

Chariton Valley Telephone Corporation

Full Company Name (Do not abbreviate, yet include any Commission approved
AKA/DBA/Fictitious Name, if applicable.)

**INCUMBENT
LOCAL EXCHANGE CARRIER**

**ANNUAL REPORT
TO THE
MISSOURI PUBLIC SERVICE COMMISSION**

For Year Ending December 31, 2004

FILED
AUG 18 2005

Missouri Public
Service Commission

Exhibit No. 6
Date 8/11/05 Case No. 10-2005-0468
Reporter SUKM

Missouri Public Service Commission

Incumbent Local Exchange Carriers

Annual Report Form

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- 1) State in full the exact '**certificated**' name of the Incumbent Local Exchange Carrier:
(Do not abbreviate; yet include any Commission approved AKA/DBA/Fictitious Name, if applicable.)

Chariton Valley Telephone Corporation

Effective date of certification by the MO Public Service Commission and associated case number:

Date (e.g. 00/00/0000): _____

Case No: _____

- 2) State in full the mailing and street addresses of the telephone company:

109 Butler StreetMacon, MO 63552

- 3) State in full the name, street address, telephone number, **email address** of the individual to contact concerning the company's telephone operations:

James Simon, General Manager109 Butler StreetMacon, MO 63552660-395-9634 jsimon@cvalley.net

- 4) Under the laws of which state is the telephone company organized:

Missouri

- 5) Was the original telephone company certification in Missouri under any other names? If yes, please provide all names and time periods involved since the original certification:

No

- 6) This Incumbent Local Exchange Carrier is a (Check box with an X) and if different than certificated name listed above (e.g. parent corporation name) or if '**Other**' is identified, explain:

<input checked="" type="checkbox"/>
<input type="checkbox"/>
<input type="checkbox"/>

Corporation

Partnership

Sole Proprietorship

<input type="checkbox"/>
<input type="checkbox"/>
<input type="checkbox"/>

LLC

LP

Other - Explanation

- 7) Date of incorporation or other/original organization (e.g. MM/DD/YYYY):

11/28/1952

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- 8) State the names, addresses and shareholdings of persons owning five (5) percent or more of outstanding voting securities:

N/A

- 9) List companies owned, controlled, or operated by the utility. Include a statement of the form and extent of such ownership, control or operation:

Chariton Valley Communication Corporation - 100% Owned

- 10) Does the company utilize actual or average cost for settlement purposes? If actual costs are used, please identify the consulting firm engaged to prepare the study; or if performed in house the staff member responsible for this study and the date last prepared.

Actual Cost

Beacon Telecommunications Advisors

8801 South Yale Avenue, Suite 450

Tulsa, OK 74137

- 11) Please provide the effective date and file reference to the Depreciation Authority Order or other Case Number wherein the company received authorization for current depreciation rates (reference to HB 360 if appropriate) reported on Schedule 3.

Effective January 1, 1982

Depreciation Authority Order No. 44-04

- 12) Whether a corporation or not, give the particulars requested below concerning the principal officers of the telephone company at the end of the reporting year:

Date Office Assumed	Title	Name
9/10/2004	President	Cheryl Long
9/10/2004	Vice-President	Dale Samp
9/10/2004	Secretary	Judy Sampsel
9/10/2004	Treasurer	John Ratliff

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Item	Amount	FCC Account
13) Please identify what amount of Universal Service Fund (USF) payments were received from the National Exchange Carrier Association (NECA) for the reporting year.	\$3,758,745	5082.0010
14) Please identify the "Unseparated NTS Revenue Requirement" as reported to NECA related to the above payment.	\$1,407,377	5082.0002
15) Please identify the "Number of USF Loops" as reported by NECA related specifically to the above payment.	8,237	N/A
16) Please identify what amount of USF payments were received by the company from NECA for the previous reporting year.	\$3,647,749	5082.0010
17) Please identify the amount of USF payments expected to be received by the company for the following reporting year.	\$3,650,000	5082.0010
18) Please identify the amount of Local Switching Support payments received by the company for the current reporting year.	\$0	5082.0011
19) Please identify the amount of Local Switching Support received by the company for the previous reporting year.	\$0	5082.0011
20) Please identify the amount of Long Term Support (LTS) payments received, or paid, by the company for the current reporting year.	\$3,758,745	5082.0010
21) Please identify the amount of Long Term Support (LTS) payments received, or paid, by the company for the previous reporting year.	\$3,647,749	5082.0010

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BALANCE SHEET ACCOUNTS

FCC #	Account Description	Amount
<u>Current Assets</u>		
1130	Cash	\$7,060,123
1140	Special Cash Deposits	\$1,470
1150	Working Cash Advance	\$900
1160	Temporary Investments	\$788,691
1180	Telecommunications Accounts Receivable	\$216,913
1190	Other Accounts Receivable	\$2,221,777
1191	Accounts Receivable Allowance - Other	(\$520,000)
1200	Notes Receivable	\$0
1201	Notes Receivable Allowance	\$0
1210	Interest and Dividends Receivable	\$3,848
1220	Material and Supplies	\$294,944
1290	Prepaid Rents	\$62,442
1300	Prepaid Taxes	\$0
1310	Prepaid Insurance	\$2,680
1320	Prepaid Directory Expenses	\$0
1330	Other Prepayments	\$15,175
1350	Other Current Assets	\$0
Total Current Assets		\$10,148,963
<u>Noncurrent Assets</u>		
1401	Investments in Affiliated Companies	\$30,494,238
1402	Investments in Nonaffiliated Companies	\$5,000
1406	Nonregulated Investments	\$0
1407	Unamortized Debt Issuance Expenses	\$0
1408	Sinking Funds	\$0
1410	Other Noncurrent Assets	\$31,608
1438	Deferred Maintenance & Retirements	\$0
1439	Deferred Charges	\$166,335
1500	Other Jurisdictional Assets-Net	\$0
Total Noncurrent Assets		\$30,697,181

