

**PUBLIC UTILITY COMMISSION OF OREGON
STAFF REPORT
PUBLIC MEETING DATE: August 2, 2005**

REGULAR _____ **CONSENT** X **EFFECTIVE DATE** August 3, 2005

DATE: July 26, 2005

TO: Public Utility Commission

FROM: Cynthia Van Landuyt

THROUGH: Lee Sparling and Phil Nyegaard

SUBJECT: OREGON PUBLIC UTILITY COMMISSION STAFF: Requests Approval of 2004 Form I, Separated Results of Operations.

STAFF RECOMMENDATION:

Staff recommends the Commission approve the proposed 2004 Form I.

DISCUSSION:

The Annual Report Form I separates an individual regulated telephone company's financial data into interstate and intrastate results of operations. The data is used for a variety of purposes, including EAS filings, the annual Oregon Customer Access Fund review (intrastate access charges) and the cost review of rural incumbent local exchange carriers (ILECs) for the Oregon Universal Service Fund (OUSF).

OARs 860-027-0070 and 860-034-0395 as amended by orders 95-516, 97-434, 98-060, 99-468 and 01-488 provide that, "the intrastate report Form I for the previous calendar year shall be submitted on or before October 31, using the most current form approved by the Commission". A copy of the 2004 Form I is attached. Staff updated the form for year references to 2004. No other changes were made.

Staff now seeks Commission approval of the 2004 Form I so that companies will be using "the most current form approved by the Commission" for their 2004 filing due October 31, 2005.

PROPOSED COMMISSION MOTION:

The proposed 2004 Form I annual report forms be approved.

ANNUAL REPORT OF
OREGON SEPARATED RESULTS OF OPERATIONS

(Telecommunications Utilities Form I)

OF

(name of respondent)

TO THE
PUBLIC UTILITY COMMISSION OF OREGON
550 CAPITOL STREET NE, SUITE 215
SALEM, OREGON 97301-2551

FOR THE YEAR ENDING DECEMBER 31, 2004

For The Year Ended: December 31, 2004

Separated Results of Oregon Operations

COMPANY NAME:

| Description | Note No. | Line No. | Total Oregon Operations Subject To Separations | Intrastate Operation | | | |
|---|----------|----------|--|----------------------|---------------|-----|------------------|
| | | | | Interstate Toll | Toll | EAS | Local (Other) |
| Separation Parameters | (21) | | | | | | |
| Plant | (22,23) | | | | | | |
| SLU Minutes of Use (MOU) | | 1 | 0 | | | | |
| <i>SLU Factor</i> | | 2 | 0.000000 | | | | |
| SPF - January 1, 2003 Pre-EAS | | 3 | 0.000000 | | | | |
| SPF - December 31, 2003 Post-EAS | | 4 | 0.000000 | | | | |
| Current Composite SPF | (24) | 5 | 0.000000 | | | | |
| 1996 Weighted DEM - Factor | | 6 | 0.000000 | | | | |
| 1996 Unweighted DEM - Factor | | 7 | 0.000000 | | | | |
| Current CAT 3 Dial Equipment Minutes | (25) | 8 | 0 | | | | |
| <i>Current CAT 3 DEM Factor Unweighted</i> | | 9 | 0.000000 | | | | |
| <i>Current Composite DEM Factor</i> | | 10 | 0.000000 | | | | |
| Exchange Trunk - Joint Use MOU | (26) | 11 | 0 | | | | |
| <i>Exchange Trunk Joint Use MOU Factor</i> | | 12 | 0.000000 | | | | |
| Host/Remote MOU Kilometers | (27) | 13 | 0 | | | | |
| <i>Host/Remote MOU Kilometers Factor</i> | | 14 | 0.000000 | | | | |
| Operator Standard Work Seconds | (28) | 15 | 0 | | | | |
| <i>Operator Standard Work Seconds Factor</i> | | 16 | 0.000000 | | | | |
| Tandem Switching MOU | (29) | 17 | 0 | | | | |
| <i>Tandem Switching MOU Factor</i> | | 18 | 0.000000 | | | | |
| IX Conversation MOU | | 19 | 0 | | | | |
| <i>IX Conversation MOU Factor</i> | | 20 | 0.000000 | | | | |
| IX Conversation Minute Kilometers | | 21 | 0 | | | | |
| <i>IX Conversation Minute Kilometer Factor</i> | | 22 | 0.000000 | | | | |
| Gross Billed Revenues | | | | | | | |
| Marketing Allocation Basis | (30) | 23 | 0 | | | | |
| <i>Marketing Allocation Basis Factor</i> | | 24 | 0.000000 | | | | |
| Payment & Collection-End User | (30) | 25 | 0 | | | | |
| <i>Payment & Collection-End User Factor</i> | | 26 | 0.000000 | | | | |
| Payment & Collection-CXR | (30) | 27 | 0 | | | | |
| <i>Payment & Collection-CXR Factor</i> | | 28 | 0.000000 | | | | |
| Service Order Contacts | | | | | | | |
| Service Order Proc.-End User | (31) | 29 | 0 | | | | |
| <i>Service Order Proc.-End User Factor</i> | | 30 | 0.000000 | | | | |
| Service Order Proc.-CXR | (31) | 31 | 0 | | | | |
| <i>Service Order Proc.-CXR Factor</i> | | 32 | 0.000000 | | | | |
| Billing Inquiry Contacts | | | | | | | |
| Billing Inquiry-End User | (32) | 33 | 0 | | | | |
| <i>Billing Inquiry-End User Factor</i> | | 34 | 0.000000 | | | | |
| Billing Inquiry-CXR | (32) | 35 | 0 | | | | |
| <i>Billing Inquiry-CXR Factor</i> | | 36 | 0.000000 | | | | |
| SP+RC Toll Messages | (33) | 37 | 0 | | | | |
| <i>SP+RC Toll Messages Factor</i> | | 38 | 0.000000 | | | | |
| EAS/Local Messages (Msg. Proc.) | | 39 | 0 | | | | |
| 'BIG 3' Expense Factor-Message | (34) | 40 | 0.000000 | | | | |
| -PLS & Special Access Factor | | 41 | | | | | |
| <i>Operator Services Expense -- Factor</i> | | 42 | 0.000000 | | | | |
| Other Parameters | | | Common | PL Interstate | PL Intrastate | | PL Local (Other) |
| Access Lines (Average) | (35) | 43 | | | | | |
| Unseparated Loop Cost @ 11.1 ROR | (36) | 44 | | | | | |
| Cost Categories Frozen? | | 45 | Yes _____ | No _____ | | | |