

RUR-T

ANNUAL REPORT

OF

NAME

MARK MARTELL
RURAL TELEPHONE CO
DBA RTI
892 W MADISON AVE
GLENN'S FERRY ID 83623-2372

IDAHO PUBLIC
UTILITIES COMMISSION

2012 APR 30 AM 10:58

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TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2011

**ANNUAL REPORT OF SMALL TELEPHONE COMPANIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING 2011**

COMPANY INFORMATION

Exact name of utility: Rural Telephone Company
 Address of principal office: 892 W. Madison Ave Glenns Ferry, ID 83623
 Telephone Number Area Code (208) 366-2614 E-mail address: jess.logan@ruraltel.org
 Cities or towns served: Shoup; Boise River; Tipanuk; Three Creek; Atlanta; Prairie.

Name and title of officer having custody of the general corporate books of account:
James R. Martell, President

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

Organized under the laws of the State of: Idaho

Date of organization: 07/27/1979

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

If a Subchapter S Corporation, please specify: S. Corp.

Name and address of controlling company, if any: Martell Enterprises, Inc.
892 W. Madison Ave Glenns Ferry, ID 83623

Names of affiliated companies. Give address and description of business:
Pend Oreille Telephone Company: 892 W. Madison Ave Glenns Ferry, ID 83623
~~Nehalem Telecommunications, Inc.: 892 W. Madison Ave Glenns Ferry, ID 83623~~

OFFICERS

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

Title	Name	Address
President	James R. Martell	892 W. Madison Ave Glenns Ferry, ID 83623
Vice-President	Michael J. Martell	892 W. Madison Ave Glenns Ferry, ID 83623
Secretary/Treasurer	Carmela M. Martell	892 W. Madison Ave Glenns Ferry, ID 83623

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 : 892 W. Madison Ave Glenns Ferry, ID 83623	Term Expired or Current Term Will Expire	Meetings Attended This year	Fees Paid During Year
<u>James R. Martell</u>	<u>Non-Term</u>	<u>12</u>	<u>#18,000.00</u>
<u>Carmela M. Martell</u>	<u>Non-Term</u>	<u>12</u>	<u>\$12,000.00</u>
<u>Michael J. Martell</u>	<u>Non-Term</u>	<u>12</u>	<u>\$16,800.00</u>
<u>Angela Carpenter</u>	<u>Non-Term</u>	<u>12</u>	<u>\$12,000.00</u>
<u>Andrea Roberts</u>	<u>Non-Term</u>	<u>12</u>	<u>\$18,000.00</u>
<u>Mark R. Martell</u>	<u>Non-Term</u>	<u>12</u>	<u>\$12,000.00</u>
<u>Matthew Martell</u>	<u>Non-Term</u>	<u>12</u>	<u>\$12,000.00</u>

Name of Chairman of the Board: James R. Martell
 Name of Secretary (or Clerk) of Board: Carmela M. Martell
 Number of Meetings of the Board during the year: 12

MANAGERS

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

Name	Title	Wages and Bonuses Paid
<u>James R. Martell</u>	<u>President</u>	<u>\$115,760.32</u>
<u>Carmela M. Martell</u>	<u>Secretary/Treasurer</u>	<u>\$60,044.64</u>
<u>Michael J. Martell</u>	<u>Vice-President</u>	<u>\$101,880.30</u>
<u>Mark R. Martell</u>	<u>Administrative Manager</u>	<u>\$92,383.12</u>

Rural Telephone Company

Balance Sheet
Assets and other Debits
Year-End 2011

	Balance Beginning of Year	Balance at end of Year	Increase or (Decrease)
Current Assets			
1120 Cash & Equivalents	\$ 792,188	\$ 319,787	\$ (472,401)
1130 Cash & Equivalents	\$ -	\$ -	\$ -
1140 Special Cash Deposits	\$ -	\$ -	\$ -
1150 Working Cash Deposits	\$ -	\$ -	\$ -
1160 Temporary Investments	\$ -	\$ -	\$ -
1180 Telecommunications Accounts Receivable	\$ 133,185	\$ 130,551	\$ (2,634)
1181 Accounts Receivable Allow- Telecommunications	\$ -	\$ -	\$ -
1190 Other Accounts Receivable	\$ 513,307	\$ 647,879	\$ 134,572
1191 Accounts Receivable Allow- Other	\$ -	\$ -	\$ -
1200 Notes Receivable	\$ -	\$ -	\$ -
1201 Notes receivable Allowance	\$ -	\$ -	\$ -
1210 Interest & Dividends Receivable	\$ -	\$ -	\$ -
1220 Materials & Supplies	\$ 429,484	\$ 466,201	\$ 36,717
1280 Prepayments	\$ 21,214	\$ 4,947	\$ (16,267)
1290 Prepaid Rents	\$ -	\$ -	\$ -
1300 Prepaid Taxes	\$ -	\$ -	\$ -
1310 Prepaid Insurance	\$ -	\$ -	\$ -
1320 Prepaid Directory Expenses	\$ -	\$ -	\$ -
1330 Other Prepayments	\$ -	\$ -	\$ -
1350 Other Current Assets	\$ 951,365	\$ 1,434,394	\$ 483,029
	<u>\$ 2,840,743</u>	<u>\$ 3,003,760</u>	<u>\$ 163,017</u>
Noncurrent Assets			
1401 Investment in Affiliated Companies	\$ 4,198,501	\$ 4,107,154	\$ (91,347)
1402 Investment in Non-Affiliated Companies	\$ -	\$ -	\$ -
1406 Non-Regulated Investments	\$ 984,850	\$ 1,236,095	\$ 251,245
1407 Unamortized Debt Issuance Expense	\$ -	\$ -	\$ -
1408 Sinking Funds	\$ -	\$ -	\$ -
1410 Other Non-Current Assets	\$ 496,248	\$ 506,088	\$ 9,840
1438 Deferred Maintenance & Retirements	\$ -	\$ -	\$ -
1439 Deferred Charges	\$ -	\$ -	\$ -
1500 Other Jurisdiction Assets- Net	\$ -	\$ -	\$ -
	<u>\$ 5,679,599</u>	<u>\$ 5,849,337</u>	<u>\$ 169,738</u>
Property, Plant & Equipment			
2001 Telecommunications Plan in Service	\$ 22,914,134	\$ 24,518,839	\$ 1,604,705
2002 Property Held for Future Telecom Use	\$ 4,000	\$ 4,000	\$ -
2003 Telecommunications Plant Under Construction- Short Term	\$ 1,578,775	\$ 549,629	\$ (1,029,146)
2004 Telecommunications Plant Under Construction- Long Term	\$ -	\$ -	\$ -
2005 Telecom Plant Adjustment	\$ -	\$ -	\$ -
2006 Non-Operating Plant	\$ -	\$ -	\$ -
2007 Goodwill	\$ -	\$ -	\$ -
	<u>\$ 24,496,909</u>	<u>\$ 25,072,468</u>	<u>\$ 575,559</u>
Depreciation & Amortization Accounts			
3100 Accumulated Depreciation	\$ (14,282,954)	\$ (15,579,831)	\$ (1,296,877)
3200 Accumulated Depreciation- Held for Future Use	\$ -	\$ -	\$ -
3300 Accumulated Depreciation- Non-Operating	\$ -	\$ -	\$ -
3400 Accumulated Amortization- Tangible	\$ -	\$ -	\$ -
3410 Accumulated Amortization- Capital Leases	\$ -	\$ -	\$ -
3420 Accumulated Amortization- Leasehold Improvement	\$ -	\$ -	\$ -
3500 Accumulated Amortization- Intangible	\$ -	\$ -	\$ -
3600 Accumulated Amortization- Other	\$ -	\$ -	\$ -
	<u>\$ (14,282,954)</u>	<u>\$ (15,579,831)</u>	<u>\$ (1,296,877)</u>
TOTAL ASSETS	<u>\$ 18,734,297</u>	<u>\$ 18,345,734</u>	<u>\$ (388,563)</u>

Rural Telephone Company
Balance Sheet
Liabilities and Stockholders' Equity
Year: 2011

	Balance Beginning of Year	Balance at end of Year	Increase or (Decrease)
Current Liabilities			
4010 Accounts Payable	\$ 453,253	\$ 186,502	\$ (266,751)
4020 Notes Payable	\$ -	\$ 178,706	\$ 178,706
4030 Advance Billings and Payments	\$ 39,442	\$ 37,902	\$ (1,540)
4040 Customer Deposits	\$ 7,189	\$ 7,219	\$ 30
4050 Current Maturities- Long-Term Debt	\$ 782,600	\$ 821,000	\$ 38,400
4060 Current Maturities- Capital Leases	\$ -	\$ -	\$ -
4070 Income Taxes- Accrued	\$ -	\$ -	\$ -
4080 Other Taxes- Accrued	\$ 61,862	\$ 65,786	\$ 3,924
4100 Net Current Deferred Operating Income Taxes	\$ -	\$ -	\$ -
4110 Net Current Deferred Non-Operating Income Taxes	\$ -	\$ -	\$ -
4120 Other Accrued Liabilities	\$ 132,768	\$ 133,522	\$ 754
4130 Other Current Liabilities	\$ 113,716	\$ 92,802	\$ (20,914)
	<u>\$ 1,590,830</u>	<u>\$ 1,523,439</u>	<u>\$ (67,391)</u>
Long Term Debt			
4210 Funded Debt	\$ 8,222,774	\$ 7,511,717	\$ (711,057)
4220 Premium on Long-Term Debt	\$ -	\$ -	\$ -
4230 Discount on Long-Term Debt	\$ -	\$ -	\$ -
4240 Re-Acquired Debt	\$ -	\$ -	\$ -
4250 Obligations Under Capital Leases	\$ -	\$ -	\$ -
4260 Advances from Affiliated Companies	\$ -	\$ -	\$ -
4270 Other Long-Term Debt	\$ -	\$ -	\$ -
	<u>\$ 8,222,774</u>	<u>\$ 7,511,717</u>	<u>\$ (711,057)</u>
Other Liabilities & Deferred Credits			
4310 Other Long-Term Liabilities	\$ -	\$ -	\$ -
4320 Un-Amortized Operating Investment Tax Credits- Net	\$ -	\$ -	\$ -
4330 Un-Amortized Non-Operating Investment Tax Credits- Net	\$ -	\$ -	\$ -
4340 Net Non-Current Deferred Operating Income Taxes	\$ -	\$ -	\$ -
4350 Net Non-Current Deferred Non-Operating Income Taxes	\$ -	\$ -	\$ -
4360 Other Deferred Credits	\$ -	\$ -	\$ -
4370 Other Juris., Liab., & Def. Credits- Net	\$ -	\$ -	\$ -
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Stockholders' Equity			
4510 Capital Stock	\$ 56,900	\$ 56,900	\$ -
4520 Additional Paid-In-Capital	\$ 10,197	\$ 10,197	\$ -
4530 Treasury Stock	\$ -	\$ -	\$ -
4540 Other Capital	\$ 277,974	\$ 277,974	\$ -
4550 Retained Earnings	\$ 8,575,622	\$ 8,965,507	\$ 389,885
	<u>\$ 8,920,693</u>	<u>\$ 9,310,578</u>	<u>\$ 389,885</u>
TOTAL LIABILITIES & TOTAL CREDITS	<u>\$ 18,734,297</u>	<u>\$ 18,345,734</u>	<u>\$ (388,563)</u>

