

TC02-053

KC/H#

TC02-053

DOCKET NO.

In the Matter of — IN THE MATTER OF THE ESTABLISHMENT OF SWITCHED ACCESS REVENUE REQUIREMENT FOR INTERSTATE TELECOMMUNICATIONS COOPERATIVE, INC.

Public Utilities Commission of the State of South Dakota

| DATE | MEMORANDA |
|----------|--|
| 6/10 02 | Filed and Docketed; |
| 6/13 02 | Weekly Filing; |
| 6/28 02 | H S Communications' Petition to Intervene; |
| 7/26 02 | Order Granting Petition to Intervene; Order Assessing Filing Fee; |
| 8/26 02 | Notice of Appearance and Request for Service; |
| 9/6 02 | H S' Request for Access to Confidential Information; |
| 12/4 02 | Revised Cost Study; |
| 7/11 03 | Motion to Dismiss and Motion for Extension of Time to Respond to ^{Second Discovery Request;} Notice of Intent to Consider National One for Summary Judgment; |
| 7/24 03 | Intervener's Brief in Resistance to Motion to Dismiss and ^{extension of time;} Motion for |
| 8/8 03 | Notice of Intent to Consider National One for Summary Judgment; ^{Order Extending time to Respond;} Order for Notice of Hearing; |
| 8/14 03 | Affidavit of Less S. Sumption; |
| 8/18 03 | Appearance of Companies Named in Above Docket to Affidavit of Less S. Sumption; |
| 9/5 03 | Revised Cost Study; |
| 9/9 03 | Final Decision and Order Granting Motion to Dismiss on ^{Notice of Entry;} Summary Disposition; |
| 11/13 03 | Order Approving Revenue Requirement; |
| 11/13 03 | Docket Closed. |



Eagan Dale Corporate Center, Suite 330
1380 Corporate Center Curve, Eagan, Minnesota 55121
phone: 651-452-2660, fax: 651-452-1909

TC02-053

RECEIVED

JUN 10 2002

May 24, 2002

SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

Ms. Deb Elofson
Executive Director
Public Utilities Commission
State of South Dakota
500 East Capital
Pierre, SD 57501

Ref: Access Tariff Filing

Dear Ms. Elofson:

Per the requirements of ARSD 20:10:27, 20:10:28, and 20:10:29, we are submitting this day on behalf of Interstate Telecommunications Cooperative, Inc. their Intrastate Tariff based on the calendar year ending December 31, 2001. This filing consists of the following:

1. Five (5) copies of the Intrastate Tariff Exhibit.
2. Five (5) copies of the Intrastate revenue requirement, corresponding separations runs, and input sheets.
3. Five (5) copies of the cost study support data.

It should be noted that in accordance with FCC Order 01-162 for rate of return carriers this study is filed with frozen traffic allocation factors based on the calendar year ending 12/31/2000.

If you should have any questions or need additional information, please give me a call.

Sincerely,

Gordon K. Dauchy
Staff Director-Revenue Requirements
gdauchy@jsitel.com

GKD:ds
Enclosure

cc: Mr. Jerry Heiberger, Interstate Telecommunications Cooperative, Inc.
JSI, Maryland

file 605-874-2014

HEADQUARTERS:

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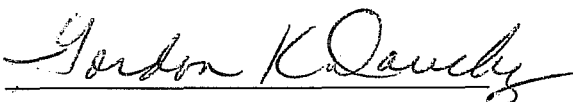
TARIFF EXHIBIT

Interstate Telecommunications Cooperative, Inc. does not currently have their own access tariff but is seeking membership of the Local Exchange Carrier Association (LECA). It would be our desire to be part of the LECA tariff. However, if you were to adopt our own tariff; our rates would resemble the following:

| TYPE | T.S. | | |
|-------------|---------|-----------|-----------|
| | CCL | SWITCHING | TRANSPORT |
| ORIGINATING | .034811 | .022608 | .025708 |
| TERMINATING | .034811 | .022608 | .025708 |

I am Gordon K. Dauchy. I hereby certify that I have overall responsibility for the preparation of all data in the attached 2001 Intrastate Switched Access filing for Interstate Telecommunications Cooperative, Inc. and that I am authorized to execute this certification. Based on information known to me or provided to me by employees responsible for the preparation of the data in this submission, I hereby certify that the data has been examined and reviewed and are complete, accurate, and consistent with the rules of the South Dakota Public Utilities Commission.

Date: May 23, 2002

Certifying Signature: 

Name: Gordon K. Dauchy

Title: Staff Director – Revenue Requirements

Interstate Telecommunications Cooperative

***** FCC PART 69 *****

Intrastate Toll
 Revenue Requirement Summary

| | Part 36 Total | Source | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|-------------------------------|------------------|------------|----------------|--------------------|-------------|---------------------|---------------------------|-----------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| INTRALATA: | | | | | | | | | |
| 15 Net Investment | \$8,517,632 | J13 | \$4,632,843 | \$1,882,100 | \$0 | \$1,790,811 | \$0 | \$211,877 | O.K. |
| 16 Rate of Return | 10.00% | | 10.00% | 10.00% | 10.00% | 10.00% | 10.00% | 10.00% | |
| 17 | | | | | | | | | |
| 18 Return on Rate Base | \$851,763 | | \$463,284 | \$188,210 | \$0 | \$179,081 | \$0 | \$21,188 | O.K. |
| 19 Return Adjustments | (16,910) | J18-20 | (9,069) | (3,987) | 0 | (3,448) | 0 | (406) | O.K. |
| 20 | | | | | | | | | |
| 21 Net Return on Rate Base | \$834,853 | | \$454,215 | \$184,223 | \$0 | \$175,634 | \$0 | \$20,782 | O.K. |
| 22 Income Taxes | 0 | J31-32 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 23 Expenses and Other Taxes | 2,294,221 | J33-35, 40 | 728,259 | 582,666 | 0 | 700,852 | 246,166 | 36,279 | O.K. |
| 24 | | | | | | | | | |
| 25 Total IntraLATA Rev. Req. | \$3,129,074 | | \$1,182,474 | \$766,889 | \$0 | \$876,485 | \$246,166 | \$57,060 | O.K. |
| 26 | ===== | | ===== | ===== | ===== | ===== | ===== | ===== | |
| 27 | | | | | | | | | |
| 28 | | | | | | | | | |
| INTERLATA: | | | | | | | | | |
| 31 Net Investment | \$1,848,192 | P13 | \$1,030,882 | \$420,433 | \$0 | \$396,878 | \$0 | \$0 | O.K. |
| 32 Rate of Return | 10.00% | | 10.00% | 10.00% | 10.00% | 10.00% | 10.00% | 10.00% | |
| 33 | | | | | | | | | |
| 34 Return on Rate Base | \$184,819 | | \$103,088 | \$42,043 | \$0 | \$39,688 | \$0 | \$0 | O.K. |
| 35 Return Adjustments | (3,678) | P18-20 | (2,022) | (892) | 0 | (765) | 0 | 0 | O.K. |
| 36 | | | | | | | | | |
| 37 Net Return on Rate Base | \$181,141 | | \$101,067 | \$41,152 | \$0 | \$38,923 | \$0 | \$0 | O.K. |
| 38 Income Taxes | 0 | P31-32 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 39 Expenses and Other Taxes | 407,075 | P33-35, 40 | 145,876 | 120,316 | 0 | 140,244 | 639 | 0 | O.K. |
| 40 | | | | | | | | | |
| 41 Total InterLATA Rev. Req. | \$588,216 | | \$246,943 | \$161,468 | \$0 | \$179,167 | \$639 | \$0 | O.K. |
| 42 | ===== | | ===== | ===== | ===== | ===== | ===== | ===== | |
| 43 | | | | | | | | | |
| 44 | | | | | | | | | |
| 45 TOTAL INTRASTATE REV. REQ. | \$3,717,290 | | \$1,429,416 | \$928,357 | \$0 | \$1,055,652 | \$246,805 | \$57,060 | |
| | ===== | | ===== | ===== | ===== | ===== | ===== | ===== | |
| ACCESS ELEMENT MINUTES OF USE | | | 41,062,678 | 41,062,678 | | 41,062,678 | | | |
| ACCESS RATE PER MINUTE | \$0.083127 | | \$0.034811 | \$0.022608 | | \$0.025708 | | | |

Interstate Telecommunications Cooperative

| | | Intrastate | | | | | | | | |
|--|------------------------------|------------------|----------------------|-------------------------|---------------------------|---------------|--------------|---------------|---------------------|------|
| ***** FCC PART 36 ***** Revenue Requirement Summary | | TOTAL COMPANY | Source/ Allocator | Interstate and Other | 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% | |
| 14 | Federal Income Tax Rate | 0.00% | --- | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | |
| 15 | Gross Receipts Tax Rate | 4.00% | --- | 4.00% | 4.00% | 4.00% | 4.00% | 4.00% | 4.00% | |
| 16 | | | | | | | | | | |
| 17 | | | | | | | | | | |
| 18 | Net Investment | \$37,734,844 | C68 | \$27,369,020 | \$1,848,192 | \$8,325,707 | \$0 | \$191,924 | \$10,365,824 | O.K. |
| 19 | Rate of Return | 10.00% | --- | 10.00% | 10.00% | 10.00% | 10.00% | 10.00% | 10.00% | |
| 20 | | | | | | | | | | |
| 21 | Return on Rate Base | \$3,773,484 | | \$2,736,902 | \$184,819 | \$832,571 | \$0 | \$19,192 | \$1,036,582 | O.K. |
| 22 | | | | | | | | | | |
| 23 | AFUDC | (74,631) | H43 | -54043.0506168 | -3678.13555183 | -16538.171837 | 0 | -371.64202583 | (20,588) | O.K. |
| 24 | ITC Amortization | 0 | H36 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 25 | Other Return Adjustments | 0 | V242 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 26 | | | | | | | | | | |
| 27 | Net Return | \$3,698,853 | | \$2,682,859 | \$181,141 | \$816,033 | \$0 | \$18,821 | \$1,015,994 | O.K. |
| 28 | | | | | | | | | | |
| 29 | Contributions | 38,055 | H52 | 25,202 | 1,567 | 11,120 | 0 | 167 | 12,853 | O.K. |
| 30 | Interest Expense | 0 | H44 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 31 | Capital Lease Expense | 0 | H46 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 32 | Capitalized Payroll taxes | 0 | H36 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 33 | Depreciation Adjustment | 0 | H36 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 34 | Other Income Adjustments | 0 | V248 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 35 | | | | | | | | | | |
| 36 | After Tax Income | \$3,660,798 | | \$2,657,657 | \$179,574 | \$804,913 | \$0 | \$18,654 | \$1,003,141 | O.K. |
| 37 | | | | | | | | | | |
| 38 | State Income Taxes | \$0 | Formula | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 39 | Federal Income Taxes | 0 | Formula | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 40 | Operating Expenses and Taxes | 8,255,165 | I196 | 5,740,008 | 383,546 | 2,096,681 | 0 | 34,930 | 2,515,157 | O.K. |
| 41 | Uncollectibles | 96,597 | V249 | 59,151 | 0 | 37,446 | 0 | 0 | 37,446 | O.K. |
| 42 | Other Revenue Adjustments | 0 | V250 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 43 | | | | | | | | | | |
| 44 | Net Revenue | \$12,050,615 | | \$8,482,018 | \$564,687 | \$2,950,160 | \$0 | \$53,751 | \$3,568,597 | O.K. |
| 45 | Gross Receipts Taxes | 502,109 | Formula | 353,417 | 23,529 | 122,923 | 0 | 2,240 | 148,692 | O.K. |
| 46 | Other Revenue Taxes | 0 | V251 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 47 | | | | | | | | | | |
| | TOTAL REVENUE REQUIREMENT | \$12,552,724 | | \$8,835,435 | \$588,216 | \$3,073,083 | \$0 | \$55,990 | \$3,717,289 | O.K. |

Interstate Telecommunications Cooperative

| | | Intrastate | | | | | | | | |
|---|-----------------------------|------------------|----------------------|-------------------------|---------------------------|--------------|--------------|-----------|---------------------|------|
| | | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Message Telephone Service | | Private Line | | TOTAL INTRASTATE | |
| | | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | | |
| ***** FCC PART 36 ***** Investment Summary | (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 13 | Land and Support Investment | \$6,138,419 | D33 | \$4,445,055 | \$302,528 | \$1,360,269 | \$0 | \$30,568 | \$1,693,364 | O.K. |
| 14 | | | | | | | | | | |
| 15 | COE Operator Equipment | \$0 | D43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 16 | COE Switching Equipment | 9,877,004 | D68 | 6,576,554 | 601,193 | 2,699,257 | 0 | 0 | 3,300,450 | O.K. |
| 17 | COE Transmission Equipment | 11,283,023 | D85 | 7,778,383 | 628,995 | 2,830,156 | 0 | 45,488 | 3,504,640 | O.K. |
| 18 | | | | | | | | | | |
| 19 | Total COE | \$21,160,027 | | \$14,354,937 | \$1,230,189 | \$5,529,413 | \$0 | \$45,488 | \$6,805,090 | O.K. |
| 20 | Info. Orig./Term. Equipment | 0 | D94 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 21 | Cable and Wire Facilities | 34,043,130 | D137 | 25,619,699 | 1,490,459 | 6,703,564 | 0 | 229,408 | 8,423,431 | O.K. |
| 22 | | | | | | | | | | |
| 23 | Total COE, IOT, C&WF | \$55,203,157 | | \$39,974,635 | \$2,720,648 | \$12,232,977 | \$0 | \$274,897 | \$15,228,522 | O.K. |
| 24 | | | | | | | | | | |
| 25 | Total Capital Leases | \$0 | D173 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 26 | | | | | | | | | | |
| 27 | Leasehold Improvements | \$0 | D186 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 28 | | | | | | | | | | |
| 29 | Intangible Assets | \$0 | D209 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 30 | | | | | | | | | | |
| 31 | | | | | | | | | | |
| 32 | Total Tele. Plt. In Service | \$61,341,576 | | \$44,419,690 | \$3,023,176 | \$13,593,246 | \$0 | \$305,464 | \$16,921,886 | O.K. |
| 33 | | | | | | | | | | |
| 34 | Plant Held, Future Use | \$0 | D214-215 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 35 | TPUC, Short-term | 0 | D216-217 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 36 | TPUC, Long-term | 7,792,896 | D218-219 | 5,643,122 | 384,067 | 1,726,900 | 0 | 38,806 | 2,149,774 | O.K. |
| 37 | Tel. Plt. Adjustment | 0 | D220-221 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 38 | | | | | | | | | | |
| 39 | Total Other Tel. Plt. | \$7,792,896 | | \$5,643,122 | \$384,067 | \$1,726,900 | \$0 | \$38,806 | \$2,149,774 | O.K. |
| 40 | | | | | | | | | | |
| 41 | | | | | | | | | | |
| 42 | TOTAL TELEPHONE PLANT | \$69,134,472 | | \$50,062,813 | \$3,407,243 | \$15,320,145 | \$0 | \$344,271 | \$19,071,659 | O.K. |

Interstate Telecommunications Cooperative

| | | | Intrastate | | | | | | |
|---|----------------------|------------|---------------------------|-------------|-------------|--------------|------------|--------------|------|
| ***** FCC PART 36 ***** Investment Summary | | | Message Telephone Service | | | Private Line | | TOTAL | |
| TOTAL COMPANY | Source/ Allocator | Interstate | InterLATA | IntraLATA | InterLATA | IntraLATA | INTRASTATE | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 56 Other Assets, Net | 0 | V105 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 57 Accumulated Depr./Amort | (31,413,816) | E34 | (22,702,370) | (1,557,222) | (7,001,531) | 0 | (152,693) | (8,711,446) | O.K. |
| 58 Accum. Def. Inc. Taxes, Net | (384,000) | E47 | (278,069) | (18,925) | (85,094) | 0 | (1,912) | (105,931) | O.K. |
| 59 Oth. Liab. & Def. Cr., Net | 0 | V106 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 60 | | | | | | | | | |
| 61 TOTAL NET PLANT | \$37,336,656 | | \$27,082,374 | \$1,831,096 | \$8,233,521 | \$0 | \$189,665 | \$10,254,282 | O.K. |
| 62 | | | | | | | | | |
| 63 Materials and Supplies | 212,790 | H31 | 160,138 | 9,316 | 41,901 | 0 | 1,434 | 52,652 | O.K. |
| 64 Rural Tel. Bank Stock | 0 | H35 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 65 Cash Working Capital | 185,398 | Formula | 126,507 | 7,780 | 50,285 | 0 | 825 | 58,891 | O.K. |
| 66 Equal Access Investment | 0 | — | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 67 | | | | | | | | | |
| 68 TOTAL NET INVESTMENT | \$37,734,844 | | \$27,369,020 | \$1,848,192 | \$8,325,707 | \$0 | \$191,924 | \$10,365,824 | O.K. |
| 69 | | | | | | | | | |

Interstate Telecommunications Cooperative

| ***** FCC PART 36 ***** Plant Investment Detail (A) | TOTAL COMPANY (B) | Source/ Allocator (C) | Interstate and Other (D) | Intrastate | | | | TOTAL INTRASTATE (I) | |
|---|-----------------------------|---------------------------------|------------------------------------|---------------------------|----------------------|----------------------|----------------------|--------------------------------|------|
| | | | | Message Telephone Service | | Private Line | | | |
| | | | | InterLATA (E) | IntraLATA (F) | InterLATA (G) | IntraLATA (H) | | |
| 13 LAND AND SUPPORT ASSETS: | | | | | | | | | |
| 14 | | | | | | | | | |
| 15 Land, Allocable | \$76,701 | H33 | \$55,542 | \$3,780 | \$16,997 | \$0 | \$382 | \$21,159 | O.K. |
| 16 Land, Direct | 0 | V22 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 17 | | | | | | | | | |
| 18 Total Land | \$76,701 | | \$55,542 | \$3,780 | \$16,997 | \$0 | \$382 | \$21,159 | O.K. |
| 19 | | | | | | | | | |
| 20 Motor Vehicles | \$1,199,296 | H33 | \$868,454 | \$59,106 | \$265,763 | \$0 | \$5,972 | \$330,842 | O.K. |
| 21 Aircraft | 0 | H33 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 22 Special Purpose Vehicles | 0 | H33 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 23 Garage Work Equipment | 0 | H33 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 24 Other Work Equipment | 381,949 | H33 | 276,583 | 18,824 | 84,640 | 0 | 1,902 | 105,366 | O.K. |
| 25 Buildings, Allocable | 3,276,492 | H33 | 2,372,628 | 161,480 | 726,068 | 0 | 16,316 | 903,864 | O.K. |
| 26 Buildings, Direct | 0 | V29 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 27 Furniture | 76,671 | H33 | 55,520 | 3,779 | 16,990 | 0 | 382 | 21,151 | O.K. |
| 28 Office Equipment | 139,074 | H33 | 100,709 | 6,854 | 30,819 | 0 | 693 | 38,365 | O.K. |
| 29 General Purpose Computers | 988,236 | H33 | 715,618 | 48,705 | 218,992 | 0 | 4,921 | 272,618 | O.K. |
| 30 | | | | | | | | | |
| 31 Total Support Assets | \$6,061,718 | | \$4,389,513 | \$298,747 | \$1,343,272 | \$0 | \$30,186 | \$1,672,205 | O.K. |
| 32 | | | | | | | | | |
| 33 Tot. Land and Support Assets | \$6,138,419 | | \$4,445,055 | \$302,528 | \$1,360,269 | \$0 | \$30,568 | \$1,693,364 | O.K. |
| 34 | | | | | | | | | |
| 35 | | | | | | | | | |
| 36 CENTRAL OFFICE EQUIPMENT: | | | | | | | | | |
| 37 | | | | | | | | | |
| 38 CAT 1 Oper. Sys., TSPS | \$0 | G22 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 39 CAT 1 Oper. Sys., Other TSPS | 0 | G21 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 40 CAT 1 Oper. Sys., Aux. Pos. | 0 | G23 | 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 | | | | | | | | | |
| 43 Total CAT 1 | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 44 | | | | | | | | | |
| 45 | | | | | | | | | |
| 46 CAT 2 Tandem Sw. Allocable | \$0 | G26 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 47 CAT 2 Tandem Sw. Direct | 0 | V38 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 48 | | | | | | | | | |
| 49 Total CAT 2 | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| | | Intrastate | | | | | | | | |
|--|------------------------------------|------------------|----------------------|-------------------------|---------------------------|-------------|--------------|-----------|---------------------|------|
| | | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Message Telephone Service | | Private Line | | TOTAL INTRASTATE | |
| | | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | | |
| ***** FCC PART 36 ***** Plant Investment Detail | | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 63 | CAT 3 Local Sw. Allocable | \$9,877,004 | G15 | \$6,576,554 | \$601,193 | \$2,699,257 | \$0 | \$0 | \$3,300,450 | O.K. |
| 64 | CAT 3 Local Sw. Direct | 0 | V40 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 65 | | | | | | | | | | |
| 66 | Total CAT 3 | \$9,877,004 | | \$6,576,554 | \$601,193 | \$2,699,257 | \$0 | \$0 | \$3,300,450 | O.K. |
| 67 | | | | | | | | | | O.K. |
| 68 | Total COE Sw. CAT 2&3 | \$9,877,004 | | \$6,576,554 | \$601,193 | \$2,699,257 | \$0 | \$0 | \$3,300,450 | O.K. |
| 69 | | | | | | | | | | |
| 70 | | | | | | | | | | |
| 71 | COE TRANSMISSION: | | | | | | | | | |
| 72 | | | | | | | | | | |
| 73 | CAT 4.12 Exchange Trunk | \$523,933 | 123 | \$523,933 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 74 | CAT 4.12 Exch. Tr. Direct | 0 | V42 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 75 | CAT 4.13 Exch. Ln. Message | 5,826,725 | G13 | 4,370,044 | 265,343 | 1,191,338 | 0 | 0 | 1,456,681 | O.K. |
| 76 | CAT 4.13 PL, WATS, Local | 130,349 | F18 | 84,861 | 0 | 0 | 0 | 45,488 | 45,488 | O.K. |
| 77 | CAT 4.13 Direct | 0 | V45 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 78 | CAT 4.23 Message | 3,036,644 | G18 | 1,444,948 | 289,936 | 1,301,761 | 0 | 0 | 1,591,696 | O.K. |
| 79 | CAT 4.23 PL, WATS | 0 | F24 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 80 | CAT 4.23 Direct | 596,088 | V48 | 596,088 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 81 | CAT 4.3 H/R Message | 1,169,284 | G29 | 758,510 | 73,716 | 337,058 | 0 | 0 | 410,774 | O.K. |
| 82 | CAT 4.3 WATS | 0 | V50 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 83 | CAT 4.3 Direct | 0 | V51 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 84 | | | | | | | | | | |
| 85 | Total COE CAT 4 | \$11,283,023 | | \$7,778,383 | \$628,995 | \$2,830,156 | \$0 | \$45,488 | \$3,504,640 | O.K. |
| 86 | | | | | | | | | | |
| 87 | | | | | | | | | | |
| 88 | INFORMATION ORIGATION/TERMINATION: | | | | | | | | | |
| 89 | | | | | | | | | | |
| 90 | CAT 1 Other IOT Equipment | \$0 | G13 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 91 | CAT 1 Coinless Pay Phones | 0 | G18 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 92 | CAT 2 CP Equipment | 0 | V70 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 93 | | | | | | | | | | |
| 94 | Total IOT Equipment | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 95 | | | | | | | | | | |
| 96 | | | | | | | | | | |

Interstate Telecommunications Cooperative

| ***** FCC PART 36 ***** Plant Investment Detail (A) | TOTAL COMPANY (B) | Source/ Allocator (C) | Interstate and Other (D) | Intrastate | | | | TOTAL INTRASTATE (I) | |
|---|-----------------------------|---------------------------------|------------------------------------|---------------------------|----------------------|----------------------|----------------------|--------------------------------|------|
| | | | | Message Telephone Service | | Private Line | | | |
| | | | | InterLATA (E) | IntraLATA (F) | InterLATA (G) | IntraLATA (H) | | |
| 111 CABLE AND WIRE FACILITIES: | | | | | | | | | |
| 112 | | | | | | | | | |
| 113 CAT 1.1 IntraLATA PL/WATS | 337,365 | F31 | \$107,957 | \$0 | \$0 | \$0 | \$229,408 | \$229,408 | O.K. |
| 114 CAT 1.2 InterLATA PL/WATS | 320,015 | F31 | 320,015 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 115 CAT 1.3 Joint Message | 29,385,459 | G13 | 22,039,094 | 1,338,184 | 6,008,180 | 0 | 0 | 7,346,365 | O.K. |
| 116 Other CAT 1 C&WF | 0 | V74 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 117 | | | | | | | | | |
| 118 Total CAT 1 C&WF | \$30,042,839 | | \$22,467,066 | \$1,338,184 | \$6,008,180 | \$0 | \$229,408 | \$7,575,773 | O.K. |
| 119 | | | | | | | | | |
| 120 CAT 2 C&WF | \$1,183,804 | G28 | \$1,183,804 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 121 CAT 2 C&WF, Wideband | 0 | V76 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 122 | | | | | | | | | |
| 123 Total CAT 2 C&WF | \$1,183,804 | | \$1,183,804 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 124 | | | | | | | | | |
| 125 CAT 3 Joint Message | 480,664 | G17 | 227,951 | 45,508 | 207,205 | 0 | 0 | \$252,713 | O.K. |
| 126 CAT 3 PL/WATS etc. | 0 | F36 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 127 CAT 3 Direct | 0 | V79 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 128 | | | | | | | | | |
| 129 Total CAT 3 C&WF | \$480,664 | | \$227,951 | \$45,508 | \$207,205 | \$0 | \$0 | \$252,713 | O.K. |
| 130 | | | | | | | | | |
| 131 CAT 4 Message | \$1,693,534 | G29 | \$1,098,589 | \$106,767 | \$488,178 | \$0 | \$0 | \$594,945 | O.K. |
| 132 CAT 4 WATS | 0 | V81 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 133 CAT 4 Direct | 642,289 | V82 | 642,289 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 134 | | | | | | | | | |
| 135 Total CAT 4 C&WF | \$2,335,823 | | \$1,740,878 | \$106,767 | \$488,178 | \$0 | \$0 | \$594,945 | O.K. |
| 136 | | | | | | | | | |
| 137 TOTAL C&WF | \$34,043,130 | | \$25,619,699 | \$1,490,459 | \$6,703,564 | \$0 | \$229,408 | \$8,423,431 | O.K. |
| 138 | | | | | | | | | |
| 139 | | | | | | | | | |
| 140 CAPITAL LEASES: | | | | | | | | | |
| 141 | | | | | | | | | |
| 142 Allocable Support Leases | \$0 | H14 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 143 Direct Support Leases | 0 | V84 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 144 | | | | | | | | | |
| 145 Total Support Leases | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |

Interstate Telecommunications Cooperative

Intrastate

| ***** FCC PART 36 ***** Plant Investment Detail | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Message Telephone Service | | | | Private Line | | TOTAL INTRASTATE | O.K. |
|--|-----------------------------|----------------------|-------------------------|---------------------------|-------------|--------------|-----------|--------------|--------------|---------------------|------|
| | | | | InterLATA | InterLATA | InterLATA | InterLATA | InterLATA | InterLATA | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | | |
| 160 | | | | | | | | | | | |
| 161 | COE Operator | H16 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 162 | COE Tandem Switch | H17 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 163 | COE Local Switch | H18 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 164 | COE Transmission | H20 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 165 | COE Direct | V89 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 166 | Total COE Leases | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 168 | IOT Leases | V90 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 169 | | | | | | | | | | | |
| 170 | CA&WF Leases | V91 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 171 | | | | | | | | | | | |
| 172 | TOTAL CAPITAL LEASES | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 173 | | | | | | | | | | | |
| 174 | | | | | | | | | | | |
| 175 | | | | | | | | | | | |
| 176 | LEASEHOLD IMPROVEMENTS: | | | | | | | | | | |
| 177 | | | | | | | | | | | |
| 178 | Land and Support Assets | H14 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 179 | COE Switching | H18 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 180 | COE Operator | H16 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 181 | COE Transmission | H20 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 182 | IOT | V96 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 183 | CA&WF | V97 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 184 | Other | V98 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 185 | | | | | | | | | | | |
| 186 | TOTAL LEASEHOLD IMPROVEMENT | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 187 | | | | | | | | | | | |
| 188 | | | | | | | | | | | |
| 189 | TPIS, EXCL. ACCT. No. 2690 | | \$61,341,576 | \$44,419,690 | \$3,023,176 | \$13,593,246 | \$0 | \$305,464 | \$16,921,886 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 36 ***** Plant Investment Detail | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Intrastate | | | | TOTAL INTRASTATE | | |
|--|------------------|----------------------|-------------------------|---------------------------|-------------|--------------|-----------|---------------------|-----|------|
| | | | | Message Telephone Service | | Private Line | | | | |
| | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 204 INTANGIBLE ASSETS: | | | | | | | | | | |
| 205 | | | | | | | | | | |
| 206 Allocable Acct. No. 2690 | \$0 | H36 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 207 Direct Acct. No. 2690 | 0 | V100 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 208 | | | | | | | | | | |
| 209 Total Intangible Assets | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 210 | | | | | | | | | | |
| 211 | | | | | | | | | | |
| 212 OTHER TELEPHONE PLANT: | | | | | | | | | | |
| 213 | | | | | | | | | | |
| 214 Held for Fut. Use - Alloc. | \$0 | -- | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 215 Held for Fut. Use - Direct | 0 | -- | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 216 TPUC, Short-term - Alloc. | 0 | H35 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 217 TPUC, Short-term - Direct | 0 | V124 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 218 TPUC, Long-term - Alloc. | 7,792,896 | H35 | 5,643,122 | 384,067 | 1,726,900 | 0 | 38,806 | 2,149,774 | 0 | O.K. |
| 219 TPUC, Long-term - Direct | 0 | V126 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 220 Tele. Plt. Adjust. - Alloc. | 0 | H35 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 221 Tele. Plt. Adjust. - Direct | 0 | V104 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 222 | | | | | | | | | | |
| 223 Total Other Telephone Plant | \$7,792,896 | | \$5,643,122 | \$384,067 | \$1,726,900 | \$0 | \$38,806 | \$2,149,774 | 0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 36 ***** Reserves and Deferrals | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Intrastate | | | | TOTAL INTRASTATE | | |
|---|------------------|----------------------|-------------------------|---------------------------|-------------|--------------|-----------|---------------------|------|--|
| | | | | Message Telephone Service | | Private Line | | | | |
| | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 13 ACCUM. DEPRECIATION, TPIS: | | | | | | | | | | |
| 14 | | | | | | | | | | |
| 15 Support Assets | \$2,547,588 | H13 | \$1,844,802 | \$125,556 | \$564,544 | \$0 | \$12,686 | \$702,786 | O.K. | |
| 16 COE Switching | 5,756,248 | H19 | 3,832,769 | 350,371 | 1,573,108 | 0 | 0 | 1,923,479 | O.K. | |
| 17 COE Operator | 0 | H16 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 18 COE Transmission | 5,808,757 | H20 | 4,004,488 | 323,821 | 1,457,029 | 0 | 23,418 | 1,804,269 | O.K. | |
| 19 IOT Equipment | 0 | H25 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 20 Cable and Wire Facilities | 17,301,223 | H31 | 13,020,310 | 757,474 | 3,406,850 | 0 | 116,589 | 4,280,913 | O.K. | |
| 21 Other Plant | 0 | V135 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 22 | | | | | | | | | | |
| 23 Total Accum. Depr., TPIS | \$31,413,816 | | \$22,702,370 | \$1,557,222 | \$7,001,531 | \$0 | \$152,693 | \$8,711,446 | O.K. | |
| 24 | | | | | | | | | | |
| 25 ACCUM. AMORTIZATION: | | | | | | | | | | |
| 26 | | | | | | | | | | |
| 27 Accum. Depreciation, PHFU | \$0 | H38 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 28 Accum. Amort., Tangible Inv. | 0 | H40 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 29 Accum. Amort., Intang. 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. | |
| 31 | | | | | | | | | | |
| 32 Tot. Accum. Amortization | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 33 | | | | | | | | | | |
| 34 Total Accum. Depr./Amort. | \$31,413,816 | | \$22,702,370 | \$1,557,222 | \$7,001,531 | \$0 | \$152,693 | \$8,711,446 | O.K. | |
| 35 | | | | | | | | | | |
| 36 | | | | | | | | | | |
| 37 ACCUM. DEF. INC. TAXES, NET: | | | | | | | | | | |
| 38 | | | | | | | | | | |
| 39 Support Assets | 37,994 | H13 | \$27,513 | \$1,873 | \$8,419 | \$0 | \$189 | \$10,481 | O.K. | |
| 40 COE Switching | 61,908 | H19 | 41,221 | 3,768 | 16,919 | 0 | 0 | 20,687 | O.K. | |
| 41 COE Operator | 0 | H16 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 42 COE Transmission | 70,720 | H20 | 48,754 | 3,942 | 17,739 | 0 | 285 | 21,966 | O.K. | |
| 43 IOT Equipment | 0 | H25 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 44 Cable and Wire Fac. | 213,378 | H31 | 160,581 | 9,342 | 42,017 | 0 | 1,438 | 52,797 | O.K. | |
| 45 Unclassified | 0 | V145 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 46 | | | | | | | | | | |
| 47 Total Accum. Def. Inc. Taxes | \$384,000 | | \$278,069 | \$18,925 | \$85,094 | \$0 | \$1,912 | \$105,931 | O.K. | |

Interstate Telecommunications Cooperative

| ***** FCC PART 36 ***** Functional Distribution of Selected Investments | Private Line | | | | | | | | Other |
|---|------------------|----------------------|------------|-----------|------------|-----------|--------------------------|-----------|-------|
| | TOTAL COMPANY | Joint Use Message | Interstate | | Intrastate | | Extended Area Service | Other | |
| | | | InterLATA | IntraLATA | InterLATA | IntraLATA | | | |
| | | | (D) | (E) | (F) | (G) | | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 13 TRANS. CCT EQUIPMENT: | | | | | | | | | |
| 14 | | | | | | | | | |
| 15 Working Loops | 15,584 | 15,243 | 166 | 0 | 0 | 119 | 0 | 56 | O.K. |
| 16 Avg. Cost per Loop | 382.26 | 382.26 | 382.26 | 382.26 | 382.26 | 382.26 | 382.26 | 382.26 | |
| 17 | | | | | | | | | |
| 18 CAT 4.13 Exch Ln. Invest. | \$5,957,074 | \$5,826,725 | \$63,454 | \$0 | \$0 | \$45,488 | \$0 | \$21,406 | |
| 19 | | | | | | | | | |
| 20 | | | | | | | | | |
| 21 Circuit Terminations | 1,223 | 1,223 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 22 Avg. Cost per Termination | 2,482.95 | 2,482.95 | 2,482.95 | 2,482.95 | 2,482.95 | 2,482.95 | 2,482.95 | 2,482.95 | |
| 23 | | | | | | | | | |
| 24 CAT 4.23 Other IX | \$3,036,644 | \$3,036,644 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | |
| 25 | | | | | | | | | |
| 26 | | | | | | | | | |
| 27 C&WF INVESTMENT: | | | | | | | | | |
| 28 | | | | | | | | | |
| 29 Working Loops | 15,584 | 15,243 | 166 | 0 | 0 | 119 | 0 | 56 | |
| 30 Loops Factor | 1.000000 | 0.978119 | 0.010652 | 0.000000 | 0.000000 | 0.007636 | 0.000000 | 0.003593 | |
| 31 CAT 1 Exchange C&WF | \$30,042,839 | \$29,385,459 | \$320,015 | \$0 | \$0 | \$229,408 | \$0 | \$107,957 | O.K. |
| 32 | | | | | | | | | |
| 33 | | | | | | | | | |
| 34 Equivalent IX Circuit Miles | 206,408 | 206,408 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 35 IX Cct. Miles Factor | 1.000000 | 1.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | |
| 36 CAT 3 Interexch. C&WF | \$480,664 | \$480,664 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | |

Interstate Telecommunications Cooperative

| ***** FCC PART 36 ***** Physical Allocation Factors | | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Intrastate | | | | TOTAL INTRASTATE | |
|--|---|------------------|----------------------|-------------------------|---------------------------|-----------|--------------|-----------|---------------------|------|
| | | | | | Message Telephone Service | | Private Line | | | |
| | | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 13 | Subscriber Plant Fact. (SPF) | 1.000000 | SPF | 0.750000 | 0.045539 | 0.204461 | 0.000000 | 0.000000 | 0.250000 | O.K. |
| 14 | | | | | | | | | | |
| 15 | Dial Equipment Minutes (DEM) | 1.000000 | DEM | 0.665845 | 0.060868 | 0.273287 | 0.000000 | 0.000000 | 0.334155 | O.K. |
| 16 | | | | | | | | | | |
| 17 | Conversation Minute-Miles | 1.000000 | CMM | 0.474242 | 0.094677 | 0.431081 | 0.000000 | 0.000000 | 0.525758 | O.K. |
| 18 | Conversation Minutes | 1.000000 | CM | 0.475837 | 0.095479 | 0.428684 | 0.000000 | 0.000000 | 0.524163 | O.K. |
| 19 | Subscriber Minutes (SLU) | 1.000000 | SLU | 0.797546 | 0.036878 | 0.165576 | 0.000000 | 0.000000 | 0.202454 | O.K. |
| 20 | | | | | | | | | | |
| 21 | TSPS Processor Time | 0.000000 | TSP | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 22 | Wtd. Stand. Work Sec., Toll | 0.000000 | WST | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 23 | Wtd. Stand. Work Sec., Aux. | 0.000000 | WSA | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 24 | Wtd. Stand. Work Sec., Comb. | 0.000000 | WSC | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 25 | | | | | | | | | | |
| 26 | COE CAT 2 Minutes | 0.000000 | CT2 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 27 | | | | | | | | | | |
| 28 | Exchange Trunk Minutes | 1.000000 | ETM | 1.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 29 | MOU-Mi., Host/Remote | 1.000000 | HRM | 0.648696 | 0.063044 | 0.288260 | 0.000000 | 0.000000 | 0.351304 | O.K. |
| 30 | | | | | | | | | | |
| 31 | C&WF CAT 4, WATS | 0.000000 | CT4 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 32 | | | | | | | | | | |
| 33 | Equal Access MOU | 0.000000 | EAM | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 34 | | | | | | | | | | |
| 35 | Current Billings | 1.000000 | CB | 0.676674 | 0.005809 | 0.317517 | 0.000000 | 0.000000 | 0.323326 | O.K. |
| 36 | EU Presubscription Factor | 1.000000 | EPRE | 1.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 37 | EU MTS & WATS Factor | 1.000000 | EMTS | 0.288438 | 0.000000 | 0.711562 | 0.000000 | 0.000000 | 0.711562 | O.K. |
| 38 | EU Access, P/L and All Other Factor | 0.000000 | EPLO | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 39 | IX Special Access Factor | 0.000000 | ISPA | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 40 | IX Switched Access Factor | 1.000000 | ISWA | 0.564668 | 0.000000 | 0.435332 | 0.000000 | 0.000000 | 0.435332 | O.K. |
| 41 | IX Billing & Collection Services Factor | 0.000000 | IBC | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 42 | Coin Revenue Percent | 0.000000 | CR | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 43 | Relative Toll/Local Msgs. | 1.000000 | TLM | 0.283978 | 0.010781 | 0.705241 | 0.000000 | 0.000000 | 0.716022 | O.K. |
| 44 | Relative Users Percent | 1.000000 | RUP | 0.700973 | 0.004509 | 0.294518 | 0.000000 | 0.000000 | 0.299027 | O.K. |
| 45 | CABS Percent | 1.000000 | CAB | 0.500000 | 0.007583 | 0.492437 | 0.000000 | 0.000000 | 0.500000 | O.K. |
| 46 | Foreign Directories Percent | 0.000000 | FD | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 36 ***** Internal Allocation Factors | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Intrastate | | | | TOTAL INTRASTATE | |
|--|------------------|----------------------|-------------------------|---------------------------|-----------|--------------|-----------|---------------------|------|
| | | | | Message Telephone Service | | Private Line | | | |
| | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 13 Support Assets | 1.000000 | D31 | 0.724137 | 0.049284 | 0.221599 | 0.000000 | 0.004980 | 0.275863 | O.K. |
| 14 Land and Support Assets | 1.000000 | D33 | 0.724137 | 0.049284 | 0.221599 | 0.000000 | 0.004980 | 0.275863 | O.K. |
| 15 | | | | | | | | | |
| 16 COE Operator | 0.000000 | D43 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 17 COE Tandem Switching | 0.000000 | D49 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 18 COE Local Switching | 1.000000 | D66 | 0.665845 | 0.060868 | 0.273287 | 0.000000 | 0.000000 | 0.334155 | O.K. |
| 19 COE Total Switching | 1.000000 | D68 | 0.665845 | 0.060868 | 0.273287 | 0.000000 | 0.000000 | 0.334155 | O.K. |
| 20 COE Transmission | 1.000000 | D85 | 0.689388 | 0.055747 | 0.250833 | 0.000000 | 0.004032 | 0.310612 | O.K. |
| 21 Total COE | 1.000000 | C19 | 0.678399 | 0.058137 | 0.261314 | 0.000000 | 0.002150 | 0.321601 | O.K. |
| 22 | | | | | | | | | |
| 23 Info. Orig./Term. CAT 1 | 0.000000 | D90 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 24 Info. Orig./Term. CAT 2 | 0.000000 | D92 | 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 | O.K. |
| 26 | | | | | | | | | |
| 27 C&WF CAT 1 | 1.000000 | D118 | 0.747834 | 0.044543 | 0.199987 | 0.000000 | 0.007636 | 0.252166 | O.K. |
| 28 C&WF CAT 2 | 1.000000 | D120 | 1.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 29 C&WF CAT 3 | 1.000000 | D129 | 0.474242 | 0.094677 | 0.431081 | 0.000000 | 0.000000 | 0.525758 | O.K. |
| 30 C&WF CAT 4 | 1.000000 | D135 | 0.745295 | 0.045709 | 0.208996 | 0.000000 | 0.000000 | 0.254705 | O.K. |
| 31 Total C&WF | 1.000000 | D137 | 0.752566 | 0.043782 | 0.196914 | 0.000000 | 0.006739 | 0.247434 | O.K. |
| 32 | | | | | | | | | |
| 33 Total Equipment | 1.000000 | C23 | 0.724137 | 0.049284 | 0.221599 | 0.000000 | 0.004980 | 0.275863 | O.K. |
| 34 | | | | | | | | | |
| 35 TPIS | 1.000000 | C32 | 0.724137 | 0.049284 | 0.221599 | 0.000000 | 0.004980 | 0.275863 | O.K. |
| 36 TPIS, excl. Acct. No. 2690 | 1.000000 | D189 | 0.724137 | 0.049284 | 0.221599 | 0.000000 | 0.004980 | 0.275863 | O.K. |
| 37 | | | | | | | | | |
| 38 Plt. Held, Fut. Use | 0.000000 | D215 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 39 | | | | | | | | | |
| 40 Total Tangible Assets | 0.000000 | C25 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 41 Total Intangible Assets | 0.000000 | C29 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 42 | | | | | | | | | |
| 43 Long-term PUC | 1.000000 | C36 | 0.724137 | 0.049284 | 0.221599 | 0.000000 | 0.004980 | 0.275863 | O.K. |
| 44 Net Telephone Plant | 1.000000 | C61 | 0.725356 | 0.049043 | 0.220521 | 0.000000 | 0.005080 | 0.274644 | O.K. |
| 45 Total Net Investment | 1.000000 | C68 | 0.725298 | 0.048978 | 0.220637 | 0.000000 | 0.005086 | 0.274702 | O.K. |
| 46 Capital Leases | 0.000000 | D173 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 47 | | | | | | | | | |
| 48 Tot. Bus. Ofc., Cust. Serv. | 1.000000 | I141 | 0.418511 | 0.002191 | 0.579298 | 0.000000 | 0.000000 | 0.581489 | O.K. |
| 49 | | | | | | | | | |
| 50 Total "BIG THREE" Expenses | 1.000000 | I170 | 0.680890 | 0.042329 | 0.272269 | 0.000000 | 0.004511 | 0.319110 | O.K. |
| 51 | | | | | | | | | |
| 52 Corporate Operations Expense | 1.000000 | I185 | 0.662244 | 0.041170 | 0.292199 | 0.000000 | 0.004388 | 0.337756 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 36 ***** Operating Expenses and Taxes | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Intrastate | | | | TOTAL INTRASTATE | | |
|---|------------------|----------------------|-------------------------|---------------------------|-----------|--------------|-----------|---------------------|------|--|
| | | | | Message Telephone Service | | Private Line | | | | |
| | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 13 PLANT SPEC. OPER. EXPENSE: | | | | | | | | | | |
| 14 | | | | | | | | | | |
| 15 Network Support, Alloc. | \$8,811 | H14 | \$6,380 | \$434 | \$1,953 | \$0 | \$44 | \$2,431 | O.K. | |
| 16 Network Support, Direct | 0 | V149 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 17 | | | | | | | | | | |
| 18 Total Network Support Exp. | \$8,811 | | \$6,380 | \$434 | \$1,953 | \$0 | \$44 | \$2,431 | O.K. | |
| 19 | | | | | | | | | | |
| 20 General Support, Alloc. | \$346,690 | H14 | \$251,051 | \$17,086 | \$76,826 | \$0 | \$1,726 | \$95,639 | O.K. | |
| 21 General Support, Direct | 0 | V151 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 22 | | | | | | | | | | |
| 23 Total General Support Exp. | \$346,690 | | \$251,051 | \$17,086 | \$76,826 | \$0 | \$1,726 | \$95,639 | O.K. | |
| 24 | | | | | | | | | | |
| 25 Central Office Eq., Alloc. | \$461,437 | H21 | \$313,038 | \$26,827 | \$120,580 | \$0 | \$992 | \$148,399 | O.K. | |
| 26 Central Office Eq., Direct | 0 | V153 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 27 | | | | | | | | | | |
| 28 Total COE Exp. | \$461,437 | | \$313,038 | \$26,827 | \$120,580 | \$0 | \$992 | \$148,399 | O.K. | |
| 29 | | | | | | | | | | |
| 30 Cust. Premises Equip. | \$0 | H24 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 31 Coinless Pay Phone | 0 | G18 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 32 Other IOT | 0 | H23 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 33 IOT Direct | 0 | V157 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 34 | | | | | | | | | | |
| 35 Total IOT Exp. | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 36 | | | | | | | | | | |
| 37 Cable & Wire, Alloc. | \$565,139 | H31 | \$425,304 | \$24,743 | \$111,284 | \$0 | \$3,808 | \$139,835 | O.K. | |
| 38 Cable & Wire, Direct | 480,276 | V159 | 227,767 | 45,471 | 207,038 | 0 | 0 | 252,509 | O.K. | |
| 39 | | | | | | | | | | |
| 40 Total C&WF Exp. | \$1,045,415 | | \$653,071 | \$70,214 | \$318,322 | \$0 | \$3,808 | \$392,344 | O.K. | |
| 41 | | | | | | | | | | |
| 42 TOTAL PLT. SPEC. OPER. EXP. | \$1,862,353 | | \$1,223,541 | \$114,561 | \$517,680 | \$0 | \$6,571 | \$638,812 | O.K. | |
| 43 | | | | | | | | | | |
| 44 TOTAL PLT. SPEC., ex SUPPORT | \$1,506,852 | | \$966,110 | \$97,040 | \$438,902 | \$0 | \$4,800 | \$540,742 | O.K. | |

Interstate Telecommunications Cooperative

| ***** FCC PART 36 ***** Operating Expenses and Taxes | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Intrastate | | | | TOTAL INTRASTATE | | |
|---|------------------|----------------------|-------------------------|---------------------------|-----------|--------------|-----------|---------------------|------|--|
| | | | | Message Telephone Service | | Private Line | | | | |
| | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 58 NON-SPECIFIC OPER. EXP.: | | | | | | | | | | |
| 59 | | | | | | | | | | |
| 60 Oth. Plt. and Equip., Alloc. | \$2,102 | H36 | \$1,522 | \$104 | \$466 | \$0 | \$10 | \$580 | O.K. | |
| 61 Oth. Plt. and Equip., Direct | 0 | V177 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 62 | | | | | | | | | | |
| 63 Total Oth. Plt. & Equip. | \$2,102 | | \$1,522 | \$104 | \$466 | \$0 | \$10 | \$580 | O.K. | |
| 64 | | | | | | | | | | |
| 65 Network Operations, Alloc. | \$262,499 | H33 | \$190,085 | \$12,937 | \$58,170 | \$0 | \$1,307 | \$72,414 | O.K. | |
| 66 Network Operations, Direct | 0 | V179 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 67 | | | | | | | | | | |
| 68 Total Network Oper. Exp. | \$262,499 | | \$190,085 | \$12,937 | \$58,170 | \$0 | \$1,307 | \$72,414 | O.K. | |
| 69 | | | | | | | | | | |
| 70 Total Access Expenses | \$57,604 | V180 | \$57,604 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 71 | | | | | | | | | | |
| 72 Depr., Support Assets | \$451,453 | H13 | \$326,914 | \$22,250 | \$100,042 | \$0 | \$2,248 | \$124,539 | O.K. | |
| 73 Depr., COE Switching | 1,134,813 | H19 | 755,610 | 69,074 | 310,130 | 0 | 0 | 379,203 | O.K. | |
| 74 Depr., COE Operator | 0 | H16 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 75 Depr., COE Transmission | 705,450 | H20 | 486,329 | 39,327 | 176,950 | 0 | 2,844 | 219,121 | O.K. | |
| 76 Depr., IOT Equipment | 0 | H25 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 77 Depr., C&W Facilities | 1,440,447 | H31 | 1,084,031 | 63,065 | 283,644 | 0 | 9,707 | 356,416 | O.K. | |
| 78 Depr., PHFU | 0 | H38 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 79 | | | | | | | | | | |
| 80 Total Depreciation Expense | \$3,732,163 | | \$2,652,883 | \$193,715 | \$870,765 | \$0 | \$14,799 | \$1,079,280 | O.K. | |
| 81 | | | | | | | | | | |
| 82 Amort., Tangible Assets | \$0 | H40 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 83 Amort., Intangible Assets | 0 | H41 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 84 Other Amortization | 0 | V189 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 85 Direct Assigned Amort. | 0 | V190 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 86 | | | | | | | | | | |
| 87 Total Amortization Exp. | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 88 | | | | | | | | | | |
| 89 Total Depr. and Amort. | \$3,732,163 | | \$2,652,883 | \$193,715 | \$870,765 | \$0 | \$14,799 | \$1,079,280 | O.K. | |
| 90 | | | | | | | | | | |
| 91 TOTAL NON-SPEC. OPER. EXP. | \$4,054,368 | | \$2,902,095 | \$206,756 | \$929,401 | \$0 | \$16,117 | \$1,152,273 | O.K. | |

Interstate Telecommunications Cooperative

| ***** FCC PART 36 ***** Operating Expenses and Taxes | Intrastate | | | | | | | | TOTAL INTRASTATE | |
|---|------------------|----------------------|-------------------------|---------------------------|-----------|--------------|-----------|-----------|---------------------|--|
| | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Message Telephone Service | | Private Line | | | | |
| | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 105 CUSTOMER OPERATIONS EXPENSE: | | | | | | | | | | |
| 106 | | | | | | | | | | |
| 107 Marketing, Allocable | \$162,293 | G35 | \$109,819 | \$943 | \$51,531 | \$0 | \$0 | \$52,474 | O.K. | |
| 108 Marketing, Direct | 0 | V192 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 109 | | | | | | | | | | |
| 110 Total Marketing Expense | \$162,293 | | \$109,819 | \$943 | \$51,531 | \$0 | \$0 | \$52,474 | O.K. | |
| 111 | | | | | | | | | | |
| 112 Operator Service, Alloc. | \$0 | G24 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 113 Operator Service, Direct | 0 | V194 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 114 | | | | | | | | | | |
| 115 Total Operator Service | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 116 | | | | | | | | | | |
| 117 Classified Directory | \$0 | V195 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 118 Alphabetical Directory | 0 | G19 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 119 Foreign Directory | 0 | G46 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 120 | | | | | | | | | | |
| 121 Total Directory | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 122 | | | | | | | | | | |
| 123 Bus. Ofc., EU Presubscription | \$0 | G36 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 124 Bus. Ofc., EU MTS & WATS | 176,936 | G37 | 51,035 | 0 | 125,901 | 0 | 0 | 125,901 | O.K. | |
| 125 Bus. Ofc., EU Access, P/L & all Other | 0 | G38 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 126 Bus. Ofc., IXC Special Access | 0 | G39 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 127 Bus. Ofc., IXC Switched Access | 3,085 | G40 | 1,742 | 0 | 1,343 | 0 | 0 | 1,343 | O.K. | |
| 128 Bus. Ofc., IXC B & C Services | 0 | G41 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 129 Coin Collect & Admin. | 0 | G42 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 130 | | | | | | | | | | |
| 131 Total Business Office | \$180,021 | | \$52,777 | \$0 | \$127,244 | \$0 | \$0 | \$127,244 | O.K. | |
| 132 | | | | | | | | | | |
| 133 Cust. Svc., Direct | \$0 | V205 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 134 Cust. Serv., Msg. Process | 25,414 | G43 | 7,217 | 274 | 17,923 | 0 | 0 | 18,197 | O.K. | |
| 135 Cust. Serv., Other B&C | 32,161 | G44 | 22,544 | 145 | 9,472 | 0 | 0 | 9,617 | O.K. | |
| 136 Cust. Serv., CABS | 29,097 | G45 | 14,549 | 220 | 14,328 | 0 | 0 | 14,549 | O.K. | |
| 137 Cust. Serv., EU Common Line | 24,983 | V209 | 24,983 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 138 | | | | | | | | | | |
| 139 Total Customer Service | \$111,655 | | \$69,293 | \$639 | \$41,723 | \$0 | \$0 | \$42,362 | O.K. | |
| 140 | | | | | | | | | | |
| 141 Total Bus. Ofc., Cust. Serv. | \$291,676 | | \$122,070 | \$639 | \$168,967 | \$0 | \$0 | \$169,606 | O.K. | |
| 142 | | | | | | | | | | |

| | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Message Telephone Service | | | | Private Line | | TOTAL INTRASTATE | |
|-----------------------------------|---------------|----------------------|-------------------------|---------------------------|-------------|-----------|-----------|--------------|-------------|---------------------|--|
| | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | InterLATA | IntraLATA | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | | |
| 156 Other Cust. Serv., Alloc. | \$0 | H48 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 157 Other Cust. Serv., Direct | 412,193 | V211 | 406,411 | 0 | 0 | 0 | 5,782 | 5,782 | 5,782 | O.K. | |
| 158 | | | | | | | | | | | |
| 159 Total Other Cust. Serv. | \$412,193 | | \$406,411 | \$0 | \$0 | \$0 | \$5,782 | \$5,782 | \$5,782 | O.K. | |
| 160 | | | | | | | | | | | |
| 161 TOTAL CUSTOMER OPER. EXP. | \$666,162 | | \$638,300 | \$1,582 | \$220,498 | \$0 | \$5,782 | \$227,862 | \$227,862 | O.K. | |
| 162 | | | | | | | | | | | |
| 163 "BIG-THREE" EXPENSES: | | | | | | | | | | | |
| 164 | | | | | | | | | | | |
| 165 | | | | | | | | | | | |
| 166 Total Ptl. Spec., ex Support | \$1,506,852 | 44 | \$956,110 | \$97,040 | \$438,902 | \$0 | \$4,800 | \$540,742 | \$540,742 | O.K. | |
| 167 Total Network Oper. Exp. | 262,499 | 68 | 190,085 | 12,937 | 58,170 | 0 | 1,307 | 72,414 | 72,414 | O.K. | |
| 168 Total Customer Operations | 866,162 | 161 | 638,300 | 1,582 | 220,498 | 0 | 5,782 | 227,862 | 227,862 | O.K. | |
| 169 | | | | | | | | | | | |
| 170 TOTAL "BIG THREE" EXPENSES | \$2,635,513 | | \$1,794,495 | \$111,559 | \$717,569 | \$0 | \$11,889 | \$841,018 | \$841,018 | O.K. | |
| 171 | | | | | | | | | | | |
| 172 | | | | | | | | | | | |
| 173 CORPORATE OPERATIONS EXPENSE: | | | | | | | | | | | |
| 174 | | | | | | | | | | | |
| 175 Exec. and Planning, Alloc. | \$601,080 | H50 | \$409,269 | \$25,443 | \$163,656 | \$0 | \$2,712 | \$191,811 | \$191,811 | O.K. | |
| 176 Exec. and Planning, Direct | 0 | V213 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 177 | | | | | | | | | | | |
| 178 Total Exec. and Planning | \$601,080 | | \$409,269 | \$25,443 | \$163,656 | \$0 | \$2,712 | \$191,811 | \$191,811 | O.K. | |
| 179 | | | | | | | | | | | |
| 180 Admin. & General, Allocable | \$819,549 | H50 | \$558,023 | \$34,691 | \$223,138 | \$0 | \$3,697 | \$281,526 | \$281,526 | O.K. | |
| 181 Admin. & General, Direct | 40,000 | V231 | 0 | 0 | 40,000 | 0 | 0 | 40,000 | 40,000 | O.K. | |
| 182 | | | | | | | | | | | |
| 183 Total Admin. and Gen. | \$859,549 | | \$558,023 | \$34,691 | \$263,138 | \$0 | \$3,697 | \$301,526 | \$301,526 | O.K. | |
| 184 | | | | | | | | | | | |
| 185 TOTAL CORPORATE OPERATIONS | \$1,460,629 | | \$967,292 | \$60,134 | \$426,794 | \$0 | \$6,409 | \$493,337 | \$493,337 | O.K. | |
| 186 | | | | | | | | | | | |
| 187 | | | | | | | | | | | |
| 188 NON-INCOME TAXES: | | | | | | | | | | | |
| 189 | | | | | | | | | | | |
| 190 Non-income Taxes, Allocable | \$10,415 | H36 | \$7,542 | \$513 | \$2,308 | \$0 | \$52 | \$2,873 | \$2,873 | O.K. | |
| 191 Non-income Taxes, Direct | 1,238 | V233 | 1,238 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 192 | | | | | | | | | | | |
| 193 Total Non-income Taxes | \$11,653 | | \$8,780 | \$513 | \$2,308 | \$0 | \$52 | \$2,873 | \$2,873 | O.K. | |
| 194 | | | | | | | | | | | |
| 195 | | | | | | | | | | | |
| 196 TOTAL OPER. EXP. AND TAXES | \$8,255,165 | | \$5,740,008 | \$383,546 | \$2,096,681 | \$0 | \$34,930 | \$2,515,157 | \$2,515,157 | O.K. | |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** | | Part 36 IntraLATA Revenue Requirement Summary | | | | | | | |
|---------------------------------|-------------------------|---|-------------|-----------------|-------------|------------------|------------------------|-----------|------|
| | Part 36 IntraLATA Total | Source | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 13 Net Investment | \$8,517,632 | K52 | \$4,632,843 | \$1,882,100 | \$0 | \$1,790,811 | \$0 | \$211,877 | O.K. |
| 14 Rate of Return | 10.00% | B19 | 10.00% | 10.00% | 10.00% | 10.00% | 10.00% | 10.00% | O.K. |
| 15 | | | | | | | | | |
| 16 Return on Rate Base | \$851,763 | | \$463,284 | \$188,210 | \$0 | \$179,081 | \$0 | \$21,188 | O.K. |
| 17 | | | | | | | | | |
| 18 AFUDC | (16,910) | N37 | (9,069) | (3,987) | 0 | (3,448) | 0 | (406) | O.K. |
| 19 ITC Amortization | 0 | N37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 20 Other Return Adjustments | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 21 | | | | | | | | | |
| 22 Net Return | \$834,853 | | \$454,215 | \$184,223 | \$0 | \$175,634 | \$0 | \$20,782 | O.K. |
| 23 | | | | | | | | | |
| 24 Interest Expense | 0 | N67 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 25 Capitalized Payroll Taxes | 0 | N37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 26 Depreciation Adjustment | 0 | N37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 27 Other Income Adjustments | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 28 | | | | | | | | | |
| 29 After Tax Income | \$834,853 | | \$454,215 | \$184,223 | \$0 | \$175,634 | \$0 | \$20,782 | O.K. |
| 30 | | | | | | | | | |
| 31 State Income Taxes | \$0 | 29 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 32 Federal Income Taxes | 0 | 29 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 33 Operating Expenses and Taxes | 2,131,611 | O195 | 665,134 | 551,627 | 0 | 644,632 | 236,254 | 33,965 | O.K. |
| 34 Uncollectibles | 37,446 | Direct | 15,784 | 0 | 0 | 21,662 | 0 | 0 | O.K. |
| 35 Other Revenue Adjustments | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 36 | | | | | | | | | |
| 37 Basis for Gross Receipts Tax | 2,983,374 | 16+31+32+33 | 1,128,418 | 739,837 | 0 | 823,713 | 236,254 | 55,152 | O.K. |
| 38 | | | | | | | | | |
| 39 | | | | | | | | | |
| 40 Gross Receipts Tax | 125,164 | 37 | 47,341 | 31,039 | 0 | 34,558 | 9,912 | 2,314 | O.K. |
| 41 | | | | | | | | | |
| 42 | | | | | | | | | |
| 43 TOTAL REVENUE REQUIREMENT | \$3,129,074 | | \$1,182,474 | \$766,889 | \$0 | \$876,485 | \$246,166 | \$57,060 | O.K. |
| 44 | | | | | | | | | |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** IntraLATA Investment Summary | | Part 36 IntraLATA Total | Source | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|--|--------------|-------------------------------|-------------|----------------|--------------------|-------------|---------------------|---------------------------|-------|--|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 13 Land and Support Assets | \$1,390,837 | L25 | \$254,928 | \$577,600 | \$0 | \$499,484 | \$0 | \$58,824 | O.K. | |
| 14 | | | | | | | | | | |
| 15 Central Office Equipment | \$5,574,902 | L70 | \$1,191,338 | \$2,699,257 | \$0 | \$1,638,819 | \$0 | \$45,488 | O.K. | |
| 16 Info. Term./Orig. Equipment | 0 | L78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 17 Cable and Wire Facilities | 6,932,972 | L117 | 6,008,180 | 0 | 0 | 695,383 | 0 | 229,408 | O.K. | |
| 18 | | | | | | | | | | |
| 19 Total COE, IOT, C&WF | \$12,507,874 | | \$7,199,518 | \$2,699,257 | \$0 | \$2,334,202 | \$0 | \$274,897 | O.K. | |
| 20 | | | | | | | | | | |
| 21 Total Tangible Assets | \$0 | L141 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 22 | | | | | | | | | | |
| 23 Total Tele. Plt. ex Intang. | \$13,898,710 | | \$7,454,447 | \$3,276,857 | \$0 | \$2,833,686 | \$0 | \$333,720 | O.K. | |
| 24 Total Intangible Assets | 0 | L144 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 25 | | | | | | | | | | |
| 26 Total Plant In Service | \$13,898,710 | | \$7,454,447 | \$3,276,857 | \$0 | \$2,833,686 | \$0 | \$333,720 | O.K. | |
| 27 Total Plt. Held Future Use | 0 | L147 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 28 Total ST PUC | 0 | L163 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 29 Total LT PUC | 1,765,706 | L164 | 947,020 | 416,295 | 0 | 359,994 | 0 | 42,396 | O.K. | |
| 30 Total Tel. Plt. Adjust. | 0 | L169 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 31 | | | | | | | | | | |
| 32 TOTAL TELEPHONE PLANT | \$15,664,416 | | \$8,401,467 | \$3,693,152 | \$0 | \$3,193,680 | \$0 | \$376,117 | O.K. | |
| 33 | | | | | | | | | | |
| 34 less: | | | | | | | | | | |
| 35 Accum. Depr., Plt. in Serv. | 7,154,224 | M23 | 3,772,575 | 1,812,825 | 0 | 1,404,403 | 0 | 164,420 | O.K. | |
| 36 Accum. Depr. PHFU | 0 | M27 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 37 Accum. Amort. Tangible Plt. | 0 | M28 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 38 Accum. Amort. Intangibles | 0 | M29 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 39 Accum. Amort. Other | 0 | M30 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 40 Accum. Def. Inc. Taxes, Net | 87,006 | M47 | 46,703 | 20,494 | 0 | 17,722 | 0 | 2,087 | O.K. | |
| 41 | | | | | | | | | | |
| 42 plus: | | | | | | | | | | |
| 43 Other Assets | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 44 | | | | | | | | | | |
| 45 NET TELEPHONE PLANT | \$8,423,186 | | \$4,582,188 | \$1,859,833 | \$0 | \$1,771,555 | \$0 | \$209,609 | O.K. | |
| 46 plus: | | | | | | | | | | |
| 47 Class B RTB Stock | 0 | L171 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 48 Materials and Supplies | 43,335 | L173 | 23,242 | 10,217 | 0 | 8,835 | 0 | 1,041 | O.K. | |
| 49 Cash Working Capital | 51,110 | L175 | 27,413 | 12,050 | 0 | 10,420 | 0 | 1,227 | O.K. | |
| 50 Equal Access Investment | 0 | L177 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 51 | | | | | | | | | | |
| 52 NET INVESTMENT | \$8,517,632 | | \$4,632,843 | \$1,882,100 | \$0 | \$1,790,811 | \$0 | \$211,877 | O.K. | |
| 53 | | | | | | | | | | |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** | | | | | | | | | |
|---------------------------------|-------------------------|---------------------|-------------|-----------------|-------------|------------------|------------------------|----------|------|
| IntraLATA Investment Detail | Part 36 IntraLATA Total | Source or Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 13 LAND AND SUPPORT ASSETS: | | | | | | | | | |
| 14 | | | | | | | | | |
| 15 Land Assets, Message | \$16,997 | N28 | 3,115 | 7,059 | 0 | 6,104 | 0 | 719 | O.K. |
| 16 Land Assets, Private Line | 382 | N28 | 70 | 159 | 0 | 137 | 0 | 16 | O.K. |
| 17 | | | | | | | | | |
| 18 Total Land Assets | \$17,379 | | \$3,185 | \$7,217 | \$0 | \$6,241 | \$0 | \$735 | O.K. |
| 19 | | | | | | | | | |
| 20 Support Assets, Message | \$1,343,272 | N28 | \$246,210 | \$557,847 | \$0 | \$482,402 | \$0 | \$56,812 | O.K. |
| 21 Support Assets, Private Line | 30,186 | N28 | 5,533 | 12,536 | 0 | 10,840 | 0 | 1,277 | O.K. |
| 22 | | | | | | | | | |
| 23 Total Support Assets | \$1,373,458 | | \$251,743 | \$570,383 | \$0 | \$493,243 | \$0 | \$58,089 | O.K. |
| 24 | | | | | | | | | |
| 25 Total Land and Supp. Assets | \$1,390,837 | | \$254,928 | \$577,600 | \$0 | \$499,484 | \$0 | \$58,824 | O.K. |
| 26 | | | | | | | | | |
| 27 CENTRAL OFFICE EQUIPMENT: | | | | | | | | | |
| 28 | | | | | | | | | |
| 29 Operator Sys., DA | \$0 | (F) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 30 Operator Sys., Other | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 31 | | | | | | | | | |
| 32 Total Operator Systems | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 33 | | | | | | | | | |
| 34 Tandem Switching | \$0 | (G) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 35 Tandem Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 36 | | | | | | | | | |
| 37 Total Tandem Switching | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 38 | | | | | | | | | |
| 39 Local Switching | \$2,699,257 | (E) | \$0 | \$2,699,257 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 40 Local Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 41 | | | | | | | | | |
| 42 Total Local Switching | \$2,699,257 | | \$0 | \$2,699,257 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 43 | | | | | | | | | |
| 44 Total Switching | \$2,699,257 | | \$0 | \$2,699,257 | \$0 | \$0 | \$0 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** IntraLATA Investment Detail | | Part 36 IntraLATA Total | Source or Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|-----------------------------|-------------------------------|------------------------|----------------|--------------------|-------------|---------------------|---------------------------|-----------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 58 | COE Exch. Trunk | \$0 | Direct | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 59 | COE Exch. Line - Message | 1,191,338 | (D) | 1,191,338 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 60 | COE Exch. Line - PL etc. | 45,488 | (I) | 0 | 0 | 0 | 0 | 0 | 45,488 | O.K. |
| 61 | COE Exch. Line - Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 62 | COE Interexchange, Message | 1,301,761 | (G) | 0 | 0 | 0 | 1,301,761 | 0 | 0 | O.K. |
| 63 | COE Interexchange, PL | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 64 | COE Interexchange, Assigned | 0 | (G) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 65 | COE H/R Message | 337,058 | (G) | 0 | 0 | 0 | 337,058 | 0 | 0 | O.K. |
| 66 | COE H/R Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 67 | | | | | | | | | | |
| 68 | Total COE Transmission | \$2,875,645 | | \$1,191,338 | \$0 | \$0 | \$1,638,819 | \$0 | \$45,488 | O.K. |
| 69 | | | | | | | | | | |
| 70 | Total Central Office Equip. | \$5,574,902 | | \$1,191,338 | \$2,699,257 | \$0 | \$1,638,819 | \$0 | \$45,488 | O.K. |
| 71 | | | | | | | | | | |
| 72 | IOT EQUIPMENT: | | | | | | | | | |
| 73 | | | | | | | | | | |
| 74 | Public Telephone | \$0 | N43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 75 | Coinless Pay Phone | 0 | (D) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 76 | Customer Premises Equipment | 0 | N60 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 77 | | | | | | | | | | |
| 78 | Total IOT Equipment | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 79 | | | | | | | | | | |
| 80 | CABLE AND WIRE FACILITIES: | | | | | | | | | |
| 81 | | | | | | | | | | |
| 82 | Exchange PL and WATS | \$229,408 | (I) | \$0 | \$0 | \$0 | \$0 | \$0 | \$229,408 | O.K. |
| 83 | Exchange Message | 6,008,180 | (D) | 6,008,180 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 84 | Exchange Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 85 | | | | | | | | | | |
| 86 | Total Exchange Line C&WF | \$6,237,589 | | \$6,008,180 | \$0 | \$0 | \$0 | \$0 | \$229,408 | O.K. |
| 87 | | | | | | | | | | |
| 88 | Exchange Trunk, Message | \$0 | Direct | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 89 | Exchange Trunk, PL | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 90 | | | | | | | | | | |
| 91 | Total Exchange Trunk C&WF | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 92 | | | | | | | | | | |
| 93 | Interexchange Message | \$207,205 | (G) | \$0 | \$0 | \$0 | \$207,205 | \$0 | \$0 | O.K. |
| 94 | Interexchange PL, WATS | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 95 | Interexchange Assigned | 0 | (G) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 96 | | | | | | | | | | |
| 97 | Total Interexchange C&WF | \$207,205 | | \$0 | \$0 | \$0 | \$207,205 | \$0 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** IntraLATA Investment Detail | | Part 36 IntraLATA Total | Source or Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|-------------|-------------------------------|------------------------|----------------|--------------------|-------------|---------------------|---------------------------|-------|--|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 111 H/R C&WF, Message | \$488,178 | (G) | \$0 | \$0 | \$0 | \$488,178 | \$0 | \$0 | O.K. | |
| 112 H/R C&WF, WATS | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 113 H/R C&WF, Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 114 | | | | | | | | | | |
| 115 Total Host/Remote C&WF | \$488,178 | | \$0 | \$0 | \$0 | \$488,178 | \$0 | \$0 | O.K. | |
| 116 | | | | | | | | | | |
| 117 Total Cable and Wire Facil. | \$6,932,972 | | \$6,008,180 | \$0 | \$0 | \$695,383 | \$0 | \$229,408 | O.K. | |
| 118 | | | | | | | | | | |
| 119 TANGIBLE ASSETS: | | | | | | | | | | |
| 120 | | | | | | | | | | |
| 121 Land and Support Leases | \$0 | N28 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 122 | | | | | | | | | | |
| 123 COE Operator Leases | \$0 | 32 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 124 COE Tandem Switching Leases | 0 | 34 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 125 COE Local Switching Leases | 0 | 39 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 126 COE Transmission Leases | 0 | 68 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 127 | | | | | | | | | | |
| 128 Total COE Leases | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 129 | | | | | | | | | | |
| 130 IOT Equipment Leases | \$0 | 78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 131 | | | | | | | | | | |
| 132 C&WF Leases | \$0 | 117 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 133 | | | | | | | | | | |
| 134 Total Capital Leases | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 135 | | | | | | | | | | |
| 136 Leasehold Impr., Alloc. | \$0 | N37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 137 Leasehold Impr., Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |
| 138 | | | | | | | | | | |
| 139 Total Leasehold Improvementsa | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 140 | | | | | | | | | | |
| 141 Total Tangible Assets | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 142 | | | | | | | | | | |
| 143 | | | | | | | | | | |
| 144 TOTAL INTANGIBLE ASSETS | \$0 | N37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. | |
| 145 | | | | | | | | | | |
| 146 | | | | | | | | | | |
| 147 PROPERTY HELD FOR FUTURE US | \$0 | N46 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. | |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** | | | | | | | | | |
|-----------------------------|-------------------------------|------------------------|----------------|--------------------|-------------|---------------------|---------------------------|----------|------|
| IntraLATA Investment Detail | | | | | | | | | |
| (A) | Part 36 IntraLATA Total | Source or Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 161 | PLANT UNDER CONSTRUCTION: | | | | | | | | |
| 162 | | | | | | | | | |
| 163 | \$0 | N46 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 164 | 1,765,706 | N46 | 947,020 | 416,295 | 0 | 359,994 | 0 | 42,396 | O.K. |
| 165 | | | | | | | | | |
| 166 | Total Plt. Under Const. | | \$947,020 | \$416,295 | \$0 | \$359,994 | \$0 | \$42,396 | O.K. |
| 167 | | | | | | | | | |
| 168 | | | | | | | | | |
| 169 | \$0 | N46 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 170 | | | | | | | | | |
| 171 | \$0 | N37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 172 | | | | | | | | | |
| 173 | \$43,335 | N37 | \$23,242 | \$10,217 | \$0 | \$8,835 | \$0 | \$1,041 | O.K. |
| 174 | | | | | | | | | |
| 175 | \$51,110 | N37 | \$27,413 | \$12,050 | \$0 | \$10,420 | \$0 | \$1,227 | O.K. |
| 176 | | | | | | | | | |
| 177 | \$0 | Direct | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** | | | | | | | | | |
|----------------------------------|------------------------------|-------------------------|-----------------|---------------------|-----------------|----------------------|----------------------------|-----------|------|
| IntraLATA Reserves and Deferrals | | | | | | | | | |
| (A) | Part 36 IntraLATA Total (B) | Source or Apportion (C) | Common Line (D) | Local Switching (E) | Information (F) | Common Transport (G) | Billing and Collection (H) | Other (I) | |
| 13 | ACCUM. DEPRECIATION, TPIS: | | | | | | | | |
| 14 | | | | | | | | | |
| 15 | \$577,230 | N28 | \$105,801 | \$239,718 | \$0 | \$207,298 | \$0 | \$24,413 | O.K. |
| 16 | 1,573,108 | L44 | 0 | 1,573,108 | 0 | 0 | 0 | 0 | O.K. |
| 17 | 0 | L32 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 18 | 1,480,447 | L68 | 613,328 | 0 | 0 | 843,701 | 0 | 23,418 | O.K. |
| 19 | 0 | L78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 20 | 3,523,439 | L117 | 3,053,446 | 0 | 0 | 353,404 | 0 | 116,589 | O.K. |
| 21 | 0 | N37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 22 | | | | | | | | | |
| 23 | \$7,154,224 | | \$3,772,575 | \$1,812,825 | \$0 | \$1,404,403 | \$0 | \$164,420 | O.K. |
| 24 | | | | | | | | | |
| 25 | ACCUM. AMORTIZATION: | | | | | | | | |
| 26 | | | | | | | | | |
| 27 | \$0 | N37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 28 | 0 | N37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 29 | 0 | N37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 30 | 0 | N37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 31 | | | | | | | | | |
| 32 | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 33 | | | | | | | | | |
| 34 | \$7,154,224 | | \$3,772,575 | \$1,812,825 | \$0 | \$1,404,403 | \$0 | \$164,420 | O.K. |
| 35 | | | | | | | | | |
| 36 | | | | | | | | | |
| 37 | ACCUM. DEF. INC. TAXES, NET: | | | | | | | | |
| 38 | | | | | | | | | |
| 39 | \$8,609 | N28 | \$1,578 | \$3,575 | \$0 | \$3,092 | \$0 | \$364 | O.K. |
| 40 | 16,919 | L44 | 0 | 16,919 | 0 | 0 | 0 | 0 | O.K. |
| 41 | 0 | L32 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 42 | 18,024 | L68 | 7,467 | 0 | 0 | 10,272 | 0 | 285 | O.K. |
| 43 | 0 | L78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 44 | 43,455 | L117 | 37,659 | 0 | 0 | 4,359 | 0 | 1,438 | O.K. |
| 45 | 0 | N37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 46 | | | | | | | | | |
| 47 | \$87,006 | | \$46,703 | \$20,494 | \$0 | \$17,722 | \$0 | \$2,087 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** Apportionment Factors | | Part 36 IntraLATA Total | Source | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|--|----------------------------|-------------------------------|---------|----------------|--------------------|-------------|---------------------|---------------------------|-----------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 13 | Central Office Equipment | \$5,574,902 | L70 | \$1,191,338 | \$2,699,257 | \$0 | \$1,638,819 | \$0 | \$45,488 | O.K. |
| 14 | Info. Orig./Term. Eqpt. | 0 | L78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 15 | C&W Facilities | 6,932,972 | L117 | 6,008,180 | 0 | 0 | 695,383 | 0 | 229,408 | O.K. |
| 16 | | | | | | | | | | |
| 17 | Total | \$12,507,874 | | \$7,199,518 | \$2,699,257 | \$0 | \$2,334,202 | \$0 | \$274,897 | O.K. |
| 18 | Factor | 1.000000 | | 0.575599 | 0.215805 | 0.000000 | 0.186619 | 0.000000 | 0.021978 | O.K. |
| 19 | | | | | | | | | | |
| 20 | Sum: Sw., Trans., Other | \$5,308,355 | 17 | \$0 | \$2,699,257 | \$0 | \$2,334,202 | \$0 | \$274,897 | O.K. |
| 21 | Factor | 1.000000 | | 0.000000 | 0.508492 | 0.000000 | 0.439722 | 0.000000 | 0.051786 | O.K. |
| 22 | | | | | | | | | | |
| 23 | Central Office Equipment | \$5,574,902 | L70 | \$1,191,338 | \$2,699,257 | \$0 | \$1,638,819 | \$0 | \$45,488 | O.K. |
| 24 | Info. Orig./Term. Eqpt. | 0 | L78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 25 | C&WF, Excl. Exch. Message | 924,791 | L117-83 | 0 | 0 | 0 | 695,383 | 0 | 229,408 | O.K. |
| 26 | | | | | | | | | | |
| 27 | Total | \$6,499,693 | | \$1,191,338 | \$2,699,257 | \$0 | \$2,334,202 | \$0 | \$274,897 | O.K. |
| 28 | Factor | 1.000000 | | 0.183291 | 0.415290 | 0.000000 | 0.359125 | 0.000000 | 0.042294 | O.K. |
| 29 | | | | | | | | | | |
| 30 | General Support Facilities | \$1,390,837 | L25 | \$254,928 | \$577,600 | \$0 | \$499,484 | \$0 | \$58,824 | O.K. |
| 31 | Central Office Equipment | 5,574,902 | 13 | 1,191,338 | 2,699,257 | 0 | 1,638,819 | 0 | 45,488 | O.K. |
| 32 | Info. Orig./Term. Eqpt. | 0 | 14 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 33 | C&W Facilities | 6,932,972 | 15 | 6,008,180 | 0 | 0 | 695,383 | 0 | 229,408 | O.K. |
| 34 | Equal Access Investment | 0 | L177 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 35 | | | | | | | | | | |
| 36 | Total | \$13,898,710 | | \$7,454,447 | \$3,276,857 | \$0 | \$2,833,686 | \$0 | \$333,720 | O.K. |
| 37 | Factor | 1.000000 | | 0.536341 | 0.235767 | 0.000000 | 0.203881 | 0.000000 | 0.024011 | O.K. |
| 38 | | | | | | | | | | |
| 39 | Sum: Com. Ln., Sw., Trans. | \$13,564,990 | 36 | \$7,454,447 | \$3,276,857 | \$0 | \$2,833,686 | \$0 | \$0 | O.K. |
| 40 | Factor | 1.000000 | | 0.549536 | 0.241567 | 0.000000 | 0.208897 | 0.000000 | 0.000000 | O.K. |
| 41 | | | | | | | | | | |
| 42 | COE Cat. 2 Factor | 1.000000 | Direct | 0.000000 | 0.000000 | 0.000000 | 1.000000 | 0.000000 | 0.000000 | O.K. |
| 43 | IOT Cat. 1 Factor | 1.000000 | Direct | 1.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 44 | | | | | | | | | | |
| 45 | Total TPIS | \$13,898,710 | K26 | \$7,454,447 | \$3,276,857 | \$0 | \$2,833,686 | \$0 | \$333,720 | O.K. |
| 46 | Factor | 1.000000 | | 0.536341 | 0.235767 | 0.000000 | 0.203881 | 0.000000 | 0.024011 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** Apportionment Factors | | Part 36 IntraLATA Total | Source | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|--|-------------|-------------------------------|-------------|----------------|--------------------|-------------|---------------------|---------------------------|----------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 60 Interstate Equiv. Factor | 0.000000 | Direct | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 61 Wtd. Std. Work Seconds | 1.000000 | Direct | 1.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 62 | | | | | | | | | | |
| 63 "BIG THREE" Expenses | \$810,484 | O171 | \$204,073 | \$124,653 | \$0 | \$311,212 | \$159,078 | \$11,468 | O.K. | |
| 64 Factor | 1.000000 | | 0.251792 | 0.153801 | 0.000000 | 0.383983 | 0.196275 | 0.014149 | O.K. | |
| 65 | | | | | | | | | | |
| 66 Net Investment | \$8,517,632 | J13 | \$4,632,843 | \$1,882,100 | \$0 | \$1,790,811 | \$0 | \$211,877 | O.K. | |
| 67 Factor | 1.000000 | | 0.543912 | 0.220965 | 0.000000 | 0.210248 | 0.000000 | 0.024875 | O.K. | |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** Operating Expenses and Taxes | Part 36 IntraLATA | Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|----------------------|-----------|----------------|--------------------|-------------|---------------------|---------------------------|---------|------|
| | Total | | | | | | | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 13 PLANT SPEC. OPER. EXPENSE: | | | | | | | | | |
| 14 | | | | | | | | | |
| 15 Network Support, Alloc. | \$1,996 | N37 | \$1,071 | \$471 | \$0 | \$407 | \$0 | \$48 | O.K. |
| 16 Network Support, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 17 | | | | | | | | | |
| 18 Total Network Support Exp. | \$1,996 | | \$1,071 | \$471 | \$0 | \$407 | \$0 | \$48 | O.K. |
| 19 | | | | | | | | | |
| 20 General Support, Alloc. | \$78,553 | N30 | \$14,398 | \$32,622 | \$0 | \$28,210 | \$0 | \$3,322 | O.K. |
| 21 General Support, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 22 | | | | | | | | | |
| 23 Total General Support Exp. | \$78,553 | | \$14,398 | \$32,622 | \$0 | \$28,210 | \$0 | \$3,322 | O.K. |
| 24 | | | | | | | | | |
| 25 Central Office Eq., Alloc. | \$121,572 | N31 | \$25,980 | \$58,863 | \$0 | \$35,738 | \$0 | \$992 | O.K. |
| 26 Central Office Eq., Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 27 | | | | | | | | | |
| 28 Total COE Exp. | \$121,572 | | \$25,980 | \$58,863 | \$0 | \$35,738 | \$0 | \$992 | O.K. |
| 29 | | | | | | | | | |
| 30 Cust. Premises Equip. | \$0 | L76 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 31 Other IOT | 0 | N43 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 32 IOT Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 33 | | | | | | | | | |
| 34 Total IOT Exp. | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 35 | | | | | | | | | |
| 36 Cable & Wire, Alloc. | \$115,092 | N33 | \$99,740 | \$0 | \$0 | \$11,544 | \$0 | \$3,808 | O.K. |
| 37 Cable & Wire, Direct | 207,038 | Direct | 0 | 0 | 0 | 207,038 | 0 | 0 | O.K. |
| 38 | | | | | | | | | |
| 39 Total C&WF Exp. | \$322,130 | | \$99,740 | \$0 | \$0 | \$218,582 | \$0 | \$3,808 | O.K. |
| 40 | | | | | | | | | |
| 41 TOTAL PLT. SPEC. OPER. EXP. | \$524,251 | | \$141,188 | \$91,956 | \$0 | \$282,937 | \$0 | \$8,171 | O.K. |
| 42 | | | | | | | | | |
| 43 TOTAL PLT. SPEC., ex SUPPORT | \$443,702 | | \$125,719 | \$58,863 | \$0 | \$254,320 | \$0 | \$4,800 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** Operating Expenses and Taxes | Part 36 IntraLATA Total | Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|-------------------------------|-----------|----------------|--------------------|-------------|---------------------|---------------------------|----------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 57 NON-SPECIFIC OPER. EXP.: | | | | | | | | | |
| 58 | | | | | | | | | |
| 59 Oth. Plt. and Equip., Alloc. | \$476 | N18 | \$274 | \$103 | \$0 | \$89 | \$0 | \$10 | O.K. |
| 60 Oth. Plt. and Equip., Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 61 | | | | | | | | | |
| 62 Total Oth. Plt. & Equip. | \$476 | | \$274 | \$103 | \$0 | \$89 | \$0 | \$10 | O.K. |
| 63 | | | | | | | | | |
| 64 Network Operations, Alloc. | \$59,477 | N18 | \$34,235 | \$12,835 | \$0 | \$11,099 | \$0 | \$1,307 | O.K. |
| 65 Network Operations, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 66 | | | | | | | | | |
| 67 Total Network Oper. Exp. | \$59,477 | | \$34,235 | \$12,835 | \$0 | \$11,099 | \$0 | \$1,307 | O.K. |
| 68 | | | | | | | | | |
| 69 Total Access Expenses | \$0 | Direct | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 70 | | | | | | | | | |
| 71 Depr., Support Assets | \$102,290 | L23 | \$18,749 | \$42,480 | \$0 | \$36,735 | \$0 | \$4,326 | O.K. |
| 72 Depr., COE Switching | 310,130 | L44 | 0 | 310,130 | 0 | 0 | 0 | 0 | O.K. |
| 73 Depr., COE Operator | 0 | L32 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 74 Depr., COE Transmission | 179,794 | L68 | 74,486 | 0 | 0 | 102,464 | 0 | 2,844 | O.K. |
| 75 Depr., IOT Equipment | 0 | L78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 76 Depr., C&W Facilities | 293,351 | L117 | 254,221 | 0 | 0 | 29,423 | 0 | 9,707 | O.K. |
| 77 Depr., PHFU | 0 | L147 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 78 | | | | | | | | | |
| 79 Total Depreciation Expense | \$885,565 | | \$347,456 | \$352,610 | \$0 | \$168,622 | \$0 | \$16,877 | O.K. |
| 80 | | | | | | | | | |
| 81 Amort., Tangible Assets | \$0 | L141 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 82 Amort., Intangible Assets | 0 | L144 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 83 Other Amortization | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 84 Direct Assigned Amort. | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 85 | | | | | | | | | |
| 86 Total Amortization Exp. | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 87 | | | | | | | | | |
| 88 Total Depr. and Amort. | \$885,565 | | \$347,456 | \$352,610 | \$0 | \$168,622 | \$0 | \$16,877 | O.K. |
| 89 | | | | | | | | | |
| 90 TOTAL NON-SPEC. OPER. EXP. | \$945,518 | | \$381,965 | \$365,548 | \$0 | \$179,811 | \$0 | \$18,195 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** Operating Expenses and Taxes | Part 36 IntraLATA | Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|----------------------|-----------|----------------|--------------------|-------------|---------------------|---------------------------|---------|------|
| | Total | | | | | | | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 104 CUSTOMER OPERATIONS EXPENSE: | | | | | | | | | |
| 105 | | | | | | | | | |
| 106 Marketing, Allocable | \$51,531 | N37 | \$27,638 | \$12,149 | \$0 | \$10,506 | \$0 | \$1,237 | O.K. |
| 107 Marketing, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 108 | | | | | | | | | |
| 109 Total Marketing Expense | \$51,531 | | \$27,638 | \$12,149 | \$0 | \$10,506 | \$0 | \$1,237 | O.K. |
| 110 | | | | | | | | | |
| 111 Operator Service, Alloc. | \$0 | N61 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 112 Operator Service, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 113 | | | | | | | | | |
| 114 Total Operator Service | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 115 | | | | | | | | | |
| 116 Classified Directory | \$0 | Direct | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 117 Alphabetical Directory | 0 | (F) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 118 Foreign Directory | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 119 | | | | | | | | | |
| 120 Total Directory | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 121 | | | | | | | | | |
| 122 Bus. Ofc., EU Presubscription | 0 | N40 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 123 Bus. Ofc., Reserved | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 124 Bus. Ofc., EU Access PL & All Other | 0 | (H) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 125 Bus. Ofc., EU Message | 125,901 | (H) | 0 | 0 | 0 | 0 | 125,901 | 0 | O.K. |
| 126 Bus. Ofc., EU Reserved | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 127 Bus. Ofc., IX Special Access | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 128 Bus. Ofc., IX Switched Access | 1,343 | N40 | 738 | 324 | 0 | 281 | 0 | 0 | O.K. |
| 129 Bus. Ofc., IX Billing and Collection | 0 | (H) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 130 Bus. Ofc., Coin Collection & Administr. | 0 | (D) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 131 Bus. Ofc., Reserved | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 132 | | | | | | | | | |
| 133 Total Business Office | \$127,244 | | \$738 | \$324 | \$0 | \$281 | \$125,901 | \$0 | O.K. |
| 134 | | | | | | | | | |
| 135 Cust. Serv., Msg. Process | \$17,923 | (H) | 0 | 0 | 0 | 0 | 17,923 | 0 | O.K. |
| 136 Cust. Serv., Other B&C | 9,472 | (H) | 0 | 0 | 0 | 0 | 9,472 | 0 | O.K. |
| 137 Cust. Serv., CABS | 14,328 | N21 | 0 | 7,286 | 0 | 6,301 | 0 | 742 | O.K. |
| 138 Cust. Serv., EU Common Line | 0 | (H) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 139 | | | | | | | | | |
| 140 Total Customer Service | \$41,723 | | \$0 | \$7,286 | \$0 | \$6,301 | \$27,395 | \$742 | O.K. |
| 141 | | | | | | | | | |
| 142 Total BO, CS, OS, Dir. | \$168,967 | | \$738 | \$7,610 | \$0 | \$6,581 | \$153,296 | \$742 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** Operating Expenses and Taxes | | Part 36 IntraLATA Total | Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|-----------|-------------------------------|-----------|----------------|--------------------|-------------|---------------------|---------------------------|-------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 158 Other Cust. Serv., Alloc. | \$0 | 142 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 159 Other Cust. Serv., Direct | 5,782 | Direct | 0 | 0 | 0 | 0 | 5,782 | 0 | 0 | O.K. |
| 160 | | | | | | | | | | |
| 161 Total Other Cust. Serv. | 5,782 | | \$0 | \$0 | \$0 | \$0 | \$5,782 | \$0 | \$0 | O.K. |
| 162 | | | | | | | | | | |
| 163 TOTAL CUSTOMER OPER. EXP. | 226,280 | | 28,376 | 19,760 | 0 | 17,087 | 159,078 | 1,979 | 0 | O.K. |
| 164 | | | | | | | | | | |
| 165 "BIG-THREE" EXPENSES: | | | | | | | | | | |
| 166 | | | | | | | | | | |
| 167 Total Plt. Specific Exp. | 524,251 | 41 | 141,188 | 91,956 | 0 | 282,937 | 0 | 8,171 | 0 | O.K. |
| 168 Total Plt Non-specific Exp. | 59,953 | 62 + 67 +69 | 34,509 | 12,938 | 0 | 11,188 | 0 | 1,318 | 0 | O.K. |
| 169 Total Customer Operations | 226,280 | 163 | 28,376 | 19,760 | 0 | 17,087 | 159,078 | 1,979 | 0 | O.K. |
| 170 | | | | | | | | | | |
| 171 TOTAL "BIG THREE" EXPENSES | 810,484 | | 204,073 | 124,653 | 0 | 311,212 | 159,078 | 11,468 | 0 | O.K. |
| 172 | | | | | | | | | | |
| 173 CORPORATE OPERATIONS EXPENSE: | | | | | | | | | | |
| 174 | | | | | | | | | | |
| 175 Exec. and Planning, Alloc. | 166,367 | N64 | 41,890 | 25,587 | 0 | 63,882 | 32,654 | 2,354 | 0 | O.K. |
| 176 Exec. and Planning, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 177 | | | | | | | | | | |
| 178 Total Exec. and Planning | 166,367 | | 41,890 | 25,587 | 0 | 63,882 | 32,654 | 2,354 | 0 | O.K. |
| 179 | | | | | | | | | | |
| 180 Admin. & General, Allocable | 226,835 | N64 | 57,115 | 34,887 | 0 | 87,101 | 44,522 | 3,210 | 0 | O.K. |
| 181 Admin. & General, Direct | 40,000 | Direct | 13,334 | 13,333 | 0 | 13,333 | 0 | 0 | 0 | O.K. |
| 182 | | | | | | | | | | |
| 183 Total Admin. and Gen. | 266,835 | | 70,449 | 48,220 | 0 | 100,434 | 44,522 | 3,210 | 0 | O.K. |
| 184 | | | | | | | | | | |
| 185 TOTAL CORPORATE OPERATIONS | 433,203 | | 112,339 | 73,808 | 0 | 164,316 | 77,176 | 5,564 | 0 | O.K. |
| 186 | | | | | | | | | | |
| 187 NON-INCOME TAXES: | | | | | | | | | | |
| 188 | | | | | | | | | | |
| 189 Non-income Taxes, Allocable | 2,360 | N37 | 1,266 | 556 | 0 | 481 | 0 | 57 | 0 | O.K. |
| 190 Non-income Taxes, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 191 | | | | | | | | | | |
| 192 | | | | | | | | | | |
| 193 Total Non-income Taxes | 2,360 | | 1,266 | 556 | 0 | 481 | 0 | 57 | 0 | O.K. |
| 194 | | | | | | | | | | |
| 195 TOTAL OPER. EXP. AND TAXES | 2,131,611 | | 665,134 | 551,627 | 0 | 644,632 | 236,254 | 33,965 | 0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** InterLATA Revenue Requirement Summary | | Part 36 InterLATA Total | Source | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|------------------------------|-------------------------------|-------------|----------------|--------------------|-------------|---------------------|---------------------------|--------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 13 | Net Investment | \$1,848,192 | Q52 | \$1,030,882 | \$420,433 | \$0 | \$396,878 | \$0 | \$0 | O.K. |
| 14 | Rate of Return | 10.00% | B19 | 10.00% | 10.00% | 10.00% | 10.00% | 10.00% | 10.00% | O.K. |
| 15 | | | | | | | | | | |
| 16 | Return on Rate Base | \$184,819 | | \$103,088 | \$42,043 | \$0 | \$39,688 | \$0 | \$0 | O.K. |
| 17 | | | | | | | | | | |
| 18 | AFUDC | (\$3,878) | T37 | (2,022) | (892) | 0 | (765) | 0 | 0 | O.K. |
| 19 | ITC Amortization | 0 | T37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 20 | Other Return Adjustments | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 21 | | | | | | | | | | |
| 22 | Net Return | \$181,141 | | \$101,067 | \$41,152 | \$0 | \$38,923 | \$0 | \$0 | O.K. |
| 23 | | | | | | | | | | |
| 24 | Interest Expense | \$0 | T67 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 25 | Capitalized Payroll Taxes | 0 | T37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 26 | Depreciation Adjustment | 0 | T37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 27 | Other Income Adjustments | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 28 | | | | | | | | | | |
| 29 | After Tax Income | \$181,141 | | \$101,067 | \$41,152 | \$0 | \$38,923 | \$0 | \$0 | O.K. |
| 30 | | | | | | | | | | |
| 31 | State Income Taxes | \$0 | 29 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 32 | Federal Income Taxes | 0 | 29 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 33 | Operating Expenses and Taxes | 383,546 | U195 | 135,979 | 113,862 | 0 | 133,091 | 614 | 0 | O.K. |
| 34 | Uncollectibles | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 35 | Other Revenue Adjustments | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 36 | | | | | | | | | | |
| 37 | Basis for Gross Receipts Tax | 568,365 | 16+31+32+33 | 239,067 | 155,905 | 0 | 172,779 | 614 | 0 | O.K. |
| 38 | | | | | | | | | | |
| 39 | | | | | | | | | | |
| 40 | Gross Receipts Tax | 23,529 | 37 | 9,897 | 6,454 | 0 | 7,153 | 25 | 0 | O.K. |
| 41 | | | | | | | | | | |
| 42 | | | | | | | | | | |
| 43 | TOTAL REVENUE REQUIREMENT | \$588,216 | | \$246,943 | \$161,468 | \$0 | \$179,167 | \$639 | \$0 | O.K. |
| 44 | | | | | | | | | | |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** InterLATA Investment Summary | | Part 36 InterLATA Total | Source | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|--|-------------|-------------------------------|-------------|----------------|--------------------|-------------|---------------------|---------------------------|-------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 13 Land and Support Assets | \$302,528 | R25 | \$58,066 | \$131,560 | \$0 | \$112,901 | \$0 | \$0 | \$0 | O.K. |
| 14 | | | | | | | | | | |
| 15 Central Office Equipment | \$1,230,189 | R70 | \$265,343 | \$601,193 | \$0 | \$363,652 | \$0 | \$0 | \$0 | O.K. |
| 16 Info. Term./Orig. Equipment | 0 | R78 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 17 Cable and Wire Facilities | 1,490,459 | R117 | 1,338,184 | 0 | 0 | 152,275 | 0 | 0 | 0 | O.K. |
| 18 | | | | | | | | | | |
| 19 Total COE, IOT, C&WF | \$2,720,648 | | \$1,603,528 | \$601,193 | \$0 | \$515,927 | \$0 | \$0 | \$0 | O.K. |
| 20 | | | | | | | | | | |
| 21 Total Tangible Assets | \$0 | R141 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 22 | | | | | | | | | | |
| 23 Total Tele. Plt. ex Intang. | \$3,023,176 | | \$1,661,593 | \$732,754 | \$0 | \$628,829 | \$0 | \$0 | \$0 | O.K. |
| 24 Total Intangible Assets | 0 | R144 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 25 | | | | | | | | | | |
| 26 Total Plant In Service | \$3,023,176 | | \$1,661,593 | \$732,754 | \$0 | \$628,829 | \$0 | \$0 | \$0 | O.K. |
| 27 Total Plt. Held Future Use | 0 | R147 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 28 Total ST PUC | 0 | R163 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 29 Total LT PUC | 384,067 | R164 | 211,090 | 93,090 | 0 | 79,887 | 0 | 0 | 0 | O.K. |
| 30 Total Tel. Plt. Adjust. | 0 | R169 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 31 | | | | | | | | | | |
| 32 TOTAL TELEPHONE PLANT | \$3,407,243 | | \$1,872,684 | \$825,844 | \$0 | \$708,716 | \$0 | \$0 | \$0 | O.K. |
| 33 | | | | | | | | | | |
| 34 less: | | | | | | | | | | |
| 35 Accum. Depr., Plt. In Serv. | 1,557,222 | S23 | 840,788 | 404,972 | 0 | 311,462 | 0 | 0 | 0 | O.K. |
| 36 Accum. Depr. PHFU | 0 | S27 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 37 Accum. Amort. Tangible Plt. | 0 | S28 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 38 Accum. Amort. Intangibles | 0 | S29 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 39 Accum. Amort. Other | 0 | S30 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 40 Accum. Def. Inc. Taxes, Net | 18,925 | S47 | 10,410 | 4,583 | 0 | 3,933 | 0 | 0 | 0 | O.K. |
| 41 | | | | | | | | | | |
| 42 plus: | | | | | | | | | | |
| 43 Other Assets | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 44 | | | | | | | | | | |
| 45 NET TELEPHONE PLANT | \$1,831,096 | | \$1,021,485 | \$416,289 | \$0 | \$393,321 | \$0 | \$0 | \$0 | O.K. |
| 46 plus: | | | | | | | | | | |
| 47 Class B RTB Stock | 0 | R171 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 48 Materials and Supplies | 9,316 | R173 | 5,120 | 2,258 | 0 | 1,938 | 0 | 0 | 0 | O.K. |
| 49 Cash Working Capital | 7,780 | R175 | 4,276 | 1,886 | 0 | 1,618 | 0 | 0 | 0 | O.K. |
| 50 Equal Access Investment | 0 | R177 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 51 | | | | | | | | | | |
| 52 NET INVESTMENT | \$1,848,192 | | \$1,030,882 | \$420,433 | \$0 | \$396,878 | \$0 | \$0 | \$0 | O.K. |
| 53 | | | | | | | | | | |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** InterLATA Investment Detail | Part 36 InterLATA Total | Source or Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|-------------------------------|------------------------|----------------|--------------------|-------------|---------------------|---------------------------|-------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 13 LAND AND SUPPORT ASSETS: | | | | | | | | | |
| 14 | | | | | | | | | |
| 15 Land Assets, Message | \$3,780 | T28 | \$726 | \$1,644 | \$0 | \$1,411 | \$0 | \$0 | O.K. |
| 16 Land Assets, Private Line | 0 | T28 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 17 | | | | | | | | | |
| 18 Total Land Assets | \$3,780 | | \$726 | \$1,644 | \$0 | \$1,411 | \$0 | \$0 | O.K. |
| 19 | | | | | | | | | |
| 20 Support Assets, Message | 298,747 | T28 | \$57,340 | \$129,917 | \$0 | \$111,491 | \$0 | \$0 | O.K. |
| 21 Support Assets, Private Line | 0 | T28 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 22 | | | | | | | | | |
| 23 Total Support Assets | \$298,747 | | \$57,340 | \$129,917 | \$0 | \$111,491 | \$0 | \$0 | O.K. |
| 24 | | | | | | | | | |
| 25 Total Land and Supp. Assets | \$302,528 | | \$58,066 | \$131,560 | \$0 | \$112,901 | \$0 | \$0 | O.K. |
| 26 | | | | | | | | | |
| 27 CENTRAL OFFICE EQUIPMENT: | | | | | | | | | |
| 28 | | | | | | | | | |
| 29 Operator Sys., DA | \$0 | (F) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 30 Operator Sys., Other | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 31 | | | | | | | | | |
| 32 Total Operator Systems | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 33 | | | | | | | | | |
| 34 Tandem Switching | \$0 | (G) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 35 Tandem Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 36 | | | | | | | | | |
| 37 Total Tandem Switching | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 38 | | | | | | | | | |
| 39 Local Switching | \$601,193 | (E) | \$0 | \$601,193 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 40 Local Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 41 | | | | | | | | | |
| 42 Total Local Switching | \$601,193 | | \$0 | \$601,193 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 43 | | | | | | | | | |
| 44 Total Switching | \$601,193 | | \$0 | \$601,193 | \$0 | \$0 | \$0 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** InterLATA Investment Detail | | Part 36 InterLATA Total | Source or Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|-----------------------------|-------------------------------|------------------------|----------------|--------------------|-------------|---------------------|---------------------------|-------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 58 | COE Exch. Trunk | \$0 | Direct | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 59 | COE Exch. Line - Message | 265,343 | (D) | 265,343 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 60 | COE Exch. Line - PL etc. | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 61 | COE Exch. Line - Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 62 | COE Interexchange, Message | 289,936 | (G) | 0 | 0 | 0 | 289,936 | 0 | 0 | O.K. |
| 63 | COE Interexchange, PL | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 64 | COE Interexchange, Assigned | 0 | (G) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 65 | COE H/R Message | 73,716 | (G) | 0 | 0 | 0 | 73,716 | 0 | 0 | O.K. |
| 66 | COE H/R Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 67 | | | | | | | | | | |
| 68 | Total COE Transmission | \$628,995 | | \$265,343 | \$0 | \$0 | \$363,652 | \$0 | \$0 | O.K. |
| 69 | | | | | | | | | | |
| 70 | Total Central Office Equip. | \$1,230,189 | | \$265,343 | \$601,193 | \$0 | \$363,652 | \$0 | \$0 | O.K. |
| 71 | | | | | | | | | | |
| 72 | IOT EQUIPMENT: | | | | | | | | | |
| 73 | | | | | | | | | | |
| 74 | Public Telephone | \$0 | T43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 75 | Coinless Pay Phone | 0 | (D) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 76 | Customer Premises Equipment | 0 | T60 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 77 | | | | | | | | | | |
| 78 | Total IOT Equipment | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 79 | | | | | | | | | | |
| 80 | CABLE AND WIRE FACILITIES: | | | | | | | | | |
| 81 | | | | | | | | | | |
| 82 | Exchange PL and WATS | \$0 | (I) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 83 | Exchange Message | 1,338,184 | (D) | 1,338,184 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 84 | Exchange Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 85 | | | | | | | | | | |
| 86 | Total Exchange Line C&WF | \$1,338,184 | | \$1,338,184 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 87 | | | | | | | | | | |
| 88 | Exchange Trunk, Message | \$0 | Direct | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 89 | Exchange Trunk, PL | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 90 | | | | | | | | | | |
| 91 | Total Exchange Trunk C&WF | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 92 | | | | | | | | | | |
| 93 | Interexchange Message | \$45,508 | (G) | \$0 | \$0 | \$0 | \$45,508 | \$0 | \$0 | O.K. |
| 94 | Interexchange PL, WATS | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 95 | Interexchange Assigned | 0 | (G) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 96 | | | | | | | | | | |
| 97 | Total Interexchange C&WF | \$45,508 | | \$0 | \$0 | \$0 | \$45,508 | \$0 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** InterLATA Investment Detail | | Part 36 InterLATA Total | Source or Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|-------------|-------------------------------|------------------------|----------------|--------------------|-------------|---------------------|---------------------------|-------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 111 H/R C&WF, Message | \$106,767 | (G) | \$0 | \$0 | \$0 | \$106,767 | \$0 | \$0 | \$0 | O.K. |
| 112 H/R C&WF, WATS | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 113 H/R C&WF, Assigned | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 114 | | | | | | | | | | |
| 115 Total Host/Remote C&WF | \$106,767 | | \$0 | \$0 | \$0 | \$106,767 | \$0 | \$0 | \$0 | O.K. |
| 116 | | | | | | | | | | |
| 117 Total Cable and Wire Facil. | \$1,490,459 | | \$1,338,184 | \$0 | \$0 | \$152,275 | \$0 | \$0 | \$0 | O.K. |
| 118 | | | | | | | | | | |
| 119 TANGIBLE ASSETS: | | | | | | | | | | |
| 120 | | | | | | | | | | |
| 121 Land and Support Leases | \$0 | T28 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 122 | | | | | | | | | | |
| 123 COE Operator Leases | \$0 | 32 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 124 COE Tandem Switching Leases | 0 | 34 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 125 COE Local Switching Leases | 0 | 39 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 126 COE Transmission Leases | 0 | 68 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 127 | | | | | | | | | | |
| 128 Total COE Leases | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 129 | | | | | | | | | | |
| 130 IOT Equipment Leases | \$0 | 78 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 131 | | | | | | | | | | |
| 132 C&WF Leases | \$0 | 117 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 133 | | | | | | | | | | |
| 134 Total Capital Leases | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 135 | | | | | | | | | | |
| 136 Leasehold Impr., Alloc. | \$0 | T37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 137 Leasehold Impr., Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 138 | | | | | | | | | | |
| 139 Total Leasehold Improvementsa | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 140 | | | | | | | | | | |
| 141 Total Tangible Assets | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 142 | | | | | | | | | | |
| 143 | | | | | | | | | | |
| 144 TOTAL INTANGIBLE ASSETS | \$0 | T37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 145 | | | | | | | | | | |
| 146 | | | | | | | | | | |
| 147 PROPERTY HELD FOR FUTURE US | \$0 | T46 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** InterLATA Investment Detail | | Part 36 InterLATA Total | Source or Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|----------------------------|-------------------------------|------------------------|----------------|--------------------|-------------|---------------------|---------------------------|-------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 161 | PLANT UNDER CONSTRUCTION: | | | | | | | | | |
| 162 | | | | | | | | | | |
| 163 | Short-term | \$0 | T46 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 164 | Long-term | 384,067 | T46 | 211,090 | 93,090 | 0 | 79,887 | 0 | 0 | O.K. |
| 165 | | | | | | | | | | |
| 166 | Total Plt. Under Const. | \$384,067 | | \$211,090 | \$93,090 | \$0 | \$79,887 | \$0 | \$0 | O.K. |
| 167 | | | | | | | | | | |
| 168 | | | | | | | | | | |
| 169 | TELEPHONE PLANT ADJUSTMENT | \$0 | T46 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 170 | | | | | | | | | | |
| 171 | CLASS B RTB STOCK | \$0 | T37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 172 | | | | | | | | | | |
| 173 | MATERIALS AND SUPPLIES | \$9,316 | T37 | \$5,120 | \$2,258 | \$0 | \$1,938 | \$0 | \$0 | O.K. |
| 174 | | | | | | | | | | |
| 175 | CASH WORKING CAPITAL | \$7,780 | T37 | \$4,276 | \$1,886 | \$0 | \$1,618 | \$0 | \$0 | O.K. |
| 176 | | | | | | | | | | |
| 177 | EQUAL ACCESS INVESTMENT | \$0 | Direct | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** | | | | | | | | | |
|-------------------------|-------------------------------|------------------------|----------------|--------------------|-------------|---------------------|---------------------------|-------|------|
| InterLATA | | | | | | | | | |
| Reserves and Deferrals | | | | | | | | | |
| (A) | Part 36 InterLATA Total | Source or Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 13 | ACCUM. DEPRECIATION, TPIS: | | | | | | | | |
| 14 | | | | | | | | | |
| 15 | Support Assets | T28 | \$24,099 | \$54,601 | \$0 | \$46,857 | \$0 | \$0 | O.K. |
| 16 | COE Switching | R44 | 0 | 350,371 | 0 | 0 | 0 | 0 | O.K. |
| 17 | COE Operator | R32 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 18 | COE Transmission | R68 | 136,605 | 0 | 0 | 187,216 | 0 | 0 | O.K. |
| 19 | IOT Equipment | R78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 20 | Cable and Wire Facilities | R117 | 680,085 | 0 | 0 | 77,388 | 0 | 0 | O.K. |
| 21 | Other Plant | T37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 22 | | | | | | | | | |
| 23 | Total Accum. Depr., TPIS | | \$840,788 | \$404,972 | \$0 | \$311,462 | \$0 | \$0 | O.K. |
| 24 | | | | | | | | | |
| 25 | ACCUM. AMORTIZATION: | | | | | | | | |
| 26 | | | | | | | | | |
| 27 | Accum. Depreciation, PHFU | T37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 28 | Accum. Amort., Tangible Inv. | T37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 29 | Accum. Amort., Intang. Inv. | T37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 30 | Accum. Amort., Other | T37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 31 | | | | | | | | | |
| 32 | Tot. Accum. Amortization | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 33 | | | | | | | | | |
| 34 | Total Accum. Depr./Amort. | | \$840,788 | \$404,972 | \$0 | \$311,462 | \$0 | \$0 | O.K. |
| 35 | | | | | | | | | |
| 36 | | | | | | | | | |
| 37 | ACCUM. DEF. INC. TAXES, NET: | | | | | | | | |
| 38 | | | | | | | | | |
| 39 | Support Assets | T28 | \$359 | \$814 | \$0 | \$699 | \$0 | \$0 | O.K. |
| 40 | COE Switching | R44 | 0 | 3,768 | 0 | 0 | 0 | 0 | O.K. |
| 41 | COE Operator | R32 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 42 | COE Transmission | R68 | 1,663 | 0 | 0 | 2,279 | 0 | 0 | O.K. |
| 43 | IOT Equipment | R78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 44 | Cable and Wire Fac. | R117 | 8,388 | 0 | 0 | 954 | 0 | 0 | O.K. |
| 45 | Unclassified | T37 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 46 | | | | | | | | | |
| 47 | Total Accum. Def. Inc. Taxes | | \$10,410 | \$4,583 | \$0 | \$3,933 | \$0 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** Apportionment Factors | | Part 36 InterLATA Total | Source | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|--|----------------------------|-------------------------------|---------|----------------|--------------------|-------------|---------------------|---------------------------|----------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 13 | Central Office Equipment | \$1,230,189 | R70 | \$265,343 | \$601,193 | \$0 | \$363,652 | \$0 | \$0 | O.K. |
| 14 | Info. Orig./Term. Eqpt. | 0 | R78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 15 | C&W Facilities | 1,490,459 | R117 | 1,338,184 | 0 | 0 | 152,275 | 0 | 0 | O.K. |
| 16 | | | | | | | | | | |
| 17 | Total | \$2,720,648 | | \$1,603,528 | \$601,193 | \$0 | \$515,927 | \$0 | \$0 | O.K. |
| 18 | Factor | 1.000000 | | 0.589392 | 0.220974 | 0.000000 | 0.189634 | 0.000000 | 0.000000 | O.K. |
| 19 | | | | | | | | | | |
| 20 | Sum: Sw., Trans., Other | \$1,117,121 | 17 | \$0 | \$601,193 | \$0 | \$515,927 | \$0 | \$0 | O.K. |
| 21 | Factor | 1.000000 | | 0.000000 | 0.538163 | 0.000000 | 0.461837 | 0.000000 | 0.000000 | O.K. |
| 22 | | | | | | | | | | |
| 23 | Central Office Equipment | \$1,230,189 | R70 | \$265,343 | \$601,193 | \$0 | \$363,652 | \$0 | \$0 | O.K. |
| 24 | Info. Orig./Term. Eqpt. | 0 | R78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 25 | C&WF, Excl. Exch. Message | 152,275 | R117-83 | 0 | 0 | 0 | 152,275 | 0 | 0 | O.K. |
| 26 | | | | | | | | | | |
| 27 | Total | \$1,382,464 | | \$265,343 | \$601,193 | \$0 | \$515,927 | \$0 | \$0 | O.K. |
| 28 | Factor | 1.000000 | | 0.191935 | 0.434871 | 0.000000 | 0.373194 | 0.000000 | 0.000000 | O.K. |
| 29 | | | | | | | | | | |
| 30 | General Support Facilities | \$302,528 | R25 | \$58,066 | \$131,560 | \$0 | \$112,901 | \$0 | \$0 | O.K. |
| 31 | Central Office Equipment | 1,230,189 | 13 | 265,343 | 601,193 | 0 | 363,652 | 0 | 0 | O.K. |
| 32 | Info. Orig./Term. Eqpt. | 0 | 14 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 33 | C&W Facilities | 1,490,459 | 15 | 1,338,184 | 0 | 0 | 152,275 | 0 | 0 | O.K. |
| 34 | Equal Access Investment | 0 | R177 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 35 | | | | | | | | | | |
| 36 | Total | \$3,023,176 | | \$1,661,593 | \$732,754 | \$0 | \$628,829 | \$0 | \$0 | O.K. |
| 37 | Factor | 1.000000 | | 0.549618 | 0.242379 | 0.000000 | 0.208003 | 0.000000 | 0.000000 | O.K. |
| 38 | | | | | | | | | | |
| 39 | Sum: Com. Ln., Sw., Trans. | \$3,023,176 | 36 | \$1,661,593 | \$732,754 | \$0 | \$628,829 | \$0 | \$0 | O.K. |
| 40 | Factor | 1.000000 | | 0.549618 | 0.242379 | 0.000000 | 0.208003 | 0.000000 | 0.000000 | O.K. |
| 41 | | | | | | | | | | |
| 42 | COE Cat. 2 Factor | 1.000000 | Direct | 0.000000 | 0.000000 | 0.000000 | 1.000000 | 0.000000 | 0.000000 | O.K. |
| 43 | IOT Cat. 1 Factor | 1.000000 | Direct | 1.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 44 | | | | | | | | | | |
| 45 | Total TPIS | \$3,023,176 | Q26 | \$1,661,593 | \$732,754 | \$0 | \$628,829 | \$0 | \$0 | O.K. |
| 46 | Factor | 1.000000 | | 0.549618 | 0.242379 | 0.000000 | 0.208003 | 0.000000 | 0.000000 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** Apportionment Factors | | Part 36 InterLATA Total | Source | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|--|-----------|-------------------------------|-----------|----------------|--------------------|-------------|---------------------|---------------------------|----------|------|
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 60 Interstate Equiv. Factor | 0.000000 | Direct | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 61 Wtd. Std. Work Seconds | 1.000000 | Direct | 1.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | O.K. |
| 62 | | | | | | | | | | |
| 63 "BIG THREE" Expenses | \$129,183 | U171 | \$39,723 | \$23,875 | \$0 | \$65,167 | \$419 | \$0 | \$0 | O.K. |
| 64 Factor | 1.000000 | | 0.307496 | 0.184813 | 0.000000 | 0.504450 | 0.003243 | 0.000000 | | (0) |
| 65 | | | | | | | | | | |
| 66 Net Investment | 1,848,192 | P13 | 1,030,882 | 420,433 | 0 | 396,878 | 0 | 0 | 0 | O.K. |
| 67 Factor | 1.000000 | | 0.557778 | 0.227483 | 0.000000 | 0.214738 | 0.000000 | 0.000000 | 0.000000 | O.K. |

