

TC98-104

K-1/28R

TC98-104

DOCKET NO.

In the Matter of

IN THE MATTER OF THE
ESTABLISHMENT OF SWITCHED
ACCESS REVENUE REQUIREMENT
FOR UNION TELEPHONE COMPANY

file fee

Public Utilities Commission of the State of South Dakota

DATE

MEMORANDA

5/27 98 Filed and Docketed;
5/28 98 TC Fee Filing,
8/14 98 Order Approving Filing Fee,
12/4 98 Order Approving Revenue Requirement;
12/4 98 Docket Closed

**TELEC CONSULTING
RESOURCES**

909 N. 96th Street, Suite 203
Omaha, NE 68114-2508
(402) 398-0062
FAX (402) 398-0065

Cornhusker Plaza
301 South 13th Street, Suite 401
Lincoln, NE 68508
(402) 441-4315
FAX (402) 441-4317

May 26, 1998

RECEIVED

MAY 27 1998

**SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION**

Mr. Harlan Best
Staff Analyst
South Dakota PUC
State Capitol
Pierre, SD 57501-5070

Dear Harlan:

Please find enclosed the a copy of the cost study, a study disk, and support data for Beresford Municipal and Union Telephone Companies. Included are the company financial statements, cost study adjustments, development of traffic factors and other factors input on sheet "G".

Also included is a revision to the Kennebec cost study filed in April. Your review of the study uncovered a problem in the traffic factors minutes of use. This did not effect the total minutes used in the rate development but did change revenue requirements. A new cost study, disk and updated support for traffic factors and rate development is enclosed. This revision has been sent to LECA and to Mr. Bullard.

If you have any questions concerning this matter Please call on (402) 398-0062.



Wendel Aanerud
TELEC Consulting Resources, Inc.

Encl.

RECEIVED

MAY 27 1998

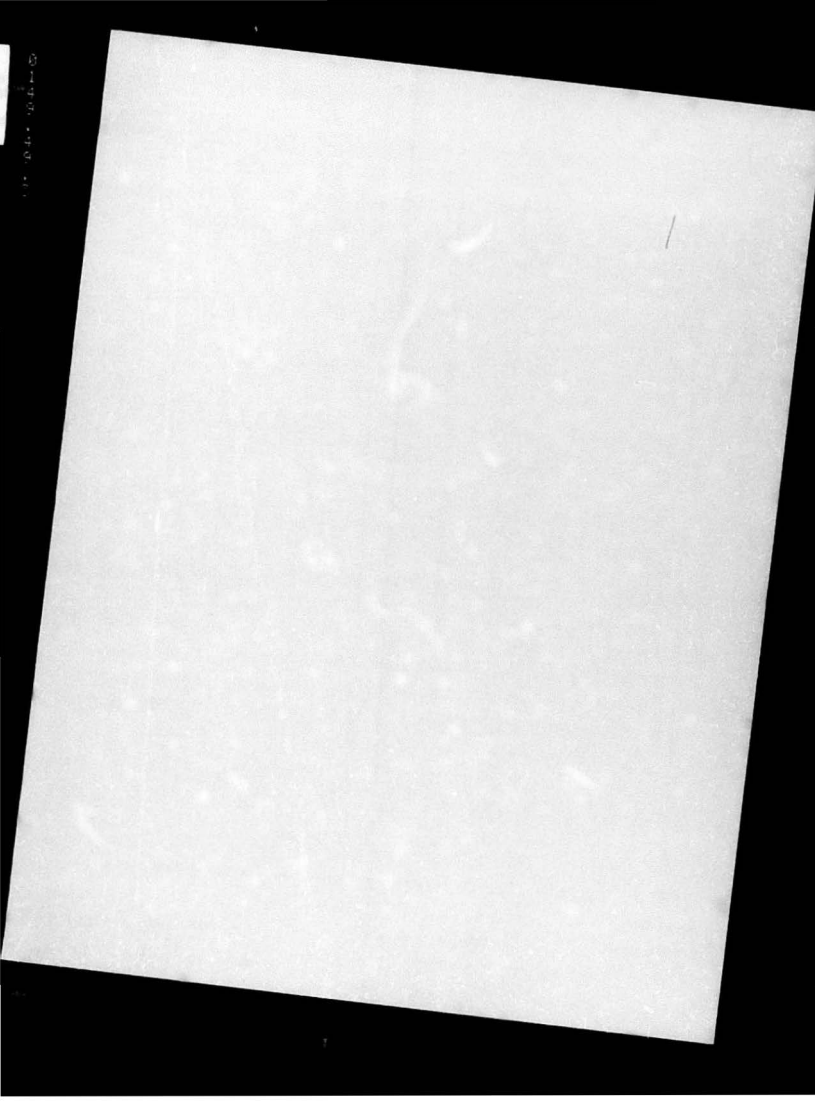
SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

COST STUDY CHECKLIST

COMPANY Union Telephone Company

YEAR 1997

- 1 SDPUC cost study & disk
- 2 SDPUC rate development spreadsheet
- 3 Financial statement from accountant
- 4 Trial balance from accountant
- 5 Account adjustment & average spreadsheet
- 6 Capital investment support (average)
- 7 Expense adjustment support (6620)
- 8 Minutes of use factors
- 9 Loops worksheet
- 10 Circuit terminations and miles
- 11 Misc. factor support



Sheet 15
 END OF DECEMBER 31, 1997
 Revised 5/29/96

12-May-98

01:48:18 PM

Union Telephone Company

Part 26 Revenue Requirement Summary		Part 26 Revenue Requirement Summary						
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
	Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other
INTRALATA								
15	Net Investment							
16	Rate of Return							
17	Return on Rate Base	\$321,335	\$187,205	\$67,111	\$0	\$39,342	\$0	\$31,178
18	Return Adjustments	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%
19	Return on Rate Base	\$345,335	\$20,031	\$7,181	\$0	\$3,835	\$0	\$3,336
20	Return Adjustments	(1,892)	(1,207)	(319)	0	(184)	0	(182)
21	Net Return on Rate Base	\$324,491	\$18,824	\$6,861	\$0	\$3,651	\$0	\$3,154
22	Income Taxes	251,52	3,819	1,443	0	766	0	659
23	Expenses and Other Taxes	263,611	193,849	83,702	620	27,576	42,864	22,899
24	Total IntraLATA Rev. Req	\$328,789	\$128,591	\$62,006	\$620	\$31,904	\$42,864	\$28,711
25								
26								
27								
28	INTERLATA							
29	Net Investment							
30	Rate of Return							
31	Return on Rate Base	\$12,570	\$8,153	\$3,008	\$0	\$1,331	\$0	\$0
32	Return Adjustments	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%
33	Return on Rate Base	\$1,345	\$177	\$330	\$0	\$142	\$0	\$0
34	Return Adjustments	(72)	(51)	(14)	0	(7)	0	0
35	Net Return on Rate Base	\$1,273	\$126	\$316	\$0	\$135	\$0	\$0
36	Income Taxes	267	2	2	0	29	0	0
37	Expenses and Other Taxes	17,850	4,205	2,442	2	1,015	8,165	0
38	Total IntraLATA Rev. Req	\$19,120	\$5,198	\$2,824	\$24	\$1,179	\$9,965	\$0
39								
40								
41								
42								
43								
44								
45	TOTAL INTRASTATE REV. REQ	\$318,978	\$133,789	\$64,830	\$644	\$33,172	\$52,830	\$28,712
46								
47								
48								
49								
50								
51								
52								
53								
54								
55								
56								
57								
58								
59								
60								
61								
62								
63								
64								
65								
66								
67								
68								
69								
70								
71								
72								
73								
74								
75								
76								
77								
78								
79								
80								
81								
82								
83								
84								
85								
86								
87								
88								
89								
90								
91								
92								
93								
94								
95								
96								
97								
98								
99								
100								

1.038573005886
 1.038573005886

ACCESS ELEMENT MINUTES OF USE
 ACCESS RATE PER MINUTE

\$0.101971

\$0.028514

2.273.621

\$0.014050

	Revenue Requirement Summary		INVESTOR													
	(A)	(B)	TOTAL COMPANY ALLOCATOR	Message Telephone Service					Private Line					TOTAL INTRASTATE		
			(C)	INVESTOR and Other	INVESTOR	INVESTOR	INVESTOR	INVESTOR	INVESTOR	INVESTOR	INVESTOR	INVESTOR	INVESTOR	INVESTOR	INVESTOR	(D)
13	State Income Tax Rate	0.00%		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
14	Federal Income Tax Rate	25.00%		25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%
15	Grants Receipts Tax Rate	5.00%		5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%
16																
18	Net Investment			\$1,123,004	\$12,510	\$258,951	\$0	\$0	\$0	\$0	\$22,364	\$0	\$0	\$0	\$333,905	O.K.
19	Rate of Return	10.70%		10.70%	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%	O.K.
20				\$702,161	\$1,345	\$31,989	\$0	\$0	\$0	\$0	\$2,395	\$0	\$0	\$0	\$33,728	O.K.
22	Return on Rate Base															
23	AFUDC	0	H43	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
24	ITC Amortization	(8,418)	H36	(8,454)	(72)	(1,732)	0	0	0	0	(139)	0	0	0	(1,964)	O.K.
25	Other Return Adjustments	0	V242	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
27	Net Return			\$113,707	\$1,273	\$30,235	\$0	\$0	\$0	\$0	\$2,256	\$0	\$0	\$0	\$33,764	O.K.
28	Contributions	1,160	H62	623	33	304	0	0	0	0	10	0	0	0	337	O.K.
30	Interest Expense	57,449	H44	44,200	476	11,604	0	0	0	0	869	0	0	0	12,949	O.K.
31	Capital Lease Expense	0	H48	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
32	Depreciation Expense	0	H36	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
33	Other Return Adjustments	0	V248	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
34	Other Income Adjustments	0		0	0	0	0	0	0	0	0	0	0	0	0	O.K.
35	After Tax Income			\$69,162	\$774	\$18,326	\$0	\$0	\$0	\$0	\$1,377	\$0	\$0	\$0	\$20,478	O.K.
37	State Income Taxes	\$0	Formula	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
39	Federal Income Taxes	20,712	Formula	23,659	287	6,313	0	0	0	0	474	0	0	0	7,044	O.K.
40	Other Income Taxes	963,170	V249	725,174	16,897	232,991	0	0	0	0	10,179	0	0	0	10,040	O.K.
41	Unallocable	0	V250	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
42	Other Revenue Adjustments	0		0	0	0	0	0	0	0	0	0	0	0	0	O.K.
44	Net Revenue	\$1,163,857	Formula	\$963,100	\$18,609	\$251,544	\$0	\$0	\$0	\$0	\$17,601	\$0	\$0	\$0	\$202,645	O.K.
45	Grants Receipts Taxes	61,261	V251	45,428	969	14,187	0	0	0	0	679	0	0	0	15,835	O.K.
46	Other Revenue Taxes	0		0	0	0	0	0	0	0	0	0	0	0	0	O.K.
47	TOTAL REVENUE REQUIREMENT			\$908,526	\$19,378	\$283,731	\$0	\$0	\$0	\$0	\$15,983	\$0	\$0	\$0	\$116,693	O.K.

***** FCC PART 36 *****
Investment Summary

(A)		INTRASTATE						(I)		
TOTAL COMPANY	Source/ Allocator	Intrastate and Other	Message Telephone Service	INTELATA	Private Line	TOTAL INTRASTATE				
(B)	(C)	(D)	INTELATA	(E)	(F)	(G)	(H)	(J)		
13 Land and Support Investment	D33	\$369,882	\$4,369	\$108,179	\$0	\$0	\$5,739		\$118,947	O.K.
15 COE Operated Equipment	D43	\$0	\$0	\$0	\$0	\$0	\$0		\$0	O.K.
16 COE Switching Equipment	D66	566,293	5,113	98,282	0	0	0		102,085	O.K.
17 COE Transmission Equipment	D85	250,733	1,887	41,079	0	0	4,331		11,831	O.K.
19 Total COE		\$685,027	\$7,187	\$149,461	\$0	\$0	\$4,931		\$133,963	O.K.
20 Int. Org./Term. Equipment	D94	1,774,900	18,979	407,332	0	0	38,624		482,932	O.K.
21 Cable and Wire Facilities	D137		\$2,027,080	\$550,833	\$0	\$0	\$43,555		\$616,848	O.K.
23 Total COE, TOT, CAVF		\$2,449,928	\$0	\$0	\$0	\$0	\$0		\$0	O.K.
24 Total Capital Leases	\$0	D173	\$0	\$0	\$0	\$0	\$0		\$0	O.K.
26 Leasedhold Improvements	\$0	D186	\$0	\$0	\$0	\$0	\$0		\$0	O.K.
29 Intangible Assets	\$384	D209	\$33	\$0	\$0	\$0	\$0		\$0	O.K.
30			\$3	\$0	\$0	\$0	\$0		\$0	O.K.
31 Total Fee Pst. In Service	\$3,184,141		\$2,418,257	\$668,892	\$0	\$0	\$51,960		\$738,884	O.K.
33 Plant Held, Future Use	\$0	D214-215	\$0	\$0	\$0	\$0	\$0		\$0	O.K.
34 TLOC Shock Term	0	D216-217	0	0	0	0	0		0	O.K.
35 TLOC Long-term	0	D218-219	0	0	0	0	0		0	O.K.
37 Tel. Pst. Attachment	0	D220-221	0	0	0	0	0		0	O.K.
38 Total Other Tel. Pst.	\$0		\$0	\$0	\$0	\$0	\$0		\$0	O.K.
40			\$27,032	\$668,892	\$0	\$0	\$0		\$0	O.K.
41			\$27,032	\$668,892	\$0	\$0	\$0		\$0	O.K.
42 TOTAL TELEPHONE PLANT	\$3,184,141		\$2,418,257	\$668,892	\$0	\$0	\$51,960		\$738,884	O.K.

13 LAND AND SUPPORT ASSETS	***** FCC PART 36 ***** Part Investment Detail										TOTAL INFORMATION (J)
	TOTAL COMPANY (B)	Source Account (C)	Interest and Other (D)	Message Telephone Service			Private Line			TOTAL INFORMATION (I)	
				INVEST (E)	INVEST (F)	INVEST (G)	INVEST (H)	INVEST (I)			
14 Land Allocate	\$7,279	H33	\$5,581	\$0	\$1,516	\$0	\$120	\$0	\$1,698	O.K.	
15 Land Direct	0	V22	0	0	0	0	0	0	0	O.K.	
16 Total Land	\$7,279		\$5,581	\$0	\$1,516	\$0	\$120	\$0	\$1,698	O.K.	
20 Motor Vehicles	\$0	H33	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
21 Aircraft	0	H33	0	0	0	0	0	0	0	O.K.	
22 Special Purpose Vehicles	0	H33	0	0	0	0	0	0	0	O.K.	
23 Garage/Work Equipment	0	H33	0	0	0	0	0	0	0	O.K.	
24 Office Equipment	0	H33	0	0	0	0	0	0	0	O.K.	
25 Buildings, Allocable	\$02,550	H33	385,301	4,307	104,463	0	8,279	0	117,249	O.K.	
26 Buildings, Direct	0	V29	0	0	0	0	0	0	0	O.K.	
27 Cellular	0	H33	0	0	0	0	0	0	0	O.K.	
28 Computer	0	H33	0	0	0	0	0	0	0	O.K.	
29 General Purpose Computers	0	H33	0	0	0	0	0	0	0	O.K.	
30 Total Support Assets	\$02,550		\$385,301	\$4,307	\$104,463	\$0	\$8,279	\$0	\$117,249	O.K.	
33 Tot. Land and Support Assets	\$059,829		\$190,862	\$4,359	\$106,179	\$0	\$8,399	\$0	\$118,647	O.K.	
34	*****		*****	*****	*****	*****	*****	*****	*****	*****	
35	*****		*****	*****	*****	*****	*****	*****	*****	*****	
36 CENTRAL OFFICE EQUIPMENT											
37											
38 CAT 1 Oper Sys. TSPS	\$0	G22	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
39 CAT 1 Oper Sys. TSPS	0	G23	0	0	0	0	0	0	0	O.K.	
40 CAT 1 Oper Sys. Adv. Pks	0	G23	0	0	0	0	0	0	0	O.K.	
41 CAT 1 Oper Sys. Other	0	V26	0	0	0	0	0	0	0	O.K.	
42 Total CAT 1	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
43	*****		*****	*****	*****	*****	*****	*****	*****	*****	
44	*****		*****	*****	*****	*****	*****	*****	*****	*****	
45 CAT 2 Trunking Sys. Allocate	\$104,159	G26	\$81,736	\$608	\$21,815	\$0	\$0	\$0	\$22,423	O.K.	
46 CAT 2 Trunking Sys. Direct	0	V28	0	0	0	0	0	0	0	O.K.	
47											
48											
49 Total CAT 2	\$104,159		\$81,736	\$608	\$21,815	\$0	\$0	\$0	\$22,423	O.K.	

	(A)	(B)	(C)	(D)	Message Telephone Service			Private Line		(I)
					InterLATA	IntraLATA	InterLATA	InterLATA	IntraLATA	
111 CABLE AND WIRE FACILITIES:										
113 CAT 1 InterLATA PL/WATS		\$3,213	F31	\$20,221	\$0	\$0	\$0	\$0	\$0	\$32,892
114 CAT 12 InterLATA PL/WATS		12,771	F31	12,771	0	0	0	0	0	0
115 CAT 1-3 Joint Message		1,631,596	G13	1,220,629	16,359	391,517	0	0	0	407,876
117 Other CAT 1 CL/WF		0	V74	0	0	0	0	0	0	0
118 Total CAT 1 CL/WF		\$1,697,469		\$1,296,621	\$16,359	\$391,517	\$0	\$0	\$0	\$446,898
119 CAT 2 CW/WF		0	G28	0	0	0	0	0	0	0
121 CAT 2 CW/WF Wholesale		\$22,905	V78	\$22,905	0	0	0	0	0	0
122 Total CAT 2 CL/WF		\$22,905		\$22,905	\$0	\$0	\$0	\$0	\$0	\$0
123 CAT 3 Joint Message		47,570	G17	31,139	617	15,815	0	0	0	\$16,431
126 CAT 3 PL/WATS etc		6,937	F36	4,305	0	0	0	0	5,632	5,632
128 CAT 3 Direct		0	V79	0	0	0	0	0	0	0
129 Total CAT 3 CL/WF		\$54,507		\$37,444	\$617	\$15,815	\$0	\$0	\$5,632	\$22,093
130 CAT 4 Message		\$0	G29	\$0	\$0	\$0	\$0	\$0	\$0	\$0
131 CAT 4 AMTS		0	V81	0	0	0	0	0	0	0
133 CAT 4 Direct		0	V82	0	0	0	0	0	0	0
134 Total CAT 4 CL/WF		\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0
137 TOTAL CW/WF		\$1,774,901		\$1,311,969	\$16,976	\$407,332	\$0	\$0	\$16,424	\$402,932
138										
139 CAPITAL LEASES:										
141 Allocable Support Leases		\$0	V84	\$0	\$0	\$0	\$0	\$0	\$0	\$0
143 Direct Support Leases		0		0	0	0	0	0	0	0
144 Total Support Leases		\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0

Sheet 7C
 ENDING DECEMBER 31, 1997

12-May-98

01:48:18 PM

Union Telephone Company

	FCC PART 36 Assets, Reserves and Liabilities		Intrastate				Private Line				TOTAL
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	
13 ACCUM DEPRECIATION, TPIS											
14 Support Assets	\$213,971	H13	\$184,012	\$1,833	\$44,552	\$0	\$3,524	\$49,909	O.K.		
15 Telephone Inventory	254,078	H19	1,448	0	37,266	0	0	38,811	O.K.		
17 COE Operator	69,261	H20	51,407	649	15,542	0	1,702	17,894	O.K.		
18 COE Transmission	1,008,823	H25	744,071	9,829	231,018	0	21,805	262,549	O.K.		
19 COT Equipment	0		0	0	0	0	0	0	O.K.		
21 Other Plant	0	V135	0	0	0	0	0	0	O.K.		
22 Total Accum. Depn., TPIS	\$1,543,920		\$1,174,757	\$13,556	\$328,475	\$0	\$27,332	\$309,183	O.K.		
23 ACCUM AMORTIZATION											
24 Accum. Depreciation PFRU	\$0	H38	\$0	\$0	\$0	\$0	\$0	\$0	O.K.		
25 Accum. Depn. Int'l. Inv.	0	H40	0	0	0	0	0	0	O.K.		
29 Accum. Amort. Int'l. Inv.	0	H41	0	0	0	0	0	0	O.K.		
30 Accum. Amort. Other	0	V138	0	0	0	0	0	0	O.K.		
32 Tot. Accum. Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.		
33 Total Accum. Depn./Amort.	\$1,543,920		\$1,174,757	\$13,556	\$328,475	\$0	\$27,332	\$309,183	O.K.		
34 ACCUM DEF INC TAXES NET											
35 Support Assets	0	H13	\$0	\$0	\$0	\$0	\$0	\$0	O.K.		
40 COE Switching	0	H16	0	0	0	0	0	0	O.K.		
41 COE Operator	0	H20	0	0	0	0	0	0	O.K.		
42 COE Transmission	0	H25	0	0	0	0	0	0	O.K.		
43 Cables and Wire Fc.	0	H31	0	0	0	0	0	0	O.K.		
44 Unclassified	278,917	V145	213,844	2,390	58,088	0	4,595	68,073	O.K.		
45 Total Accum. Def Inc Taxes	\$278,917		\$213,844	\$2,390	\$58,088	\$0	\$4,595	\$66,073	O.K.		

	TOTAL COMPANY		Interstate and Other		Message Telephone Service			Private Line		TOTAL INTRASTATE
	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13 Support Assets	1,000,000	D31	0.766693	0.008570	0.208263	0.000000	0.000000	0.016474	0.233307	O.K.
14 Land and Support Assets	1,000,000	D33	0.766693	0.008570	0.208263	0.000000	0.000000	0.016474	0.233307	O.K.
15 COE Operator	1,000,000	I43	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
17 COE Trunking	1,000,000	D46	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
18 COE Local Switching	1,000,000	D48	0.858758	0.005633	0.209442	0.000000	0.000000	0.000000	0.215275	O.K.
19 COE Trunking	1,000,000	D49	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
20 COE Local Switching	1,000,000	D48	0.847245	0.005633	0.147065	0.000000	0.000000	0.000000	0.147292	O.K.
21 COE Trunking	1,000,000	C15	0.741787	0.009371	0.224269	0.000000	0.000000	0.024564	0.282203	O.K.
22 Int. Orig. Trunk CAT 1	1,000,000	C15	0.822837	0.008541	0.164859	0.000000	0.000000	0.008674	0.177113	O.K.
24 Int. Orig. Trunk CAT 1	0.000,000	D90	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
24 Int. Orig. Trunk CAT 2	0.000,000	D92	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
25 Trunk IOT	0.000,000	D94	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
26 CBWF CAT 1	1,000,000	D116	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
28 CBWF CAT 2	1,000,000	D118	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
29 CBWF CAT 3	1,000,000	D129	0.740262	0.009637	0.235645	0.000000	0.000000	0.019436	0.159718	O.K.
30 CBWF CAT 4	1,000,000	D130	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
31 Trunk CBWF	0.000,000	D135	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
32 Trunk Equipment	0.000,000	D137	0.738179	0.009564	0.228496	0.000000	0.000000	0.027161	0.205821	O.K.
33 Trunk Equipment	1,000,000	C23	0.000000	0.008570	0.208263	0.000000	0.000000	0.016474	0.233307	O.K.
35 TRIS	1,000,000	C33	0.766693	0.008570	0.208263	0.000000	0.000000	0.016474	0.233307	O.K.
36 TRIS, excl. Acct. No. 2690	1,000,000	D189	0.766693	0.008570	0.208263	0.000000	0.000000	0.016474	0.233307	O.K.
38 Pk. Maint. Fed. Use	0.000,000	D215	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
39 Total Tangible Assets	0.000,000	C25	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
40 Total Intangible Assets	0.000,000	C29	0.766693	0.008570	0.208263	0.000000	0.000000	0.016474	0.221207	O.K.
41 Long-Term PUC	0.000,000	C26	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
43 Net Telephone Plant	1,000,000	C61	0.773419	0.008327	0.205000	0.000000	0.000000	0.015198	0.226181	O.K.
44 Total Investment	1,000,000	C68	0.775813	0.008629	0.205165	0.000000	0.000000	0.015198	0.226181	O.K.
45 Capital Leases	0.000,000	D173	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
48 Tot. Bus. Ch. Cust. Serv.	1,000,000	I141	0.000000	0.047125	0.318952	0.000000	0.000000	0.000000	0.366178	O.K.
50 Total "BUS. CH. CUST. SERV." Expenses	1,000,000	I170	0.000000	0.020942	0.236767	0.000000	0.000000	0.004979	0.267397	O.K.
51 Corporate Operations Expense	1,000,000	I185	0.705259	0.019871	0.281793	0.000000	0.000000	0.006237	0.290701	O.K.

Sheet "1"

ENDING DECEMBER 31, 1997

Intrastate

	(A)	TOTAL COMPANY	(B)	Source/ Allocator	(C)	Intrastate and Other	(D)	Message Telephone Service		Private Line		TOTAL (B)+(E)+(F)+(G)+(H)+(I)
								Intrastate	(E)	Intrastate	(F)	
13 PLANT SPEC OPER EXPENSE												
14 Network Support Alloc		\$0		H14	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
15 Network Support Direct		0		V149	0	0	0	0	0	0	0	O.K.
16 Total Network Support Exp		\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
17												
18												
19 General Support Alloc		\$13,754		H14	\$12,078	\$135	\$3,281	\$0	\$260	\$0	\$0	O.K.
20 General Support Direct		0		V151	0	0	0	0	0	0	0	O.K.
21												
22 Total General Support Exp		\$13,754			\$12,078	\$135	\$3,281	\$0	\$260	\$0	\$0	O.K.
23												
24 Local Office Eq. Alloc		\$94,650		H21	\$77,886	\$619	\$16,626	\$0	\$537	\$0	\$0	O.K.
25 Central Office Eq. Direct		0		V153	0	0	0	0	0	0	0	O.K.
26												
27 Total COE Exp		\$94,650			\$77,886	\$619	\$16,626	\$0	\$537	\$0	\$0	O.K.
28												
29 Cost: Transmis Equip		\$0		H24	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
30												
31												
32 Other TOT		0		H23	0	0	0	0	0	0	0	O.K.
33 TOT Direct		0		V157	0	0	0	0	0	0	0	O.K.
34												
35 Total TOT Exp		\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
36												
37 Cable & Wire Alloc		\$113,370		H31	\$93,801	\$1,084	\$28,018	\$0	\$1,467	\$0	\$0	O.K.
38												
39 Cable & Wire Direct		0		V159	0	0	0	0	0	0	0	O.K.
40												
41 Total C&W Exp		\$113,370			\$93,801	\$1,084	\$28,018	\$0	\$1,467	\$0	\$0	O.K.
42												
43 TOTAL P.L.T. SPEC OPER EXP		\$223,774			\$173,765	\$1,838	\$44,937	\$0	\$3,264	\$0	\$0	O.K.
44												
45 TOTAL P.L.T. SPEC. ** SUPPORT		\$208,020			\$161,687	\$1,733	\$41,626	\$0	\$3,004	\$0	\$0	O.K.

