

Leaf River Telephone Company

TIC Revenues

12 Months Ending June 30, 2001

Exhibit No. 1

12/17/01

**Access MOU
Per FGD
Access Report**

2000

July - December

1,311,886

2001

January - June

963,528

Total MOU 12 Mo. Ending June 2001

2,275,414

Interstate TIC Rate Effective 7/1/00 - 6/30/01

\$0.00754

Total TIC Revenues 12 Mo. Ending June 2001

\$ 17,157

Total TIC Rev. Req. From 7/3/01 Filing

\$ 32,169

Total TIC Revenues to be Reallocated

\$ 17,157

Leaf River Telephone CompanyTIC Reallocation
For January 1, 2002 Filing**Exhibit No. 2**
12/17/01

Interstate Revenue Requirements	Tariff Filing Rev. Reqs.	Rev. Reqs. for Reallocation	Percent of Total	TIC Reallocation	Revised Rev. Reqs.
Carrier Common Line plus: Line Port Shift Revised Carrier Common Line	242,375	242,375 38,662 <u>281,037</u>	71.90%	12,337	293,374
800 Data Base Local Switching less: LSS less: Line Port Shift Local Switching for Rate Development	538 374,693	374,693 245,820 38,662 <u>90,211</u>	23.08%	3,960	94,171
Local Transport less: TIC reallocation Local Transport for Rate Development	33,495	33,495 17,157 <u>16,338</u>	4.18%	717	17,055
Information	404	404	0.10%	18	422
Special Access	2,857	2,857	0.73%	125	2,982
B&C and Non-Access	23,627	xxxxx			
Total Rev. Req.	677,989	390,847	100.00%	17,157 17,157	408,004 408,004

NOTES:

- 1) Tariff filing revenue requirements are from the 7/3/01 annual filing, except CCL.
- 2) CCL Revenue requirement for reallocation is projected 2002.

Leaf River Telephone Company
Line Port Costs

Exhibit No. 3
12/17/01

Local Switching Rev. Req. (From 7/3/01 Annual Filing)	374,693
LSS	245,820
Net Local Switching	128,873
30% of Net Local Switching	38,662

Leaf River Telephone Company
SLC Revenues
Effective January 1, 2002

Exhibit No. 4
12/17/01

Rates Effective January 1, 2002

Residential Rate	\$5.00
Single-Line Business Rate	\$5.00
Multi-Line Business Rate	\$9.20

Access Lines

Residential Access Lines	522
Single-Line Business Access Lines	53
Multi-Line Business Access Lines	35
Total Access Lines	610

SLC Revenues

Residential SLC Revenues	\$15,660
Single-Line Business SLC Revenues	\$1,590
Multi-Line Business SLC Revenues	\$1,932
Total SLC Revenues	\$19,182

LEAF RIVER TELEPHONE COMPANY

Exhibit No. 5

Interstate Access Rate Development

12/17/01

Effective Date: 01/01/02

REVENUE REQUIREMENTS INPUT	Average	Final 1999	Final 2000
Local Switching	375,231	376,430	374,031
less: 800 Data Base Revenues	538	525	550
less: Local Switching Support Amount	245,820	242,400	249,240
less: Line Port Costs	38,662	xxxxx	xxxxx
plus: TIC Reallocation	3,960	xxxxx	xxxxx
Total Local Switching For Rate Development	94,171	133,505	124,241
Information	404	615	193
plus: TIC Reallocation	18	xxxxx	xxxxx
Total Information For Rate Development	422	xxxxx	xxxxx
Local Transport:			
Switching	0	0	0
Termination	27,479	24,352	30,605
Facility	6,017	5,146	6,887
Total Transport	33,495	29,498	37,492
less: TIC revenues	17,157	xxxxx	xxxxx
plus: TIC reallocation	717	xxxxx	xxxxx
Total Transport for Rate Development	17,055	xxxxx	xxxxx
Special Access:			
Channel Termination	2,326	1,462	3,190
Channel Mileage Termination	452	547	357
Channel Mileage Facility	79	63	94
Total Special Access	2,857	2,072	3,641
plus: TIC reallocation	125	xxxxx	xxxxx
Total Special Access For Rate Development	2,982	xxxxx	xxxxx
Total Non-Access	23,627	22,985	24,269
Common Line	222,505	213,365	231,644
plus: Line Port Costs	38,662	xxxxx	xxxxx
plus: TIC reallocation	12,337	xxxxx	xxxxx
Total Common Line For NECA Reporting	273,504	xxxxx	xxxxx
Total Company Rev. Req. Per Cost Studies	658,118	644,965	671,270
Total Company Rev. Req. Adj. For MAG Changes	658,118	xxxxx	xxxxx

