

Merged Group B PYCOS

| 2015 | INDEX TO SEPARATIONS FORMS | SCHEDULE | |
|------|--|----------|--------|
| - | - | - | all_36 |
| | REVENUE REQUIREMENT/INCOME TAX SUMMARY | S-1 | P_Sum1 |
| | NET TELEPHONE PLANT, M&S AND RTB STOCK | S-2 | P_A1 |
| | OTHER TELECOMMUNICATIONS PLANT | S-3 | P_A2 |
| | CENTRAL OFFICE SWITCHING SEPARATIONS | S-41 | P_A3 |
| | CENTRAL OFFICE TRANSMISSION SEPARATIONS | S-42 | P_A41 |
| | INFORMATION ORIGINATION/TERMINATION SEPARATIONS | S-5 | P_A42 |
| | CABLE AND WIRE FACILITIES SEPARATIONS | S-5 | P_A42 |
| | OTHER TELEPHONE PLANT/DEFERRED CHARGES SEPARATIONS | S-6 | P_A5 |
| | ACCUMULATED DEPRECIATION/MORTIZATION SEPARATIONS | S-7 | P_A6 |
| | SUMMARY OF OPERATING EXPENSE AND TAX | S-8 | P_A7 |
| | PLANT SPECIFIC OPERATIONS EXPENSE SEPARATIONS | S-9 | P_A8 |
| | PLANT NONSPECIFIC OPERATIONS EXPENSE SEPARATIONS | S-10 | P_A9 |
| | CUSTOMER OPERATIONS EXPENSE SEPARATIONS | S-11 | P_A10 |
| | OTHER EXPENSE AND TAX SEPARATIONS | S-12 | P_A11 |
| | DEVELOPMENT OF KEY ALLOCATION RATIOS | AL-1 | P_A12 |
| | CASH WORKING CAPITAL WORKSHEET | CWC-1 | P_A11 |
| | TARRP FACTORS (INVESTMENT) | T-1 | P_T1 |
| | TARRP FACTORS (EXPENSES) | T-2 | P_T2 |
| | REVENUE MONITORING SUMMARY | R-1 | P_R1 |

Merged Group B PYCOS

S-1,1of1 REVENUE REQUIREMENT SUMMARY

S-1,1of1

| LN | DESCRIPTION | TOTAL OPERATING | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE |
|----|--|--------------------|---------------------|----------------------------|---------------|----------------|---------------|----------------------------|---------------|----------------|---------------|--------------|---------------|---------------|
| | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | |
| 1 | REVENUE REQUIREMENT SUMMARY | | | | | | | | | | | | | |
| 2 | NET INVESTMENT FOR SETTLEMENTS | \$113,178,500 | S-2,LN 35 | \$0 | \$23,914,319 | \$0 | \$15,970,263 | \$9,190,416 | \$11,816,598 | \$959,825 | \$58,959 | \$0 | \$0 | \$51,268,120 |
| 3 | RATE OF RETURN | 11.25% | | 0.00% | 11.25% | 0.00% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 0.00% | 11.25% | 11.25% |
| 4 | RETURN ON INVESTMENT | \$12,732,581 | LN1*LN 2 | \$0 | \$2,690,361 | \$0 | \$1,796,655 | \$1,033,922 | \$1,329,367 | \$107,980 | \$6,633 | \$0 | \$0 | \$5,767,663 |
| 5 | ALLOWANCE FOR FUNDS USED DURING CONSTR | \$0 | S-8,LN 31&32 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | NET RETURN FOR SETTLEMENTS | \$12,732,581 | LN3-LN4 | \$0 | \$2,690,361 | \$0 | \$1,796,655 | \$1,033,922 | \$1,329,367 | \$107,980 | \$6,633 | \$0 | \$0 | \$5,767,663 |
| 7 | FEDERAL OPERATING INCOME TAX | \$6,851,392 | LN 28 | \$0 | \$1,447,638 | \$0 | \$966,886 | \$556,267 | \$715,195 | \$58,106 | \$3,567 | \$0 | \$0 | \$3,103,732 |
| 8 | LESS: FEDERAL ITC AMORTIZATION | \$0 | S-12,LN 29 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | NET FEDERAL INCOME TAX | \$6,851,392 | LN 6-LN 7 | \$0 | \$1,447,638 | \$0 | \$966,886 | \$556,267 | \$715,195 | \$58,106 | \$3,567 | \$0 | \$0 | \$3,103,732 |
| 10 | STATE AND LOCAL INCOME TAX | \$1,606,243 | LN 33 | \$0 | \$337,533 | \$0 | \$231,173 | \$130,717 | \$164,448 | \$13,063 | \$807 | \$0 | \$0 | \$728,500 |
| 11 | LESS: STATE ITC AMORTIZATION | \$0 | S-12,LN 30 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | NET STATE INCOME TAX | \$1,606,243 | LN 9-LN 10 | \$0 | \$337,533 | \$0 | \$231,173 | \$130,717 | \$164,448 | \$13,063 | \$807 | \$0 | \$0 | \$728,500 |
| 13 | OPERATING EXPENSE AND TAX | \$98,235,416 | S-8,LN 20 | \$0 | \$23,953,306 | \$0 | \$12,532,548 | \$9,757,375 | \$9,884,857 | \$881,401 | \$62,954 | \$0 | \$0 | \$41,162,973 |
| 14 | OTHER ALLOWABLE EXPENSES | \$0 | S-8,LN 22+23 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | UNCOLLECTIBLES | \$0 | S-8,LN 30 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | BASIS FOR GROSS RECEIPTS TAX | \$119,425,632 | 5+8+11thru15 | \$0 | \$28,428,839 | \$0 | \$15,527,262 | \$11,478,282 | \$12,093,867 | \$1,060,551 | \$73,962 | \$0 | \$0 | \$50,762,869 |
| 17 | GROSS RECEIPTS/PSC TAX RATE (GROSS UP) | | | | | | | | | | | | | |
| 18 | GROSS RECEIPTS/PSC TAX | \$147,804 | LN 16*LN 17 | \$0 | \$0 | \$0 | \$0 | \$21,372 | \$33,102 | \$2,372 | \$106 | \$0 | \$0 | \$90,852 |
| 19 | TOTAL REVENUE REQUIREMENT | \$119,573,436 | | \$0 | \$28,428,839 | \$0 | \$15,527,262 | \$11,499,654 | \$12,126,969 | \$1,062,923 | \$74,068 | \$0 | \$0 | \$50,853,721 |

NOTE A: INCLUDES NET TEL PLANT FROM SCH S-2,LN 33 LESS A/C's 2004 ,2006 ,2007 AND 1402 OTHER THAN RTB STOCK.

| | | | | | | | | | | | | | | |
|----|--|--------------|----------------------|-----|-------------|-----|-------------|-------------|-------------|-----------|----------|-----|-----|-------------|
| 20 | OPTIONAL GROSS UP INCOME TAX CALCULATION | | | | | | | | | | | | | |
| 21 | RETURN ON INVESTMENT | \$12,732,581 | LN 3 | \$0 | \$2,690,361 | \$0 | \$1,796,655 | \$1,033,922 | \$1,329,367 | \$107,980 | \$6,633 | \$0 | \$0 | \$5,767,663 |
| 22 | INTEREST AND RELATED ITEMS EXCL NON-OPER | \$0 | S-12,LN 16+18 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | OTHER INCOME ADJUSTMENTS | \$8,567 | S-12,LN 25+26 | \$0 | \$1,890 | \$0 | \$1,009 | \$854 | \$1,148 | \$69 | \$8 | \$0 | \$0 | \$3,589 |
| 24 | TOTAL INCOME ADJUSTMENTS | \$8,567 | LN 21+22 | \$0 | \$1,890 | \$0 | \$1,009 | \$854 | \$1,148 | \$69 | \$8 | \$0 | \$0 | \$3,589 |
| 25 | FEDERAL ITC AMORTIZATION | \$0 | S-12,LN 29 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | FEDERAL TAXABLE INCOME | \$12,724,015 | | \$0 | \$2,688,471 | \$0 | \$1,795,646 | \$1,033,068 | \$1,328,219 | \$107,911 | \$6,625 | \$0 | \$0 | \$5,764,074 |
| 27 | FEDERAL INCOME TAX @ 35.00% | \$6,851,392 | LN 25*FIT | \$0 | \$1,447,638 | \$0 | \$966,886 | \$556,267 | \$715,195 | \$58,106 | \$3,567 | \$0 | \$0 | \$3,103,732 |
| 28 | FEDERAL SURTAX ALLOCATION - OPERATING | \$0 | /S-2,LN 36 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 29 | NET FEDERAL INCOME TAX BEFORE ITC | \$6,851,392 | LN26-LN27 | \$0 | \$1,447,638 | \$0 | \$966,886 | \$556,267 | \$715,195 | \$58,106 | \$3,567 | \$0 | \$0 | \$3,103,732 |
| 30 | STATE ITC AMORTIZATION | \$0 | S-12,LN 30 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | STATE TAXABLE INCOME | \$19,575,407 | LN25+LN28-S-12,LN 30 | \$0 | \$4,136,110 | \$0 | \$2,762,532 | \$1,589,335 | \$2,043,414 | \$166,017 | \$10,192 | \$0 | \$0 | \$8,867,806 |
| 32 | STATE INCOME TAX @ 7.90% | \$1,606,243 | LN 30*SIT | \$0 | \$337,533 | \$0 | \$231,173 | \$130,717 | \$164,448 | \$13,063 | \$807 | \$0 | \$0 | \$728,500 |
| 33 | STATE SURTAX EXEMPTION | \$0 | /S-2,LN 36 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | NET STATE INCOME TAX BEFORE ITC | \$1,606,243 | | \$0 | \$337,533 | \$0 | \$231,173 | \$130,717 | \$164,448 | \$13,063 | \$807 | \$0 | \$0 | \$728,500 |

S-2,1of1

SUMMARY OF NET TELEPHONE PLANT, M&S AND WORKING CAPITAL

S-2,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|------------------------|---|------|-----|------------------|---------------------|---|---------------|-----------------------------|--------------|---|--------------|-----------------------------|-----------|-------|-------|---------------|-------|
| NET INVESTMENT SUMMARY | | | | | | | | | | | | | | | | | |
| 1 | GENERAL SUPPORT FACILITIES | 2110 | | \$30,179,378 | S-3.LN 10 | \$0 | \$6,951,056 | \$0 | \$3,967,763 | \$2,876,204 | \$3,011,156 | \$244,806 | \$13,780 | \$0 | \$0 | \$13,114,612 | \$0 |
| 2 | CENTRAL OFFICE SWITCHING EQUIPMENT | 2210 | | \$65,561,981 | S-4.LN 52 | \$0 | \$29,858,868 | \$0 | \$0 | \$11,178,276 | \$8,695,518 | \$0 | \$0 | \$0 | \$0 | \$15,829,318 | \$0 |
| 3 | OPERATOR SYSTEMS EQUIPMENT | 2220 | | \$0 | S-4.LN 41 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | CENTRAL OFFICE TRANSMISSION EQUIPMENT | 2230 | | \$163,057,478 | S-4.LN 78 | \$0 | \$22,465,253 | \$0 | \$59,675,293 | \$9,496,539 | \$11,430,532 | \$3,547,543 | \$161,222 | \$0 | \$0 | \$56,281,096 | \$0 |
| 5 | INFORMATION ORIG/TERM EQUIPMENT | 2310 | | \$0 | S-5.LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | CABLE AND WIRE FACILITIES | 2410 | | \$371,267,087 | S-5.LN 42 | \$0 | \$85,197,019 | \$0 | \$18,936,797 | \$35,690,634 | \$44,321,035 | \$1,834,143 | \$147,026 | \$0 | \$0 | \$185,140,434 | \$0 |
| 7 | TANGIBLE ASSETS | 2680 | | \$10,749 | S-3.LN 29 | \$0 | \$2,185 | \$0 | \$2,022 | \$208 | \$529 | \$59 | \$1 | \$0 | \$0 | \$5,744 | \$0 |
| 8 | INTANGIBLE ASSETS | 2690 | | \$4,539,064 | S-3.LN 36 | \$0 | \$1,043,723 | \$0 | \$580,646 | \$445,503 | \$459,321 | \$37,442 | \$2,435 | \$0 | \$0 | \$1,969,994 | \$0 |
| 9 | TOTAL PLANT IN SERVICE A/C 2001 | | | \$634,615,737 | | \$0 | \$145,518,104 | \$0 | \$83,162,522 | \$59,687,364 | \$67,918,091 | \$5,663,993 | \$324,465 | \$0 | \$0 | \$272,341,198 | \$0 |
| 10 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.93% | 0.00% | 13.10% | 9.41% | 10.70% | 0.89% | 0.05% | 0.00% | 0.00% | 42.91% | 0.00% |
| 11 | PROPERTY HELD FOR FUTURE USE | 2002 | | \$0 | S-6.LN 9 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | PLANT UNDER CONSTR - SHORT TERM | 2003 | | \$4,828,110 | S-6.LN 15 | \$0 | \$1,059,771 | \$0 | \$753,178 | \$348,610 | \$431,921 | \$29,983 | \$2,036 | \$0 | \$0 | \$2,202,611 | \$0 |
| 13 | PLANT UNDER CONSTR - LONG TERM | 2004 | | \$0 | S-6.LN 21 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | TELEPHONE PLANT ADJUSTMENT | 2005 | | \$0 | S-6.LN 27 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | NONOPERATING PLANT | 2006 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | GOODWILL | 2007 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | TOTAL PROPERTY, PLANT & EQUIPMENT | | | \$639,443,847 | | \$0 | \$146,577,875 | \$0 | \$83,915,700 | \$60,035,974 | \$68,350,012 | \$5,693,976 | \$326,500 | \$0 | \$0 | \$274,543,810 | \$0 |
| 18 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.92% | 0.00% | 13.12% | 9.39% | 10.69% | 0.89% | 0.05% | 0.00% | 0.00% | 42.93% | 0.00% |
| 19 | ACCUM DEPRECIATION - PLANT IN SERVICE | 3100 | | \$510,701,280 | S-7.LN 18 | \$0 | \$119,128,601 | \$0 | \$65,711,980 | \$49,633,544 | \$55,402,102 | \$4,611,914 | \$259,618 | \$0 | \$0 | \$215,953,521 | \$0 |
| 20 | ACCUM DEPRECIATION - FUTURE USE | 3200 | | \$0 | S-7.LN 19 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | ACCUM AMORTIZATION - TANGIBLE PROPERTY | 3400 | | \$9,172 | S-7.LN 23 | \$0 | \$1,865 | \$0 | \$1,726 | \$178 | \$451 | \$50 | \$1 | \$0 | \$0 | \$4,901 | \$0 |
| 22 | ACCUM AMORTIZATION - INTANGIBLE PROPERTY | 3500 | | \$0 | S-7.LN 24 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | ACCUM AMORTIZATION - TEL PLANT ADJUSTMENT | 3600 | | \$0 | S-7.LN 25 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | OPERATING DEFERRED INCOME TAX - NET | VAR | | \$19,212,400 | S-7.LN 32 | \$0 | \$4,451,954 | \$0 | \$2,551,869 | \$1,582,942 | \$1,505,781 | \$147,202 | \$10,032 | \$0 | \$0 | \$8,962,620 | \$0 |
| 25 | CUST. DEP., OTHER DEF CRS-NET & L-T LIAB. | | | \$430,769 | S-7.LN 38 | \$0 | \$108,493 | \$0 | \$41,056 | \$45,731 | \$39,947 | \$1,717 | \$126 | \$0 | \$0 | \$193,700 | \$0 |
| 26 | NET TELEPHONE PLANT | | | \$109,090,226 | | \$0 | \$22,886,963 | \$0 | \$15,609,068 | \$8,773,580 | \$11,401,730 | \$933,094 | \$56,723 | \$0 | \$0 | \$49,429,067 | \$0 |
| 27 | % DISTRIBUTION | | | 100.00% | | 0.00% | 20.98% | 0.00% | 14.31% | 8.04% | 10.45% | 0.86% | 0.05% | 0.00% | 0.00% | 45.31% | 0.00% |
| 28 | MATERIALS AND SUPPLIES | 1220 | | \$1,273,541 | S-6.LN 31 | \$0 | \$291,418 | \$0 | \$64,137 | \$125,132 | \$139,587 | \$5,395 | \$285 | \$0 | \$0 | \$647,586 | \$0 |
| 29 | INVESTMENT IN NONAFFILIATED CO'S | 1402 | | \$0 | S-6.LN 33 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | OTHER NONCURRENT ASSETS | 1410 | | \$0 | S-6.LN 34 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | DEFERRED MAINTENANCE & RETIREMENTS | 1438 | | \$0 | S-6.LN 35 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | EQUAL ACCESS EQUIPMENT | 1439 | | \$0 | S-6.LN 36 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 33 | OTHER JURISDICTIONAL ASSETS | 1500 | | \$0 | S-6.LN 37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | CASH WORKING CAPITAL | 0X | | \$2,814,733 | | \$0 | \$735,937 | \$0 | \$297,058 | \$291,703 | \$275,281 | \$21,335 | \$1,951 | \$0 | \$0 | \$1,191,467 | \$0 |
| 35 | NET TEL PLANT, M&S AND CASH WORKING CAPITAL | | | \$113,178,500 | | \$0 | \$23,914,319 | \$0 | \$15,970,263 | \$9,190,416 | \$11,816,598 | \$959,825 | \$58,959 | \$0 | \$0 | \$51,268,120 | \$0 |
| 36 | % DISTRIBUTION | | | 100.00% | | 0.00% | 21.13% | 0.00% | 14.11% | 8.12% | 10.44% | 0.85% | 0.05% | 0.00% | 0.00% | 45.30% | 0.00% |

