

**KALAMA TELEPHONE COMPANY
PART X - NONREGULATED/REGULATED ALLOCATION
2001 TELECOMMUNICATIONS PLANT IN SERVICE
FOR THE STUDY YEAR ENDED DECEMBER 31, 2009**

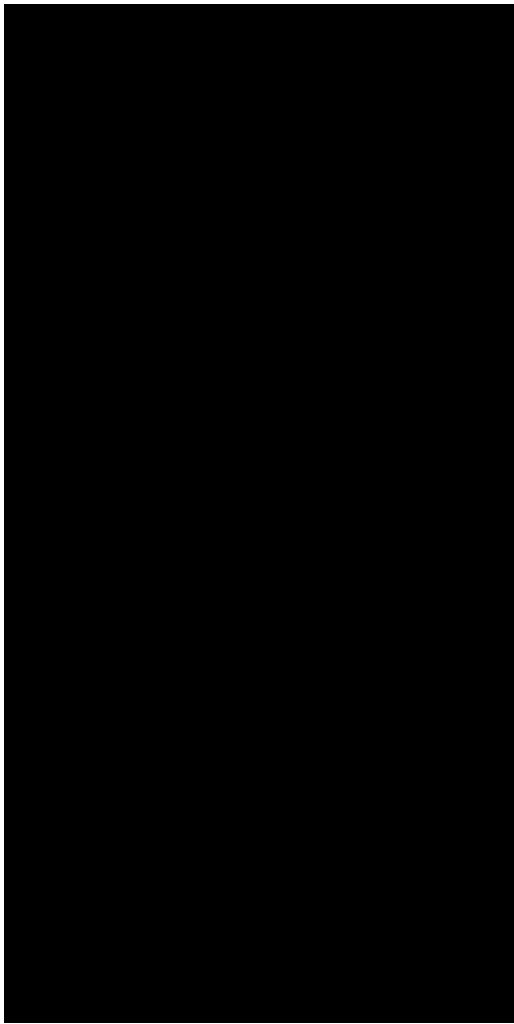
	ADJUSTED BAL PER BOOKS	DISTRIBUTION PER BOOKS		DISTRIBUTION	
		Non Regulated	Regulated	Non Regulated	Regulated
9	2110 LAND & SUPPORT ASSETS				
10	2111 Land				
11	2112 Motor Vehicles				
12	2114 Construction Vehicles				
13	2115 Garage Work Equipment				
14	2116 Other Work Equipment				
15	2121 Buildings				
16	2122 Furniture				
17	2123 Office Equipment				
18	2123 Ofc Eq - Co Communications				
19	2124 Gen. Purpose Computer				
20					
21	Total Land & Support Assets				
22	2210 CENTRAL OFFICE EQUIPMENT				
23	2212 Digital Switching Eq				
24	2220 Operator Systems				
25	2231 Radio Facilities				
26	2232 Transmission Equipment				
27	2232 Fiber Transmission Eq				
28	2232 Sonet Fiber Trans Eq				
29					
30	Total Central Office Equipment				
31	2410 CABLE & WIRE FACILITIES				
32	2411 Poles & Antenna Support				
33	2421 Aerial Cable				
34	2422 Underground Cable				
35	2423 Buried Cable				
36	2431 Aerial Wire				
37	2441 Conduit System				
38					
39	Total Cable & Wire Facilities				
40	2680 AMORTIZABLE ASSETS				
41	2681 Capital Leases				
42	2682 Leasehold Improvements				
43	2690 Intangibles				
44					
45	Total Amortizable Assets				
46					
47	TOTAL				
48					
49	1220 Materials & Supplies				
50	1402 Rural Tele Bank Stock - Class B				
51	2002 Property Held For Future Use				
52	2003 Telephone Plant Under Constr				
53	DISTRIBUTION OF LAND & BUILDING				
54	DISTRIBUTION OF COE & CWF				

**KALAMA TELEPHONE COMPANY
PART X - NONREGULATED/REGULATED ALLOCATION
3100 ACCUMULATED DEPRECIATION
FOR THE STUDY YEAR ENDED DECEMBER 31, 2009**

