

Filing Date: 6/24/2012
Filing Entity: South Dakota Network, LLC
Transmittal Number : 11
COSA: SDSDAN01

Rate-of Return TRP
Cost Analysis Summary
Test Year, 7/14 to 6/15

The switched access data formerly required in columns M-T on the previous version of this form are no longer used for rate setting, so these data are no longer required.

	Total Company (A)	Part 64 Adjustments (B)	Other Adjustments (C)	Subject to Separations (D)	Total Interstate (E)	Billing & Collection (F)	Interstate Inter- exchange (G)	ROR Regulated I/S Access (H)	Pay Phone (I)	Inside Wire (J)	BFP (K)	Total Common Line (L)	Total Switched Traffic Sensitive (M)	Special Access (N)
Revenues														
100 Network Access	n/a	n/a	n/a	n/a	n/a	n/a	n/a	2,159,715	0	0	0	0	2,159,715	0
110 Uncollectibles	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0	0	0	0	0	0
120 Common Line Support	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0	0	0	0	n/a	n/a
130 Long Term	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0	0	0	0	n/a	n/a
140 Transitional	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0	0	0	0	n/a	n/a
150 Miscellaneous	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0	0	0	0	0	0
160 Net Revenues	n/a	n/a	n/a	n/a	n/a	n/a	n/a	2,159,715	0	0	0	0	2,159,715	0
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Expenses														
170 Plant Specific	n/a	n/a	n/a	n/a	903,510	0	0	903,510	0	0	0	0	903,510	0
171 Network Support	0	0	0	0	0	0	0	0	0	0	0	0	0	0
172 General Support	566,225	0	0	566,225	364,195	0	0	364,195	0	0	0	0	364,195	0
173 Central Office	838,490	0	0	838,490	539,315	0	0	539,315	0	0	0	0	539,315	0
174 Operator Systems	0	0	0	0	0	0	0	0	0	0	0	0	0	0
175 COE Switching	838,490	0	0	838,490	539,315	0	0	539,315	0	0	0	0	539,315	0
176 COE Transmission	0	0	0	0	0	0	0	0	0	0	0	0	0	0
177 IOT	0	0	0	0	0	0	0	0	0	0	0	0	0	0
178 Cable & Wire Facilities	0	0	0	0	0	0	0	0	0	0	0	0	0	0
180 Plant Non-Sp. Less Dep/Amor	n/a	n/a	n/a	n/a	12,085	0	0	12,085	0	0	0	0	12,085	0
190 Depreciation / Amortization	540,001	0	0	540,001	347,327	0	0	347,327	0	0	0	0	347,327	0
200 Customer Operations	n/a	n/a	n/a	n/a	1,920	0	0	1,920	0	0	0	0	1,920	0
201 Marketing	0	0	0	0	0	0	0	0	0	0	0	0	0	0
202 Local Business Office	0	0	0	0	0	0	0	0	0	0	0	0	0	0
203 Revenue Accounting	0	0	0	0	0	0	0	0	0	0	0	0	0	0
204 Other Billing & Collection	0	0	0	0	0	0	0	0	0	0	0	0	0	0
210 Access	n/a	n/a	n/a	n/a	0	n/a	0	n/a	n/a	n/a	n/a	n/a	0	n/a
220 Corporate Operations	n/a	n/a	n/a	n/a	400,780	0	0	400,780	0	0	0	0	400,780	0
230 AFUDC	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0	0	0	0	n/a	0
240 Other Exp. & Adjustments	n/a	n/a	n/a	n/a	17,033	0	0	17,033	0	0	0	0	17,033	0