S-3,1of1

OTHER TELECOMMUNICATIONS PLANT

S-3,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|--------------------------------------|------------------------------------|-----|------|------------------|---------------------|---|---------------|-----------------------------|--------------|---|--------------|-----------------------------|-----------|-------|-------|---------------|-------|
| BASIS FOR GENERAL SUPPORT FACILITIES | | | | | | | | | | | | | | | | | |
| 1 | - CLASS A SEPARATIONS | | | | | | | | | | | | | | | | |
| 2 | BIG THREE EXPENSES | | | \$37,281,300 | | \$0 | \$9,188,325 | \$0 | \$3,939,497 | \$3,625,704 | \$3,809,824 | \$296,959 | \$26,118 | \$0 | \$0 | \$16,394,873 | \$0 |
| 3 | % DISTRIBUTION | | | 100.00% | | 0.00% | 24.65% | 0.00% | 10.57% | 9.73% | 10.22% | 0.80% | 0.07% | 0.00% | 0.00% | 43.98% | 0.00% |
| 4 | - CLASS B SEPARATIONS | | | | | | | | | | | | | | | | |
| 5 | COE, IOT AND C&WF | | | \$599,886,546 | | \$0 | \$137,521,140 | \$0 | \$78,612,090 | \$56,365,449 | \$64,447,084 | \$5,381,686 | \$308,248 | \$0 | \$0 | \$257,250,849 | \$0 |
| 6 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.92% | 0.00% | 13.10% | 9.40% | 10.74% | 0.90% | 0.05% | 0.00% | 0.00% | 42.88% | 0.00% |
| LAND AND SUPPORT ASSETS | | | | | | | | | | | | | | | | | |
| 7 | CLASS A COMPANIES | | 2110 | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | CLASS B COMPANIES (GSF-GPC) | | | \$29,169,541 | LN 6+DIRECT | \$0 | \$6,721,370 | \$0 | \$3,829,068 | \$2,782,542 | \$2,899,899 | \$235,701 | \$13,252 | \$0 | \$0 | \$12,687,708 | \$0 |
| 9 | GENERAL PURPOSE COMPUTERS | | | \$1,009,837 | LN 6+DIRECT | \$0 | \$229,686 | \$0 | \$138,695 | \$93,662 | \$111,257 | \$9,105 | \$528 | \$0 | \$0 | \$426,904 | \$0 |
| 10 | TOTAL LAND AND SUPPORT ASSETS | | | \$30,179,378 | | \$0 | \$6,951,056 | \$0 | \$3,967,763 | \$2,876,204 | \$3,011,156 | \$244,806 | \$13,780 | \$0 | \$0 | \$13,114,612 | \$0 |
| 11 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.03% | 0.00% | 13.15% | 9.53% | 9.98% | 0.81% | 0.05% | 0.00% | 0.00% | 43.46% | 0.00% |
| GEN SUPPORT ASSETS, COE, INFORMATION | | | | | | | | | | | | | | | | | |
| 12 | ORIG/TERM, AND C&WF | | | \$630,065,924 | | \$0 | \$144,472,196 | \$0 | \$82,579,853 | \$59,241,653 | \$67,458,241 | \$5,626,492 | \$322,028 | \$0 | \$0 | \$270,365,461 | \$0 |
| 14 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.93% | 0.00% | 13.11% | 9.40% | 10.71% | 0.89% | 0.05% | 0.00% | 0.00% | 42.91% | 0.00% |
| TANGIBLE ASSETS | | | | | | | | | | | | | | | | | |
| 15 | CAPITAL LEASES | | 2681 | | | | | | | | | | | | | | |
| 16 | GENERAL SUPPORT | | | \$0 | LN 11+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | CENTRAL OFFICE EQUIP (DSL) | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | INFORMATION ORIG/TERM | | | \$0 | S-5.LN 18 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | CABLE AND WIRE FACILITIES | | | \$0 | S-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | UNDISTRIBUTED | | | \$0 | LN 14+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | SUBTOTAL CAPITAL LEASES | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | LEASEHOLD IMPROVEMENTS | | 2682 | | | | | | | | | | | | | | |
| 23 | GENERAL SUPPORT | | | \$10,749 | LN 11+DIRECT | \$0 | \$2,185 | \$0 | \$2,022 | \$208 | \$529 | \$59 | \$1 | \$0 | \$0 | \$5,744 | \$0 |
| 24 | CENTRAL OFFICE EQUIP | | | \$0 | S-4.LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | INFORMATION ORIG/TERM | | | \$0 | S-5.LN 18 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | CABLE AND WIRE FACILITIES | | | \$0 | S-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | UNDISTRIBUTED | | | \$0 | LN 14+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | SUBTOTAL LEASEHOLD IMPROVEMENTS | | | \$10,749 | | \$0 | \$2,185 | \$0 | \$2,022 | \$208 | \$529 | \$59 | \$1 | \$0 | \$0 | \$5,744 | \$0 |
| 29 | TOTAL TANGIBLE ASSETS | | | \$10,749 | | \$0 | \$2,185 | \$0 | \$2,022 | \$208 | \$529 | \$59 | \$1 | \$0 | \$0 | \$5,744 | \$0 |
| 30 | % DISTRIBUTION | | | 100.00% | | 0.00% | 20.33% | 0.00% | 18.82% | 1.94% | 4.92% | 0.55% | 0.01% | 0.00% | 0.00% | 53.44% | 0.00% |
| GEN SUPPORT ASSETS, COE, INFORMATION | | | | | | | | | | | | | | | | | |
| 31 | ORIG/TERM, CWF AND TANGIBLE ASSETS | | | \$630,076,673 | | \$0 | \$144,474,381 | \$0 | \$82,581,875 | \$59,241,861 | \$67,458,769 | \$5,626,551 | \$322,030 | \$0 | \$0 | \$270,371,205 | \$0 |
| 33 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.93% | 0.00% | 13.11% | 9.40% | 10.71% | 0.89% | 0.05% | 0.00% | 0.00% | 42.91% | 0.00% |
| INTANGIBLE ASSETS | | | | | | | | | | | | | | | | | |
| 34 | ALLOCATED | | 2690 | \$4,539,064 | LN 33 | \$0 | \$1,043,723 | \$0 | \$580,646 | \$445,503 | \$459,321 | \$37,442 | \$2,435 | \$0 | \$0 | \$1,969,994 | \$0 |
| 35 | DIRECT ASSIGNMENT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | TOTAL INTANGIBLES | | | \$4,539,064 | | \$0 | \$1,043,723 | \$0 | \$580,646 | \$445,503 | \$459,321 | \$37,442 | \$2,435 | \$0 | \$0 | \$1,969,994 | \$0 |
| 37 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.99% | 0.00% | 12.79% | 9.81% | 10.12% | 0.82% | 0.05% | 0.00% | 0.00% | 43.40% | 0.00% |

S-4, 1 of 2

CENTRAL OFFICE EQUIPMENT SEPARATIONS

S-4,1 of 2

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE | OTHER |
|----|------------------------------------|-----|----------|------------------|---------------------|----------------------------|-----------|----------------|-----------|----------------------------|-----------|----------------|-----------|-------|-------|----------|-------|
| | | | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | | |
| 1 | SEPARATION FACTORS | | | | | | | | | | | | | | | | |
| 2 | STANDARD WORK SECONDS | | | | | | | | | | | | | | | | |
| 3 | - COMBINED TOLL AND LOCAL BOARDS | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 4 | - SEPARATE TOLL BOARDS | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 5 | - DSA BOARDS | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 6 | - DSB BOARDS | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 7 | - DIRECTORY ASSISTANCE BOARDS | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 8 | - TSPS COMPLEX | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 9 | SERVICE OBSERVING TOLL MOU'S | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 10 | PROCESSOR REAL TIME - RTA | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 11 | PROCESSOR REAL TIME - TSPS COMPLEX | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 12 | REL MOU'S - TANDEM SWITCHING | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 13 | REL MOU'S - OTHER | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 14 | DIAL EQUIPMENT MOU'S (DEM) | | | 100.00% | | 0.00% | 45.46% | 0.00% | 0.00% | 17.65% | 14.67% | 0.00% | 0.00% | 0.00% | 0.00% | 22.21% | 0.00% |
| 15 | REL MOU'S - EXCHANGE TRUNK | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 16 | HOST/REMOTE MOU MILES | | | 100.00% | | 0.00% | 23.04% | 0.00% | 0.00% | 10.03% | 9.70% | 0.00% | 0.00% | 0.00% | 0.00% | 57.23% | 0.00% |
| 17 | EQUIPMENT FURNISHED OTHERS FACTOR | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 18 | COE BOOK COST | | | | | | | | | | | | | | | | |
| 19 | OPERATOR SYSTEMS EQUIPMENT | | | | | | | | | | | | | | | | |
| 20 | MANUAL SWITCHBOARDS | | 2220 1.1 | | | | | | | | | | | | | | |
| 21 | COMBINED TOLL AND LOCAL | | | \$0 | LN 2 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | SEPARATE TOLL SWBD | | | \$0 | LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | SEPARATE DSA BOARDS | | | \$0 | LN 4 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | SEPARATE DSB BOARDS | | | \$0 | LN 5 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | DIRECT ASSIGNMENT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | SUBTOTAL MANUAL BOARDS | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | AUXILIARY SWITCHBOARDS | | 2220 1.2 | | | | | | | | | | | | | | |
| 29 | DIRECTORY ASSISTANCE | | | \$0 | LN 6+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | INTERCEPT | | | \$0 | SLU | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | TOLL RATE AND ROUTE | | | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | SUBTOTAL AUXILIARY BOARDS | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 33 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | SERVICE OBSERVING | | 2220 1.3 | | | | | | | | | | | | | | |
| 35 | TOLL | | | \$0 | LN 8 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | EXCHANGE | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | DIRECT ASSIGNMENT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 38 | SUBTOTAL SERVICE OBSERVING | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 39 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 40 | TRAFFIC SERVICE POSITIONS | | 2220 1.4 | | | | | | | | | | | | | | |
| 41 | OPERATOR | | | \$0 | LN 7+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 42 | REMOTE TRUNK ARRANGEMENT | | | \$0 | LN 9+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 43 | OTHER | | | \$0 | LN 10+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 44 | SUBTOTAL TSPS | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 45 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 46 | TOTAL OPERATOR SYSTEMS EQUIPMENT | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 47 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