LEAF RIVER TELEPHONE COMPANY

Exhibit No. 6

Interstate Access Rate Development

12/17/01

Effective Date: 01/01/02

Switched Access Minutes of Use (MOU)	1999	2000	Average
End Office MOU	1,978,187	2,605,473	2,291,830
Host Remote MOU	0	0	0
Tandem Switched Transport MOU	1,978,187	2,605,473	2,291,830
Direct Trunk Transport MOU	0	0	0

Switched Access Circuits	1999 Avg. Circuits	2000 Avg. Circuits	Average Circuits	Annual Demand
Direct Trunks - Voice Grade	0	0	0	xxx
Direct Trunks - DS1	0	0	0	xxx
Percent Interstate Usage (PIU)	0.00%	0.00%	0.00%	xxx
Interstate Direct Trunks - Voice Grade	xxxx	xxxx	0.00	0.00
Interstate Direct Trunks - DS1	xxxx	xxxx	0.00	0.00

Special Access Circuits - Averages	1999 Avg. Circuits	2000 Avg. Circuits	Average Circuits	Annual Demand	Demand w/ Mileage
Metallic	0	0	0	0	0
Voice Grade - 2 Wire	1	1	1	12	34.08
Voice Grade - 4 Wire	0	0	0	0	0
Digital Data - 2.4k to 19.2k	0	0	0	0	0
Digital Data - 56.0k and 64.0k	1	1	1	12	34.08
High Cap. - 128k	0	0	0	0	0
High Cap. - 256k	0	0	0	0	0
High Cap. - 384k	0	0	0	0	0
High Cap. - 512k	0	0	0	0	0
High Cap. - DS1	0	0	0	0	0
High Cap. - DS3	0	0	0	0	0
Total	2	2	2	24	

Miscellaneous Input

Airline mileage to GTE meet point	2.84
Equivalent minutes per direct trunk per month	5000.00
800 Data Base Queries	99,537

Special Access Circuits - Input Section	1998	1999	2000
Metallic	0	0	0
Voice Grade - 2 Wire	1	1	1
Voice Grade - 4 Wire	0	0	0
Digital Data - 2.4k to 19.2k	0	0	0
Digital Data - 56.0k and 64.0k	1	1	1
High Cap. - 128k	0	0	0
High Cap. - 256k	0	0	0
High Cap. - 384k	0	0	0
High Cap. - 512k	0	0	0
High Cap. - DS1	0	0	0

High Cap. - DS3

Total

<u>0</u>	<u>0</u>	<u>0</u>
2	2	2

NECA Tariff**Exhibit No. 7**

Rate Adjustment Factors

12/17/01

Special Access

Effective 7/1/00

	-----Rates-----			-----RAFs-----		
		Channel	Channel		Channel	Channel
		Mileage	Mileage		Mileage	Mileage
	Channel	Term	Facility	Channel	Term	Facility
Metallic	\$24.58	\$35.37	\$2.47	0.5953	1.1965	0.8401
Voice Grade - 2 Wire	\$41.29	\$29.56	\$2.94	1.0000	1.0000	1.0000
Voice Grade - 4 Wire	\$66.07	\$29.56	\$2.94	1.6001	1.0000	1.0000
Digital Data - 2.4k to 19.2 k	\$76.20	\$28.08	\$2.80	1.8455	0.9499	0.9524
Digital Data - 56.0k to 64.0 k	\$76.20	\$39.79	\$3.96	1.8455	1.3461	1.3469
High Cap. - 128k	NA	NA	NA	2.4113	1.8726	2.5911
High Cap. - 256k	NA	NA	NA	2.9770	2.2758	3.7155
High Cap. - 384k	NA	NA	NA	3.5427	2.6790	4.8399
High Cap. - 512k	NA	NA	NA	4.1084	3.0822	5.9643
High Cap. - DS1	\$176.82	\$94.38	\$19.14	4.2824	3.1928	6.5102
High Cap. - DS3	\$2,051.19	\$525.64	\$131.77	49.6776	17.7821	44.8197
Synch. Opt. Channel OC3	\$1,361.19	\$484.49	\$140.00	32.9666	16.3901	47.6190
Synch. Opt. Channel OC12	\$2,656.80	\$1,807.00	\$280.00	64.3449	61.1299	95.2381

