

RATE OF RETURN

TARIFF REVIEW PLAN INFORMATION

This section presents the Tariff Review Plan (TRP) data required by the Chief of the Common Carrier Bureau. All revenue requirement information has been developed in accordance with Parts 36 and 69 of the Commission's Rules

Projected costs have been developed using an 11.25 percent rate of return. The projected costs have been developed based upon the CTOC's 2004 and 2005 budget views, combined to reflect the prescribed "split year" test period financial estimates. The budget views include adjustments for all known or expected items affecting investment, reserves, and expenses and varying levels of demand for access service.

The information required by the Rate of Return TRP, and provided in this section has been extracted from the general cost support data.

The CTOC's have prepared uniform reports for each study area, as well as a total pool roll-up for Michigan.