S-4,2of2

CENTRAL OFFICE EQUIPMENT SEPARATIONS

S-4,2of2

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|----|--------------------------------|------|----------|------------------|---------------------|---|--------------|-----------------------------|--------------|---|--------------|-----------------------------|-----------|-------|-------|--------------|-------|
| | TANDEM SWITCHING EQUIPMENT | 2210 | 2.0 | | | | | | | | | | | | | | |
| 43 | ACCESS | | 2.1 | \$0 | LN 11+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 44 | NON ACCESS | | 2.2 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 45 | OTHER | | 2.3 | \$0 | LN 12+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 46 | SUBTOTAL TANDEM SWITCHING | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 47 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | LOCAL SWITCHING EQUIPMENT | 2210 | 3.0 | | | | | | | | | | | | | | |
| 48 | ACCESS | | 3.1 | \$65,561,981 | LN 13 | \$0 | \$29,858,868 | \$0 | \$0 | \$11,178,276 | \$8,695,518 | \$0 | \$0 | \$0 | \$0 | \$15,829,318 | \$0 |
| 49 | EQUAL ACCESS | | 3.2 | \$0 | S-6, LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 50 | SUBTOTAL LOCAL SWITCHING | | | \$65,561,981 | | \$0 | \$29,858,868 | \$0 | \$0 | \$11,178,276 | \$8,695,518 | \$0 | \$0 | \$0 | \$0 | \$15,829,318 | \$0 |
| 51 | % DISTRIBUTION | | | 100.00% | | 0.00% | 45.54% | 0.00% | 0.00% | 17.05% | 13.26% | 0.00% | 0.00% | 0.00% | 0.00% | 24.14% | 0.00% |
| 52 | TOTAL SWITCHING EQUIPMENT | | | \$65,561,981 | | \$0 | \$29,858,868 | \$0 | \$0 | \$11,178,276 | \$8,695,518 | \$0 | \$0 | \$0 | \$0 | \$15,829,318 | \$0 |
| 53 | % DISTRIBUTION | | | 100.00% | | 0.00% | 45.54% | 0.00% | 0.00% | 17.05% | 13.26% | 0.00% | 0.00% | 0.00% | 0.00% | 24.14% | 0.00% |
| | CENTRAL OFFICE TRANSMISSION | 2230 | 4.0 | | | | | | | | | | | | | | |
| 54 | EXCHANGE CIRCUIT | | 4.1 | | | | | | | | | | | | | | |
| 55 | 4.11 - EXCH-WB = DS1 > | | 4.11 | \$18,225,797 | AL-1, LN12 | \$0 | \$100,755 | \$0 | \$8,867,218 | \$34,432 | \$34,720 | \$333,250 | \$34,783 | \$0 | \$0 | \$8,820,640 | \$0 |
| 56 | EXCH TRUNK - EAS | | 4.121 | \$1,194,851 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,194,851 | \$0 |
| 57 | 4.11D - DSL EQUIP | | 4.11 DSL | \$20,890,542 | DIRECT | \$0 | \$0 | \$0 | \$20,890,542 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 58 | EXCH TRUNK - BASIC | | 4.123 | \$0 | LN 14+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 59 | EXCH TRUNK - SPECIAL | | 4.124 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 60 | SUBSCRIBER LINE - BASIC | | 4.131 | \$81,423,550 | AL-1, LN 2 | \$0 | \$20,187,178 | \$0 | \$152,659 | \$8,335,635 | \$10,665,171 | \$302,151 | \$13,771 | \$0 | \$0 | \$41,766,983 | \$0 |
| 61 | 4.122PL - EXCH-PL = DSO | | 4.122 PL | \$6,131,613 | DIRECT | \$0 | \$0 | \$0 | \$1,616,968 | \$0 | \$0 | \$1,955,384 | \$47,410 | \$0 | \$0 | \$2,511,852 | \$0 |
| 62 | SUBTOTAL EXCHANGE CIRCUIT | | | \$127,866,353 | | \$0 | \$20,287,933 | \$0 | \$31,527,387 | \$8,370,067 | \$10,699,891 | \$2,590,785 | \$95,965 | \$0 | \$0 | \$54,294,325 | \$0 |
| 63 | % DISTRIBUTION | | | 100.00% | | 0.00% | 15.87% | 0.00% | 24.66% | 6.55% | 8.37% | 2.03% | 0.08% | 0.00% | 0.00% | 42.46% | 0.00% |
| 64 | INTEREXCHANGE CIRCUIT | | 4.IPCP | \$828,159 | DIRECT | \$0 | \$0 | \$0 | \$828,159 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 65 | FURNISHED OTHERS - INTERSTATE | | 4.21 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 66 | 4.22 - IXC WB = DS1 > | | 4.22 | \$28,096,898 | AL-1, LN14 | \$0 | \$0 | \$0 | \$27,257,524 | \$0 | \$0 | \$778,568 | \$60,806 | \$0 | \$0 | \$0 | \$0 |
| 67 | TOLL - BASIC | | 4.231 | \$3,403,715 | AL-1, LN6 | \$0 | \$1,455,224 | \$0 | \$62,223 | \$845,423 | \$472,905 | \$178,191 | \$4,452 | \$0 | \$0 | \$385,297 | \$0 |
| 68 | 4.231 PL - IXC PL = DSO | | 4.231 PL | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 69 | NON ACCESS | | 4.24 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 70 | SUBTOTAL INTEREXCHANGE CIRCUIT | | | \$31,500,613 | | \$0 | \$1,455,224 | \$0 | \$27,319,747 | \$845,423 | \$472,905 | \$956,759 | \$65,258 | \$0 | \$0 | \$385,297 | \$0 |
| 71 | % DISTRIBUTION | | | 100.00% | | 0.00% | 4.62% | 0.00% | 86.73% | 2.68% | 1.50% | 3.04% | 0.21% | 0.00% | 0.00% | 1.22% | 0.00% |
| 72 | HOST/REMOTE CIRCUIT | | 4.3 | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 73 | EXCLUDING WATS | | 4.31 | \$2,862,353 | LN 15+DIRECT | \$0 | \$722,096 | \$0 | \$0 | \$281,048 | \$257,736 | \$0 | \$0 | \$0 | \$0 | \$1,601,473 | \$0 |
| 74 | CLOSED END WATS | | 4.32 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 75 | SUBTOTAL HOST/REMOTE CIRCUIT | | | \$2,862,353 | | \$0 | \$722,096 | \$0 | \$0 | \$281,048 | \$257,736 | \$0 | \$0 | \$0 | \$0 | \$1,601,473 | \$0 |
| 76 | % DISTRIBUTION | | | 100.00% | | 0.00% | 25.23% | 0.00% | 0.00% | 9.82% | 9.00% | 0.00% | 0.00% | 0.00% | 0.00% | 55.95% | 0.00% |
| 77 | EQUIPMENT RENTED OTHERS | | | \$0 | LN 16+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 78 | TOTAL TRANSMISSION EQUIPMENT | | | \$163,057,478 | | \$0 | \$22,465,253 | \$0 | \$59,675,293 | \$9,496,539 | \$11,430,532 | \$3,547,543 | \$161,222 | \$0 | \$0 | \$56,281,096 | \$0 |
| 79 | % DISTRIBUTION | | | 100.00% | | 0.00% | 13.78% | 0.00% | 36.60% | 5.82% | 7.01% | 2.18% | 0.10% | 0.00% | 0.00% | 34.52% | 0.00% |
| 80 | TOTAL CENTRAL OFFICE EQUIPMENT | | | \$228,619,459 | | \$0 | \$52,324,121 | \$0 | \$59,675,293 | \$20,674,815 | \$20,126,050 | \$3,547,543 | \$161,222 | \$0 | \$0 | \$72,110,415 | \$0 |
| 81 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.89% | 0.00% | 26.10% | 9.04% | 8.80% | 1.55% | 0.07% | 0.00% | 0.00% | 31.54% | 0.00% |

S-5,1of1

INFORMATION ORIG/TERM AND C&WF SEPARATIONS

S-5,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|-----|-------------------------------------|-----|------|------------------|---------------------|---|--------------|-----------------------------|--------------|---|--------------|-----------------------------|-----------|-------|-------|---------------|-------|
| 1 | SUBSCRIBER PLANT FACTOR (SPF) | | | 100.00% | INPUT | 0.00% | 25.00% | 0.00% | 0.00% | 11.53% | 11.59% | 0.00% | 0.00% | 0.00% | 0.00% | 51.88% | 0.00% |
| 2 | RELATIVE MOU'S - COINLESS PAY TEL | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 3 | EQUIVALENT LOOPS - CWF | | | 100.00% | AL-1, LN 4 | 0.00% | 24.71% | 0.00% | 0.26% | 11.41% | 11.47% | 0.51% | 0.04% | 0.00% | 0.00% | 51.60% | 0.00% |
| 4 | EQUIVALENT CHANNELS - WIDEBAND | | | 100.00% | AL-1, LN 12 | 0.00% | 0.36% | 0.00% | 53.86% | 0.19% | 0.17% | 2.97% | 1.60% | 0.00% | 0.00% | 40.85% | 0.00% |
| 5 | EQUIVALENT CHANNELS - IX WIDEBAND | | | 100.00% | AL-1, LN 14 | 0.00% | 0.00% | 0.00% | 94.24% | 0.00% | 0.00% | 4.05% | 1.71% | 0.00% | 0.00% | 0.00% | 0.00% |
| 6 | IX CIRCUIT MILES - CWF | | | 100.00% | AL-1, LN 8 | 0.00% | 38.94% | 0.00% | 4.74% | 20.89% | 16.50% | 4.64% | 0.22% | 0.00% | 0.00% | 14.07% | 0.00% |
| 7 | REL MOU'S - EXCHANGE TRUNK | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 8 | HOST/REMOTE MOU MILES | | | 100.00% | INPUT | 0.00% | 23.04% | 0.00% | 0.00% | 10.03% | 9.70% | 0.00% | 0.00% | 0.00% | 0.00% | 57.23% | 0.00% |
| 9 | EQUIPMENT FURNISHED OTHERS FACTOR | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| | INFORMATION ORIGINATION/TERMINATION | | 2310 | | | | | | | | | | | | | | |
| 10 | OTHER IOT EQUIPMENT | | 1.0 | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | COIN PUBLIC TELEPHONE | | 1.1 | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | COINLESS PUBLIC TELEPHONE | | 1.2 | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | OTHER | | 1.3 | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | SUBTOTAL | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | % DISTRIBUTION | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 16 | NEW CUSTOMER PREMISE EQUIPMENT | | 2.0 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | TOTAL INFO ORIG/TERM EQUIP | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | CABLE AND WIRE FACILITIES | | 2410 | | | | | | | | | | | | | | |
| 19 | SUBSCRIBER LINE - JOINT | | | \$338,664,102 | LN 3 | \$0 | \$83,947,713 | \$0 | \$660,330 | \$34,952,374 | \$43,880,882 | \$1,255,979 | \$56,369 | \$0 | \$0 | \$173,910,456 | \$0 |
| 20 | SUBSCRIBER LINE - DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | SUBTOTAL SUBSCRIBER LINE | | 1.0 | \$338,664,102 | | \$0 | \$83,947,713 | \$0 | \$660,330 | \$34,952,374 | \$43,880,882 | \$1,255,979 | \$56,369 | \$0 | \$0 | \$173,910,456 | \$0 |
| 22 | EXCHANGE WIDEBAND - JOINT | | | \$17,140,561 | LN 4 | \$0 | \$95,852 | \$0 | \$7,696,742 | \$25,201 | \$30,406 | \$260,822 | \$32,044 | \$0 | \$0 | \$8,999,494 | \$0 |
| 23 | EXCHANGE WIDEBAND - DIRECT | | | \$2,879,316 | DIRECT | \$0 | \$0 | \$0 | \$2,879,316 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | SUBTOTAL EXCHANGE WIDEBAND | | 2.1 | \$20,019,877 | | \$0 | \$95,852 | \$0 | \$10,576,058 | \$25,201 | \$30,406 | \$260,822 | \$32,044 | \$0 | \$0 | \$8,999,494 | \$0 |
| 25a | EXCHANGE TRUNK - JOINT | | | \$0 | LN 7 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25b | EXCHANGE TRUNK - DIRECT | | | \$1,267,393 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,267,393 | \$0 |
| 26 | EXCHANGE TRUNK - SPECIAL | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | SUBTOTAL EXCHANGE TRUNK | | 2.2 | \$1,267,393 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,267,393 | \$0 |
| 28 | INTEREXCHANGE WIDEBAND | | | \$7,943,425 | LN 5 | \$0 | \$0 | \$0 | \$7,648,690 | \$0 | \$0 | \$241,004 | \$53,731 | \$0 | \$0 | \$0 | \$0 |
| 29 | INTEREXCHANGE WIDEBAND - DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | SUBTOTAL INTEREXCHANGE WBD | | 3.1 | \$7,943,425 | | \$0 | \$0 | \$0 | \$7,648,690 | \$0 | \$0 | \$241,004 | \$53,731 | \$0 | \$0 | \$0 | \$0 |
| 31a | IX TRUNK - ACCESS - JOINT | | | \$1,854,100 | LN 6 | \$0 | \$807,070 | \$0 | \$51,720 | \$538,246 | \$251,580 | \$76,338 | \$4,882 | \$0 | \$0 | \$124,264 | \$0 |
| 31b | IX TRUNK - ACCESS - DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | IX TRUNK - ACCESS - SPECIAL | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 33 | SUBTOTAL INTEREXCHANGE ACCESS | | 3.2 | \$1,854,100 | | \$0 | \$807,070 | \$0 | \$51,720 | \$538,246 | \$251,580 | \$76,338 | \$4,882 | \$0 | \$0 | \$124,264 | \$0 |
| 34 | IX TRUNK - NON ACCESS - DIRECT | | 3.3 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 35 | HOST/REMOTE - JOINT | | | \$1,518,189 | LN 8 | \$0 | \$346,384 | \$0 | \$0 | \$174,812 | \$158,167 | \$0 | \$0 | \$0 | \$0 | \$838,827 | \$0 |
| 36 | HOST/REMOTE - DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | SUBTOTAL HOST/REMOTE EXCL WATS | | 4.1 | \$1,518,189 | | \$0 | \$346,384 | \$0 | \$0 | \$174,812 | \$158,167 | \$0 | \$0 | \$0 | \$0 | \$838,827 | \$0 |
| 38 | HOST/REMOTE - CLOSED END WATS | | 4.2 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 39 | EQUIPMENT FURNISHED OTHERS - JOINT | | | \$0 | LN 9 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 40 | EQUIPMENT FURNISHED OTHERS - DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 41 | SUBTOTAL EQUIPMENT FURNISHED OTHERS | | 5.0 | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 42 | TOTAL CABLE AND WIRE FACILITIES | | | \$371,267,087 | | \$0 | \$85,197,019 | \$0 | \$18,936,797 | \$35,690,634 | \$44,321,035 | \$1,834,143 | \$147,026 | \$0 | \$0 | \$185,140,434 | \$0 |
| 43 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.95% | 0.00% | 5.10% | 9.61% | 11.94% | 0.49% | 0.04% | 0.00% | 0.00% | 49.87% | 0.00% |