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BALANCE SHEET ACCOUNTS

FCC #	Account Description	Amount
<u>Regulated Plant</u>		
2001	Telecommunications Plant in Service	\$37,468,448
2002	Property Held For Future Telecommunications Use	\$0
2003	Telecommunications Plant Under Construction - Short Term	\$112,161
2004	Telecommunications Plant Under Construction - Long Term	\$0
2005	Telecommunications Plant Adjustment	\$0
2006	Nonoperating Plant	\$0
2007	Goodwill	\$0
Total Regulated Plant		\$37,580,609
<u>Depreciation and Amortization</u>		
3100	Accumulated Depreciation	\$15,330,395
3200	Accumulated Depreciation - Held For Future Use	\$0
3300	Accumulated Depreciation - Nonoperating	\$0
3410	Accumulated Depreciation - Capitalized Leases	\$0
3420	Accumulated Depreciation - Leasehold Improvements	\$0
3500	Accumulated Depreciation - Intangible	\$0
3600	Accumulated Depreciation - Other	\$0
Total Depreciation and Amortization		\$15,330,395
Net Plant		\$22,250,214
Total Assets		\$63,096,358

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BALANCE SHEET ACCOUNTS

FCC #	Account Description	Amount
<u>Current Liabilities</u>		
4010	Accounts Payable	\$5,089,227
4020	Notes Payable	\$0
4030	Advanced Billing and Payments	\$0
4040	Customers' Deposits	\$54,037
4050	Current Maturities - Long Term	\$577,436
4060	Current Maturities - Capital Leases	\$0
4070	Income Taxes Accrued	-\$1,369,875
4080	Other Taxes Accrued	\$0
4100	Net Current Deferred Operating Income Taxes	\$0
4110	Net Current Deferred Non-operating Income Taxes	\$0
4120	Other Accrued Liabilities	\$0
4130	Other Current Liabilities	\$97,643
Total Current Liabilities		\$4,448,468
<u>Long-Term Debt</u>		
4210	Funded Debt	\$2,128,982
4220	Premium on Long-Term Debt	\$0
4230	Discount on Long-Term Debt	\$0
4240	Reacquired Debt	\$0
4250	Obligations Under Capital Leases	\$0
4260	Advances From Affiliated Companies	\$0
4270	Other Long-Term Debt	\$0
Total Long-Term Debt		\$2,128,982

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BALANCE SHEET ACCOUNTS

FCC #	Account Description	Amount
	<u>Other Liabilities and Deferred Credits</u>	
4310	Other Long-Term Liabilities	\$0
4320	Unamortized Operating Investment Tax Credits - Net	\$0
4330	Unamortized Nonoperating Investment tax Credits - Net	\$0
4340	Net Non-current Deferred Operating Income Taxes	\$0
4350	Net Noncurrent Deferred Nonoperating Income Taxes	\$0
4360	Other Deferred Credits	\$42,644
4370	Other Jurisdictional Liabilities and Deferred Credits - Net	\$0
Total Other Liabilities and Deferred Credits		\$42,644
	<u>Stockholders' Equity</u>	
4510	Capital stock	\$32,595
4520	Additional Paid -In Capital	\$0
4530	Treasury Stock	\$0
4540	Other Capital	\$9,536
4550	Retained Earnings	\$56,434,133
Total Stockholders' Equity		\$56,476,264
Total Liabilities and Shareholders' Equity		\$63,096,358

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PLANT IN SERVICE

FCC #	Account Description	Authorized Depreciation Rate (A)	Amount
<u>General Support Assets</u>			
2111	Land		\$29,827
2112	Motor Vehicles		\$0
2113	Aircraft		\$0
2114	Tools and Other Work Equipment		\$0
2115	Garage Work Equipment		\$0
2116	Other Work Equipment	10.00%	\$619,660
2121	Buildings	2.50%	\$992,980
2122	Furniture	5.00%	\$13,489
2123.1	Office Equipment - Office Support	5.00%	\$41,993
2123.2	Office Equipment - Co. Communications	5.00%	\$38,104
2124	General Purpose Equipment	5.00%	\$39,264
Total General Support Assets			\$1,775,317

<u>Central Office Assets</u>			
2211	Analog Electronic Switching		\$0
2212	Digital Electronic Switching		\$0
2215	Electromechanical Switching		\$0
2220	Operator Systems		\$0
2231.1	Satellite and Earth Station Equipment		\$0
2231.2	Other Radio Facilities		\$0
2232.1	Circuit Equipment - Digital	4.00%	\$7,956,033
2232.2	Circuit Equipment - Analog		\$0
Total Central Office Assets			\$7,956,033

(A) See Schedule 1, question 10.

