

NEW HAMPSHIRE PUBLIC UTILITIES COMMISSION  
21 S. FRUIT ST., STE 10 CONCORD, NH 03301-2429  
603-271-2431  
www.puc.nh.gov

Attachment A  
NHPUC Form ILEC-3  
Annual Report  
Part Puc 429.04  
Rev. 3/23/06

**INCUMBENT LOCAL EXCHANGE CARRIER  
ANNUAL REPORT**

**Company:**

**Dunbarton Telephone Company, Inc.**

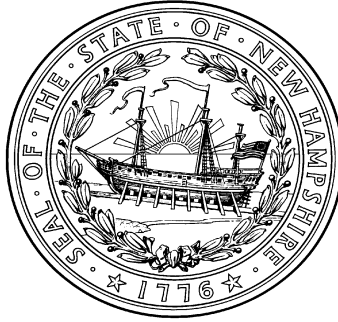
**For the Year Ended December 31,**

**2012**

Please enter any comments and notes below.

# STATE OF NEW HAMPSHIRE PUBLIC UTILITIES COMMISSION

Concord, New Hampshire



Telecommunications Companies  
Incumbent Local Exchange Carrier

## ANNUAL REPORT OF

Annual Report of Dunbarton Telephone Company, Inc.

(If name was changed during the year, enter the previous name and date of change below)

*f/k/a* <Enter Previous Company Name>

*Date of Change* <Enter Date>

FOR THE YEAR ENDED DECEMBER 31, 2012

FEDERAL TAX ID#

02-0128415

Officer or other person to whom correspondence should be addressed regarding this report:

|               |                     |
|---------------|---------------------|
| Name          | David P. Montgomery |
| Title         | President           |
| Address       | 2 Stark Hwy. South  |
|               | Dunbarton, NH 03046 |
| Phone Number  | 603-774-9911        |
| Email Address | duntelco@gsinet.net |

**RSA 374:15** Every public utility shall file with the commission reports at such times, verified by oath in such manner, and setting forth such statistics and facts, as may be required by the commission.

**RSA 374:17** Neglect or refusal to file will result in a forfeiture of \$100 per day for each day in default.

**PUC Rule 429.04**-This annual report is due at the commission offices no later than March 31 of each year.

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**A-1. GENERAL INFORMATION**

1. Give the exact name under which the utility does business:  
**Dunbarton Telephone Company, Inc.**
  2. Full name of any other utility acquired during the year and date of acquisition:  
**none**
  3. Location of principal office:  
**2 Stark Hwy. South, Dunbarton, NH 03046**
  4. State whether the utility is a corporation, joint stock association, trust or partnership, or an individual:  
**Corporation**
  5. If a corporation or association, give date of incorporation, State under whose laws incorporated, and whether incorporated under special law:  
**March 8, 1902 NH General Law**
  6. If incorporated under special act, given chapter and session date:  
**N/A**
  7. Give date when company was originally organized and date of any reorganization:  
**March 8, 1902 - Amended April 17, 1903**
  8. Name and addresses of principal offices of any corporations, trusts or associations owning, controlling or operating respondent:  
**P. Montgomery, Inc., 51 Stark Hwy. North, Dunbarton, NH 03046**
  9. Name and addresses of principal offices of any corporations, trusts or associations owned, controlled or operated by the respondent:  
**none**
  10. Date when respondent first began to operate as a utility  
**1902**
  11. If the respondent is engaged in any business not related to utility operation, provide all details\*:  
**none**
  12. If the status of the respondent has changed during the year in respect to any of the statements made above, provide all details, Including dates:  
**no changes**
  13. If the utility is a foreign corporation which operated in New Hampshire prior to June 1, 1911, give date in which permission was granted to operate under NH. Rev. Stat. Ann 374:25, Exceptions and NH. Rev. Stat. Ann. 374:26 Permission.  
**N/A**
- \*If engaged in operations of utilities of more than one type, give dates for each.

**OTHER PUBLISHED ANNUAL REPORTS**

- ☐ **REPORT TO STOCKHOLDERS/MEMBERS.** A copy of the annual report to stockholders or members [ ] was [ ] will be sent to NH PUC on or about
- ☒ Annual reports to stockholders or members are not published.
- ☐ **RUS REPORT.** A copy of the published annual report to the Rural Utilities Service [ ] was [X] will be sent to NH PUC on or about **March 31, 2012**
- ☐ The respondent does not report to the Rural Utilities Service
- ☐ **LEC REPORT.** A copy of the respondent's Annual Report for Local Exchange Carriers to NH PUC is attached.

**A-2. LIST OF OFFICERS**

\*Includes compensation received from all sources except directors fees.

| Line No. | Title of Officer | Name                | Residence     | Compensation* |
|----------|------------------|---------------------|---------------|---------------|
| 1        | President        | David P. Montgomery | Dunbarton, NH | \$ 179,670    |
| 2        | Secretary        | Deborah J. Powell   | Dunbarton, NH | \$ 2,978      |
| 3        |                  |                     |               | \$ -          |
| 4        |                  |                     |               | \$ -          |
| 5        |                  |                     |               | \$ -          |
| 6        |                  |                     |               |               |
| 7        |                  |                     |               |               |
| 8        |                  |                     |               |               |
| 9        |                  |                     |               |               |
| 10       |                  |                     |               |               |
| 11       |                  |                     |               |               |
| 12       |                  |                     |               |               |
| 13       |                  |                     |               |               |
| 14       |                  |                     |               |               |
| 15       |                  |                     |               |               |

**A-3. LIST OF DIRECTORS**

|    | Name                              | Residence     | Length of Term | Term Expires | No. of Meetings Attended Year | Annual Fees* |
|----|-----------------------------------|---------------|----------------|--------------|-------------------------------|--------------|
| 16 | Barbara J. Montgomery             | Dunbarton, NH | 1 yr.          | 2013         | 1                             | \$ 400       |
| 17 | David P. Montgomery               | Dunbarton, NH | 1 yr.          | 2013         | 1                             | \$ 400       |
| 18 | Deborah J. Powell                 | Dunbarton, NH | 1 yr.          | 2013         | 1                             | \$ 400       |
| 19 | Linda L. Montgomery               | Dunbarton, NH | 1 yr.          | 2013         | 1                             | \$ 400       |
| 20 |                                   |               |                |              |                               |              |
| 21 |                                   |               |                |              |                               |              |
| 22 |                                   |               |                |              |                               |              |
| 23 |                                   |               |                |              |                               |              |
| 24 |                                   |               |                |              |                               |              |
| 25 |                                   |               |                |              |                               |              |
| 26 |                                   |               |                |              |                               |              |
| 27 |                                   |               |                |              |                               |              |
| 28 |                                   |               |                |              |                               |              |
| 29 |                                   |               |                |              |                               |              |
| 30 | State Directors' fee per meeting: | \$ -          |                |              |                               |              |

**A-4. SHAREHOLDERS AND VOTING POWERS**

| Line No. |   |               |              |                        |           |
|----------|---|---------------|--------------|------------------------|-----------|
|          |   |               |              |                        |           |
| 1        | State total of voting power of all security holders at close of year: Votes: <b>57</b>  |               |              |                        |           |
| 2        | State total number of shareholders of record at close of year according to classes of stock <b>2</b>  |               |              |                        |           |
| 3        |   |               |              |                        |           |
| 4        |   |               |              |                        |           |
| 5        | State the total number of votes cast at the latest general meeting: <b>56</b>   |               |              |                        |           |
| 6        | Give date and place of such meeting <b>March 2, 2012 Dunbarton, NH</b>  |               |              |                        |           |
|          | Give the following information concerning the ten security holders having the highest voting powers in the corporation, the officers, directors and each holder of one percent or more of the voting capital stock.<br>(Section 7, Chapter 182. Laws of 1933) |               |              |                        |           |
|          | Name  | Address       | No. of Votes | Number of Shares Owned |           |
|          |   |               |              | Common                 | Preferred |
| 7        | P. Montgomery, Inc.   | Dunbarton, NH | 56           | 56                     |           |
| 8        | Linda C. Montgomery   | Concord, NH   | 1            | 1                      |           |
| 9        |   |               |              |                        |           |
| 10       |   |               |              |                        |           |
| 11       |   |               |              |                        |           |
| 12       |   |               |              |                        |           |
| 13       |   |               |              |                        |           |
| 14       |   |               |              |                        |           |
| 15       |   |               |              |                        |           |
| 16       |   |               |              |                        |           |
| 17       |   |               |              |                        |           |
| 18       |   |               |              |                        |           |
| 19       |   |               |              |                        |           |
| 20       |   |               |              |                        |           |
|          |   | <b>Total</b>  | <b>57</b>    | <b>57</b>              | <b>-</b>  |

**A-5. LIST OF EXCHANGES SERVED DIRECTLY**

List individually each exchange name, exchange NXX , towns served directly, indicating those in which franchise is for limited area by an asterisk (\*) after the town/area's name.

| Line No.            | Exchange Name | Exchange NXX | Towns Served | Number of Customers | Line No. | Exchange Name | Exchange NXX | Towns Served        | Number of Customers |
|---------------------|---------------|--------------|--------------|---------------------|----------|---------------|--------------|---------------------|---------------------|
| 1                   | Dunbarton     | 774          | Dunbarton    | 1153                | 16       |               |              | Sub-Total Forwarded | -                   |
| 2                   | Dunbarton     | 774          | Bow          | 294                 | 17       |               |              |                     |                     |
| 3                   | Dunbarton     | 774          | Goffstown    | 29                  | 18       |               |              |                     |                     |
| 4                   |               |              |              |                     | 19       |               |              |                     |                     |
| 5                   |               |              |              |                     | 20       |               |              |                     |                     |
| 6                   |               |              |              |                     | 21       |               |              |                     |                     |
| 7                   |               |              |              |                     | 22       |               |              |                     |                     |
| 8                   |               |              |              |                     | 23       |               |              |                     |                     |
| 9                   |               |              |              |                     | 24       |               |              |                     |                     |
| 10                  |               |              |              |                     | 25       |               |              |                     |                     |
| 11                  |               |              |              |                     | 26       |               |              |                     |                     |
| 12                  |               |              |              |                     | 27       |               |              |                     |                     |
| 13                  |               |              |              |                     | 28       |               |              |                     |                     |
| 14                  |               |              |              |                     | 29       |               |              |                     |                     |
| 15                  |               |              |              |                     | 30       |               |              |                     |                     |
| Sub-Totals Forward: |               |              |              | 1,476               | Total:   |               |              |                     | -                   |

**A-6. PAYMENTS OVER \$10,000**

List here names of all individuals, partnerships, and corporations to whom payments totaling \$10,000 or more for services rendered were made or accrued during the year, and the amount paid or accrued to each. Where payments or accruals to the individual members of a partnership or firm together total \$10,000 or more, list each individual and the amount paid or due each.

| Line No. | Name                         | Address      | Amount     |
|----------|------------------------------|--------------|------------|
| 1        | Berry, Dunn, McNeil & Parker | Portland, ME | \$ 21,390  |
| 2        | Dataeast                     | Weare, NH    | \$ 57,803  |
| 3        | Moss Adams LLP               | Spokane, WA  | \$ 26,085  |
| 4        | ICORE, Inc.                  | Emmaus, PA   | \$ 10,633  |
| 5        |                              |              | \$ -       |
| 6        |                              |              | \$ -       |
| 7        |                              |              | \$ -       |
| 8        |                              |              | \$ -       |
| 9        |                              |              | \$ -       |
| 10       |                              |              | \$ -       |
| 11       |                              |              | \$ -       |
| 12       |                              |              | \$ -       |
| 13       |                              |              | \$ -       |
| 14       |                              |              | \$ -       |
| 15       |                              |              | \$ -       |
| 16       |                              |              | \$ -       |
| 17       |                              |              | \$ -       |
| 18       |                              |              | \$ -       |
| 19       |                              |              | \$ -       |
| 20       |                              |              | \$ -       |
| 21       |                              |              | \$ -       |
| 22       |                              |              | \$ -       |
| 23       |                              |              | \$ -       |
| Total    |                              |              | \$ 115,911 |

**A-7. MANAGEMENT FEES AND EXPENSES**

List all individuals, associations, partnerships, corporations or concerns with whom the company has any contract or agreement covering management or supervision of its affairs such as accounting, financing, engineering, construction, purchasing, operation, etc., and show the total amount paid to each for the year. Designate by asterisk (\*) those organizations which are "Affiliates" as defined in Chapter 182, Section 1, Laws of 1993.

| Line No. | Name  | Date of Contract | Date of Expiration | Character of Service | Amount Paid or Accrued for Each Class | Distribution of Accrual or Payments |                   |                 |
|----------|---|------------------|--------------------|----------------------|---------------------------------------|-------------------------------------|-------------------|-----------------|
|          |   |                  |                    |                      |                                       | To Fixed Capital                    | To Operating Exp. | To Other Accts. |
| 1        | none  |                  |                    |                      |                                       |                                     |                   |                 |
| 2        |   |                  |                    |                      |                                       |                                     |                   |                 |
| 3        |   |                  |                    |                      |                                       |                                     |                   |                 |
| 4        |   |                  |                    |                      |                                       |                                     |                   |                 |
| 5        |   |                  |                    |                      |                                       |                                     |                   |                 |
| 6        |   |                  |                    |                      |                                       |                                     |                   |                 |
| 7        |   |                  |                    |                      |                                       |                                     |                   |                 |
| 8        |   |                  |                    |                      |                                       |                                     |                   |                 |
| 9        |   |                  |                    |                      |                                       |                                     |                   |                 |
| 10       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 11       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 12       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 13       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 14       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 15       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 16       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 17       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 18       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 19       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 20       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 21       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 22       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 23       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 24       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 25       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 26       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 27       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 28       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 29       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 30       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 31       |   |                  |                    |                      |                                       |                                     |                   |                 |
| 32       | Have copies of all such contracts or agreements been filed with the Commission? |                  |                    |                      |                                       |                                     |                   |                 |



Give concise answers to each of the following, numbering them in accordance with the inquiries. Each inquiry should be answered. If "none" or "not applicable" states the fact, that response should be made. If information which answers an inquiry is given elsewhere in the report, reference to the schedule in which it appears will be sufficient.

1. List extensions of the systems (other than additions supplementing existing facilities of the respondent whether by purchase, construction, donation or otherwise. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, and the total consideration given, monetary and otherwise.  
**none**
2. If during the year, a substantial portion or all of the property of the respondent was sold, merged, or abandoned, provide all details, including the location and territory covered. In case of sale or merger, give the effective date, name and address of the successor company, and the consideration given, monetary and otherwise.  
**N/A**
3. Purchase or sale of an operating unit or system: Give a brief description of the property, and of the transactions relating thereto, and reference to Commission authorization, if any, that was required. Give the date of the journal entries, required by the Uniform System of Accounts that were submitted to the Commission.  
**none**
4. Estimated increase or decrease in annual revenues due to important rate changes: State effective date and approximate amount of increase or decrease for each revenue classification and the customers affected.  
**none**
5. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue: State on behalf of whom the obligation was assumed and amount of the obligation. Give reference to Commission authorization if any was required.  
**none**
6. Changes in articles of incorporation or amendments to charter: Explain the nature and purpose of such changes or amendments.  
**none**
7. Attach a map defining the territory covered by the respondent's operations. A new map is required when changes in territory have occurred and in each year ending in 0 or 5 (e.g., 1990 or 1995). In all other years reference to the report in which the map last appears will be sufficient.  
**Refer to map enclosed with 2010 Annual Report**
8. State the annual effect of each important change in wage scales. Include also the effective date and the portion applicable to operations.  
**none**
9. State briefly the status of any materially important transactions of the respondent not disclosed elsewhere in this report in which an officer, director, security holder reported on page 6, voting trustee, associated company or known associate of any of these persons was a party or in which any such person had a material interest.  
**none**

**A-9. FINANCIAL REPORTING DISCLOSURE INSTRUCTIONS****Footnote Disclosure:**

Financial information presented in statements included within the New Hampshire Public Utilities Commission Annual Report is generally in conformance with general accepted accounting principles and the following should be disclosed:

1. Data necessary to prevent the information from being misleading. Accordingly, (a) extraordinary or material, unusual or infrequently occurring items; (b) significant principles or practices from those used in the prior year, and (c) the acquisition or disposition of significant operation, assets or liabilities should be noted.  
**none**
2. Uncertainties that could affect the fairness of the information, including significant changes in the status of loss contingencies since the prior year, should be noted.  
**none**
3. If revenues, costs, or expenses are accrued or deferred in a manner different from that of the prior year, the method used and the amount of such accruals or deferrals should be noted.  
**none**

| F-10. BALANCE SHEET<br>Assets and Other Debits |   |          |                          |                           |                          |
|--|---|----------|--------------------------|---------------------------|--------------------------|
| Line No.                                       | Accounts (a)                                      | See Sch. | Current Year End Balance | Previous Year End Balance | Increase or Decrease (d) |
| <b>CURRENT ASSETS</b>                          |   |          |                          |                           |                          |
| 1  | 1130 Cash   |          | \$ 649,034               | \$ 681,397                | \$ (32,363)              |
| 2  | 1130.1 REA Cash                                   |          | \$ 100                   | \$ 100                    | \$ -                     |
| 3  | 1130.2 Cash Savings                               |          | \$ 2,079,938             | \$ 1,947,907              | \$ 132,031               |
| 4  | 1140 Special Cash Deposits                        |          |                          |                           | \$ -                     |
| 5  | 1150 Working Cash Advances                        |          | \$ 125                   | \$ 125                    | \$ -                     |
| 6  | 1160 Temporary Investments                        | 17       | \$ -                     | \$ -                      | \$ -                     |
| 7  | 1180 Telecommunications Accounts Receivable       | 17       | \$ 58,896                | \$ 58,771                 | \$ 125                   |
| 8  | 1181 Accounts Receivable Allowance-Telecom        | 17       | \$ (4,500)               | \$ (4,500)                | \$ -                     |
| 9  | 1190.1 Accounts Receivable from Affiliated Co.    | 17       | \$ -                     | \$ -                      | \$ -                     |
| 10   | 1190.2 Other Accounts Receivable                  | 17       | \$ 50,928                | \$ 53,939                 | \$ (3,011)               |
| 11   | 1191 Accounts Receivable Allow.-Affiliates        | 17       | \$ -                     | \$ -                      | \$ -                     |
| 12   | 1200.1 Notes Receivable from Affiliated Companies | 17       | \$ -                     | \$ -                      | \$ -                     |
| 13   | 1200.2 Other Notes Receivable                     | 17       | \$ -                     | \$ -                      | \$ -                     |
| 14   | 1201 Notes Receivable Allow.-Affiliates           | 17       | \$ -                     | \$ -                      | \$ -                     |
| 15   | 1210 Interest and Dividends Receivable            | 17       | \$ -                     | \$ -                      | \$ -                     |
| 16   | 1220 Material and Supplies                        |          | \$ 44,997                | \$ 43,706                 | \$ 1,291                 |
| 17   | 1290 Prepaid Rents                                |          |                          |                           | \$ -                     |
| 18   | 1300 Prepaid Taxes                                | 36B      | \$ 2,601                 | \$ 2,595                  | \$ 6                     |
| 19   | 1310 Prepaid Insurance                            |          | \$ 16,163                | \$ 16,582                 | \$ (419)                 |
| 20   | 1320 Prepaid Directory Expenses                   |          |                          |                           | \$ -                     |
| 21   | 1330 Other Prepayments                            | 18       | \$ -                     | \$ -                      | \$ -                     |
| 22   | 1350 Other Current Assets                         | 19       | \$ -                     | \$ -                      | \$ -                     |
| 23   | 1360 Current Deferred Income Taxes-Dr.            |          |                          |                           | \$ -                     |
| 24   | Total Current Assets                              |          | \$ 2,898,282             | \$ 2,800,622              | \$ 97,660                |
| <b>NONCURRENT ASSETS</b>                       |   |          |                          |                           |                          |
| 25   | 1401 Investments in Affiliated Companies          | 17       | \$ -                     |                           | \$ -                     |
| 26   | 1402 Investments in Non-Affiliated Companies      | 17       | \$ 388,012               | \$ 429,826                | \$ (41,814)              |
| 27   | 1406 Nonregulated Investments                     |          |                          |                           | \$ -                     |
| 28   | 1407 Unamortized Debt Issuance Expense            | 23       | \$ 7,690                 | \$ 8,390                  | \$ (700)                 |
| 29   | 1408 Sinking Funds                                | 20       | \$ -                     |                           | \$ -                     |
| 30   | 1410 Other Noncurrent Assets                      | 21       | \$ -                     |                           | \$ -                     |
| 31   | 1438 Deferred Maintenance & Retirement            | 22       | \$ -                     |                           | \$ -                     |
| 32   | 1439 Deferred Charges                             | 22       | \$ -                     |                           | \$ -                     |
| 33   | Total Noncurrent Assets                           |          | \$ 395,702               | \$ 438,216                | \$ (42,514)              |
| <b>REGULATED PLANT</b>                         |   |          |                          |                           |                          |
| 34   | 2001 Telecommunications Plant in Service          | 12A      | \$ 5,415,451             | \$ 5,330,243              | \$ 85,208                |
| 35   | 2002 Property Held for Future Telecom. Use        | 12A      | \$ -                     |                           | \$ -                     |
| 36   | 2003 Telecom. Plant Under Const.-Short Term       | 12A      | \$ -                     |                           | \$ -                     |
| 37   | 2004 Telecom. Plant Under Const.-Long Term        | 12A      | \$ -                     |                           | \$ -                     |
| 38   | 2005 Telecommunications Plant Adjustment          | 12A      | \$ -                     |                           | \$ -                     |
| 39   | 2006 Nonoperating Plant                           | 12A      | \$ -                     |                           | \$ -                     |
| 40   | 2007 Goodwill                                     | 12A      | \$ -                     |                           | \$ -                     |
| 41   | Total Regulated Telecommunications Plant          |          | \$ 5,415,451             | \$ 5,330,243              | \$ 85,208                |
| 42   | 3100-3300 Less: Accumulated Depreciation          | 14A      | \$ 4,568,917             | \$ 4,438,547              | \$ 130,370               |
| 43   | 3410-3600 Less: Accumulated Amortization          | 15       | \$ -                     |                           | \$ -                     |
| 44   | Net Telecommunications Plant                      |          | \$ 846,534               | \$ 891,696                | \$ (45,162)              |
| 45   | Telecommunications Plant Adjustment               |          |                          |                           | \$ -                     |
| 46   | <b>TOTAL ASSETS AND OTHER DEBITS</b>              |          | \$ 4,140,518             | \$ 4,130,534              | \$ 9,984                 |

