



892 W. MADISON AVE.  
GLENN'S FERRY, IDAHO 83623  
(208) 366-2614 • FAX (208) 366-2615  
WWW.RTCL.NET

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2008 APR -4 AM 8:08

IDAHO PUBLIC  
UTILITIES COMMISSION

April 3, 2008

RUR-T-04-01

Joe Cusick  
Idaho Public Utilities Commission  
PO Box 83720  
Boise, ID 83720-0074

Dear Mr. Cusick:

Pursuant to the Idaho PUC Order No. 29566, Rural Telephone Company is forwarding copies of their request for funds from Rural Utilities Service (RUS). If you have any questions, please feel free to call me at 208-366-2614.

Sincerely,

A handwritten signature in cursive script that reads "Bev Arrington".

Bev Arrington  
Sr. Accounting Specialist  
Rural Telephone Company



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IDAHO PUBLIC  
UTILITIES COMMISSION

RUR-t-04-01

April 3, 2008

Ms. Aylene Mafnas, Chief  
Northwest Engineering Branch – RUS  
STOP 1595  
1400 Independence Ave. SW  
Washington, DC 20250-1595

RE: Idaho 515 (G-Loan Request for Funds)

Dear Ms. Mafnas:

Enclosed, is RUS Form 481, Financial Requirement Statement (FRS) No. 69. We are making a request of loan funds to be drawn from our approved "G" Loan for the following budget purpose line items:

1.a.	Approved Work Orders	\$595,930.00
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Please see attached RUS Form 771, Summaries 1.

1.f.	Special Equipment Contract G-35	\$228,197.00
1.g.	Special Equipment Contract G-36	\$428,474.00

Please encumber and approve for advance funds to be drawn from the RUS money loan. I would like to request this advance to be transferred to our Construction account using the following bank information:

Farmers National Bank  
Routing Number: 124102509  
Account Number: 76020922

**COPY FOR YOUR  
INFORMATION**

We are reporting interest earned on our construction funds of \$1147 as reflected on budget purpose 11b. We are also requesting increases in the amount advanced for budget purpose 1 c, OP Force Account CT F-32 for \$1147, for a net advance effect of \$0.

Thank you for your attention in regards to these matters. If you have any questions, please feel free to call me at any time. If you are unable to reach me, please call Bev Arrington to discuss any questions.

Sincerely,

A handwritten signature in cursive script that reads "James R. Martell". The signature is written in dark ink and is positioned above the typed name.

James R. Martell  
President  
Rural Telephone Company

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INFORMATION**

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0572-0023. The time required to complete this information collection is estimated to average 2 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

<b>USDA-RUS</b> <b>FINANCIAL REQUIREMENT STATEMENT</b> <b>(RUS; RTB; FFB)</b> INST. - Submit an original & 2 copies to RUS. See Bull. 327-1	<b>FORM APPROVED OMB NO. 0572-0023</b>		
	BORR. DESIG. ID 515	STATEMENT NO. 69	DATE PREPARED Apr. 3, 2008

<b>RUS USE ONLY</b>	
DATE RECEIVED	RUS NUMBER

**BORROWER NAME AND ADDRESS**  
 Rural Telephone Company  
 892 W. Madison Ave  
 Glens Ferry, ID 83623

APPROVED PURPOSES (Use Supplemental Sheets as necessary)	AMOUNT ENCUMBERED		TOTAL ADVANCES TO DATE (3)	ADVANCES NOW REQUESTED (4)	RUS USE ONLY ADVANCES CURRENTLY APPROVED (5)	TOTAL DISBURSEMENTS & CREDITS AS OF FEB-08 (6)
	RUS USE ONLY WITHHELD ON CONTRACT (1)	TOTAL APPROVED FOR ADVANCE (2)				
1. Construction						
a. approved work orders		1,563,924	1,563,924	595,930		1,562,420.00
b.						
c. OP. CT F-32 FAP		1,040,546	1,020,210	1,147		995,050.00
d.						
e.						
f. Special Equipment G-35				228,197		
g. Special Equipment G-36				428,474		
2. Engineering-a. D-28E		8,075	8,075			8,075.00
b. Pre-loan Eng		120,000	120,000			120,000.00
c. Post-Loan eng CT G-33E		1,980,000	355,526			355,526.00
3. Operating Equip.						
b.						
4. General-a.						
b.						
c. RTB Stock						
5. Operating Funds						
6. Debt Retirement						
7. Acquisitions-a.						
b. Land and Buildings						
8a. Closed Budget-Unaudited						
8b. Closed Budget-Audited		8,153,647	8,153,647			8,153,647.00
9 Subtotals-All Funds		12,866,192	11,221,382	1,253,748		11,194,718.00
10. Sale of Property		(4,110)	(4,110)			(4,110.00)
11. Other-a.Req'd Non-Loan						
b. Interest Income		(4,326)	(4,326)	(1,147)		(5,473.00)
c.						
12. Net Totals - Loan Funds		12,857,756	11,212,946	1,252,601		11,185,135.00
13. RUS LOAN	TOTAL LOAN	UNDER NOTE	PREVIOUSLY ADVANCED	ADVANCED THIS FRS	17. Cash Bal. Per Gen. Ledger	26,748.00
	26,678,000	26,678,000	11,212,946		18. Adv. Not Deposited FRS 68	
	14. RTB LOAN				19. Other Adjustments (Specify)	1,063.00
	15. FFB LOAN				20. Total Item 12, Col 6+17,18&19	11,212,946.00
16. TOTAL	26,678,000	26,678,000	11,212,946		21. Funds Not Released	

