

June 1, 2010

Ms. Carole Washburn  
Washington Utilities & Transportation Commission  
1300 Evergreen Park Drive, S.W.  
Olympia, WA 98504

RE:WAC 480-120-395

Dear Ms. Washburn:

As required by WAC 480-120-395 enclosed is the data regarding 2009 affiliated interest transactions for CenturyTel of Washington, CenturyTel of Inter Island, and CenturyTel of Cowiche, Inc., combined.

If you have any questions, please call Ken Buchan at 318-388-3538.

Sincerely,

Carol Squyres  
Director  
General Accounting Department  
CenturyLink, Inc.

saved as a Word Document - Received from Fin. Rptg. (MaryAnn McKenzie). Same chart used in the audited financials - Exhibit 21.

**CenturyTel of Washington, CenturyTel of InterIsland, CenturyTel of Cowiche  
Affiliated Company Transactions  
Attachment B  
For the Year 2009**

Account	Description	CenturyTel Inc.	Embarq Mgmt Serv Company	Embarq MidWest Mgmt Serv Company	CenturyTel Service Group, LLC	CenturyTel Supply Group, Inc.	CenturyTel Holdings Missouri Inc.	United Tel Company of the Northwest-OR	Other CenturyTel Subs.	CenturyTel Long Distance LLC	CenturyTel Broadband Services LLC	Affiliated Transactions Washington Total	Affiliated Transactions Washington Intrastate
1220	DeReg Inventory					145,658						145,658	0
5080	Network Access								(133,872)	(6,380,900)	(10,377,343)	(16,892,116)	(5,887,461)
5270	Carrier Billing & Collection								(2,853)	(1,520,676)	(838,272)	(2,361,801)	(554,622)
6110	Network Support		(2,487)		188,514		64,040					250,068	204,497
6120	General Support		155,949	1,575	1,145,277				13,879			1,316,680	847,715
6210	Central Office Switching			1,246	422,992	990	128,307		48,319			601,854	482,393
6230	Central Office Transmission				350,086	1,793			7,249			359,128	233,488
6410	Poles Expense											0	22
6420	Cable & Wire Facilities		6,121		442,653	27,579			29,871			506,224	345,969
6510	Other Property, Plant, & Equipment		54,204		703		15,036		0			69,943	11,270
6530	Network Operations		117,764	152,367	2,036,330		888,277	86,855	219,380			3,500,975	2,185,492
6610	Marketing		172,947		399,123		112,664	20,215	39,033			743,982	459,716
6620	Services		62,820	1,099	3,172,542		43,017	8,911	62,534			3,350,923	2,607,225
6710	Executive and Planning	1,862,686	27,140		684,036		115,061		44			2,688,967	1,620,778
6720	General and Administrative	269,502	1,089,369	253	5,821,138	5,306	101,254		23,829			7,310,650	4,787,559
7990	Nonregulated		24,655		155,390	94,424	16,023	2,560	8,745			301,796	0
8000	Nonoperating			475	55,126	209,203			65,137			329,941	0
	<b>Washington Affiliated Costs</b>	2,132,188	1,708,482	157,015	14,873,911	484,953	1,483,680	118,541	381,295	(7,901,577)	(11,215,615)	2,222,873	7,344,041

**CenturyTel, Inc.**  
(Parent Company)

Balance Sheet  
As of December 31, 2009  
(In Thousands)

Total Assets and Other	\$ 1,123,591
Net Property, Plant and Equipment	9,097,139
Total Investments and Other Assets	<u>12,341,999</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 22,562,729</u></b>
Total Liabilities and Other	5,848,137
Long-Term Debt	7,253,653
Total Stockholders' Equity	<u>9,460,939</u>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b><u>\$ 22,562,729</u></b>

Statement of Income  
Year Ended December 31, 2009  
(In Thousands)

Operating Revenues	\$ 4,974,239
Operating Expenses	<u>3,741,138</u>
<b>OPERATING INCOME/LOSS</b>	1,233,101
Total Other Income (Expense)	<u>(284,009)</u>
<b>INCOME BEFORE INCOME TAX</b>	949,092
Income Tax Expense	<u>301,881</u>
<b>INCOME FROM CONTINUING OPERATIONS</b>	647,211
Income from Discontinued Operations	<u>0</u>
<b>NET INCOME</b>	<b><u>\$ 647,211</u></b>

**CenturyTel Service Group, LLC**

Balance Sheet  
As of December, 2009  
(In Thousands)