Interstate Telecommunications Cooperative

| | Part 36 InterLATA | | | | | | | | |
|---------------------------------|---|-----------|-----------|-------------|-----------------|-------------|------------------|------------------------|----------|
| | ***** FCC PART 69 ***** Operating Expenses and Taxes | Total | Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | |
| | (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) |
| 13 PLANT SPEC. OPER. EXPENSE: | | | | | | | | | |
| 14 | | | | | | | | | |
| 15 Network Support, Alloc. | | \$434 | T37 | \$239 | \$105 | \$0 | \$90 | \$0 | \$0 O.K. |
| 16 Network Support, Direct | | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 O.K. |
| 17 | | | | | | | | | |
| 18 Total Network Support Exp. | | \$434 | | \$239 | \$105 | \$0 | \$90 | \$0 | \$0 O.K. |
| 19 | | | | | | | | | |
| 20 General Support, Alloc. | | \$17,086 | T30 | \$3,279 | \$7,430 | \$0 | \$6,377 | \$0 | \$0 O.K. |
| 21 General Support, Direct | | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 O.K. |
| 22 | | | | | | | | | |
| 23 Total General Support Exp. | | \$17,086 | | \$3,279 | \$7,430 | \$0 | \$6,377 | \$0 | \$0 O.K. |
| 24 | | | | | | | | | |
| 25 Central Office Eq., Alloc. | | \$26,827 | T31 | \$5,786 | \$13,110 | \$0 | \$7,930 | \$0 | \$0 O.K. |
| 26 Central Office Eq., Direct | | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 O.K. |
| 27 | | | | | | | | | |
| 28 Total COE Exp. | | \$26,827 | | \$5,786 | \$13,110 | \$0 | \$7,930 | \$0 | \$0 O.K. |
| 29 | | | | | | | | | |
| 30 Cust. Premises Equip. | | \$0 | R76 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 O.K. |
| 31 Other IOT | | 0 | T43 | 0 | 0 | 0 | 0 | 0 | 0 O.K. |
| 32 IOT Direct | | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 O.K. |
| 33 | | | | | | | | | |
| 34 Total IOT Exp. | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 O.K. |
| 35 | | | | | | | | | |
| 36 Cable & Wire, Alloc. | | \$24,743 | T33 | \$22,215 | \$0 | \$0 | \$2,528 | \$0 | \$0 O.K. |
| 37 Cable & Wire, Direct | | 45,471 | Direct | 0 | 0 | 0 | 45,471 | 0 | 0 O.K. |
| 38 | | | | | | | | | |
| 39 Total C&WF Exp. | | \$70,214 | | \$22,215 | \$0 | \$0 | \$47,999 | \$0 | \$0 O.K. |
| 40 | | | | | | | | | |
| 41 TOTAL PLT. SPEC. OPER. EXP. | | \$114,561 | | \$31,519 | \$20,646 | \$0 | \$62,396 | \$0 | \$0 O.K. |
| 42 | | | | | | | | | |
| 43 TOTAL PLT. SPEC., ex SUPPORT | | \$97,040 | | \$28,001 | \$13,110 | \$0 | \$55,929 | \$0 | \$0 O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** Operating Expenses and Taxes | Part 36 InterLATA | Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|----------------------|-----------|----------------|--------------------|-------------|---------------------|---------------------------|-------|------|
| | Total | | | | | | | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 57 NON-SPECIFIC OPER. EXP.: | | | | | | | | | |
| 58 | | | | | | | | | |
| 59 Oth. Plt. and Equip., Alloc. | \$104 | T18 | \$61 | \$23 | \$0 | \$20 | \$0 | \$0 | O.K. |
| 60 Oth. Plt. and Equip., Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 61 | | | | | | | | | |
| 62 Total Oth. Plt. & Equip. | \$104 | | \$61 | \$23 | \$0 | \$20 | \$0 | \$0 | O.K. |
| 63 | | | | | | | | | |
| 64 Network Operations, Alloc. | \$12,937 | T18 | \$7,625 | \$2,859 | \$0 | \$2,453 | \$0 | \$0 | O.K. |
| 65 Network Operations, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 66 | | | | | | | | | |
| 67 Total Network Oper. Exp. | \$12,937 | | \$7,625 | \$2,859 | \$0 | \$2,453 | \$0 | \$0 | O.K. |
| 68 | | | | | | | | | |
| 69 Total Access Expenses | \$0 | Direct | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 70 | | | | | | | | | |
| 71 Depr., Support Assets | \$22,250 | R23 | \$4,270 | \$9,676 | \$0 | \$8,303 | \$0 | \$0 | O.K. |
| 72 Depr., COE Switching | 69,074 | R44 | 0 | 69,074 | 0 | 0 | 0 | 0 | O.K. |
| 73 Depr., COE Operator | 0 | R32 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 74 Depr., COE Transmission | 39,327 | R68 | 16,590 | 0 | 0 | 22,737 | 0 | 0 | O.K. |
| 75 Depr., IOT Equipment | 0 | R78 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 76 Depr., C&W Facilities | 63,065 | R117 | 56,622 | 0 | 0 | 6,443 | 0 | 0 | O.K. |
| 77 Depr., PHFU | 0 | R147 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 78 | | | | | | | | | |
| 79 Total Depreciation Expense | \$193,715 | | \$77,482 | \$78,749 | \$0 | \$37,483 | \$0 | \$0 | O.K. |
| 80 | | | | | | | | | |
| 81 Amort., Tangible Assets | \$0 | R141 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 82 Amort., Intangible Assets | 0 | R144 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 83 Other Amortization | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 84 Direct Assigned Amort. | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 85 | | | | | | | | | |
| 86 Total Amortization Exp. | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 87 | | | | | | | | | |
| 88 Total Depr. and Amort. | \$193,715 | | \$77,482 | \$78,749 | \$0 | \$37,483 | \$0 | \$0 | O.K. |
| 89 | | | | | | | | | |
| 90 TOTAL NON-SPEC. OPER. EXP. | \$206,756 | | \$85,168 | \$81,631 | \$0 | \$39,956 | \$0 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| ***** FCC PART 69 ***** Operating Expenses and Taxes | Part 36 InterLATA | Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | Other | |
|---|----------------------|-----------|----------------|--------------------|-------------|---------------------|---------------------------|-------|------|
| | Total | | | | | | | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| 104 CUSTOMER OPERATIONS EXPENSE: | | | | | | | | | |
| 105 | | | | | | | | | |
| 106 Marketing, Allocable | \$943 | T37 | \$518 | \$229 | \$0 | \$196 | \$0 | \$0 | O.K. |
| 107 Marketing, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 108 | | | | | | | | | |
| 109 Total Marketing Expense | \$943 | | \$518 | \$229 | \$0 | \$196 | \$0 | \$0 | O.K. |
| 110 | | | | | | | | | |
| 111 Operator Service, Alloc. | \$0 | T61 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 112 Operator Service, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 113 | | | | | | | | | |
| 114 Total Operator Service | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 115 | | | | | | | | | |
| 116 Classified Directory | \$0 | Direct | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 117 Alphabetical Directory | 0 | (F) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 118 Foreign Directory | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 119 | | | | | | | | | |
| 120 Total Directory | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 121 | | | | | | | | | |
| 122 Bus. Ofc., EU Presubscription | 0 | T40 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 123 Bus. Ofc., Reserved | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 124 Bus. Ofc., EU Access PL & All Other | 0 | (H) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 125 Bus. Ofc., EU Message | 0 | (H) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 126 Bus. Ofc., EU Reserved | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 127 Bus. Ofc., IX Special Access | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 128 Bus. Ofc., IX Switched Access | 0 | T40 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 129 Bus. Ofc., IX Billing and Collection | 0 | (H) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 130 Bus. Ofc., Coin Collection & Administr. | 0 | (D) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 131 Bus. Ofc., Reserved | 0 | (I) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 132 | | | | | | | | | |
| 133 Total Business Office | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 134 | | | | | | | | | |
| 135 Cust. Serv., Msg. Process | \$274 | (H) | 0 | 0 | 0 | 0 | 274 | 0 | O.K. |
| 136 Cust. Serv., Other B&C | 145 | (H) | 0 | 0 | 0 | 0 | 145 | 0 | O.K. |
| 137 Cust. Serv., CABS | 220 | T21 | 0 | 118 | 0 | 102 | 0 | 0 | O.K. |
| 138 Cust. Serv., EU Common Line | 0 | (H) | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 139 | | | | | | | | | |
| 140 Total Customer Service | \$639 | | \$0 | \$118 | \$0 | \$102 | \$419 | \$0 | O.K. |
| 141 | | | | | | | | | |
| 142 Total BO, CS, OS, Dir. | \$639 | | \$0 | \$118 | \$0 | \$102 | \$419 | \$0 | O.K. |

Interstate Telecommunications Cooperative

| | Interstate Telecommunications Cooperative | | | | | | | | | | |
|-----|---|-------------------------------|-------------|----------------|--------------------|-------------|---------------------|---------------------------|-----|-------|------|
| | ***** FCC PART 69 ***** Operating Expenses and Taxes | Part 36 InterLATA Total | Apportion | Common Line | Local Switching | Information | Common Transport | Billing and Collection | | Other | |
| | (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | | (I) | |
| 158 | Other Cust. Serv., Alloc. | \$0 | 142 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 159 | Other Cust. Serv., Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 160 | | | | | | | | | | | |
| 161 | Total Other Cust. Serv. | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | O.K. |
| 162 | | | | | | | | | | | |
| 163 | TOTAL CUSTOMER OPER. EXP. | \$1,582 | | \$518 | \$347 | \$0 | \$298 | \$419 | \$0 | \$0 | O.K. |
| 164 | | | | | | | | | | | |
| 165 | "BIG-THREE" EXPENSES: | | | | | | | | | | |
| 166 | | | | | | | | | | | |
| 167 | Total Plt. Specific Exp. | \$114,561 | 41 | \$31,519 | \$20,646 | \$0 | \$62,396 | \$0 | \$0 | \$0 | O.K. |
| 168 | Total Plt Non-specific Exp. | 13,041 | 62 + 67 +69 | 7,686 | 2,882 | 0 | 2,473 | 0 | 0 | 0 | O.K. |
| 169 | Total Customer Operations | 1,582 | 163 | 518 | 347 | 0 | 298 | 419 | 0 | 0 | O.K. |
| 170 | | | | | | | | | | | |
| 171 | TOTAL "BIG THREE" EXPENSES | \$129,183 | | \$39,723 | \$23,875 | \$0 | \$65,167 | \$419 | \$0 | \$0 | O.K. |
| 172 | | | | | | | | | | | |
| 173 | CORPORATE OPERATIONS EXPENSE: | | | | | | | | | | |
| 174 | | | | | | | | | | | |
| 175 | Exec. and Planning, Alloc. | \$25,443 | T64 | \$7,824 | \$4,702 | \$0 | \$12,835 | \$83 | \$0 | \$0 | O.K. |
| 176 | Exec. and Planning, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 177 | | | | | | | | | | | |
| 178 | Total Exec. and Planning | \$25,443 | | \$7,824 | \$4,702 | \$0 | \$12,835 | \$83 | \$0 | \$0 | O.K. |
| 179 | | | | | | | | | | | |
| 180 | Admin. & General, Allocable | \$34,691 | T64 | \$10,667 | \$6,411 | \$0 | \$17,500 | \$113 | \$0 | \$0 | O.K. |
| 181 | Admin. & General, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 182 | | | | | | | | | | | |
| 183 | Total Admin. and Gen. | \$34,691 | | \$10,667 | \$6,411 | \$0 | \$17,500 | \$113 | \$0 | \$0 | O.K. |
| 184 | | | | | | | | | | | |
| 185 | TOTAL CORPORATE OPERATIONS | \$60,134 | | \$18,491 | \$11,114 | \$0 | \$30,335 | \$195 | \$0 | \$0 | O.K. |
| 186 | | | | | | | | | | | |
| 187 | NON-INCOME TAXES: | | | | | | | | | | |
| 188 | | | | | | | | | | | |
| 189 | Non-income Taxes, Allocable | \$513 | T37 | \$282 | \$124 | \$0 | \$107 | \$0 | \$0 | \$0 | O.K. |
| 190 | Non-income Taxes, Direct | 0 | Direct | 0 | 0 | 0 | 0 | 0 | 0 | 0 | O.K. |
| 191 | | | | | | | | | | | |
| 192 | | | | | | | | | | | |
| 193 | Total Non-income Taxes | \$513 | | \$282 | \$124 | \$0 | \$107 | \$0 | \$0 | \$0 | O.K. |
| 194 | | | | | | | | | | | |
| 195 | TOTAL OPER. EXP. AND TAXES | \$383,546 | | \$135,979 | \$113,862 | \$0 | \$133,091 | \$614 | \$0 | \$0 | O.K. |

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

COMPANY NAME Interstate Telecommunications Cooperative
 PERIOD ADDRESSED ENDING DECEMBER 31, 2001
 RUN DATE AND TIME 24-May-2002 12:12:34 PM

NOTES: SEE SHEET "G" TO INPUT PART 36 ALLOCATION FACTORS.

| ***** FCC PART 36 ***** | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Intrastate | | | | TOTAL INTRASTATE | |
|---------------------------------------|---------------|----------------------|-------------------------|---------------------------|-----------|--------------|-----------|---------------------|-----|
| | | | | Message Telephone Service | | Private Line | | | |
| | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | | |
| (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | |
| PLANT INVESTMENT DETAIL: | | | | | | | | | |
| 21 Land, Allocable | 76,701 | --- | --- | --- | --- | --- | --- | --- | --- |
| 22 Land, Direct | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 23 Motor Vehicles | 1,199,296 | --- | --- | --- | --- | --- | --- | --- | --- |
| 24 Aircraft | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 25 Special Purpose Vehicles | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 26 Garage Work Equipment | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 27 Other Work Equipment | 381,949 | --- | --- | --- | --- | --- | --- | --- | --- |
| 28 Buildings, Allocable | 3,276,492 | --- | --- | --- | --- | --- | --- | --- | --- |
| 29 Buildings, Direct | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 30 Furniture | 76,671 | --- | --- | --- | --- | --- | --- | --- | --- |
| 31 Office Equipment | 139,074 | --- | --- | --- | --- | --- | --- | --- | --- |
| 32 General Purpose Computers | 988,236 | --- | --- | --- | --- | --- | --- | --- | --- |
| 33 CAT 1 Oper. Sys., TSPS | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 34 CAT 1 Oper. Sys., Other TSPS | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 35 CAT 1 Oper. Sys., Aux. Pos. | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 36 CAT 1 Oper. Sys., Other | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 37 CAT 2 Tandem Sw. Allocable | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 38 CAT 2 Tandem Sw. Direct | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 39 CAT 3 Local Sw. Allocable | 9,877,004 | --- | --- | --- | --- | --- | --- | --- | --- |
| 40 CAT 3 Local Sw. Direct | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 41 CAT 4.12 Exchange Trunk | 523,933 | --- | --- | --- | --- | --- | --- | --- | --- |
| 42 CAT 4.12 Exch. Tr. Direct | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 43 CAT 4.13 Exch. Ln. Msg., PL & WATS | 5,957,074 | --- | --- | --- | --- | --- | --- | --- | --- |
| 44 Reserved | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 45 CAT 4.13 Direct | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 46 CAT 4.23 Message, PL & WATS | 3,036,644 | --- | --- | --- | --- | --- | --- | --- | --- |
| 47 Reserved | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 48 CAT 4.23 Direct | 596,088 | --- | 596,088 | 0 | 0 | 0 | 0 | 0 | 0 |
| 49 CAT 4.3 H/R Message | 1,169,284 | --- | --- | --- | --- | --- | --- | --- | --- |
| 50 CAT 4.3 WATS | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 51 CAT 4.3 Direct | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 52 CAT 1 Other IOT Equipment | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 53 CAT 1 Coinless Pay Phones | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

Interstate Telecommunications Cooperative
ENDING DECEMBER 31, 2001

| | | Intrastate | | | | | | | | |
|-------------------------|---------------------------------------|------------------|----------------------|-------------------------|---------------------------|-----|--------------|-----|---------------------|-----|
| | | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Message Telephone Service | | Private Line | | TOTAL INTRASTATE | |
| ***** FCC PART 36 ***** | (A) | | | | (B) | (C) | (D) | (E) | | (F) |
| 70 | CAT 2 CP Equipment | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 71 | Reserved | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 72 | Reserved | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 73 | CAT 1.3 Joint Msg., Cat. 1.1 & 1.2 PL | 30,042,839 | --- | --- | --- | --- | --- | --- | --- | --- |
| 74 | Other CAT 1 C&WF | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 75 | CAT 2 C&WF | 1,183,804 | --- | --- | --- | --- | --- | --- | --- | --- |
| 76 | CAT 2 C&WF, Wideband | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 77 | CAT 3 Joint Message & PL/WATS | 480,664 | --- | --- | --- | --- | --- | --- | --- | --- |
| 78 | Reserved | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 79 | CAT 3 Direct | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 80 | CAT 4 Message | 1,693,534 | --- | --- | --- | --- | --- | --- | --- | --- |
| 81 | CAT 4 WATS | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 82 | CAT 4 Direct | 642,289 | --- | 642,289 | 0 | 0 | 0 | 0 | 0 | 0 |
| 83 | Allocable Support Leases | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 84 | Direct Support Leases | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 85 | COE Operator | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 86 | COE Tandem Switch | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 87 | COE Local Switch | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 88 | COE Transmission | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 89 | COE Direct | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 90 | IOT Leases | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 91 | C&WF Leases | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 92 | Leasehold Imp. Land etc. | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 93 | Leasehold Imp. COE Switching | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 94 | Leasehold Imp. COE Operator | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 95 | Leasehold Imp. COE Trans. | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 96 | Leasehold Imp. IOT | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 97 | Leasehold Imp. C&WF | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 98 | Leasehold Imp. Other | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 99 | Allocable Acct. No. 2690 | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 100 | Direct Acct. No. 2690 | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 101 | Materials and Supplies | 212,790 | --- | --- | --- | --- | --- | --- | --- | --- |
| 102 | RTB Stock | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 103 | Tele. Plt. Adjust. - Alloc. | 0 | --- | --- | --- | --- | --- | --- | --- | --- |
| 104 | Tele. Plt. Adjust. - Direct | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 105 | Other Assets, Net | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 106 | Other Liab., Def. Cr., Net | 0 | --- | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

Interstate Telecommunications Cooperative
ENDING DECEMBER 31, 2001

| | | Intrastate | | | | | | | | | | | | |
|-------------------------|--------------------------------------|------------------|----------------------|-------------------------|---------------------------|--------|--------------|-----------|---------------------|-----------|-----------|-----|-----|---------|
| | | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Message Telephone Service | | Private Line | | TOTAL INTRASTATE | | | | | |
| ***** FCC PART 36 ***** | (A) | | | | (B) | (C) | (D) | InterLATA | IntraLATA | InterLATA | IntraLATA | (E) | (F) | (G) |
| 123 | TPUC -- Short Term, Alloc. | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 124 | TPUC -- Short Term, Direct | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 |
| 125 | TPUC -- Long Term, Alloc. | 7,792,896 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 126 | TPUC -- Long Term, Direct | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 |
| 127 | | | | | | | | | | | | | | |
| 128 | RESERVES AND DEFERRALS: | | | | | | | | | | | | | |
| 129 | Acc. Depr. Support Assets | 2,547,588 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 130 | Acc. Depr. COE Switching | 5,756,248 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 131 | Acc. Depr. COE Operator | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 132 | Acc. Depr. COE Transmission | 5,808,757 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 133 | Acc. Depr. IOT Equipment | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 134 | Acc. Depr. Cable and Wire Facilities | 17,301,223 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 135 | Acc. Depr. Other Plant | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 |
| 136 | Accum. Amort., Tangible Inv. | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 137 | Accum. Amort., Intang. Inv. | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 138 | Accum. Amort., Other | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 |
| 139 | Acc. Def. IT Support Assets | 37,994 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 140 | Acc. Def. IT COE Switching | 61,908 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 141 | Acc. Def. IT COE Operator | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 142 | Acc. Def. IT COE Trans. | 70,720 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 143 | Acc. Def. IT IOT Equipment | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 144 | Acc. Def. IT C&WF | 213,378 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 145 | Acc. Def. IT Unclassified | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 |
| 146 | | | | | | | | | | | | | | |
| 147 | OPERATING EXPENSES AND TAXES: | | | | | | | | | | | | | |
| 148 | Network Support, Alloc. | 8,811 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 149 | Network Support, Direct | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 |
| 150 | General Support, Alloc. | 346,690 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 151 | General Support, Direct | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 |
| 152 | Central Office Eq., Alloc. | 461,437 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 153 | Central Office Eq., Direct | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 |
| 154 | Cust. Premises Equip. | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 155 | Coinless Pay Phone Exp. | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 156 | Other IOT | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 157 | IOT Direct | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 |
| 158 | Cable & Wire, Alloc. | 565,139 | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 159 | Cable & Wire, Direct | 480,276 | --- | 227,767 | --- | 45,471 | --- | 207,038 | --- | 0 | --- | 0 | --- | 252,509 |

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL
 Interstate Telecommunications Cooperative
 ENDING DECEMBER 31, 2001

Intrastate

| | ***** FCC PART 36 ***** | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Message Telephone Service | | | | Private Line | | TOTAL INTRASTATE |
|-----|---------------------------------------|---------------|----------------------|-------------------------|---------------------------|-----------|-----------|-----------|--------------|-----------|---------------------|
| | | | | | InterLATA | IntraLATA | InterLATA | IntraLATA | InterLATA | IntraLATA | |
| (A) | | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) | | |
| 176 | Oh. Ptl. and Equip., Alloc. | 2,102 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 177 | Oh. Ptl. and Equip., Direct | 0 | --- | 0 | 0 | --- | --- | --- | --- | 0 | |
| 178 | Network Operations, Alloc. | 262,499 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 179 | Network Operations, Direct | 0 | --- | 0 | 0 | --- | --- | --- | --- | 0 | |
| 180 | Total Access Expense | 57,604 | --- | 57,604 | 0 | --- | --- | --- | --- | 0 | |
| 181 | Depr., Support Assets | 451,453 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 182 | Depr., COE Switching | 1,134,813 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 183 | Depr., COE Operator | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 184 | Depr., COE Transmission | 705,450 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 185 | Depr., IOT Equipment | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 186 | Depr. C&W Facilities | 1,440,447 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 187 | Amort., Tangible Assets | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 188 | Amort., Intangible Assets | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 189 | Other Amortization | 0 | --- | 0 | 0 | --- | --- | --- | --- | 0 | |
| 190 | Direct Assigned Amort. | 0 | --- | 0 | 0 | --- | --- | --- | --- | 0 | |
| 191 | Marketing, Allocable | 162,293 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 192 | Marketing, Direct | 0 | --- | 0 | 0 | --- | --- | --- | --- | 0 | |
| 193 | Operator Service, Alloc. | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 194 | Operator Service, Direct | 0 | --- | 0 | 0 | --- | --- | --- | --- | 0 | |
| 195 | Classified Directory | 0 | --- | 0 | 0 | --- | --- | --- | --- | 0 | |
| 196 | Alphabetical Directory | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 197 | Foreign Directory | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 198 | Bus. Ofc., EU Presubscription | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 199 | Bus. Ofc., EU MTS & WATS | 176,936 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 200 | Bus. Ofc., EU Access, P/L & all Other | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 201 | Bus. Ofc., IXC Special Access | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 202 | Bus. Ofc., IXC Switched Access | 3,065 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 203 | Bus. Ofc., IXC B & C Services | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 204 | Coin Collect & Admin. | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 205 | Cust. Svc., Direct | 0 | --- | 0 | 0 | --- | --- | --- | --- | 0 | |
| 206 | Cust. Serv., Msg. Process | 25,414 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 207 | Cust. Serv., Other B&C | 32,161 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 208 | Cust. Serv., CABS | 29,097 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 209 | Cust. Serv., EU Common Line | 24,983 | --- | 24,983 | 0 | --- | --- | --- | --- | 0 | |
| 210 | Other Cust. Serv., Alloc. | 0 | --- | --- | --- | --- | --- | --- | --- | --- | |
| 211 | Other Cust. Serv., Direct | 412,193 | --- | 406,411 | 0 | --- | --- | 5,782 | --- | 5,792 | |
| 212 | Exec. and Planning, Alloc. | 601,060 | --- | --- | 0 | --- | --- | --- | --- | --- | |
| 213 | Exec. and Planning, Direct | 0 | --- | 0 | 0 | --- | --- | 0 | --- | 0 | |

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

Interstate Telecommunications Cooperative
ENDING DECEMBER 31, 2001

| | | Intrastate | | | | | | | | | |
|-------------------------|-----------------------------|------------------|----------------------|-------------------------|---------------------------|-----|--------------|-----------|---------------------|-----------|-----------|
| | | TOTAL COMPANY | Source/ Allocator | Interstate and Other | Message Telephone Service | | Private Line | | TOTAL INTRASTATE | | |
| ***** FCC PART 36 ***** | (A) | | | | (B) | (C) | (D) | InterLATA | | IntraLATA | InterLATA |
| 230 | Admin. & General, Allocable | 819,549 | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 231 | Admin. & General, Direct | 40,000 | --- | 0 | --- | 0 | --- | 40,000 | --- | 0 | 40,000 |
| 232 | Non-income Taxes, Allocable | 10,415 | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 233 | Non-income Taxes, Direct | 1,238 | --- | 1,238 | --- | 0 | --- | 0 | --- | 0 | 0 |
| 234 | | | | | | | | | | | |
| 235 | OTHER INCOME STATEMENT: | | | | | | | | | | |
| 236 | State Income Tax Rate | 0.00% | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 237 | Federal Income Tax Rate | 0.00% | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 238 | Gross Receipts Tax Rate | 4.00% | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 239 | Rate of Return | 10.00% | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 240 | AFUDC | (74,631) | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 241 | ITC Amortization | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 242 | Other Return Adjustments | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | 0 |
| 243 | Contributions | 38,055 | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 244 | Interest Expense | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 245 | Capital Lease Expense | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 246 | Capitalized Payroll taxes | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 247 | Depreciation Adjustment | 0 | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| 248 | Other Income Adjustments | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | 0 |
| 249 | Uncollectibles | 96,597 | --- | 59,151 | --- | 0 | --- | 37,446 | --- | 0 | 37,446 |
| 250 | Other Revenue Adjustments | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | 0 |
| 251 | Other Revenue Taxes | 0 | --- | 0 | --- | 0 | --- | 0 | --- | 0 | 0 |
| 252 | | | | | | | | | | | |

SOUTH DAKOTA PUC INTRASTATE ACCESS COST MODEL

Interstate Telecommunications Cooperative
 ENDING DECEMBER 31, 2001

| ***** FCC PART 36 ***** | | TOTAL COMPANY | Source/ Allocator | Interstate | | Intrastate | | TOTAL INTRASTATE |
|---|---------|------------------|----------------------|------------------|------------------|------------------|------------------|---------------------|
| | | | | Other | Private Line | Private Line | | |
| (A) | (B) | (C) | (D) | InterLATA (E) | IntraLATA (F) | InterLATA (G) | IntraLATA (H) | (I) |
| 271 Working Loops | 15,584 | --- | 56 | 166 | 0 | 0 | 119 | 119 |
| 272 Equivalent Interexchange Cct. Miles | 206,408 | --- | 0 | 0 | 0 | 0 | 0 | 0 |
| 273 Interexchange Circuit Terminations | 1,223 | --- | 0 | 0 | 0 | 0 | 0 | 0 |

Interstate Telecommunications Cooperative

Current Plant Date: 12/31/01

Current Plant Source : Trial Balance

Prior Plant Date: 12/31/01

Prior Plant Source: Trial Balance

CPR Study Date: 12/31/01

C&W Study Date: 12/31/01

Study type: Current Period

Interstate Telecommunications Cooperative

PLANT SUMMARY - PER STUDY

Current Period

| ACCOUNT | INVESTMENTS | RESERVES |
|---------------------|-------------------|-------------------|
| 2108 | 76,701 | |
| 2109 | 6,061,718 | 2,547,588 |
| TOTAL 2110 | 6,138,419 | 2,547,588 |
| 2211 | 0 | 0 |
| 2212 | 9,877,004 | 5,756,248 |
| 2215 | 0 | 0 |
| TOTAL 2210 | 9,877,004 | 5,756,248 |
| TOTAL 2220 | 0 | 0 |
| 2231 | 89,525 | 89,525 |
| 2232 | 11,193,498 | 5,719,232 |
| TOTAL 2230 | 11,283,023 | 5,808,757 |
| 2311 | 0 | 0 |
| 2321 | 0 | 0 |
| 2341 | 0 | 0 |
| 2351 | 0 | 0 |
| 2362 | 0 | 0 |
| TOTAL 2310 | 0 | 0 |
| 2411 | 74,240 | 71,820 |
| 2421 | 0 | 0 |
| 2422 | 615,756 | 524,918 |
| 2423 | 32,022,981 | 16,125,542 |
| 2424 | 0 | 0 |
| 2425 | 0 | 0 |
| 2426 | 51,545 | 51,545 |
| 2431 | 0 | 0 |
| 2441 | 1,278,608 | 527,398 |
| TOTAL 2410 | 34,043,130 | 17,301,223 |
| 2681 | 0 | |
| 2682 | 0 | |
| TOTAL 2680 | 0 | |
| 2690 | 0 | |
| TOTAL 2001 | 61,341,576 | |
| 1220 | 212,790 | |
| 1402 | 0 | |
| 1410 | 0 | |
| 1438 | 0 | |
| 1439 | 0 | |
| 1500 | 0 | |
| 2002 | 0 | |
| 2003 | 7,792,896 | |
| 2005 | 0 | |
| TOTAL 3100 | 31,413,817 | |
| 3200 | | 0 |
| 3410 | | 0 |
| 3420 | | 0 |
| 3500 | | 0 |
| 3600 | | 0 |
| 4040 | | 0 |
| 4100 | | 0 |
| 4310 | | 0 |
| 4340 | | 384,000 |
| 4360 | | 0 |
| 4370 | | 0 |
| NET w/o CWC | 37,549,445 | |
| CWC | 0 | |
| NET with CWC | 37,549,445 | |

**Interstate Telecommunications Cooperative
DEVELOPMENT OF STUDY BALANCE**

| ACCOUNT | BOOK BALANCE 12/31/01 | ADJ | ADJUSTED BALANCE 12/31/01 |
|--|-----------------------------|--------------------|---------------------------------|
| Telecommunications Plant In Service | | | |
| 2111 | 86,767 | (10,066) | 76,701 |
| Total 2111 | 86,767 | (10,066) | 76,701 |
| 2112 | 1,231,631 | (32,335) | 1,199,296 |
| 2113 | 0 | | 0 |
| 2114 | 0 | | 0 |
| 2115 | 0 | | 0 |
| 2116 | 416,852 | (34,903) | 381,949 |
| 2121 | 3,772,090 | (495,598) | 3,276,492 |
| 2122 | 83,677 | (7,006) | 76,671 |
| 2123 | 156,880 | (17,806) | 139,074 |
| 2124 | 1,079,891 | (91,655) | 988,236 |
| Total General Support | 6,741,021 | (679,303) | 6,061,718 |
| Total 2110 | 6,827,788 | (689,369) | 6,138,419 |
| 2211 | 0 | | 0 |
| 2212 | 11,709,380 | (1,832,376) | 9,877,004 |
| 2215 | 0 | | 0 |
| Total 2210 | 11,709,380 | (1,832,376) | 9,877,004 |
| Total 2220 | 0 | | 0 |
| 2231 | 179,074 | (89,549) | 89,525 |
| 2232 | 8,295,900 | 2,897,598 | 11,193,498 |
| Total 2230 | 8,474,974 | 2,808,049 | 11,283,023 |
| 2311 | 0 | | 0 |
| 2321 | 0 | | 0 |
| 2341 | 0 | | 0 |
| 2351 | 0 | | 0 |
| 2362 | 13,753 | (13,753) | 0 |
| Total 2310 | 13,753 | (13,753) | 0 |
| 2411 | 139,710 | (65,470) | 74,240 |
| 2421 | 0 | | 0 |
| 2422 | 630,747 | (14,991) | 615,756 |
| 2423 | 31,936,370 | 86,611 | 32,022,981 |
| 2424 | 0 | | 0 |
| 2425 | 0 | | 0 |
| 2426 | 51,545 | | 51,545 |
| 2431 | 0 | | 0 |
| 2441 | 1,416,042 | (137,434) | 1,278,608 |
| Total 2410 | 34,174,414 | (131,284) | 34,043,130 |
| 2681 | 0 | | 0 |
| 2682 | 0 | | 0 |
| 2690 | 0 | | 0 |
| Total 2001 | 61,200,309 | 141,267 | 61,341,576 |

**Interstate Telecommunications Cooperative
DEVELOPMENT OF STUDY BALANCE**

| ACCOUNT | BOOK BALANCE 12/31/01 | ADJ | ADJUSTED BALANCE 12/31/01 |
|---------------------------------|-----------------------------|--------------------|---------------------------------|
| Accumulated Depreciation | | | |
| 3100-2112 | 423,502 | (7,957) | 415,545 |
| 3100-2113 | 0 | | 0 |
| 3100-2114 | 0 | | 0 |
| 3100-2115 | 0 | | 0 |
| 3100-2116 | 30,857 | (2,584) | 28,273 |
| 3100-2121 | 1,584,219 | (196,823) | 1,387,396 |
| 3100-2122 | 13,308 | (1,114) | 12,194 |
| 3100-2123 | 48,031 | (5,979) | 42,052 |
| 3100-2124 | 726,938 | (64,810) | 662,128 |
| Total 3100 Gen. Support | 2,826,855 | (279,267) | 2,547,588 |
| <hr/> | | | |
| 3100-2211 | 0 | | 0 |
| 3100-2212 | 7,564,747 | (1,808,499) | 5,756,248 |
| 3100-2215 | 0 | | 0 |
| Total 3100-2210 | 7,564,747 | (1,808,499) | 5,756,248 |
| <hr/> | | | |
| Total 3100-2220 | 0 | 0 | 0 |
| <hr/> | | | |
| 3100-2231 | 179,074 | (89,549) | 89,525 |
| 3100-2232 | 5,201,546 | 517,686 | 5,719,232 |
| Total 3100-2230 | 5,380,620 | 428,137 | 5,808,757 |
| <hr/> | | | |
| 3100-2311 | 0 | | 0 |
| 3100-2321 | 0 | | 0 |
| 3100-2341 | 0 | | 0 |
| 3100-2351 | 0 | | 0 |
| 3100-2362 | 13,753 | (13,753) | 0 |
| Total 3100-2310 | 13,753 | (13,753) | 0 |
| <hr/> | | | |
| 3100-2411 | 134,016 | (62,196) | 71,820 |
| 3100-2421 | 0 | | 0 |
| 3100-2422 | 534,565 | (9,647) | 524,918 |
| 3100-2423 | 18,956,026 | (2,830,484) | 16,125,542 |
| 3100-2424 | 0 | | 0 |
| 3100-2425 | 0 | | 0 |
| 3100-2426 | 51,545 | | 51,545 |
| 3100-2431 | 0 | | 0 |
| 3100-2441 | 554,811 | (27,413) | 527,398 |
| Total 3100-2410 | 20,230,963 | (2,929,740) | 17,301,223 |
| <hr/> | | | |
| Total 3100 | 36,016,938 | (4,603,121) | 31,413,817 |

Interstate Telecommunications Cooperative
DEVELOPMENT OF STUDY BALANCE

| ACCOUNT | BOOK BALANCE 12/31/01 | ADJ | ADJUSTED BALANCE 12/31/01 |
|--------------------------------------|-----------------------------|-------------|---------------------------------|
| Other Investment - Additions | | | |
| 1220 | 240,277 | (27,487) | 212,790 |
| 1402 | 0 | | 0 |
| 1410 | 0 | | 0 |
| 1438 | 0 | | 0 |
| 1439 | 0 | | 0 |
| 1500 | 0 | | 0 |
| 2002 | 0 | | 0 |
| 2003 | 9,642,082 | (1,849,186) | 7,792,896 |
| 2005 | 0 | | 0 |
| Other Investment - Deductions | | | |
| 3200 | 0 | | 0 |
| 3410 | 0 | | 0 |
| 3420 | 0 | | 0 |
| 3500 | 0 | | 0 |
| 3600 | 0 | | 0 |
| 4040 | 0 | | 0 |
| 4100 | 0 | | 0 |
| 4310 | 0 | | 0 |
| 4340 | 384,000 | | 384,000 |
| 4360 | 0 | | 0 |
| 4370 | 0 | | 0 |

PLANT ADJUSTMENT SUMMARY - CURRENT YEAR

| ACCOUNT | ADJUSTMENTS | | | | | | | | | | | | | | | | | | | |
|-----------|-------------|-----------|-------------|-----------|-----------|-----------|-------------|---------|----------|-----------|-----------|-----------|-----------|----------|---------|----------|-------------|-------------|-----------|----|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 |
| 2110 | (228,635) | | | | | | | | | | (250,491) | (197,191) | (4,670) | | (6,382) | | | | | |
| 2210 | (1,059,658) | (79,729) | (1,805,963) | | | | | | | | | | (5,408) | | 8,382 | | | 1,110,000 | | |
| 2230 | (322,536) | (325,895) | 1,805,963 | | | | | | | (363,732) | | | (36,594) | | | (48,324) | | 2,099,167 | | |
| 2310 | | | | | | | | | | | | | | (13,753) | | | | | | |
| 2410 | (3,170,021) | | | (625,203) | 261,950 | | | | | (126,655) | | | (116,355) | | | | (1,400,000) | 5,045,000 | | |
| 2681 | | | | | | | | | | | | | | | | | | | | |
| 2682 | | | | | | | | | | | | | | | | | | | | |
| 2690 | | | | | | | | | | | | | | | | | | | | |
| 3100-2110 | 121,212 | | | | | | | | | | 97,188 | 53,267 | 1,958 | | 5,642 | | | | | |
| 3100-2210 | 884,316 | 50,013 | 1,132,857 | | | | | | | | | | 3,392 | | (5,642) | | | (61,073) | (195,364) | |
| 3100-2230 | 296,980 | 202,089 | (1,132,857) | | | | | | | 225,216 | | | 22,658 | | | 48,324 | | (47,448) | (43,099) | |
| 3100-2310 | | | | | | | | | | | | | | 13,753 | | | | | | |
| 3100-2410 | 1,419,717 | | | 382,057 | (117,416) | | | | | 77,056 | | | 70,790 | | | | 1,400,000 | (124,646) | (177,818) | |
| 1220 | | | | | | | | (5,730) | (21,757) | | | | | | | | | | | |
| 1402 | | | | | | | | | | | | | | | | | | | | |
| 1410 | | | | | | | | | | | | | | | | | | | | |
| 1438 | | | | | | | | | | | | | | | | | | | | |
| 1439 | | | | | | | | | | | | | | | | | | | | |
| 1500 | | | | | | | | | | | | | | | | | | | | |
| 2002 | | | | | | | | | | | | | | | | | | | | |
| 2003 | | | | | | (700,906) | (1,148,280) | | | | | | | | | | | | | |
| 2005 | | | | | | | | | | | | | | | | | | | | |
| 3200 | | | | | | | | | | | | | | | | | | | | |
| 3410 | | | | | | | | | | | | | | | | | | | | |
| 3420 | | | | | | | | | | | | | | | | | | | | |
| 3500 | | | | | | | | | | | | | | | | | | | | |
| 3600 | | | | | | | | | | | | | | | | | | | | |
| 4040 | | | | | | | | | | | | | | | | | | | | |
| 4100 | | | | | | | | | | | | | | | | | | | | |
| 4310 | | | | | | | | | | | | | | | | | | | | |
| 4340 | | | | | | | | | | | | | | | | | | | | |
| 4360 | | | | | | | | | | | | | | | | | | | | |
| 6561 | | | | | | | | | | | | | | | | | | 233,167 | 416,281 | |
| 7380 | 2,058,625 | 153,522 | | 243,146 | (144,534) | 700,906 | 1,148,280 | 5,730 | 21,757 | 188,115 | 153,303 | 143,924 | 64,229 | | | | | (8,254,167) | | |
| TOTAL | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