Rural Telephone Company

Analysis of Telecommunications Plant in Service

Total Company Basis

Year: 2011

	Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance at end of Year
Analysis of Telecommunications Plant in Service					
2111 Land	\$ 197,054	\$ -	\$ -	\$ -	\$ 197,054
2112 Motor Vehicles	\$ 336,851	\$ -	\$ -	\$ -	\$ 336,851
2113 Aircraft	\$ -	\$ -	\$ -	\$ -	\$ -
2114 Special Purpose Vehicles	\$ -	\$ -	\$ -	\$ -	\$ -
2115 Garage Work Equipment	\$ -	\$ -	\$ -	\$ -	\$ -
2116 Other Work Equipment	\$ 898,386	\$ 4,480	\$ -	\$ -	\$ 902,866
2121 Buildings	\$ 956,394	\$ -	\$ -	\$ -	\$ 956,394
2122 Furniture	\$ 186,341	\$ 6,982	\$ -	\$ (2,590)	\$ 190,733
2123 Office Equipment	\$ -	\$ -	\$ -	\$ -	\$ -
2124 General Purpose Computers	\$ 460,627	\$ 4,208	\$ -	\$ -	\$ 464,835
2211 Analog Electronic Switching	\$ -	\$ -	\$ -	\$ -	\$ -
2212 Digital Electronic Switching	\$ 2,822,594	\$ -	\$ -	\$ -	\$ 2,822,594
2215 Electro- Mechanical Switching	\$ -	\$ -	\$ -	\$ -	\$ -
2220 Operator Systems	\$ -	\$ -	\$ -	\$ -	\$ -
2231 Radio Systems	\$ 26,955	\$ -	\$ -	\$ -	\$ 26,955
2232 Circuit Equipment	\$ 5,115,759	\$ 156,594	\$ -	\$ -	\$ 5,272,353
2311 Station Apparatus	\$ -	\$ -	\$ -	\$ -	\$ -
2321 Customer Premise Wiring	\$ -	\$ -	\$ -	\$ -	\$ -
2341 Large Private Branch Exchanges	\$ -	\$ -	\$ -	\$ -	\$ -
2351 Public Telephone Terminal Equipment	\$ -	\$ -	\$ -	\$ -	\$ -
2362 Other Terminal Equipment	\$ -	\$ -	\$ -	\$ -	\$ -
2411 Poles	\$ -	\$ -	\$ -	\$ -	\$ -
2421 Aerial Cable	\$ 10,931	\$ 4,211	\$ 3,471	\$ -	\$ 11,670
2422 Underground Cable	\$ -	\$ -	\$ -	\$ -	\$ -
2423 Buried Cable	\$ 10,437,775	\$ 883,226	\$ -	\$ (1)	\$ 11,321,000
2424 Submarine Cable	\$ -	\$ -	\$ -	\$ -	\$ -
2426 Intrabuilding Network Cable	\$ -	\$ -	\$ -	\$ -	\$ -
2431 Aerial Wire	\$ -	\$ -	\$ -	\$ -	\$ -
2441 Conduit Systems	\$ 1,301,773	\$ 517,122	\$ -	\$ -	\$ 1,818,895
2681 Capital Leases	\$ -	\$ -	\$ -	\$ -	\$ -
2682 Leashold Improvements	\$ 162,694	\$ 38,540	\$ -	\$ (4,594)	\$ 196,640
2690 Intangibles	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ 22,914,134	\$ 1,615,362	\$ 3,471	\$ (7,185)	\$ 24,518,839
				*	
TOTAL PLANT ACCOUNTS	\$ 22,914,134	\$ 1,615,362	\$ 3,471	\$ (7,185)	\$ 24,518,839

* rounding

Rural Telephone Company

Analysis of Telecommunications Plant in Service

Idaho Operations Only

Year: 2011

	Balance Beginning of Year	Additions During Year	Plant Retired or Sold	Transfers and Adjustments	Balance at end of Year
Analysis of Telecommunications Plant in Service					
2111 Land	\$ 151,505	\$ -	\$ -	\$ -	\$ 151,505
2112 Motor Vehicles	\$ 336,851	\$ -	\$ -	\$ -	\$ 336,851
2113 Aircraft	\$ -	\$ -	\$ -	\$ -	\$ -
2114 Special Purpose Vehicles	\$ -	\$ -	\$ -	\$ -	\$ -
2115 Garage Work Equipment	\$ -	\$ -	\$ -	\$ -	\$ -
2116 Other Work Equipment	\$ 898,385	\$ 4,480	\$ -	\$ -	\$ 902,865
2121 Buildings	\$ 522,653	\$ -	\$ -	\$ -	\$ 522,653
2122 Furniture	\$ 186,341	\$ 6,982	\$ -	\$ (2,590)	\$ 190,733
2123 Office Equipment	\$ -	\$ -	\$ -	\$ -	\$ -
2124 General Purpose Computers	\$ 460,627	\$ 4,208	\$ -	\$ -	\$ 464,835
2211 Analog Electronic Switching	\$ -	\$ -	\$ -	\$ -	\$ -
2212 Digital Electronic Switching	\$ 1,151,705	\$ -	\$ -	\$ -	\$ 1,151,705
2215 Electro- Mechanical Switching	\$ -	\$ -	\$ -	\$ -	\$ -
2220 Operator Systems	\$ -	\$ -	\$ -	\$ -	\$ -
2231 Radio Systems	\$ 26,954	\$ -	\$ -	\$ -	\$ 26,954
2232 Circuit Equipment	\$ 3,527,217	\$ 28,782	\$ -	\$ -	\$ 3,555,999
2311 Station Apparatus	\$ -	\$ -	\$ -	\$ -	\$ -
2321 Customer Premise Wiring	\$ -	\$ -	\$ -	\$ -	\$ -
2341 Large Private Branch Exchanges	\$ -	\$ -	\$ -	\$ -	\$ -
2351 Public Telephone Terminal Equipment	\$ -	\$ -	\$ -	\$ -	\$ -
2362 Other Terminal Equipment	\$ -	\$ -	\$ -	\$ -	\$ -
2411 Poles	\$ -	\$ -	\$ -	\$ -	\$ -
2421 Aerial Cable	\$ 10,930	\$ 4,211	\$ -	\$ (3,471)	\$ 11,669
2422 Underground Cable	\$ -	\$ -	\$ -	\$ -	\$ -
2423 Buried Cable	\$ 6,158,117	\$ 405,124	\$ -	\$ -	\$ 6,563,241
2424 Submarine Cable	\$ -	\$ -	\$ -	\$ -	\$ -
2426 Intrabuilding Network Cable	\$ -	\$ -	\$ -	\$ -	\$ -
2431 Aerial Wire	\$ -	\$ -	\$ -	\$ -	\$ -
2441 Conduit Systems	\$ 1,010,963	\$ 242,387	\$ -	\$ -	\$ 1,253,350
2681 Capital Leases	\$ -	\$ -	\$ -	\$ -	\$ -
2682 Leashold Improvements	\$ 162,694	\$ 38,540	\$ -	\$ (4,594)	\$ 196,640
2690 Intangibles	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL PLANT ACCOUNTS	\$ 14,604,942	\$ 734,713	\$ -	\$ (10,655)	\$ 15,329,000

Rural Telephone Company

Analysis of Entries in Accumulated Depreciation

Total Company Basis

Year: 2011

	Balance Beginning of Year	Depreciation Rate	Credits During Year	Retirements And Adjustments	Balance at End of Year
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	\$ 234,422	33.33%	\$ 47,264	\$ 7,500	\$ 274,186
2113 Aircraft	\$ -	0.00%	\$ -	\$ -	\$ -
2114 Special Purpose Vehicles	\$ -	0.00%	\$ -	\$ -	\$ -
2115 Garage Work Equipment	\$ -	0.00%	\$ -	\$ -	\$ -
2116 Other Work Equipment	\$ 505,457	14.30%	\$ 60,431	\$ 380	\$ 565,508
2121 Buildings	\$ 348,630	ID- 3.00% NV- 2.80%	\$ 27,824	\$ -	\$ 376,454
2122 Furniture	\$ 182,146	12.50%	\$ 8,587	\$ -	\$ 190,733
2123 Office Equipment	\$ -	0.00%	\$ -	\$ -	\$ -
2124 General Purpose Computers	\$ 438,077	20.00%	\$ 6,206	\$ -	\$ 444,283
2211 Analog Electronic Switching	\$ -	0.00%	\$ -	\$ -	\$ -
2212 Digital Electronic Switching	\$ 2,022,036	ID- 12.00% NV- 5.26%	\$ 169,308	\$ -	\$ 2,191,344
2215 Electro- Mechanical Switching	\$ -	0.00%	\$ -	\$ -	\$ -
2220 Operator Systems	\$ -	0.00%	\$ -	\$ -	\$ -
2231 Radio Systems	\$ 13,101	20.00%	\$ 5,391	\$ 19	\$ 18,473
2232 Circuit Equipment	\$ 3,229,552	ID- 10.00% NV- 5.26%	\$ 443,990	\$ -	\$ 3,673,542
2311 Station Apparatus	\$ -	0.00%	\$ -	\$ -	\$ -
2321 Customer Premise Wiring	\$ -	0.00%	\$ -	\$ -	\$ -
2341 Large Private Branch Exchanges	\$ -	0.00%	\$ -	\$ -	\$ -
2351 Public Telephone Terminal Equipment	\$ -	0.00%	\$ -	\$ -	\$ -
2362 Other Terminal Equipment	\$ -	0.00%	\$ -	\$ -	\$ -
2411 Poles	\$ -	0.00%	\$ -	\$ -	\$ -
2421 Aerial Cable	\$ 3,904	5.00%	\$ 550	\$ -	\$ 4,454
2422 Underground Cable	\$ -	0.00%	\$ -	\$ -	\$ -
2423 Buried Cable	\$ 6,397,635	ID- 6.50% & 5.00% NV- 4.00%	\$ 412,066	\$ (379)	\$ 6,810,080
2424 Submarine Cable	\$ -	0.00%	\$ -	\$ -	\$ -
2426 Intrabuilding Network Cable	\$ -	0.00%	\$ -	\$ -	\$ -
2431 Aerial Wire	\$ -	0.00%	\$ -	\$ -	\$ -
2441 Conduit Systems	\$ 394,768	ID- 7.00% NV- 4.00%	\$ 105,882	\$ -	\$ 500,650
2682 Leasehold Improvements	\$ 51,021	3.00%	\$ 5,573	\$ -	\$ 56,594
TOTAL PLANT ACCOUNTS	\$ 13,820,749		\$ 1,293,071	\$ 7,520	\$ 15,106,300

Rural Telephone Company

Analysis of Entries in Accumulated Depreciation

Idaho Operations Only

Year: 2011

	Balance Beginning of Year	Depreciation Rate	Creditd During Year	Retirements And Adjustments	Balance at End of Year
Analysis of Entries in Accumulated Depreciation					
2112 Motor Vehicles	\$ 234,422	33.33%	\$ 47,264	\$ 7,500	\$ 274,186
2113 Aircraft	\$ -	0.00%	\$ -	\$ -	\$ -
2114 Special Purpose Vehicles	\$ -	0.00%	\$ -	\$ -	\$ -
2115 Garage Work Equipment	\$ -	0.00%	\$ -	\$ -	\$ -
2116 Other Work Equipment	\$ 505,457	14.30%	\$ 60,431	\$ 380	\$ 565,508
2121 Buildings	\$ 173,124	3.00%	\$ 15,680	\$ -	\$ 188,804
2122 Furniture	\$ 182,146	12.50%	\$ 8,587	\$ -	\$ 190,733
2123 Office Equipment	\$ -	0.00%	\$ -	\$ -	\$ -
2124 General Purpose Computers	\$ 438,077	20.00%	\$ 6,206	\$ -	\$ 444,283
2211 Analog Electronic Switching	\$ -	0.00%	\$ -	\$ -	\$ -
2212 Digital Electronic Switching	\$ 683,903	12.00%	\$ 81,419	\$ -	\$ 765,322
2215 Electro- Mechanical Switching	\$ -	0.00%	\$ -	\$ -	\$ -
2220 Operator Systems	\$ -	0.00%	\$ -	\$ -	\$ -
2231 Radio Systems	\$ 13,101	20.00%	\$ 5,391	\$ 19	\$ 18,473
2232 Circuit Equipment	\$ 2,393,760	10.00%	\$ 354,041	\$ -	\$ 2,747,801
2311 Station Apparatus	\$ -	0.00%	\$ -	\$ -	\$ -
2321 Customer Premise Wiring	\$ -	0.00%	\$ -	\$ -	\$ -
2341 Large Private Branch Exchanges	\$ -	0.00%	\$ -	\$ -	\$ -
2351 Public Telephone Terminal Equipment	\$ -	0.00%	\$ -	\$ -	\$ -
2362 Other Terminal Equipment	\$ -	0.00%	\$ -	\$ -	\$ -
2411 Poles	\$ -	0.00%	\$ -	\$ -	\$ -
2421 Aerial Cable	\$ 3,904	5.00%	\$ 550	\$ -	\$ 4,454
2422 Underground Cable	\$ -	0.00%	\$ -	\$ -	\$ -
2423 Buried Cable	\$ 3,483,780	6.50% & 5.00%	\$ 226,449	\$ (2,098)	\$ 3,712,327
2424 Submarine Cable	\$ -	0.00%	\$ -	\$ -	\$ -
2426 Intrabuilding Network Cable	\$ -	0.00%	\$ -	\$ -	\$ -
2431 Aerial Wire	\$ -	0.00%	\$ -	\$ -	\$ -
2441 Conduit Systems	\$ 309,809	7.00%	\$ 85,700	\$ (1)	\$ 395,510
2682 Leasehold Improvements	\$ 51,021	3.00%	\$ 5,573	\$ -	\$ 56,594
TOTAL PLANT ACCOUNTS	\$ 8,472,504		\$ 897,290	\$ 5,800	\$ 9,363,994

