

Voice Data Internet Wireless Entertainment

Embarq Mailstop: ORHDRA0412

902 Wasco Hood River, OR 97031 embarq.com

VIA RECORDS CENTER AND BY REGULAR MAIL

September 30, 2008

Mr. David Danner
Executive Director & Secretary
Washington Utilities & Transportation Commission
1300 S Evergreen Park Drive SW
PO Box 47250
Olympia, WA 98504-7250

Dear Mr. Danner:

Enclosed please find United Telephone Company of the Northwest's State Operations Report for the second quarter 2008 pursuant to WAC 480-120-385. Some of the information is proprietary and has been submitted as such.

If you have any questions, please contact Roger Hahn at 913 345-7537.

Sincerely,

Darbara C. Young

Barbara C. Young

STATE EXECUTIVE OR/WA

oice: (541) 387-9850 ax: (541) 387-9753

barbara.c.young@embarq.com

United Telephone Company of the Northwest

Confidential per WAC 480-07-160

Current Month Rate of Return - Washington April, 2008						
	CURRENT MONTH	OPEBS	ADJUSTMENTS	TRUE LEVEL	INTERSTATE OPERATIONS	INTRASTATE OPERATIONS
OPERATING REVENUE: UNIVERSAL SERVICE FUND LOCAL SERVICE NETWORK ACCESS SERVICE LONG DISTANCE NETWORK SERVICE MISCELLANEOUS UNCOLLECTIBLES (DR) TOTAL REVENUE						
OPERATING EXPENSES: ORDINARY REPAIR REARRANGEMENTS & CHANGES OTHER PLANT SPECIFIC DEPRECIATION & AMORTIZATION OTHER PLANT NON-SPECIFIC CUSTOMER OPERATIONS CORPORATE OPERATIONS TOTAL OPERATING EXPENSE						
OPERATING TAXES: FEDERAL TAXES STATE TAXES OTHER TAXES TOTAL OPERATING TAXES						
OTHER OPERATING INC AND EXPENSE						
NET OPERATING INCOME						
NET INCOME EFFECT OF JURIS- DICTIONAL DIFFERENCES						
ADJUSTED NET OPERATING INCOME						
ASSUMED RATE BASE: TELEPHONE PLANT IN SERVICE PROPERTY HELD FUTURE USE PREPAID PENSIONS LESS: DEPRECIATION RESERVE AMORTIZATION RESERVE DEFERRED FEDERAL INCOME TAX						
Subtract: OPEBS Liability COMMISSION RATE BASE						
COMMISSION PATE OF PETURN						

COMMISSION RATE OF RETURN
*CURRENT MONTH AMOUNTS ARE BASED ON END OF PERIOD BALANCES.
YEAR-TO-DATE RATE BASE IS BASED ON END OF PERIOD BALANCES.

** UNITED'S CURRENT INTRASTATE RATES INCLUDE THE EFFECT OF A DIRECTORY IMPUTATION ADJUSTMENT SETTLED UPON IN DOCKET NO. U-89-3067-SI.
THIS ADJUSTMENT WILL BE REPLACED BY AN AMORTIZATION TO REVENUES OF \$1.451 MILLION EFFECTIVE JANUARY 1, 2008, OR ON THE EFFECTIVE DATE OF ANY NEW RAT
DEVELOPED THROUGH A RATE CASE OR EARNINGS REVIEW, WHICHEVER IS SOONER.

Confidential per WAC 480-07-160

INTOACTATE

United Telephone - Northwest 12 MONTH Rate of Return - Washington April, 2008

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• .	YR TO DATE THIS MONTH	OPEBS	ADJUSTMENTS	TRUE LEVEL	INTERSTATE OPERATIONS	INTRASTATE OPERATIONS
OPERATING REVENUE: USF & LIFELINE ADJUSTMENTS LOCAL SERVICE NETWORK ACCESS SERVICE LONG DISTANCE NETWORK SERVICE MISCELLANEOUS UNCOLLECTIBLES (DR) TOTAL REVENUE						
OPERATING EXPENSES: ORDINARY REPAIR REARRANGEMENTS & CHANGES OTHER PLANT SPECIFIC DEPRECIATION & AMORTIZATION OTHER PLANT NON-SPECIFIC CUSTOMER OPERATIONS CORPORATE OPERATIONS TOTAL OPERATING EXPENSE						
OPERATING TAXES: FEDERAL TAXES STATE TAXES OTHER TAXES TOTAL OPERATING TAXES						
OTHER OPERATING INC AND EXPENSE			118.7			
NET OPERATING INCOME					********	
NET INCOME EFFECT OF JURIS- DICTIONAL DIFFERENCES						
ADJUSTED NET OPERATING INCOME						
ASSUMED RATE BASE: TELEPHONE PLANT IN SERVICE PROPERTY HELD FUTURE USE PREPAID PENSIONS LESS: DEPRECIATION RESERVE AMORTIZATION RESERVE DEFERRED FEDERAL INCOME TAX						
Subtract: OPEBS Liability COMMISSION RATE BASE						
COMMISSION RATE OF RETURN * CURRENT MONTH AMOUNTS ARE BASED OF YEAR-TO-DATE RATE BASE IS BASED ON E						