250 Taxes Other than FIT	n/a	n/a	n/a	n/a	18,873	0	0	18,873	0	0	0	0	18,873	0
260 Total Exp and Other Taxes	n/a	n/a	n/a	n/a	1,701,528	0	0	1,701,528	0	0	0	0	1,701,528	0
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FIT Adjustments														
270 Adjustment for FIT	31,494	0	0	31,494	31,494	0	0	31,494	0	0	0	0	31,494	0
280 Amortized ITC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
290 Federal Income Taxes	n/a	n/a	n/a	n/a	155,784	n/a	n/a	145,076	0	0	0	0	155,784	0
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300 Total Expenses & Taxes	n/a	n/a	n/a	n/a	1,825,817	n/a	n/a	1,815,109	0	0	0	0	1,825,817	0
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Telephone Plant in Service														
310 General Support	4,660,602	0	0	4,660,602	2,997,690	0	0	2,997,690	0	0	0	0	2,997,690	0
320 Central Office Equip-Switch	16,399,467	0	0	16,399,467	10,548,104	0	0	10,548,104	0	0	0	0	10,548,104	0
321 Operator Systems	0	0	0	0	0	0	0	0	0	0	0	0	0	0
322 Tandem Switching	0	0	0	0	0	0	0	0	0	0	0	0	0	0
323 Local Switching Cat. 3	0	0	0	0	0	0	0	0	0	0	0	0	0	0
324 Equal Access	16,399,467	0	0	16,399,467	10,548,104	0	0	10,548,104	0	0	0	0	10,548,104	0
330 Central Office Equip-Trans	13,181	0	0	13,181	8,478	0	0	8,478	0	0	0	0	8,478	0
331 Subscriber Lines	0	0	0	0	0	0	0	0	0	0	0	0	0	0
332 Exchange Circuit	0	0	0	0	0	0	0	0	0	0	0	0	0	0
333 Interexchange Circuit	13,181	0	0	13,181	8,478	0	0	8,478	0	0	0	0	8,478	0
334 Host Remote	0	0	0	0	0	0	0	0	0	0	0	0	0	0
340 Cable & Wire	51,217	0	0	51,217	32,943	0	0	32,943	0	0	0	0	32,943	0
341 Subscriber Lines	0	0	0	0	0	0	0	0	0	0	0	0	0	0
342 Exchange	0	0	0	0	0	0	0	0	0	0	0	0	0	0
343 Interexchange	51,217	0	0	51,217	32,943	0	0	32,943	0	0	0	0	32,943	0
344 Host Remote	0	0	0	0	0	0	0	0	0	0	0	0	0	0
350 Info Orig/Term Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
360 Amortizable Assets	146,725	0	0	146,725	94,373	0	0	94,373	0	0	0	0	94,373	0
370 Total Plant In Service	21,271,192	0	0	21,271,192	13,681,588	0	0	13,681,588	0	0	0	0	13,681,588	0
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Adjustments to TPIS														
380 Depr / Amor Reserve	16,924,080	0	0	16,924,080	10,885,535	0	0	10,885,535	0	0	0	0	10,885,535	0
390 Accum Deferred Income Tax	0	0	0	0	0	0	0	0	0	0	0	0	0	0
400 Other Rate Base Adjust.	n/a	n/a	n/a	n/a	0	0	0	0	0	0	0	0	0	0
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Return Data														
410 Average Rate Base	n/a	n/a	n/a	n/a	2,796,054	n/a	n/a	2,796,054	0	0	0	0	2,796,054	0
420 Return	n/a	n/a	n/a	n/a	n/a	n/a	n/a	313,112	0	0	0	0	302,404	0
430 Rate of Return	n/a	n/a	n/a	n/a	n/a	n/a	11.25%	11.20%	0.00%	0.00%	0.00%	0.00%	10.82%	0.00%

