

Due June 01, 2008

UNITED TELEPHONE COMPANY OF THE NORTHWEST

2007 AFFILIATED INTEREST REPORT

Public Version

TABLE OF CONTENTS

Embarq Corporation

I. Question and Response	1-1
Embarq Corporation Affiliates and Subsidiaries	1-2
Officers/Directors	1-5
Embarq Corporation Narrative	1-7
Corporate Affiliates and Business Relationships	1-8
Balance Sheet	1-9
Income Statement	1-10
II. Question and Response	1-11
III. Question and Response	1-12

Embarq Management Company

I. Question and Response	2-1
II. Question and Response	2-2
Transactions	2-3
Basis for Allocation	2-5
EMC Services	2-24
III. Question and Response	2-25

Embarq Communications, Inc.

I. Question and Response	3-1
Balance Sheet	3-2
Income Statement	3-3
II. Question and Response	3-4
Transactions	3-5
ECI Services	3-6
III. Question and Response	3-7

Embarq Logistics, Inc.

I. Question and Response	4-1
Balance Sheet	4-2
Income Statement	4-3
II. Question and Response	4-4
Transactions	4-5
EQL Services	4-6
III. Question and Response	4-7

Embarq Midwest Management Services Company

I. Question and Response	5-1
II. Question and Response	5-2
Transactions	5-3

Basis for Allocation	5-5
EMMSCO Services	5-7

III. Question and Response	5-8
----------------------------	-----

Embarq Mid-Atlantic Management Services Company

I. Question and Response	6-1
--------------------------	-----

II. Question and Response	6-2
---------------------------	-----

Transactions	6-3
--------------	-----

Basis for Allocation	6-5
----------------------	-----

EMAMSCO Services	6-7
------------------	-----

III. Question and Response	6-8
----------------------------	-----

Embarq Florida, Inc.

I. Question and Response	7-1
--------------------------	-----

Balance Sheet	7-2
---------------	-----

Income Statement	7-3
------------------	-----

II. Question and Response	7-4
---------------------------	-----

Transactions	7-5
--------------	-----

EFI Services	7-6
--------------	-----

III. Question and Response	7-7
----------------------------	-----

Carolina Telephone & Telegraph Company LLC

I. Question and Response	8-1
--------------------------	-----

Balance Sheet	8-2
---------------	-----

Income Statement	8-3
------------------	-----

II. Question and Response	8-4
---------------------------	-----

Transactions	8-5
--------------	-----

CT&T Services	8-6
---------------	-----

III. Question and Response	8-7
----------------------------	-----

EMBARQ CORPORATION
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- I. An organization chart showing the parent company, all subsidiaries, and the percentage of ownership for each. Attach pages showing the information requested below for affiliates with financial transactions of more than \$100,000 with the regulated company
 - A. A list of directors and/or officers common to the regulated utility and to the affiliated interest;
 - B. Changes in successive ownership between the regulated utility and affiliated interest;
 - C. A narrative description of each affiliated interest with which the regulated utility does business. State the factor(s) giving rise to the affiliation
 - D. A balance sheet and income statement for each affiliated interest for the 12-month reporting period.

Response:

- I. An organization chart is provided on pages 1-2 to 1-4.
 - A. A list of common officers and/or directors is located on pages 1-5 to 1-6.
 - B. No change has occurred.
 - C. See pages 1-7 to 1-8 for a narrative description of Embarq Corporation doing business with United Telephone Company of the Northwest. The affiliation is a result of Embarq Corporation's ownership of United Telephone Company of the Northwest.
 - D. The requested information is proprietary and is provided on pages 1-9 to 1-10.

EMBARQ CORPORATION SUBSIDIARIES
as of 12/31/2007

Entries listed below in bold will be direct wholly-owned subsidiaries of Embarq and own 100% of the common stock of the company listed in the bullets below that entity, except as noted.

Carolina Telephone and Telegraph Company LLC

- NOCUTS, Inc.
- SC One Company

Centel Corporation

- Centel Capital Corporation
- Centel Directories LLC
- Centel-Texas, Inc.
 - Central Telephone Company of Texas
 - EQ Central Texas Equipment LLC
 - Telcon, Inc.
- Central Telephone Company
 - Central Telephone Company of Virginia
 - EQ Central Virginia Equipment LLC
 - EQ Nevada Equipment LLC
 - Embarq Florida Inc.
 - The Winter Park Telephone Company
 - EQ Florida Equipment LLC
- Perry Protection Services, Inc.
- Centel SPE LLC

Embarq Communications, Inc.

- Embarq Communications of Virginia, Inc.
- Embarq Wireless LLC
- EQ Communications Equipment LP (99% limited partner; see also "EQ Equipment Leasing, Inc.")

Embarq, Inc.

Embarq Logistics, Inc.

- Embarq Products, Inc.
- Embarq Capital Corporation
 - SC Seven Company (50% ownership; see also "United Telephone Company of Texas")

Embarq Management Company

- EQ Management Equipment LP (99% limited partner; see all "EQ Equipment Leasing, Inc.")

Embarq Mid-Atlantic Management Services Company

Embarq Minnesota, Inc.

Embarq Missouri, Inc.

- SC Eight Company
- EQ Missouri Equipment LLC

Embarq Network Company, LLC

Embarq Payphone Services, Inc.

Embarq Risk (Bermuda) Limited

Embarq Solutions, Inc.

Embarq Holdings Company LLC

- Embarq Directory Trademark Company, LLC

Embarq Equipment Leasing, Inc.

- EQ Management Equipment LP (1% general partner; see also "Embarq Management Company")
- EQ Communications Equipment LP (1% general partner; see also "Embarq Communications, Inc.")
- EQ Carolinas Equipment LP (1% general partner; see also "United Telephone Company of the Carolinas LLC")
- EQ Southeast Equipment Partners LP (1% general partner; see also "United Telephone Southeast LLC")

United Telephone Company of the Carolinas LLC

- SC Two Company
- EQ Carolinas Equipment LP (99% limited partner; see also "EQ Equipment Leasing, Inc.")

United Telephone Company of Eastern Kansas

- Embarq Midwest Management Services Company (20% ownership; see also "United Telephone Company of Kansas")
- EQ Eastern Kansas Equipment LLC

United Telephone Company of Kansas

- EQ Kansas Equipment LLC
- Embarq Midwest Management Services Company (80% ownership; see also "United Telephone Company of Eastern Kansas")
 - United Teleservices, Inc.

United Telephone Company of Florida

- Vista-United Telecommunications (49% ownership)

United Telephone Company of Indiana, Inc.

- SC Four Company

United Telephone Company of New Jersey, Inc.

United Telephone Company of the Northwest

- EQ Northwest Equipment LLC

United Telephone Company of Ohio

- SC Five Company

United Telephone Company of Pennsylvania LLC, The

- SC Six Company
- Valley Network Partnership (20% ownership; see also "United Telephone Southeast LLC")

United Telephone Company of Southcentral Kansas

- EQ Southcentral Kansas Equipment LLC

United Telephone Company of Texas, Inc.

- SC Seven Company (50% ownership; see also "Embarq Capital Corporation")
- EQ United Texas Equipment LLC

United Telephone Company of the West

- EQ West Equipment LLC

United Telephone Southeast LLC

- SC Three Company
- Valley Network Partnership (20% ownership; see also "United Telephone Company of Pennsylvania LLC, The")
- EQ Southeast equipment Partners LP (99% limited partner; see also "EQ Equipment Leasing, Inc.")

EMBARQ CORPORATION
Affiliated Interest Report
For 2007

X = Officer/Director with same title as that of United Telephone Company of the Northwest

AFFILIATE DIRECTORS/OFFICERS								
DIRECTORS/OFFICERS OF UNITED TELEPHONE COMPANY OF THE NORTHWEST	Embarq Corporation	Embarq Management Company	Embarq Communications, Inc.	Embarq Logistics, Inc.	Embarq Midwest Management Services Co.	Embarq Mid-Atlantic Management Services Company.	Embarq Florida, Inc.	Carolina Telephone & Telegraph Co.
William E. Cheek - Director, Chairman of the Board, and	President - Wholesale Markets	Director & President	Director & President	Director & Vice President	Director & President	Director & President	Director & President	Director & President
Gene M. Betts - Vice President and Treasurer	Chief Financial Officer							
Leslie H. Meredith - Director, Vice President and Assistant Treasurer	Vice President and Treasurer	Director, Vice President & Treasurer	Director, Vice President & Treasurer	Director, Vice President & Treasurer	Director, Vice President & Treasurer	Director, Vice President & Treasurer	Director, Vice President & Treasurer	Director, Vice President & Treasurer
Thomas A. Gerke - Vice President and Secretary	Chief Executive Officer and President -		Vice President				Vice President	Vice President
Claudia S. Toussaint - Director, Vice President and Assistant Secretary	General Counsel and Corporate Secretary	Director, Vice President & Secretary	Director, Vice President & Secretary	Vice President and Secretary	Director, Vice President & Secretary	Director, Vice President & Secretary	Director, Vice President & Secretary	Director, Vice President & Secretary
Daniel A. Alcazar - Vice President	Vice President - Communications & Brand Management	X	X	X	X	X	X	X
Harry S. Campbell - Vice President	President - Consumer Markets	X	X	X	X	X	X	X
Kelly M. Carnago - Vice President		X	X	X	X	X	X	X
Louis Carrion - Vice President		X	X	X	X	X	X	X
Stephen S. Carter - Vice President		X	X	X	X	X	X	X
Dana L. Chase - Vice President		X	X	X	X	X	X	X
Brad Clark - Vice President		X	X	X	X	X	X	X
Byron Clymer - Vice President		X	X	X	X	X	X	X
Melanie K. Coleman - Vice President		X	X	X	X	X	X	X
Esther G. Eisenfeld - Vice President		X	X	X	X	X	X	X
Richard B. Green - Vice President	Vice President and Controller	X	X	X	X	X	X	X
James A. Hansen - Vice President	Senior Vice President - Network Services	X	X	X	X	X	X	X
E. J. Ned Holland - Vice President	Senior Vice President - Human Resources	X	X	X	X	X	X	X
Dennis G. Huber - Vice President	President - Product Development	X	X	X	X	X	X	X
Mark R. Kenyon - Vice President		X	X	X	X	X	X	X
Jeffrey Lynch - Vice President		X	X	X	X	X	X	X
Ellen S. Martin - Vice President		X	X	X	X	X	X	X
James C. Mayfield - Vice President	President - Embarq Logistics	X	X	Director and President	X	X	X	X
Thomas J. McEvoy - Vice President	President - Business Markets	X	X	X	X	X	X	X
Valerie Parrish-Porter - Vice President	Chief Information Officer	X	X	X	X	X	X	X
David F. Platt - Vice President		X	X	X	X	X	X	X
Susan S. Sarna - Vice President		X	X	X	X	X	X	X
Christopher D. Schneider - Vice President		X	X	X	X	X	X	X
Michael L. Seitz - Vice President		X	X	X	X	X	X	X
Nancy L. Shelledy - Vice President		X	X	X	X	X	X	X
Robert H. Sloboda - Vice President		X	X	X	X	X	X	X
Loren V. Sprouse - Vice President		X	X	X	X	X	X	X

EMBARQ CORPORATION
Affiliated Interest Report
For 2007

X = Officer/Director with same title as that of United Telephone Company of the Northwest

AFFILIATE DIRECTORS/OFFICERS								
DIRECTORS/OFFICERS OF UNITED TELEPHONE COMPANY OF THE NORTHWEST	Embarq Corporation	Embarq Management Company	Embarq Communications, Inc.	Embarq Logistics, Inc.	Embarq Midwest Management Services Co.	Embarq Mid- Atlantic Management Services Company.	Embarq Florida, Inc.	Carolina Telephone & Telegraph Co.
Patrick W. Stutzman - Vice President		X	X	X	X	X	X	X
Richard K. Summers - Vice President		X	X	X	X	X	X	X
Kenneth D. Wyatt - Vice President		X	X	X	X	X	X	X
David W. Zesiger - Vice President		X	X	X	X	X	X	X
Thomas C. Apel - Assistant Secretary	Assistant Treasurer	X	X	X	X	X	X	X
ZsuZsanna E. Benedek - Assistant Secretary		X	X	X	X	X	X	X
Michael J. Eason - Assistant Secretary	Assistant Corporate Secretary	X	X	X	X	X	X	X
Gayle G. Hickman - Assistant Secretary		X	X	X	X	X	X	X
Harold L. Holmquist - Assistant Secretary		X	X	X	X	X	X	X
Richard A. Hrip - Assistant Secretary		X	X	X	X	X	X	X
Jeffrey M. Johns - Assistant Secretary	Assistant Corporate Secretary	X	X	X	X	X	X	X
Tracy D. Mackey - Assistant Secretary	Assistant Corporate Secretary	X	X	X	X	X	X	X
Wayne C. Mathisen - Assistant Secretary		X	X	X	X	X	X	X
Joseph R. Stewart - Assistant Secretary		X	X	X	X	X	X	X

EMBARQ CORPORATION
Description of Corporate Affiliates & Business Relationships
As of December 31, 2007

Embarq Corporation is a holding company, incorporated in 2005 under the laws of Delaware, with its business operations primarily conducted through its subsidiaries. Embarq Corporation was formerly a wholly owned subsidiary of Sprint Nextel Corporation prior to the May 17, 2006 legal separation from Sprint Nextel.

Embarq Corporation provides, both directly and through wholesale and sales agency relationships, a suite of communication services, consisting of local and long distance voice, data, high-speed Internet, wireless, satellite video and other communication related products and services to consumer and business customers in our local service territories in 18 states. Through its Telecommunications segment, regulated local communications services are offered as an incumbent local exchange carrier with approximately 4.3 million consumer and 2.0 million business access lines as of December 31, 2007. Embarq Corporation also provides access to its local network and other wholesale communications services for other carriers. Through Embarq's Logistics segment, wholesale product distribution, logistics and configuration services are provided.

As of December 31, 2007, Embarq Corporation owns or controls all of the outstanding stock of 20 local exchange companies, including all of the stock of United Telephone Company of the Northwest. In addition to these operating telephone companies, Embarq Corporation owns or controls all of the voting stock of various non-telephone companies.

In 2007, United Telephone Company of the Northwest conducted transactions with various non-telephone subsidiaries of Embarq Corporation. This information is provided on page 1-8.

Embarq Corporation
Description of Corporate Affiliates & Business Relationships
As of December 31, 2007

The following is intended to identify the Embarq Corporation non-regulated affiliates that engaged in or could engage in transactions with the Embarq local exchange companies. This information was obtained from Section V of the Cost Allocation Manual.

List of Affiliates

Embarq Management Company (EMC) – Provides necessary management, professional, technical, information management, and advisory services to the Company and its subsidiaries. Provides assets, databases and services used in the provision of intelligent network services (SS7) such as 800 database, calling name, LIDB and Number Portability. This affiliate exists solely to provide services to members of its corporate family, therefore the FDC exception applies.

Embarq Logistics (EQL) – Procures, assembles and distributes equipment and materials and supplies to the telecommunications industry. Provides warehousing services to the affiliated Embarq companies.

Embarq Communications Inc. (ECI) - Provides domestic and international voice, wireless, CLEC, and audio conferencing.

Embarq Midwest Management Services Company (EMMS) - Provides necessary management, professional, technical, information management, and advisory services to its affiliates. This affiliate exists solely to provide services to members of its corporate family, therefore the FDC exception applies.

Embarq Mid-Atlantic Management Services Company (EMAC) - Provides necessary management, professional, technical, information management, and advisory services to its affiliates. This affiliate exists solely to provide services to members of its corporate family, therefore the FDC exception applies.

Embarq Payphone Services, Inc. (EPSI) - Provides exclusive pay telephone services at property owner locations.

Embarq Corporation (EQ) – A holding company owning all the common stock of its local exchange companies and other subsidiaries.

Embarq Corporation (Parent Company)

BALANCE SHEET (unaudited)

(thousands)

	December 31, 2007
Assets	
Current assets	
Cash	
Intercompany receivables	
Prepaid expense and other current assets	
Total current assets	
Goodwill	
Investment in subsidiaries	
Other assets	
Total noncurrent assets	
Total assets	
Liabilities and Shareholders' Equity	
Current liabilities	
Accounts payable	
Accrued expenses	
Deferred income taxes	
Intercompany payable	
Other current liabilities	
Total current liabilities	
Noncurrent liabilities	
Long-term debt	
Deferred income taxes	
Postretirement and other benefit obligations	
Long-term reserves and other, net	
Total noncurrent liabilities	
Total liabilities	
Shareholder's equity	
Common stock	
Treasury stock	
Paid-in capital	
Retained earnings	
Accumulated other comprehensive loss	
Total shareholder's equity	
Total liabilities and shareholder's equity	

Embarq Corporation (Parent Company)
STATEMENT OF OPERATIONS (unaudited)
(millions)

Year Ended
December 31,
2007

<i>Net operating revenues</i>	
Operating expenses	
Costs of services and products	
Selling, General and Administrative	
Total operating expenses	
<i>Operating loss</i>	
Interest and other income, net	
Income from continuing operations before income taxes	
Income tax benefit	
Income from continuing operations	
Equity in earnings of consolidated subsidiaries, net	
<i>Net Income</i>	

EMBARQ CORPORATION
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- II. Services furnished by the utility to the affiliate and vice versa. Please include the following items in the designated format:
- A. The annual charges by type of service and accounts, including the Intrastate amounts;
 - B. In total for each affiliated interest whether receiving or providing services, show:
 - 1 Total charges for billings;
 - 2 Cost of Service
 - C. Description of basis of pricing;
 - D. Procedures for allocating costs;
 - E. A description of the nature of services in reasonable detail;

Response:

- II. A. Not applicable - no services provided directly by or to Embarq Corporation.
- B. Not applicable.
- C. Not applicable.
- D. Not applicable.
- E. Not applicable.