LEAF RIVER TELEPHONE COMPANY

Exhibit No. 8

Special Access Rate Development

12/17/01

Effective Date: 01/01/02

<u>Special Access Revenue Requirement</u>	TIC		
		Reallocation	
Channel Termination	\$2,428	\$102	\$2,326
Channel Mileage Termination	\$472	\$20	\$452
Channel Mileage Facility	\$82	\$3	\$79
Total Special Access	\$2,982	\$125	\$2,857
		\$125	

<u>Channel Termination</u>	<u>Annual Demand</u>	<u>RAF</u>	<u>Demand Percents</u>	<u>RAF Weighting</u>	<u>Weighting Percents</u>	<u>Revenue Reqs.</u>	<u>Rates</u>	<u>Calculated RAFs</u>	<u>Verify RAFs</u>	<u>Verify Revenues</u>
Metallic	0	1.0000	0.00%	0.0000	0.00%	\$0.00	\$71.10	1.0000	OK	\$0.00
Voice Grade - 2 Wire	12	1.0000	50.00%	0.5000	35.14%	\$853.21	\$71.10	1.0000	OK	\$853.21
Voice Grade - 4 Wire	0	1.6001	0.00%	0.0000	0.00%	\$0.00	\$113.77	1.6001	OK	\$0.00
Digital Data - 2.4k to 19.2k	0	1.8455	0.00%	0.0000	0.00%	\$0.00	\$131.21	1.8455	OK	\$0.00
Digital Data - 56.0k and 64.0k	12	1.8455	50.00%	0.9227	64.86%	\$1,574.58	\$131.21	1.8455	OK	\$1,574.58
High Cap. - 128k	0	2.4113	0.00%	0.0000	0.00%	\$0.00	\$171.44	2.4113	OK	\$0.00
High Cap. - 256k	0	2.9770	0.00%	0.0000	0.00%	\$0.00	\$211.67	2.9770	OK	\$0.00
High Cap. - 384k	0	3.5427	0.00%	0.0000	0.00%	\$0.00	\$251.89	3.5427	OK	\$0.00
High Cap. - 512k	0	4.1084	0.00%	0.0000	0.00%	\$0.00	\$292.11	4.1084	OK	\$0.00
High Cap. - DS1	0	4.2824	0.00%	0.0000	0.00%	\$0.00	\$304.48	4.2824	OK	\$0.00
High Cap. - DS3	0	49.6776	0.00%	0.0000	0.00%	\$0.00	\$3,532.11	49.6776	OK	\$0.00
Total	24	32.9666	100.00%	1.4227	100.00%	\$2,427.79				\$2,427.79

NOTE: RAFs are cell references to specific factors.

<u>Channel Mileage Termination</u>	<u>Annual Demand</u>	<u>RAF</u>	<u>Demand Percents</u>	<u>RAF Weighting</u>	<u>Weighting Percents</u>	<u>Revenue Reqs.</u>	<u>Rates</u>	<u>Calculated RAFs</u>	<u>Verify RAFs</u>	<u>Verify Revenues</u>
Metallic	0	1.0000	0.00%	0.0000	0.00%	\$0.00	\$16.76	1.0000	OK	\$0.00
Voice Grade - 2 Wire	12	1.0000	50.00%	0.5000	42.62%	\$201.09	\$16.76	1.0000	OK	\$201.09
Voice Grade - 4 Wire	0	1.0000	0.00%	0.0000	0.00%	\$0.00	\$16.76	1.0000	OK	\$0.00
Digital Data - 2.4k to 19.2k	0	0.9499	0.00%	0.0000	0.00%	\$0.00	\$15.92	0.9499	OK	\$0.00
Digital Data - 56.0k and 64.0k	12	1.3461	50.00%	0.6730	57.38%	\$270.69	\$22.56	1.3461	OK	\$270.69
High Cap. - 128k	0	1.8726	0.00%	0.0000	0.00%	\$0.00	\$31.38	1.8726	OK	\$0.00
High Cap. - 256k	0	2.2758	0.00%	0.0000	0.00%	\$0.00	\$38.14	2.2758	OK	\$0.00
High Cap. - 384k	0	2.6790	0.00%	0.0000	0.00%	\$0.00	\$44.89	2.6790	OK	\$0.00
High Cap. - 512k	0	3.0822	0.00%	0.0000	0.00%	\$0.00	\$51.65	3.0822	OK	\$0.00
High Cap. - DS1	0	3.1928	0.00%	0.0000	0.00%	\$0.00	\$53.50	3.1928	OK	\$0.00
High Cap. - DS3	0	17.7821	0.00%	0.0000	0.00%	\$0.00	\$297.99	17.7821	OK	\$0.00
Total	24	16.3901	100.00%	1.1730	100.00%	\$471.78				\$471.78