Interstate Telecommunications Cooperative
PLANT ADJUSTMENTS - CURRENT YEAR

| ADJ # | ACCOUNT | DEBIT | CREDIT |
|-------|-----------|-----------|-----------|
| 1 | 3100-2112 | 7,957 | |
| | 3100-2121 | 113,255 | |
| | 3100-2212 | 884,316 | |
| | 3100-2231 | 85,084 | |
| | 3100-2232 | 211,896 | |
| | 3100-2411 | 62,196 | |
| | 3100-2422 | 3,758 | |
| | 3100-2423 | 1,326,350 | |
| | 3100-2441 | 27,413 | |
| | 7380 | 2,058,625 | |
| | 2111 | | 8,360 |
| | 2112 | | 32,335 |
| | 2121 | | 187,940 |
| | 2212 | | 1,059,658 |
| | 2231 | | 85,084 |
| | 2232 | | 237,452 |
| | 2411 | | 65,470 |
| | 2422 | | 8,083 |
| | 2423 | | 2,959,034 |
| | 2441 | | 137,434 |

To remove adjusted 12/31/01 plant balances associated with MN properties for study purposes (Workpaper in Investment Summary)

| | | | |
|---|-----------|---------|---------|
| 2 | 3100-2212 | 50,013 | |
| | 3100-2231 | 788 | |
| | 3100-2232 | 201,301 | |
| | 7380 | 153,522 | |
| | 2212 | | 79,729 |
| | 2231 | | 788 |
| | 2232 | | 325,107 |

To transfer COE joint use investment associated with Lake Benton and Hendricks exchanges from SD operations to MN for study purposes (COE Spread Common Cat 4.122)

| Joint Use | South Dakota | | | Allocation | | Allocation | |
|-----------|--------------|------------|---------|------------|---------|------------|---------|
| | Amount | Amount | Percent | Reserve | Reserve | Deprciatio | Depr Ex |
| 2212 | 79,729 | 10,649,722 | 0.00749 | 6,680,431 | 50,013 | 1,067,370 | 7,991 |
| 2231 | 788 | 93,990 | 0.00838 | 93,990 | 788 | 0 | 0 |
| 2232 | 325,107 | 8,058,448 | 0.04034 | 4,989,650 | 201,301 | 513,861 | 20,731 |

Interstate Telecommunications Cooperative
PLANT ADJUSTMENTS - CURRENT YEAR

| ADJ # | ACCOUNT | DEBIT | CREDIT |
|-------|-----------|-----------|-----------|
| 3 | 2232 | 1,809,640 | |
| | 3100-2212 | 1,132,857 | |
| | 3100-2231 | 3,677 | |
| | 2212 | | 1,805,963 |
| | 2231 | | 3,677 |
| | 3100-2232 | | 1,136,534 |

To transfer COE investment for allocation purposes

| Joint Use | South Dakota | | | Allocation | | Allocation Depreciatio | Depr Ex |
|-----------|--------------|------------|---------|------------|-----------|---------------------------|---------|
| | Amount | Amount | Percent | Reserve | Reserve | | |
| 2212 | 1805963 | 10,649,722 | 0.16958 | 6,680,431 | 1,132,857 | 1,067,370 | 181,003 |
| 2231 | 3677 | 93,990 | 0.03912 | 93,990 | 3,677 | 0 | 0 |

| | | | |
|---|-----------|---------|---------|
| 4 | 3100-2422 | 5,889 | |
| | 3100-2423 | 376,168 | |
| | 7380 | 243,146 | |
| | 2422 | | 6,908 |
| | 2423 | | 618,295 |

To transfer buried fiber joint use facilities used for MN operation (Lake Benton and Hendricks) from SD for study purposes (See C&W Fiber Route Summary, Cat MN)

| Joint Use | South Dakota | | | Allocation | | Allocation Depreciatio | Depr Ex |
|-----------|--------------|------------|----------|------------|---------|---------------------------|---------|
| | Amount | Amount | Percent | Reserve | Reserve | | |
| 2422 | 6908 | 622,664 | 0.011094 | 530,807 | 5,889 | 8,753 | 97 |
| 2423 | 618295 | 28,977,336 | 0.021337 | 17,629,677 | 376,168 | 1,166,688 | 24,894 |

| | | | |
|---|-----------|---------|---------|
| 5 | 2423 | 261,950 | |
| | 7380 | | 144,534 |
| | 3100-2423 | | 117,416 |

To transfer buried fiber joint use facilities used for SD operations from MN for Study purposes (See C&W Fiber Route Summary)

| Joint Use | South Dakota | | | Allocation | | Allocation Depreciatio | Depr Ex |
|-----------|--------------|-----------|----------|------------|---------|---------------------------|---------|
| | Amount | Amount | Percent | Reserve | Reserve | | |
| 2423 | 261950 | 2,959,034 | 0.088526 | 1,326,350 | 117,416 | 43,730 | 3,871 |

| | | | |
|---|------|---------|---------|
| 6 | 7380 | 700,906 | |
| | 2003 | | 700,906 |

To remove non regulated and MN plant under construction (See Wkpr in Investment Summary)

Interstate Telecommunications Cooperative
PLANT ADJUSTMENTS - CURRENT YEAR

| ADJ # | ACCOUNT | DEBIT | CREDIT |
|---|-----------|-----------|-----------|
| 7 | 7380 | 1,148,280 | |
| | 2003 | | 1,148,280 |
| To remove non regulated and DWDM PUC (See Wkpr in Investment Summary) | | | |
| 8 | 7380 | 5,730 | |
| | 1220 | | 5,730 |
| To remove non regulated materials and supplies for Cost Study (See Wkpr in Investment Summary) | | | |
| 9 | 7380 | 21,757 | |
| | 1220 | | 21,757 |
| To remove Materials and Supplies allocated to MN operations (Per attached analysis) | | | |
| 10 | 7380 | 188,115 | |
| | 3100-2423 | 77,056 | |
| | 3100-2232 | 225,216 | |
| | 2232 | | 363,732 |
| | 2423 | | 126,655 |
| OC-48 Ring addition, FRRPA Electronics and Lightwave Equip removal at Florence (See Wkpr in Investment Summary) | | | |
| 11 | 3100-2121 | 30,301 | |
| | 3100-2116 | 2,584 | |
| | 3100-2122 | 1,114 | |
| | 3100-2123 | 4,021 | |
| | 3100-2124 | 59,168 | |
| | 7380 | 153,303 | |
| | 2111 | | 618 |
| | 2121 | | 111,555 |
| | 2116 | | 34,903 |
| | 2122 | | 7,006 |
| | 2123 | | 13,136 |
| | 2124 | | 83,273 |
| To reclassify joint support investment from SD to MN for Study purposes Per joint support wkpr in Investment Summary | | | |
| 12 | 7380 | 143,924 | |
| | 3100-2121 | 53,267 | |
| | 2111 | | 1,088 |
| | 2121 | | 196,103 |
| To transfer land and buildings allocated to Reg, to non reg accounts for study Per analysis wkpr in Investment Summary | | | |

Interstate Telecommunications Cooperative
PLANT ADJUSTMENTS - CURRENT YEAR

| ADJ # | ACCOUNT | DEBIT | CREDIT |
|--|-----------|-----------|-----------|
| 13 | 7380 | 64,229 | |
| | 3100-2232 | 22,658 | |
| | 3100-2423 | 70,790 | |
| | 3100-2123 | 1,958 | |
| | 3100-2212 | 3,392 | |
| | 2212 | | 5,408 |
| | 2232 | | 36,594 |
| | 2423 | | 116,355 |
| | 2123 | | 4,670 |
| To remove investment associated with Fiber lease associated with West Central Transport Group and WDM equip (See Fiber Lease wkpr in Investment Summary) | | | |
| 14 | 3100-2362 | 13,753 | |
| | 2362 | | 13,753 |
| To remove Non-Reg Term Equipment (See Trial Balance) | | | |
| 15 | 2212 | 8,382 | |
| | 3100-2124 | 5,642 | |
| | 2124 | | 8,382 |
| | 3100-2212 | | 5,642 |
| Reclassify Map terminal equipment (See Wkpr in Investment Summary) | | | |
| 16 | 3100-2232 | 48,324 | |
| | 2232 | | 48,324 |
| Remove Fujitsu system sold to SDN (See Wkpr in Investment Summary) | | | |
| KNOWN AND MEASURABLES | | | |
| 17 | 3100-2423 | 1,400,000 | |
| | 2423 | | 1,400,000 |
| Planned retirements in 2002 (See workpaper in Investment Summary) | | | |
| 18 | 6561 | 2212 | 61,073 |
| | 6561 | 2232 | 47,448 |
| | 6561 | 2423 | 124,646 |
| | 2212 | | 1,110,000 |
| | 2232 | | 2,099,167 |
| | 2423 | | 5,045,000 |
| | 3100-2212 | | 61,073 |
| | 3100-2232 | | 47,448 |
| | 3100-2423 | | 124,646 |
| | 7380 | | 8,254,167 |
| To include Plant Additions and Accumulate Depreciation Expense based on the 2002 Capital Budget (See workpaper in Investment Summary) | | | |
| 19 | 6561 | 2212 | 195,364 |
| | 6561 | 2232 | 43,099 |
| | 6561 | 2423 | 177,818 |
| | 3100-2212 | | 195,364 |
| | 3100-2232 | | 43,099 |
| | 3100-2423 | | 177,818 |
| To include Plant additions and accumulate depreciation expense on TPUC at 12/31/01 that will be closed to TPIS in 2002 (See workpaper in Investment Summary) | | | |

12/31/01 WORKPAPER FOR A/C 4340 (per John Staurulakis, Inc.)

| STUDY A/C's (excluding land) | 12/31/01 BALANCES | ALLOCATION OF A/C 4340 |
|---------------------------------|----------------------|---------------------------|
| A/C 2109 | 6,061,718 | 37,994 |
| A/C 2210 | 9,877,004 | 61,908 |
| A/C 2220 | 0 | 0 |
| A/C 2230 | 11,283,023 | 70,720 |
| A/C 2310 | 0 | 0 |
| A/C 2410 | 34,043,130 | 213,378 |
| <hr/> | | |
| A/C 2001 less 2108 | 61,264,875 | 384,000 |
| | | 0 |
| A/C 2108 | 76,701 | |
| A/C 2681 | | |
| <hr/> | | |
| A/C 2001 | 61,341,576 | |
| <hr/> <hr/> | | |

| | |
|--|------------------------------|
| A/C 4340 - NON CURRENT DEFERRED INCOME TAXES | 2001 <hr/> 384,000 |
| ADJUSTMENT TO NON CURRENT A/C 4340 | 0 |
| 2001 STUDY ADJUSTMENT TO NON CURRENT A/C 4340 | <hr/> 0 |
| 2001 BALANCE A/C 4340 - NON CURRENT INCOME TAXES | <hr/> 384,000 <hr/> <hr/> |

INTERSTATE TELECOMMUNICATIONS COOPERATIVE

12/31/01

KNOWN AND MEASURABLE

Plant Adjustment # 18

Expense Adjustment # 27

2002

| ACCOUNT | PLANT AMOUNT | DEPR RATE | MONTHS IN SERVICE | TOTAL MONTHS | DEPRECIATION EXPENSE |
|---|--------------|-----------|-------------------|--------------|----------------------|
| 6561 2212 ATM SWITCH TO BE PUT IN SERVICE IN DECEMBER, 2002 | 510,000 | 0.1556 | 1 | 12 | 6,613 |
| 6561 2212 CALEA SWITCH UPGRADE TO BE PUT IN SERVICE IN JUNE, 2002 | 600,000 | 0.1556 | 7 | 12 | 54,460 |
| 6561 2232 DIGITAL LOOP CARRIER (AFC) TO BE PUT IN SERVICE SEPTEMBER, 2002 | 1,370,000 | 0.0917 | 4 | 12 | 41,876 |
| 6561 2232 VIDEO DIGITAL LOOP CARRIER (NEXT LEVEL) INCLUDE 2/3 OF 1,093,750 PUT IN SERVICE DECEMBER, 2002 | 729,167 | 0.0917 | 1 | 12 | 5,572 |
| 6561 2423 TOWN AND RURAL FIBER IN THE LOOP TO BE PUT IN SERVICE IN JUNE, 2002 | 4,145,000 | 0.05 | 7 | 12 | 120,896 |
| 6561 2423 OC-48 RING TO BE PUT IN SERVICE DECEMBER, 2002 | 900,000 | 0.05 | 1 | 12 | 3,750 |
| TOTAL | 8,254,167 | | TOTAL | | 233,167 |

TO ACCUMULATE DEPRECIATION EXPENSE BASED ON INVESTMENTS IN THE 2002 CAPITAL BUDGET

INTERSTATE TELECOMMUNICATIONS COOPERATIVE
 12/31/01
 KNOWN AND MEASURABLE

Plant Adjustment # 19
 Expense Adjustment # 28
 2001

| ACCOUNT | PLANT AMOUNT | DEPR RATE | MONTHS IN SERVICE | TOTAL MONTHS | DEPRECIATION EXPENSE |
|--|-----------------|--------------|----------------------|-----------------|-------------------------|
| 6561 2212 ATM SWITCH PUT IN SERVICE IN 2001 | 250,000 | 0.1556 | 12 | 12 | 38,900 |
| 6561 2212 CALEA SWITCH UPGRADE PUT IN SERVICE IN 2001 | 1,005,553 | 0.1556 | 12 | 12 | 156,464 |
| 6561 2232 DIGITAL LOOP CARRIER (AFC) PUT IN SERVICE 2001 | 470,000 | 0.0917 | 12 | 12 | 43,099 |
| 6561 2423 TOWN AND RURAL FIBER IN THE LOOP PUT IN SERVICE IN 2001 | 3,556,355 | 0.05 | 12 | 12 | 177,818 |
| TOTAL | 5,281,908 | | | TOTAL | 416,281 |

TO ACCUMULATE DEPRECIATION EXPENSE ON TPUC AT 12/31/01 THAT WILL BE CLOSED TO TPIS IN 2002

| | <u>12/31/01</u> | | | | | | | | | |
|-------------------|-----------------|------------------|----------------|-----------|----------------|------------------|----------------|------------------|------------------|-------------------|
| | 2 | 3 | 4.121 | 4.122 | 4.123 | 4.13 | 4.22 | 4.23 | 4.3 | TOTAL |
| 2212 | - | 8,563,223 | 103,974 | 79,729 | 85,639 | 885,276 | 8,743 | 655,803 | 270,312 | 10,652,699 |
| AJE # 18 | | 1,110,000 | | | | | | | | 1,110,000 |
| AJE # 2 | - | - | - | (79,729) | - | - | - | - | - | (79,729) |
| SUBTOTAL | - | 9,673,223 | 103,974 | - | 85,639 | 885,276 | 8,743 | 655,803 | 270,312 | 11,682,970 |
| Rounding | | (3) | | | | | | | | |
| AJE # 3 | - | 203,784 | (103,974) | - | (85,639) | (885,276) | (8,743) | (655,803) | (270,312) | (1,805,963) |
| TOTAL 2212 | - | 9,877,004 | - | - | - | - | - | - | - | 9,877,004 |
| 2231 | - | 3,677 | 922 | 788 | 588 | 569 | - | 85,924 | 1,521 | 93,989 |
| AJE # 2 | - | - | - | (788) | - | - | - | - | - | (788) |
| SUBTOTAL | - | 3,677 | 922 | - | 588 | 569 | - | 85,924 | 1,521 | 93,201 |
| Rounding | | | | | | | | 1 | | 1 |
| AJE # 3 | - | (3,677) | - | - | - | - | - | - | - | (3,677) |
| TOTAL 2231 | - | - | 922 | - | 588 | 569 | - | 85,925 | 1,521 | 89,525 |
| 2232 | 0 | 200,107 | 419,037 | 325,107 | 336,734 | 2,972,061 | 164,384 | 2,294,916 | 897,451 | 7,609,797 |
| AJE # 18 | | | | | | 2,099,167 | | | | 2,099,167 |
| AJE # 2 | - | - | - | (325,107) | - | - | - | - | - | (325,107) |
| SUBTOTAL | - | 200,107 | 419,037 | - | 336,734 | 5,071,228 | 164,384 | 2,294,916 | 897,451 | 9,383,857 |
| Rounding | | | | | | 1 | | | | 1 |
| AJE # 3 | - | (200,107) | 103,974 | - | 85,639 | 885,276 | 8,743 | 655,803 | 270,312 | 1,809,640 |
| TOTAL 2232 | - | - | 523,011 | - | 422,373 | 5,956,505 | 173,127 | 2,950,719 | 1,167,763 | 11,193,498 |

Assign to
4.123 Direct
in 2/15
1/1/2002
Program

| ACCOUNT | SUBS 1 | EAS 2.1 | 2.2 | SPL 2.3 | TOLL 3 | H/R 4 | TOTAL |
|--------------|-------------------|------------------|----------|----------------|----------------|------------------|-------------------|
| 2411 | 74,240 | - | | - | - | - | 74,240 |
| 2422 | 589,074 | 7,754 | | 3,427 | 3,672 | 11,829 | 615,756 |
| 2423 | 28,104,777 | 1,159,949 | | 631,746 | 469,367 | 1,657,142 | 32,022,981 |
| 2426 | 51,545 | | | | | | 51,545 |
| 2441 | 1,223,203 | 16,101 | | 7,116 | 7,625 | 24,563 | 1,278,608 |
| TOTAL | 30,042,839 | 1,183,804 | - | 642,289 | 480,664 | 1,693,534 | 34,043,130 |

Known and Measurable Changes

| | | | | | | | |
|-------------------|------------|--|---|---------|-----------|-----------|------------|
| Account 2423 | 900,000 | OC-48 Ring Investment - Spread to all Categories | | | | | |
| Original Balances | 23,186,270 | 1,122,502 | | 611,351 | 454,214 | 1,603,644 | 26,977,981 |
| K&M Adjustment | 773,506 | 37,447 | 0 | 20,395 | 15,153 0 | 53,498 | 900,000 |
| Total | 23,959,776 | 1,159,949 | 0 | 631,746 | 469,367 0 | 1,657,142 | 27,877,981 |
| Account 2423 | 4,145,000 | Subscriber Plant | | | | | |
| Final Total | 28,104,776 | 1,159,949 | 0 | 631,746 | 469,367 0 | 1,657,142 | 32,022,981 |

INTERSTATE TELECOMMUNICATIONS COOP
12-31-01

SUMMARY OF LOOPS - SOUTH DAKOTA

| | |
|---------------------------------|--------------------|
| MESSAGE TEL LOOPS | 15,243 |
| <i>SPECIAL SERVICE</i> | |
| INTRASTATE/INTRALATA | 119 |
| INTRASTATE/INTERLATA | 0 |
| INTERSTATE | 166 |
| NON BI | 56 |
| <i>TOTAL SPECIAL SERVICE</i> | <hr/> 341 |
| TOTAL SOUTH DAKOTA LOOPS | <hr/> <hr/> 15,584 |

Interstate Telecommunications Cooperative
Development of Study Balances
12 Month Period Ending
12/31/01

| Account | Description | Book Balance | Adjustment | Adjusted Balance |
|---------|---|------------------|-----------------|---------------------|
| 6110 | Network Support | 7,549 | 1,262 | 8,811 |
| 6120 | General Support | 358,075 | -11,385 | 346,690 |
| 6210.1 | Central Office Switch - Equal Access | 0 | 0 | 0 |
| 6210 | Central Office Switch-All Other | 314,689 | -5,697 | 308,992 |
| 6220 | Operator Systems | 0 | 0 | 0 |
| 6230 | Central Office Transmission | 153,035 | -590 | 152,445 |
| 6310 | Info Orig / Term - Customer Premise | 0 | 0 | 0 |
| 6310 | Info Orig / Term - Other | 922 | -922 | 0 |
| 6410 | Cable and Wire Facilities | 969,475 | 75,940 | 1,045,415 |
| | Total Plant Specific | 1,803,745 | 58,608 | 1,862,353 |
| 6510 | Other Property, Plant & Equipment | 0 | 2,102 | 2,102 |
| 6530 | Network Operations | 269,348 | -6,849 | 262,499 |
| 6540 | Access Expense | 67,234 | -9,630 | 57,604 |
| 6561 | Depreciation | 3,444,625 | 287,538 | 3,732,163 |
| 6562 | Dep Exp - Property Held for Future Use | 0 | 0 | 0 |
| 6563 | Amortization - Tangible | 0 | 0 | 0 |
| 6564 | Amortization - Intangible | 0 | 0 | 0 |
| 6565 | Amortization - Acquisition | 272,484 | -272,484 | 0 |
| 6560 | Depreciation & Amortization | 3,717,109 | 15,054 | 3,732,163 |
| | Total Plant Non-Specific Operations | 4,053,691 | 677 | 4,054,368 |
| 6610 | Marketing | 196,336 | -34,043 | 162,293 |
| 6620 | Services | 822,926 | -119,057 | 703,869 |
| | Total Customer Operations | 1,019,262 | -153,100 | 866,162 |
| 6710 | Executive and Planning | 615,381 | -14,301 | 601,080 |
| 6720 | General and Administrative | 885,412 | -25,863 | 859,549 |
| | Total Corporate Operations | 1,500,793 | -40,164 | 1,460,629 |
| 7240 | Ad Valorem | 473,448 | -461,795 | 11,653 |
| 7370 | Special Charges | 40,436 | -2,381 | 38,055 |
| 7999 | Total Operating Expenses & Taxes | 8,891,375 | -598,155 | 8,293,220 |

**Interstate Telecommunications Cooperative
Expense Adjustments
12 Month Period Ending
12/31/01**

| Adjustment # | Account | DEBIT | CREDIT |
|---|---------|--------|--------|
| 1 | 7380 | 91,631 | |
| | 6121 | | 5,558 |
| | 6123 | | 318 |
| | 6212 | | 16,197 |
| | 6231 | | 294 |
| | 6232 | | 6,081 |
| | 6351 | | 169 |
| | 6411 | | 827 |
| | 6423 | | 37,997 |
| | 6531 | | 11,562 |
| | 6533 | | 2,342 |
| | 6540 | | 9,630 |
| | 6613 | | 656 |
| To remove expenses directly assigned to MN operations | | | |
| 2 | 6232 | 14,297 | |
| | 6627 | 611 | |
| | 6621 | | 14,908 |
| Transfer 800 data base query and CABS | | | |
| 3 | 7380 | 2,145 | |
| | 6621 | | 2,145 |
| Remove MN 800 data base query | | | |
| 4 | 6623 | 24,095 | |
| | 6621 | | 1,953 |
| | 6622 | | 22,142 |
| Transfer labor and overhead expense | | | |
| 5 | 5230 | 37,533 | |
| | 6622 | | 37,533 |
| To net directory revenue with expense | | | |
| 6 | 6627 | 30,131 | |
| | 6623 | | 30,131 |
| To transfer CABS expense for TCS | | | |
| 7 | 7380 | 17,842 | |
| | 6623 | | 17,842 |
| To remove expenses associated with NECA for state filing | | | |
| 8 | 6627 | 57,581 | |
| | 6623 | | 57,581 |
| To transfer customer services expense per time study | | | |

Interstate Telecommunications Cooperative
Expense Adjustments
12 Month Period Ending
12/31/01

| Adjustment # | Account | DEBIT | CREDIT |
|---|---------|---------|---------|
| 9 | 6423 | 298 | |
| | 6533 | 187 | |
| | 6623 | 4,228 | |
| | 6627 | 9,565 | |
| | 6724 | | 14,278 |
| To properly allocate computer expense per time study | | | |
| 10 | 7380 | 462,368 | |
| | 7240 | | 462,368 |
| Transfer out non ad valorem tax | | | |
| 11 | 7380 | 10,402 | |
| | 6121 | | 10,402 |
| To remove non reg associated with Plant adj #12 | | | |
| 12 | 7380 | 116,517 | |
| | 6561 | 2232 | 59,229 |
| | 6561 | 2423 | 12,394 |
| | 6561 | 2121 | 5,052 |
| | 6232 | | 12,579 |
| | 6423 | | 6,894 |
| | 6121 | | 250 |
| | 6533 | | 3,916 |
| | 6721 | | 15,538 |
| | 7240 | | 665 |
| To remove expense associated with West Central Transport Group fiber lease | | | |
| 13 | 7380 | 272,484 | |
| | 6565 | | 272,484 |
| To remove amortization of Goodwill | | | |
| 14 | 7380 | 37,419 | |
| | 6613 | | 36,666 |
| | 6351 | | 753 |
| To remove non reg paystation & Long Distance | | | |
| 15 | 7380 | 2,499 | |
| | 6623 | | 2,499 |
| To remove paystation collection expenses for TCS | | | |
| 16 | 6623 | 761 | |
| | 6728 | | 761 |
| To transfer TRS amount for TCS | | | |

**Interstate Telecommunications Cooperative
Expense Adjustments
12 Month Period Ending
12/31/01**

| Adjustment # | Account | DEBIT | CREDIT |
|--|---------|---------|--------|
| 17 | 7240 | 1,238 | |
| | 6728 | | 1,238 |
| To transfer FCC Reg fees for TCS | | | |
| 18 | 7380 | 87,506 | |
| | 6623 | | 74,373 |
| | 6627 | | 13,133 |
| To remove commercial and revenue accounting expense associated with MN operations | | | |
| 19 | 7380 | 137 | |
| | 6728 | | 137 |
| To remove the MN portion of FCC Reg fees | | | |
| 20 | 7380 | 88,772 | |
| | 6711 | | 36,228 |
| | 6721 | | 50,163 |
| | 7370 | | 2,381 |
| To remove corporate & special charges expense associated with MN operations | | | |
| 21 | 7380 | 157,736 | |
| | 6561 | 2112 | 3,789 |
| | 6561 | 2121 | 7,405 |
| | 6561 | 2212 | 90,398 |
| | 6561 | 2232 | 6,693 |
| | 6561 | 2422 | 387 |
| | 6561 | 2423 | 43,730 |
| | 6561 | 2441 | 5,334 |
| To remove depreciation expense directly assigned to MN Operations | | | |
| 22 | 7380 | 75,003 | |
| | 6561 | 2121 | 21,290 |
| | 6561 | 2212 | 7,991 |
| | 6561 | 2232 | 20,731 |
| | 6561 | 2422 | 97 |
| | 6561 | 2423 | 24,894 |
| To transfer depreciation expense from SD to MN for joint use facilities | | | |
| 23 | 6561 | 3,871 | |
| | 7380 | | 3,871 |
| To transfer depreciation expense from MN to SD for joint use facilities | | | |

**Interstate Telecommunications Cooperative
Expense Adjustments
12 Month Period Ending
12/31/01**

| Adjustment # | Account | DEBIT | CREDIT |
|---|--------------------------------|---------|---------|
| 24 | 6561 2232 | 181,003 | |
| | 6561 2212 | | 181,003 |
| To transfer depr affiliated with Plt adj # 3 | | | |
| 25 | 6533 | 1,516 | |
| | 6728 | | 1,516 |
| To transfer LNP charges to proper account | | | |
| KNOWN AND MEASURABLE CHANGES | | | |
| 26 | 7380 | 56,367 | |
| | 6561 2423 | | 56,367 |
| To remove depreciation expense associated with \$1.4M retirement (Plt Aje #17) | | | |
| 27 | 6561 2212 | 61,073 | |
| | 6561 2232 | 47,448 | |
| | 6561 2423 | 124,646 | |
| | 3100-2212 | | 61,073 |
| | 3100-2232 | | 47,448 |
| | 3100-2423 | | 124,646 |
| To accumulate depreciation expense based on Investments in the 2002 Capital Budget | | | |
| 28 | 6561 2212 | 195,364 | |
| | 6561 2232 | 43,099 | |
| | 6561 2423 | 177,818 | |
| | 3100-2212 | | 195,364 |
| | 3100-2232 | | 43,099 |
| | 3100-2423 | | 177,818 |
| To accumulate depreciation expense on TPUC at 12/31/01 that will be closed to TPIS in 2002 | | | |
| 29 | 6721 | 40,000 | |
| | 7380 | | 40,000 |
| To adjust for JSI Fees relating to the 2001 State Access Tariff | | | |
| 30 | 5082 | 59,151 | |
| | 5084 | 37,446 | |
| | 5300 | | 96,597 |
| To adjust for Global Crossing Uncollectibles | | | |

**Interstate Telecommunications Cooperative
Expense Adjustments
12 Month Period Ending
12/31/01**

| Adjustment # | Account | DEBIT | CREDIT |
|--|---------|---------|---------|
| 31 | 6112 | 493 | |
| | 6121 | 2,009 | |
| | 6212 | 4,102 | |
| | 6232 | 1,589 | |
| | 6423 | 7,726 | |
| | 6512 | 821 | |
| | 6531 | 3,621 | |
| | 6613 | 1,281 | |
| | 6623 | 9,639 | |
| | 6627 | 1,383 | |
| | 6711 | 8,567 | |
| | 6721 | 6,942 | |
| | 4010 | | 48,173 |
| To Accrue for salary increases in 2002 | | | |
| 32 | 6112 | 769 | |
| | 6121 | 3,134 | |
| | 6212 | 6,398 | |
| | 6232 | 2,478 | |
| | 6423 | 12,048 | |
| | 6512 | 1,281 | |
| | 6531 | 5,647 | |
| | 6613 | 1,998 | |
| | 6623 | 15,032 | |
| | 6627 | 2,157 | |
| | 6711 | 13,360 | |
| | 6721 | 10,826 | |
| | 4010 | | 75,128 |
| To Accrue for benefit increases in 2002 | | | |
| 33 | 6423 | 101,586 | |
| | 7380 | | 101,586 |
| To Adjust for increase in FRRPA expense | | | |

Interstate Telecommunications Cooperative

Account 6561

12 Month Period Ending

12/31/01

| Allocation | Per Books | Adjustments | Per Study |
|--------------------------------|------------------|--------------------|------------------|
| 2112 | 118,880 | (3,789) | 115,091 |
| 2113 | 0 | 0 | 0 |
| 2114 | 0 | 0 | 0 |
| 2115 | 0 | 0 | 0 |
| 2116 | 11,941 | 0 | 11,941 |
| 2121 | 126,333 | (33,747) | 92,586 |
| 2122 | 4,970 | 0 | 4,970 |
| 2123 | 9,420 | 0 | 9,420 |
| 2124 | 217,445 | 0 | 217,445 |
| Total General Support | 488,989 | (37,536) | 451,453 |
| 2211 | 0 | 0 | 0 |
| 2212 | 1,157,768 | (22,955) | 1,134,813 |
| 2215 | 0 | 0 | 0 |
| Total COE Switching | 1,157,768 | (22,955) | 1,134,813 |
| 2220 | 0 | 0 | 0 |
| 2231 | 0 | 0 | 0 |
| 2232 | 520,553 | 184,897 | 705,450 |
| Total COE Transmission | 520,553 | 184,897 | 705,450 |
| 2311 | 0 | 0 | 0 |
| 2321 | 0 | 0 | 0 |
| 2341 | 0 | 0 | 0 |
| 2351 | 0 | 0 | 0 |
| 2362 | 0 | 0 | 0 |
| Total Info Orig. / Term | 0 | 0 | 0 |
| 2411 | 0 | 0 | 0 |
| 2421 | 0 | 0 | 0 |
| 2422 | 9,140 | (484) | 8,656 |
| 2423 | 1,210,418 | 168,950 | 1,379,368 |
| 2424 | 0 | 0 | 0 |
| 2425 | 0 | 0 | 0 |
| 2426 | 1,583 | 0 | 1,583 |
| 2431 | 0 | 0 | 0 |
| 2441 | 56,174 | (5,334) | 50,840 |
| Total Cable & Wire | 1,277,315 | 163,132 | 1,440,447 |
| Non-Regulated Direct | 0 | 0 | 0 |
| Total Account 6561 | 3,444,625 | 287,538 | 3,732,163 |
| Check Digit | 0 | 0 | 0 |

Interstate Telecomm. ous Cooperative
 Depreciation Expense Adjustment Summary
 12 Month Period Ending
 12/31/01

Account 6561

| Line # | General Support | 2211 | 2212 | 2215 | 2220 | 2231 | 2232 | 2311 | 2321 | 2341 | 2351 | 2362 | 2411 | 2412 | 2421 | 2422 | 2423 | 2424 | 2425 | 2426 | 2431 | 2441 | ACRS | DIS/OTH | TOTAL |
|--------|-----------------|------|-----------|------|------|------|----------|------|------|------|------|------|------|------|-------|---------|----------|------|------|------|------|---------|---------|-----------|-----------|
| 1 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 2 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 3 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 4 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 5 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 6 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 7 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 8 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 9 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 10 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 11 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 12 | (5,052) | | | | | | | | | | | | | | | | | | | | | | | | |
| 13 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 14 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 15 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 16 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 17 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 18 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 19 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 20 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 21 | (11,194) | | (90,399) | | | | (6,693) | | | | | | | | | (387) | (43,720) | | | | | | (5,334) | | 157,736 |
| 22 | (21,290) | | (7,921) | | | | (20,731) | | | | | | | | | (97) | (24,894) | | | | | | | | 75,003 |
| 23 | | | | | | | | | | | | | | | | | 3,871 | | | | | | | | (3,871) |
| 24 | | | (181,003) | | | | 181,003 | | | | | | | | | | | | | | | | | | |
| 25 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 26 | | | | | | | | | | | | | | | | | (56,367) | | | | | | | | 56,367 |
| 27 | | | 61,073 | | | | 47,448 | | | | | | | | | | 124,646 | | | | | | | | (231,67) |
| 28 | | | 195,364 | | | | 43,092 | | | | | | | | | | 177,818 | | | | | | | | (416,281) |
| 29 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 30 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 31 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 32 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 33 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 34 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 35 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 36 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 37 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 38 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 39 | | | | | | | | | | | | | | | | | | | | | | | | | |
| 40 | | | | | | | | | | | | | | | | | | | | | | | | | |
| TOTAL | (37,436) | 0 | (22,925) | 0 | 0 | 0 | 184,397 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (484) | 168,950 | 0 | 0 | 0 | 0 | 0 | (5,334) | 0 | (287,530) | 0 |

12/31/01

SUMMARY SECTION

| TOTAL COMPANY | TOTAL | STATE | | INTERSTATE | OTHER |
|---|----------------|---------------|--------------|---------------|---------------|
| | | INTRALATA | INTERLATA | | |
| REV ACCT - SUBSCRIBER LINE CHARGE BILLING (RAS) | 1,893 | | | 1,893 | |
| REV ACCT - MESSAGE PROCESSING (RAM) | 29,637 | 19,914 | 931 | 8,792 | |
| REV ACCT - OTHER BILLING & COLLECTING (RAB) - MSG TEL | 35,966 | 10,225 | 393 | 4,410 | 20,938 |
| REV ACCT - OTHER BILLING & COLLECTING (RAB) - SPL SVC | 0 | | | | 0 |
| REV ACCT - CARRIER ACCESS BILLING (RAC) | 33,932 | 16,146 | 820 | 16,966 | N/A |
| DIRECT ASSIGNMENT (DIR) | 0 | 0 | 0 | 0 | 0 |
| TOTAL | 101,428 | 46,285 | 2,144 | 32,061 | 20,938 |
| | 0 | 0 | 0 | 0 | 0 |

| MINNESOTA | TOTAL | STATE | | INTERSTATE | OTHER |
|---|---------------|--------------|--------------|--------------|--------------|
| | | INTRALATA | INTERLATA | | |
| REV ACCT - SUBSCRIBER LINE CHARGE BILLING (RAS) | 270 | | | 270 | |
| REV ACCT - MESSAGE PROCESSING (RAM) | 4,223 | 1,991 | 657 | 1,575 | |
| REV ACCT - OTHER BILLING & COLLECTING (RAB) - MSG TEL | 3,805 | 753 | 248 | 596 | 2,208 |
| REV ACCT - OTHER BILLING & COLLECTING (RAB) - SPL SVC | 0 | | | | 0 |
| REV ACCT - CARRIER ACCESS BILLING (RAC) | 4,835 | 1,818 | 600 | 2,417 | N/A |
| DIRECT ASSIGNMENT (DIR) | 0 | 0 | | | |
| TOTAL | 13,133 | 4,562 | 1,505 | 4,858 | 2,208 |
| | 0 | 0 | 0 | 0 | 0 |

| SOUTH DAKOTA | TOTAL | STATE | | INTERSTATE | OTHER |
|---|---------------|---------------|------------|---------------|---------------|
| | | INTRALATA | INTERLATA | | |
| REV ACCT - SUBSCRIBER LINE CHARGE BILLING (RAS) | 1,623 | | | 1,623 | |
| REV ACCT - MESSAGE PROCESSING (RAM) | 25,414 | 17,923 | 274 | 7,217 | |
| REV ACCT - OTHER BILLING & COLLECTING (RAB) - MSG TEL | 32,161 | 9,472 | 145 | 3,814 | 18,730 |
| REV ACCT - OTHER BILLING & COLLECTING (RAB) - SPL SVC | 0 | | | | 0 |
| REV ACCT - CARRIER ACCESS BILLING (RAC) | 29,097 | 14,328 | 220 | 14,549 | N/A |
| DIRECT ASSIGNMENT (DIR) | 0 | 0 | | | |
| TOTAL | 88,295 | 41,723 | 639 | 27,203 | 18,730 |
| | 0 | 0 | 0 | 0 | 0 |

RAS 1603 Sheet V Line 209 Column D
 RAM 25414 Sheet V Line 206 Column B
 RAB 32161 Sheet V Line 207 Column B
 RAC 29097 Sheet V Line 208 Column B

INTERSTATE COMM COOP
12/31/01

ACCOUNT 6623 CODING: ATE

| SUMMARY | | TOLL | | PRIVATE LINE | | | | OTHER | | TOTAL SD | TOTAL MN | TOTAL COMPANY |
|-----------------------|-----|------------------|-----------------|-----------------|-----------------|----------------|----------------|----------------|--------------|------------------|-----------------|------------------|
| | | STATE SD | MN | INTERSTATE SD | MN | STATE SD | MN | INTERSTATE SD | MN | | | |
| LOCAL | LOC | | | | | | | | | \$383,221 | \$39,079 | \$422,300 |
| DIRECTORY | DAG | | | | | | | | | \$15,323 | \$1,562 | \$16,885 |
| PRIVATE LINE | PRI | | | | | \$5,782 | \$1,708 | \$5,892 | \$954 | \$1,214 | \$130 | \$15,680 |
| MESSAGE TOLL | MSG | \$125,901 | \$18,894 | \$51,035 | \$8,908 | | | | | | | \$204,738 |
| SWITCHED ACCESS | SWA | \$1,343 | \$175 | \$1,742 | \$242 | | | | | | | \$3,502 |
| BILLING & COLLECTING | B&C | \$0 | \$0 | \$0 | \$0 | | | | | | | \$0 |
| JOINT PAYSTATION | JPS | \$0 | \$0 | \$0 | \$0 | | | | | | | \$0 |
| SUBSCRIBER LINE CHARG | SLC | \$0 | \$0 | \$23,360 | \$2,721 | | | | | | | \$26,081 |
| PRESUBSCRIPTION | PRE | | | 0 | 0 | | | | | | | \$0 |
| TOTAL | | \$127,244 | \$19,069 | \$76,137 | \$11,871 | \$5,782 | \$1,708 | \$5,892 | \$954 | \$399,758 | \$40,771 | \$614,813 |

TRS
761
#18

Local 383221 Sheet V Line 211 Column D
 Directory 15323 Sheet V Line 211 Column D
 Private Line 5782 Sheet V Line 211 Column H
 5892 Sheet V Line 214 Column D
 1214 Sheet V Line 211 Column D
 Msg Toll 176936 Sheet V Line 199 Column B
 Switched Access 3085 Sheet V Line 202 Column B
 B&C 0 Sheet V Line 203 Column B
 SLC 23360 Sheet V Line 209 Column D

INTERSTATE TELECOMMUNICATIONS COOP INC.

