

**General Information**

Year: **2016**

1 Legal Name of Respondent: Qwest Corporation

2 Name Under Which Respondent Does Business: CenturyLink QC

3 Date of Incorporation:  
The Colorado Telephone Company was organized January 10, 1881, consolidated with the Tri-State Telephone and Telegraph Company on July 17, 1911, forming the Mountain States Telephone and Telegraph Company which on July 20, 1911, purchased the Rocky Mountain Telephone Company. On January 1, 1991, the Mountain States Telephone and Telegraph Company was merged with Northwestern Bell and Pacific Northwest Bell to form U S WEST Communications, Inc. On July 1, 2000, U S WEST, Inc., together with all its subsidiaries, including U S WEST Communications, Inc., was merged into Qwest Communications International, Inc. on April 1, 2011, Qwest Communications International, Inc., together with all its subsidiaries, including Qwest Corporation, was merged into CenturyLink, Inc.

4 Address to send Correspondence Concerning Report:  
100 CenturyLink Drive  
Monroe, LA 71203

5 Person Responsible for This Report: Lisa F. Grantham

5a. Telephone Number: 318-388-9696

**Control Over Respondent**

1 If direct control over the respondent was held by another entity at the end of year provide the following:

1a. Name and address of the controlling organization or person:

Qwest Services Corporation  
100 CenturyLink Dr.  
Monroe, LA 71203

1b. Means by which control was held: Ownership of voting securities.

1c. Percent Ownership: 100%

Dollars in Thousands

## Montana Total State Income Statement

2016

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		<b>REVENUES:</b>		
2	5000	Basic Local Service Revenues	37,358	40,962
3	5080	Network Access Revenues	118,632	116,732
4	* 5100	Long Distance Message Revenue	59	86
5	^ 5110	Unidirectional Long Distance Revenue	59	86
6	^ 5120	Long Distance Private Network Revenue	0	0
7	^ 5160	Other Long Distance Revenue	0	0
8	^ 5169	Other Long Distance Revenue Settlements	0	0
9	* 5200	Miscellaneous Revenue	17,316	14,403
10	^ 5230	Directory Revenue	1,067	1,067
11	^ 5240	Rent Revenue	2,003	(606)
12	^ 5250	Corporate Operations Revenue	23	36
13	^ 5260	Miscellaneous Revenue	3,144	2,355
14	^ 5270	Carrier Billing and Collection Revenue	1,170	1,456
15	^ 5280	Nonregulated Revenue	9,910	10,096
16	5300	Uncollectible Revenue	1,021	996
17		<b>Total Revenues (L.2+L.3+L.4+L.9-L.16)</b>	172,345	171,187
18		<b>OPERATING EXPENSES:</b>	0	0
19	6110	Network Support Expense	128	167
20	6120	General Support Expense	5,166	5,819
21	6210	Central Office Switching Expense	2,727	2,546
22	6220	Operator Systems Expense	0	4
23	6230	Central Office Transmission Expense	2,418	2,519
24	6310	Information Origination/Termination Expense	3,261	3,499
25	* 6410	Cable and Wire Facilities Expense	13,872	11,083
26	^ 6431	Aerial Wire Expense	3	2
27	^ 6441	Conduit Systems Expense	17	15
28	6510	Other Property, Plant & Equipment Expense	425	495
29	6530	Network Operations Expense	9,542	11,112
30	6540	Access Expense	2,288	2,212
31	6560	Depreciation and Amortization Expense	28,334	29,355
32	6610	Marketing	8,379	8,378
33	6620	Services	9,056	9,630
34	6710	Executive and Planning	458	419
35	6720	General and Administrative	10,560	11,475
36	6790	Provision for Uncollectible Notes Receivable	0	0
37		<b>Total Operating Expenses (Sum L.19 to L.36-L.26)</b>	96,614	98,712
38	7100	Other Operating Income and Expense	1	1
39	7200	Operating Taxes	30,936	29,797
40		<b>Net Operating Income (L.17-L.37+L.38-L.39)</b>	44,796	42,680

^ Subaccount of the account marked with a \*.

Dollars in Thousands

**Montana Intrastate Income Statement**

2016

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		<b>REVENUES:</b>		
2	5000	Basic Local Service Revenues	37,358	40,962
3	5080	Network Access Revenues	5,415	6,280
4	* 5100	Long Distance Message Revenue	59	86
5	^ 5110	Unidirectional Long Distance Revenue	59	86
6	^ 5120	Long Distance Private Network Revenue	0	0
7	^ 5160	Other Long Distance Revenue	0	0
8	^ 5169	Other Long Distance Revenue Settlements	0	0
9	* 5200	Miscellaneous Revenue	5,121	2,861
10	^ 5230	Directory Revenue	1,067	1,067
11	^ 5240	Rent Revenue	1,489	(208)
12	^ 5250	Corporate Operations Revenue	15	24
13	^ 5260	Miscellaneous Revenue	2,104	1,382
14	^ 5270	Carrier Billing and Collection Revenue	446	596
15	^ 5280	Nonregulated Revenue	0	0
16	5300	Uncollectible Revenue	331	316
17		<b>Total Revenues (L.2+L.3+L.4+L.9-L.16)</b>	47,623	49,873
18		<b>OPERATING EXPENSES:</b>		
19	6110	Network Support Expense	87	113
20	6120	General Support Expense	3,544	3,971
21	6210	Central Office Switching Expense	1,715	1,601
22	6220	Operator Systems Expense	0	0
23	6230	Central Office Transmission Expense	1,522	1,586
24	6310	Information Origination/Termination Expense	200	51
25	* 6410	Cable and Wire Facilities Expense	9,547	7,623
26	^ 6431	Aerial Wire Expense	2	1
27	^ 6441	Conduit Systems Expense	12	10
28	6510	Other Property, Plant & Equipment Expense	284	330
29	6530	Network Operations Expense	6,055	7,030
30	6540	Access Expense	71	(69)
31	6560	Depreciation and Amortization Expense	19,121	19,742
32	6610	Marketing	4,848	4,955
33	6620	Services	6,708	7,152
34	6710	Executive and Planning	308	282
35	6720	General and Administrative	7,029	7,627
36	6790	Provision for Uncollectible Notes Receivable	0	0
37		<b>Total Operating Expenses (Sum L.19 to L.36-L.37)</b>	61,039	61,993
38	7100	Other Operating Income and Expense	1	1
39	7200	Operating Taxes	(3,802)	(3,476)
40		<b>Net Operating Income (L.17-L.37+L.38-L.39)</b>	(9,613)	(8,643)

