resources	28,485	
6724	Information Management	115,721	
6725	Legal	18,577	
6726	Procurement	1,245	
6727	Research and Development		
6728	Other General and Administrative	16,272	
6790	Provision for Uncollectible Notes Receivable		
	Total Corporate Operations Expense	328,544	
	TOTAL OPERATING EXPENSES	2,609,597	

CENTRAL OFFICE DATA
as of December 31, 2008 (unless otherwise indicated)

Name of Central Office: Salmon
Prefix (es): 208-756

Central Office Switch Type: Northern Telecom DMS-10

Check all that apply:
Stand Alone___
Host_X_
Remote___

Check one:
Digital _X__
Analog___

Check one:
Electronic_X_
Electro-Mechanical___
Other:_____

Access Line Capacity
Design: 6452

Installed/Equipped: 6452/6251

Access Lines in Use
Customer Lines: 3,278
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 3

Company Official Lines 19

Company Test Lines Included in Official Lines

Classification of Customer Access

	Residence				Business					
	Multi-Line 1-Party	Single Line 1-Party	Single Line Multi-Party	Subtotal Residence	Centrex N.A.R.	Multi-Line 1-Party	Single Line 1-Party	Single Line Multi-Party	Subtotal Business	Total Residence & Business
Beginning of Year	43	2,276	0	2,319		190	766	0	956	3,275
New Connects				0		22	35		57	57
Disconnects	9	45		54					0	54
End of Year	34	2,231	0	2,265		212	801	0	1,013	3,278

Foreign Exchange:
Dial Tone from this C.O.: None
Dial Tone from another C.O.: None

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 346

Custom Calling:
Number of customers with at least one feature: 2275
Total number of features subscribed to: 7545

CENTRAL OFFICE DATA
as of December 31, 2008 (unless otherwise indicated)

Name of Central Office: Leadore
Prefix (es): 208-768

Central Office Switch Type: Northern Telecom RLCM

Check all that apply:
Stand Alone___
Host___
Remote_X_

Check one:
Digital _X__
Analog___

Check one:
Electronic_X_
Electro-Mechanical___
Other:_____

Access Line Capacity
Design: 672

Installed/Equipped: 672/403

Access Lines in Use
Customer Lines: 163
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 1

Company Official Lines 1

Company Test Lines Included in Official Lines

Classification of Customer Access

	Residence				Business					
	Multi-Line 1-Party	Single Line 1-Party	Single Line Multi-Party	Subtotal Residence	Centrex N.A.R.	Multi-Line 1-Party	Single Line 1-Party	Single Line Multi-Party	Subtotal Business	Total Residence & Business
Beginning of Year	3	130	0	133		9	27	0	36	169
New Connects				0		1			1	1
Disconnects		5		5			2		2	7
End of Year	3	125	0	128		10	25	0	35	163

Foreign Exchange:
Dial Tone from this C.O.: None
Dial Tone from another C.O.: None

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 27

Custom Calling:
Number of customers with at least one feature: 121
Total number of features subscribed to: 328

CENTRAL OFFICE DATA
as of December 31, 2008 (unless otherwise indicated)

Name of Central Office: North Fork
Prefix (es): 208-865

Central Office Switch Type: Northern Telecom RLCM

Check all that apply:
Stand Alone___
Host___
Remote_X_

Check one:
Digital _X__
Analog___

Check one:
Electronic_X_
Electro-Mechanical___
Other:_____

Access Line Capacity
Design: 640

Installed/Equipped: 640/414

Access Lines in Use
Customer Lines: 280
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 1

Company Official Lines 1

Company Test Lines Included in Official Lines

Classification of Customer Access

	Residence				Business					
	Multi-Line 1-Party	Single Line 1-Party	Single Line Multi-Party	Subtotal Residence	Centrex N.A.R.	Multi-Line 1-Party	Single Line 1-Party	Single Line Multi-Party	Subtotal Business	Total Residence & Business
Beginning of Year	9	227	0	236		8	31	0	39	275
New Connects (a)		8		8					0	8
Disconnects (a)	1			1			2		2	3
End of Year	8	235	0	243		8	29	0	37	280

Foreign Exchange:
Dial Tone from this C.O.: None
Dial Tone from another C.O.: None

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 31

Custom Calling:
Number of customers with at least one feature: 219
Total number of features subscribed to: 840

NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (Year) 2008.