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PLANT IN SERVICE

FCC #	Account Description	Authorized Depreciation Rate (A)	Amount
<u>Information Origination/Termination Assets</u>			
2311	Station Apparatus		\$0
2321	Customer Premises Wiring		\$0
2341	Large Private Branch Exchange		\$0
2351	Public Telephone Terminal Equipment		\$0
2362	Other Terminal Equipment		\$0
Total Info. Origination/Termination Assets			
<u>Cable and Wire Facilities Assets</u>			
2411	Poles	5.00%	\$133,983
2421.1	Aerial cable - Nonmetallic	4.00%	\$549,559
2421.2	Aerial cable - Metallic		\$0
2422.1	Underground cable - Nonmetallic		\$0
2422.2	Underground cable - Metallic		\$0
2423.1	Buried cable - Nonmetallic	4.00%	\$27,053,556
2423.2	Buried cable - Metallic		\$0
2424.1	Submarine cable - Nonmetallic		\$0
2424.2	Submarine cable - Metallic		\$0
2425	Deep Sea Cable		\$0
2426	Intrabuilding Network Cable		\$0
2431	Aerial Wire		\$0
2441	Conduit Systems		\$0
Total Cable and Wire Facilities Assets			\$27,737,098

(A) See Schedule 1, question 10.

ILEC Annual Report of Chariton Valley Telephone Corporationfor year ending December 31, 2004**PLANT IN SERVICE**

FCC #	Account Description	Authorized Depreciation Rate (A)	Amount
<u>Amortizable Assets</u>			
2681	Capital Leases		\$0
2682	Leasehold Improvements		\$0
2690	Intangibles		\$0
<u>Total Amortizable Assets</u>			
<u>Total Telecommunications Plant In Service</u>			\$37,468,448

(A) See Schedule 1, question 10.

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DEPRECIATION RESERVE

FCC #	Account Description	Depreciation Expense Recorded	Accumulated Balance
General Support Assets			
3111	Land		
3112	Motor Vehicles	\$0	\$0
3113	Aircraft	\$0	\$0
3114	Tools and Other Work Equipment	\$0	\$0
3115	Garage Work Equipment	\$0	\$0
3116	Other Work Equipment	\$61,487	\$617,468
3121	Buildings	\$24,824	\$522,919
3122	Furniture	\$548	\$3,240
3123.1	Office Equipment - Office Support	\$1,764	\$6,562
3123.2	Office Equipment - Co. Communications	\$1,905	\$30,536
3124	General Purpose Equipment	\$4,430	\$5,028
Total General Support Assets		\$94,958	\$1,185,753
Central Office Assets			
3211	Analog Electronic Switching	\$0	\$0
3212	Digital Electronic Switching	\$0	\$0
3215	Electromechanical Switching	\$0	\$0
3220	Operator Systems	\$0	\$0
3231.1	Satellite and Earth Station Equipment	\$0	\$0
3231.2	Other Radio Facilities	\$0	\$0
3232.1	Circuit Equipment - Digital	\$281,501	\$2,185,209
3232.2	Circuit Equipment - Analog	\$0	\$0
Total Central Office Assets		\$281,501	\$2,185,209

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DEPRECIATION RESERVE

FCC #	Account Description	Depreciation Expense Recorded	Accumulated Balance
Information Origination/Termination Assets			
3311	Station Apparatus	\$0	\$0
3321	Customer Premises Wiring	\$0	\$0
3341	Large Private Branch Exchange	\$0	\$0
3351	Public Telephone Terminal Equipment	\$0	\$0
3362	Other Terminal Equipment	\$0	\$0
Total Info. Origination/Termination Assets			
Cable and Wire Facilities Assets			
3411	Poles	\$0	\$133,983
3421.1	Aerial cable - Nonmetallic	\$20,870	\$294,288
3421.2	Aerial cable - Metallic	\$0	\$0
3422.1	Underground cable - Nonmetallic	\$0	\$0
3422.2	Underground cable - Metallic	\$0	\$0
3423.1	Buried cable - Nonmetallic	\$950,008	\$11,531,162
3423.2	Buried cable - Metallic	\$0	\$0
3424.1	Submarine cable - Nonmetallic	\$0	\$0
3424.2	Submarine cable - Metallic	\$0	\$0
3425	Deep Sea Cable	\$0	\$0
3426	Intra-building Network Cable	\$0	\$0
3431	Aerial Wire	\$0	\$0
3441	Conduit Systems	\$0	\$0
Total Cable and Wire Facilities Assets		\$970,878	\$11,959,433
Total Depreciation Reserve		\$1,347,337	\$15,330,395

ILEC Annual Report of Chariton Valley Telephone Corporationfor year ending December 31, 2004**DEPRECIATION RESERVE**

FCC #	Account Description	Amortization Expense Recorded	Accumulated Balance
<u>Amortizable Assets</u>			
3681	Capital Leases	\$0	\$0
3682	Leasehold Improvements	\$0	\$0
3690	Intangibles	\$0	\$0
<u>Total Amortizable Assets</u>			

ILEC Annual Report of Chariton Valley Telephone Corporationfor year ending December 31, 2004**SALVAGE and/or COST OF REMOVAL COSTS**