EMBARQ CORPORATION
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- III. For intercompany loans to the utility from the affiliates and from the utility to the affiliates, provide:
- A. The year-end loan amounts outstanding separately for short-term and long-term loans;
 - B. The maximum loan amount outstanding during the year separately for short-term and long-term;
 - C. A description of the terms and conditions for loans including the basis for interest rates.
- IV. If the utility guarantees any debt of affiliates, identify the affiliates involved, the nature of the debt, the original amount of the debt, the maximum amount during the year, the balance as of the end of the year and the Commission Order(s) approving the transaction where such approval is required by law.
- V. Report other transactions (utility leasing of affiliate property, affiliate leasing of utility property, utility purchase of affiliate property, material or supplies and affiliate purchase of utility property, material or supplies).

Response:

- III. A. There were no long-term intercompany loans between United Telephone Company of the Northwest and an Embarq affiliate during 2007. In 2007 there were short-term advances from United Telephone Company of the Northwest to Embarq Corporation with a year-end outstanding advance balance of \$17,590,067.
- B. The highest short-term advance to Embarq Corporation during 2007 was \$21,276,108 on August 31, 2007.
- C. The advances were issued on an as-needed basis. The calculation of interest follows the practice banks apply for Embarq under our credit agreement. The basis for the interest rates is the current LIBOR rate as of the beginning of the month rounded up to the next 1/16th percent as described in the credit agreement. A margin is added to the rate as required by our bank group that includes a credit element and a facility fee.
- IV. Not applicable.
- V. Not applicable - no affiliate floor space leases in Washington.

EMBARQ MANAGEMENT COMPANY
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- I. An organization chart showing the parent company, all subsidiaries, and the percentage of ownership for each. Attach pages showing the information requested below for affiliates with financial transactions of more than \$100,000 with the regulated company
 - A. A list of directors and/or officers common to the regulated utility and to the affiliated interest;
 - B. Changes in successive ownership between the regulated utility and affiliated interest;
 - C. A narrative description of each affiliated interest with which the regulated utility does business. State the factor(s) giving rise to the affiliation
 - D. A balance sheet and income statement for each affiliated interest for the 12-month reporting period.

Response:

- I. An organization chart is provided in the Embarq Corporation section on pages 1-2 to 1-4.
 - A. A common officers/directors list is located in the Embarq Corporation section on pages 1-5 to 1-6.
 - B. No change has occurred.
 - C. The narrative description of each affiliated interest was provided in the Embarq Corporation section on pages 1-7 to 1-8. United Telephone Company of the Northwest's affiliation with Embarq Management Company is a result of Embarq Corporation's ownership of both entities.
 - D. Embarq Management Company is a service company and its financial statements are not meaningful from a regulatory perspective.

EMBARQ MANAGEMENT COMPANY
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- II. Services furnished by the utility to the affiliate and vice versa. Please include the following items in the designated format:
- A. The annual charges by type of service and accounts, including the Intrastate amounts;
 - B. In total for each affiliated interest whether receiving or providing services, show:
 - 1 Total charges for billings;
 - 2 Cost of Service
 - C. Description of basis of pricing;
 - D. Procedures for allocating costs;
 - E. A description of the nature of services in reasonable detail;

Response:

- II. A. This information is proprietary and is provided on pages 2-3 to 2-4.
- B. This information is proprietary and is provided on pages 2-3 to 2-4.
- C. This information is proprietary and is provided on pages 2-3 to 2-4.
- D. See details regarding the basis for allocating costs on pages 2-5 to 2-23.
- E. This information is provided on page 2-24.

EMBARQ MANAGEMENT COMPANY
Allocations to United Telephone Company of the Northwest
For the year ended December 31, 2007

	Total Company Regulated	Total Washington Regulated	Washington Intrastate
<u>II. Payments to Embarq Management Company</u>			
<u>Accounts/Descriptions</u>			
6112 Motor Vehicle Exp			
6121 Land & Buildings Expense			
6124 General Purpose Computers			
6212 Digital Electronic COE Expense			
6232 Circuit Equipment Expense			
6411 Poles Expense			
6421 Aerial Cable Expense			
6422 Underground Cable Expense			
6423 Buried Cable Expense			
6532 Network Administration Expense			
6533 Testing Expense			
6534 Plant Operations Admin Expense			
6535 Engineering Expense			
6540 Access Expense			
6611 Product Management Expense			
6612 Sales Expense			
6613 Product Advertising Expense			
6621 Call Completion Expense			
6622 Number Services			
6623 Customer Services			
6711 Executive Expense			
6712 Planning Expense			
6721 Accounting & Finance Expense			
6722 External Relations Expense			
6723 Human Resources			
6724 Information Management Expense			
6725 Legal Expense			
6726 Procurement Expense			
6727 Research & Development Expense			
6728 Other General & Admin Expense			
7240 Operating Other Taxes			
7360 Other NonOperating Income			
7370 Special Charges			

Total Payments to Embarq Management Company

Cost of Service (See Note 1 Below)

Description of Basis of Pricing:

The charges are based on the fully distributed cost in accordance with FCC Docket 96-150.

Note 1: EMC is a service company and all costs are allocated out to recipient entities without margins.

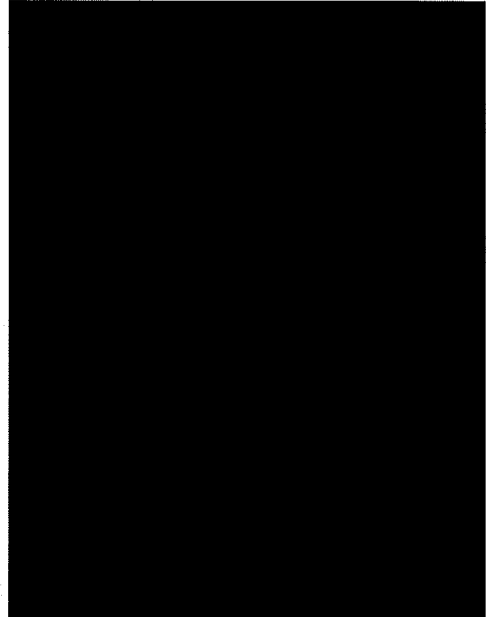
EMBARQ MANAGEMENT COMPANY
Allocations to United Telephone Company of the Northwest
For the year ended December 31, 2007

Total Company Non Regulated	Total Washington Non Regulated	Washington Intrastate
--	---	----------------------------------

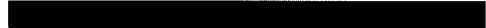
II. Payments to Embarq Management Company

Accounts/Descriptions

- 6112 Motor Vehicle Exp
- 6121 Land & Buildings Expense
- 6124 General Purpose Computers
- 6533 Testing Expense
- 6534 Plant Operations Admin Expense
- 6535 Engineering Expense
- 6611 Product Management Expense
- 6612 Sales Expense
- 6613 Product Advertising Expense
- 6621 Call Completion Expense
- 6623 Customer Services
- 6711 Executive Expense
- 6712 Planning Expense
- 6721 Accounting & Finance Expense
- 6722 External Relations Expense
- 6723 Human Resources
- 6724 Information Management Expense
- 6725 Legal Expense
- 6726 Procurement Expense
- 6727 Research & Development Expense
- 6728 Other General & Admin Expense
- 7360 Other NonOperating Income
- 7370 Special Charges



Total Payments to Embarq Management Company



Cost of Service (See Note 1 Below)



Description of Basis of Pricing:

The charges are based on the fully distributed cost in accordance with FCC Docket 96-150.

Note 1: EMC is a service company and all costs are allocated out to recipient entities without margins.

**EMBARQ MANAGEMENT COMPANY
2007 BASIS FOR ALLOCATION**

Embarq Management Company (EMC) assigns the cost of the management fee to the subsidiaries and stockholders of Embarq Corporation based on a statistically derived factor related to departmental activities or the assignment by the departmental supervisor to the benefiting entities based on the level of costs incurred in the provision of services.

Expenses assigned to the local exchange companies of Embarq Corporation are allocated to the companies based on statistical factors related to the activities of each cost center. Some EMC cost centers support non-regulated products or services in the Embarq local exchange companies and a portion of their costs are charged "below the line". This is accomplished by DiRect assignment by EMC to non-regulated costs when billed, or by each Embarq local exchange company based on their assignment of like costs to non-regulated.

EMC's costs billed to the local exchange companies are allocated among them based on the following factors:

Cost Center	CC Description	Company Allocator
00001	LEGAL ENTITY MGMT FEE	Cost Study
00007	CCS IS SUSTAINING	Cost Study
00021	SUPP. RET./RESTR. STK.	Cost Study
00023	COPORATE GENERAL & ADMIN	General Allocator
00024	MIP/MISOP TRUE-UOS	Cost Study
00041	(CL) STATE REGULATORY - WESTERN	Cost Study
00050	VP/CORPORATE SECRETARY	Cost Study
00057	(CL) PROMOS & LOCAL SUPPORT	Cost Study
00064	(CL) SU INFRASTRUCTURE	Headcount Allocator
00088	(CL) IC VP	Cost Study
00101	CONTROLLER DEFAULT CC	General Allocator
00102	SVP & CORPORATE CONTROLLER	General Allocator
00120	PROCUREMENT OPERATIONS	Cost Study
00143	SUPPLIER DISBURSEMENTS	General Allocator
00206	BUDGETS - LCD	General Allocator
00208	VP DECISION SUPPORT	General Allocator
00213	FP&DS DEFAULT CC	General Allocator
00214	TREASURY DEFAULT CC	General Allocator
00243	10115 KINCEY AVENUE NCHTVB	General Allocator
00367	1680 N. PROSPECT DRIVE TXRICF	General Allocator
00380	1768 OLD MEADOW ROAD VAMCLD	General Allocator
00419	FACILITY OPS - NEW CENTURY KS	Cost Study
00428	FACILITY OPS - KC METRO	General Allocator
00475	300 E BUSINESS WAY OHSHAC	Cost Study
00486	300 VICTORY DRIVE VAHRNE	Cost Study
00523	CLAIMS/FINANCE	General Allocator
00524	(CL) INSURANCE FEES	General Allocator
00525	INSURANCE FEES - LOCAL ENTITY	General Allocator
00528	(CL) CAPITAL MARKETS/TREASURY	General Allocator
00536	(CL) BUSINESS & FINANCIAL PLAN	Cost Study
00539	APPL DEV PIPELINE & TEST MGMT	Cost Study
00543	RELEASE READINESS	Cost Study
00544	APPL DEV CONS/BUS/WHLSTL MKTS	Cost Study
00547	APPL DEV BUSINESS & WHOLESALE	Cost Study
00551	APP DEV-NETWK SVCES-BILLABLE	Cost Study
00554	ES MGR - CALL CENTER SERVICES	Cost Study
00582	IPSA TIER I	General Allocator
00607	(CL) AM CS/PRD DEV/MKTG - EXTR	Cost Study
00617	SLCS PRODUCT MANAGEMENT	Cost Study
00618	FIELD SALES DEVELOPER MARKETS	Cost Study
00622	GB MKTG CHANNEL PROMOTION	Cost Study

Cost Center CC Description	Company Allocator
00629 VP CEN SLS & CARE	Cost Study
00630 (CL) GEN BUS MKTG EXEC	Telco Access Lines
00642 (CL) LWMO IT DEV-WHOLESALE MARK	Cost Study
00645 VP MKTG	Cost Study
00653 WHOLESALE CONTRACT MANAGEMENT	Telco Access Lines
00654 OPS/QLTY/SYS	Telco Access Lines
00656 CNAM	Telco Access Lines
00657 VP FIELD SALES	Cost Study
00661 PRESIDENT WHOLESALE MARKETS	Telco Access Lines
00665 SOLUTIONS ECARE	Cost Study
00668 PRESIDENT CMG	Cost Study
00670 CMG DIR PROCESSES	Cost Study
00671 INNOVATION FUND	Cost Study
00672 DIRECTOR DECISION SUPPORT CMG	General Allocator
00673 MGR DATABASE MARKETING	Cost Study
00674 CMG VP MARKETING	Cost Study
00675 RETAIL ABERDEEN NC	Cost Study
00679 CAPITAL PLAN. & PROC. EXCELL.	Cost Study
00686 RETAIL ROCKY MOUNT NC	Cost Study
00690 LTD-CONSUMER MKT/CHANNEL	Cost Study
00691 DIRECTOR, PROD MGMT & DEVELOPMENT	Cost Study
00692 SR. MGR - MARKETING PROGRAMS	Cost Study
00695 SR MGR ADVERTISING	Cost Study
00696 SR. MGR - STRATEGIC MARKETING	Cost Study
00697 SALES & CARE OPS & PROJ MGMT	Cost Study
00699 VP OPERATIONS-CONSUMER MARKETS	Cost Study
00700 SLCS REPAIR CROSS SUPPORT	Cost Study
00704 SR VP NETWORK SERVICES LTD	Telco Access Lines
00705 VP NAT NETWORK SERVICES	Telco Access Lines
00709 DIR SERV PROVISIONING CNTR OPS	Telco Access Lines
00711 OPERATIONAL STANDARDS	Telco Access Lines
00715 LTDHR MKTS GROUP	Headcount Allocator
00716 NTKW_SNSHR	Headcount Allocator
00721 (CL) LTD FIELD SUPPORT	Headcount Allocator
00723 VP-STATE EXTERNAL AFFAIRS	Cost Study
00725 VP NETWORK SERVICES	Telco Access Lines
00728 MA REG. ENGINEERING DIRECTOR	Telco Access Lines
00731 (CL) LTD NATL CAP PLNNG&DEMND	Telco Access Lines
00740 CENTRALIZED CIRAS LOADING-SMAO	Telco Access Lines
00742 MGR ACCESS MANAGEMENT	Telco Access Lines
00743 (c) DIR NATIONAL STANDARDS	Telco Access Lines
00745 MGR DATA CENTER MGMT	Telco Access Lines
00746 STRATEGIC PLANNING NETWORK OPS	Telco Access Lines
00747 MGR SIGNALING OPS	Telco Access Lines
00748 MGR NTKW SECURITY	Telco Access Lines
00751 DIR SPECIAL SERVICE OPS	Telco Access Lines
00752 MGR DATABASE OPS	Telco Access Lines
00753 LOCAL NUMBER PORTABILITY ADMIN	Telco Access Lines
00755 DIR NTKW MAINT. CENTER	Telco Access Lines
00756 NEUSTAR	Telco Access Lines
00760 (CL) DIR CLIENT SYSTEMS	Telco Access Lines
00761 REAL ESTATE SYSTEMS	Cost Study
00768 VP NETWORK PLANNING	Telco Access Lines
00769 VP - REGULATORY AFFAIRS -L	Cost Study
00770 REVENUE ANALYSIS & REPORT	Cost Study
00772 VP - REGULATORY POLICY	Cost Study
00775 VP STATE REGULATORY EAST	Cost Study

