POT-T

ANNUAL REPORT

OF

Potlatch Telephone Company
NAME

702 E. Main Street
Kendrick, ID 83537
ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2013

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UTILITIES COMMISSION

ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO THE IDAHO PUBLIC UTILITIES COMMISSION FOR THE YEAR ENDING DECEMBER 31, 2013

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COMPANY INFORMATION

Exact name of utility: Potlatch Telephone Company

Address of principal office: 702 E. Main Street, Kendrick, ID 83537

Telephone Number (208) 289-8800 Randal Brunes - Manager Field Services

Cities or towns served: Kendrick, Juliaetta, Troy

Name and title of officer having custody of the general corporate books of account:

John Erpenbach, Assistant Treasurer (608) 664-4289

Address of office where corporate books are kept and phone number:

525 Junction Road, Suite 7000, Madison, WI 53717

Organized under the laws of the State of: Idaho

Date of organization: May 6, 1988

Form of organization (proprietorship, association, corporation): Corporation

If a Subchapter S Corporation, please specify:

Name and address of controlling company, if any: TDS Telecommunications Corporation

525 Junction Road, Suite 7000, Madison, WI 53717

Names of affiliated companies. Give address and description of business:

See Attached Page 1a & 1b

OFFICERS

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

Title	Name	Address
President	David A. Wittwer	525 Junction Rd, Madison, WI 53717
Vice President	James W. Butman	525 Junction Rd, Madison, WI 53717
Vice President	Michael A. Gasser	525 Junction Rd, Madison, WI 53717
Vice President	Vicki L. Villacrez	525 Junction Rd, Madison, WI 53717
Secretary/Treasurer	David P. Jones	525 Junction Rd, Madison, WI 53717
Assistant Treasurer	John R. Erpenbach	525 Junction Rd, Madison, WI 53717
Assistant Secretary	Irmgard F. Metz	525 Junction Rd, Madison, WI 53717