	Local Exchange	Average # of Customer Lines in Use	Local Calls Number (1000s)	Local Calls Avg./ Line	Toll Calls Originated (Total of all Carriers) Intrastate	Interstate	Total	Avg./ Line
1	756 - Salmon	3,278	N/A	N/A	525,566	604,476	1,130,042	345
2	768 - Leadore	163	N/A	N/A	44,402	43,759	88,161	541
3	865 - North Fork	280	N/A	N/A	29,650	97,626	127,276	455
4								
5	TOTAL	3,721			599,618	745,861	1,345,479	362
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								

ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES
YEAR ENDED DECEMBER 31, 2008

CUSTOMER RELATIONS RULES COMPLIANCE

Rule IDAPA 31.21.01.603
Rule IDAPA 31.41.01.105

Please provide copies of:

Summary of Customer Relations Rules for Telephone Corporations

Idaho Telephone Solicitation Act Notification

Method of Notification:

Mailed separately to customers Yes_____ No X___

Included in directory Yes__X__ No_____

Date of notification Salmon Directory - January 2008

Alternate method of notification _____

_____

_____

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company 1

Category of complaints (if known):

Deposit Disputes _____

Charges on Bill _____

Denial/Termination _____

Quality or Availability of Service _____

Carrier Selection/Assignment _____

Miscellaneous 1

CERTIFICATE

State of Louisiana)
) ss
County of Ouachita)

WE, the undersigned Karen A. Puckett

and Neil A. Sweasy

of the CenturyTel of Idaho, Inc. utility,

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

Karen Puckett
(Chief Officer)

Neil A Sweasy
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 7th day of April, (Year) 2009.

Terri Guice #8622
Notary Public

My Commission Expires At death, (Year)____.

Rev 3/02

gdk/excel/jnelson/anulrpts/telannualrpt

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

OF

CenturyTel of Idaho, Inc.
Name of Respondent

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

CEN-1

RECEIVED
2009 APR 15 AM 9:28
IDAHO PUBLIC
UTILITIES COMMISSION

Notes to Separated Results of Idaho Operations

1 Local service revenue is separated between billed (accrued) and EAS net settlements. The EAS billed amount represents EAS surcharges and measured EAS services. The EAS net settlements amount equals the contracted amount of EAS settlement payments to the independents. Note: EAS settlement expense is recorded in expense account 6728. Some portion of local billing is assigned to the interstate jurisdiction. See FCC Part 36.212.

2 Account 508X is for access charges. Split the account between customer access line charges (CALC), switched and special.

3 Account 51XX applies to interstate and intrastate billed toll.
a. The intraLATA gross billed toll should equal the billed toll combined.
b. The private line amount should equal the ITC's private line toll.
c. The settlement amount is the operator surcharge revenues billed and retained by the ITCs and recorded as a debit to 5100 MTS Toll Revenue accounts.

4 Accounts 5270 and 5280 cover billing and collection access revenues for interstate and intrastate respectively.

5 Summary and Detail accounts:
a. Operating Expenses - The summary (page 1) should agree with the details (pages 5 and 6).
b. Telecom Plant in Service - The summary (page 2) should agree with the totals (page 3).
c. Depreciation & Amortization Reserves - The summaries (page 2) should agree with the totals (page 4).

6 Details of general taxes and the computation of state and federal income taxes are found on page 7.

7 The Equal Access Equipment is determined as defined in FCC Part 36.191.

8 Account 6511 Property Held for Future Use Expenses and Account 6562 Amortization Expenses Associated with Property Held for Future Use are not "above-the-line" items in Idaho.

9 Account 6540 includes access charges and B & C expenses paid to LECs. See FCC Part 36.354. Carrier access charge B & C expenses in account 6623 are expenses associated with the billing and collecting of access charges to interexchange carriers. See FCC Part 36.381.

10 Equal Access Provision expenses are determined as defined in FCC Part 36.421.

11 Universal Service Fund expenses adjustment is determined as defined in FCC Part 36.631. The expense adjustment is added to interstate expenses and deducted from state expenses. The effect is zero on total Idaho operations.

12 Lifeline Connection Assistance expense adjustment is determined as defined in FCC Part 36.741. The expense adjustment is added to interstate expenses and deducted from state expenses. The effect is zero on total Idaho operation.