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE | OTHER |
|---------------------------------------|---------------------------------------|------|-----|------------------|---------------------|----------------------------|-------------|----------------|-----------|----------------------------|-----------|----------------|-----------|-------|-------|-------------|-------|
| | | | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | | |
| 1 | TELEPHONE PLANT IN SERVICE | 2001 | | 100.00% | S-2.LN 10 | 0.00% | 23.67% | 0.00% | 11.36% | 10.73% | 10.20% | 0.88% | 0.09% | 0.00% | 0.00% | 43.07% | 0.00% |
| 2 | CABLE AND WIRE FACILITIES | 2410 | | 100.00% | S-5.LN 43 | 0.00% | 23.04% | 0.00% | 5.16% | 10.68% | 10.65% | 0.62% | 0.07% | 0.00% | 0.00% | 49.77% | 0.00% |
| 3 | EQUAL ACCESS MOU'S | | | 100.00% | INPUT | 0.00% | 71.63% | 0.00% | 0.00% | 0.00% | 28.37% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| OTHER TELECOMMUNICATIONS PLANT | | | | | | | | | | | | | | | | | |
| 4 | PROPERTY HELD FOR FUTURE USE | 2002 | | | | | | | | | | | | | | | |
| 5 | GENERAL SUPPORT FACILITIES | | | \$0 | S-3.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | CENTRAL OFFICE EQUIPMENT | | | \$0 | S-4.LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 7 | CABLE AND WIRE FACILITIES | | | \$0 | S-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | UNDISTRIBUTED | | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | PROPERTY HELD FOR FUTURE USE | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 10 | PLANT UNDER CONSTRUCTION - SHORT TERM | 2003 | | | | | | | | | | | | | | | |
| 11 | GENERAL SUPPORT FACILITIES | | | \$0 | S-3.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | CENTRAL OFFICE EQUIPMENT | | | \$0 | S-4.LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | CABLE AND WIRE FACILITIES | | | \$0 | S-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | UNDISTRIBUTED | | | \$4,828,110 | LN 1+DIRECT | \$0 | \$1,059,771 | \$0 | \$753,178 | \$348,610 | \$431,921 | \$29,983 | \$2,036 | \$0 | \$0 | \$2,202,611 | \$0 |
| 15 | TOTAL TPUC - SHORT TERM | | | \$4,828,110 | | \$0 | \$1,059,771 | \$0 | \$753,178 | \$348,610 | \$431,921 | \$29,983 | \$2,036 | \$0 | \$0 | \$2,202,611 | \$0 |
| 16 | PLANT UNDER CONSTRUCTION - LONG TERM | 2004 | | | | | | | | | | | | | | | |
| 17 | GENERAL SUPPORT FACILITIES | | | \$0 | S-3.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | CENTRAL OFFICE EQUIPMENT | | | \$0 | S-4.LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | CABLE AND WIRE FACILITIES | | | \$0 | S-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | UNDISTRIBUTED | | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | TOTAL TPUC - LONG TERM | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | TELECOMMUNICATIONS PLANT ADJUSTMENT | 2005 | | | | | | | | | | | | | | | |
| 23 | GENERAL SUPPORT FACILITIES | | | \$0 | S-3.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | CENTRAL OFFICE EQUIPMENT | | | \$0 | S-4.LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | CABLE AND WIRE FACILITIES | | | \$0 | S-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | UNDISTRIBUTED | | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | TOTAL TEL PLANT ADJUSTMENT | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | TOTAL OTHER TELEPHONE PLANT | | | \$4,828,110 | | \$0 | \$1,059,771 | \$0 | \$753,178 | \$348,610 | \$431,921 | \$29,983 | \$2,036 | \$0 | \$0 | \$2,202,611 | \$0 |
| MATERIALS AND SUPPLIES | | | | | | | | | | | | | | | | | |
| 29 | CPE | 1220 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | OTHER | | | \$1,273,541 | LN 2+DIRECT | \$0 | \$291,418 | \$0 | \$64,137 | \$125,132 | \$139,587 | \$5,395 | \$285 | \$0 | \$0 | \$647,586 | \$0 |
| 31 | TOTAL | | | \$1,273,541 | | \$0 | \$291,418 | \$0 | \$64,137 | \$125,132 | \$139,587 | \$5,395 | \$285 | \$0 | \$0 | \$647,586 | \$0 |
| 32 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.88% | 0.00% | 5.04% | 9.83% | 10.96% | 0.42% | 0.02% | 0.00% | 0.00% | 50.85% | 0.00% |
| INVESTMENT IN NONAFFILIATED COMPANIES | | | | | | | | | | | | | | | | | |
| 33 | RTB STOCK CLASS B STOCK | 1402 | | \$0 | LN 1 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | OTHER NONCURRENT ASSETS | 1410 | | \$0 | S-3.LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 35 | DEFERRED MAINTENANCE AND RETIREMENTS | 1438 | | \$0 | S-3.LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | EQUAL ACCESS EQUIPMENT - NET | 1439 | | \$0 | LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | OTHER JURISDICTIONAL ASSETS | 1500 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

S-7,1of1

ACCUMULATED DEPRECIATION MORTIZATION SEPARATIONS

S-7,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|----|---|-------|-----|------------------|---------------------|---|---------------|-----------------------------|--------------|---|--------------|-----------------------------|-----------|-------|-------|---------------|-------|
| 1 | GENERAL SUPPORT FACILITIES | 2110 | | 100.00% | S-3, LN 11 | 0.00% | 23.67% | 0.00% | 11.36% | 10.73% | 10.20% | 0.88% | 0.09% | 0.00% | 0.00% | 43.07% | 0.00% |
| 2 | CENTRAL OFFICE EQUIPMENT | 2230 | | 100.00% | S-4, LN 81 | 0.00% | 24.84% | 0.00% | 21.43% | 10.94% | 9.56% | 1.26% | 0.12% | 0.00% | 0.00% | 31.85% | 0.00% |
| 3 | INFORMATION ORIG/TERM EQUIPMENT | 2310 | | 0.00% | S-5, LN 18 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 4 | CABLE & WIRE FACILITIES | 2410 | | 100.00% | S-5, LN 43 | 0.00% | 23.04% | 0.00% | 5.16% | 10.68% | 10.65% | 0.62% | 0.07% | 0.00% | 0.00% | 49.77% | 0.00% |
| 5 | GEN SUPPORT, COE, IOT AND C&WF | | | 100.00% | S-3, LN 14 | 0.00% | 23.67% | 0.00% | 11.36% | 10.73% | 10.20% | 0.88% | 0.09% | 0.00% | 0.00% | 43.07% | 0.00% |
| 6 | CAPITAL LEASES | 2681 | | 0.00% | S-3, LN 21 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 7 | LEASEHOLD IMPROVEMENTS | 2682 | | 100.00% | S-3, LN 28 | 0.00% | 20.33% | 0.00% | 18.82% | 1.94% | 4.92% | 0.55% | 0.01% | 0.00% | 0.00% | 53.44% | 0.00% |
| 8 | TANGIBLE ASSETS | 2680 | | 100.00% | S-3, LN 30 | 0.00% | 20.33% | 0.00% | 18.82% | 1.94% | 4.92% | 0.55% | 0.01% | 0.00% | 0.00% | 53.44% | 0.00% |
| 9 | PLANT HELD FOR FUTURE USE | 2002 | | 0.00% | S-6, LN 9 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 10 | TELECOMMUNICATIONS PLANT ADJUSTMENT | 2005 | | 0.00% | S-6, LN 27 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| | ACCUM DEPRECIATION - PLANT IN SERVICE | 3100 | | | | | | | | | | | | | | | |
| 11 | GENERAL SUPPORT | | | \$22,334,839 | LN 1+DIRECT | \$0 | \$5,112,778 | \$0 | \$2,948,163 | \$2,132,692 | \$2,182,608 | \$179,193 | \$10,973 | \$0 | \$0 | \$9,768,432 | \$0 |
| 12 | CENTRAL OFFICE SWITCHING EQUIPMENT | | | \$61,561,326 | S-4, LN53+DIR | \$0 | \$27,964,622 | \$0 | \$0 | \$10,614,696 | \$8,233,541 | \$0 | \$0 | \$0 | \$0 | \$14,748,466 | \$0 |
| 13 | OPERATOR SERVICES EQUIPMENT | | | \$0 | S-4, LN42+DIR | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | CENTRAL OFFICE TRANSMISSION | | | \$128,536,913 | S-4, LN79+DIR | \$0 | \$17,630,418 | \$0 | \$47,365,796 | \$7,616,897 | \$9,692,539 | \$2,958,177 | \$127,154 | \$0 | \$0 | \$43,145,933 | \$0 |
| 15 | UNDISTRIBUTED COE | | | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | INFORMATION ORIG/TERM | | | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | CABLE AND WIRE FACILITIES | | | \$298,268,202 | LN 4+DIRECT | \$0 | \$68,420,783 | \$0 | \$15,398,021 | \$29,269,259 | \$35,293,414 | \$1,474,544 | \$121,491 | \$0 | \$0 | \$148,290,690 | \$0 |
| 18 | TOTAL ACCUM DEP - PLANT IN SERVICE | | | \$510,701,280 | | \$0 | \$119,128,601 | \$0 | \$65,711,980 | \$49,633,544 | \$55,402,102 | \$4,611,914 | \$259,618 | \$0 | \$0 | \$215,953,521 | \$0 |
| 19 | ACCUM DEPRECIATION - FUTURE USE | 3200 | | \$0 | LN 9+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | ACCUMULATED AMORTIZATION TANGIBLE ASSETS | 3400 | | | | | | | | | | | | | | | |
| 20 | CAPITAL LEASES | | | \$0 | LN 6+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | LEASEHOLD IMPROVEMENTS | | | \$9,172 | LN 7+DIRECT | \$0 | \$1,865 | \$0 | \$1,726 | \$178 | \$451 | \$50 | \$1 | \$0 | \$0 | \$4,901 | \$0 |
| 22 | UNDISTRIBUTED | | | \$0 | LN 8+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | TOTAL ACCUM AMORT - TANGIBLE ASSETS | | | \$9,172 | | \$0 | \$1,865 | \$0 | \$1,726 | \$178 | \$451 | \$50 | \$1 | \$0 | \$0 | \$4,901 | \$0 |
| 24 | INTANGIBLE ASSETS | 3500 | | \$0 | S-3, LN37+DIR | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | TELECOMMUNICATIONS PLANT ADJUSTMENT | 3600 | | \$0 | LN 10+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | TOTAL ACCUM AMORTIZATION | | | \$9,172 | | \$0 | \$1,865 | \$0 | \$1,726 | \$178 | \$451 | \$50 | \$1 | \$0 | \$0 | \$4,901 | \$0 |
| | NET OPERATING DEFERRED INC TAX | 4100& | | | | | | | | | | | | | | | |
| 27 | GENERAL SUPPORT | 4340 | | \$429,165 | LN 1+DIRECT | \$0 | \$97,118 | \$0 | \$58,388 | \$33,137 | \$27,696 | \$2,533 | \$266 | \$0 | \$0 | \$210,027 | \$0 |
| 28 | CENTRAL OFFICE EQUIP | | | \$6,807,440 | LN 2+DIRECT | \$0 | \$1,615,477 | \$0 | \$1,829,953 | \$549,762 | \$438,957 | \$85,692 | \$4,581 | \$0 | \$0 | \$2,283,018 | \$0 |
| 29 | INFORMATION ORIG/TERM | | | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | CABLE AND WIRE FACILITIES | | | \$11,086,947 | LN 4+DIRECT | \$0 | \$2,530,631 | \$0 | \$551,835 | \$918,812 | \$963,012 | \$52,171 | \$4,655 | \$0 | \$0 | \$6,065,831 | \$0 |
| 31 | UNDISTRIBUTED | | | \$888,848 | LN 5+DIRECT | \$0 | \$208,728 | \$0 | \$111,693 | \$81,230 | \$76,117 | \$6,806 | \$531 | \$0 | \$0 | \$403,744 | \$0 |
| 32 | TOTAL NET DEFERRED INCOME TAX | | | \$19,212,400 | | \$0 | \$4,451,954 | \$0 | \$2,551,869 | \$1,582,942 | \$1,505,781 | \$147,202 | \$10,032 | \$0 | \$0 | \$8,962,620 | \$0 |
| | CUST. DEPOSITS & OTHER DEF CRS-NET | 4040& | | | | | | | | | | | | | | | |
| 33 | GENERAL SUPPORT | 4360 | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | CENTRAL OFFICE EQUIP | | | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 35 | INFORMATION ORIG/TERM | | | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | CABLE AND WIRE FACILITIES | | | \$0 | LN 4+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | UNDISTRIBUTED INVESTMENTS | | | \$750 | S-2, LN 10 | \$0 | \$160 | \$0 | \$71 | \$16 | \$47 | \$7 | \$0 | \$0 | \$0 | \$449 | \$0 |
| 38 | OTHER LONG TERM LIABILITIES | 4310 | | \$430,019 | S-3, LN 3 | \$0 | \$108,332 | \$0 | \$40,985 | \$45,714 | \$39,900 | \$1,710 | \$126 | \$0 | \$0 | \$193,252 | \$0 |
| 39 | TOTAL CUST. DEP., OTHER DEF CRS-NET & L-T LIAB. | | | \$430,769 | | \$0 | \$108,493 | \$0 | \$41,056 | \$45,731 | \$39,947 | \$1,717 | \$126 | \$0 | \$0 | \$193,700 | \$0 |