| F-10. BALANCE SHEET                           |   |          |                          |                           |                            |
|---|---|----------|--------------------------|---------------------------|----------------------------|
| Liabilities and Stockholders' Equity          |   |          |                          |                           |                            |
| Line No.                                      | Accounts (a)  | See Sch. | Current Year End Balance | Previous Year End Balance | Increase or (Decrease) (d) |
| <b>CURRENT LIABILITIES</b>                    |   |          |                          |                           |                            |
| 1   | 4010 Accounts Payable                                     | 26       | \$ 35,211                | \$ 28,512                 | \$ 6,699                   |
| 2   | 4020 Notes Payable  | 25       | \$ -                     |                           | \$ -                       |
| 3   | 4030 Advanced Billing and Payment                         |          |                          |                           | \$ -                       |
| 4   | 4040 Customer Deposits                                    |          |                          |                           | \$ -                       |
| 5   | 4050 Current Maturities-Long Term Debt                    | 24       | \$ 41,900                | \$ 45,086                 | \$ (3,186)                 |
| 6   | 4060 Current Maturities-Capital Leases                    | 12D      | \$ -                     |                           | \$ -                       |
| 7   | 4070 Income Taxes-Accrued                                 | 36B      | \$ 3,480                 | \$ 22,198                 | \$ (18,718)                |
| 8   | 4080 Other Taxes-Accrued                                  | 36B      | \$ -                     |                           | \$ -                       |
| 9   | 4100 Net Current Deferred Operating Income Taxes          | 30B      | \$ -                     |                           | \$ -                       |
| 10  | 4110 Net Current Deferred Non-Operating Income Taxes      | 30C      | \$ -                     |                           | \$ -                       |
| 11  | 4120 Other Accrued Liabilities                            | 26       | \$ -                     |                           | \$ -                       |
| 12  | 4130 Other Current Liabilities                            | 26       | \$ 104,409               | \$ 102,808                | \$ 1,601                   |
| 13  | Total Current Liabilities                                 |          | \$ 185,000               | \$ 198,604                | \$ (13,604)                |
| <b>LONG TERM DEBT</b>                         |   |          |                          |                           |                            |
| 14  | 4210 Funded Debt  | 24       | \$ 488,783               | \$ 530,744                | \$ (41,961)                |
| 15  | 4220 Premium on Long Term Debt                            |          |                          |                           | \$ -                       |
| 16  | 4230 Discount on Long Term Debt                           |          |                          |                           | \$ -                       |
| 17  | 4240 Reacquired Debt                                      |          |                          |                           | \$ -                       |
| 18  | 4250 Obligation Under Capital Leases                      | 12D      | \$ -                     |                           | \$ -                       |
| 19  | 4260 Advances from Affiliated Companies                   | 24       |                          |                           | \$ -                       |
| 20  | 4270 Other Long Term Debt                                 | 24       |                          |                           | \$ -                       |
| 21  | Total Long Term Debt                                      |          | \$ 488,783               | \$ 530,744                | \$ (41,961)                |
| <b>OTHER LIABILITIES AND DEFERRED CREDITS</b> |   |          |                          |                           |                            |
| 22  | 4310 Other Long-Term Liabilities                          | 29       | \$ 388,012               | \$ 429,826                | \$ (41,814)                |
| 23  | 4320 Unamortized Operating Investment Tax Credits-Net     |          |                          |                           | \$ -                       |
| 24  | 4330 Unamortized Non-Operating Investment Tax Credits-Net |          |                          |                           | \$ -                       |
| 25  | 4340 Net Non-current Deferred Operating Income Taxes      | 30B      | \$ 67,900                | \$ 40,600                 | \$ 27,300                  |
| 26  | 4350 Net Non-current Deferred Non-Operating Income Taxes  | 30C      | \$ -                     |                           | \$ -                       |
| 27  | 4360 Other Deferred Credits                               | 30A      | \$ -                     |                           | \$ -                       |
| 28  | Total Other Liabilities and Deferred Credits              |          | \$ 455,912               | \$ 470,426                | \$ (14,514)                |
| <b>STOCKHOLDERS' EQUITY</b>                   |   |          |                          |                           |                            |
| 29  | 4510.1 Capital Stock-Common                               | 33       | \$ 1,425                 | \$ 1,425                  | \$ -                       |
| 30  | 4510.2 Capital Stock-Preferred                            | 33       | \$ -                     |                           | \$ -                       |
| 31  | 4520 Additional Paid-in Capital                           | 33       | \$ -                     |                           | \$ -                       |
| 32  | 4530.1 Treasury Stock-Common                              |          |                          |                           | \$ -                       |
| 33  | 4530.2 Treasury Stock-Preferred                           |          |                          |                           | \$ -                       |
| 34  | 4540 Other Capital  |          |                          |                           | \$ -                       |
| 35  | 4550 Retained Earnings                                    | 31       | \$ 3,009,398             | \$ 2,929,335              | \$ 80,063                  |
| 36  | Total Stockholders' Equity                                |          | \$ 3,010,823             | \$ 2,930,760              | \$ 80,063                  |
| 37  | <b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>         |          | \$ 4,140,518             | \$ 4,130,534              | \$ 9,984                   |

**F-11. INCOME STATEMENT**

| Line No. | Item (a)   | See Sch. | Amount for the Current Year (b) | Increase over Preceding Year (c) |
|----------|--|----------|---------------------------------|----------------------------------|
|          | <b>INCOME</b>  |          |                                 |                                  |
|          | <b>TELEPHONE OPERATING INCOME</b>                                |          |                                 |                                  |
| 1        | Operating Revenues   | 34       | \$ 1,349,686                    | \$ (66,273)                      |
| 2        | Operating Expenses   | 35       | \$ 1,348,815                    | \$ 67,089                        |
| 3        | Net Telephone Operating Revenues                                 |          | \$ 871                          | \$ (133,362)                     |
|          | <b>OTHER OPERATING INCOME AND EXPENSES</b>                       |          |                                 |                                  |
| 4        | 7100 Other Operating Income and Expense                          | 38       | \$ (6,800)                      | \$ (6,800)                       |
| 5        | Telephone Operating Revenue Before Taxes                         |          | \$ 7,671                        | \$ (126,562)                     |
|          | <b>OPERATING TAXES</b>   |          |                                 |                                  |
| 6        | 7210 Operating Investment Tax Credits-Net                        |          |                                 | \$ -                             |
| 7        | 7220 Operating Federal Income Taxes                              |          | \$ (42,000)                     | \$ (59,700)                      |
| 8        | 7230 Operating State and Local Income Taxes                      |          | \$ (15,600)                     | \$ (19,900)                      |
| 9        | 7240 Other Operating Taxes                                       | 36A      | \$ 45,851                       | \$ 12,577                        |
| 10       | 7250 Provision for Deferred Operating Income Taxes-Net           | 30B      | \$ 27,300                       | \$ 30,700                        |
| 11       | Total Operating Taxes  |          | \$ 15,551                       | \$ (36,323)                      |
| 12       | Net Operating Income   |          | \$ (7,880)                      | \$ (90,239)                      |
|          | <b>NON-OPERATING INCOME AND EXPENSES</b>                         |          |                                 |                                  |
| 13       | 7300 Non-Operating Income and Expenses                           | 37       | \$ 175,401                      | \$ 168,331                       |
| 14       |  |          |                                 |                                  |
|          | <b>NON-OPERATING TAXES</b>                                       |          |                                 |                                  |
| 15       | 7400 Non-Operating Taxes   | 36C      | \$ 57,600                       | \$ 54,900                        |
| 16       |  |          |                                 |                                  |
| 17       | Net Non-Operating Income   |          | \$ 117,801                      | \$ 113,431                       |
| 18       | Income Available for Fixed Charges                               |          | \$ 109,921                      | \$ 23,192                        |
|          | <b>INTEREST AND RELATED ITEMS</b>                                |          |                                 |                                  |
| 19       | 7510 Interest on Funded Debt                                     | 24       | \$ 30,507                       | \$ (2,516)                       |
| 20       | 7520 Interest Expense-Capital Leases                             | 12D      | \$ -                            | \$ -                             |
| 21       | 7530 Amortization of Debt Issuance Expense                       | 23       | \$ 700                          | \$ -                             |
| 22       | 7540 Other Interest Deductions                                   |          | \$ -                            | \$ -                             |
| 23       | Total Interest and Related Items                                 |          | \$ 31,207                       | \$ (2,516)                       |
| 24       | Income Before Extraordinary Items                                |          | \$ 78,714                       | \$ 25,708                        |
|          | <b>EXTRAORDINARY ITEMS</b>                                       |          |                                 |                                  |
| 25       | 7600 Extraordinary Items   | 36D      | \$ -                            |                                  |
| 26       |  |          |                                 |                                  |
|          | <b>JURISDICTIONAL DIFFERENCES AND NON-REGULATED INCOME ITEMS</b> |          |                                 |                                  |
| 27       | 7990 Non-Regulated Net Income                                    |          | \$ 1,349                        | \$ (7)                           |
| 28       | Total Jurisdictional Differences and Extraordinary Items         |          | \$ 1,349                        | \$ (7)                           |
| 29       | Net Income   | 16       | \$ 80,063                       | \$ 25,701                        |

**NOTES TO INCOME STATEMENT**

- Refunds to subscribers, in the event of an adverse decision in pending rate proceedings, would reduce the amount of "Operating revenues" for the current year by approximately : \$
- Investment credits realized were given immediate total flow through treatment in the amount of : \$
- The rate(s) used during the year in capitalizing interest during construction and basis upon which the rate(s) was determined.

**B-12A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS**

1. Report in Column (c) all amounts relating to purchases of plant accounted for in accordance with Paragraphs (1) and (2) of Puc 409.03 (b) of the Uniform System of Accounts for Telecommunications Companies.
2. Each transfer or adjustment between accounts listed in this schedule, or between accounts listed in this schedule and other accounts, shall be included in column (g) and explained in a note, except the following which shall be included in columns (c) thru (f), as appropriate: (1) transfers and adjustments amounting to less than \$5,000; (2) adjustments and corrections of additions and retirements for the current or the preceding year; (3) transfers involving account 2003 and 2004, the plant accounts, the account 2002 made in connection with the closing of records of construction work orders or authorizations, and (4) routine entries relating to the acquisition, sale, retirement, or change in the use of plant, such as transfers among accounts 2111 to 2690, inclusive, 1439, 2002 and 2005.
3. Credits to accounts listed in this schedule relating to property retired and charged to account 2006 "Non-Operating Plant" shall be included in column (f).
4. List each of the depreciable plant accounts and all subclasses of plant in column (a) for which a depreciable rate has been determined and as a subtotal for each primary account.

| Line No. | Account (a)   | Balance At Beginning Of The Year (b) | CHARGES DURING THE YEAR                            |                       | CREDITS DURING THE YEAR     |                                       |                                       | Balance At End Of The Year (h) |
|----------|---|--------------------------------------|--|-----------------------|-----------------------------|---------------------------------------|---------------------------------------|--------------------------------|
|          |   |                                      | Plant Acquired From Predecessors (See Inst. 1) (c) | Other Plant Added (d) | Plant Sold With Traffic (e) | Transfers and Other Plant Retired (f) | Adjustments (Charges and Credits) (g) |                                |
|          | <b>TELECOMMUNICATIONS PLANT IN SERVICE</b>                    |                                      |  |                       |                             |                                       |                                       |                                |
| 1        | 2002 Property Held for Future Telecom Use                     |                                      |  |                       |                             |                                       |                                       | \$ -                           |
| 2        | 2003 Telecommunications Plant Under Construction - Short Term |                                      |  |                       |                             |                                       |                                       | \$ -                           |
| 3        | 2004 Telecommunications Plant Under Construction - Long Term  |                                      |  |                       |                             |                                       |                                       | \$ -                           |
| 4        | 2005 Telecommunications Plant Adjustment                      |                                      |  |                       |                             |                                       |                                       | \$ -                           |
| 5        | 2006 Non-Operating Plant                                      |                                      |  |                       |                             |                                       |                                       | \$ -                           |
| 6        | 2007 Goodwill   |                                      |  |                       |                             |                                       |                                       | \$ -                           |
| 7        | Subtotal  | \$ -                                 | \$ -   | \$ -                  | \$ -                        | \$ -                                  | \$ -                                  | \$ -                           |
|          | <b>LAND AND SUPPORT ASSETS</b>                                |                                      |  |                       |                             |                                       |                                       |                                |
| 8        | 2111 Land   | \$ 60,243                            |  |                       |                             |                                       |                                       | \$ 60,243                      |
| 9        | 2112 Motor Vehicles   | \$ 232,202                           |  | \$ 57,654             |                             | \$ 22,850                             |                                       | \$ 267,006                     |
| 10       | 2113 Aircraft   |                                      |  |                       |                             |                                       |                                       | \$ -                           |
| 11       | 2114 Special Purpose Vehicles                                 | \$ 8,225                             |  |                       |                             |                                       |                                       | \$ 8,225                       |
| 12       | 2115 Garage Work Equipment                                    |                                      |  |                       |                             |                                       |                                       | \$ -                           |
| 13       | 2116 Other Work Equipment                                     | \$ 143,554                           |  | \$ 1,429              |                             |                                       |                                       | \$ 144,983                     |
| 14       | 2121 Buildings  | \$ 412,886                           |  |                       |                             |                                       |                                       | \$ 412,886                     |
| 15       | 2122 Furniture  | \$ 45,379                            |  |                       |                             |                                       |                                       | \$ 45,379                      |
| 16       | 2123 Office Equipment   |                                      |  |                       |                             |                                       |                                       | \$ -                           |
| 17       | 2124 General Purpose Computers                                | \$ 59,963                            |  | \$ -                  |                             |                                       |                                       | \$ 59,963                      |
| 18       | Subtotal  | \$ 962,452                           | \$ -   | \$ 59,083             | \$ -                        | \$ 22,850                             | \$ -                                  | \$ 998,685                     |

**B-12A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS (continued)**

| Line No. | Account<br>(a)                           | Balance At Beginning<br>Of The Year<br>(b) | CHARGES DURING THE YEAR  |                             | CREDITS DURING THE YEAR           |  |  | Balance<br>At End<br>Of The Year<br>(h) |
|----------|--|--|--|-----------------------------|-----------------------------------|--|--|---|
|          |  |  | Plant Acquired<br>From<br>Predecessors<br>(See Inst. 1)<br>(c) | Other<br>Plant Added<br>(d) | Plant Sold<br>With Traffic<br>(e) | Transfers and<br>Other Plant<br>Retired<br>(f) | Adjustments<br>(Charges and<br>Credits)<br>(g) |   |
|          | <b>CENTRAL OFFICE SWITCHING</b>          |  |  |                             |                                   |  |  |   |
| 19       | 2211 Analog Electronic Switching         |  |  |                             |                                   |  |  | \$ -                                    |
| 20       | 2212 Digital Electronic Switching        | \$ 1,491,586                               |  |                             |                                   |  |  | \$ 1,491,586                            |
| 21       | 2215 Electro-Mechanical Switching        |  |  |                             |                                   |  |  | \$ -                                    |
| 22       | 2220 Operator System                     |  |  |                             |                                   |  |  | \$ -                                    |
| 23       | 2230 Central Office Transmission         | \$ 508,364                                 |  | \$ 20,499                   |                                   |  |  | \$ 528,863                              |
| 24       | Subtotal                                 | \$ 1,999,950                               | \$ -   | \$ 20,499                   | \$ -                              | \$ -   | \$ -   | \$ 2,020,449                            |
|          | <b>INFORMATION ORIGATION-TERMINATION</b> |  |  |                             |                                   |  |  |   |
| 25       | 2311 Station Apparatus                   |  |  |                             |                                   |  |  | \$ -                                    |
| 26       | 2321 Customer Premises Wiring            | \$ 22,829                                  |  |                             |                                   |  |  | \$ 22,829                               |
| 27       | 2341 Large Private Branch Exchanges      |  |  |                             |                                   |  |  | \$ -                                    |
| 28       | 2351 Public Telephone Terminal Equipment | \$ 5,880                                   |  |                             |                                   |  |  | \$ 5,880                                |
| 29       | 2362 Other Terminal Equipment            |  |  |                             |                                   |  |  | \$ -                                    |
| 30       | Subtotal                                 | \$ 28,709                                  | \$ -   | \$ -                        | \$ -                              | \$ -   | \$ -   | \$ 28,709                               |
|          | <b>CABLE AND WIRE FACILITIES</b>         |  |  |                             |                                   |  |  |   |
| 31       | 2411 Poles                               | \$ 739,401                                 |  | \$ 2,296                    |                                   | \$ 593   |  | \$ 741,104                              |
| 32       | 2421 Aerial Cable                        | \$ 1,446,803                               |  | \$ 31,721                   |                                   |  |  | \$ 1,478,524                            |
| 33       | 2422 Underground Cable                   | \$ 42,172                                  |  | \$ 1,174                    |                                   |  |  | \$ 43,346                               |
| 34       | 2423 Buried Cable                        | \$ 8,162                                   |  |                             |                                   |  |  | \$ 8,162                                |
| 35       | 2424 Submarine Cable                     |  |  |                             |                                   |  |  | \$ -                                    |
| 36       | 2426 Intrabuilding Network Cable         |  |  |                             |                                   |  |  | \$ -                                    |
| 37       | 2431 Aerial Wire                         | \$ 102,594                                 |  | \$ (6,122)                  |                                   |  |  | \$ 96,472                               |
| 38       | 2441 Conduit System                      |  |  |                             |                                   |  |  | \$ -                                    |
| 39       | Subtotal                                 | \$ 2,339,132                               | \$ -   | \$ 29,069                   | \$ -                              | \$ 593   | \$ -   | \$ 2,367,608                            |
|          | <b>AMORTIZABLE ASSETS</b>                |  |  |                             |                                   |  |  |   |
| 40       | 2681 Capital Leases                      |  |  |                             |                                   |  |  | \$ -                                    |
| 41       | 2682 Leasehold Improvements              |  |  |                             |                                   |  |  | \$ -                                    |
| 42       | 2690 Intangibles                         |  |  |                             |                                   |  |  | \$ -                                    |
| 43       | Subtotal                                 | \$ -                                       | \$ -   | \$ -                        | \$ -                              | \$ -   | \$ -   | \$ -                                    |
| 44       | 2001 (A/C 2110 thru 2690) (Summary A/C)  | \$ 5,330,243                               | \$ -   | \$ 108,651                  | \$ -                              | \$ 23,443                                      | \$ -   | \$ 5,415,451                            |
| 45       | <b>Total</b>                             | \$ 5,330,243                               | \$ -   | \$ 108,651                  | \$ -                              | \$ 23,443                                      | \$ -   | \$ 5,415,451                            |

**B-12B. ANALYSIS OF TELECOMMUNICATIONS PLANT-IN-SERVICE RETIRED**

1. Respondents shall report in column (b) amounts charged or credited to the accounts identified in column (a) that are related to plant sold with traffic and in column (c) amounts charged or credited to the accounts identified in column (a) that are related to other plant retired.
2. Charges to Account 3100, Accumulated Depreciation, reported in column (c) shall be reported gross salvage and cost of removal entries (see Schedule 14A).
3. In the space provided at the bottom of the schedule, respondents shall provide a full explanation of other accounts charged or credited.

| Line No. | Account Charged (or Credited)<br>(a)  | AMOUNTS RELATING TO               |                               |
|----------|---|-----------------------------------|-------------------------------|
|          |   | Plant Sold<br>With Traffic<br>(b) | Other<br>Plant Retired<br>(c) |
| 1        | 3100 Accumulated Depreciation Ref 14A   |                                   | \$ 23,443                     |
| 2        | 3200 Accumulated Depreciation - Held for Future Telecom. Use                              |                                   |                               |
| 3        | 3300 Accumulated Depreciation - Non-Operating   |                                   |                               |
| 4        | 3410 Accumulated Amortization - Capitalized Leases  |                                   | \$ -                          |
| 5        | 3420 Accumulated Amortization - Leasehold Improvements                                    |                                   |                               |
| 6        | 3500 Accumulated Amortization - Intangible  |                                   |                               |
| 7        | 3600 Accumulated Amortization - Other   |                                   |                               |
| 8        | 2006 Non-Operating Plant  |                                   |                               |
| 9        | 7150 Gains and Losses from the Disposition of Land and Artwork                            |                                   |                               |
| 10       | 7160 Other Operating Gains and Losses   |                                   | \$ (6,800)                    |
| 11       | Cash or Other Asset Account<br>(Net Selling Price of Depreciable Plant Sold With Traffic) |                                   |                               |
| 12       | Cash or Other Asset Account<br>(Net Selling Price of Nondepreciable Plant Sold)           |                                   |                               |
| 13       | Other Accounts Specified  |                                   |                               |
| 14       |   |                                   |                               |
| 15       | Totals  | \$ -                              | \$ 16,643                     |