13 Line 7 = revenues - expenses - general taxes (excluding SIT).

14 Line 9 is the basis for all income tax separations. See FCC Part 36.412.

15 Line 10 = SIT Base Miscellaneous Adds and Deducts. This may be obtained from tax workpapers or, if multi-state operation, backed into by dividing the current SIT by .08 then subtracting line 9. If the "backed into" approach is used, make sure prior year adjustments are first removed from current SIT.

16 Current SIT should reflect the removal of all prior period adjustments.

17 Line 13 = FIT Base Miscellaneous Adds and Deducts. This may be obtained from tax workpapers or backed into by taking the current FIT plus claimed ITC, dividing the effective FIT rate and then subtracting line 12 and line 9. If the "backed into" approach is used, make sure prior year adjustments are first removed from current FIT.

18 Current FIT should reflect the removal of all prior period adjustments.

19 Separation Paramenters drive the allocation of certain plant and expense costs to operation and services. The parameters are designed to perform validity tests on separation studies and provide a basis to forecast future test year separations. All parameters reflect study area annual totals.

20 Current Composite SPF - It represents a composite of the pre and post-conversion SPF for those companies involved in toll route conversions to EAS during the year.

21 COE Cat 3 - See FCC Part 36.125 and PUC Order 93-1133, Appendix A.

22 Exchange Trunk MOU - See FCC Part 36.155.

23 Host/Remote MOU Kilometers - See FCC Part 36.157.

24 Equal Access MOU - See FCC Part 36.191.

25 Operator Standard Work Seconds - Used to separate operator services expenses if different from those used for COE Cat. 1 plant.

26 Tandem Switching MOU - See FCC Part 36.124.

27 Unseparated Loop Cost - See FCC Part 36.621.

28 Gross Billed Revenues are defined differently for the following expenses:
a. Marketing - See FCC Part 36.372
b. Payment and Collection, End User - See FCC Part 36.377(a)(2).
c. Payment and Collection, CXR - See FCC Part 36.377(a)(5).

29 Service Order Contacts:
a. Service Order Processing, End User - See FCC Part 36.377)a)(1).
b. Service Order Processing, CXR - See FCC Part 36.377(a)(4).

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

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

32 Big Three Expense Facto - See FCC Part 36.392.

FORM I INPUT MASTER

COMPANY NAME: CenturyTel of Idaho, Inc. **For The Year Ended: December 31, 2007** **Separated Results of Idaho Operations**

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation: MTS & WATS Switched Access	Interstate Operation: TOLL PLS Special Access	Interstate Operation: Total	Intrastate Operation: MTS & WATS Switched Access	Intrastate Operation: TOLL PLS Special Access	Intrastate Operation: EAS	Intrastate Operation: Local (other)	Intrastate Operation: Total
SUMMARY											
Operating Revenues											
50XX Local -Billed	(1)	1.	1,529,649			0				1,529,649	1,529,649
-EAS Billed	(1)	2.	0			0					0
-EAS Settlement	(1)	3.	0			0					0
508X Access-SLC (End User)	(2)	4.	316,641	316,641		316,641					0
-Switched (TS+NTS)	(2)	5.	2,264,183	1,824,341		1,824,341	439,842				439,842
-Special	(2)	6.	359,076		312,646	312,646		46,430			46,430
51XX Toll -Message	(3a)	7.	(603)	0		0	(603)				(603)
-Private Line	(3b)	8.	4,440			0		4,440			4,440
-Settlement	(3c)	9.	0			0					0
52XX Misc. -Billing & Collection	(4)	10.	65,418	37,273		37,273	28,145				28,145
-Directory Advertising		11.	90,210			0				90,210	90,210
-Operating Rents		12.	26,530	8,299	866	9,165	5,706	383		11,276	17,365
-Other Misc.		13.	9,896	3,977	174	4,150	3,718	28		1,999	5,746
530X Less: Uncollectible Rev. (-)		14.	(6,232)			0	1,560			(7,792)	(6,232)
Total Revenues		15.	4,659,207	2,190,531	313,685	2,504,216	478,367	51,281	0	1,625,342	2,154,991
Operating Expenses											
61XX-64XX Plant Specific Oper.	(5a)	16.	725,533	226,577	26,366	252,943	155,146	10,519	0	306,925	472,590
65XX Plant Nonspecific Operations	(5a)	17.	256,028	114,258	5,548	119,806	69,774	2,200	0	64,248	136,222
656X Depreciation & Amortization	(5a)	18.	922,665	248,574	33,602	282,176	214,019	14,410	0	412,060	640,489
66XX Customer Operations	(5a)	19.	389,196	99,618	14,035	113,653	61,818	5,834	0	207,891	275,543
67XX Corporate Operations	(5a)	20.	381,132	114,852	13,667	128,519	73,700	5,526	0	173,387	252,613
---- Other Operating	(5a)	21.	1,965	1,131,045	70	1,131,115	380	29	0	(1,129,559)	(1,129,150)
Total Expenses	(5a)	22.	2,676,519	1,934,924	93,288	2,028,212	574,837	38,518	0	34,952	648,307
Operating Taxes:	(6)										
7240 General Taxes		23.	36,716	10,056	975	11,031	7,734	387	0	17,564	25,685
7230 State/Local Inc. Tax (Current)		24.	155,567	19,612	17,550	37,161	(8,358)	988	0	125,775	118,406
7220 Federal Income Tax (Current)		25.	626,157	78,936	70,638	149,574	(33,641)	3,979	0	506,245	476,582
7250 Net Deferred Income Taxes		26.	0	0	0	0	0	0	0	0	0
7210 Net Investment Tax Credits		27.	0	0	0	0	0	0	0	0	0
Total Taxes		28.	818,439	108,604	89,163	197,766	(34,265)	5,354	0	649,583	620,673
Net Operating Income		29.	1,164,248	147,003	131,235	278,238	(62,205)	7,409	0	940,807	886,011