	ADJUSTED BAL PER BOOKS	DISTRIBUTION PER BOOKS	
		Non Regulated	Regulated
<u>2110 LAND & SUPPORT ASSETS</u>			
69	2111 Land		
70	2112 Motor Vehicles	LN 11	
71	2114 Construction Vehicles	LN 12	
72	2115 Garage Work Equipment	LN 13	
73	2116 Other Work Equipment	LN 14	
74	2121 Buildings	LN 15	
75	2122 Furniture	LN 16	
76	2123 Office Equipment	LN 17	
77	2123 Ofc Eq - Co Communications	LN 18	
78	2124 Gen. Purpose Computer	LN 19	
79			
80	Total Land & Support Assets		
81	<u>2210 CENTRAL OFFICE EQUIPMENT</u>		
82	2212 Digital Switching Eq	LN 23	
83	2220 Operator Systems	LN 24	
84	2231 Radio Facilities	LN 25	
85	2232 Transmission Equipment	LN 26	
86	2232 Fiber Transmission Eq	LN 27	
87	2232 Sonet Fiber Trans Eq	LN 28	
88			
89	Total Central Office Equipment		
90	<u>2410 CABLE & WIRE FACILITIES</u>		
91	2411 Poles & Antenna Support	LN 32	
92	2421 Aerial Cable	LN 33	
93	2422 Underground Cable	LN 34	
94	2423 Buried Cable	LN 35	
95	2431 Aerial Wire	LN 35	
96	2441 Conduit System	LN 37	
97			
98	Total Cable & Wire Facilities		
99			
100	3200 ACCUM DEPR PHFU	Analysis	
101	<u>3400-2680 AMORTIZABLE ASSETS</u>		
102	2681 Capital Leases		
103	2682 Leasehold Improvements		
104	2690 Intangibles		
105			
106	Total Amortizable Assets		
107			
108	TOTAL		
109			
110	4040 Customer Deposits	Direct	

**KALAMA TELEPHONE COMPANY
PART X - NONREGULATED/REGULATED ALLOCATION
4340 DEFERRED TAXES
FOR THE STUDY YEAR ENDED DECEMBER 31, 2009**

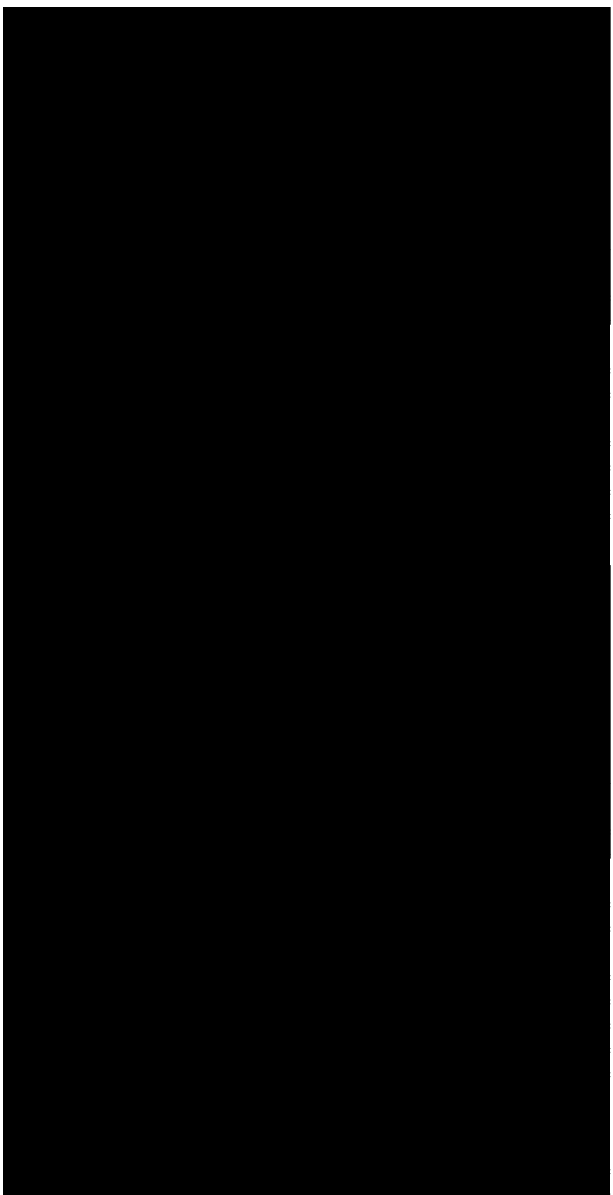
	ADJUSTED BAL PER BOOKS	DISTRIBUTION PER BOOKS	
		Non Regulated	Regulated
<u>2110 LAND & SUPPORT ASSETS</u>			
124	2111 Land		
125	2112 Motor Vehicles		
126	2114 Construction Vehicles		
127	2115 Garage Work Equipment		
128	2116 Other Work Equipment		
129	2121 Buildings		
130	2122 Furniture		
131	2123 Office Equipment		
132	2123 Ofc Eq - Co Communications		
133	2124 Gen. Purpose Computer		
134			
135	Total Land & Support Assets		
136	<u>2210 CENTRAL OFFICE EQUIPMENT</u>		
137	2212 Digital Switching Eq		
138	2220 Operator Systems		
139	2231 Radio Facilities		
140	2232 Transmission Equipment		
141	2232 Fiber Transmission Eq		
142	2232 Sonet Fiber Trans Eq		
143			
144	Total Central Office Equipment		
145	<u>2410 CABLE & WIRE FACILITIES</u>		
146	2411 Poles & Antenna Support		
147	2421 Aerial Cable		
148	2422 Underground Cable		
149	2423 Buried Cable		
150	2431 Aerial Wire		
151	2441 Conduit System		
152			
153	Total Cable & Wire Facilities		
154	<u>2680 AMORTIZABLE ASSETS</u>		
155	2681 Capital Leases		
156	2682 Leasehold Improvements		
157	2690 Intangibles		
158			
159	Total Amortizable Assets		
160			
161	2002 PLANT HELD FOR FUTURE USE		
162	1406 NONREGULATED		
163			
164			
165	TOTAL		