**FULL EXPLANATION OF AMOUNTS REPORTED ABOVE ON LINE 13:**



**B-12C. ANALYSIS OF ENTRIES IN PROPERTY HELD FOR FUTURE TELECOMMUNICATIONS USE (Account 2002)**

1. Respondents shall report in column (a) each item amounting individually to \$5,000 or more and report all others in the aggregate. Amounts reported on this schedule shall be rounded to the nearest thousand dollars.
2. In column (b) respondents shall enter the date the property was recorded in Account 2002, Property Held for the Future Telecommunications Use.
3. In column (c) respondents shall enter the dollars related to the property identified in column (a) at the beginning of the calendar year covered by the report.

| Line No. | Location and Description of Property<br>(a) | Date Included in<br>Account 2002<br>(b) | Book cost of Property<br>Beginning of Year<br>(c) |
|----------|---|---|---|
| 1        | none  |   | \$ -  |
| 2        |   |   |   |
| 3        |   |   |   |
| 4        |   |   |   |
| 5        |   |   |   |
| 6        |   |   |   |
| 7        |   |   |   |
| 8        |   |   |   |
| 9        |   |   |   |
| 10       |   |   |   |
| 11       |   |   |   |
| 12       |   |   |   |
| 13       |   |   |   |
| 14       |   |   |   |
| 15       |   |   |   |
| 16       |   |   |   |
| 17       |   |   |   |
| 18       |   |   |   |
| 19       |   |   |   |
| 20       |   |   |   |
| 21       |   |   |   |
| 22       |   |   |   |
| 23       |   |   |   |
| 24       |   |   |   |
| 25       |   |   |   |
| 26       |   |   |   |
| 27       |   |   |   |
| 28       |   |   |   |
| 29       |   |   |   |
| 30       |   |   |   |
| 31       |   |   |   |
| 32       |   |   |   |
| 33       |   |   |   |
| 34       |   |   |   |
| 35       |   |   |   |
| 36       |   |   |   |
| 37       |   |   |   |
| 38       |   |   |   |
| 39       |   |   |   |
| 40       |   |   |   |
| 41       |   |   |   |
| 42       |   |   |   |

**B-12C. ANALYSIS OF ENTRIES IN PROPERTY HELD FOR FUTURE TELECOMMUNICATIONS USE (Account 2002) (continued)**

4. In column (d) and (e) respondents shall enter additions and retirements, respectively.
5. In column (f) respondents shall enter transfers and adjustments and corrections during the calendar year and fully explain each amount recorded in column (f) which exceeds \$1,000.
6. In column (g) respondents shall enter the dollars related to the property identified in column (a) remaining Account 2002 at the close of the calendar year.

| Line No. | Additions During the Year (d) | Retirements During the Year (e) | Transfers and Adjustments Charges and (Credits) (f) | Book cost of Property at End of Year (g) |
|----------|-------------------------------|---------------------------------|---|--|
| 1        | \$ -                          | \$ -                            | \$ -  | \$ -                                     |
| 2        |                               |                                 |   | \$ -                                     |
| 3        |                               |                                 |   | \$ -                                     |
| 4        |                               |                                 |   | \$ -                                     |
| 5        |                               |                                 |   | \$ -                                     |
| 6        |                               |                                 |   | \$ -                                     |
| 7        |                               |                                 |   | \$ -                                     |
| 8        |                               |                                 |   | \$ -                                     |
| 9        |                               |                                 |   | \$ -                                     |
| 10       |                               |                                 |   | \$ -                                     |
| 11       |                               |                                 |   | \$ -                                     |
| 12       |                               |                                 |   | \$ -                                     |
| 13       |                               |                                 |   | \$ -                                     |
| 14       |                               |                                 |   | \$ -                                     |
| 15       |                               |                                 |   | \$ -                                     |
| 16       |                               |                                 |   | \$ -                                     |
| 17       |                               |                                 |   | \$ -                                     |
| 18       |                               |                                 |   | \$ -                                     |
| 19       |                               |                                 |   | \$ -                                     |
| 20       |                               |                                 |   | \$ -                                     |
| 21       |                               |                                 |   | \$ -                                     |
| 22       |                               |                                 |   | \$ -                                     |
| 23       |                               |                                 |   | \$ -                                     |
| 24       |                               |                                 |   | \$ -                                     |
| 25       |                               |                                 |   | \$ -                                     |
| 26       |                               |                                 |   | \$ -                                     |
| 27       |                               |                                 |   | \$ -                                     |
| 28       |                               |                                 |   | \$ -                                     |
| 29       |                               |                                 |   | \$ -                                     |
| 30       |                               |                                 |   | \$ -                                     |
| 31       |                               |                                 |   | \$ -                                     |
| 32       |                               |                                 |   | \$ -                                     |
| 33       |                               |                                 |   | \$ -                                     |
| 34       |                               |                                 |   | \$ -                                     |
| 35       |                               |                                 |   | \$ -                                     |
| 36       |                               |                                 |   | \$ -                                     |
| 37       |                               |                                 |   | \$ -                                     |
| 38       |                               |                                 |   | \$ -                                     |
| 39       |                               |                                 |   | \$ -                                     |
| 40       |                               |                                 |   | \$ -                                     |
| 41       |                               |                                 |   | \$ -                                     |
| 42       |                               |                                 |   | \$ -                                     |

**B-12D. CAPITAL LEASES**

1. In column (a) on page 18, the respondent shall list in account number order each category of plant (Class A account level) for which capital leases are recorded.
2. In succeeding columns, respondents shall disclose in column (b) the present value of the lease commitment at the inception of the lease, in column (c) the accumulated amortization at the close of the period covered by the report, and column (d) the net book value balance at the close of the period (column b minus column c).

| Line No. | Type of Property (a) | Capitalized Amount (b) | Accumulated Amortization in Account 3410 (c) | Balance (d) |
|----------|----------------------|------------------------|--|-------------|
| 1        | none                 |                        |  | \$ -        |
| 2        |                      |                        |  | \$ -        |
| 3        |                      |                        |  | \$ -        |
| 4        |                      |                        |  | \$ -        |
| 5        |                      |                        |  | \$ -        |
| 6        |                      |                        |  | \$ -        |
| 7        |                      |                        |  | \$ -        |
| 8        |                      |                        |  | \$ -        |
| 9        |                      |                        |  | \$ -        |
| 10       |                      |                        |  | \$ -        |
| 11       |                      |                        |  | \$ -        |
| 12       |                      |                        |  | \$ -        |
| 13       |                      |                        |  | \$ -        |
| 14       |                      |                        |  | \$ -        |
| 15       |                      |                        |  | \$ -        |
| 16       |                      |                        |  | \$ -        |
| 17       |                      |                        |  | \$ -        |
| 18       |                      |                        |  | \$ -        |
| 19       |                      |                        |  | \$ -        |
| 20       |                      |                        |  | \$ -        |
| 21       |                      |                        |  | \$ -        |
| 22       |                      |                        |  | \$ -        |
| 23       |                      |                        |  | \$ -        |
| 24       |                      |                        |  | \$ -        |
| 25       |                      |                        |  | \$ -        |
| 26       |                      |                        |  | \$ -        |
| 27       |                      |                        |  | \$ -        |
| 28       |                      |                        |  | \$ -        |
| 29       |                      |                        |  | \$ -        |
| 30       |                      | <b>Total</b>           | \$ -   | \$ -        |

**B-12D. CAPITAL LEASES (continued)**

3. In column (e) on page 19, the respondents shall list in account number each category of plant for which capital leases are recorded. Line numbers on page 2 shall correspond with line numbers on page 18.
4. In column (f) and (g) respondents shall disclose the amount of the lease obligation to be paid during the coming year to the lessor and the remaining long-term lease obligation at the close of the year covered by the report.
5. In column (h), (i) and (j), respondents shall report the annual lease cost components called for in the column headings and paid during the year covered by the report.

| Line No. | Type of Property (e) | Lease Obligation         |                            | Annual Lease Cost Components  |                           |           |
|----------|----------------------|--------------------------|----------------------------|-------------------------------|---------------------------|-----------|
|          |                      | Current Account 4060 (f) | Long-Term Account 4250 (g) | Amortization Account 6563 (h) | Interest Account 7520 (i) | Other (j) |
| 1        |                      |                          |                            |                               |                           |           |
| 2        |                      |                          |                            |                               |                           |           |
| 3        |                      |                          |                            |                               |                           |           |
| 4        |                      |                          |                            |                               |                           |           |
| 5        |                      |                          |                            |                               |                           |           |
| 6        |                      |                          |                            |                               |                           |           |
| 7        |                      |                          |                            |                               |                           |           |
| 8        |                      |                          |                            |                               |                           |           |
| 9        |                      |                          |                            |                               |                           |           |
| 10       |                      |                          |                            |                               |                           |           |
| 11       |                      |                          |                            |                               |                           |           |
| 12       |                      |                          |                            |                               |                           |           |
| 13       |                      |                          |                            |                               |                           |           |
| 14       |                      |                          |                            |                               |                           |           |
| 15       |                      |                          |                            |                               |                           |           |
| 16       |                      |                          |                            |                               |                           |           |
| 17       |                      |                          |                            |                               |                           |           |
| 18       |                      |                          |                            |                               |                           |           |
| 19       |                      |                          |                            |                               |                           |           |
| 20       |                      |                          |                            |                               |                           |           |
| 21       |                      |                          |                            |                               |                           |           |
| 22       |                      |                          |                            |                               |                           |           |
| 23       |                      |                          |                            |                               |                           |           |
| 24       |                      |                          |                            |                               |                           |           |
| 25       |                      |                          |                            |                               |                           |           |
| 26       |                      |                          |                            |                               |                           |           |
| 27       |                      |                          |                            |                               |                           |           |
| 28       |                      |                          |                            |                               |                           |           |
| 29       |                      |                          |                            |                               |                           |           |
| 30       | <b>Total</b>         | \$ -                     | \$ -                       | \$ -                          | \$ -                      | \$ -      |

**B-13A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACQUIRED (Account 1439)**

1. Report separately each acquisition with respect to which an amount was included in account 1439 at any time during the year, except that minor acquisitions, each with a purchase price of less than \$10,000 accounted for (a) on the basis of cost of acquisition, or (b) on the basis of original cost where there were no entries in account 2005, "Telecommunications Plant Adjustment" may be reported in the aggregate on a separate line for each group.
2. List first the data relating to those acquisitions included in account 1439 at the beginning of the year (except minor acquisitions) and the list data for the acquisition during the year.

| Line No. | Name of Vendor<br>(a) | Balance at Beginning of the Year<br>(b) | DEBITS DURING THE YEAR |                            |                              |              |
|----------|-----------------------|---|------------------------|----------------------------|------------------------------|--------------|
|          |                       |   | Purchase Price<br>(c)  | Reserve Requirement<br>(d) | Acquisitions Expenses<br>(e) | Other<br>(g) |
| 1        | none                  |   |                        |                            |                              |              |
| 2        |                       |   |                        |                            |                              |              |
| 3        |                       |   |                        |                            |                              |              |
| 4        |                       |   |                        |                            |                              |              |
| 5        |                       |   |                        |                            |                              |              |
| 6        |                       |   |                        |                            |                              |              |
| 7        |                       |   |                        |                            |                              |              |
| 8        |                       |   |                        |                            |                              |              |
| 9        |                       |   |                        |                            |                              |              |
| 10       |                       |   |                        |                            |                              |              |
| 11       |                       |   |                        |                            |                              |              |
| 12       |                       |   |                        |                            |                              |              |
| 13       |                       |   |                        |                            |                              |              |
| 14       |                       |   |                        |                            |                              |              |
| 15       |                       |   |                        |                            |                              |              |
| 16       |                       |   |                        |                            |                              |              |
| 17       |                       |   |                        |                            |                              |              |
| 18       |                       |   |                        |                            |                              |              |
| 19       |                       |   |                        |                            |                              |              |
| 20       |                       |   |                        |                            |                              |              |
| 21       | <b>Total</b>          | \$ -                                    | \$ -                   | \$ -                       | \$ -                         | \$ -         |

**B-13A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACQUIRED (Account 1439) (continued)**

3. Provide explanatory footnotes for each amount included in column (j).

4. Clearances of residual credit amounts from account 1439 to account 2005 shall be reported in column (h) enclosed in parentheses.

| Line<br>No. | Name of Vendor<br>(a) | CREDITS DURING THE YEAR |                        |                     |               | Balance at End<br>Of the Year<br>(k) |
|-------------|-----------------------|-------------------------|------------------------|---------------------|---------------|--------------------------------------|
|             |                       | Amounts Cleared to      |                        | Other Clearances    |               |                                      |
|             |                       | Account<br>2001<br>(g)  | Account<br>2005<br>(h) | Acct.<br>No.<br>(i) | Amount<br>(j) |                                      |
| 1           |                       |                         |                        |                     |               | \$ -                                 |
| 2           |                       |                         |                        |                     |               | \$ -                                 |
| 3           |                       |                         |                        |                     |               | \$ -                                 |
| 4           |                       |                         |                        |                     |               | \$ -                                 |
| 5           |                       |                         |                        |                     |               | \$ -                                 |
| 6           |                       |                         |                        |                     |               | \$ -                                 |
| 7           |                       |                         |                        |                     |               | \$ -                                 |
| 8           |                       |                         |                        |                     |               | \$ -                                 |
| 9           |                       |                         |                        |                     |               | \$ -                                 |
| 10          |                       |                         |                        |                     |               | \$ -                                 |
| 11          |                       |                         |                        |                     |               | \$ -                                 |
| 12          |                       |                         |                        |                     |               | \$ -                                 |
| 13          |                       |                         |                        |                     |               | \$ -                                 |
| 14          |                       |                         |                        |                     |               | \$ -                                 |
| 15          |                       |                         |                        |                     |               | \$ -                                 |
| 16          |                       |                         |                        |                     |               | \$ -                                 |
| 17          |                       |                         |                        |                     |               | \$ -                                 |
| 18          |                       |                         |                        |                     |               | \$ -                                 |
| 19          |                       |                         |                        |                     |               | \$ -                                 |
| 20          |                       |                         |                        |                     |               | \$ -                                 |
| 21          | Total                 | \$ -                    | \$ -                   | \$ -                | \$ -          | \$ -                                 |

**B-13B. ANALYSIS OF TELECOMMUNICATIONS PLANT PURCHASED FROM OR SOLD TO AFFILIATES**

1. Report separately by affiliate and account number, sales and/or purchases with respect to which an amount was included in Account 2001 at any time during the year. The net book value included in column (f) shall equal gross investment less applicable accumulated depreciation and other appropriate items (column (e)).
2. A "P" in column (a) represents a purchase. An "S" in column (a) represents a sale.

| Line No. | Type of Trans.<br>(a) | Name of Affiliate<br>(b) | Original Cost<br>(c) | Accumulated Depreciation<br>(d) | Other<br>(e) | Net Book Value<br>(f) | Fair Market Value<br>(g) | Purchase Price<br>(g) | Sale Price<br>(h) |
|----------|-----------------------|--------------------------|----------------------|---------------------------------|--------------|-----------------------|--------------------------|-----------------------|-------------------|
| 1        |                       | none                     | \$ -                 | \$ -                            | \$ -         | \$ -                  | \$ -                     | \$ -                  | \$ -              |
| 2        |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 3        |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 4        |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 5        |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 6        |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 7        |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 8        |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 9        |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 10       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 11       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 12       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 13       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 14       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 15       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 16       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 17       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 18       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 19       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 20       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 21       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 22       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 23       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 24       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 25       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 26       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 27       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 28       |                       |                          |                      |                                 |              |                       |                          |                       |                   |
| 29       |                       |                          |                      |                                 |              |                       |                          |                       |                   |

**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200)**

1. Respondents shall enter in column (b) the accumulated depreciation balance at the beginning of the calendar year for each line item in column (a).
2. Respondents shall enter in column (c) the credits to accumulated depreciation as a result of charges to Account 6561, Depreciation Expense, and in column (d) other credits to accumulated depreciation. Other credits shall be noted and explained in a separate sheet accompanying the schedule. In column (e) respondents will enter the total of credits reported in columns (c) and (d).

| Line No. | Plant Account (a)                          | Balance At Beginning Of The Year (b) | Credits During the Year      |                               | Total (e)  |
|----------|--|--------------------------------------|------------------------------|-------------------------------|------------|
|          |  |                                      | Charged to Accounts 6561 (c) | Other Credits (specified) (d) |            |
|          | <b>Support Assets</b>                      |                                      |                              |                               |            |
| 1        | 2112 Motor Vehicles                        | \$ 208,545                           | \$ 13,084                    |                               | \$ 13,084  |
| 2        | 2113 Aircraft                              |                                      |                              |                               | \$ -       |
| 3        | 2114 Special Purpose Vehicles              | \$ 8,225                             |                              |                               | \$ -       |
| 4        | 2115 Garage Work Equipment                 |                                      |                              |                               | \$ -       |
| 5        | 2116 Other Work Equipment                  | \$ 122,603                           | \$ 3,501                     |                               | \$ 3,501   |
| 6        | 2121 Buildings                             | \$ 185,712                           | \$ 11,561                    |                               | \$ 11,561  |
| 7        | 2122 Furniture                             | \$ 37,134                            | \$ 1,172                     |                               | \$ 1,172   |
| 8        | 2123 Office Equipment                      |                                      |                              |                               | \$ -       |
| 9        | 2124 General Purpose Computers             | \$ 55,277                            | \$ 4,685                     |                               | \$ 4,685   |
| 10       | Total Support Assets                       | \$ 617,496                           | \$ 34,003                    | \$ -                          | \$ 34,003  |
|          | <b>Central Office Switching</b>            |                                      |                              |                               |            |
| 11       | 2211 Analog Electronic Switching           |                                      |                              |                               | \$ -       |
| 12       | 2212 Digital Electronic Switching          | \$ 1,491,586                         |                              |                               | \$ -       |
| 13       | 2215 Electro-Mechanical Switching          |                                      |                              |                               | \$ -       |
| 14       | 2220 Operator System                       |                                      |                              |                               | \$ -       |
| 15       | Total Central Office Switching             | \$ 1,491,586                         | \$ -                         | \$ -                          | \$ -       |
|          | <b>Central Office Transmission</b>         |                                      |                              |                               |            |
| 16       | 2230 Central Office Transmission           | \$ 508,364                           | \$ 20,499                    |                               | \$ 20,499  |
| 17       | Total Central Office Transmission          | \$ 508,364                           | \$ 20,499                    | \$ -                          | \$ 20,499  |
|          | <b>Information Origination/Termination</b> |                                      |                              |                               |            |
| 18       | 2311 Station Apparatus                     |                                      |                              |                               | \$ -       |
| 19       | 2321 Customer Premises Wiring              | \$ 22,829                            |                              |                               | \$ -       |
| 20       | 2341 Large Private Branch Exchanges        |                                      |                              |                               | \$ -       |
| 21       | 2351 Public Telephone Terminal Equipment   | \$ 5,880                             |                              |                               | \$ -       |
| 22       | 2362 Other Terminal Equipment              |                                      |                              |                               | \$ -       |
| 23       | Total Information Origination/Termination  | \$ 28,709                            | \$ -                         | \$ -                          | \$ -       |
|          | <b>Cable and Wire Facilities</b>           |                                      |                              |                               |            |
| 24       | 2411 Poles                                 | \$ 606,538                           | \$ 36,272                    |                               | \$ 36,272  |
| 25       | 2421 Aerial Cable                          | \$ 1,061,736                         | \$ 57,044                    |                               | \$ 57,044  |
| 26       | 2422 Underground Cable                     | \$ 29,268                            | \$ 1,668                     |                               | \$ 1,668   |
| 27       | 2423 Buried Cable                          | \$ 8,160                             |                              |                               | \$ -       |
| 28       | 2424 Submarine Cable                       |                                      |                              |                               | \$ -       |
| 29       | 2426 Intrabuilding Network Cable           |                                      |                              |                               | \$ -       |
| 30       | 2431 Aerial Wire                           | \$ 86,690                            | \$ 4,617                     |                               | \$ 4,617   |
| 31       | 2441 Conduit System                        |                                      |                              |                               | \$ -       |
| 32       | Total Cable and Wire Facilities            | \$ 1,792,392                         | \$ 99,601                    | \$ -                          | \$ 99,601  |
| 33       | Other Account (specify):                   |                                      |                              |                               | \$ -       |
| 34       | <b>Total</b>                               | \$ 4,438,547                         | \$ 154,103                   | \$ -                          | \$ 154,103 |



**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)**

3. Respondents shall report in column (f) and (h) charges (debits) to accumulated depreciation for plant sold with traffic and other plant retired, respectively. In column (h) respondents shall report other charges (debits) to accumulated depreciation. Other charges (debits) shall be noted and explained in a separate sheet accompanying the schedule. In column (i) respondents will enter the total of charges (debits) reported in columns (f), (g), and (h). In column (j) respondents shall report the balance at the close of the calendar year for each item in column (a).