Intrastate

***** FCC PART 36 *****
Operating Expenses and Taxes

	TOTAL COMPANY	Source/ Allocator	Interstate and Other			Message Telephone Service			Private Line			TOTAL INTRASTATE
			(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
58 NON-SPECIFIC OPER. EXP.												
59 Cn. Pk. and Equip. Alloc.	\$0	1026	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
61 Cn. Pk. and Equip. Direct	0	V177	0	0	0	0	0	0	0	0	0	O.K.
62	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
63 Total Cn. Pk. & Equip.	\$8,262	H33	\$6,324	\$1,938	\$0	\$1,721	\$0	\$1,938	\$0	\$0	\$1,938	O.K.
65 Network Operations Alloc.	0	V179	0	0	0	0	0	0	0	0	0	O.K.
66 Network Operations Direct	88,262		\$8,334	\$71	\$1,721	\$1,721	\$0	\$1,938	\$0	\$0	\$1,938	O.K.
67 Total Network Oper. Exp.												
70 Total Access Expenses	\$0	V180	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
72 Depn. Support Assets	\$41,909	H13	\$329	\$329	\$8,726	\$8,726	\$0	\$669	\$0	\$0	\$9,724	O.K.
73 Depn. COE Switching	\$6,940	H18	495	495	12,786	12,786	0	0	0	0	13,281	O.K.
74 Depn. COE Operator	0	H18	0	0	0	0	0	0	0	0	0	O.K.
75 Depn. COE Transmission	19,696	H20	14,610	185	4,417	4,417	0	484	0	0	5,396	O.K.
76 Depn. SOT Equipment	0	H20	0	0	0	0	0	0	0	0	0	O.K.
77 Depn. CE/V Facilities	91,654	H33	67,749	877	21,634	21,634	0	1,995	0	0	23,905	O.K.
78 Depn. PHU	0	H38	0	0	0	0	0	0	0	0	0	O.K.
80 Total Depreciation Expense	\$240,199		\$188,150	\$1,915	\$48,965	\$48,965	\$0	\$3,969	\$0	\$0	\$52,934	O.K.
81	\$0	H40	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
82 Amort. Telephone Assets	0	V181	0	0	0	0	0	0	0	0	0	O.K.
83 Amort. Network Assets	0	V181	0	0	0	0	0	0	0	0	0	O.K.
84 Other Amortization	0	V190	0	0	0	0	0	0	0	0	0	O.K.
85 Direct Assigned Amort.	0		0	0	0	0	0	0	0	0	0	O.K.
86	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
87 Total Amortization Exp.												
88	\$240,199		\$188,150	\$1,915	\$48,965	\$48,965	\$0	\$3,969	\$0	\$0	\$52,934	O.K.
89 Total Depn. and Amort.	\$240,199		\$188,150	\$1,915	\$48,965	\$48,965	\$0	\$3,969	\$0	\$0	\$52,934	O.K.
91 TOTAL NON-SPEC. OPER. EXP.	\$248,461		\$194,434	\$1,986	\$48,886	\$48,886	\$0	\$3,305	\$0	\$0	\$53,977	O.K.

	INTRA-STATE											
	TOTAL COMPANY	Source/ Allocator	Interstate and Other	Message Telephone Service		Private Line		INTRA-STATE		TOTAL INTRA-STATE		
				INTRA-STATE	INTRA-STATE	INTRA-STATE	INTRA-STATE	(F)	(G)		(H)	(I)
(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)			
***** FCC PART 36 ***** Operating Expenses and Taxes												
156 Other Cust. Serv. Alloc.	\$185	H49	\$117	\$9	\$59	\$0	\$0	\$0	\$68	O.K.		
158 Other Cust. Serv. Direct	0	V211	0	0	0	0	0	0	0	O.K.		
159 Total Other Cust. Serv.	\$185		\$117	\$9	\$59	\$0	\$0	\$0	\$68	O.K.		
160 TOTAL CUSTOMER OPER. EXP.	\$115,014		\$74,790	\$5,131	\$35,094	\$0	\$0	\$0	\$40,224	O.K.		
162												
163												
164 "BIG-THREE" EXPENSES												
166 Total Pk. Spec. ex Support	\$208,020	44	\$161,687	\$1,703	\$41,626	\$0	\$3,004	\$0	\$46,333	O.K.		
167 Total Telecomm. Oper. Exp.	8,262	68	6,324	71	1,771	0	136	0	1,928	O.K.		
168 Total Customer Operations	115,014	161	74,790	5,131	35,094	0	3,304	0	40,224	O.K.		
170 TOTAL "BIG THREE" EXPENSES	\$331,296		\$242,811	\$6,905	\$78,440	\$0	\$3,145	\$0	\$88,485	O.K.		
171												
172 CORPORATE OPERATIONS EXPENSE												
174 Exec. and Planning Alloc.	\$235,773	H50	\$172,801	\$4,914	\$58,823	\$0	\$2,235	\$0	\$62,972	O.K.		
175 Exec. and Planning Direct	0	V213	0	0	0	0	0	0	0	O.K.		
177 Total Exec. and Planning	\$235,773		\$172,801	\$4,914	\$58,823	\$0	\$2,235	\$0	\$62,972	O.K.		
179 Admin. & General Allocable	\$143,841	H55	\$106,023	\$2,968	\$34,557	\$0	\$1,363	\$0	\$38,818	O.K.		
181 Admin. & General Direct	15,461	V231	4,427	0	14,354	0	0	0	14,354	O.K.		
182 Total Admin. and Gen.	\$159,302		\$109,810	\$2,968	\$48,411	\$0	\$1,363	\$0	\$53,172	O.K.		
183 TOTAL CORPORATE OPERATIONS	\$398,155		\$292,411	\$7,912	\$104,234	\$0	\$3,598	\$0	\$115,744	O.K.		
186												
187 NON-INCOME TAXES												
189 Non-income Taxes, Allocable	\$370	H56	\$284	\$3	\$77	\$0	\$6	\$0	\$68	O.K.		
191 Non-income Taxes, Direct	0	V233	0	0	0	0	0	0	0	O.K.		
193 Total Non-income Taxes	\$370		\$284	\$3	\$77	\$0	\$6	\$0	\$68	O.K.		
194												
196 TOTAL OPER. EXP. AND TAXES	\$681,774		\$725,724	\$18,870	\$232,997	\$0	\$10,173	\$0	\$280,040	O.K.		

Union Telephone Company

Part 10 INFLATA Total		Source or Appropriation (C)		Common Line (D)		Local Switching (E)		Information (F)		Common Transport (G)		Billing and Collection (H)		Other (I)	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)	(N)	(O)	(P)
13. LAND AND SUPPORT ASSETS															
14. Land Assets, Message	\$1,516	N28	289	572	0	0	0	0	0	0	0	0	0	0	0
15. Land Assets, Private Line	120	N28	23	45	0	0	0	0	0	0	0	0	0	0	0
16. Total Land Assets	\$1,636														
17. Support Assets, Message	\$104,863	N28	\$19,943	\$19,489	\$0	\$22,699	\$0	\$22,699	\$0	\$22,699	\$0	\$0	\$352	\$352	O.K.
18. Support Assets, Private Line	3,275	N28	1,581	3,124	0	1,795	0	1,795	0	1,795	0	0	352	352	O.K.
19. Total Support Assets	\$112,842		\$21,563	\$42,812	\$0	\$24,495	\$0	\$24,495	\$0	\$24,495	\$0	\$0	\$352	\$352	O.K.
20. Total Land and Supp Assets	\$114,577		\$21,875	\$43,229	\$0	\$24,849	\$0	\$24,849	\$0	\$24,849	\$0	\$0	\$352	\$352	O.K.
21. CENTRAL OFFICE EQUIPMENT															
22. Operator Sys. DA	\$0	(F)	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
23. Operator Sys. Other	0	(F)	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
24. Total Operator Systems	\$0														
25. System Switching	\$21,815	(G)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
26. System Assigned	0	Direct	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
27. Total System Switching	\$21,815		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$21,815	\$0	\$0	\$0	\$0	O.K.
28. Local Switching	\$76,467	(E)	\$0	\$76,467	\$0	\$0	\$0	\$0	\$0	\$27,815	\$0	\$0	\$0	\$0	O.K.
29. Local Assigned	0	Direct	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
30. Total Local Switching	\$76,467		\$0	\$76,467	\$0	\$0	\$0	\$0	\$0	\$27,815	\$0	\$0	\$0	\$0	O.K.
31. Total Local Switching	\$76,467		\$0	\$76,467	\$0	\$0	\$0	\$0	\$0	\$27,815	\$0	\$0	\$0	\$0	O.K.
32. Total Switching	\$98,282		\$0	\$76,467	\$0	\$0	\$0	\$0	\$0	\$27,815	\$0	\$0	\$0	\$0	O.K.

Union Telephone Company

	Part 18 INFLATA		Source or Appropriation		Common Line	Local switching	Information	Common Transport	Billing and Collection	Other
	(B)	(C)	(D)	(E)						
56 COE Exch Trunk Message	\$0	Direct	\$0	\$0			\$0	\$0	\$0	\$0
57 COE Exch Trunk Message	38,800	(I)	38,800	0			0	0	0	0
60 COE Exch Trunk - PL Int	3,281	(I)	0	0			0	0	0	3,281
61 COE Exch Trunk - Assigned	0	Direct	0	0			0	0	0	0
62 COE Interchange Message	6,325	(I)	0	0			6,325	0	0	0
63 COE Interchange Message	1,875	(I)	0	0			0	0	0	1,875
64 COE Interchange Assigned	0	(I)	0	0			0	0	0	0
65 COE NTR Message	0	(I)	0	0			0	0	0	0
66 COE NTR Assigned	0	Direct	0	0			0	0	0	0
67										
68 Total COE Transmission	\$49,950		\$36,695	\$0			\$6,325	\$0	\$0	\$4,931
69										
70 Total Central Office Equip	\$145,232		\$35,695	\$15,467			\$28,140	\$0	\$0	\$4,931
71										
72 TOT EQUIPMENT										
73 Public Telephones	\$0	NA3	\$0	\$0			\$0	\$0	\$0	\$0
74 Customer Premise Equip	0	(I)	0	0			0	0	0	0
76 Customer Premise Equipment	0	NA0	0	0			0	0	0	0
77										
78 Total TOT Equipment	\$0		\$0	\$0			\$0	\$0	\$0	\$0
79										
80 CABLE AND WIRE FACILITIES										
81 Exchange PL and PLATS	\$32,992	(I)	\$0	\$0			\$0	\$0	\$0	\$32,992
83 Exchange Message	381,517	(I)	0	0			0	0	0	0
84 Exchange Assigned	0	Direct	0	0			0	0	0	0
85										
86 Total Exchange Line CBWF	\$424,509		\$29,517	\$0			\$0	\$0	\$0	\$32,992
87										
88 Exchange Trunk Message	\$0	Direct	\$0	\$0			\$0	\$0	\$0	\$0
89 Exchange Trunk PL	0	Direct	0	0			0	0	0	0
90										
91 Total Exchange Trunk CBWF	\$0		\$0	\$0			\$0	\$0	\$0	\$0
92										
93 Interchange Message	\$15,815	(I)	\$0	\$0			\$15,815	\$0	\$0	\$0
94 Interchange PL, PLATS	0	(I)	0	0			0	0	0	0
95 Interchange Assigned	0	(I)	0	0			0	0	0	0
96										
97 Total Interchange CBWF	\$17,447		\$0	\$0			\$15,815	\$0	\$0	\$5,632

Sheet "L"
ENDING DECEMBER 31, 1997

12 May 98

01:48:18 PM

Union Telephone Company

	Part 36 Information Total		Source or Appropriation (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)
	(B)	(A)							
***** FCC PART 69 *****									
***** Information Detail *****									
161 PLANT UNDER CONSTRUCTION									
162 Equipment	\$0		1445	\$0	\$0	\$0	\$0	\$0	\$0
163 Long-term	0		1445	0	0	0	0	0	0
165 Total PE Under Const.	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0
166									
169 TELEPHONE PLANT ADJUSTMENT			1448	\$0	\$0	\$0	\$0	\$0	\$0
170 CLASS B FTB STOCK	\$7,396		1237	\$5,100	\$1,350	\$0	\$776	\$0	\$769
173 MATERIALS AND SUPPLIES	\$14,335		1237	\$9,144	\$2,421	\$0	\$1,392	\$0	\$1,379
174 CASH WORKING CAPITAL	\$8,442		1237	\$5,385	\$1,425	\$0	\$820	\$0	\$812
175									
177 EQUAL ACCESS INVESTMENT	\$0		Direct	\$0	\$0	\$0	\$0	\$0	\$0

Sheet: W
 ENDING DECEMBER 31, 1987

01:48:18 PM

Union Telephone Company

***** FCC PART 69 ***** INTELETA Resources and Debits		Part 36 INTELETA						
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
Source of Appropriation	Total	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
14 ACCUM. DEPRECIATION, TPIS								
15 Support Assets	\$48,076	N28	\$5,179	\$18,139	\$0	\$10,427	\$0	\$10,332
16 COE Switching	37,366	L44	0	29,072	0	8,294	0	0
17 COE Transmission	0	L32	0	0	0	0	0	0
18 COE Equipment	17,244	L28	13,235	0	0	2,114	0	1,702
19 ROT Equipment	0	L78	0	0	0	0	0	0
20 Cable and Wire Facilities	232,921	L117	222,046	0	0	8,969	0	21,905
21 Other Plant	0	N27	0	0	0	0	0	0
22								
23 Total Accum. Deprec. TPIS	\$355,607		\$244,554	\$47,210	\$0	\$29,873	\$0	\$33,939
24 ACCUM. AMORTIZATION								
26								
27 Accum. Depreciation, PMPU	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0
28 Accum. Amort. Telephone Inv.	0	N37	0	0	0	0	0	0
29 Accum. Amort. Other	0	N37	0	0	0	0	0	0
30								
31 Tot. Accum. Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0
33								
34 Total Accum. Deprec. Amount	\$355,607		\$244,554	\$47,210	\$0	\$29,873	\$0	\$33,939
35								
36								
37 ACCUM. DEF. INC. TAXES, NET								
38								
39 Support Assets	\$0	N28	\$0	\$0	\$0	\$0	\$0	\$0
40 COE Switching	0	L44	0	0	0	0	0	0
41 COE Transmission	0	L32	0	0	0	0	0	0
42 COE Equipment	0	L28	0	0	0	0	0	0
43 COE ROT Equipment	0	L78	0	0	0	0	0	0
44 Cable and Wire Fac.	62,563	L117	39,582	10,886	0	6,095	0	6,030
45 Unclassified	0	N37	0	0	0	0	0	0
46								
47 Total Accum. Def. Inc. Taxes	\$62,563		\$39,582	\$10,886	\$0	\$6,095	\$0	\$6,030

Union Telephone Company

	Part 36 Info. T/A		***** FCC PART 69 ***** Appropriation Factors						
	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
	Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
13 Central Office Equipment	\$149,232	L70	\$18,695	\$76,467	\$0	\$28,140	\$0	\$4,931	
14 Info. Orig./Term. Eqt.	0	L78	0	0	0	0	0	0	
15 C&T Facilities	443,956	L117	391,517	0	0	15,815	0	38,624	
17 Total	\$594,188		\$430,212	\$76,467	\$0	\$43,955	\$0	\$43,555	
18 Factor	1.000000		0.724233	0.128931	0.000000	0.073975	0.000000	0.073302	
20 Sum. Sw. Trans. Other	\$163,976	17	\$0	\$76,467	\$0	\$43,955	\$0	\$43,555	
21 Factor	1.000000		0.000000	0.466327	0.000000	0.268517	0.000000	0.265817	
22 Central Office Equipment	\$149,232	L70	\$38,696	\$76,467	\$0	\$28,140	\$0	\$4,931	
24 Info. Orig./Term. Eqt.	0	L78	0	0	0	0	0	0	
25 C&T Facilities	54,439	L117-43	0	0	0	15,815	0	38,624	
27 Total	\$203,671		\$38,696	\$76,467	\$0	\$43,955	\$0	\$43,555	
28 Factor	1.000000		0.190223	0.377294	0.000000	0.218878	0.000000	0.214904	
29 General Support Facilities	\$114,577		\$21,876	\$43,229	\$0	\$24,849	\$0	\$24,623	
31 Central Office Equipment	28,140		0	76,467	0	28,140	0	4,311	
32 Info. Orig./Term. Eqt.	149,232	15	0	0	0	0	0	0	
33 C&T Facilities	443,956	15	391,517	0	0	15,815	0	38,624	
35 Equal Access Investment	0	L177	0	0	0	0	0	0	
36 Total	\$738,766		\$452,287	\$119,696	\$0	\$68,804	\$0	\$68,176	
37 Factor	1.000000		0.637652	0.168879	0.000000	0.097076	0.000000	0.096193	
39 Sum. Com. Ln. Sw. Trans	\$643,587	36	\$452,287	\$119,696	\$0	\$68,804	\$0	\$68,176	
40 Factor	1.000000		0.705739	0.186853	0.000000	0.107458	0.000000	0.106207	
41 COE Cat. 2 Factor	1.000000	Direct	0.000000	0.000000	0.000000	1.000000	0.000000	0.000000	
43 ROT Cat. 1 Factor	1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	
44 Total 1915	\$708,852	FCB	\$452,142	\$119,710	\$0	\$68,813	\$0	\$68,186	
45 Factor	1.000000		0.651952	0.168879	0.000000	0.097076	0.000000	0.096193	

Sheet "N"
ENDING DECEMBER 31, 1997

12-May-98

01:48:18 PM

Union Telephone Company

***** FCC PART 68 ***** Appropriation Factors	Part 36 Billing Line		Common Line		Local Service		Information		Common Transport		Billing and Collection		Other	
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)	(N)
60 Interstate Equip Factor	0.000000	0.000000	Direct	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
61 Wk 3rd Work Seconds	1.000000	1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
63 "BIG THREE" Expenses	\$30,596	\$31,413	0171	\$31,413	\$16,844	\$262	\$262	\$17,110	\$1,316	\$17,110	\$17,110	\$17,110	\$17,285	O.K.
64 Factor	1.000000	0.399723		0.399723	0.146585	0.001725	0.001725	0.104160	0.104160	0.104160	0.216070	0.216070	0.092287	O.K.
65 Net Investment	\$21,335	\$197,209	.713	\$197,209	\$97,111	\$0	\$0	\$35,842	\$0	\$35,842	\$0	\$0	\$31,178	O.K.
67 Factor	1.000000	0.282881		0.282881	0.282881	0.000000	0.000000	0.111540	0.111540	0.111540	0.000000	0.000000	0.097023	O.K.

0

Sheet '0'
 ENDING DECEMBER 31, 1997

12-May-98 01:48:18 PM

Union Telephone Company

Part 36 In-CATA Total		Operating Expenses and Taxes						
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	
		Application	Common	Local	Information	Common	Billing and	
		Direct	Line	Switching	Services	Transport	Collection	
							Other	
							(I)	
13 PLANT SPEC. OPEX EXPENSE								
14 Network Support Alloc	\$0	N27	\$0	\$0	\$0	\$0	\$0	\$0
15 Network Support Direct	0	Direct	0	0	0	0	0	0
16 Total Network Support Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0
17 General Support Alloc	\$1,541	N20	\$676	\$1,326	\$0	\$768	\$0	\$761
18 General Support Direct	0	Direct	0	0	0	0	0	0
19 Total General Support Exp	\$1,541		\$676	\$1,326	\$0	\$768	\$0	\$761
20 Central Office Eq. Alloc	\$16,145	N21	\$4,214	\$8,328	\$0	\$3,605	\$0	\$537
21 Central Office Eq. Direct	0	Direct	0	0	0	0	0	0
22 Total COE Exp	\$16,145		\$4,214	\$8,328	\$0	\$3,605	\$0	\$537
23 Curb Premises Equip	\$0	L76	\$0	\$0	\$0	\$0	\$0	\$0
24 Curb Premises IOT	0	N43	0	0	0	0	0	0
25 COT Direct	0	Direct	0	0	0	0	0	0
26 Total IOT Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0
27 Cable & Wire Alloc	\$28,485	N23	\$25,008	\$0	\$0	\$1,610	\$0	\$2,467
28 Cable & Wire Direct	0	Direct	0	0	0	0	0	0
29 Total C&W Exp	\$28,485		\$25,008	\$0	\$0	\$1,610	\$0	\$2,467
30 Total PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
31 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
32 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
33 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
34 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
35 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
36 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
37 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
38 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
39 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
40 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
41 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
42 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
43 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
44 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497
45 TOTAL PLT SPEC. OPEX EXP	\$48,170		\$29,898	\$9,664	\$0	\$4,843	\$0	\$1,497

12-May-88

01:48:18 PM

Stack '07
ENDING DECEMBER 31, 1987

Union Telephone Company

Part 36 INFORMATION		***** FCC PART 69 ***** Operating Expenses and Taxes						Other	
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
	Total	Application	Common	Local	Information	Common	Billing and	Other	
			Line	Switching		Transport	Collection		
158	Other Cust. Serv. Alloc	\$50	\$0	\$11	\$0	\$1	\$34	\$7	O.K.
159	Other Cust. Serv. Direct	0	0	0	0	0	0	0	O.K.
161	Total Other Cust. Serv.	\$50	\$0	\$11	\$0	\$1	\$34	\$7	O.K.
162	TOTAL CUSTOMER OPER EXP.	\$30,569	\$168	\$5,041	\$252	\$3,415	\$17,410	\$3,384	O.K.
165	'80-'THREE' EXPENSE:								
167	Total PM Specific Exp	\$48,170	\$20,898	\$3,664	\$0	\$4,643	\$0	\$3,766	O.K.
168	Total PM Non-specific Exp	165	1,344	239	0	137	17,410	136	O.K.
169	Total Customer Operations	30,569	168	5,341	252	3,415	17,410	3,384	O.K.
171	TOTAL '80 THRU'87 EXPENSES	\$20,596	\$11,410	\$15,844	\$252	\$8,395	\$17,410	\$7,295	O.K.
172	CORPORATE OPERATIONS EXPENSE								
175	Exec. and Planning Alloc	\$58,058	\$22,827	\$11,413	\$181	\$6,047	\$12,941	\$5,248	O.K.
176	Exec. and Planning Direct	0	0	0	0	0	0	0	O.K.
178	Total Exec. and Planning	\$58,058	\$22,827	\$11,413	\$181	\$6,047	\$12,941	\$5,248	O.K.
180	Admin. & General Allocable	\$35,420	\$13,804	\$6,963	\$111	\$3,689	\$7,651	\$3,202	O.K.
181	Admin. & General Direct	14,354	5,994	2,822	45	1,495	3,101	1,207	O.K.
183	Total Admin. and Gen.	\$49,774	\$19,798	\$9,785	\$156	\$5,184	\$10,752	\$4,409	O.K.
184	TOTAL CORPORATE OPERATIONS	\$107,832	\$42,625	\$21,198	\$337	\$11,232	\$23,693	\$9,747	1
187	NON-INCOME TAXES:								
188	Non-income Taxes Allocable	\$53	\$53	\$14	\$0	\$8	\$0	\$8	O.K.
189	Non-income Taxes Direct	0	0	0	0	0	0	0	O.K.
191	Total Non-income Taxes	\$53	\$53	\$14	\$0	\$8	\$0	\$8	O.K.
192	TOTAL OPER EXP AND TAXES	\$228,646	\$99,301	\$50,558	\$589	\$25,953	\$40,702	\$21,542	1

12 May 88

01:48:18 PM

Sheet '02'
ENDING DECEMBER 31, 1987

Union Telephone Company

Part 36 Investment Summary		Part 36 Investment Summary						
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
Land and Support Assets	Source	Common Line	Local Stations	Information	Common Transport	Billing and Connection	Other	
13	\$4,369	825	\$1,121	\$2,216	\$0	\$1,032	\$0	\$0
14	\$5,684	R7D	\$1,617	\$3,195	\$0	\$872	\$0	\$0
15	16,876	R117	16,259	0	0	0	0	0
16	322,659		\$17,976	\$3,195	\$0	\$1,488	\$0	\$0
17	\$0	R141	\$0	\$0	\$0	\$0	\$0	\$0
18	\$27,029	R144	\$16,097	\$5,411	\$0	\$2,521	\$0	\$0
19	\$27,032	R147	\$19,100	\$5,412	\$0	\$2,521	\$0	\$0
20	0	R164	0	0	0	0	0	0
21	0	R169	0	0	0	0	0	0
22	\$27,032		\$19,100	\$5,412	\$0	\$2,521	\$0	\$0
23	13,556	S23	10,307	2,146	0	1,106	0	0
24	523	S27	0	0	0	0	0	0
25	529	S29	0	0	0	0	0	0
26	2,390	S41	1,689	470	0	223	0	0
27	0	Direct	0	0	0	0	0	0
28	\$11,086		\$7,154	\$2,789	\$0	\$1,192	\$0	\$0
29	305	R171	215	81	0	16	0	0
30	540	R173	386	109	0	51	0	0
31	634	R175	448	127	0	59	0	0
32	0	R177	0	0	0	0	0	0
33	\$12,570		\$8,153	\$3,086	\$0	\$1,331	\$0	\$0
34	0	Direct	0	0	0	0	0	0
35	\$11,086		\$7,154	\$2,789	\$0	\$1,192	\$0	\$0
36	305	R171	215	81	0	16	0	0
37	540	R173	386	109	0	51	0	0
38	634	R175	448	127	0	59	0	0
39	0	R177	0	0	0	0	0	0
40	\$12,570		\$8,153	\$3,086	\$0	\$1,331	\$0	\$0
41	0	Direct	0	0	0	0	0	0
42	\$11,086		\$7,154	\$2,789	\$0	\$1,192	\$0	\$0
43	305	R171	215	81	0	16	0	0
44	540	R173	386	109	0	51	0	0
45	634	R175	448	127	0	59	0	0
46	0	R177	0	0	0	0	0	0
47	\$12,570		\$8,153	\$3,086	\$0	\$1,331	\$0	\$0
48	0	Direct	0	0	0	0	0	0
49	\$11,086		\$7,154	\$2,789	\$0	\$1,192	\$0	\$0
50	305	R171	215	81	0	16	0	0
51	540	R173	386	109	0	51	0	0
52	634	R175	448	127	0	59	0	0
53	0	R177	0	0	0	0	0	0

Union Telephone Company

	Part 36 Information Detail						Billing and Collection (H)	Other (I)
	(B)	(C)	(D)	(E)	(F)	(G)		
13 LAND AND SUPPORT ASSETS								
14 Land Assets, Message	\$62	T28	\$16	\$32	\$0	\$15	\$0	O.K.
15 Land Assets, Private Line	0	T28	0	0	0	0	0	O.K.
17 Total Land Assets	\$62		\$16	\$32	\$0	\$15	\$0	O.K.
20 Support Assets, Message	4,207	T28	\$1,105	\$2,164	\$0	\$1,017	\$0	O.K.
21 Support Assets, Private Line	0	T28	0	0	0	0	0	O.K.
22 Total Support Assets	\$4,207		\$1,105	\$2,164	\$0	\$1,017	\$0	O.K.
24 Total Land and Supp. Assets	\$4,369		\$1,121	\$2,216	\$0	\$1,032	\$0	O.K.
25 CENTRAL OFFICE EQUIPMENT								
26 Operator Sys. DA	\$0	(F)	\$0	\$0	\$0	\$0	\$0	O.K.
29 Operator Sys. Other	0	(I)	0	0	0	0	0	O.K.
32 Total Operator Systems	\$0		\$0	\$0	\$0	\$0	\$0	O.K.
34 Trunk Switching	\$608	(G)	\$0	\$0	\$0	\$608	\$0	O.K.
35 Tandem Assigned	0	Direct	0	0	0	0	0	O.K.
36 Total Trunk Switching	\$608		\$0	\$0	\$0	\$608	\$0	O.K.
37 Total Trunk Switching	\$3,195	(E)	\$0	\$3,195	\$0	\$0	\$0	O.K.
38 Local Switching	0	Direct	0	0	0	0	0	O.K.
40 Local Assigned	0		0	0	0	0	0	O.K.
41 Total Local Switching	\$3,195		\$0	\$3,195	\$0	\$0	\$0	O.K.
44 Total Switching	\$3,803		\$0	\$3,195	\$0	\$608	\$0	O.K.