LEAF RIVER TELEPHONE COMPANY

Special Access Rate Development

Effective Date: 01/01/02

Exhibit No. 8

12/17/01

<u>Special Access Revenue Requirement</u>	TIC		
		Reallocation	
Channel Termination	\$2,428	\$102	\$2,326
Channel Mileage Termination	\$472	\$20	\$452
Channel Mileage Facility	\$82	\$3	\$79
Total Special Access	\$2,982	\$125	\$2,857
		\$125	

NOTE: RAFs are cell references to specific factors.

<u>Channel Mileage Facility</u>	<u>Annual Demand</u>	<u>RAF</u>	<u>Demand Percents</u>	<u>RAF Weighting</u>	<u>Weighting Percents</u>	<u>Revenue Reqs.</u>	<u>Rates</u>	<u>Calculated RAFs</u>	<u>Verify RAFs</u>	<u>Verify Revenues</u>
Metallic	0.00	1.0000	0.00%	0.0000	0.00%	\$0.00	\$1.02	1.0000	OK	\$0.00
Voice Grade - 2 Wire	34.08	1.0000	50.00%	0.5000	42.61%	\$34.91	\$1.02	1.0000	OK	\$34.91
Voice Grade - 4 Wire	0.00	1.0000	0.00%	0.0000	0.00%	\$0.00	\$1.02	1.0000	OK	\$0.00
Digital Data - 2.4k to 19.2k	0.00	0.9524	0.00%	0.0000	0.00%	\$0.00	\$0.98	0.9524	OK	\$0.00
Digital Data - 56.0k and 64.0k	34.08	1.3469	50.00%	0.6735	57.39%	\$47.02	\$1.38	1.3469	OK	\$47.02
High Cap. - 128k	0.00	2.5911	0.00%	0.0000	0.00%	\$0.00	\$2.65	2.5911	OK	\$0.00
High Cap. - 256k	0.00	3.7155	0.00%	0.0000	0.00%	\$0.00	\$3.81	3.7155	OK	\$0.00
High Cap. - 384k	0.00	4.8399	0.00%	0.0000	0.00%	\$0.00	\$4.96	4.8399	OK	\$0.00
High Cap. - 512k	0.00	5.9643	0.00%	0.0000	0.00%	\$0.00	\$6.11	5.9643	OK	\$0.00
High Cap. - DS1	0.00	6.5102	0.00%	0.0000	0.00%	\$0.00	\$6.67	6.5102	OK	\$0.00
High Cap. - DS3	0.00	44.8197	0.00%	0.0000	0.00%	\$0.00	\$45.91	44.8197	OK	\$0.00
Total	68.16	47.6190	100.00%	1.1735	100.00%	\$81.94				\$81.94

LEAF RIVER TELEPHONE COMPANY**Exhibit No. 9**

Special Access Summary

12/17/01

Effective Date: 01/01/02

Special Access Revenue Requirement

Channel Termination	\$2,428
Channel Mileage Termination	\$472
Channel Mileage Facility	\$82
Total Special Access	\$2,982

Channel Termination	Annual Demand	Rates	Annual Revenues
Metallic	0	\$0.00	\$0.00
Voice Grade - 2 Wire	12	\$71.10	\$853.21
Voice Grade - 4 Wire	0	\$113.77	\$0.00
Digital Data - 2.4k to 19.2k	0	\$131.21	\$0.00
Digital Data - 56.0k and 64.0k	12	\$131.21	\$1,574.58
High Cap. - 128k	0	\$0.00	\$0.00
High Cap. - 256k	0	\$0.00	\$0.00
High Cap. - 384k	0	\$0.00	\$0.00
High Cap. - 512k	0	\$0.00	\$0.00
High Cap. - DS1	0	\$304.48	\$0.00
High Cap. - DS3	0	\$0.00	\$0.00
Total			\$2,427.79