INVESTMENTS

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

<u>Description</u>	<u>Date Acquired</u>	<u>Book Cost of Investments Disposed of This year</u>	<u>Book Cost of Investments Held at End of Year</u>
Syringa	2001		\$821,400
Solix			\$10,000
Telespire	2006		\$2,500
Fairfield Internet	2006		\$3,000
Pend Oreille Telephone	1997		\$2,599,697
Nehalem Telecommunications, Inc.	2004		\$1,802,646
NRTC	2005		\$147,950
Totals			\$5,387,393

RECEIVABLES

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

<u>Name of Company</u>	<u>Amount at End of Year</u>	
	<u>Notes Receivable</u>	<u>Accounts Receivable</u>
Customers		\$130,551
CABS		\$52,289
ID USF		\$25,185
NECA		\$530,257
SRC Customers		\$27,892
Employees Advances		\$11,196
Related Parties		\$1,325,043
Misc.		\$111,251
Totals		\$2,202,468

NOTES PAYABLE

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

<u>Name of Creditor</u>	<u>Date of Note</u>	<u>Interest Rate</u>	<u>Due Date</u>	<u>Face Amount</u>
Wells Fargo Equipment Finance	02/2010	5.9%	01/2014	\$128,524
Toyota Financial	03/2010	0%	02/11/2013	\$10,861
US Bank Auto Loan	10/2010	4.49%	09/21/2015	\$39,321
Totals				\$178,706

ACCOUNTS PAYABLE

Report below all Accounts Payable amounting to more than \$100.00

<u>Name of Creditor</u>	<u>Amount</u>
Elmore County Tax Collector	\$52,049
Kiesling	\$10,102
Mid-States Consultants	\$17,157
NRTC	\$13,433
Other A/P	\$128,690
Totals	\$221,431

	Total Company	Idaho Only
TOTAL OPERATING INCOME	\$ 5,334,882	\$ 3,366,859
TOTAL OPERATING EXPENSE	\$ 4,493,995	\$ 2,664,362
7100 Other Operating Income and Expense	\$ 47,795	\$ 47,573
7210 Operating Investment Tax Credits- Net	\$ -	\$ -
7220 Operating Federal Income Taxes	\$ -	\$ -
7230 Operating State and Local Income Taxes	\$ -	\$ -
7240 Operating Other Taxes	\$ (181,586)	\$ (117,656)
7250 Prvision for Deferred Operating Income Taxes- Net	\$ -	\$ -
7200 Operating Taxes (TOTAL)	\$ (181,586)	\$ (117,656)
7310 Dividend Income	\$ 47,055	\$ 18,822 *
7320 Interest Income	\$ 942	\$ 377 *
7330 Income from Sinking and Other Funds	\$ -	\$ -
7340 Allowance for Funds Used During Construction	\$ 22,357	\$ 8,943 *
7350 Gains/Losses from the Disposition of Certain Property	\$ (2,795)	\$ (2,795)
7360 Other Non-Operating Income	\$ 164,274	\$ 131,034
7370 Special Charges	\$ (27,200)	\$ (10,880) *
7300 Non-Operating Income and Expense	\$ 204,633	\$ 145,501
7410 Non-Operating Investment Tax Credits- Net	\$ -	\$ -
7420 Non-Operating Federal Income Taxes	\$ -	\$ -
7430 Non-Operating State and Local Income Taxes	\$ -	\$ -
7440 Non-Operating Other Taxes	\$ -	\$ -
7450 Provision for Deferred Non-Operating Income Taxes- Net	\$ -	\$ -
7400 Non-Operating Taxes	\$ -	\$ -
7510 Interest on Funded Debt	\$ (425,482)	\$ (170,193) *
7520 Interest Expense-Capital leases	\$ -	\$ -
7530 Amortization of Debt Issuance Expense	\$ -	\$ -
7540 Other Interest Deductions	\$ (30,954)	\$ (12,382) *
7500 Interest and Related items	\$ (456,436)	\$ (182,574)
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 Non-Regulated Net Income	\$ (11,519)	\$ (83,451)
AMOUNT TRANSFERRED TO RETAINED EARNINGS	\$ 443,773	\$ 511,890 **

*-Allocated based on Company Access Lines.

** rounding

Operating Revenues

Year: 2011

	Total Company	Idaho Only
Local Network Services Revenue		
5001 Basic Area Revenue	\$ 408,915	\$ 236,252
5002 Optional Extended Area Revenue	\$ -	\$ -
5003 Cellular Mobiel Revenue	\$ -	\$ -
5004 Other Mobile Services Revenue	\$ -	\$ -
5010 Public Telephone Revenue	\$ -	\$ -
5040 Local Private Line Revenue	\$ -	\$ -
5050 Customer Premises Revenue	\$ -	\$ -
5060 Other Local Exchange Revenue	\$ -	\$ -
5069 Other Local Exchange Settlements	\$ 989	\$ 207
	\$ 409,903	\$ 236,459
Network Access Service Revenues		
5081 End User Revenue (SLC, FUSC)	\$ 160,372	\$ 66,387
5082 Switched Access Revenue (Interstate)	\$ 3,961,822	\$ 2,511,824
5083 Special Access Revenue	\$ 128,230	\$ 48,911
5084 State Access Revenue (Intrastate)	\$ 478,987	\$ 342,321
Long Distance Network Services Revenues	\$ -	\$ -
5100 Long Distance Message Revenue-All	\$ 145	\$ -
	\$ 4,729,556	\$ 2,969,442
Internet Services		
5280.1 DSL Modem Revenue Idaho	\$ 5,794	\$ 5,794
5280.2 DSL Modem Revenue Nevada	\$ 4,940	\$ -
	\$ 10,734	\$ 5,794
Other Non-Regulated Revenues		
5280.3 Fiber lease- Idaho	\$ 57,170	\$ 57,170
5280.31 DWNM Circuit Equipment Lease	\$ 99,243	\$ 99,243
	\$ 156,413	\$ 156,413
Miscellaneous Revenues		
5230.1 Directory Revenue Idaho	\$ 338	\$ 338
5230.2 Directory Revenue Nevada	\$ 316	\$ -
5210.1 I/S B&C Idaho	\$ 414	\$ 414
5210.2 I/S B&C Nevada	\$ 507	\$ -
5220.1 Intrastate B&C Idaho	\$ 467	\$ 467
5220.2 Intrastate B&C Nevada	\$ 27,299	\$ -
5260.1 Misc Revenue Idaho	\$ 1,470	\$ 1,470
5260.2 Misc Revenue Nevada	\$ 2,439	\$ -
	\$ 33,251	\$ 2,689
Uncollectible Revenues		
5301 Uncollectible Revenue- Telecommunications	\$ (4,975)	\$ (3,938)
5302 Uncollectible Revenue- Other	\$ -	\$ -
	\$ (4,975)	\$ (3,938)
TOTAL OPERATING REVENUE	\$ 5,334,882	\$ 3,366,859

Please Identify the following revenues:

NECA USF

\$ 1,041,096 5081.21 & 5081.22

STATE USF

\$ 302,221 5084.21

Operating Expenses

Year: 2011

	<u>Total Company</u>	<u>Idaho Only</u>
Plant Specific Operations Expense		
6110 Network Support Expenses	\$ 19,228	\$ 7,691 *
6112 Motor Vehicle Expense	\$ -	\$ -
6113 Aircraft Expense	\$ -	\$ -
6114 Special Purpose Vehicles Expense	\$ -	\$ -
6115 Garage Work Equipment Expenses	\$ -	\$ -
6116 Other Work Equipment Expense	\$ -	\$ -
6120 General Support Expense	\$ 44,977	\$ 17,991 *
6121 Land and Building Expense	\$ 150,601	\$ 143,559
6122 Furniture and Artworks Expense	\$ -	\$ -
6123 Office Equipment Expense	\$ -	\$ -
6124 General Purpose Computers Expense	\$ -	\$ -
6210 Central Office Switching Expense	\$ 276,703	\$ 250,432
6211 Analog Electronic Expense	\$ -	\$ -
6212 Digital Electronic Expense	\$ -	\$ -
6215 Electro- Mechanical Expense	\$ -	\$ -
6220 Operations System Expense	\$ -	\$ -
6230 Central Office Transmission Expense	\$ 516,395	\$ 325,627
6231 Radio Systems Expense	\$ -	\$ -
6232 Circuit Equipment Expense	\$ -	\$ -
6310 Information Origination/Termination Expense	\$ -	\$ -
6311 Station Apparatus Expense	\$ -	\$ -
6341 Large Private Branch Exchange Expense	\$ -	\$ -
6351 Public Telephone Terminal Equipment Expense	\$ -	\$ -
6362 Other Terminal Equipment Expense	\$ -	\$ -
6410 Cable & Wire Facilities Expense	\$ 463,936	\$ 246,966
6411 Pole Expense	\$ -	\$ -
6421 Aerial Cable Expense	\$ -	\$ -
6422 Underground Cable Expense	\$ -	\$ -
6423 Buried Cable Expense	\$ -	\$ -
6424 Submarine Cable Expense	\$ -	\$ -
6425 Deep Sea Cable Expense	\$ -	\$ -
6426 Intrabuilding Network Cable Expense	\$ -	\$ -
6431 Aerial Wire Expense	\$ -	\$ -
6441 Conduit Systems Expense	\$ -	\$ -
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	\$ 1,471,840	\$ 992,265

*Allocated based on company access lines.

Operating Expenses

Year: 2011

	<u>Total Company</u>	<u>Idaho Only</u>
Plant Non-Specific Operations Expense		
6510 Other Property/Plant/Equipment Expenses	\$ -	\$ -
6511 Property held for Future Telecomm Use Expense	\$ -	\$ -
6512 Provisioning Expense	\$ 874	\$ -
6530 Network Operations Expense	\$ -	\$ -
6531 Power Expense	\$ 66,548	\$ 38,352
6532 Network Administration Expense	\$ 75,945	\$ 37,515
6533 Testing Expense	\$ -	\$ -
6534 Plant Operations Administration Expense	\$ -	\$ -
6535 Engineering Expense	\$ 156,500	\$ 81,432
6540 Access Expense	\$ 37,965	\$ 15,186 *
6560 Depreciation and Amortization Expense	\$ 1,293,071	\$ 897,290
6561 Depreciation Expense- Telecom. Plant in Service	\$ -	\$ -
6562 Depreciation Expense- Property held for Future Use	\$ -	\$ -
6563 Amortization Expense- Tangible	\$ -	\$ -
6564 Amortization Expense- Intangible	\$ -	\$ -
6565 Amortization Expense- Other	\$ -	\$ -
Total Plant non-Specific Operations Expense	\$ 1,630,903	\$ 1,069,775
Customer Operations Expense		
6610 Marketing	\$ 128,025	\$ 51,210 *
6611 Product Management	\$ -	\$ -
6612 Sales	\$ -	\$ -
6613 Product Advertising	\$ -	\$ -
6620 Services	\$ -	\$ -
6621 Call Completion Services	\$ -	\$ -
6622 Number Services	\$ -	\$ -
6623 Customer Services	\$ 129,336	\$ 73,993
Total Customer Operations Expense	\$ 257,361	\$ 125,203
Corporate Operations Expense		
6710 Executive & Planning	\$ 281,302	\$ 112,521 *
6711 Executive	\$ -	\$ -
6712 Planning	\$ -	\$ -
6720 General and Administrative	\$ 706,530	\$ 282,612 *
6721 Accounting and Finance	\$ 110,618	\$ 72,507
6722 External Relations	\$ -	\$ -
6723 Human Resources	\$ -	\$ -
6724 Information Management	\$ -	\$ -
6725 Legal	\$ 35,442	\$ 9,478
6726 Procurement	\$ -	\$ -
6727 Research & Development	\$ -	\$ -
6728 Other General & Administrative	\$ -	\$ -
6790 Provision for Uncollectible Notes Receivable	\$ -	\$ -
Total Corporate Operations Expense	\$ 1,133,892	\$ 477,118
Total Plant Non-Specific, Customer & Corporate	\$ 3,022,155	\$ 1,672,097
Total Plant Specific Expense	\$ 1,471,840	\$ 992,265
TOTAL OPERATING EXPENSE	\$ 4,493,995	\$ 2,664,362

*-Allocated based on company access lines.