| Line No. | For Plant Sold with Traffic (see col. (p)) (f) | Charges During the Year                    |                             | Total (i) | Balance at End Of The Year (j) |
|----------|--|--|-----------------------------|-----------|--------------------------------|
|          |  | For Other Plant Retired (see col. (V)) (g) | Other Charges (specify) (h) |           |                                |
| 1        | \$ -   | \$ 22,850                                  |                             | \$ 22,850 | \$ 198,779                     |
| 2        | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 3        | \$ -   | \$ -                                       |                             | \$ -      | \$ 8,225                       |
| 4        | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 5        | \$ -   | \$ -                                       |                             | \$ -      | \$ 126,104                     |
| 6        | \$ -   | \$ -                                       |                             | \$ -      | \$ 197,273                     |
| 7        | \$ -   | \$ -                                       |                             | \$ -      | \$ 38,306                      |
| 8        | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 9        | \$ -   | \$ -                                       |                             | \$ -      | \$ 59,962                      |
| 10       | \$ -   | \$ 22,850                                  | \$ -                        | \$ 22,850 | \$ 628,649                     |
| 11       | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 12       | \$ -   | \$ -                                       |                             | \$ -      | \$ 1,491,586                   |
| 13       | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 14       | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 15       | \$ -   | \$ -                                       | \$ -                        | \$ -      | \$ 1,491,586                   |
| 16       | \$ -   | \$ -                                       |                             | \$ -      | \$ 528,863                     |
| 17       | \$ -   | \$ -                                       | \$ -                        | \$ -      | \$ 528,863                     |
| 18       | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 19       | \$ -   | \$ -                                       |                             | \$ -      | \$ 22,829                      |
| 20       | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 21       | \$ -   | \$ -                                       |                             | \$ -      | \$ 5,880                       |
| 22       | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 23       | \$ -   | \$ -                                       | \$ -                        | \$ -      | \$ 28,709                      |
| 24       | \$ -   | \$ 883                                     |                             | \$ 883    | \$ 641,927                     |
| 25       | \$ -   | \$ -                                       |                             | \$ -      | \$ 1,118,780                   |
| 26       | \$ -   | \$ -                                       |                             | \$ -      | \$ 30,936                      |
| 27       | \$ -   | \$ -                                       |                             | \$ -      | \$ 8,160                       |
| 28       | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 29       | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 30       | \$ -   | \$ -                                       |                             | \$ -      | \$ 91,307                      |
| 31       | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 32       | \$ -   | \$ 883                                     | \$ -                        | \$ 883    | \$ 1,891,110                   |
| 33       | \$ -   | \$ -                                       |                             | \$ -      | \$ -                           |
| 34       | \$ -   | \$ 23,733                                  | \$ -                        | \$ 23,733 | \$ 4,568,917                   |

**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)**

4. Respondents shall enter in column (m) through (p) the data requested in the column headings for plant sold with traffic which was reported in column (f).
5. Respondents shall enter in column (q) through (v), the data requested for other plant retired, which was requested in column (g).
6. Each column shall be subtotaled in the spaces provided.

| Line No. | Plant Account (l)                          | DATA RELATING TO PLANT SOLD WITH TRAFFIC (see column (f)) |                   |                                    |                       |
|----------|--|---|-------------------|------------------------------------|-----------------------|
|          |  | Book Cost (m)   | Selling Price (n) | Commissions and Other Expenses (o) | Charge to Reserve (p) |
|          | <b>Support Assets</b>                      |   |                   |                                    |                       |
| 1        | 2112 Motor Vehicles                        |   |                   |                                    | \$ -                  |
| 2        | 2113 Aircraft                              |   |                   |                                    | \$ -                  |
| 3        | 2114 Special Purpose Vehicles              |   |                   |                                    | \$ -                  |
| 4        | 2115 Garage Work Equipment                 |   |                   |                                    | \$ -                  |
| 5        | 2116 Other Work Equipment                  |   |                   |                                    | \$ -                  |
| 6        | 2121 Buildings                             |   |                   |                                    | \$ -                  |
| 7        | 2122 Furniture                             |   |                   |                                    | \$ -                  |
| 8        | 2123 Office Equipment                      |   |                   |                                    | \$ -                  |
| 9        | 2124 General Purpose Computers             |   |                   |                                    | \$ -                  |
| 10       | Total Support Assets                       | \$ -  | \$ -              | \$ -                               | \$ -                  |
|          | <b>Central Office Switching</b>            |   |                   |                                    |                       |
| 11       | 2211 Analog Electronic Switching           |   |                   |                                    | \$ -                  |
| 12       | 2212 Digital Electronic Switching          |   |                   |                                    | \$ -                  |
| 13       | 2215 Electro-Mechanical Switching          |   |                   |                                    | \$ -                  |
| 14       | 2220 Operator System                       |   |                   |                                    | \$ -                  |
| 15       | Total Central Office Switching             | \$ -  | \$ -              | \$ -                               | \$ -                  |
|          | <b>Central Office Transmission</b>         |   |                   |                                    |                       |
| 16       | 2230 Central Office Transmission           |   |                   |                                    | \$ -                  |
| 17       | Total Central Office Transmission          | \$ -  | \$ -              | \$ -                               | \$ -                  |
|          | <b>Information Origination/Termination</b> |   |                   |                                    |                       |
| 18       | 2311 Station Apparatus                     |   |                   |                                    | \$ -                  |
| 19       | 2321 Customer Premises Wiring              |   |                   |                                    | \$ -                  |
| 20       | 2341 Large Private Branch Exchanges        |   |                   |                                    | \$ -                  |
| 21       | 2351 Public Telephone Terminal Equipment   |   |                   |                                    | \$ -                  |
| 22       | 2362 Other Terminal Equipment              |   |                   |                                    | \$ -                  |
| 23       | Total Information Origination/Termination  | \$ -  | \$ -              | \$ -                               | \$ -                  |
|          | <b>Cable and Wire Facilities</b>           |   |                   |                                    |                       |
| 24       | 2411 Poles                                 |   |                   |                                    | \$ -                  |
| 25       | 2421 Aerial Cable                          |   |                   |                                    | \$ -                  |
| 26       | 2422 Underground Cable                     |   |                   |                                    | \$ -                  |
| 27       | 2423 Buried Cable                          |   |                   |                                    | \$ -                  |
| 28       | 2424 Submarine Cable                       |   |                   |                                    | \$ -                  |
| 29       | 2426 Intrabuilding Network Cable           |   |                   |                                    | \$ -                  |
| 30       | 2431 Aerial Wire                           |   |                   |                                    | \$ -                  |
| 31       | 2441 Conduit System                        |   |                   |                                    | \$ -                  |
| 32       | Total Cable and Wire Facilities            | \$ -  | \$ -              | \$ -                               | \$ -                  |
| 33       | Other Account (specify):                   |   |                   |                                    | \$ -                  |
| 34       | <b>Total</b>                               | \$ -  | \$ -              | \$ -                               | \$ -                  |

**B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)**

| Line No. | DATA RELATING TO OTHER PLANT RETIRED (see Col. (g)) |               |                     |                           |                               |                           |
|----------|---|---------------|---------------------|---------------------------|-------------------------------|---------------------------|
|          | Charge (or Credit) to Surplus (q)                   | Book Cost (r) | Cost of Removal (s) | Salvage and Insurance (t) | Miscellaneous Adjustments (u) | Net Charge to Reserve (v) |
|          |   | \$ 22,850     |                     |                           |                               | \$ 22,850                 |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          | \$ -  | \$ 22,850     | \$ -                | \$ -                      | \$ -                          | \$ 22,850                 |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          | \$ -  | \$ -          | \$ -                | \$ -                      | \$ -                          | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          | \$ -  | \$ -          | \$ -                | \$ -                      | \$ -                          | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          | \$ -  | \$ -          | \$ -                | \$ -                      | \$ -                          | \$ -                      |
|          |   | \$ 593        | \$ 290              | \$ -                      |                               | \$ 883                    |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   |               |                     |                           |                               | \$ -                      |
|          |   | \$ -          |                     |                           |                               | \$ -                      |
|          | \$ -  | \$ 593        | \$ 290              | \$ -                      | \$ -                          | \$ 883                    |
|          |   |               |                     |                           |                               | \$ -                      |
|          | \$ -  | \$ 23,443     | \$ 290              | \$ -                      | \$ -                          | \$ 23,733                 |

**B-14B. BASES OF CHARGES FOR DEPRECIATION**

1. Report under each of the plant accounts in column (a) all subclasses of plant for which a depreciation rate is determined and a subtotal for each primary account.
2. The net salvage factors in column (d) shall be shown as a percentage of original cost.
3. A "W" in column (b) indicates a whole life rate in column (f), an average service life in column (c) and average net salvage in column (d); and "R" indicates a remaining life rate in column (f), an average remaining life in column (c), a future net salvage in column (d).
4. For each plant account, report in column (f) the prescribed depreciation rate or those used by the utility in accordance with USOA.
5. The depreciation rate in column (f) for primary plant accounts for which subclasses or vintages are used, the life in column (c), net salvage percentage in column (d) and the accumulated depreciation percentage in column (e) are to be composite so that the resulting calculated composite rate produces the same charge to operating expenses as the sum of the individual rates applied to the individual classes of plant.

| Line No. | Primary Acct. No.  | Name or Description of Subclass<br>(a) | Whole or Remaining Life<br>(b) | Life (Years)<br>(c) | *Net Salvage (%)<br>(d) | Depreciation        |                   | Ratio of Depreciation Charges to Avg. Monthly Book Cost (%)<br>(g) |
|----------|--|--|--------------------------------|---------------------|-------------------------|---------------------|-------------------|--|
|          |  |  |                                |                     |                         | *Reserve (%)<br>(e) | **Rate (%)<br>(f) |  |
| 1        | 2112   | MOTOR VEHICLES                         | W                              | Var.                | 0.0%                    | 74.4%               | 11.0%             | 11.00%   |
| 2        | 2115   | GARAGE WORK EQUIPMENT                  |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 3        | 2116   | OTHER WORK EQUIPMENT                   | W                              | Var.                | 0.0%                    | 87.0%               | Var.              | Var.   |
| 4        | 2121   | BUILDINGS                              | W                              | 35                  | 0.0%                    | 47.8%               | 2.8%              | 2.80%  |
| 5        | 2122   | FURNITURE                              | W                              | Var.                | 0.0%                    | 84.4%               | 4.4%              | 4.40%  |
| 6        | 2123   | OFFICE EQUIPMENT                       |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 7        | 2124   | GENERAL PURPOSE COMPUTERS              | W                              | 6                   | 0.0%                    | 100.0%              | 16.3%             | 16.30%   |
| 8        | 2212   | CENTRAL OFFICE EQUIPMENT - SWITCH      | W                              | 10                  | 0.0%                    | 100.0%              | 10.0%             | 10.00%   |
| 9        | 2232   | CIRCUIT EQUIPMENT                      | W                              | 10                  | 0.0%                    | 100.0%              | 10.0%             | 10.00%   |
| 10       | 2411   | POLES                                  | W                              | 26                  | 0.0%                    | 86.6%               | 4.9%              | 4.90%  |
| 11       | 2421   | AERIAL CABLE                           | W                              | 29                  | 0.0%                    | 75.7%               | 3.9%              | 3.90%  |
| 12       | 2422   | UNDERGROUND CABLE                      | W                              | 26                  | 0.0%                    | 71.4%               | 3.9%              | 3.90%  |
| 13       | 2423   | BURIED CABLE                           | W                              | 29                  | 0.0%                    | 100.0%              | 3.9%              | 3.90%  |
| 14       | 2431   | AERIAL WIRE                            | W                              | Var.                | 0.0%                    | 94.6%               | Var.              | Var.   |
| 15       | 2441   | CONDUIT SYSTEM                         |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 16       | 2351   | PUBLIC TELEPHONE EQUIPMENT             | W                              | 16                  | 0.0%                    | 100.0%              | 6.1%              | 6.10%  |
| 17       | 2114   | SPECIAL PURPOSE VEHICLES               | W                              | Var.                | 0.0%                    | 100.0%              | 100.0%            |  |
| 18       |  |  |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 19       |  |  |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 20       |  |  |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 21       |  |  |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 22       |  |  |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 23       |  |  |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 24       |  |  |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 25       |  |  |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 26       |  |  |                                |                     | 0.0%                    |                     | 0.0%              |  |
| 27       |  |  |                                |                     |                         |                     |                   |  |
| 28       |  |  |                                |                     |                         |                     |                   |  |
| 29       | *Composite rate for all depreciable accounts                     |  |                                |                     |                         |                     |                   | XXXXXXX  |
| 30       | **Composite rate for all plant accounts included in Account 2001 |  |                                |                     |                         |                     |                   | XXXXXXX  |
| 31       |  |  |                                |                     |                         |                     |                   |  |
| 32       | Ratio to all Depreciable accounts                                |  |                                |                     |                         |                     | 2.9%              |  |
| 33       | Ratio to all plant accounts included in Account 2001             |  |                                |                     |                         |                     | 2.8%              |  |

**B-15. ANALYSIS OF ENTRIES IN ACCUMULATED AMORTIZATION (Accounts 3410, 3420, 3500, 3600)**

- For each account identified in the column headings for column (b) through (e), respondents shall enter credits to accumulated amortization for charges to the account identified in column (a). If charges are made to an account not specified in column (a), respondents shall insert the account number and title in the space provided in column (a) and the amounts in the appropriate column.
- At the bottom of the schedule respondents shall describe how the annual amortization charges were determined for amounts reported in columns (d) and (e).

| Line No. | Particulars (a)                       | Amounts Applicable to Account 3410 (b) | Amounts Applicable to Account 3420 (c) | Amounts Applicable to Account 3500 (d) | Amounts Applicable to Account 3600 (e) |
|----------|---------------------------------------|--|--|--|--|
| 1        | Balance at beginning of the year      |  |  |  |  |
|          | <b>ADDITIONS DURING THE YEAR</b>      | none                                   |  |  |  |
|          | Charged or (credited) to account:     |  |  |  |  |
| 2        | 7160 Other Operating Gains and Losses |  |  |  |  |
| 3        | 7300 Non-operating Income             |  |  |  |  |
| 4        | 6563.1 Amortization Expense           |  |  |  |  |
|          | - Capitalized leases                  |  |  |  |  |
| 5        | 6563.2 Amortization Expense           |  |  |  |  |
|          | - Leasehold Improvements              |  |  |  |  |
| 6        | 6564 Amortization Expense             |  |  |  |  |
|          | - Intangible                          |  |  |  |  |
| 7        | 6565 Amortization Expense - Other     |  |  |  |  |
|          | Other Accounts (specify):             |  |  |  |  |
| 8        | 7360-Nonoperating Income              |  |  |  |  |
| 9        |                                       |  |  |  |  |
| 10       |                                       |  |  |  |  |
| 11       | Total additions during the Year       | \$ -                                   | \$ -                                   | \$ -                                   | \$ -                                   |
|          | <b>CLEARANCES DURING THE YEAR</b>     |  |  |  |  |
|          | Clearance for account:                |  |  |  |  |
| 12       | 2005 Telecom. Plant Adjustment        |  |  |  |  |
| 13       | 2681 Capital Leases                   |  |  |  |  |
| 14       | 2682 Leasehold Improvements           |  |  |  |  |
| 15       |                                       |  |  |  |  |
|          | Other Accounts (specify):             |  |  |  |  |
| 16       |                                       |  |  |  |  |
| 17       |                                       |  |  |  |  |
| 18       |                                       |  |  |  |  |
| 19       | Total clearances during the year      | \$ -                                   | \$ -                                   | \$ -                                   | \$ -                                   |
| 20       | Balance at end of year                | \$ -                                   | \$ -                                   | \$ -                                   | \$ -                                   |

**BASIS OF ANNUAL AMORTIZATION CHARGES**

**B-16. STATEMENT OF CASH FLOWS**

1. Report below by source the amounts applicable to increase and decrease in cash and cash equivalents for the year.
2. For all compound amounts reported, a separate schedule is to be prepared with detail breakdown indicating applicable balance sheet accounts and amounts

| Line No. | Description of Item (a)   | Amount (b)  | Amount (c) |
|----------|---|-------------|------------|
|          | Increase/(Decrease) in Cash and Cash Equivalents                                  |             |            |
|          | Cash flows from Operating Activities:   |             |            |
| 1        | Net Income  |             | \$ 80,063  |
|          | Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities: |             |            |
| 2        | Depreciation and Amortization   | \$ 154,803  |            |
| 3        | Provision for Losses for Accounts Receivable                                      | \$ -        |            |
| 4        | Deferred Income Taxes - Net   | \$ 27,300   |            |
| 5        | Unamortized ITC - Net   |             |            |
| 6        | Allowance for Funds Used During Construction                                      |             |            |
| 7        | Net Change in Operating Receivables   | \$ 2,886    |            |
| 8        | Net Change in Materials, Supplies and Inventories                                 | \$ (1,291)  |            |
| 9        | Net Change in Operating Payables and Accrued Liabilities                          | \$ (10,418) |            |
| 10       | Net Change in Other Assets and Deferred Charges                                   | \$ 413      |            |
| 11       | Net Change in Other Liabilities and Deferred Credits                              | \$ (41,814) |            |
| 12       | Other (explained)   |             |            |
| 13       | Total Adjustments   |             | \$ 131,879 |
| 14       | Net Cash provided by (used in) Operating Activities                               | XXXXXXXXXX  | \$ 211,942 |

**B-16. STATEMENT OF CASH FLOWS (Continued)**

| Line No. | Description of Item (a)   | Amount (b)   | Amount (c)   |
|----------|---|--------------|--------------|
|          | Total from preceding page   | XXXXXXXXXX   | \$ 211,942   |
|          | Cash Inflows (Outflows) from Investing Activities   | XXXXXXXXXX   |              |
| 15       | Construction/Acquisition for Property, Plant and Equipment (Net of Allowance of funds, Used During Construction and Capital Lease Related Acquisitions) | \$ (108,941) |              |
| 16       | Proceeds from Disposals of Property, Plant and Equipment  | \$ 729       |              |
| 17       | Investments in and Advances in Affiliates   |              |              |
| 18       | Proceeds from Repayment of Advances   |              |              |
| 19       | Other Investing Activities (explained) Investments in non-affiliated companies  | \$ 41,814    |              |
| 20       | Net Cash Provided by (Used In) Investing Activities   | XXXXXXXXXX   | \$ (67,127)  |
|          | Cash flows from Financing Activities  | XXXXXXXXXX   |              |
| 21       | Net Increase/Decrease in Short-Term Debt with Original Maturities of Three Months or Less   | XXXXXXXXXX   |              |
| 22       | Advances from Affiliates  |              |              |
| 23       | Repayment of Advances form Affiliates   |              |              |
| 24       | Proceeds from Long-Term Debt  |              |              |
| 25       | Repayment of Long-Term Debt   |              | \$ (45,147)  |
| 26       | Payment of Capital Lease Obligations  |              |              |
| 27       | Proceeds from Issuing Common Stock/Equity Investment for Parent   |              |              |
| 28       | Retirement of Capital Stock (Common)  |              |              |
| 29       | Dividends Paid  |              |              |
| 30       | Other Financing Activities (explained)  |              |              |
|          | Retirement of Common Stock - Retained Earnings  |              |              |
| 31       | Net Cash Provided by Financing Activities   | XXXXXXXXXX   | \$ (45,147)  |
| 32       | Effect of Exchange Rate Changes on Cash   | XXXXXXXXXX   |              |
| 33       | Net Increase/(Decrease) in Cash and Cash Equivalents  | XXXXXXXXXX   | \$ 99,668    |
| 34       | Cash and Cash Equivalents at Beginning of Period  | XXXXXXXXXX   | \$ 2,629,529 |
| 35       | Cash and Cash Equivalents at End of Period  | XXXXXXXXXX   | \$ 2,729,197 |

Notes:

**B-16. STATEMENT OF CASH FLOWS (Continued)****RECONCILIATION OF CASH FLOW ITEMS**

| Line No. |  | Amount    |
|----------|--|-----------|
| 2        | DEPRECIATION   |           |
|          | Depreciation   | 154,103   |
|          | Amortization of Debt Issuance Costs<br>(charged to account 7530) | 700       |
|          |  | 154,803   |
| 7        | OPERATING RECEIVABLES  |           |
|          | Telecommunications   | (125)     |
|          | Other  | 3,011     |
|          |  | 2,886     |
| 9        | OPERATING PAYABLES AND ACCRUED LIAB.                             |           |
|          | Accounts Payable   | 6,699     |
|          | Income Taxes   | (18,718)  |
|          | Other Accrued Liab.  | 0         |
|          | Other Current Liab.  | 1,601     |
|          |  | (10,418)  |
| 10       | OTHER ASSETS AND DEFERRED CHARGES                                |           |
|          | Prepaid Taxes  | (6)       |
|          | Prepaid Insurance  | 419       |
|          | Other  | 0         |
|          |  | 413       |
| 11       | OTHER LIABILITIES AND DEFERRED CREDITS                           |           |
|          | Long Term Liabilities  | (41,814)  |
|          | Deferred Credits   | 0         |
|          |  | (41,814)  |
| 15       | CONSTRUCTION OF PROP, PLT AND EQUIP                              |           |
|          | Other Plant Added  | (108,651) |
|          | Cost of Removal  | (290)     |
|          |  | (108,941) |



**B-17. RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES**

1. Respondents shall name the affiliated company in column (a) and for each account identified in columns (b) through (j), disclose the account balances attributable to affiliate at the close of the calendar year covered by the report.
2. Respondents shall report in the aggregate for each account identified in column (b) through (i) and column (k) receivables and investments in nonaffiliated companies. For the purpose of this schedule, nonaffiliated companies shall include any company in which the respondent has an ownership interest which does not meet the definition of an affiliated company set out in PART Puc 409 Uniform System of Accounts for Telecommunications Companies. This schedule shall not include telecommunications accounts receivable from customers.

| Line No. | Name (a)                                      | Account 1160 Investment (b) | Account 1180 Telecom. Receivable (c) | Account 1181 Accts. Receivable Allowance (d) | Account 1190.1 Account 1190.2 Receivable (e) | Account 1191 Accounts Allowance-Other (f) |  |
|----------|---|-----------------------------|--------------------------------------|--|--|---|--|
| 1        | Affiliated Companies:                         |                             |                                      |  |  |   |  |
| 2        |   |                             |                                      |  |  |   |  |
| 3        |   |                             |                                      |  |  |   |  |
| 4        |   |                             |                                      |  |  |   |  |
| 5        |   |                             |                                      |  |  |   |  |
| 6        |   |                             |                                      |  |  |   |  |
| 7        |   |                             |                                      |  |  |   |  |
| 8        |   |                             |                                      |  |  |   |  |
| 9        |   |                             |                                      |  |  |   |  |
| 10       |   |                             |                                      |  |  |   |  |
| 11       |   |                             |                                      |  |  |   |  |
| 12       |   |                             |                                      |  |  |   |  |
| 13       |   |                             |                                      |  |  |   |  |
| 14       |   |                             |                                      |  |  |   |  |
| 15       |   |                             |                                      |  |  |   |  |
| 16       |   |                             |                                      |  |  |   |  |
| 17       |   |                             |                                      |  |  |   |  |
| 18       |   |                             |                                      |  |  |   |  |
| 19       | Total Affiliate Balance                       | \$ -                        | \$ -                                 | \$ -   | \$ -   | \$ -                                      |  |
| 20       | Nonaffiliated Investments:<br>Def. Comp. Plan |                             |                                      |  |  |   |  |
| 21       |   |                             |                                      |  |  |   |  |
| 22       |   |                             |                                      |  |  |   |  |
| 23       |   |                             |                                      |  |  |   |  |
| 24       |   |                             |                                      |  |  |   |  |
| 25       |   |                             |                                      |  |  |   |  |
| 26       |   |                             |                                      |  |  |   |  |
| 27       |   |                             |                                      |  |  |   |  |
| 28       |   | Telco Accounts Receivable   |                                      | \$ 58,896                                    | \$ (4,500)                                   |   |  |
| 29       |   |                             |                                      |  |  |   |  |
| 30       |   | Other A/R - General:        |                                      |  |  | \$ 50,928                                 |  |
| 31       |   |                             |                                      |  |  |   |  |
| 32       |   |                             |                                      |  |  |   |  |
| 33       |   |                             |                                      |  |  |   |  |
| 34       |   |                             |                                      |  |  |   |  |
| 35       |   |                             |                                      |  |  |   |  |
| 36       |   |                             |                                      |  |  |   |  |
| 37       |   |                             |                                      |  |  |   |  |
| 38       |   |                             |                                      |  |  |   |  |
| 39       |   |                             |                                      |  |  |   |  |
| 40       | Total Nonaffiliated Balance                   | \$ -                        | \$ 58,896                            | \$ (4,500)                                   | \$ 50,928                                    | \$ -                                      |  |

**B-17. RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES (cont.)**

3. For each affiliate named in column (a) enter in column (l) the following codes which reflect the nature of the receivable or investment.