(Do Not Include the Plant Cost Retired)

FCC #	Account Description	Amount Recorded To:	
		Depreciation Reserve	Income Statement
General Support Assets			
2111	Land	\$0	\$0
2112	Motor Vehicles	\$0	\$0
2113	Aircraft	\$0	\$0
2114	Tools and Other Work Equipment	\$0	\$0
2115	Garage Work Equipment	\$0	\$0
2116	Other Work Equipment	\$0	\$0
2121	Buildings	\$0	\$0
2122	Furniture	\$0	\$0
2123.1	Office Equipment - Office Support	\$0	\$0
2123.2	Office Equipment - Co. Communications	\$0	\$0
2124	General Purpose Equipment	\$0	\$0
Total General Support Assets			
Central Office Assets			
2211	Analog Electronic Switching	\$0	\$0
2212	Digital Electronic Switching	\$0	\$0
2215	Electromechanical Switching	\$0	\$0
2220	Operator Systems	\$0	\$0
2231.1	Satellite and Earth Station Equipment	\$0	\$0
2231.2	Other Radio Facilities	\$0	\$0
2232.1	Circuit Equipment - Digital	\$3,012	\$0
2232.2	Circuit Equipment - Analog	\$0	\$0
Total Central Office Assets		\$3,012	

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SALVAGE and/or COST OF REMOVAL COSTS

(Do Not Include the Plant Cost Retired)

FCC #	Account Description	Amount Recorded To:	
		Depreciation Reserve	Income Statement
Information Origination/Termination Assets			
2311	Station Apparatus	\$0	\$0
2321	Customer Premises Wiring	\$0	\$0
2341	Large Private Branch Exchange	\$0	\$0
2351	Public Telephone Terminal Equipment	\$0	\$0
2362	Other Terminal Equipment	\$0	\$0
Total Info. Origination/Termination Assets			
Cable and Wire Facilities Assets			
2411	Poles	\$0	\$0
2421.1	Aerial cable - Nonmetallic	\$0	\$0
2421.2	Aerial cable - Metallic	\$0	\$0
2422.1	Underground cable - Nonmetallic	\$0	\$0
2422.2	Underground cable - Metallic	\$0	\$0
2423.1	Buried cable - Nonmetallic	\$0	\$0
2423.2	Buried cable - Metallic	\$0	\$0
2424.1	Submarine cable - Nonmetallic	\$0	\$0
2424.2	Submarine cable - Metallic	\$0	\$0
2425	Deep Sea Cable	\$0	\$0
2426	Intrabuilding Network Cable	\$0	\$0
2431	Aerial Wire	\$0	\$0
2441	Conduit Systems	\$0	\$0
Total Cable and Wire Facilities Assets			

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SALVAGE and/or COST OF REMOVAL COSTS

(Do Not Include the Plant Cost Retired)

FCC #	Account Description	Amount Recorded To:	
		Depreciation Reserve	Income Statement
	Amortizable Assets		
2681	Capital Leases	\$0	\$0
2682	Leasehold Improvements	\$0	\$0
2690	Intangibles	\$0	\$0
Total Amortizable Assets			
Total Salvage and/or Cost of Removal Costs		\$3,012	

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LONG-TERM AND SHORT-TERM DEBT

[illegible]

Total Interest Expense Recorded	\$137,729
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INCOME STATEMENT

FCC #	Account Description	Missouri Jurisdiction	Total Company
Local Network Services Revenues			
5001	Basic Area Revenue	\$1,191,245	\$1,191,245
5002	Optional Extended Area Revenue	\$180,204	\$180,204
5003	Cellular Mobile Revenue	\$0	\$0
5004	Other Mobile Services Revenue	\$0	\$0
5040	Local Private Line Revenue	\$0	\$0
5050	Customer Premises Revenue	\$0	\$0
5060	Other Local Exchange Revenue	\$289,985	\$289,985
5069	Other Local Exchange Revenue Settlements	\$0	\$0
Total Local Network Services Revenues		\$1,661,434	\$1,661,434
Network Access Services Revenues			
5081	End User Revenue	\$0	\$728,923
5082	Switched Access Revenue	\$0	\$5,580,902
5083	Special Access Revenue	\$152,121	\$294,280
5084	State Access Revenue	\$2,481,710	\$2,481,710
Total Network Access Services Revenues		\$2,633,831	\$9,085,815
Long Distance Network Services Revenues			
5100	Long Distance Message Revenue	\$0	\$0
5111	Long Distance Inward-only Revenue	\$0	\$0
5112	Long Distance Outward-only Revenue	\$0	\$0
5121	Subvoice Grade L.D. Private Network Revenue	\$0	\$0
5122	Voice Grade L.D. Private Network Revenue	\$0	\$0
5123	Audio Program Grade L.D. Private Network Revenue	\$0	\$0
5124	Video Program Grade L.D. Private Network Revenue	\$0	\$0
5125	Digital Transmission L.D. Private Network Revenue	\$0	\$0
5126	Long Distance Private Network Switching Revenue	\$0	\$0
5128	Other Long Distance Private Network Revenue	\$0	\$0
5129	Other L.D. Private Network Revenue Settlements	\$0	\$0
5160	Other Long Distance Revenues	\$0	\$0
5169	Other Long Distance Revenue Settlements	\$0	\$0
Total Long Distance Network Services Revenue			