AFFILIATE COMPANIES

Company	City	State	Zip Code	Description of Business
Telephone & Data Systems, Inc.	Chicago	IL	60602	Holding Company
TDS Telecommunications Corporation	Madison	WI	53705-0158	Holding Company
Affiliate Fund	Springfield	IL	62703-4261	Investment Company
Airadigm Communications, Inc	Little Chute	WI	54140	Wireless Provider
Amelia Telephone Corporation	Amelia	VA	23002-0076	Regulated Telecommunications Utility
Arcadia Telephone Company	Arcadia	OH	44804-0157	Regulated Telecommunications Utility
Arizona Telephone Company	Phoenix	AZ	85029-4814	Regulated Telecommunications Utility
Arvig Telephone Company	Pequot Lakes	MN	56472-0395	Regulated Telecommunications Utility
Asotin Telephone Company	Asotin	WA	99402-0399	Regulated Telecommunications Utility
Badger Telecom, LLC	Neillsville	WI	54456-1924	Regulated Telecommunications Utility
Barnardsville Telephone Company	Barnardsville	NC	28709-0006	Regulated Telecommunications Utility
Black Earth Telephone Company, LLC	Black Earth	WI	53515-0346	Regulated Telecommunications Utility
Blue Ridge Telephone Company	Blue Ridge	GA	30513-0607	Regulated Telecommunications Utility
Bonduel Telephone Company, LLC	Bonduel	WI	54107-0276	Regulated Telecommunications Utility
Bridge Water Telephone Company	Monticello	MN	55362-0298	Regulated Telecommunications Utility
Burlington, Brighton & Wheatland Telephone Company, LLC	New Munster	WI	53152-0801	Regulated Telecommunications Utility
Butler Telephone Company, Inc.	Butler	AL	36904-0398	Regulated Telecommunications Utility
Calhoun City Telephone Company, Inc.	Calhoun City	MS	38916-0578	Regulated Telecommunications Utility
Camden Telephone and Telegraph Company, Inc.	Saint Marys	GA	31558-6300	Regulated Telecommunications Utility
Camden Telephone Company, Inc.	Camden	IN	46917-0066	Regulated Telecommunications Utility
Central State Telephone Company, LLC	Vesper	WI	54489-0125	Regulated Telecommunications Utility
Chatham Telephone Company	Chatham	MI	49816-0197	Regulated Telecommunications Utility
Cleveland County Telephone Company, Inc.	Rison	AR	71665-0366	Regulated Telecommunications Utility
Cobbosseecontee Telephone Company	North Anson	ME	04958-0129	Regulated Telecommunications Utility
Communication Corporation of Michigan	Augusta	MI	49012-0246	Regulated Telecommunications Utility
Communications Corporation of Indiana	Roachdale	IN	46172-0248	Regulated Telecommunications Utility
Communications Corporation of Southern Indiana	Poseyville	IN	47633-0309	Regulated Telecommunications Utility
Commvest, Inc	Chicago	IL	60602	Investment Company
Concord Telephone Exchange, Inc.	Knoxville	TN	37922-0610	Regulated Telecommunications Utility
Continental Telephone Company	Continental	OH	45831-0367	Regulated Telecommunications Utility
Decatur Telephone Company, Inc.	Decatur	AR	72722-0098	Regulated Telecommunications Utility
Delta County Tele-Comm, Inc.	Paonia	CO	81428-0730	Regulated Telecommunications Utility
Deposit Telephone Company, Inc.	Deposit	NY	13754-0087	Regulated Telecommunications Utility
Dickeyville Telephone, LLC	Dickeyville	WI	53808	Regulated Telecommunications Utility
EastCoast Telecom, LLC	Cleveland	WI	53015-0248	Regulated Telecommunications Utility
Edwards Telephone Company, Inc.	Edwards	NY	13635-0036	Regulated Telecommunications Utility
Grantland Telecom, LLC	Fennimore	WI	53809-0020	Regulated Telecommunications Utility
Hampden Telephone Company	Hampden	ME	04444-0250	Regulated Telecommunications Utility
Happy Valley Telephone Company	Anderson	CA	96007-8262	Regulated Telecommunications Utility
Hartland and St. Albans Telephone Company	Hartland	ME	04943-0405	Regulated Telecommunications Utility
Hollis Telephone Company, Inc.	Wilton	NH	03086	Regulated Telecommunications Utility
Home Telephone Company	Condon	OR	97823-0486	Regulated Telecommunications Utility
Home Telephone Company, Inc.	Waldron	IN	46182-0068	Regulated Telecommunications Utility
Hornitos Telephone Company	Anderson	CA	96007-8262	Regulated Telecommunications Utility
Humphreys County Telephone Company	Bruceton	TN	38317-0155	Regulated Telecommunications Utility
Island Telephone Company	Beaver Island	MI	49782	Regulated Telecommunications Utility
Kearsarge Telephone Company	New London	NH	03257-4551	Regulated Telecommunications Utility
Leslie County Telephone Company	Hyden	KY	41749-0969	Regulated Telecommunications Utility
Lewis River Telephone Company, Inc.	La Center	WA	98629-0218	Regulated Telecommunications Utility
Lewisport Telephone Company	Lewisport	KY	42351-0439	Regulated Telecommunications Utility
Little Miami Communications Corporation	Fayetteville	OH	45118-0300	Regulated Telecommunications Utility
Ludlow Telephone Company	Ludlow	VT	05149	Regulated Telecommunications Utility
Mahanoy & Mahantango Telephone Company	Herndon	PA	17830-0336	Regulated Telecommunications Utility
McClellanville Telephone Company, Inc.	McClellanville	SC	29458-9723	Regulated Telecommunications Utility
McDaniel Telephone Company	Salkum	WA	98582-0030	Regulated Telecommunications Utility
Merrimack County Telephone Company	Contoocook	NH	03229-0337	Regulated Telecommunications Utility
M.C.T. Communications, Inc.	Contoocook	NH	03229-0337	Cable Company
Mid-America Telephone, Inc.	Stonewall	OK	74871	Regulated Telecommunications Utility
Mid-Plains Telephone, LLC	Middleton	WI	53562	Regulated Telecommunications Utility
Mid-State Telephone Company	New London	MN	56273-0609	Regulated Telecommunications Utility
Midway Telephone Company, LLC	Medford	WI	54451-0240	Regulated Telecommunications Utility
MSN Communications, Inc	Englewood	CO	80112	Data Center Services & Managed Hosting Provider
Mosinee Telephone Company , LLC	Mosinee	WI	54455-1199	Regulated Telecommunications Utility
Mt. Vernon Telephone Company, LLC	Verona	WI	53593-0095	Regulated Telecommunications Utility
Myrtle Telephone Company, Inc.	Myrtle	MS	38650	Regulated Telecommunications Utility
National Telephone & Telegraph Company	Chicago	IL	60602	Investment/Holding Company
Nelson-Ball Ground Telephone Company	Nelson	GA	30151-0129	Regulated Telecommunications Utility
New Castle Telephone Company	New Castle	VA	24127-0728	Regulated Telecommunications Utility
New London Telephone Company	New London	MO	63459-0369	Regulated Telecommunications Utility
Northfield Telephone Company	Northfield	VT	05663-0030	Regulated Telecommunications Utility
Norway Telephone Company, Inc.	North	SC	29112-0160	Regulated Telecommunications Utility
Oakman Telephone Company, Inc.	Oakman	AL	35579-0305	Regulated Telecommunications Utility
Oakwood Telephone Company	Oakwood	OH	45873-0278	Regulated Telecommunications Utility