"A-1" Stock of active telephone companies; "A-2" Stocks for inactive telephone companies; "A-3" Stocks of other companies; "B" Long-term securities owned; "C" Investment advances; "D" Other. Each of the required classifications and totals for each code shall be shown on a separate line. (An inactive company is one which has been practically absorbed in a controlling company, and which neither operates property nor administers its financial affairs; if it maintains an organization, it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.)

| Line No. | Account 1200.1<br>Account 1200.2<br>Notes<br>(g) | Account 1201<br>Notes Receivable<br>(h) | Account 1210<br>Int. & Div.<br>(i) | Account 1401<br>Investments in<br>Affiliated<br>(j) | Account 1402<br>Investments in<br>Nonaffiliated<br>(k) | Class<br>(l) |
|----------|--|---|------------------------------------|---|--|--------------|
| 1        |  |   |                                    |   |  |              |
| 2        |  |   |                                    |   |  |              |
| 3        |  |   |                                    |   |  |              |
| 4        |  |   |                                    |   |  |              |
| 5        |  |   |                                    |   |  |              |
| 6        |  |   |                                    |   |  |              |
| 7        |  |   |                                    |   |  |              |
| 8        |  |   |                                    |   |  |              |
| 9        |  |   |                                    |   |  |              |
| 10       |  |   |                                    |   |  |              |
| 11       |  |   |                                    |   |  |              |
| 12       |  |   |                                    |   |  |              |
| 13       |  |   |                                    |   |  |              |
| 14       |  |   |                                    |   |  |              |
| 15       |  |   |                                    |   |  |              |
| 16       |  |   |                                    |   |  |              |
| 17       |  |   |                                    |   |  |              |
| 18       |  |   |                                    |   |  |              |
| 19       | \$ -   | \$ -                                    | \$ -                               | \$ -  | \$ -   |              |
| 20       |  |   |                                    |   |  |              |
| 21       |  |   |                                    |   |  |              |
| 22       |  |   |                                    |   | \$ 388,012   |              |
| 23       |  |   |                                    |   |  |              |
| 24       |  |   |                                    |   |  |              |
| 25       |  |   |                                    |   |  |              |
| 26       |  |   |                                    |   |  |              |
| 27       |  |   |                                    |   |  |              |
| 28       |  |   |                                    |   |  |              |
| 29       |  |   |                                    |   |  |              |
| 30       |  |   |                                    |   |  |              |
| 31       |  |   |                                    |   |  |              |
| 32       |  |   |                                    |   |  |              |
| 33       |  |   |                                    |   |  |              |
| 34       |  |   |                                    |   |  |              |
| 35       |  |   |                                    |   |  |              |
| 36       |  |   |                                    |   |  |              |
| 37       |  |   |                                    |   |  |              |
| 39       |  |   |                                    |   |  |              |
| 40       | \$ -   | \$ -                                    | \$ -                               | \$ -  | \$ 388,012   |              |

**B-18. OTHER PREPAYMENTS (Account 1330)**

1. Identify and report below end of year balances for all prepayments included in account 1330.

| Line No. | Description (b) | Year End Balance (c) |
|----------|-----------------|----------------------|
| 1        | None            |                      |
| 2        |                 |                      |
| 3        |                 |                      |
| 4        |                 |                      |
| 5        |                 |                      |
| 6        |                 |                      |
| 7        |                 |                      |
| 8        |                 |                      |
| 9        |                 |                      |
| 10       |                 |                      |
| 11       |                 |                      |
| 12       |                 |                      |
| 13       |                 |                      |
| 14       |                 |                      |
| 15       |                 |                      |
| 16       |                 |                      |
| 17       |                 |                      |
| 18       |                 |                      |
| 19       |                 |                      |
| 20       |                 |                      |
| 21       |                 |                      |
| 22       |                 |                      |
| 23       |                 |                      |
| 24       |                 |                      |
| 25       |                 |                      |
| 26       |                 |                      |
| 27       |                 |                      |
| 28       |                 |                      |
| 29       |                 |                      |
| 30       |                 |                      |
| 31       |                 |                      |
| 32       |                 |                      |
| 33       |                 |                      |
| 34       |                 |                      |
| 35       |                 |                      |
| 36       |                 |                      |
| 37       |                 |                      |
| 38       |                 |                      |
| 39       | Total           | \$ -                 |

**B-19. OTHER CURRENT ASSETS (Account 1350)**

1. Identify and report below end of year balances for each other current assets included in account 1350.

| Line No. | Description (b) | Year End Balance (c) |
|----------|-----------------|----------------------|
| 1        | none            |                      |
| 2        |                 |                      |
| 3        |                 |                      |
| 4        |                 |                      |
| 5        |                 |                      |
| 6        |                 |                      |
| 7        |                 |                      |
| 8        |                 |                      |
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| 29       |                 |                      |
| 30       |                 |                      |
| 31       |                 |                      |
| 32       |                 |                      |
| 33       |                 |                      |
| 34       |                 |                      |
| 35       |                 |                      |
| 36       |                 |                      |
| 37       |                 |                      |
| 38       |                 |                      |
| 39       | Total           | \$ -                 |

**B-20. SINKING FUNDS (Account 1408)**

1. Report below balances at end of year of each sinking fund maintained during the year.
2. Explain for each fund any deductions other than withdrawals for the purpose for which the fund was created.
3. If the trustee of any fund is an associated company, give name of such associated company.
4. If assets other than cash comprise any fund, furnish a list of the securities or other assets, giving interest or dividend rate of each, cost to respondent, number of shares or principal amount, and book cost at end of year.

| Line No. | Account No. (a) | Name of Fund and Trustee if any (b) | Year End Balance (c) |
|----------|-----------------|-------------------------------------|----------------------|
| 1        |                 | none                                |                      |
| 2        |                 |                                     |                      |
| 3        |                 |                                     |                      |
| 4        |                 |                                     |                      |
| 5        |                 |                                     |                      |
| 6        |                 |                                     |                      |
| 7        |                 |                                     |                      |
| 8        |                 |                                     |                      |
| 9        |                 |                                     |                      |
| 10       |                 |                                     |                      |
| 11       |                 |                                     |                      |
| 12       |                 |                                     |                      |
| 13       |                 |                                     |                      |
| 14       |                 |                                     |                      |
| 15       |                 |                                     |                      |
| 16       |                 |                                     |                      |
| 17       |                 |                                     |                      |
| 18       |                 |                                     |                      |
| 19       |                 |                                     |                      |
| 20       |                 |                                     |                      |
| 21       |                 |                                     |                      |
| 22       |                 |                                     |                      |
| 23       |                 |                                     |                      |
| 24       |                 |                                     |                      |
| 25       |                 |                                     |                      |
| 26       |                 |                                     |                      |
| 27       |                 |                                     |                      |
| 28       |                 |                                     |                      |
| 29       |                 |                                     |                      |
| 30       |                 |                                     |                      |
| 31       |                 |                                     |                      |
| 32       |                 |                                     |                      |
| 33       |                 |                                     |                      |
| 34       |                 |                                     |                      |
| 35       |                 |                                     |                      |
| 36       |                 |                                     |                      |
| 37       |                 |                                     |                      |
| 38       |                 |                                     |                      |
| 39       |                 | Total                               | \$ -                 |

**B-21. OTHER NONCURRENT ASSETS (Account 1410)**

1. Identify and report below balances at end of year for each noncurrent asset included in account 1410.

| Line No. | Account No. (a) | Description (b) | Year End Balance (c) |
|----------|-----------------|-----------------|----------------------|
| 1        |                 | none            |                      |
| 2        |                 |                 |                      |
| 3        |                 |                 |                      |
| 4        |                 |                 |                      |
| 5        |                 |                 |                      |
| 6        |                 |                 |                      |
| 7        |                 |                 |                      |
| 8        |                 |                 |                      |
| 9        |                 |                 |                      |
| 10       |                 |                 |                      |
| 11       |                 |                 |                      |
| 12       |                 |                 |                      |
| 13       |                 |                 |                      |
| 14       |                 |                 |                      |
| 15       |                 |                 |                      |
| 16       |                 |                 |                      |
| 17       |                 |                 |                      |
| 18       |                 |                 |                      |
| 19       |                 |                 |                      |
| 20       |                 |                 |                      |
| 21       |                 |                 |                      |
| 22       |                 |                 |                      |
| 23       |                 |                 |                      |
| 24       |                 |                 |                      |
| 25       |                 |                 |                      |
| 26       |                 |                 |                      |
| 27       |                 |                 |                      |
| 28       |                 |                 |                      |
| 29       |                 |                 |                      |
| 30       |                 |                 |                      |
| 31       |                 |                 |                      |
| 32       |                 |                 |                      |
| 33       |                 |                 |                      |
| 34       |                 |                 |                      |
| 35       |                 |                 |                      |
| 36       |                 |                 |                      |
| 37       |                 |                 |                      |
| 38       |                 |                 |                      |
| 39       |                 | Total           | \$ -                 |

**B-22. DEFERRED CHARGES (Accounts 1438, 1439)**

1. Respondents shall disclose in separate sections for Accounts 1438 and 1439, the amounts deferred for each item amounting individually to \$500 or more.
2. Any balancing amount applicable to each account shall be shown on the line Aggregate of All Other Items, which is the line immediately preceding the total line for each account.

| Line No. | Description of Item<br>(a)   | Amount at end<br>of the Year<br>(b) |
|----------|------------------------------|-------------------------------------|
| 1        | Account 1438                 |                                     |
| 2        | none                         |                                     |
| 3        |                              |                                     |
| 4        |                              |                                     |
| 5        |                              |                                     |
| 6        |                              |                                     |
| 7        |                              |                                     |
| 8        |                              |                                     |
| 9        |                              |                                     |
| 10       |                              |                                     |
| 11       |                              |                                     |
| 12       |                              |                                     |
| 13       |                              |                                     |
| 14       |                              |                                     |
| 15       |                              |                                     |
| 16       |                              |                                     |
| 17       |                              |                                     |
| 18       | Aggregate of All Other Items |                                     |
| 19       |                              |                                     |
| 20       |                              | <b>Total</b> \$ -                   |
| 21       | Account 1439                 |                                     |
| 22       | none                         |                                     |
| 23       |                              |                                     |
| 24       |                              |                                     |
| 25       |                              |                                     |
| 26       |                              |                                     |
| 27       |                              |                                     |
| 28       |                              |                                     |
| 29       |                              |                                     |
| 30       |                              |                                     |
| 31       |                              |                                     |
| 32       |                              |                                     |
| 33       |                              |                                     |
| 34       |                              |                                     |
| 35       |                              |                                     |
| 36       |                              |                                     |
| 37       |                              |                                     |
| 38       | Aggregate of All Other Items |                                     |
| 39       |                              |                                     |
| 40       |                              | <b>Total</b> \$ -                   |

**B-23. UNAMORTIZED DEBT ISSUANCE EXPENSE (Account 1407)**

1. Report under applicable subheading the particulars of Unamortized Issuance Expense.
2. Show premium amount by enclosure in parentheses.
3. In column (b) show the principal amount of bonds or other long term debt original issued.
4. In column (c) show the expense, associated with the issuance and sale of evidence of debt.
5. Explain any debits and credits other than amortization debited to Account 7530, Amortization of Debt Issuance Expense.

| Line No. | Designation of Long Term Debt<br>(a) | Principal Amount of Securities<br>(b) | Total debt Issuance Expense<br>(c) | AMORTIZATION PERIOD |           | Balance Beginning of Year<br>(f) | Debits During Year<br>(g) | Charged to Account 7530<br>(h) | Balance end of Year<br>(i) |
|----------|--------------------------------------|---------------------------------------|------------------------------------|---------------------|-----------|----------------------------------|---------------------------|--------------------------------|----------------------------|
|          |                                      |                                       |                                    | From<br>(d)         | To<br>(e) |                                  |                           |                                |                            |
| 1        | Mortgage Loan - FFB                  | \$ 712,000                            | \$ 13,295                          | 12/29/04            | 12/29/23  | \$ 8,390                         |                           | \$ 700                         | \$ 7,690                   |
| 2        |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 3        |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 4        |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 5        |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 6        |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 7        |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 8        |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 9        |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 10       |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 11       |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 12       |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 13       |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 14       |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 15       |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 16       |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 17       |                                      |                                       |                                    |                     |           |                                  |                           |                                | \$ -                       |
| 18       | TOTALS                               | \$ 712,000                            | \$ 13,295                          |                     |           | \$ 8,390                         | \$ -                      | \$ 700                         | \$ 7,690                   |



**B-24. LONG-TERM DEBT (Accounts 4210, 4260 AND 4270)**

1. Respondent shall disclose in account number order in column (a) a description of the long-term obligation, including those maturing in the coming year.
2. In column (b), (c), and (d), respectively, respondents shall enter the nominal date if issue, the date of maturity and the face amount outstanding.
3. In column (c), respondent shall enter the amount of unamortized premium or discount.
4. In column (f) and (g), respectively, the respondents shall enter the state rate and the yield rate.
5. In column (h) and (i), respectively, respondents shall enter the current and long-term portions reduced or increased by any unamortized discount or premium as of the close of the calendar year and subtotaled.
6. In column (j) enter the amount of interest charged to account 7510 for each obligation.

| Line No. | Description of Obligation (a) | Nominal Date of Issue (b) | Date of Maturity (c) | Face Amount Outstanding (d) | Unamortized Premium or Discount (e) | Stated Rate (f) | Yield Rate (g) | Short-Term Portion (h) | Long-Term Portion (i) | Account 7510 Interest on Funded Debt (j) |
|----------|-------------------------------|---------------------------|----------------------|-----------------------------|-------------------------------------|-----------------|----------------|------------------------|-----------------------|--|
| 1        | RUS                           | 2001                      | 2019                 | \$ 33,929                   |                                     | 5.10%           |                | \$ 7,865               | \$ 26,064             |  |
| 2        | FFB                           | 2004                      | 2023                 | \$ 496,754                  |                                     | 5.41%           |                | \$ 34,035              | \$ 462,719            |  |
| 3        |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 4        |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 5        |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 6        |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 7        |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 8        |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 9        |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 10       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 11       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 12       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 13       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 14       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 15       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 16       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 17       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 18       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 19       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 20       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 21       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 22       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 23       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 24       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 25       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 26       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 27       |                               |                           |                      |                             |                                     |                 |                |                        |                       |  |
| 28       | Total                         |                           |                      | \$ 530,683                  | \$ -                                |                 |                | \$ 41,900              | \$ 488,783            | \$ 30,507                                |

**B-25. NOTES PAYABLE (Account 4020)**

1. In column (a) respondents shall list name of creditor, specify whether non affiliate or affiliate.
2. In column (b) describe type of indebtedness, notes, draft and other evidences of indebtedness.
3. In column (c), (d), (e) and (f) respectively, respondents shall enter the date of issue, date of maturity, amount at end of year and the interest rate per annum.
4. In column (g) indicate the amount of interest charged to account 7540 for each transaction.

| Line No. | Name of Creditor<br>(a)      | Description of Transaction<br>(b) | Date of Issue<br>(c) | Date of Maturity<br>(d) | Amount at End of the Year<br>(e) | Interest Rate Per Annum<br>(f) | Interest Expense Acct 7540<br>(g) |
|----------|------------------------------|-----------------------------------|----------------------|-------------------------|----------------------------------|--------------------------------|-----------------------------------|
| 1        | none                         |                                   |                      |                         | \$ -                             |                                |                                   |
| 2        |                              |                                   |                      |                         |                                  |                                |                                   |
| 3        |                              |                                   |                      |                         |                                  |                                |                                   |
| 4        |                              |                                   |                      |                         |                                  |                                |                                   |
| 5        |                              |                                   |                      |                         |                                  |                                |                                   |
| 6        |                              |                                   |                      |                         |                                  |                                |                                   |
| 7        |                              |                                   |                      |                         |                                  |                                |                                   |
| 8        |                              |                                   |                      |                         |                                  |                                |                                   |
| 9        |                              |                                   |                      |                         |                                  |                                |                                   |
| 10       |                              |                                   |                      |                         |                                  |                                |                                   |
| 11       |                              |                                   |                      |                         |                                  |                                |                                   |
| 12       |                              |                                   |                      |                         |                                  |                                |                                   |
| 13       |                              |                                   |                      |                         |                                  |                                |                                   |
| 14       |                              |                                   |                      |                         |                                  |                                |                                   |
| 15       |                              |                                   |                      |                         |                                  |                                |                                   |
| 16       |                              |                                   |                      |                         |                                  |                                |                                   |
| 17       |                              |                                   |                      |                         |                                  |                                |                                   |
| 18       |                              |                                   |                      |                         |                                  |                                |                                   |
| 19       | Aggregate of all other items |                                   |                      |                         |                                  | XXX                            |                                   |
| 20       | Total                        |                                   |                      |                         | \$ -                             | XXX                            | \$ -                              |

**B-26. ACCOUNTS PAYABLE (Accounts 4010, 4120 and 4130)**

In separate sections of column (a) for payables to affiliates and for other accounts payable, respondents shall identify in the respective sections the name of each affiliate creditor, and the name of each other creditor with the ten largest payables in excess of \$10,000.

| Line No.                                      | Description of Item<br>(a)                 | Amount at end<br>of the Year<br>(b) |
|---|--|-------------------------------------|
| <b>Account 4010 Accounts Payable</b>          |  |                                     |
| 1   | Moss Adams                                 | \$ 18,000                           |
| 2   |  |                                     |
| 3   |  |                                     |
| 4   |  |                                     |
| 5   |  |                                     |
| 6   |  |                                     |
| 7   |  |                                     |
| 8   |  |                                     |
| 9   |  |                                     |
| 10  | Aggregate of all other items               | \$ 17,211                           |
|   |  | \$ 35,211                           |
| <b>Account 4120 Other Accrued Liabilities</b> |  |                                     |
| 11  |  |                                     |
| 12  |  |                                     |
| 13  |  |                                     |
| 14  |  |                                     |
| 15  |  |                                     |
| 16  |  |                                     |
| 17  |  |                                     |
| 18  |  |                                     |
| 19  |  |                                     |
| 20  | Aggregate of all other items               | \$ -                                |
|   | <b>Total</b>                               | \$ -                                |
| <b>Account 4130 Other Current Liabilities</b> |  |                                     |
| 21  | Smith Barney - Profit Sharing Contribution | \$ 89,227                           |
| 22  | NECA                                       | \$ 15,182                           |
| 23  |  |                                     |
| 24  |  |                                     |
| 25  |  |                                     |
| 26  |  |                                     |
| 27  |  |                                     |
| 28  |  |                                     |
| 29  |  |                                     |
| 30  | Aggregate of all other items               | \$ -                                |
|   | <b>Total</b>                               | \$ 104,409                          |

