

Description	Source	Cost per Mile of Fiber	Average Cost of Fiber per Connection Under 10 Miles	COE	TOTAL PROJECTED REVENUE REQUIREMENT	Portion of Revenue Requirement
		A	B	C	D	E
1 Plant Investment per Unit	JSI Trans. 128* Exhibit 3, Line 9	\$ 2,657	\$ 15,838	\$ 16,063		
2 Average Accumulated Depreciation - 3 Years	JSI Trans 128*, Exhibit 3, Line 12	330	1,960	3,454		
3 Net Investment	Line 1 - Line 2	<u>2,328</u>	<u>13,879</u>	<u>12,610</u>		
4 Rate of Return	Authorized Unitary ROR	0.1125	0.1125	0.1125		
5 Annual Return	Line 3 * Line 4	262	1,561	1,419	\$ 2,980	35%
6 Annual Depreciation Expense	JSI Trans 128*, Exhibit 3, Line 4	121	719	1,769	2,488	30%
7 Total Captial Recovery	Line 5 + Line 6	383	2,280	3,188	5,468	65%
8 Expense Factor - Excluding Depreciaton	JSI Trans 128*, Exhibit 4, Line 12	9.271%	9.271%	9.271%		
9 Expenses - Excluding Depreciation	Line 1 * Line 8	246	1,468	1,489	2,957	35%
10 Combined Annual Revenue Requirement	Line 7 + Line 9	<u>\$ 629</u>	<u>\$ 3,748</u>	<u>\$ 4,677</u>	<u>\$ 8,425</u>	<u>100%</u>
			44%	56%	100%	

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