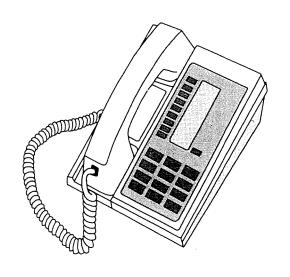
ANNUAL REPORT OF Ronan Telephone System

TELEPHONE UTILITY



TO THE
PUBLIC SERVICE COMMISSION
STATE OF MONTANA
1701 PROSPECT AVENUE
P.O. BOX 202601
HELENA, MT 59620-2601

PUBLIC SERVICE

REVISED JULY 28, 1998

Telephone Annual Report

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Telephone Annual Report

Instructions

General

- 1. A Microsoft EXCEL 2000 workbook of the annual report is being provided on computer disk for your convenience. The workbook contains the schedules of the annual report. Each schedule is on the worksheet named that schedule. For example, Schedule 1 is on the sheet titled "Schedule 1". By entering your company name in the cell named "Company" of the first worksheet, the spreadsheet will put your company name on all the worksheets in the workbook. The same is true for inputting the year of the report in the cell named "YEAR". You can "GOTO" the proper cell by using the F5 key and selecting the name of the cell.
- 2. The workbook contains input sections that are unprotected, and non-input sections that are protected. Cell protection can be disabled or enabled through "TOOLS PROTECTION UNPROTECT SHEET" on your toolbar. Formulas and checks are built into most of the templates.
- 3. Use of the disk is optional. The disk and the report cover shall be returned when the report is filed. There are macros built into the workbook to assist you with the report. An explanation of the macros is on the "Control" worksheet at the front of the workbook. The explanations start at cell A1.
- 4. All forms must be filled out in permanent ink and be legible. Note: Even if the computer disk is used, a printed version of the report shall be filed. Please submit one unbound copy of the annual report along with the regular number of annual reports that you submit. This aids in scanning the report so that it may be published on our web site. The orientation and margins are set up on each individual worksheet and should print on one page. If you elect not to use the disk, please format your reports to fit on one 8.5" by 11" page with the left binding edge (top if landscaped) set at .85", the right edge (bottom if landscaped) set at .4", and the remaining two margins at .5". You may select specific schedules to print See the worksheet "CONTROL".
- 5. Unless otherwise indicated, all information required in these schedules shall be from the accounts prescribed in 47 C.F.R. Part 32 and the definitions and instructions therein will apply to this report wherever applicable.
- 6. Information on financial schedules may be rounded to thousands of dollars for companies with over 5,000 access lines. Companies submitting schedules rounded to thousands should so indicate at the top of the schedule.
- 7. Where more space is needed or more than one schedule is needed additional schedules may be attached and should be included directly behind the original schedule to which it pertains and be labeled accordingly (for example, Schedule 1A).

- 8. The information required with respect to any statement shall be furnished as a minimum requirement to which shall be added such further information as is necessary to make the required schedules not misleading.
- 9. The following schedules should be filled out with information on a total company basis:

Schedules 1 - 4 Schedule 10 Schedules 13 - 17 Schedule 19 Schedule 20, Page 1 of 2 Schedules 33 and 34

All other schedules should be filled out with Montana specific data. Financial schedules should include all amounts originating in Montana or allocated to Montana from other jurisdictions.

- 10. All companies owned by another company shall attach a corporate structure chart of the holding company.
- 11. The following schedules are not required to be filled out or submitted by companies with less than 5,000 access lines:

Schedule 6 Schedules 17 and 18 Schedule 21

- 12. Schedules that have no activity during the year or are not applicable to the respondent should be marked as not applicable and submitted with the report.
- 13. Companies with under 5,000 lines may use summary accounts and should leave lines for subaccounts blank. Summary accounts are noted with an asterisk and subaccounts that are not required are noted with a caret.
- 14. Companies with over 5,000 lines must complete schedules to all required subaccount detail.
- 15. FCC Form M sheets may not be substituted in lieu of completing annual report schedules.
- 16. Common sense must be used when filling out all schedules.

Specific Instructions

Schedules 3 through 9

1. **Schedules 3, 4, and 9** should include all notes to the financial statements required by the FCC or included in the financial statements issued as audited financial statements. These notes should be included in the report directly behind the schedules and should be labeled appropriately (Schedule 3A, etc.).

- 2. **Schedule 5** may be omitted for companies doing business only in Montana.
- 3. **Schedule 6** is not required for companies with under 5,000 lines.
- 4. **Schedule** 7 must be completed by all companies. For companies under 5,000 lines, this schedule may be completed on a total state basis. Any such company completing the form on a total state basis shall indicate this fact clearlyon the form.
- 5. **Schedule 8** Companies with less than 5,000 lines are not required to fill out the intrastate portion. The regulated rate base must be separated from the deregulated rate base but this may be done on a total state basis. Any company so doing shall clearly indicate this on the form.
- 6. Only accounts designated on **Schedule 8** may be included in rate base. Only companies who have specifically been authorized in a Commission order to include cash working capital in rate base may fill out line 8 on Schedule 8. Cash working capital must be calculated using the methodology approved in the Commission order. The most recent Commission Order, and Docket, specifying cash working capital shall be noted on the schedule.
- 7. **Schedule 9** Instructions to complete are similar to those used for the Statement of Cash Flows in the FCC Form M.

Schedule 10

1. For the purpose of this schedule, nonofficial companies shall include any company in which the respondent has an ownership interest which does not meet the definition of an affiliated company set out in 47 C.F.R. Section 32.9000. This schedule shall not include telecommunications accounts receivable from other customers.

Schedule 11

1. All amounts listed in Column f that represent individual items for which the higher of cost or market value was in excess of \$50,000 for companies with under 5,000 lines and in excess of \$100,000 for companies with over 5,000 lines must be fully explained in notes to this schedule. The explanation must include the plant description and location, the original cost, the net book cost, the market value, the value at which it was transferred or the price at which it was sold, and the party to which it was transferred or sold.

Schedule 12

- 1. Respondents shall list each item amounting individually to \$100,000 or more and report all others in the aggregate.
- 2. Amounts in Column f relating to individual items exceeding \$50,000 shall be fully explained.

Schedule 15

- 1. Line 1 must be completed by all companies for the most recent calendar year. The retention and price/earnings ratios shall be calculated on a year end basis. Enter the actual year end market price in the "Year Ended" row. If the computer disk is used, enter the year end market price in the "High" column.
- 2. Lines starting at 9 shall be completed for each of the twelve months of the report year for all companies with over 5,000 access lines. Earnings per share and dividends per share shall be

reported on a quarterly basis and entries shall be made only to the months that end the respective quarters (for example, March, June, September, and December.)

Schedule 19

- 1. All companies are required to submit this form. Companies with more than one plan (for example, both a retirement plan and a deferred savings plan) shall complete a schedule for each plan.
- 2. Companies with defined benefit plans must complete the entire form using FASB 87 and 132 guidelines.
- 3. Interest rate percentages shall be listed to two decimal places.

Schedule 20

- 1. All changes to the employee benefit plans shall be explained in a narrative on lines 15 and 16. All cost containment measures implemented in the reporting year shall be explained and quantified in a narrative on lines 15 & 16. All assumptions used in quantifying cost containment results shall be disclosed.
- 2. The schedule shall be filled out using FASB 106 and 132 guidelines.

Schedule 21

1. Respondents shall disclose all payments made during the year where the aggregate payment to the recipient was \$25,000 or more. Payments must include fees, retainers, commissions, gifts, contributions, assessments, bonuses, subscriptions, allowances for expenses or any other form of payment for services or as a donation.

Schedule 23

1. Respondents shall provide an attached sheet detailing the type and corresponding number of access lines for all entries in Column L (Other).

Schedule 24

- 1. Column (b). For each wire center that has a configuration of "Remote", Column (b) shall also reflect the respective "Host".
- 2. Column (c). Examples of Types of Switches are: Digital, Step by Step, and Crossbar.

Schedule 25

1. This schedule must be completed by all companies for the year following the reporting year.

Schedule 26

1. Respondents shall either report construction technicians and splicers as separate categories or footnote the appropriate categories and indicate the number of (1) construction technicians; and (2) splicers.

Schedule 27

- 1. Include in column (d) ALL additional forms of compensation, including, but not limited to: deferred compensation, deferred savings plan, profit sharing, supplemental or non-qualified retirement plan, employee stock ownership plan, restricted stock, stock options, stock appreciation rights, performance share awards, dividend equivalent shares, mortgage payments, use of company cars or car lease payments, tax preparation consulting, financial consulting, home security systems, company-paid physicals, subscriptions to periodicals, memberships, association or club dues, tuition reimbursement, employee discounts, and spouse travel.
- 2. The above compensation items shall be listed separately. Where more space is needed additional schedules may be attached and shall be included directly behind the original schedule to which it pertains.
- 3. If respondent is claiming protected status of salary information both a proprietary and non-proprietary copy of this schedule shall be filed. On the non-proprietary copy respondent shall indicate which columns respondent maintains are proprietary. A note stating that such information is being provided separately shall be included on the schedule. In no case shall either Column (a) Name/Position, or Column (g) Percent Increase Total Compensation, be considered proprietary. Respondent shall provide all requested information on the proprietary copy.

Schedule 28

- 1. Respondents shall provide all executive compensation information in conformance with that required by the Securities and Exchange Commission (SEC) (Regulation S-K Item 402, Executive Compensation).
- 2. Include in column (d) ALL additional forms of compensation, including, but not limited to: deferred compensation, deferred savings plan, profit sharing, supplemental or non-qualified retirement plan, employee stock ownership plan, restricted stock, stock options, stock appreciation rights, performance share awards, dividend equivalent shares, mortgage payments, use of company cars or car lease payments, tax preparation consulting, financial consulting, home security systems, company-paid physicals, subscriptions to periodicals, memberships, association or club dues, tuition reimbursement, employee discounts, and spouse travel.
- 3. All items included in Column (d) Other Compensation shall be listed separately. Where more space is needed additional schedules may be attached and shall be included directlybehind the original schedule.
- 4. In addition, respondents shall attach a copy of the executive compensation information provided to the SEC.

Schedule 29

1. Information from this schedule is consolidated with information from other Utilities and reported to the National Association of Regulatory Utility Commissioners (NARUC). Your assistance in completing this schedule, even though information may be located in other areas of the annual report, expedites reporting to the NARUC and is appreciated.

Schedules 33 and 34

- 1. Respondents shall report all transactions with affiliated companies.
- 2. Column (c). Respondents shall indicate in column (c) the method used to determine the price. Respondents shall indicate if a contract is in place between the Affiliate and the Utility. If a contract is in place, respondents shall indicate the year the contract was initiated, the term of the contract and the method used to determine the contract price.
- 3. Column (c). If the method used to determine the price is different than the previous year, respondents shall provide an explanation, including the reason for the change.

Schedule 35

- 1. Respondents shall provide an attached sheet detailing the account and the amount for all entries made to Lines 9 and 16.
- 2. Only companies who have specifically been authorized in a Commission Order to include cash working capital in rate base may include cash working capital in lines 9 or 16. Cash working capital must be calculated using the methodology approved in the Commission Order. The Commission Order specifying cash working capital shall be noted on the attached sheet.
- 3. Respondents shall indicate, for each adjustment on lines 30 through 42, if the amount is updated or if it is from the last rate case. All adjustments shall be calculated using Commission methodology.