SHEET G

LINE 35

ALLOCATION DEVELOPED ON SEPT 2001 REVENUES

| | <u>RA</u> | <u>ER</u> | <u>INTER</u> | <u>LOCAL</u> | <u>TOTAL</u> |
|------------|-----------|-----------|--------------|--------------|--------------|
| REVENUES | 120,415 | 2,203 | 92,578 | 164,043 | 379,239 |
| PERCENTAGE | 0.317517 | 0.005809 | 0.244115 | 0.432558 | 1.00000 |

LINE 37

ALLOCATION BASED ON MESSAGE TOLL EXPENSE IN A/C 6623

| | <u>RA</u> | <u>ER</u> | <u>INTER</u> | <u>LOCAL</u> | <u>TOTAL</u> |
|------------|-----------|-----------|--------------|--------------|--------------|
| MSG TEL | 125,901 | | 51,035 | | 176,936 |
| PERCENTAGE | 0.711562 | 0 | 0.288438 | 0 | 1.00000 |

LINE 40

ALLOCATION BASED ON SWITCHED ACCESS IN A/C 6623

| | <u>RA</u> | <u>ER</u> | <u>INTER</u> | <u>LOCAL</u> | <u>TOTAL</u> |
|------------|-----------|-----------|--------------|--------------|--------------|
| SWA | 1,343 | | 1,742 | | 3,085 |
| PERCENTAGE | 0.435332 | 0 | 0.564668 | 0 | 1.00000 |

LINE 41

ALLOCATION BASES ON BILLING AND COLLECTING EXPENSE IN A/C 6623

| | <u>RA</u> | <u>ER</u> | <u>INTER</u> | <u>LOCAL</u> | <u>TOTAL</u> |
|------------|-----------|-----------|--------------|--------------|--------------|
| B&C | 0 | | 0 | | - |
| PERCENTAGE | 0 | 0 | 0 | 0 | - |

LINE 43

ALLOCATION BASED OM MESSAGE PROCESSING (RAM) EXPENSE IN A/C 6627

| | <u>RA</u> | <u>ER</u> | <u>INTER</u> | <u>LOCAL</u> | <u>TOTAL</u> |
|------------|-----------|-----------|--------------|--------------|--------------|
| RAM | 17,923 | 274 | 7,217 | | 25,414 |
| PERCENTAGE | 0.705241 | 0.010781 | 0.283977 | 0 | 1.00000 |

LINE 44

ALLOCATION BASED ON OTHER B&C MSG TEL (RAB) EXPENSE IN A/C 6627

| | <u>RA</u> | <u>ER</u> | <u>INTER</u> | <u>LOCAL</u> | <u>TOTAL</u> |
|------------|-----------|-----------|--------------|--------------|--------------|
| RAB | 9,472 | 145 | 3,814 | 18,730 | 32,161 |
| PERCENTAGE | 0.294518 | 0.004509 | 0.118591 | 0.582382 | 1.00000 |

LINE 45

ALLOCATION OF CABS SPLIT 50% INTERSTATE - 50% INTRASTATE
INTRASTATE ALLOCATED ON STATE MESSAGES

| | <u>RA</u> | <u>ER</u> | <u>INTER</u> | <u>LOCAL</u> | <u>TOTAL</u> |
|------------|-----------|-----------|--------------|--------------|--------------|
| MSGS | 189,089 | 2,904 | | | 191,993 |
| PERCENTAGE | 0.492437 | 0.007563 | 0 | 0 | 0.50000 |

INTERSTATE TELECOMMUNICATIONS COOP
.2/31/00

DEVELOPMENT OF CAT 3 FACTOR

| | <u>Intrastate IntRALata</u> | <u>Intrastate IntERLata</u> | <u>Interstate</u> | <u>Other</u> | <u>Total</u> |
|--|---------------------------------|---------------------------------|------------------------|------------------------|------------------------|
| UNWEIGHTED DEM | 0.165576 | 0.036878 | 0.183789 | | |
| 1996 ADDITIVE | | | 0.332056 | | |
| INTRASTATE WEIGHTING FACTOR | 2.0 | 2.0 | | | |
| SUBTOTAL | <u>0.331152</u> | <u>0.073756</u> | <u>0.515845</u> | <u>0.15</u> | <u>1.070753</u> |
| REMOVE INTRASTATE PORTION TO APPLY 85% RULE | (0.057865) | (0.012888) | | | (0.070753) |
| TOTAL | <u><u>0.273287</u></u> | <u><u>0.060868</u></u> | <u><u>0.515845</u></u> | <u><u>0.150000</u></u> | <u><u>1.000000</u></u> |

Interstate Telecommunications Cooperative, Inc. (SD)
SLU DEM RUN
Year Ending 12/31/00

| UNWEIGHTED DEM FACTOR | MINUTES | FACTOR |
|-----------------------|--------------------|-----------------|
| LDS RA | 39,800,765 | 0.165576 |
| LDS ER | 8,864,675 | 0.036878 |
| LDI | 44,178,669 | 0.183789 |
| EXCHANGE | 147,533,067 | 0.613757 |
| | <u>240,377,177</u> | <u>1.000000</u> |

| SLU FACTOR | MINUTES | FACTOR |
|------------|--------------------|-----------------|
| LDS RA | 39,800,765 | 0.165576 |
| LDS ER | 8,864,675 | 0.036878 |
| LDI | 44,178,669 | 0.183789 |
| EXCHANGE | 147,533,067 | 0.613757 |
| | <u>240,377,177</u> | <u>1.000000</u> |

PART 36 DEVELOPMENT OF SLU DEM % TOLL FACTORS

COMPANY: INTERSTATE TELEPHONE COMPANY

STATE: SD

STUDY PERIOD: 1/1/00 TO 12/31/00

INTRASTATE RUN

| | ESTELLINE | GARY | CLEARLAKE | BROOKINGS | CLARK | WEBSTER | TOTAL COMPANY |
|---|-----------|-----------|------------|------------|------------|------------|---------------|
| TOLL/EXCH CALLS | | | | | | | |
| 1. TOLL CALLS | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. EXCHANGE CALLS | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| HOLDING TIME VALUES | | | | | | | |
| 3. TOLL | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | |
| 4. EXCHANGE | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | |
| ACCESS MINUTE RATIOS | | | | | | | |
| 5. LDS INTRALATA | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | |
| 6. LDS INTERLATA | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | |
| 7. LDI INTRALATA | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | |
| 8. LDI INTERLATA | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | |
| UNADJUSTED STUDY PERIOD MOU | | | | | | | |
| 9. LDS INTRALATA (1x3x5) | 2,739,341 | 588,629 | 9,737,887 | 8,757,656 | 9,892,239 | 8,585,013 | 39,800,765 |
| 10. LDS INTERLATA (1x3x6) | 442,842 | 469,634 | 2,301,462 | 2,013,690 | 1,926,684 | 1,710,364 | 8,864,675 |
| 11. LDI INTRALATA (1x3x7) | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. LDI INTERLATA (1x3x8) | 2,107,564 | 1,611,202 | 11,188,026 | 10,302,838 | 10,270,624 | 8,698,415 | 44,178,669 |
| 13. EXCHANGE (2x4) | 5,927,098 | 3,455,770 | 36,926,701 | 28,085,131 | 39,208,338 | 33,930,029 | 147,533,067 |
| 14. UNADJUSTED TOLL (9+10+11+12) | 7,789,747 | 2,669,465 | 23,227,375 | 21,074,184 | 22,089,547 | 18,993,793 | 92,844,110 |
| ORIG./TERM. FGA - EAS | | | | | | | |
| (REMOVAL OF IMPROPER ALLOCATION) | | | | | | | |
| 15. EXCHANGE | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| (ADDITION TO PROPER JURISDICTIONS) | | | | | | | |
| 16. LDS INTRALATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17. LDS INTERLATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18. LDI INTRALATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19. LDI INTERLATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 20. LDS INTRALATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 21. LDS INTERLATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 22. LDI INTRALATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 23. LDI INTERLATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

PART 36 DEVELOPMENT OF SLU DEM % TOLL FACTORS

COMPANY: INTERSTATE TELEPHONE COMPANY

STATE: SD

STUDY PERIOD: 1/1/00

TO 12/31/00

TOTAL
COMPANY

ORIG./TERM. FX.CCSA.ONAL

| | ESTELLINE | GARY | CLEARLAKE | BROOKINGS | CLARK | WEBSTER | |
|---|------------|-----------|------------|------------|------------|------------|-------------|
| (REMOVAL OF IMPROPER ALLOCATION) | | | | | | | |
| 24. EXCHANGE | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| (ADDITION TO PROPER JURISDICTIONS) | | | | | | | |
| 25. LDS INTRALATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. LDS INTERLATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. LDI INTRALATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. LDI INTERLATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 29. LDS INTRALATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. LDS INTERLATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 31. LDI INTRALATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 32. LDI INTERLATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| WATS MINUTES OF USE | | | | | | | |
| 33. LDS INTRALATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 34. LDS INTERLATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. INTRALATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 36. LDI INTERLATA SLU | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 37. LDS INTRALATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 38. LDS INTERLATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 39. LDI INTRALATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 40. LDI INTERLATA DEM | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| STUDY PERIOD SLU MOU | | | | | | | |
| 41. LDS-RA (9+16+25+33) | 2,239,341 | 588,629 | 9,737,887 | 8,757,656 | 9,892,239 | 8,585,013 | 39,800,765 |
| 42. LDS-ER (10+17+26+34) | 442,842 | 469,634 | 2,301,462 | 2,013,690 | 1,926,684 | 1,710,364 | 8,864,675 |
| 43. LDI-RA (11+18+27+35) | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 44. LDI-ER (12+19+28+36) | 2,107,564 | 1,611,202 | 11,188,026 | 10,302,838 | 10,270,624 | 8,698,415 | 44,178,669 |
| 45. EXCHANGE (13-15-24) | 5927,098 | 3,455,770 | 36,926,701 | 28,085,131 | 39,208,338 | 33,930,029 | 147,533,067 |
| 46. TOTAL (41+42+43+44+45) | 10,716,845 | 6,125,235 | 60,154,076 | 49,159,315 | 61,297,885 | 52,923,822 | 240,377,177 |
| DEVELOPMENT OF SLU FACTORS | | | | | | | |
| 47. LDS-RA (41/46) | 0.208955 | 0.096099 | 0.161382 | 0.178148 | 0.161380 | 0.162215 | 0.165576 |
| 48. LDS-ER (42/46) | 0.041322 | 0.076672 | 0.038259 | 0.040963 | 0.031431 | 0.032317 | 0.036878 |
| 49. LDI-RA (43/46) | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| 50. LDI-ER (44/46) | 0.196659 | 0.263043 | 0.185989 | 0.209581 | 0.167553 | 0.164357 | 0.183789 |

PART 36 DEVELOPMENT OF SLU DEM % TOLL FACTORS

COMPANY: INTERSTATE TELEPHONE COMPANY

STATE: SD

STUDY PERIOD: 1/1/00

TO 12/31/00

TOTAL
COMPANY

| DEM MOU | ESTELLEINE | GARY | CLIFARLAKE | BROOKINGS | CLARK | WEBSTER | TOTAL COMPANY |
|------------------------------|------------|-----------|------------|------------|------------|------------|---------------|
| 51. LDS-RA (9+20+29+37) | 2,739,341 | 588,629 | 9,737,887 | 8,757,656 | 9,892,239 | 8,585,013 | 39,800,765 |
| 52. LDS-ER (10+21+30+38) | 442,842 | 469,634 | 2,301,462 | 2,013,690 | 1,926,684 | 1,710,364 | 8,864,675 |
| 53. LDI-RA (11+22+31+39) | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 54. LDI-ER (12+23+32+40) | 2,107,564 | 1,611,202 | 11,188,026 | 10,302,838 | 10,270,624 | 8,698,415 | 44,178,669 |
| 55. EXCHANGE (13-15-24) | 5,927,098 | 3,455,770 | 36,926,701 | 28,085,131 | 39,208,338 | 33,930,029 | 147,533,067 |
| 56. TOTAL (51+52+53+54+55) | 10,716,845 | 6,125,235 | 60,154,076 | 49,159,315 | 61,297,385 | 52,923,822 | 240,377,177 |
| 57. TOTAL TOLL (51+52+53+54) | 4,789,747 | 2,669,465 | 23,227,375 | 21,074,184 | 22,089,547 | 18,993,793 | 92,844,110 |

PERCENT TOLL FACTOR

| | | | | | | | |
|----------------------|----------|----------|----------|----------|----------|----------|----------|
| 58. % LDS-RA (51/57) | 0.467528 | 0.220505 | 0.419242 | 0.415563 | 0.447824 | 0.451990 | 0.428684 |
| 59. % LDS-ER (52/57) | 0.092456 | 0.175928 | 0.099084 | 0.095552 | 0.087222 | 0.090049 | 0.095479 |
| 60. % LDI-RA (53/57) | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| 61. % LDI-ER (54/57) | 0.440016 | 0.603567 | 0.481674 | 0.488885 | 0.464954 | 0.457961 | 0.475837 |

W TED DEM FACTORS

| | | | | | | | |
|-------------------------|----------|----------|----------|----------|----------|----------|----------|
| 62. DEM WEIGHT FACTOR | 2.000 | 2.000 | 2.000 | 2.000 | 2.000 | 2.000 | 2.000 |
| 63. LDS-RA [(51/56)x62] | 0.417910 | 0.192198 | 0.323765 | 0.356297 | 0.322760 | 0.324429 | 0.331153 |
| 64. LDS-ER [(52/56)x62] | 0.082644 | 0.153344 | 0.076519 | 0.081925 | 0.062863 | 0.064635 | 0.073756 |
| 65. LDI-RA [(53/56)x62] | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| 66. LDI-ER [(54/56)x62] | 0.393318 | 0.526087 | 0.371979 | 0.419161 | 0.335105 | 0.328715 | 0.367578 |

INTERSTATE TELECOMMUNICATIONS COOP
12/31/00

DEVELOPMENT OF SPF FACTOR

| | Intrastate InfRAIata | Intrastate IntERlata | Total |
|--|-------------------------|-------------------------|----------|
| SLU FACTOR | 0.165576 | 0.036878 | 0.202454 |
| PHASE TOTAL STATE SPF TO 25% (BASED ON SLU) | 0.204461 | 0.045539 | 0.250000 |

Interstate Telecommunications Cooperative
 Year Ending 12/31/00
 Host Remote Factor

| HOST REMOTE | Asotorta | Brandt | Castlewood | Elkton | Goodwin | Toronto | White | Brookings Chester | Nunda | Snai | Wentworth | Hayti | Willow Lake | Bradley | Florence | Waubay |
|----------------|-------------------|-------------|-------------|-------------|-------------|-------------|-------------|----------------------|-------------|-------------|-------------|-------------|-------------|-------------|------------|-------------|
| SLU MOU | LDS RA 350,857 | 435,734 | 1,522,801 | 1,443,795 | 615,952 | 645,572 | 1,053,750 | 1,265,003 | 562,970 | 548,443 | 1,013,752 | 2,267,238 | 2,339,793 | 570,896 | 964,130 | 1,887,207 |
| | LDS ER 87,112 | 80,269 | 333,684 | 397,662 | 91,627 | 149,652 | 235,131 | 259,308 | 88,542 | 126,347 | 195,824 | 495,337 | 506,430 | 84,850 | 165,810 | 406,872 |
| | LDI 462,305 | 453,362 | 1,514,119 | 1,846,891 | 464,546 | 773,292 | 1,103,252 | 1,211,654 | 443,696 | 661,438 | 965,784 | 2,758,664 | 2,601,610 | 385,335 | 869,666 | 1,905,652 |
| | MINNESOT 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | EXCH 1,148,806 | 1,359,258 | 3,294,072 | 1,025,217 | 786,576 | 1,343,765 | 1,537,201 | 1,002,581 | 963,864 | 1,504,153 | 1,757,573 | 387,139 | 369,139 | 4,428 | 29,809 | 5,392,458 |
| ROUTE MILES | 207.03 | 108.65 | 108.65 | 207.03 | 108.65 | 108.65 | 207.03 | 98.37 | 98.37 | 98.37 | 98.37 | 108.65 | 108.65 | 138.76 | 30.10 | 30.10 |
| MOUM | LDS-RA 72,637,925 | 47,342,499 | 165,452,329 | 298,908,879 | 66,923,185 | 70,141,398 | 218,157,863 | 124,438,345 | 55,379,359 | 53,950,338 | 99,722,784 | 246,335,409 | 254,218,509 | 79,217,529 | 29,020,313 | 56,804,931 |
| | LDS-ER 18,034,797 | 8,721,227 | 36,254,767 | 82,327,964 | 9,955,274 | 16,259,690 | 48,679,171 | 25,508,128 | 8,709,877 | 12,428,754 | 19,263,207 | 53,818,365 | 55,023,620 | 11,773,786 | 4,990,881 | 12,246,847 |
| | LDI 95,711,004 | 49,257,781 | 164,509,029 | 382,361,844 | 50,472,923 | 84,018,176 | 228,406,262 | 119,190,404 | 43,646,376 | 65,065,656 | 95,004,172 | 299,728,844 | 282,664,927 | 53,469,085 | 26,176,947 | 57,360,125 |
| | MINNESOT 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | EXCH 237,837,306 | 147,683,382 | 357,900,972 | 212,250,676 | 85,461,482 | 146,000,067 | 318,246,723 | 98,623,893 | 94,815,302 | 147,963,531 | 172,892,456 | 42,062,643 | 40,106,951 | 614,471 | 897,237 | 162,312,978 |
| TOTAL | 424,221,032 | 253,004,889 | 724,117,096 | 975,849,362 | 212,812,864 | 316,419,331 | 813,490,018 | 367,760,770 | 202,550,913 | 279,408,279 | 386,882,619 | 641,945,260 | 632,014,007 | 145,074,871 | 61,085,378 | 288,724,881 |

NOTES
 Clear lake from Clear Lake hr worksheet
 Brookings from Brookings hr worksheet
 Webster from Webster HR worksheet
 Clark from Clark HR worksheet

| | TOTAL | H/R Factor |
|----------|---------------|------------|
| LDSRA | 1,938,651,593 | 0.288260 |
| LDSER | 423,996,354 | 0.063044 |
| LDI | 2,097,043,554 | 0.311811 |
| EXCHANGE | 2,265,670,069 | 0.336884 |
| TOTAL | 6,725,361,570 | 1.000000 |

Interstate Telecommunications Cooperative, Inc. (SD)

Year Ending 12/31/00

CM/CMM Factor

| <u>EXCHANGE</u> | DEM MINS | | | | RT MI | CONV MINUTE-MILE | | | |
|------------------|------------|-----------|------------|------------|----------|------------------|---------------|---------------|----------------|
| | LDS RA | LDS ER | LDI | TOTAL | | LDS RA | LDS ER | LDI | TOTAL |
| Brookings | 8,757,656 | 2,013,690 | 10,302,838 | 21,074,184 | 110.35 | 966,407,312 | 222,210,659 | 1,136,918,225 | 2,325,536,196 |
| Clear Lake | 9,737,887 | 2,301,462 | 11,188,026 | 23,227,375 | 254.02 | 2,473,618,063 | 584,617,359 | 2,841,982,347 | 5,900,217,769 |
| Estelline | 2,239,341 | 442,842 | 2,107,564 | 4,789,747 | 108.65 | 243,304,393 | 48,114,780 | 228,986,831 | 520,406,004 |
| Gary | 588,629 | 469,634 | 1,611,202 | 2,669,465 | 14.82 | 8,723,489 | 6,959,971 | 23,878,009 | 39,561,469 |
| Webster | 8,585,013 | 1,710,364 | 8,698,415 | 18,993,793 | 138.76 | 1,191,256,458 | 237,330,104 | 1,206,992,093 | 2,635,578,655 |
| Clark | 9,892,239 | 1,926,684 | 10,270,624 | 22,089,547 | 108.65 | 1,074,791,747 | 209,334,187 | 1,115,903,295 | 2,400,029,229 |
| TOTAL CO | 39,800,765 | 8,864,675 | 44,178,669 | 92,844,110 | | 5,958,101,462 | 1,308,567,060 | 6,554,660,800 | 13,821,329,322 |
| CM/CMM FACTOR | 0.428684 | 0.095479 | 0.475837 | 1.000000 | | 0.43108 | 0.094677 | 0.47424243 | 0.999999 |

South Dakota Public Utilities Commission
WEEKLY FILINGS
For the Period of June 6, 2002 through June 12, 2002

If you need a complete copy of a filing faxed, overnight expressed, or mailed to you, please contact
Delaine Kolbo within five business days of this report. Phone: 605-773-3705 Fax: 605-773-3809

CONSUMER COMPLAINT

CT02-018 **In the Matter of the Complaint filed by the Loyal Order of Moose, Belle Fourche, South Dakota, against UKI Communications, Inc. Regarding Unauthorized Switching of Services.**

Complainant states that its service was switched without authorization. When UKI was contacted about the charges, UKI indicated that the charges would be refunded, which complainant states never happened. UKI also stated that Complainant's account would be closed. Complainant continued to receive monthly statements with UKI charges. Complainant requests that all charges be removed and/or refunded. Complainant also requests that it receive anything that is available to it under South Dakota law.

Staff Analyst: Mary Healy
Staff Attorney: Karen Cremer
Date Docketed: 06/12/02
Intervention Deadline: N/A

ELECTRIC

EL02-013 **In the Matter of the Filing by Otter Tail Power Company for Approval of a Contract with Deviations with the City of Brandt.**

Application by Otter Tail Power Company for approval of a contract with deviations to serve the City of Brandt. The existing contract to serve the City will expire on July 1, 2002. The new contract does not include any new rates.

Staff Analyst: Dave Jacobson
Staff Attorney: Kelly Frazier
Date Filed: 06/07/02
Intervention Deadline: 07/05/02

PIPELINE SAFETY

PS02-001 **In the Matter of the Filing by Montana-Dakota Utilities Co., a Division of MDU Resources Group, Inc. for Approval of Waiver.**

On June 6, 2002, the Commission received for approval a filing from Montana-Dakota Utilities Company (MDU), requesting a waiver of 49 CFR Part 192, Paragraph 192.59(a)(1) (ASTM D2513) Plastic Pipeline Materials. According to MDU, a shipping error was made in July 2000 by Chevron Phillips Chemical Company (Chevron) resulting in UPONOR receiving non-standard polyethylene raw materials (TR-130 resin) which was subsequently converted into pipe. MDU received several thousand feet of this pipe that had not been properly qualified to ensure compliance with ASTM D2513 as required by the referenced code, for use in its natural gas system. MDU did install that pipe near Rapid City, SD. Since its installation, Chevron performed extensive testing and demonstrated the pipe does in fact meet the minimum requirements of ASTM D2513. MDU proposes to allow the pipe to remain in service and is requesting a waiver from the Commission and the Federal Department of Transportation Regulations to allow the pipe to remain in service. Any party wishing to comment on the filing may do so by filing written comments with the Commission and the parties to the agreement no later than June 26, 2002.

Parties may file written responses to the comments no later than twenty days after the service of the initial comments.

Staff Analyst: Martin Bettmann
Staff Attorney: Kelly Frazier
Date Docketed: 06/06/02
Initial Comments Due: 06/26/02

TELECOMMUNICATIONS

TC02-052 In the Matter of the Establishment of Switched Access Revenue Requirement for West River Cooperative Telephone Company.

On June 10, 2002, West River Cooperative Telephone Company, Bison, South Dakota, filed a switched access cost study developing a revenue requirement and minutes of use that are included in the revenue requirement and minutes of use used to determine the switched access rates for the Local Exchange Carrier Association.

Staff Analyst: Harlan Best
Staff Attorney: Karen Cremer
Date Docketed: 06/10/02
Intervention Deadline: 06/28/02

TC02-053 In the Matter of the Establishment of Switched Access Revenue Requirement for Interstate Telecommunications Cooperative, Inc.

Interstate Telecommunications Cooperative, Inc. (Interstate) filed a switched access cost study developing a revenue requirement and minutes of use. Interstate does not currently have its own access tariff but is seeking membership of the Local Exchange Carrier Association. It is Interstate's desire to be part of the LECA tariff.

Staff Analyst: Heather Forney
Staff Attorney: Karen Cremer
Date Docketed: 06/10/02
Intervention Deadline: 06/28/02

TC02-054 In the Matter of the Establishment of Switched Access Revenue Requirement for Vivian Telephone Company.

Vivian Telephone Company, Wall, South Dakota, filed a switched access cost study developing a revenue requirement and minutes of use that are included in the revenue requirement and minutes of use used to determine the switched access rates for the Local Exchange Carrier Association.

Staff Analyst: Keith Senger
Staff Attorney: Karen Cremer
Date Docketed: 06/10/02
Intervention Deadline: 06/28/02

TC02-055 In the Matter of the Filing for Approval of an Amendment to an Interconnection Agreement between Qwest Corporation and Black Hills FiberCom, Inc.

On June 10, 2002, the Commission received for approval an Amendment re: DS1 Digital Capable Loops and Provisioning Options to the Wireline Interconnection Agreement between Qwest Corporation (Qwest) and Black Hills FiberCom, Inc. for the State of South Dakota (Black Hills FiberCom). According to the parties, the original Agreement was a negotiated agreement which was approved by the Commission effective January 6, 1999, in Docket TC98-205. The current Amendment is made in order to add to the Agreement the terms, conditions and rates for DS1 Digital Capable Loops and Provisioning Options, as set forth in Attachment 1 and Exhibits A and B, attached to the Amendment. Any party

wishing to comment on the agreement may do so by filing written comments with the Commission and the parties to the agreement no later than July 1, 2002. Parties to the agreement may file written responses to the comments no later than twenty days after the service of the initial comments.

Staff Attorney: Kelly Frazier
Date Docketed: 06/10/02
Initial Comments Due: 07/01/02

TC02-056 In the Matter of the Filing for Approval of an Agreement for Terms and Conditions for Interconnection, Unbundled Network Elements, Ancillary Services and Resale of Telecommunications Services between Qwest Corporation and NOW Communications of South Dakota, Inc.

On June 10, 2002, the Commission received for approval an Agreement for terms and conditions for interconnection, unbundled network elements, ancillary services and resale of telecommunications services provided by Qwest Corporation in the State of South Dakota (Qwest) and NOW Communications of South Dakota, Inc. (NOW). According to the parties the Agreement is a negotiated agreement which sets forth the terms, conditions and prices under which Qwest will offer and provide to any requesting CLEC network interconnection, access to unbundled network elements, ancillary services and telecommunication services available for resale within the geographical areas in which Qwest is providing local exchange service at that time and for which Qwest is the incumbent LEC within the State of South Dakota for purposes of providing local telecommunications services. Any party wishing to comment on the agreement may do so by filing written comments with the Commission and the parties to the agreement no later than July 1, 2002. Parties to the agreement may file written responses to the comments no later than twenty days after the service of the initial comments.

Staff Attorney: Kelly Frazier
Date Docketed: 06/10/02
Initial Comments Due: 07/01/02

TC02-057 In the Matter of the Application of ICG Telecom Group, Inc. for a Certificate of Authority to Provide Local Exchange Services in South Dakota.

ICG Telecom Group, Inc. filed an application for a Certificate of Authority to provide facilities-based and resold local exchange telecommunications service in South Dakota. ICG Telecom Group proposes to provide service in the entire service area of Qwest Corporation.

Staff Analyst: Michele Farris
Staff Attorney: Kelly Frazier
Date Filed: 06/10/02
Intervention Deadline: 06/28/02

TC02-058 In the Matter of the Establishment of Switched Access Revenue Requirement for Sioux Valley Telephone Company.

On June 11, 2002, Sioux Valley Telephone Company, Dell Rapids, South Dakota, filed a switched access cost study developing a revenue requirement and minutes of use that are included in the revenue requirement and minutes of use used to determine the switched access rates for the Local Exchange Carrier Association.

Staff Analyst: Harlan Best
Staff Attorney: Karen Cremer
Date Docketed: 06/11/02
Intervention Deadline: 06/28/02

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You may subscribe or unsubscribe to the PUC mailing lists at <http://www.state.sd.us/puc>**

BARKER WILSON REYNOLDS & BURKE
L A W Y E R S

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RAPID CITY, SD 57709-9335
605.343.6400 • FAX: 605.343.4841

117 5TH AVENUE
P.O. Box 100
BELLE FOURCHE, SD 57717-0100
605.892.2743 • FAX: 605.892.4273

KENNETH E. BARKER**

MICHAEL A. WILSON*

MICHAEL P. REYNOLDS*

JOHN W. BURKE***

REPLY TO: BELLE FOURCHE OFFICE

June 27, 2002

VIA OVERNIGHT MAIL

RECEIVED

JUN 28 2002

Debra Elofson
Executive Director
Public Utilities Commission
State Capitol
500 East Capitol
Pierre, SD 57501

**SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION**

Re: S&S Communciations v. West River Cooperative Telephone Company TC02-052
S&S Communications v. Interstate Telecommunications Coop. TC02-053
S&S Communications v. Vivian Telephone Company TC02-054
S&S Communications v. Sioux Valley Telephone Company TC02-058

Dear Debra:

Enclosed please find the original and ten copies of each of the following listed documents for filing in the above-referenced matters:

1. In the Matter of the Establishment of Switched Access Revenue Requirement for West River Cooperative Telephone Company - S&S Communications'Petition to Intervene;
2. In the Matter of the Establishment of Switched Access Revenue Requirement for Interstate Telecommunications Cooperative, Inc. - S&S Communications'Petition to Intervene;
3. In the Matter of the Establishment of Switched Access Revenue Requirement for Vivian Telephone Company - S&S Communications'Petition to Intervene; and,
4. In the Matter of the Establishment of Switched Access Revenue Requirement for Sioux Valley Telephone Company - S&S Communications'Petition to Intervene.

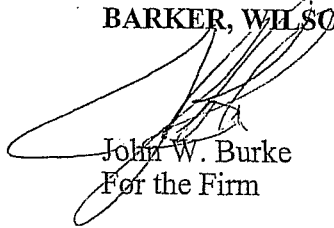
By copies of this letter, copies of the same are being served upon the opposing parties via first class mail.

If you have any questions, please feel free to give me a call at any time.

Best regards.

Sincerely,

BARKER, WILSON, REYNOLDS & BURKE, L.L.P.



John W. Burke
For the Firm

JWB/bb

Enclosures

cc: S&S Communications
Gordon K. Dauchy
Jerry Reisenauer
Jerry Heiberger
George Strandell
Don Lee
Denny Law

RECEIVED

*BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA*

JUN 28 2002

SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

TC02-053

**IN THE MATTER OF THE ESTABLISHMENT OF
SWITCHED ACCESS REVENUE REQUIREMENT
FOR INTERSTATE TELECOMMUNICATIONS
COOPERATIVE, INC.**

**S&S COMMUNICATIONS'
PETITION TO INTERVENE**

)
)
)
)
)
)
)
)

COMES NOW S&S Communications, by and through its attorney, John W. Burke, and, in accordance with A.R.S.D. 20:10:01:15.02, hereby moves the Commission for leave to intervene in the above-captioned matter. This Petition is based upon the following.

1. S&S Communications is a switch-based interexchange carrier located in Aberdeen, South Dakota. S&S Communications provides both intra and interstate message telecommunications services to its subscribers.

2. To provide intrastate message telecommunications services to its subscribers, S&S Communications requires the following switched access services from the Rural Local Exchange Carriers in South Dakota ("RLECs"): (1) Carrier Common Line Access Service (originating and terminating); (2) Local Switching (originating and terminating); and (3) Local Transport (originating and terminating). The RLECs necessarily includes Interstate Telecommunications Cooperative, Inc.

3. Because S&S Communications purchases switched access services from Interstate Telecommunications Cooperative, any increase in the rates of such services will directly and immediately affect the pecuniary interests of S&S Communications as it will naturally affect S&S Communications' operating expenses.

4. Tariff filings, including charges for switched access services, always raise important and complex issues which should not be resolved without a careful and thorough

investigation. For example, there may be certain costs included that are ineligible because they have already been recovered, or are being recovered through other mechanisms.

5. In addition to the fact that the Commission's decision will directly and immediately affect the pecuniary interests of S&S Communications, the Commission's decision will directly and immediately affect the customers of switched access services in general.

WHEREFORE, S&S Communications respectfully requests leave to intervene in the above-captioned matter.

Dated this 27th day of June, 2002.

BARKER, WILSON, REYNOLDS & BURKE, L.L.P.
Attorneys for S&S Communications

By: _____

John W. Burke
1175th Avenue
P.O. Box 100
Belle Fourche, SD 57717-0100
Tel: (605) 723-8000
Fax: (605) 723-8010

CERTIFICATE OF SERVICE

I, John W. Burke, hereby certify that on the 27th day of June, 2002, I caused a copy of the foregoing **S&S COMMUNICATIONS' PETITION TO INTERVENE** to be served upon:

Gordon K. Dauchy, Staff Director-Revenue Requirements
John Staurulakis Incorporated
Eagandale Corporate Center, Suite 310
1380 Corporate Center Curve
Eagan, MN 55121

Jerry Heiberger, General Manager
Interstate Telecommunications Coop.
P.O. Box 920
Clear Lake, SD 57226

John W. Burke

**BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA**

| | |
|--|------------------------|
| IN THE MATTER OF THE ESTABLISHMENT) | ORDER GRANTING |
| OF SWITCHED ACCESS REVENUE) | PETITION TO INTERVENE; |
| REQUIREMENT FOR INTERSTATE) | ORDER ASSESSING FILING |
| TELECOMMUNICATIONS COOPERATIVE, INC.) | FEE |
|) | TC02-053 |

On June 10, 2002, Interstate Telecommunications Cooperative, Inc. (Interstate) filed for approval by the Public Utilities Commission (Commission) its 2001 Intrastate Switched Access Cost Study.

On June 13, 2002, the Commission electronically transmitted notice of the filing and the intervention deadline of June 28, 2002, to interested individuals and entities. On June 28, 2002, the Commission received a Petition to Intervene from S&S Communications (S&S).

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 July 9, 2002, at its regularly scheduled meeting, the Commission found that S&S' Petition to Intervene was timely filed and demonstrates good cause to grant intervention. Further, the Commission, pursuant to SDCL 49-31-12.6, unanimously voted to assess Interstate a \$1,000 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 S&S' Petition to Intervene is granted; and it is further

ORDERED, that Interstate shall deposit an initial assessment of \$1,000 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 26th day of July, 2002.

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: Mildred Kelso

Date: 8/1/02

(OFFICIAL SEAL)

BY ORDER OF THE COMMISSION:

James A. Burg
JAMES A. BURG, Chairman

Pam Nelson
PAM NELSON, Commissioner

Robert K. Sahr
ROBERT K. SAHR, Commissioner



Eagandale Corporate Center, Suite 310
1380 Corporate Center Curve, Eagan, Minnesota 55121
phone: 651-452-2660, fax: 651-452-1909

RECEIVED

AUG - 7 2002

SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

August 6, 2002

Ms. Deb Elofson
Executive Director
Public Utilities Commission
State of South Dakota
500 East Capital
Pierre, SD 57501

Dear Ms. Elofson:

On behalf of Interstate Telecommunications Cooperative, Inc., John Staurulakis, Inc. requests confidentiality for any and all information provided to the South Dakota Public Service Commission pertaining to Docket TC02-053.

In accordance with rules ARSD 20:10:01:39 through 20:10:01:45(1), we request all information be considered confidential including the following:

- The actual Part 36/69 separations run, which reflects revenue requirements as well as access rates including tariff exhibit.
- Trial balance- financial information.
- General ledger-including detail of each account analysis.
- All cost study plant and expense summary pages including adjustments and associated workpapers.
- All plant facility information and analysis including central office equipment, cable and wire facilities, loop and circuit counts.
- Any depreciation expense analysis.
- Any commercial expense analysis.
- Access minutes of use information.
- Development of traffic allocation factors.
- Any correspondence transmittal letters which include responses to questions concerning the filing which are directed to the South Dakota Public Service Commission with reference to the Interstate Telecommunications Cooperative, Inc. TC02-053 Tariff filing.

This request applies to any previously sent information provided to the South Dakota Public Service Commission as well as any forth coming information to be provided to the South Dakota Public Service Commission which pertains to this particular filing.

HEADQUARTERS:

6315 Seabrook Road, Seabrook, Maryland 20706
phone: 301-459-7590, fax: 301-577-5575
internet: www.jsitel.com, e-mail: jsi@jsitel.com

Echelon Building II, Suite 200
9430 Research Boulevard, Austin, Texas 78759
phone: 512-338-0473, fax: 512-346-0822

5360 Skidaway Drive
Alpharetta, Georgia 30022
phone: 770-569-2105, fax: 770-410-1608

In accordance with rule ARSD 20:10:01:41 (2)

It is requested that the aforementioned information maintain confidentiality status for a five-year time frame.