UNENCUMBERED RESERVES (This Space For RUS Use Only)			
Central Office Equipment		General and Contingency	
Outside Plant and Station Equipment		Special Projects	
Land and Buildings		Funds Not Deposited (CR)	
Engineering-a.		Total Unencumbered Reserves	

**CERTIFICATION**

On behalf of the designated borrower, I request that the amount set forth as "Advances Now Requested" (Item 12, Col. 4 above) be advanced under the loan contract. "Loan contract" includes in addition to the RUS and RTB loan contracts, the Federal Financing Bank - RUS Loan Commitment Agreement, and the related Commitment Notice and correspondence concerning loan terms and conditions, I certify that the amount so requested is for a purpose or purposes for which funds have either been approved for advance or for which approval is requested herewith; that the amount advanced will be deposited in the Trustee, RUS Construction Fund account of the corporation in the \_\_\_\_\_ bank, which is a member of the FDIC; that the loan and other funds required to be deposited in such bank account will be disbursed only for the purposes and not to exceed the amounts approved for each purpose in Column (2) "Total Approved for Advance" of the Financial Requirement Statements; that the cash balance shown hereon is the balance of the Construction Fund-Trustee account of the general ledger as of February 29, 2008; and that the disbursements reported in Column (6) were made in the amounts stated for each purpose; all in accordance with the provisions of the loan contract.

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INFORMATION**

SIGNATURE (ORIGINAL MUST APPEAR ON EACH PAGE) 	TITLE (Authorized Corporate Officer or Manager) <b>President</b>
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According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0572-0059. The time required to complete this information is estimated to average 30 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

U.S. DEPARTMENT OF AGRICULTURE RURAL UTILITIES SERVICE  <b>SUMMARY OF WORK ORDERS</b> <i>(Inspection By RUS Field Engineer)</i>	SYSTEM DESIGNATION <b>Idaho 515 Rural G</b>
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INSTRUCTIONS - Prepare 3 copies. Original to be forwarded to Area Office of RUS after RUS Field Engineer has approved construction. For detailed instructions see RUS Bulletin 382-2, Appendix B.	SUMMARY NUMBER 1
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**APPROVAL IS REQUESTED FOR THE ENCUMBRANCE OF LOAN FUNDS AS SHOWN IN COLUMN "h" FOR COMPLETED CONSTRUCTION OF SYSTEM IMPROVEMENTS AND EXTENSIONS OR FOR PURCHASES OF STATION APPARATUS AND EXEMPT MATERIALS:**

WORK ORDER NO. a	COST OF CONSTRUCTION			LESS ADVANCES NOT REQUIRED			NET ADVANCES REQUIRED h
	LABOR AND OTHER b	MATERIAL c	TOTAL COST d	REUSABLE MATERIALS SALVAGED e	STATION APPARATUS & EXEMPT MATL. f	OTHER (Explain) g	
1075333		17,118.28	17,118.28			33.81	17,084.47
1076861	73,021.90	31,458.47	104,480.37		31,458.47	820.64	72,201.26
1076461	53,410.63	222,958.39	276,369.02		222,958.39	1,631.26	51,779.37
1076611	50,105.25	26,911.68	77,016.93			1,200.43	75,816.50
1076431	1,292.88	40,375.45	41,668.33			82.31	41,586.02
1075331	9,393.01	5,628.85	15,021.86			103.34	14,918.52
1079611	68,336.88	70,019.69	138,356.57			2,421.35	135,935.22
1076831	33.81	17,084.47	17,118.28			33.81	17,084.47
2076911	24,275.38	15,538.46	39,813.84			1,946.77	37,867.07
2077031	9,759.80	31,359.02	41,118.82			242.70	40,876.12
2056931	56,121.65	928.07	57,049.72			2,276.51	54,773.21
1079631	2,166.74	33,912.61	36,079.35			71.26	36,008.09
			0.00				0.00
			0.00				0.00
			0.00				0.00
			0.00				0.00
			0.00				0.00
<b>TOTAL</b>	<b>347,917.93</b>	<b>513,293.44</b>	<b>861,211.37</b>	<b>0.00</b>	<b>254,416.86</b>	<b>10,864.19</b>	<b>595,930.32</b>