Cost Center	CC Description	Company Allocator
00777	DIRECTOR - LOCAL TARIFFS	Cost Study
00778	DIRECTOR - COST SUPPORT	Cost Study
00791	MAILING OPERATIONS - ORLANDO	General Allocator
00809	MIDRANGE HW/SW-LTD	Cost Study
00823	KRDC CLIENT SUPPORT	Cost Study
00872	ES DIR PROD MGMT & TECH SUP	Cost Study
00881	PRESIDENT & COO - LTD	General Allocator
00884	EXEC CORP STRAT & DEV	General Allocator
00888	CORPORATE RESEARCH CENTER	General Allocator
00900	HR COMP & BENEFITS EXEC	Headcount Allocator
00904	HR EMPLOYEE RELATIONS	Headcount Allocator
00920	HR RELOCATION MANAGEMENT	Headcount Allocator
00938	TU-GEN ALLOC NO EQL	General Allocator
00940	TU-TELCO ONLY	Cost Study
00963	HUMAN SCIENCES RESEARCH	General Allocator
00965	DESIGN	General Allocator
00981	DIRECTOR - CMG TOTAL ACCES	Cost Study
01000	RETIREEES PAYMENTS	General Allocator
01012	CCI MGMT FEES	Cost Study
01049	BRAND CAMPAIGN CREDIT ADJ	General Allocator
01074	CONTROLLER	General Allocator
01079	FINANCIAL SERVICES - TAX	General Allocator
01100	G&A - STRATEGIC ARCHITECT	Cost Study
01125	MISC FREIGHT CHARGES	Cost Study
01149	SERVICE ASSURANCE	Cost Study
01192	MDS TIER 3/PROG MGMT	General Allocator
01211	OSS MAINTENANCE	Cost Study
01240	NBE - WIRELESS	General Allocator
01243	(CL) CLIENT SERVICES	Cost Study
01247	TEST ENVIRONMENT SERVICES	Cost Study
01248	WORKPLACE TECH & SVCS	Cost Study
01288	SE AREA MGR 4 - WIRELINE	General Allocator
01322	OLD NTWK INSTALL - CENTRAL	General Allocator
01343	SALES PLANNING & COMP	General Allocator
01348	PUB EXEC	General Allocator
01400	HOSPITALITY CUSTOMER DATA	General Allocator
01402	(CL) WIRELINE CARE - TROUBLE	Telco Access Lines
01441	RIGHT SERVE MODEL	Telco Access Lines
01575	(CL) IC EMP EXP COMM	Cost Study
01585	PRES BUS MKTS	Telco Access Lines
01617	3RD PARTY COMMISSIONS	Telco Access Lines
01630	SLS MGR - INDIANAPOLIS 1	Telco Access Lines
01632	DIR - ILWI - GB	General Allocator
01726	NTL ACCOUNT SLS	Cost Study
01743	SLS MGR - TEXAS	Cost Study
01803	DIR OPS OF SLS & CARE	Cost Study
01872	(CL) EMM FINANCE	General Allocator
01879	PRODUCT INNOVATION	Cost Study
02007	VB - STRATEGY & PLANNING	Cost Study
02061	WHOLESALE PRODUCT MANAGEMENT	Telco Access Lines
02068	BST - ELIMINATION	General Allocator
02167	SMNI ENGINEERING	Telco Access Lines
02244	DIR - TECH SOL/EAST	Telco Access Lines
02851	SYSTEMS INTEGRATOR HP BRANCH	Cost Study
02876	SLS SUPPORT MANSFIELD	Cost Study
02895	BUSINESS MARKETING	Telco Access Lines
02973	200 MF APPL HOSTING & ADMIN	Cost Study

Cost	Center CC Description	Company Allocator
02974	205 MR APPL HOSTING & ADMIN	Cost Study
02983	NTL NETWORK SLS	Cost Study
03000	SES TSC - APPLICATION CENTRAL	General Allocator
03191	PS INDIRECT CH SLS	Cost Study
03314	(CL) FBLL IT DEV-FIN BILLING	Cost Study
03344	SUPPLY CHAIN MANAGEMENT	Cost Study
03347	STRATEGIC SOURCING IT	Cost Study
03381	LTD WAREHOUSE	Telco Access Lines
03388	DATABASE MKTG & REPORTING	General Allocator
03471	SU STAFF ASSOCIATES	General Allocator
03566	CMG DIR DSL PROGRAM MGMT	Cost Study
03654	SLS MGR - LAS VEGAS 2	Cost Study
03667	390 IS MANAGEMENT	Cost Study
03830	SR MGR - DATA MARKET STRATEGY	Cost Study
03834	CMG MARKETING - ACC MANAGER	Cost Study
03836	RETAIL ONTARIO OH	Cost Study
03840	FIELD SALES STAFF	Cost Study
03841	CMG TELEMARKETING EXPENSE	Cost Study
03844	RETAIL LEBANON OH	Cost Study
03850	(CL) LCMG IT DEV-CONSUMER MARK	Cost Study
03854	RETAIL JOHNSON CITY TN	Cost Study
03855	RETAIL NEW BERN NC	Cost Study
03856	RETAIL KILLEEN TX	Cost Study
03857	RETAIL ORANGE CITY FL	Cost Study
03858	RETAIL FORT MYERS FL	Cost Study
03860	INDIRECT OUTBOUND	Cost Study
03862	HELP DESK CONTRACTOR - STARTEK	Cost Study
03867	CMG CARLISLE DATA CENTER	Cost Study
03868	DSL TECH LEADS	Cost Study
03871	CMG - DIRECTORY OPERATIONS MGR	Cost Study
03878	RETAIL BUTLER PA	Cost Study
03879	RETAIL HICKORY NC	Cost Study
03885	SLS MGR - LAS VEGAS 1	Cost Study
03898	MGR SLS & CARE - FL	Cost Study
03907	SOLUTIONS AFNI PEORIA IL	Cost Study
03910	DIRECTOR REPAIR CALL CENTERS	Cost Study
03912	MGR SLS & CARE - NC	Cost Study
03920	SOLUTIONS WEST REGION STAFF	Cost Study
03921	SOLUTIONS LAS VEGAS NV	Cost Study
03931	RETAIL FORT APACHE LVNV	Cost Study
03932	RETAIL MEADOWS LVNV	Cost Study
03933	RETAIL CIVIC CENTER LVNV	Cost Study
03934	RETAIL RENAISSANCE LVNV	Cost Study
03935	RETAIL HENDERSON LVNV	Cost Study
03936	RETAIL CRAIG RD LVNV	Cost Study
03937	RETAIL HASTINGS MN	Cost Study
03939	SOLUTIONS JEFFERSON CITY MO	Cost Study
03940	RETAIL KINGWOOD TX	Cost Study
03969	FIELD SALES PREMISE & TECH REF	Cost Study
03970	SOLUTIONS ALTAMONTE SPRINGS FL	Cost Study
03980	VENDOR SOLUTIONS STAFF	Cost Study
03981	RETAIL NAPLES FL	Cost Study
03985	RETAIL KISSIMMEE FL II	Cost Study
03988	RETAIL CAPE CORAL FL	Cost Study
03989	RETAIL ALTAMONTE SPRINGS FL	Cost Study
03993	RETAIL OCALA FL	Cost Study
03995	RETAIL LEESBURG FL	Cost Study

Cost	Center CC Description	Company Allocator
03999	RETAIL CLERMONT FL	Cost Study
04006	RETAIL MAITLAND FL	Cost Study
04029	RETAIL FAYETTEVILLE NC	Cost Study
04033	RETAIL FUQUAY VARIANA NC	Cost Study
04038	RETAIL GREENVILLE NC	Cost Study
04040	RETAIL CHARLOTTEVILLE VA	Cost Study
04058	SOLUTIONS NEW BERN NC	Cost Study
04062	SOLUTIONS CLINTON NC	Cost Study
04064	CSB REP CALL CTR MGR-HOOD RIVER	Cost Study
04074	RETAIL GARDNER KS	Cost Study
04085	CSB HELP DESK SPEC II - MAITLAND	Cost Study
04105	SOLUTIONS KILLEEN TX	Cost Study
04129	RETAIL ASHEBORO NC	Cost Study
04130	RETAIL PAY CENTER CARLISLE PA	Cost Study
04132	RETAIL SEBRING FL	Cost Study
04133	RETAIL ESTERO FL	Cost Study
04134	MGR-CARLISLE OFF LINE CENTER	Cost Study
04142	CSB SVC RECOVERY MGRM TARBORO	Cost Study
04143	SOLUTIONS EAST REGION STAFF	Cost Study
04144	SOLUTIONS FORT MYERS FL	Cost Study
04150	SOLUTIONS MAITLAND FL	Cost Study
04170	SOLUTIONS TARBORO NC	Cost Study
04175	SOLUTIONS JOHNSON CITY TN	Cost Study
04200	RETAIL CHASKA MN	Cost Study
04201	RETAIL JUNCTION CITY	Cost Study
04202	RETAIL JEFFERSON CITY	Cost Study
04210	RETAIL NEW STORE10	Cost Study
04211	DIRECTOR RETAIL OPERATIONS	Cost Study
04228	AGENT EXPERIENCE	Cost Study
04229	OPERATIONS IMPLEMENTATION	Cost Study
04236	(CL) CMG COGS-WEST	Cost Study
04239	VP & COMPLIANCE	Cost Study
04240	SOLUTIONS MEDFORD OR INBOUND	Cost Study
04241	RETAIL BRISTOL VA	Cost Study
04243	RETAIL JACKSONVILLE NC	Cost Study
04244	RETAIL STAFF	Cost Study
04246	SOLUTIONS MEDFORD OR OUTBOUND	Cost Study
04265	ECM COGS	Cost Study
04267	RETAIL TALLAHASSEE2 FL	Cost Study
04268	RETAIL SILVERADO LVNV	Cost Study
04270	NATL DATA TECH SUPPT - ALTAMONTE	Cost Study
04271	RETAIL HOPE MILLS NC	Cost Study
04272	RETAIL FT WALTON BEACH FL	Cost Study
04281	REPAIR - CALL CENTER CONTRACTOR	Cost Study
04282	INDIRECT NEW CHANNELS	Cost Study
04290	SOLUTIONS GREENVILLE NC	Cost Study
04329	DIRECTOR - DATA / E-COMMERCE	Cost Study
04355	DIR SEGMENT MKTG	Cost Study
04356	MGR DBASE MKTG	Cost Study
04357	DIR OPS	Cost Study
04359	MGR PRICING	Cost Study
04360	DIR PROD MGMT	Cost Study
04364	DATABASE CIRCUIT CHGS	Telco Access Lines
04366	REGIONAL SALES	Telco Access Lines
04367	WHOLESALE - MISC OTHER	Telco Access Lines
04368	(CL) CARRIER ACCT MGMT	Telco Access Lines
04374	PAI&M NORTH II	Telco Access Lines

Cost	Center CC Description	Company Allocator
04379	ENPA - MARKETING SUPPORT	Telco Access Lines
04382	ENPA - WEST BRANCH	Telco Access Lines
04387	WEST BRANCH MGR	Telco Access Lines
04388	(CL) TAC MANAGER	Telco Access Lines
04392	ENPA - TAXES & OTHER CHARGES	Telco Access Lines
04393	ENPA - ICC	Telco Access Lines
04396	ENPA - INMATE REV	Telco Access Lines
04398	SNPA-Oper-East Div	Telco Access Lines
04400	EAST BRANCH MGR	Telco Access Lines
04404	ENPA - AUDITOR EXPENSES	Telco Access Lines
04406	PAI&M EAST III	Telco Access Lines
04407	SNPA-OPER INV PRO CTR-SAL	Telco Access Lines
04408	PAYPHONE ACCESS	Telco Access Lines
04415	SNPA-OPERTIONS-TAC SAL	Telco Access Lines
04423	PAI&M SOUTH II	Telco Access Lines
04424	TELESERVICES - IXC LEASE	Telco Access Lines
04426	SNPA-SALES-MAT BRAN-SAL	Telco Access Lines
04429	SPSI - C/VIRGINIA	Telco Access Lines
04431	SLS MGR - MINNESOTA	Cost Study
04437	PAI&M SOUTH III	Telco Access Lines
04439	SNPA-INMATE-CUSTBILLVALID	Telco Access Lines
04440	REGULATOR EXPENSE	Telco Access Lines
04442	DIR PROD DEV	Cost Study
04454	MA VP	Telco Access Lines
04457	RALEIGH METRO - DM	Telco Access Lines
04465	FAYETTEVILLE-DM	Telco Access Lines
04473	FAYETTEVILLE-IR	Telco Access Lines
04477	FAYETTEVILLE-CO	Telco Access Lines
04480	WESTERN CAROLINA - DM	Telco Access Lines
04481	WESTERN CAROLINA - CO	Telco Access Lines
04493	WESTERN CAROLINA - IR	Telco Access Lines
04500	SOUTH CAROLINA-DM	Telco Access Lines
04501	SOUTH CAROLINA-IR	Telco Access Lines
04503	SOUTH CAROLINA-CO	Telco Access Lines
04510	EASTNC DIRECTOR	Telco Access Lines
04511	ELIZABETH CITY-DM	Telco Access Lines
04512	ELIZABETH CITY--CO	Telco Access Lines
04513	ELIZABETH CITY-IR	Telco Access Lines
04519	ROCKY MOUNT/GREENVILLE-DM	Telco Access Lines
04520	ROCKY MOUNT/GREENVILLE-IR	Telco Access Lines
04523	ROCKY MOUNT/GREENVILLE-CO	Telco Access Lines
04542	ROCKY MOUNT-DM	Telco Access Lines
04543	ROCKY MOUNT-CO	Telco Access Lines
04546	ROCKY MOUNT-IR	Telco Access Lines
04559	RALEIGH METRO-IR	Telco Access Lines
04560	RALEIGH METRO-CO	Telco Access Lines
04561	JACKSONVILLE-DM	Telco Access Lines
04562	TRI-CITIES-IR	Telco Access Lines
04564	JACKSONVILLE-IR	Telco Access Lines
04565	JACKSONVILLE-CO	Telco Access Lines
04570	TNVA DIRECTOR	Telco Access Lines
04571	BRISTOL-DM	Telco Access Lines
04578	BRISTOL-CO	Telco Access Lines
04579	BRISTOL-IR	Telco Access Lines
04586	TRI-CITIES-DM	Telco Access Lines
04590	TRI-CITIES-CO	Telco Access Lines
04597	WEST RADIO	Telco Access Lines

Cost	Center CC Description	Company Allocator
04604	BLUE RIDGE-DM	Telco Access Lines
04606	BLUE RIDGE-CO	Telco Access Lines
04608	BLUE RIDGE-IR	Telco Access Lines
04612	CENTRAL VIRGINIA-DM	Telco Access Lines
04618	CENTRAL VIRGINIA-IR	Telco Access Lines
04619	CENTRAL VIRGINIA-CO	Telco Access Lines
04627	VP SSO-ADMINISTRATION	Telco Access Lines
04640	OCALA-DM	Telco Access Lines
04641	OCALA-IR	Telco Access Lines
04642	OCALA-CO	Telco Access Lines
04650	WINTER GARDEN-DM	Telco Access Lines
04651	WINTER GARDEN-IR	Telco Access Lines
04653	WINTER GARDEN-CO	Telco Access Lines
04658	WINTER PARK-DM	Telco Access Lines
04659	WINTER PARK-IR	Telco Access Lines
04660	WINTER PARK-CO	Telco Access Lines
04668	NS DIRECTOR-FL SOUTH AREA	Telco Access Lines
04669	AVON PARK-DM	Telco Access Lines
04670	AVON PARK-IR	Telco Access Lines
04674	AVON PARK-CO	Telco Access Lines
04677	FT. MYERS-DM	Telco Access Lines
04680	FT. MYERS-CO	Telco Access Lines
04681	FT. MYERS-IR	Telco Access Lines
04686	NAPLES-DM	Telco Access Lines
04688	NAPLES-IR	Telco Access Lines
04692	NAPLES-CO	Telco Access Lines
04701	NS DIRECTOR-FL NORTH AREA	Telco Access Lines
04703	TALLAHASSEE-DM	Telco Access Lines
04704	TALLAHASSEE-CO	Telco Access Lines
04705	TALLAHASSEE-IR	Telco Access Lines
04720	FT. WALTON BEACH-DM	Telco Access Lines
04721	FT. WALTON BEACH-CO	Telco Access Lines
04722	FT. WALTON BEACH-IR	Telco Access Lines
04730	VP-NORTH CENTRAL OPER-NS	Telco Access Lines
04731	CABLE LOCATES NORTH CENTRAL	Telco Access Lines
04732	NS DIRECTOR-PA/NEW JERSEY	Telco Access Lines
04733	PA NORTH-DM	Telco Access Lines
04734	PA NORTH-CO	Telco Access Lines
04737	PA NORTH-IR	Telco Access Lines
04741	PA SOUTH-DM	Telco Access Lines
04742	PA SOUTH-CO	Telco Access Lines
04745	PA SOUTH-IR	Telco Access Lines
04762	NEW JERSEY-DM	Telco Access Lines
04764	NEW JERSEY-CO	Telco Access Lines
04766	NEW JERSEY-IR	Telco Access Lines
04781	OHIO WEST-DM	Telco Access Lines
04790	OHIO WEST-IR	Telco Access Lines
04794	OHIO CENTRAL-DM	Telco Access Lines
04797	OHIO CENTRAL-CO	Telco Access Lines
04806	OHIO CENTRAL-IR	Telco Access Lines
04818	WARREN-DM	Telco Access Lines
04820	WARREN-CO	Telco Access Lines
04824	WARREN-IR	Telco Access Lines
04828	NCO DIRECTOR - SERVICE	Telco Access Lines
04848	INDIANA EAST-DM	Telco Access Lines
04852	INDIANA EAST-CO	Telco Access Lines
04859	INDIANA EAST-IR	Telco Access Lines