	Part 38 Inter-LATA							
	(B)	(C)	(D)	(E)	(F)	(H)	(I)	
(A)	Total	Source of Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other
***** FCC PART 65 ***** INTER-LATA Investment Dial								
58 COE Each Trunk	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0
59 COE Exch Line - Message	1,617	(D)	1,617	0	0	0	0	0
60 COE Exch Line - Assign	0	(D)	0	0	0	0	0	0
61 COE Exch Line - Assign	0	Direct	0	0	0	0	0	0
62 COE Interexchange Message	264	(G)	0	0	0	264	0	0
63 COE Interexchange PL	0	(I)	0	0	0	0	0	0
64 COE Interexchange Assign	0	(D)	0	0	0	0	0	0
65 COE HSP Message	0	(D)	0	0	0	0	0	0
66 COE HSP Assign	0	Direct	0	0	0	0	0	0
68 Total COE Transmission	\$1,881		\$1,617	\$0	\$0	\$264	\$0	\$0
70 Trunk Central Office Equip	\$5,654		\$1,617	\$3,195	\$0	\$672	\$0	\$0
72 ROT EDI/PHASE IT								
73 Public Telephone	\$0	74.3	\$0	\$0	\$0	\$0	\$0	\$0
74 Public Payphone	0	(D)	0	0	0	0	0	0
76 Customers Premises Equipment	150	(D)	0	0	0	0	0	0
77 Total IOT Equipment	\$0		\$0	\$0	\$0	\$0	\$0	\$0
80 CABLE AND WIRE FACILITIES								
81 Exchange PL and WATS	\$0	(I)	\$0	\$0	\$0	\$0	\$0	\$0
82 Exchange Assign	16,339	(D)	16,339	0	0	0	0	0
84 Exchange Assign	0	Direct	0	0	0	0	0	0
85 Total Exchange Line C&W/F	\$16,339		\$16,339	\$0	\$0	\$0	\$0	\$0
87 Exchange Trunk Message	0	Direct	0	0	0	0	0	0
88 Exchange Trunk PL	0	Direct	0	0	0	0	0	0
89 Exchange Trunk C&W/F	0	(D)	0	0	0	0	0	0
91 Total Exchange Trunk C&W/F	\$0		\$0	\$0	\$0	\$0	\$0	\$0
92 Interexchange Message	\$617	(G)	\$0	\$0	\$0	\$617	\$0	\$0
93 Interexchange PL	0	(D)	0	0	0	0	0	0
95 Interexchange Assign	0	(D)	0	0	0	0	0	0
96 Total Interexchange C&W/F	\$617		\$0	\$0	\$0	\$617	\$0	\$0

Part 36 Information Required by Section 1.171A		Part 36 Information Required by Section 1.171A		Part 36 Information Required by Section 1.171A		Part 36 Information Required by Section 1.171A		Part 36 Information Required by Section 1.171A		Part 36 Information Required by Section 1.171A	
(A)		(B)		(C)		(D)		(E)		(F)	
Reasons and Details		Source or Appropriation		Common Line		Local Switching		Information		Billing and Collection	
13	ACCUM. DEPRECIATION, TPIIS										
14	Support Assets	\$1,833	728	\$470	\$555	\$5	\$433		\$0		O.K.
15	COE Switching	1,444	644	0	1,224	0	270		0		O.K.
17	COE Operator	0	832	0	0	0	0		0		O.K.
18	COE Transmission	648	868	558	0	0	91		0		O.K.
19	COE Other	0	0	0	0	0	0		0		O.K.
20	COE Cable and Wire Facilities	9,525	8,117	8,278	0	0	350		0		O.K.
21	Other Part	0	737	0	0	0	0		0		O.K.
22	Total Accum. Dep., TPIIS	\$13,556		\$13,307	\$2,145	\$0	\$1,105		\$0		O.K.
24											
25	ACCUM. AMORTIZATION										
26	Accum. Depreciation, RNFU	0	737	\$0	\$0	\$0	\$0		\$0		O.K.
28	Accum. Amort. Triggable Inv.	0	737	0	0	0	0		0		O.K.
29	Accum. Amort. Intang. Inv.	0	737	0	0	0	0		0		O.K.
30	Accum. Amort., Other	0	0	0	0	0	0		0		O.K.
31											
32	Total Accum. Amortization	\$0		\$0	\$0	\$0	\$0		\$0		O.K.
33	Total Accum. Dep./Amort.	\$13,556		\$13,307	\$2,145	\$0	\$1,105		\$0		O.K.
34											
35											
36											
37	ACCUM. DEF. INC. TAXES, NET										
38	Support Assets	\$0	728	\$0	\$0	\$0	\$0		\$0		O.K.
40	COE Switching	0	644	0	0	0	0		0		O.K.
41	COE Operator	0	832	0	0	0	0		0		O.K.
42	COE Transmission	0	878	0	0	0	0		0		O.K.
43	COE Other	0	0	0	0	0	0		0		O.K.
44	Cable and Wire Fac.	2,390	737	1,689	479	0	223		0		O.K.
45	Unclassified	0	0	0	0	0	0		0		O.K.
47	Total Accum. Def. Inc. Taxes	\$2,390		\$1,689	\$479	\$0	\$223		\$0		O.K.

Union Telephone Company

	Part 36 InterLATA Total		Source (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transmission (G)	Billing and Collection (H)	Other (I)
	(A)	(B)							
60 Interchange Equip. Factor	0.000000	0.000000	Direct	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
62 WATS 200 Hours Records	1.000000	1.000000	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000
63 "BIG THREE" Expenses	\$6,851	\$1,319	U171	0.182582	\$789	\$11	\$340	\$4,382	\$0
64 Factor	1.000000	0.182582		0.182582	0.115172	0.001536	0.049645	0.641093	0.000000
66 Int'l Investment	12,570	12,570	P13	8.153	3,086	0	1,331	0	0
67 Factor	1.000000	0.648589		0.648589	0.245483	0.000000	0.102816	0.000000	0.000000

(F)

O.K.

O.K.

\$0

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

O.K.

	Part 36 InterLATA						(i)		
	(A)	(B)	(C)	(D)	(E)	(F)		(G)	(H)
***** FCC PART 69 ***** Operating Expenses and Taxes		Total	Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other
57 NON-SPECIFIC OTHER EXP									
58 Ch. 28 and Equip. Alloc.	\$0	T18	\$0	\$0	\$0	\$0	\$0	\$0	\$0
59 Ch. Pk. and Equip. Maint	0	Direct	0	0	0	0	0	0	0
60									
61 Total Ch. Pk. & Equip	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
62									
63 Network Operations Alloc	\$71	T18	\$56	\$56	\$10	\$0	\$5	\$0	\$0
64 Network Operations Alloc	0	Direct	0	0	0	0	0	0	0
65 Network Operations Direct									
66									
67 Total Network Oper. Exp	\$71	\$71	\$56	\$56	\$10	\$0	\$5	\$0	\$0
68									
69 Total Access Expenses	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	\$0
70									
71 Dep. Support Assets	\$359	R23	\$32	\$32	\$182	\$0	\$85	\$0	\$0
72 Dep. COE Switching	495	R44	0	0	416	0	79	0	0
73 Dep. COE Transmission	122	R22	0	0	0	0	0	0	0
74 Dep. COE Transmission	185	R26	159	159	0	0	0	0	0
75 Dep. IOT Equipment	0	R78	0	0	0	0	0	0	0
76 Dep. CDM Facilities	877	R117	845	845	0	0	32	0	0
77 Dep. PMU	0	R147	0	0	0	0	0	0	0
78									
79 Total Depreciation Expense	\$1,915	\$1,915	\$1,096	\$1,096	\$598	\$0	\$222	\$0	\$0
80									
81 Amort. Tangible Assets	\$0	R141	\$0	\$0	\$0	\$0	\$0	\$0	\$0
82 Amort. Intangible Assets	0	R144	0	0	0	0	0	0	0
83 Other Amortization	0	Direct	0	0	0	0	0	0	0
84 Direct Allocated Amort									
85									
86 Total Amortization Exp	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
87									
88 Total Dep. and Amort.	\$1,915	\$1,915	\$1,096	\$1,096	\$598	\$0	\$222	\$0	\$0
89									
90 TOTAL NON-SPEC. OTHER EXP	\$1,986	\$1,986	\$1,152	\$1,152	\$608	\$0	\$226	\$0	\$0

Union Telephone Company

Part 36 INFORMATION		FCC PART 69							
Operating Expenses and Taxes		Operating Expenses and Taxes							
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
		Total	Apportion	Common	Local	Information	Common	Billing and	Other
				Line	Switching		Transport	Collection	
158	Other Cust. Serv. Alloc.	\$0	142	\$0	\$1	\$0	\$0	\$8	\$0
159	Other Cust. Serv. Direct	0	Direct	0	0	0	0	0	0
160	Other Cust. Serv.	\$0	\$0	\$0	\$1	\$0	\$0	\$8	\$0
161	Total Other Cust. Serv.	\$0		\$0	\$1	\$0	\$0	\$8	\$0
162	TOTAL CUSTOMER OPER. EXP.	\$4,942	\$363	\$0	\$363	\$11	\$169	\$4,392	\$0
163	'BIG-THREE' EXPENSES:								
164	Total PE Specific Exp.	\$1,938	41	\$1,256	\$145	\$0	\$166	\$0	\$0
165	Total PE Non-specific Exp.	56	71	62	10	0	5	0	0
166	Total Customer Operations	4,842	163	8	363	11	169	4,392	0
171	TOTAL 'BIG-THREE' EXPENSES	\$6,851	\$799	\$1,319	\$799	\$11	\$340	\$4,392	\$0
172	CORPORATE OPERATIONS EXPENSE:								
173	Exec. and Planning Alloc.	\$4,914	764	\$346	\$666	\$8	\$244	\$1,150	\$0
174	Exec. and Planning Direct	0	Direct	0	0	0	0	0	0
175	Total Exec. and Planning	\$4,914		\$346	\$666	\$8	\$244	\$1,150	\$0
176	Admin. & General Allocable	\$2,698	764	\$377	\$345	\$5	\$149	\$1,922	\$0
177	Admin. & General Direct	0	Direct	0	0	0	0	0	0
182	Total Admin. and Gen.	\$2,698		\$377	\$345	\$5	\$149	\$1,922	\$0
184	TOTAL CORPORATE OPERATIONS	\$7,612	\$911	\$1,324	\$911	\$12	\$393	\$5,072	\$0
186	NON-INCOME TAXES:								
188	Non-income Taxes Allocable	\$3	137	\$2	\$1	\$0	\$0	\$0	\$0
189	Non-income Taxes Direct	0	Direct	0	0	0	0	0	0
191	Total Non-income Taxes	\$3		\$2	\$1	\$0	\$0	\$0	\$0
192	TOTAL OPER. EXP. AND TAXES	\$16,681	\$2,299	\$3,941	\$2,299	\$23	\$995	\$9,464	\$0

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL
 Union Telephone Company
 ENDING DECEMBER 31, 1997

12 May 98

01:45:10 PM

	TOTAL COMPANY (B)	Source/ Allocable (C)	Intrastate					TOTAL INTRASTATE (H)
			Interstate and Other (D)	Message Telephone Service		Private Line		
(A)			IMSLATA (E)	IMSLATA (F)	IMSLATA (G)	IMSLATA (H)		
70 CAT 2 CP Equipment	0	---	0	0	0	0	0	
71 Reserved	0	---	0	0	0	0	0	
72 CAT 1 3 Joint Mktg. Ckt. 1.1.6.1.2 PL	1,697,489	---	0	0	0	0	0	
73 CAT 1 3 Joint Mktg. Ckt. 1.1.6.1.2 STP	22,905	---	0	0	0	0	0	
74 CAT 2 CRAW	0	---	0	0	0	0	0	
75 CAT 2 CRAW - Winkband	0	---	0	0	0	0	0	
76 CAT 2 CRAW - Winkband	0	---	0	0	0	0	0	
77 CAT 3 Joint Message & PL/WATS	54,507	---	0	0	0	0	0	
78 CAT 3 Joint Message & PL/WATS	0	---	0	0	0	0	0	
79 CAT 3 Direct	0	---	0	0	0	0	0	
80 CAT 4 Message	0	---	0	0	0	0	0	
81 CAT 4 Direct	0	---	0	0	0	0	0	
82 CAT 4 Direct	0	---	0	0	0	0	0	
83 Allocable Support Leases	0	---	0	0	0	0	0	
84 Direct Support Leases	0	---	0	0	0	0	0	
85 COE Trunk Switch	0	---	0	0	0	0	0	
86 COE Trunk Switch	0	---	0	0	0	0	0	
87 COE Loop Switch	0	---	0	0	0	0	0	
88 COE Transmission	0	---	0	0	0	0	0	
89 COE Transmission	0	---	0	0	0	0	0	
90 COE Transmission	0	---	0	0	0	0	0	
91 COE Leases	0	---	0	0	0	0	0	
92 CRAW Leases	0	---	0	0	0	0	0	
93 Leasedhold Imp. Land etc.	0	---	0	0	0	0	0	
94 Leasedhold Imp. Land etc. - Leasing	0	---	0	0	0	0	0	
95 Leasedhold Imp. COE Operator	0	---	0	0	0	0	0	
96 Leasedhold Imp. COE Trans	0	---	0	0	0	0	0	
97 Leasedhold Imp. CRAW	0	---	0	0	0	0	0	
98 Leasedhold Imp. Other	0	---	0	0	0	0	0	
99 Allocation Act. No. 2680	264	---	0	0	0	0	0	
100 Allocation Act. No. 2680	0	---	0	0	0	0	0	
101 Allocation Act. No. 2680	0	---	0	0	0	0	0	
102 Allocation Act. No. 2680	57,083	---	0	0	0	0	0	
103 RTR Stock	35,579	---	0	0	0	0	0	
104 Time Pk Adjust - Alloc	0	---	0	0	0	0	0	
105 Other Assets - Direct	0	---	0	0	0	0	0	
106 Other Assets - Net	0	---	0	0	0	0	0	
107 Other Link - Def. Cr. Net	0	---	0	0	0	0	0	

12 May 88 01:48:18 PM

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL
 Local Telephone Company
 ENDING DECEMBER 31, 1987

..... FCC PART 38

TOTAL
 COMPANY

Other

Intrastate

Intrastate

TOTAL
 INTRASTATE

INTRASTATE

INTRASTATE

INTRASTATE

INTRASTATE

INTRASTATE

INTRASTATE

INTRASTATE

INTRASTATE

INTRASTATE

271 Working Leases 1,585
 272 Equipment Interchange C/I Users 1,113
 273 Interchange/Circuit Termination 337

(A) 19
 0
 0

(B) 12
 41
 6

(C) 0
 0
 0

(D) 0
 0
 0

(E) 31
 177
 26

(F) 0
 0
 0

(G) 0
 0
 0

(H) 31
 177
 26

(I) 31
 177
 26

100-040-01-100

2

INTERSTATE SWITCHED ACCESS CHARGE RATE DEVELOPMENT

DATE: 05/12/98

COMPANY: UNION TELEPHONE COMPANY

YEAR: 1997

	Revenue Requirement	Originating MOU	Terminating MOU	Total MOU	Originating Rate	Terminating Rate
1 Carrier Common Line	\$133,789	1,450,021	822,724	2,272,745	\$0.054127	\$0.067220
2 Local Switching *	\$65,474	1,450,897	822,724	2,273,621	\$0.026479	\$0.032886
3 Local Transport	\$33,172	1,450,897	822,724	2,273,621	\$0.014590	\$0.014590
4 Total	\$232,435				\$0.095196	\$0.114696

* INCLUDING INFORMATION ELEMENT REVENUE REQUIREMENT

1910-11-10-11-12

3

INDEPENDENT AUDITOR'S REPORT

Board of Directors and Shareholders of
Union Telephone Company
Hartford, South Dakota

I have audited the accompanying balance sheets of Union Telephone Company as of December 31, 1997 and 1996 and the related statements of operations, retained earnings, and cash flows for the years then ended. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted accounting standards and "Government Auditing Standards", issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Union Telephone Company as of December 31, 1997 and 1996 and the results of its operations and its cash flows for the years then ended in conformity with generally accepted accounting principles.



James H. Lanham, C.P.A.
Springfield, Illinois
April 22, 1998

FINANCIAL STATEMENTS

Union Telephone Company
Hartford, South Dakota
Comparative Balance Sheets

ASSETS

	December 31,	
	1997	1996
Current Assets:		
Cash and Cash Equivalents	\$226,989	\$96,851
Temporary Cash Investments	408,323	364,880
Telecommunications Accounts Rec.	8,924	19,008
Other Accounts Receivable	10,224	25,769
Materials and Supplies	38,022	55,974
Prepayments	97,441	69,092
Total Current Assets	789,923	631,574
Deferred Charges:	196,377	-0-
Non-Current Assets:		
Investment in Armour Telephone Co.	200,000	200,000
Investment in CFC Stock	55,369	15,789
Investment in Subsidiaries	127,837	37,915
Advances to Affiliates	260,608	358,558
Investments in Cellular	514,852	448,210
Total Non-Current Assets	1,158,666	1,060,472
Telephone Plant:		
Telephone Plant in Service	3,200,801	3,156,559
Less: Accumulated Depreciation	1,532,444	1,558,275
Net Telephone Plant in Service	1,668,357	1,598,284
Total Assets	<u>\$3,813,323</u>	<u>\$3,290,330</u>

Union Telephone Company
Hartford, South Dakota
Comparative Balance Sheets

LIABILITIES AND STOCKHOLDERS' EQUITY

	December 31,	
	1997	1996
Current Liabilities:		
Accounts Payable	\$10,509	\$27,939
Current Maturity - Long Term Debt	150,933	101,687
Accrued Other Tax	60,360	56,351
Total Current Liabilities	221,802	185,977
Long Term Debt:		
RTFC Loans	745,602	588,069
Total Long Term Debt	745,602	588,069
Deferred Credits:		
Deferred Income Taxes	288,987	268,846
Unamortized Investment Tax Credit	-0-	8,418
Total Deferred Credits	288,987	277,264
Stockholder's Equity:		
Common Stock, par value \$70, 175 shares authorized, 173 shares issued and outstanding	12,110	12,110
Paid-in Capital	20,468	20,468
Retained Earnings	2,524,354	2,206,442
Total Stockholders' Equity	2,556,932	2,239,020
Total Liabilities and Stockholders' Equity	\$3,813,323	\$3,290,330

Union Telephone Company
Hartford, South Dakota
Statement of Retained Earnings

	Years Ending December 31.	
	1997	1996
Balance, January 1	\$2,206,442	\$1,981,079
Net Income	317,912	225,363
Balance, December 31	<u>\$2,524,354</u>	<u>\$2,206,442</u>

Union Telephone Company
Hartford, South Dakota
Statements of Cash Flows
Increase (Decrease) in Cash and Cash Equivalents

	Twelve Months Ended December 31,	
	1997	1996
Cash Flows From Operating Activities:		
Net Income	\$317,912	\$225,363
Adjustments to reconcile Net Income to Cash Provided by Operating Activities:		
Depreciation	240,852	176,072
Provision for Deferred Income Tax	20,141	15,948
Amortization of Investment Tax Credit	(8,418)	(8,418)
(Increase) in Temporary Cash Investments	(43,443)	(155,183)
(Increase) Decrease in Accounts Receivable and Prepayments	(28,211)	100,070
Decrease in Materials and Supplies	17,952	18,658
(Increase) in Deferred Charges	(196,377)	-0-
Increase (Decrease) in Accounts Payable and Accrued Expenses	15,232	(17,431)
Net Cash Provided by Operating Activities	335,640	355,079
Cash Flows From Investing Activities:		
Purchase of Property, Plant and Equipment	(234,727)	(166,113)
Net Long Term Loan	127,419	201,086
Investment in Cellular	(66,642)	186,189
Investment in Subsidiary	(89,922)	82,390
Investment in Preferred Stock of Armour Telephone	-0-	(200,000)
Loan to Affiliates	97,950	(358,558)
Purchase of CFC Stock	(39,580)	(15,789)
Net Cash Provided by Investing Activities	(205,502)	(270,795)
Net Increase in Cash and Cash Equivalents	130,138	84,284
January 1, Cash and Cash Equivalents	96,851	12,567
December 31, Cash and Cash Equivalents	\$226,989	\$96,851

Union Telephone Company
Hartford, South Dakota
Comparative Income Statements
(Unaudited)

	Twelve Months Ended December 31,	
	1997	1996
Operating Revenues:		
Local Network Service	\$378,522	\$332,853
Network Access Service	749,614	736,158
Miscellaneous	68,940	65,125
Less: Uncollectibles	972	344
Total Operating Revenues	1,196,104	1,133,792
Operating Expenses:		
Plant Specific Operations	224,189	123,786
Plant Nonspecific Operations (Includes Depreciation of \$240,852 and \$176,072, respectively)	249,114	206,674
Customer Operations	119,096	75,537
Corporate Operations	398,340	282,307
Operating Taxes:		
Income Taxes	9,921	69,306
Other Operating Taxes	62,184	59,283
Total Operating Expenses	1,062,844	816,893
Net Operating Income	133,260	316,899
Other Income (Expense):		
Interest and Dividend Income	58,983	33,882
Interest Expense	(57,149)	(27,845)
Nonoperating Income (Expense)	182,818	(97,573)
Total Other Income (Expense)	184,652	(91,536)
Net Income	\$317,912	\$225,363

UNION TELEPHONE COMPANY
NOTES TO FINANCIAL STATEMENTS
December 31, 1997 and 1996

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Union Telephone Company (the Company) provides telephone service in the Hartford, South Dakota access area.

The accounting records of the Company are maintained in accordance with the Uniform System of Accounts for Telephone Utilities as prescribed by the Federal Communications Commission. Significant accounting policies followed by the Company are presented below:

Cash and cash equivalents

Cash and cash equivalents for purposes of the statement of cash flows include cash and money market accounts which are highly liquid and mature within 90 days of purchase.

Telephone plant

Additions to plant and replacements of significant units of property are capitalized at their original cost. When the plant is retired, its costs are removed from the asset account and charged against the depreciation reserve, together with any related salvage and removal costs.

Depreciation

The Company provides for depreciation on its plant and equipment by use of the straight-line method at annual rates which will amortize the depreciable property over its estimated useful life.

Inventory

Inventory is valued at the lower of cost, determined by the first-in, first-out method or market.

Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

UNION TELEPHONE COMPANY
 NOTES TO FINANCIAL STATEMENTS - Continued

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Long-lived assets

The company periodically reviews the values assigned to long-lived assets such as property and equipment to determine whether any impairments exist that are other than temporary. Management believes that the long-lived assets in the accompanying balance sheets are appropriately valued.

Income taxes and investment tax credit

Deferred taxes are provided in accordance with Statement of Accounting Standards No. 109, "Accounting for Income Taxes". Deferred taxes are provided for accumulated temporary differences due to basis differences in assets and liabilities for financial reporting and income tax purposes. The Company's temporary differences are due to accelerated depreciation, and extraordinary retirement loss of old central office equipment.

2. MORTGAGE AND NOTES PAYABLE

Mortgage and notes payable at December 31, 1997 and 1996 consists of the following:

	<u>1997</u>	<u>1996</u>
6 1/2% \$315,789 note due to Rural Telephone Finance Corporation (RTFC) due in quarterly installments to 2001.	\$ 226,758	\$ 287,107
6 1/2% \$381,053 note due to Rural Telephone Finance Corporation (RTFC) due in quarterly installments to 2004.	293,905	327,424
6 1/2% \$84,211 note due to Rural Telephone Finance Corporation (RTFC) due in quarterly installments to 2004.	67,496	75,225
6 1/2% \$326,316 note due to Rural Telephone Finance Corporation (RTFC) due in quarterly installments to 2004.	<u>308,376</u>	<u>- 0 -</u>
Total	896,535	689,756
Less current portion	<u>150,933</u>	<u>101,687</u>
Long-term debt	<u>\$ 745,602</u>	<u>\$ 588,069</u>

UNION TELEPHONE COMPANY
NOTES TO FINANCIAL STATEMENTS - Continued

2. MORTGAGE AND NOTES PAYABLE - Continued

The scheduled annual mortgage and notes payable repayments, as of December 31, 1997 are set forth below:

1998	\$ 150,933
1999	156,741
2000	167,638
2001	105,727
2002	105,882
Thereafter	<u>58,681</u>
	<u>\$ 745,602</u>

Under the terms of the loan agreements, substantially all assets are mortgaged and dividend distributions are limited.

3. CASH FLOW INFORMATION

Net cash from operating activities reflects cash payments for interest and income taxes. Cash payments for interest and income taxes for the years ended December 31, 1997 and 1996 were as follows:

	<u>1997</u>	<u>1996</u>
Interest Paid	<u>\$ 57,149</u>	<u>\$ 27,845</u>
Income Taxes Paid	<u>\$140,265</u>	<u>\$ 165,490</u>

4. RECLASSIFICATION OF FINANCIAL STATEMENT PRESENTATION

Certain reclassifications have been made to the 1996 financial statements to conform with the 1997 financial statement presentation. Such reclassification had no effect on net income as previously reported.

Union Telephone Company
 Year-to-Date Trial Balance
 December 31, 1997

File:UT

Page 1

Account No.	Account Name	Debit	Credit
1130.00	Cash Clearing	\$0.00	
1130.10	First Bank-Genl Fund	\$543.44	
1130.20	Norwest Bank-Genl Fund	\$226,445.50	
1130.30	Norwest Bank - TELNET	\$0.00	
1150.00	Cashier's Fund	\$0.00	
1160.10	Western Bank-CD	\$0.00	
1160.20	WISI (Bonds)	\$250,652.54	
1160.30	WISI Acct #30321509	\$0.00	
1160.50	WISI Acct #091678423	\$125,271.69	
1160.60	Offerman & Company	\$32,398.73	
1160.70	Western Savings Account	\$0.00	
1180.10	Due From Subscribers	\$8,924.83	
1181.00	A/R Allowance - Telecom	\$0.00	
1190.10	A/R - AT&T	\$14,425.00	
1190.101	AT&T PAR & Billed Diff	\$0.00	
1190.13	A/R - Express Communications	\$9,490.21	
1190.20	A/R - US West	\$7,229.49	
1190.30	WCCA - ING/B&C-PARS	\$0.00	
1190.35	WCCA - AS 3000	\$25,099.00	
1190.40	Armour Ind Tel-Accts Rec	\$107,561.00	
1190.41	Bridgewater-Canisota Tel-Accts Rec	\$153,702.65	
1190.45	Dialnet-PGA Prior Year	\$0.00	
1190.50	WACC - PGB & Int 800	\$0.00	
1190.60	A/R - Union Tel Net	\$0.00	
1190.90	Other Accounts Receivable	\$0.00	
1210.00	Interest & Dividends Receivable	\$0.00	
1220.00	Material and Supplies	\$58,132.77	
1300.10	Prepaid F.I.T.	\$270,000.00	
1310.00	Prepaid General Insurance	\$9,378.00	
1310.10	Prepaid Health Insurance	\$0.00	
1350.10	Other Current Assets	\$0.00	
1401.10	Affil Investment-Cellular	\$327,762.10	
1401.11	Investment in Armour Preferred Stock	\$200,000.00	
1401.20	Affil Investment-Cable TV	\$0.00	
1401.30	Affil Investment - D B S	\$61,836.67	
1401.35	Affil Investment - TEL NET	\$66,000.00	
1401.40	Affil Inv-US West Property	\$0.00	
1402.10	Nonaffil Inv-RSH #9 Cellular	\$187,089.66	
1402.11	Investment in FC Stock	\$55,369.00	
1406.05	Dereg Material For Resale	\$0.00	
1406.10	Nonregulated Inv-Cellular	\$0.00	
1410.00	Other Noncurrent Assets	\$0.00	
1410.10	Affil Investment - Cellular	\$0.00	
1430.10	Deferred Charges	\$5,453.79	
1438.10	Deferred Maint & Retirements	\$196,259.00	
1438.11	Reserve for Amortization		\$19,626.00
1439.10	Other Deferred Charges	\$14,294.00	
2003.00	Constr Work in Progress-St	\$0.00	

Union Telephone Company
Year-to-Date Trial Balance
December 31, 1997

File:UT

Page 2

Account No.	Account Name	Debit	Credit
2111.00	Land	\$7,508.21	
2112.00	Vehicle and Work Equipment	\$174,558.04	
2121.00	Buildings	\$276,260.52	
2122.00	Furniture and Office Equipment	\$15,706.35	
2123.00	Office Support Equipment	\$6,674.79	
2123.10	Other Communications Equipment	\$1,208.91	
2124.00	General Purpose Computers	\$46,769.76	
2212.00	Digital Switching Equipment	\$650,904.93	
2230.00	C.O.R. Transmission Equipment	\$188,765.62	
2351.00	Station Equipment	\$7,362.17	
2423.00	Buried Cable	\$1,622,033.33	
2423.10	Buried Cable-Nonmetallic	\$180,553.41	
2690.00	Intangibles	\$384.23	
3121.12	Vehicle and Oth Work Equipment		\$113,587.87
3121.21	Buildings		\$98,764.50
3121.22	Furniture and Office Equipment		\$19,217.80
3121.23	Other Communications Equipment		\$481.00
3121.24	General Purpose Computers		\$5,348.00
3122.12	Digital Switching Equipment		\$171,135.68
3122.30	C.O.R. Transmission Equipment		\$70,907.39
3123.11	Station Equipment		\$552.00
3124.23	Buried Cable		\$1,052,450.32
4010.10	Accounts Payable		\$2,000.00
4010.12	A/P - AT&T		\$21,500.00
4010.121	AT&T PAR & Billed Diff	\$0.00	
4010.13	Express Comm-Accts Payable		\$20,267.47
4010.131	Express Comm PAR & Billed Diff	\$0.00	
4010.19	US West - Netting		\$252.31
4010.20	NRCA - IWS/BAC-PARS	\$0.00	
4010.21	Federal W/H Tax Payable		\$5,164.53
4010.22	FICA W/H Tax Payable	\$0.00	
4010.23	Medicare W/H Tax Payable	\$0.00	
4010.50	Excise Tax Payable	\$0.00	
4010.51	State Sales Tax Payable-Reg	\$0.00	
4010.57	Communications Impaired Fund	\$0.00	
4010.58	8-911 Billing		\$3,343.58
4010.59	A/P NWT Cable TV	\$0.00	
4010.60	A/P - Union TEL NET		\$684.51
4020.00	Notes Payable	\$0.00	
4030.00	Advance Billing & Payments	\$0.00	
4040.00	Customer Deposits	\$0.00	
4070.10	Accrued Federal Income Tax		\$181,937.00
4080.10	Accrued FICA Tax	\$0.00	
4080.11	Accrued Medicare Tax	\$0.00	
4080.20	Accrued State Unempl Comp	\$0.00	
4080.30	Accrued FUTA Tax	\$0.00	
4080.40	Accrued Keel Estate Tx	\$0.00	
4080.50	Accrued Gross Receipts Tax		\$60,360.04