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INCOME STATEMENT

FCC #	Account Description	Missouri Jurisdiction	Total Company
<u>Miscellaneous Revenues</u>			
5230	Directory Revenue	\$137,638	\$137,638
5240	Rent Revenue	\$1,800	\$1,800
5250	Corporate Operations Revenue	\$0	\$0
5261	Special Billing Arrangements Revenue	\$0	\$0
5262	Customer Operations Revenue	\$0	\$0
5263	Plant Operations Revenue	\$0	\$0
5264	Other Incidental Regulated Revenue	\$108,777	\$114,957
5269	Other Revenue Settlements	\$0	\$0
5270	Carrier Billing & Collection Revenue	\$239,930	\$277,130
Total Miscellaneous Revenues		\$488,145	\$531,525
5280	Non-Regulated Operating Revenue	\$0	\$0
<u>Uncollectible Revenues</u>			
5301	Uncollectible Revenue - Telecommunications	-\$17,932	-\$17,932
5302	Uncollectible Revenue - Other	\$0	-\$303,949
Total Uncollectible Revenues		-\$17,932	-\$321,881
Total Operating Revenues		\$4,765,478	\$10,956,893
MO Jurisdiction should match Statement of Revenue (FY-2005 Mo.PSC Assessment)			

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INCOME STATEMENT

FCC #	Account Description	Missouri Jurisdiction	Total Company
	<u>Plant Specific Operations Expense</u>		
6110	Network Support Expense		\$0
6112	Motor Vehicle Expense		\$76,795
6113	Aircraft Expense		\$0
6114	Tools and Other Work Equipment Expense		\$7,616
6120	General Support Expenses		\$0
6121	Land and Building Expenses		\$171,184
6122	Furniture and Artworks Expense		\$0
6123	Office Equipment Expense		\$22,426
6124	General Purpose Computers Expense		\$913,935
6210	Central Office Switching Expense		\$0
6211	Analog Electronic Expense		\$0
6212	Digital Electronic Expense		\$956,464
6215	Electro-mechanical Expense		\$0
6220	Operator System Expense		\$0
6230	Central Office Transmission Expense		\$0
6231	Radio Systems Expense		\$0
6232	Circuit Equipment Expense		\$229,681
6310	Information Origination/termination Expense		\$0
6311	Station Apparatus Expense		\$0
6341	Large Private Branch Exchange Expense		\$0
6351	Public Telephone Terminal Equipment Expense		\$0
6362	Other Terminal Equipment Expense		\$0
6410	Cable and Wire Facilities Expense		\$0
6411	Poles Expense		\$2,818
6421	Aerial Cable Expense		\$42,657
6422	Underground Cable Expense		\$0
6423	Buried Cable Expense		\$1,256,687
6424	Submarine Cable Expense		\$0
6425	Deep Sea Cable Expense		\$0
6426	Intrabuilding Network Cable Expense		\$0
6431	Aerial Wire Expense		\$0
6441	Conduit Systems Expense		\$0
Total Plant Specific Operations Expense			\$3,680,263

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INCOME STATEMENT

FCC #	Account Description	Missouri Jurisdiction	Total Company
	<u>Plant Non-specific Operations Expense</u>		
6510	Other Property Plant and Equipment Expense		\$0
6511	Telecommunications Use Expense		\$0
6512	Provisioning Expense		\$1,745
6530	Network Operations Expense		\$0
6531	Power Expense		\$100,551
6532	Network Administration Expense		\$216,778
6533	Testing Expense		\$9,570
6534	Plant Operations Administration Expense		\$0
6535	Engineering Expense		\$28,840
6540	Access Expense		\$60,594
	Total Plant Non-specific Operations Expense		\$418,078
	<u>Depreciation and Amortization Expense</u>		
6561	Depreciation Expense - Plant in Service		\$1,347,337
6562	Depreciation Expense - Plant Held for Future Use		\$0
6563	Amortization Expense - Tangible		\$0
6564	Amortization Expense - Intangible		\$0
6565	Amortization Expense - Other		\$0
	Total Depreciation and Amortization Expense		\$1,347,337
	<u>Customer Operations Expense</u>		
6610	Marketing		\$12,166
6611	Product Managemeny		\$0
6612	Sales		\$85
6613	Product Advertising		\$1,011
6620	Services		\$0
6621	Call Completion Services		\$29,039
6622	Number Services		\$88,028
6623	Customer Services		\$804,521
	Total Customer Operations Expenses		\$934,850

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INCOME STATEMENT

FCC #	Account Description	Missouri Jurisdiction	Total Company
	Corporate Operations Expense		
6710	Executive and Planning		\$0
6711	Executive		\$120,515
6712	Planning		\$0
6720	General and Administrative		\$24,509
6721	Accounting and Finance		\$274,628
6722	External Relations		\$179,750
6723	Human Resources		\$32,691
6724	Information Management		\$14,460
6725	Legal		\$196,030
6726	Procurement		\$20,213
6727	Research and Development		\$0
6728	Other General and Administrative		\$92,204
6790	Provision for Uncollectible Notes Receivable		\$0
	Total Corporate Operations Expense		\$955,000
	Total Operating Expense		\$7,335,528
	Net Operating Income		\$3,621,365
	Other Operating Income and Expense		
7110	Income from Custom Work		\$0
7130	Return from Nonregulated Use of Regulated Facilities		\$0
7140	Gains and Losses from Foreign Exchange		\$0
7150	Gains or Losses from Disposition of Land and Artwork		\$0
7160	Other Operating Gains and Losses		\$0
	Total Other Operating Income and Expense		