Cost

Center	CC Description	Company Allocator
04863	INDIANA WEST-DM	Telco Access Lines
04868	INDIANA WEST-CO	Telco Access Lines
04876	ADMIN PACIFIC	Telco Access Lines
04877	CABLE LOCATES WEST	Telco Access Lines
04891	EAST TEXAS-IR	Telco Access Lines
04896	EAST TEXAS-DM	Telco Access Lines
04897	EAST TEXAS-CO	Telco Access Lines
04904	WEST TEXAS-DM	Telco Access Lines
04905	WEST TEXAS-IR	Telco Access Lines
04906	WEST TEXAS-CO	Telco Access Lines
04910	(CL) NS DIR-MN/NB/WY/OR/WA/KS	Telco Access Lines
04914	MINNESOTA-IR	Telco Access Lines
04915	LAS VEGAS NORTH-DM	Telco Access Lines
04918	LAS VEGAS SOUTH-DM	Telco Access Lines
04920	MINNESOTA-CO	Telco Access Lines
04921	MINNESOTA-DM	Telco Access Lines
04928	KS, NE, WY-IR	Telco Access Lines
04936	(CL) LAS VEGAS NORTH-FT	Telco Access Lines
04939	NORTHWEST-IR	Telco Access Lines
04941	NORTHWEST-CO	Telco Access Lines
04957	DIRECTOR-PACIFIC	Telco Access Lines
04959	LAS VEGAS NORTH-IR	Telco Access Lines
04962	(CL) LAS VEGAS SOUTH-FT	Telco Access Lines
04963	LAS VEGAS SOUTH-IR	Telco Access Lines
04964	LAS VEGAS SOUTH-CO	Telco Access Lines
04965	LAS VEGAS SPECIAL SERVICES	Telco Access Lines
04968	DIRECTOR-MIDWEST	Telco Access Lines
04970	KS, NE, WY-DM	Telco Access Lines
04979	KS, NE, WY-CO	Telco Access Lines
04999	VOICE OPERATIONS	Cost Study
05001	MISSOURI-IR	Telco Access Lines
05003	MISSOURI-DM	Telco Access Lines
05008	MISSOURI-CO	Telco Access Lines
05022	DATA ENGINEERING	Telco Access Lines
05024	DATA OPERATIONS	Telco Access Lines
05031	(CL) MANAGER BUSINESS &OPS PLA	Telco Access Lines
05061	OP SVCS SO-LEESBURG	Cost Study
05066	OP SVCS NATIONAL STAFF	Cost Study
05071	OP SVCS-DA-ROCKY MOUNT	Cost Study
05075	DIR WORK FORCE MANAGEMENT	Telco Access Lines
05083	MGR NAT CUSTOMER STATUS	Telco Access Lines
05089	MGR WFM IR WEST	Telco Access Lines
05095	MGR NAT CUSTOMER SCANNING	Telco Access Lines
05101	MGR SVC PROV CNTR FT MYERS	Telco Access Lines
05104	MGR SVC PROV CNTR FAYETTEVILLE	Telco Access Lines
05117	MGR SVC PROV CNTR JEFF CITY	Telco Access Lines
05135	MGR SVC PROV CNTR CARLISLE	Telco Access Lines
05158	CABLE LOCATES NV	Telco Access Lines
05187	LAS VEGAS NORTH-CO	Telco Access Lines
05189	105 CALLING CARD	Cost Study
05196	140 OFFICE VOICE/VOICEMAIL	Cost Study
05251	(CL) DIR REGIONAL NTWK PLAN-WO	Telco Access Lines
05261	ACCESS ENG TEXAS EAST	Telco Access Lines
05262	ACCESS ENG TEXAS WEST	Telco Access Lines
05266	ACCESS ENG MISSOURI	Telco Access Lines
05269	ACCESS ENG KS NE WY	Telco Access Lines
05271	ACCESS ENG MINNESOTA	Telco Access Lines

Cost	Center CC Description	Company Allocator
05272	ACCESS SVC PROV WO	Telco Access Lines
05273	DIRECTOR AREA PLANNING	Telco Access Lines
05275	TRANSLATIONS ENG WO	Telco Access Lines
05278	SWITCH ENG WO	Telco Access Lines
05279	TRANSMISSION ENG WO	Telco Access Lines
05280	COE INSTALLATION LV	Telco Access Lines
05281	COE INSTALLATION PROJECTS	Telco Access Lines
05282	COE INSTALLATION WO	Telco Access Lines
05283	COE INSTALLATION KS	Telco Access Lines
05284	COE INSTALLATION MO	Telco Access Lines
05285	COE INSTALLATION MN	Telco Access Lines
05286	COE INSTALLATION TX	Telco Access Lines
05288	ACCESS ENG OREGON	Telco Access Lines
05291	ACCESS ENG NEVADA - OTH	Telco Access Lines
05292	ACCESS ENG NEVADA - DM	Telco Access Lines
05296	ACCESS ENG NEVADA - FT	Telco Access Lines
05298	NORTHWEST-DM	Telco Access Lines
05300	(CL) DIR REGIONAL NTKW PLAN-NC	Telco Access Lines
05316	NC ACC ENGINEERING DIRECTOR	Telco Access Lines
05318	NC TRANSMISSION ENG	Telco Access Lines
05326	NC TRANSLATIONS ENG	Telco Access Lines
05328	NEW JERSEY INSTALLATION	Telco Access Lines
05338	ACC ENG - OHIO WEST	Telco Access Lines
05340	ACC ENG - INDIANA EAST	Telco Access Lines
05341	ACC ENG - INDIANA WEST	Telco Access Lines
05342	ACC ENG - WARREN	Telco Access Lines
05343	ACC ENG - OHIO CENTRAL	Telco Access Lines
05348	ACC ENG - NEW JERSEY	Telco Access Lines
05350	ACC ENG - PA NORTH	Telco Access Lines
05351	ACC ENG - PA SOUTH	Telco Access Lines
05355	(CL) DIR REGIONAL NTKW PLAN-MA	Telco Access Lines
05364	DIR NTKW ENGINEERING-MID ATL	Telco Access Lines
05365	MID ATLANTIC NTKW INSTALLATION	Telco Access Lines
05366	NET CONST SUPV. FAYETTEVILLE	Telco Access Lines
05367	NET CONST SUPERVISOR ROCKY MT.	Telco Access Lines
05368	NET CONST SUPERVISOR SOUTHEAST	Telco Access Lines
05369	NET CONST SUPERVISOR CENTEL	Telco Access Lines
05370	REGIONAL TSP	Telco Access Lines
05373	MID ATLANTIC ACCESS SVC. PROV.	Telco Access Lines
05374	MID ATLANTIC TRANSLATIONS ENG.	Telco Access Lines
05376	MGR SWTICH ADMINISTRATION	Telco Access Lines
05379	ELIZABETH CITY-FT	Telco Access Lines
05381	GREENVILLE-FT	Telco Access Lines
05382	ROCKY MOUNT-FT	Telco Access Lines
05384	JACKSONVILLE-FT	Telco Access Lines
05387	DUNN-FT	Telco Access Lines
05388	SOUTH CAROLINA-FT	Telco Access Lines
05390	ASHEBORO-FT	Telco Access Lines
05392	EWO/CAST/GIS	Telco Access Lines
05393	CHARLOTTEVILLE-FT	Telco Access Lines
05395	MARTINSVILLE-FT	Telco Access Lines
05397	BRISTOL-FT	Telco Access Lines
05398	JOHNSON CITY-FT	Telco Access Lines
05402	(CL) DIR. REGIONAL NTKW PLAN-SO	Telco Access Lines
05407	SO ACCESS SERVICE PROV	Telco Access Lines
05408	SO TRANSLATION ENG	Telco Access Lines
05409	SO ACC ENGINEERING DIRECTOR	Telco Access Lines

Cost	Center CC Description	Company Allocator
05410	SO TRANSMISSION ENG	Telco Access Lines
05412	SO COE INSTALLATION	Telco Access Lines
05416	NATIONAL ENGINEERING SUPPORT	Telco Access Lines
05419	ACC ENG - AVON PARK	Telco Access Lines
05420	ACC ENG - FT MYERS	Telco Access Lines
05421	ACC ENG - NAPLES	Telco Access Lines
05424	ACC ENG - OCALA	Telco Access Lines
05425	ACC ENG - WINTER GARDEN	Telco Access Lines
05426	ACC ENG - WINTER PARK	Telco Access Lines
05430	ACC ENG - TALLAHASSEE	Telco Access Lines
05431	ACC ENG - FT WALTON	Telco Access Lines
05434	MGR NTKW SURVEILLANCE - WEST	Telco Access Lines
05435	MGR BROADBAND MAINT CENTER	Telco Access Lines
05437	MGR TECH SUPT. SWITCH	Telco Access Lines
05440	MGR SPECIAL SERVICE OPS - EAST	Telco Access Lines
05442	MGR SPECIAL SERVICE OPS - WEST	Telco Access Lines
05444	MGR NOC SUPT SYST PERF REPRNG	Telco Access Lines
05445	SUPR NNET OPS	Telco Access Lines
05449	MGR TECH SUPT. TRANSPORT	Telco Access Lines
05458	FEO NE-MID ATL FLD OPS WLINE	General Allocator
05483	NATIONAL MANAGER FLEET OPS	Telco Access Lines
05486	RGN MGR FACILITY OPS NCO	Cost Study
05488	FACILITY OPS - GOB (NCO)	Cost Study
05490	FACILITY OPS-MNSFLD OH	Cost Study
05496	FACILITY OPS-PLYMOUTH, IN	Cost Study
05501	FACILITY OPS-SOUTH, PA	Cost Study
05503	UTILITIES - NCO	Cost Study
05505	EQ LOGISTICS - WARSAW, IN	Cost Study
05510	UTILITIES - MWO	Cost Study
05520	RETAIL LEASED FACILITIES	Cost Study
05521	RE STAFF OPERATIONS	Cost Study
05522	FACILITIES ENGINEERING NAT'L	Cost Study
05523	FAC PROJ MGMT- MID SOUTH	Cost Study
05524	FAC PROJ MGMT - NORTH WEST	Cost Study
05525	DESIGN AND CONSTRUCTION MGMT	Cost Study
05526	UTILITIES - NEVADA	Cost Study
05527	FACILITY OPS - NEVADA (SOUTH)	Cost Study
05528	FACILITY OPS - NEVADA (NORTH)	Cost Study
05529	FACILITY OPS-OREGON	Cost Study
05530	FACILITY OPS-WASHINGTON	Cost Study
05532	REG MGR FACILITY OPS MW&NW	Cost Study
05536	BUILDINGS TEXAS SOUTH	Cost Study
05537	FACILITY OPS-KANSAS	Cost Study
05539	FACILITY OPS-MISSOURI	Cost Study
05540	FACILITY OPS-WEST COMPANY	Cost Study
05543	FACILITY OPS-MINNESOTA	Cost Study
05545	FLEET OPS - NEVADA	Cost Study
05546	FLEET OPS WO	Telco Access Lines
05547	BUILDING MANAGEMENT	Headcount Allocator
05553	REG MGR FACILITY OPS-MA	Cost Study
05554	FLEET OPS MA	Telco Access Lines
05556	FACILITY OPS-GREENVILLE, NC	Cost Study
05557	FACILITY OPS-WAKEFOREST, NC	Cost Study
05559	FACILITY OPS - HICKORY, NC	Cost Study
05560	UTILITIES - NEW CENTURY KS	Cost Study
05561	FACILITY OPS-JOHNSON CITY, TN	Cost Study
05562	FACILITY OPS-FAYETTEVILLE, NC	Cost Study

Cost	Center CC Description	Company Allocator
05563	FACILITY OPS-ROCKY MOUNT, NC	Cost Study
05564	UTILITIES - MA	Cost Study
05581	REG MGR FACILITY OPS-SO	Cost Study
05582	UTILITIES MGMT	General Allocator
05583	FACILITY OPS - FT. MYERS	Cost Study
05584	FACILITY OPS - AVON PARK	Cost Study
05586	UTILITIES - SO	Cost Study
05587	FACILITY OPS - WINTER PARK	Cost Study
05588	FACILITY OPS - OCALA	Cost Study
05589	FAC OPS-FT. WALTON/TALLAHASSEE	Cost Study
05590	FLEET OPS FL SOUTH	Telco Access Lines
05606	CIRAS	Telco Access Lines
05635	REUNION	Cost Study
05700	HR OPS ENG & NET DEV	Headcount Allocator
05701	HR ESN ADMIN	Headcount Allocator
05739	LABOR RELATIONS	Headcount Allocator
05904	VP STATE EXT AFFAIRS-WEST	Cost Study
05906	MGR REGULATORY AFFRS	Cost Study
05908	STATE EXECUTIVE NEVADA	Cost Study
05912	DIRECTOR REVENUES	Cost Study
05913	DIRECTOR GOVT-REGULATORYAFF	Cost Study
05914	(CL) GOVERNMENTAL AFFAIRS MGR	Cost Study
05916	VP EXTERNAL AFFAIRS	Cost Study
05917	SR ATTORNEYS	Cost Study
05919	SR PA MNGR-MN-NE-WY	Cost Study
05920	SR MNGR-KS	Cost Study
05921	SR MNGR-MO	Cost Study
05922	SR MANAGER - P.A. - TX	Cost Study
05923	(CL) MW EXT-INT COMMUNICATIONS	Cost Study
05924	REG PUBLIC AFFAIRS MGR	Cost Study
05926	STATE EXECUTIVE- TX	Cost Study
05928	STATE EXEC-MN-NE-WY	Cost Study
05932	ST EXECUTIVE-KS-MO	Cost Study
05934	GOVERNMENTAL AFFAIRS DIR - KS	Cost Study
05935	GOVERNMENTAL AFFAIRS DIR - MO	Cost Study
05938	DIR REG AFFAIRS-PA-NJ	Cost Study
05939	DIR GOV AFF-PA-NJ	Cost Study
05941	DIR REG AFFAIRS-OHIO	Cost Study
05943	(CL) DIR GOVT AFF - OHIO	Cost Study
05946	PUBLIC RELATIONS	Cost Study
05954	PUBLIC AFFAIRS MGR-OH-IN	Cost Study
05968	PUBLIC AFFAIRS MGR-PA-NJ	Cost Study
05974	GENERAL COMM MGR - NCO	Cost Study
05977	EXT AFFAIRS - IND	Cost Study
05979	DIR GOV AFFAIRS - III	Cost Study
05982	VP STATE EXT AFFAIRS	Cost Study
05983	DIR GOVERNMENTAL RELATIONS	Cost Study
05984	DIR Corp Comm & PUB AFFAIRS	Cost Study
05985	PUB AFFAIRS-AVON PARK	Cost Study
05986	PUB AFFAIRS - NAPLES	Cost Study
05988	PUB AFFAIRS - LEESBURG	Cost Study
05989	PUB AFFAIRS - OCALA	Cost Study
05990	PUB AFFAIRS - WINTER GARDEN	Cost Study
05991	PUB AFFAIRS - FORT WALTON	Cost Study
05994	MGR - GENERAL COMMUNICATIONS	Cost Study
06005	PUB AFFAIRS - FORT MYERS	Cost Study
06007	PUB AFFAIRS - WINTER PARK	Cost Study

Cost	Center CC Description	Company Allocator
06009	PUB AFFAIRS - TALLAHASSEE	Cost Study
06011	MGR - GENERAL PUBLIC AFFAIRS	Cost Study
06014	DIR - REGULATORY AFFAIRS	Cost Study
06018	DIR EXT AFFRS - SC	Cost Study
06019	LEGAL-NC-SC	Cost Study
06026	DIR EXT AFFRS - NC	Cost Study
06028	REGIONAL MGR EXT AFFRS	Cost Study
06029	DIR OF PA AND CORP COMM	Cost Study
06042	PUBLIC AFFAIRS MGR-JOHNSON CITY	Cost Study
06052	REG PUBLIC AFFRS MGR-FYTV	Cost Study
06053	PUBLIC AFFAIRS MGR-FYTV	Cost Study
06054	PUBLIC AFFAIRS MGR-ASBO	Cost Study
06055	PUBLIC AFFAIRS MGR-DUNN	Cost Study
06056	PUBLIC AFFAIRS MGR-HICKORY	Cost Study
06057	PUBLIC AFFAIRS MGR-BUFT	Cost Study
06058	PUBLIC AFFAIRS MGR-CLINTON	Cost Study
06059	MGR COMM DEV AND PUB AFF	Cost Study
06060	PUBLIC AFFAIRS MGR-RCMT	Cost Study
06061	PUBLIC AFFAIRS MGR-HENDERSON	Cost Study
06062	PUBLIC AFFAIRS MGR-GRVL	Cost Study
06063	PUBLIC AFFAIRS MGR-NWBM	Cost Study
06064	PUBLIC AFFAIRS MGR-ELZC	Cost Study
06065	PUBLIC AFFAIRS MGR-JACKSONVILLE	Cost Study
06066	Reg PUBLIC AFFAIRS MGR-CHLV	Cost Study
06068	PUBLIC AFFAIRS MGR-MTNV	Cost Study
06069	PUBLIC AFFAIRS MGR-KINGSPORT	Cost Study
06071	STATE EXECUTIVE NC-SC	Cost Study
06073	MGR- REGULATORY AFFRS - NC	Cost Study
06074	MGR REGULATORY AFFRS-SC	Cost Study
06081	MGR - REGULATORY AFFRS - TN	Cost Study
06083	ST EXEC-EXT AFFRS-TN-VA	Cost Study
06084	DIR EXT AFFRS -Tn	Cost Study
06085	DIR EXT AFFRS - Va	Cost Study
06090	ENT MKTG AREA - STRATEGIC AD	Cost Study
06092	OUTSIDE LEGAL SERVICE	Cost Study
06152	DIR BUS STRATEGY	Cost Study
06163	ECI TECHNICIAN SUPPORT	Telco Access Lines
06167	SLS MGR - WAKE FOREST	Cost Study
06172	SLS MGR - ORLANDO 3	Cost Study
06175	DIR SOUTHERN SLS	Cost Study
06176	SLS MGR - ORLANDO 1	Cost Study
06179	OPS MGR-EDGE OUT	Telco Access Lines
06180	INFO TECH	Telco Access Lines
06182	WINTER GARDEN BT	Telco Access Lines
06184	WINTER PARK-BT	Telco Access Lines
06187	SLS MGR - FT. MYERS	Cost Study
06188	SLS MGR - ORLANDO 2	Cost Study
06189	SCM2	Cost Study
06191	FT. MYERS-BT	Telco Access Lines
06192	NAPLES-BT	Telco Access Lines
06193	AVON PARK-BT	Telco Access Lines
06196	BUS SVC MGR-FT. LAUDERDALE	Telco Access Lines
06198	BUS SVC MGR-TAMPA	Telco Access Lines
06200	CNS SALES	Telco Access Lines
06201	SLS MGR - TALLAHASSEE	Cost Study
06203	SLS MGR - TALLAHASSEE GOV	Cost Study
06204	TALLAHASSEE-BT	Telco Access Lines