Union Telephone Company
Year-to-Date Trial Balance
December 31, 1997

File:UT

Page 3

Account No.	Account Name	Debit	Credit
4100.00	Net Curr Def Operating Inc Tax		\$60,285.00
4110.13	RTFC Loan #2	\$0.00	
4120.00	Accrued Interest-LTD	\$0.00	
4130.00	Other Current Liabilities	\$0.00	
4210.12	R T F C Loan		\$226,758.48
4210.14	R T F C Loan		\$669,777.03
4320.00	Unamort Operating Inv Tax Cr	\$0.00	
4340.00	Net Noncurr Defer Oper Inc Tax		\$228,701.62
4360.00	Other Deferred Credits	\$0.00	
4510.10	Common Stock		\$12,110.00
4520.00	Additional Paid-In Capital		\$20,468.02
4550.00	Retained Earnings		\$1,206,442.29
4550.20	Dividends Declared	\$0.00	
5001.00	Local Service Revenue		\$347,487.85
5001.14	Pay Phone Revenue		\$1,929.10
5060.00	Other Local Service Revenue		\$19,852.25
5060.10	Custom Calling Revenue		\$9,253.29
5081.00	Interstate Rnd User Revenue		\$66,441.25
5082.00	AT&T Interstate-CCL		\$20,104.41
5082.10	AT&T Interstate-TS		\$158,149.54
5082.11	USWC Interstate MFB	\$0.00	
5082.12	NECA-CCL		\$51,517.00
5082.13	NECA-Prior Period Adj-CCL		\$309.00
5082.20	US West Single MFB	\$0.00	
5082.22	NECA-TS		\$176,152.00
5082.23	NECA-Prior Period Adj-TS		\$24,203.00
5082.24	NECA-USF & LA Prior Period Adj	\$0.00	
5082.25	Express Comm-Interstate-CCL		\$12.99
5082.26	Express Comm Interstate-TS		\$96.07
5082.27	US West Interstate-CCL		\$0.47
5082.28	US West Interstate-TS		\$3.30
5082.30	PGA-Rev Sh-Interstate		\$111.32
5082.40	PGA-INC Interstate-CCL	\$0.00	
5082.41	PGA-INC Interstate-TS	\$0.00	
5082.50	Interim 800 Interstate Rev	\$0.00	
5082.60	Dakota Coop Term Min Revenue	\$0.00	
5083.00	Interstate Special Access		\$9,357.56
5083.12	Automated Wagering		\$67.54
5084.10	Intrastate Rnd User	\$0.00	
5084.11	USWC Intrastate MFB	\$0.00	
5084.20	AT&T Intrastate-CCL		\$2,482.89
5084.21	Express Comm Intrastate-CCL		\$41,141.42
5084.22	USWC Intrastate-CCL		\$13,645.34
5084.30	AT&T Intrastate-TS		\$8,069.20
5084.31	Express Comm Intrastate-TS		\$74,551.40
5084.32	USWC Intrastate-TS		\$21,278.64
5084.33	USWC SC Opr Surchg Revenue	\$3,678.77	
5084.34	USWC 800 Service Line Chg	\$0.00	

Union Telephone Company
Year-to-Date Trial Balance
December 31, 1997

File:UT

Page 4

Account No.	Account Name	Debit	Credit
5084.40	A.T&T Intrastate Spec Acc	\$0.00	
5084.41	Express Comm Intrast Spec Acc	\$0.00	
5084.42	USWC Priv Line/Spec Acc	\$0.00	
5084.43	Intrastate OSP Toll Billed		\$6,566.24
5084.45	LSCA Intralata Revenue	\$6,162.00	
5084.50	PGA Rev Sh - Intrastate - CCL	\$0.00	
5084.51	PGA Rev Sh - Intrastate - TS	\$0.00	
5084.60	PG&IIC Intrastate-CCL	\$0.00	
5084.70	Interim 800 Interstate Rev		\$85,195.29
5230.00	Directory Revenue		\$4,469.69
5240.00	Rent Revenue		\$1,300.00
5260.00	Miscellaneous Revenue		\$2,598.23
5270.10	Interstate B&C		\$35,114.50
5270.20	Intrastate B&C		\$25,456.85
5301.00	Uncollectible Revenue	\$972.36	
6112.10	Vehicle and Oth Work Equipment	\$0.00	
6112.11	Vehicle and Oth Work Eq-Labor	\$0.00	
6112.12	Vehicle and Oth Work Eq-Benefit	\$0.00	
6112.15	Other	\$0.00	
6112.16	Other - Labor	\$0.00	
6112.17	Other - Benefits	\$0.00	
6121.10	Land and Buildings	\$16,168.75	
6121.11	Land and Buildings - Labor	\$0.00	
6121.12	Land and Buildings - Benefits	\$0.00	
6121.15	Other	\$0.00	
6121.16	Other - Labor	\$0.00	
6121.17	Other - Benefits	\$0.00	
6212.10	Digital Switching Equipment	\$10,104.44	
6212.20	Digital Switching Eqpt-Labor	\$74,705.97	
6212.30	Digital Switch Eqpt-Benefits	\$9,840.00	
6223.10	Central Office Transmission	\$0.00	
6223.20	CO Transmission Equip-Labor	\$0.00	
6223.30	CO Transmission-Benefits	\$0.00	
6423.10	Buried Cable	\$26,209.09	
6423.11	Buried Cable-Labor	\$81,223.65	
6423.12	Buried Cable-Benefits	\$5,937.09	
6512.10	Provisioning	\$0.00	
6531.00	Transmission Power	\$8,262.08	
6533.00	Test Desk Work	\$0.00	
6534.00	General Plant Administration	\$0.00	
6535.00	Engineering Clearing	\$0.00	
6580.00	Carrier Access Expense	\$0.00	
6591.10	Depreciation Expense	\$0.00	
6561.101	Depreciation Expense-Nonreg	\$0.00	
6561.102	Amortization	\$19,626.00	
6561.11	Buildings	\$8,045.00	
6561.12	Furniture and Office Equipment	\$2,430.00	
6561.13	Vehicles and Oth Work Equipment	\$25,706.00	

Union Telephone Company
Year-to-Date Trial Balance
December 31, 1997

File:UT

Page 5

Account No.	Account Name	Debit	Credit
6561.131	Other Work Equipment	\$0.00	
6561.14	Other Communications Equipmnt	\$481.00	
6561.141	General Purpose Computers	\$5,348.00	
6561.15	CO Switching Equipment	\$70,109.00	
6561.16	CO Transmission Equipment	\$16,901.00	
6561.17	Station Equipment	\$552.00	
6561.23	Buried Cable	\$91,654.00	
6613.00	Advertising	\$1,038.24	
6621.00	Operator Services	\$0.00	
6622.00	Directory Advertising	\$0.00	
6623.10	Customer Services	\$1,472.45	
6623.20	Customer Services-Salaries	\$53,977.37	
6623.30	Customer Services-Sal Benefits	\$20,826.97	
6623.40	Customer Billing-Toll	\$32,932.15	
6623.50	Customer Billing-Other	\$8,850.00	
6711.10	Executive Salaries	\$171,874.00	
6711.20	Executive Salaries-Benefits	\$55,827.87	
6711.30	Executive Expenses	\$5,400.62	
6711.40	Executive Expenses-Meals	\$2,669.82	
6721.10	Accounting and Finance	\$0.00	
6721.20	Accounting Salaries	\$57,290.00	
6721.30	Accounting Salaries-Benefits	\$26,881.00	
6721.40	Accounting and Audit	\$15,750.00	
6721.45	Telec Consulting	\$18,541.17	
6721.46	Oak Hill Consulting	\$60.00	
6721.50	I-Core	\$83.34	
6721.55	SDIT Coalition	\$2,800.00	
6725.00	Legal	\$14,054.30	
6728.10	Other	\$374.11	
6728.20	Insurance	\$69.00	
6728.30	Advertising	\$2,425.04	
6728.40	PSC Assessment	\$0.00	
6728.50	Telephone Expense	\$6,970.72	
6728.60	G&A Dues	\$1,993.26	
6728.70	Office Supplies	\$15,275.51	
7210.10	Investment Tax Credit-Net		\$8,418.00
7210.20	Tax Saving-Inv Tax Credit	\$0.00	
7220.00	Federal Income Tax	\$18,339.00	
7240.20	Inv Cap Tax Credit	\$0.00	
7240.30	Franchise Tax	\$0.00	
7240.40	Real Estate Tax	\$2,309.62	
7240.45	State Gross Receipts Tax	\$59,874.00	
7240.60	Other	\$0.00	
7250.00	Prov For Defer Inc Tax - Net	\$0.00	
7310.00	Dividend Income		\$5,000.00
7310.10	Patronage Capital		\$3,518.82
7310.80	Div Inc - Offerman & Co.		\$189.41
7320.00	Inc Tax Refund		\$920.24

Union Telephone Company
Year-to-Date Trial Balance
December 31, 1997

File:UT

Page 6

Account No.	Account Name	Debit	Credit
7320.10	Int Inc-Worwest Bk-Wny Mkt	\$0.00	
7320.20	Int Inc-Western Bank-CD	\$0.00	
7320.30	Int Inc-Worwest Bank-CD	\$0.00	
7320.40	Int Inc-Western Bank-WnyMkt	\$0.00	
7320.50	Int Inc-Worwest Bank Chkg	\$0.00	
7320.60	Int Inc-WISI 30321509		\$1,630.84
7320.65	Int Inc-WISI 091678423		\$23,288.99
7320.70	Interest Income		\$1,566.67
7320.71	Interest Income - Armour		\$20,724.35
7320.80	Int Inc-Offerman & Co.		\$2,143.96
7320.90	Mcdonalds Corp Pref Stock	\$0.00	
7360.10	Other Nonoperating Income	\$0.00	
7360.11	WNW Cable TV B&C	\$0.00	
7360.15	Other Non-Operating Expense	\$3,409.91	
7360.20	NRCA-Prior Yr CABS Adj-CCL	\$1,027.00	
7360.30	NRCA-Prior Yr CABS Adj-TS	\$8,437.00	
7360.40	NRCA-Prior Yr USP/LA Adj		\$96,130.45
7360.45	PGA Prior Year Access Rev	\$0.00	
7360.50	PGA-1800 Prior YR Access Rev	\$0.00	
7360.55	Gain on Cellular	\$0.00	
7360.60	Loss on Cellular	\$0.00	
7370.10	Contributions	\$1,160.16	
7370.20	Special Charges	\$0.00	
7410.00	Investment Tax Credits-Net	\$0.00	
7420.00	Federal Income Tax	\$0.00	
7440.00	Other	\$0.00	
7510.10	Stromberg Carlson Loan #1	\$0.00	
7510.12	Rural Tel Finance Corp-Int	\$57,149.47	
7510.14	Worwest loan interest	\$0.00	
7510.20	Other	\$0.00	
7540.00	Interest-Customer Deposits	\$0.00	
7620.00	Extraordinary Income Charges	\$0.00	
7630.10	Federal Income Tax Effect	\$103,587.00	
7990.00	Nonregulated Net Income		\$198,324.00
7991.00	Other Nonregulated Revenues	\$0.00	
7991.01	Nonreg-Leased CPE		\$28,270.30
7991.02	Nonreg-CPE Maint (Contract)	\$0.00	
7991.03	Nonreg-CPE Maint Time & Exp	\$0.00	
7991.04	Nonreg-Leased Key System	\$0.00	
7991.05	Nonreg-Key System Maint	\$0.00	
7991.06	Nonreg-Key Sys Maint T & B	\$0.00	
7991.07	Nonreg-Cellular Sales	\$450.02	
7991.16	Nonreg-I W Maint (Contract)	\$0.00	
7991.17	Nonreg-I S Wiring Maint Time&Exp	\$3,911.76	
7991.20	Nonreg-CPE Sales	\$7,287.93	
7991.21	Nonreg-Key Systems Sales		\$950.22
7991.22	Nonreg-Inside Wiring Sales	\$2,454.06	
7991.310	Rep of Leased CPE-Nonreg	\$0.00	

Union Telephone Company
Year-to-Date Trial Balance
December 31, 1997

File:UT

Page 7

Account No.	Account Name	Debit	Credit
7991.320	Rep of CPN Contract-Nonreg	\$0.00	
7991.351	Public Tele Term Equipment Exp	\$20.00	
7991.360	CPN-Key Sys Sales-Nonreg	\$1,721.19	
7992.10	Rep of Leased CPN-Nonreg	\$5,364.00	
7992.20	Rep of CPN Contract-Nonreg	\$0.00	
7992.30	Repair of CPN Tel-Nonreg	\$135.00	
7992.51	Public Tele Term Eqpt Expense	\$138.00	
7992.60	Cell Inc Nonreg	\$0.00	
7992.61	CPN-Key Sys Sales-Nonreg	\$1,753.32	
7992.66	Rep of Leased I S Wire-Nonreg	\$0.00	
7992.69	Install IS Wiring-Nonreg	\$0.00	
7992.70	Cellular Expenses-Nonreg	\$0.00	
8100.10	Plant Payroll Clearing	\$183,979.40	
8100.11	Plant Payroll Clearing-Benefits	\$0.00	
8100.20	Office Payroll Clearing	\$88,920.73	
8100.21	Office Payroll Clrng-Benefits	\$0.00	
8100.30	Executive Payroll Clearing	\$229,164.00	
8100.31	Executive Payroll Clrng-Benefit	\$0.00	
8100.40	Dereg Salaries Clearing	\$0.00	
8100.41	Deregulated Salary Benefits	\$0.00	
8200.10	Pension Clearing	\$18,075.15	
8200.20	Group Insurance Clearing	\$13,415.40	
8200.30	Workmans Compensation Clearing	\$0.00	
8200.40	FICA Tax Clearing	\$36,081.18	
8200.41	FUTA Clearing	\$1,201.54	
8200.42	State Unempl Comp Clearing	\$222.36	
8200.50	Payroll & Overhead Clearing		\$571,059.76
Grand Total		\$0.00	
Balance Sheet Total		\$317,912.10	
Y-T-D Income			\$317,912.10
Current Period Profit		\$150,010.45	

Date :04-22-1998
Time :14:52:57
User :00

Union Telephone Company

INVESTMENTS

Form Revised: 2/86

	EOY 1996	EOY 1997	Avg. 1997	% Change
---GENERAL SUPPORT FACILITIES---				
A/C 2110 Land & Support Assets				
Support Assets	\$495,706	\$523,178	\$509,442	5.54%
Land	\$7,500	\$7,508	\$7,508	0.00%
TOTAL GSF	\$503,214	\$530,686	\$516,950	5.46%
---CENTRAL OFFICE EQUIPMENT---				
A/C 2210 COE-Switching				
Cat 2-Tandem Switching	\$0	\$0	\$0	0.00%
Cat 3-Equal Access Investment	\$0	\$0	\$0	0.00%
Cat 3-Local Switching	\$728,181	\$650,905	\$689,543	-10.61%
A/C 2230 COE-Transmission				
Cat 4.1-Exchange Circuit				
4.11 Exch. Wideband	\$170,202	\$188,766	\$179,484	10.91%
4.12 Ex Trk EAS	\$0	\$0	\$0	0.00%
4.13 Ex Line	\$0	\$0	\$0	0.00%
Cat 4.2-Interexchange				
4.22 Interexchange Wideband	\$0	\$0	\$0	0.00%
4.23 All Other	\$0	\$0	\$0	0.00%
Cat 4.3-Host/Remote				
Joint	\$0	\$0	\$0	0.00%
WATS	\$0	\$0	\$0	0.00%
TOTAL COE	\$898,383	\$839,671	\$869,027	-6.54%
---INFORMATION ORIG/TERM EQUIPMENT---				
A/C 2310 Info Orig/Term Equipment				
Cat 1-Other IOT Equip	\$7,362	\$7,362	\$7,362	0.00%
Direct Assignment				
Cat 2-Cust Premises Equip	\$0	\$0	\$0	0.00%
TOTAL IOT	\$7,362	\$7,362	\$7,362	0.00%
---CABLE & WIRE FACILITIES---				
A/C 2410 Cable & Wire Facilities				
Cat 1-Exch Line Cat. 1.3	\$1,747,216	\$1,802,587	\$1,774,901	3.17%
Cat 2 Wideband & Exch Trunk				
Wideband Exchange	\$0	\$0	\$0	0.00%
EAS Trunk	\$0	\$0	\$0	0.00%
Cat 3 Interexchange Trunk				
Wideband	\$0	\$0	\$0	0.00%
Interexchange Trunk	\$0	\$0	\$0	0.00%
Cat 4-Host/Remote C&WT				
Joint	\$0	\$0	\$0	0.00%
WATS	\$0	\$0	\$0	0.00%
TOTAL CWF	\$1,747,216	\$1,802,587	\$1,774,901	3.17%
TOTAL TPIS	\$3,156,174	\$3,180,306	\$3,168,240	0.76%

Union Telephone Company

INVESTMENTS

Form Revised: 2/96

	EOY 1996	EOY 1997	Avg. 1997	% Change
-- Other Telephone Plant				
A/C 2002 Prop Held for Future Use	\$0	\$0	\$0	0.00%
A/C 2003 Plt Under Construction	\$0	\$0	\$0	0.00%
A/C 2005 Telephone Plant Adjustment	\$0	\$0	\$0	0.00%
TOTAL TELEPHONE PLANT	\$3,156,174	\$3,180,306	\$3,168,240	0.76%
---OTHER PLANT ACCOUNTS, MATERIALS & SUPPLIES---				
A/C 1220 Materials & Supplies	\$55,974	\$58,133	\$57,053	3.86%
A/C 1402 RTB Stock	\$15,789	\$55,369	\$35,579	250.68%
Cash Working Capital	\$0	\$0	NA	0.00%
A/C 2690 Intangibles	\$384	\$384	\$384	0.00%
TOTAL OTHER	\$72,147	\$113,886	\$93,016	57.85%
TOTAL TELEPHONE PLANT, OTHER PLANT & CWC	\$3,228,321	\$3,294,191	\$3,261,256	2.04%
---RESERVES & DEFERRALS				
A/C 3100 Accum Depr-Tel Plt in Svc				
Support Assets	\$195,390	\$237,399	\$216,395	21.50%
COE - Switching	\$350,703	\$171,136	\$260,920	-51.20%
COE - Transmission	\$54,006	\$70,907	\$62,457	31.25%
Info Orig/Term Equip	\$0	\$552	\$276	100.00%
Cable & Wire Facilities	\$960,796	\$1,052,450	\$1,006,623	9.54%
Equal Access Accum Depr	\$0	\$0	\$0	0.00%
A/C 3200 Accum Depr-Plant Future Use	\$0	\$0	\$0	0.00%
TOTAL ACCUM DEPRECIATION TPIS	\$1,560,895	\$1,532,444	\$1,546,670	-1.82%
--- Customer Deposits				
A/C 4040 Customer Deposits	\$0	\$0	\$0	0.00%
--- Deferred Income Taxes				
A/C 4100 Net Current Def Op Inc Taxes	\$40,145	\$60,285	\$50,215	50.17%
A/C 4340 Net Noncurrent Def OIC Taxes	\$228,702	\$228,702	\$228,702	0.00%
TOTAL DEFERRED TAXES	\$268,847	\$288,987	\$278,917	7.49%
TOTAL RESERVES & DEFERRED TAXES	\$1,829,742	\$1,821,431	\$1,825,587	-0.45%
TOTAL NET PLANT INCL CWC (Less A/C 4040)	\$1,398,579	\$1,472,760	\$1,435,670	5.30%

Union Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	1997 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
—GENERAL SUPPORT FACILITIES—					
A/C 2110 Land & Support Assets					
Support Assets	92	\$509,442		(\$6,892) 2	\$502,550
Land	93	\$7,508		(\$229) 2	\$7,279
TOTAL GSF		<u>\$516,950</u>	<u>\$0</u>	<u>(\$7,121)</u>	<u>\$509,829</u>
—CENTRAL OFFICE EQUIPMENT—					
A/C 2210 COE-Switching					
Cat 2-Tandem Switching	98	\$0	\$104,159 1		\$104,159
Cat 3-Equal Access Investment	99	\$0			\$0
Cat 3-Local Switching	100	\$689,543	\$564,129 1	(\$689,543) 1	\$564,129
A/C 2230 COE-Transmission					
Cat 4.1-Exchange Circuit					
4.11 Exch Wideband	104	\$179,484		(\$179,484) 1	\$0
4.12 Ex Trk EAS	105	\$0	\$11,966 3		\$11,966
4.13 Ex Line	106	\$0	\$167,767 1		\$167,767
Cat 4.2-Interexchange					
4.22 Interexchange Wideband	108	\$0			\$0
4.23 All Other	109	\$0	\$21,006 1,3		\$21,006
Cat 4.3-Host/Remote					
Joint	111	\$0			\$0
WATS	112	\$0			\$0
TOTAL COE		<u>\$869,027</u>	<u>\$869,027</u>	<u>(\$869,027)</u>	<u>\$869,027</u>
—INFORMATION ORIG/TERM EQUIPMENT —					
A/C 2310 Info Orig/Term Equipment					
Cat 1-Other IOT Equip	116	\$7,362		(\$7,362) 7	\$0
Direct Assignment	117	\$0			\$0
Cat 2-Cust Premises Equip	118	\$0			\$0
TOTAL IOT		<u>\$7,362</u>	<u>\$0</u>	<u>(\$7,362)</u>	<u>\$0</u>

Union Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	1997 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
—CABLE & WIRE FACILITIES—					
A/C 2410 Cable & Wire Facilities					
Cat 1-Exch Line Cat. 1.3	122	\$1,774,901		(\$77,412) 4	\$1,697,489
Cat 2 Wideband & Exch Trunk					
Wideband Exchange	123	\$0			\$0
E A S Trunk	124	\$0	\$22,905 4		\$22,905
Cat 3 Interexchange Trunk					
Wideband	125	\$0			\$0
Interexchange Trunk	126	\$0	\$54,507 4		\$54,507
Cat 4-Host/Remote CAWF					
Joint	129	\$0			\$0
WATS	130	\$0			\$0
TOTAL CWF		<u>\$1,774,901</u>	<u>\$77,412</u>	<u>(\$77,412)</u>	<u>\$1,774,901</u>
TOTAL TPIS		<u>\$3,168,240</u>	<u>\$946,439</u>	<u>(\$960,922)</u>	<u>\$3,153,757</u>
A/C 2002 Prop Held for Future Use					
	133	\$0			\$0
A/C 2003 Pft Under Construction					
	135	\$0			\$0
A/C 2005 Telephone Plant Adjustment					
	138	\$0			\$0
TOTAL PLANT		<u>\$3,168,240</u>	<u>\$946,439</u>	<u>(\$960,922)</u>	<u>\$3,153,757</u>
—OTHER PLANT ACCOUNTS, MATERIALS & SUPPLIES—					
A/C 1220 Materials & Supplies	144	\$57,053			\$57,053
A/C 1402 RTB Stock	146	\$35,579			\$35,579
Cash Working Capital	148	\$0			\$0
A/C 2690 Intangibles	150	\$384			\$384
TOTAL TELEPHONE PLANT		<u>\$3,261,256</u>	<u>\$946,439</u>	<u>(\$960,922)</u>	<u>\$3,246,773</u>

Union Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	1997 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
—RESERVES & DEFERRALS—					
A/C 3100 Accum Depr-Tel Plt in Svc					
Support Assets	157	\$216,395		(\$2,474) 2	\$213,921
COE - Switching	158	\$260,920	\$254,075 8	(\$260,920) 8	\$254,075
COE - Transmission	159	\$62,457	\$69,301 8	(\$62,457) 8	\$69,301
Info Orig/Term Equip	160	\$276		(\$276) 7	\$0
Cable & Wire Facilities	161	\$1,006,623			\$1,006,623
Equal Access Accum Depr.	162	\$0			\$0
A/C 3200 Accum Depr-Plant Future Use					
		\$0			\$0
TOTAL ACCUM DEPRECIATION TPIS		\$1,546,671	\$323,376	(\$326,127)	\$1,543,920
—CUSTOMER DEPOSITS					
A/C 4040 Customer Deposits	177	\$0			\$0
—DEFERRED INCOME TAXES					
A/C 4100 Net Current Def Op Inc Taxes	165	\$50,215			\$50,215
A/C 4340 Net Noncurrent Def OIC Taxes	166	\$228,702			\$228,702
TOTAL RESERVES & CUST DEPOSITS		\$1,825,588	\$323,376	(\$326,127)	\$1,822,837
TOTAL NET PLANT		\$1,435,668	\$623,062	(\$634,795)	\$1,423,936

Union Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	1997 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
—PLANT SPECIFIC EXPENSES—					
A/C 6110 Network Support Expenses					
Joint	196	\$0			\$0
Direct Assignment	197	\$0			\$0
A/C 6120 General Support Expenses					
Joint	200	\$16,109		(\$415) 2	\$15,754
Direct Assignment	201	\$0			\$0
A/C 6210, 6220, 6230 Central Office Eqpt.	203	\$94,650			\$94,650
A/C 6210 Equal Access Expense	204	\$0			\$0
A/C 6310 IOT Equip Expenses					
Cat 1-Other IOT Eqpt Expense	206	\$0			\$0
Cat 2-Cat Prem Eqpt Expense	207	\$0			\$0
A/C 6410 C&WF Expenses	209	\$113,370			\$113,370
TOTAL PLANT SPECIFIC EXPENSES		\$224,189	\$0	(\$415)	\$223,774
—PLANT NON-SPECIFIC EXPENSES—					
A/C 6510 Other Prop Plant & Eq Expense					
	212	\$0			\$0
A/C 6530 Network Operations Expense					
	214	\$8,262			\$8,262
A/C 6540 Access Expense (IX Carriers)					
	216	\$0			\$0
A/C 6560 Depreciation and Amort Expenses					
Depreciation Expense TPIS					
Support Assets	220	\$42,010		(\$101) 2	\$41,909
COE-Switching	221	\$89,735	\$86,940 8	(\$89,735) 8	\$86,940
Equal Access Depreciation Expense	222	\$0			\$0
COE-Transmission	223	\$16,901	\$19,696 8	(\$16,901) 8	\$19,696
Info Orig/Term Equip	224	\$552		(\$552) 7	\$0
Cable & Wire Facilities	225	\$91,654			\$91,654
A/C 6562 Property Held For Future Use					
	226	\$0			\$0
A/C 6565 Amort Exp. - Other					
	227	\$0			\$0
TOTAL PLT NON-SPECIFIC EXPENSES		\$249,114	\$106,636	(\$107,289)	\$248,461

Union Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	1997 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
—CUSTOMER OPERATION EXPENSES—					
A/C 6610 Marketing Expense	230	\$1,038			\$1,038
A/C 6620 Services Expense					
Published Directory Listings					
Classified	235	\$0			\$0
Alpha	236	\$0	\$3,709	5	\$3,709
Foreign	237	\$0			\$0
Call Completion - Operator Assist	238	\$118,059	\$1,853	5 (\$118,059) 5	\$1,853
All Other, Local Business Office Expense					
Cat 1 - LBOE EU Sv Order Pros	239	\$0	\$17,829	5	\$17,829
Cat 1 - LBOE EU Pmt & Collect	240	\$0	\$38,169	5	\$38,169
Cat 1 - LBOE EU Billing Inquiry	241	\$0	\$3,767	5	\$3,767
Cat 1 - LBOE EU Coin Collect	242	\$0	\$4,269	5 (\$4,269) 7	\$0
Cat 1 - LBOE EU End User Access	243	\$0			\$0
Total Cat 1 LBOE		\$0	\$64,034	5 (\$4,269)	\$59,765
Cat 2 Message Processing	245	\$0	\$9,896	5	\$9,896
Cat 2 Other Billing & Collecting	246	\$0	\$12,274	5	\$12,274
Cat 2 CABS	247	\$0	\$26,294	5	\$26,294
Total Cat 2 LBOE		\$0	\$48,464	5 \$0	\$48,464
Cat 3 Other LBOE	249	\$0	\$185	9	\$185
TOTAL CUSTOMER OPER. EXPENSE		\$119,097	\$118,245	5 (\$122,328)	\$115,014
—CORPORATE OPERATIONS EXPENSES—					
A/C 6710 Exec & Planning Expense					
All Other	253	\$235,773			\$235,773
Direct Assignment	254	\$0			\$0
A/C 6720 Gen'l & Administration Expense					
All Other	259	\$162,567		(\$18,726) 6,9	\$143,841
Direct Assignment	260	\$0	\$18,541	6	\$18,541
Interstate Amt. of Dr Assignment	263	\$0	\$4,187	6	\$4,187
TOTAL CORPORATE EXPENSE		\$398,340	\$18,541	6 (\$18,726)	\$398,155