In accordance with rule ARSD 20:10:01:41 (3)

The contact for the confidentiality request is as follows:

Gordon Dauchy
Staff Director-Revenue Requirements
John Staurulakis, Inc.
1380 Corporate Center Curve
Suite 310
Eagan, MN 55121
(651) 452-2660

If you should have any questions regarding the information provided, please feel free to contact me at (651) 452-2660.

Sincerely,



Gordon K. Dauchy
Staff Director-Revenue Requirements
gdauchy@jsitel.com

GKD:ds

Enclosure

cc: Mr. Harlan Best, South Dakota Public Service Commission
Ms. Heather Forney, South Dakota Public Service Commission
Mr. Jerry Heiberger, Interstate Telecommunications Cooperative Inc.
JSI, Maryland

BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA

RECEIVED
AUG 26 2002
SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

IN THE MATTER OF THE ESTABLISH-
MENT OF SWITCHED ACCESS REVE-
NUE REQUIREMENT FOR INTER-
STATE TELECOMMUNICATIONS CO-
OPERATIVE, INC.

Docket No. TC02-053

NOTICE OF APPEARANCE AND
REQUEST FOR SERVICE

NOTICE OF APPEARANCE AND
REQUEST FOR SERVICE OF DOCUMENTS

NOTICE IS HEREBY GIVEN that Darla Pollman Rogers, of Meyer & Rogers, P. O. Box 1117, Pierre, South Dakota 57501, hereby appears on behalf of INTERSTATE TELECOMMUNICATIONS COOPERATIVE, INC. in the above-entitled docket for all purposes allowed by the rules.

You are requested to serve copies of any and all documents filed in said docket on the undersigned.

DATED this 26th day of August, 2002.



Darla Pollman Rogers

Meyer & Rogers

P. O. Box 1117

Pierre, South Dakota 57501

Attorney for INTERSTATE

BARKER WILSON REYNOLDS & BURKE
LAWYERS

www.courtroomcounselors.com

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605.718.8000 ♦ FAX: 605.718.8010

211 ZINNIA STREET
P.O. BOX 100
BELLE FOURCHE, SD 57717-0100
605.723.8000 ♦ FAX: 605.723.8010

REPLY TO: BELLE FOURCHE OFFICE

September 4, 2002

RECEIVED

SEP 06 2002

**SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION**

Debra Elofson
Executive Director
Public Utilities Commission
State Capitol
500 East Capitol
Pierre, SD 57501

Re: S&S Communciations' Request for Access to Confidential Information

Dear Debra:

Enclosed please find the original and ten copies of each of *S&S Communications' Request for Access to Confidential Information* regarding the following for filing in the above-referenced matter.

1. In the Matter of the Establishment of Switched Access Revenue Requirement for Baltic Telecom Cooperative - TC02-071;
2. In the Matter of the Establishment of Switched Access Revenue Requirement for Beresford Municipal Telephone Company - TC02-080;
3. In the Matter of the Establishment of Switched Access Revenue Requirement for Bridgewater-Canistota Independent Telephone Company - TC02-078;
4. In the Matter of the Establishment of Switched Access Revenue Requirement for Brookings Municipal Telephone Company - TC02-076;
5. In the Matter of the Establishment of Switched Access Revenue Requirement for East Plains Telecom, Inc. - TC02-072;
6. In the Matter of the Establishment of Switched Access Revenue Requirement for Fort Randall Telephone Company and Mt. Rushmore Telephone Company - TC02-086;
7. In the Matter of the Establishment of Switched Access Revenue Requirement for Interstate Telecommunication Cooperative, Inc. - TC02-053;
8. In the Matter of the Establishment of Switched Access Revenue Requirement for Kennebec Telephone Company - TC02-079;
9. In the Matter of the Establishment of Switched Access Revenue Requirement for Local Exchange Carriers Association - TC02-090;
10. In the Matter of the Establishment of Switched Access Revenue Requirement for McCook Cooperative Telephone Company - TC02-068;
11. In the Matter of the Establishment of Switched Access Revenue Requirement for Midstate Communications, Inc. - TC02-067;

12. In the Matter of the Establishment of Switched Access Revenue Requirement for Sanborn Telephone Cooperative and SANCOM, Inc. - TC02-073;
13. In the Matter of the Establishment of Switched Access Revenue Requirement for Sioux Valley Telephone Company - TC02-058;
14. In the Matter of the Establishment of Switched Access Revenue Requirement for South Dakota Network, L.L.C. - TC02-091;
15. In the Matter of the Establishment of Switched Access Revenue Requirement for Splitrock Properties, Inc. - TC02-065;
16. In the Matter of the Establishment of Switched Access Revenue Requirement for Splitrock Telecom Cooperative, Inc. - TC02-066;
17. In the Matter of the Establishment of Switched Access Revenue Requirement for Sully Buttes Telephone Cooperative, Inc. - TC02-064;
18. In the Matter of the Establishment of Switched Access Revenue Requirement for Tri-County Telcom, Inc. - TC02-089;
19. In the Matter of the Establishment of Switched Access Revenue Requirement for Union Telephone Company - TC02-077;
20. In the Matter of the Establishment of Switched Access Revenue Requirement for Valley Telecommunications Cooperative Association - TC02-074;
21. In the Matter of the Establishment of Switched Access Revenue Requirement for Vivian Telephone Company - TC02-054;
22. In the Matter of the Establishment of Switched Access Revenue Requirement for West River Cooperative Telephone Company - TC02-052.

By copies of this letter, copies of the same are being served upon the opposing parties via first class mail.

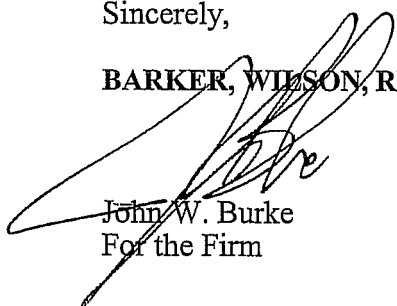
By this letter, I would also request that I be advised that if any of the above entities did not request confidential treatment of their submissions as required by A.R.S.D. 20:10:01:41.

If you have any questions, please feel free to give me a call at any time.

Best regards.

Sincerely,

BARKER, WILSON, REYNOLDS & BURKE, L.L.P.



John W. Burke
For the Firm

JWB/bb

Enclosures

cc: S&S Communications
Darla Pollman Rogers
Michael Bradley (Fort Randall documents only)
Richard Helsper (Brookings documents only)

**BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA**

SEP 06 2002

**SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION**

)
) TC02-053
)
IN THE MATTER OF THE ESTABLISHMENT OF)
SWITCHED ACCESS REVENUE REQUIREMENT) **S&S COMMUNICATIONS'**
FOR INTERSTATE TELECOMMUNICATIONS) **REQUEST FOR ACCESS**
COOPERATIVE INC.) **TO CONFIDENTIAL**
) **INFORMATION**
)

COMES NOW S&S Communications, by and through its attorney, John W. Burke, and,
in accordance with A.R.S.D. 20:10:01:43, hereby requests access to confidential information.

This request is based upon the following.

1. The South Dakota Public Utilities Commission granted S&S Communications' request to intervene in the above-captioned matter.

2. On July 26, 2002, S&S Communications served Intervenor's Discovery Requests, which included requests for the following:

REQUEST NO. 1: Please provide copies, as well as an electronic version of, any and all documents that you submitted and/or provided to the South Dakota Public Utilities Commission in connection with this matter, including, but not limited to, any switched access cost study(ies).

REQUEST NO. 2: Please provide copies, as well as an electronic version of, any and all documents that support and/or provide foundation for, any switched access cost study that you submitted and/or provided to the South Dakota Public Utilities Commission in connection with this matter.

REQUEST NO. 3: Please provide copies, as well as an electronic version of, any and all documents that you submitted and/or provided to the South Dakota Public Utilities Commission in response to any and all data requests issued by the South Dakota Public Utilities Commission subsequent to the commencement of this matter.

3. Thirty-one days after the above-referenced Requests had been served, Interstate Telecommunications Cooperative, Inc. responded to the above Requests as follows:

(Response to REQUEST NO. 1):

Interstate objects to this Request. Reasons for Objection: Interstate objects to providing the requested information to Intervenor at this time because said information has been submitted to the Commission as proprietary in nature and constituting trade secrets of the company, pursuant to the Commission's confidentiality rules. Accordingly, said information is not subject to discovery outside of the procedures set forth in said rules.

(Response to REQUEST NO. 2):

Interstate objects to this request. Reasons for Objection: (1) The request is overly broad, vague, and production as requested would be unduly burdensome and work a hardship on Interstate; (2) the information requested goes beyond what is of record in this docket; and (3) some or all of the documents that support the switched access cost study may be proprietary in nature and constitute trade secrets of Interstate, and there is no protective order in place to protect the proprietary nature of these documents. Prior to discovery of such information, the Commission's confidentiality rules would need to be followed.

(Response to REQUEST NO. 3):

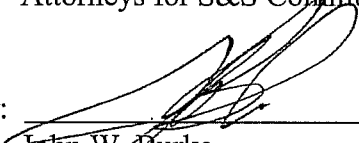
Interstate objects to this request. Reasons for Objection: Interstate objects to providing the requested information to Intervenor at this time because said information has been submitted to the Commission as proprietary in nature and constituting trade secrets of the company, pursuant to the Commission's confidentiality rules. Accordingly, said information is not subject to discovery outside of the procedures set forth in said rules.

4. Any increase of the rates charged for switched access services will directly and immediately affect the pecuniary interests of S&S Communications as it will naturally affect S&S Communications' operating expenses. However, without access to the above-described documents, S&S Communications cannot meaningfully participate in this important proceeding.

WHEREFORE, S&S Communications respectfully requests access to the above-described documents which are claimed to be confidential information.

Dated this 4th day of September, 2002.

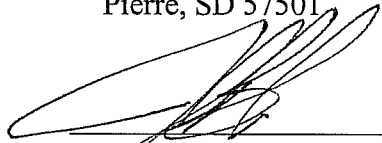
BARKER, WILSON, REYNOLDS & BURKE, L.L.P.
Attorneys for S&S Communications

By: 
John W. Burke
117 5th Avenue
P.O. Box 100
Belle Fourche, SD 57717-0100
Tel: (605) 723-8000
Fax: (605) 723-8010

CERTIFICATE OF SERVICE

I, John W. Burke, hereby certify that on the 4th day of September, 2002, I caused a copy of the foregoing **S&S COMMUNICATIONS' REQUEST FOR ACCESS TO CONFIDENTIAL INFORMATION** to be served upon:

Darla Pollman Rogers
Meyer & Rogers
P.O. Box 1117
Pierre, SD 57501


John W. Burke



Eagandale Corporate Center, Suite 310
1380 Corporate Center Curve, Eagan, Minnesota 55121
phone: 651-452-2660, fax: 651-452-1909

RECEIVED

DEC 04 2002

SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

December 2, 2002

Ms. Heather Forney
South Dakota Public Utilities Commission
State Capitol Building
500 East Capitol Avenue
Pierre, SD 57501-5070

Dear Heather:

Please find enclosed a revised 2001 switched access cost study for Interstate Telecommunications Cooperative, Inc. (TC02-053) which reflects the implementation of year-end 2001 traffic allocation factors. Also enclosed are the workpapers, which reflect the calculations of the actual factors.

On behalf of Interstate Telecommunications Cooperative, Inc., and in accordance with rules ARSD 20:10:01:39 through 20:10:01:45 (1), John Staurulakis, Inc. requests confidentiality for any and all information provided to the South Dakota Public Service Commission pertaining to Docket TC02-053. All information in the current data has been labeled confidential and should be treated accordingly. We have also requested that any previous information provided to the South Dakota Public Service Commission associated with this filing receive confidential status as well.

In accordance with rule ARSD 20:10:01:41 (2)

It is requested that the aforementioned information maintain confidentiality status for a five-year time frame.

In accordance with rule ARSD 20:10:01:41 (3)

HEADQUARTERS:

6315 Seabrook Road, Seabrook, Maryland 20706
phone: 301-459-7590, fax: 301-577-5575
internet: www.jsitel.com, e-mail: jsi@jsitel.com

Echelon Building II, Suite 200
9430 Research Boulevard, Austin, Texas 78759
phone: 512-338-0473, fax: 512-346-0822

Brookside Court, Suite 135
4625 Alexander Drive, Alpharetta, Georgia 30022
phone: 770-569-2105, fax: 770-410-1608

547 South Oakview Lane
Bountiful, Utah 84010
phone: 801-294-4576, fax: 801-294-5124

The contact for the confidentiality request is as follows:

Gordon Dauchy
Staff Director-Revenue Requirements
John Staurulakis, Inc.
Suite 310
1380 Corporate Center Curve
Eagan, MN 55121
(651) 452-2660
Fax: (651) 452-1909

If you should have any questions regarding the information provided, please feel free to contact me at (651) 452-2660.

Sincerely,



Gordon K. Dauchy
Staff Director-Revenue Requirements
gdauchy@jsitel.com

GKD:ds

Enclosure

cc: Mr. Jerry Heiberger, Interstate Telecommunications Cooperative, Inc.
JSI, Maryland

CONFIDENTIAL

1

LAW OFFICES
RITER, ROGERS, WATTIER & BROWN, LLP
Professional & Executive Building
319 South Coteau Street
P.O. Box 280
Pierre, South Dakota 57501-0280
www.riterlaw.com

E.D. MAYER
ROBERT C. RITER, Jr.
DARLA POLLMAN ROGERS
JERRY L. WATTIER
JOHN L. BROWN

July 11, 2003

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JUL 11 2003

**SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION**

OF COUNSEL:
Brian B. Meyer
Robert D. Hofer
TELEPHONE
605-224-5825
605-224-7889
FAX
605-224-7102

Pam Bonrud
Public Utilities Commission
500 East Capitol Avenue
Pierre, South Dakota 57501

Re: 2001 Cost Study Dockets as follows:

TC02-087
TC02-078
TC02-080
TC02-071
TC02-089
TC02-064
TC02-072
TC02-053
TC02-079
TC02-090

Dear Pam:

You will find enclosed herein the original and ten copies of the MOTION TO DISMISS INTERVENOR AND MOTION FOR EXTENSION OF TIME for filing in the above-named 2001 cost study dockets in which S&S Communications intervened.

Sincerely yours,



Darla Pollman Rogers
Attorney at Law

DPR/ph

Enclosures

RECEIVED

BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA

JUL 11 2003

**SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION**

IN THE MATTER OF THE ESTABLISHMENT OF SWITCHED ACCESS REVENUE REQUIREMENT FOR INTERSTATE TELECOMMUNICATIONS COOPERATIVE, INC.

Docket No. TC02-053
MOTION TO DISMISS AND MOTION FOR EXTENSION OF TIME TO RESPOND TO SECOND DISCOVERY REQUEST

INTERSTATE TELECOMMUNICATIONS COOPERATIVE, INC.

(Company), through undersigned counsel, respectfully requests the Public Utilities Commission (Commission) to dismiss S&S Communications (S&S) as Intervenor in this proceeding, pursuant to ARSD 20:10:01:15.05, based on the reasons stated herein. Pending a hearing and ruling on the Motion to Dismiss, Company further requests an Extension of Time to Respond to Intervenor's Second Discovery Request, dated June 12, 2003.

A. Background

On or about June 18, 2002, Company filed its 2001 Intrastate Switched Access Cost Study for approval by the Commission. S&S petitioned to intervene in said docket on July 5, 2002, and S&S was granted intervention by the Commission on July 26, 2002.

In an ancillary proceeding, the Commission Staff opened a separate docket against S&S (TC02-166) that began as a Motion for an Order to Show Cause why S&S should not be found in violation of the Order Granting Certificate of Authority. This docket was commenced on September 27, 2002, and was followed by a series of additional motions from Staff and hearings in front of the Commission. On July 2, 2003, the Commission revoked S&S's Certificate of Authority to provide telecommunications services in South Dakota.

B. Argument for Dismissal of Petition to Intervene

The rules governing intervention are found in ARSD 20:10:01:15.02-05. ARSD 20:10:01:15.02 allows a person who is not an original party to a proceeding to petition to intervene if said person is one “who claims an interest in a pending proceeding.” The petition itself must “set out clearly and concisely the facts supporting the petitioner’s alleged interest in the proceeding,” as well as the position of the petitioner, to the extent known. (ARSD 20:10:01:15.03). The Commission is granted some discretion in acting upon a petition to intervene:

A petition to intervene shall be granted by the commission if the petitioner shows that the petitioner is specifically deemed by statute to be interested in the matter involved, that the petitioner is specifically declared by statute to be an interested party to the proceeding, or that by the outcome of the proceeding the petitioner will be bound and affected either favorably or adversely with respect to an interest peculiar to the petitioner as distinguished from an interest common to the public or the taxpayers in general. ARSD 20:10:01:15.05.

Thus, overall, while intervention is generally liberally granted by the Commission, the rules do require a showing of a peculiar interest in the outcome of the proceeding, in absence of a statutorily granted right of intervention.

S&S filed its Motions to Intervene in all of the Local Exchange Carriers’ (LEC) dockets in July of 2002. S&S did not point to any statutorily granted right to intervention, so the first part of ARSD 20:10:01:15.05 is inapplicable. S&S alleged that as a switch-based interexchange carrier, it must purchase certain switched access services from the LECs. As a purchaser of switched access services, S&S claimed that “any increase in the rates of such services will directly and immediately affect the pecuniary interests of S&S ... as it will naturally affect S&S[’s] ... operating expenses.” (S&S Petition to Intervene). S&S noted some general concerns with regard to ineligible costs being included as recoverable costs, and also that the Commission’s decision in the cost

study dockets would “affect the customers of switched access services in general.” (S&S Petition to Intervene).

In early August of 2002, the Commission “found that S&S’s Petition(s) to Intervene was timely filed and demonstrates good cause to grant intervention,” and entered an Order to that effect in each of the LECs’ cost study dockets.

At the time the Petitions were filed by S&S and the Orders granted by the Commission were entered, the facts and application of the rules no doubt supported S&S’s intervention. Since that time, however, the facts have changed. As a result of the Commission’s Order of July 2, 2003, revoking S&S’s Certificate of Authority, S&S no longer has any pecuniary interest in the outcome of the cost study dockets. The change of facts is apparent:

1. S&S is no longer a switch-based interexchange carrier, and S&S no longer provides intrastate and interstate message telecommunications services to its subscribers.
2. S&S no longer purchases switched access services from LECs.
3. Because S&S no longer purchases switched access services from LECs, any increase in rates will not have any effect on S&S’s pecuniary interests or on its operating expenses.

Therefore, S&S can no longer demonstrate that “by the outcome of the proceeding [it] will be bound and affected either favorably or adversely with respect to an interest peculiar to the petitioner . . .” (ARSD 20:10:01:15.05). S&S will not be affected by the outcome of the cost study dockets at all, as it is no longer in business.

S&S’s general allegation of interest based upon the “important and complex issues” that arise in tariff filing is insufficient to establish the level of interest re-

quired under the rules to grant and maintain intervenor status, nor is S&S's claimed interest based on the direct and immediate effect of switched access services on customers in general sufficient to sustain intervenor status. In fact, ARSD 20:10:01:15.05 states that to grant intervention to a petitioner, the petitioning party must demonstrate a peculiar interest that is distinguishable "from an interest common to the public or to the taxpayers in general."

In addition, S&S's intervention in this docket has not promoted a timely hearing and disposition of this case by the Commission. By way of example, the Commission Staff has requested S&S to provide a list of specific issues it will raise at the hearing. The purpose of Staff's request was to determine the amount of time to set aside for a hearing. To date, however, S&S has not responded to Staff's request, so a final hearing date has still not been scheduled. Instead of providing information and identifying specific issues to the Commission that will aid the Commission in its decision making process, S&S has continued to request information from companies without any stated purpose.

Because S&S can no longer demonstrate that it has an interest in the cost study docket, and because S&S's intervention has failed to facilitate the Commission's decision making role, S&S should be dismissed as an intervenor in this docket.

C. Argument for Extension of Time

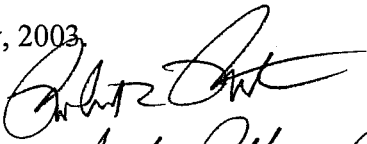

Prior to the hearings on June 30, 2003, and July 2, 2003, that culminated in the Commission revoking S&S's Certificate of Authority, S&S served Second Discovery Requests upon Company. The Discovery Requests are dated June 12, 2003, and under the rules of civil procedure, responses are due within thirty days.

Since the service of the Second Discovery Requests, S&S's Certificate of Authority was revoked, which is the reason for Company's Motion to Dismiss. In the

event the Commission grants Company's Motion, responses to the Discovery Requests would not be necessary. Therefore, Company requests that the Commission extend the time to respond to the Second Discovery Requests. If the Motion to Dismiss is denied, Company requests thirty days from the date of the Commission's ruling in which to respond to the Discovery Requests.

WHEREFORE, Company respectfully moves the Commission to dismiss S&S as an Intervenor and party in this docket, and to grant an extension of time to respond to discovery.

Dated this eleventh day of July, 2003,

Darla Pollman Rogers
Robert C. Riter
Riter, Rogers, Wattier & Brown
P. O. Box 280
Pierre, South Dakota 57501
Telephone (605) 224-7889
Attorney for Company

CERTIFICATE OF SERVICE

The undersigned hereby certifies that she served a copy of the foregoing **MOTION** upon the person herein next designated, on the date below shown, by depositing a copy thereof in the United States mail at Pierre, South Dakota, postage prepaid, in an envelope addressed to said addressee, to-wit:

John W. Burke
Barker, Wilson, Reynolds & Burke, LLP
P. O. Box 100
Belle Fourche, South Dakota 57717-0100

Dated this eleventh day of July, 2003.



Darla Pollman Rogers
Robert C. Riter
Riter, Rogers, Wattier & Brown
P. O. Box 280
Pierre, South Dakota 57501
Telephone (605) 224-7889
Attorney for Company

BARKER WILSON REYNOLDS & BURKE
L A W Y E R S

KENNETH E. BARKER*
MICHAEL A. WILSON*
MICHAEL P. REYNOLDS**
JOHN W. BURKE***
JEFFERY D. COLLINS

www.bwrb.com

4200 BEACH DRIVE
P.O. BOX 9335
RAPID CITY, SD 57709-9335
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211 ZINNIA STREET
P.O. BOX 100
BELLE FOURCHE, SD 57717-0100
605.723.8000 • FAX: 605.723.8010

REPLY TO: BELLE FOURCHE OFFICE

July 22, 2003

RECEIVED

JUL 24 2003

**SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION**

Debra Elofson
Executive Director
Public Utilities Commission
State Capitol
500 East Capitol
Pierre, SD 57501

Re: Intervenor's Brief in Resistance to Motion to Dismiss and Motion for Extension of Time

Dear Debra:

Enclosed please find the originals and ten copies of each of **Intervenor's Brief in Resistance to Motion to Dismiss and for Extension of Time** for filing in the following matters:

TC02-071 Baltic Telecom Cooperative
TC02-080 Beresford Municipal Telephone Company
TC02-078 Bridgewater-Canistota Independent Telephone Company
TC02-076 Brookings Municipal Telephone Company
TC02-087 DTG Community Telephone
TC02-072 East Plains Telecom, Inc.
TC02-053 Interstate Telecommunication Cooperative, Inc.
TC02-079 Kennebec Telephone Company
TC02-090 Local Exchange Carriers Association
TC02-068 McCook Cooperative Telephone Company
TC02-067 Midstate Communications, Inc.
TC02-088 Roberts County Telephone Cooperative Association and RC Communications, Inc.
TC02-073 Sanborn Telephone Cooperative and SANCOM, Inc.
TC02-058 Sioux Valley Telephone Company
TC02-091 South Dakota Network, L.L.C.
TC02-065 Splitrock Properties, Inc.
TC02-066 Splitrock Telecom Cooperative, Inc.
TC02-064 Sully Buttes Telephone Cooperative, Inc.
TC02-089 Tri-County Telcom, Inc.
TC02-074 Valley Telecommunications Cooperative Association
TC02-054 Vivian Telephone Company
TC02-052 West River Cooperative Telephone Company

Debra Elofson
July 22, 2003
Page 2

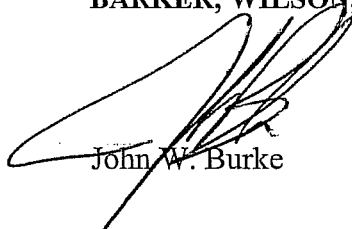
By copy of this letter, copies of the same are being served upon counsel for the opposing Petitioner via facsimile and first class mail.

If you have any questions, please feel free to give me a call at any time.

Best regards.

Sincerely,

BARKER, WILSON, REYNOLDS & BURKE, L.L.P.

A handwritten signature in black ink, appearing to be "John W. Burke", written over a printed name.

John W. Burke

JWB/bb
Enclosures
cc: S&S Communications
Darla Rogers

RECEIVED

JUL 24 2003

SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

***BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA***

TC02-053

**IN THE MATTER OF THE ESTABLISHMENT OF
SWITCHED ACCESS REVENUE REQUIREMENT
FOR INTERSTATE TELECOMMUNICATIONS
COOPERATIVE, INC.**

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**INTERVENOR'S BRIEF IN
RESISTANCE TO MOTION
TO DISMISS AND MOTION
FOR EXTENSION OF TIME**

COMES NOW the Intervenor, S&S Communications, by and through its attorneys of record, Barker, Wilson, Reynolds & Burke, L.L.P., and hereby submits the following in resistance to Petitioner's Motion to Dismiss and Motion for Extension of Time to Respond to Second Discovery Requests.

ARGUMENT AND AUTHORITIES

I. PETITIONER'S MOTION TO DISMISS SHOULD BE DENIED.

Petitioner contends that S&S Communications should be dismissed as an Intervenor in this matter. In its words, "[b]ecause S&S no longer purchases switched access services from LECs, any increase in rates will not have any effect on S&S's pecuniary interest or on its operating expenses." Disappointingly, in an unwarranted personal attack, Petitioner adds that "S&S's intervention in this docket has not promoted a timely hearing and disposition of this case by the Commission." Petitioner's Motion to Dismiss at 4. Given Petitioner's comment, before addressing Petitioner's Motion to Dismiss on the merits, a review of the parties' respective efforts to "promote[] a timely hearing and disposition of this case by the Commission" is warranted.

A. S&S Communications has worked toward the timely hearing and disposition of this matter.

In June of 2002, Petitioner filed its 2001 Intrastate Switched Access Cost Study for

approval by this Commission. Thereafter, S&S Communications filed S&S Communications' Petition to Intervene. S&S Communications' Petition to Intervene was granted.

On July 26, 2002, S&S Communications served Intervenor's Discovery Requests. On August 26, 2002, *thirty days* after Intervenor's Discovery Requests had been served, Petitioner served its Response to Intervenor's Discovery Requests in which Petitioner objected to each and every one of the Requests for Production. Because Petitioner did nothing more than object to the discovery requests, Petitioner's Response could have been served immediately thereby saving the parties and the Commission thirty days in this process. Instead, Petitioner waited the full thirty days to produce nothing.

On September 4, 2002, just over one week after receiving Petitioner's "responses" to Intervenor's Discovery Requests, S&S Communications served S&S Communications' Request for Access to Confidential Information.

After hearing very little from counsel for Petitioner over the next two months, on November 15, 2002, counsel for S&S Communications mailed counsel for Petitioner a letter stating as follows:

As you know, during the first week of September 2002, I served numerous Requests for Access to Confidential Information. Over the next two months, I heard very little from you in this regard until recently, when you stated in an e-mail that your clients might be willing to disclose this information if it was only reviewed by S&S Communications' expert, Porter Childers. I am writing to simply state that my patience is at an end, and that, therefore, if you do not advise me that this information can be reviewed by Mr. Childers by 12 p.m. on Monday, I will take immediate action, which may or may not include renewed Requests for Access to Confidential Information.

See Attachment A (copy of letter from Burke to Rogers dated November 15, 2002) (emphasis added). This letter prompted a response and, after some discussion, counsel for S&S Communications received a draft of a Protective Agreement on December 5, 2002.

Approximately eight days later, on December 13, 2002, counsel for S&S Communications faxed a copy of a revised Protective Agreement to counsel for Petitioner “with various modifications.” See Attachment B (copy of letter from Burke to Rogers dated December 13, 2002). Counsel for Petitioner faxed another revised Protective Agreement to counsel for S&S Communications on December 18, 2002.

On December 31, 2002, counsel for S&S Communications faxed yet another revised Protective Agreement to counsel for Petitioner. See Attachment C (copy of letter from Burke to Rogers dated December 31, 2002). After counsel for S&S Communications did not hear from counsel for Petitioner during the two weeks that followed, counsel for S&S Communications wrote a letter to counsel for Petitioner stating as follows:

A couple of days ago I called your office and was informed that you would call me back in a few minutes. I did not hear from you later that day, nor did I hear from you yesterday. As a result, I called again yesterday and left another message. In the meantime, we have received an e-mail from Karen Cremer at the Public Utilities Commission indicating that they would like to move forward with these dockets. For that reason, and because I believe that you have had plenty of time to review the language in the Protective Agreement, I would like to know whether you intend to sign the Protective Agreement by 5 p.m. MST today. If I do not hear from you in this regard, I will contact Ms. Cremer on Monday morning and ask that she set a hearing.

While I appreciate that you may be busy, I am sure that you can understand why I do not risk S&S Communications’ meaningful participation in these dockets simply because your clients are struggling with the language of a Protective Agreement concerning documents which we are clearly entitled to.

See Attachment D (copy of letter from Burke to Rogers dated January 17, 2003) (emphasis added).

Approximately three days later, on January 20, 2003, counsel for S&S Communications received a facsimile from counsel for Petitioner accompanied by another draft of the Protective Agreement. After further discussions, on February 3, 2003, counsel for S&S Communications

received yet another proposed Protective Agreement from counsel for Petitioner. Within a matter of days, the parties agreed to a Protective Agreement and it was circulated for the appropriate signatures. Approximately six weeks later, during the first week of April, 2003, a number of the “cost studies” were mailed to S&S Communications’ expert, Porter Childers.

After his initial review of the cost studies, Porter Childers related that additional information was needed to permit a meaningful consideration as to whether an increase of South Dakota’s already high switched access rates is appropriate. On June 12, 2003, S&S Communications served Intervenor’s Second Discovery Requests. To date, Petitioner has not responded to these requests. Instead, like before, Petitioner waited twenty-nine days and then served the present Motion for Extension of Time to Respond to Second Discovery Request.

Given the preceding, S&S Communications would submit that it has been Petitioner, and not S&S Communications, that “has not promoted a timely hearing and disposition of this case by the Commission.” Petitioner’s Motion to Dismiss at 4.¹

B. S&S Communications should not lose its intervenor status.

Though it fails to cite a single case in support of its argument, Petitioner contends that S&S Communications should be dismissed as an intervenor in this matter. According to Petitioner, “S&S can no longer demonstrate that ‘by the outcome of the preceding [it] will be bound and affected either favorably or adversely with respect to an interest peculiar to the petitioner’” Petitioner’s Motion to Dismiss at 3. S&S Communications should not lose its

¹ Petitioner submits that S&S Communications has not responded to Staff’s request for a list of specific issues. Petitioner’s Motion to Dismiss at 4. Petitioner’s representation is inaccurate and misleading. Staff did ask counsel for S&S Communications for an issues matrix. Thereafter, counsel for S&S Communications contacted Staff and informed it that until it had obtained the additional information requested from Petitioner—information needed by S&S Communications’ expert, Porter Childers—that it would be unable to provide an issues matrix.

intervenor status.

First, once this Commission granted S&S Communications status as an intervenor in this matter, it became “a party to the proceeding.” ARSD 20:10:01:15.05. Accord 7C C. Wright & A. Miller, *Federal Practice and Procedure* § 1920 (1985); Schneider v. Dumberton Developers, Inc., 767 F2d 1007, 1017 (CADC 1985) (“When a party intervenes, it becomes a full participant in the lawsuit and is treated just as if it were an original party.”). By rule, “[a]s a party,” S&S Communications became “entitled . . . to all . . . rights granted to parties by statute.” ARSD 20:10:01:15.05. Parties cannot be summarily dismissed from a matter. See SDCL 15-6-12(b) (motion to dismiss (1) for lack of jurisdiction over the subject matter; (2) for lack of jurisdiction over the person; (3) due to insufficiency of process; (4) due to insufficiency of service of process; (5) for failure to state a claim upon which relief can be granted; (6) for failure to join a party under § 15-6-19); SDCL 15-6-12(c) (motion for judgment on the pleadings); SDCL 15-6-41(b) (motion for involuntary dismissal); SDCL 15-6-56 (motion for summary judgment). Thus, as a party, S&S Communications cannot be summarily dismissed from this proceeding.

Second, the Commission should not overlook the fact that Petitioner will not in any way be prejudiced by S&S Communications’ continued participation in this proceeding. If Petitioner’s cost studies support the rates they seek to implement, and Petitioner has nothing to hide, it should, frankly, be indifferent to S&S Communications’ continued participation.

Third, S&S Communications’ continued participation will aid the Commission in obtaining its ultimate objective of switched access rates that are fair to Petitioner, interexchange carriers, and the citizens of South Dakota. If Petitioner shares this objective—which it should—how can it *reasonably* maintain that S&S Communications should not be allowed to

continue to participate and assist the Commission.²

II. PETITIONER'S MOTION FOR EXTENSION SHOULD BE DENIED.


As noted earlier, after his initial review of the cost studies, S&S Communications' expert, Porter Childers, indicated that additional information was needed to analyze whether an increase of South Dakota's already high switched access rates was appropriate. S&S Communications served Intervenor's Second Discovery Requests on June 12, 2003. Although Petitioner agrees that its "responses are due within thirty days," it seeks an extension because "[i]n the event the Commission grants Company's Motion, responses to the Discovery Requests would not be necessary." Petitioner's Motion to Dismiss at 4-5. Petitioner's Motion should be denied.

Petitioner's Motion is nothing more than a transparent attempt to further delay inquiry into the basis for the switched access rates it seeks to charge. It is worth noting that as of the day S&S Communications' Certificate of Authority was revoked (July 3, 2003)—the event which serves as the basis for Petitioner's Motion—Petitioner had had Intervenor's Second Discovery Requests for approximately twenty days. Because Petitioner only had thirty days to respond to Intervenor's Discovery Requests, Petitioner should have had a substantial portion of the documents already gathered and therefore should have at least produced the documents it had already gathered. There is no good faith reason why Petitioner had not already produced at least what it had gathered by July 3. S&S Communications' expert could be reviewing such documents right now. Petitioner's Motion directly contradicts the promotion of the "timely hearing and disposition of this case by the Commission." Petitioner's Motion to Dismiss at 4.

² In addition, Petitioner will no doubt seek retroactive recovery of the increased switched access rates from interexchange carriers, including S&S Communications. In that case, Petitioner will be seeking additional funds from S&S Communications and, as a result, the Commission's decision will directly and immediately affect the pecuniary interests of S&S Communications.

Dated this 22nd day of July, 2003.

BARKER, WILSON, REYNOLDS & BURKE, L.L.P.
Attorneys for S&S Communications

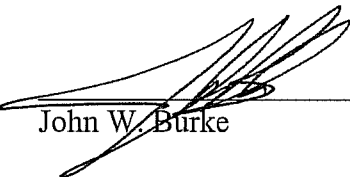
By: 

John W. Burke
211 Zinnia Street
P.O. Box 100
Belle Fourche, SD 57717-0100
Tel: (605) 723-8000
Fax: (605) 723-8010

CERTIFICATE OF SERVICE

I, John W. Burke, hereby certify that on the 22nd day of July, 2003, I caused a copy of the foregoing **INTERVENOR'S BRIEF IN RESISTANCE TO MOTION TO DISMISS AND MOTION FOR EXTENSION OF TIME** to be served upon the following via facsimile and first class mail:

Darla Pollman Rogers
Riter, Rogers, Wattier & Brown
P.O. Box 280
Pierre, SD 57501



John W. Burke

KENNETH E. BARKER"

MICHAEL A. WILSON'

MICHAEL P. REYNOLDS"

JOHN W. BURKE"

JEFFERY D. COLLINS

BARKER WILSON REYNOLDS & BURKE
LAWYERS

www.courtroomcounselors.com

4200 BEACH DRIVE
P.O. BOX 9335
RAPID CITY, SD 57709-9335
605.718.8000 • FAX: 605.718.8010

211 ZINNIA STREET
P.O. BOX 100
BELLE FOURCHE, SD 57717-0100
605.723.8000 • FAX: 605.723.8010

REPLY TO: BELLE FOURCHE OFFICE

November 15, 2002

VIA FACSIMILE AND FIRST CLASS MAIL

Darla Rogers
Meyer & Rogers
P.O. Box 1117
Pierre, SD 57501

Re: S&S Communications/RLECs

Dear Ms. Rogers:

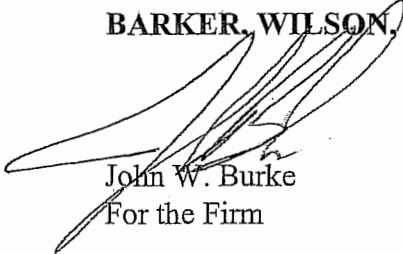
As you know, during the first week of September 2002, I served numerous Requests for Access to Confidential Information. Over the next two months, I heard very little from you in this regard until recently, when you stated in an e-mail that your clients might be willing to disclose this information if it was only reviewed by S&S Communications' expert, Porter Childers. I am writing to simply state that my patience is at an end, and that, therefore, if you do not advise me that this information can be reviewed by Mr. Childers by 12 p.m. on Monday, I will take immediate action, which may or may not include renewed Requests for Access to Confidential Information.

I look forward to hearing from you in this regard. If you have any questions, please feel free to give me a call at any time.

Best regards.

Sincerely,

BARKER, WILSON, REYNOLDS & BURKE, L.L.P.


John W. Burke
For the Firm

JWB/bb

cc: S&S Communications

Attachment
A

BARKER WILSON REYNOLDS & BURKE
L A W Y E R S

www.courtroomcounselors.com

4200 BEACH DRIVE
P.O. Box 9335
RAPID CITY, SD 57709-9335
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605.723.8000 ♦ FAX: 605.723.8010

REPLY TO: BELLE FOURCHE OFFICE

December 13, 2002

VIA FACSIMILE AND FIRST CLASS MAIL

Darla Rogers
Meyer & Rogers
P.O. Box 1117
Pierre, SD 57501

Re: S&S Communications/RLECs

Dear Darla:

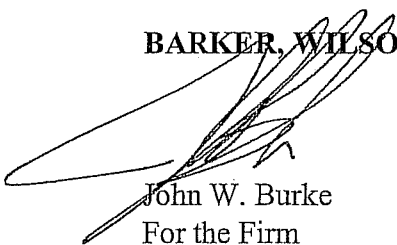
Enclosed please find a copy of the proposed Protective Agreement you faxed to me earlier this week with various modifications. I would sincerely appreciate it if you would review these modifications and let me know on Monday whether they are acceptable to you.

I look forward to hearing from you in this regard. In the meantime, if you have any questions, please feel free to give me a call at any time.