Cost

Center	CC Description	Company Allocator
06205	SLS MGR - DALLAS 2	Telco Access Lines
06207	SLS MGR - OCALA	Cost Study
06209	OCALA BT	Telco Access Lines
06212	BUS SVC MGR-JACKSONVILLE	Telco Access Lines
06214	FT. WALTON BEACH-BT	Telco Access Lines
06215	DIR WESTERN SLS	Cost Study
06219	MGR - NTL IMPLEMENTATION	Cost Study
06226	SLS MGR - LAS VEGAS 3	Cost Study
06228	MINNESOTA-BT	Telco Access Lines
06231	MISSOURI-BT	Telco Access Lines
06233	EAST TEXAS-BT	Telco Access Lines
06235	WEST TEXAS-BT	Telco Access Lines
06236	DIR NEVADA SLS	Cost Study
06239	BUSINESS OPS - MIDWEST	Cost Study
06241	BUSINESS SERVICES	Telco Access Lines
06244	NEVADA ENTERPRISE COGS	Telco Access Lines
06246	REGULATED B1-CLARK COUNTY	Telco Access Lines
06247	HOSPITALITY - MGM MIRAGE	Telco Access Lines
06248	REG B1/MCCARRAN AIRPORT	Telco Access Lines
06250	PBX/KEY INSTALLS & REPAIR	Telco Access Lines
06252	SLS MGR - HOOD RIVER	Cost Study
06253	NORTHWEST-BT	Telco Access Lines
06264	SLS MGR - FT. WALTON	Cost Study
06268	WARREN-BT	Telco Access Lines
06269	SLS MGR - MISSOURI	Cost Study
06284	SLS MGR - CENTRAL PA/NJ	Cost Study
06287	OPS MANAGER CHAMBERSBURG	Telco Access Lines
06289	NEW JERSEY - BT	Telco Access Lines
06297	DIR NE SLS	Cost Study
06299	(CL) NEW JERSEY-BT	Telco Access Lines
06303	INDIANA WEST-BT	Telco Access Lines
06305	SLS MGR - HICKORY	Cost Study
06308	BWM STRATEGIC OPERATIONS	Telco Access Lines
06319	INDIANA EAST-BT	Telco Access Lines
06322	OHIO CENTRAL-BT	Telco Access Lines
06323	ORPHAN COST CENTER	Telco Access Lines
06324	SLS MGR - NE OH/PA	Cost Study
06325	OPS MANAGER MANSFIELD	Telco Access Lines
06330	OPS MANAGER LIMA	Telco Access Lines
06333	OPS MANAGER CARLISLE	Telco Access Lines
06336	SLS MGR - ROCKY MOUNT	Cost Study
06343	BOPS ROCKY MOUNT NC	Telco Access Lines
06345	SLS MGR - GREENVILLE NC	Cost Study
06347	BOPS GREENVILLE NC	Telco Access Lines
06350	SLS MGR - SOUTH CAROLINA	Cost Study
06353	BOPS FAYTTE/SMTHFLD/CLNTN/DUNN	Telco Access Lines
06358	SLS MGR - FAYETTEVILLE	Cost Study
06359	BOPS MGR-RALEIGH NC	Telco Access Lines
06360	BOPS RALEIGH/SILERCITY/STH PIN	Telco Access Lines
06365	HOUSTON - ED	Telco Access Lines
06368	BOPS HICKORY	Telco Access Lines
06369	BOPS CHARLOTTE NC	Telco Access Lines
06374	BOPS TRAUD	Telco Access Lines
06377	BOPS GRNVILLE/COLUMBIA/GREENWD	Telco Access Lines
06381	BOPS CHARLESTON SC	Telco Access Lines
06383	SLS MGR - TRI CITIES	Cost Study
06385	BOPS BRISTOL TN	Telco Access Lines

Cost	Center CC Description	Company Allocator
06388	BOPS JOHNSON CITY TN	Telco Access Lines
06393	BOPS MGR-VIRGINIA	Telco Access Lines
06394	BOPS N VA/RICHMOND/TIDEWATER	Telco Access Lines
06395	BOPS CHARLOTTESVILLE VA	Telco Access Lines
06396	BOPS MARTINSVILLE	Telco Access Lines
06400	BOPS NASHVILLE/MEMPHIS TN	Telco Access Lines
06413	DATABASE	Telco Access Lines
06414	USF	Telco Access Lines
06419	MGR BUSINESS WFM	Telco Access Lines
06446	SLS MGR - LAS VEGAS 4	Cost Study
06451	DIR MIDATL SLS	Cost Study
06482	OLD CAP PLAN	Cost Study
06483	SLS MGR - LAS VEGAS 5	Cost Study
06497	NETWORK SOLUTIONS DEVELOPMENT	Telco Access Lines
06533	INTERNET CENTER OPERATIONS	General Allocator
06535	PUB ADPROMO	Cost Study
06600	814 ARION PARKWAY TXSATI	Cost Study
06644	BUSINESS COST - TELECOM TAXES	General Allocator
06664	AUTOMATION SERVICES	Cost Study
06667	325 DATABASE MANAGEMENT - MR	Cost Study
06670	340 DISASTER RECOVERY	Cost Study
06675	IS BUSINESS PLANNING	Cost Study
06687	400 ARCHITECTURE	Cost Study
06776	CONSUMER MISCELLANEOUS EXPENSE	Cost Study
06791	NCO INTERNAL USAGE CHARGES	General Allocator
06819	(CL) PUBLIC AFFAIRS	Cost Study
06851	(CL) FIS-FAST IS CHARGEBACK	General Allocator
06868	RETAIL LAS VEGAS BLVD LVNV	Cost Study
07136	(CL) CALL CTR TECH WFM & AGT .	Telco Access Lines
07200	EVENTS NORTHEAST REGION	General Allocator
07234	AIKEN	Telco Access Lines
07237	CITRUS	Telco Access Lines
07238	CHARLESTON	Telco Access Lines
07239	CUMBERLAND NC	Telco Access Lines
07240	CUMBERLAND PA	Telco Access Lines
07242	LIBERTY	Telco Access Lines
07243	ESCAMBIA	Telco Access Lines
07248	MICHIGAN	Telco Access Lines
07249	MILWAUKEE	Telco Access Lines
07250	OKEECHOBEE	Telco Access Lines
07252	RESCARE	Telco Access Lines
07253	SOUTH CAROLINA	Telco Access Lines
07254	SEMINOLE	Telco Access Lines
07257	WISCONSIN	Telco Access Lines
07260	LEON	Telco Access Lines
07261	LUCAS	Telco Access Lines
07294	PUB SEC - GSD COR	Telco Access Lines
07298	SLS SUPPORT REPAIR	Cost Study
07299	SLS SUPPORT BRISTOL	Cost Study
07334	(CL) INFORMATION TECH SUPPORT	Cost Study
07335	(CL) FIELD OPERATIONS NORTHWEST	Cost Study
07341	NETWORK OPS - ADMIN	Cost Study
07343	(CL) FIELD OPS TIER 3/TRS	Cost Study
07344	NETWORK OPERATIONS	Cost Study
07345	(CL) FIELD OPERATIONS SUPPORT	Cost Study
07346	(CL) FIELD OPS HARDWARE/SOFTWA	Cost Study
07363	(CL) LTAD IT DEV-IT INFRASTR	Cost Study

Cost Center	CC Description	Company Allocator
07372	OPERATIONS SUPPORT	Cost Study
07390	APPL DEV VP	Cost Study
07391	APP DEV SOFTWARE	Cost Study
07392	PROJECT & RELEASE MGMT	Cost Study
07393	IT GOVERNANCE	Cost Study
07394	IT STRATEGIC PLANNING	Cost Study
07395	APP DEV-ENTERPRISE APPL	Cost Study
07396	CIO	Cost Study
07473	TECHNOLOGY PLANNING	Telco Access Lines
07474	SLS MGR - WESTERN OH	Cost Study
07491	CONVERSION CTA	Cost Study
07494	NLC FINANCIAL SYS (TRANSITION)	General Allocator
07495	(CL) FOSI DIRECT	General Allocator
07593	NSC	Cost Study
07598	STRATEGIC WHOLESALE SVC CTR	Telco Access Lines
07601	SLS SUPPORT MAITLAND	Cost Study
07626	NA STRATEGIC SALES - RESTON	Telco Access Lines
07637	ILLIANA ENT	Telco Access Lines
07662	STOCK-BASED COMP EXP - LTD	Cost Study
07668	KS NE WY-BT	Telco Access Lines
07694	(CL) PRICING & CONTRACT ANALYS	General Allocator
07699	DECATUR- NASC	Telco Access Lines
07700	INMATE DIRECT EXPENSE	Telco Access Lines
07701	PASCO	Telco Access Lines
07722	(CL) LWIG IT DEV-WIRELESS IMPL	Cost Study
07727	SLCS HELP DESK CONTRACTOR	Cost Study
07730	SLS SUPPORT ORDER MGMT	Cost Study
07742	MGR SLS & CARE - OH	Cost Study
07744	DIR SBHB & CARE	Cost Study
07752	DATA COMM SERVICES	Cost Study
07766	SPINCO FEES & OTHER EXPENSE	Cost Study
07790	US UNWIRED USU MISC GA	General Allocator
07795	HELP DESK TAG -- LA.	Cost Study
07796	REPAIR TAG -- LA.	Cost Study
07809	GB_AD PROMO NORTH	Telco Access Lines
07810	LTD - CEO	General Allocator
07812	SPINCO WIRELESS 3RD PARTY COST	Cost Study
07854	CUST OPS SUPP - EXECUTIVE	Cost Study
07855	LTD CONTROLLER	General Allocator
07868	ITTT - TIER II DEVELOP - BILL	General Allocator
07889	CHIEF FINANCIAL OFFICER	General Allocator
07890	ASSISTANT CONTROLLER	General Allocator
07891	ACCOUNTING OPERATIONS	General Allocator
07892	COMMISSIONS PROCESSING	General Allocator
07894	SOX 404 PMO	General Allocator
07897	M&A AND CAPITAL MARKETS	General Allocator
07898	TELECOM & SALES TAX	General Allocator
07899	REAL ESTATE FINANCE	General Allocator
07900	FEDERAL & STATE INCOME TAX	General Allocator
07901	REAL & PERSONAL PROPERTY TAX	General Allocator
07902	REVENUE MANAGEMENT - VP	General Allocator
07903	BILLING OPERATIONS	General Allocator
07904	CHANGE MANAGEMENT & IMPLEMENTA	General Allocator
07905	CREDIT & COLLECTIONS STRATEGY	General Allocator
07906	COLLECTIONS	General Allocator
07907	PAYMENT OPS & FRAUD	General Allocator
07908	REVENUE ACCOUNTING	General Allocator

Cost	Center CC Description	Company Allocator
07909	MAILING SERVICES	General Allocator
07910	INVESTOR RELATIONS	General Allocator
07912	BUSINESS WHOLESALE/SNS	General Allocator
07913	NETWORK SVCS - DEC SUP	General Allocator
07914	IT & CORPORATE	General Allocator
07915	INTERNAL AUDIT (OPEN) (DIRECTO	General Allocator
07916	CORP. STRATEGY & DEVELOPMENT	General Allocator
07917	CORPORATE STRATEGY - VP	General Allocator
07918	ECONOMIC ANALYSIS & FORECASTIN	General Allocator
07919	CORP. & BUS DEVELOPMENT	General Allocator
07921	GENERAL COUNSEL (GERKE)	Cost Study
07922	COMMERCIAL LAW - VP	Cost Study
07923	STAFF OPER.-LEGAL LAW&EXT. AFF	Cost Study
07924	CORP GOVERNANCE & CHIEF ETHICS	Cost Study
07925	ETHICS	Cost Study
07926	LITIGATION	Cost Study
07927	VP REGULATORY & EXTERNAL AFFAIR	Cost Study
07928	VP REGULATORY AFFAIRS	Cost Study
07936	(CL) REGULATORY POLICY	Cost Study
07955	ACTING HEAD FEDERAL ADVOCACYVP	Cost Study
07957	FEDERAL EXTERNAL AFFAIRS	Cost Study
07958	HR EXEC	Headcount Allocator
07959	TRAINING PROFESSIONAL FEES	Headcount Allocator
07960	HRIT - HR IT & SYSTEMS SUPPORT	Headcount Allocator
07961	RECRUITMENT	Headcount Allocator
07962	TRAINING DEVELOPMENT & DELIVER	Headcount Allocator
07964	LEADERSHIP DEVEL - OD	Headcount Allocator
07965	EMPLOYEE RELATIONS POLICY	Headcount Allocator
07966	INTERNAL COMMUNICATIONS	Cost Study
07967	COMMUNICATION & TECHNICAL SERV	Cost Study
07968	DIRECTOR - HR Real Estate	Cost Study
07969	HQ PROJECTS	Cost Study
07975	CULTURE	Headcount Allocator
07976	HR_SHARED_SVCS_EXEC	Headcount Allocator
07977	COMPENSATION	Headcount Allocator
07978	BENEFITS	Headcount Allocator
07979	HR CLIENT RELATIONS	Headcount Allocator
07980	ERC	Headcount Allocator
07981	PROGRAMS	Headcount Allocator
07982	EXTERNAL COMM. & BRAND	Cost Study
07983	BRAND MARKETING	Cost Study
07984	SPONSORSHIP MARKETING	Cost Study
07985	MEETINGS AND EVENTS	Cost Study
07986	EXTERNAL COMMUNICATIONS	Cost Study
07987	COMMUNITY RELATIONS	Cost Study
07988	SECURITY	Headcount Allocator
07989	PROCESS IMPROVEMENT & QUALITY	Cost Study
07990	MTRCS_STRAT - HR METRICS & STR	Headcount Allocator
07991	TREASURER	General Allocator
07992	CDS DIRECTOR	Telco Access Lines
07994	(CL) SS EMPLOYEE SERVICES OPS	General Allocator
07999	CONTRACTS	Cost Study
08000	VP - CONTACT CENTERS (S)	Cost Study
08025	4710 EISENHOWER FLTAPF	Cost Study
08039	IT ENT APPS - NONBILLABLE	Cost Study
08040	IT TRANSITION COSTS	Cost Study
08041	(CL) APP DEV-NORTH SUPPLY	Cost Study