Union Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

	PRGRM LINE #	1997 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
7200 Operating Taxes Exc. ICT					
A/C 7200 Operating Taxes Exc. ICT & Gross Receipts	265	\$0	\$370.10		\$370
A/C 7240 Gross Receipts Taxes		\$0			\$0
TOTAL OPER. EXPENSE EXC. CONTRIB. & ICT		\$990,740	\$243,792	(\$248,758)	\$985,774
--- Non-operating Income & Expenses					
A/C 7300 Non-operating Income & Expenses					
Funds Used During Construction	180	\$0			\$0
Contributions	181	\$1,160			\$1,160
--- Interest & Related Items					
A/C 7500 Interest & Related Items					
A/C 7510 Interest On Funded Debt	185	\$57,149			\$57,149
A/C 7540 Interest on Customer Deposits	186	\$0			\$0
--- Miscellaneous Items					
Investment Tax Credit Amortization	187	\$8,418			\$8,418
Capitalized Payroll	189	\$0			\$0
Depreciation Adjustments	191	\$0			\$0

Summary of Operating Expenses

Total Plant Specific Expenses	\$224,189	\$0	(\$415)	\$223,774
Total Non-Plant Specific Expenses	\$249,114	\$106,636	(\$107,289)	\$248,461
Total Customer Operating Expenses	\$119,097	\$118,245	(\$122,328)	\$115,014
Total Corporate Expenses	\$398,340	\$18,541	(\$18,726)	\$398,155
A/C 7200 Oper. Taxes Excluding ICT	\$0	\$370	\$0	\$370
Contributions	\$1,160	\$0	\$0	\$1,160
Total Operating Expenses (Excl. ICT)	\$991,900	\$243,792	(\$248,758)	\$986,934

Union Telephone Company

INVESTMENT & EXPENSE ADJUSTMENTS

FIGRM LINE #	1997 AS ACCOUNTED	DEBITS	CREDITS	COST STUDY INPUTS
-----------------	----------------------	--------	---------	----------------------

Notes: Adjustments to Accounted Data

- Note 1: Adjustments for Common & Power Investment based on CPR records
- Note 2: Land and Building adjustment for Non-Regulated space
- Note 3: Adjustment for EAS Transmission Equipment Investment
- Note 4: Adjustments for Interechange & EAS OSP Investment
- Note 5: Distribution of Account 6610 & 6620 based on time study
- Note 6: Direct assignment of TELECOM expenses
- Note 7: Deregulation of Payphones
- Note 8: Adjustments to Reserve and Depreciation due to CPR adjustments
- Note 9: Reclassify TRS to Account 6620 Cat 3
- Note 10: FCC Reg Fee, Refer to NECA letter dated 8/19/97

CENTRAL OFFICE EQUIPMENT COSTS (AVERAGE)

Company Union Telephone Company

Study Date 1/1/97 - 12/31/97

COE Categories:	Total COE Book Costs as of 12/31/96	Total COE Book Costs as of 12/31/97	Average Book Costs
Category 2	<u>\$93,355</u>	<u>\$114,962</u>	<u>\$104,159</u>
Category 3	<u>\$624,331</u>	<u>\$503,927</u>	<u>\$564,129</u>
Category 4.11	<u> </u>	<u> </u>	<u>\$0</u>
Category 4.12	<u>\$7,179</u>	<u>\$16,753</u>	<u>\$11,966</u>
Category 4.13	<u>\$160,915</u>	<u>\$174,618</u>	<u>\$167,767</u>
Category 4.22	<u> </u>	<u> </u>	<u>\$0</u>
Category 4.23	<u>\$12,602</u>	<u>\$29,411</u>	<u>\$21,006</u>
Category 4.3	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total COE	<u>\$898,383</u>	<u>\$839,671</u>	<u>\$869,027</u>

BURIED CABLE BREAKDOWN

Company Union Telephone Company

Study Dates 1/1/97-12/31/97

	Category 1	Category 2	Category 3	Category 4	Total C&W
1996 Total	<u>\$1,669,804</u>	<u>\$22,905</u>	<u>\$54,507</u>	<u>\$0</u>	<u>\$1,747,216</u>
1997 Total	<u>\$1,725,175</u>	<u>\$22,905</u>	<u>\$54,507</u>	<u>\$0</u>	<u>\$1,802,587</u>
Average	<u>\$1,697,489</u>	<u>\$22,905</u>	<u>\$54,507</u>	<u>\$0</u>	<u>\$1,774,901</u>

* Special study to identify Cat 3 for study

COMPANY: UNION

1996

DISTRIBUTION OF ACCOUNT 6610 & 6620

ACCT NO		TIME STUDY HOURS	% TOTAL HOURS	DISTRIBUTION		
				OF UNIDENTIFIE	IDENTIFIED EXPENSE	DISTRIBUTE EXPENSE
6610	MARKETING EXPENSE				\$1,038	\$1,038
6620	PUBLISHED DIRECTORY ALPHA (Directories)				\$3,709	\$3,709
6620	CALL COMPLETION (Operator Expense)				\$1,853	\$1,853
6620	END USER SERVICE ORDER PROCESSING (Cat 1)	17.75	22.61%	\$17,829		\$17,829
6620	END USER PAYMENT COLLECTION (Cat 1)	38.00	48.41%	\$38,169		\$38,169
6620	END USER BILLING INQUIRY (Cat 1)	3.75	4.78%	\$3,767		\$3,767
6620	END USER COIN COLLECTION (Cat 1)	4.25	5.41%	\$4,269		\$4,269
6620	END USER ACCESS (Cat 1) (Not Used)	0.00	0.00%	\$0		\$0
6620	MESSAGE PROCESSING (Cat 2)	0.00	0.00%	\$0	\$9,896	\$9,896
6620	CABS (Cat 2)	14.75	18.79%	\$14,816	\$11,478	\$26,294
6620	OTHER BILLING & COLLECTION (Cat 2)	0.00	0.00%	\$0	\$12,274	\$12,274
6620	CUSTOMER SERVICE EXP (Not Used)	0.00	0.00%	\$0		\$0
	TOTAL	78.50	100.00%	\$78,849	\$40,248	\$119,097

6610 & 6620 AS ACCOUNTED
IDENTIFIED EXP
UNIDENTIFIED TOTAL

\$119,097
\$40,248
\$78,849

UNION TELEPHONE COMPANY
6620 EXPENSES
1997
from US West Netting Statement

	6620		
	Call		
	Completion	CABS	ALPHA
Jan	\$201.84	\$186.76	\$274.75
Feb	\$166.15	\$194.11	\$304.15
Mar	\$166.12	\$183.74	\$252.00
Apr	\$139.57	\$180.71	\$1.05
May	\$131.90	\$198.21	\$257.95
Jun	\$154.40	\$205.68	\$304.85
Jul	\$198.97	\$195.19	\$307.65
Aug	\$213.02	\$207.86	\$374.85
Sep	\$148.00	\$227.46	\$365.75
Oct	\$126.43	\$231.24	\$392.35
Nov	\$84.39	\$213.56	\$641.20
Dec	\$121.88	\$222.97	\$232.75
Total	\$1,852.67	\$2,447.49	\$3,709.30

TRAFFIC STUDY

Company	UNION TELEPHONE COMPANY	
Study Year	1997	
Print Date	04/18/98	04/18/98

FACTORS	IS-ER	IS-RA	ST-ER	ST-RA	LOCAL
SLU	0.132455	X	0.002832	0.067774	0.796939
SPF	0.250000	X	0.010027	0.239973	0.500000
WEIGHTED DEM	0.397365	X	0.005664	0.135548	0.461423
CONVERSATION MINUTES	0.652294	X	0.013946	0.333760	X
CONVERSATION MINUTE MILES	0.654589	X	0.012960	0.332451	X
TANDEM FACTORS	0.424548	X	0.005833	0.209442	0.360177

TRAFFIC STUDY

Company
Study Year
Print Date

UNION TELEPHONE COMPANY
1997
35903.54

SLU DEVELOPMENT (Minutes of use)

	IS-ER	IS-RA	ST-ER	ST-RA	EXCHANG	TOTAL
FGC	2,734,095	1,862	97,573	1,892,051	27,459,298	32,184,879
FGA, FGB, AND INT 800	1,827,916	0	0	443,150	0	2,271,066
SLU MOU	4,562,011	1,862	97,573	2,335,201	27,459,298	34,455,945
SLU	0.132401	0.000054	0.002832	0.067774	0.796939	1.000000

TRAFFIC STUDY

Company UNION TELEPHONE COMPANY
 Study Year 1997
 Print Date 04/18/98

SPF DEVELOPMENT

FROZEN SUBSCRIBER PLANT FACTOR (SPF) 1981

	Company	Kennebec Telephone Company
	DATE PRINTED	04/18/98
1	INTERSTATE	0.250000
2	INTRASTATE	0.250000

3	TOLL	0.500000
4	LOCAL	0.500000

SINCE THE INTRASTATE TOLL SPF IS FROZEN BASED ON 1981,
 THE SHIFT IS TO OR FROM LOCAL.

	SLU MIN	% TOTAL	FROZEN STATE SPF
ST-ER	97573	0.040108	0.010027
ST-RA	2335201	0.959892	0.239973
	-----	-----	-----
	2432774	1.000000	0.250000
LOCAL			0.500000

TRAFFIC STUDY

Company
Study Year
Print Date

UNION TELEPHONE COMPANY
1997
04/18/98

PHASED DEM FACTORS
INTERSTATE

PART 36 125 (f)

B COMP. 1991			WEIGHTING	1993
			FACTOR	
1 ER	0.132401		3	0.397203
2 RA	0.000054		3	0.000162
3 TOTAL	0.132455			0.397365

A COMP 1987	
4 LDI	0.226839
5 A + B	LDI DEM
	0.397365

6 INTERSTATE B COMP		STUDY YEAR	1997
7 INTRASTATE (1 - LINE 6)		MINUTES	0.397365
			0.602635

8 ER	0.002832	WEIGHT	UNADJ	ADJ	WEIGHTED
9 RA	0.067774	FACTOR	DEM	FACTOR	DEM
10 TOTAL	0.070606	2.000000	0.005664	0.040110	0.005664
		2.000000	0.135548	0.959890	0.135548
			0.141212	1.000000	0.141212

11 TOTAL INTERSTATE		0.397365
12 TOTAL LDS ER		0.005664
13 TOTAL LDS RA		0.135548
14 TOTAL WEIGHTED DEM		0.538577

WEIGHTED DEM FOR COST STUDY	
15 TOTAL INTERSTATE	0.397365
16 TOTAL LDS ER	0.005664
17 TOTAL LDS RA	0.135548
18 LOCAL	0.461423
19 TOTAL	1.000000

* 85% maximum intrastate plus interstate

Company
Study Year
Print Date

UNION TELEPHONE COMPANY
1997
04/18/98

CM STUDY FACTORS

	IS-ER	IS-RA	ST-ER	ST-RA	TOTAL
SLU TOLL MINUTES	4,562,011	1,862	97,573	2,335,201	6,996,647
CM FACTOR	0.652028	0.000266	0.013946	0.333760	1.000000

CMM STUDY FACTORS	IS-ER	IS-RA	ST-ER	ST-RA	TOTAL
HARTFORD SLU TOLL MINUTES	3,306,216	1,661	78,035	1,710,106	5,096,018
AVERAGE ROUTE MILES	6.80	6.80	6.80	6.80	
MINUTE MILES - HARTFORD	22,482,269	11,295	530,638	11,628,721	34,652,922

WALL LAKE SLU TOLL MINUTES	957,346	79	13,155	472,325	1,442,905
AVERAGE ROUTE MILES	14.7	14.7	14.7	14.7	
MINUTE MILES - WALL LAKE	14,072,986	1,161	193,379	6,943,178	21,210,704

MINUTE MILES - COMPANY	36,555,255	12,456	724,017	18,571,898	55,863,626
CMM FACTOR	0.654366	0.000223	0.012960	0.332451	1.000000

TRAFFIC STUDY

Company UNION TELEPHONE COMPANY
 Study Year 1997
 Print Date 04/18/98

TANDEM FACTORS

	IS-ER	IS-RA	ST-ER	ST-RA	TOTAL TOLL	EAS	TOTAL TANDEM
SLU TOLL MINUTES	1,024,444	xxxx	14,076	505,389	1543909	869,117	2413026
	0.4245475	xxxx	0.005833	0.209442		0.360177	

COMPANY UNION TELEPHONE COMPANY
 STUDY YEAR 1977

CATEGORY	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL	MINUTES OF USE
ATFDCO Carriers (Except US West & Express)														
INTERSTATE	231,868	244,254	214,430	191,872	212,897	201,983	199,214	195,037	204,481	211,097	208,754	208,420	2,285,200	2,791,696
INTRASTATE	855	1,531	877	6,653	9,387	9,246	9,294	9,807	10,563	10,645	10,055	10,363	91,126	91,272
INTRASTATE														
INTRASTATE														
US WEST														
INTERSTATE	2		3		2	5	2	2		13	20		59	83
INTRASTATE	22,823	33,762	27,080	21,629	22,855	22,919	21,129	24,297	23,103	20,878	22,361	26,893	291,715	312,120
INTRASTATE														
EXPRESS	51	38	86	65	69	156	72	65	191	268	548		1,881	1,799
INTRASTATE	148,039	153,798	124,324	115,080	127,252	117,222	112,493	108,087	120,969	119,569	112,283	120,999	1,478,037	1,579,916
FOA, FOR, INTERIM 500														
INTERSTATE	143,823	154,867	129,887	120,885	139,053	137,847	138,581	128,931	148,285	174,870	141,823	158,127	1,798,333	1,827,946
INTRASTATE	30,797	31,880	26,395	38,639	31,227	30,783	24,656	35,655	40,003	47,508	41,494	38,557	414,139	441,150
TOTALS	375,048	398,159	324,762	337,424	351,809	333,181	334,839	322,628	370,824	386,128	349,693	381,523	4,285,302	4,563,873
INTERSTATE	204,864	210,779	174,762	157,507	179,280	176,062	176,937	166,841	186,333	216,378	188,317	208,680	2,273,821	2,432,774
INTRASTATE	855	1,531	877	6,653	9,387	9,246	9,294	9,807	10,563	10,645	10,055	10,363	91,126	91,272
INTRASTATE														
INTRASTATE	203,655	219,241	177,873	172,324	182,434	171,146	159,268	166,229	183,673	184,726	176,238	198,443	2,182,431	2,335,201
TOTAL MINUTES	580,712	619,901	520,135	493,411	543,900	520,473	502,451	498,958	565,162	583,508	534,256	578,330	6,538,827	6,996,648
													total office usage	34,455,946
													total usage	40,014,673
													EAS usage, used in local	13,465,270

Company
Study Year
Print Date

UNION TELEPHONE COMPANY
1997
04/18/98

TRAFFIC STUDY

REG #	DATE	HARTFORD JANUARY	USAGE CCS's	UNION TELEPHONE COMPANY							TOTAL
				SUN	MON	TUE	WED	THUR	FRI	SAT	
				01/11	01/05/98	01/06/97	01/07/97	01/08/97	01/09/97	01/10/97	
1	1	ORIG 1+ HART TO SIOUX FALLS		9,004.85	13,118.16	10,176.90	10,786.35	9,973.89	9,141.76	8,370.76	70,572.67
2	2	ORIG 0+ HART TO SIOUX FALLS		49.65	80.19	81.41	48.36	54.41	45.27	80.00	439.29
3	3	EAS ORIG HART TO SXFL		9,257.43	11,602.75	11,291.81	11,385.96	11,706.46	11,357.38	10,204.67	76,806.46
4	4	SXFL EAS ORIG HART FROM WLK		1,568.01	2,149.98	1,763.38	1,904.93	1,938.69	1,733.69	1,774.68	12,833.36
5	5	EAS ORIG HART TO WLK		502.87	522.71	686.72	462.01	545.98	289.72	334.66	3,344.67
6	6	SXFL TOLL ORIG HART TO WLK		1,716.24	1,165.85	1,236.02	1,213.33	1,268.39	1,108.78	1,291.74	9,000.15
7	9	911		1.04	0.53	10.49	0.00	0.00	0.00	11.68	24.70
8	21	SXFL TOLL ORIG HART TO CANIST		2,140.34	3,010.06	2,323.46	2,496.90	2,663.47	2,244.73	2,384.79	17,263.75
9	22	SXFL TOLL ORIG HART TO BRIDGE		2,041.97	2,643.38	2,556.49	2,410.03	2,488.75	2,030.61	2,344.46	16,515.69
10	50	AUTO NUMBER ANNOUNCING ORIG HART		0.00	1.38	0.10	2.16	2.89	1.73	0.00	8.26
11	51	INTERCEPT ORIG HART		79.60	231.69	238.14	169.50	216.45	166.71	264.80	1,386.89
12	52	CHANGE NUMBER ORIG HART		0.39	1.61	0.31	0.35	0.25	0.09	0.29	3.29
13	53	VOICE MAIL ORIG HART		18.30	53.32	41.89	27.76	50.32	57.59	25.84	275.02
14											
15											
16	TERM										
17	1	TERM 1+ SIOUX FALLS TO HART		10,216.21	11,058.32	10,333.04	10,238.50	10,283.32	9,282.40	9,739.84	71,151.63
18	2	EAS SXFL TO HART		6,530.58	8,870.95	8,067.05	7,460.18	8,191.64	7,654.48	7,113.51	53,888.39
19	4	TERM OSPS TO WLK		0.00	3.87	1.39	0.71	0.69	0.85	3.43	10.94
20	5	TERM SXFL TOLL HART TO WLK		1,523.98	1,799.10	1,425.79	1,210.83	1,330.24	1,290.85	1,280.10	9,860.89
21	6	TERM 911 WLK		1.05	0.00	0.00	0.00	0.00	0.00	8.93	9.98
22	8	TERM EAS SXFL HART WLK		2,664.72	3,032.46	2,659.33	2,757.95	3,330.47	3,188.99	3,431.19	21,065.11
23	9	TERM HART FROM WLK		358.94	326.56	535.55	367.81	324.23	358.37	337.22	2,618.73
24	10	TERM AUTO NO. ANNOUNCE WLK		0.00	0.27	0.00	0.72	1.70	1.66	0.00	4.35
25	13	TERM WLK INTERCEPT WLK		13.74	15.71	18.03	18.93	31.75	20.12	49.88	168.16
26	25	TERM TOLL SXFL CANIST		3,602.98	4,699.65	3,912.34	4,128.17	3,669.62	3,786.03	4,021.00	27,819.79
27	26	TERM OSPS SXFL CANIST		33.13	16.05	10.85	3.62	6.80	15.43	2.77	88.65
28	28	TERM AUTO NO. ANNOUNCE CANIST		0.00	0.00	0.00	1.32	1.08	0.00	0.00	2.40
29	29	TERM WLK INTERCEPT CANIST		3.95	19.85	16.51	15.71	19.62	16.83	89.22	161.70
30	30	TERM VERIFY		0.00	0.00	0.00	0.16	0.05	0.00	0.00	0.21
31	32	TERM PAY CANIST PAYPHONE		0.00	12.96	2.29	7.44	11.32	6.02	0.00	40.03
32	45	TERM TOLL SXFL BRIDGEWTR		2,496.89	3,296.10	2,569.73	2,864.23	2,677.11	2,788.35	2,249.11	18,941.52
33	46	TERM OSPS SXFL BRIDGEWTR		1.59	15.10	3.27	2.99	5.71	6.25	14.95	49.86
34	49	TERM INTERCEPT BRIDGEWTR		24.01	17.23	61.81	13.40	23.57	62.39	35.79	238.20
35	53	TERM VOICE MAIL (CUSTOMER NOTIFICATION ALL CO)		3.45	5.05	13.62	11.77	13.96	17.50	8.78	74.13
36		ORIGINATING LINE USAGE		15,116.60	18,502.39	18,348.13	18,098.65	17,447.96	16,816.08	15,863.37	120,193.18
37		TERMINATING LINE USAGE		16,082.42	16,915.18	17,399.62	16,128.98	16,296.44	16,982.71	17,004.00	116,809.35
38											
39		WALL LAKE									
40	4	ORIG WLK-SXFL EAS VIA HART		2,667.96	2,662.73	2,662.73	2,761.22	3,334.11	3,193.68	3,434.17	20,716.60
41	5	ORIG WLK EAS TO HART		359.11	535.80	535.80	367.99	324.42	369.48	337.40	2,830.10
42	6	ORIG 1+ VIA HART		1,525.43	1,427.39	1,427.39	1,212.31	1,331.43	1,295.43	1,280.68	9,500.06
43	9	911		1.07	0.00	0.00	0.00	0.00	0.00	8.94	10.01
44	61	INTERCEPT		15.75	20.76	20.76	21.49	34.36	23.01	52.03	188.16
45	7	OSPS VIA HART		0.00	1.40	1.40	0.71	0.70	0.85	3.44	8.50
46											
47	5	TERM TOLL COMP		1,716.76	1,237.27	1,237.27	1,212.74	1,268.74	1,109.29	1,291.34	9,073.41
48	8	TERM EAS SXFL VIA HART		1,567.27	1,762.40	1,762.40	1,903.97	1,937.46	1,733.51	1,774.70	12,441.71
49	9	TERM EAS FROM HART		502.67	687.37	687.37	460.76	545.68	290.26	334.44	3,508.55
50	73	OPR VERIF		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
51		ORIGINATING LINE USAGE		5,091.29	5,044.60	5,044.60	4,736.32	5,591.58	5,360.52	5,724.26	36,593.17
52		TERMINATING LINE USAGE		4,271.91	4,032.11	4,032.11	3,911.80	4,274.73	3,574.90	3,965.91	28,063.47

COST STUDY LOOP WORKSHEET

Company UNION TELEPHONE COMPANY

YEAR 1997

PERIOD 1/1/97 - 12/31/97

<u>MESSAGE TELEPHONE LOOPS:</u>	<u>Yr. End 1996</u>	<u>Yr. End 1997</u>	<u>AVG</u>
1 Customer service loops	1,455 *	1,536 *	1,496
2 Company official loops	65	74	70
3 Concession service loops	10	12	11
4 Coin telephone (public) loops	9	0	5
5 Fixed mobile/BETRS/RRS service loops	0	0	0
6 All other joint message service loops	21	20	21
7 Total service loops (1 thru 6)	1560	1642	1603
8 Cost study loops (total less official)	1495	1568	1533

LOOPS OTHER:

9 Local exchange private line loops	19	19	19
10 State private line loops	34	28	31
11 Interstate private line loops	12	12	12
12 WATS/800 service loops	0	0	0
13 FX loops - closed end only	0	0	0
14 Limited pay toll stations Dedicated level 8/other toll message service	0	0	0

GRAND TOTAL:

15 Total all loops	xxx	xxx	1,665
--------------------	-----	-----	-------

* Number of loops from NECA latest view.

CIRCUIT TERMINATIONS AND MILES

Company Union Telephone Company

Study Date 1/1/97 - 12/31/97

	Total Company	Joint Message	Interstate	Intrastate InterLata	IntraLata
CKT Terms	<u>327</u>	<u>295</u>	<u>6</u>	<u></u>	<u>26</u>
CKT Miles	<u>1,713</u>	<u>1,495</u>	<u>41</u>	<u></u>	<u>177</u>

Union Telephone Co.

LOCAL EU BILLING DEVELOPMENT
BILLING EXCLUDING ACCESS LINE 55

5001.00	LOCAL SERVICE REV	\$347,488.00	
5060.00	OTHER LOCAL SERVICE REV	\$19,852.00	
5060.10	CUSTOM CALLING REV	\$9,253.00	
		\$376,593.00	0.427124
	INTERSTATE TOLL REVENUE	\$272,026.00	0.308527
	INTRASTATE INTER-LATA TOLL REV	\$9,323.00	0.010574
	INTRASTATE INTRA-LATA TOLL REV	\$223,752.00	0.253775
		\$505,101.00	
	TOTAL REV	\$881,694.00	1.000000

Union Telephone Co.

RELATIVE TOLL MESSAGES

INTERSTATE TOLL MESSAGES	138,653	0.334773
INTRASTATE INTER-LATA TOLL MESSAGES	579	0.001398
INTRASTATE INTRA-LATA TOLL MESSAGES	274,938	0.663829
TOTAL	414,170	1.000000

South Dakota PUC Cost Study Sheet 'G' Line 43

RELATIVE USERS PERCENT

Split one third to each jurisdiction, interstate, intrastate and local
Per NECA cost issue

South Dakota PUC Cost Study Sheet 'G' Line 44

CABS PERCENT

Fifty percent to state and interstate
Inter - Intra LATA split based on SLU

South Dakota PUC Cost Study Sheet 'G' Line 45

UNION TELEPHONE COMPANY
ACCOUNT 6720 DIRECT ASSIGNMENT

1997

	INTERSTATE	INTARSTATE	TOTAL
1ST QTR	\$2,701.49	\$2,701.49	\$5,402.98
2NDQTR	\$855.21	\$855.21	\$1,710.42
3RD QTR	\$315.00	\$2,600.83	\$2,915.83
4THQTR	\$315.00	\$8,196.95	\$8,511.95
TOTAL	\$4,186.70	\$14,354.48	\$18,541.18

TELEC CONSULTING
RESOURCES

TC98-104

909 N. 96th Street, Suite 203
Omaha, NE 68114-2508
(402) 398-0062
FAX (402) 398-0065

Cornhusker Plaza
301 South 13th Street, Suite 401
Lincoln, NE 68508
(402) 441-4315
FAX (402) 441-4317

May 26, 1998

Mr. William Bullard Jr.
Executive Director
South Dakota PUC
State Capitol
Pierre, SD 57501-5070

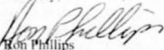
RECEIVED
MAY 27 1998
SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

Dear Bill:

On behalf of the Union Telephone Company we are filing Union's 1997 intrastate switched access cost development package and Union's individual switched access rates developed in accordance with South Dakota Switched Access Rules 20:10.27,28,29. This cost study replaces the 1995 study filed in June of 1996. Union is included in the Local Exchange Carriers (LECA) consolidated tariff filing. Attachment A is provided in lieu of tariff sheets.

If you have any questions concerning this matter Please call on (402) 398-0062.

Sincerely,



Ron Phillips
TELEC Consulting Resources, Inc.

Encl.

ATTACHMENT A

TARIFF SHEET

Union Telephone Company does not currently have its own tariff for switched access services. Union has adopted the National Exchange Carriers Association (NECA) tariff for the interstate jurisdiction and Local Exchange Carrier Association (LECA) tariff for the state jurisdiction.

If Union were to develop and adopt a switched access tariff using its own revenue requirements as determined by the PUC program, the resulting rates would be as follows:

Switched Access Rates per minute (RPM)¹

	Carrier Common Line	Local Switching	Local Transport
Originating RPM	\$0.054127	\$0.026479	\$0.014590
Terminating RPM	\$0.067220	\$0.032886	\$0.014590

Note (1) - Same rates for all Feature Groups.

By: 

TELEC Consulting Resource, Inc.