Schedule 36

1. Respondents shall list the amount of tax accrued or paid for the fiscal year attributable to Montana sources for each of the listed taxes

Schedule 37

1. Respondents shall list the amount of Universal Service Funds received from Montana and from the federal government.

Year: 2002

General Information

1. Legal Name of Respondent: RONAN TELEPHONE COMPANY A MONT CORP

2. Name Under Which Respondent Does Business: RONAN TELEPHONE COMPANY

3. Date of Incorporation:

1-Jan-71

4. Address to send Correspondence Concerning Report:

312 MAIN STREET S.W.

RONAN MT 59864

5. Person Responsible for This Report:

JAY WILSON PRESTON

5a. Telephone Number:

(406) 676-2751

Control Over Respondent

- 1. If direct control over the respondent was held by another entity at the end of year provide the following: 1a. Name and address of the controlling organization or person:
 - 1b. Means by which control was held:
 - 1c. Percent Ownership:

		Board of Directors	
Line No.		Name of Director and Address (City, State)	Fees Paid During Year
<u> </u>		(a)	(b)
1 2	JAY WILSON PRESTON	CHARLO MT	
3 4	ELIZABETH A PRESTON	OAKLAND CA	12,000
ll	JUDITH G PRESTON	MISSOULA MT	12,000
7	ELIZABETH C PRESTON	RONAN MT	12,000
8 9 10	CYNTHIA M PRESTON	CHARLO MT	12.000
!!	PHILIP J GRAINEY	RONAN MT	
11	ROSA E TOUGAS	RONAN MT	
	ROBERT F ERICKSON	CHARLO MT	
17	Chairman af the D.		
19	Chairman of the Board:		
20	JAY W PRESTON	RONAN MT	

	Officers Year: 2002					
Line	Title	Department Over Which	Name and Address of Person			
No.	of Officer	Jurisdiction is Exercised	Holding Office at Year End			
	(a)	(b)	(c)			
l	PRESIDENT	CORPORATE MANAGEMENT	JAY WILSON PRESTON			
2			CHARLO MT 59824			
3						
4	VICE PRESIDENT	COMMERCIAL	ROSA E TOUGAS			
5			RONAN MT 59864			
6			_			
7	SECRETARY	LEGAL	PHILIP J GRAINEY			
8			RONAN MT 59864			
9						
10	TREASURER	FINANCIAL	ROBERT F ERICKSON			
11			CHARLO MT 59824			
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Page I of 2

		Year: 2002			
Line		Acct.		This	Last
No.		No.	Description	Year	Year
INO.		(a)	(b)	(c)	(d)
1			CURRENT ASSETS:		
2		1120	Cash and Equivalents	269,000	(14,295)
3		1180	Telecommunications Accounts Receivable - Net	280,878	313,125
4		1190	Other Accounts Receivable - Net	688,403	520,224
5		1200	Notes Receivable - Net		,
6		1210	Interest and Dividends Receivable		
7		1220	Materials and Supplies	36,650	66,650
8	*	1280	Prepayments	ŕ	·
9	^	1290	Prepaid Rents		
10	^	1300	Prepaid Taxes		
11	^	1310	Prepaid Insurance		
12	^	1320	Prepaid Directory Expenses		
13	^	1330	Other Prepayments		
14		1350	Other Current Assets	55,978	77,405
15			Total Current Assets	1,330,909	963,109
16			NONCURRENT ASSETS:		
17		1401	Investments in Affiliated Companies		
18		1402	Investments in Nonaffiliated Companies		
19		1406	Nonregulated Investments		
20		1407	Unamortized Debt Issuance Expense		
21		1408	Sinking Funds		
22		1410	Other Noncurrent AssetsNet Non-Regulated Assets	1,825,057	1,937,238
23		1438	Deferred Maintenance and Retirements		, , , , , , , , , , , , , , , , , , , ,
24		1439	Deferred Charges		
25		1500	Other Jurisdictional Assets - Net		
26			Total Noncurrent Assets	1,825,057	1,937,238
27			PROPERTY, PLANT, & EQUIPMENT:		
28		2001	Telecommunications Plant in Service	10,443,921	9,894,853
29		2002	Property Held for Future Telecommunications Use		
30		2003			
31		2004	Plant Under Construction - Long Term		
32		2005	Telecommunications Plant Adjustment		
33		2006	Nonoperating Plant		
34		2007	Goodwill		
35		3100	Accumulated Depreciation	(5,743,340)	(5,137,413)
36		3200	Accumulated Depreciation - Held for Future Use	(5,7,15,5,10)	(5,157,715)
37		3300	Accumulated Depreciation - Nonoperating		
38		3400	Accumulated Amortization		
39			Net Property, Plant, & Equipment	4,700,581	4,757,440
4()			TOTAL ASSETS	7,856,547	7,657,787

Subaccount of account marked with a *.

Page 2 of 2

Total Company Balance Sheet

	Total Company Balance Sheet				
Line	Acct.		This	Last	
No.	No.	Description	Year	Year	
INO.	(a)	(b)	(c)	(d)	
41		CURRENT LIABILITIES:			
42	4010	Accounts Payable	369,580	537,045	
43	4020	Notes Payable	150,000		
44	4030	Advance Billing and Payments			
45	4040	Customer Deposits	19,390	23,100	
46	4050	Current Maturities - Long Term Debt			
47	4060	Current Maturities - Capital Leases			
48	4070	Income Taxes - Accrued			
49	4080	Other Taxes - Accrued	50,277	40,540	
50	4100	Net Current Deferred Operating Income Taxes			
51	4110	Net Current Deferred Nonoperating Income Taxes			
52	4120	Other Accrued Liabilities	117,407	99,781	
53	4130	Other Current Liabilities			
54		Total Current Liabilities	706,654	700,466	
55		LONG-TERM DEBT:			
56	4210	Funded Debt			
57	4220	Premium on Long-Term Debt			
58	4230	Discount on Long-Term Debt			
59	4240	Reacquired Debt			
60	4250	Obligations Under Capital leases			
61	4260	Advances From Affiliated Companies			
62	4270	Other Long-Term Debt		150,000	
63		Total Long-Term Debt		150,000	
64		OTHER LIABILITIES AND DEFERRED CREDITS:			
65	4310	Other Long-Term Liabilities			
66	4320	Unamort, Oper, Invest, Tax Credits - Net			
67	4330	Unamort. Nonoper. Invest. Tax Credits - Net			
68	4340	Net Noncurrent Deferred Oper. Income Taxes	935,288	890,646	
69	4350	Net Noncurrent Deferred Nonoper. Income Taxes			
70	4360	Other Deferred Credits	140,770	119,579	
71	4370	Other Jurisdictional Liab. and Def. Credits			
72		Total Other Liabilities and Deferred Credits	1,076,058	1,010,225	
73		STOCKHOLDERS' EQUITY:			
74	4510	Capital Stock	114,400	114,400	
75	4520	Additional Paid-In Capital			
76	4530	Treasury Stock	(10,000)	(5,000)	
77	4540	Other Capital		,	
78	4550	Retained Earnings	5,969,435	5,687,696	
79		Total Stockholders' Equity	6,073,835	5,797,096	
0.0		TOTAL LIAB AND COOK CONTROL			
80		TOTAL LIAB. AND STOCKHOLDERS' EQUITY	7,856,547	7,657,787	

		, , , , , , , , , , , , , , , , , , ,	Total Company Income Statement	,	Year: 2002
Line		Acct.		This	Last
		No.	Description	Year	Year
No.		(a)	(b) ·	(c)	(d)
1		[REVENUES:		
2		5000	Basic Local Service Revenues	1.265,699	1.157,237
3		5080	Network Access Revenues	3,571,738	3,846,283
4	*	5100	Long Distance Message Revenue	89,232	89,032
5	^	5110	Unidirectional Long Distance Revenue	, , , , , , , , , , , , , , , , , , , ,	,
6	^	5120	Long Distance Private Network Revenue		
7	^	5160	Other Long Distance Revenue		
8	^	5169	Other Long Distance Revenue Settlements		
9	*	5200	Miscellaneous Revenue	35,976	33,454
10	^	5230	Directory Revenue		
11	^	5240	Rent Revenue		
12	٨	5250	Corporate Operations Revenue		
13	Λ	5260	Miscellaneous Revenue		
14	Λ	5270	Carrier Billing and Collection Revenue		
15	٨	5280	Nonregulated Revenue		
16		5300	Uncollectible Revenue	(53.972)	(41,864)
17			Total Revenues (L.2+L.3+L.4+L.9-L.16)	4,908,673	5.084.142
18			OPERATING EXPENSES:	4,700,075	5.004.142
19		6110	Network Support Expense		
20		6120	General Support Expense	557,444	579,450
21		6210	Central Office Switching Expense	265,270	201,508
22		6220	Operator Systems Expense	203,270	201,508
23		6230	Central Office Transmission Expense	193,447	197,813
24		6310	Information Origination/Termination Expense	237	456
25	*	6410	Cable and Wire Facilities Expense	366,687	350,159
26	Λ	6431	Aerial Wire Expense	300,087	330,139
27		6441	Conduit Systems Expense		
28		6510	Other Property, Plant & Equipment Expense		
29		6530	Network Operations Expense	214,311	200.215
30		6540	Access Expense	217,311	200,245
31		6560	Depreciation and Amortization Expense	500.024	570 275
32		6610	Marketing	588,024	569.375
33		6620	Services	27.017	45,123
34		6710	Executive and Planning	893,441	890,730
35		6720	General and Administrative	551,132	510.855
36		6790	Provision for Uncollectible Notes Receivable	441.191	441.028
37		0120	Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)	1,000,201	2.007.712
38		7100	Other Operating Income and Expense	4,098,201	3,986,742
39		7200	Operating Taxes	122 470	212.25
40	\dashv	1200	Net Operating Income (L.17-L.37+L.38-L.39)	432,478	517,357
41		7300	Nonoperating Income and Expense	377.994	580.043
42		7400	Nonoperating Taxes		
43		7500	Interest and Related Items		
44	ĺ	7600	Extraordinary Items		
45		7910	· ·		
46		7990	Effects of Juris. Ratemaking Diff Net Nonregulated Net Income (LOSS)	(20.10*)	
47		1990		(39.105)	21,192
7/			NET INCOME (L.40+L.41-L.42-L.43-L.44+L.45-L.46)	338,889	601,235

[^] Subaccount of the account marked with a *.

Montana Total State Income Statement

			Montana Total State Income Statement		Year: 2002
Line		Acct.		This	Last
No.		No.	Description	Year	Year
INO.		(a)	(b)	(c)	(d)
1			REVENUES:		
2		5000	Basic Local Service Revenues		
3		5080	Network Access Revenues		
4	*	5100	Long Distance Message Revenue		
5	^	5110	Unidirectional Long Distance Revenue	SCHEDULE NOT I	REQUIRED
6	^	5120	Long Distance Private Network Revenue		
7	^	5160	Other Long Distance Revenue	ALL BUSINESS IS	DONE IN
8	^	5169	Other Long Distance Revenue Settlements	MONTANA	
9	*	5200	Miscellaneous Revenue		
10	^	5230	Directory Revenue		
11	^	5240	Rent Revenue		
12	^	5250	Corporate Operations Revenue		
13	^	5260	Miscellaneous Revenue		
14	^	5270	Carrier Billing and Collection Revenue		
15	^	5280	Nonregulated Revenue		
16		5300	Uncollectible Revenue		
17			Total Revenues (L.2+L.3+L.4+L.9-L.16)		
18			OPERATING EXPENSES:		
19		6110	Network Support Expense		
20		6120	General Support Expense		
21		6210	Central Office Switching Expense		
22		6220	Operator Systems Expense		
23		6230	Central Office Transmission Expense		
24		6310	Information Origination/Termination Expense		
25	*	6410	Cable and Wire Facilities Expense		
26	^	6431	Acrial Wire Expense		
27	^	6441	Conduit Systems Expense		
28		6510	Other Property, Plant & Equipment Expense		!
29		6530	Network Operations Expense		
30		6540	Access Expense		
31		6560	Depreciation and Amortization Expense		
32		6610	Marketing		
33		6620	Services		
34		6710	Executive and Planning		
35		6720	General and Administrative		
36		6790	Provision for Uncollectible Notes Receivable		
37			Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)		
38		7100	Other Operating Income and Expense		
39		7200	Operating Taxes		
40			Net Operating Income (L.17-L.37+L.38-L.39)		

[^] Subaccount of the account marked with a *.

Montana Intrastate Income Statement

			Montana Intrastate Income Statement		Year: 2002
Line		Acct.		This	Last
No.		No.	Description	Year	Year
110.		(a)	(b)	(c)	(d)
1			REVENUES:		
2		5000	Basic Local Service Revenues		
3		5080	Network Access Revenues		
4	*	5100	Long Distance Message Revenue		
5	^	5110	Unidirectional Long Distance Revenue		
6	^	5120	Long Distance Private Network Revenue	THIS SCHEDULE	S NOT REQUIRED
7	^	5160	Other Long Distance Revenue		***************************************
8	^	5169	Other Long Distance Revenue Settlements		
9	*	5200	Miscellaneous Revenue		
10	^	5230	Directory Revenue		
11	^	5240	Rent Revenue		
12	^	5250	Corporate Operations Revenue		
13	^	5260	Miscellaneous Revenue		
14	^	5270	Carrier Billing and Collection Revenue		
15	^	5280	Nonregulated Revenue		
16		5300	Uncollectible Revenue		
17			Total Revenues (L.2+L.3+L.4+L.9-L.16)		
18			OPERATING EXPENSES:		
19		6110	Network Support Expense		
20		6120	General Support Expense		
21		6210	Central Office Switching Expense		
22		6220	Operator Systems Expense		
23		6230	Central Office Transmission Expense		
24		6310	Information Origination/Termination Expense		
25	*	6410	Cable and Wire Facilities Expense		
26	^	6431	Aerial Wire Expense		
27	^	6441	Conduit Systems Expense		
28		6510	Other Property, Plant & Equipment Expense		
29		6530	Network Operations Expense		
30		6540	Access Expense		
31		6560	Depreciation and Amortization Expense		
32		6610	Marketing		
33		6620	Services		
34	l	6710	Executive and Planning		
35		6720	General and Administrative		
36		6790	Provision for Uncollectible Notes Receivable		
37			Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)		
38		7100	Other Operating Income and Expense		
39		7200	Operating Taxes		
40			Net Operating Income (L.17-L.37+L.38-L.39)		

[^] Subaccount of the account marked with a *.