**CERTIFICATION**

*I certify that, (1) the total costs and net requirements for the construction included above are the actual costs and net requirements for loan funds reflected in the permanent records of this organization, (2) construction, if any, which did not conform to the ACD or SLP approved by RUS, has received RUS approval, (3) construction of extensions, if any, to serve subscribers in areas not included in existing loans, has been approved by RUS, (4) all the required acceptance tests have been made on the construction and the results were satisfactory, (5) any corrections required on the portions of construction that were field-inspected have been made on all the construction included in the summary, and (6) the requirements of the "Buy American" provision have been complied with where any foreign made materials or equipment were used in the construction. I further certify that regulatory body or other approvals required for this construction have been obtained and that there have been no previous requests for approval of the net advances required for the construction covered hereby.*

Vice-President  
 \_\_\_\_\_  
 AUTHORIZED SIGNATURE AND TITLE

03 19 - 08  
 \_\_\_\_\_  
 DATE

Rural Telephone Company  
 \_\_\_\_\_  
 NAME OF BORROWER

**APPROVAL OF CONSTRUCTION**

*The above construction or purchase has been reviewed and is approved from an engineering standpoint.*

**REVIEWED**  
**Joe D. Bradley - GFR**  
 RUS FIELD ENGINEER  
 DATE: 3/20/08

\_\_\_\_\_  
 DATE

ACCOUNTING VERIFICATION (RUS USE ONLY)

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- Work Order -

ID-515-G

3/19/08

Page 1 of 2

The following work orders were performed to provide a better link for our customers for toll purposes and to offer enhanced services.

WO# 1075333 This work order in the Boise River (Pine), Id exchange was for Central Office Electronics. It is a Telstrat ESA Server and Software. This equipment will allow us to connect this exchange to our new soft switch that is being installed in our new Central Office in Glens Ferry. This work order was completed 09/30/07

WO# 1076861 This work order includes all labor and overhead that was involved in installing new microwave equipment on Trinity Mountain in the Prairie, Id exchange side. The equipment was purchased under Special Equipment Contract G-35. This work order was closed out 12/31/07.

WO# 1076461 This work order includes all labor and overhead that was involved in installing new microwave equipment on James Creek in the Atlanta, Id exchange side. This equipment was purchased under Special Equipment Contract G-35. This work order was closed out 12/31/07

WO# 1076611 This work order includes all equipment, labor and overhead that was involved in bringing fiber into Glens Ferry to our new CO building . We placed 13773 feet of conduit, 6440 feet of 72 Fiber, 7600 feet of 48 Fiber and all associated handholes. This placement will allow us to connect our new switch to most of our Idaho exchanges through our new CO. This work order was closed out 12/1/07. We have a 773 Contract on file for Earth Energy for various 2007 projects.

WO# 1076431 This work order in the Atlanta, ID exchange was for Central Office Electronics. It is a Telstrat ESA Server and Software. This equipment will allow us to connect this exchange to our new soft switch that is being installed in our new Central Office in Glens Ferry. This work order was completed 09/30/07

WO # 1075331 This work order in the Boise River, ID exchange includes all equipment, labor and overhead to install a Digital Loop Carrier. This DLC was placed in the Elk Valley Subdivision in Boise River. This work order was completed 08/31/07.

WO# 1079611 This work order in the Tipanuk, ID exchange includes all materials, labor and overhead involved in placing 36390 feet of Fiber Optic Cable, Conduit, 16472 feet of 6x22 cable, 682 feet of 12x22 cable, 1578 feet of 25x22 cable and all associated hand holes. This work order was closed out 12/17/07. We have a 773 Contract on file for Earth Energy for various 2007 projects.

WO# 1076831 This work order in the Prairie, ID exchange was for Central Office Electronics. It is a Telstrat ESA Server and Software. This equipment will allow us to connect this exchange to our new soft switch that is being installed in our new Central Office in Glens Ferry. This work order was completed 09/30/07.

REVIEWED

Joe D. Bradley - GFR

DATE: 3/20/08

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INFORMATION

- Work order -  
ID 515-G  
3/19/08 Page 2 of 2

WO# 2076911 This work order in the Red Rock, NV exchange includes all materials, labor and overhead involved in placing conduit and cable. This work order was completed 12/31/07. I have removed the charges for Mautner Construction of \$ 1250.00 from the requested advances as we don't have a 773 Contract for them.

WO# 2077031 This work order in the Antelope Valley, NV exchange includes all materials, labor and overhead involved in placing a Digital Loop Carrier at Alum Rock subdivision. This work order was closed 09/30/07

WO# 2056931 This work order in the Red Rock, NV exchange includes all materials, labor and overhead involved in expanding and remodeling the Central Office Building. This work order was completed 12/31/07. We have a 773 contract for Steve Hoeft for this project.

WO# 1079631 This work order in the Tipanuk, ID exchange was for Central Office Electronics. It is a Telstrat ESA Server, Software and GPON-2420. This equipment will allow us to connect this exchange to our new soft switch that is being installed in our new Central Office in Glens Ferry. This work order was completed 12/31/07.

**COPY FOR YOUR  
INFORMATION**

REVIEWED  
Joe D. Bradley - GFR  
DATE: 3/20/08