For: Union Telephone Company

Sheet 'A'
 ENDING DECEMBER 31, 1987
 Revised 5/28/86

01:48:18 PM

Union Telephone Company

Part 36 Revenue Requirements Summary		Part 36 Total							
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	
	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other		
INTRALATA									
15	Net Investment	\$32,135	\$19,206	\$67,111	\$0	\$35,842	\$0	\$31,178	
17	Rate of Return	10.75%	10.75%	10.75%	10.75%	10.75%	10.75%	10.75%	
18	Return on Rate Base	\$34,383	\$20,531	\$71,181	\$0	\$38,935	\$0	\$33,336	
19	Return Adjustments	(1,892)	(1,977)	(518)	0	(184)	0	(192)	
20	Net Return on Rate Base	\$32,491	\$18,554	\$69,663	\$0	\$38,751	\$0	\$33,154	
21	Income Taxes	8,787	3,919	1,443	0	766	0	659	
22	Expenses and Other Taxes	293,511	105,949	\$3,702	650	27,518	42,604	22,699	
23	Total IntraLATA Rev. Req.	\$292,789	\$138,581	\$62,056	\$620	\$31,994	\$42,604	\$26,712	
24								1,038,760,886	
25								1,038,760,886	
26									
27									
28	INTERLATA								
29	Net Investment	\$12,570	\$8,153	\$3,086	\$0	\$1,331	\$0	\$0	
30	Rate of Return	10.75%	10.75%	10.75%	10.75%	10.75%	10.75%	10.75%	
31	Return on Rate Base	\$13,545	\$8,972	\$3,330	\$0	\$1,442	\$0	\$0	
32	Return Adjustments	(72)	(151)	(114)	0	(7)	0	0	
33	Net Return on Rate Base	\$13,473	\$8,821	\$3,216	\$0	\$1,335	\$0	\$0	
34	Income Taxes	17,650	4,205	2,442	24	1,215	9,865	0	
35	Expenses and Other Taxes								
36	Total InterLATA Rev. Req.	\$19,190	\$5,198	\$2,824	\$24	\$1,179	\$9,865	\$0	
37									
38									
39									
40									
41									
42									
43									
44	TOTAL INTRASTATE REV. REQ.	\$314,958	\$153,789	\$64,836	\$644	\$33,173	\$52,469	\$28,712	
45									
46									
47									
48									
49									
50									
51									
52									
53									
54									
55									
56									
57									
58									
59									
60									
61									
62									
63									
64									
65									
66									
67									
68									
69									
70									
71									
72									
73									
74									
75									
76									
77									
78									
79									
80									
81									
82									
83									
84									
85									
86									
87									
88									
89									
90									
91									
92									
93									
94									
95									
96									
97									
98									
99									
100									

ACCESS ELEMENT MINUTES OF USE
 ACCESS RATE PER MINUTE

Sheet 'B'
ENDING DECEMBER 31, 1997

12 May-98

01:45:18 PM

Union Telephone Company

	TOTAL COMPANY		Message Telephone Service				Private Line				TOTAL INTRASTATE
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13 State Income Tax Rate		0.00%		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
14 Federal Income Tax Rate		25.82%		25.82%	25.82%	25.82%	25.82%	25.82%	25.82%	25.82%	25.82%
15 Gross Receipts Tax Rate		5.00%		5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%
16											
18 Net Investment		\$1,456,929	048	\$1,123,004	\$12,570	\$298,951	\$0	\$22,384	\$33,905	\$33,905	0 K
19 Return of Return		10.70%		10.70%	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%	0 K
20											
22 Return on Rate Base		\$132,893		\$120,161	\$1,345	\$17,989	\$0	\$2,395	\$35,728	\$35,728	0 K
23 AFUDC		0 H43		0	0	0	0	0	0	0	0 K
24 ITC Amortization		(8,418)		(8,454)	(72)	(1,753)	0	(139)	(1,964)	(1,964)	0 K
25 Other Return Adjustments		0 V242		0	0	0	0	0	0	0	0 K
27 Net Return		\$147,471		\$113,707	\$1,273	\$30,235	\$0	\$2,256	\$33,764	\$33,764	0 K
28 Contributions		1,160 H52		833	33	304	0	10	137	137	0 K
30 Interest Expense		\$7,149 H44		44,200	476	11,604	0	865	12,849	12,849	0 K
31 Capital Lease Expense		0 H46		0	0	0	0	0	0	0	0 K
32 Depreciation		0 H56		0	0	0	0	0	0	0	0 K
33 Capitalized Payroll Costs		0 H58		0	0	0	0	0	0	0	0 K
34 Other Income Adjustments		0 V248		0	0	0	0	0	0	0	0 K
35											
36 After Tax Income		\$83,192		\$48,684	\$774	\$13,336	\$0	\$1,277	\$20,418	\$20,418	0 K
37											
38 State Income Taxes		\$0 Formula		\$0	\$0	\$0	\$0	\$0	\$0	\$0	0 K
39 Federal Income Taxes		32,712 Formula		22,658	267	6,313	0	474	7,554	7,554	0 K
40 State and Local Taxes		963,774 Formula		1,879,000	16,879	232,891	0	10,130	260,000	260,000	0 K
41 Unallocations		0 V250		0	0	0	0	0	0	0	0 K
42 Other Revenue Adjustments		0 V250		0	0	0	0	0	0	0	0 K
43											
45 Net Receipts		\$1,163,957 Formula		869,100	\$16,405	\$298,544	\$0	\$12,364	\$300,917	\$300,917	0 K
46 Gross Receipts Taxes		61,261 Formula		45,426	969	14,187	0	879	15,835	15,835	0 K
47											
TOTAL REVENUE REQUIREMENT		\$1,225,218		\$808,526	\$19,378	\$293,731	\$0	\$13,693	\$316,602	\$316,602	0 K

	***** FCC PART 38 ***** Investment Summary		Investment												
	(A)	(B)	(C)	Interstate and Other (D)			Message Telephone Service InterLATA (E) IntraLATA (F) InterLATA (G)			Private Line InterLATA (H) IntraLATA (I)			TOTAL INTRASTATE (J)		
TOTAL COMPANY															
13 Land and Support Investment	\$109,829	033		\$390,882	\$4,369	\$106,179	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$116,947	O.K.
15 COE Operator Equipment	\$0	D43		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
16 COE Switching Equipment	\$68,288	D89		\$66,203	3,803	98,282	0	0	0	0	0	0	0	102,085	O.K.
18 COE Transmission Equipment	200,739	D85		148,809	1,881	43,019	0	0	0	0	0	0	0	31,831	O.K.
19 Total COE	\$669,827			\$715,111	\$5,684	\$143,251	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$153,916	O.K.
20 Info. Org./Trans. Equipment	0	D94		0	0	457,332	0	0	0	0	0	0	0	457,332	O.K.
21 Cable and Wire Facilities	1,774,971	D137		1,311,895	16,976	0	0	0	0	0	0	0	0	462,931	O.K.
22 Total COE (OT, CAVE)	\$2,643,829			\$2,027,080	\$22,659	\$559,633	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$818,848	O.K.
24 Total Capital Leases	\$0	D173		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
26 Leasehold Improvements	\$0	D186		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
27 Intangible Assets	\$384	D209		\$294	\$3	\$80	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$97	O.K.
31 Total Tele. Pl. in Service	\$3,154,141			\$2,418,257	\$27,032	\$658,892	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$726,884	O.K.
34 Payroll Future Use	\$0	D214-215		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
35 TRIC Short-term	0	D216-217		0	0	0	0	0	0	0	0	0	0	0	O.K.
36 TRIC Long-term	0	D218-221		0	0	0	0	0	0	0	0	0	0	0	O.K.
37 Tele. Pl. Improvements	0			0	0	0	0	0	0	0	0	0	0	0	O.K.
38 Total Other Tele. Pl.	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
41															
42 TOTAL TELEPHONE PLANT	\$3,154,141			\$2,418,257	\$27,032	\$658,892	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$726,884	O.K.

Sheet 'C'
ENDING DECEMBER 31, 1997

12-May-98 01:48:18 PM
Union Telephone Company

INVESTMENT

	TOTAL COMPANY		Source/ Account	Investment		Message Telephone Service		Private Line		TOTAL	
	(B)	(C)		(D)	(E)	(F)	(G)	(H)	(I)	(J)	
..... FCC PART 36											
Investment Summary											
36 Other Assets, Net	0	V105	0	0	0	0	0	0	0	0	O.K.
37 Accumulated Depreciation	(1,543,800)	134	(1,543,800)	(1,176,157)	(328,421)	(328,421)	(328,421)	(27,322)	(355,743)	(383,064)	O.K.
38 Cash	(279,171)	100	(279,171)	(279,184)	(13,013)	(13,013)	(13,013)	(4,132)	(17,145)	(18,077)	O.K.
39 Other Liab. & Cr. Net	0	V106	0	0	0	0	0	0	0	0	O.K.
40 TOTAL NET PLANT	\$1,331,304		\$1,026,656	\$1,126,656	\$270,229	\$0	\$20,232	\$22,384	\$22,384	\$207,648	O.K.
43 Materials and Supplies	57,053	H31	42,172	546	13,093	0	1,242	0	14,881	14,881	O.K.
44 Rural Tel. Bank Stock	35,879	H35	27,278	205	7,410	0	0	0	586	8,301	O.K.
45 Other Equity Investments	32,000	100	23,000	60	8,100	0	0	0	300	3,000	O.K.
46 Equip. Acct. Investment	0	100	0	0	0	0	0	0	0	0	O.K.
47 TOTAL INVESTMENT	\$1,438,809		\$1,123,004	\$1,270,481	\$298,851	\$0	\$22,384	\$22,384	\$22,384	\$333,905	O.K.

Sheet 70
ENDING DECEMBER 31, 1997

12 May 98 01:45:18 PM
Union Telephone Company

INVESTMENT

	TOTAL COMPANY		Source/ Account	INVESTMENT AND OPM	Message Telephone Service		Private Line		TOTAL INVESTMENT	
	(B)	(C)			IMPLATA	INTPLATA	IMPLATA	INTPLATA		(F)
13 LAND AND SUPPORT ASSETS										
14 Land	\$7,279	H33	\$5,561	\$62	\$1,516	\$0	\$120	\$1,698	O.K.	
15 Land, Direct	0	V22	0	0	0	0	0	0	O.K.	
16 Total Land	\$7,279		\$5,561	\$62	\$1,516	\$0	\$120	\$1,698	O.K.	
17 Motor Vehicles	\$0	H33	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
18 Arrivals	0	H33	0	0	0	0	0	0	O.K.	
19 Special Purpose Vehicles	0	H33	0	0	0	0	0	0	O.K.	
20 Other (non-Equipment)	0	H33	0	0	0	0	0	0	O.K.	
21 Other (non-Equipment)	0	H33	0	0	0	0	0	0	O.K.	
22 Buildings Allocable	552,550	H33	385,301	4,307	154,663	8,279	0	117,249	O.K.	
23 Buildings, Direct	0	V29	0	0	0	0	0	0	O.K.	
24 Other (non-Equipment)	0	H33	0	0	0	0	0	0	O.K.	
25 Office Equipment	0	H33	0	0	0	0	0	0	O.K.	
26 Other (non-Equipment)	0	H33	0	0	0	0	0	0	O.K.	
27 Office Equipment	0	H33	0	0	0	0	0	0	O.K.	
28 Other (non-Equipment)	0	H33	0	0	0	0	0	0	O.K.	
29 General Purpose Computers	0	H33	0	0	0	0	0	0	O.K.	
30 Total Support Assets	\$552,550		\$385,301	\$4,307	\$154,663	\$0	\$8,279	\$117,249	O.K.	
31 Total Support Assets	\$552,550		\$385,301	\$4,307	\$154,663	\$0	\$8,279	\$117,249	O.K.	
32 Tel. Land and Support Assets	\$509,829		\$330,882	\$4,369	\$156,179	\$0	\$8,299	\$118,947	O.K.	
33 Tel. Land and Support Assets	\$509,829		\$330,882	\$4,369	\$156,179	\$0	\$8,299	\$118,947	O.K.	
34										
35 CENTRAL OFFICE EQUIPMENT										
36 CAT 1 Oper. Sys. TSPS	\$0	G20	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
37 CAT 1 Oper. Sys. Other TSPS	0	G21	0	0	0	0	0	0	O.K.	
38 CAT 1 Oper. Sys. Aux Pks	0	G23	0	0	0	0	0	0	O.K.	
39 CAT 1 Oper. Sys. Other	0	V36	0	0	0	0	0	0	O.K.	
40 CAT 1 Oper. Sys. Other	0	V36	0	0	0	0	0	0	O.K.	
41 CAT 1 Oper. Sys. Other	0	V36	0	0	0	0	0	0	O.K.	
42 Total CAT 1	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
43										
44										
45 CAT 2 Trunked Sw. Allocable	\$104,159	G26	\$81,736	5508	\$21,815	\$0	\$0	\$22,423	O.K.	
46 CAT 2 Trunked Sw. Direct	0	V38	0	0	0	0	0	0	O.K.	
47 CAT 2 Trunked Sw. Direct	0	V38	0	0	0	0	0	0	O.K.	
48										
49 Total CAT 2	\$104,159		\$81,736	\$608	\$21,815	\$0	\$0	\$22,423	O.K.	

Sheet 17
 ENDING DECEMBER 31, 1997

12-May-98

01:48:18 PM

Union Telephone Company

***** FCC PART 36 *****
 Field Investment Detail

(A)	(B)	(C)	Message Telephone Service		Private Line		TOTAL INTRASTATE (I)
			Inter-LATA (E)	intra-LATA (F)	Inter-LATA (G)	intra-LATA (H)	
160	\$0	H15	\$0	\$0	\$0	\$0	\$0
161	COE Operator	H15	0	0	0	0	0
162	COE Facilities Switch	H17	0	0	0	0	0
163	COE Local Switch	H20	0	0	0	0	0
164	COE Local Switch	H20	0	0	0	0	0
165	COE Direct	V98	0	0	0	0	0
166	Total COE Leases		\$0	\$0	\$0	\$0	\$0
167	NOT LEASES	V90	\$0	\$0	\$0	\$0	\$0
170	LEASES	V97	\$0	\$0	\$0	\$0	\$0
172	TOTAL CAPITAL LEASES		\$0	\$0	\$0	\$0	\$0
174	*****		*****	*****	*****	*****	*****
176	LEASEHOLD IMPROVEMENTS						
177	COE and Support Assets	H14	\$0	\$0	\$0	\$0	\$0
178	COE Operator	H14	0	0	0	0	0
180	COE Operator	H15	0	0	0	0	0
181	COE Transmission	H20	0	0	0	0	0
182	COE Transmission	H20	0	0	0	0	0
183	CLAW	V97	0	0	0	0	0
184	Other	V98	0	0	0	0	0
185	Total LEASEHOLD IMPROVEMENTS		\$0	\$0	\$0	\$0	\$0
187	*****		*****	*****	*****	*****	*****
188	TPS EXCL ACCT No 2480		\$2,417,963	\$27,029	\$456,012	\$0	\$31,954
189	*****		*****	*****	*****	*****	*****

Sheet '17'
 ENDING DECEMBER 31, 1957

12 May-58
 01:48:18 PM
 Union Telephone Company

(A)	TOTAL COMPANY (B)	Source/ Account/ Other (C)	INSTRATE				TOTAL INFRASTATE (I)	
			Message Telephone Service		Phone Line			
			INSTRATE (E)	(F)	INSTRATE (G)	(H)		
204 INTANGIBLE ASSETS								
205 Abolition Acct No. 2680	\$184	1386	\$184	\$0	\$0	\$0	\$0	O.K.
207 Other Acct No. 2680	0	V150	0	0	0	0	0	O.K.
208								
210 Total Intangible Assets	\$184		\$184	\$0	\$0	\$0	\$0	O.K.
211								
212 OTHER TELEPHONE PLANT								
214 1949 For Full Use - Abok	\$0		\$0	\$0	\$0	\$0	\$0	O.K.
215 1949 For Full Use - Detroit	0		0	0	0	0	0	O.K.
216 1950 Short term - Abok	0	V153	0	0	0	0	0	O.K.
217 1950 Short term - Detroit	0	H35	0	0	0	0	0	O.K.
218 TPJ.C. Long term - Abok	0		0	0	0	0	0	O.K.
219 TPJ.C. Long term - Detroit	0	V126	0	0	0	0	0	O.K.
220 Total P.L. Assets - Abok	0		0	0	0	0	0	O.K.
221 Total P.L. Assets - Detroit	0	V154	0	0	0	0	0	O.K.
222								
223 Total Other Telephone Plant	\$0		\$0	\$0	\$0	\$0	\$0	O.K.

INSTRUMENTS

***** FCC PART 35 *****
Reservest and Debates

(A)	(B)	TOTAL COMPANY	Source Allocation	Message Telephone Service					TOTAL INTRASTATE	
				Interstate and Other	InterLATA	InterLATA	InterLATA	InterLATA		
(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)		
13 ACCUM DEPRECIATION, TMS										
15 Support Assets	\$213,821	H13	\$164,012	\$1,833	\$44,552	\$0	\$1,524	\$19,809	O.K.	
16 COE Switching	284,075	H19	215,384	1,448	37,366	0	0	38,811	O.K.	
17 COE Distribution	69,301	H20	51,407	649	13,542	0	1,702	17,894	O.K.	
18 IOT Equipment	1,008,823	H25	744,074	8,628	231,016	0	21,905	262,548	O.K.	
20 Cable and Wire Facilities	0	H31	0	0	0	0	0	0	O.K.	
21 Other Plant	0	V135	0	0	0	0	0	0	O.K.	
22 Total Accum. Depr. TMS	\$1,543,920		\$1,174,757	\$13,566	\$328,475	\$0	\$27,132	\$369,163	O.K.	
24 ACCUM AMORTIZATION										
26 Accum. Depreciation, PfrFU	\$0	H38	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
28 Accum. Amort. Telephone Ins	0	H40	0	0	0	0	0	0	O.K.	
29 Accum. Amort. Telephone Ins	0	V138	0	0	0	0	0	0	O.K.	
30 Accum. Amort. Other	0		0	0	0	0	0	0	O.K.	
31 Tot. Accum. Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
34 Total Accum. Depr. Amort	\$1,543,920		\$1,174,757	\$13,566	\$328,475	\$0	\$27,132	\$369,163	O.K.	
37 ACCUM DEF INC TAXES, NET										
39 Support Assets	0	H13	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
40 COE Switching	0	H16	0	0	0	0	0	0	O.K.	
41 COE Distribution	0	H20	0	0	0	0	0	0	O.K.	
42 COE Transmission	0	H25	0	0	0	0	0	0	O.K.	
43 IOT Equipment	0	H31	0	0	0	0	0	0	O.K.	
44 Cable and Wire Fac.	278,817	V145	213,844	2,390	\$4,088	0	4,595	65,073	O.K.	
45 Undistributed	0		0	0	0	0	0	0	O.K.	
47 Total Accum. Def. Inc. Taxes	\$278,817		\$173,844	\$2,390	\$6,088	\$0	\$4,595	\$65,073	O.K.	

Sheet "F"
 ENDING DECEMBER 31, 1997

12-May-98

01:48:18 PM

Union Telephone Company

	TOTAL COMPANY		INTERSTATE		PRIVATE LINE		INTRA-STATE		EXTENDED AREA SERVICE		OTHER
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
13 TRANS CCT EQUIPMENT											
14 Working Loops		1,596	1,533	12	0	0	31	0	0	19	O.K.
15 Avg. Cost per Loop		105.18	105.18	105.18	105.18	105.18	105.18	105.18	105.18	105.18	
17 CAT 4 13 Exch. Lo. Invest		\$140,797	\$140,746	\$1,262	\$0	\$0	\$3,261	\$0	\$0	\$1,998	
20 Circuit Terminations		327	295	6	0	0	26	0	0	0	O.K.
21 Avg. Cost per Termination		64.24	64.24	64.24	64.24	64.24	64.24	64.24	64.24	64.24	
24 CAT 4 23 Other IX		\$21,006	\$18,950	\$385	\$0	\$0	\$1,670	\$0	\$0	\$0	
27 C&WF INVESTMENT											
28 Working Loops		1,885	1,833	12	0	0	31	0	0	19	
29 Avg. Cost per Loop		1,000,000	961,129	507,524	0.000000	0.000000	0.019436	0.000000	0.000000	0.019432	O.K.
30 Lines Factor		\$1,887,489	\$1,831,505	\$12,771	\$0	\$0	\$32,992	\$0	\$0	\$20,271	
31 CAT 1 Exchange C&WF											
34 Equipment IX Circuit Mktg		1,713	1,495	41	0	0	177	0	0	0	O.K.
35 IX Ckt Mktg Factor		1,000,000	872,738	4,238	0.000000	0.000000	0.103327	0.000000	0.000000	0.000000	
36 CAT 3 Intraexch. C&WF		\$44,957	\$47,310	\$1,305	\$0	\$0	\$3,632	\$0	\$0	\$0	

12 May 88

01:48:18 PM
Union Telephone CompanySheet "N"
ENDING DECEMBER 31, 1987

	TOTAL COMPANY		Source/ Account	Increase and Over	Message Telephone Service				Private Line		TOTAL INTRASTATE
	(B)	(C)			(E)	(F)	(G)	(H)	(I)		
	(A)	(A)	(A)	(A)	INTRA-STA	INTRA-STA	INTRA-STA	INTRA-STA	INTRA-STA	INTRA-STA	(A)
13 Support Assets	1.000000	D31	0.766853	0.000000	0.008570	0.208263	0.000000	0.000000	0.016474	0.233307	O.K.
14 Land and Support Assets	1.000000	D33	0.766853	0.000000	0.008570	0.208263	0.000000	0.000000	0.016474	0.233307	O.K.
16 COE Operator	0.000000	D43	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
17 COE Trunk Switching	1.000000	D49	0.734729	0.000000	0.005833	0.208442	0.000000	0.000000	0.000000	0.215275	O.K.
18 COE Local Switching	1.000000	D66	0.807198	0.000000	0.009864	0.135648	0.000000	0.000000	0.000000	0.142112	O.K.
19 COE Trunk	1.000000	D67	0.807198	0.000000	0.009864	0.135648	0.000000	0.000000	0.000000	0.142112	O.K.
20 COE Transmission	1.000000	D65	0.932731	0.000000	0.009271	0.224259	0.000000	0.000000	0.024564	0.258203	O.K.
21 Total COE	1.000000	C19	0.822887	0.000000	0.009541	0.164899	0.000000	0.000000	0.005674	0.177113	O.K.
22 Info Orig Term. CAT 1	0.000000	D90	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
23 Info Orig Term. CAT 2	0.000000	D92	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
25 Total IOT	0.000000	D94	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
27 CAWP CAT 1	1.000000	D118	0.740282	0.000000	0.009637	0.230645	0.000000	0.000000	0.016426	0.259718	O.K.
28 CAWP CAT 2	1.000000	D120	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
29 CAWP CAT 3	0.000000	D129	0.895119	0.000000	0.011311	0.290143	0.000000	0.000000	0.033327	0.404781	O.K.
30 CAWP CAT 4	0.000000	D130	0.731719	0.000000	0.009554	0.230496	0.000000	0.000000	0.021761	0.262821	O.K.
31 Total CAWP	1.000000	D137	0.731719	0.000000	0.009554	0.230496	0.000000	0.000000	0.021761	0.262821	O.K.
32 Total Equipment	1.000000	C23	0.765983	0.000000	0.008570	0.208263	0.000000	0.000000	0.016474	0.233307	O.K.
35 THIS	1.000000	C32	0.766853	0.000000	0.008570	0.208263	0.000000	0.000000	0.016474	0.233307	O.K.
36 THIS, excl Acct No. 2690	1.000000	D189	0.766853	0.000000	0.008570	0.208263	0.000000	0.000000	0.016474	0.233307	O.K.
38 Prg. Maint. Fed. Use	0.000000	C215	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
40 Total Tangible Assets	0.000000	C25	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
41 Total Intangible Assets	1.000000	C29	0.766853	0.000000	0.008570	0.208263	0.000000	0.000000	0.016474	0.233307	O.K.
43 Long-term PUC	0.000000	C36	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
44 Net Telephone Plant	1.000000	C81	0.774119	0.000000	0.008327	0.203056	0.000000	0.000000	0.011196	0.228581	O.K.
45 Total Net Investment	1.000000	C82	0.774119	0.000000	0.008327	0.203056	0.000000	0.000000	0.011196	0.228581	O.K.
47 Capital Credits	0.000000	D173	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
48 Tel. Bus. Oth. - Cost Serv.	1.000000	1141	0.633822	0.000000	0.047125	0.189652	0.000000	0.000000	0.000000	0.366078	O.K.
50 Total "BIG THREE" Expenses	1.000000	1170	0.732913	0.000000	0.020542	0.226767	0.000000	0.000000	0.008479	0.267087	O.K.
52 Corporate Operations Expense	1.000000	1185	0.702099	0.000000	0.019871	0.261783	0.000000	0.000000	0.010037	0.290701	O.K.

INTRA-STATE

Sheet 1
 ENDING DECEMBER 31, 1987

12-May-88 01:48:18 PM
 Union Telephone Company

	(A)	TOTAL COMPANY	(B)	Social Account	(C)	(D)	Message Telephone Service			Private Line			TOTAL INTRASTATE	
							Intrastate and Other	Intrastate InterLATA	(E)	(F)	Intrastate InterLATA	(G)		(H)
13 PLANT SPEC OPER EXPENSE														
14 Network Support Alloc		\$0	\$0	H14		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
15 Network Support Direct		\$0	\$0	V119		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
16 Total Network Support Exp		\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
17														
18 Total Network Support Exp		\$15,754	\$15,078	H14		\$135	\$3,281	\$0	\$0	\$0	\$0	\$0	\$3,678	O.K.
19 General Support Alloc		\$0	\$0	V151		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
20 General Support Direct		\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
21 Total General Support Exp		\$15,754	\$12,078			\$135	\$3,281	\$0	\$0	\$260	\$0	\$0	\$3,076	O.K.
22														
23 Central Office Eq. Alloc		\$94,650	\$77,886	H21		\$619	\$15,608	\$0	\$0	\$0	\$0	\$0	\$16,784	O.K.
24 Central Office Eq. Direct		\$0	\$0	V153		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
25 Total COE Exp		\$94,650	\$77,886			\$619	\$15,608	\$0	\$0	\$0	\$0	\$0	\$16,784	O.K.
26														
27 Ccts - Premises Equip		\$0	\$0	H24		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
28 Ccts - Outside Equip		\$0	\$0	H25		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
29 Other COT		\$0	\$0	H27		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
30 COT Direct		\$0	\$0	V157		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
31 Total COT Exp		\$0	\$0			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
32														
33 Cables & Wire Alloc		\$113,370	\$83,801	H31		\$1,084	\$28,018	\$0	\$0	\$2,487	\$0	\$0	\$39,668	O.K.
34 Cables & Wire Direct		\$0	\$0	V159		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
35 Total C&W Exp		\$113,370	\$83,801			\$1,084	\$28,018	\$0	\$0	\$2,487	\$0	\$0	\$39,668	O.K.
36														
37 Total PLT SPEC OPER EXP		\$223,774	\$173,765			\$18,717	\$44,907	\$0	\$0	\$3,284	\$0	\$0	\$30,009	O.K.
38														
39 TOTAL PLT SPEC OPER EXP		\$228,020	\$168,687			\$17,703	\$44,626	\$0	\$0	\$3,004	\$0	\$0	\$46,333	O.K.

	INTERSTATE											
	TOTAL COMPANY		Source Allocation		Intrastate and Other		Message Telephone Service		Private Line		TOTAL INTRASTATE	
	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	
58	NON-SPECIFIC OPER EXP											
59	Operating Expenses and Taxes											
60	Om. Pk. and Equip. Alloc	\$0	028	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
61	Om. Pk. and Equip. Direct	0	V177	0	0	0	0	0	0	0	0	O.K.
62	Total Om. Pk. & Equip	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
63	Network Operations, Alloc	\$5,252	H33	\$5,334	\$11	\$1,721	\$5	\$155	\$155	\$155	\$1,928	O.K.
64	Network Operations, Direct	0	V179	0	0	0	0	0	0	0	0	O.K.
65	Total Network Oper. Exp	\$5,252		\$5,334	\$11	\$1,721	\$5	\$155	\$155	\$155	\$1,928	O.K.
66	Total Access Expenses	\$0	V180	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
67	Dep'r. Support Assets	\$41,809	H13	\$32,131	\$159	\$5,725	\$0	\$590	\$590	\$590	\$9,778	O.K.
68	Dep'r. COE Switching	\$6,840	H19	73,659	485	12,788	0	0	0	0	12,287	O.K.
69	Dep'r. COE Distributor	19,818	H25	14,610	185	4,417	0	0	0	0	0	O.K.
70	Dep'r. ICT Equipment	0	H25	0	0	0	0	0	0	0	484	O.K.
71	Dep'r. CAV Facilities	91,654	H31	67,749	877	21,034	0	0	0	0	23,960	O.K.
72	Dep'r. PMU	0	H38	0	0	0	0	0	0	0	1,990	O.K.
73	Total Depreciation Expense	\$240,199		\$198,150	\$1,915	\$46,965	\$0	\$3,189	\$3,189	\$3,189	\$52,049	O.K.
74	Amort. Tangible Assets	\$0	H40	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
75	Amort. Intangible Assets	0	V181	0	0	0	0	0	0	0	0	O.K.
76	Other Amortization	0	V180	0	0	0	0	0	0	0	0	O.K.
77	Direct Assigned Amort	0		0	0	0	0	0	0	0	0	O.K.
78	Total Amortization Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
79	Total Dep'r. and Amort.	\$240,199		\$198,150	\$1,915	\$46,965	\$0	\$3,189	\$3,189	\$3,189	\$52,049	O.K.
80	TOTAL NON-SPEC. OPER. EXP	\$248,461		\$194,464	\$1,986	\$46,686	\$0	\$3,305	\$3,305	\$3,305	\$53,977	O.K.