**KALAMA TELEPHONE COMPANY
 PART X - NONREGULATED/REGULATED ALLOCATION
 2111 LAND & 2121 BUILDING
 FOR THE STUDY YEAR ENDED DECEMBER 31, 2009**

WS #1

	<u>DIMENSIONS</u>	<u>TOTAL FOOTAGE</u>	<u>NON-REG FOOTAGE</u>	<u>REGULATED FOOTAGE</u>
<u>HEADQUARTERS & CENTRAL OFC</u>				
Reception (C)				
Mail Room				
General Managers Office (A)				
Computer				
CLC Space (B)				
Conference				
Computer office (D)				
Record Storage				
Central Office				
TOTAL				
PERCENT				
<u>INVESTMENT -</u>				
LAND				
BUILDING				
A 0059 Distribution				
B 1023 Distribution				
C Total Customer Service Distribution				
D 1064/KB Distribution				
<u>WAREHOUSE</u>				
Plant Administration				
Entrance Area (E)				
Telephone Storage Area				
Trouble/Repair Center (I)				
Engineers Office (G)				
2nd Office (F)				
Common Bays (I)				
Outside Plant Hardware Storage				
Light Vehicle Garage				
TOTAL				
PERCENT				
<u>INVESTMENT -</u>				
LAND				
BUILDING				
E 1040 Distribution				
F 0060 Distribution				
G 0061 Distribution				
H Light Vehicles				
I Total Plant Distribution				
<u>TOTAL ALLOCATED:</u>				
LAND				
BUILDING				

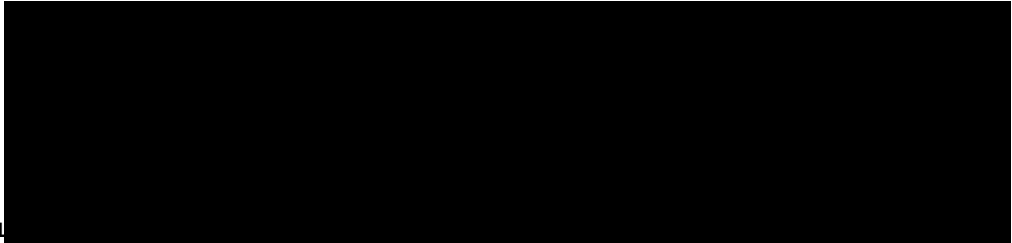


KALAMA TELEPHONE COMPANY
PART X - NONREGULATED/REGULATED ALLOCATION
2112 MOTOR VEHICLES
FOR THE STUDY YEAR ENDED DECEMBER 31, 2009

WS #2

<u>DESCRIPTION</u>	<u>USER</u>	<u>TOTAL</u>	<u>NON-REG</u>	<u>REGULATED</u>
				
TOTAL				

PAYROLL -

				
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KALAMA TELEPHONE COMPANY
PART X - NONREGULATED/REGULATED ALLOCATION
OTHER SUPPORT ASSETS
FOR THE STUDY YEAR ENDED DECEMBER 31, 2009

WP #3

<u>OFFICE PAYROLL -</u>	<u>TOTAL</u>	<u>NON-REG</u>	<u>REGULATED</u>
Total Customer Service Distribution			
Total Office Payroll Distribution			

KALAMA TELEPHONE COMPANY
PART X - NONREGULATED/REGULATED ALLOCATION
BILLED REVENUE
FOR THE STUDY YEAR ENDED DECEMBER 31, 2009