CENTRAL OFFICE DATA
as of December 31, 2011 (unless otherwise indicated)

Name of Central Office: Shoup

Prefix (es): 208-394

Central Office Switch Type: Redcom MDX

Check all that apply:

Stand Alone

Host

Remote

Check one:

Digital

Analog

Check one:

Electronic

Electro-Mechanical

Other: _____

Access Line Capacity

Design: 1,200

Installed/Equipped: _____

Access Lines in Use

Customer Lines: 66

(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 6

Company Official Lines 3

Company Test Lines 0

Classification of Customer Access

	Residence				Centrex N.A.R.	Business				Total Residence & Business
	Multi- Line 1-Party	Single Line		Subtotal Residence		Multi- Line 1-Party	Single Line		Subtotal Business	
		1-Party	Multi- Party				1-Party	Multi- Party		
Beginning of Year	0	39	0	39	0	7	5	0	12	51
New Connects	0	11	0	11	0	0	4	0	4	15
Disconnects	0	0	0	0	0	0	0	0	0	0
End of Year	0	50	0	50	0	7	9	0	16	66

Foreign Exchange:

Dial Tone from this C.O.: _____

Dial Tone from another C.O.: _____

Directory Listings:

Number of Customers with Nonpublished or Nonlisted: 9

Custom Calling:

Number of customers with at least one feature: _____

Total number of features subscribed to: _____

CENTRAL OFFICE DATA
as of December 31, 2011 (unless otherwise indicated)

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

Central Office Switch Type: Metaswitch

Check all that apply:
Stand Alone
Host
Remote

Check one:
Digital
Analog

Check one:
Electronic
Electro-Mechanical
Other: _____

Access Line Capacity
Design: 2,048
Installed/Equipped: 06/16/2008

Access Lines in Use
Customer Lines: 347
(Include Centrex, PAL, Semi-Pub.)
Public Telephone Lines 16
Company Official Lines 6
Company Test Lines 2

Classification of Customer Access

	Residence			Centrex N.A.R.	Business			Total Residence & Business	
	Multi- Line 1-Party	Single Line 1-Party	Multi- Party		Multi- Line 1-Party	Single Line 1-Party	Multi- Party		
Beginning of Year	0	302	0	0	17	19	0	36	338
New Connects	0	15	0	0	0	0	0	0	15
Disconnects	0	0	0	0	4	2	0	6	6
End of Year	0	317	0	0	13	17	0	30	347

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

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 16

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

CENTRAL OFFICE DATA
as of December 31, 2011 (unless otherwise indicated)

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

Central Office Switch Type: Metaswitch

Check all that apply:
Stand Alone
Host
Remote

Check one:
Digital
Analog

Check one:
Electronic
Electro-Mechanical
Other: _____

Access Line Capacity
Design: 2,048
Installed/Equipped: 06/16/2008

Access Lines in Use
Customer Lines: 41
(Include Centrex, PAL, Semi-Pub.)
Public Telephone Lines 4
Company Official Lines 3
Company Test Lines 1

Classification of Customer Access

	Residence			Subtotal Residence	Centrex N.A.R.	Business			Subtotal Business	Total Residence & Business
	Multi- Line 1-Party	Single Line 1-Party	Multi- Party			Multi- Line 1-Party	Single Line 1-Party	Multi- Party		
Beginning of Year	0	33	0	33	0	2	2	0	4	37
New Connects	0	0	0	0	0	0	0	0	0	0
Disconnects	0	0	0	0	0	0	4	0	4	4
End of Year	0	33	0	33	0	2	6	0	8	41

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

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 3

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

CENTRAL OFFICE DATA
as of December 31, 2011 (unless otherwise indicated)

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

Central Office Switch Type: Redcom MDX

Check all that apply:
 Stand Alone
 Host
 Remote

Check one:
 Digital
 Analog

Check one:
 Electronic
 Electro-Mechanical
 Other: _____

Access Line Capacity
 Design: 1,200
 Installed/Equipped: _____

Access Lines in Use
 Customer Lines: 47
 (Include Centrex, PAL, Semi-Pub.)
 Public Telephone Lines 2
 Company Official Lines 3
 Company Test Lines 3

Classification of Customer Access

	Residence				Centrex N.A.R.	Business				Total Residence & Business
	Multi- Line 1-Party	Single Line 1-Party	Multi- Party	Subtotal Residence		Multi- Line 1-Party	Single Line 1-Party	Multi- Party	Subtotal Business	
Beginning of Year	0	43	0	43	0	6	6	0	12	55
New Connects	0	0	0	0	0	0	0	0	0	0
Disconnects	0	7	0	7	0	0	1	0	1	8
End of Year	0	36	0	36	0	6	5	0	11	47

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

Directory Listings:
 Number of Customers with Nonpublished or Nonlisted: 3

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

CENTRAL OFFICE DATA
as of December 31, 2011 (unless otherwise indicated)

Name of Central Office: Tipanuk
Prefix (es): 208-746

Central Office Switch Type: Metaswitch

Check all that apply:
Stand Alone
Host
Remote

Check one:
Digital
Analog

Check one:
Electronic
Electro-Mechanical
Other: _____

Access Line Capacity

Design: 2,048

Installed/Equipped: 06/16/2008

Access Lines in Use

Customer Lines: 88
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 0

Company Official Lines 2

Company Test Lines 1

Classification of Customer Access

	Residence				Centrex N.A.R.	Business				Total Residence & Business
	Multi- Line 1-Party	Single Line		Subtotal Residence		Multi- Line 1-Party	Single Line		Subtotal Business	
		1-Party	Multi- Party				1-Party	Multi- Party		
Beginning of Year	0	88	0	88	0	7	2	0	9	97
New Connects	0	0	0	0	0	1	1	0	2	2
Disconnects	0	11	0	11	0	0	0	0	0	11
End of Year	0	72	0	72	0	8	3	0	11	88

Foreign Exchange:

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

Directory Listings:

Number of Customers with Nonpublished or Nonlisted: 10

Custom Calling:

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

CENTRAL OFFICE DATA
as of December 31, 2011 (unless otherwise indicated)

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

Central Office Switch Type: Metaswitch

Check all that apply:
Stand Alone
Host
Remote

Check one:
Digital
Analog

Check one:
Electronic
Electro-Mechanical
Other: _____

Access Line Capacity
Design: 2,048
Installed/Equipped: _____

Access Lines in Use
Customer Lines: 63
(Include Centrex, PAL, Semi-Pub.)

Public Telephone Lines 2
Company Official Lines 2
Company Test Lines 2

Classification of Customer Access

	Residence				Centrex N.A.R.	Business				Total Residence & Business
	Multi- Line 1-Party	Single Line		Subtotal Residence		Multi- Line 1-Party	Single Line		Subtotal Business	
		1-Party	Multi- Party				1-Party	Multi- Party		
Beginning of Year	0	52	0	52	0	1	4	0	5	57
New Connects	0	6	0	6	0	0	0	0	0	6
Disconnects	0	0	0	0	0	0	0	0	0	0
End of Year	0	58	0	58	0	1	4	0	5	63

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

Directory Listings:
Number of Customers with Nonpublished or Nonlisted: 5

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

NUMBER OF CALLS COMPLETED BY CUSTOMERS DURING (Year) 2011.

Local Exchange	Average # of Customer Lines in Use	Local Calls		Toll Calls Originated (Total of all Carriers)			
		Number (1000s)	Avg./ Line	Intrastate	Interstate	Total	Avg./ Line
1 <u>Boise</u>	<u>347</u>	<u>N/A</u>		<u>22,625</u>	<u>15,220</u>	<u>37,845</u>	<u>109</u>
2 <u>Shoup</u>	<u>66</u>	<u>N/A</u>		<u>10,326</u>	<u>16,060</u>	<u>26,306</u>	<u>400</u>
3 <u>Tipanuk</u>	<u>88</u>	<u>N/A</u>		<u>1,124</u>	<u>7,010</u>	<u>8,134</u>	<u>92</u>
4 <u>Three Creek</u>	<u>47</u>	<u>N/A</u>		<u>25,449</u>	<u>11,647</u>	<u>37,096</u>	<u>789</u>
5 <u>Atlanta</u>	<u>41</u>	<u>N/A</u>		<u>19,043</u>	<u>5,285</u>	<u>24,328</u>	<u>593</u>
6 <u>Prairie</u>	<u>63</u>	<u>N/A</u>		<u>3,530</u>	<u>7,112</u>	<u>10,642</u>	<u>169</u>
7 _____	_____	_____	_____	_____	_____	_____	_____
8 _____	_____	_____	_____	_____	_____	_____	_____
9 _____	_____	_____	_____	_____	_____	_____	_____
10 _____	_____	_____	_____	_____	_____	_____	_____
11 _____	_____	_____	_____	_____	_____	_____	_____
12 _____	_____	_____	_____	_____	_____	_____	_____
13 _____	_____	_____	_____	_____	_____	_____	_____
14 _____	_____	_____	_____	_____	_____	_____	_____
15 _____	_____	_____	_____	_____	_____	_____	_____
16 _____	_____	_____	_____	_____	_____	_____	_____
17 _____	_____	_____	_____	_____	_____	_____	_____
18 _____	_____	_____	_____	_____	_____	_____	_____

ANNUAL REPORT FOR SMALL TELEPHONE COMPANIES
YEAR ENDED DECEMBER 31, 2011.

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

Included in directory Yes No

Date of notification March/June/September/December

Alternate method of notification Newspaper

Rule IDAPA 31.41.01.403.02

Record of Complaints:

Number received by Company 0

Category of complaints (if known):

Deposit Disputes _____

Charges on Bill _____

Denial/Termination _____

Quality or Availability
of Service _____

Carrier Selection/Assignment _____

Miscellaneous _____

Rev 3/02

Idaho Statesman

The Newspaper of the Treasure Valley
IDAHOSTATESMAN.COM

PO Box 40, Boise, ID 83707-0040

LEGAL PROOF OF PUBLICATION

Account #	Ad Number	Identification	PO	Amount	Cols	Lines
112511	0000542674	LEGAL NOTICE	LIFELINE	\$93.75	2	15

Attention: Kelley Rodgers

RTI

892 W MADISON AVE

GLENN'S FERRY ID 83623

LEGAL NOTICE DID YOU KNOW...

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

or
Call Toll Free 1-888-366-7821
Rural Telephone Company



Pub. Mar. 8, 15, 2011

0000542674-01

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

2 Insertions

Beginning issue of: 03/08/2011

Ending issue of: 03/15/2011

Janice Hildreth
(Legals Clerk)

STATE OF IDAHO)

.SS

COUNTY OF ADA)

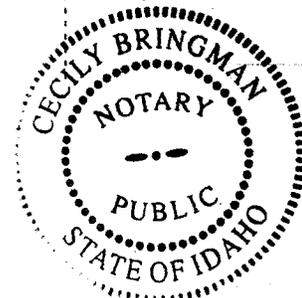
On this 15 day of March in the year of 2011 before me, a Notary Public, personally appeared before me Janice Hildreth known or identified to me to be the person whose name subscribed to the within instrument, and being by first duly sworn, declared that the statements therein are true, and acknowledged to me that she executed the same.