S-8,1 of 1

SUMMARY OF OPERATING EXPENSE AND TAX

S-8, 1 of 1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE | OTHER |
|----|--|----------------|-----|------------------|---------------------|----------------------------|--------------|----------------|--------------|----------------------------|-------------|----------------|-----------|-------|-------|--------------|--------|
| | | | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | | |
| | OPERATING EXPENSE AND TAX SUMMARY | | | | | | | | | | | | | | | | |
| 1 | NETWORK SUPPORT EXPENSE | 6110 | | \$119,453 | S-9,LN 7 | \$0 | \$27,158 | \$0 | \$16,672 | \$11,180 | \$10,486 | \$867 | \$78 | \$0 | \$0 | \$53,011 | \$0 |
| 2 | GENERAL SUPPORT EXPENSE | 6120 | | \$6,051,227 | S-9,LN 8 | \$0 | \$1,379,670 | \$0 | \$800,780 | \$550,387 | \$603,067 | \$49,762 | \$3,013 | \$0 | \$0 | \$2,664,548 | \$0 |
| 3 | CENTRAL OFFICE EXPENSE | 6210 | | \$7,006,005 | S-9,LN 15 | \$0 | \$1,668,772 | \$0 | \$1,734,655 | \$654,796 | \$677,303 | \$96,053 | \$6,486 | \$0 | \$0 | \$2,167,939 | \$0 |
| 4 | INFORMATION ORIG/TERM EXPENSE | 6310 | | \$0 | S-9,LN 21 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 5 | CABLE AND WIRE FACILITIES EXPENSE | 6410 | | \$7,691,251 | S-9,LN 25 | \$0 | \$1,769,017 | \$0 | \$395,855 | \$809,865 | \$858,195 | \$36,359 | \$2,838 | \$0 | \$0 | \$3,819,123 | \$0 |
| 6 | OTHER PLANT EXPENSE | 6510 | | (\$555) | S-10,LN 11 | \$0 | (\$126) | \$0 | (\$88) | (\$54) | (\$93) | (\$5) | (\$0) | \$0 | \$0 | (\$190) | \$0 |
| 7 | NETWORK OPERATIONS EXPENSE | 6530 | | \$11,865,994 | S-10,LN 13 | \$0 | \$2,715,969 | \$0 | \$1,537,280 | \$1,149,393 | \$1,182,251 | \$96,192 | \$6,442 | \$0 | \$0 | \$5,178,468 | \$0 |
| 8 | ACCESS / USF EXPENSE | 6540 | | \$2,794,857 | S-10,LN 14 | \$0 | \$1,893,755 | \$0 | \$0 | \$901,102 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | MARKETING EXPENSE | 6610 | | \$7,122,248 | S-11,LN 12 | \$0 | \$1,959,490 | \$0 | \$227,497 | \$431,275 | \$746,090 | \$45,019 | \$8,061 | \$0 | \$0 | \$3,704,817 | \$0 |
| 10 | SERVICES EXPENSE | 6620 | | \$3,595,801 | S-11,LN 44 | \$0 | \$1,075,077 | \$0 | \$44,211 | \$580,376 | \$345,986 | \$23,336 | \$2,291 | \$0 | \$0 | \$1,524,526 | \$0 |
| 11 | EXECUTIVE AND PLANNING EXPENSE | 6710 | | \$0 | S-12,LN 8+9 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | GENERAL AND ADMINISTRATIVE EXPENSE | 6720 | | \$17,509,491 | S-12,LN 11+12 | \$0 | \$4,389,333 | \$0 | \$1,759,181 | \$1,766,614 | \$1,767,176 | \$140,369 | \$13,335 | \$0 | \$0 | \$7,673,483 | \$0 |
| 13 | SUBTOTAL OPERATING EXPENSES | | | \$63,755,773 | | \$0 | \$16,878,116 | \$0 | \$6,516,042 | \$6,854,933 | \$6,190,461 | \$487,952 | \$42,544 | \$0 | \$0 | \$26,785,725 | \$0 |
| 14 | % DISTRIBUTION | | | 100.00% | | | 0.00% | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | DEPRECIATION AND AMORTIZATION | 6560 | | \$33,123,016 | S-10,LN 22+29 | \$0 | \$6,714,717 | \$0 | \$5,843,413 | \$2,726,705 | \$3,514,222 | \$382,026 | \$18,787 | \$0 | \$0 | \$13,923,146 | \$0 |
| 16 | OTHER OPERATING TAX | 7240 | | \$2,447,318 | S-12,LN 33 | \$0 | \$598,550 | \$0 | \$354,078 | \$220,981 | \$277,247 | \$18,305 | \$1,725 | \$0 | \$0 | \$1,006,431 | \$0 |
| 17 | EQUAL ACCESS EXPENSE | | | \$0 | S-12,LN 15 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | INTEREST ON CUSTOMER DEPOSITS | 7250 | | \$0 | S-12,LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$0) | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | RENT REVENUES/ OTHER INC/ G+L | 5240/7100/7500 | | (\$1,120,692) | S-10,LN 37 | \$0 | (\$238,076) | \$0 | (\$180,985) | (\$45,244) | (\$97,073) | (\$6,882) | (\$103) | \$0 | \$0 | (\$552,329) | \$0 |
| 20 | TOTAL OPERATING EXPENSE AND TAX | | | \$98,235,416 | | \$0 | \$23,953,306 | \$0 | \$12,532,548 | \$9,757,375 | \$9,884,857 | \$881,401 | \$62,954 | \$0 | \$0 | \$41,162,973 | \$0 |
| 21 | % DISTRIBUTION | | | 100.00% | | | 0.00% | 24.38% | 0.00% | 12.76% | 9.93% | 10.06% | 0.90% | 0.06% | 0.00% | 0.00% | 41.90% |
| | | | | | | | | | | | | | | | | | |
| | NON OPERATING EXPENSE | | | 7370 | | | | | | | | | | | | | |
| 22 | ABANDONED CONSTRUCTION | | | \$0 | S-2,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | CONTRIBUTIONS | | | \$0 | S-12,LN 14 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | OTHER NON OPERATING EXPENSE | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | TOTAL NON OPERATING EXPENSE | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | % DISTRIBUTION | | | 0.00% | | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| | | | | | | | | | | | | | | | | | |
| | UNCOLLECTIBLES | | | | | | | | | | | | | | | | |
| 27 | END USER MSG TOLLS | 5310 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | END USER COMMON LINE | 5320 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 29 | IX CARRIER | 5330 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | TOTAL UNCOLLECTIBLES | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | | | | | | | | | | | | | | |
| 31 | Allowance for funds used during constr (Post-9/6/95) | 7340 | | \$0 | S-2,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | Allowance for funds used during constr (Pre-9/6/95) | 7340 | | \$0 | S-12,LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

S-9,1of1

PLANT SPECIFIC OPERATIONS EXPENSE SEPARATIONS

S-9,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|----|--|------|-----|------------------|---------------------|---|-------------|-----------------------------|-------------|---|-------------|-----------------------------|-----------|-------|-------|-------------|-------|
| | ALLOCATION FACTORS | | | | | | | | | | | | | | | | |
| 1 | GENERAL SUPPORT ASSETS | 2110 | | 100.00% | S-3, LN 11 | 0.00% | 23.67% | 0.00% | 11.36% | 10.73% | 10.20% | 0.88% | 0.09% | 0.00% | 0.00% | 43.07% | 0.00% |
| 2 | CENTRAL OFFICE EQUIPMENT | VAR | | 100.00% | S-4, LN 81 | 0.00% | 24.84% | 0.00% | 21.43% | 10.94% | 9.56% | 1.26% | 0.12% | 0.00% | 0.00% | 31.85% | 0.00% |
| 3 | COIN PUBLIC TELEPHONE EQUIP | 2310 | | 0.00% | S-5, LN 11 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 4 | COINLESS PUBLIC TELEPHONE EQUIP | 2310 | | 0.00% | S-5, LN 12 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 5 | OTHER IOT EQUIPMENT | 2310 | | 0.00% | S-5, LN 13 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 6 | CABLE AND WIRE FACILITIES | 2410 | | 100.00% | S-5, LN 43 | 0.00% | 23.04% | 0.00% | 5.16% | 10.68% | 10.65% | 0.62% | 0.07% | 0.00% | 0.00% | 49.77% | 0.00% |
| | GENERAL SUPPORT EXPENSE | | | | | | | | | | | | | | | | |
| 7 | NETWORK SUPPORT | 6110 | | \$119,453 | LN 1+DIRECT | \$0 | \$27,158 | \$0 | \$16,672 | \$11,180 | \$10,486 | \$867 | \$78 | \$0 | \$0 | \$53,011 | \$0 |
| 8 | GENERAL SUPPORT | 6120 | | \$6,051,227 | LN 1+DIRECT | \$0 | \$1,379,670 | \$0 | \$800,780 | \$550,387 | \$603,067 | \$49,762 | \$3,013 | \$0 | \$0 | \$2,664,548 | \$0 |
| 9 | TOTAL GENERAL SUPPORT EXP | | | \$6,170,680 | | \$0 | \$1,406,828 | \$0 | \$817,452 | \$561,567 | \$613,553 | \$50,629 | \$3,091 | \$0 | \$0 | \$2,717,559 | \$0 |
| 10 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.80% | 0.00% | 13.25% | 9.10% | 9.94% | 0.82% | 0.05% | 0.00% | 0.00% | 44.04% | 0.00% |
| | CENTRAL OFFICE EXPENSE | | | | | | | | | | | | | | | | |
| 11 | CENTRAL OFFICE SWITCHING EXPENSE | 6210 | | \$3,049,732 | LN 2+DIRECT | \$0 | \$676,164 | \$0 | \$823,139 | \$263,670 | \$269,283 | \$42,336 | \$2,408 | \$0 | \$0 | \$972,733 | \$0 |
| 12 | OPERATOR SYSTEMS EXPENSE | 6220 | | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | CENTRAL OFFICE TRANSMISSION EXPENSE | 6230 | | \$3,956,273 | LN 2+DIRECT | \$0 | \$992,608 | \$0 | \$911,516 | \$391,127 | \$408,020 | \$53,717 | \$4,078 | \$0 | \$0 | \$1,195,206 | \$0 |
| 14 | UNDISTRIBUTED | | | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | TOTAL CENTRAL OFFICE EXPENSE | | | \$7,006,005 | | \$0 | \$1,668,772 | \$0 | \$1,734,655 | \$654,796 | \$677,303 | \$96,053 | \$6,486 | \$0 | \$0 | \$2,167,939 | \$0 |
| 16 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.82% | 0.00% | 24.76% | 9.35% | 9.67% | 1.37% | 0.09% | 0.00% | 0.00% | 30.94% | 0.00% |
| | INFORMATION ORIG/TERM EXPENSE | 6310 | | | | | | | | | | | | | | | |
| 17 | IOT EXPENSES - COIN PAY TEL | | | \$0 | LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | IOT EXPENSES - COINLESS PAY TEL | | | \$0 | LN 4 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | IOT EXPENSES - OTHER | | | \$0 | LN 5+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | IOT EXPENSES - CPE | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | TOTAL INFORMATION ORIG/TERM EXP | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | % DISTRIBUTION | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| | CABLE AND WIRE FACILITIES EXPENSE | 6410 | | | | | | | | | | | | | | | |
| 23 | ALLOCATED | | | \$7,691,251 | LN 6 | \$0 | \$1,769,017 | \$0 | \$395,855 | \$809,865 | \$858,195 | \$36,359 | \$2,838 | \$0 | \$0 | \$3,819,123 | \$0 |
| 24 | DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | TOTAL CWF EXPENSE | | | \$7,691,251 | | \$0 | \$1,769,017 | \$0 | \$395,855 | \$809,865 | \$858,195 | \$36,359 | \$2,838 | \$0 | \$0 | \$3,819,123 | \$0 |
| 26 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.00% | 0.00% | 5.15% | 10.53% | 11.16% | 0.47% | 0.04% | 0.00% | 0.00% | 49.66% | 0.00% |
| 27 | TOTAL PLANT SPECIFIC EXPENSE | | | \$20,867,936 | | \$0 | \$4,844,618 | \$0 | \$2,947,961 | \$2,026,228 | \$2,149,051 | \$183,041 | \$12,416 | \$0 | \$0 | \$8,704,621 | \$0 |
| 28 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.22% | 0.00% | 14.13% | 9.71% | 10.30% | 0.88% | 0.06% | 0.00% | 0.00% | 41.71% | 0.00% |
| 29 | PLANT SPECIFIC EXP EXCLUDING GENERAL SUPPORT | | | \$14,697,256 | | \$0 | \$3,437,789 | \$0 | \$2,130,509 | \$1,464,661 | \$1,535,498 | \$132,412 | \$9,325 | \$0 | \$0 | \$5,987,062 | \$0 |
| 30 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.39% | 0.00% | 14.50% | 9.97% | 10.45% | 0.90% | 0.06% | 0.00% | 0.00% | 40.74% | 0.00% |

