

Filing Date: 05/01/2008  
Filing Entity: The FairPoint Operating Companies  
Transmittal Number: LTR  
May 1, 2008 Short Form Access Tariff Filing (FPPC08AS.WK4)  
Exogenous Cost Changes Detail

**Exhibit 4B**

**EXCESS DEFERRED TAXES AMORTIZATION  
EXOGENOUS COST DEVELOPMENT**

(1)	(2)	(A = 2 - 1)	(B)	(C)	(D)	(E)	(F)	(G=D+E+F)
2007/2008	2008/2009	EDT FIT	EDT FIT	RATE	NET	EDT FIT WITH	STATE TAX	TOTAL
FORECAST	FORECAST	CHANGE	CHANGE	BASE	RETURN	GROSS UP	GROSS UP	EXOGENOUS
TOTAL	TOTAL	TOTAL	PRICE CAP	PRICE CAP	PRICE CAP	PRICE CAP	PRICE CAP	CHANGE
COMPANY	COMPANY	COMPANY	INTERSTATE	INTERSTATE	INTERSTATE	INTERSTATE	INTERSTATE	INTERSTATE
NOTE 8	NOTE 8	NOTE 1	NOTE 2	NOTE 3	NOTE 4	NOTE 5	NOTE 6	NOTE 7
\$ 365,812	\$ 350,198	\$ (15,614)	\$ (4,897)	\$ (110,562)	\$ 12,438	\$ 14,231	\$ 2,523	\$ 29,192

NOTE 1: Col A=Total Company EDT change from 7/1/07 to 7/1/08 tariff period  
NOTE 2: Col B=Price Cap Interstate percent developed using Separations data  
NOTE 3: Col C=Cumulative change in Interstate Price Cap rate base.  
NOTE 4: Col D=Col C times negative 11.25%  
NOTE 5: Col E= (((Col D-Col B)\*(.35/(1-.35)))-Col B) which is change in EDT plus FIT gross up  
NOTE 6: Col F= (Col D+Col E)\*(SIT/1-SIT)  
NOTE 7: Col G= Col D+Col E+Col F  
NOTE 8: Internal Company records from Tax Department