AFFILIATE COMPANIES

Company	City	State	Zip Code	Description of Business
Oklahoma Communication Systems, Inc.	Choctaw	OK	73020-0220	Regulated Telecommunications Utility
Orchard Farm Telephone Company	Saint Charles	MO	63301-6431	Regulated Telecommunications Utility
One Neck IT Solutions LLC	Phoenix	AZ	85250	Holding Company
One Neck IT Services Corporation	Phoenix	AZ	85250	Data Center Services & Managed Hosting Provider
OneNeck UK Limited	London	UK	N17JQ	Data Center Services & Managed Hosting Provider
Oriskany Falls Telephone Corporation	Vernon	NY	13476-0900	Regulated Telecommunications Utility
Peoples Telephone Company, Inc.	Centre	AL	35960	Regulated Telecommunications Utility
Perkinsville Telephone Company, Inc.	Ludlow	VT	05149	Regulated Telecommunications Utility
Port Byron Telephone Company	Port Byron	NY	13140	Regulated Telecommunications Utility
Quincy Telephone Company	Quincy	FL	32351-0189	Regulated Telecommunications Utility
Riverside Telecom, LLC	Johnson Creek	WI	53038-0280	Regulated Telecommunications Utility
S & W Telephone Company, Inc.	Sandborn	IN	47578-0038	Regulated Telecommunications Utility
Salem Telephone Company	Salem	KY	42078-0025	Regulated Telecommunications Utility
Saluda Mountain Telephone Company	Barnardsville	NC	28709-0006	Regulated Telecommunications Utility
Scandinavia Telephone Company, LLC	Iola	WI	54945-0317	Regulated Telecommunications Utility
Service Telephone Company	Fair Bluff	NC	28439-0307	Regulated Telecommunications Utility
Shiawassee Telephone Company	Perry	MI	48872-0167	Regulated Telecommunications Utility
Somerset Telephone Company	Leakesville	MS	39451-0429	Regulated Telecommunications Utility
Southeast Mississippi Telephone Company, Inc.	Leakesville	MS	39451-0429	Regulated Telecommunications Utility
Southeast Telephone Company of Wisconsin, LLC	Waterford	WI	53185	Regulated Telecommunications Utility
Southwestern Telephone Company	Quartzsite	AZ	85359	Regulated Telecommunications Utility
St. Stephen Telephone Company	Saint Stephen	SC	29479-0128	Regulated Telecommunications Utility
Stockbridge & Sherwood Telephone Company, LLC	Sherwood	WI	54169-0159	Regulated Telecommunications Utility
Strasburg Telephone Company	Strasburg	CO	80136-0535	Regulated Telecommunications Utility
Sugar Valley Telephone Company	Loganton	PA	17747-0037	Regulated Telecommunications Utility
Suttle-Straus, Inc	Waunakee	WI	53597	Printing Company
TDS Baja Broadband	Alamagordo	NM	88310	Cable Company
TDS Broadband LLC	Madison	WI	53717	Holding Company
TDS Communications Solutions, Inc	Madison	WI	53717	Holding Company-Communications Leased Equipment
TDS Long Distance Corporation	Madison	WI	53717	Competitive Toll Provider
TDS Metrocom, LLC	Madison	WI	53717	Competitive Local Exchange Provider
TDS Telecom Service Corporation	Madison	WI	53717	Telecommunications Management Services
TDSI Corporation	Chicago	IL	60602	Investment/Holding Company
TEAM Technologies, LLC	Cedar Falls	IA	50613	Data Center Services & Managed Hosting Provider
TEAM Des Moines Partners, LLC	Des Moines	IA	50310	Data Center Services & Managed Hosting Provider
TEAM Madison Partners, LLC	Madison	WI	53717	Data Center Services & Managed Hosting Provider
Tellico Telephone Company, Inc.	Tellico Plains	TN	37385-0009	Regulated Telecommunications Utility
Tennessee Telephone Company	Knoxville	TN	37938-0387	Regulated Telecommunications Utility
Tenney Telephone Company, LLC	Alma	WI	54610-0519	Regulated Telecommunications Utility
The Farmers Telephone Company, LLC	Lancaster	WI	53813	Regulated Telecommunications Utility
The Home Telephone Company of Pittsboro, Inc.	Pittsboro	IN	46167-0189	Regulated Telecommunications Utility
The Island Telephone Company	Warren	ME	04864-4263	Regulated Telecommunications Utility
The Merchants & Farmers Telephone Company	Hillsboro	IN	47949-0155	Regulated Telecommunications Utility
The State Long Distance Telephone Company, LLC	Elkhorn	WI	53121-0230	Regulated Telecommunications Utility
The Stoutland Telephone Company	Stoutland	MO	65567-0097	Regulated Telecommunications Utility
The Vanlue Telephone Company	Vanlue	OH	45890-0247	Regulated Telecommunications Utility
The West Penobscot Telephone & Telegraph Company	Corinna	ME	04928-0468	Regulated Telecommunications Utility
Tipton Telephone Company, Inc.	Tipton	IN	46072-1750	Regulated Telecommunications Utility
Township Telephone Company, Inc.	Chaumont	NY	13622	Regulated Telecommunications Utility
Tri-County Telephone Company, Inc.	New Richmond	IN	47967	Regulated Telecommunications Utility
Tri-County Communications Corp	New Richmond	IN	47967	Cable Company
Union Telephone Company	Farmington	NH	03835	Regulated Telecommunications Utility
U.S. Link, Inc	Pequot Lakes	MN	56472	Competitive Local Exchange Provider
United States Cellular Corporation	Chicago	IL	60602	Cellular Company
UTELCO, LLC	Monroe	WI	53566	Regulated Telecommunications Utility
Vernon Telephone Company, Inc.	Vernon	NY	13476-0900	Regulated Telecommunications Utility
Virginia Telephone Company	Hot Springs	VA	24445-0799	Regulated Telecommunications Utility
VISI, Incorporated	St Paul	MN	55101	Data Center Services & Managed Hosting Provider
Vital Support Systems, L.L.C.	Urbandale	IA	50322	Data Center Services & Managed Hosting Provider
Warren Telephone Company	Warren	ME	04864-4263	Regulated Telecommunications Utility
Waunakee Telephone Company, LLC	Waunakee	WI	53597-1423	Regulated Telecommunications Utility
West Point Telephone Company, Incorporated	Roachdale	IN	46172	Regulated Telecommunications Utility
Williston Telephone Company	North	SC	29112-0160	Regulated Telecommunications Utility
Wilton Telephone Company, Inc.	Wilton	NH	03086	Regulated Telecommunications Utility
Winsted Telephone Company	Winsted	MN	55395-0758	Regulated Telecommunications Utility
Winterhaven Telephone Company	Winterhaven	CA	92283	Regulated Telecommunications Utility
Wolverine Telephone Company	Millington	MI	48746-0292	Regulated Telecommunications Utility
Wyandotte Telephone Company	Inola	OK	74036-0849	Regulated Telecommunications Utility