Montana Intrastate Regulated Income Statement

Year: 2002 Acct. This Last Line No. Description Year Year No. (a) (b) (c) (d) **REVENUES:** 1 5000 2 Basic Local Service Revenues 1,265,699 1,157,237 3 5080 Network Access Revenues 3,571,738 3,846,283 4 5100 Long Distance Message Revenue 89.232 89,032 5 5110 Unidirectional Long Distance Revenue 6 5120 Long Distance Private Network Revenue 7 5160 Other Long Distance Revenue 8 5169 Other Long Distance Revenue Settlements 9 5200 Miscellaneous Revenue 35,976 33,454 10 5230 Directory Revenue 11 5240 Rent Revenue 12 5250 Corporate Operations Revenue 13 5260 Miscellaneous Revenue 14 5270 Carrier Billing and Collection Revenue 15 5280 Nonregulated Revenue 16 5300 Uncollectible Revenue (53,972)(41,864)**Total Revenues** (L.2+L.3+L.4+L.9-L.16) 17 4,908,673 5,084,142 18 OPERATING EXPENSES: 19 Network Support Expense 6110 557,444 579,450 20 6120 General Support Expense 265,270 201,508 21 6210 Central Office Switching Expense 22 6220 Operator Systems Expense 23 6230 Central Office Transmission Expense 193,447 197,813 24 6310 Information Origination/Termination Expense 237 456 25 6410 Cable and Wire Facilities Expense 366,687 350,159 26 6431 Aerial Wire Expense 27 6441 Conduit Systems Expense 28 6510 Other Property, Plant & Equipment Expense 29 6530 Network Operations Expense 214.311 200,245 30 6540 Access Expense Depreciation and Amortization Expense 31 6560 588,024 569,375 32 6610 Marketing 27,017 45,123 33 6620 Services 893,441 890,730 34 6710 **Executive and Planning** 551,132 510,855 35 6720 General and Administrative 441,191 441,028 36 6790 Provision for Uncollectible Notes Receivable 37 Total Operating Expenses (Sum L.19 to L.36-L.26-L.27) 4,098,201 3,986,742 38 7100 Other Operating Income and Expense 39 7200 Operating Taxes 432,478 517,357 40 Net Operating Income (L.17-L.37+L.38-L.39) 377.994 580,043

THIS SCHEDULE IS PREPARED ON A TOTAL STATE BASIS AS ALLOWED IN THE INSTRUCTIONS

[^] Subaccount of the account marked with a *.

Year: 2002

Average Rate Base - Total State

Line	Acct.		This	Last
No.	No.	Description	Year	Year
140.	(a)	(b)	(c)	(d)
1	2001	Telecommunications Plant in Service	10443921	9894853
2	3100	Accumulated Depreciation	5743340	5137413
3	2002	Property Held for Future Telecommunications Use		
4	3200	Accumulated Depreciation - 2002		
5	1220	Materials and Supplies	36650	66650
6	4340	Noncurrent Deferred Operating Income Taxes	879309	841652
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)	284941.	295121
9		Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)	4,142,863	4.277,559

CASH WORKING CAPITAL - AS ALLOWED IN COMMISSION ORDER NO. 4715b, DOCKET 80.4.8

Average Rate Base - Intrastate

Line	Acct.		This	Last
No.	No.	Description	Year	Year
110.	(a)	(b)	(c)	(d)
1	2001	Telecommunications Plant in Service		
2	3100	Accumulated Depreciation		
3	2002	Property Held for Future Telecommunications Use		
4		Accumulated Depreciation - 2002	NOT REQUIRED	
5	1220	Materials and Supplies	`	
6	4340	Noncurrent Deferred Operating Income Taxes		
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)		
9		Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)		

Average Rate Base - Regulated Intrastate

Line	Acct.		This	Last
No.	No.	Description	Year	Year
NO.	(a)	(b)	(c)	(d)
1	2001	Telecommunications Plant in Service		<u> </u>
2	3100	Accumulated Depreciation		
3	2002	Property Held for Future Telecommunications Use		
4	3200	Accumulated Depreciation - 2002	NOT REQUIRED	
5	1220	Materials and Supplies	`	
6	4340	Noncurrent Deferred Operating Income Taxes		
7		Pre-1971 Unamortized Investment Tax Credits		
8		Cash Working Capital (if allowed by Commission)		
9		Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)		

RONAN TELEPHONE COMPANY HAS LESS THAN 5000 ACCESS LINES AND REPORTS AVERAGE RATE BASE ON A TOTAL STATE BASIS. RATE BASE IN THE SCHEDULE ABOVE INCLUDES ONLY REGULATED RATE BASE. DEREGULATED RATE BASE HAS BEEN SEPARATED AND IS NOT INCLUDED IN THIS SCHEDULE.

Statement of Cash Flows

	Statement of Cash Flows		Year: 2002
Line	Item Description	Amount	Amount
No.	(a)	(b)	(c)
I	Increase/(decrease) in Cash & Cash Equivalents		
2	Cash Flows from Operating Activities:		
3	Net Income		338889
4	Reconciliation Adjustments:		
5	Depreciation & Amortization	603864	
6	Provision for Accounts Receivable Losses		
7	Deferred Income Taxes - Net	-15805	
8	Unamortized Investment Tax Credits (ITCs) - Net		
9	Allowance for Funds Used During Construction (AFUDC)		
10	Change in Operating Receivables - Net	-73368	
11	Change in Materials, Supplies & Inventories - Net	40915	
12	Change in Operating Payables & Accrued Liabilities - Net	-139606	
13	Change in Other Assets & Deferred Credits - Net	-21937	
14	Change in Other Liabilities & Deferred Credits - Net	17341	
15	Other (explained on back of this page) (A)	123195	
16	Total Adjustments		534599
17	Net Cash Provided by/(Used in) Operating Activities		873488
18	Cash Inflows/Outflows From Investing Activities:		
19	Construction/Acquisition of Property, Plant & Equipment (net of	-530669	
20	AFUDC & Capital Lease Related Acquisitions)		
21	Proceeds from Disposals of Property, Plant & Equipment		
22	Investments In & Advances to Affiliates		
23	Proceeds from Repayment of Advances		
24	Other Investing Activities (explained on back of this page) (B)	6227	
25	Net Cash Provided by/(Used in) Investing Activities		-524442
	Cash Flows from Financing Activities:		
27	Net Incr./(Decr.) in Short-Term Debt, Original maturity < = 3 mo.		
28	Advances from Affiliates		
29	Repayment of Advances from Affiliates		
30	Proceeds from Issuances of Long-Term Debt		
31	Repayment of Long-Term Debt		
32	Payment of Capital Lease Obligations		
33	Proceeds from Issuing Common Stock/Parent Co. Equity Investment		
34	Repurchase of Treasury Shares	-5000	
35	Dividends Paid	-57150	
36	Other Financing Activities (explained on back of this page)		
37	Net Cash Provided by Financing Activities		-62150
39	Effect of Exchange Rate Changes on Cash Net Increase/(Decrease) in Cash & Cash Equivalents		20/00/
40	Cash & Cash Equivalents at Beginning of Period		286896
41	Cash & Cash Equivalents at End of Period Cash & Cash Equivalents at End of Period		-14558
A)	Partnership Income (6,774)		272338
,	Realized/Unrealized Loss on Marketable		
	Securities <u>129,969</u> 123,195		
D \			
В)	Purchase of Other Investment (191,194)		
	Increase in CSV of Life Insurance (1,356) Purchase of Marketable Securities (636,423)		PAGE 10
			TAGE TO
	Sale of Marketable Securities 835,200 6,227		
	0,227		

Company Name: RONAN TELEPHONE COMPANY

ar: 2002	Account 1402	Investments	m Nonaffil.	Companies										1.12										************		
2.5	Account 1401	Investments	ın Alfıl.	Companies (i)	À	192343									·											192343
anies	Account 1210	Interest and	Dividends	Kecelvable (i)																						
ated Comp	Account 1201	Notes	Kecenvable	Allowance (h)																						
& Nonaffili	Account 1200			receivable (g))																					
Receivables and Investments-Affiliated & Nonaffiliated Companies	Account 1191	Accounts	Kecelväble	Allow Ouler																						
Investmen	Account 1190	Other	Accounts	(e)																						
ivables and	Account 1181	Accts. Rec.	Allowance	(d)																						
Rece	Account 1180	lelecom.	Receivable	(c)	3640	1858			•						***************************************					,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		,				2498
	Account 1160	Temporara	Investments	(p)	IONE																					
		Name of	Affiliate or Commany	(a)	HOT SPRINGS TELEPHONE	RTC ANSWERING LLC																				Totals
		Line	Z	<u>;</u>			→ ∿	9	r >	0 5	01	= :	7 5	1	15	16	<u> </u>	61	20	22	23	24	26	27	28	30