Total Assets and Other	\$	242,018
Net Plant		178,508
Other Investments		0
		<hr/>
<b>TOTAL ASSETS</b>	<b>\$</b>	<b>420,526</b>
		<hr/>
Total Liabilities and Other	\$	251,625
Long-Term Debt		19,000
Total Stockholders' Equity		149,901
		<hr/>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$</b>	<b>420,526</b>
		<hr/>

Statement of Income  
Year Ended December 31, 2009  
(In Thousands)

Operating Revenues	\$	370,971
Operating Expenses		435,508
		<hr/>
OPERATING INCOME/LOSS		(64,537)
Total Other Income (Expense)		3,941
		<hr/>
INCOME (LOSS) BEFORE INCOME TAXES		(60,596)
Income Tax Benefit (Expense)		20,875
		<hr/>
<b>NET INCOME</b>	<b>\$</b>	<b>(39,721)</b>
		<hr/>

**CenturyTel Supply Group, Inc.**

Balance Sheet  
 As of December, 2009  
 (In Thousands)

Current Assets	\$ 789
Non-Current Assets/DeReg Inventory	3,595
Net Plant	<u>1</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 4,385</u></b>
Current Liabilities	\$ 3,685
Long Term and Other Liabilities	(16)
Total Stockholders' Equity	<u>716</u>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b><u>\$ 4,385</u></b>

Statement of Income  
 Year Ended December 31, 2009  
 (In Thousands)

Operating Revenues	\$ 24,948
Operating Expenses	<u>25,168</u>
OPERATING INCOME/LOSS	(220)
Total Other Income (Expense)	<u>28</u>
INCOME (LOSS) BEFORE INCOME TAXES	(192)
Income Tax Benefit (Expense)	<u>67</u>
<b>NET INCOME(LOSS)</b>	<b><u>\$ (125)</u></b>

**CenturyTel Holding Missouri, Inc.**

Balance Sheet  
As of December, 2009  
(In Thousands)

Assets and Plant	\$	730,662
Investments		890,944
TOTAL ASSETS		\$ 1,621,606
Current Liabilities	\$	1,852,952
Deferred & Other Liabilities		124,834
Total Stockholders' Equity		(356,180)
TOTAL LIABILITIES AND EQUITY		\$ 1,621,606

Statement of Income  
Year Ended December 31, 2009  
(In Thousands)

Operating Revenues	\$	67,674
Operating Expenses		183,885
OPERATING INCOME/LOSS		(116,211)
Total Other Income (Expense)		80,770
INCOME (LOSS) BEFORE INCOME TAXES		(35,441)
Income Tax Benefit (Expense)		44,950
NET INCOME(LOSS)		\$ 9,509

**CenturyTel Long Distance, LLC.**

Balance Sheet  
As of December, 2009  
(In Thousands)

Cash and Equivalents	\$	290,379
Other Current Assets		1,265
Net Plant		<u>11,962</u>
<b>TOTAL ASSETS</b>	<b>\$</b>	<b><u>303,606</u></b>
Current Liabilities	\$	21,552
Deferred & Other Liabilities		1,803
Total Equity		<u>280,251</u>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$</b>	<b><u>303,606</u></b>

Statement of Income  
Year Ended December 31, 2009  
(In Thousands)

Sales	\$	(94)
Operating Expenses		<u>111</u>
GROSS MARGIN		(205)
Other Expenses		<u>0</u>
NET OPERATING INCOME	\$	(205)
Other Income and (Expense)		<u>378</u>
<b>NET INCOME</b>		<b><u>173</u></b>



**CenturyTel Broadband Services, LLC**

Balance Sheet  
 As of December, 2009  
 (In Thousands)

Current Assets	\$ 21,252
Investments & Other Non-Current Assets	3,805
Net Plant	<u>11,987</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 37,044</u></b>
Current Liabilities	\$ 82,646
Deferred & Other Liabilities	\$ 2,189
Total Stockholders' Equity	<u>(47,791)</u>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b><u>\$ 37,044</u></b>

Statement of Income  
 Year Ended December 31, 2009  
 (In Thousands)

Revenues	\$ 284,742
Cost of Sales	208,936
Other Expenses	<u>69,594</u>
OPERATING INCOME (LOSS)	6,212
Other Income (Expense)	<u>(4,300)</u>
INCOME (LOSS) BEFORE TAXES	\$ 1,912
Income Taxes	<u>(669)</u>
<b>NET INCOME (LOSS)</b>	<b><u>1,243</u></b>