**B-29. OTHER LONG-TERM LIABILITIES (Account 4310)**

1. Respondents shall disclose the data for each item in the account amounting individually to \$10,000 or more.
2. Respondents shall disclose remaining amounts in the aggregate.

| Line No. | Description of Item<br>(a)   | Amount at End<br>of the Year<br>(b) |
|----------|------------------------------|-------------------------------------|
| 1        | Deferred Compensation Plan   | \$ 388,012                          |
| 2        |                              |                                     |
| 3        |                              |                                     |
| 4        |                              |                                     |
| 5        |                              |                                     |
| 6        |                              |                                     |
| 7        |                              |                                     |
| 8        |                              |                                     |
| 9        |                              |                                     |
| 10       |                              |                                     |
| 11       |                              |                                     |
| 12       |                              |                                     |
| 13       |                              |                                     |
| 14       |                              |                                     |
| 15       |                              |                                     |
| 16       |                              |                                     |
| 17       |                              |                                     |
| 18       |                              |                                     |
| 19       |                              |                                     |
| 20       |                              |                                     |
| 21       |                              |                                     |
| 22       |                              |                                     |
| 23       |                              |                                     |
| 24       |                              |                                     |
| 25       |                              |                                     |
| 26       |                              |                                     |
| 27       |                              |                                     |
| 28       |                              |                                     |
| 29       |                              |                                     |
| 30       |                              |                                     |
| 31       |                              |                                     |
| 32       |                              |                                     |
| 33       |                              |                                     |
| 34       |                              |                                     |
| 35       |                              |                                     |
| 36       |                              |                                     |
| 37       |                              |                                     |
| 38       |                              |                                     |
| 39       |                              |                                     |
| 40       |                              |                                     |
| 41       |                              |                                     |
| 42       |                              |                                     |
| 43       |                              |                                     |
| 44       |                              |                                     |
| 45       | Aggregate of All Other Items |                                     |
| 46       | <b>Total</b>                 | <b>\$ 388,012</b>                   |

**B-30A. OTHER DEFERRED CREDITS (Accounts 4360)**

1. Respondents shall disclose the data for each item in the account amounting individually to \$10,000 or more.
2. Respondents shall disclose remaining amounts in the aggregate.

| Line No. | Description of Item<br>(a)                                    | Amount at End<br>of the Year<br>(b) |
|----------|---|-------------------------------------|
| 1        | none  |                                     |
| 2        |   |                                     |
| 3        |   |                                     |
| 4        |   |                                     |
| 5        |   |                                     |
| 6        |   |                                     |
| 7        |   |                                     |
| 8        |   |                                     |
| 9        |   |                                     |
| 10       |   |                                     |
| 11       |   |                                     |
| 12       |   |                                     |
| 13       |   |                                     |
| 14       |   |                                     |
| 15       |   |                                     |
| 16       |   |                                     |
| 17       |   |                                     |
| 18       |   |                                     |
| 19       |   |                                     |
| 20       |   |                                     |
| 21       |   |                                     |
| 22       |   |                                     |
| 23       |   |                                     |
| 24       |   |                                     |
| 25       |   |                                     |
| 26       |   |                                     |
| 27       |   |                                     |
| 28       |   |                                     |
| 29       |   |                                     |
| 30       |   |                                     |
| 31       |   |                                     |
| 32       |   |                                     |
| 33       |   |                                     |
| 34       |   |                                     |
| 35       |   |                                     |
| 36       |   |                                     |
| 37       |   |                                     |
| 38       |   |                                     |
| 39       |   |                                     |
| 40       |   |                                     |
| 41       |   |                                     |
| 42       |   |                                     |
| 43       |   |                                     |
| 44       | Aggregate of Balances in Clearing Accounts not Itemized Above | \$ -                                |
| 45       | Aggregate of All Other Items                                  | \$ -                                |
| 46       | <b>Total</b>  | <b>\$ -</b>                         |

**B-30B. NET DEFERRED OPERATING INCOME TAXES (Accounts 4100 and 4340)**

1. In column (b) respondents shall provide the beginning balance for the year for each of the line items in column (a).
2. In columns (c) and (d) respondents shall provide the account numbers and amounts, respectively for current year deferrals.
3. In column (e) respondents shall provide the amounts for the current year amortizations.
4. In column (f) respondents shall provide the adjustments debits or (credit) made to the items in column (a) if the adjustment amounts to \$10,000 or more. Each adjustment shall also be explained at the bottom of this schedule.
5. In column (g) respondents shall provide the ending balance for the year.

| Line No. | Particulars (a)  | Balance at Beginning of Year (b) | Account (c) | Current Year Accrual (d) | Current Year Amortization (e) | Adjustments Debit or (Credit) (f) | Balance at End of Year (g) |
|----------|--|----------------------------------|-------------|--------------------------|-------------------------------|-----------------------------------|----------------------------|
|          | <b>PROPERTY RELATED</b>  |                                  |             |                          |                               |                                   |                            |
|          | <b>NET CURRENT OPERATING INCOME TAXES (Account 4100)</b>         |                                  |             |                          |                               |                                   |                            |
|          | Provision for Deferred Operating Income Taxes-Net                |                                  |             |                          |                               |                                   |                            |
| 1        | Federal Income Taxes   |                                  |             |                          |                               |                                   | \$ -                       |
| 2        | State and Local Income Taxes                                     |                                  |             |                          |                               |                                   | \$ -                       |
| 3        | Total Net Current Operating Income Taxes (Account 4100)          | \$ -                             | 7250        | \$ -                     | \$ -                          | \$ -                              | \$ -                       |
|          | <b>NET NON-CURRENT OPERATING INCOME TAXES (Account 4340)</b>     |                                  |             |                          |                               |                                   |                            |
|          | Provision for Deferred Operating Income Taxes-Net                |                                  |             |                          |                               |                                   |                            |
| 4        | Federal Income Taxes   | \$ 48,200                        |             | \$ 18,700                |                               |                                   | \$ 66,900                  |
| 5        | State and Local Income Taxes                                     | \$ (7,600)                       |             | \$ 8,600                 |                               |                                   | \$ 1,000                   |
| 6        | Total Net Non-Current Operating Income Taxes (Account 4340)      | \$ 40,600                        | 7250        | \$ 27,300                | \$ -                          | \$ -                              | \$ 67,900                  |
| 7        | <b>TOTAL PROPERTY RELATED DEFERRED OPERATING INCOME TAXES</b>    | \$ 40,600                        |             | \$ 27,300                | \$ -                          | \$ -                              | \$ 67,900                  |
|          | <b>NONPROPERTY RELATED</b>                                       |                                  |             |                          |                               |                                   |                            |
|          | <b>NET CURRENT OPERATING INCOME TAXES (Account 4100)</b>         |                                  |             |                          |                               |                                   |                            |
|          | Provision for Deferred Operating Income Taxes-Net                |                                  |             |                          |                               |                                   |                            |
| 8        | Federal Income Taxes   |                                  |             |                          |                               |                                   | \$ -                       |
| 9        | State and Local Income Taxes                                     |                                  |             |                          |                               |                                   | \$ -                       |
| 10       | Total Net Current Operating Income Taxes (Account 4100)          | \$ -                             | 7250        | \$ -                     | \$ -                          | \$ -                              | \$ -                       |
|          | <b>NET NON-CURRENT OPERATING INCOME TAXES (Account 4340)</b>     |                                  |             |                          |                               |                                   |                            |
|          | Provision for Deferred Operating Income Taxes-Net                |                                  |             |                          |                               |                                   |                            |
| 11       | Federal Income Taxes   |                                  |             |                          |                               |                                   | \$ -                       |
| 12       | State and Local Income Taxes                                     |                                  |             |                          |                               |                                   | \$ -                       |
| 13       | Total Net Non-Current Operating Income Taxes (Account 4340)      | \$ -                             | 7250        | \$ -                     | \$ -                          | \$ -                              | \$ -                       |
| 14       | <b>TOTAL NONPROPERTY RELATED DEFERRED OPERATING INCOME TAXES</b> | \$ -                             |             | \$ -                     | \$ -                          | \$ -                              | \$ -                       |
| 15       | <b>TOTAL DEFERRED OPERATING INCOME TAXES</b>                     | \$ 40,600                        |             | \$ 27,300                | \$ -                          | \$ -                              | \$ 67,900                  |

**B-30C. NET DEFERRED NON-OPERATING INCOME TAXES (Accounts 4110 and 4350)**

1. In column (b) respondents shall provide the beginning balance for the year for each of the line items in column (a).
2. In columns (c) and (d) respondents shall provide the account numbers and amounts, respectively for current year deferrals.
3. In column (e) respondents shall provide the amounts for the current year amortizations.
4. In column (f) respondents shall provide the adjustments debits or (credit) made to the items in column (a) if the adjustment amounts to \$10,000 or more. Each adjustment shall also be explained at the bottom of this schedule.
5. In column (g) respondents shall provide the ending balance for the year.

| Line No. | Particulars (a)   | Balance at Beginning of Year (b) | Account (c) | Current Year Accrual (d) | Current Year Amortization (e) | Adjustments Debit or (Credit) (f) | Balance at End of Year (g) |
|----------|---|----------------------------------|-------------|--------------------------|-------------------------------|-----------------------------------|----------------------------|
|          | <b>PROPERTY RELATED</b>   |                                  |             |                          |                               |                                   |                            |
|          | <b>NET CURRENT NON-OPERATING INCOME TAXES (Account 4110)</b>      |                                  |             |                          |                               |                                   |                            |
|          | Provision for Deferred Non-Operating Income Taxes-Net             |                                  |             |                          |                               |                                   |                            |
| 1        | Federal Income Taxes  | none                             | 7450        |                          |                               |                                   | #VALUE!                    |
| 2        | State and Local Income Taxes                                      |                                  | 7450        |                          |                               |                                   | \$ -                       |
|          | Deferred Income Tax Effect of Extraordinary Items-Net             |                                  |             |                          |                               |                                   |                            |
| 3        | Federal Income Taxes  |                                  | 7640        |                          |                               |                                   | \$ -                       |
| 4        | State and Local Income Taxes                                      |                                  | 7640        |                          |                               |                                   | \$ -                       |
| 5        | Total Net Current Non-Operating Income Taxes (Account 4110)       | \$ -                             |             | \$ -                     | \$ -                          | \$ -                              | #VALUE!                    |
|          | <b>NET NONCURRENT NON-OPERATING INCOME TAXES (Account 4350)</b>   |                                  |             |                          |                               |                                   |                            |
|          | Provision for Deferred Non-Operating Income Taxes-Net             |                                  |             |                          |                               |                                   |                            |
| 6        | Federal Income Taxes  |                                  | 7450        |                          |                               |                                   | \$ -                       |
| 7        | State and Local Income Taxes                                      |                                  | 7450        |                          |                               |                                   | \$ -                       |
|          | Deferred Income Tax Effect of Extraordinary Items-Net             |                                  |             |                          |                               |                                   |                            |
| 8        | Federal Income Taxes  |                                  | 7640        |                          |                               |                                   | \$ -                       |
| 9        | State and Local Income Taxes                                      |                                  | 7640        |                          |                               |                                   | \$ -                       |
| 10       | Total Net Noncurrent Non-Operating Income Taxes (Account 4350)    | \$ -                             |             | \$ -                     | \$ -                          | \$ -                              | \$ -                       |
| 11       | <b>TOTAL PROPERTY RELATED DEFERRED NON-OPERATING INCOME TAXES</b> | \$ -                             |             | \$ -                     | \$ -                          | \$ -                              | #VALUE!                    |

**B-30C. NET DEFERRED NON-OPERATING INCOME TAXES (Accounts 4110 and 4350) (continued)**

| Line No. | Particulars (a)  | Balance at Beginning of Year (b) | Account (c) | Current Year Accrual (d) | Current Year Amortization (e) | Adjustments Debit or (Credit) (f) | Balance at End of Year (g) |
|----------|--|----------------------------------|-------------|--------------------------|-------------------------------|-----------------------------------|----------------------------|
|          | <b>NONPROPERTY RELATED</b>   |                                  |             |                          |                               |                                   |                            |
|          | <b>NET CURRENT NON-OPERATING INCOME TAXES (Account 4110)</b>         |                                  |             |                          |                               |                                   |                            |
|          | Provision for Deferred Non-Operating Income Taxes-Net                |                                  |             |                          |                               |                                   |                            |
| 12       | Federal Income Taxes   |                                  | 7450        |                          |                               |                                   | \$ -                       |
| 13       | State and Local Income Taxes   |                                  | 7450        |                          |                               |                                   | \$ -                       |
|          | Deferred Income Tax Effect of Extraordinary Items-Net                |                                  |             |                          |                               |                                   |                            |
| 14       | Federal Income Taxes   |                                  | 7640        |                          |                               |                                   | \$ -                       |
| 15       | State and Local Income Taxes   |                                  | 7640        |                          |                               |                                   | \$ -                       |
| 16       | Total Net Current Non-Operating Income Taxes (Account 4110)          | \$ -                             |             | \$ -                     | \$ -                          | \$ -                              | \$ -                       |
|          | <b>NET NONCURRENT NON-OPERATING INCOME TAXES (Account 4350)</b>      |                                  |             |                          |                               |                                   |                            |
|          | Provision for Deferred Non-Operating Income Taxes-Net                |                                  |             |                          |                               |                                   |                            |
| 17       | Federal Income Taxes   |                                  | 7450        |                          |                               |                                   | \$ -                       |
| 18       | State and Local Income Taxes   |                                  | 7450        |                          |                               |                                   | \$ -                       |
|          | Deferred Income Tax Effect of Extraordinary Items-Net                |                                  |             |                          |                               |                                   |                            |
| 19       | Federal Income Taxes   |                                  | 7640        |                          |                               |                                   | \$ -                       |
| 20       | State and Local Income Taxes   |                                  | 7640        |                          |                               |                                   | \$ -                       |
| 21       | Total Net Noncurrent Non-Operating Income Taxes (Account 4350)       | \$ -                             |             | \$ -                     | \$ -                          | \$ -                              | \$ -                       |
| 22       | <b>TOTAL NONPROPERTY RELATED DEFERRED NON-OPERATING INCOME TAXES</b> | \$ -                             |             | \$ -                     | \$ -                          | \$ -                              | \$ -                       |



**B-31. RETAINED EARNINGS (Account 4550)**

1. List all reserves or appropriations of retained earnings and provide an explanation for any charges that have taken place in these reserves.

| Line No. | (a)   | Amount at End of Year (b) |
|----------|---|---------------------------|
| 1        | Retained Earnings - Reserved - Balance January 1, 2012          |                           |
| 2        | Current Year Changes  |                           |
| 3        | Retained Earnings - Reserved - Balance December 31, 2012        | \$ -                      |
| 4        |   |                           |
| 5        | Retained Earnings - Unreserved - Balance January 1, 2012        | \$ 2,929,335              |
| 7        | Net Income From Schedule B-11                                   | \$ 80,063                 |
| 8        | Other Increases (Itemize)                                       |                           |
| 9        | Total Increases to Retained Earnings                            | \$ 80,063                 |
| 10       |   |                           |
| 11       | Net Loss From Schedule B-11                                     |                           |
| 12       | Dividends Declared (Schedule B-32)                              | \$ -                      |
| 13       | Other Decreases (Itemize) - Common Stock (One Share) Retirement |                           |
| 14       | Total Decreases to Retained Earnings                            | \$ -                      |
| 15       | Retained Earnings - Unreserved - Balance December 31, 2012      | \$ 3,009,398              |
| 16       | Retained Earnings - Total - Balance December 31, 2012           | \$ 3,009,398              |

Other Increases and Decreases:

**B-32. DIVIDENDS DECLARED (Account 4560)**

1. If a dividend was payable in a form other than cash, please provide details below.

| Line No. | Class of Stock<br>(a)                            | Date Declared<br>(b) | Date Payable<br>(c) | Number of Shares on Which Declared<br>(d) | Dividend Per Share<br>(e) | Amount of Dividends Declared<br>(f) |
|----------|--|----------------------|---------------------|---|---------------------------|-------------------------------------|
| 1        | <u>Dividends Declared:</u><br>none               |                      |                     |   |                           | \$ -                                |
| 2        |  |                      |                     |   |                           | \$ -                                |
| 3        |  |                      |                     |   |                           | \$ -                                |
| 4        |  |                      |                     |   |                           | \$ -                                |
|          | Total Dividends Declared (to Schedule B-31)      |                      |                     |   |                           | \$ -                                |
| 5        | <u>Provide details about non-cash dividends.</u> |                      |                     |   |                           |                                     |

**B-33. CAPITAL STOCK, ADDITIONAL PAID-IN-CAPITAL AND TREASURY STOCK (Accounts 4510.1, 4510.2, 4520, 4530.1, 4530.2)**

1. Beginning with common stock, respondents shall enter the class of stock and a description of any pertinent details such as differences in voting rights, preferences as to dividends or assets, pledges, etc.
2. Respondents shall provide the information specified in column headings (b) through (h) and note any other pertinent information at the bottom of the schedule.

| Line No. | Class and Description of Capital<br>(a) | Par or Stated Value Amount<br>(b) | Number of Shares Authorized<br>(c) | Amount of Stock Issued and Outstanding<br>(d) | Additional Paid In Capital Account 4520<br>(e) | Total<br>(Col. (d)&(e))<br>(f) | Number of Shares of Treasury Stock<br>(g) | Amount in Treasury Stock Account<br>Account 4530.1 & 4530.2<br>(h) |
|----------|---|-----------------------------------|------------------------------------|---|--|--------------------------------|---|--|
| 1        | Common Stock                            | \$ 25                             | 70                                 | \$ 1,425                                      |  | \$ 1,425                       |   |  |
| 2        |   |                                   |                                    |   |  | \$ -                           |   |  |
| 3        |   |                                   |                                    |   |  | \$ -                           |   |  |
| 4        |   |                                   |                                    |   |  | \$ -                           |   |  |
| 5        |   |                                   |                                    |   |  | \$ -                           |   |  |
| 6        |   |                                   |                                    |   |  | \$ -                           |   |  |
| 7        |   |                                   |                                    |   |  | \$ -                           |   |  |
| 8        |   |                                   |                                    |   |  | \$ -                           |   |  |
| 9        |   |                                   |                                    |   |  | \$ -                           |   |  |
| 10       |   |                                   |                                    |   |  | \$ -                           |   |  |
| 11       |   |                                   |                                    |   |  | \$ -                           |   |  |
| 12       |   |                                   |                                    |   |  | \$ -                           |   |  |
| 13       |   |                                   |                                    |   |  | \$ -                           |   |  |
| 14       |   |                                   |                                    |   |  | \$ -                           |   |  |
| 15       |   |                                   |                                    |   |  | \$ -                           |   |  |
| 16       |   |                                   |                                    |   |  | \$ -                           |   |  |
| 17       |   |                                   |                                    |   |  | \$ -                           |   |  |
| 18       |   |                                   |                                    |   |  | \$ -                           |   |  |
| 19       |   |                                   |                                    |   |  | \$ -                           |   |  |
| 20       | <b>Total</b>                            | \$ 25                             |                                    | \$ 1,425                                      | \$ -   | \$ 1,425                       |   | \$ -   |

| I-34. OPERATING REVENUES                       |   |                                 |                                  |
|--|---|---------------------------------|----------------------------------|
| (a)  |   |                                 |                                  |
| Line No.                                       | Item  | Amount for the Current Year (b) | Increase Over Preceding Year (c) |
| <b>LOCAL NETWORK REVENUES</b>                  |   |                                 |                                  |
| 1  | 5001 Basic Area Revenue                         | \$ 286,143                      | \$ (8,663)                       |
| 2  | 5002 Optional Extended Area Revenue             | \$ 42,854                       | \$ -                             |
| 3  | 5003 Cellular Mobile Revenue                    |                                 | \$ -                             |
| 4  | 5004 Other Mobile Services Revenue              |                                 | \$ -                             |
| 5  | 5010 Public Telephone Revenue                   |                                 | \$ -                             |
| 6  | 5040 Local Private Line Revenue                 |                                 | \$ -                             |
| 7  | 5050 Customer Premises Revenue                  |                                 | \$ -                             |
| 8  | 5060 Other Local Exchange Revenue               | \$ 4,640                        | \$ (1,281)                       |
| 9  | Total Local Network Services Revenues           | \$ 333,637                      | \$ (9,944)                       |
| <b>NETWORK ACCESS SERVICES REVENUES</b>        |   |                                 |                                  |
| 10   | 5081 End User Revenue                           | \$ 123,096                      | \$ 1,173                         |
| 11   | 5082 Switched Access Revenue                    | \$ 449,252                      | \$ (16,135)                      |
| 12   | 5083 Special Access Revenue                     | \$ 180,184                      | \$ 4,608                         |
| 13   | 5084 State Access Revenue                       | \$ 217,913                      | \$ (18,814)                      |
| 14   | Total Network Access Services Revenue           | \$ 970,445                      | \$ (29,168)                      |
| <b>LONG DISTANCE NETWORK SERVICES REVENUES</b> |   |                                 |                                  |
| 15   | 5100 Long Distance Message Revenue              |                                 | \$ -                             |
| 16   | 5120 Long Distance Private Network Revenue      |                                 | \$ -                             |
| 17   | 5160 Other Long Distance Revenue                |                                 | \$ -                             |
| 18   | 5169 Other Long Distance Revenue Settlements    |                                 | \$ -                             |
| 19   | Total Long Distance Network Services Revenues   | \$ -                            | \$ -                             |
| <b>MISCELLANEOUS REVENUES</b>                  |   |                                 |                                  |
| 20   | 5230 Directory Revenue                          |                                 | \$ -                             |
| 21   | 5240 Rent Revenue                               | \$ 5,846                        | \$ (8,624)                       |
| 22   | 5250 Corporate Operations Revenue               |                                 | \$ -                             |
| 23   | 5260 Miscellaneous Revenue                      | \$ 9,368                        | \$ (5,203)                       |
| 24   | 5270 Carrier Billing and Collection Revenue     | \$ 31,318                       | \$ (7,193)                       |
| 25   | Total Miscellaneous Revenues                    | \$ 46,532                       | \$ (21,020)                      |
| <b>UNCOLLECTIBLE REVENUES</b>                  |   |                                 |                                  |
| 26   | 5301 Uncollectible Revenue - Telecommunications | \$ 928                          | \$ 6,141                         |
| 27   | 5302 Uncollectible Revenue - Other              |                                 | \$ -                             |
| 28   | Total Uncollectible Revenues                    | \$ 928                          | \$ 6,141                         |
| 29   | TOTAL Operating Revenues                        | \$ 1,349,686                    | \$ (66,273)                      |