Cecily Bringman

Notary Public for Idaho
Residing at: Boise, Idaho

My Commission expires:

8-27-15



Idaho Statesman

The Newspaper of the Treasure Valley
IDAHOSTATESMAN.COM

PO Box 40, Boise, ID 83707-0040

LEGAL PROOF OF PUBLICATION

Account #	Ad Number	Identification	PO	Amount	Cols	Lines
112511	0000542675	LEGAL NOTICE	EEOE	\$74.40	1	27

Attention: Kelley Rodgers

RTI

892 W MADISON AVE

GLENN'S FERRY ID 83623

LEGAL NOTICE An Equal Opportunity Employer

RTI with its main office located at 892 W. Madison Avenue, Glenns Ferry, ID 83623, complies and adheres to the following statements under the U.S. Dept. of Agriculture guidelines.

In accordance with Federal law and the U.S. Dept. of Agriculture's policy, this institution is prohibited from discriminating on the basis of race, color, national origin, sex, religion, age, or disability (Not all prohibited bases apply to all programs).

To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 1400 Independence Ave. SW, Washington, DC 20250-9410, or call 202-720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.



(208) 366-2614

Pub. Mar. 8, 15, 2011

0000542675-01

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

2 Insertions

Beginning issue of: 03/08/2011

Ending issue of: 03/15/2011

Janice Hildreth
(Legals Clerk)

STATE OF IDAHO)

.SS

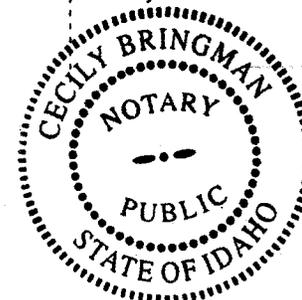
COUNTY OF ADA)

On this 15 day of March in the year of 2011 before me, a Notary Public, personally appeared before me Janice Hildreth known or identified to me to be the person whose name subscribed to the within instrument, and being by first duly sworn, declared that the statements therein are true, and acknowledged to me that she executed the same.

Cecily Bringman

Notary Public for Idaho
Residing at: Boise, Idaho

My Commission expires:



Idaho Statesman

The Newspaper of the Treasure Valley
IDAHOSTATESMAN.COM

PO Box 40, Boise, ID 83707-0040

LEGAL PROOF OF PUBLICATION

Account #	Ad Number	Identification	PO	Amount	Cols	Lines
112511	0000542676	LEGAL NOTICE	Rates	\$139.00	2	31

Attention: Kelley Rodgers

RTI

892 W MADISON AVE

GLENN'S FERRY ID 83623

LEGAL NOTICE Service Rates

RTI is a quality telecommunications services provider who provides basic enhanced services at reasonable rates within its service territory. Basic services are offered at the following rates for Atlanta & Three Creek Areas:

Residential & Business Rates

Local Residence	\$ 25.76
Local Business	\$ 42.00
Fed. Subscriber Line (FCC Access, 1 line)	\$ 6.50
Fed. Subscriber Line (FCC Access, Multi Line)	\$ 9.20
Idaho Universal Service Fund Surcharge (IUSF)	\$.12 (Res)
Idaho Universal Service Fund Surcharge (IUSF)	\$.20 (Bus)
State of Idaho Assistance program	\$.06

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

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

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

Emergency 911 Services - Exchanges with charges in Idaho are:

857 & 864 - There is a \$1.00 per line charge.

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

Basic services are offered to all consumers in the RTI service territories at the rates, terms, and conditions specified in RTI's tariffs and/or price lists. If you have any questions regarding RTI's services, please call us at 1-888-366-7821, or visit our business office at 892 W. Madison Avenue, Glenns Ferry, ID 83623 for further information regarding services.
Pub. Mar. 8, 15, 2011

0000542676-01

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

2 Insertions

Beginning issue of: 03/08/2011

Ending issue of: 03/15/2011

Janice Hildreth
(Legals Clerk)

STATE OF IDAHO)

.SS

COUNTY OF ADA)

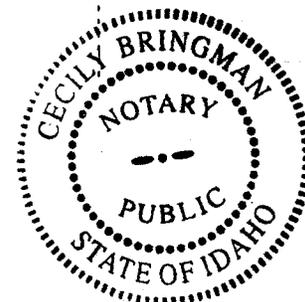
On this 15 day of March in the year of 2011 before me, a Notary Public, personally appeared before me Janice Hildreth known or identified to me to be the person whose name subscribed to the within instrument, and being by first duly sworn, declared that the statements therein are true, and acknowledged to me that she executed the same.

Cecily Bringman

Notary Public for Idaho
Residing at: Boise, Idaho

My Commission expires:

3-27-15



TIMES-NEWS
C/O LEE ENTERPRISES

P.O. BOX 742548
CINCINNATI OH 45274-2548
(877) 291-7156

1. Billing Period 03/2011		2. Advertiser/Client Name RTI	
23. Total Amount Due 154.50		3. Terms of Payment	
21. Current Net Amount Due N/A	22. 30 Days N/A	50 Days N/A	Over 90 Days N/A
4. Page Number 1	5. Billing Date 03/17/11	6. Billed Account Number 22067	7. Advertiser/Client Number KRIS . 22067

Advertising Invoice and Statement

8. Billed Account Name and Address RTI 892 WEST MADISON GLENN'S FERRY ID 83623		Amount Paid: Comments:
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Please Return Upper Portion With Payment

10. Date	11. Newspaper Reference	12 13 14. Description-Other Comments/Charges	15. SAU Size Billed Units	16. SAU Rate	17. Times Run Rate	18. Gross Amount	19. Net Amount
03/17/11	1011973 LEG	RTI SERVICE RATES RTI 03/10,17 COMBO: NET TN	2X 50.00 100.00		2 145.50	145.50	145.50
03/17/11	1011973 LAF	SERVICE RATES LEGAL AFFIDAVIT 03/10,17 COMBO: NET TN	2X 50.00		2 0.00	9.00	9.00

Statement of Account - Aging of Past Due Amounts

Due date: 04/01/11

21. Current Net Amount Due N/A	22. 30 Days N/A	50 Days N/A	Over 90 Days N/A	Unapplied Amount	23. Total Amount Due 154.50
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TIMES-NEWS
(877) 291-7156

* UNAPPLIED AMOUNTS ARE INCLUDED IN TOTAL AMOUNT DUE

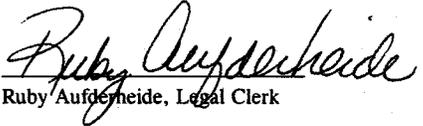
24. Invoice Number 517173	25. Billing Period 03/2011	Advertiser Information		
6. Billed Account Number 22067	7. Advertiser/Client Number 22067	2. Advertiser/Client Name RTI		

Affidavit of Publication
STATE OF IDAHO)
COUNTY OF TWIN FALLS) SS.

I, Ruby Aufderheide, being first duly sworn upon oath, depose and say that I am Legal Clerk of the TIMES-NEWS, published daily at, Twin Falls, Idaho, and do solemnly swear that a copy of the notice of advertisement, as per clipping attached, was published in the regular and entire issue of said newspaper, and not in any supplement thereof, for two consecutive weeks, commencing with the issue dated 10th day of March, 2011 and ending with the issue dated 17th day of March, 2011

And I do further certify that said newspaper is a consolidation, effective February 16, 1942, of the Idaho Evening Times, published theretofore daily except Sunday, and the Twin Falls News, published theretofore daily except Monday, both of which newspapers prior to consolidation had been published under said names in said city and county continuously and uninterruptedly during a period of more than twelve consecutive months, and said TIMES-NEWS, since such consolidation, has been published as a daily newspaper except Saturday, until July 31, 1978, at which time said newspaper began daily publication under said name in said city and county continuously and uninterruptedly.

And I further certify that pursuant to Section 60-108 Idaho Code, Thursday of each week has been designated as the day on which legal notice by law or by order of any court of competent jurisdiction within the state of Idaho to be issued thereof Thursday is announced as the day on which said legal will be published.


Ruby Aufderheide, Legal Clerk

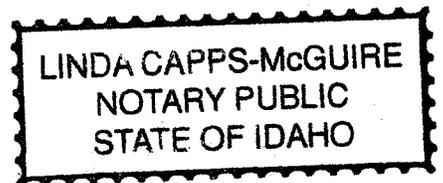
STATE OF IDAHO
COUNTY OF TWIN FALLS

On this 17th day of March, 2011, before me,

a Notary Public, personally appeared Ruby Aufderheide,
known or identified to me to be the person whose name subscribed to the within instrument, and being by me first duly sworn, declared that the statements therein are true, and acknowledged to me that he executed the same.


Notary Public for Idaho
Residing at Twin Falls, Idaho.

My commission expires: 5-19-15



**RTI
SERVICE RATES**

RTI is a quality telecommunications services provider who provides basic enhanced services at reasonable rates within its service territory. Basic services are offered at the following rates for Atlanta & Three Creek Areas:

Residential & Business Rates

Local Residence	\$25.78
Local Business	\$42.00
Fed. Subscriber Line (FCC Access 1 line)	\$ 6.50
Fed. Subscriber Line (FCC Access Main Line)	\$ 9.20
Idaho Universal Service Fund Surcharge (IUSF)	\$.12 (Res)
Idaho Universal Service Fund Surcharge (IUSF)	\$.20 (Bus)
State of Idaho Assistance Program	\$.06

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

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

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

Emergency 911 Services - Exchanges with charges in Idaho are 857 & 864. There is a \$1.00 per line charge.

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Basic services are offered to all consumers in the RTI service territories at the rates, terms, and conditions specified in the RTI tariffs and/or price lists. If you have any questions regarding the RTI's services, please call us at 1-888-966-7821, or visit our business office at 692 W. Madison Ave., Glenns Ferry, ID 83623 for further information regarding services.

RTI

An Equal Opportunity Employer

RTI with its main office located at 692 W. Madison Avenue, Glenns Ferry, ID 83623, complies and adheres to the following statements under the U.S. Department of Agriculture guidelines: In accordance with Federal law and the U.S. Department of Agriculture's policy, this institution is prohibited from discriminating on the basis of race, color, national origin, sex, religion, age or disability (Not all prohibited bases apply to all programs).

To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W, Western Building, 1400 Independence Avenue, SW, Washington, DC 20250-9410, or call (202) 720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.

PUBLISH: March 10 and 17

Affidavit of Publication

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Did You Know ...

Telephone Assistance Programs are available to low-income individuals. To qualify for Lifeline/Link-Up Services, please contact your local Health and Welfare Office. Lifeline/Link-Up Services are programs designed to assist low income households afford local telephone service. Lifeline assists with monthly telephone bills and Link-Up assists with connection and installation charges. Please contact your local Health & Welfare Office or Call toll free 1-888-366-7821.

3-10-11c

STATE OF IDAHO }
County of Lemhi } ss.

RICKY G. HODGES being first duly sworn, deposes and says he is one of the publishers (printers) of The Recorder Herald, a newspaper published weekly at Salmon, Lemhi County, Idaho, and of general circulation therein. That the **SERVICE RATES**, a true printed copy of which is attached to the margin hereof, has been and was correctly printed and published in the regular and entire issue of every number of said newspaper and not in any supplement thereof or thereto for **ONE (1)** consecutive issue(s), commencing with the issue dated **3-10-2011** and ending with the issue dated **3-10-2011**.

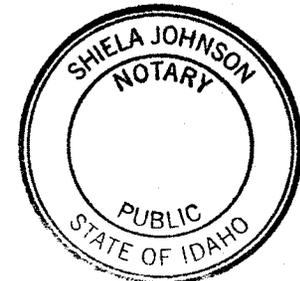
STATE OF IDAHO }
County of Lemhi } ss.

On this **11th day of March** in this year of 2011 before me, A Notary Public, personally appeared RICKY G. HODGES, known or identified to me to be the person whose name subscribed to the within instrument, and being by me first duly sworn, declared that the statements therein are true, and acknowledged to me that he executed the same.