Company Name: RONAN TELEPHONE COMPANY

Line Account Description Reginning Retirements Sides & Fail of Year Fail of Towner and Description End of Year Account and Description	Line						THE FIGURE TO A THE - DETAIL				1 Cal : 2002
Account Description Off Pair Additions States & Account 2010 Accountated Net Pair Additions Co.	Гіпе				Beginning				End of Year	Year End	End of Year
According Description Estimate Adultous Estimate Estim	_				of Year			Sales &	Account 2001	Accumulated	Net Plant
110 Land and Support Assets 2270267 154273 2430540 1495940 2	o N	Accı	(a)	Description (b)	Balance (c)	Additions (d)	Retirements (e)	Transfers	Balance (9)	Depreciation (h)	Balance
111 Land L		<u> </u>	2110	Land and Support Assets	2276267	154273			2430540	1495940	934600
111 Motor Vehicles 113 Aircraft 1119850 113927 114 Motor Vehicles 114 Aircraft 1119850 113927 115 Aircraft 1119850 113927 1119850 113927 1119850 113927 1119850 113927 1119850 112927 1119850 112927 1119850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 1129850 112927 122024 122	2		2111	Land							
1114 Aucrail 1115 Aucrail 2115 Aucrail 2116 Other Work Equipment 2116 Other Work Equipment 2117 Carage Work Equipment 2110 Other Work Equipment 2111 Special Purpose Computers 2112 Furniture 2112 Arabido Electronic Switching 2112 Arabido Electronic Switching 2113 Arabido Electronic Switching 2114 Arabido Electronic Switching 2115 Arabido Electronic Switching 2116 Arabido Electronic Switching 2117 Arabido Electronic Switching 2118 Arabido Electronic Switching 2119 Arabido Electronic Switching 2120 Arabido Electronic Switching 2120 Arabido Electronic Switching 2220 Arabido Electronic Switching 2221 Arabido Electronic Switching 2222 Arabido Electronic Switching 2223 Arabido Electronic Switching 2224 Arabido Electronic Switching 2225 Arabido Electronic Switching 2226 Arabido Electronic Switching 2227 Arabido Electronic Switching 2228 Arabido Electronic Switching 2229 Arabido Electronic Switching 2220 Arabido Electronic Switching 2220 Arabido Electronic Switching 2221 Arabido Electronic Switching 2222 Arabido Electronic Switching 2223 Arabido Electronic Switching 2224 Arabido Electronic Switching 2225 Arabido Electronic Switching 2226 Arabido Electronic Switching 2227 Arabido Electronic Switching 2228 Arabido Electronic Switching 2229 Arabido Electronic Switching 2220 Arabido Electronic Switching 2221 Arabido Electronic Switching 2222 Arabido Electronic Switching 2223	'n		2112	Motor Vehicles							
114 Special Purpose Vehicles 115 Special Purpose Vehicles 115 Special Purpose Vehicles 115 Special Purpose Vehicles 115 Special Purpose Computers 115 Sp	寸		2113	Aircraft							
2115 Grange Work Equipment 2116 Grange Work Equipment 2119 Grange Work Equipment 2111 Buildings	'n		2114	Special Purpose Vehicles							
A 2116 Other Work Equipment 2116 Other Work Equipment A 2121 Buildings 410079 389632 A 2122 Complexed Purpose Computers 440079 113927 440079 389632 A 2124 General Purpose Computers 2005609 113927 2720436 1516125 12 A 212 Digital Electronic Switching 2606509 113927 2720436 1516125 12 2212 Digital Electronic Switching 2606509 113927 2720436 1516125 12 2213 Edition Apparatus 2731 Radio Systems 36655 28970 36655 28970 *** 2310 Information Orig & Term Equip 36655 28970 36655 28970 *** 2311 Sation Apparatus 36655 28970 36655 28970 *** 2311 Information Orig & Term Equip 36655 28970 36655 28970 *** 2312 Chalcourer Permisses Wring 317988 3167468 279830 3147298 1420024 28021 *** 2420 Cable and Wire Eachities 3167468 279830 3147298 1420024 2421 Burled Cable	9		2115	Garage Work Equipment							
1212 Entitle Buildings 1213 Entitle Buildings 2123 Fundage Ectronic Switching 2606509 113927 1140079 389652 2215 Ectro-Mechanical Switching 2606509 113927 2720436 1516125 112 2215 Ectro-Mechanical Switching 2606509 113927 2720436 1516125 112 2215 Ectro-Mechanical Switching 2606509 113927 2720436 1516125 112 2216 Extronic Switching 260650 113927 2720436 1516125 112 2216 Extronic Equipment 3573771 36555 28970 36555 28970 *** 2310 Information Orig & Term Equip 36655 28970 36655 28970 *** 2311 Sation Apparatus 1310860 119830 119830 119820 119921 *** 2321 Custome Permiss Writing *** 2411 Onlocationed Cable *** 2420 Cable *** 2421 Arrial Cable <t< td=""><td>7</td><td></td><td>2116</td><td>Other Work Equipment</td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></t<>	7		2116	Other Work Equipment							
1212 Furniture 2123 Office Equipment 2124 Office Equipment 2124 Office Equipment 240079 389652 1225 Office Equipment 2606509 113927 2720436 1516125 122 2220 Operator Systems 2221 Analog Electronic Switching 2606509 113927 2720436 1516125 122 2220 Operator Systems 2221 Radio Systems 2222 Circuit Equipment 36655 2322 Circuit Equipment 36655 2322 Circuit Equipment 36655 2322 Circuit Equipment 2221 Sation Apparatus 2221 Sation Apparatus 2222 Customer Pennises Wiring 2221 Customer Pennises Wiring 2221 Sation Apparatus 2222 Customer Pennises Wiring 22222 Customer Pennises Wiring 22222 Customer Pennises Wiring 222222 Customer Pennises	∞		2121	Buildings			*				
113 Office Equipment 113927 113927 113923 113	6		2122	Furmiture							
A 2124 General Purpose Computers 440079 389652 120 120 140079 389652 1216125 12	01		2123	Office Equipment							
2211 Analog Electronic Switching 440079 389652 1516125 112 1212 Digital Electronic Switching 2000509 113927 2720436 1516125 11516	Ξ		2124	General Purpose Computers							
2212 Digital Electronic Switching 2606509 113927 120436 1516125 1216125 1516125 120436 1516125 120 1216125 1220 Operator Systems 2220 Operator Systems 2231 Radio Systems 2232 Circuit Equipment 573771 53655 28970	12	2	2211	Analog Electronic Switching	6200††				440079	389652	50427
2215 Electro-Mechanical Switching 573771 536365 2220 Operator Systems 573771 536365 2221 Radio Systems 2231 Radio Systems 28970 2231 Radio Systems 36655 28970 2311 Station Apparatus 36655 28970 2321 Customer Premises Wiring 36655 28970 2321 Customer Premises Wiring 36655 28970 2321 Customer Premises Wiring 36655 28970 2321 Large Private Branch Exchanges 2341 119850 109221 2321 Large Private Branch Exchanges 3167468 279830 3447298 1420024 20 2421 Aprial Cable 104524 279830 3447298 1420024 20 2421 Buried Cable 104524 1037 61854 4 2422 Buried Cable 242 242 242 242 242 242 242 242 242 242 242	13	2	2212	Digital Electronic Switching	2606509	113927			2720436	1516125	1204311
2220 Operator Systems 2231 Radio Systems 2531 253658 28970 2531 25324 253658 28970 2312 Circuit Equipment 36655 28970 2313 Circuit Equipment 2310 Information Orig & Term Equip 36655 28970 2311 Station Apparatus 2310 Lurge Private Branch Exchanges 2311 Customer Premises Wirring 2312 Customer Premises Wirring 2314 Large Private Branch Exchanges 23167468 279830 1119830 119820 119820 2411 Poles 2412 Aertal Cable 2413 Aertal Cable 2414 2415 Submarine Cable 2415 Conduct Cable 2415 Conduct Cable 2416 241	-	7	2215	Electro-Mechanical Switching		***************************************	***************************************				
* 2231 Radio Systems 573771 536365 * 2310 Information Orig & Term Equipment 36655 28970 * 2310 Information Orig & Term Equipment 36655 28970 * 2311 Customer Permisses Wiring 2321 Customer Permisses Wiring 2321 Customer Permisses Wiring * 2321 Customer Permisses Wiring 119850 119850 110921 28970 * 2321 Customer Permisses Wiring 2321 2321 2322 2322 2323 2323 2324	15	2	2220	Operator Systems							
* 2322 Circuit Equipment 573771 536365 28970 * 2310 Information Orig & Term Equip 36635 28970 28970 * 2311 Station Apparatus 28970 28970 28970 * 2311 Castoner Permises Wiring 28970 28970 28970 * 2341 Lage Porrate Branch Exchanges 28970 28970 28970 * 2341 Lage Private Branch Exchanges 28970 4 477 477 477 477 477 477 477 477 477 477 477 477 477 477 477	91	7	2231	Radio Systems							
* 2310 Information Orig & Term Equip 36655 28970 * 2311 Station Apparatus 28970 28970 * 2311 Station Apparatus 28970 28970 * 2321 Customer Premises Wiring 2800 2800 2800 * 2341 Large Private Branch Exchanges 119850 109221 109221 * 2351 Public Telephone Term. Equip. 119850 109221 200 * 2451 Poles Public Telephone Term. Equip. 2450 2447298 1420024 203 * 2420 Cable and Wire Facilities 3167468 279830	17	7	2232	Circuit Equipment	573771				573771	536365	37406
1 Station Apparatus 2311 Station Apparatus 2 2321 Customer Premises Wiring 12321 Customer Premises Wiring 2 2341 Large Private Branch Exchanges 119850 2 2352 Other Terminal Equipment 119850 2 411 Poles 3167468 2 422 Cable and Wire Facilities 3167468 2 421 Acrial Cable 3167468 2 422 Underground Cable 3167468 2 423 Buried Cable 3167468 2 424 Submarine Cable 3167468 2 425 Deep Sea Cable 63701 2 426 Intrabuilding Network Cable 63701 2 427 Childrin Systems 610554 1 420024 2004 2 428 Cable 3447298 2 429 Cable 63701 2 421 Childrin Systems 610554 1 420024 200 2 421 Conduit Systems 610554 1 600401 61751 2 421 Conduit Systems 61854 1 600401 61751			2310	Information Orig & Term Equip	36655				36655	28970	7685
A 2321 Customer Premises Wiring A 2341 Large Private Branch Exchanges A 2341 Large Private Branch Exchanges A 2341 Large Private Branch Exchanges A 2421 Pobles A 2421 Acrial Cable A 2421 Acrial Cable A 2421 Acrial Cable A 2422 Acrial Cable A 2423 Buried Cable A 2421 Acrial Cable A 2422 Buried Cable A 2423 Buried Cable A 2423 Buried Cable A 2424 Submarine Cable A 2425 Beep Sea Cable A 2426 Intrabnilding Network Cable G3701 A 2426 Intrabnilding Network Cable G3701 A 2426 Intrabnilding Network Cable G3701 A 2427 Acrial Wire G11591 G3364 A 2426 Intrabnilding Network Cable G3701 G11591 G11591 G11591 A 2429 A 2420 A 2420 A 2420 A 2420 A 2420 A 2420	6		2311	Station Apparatus			***************************************				
* 2341 Large Private Branch Exchanges 119850 109221 * 2351 Public Telephone Term. Equip. 119850 109221 * 2411 Poles 119850 1420024 20 * 2420 Cable and Wire Facilities 3167468 279830 1420024 20 * 2421 Acrial Cable 2423 Burderground Cable 2424 Submarine Cable * 2424 Submarine Cable 63701 63701 63364 473 * 2426 Intrabuilding Network Cable 63701 611591 183679 473 * 2426 Intrabuilding Systems 610554 1037 611591 1734 477	20		2321	Customer Premises Wiring							
> 2351 Public Telephone Term. Equip. 119850 109221 20 2411 Poles 119850 109221 20 * 2420 Cable and Wire Facilities 3167468 279830 1420024 20 * 2420 Cable and Wire Facilities 3167468 279830 1420024 20 * 2421 Aerial Cable 2422 Underground Cable 2423 Buried Cable 2423 Buried Cable 2424 Submarine Cable 2425 Deep Sea Cable 63701 63364 44 4138679 443 * 2426 Intrabuilding Network Cable 63701 63701 63364 44 473 443 * 2431 Aerial Wire 610554 190.067 10.443.921 5743.340 4,74	21		2341	Large Private Branch Exchanges							
^ 2362 Other Terminal Equipment 119850 109221 2411 Poles 3167468 279830 3447298 1420024 20 * 2420 Cable and Wire Facilities 3167468 279830 1420024 20 * 2421 Acrial Cable 1420024 20 20 24	22		2351	Public Telephone Term. Equip.							
* 2410 Poles 119850 109221 * 2420 Cable and Wire Facilities 3167468 279830 3447298 1420024 20 ^ 2421 Acrial Cable 2422 Underground Cable 4242 Murical Cable 4242 Murical Cable 4243 4243 4243 4244 <t< td=""><td>23</td><td></td><td>2362</td><td>Other Terminal Equipment</td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></t<>	23		2362	Other Terminal Equipment							
* 2420 Cable and Wire Facilities 3167468 279830 3447298 1420024 2027 ^ 2421 Acrial Cable <td< td=""><td>24</td><td>2</td><td>2411</td><td>Polcs</td><td>119850</td><td></td><td></td><td></td><td>119850</td><td>109221</td><td>10629</td></td<>	24	2	2411	Polcs	119850				119850	109221	10629
A 2421 Acrial Cable A 2422 Underground Cable A 2423 Burried Cable A 2424 Submarine Cable A 2424 Submarine Cable A 2425 Deep Sca Cable A 2426 Intrabuilding Network Cable A 2427 Acrial Wire A 2428 Acrial Wire A 2429 Acrial Wire A 2420 Acrial Wire A 2420 Acrial Wire A 2421 Acrial Wire A 2422 Acrial Wire A 2423 Acrial Wire A 2424 Acrial Wire A 2425 Acrial Wire A 2426 Acrial Wire A 2427 Acrial Wire A 2428 Acrial Wire A 2429 Acrial Wire A 2429 Acrial Wire A 2420 Acrial Wire A 2420 Acrial Wire			2420	Cable and Wire Facilities	3167468	279830			3447298	1420024	2027274
A 2422 Underground Cable A 2423 Buried Cable A 2424 Submarine Cable A 2424 Submarine Cable A 2425 Deep Sea Cable A 2426 Intrabuilding Network Cable A 2427 611591 B 2431 Conduit Systems A 2428 611591 B 2448 549.067 B 2429 42700,	26		2421	Aerial Cable							
^ 2423 Burried Cable ^ 2424 Submarine Cable ^ 2424 Submarine Cable ^ 2425 Deep Sea Cable ^ 2426 Intrabuilding Network Cable ^ 2431 Aerial Wire 2441 Conduit Systems 610554 549.067 10,443,921 5.743.340 4,700,	27		2422	Underground Cable							
^ 2424 Submarine Cable ^ 2425 Deep Sca Cable ^ 2426 Intrabuilding Network Cable ^ 2426 Intrabuilding Network Cable ^ 2426 Intrabuilding Network Cable ^ 2431 Aerial Wire 2431 Aerial Wire 2431 Conduit Systems 610554 549.067 7 Totals 10.443.921 5.743.340 4,700.	28		2423	Buried Cable			•			•	
^ 2425 Deep Sea Cable 63701 63364 ^ 2426 Intrabuilding Network Cable 63701 63364 2 431 Acrial Wire 610534 1037 611591 183679 427 2 441 Conduit Systems 9.894.854 549.067 5743.340 4,700,	29		2424	Submarine Cable							
^ 2426 Intrabuilding Network Cable 63701 63364 2431 Aerial Wire 610554 1037 611591 183679 427 2441 Conduit Systems 9.894.854 549.067 610.443.921 5.743.340 4,700.	30		2425	Deep Sea Cable							
2431 Aerial Wire 63701 63364 2441 Conduit Systems 610534 1037 611591 183679 427 Totals 9,894,854 549,067 549,067 5,743,340 4,700	31		2426	Intrabuilding Network Cable							
2441 Conduit Systems 610554 1037 611591 183679 Totals 9.894,854 549,067 10,443,921 5.743,340 4.7	32	2.	2431	Aerial Wire	63701				63701	63364	337
Totals 9.894,854 549,067 5.743,340	33	2.	2++1	Conduit Systems	610554	1037			611591	183679	427912
	34			Fotals	†\$8°†68°6	549,067			10,443,921	5.743.340	4,700,581

Company Name: RONAN TELEPHONE COMPANY

of ear		
Book Cost of Property at End of Year (g)		
Transfers and Adjustments Charges and (Credits) (f)		
Retirements During the Year (c)		
Additions During the Year (d)		
Book Cost of Property at Beginning of Year (c)		
Date Included in Account 2002 (b)	NOT APPLICABLE	
Location and Description of Property (a)		Totals (Sum L.1 to L.29)
Line No.	7	+
	DateBook Cost of Included in (a)Book Cost of Included in (b)Property at (c)Additions During the YearRetirements Additions DuringTransfers and AdjustmentsBoLocation and Description of Property (a)Account 2002 (b)Beginning of Year (c)He Year (d)Charges and (Credits) (f)	Location and Description of Property (a) NOT APPLICABLE NOT APPLICABLE Location and Description of Property (b) Location and Description of Property (c) Location and Description of Property (d) Location and Description and Descripti

Company Name: RONAN TELEPHONE COMPANY

		01133	Motorite	Ave	Average Cost of Long Term Debt	of Long T	erm Deb	t Outstanding			Ye Amortization	Year:2002 on Total
Linc No.	Desc	Date	Date	Amount	Gross Proceeds	net Proceeds	Net Per \$100	Per Balance Sheet	Yield to Maturity	Annual Net Cost	of Premium or Discount	Cost
-	(a)	(p)	(C)	(p)	(c)	(j)	(g)	(h)	(i)	(j)	(k)	(1)
												
