The FairPoint Operating Companies
Ratemaking for FUSC Per-line using Centrex Equivalency
1st Quarter 2013 Contribution Factor

Service Type	FCC Order - Separate Rates: Billing Lines (a)	Max USF Rate Prior to Waiver (b)	Full Rate Requirement (c = a x b)	Monthly FUSF Reqt.: CTX Rates PICC Structure (d = b / 9, 8, 7,etc.)	Monthly CTX Loss (e = [b -d] x a)	Adjusted Revenue Base (f = c -e)	FCC Waiver: Adjusted ML Rates (g = rate x factor)	Accuracy Validation: Total Recovery (h = g x a)	Variance (i = h - c)
New England Combined									
Multi-line Rates									
BRI - ISDN	3,189	$ 1.36	$ 4,337.04			$ 4,337.04	$ 2.03	$ 6,471	$ 2,134
PRI - ISDN	1,851	$ 13.02	$ 24,100.02			$ 24,100.02	$ 19.43	$ 35,960	$ 11,860
Multi Line Bus - Other	73,768	$ 1.12	$ 82,620.16			$ 82,620.16	$ 1.67	$ 123,279	$ 40,659
PBX Trunk w/o End User Port Charge	4,255	$ 1.12	$ 4,765.60			$ 4,765.60	$ 1.67	$ 7,111	$ 2,345
PBX Trunk w/ End User Port Charge	2,831	$ 1.32	$ 3,736.92			$ 3,736.92	$ 1.97	$ 5,576	$ 1,839
Centrex (>= 9 Lines)	44,328	$ 1.12	$ 49,647.36	0.1200000	$ 44,328.00	$ 5,319.36	$ 0.18	$ 7,937	$ (41,710)
Centrex (8 Lines)	1,816	$ 1.12	$ 2,033.92	0.1400000	$ 1,779.68	$ 254.24	$ 0.21	$ 379	$ (1,655)
Centrex (7 Lines)	2,296	$ 1.12	$ 2,571.52	0.1600000	$ 2,204.16	$ 367.36	$ 0.24	$ 548	$ (2,023)
Centrex (6 Lines)	4,380	$ 1.12	$ 4,905.60	0.1900000	$ 4,073.40	$ 832.20	$ 0.28	$ 1,242	$ (3,664)
Centrex (5 Lines)	2,880	$ 1.12	$ 3,225.60	0.2200000	$ 2,592.00	$ 633.60	$ 0.33	$ 945	$ (2,280)
Centrex (4 Lines)	4,004	$ 1.12	$ 4,484.48	0.2800000	$ 3,363.36	$ 1,121.12	$ 0.42	$ 1,673	$ (2,812)
Centrex (3 Lines)	5,163	$ 1.12	$ 5,782.56	0.3700000	$ 3,872.25	$ 1,910.31	$ 0.55	$ 2,850	$ (2,932)
Centrex (2 Lines)	6,706	$ 1.12	$ 7,510.72	0.5600000	$ 3,755.36	$ 3,755.36	$ 0.84	$ 5,603	$ (1,907)
Centrex (1 Line)	265	$ 1.12	$ 296.80	1.1200000	$ -	$ 296.80	$ 1.67	$ 443	$ 146
	157,732		$ 200,018		$ 65,968	$ 134,050		$ 200,018	$ 0
Multi-line Adjustment Factor					([Revenue Loss / adjusted base] +1) =		$ 1.49		