Sheet 7
 ENDING DECEMBER 31, 1987

01:48:18 PM
 Union Telephone Company

(A)	(B)	(C)	EXPENSE						(F)	(G)	(H)	(I)
			TOTAL COMPANY		Message Telephone Service		Private Line					
			Operating Expenses and Taxes	Source/ Allocator	Interstate and Other	INTRA-LATA	INTRA-LATA	INTRA-LATA				
105	CUSTOMER OPERATIONS EXPENSE											
106	Marketing Allocate	G35	\$1,038	\$164	\$0	\$263	\$0	\$0	\$0	\$274	O.K.	
108	Marketing Direct	V192	0	0	0	0	0	0	0	0	O.K.	
109	Total Marketing Expense		\$1,038	\$164	\$0	\$263	\$0	\$0	\$0	\$274	O.K.	
111	Operator Service Alloc	G24	\$1,853	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
113	Operator Service Direct	V194	0	0	0	0	0	0	0	0	O.K.	
115	Total Operator Service		\$1,853	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
116	Classified Directory	V195	\$5	\$5	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
117	Classified Directory Activity	G45	3,776	3,447	11	251	0	0	0	262	O.K.	
119	Foreign Directory	G46	0	0	0	0	0	0	0	0	O.K.	
120	Total Directory		\$3,781	\$3,452	\$11	\$251	\$0	\$0	\$0	\$262	O.K.	
121	Bus. Dir. EU Production	G36	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
124	Bus. Dir. EU MTS & WATS	G37	41,936	20,850	443	10,842	0	0	0	11,535	O.K.	
125	Bus. Dir. IXC Services Alloc & Other	G38	17,875	13,115	0	4,352	0	0	0	4,371	O.K.	
127	Bus. Dir. IXC Switched Access	G40	0	0	0	0	0	0	0	0	O.K.	
128	Bus. Dir. IXC B & C Services	G41	0	0	0	0	0	0	0	0	O.K.	
129	Bus. Dir. IXC B & C Services	G42	0	0	0	0	0	0	0	0	O.K.	
130	Con Collect & Admin		0	0	0	0	0	0	0	0	O.K.	
131	Total Business Office		\$59,775	\$43,865	\$632	\$15,187	\$0	\$0	\$0	\$15,779	O.K.	
132	Cost Serv. Direct	V206	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.	
133	Cost Serv. Mag. Process	G43	8,886	3,313	14	6,569	0	0	0	6,583	O.K.	
135	Cost Serv. Other BAC	G44	12,274	8,183	3,927	164	0	0	0	4,091	O.K.	
136	Cost Serv. CABS	G45	28,294	13,147	527	12,820	0	0	0	13,149	O.K.	
137	Cost Serv. EU Common Line	V209	0	0	0	0	0	0	0	0	O.K.	
139	Total Customer Service		\$48,464	\$24,643	\$4,468	\$19,353	\$0	\$0	\$0	\$23,821	O.K.	
140	Total Bus. Dir. Cost Serv.		\$108,279	\$68,609	\$5,100	\$34,520	\$0	\$0	\$0	\$39,620	O.K.	

Sheet "I"
 ENDING DECEMBER 31, 1997

01:48:18 PM
 Union Telephone Company

	TOTAL COMPANY		Shared Allocation	Interstate and Other	Message Telephone Service			Private Line			TOTAL INTRASTATE
	(B)	(C)			(E)	(F)	(G)	(H)	(I)		
156 Other Cust Serv. Alloc	\$185	148		\$117	\$9	\$59	\$0	\$0	\$0	\$68	O.K.
157 Other Cust Serv. Direct		0	V211	0	0	0	0	0	0	0	O.K.
158	\$185			\$117	\$9	\$59	\$0	\$0	\$0	\$68	O.K.
160 Total Other Cust Serv.				\$117	\$9	\$59	\$0	\$0	\$0	\$68	O.K.
161 TOTAL CUSTOMER OPER EXP	\$115,014			\$74,790	\$5,133	\$35,094	\$0	\$0	\$0	\$40,224	O.K.
162											
164 'BIG-THREE' EXPENSES											
165	\$208,520	64		\$16,847	\$1,723	\$41,625	\$0	\$3,254	\$3,254	\$40,313	O.K.
166 Total Pk. Equip. & Support	131,331	71		10,121	1,271	28,094	0	1,304	1,304	\$38,828	O.K.
167 Total Pk. Equip. & Support	115,014	161		74,790	5,133	35,094	0	0	0	40,224	O.K.
168 Total Customer Operations				\$242,811	\$6,955	\$79,445	\$0	\$3,110	\$3,110	\$82,445	O.K.
170 TOTAL 'BIG THREE' EXPENSES	\$331,296										
172											
173 CORPORATE OPERATIONS EXPENSE:											
174 Exec and Planning Alloc	\$235,773	1450		\$172,801	\$4,914	\$55,823	\$0	\$2,235	\$2,235	\$62,972	O.K.
175 Exec and Planning Direct		0	V213	0	0	0	0	0	0	0	O.K.
176	\$235,773			\$172,801	\$4,914	\$55,823	\$0	\$2,235	\$2,235	\$62,972	O.K.
177 Total Exec. and Planning				\$172,801	\$4,914	\$55,823	\$0	\$2,235	\$2,235	\$62,972	O.K.
178											
180 Admin. & General Allocation	\$43,841	1450		\$105,423	\$2,998	\$34,017	\$0	\$1,363	\$1,363	\$38,418	O.K.
181 Admin. & General Direct	18,541	0	V211	4,187	0	14,354	0	0	0	14,354	O.K.
182	\$43,841			\$109,610	\$2,998	\$48,411	\$0	\$1,363	\$1,363	\$52,772	O.K.
183 Total Admin. and Gen.				\$109,610	\$2,998	\$48,411	\$0	\$1,363	\$1,363	\$52,772	O.K.
184											
184 TOTAL CORPORATE OPERATIONS	\$398,155			\$282,411	\$7,912	\$100,234	\$0	\$3,598	\$3,598	\$115,744	O.K.
186											
186 NON-INCOME TAXES:											
186 Non-income Taxes Allocation	\$370	1436		\$284	\$3	\$77	\$0	\$6	\$6	\$16	O.K.
187 Non-income Taxes Direct	0	0	V233	0	0	0	0	0	0	0	O.K.
188	\$370			\$284	\$3	\$77	\$0	\$6	\$6	\$16	O.K.
189 Total Non-income Taxes				\$284	\$3	\$77	\$0	\$6	\$6	\$16	O.K.
190											
190 TOTAL OPER EXP. AND TAXES	\$885,774			\$725,734	\$16,870	\$232,997	\$0	\$10,173	\$10,173	\$260,040	O.K.

Union Telephone Company

***** FCC PART 69 ***** INFLATA Revenue Requirement Summary		Part 36 INFLATA Revenue Requirement Summary						
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
	Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other
13	Net Investment	652	\$187,295	\$67,111	\$0	\$35,842	\$0	\$31,078
14	Rate of Return	0.19	10.10%	10.10%	10.10%	10.10%	10.10%	10.10%
15	Return on Rate Base		\$20,031	\$7,181	\$0	\$3,835	\$0	\$3,336
16	40/60	0	0	0	0	0	0	0
17	ITC Amortization	627	(1,207)	(319)	0	(184)	0	(182)
18	Other Return Adjustments	Direct	0	0	0	0	0	0
21	Net Return		\$19,824	\$5,861	\$0	\$3,651	\$0	\$3,154
22	Interest Expense	667	7,427	2,625	0	1,391	0	1,210
24	Capitalized Payroll Taxes	627	0	0	0	0	0	0
25	Net Income	0	0	0	0	0	0	0
26	Other Income Adjustments	Direct	0	0	0	0	0	0
28	After Tax Income		\$11,558	\$4,236	\$0	\$2,260	\$0	\$1,944
29	State Income Taxes	29	0	0	0	0	0	0
31	Federal Income Taxes	75	3,919	1,443	0	766	0	659
32	Operating Expenses and Taxes	0	99,351	50,553	589	25,953	40,312	21,212
34	Other Revenue Adjustments	0	0	0	0	0	0	0
35	Base for Gross Receipts Tax	11+31+32+33	123,250	58,182	589	30,554	40,702	25,837
36	Gross Receipts Tax		6,548	3,144	31	1,623	2,182	1,357
40	Net Revenue Requirement		\$128,591	\$63,206	\$620	\$31,994	\$42,864	\$28,712
43	TOTAL REVENUE REQUIREMENT							

***** FCC PART 68 *****
INSTRUMENT
Detail

	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
	Part 68 Instrument Total	Source of Instrument Appropriation	Common Line	Local Switching	Information	Common Trunking Transmission	Billing and Collection	Other	
13 LAND AND SUPPORT ASSETS									
14 Land Assets, Message	\$1,616	N28	289	572	0	329	0	308	O.K.
15 Land Assets, Private Line	120	N28	23	41	0	0	0	26	O.K.
17 Total Land Assets	\$1,636		\$12	\$617	\$0	\$355	\$0	\$332	O.K.
20 Support Assets, Message	\$104,663	N28	\$19,883	\$39,489	\$0	\$22,899	\$0	\$22,402	O.K.
21 Support Assets, Private Line	8,279	N28	1,581	3,124	0	1,795	0	1,779	O.K.
22 Total Support Assets	\$112,942		\$21,563	\$42,612	\$0	\$24,695	\$0	\$24,272	O.K.
25 Total Land and Supp. Assets	\$114,577		\$21,875	\$43,229	\$0	\$24,849	\$0	\$24,623	O.K.
27 CENTRAL OFFICE EQUIPMENT									
28 Operator Sys. - DA	\$0	(F)	0	0	0	0	0	0	O.K.
29 Operator Sys. - Other	0	(I)	0	0	0	0	0	0	O.K.
31 Total Operator Systems	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
33 Trunking Switching	\$21,815	(G)	\$0	\$0	\$0	\$21,815	\$0	\$0	O.K.
34 Trunking Assigned	0	Other2	0	0	0	0	0	0	O.K.
36 Total Trunking Switching	\$21,815		\$0	\$0	\$0	\$21,815	\$0	\$0	O.K.
38 Local Switching	\$76,487	(E)	\$0	\$76,487	\$0	\$0	\$0	\$0	O.K.
40 Local Assigned	0	Direct	0	0	0	0	0	0	O.K.
42 Total Local Switching	\$76,487		\$0	\$76,487	\$0	\$0	\$0	\$0	O.K.
44 Total Switching	\$98,262		\$0	\$76,487	\$0	\$21,815	\$0	\$0	O.K.

Union Telephone Company

Plant No. Investment Detail	Total		Source or Appropriation		Common Line		Local Switching		Information		Common Transport		Billing and Collection		Other	
	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)	(N)	(O)	(P)	(Q)
58 COE Exch. Trunk	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
59 COE Exch. Line - Message	38,695	(D)	38,695	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
60 COE Exch. Line - Interc.	3,167	(D)	3,167	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
61 COE Exch. Line - Analog	0	Direct	0	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
62 COE Interechange Message	6,325	(G)	6,325	0	0	0	0	0	0	0	6,325	0	0	0	0	O.K.
63 COE Interechange PL	1,679	(I)	1,679	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
64 Interechange PL, WATS	0	(I)	0	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
65 COE Interechange Assigned	0	(G)	0	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
66 COE Interechange Assigned	0	Direct	0	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
67 Total COE Transmission	\$43,860		\$38,695	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$6,325	\$0	\$0	\$0	\$4,931	O.K.
68 COE Interechange PL, WATS	5,632	(I)	5,632	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
69 Total Central Office Equip	\$148,232		\$138,695	\$78,467	\$0	\$0	\$0	\$0	\$0	\$0	\$26,140	\$0	\$0	\$0	\$4,931	O.K.
70 T-1 EQUIPMENT																
71 Public Telephone	\$0	N43	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
72 Coinless Pay Phone	0	(D)	0	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
73 Customer Premises Equipment	0	N65	0	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
74 Total T-1 Equipment	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
80 CABLE AND WIRE FACILITIES																
81 Exchange PL and WATS	\$32,992	(I)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$32,992	O.K.
82 Interechange Message	29,517	(D)	29,517	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
83 Exchange Assigned	0	Direct	0	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
84 Total Exchange Line CAWIF	\$62,509		\$391,517	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$32,992	O.K.
85 Exchange Trunk, PL	0	Direct	0	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
86 Exchange Trunk, Message	0	Direct	0	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
87 Exchange Trunk, PL	0	Direct	0	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
88 Total Exchange Trunk CAWIF	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
89 Interechange Message	\$15,815	(G)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$15,815	\$0	\$0	\$0	\$0	O.K.
90 Interechange PL, WATS	5,632	(I)	5,632	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
91 Interechange Assigned	0	(G)	0	0	0	0	0	0	0	0	0	0	0	0	0	O.K.
92 Total Interechange CAWIF	\$21,447		\$0	\$2	\$0	\$0	\$0	\$0	\$0	\$0	\$15,815	\$0	\$0	\$0	\$5,632	O.K.

Green, C.
ENDING DECEMBER 31, 1997

12-May-98

01:48:18 PM

Union Telephone Company

	Part 36 INVESTMENT		Source or Appropriation	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other
	(A)	(B)							
161 PLANT UNDER CONSTRUCTION									
162 Short-term	\$0	N48	\$0	\$0	\$0	\$0	\$0	\$0	\$0
164 Long-term	0	3445	0	0	0	0	0	0	0
165									
167 Total P&I Under Cost	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0
168									
169 TELEPHONE PLANT ADJUSTMENT	\$0	N48	\$0	\$0	\$0	\$0	\$0	\$0	\$0
170									
171 CLASS B RTB STOCK	\$7,996	N37	\$5,100	\$1,350	\$0	\$776	\$0	\$789	\$0
172									
174 MATERIALS AND SUPPLIES	\$14,335	N37	\$9,144	\$2,421	\$0	\$1,382	\$0	\$1,379	\$0
175 CASH-WORKING CAPITAL	\$8,442	N37	\$5,385	\$1,428	\$0	\$820	\$0	\$812	\$0
176									
177 EQUAL ACCESS INVESTMENT	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Union Telephone Company

***** FCC PART 69 ***** INFLATA Reserves and Deferrals		Part 36 INFLATA						
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
Source or Apportion	Common Line	Local Switching	Information	Common Transport	Billing and Connection	Other		
14 ACCUM DEPRECIATION THIS								
15 Support Assets	\$48,076	N28	\$5,179	\$18,739	\$0	\$19,427	\$0	\$10,332
16 COE Switching	37,266	L44	0	29,672	0	8,294	0	0
17 COE Operator	12,810	L32	0	0	0	2,162	0	1,792
18 COE Transmission	17,294	L32	13,939	0	0	0	0	0
19 JOT Equipment	0	L76	0	0	0	0	0	0
20 Cable and Wire Facilities	292,821	L117	222,648	0	0	8,969	0	21,805
21 Other Part	0	N37	0	0	0	0	0	0
22 Total Accum Depr THIS	\$355,607		\$244,564	\$47,210	\$0	\$29,673	\$0	\$33,939
24 ACCUM AMORTIZATION								
25 Support Assets	\$0	N37	\$0	\$0	\$0	\$0	\$0	\$0
26 Accum Amort	0	N37	0	0	0	0	0	0
27 Accum Depreciation PPH/U	0	N37	0	0	0	0	0	0
28 Accum Amort	0	N37	0	0	0	0	0	0
29 Accum Depreciation PPH/U	0	N37	0	0	0	0	0	0
30 Accum Amort	0	N37	0	0	0	0	0	0
31 Tot Accum Amortization	\$0		\$0	\$0	\$0	\$0	\$0	\$0
32 Total Accum Depr/Amort	\$355,607		\$244,564	\$47,210	\$0	\$29,673	\$0	\$33,939
34 ACCUM DEF INC TAXES, NET								
35 Support Assets	\$0	N28	\$0	\$0	\$0	\$0	\$0	\$0
36 COE Operator	0	L32	0	0	0	0	0	0
37 COE Transmission	0	L68	0	0	0	0	0	0
38 JOT Equipment	0	L78	0	0	0	0	0	0
39 Accum Depreciation PPH/U	0	L117	0	0	0	0	0	0
40 Unallocated	62,693	N37	39,862	10,586	0	6,085	0	6,030
41 Total Accum Def Inc Taxes	\$62,693		\$39,862	\$10,586	\$0	\$6,085	\$0	\$6,030

Sheet 'N'
ENDING DECEMBER 31, 1997

12-May-98

01:45:18 PM

Union Telephone Company

	Page 36 INTERLATA Total		***** FCC PART 68 ***** Appurtenance Factors						Billing and Collection			Other (I)
	(B)	(C)	Source (D)	Common Line (E)	Local Switching (F)	Information (G)	Common Transport (H)	(M)	(N)			
13 Central Office Equipment	\$148,232	L70	\$38,695	\$76,467	\$0	\$0	\$28,140	\$0	\$4,931	O.K.		
14 Central Office Equip	0	L70	0	0	0	0	0	0	0	O.K.		
15 CBV Facilities	445,958	L117	391,517	0	0	0	16,815	0	38,624	O.K.		
16 Factor	1,000000									O.K.		
17 Total	\$394,188		\$430,212	\$76,467	\$0	\$0	\$43,955	\$0	\$43,555	O.K.		
18 Factor	1,000000		0.724023	0.120891	0.000000	0.000000	0.073975	0.000000	0.073302	O.K.		
20 Sum Sw. Trans., Other	\$183,876	17	0	\$76,467	\$0	\$0	\$43,955	\$0	\$43,555	O.K.		
21 Factor	1,000000		0.000000	0.460327	0.000000	0.000000	0.280537	0.000000	0.281617	O.K.		
23 Central Office Equipment	\$148,232	L70	\$38,695	\$76,467	\$0	\$0	\$28,140	\$0	\$4,931	O.K.		
24 Info. Org./Term. Eqp	0	L78	0	0	0	0	0	0	0	O.K.		
25 CBV Facilities	34,439	L117-53	0	0	0	0	16,815	0	38,624	O.K.		
26 CBV End. Equip. Message	\$202,671		\$38,695	\$76,467	\$0	\$0	\$43,955	\$0	\$43,555	O.K.		
27 Total	1,000000		0.190923	0.377284	0.000000	0.000000	0.216878	0.000000	0.214904	O.K.		
28 Factor	1,000000									O.K.		
29 General Support Facilities	\$114,877	L25	\$21,876	\$43,229	\$0	\$0	\$24,849	\$0	\$24,623	O.K.		
31 Central Office Equipment	148,232	L3	38,695	76,467	0	0	28,140	0	4,931	O.K.		
32 Info. Org./Term. Eqp	0	L4	0	0	0	0	0	0	0	O.K.		
33 CBV Facilities	445,958	L117	391,517	0	0	0	16,815	0	38,624	O.K.		
34 Equip. Access Measurement	0		0	0	0	0	0	0	0	O.K.		
35 Factor	\$708,766		\$452,087	\$119,894	\$0	\$0	\$68,404	\$0	\$68,178	O.K.		
36 Total	1,000000		0.637952	0.168879	0.000000	0.000000	0.097016	0.000000	0.096193	O.K.		
38 Factor	1,000000									O.K.		
39 Sum Com. Ln., Sw. Trans	\$640,987	36	\$452,087	\$119,894	\$0	\$0	\$68,404	\$0	\$68,178	O.K.		
40 Factor	1,000000		0.707239	0.186853	0.000000	0.000000	0.107408	0.000000	0.106000	O.K.		
42 COE Ckt. 2 Factor	1,000000	Direct	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.		
43 JOT Ckt. 1 Factor	1,000000	Direct	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.		
44 Total TTYG	\$708,766	K26	\$452,087	\$119,894	\$0	\$0	\$68,404	\$0	\$68,178	O.K.		
45 Factor	1,000000		0.637952	0.168879	0.000000	0.000000	0.097016	0.000000	0.096193	O.K.		

Sheet "N"
ENDING DECEMBER 31, 1987

12-May-88

01:48:18 PM

Union Telephone Company

(A)	Part 36 INVESTMENT		(C)	(D)	(E)	(F)	(G)	(H)	(I)
	Total	Source							
60	0.000000	Direct	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
61	1.000000	Direct	1.000000	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000
62	\$40,596	0.171	\$31,410	\$15,844	\$252	\$5,395	\$17,410	\$7,285	0.K.
63	1.000000		0.389723	0.196585	0.003125	0.104160	0.216010	0.090387	0.K.
64									
65	\$321,335	.173	\$187,209	\$67,111	\$0	\$35,842	\$0	\$31,178	0.K.
67	1.000000		0.582584	0.208851	0.000000	0.111540	0.000000	0.097525	0.K.

Sheet '0'
ENDING DECEMBER 31, 1987

01:48:18 PM

12-May-88

Union Telephone Company

Part 36 Operating Expenses and Taxes		Part 36 Operating Expenses and Taxes						
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
	Total	Appropriation	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other
13 PLANT SPEC OPER EXPENSE								
14 Network Support Alloc	\$0	627	\$0	\$0	\$0	\$0	\$0	\$0
15 Network Support, Direct	0	Direct	0	0	0	0	0	0
16 Total Network Support Exp	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
17 General Support Alloc	\$1,541	620	\$676	\$1,336	\$0	\$768	\$0	\$761
18 General Support, Direct	0	Direct	0	0	0	0	0	0
19 Total General Support Exp	\$1,541	\$1,541	\$676	\$1,336	\$0	\$768	\$0	\$761
20 Central Office Exp Alloc	\$16,145	621	\$4,214	\$8,328	\$0	\$3,065	\$0	\$337
21 Central Office Exp, Direct	0	Direct	0	0	0	0	0	0
22 Total COE Exp	\$16,145	\$16,145	\$4,214	\$8,328	\$0	\$3,065	\$0	\$337
23 Cost Premium Equip	\$0	176	\$0	\$0	\$0	\$0	\$0	\$0
24 Other OT	0	Direct	0	0	0	0	0	0
25 OT Direct	0	Direct	0	0	0	0	0	0
26 Total OT Exp	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
27 Cable & Wire Alloc	\$28,485	623	\$25,008	\$0	\$0	\$1,010	\$0	\$2,467
28 Cable & Wire, Direct	0	Direct	0	0	0	0	0	0
29 Total C&WF Exp	\$28,485	\$28,485	\$25,008	\$0	\$0	\$1,010	\$0	\$2,467
30 TOTAL P.L.T. SPEC OPER EXP	\$48,170		\$29,888	\$9,664	\$0	\$4,843	\$0	\$3,765
41 TOTAL P.L.T. SPEC. ** SUPPORT	\$48,630		\$29,222	\$8,328	\$0	\$4,075	\$0	\$3,004

Union Telephone Company

Part 36

INMATA

Total

----- FCC PART 69 -----
 Operating Expenses and Taxes

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
	Total	Apportion	Common	Local	Information	Common	Billing and	Other
			Line	Switching		Transmission	Collection	
57 NON-SPECIFIC OPER EXP								
58 On Pk and Equip- Alloc	\$0	N18	\$0	\$0	\$0	\$0	\$0	\$0
59 On Pk and Equip- Direct	0	Direct	0	0	0	0	0	0
60 On Pk and Equip- Direct	0	Direct	0	0	0	0	0	0
61 Total On Pk & Equip	\$0		\$0	\$0	\$0	\$0	\$0	\$0
62 Network Operations- Alloc	\$1,857	N18	\$1,344	\$239	\$0	\$137	\$0	\$138
63 Network Operations- Direct	0	Direct	0	0	0	0	0	0
64 Total Network Oper Exp	\$1,857		\$1,344	\$239	\$0	\$137	\$0	\$138
65 Total Access Expenses	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0
66								
67								
68								
69								
70								
71 Dep- Support Assets	\$5,418	L23	\$1,798	\$3,554	\$0	\$2,043	\$0	\$2,224
72 Dep- COE Switching	12,786	L34	0	9,846	0	2,839	0	0
73 Dep- COE Transmission	4,901	L48	3,797	0	0	821	0	484
74 Dep- COE Transmission	0	L78	0	0	0	0	0	0
75 Dep- DOT Equipment	23,020	L78	20,210	0	0	817	0	1,810
76 Dep- Int'l Facilities	0	L147	0	0	0	0	0	0
77 Dep- INTL	0		0	0	0	0	0	0
78 Total Depreciation Expense	\$30,124		\$25,812	\$13,551	\$0	\$6,319	\$0	\$4,022
79								
80								
81 Amort- Tangible Assets	\$0	L141	\$0	\$0	\$0	\$0	\$0	\$0
82 Amort- Intangible Assets	0	L144	0	0	0	0	0	0
83 Other Amortization	0	Direct	0	0	0	0	0	0
84 Direct Allocated Amort	0	Direct	0	0	0	0	0	0
85								
86 Total Amortization Exp	\$0		\$0	\$0	\$0	\$0	\$0	\$0
87 Total Dep and Amort	\$30,124		\$25,812	\$13,551	\$0	\$6,319	\$0	\$4,022
88								
89 TOTAL NON-SPEC OPER EXP	\$51,991		\$27,157	\$13,740	\$0	\$6,455	\$0	\$4,438

Part (A) Operating Expenses and Taxes	Part (B) Information						Billing and Collection (M)	Other (I)
	(B)	(C)	(D)	(E)	(F)	(G)		
104 CUSTOMER OPERATIONS EXPENSE								
105 Marketing Allowable	\$253	N7	\$168	\$44	\$0	\$28	\$0	O.K.
107 Marketing Direct	0	Direct	0	0	0	0	0	O.K.
109 Total Marketing Expense	\$253		\$168	\$44	\$0	\$28	\$0	O.K.
111 Operator Service Allow	\$0	N51	\$0	\$0	\$0	\$0	\$0	O.K.
112 Operator Service Direct	0	Direct	0	0	0	0	0	O.K.
113 Total Operator Service	\$0		\$0	\$0	\$0	\$0	\$0	O.K.
116 Classified Directory	\$0	Direct	\$0	\$0	\$0	\$0	\$0	O.K.
118 Unpublished Directory	25	(7)	0	0	25	0	0	O.K.
119 Foreign Directory	0	Direct	0	0	0	0	0	O.K.
120 Total Directory	\$25		\$0	\$0	\$25	\$0	\$0	O.K.
122 Bus. Oth. EU Pre-Subscription	0	N42	\$0	\$0	\$0	\$0	\$0	O.K.
123 Bus. Oth. Reserved	0	(1)	0	0	0	0	0	O.K.
124 Bus. Oth. EU FL	0	(4)	0	0	0	0	0	O.K.
125 Bus. Oth. EU FL - Sub	10,642	(1)	0	0	0	0	10,642	O.K.
126 Bus. Oth. EU Reserved	0	(3)	0	0	0	0	0	O.K.
127 Bus. Oth. IX Special Access	0	(1)	0	0	0	0	0	O.K.
128 Bus. Oth. IX Special Access	0	N40	0	0	0	0	0	O.K.
129 Bus. Oth. IX Special Access	0	(1)	0	0	0	0	0	O.K.
130 Bus. Oth. IX Special Access	0	(2)	0	0	0	0	0	O.K.
131 Bus. Oth. Coin Collection & Admin	0	(1)	0	0	0	0	0	O.K.
132 Bus. Oth. Reserved	0	(1)	0	0	0	0	0	O.K.
133 Total Business Office	\$10,642		\$0	\$0	\$0	\$0	\$10,642	O.K.
134								
135 Cust. Serv. - Mag. Process	\$6,569	(H)	0	0	0	0	6,569	O.K.
136 Cust. Serv. - BSC	1,824	(7)	0	0	0	0	1,824	O.K.
137 Cust. Serv. - CABS	12,825	N71	0	5,885	0	3,383	3,382	O.K.
138 Cust. Serv. - EU Common Line	0	(H)	0	0	0	0	0	O.K.
139								
142 Total Customer Service	\$19,353		\$0	\$5,885	\$0	\$3,383	\$6,732	O.K.
143								
147 Total B.O. C.S. OS. Dr	\$30,247		\$0	\$5,885	\$251	\$3,383	\$17,376	O.K.