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Company Name: RONAN TELEPHONE COMPANY

Year:2002	Embedded Cost		
·	Annual Cost (k)		
	Principal Outstanding (i)		
	Cost of Money (i)		
	Net Proceeds Per \$100 (h)		
l Stock	Net Proceeds Amounts (g)		
Cost of Preferred Stock	Gross Proceeds Amounts (f)		
Cost of	Par Value Of Issue (e)		
	Call Redemption Price (d)		The state of the s
	Method of Offering (c)	LICABLE	
	Date of Issuance (b)	IS NOT APPLICABLE	
	Description (a)	THIS SCHEDULE	Totals (Sum L.1 to L.29)
	Line No.		30 T

Company Name: RONAN TELEPHONE COMPANY

Year: 2002	Price/	Earnings	Ratio	(E)																	***************************************	Marie Wilana				
Yea	Pri	Earn	Ra	<u> </u>			1			W																_
			Low	(h)	N/A - NOT PUBLICLY TRADED																					
	Market	Price			NOT PUBI																					
			High	(g)	N/A -																					
k		Retention	Ratio	(f)	83.20%										SZ											*****
ion Stoc		Ret	<u>~</u>		50									······································	RÚCTION											
Analysis of Common Stock		Dividends	(per share)	(c)	\$2.50										PER INST											
alysis (\$14.84						····				UIRED 1											
Aı		Earnings	(per share)	(g)	\$I										MONTLY DATA NOT REQUIRED PER INSTRUCTIONS											
	Book	Value	(per share)	(2)	\$266					-					LY DATA											
	Щ	>	ber (_										MONT									·······································		
	Avg. Number	of Shares	Outstanding	(p)	22,840																					
					er 31:						a:				***************************************						111					
			,	(a)	d Decemba						Jouth Dat									or.		ï	:			
					Year Ended December 31:						Month by Month Data:	January	February	March	April	May	June	July	August	Septemb	October	November	December			
		Line	o N	_		7 (ੀ ਚ	۸.	9	7	∞	6	10	11	12	13	7	15	91	17	81	61	20	21	22	23

Company Name: RONAN TELEPHONE COMPANY

Year:2002	Retirement or	Reaquisition (g)	TREASURY STOCK																			
g the Year	Gain	(Loss) (f)																				
r Retired During	Reaquisition or Retirement	Cost (e)	2000								A		-						***************************************			5000
bt Reacquired o	Principal	Antount (d)	100	****																		100
Capital Stock and Funded Debt Reacquired or Retired During the Year	Number of	Shares (c)	20										The second secon									20
Capital Stoc	Call or Retirement	Date (b)	3/19/02															***************************************				
		Description of Security (a)	COMMON STOCK																			Totals (Sum L.1 to L.29)
	Line	No.	7 7 %	, , , ,	9	r ×	6	01	12	13	15	91	<u> </u>	19	20	22	23	25	26	7.7	29	30

SCHEDULE 17 Page 1 of 2

Company Name: RONAN TELEPHONE COMPANY

1,000 No. No	* < < < < * < < < * < < < * < < < *		Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses	Clearances	Total
No	* < < < < * < < < * < < < * < < < * < < < * < < < * < < < * < < < < < < < < < < < < < < < < < < < <		and Wages (c)	Benefits (d)	Rents (e)	Expenses	Clearances	Total
6 (10) Network Support Expense 6 (10) 6	* < < < < * < < < * < < < * < < < * < < < * < < < * < < < * < < < < < < < < < < < < < < < < < < < <		(2)	(p)	(e)	(7.7
6 11	* < < < < * < < < * < < < * < < < * < < < *					()	(g)	(ii)
6 61 Anternal Expense 6 61 Anternal Expense 6 61 Anternal Expense 6 61 Anternal Expense 6 61 Other Work Equipment Expense 6 61 Other Work Equipment Expense 6 62 Land and Building Expense 6 61 Central Stupport Expense 6 61 Central Office Equipment Expense 6 62 Central Office Equipment Expense 6 62 Central Office Equipment Expense 6 62 Central Office Expense 6 64 Central Office Expense 64 Central Offi	< < < < < * < < < * < < < * < < < * < < < *							
111 Special Purpose Vehicles Expense 111 Special Purpose Vehicles Expense 112 Garaga Work Equipment Expense 113 Garaga Marroots Expense 114 Garaga Marroots Expense 114 Garaga Marroots Expense 114 Garaga Marroots Expense 115 Gaba Marroots Expense 115	< < < < * < < < * < < < * < < < * < < < *							
11 Special Purpose Vehicles Expense 11 Special Purpose Vehicles Expense 11 Special Purpose Vehicles Expense 12 Garage Work Equipment Expense 12 Garage Work Equipment Expense 12 Gold General Support Expense 12 Gold General Support Expense 12 Gold General Support Expense 12 Gold General Purpose Computers Expense 12 General Purpose Computers Expense 13 Gold General Purpose Computers Expense 14 Gold General Purpose Computers Expense 15 Gold General Purpose Computers Expense 15 Gold General Purpose Computer Expense 15 Gold General Purpose Computers Expense 15 Gold General Office Transmission Expense 15 Gold General Office Expense 15 Gold General G	< < < * < < < * < < < * < < < * < < < *							
1 Garage Work Equipment Expense 10 Garage Mork Expense 10 Garage Mork of Expense 10 Garage Mork of Expense 10 Garage Improve Computers Expense 10 Garage Improve Expense 10 Garage Systems Expense 10 Garage Systems Expense 10 Garage Provine Expense 10 Garage Provine Expense 10 Garage Provine Barade Expense 10 Garage Garage Garage Expense 10 Garage	< < * < < < * < < < * < < < < < < < < <	0 0 0					***************************************	
6 116 Other Work Equipment Expense 6 120 General Support Expense 6 121 Land and Bailding Expense 6 122 Caucard Support Expense 6 122 Caucard Support Expense 6 123 General Purpose Computers Expense 6 124 Office Equipment Expense 6 124 Central Office Switching Expense 6 124 Central Office Switching Expense 6 125 Central Office Switching Expense 6 126 Central Office Transmistion Expense 6 127 Operation Expense 6 128 Central Office Transmistion Expense 6 128 Central Office Transmistion Expense 6 129 Central Office Transmistion Expense 6 120 Central Office Transmistion Expense 6 120 Central Office Transmistion Expense 6 120 Central Office Transmistion Temple Expense 6 120 Central Cable Expense 120 Central Cable Expense 120 Central	< * < < < * < < < * < < < * < < < *	0 0 0						
6120 General Support Expense 6121 Land and Building Expense 6121 Land and Building Expense 6123 Office Equipment Expense 6124 Central Universe Computers Expense 6124 Central Universe Computers Expense 6210 Central Office Switching Expense 6211 Digital Electronic Expense 6212 Digital Electronic Expense 6212 Digital Electronic Expense 6225 Electron-Actainstal Expense 6230 Central Office Transmission Expense 6230 Central Office Transmission Expense 6230 Creati Equipment Expense 6310 Information Organization/Terminal Expense 6311 Sation Apparatus Expense 6311 Lange Private Branch Expense 6312 Other Terminal Equipment Expense 6313 Other Terminal Equipment Expense 6421 Other Expense 6422 Underground Cable Expense 6424 Submarine Cable Expense 6425 Deep Sea Cable Expense 6425 Deep Sea Cable Expense 6426 Deep Sea Cable Expense 6426 Deep Sea Cable Expense 6427 Actival Wire Expense 6428 Actival Wire Expense 6428 Actival Wire Expense 6429 Actival Wire Expense 6420 Actival Wire Expense 6421 Actival Wire Expense 6422 Actival Wire Expense 6423 Actival Wire Expense 6424 Actival Wire Expense 6425 Actival Wire Expense 64	* < < < * < < < * < < < *	0 0 0						
6121 Land and Building Expense 6123 Cheeral Purpose Computers Expense 6124 Ceneral Purpose Computers Expense 6124 Ceneral Purpose Computers Expense 6210 Central Office Switching Expense 6210 Central Office Switching Expense 6210 Central Office Switching Expense 6210 Operator Systems Expense 6220 Operator Systems Expense 6230 Central Office Transmission Expense 6230 Central Office Transmission Expense 6231 Radio Systems Expense 6231 Radio Systems Expense 6311 Sation Apparatus Expense 6311 Sation Apparatus Expense 6311 Sation Apparatus Expense 6312 Antical Expense 6313 Public Telephone Terminal Equipment Expense 6314 Antical Cable Expense 6315 Antical Cable Expense 6316 Cable Expense 6317 Antical Cable Expense 6318 Antical Cable Expense 6319 Antical Cable Expense 6320 Other Terminal Equipment Expense 6321 Antical Cable Expense 6321 Antical Cable Expense 6322 Other Terminal Cable Expense 6323 Antical Mire Expense 6424 Submarine Cable Expense 6425 Deep Sea Cable Expense 6426 Antical Mire Expense 6427 Antical Mire Expense 6428 Antical Mire Expense 6429 Antical Mire Expense 6420 An	< < < < * < < < * < < < * < < < *	Land and Building Expense Furniture and Artworks Expense Office Equipment Expense General Purpose Computers Expense Central Office Switching Expense Analog Electronic Expense Digital Electronic Expense Electro-Mechanical Expense Operator Systems Expense						
6122 Furniture and Artworks Expense 613 Great Puppase Computers Expense 614 Great Purpose Computers Expense 6210 Central Office Expense 6210 Central Office Expense 6211 Central Office Expense 6212 Digital Electronic Expense 6212 Digital Electronic Expense 6212 Central Office Transmission Expense 6220 Operator Systems Expense 6220 Central Office Transmission Expense 6230 Central Office Transmission Expense 6230 Central Office Transmission Expense 6231 Information Origination/Termination Expense 6340 Information Origination/Terminat Expense 6341 Large Private Branch Expense 6341 Public Technoner Expense 6341 Public Technoner Expense 6341 Actial Cable Expense 6441 Cable Expense 6441 Actial Cable Expense 6422 Chock Expense 6434 Actial Cable Expense 6424 Submarine Cable Expense 6424 Submarine Cable Expense 6425 Dreep Sea Cable Expense 6426 Submarine Cable Expense 6426 Submarine Cable Expense 6426 Submarine Cable Expense 6426 Actial Mire Expense 6426 Actial Expense 6427 Actial Actial Mire Expense 6427 Actial Expense 6427 Act	< < < * < < * < < * < < < * < < < *	Furniture and Artworks Expense Office Equipment Expense General Purpose Computers Expense Central Office Switching Expense Analog Electronic Expense Digital Electronic Expense Electro-Mechanical Expense Operator Systems Expense						
	< < * < < < * < < < * < < < < < < <	Office Equipment Expense General Purpose Computers Expense Central Office Switching Expense Aualog Electronic Expense Digital Electronic Expense Electro-Mechanical Expense Operator Systems Expense						
Gillary General Purpose Computers Expense 610 Central Office Synching Expense 6210 Central Office Synching Expense 6212 Digital Electronic Expense 6212 Digital Electronic Expense 6220 Operator Systems Expense 6231 Radio Systems Expense 6231 Radio Systems Expense 6231 Radio Systems Expense 6231 Central Office Transmission Expense 6231 Central Office Transmission Expense 6331 Information Official Office Transmission Expense 6310 Information Official Expense 6311 Large Private Branch Exchange Expense 6311 Large Private Branch Exchange Expense 6312 Public Telephone Terminal Equipment Expense 6313 Public Telephone Terminal Equipment Expense 6314 Large Private Branch Exchange Expense 6315 Other Terminal Equipment Expense 6316 Cabbe Expense 6411 Potos Expense 6412 Archia Cabbe Expense 6422 Submarine Cabbe Expense 6424 Submarine Cabbe Expense 6425 Intrabuilding Network Cabbe Expense 6426 Intrabuilding Network Cabbe Expense 6426 Intrabuilding Network Cabbe Expense 6426 Intrabuilding Network Cabbe Expense 6436 Intrabuilding Network Cabbe Expense 6431 Archia Wire Expense 6431	< * < < < * < < < * < < < < < <	General Purpose Computers Expense Central Office Switching Expense Analog Electronic Expense Digital Electronic Expense Electro-Mechanical Expense Operator Systems Expense					****	
# 6210 Central Office Switching Expense 6211 Analog Electronic Expense 6211 Analog Electronic Expense 6212 Digital Electronic Expense 6220 Operator Systems Expense 6220 Central Office Transmission Expense 6231 Radio Systems Expense 6310 Information Origination/Termination Expense 6311 Station Apparatus Expense 6310 Information Origination/Terminal Equipment Expense 6311 Station Apparatus Expense 6312 Public Telephone Terminal Equipment Expense 6410 Cable and Wire Facilities Expense 6411 Poles Expense 6412 Actrial Cable Expense 6421 Submarine Cable Expense 6421 Submarine Cable Expense 6422 Burned Cable Expense 6423 Burned Cable Expense 6424 Submarine Cable Expense 6424 Submarine Cable Expense 6424 Submarine Cable Expense 6424 Actrial Wire Expense 6424 Submarine Cable Expense 6424 Submarine	* < < < * < < * < < < < < <	Central Office Switching Expense Analog Electronic Expense Digital Electronic Expense Electro-Mechanical Expense Operator Systems Expense						
Autorial	< < < * < < * < < < < < < < <	Analog Electronic Expense Digital Electronic Expense Electro-Mechanical Expense Operator Systems Expense						
^ 6212 Digital Electronic Expense THIS SCHEDULE IS NOT REQUIRED ^ 6215 Digital Electronic Expense THIS SCHEDULE IS NOT REQUIRED * 6220 Operator Systems Expense Poperator Systems Expense * 6231 Radio Systems Expense * 6312 Central Office Transmission Expense * 6313 Radio Systems Expense * 6314 Large Private Branch Exchange Expense * 6311 Saltion Apparatus Expense * 6311 Saltion Apparatus Expense * 6311 Public Telephone Terminal Equipment Expense * 6322 Other Terminal Equipment Expense * 6313 Public Telephone Terminal Expense * 6324 Other Terminal Expense * 6410 Poles Expense * 6421 Lunderground Cable Expense * 6422 Underground Cable Expense * 6423 Buried Cable Expense * 6424 Submarine Cable Expense * 6425 Intrabiliding Network Cable Expense * 6426 Intrabiliding Network Cable Expense * 6431 Aerrall Wire Expense	< < * < < * < < < < < < < <	Digital Electronic Expense Electro-Mechanical Expense Operator Systems Expense						
California Capter Systems Expense Cantal Office Transmission Expense California Capter Systems Expense California Capter	< * < < * < < < < < < <	Electro-Mechanical Expense Operator Systems Expense						
6220 Operator Systems Expense 6230 Central Office Transmission Expense 6231 Radio Systems Expense 6322 Cricuit Equipment Expense 6311 Station Apparatus Expense 6311 Station Apparatus Expense 6312 Station Apparatus Expense 6313 Public Telephone Terminal Equipment Exp. 6321 Other Terminal Equipment Exp. 6322 Other Terminal Equipment Exp. 6323 Other Terminal Equipment Exp. 6324 Other Terminal Equipment Expense 6410 Cable and Wire Facilities Expense 6421 Acrial Cable Expense 6422 Underground Cable Expense 6423 Buried Cable Expense 6424 Submarine Cable Expense 6425 Cable Expense 6426 Interbuilding Network Cable Expense 6427 Acrial Wire Expense 6428 Acrial Wire Expense 6430 Acrial Wire Expense 6431 Acrial Wire Expense 6432 Acrial Wire Expense 6434 Acrial Wire Expense 6435 Acrial Wire Expense 6436 Acrial Wire Expense 6437 Acrial Wire Expense 6438 Acrial Wire Expense 6439 Acrial Wire Expense 6440	* < < * < < < * < < <	Operator Systems Expense		THIS SCHEDUL	E IS NOT REQU	JIRED		
* 6230 Central Office Transmission Expense 6231 Radio Systems Expense 6222 Circuit Equipment Expense * 6310 Information Origination/Termination Expense ^ 6311 Station Apparatus Expense ^ 6311 Large Private Branch Exchange Expense ^ 6351 Public Telephone Terminal Equipment Expense ^ 6362 Other Terminal Equipment Expense * 6410 Cable and Wire Facilities Expense ^ 6411 Poles Expense ^ 6421 Aerial Cable Expense ^ 6422 Underground Cable Expense ^ 6421 Aerial Cable Expense ^ 6422 Underground Cable Expense ^ 6421 Buried Cable Expense ^ 6422 Deep Sea Cable Expense ^ 6423 Buried Cable Expense ^ 6424 Aerial Wire Expense ^ 6425 Intrabulding Network Cable Expense ^ 6428	* < < * < < < < < <							
6231 Radio Systems Expense 6322 Circuit Equipment Expense 6310 Information Origination/Termination Expense 6311 Station Apparatus Expense 6311 Large Private Branch Exchange Expense 6321 Public Telephone Terminal Equipment Exp. 6341 Public Telephone Terminal Equipment Exp. 6352 Other Terminal Equipment Expense 6410 Cable and Wire Facilities Expense 6411 Poles Expense 6421 Acrial Cable Expense 6422 Underground Cable Expense 6423 Buried Cable Expense 6424 Submarine Cable Expense 6425 Deep Sea Cable Expense 6426 Intrabuilding Network Cable Expense 6431 Acrial Wire Expense 6431 Acrial Wire Expense 6431 Acrial Wire Expense 6431 Acrial Wire Expense 6431 Subtotals	< < * < < < < * < < <	Central Office Transmission Expense						
6232 Circuit Equipment Expense # 6310 Information Origination/Termination Expense # 6311 Station Apparatus Expense # 6311 Station Apparatus Expense # 6311 Station Apparatus Expense # 6351 Public Telephone Terminal Equipment Exp. # 6352 Other Terminal Equipment Exp. # 6410 Cable and Wire Facilities Expense # 6410 Acrial Cable Expense # 6421 Acrial Cable Expense # 6422 Underground Cable Expense # 6424 Submarine Cable Expense # 6426 Intrabuilding Network Cable Expense # 6431 Acrial Wire Expense # 6431 # 6	< * < < < < * < < <	Radio Systems Expense						
# 6310 Information Origination/Termination Expense	* < < < < * < < <	Circuit Equipment Expense						
^ 6311 Station Apparatus Expense ^ 6341 Large Private Branch Exchange Expense ^ 6351 Public Telephone Terminal Equipment Exp. ^ 6362 Other Terminal Equipment Expense * 6410 Cable and Wire Facilities Expense ^ 6411 Poles Expense ^ 6421 Acrial Cable Expense ^ 6422 Underground Cable Expense ^ 6423 Buried Cable Expense ^ 6424 Submarine Cable Expense ^ 6425 Deep Sea Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6427 Intrabuilding Network Cable Expense ^ 6428 Acrial Wire Expense ^ 6421 Acrial Wire Expense	< < < < * < < <	Information Origination/Termination Expense						
^ 6341 Large Private Branch Exchange Expense ^ 6351 Public Telephone Terminal Equipment Exp. * 6362 Other Terminal Equipment Expense * 6410 Cable and Wire Facilities Expense ^ 6421 Aerial Cable Expense ^ 6422 Underground Cable Expense ^ 6423 Buried Cable Expense ^ 6424 Submarine Cable Expense ^ 6425 Deep Sea Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6427 Aerial Wire Expense ^ 6428 Aerial Wire Expense ^ 6429 Aerial Wire Expense	< < < * < < <	Station Apparatus Expense						
^ 6351 Public Telephone Terminal Equipment Exp. ^ 6362 Other Terminal Equipment Expense * 6410 Cable and Wire Facilities Expense ^ 6411 Poles Expense ^ 6421 Acrial Cable Expense ^ 6422 Underground Cable Expense ^ 6423 Buried Cable Expense ^ 6424 Submarine Cable Expense ^ 6425 Deep Sea Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6431 Acrial Wire Expense ^ 6431 Acrial Wire Expense	< < * < < <	Large Private Branch Exchange Expense						
^ 6362 Other Terminal Equipment Expense * 6410 Cable and Wire Facilities Expense ^ 6411 Poles Expense ^ 6421 Aerial Cable Expense ^ 6422 Underground Cable Expense ^ 6423 Buried Cable Expense ^ 6424 Submarine Cable Expense ^ 6425 Deep Sea Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6431 Aerial Wire Expense ^ 6432 Aerial Wire Expense	< * < < < <	Public Telephone Terminal Equipment Exp.						
* 6410 Cable and Wire Facilities Expense ^ 6411 Poles Expense ^ 6421 Aerial Cable Expense ^ 6422 Underground Cable Expense ^ 6423 Buried Cable Expense ^ 6424 Submarine Cable Expense ^ 6424 Submarine Cable Expense ^ 6425 Deep Sea Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6431 Aerial Wire Expense ^ 6431 Aerial Wire Expense	* < < < <	Other Terminal Equipment Expense						
^ 6411 Poles Expense ^ 6421 Aerial Cable Expense ^ 6422 Underground Cable Expense ^ 6423 Buried Cable Expense ^ 6424 Submarine Cable Expense ^ 6425 Deep Sea Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6431 Aerial Wire Expense ^ 6431 Aerial Wire Expense	< < < <	Cable and Wire Facilities Expense						
^ 6421 Aerial Cable Expense 6422 Underground Cable Expense ^ 6423 Buried Cable Expense 6424 Submarine Cable Expense ^ 6424 Submarine Cable Expense 6425 Deep Sea Cable Expense ^ 6425 Intrabuilding Network Cable Expense 6431 Aerial Wire Expense ^ 6431 Aerial Wire Expense 8ubtotals	< < <	Poles Expense						
^ 6422 Underground Cable Expense ^ 6423 Buried Cable Expense ^ 6424 Submarine Cable Expense ^ 6424 Submarine Cable Expense ^ 6425 Deep Sea Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6431 Aerial Wire Expense ^ 6431 Astial Wire Expense	< <	Aerial Cable Expense						
^ 6424 Submarine Cable Expense ^ 6424 Submarine Cable Expense ^ 6425 Deep Sea Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6431 Aerial Wire Expense ^ 6431 As a Subtotals	<	Underground Cable Expense						
^ 6424 Submarine Cable Expense ^ 6425 Deep Sea Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6431 Aerial Wire Expense ^ 6431 As Subtotals	_	Buried Cable Expense						
^ 6425 Deep Sea Cable Expense ^ 6426 Intrabuilding Network Cable Expense ^ 6431 Aerial Wire Expense ^ 6431 As Subtotals	<	Submarine Cable Expense						
^ 6426 Intrabuilding Network Cable Expense ^ 6431 Aerial Wire Expense ^ Subtotals	<	Deep Sea Cable Expense						
^ 64.31 Aerial Wire Expense	<	Intrabuilding Network Cable Expense						
Subtotals	<	Acrial Wire Expense						
	÷£	Subtotals						