	Total Company (A)	Part 64 Adjustments (B)	Other Adjustments (C)	Subject to Separations (D)	Total Interstate (E)	Billing & Collection (F)	Inter- exchange (G)	ROR Regulated I/S Access (H)	Pay Phone (I)	Inside Wire (J)	BFP (K)	Total Common Line (L)	Total Switched Traffic Sensitive (M)	Special Access (N)
Revenues														
100 Network Access	n/a	n/a	n/a	n/a	n/a	n/a	n/a	3,345,761	0	0	0	0	3,345,761	0
110 Uncollectibles	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0	0	0	0	0	0
120 Common Line Support	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0	0	0	0	n/a	n/a
130 Long Term	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0	0	0	0	n/a	n/a
140 Transitional	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0	0	0	0	n/a	n/a
150 Miscellaneous	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0	0	0	0	0	0
160 Net Revenues	n/a	n/a	n/a	n/a	n/a	n/a	n/a	3,345,761	0	0	0	0	3,345,761	0
Expenses														
170 Plant Specific	n/a	n/a	n/a	n/a	796,765	0	0	796,765	0	0	0	0	796,765	0
171 Network Support	0	0	0	0	0	0	0	0	0	0	0	0	0	0
172 General Support	576,381	0	0	576,381	370,727	0	0	370,727	0	0	0	0	370,727	0
173 Central Office	662,375	0	0	662,375	426,038	0	0	426,038	0	0	0	0	426,038	0
174 Operator Systems	0	0	0	0	0	0	0	0	0	0	0	0	0	0
175 COE Switching	662,375	0	0	662,375	426,038	0	0	426,038	0	0	0	0	426,038	0
176 COE Transmission	0	0	0	0	0	0	0	0	0	0	0	0	0	0
177 IOT	0	0	0	0	0	0	0	0	0	0	0	0	0	0
178 Cable & Wire Facilities	0	0	0	0	0	0	0	0	0	0	0	0	0	0
180 Plant Non-Sp. Less Dep/Amor	n/a	n/a	n/a	n/a	116,653	0	0	116,653	0	0	0	0	116,653	0
190 Depreciation / Amortization	989,980	0	0	989,980	636,753	0	0	636,753	0	0	0	0	636,753	0
200 Customer Operations	n/a	n/a	n/a	n/a	1,920	0	0	1,920	0	0	0	0	1,920	0
201 Marketing	0	0	0	0	0	0	0	0	0	0	0	0	0	0
202 Local Business Office	0	0	0	0	0	0	0	0	0	0	0	0	0	0
203 Revenue Accounting	0	0	0	0	0	0	0	0	0	0	0	0	1,920	0
204 Other Billing & Collection	0	0	0	0	0	0	0	0	0	0	0	0	0	0
210 Access	n/a	n/a	n/a	n/a	0	n/a	0	n/a	n/a	n/a	n/a	n/a	n/a	n/a
220 Corporate Operations	n/a	n/a	n/a	n/a	458,180	0	0	458,180	0	0	0	0	458,180	0
230 AFUDC	n/a	n/a	n/a	n/a	n/a	n/a	n/a	4,004	0	0	0	0	4,004	0
240 Other Exp. & Adjustments	n/a	n/a	n/a	n/a	25,281	0	0	25,281	0	0	0	0	25,281	0
250 Taxes Other than FIT	n/a	n/a	n/a	n/a	19,424	0	0	19,424	0	0	0	0	19,424	0
260 Total Exp and Other Taxes	n/a	n/a	n/a	n/a	2,054,977	0	0	2,050,973	0	0	0	0	2,050,973	0
FIT Adjustments														
270 Adjustment for FIT	0	0	0	0	58,902	0	0	58,902	0	0	0	0	58,902	0
280 Amortized ITC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
290 Federal Income Taxes	n/a	n/a	n/a	n/a	352,440	n/a	n/a	420,201	0	0	0	0	420,201	0
300 Total Expenses & Taxes	n/a	n/a	n/a	n/a	2,348,515	n/a	n/a	2,412,272	0	0	0	0	2,412,272	0
Telephone Plant in Service														
310 General Support	13,932,015	0	0	13,932,015	8,961,044	0	0	8,961,044	0	0	0	0	8,961,044	0
320 Central Office Equip-Switch	0	0	0	0	9,969,224	0	0	9,969,224	0	0	0	0	9,969,224	0
321 Operator Systems	0	0	0	0	0	0	0	0	0	0	0	0	0	0
322 Tandem Switching	0	0	0	0	0	0	0	0	0	0	0	0	0	0
323 Local Switching Cat. 3	0	0	0	0	0	0	0	0	0	0	0	0	0	0
324 Equal Access	0	0	0	0	9,969,224	0	0	9,969,224	0	0	0	0	9,969,224	0
330 Central Office Equip-Trans	15,499,464	0	0	15,499,464	8,478	0	0	8,478	0	0	0	0	8,478	0
331 Subscriber Lines	0	0	0	0	0	0	0	0	0	0	0	0	0	0
332 Exchange Circuit	0	0	0	0	0	0	0	0	0	0	0	0	0	0
333 Interexchange Circuit	13,181	0	0	13,181	8,478	0	0	8,478	0	0	0	0	8,478	0
334 Host Remote	0	0	0	0	0	0	0	0	0	0	0	0	0	0
340 Cable & Wire	51,217	0	0	51,217	32,943	0	0	32,943	0	0	0	0	32,943	0
341 Subscriber Lines	0	0	0	0	0	0	0	0	0	0	0	0	0	0
342 Exchange	0	0	0	0	0	0	0	0	0	0	0	0	0	0
343 Interexchange	51,217	0	0	51,217	32,943	0	0	32,943	0	0	0	0	32,943	0
344 Host Remote	0	0	0	0	0	0	0	0	0	0	0	0	0	0
350 Info Orig/Term Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
360 Amortizable Assets	470,680	0	0	470,680	302,740	0	0	302,740	0	0	0	0	302,740	0
370 Total Plant In Service	29,953,376	0	0	29,953,376	19,274,429	0	0	19,274,429	0	0	0	0	19,274,429	0
Adjustments to TPIS														
380 Depr / Amor Reserve	13,004,861	0	0	13,004,861	12,990,985	0	0	12,990,985	0	0	0	0	12,990,985	0
390 Accum Deferred Income Tax	0	0	0	0	0	0	0	0	0	0	0	0	0	0
400 Other Rate Base Adjust.	n/a	n/a	n/a	n/a	0	0	0	0	0	0	0	0	0	0
Return Data														
410 Average Rate Base	n/a	n/a	n/a	n/a	6,283,444	n/a	n/a	6,283,444	0	0	0	0	6,283,444	0
420 Return	n/a	n/a	n/a	n/a	n/a	n/a	n/a	874,587	0	0	0	0	874,587	0
430 Rate of Return	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0.00%	13.92%	0.00%	0.00%	0.00%	13.92%	0.00%