ILEC Annual Report of Chariton Valley Telephone Corporation

for year ending December 31, 2004

INCOME STATEMENT

FCC #	Account Description	Missouri Jurisdiction	Total Company
	<u>Operating Taxes</u>		
7210	Operating Investment Tax Credits - Net		\$0
7220	Operating Federal Income Taxes		\$0
7230	Operating State and Local Income Taxes		\$0
7240	Operating Other Taxes		\$504,031
7250	Provision for Deferred Operating Income Taxes - Net		\$0
Total Operating Taxes			\$504,031
	<u>Nonoperating Income and Expense</u>		
7300	Nonoperating Income and Expense		\$0
7310	Dividend Income		\$355
7320	Interest Income		\$271,694
7330	Income from Sinking & Other Funds		\$0
7340	Allowance for Funds Used During Construction		\$0
7450	Gains or Losses from the Disposition of Certain Property		\$0
7360	Other Nonoperating Income		\$138,069
7370	Special Charges		\$0
Total Nonoperating Income and Expense			\$410,118
	<u>Nonoperating Taxes</u>		
7410	Nonoperating Investment Tax Credits - Net		\$0
7420	Nonoperating Federal Income Taxes		\$0
7430	Nonoperating State & Local Income Taxes		\$0
7440	Nonoperating Other Taxes		\$0
7450	Provision for Deferred Nonoperating Income Taxes - Net		\$0
Total Non-Operating Taxes			

ILEC Annual Report of Chariton Valley Telephone Corporation

for year ending December 31, 2004

INCOME STATEMENT

FCC #	Account Description	Missouri Jurisdiction	Total Company
Interest & Related Items			
7510	Interest on Funded Debt		\$142,454
7520	Interest Expense - Capital Leases		\$0
7530	Amortization of Debt Issuance Expense		\$0
7540	Other Interest Deductions		\$0
Total Interest & Related Items			\$142,454
Extraordinary Items			
7610	Extraordinary Income Credits		\$0
7620	Extraordinary Income Charges		\$0
7630	Current Income Tax Effect of Extraordinary Items - Net		\$0
7640	Provision for Deferred Income Tax Effect of Extraordinary Items - Net		\$0
Total Extraordinary Items			
Jurisdictional Differences & Nonregulated Items			
7910	Income Effect of Jurisdictional Ratemaking Difference - Net		\$0
7990	Nonregulated Net Income		\$0
Total Jurisdictional Differences & Nonregulated Items			
NET INCOME			\$3,384,998

for year ending December 31, 2004

IMPORTANT CHANGES DURING THE YEAR

Please give particulars concerning the matters indicated below. Make the statements explicit and number them in accordance with the inquires. Each inquiry must be answered. However, if the word "none" states the fact, it may be used in answering any inquiry, or if information is given elsewhere in the report which answers any inquiry, reference to such other schedule will be sufficient. Use additional sheets if necessary.

- 1 Acquisitions of other companies, reorganization, merger, or consolidation with other companies; give names of companies involved, particulars concerning the transactions, and reference to Commission authorization.
- 2 Purchase or sale of operating exchanges or other telephone plant, specifying item, parties, dates, and also reference to Commission authorization.
- 3 Important leaseholds acquired, given, assigned or surrendered, giving effective dates, lengths of terms, names or parties, Commission authorization, if any, and other conditions.
- 4 Important extensions of service, giving location, new territory covered, and dates of beginning operations.
- 5 Estimated increase or decrease in annual revenues due to important rate changes giving basis of estimates.
- 6 Obligations incurred or assumed by respondent as guarantor for the performance of another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after of issuance, and giving Commission authorization, if any.
- 7 Changes in Articles of Incorporation or amendments to charter.
- 8 Additional matters of fact (not elsewhere provided for) which the respondent may desire to include in its report.

[illegible]

ILEC Annual Report of Chariton Valley Telephone Corporation

for year ending December 31, 2004

PENSION COST - DEFINED BENEFIT PLANS

Report **each individual Plan** covering one or more groups of Company employees on a separate schedule. (i.e. ESOP, Defined Contribution, Other (describe), etc.)

Plan Name: _____

Trustee Name: _____

Item	Current Year	Previous Year
Date of Actuarial Report:		
Accumulated Benefit Obligation		
Projected Benefit Obligation		
Fair Value of Plan Assets		
Discount Rate % for Settlement of Liabilities		
Expected Long-Term Return On Assets Rate %		
Service Cost		
Interest Cost		
Return On Plan Assets		
Amortization of Transition Amount		
Amortization of Gains or Losses		
Total Pension Cost		
Minimum Required Contribution		
Actual Contribution		
Maximum Tax Deductible Contribution		
Benefit Payments		
Pension Cost Expensed		
Pension Cost Capitalized		
Pension Asset/Liability at Close of Year		

ILEC Annual Report of Chariton Valley Telephone Corporationfor year ending December 31, 2004**PENSION COST - OTHER THAN DEFINED BENEFIT PLANS**Report **each individual Plan** covering one or more groups of Company employees on a separate schedule. (i.e. ESOP, Defined Contribution, Other (describe), etc.)**Plan Name:** NTCA Retirement & Security Program**Trustee Name:** NTCA Retirement & Security Program**Plan Description:** All employees are eligible for the plan after completing 6 months active service and are fully vested at that time. The company contributes 13% of the employee's wages and the employee contributes 4%.