FORM I INPUT MASTER

COMPANY NAME: CenturyTel of Idaho, Inc. **For The Year Ended: December 31, 2007** **Separated Results of Idaho Operations**

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation: MTS & WATS Switched Access	Interstate Operation: TOLL PLS Special Access	Interstate Operation: Total	Intrastate Operation: MTS & WATS Switched Access	Intrastate Operation: TOLL PLS Special Access	Intrastate Operation: EAS	Intrastate Operation: Local (other)	Intrastate Operation: Total
SUMMARY (continued)											
Average Rate Base											
2001 Telecom. Plant in Service	(5b)	1.	20,542,449	6,458,287	748,396	7,206,683	4,373,783	296,719	0	8,665,264	13,335,766
2005 Plant Acquisition Adjustment		2.	0			0					0
3100 Less: Accumulated Depr. (-)	(5c)	3.	(16,031,980)	(5,243,793)	(582,355)	(5,826,148)	(3,327,969)	(226,236)	0	(6,651,627)	(10,205,832)
34xx-36xx Accumulated Amort. (-)	(5)	4.	0	0	0	0	0	0	0	0	0
4100-4340 Accum. Deferred Tax (-)		5.	(493,475)	**(155,142)**	**(17,978)**	(173,120)	**(105,068)**	**(7,128)**		**(208,159)**	(320,355)
1220 Materials and Supplies		6.	4,888	**1,310**	**168**	1,478	**1,141**	**76**		**2,193**	3,410
---- Equal Access Equipment	(7)	7.	0	**0**		0	**0**				0
---- Other Rate Base		8.	76,577	**58,856**	**3,825**	62,681	**4,557**	**309**		**9,030**	13,896
Total Average Rate Base		9.	**4,098,459**	**1,119,518**	**152,056**	**1,271,574**	**946,444**	**63,740**	**0**	**1,816,701**	**2,826,885**

FORM I INPUT MASTER

COMPANY NAME: CenturyTel of Idaho, Inc. **For The Year Ended: December 31, 2007** **Separated Results of Idaho Operations**