COS-2

Filing Date:

6/24/2012

Filing Entity:

South Dakota Network, LLC

Transmittal Number:

11

COSA:

SDSDAN01

Rate-of-Return TRP

7/14 - 6/15

Versus 2013 Actual

Formulas on this form reflect changes to COS-1 (P) and COS-1 (H).

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	Common Line (A)	Traffic Sensitive Switched (B)	Traffic Sensitive Special (C)	Other Interstate (D)	Total Interstate (E)	Total Co. Subject to Separations (F)
Forecast, 7/14 - 6/15						
Revenue Requirement						
100 Depreciation/Amortization	0	347,327	0	0	347,327	540,001
105 Expense Less Dep & Amor	0	1,335,327	0	0	1,682,655	n/a
110 Taxes Less FIT	0	18,873	0	0	n/a	n/a
115 Return	0	302,404	0	n/a	n/a	n/a
120 FIT	0	155,784	0	n/a	n/a	n/a
125 Uncol., IDC & Other Adj.	0	0	0	n/a	n/a	n/a
130 Revenue Requirement	0	2,159,715	0	n/a	n/a	n/a
135 Access Service Revenue	0	2,159,715	0	n/a	n/a	n/a
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Rate Base						
140 Telephone Plant in Service	0	13,681,588	0	0	13,681,588	21,271,192
145 Rate Base Adjustments	0	0	0	0	0	n/a
150 Depreciation Reserves	0	10,885,535	0	0	10,885,535	16,924,080
155 Accum Deferred Income Tax	0	0	0	0	0	0
160 Average Rate Base	0	2,796,054	0	0	2,796,054	n/a
Actual, 1/13- 12/13						
Revenue Requirement						
200 Depreciation/Amortization	0	636,753	0	0	636,753	989,980
205 Expense Less Dep & Amor	0	1,394,796	0	0	1,398,799	n/a
210 Taxes Less FIT	0	19,424	0	0	n/a	n/a
215 Return	0	874,587	0	n/a	n/a	n/a
220 FIT	0	420,201	0	n/a	n/a	n/a
225 Uncol., IDC & Other Adj.	0	0	0	n/a	n/a	n/a
230 Revenue Requirement	0	3,345,761	0	n/a	n/a	n/a
235 Access Service Revenue	0	3,345,761	0	n/a	n/a	n/a
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Rate Base						
240 Telephone Plant in Service	0	19,274,429	0	0	19,274,429	29,953,376
245 Rate Base Adjustments	0	0	0	0	0	n/a
250 Depreciation Reserves	0	12,990,985	0	0	12,990,985	13,004,861
255 Accum Deferred Income Tax	0	0	0	0	0	0
260 Average Rate Base	0	6,283,444	0	0	6,283,444	n/a

ERN-1

Filing Date:

6/24/2012

Filing Entity:

South Dakota Network, LLC

Transmittal Number:

11

COSA:

SDSDAN01

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Rate-of-Return TRP

Rate-of-Return

Summary

	2011/2012 FCC Monitoring Period (A)	2013 Calendar Year (B)	7/14 - 6/15 Test Year (C)
100 Interstate Access, Total	15.85%	13.92%	11.25%
110 Carrier Common Line	0.00%	0.00%	0.00%
120 Special Access	0.00%	0.00%	0.00%
130 Local Switching	0.00%	0.00%	0.00%
140 Information	0.00%	0.00%	0.00%
150 Local Transport	0.00%	0.00%	0.00%
160 Traffic Sensitive Switched, Total	0.00%	0.00%	0.00%

**SOUTH DAKOTA NETWORK, LLC
INTERSTATE ACCESS RATE DEVELOPMENT
PROJECTIONS FOR YEAR ENDED JUNE 30, 2015**

<u>ACCESS RATE DEVELOPMENT</u>	<u>EQUAL ACCESS</u>	<u>TRANSPORT</u>	<u>TOTAL</u>
A. PROJECTED REVENUE REQUIREMENT	\$ 2,148,404	\$ 11,311	\$ 2,159,715
B. LESS: MISCELLANEOUS REVENUE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
C. ACCESS REVENUE REQUIREMENT (A - B)	\$ 2,148,404	\$ 11,311	\$ 2,159,715
D. PROJECTED ACCESS MINUTES OF USE	370,269,443	1,884,931	
E. ACCESS RATE PER MOU (C/D)	\$ 0.005802	\$ 0.006001	