Union Telephone Company

Part 36 IMPLATA Total		Operating Expenses and Taxes						
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
	Total	Appportion	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other
148 Other Cust. Serv. Alloc	\$59	N32	\$0	\$11	\$0	\$7	\$24	\$7
149 Other Cust. Serv. Direct	0	Direct	0	0	0	0	0	0
150 Total Other Cust. Serv.	\$59		\$0	\$11	\$0	\$7	\$24	\$7
163 TOTAL CUSTOMER OPER. EXP	\$20,889		\$168	\$5,941	\$242	\$3,415	\$17,410	\$3,384
164								
165 'BIG-THREE' EXPENSES								
167 Total Pst. Specific Exp	\$48,170	41	\$29,939	\$9,664	\$0	\$4,843	\$0	\$3,765
168 Total Pst. Non-specific Exp	1,857	42 + 87 - 49	1,244	239	0	137	0	136
169 Total Customer Operations	20,889	163	168	5,941	242	3,415	17,410	3,384
171 TOTAL 'BIG-THREE' EXPENSES	\$69,596		\$31,410	\$15,844	\$252	\$8,395	\$17,410	\$7,285
172 CORPORATE OPERATIONS EXPENSE								
174 Exec and Planning Alloc	\$58,058	N64	\$22,627	\$11,413	\$181	\$6,047	\$12,541	\$5,248
176 Exec and Planning Direct	0	Direct	0	0	0	0	0	0
178 Total Exec and Planning	\$58,058		\$22,627	\$11,413	\$181	\$6,047	\$12,541	\$5,248
179 Admin. & General Allocable	\$35,420	N64	\$13,264	\$6,565	\$111	\$2,656	\$7,451	\$3,352
180 Admin. & General Direct	14,324	Direct	5,594	2,822	48	1,495	3,151	1,281
182 Total Admin and Gen	\$49,744		\$18,858	\$9,387	\$156	\$4,151	\$10,602	\$4,633
184 TOTAL CORPORATE OPERATIONS	\$107,802		\$42,225	\$21,186	\$337	\$11,222	\$23,293	\$9,881
187 NON-INCOME TAXES								
188 Non-income Taxes Allocable	\$83	N37	\$53	\$14	\$0	\$8	\$0	\$8
190 Non-income Taxes Direct	0	Direct	0	0	0	0	0	0
191 Total Non-income Taxes	\$83		\$53	\$14	\$0	\$8	\$0	\$8
194 TOTAL OPER. EXP. AND TAXES	\$238,648		\$99,301	\$50,358	\$589	\$25,953	\$40,702	\$21,542

Union Telephone Company

***** FCC BARS 68 ***** ***** IATA Revenue Requirement Summary		Part 18 IATA Revenue Requirement Summary						
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
	Total	Source	Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other
13 Net Investment	\$12,570	0242	\$8,153	\$3,586	\$0	\$1,331	\$0	\$0
14 Rate of Return	10.70%	819	10.70%	10.70%	10.70%	10.70%	10.70%	10.70%
16 Return on Rate Base	\$1,345		\$872	\$330	\$0	\$142	\$0	\$0
18 AFUDC	\$0	127	0	0	0	0	0	0
19 Depreciation	(7)	151	(5)	(14)	0	(7)	0	0
20 Other Rate Adjustments	0	Direct	0	0	0	0	0	0
21 Net Return	\$1,273		\$821	\$316	\$0	\$136	\$0	\$0
24 Interest Expense	\$476	767	309	117	0	50	0	0
25 Capitalized Payroll Taxes	0	737	0	0	0	0	0	0
26 Depreciation Adjustment	0	737	0	0	0	0	0	0
27 Other Rate Adjustments	0	Direct	0	0	0	0	0	0
28 After Tax Income	\$797		\$513	\$199	\$0	\$85	\$2	\$0
31 State Income Taxes	\$0	29	\$0	\$0	\$0	\$0	\$0	\$0
32 Federal Income Taxes	257	29	172	87	0	29	0	0
33 Operating Expenses and Taxes	16,681	U196	3,841	2,299	23	965	9,664	0
34 Other Rate Adjustments	0	Direct	0	0	0	0	0	0
35 Other Rate Adjustments	0	Direct	0	0	0	0	0	0
36 Base for Gross Receipts Tax	18,253	16+31+32+33	4,955	2,895	23	1,126	9,464	0
38 Gross Receipts Tax	959	37	264	143	1	60	551	0
41 TOTAL REVENUE REQUIREMENT	\$19,190		\$5,198	\$2,824	\$24	\$1,179	\$9,965	\$0

Union Telephone Company

Part 38 Impairment Type	Source or Appropriation		Common Line	Local Switching	Information	Common Transport	Billing and Collection	Other	
	(B)	(C)							(D)
13 LAND AND SUPPORT ASSETS									
14 Land Assets, Message	\$62	T28	\$16	\$32	\$0	\$16	\$0	\$0	O.K.
15 Land Assets, Private Line	0	T28	0	0	0	0	0	0	O.K.
17 Total Land Assets	\$62		\$16	\$32	\$0	\$16	\$0	\$0	O.K.
18 Support Assets, Message	4,307	T28	\$1,105	\$2,184	\$0	\$1,017	\$0	\$0	O.K.
21 Support Assets, Private Line	0	T28	0	0	0	0	0	0	O.K.
22 Total Support Assets	\$4,307		\$1,105	\$2,184	\$0	\$1,017	\$0	\$0	O.K.
23 Total Land and Supp. Assets	\$4,369		\$1,121	\$2,216	\$0	\$1,032	\$0	\$0	O.K.
24 CENTRAL OFFICE EQUIPMENT									
26 Operator Sys. DA	\$0	(F)	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
29 Operator Sys. Other	0	(I)	0	0	0	0	0	0	O.K.
32 Total Operator Systems	\$0		\$0	\$0	\$0	\$0	\$0	\$0	O.K.
33 Tandem Switching	\$608	(D)	\$0	\$0	\$0	\$608	\$0	\$0	O.K.
34 Tandem Assigned	0	Direct	0	0	0	0	0	0	O.K.
36 Total Tandem Switching	\$608		\$0	\$0	\$0	\$608	\$0	\$0	O.K.
37 Total Local Switching	\$3,195	(E)	\$0	\$3,195	\$0	\$0	\$0	\$0	O.K.
38 Local Assigned	0	Direct	0	0	0	0	0	0	O.K.
40 Total Local Switching	\$3,195		\$0	\$3,195	\$0	\$0	\$0	\$0	O.K.
41 Total Local Switching	\$3,803		\$0	\$3,195	\$0	\$608	\$0	\$0	O.K.
42 Total Local Switching	\$3,803		\$0	\$3,195	\$0	\$608	\$0	\$0	O.K.

Union Telephone Company

	Part 38 INVENTORY		Source (C)	Common Line (D)	Local Switching (E)	Information (F)	Common Transport (G)	Billing and Collection (H)	Other (I)
	(A)	(B)							
***** FCC PART 69 ***** Appropriation Factors									
13 Central Office Equipment	\$1,684	\$1,617	R70	\$1,617	\$1,195	\$0	\$872	\$0	\$0
14 Info. Orig./Term. Equip.	0	0	R78	0	0	0	0	0	0
15 CBW/Facilities	16,976	16,339	R117	16,339	0	0	617	0	0
16 Factor									
17 Total	\$22,659	\$17,978		\$17,978	\$1,195	\$0	\$1,488	\$0	\$0
18 Factor	1,000000	0.790308		0.790308	0.141011	0.000000	0.051683	0.000000	0.000000
19 Factor									
20 Sum. Sw. Trans. Other	\$4,664	\$0	17	\$0	\$3,195	\$0	\$1,488	\$0	\$0
21 Factor	1,000000	0.000000		0.000000	0.682219	0.000000	0.317781	0.000000	0.000000
22 Central Office Equipment	\$1,684	\$1,617	R70	\$1,617	\$3,195	\$0	\$872	\$0	\$0
23 Info. Orig./Term. Equip.	0	0	R78	0	0	0	0	0	0
24 CBW/F. Equip. Each. Message	617	0	R117-83	0	0	0	617	0	0
25 Factor									
26 Total	\$6,350	\$1,617		\$1,617	\$3,195	\$0	\$1,488	\$0	\$0
27 Factor	1,000000	0.256621		0.256621	0.507147	0.000000	0.236232	0.000000	0.000000
28 Factor									
29 Central Office Equipment	\$4,369	\$1,121	025	\$1,121	\$2,246	\$0	\$1,032	\$0	\$0
30 Info. Orig./Term. Equip.	5,664	1,617	13	1,617	3,195	0	872	0	0
31 Factor									
32 Info. Orig./Term. Equip.	0	0	14	0	0	0	0	0	0
33 CBW/Facilities	16,976	16,339	15	16,339	0	0	617	0	0
34 Equal Access Investment	0	0	R1177	0	0	0	0	0	0
35 Factor									
36 Total	\$27,029	\$18,097		\$18,097	\$5,411	\$0	\$2,521	\$0	\$0
37 Factor	1,000000	0.708547		0.708547	0.200199	0.000000	0.093254	0.000000	0.000000
38 Sum. Com. Ln. Sw. Trans	\$27,029	\$19,097	36	\$19,097	\$5,411	\$0	\$2,521	\$0	\$0
39 Factor	1,000000	0.708547		0.708547	0.200199	0.000000	0.093254	0.000000	0.000000
40 Factor									
41 COW. Cdr. 2 Factor	1,000000	0.000000	OWM1	0.000000	0.000000	0.000000	1.000000	0.000000	0.000000
42 Factor									
43 IOT. Cdr. 1 Factor	1,000000	1,000000	OWM2	1,000000	0.000000	0.000000	0.000000	0.000000	0.000000
44 Factor									
45 Total THIS	\$27,032	\$18,100	OW6	\$18,100	\$5,412	\$0	\$2,521	\$0	\$0
46 Factor	1,000000	0.708947		0.708947	0.200199	0.000000	0.093254	0.000000	0.000000

Sheet "T"
ENDING DECEMBER 31, 1997

12-30-98

01:45:18 PM

Union Telephone Company

***** FCC PART 69 *****
Appointment Factors

Part 36
InterLATA
Total

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
	Source	Common Line	Local Switching	Information	Common Trunking	Billing and Collection	Other	
60	Direct	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
61	Direct	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	O.K.
62	U171	\$1,319	\$789	\$11	\$140	\$4,382	\$0	O.K.
63	U171	0.192382	0.119172	0.201336	0.049645	0.641093	0.000000	O.K.
64	P13	8.153	3.096	0	1.331	0	0	O.K.
65		0.643589	0.245493	0.000000	0.105918	0.000000	0.000000	O.K.
66								
67								

(B)

Union Telephone Company

	Part 34 Indirect Total		Apportion (C)	Commerc Line (D)	Local Switching (E)	Information (F)	Common Tran (G)	Billing and Collection (H)	Other (I)
	(B)	(A)							
13 PLANT SPEC OPER EXPENSE									
14 Network Support Alloc	\$0		737 Direct	\$0	\$0	\$0	\$0	\$0	\$0
15 Network Support Direct	0			0	0	0	0	0	0
16 Total Network Support Exp	\$0			\$0	\$0	\$0	\$0	\$0	\$0
18 General Support Alloc	\$135		730 Direct	\$35	\$68	0	\$32	\$0	\$0
19 General Support Direct	0			0	0	0	0	0	0
20 Total General Support Exp	\$135			\$35	\$68	\$0	\$32	\$0	\$0
21 Central Office Eq. Alloc	\$519		731 Direct	\$176	\$348	\$0	\$95	\$0	\$0
22 Central Office Eq. Direct	0			0	0	0	0	0	0
23 Total COE Exp	\$519			\$176	\$348	\$0	\$95	\$0	\$0
24 Cust. Premises Equip	\$0		876 Direct	\$0	\$0	\$0	\$0	\$0	\$0
25 Cust. Premises Equip	0			0	0	0	0	0	0
26 Total P.T. Exp	\$0			\$0	\$0	\$0	\$0	\$0	\$0
27 Cable & Wire Alloc	\$1,084		733 Direct	\$1,045	\$0	\$0	\$39	\$0	\$0
28 Cable & Wire Direct	0			0	0	0	0	0	0
29 Total C&W Exp	\$1,084			\$1,045	\$0	\$0	\$39	\$0	\$0
30									
31 TOTAL P.T. SPEC OPER EXP	\$1,838			\$1,266	\$416	\$0	\$166	\$0	\$0
32									
33 TOTAL P.T. SPEC. **SUPPORT	\$1,703			\$1,221	\$365	\$0	\$134	\$0	\$0

Sheet "J"
 ENDING DECEMBER 31, 1987

12-May-88

01:48:18 PM

Union Telephone Company

	Part 34 Operating Expenses and Taxes						Billing and Collection (PH)	Common Transport (SD)	Information (F)	Other (I)
	(A)	(B)	(C)	(D)	(E)	(F)				
57 NON-SPECIFIC OPER EXP										
58 On Pk and Equip Alloc	\$0	T18	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
59 On Pk and Equip, Direct	0	0	0	0	0	0	0	0	0	O.K.
61 Total On Pk & Equip	\$0	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
62 Total On Pk & Equip	\$0	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
64 Network Operations, Alloc	\$71	T18	Direct	\$55	\$10	\$0	\$5	\$0	\$0	O.K.
65 Network Operations, Direct	0	0	0	0	0	0	0	0	0	O.K.
66 Total Network Oper. Exp	\$71	\$56	Direct	\$55	\$10	\$0	\$5	\$0	\$0	O.K.
68 Total Access Expenses	\$0	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
70 Other Subscrip Assets	\$359	R23	Direct	\$82	\$180	\$0	\$85	\$0	\$0	O.K.
71 Other Subscrip Assets	485	R44	Direct	0	418	0	79	0	0	O.K.
72 Depn- COE Switching	0	R32	Direct	0	0	0	0	0	0	O.K.
73 Depn- COE Operator	16	R18	Direct	16	0	0	0	0	0	O.K.
74 Depn- COE Transmission	0	R78	Direct	0	0	0	0	0	0	O.K.
75 Depn- COE Facilities	0	R117	Direct	645	0	0	32	0	0	O.K.
76 Depn- CAM Facilities	87	R147	Direct	0	0	0	0	0	0	O.K.
77 Depn- PHSU	0	0	0	0	0	0	0	0	0	O.K.
78 Total Depreciation Expense	\$1,915	\$1,096	Direct	\$1,096	\$538	\$0	\$222	\$0	\$0	O.K.
80 Amort. Tangible Assets	\$0	R141	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
81 Amort. Intangible Assets	0	R142	Direct	0	0	0	0	0	0	O.K.
83 Other Amortization	0	0	0	0	0	0	0	0	0	O.K.
84 Direct Amortized Amount	0	0	0	0	0	0	0	0	0	O.K.
85 Total Amortization Exp	\$0	\$0	Direct	\$0	\$0	\$0	\$0	\$0	\$0	O.K.
87 Total Depn and Amort	\$1,915	\$1,096	Direct	\$1,096	\$538	\$0	\$222	\$0	\$0	O.K.
89 Total Depn and Amort	\$1,915	\$1,096	Direct	\$1,096	\$538	\$0	\$222	\$0	\$0	O.K.
90 TOTAL NON-SPEC OPER EXP	\$1,986	\$1,152	Direct	\$1,152	\$608	\$0	\$228	\$0	\$0	O.K.

Union Telephone Company

	Part 22 Information						Part 23 Information					
	(A) Operating Expenses and Taxes	(B) Total	(C) Apportion	(D) Common Line	(E) Local Switching	(F) Information	(G) Common Transport	(H) Billing and Collection	(I) Other	(J) Total	(K) Other	
104 CUSTOMER OPERATIONS EXPENSE												
104 Marketing Allocable	\$11	0	Direct	\$0	\$7	\$0	\$0	\$0	\$0	\$0	\$0	\$0
105 Marketing Direct	0	0	0	0	0	0	0	0	0	0	0	0
109 Total Marketing Expense	\$11	0	0	\$0	\$7	\$0	\$0	\$0	\$0	\$0	\$0	\$0
110 Operator Service Alloc.	\$0	\$0	0	0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
112 Operator Service Direct	0	0	Direct	0	0	0	0	0	0	0	0	0
114 Total Operator Service	\$0	\$0	0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
116 Classified Directory	\$0	\$0	Direct	0	0	0	\$0	\$0	\$0	\$0	\$0	\$0
117 Alphabetical Directory	0	0	(F)	0	0	11	0	0	0	0	0	0
118 Foreign Directory	0	0	Direct	0	0	0	0	0	0	0	0	0
120 Total Directory	\$11	\$0	0	\$0	\$0	\$11	\$0	\$0	\$0	\$0	\$0	\$0
121 Bus. O/L: EU Prescription	0	0	T40	0	0	0	0	0	0	0	0	0
122 Bus. O/L: EU Reserved	0	0	(F)	0	0	0	0	0	0	0	0	0
124 Bus. O/L: EU P.	0	0	(H)	0	0	0	0	0	0	0	0	0
125 Bus. O/L: EU Message	44	0	(H)	0	0	0	0	0	0	0	0	0
127 Bus. O/L: EU Reserved	0	0	(F)	0	0	0	0	0	0	0	0	0
128 Bus. O/L: EU Scheduled Access	0	0	(F)	0	0	0	0	0	0	0	0	0
129 Bus. O/L: IX Scheduled Access	0	0	(F)	0	0	0	0	0	0	0	0	0
130 Bus. O/L: IX Billing and Collection	0	0	T40	0	0	0	0	0	0	0	0	0
131 Bus. O/L: Call Collection & Admin/	0	0	(D)	0	0	0	0	0	0	0	0	0
132 Bus. O/L: Reserved	0	0	(F)	0	0	0	0	0	0	0	0	0
133 Total Business Office	\$44	\$0	0	\$0	\$0	\$0	\$0	\$44	\$0	\$0	\$0	\$0
134 Call Serv. Mfg. Products	0	0	(H)	0	0	0	0	0	0	0	0	0
136 Call Serv. - Other BAC	314	0	(H)	0	0	0	0	0	0	0	0	0
137 Call Serv. - CABS	427	0	(H)	0	360	0	0	3,327	0	14	0	0
139 Call Serv. - EU Common Line	0	0	(H)	0	0	0	0	0	0	0	0	0
140 Total Customer Service	\$4,458	\$0	0	\$360	\$0	\$0	\$168	\$3,941	\$0	\$0	\$0	\$0
141												
142 Total B.O. CS. OS. Dr.	\$4,922	\$0	0	\$360	\$11	\$118	\$118	\$4,394	\$0	\$0	\$0	\$0

Union Telephone Company

Part 38 Line Item Description	Part 38 Line Item Description							Billing and Collection	Other
	(A)	(B)	(C)	(D)	(E)	(F)	(G)		
Operating Expenses and Taxes									
158 Other Cust. Serv. Alloc.	\$9	142	\$0	\$1	\$0	\$0	\$0	\$8	\$0 O.K.
159 Other Cust. Serv. Direct	0	Direct	0	0	0	0	0	0	0 O.K.
160 Total Other Cust. Serv.	\$9		\$0	\$1	\$0	\$0	\$0	\$8	\$0 O.K.
161									
162									
163 TOTAL CUSTOMER OPER. EXP	\$4,947		\$8	\$263	\$11	\$169	\$4,392	\$0	\$0 O.K.
164 'BIG-THREE' EXPENSES									
165									
166									
167 Total Pk. Specific Exp.	\$1,828	41	\$1,256	\$418	\$0	\$166	\$0	\$0	\$0 O.K.
168 Total Pk. Non-specific Exp.	71	62 + 67 + 69	56	13	0	5	0	0	0 O.K.
169 Total Customer Operations	4,942	163	8	283	11	169	4,392	0	0 O.K.
170									
171 TOTAL 'BIG THREE' EXPENSES	\$6,851		\$1,319	\$789	\$11	\$340	\$4,392	\$0	\$0 O.K.
172 CORPORATE OPERATIONS EXPENSE									
173									
174									
175 Exec. and Planning Alloc.	\$4,914	714	\$846	\$568	\$8	\$244	\$3,150	\$0	\$0 O.K.
176 Exec. and Planning Direct	0	Direct	0	0	0	0	0	0	0 O.K.
177 Total Exec. and Planning	\$4,914		\$846	\$568	\$8	\$244	\$3,150	\$0	\$0 O.K.
178									
179 Admin. & General Allocated	\$2,369	714	\$277	\$145	\$5	\$149	\$1,922	\$0	\$0 O.K.
180 Admin. & General Direct	0	Direct	0	0	0	0	0	0	0 O.K.
181 Total Admin. and Gen.	\$2,369		\$277	\$145	\$5	\$149	\$1,922	\$0	\$0 O.K.
182									
183 TOTAL CORPORATE OPERATIONS	\$7,912		\$1,124	\$713	\$12	\$393	\$5,072	\$0	\$0 O.K.
184									
185 NON-INCOME TAXES									
186									
187 Non-income Taxes Allocable	\$3	737	\$2	\$1	\$0	\$0	\$0	\$0	\$0 O.K.
188 Non-income Taxes Direct	0	Direct	0	0	0	0	0	0	0 O.K.
189									
190 Total Non-income Taxes	\$3		\$2	\$1	\$0	\$0	\$0	\$0	\$0 O.K.
191									
192 TOTAL OPER. EXP. AND TAXES	\$16,681		\$3,941	\$2,399	\$23	\$955	\$11,484	\$0	\$0 O.K.

TC98-106	In The Matter Of The Establishment Of Switched Access Revenue Requirement For Golden West Telecom Cooperative (Staff: BK/KC) Golden West Telecom Cooperative filed a switched access cost study developing a revenue requirement that is included in the revenue requirement used to determine the switched access rates for the Local Exchange Carrier Association.	05/27/98	06/12/98
----------	--	----------	----------

You may receive this listing and other PUC publications via our website or via internet e-mail. You may subscribe to the PUC mailing list at <http://www.state.sd.us/state/execute/puc/puc.htm>

PAGE 2 OF 2

South Dakota Public Utilities Commission State Capitol 500 E. Capitol Pierre, SD 57501-5070 Phone: (605) 773-3705 Fax: (605) 773-3809		TELECOMMUNICATIONS SERVICE FILINGS These are the telecommunications service filings that the Commission has received for the period of: 05/22/98 through 05/28/98 If you need a complete copy of a filing lodged, overnight expressed, or mailed to you, please contact Delaine Kolbo within five days of this filing.	
DOCKET NUMBER	TITLE/STAFF/SYNOPSIS	DATE FILED	INTERVENTION DEADLINE
REQUEST FOR CERTIFICATE OF AUTHORITY			
TC98-102	Application by Comcast Telecommunications, Inc. d/b/a Comcast Long Distance for a Certificate of Authority to operate as a telecommunications company within the state of South Dakota. (Staff: TS/KC) Applicant seeks authority to offer a full range of "1+" interexchange telecommunications services on a resale basis. Specifically, Applicant seeks authority to provide MTS, out-WATS, debit card and calling card services. Applicant does not intend to provide operator services, 900 or 700 services.	05/26/98	06/12/98
TC98-107	Application by OLS, Inc. for a Certificate of Authority to operate as a telecommunications company within the state of South Dakota. (Staff: DJ/EM) Applicant seeks authority to provide outbound interexchange, 800/888, calling card and directory assistance services. Applicant does not intend to offer 900, 911, collect or third-party billed calling.	05/28/98	06/12/98
TC98-108	Application by ICG Telecom Group, Inc. for a Certificate of Authority to operate as a telecommunications company within the state of South Dakota. (Staff: HB/CH) ICG proposes to provide resold intrastate interexchange telecommunications services, including direct dialed ("1+") outbound/inbound message telecommunications services, operator services, and postpaid calling card services, to and from all points within the state of South Dakota.	05/28/98	06/12/98
NONCOMPETITIVE TELECOMMUNICATIONS FILINGS			
TC98-103	In The Matter Of The Establishment Of Switched Access Revenue Requirement For Beresford Municipal Telephone Company. (Staff: BK/KC) Beresford Municipal Telephone Company filed a switched access cost study developing a revenue requirement that is included in the revenue requirement used to determine the switched access rates for the Local Exchange Carrier Association.	05/27/98	06/12/98
TC98-104	In The Matter Of The Establishment Of Switched Access Revenue Requirement For Union Telephone Company (Staff: GR/KC) Union Telephone Company filed a switched access cost study developing a revenue requirement that is included in the revenue requirement used to determine the switched access rates for the Local Exchange Carrier Association.	05/27/98	06/12/98
TC98-105	In The Matter Of The Establishment Of Switched Access Revenue Requirement For Baltic Telecom Cooperative (Staff: HB/KC) Baltic Telecom Cooperative filed a switched access cost study developing a revenue requirement that is included in the revenue requirement used to determine the switched access rates for the Local Exchange Carrier Association.	05/27/98	06/12/98

PAGE 1 OF 2



South Dakota Public Utilities Commission



State Capitol Building, 500 East Capitol Avenue, Pierre, South Dakota 57501-5070

May 29, 1998

Karen E. Cremer
Commission Staff Attorney
South Dakota Public Utilities Commission
500 E. Capitol Ave.
Pierre, SD 57501

RE: Docket TC98-104

Dear Ms. Cremer:

Please provide a copy of all data requests submitted by Commission Staff to any party or interested entity in Docket TC98-104 and any corresponding data responses remitted to Commission Staff to myself at the above address.

If you have any questions, please contact me.

Sincerely,

Dave Jacobson

cc: Ron Phillips

Capitol Office
Telephone (605)773-3201
FAX (605)773-3809

Transportation
Warehouse Division
Telephone (605)773-5280
FAX (605)773-3225

Consumer Hotline
1-800-332-1782

TTY Through
Relay South Dakota
1-800-877-1113

Internet
bill@psc.state.sd.us

•
Jim Burg
Chairman
Pam Nelson
Vice-Chairman
Lanka Schoenfelder
Commissioner

William Bullard Jr.
Executive Director

Edward R. Anderson
Helen Best
Martin C. Bettensen
Charlie Bolle
Sue Cichon
Karen E. Cremer
Marlette Fischbach
Sharlene Fugitt
Lewes Hammond
Katie Hartford
Lemi Healy
Cameron Hossack
Dave Jacobson
Bob Kraulie
DeLana Kullbo
Jeffrey P. Larems
Terry Norum
Gregory A. Rislov
Tammie Stangsh
Steven M. Wegman
Rosalyn Ault West

BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA

IN THE MATTER OF THE ESTABLISHMENT) ORDER ASSESSING FILING
OF SWITCHED ACCESS REVENUE) FEE
REQUIREMENT FOR UNION TELEPHONE)
COMPANY) TC98-104

On May 27, 1998, Union Telephone Company (Union) filed for approval by the Public Utilities Commission (Commission) its 1997 Intrastate Switched Access Cost Study.

On May 28, 1998, the Commission electronically transmitted notice of the filing and the intervention deadline of June 12, 1998, to interested individuals and entities.

SDCL 49-31-12.6 authorizes the Commission to require a deposit of up to one hundred thousand dollars (\$100,000) in the South Dakota Public Utilities Commission's (SDPUC) regulatory assessment fee fund to defray Commission expenses incident to analyzing and ruling upon this type of filing.

The Commission has jurisdiction over this matter pursuant to SDCL 1-26-17.1, 49-1A-9, 49-31-12.6, 49-31-18, 49-31-19 and ARSD 20:10.01:15.02, 20:10.01:15.05, 20:10.27.07 and 20:10.27.08.

On August 4, 1998, at its regularly scheduled meeting, the Commission, pursuant to SDCL 49-31-12.6, unanimously voted to assess Union a \$3,000 filing fee, subject to additional amounts as requested by the Executive Director up to the statutory limit of \$100,000. It is therefore

ORDERED that Union shall deposit an initial assessment of \$3,000 in the SDPUC regulatory assessment fee fund and shall deposit any additional amounts as requested by the Executive Director up to the statutory limit of \$100,000.

Dated at Pierre, South Dakota, this 14th day of August, 1998.

CERTIFICATE OF SERVICE	
The undersigned hereby certifies that this document has been served today upon all parties of record in this docket, as listed on the docket service list, by facsimile or by first class mail, in properly addressed envelopes, with charges prepaid thereon.	
By	<u><i>Adeline Kelso</i></u>
Date	<u>8/14/98</u>
(OFFICIAL SEAL)	

BY ORDER OF THE COMMISSION:

James A. Burg
JAMES A. BURG, Chairman

Pam Nelson
PAM NELSON, Commissioner

Laska Schoenfelder
LASKA SCHOENFELDER, Commissioner