Shiela Johnson
Notary Public for Idaho

Residing At Salmon, Idaho

My Commission expires: 01-16-2013



Publication Fee \$114.24

Affidavit of Publication

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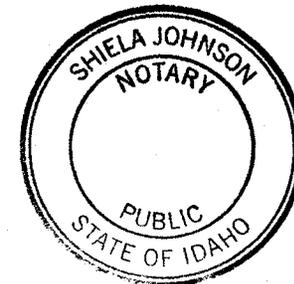
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County of Lemhi } ss.

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Shiela Johnson
Notary Public for Idaho

Residing At Salmon, Idaho

My Commission expires: 01-16-2013



Publication Fee \$114.24

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



First Publication: September 14, 2011
Last Publication: September 21, 2011

AFFIDAVIT OF PUBLICATION

County of Elmore }
State of Idaho }55

I, **Coleen W. Swenson**, do solemnly swear that I am the Publisher of the:

Mountain Home News

A weekly newspaper of general circulation, published once a week, in Mountain Home, Idaho, that the notice attached hereto which is a part of publication thereof; was published in said newspaper for 2 consecutive weeks, the first publication having been made on the 14th day of Sept, 2011, and the last publication having been made on the 21st day of Sept, 2011; every Wednesday issue of the paper during the period and time of publication and that the notice was published in the paper proper and not in a supplement thereof.

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

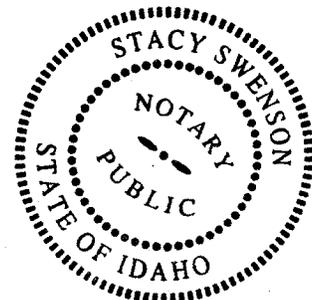
Publisher

Subscribed and sworn to me this 21st day of Sept, 2011.

Notary Public

Residing in Mountain Home, Elmore County, Idaho.

My commission expires **11-17-2011**.



TIMES-NEWS
C/O LEE ENTERPRISES

P.O. BOX 742548
CINCINNATI OH 45274-2548
(877) 291-7156

1 Billing Period 09/2011		3 Advertiser/Client Name RTI	
23 Total Amount Due 145.77		4 Terms of Payment	
24 Current Net Amount Due N/A		25 30 Days N/A	26 60 Days N/A
27 Page Number 1		28 Billing Date 09/22/11	29 Advertiser/Client Number 22067 CAROL.
		30 Billed Account Number 22067	31 Advertiser/Client Number 22067

Advertising Invoice and Statement

8 Billed Account Name and Address RTI 892 WEST MADISON GLENN'S FERRY ID 83623		<p>Amount Paid:</p> <hr/> <p>Comments:</p>
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Please Return Upper Portion With Payment

9 Date	10 Newspaper Reference	11 (13/14) Description-Other Comments/Charge	15 SAU Size 16 Billed Units	17 Times Run 18 Rate	19 Gross Amount	20 Net Amount
9/22/11	1035505 LEG	RTI SERVICE RATES RTI 09/15,22 COMBO: NET TN	2X 47.00 94.00	2 136.77	136.77	136.77
9/22/11	1035505 LAF	PO# SERVICE RATES LEGAL AFFIDAVIT 09/15,22 COMBO: NET TN	2X 47.00	2 0.00	9.00	9.00

REC'D SEP 23 2011

Statement of Account - Aging of Past Due Amounts

Due date: 10/07/11

21 Total Amount Due N/A	22 30 Days N/A	23 60 Days N/A	24 Over 90 Days N/A	25 Unapplied Amount	26 Total Amount Due 145.77
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IES-NEWS
77) 291-7156

* UNAPPLIED AMOUNTS ARE INCLUDED IN TOTAL AMOUNT DUE

32 Invoice Number 529185	33 Billing Period 09/2011	34 Billed Account Number 22067	35 Advertiser/Client Number 22067	36 Advertiser/Client Name RTI
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Affidavit of Publication
STATE OF IDAHO)
COUNTY OF TWIN FALLS) SS.

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Ruby Aufderheide
Ruby Aufderheide, Legal Clerk

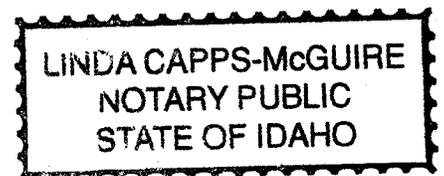
STATE OF IDAHO
COUNTY OF TWIN FALLS

On this 22nd day of September, 2011, before me,

a Notary Public, personally appeared Ruby Aufderheide, known or identified to me to be the person whose name subscribed to the within instrument, and being by me first duly sworn, declared that the statements therein are true, and acknowledged to me that he executed the same.

Linda Capps McGuire
Notary Public for Idaho
Residing at Twin Falls, Idaho.

My commission expires: 5-19-15



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PUBLISH: September 15 and 22, 2011

Idaho Statesman

The Newspaper of the Treasure Valley

IDAHOSTATESMAN.COM

PO Box 40 Boise, ID 83707
(208) 377-6200

Account Number: 112511

RTI
892 W MADISON AVE
GLENN'S FERRY, ID 83623-2374

10	11	12	14	13	15	16	17	18	19
START	STOP	ORDER NUMBER	DESCRIPTION	PRODUCT	SAU SIZE	BILLED UNITS	TIMES RUN	RATE	AMOUNT
			Balance Forward						\$0.00
09/14	09/21	I0000568387-0914	Rates PO# Rates	C Legal Liner					\$124.21
09/14	09/21	I0000568387-0914	Rates PO# Rates	Idaho Statesman	2.00 x 35 Li	70	1	\$0.78	\$109.21
				Idaho Statesman					
09/14	09/21	I0000568387-0914	Rates PO# Rates	Idaho Statesman	2.00 x 35 Li	70	2	\$0.78	\$109.21
			Affidavit						\$15.00
							Total for Order:		\$124.21
09/14	09/21	I0000568388-0914	EEOE PO# EEOE	Idaho Statesman	1.00 x 40 Li	40	2	\$1.43	\$57.00
			Affidavit						\$15.00
							Total for Order:		\$72.00
09/14	09/21	I0000568389-0914	LIFELINE PO# LIFELINE	C Legal Liner					\$73.50
09/14	09/21	I0000568389-0914	LIFELINE PO# LIFELINE	Idaho Statesman	2.00 x 20 Li	40	1	\$0.73	\$58.50
				Idaho Statesman					
09/14	09/21	I0000568389-0914	LIFELINE PO# LIFELINE	Idaho Statesman	2.00 x 20 Li	40	2	\$0.73	\$58.50
			Affidavit						\$15.00
							Total for Order:		\$73.50

[00924]
6770.00

REC'D OCT 3 2011

INVOICE AND STATEMENT OF ACCOUNT

AGING OF PAST DUE ACCOUNTS

* UNAPPLIED AMOUNTS ARE INCLUDED IN TOTAL AMOUNT DUE



21	CURRENT NET AMOUNT	5	DUE DATE	22	30 DAYS	60 DAYS	Over 90 DAYS	* UNAPPLIED AMOUNT	23	TOTAL AMOUNT DUE
	\$269.71		10/15/2011		\$0.00	\$0.00	\$0.00	\$0.00		\$269.71

24	SALES REP/PHONE #	ADVERTISER INFORMATION							
1	Shirley George 208-373-6622	2	BILLING PERIOD	6	BILLED ACCOUNT NUMBER	7	ADVERTISER/CLIENT NUMBER	2	ADVERTISER/CLIENT NAME
			08/29/2011 - 09/25/2011		112511		112511		RTI

MAKE CHECKS PAYABLE TO THE IDAHO STATESMAN
P.O. BOX 40
BOISE, ID 83707

A monthly service charge of 1.5%,
18% annual, will be charged on the
balance due 28 days from the end
of the billing period.

PLEASE DETACH AND RETURN LOWER PORTION WITH YOUR REMITTANCE

Idaho Statesman

The Newspaper of the Treasure Valley

IDAHOSTATESMAN.COM

PO Box 40 Boise, ID 83707
(208) 377-6200

1	BILLING PERIOD	2	ADVERTISER/CLIENT NAME
	08/29/2011 - 09/25/2011		RTI

23	TOTAL AMOUNT DUE	* UNAPPLIED AMOUNT	3	TERMS OF PAYMENT
	\$269.71	\$0.00		Net + 20

21	CURRENT NET AMOUNT	22	30 DAYS	60 DAYS	OVER 90 DAYS
	\$269.71		\$0.00	\$0.00	\$0.00

ADVERTISING INVOICE and STATEMENT

8	BILLING ACCOUNT NAME AND ADDRESS	9	REMITTANCE ADDRESS	4	PAGE #	5	DUE DATE
	RTI 892 W MADISON AVE GLENN'S FERRY, ID 83623-2374		IDAHO STATESMAN P.O. Box 40 BOISE, ID 83707		1 of 2		10/15/2011
				6	BILLED ACCOUNT NUMBER		
					112511		
				7	ADVERTISER/CLIENT NUMBER		
					112511		

A A

N 225

0000112511 0000112511 81689-0926 000026971 3

Newspaper of the Treasure Valley
 IDAHOSTATESMAN.COM
 PO Box 40 Boise, ID 83707
 (208) 377-6200

RTI
 892 W MADISON AVE
 GLENN'S FERRY, ID 83623-2374

10	11	12	14	13	15	16	17	18	19
START	STOP	ORDER NUMBER	DESCRIPTION	PRODUCT	SAU SIZE	BILLED UNITS	TIMES RUN	RATE	AMOUNT
		PREVIOUS AMOUNT OWED:						\$0.00	
		NEW CHARGES THIS PERIOD:						\$269.71	
		CASH THIS PERIOD:						\$0.00	
		DEBIT ADJUSTMENTS THIS PERIOD:						\$0.00	
		CREDIT ADJUSTMENTS THIS PERIOD:						\$0.00	
Thank you for advertising with the Idaho Statesman.									
<p>Tearsheets are now delivered electronically. Please add tearsheets@idahoStatesman.com to the safe sender list in your email spam filter. If you have any questions please contact your account executive.</p>									

INVOICE AND STATEMENT OF ACCOUNT

AGING OF PAST DUE ACCOUNTS

* UNAPPLIED AMOUNTS ARE INCLUDED IN TOTAL AMOUNT DUE



21	5	22	6	7	8	23
CURRENT NET AMOUNT	DUE DATE	30 DAYS	60 DAYS	Over 90 DAYS	* UNAPPLIED AMOUNT	TOTAL AMOUNT DUE
\$269.71	10/15/2011	\$0.00	\$0.00	\$0.00	\$0.00	\$269.71
SALES REP/PHONE #		ADVERTISER INFORMATION				
Shirley George 208-373-6622	1	2	3	4	5	6
	BILLING PERIOD	BILLED ACCOUNT NUMBER	ADVERTISER/CLIENT NUMBER	ADVERTISER/CLIENT NAME		
	08/29/2011 - 09/25/2011	112511	112511	RTI		

MAKE CHECKS PAYABLE TO THE IDAHO STATESMAN
 P.O. BOX 40
 BOISE, ID 83707

A monthly service charge of 1.5%,
 18% annual, will be charged on the
 balance due 28 days from the end
 of the billing period.