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United Telephone Company of the Northwest Current Month Rate of Return - Washington May, 2008

Current Month Rate of Return - Washington May, 2008	CURRENT MONTH	OPEBS	ADJUSTMENTS	TRUE LEVEL	INTERSTATE OPERATIONS	INTRASTATE OPERATIONS
OPERATING REVENUE:						
UNIVERSAL SERVICE FUND						
LOCAL SERVICE NETWORK ACCESS SERVICE						
LONG DISTANCE NETWORK SERVICE						
MISCELLANEOUS UNCOLLECTIBLES (DR)						
TOTAL REVENUE						
OPERATING EXPENSES:						
ORDINARY REPAIR REARRANGEMENTS & CHANGES						
OTHER PLANT SPECIFIC						
DEPRECIATION & AMORTIZATION						
OTHER PLANT NON-SPECIFIC CUSTOMER OPERATIONS						
CORPORATE OPERATIONS						
TOTAL OPERATING EXPENSE		_				
OPERATING TAXES:						
FEDERAL TAXES						
STATE TAXES OTHER TAXES						
TOTAL OPERATING TAXES						
OTHER OPERATING INC AND EXPENSE						
NET OPERATING INCOME						
NET INCOME EFFECT OF JURIS-					•	
DICTIONAL DIFFERENCES						
ADJUSTED NET OPERATING INCOME						
ASSUMED RATE BASE:						
TELEPHONE PLANT IN SERVICE						
PROPERTY HELD FUTURE USE PREPAID PENSIONS						
LESS:						
DEPRECIATION RESERVE						
AMORTIZATION RESERVE DEFERRED FEDERAL INCOME TAX						
Subtract: OPEBS Liability						
COMMISSION RATE BASE						
COLUMNICATION DATE OF DETURN						

COMMISSION RATE OF RETURN
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United Telephone - Northwest 12 MONTH Rate of Return - Washington May, 2008

May, 2008	YR TO DATE THIS MONTH	OPEBS	ADJUSTMENTS	TRUE LEVEL	INTERSTATE OPERATIONS	INTRASTATE OPERATIONS
OPERATING REVENUE: USF & LIFELINE ADJUSTMENTS LOCAL SERVICE NETWORK ACCESS SERVICE LONG DISTANCE NETWORK SERVICE MISCELLANEOUS UNCOLLECTIBLES (DR) TOTAL REVENUE						
OPERATING EXPENSES: ORDINARY REPAIR REARRANGEMENTS & CHANGES OTHER PLANT SPECIFIC DEPRECIATION & AMORTIZATION OTHER PLANT NON-SPECIFIC CUSTOMER OPERATIONS CORPORATE OPERATIONS TOTAL OPERATIONS TOTAL OPERATIOS						
OPERATING TAXES: FEDERAL TAXES STATE TAXES OTHER TAXES TOTAL OPERATING TAXES						
OTHER OPERATING INC AND EXPENSE			:			
NET OPERATING INCOME						
NET INCOME EFFECT OF JURIS- DICTIONAL DIFFERENCES						
ADJUSTED NET OPERATING INCOME						
ASSUMED RATE BASE: TELEPHONE PLANT IN SERVICE PROPERTY HELD FUTURE USE PREPAID PENSIONS LESS: DEFRECIATION RESERVE AMORTIZATION RESERVE DEFERRED FEDERAL INCOME TAX						
Subtract: OPEBS Liability COMMISSION RATE BASE						

COMMISSION RATE OF RETURN
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United Telephone Company of the Northwest Current Month Rate of Return - Washington June, 2008

