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UTILITIES COMMISSION

Attorneys for Midvale Telephone Exchange, Inc.
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BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

IN THE MATTER OF THE APPLICATION OF
MIDVALE TELEPHONE EXCHANGE, INC.
FOR BROADBAND TAX CREDIT
CERTIFICATION

Case No. MID-T-03-01

**APPLICATION OF MIDVALE
TELEPHONE EXCHANGE**

Midvale Telephone Exchange, Inc. ("Midvale"), by and through its attorneys, Givens Pursley LLP, files this Application for an Idaho Public Utilities Commission ("Commission") Order certifying that certain telecommunications equipment is eligible for the broadband infrastructure tax credit authorized by Section 63-3029, Idaho Code. In support of its Application, Midvale states as follows:

1. Midvale is an incumbent local exchange carrier that provides both basic local exchange and advanced telecommunications services to its customer/patrons in Washington and Valley Counties, Idaho.

2. During the calendar year 2002, Midvale made certain investments that constitute "qualified broadband equipment" within the meaning of Section 63-3029(I)(3)(b), Idaho Code. Exhibit "A," attached hereto, describes Midvale's qualified broadband equipment and contains the information and representations required by this Commission's Order No. 28784 in Case No. GNR-T-01-10.

3. Communications regarding this Application should be addressed to the following:

APPLICATION OF MIDVALE TELEPHONE EXCHANGE— 1

ORIGINAL

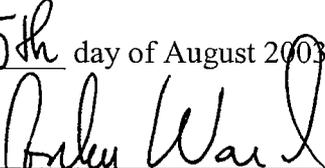
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John Stuart
Midvale Telephone Exchange Inc.
2205 Keithley Creek Road
P.O. Box 7
Midvale, ID 83645
(800) 462-4523
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4. Applicant does not believe that the public interest requires a hearing on this matter, and therefore requests that the Commission approve the Application by Minute Order or under Modified Procedure. In the event the Commission determines that further proceedings are necessary, Applicant stands ready for immediate hearings.

WHEREFORE Midvale Telephone Exchange, Inc. requests that the Commission issue its Order determining that the installed equipment identified in Exhibit "A" constitutes qualified broadband equipment eligible for the investment tax credit authorized by Section 63-3029(I), Idaho Code.

RESPECTFULLY SUBMITTED this 5th day of August 2003.

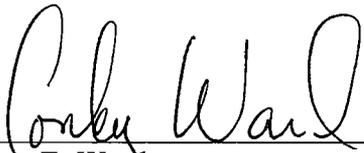


Conley Ward
GIVENS PURSLEY LLP
Attorneys for Midvale Telephone Exchange, Inc.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on the 5th day of August 2003, I caused to be hand delivered a true and correct copy of the foregoing by the method indicated below, and addressed to the following:

Jean Jewell, Secretary
Idaho Public Utilities Commission
472 W. Washington Street
P.O. Box 83720
Boise, ID 83720-0074



Conley E. Ward

EXHIBIT "A"

**Idaho Broadband Equipment Tax Credit Application
2002**

Company Information

Name of company: Midvale Telephone Exchange, Inc.
Address: PO Box 7, Midvale, Idaho, 83645
Type of company: ILEC
Contact person: John Stuart

Equipment Description

Broadband service offered: ADSL
Network description: DSL service is provided through a network of remotes using AFC equipment. The broadband services are routed to the Internet service provider via a DSLAM uplink.
Transmission rate: Max upstream 512 k / downstream 1.5 meg
Number and percent of customers served: As of 12/31/2002 11 customers & 1.2 %
Equipment list: See attached Broadband Equipment List

I hereby certify that I have read the applicable statutes for broadband investment income tax credit and believe that the equipment listed herein qualifies for the tax credit under Idaho Code 63-3029L.



John A Stuart

Midvale Telephone Exchange

Idaho DSL							
Description	Part #	Quantity			Unit Cost	Total	Work Order
DMAX Shelf	0210-0122	7			\$2,000.00	\$14,000.00	02IDRUS
Expansion Link Controller	0101-0028	2			\$445.00	\$890.00	02IDRUS
Expansion Bank Controller	0101-0029	2			\$445.00	\$890.00	02IDRUS
Fiber Optic Transceiver	0120-0040	12			\$1,355.00	\$16,260.00	02IDRUS
Local Power Supply Unit	0101-0019	2			\$365.00	\$730.00	02IDRUS
Central Processing Unit 2.0	0101-0027	10			\$1,295.00	\$12,950.00	02IDRUS
T1X-XCVR (uplink)	0120-0123	11			\$470.00	\$5,170.00	02IDRUS
Remote Power Supply Unit	0101-0006	12			\$565.00	\$6,780.00	02IDRUS
ADSL G-Lite	0110-0153	0			\$2,047.50	\$0.00	02IDRUS
						\$57,670.00	
DSL Upgrades							
Description	Part #	Quantity			Unit Cost	Total	
DMAX Shelf	0210-0122				\$2,000.00	\$0.00	02IDDSL
Expansion Link Controller	0101-0028				\$445.00	\$0.00	02IDDSL
ADSL G-Lite	0110-0153	8			\$2,205.00	\$17,640.00	02IDDSL
Expansion Bank Controller	0101-0029				\$445.00	\$0.00	02IDDSL
Fiber Optic Transceiver	0120-0040				\$1,355.00	\$0.00	02IDDSL
Local Power Supply Unit	0101-0019				\$365.00	\$0.00	02IDDSL
Central Processing Unit 2.0	0101-0027	2			\$1,265.15	\$2,530.30	02IDDSL
Remote Power Supply Unit	0101-0006				\$565.00	\$0.00	02IDDSL
OC3 FO Uplink Concentrator	0120-0129	2			\$1,976.00	\$3,952.00	02IDDSL
T1 ASYNCH. CHNL. Unit (DSX)	0110-0193	4			\$431.65	\$1,726.60	02IDDSL
T1 HDSL Transceiver	0120-0012	7			\$970.20	\$6,791.40	02IDDSL
CPU-3 With ATM Software	0101-0065	4			\$3,000.00	\$12,000.00	02IDDSL
Let Pots Channel Unit	0110-0150	6			\$397.70	\$2,386.20	02IDDSL
T1-HDSI Transceiver	0120-0128	7			\$833.00	\$5,831.00	02IDDSL
						\$52,857.50	
				TOTAL		\$110,527.50	