S-10,1of1

PLANT NONSPECIFIC OPERATIONS EXPENSE SEPARATIONS

S-10,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|--|--|----------------|-----|------------------|---------------------|---|-------------|-----------------------------|-------------|---|-------------|-----------------------------|-----------|-------|-------|--------------|-------|
| 1 | TELEPHONE PLANT IN SERVICE | 2001 | | 100.00% | S-2,LN 10 | 0.00% | 23.67% | 0.00% | 11.36% | 10.73% | 10.20% | 0.88% | 0.09% | 0.00% | 0.00% | 43.07% | 0.00% |
| 2 | CAPITAL LEASES | 2681 | | 0.00% | S-7,LN 6 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 3 | LEASEHOLD IMPROVEMENTS | 2682 | | 100.00% | S-7,LN 7 | 0.00% | 20.33% | 0.00% | 18.82% | 1.94% | 4.92% | 0.55% | 0.01% | 0.00% | 0.00% | 53.44% | 0.00% |
| 4 | TANGIBLE PROPERTY | 2680 | | 100.00% | S-3,LN 30 | 0.00% | 20.33% | 0.00% | 18.82% | 1.94% | 4.92% | 0.55% | 0.01% | 0.00% | 0.00% | 53.44% | 0.00% |
| 5 | INTANGIBLE PROPERTY | 2690 | | 100.00% | S-3,LN 37 | 0.00% | 23.67% | 0.00% | 11.36% | 10.73% | 10.20% | 0.88% | 0.09% | 0.00% | 0.00% | 43.07% | 0.00% |
| 6 | TELEPHONE PLANT ADJUSTMENT | 2005 | | 0.00% | S-7,LN 10 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 7 | COE, IOT AND C&WF | | | 100.00% | S-3,LN 7 | 0.00% | 23.67% | 0.00% | 11.36% | 10.73% | 10.20% | 0.88% | 0.09% | 0.00% | 0.00% | 43.07% | 0.00% |
| OTHER PROPERTY PLANT & EQUIPMENT EXPENSE | | | | | | | | | | | | | | | | | |
| 8 | UNDISTRIBUTED | 6510 | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | PROPERTY HELD FOR FUTURE USE | 6511 | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 10 | MATERIALS & SUPPLIES PROVISIONING | 6512 | | (\$555) | LN 1+DIRECT | \$0 | (\$126) | \$0 | (\$88) | (\$54) | (\$93) | (\$5) | (\$0) | \$0 | \$0 | (\$190) | \$0 |
| 11 | TOTAL OTHER PROP PLANT & EQUIP EXPENSE | | | (\$555) | | \$0 | (\$126) | \$0 | (\$88) | (\$54) | (\$93) | (\$5) | (\$0) | \$0 | \$0 | (\$190) | \$0 |
| 12 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.66% | 0.00% | 15.83% | 9.66% | 16.69% | 0.92% | 0.08% | 0.00% | 0.00% | 34.15% | 0.00% |
| 13 | NETWORK OPERATIONS EXPENSE | 6530 | | \$11,865,994 | LN 7+DIRECT | \$0 | \$2,715,969 | \$0 | \$1,537,280 | \$1,149,393 | \$1,182,251 | \$96,192 | \$6,442 | \$0 | \$0 | \$5,178,468 | \$0 |
| 14 | ACCESS / USF EXPENSE | 6540 | | \$2,794,857 | DIRECT | \$0 | \$1,893,755 | \$0 | \$0 | \$901,102 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| DEPRECIATION EXPENSE | | | | | | | | | | | | | | | | | |
| 15 | GENERAL SUPPORT | 6560 | | \$1,251,743 | S-3,LN 11 | \$0 | \$289,645 | \$0 | \$156,417 | \$119,296 | \$136,002 | \$11,571 | \$588 | \$0 | \$0 | \$538,223 | \$0 |
| 16 | CENTRAL OFFICE SWITCHING EQUIPMENT | | | \$1,004,204 | S-4,LN 53 | \$0 | \$494,129 | \$0 | \$0 | \$152,053 | \$98,261 | \$0 | \$0 | \$0 | \$0 | \$259,761 | \$0 |
| 17 | OPERATOR SYSTEMS EQUIPMENT | | | \$0 | S-4,LN 42 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | CENTRAL OFFICE TRANSMISSION | | | \$12,092,301 | S-4,LN 79 | \$0 | \$1,613,337 | \$0 | \$4,616,080 | \$661,377 | \$879,577 | \$266,908 | \$10,414 | \$0 | \$0 | \$4,044,607 | \$0 |
| 19 | UNDISTRIBUTED COE | | | \$0 | S-4,LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | INFORMATION ORIG/TERM | | | \$0 | S-5,LN 18 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | CABLE AND WIRE FACILITIES | | | \$17,091,376 | S-5,LN 43 | \$0 | \$3,931,046 | \$0 | \$854,421 | \$1,628,941 | \$2,230,371 | \$89,772 | \$6,892 | \$0 | \$0 | \$8,349,932 | \$0 |
| 22 | TOTAL DEP EXP - PLANT IN SERVICE | | | \$31,439,623 | | \$0 | \$6,328,157 | \$0 | \$5,626,918 | \$2,561,667 | \$3,344,211 | \$368,252 | \$17,894 | \$0 | \$0 | \$13,192,524 | \$0 |
| 23 | PROPERTY HELD FOR FUTURE USE | | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | TOTAL DEPRECIATION EXPENSE | | | \$31,439,623 | | \$0 | \$6,328,157 | \$0 | \$5,626,918 | \$2,561,667 | \$3,344,211 | \$368,252 | \$17,894 | \$0 | \$0 | \$13,192,524 | \$0 |
| 25 | % DISTRIBUTION | | | 100.00% | | 0.00% | 20.13% | 0.00% | 17.90% | 8.15% | 10.64% | 1.17% | 0.06% | 0.00% | 0.00% | 41.96% | 0.00% |
| AMORTIZATION EXPENSE | | | | | | | | | | | | | | | | | |
| 26 | CAPITAL LEASE | 6563 | | \$1,075 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$1,075 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | LEASEHOLD IMPROVEMNTS | 6563 | | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | UNDISTRIBUTED | 6563 | | \$0 | LN 4+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 29 | INTANGIBLE ASSETS | 6564 | | \$1,682,318 | LN 5+DIRECT | \$0 | \$386,560 | \$0 | \$215,420 | \$165,038 | \$170,011 | \$13,774 | \$893 | \$0 | \$0 | \$730,622 | \$0 |
| 30 | OTHER - TPA | 6565 | | \$0 | LN 6+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | TOTAL AMORTIZATION EXPENSE | | | \$1,683,393 | | \$0 | \$386,560 | \$0 | \$216,495 | \$165,038 | \$170,011 | \$13,774 | \$893 | \$0 | \$0 | \$730,622 | \$0 |
| 32 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.96% | 0.00% | 12.86% | 9.80% | 10.10% | 0.82% | 0.05% | 0.00% | 0.00% | 43.40% | 0.00% |
| RENT REVENUES/ OTHER INC/ G+L | | | | | | | | | | | | | | | | | |
| 33 | GEN SUPPORT ASSETS | 5240/7100/7500 | | \$158,792 | S-3,LN 11+DIR | \$0 | \$37,091 | \$0 | \$25,251 | \$12,038 | \$26,724 | \$1,891 | \$14 | \$0 | \$0 | \$55,783 | \$0 |
| 34 | CENTRAL OFFICE EQUIPMENT | 5240/7100/7500 | | \$310,852 | S-4,LN 81+DIR | \$0 | \$56,065 | \$0 | \$117,014 | \$4,542 | \$11,522 | \$3,618 | \$58 | \$0 | \$0 | \$118,034 | \$0 |
| 35 | CABLE & WIRE FACILITIES | 5240/7100/7500 | | \$651,048 | S-5,LN 43+DIR | \$0 | \$144,920 | \$0 | \$38,721 | \$28,665 | \$58,826 | \$1,373 | \$30 | \$0 | \$0 | \$378,513 | \$0 |
| 36 | UNDISTRIBUTED | 5240/7100/7500 | | \$0 | S-2,LN 10+DIR | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | TOTAL RENT REVENUES | | | \$1,120,692 | | \$0 | \$238,076 | \$0 | \$180,985 | \$45,244 | \$97,073 | \$6,882 | \$103 | \$0 | \$0 | \$552,329 | \$0 |

S-11,1of1

CUSTOMER OPERATIONS EXPENSE SEPARATIONS

S-11,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE | OTHER |
|------------------------------|--------------------------------------|------|------|------------------|---------------------|----------------------------|-------------|----------------|-----------|----------------------------|-------------|----------------|-----------|-------|-------|-------------|-------|
| | | | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | | |
| 1 | SWS - OPERATOR SERVICES EXCL DA | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 2 | SWS - DIRECTORY ASSISTANCE BOARDS | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 3 | SUBSCRIBER LINE USE (SLU) | | | 100.00% | INPUT | 0.00% | 15.99% | 0.00% | 0.00% | 8.02% | 6.72% | 0.00% | 0.00% | 0.00% | 0.00% | 69.27% | 0.00% |
| 4 | END USER BILLED REVENUE INCL CCL | | | 100.00% | INPUT | 0.00% | 26.88% | 0.00% | 0.00% | 6.19% | 7.13% | 0.00% | 0.00% | 0.00% | 0.00% | 59.80% | 0.00% |
| 5 | IX CARRIER BILLED REVENUE | | | 100.00% | INPUT | 0.00% | 38.95% | 0.00% | 7.38% | 22.36% | 26.29% | 4.44% | 0.59% | 0.00% | 0.00% | 0.00% | 0.00% |
| 6 | PAYSTATION REVENUE | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 7 | BUSINESS OFFICE CONTACTS | | | 100.00% | INPUT | 0.00% | 5.93% | 0.00% | 0.29% | 18.48% | 0.08% | 0.25% | 0.00% | 0.00% | 0.00% | 74.96% | 0.00% |
| 8 | BILLING INQUIRY CONTACTS | | | 100.00% | INPUT | 0.00% | 6.37% | 0.00% | 0.18% | 3.40% | 0.00% | 0.13% | 0.00% | 0.00% | 0.00% | 89.92% | 0.00% |
| 9 | IX CARRIER SVC ORDER CONTACTS | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 10 | IX CARRIER BILLING INQUIRY CONTACTS | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 11 | CARRIER ACCESS BILLING FACTOR | | | 100.00% | INPUT | 0.00% | 42.17% | 0.00% | 7.83% | 19.75% | 25.99% | 3.76% | 0.49% | 0.00% | 0.00% | 0.00% | 0.00% |
| CUSTOMER OPERATIONS EXPENSES | | | | | | | | | | | | | | | | | |
| 12 | MARKETING | 6610 | | \$7,122,248 | INPUT | \$0 | \$1,959,490 | \$0 | \$227,497 | \$431,275 | \$746,090 | \$45,019 | \$8,061 | \$0 | \$0 | \$3,704,817 | \$0 |
| 13 | TELEPHONE OPERATOR SERVICES | | | | | | | | | | | | | | | | |
| 14 | - CALL COMPLETION INCL DA | 6621 | | \$31,667 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$14,480 | \$1,814 | \$0 | \$0 | \$0 | \$0 | \$15,373 | \$0 |
| 15 | - OPERATOR SERVICES UNDER CONTRACT | | | \$37,156 | DIRECT | \$0 | \$1,194 | \$0 | \$0 | \$23,831 | \$0 | \$0 | \$0 | \$0 | \$0 | \$12,131 | \$0 |
| 16 | PUBLISHED DIRECTORY LISTINGS | 6622 | | | | | | | | | | | | | | | |
| 17 | - CLASSIFIED | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | - TWX | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | - ALPHA | | | \$5,143 | LN 3 | \$0 | \$1,047 | \$0 | \$0 | \$151 | \$303 | \$0 | \$0 | \$0 | \$0 | \$3,643 | \$0 |
| 20 | - FOREIGN | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | SUBTOTAL | | | \$5,143 | | \$0 | \$1,047 | \$0 | \$0 | \$151 | \$303 | \$0 | \$0 | \$0 | \$0 | \$3,643 | \$0 |
| 22 | LOCAL BUSINESS OFFICE | 6623 | 1 | | | | | | | | | | | | | | |
| 23 | - END USER SVC ORDER PROCESSING | | 1.1 | | | | | | | | | | | | | | |
| 24 | - PRESUBSCRIPTION | | 1.11 | \$87,057 | DIRECT | \$0 | \$87,057 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | - OTHER | | 1.12 | \$585,444 | LN 7 | \$0 | \$34,824 | \$0 | \$1,722 | \$108,163 | \$412 | \$1,476 | \$0 | \$0 | \$0 | \$438,847 | \$0 |
| 26 | - END USER PAYMENT & COLLECTION | | 1.2 | \$235,719 | LN 4 | \$0 | \$63,921 | \$0 | \$0 | \$12,796 | \$15,053 | \$0 | \$0 | \$0 | \$0 | \$143,950 | \$0 |
| 27 | - END USER BILLING INQUIRY | | 1.3 | \$319,793 | LN 8 | \$0 | \$20,372 | \$0 | \$578 | \$10,860 | \$0 | \$424 | \$0 | \$0 | \$0 | \$287,560 | \$0 |
| 28 | - IX CARRIER SVC ORDER PROCESSING | | 1.4 | \$0 | LN 9 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 29 | - IX CARRIER PAYMENT & COLLECTION | | 1.5 | \$0 | LN 5 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | - IX CARRIER BILLING INQUIRY | | 1.6 | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | - COIN COLLECTION AND ADMINISTRATION | | 1.7 | \$0 | LN 6 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | SUBTOTAL LOCAL BUSINESS OFFICE | | | \$1,228,014 | | \$0 | \$206,174 | \$0 | \$2,299 | \$131,819 | \$15,465 | \$1,899 | \$0 | \$0 | \$0 | \$870,356 | \$0 |
| 33 | CUSTOMER SERVICES (REV ACCTG) | 6623 | 2 | | | | | | | | | | | | | | |
| 34 | - MESSAGE PROCESSING | | 2.1 | | | | | | | | | | | | | | |
| 35 | - TOLL TICKET PROCESSING | | 2.11 | \$75,039 | AL-1, LN16 | \$0 | \$15,518 | \$0 | \$0 | \$29,251 | \$12,710 | \$0 | \$0 | \$0 | \$0 | \$17,560 | \$0 |
| 36 | - LOCAL MESSAGE PROCESSING | | 2.12 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | - OTHER BILLING & COLLECTION | | 2.2 | \$887,461 | AL-1, LN18, LN19 | \$0 | \$264,683 | \$0 | \$0 | \$189,012 | \$122,377 | \$0 | \$0 | \$0 | \$0 | \$311,389 | \$0 |
| 38 | - END USER COMMON LINE | | 2.3 | \$46,707 | DIRECT | \$0 | \$46,707 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 39 | - CARRIER ACCESS BILLING (CABS) | | 2.4 | \$462,955 | LN 11 | \$0 | \$198,189 | \$0 | \$33,291 | \$89,014 | \$123,392 | \$17,178 | \$1,891 | \$0 | \$0 | \$0 | \$0 |
| 40 | SUBTOTAL CUSTOMER SERVICES | | | \$1,472,163 | | \$0 | \$525,097 | \$0 | \$33,291 | \$307,277 | \$258,479 | \$17,178 | \$1,891 | \$0 | \$0 | \$328,949 | \$0 |
| 41 | TOTAL CAT 1 AND CAT 2 | | | \$2,700,177 | LN 32+LN 40 | \$0 | \$731,271 | \$0 | \$35,590 | \$439,096 | \$273,944 | \$19,078 | \$1,891 | \$0 | \$0 | \$1,199,306 | \$0 |
| 42 | % DISTRIBUTION | | | \$15 | | \$0 | \$4 | \$0 | \$0 | \$2 | \$1 | \$0 | \$0 | \$0 | \$0 | \$7 | \$0 |
| 43 | ALL OTHER CUSTOMER SERVICE | 6623 | 3 | \$821,659 | LN 42+DIRECT | \$0 | \$341,565 | \$0 | \$8,621 | \$102,817 | \$69,925 | \$4,258 | \$399 | \$0 | \$0 | \$294,074 | \$0 |
| 44 | TOTAL SERVICES EXPENSE | | | \$3,595,801 | | \$0 | \$1,075,077 | \$0 | \$44,211 | \$580,376 | \$345,986 | \$23,336 | \$2,291 | \$0 | \$0 | \$1,524,526 | \$0 |
| 45 | % DISTRIBUTION | | | 100.00% | | 0.00% | 29.90% | 0.00% | 1.23% | 16.14% | 9.62% | 0.65% | 0.06% | 0.00% | 0.00% | 42.40% | 0.00% |
| 46 | TOTAL CUSTOMER OPERATIONS EXPENSE | | | \$10,718,050 | LN 12+LN 44 | \$0 | \$3,034,567 | \$0 | \$271,708 | \$1,011,650 | \$1,092,075 | \$68,355 | \$10,352 | \$0 | \$0 | \$5,229,343 | \$0 |
| 47 | % DISTRIBUTION | | | 100.00% | | 0.00% | 28.31% | 0.00% | 2.54% | 9.44% | 10.19% | 0.64% | 0.10% | 0.00% | 0.00% | 48.79% | 0.00% |