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation: MTS & WATS Switched Access	Interstate Operation: TOLL PLS Special Access	Interstate Operation: Total	Intrastate Operation: MTS & WATS Switched Access	Intrastate Operation: TOLL PLS Special Access	Intrastate Operation: EAS	Intrastate Operation: Local (other)	Intrastate Operation: Total
PLANT IN SERVICE DETAIL											
21XX General Support Facilities		1.	836,070	262,850	30,459	293,309	178,012	12,076		352,673	542,761
22XX Central Office Equipment:											
CAT 1-Operator Systems		2.	0			0					0
CAT 2-Tandem Switching (Alloc.)		3.	0			0					0
CAT 2-Tandem Switching (Assign.)		4.	0			0					0
CAT 3-Local Switching		5.	1,606,038	1,364,962		1,364,962	1,124			239,952	241,076
CAT 4.12 -Exch. Trunk (Joint Use)		6.	0			0				0	0
CAT 4.12 -Exch. Trunk (Ded. Use)		7.	0			0					0
CAT 4.13 -Subscr. Line (Joint Use)		8.	3,479,073	869,768	0	869,768	869,768	0		1,739,537	2,609,305
CAT 4.13 -Subscr. Line (Ded. Use)		9.	171,013		85,959	85,959		43,432		41,622	85,054
CAT 4.23 -IX Trunk (Joint Use)		10.	231,096	173,869		173,869	57,227				57,227
CAT 4.23 -IX Trunk Ckt. (Ded. Use)		11.	79,472		55,421	55,421		24,051			24,051
CAT 4.3 -Host/Remote Trunk Ckt.		12.	147,898	64,369		64,369	25,268			58,261	83,529
CAT 4.11 -Other Exchange Wideband		13.	98,244		98,244	98,244					0
Total COE		14.	5,812,834	2,472,968	239,624	2,712,592	953,387	67,483	0	2,079,372	3,100,242
23XX Information Orig./Term. Equipment:											
CAT 1-Regulated CPE		15.	0			0					0
Other IOT		16.	0	0		0	0			0	0
Total IOT		17.	0	0	0	0	0	0	0	0	0
24XX Cable & Wire Facilities:											
CAT 1.3-Subscriber Line (Common)		18.	11,987,192	2,996,798		2,996,798	2,996,798			5,993,596	8,990,394
CAT 1.1,2-Subscriber Line (Ded.)		19.	589,228		296,173	296,173		149,645		143,410	293,055
CAT 2-Exch. Trunk (Joint Use)		20.	0			0				0	0
CAT 2-Exch. Trunk (Ded. Use)		21.	0			0					0
CAT 3-IX Trunk (Joint Use)		22.	823,228	619,370		619,370	203,858				203,858
CAT 3-IX Trunk (Ded. Use)		23.	249,655		182,140	182,140		67,515			67,515
CAT 4-Host/Remote Trunk		24.	244,242	106,301		106,301	41,728			96,213	137,941
Other C&WF		25.	0			0					0
Total C&WF		26.	13,893,545	3,722,469	478,313	4,200,782	3,242,384	217,160	0	6,233,219	9,692,763
26XX Other Assets:											
Capital Leases		27.	0			0					0
Leasehold Improvements		28.	0			0					0
Intangibles		29.	0			0					0
Total Other Assets		30.	0	0	0	0	0	0	0	0	0
Total Telecom. Plant in Service	(5b)	31.	20,542,449	6,458,287	748,396	7,206,683	4,373,783	296,719	0	8,665,264	13,335,766

FORM I INPUT MASTER

COMPANY NAME: CenturyTel of Idaho, Inc. **For The Year Ended: December 31, 2007** **Separated Results of Idaho Operations**

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation: MTS & WATS Switched Access	Interstate Operation: TOLL PLS Special Access	Interstate Operation: Total	Intrastate Operation: MTS & WATS Switched Access	Intrastate Operation: TOLL PLS Special Access	Intrastate Operation: EAS	Intrastate Operation: Local (other)	Intrastate Operation: Total
Depreciation & Amortization											
Accumulated Depreciation Detail											
311X General Support Facilities		1.	(661,452)	(207,952)	(24,098)	(232,050)	(140,832)	(9,554)		(279,016)	(429,402)
312X Central Office Switching		2.	(1,606,038)	(1,364,962)		(1,364,962)	(1,124)			(239,952)	(241,076)
312X Operator Systems		3.	0			0					0
312X Central Office Transmission		4.	(3,744,869)	(986,342)	(213,312)	(1,199,654)	(847,700)	(60,073)		(1,637,442)	(2,545,215)
313X Information Orig./Term. Equip.		5.	0	0		0	0			0	0
314X Cable & Wire Facilities		6.	(10,019,621)	(2,684,537)	(344,945)	(3,029,482)	(2,338,313)	(156,609)		(4,495,217)	(6,990,139)
Total Accumulated Depreciation	(5c)	7.	(16,031,980)	(5,243,793)	(582,355)	(5,826,148)	(3,327,969)	(226,236)	0	(6,651,627)	(10,205,832)
Accumulated Amortization Detail											
3410 Capital Leases		8.	0			0					0
3420 Leasehold Improvements		9.	0			0					0
3500 Intangibles		10.	0			0					0
3600 Acquisition Adjustment		11.	0			0					0
Total Accumulated Amortization	(5c)	12.	0	0	0	0	0	0	0	0	0