Cost	Center CC Description	Company Allocator
08042	(CL) LTES IT DEV-ES	Cost Study
08043	APP DEV SOFTWARE-ENTERPRISE AD	Cost Study
08044	APP DEV-REVENUE MGMT/PROD DEV	Cost Study
08045	ENTERPRISE APPL- IBM	Cost Study
08046	ENTERPRISE APPL - EDS	Cost Study
08047	COMPUTING & COMM SVCS	Cost Study
08048	ES NETWORK H/S	Cost Study
08049	ES MIDRANGE H/S	Cost Study
08050	ES MAINFRAME H/S	Cost Study
08051	BUSINESS PLANNING	Cost Study
08052	TELECOM	Cost Study
08055	APP DEV-FINANCE/HR/SCM/CORP	Cost Study
08061	APPL DEV - TSA	Cost Study
08062	APPL DEV - ACCENTURE AD	Cost Study
08063	APPL DEV-ACCENTURE ECOMMERCE	Cost Study
08064	APPL DEV - IBM	Cost Study
08065	APPL DEV - EDS	Cost Study
08066	BOARD OF DIRECTOR &OUTSIDE EXP	General Allocator
08089	BUSINESS SALES CPGA CDMA	General Allocator
08103	COMMERCIAL PORTFOLIO CTA	Cost Study
08114	SALES SUPPORT EAST -OPERATIONS	Cost Study
08129	TWIN VALLEY EXCHANGE SALE	General Allocator
08523	MISC - CARRIER MARKETS	Telco Access Lines
08524	NETWORK SERVICES OVERHEAD	Telco Access Lines
08526	STATE EXT AFFAIRS-MISC	Cost Study
08569	TAXES & REGULATORY FEES	General Allocator
08587	ENVIRONMENTAL HEALTH & SAFETY	General Allocator
08588	ENVIRONMENTAL PERMITS & FEES	General Allocator
08612	COMMERCIAL CORP - ALLOCATED	Cost Study
08615	COMMERCIAL CORP - NON- ALLOCATED	Cost Study
08619	COMM'L LOCAL-ALLOC REGION HQ	Cost Study
08622	LOCAL CORP ALLOCATED - MAO	Cost Study
08623	SECURITY MANAGEMENT	Headcount Allocator
08630	CLIENT SERVICES WO / NCO (WEST)	Cost Study
08632	COMMERCIAL LOCAL CALL CENTERS	Cost Study
08633	COMM'L LOCAL - CORP ALLOC OTHER	Cost Study
08638	CLIENT SVCS SO / MAO (EAST)	Cost Study
08640	CLIENT SVCS KC HQ	Cost Study
08642	OUTPUT SOLUTIONS	Cost Study
08651	MAIL SERVICES	Cost Study
08654	PRINTING SOLUTIONS	Cost Study
08655	RECORDS MANAGEMENT	Cost Study
08658	FORMS AND GRAPHICS	Cost Study
08659	GPA PROJECTS	Cost Study
08662	CLIENT SVCS RETAIL PROGRAM	Headcount Allocator
08670	LOCAL CORP ALLOCATED - NCO	Cost Study
08673	LOCAL CORP ALLOCATED - WO	Cost Study
08681	LOGISTICS - ALLOCATED EF&I	Cost Study
08686	OTHER NE CLUSTER MISC BLDGS	General Allocator
08692	NETWORK FACILITIES - ALLOCATED	Cost Study
08694	NETWORK FACILITIES - NON-ALLOCATED	Cost Study
08722	REG MGR FACILITY OPS-HQ/KC	Cost Study
08737	RE STAFF - NON-ALLOCATED	Cost Study
08740	LTD CRE POOL-SOUTH MISC ADMIN	General Allocator
08892	SEAMLESS INTEGRATED CALL CENTER	General Allocator
08907	LEESBURG - NASC	Telco Access Lines
08908	BUS MKTS ADVERTISING/PROMOS	Cost Study

Cost Center CC Description	Company Allocator
08909 BUS RETAIL LOCAL MKTING	Cost Study
08910 BUSINESS TRANSITION COSTS	Cost Study
08913 FINANCE TRANSITION COSTS	Cost Study
08914 HR TRANSITION COSTS	Cost Study
08915 NORTH SUPPLY TRANSITION EXP	Cost Study
08968 MGMT FEE - CMO	General Allocator
08980 STRATEGY TRANSITION COSTS	Cost Study
08981 (CL) WHOLESALE TRANSITION COSTS	Cost Study
08990 FLIGHT OPERATIONS	Headcount Allocator
09001 RETAIL STORES	Cost Study
09960 NORTH SUPPLY	Cost Study
09995 IS CHARGEBACK - LTD PROGRAMMING	Cost Study
09998 SUMC ADMIN DEPRECIATION	General Allocator
12122 CONSUMER ACQ DIRECT MARKETING	General Allocator
12220 USER REQUIREMENT&RESOURCE MGMT	General Allocator
12230 LOCAL VOICE ALTERNATE ACCESS	General Allocator
13239 MVS-OTHER	General Allocator
13349 SE PRIN ENG/OUTSIDE PLANT	Cost Study
13382 FEO NE-NYNE FLD OPS WLESS	General Allocator
13942 FEO SOUTH-MS FLD OPS WLESS	Cost Study
21207 FEO CENTRAL-SW OPS WLESS	General Allocator
21907 FEO CENTRAL-WEST FLD OPS WLESS	General Allocator
23307 SC AREA MGR 3 - WIRELESS	Cost Study
31305 OKI INDIRECT AGENT DIRECTOR	General Allocator
33132 SLS MGR - NAPLES	Cost Study
35804 SLS MGR - INDIANA	Cost Study
41170 WEST PENNSYLVANIA MARKET RS	Cost Study
45430 SLS MGR - CHARLOTTESVILLE	Cost Study
46210 PR/VI MULTI CHANNEL DIRECTOR	General Allocator
85141 BRAND TRANSITION COST	Cost Study
99209 ENTERPRISE NETWORK LEASE	Cost Study
99998 FOR ACCOUNTING USE ONLY	General Allocator

**EMBARQ MANAGEMENT COMPANY
2007 BASIS FOR ALLOCATION**

DEFINITIONS:

Cost Study - The Cost Study is prepared by the cost center supervisor based on known or planned activities of each individual in the cost center and the time historically spent or expected to be spent in providing services to the telephone and/or non-telephone entities. The employee's time used to assign employee driven costs is based on the amount of time historically spent by the individual employee in providing services as adjusted for known changes. It is not normally based on a sample of actual time reporting by the employee. All employee driven costs of the cost center are assigned using the employee time assignment factor.

Headcount Allocator- The Headcount Allocator factor is based on the sum of direct divisional employees plus Embarq Management Company employees allocated to Embarq divisional business units.

General Allocator - The General Allocator factor is based on the operating expenses of an Embarq business unit or division versus the total operating expenses for total Embarq Corporation. The General Allocator is used to allocate unattributable costs incurred by the Embarq Management Company on behalf of total Embarq Corporation. The General Allocator is mainly used for those cost centers that provide general services to all parts of Embarq Corporation and for which another allocation factor will not appropriately allocate the costs. The General Allocator assigns the costs directly to each individual subsidiary.

Telco Access Lines - Allocated on the basis of the relationship of the number of total access lines of each Embarq local exchange company compared to the total number of access lines for all the Embarq local exchange companies. Telco Access Lines is primarily used when the activities performed in the cost center are related to the total number of customers served

EMBARQ MANAGEMENT COMPANY
AFFILIATED INTEREST REPORT
FOR 2007

Costs of EMC departments (referred to as Cost Centers) incurred in providing services to or for Embarq Corporation and its subsidiaries are allocated to the parent company and to each individual company based on the relationship of services provided and expected benefits.

Some of the more important and common types of services provided by EMC to United Telephone Company of the Northwest and others include:

- A. Advice and assistance in management and operating methods and procedures, including but not limited to, studies, surveys, seminars, reports, recommendations, suggestions, and directions covering many phases of management and operations.
- B. Advice and assistance on financial matters, accounting practices and procedures, budget procedures, state and federal taxes, and in the preparation of annual, quarterly, and all other reports required by regulatory and other external agencies.
- C. Coordination of standards and negotiation of system-wide volume purchase agreements on equipment, materials and supplies and the development of and assistance in the implementation of system-wide engineering planning.
- D. Legal advice, assistance, and opinions relating to any matter in which any or all of the affiliated companies are or may be involved.
- E. Advice and assistance in developing financial programs, representation before debt securities rating agencies, cash forecasts, establishment of lines of credit, securing of loans, establishment of overall financial policies and procedures, statistical and other reports, issuance and sale of stocks, bonds, notes, commercial paper, and other securities.
- F. Centralized management and administration of the pension plan.
- G. Development of procedures and support systems for depreciation and separations studies.
- H. Advice and assistance in separations and access charge revisions proposed to and by the FCC, the Federal/State Joint Board, and state commissions related to inter and intraLATA revenues.
- I. Coordination of the development and filing of access charge tariffs and rates, as well as all associated and supporting cost studies and data, and participation in related regulatory proceedings.
- J. Negotiations of premiums and placement of insurance contracts and advice and assistance with regard to security and safety.
- K. Advice and assistance in marketing and sales of regulated and competitive products and services and assistance in the promotion of new and existing services, tariffs, public relations, and advertising.
- L. Maintenance of personnel records on all key employees, the coordination of inter-company moves, establishment and maintenance of personnel performance measurement programs, establishment and conduct of training and management development programs.
- M. Advice and assistance in all other matters as requested or required.

EMBARQ MANAGEMENT COMPANY
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- III. For intercompany loans to the utility from the affiliates and from the utility to the affiliates, provide:
- A. The year-end loan amounts outstanding separately for short-term and long-term loans;
 - B. The maximum loan amount outstanding during the year separately for short-term and long-term;
 - C. A description of the terms and conditions for loans including the basis for interest rates.
- IV. If the utility guarantees any debt of affiliates, identify the affiliates involved, the nature of the debt, the original amount of the debt, the maximum amount during the year, the balance as of the end of the year and the Commission Order(s) approving the transaction where such approval is required by law.
- V. Report other transactions (utility leasing of affiliate property, affiliate leasing of utility property, utility purchase of affiliate property, material or supplies and affiliate purchase of utility property, material or supplies).

Response:

- III. A. Not applicable.
- B. Not applicable.
- C. Not applicable.
- IV. Not applicable.
- V. Not applicable.

EMBARQ COMMUNICATIONS, INC.
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- I. An organization chart showing the parent company, all subsidiaries, and the percentage of ownership for each. Attach pages showing the information requested below for affiliates with financial transactions of more than \$100,000 with the regulated company.
 - A. A list of directors and/or officers common to the regulated utility and to the affiliated interest;
 - B. Changes in successive ownership between the regulated utility and affiliated interest;
 - C. A narrative description of each affiliated interest with which the regulated utility does business. State the factor(s) giving rise to the affiliation
 - D. A balance sheet and income statement for each affiliated interest for the 12-month reporting period.

Response:

- I. Organization chart is provided in the Embarq Corporation section on pages 1-2 to 1-4.
 - A. This information is provided in the Embarq Corporation section on pages 1-5 to 1-6.
 - B. No change has occurred.
 - C. The narrative description of each affiliated interest was provided in the Embarq Corporation section on pages 1-7 to 1-8. United Telephone Company of the Northwest's affiliation with Embarq Communications, Inc. is a result of Embarq Corporation's ownership of both entities.
 - D. This information is proprietary and is provided on pages 3-2 and 3-3.

EMBARQ COMMUNICATIONS, INC.
BALANCE SHEET
As of DECEMBER 31, 2007
(thousands, except share and per share data)

December 31,	2007
Assets	
Current assets	
Cash	
Accounts receivable, net of allowance for doubtful accounts of \$17,471 and \$8,506	
Deferred costs	
Affiliated receivables	
Advances to parent company	
Inventories	
Income tax receivable from parent company	
Deferred income taxes	
Total current assets	
Property, plant and equipment	
Accumulated depreciation	
Net property, plant and equipment	
Other	
Total	
Liabilities and Stockholder's Equity	
Current liabilities	
Accounts payable	
Accrued operating taxes	
Accrued income taxes	
Advance billings	
Other	
Total current liabilities	
Noncurrent liabilities	
Other	
Total noncurrent liabilities	
Stockholder's equity	
Common stock, par value \$1 per share, 1,000 shares authorized, 1,000 shares issued and outstanding	
Capital in excess of par	
Retained earnings	
Total stockholder's equity	
Total	

EMBARQ COMMUNICATIONS, INC.
STATEMENT OF OPERATIONS
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2007
(in thousands)

Year ended December 31,	2007
Net Operating Revenues	██████████
Operating Expenses	
Cost of services and products	██████████
Selling, general and administrative	██████████
Depreciation and amortization	██████████
Total operating expenses	██████████
Operating Income	██████████
Interest expense	██████████
Other income, net	██████████
Income before income taxes	██████████
Income taxes	██████████
Net Income	██████████

EMBARQ COMMUNICATIONS, INC.
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- II. Services furnished by the utility to the affiliate and vice versa. Please include the following items in the designated format:
- A. The annual charges by type of service and accounts, including the Intrastate amounts;
 - B. In total for each affiliated interest whether receiving or providing services, show:
 - 1 Total charges for billings;
 - 2 Cost of Service
 - C. Description of basis of pricing;
 - D. Procedures for allocating costs;
 - E. A description of the nature of services in reasonable detail;

Response:

- II. A. This information is proprietary and is provided on page 3-5.
- B. This information is proprietary and is provided on page 3-5.
- C. This information is proprietary and is provided on page 3-5.
- D. Telecom Service CARE charges are billed to the carrier based on a flat fee per PICed access line. Billing & Collection revenue is assigned to the business unit and state level based on customer location. The Telecommunications Services costs are assigned to the business unit level based on the business unit that ordered the equipment. The customer care expense is charged to ECI based on call center time study calculations with the contra expense allocation to the telephone operating companies based on access lines.
- E. This information is provided on page 3-6.

**EMBARQ COMMUNICATIONS, INC.
 AFFILIATED INTEREST REPORT
 For the year ended December 31, 2007**

	Total Company	Total Washington	Washington Intrastate
<u>II. Receipts from Embarq Communications, Inc.</u>			
<u>Accounts/Services</u>			
5082 - Telecom Services			
5084 - Telecom Services			
5270 - Billing & Collection			
6623 - Customer Care - Sales Agency Agreement (contra expense)			
Total Receipts from Embarq Communications, Inc.			
Cost of Service (See Note 1 Below)			

Description of Basis of Pricing:

The Billing & Collection transaction is valued at prevailing market price and the customer care charges are based on fully distributed costs in accordance with FCC Docket 96-150.

Note 1: Costs of services are not tracked at the affiliate transaction level.

	Total Company	Total Washington	Washington Intrastate
<u>II. Payments to Embarq Communications, Inc.</u>			
<u>Accounts/Services</u>			
6116 - Telecommunication Services			
Total Payments to Embarq Communications, Inc.			
Cost of Service (See Note 1 Below)			

Description of Basis of Pricing:

The charges are based on prevailing market price in accordance with FCC Docket 96-150.

Note 1: Costs of services are not tracked at the affiliate transaction level.

**EMBARQ COMMUNICATIONS, INC.
AFFILIATED INTEREST REPORT
FOR 2007**

Telecommunication Services - Provided

Administration services of phone numbers controlled by other service providers.

Billing and Collection

Includes the charges associated with long distance, directory and wireless services that are billed to the telephone company's customer via their local service bill. The transactions included in this filing are priced at prevailing market price.

Customer Care

Customer service support provided by local telephone division employees to affiliates. Processed between the companies through inter-company allocations and recorded on the local company side as a contra expense. This transaction is priced at fully distributed cost.

Telecommunications Services - Received

Includes charges for company official use of wireless handsets. This transaction is priced at prevailing market price.

EMBARQ COMMUNICATIONS, INC.
AFFILIATED INTEREST REPORT
For 2007

Please provide:

III. For intercompany loans to the utility from the affiliates and from the utility to the affiliates, provide:

- A. The year-end loan amounts outstanding separately for short-term and long-term loans;
- B. The maximum loan amount outstanding during the year separately for short-term and long-term;
- C. A description of the terms and conditions for loans including the basis for interest rates.

IV. If the utility guarantees any debt of affiliates, identify the affiliates involved, the nature of the debt, the original amount of the debt, the maximum amount during the year, the balance as of the end of the year and the Commission Order(s) approving the transaction where such approval is required by law.

V. Report other transactions (utility leasing of affiliate property, affiliate leasing of utility property, utility purchase of affiliate property, material or supplies and affiliate purchase of utility property, material or supplies).

Response:

III. Not applicable.

IV. Not applicable.

V. Not applicable.

EMBARQ LOGISTICS, INC.
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- I. An organization chart showing the parent company, all subsidiaries, and the percentage of ownership for each. Attach pages showing the information requested below for affiliates with financial transactions of more than \$100,000 with the regulated company.
 - A. A list of directors and/or officers common to the regulated utility and to the affiliated interest;
 - B. Changes in successive ownership between the regulated utility and affiliated interest;
 - C. A narrative description of each affiliated interest with which the regulated utility does business. State the factor(s) giving rise to the affiliation
 - D. A balance sheet and income statement for each affiliated interest for the 12-month reporting period.

Response:

- I. The organization chart is provided in the Embarq Corporation section on pages 1-2 to 1-4.
 - A. This information is provided in the Embarq Corporation sections on pages 1-5 to 1-6.
 - B. No change has occurred.
 - C. The narrative description of each affiliated interest was provided in the Embarq Corporation section on pages 1-7 to 1-8. United Telephone Company of the Northwest's affiliation with Embarq Logistics, Inc. is a result of Embarq Corporation's ownership of both entities.
 - D. This information is proprietary and is provided on pages 4-2 and 4-3. The statement of operations includes only activity related to transactions with non-affiliated companies.