	CURRENT MONTH	OPEBS	ADJUSTMENTS	TRUE LEVEL	INTERSTATE OPERATIONS	INTRASTATE OPERATIONS
PERATING REVENUE:						
INIVERSAL SERVICE FUND OCAL SERVICE						
ETWORK ACCESS SERVICE						
ONG DISTANCE NETWORK SERVICE						
NCOLLECTIBLES (DR)						
TOTAL REVENUE						
ERATING EXPENSES:						
RDINARY REPAIR EARRANGEMENTS & CHANGES						
THER PLANT SPECIFIC						
EPRECIATION & AMORTIZATION THER PLANT NON-SPECIFIC						
USTOMER OPERATIONS						
ORPORATE OPERATIONS TOTAL OPERATING EXPENSE						
ERATING TAXES:				-		
EDERAL TAXES						
TATE TAXES						
THER TAXES TOTAL OPERATING TAXES						
HER OPERATING INC AND EXPENSE						
T OPERATING INCOME						
T INCOME EFFECT OF JURIS-						
CTIONAL DIFFERENCES						
JUSTED NET OPERATING INCOME						
SUMED RATE BASE:						
ELEPHONE PLANT IN SERVICE						
ROPERTY HELD FUTURE USE REPAID PENSIONS						
SS:						
EPRECIATION RESERVE MORTIZATION RESERVE						
EFERRED FEDERAL INCOME TAX						
otract:						
PEBS Liability						
MMISSION RATE BASE						

COMMISSION RATE OF RETURN
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COMPANY PROPRIETARY

OPERATING TAXES: FEDERAL TAXES STATE TAXES OTHER TAXES

Subtract:

United Telephone - Northwest 12 MONTH Rate of Return - Washington June, 2008

INTRASTATE YR TO DATE THIS MONTH OPEBS ADJUSTMENTS TRUE LEVEL INTERSTATE OPERATIONS OPERATIONS OPERATING REVENUE: USF & LIFELINE ADJUSTMENTS LOCAL SERVICE
NETWORK ACCESS SERVICE
LONG DISTANCE NETWORK SERVICE MISCELLANEOUS UNCOLLECTIBLES (DR) TOTAL REVENUE OPERATING EXPENSES: ORDINARY REPAIR REARRANGEMENTS & CHANGES CHARGEMENTS & CHANGES
OTHER PLANT SPECIFIC
DEPRECIATION & AMORTIZATION
OTHER PLANT NON-SPECIFIC
CUSTOMER OPERATIONS
CORPORATE OPERATIONS
TOTAL OPERATING EXPENSE TOTAL OPERATING TAXES OTHER OPERATING INC AND EXPENSE NET OPERATING INCOME NET INCOME EFFECT OF JURIS-DICTIONAL DIFFERENCES ADJUSTED NET OPERATING INCOME ASSUMED RATE BASE: TELEPHONE PLANT IN SERVICE PROPERTY HELD FUTURE USE PREPAID PENSIONS DEPRECIATION RESERVE AMORTIZATION RESERVE DEFERRED FEDERAL INCOME TAX OPEBS Liability
COMMISSION RATE BASE COMMISSION RATE OF RETURN
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United Telephone - Northwest Washington Access Line Information by Service As of 4/30/2008

Confidential per WAC 480-07-160

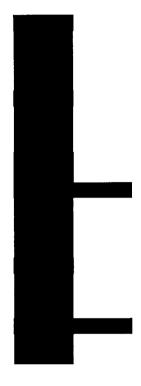
BUSINESS SERVICE

FLAT 1 PARTY
FLAT 2 PARTY
FLAT 4 PARTY
MESSAGE 1 PARTY
SEMI-PUBLIC
PUBLIC
MOBILE
FLAT EXTENSION
MESSAGE EXTENSION
PRIVATE BRANCH EXCHANGE (PBX Trunks)
CENTREX/ABC (Lines)
OTHER FLAT RATE

RESIDENCE SERVICE

FLAT 1 PARTY FLAT 2 PARTY FLAT 4 PARTY FLAT EXTENSION OTHER FLAT RATE

TOTAL



United Telephone - Northwest Washington Access Line Information by Exchange As of 4/30/2008

Confidential per WAC 480-07-160

EXCHANGE		PREFIX	LINES
BICKLETON	509	896	
COLUMBIA		377	
GRANDVIEW		882	
GRANGER		854	
HARRAH		848	
MABTON		894	
MATTAWA		932	
PATERSON		875	
PROSSER		786	
PROSSER		788	
SUNNYSIDE		888	
SUNNYSIDE		836	
SUNNYSIDE		837	
SUNNYSIDE		839	
TOPPENISH		865	
WHITE SWAN		874	
WHITSTRAN		973	
WAPATO		877	
ZILLAH		829	
BRINNON	360	796	
CENTER		732	
GARDINER		797	
POULSBO		315	
POULSBO		394	
POULSBO		396	
POULSBO		598	
POULSBO		626	
POULSBO		697	
POULSBO		779	
QUILCENE		680	
QUILCENE		765	
DALLESPORT	509	767	
GOLDENDALE	555	773	
GLENWOOD		364	
KLICKITAT		369	
LYLE		365	
ROOSEVELT		384	
STEVENSON		022	
STEVENSON		427	
TROUT LAKE		395	
WHITE SALMON		493	
WILLARD		538	
WISHRAM		748	
		, 40	
TOTAL ACCESS LINES BY EXCHANGE			