FORM I INPUT MASTER

COMPANY NAME: CenturyTel of Idaho, Inc. For The Year Ended: December 31, 2007 Separated Results of Idaho Operations

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation MTS & WATS Switched Access	Interstate Operation TOLL PLS Special Access	Interstate Operation Total	Intrastate Operation MTS & WATS Switched Access	Intrastate Operation TOLL PLS Special Access	Intrastate Operation EAS	Intrastate Operation Local (other)	Intrastate Operation Total
OPERATING EXPENSE DETAIL											
61XX-64XX Plant Specific Operations											
6110-20 General Support Facilities		1.	98,289	30,901	3,581	34,482	20,927	1,420		41,460	63,807
621X Central Office Switching		2.	121,172	51,551	4,995	56,546	19,873	1,407		43,346	64,626
6220 Operator Systems		3.	0			0					0
623X Central Office Transmission		4.	54,179	23,050	2,233	25,283	8,886	629		19,381	28,896
63XX Information Orig./Term. Equip.		5.	0			0					0
64XX Cable & Wire Facilities		6.	451,893	121,075	15,557	136,632	105,460	7,063		202,738	315,261
Total Plant Specific	(5a)	7.	725,533	226,577	26,366	252,943	155,146	10,519	0	306,925	472,590
65XX Plant Nonspecific Operations	(8)										
6512 Provisioning		8.	(1,497)	(470)	(55)	(525)	(319)	(22)		(631)	(972)
653X Network Operations		9.	153,807	48,355	5,603	53,958	32,748	2,222		64,879	99,849
6540 Access Paid to LECs	(9)	10.	103,718	66,373		66,373	37,345				37,345
Total Plant Nonspecific	(5a)	11.	256,028	114,258	5,548	119,806	69,774	2,200	0	64,248	136,222
656X Depreciation & Amortization	(8)										
6561 General Support Facilities		12.	37,060	11,651	1,350	13,001	7,891	535		15,633	24,059
6561 Central Office Switching		13.	0	0		0	0			0	0
6561 Operator Systems		14.	0			0					0
6561 Central Office Transmission		15.	78,227	20,604	4,456	25,060	17,708	1,255		34,204	53,167
6561 Information Orig./Term. Equip.		16.	0			0					0
6561 Cable & Wire Facilities		17.	807,378	216,319	27,796	244,115	188,420	12,620		362,223	563,263
6563 Capital Leases		18.	0			0					0
6563 Leasehold Improvements		19.	0			0					0
6564 Intangibles		20.	0			0					0
6565 Acquisition Adjustment		21.	0			0					0
Total Depreciation & Amortization	(5a)	22.	922,665	248,574	33,602	282,176	214,019	14,410	0	412,060	640,489

FORM I INPUT MASTER

COMPANY NAME: CenturyTel of Idaho, Inc. For The Year Ended: December 31, 2007 Separated Results of Idaho Operations