Best regards.

Sincerely,

BARKER, WILSON, REYNOLDS & BURKE, L.L.P.


John W. Burke
For the Firm

JWB/bb
Enclosure

Attachment
B

BARKER WILSON REYNOLDS & BURKE
L A W Y E R S

KENNETH E. BARKER¹

MICHAEL A. WILSON¹

MICHAEL P. REYNOLDS²

JOHN W. BURKE³

JEFFERY D. COLLINS

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605.723.8000 • FAX: 605.723.8010

REPLY TO: BELLE FOURCHE OFFICE

December 31, 2002

VIA FACSIMILE AND FIRST CLASS MAIL

Darla Rogers
Meyer & Rogers
P.O. Box 1117
Pierre, SD 57501

Re: Protective Agreement

Dear Darla:

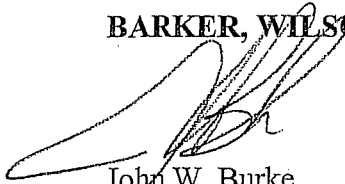
I am in receipt of your facsimile dated December 18, 2002, as well as the accompanying revised draft of the Protective Agreement. After reviewing the Protective Agreement, and given the number of changes that have been made, I took the liberty of revising the Protective Agreement. I am enclosing a draft for your review. In my opinion, it protects the interests of both your clients and S&S Communications.

I look forward to hearing from you in this regard. In the meantime, if you have any questions, please feel free to give me a call at any time.

Best regards.

Sincerely,

BARKER, WILSON, REYNOLDS & BURKE, L.L.P.


John W. Burke
For the Firm

JWB/bb
Enclosure

Attachment
C

BARKER WILSON REYNOLDS & BURKE
L A W Y E R S

KENNETH E. BARKER*

MICHAEL A. WILSON†

MICHAEL P. REYNOLDS**

JOHN W. BURKE***

JEFFERY D. COLLINS

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605.723.8000 ♦ FAX: 605.723.8010

REPLY TO: BELLE FOURCHE OFFICE

January 17, 2003

VIA FACSIMILE AND FIRST CLASS MAIL

Darla Rogers
Meyer & Rogers
P.O. Box 1117
Pierre, SD 57501

Re: S&S Communications v. RLEC's

Dear Darla:

A couple of days ago I called your office and was informed that you would call me back in a few minutes. I did not hear from you later that day, nor did I hear from you yesterday. As a result, I called again yesterday and left another message. In the meantime, we have received an e-mail from Karen Cremer at the Public Utilities Commission indicating that they would like to move forward with these dockets. For that reason, and because I believe that you have had plenty of time to review the language in the Protective Agreement, I would like to know whether you intend to sign the Protective Agreement by 5 p.m. MST today. If I do not hear from you in this regard, I will contact Ms. Cremer on Monday morning and ask that she set a hearing.

While I appreciate that you may be busy, I am sure that you can understand why I do not risk S&S Communications' meaningful participation in these dockets simply because your clients are struggling with the language of a Protective Agreement concerning documents which we are clearly entitled to.

I look forward to hearing from you in this regard. If you have any questions, please feel free to give me a call at any time.

Best regards.

Sincerely,

BARKER, WILSON, REYNOLDS & BURKE, L.L.P.


John W. Burke
For the Firm

JWB/bb

Attachment
D

**BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA**

| | | |
|---|---|-------------------------------|
| IN THE MATTER OF THE ESTABLISHMENT |) | NOTICE OF INTENT TO |
| OF SWITCHED ACCESS REVENUE |) | CONSIDER MOTION AS ONE |
| REQUIREMENT FOR INTERSTATE |) | FOR SUMMARY |
| TELECOMMUNICATIONS COOPERATIVE, INC. |) | JUDGMENT; ORDER FOR |
| |) | AND NOTICE OF HEARING; |
| | | ORDER EXTENDING TIME |
| | | FOR RESPONSE |
| | | TC02-053 |

On June 10, 2002, Interstate Telecommunications Cooperative, Inc. (Company) filed for approval by the Public Utilities Commission (Commission) its 2001 Intrastate Switched Access Cost Study.

On June 13, 2002, the Commission electronically transmitted notice of the filing and the intervention deadline of June 28, 2002, to interested individuals and entities. On June 28, 2002, the Commission received a Petition to Intervene from S&S Communications (S&S). At its regularly scheduled meeting of July 9, 2002, the Commission granted intervention to S&S.

On July 11, 2003, Company filed a Motion to Dismiss and Motion for Extension of Time to Respond to Second Discovery Request (Motions). On July 24, 2003, S&S filed a Brief in Resistance to Motion to Dismiss and Motion for Extension of Time.

The Commission scheduled the Motions for consideration at its regular meeting on August 4, 2003, and the Commission voted unanimously to serve notice on the parties that S&S's Motion to Dismiss will be considered at the Commission's next regularly scheduled meeting on August 19, 2003, at 1:30 p.m. CDT at the Ramada Inn in Aberdeen, South Dakota, alternatively as a motion for summary judgment or as a motion to dismiss. The Commission further voted unanimously to extend the time for Company's response to S&S's pending discovery requests until after decision on Company's Motion to Dismiss and the further order of the Commission.

After hearing and considering the briefs, arguments and factual representations of the parties at its August 4, 2003 meeting, the Commission finds and concludes that S&S has raised an issue as to whether a genuine issue of material fact exists as to whether S&S presently continues to have an interest in the subject matter of this proceeding that is sufficient under ARSD 20:10:01:15.05 to maintain its standing as an intervening party in the proceeding. The Commission further finds and concludes that the issue of whether a genuine issue of material fact exists should be determined before the Motion to Dismiss is decided. The Commission further finds and concludes that if a genuine issue of material fact as to S&S's present interest in the subject matter of this proceeding is presented, then the Commission should hold a preliminary factual hearing to resolve such issue of fact related to S&S's continuing standing to maintain intervenor party status.

The Commission therefore serves notice, in conformity with *Richards v. Lenz*, 539 N.W.2d 80 (S.D. 1995), that it will hold a hearing on August 19, 2003, at 1:30 p.m., at the Ramada Inn, 2727 6th Avenue S.E., Aberdeen, South Dakota, to consider Company's Motion to Dismiss as a motion for summary judgment under SDCL 1-26-18 and 15-6-56, for purposes of considering the issue of whether a genuine issue of material fact exists as to S&S's current interest in this proceeding. If a genuine issue of material fact is not presented, the Commission will determine the issue of whether S&S currently has a sufficient interest in the proceeding to maintain its status as an intervenor party.

as a question of law based upon the material facts as to which there is no genuine issue. On or before August 15, 2003, S&S shall file and serve on the parties hereto any affidavit(s) or other proof it wishes to present to demonstrate that a genuine issue of material fact exists as to its present interest in the outcome of this proceeding. On or before August 18, 2003, Company shall file and serve any opposing affidavit(s) or other proofs.

The Commission further serves notice that if the Commission determines at the August 19, 2003 hearing that a genuine issue of material fact is presented as to S&S's current interest in the proceeding, that the Commission will thereupon at such time and place take evidence from S&S and other parties hereto on the issue of S&S's current interest in this proceeding.

The issue at the hearing will be whether by the outcome of the proceeding S&S will be bound and affected either favorably or adversely with respect to an interest peculiar to S&S as distinguished from an interest common to the public or to the taxpayers in general. The hearing will be an adversary proceeding conducted pursuant to SDCL Chapter 1-26. All parties have the right to be present and to be represented by an attorney. These rights and other due process rights may be forfeited if not exercised at the hearing. The Commission will consider all evidence and arguments presented at the hearing. To the extent allowed by law for appeals of interlocutory decisions, the Commission's decision may be appealed by the parties to the circuit court and the state Supreme Court as provided by law. It is therefore

ORDERED, that a hearing shall be held at the time and place and in the manner specified above, on the issue set forth above; and it is further

ORDERED, that S&S shall file and serve any affidavit(s) or other proof as to the above issue on or before August 15, 2003, and that Company shall file and serve any opposing affidavit(s) or other proof on or before August 18, 2003; and it is further

ORDERED, that the time for Company to respond to S&S's pending discovery requests is extended until after the Motion to Dismiss is decided and the further order of the Commission.

Pursuant to the Americans with Disabilities Act, this hearing is being held in a physically accessible location. Please contact the Public Utilities Commission at 1-800-332-1782 at least 48 hours prior to the hearing if you have special needs so arrangements can be made to accommodate you.

Dated at Pierre, South Dakota, this 8th day of August, 2003.

| | |
|--|--|
| 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> Melaine Kalbo </u> |
| Date: | <u> 8/8/03 </u> |
| (OFFICIAL SEAL) | |

BY ORDER OF THE COMMISSION:

 Robert K. Sahr
ROBERT K. SAHR, Chairman

 Gary Hanson
GARY HANSON, Commissioner

RECEIVED

BEFORE THE PUBLIC UTILITIES COMMISSION

AUG 18 2003

OF THE STATE OF SOUTH DAKOTA

**SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION**

IN THE MATTER OF THE ESTABLISH-
MENT OF SWITCHED ACCESS REVE-
NUE REQUIREMENT

Docket No.'s TC02-052, TC02-053,
TC02-054, TC02-058, TC02-064,
TC02-065, TC02-066, TC02-067,
TC02-068, TC02-071, TC02-072,
TC02-073, TC02-074, TC02-076,
TC02-077, TC02-078, TC02-079,
TC02-080, TC02-087, TC02-088,
TC02-089, TC02-090, TC02-091

RESPONSE OF COMPANIES NAMED IN ABOVE DOCKETS
TO AFFIDAVIT OF LES S. SUMPTION

Relevant Background

In June of 2002, each of the companies named in the above dockets (hereinafter "Companies") filed its 2001 Intrastate Switched Access Cost Study. S&S Communications ("S&S") was granted intervention status in the above dockets by the Commission on July 23, 2002.

On July 1, 2003, pursuant to properly given statutory notice, the Companies' switched access rates became effective, subject to final approval/refund by the Commission. On July 2, 2003, Commission revoked S&S's Certificate of Authority to do business as a telecommunications company in South Dakota.

On July 11, 2003, each of the Companies filed a Motion to Dismiss S&S as Intervenor in the Cost Study Dockets and Motion for Extension of Time to Respond to S&S's Second Discovery Request. S&S filed a Brief in Resistance to Companies' Motions.

On August 4, 2003, the Commission considered the Motions and voted to reconsider the Motion to Dismiss on August 19, 2003, alternatively as a Motion for Summary Judgment or as a Motion to Dismiss. The Commission extended the time of Companies to respond to the Second Discovery Requests pending ruling on the Motion to Dismiss.

On August 14, 2003, S&S filed an Affidavit of Les S. Sumption, resisting Companies' Motion to Dismiss and/or Motion for Summary Judgment. This Response is filed by Companies in support of the Motion to Dismiss and the Motion for Summary Judgment.

Issue

The issue presented is whether a genuine issue of material fact exists as to S&S's current interest in the cost study dockets. If the Commission determines that no genuine issue of material fact exists, it will proceed to determine whether S&S currently has sufficient interest in the proceeding to maintain its status as intervenor party as a question of law.

If the Commission determines S&S has alleged sufficient facts in its Affidavit to establish that a genuine issue of material fact may exist, the Commission will proceed to take evidence from S&S and other parties on the issue of S&S's current interest in the Companies' cost study dockets. The issue at said factual hearing will be whether by the outcome of these proceedings (the cost study dockets) S&S will be bound and affected either favorably or adversely with respect to an interest peculiar to S&S as distinguishable from an interest common to the public or to the taxpayers in general.

Argument

It is Companies' position that a further factual hearing is not necessary, as the Affidavit filed by S&S in this docket is insufficient to establish the existence of a genuine issue of material fact.

SDCL § 15-6-56 governs summary judgment practice. Specifically, SDCL § 15-6-56(e) addresses the form of affidavits necessary to support or oppose a summary judgment motion:

Supporting and opposing affidavits shall be made on personal knowledge, shall set forth such facts as would be admissible in evidence . . . when a motion for summary judgment is made . . . an adverse party may not rest upon the mere allegations or denials of his pleading, but his response . . . must set forth specific facts showing that there is a genuine issue for trial.

A careful review of the Affidavit of Les S. Sumption shows that it falls far short of the statutory standards for opposing affidavits. Paragraph 5 of the Affidavit states that over the past several weeks, "several individuals and/or entities have expressed an interest in purchasing S&S Communications and/or its assets." Paragraph 6 states that S&S is presently negotiating to sell "its business and/or its assets." S&S, however, submits no supplemental documents supporting its stated allegations.

It is highly speculative at best that S&S could sell its business. This Commission can take judicial notice of the fact that S&S can no longer provide services, since its Certificate of Authority has been revoked. Therefore, sale of S&S as a business is very unlikely. S&S is asking the Commission to keep it in these dockets on the slim chance of a sale of its business. No facts are submitted to substantiate these allegations: What is the name of the proposed buyer? Is it an individual or an entity? In his Affidavit, Mr. Sumption apparently cannot decide what type of buyer he is dealing with, despite his assertion that he is "presently" engaged in negotiations. Is the sale one of a business

or one of assets? Again, Mr. Sumption is unable to state what type of sale he is presently negotiating. It is important to remember that the purpose of the current dockets is to determine and establish fair switched access rates in accordance with this Commission's rules, not whether S&S can sell its business or assets.

Nor does Mr. Sumption's Affidavit establish sufficient facts to show that S&S's pecuniary interests will be "directly and immediately affected" by the outcome of these dockets. There is no evidence whatsoever that S&S Communications "will have to purchase switched access services." It obviously cannot do so without a Certificate of Authority. Even assuming for purposes of argument that S&S sells its business as an on-going telecommunications business, which is not only a stretch of the imagination but also not even affirmatively stated and supported by Mr. Sumption's Affidavit, the new buyer would have to establish its own interest in the Companies' switched access rates. Mr. Sumption cannot raise concerns of a phantom buyer and expect such vicarious allegations to sustain the level of specificity required by SDCL 15-6-56(e) to oppose a summary judgment motion. Such hearsay would not be admissible in a factual hearing. If, on the other hand, S&S does sell assets, such as a switch or other personal property, the outcome of these dockets would have no effect whatsoever on such a sale.

The standards of specificity of affidavits in support of or in opposition to summary judgment are high under South Dakota case law as well. The clearest example is found in the case of The Estate of Fredris J. Elliott vs. A&B Welding Supply Company, Inc., 594 NW2d 707 (SD 1999). The case involved agreements among shareholders for the purchase of stock. Specifically, the Estate tried to challenge the validity of written buy/sell agreements on the basis of alleged oral agreements between the share-

holders. In granting summary judgment upholding the validity of the written agreements, the Court stated:

However, proof of a mere possibility is never sufficient to establish a fact . . . “When challenging a summary judgment, the nonmoving party ‘must substantiate his allegations with sufficient probative evidence that would permit a finding in his favor on more than mere speculation, conjecture, or fantasy.’” Himrich v. Carpenter, 569 NW2d 568, 573 (quoting Moody v. St. Charles County, 23 F3d 1410, 1412 (8th Cir. 1994)).

See also Estate of Thomas v. Sheffield, (“mere allegations are not sufficient to preclude summary judgment”), 511 NW2d 841, 844 (SD 1994). Also on point is the case of Paradigm Hotel Mortgage Fund v. Sioux Falls Hotel Company, Inc., 511 NW2d 567 (SD 1994). The Hotel appealed the trial court’s grant of summary judgment to Paradigm in a foreclosure action against Hotel on a defaulted mortgage loan. The argument centered around the value of the mortgaged property. Hotel, in opposition to the summary judgment motion, failed to complete an appraisal “or to obtain evidence to back up [its] conclusory allegations.”

The trial court was left to decide whether an issue of fact existed on value based upon Defendant’s appraiser’s assertion that the property was worth “substantially more” than the value shown in the mortgage holder’s appraisal. In sum, the circuit court was asked to anticipate possible proof. Unsupported conclusions and speculative statements do not raise a genuine issue of fact. Paradigm at 569.

S&S is doing exactly what the Defendant in Paradigm did. It is asking this Commission to find that there is a genuine issue of material fact by “anticipating possible proof.” The “unsupported conclusions and speculative statements” in Mr. Sumption’s Affidavit clearly do not raise a genuine issue of fact.

Conclusion

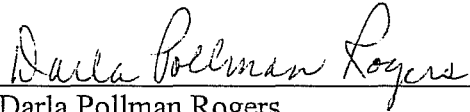
Since S&S has failed to establish that a genuine issue of material fact exists as to its current interest in the proceeding, the Commission can proceed to determine

whether S&S currently has sufficient interest in the cost study dockets to maintain its status as an intervenor party as a matter of law. Companies have established in prior proceedings before this Commission:

- (a) That S&S does not pay Companies' 2001 switched access charges, as its Certificate of Authority is revoked and it is no longer in business; thus S&S no longer has any interest in the cost study dockets;
- (b) That S&S has failed to establish a peculiar interest beyond that of the general public;
- (c) That S&S's continued presence in these dockets is prejudicial to the Companies;
- (d) That this Commission has the expertise and authority to establish switched access rates without S&S's continued participation in these dockets;
- (e) That no issue exists as to retroactive applicability of the 2001 switched access rates; and
- (f) That courts and commissions have full authority to rule upon intervenor status, including the authority to dismiss an intervenor.

Accordingly, Companies respectfully request this Commission to grant the Motion to Dismiss S&S as an intervenor in each of the above-numbered dockets. Companies also request the Commission to order that Companies are not required to respond to S&S's Second Discovery Requests.

Respectfully submitted this eighteenth day of August, 2003.



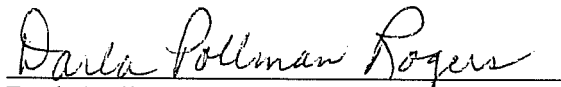
Darla Pollman Rogers
Riter, Rogers, Wattier & Brown
P. O. Box 280
Pierre, South Dakota 57501
Telephone (605) 224-7889
Attorney for Companies

CERTIFICATE OF SERVICE

The undersigned hereby certifies that she served a copy of the foregoing **RESPONSE** upon the person herein next designated, on the date below shown, by facsimile and by depositing a copy of the said Response in the United States mail at Pierre, South Dakota, postage prepaid, in an envelope addressed to said addressee, to-wit:

John W. Burke
Barker, Wilson, Reynolds & Burke, LLP
P. O. Box 100
Belle Fourche, South Dakota 57717-0100

Dated this eighteenth day of August, 2003.



Darla Pollman Rogers
Riter, Rogers, Wattier & Brown
P. O. Box 280
Pierre, South Dakota 57501
Telephone (605) 224-7889
Attorney for Companies

**BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA**

| | |
|------------------------------|----------------------------|
| IN THE MATTER OF THE) | FINAL DECISION AND ORDER |
| ESTABLISHMENT OF SWITCHED) | GRANTING MOTION TO DISMISS |
| ACCESS REVENUE REQUIREMENT) | ON SUMMARY DISPOSITION; |
| FOR INTERSTATE) | NOTICE OF ENTRY |
| TELECOMMUNICATIONS) | |
| COOPERATIVE, INC.) | TC02-053 |

On June 10, 2002, Interstate Telecommunications Cooperative, Inc. (Company) filed for approval by the Public Utilities Commission (Commission) its 2001 Intrastate Switched Access Cost Study. On June 13, 2002, the Commission electronically transmitted notice of the filing and the intervention deadline of June 28, 2002, to interested individuals and entities. On June 28, 2002, the Commission received a Petition to Intervene from S&S Communications (S&S). At its regularly scheduled meeting of July 9, 2002, the Commission granted intervention to S&S.

On July 11, 2003, Company filed a Motion to Dismiss and Motion for Extension of Time to Respond to Second Discovery Request (Company Motions). On July 24, 2003, S&S filed a Brief in Resistance to Motion to Dismiss and Motion for Extension of Time.

At its regular meeting on August 4, 2003, the Commission considered the Company Motions and voted unanimously to serve notice on the parties that S&S's Motion to Dismiss would be considered alternatively as a motion for summary judgment or as a motion to dismiss and to schedule the matter for hearing at the Commission's next regularly scheduled meeting on August 19, 2003. The Commission further voted unanimously to extend the time for Company's response to S&S's pending discovery requests until after decision on Company's Motion to Dismiss and the further order of the Commission. On August 8, 2003, the Commission issued a Notice of Intent to Consider Motion as One for Summary Judgment, Order for and Notice of Hearing; Order Extending Time for Response (Notice and Order) requesting the parties to file any affidavits or other proof demonstrating that a genuine issue of material fact exists or does not exist as to S&S's continuing interest in this proceeding sufficient to maintain party status, setting the matter for consideration and/or hearing on August 19, 2003, at 1:30 p.m. CDT at the Ramada Inn in Aberdeen, South Dakota, and extending the Company's time for response to discovery until after the issue of S&S's standing to maintain status as party is finally decided.

In response to the Commission's Notice and Order, on August 14, 2003, S&S filed an Affidavit of Les S. Sumption (Affidavit). On August 18, 2003, Company filed a Response of Companies Named in Above Dockets to Affidavit of Les S. Sumption. On August 19, 2003, the Commission, after hearing and considering the parties' filings and the arguments of counsel, voted unanimously (i) to decide that the assertions contained in the Affidavit were not sufficient to raise a genuine issue of material fact as to whether S&S continues to have an interest peculiar to it as opposed to an interest common to the public or the taxpayers in general and (ii) to grant Company's Motion to Dismiss. Accordingly, as its Final Decision on the Company's Motion to Dismiss and the Notice and Order, the Commission considering the Affidavit and the other documents and evidentiary showings in the record in the light most favorable to S&S, makes the following Findings of Fact, Conclusions of Law and Order.

FINDINGS OF FACT

1. On June 28, 2002, S&S filed a Petition to Intervene (Petition) with the Commission. At its regular meeting on July 9, 2002, the Commission voted unanimously to grant S&S's Motion to Intervene, and on July 26, 2002, the Commission issued an Order Granting Petition to Intervene. S&S has been a party to this proceeding since then.

2. The standards for intervention as a party in a proceeding before the Commission are set forth in SDCL 1-26-17.1 as follows:

A person who is not an original party to a contested case and whose pecuniary interests would be directly and immediately affected by an agency's order made upon the hearing may become a party to the hearing by intervention, if timely application therefor is made.

and in ARSD 20:10:01:15.05 as follows:

that by the outcome of the proceeding the petitioner will be bound and affected either favorably or adversely with respect to an interest peculiar to the petitioner as distinguished from an interest common to the public or to the taxpayers in general.

3. In the Petition, S&S based its assertion that its interest met these tests on the facts that "S&S is a switch-based interexchange carrier" that "provides both intra and interstate message telecommunications services to its subscribers" (Petition, ¶ 1), that to provide intrastate telecommunications services, S&S "requires . . . switched access services from the Rural Local Exchange Carriers in South Dakota" which include Company (Petition, ¶ 2), and that "[b]ecause S&S Communications purchases switched access services from [Company] any increase in the rates of such services will directly and immediately affect the pecuniary interests of S&S Communications as it will naturally affect S&S Communications' operating expenses." (Petition, ¶ 3).

4. On July 11, 2003, Company filed a Motion to Dismiss asserting that S&S no longer meets the standards for intervention set forth in SDCL 1-26-17.1 and ARSD 20:10:01:15.05 and therefore lacks standing to be a party in this case. The Company's basis for its motion is the Commission's decision in Docket No. TC02-166 to revoke S&S's certificate of authority to provide telecommunications services in South Dakota.

5. On August 8, 2003, the Commission issued a Notice of Intent to Consider Motion as One for Summary Judgment, Order for and Notice of Hearing; Order Extending Time for Response (Notice and Order) requesting the parties to file any affidavits or other proof demonstrating that a genuine issue of material fact exists or does not exist as to S&S's continuing interest in this proceeding sufficient to maintain intervenor party status.

6. The Commission takes official notice of the following matters of record in the Commission's files. On June 16, 2003, the Commission issued an Order to Show Cause and Notice of Hearing in Docket No. TC02-166 requiring S&S to appear and show cause as to why, *inter alia*, its certificate of authority to provide telecommunications services in South Dakota should not be revoked. On June 30 and July 2, 2003, the Commission held a contested case hearing on the Order to Show Cause. On July 2, 2003, following the conclusion of the evidentiary hearing and the arguments of the parties, the Commission unanimously voted to revoke S&S's certificate of authority to provide telecommunications services in South Dakota. On August 28, 2003, the Commission issued its Findings of Fact; Conclusions of Law; Notice of Entry of Order in Docket No. TC02-166 (TC02-166

Order). The TC02-166 Order was transmitted to S&S on August 29, 2003. In the TC02-166 Order, the Commission ordered *inter alia* that S&S's certificate of authority is revoked.

7. The Company's Motion to Dismiss and the Notice and Order provided sufficient notice to S&S of the Company's assertion of the Commission's action in Docket No. TC02-166 as a basis for the Commission's decision on the Motion to Dismiss to afford S&S a reasonable opportunity to refute the facts of record officially noticed in Finding 6 as provided for in SDCL 1-26-19(3).

8. The revocation of S&S's certificate of authority to provide intrastate interexchange services in the TC02-166 Order precludes S&S from utilizing the Company's switched access services to provide intrastate interexchange telecommunications services in South Dakota.

9. At the August 4, 2003 meeting at which the Company's Motion to Dismiss was first before the Commission, S&S stated that they were no longer paying for switched access services from Company.

10. In the Affidavit, Mr. Sumption states on behalf of S&S that "over the past several weeks several individuals and/or entities have expressed an interest in purchasing S&S Communications and/or its assets" (Affidavit, ¶ 5), that "S&S Communications is presently in negotiations to sell its business and/or assets" (Affidavit, ¶ 6) and that S&S's pecuniary interests will be directly and immediately affected by the Commission's decision in this matter "for the following reasons:

- (A) Subsequent to the sale, S&S Communications, regardless of the name by which it will do business, will have to purchase switched access services;
- (B) The individual and/or entity interested in purchasing S&S Communications and/or its assets has expressed some reluctance in following through with the purchase as a result of the rates presently charged for switched access services in South Dakota;
- (C) If the individual and/or entity interested in purchasing S&S Communications and/or its assets fails to follow through with the purchase, S&S Communications will be divested of a substantial amount of revenue that would have been directed to creditors and/or subscribers that lost service." (Affidavit, ¶ 7).

11. In the Affidavit, Mr. Sumption states that he is "one of the partners that owns and operates Intervenor S&S Communications." (Affidavit, ¶ 1).

12. Because S&S is a partnership, there is at least some question whether S&S could be sold to anyone as a legal entity. Furthermore, given the financial problems of S&S as documented in the TC02-166 Order and record, the Commission does not find it credible that anyone would acquire S&S as a legal entity and thereby render itself liable for S&S debts and liabilities.

13. Following revocation of its certificate of authority, S&S does not in any case have the legal right, as a matter of law, to convey to any purchaser of its assets or business either its certificate of authority or any other right to provide intrastate interexchange telecommunications services in South Dakota.

14. Following revocation of its certificate of authority, S&S does not have the legal right to continue to provide services that would involve the purchase of intrastate switched access services

from Company, and the Commission accordingly finds that the assertion stated in Affidavit, ¶ 7(A) fails as a matter of law to raise a genuine issue of material fact as to the assertion.

15. The statement in Affidavit ¶ 7(B), that "the individual and/or entity interested in purchasing S&S Communications and/or its assets has expressed some reluctance in following through with the purchase as a result of the rates presently charged for switched access services in South Dakota" is hearsay, is not legally admissible evidence and is therefore not a showing of evidence that is sufficient to raise a genuine issue of material fact as to the matter asserted. That the alleged speaker is not identified and apparently was not even identifiable as a person or entity weakens the credibility of the assertion even more.

16. Viewing the Affidavit and the other documents, admissions and evidence in the record in the light most favorable to S&S, no admissible evidence provided by or pointed to by S&S offers any concrete showing that a person or entity that has expressed interest in purchasing S&S's assets has a present intention to provide intrastate interexchange services in South Dakota and would thus incur switched access charges which could be affected by the decision in this proceeding.

17. Any person who might have an interest in purchasing the assets of S&S who is presently providing intrastate interexchange services in South Dakota has had an interest in the outcome of this proceeding that it could have asserted in a petition for intervention on its own behalf prior to now. No such petition has been filed.

18. Some concrete showing of current proximate interest is required as a condition of permitting S&S to maintain its status as an intervenor party.

19. S&S's mere assertion that it is offering telecommunications assets for sale which might possibly be sold to a person who does not now, but might desire to, provide intrastate interexchange services in South Dakota and who might theoretically have concerns about the Company's switched access revenue requirement is too speculative to meet the test for proof of standing as an intervenor and is not a sufficient showing of interest peculiar to S&S, as opposed to an interest common to the public at large, to justify S&S's intervenor party status in this proceeding.

20. Based upon the above findings, the Commission finds (i) that the Affidavit of S&S and the other documents and showings of evidence in the record in this proceeding are insufficient to demonstrate that a genuine issue of material fact is presented that would require a factual hearing as to a present interest of S&S in this proceeding that is sufficient to warrant its continued standing as an intervenor party and (ii) that after viewing all reasonable inferences to be drawn from the evidence in the record herein in favor of S&S, Company is entitled to a summary disposition as a matter of law granting Company's Motion to Dismiss S&S as an intervenor party.

21. The interests of the ultimate consumers of switched access services to be provided by Company are not peculiar to S&S as opposed to the general public and such consumer and general public interests are adequately represented in this proceeding by the Commission's Staff. Furthermore, given S&S's conduct toward the Commission and S&S's customers as set forth in the TC02-166 Order, the Commission does not find that S&S is an appropriate advocate for the interests of customers' or the general public's interests in this proceeding.

22. The evidence does not support a finding that S&S has acted in a dilatory or obstructionist manner while an intervenor party to this proceeding and such a finding has not been relied upon by the Commission in reaching its decision herein.

CONCLUSIONS OF LAW

1. The Company's Motion to Dismiss was properly filed. Notice of the Commission's intention to treat the Motion to Dismiss as a motion for summary disposition was properly filed and served upon the parties in accordance with SDCL 15-6-56 and *Richards v. Lenz*, 539 N.W.2d 80 (S.D. 1995).
2. Pursuant to SDCL 49-1-11(4), 1-26-17.1, 1-26-18, 15-6-12(c) and 15-6-56 and ARSD 20:10:01:15.05, the Commission has the authority both to deny intervention as a party for failure of the petitioner to make a sufficient showing of pecuniary interest peculiar to the petitioner and also to dismiss an intervenor party under either a motion to dismiss or a summary disposition, as appropriate, if the requisite pecuniary interest of the intervening party has ceased to exist.
3. A petition to intervene and subsequent substantive pleadings and positions asserted by an intervenor in a proceeding are "defenses or claims" subject to summary disposition pursuant to SDCL 1-26-18.
4. Intrastate switched access charges are charges made by a carrier's carrier to another carrier for use of telecommunications facilities to originate or terminate calls. ARSD 20:10:27:01(6). For a telecommunications company to be a direct purchaser and user of the Company's intrastate switched access services, as distinguished from a member of the general public indirectly purchasing such services as an end user, it must be a provider of intrastate interexchange telecommunications services. ARSD 20:10:27:01(2) and 20:10:27:02. The Commission's TC02-166 Order prohibits S&S from engaging in the provision of the intrastate interexchange services in South Dakota and hence from being a purchaser or user of switched access services. S&S is not a purchaser of Company's switched access services.
5. When challenging a summary judgment, the nonmoving party must substantiate his allegations with sufficient probative evidence that would permit a finding in his favor on more than mere speculation or conjecture. *The Estate of Frederis J. Elliot v. A&B Welding Supply Company*, 1999 S.D. 55, 594 N.W.2d 707 (1999).
6. SDCL 15-6-56(e) requires that an affidavit offered in support of opposition to a motion for summary judgment "shall be made on personal knowledge" and "shall set forth such facts as would be admissible in evidence."
6. The assertion in the Affidavit that "the individual and/or entity interested in purchasing S&S Communications and/or its assets has expressed some reluctance in following through with the purchase as a result of the rates presently charged from switched access services in South Dakota" is hearsay and is not a fact admissible in evidence.
7. The remaining assertions in the Affidavit amount to an argument that S&S has standing to intervene due to the ownership of assets whose value might be affected by the fact that they could be used by a potential purchaser to become a provider of intrastate interexchange service in South Dakota who would thus require switched access services of Company. This argument demonstrates only a mere possibility and is not a showing of interest in the Company's switched access revenue requirement that is sufficiently proximate to justify party intervenor status.
8. The interests of the consumers of switched access services in South Dakota are represented by the Commission Staff in this proceeding, and S&S has made no showing that Commission Staff is not providing adequate representation of such interest.

9. S&S has failed to make a sufficient showing that a genuine issue of material fact is presented as to a pecuniary interest peculiar to S&S in this proceeding and the Commission concludes that a genuine issue of material fact is not presented.

10. S&S's asserted pecuniary interest arising from its ownership of assets that might be used in South Dakota by a purchaser of such assets to provide telecommunications services that would require the purchase of switched access services from Company is not proof of a sufficiently proximate interest in the outcome of this proceeding to justify intervenor party status.

11. Company is entitled to disposition in its favor as a matter of law of its Motion to Dismiss considered as a motion for summary disposition.

12. Company's Motion to Dismiss is granted.

13. Despite its dismissal as a party to this proceeding, the partners of S&S and/or the owners of its assets may request the right to appear and be heard in this proceeding as non-party participants pursuant to ARSD 20:10:01:15.06.

It is therefore

ORDERED, that the Company's Motion to Dismiss S&S Communications as an intervenor party to this proceeding is granted and S&S Communications is accordingly dismissed as an intervenor party.

NOTICE OF ENTRY OF ORDER

PLEASE TAKE NOTICE that this Order was duly entered on the 9th day of September, 2003. Pursuant to SDCL 1-26-32, this Order will take effect 10 days after the date of receipt or failure to accept delivery of the decision by the parties.

Dated at Pierre, South Dakota, this 9th day of September, 2003.

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| 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>Melaine Kalbo</u> |
| Date: | <u>9/9/03</u> |
| (OFFICIAL SEAL) | |

BY ORDER OF THE COMMISSION:

Robert K. Sahr
ROBERT K. SAHR, Chairman JS

Gary Hanson
GARY HANSON, Commissioner

James A. Burg
JAMES A. BURG, Commissioner

CONFIDENTIAL

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MEMORANDUM TO COMMISSIONERS SAHR, HANSON AND BURG

FROM: Heather Forney

RE: TC02-053 Interstate Telecommunications Cooperative, Inc. 2001 Cost Study

DATE: October 28, 2003

The Interstate Telecommunications Cooperative, Inc. (ITC) filed an Intrastate Switched Access Cost Study pursuant to the administrative rules on June 10, 2002, based on the twelve months ended December 31, 2001. The cost study submitted by ITC developed a Revenue Requirement of \$3,413,425. ITC's cost study included an amount for Global Crossing uncollectibles.

On June 13, 2002, the Commission electronically transmitted notice of the filing and the intervention deadline of June 28, 2002, to interested individuals and entities. S&S Communications filed a Petition to Intervene on June 28, 2002. The Commission granted S&S' intervention and voted to assess ITC a \$1,000 filing fee on July 9, 2002. On August 19, 2003, the Commission voted to issue a summary disposition to dismiss S&S as an intervening party.

Staff requested supporting information from ITC on June 21 and July 25, 2002 and April 10, May 6, and May 13, 2003. Staff data requests were responded to by ITC in a timely manner. Staff reviewed external auditor reports for 2000 and 2001, supporting documentation for adjustments that were proposed by ITC in the cost study, the 2001 general ledger, access minutes of use, and traffic factor support.

The cost study filed by ITC included FCC frozen allocation factors. Staff requested ITC to resubmit its cost study without the use of frozen allocation factors since Chapter 28 of the administrative rules does not allow allocation factors to be frozen in time. On December 4, 2002, ITC submitted an amended cost study that increased the revenue requirement to \$3,428,908.

Staff has requested, and ITC has agreed, to remove the non-recurring portion of the cost study expense and amortize that portion over a three year period, to deduct \$4,059,442 of the proposed known and measurable adjustment for capital costs - including the associated depreciation amounts, and to remove \$46,133.34 of contributions, sponsorships, and other general and administrative expenses. During the review period, ITC also revised its Access Element Minutes of Use from the 41,062,678 originally filed down to 31,544,233 - as appears proper.

Staff opposed the inclusion of Global Crossing uncollectibles in the cost study. On August 26, 2003, ITC, through its attorney Darla Rogers, agreed to remove the Global Crossing adjustment. On September 5, 2003, ITC submitted a final revised cost study excluding the Global Crossing uncollectible. The revised revenue requirement for ITC is \$2,908,204. This revenue requirement is acceptable to ITC.

Respectively submitted: Heather Forney

cc Ryan Denzel, JSI
Gordon Dauchy, JSI

HF

**BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA**

**IN THE MATTER OF THE ESTABLISHMENT) ORDER APPROVING
OF SWITCHED ACCESS REVENUE) REVENUE REQUIREMENT
REQUIREMENT FOR INTERSTATE)
TELECOMMUNICATIONS COOPERATIVE, INC.) TC02-053**

On June 10, 2002, Interstate Telecommunications Cooperative, Inc. (Interstate) filed for approval by the Public Utilities Commission (Commission) its 2001 Intrastate Switched Access Cost Study. On December 4, 2002 and September 5, 2003, Interstate filed amended 2001 Intrastate Switched Access Cost Studies.

On June 13, 2002, the Commission electronically transmitted notice of the filing and the intervention deadline of June 28, 2002, to interested individuals and entities. On June 28, 2002, the Commission received a Petition to Intervene from S&S Communications (S&S). At a regularly scheduled meeting of July 9, 2002, the Commission granted intervention to S&S. The Commission also voted to assess a filing fee as requested by the Executive Director up to the statutory limit of \$100,000. On July 11, 2003, the Commission received a Motion to Dismiss S&S as intervenor in this proceeding from Interstate. At its regularly scheduled meeting of August 19, 2003, the Commission granted the Motion to Dismiss. Staff filed a memorandum on October 28, 2003, with the concurrence of the company, setting forth a recommended revenue requirement and minutes of use. The Commission considered this matter at its November 4, 2003, meeting.

The Commission has jurisdiction over this matter pursuant to SDCL 1-26-17.1, 49-1A-9, 49-31-12.4, 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. Upon review of Interstate's filing, the Commission found that the revenue requirement and minutes of use as depicted in Staff's memorandum were fair and reasonable and should be approved. As the Commission's final decision in this matter, it is therefore

ORDERED, that Interstate's revenue requirement and minutes of use are hereby approved as revised and shall be incorporated in the Local Exchange Carriers Association's determination of switched access rates. (See TC02-090.)

Dated at Pierre, South Dakota, this 13th day of November, 2003.

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| 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>Delaine Kolbo</i></u> |
| Date: <u>11/14/03</u> |
| (OFFICIAL SEAL) |

BY ORDER OF THE COMMISSION:

Robert K. Sahr

ROBERT K. SAHR, Chairman

Gary Hanson

GARY HANSON, Commissioner

James A. Burg
JAMES A. BURG, Commissioner