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DIRECTORS

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

Name and Address	Term Expired or Current Term Will Expire	Meetings Attended This year	Fees Paid During Year
James W. Butman	Open	1	$0.00
Kevin G. Hess	Open	1	$0.00
Michael A. Pandow	Open	1	$0.00
Vicki L. Villacrez	Open	1	$0.00
David A. Wittwer	Open	1	$0.00

Name of Chairman of the Board: David A. Wittwer

Name of Secretary (or Clerk) of Board:

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
Randal Brunes	Manager - Field Services	

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	1,245,719	1,164,251	(81,468)
1140	Special Cash Deposits	-	-	-
1150	Working Cash Advances	-	-	-
1160	Temporary Investments	1,162,711	1,664,341	501,630
1180	Telecommunications Accts. Receivable	174,037	176,758	2,721
1181	Accts. Rec. Allow. -Telecommunications	(5,116)	(7,050)	(1,934)
1190	Other Accounts Receivable	1,418,565	799,227	(619,338)
1191	Accounts Receivable Allow. - Other	(328)	(18)	310
1200	Notes Receivable	-	-	-
1201	Notes Receivable Allowance	-	-	-
1210	Interest & Dividends Receivable	218	187	(31)
1220	Material and Supplies	4,436	4,198	(238)
1280	Prepayments	-	-	-
1290	Prepaid Rents	-	-	-
1300	Prepaid Taxes	-	-	-
1310	Prepaid Insurance	-	-	-
1320	Prepaid Directory Expenses	-	-	-
1330	Other Prepayments	3,400	3,400	-
1350	Other Current Assets	-	-	-
	Noncurrent Assets			
1401	Investment in Affiliated Companies	-	-	-
1402	Investment in Nonaffiliated Companies	-	-	-
1406	Nonregulated Investments	-	-	-
1407	Unamortized Debt Issuance Expense	-	-	-
1408	Sinking Funds	-	-	-
1410	Other Noncurrent Assets	-	-	-
1438	Deferred Maintenance & Retirements	-	-	-
1439	Deferred Charges	372	245	(127)
1500	Other Jurisdiction Assets - Net			-
	Property, Plant and Equipment			
2001	Telecommunications Plants in Service	8,206,672	8,346,594	139,922
2002	Prop. Held for Future Telecom. Use	-	-	-
2003	Telecom. Plant under Constr. - Short Term	536,537	964,568	428,031
2004	Telecom. Plant under Constr. - Long Term	-	-	-
2005	Telecom. Plant Adjustment	-	-	-
2006	Nonoperating Plant	-	-	-
2007	Goodwill	-	-	-
	Depreciation and Amortization Accounts			
3100	Accumulated Depreciated	(7,038,692)	(7,236,401)	(197,709)
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	5,708,531	5,880,300	171,769