LEAF RIVER TELEPHONE COMPANY

Exhibit No. 9

Special Access Summary

12/17/01

Effective Date: 01/01/02

Special Access Revenue Requirement

Channel Termination	\$2,428
Channel Mileage Termination	\$472
Channel Mileage Facility	\$82
Total Special Access	\$2,982

<u>Channel Mileage Termination</u>	Annual Demand	Rates	Annual Revenues
Metallic	0	\$0.00	\$0.00
Voice Grade - 2 Wire	12	\$16.76	\$201.09
Voice Grade - 4 Wire	0	\$16.76	\$0.00
Digital Data - 2.4k to 19.2k	0	\$15.92	\$0.00
Digital Data - 56.0k and 64.0k	12	\$22.56	\$270.69
High Cap. - 128k	0	\$0.00	\$0.00
High Cap. - 256k	0	\$0.00	\$0.00
High Cap. - 384k	0	\$0.00	\$0.00
High Cap. - 512k	0	\$0.00	\$0.00
High Cap. - DS1	0	\$53.50	\$0.00
High Cap. - DS3	0	\$0.00	\$0.00
Total			\$471.78

LEAF RIVER TELEPHONE COMPANY

Exhibit No. 9

Special Access Summary

12/17/01

Effective Date: 01/01/02

Special Access Revenue Requirement

Channel Termination	\$2,428
Channel Mileage Termination	\$472
Channel Mileage Facility	\$82
Total Special Access	\$2,982

Channel Mileage Facility	Annual Demand	Rates	Annual Revenues
Metallic	0	\$0.00	\$0.00
Voice Grade - 2 Wire	34.08	\$1.02	\$34.91
Voice Grade - 4 Wire	0	\$1.02	\$0.00
Digital Data - 2.4k to 19.2k	0	\$0.98	\$0.00
Digital Data - 56.0k and 64.0k	34.08	\$1.38	\$47.02
High Cap. - 128k	0	\$0.00	\$0.00
High Cap. - 256k	0	\$0.00	\$0.00
High Cap. - 384k	0	\$0.00	\$0.00
High Cap. - 512k	0	\$0.00	\$0.00
High Cap. - DS1	0	\$6.67	\$0.00
High Cap. - DS3	0	\$0.00	\$0.00
Total			\$81.94

LEAF RIVER TELEPHONE COMPANY

Switched Access Rate Development

Effective Date: 01/01/02

Exhibit No. 10**12/17/01****Local Switching:**

Revenue Requirement	\$94,171
Switched Access MOU	<u>2,291,830</u>
Proposed Rate	\$0.04109

Information Surcharge:

Revenue Requirement	\$422
Switched Access MOU Divided by 100	<u>22,918</u>
Proposed Rate	\$0.01841

800 Data Base:

Revenue Requirement	\$538
Number of queries	<u>99,537</u>
Proposed Rate	\$0.00540

Direct Trunk Transport - Voice Grade:

Special access channel mileage facility rate	\$1.02
Airline mileage to GTE meet point	<u>2.84</u>
Channel mileage facility composite rate	\$2.91
Special access channel mileage termination rate	<u>\$16.76</u>
Total rate per voice grade direct trunk	\$19.67

Direct Trunk Transport - DS1:

Special access channel mileage facility rate	\$6.67
Airline mileage to GTE meet point	<u>2.84</u>
Channel mileage facility composite rate	\$18.94
Special access channel mileage termination rate	<u>\$53.50</u>
Total rate per DS1 direct trunk	\$72.44

LEAF RIVER TELEPHONE COMPANY

Exhibit No. 10

Switched Access Rate Development

12/17/01

Effective Date: 01/01/02

Tandem Switched Transport:

Residual Revenue Requirement	\$17,055
Tandem Transport MOU	<u>2,291,830</u>
Proposed Rate	\$0.00744