^ Subaccount of the account marked with a \*.

Dollars in Thousands

## Montana Intrastate Regulated Income Statement

2016

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		<b>REVENUES:</b>		
2	5000	Basic Local Service Revenues	37,194	40,783
3	5080	Network Access Revenues	3,415	4,296
4	* 5100	Long Distance Message Revenue	60	86
5	^ 5110	Unidirectional Long Distance Revenue	60	86
6	^ 5120	Long Distance Private Network Revenue	0	0
7	^ 5160	Other Long Distance Revenue	0	0
8	^ 5169	Other Long Distance Revenue Settlements	0	0
9	* 5200	Miscellaneous Revenue	4,735	2,418
10	^ 5230	Directory Revenue	1,067	1,067
11	^ 5240	Rent Revenue	1,572	(55)
12	^ 5250	Corporate Operations Revenue	15	24
13	^ 5260	Miscellaneous Revenue	2,081	1,382
14	^ 5270	Carrier Billing and Collection Revenue	0	0
15	^ 5280	Nonregulated Revenue	0	0
16	5300	Uncollectible Revenue	307	304
17		<b>Total Revenues (L.2+L.3+L.4+L.9-L.16)</b>	45,098	47,279
18		<b>OPERATING EXPENSES:</b>		
19	6110	Network Support Expense	87	113
20	6120	General Support Expense	3,332	3,745
21	6210	Central Office Switching Expense	1,647	1,539
22	6220	Operator Systems Expense	0	0
23	6230	Central Office Transmission Expense	1,462	1,525
24	6310	Information Origination/Termination Expense	192	49
25	* 6410	Cable and Wire Facilities Expense	9,169	7,331
26	^ 6431	Aerial Wire Expense	2	1
27	^ 6441	Conduit Systems Expense	12	10
28	6510	Other Property, Plant & Equipment Expense	284	330
29	6530	Network Operations Expense	5,719	6,664
30	6540	Access Expense	71	(69)
31	6560	Depreciation and Amortization Expense	18,041	18,724
32	6610	Marketing	3,560	4,258
33	6620	Services	6,708	6,715
34	6710	Executive and Planning	308	282
35	6720	General and Administrative	6,560	7,140
36	6790	Provision for Uncollectible Notes Receivable	0	0
37		<b>Total Operating Expenses (Sum L.19 to L.36-L.37)</b>	57,140	58,346
38	7100	Other Operating Income and Expense	1	1
39	7200	Operating Taxes	(3,411)	(3,125)
40		<b>Net Operating Income (L.17-L.37+L.38-L.39)</b>	(8,630)	(7,941)

^ Subaccount of the account marked with a \*.

**Average Rate Base - Total State**

2016

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	1,032,856	1,020,598
2	3100	Accumulated Depreciation	936,938	918,323
3	2002	Property Held for Future Telecommunications Use		-
4	3200	Accumulated Depreciation - 2002		-
5	1220	Materials and Supplies	136	294
6	4340	Noncurrent Deferred Operating Income Taxes	4,322	4,189
7		Pre-1971 Unamortized Investment Tax Credits		-
8		Cash Working Capital (if allowed by Commission)		-
9		<b>Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+)</b>	91,732	98,380

**Average Rate Base - Intrastate**

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	688,173	679,736
2	3100	Accumulated Depreciation	624,573	611,738
3	2002	Property Held for Future Telecommunications Use		-
4	3200	Accumulated Depreciation - 2002		-
5	1220	Materials and Supplies	93	198
6	4340	Noncurrent Deferred Operating Income Taxes	2,873	2,797
7		Pre-1971 Unamortized Investment Tax Credits		-
8		Cash Working Capital (if allowed by Commission)		-
9		<b>Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+)</b>	60,819	65,399

**Average Rate Base - Regulated Intrastate**

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	654,172	648,435
2	3100	Accumulated Depreciation	595,482	585,100
3	2002	Property Held for Future Telecommunications Use		0
4	3200	Accumulated Depreciation - 2002		0
5	1220	Materials and Supplies	88	189
6	4340	Noncurrent Deferred Operating Income Taxes	2,860	2,789
7		Pre-1971 Unamortized Investment Tax Credits		0
8		Cash Working Capital (if allowed by Commission)		0
9		<b>Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+)</b>	55,917	60,735

**Executive Compensation - Montana-Based Employees**

Name/Title (a)	Base Salary (b)	Bonuses (c)	Other Compensation (d)	Total Compensation (e)
				0
CenturyLink has no presidents, chief executive officers, chief financial officers, vice presidents or upper-level managers based in Montana.				
				0
				0
				0
				0
				0
				0
				0
				0
				0
<b>Total executive compensation in the aggregate</b>				0