Embarq Logistics, Inc.
BALANCE SHEET (unaudited)
(millions)

December 31,
 2007

Assets

Current assets	
Cash and equivalents	
Accounts receivable, net	
Inventories	
<hr/>	
Total current assets	
Property, plant and equipment	
Accumulated depreciation	
<hr/>	
Net property, plant and equipment	
Goodwill	
Investments in Subsidiaries	
<hr/>	
Total noncurrent assets	
Total	

Liabilities and Shareholder's Equity

Current liabilities	
Accounts payable	
Payroll and employee benefits	
Accrued income taxes	
Accrued operating taxes	
Intercompany payable	
Accrued restructuring	
Other	
<hr/>	
Total current liabilities	
Noncurrent liabilities	
Deferred income taxes	
Postretirement and other benefit obligations	
Uncertain tax position	
Advance from parent company	
<hr/>	
Total noncurrent liabilities	
Total	
Shareholder's equity	
Paid-in capital	
Retained earnings	
Accumulated other comprehensive loss	
<hr/>	
Total shareholder's equity	
Total liabilities and shareholder's equity	

Embarq Logistics, Inc.
STATEMENT OF OPERATIONS (unaudited)
(millions)

Year Ended
December 31,
2007

<i>Net operating revenues</i>	
Operating expenses	
Costs of services and products	
Selling, general and administrative	
Depreciation and amortization	
Total operating expenses	
Operating loss	
Interest expense	
Other Income	
Income from continuing operations before income taxes	
Equity in Subsidiary Earnings	
Income tax expense	
Net Income	

EMBARQ LOGISTICS, INC.
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- II. Services furnished by the utility to the affiliate and vice versa. Please include the following items in the designated format:
- A. The annual charges by type of service and accounts, including the Intrastate amounts;
 - B. In total for each affiliated interest whether receiving or providing services, show:
 - 1 Total charges for billings;
 - 2 Cost of Service
 - C. Description of basis of pricing;
 - D. Procedures for allocating costs;
 - E. A description of the nature of services in reasonable detail;

Response:

- II. A. This information is proprietary and is provided on page 4-5.
- B. This information is proprietary and is provided on page 4-5.
- C. This information is proprietary and is provided on page 4-5.
- D. Material costs are directly charged to the ordering business unit with the cost recovery component calculated based on these material purchases. The warehousing fee is charged to the telephone operating companies based on material owned/space occupied with the delivery component of warehousing based on delivery miles/hours/costs incurred by EQL to provide this service to each business unit.
- E. This information is provided on page 4-6

**EMBARQ LOGISTICS, INC.
AFFILIATED INTEREST REPORT
FOR 2007**

	Total Company	Total Washington	Washington Intrastate
<u>II. Payments to Embarq Logistics</u>			
<u>Accounts/Services</u>			
6512 - Warehousing Services			
6512 - Materials and Supplies			
Total Payments to Embarq Logistics, Inc.			
Cost of service (See Note 1 Below)			

Description of Basis of Pricing:

The charges are based on comparison of fully distributed cost to fair market value in accordance with FCC order 96-150.

Note 1: Costs of services are not tracked at the affiliate transaction level.

EMBARQ LOGISTICS, INC.
AFFILIATED INTEREST REPORT
FOR 2007

Embarq Logistic (EQL), as a business unit, has 2 major business models. In one model EQL sells and distributes equipment and supplies to the telecommunications industry. In the second model EQL serves as the internal supply chain for Embarq. Services provided by EQL to United Telephone Company of the Northwest and the other affiliate operations are listed below.

EQL maintains distribution centers that stock items commonly used in the telecommunications industry as well as some products that are unique to Embarq. These items are available for immediate delivery and minimize the customers cost of storage and redistribution, investment in inventory and material shortages.

The Embarq operating companies benefit from EQL's ability to achieve a lower cost of goods and lower operating costs by leveraging both the Embarq spend and the non-affiliate spend that goes through the distribution model.

The customer pays all freight charges. EQL provides assistance beyond a distributor's normal responsibility in resolving freight claims.

EQL assures the availability of a source of supply, based on historical usage and customer forecasts.

EQL strives to provide extended price protection by buying large quantities when price increases appear imminent.

EQL provides usage figures by dollars and quantity per time period, by vendor, category and item for planning and estimating purposes. EQL has designed and maintains extensive long term commitments to manufacturers to ensure a flow of material in times of short supply.

EQL procures information on vendor capability to ensure a continuing stable source of supply and maintains a continuing search for new products and new sources that will enable better plant performance and economies. EQL also distributes product information to marketing and plant and engineering departments for their internal use.

EQL provides for a means of disposing of excess and/or discontinued items of inventory via sales into open markets, thus allowing for optimum choice of innovative and superior items.

EQL has the ability to ship stocked products in 24 hours, which allows the telephone operating companies to provide quality service to their customers.

EQL provides material staging services that allows large orders to be consolidated into one shipment.

Embarq Logistics (EQL) is responsible for central warehousing and distribution services for UTC of the Northwest. They enable UTC of the Northwest to: 1) reduce inventory levels, with EQL retaining ownership of the standard material stock for UTC of the Northwest until shipment to an UTC of the Northwest district, and 2) improve service due to increased availability of needed products.

EMBARQ LOGISTICS, INC.
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- III. For intercompany loans to the utility from the affiliates and from the utility to the affiliates, provide:
- A. The year-end loan amounts outstanding separately for short-term and long-term loans;
 - B. The maximum loan amount outstanding during the year separately for short-term and long-term;
 - C. A description of the terms and conditions for loans including the basis for interest rates.
- IV. If the utility guarantees any debt of affiliates, identify the affiliates involved, the nature of the debt, the original amount of the debt, the maximum amount during the year, the balance as of the end of the year and the Commission Order(s) approving the transaction where such approval is required by law.
- V. Report other transactions (utility leasing of affiliate property, affiliate leasing of utility property, utility purchase of affiliate property, material or supplies and affiliate purchase of utility property, material or supplies).

Response:

- III. Not applicable.
- IV. Not applicable.
- V. Not applicable.

EMBARQ MIDWEST MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- I. An organization chart showing the parent company, all subsidiaries, and the percentage of ownership for each. Attach pages showing the information requested below for affiliates with financial transactions of more than \$100,000 with the regulated company.
 - A. A list of directors and/or officers common to the regulated utility and to the affiliated interest;
 - B. Changes in successive ownership between the regulated utility and affiliated interest;
 - C. A narrative description of each affiliated interest with which the regulated utility does business. State the factor(s) giving rise to the affiliation
 - D. A balance sheet and income statement for each affiliated interest for the 12-month reporting period.

Response:

- I. The organization chart is provided in the Embarq Corporation section on pages 1-2 to 1-4.
 - A. This information is provided in the Embarq Corporation sections on pages 1-5 to 1-6.
 - B. No change has occurred.
 - C. The narrative description of each affiliated interest was provided in the Embarq Corporation section on pages 1-7 to 1-8. United Telephone Company of the Northwest's affiliation with Embarq Midwest Management Services Company is a result of Embarq Corporation's ownership of both entities.
 - D. Embarq Midwest Management Services Company is a service company, thus financial statements are not meaningful from a regulatory perspective.

EMBARQ MIDWEST MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
For 2007

Please provide:

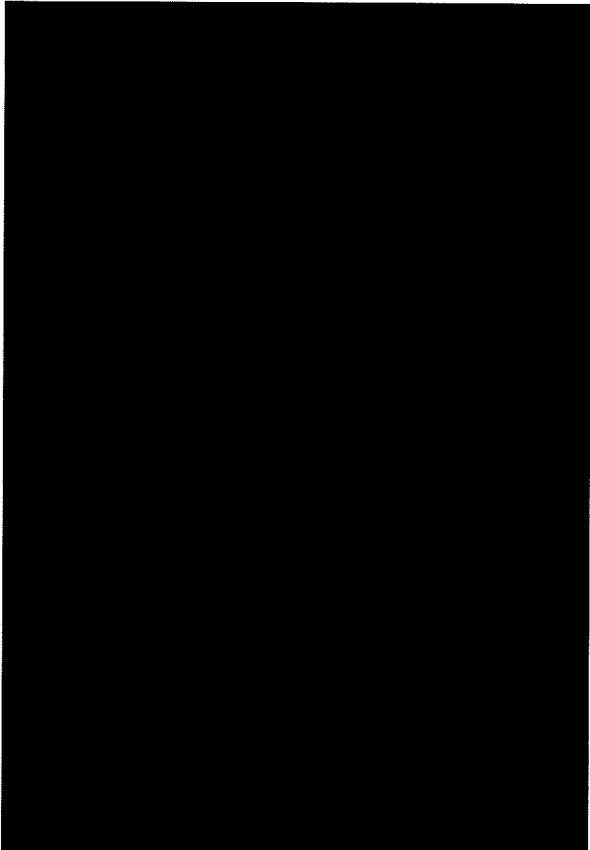
- II. Services furnished by the utility to the affiliate and vice versa. Please include the following items in the designated format:
- A. The annual charges by type of service and accounts, including the Intrastate amounts;
 - B. In total for each affiliated interest whether receiving or providing services, show:
 - 1 Total charges for billings;
 - 2 Cost of Service
 - C. Description of basis of pricing;
 - D. Procedures for allocating costs;
 - E. A description of the nature of services in reasonable detail;

Response:

- II. A. This information is proprietary and is provided on pages 5-3 to 5-4.
- B. This information is proprietary and is provided on pages 5-3 to 5-4.
- C. This information is proprietary and is provided on pages 5-3 to 5-4.
- D. Information regarding the criteria and basis for allocating costs are provided on pages 5-5 to 5-6.
- E. This information is provided on page 5-7.

**EMBARQ MIDWEST MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
FOR 2007**

	Total Company Regulated	Total Washington Regulated	Washington Intrastate
<u>II. Payments to Embarq Midwest Management Services Co.</u>			
<u>Accounts/Descriptions</u>			
5301			
6112			
6116			
6121			
6123			
6124			
6212			
6232			
6411			
6421			
6422			
6423			
6512			
6532			
6533			
6534			
6535			
6611			
6612			
6613			
6623			
6721			
6722			
6723			
6724			
6728			
7240			
7360			
7370			
7540			



Total Payments to EMMSCO			
Cost of service (See Note 1 Below)			

Description of Basis of Pricing:

The charges are based fully distributed cost in accordance with FCC Docket 96-150.

Note 1: EMMSCO is a service company and all costs are allocated out to recipient entities without margins.

**EMBARQ MIDWEST MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
FOR 2007**

	Total Company Non Regulated	Total Washington Non Regulated	Washington Intrastate
<u>II. Payments to Embarq Midwest Management Services Co.</u>			
<u>Accounts/Descriptions</u>			
6112	Motor Vehicle Expense		
6116	Other Work Equipment Expense		
6121	Land & Buildings Expense		
6123	Office Equipment Expense		
6124	General Purpose Computers		
6311	Station Apparatus Expense		
6512	Provisioning Expense		
6532	Network Administration Expense		
6533	Testing Expense		
6534	Plant Operations Admin Expense		
6535	Engineering Expense		
6612	Sales Expense		
6613	Product Advertising		
6623	Customer Services		
6721	Accounting & Finance Expense		
6723	Human Resources		
6724	Information Management Expense		
6728	Other General & Admin Expense		
7240	Operating Other Taxes		
7360	Other NonOperating Income		

Total Payments to EMMSCO

Cost of service (See Note 1 Below)

Description of Basis of Pricing:

The charges are based fully distributed cost in accordance with FCC Docket 96-150.

Note 1: EMMSCO is a service company and all costs are allocated out to recipient entities without margins.

PROPERTY OF EMBARQ CORPORATION

Proprietary Information - Not to be released to the public without written permission of Embarq Corporation.

EMBARQ MIDWEST MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
For 2007

The criteria for allocating costs from EMMSCO can be cost center, geo code, overhead functional accounts, or a combination of motor vehicle functional account and geo code. Depending on the criteria for allocation, the basis of the allocations from EMMSCO can be based on Access Lines, Headcount, Capital Spending, Revenue, an Engineer Study, Direct Bill factors or Risk Management Factors.

The tables below contains all of the Criteria and related Basis of Allocation for dollars allocated from EMMSCO to United Telephone of the Northwest during the calendar year of 2007.

Cost Center Criteria

Cost Center	CC Description	Basis of Allocation
00101	CONTROLLER DEFAULT CC	ACCESS LINES
00692	SR. MGR - MARKETING PROGRAMS	ACCESS LINES
00695	SR MGR ADVERTISING	ACCESS LINES
00704	SR VP NETWORK SERVICES LTD	ACCESS LINES
00711	OPERATIONAL STANDARDS	ACCESS LINES
00751	DIR SPECIAL SERVICE OPS	ACCESS LINES
00755	DIR NTKW MAINT. CENTER	ACCESS LINES
00882	MISCELLANEOUS ADJUSTMENTS	ACCESS LINES
03895	PROD MGMT SMALL OFFICE COGS	ACCESS LINES
03907	SOLUTIONS AFNI PEORIA IL	ACCESS LINES
04265	ECM COGS	ACCESS LINES
04281	REPAIR - CALL CENTER CONTRACTOR	ACCESS LINES
05117	MGR SVC PROV CNTR JEFF CITY	ACCESS LINES
05273	DIRECTOR AREA PLANNING	ENGINEER STUDY
05275	TRANSLATIONS ENG WO	ENGINEER STUDY
05278	SWITCH ENG WO	ENGINEER STUDY
05279	TRANSMISSION ENG WO	ENGINEER STUDY
05416	NATIONAL ENGINEERING SUPPORT	ENGINEER STUDY
05434	MGR NTKW SURVEILLANCE - WEST	ACCESS LINES
05437	MGR TECH SUPT. SWITCH	ACCESS LINES
05440	MGR SPECIAL SERVICE OPS - EAST	ACCESS LINES
05442	MGR SPECIAL SERVICE OPS - WEST	ACCESS LINES
05449	MGR TECH SUPT. TRANSPORT	ACCESS LINES
05483	NATIONAL MANAGER FLEET OPS	ACCESS LINES
05524	FAC PROJ MGMT - NORTH WEST	ACCESS LINES
05532	REG MGR FACILITY OPS MW&NW	ACCESS LINES
05536	BUILDINGS TEXAS SOUTH	ACCESS LINES
05543	FACILITY OPS-MINNESOTA	ACCESS LINES
05546	FLEET OPS WO	ACCESS LINES
05547	BUILDING MANAGEMENT	ACCESS LINES
05606	CIRAS	ACCESS LINES
07975	CULTURE	ACCESS LINES
08524	NETWORK SERVICES OVERHEAD	ACCESS LINES
08569	TAXES & REGULATORY FEES	ACCESS LINES
08737	RE STAFF - NON-ALLOCATED	ACCESS LINES
11319	CAPTIVE INSURANCE COMPANY	ACCESS LINES
35682	DIRECTOR AREA PLANNING	ACCESS LINES
35911	STANDARDS INTEGRATION	ACCESS LINES
35912	PLANNING & ENGINEERING STANDARDS	ACCESS LINES
35913	SWITCH, TRANSPORT & OSS	ACCESS LINES
85141	BRAND TRANSITION COST	ACCESS LINES

Geography Code (Location) Criteria

GEO Code	Basis of Allocation
KS0090	ACCESS LINES
KS1000	DIRECT BILL
KS2000	DIRECT BILL
KS7001	DIRECT BILL
KS7020	HEADCOUNT
KS7021	ACCESS LINES
KS7035	ACCESS LINES
KS7038	2004 CAPITAL SPENDING
KS7040	ACCESS LINES
KS7042	ACCESS LINES
KS7047	ACCESS LINES
KS7055	ACCESS LINES
KS7060	ACCESS LINES
KS7061	2004 CAPITAL SPENDING
KS7064	ACCESS LINES
KS7065	ACCESS LINES
KS7068	ACCESS LINES
KS7069	ACCESS LINES
KS7078	ACCESS LINES
KS7081	2005 ACTUAL REVENUE
KS7082	ACCESS LINES
KS7086	ACCESS LINES
KS7783	ACCESS LINES
KS7794	ACCESS LINES
RISKMG	RISK MGMT FACTORS

Overhead Functional Account Criteria

Function	Description	Basis of Allocation
016111, 016119	Other Work Equipment	ACCESS LINES
052211, 052219	Provisioning	ACCESS LINES
052281, 052289	Provisioning - EQL	ACCESS LINES
054121, 054129	Plant Ops-Supervision-COE	ACCESS LINES
054141, 054149	Plant Ops-Supervision-Station Apparatus	ACCESS LINES
054311, 054319	Plant Craft - NonProductive	ACCESS LINES
054341, 054349	Plant Craft - Travel	ACCESS LINES
054411, 054419	Plant Craft - Vacation	ACCESS LINES

Motor Vehicle Overhead Functional Accounts & Geography Code Criteria

Function	Description	Geo Code	Basis of Allocation
012111, 012119	Passenger Cars	KS0090	ACCESS LINES
012211,012219	Light Trucks	KS0090	ACCESS LINES
012311,012319	Heavy Trucks	KS0090	ACCESS LINES
012111, 012119	Passenger Cars	KS7021	ACCESS LINES
012211,012219	Light Trucks	KS7021	ACCESS LINES
012311,012319	Heavy Trucks	KS7021	ACCESS LINES
012111, 012119	Passenger Cars	KS7065	ACCESS LINES
012111, 012119	Passenger Cars	KS7068	ACCESS LINES
012111, 012119	Passenger Cars	KS7794	ACCESS LINES
012211,012219	Light Trucks	KS7794	ACCESS LINES
012311,012319	Heavy Trucks	KS7794	ACCESS LINES

**EMBARQ MIDWEST MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
FOR 2007**

Management Services

Provides professional, financial, technical, information management and advisory services to its affiliates.