<u>Residual Transport Revenue Requirement</u>	<u>Rate</u>	<u>Units</u>	<u>Revenue</u>
Direct Trunked Transport - Voice Grade	\$19.67	0.00	\$0
Direct Trunked Transport - DS1	\$72.44	0.00	<u>\$0</u>
Total Direct Trunk Transport Revenues	xxxxx	xxxxx	\$0
Total Transport Revenue Requirement			<u>\$17,055</u>
Residual Revenue Requirement			\$17,055

LEAF RIVER TELEPHONE COMPANY**Exhibit No. 11**

Interstate Access Rate Development

12/17/01

Effective Date: 01/01/02

SWITCHED ACCESS SUMMARY	Rate	Demand	Revenues
Local Switching	\$0.04109	2,291,830	\$94,171
Information Surcharge	\$0.01841	22,918	\$422
800 Data Base	\$0.00540	99,537	\$538
Direct Trunk Transport Rates - Voice Grade:			
Channel Mileage Termination	\$16.76	0.00	\$0
Channel Mileage Facility	\$1.02	0.00	\$0
Direct Trunk Transport Rates - DS1:			
Channel Mileage Termination	\$53.50	0.00	\$0
Channel Mileage Facility	\$6.67	0.00	\$0
Tandem Switched Transport:			
Tandem Switching	\$0.00000	0	\$0
Tandem Transport	\$0.00744	2,291,830	\$17,055
Total Transport			\$17,055

A-1, 1 of 1

SUMMARY OF REVENUE REQUIREMENT BY ACCESS ELEMENT

A-1, 1 of 1

LN	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		TRAFFIC SENSITIVE							SPECIAL ACCESS			TOTAL NON ACCESS		
				LIMITED PAY	COMMON LINE	LOCAL SWITCHING	SS7	INFO	OPERATOR TRANSFER	BNA	TANDEM SWITCHING	SWITCHED TERM	TRANSPORT FACILITY	CHANNEL TERM	CHANNEL TERM		MILEAGE FACILITY	
1	NET INVESTMENT FOR SETTLEMENTS	1,071,403	A-2, LN 34	0	485,746	538,919	0	0	0	0	0	0	31,557	11,147	3,180	714	138	0
2	RATE OF RETURN	11.2500%		11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	0.0000%
3	RETURN ON INVESTMENT	120,533	LN 1*LN 2	0	54,646	60,628	0	0	0	0	0	0	3,550	1,254	358	80	16	0
4	ALLOW FOR FUNDS USED DURING CONSTR	0	A-8, LN 28	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5	NET RETURN FOR SETTLEMENTS	120,533	LN 3-LN 4	0	54,646	60,628	0	0	0	0	0	0	3,550	1,254	358	80	16	0
6	FEDERAL INCOME TAX	55,683	LN 30	0	25,849	27,415	0	0	0	0	0	0	1,612	593	169	37	7	0
7	LESS: FEDERAL ITC AMORTIZATION	0	A-12, LN 23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	NET FEDERAL INCOME TAX	55,683	LN 6-LN 7	0	25,849	27,415	0	0	0	0	0	0	1,612	593	169	37	7	0
9	STATE AND LOCAL INCOME TAX	8,986	LN 36	0	4,172	4,424	0	0	0	0	0	0	260	96	27	6	1	0
10	STATE ITC AMORTIZATION	0	A-12, LN 24	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	NET STATE AND LOCAL INCOME TAX	8,986	LN 9-LN 10	0	4,172	4,424	0	0	0	0	0	0	260	96	27	6	1	0