Company Name: RONAN TELEPHONE COMPANY

			Total Company Expense Matrix	V Expense Ma	ıtrix			Year: 2002
Line	Acct	of.	Salaries			Other		
 .oN	No.	Description (h)	and Wages	Benefits	Rents	Expenses	Clearances	Total
35	V 6441	Conduit Systems Exp	(2)	(m)	(5)	(1)	(8)	(II)
36	0159							
37	* 6530							
38	^ 6531	***************************************						
39	v 6532	Network Administration Expense						
40	^ 6533	Testing Expense						
41	v 6534							
42	^ 6535	55 Engineering Expense						
43	0+59	10 Access Expense		THIS SCHEDU	THIS SCHEDULE IS NOT REQUIRED	VIRED		
7	6561	51 Depreciation - Telecomm. Plant in Service						
45	6562	52 Depreciation-Prop. for Future Telecom. Use	e					
46	6563	53 Amortization Expense - Tangible						
47	6564							
48	6565	55 Amortization - Other			***************************************			
6†	* 6610	0 Marketing						
50	V 6611	Product Management						
51	v 6612							
52								
53	1799	11 Call Completion Services						
54	6622	2 Number Services						
55	6623	(3 Customer Services						
99	6711							
57	6712	2 Planning						
58	6721							
59	6722	2 External Relations						
09	6723	3 Human Relations						
61	6724	4 Information Management						
62	6725							
63	6726	6 Procurement						
 1 9	6727							
65	6728	8 Other General and Administrative						
99	0629	O Provision for Uncollectible Notes Receivable	le					
12		E						

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ne: RONAN TELEPHONE COMPANY
Name:
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SCHEDULE 18
Page 1 of 2

				Total State E	Total State Expense Matrix				Year:2002
Line		Acct.		Salaries		erenter in de dekke de dekke de mer blekk militaria erenter in men men erenter in men	Other		
No.		No.	Description	and Wages	Benefits	Rents	Expenses	Clearances	Total
		(a)	(p)	(c)	(p)	(c)	(E)	(g)	(E)
_	*	6110	Network Support Expense						
2	<	6112	Motor Vehicle Expense						
ω	<	6113	Aircraft Expense						-
-	<	†II9	Special Purpose Vehicles Expense						
'n	<	6115	Garage Work Equipment Expense						
9	<	9119	Other Work Equipment Expense						
7	*	6120	General Support Expense						
∞	<	6121	Land and Building Expense		THIS SCHEDULE IS NOT REQUIRED	E IS NOT REQ	UIRED		
6	<	6122	Furniture and Artworks Expense			′			
10	<	6123	Office Equipment Expense						
	<	6124	General Purpose Computers Expense						
12	*	6210	Central Office Switching Expense						
13	<	6211	Analog Electronic Expense						
14	<	6212	Digital Electronic Expense						
15	<	6215	Electro-Mechanical Expense						
91		6220	Operator Systems Expense						
17	*-	6230	Central Office Transmission Expense						
18	<	6231	Radio Systems Expense						
61	<	6232	Circuit Equipment Expense						
20	*	6310	Information Origination/Termination Expense						
21	<	6311	Station Apparatus Expense						
22	<	6341	Large Private Branch Exchange Expense						
23	<	6351	Public Telephone Terminal Equipment Exp.						
24	<	6362	Other Terminal Equipment Expense						
25	*	0119	Cable and Wire Facilities Expense						
26	<	6411	Poles Expense						
27	<	6421	Aerial Cable Expense						·· · · · · · · · · · · · · · · · · · ·
28	<	6422	Underground Cable Expense						
29	<	6423	Buried Cable Expense						
30	<	6424	Submarine Cable Expense						
31	<	6425	Deep Sea Cable Expense						
32	<	6426	Intrabuilding Network Cable Expense						
33	<	6431	Aerial Wire Expense						
34			Subtotals						
^ Subaα	ccoun	at of the a	Subaccount of the account marked with a *.						PAGE 20