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	356,889	246,466	(110,423)
4020	Notes Payable	-	-	-
4030	Advance Billings and Payments	89,888	101,941	12,053
4040	Customer Deposits	-	-	-
4050	Current Maturities - Long -Term Debt	-	-	-
4060	Current Maturities - Capital leases	-	-	-
4070	Income Taxes - Accrued	91,824	87,766	(4,058)
4080	Other Taxes - Accrued	23,157	16,554	(6,603)
4100	Net Current Defer. Oper. Income Taxes	(996)	(4,826)	(3,830)
4110	Net Current Defer. Nonoper. Income Taxes	(1,172)	(906)	266
4120	Other Accrued Liabilities	13,298	12,657	(641)
4130	Other Current Liabilities	6,095	7,793	1,698
	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	(92,872)	(117,187)	(24,315)
4320	Unamort. Oper. Invest. Tax Credits - Net	-	-	-
4330	Unamort. Nonoper. Invest. Tax Credits - Net	-	-	-
4340	Net Noncurrent Defer. Oper. Income Taxes	242,577	239,291	(3,286)
4350	Net Noncur. Defer. Nonoper. Income Taxes	-	-	-
4360	Other Deferred Credits	8,999	8,292	(707)
4370	Other Juris. Liab. & Def. Credits - Net	-	-	-
	Stockholders' Equity			
4510	Capital Stock	1,000	1,000	-
4520	Additional Paid-In Capital	2,523,519	2,523,519	-
4530	Treasury Stock	-	-	-
4540	Other Capital	57,484	67,262	9,778
4550	Retained Earnings	2,388,841	2,690,678	301,837
	TOTAL LIAB. & OTHER CREDITS	5,708,531	5,880,300	171,769

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	16,811			(2,154)	14,657
2112	Motor Vehicles	109,461		(22,700)		86,761
2113	Aircraft	-				-
2114	Special Purpose Vehicles	-				-
2115	Garage Work Equipment	-				-
2116	Other Work Equipment	60,537				60,537
2121	Buildings	359,679				359,679
2122	Furniture	14,276				14,276
2123	Office Equipment	3,180				3,180
2124	General Purpose Computers	28,582	1,586	(2,415)		27,753
2211	Analog Electronic Switching	-				-
2212	Digital Electronic Switching	1,343,689	140	(8,278)	43,922	1,379,473
2215	Electro-Mechanical Switching	-				-
2220	Operator Systems	-				-
2231	Radio Systems	-				-
2232	Circuit Equipment	1,474,614	168,358	(21,619)	(43,922)	1,577,431
2311	Station Apparatus	-				-
2321	Customer Premises Wiring	-				-
2341	Large Private Branch Exchanges	-				-
2351	Public Telephone Terminal Equipment	-				-
2362	Other Terminal Equipment	-				-
2411	Poles	57,181	3,629	(3,306)		57,504
2421	Aerial Cable	258,852	2,375	(1,274)		259,953
2422	Underground Cable	18,425				18,425
2423	Buried Cable	4,315,252	12,397	(8,590)		4,319,059
2424	Submarine Cable	-				-
2426	Intrabuilding Network Cable	-				-
2431	Aerial Wire	-				-
2441	Conduit Systems	82,747	751			83,498
2681	Capital Leases	-				-
2682	Leasehold Improvements	-				-
2690	Intangibles	63,386	45,071	(24,049)		84,408
	TOTAL PLANT ACCOUNTS	8,206,672	234,307	(92,231)	(2,154)	8,346,594

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	16,811			(2,154)	14,657
2112	Motor Vehicles	109,461		(22,700)		86,761
2113	Aircraft	-				-
2114	Special Purpose Vehicles	-				-
2115	Garage Work Equipment	-				-
2116	Other Work Equipment	60,537				60,537
2121	Buildings	359,679				359,679
2122	Furniture	14,276				14,276
2123	Office Equipment	3,180				3,180
2124	General Purpose Computers	28,582	1,586	(2,415)		27,753
2211	Analog Electronic Switching	-				-
2212	Digital Electronic Switching	1,343,689	140	(8,278)	43,922	1,379,473
2215	Electro-Mechanical Switching	-				-
2220	Operator Systems	-				-
2231	Radio Systems	-				-
2232	Circuit Equipment	1,474,614	168,358	(21,619)	(43,922)	1,577,431
2311	Station Apparatus	-				-
2321	Customer Premises Wiring	-				-
2341	Large Private Branch Exchanges	-				-
2351	Public Telephone Terminal Equipment	-				-
2362	Other Terminal Equipment	-				-
2411	Poles	57,181	3,629	(3,306)		57,504
2421	Aerial Cable	258,852	2,375	(1,274)		259,953
2422	Underground Cable	18,425				18,425
2423	Buried Cable	4,315,252	12,397	(8,590)		4,319,059
2424	Submarine Cable	-				-
2426	Intrabuilding Network Cable	-				-
2431	Aerial Wire	-				-
2441	Conduit Systems	82,747	751			83,498
2681	Capital Leases	-				-
2682	Leasehold Improvements	-				-
2690	Intangibles	63,386	45,071	(24,049)		84,408
	TOTAL PLANT ACCOUNTS	8,206,672	234,307	(92,231)	(2,154)	8,346,594