EMBARQ MIDWEST MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
For 2007

Please provide:

III. For intercompany loans to the utility from the affiliates and from the utility to the affiliates, provide:

- A. The year-end loan amounts outstanding separately for short-term and long-term loans;
- B. The maximum loan amount outstanding during the year separately for short-term and long-term;
- C. A description of the terms and conditions for loans including the basis for interest rates.

IV. If the utility guarantees any debt of affiliates, identify the affiliates involved, the nature of the debt, the original amount of the debt, the maximum amount during the year, the balance as of the end of the year and the Commission Order(s) approving the transaction where such approval is required by law.

V. Report other transactions (utility leasing of affiliate property, affiliate leasing of utility property, utility purchase of affiliate property, material or supplies and affiliate purchase of utility property, material or supplies).

Response:

III. Not applicable.

IV. Not applicable.

V. Not applicable.

EMBARQ MID-ATLANTIC MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- I. An organization chart showing the parent company, all subsidiaries, and the percentage of ownership for each. Attach pages showing the information requested below for affiliates with financial transactions of more than \$100,000 with the regulated company.
 - A. A list of directors and/or officers common to the regulated utility and to the affiliated interest;
 - B. Changes in successive ownership between the regulated utility and affiliated interest;
 - C. A narrative description of each affiliated interest with which the regulated utility does business. State the factor(s) giving rise to the affiliation
 - D. A balance sheet and income statement for each affiliated interest for the 12-month reporting period.

Response:

- I. The organization chart is provided in the Embarq Corporation section on pages 1-2 to 1-4.
 - A. This information is provided in the Embarq Corporation sections on pages 1-5 to 1-6.
 - B. No change has occurred.
 - C. The narrative description of each affiliated interest was provided in the Embarq Corporation section on pages 1-7 to 1-8. United Telephone Company of the Northwest's affiliation with Embarq Mid-Atlantic Management Services Company is a result of Embarq Corporation's ownership of both entities.
 - D. Embarq Mid-Atlantic Management Services Company is a service company, thus financial statements are not meaningful from a regulatory perspective.

EMBARQ MID-ATLANTIC MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- II. Services furnished by the utility to the affiliate and vice versa. Please include the following items in the designated format:
- A. The annual charges by type of service and accounts, including the Intrastate amounts;
 - B. In total for each affiliated interest whether receiving or providing services, show:
 - 1 Total charges for billings;
 - 2 Cost of Service
 - C. Description of basis of pricing;
 - D. Procedures for allocating costs;
 - E. A description of the nature of services in reasonable detail;

Response:

- II. A. This information is proprietary and is provided on pages 6-3 to 6-4.
- B. This information is proprietary and is provided on pages 6-3 to 6-4.
- C. This information is proprietary and is provided on pages 6-3 to 6-4.
- D. Information regarding the criteria and basis for allocating costs are provided on pages 6-5 to 6-6.
- E. This information is provided on page 6-7.

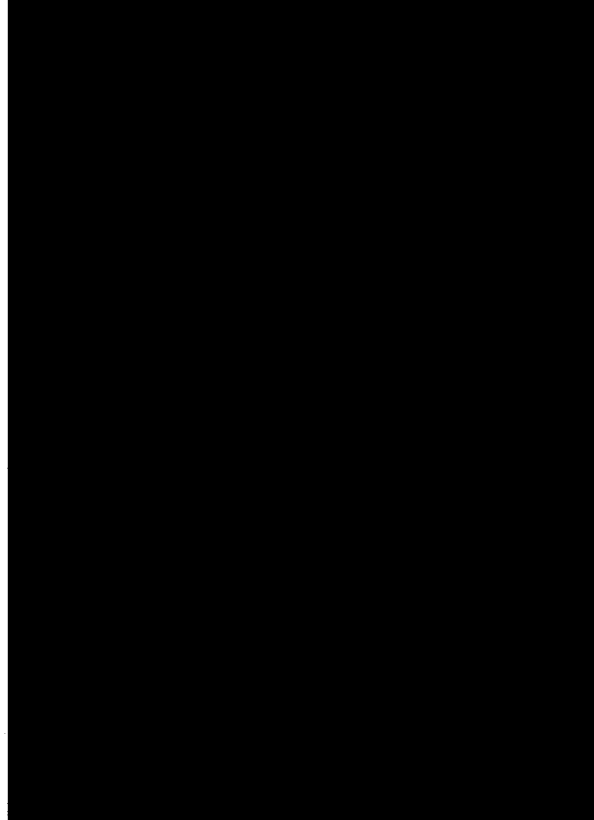
**EMBARQ MID-ATLANTIC MANAGEMENT SERVICES COMPANY
 AFFILIATED INTEREST REPORT
 FOR 2007**

Total Company Regulated	Total Washington Regulated	Washington Intrastate
--	---	----------------------------------

II. Payments to EMAMSCO/SMAT

Accounts/Descriptions

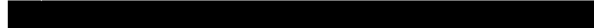
6112	Motor Vehicle Expense
6116	Other Work Equipment Expense
6121	Land & Buildings Expense
6123	Office Equipment Expense
6212	Digital Electronic COE Expense
6232	Circuit Equipment Expense
6423	Buried Cable Expense
6532	Network Administration Expense
6533	Testing Expense
6534	Plant Operations Admin Expense
6535	Engineering Expense
6540	Access Expense
6611	Product Management Expense
6612	Sales Expense
6613	Product Advertising
6621	Call Completion Expense
6622	Number Services
6623	Customer Services
6711	Executive Expense
6712	Planning Expense
6721	Accounting & Finance Expense
6722	External Relations Expense
6723	Human Resources
6724	Information Management Expense
6725	Legal Expense
6728	Other General & Admin Expense
7240	Operating Other Taxes
7370	Special Charges
7540	Other Interest Deductions



Total Payments to EMAMSCO



Cost of service (See Note 1 Below)



Description of Basis of Pricing:

The charges are based fully distributed cost in accordance with FCC Docket 96-150.

Note 1: EMAMSCO is a service company and all costs are allocated out to recipient entities without margins.

PROPERTY OF EMBARQ CORPORATION

Proprietary Information - Not to be released to the public without written permission of Embarq Corporation.

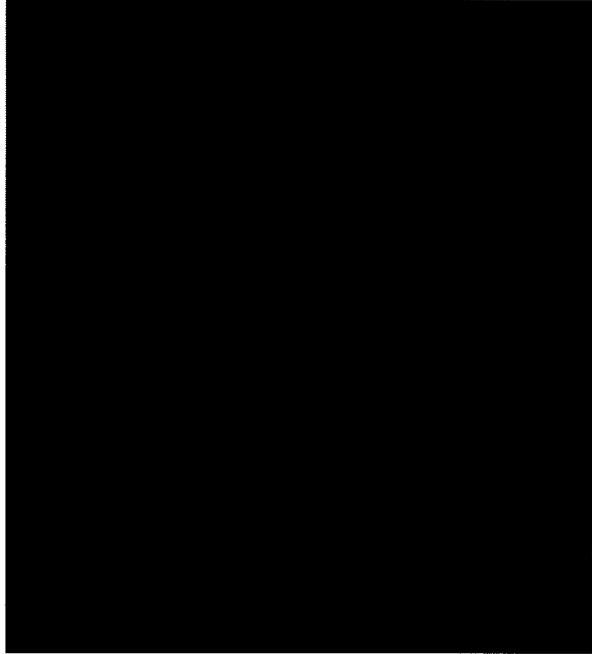
**EMBARQ MID-ATLANTIC MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
FOR 2007**

Total Company Non Regulated	Total Washington Non Regulated	Washington Intrastate
--	---	----------------------------------

II. Payments to EMAMSCO/SMAT

Accounts/Descriptions

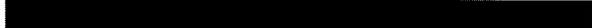
5280	Nonregulated Operating Revenue
6112	Motor Vehicle Expense
6116	Other Work Equipment Expense
6121	Land & Buildings Expense
6123	Office Equipment Expense
6311	Station Apparatus Expense
6533	Testing Expense
6534	Plant Operations Admin Expense
6535	Engineering Expense
6611	Product Management Expense
6612	Sales Expense
6613	Product Advertising
6623	Customer Services
6711	Executive Expense
6712	Planning Expense
6721	Accounting & Finance Expense
6722	External Relations Expense
6723	Human Resources
6724	Information Management Expense
6725	Legal Expense
6728	Other General & Admin Expense
7360	Other NonOperating Income
7370	Special Charges



Total Payments to EMAMSCO



Cost of service (See Note 1 Below)



Description of Basis of Pricing:

The charges are based fully distributed cost in accordance with FCC Docket 96-150.

Note 1: EMAMSCO is a service company and all costs are allocated out to recipient entities without margins.

PROPERTY OF EMBARQ CORPORATION

Proprietary Information - Not to be released to the public without written permission of Embarq Corporation.

EMBARQ MID-ATLANTIC MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
For 2007

The criteria for allocating costs from EMAMSCO can be cost center or geo code driven. Depending on the criteria for allocation, the basis of the allocations from EMAMSCO can be based on Total Access Lines, Consumer Access Lines, Payphone Lines, Direct Bill factors or Risk Management Factors.

The tables below contains all of the Criteria and related Basis of Allocation for dollars allocated from EMAMSCO to United Telephone of the Northwest during the calendar year of 2006.

Cost Center Criteria

Cost Center	CC Description	Basis of Allocation
00101	CONTROLLER DEFAULT CC	ACCESS LINES
00618	FIELD SALES DEVELOPER MARKETS	ACCESS LINES
00654	OPS/QLTY/SYS	PAYPHONE LINES
00670	CMG DIR PROCESSES	ACCESS LINES
00675	RETAIL ABERDEEN NC	ACCESS LINES
00679	CAPITAL PLAN. & PROC. EXCELL.	ACCESS LINES
00692	SR. MGR - MARKETING PROGRAMS	ACCESS LINES
00696	SR. MGR - STRATEGIC MARKETING	ACCESS LINES
00697	SALES & CARE OPS & PROJ MGMT	ACCESS LINES
00700	SLCS REPAIR CROSS SUPPORT	ACCESS LINES
00704	SR VP NETWORK SERVICES LTD	ACCESS LINES
00709	DIR SERV PROVISIONING CNTR OPS	ACCESS LINES
00728	MA REG. ENGINEERING DIRECTOR	ACCESS LINES
00755	DIR NTWK MAINT. CENTER	ACCESS LINES
00882	MISCELLANEOUS ADJUSTMENTS	ACCESS LINES
03566	CMG DIR DSL PROGRAM MGMT	ACCESS LINES
03840	FIELD SALES STAFF	ACCESS LINES
03854	RETAIL JOHNSON CITY TN	ACCESS LINES
03871	CMG - DIRECTORY OPERATIONS MGR	ACCESS LINES
03879	RETAIL HICKORY NC	ACCESS LINES
03895	PROD MGMT SMALL OFFICE COGS	ACCESS LINES
03910	DIRECTOR REPAIR CALL CENTERS	ACCESS LINES
03912	MGR SLS & CARE - NC	ACCESS LINES
03920	SOLUTIONS WEST REGION STAFF	ACCESS LINES
03939	SOLUTIONS JEFFERSON CITY MO	ACCESS LINES
03969	FIELD SALES PREMISE & TECH REF	ACCESS LINES
03980	VENDOR SOLUTIONS STAFF	ACCESS LINES
04030	RETAIL WAKE FOREST NC	ACCESS LINES
04038	RETAIL GREENVILLE NC	ACCESS LINES
04040	RETAIL CHARLOTTEVILLE VA	ACCESS LINES
04058	SOLUTIONS NEW BERN NC	ACCESS LINES
04062	SOLUTIONS CLINTON NC	ACCESS LINES
04064	CSB REP CALL CTR MGR-HOOD RIVER	ACCESS LINES
04085	CSB HELP DESK SPEC II - MAITLAND	ACCESS LINES
04142	CSB SVC RECOVERY MGRM TARBORO	ACCESS LINES
04143	SOLUTIONS EAST REGION STAFF	ACCESS LINES
04170	SOLUTIONS TARBORO NC	CONSUMER ACCESS LINES
04175	SOLUTIONS JOHNSON CITY TN	ACCESS LINES
04211	DIRECTOR RETAIL OPERATIONS	ACCESS LINES
04228	AGENT EXPERIENCE	ACCESS LINES
04229	OPERATIONS IMPLEMENTATION	COMBINATION
04241	RETAIL BRISTOL VA	ACCESS LINES
04243	RETAIL JACKSONVILLE NC	ACCESS LINES
04244	RETAIL STAFF	ACCESS LINES

04265	ECM COGS	ACCESS LINES
04271	RETAIL HOPE MILLS NC	ACCESS LINES
04290	SOLUTIONS GREENVILLE NC	ACCESS LINES
04379	ENPA - MARKETING SUPPORT	PAYPHONE LINES
04406	PAI&M EAST III	PAYPHONE LINES
04407	SNPA-OPER INV PRO CTR-SAL	ACCESS LINES
04426	SNPA-SALES-MAT BRAN-SAL	PAYPHONE LINES
04999	VOICE OPERATIONS	ACCESS LINES
05066	OP SVCS NATIONAL STAFF	ACCESS LINES
05071	OP SVCS-DA-ROCKY MOUNT	ACCESS LINES
05104	MGR SVC PROV CNTR FAYETTEVILLE	ACCESS LINES
05434	MGR NTKW SURVEILLANCE - WEST	ACCESS LINES
05437	MGR TECH SUPT. SWITCH	ACCESS LINES
05444	MGR NOC SUPT SYST PERF REPRPNG	ACCESS LINES
05547	BUILDING MANAGEMENT	ACCESS LINES
05606	CIRAS	ACCESS LINES
06323	ORPHAN COST CENTER	ACCESS LINES
06343	BOPS ROCKY MOUNT NC	ACCESS LINES
06419	MGR BUSINESS WFM	ACCESS LINES
07299	SLS SUPPORT BRISTOL	ACCESS LINES
07962	TRAINING DEVELOPMENT & DELIVER	ACCESS LINES
07975	CULTURE	ACCESS LINES
07992	CDS DIRECTOR	ACCESS LINES
08502	CONSUMER MARKET OVERHEAD	ACCESS LINES
08524	NETWORK SERVICES OVERHEAD	ACCESS LINES
08569	TAXES & REGULATORY FEES	ACCESS LINES
08737	RE STAFF - NON-ALLOCATED	ACCESS LINES
08979	LTD REAL ESTATE OVERHEAD	ACCESS LINES
11319	CAPTIVE INSURANCE COMPANY	ACCESS LINES
35682	DIRECTOR AREA PLANNING	ACCESS LINES
35911	STANDARDS INTEGRATION	ACCESS LINES
35913	SWITCH, TRANSPORT & OSS	ACCESS LINES

Geography (Location) Code Criteria

Geo Code	Basis of Allocation
KS1000	DIRECT BILL
KS2000	DIRECT BILL
KS7001	DIRECT BILL
NC7787	ACCESS LINES
NC7788	ACCESS LINES
RISKMG	RISK MGMT FACTORS

**EMBARQ MID-ATLANTIC MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
FOR 2007**

Management Services

Provides professional, financial, technical, information management and advisory services to its affiliates.

EMBARQ MID-ATLANTIC MANAGEMENT SERVICES COMPANY
AFFILIATED INTEREST REPORT
For 2007

Please provide:

- III. For intercompany loans to the utility from the affiliates and from the utility to the affiliates, provide:
- A. The year-end loan amounts outstanding separately for short-term and long-term loans;
 - B. The maximum loan amount outstanding during the year separately for short-term and long-term;
 - C. A description of the terms and conditions for loans including the basis for interest rates.
- IV. If the utility guarantees any debt of affiliates, identify the affiliates involved, the nature of the debt, the original amount of the debt, the maximum amount during the year, the balance as of the end of the year and the Commission Order(s) approving the transaction where such approval is required by law.
- V. Report other transactions (utility leasing of affiliate property, affiliate leasing of utility property, utility purchase of affiliate property, material or supplies and affiliate purchase of utility property, material or supplies).

Response:

- III. Not applicable.
- IV. Not applicable.
- V. Not applicable.