**I-34A. INCREASE OR DECREASE IN OPERATING REVENUES**

Give explanation of all operating revenue accounts, over \$500, that have increased or decreased 10% or more over the prior year.

a/c 5060 - Decrease from loss in basic / miscellaneous service.

a/c 5240 - Decrease from pole attachment revenues.

a/c 5260 - Decrease due to reciprocal compensation revenue.

a/c 5270 - Decrease from decline in intrastate billed revenues.

a/c 5301 - Variance due to prior year FairPoint bankruptcy provision.

| I-35. OPERATING EXPENSES                    |   |          |                                 |                                  |
|---|---|----------|---------------------------------|----------------------------------|
| Line No.                                    | Item (a)  |          | Amount for the Current Year (b) | Increase Over Preceding Year (c) |
| <b>PLANT SPECIFIC OPERATIONS EXPENSES</b>   |   |          |                                 |                                  |
| 1   | 6112 Motor Vehicle Expense  |          | \$ 6,646                        | \$ (115)                         |
| 2   | 6115 Garage Work Equipment Expense  |          |                                 | \$ -                             |
| 3   | 6116 Other Work Equipment Expense   |          | \$ 878                          | \$ 193                           |
| 4   | 6121 Land and Building Expense  |          | \$ 74,220                       | \$ (940)                         |
| 5   | 6122 Furniture and Artworks Expense                                       |          |                                 | \$ -                             |
| 6   | 6123 Office Equipment Expense   |          | \$ 605                          | \$ (228)                         |
| 7   | 6124 General Purpose Computers Expense                                    |          |                                 | \$ -                             |
| 8   | 6211 Analog Electronic Expense  |          |                                 | \$ -                             |
| 9   | 6212 Digital Electronic Expense   |          | \$ 79,921                       | \$ 5,040                         |
| 10  | 6215 Electro-Mechanical Expense   |          |                                 | \$ -                             |
| 11  | 6220 Operators System Expense   |          |                                 | \$ -                             |
| 12  | 6230 Central Office Transmission Expense                                  |          | \$ 36,642                       | \$ 3,719                         |
| 13  | 6311 Station Apparatus Expense  |          |                                 | \$ -                             |
| 14  | 6341 Large Private Branch Exchange Expense                                |          |                                 | \$ -                             |
| 15  | 6351 Public Telephone Terminal Equipment Expense                          |          |                                 | \$ -                             |
| 16  | 6362 Other Terminal Equipment Expense                                     |          |                                 | \$ -                             |
| 17  | 6411 Pole Expense   |          | \$ 13,201                       | \$ 5,823                         |
| 18  | 6421 Aerial Cable Expense   |          | \$ 30,440                       | \$ (2,305)                       |
| 19  | 6422 Underground Cable Expense  |          | \$ 6,114                        | \$ 2,189                         |
| 20  | 6423 Buried Cable Expense   |          | \$ 97                           | \$ (142)                         |
| 21  | 6424 Submarine Cable Expense  |          |                                 | \$ -                             |
| 22  | 6426 Intrabuilding Network Cable Expense                                  |          |                                 | \$ -                             |
| 23  | 6431 Aerial Wire Expense  |          | \$ 14,461                       | \$ (1,557)                       |
| 24  | 6441 Conduit Systems Expense  |          |                                 | \$ -                             |
| 25  | Total Plant Specific Operations Expense                                   |          | \$ 263,225                      | \$ 11,677                        |
| <b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b> |   |          |                                 |                                  |
| 26  | 6511 Property Held for Future Telecommunications Use Expense              |          |                                 | \$ -                             |
| 27  | 6511 Provisioning Expense   |          | \$ 623                          | \$ (1,677)                       |
| 28  | 6530 Network Operations Expense   |          | \$ 9,783                        | \$ 32                            |
| 29  | 6540 Access Expense   |          | \$ 40,959                       | \$ 4,672                         |
| 30  | 6561 Depreciation Expense-Telecommunications Plant in Service             |          | \$ 154,103                      | \$ (2,341)                       |
| 31  | 6562 Depreciation Expense-Property Held for Future Telecommunications Use |          |                                 | \$ -                             |
| 32  | 6563.1 Amortization Expense-Capital Leases                                |          |                                 | \$ -                             |
| 33  | 6563.2 Amortization Expense-Leaseholds                                    |          |                                 | \$ -                             |
| 34  | 6564 Amortization Expense-Intangible                                      |          |                                 | \$ -                             |
| 35  | 6565 Amortization Expense-Other   |          |                                 | \$ -                             |
| 36  | Total Plant Nonspecific Operations Expense                                |          | \$ 205,468                      | \$ 686                           |
| <b>CUSTOMER OPERATIONS EXPENSE</b>          |   |          |                                 |                                  |
| 37  | 6610 Marketing  | Sch. 35B | \$ -                            | \$ -                             |
| 38  | 6620 Service  | Sch. 35B | \$ 186,269                      | \$ (6,214)                       |
| 39  | Total Customer Operations Expense   |          | \$ 186,269                      | \$ (6,214)                       |
| <b>CORPORATE OPERATIONS EXPENSE</b>         |   |          |                                 |                                  |
| 40  | 6710 Executive and Planning   | Sch. 35B | \$ 144,457                      | \$ 58,493                        |
| 41  | 6720 General and Administrative   | Sch. 35B | \$ 549,396                      | \$ 2,447                         |
| 42  | 6790 Provision for Uncollectible Notes Receivable                         |          |                                 | \$ -                             |
| 43  | Total Corporate Operations Expense  |          | \$ 693,853                      | \$ 60,940                        |
| 44  | TOTAL Operating Expense   |          | \$ 1,348,815                    | \$ 67,089                        |

**I-35A. INCREASE OR DECREASE IN OPERATING EXPENSES**

Give explanation of all operating expense accounts, over \$500, that have increased or decreased 10% or more over the prior year.

a/c 6116/6123/6230/6422 - Variances from miscellaneous expenditures

a/c 6411 - Increase due to trimming maintenance

a/c 6511 - Decrease from labor cost allocation

a/c 6540 - Increase due to USF contribution disbursements

a/c 6710 - Increase mainly from deferred compensation activity

| I-35B. CUSTOMER OPERATIONS EXPENSE (Account 6610 and 6620)<br>CORPORATE OPERATIONS EXPENSE (Account 6710 and 6720) |   |                                 |                                  |
|--|---|---------------------------------|----------------------------------|
| Line No.   | Item (a)                                      | Amount for the Current Year (b) | Increase Over Preceding Year (c) |
|  | <b>CUSTOMER OPERATIONS EXPENSE</b>            |                                 |                                  |
|  | <b>Marketing</b>                              |                                 |                                  |
| 1  | 6611 Product Management                       |                                 | \$ -                             |
| 2  | 6612 Sales                                    |                                 | \$ -                             |
| 3  | 6613 Product Advertising                      |                                 | \$ -                             |
| 4  | Total Marketing Expense-Account 6610          | \$ -                            | \$ -                             |
|  | <b>Services</b>                               |                                 |                                  |
| 5  | 6621 Call Completion Services                 | \$ -                            | \$ -                             |
| 6  | 6622 Number Services                          | \$ 6,856                        | \$ 3,668                         |
| 7  | 6623 Customer Services                        | \$ 179,413                      | \$ (9,882)                       |
| 8  | Total Service-Account 6620                    | \$ 186,269                      | \$ (6,214)                       |
|  | <b>CORPORATE OPERATIONS EXPENSE</b>           |                                 |                                  |
|  | <b>Executive and Planning</b>                 |                                 |                                  |
| 9  | 6711 Executive                                | \$ 144,457                      | \$ 58,493                        |
| 10   | 6712 Planning                                 |                                 | \$ -                             |
| 11   | Total Executive and Planning-Account 6710     | \$ 144,457                      | \$ 58,493                        |
|  | <b>General and Administrative</b>             |                                 |                                  |
| 12   | 6721 Accounting and Finance                   | \$ 432,917                      | \$ 16,634                        |
| 13   | 6722 External Relations                       | \$ 9,670                        | \$ (2,552)                       |
| 14   | 6723 Human Resources                          | \$ 57                           | \$ (43)                          |
| 15   | 6724 Information Management                   | \$ 1,545                        | \$ 583                           |
| 16   | 6725 Legal                                    | \$ 4,810                        | \$ (13,856)                      |
| 17   | 6726 Procurement                              | \$ -                            | \$ (187)                         |
| 18   | 6727 Research and Development                 |                                 | \$ -                             |
| 19   | 6728 Other General and Administrative         | \$ 100,397                      | \$ 1,868                         |
| 20   | Total General and Administrative-Account 6720 | \$ 549,396                      | \$ 2,447                         |



| I-36A. OTHER OPERATING TAXES (Account 7240) |                           |                    |                 |               |                    |      |      |           |
|---|---------------------------|--------------------|-----------------|---------------|--------------------|------|------|-----------|
| Line No.                                    | Name of Government (a)    | TYPE OF TAX        |                 |               |                    |      |      |           |
|   |                           | Public Utility (b) | Real Estate (c) | Franchise (d) | Regulatory Fee (e) | (f)  | (g)  | Total (h) |
| 1   | U.S. GOVERNMENT           |                    |                 |               |                    |      |      | \$ -      |
| 2   |                           |                    |                 |               |                    |      |      | \$ -      |
| 3   | State of New Hampshire    |                    |                 |               |                    |      |      | \$ -      |
| 4   | State PUC Assessment      | \$ 4,550           |                 |               |                    |      |      | \$ 4,550  |
| 5   | Annual Report & Franchise |                    |                 | \$ 102        |                    |      |      | \$ 102    |
| 6   | FCC Regulatory Fee        |                    |                 |               | \$ 1,058           |      |      | \$ 1,058  |
| 7   |                           |                    |                 |               |                    |      |      | \$ -      |
| 8   |                           |                    |                 |               |                    |      |      | \$ -      |
| 9   | Property Taxes:           |                    |                 |               |                    |      |      | \$ -      |
| 10  | Towns of Dunbarton & Bow  |                    | \$ 40,141       |               |                    |      |      | \$ 40,141 |
| 11  |                           |                    |                 |               |                    |      |      | \$ -      |
| 12  |                           |                    |                 |               |                    |      |      | \$ -      |
| 13  |                           |                    |                 |               |                    |      |      | \$ -      |
| 14  |                           |                    |                 |               |                    |      |      | \$ -      |
| 15  |                           |                    |                 |               |                    |      |      | \$ -      |
| 16  |                           |                    |                 |               |                    |      |      | \$ -      |
| 17  |                           |                    |                 |               |                    |      |      | \$ -      |
| 18  |                           |                    |                 |               |                    |      |      | \$ -      |
| 19  |                           |                    |                 |               |                    |      |      | \$ -      |
| 20  | <b>Total</b>              | \$ 4,550           | \$ 40,141       | \$ 102        | \$ 1,058           | \$ - | \$ - | \$ 45,851 |
| 21  | Billed by Others          |                    |                 |               |                    |      |      | \$ -      |
| 22  | Billed to Others          |                    |                 |               |                    |      |      | \$ -      |
| 23  | Charged to Construction   |                    |                 |               |                    |      |      | \$ -      |
| 24  |                           |                    |                 |               |                    |      |      | \$ -      |
| 25  |                           |                    |                 |               |                    |      |      | \$ -      |
| 26  |                           |                    |                 |               |                    |      |      | \$ -      |
| 27  |                           |                    |                 |               |                    |      |      | \$ -      |
| 28  |                           |                    |                 |               |                    |      |      | \$ -      |
| 29  |                           |                    |                 |               |                    |      |      | \$ -      |
| 30  |                           |                    |                 |               |                    |      |      | \$ -      |
| 31  |                           |                    |                 |               |                    |      |      | \$ -      |
| 32  |                           |                    |                 |               |                    |      |      | \$ -      |
| 33  | <b>Total</b>              | \$ -               | \$ -            | \$ -          | \$ -               | \$ - | \$ - | \$ -      |

**I-36B. PREPAID TAXES AND TAX ACCRUALS (account 1300, 4070 and 4080)**

1. Respondents shall disclose in column (b) the amount of prepaid taxes and in column (c) the amount of tax accruals at the beginning of the year and in column (d) other taxes accrued.
2. In column (d) respondents shall list the accounts charged and in column (e) the amount of taxes accrued during the year.
3. In column (f) respondents shall disclose the amount of taxes paid and in column (g) the adjustments with an explanation for each adjustment amounting to \$25,000 or more.
4. In succeeding columns, respondents shall disclose the balance at the end of the year for the prepaid taxes, income tax accruals and other taxes accrued.

| Line No. | Particulars<br>(a)        | Balance at Beginning of the Year     |  |   | Taxes Expensed During the Year |               | Taxes Paid<br>During the Year<br>(g) | Adjustments<br>Debit<br>or (Credit)<br>(h) | Balance at End of the Year           |  |   |
|----------|---------------------------|--------------------------------------|--|---|--------------------------------|---------------|--------------------------------------|--|--------------------------------------|--|---|
|          |                           | Prepaid Taxes<br>(Acct. 1300)<br>(b) | Income Taxes<br>Accrued<br>(Acct. 4070)<br>(c) | Other Taxes<br>Accrued<br>(Acct. 4080)<br>(d) | Account<br>Charged<br>(e)      | Amount<br>(f) |                                      |  | Prepaid Taxes<br>(Acct. 1300)<br>(i) | Income Taxes<br>Accrued<br>(Acct. 4070)<br>(j) | Other Taxes<br>Accrued<br>(Acct. 4080)<br>(k) |
| 1        | Federal Income Taxes      |                                      | \$ 27,147                                      |   | 7220, 7250, 7420               |               | \$ 15,010                            |  |                                      | \$ 12,137                                      |   |
| 2        | Federal Income Taxes      |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 3        | NH Business Profits Taxes |                                      | \$ (4,949)                                     |   | 7230, 7250, 7430               |               | \$ 3,708                             |  |                                      | \$ (8,657)                                     |   |
| 4        | NH Business Profits Taxes |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 5        | NHPUC Assessment          | \$ 2,595                             |  |   | 7240                           | \$ 4,550      | \$ 4,556                             |  | \$ 2,601                             |  |   |
| 6        | Property Taxes            |                                      |  |   | 7240                           | \$ 40,141     | \$ 40,141                            |  |                                      |  |   |
| 7        | Property Taxes            |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 8        |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 9        |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 10       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 11       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 12       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 13       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 14       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 15       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 16       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 17       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 18       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 19       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 20       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 21       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 22       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 23       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 24       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 25       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 26       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 27       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 28       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 29       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 30       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 31       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 32       |                           |                                      |  |   |                                |               |                                      |  |                                      |  |   |
| 33       | <b>Total</b>              | \$ 2,595                             | \$ 22,198                                      | \$ -  |                                | \$ 44,691     | \$ 63,415                            | \$ -                                       | \$ 2,601                             | \$ 3,480                                       | \$ -  |

**I-36C. NONOPERATING TAXES**

| Line No. | Description of Item<br>(a)  | Total     | Federal   | State     | Local |
|----------|---|-----------|-----------|-----------|-------|
| 1        | Account 7410 Nonoperating Investment Tax Credits-Net              | \$ -      |           |           |       |
| 2        | Account 7420 Nonoperating Federal Income Tax                      | \$ 42,000 | \$ 42,000 |           |       |
| 3        | Account 7430 Nonoperating State and Local Income Taxes            | \$ 15,600 |           | \$ 15,600 |       |
| 4        | Account 7440 Nonoperating Other Taxes                             | \$ -      |           |           |       |
| 5        |   |           |           |           |       |
| 6        |   |           |           |           |       |
| 7        |   |           |           |           |       |
| 8        |   |           |           |           |       |
| 9        |   |           |           |           |       |
| 10       | Account 7450 Provision for Deferred Nonoperating Income Taxes-Net | \$ -      |           |           |       |
| 11       |   |           |           |           |       |
| 12       |   |           |           |           |       |
| 13       |   |           |           |           |       |
| 14       |   |           |           |           |       |
| 15       |   |           |           |           |       |
| 16       |   |           |           |           |       |
| 17       |   |           |           |           |       |
| 18       |   |           |           |           |       |
| 19       |   |           |           |           |       |
| 20       |   |           |           |           |       |
| 21       |   |           |           |           |       |
| 22       |   |           |           |           |       |
| 23       |   |           |           |           |       |
| 24       |   |           |           |           |       |
| 25       |   |           |           |           |       |
| 26       |   |           |           |           |       |
| 27       |   |           |           |           |       |
| 28       |   |           |           |           |       |
| 29       |   |           |           |           |       |
| 30       |   |           |           |           |       |
| 31       |   |           |           |           |       |
| 32       |   |           |           |           |       |
| 33       |   |           |           |           |       |
| 34       |   |           |           |           |       |
| 35       |   |           |           |           |       |
| 36       | <b>Total</b>  | \$ 57,600 | \$ 42,000 | \$ 15,600 | \$ -  |

**I-36D. EXTRAORDINARY ITEMS (Accounts 7610, 7620, 7630, 7640)**

1. Give below a brief description of each item included in accounts 7610, Extraordinary Income Credits and 7620, Extraordinary Income Charges.
2. Give reference to Commission approval, including date of approval for extraordinary treatment of any item.
3. The Income tax effects relating to each extraordinary item should be listed in Column (c) and Column (d).

| Line No. | Description of Item<br>(a)                | Gross Amount<br>(b) | Account 7630<br>Current Income<br>Tax Effect<br>(c) | Account 7640<br>Provision for Deferred<br>Income Tax Effect<br>(d) |
|----------|---|---------------------|---|--|
| 1        | Account 7610 Extraordinary Income Credits |                     |   |  |
| 2        | None                                      |                     |   |  |
| 3        |   |                     |   |  |
| 4        |   |                     |   |  |
| 5        |   |                     |   |  |
| 6        |   |                     |   |  |
| 7        |   |                     |   |  |
| 8        |   |                     |   |  |
| 9        |   |                     |   |  |
| 10       |   |                     |   |  |
| 11       |   |                     |   |  |
| 12       |   |                     |   |  |
| 13       |   |                     |   |  |
| 14       |   |                     |   |  |
| 15       | <b>TOTALS</b>                             | \$ -                | \$ -  | \$ -   |
| 16       | Account 7620 Extraordinary Income Charges |                     |   |  |
| 17       | None                                      |                     |   |  |
| 18       |   |                     |   |  |
| 19       |   |                     |   |  |
| 20       |   |                     |   |  |
| 21       |   |                     |   |  |
| 22       |   |                     |   |  |
| 23       |   |                     |   |  |
| 24       |   |                     |   |  |
| 25       |   |                     |   |  |
| 26       |   |                     |   |  |
| 27       |   |                     |   |  |
| 28       |   |                     |   |  |
| 29       |   |                     |   |  |
| 30       | <b>TOTALS</b>                             | \$ -                | \$ -  | \$ -   |
| 31       | <b>Net Extraordinary Items</b>            | \$ -                | \$ -  | \$ -   |

**I-37. NONOPERATING INCOME AND EXPENSE (Account 7300)**

| Line No. | Item (a)   | Amount for the Current Year (b) | Increase Over Preceding Year (c) |
|----------|--|---------------------------------|----------------------------------|
| 1        | 7310 Dividend Income   | \$ -                            | \$ -                             |
| 2        | 7320 Interest Income   | \$ 176,423                      | \$ 167,393                       |
| 3        | 7330 Income From Sinking and Other Funds                     |                                 | \$ -                             |
| 4        | 7340 Allowance for Funds Used During Construction            |                                 | \$ -                             |
| 5        | 7350 Gains or Losses for the Disposition of Certain Property |                                 | \$ -                             |
| 6        | 7355 Equity in Earnings of Affiliated Companies              |                                 | \$ -                             |
| 7        | 7360 Other Nonoperating Income                               | \$ -                            | \$ -                             |
| 8        | 7370 Special Charges   | \$ (1,022)                      | \$ 938                           |
| 9        | Total Nonoperating Income and Expenses                       | \$ 175,401                      | \$ 168,331                       |

**I-38. OTHER OPERATING INCOME AND EXPENSE (Account 7100)**

| Line No. | Item (a)   | Amount for the Current Year (b) | Increase Over Preceding Year (c) |
|----------|--|---------------------------------|----------------------------------|
| 1        | 7110 Income from Custom Work                                   |                                 | \$ -                             |
| 2        | 7130 Return from Nonregulated Use of Regulated Facilities      |                                 | \$ -                             |
| 3        | 7140 Gains and Losses from Foreign Exchange                    |                                 | \$ -                             |
| 4        | 7150 Gains and Losses from the Disposition of Land and Artwork |                                 | \$ -                             |
| 5        | 7160 Other Operating Gains and Losses                          | \$ (6,800)                      | \$ (6,800)                       |
| 6        | Total Other Operating Income and Expenses                      | \$ (6,800)                      | \$ (6,800)                       |