WS #5

	<u>TOTAL</u>	<u>NON</u>	<u>REGULATED</u>
		<u>REGULATED</u>	
Local Network Service Revenue			
End User Revenue			
Billed Toll (SP+RC)			
Directory Revenue			
Miscellaneous Regulated Revenue			
Payphone Revenue			
Uncollectible Revenue			
Nonreg Rev - Materials & Equip			
Nonreg Rev - Labor			
Nonreg Rev - Leased CPE			
Nonreg Rev - Premise Visit			
Nonreg Rev - Voice Mail			
Miscellaneous Other			
TOTAL			
DISTRIBUTION			

**KALAMA TELEPHONE COMPANY
PART X - NONREGULATED/REGULATED ALLOCATION
OPERATING EXPENSES
FOR THE STUDY YEAR ENDED DECEMBER 31, 2009**

DISTRIBUTION	ADJUSTED BALANCES PER BOOKS	DISTRIBUTION PER BOOKS	
		NON REGULATED	REGULATED
171	6110 NETWORK SUPPORT		
172	6112 Motor Vehicles		
173	6114 Construction Vehicles		
174	6115 Garage Work Equipment		
175	6116 Other Work Equipment		
176	TOTAL NETWORK SUPPORT		
177	6120 GENERAL SUPPORT		
178	6121 Land & Building		
179	6122 Furniture		
180	6123 Office Equipment		
181	6124 General Purpose Computer		
182	TOTAL GENERAL SUPPORT		
183	6210 CENTRAL OFFICE EQUIPMENT		
184	6212 Digital Electronic		
185	6220 Operator Systems		
186	6231 Radio Facilities		
187	6232 Transmission Equipment		
188	6232 Fiber Transmission Eq.		
189	TOTAL CENTRAL OFFICE EXPENSE		
190	6410 CABLE & WIRE FACILITIES		
191	6411 Poles & Antenna Support		
192	6421 Aerial Cable		
193	6422 Underground Cable		
194	6423 Buried Cable		
195	6431 Aerial Wire		
196	6441 Conduit System		
197	DIRECT ASSIGNMENT		
198	TOTAL CABLE & WIRE EXPENSE		
199	TOTAL PLANT SPECIFIC OPERATIONS		
200	A/C 6510 OTHER PROP PLT & EQUIP EXPENSE		
201	6511 PHFU Expense		
202	6512 Provisioning Expense		
203	DIRECT ASSIGNMENT		
204	TOTAL OTHER PP&E EXPENSE		
205	A/C 6530 NETWORK OPERATIONS EXPENSE		
206	6531 Power Supply Expense		
207	6532 Network Administration Expense		
208	6533.01 Testing Expense - Subscriber		
209	6533.02 Testing Expense - Trunk		
210	6534 Plant Operations Admin Expense		
211	6535 Engineering Expense		
212	DIRECT ASSIGNMENT		
213	TOTAL NETWORK OPERATIONS		
214	A/C 6540 ACCESS EXPENSES		
215	SUBTOTAL PLANT NONSPECIFIC OPERATIONS		
216			



**KALAMA TELEPHONE COMPANY
PART X - NONREGULATED/REGULATED ALLOCATION
OPERATING EXPENSES
FOR THE STUDY YEAR ENDED DECEMBER 31, 2009**

DISTRIBUTION	ADJUSTED BALANCES PER BOOKS	DISTRIBUTION PER BOOKS	
		NON REGULATED	REGULATED
217	6560 DEPRECIATION EXPENSE		
218	2002 PLANT HELD FOR FUTURE USE		
219	2110 SUPPORT ASSETS		
220	2112 Motor Vehicles		
221	2114 Construction Vehicles		
222	2115 Garage Work Equipment		
223	2116 Other Work Equipment		
224	2121 Buildings		
225	2122 Furniture		
226	2123 Office Equipment		
227	2123 Office Eq - Company Comm		
228	2124 Gen. Purpose Computer		
229	TOTAL SUPPORT ASSETS		
230	2210 CENTRAL OFFICE EQUIPMENT		
231	2212 Digital Switching Eq.		
232	2220 Operator Systems		
233	2231 Radio Facilities		
234	2232 Transmission Equipment		
235	2232 FiberTransmission Eq.		
236	DIRECT ASSIGNMENT		
237	TOTAL CENTRAL OFFICE EQUIPMENT		
238	2410 CABLE & WIRE FACILITIES		
239	2411 Poles & Antenna Support		
240	2421 Aerial Cable		
241	2422 Underground Cable		
242	2423 Buried Cable		
243	2431 Aerial Wire		
244	2441 Conduit System		
245	DIRECT ASSIGNMENT		
246	TOTAL CABLE & WIRE FACILITIES		
247	6563 AMORTIZATION EXPENSE		
248	2681 Capital Lease-Computer		
249	2682 Leasehold Improvements		
250	2690 Intangibles		
251	DIRECT ASSIGNMENT		
252	TOTAL AMORTIZATION EXPENSE		
253	TOTAL DEPRECIATION & AMORTIZATION		
254	TOTAL PLANT NONSPECIFIC EXPENSES		
255	A/C 6610 MARKETING EXPENSES		
256			