12	PROVISION FOR DEFERRED INCOME TAX	0	RECORDS	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	OPERATING EXPENSE & OTHER TAXES	459,763	A-8, LN 19	0	128,698	283,962	0	615	0	0	0	0	18,929	3,203	907	424	39	22,985
14	NONOPERATING EXP	0	A-8, LN 23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	UNCOLLECTIBLES	0	A-8, LN 27	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16	BASIS FOR GROSS RECEIPTS TAX	644,965		0	213,365	376,430	0	615	0	0	0	0	24,352	5,146	1,462	547	63	22,985
17	GROSS RECEIPTS TAX RATE	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
18	GROSS RECEIPTS TAX	0	LN16*LN17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	TOTAL REVENUE REQUIREMENT	644,965	LN16+LN18	0	213,365	376,430	0	615	0	0	0	0	24,352	5,146	1,462	547	63	22,985
.....																		
20	RETURN ON INVESTMENT	120,533	LN 3	0	54,646	60,628	0	0	0	0	0	0	3,550	1,254	358	80	16	0
21	INTEREST AND RELATED ITEMS	12,442	A-12, LN 14+16	0	4,468	7,411	0	0	0	0	0	0	420	102	29	10	1	0
22	OTHER INCOME ADJUSTMENTS	0	A-12, LN 21	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	TOTAL INCOME ADJUSTMENTS	12,442	LN21+LN22	0	4,468	7,411	0	0	0	0	0	0	420	102	29	10	1	0
24	RETURN LESS INCOME ADJ	108,091	LN20-LN23	0	50,178	53,217	0	0	0	0	0	0	3,130	1,152	329	71	14	0
25	FEDERAL ITC AMORTIZATION	0	A-12, LN 23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	FIT BASE	108,091		0	50,178	53,217	0	0	0	0	0	0	3,130	1,152	329	71	14	0
27	FEDERAL TAXABLE INCOME	163,774		0	76,028	80,632	0	0	0	0	0	0	4,742	1,745	498	107	22	0
28	FEDERAL INCOME TAX	55,683	LN 27*FTR	0	25,849	27,415	0	0	0	0	0	0	1,612	593	169	37	7	0
29	FEDERAL SURTAX ALLOCATION	0	/LN 26	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30	NET FEDERAL TAX BEFORE ITC AMORT	55,683	LN28-LN29	0	25,849	27,415	0	0	0	0	0	0	1,612	593	169	37	7	0
31	STATE ITC AMORTIZATION	0	A-12, LN 24	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	SIT BASE	163,774		0	76,028	80,632	0	0	0	0	0	0	4,742	1,745	498	107	22	0
33	STATE TAXABLE INCOME	172,761		0	80,199	85,057	0	0	0	0	0	0	5,002	1,841	525	113	23	0
34	STATE INCOME TAX	9,016	LN 33*STR	0	4,186	4,439	0	0	0	0	0	0	261	96	27	6	1	0
35	STATE SURTAX ALLOCATION	30	/LN 32	0	14	15	0	0	0	0	0	0	1	0	0	0	0	0
36	NET STATE INCOME TAX BEFORE ITC AMORT	8,986	LN34-LN35	0	4,172	4,424	0	0	0	0	0	0	260	96	27	6	1	0
37	FEDERAL TAX AT MAXIMUM RATE	58,203		0	27,019	28,656	0	0	0	0	0	0	1,685	620	177	38	8	0
38	ADDITIONAL INCOME ADJUSTMENT FOR FIT	4,679		0	2,172	2,304	0	0	0	0	0	0	135	50	14	3	1	0