Date of Actuarial Report:

Projected Benefit Obligation

Fair Value of Plan Assets

Expected Long-Term Return on Assets

Minimum Required Contribution

Actual Contribution

Maximum Tax Deductible Contribution

Benefit Payments

Pension Cost Expensed

Pension Cost Capitalized

Current Year Previous Year

\$235,199	\$203,386

Pension Asset/Liability at Close of Year

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ILEC Annual Report of Chariton Valley Telephone Corporation

for year ending December 31, 2004

INCUMBENT LOCAL EXCHANGE CARRIER RETAIL ACCESS LINE REPORTNote: This page is for retail sales only. Do not report the number of lines you are providing on a wholesale basis.

Full Facility Based			Public Access Lines	
Exchange (Use name in the tariff)	Residential Voice Grade Equivalent Lines	Business Voice Grade Equivalent Lines	Public	Customer Owned Coin Telephone
Atlanta	397	52		
Bevier	497	101		
Bosworth	294	40		
Bucklin	510	63		
Bynumville	279	39		
Callao	317	38		
Clifton Hill	143	50		
Dewitt	113	22		
Ethel	144	29		
Excello	358	28		
Forest Green	91	1		
Hale	357	69		
Huntsville	1,157	218		
Jacksonville	479	39		
New boston	110	16		
New Cambria	281	61		
Priarie Hill	220	26		
Salisbury	1,163	435		
company used lines				

Totals		6,910	1,327		
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INCUMBENT LOCAL EXCHANGE CARRIER WHOLESAL ACCESS LINE REPORT

[illegible]

Instructions for completing the Incubent Local Exchange Carrier Access Line Report

I. BACKGROUND

In opening local telephone markets to competition, the Missouri Public Service Commission (MoPSC) is interested in determining and tracking the amount of actual competition occurring throughout the state. For a variety of reasons including but not limited to statutory reasons, the MoPSC finds it necessary to track the level of competition in local telephone markets.

II. PURPOSE

The purpose of this portion of the Annual Report is to ascertain, on an exchange specific basis, the number of voice-grade equivalent access lines in service being provided by your company in each exchange (as identified in your tariff) in Missouri. Information is sought for residential and business voice-grade equivalent access lines on an exchange-by-exchange basis. **Please use the common exchange name as shown in your tariffs.** Further, information is sought on the following ways of provisioning each access line: (A) pure resale lines; (B) unbundled network element lines (UNE); (C) unbundled network element platform lines (UNE-P); and , (D) pure facility based lines. **Please report on a separate line the number of lines used for internal company purposes.**

III. WHAT IS MEANT BY "VOICE TELEPHONE SERVICE"?

Voice telephone service means local exchange or exchange access services that allow end users to originate and terminate local telephone calls on the public switched telephone network, whether used by the end user for telephone calls or for other types of calls carried over the public switched network (for example, lines used for facsimile equipment and "dial-up" internet lines).

IV. WHAT IS MEANT BY "VOICE-GRADE" EQUIVALENT LINES?

You are to report voice-grade equivalent lines. Count as one voice-grade equivalent line: traditional analog POTS lines, Centrex-CO extensions, and Centrex-CU trunks. Count lines based on how they are charged to the customer rather than how they are physically provisioned. For example, count Basic Rate Integrated (BRI) and Digital Network (ISDN) Services lines as two voice-grade equivalent lines. Report 8 voice-grade equivalent lines if a customer buys 8 trunks that happen to be provisioned over a DS1 circuit. If a customer buys a DS1 circuit that is provided as channelized service, report 24 voice-grade equivalent lines, even if there is some indication that the customer is only using 8 of the derived lines. Thus, a voice-grade equivalent line is a line that directly connects an end user to a carrier and allows the end user to originate and terminate local telephone calls on the public switched network.

Voice-grade equivalent lines include high capacity (DS1, DS-3, etc.) lines that are channelized to provide voice-grade service. In such instances, it is the number of channels available for voice traffic to/from the public switched network that should be counted as voice-grade equivalent access lines. **Note for competitive LEC's providing local exchange service over hybrid fiber-coaxial cable television systems:** Count your records and report how many voice-grade equivalent lines are being billed.

**Instructions for completing the
Incumbent Local Exchange Carrier Access Line Report Con'td.**

V. WHAT IS MEANT BY PURE RESALE VOICE GRADE EQUIVALENT LINES?

Pure resold lines are those lines provided pursuant to § 251 (c)(4) of the Communications Act of 1934, as amended. Pure resold lines are those lines not owned or controlled by the telephone company billing the end user for the service. Pure resold lines are typically leased from an underlying carrier at a wholesale discount off the tariffed rate. The use of resold lines exclusively provides a means to offer service without owning or controlling any equipment. Pure resold lines are those lines provided under a general or local exchange tariff, but without benefit of an accompanying switched access tariff.