Company Name: RONAN TELEPHONE COMPANY

				Total State E	Total State Expense Matrix	ix			rage 2 01 2 Year: 2002
Line	Ψ	Acct.		Salarics			Other		
No.	Z [©]	No.	Description (h)	and Wages	Benefits	Rents	Expenses	Clearances	Total
35	79 <	11+19	Conduit Systems Expense	(2)	(n)	(e)		(8)	(n)
36	65	6510 0	Other Property Expenses						
37	* 65	6530	Network Operations Expense						
38	^ 65	6531	Power Expense						
39	^ 65	6532	Network Administration Expense						
9	× 65	6533	Testing Expense						
1	^ 65	6534	Plant Operations Expense						
42	× 65	6535	Engineering Expense		THIS SCHEDU	THIS SCHEDULE IS NOT REOURED	IRED		
43	65	6540 4	Access Expense			/			
77	65	6561 L	Depreciation - Telecomm. Plant in Service						
45	9	6562 E	Depreciation-Prop. for Future Telecom. Use						
9+	9	6563 A	Amortization Expense - Tangible						
47	651	6564 A	Amortization Expense - Intangible						
48	65	6565 A	Amortization - Other						
6†		0199 N	Marketing						
50		1199	Product Management						
51	99		Sales						
52			Product Advertising						
53	99		Call Completion Services						
54	- 66.	6622 N	Number Services						
55			Customer Services						
56	67		Executive						
57	67	6712 P	Planning						
58	67.		Accounting and Finance						
59	67.	6722 E	External Relations						
9	7.29	6723 H	Human Relations						
- 19	7.29	6724 Ir	Information Management						
62	67.	6725 L	Legal						
63	67,5	6726 P	Procurement						
64	67.5	6727 R	Research and Development						
65	67,	6728 0	Other General and Administrative						
99	675	6790 P ₁	Provision for Uncollectible Notes Receivable						
- 69		-	T						

Pension Costs

	Pension Costs		•	Year: 2002
1	Plan Name RONAN TELEPHONE COMPANY PROFIT SHARING PLAN			
2	Defined Benefit Plan?	Defined Contribution	n Plan? XX	
3	Actuarial Cost Method?	IRS Code:		
4	Annual Contribution by Employer:\$ 264,998	Is the Plan Over Fu		
5				
	ltem	Current Year	Last Year	% Change
6	Change in Benefit Obligation			
, 8	Benefit obligation at beginning of year Service cost			
_	Interest Cost			
	Plan participants' contributions			
	Amendments			
	Actuarial Gain			
	Acquisition			
	Benefits paid			
	Benefit obligation at end of year			
16	Change in Plan Assets			
	Fair value of plan assets at beginning of year	SEE FORM 5500		
	Actual return on plan assets	SCHEDULE I		
	Acquisition	ATTACHED		
	Employer contribution	7117101123		
	Plan participants' contributions			
	Benefits paid			
23	Fair value of plan assets at end of year			
	Funded Status			
	Unrecognized net actuarial loss			
	Unrecognized prior service cost			
	Prepaid (accrued) benefit cost			
28				
	Weighted-average Assumptions as of Year End			
	Discount rate			
	Expected return on plan assets			
	Rate of compensation increase			
33	Company of Net Paris II. P. 1940			
	Components of Net Periodic Benefit Costs Service cost			
	Interest cost			
	Expected return on plan assets			
	Amortization of prior service cost			
- 1	Recognized net actuarial loss			
	Net periodic benefit cost			
41	The periodic serior coot			
- 1	Montana Intrastate Costs:			
43	Pension Costs			
44	Pension Costs Capitalized			
45	Accumulated Pension Asset (Liability) at Year End			
	Number of Company Employees:			
47	Covered by the Plan	34	35	
48	Not Covered by the Plan	4	1	
49	Active	34	35	1 1
50	Retired	0	0	1
51	Deferred Vested Terminated	0	0	į į

Pension Costs

	Pension Costs		Yε	ear: 2002
1	Plan Name RONAN TELEPHONE COMPANY PENSION PLAN			
2	Defined Benefit Plan? XX	Defined Contributio	n Plan?	•
3	Actuarial Cost Method?MODIFIED AGGREGATE	IRS Code:	414J	
4	Annual Contribution by Employer:\$ 114,626	_ Is the Plan Over Fu		
5		_	·	
6	Item Change in Benefit Obligation	Current Year	Last Year	% Change
	Benefit obligation at beginning of year	FYE	 FYE	
	Service cost	3/31/02	3/31/01	
	Interest Cost	3/31/02	3/31/01	
	Plan participants' contributions			
	Amendments			
12	Actuarial Gain			
13	Acquisition			
	Benefits paid			
15	Benefit obligation at end of year			
16	Change in Plan Assets			
17	Fair value of plan assets at beginning of year			
18	Actual return on plan assets			
	Acquisition			
	Employer contribution			
	Plan participants' contributions			
	Benefits paid			
	Fair value of plan assets at end of year	1,030,702	954,712	
	Funded Status			
	Unrecognized net actuarial loss			
	Unrecognized prior service cost			
	Prepaid (accrued) benefit cost			
28	Weighted average Assumptions as of Year Full			
	Weighted-average Assumptions as of Year End Discount rate	SEE ATTACHED F	1	
	Expected return on plan assets	ACTUARIAL INFOR	RIMATION I	
	Rate of compensation increase			
33	Tate of compensation increase			
[Components of Net Periodic Benefit Costs			
	Service cost			
1	Interest cost			
37	Expected return on plan assets			
	Amortization of prior service cost			
	Recognized net actuarial loss			
40	Net periodic benefit cost			
41				
42	Montana Intrastate Costs:			
43	Pension Costs			
44	Pension Costs Capitalized			
45	Accumulated Pension Asset (Liability) at Year End			
	Number of Company Employees:			
47	Covered by the Plan	37	37	
48	Not Covered by the Plan	2	1	
49	Active	33	34	
50	Retired	4	3	
51	Deferred Vested Terminated	0	0	

Year: 2002

Page 1 of 2

Other Post Employment Benefits (OPEBS)

Item Current Year Last Year % Change 1 Regulatory Treatment: 2 Commission authorized - most recent Docket number: Order number: ____ 5 Amount recovered through rates 6 Weighted-average Assumptions as of Year End 7 Discount rate 8 Expected return on plan assets 9 Medical Cost Inflation Rate 10 Actuarial Cost Method 11 Rate of compensation increase 12 List each method used to fund OPEBs (ie: VEBA, 401(h)) and if tax advantaged: 13 15 Describe any Changes to the Benefit Plan: 16l 17 TOTAL COMPANY 18 Change in Benefit Obligation 19 Benefit obligation at beginning of year 20 Service cost 21 Interest Cost 22 Plan participants' contributions 23 Amendments 24 Actuarial Gain 25 Acquisition 26 Benefits paid 27 Benefit obligation at end of year 28 Change in Plan Assets 29 Fair value of plan assets at beginning of year 30 Actual return on plan assets NOT APPLICABLE - RONAN TELEPHONE 31 Acquisition COMPANY HAS NO POST EMPLOYMENT 32 Employer contribution BENEFITS 33 Plan participants' contributions 34 Benefits paid 35 Fair value of plan assets at end of year 36 Funded Status 37 Unrecognized net actuarial loss 38 Unrecognized prior service cost 39 Prepaid (accrued) benefit cost 40 Components of Net Periodic Benefit Costs 41 Service cost 42 Interest cost 43 Expected return on plan assets 44 Amortization of prior service cost 45 Recognized net actuarial loss 46 Net periodic benefit cost 47 Accumulated Post Retirement Benefit Obligation 48 Amount Funded through VEBA 49 Amount Funded through 401(h) 50 Amount Funded through Other _____ 51 TOTAL 52 Amount that was tax deductible - VEBA 53 Amount that was tax deductible - 401(h) 54 Amount that was tax deductible - Other _____ TOTAL

Page 2 of 2

Other Post Employment Benefits (OPEBS) Continued

Year: 2002 Current Year ltem Last Year % Change 1 Number of Company Employees: Covered by the Plan 3 Not Covered by the Plan 4 Active Retired 5 6 Spouses/Dependants covered by the Plan Montana 8 Change in Benefit Obligation 9 Benefit obligation at beginning of year 10 Service cost 11 Interest Cost 12 Plan participants' contributions 13 Amendments 14 Actuarial Gain 15 Acquisition 16 Benefits paid 17 Benefit obligation at end of year 18 Change in Plan Assets 19 Fair value of plan assets at beginning of year 20 Actual return on plan assets 21 Acquisition 22 Employer contribution 23 Plan participants' contributions 24 Benefits paid 25 Fair value of plan assets at end of year 26 Funded Status 27 Unrecognized net actuarial loss 28 Unrecognized prior service cost 29 Prepaid (accrued) benefit cost 30 Components of Net Periodic Benefit Cccosts 31 Service cost 32 Interest cost 33 Expected return on plan assets 34 Amortization of prior service cost 35 Recognized net actuarial loss 36 Net periodic benefit cost 37 Accumulated Post Retirement Benefit Obligation 38 Amount Funded through VEBA 39 Amount Funded through 401(h) 40 Amount Funded through other 41 TOTAL 42 Amount that was tax deductible - VEBA Amount that was tax deductible - 401(h) 43 44 Amount that was tax deductible - Other 45 TOTAL 46 Montana Intrastate Costs: 47 Pension Costs 48 Pension Costs Capitalized Accumulated Pension Asset (Liability) at Year End 50 Number of Montana Employees: 51 Covered by the Plan 52 Not Covered by the Plan 53 Active 54 Retired 55 Spouses/Dependants covered by the Plan

Page 1 of

Line Name of Nature of Company Sta	Year: 2002 otal ate Intrastate ost Cost d) (e)
Line No. Name of Recipient Service Cost Cost (a) Nature of Service Cost (c) (b) (c)	ate Intrastate ost Cost
Recipient Service Cost Cost	ost Cost
(a) (b) (c) (d) (d) (d) (d) (d) (e) (d) (d) (e) (d) (e) (d) (e) (d) (e) (e) (e) (e) (e) (e) (e) (e) (e) (e	d) (e)
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44 45	
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48	
49 Total	

Subscriber Line Usage Data

······································	Subscriber	Line Usage Da	rta		Year: 2002
Line		This	% of	Last	% of
No.	Description	Year	Total	Year	Total
	(a)	(b)	(c)	(d)	(e)
1	Toll Usage:	er e			
2	Interstate, InterLATA	11371166	10.85%	11414959	10.71%
3	Interstate, IntraLATA			, , , , , , , , , , , , ,	10.71%
	,				
4	Total Interstate Usage	11371166	10.85%	11414959	10.71%
_					
5	Intrastate, InterLATA	(1)		(1)	
6	Intrastate, IntraLATA	(1)		(1)	
	i	` ,		() /	
7	Total Intrastate Usage	18438382	17.59%	20869320	19.58%
8	Total Toll Usage	29809548	28.44%	32284279	30.29%
9	Centrex				
10	Local ** ESTIMATED**	75000000	71.56%	74311500	69.71%
11	Total Minutes	104809548	100.00%	106595779	

⁽¹⁾ INTRASTATE LONG DISTANCE USAGE IS REPORTED ON A TOTAL STATE BASIS IN ORDER TO AVOID INACCURACIES

Company Name: RONAN TELEPHONE COMPANY

SCHEDULE 23

Page I of 1

2869 1226 4095 PAGE 27 Access Lines 2002 Total Ξ Year: 100.0% T. Tone 100.0% Lines w/ 100% Jo % \equiv 0 Other 0 \equiv 28 13 Company - Owned Coin (S) Customer _ 7 Owned Coin \odot 739 258 Business 997 Multi-Line Cental Office and Access Line Statistics Ξ 55 Business \pm 196 Single Line $\widehat{\Xi}$ Customers | Customers Residential 0 0 LMS (g) 601 59 Lifeline 168 \in 29 NOTE: Additional blank schedules are being provided for your convenience. 61 90 ADSL (e) $\overline{\circ}$ 0 ISDN (g Type of Residential Office 1893 867 2760 <u>O</u> DIGITAL DIGITAL **(P)** Wire Center 9/9 675 (E) RONAN PABLO Total Line No.