A-1, 1 of 1

SUMMARY OF REVENUE REQUIREMENT BY ACCESS ELEMENT

A-1, 1 of 1

LN	DESCRIPTION	TOTAL COMPANY	SOURCE	COMMON LINE		TRAFFIC SENSITIVE							SPECIAL ACCESS			TOTAL NON ACCESS		
				LIMITED PAY	COMMON LINE	LOCAL SWITCHING	SS7	INFO	OPERATOR TRANSFER	BNA	TANDEM SWITCHED SWITCHING	TRANSPORT TERM	TRANSPORT FACILITY	CHANNEL TERM	CHANNEL MILEAGE TERM		CHANNEL MILEAGE FACILITY	
1	NET INVESTMENT FOR SETTLEMENTS	1,069,860	A-2, LN 34	0	509,657	483,344	0	0	0	0	0	0	54,931	14,398	6,684	648	198	0
2	RATE OF RETURN	11.2500%		11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	0.0000%
3	RETURN ON INVESTMENT	120,359	LN 1*LN 2	0	57,336	54,376	0	0	0	0	0	0	6,180	1,620	752	73	22	0
4	ALLOW FOR FUNDS USED DURING CONSTR	0	A-8, LN 28	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5	NET RETURN FOR SETTLEMENTS	120,359	LN 3-LN 4	0	57,336	54,376	0	0	0	0	0	0	6,180	1,620	752	73	22	0
6	FEDERAL INCOME TAX	66,653	LN 30	0	31,220	30,632	0	0	0	0	0	0	3,457	882	409	41	12	0
7	LESS: FEDERAL ITC AMORTIZATION	0	A-12, LN 23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	NET FEDERAL INCOME TAX	66,653	LN 6-LN 7	0	31,220	30,632	0	0	0	0	0	0	3,457	882	409	41	12	0
9	STATE AND LOCAL INCOME TAX	10,763	LN 36	0	5,042	4,947	0	0	0	0	0	0	558	142	66	7	2	0
10	STATE ITC AMORTIZATION	0	A-12, LN 24	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11	NET STATE AND LOCAL INCOME TAX	10,763	LN 9-LN 10	0	5,042	4,947	0	0	0	0	0	0	558	142	66	7	2	0
12	PROVISION FOR DEFERRED INCOME TAX	0	RECORDS	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13	OPERATING EXPENSE & OTHER TAXES	473,495	A-8, LN 19	0	138,046	284,076	0	193	0	0	0	0	20,410	4,243	1,963	237	58	24,269
14	NONOPERATING EXP	0	A-8, LN 23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15	UNCOLLECTIBLES	0	A-8, LN 27	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16	BASIS FOR GROSS RECEIPTS TAX	671,271		0	231,644	374,031	0	193	0	0	0	0	30,605	6,887	3,190	357	94	24,269
17	GROSS RECEIPTS TAX RATE	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
18	GROSS RECEIPTS TAX	0	LN16*LN17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19	TOTAL REVENUE REQUIREMENT	671,271	LN16+LN18	0	231,644	374,031	0	193	0	0	0	0	30,605	6,887	3,190	357	94	24,269
.....																		
20	RETURN ON INVESTMENT	120,359	LN 3	0	57,336	54,376	0	0	0	0	0	0	6,180	1,620	752	73	22	0
21	INTEREST AND RELATED ITEMS	19,275	A-12,14+16	0	6,977	10,862	0	0	0	0	0	0	1,133	197	91	13	3	0
22	OTHER INCOME ADJUSTMENTS	-28,302	A-12, LN 21	0	-10,244	-15,949	0	0	0	0	0	0	-1,663	-289	-134	-20	-4	0
23	TOTAL INCOME ADJUSTMENTS	-9,027	LN21+LN22	0	-3,267	-5,087	0	0	0	0	0	0	-530	-92	-43	-6	-1	0
24	RETURN LESS INCOME ADJ	129,386	LN20-LN23	0	60,604	59,463	0	0	0	0	0	0	6,710	1,712	795	79	24	0
25	FEDERAL ITC AMORTIZATION	0	A-12, LN 23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	FIT BASE	129,386		0	60,604	59,463	0	0	0	0	0	0	6,710	1,712	795	79	24	0
27	FEDERAL TAXABLE INCOME	196,039		0	91,824	90,095	0	0	0	0	0	0	10,167	2,594	1,204	120	36	0
28	FEDERAL INCOME TAX	66,653	LN 27*FTR	0	31,220	30,632	0	0	0	0	0	0	3,457	882	409	41	12	0
29	FEDERAL SURTAX ALLOCATION	0	/LN 26	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30	NET FEDERAL TAX BEFORE ITC AMORT	66,653	LN28-LN29	0	31,220	30,632	0	0	0	0	0	0	3,457	882	409	41	12	0
31	STATE ITC AMORTIZATION	0	A-12, LN 24	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32	SIT BASE	196,039		0	91,824	90,095	0	0	0	0	0	0	10,167	2,594	1,204	120	36	0
33	STATE TAXABLE INCOME	206,803		0	96,865	95,042	0	0	0	0	0	0	10,725	2,736	1,270	127	38	0
34	STATE INCOME TAX	10,793	LN 33*STR	0	5,055	4,960	0	0	0	0	0	0	560	143	66	7	2	0
35	STATE SURTAX ALLOCATION	30	/LN 32	0	14	14	0	0	0	0	0	0	2	0	0	0	0	0
36	NET STATE INCOME TAX BEFORE ITC AMORT	10,763	LN34-LN35	0	5,042	4,947	0	0	0	0	0	0	558	142	66	7	2	0
37	FEDERAL TAX AT MAXIMUM RATE	69,669		0	32,633	32,018	0	0	0	0	0	0	3,613	922	428	43	13	0
38	ADDITIONAL INCOME ADJUSTMENT FOR FIT	5,601		0	2,624	2,574	0	0	0	0	0	0	290	74	34	3	1	0