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	58,795	12.40%	16,343	(22,700)	52,438
2113	Aircraft	-				-
2114	Special Purpose Vehicles	-				-
2115	Garage Work Equipment	-				-
2116	Other Work Equipment	57,859	7.50%	2,678		60,537
2121	Buildings	169,118	3.00%	10,790		179,908
2122	Furniture	7,627	3.80%	543		8,170
2123	Office Equipment	1,037	3.80%	121		1,158
2124	General Purpose Computers	28,582	14.30%	620	(2,124)	27,078
2211	Analog Electronic Switching	-				-
2212	Digital Electronic Switching	1,223,808	5.80%	110,135	(8,278)	1,325,665
2215	Electro-Mechanical Switching	-				-
2220	Operator Systems	-				-
2231	Radio Systems	-				-
2232	Circuit Equipment	930,691	6.75%	65,513	(20,846)	975,358
2311	Station Apparatus	-				-
2321	Customer Premises Wiring	-				-
2341	Large Private Branch Exchanges	-				-
2351	Public Telephone Terminal Equipment	-				-
2362	Other Terminal Equipment	-				-
2411	Poles	49,179	5.18%	2,953	(4,094)	48,038
2421	Aerial Cable	191,103	5.00%	12,963	(1,617)	202,449
2422	Underground Cable	17,762	5.50%	200		17,962
2423	Buried Cable	4,246,219	5.50%	39,857	(8,662)	4,277,414
2424	Submarine Cable	-				-
2426	Intrabuilding Network Cable	-				-
2431	Aerial Wire	-				-
2441	Conduit Systems	56,912	4.00%	3,314		60,226
	TOTAL	7,038,692		266,030	(68,321)	7,236,401

*Please list individual depreciation rate for each account.

ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION
Account 3100

IDAHO Operations Only

	Balance Beginning of Year	Depreciation Rate*	Credits During Year	Retirements and Adjustments	Balance End of Year
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	58,795	12.40%	16,343	(22,700)	52,438
2113 Aircraft	-				-
2114 Special Purpose Vehicles	-				-
2115 Garage Work Equipment	-				-
2116 Other Work Equipment	57,859	7.50%	2,678		60,537
2121 Buildings	169,118	3.00%	10,790		179,908
2122 Furniture	7,627	3.80%	543		8,170
2123 Office Equipment	1,037	3.80%	121		1,158
2124 General Purpose Computers	28,582	14.30%	620	(2,124)	27,078
2211 Analog Electronic Switching	-				-
2212 Digital Electronic Switching	1,223,808	5.80%	110,135	(8,278)	1,325,665
2215 Electro-Mechanical Switching	-				-
2220 Operator Systems	-				-
2231 Radio Systems	-				-
2232 Circuit Equipment	930,691	6.75%	65,513	(20,846)	975,358
2311 Station Apparatus	-				-
2321 Customer Premises Wiring	-				-
2341 Large Private Branch Exchanges	-				-
2351 Public Telephone Terminal Equipment	-				-
2362 Other Terminal Equipment	-				-
2411 Poles	49,179	5.18%	2,953	(4,094)	48,038
2421 Aerial Cable	191,103	5.00%	12,963	(1,617)	202,449
2422 Underground Cable	17,762	5.50%	200		17,962
2423 Buried Cable	4,246,219	5.50%	39,857	(8,662)	4,277,414
2424 Submarine Cable	-				-
2426 Intrabuilding Network Cable	-				-
2431 Aerial Wire	-				-
2441 Conduit Systems	56,912	4.00%	3,314		60,226
TOTAL	7,038,692		266,030	(68,321)	7,236,401

*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
1401 Investment in Affiliated Co			-
1402 Investment in Nonaffiliated Co			-
1406 Nonregulated Investments			-
Totals			-

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
Due from Customers		169,708
Due from Affiliates		24,695
Due from Connecting Companies		63,311
Due from Federal & State Pools		94,543
Other & Accruals		616,660
Interest		187
Totals		969,104

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
Due to Affiliates	122,294
Due to Federal & State Pools	58,323
Due to Connecting Companies	699
Due to USAC	5,136
A/P - Trade	61,267
Other & Accruals	(1,253)
Totals	246,466

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	Fact Amount Authorized	Outstanding Year-End	Premium/ Discount Total	Year Amortized	Interest for year Rate	Interest for year Amount
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 Affilated Companies				-				
4270 Other Long-Term Debt				-				
4310 Other Long-Term Liabilities*				(117,187)				
*Post Retirement Benefit-SFAS 158								

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	10,000	$ 1.00	1,000	$ 1,000