S-12,1of1

OTHER OPERATING EXPENSE AND TAX SEPARATIONS

S-12,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|----|--|-----|---------|------------------|---------------------|---|---------------|-----------------------------|--------------|---|--------------|-----------------------------|-----------|-------|-------|---------------|-------|
| | SEPARATION FACTORS | | | | | | | | | | | | | | | | |
| 1 | BIG THREE EXPENSES | | | 100.00% | S-3, LN 4 | 0.00% | 24.88% | 0.00% | 9.50% | 10.64% | 10.13% | 0.85% | 0.11% | 0.00% | 0.00% | 43.90% | 0.00% |
| 2 | TELEPHONE PLANT IN SERVICE | | | 100.00% | S-2, LN 10 | 0.00% | 23.67% | 0.00% | 11.36% | 10.73% | 10.20% | 0.88% | 0.09% | 0.00% | 0.00% | 43.07% | 0.00% |
| 3 | PLANT UNDER CONSTRUCTION - LONG TERM | | 2004 | 0.00% | S-6, LN 21 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 4 | CAPITAL LEASES | | 2680 | 0.00% | S-3, LN 21 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 5 | EQUAL ACCESS INVESTMENT | | | 100.00% | S-6, LN 36 | 0.00% | 71.63% | 0.00% | 0.00% | 0.00% | 28.37% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 6 | NET TELEPHONE PLANT - OPERATING, EXCL. CWC | | | 100.00% | S-2, LN 33 - LN 32 | 0.00% | 21.41% | 0.00% | 13.34% | 10.02% | 9.78% | 0.96% | 0.10% | 0.00% | 0.00% | 44.38% | 0.00% |
| | CORPORATE OPERATIONS EXPENSE | | | | | | | | | | | | | | | | |
| 7 | EXECUTIVE AND PLANNING | | 6710 | | | | | | | | | | | | | | |
| 8 | DIRECT ASSIGNED | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | OTHER | | | \$0 | LN 1 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 10 | GENERAL & ADMINISTRATIVE | | 6720 | | | | | | | | | | | | | | |
| 11 | DIRECT ASSIGNED | | | \$110,651 | DIRECT | \$0 | \$110,651 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | OTHER | | | \$17,398,840 | LN 1 | \$0 | \$4,278,682 | \$0 | \$1,759,181 | \$1,766,614 | \$1,767,176 | \$140,369 | \$13,335 | \$0 | \$0 | \$7,673,483 | \$0 |
| 13 | TOTAL CORPORATE OPERATIONS EXPENSE | | | \$17,509,491 | | \$0 | \$4,389,333 | \$0 | \$1,759,181 | \$1,766,614 | \$1,767,176 | \$140,369 | \$13,335 | \$0 | \$0 | \$7,673,483 | \$0 |
| 14 | % DISTRIBUTION | | | 100.00% | | 0.00% | 25.07% | 0.00% | 10.05% | 10.09% | 10.09% | 0.80% | 0.08% | 0.00% | 0.00% | 43.82% | 0.00% |
| 15 | EQUAL ACCESS EXPENSE | | | \$0 | LN 5 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | INTEREST AND RELATED ITEMS | | 7500 | | | | | | | | | | | | | | |
| 16 | CAPITAL LEASES | | | \$0 | LN 4+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | CUSTOMER DEPOSITS | | | \$0 | LN 2 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$0) | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | OTHER FIXED CHARGES - OPERATING | | 100.00% | \$0 | LN 6 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | OTHER FIXED CHARGES - NON OPERATING | | 0.00% | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | TOTAL | | 100.00% | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$0) | \$0 | \$0 | \$0 | \$0 | \$0 |
| | BASIS FOR ACTUAL INCOME TAX ALLOCATION | | | | | | | | | | | | | | | | |
| 21 | TOTAL OPERATING REVENUES | | | \$110,651,340 | RECORDS | \$0 | \$26,560,874 | \$0 | \$14,295,784 | \$10,758,480 | \$11,183,255 | \$986,981 | \$69,368 | \$0 | \$0 | \$46,796,597 | \$0 |
| 22 | LESS: OPERATING EXPENSE AND TAX | | | \$98,371,463 | VARIOUS | \$0 | \$23,953,306 | \$0 | \$12,532,548 | \$9,777,270 | \$9,915,123 | \$883,623 | \$63,054 | \$0 | \$0 | \$41,246,539 | \$0 |
| 23 | : INTEREST - CAPITAL LEASE | | | \$0 | LN 16 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | : OPERATING FIXED CHARGES | | | \$0 | LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | : Amort of Excess Deferred Tax & Envir Tax | | | \$0 | LN 2 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | : DEPR ON CAP OVERHEADS + MEALS & ENT. | | | \$8,567 | LN 6+DIRECT | \$0 | \$1,890 | \$0 | \$1,009 | \$854 | \$1,148 | \$69 | \$8 | \$0 | \$0 | \$3,589 | \$0 |
| 27 | NET TAXABLE INCOME | | | \$12,271,310 | | \$0 | \$2,605,678 | \$0 | \$1,762,227 | \$980,357 | \$1,266,984 | \$103,290 | \$6,306 | \$0 | \$0 | \$5,546,468 | \$0 |
| 28 | % DISTRIBUTION | | | 100.00% | | 0.00% | 21.23% | 0.00% | 14.36% | 7.99% | 10.32% | 0.84% | 0.05% | 0.00% | 0.00% | 45.20% | 0.00% |
| | OPERATING TAXES | | | | | | | | | | | | | | | | |
| 29 | FEDERAL ITC AMORTIZATION | | 7210 | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | STATE ITC AMORTIZATION | | 7210 | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | OPERATING FEDERAL INCOME TAX | | 7220 | \$2,091,517 | LN 28 | \$0 | \$430,648 | \$0 | \$347,726 | \$61,960 | \$225,595 | \$9,454 | (\$291) | \$0 | \$0 | \$1,016,425 | \$0 |
| 32 | OPERATING STATE & LOCAL INCOME TAX | | 7230 | \$40,379 | LN 28 | \$0 | \$449 | \$0 | \$10,537 | (\$40,120) | (\$15,474) | \$1,545 | (\$74) | \$0 | \$0 | \$83,516 | \$0 |
| 33 | OPERATING TAXES - OTHER | | 7240 | \$2,477,318 | LN 2+DIRECT | \$0 | \$598,550 | \$0 | \$354,078 | \$220,981 | \$277,247 | \$18,305 | \$1,725 | \$0 | \$0 | \$1,006,431 | \$0 |
| 34 | PROVISION FOR DEFERRED INCOME TAX | | 7250 | (\$4,781,894) | LN 28 | \$0 | (\$1,044,719) | \$0 | (\$711,846) | (\$489,115) | (\$612,048) | (\$27,960) | (\$1,914) | \$0 | \$0 | (\$1,894,292) | \$0 |
| 35 | TOTAL OPERATING TAXES | | | (\$172,680) | | \$0 | (\$15,072) | \$0 | \$495 | (\$246,293) | (\$124,680) | \$1,344 | (\$554) | \$0 | \$0 | \$212,080 | \$0 |

AL-1,1of1

DEVELOPMENT OF ALLOCATION RATIOS

AL-1,1of1

| LN | ALLOCATION RATIOS | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE | OTHER |
|----|---------------------------------------|------------------|---------------------|----------------------------|-----------|----------------|-----------|----------------------------|-----------|----------------|-----------|-------|-------|----------|-------|
| | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | | |
| 1 | ALLOCATED LOOPS - COE | 106,526 | SPF | - | 26,423 | - | 191 | 11,115 | 12,674 | 336 | 16 | - | - | 55,770 | - |
| 2 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 24.80% | 0.00% | 0.18% | 10.43% | 11.90% | 0.32% | 0.02% | 0.00% | 0.00% | 52.35% | 0.00% |
| 3 | ALLOCATED LOOPS - CWF | 106,526 | SPF | - | 26,423 | - | 191 | 11,115 | 12,674 | 336 | 16 | - | - | 55,770 | - |
| 4 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 24.80% | 0.00% | 0.18% | 10.43% | 11.90% | 0.32% | 0.02% | 0.00% | 0.00% | 52.35% | 0.00% |
| 5 | ALLOCATED CIRCUIT TERMINATIONS - COE | 8,469 | TOLL MOU | - | 3,683 | - | 111 | 1,905 | 1,530 | 340 | 12 | - | - | 887 | - |
| 6 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 43.49% | 0.00% | 1.31% | 22.50% | 18.07% | 4.01% | 0.14% | 0.00% | 0.00% | 10.47% | 0.00% |
| 7 | ALLOCATED CIRCUIT MILES - CWF | 130,719 | CMM | - | 51,997 | - | 4,696 | 35,845 | 22,589 | 3,851 | 253 | - | - | 11,488 | - |
| 8 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 39.78% | 0.00% | 3.59% | 27.42% | 17.28% | 2.95% | 0.19% | 0.00% | 0.00% | 8.79% | 0.00% |
| 9 | ALLOCATED WIDEBAND LOOPS | 8,609 | WB CKTS | - | 59 | - | 4,639 | 14 | 18 | 179 | 21 | - | - | 3,679 | - |
| 10 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 0.68% | 0.00% | 53.89% | 0.16% | 0.21% | 2.08% | 0.24% | 0.00% | 0.00% | 42.73% | 0.00% |
| 11 | ALLOCATED WBD CHANNELS (CKTS) | 10,220 | WB CKTS | - | 59 | - | 4,655 | 14 | 18 | 137 | 14 | - | - | 5,324 | - |
| 12 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 0.58% | 0.00% | 45.55% | 0.13% | 0.18% | 1.34% | 0.13% | 0.00% | 0.00% | 52.09% | 0.00% |
| 13 | ALLOCATED IX WIDEBAND CHANNELS (CKTS) | 4,805 | WB CKTS Less Lo | - | - | - | 4,655 | - | - | 137 | 14 | - | - | - | - |
| 14 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 0.00% | 0.00% | 96.87% | 0.00% | 0.00% | 2.85% | 0.28% | 0.00% | 0.00% | 0.00% | 0.00% |
| 15 | ALLOCATED TOLL MESSAGES (SP + RC) | 1,916,440 | DIRECT | - | 419,233 | - | - | 546,599 | 369,756 | - | - | - | - | 580,852 | - |
| 16 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 21.88% | 0.00% | 0.00% | 28.52% | 19.29% | 0.00% | 0.00% | 0.00% | 0.00% | 30.31% | 0.00% |
| 17 | ALLOCATED USERS | 204,578 | | - | 19,427 | - | - | 37,178 | 17,437 | - | - | - | - | 130,536 | - |
| 18 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 9.50% | 0.00% | 0.00% | 18.17% | 8.52% | 0.00% | 0.00% | 0.00% | 0.00% | 63.81% | 0.00% |
| 19 | OB&C ALLOCATION | 100.00% | | 0.00% | 9.50% | 0.00% | 0.00% | 18.17% | 8.52% | 0.00% | 0.00% | 0.00% | 0.00% | 63.81% | 0.00% |

CWC-1

CASH WORKING CAPITAL WORKSHEET

CWC-1

| LN | DESCRIPTION | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE |
|----|---|------------------|---------------------|----------------------------|--------------|----------------|-------------|----------------------------|-------------|----------------|-----------|-----|-----|--------------|
| | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | |
| 1 | PLANT SPECIFIC EXPENSES | \$20,867,936 | S-9, LN 27 | \$0 | \$4,844,618 | \$0 | \$2,947,961 | \$2,026,228 | \$2,149,051 | \$183,041 | \$12,416 | \$0 | \$0 | \$8,704,621 |
| 2 | PLANT NON SPECIFIC EXPENSE EXCL DEP & AMORT | \$14,660,296 | VARIOUS | \$0 | \$4,609,598 | \$0 | \$1,537,192 | \$2,050,441 | \$1,182,158 | \$96,187 | \$6,442 | \$0 | \$0 | \$5,178,278 |
| 3 | CUSTOMER OPERATIONS EXP - MARKETING | \$7,122,248 | S-11, LN 12 | \$0 | \$1,959,490 | \$0 | \$227,497 | \$431,275 | \$746,090 | \$45,019 | \$8,061 | \$0 | \$0 | \$3,704,817 |
| 4 | CUSTOMER OPERATIONS EXP - SERVICES | \$3,595,801 | S-11, LN 44 | \$0 | \$1,075,077 | \$0 | \$44,211 | \$580,376 | \$345,986 | \$23,336 | \$2,291 | \$0 | \$0 | \$1,524,526 |
| 5 | CORPORATE OPERATIONS EXPENSE | \$17,509,491 | S-12, LN 13 | \$0 | \$4,389,333 | \$0 | \$1,759,181 | \$1,766,614 | \$1,767,176 | \$140,369 | \$13,335 | \$0 | \$0 | \$7,673,483 |
| 6 | EQUAL ACCESS EXPENSE | \$0 | S-12, LN 15 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 7 | OTHER EXPENSE - CONTRIBUTIONS | \$0 | S-12, LN 14 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | INTEREST ON CUSTOMER DEPOSITS | \$0 | S-12, LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$0) | \$0 | \$0 | \$0 | \$0 |
| 9 | FEDERAL INCOME TAX (ACTUAL) | \$2,091,517 | S-12, LN 29 + 31 | \$0 | \$430,648 | \$0 | \$347,726 | \$61,960 | \$225,595 | \$9,454 | (\$291) | \$0 | \$0 | \$1,016,425 |
| 10 | STATE INCOME TAX (ACTUAL) | \$40,379 | S-12, LN 32 | \$0 | \$449 | \$0 | \$10,537 | (\$40,120) | (\$15,474) | \$1,545 | (\$74) | \$0 | \$0 | \$83,516 |
| 11 | OTHER OPERATING TAX | \$2,477,318 | S-12, LN 33 | \$0 | \$598,550 | \$0 | \$354,078 | \$220,981 | \$277,247 | \$18,305 | \$1,725 | \$0 | \$0 | \$1,006,431 |
| 12 | RESERVED FOR FUTURE USE | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | GROSS RECEIPTS TAX (ACTUAL) | \$126,667 | RECORDS | \$0 | \$0 | \$0 | \$0 | \$338 | \$20,656 | \$1,903 | \$3,576 | \$0 | \$0 | \$100,193 |
| 14 | INTEREST ON CAPITAL LEASES | \$0 | S-12, LN 16 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | OTHER FIXED CHARGES - OPERATING | (\$0) | S-12, LN 18- LN 17 | \$0 | (\$0) | \$0 | (\$0) | (\$0) | (\$0) | \$0 | (\$0) | \$0 | \$0 | (\$0) |
| 16 | TOTAL CASH WORKING CAPITAL EXPENSES | \$68,491,654 | | \$0 | \$17,907,763 | \$0 | \$7,228,383 | \$7,098,092 | \$6,698,486 | \$519,159 | \$47,480 | \$0 | \$0 | \$28,992,290 |
| 17 | CASH WORKING CAPITAL RATIO | | RECORDS | \$0 | \$1 | \$0 | \$1 | \$1 | \$1 | \$1 | \$1 | \$1 | \$1 | \$1 |
| 18 | CASH WORKING CAPITAL | \$2,814,733 | | \$0 | \$735,937 | \$0 | \$297,058 | \$291,703 | \$275,281 | \$21,335 | \$1,951 | \$0 | \$0 | \$1,191,467 |
| 19 | MINIMUM BANK BALANCE | \$0 | /LN 16 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | WORKING CASH ADVANCES | \$0 | /LN 16 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | TOTAL CASH WORKING CAPITAL | \$2,814,733 | | \$0 | \$735,937 | \$0 | \$297,058 | \$291,703 | \$275,281 | \$21,335 | \$1,951 | \$0 | \$0 | \$1,191,467 |