ACCESS

United Telephone - Northwest Washington Access Line Information by Service As of 5/31/2008

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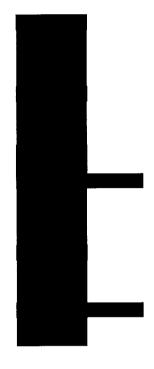
BUSINESS SERVICE

FLAT 1 PARTY
FLAT 2 PARTY
FLAT 4 PARTY
MESSAGE 1 PARTY
SEMI-PUBLIC
PUBLIC
MOBILE
FLAT EXTENSION
MESSAGE EXTENSION
PRIVATE BRANCH EXCHANGE (PBX Trunks)
CENTREX/ABC (Lines)
OTHER FLAT RATE

RESIDENCE SERVICE

FLAT 1 PARTY FLAT 2 PARTY FLAT 4 PARTY FLAT EXTENSION OTHER FLAT RATE

TOTAL



United Telephone - Northwest Washington Access Line Information by Exchange As of 5/31/2008 ***Confidential per WAC 480-07-160***

EXCHANGE		PREFIX	ACCESS LINES
BICKLETON	509	896	
COLUMBIA		377	
GRANDVIEW		882	
GRANGER		854	
HARRAH		848	
MABTON		894	
MATTAWA		932	
PATERSON		875 786	
PROSSER PROSSER		788	
SUNNYSIDE		888	
SUNNYSIDE		836	
SUNNYSIDE		837	
SUNNYSIDE		839	
TOPPENISH		865	
WHITE SWAN		874	
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BRINNON	360	796	
CENTER		732	
GARDINER		797	
POULSBO		315	
POULSBO		394	
POULSBO		396	
POULSBO		598	
POULSBO		626	
POULSBO		697	
POULSBO		779 680	
QUILCENE QUILCENE		765	
DALLESPORT	509	767	
GOLDENDALE	303	773	
GLENWOOD		364	
KLICKITAT	•	369	
LYLE		365	
ROOSEVELT		384	
STEVENSON		022	
STEVENSON		427	
TROUT LAKE		395	
WHITE SALMON		493	
WILLARD		538	
WISHRAM		748	
TOTAL ACCESS LINES BY EXCHANGE			

United Telephone - Northwest Washington Access Line Information by Service As of 6/30/2008

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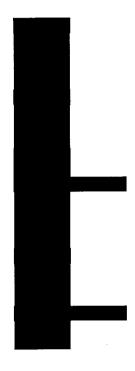
BUSINESS SERVICE

FLAT 1 PARTY
FLAT 2 PARTY
FLAT 4 PARTY
MESSAGE 1 PARTY
SEMI-PUBLIC
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MESSAGE EXTENSION
PRIVATE BRANCH EXCHANGE (PBX Trunks)
CENTREX/ABC (Lines)
OTHER FLAT RATE

RESIDENCE SERVICE

FLAT 1 PARTY FLAT 2 PARTY FLAT 4 PARTY FLAT EXTENSION OTHER FLAT RATE

TOTAL



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Confidential per WAC 480-07-160			
EVOLUNION		DDCCIV	ACCESS
EXCHANGE		PREFIX	LINES
BICKLETON	509	896	
COLUMBIA		377	
GRANDVIEW		882	
GRANGER		854	
HARRAH		848	
		894	
MABTON		932	
MATTAWA			
PATERSON		875	
PROSSER		786	
PROSSER		788	
SUNNYSIDE		888	
SUNNYSIDE		836	
SUNNYSIDE		837	
SUNNYSIDE		839	
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POULSBO		626	
POULSBO		697	
POULSBO		779	
QUILCENE		680	
QUILCENE		765	
DALLESPORT	509	767	
GOLDENDALE	303	773	
GLENWOOD		364	
KLICKITAT		369	
LYLE		365	
		384	
ROOSEVELT		022	
STEVENSON		427	
STEVENSON		427 395	
TROUT LAKE			
WHITE SALMON		493	
WILLARD		538	
WISHRAM		748	
TOTAL ACCESS LINES BY EXCHANGE			