INCOME & RETAINED EARNINGS STATEMENT

	Item	Total Company	Idaho Only
	Total Operating Income (from page 16)	1,418,801	1,418,801
	Total Operating Expenses (from page 18)	1,168,451	1,168,451
7100	Other Operating Income and Expense	(25,055)	(25,055)
7210	Operating Investment Tax Credits-Net	-	-
7220	Operating Federal Income Taxes	92,448	92,448
7230	Operating State and Local Income Taxes	11,486	11,486
7240	Operating Other Taxes	23,063	23,063
7250	Provision for Deferred Operating Income Taxes-Net	(13,814)	(13,814)
7200	Operating Taxes (Total)	113,183	113,183
7310	Dividend Income	(44)	(44)
7320	Interest Income	(4,390)	(4,390)
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	483	483
7300	Nonoperating Income and Expense	(3,951)	(3,951)
7410	Nonoperating Investment Tax Credits-Net	-	-
7420	Nonoperating Federal Income Taxes	1,224	1,224
7430	Nonoperating State and Local Income Taxes	(213)	(213)
7440	Nonoperating Other Taxes	-	-
7450	Provision for Deferred Nonoperating Income Taxes-Net	266	266
7400	Nonoperating Taxes	1,277	1,277
7510	Interest on Funded Debt	-	-
7520	Interest Expense-Capital Leases	-	-
7530	Amortization of Debt Issuance Expense	-	-
7540	Other Interest Deductions	-	-
7500	Interest and Related Items	-	-
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	-	-
7910	Income Effect of Jurisdictional Ratemaking	-	-
	Differences-Net	-	-
7990	Nonregulated Net Income	136,941	136,941
	AMOUNT TRANSFERRED TO RETAINED EARNINGS	301,837	301,837

OPERATING REVENUES

	Item	Total Company	Idaho Only
	Local Network Services Revenues		
5001	Basic Area Revenue	357,556	357,556
5002	Optional Extended Area Revenue	39	39
5003	Cellular Mobile Revenue	-	-
5004	Other Mobile Services Revenue	-	-
5010	Public Telephone Revenue	-	-
5040	Local Private Line Revenue	12,744	12,744
5050	Customer Premises Revenue	-	-
5060	Other Local Exchange Revenue	46,423	46,423
5069	Other Local Exchange Settlements	-	-
	Network Access Services Revenues		
5081	End User Revenue (SLC)	151,583	151,583
5082	Switched Access Revenue (Interstate)	319,475	319,475
5083	Special Access Revenue	177,492	177,492
5084	State Access Revenue (Intrastate)	268,410	268,410
	Long Distance Network Services Revenues		
5100	Long Distance Message Revenue - All	-	-
	Miscellaneous Revenues		
5230	Directory Revenue	9,553	9,553
5240	Rent Revenue	138	138
5250	Corporate Operations Revenue	-	-
5261	Special Billing Arrangements Revenue	-	-
5262	Customer Operations Revenue	-	-
5263	Plant Operations Revenue	-	-
5264	Other Incidental Regulated Revenue	5,141	5,141
5269	Other Revenue Settlements	-	-
5270	Carrier Billing & Collection Revenue	72,628	72,628
	Uncollectible Revenues		
5301	Uncollectible Revenue - Telecommunications	(2,585)	(2,585)
5302	Uncollectible Revenue - Other	204	204
	TOTAL OPERATING REVENUES	1,418,801	1,418,801

Please identify the following revenues:

NECA USF $0. To what account were they booked?

State USF $0. To what account were they booked?

OPERATING REVENUES

	Item	Total Company	Idaho Only
	Plant Specific Operations Expense		
6110	Network Support Expenses	-	-
6112	Motor Vehicle Expense	203	203
6113	Aircraft Expense	-	-
6114	Special Purpose Vehicles Expense	3,304	3,304
6115	Garage Work Equipment Expense	-	-
6116	Other Work Equipment Expense	-	-
6120	General Support Expenses	-	-
6121	Land and Building Expenses	88,537	88,537
6122	Furniture and Artworks Expense	-	-
6123	Office Equipment Expense	35	35
6124	General Purpose Computers Expense	-	-
6210	Central Office Switching Expenses	-	-
6211	Analog Electronic Expense	-	-
6212	Digital Electronic Expense	36,813	36,813
6215	Electro-Mechanical Expense	-	-
6220	Operators System Expense	-	-
6230	Central Office Transmission Expenses	-	-
6231	Radio Systems Expense	-	-
6232	Circuit Equipment Expense	99,009	99,009
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	4,552	4,552
6421	Aerial Cable Expense	17,402	17,402
6422	Underground Cable Expense	-	-
6423	Buried Cable Expense	46,271	46,271
6424	Submarine Cable Expense	-	-
6425	Deep Sea Cable Expense	-	-
6426	Intrabuilding Network Cable Expense	-	-
6431	Aerial Wire Expense	11	11
6441	Conduit Systems Expense	-	-
	TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	296,137	296,137