**KALAMA TELEPHONE COMPANY
PART X - NONREGULATED/REGULATED ALLOCATION
OPERATING EXPENSES
FOR THE STUDY YEAR ENDED DECEMBER 31, 2009**

	DISTRIBUTION	ADJUSTED BALANCES PER BOOKS	DISTRIBUTION PER BOOKS	
			NON REGULATED	REGULATED
257	<i>A/C 6620 SERVICES EXPENSES:</i>			
258	Telephone Operator Service			
259	Direct Assignment			
260	Published Direct. Listing:			
261	Alphabetical			
262	Classified			
263	Foreign			
264	All Other			
265	Cat 1 - Local Bus. Ofc. Expense			
266	EU Svc Order Processing (03)			
267	EU Payment & Collection (05)			
268	EU Billing Inquiry (09)			
269	IX Svc Order Processing			
270	IX Payment & Collection			
271	IX Billing Inquiry			
272	Coin Collection			
273	Cat 2 - Customer Svc. Expenses			
274	Toll Ticket Processing (8)			
275	Billing & Collecting (4)			
276	CABS (10)			
277	EU Access			
278	Cat 3 - All Other Cust. Svc.			
279	Direct Assignment			
280	TOTAL CUSTOMER OPERATIONS			
281	<i>A/C 6710 EXEC & PLANNING EXPENSE:</i>			
282	6711 Executive Expense			
283	6712 Executive Planning			
284	Direct Assignment			
285	TOTAL EXECUTIVE EXPENSE			
286	<i>A/C 6720 GENERAL AND ADMINISTRATIVE EXPENSES:</i>			
287	6721 Accounting & Finance Expense			
288	6721 General Service & License			
289	6722 External Relations			
290	6723 Human Resources			
291	6724 Information Management			
292	6725 Legal Expense			
293	6726 Procurement Expenses			
294	6728 Other Gen & Admin Expense			
295	6728 Other Gen & Admin-Other			
296	TOTAL GENERAL & ADMIN EXPENSE			
297	TOTAL CORPORATE OPERATIONS			
298				
299	EQUAL ACCESS EXPENSES			
300				
301	TOTAL OPERATING EXPENSES			
302				
303	<i>A/C 6620 CUSTOMER SERVICE CAT. 1 & 2</i>			
304	<i>DISTRIBUTION</i>			
305				

**KALAMA TELEPHONE COMPANY
PART X - NONREGULATED/REGULATED ALLOCATION
OPERATING EXPENSES
FOR THE STUDY YEAR ENDED DECEMBER 31, 2009**

DISTRIBUTION	ADJUSTED BALANCES PER BOOKS	DISTRIBUTION PER BOOKS	
		NON REGULATED	REGULATED
306 A/C 7210 Operating ITC			
307 A/C 7220 Operating Federal Income			
308 A/C 7230 Operating State and Local			
309 A/C 7240.1 State Excise Tax			
310 A/C 7240.2 Property Taxes			
311 A/C 7240.3 Operating Other Taxes			
312 A/C 7240.4 Regulatory Fees			
313 A/C 7500 Interest & Related Items			
314 A/C 7540 Interest on Cust Dep			
315 A/C 7300.40 Misc Income Charges			
316			
317 TOTAL EXPENSES			
318 A/C 7200-04 Deferred Operating Tax			
319 A/C 7200-05 Amort Excess Def Tax			

NOTE 1: Allocated on the total of the Big Three E

PLANT SPECIFIC OPERATIONS:

A/C 6210/6220/6230 COE Expenses

A/C 6410 C&WF Expenses

PLANT NONSPECIFIC OPERATIONS:

A/C 6530 Network Operations Expenses

CUSTOMER OPERATIONS:

A/C 6610 Marketing Expenses

A/C 6620 Services Expenses

TOTAL
DISTRIBUTION