Page 1 of 1

Central Office and Switch Information

Year:	2002

r	T	rai Office and Sw				1 00	II. 2002
		Office					
İ		Configuration		Switch		Switch	
Line		(Host, Remote,	Type of	Vendor/	Switch	Line	Year
I	Winz Cantan			1		1	
No.	Wire Center	Stand alone)	Switch	Manufacturer	Model No.	Capacity	Deployed
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	676 RONAN	HOST	DIGITAL	SIEMENS	DCO - E	3,780	1991
2						3,700	1771
3	675 PABLO	DEMOTE	DICITAL	CIEN CENTO	DGG DIG		
1	073 FABLO	REMOTE	DIGITAL	SIEMENS	DCO - RLS	1,800	1995
1							
5	676 ROUND BUTTE E	REMOTE	DIGITAL	SIEMENS	DCO - RLS	180	2001
6							
7	676 ROUND BUTTE W	DEMOTE	DICITAL	CIEMENIC	DCC DIG	270	2001
i	O ROUND BUTTE W	REMOTE	DIGITAL	SIEMENS	DCO - RLS	270	2001
8							
9	676/675 NORTH CROW	REMOTE	DIGITAL	SIEMENS	DCO - RLS	360	1994
10							
11	676 TIMBERLANE	REMOTE	DICITAL	CIEV (EVIC	DGG BIG	250	
1	070 TIMBERLANE	REMOTE	DIGITAL	SIEMENS	DCO - RLS	270	1995
12							
I3	675/676 PABLO WEST	REMOTE	DIGITAL	SIEMENS	DCO - RLS	270	2001
14					1.23	0	2001
15							
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NOTE	Additional blank ashadu	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	<u> </u>		<u>_</u>		

NOTE: Additional blank schedules are being provided for your convenience.

	Construction Budget - Montana	Year: 2003
Line	Description	2003
No.	(a)	(b)
1	Central Office Assets:	(-/-
2		
3		
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25		
26		
27 28	Total Switching and Central Office Projects over \$500,000	100.000
29	Miscellaneous Central Office Projects not over \$500,000 Total Central Office Budget (Total of Line 27 & Line 28)	100,000
30	Other Projects over \$500,000:	100000
31	Conc. A regions dies accompany	
32		
33		
34		
35		
36		
37		
38		
39		
40		
41	Total Other Projects over \$500,000	
+2	Miscellaneous projects not over \$500,000	200,000
43	Total Construction Budget (Total of Lines 29, 41 & 42)	300000

	Montana Employee Counts		Year: 2002
Line	Category	Beginning of Year	End of Year
No.	(a)	(b)	(c)
I	GENERAL MANAGEMENT	3	3
2 3	FINANCE & ACCOUNTING	2	2
5 6	CENTRAL OFFICE	3	3
7 8	DATA PROCESSING	3	3
9	OUTSIDE PLANT - GENERAL	5	6
11 12	OUTSIDE PLANT - SPLICERS	1	1
13	OUTSIDE PLANT - CONSTRUCTION TECHNICIANS	2	2
15 16	COMMERCIAL REPRESENTATIVES	10	9
17 18	SALES	1	1
20	ENGINEERING / DRAFTING	2	2
22	HUMAN RESOURCE	1	1
24	ADMINISTRATIVE	2	2
25 26 27			
28 29			
30 31			
32 33			
34 35			
36 37			
38 39			
40 41 42			
43	Totals (Sum of Lines 1 through 42)	35	35
	- V (NMM OI MANUO I ENIOUSI TA)	33	

	Compensati	ion of Top	10 Mont	tana Based	Employees	Y	ear: 2002
Line		Base		Other	Total	Total Compensation	% Increase Total
No.	Name/Title (a)	Salary (b)	Bonuses (c)	Compensation (d)	Compensation (e)	Last Year (f)	Compensation (g)
1				(u)	(0)	(1)	(g)
2							
3							
•							
4	PROPRIETARY INFOI	RMATION					
-							
5							
6							
7							
8			***************************************				
O							
9							

10							
11	Tradala (Constitution)						
11	Totals (Sum L.1 to L.10)						

Year: 2002

Compensation of Top 5 Corporate Employees - SEC Information

	Compensation of 1	ob a corbe	71 4100 13111	projecs s.			
						Total	% Increase
1.		Base		Other	Total	Compensation	Total
Line	Name/Title	Salary	Bonuses	Compensation	Compensation	Last Year	Companation
No.				Compensation			Compensation
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
I							
2							
3							
1	NOT APPLICABLE						
5							
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							l
						ĺ	
6	Totals (Sum L.1 to L.5)						
				1	i	1	i

		Montana Composite Statistics	Year: 2002
Line	Account		
No.	No.	Description	Amount
140.		(a)	(b)
1		Plant (Intrastate Only) (000 Omitted)	
2	2001	Plant in Service	10,444
3	2003 - 2004	Construction Work in Progress	
4	2005	Plant Acquisition Adjustments	
5	2002	Plant Held for Future Use	
6	1220	Materials & Supplies	37
7		(Less):	
8	3100 - 3400	Depreciation & Amortization Reserves	-5,743
9	4360.2	Contributions in Aid of Construction	
10		NET BOOK COSTS	4.738
11		Revenues & Expenses (Intrastate Only) (000 Omitted)	
12	5000 - 5300	Operating Revenues	4,909
13	6560	Depreciation & Amortization Expenses	500
14	0500	Federal & State Income Taxes	588
15		Other Taxes	251 201
16		Other Operating Expenses	3,511
17		TOTAL Operating Expenses	4,531
			T,001
18		Net Operating Income	378
19		Other Income	
20		Other Deductions	
21		NET INCOME	378
22		Access Lines in Service (Intrastate Only)	
23		Residential Access Lines	2,850
24		Business Access Lines	912
25		PBX Access Lines	281
26		Other Access Lines	52
27		Total Number of Access Lines	4,095
28		Average Number of Calls Per Access Line	
29		Local Calls	1.400
30		Toll Calls (Intra- or Interstate)	600
31		Total Number of Calls Per Access Line	2.000
		(Total of Line 29 & Line 30)	2.000
32		Other Statistics (Intrastate Only)	
33		Average Residential Monthly Bill	\$51.73
34		Gross Plant Investment per Access Line	\$51.73 \$2,550
			φ2,330

		Depreciation - Montana Intrastate Re	gulated	Year: 2002
			Composite	Total
Line	Acct	Description	Rate	Expense
1	No.	·	%	\$
No.	(a)	(b)	(c)	(d)
1	2112	Motor Vehicles	12.5%	39,954
2	2114	Special Purpose Vehicles	20.0%	39,122
3	2115	Garage Work Equipment		
4	2116	Other work Equipment		
5	2121	Buildings	2.5%	10,035
6	2122	Furniture	10.0%	13,521
7	2123.1	Office Support Equipment		
8	2123.2	Company Communications Equipment	10.0%	4,709
9	2124	General Purpose Computers	20.0%	80,746
10	2211	Analog Electronic Switching Equipment	10.0%	620
11	2212	Digital Electronic Switching Equipment	9.1%	242,772
12	2215	Step By Step Switching Equipment		- · - • · · -
13	2215	Crossbar Switching Equipment		
14	2220	Operator System		
15	2231	Radio Systems	10.0%	1,241
16	2232	Circuit DDS	10.0,0	*.211
17	2232	Circuit Digital	10.0%	3,813
18	2232	Circuit Analog	10.0%	16.580
19	2351	Public Telephone Terminating Equipment	10.0%	1.851
20	2362	Other Terminal Equipment	10.070	1.031
21	2411	Poles	4.6%	915
22	2421	Aerial Cable Metallic	4.6%	6.068
23	2421	Aerial Cable Nonmetallic	1.070	0.000
24	2422	Underground Cable Metallic	4.6%	5,776
25	2422	Underground Cable Nonmetallic	,	2,770
26	2423	Buried Cable Metallic	4.6%	80,458
27	2423	Buried Cable Nonmetallic	4.6%	19,383
28	2424	Submarine Cable Metallic	1.070	17,303
29	2424	Submarine Cable Nonmetallic		
30	2426	Intrabuilding Network Cable Metallic		
31	2426	Intrabuilding Network Cable Nonmetallic		
32	2431	Aerial Wire	12.5%	99
33	2441	Conduit Systems	3.3%	20,361
34	- · · •		3,3/0	20,301
35		COMPOSITE TOTAL	10.43%	\$588,024
36				-
37		Have these rates been approved by the Commission?	X YES N	o l
38		•• • •		
39		If yes:80.4.8 Docket Number4715	(b) Order	Number
40				

SPECIFIC RATES WERE NOT ADDRESSED IN THE ABOVE REFERENCED DOCKET; HOWEVER REVENUE, EXPENSE, RATE BASE ETC. WERE ALL REVIEWED AND APPROVED IN THE PROCEEDING

	Montana Regulatory Capit	al Structure & (Costs	Year: 2002
Line No.	Description (a)	% Cap. Str. (b)	% Cost Rate (c)	Weighted Cost (d)
	Commission Accepted - Most Recent			
1 2 3	Docket Number 80.4.8 Order Number 4715b			
 	Common Equity Preferred Stock	46.37%	12.600%	5.843%
6	Long Term Debt Other	53.63%	9.080%	4.870%
8 9	Total	100.00%		10.712%
10 11	Actual at Year End			
12	Common Equity Preferred Stock	100.00%	12.600%	12.600%
14	Long Term Debt Other	0.00%	0.000%	0.000%
	Total	100.00%		12.600%

Company Name: RONAN TELEPHONE COMPANY

SCHEDULE 32

	Network Access - Charges and Revenues			
Line No.	Description (a)	Access Charges Paid (b)	Access Revenues Received (c)	
$\begin{vmatrix} 1 \\ 2 \end{vmatrix}$	Montana - Total State	0	3.247.792	
3 +	Montana - Intrastate	0	1,968.845	
5 6 7	Montana - Intrastate Regulated	0	1,968,845	
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11 12 13				

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SCHEDULE 33

1			A LOURIS & DEL VICES I TOVINCA TO CHILLY	nunca no cuma	•	1 cal. 2002
	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Charges to Utility (d)	% Total Affil. Revenues (e)	Charges to MT Utility (f)
Σ	RTC ANSWERING LLC	DISPATCH DISPATCH	COMPARISON TO NON-AFFILIATED VENDOR	37.190	3.8%	37.190
	TOTAL			321 153		331 109

Company Name: RONAN TELEPHONE COMPANY

SCHEDULE 34

Montana Intrastate Regulated Earned Rate of Return Year: 2002

	Montana Intrastate Regulateu Larneu Rav	c or recturin	1.6	ai. 2002
Line	Description	This	Last	Percent
No.	Rate Base	Year	Year	Change
INO.	(a)	(b)	(c)	(d)
1 2 3		10,443,921	9,894.853	5.55%
1	1	(5.712.210)	(5.105.110)	11.700/
4	(=)	(5,743,340)	(5,137,413)	-11.79%
5		4,700,581	4,757,440	-1.20%
6				
7	i e e e e e e e e e e e e e e e e e e e			
8	1	36,650	66,650	-45.01%
9	1			
10	, , , , , , , , , , , , , , , , , , , ,	284,941	295.121	-3.45%
11	TOTAL Additions	321,591	361,771	-11.11%
12 13	Deductions			
14 15	1 0	(55.978)	(48,994)	-14.25%
16	4340 Noncurrent Deferred Operating Income Taxes	935,287	890,646	5.01%
17	i ·			
18				
19		879,309	841,652	4.47%
20	TOTAL Rate Base	4,142,863	4,277,559	-3.15%
21 22	Net Earnings	277.004	590.013	24.020/
23		377,994	580,043	-34.83%
24	Rate of Return on Average Rate Base	9.124%	13.560%	-32.71%
25		7.12170	13.50070	.72.7170
26		6.223%	10.006%	-37.81%
27		0.22370	10.00070	-57,0170
	Major Normalizing Adjustments & Commission			
29	Ratemaking adjustments to Utility Operations			
30	<u></u>			
31				
32				
33			İ	
34				
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41				
42				
43	Adjusted Rate of Return on Average Rate Base	9.124%	13.560%	-32.71%
44	Adjusted Data of Data and Data			
45	Adjusted Rate of Return on Average Equity	6.223%	10.006%	-37.81%

⁽¹⁾ AS ALLOWED IN COMMISSION ORDER NO. 4715(b) DOCKET NO. 80.4.8

	Other Taxes Paid		Year: 2002
Line	Description	Last Year	This Year
No.	(a)	(b)	(c)
1	Montana Telephone Company License Tax	0	0
2	Montana Public Service Commission Tax	9511	7690
3	Montana Consumer Counsel Tax	2718	2771
4	911 Emergency Telephone Fee	23466	23645
5	Montana Telecommunications Access Service (TDD)	4646	4703
6	Montana Corporate License Tax	48722	40736
7	Personal Property Tax	20642	16935
8	Real Property Tax	16808	18428
9			
10			
11			
12	Total	126513	114908

Company Name: RONAN TELEPHONE COMPANY

SCHEDULE 37

Universal Service Funds Received

Universal Service Funds Rec		ceived	Year: 2002
Line	Description	Last Year	This Year
No.	(a)	(b)	(c)
13	Funds received from Montana Sources	0	0
14	Funds received from Federal Sources	411464	442913
15			
16			
17			
18			
19			
20			
21			
22			
23			
24	Total	411464	442913