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	-	-
6530	Network Operations Expense	-	-
6531	Power Expense	25,471	25,471
6532	Network Administration Expense	91,183	91,183
6533	Testing Expense	25,540	25,540
6534	Plant Operations Administration Expense	9,888	9,888
6535	Engineering Expense	4,703	4,703
6540	Access Expense	29,648	29,648
6560	Depreciation and Amortization Expenses	-	-
6561	Depreciation Expense-Telecom. Plant in Service	246,015	246,015
6562	Depreciation Expense-Property Held for Future Use	-	-
6563	Amortization Expense - Tangible	-	-
6564	Amortization Expense - Intangible	20,560	20,560
6565	Amortization Expense - Other	-	-
	Total Plant Nonspecific Operations Expenses	453,008	453,008
	Customer Operations Expense		
6610	Marketing	-	-
6611	Product Management	9,564	9,564
6612	Sales	59,082	59,082
6613	Product Advertising	25,763	25,763
6620	Services	-	-
6621	Call Completion Services	151	151
6622	Number Services	4,466	4,466
6623	Customer Services	73,540	73,540
	Total Customer Operations Expense	172,566	172,566
	Corporate Operations Expense		
6710	Executive and Planning	-	-
6711	Executive	38,407	38,407
6712	Planning	1,703	1,703
6720	General and Administrative	-	-
6721	Accounting and Finance	77,839	77,839
6722	External Relations	31,533	31,533
6723	Human Resources	22,801	22,801
6724	Information Management	60,399	60,399
6725	Legal	4,586	4,586
6726	Procurement	2,753	2,753
6727	Research and Development	-	-
6728	Other General and Administrative	6,719	6,719
6790	Provision for Uncollectible Notes Receivable	-	-
	Total Corporate Operations Expense	246,740	246,740
	TOTAL OPERATING EXPENSES	1,168,451	1,168,451

CENTRAL OFFICE DATA
as of December 31, 2013 (unless otherwise indicated)

Name of Central Office: Kendrick
Prefix (es): 289

Central Office Switch Type: EWSD

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

Access Line Capacity
Design: 3,840

Installed/Equipped: 1,280 Wired/576 Equipped

Access Lines in Use
Customer Lines: 598
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 0

Company Official Lines 13

Company Test Lines 18

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	-	427	-	427	22	142	19	-	183	610
New Connects		38		38			3		3	41
Disconnects		49		49		4			4	53
End of Year	-	416	-	416	22	138	22	-	182	598

Foreign Exchange:
Dial Tone from this C.O.: 0
Dial Tone from another C.O.: 0

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 60

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

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CENTRAL OFFICE DATA
as of December 31, 2013 (unless otherwise indicated)

Name of Central Office: Juliaetta
Prefix (es): 276

Central Office Switch Type: EWSD

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

Access Line Capacity
Design: 3,840

Installed/Equipped: 1,280 Wired/488 Equipped

Access Lines in Use
Customer Lines: 413
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 0

Company Official Lines 2

Company Test Lines 7

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	-	358	-	358	11	34	18	-	63	421
New Connects		37		37	2	10			12	49
Disconnects		53		53		4			4	57
End of Year	-	342	-	342	13	40	18	-	71	413

Foreign Exchange:
Dial Tone from this C.O.: 0
Dial Tone from another C.O.: 0

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 40

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

Rev 3/02

CENTRAL OFFICE DATA
as of December 31, 2013 (unless otherwise indicated)

Name of Central Office: Troy
Prefix (es): 835

Central Office Switch Type: EWSD

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

Access Line Capacity
Design: 3,800

Installed/Equipped: 1,876 Wired/955 Equipped

Access Lines in Use
Customer Lines: 650
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 0

Company Official Lines 5

Company Test Lines 7

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	-	565	-	565	-	81	35	-	116	681
New Connects		42		42		11			11	53
Disconnects		72		72		11	1		12	84
End of Year	-	535	-	535	-	81	34	-	115	650

Foreign Exchange:
Dial Tone from this C.O.: 0
Dial Tone from another C.O.: 0

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 43

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

Rev 3/02

NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (Year)__2013___.

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. Kendrick	604	N/A	N/A	216,610	90,998	307,608	509
2. Juliaetta	417	N/A	N/A	87,965	42,777	130,742	314
3. Troy	666	N/A	N/A	120,347	102,662	223,009	335
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							

ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES
YEAR ENDED DECEMBER 31, 2013.

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 November 1, 2013

Alternate method of notification _____

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company 2

Category of complaints (if known):

Deposit Disputes N/A

Charges on Bill N/A

Denial/Termination N/A

Quality or Availability of Service 2

Carrier Selection/Assignment N/A

Miscellaneous N/A

Rev 3/02

CERTIFICATE

State of Wisconsin)
) ss
County of Dane)

WE, the undersigned John R. Erpenbach and David P. Jones, of the Potlatch Telephone Company, 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.

John R. Erpenbach
(Chief Officer)

David P. Jones
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 21st day of February, (Year) 2014.

Edmund F. Metz
Notary Public

My Commission expires 2/15, (Year) 2015.

Rev 3/02

gdk/excel/jnelson/anulrpts/telannualrpt