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation MTS & WATS Switched Access	Interstate Operation TOLL PLS Special Access	Interstate Operation Total	Intrastate Operation MTS & WATS Switched Access	Intrastate Operation TOLL PLS Special Access	Intrastate Operation EAS	Intrastate Operation Local (other)	Intrastate Operation Total
OPERATING EXPENSE (continued)											
66XX Customer Operations											
661X Marketing		1.	91,759	32,373	8,331	40,704	20,135	1,453	0	29,467	51,055
662X Operator Services		2.	11,109	3		3	1,225			9,881	11,106
662X Directory Publishing-Alpha.		3.	192	65		65	21		0	106	127
662X Directory Publishing-Classified		4.	0			0					0
662X Directory Publishing-Foreign		5.	0			0			0		0
6623 Service Order Proc.-End User		6.	130,291	13,412	958	14,370	2,874	958		112,089	115,921
6623 Payment & Collection-End User		7.	76,385	25,134		25,134	13,012	29	0	38,210	51,251
6623 Billing Inquiry-End User		8.	11,636	4,566	0	4,566	295	0	0	6,775	7,070
6623 Service Order Proc.-CXR		9.	8,875	976	4,526	5,502	355	3,018			3,373
6623 Payment & Collection-CXR		10.	0	0	0	0	0	0			0
6623 Billing Inquiry-CXR		11.	730	49	200	249	120	361			481
6623 Coin Administration		12.	0			0					0
6623 Rev. Acctg.-Toll Ticket Proc.		13.	5,165	2,081		2,081	3,084				3,084
6623 Rev. Acctg.-Local Mess. Proc.		14.	0			0					0
6623 Rev. Acctg.-Other Bill & Coll.		15.	30,733	9,165		9,165	10,785		0	10,783	21,568
6623 Rev. Acctg.-SLC Billing		16.	1,617	1,617		1,617					0
6623 Rev. Acctg.-CXR B & C	(9)	17.	19,546	9,773		9,773	9,773				9,773
6623 B & C Amts Paid to LECs	(9)	18.	0			0					0
6623 Other Customer Service		19.	1,158	404	20	424	139	15		580	734
Total Customer Operations	(5a)	20.	389,196	99,618	14,035	113,653	61,818	5,834	0	207,891	275,543
67XX Corporate Operations:											
671X Executive & Planning		21.	69,371	20,371	2,515	22,886	13,562	1,017	0	31,906	46,485
672X General & Administrative		22.	311,761	94,481	11,152	105,633	60,138	4,509	0	141,481	206,128
6728 EAS Settlement		23.	0			0					0
Total Corporate Operations	(5a)	24.	381,132	114,852	13,667	128,519	73,700	5,526	0	173,387	252,613
---- Other Operating Expenses:											
---- Contributions #7370/AFUDC#7340	(10)	25.	1,965	592	70	662	380	29	0	894	1,303
---- Universal Service Fund	(11)	26.	0	1,112,604		1,112,604				(1,112,604)	(1,112,604)
---- Lifeline Connection Assistance	(12)	27.	0	17,849		17,849				(17,849)	(17,849)
Total Other	(5a)	28.	1,965	1,131,045	70	1,131,115	380	29	0	(1,129,559)	(1,129,150)
Total Operating Expenses	(5a)	29.	2,676,519	1,934,924	93,288	2,028,212	574,837	38,518	0	34,952	648,307

FORM I INPUT MASTER

COMPANY NAME: CenturyTel of Idaho, Inc. For The Year Ended: December 31, 2007 Separated Results of Idaho Operations

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation MTS & WATS Switched Access	Interstate Operation TOLL PLS Special Access	Interstate Operation Total	Intrastate Operation MTS & WATS Switched Access	Intrastate Operation TOLL PLS Special Access	Intrastate Operation EAS	Intrastate Operation Local (other)	Intrastate Operation Total
OPERATING TAXES DETAIL											
7240 General Taxes											
7240 Property		1.	28,054	8,820	1,022	9,842	5,973	405	0	11,834	18,212
7240 Gross Receipts		2.	8,308	0	0	0	2,035	0		6,273	8,308
7240 PUC Fee		3.	0			0					0
7240 Franchise Fees		4.	0			0					0
7240 Other		5.	354	1,236	(47)	1,189	(274)	(18)	0	(543)	(835)
Total General Taxes		6.	36,716	10,056	975	11,031	7,734	387	0	17,564	25,685
72XX Income Taxes (Calculated)											
Net Income Before SIT & FIT	(13)	7.	1,945,972	245,551	219,422	464,973	(104,203)	12,376	0	1,572,826	1,480,999
Less Fixed Charges (-)		8.	0	0	0	0	0	0	0	0	0
Subtotal (lines 7-8)	(14)	9.	1,945,972	245,551	219,422	464,973	(104,203)	12,376	0	1,572,826	1,480,999
Other SIT Base Add/Ded. (+-)	(15)	10.	(1,386)	(407)	(50)	(457)	(271)	(20)	0	(638)	(929)
SIT Taxable Inc. (lines 9+-10)		11.	1,944,586	245,144	219,372	464,516	(104,474)	12,356	0	1,572,188	1,480,070
7230 SIT-Current (at 8 %)	(16)	12.	155,567	19,612	17,550	37,161	(8,358)	988	0	125,775	118,406
Other FIT Base Add/Ded. (+-)	(17)	13.	(1,386)	(407)	(50)	(457)	(271)	(20)	0	(638)	(929)
FIT Taxable Inc. (lines 9-12+-13)		14.	1,789,019	225,532	201,823	427,355	(96,117)	11,367	0	1,446,413	1,361,664
Gross FIT (at 35%)		15.	626,157	78,936	70,638	149,574	(33,641)	3,979	0	506,245	476,582
7210P Claimed ITC (-)		16.	0	0	0	0	0	0		0	0
Surtax Elimination (-)		17.	0			0					0
7220 FIT-Current (lines 15-16-17)	(18)	18.	626,157	78,936	70,638	149,574	(33,641)	3,979	0	506,245	476,582