**I-39. SPECIAL EXPENSES ATTRIBUTABLE TO FORMAL REGULATORY CASES**

1. Show, to the extent indicated by the following instructions and columnar captions, the expenses incurred during the year in connection with formal cases before Federal, State and other regulatory commissions, and in cases in which such a commission is a party, including to the same extent, the cost of defense and prosecution of petitions and complaints presented to such commissions and the cost of valuations, inventories, and appraisals of plant made for rate-case purposes and those taken in compliance with State and other regulatory authorities.
2. Expenses in connection with the procurement of franchises, issuance of capital stock and funded debt, and the expenses of securing certificates of convenience and necessity shall not be included in this schedule.
3. Give in column (a) a complete description of the regulation, hearing, or case that occasioned the items reported, including its number or other identification and the name of the regulatory commission concerned.
4. Column (b) shall include special assessments by regulatory commissions pertaining to the proceedings reported. General assessments by such commissions shall not be included in this schedule.
5. Column (c) shall include amounts such as fees, retainers, and expenses (excepting minor expenses not readily separable) paid to attorneys, consultants, and others not carried on the payroll of respondent.
6. Column (d) shall include salaries and wages and readily associated expenses of employees that have been employed or retained in service by respondent solely or almost entirely because of one or more of the proceedings reported.
7. Total expenses reported in columns (b), (c) and (d) shall be reported in column (e).

| Line No. | Description of Regulation or Case<br>(a) | Special Assessments by Regulatory Commissions<br>(b) | OTHER SPECIAL EXPENSES                                  |   | Total Reported Expenses and Assessments<br>(e) |
|----------|--|--|---|---|--|
|          |  |  | Fees, Retainers Expenses, and Other Billed Items<br>(c) | Incremental Payroll Costs and Directly Associated Expenses<br>(d) |  |
| 1        | CLEC Registration DT 10-183              |  | \$ 1,815  |   | \$ 1,815                                       |
| 2        | Pole Tax                                 |  | \$ 1,736  |   | \$ 1,736                                       |
| 3        | IP Voice DT 09-044                       |  | \$ 1,069  |   | \$ 1,069                                       |
| 4        | NHPUC 400 Rulemaking DRM 12-036          |  | \$ 146  |   | \$ 146   |
| 5        | TW vs. PSNH DT 12-084                    |  | \$ 108  |   | \$ 108   |
| 6        | Pole Make Ready DT 12-107                |  | \$ 27   |   | \$ 27  |
| 7        | Verizon / FP Merger DT07-011             |  | \$ 26   |   | \$ 26  |
| 8        | FP Bankruptcy                            |  | \$ 20   |   | \$ 20  |
| 9        |  |  |   |   | \$ -   |
| 10       |  |  |   |   | \$ -   |
| 11       |  |  |   |   | \$ -   |
| 12       |  |  |   |   | \$ -   |
| 13       |  |  |   |   | \$ -   |
| 13       | Total                                    | \$ -   | \$ 4,947  | \$ -  | \$ 4,947                                       |

**I-40. ADVERTISING**

1. Respondents shall disclose on line 1, the total amount charged to Account 6613, Product Advertising. Those costs shall include costs incurred in developing and implementing promotional strategies to stimulate the purchase of products and services.
2. Respondents shall disclose on line 2 the total amount of external relations expenditures to include cost to maintain relations with the government, regulators, other companies and the general public.
3. On line 3 respondents shall disclose the total costs incurred that are typically given special regulatory scrutiny for ratemaking purposes. These costs are presumed to be excluded from the cost of service in setting rates.

| Line No. | Account No.<br>(a) | Account Title<br>(b) | Amount<br>During the Year<br>(c) |
|----------|--------------------|----------------------|----------------------------------|
| 1        | 6613               | Product Advertising  | \$ -                             |
| 2        | 6722               | External Relations   | \$ 9,670                         |
| 3        | 7370               | Special Charges      | \$ 1,022                         |
|          |                    | Other (Specify):     |                                  |
| 4        |                    |                      |                                  |
| 5        |                    |                      |                                  |
| 6        |                    |                      |                                  |
| 7        |                    |                      |                                  |
| 8        |                    |                      |                                  |
| 9        |                    |                      |                                  |
| 10       |                    |                      |                                  |
| 11       |                    |                      |                                  |
| 12       |                    |                      |                                  |
| 13       |                    |                      |                                  |
| 14       |                    |                      |                                  |
| 15       |                    |                      |                                  |
| 16       |                    |                      |                                  |
| 17       |                    |                      |                                  |
| 18       |                    |                      |                                  |
| 19       |                    |                      |                                  |
| 20       |                    |                      |                                  |
| 21       |                    |                      |                                  |
| 22       |                    |                      |                                  |
| 23       |                    |                      |                                  |
| 24       |                    |                      |                                  |
| 25       |                    |                      |                                  |
| 26       |                    |                      |                                  |
| 27       |                    |                      |                                  |
| 28       |                    |                      |                                  |
| 29       |                    |                      |                                  |
| 30       |                    |                      |                                  |
| 31       |                    |                      |                                  |
| 32       |                    |                      |                                  |
| 33       |                    |                      |                                  |
| 34       |                    |                      |                                  |
| 35       |                    |                      |                                  |
| 36       |                    |                      |                                  |
| 37       |                    |                      |                                  |
| 38       |                    |                      |                                  |
| 39       |                    | <b>Total</b>         | <b>\$ 10,692</b>                 |

**I-41. GENERAL SERVICES AND LICENSES**

1. Respondents shall enter in column (a) the name of the affiliate to whom respondents paid \$10,000 or more for services received under a license agreement, a general service contract, or other arrangement providing for the furnishing of general account, engineering,

2. Respondents shall describe in column (b) the type of service provided.

| Line No. | Name of Affiliate<br>(a)       | Service Provided<br>(b) | Amount<br>(c) |
|----------|--------------------------------|-------------------------|---------------|
| 1        | none                           | Labor                   | \$ -          |
| 2        |                                |                         |               |
| 3        |                                |                         |               |
| 4        |                                |                         |               |
| 5        |                                |                         |               |
| 6        |                                |                         |               |
| 7        |                                |                         |               |
| 8        |                                |                         |               |
| 9        |                                |                         |               |
| 10       |                                |                         |               |
| 11       |                                |                         |               |
| 12       |                                |                         |               |
| 13       |                                |                         |               |
| 14       |                                |                         |               |
| 15       |                                |                         |               |
| 16       |                                |                         |               |
| 17       |                                |                         |               |
| 18       |                                |                         |               |
| 19       |                                |                         |               |
| 20       |                                |                         |               |
| 21       |                                |                         |               |
| 22       |                                |                         |               |
| 23       |                                |                         |               |
| 24       |                                |                         |               |
| 25       |                                |                         |               |
| 26       |                                |                         |               |
| 27       |                                |                         |               |
| 28       |                                |                         |               |
| 29       |                                |                         |               |
| 30       |                                |                         |               |
| 31       |                                |                         |               |
| 32       |                                |                         |               |
| 33       |                                |                         |               |
| 34       |                                |                         |               |
| 35       |                                |                         |               |
| 36       |                                |                         |               |
| 37       |                                |                         |               |
| 38       |                                |                         |               |
| 39       |                                |                         |               |
| 40       |                                |                         |               |
| 41       |                                |                         |               |
| 42       | Aggregate of All Other Amounts |                         |               |
| 43       |                                | <b>Total</b>            | <b>\$ -</b>   |



**I-42. MEMBERSHIPS FEES AND DUES**

1. Respondents shall disclose in column (b) the number of organizations in column (c) the number of memberships and in column (d) amount paid for membership fees and dues for each line item in column (a).
2. Respondents shall specify in column (a) any other type of organization not provided for elsewhere on this schedule.

| Line No. | Particulars<br>(a)  | NUMBER OF           |                    | Amount<br>(d) |
|----------|---|---------------------|--------------------|---------------|
|          |   | Organization<br>(b) | Memberships<br>(c) |               |
|          | <b>EXPENDITURES CHARGED TO OPERATING EXPENSES</b>             |                     |                    |               |
| 1        | Associations of Telecommunications Companies,                 | 4                   | 4                  | \$ 7,526      |
| 2        | Trade, Technical and Professional Associations and            |                     |                    |               |
| 3        | Other Organizations (specify type):                           |                     |                    |               |
| 4        | National Safety Council                                       | 1                   | 1                  | \$ 350        |
| 5        | Sam's Club  | 1                   | 1                  | \$ 280        |
| 6        |   |                     |                    |               |
| 7        |   |                     |                    |               |
| 8        |   |                     |                    |               |
| 9        |   |                     |                    |               |
| 10       |   |                     |                    |               |
| 11       |   |                     |                    |               |
| 12       |   |                     |                    |               |
| 13       |   |                     |                    |               |
| 14       |   |                     |                    |               |
| 15       | <b>Total</b>  | 6                   | 6                  | \$ 8,156      |
| 16       | <b>EXPENDITURES CHARGED TO SPECIAL CHARGES (ACCOUNT 7370)</b> |                     |                    |               |
| 17       | Social and Athletic Clubs                                     |                     |                    |               |
| 18       | Service Clubs (Rotary, Kiwanis, etc.)                         |                     |                    |               |
| 19       | Lobbying  |                     |                    |               |
| 20       | Charitable Contributions                                      |                     |                    |               |
| 21       | Membership Fees   |                     |                    |               |
| 22       | Penalties & Fines   |                     |                    | \$ 14         |
| 23       | Abandoned Construction Projects                               |                     |                    |               |
| 24       | Other (specify type):   |                     |                    |               |
| 25       | Scholarships  |                     |                    | \$ 500        |
| 26       | Granite State Pioneer Club                                    | 1                   |                    | \$ 125        |
| 27       | Dunbarton Elementary School                                   | 1                   |                    | \$ 133        |
| 28       | Town of Dunbarton   | 1                   |                    | \$ 250        |
| 29       |   |                     |                    |               |
| 30       |   |                     |                    |               |
| 31       |   |                     |                    |               |
| 32       |   |                     |                    |               |
| 33       |   |                     |                    |               |
| 34       |   |                     |                    |               |
| 35       |   |                     |                    |               |
| 36       |   |                     |                    |               |
| 37       | <b>Total</b>  | 3                   | -                  | \$ 1,022      |

**I-43. DONATIONS OR PAYMENTS FOR SERVICES RENDERED BY PERSONS OTHER THAN EMPLOYEES**

1. Report for each service rendered (including materials furnished incidental to the service which are impracticable of separation) by recipient and in total the aggregate of all payments made during the year where the aggregate of all such payments to a recipient was \$5,000 or more including fees, retainers commissions, gifts, contributions, assessments, bonuses, subscriptions, allowances for expenses or any other form of payments for services or as donations. Payments to a recipient by two or more companies within a single system under a cost sharing or other joint arrangement shall be considered a single item for reporting in this schedule and shall be shown in the report of the principal company in the joint arrangement (as measured by gross operating revenues) with reference thereto in the reports of the other system companies in the joint arrangement.

| Line No. | Name of Recipient<br>(a)     | Nature of Service<br>(b) | Amount of Payment<br>(c) |
|----------|------------------------------|--------------------------|--------------------------|
| 1        | Berry, Dunn, McNeil & Parker | audit, tax & consulting  | \$ 21,390                |
| 2        | Dataeast                     | customer billing         | \$ 57,803                |
| 3        | Devine, Millimet & Branch    | legal                    | \$ 7,486                 |
| 4        | Genband                      | switch maintenance       | \$ 6,723                 |
| 5        | ICORE                        | consulting               | \$ 10,633                |
| 6        | Moss Adams                   | consulting               | \$ 8,085                 |
| 7        |                              |                          |                          |
| 8        |                              |                          |                          |
| 9        |                              |                          |                          |
| 10       |                              |                          |                          |
| 11       |                              |                          |                          |
| 12       |                              |                          |                          |
| 13       |                              |                          |                          |
| 14       |                              |                          |                          |
| 15       |                              |                          |                          |
| 16       |                              |                          |                          |
| 17       |                              |                          |                          |
| 18       |                              |                          |                          |
| 19       |                              |                          |                          |
| 20       |                              |                          |                          |
| 21       |                              |                          |                          |
| 22       |                              |                          |                          |
| 23       |                              |                          |                          |
| 24       |                              |                          |                          |
| 25       |                              |                          |                          |
| 26       |                              |                          |                          |
| 27       |                              |                          |                          |
| 28       |                              |                          |                          |
| 29       |                              |                          |                          |
| 30       |                              |                          |                          |
| 31       |                              |                          |                          |
| 32       |                              |                          |                          |
| 33       |                              |                          |                          |
| 34       |                              |                          |                          |
| 35       |                              |                          |                          |
| 36       |                              |                          |                          |
| 37       |                              |                          |                          |
| 38       |                              |                          |                          |
| 39       |                              |                          |                          |
| 40       |                              | <b>Total</b>             | <b>\$ 112,120</b>        |

| <b>S-1. SWITCHES AND ACCESS LINES IN SERVICE</b> |  |                      |         |                      |                |
|--|--|----------------------|---------|----------------------|----------------|
| Line No.   | Description<br>(a)                                 | Total at End of Year |         |                      |                |
|  |  | Electronic           | Digital | Main Access Lines    |                |
|  |  | (b)                  | (c)     | Analog<br>(d)        | Digital<br>(e) |
|  | <b>SWITCHES</b>                                    |                      |         |                      |                |
| 1  | Central Office Switches - List by exchange         |                      | 1       |                      | 747            |
| 2  | Remote Switches                                    |                      | 4       |                      | 729            |
| 3  | Carrier Systems                                    |                      |         |                      |                |
|  | Total  | 0                    | 5       | 0                    | 1476           |
|  | <b>ACCESS LINES</b>                                |                      |         |                      |                |
|  | <b><u>Access Lines In Service by Customer:</u></b> |                      |         | Total at End of Year |                |
|  |  |                      |         | Analog<br>(b)        | Digital<br>(c) |
| 4  | Residential Access Lines                           |                      |         |                      | 1354           |
| 5  | Multiparty   |                      |         |                      |                |
| 6  | Total Access Lines                                 |                      |         | 0                    | 1354           |
| 7  | Business Access Lines:                             |                      |         |                      |                |
| 8  | Single Party                                       |                      |         |                      | 122            |
| 9  | Basic Rate ISDN (2B+D)                             |                      |         |                      |                |
| 10   | Primary Rate ISDN                                  |                      |         |                      |                |
| 11   | PBX Trunks   |                      |         |                      |                |
| 12   | Centrex-CO Line Count                              |                      |         |                      |                |
| 13   | InWATS - Closed End                                |                      |         |                      |                |
| 14   | Total Business Lines                               |                      |         | 0                    | 122            |
| 15   | Other Access Lines                                 |                      |         |                      |                |
| 16   | Radio Common Carrier (RCC) and Company Mobile      |                      |         |                      |                |
| 17   | Switched Access - FGA FX/ONAL                      |                      |         |                      | 2              |
| 18   | Public Pay Stations                                |                      |         |                      |                |
| 19   | Other  |                      |         |                      |                |
| 20   | Total Other Access Lines                           |                      |         | 0                    | 2              |
| 21   | Total Access Lines                                 |                      |         | 0                    | 1478           |

| <b>S-2. OUTSIDE PLANT STATISTICS - DISTRIBUTION/FEEDER</b> |   |                             |
|--|---|-----------------------------|
| Line No.   | Description<br>(a)                            | Total at End of Year<br>(b) |
| 1  | Miles of Aerial Wire                          | 28.36                       |
|  | <b>Aerial Cable</b>                           |                             |
| 2  | Miles of Sheath Copper                        | 148.70                      |
| 3  | Miles of Wire in Cable                        |                             |
| 4  | Miles of Sheath Fiber                         | 17.10                       |
| 5  | Miles of Fiber in Sheath                      | 425.26                      |
|  | <b>Underground Cable</b>                      |                             |
| 6  | Miles of Sheath Copper                        | 2.00                        |
| 7  | Miles of Wire in Cable                        |                             |
| 8  | Miles of Sheath Fiber                         |                             |
| 9  | Miles of Fiber in Sheath                      |                             |
|  | <b>Buried Cable</b>                           |                             |
| 10   | Miles of Sheath Copper                        | 1.00                        |
| 11   | Miles of Wire in Cable                        |                             |
| 12   | Miles of Sheath Fiber                         |                             |
| 13   | Miles of Fiber in Sheath                      |                             |
|  | <b>Submarine Cable</b>                        |                             |
| 14   | Miles of Sheath Copper                        |                             |
| 15   | Miles of Wire in Cable                        |                             |
| 16   | Miles of Sheath Fiber                         |                             |
| 17   | Miles of Fiber in Sheath                      |                             |
|  | <b>Total Distribution/Feeder Cable</b>        |                             |
| 18   | Miles of Sheath - Copper                      | 149.00                      |
| 19   | Miles of Sheath - Fiber                       | 17.10                       |
| 20   | Fiber Miles in Sheath - Lit                   | 187.86                      |
| 21   | Fiber Miles in Sheath - Deployed (Lit & Dark) | 425.26                      |
|  | <b>Poles and Underground Conduit</b>          |                             |
| 22   | Number of Poles                               | 2,687.00                    |
| 23   | Underground Conduit- Trench Miles             | 0.95                        |
| 24   | Underground Conduit- Duct Miles               | 2.34                        |

| <b>S-3. OUTSIDE PLANT STATISTICS - INTEROFFICE</b> |   |                             |
|--|---|-----------------------------|
| Line No.   | Description<br>(a)                            | Total at End of Year<br>(b) |
| 1  | Miles of Aerial Wire                          |                             |
|  | <b>Aerial Cable</b>                           |                             |
| 2  | Miles of Sheath Copper                        |                             |
| 3  | Miles of Wire in Cable                        |                             |
| 4  | Miles of Sheath Fiber                         | 14                          |
| 5  | Miles of Fiber in Sheath                      | 364                         |
|  | <b>Underground Cable</b>                      |                             |
| 6  | Miles of Sheath Copper                        |                             |
| 7  | Miles of Wire in Cable                        |                             |
| 8  | Miles of Sheath Fiber                         |                             |
| 9  | Miles of Fiber in Sheath                      |                             |
|  | <b>Buried Cable</b>                           |                             |
| 10   | Miles of Sheath Copper                        |                             |
| 11   | Miles of Wire in Cable                        |                             |
| 12   | Miles of Sheath Fiber                         |                             |
| 13   | Miles of Fiber in Sheath                      |                             |
|  | <b>Submarine Cable</b>                        |                             |
| 14   | Miles of Sheath Copper                        |                             |
| 15   | Miles of Wire in Cable                        |                             |
| 16   | Miles of Sheath Fiber                         |                             |
| 17   | Miles of Fiber in Sheath                      |                             |
|  | <b>Total Distribution/Feeder Cable</b>        |                             |
| 18   | Miles of Sheath - Copper                      |                             |
| 19   | Miles of Sheath - Fiber                       | 14                          |
| 20   | Fiber Miles in Sheath - Lit                   | 160                         |
| 21   | Fiber Miles in Sheath - Deployed (Lit & Dark) | 364                         |

**S-4. PENSION COST**

| Line No. | Item   | Current Year (b) | Previous Year (c) |
|----------|--|------------------|-------------------|
| 1        | Accumulated Benefit Obligation                         | none             |                   |
| 2        | Projected Benefit Obligation                           |                  |                   |
| 3        | Fair Value of Plan Assets                              |                  |                   |
| 4        | Discount Rate for Settlement of Liabilities            |                  |                   |
| 5        | Expected Long-Term Return on Assets                    |                  |                   |
|          | Net Periodic Pension Cost:                             |                  |                   |
| 6        | Service Cost   |                  |                   |
| 7        | Interest Cost  |                  |                   |
| 8        | Return on Plan Assets                                  |                  |                   |
| 9        | Amortization of Transition Amount                      |                  |                   |
| 10       | Amortization of Gains or Losses                        |                  |                   |
| 11       | <b>Total</b>   | \$ -             | \$ -              |
| 12       | Minimum Required Contribution                          |                  |                   |
| 13       | Actual Contribution                                    |                  |                   |
| 14       | Maximum Amount Deductible                              |                  |                   |
| 15       | Benefits Payments                                      |                  |                   |
| 16       | Pension Cost   |                  |                   |
| 17       | Pension Cost Capitalized                               |                  |                   |
| 18       | Accumulated Pension Asset (Liability) at Close of Year |                  |                   |
| 19       | Number of Company Employees:                           |                  |                   |
| 20       | Covered and not Covered by Plan                        |                  |                   |
| 21       | Active   |                  |                   |
|          | Retired  |                  |                   |

**ANNUAL REPORT**  
of

Annual Report of Dunbarton Telephone Company, Inc.

TO THE  
STATE OF NEW HAMPSHIRE  
PUBLIC UTILITIES COMMISSION  
For the year ended December 31,  
2012

**OATH**

State of New Hampshire.

County of Merrimack ss.

We, the undersigned, President & Treasurer  
of the Dunbarton Telephone Company, Inc. , on our oath do severally say that the foregoing report has  
been prepared, under our direction, from the original books, papers and records of said utility, that we have carefully examined  
the same, and declare the same to be a complete and correct statement of the business and affairs of said utility, in respect to  
each and every matter and thing therein set forth to the best of our knowledge, information and belief; and that the accounts  
and figures contained in the foregoing report embrace all of the financial operations of said utility during the period for which  
said report is made.

\_\_\_\_\_ President

\_\_\_\_\_ Treasurer

Subscribed and sworn to before me this

22nd day of March 2013

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