VI. WHAT IS MEANT BY UNBUNDLED NETWORK ELEMENT (UNE) LINES?

UNE lines are those lines where the carrier provides some portion of the equipment required to provide telephone service. The most common example is a competitive LEC who provides the switching but leases a loop (or extended loop) from the incumbent LEC. UNE loops are obtained on a stand alone basis and service is provided to the end user without combining other UNEs. Service provisioned over UNE loops requires the carrier to lease a loop from another LEC in order to connect the customer to the carrier's own switch. UNE lines are provided under a general or local exchange tariff in combination with a switched access tariff.

VII. WHAT IS MEANT BY UNE-P VOICE GRADE EQUIVALENT LINES?

UNE Platform (UNE-P) lines are those lines utilizing a combination of UNEs so that service provisioned over UNE-P lines does not require the carrier to use its own switch, port, or loop. UNE-P lines are commonly used by competitive LECs. UNE-P lines are provided under a general or local exchange tariff in combination with a switched access tariff.

VIII. WHAT IS MEANT BY FULL FACILITY BASED VOICE GRADE EQUIVALENT LINES?

Full facility based lines are those lines owned or controlled exclusively by a local exchange carrier and used to connect to an end user's premises. Count as your own such facilities, those facilities that you actually owned as well as facilities such as dark fiber that you obtained the right to use from other entities. Do not include, as full facilities based lines, lines provided over UNE loops that you obtained from another carrier. Full facility based lines are provided under a general or local exchange tariff in conjunction with a switched access tariff.

IX. WHAT IS MEANT BY PUBLIC ACCESS LINES?

Some carriers (particularly incumbent carriers) still separate pay telephone lines from business lines. Use this column to report pay telephone lines if your company tariffs reflect pay telephone lines distinct from business lines.

X. WHAT IS MEANT BY EXCHANGE?

"Exchange" as defined in Missouri Revised Statutes §386.020(16), is a geographical area for the administration of telecommunications services, established and described by the tariff of a telecommunications company providing basic local telecommunications service.

Schedule 11

ILEC Annual Report Chariton Valley Telephone Corporation

for year ending December 31, 2004

OPERATIONAL STATISTICS (ANNUAL TOTALS)

Originating Number of Messages:

Local

IntraLata - Intrastate

InterLata - Intrastate

Interstate

Originating Minutes of Use:

Local

IntraLata - Intrastate

InterLata - Intrastate

Interstate

7,766,022
2,903,645
10,491,054

Terminating Number of Messages:

Local

IntraLata - Intrastate

InterLata - Intrastate

Interstate

Wireless

Terminating Minutes of Use:

Local

IntraLata - Intrastate

InterLata - Intrastate

Interstate

Wireless

12,060,999
5,015,732
12,291,108

ILEC Annual Report of Chariton Valley Telephone Corporationfor year ending December 31, 2004

Local Exchange Carriers Federal/State Low-Income/Disabled Universal Service Fund Subscribers

Background and Purpose: To ascertain on a monthly basis the number of subscribers being provided federal and/or Missouri low-income/disabled support as being reported to USAC (federal support, Form 497) and the fund administrator of the Missouri programs (Missouri support).

Month	Calendar Year 2004	Calendar Year 2005	
	Number of Federal Low Income subscribers	Number of Missouri Low Income subscribers*	Number of Missouri Disabled subscribers*
January	44		
February	43		
March	45		
April	46		
May	46		
June	46		
July	41		
August	42		
September	41		
October	42		
November	45		
December	42		
TOTAL:	523	0	0

* Effective for 2005 calendar year
Annual Report.

Submitting this Annual Report is an "option" through EFIS.

A registered official company representative is authorized to utilize this option, type in all necessary information below, including the Notary's information (pursuant to Sections 432.200 and 432.295). After submitting the Annual Report through EFIS, you will receive a BMAR (confirmation) number. Indicate that BMAR number on the original and retain for your records.

ILEC Annual Report of Chariton Valley Telephone Corporation

for year ending December 31, 2004

VERIFICATION

The foregoing report must be verified by the oath of the President, Treasurer, General Manager or Receiver of the company. The oath required may be taken before any person authorized to administer an oath by the laws of the State in which the same is taken.

OATH

State Of Missouri
County Of Macon } ss:

James Simon makes oath and says that
(Insert here the name of the affiant)

s/he is General Manager
(Insert here the official title of the affiant)

of Chariton Valley Telephone Corporation
(Insert here the exact legal title or name of the respondent)

that s/he has examined the foregoing report; that to the best of his or her knowledge, information, and belief, all statements of fact contained in the said report are true and the said report is a correct statement of the business and affairs of the above-named respondent.

1-Jan, 2004, to and including 31-Dec, 2004

James Simon
(Signature of affiant)

Subscribed and sworn before me, a _____ notary public in and for the

State and county above named, this 15th day of April, 2005

My Commission expires 27-May, 2005

Audra E. Linebaugh
(Signature of officer authorized to administer oaths)

Missouri Revised Statutes § 392.210

Original in its entirety must be mailed (if not utilizing EFIS) to:

Manager of the Data Center

MoPSC, 200 Madison Street, Suite 100

Jefferson City, MO 65101 (P.O. Box 360, 65102-0360)