Idaho Statesman

The Newspaper of the Treasure Valley
 IDAHOSTATESMAN.COM
 PO Box 40 Boise, ID 83707
 (208) 377-6200

PLEASE DETACH AND RETURN LOWER PORTION WITH YOUR REMITTANCE

1	2	3	4
BILLING PERIOD	ADVERTISER/CLIENT NAME	TOTAL AMOUNT DUE	* UNAPPLIED AMOUNT
08/29/2011 - 09/25/2011	RTI	\$269.71	\$0.00
			TERMS OF PAYMENT
			Net + 20
21	22	23	24
CURRENT NET AMOUNT	30 DAYS	60 DAYS	OVER 90 DAYS
\$269.71	\$0.00	\$0.00	\$0.00

ADVERTISING INVOICE and STATEMENT

8	9	4	5
BILLING ACCOUNT NAME AND ADDRESS	REMITTANCE ADDRESS	PAGE #	DUE DATE
RTI 892 W MADISON AVE GLENN'S FERRY, ID 83623-2374	IDAHO STATESMAN P.O. Box 40 BOISE, ID 83707	2 of 2	10/15/2011
		6 BILLED ACCOUNT NUMBER	
		112511	
		7 ADVERTISER/CLIENT NUMBER	
		112511	

A A

N 226

0000112511 0000112511 81689-0926 000026971 3

Idaho Statesman

The Newspaper of the Treasure Valley
IDAHO STATESMAN.COM

PO Box 40, Boise, ID 83707-0040

LEGAL PROOF OF PUBLICATION

Account #	Ad Number	Identification	PO	Amount	Cols	Lines
112511	0000568387	LEGAL NOTICE	Rates	\$124.21	2	33

Attention: Kelley Rodgers

RTI

892 W MADISON AVE

GLENNS FERRY ID 83623

LEGAL NOTICE Service Rates

RTI is a quality telecommunications services provider who provides basic enhanced services at reasonable rates within its service territory. Basic services are offered at the following rates for Atlanta & Three Creek Areas:

Residential & Business Rates

Local Residence	\$ 25.76
Local Business	\$ 42.00
Fed. Subscriber Line (FCC Access, 1 line)	\$ 6.50
Fed. Subscriber Line (FCC Access, Multi Line)	\$ 9.20
Idaho Universal Service Fund Surcharge (IUSF)	\$.12 (Res)
Idaho Universal Service Fund Surcharge (IUSF)	\$.20 (Bus)
State of Idaho Assistance program	\$.06

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

Emergency 911 Services - Exchanges with charges in Idaho are:

394, 653, 868, and 796 - There is a \$1.00 per line charge.

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

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

Pub. Sept. 14,21, 2011

0000568387-01

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

2 Insertions

Beginning issue of: 09/14/2011

Ending issue of: 09/21/2011

(Legals Clerk)

STATE OF IDAHO)

.SS

COUNTY OF ADA)

On this 21 day of September in the year of 2011 before me, a Notary Public, personally appeared before me Janice Hildreth known or identified to me to be the person whose name subscribed to the within instrument, and being by first duly sworn, declared that the statements therein are true, and acknowledged to me that she executed the same.

Notary Public for Idaho
Residing at: Boise, Idaho

My Commission expires:

LEGAL PROOF OF PUBLICATION

Account #	Ad Number	Identification	PO	Amount	Cols	Lines
112511	0000568388	LEGAL NOTICE	EEOE	\$72.00	1	29

Attention: Kelley Rodgers

RTI

892 W MADISON AVE

GLENN'S FERRY ID 83623

LEGAL NOTICE
An Equal Opportunity Employer

RTI with its main office located at 892 W. Madison Avenue, Glenn's Ferry, ID 83623, complies and adheres to the following statements under the U.S. Dept. of Agriculture guidelines.

In accordance with Federal law and the U.S. Dept. of Agriculture's policy, this institution is prohibited from discriminating on the basis of race, color, national origin, sex, religion, age, or disability (Not all prohibited bases apply to all programs).

To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 1400 Independence Ave. SW, Washington, DC 20250-9410, or call 202-720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.

(208) 366-2614



Pub. Sept. 14, 21, 2011

0000568388-01

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

2 InsertionsBeginning issue of: 09/14/2011Ending issue of: 09/21/2011

(Legals Clerk)

STATE OF IDAHO)

.SS

COUNTY OF ADA)

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Notary Public for Idaho
Residing at: Boise, Idaho

My Commission expires:

LEGAL PROOF OF PUBLICATION

Account #	Ad Number	Identification	PO	Amount	Cols	Lines
112511	0000568389	LEGAL NOTICE	LIFELINE	\$73.50	2	14

Attention: Kelley Rodgers

RTI
892 W MADISON AVE
GLENN'S FERRY ID 83623

**LEGAL NOTICE
DID YOU KNOW...**

Telephone Assistance Programs are available to low-income individuals.
To qualify for Lifeline/Link-Up Services,
please **contact your local Health and Welfare Office**.
Lifeline/Link-Up Services are programs designed to assist low income
households afford local telephone service. Lifeline assists with monthly
phone bills and Link-Up assists with connection and installation charges.
Please contact your **local Health & Welfare Office**
or
Call Toll Free 1-888-366-7821



Pub. Sept. 14, 21, 2011

0000568389-01

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(Legals Clerk)

STATE OF IDAHO)

.SS

COUNTY OF ADA)

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Notary Public for Idaho
Residing at: Boise, Idaho

My Commission expires:

Affidavit of Publication

RTI SERVICE RATES

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Idaho Universal Service Fund Surcharge(IUSF)	\$.12 (Res)
Idaho Universal Service Fund Surcharge(IUSF)	\$.20 (Bus)
State of Idaho Assistance Program	\$.06

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

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

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

Emergency 911 Services — Exchanges with charges in Idaho are: 857 and 864. There is a \$1.00 per line charge.

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

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

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To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 1400 Independence Avenue, SW, Washington, DC 20250-9410, or call (202) 720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.

Did You Know . . .

Telephone Assistance Programs are available to low-income individuals. To qualify for Lifeline/Link-Up Services, please **contact your local Health and Welfare Office**. Lifeline-Link-Up Services are programs designed to assist low income households afford local telephone service. Lifeline assists with monthly telephone bills and Link-Up assists with connection and installation charges. Please contact your local **Health & Welfare Office** or Call toll free 1-888-366-7821.

9-15-21c

STATE OF IDAHO }
County of Lemhi } ss.

RICKY G. HODGES being first duly sworn, deposes and says he is one of the publishers (printers) of The Recorder Herald, a newspaper published weekly at Salmon, Lemhi County, Idaho, and of general circulation therein. That the **NOTICE OF SERVICE RATES**, a true printed copy of which is attached to the margin hereof, has been and was correctly printed and published in the regular and entire issue of every number of said newspaper and not in any supplement thereof or thereto for **TWO (2)** consecutive issue(s), commencing with the issue dated **9-15-2011** and ending with the issue dated **9-22-2011**.

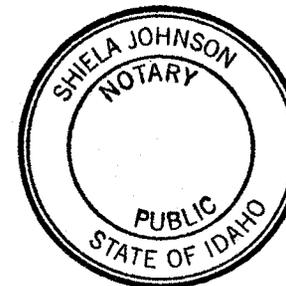
STATE OF IDAHO }
County of Lemhi } ss.

On this **23rd day of September** in this year of 2011 before me, A Notary Public, personally appeared RICKY G. HODGES, known or identified to me to be the person whose name subscribed to the within instrument, and being by me first duly sworn, declared that the statements therein are true, and acknowledged to me that he executed the same.

Shiela Johnson
Notary Public for Idaho

Residing At Salmon, Idaho

My Commission expires: 01-16-2013



Publication Fee \$212.99

CERTIFICATE

State of Idaho)
County of) ss
)

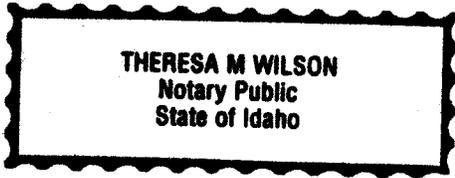
WE, the undersigned James R. Martell
and Mark R. Martell
of the Rural Telephone Company utility,

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

James R. Martell
(Chief Officer)
[Signature]
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me this 26 day of April, (Year) 2012.

[Signature]
Notary Public



My Commission expires July 28, (Year) 2016.

RECEIVED

2012 APR 30 AM 10:58

IDAHO PUBLIC
UTILITIES COMMISSION

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

OF

Rural Telephone Company

Name of Respondent

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

Notes to Separated Results of Idaho Operations

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

Notes to Separated Results of Idaho Operations
(Continued)

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

Notes to Separated Results of Idaho Operations
(Continued)

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

Notes to Separated Results of Idaho Operations
(Continued)

30 Billing Inquiry Contacts:

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

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

32 Big Three Expense Facto - See FCC Part 36.392.

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation			Intrastate Operation			Total	
				MTS & WATS Switched Access	TOLL PLS Special Access	Total	MTS & WATS Switched Access	TOLL PLS Special Access	Local (other)		
SUMMARY (continued)											
Average Rate Base											
2001 Telecom. Plant in Service	(5b)	1.	12,165,827	3,858,238	953,580	4,811,818	2,798,091	53,005	243,146	4,259,767	7,354,009
2005 Plant Acquisition Adjustment		2.	-								
3100 Less: Accumulated Depr. (-)	(5c)	3.	(6,804,748)	(2,251,406)	(554,689)	(2,806,095)	(1,528,359)	(28,227)	(142,697)	(2,299,370)	(3,998,653)
34xx-36xx Accumulated Amort. (-)	(5)	4.	(18,389)	(5,832)	(1,441)	(7,273)	(4,229)	(80)	(369)	(6,438)	(11,116)
4100-4340 Accum. Deferred Tax (-)		5.	(551,881)	(175,022)	(43,257)	(218,279)	(126,931)	(2,404)	(11,030)	(193,237)	(333,802)
1220 Materials and Supplies		6.	259,707	66,500	6,941	73,441	64,964	1,557	1,203	118,542	186,266
4040 Customer Deposits		7.	(2,205)	(699)	(173)	(872)	(507)	(10)	(44)	(772)	(1,333)
4310 Other Long Term Liabilities		8.	-	-	-	-	-	-	-	-	-
— Equal Access Equipment	(7)	9.	-	-	-	-	-	-	-	-	-
— Other Rate Base		10.	322,775	107,812	27,339	135,151	72,359	712	7,549	107,004	187,624
Total Average Rate Base		11.	5,371,086	1,599,591	388,300	1,987,891	1,275,388	24,553	97,758	1,985,496	3,383,195
PLANT IN SERVICE DETAIL											
21XX General Support Facilities		1.	1,312,510	416,246	102,877	519,123	301,872	5,718	26,232	459,565	793,387
22XX Central Office Equipment:											
CAT 1-Operator Systems		2.	-	-	-	-	-	-	-	-	-
CAT 2-Tandem Switching (Alloc.)		3.	-	-	-	-	-	-	-	-	-
CAT 2-Tandem Switching (Assign.)		4.	-	-	-	-	-	-	-	-	-
CAT 3-Local Switching		5.	876,253	744,815	-	744,815	-	-	-	131,438	131,438
CAT 4.12 -Exch. Trunk (Joint Use)		6.	184,588	-	-	-	-	-	-	184,588	184,588
CAT 4.12 -Exch. Trunk (Ded. Use)		7.	667,995	654,652	654,652	654,652	-	3,343	184,588	580,316	3,343
CAT 4.13 -Subscr. Line (Joint Use)		8.	1,160,632	290,158	290,158	290,158	290,158	-	-	580,316	870,474
CAT 4.13 -Subscr. Line (Ded. Use)		9.	-	-	-	-	-	-	-	-	-
CAT 4.23 -IX Trunk (Joint Use)		10.	1,178,488	667,260	667,260	667,260	511,228	-	-	-	511,228
CAT 4.23 -IX Trunk Ckt. (Ded. Use)		11.	15,154	-	11,756	11,756	-	3,398	-	-	3,398
CAT 4.3 -Host/Remote Trunk Ckt.		12.	-	-	-	-	-	-	-	-	-
Other COE		13.	-	-	-	-	-	-	-	-	-
Total COE		14.	4,073,110	1,702,233	666,408	2,368,641	801,386	6,741	184,588	711,754	1,704,469
23XX Information Orig./Term. Equipment:											
CAT 1-Regulated CPE		15.	-	-	-	-	-	-	-	-	-
Other IOT		16.	-	-	-	-	-	-	-	-	-
Total IOT		17.	-	-	-	-	-	-	-	-	-