FORM I INPUT MASTER

COMPANY NAME: CenturyTel of Idaho, Inc. For The Year Ended: December 31, 2007 Separated Results of Idaho Operations

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation: MTS & WATS Switched Access	Interstate Operation: TOLL PLS Special Access	Interstate Operation: Total	Intrastate Operation: MTS & WATS Switched Access	Intrastate Operation: TOLL PLS Special Access	Intrastate Operation: EAS	Intrastate Operation: Local (other)	Intrastate Operation: Total

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For The Year Ended: December 31, 2007 Separated Results of Idaho Operations

COMPANY NAME: CenturyTel of Idaho, Inc.

Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Toll	Intrastate Operation: Toll	Intrastate Operation: EAS	Intrastate Operation: Local (Other)
Separation Parameters	(19)						
Plant							
SLU Minutes of Use (MOU)		1.	59,469,793	20,046,438	6,598,017	0	32,825,338
SLU Factor		2.	1.000000	0.337086	0.110947	0.000000	0.551967
Base SPF - January 1		3.	1.000000	0.250000	0.250000		0.500000
Base SPF - December 31		4.	1.000000	0.250000	0.250000		0.500000
Current Composite SPF	(20)	5.	1.000000	0.250000	0.250000		0.500000
1996 Weighted DEM		6.	1.000000	0.850000	0.000000		0.150000
1996 Unweighted DEM		7.	1.000000	0.335300	0.108155		0.556545
Current CAT 3 Dial Equipment Minutes	(21)	8.	59,469,793	20,046,438	6,598,017	0	32,825,338
Current Composite DEM Factor		9.	1.000000	0.850000	0.00000	0.000000	0.150000
Exchange Trunk - Joint Use MOU	(22)	10.	0				
Host/Remote MOU Kilometers	(23)	11.	159,607,516	69,465,654	27,268,598		62,873,264
Equal Access MOU	(24)	12.	22,687,172	18,677,619	4,009,553		
Operator Standard Work Seconds	(25)	13.	0				
Tandem Switching MOU	(26)	14.	0				
IX Conversation MOU		15.	26,122,015	19,653,371	6,468,644		
IX Conversation Minute Kilometers		16.	3,134,641,800	2,358,404,520	776,237,280		
Other Parameters							
Access Lines		17.	4,006				
Unseparated Loop Cost @ 11.25 ROR	(27)	18.	3,134,815				
Gross Billed Revenues							
-Marketing Allocation Basis	(28a)	19.	3,908,480	1,733,775	919,579		1,255,126
-Payment & Collection-End User	(28b)	20.	3,203,480	1,054,083	546,920		1,602,477
-Payment & Collection-CXR	(28c)	21.	2,467,941	1,548,362	919,579		0
Service Order Contacts							
-Service Order Proc.-End User	(29a)	22.	136	15	4		117
-Service Order Proc.-CXR	(29b)	23.	100	62	38		
Billing Inquiry Contacts							
-Billing Inquiry-End User	(30a)	24.	79	31	2		46
-Billing Inquiry-CXR	(30b)	25.	908,975	309,857	599,118		0
SP+RC Toll Messages	(31)	26.	825,879	332,751	493,128		
EAS/Local Messages (Msg. Proc.)		27.	0				
'BIG 3' Expense Factor-Message	(32)	28.	1.00000	0.293653	0.195502	0	0.45364
-PLS & Special Access		29.	0	0.036253	0.014659		0.006293
Operator Services Expense -- Factor		30.	0		0		
Access Minutes of Use (End Office)		31.	26,122,015	19,653,371	6,468,644		