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation			Intrastate Operation			Total
				MTS & WATS Switched Access	TOLL PLS Special Access	Total	MTS & WATS Switched Access	TOLL PLS Special Access	Local (other)	
24XX Cable & Wire Facilities:										
CAT 1-3-Subscriber Line (Common)		18.	6,135,176	1,533,794		1,533,794	1,533,794		3,067,588	4,601,382
CAT 1.1-2-Subscriber Line (Ded.)		19.	-			-				-
CAT 2-Exch. Trunk (Joint Use)		20.	31,135			-		31,135		31,135
CAT 2-Exch. Trunk (Ded. Use)		21.	79,062	187,072	61,387	187,072	17,675			17,675
CAT 3-IX Trunk (Joint Use)		22.	334,409			187,072	147,337			147,337
CAT 3-IX Trunk (Ded. Use)		23.	140,849		118,238	118,238	22,611			22,611
CAT 4-Host/Remote Trunk		24.	-			-				-
Other C&WF		25.	-			-				-
Total C&WF		26.	6,720,631	1,720,866	179,625	1,900,491	40,286	31,135	3,067,588	4,820,140
26XX Other Assets:										
Capital Leases		27.	59,576	18,893	4,670	23,563	13,702	1,191	20,860	36,013
Leasehold Improvements		28.	-			-				-
Intangibles		29.	-			-				-
Total Other Assets		30.	59,576	18,893	4,670	23,563	13,702	1,191	20,860	36,013
Total Telecom. Plant in Service (5b)		31.	12,165,827	3,858,238	953,580	4,811,818	2,798,091	243,146	4,259,767	7,354,009
Depreciation & Amortization										
Accumulated Depreciation Detail										
311X General Support Facilities		1.	(693,060)	(219,795)	(54,323)	(274,118)	(159,401)	(3,020)	(242,670)	(418,942)
312X Central Office Switching		2.	(643,193)	(546,714)		(546,714)			(96,479)	(96,479)
312X Operator Systems		3.	-			-				-
312X Central Office Transmission		4.	(1,949,091)	(583,728)	(406,302)	(990,030)	(488,597)	(4,110)	(353,812)	(959,061)
313X Information Orig./Term. Equip.		5.	-			-				-
314X Cable & Wire Facilities		6.	(3,519,404)	(901,169)	(94,064)	(995,233)	(880,361)	(21,097)	(1,606,409)	(2,524,171)
Total Accumulated Depreciation (5c)		7.	(6,804,748)	(2,251,406)	(654,689)	(2,806,095)	(1,528,359)	(28,227)	(2,299,370)	(3,998,653)
Accumulated Amortization Detail										
3410 Capital Leases		8.	(18,389)	(5,832)	(1,441)	(7,273)	(4,229)	(80)	(6,438)	(11,116)
3420 Leasehold Improvements		9.	-			-				-
3500 Intangibles		10.	-			-				-
3600 Acquisition Adjustment		11.	-			-				-
Total Accumulated Amortization (5c)		12.	(18,389)	(5,832)	(1,441)	(7,273)	(4,229)	(80)	(6,438)	(11,116)

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations		Interstate Operation			Intrastate Operation			
			MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access	MTS & WATS Switched Access	TOLL PLS Special Access	Local (other)	Total	
OPERATING EXPENSE DETAIL											
61XX-64XX Plant Specific Operations											
6110-20 General Support Facilities		1.	161,499	51,217	12,659	63,876	37,144	704	3,228	56,547	97,623
621X Central Office Switching		2.	200,053	83,606	32,731	116,337	39,361	331	9,066	34,958	83,716
6220 Operator Systems		3.	-	-	-	-	-	-	-	-	-
623X Central Office Transmission		4.	327,298	136,784	53,550	190,334	64,396	542	14,833	57,193	136,964
63XX Information Orig./Term. Equip.		5.	-	-	-	-	-	-	-	-	-
64XX Cable & Wire Facilities		6.	284,373	72,816	7,601	80,417	71,134	1,705	1,317	129,800	203,956
Total Plant Specific	(5a)	7.	973,223	344,423	106,541	450,964	212,035	3,282	28,444	278,498	522,259
65XX Plant Nonspecific Operations											
6512 Provisioning	(8)	8.	-	-	-	-	-	-	-	-	-
653X Network Operations		9.	135,763	43,056	10,641	53,697	31,225	592	2,713	47,536	82,066
6540 Access Paid to LECs	(9)	10.	16,320	16,320	-	16,320	-	-	-	-	-
Total Plant Nonspecific	(5a)	11.	152,083	59,376	10,641	70,017	31,225	592	2,713	47,536	82,066
656X Depreciation & Amortization											
6561 General Support Facilities	(8)	12.	46,908	14,876	3,677	18,553	10,789	204	938	16,424	28,355
6561 Central Office Switching		13.	81,419	69,206	-	69,206	-	-	-	12,213	12,213
6561 Operator Systems		14.	-	-	-	-	-	-	-	-	-
6561 Central Office Transmission		15.	292,935	87,730	61,064	148,794	73,433	618	16,914	53,176	144,141
6561 Information Orig./Term. Equip.		16.	-	-	-	-	-	-	-	-	-
6561 Cable & Wire Facilities		17.	256,454	65,667	6,854	72,521	64,151	1,537	1,188	117,057	183,933
6563 Capital Leases		18.	1,813	575	142	717	417	8	36	635	1,096
6563 Leasehold Improvements		19.	-	-	-	-	-	-	-	-	-
6564 Intangibles		20.	-	-	-	-	-	-	-	-	-
6565 Acquisition Adjustment		21.	-	-	-	-	-	-	-	-	-
Total Depreciation & Amortization	(5a)	22.	679,529	238,054	71,737	309,791	148,790	2,367	19,076	199,505	369,738

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation			Intrastate Operation			Total	
				MTS & WATS Switched Access	TOLL PLS Special Access	Total	MTS & WATS Switched Access	TOLL PLS Special Access	EAS		Local (other)
OPERATING EXPENSE (continued)											
66XX Customer Operations											
661X Marketing		1.	44,968	11,413		11,413	4,461			29,094	
662X Operator Services		2.	387							387	
662X Directory Publishing-Alpha.		3.	735	337		337	257			141	
662X Directory Publishing-Classified		4.	-								
662X Directory Publishing-Foreign		5.	-								
6623 Service Order Proc.-End User		6.	11,756	4,782		4,782	6,974			6,974	
6623 Payment & Collection-End User		7.	8,816	2,719		2,719	6,097			6,097	
6623 Billing Inquiry-End User		8.	8,816	2,719		2,719	6,097			6,097	
6623 Service Order Proc.-CXR		9.	-								
6623 Payment & Collection-CXR		10.	-								
6623 Billing Inquiry-CXR		11.	-								
6623 Coin Administration		12.	-								
6623 Rev. Actg.-Toll Ticket Proc.		13.	-								
6623 Rev. Actg.-Local Mess. Proc.		14.	8,769	1,577		1,577	7,192			7,192	
6623 Rev. Actg.-Other Bill & Coll.		15.	9,000	2,684		2,684	3,158			3,158	
6623 Rev. Actg.-SLC Billing		16.	474	474		474					
6623 Rev. Actg.-CXR B & C	(9)	17.	6,694	3,347		3,347	3,347			3,347	
6623 B & C Amts Paid to LECs	(9)	18.	-								
6623 Other Customer Service		19.	887			887					
Total Customer Operations	(5a)	20.	101,302	30,939		30,939	37,583			32,780	
67XX Corporate Operations:											
671X Executive & Planning		21.	122,730	42,970		42,970	28,518			35,372	
672X General & Administrative		22.	388,169	152,069		152,069	84,416			104,705	
6728 EAS Settlement Expense		23.	-								
Total Corporate Operations	(5a)	24.	510,899	195,039		195,039	112,934			140,077	
Other Operating Expenses:											
Equal Access Provision	(10)	25.	-								
Universal Service Fund	(11)	26.	-								
Lifeline Connection Assistance	(12)	27.	-								
Total Other	(5a)	28.	-	-		-	-			-	
Total Operating Expenses	(5a)	29.	2,417,036	867,831		1,105,187	542,567			698,396	
				237,356		1,105,187	7,710			1,311,849	

FCC Account and Description	Note No.	Line No.	Total Idaho Operations Subject To Separations	Interstate Operation			Intrastate Operation			Total
				MTS & WATS Switched Access	TOLL PLS Special Access	Total	MTS & WATS Switched Access	TOLL PLS Special Access	Local (other)	
OPERATING TAXES DETAIL										
7240 General Taxes										
7240 Property		1.	103,284	32,755	8,096	40,851	23,755	450	2,064	36,164
7240 Gross Receipts		2.	-	-	-	-	-	-	-	-
7240 PUC Fee		3.	-	-	-	-	-	-	-	-
7240 Franchise Fees		4.	-	-	-	-	-	-	-	-
7240 Other		5.	-	-	-	-	-	-	-	-
Total General Taxes		6.	103,284	32,755	8,096	40,851	23,755	450	2,064	36,164
72XX Income Taxes (Calculated)										
Net Income Before SIT & FIT	(13)	7.	479,161	330,480	(170,985)	159,495	(526,982)	(1,453)	(65,240)	913,341
Less Fixed Charges (-)		8.	119,920	35,509	8,597	44,106	28,550	565	2,150	44,549
Subtotal (lines 7-8)	(14)	9.	359,241	294,971	(179,582)	115,389	(555,532)	(2,018)	(67,390)	868,792
Other SIT Base Add/Ded. (+-)	(15)	10.	-	-	-	-	-	-	-	-
SIT Taxable Inc. (lines 9+-10)		11.	359,241	294,971	(179,582)	115,389	(555,532)	(2,018)	-	868,792
7230 SIT-Current (at 4%)	(16)	12.	24,895	11,799	(12,445)	7,996	(38,498)	(140)	-	60,207
Other FIT Base Add/Ded. (+-)	(17)	13.	-	-	-	-	-	-	-	-
FIT Taxable Inc. (lines 9-12+-13)		14.	334,346	283,172	(167,137)	107,393	(517,034)	(1,878)	-	808,585
Gross FIT at 25.62%		15.	101,728	72,549	(42,820)	27,514	(132,464)	(481)	-	207,159
7210P Claimed ITC (-)		16.	-	-	-	-	-	-	-	-
Surtax Elimination (-)		17.	-	-	-	-	-	-	-	-
7220 FIT-Current (lines 15-16-17)	(18)	18.	101,728	72,549	(42,820)	27,514	(132,464)	(481)	-	207,159
Total										74,214

FCC Account and Description	Note No.	Line No.	Total Idaho Operations			Interstate Operation			Intrastate Operation		
			Subject To Separations	MTS & WATS Switched Access	TOLL PLS Special Access	Total	MTS & WATS Switched Access	TOLL PLS Special Access	Total	MTS & WATS Switched Access	TOLL PLS Special Access
2010 FORM I INPUT MASTER											
For The Year Ended: December 31, 2010											
COMPANY NAME: Rural Telephone Company											
Separated Results of Idaho Operations											
Total Idaho Operations			Interstate			Operation					
Subject To Separations			Interstate Toll			Intrastate Toll			Local (Other)		
Separation Parameters											
Plant (2000 Frozen Factors)											
		1.	5,586,686	1,851,407	1,241,457	1,483,712	1,010,110				
		2.	1,226,060	0.45865	0.34985	0.22606	0.1915				
		3.	1,000,000	0.25	0.25		0.5				
		4.	1,000,000	0.25	0.25		0.5				
		(20)	1,000,000	0.25	0.25		0.5				
		6.	1,000,000	0.85			0.15				
		7.	1,000,000	0.331396	0.222217	0.26558	0.180807				
		8.	5,586,686	1,851,407	1,241,457	1,483,712	1,010,110				
		9.	1,000,000	0.85			0.15				
		10.	-								
		11.	-								
		12.	-								
		13.	-								
		14.	-								
		15.	2,716,426	1,626,070	1,090,356						
		16.	-								
		17.	684								
		18.	1,725,181								
		19.	346,393	87,913	34,351		224,129				
		20.	327,679	101,068	112,911		113,700				
		21.	300	100	200						
		22.	8,199	1,714	351		6,134				
		23.	-								
		24.	327,679	101,068	112,911		113,700				
		25.	300	100	200						
		26.	166,552	29,947	136,605						
		27.	0								
		28.	0.90	0.352371	0.22629	0.028595	0.28831				
		29.	0.10	0.10255	0.001884						
		30.	0								
		31.	1,765,956	843,893	922,063						