Merged Group C PYCOS

2015 INDEX TO DETAIL PART 69 WBI ALLOCATION FORMS

| DESCRIPTION | SCHEDULE | |
|---|----------|------------|
| - | | P_All_69 |
| TRUE-UP FOR NECA EC-1050 | EC-1050 | Neca_Input |
| REVENUE REQUIREMENT SUMMARY BY PRIMARY ELEMENT | SUM1 | P_Sum1 |
| REVENUE REQUIREMENT SUMMARY, INCOME TAXES | A-1 | P_A1 |
| SUMMARY OF TELEPHONE PLANT AND RESERVES | A-2 | P_A2 |
| GENERAL SUPPORT FACILITIES AND MISC PLANT ALLOCATION | A-3 | P_A3 |
| OPERATOR SYSTEMS AND SWITCHING EQUIPMENT | A-41 | P_A41 |
| CENTRAL OFFICE TRANSMISSION EQUIPMENT | A-42 | P_A42 |
| INFORMATION ORIG/TERM AND CABLE AND WIRE FACILITIES | A-5 | P_A5 |
| OTHER TELECOMMUNICATIONS PLANT ALLOCATION | A-6 | P_A6 |
| ACCUMULATED DEPRECIATION, AMORT & DEFERRED INCOME TAXES | A-7 | P_A7 |
| SUMMARY OF OPERATING EXP AND TAX AND MISC TAX ITEMS | A-8 | P_A8 |
| PLANT SPECIFIC EXPENSE ALLOCATION | A-9 | P_A9 |
| PLANT NONSPECIFIC EXPENSE ALLOCATION | A-10 | P_A10 |
| CUSTOMER OPERATIONS EXPENSE ALLOCATION | A-11 | P_A11 |
| CORPORATE OPERATIONS EXPENSE ALLOCATION | A-12 | P_A12 |
| DEVELOPMENT OF JOINT USE FACILITIES ALLOCATION FACTORS | AL-1 | P_A11 |
| TARRP FACTORS (INVESTMENT) | T-1 | P_T1 |
| TARRP FACTORS (EXPENSE) | T-2 | P_T2 |

Merged Group C PYCOS

PART 69 WBI - INTERSTATE/INTERLATA

| INPUT FOR NECA EC1050 TRUE-UP | | | | | | | |
|-------------------------------|-------------------------------------|------------------|-----------------------|--------------------|-------------------|-------------------------|-----------------|
| LN | DESCRIPTION | TOTAL COMPANY | CAPPED COMMON LINE | SWITCHED ACCESS | SPECIAL ACCESS | BILLING & COLLECTION | WBI CATEGORY |
| 1 | NET TEL PLANT,M&S & WORKING CAPITAL | \$25,521,761 | \$11,649,955 | \$3,162,820 | \$6,767,422 | \$1,472 | \$3,940,095 |
| 2 | AMORIZATION OF ITC | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 3 | INCOME FROM IDC | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | TOTAL INCOME ADJUSTMENTS | \$2,711 | \$1,291 | \$611 | \$567 | \$0 | \$245 |
| 5 | STATE INCOME TAX | \$432,225 | \$196,812 | \$51,103 | \$117,995 | \$27 | \$66,290 |
| 6 | OPERATING EXPENSES & OTHER TAXES | \$20,025,726 | \$9,226,955 | \$3,670,561 | \$4,236,088 | \$378,829 | \$2,513,292 |
| 7 | GROSS RECEIPTS & PSC TAX | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | MISCELLANEOUS INCOME CHARGES | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

SUM REVENUE REQUIREMENT SUMMARY BY PRIMARY ELEMENT

| LN | AC | DESCRIPTION | TOTAL COMPANY | IN EXCESS OF CAP | CAPPED CL | SWITCHED ACCESS | SPECIAL ACCESS | BILLING & COLLECTION | WBI CATEGORY |
|----|----|--|------------------|---------------------|--------------|--------------------|-------------------|-------------------------|-----------------|
| 1 | | GENERAL SUPPORT FACILITIES | \$8,345,417 | \$0 | \$3,690,585 | \$1,959,683 | \$1,714,843 | \$5,725 | \$974,582 |
| 2 | | CENTRAL OFFICE SWITCHING | \$24,035,179 | \$0 | \$0 | \$24,035,179 | \$0 | \$0 | \$0 |
| 3 | | OPERATOR SYSTEMS | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | | CENTRAL OFFICE TRANSMISSION | \$41,773,935 | \$0 | \$11,125,192 | \$2,134,426 | \$16,264,201 | \$0 | \$12,250,116 |
| 5 | | INFORMATION ORIG/TERM | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | | CABLE AND WIRE FACILITIES | \$62,173,582 | \$0 | \$48,159,074 | \$928,992 | \$10,559,218 | \$0 | \$2,526,298 |
| 7 | | TANGIBLE ASSETS | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | | INTANGIBLE ASSETS | \$909,016 | \$0 | \$421,868 | \$190,888 | \$190,395 | \$38 | \$105,827 |
| 9 | | TOTAL PLANT IN SERVICE | \$137,237,130 | \$0 | \$63,396,719 | \$29,249,168 | \$28,728,657 | \$5,763 | \$15,856,823 |
| 10 | | PROPERTY HELD FOR FUTURE USE | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | | PLANT UNDER CONSTRUCT. - SHORT TERM | \$2,471,330 | \$0 | \$1,025,465 | \$552,521 | \$573,235 | \$95 | \$320,014 |
| 12 | | PLANT UNDER CONSTRUCT. - LONG TERM | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | | TELEPHONE PLANT ADJUSTMENT | \$952,067 | \$0 | \$367,788 | \$168,616 | \$264,882 | \$36 | \$150,744 |
| 14 | | TOTAL PROPERTY, PLANT & EQUIP. | \$140,660,527 | \$0 | \$64,789,972 | \$29,970,306 | \$29,566,774 | \$5,894 | \$16,327,581 |
| 15 | | ACCUM DEPRECIATION - PLANT IN SERVICE | \$112,439,586 | \$0 | \$51,759,574 | \$26,395,406 | \$22,184,139 | \$4,353 | \$12,096,114 |
| 16 | | ACCUM DEPRECIATION - FUTURE USE | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | | ACCUM AMORTIZATION - TANGIBLE PROPERTY | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | | ACCUM AMORTIZATION - INTANGIBLE PROP. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | | ACCUM AMORTIZATION - TEL PLANT ADJ. | \$236,539 | \$0 | \$81,944 | \$74,872 | \$58,008 | \$8 | \$21,706 |
| 20 | | OPERATING DEFERRED INCOME TAX | \$3,502,528 | \$0 | \$1,762,795 | \$579,637 | \$775,269 | \$105 | \$384,722 |
| 21 | | OTHER DEFERRED CREDITS - NET | \$56,347 | \$0 | \$23,928 | \$11,808 | \$10,858 | \$2 | \$9,752 |
| 22 | | NET TELEPHONE PLANT | \$24,425,527 | \$0 | \$11,161,732 | \$2,908,583 | \$6,538,500 | \$1,426 | \$3,815,286 |
| 23 | | MATERIALS AND SUPPLIES | \$513,699 | \$0 | \$217,123 | \$130,272 | \$109,114 | \$21 | \$57,170 |
| 24 | | RTB STOCK, DEFERRED MAINT. & RET. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | | EQUAL ACCESS EQUIPMENT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | | OTHER JURISDICTIONAL ASSETS | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | | CASH WORKING CAPITAL | \$582,537 | \$0 | \$271,100 | \$123,966 | \$119,809 | \$24 | \$67,638 |
| 28 | | NET TEL PLANT, M&S & WORKING CAPITAL | \$25,521,762 | \$0 | \$11,649,954 | \$3,162,820 | \$6,767,423 | \$1,471 | \$3,940,094 |
| 29 | | RETURN ON INVESTMENT FOR SETTLEMENTS | \$2,871,198 | \$0 | \$1,310,620 | \$355,817 | \$761,335 | \$165 | \$443,261 |
| 30 | | PLANT SPECIFIC EXPENSE | \$5,131,963 | \$0 | \$2,092,605 | \$1,316,162 | \$1,066,220 | \$900 | \$656,077 |
| 31 | | PLANT NON SPECIFIC EXPENSES EXCL DEP | \$3,455,294 | \$0 | \$2,119,026 | \$530,808 | \$519,400 | \$0 | \$286,060 |
| 32 | | DEPRECIATION & AMORTIZATION | \$5,896,102 | \$0 | \$2,553,189 | \$686,528 | \$1,636,061 | \$256 | \$1,020,068 |
| 33 | | MARKETING EXPENSE | \$1,128,585 | \$0 | \$514,108 | \$256,431 | \$236,918 | \$47 | \$121,081 |
| 34 | | OTHER CUSTOMER OPERATIONS EXPENSES | \$567,633 | \$0 | \$110,407 | \$83,598 | \$64,743 | \$275,058 | \$33,828 |
| 35 | | CORPORATE OPERATIONS EXPENSES | \$3,703,286 | \$0 | \$1,773,983 | \$750,503 | \$688,166 | \$102,576 | \$388,059 |
| 36 | | EQUAL ACCESS EXPENSE | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | | OTHER OPERATING TAXES | \$533,570 | \$0 | \$236,570 | \$127,965 | \$109,804 | \$22 | \$59,209 |
| 38 | | GROSS RECEIPTS TAX | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 39 | | UNCOLLECTIBLES/RENT REVENUES | (\$390,709) | \$0 | (\$172,934) | (\$81,434) | (\$85,223) | (\$27) | (\$51,091) |
| 40 | | NON OPERATING EXPENSE | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 41 | | SUBTOTAL OPERATING EXPENSE | \$20,025,725 | \$0 | \$9,226,955 | \$3,670,560 | \$4,236,088 | \$378,830 | \$2,513,292 |
| 42 | | STATE INCOME TAX - NET OF ITC | \$432,226 | \$0 | \$196,812 | \$51,102 | \$117,995 | \$27 | \$66,290 |
| 43 | | SUBTOTAL OPER EXPENSE & TAX | \$20,457,950 | \$0 | \$9,423,767 | \$3,721,662 | \$4,354,083 | \$378,856 | \$2,579,582 |
| 44 | | FEDERAL INCOME TAX - NET OF ITC | \$1,544,570 | \$0 | \$705,023 | \$191,265 | \$409,645 | \$89 | \$238,548 |
| 45 | | TOTAL REVENUE REQUIREMENT | \$24,873,718 | \$0 | \$11,439,410 | \$4,268,744 | \$5,525,063 | \$379,111 | \$3,261,390 |
| 46 | | % DISTRIBUTION | 100.00% | 0.00% | \$0 | \$0 | \$0 | \$0 | \$0 |
| 47 | | FROZEN MAG SHIFT | \$0 | \$0 | \$941,936 | (\$1,258,470) | \$176,192 | \$0 | \$140,342 |
| 48 | | POST MAG REVENUE REQUIREMENT | \$24,873,718 | \$0 | \$12,381,346 | \$3,010,274 | \$5,701,255 | \$379,111 | \$3,401,732 |

A-1.1 SUMMARY OF REVENUE REQUIREMENT BY ACCESS ELEMENT

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | TRAFFIC SENSITIVE | | COMMON TRANSPORT INFO | TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS | | | B&C | WBI | |
|--|--------|---|------------------|---------------|------------------------------------|-------------------|-----------------|--------------------------|--------|-----------|------------------------|-----------------|-----------------|---------------------|-------------|-----------|-------------|
| | | | | | | CAPPED CL | EQUAL ACCESS | | | | | CHANNEL TERM | CHANNEL TERM | MILEAGE FACILITY | | | |
| 1 | | NET INVESTMENT FOR SETTLEMENTS | \$25,521,762 | (NOTE A) | \$0 | \$11,649,954 | \$2,379,354 | \$0 | \$0 | \$508,086 | \$106,253 | \$169,127 | \$2,322,756 | \$3,374,720 | \$1,069,946 | \$1,471 | \$3,940,094 |
| 2 | | RATE OF RETURN | 11.25% | | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% |
| 3 | | RETURN ON INVESTMENT | \$2,871,198 | LN 1*LN 2 | \$0 | \$1,310,620 | \$267,677 | \$0 | \$0 | \$57,160 | \$11,953 | \$19,027 | \$261,310 | \$379,656 | \$120,369 | \$165 | \$443,261 |
| 4 | | ALLOW FOR FUNDS USED DURING CONSTR | \$0 | A-8.LN 29 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 5 | | NET RETURN FOR SETTLEMENTS | \$2,871,198 | LN 3+LN 4 | \$0 | \$1,310,620 | \$267,677 | \$0 | \$0 | \$57,160 | \$11,953 | \$19,027 | \$261,310 | \$379,656 | \$120,369 | \$165 | \$443,261 |
| 6 | | FEDERAL INCOME TAX | \$1,544,570 | LN 30 | \$0 | \$705,023 | \$143,845 | \$0 | \$0 | \$30,756 | \$6,422 | \$10,242 | \$140,581 | \$204,317 | \$64,747 | \$89 | \$238,548 |
| 7 | | LESS: FEDERAL ITC AMORTIZATION | \$0 | A-12.LN 23 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | | NET FEDERAL INCOME TAX | \$1,544,570 | LN 6+LN 7 | \$0 | \$705,023 | \$143,845 | \$0 | \$0 | \$30,756 | \$6,422 | \$10,242 | \$140,581 | \$204,317 | \$64,747 | \$89 | \$238,548 |
| 9 | | STATE AND LOCAL INCOME TAX | \$432,226 | LN 36 | \$0 | \$196,812 | \$38,591 | \$0 | \$0 | \$8,140 | \$1,667 | \$2,704 | \$41,354 | \$59,047 | \$17,593 | \$27 | \$66,290 |
| 10 | | STATE ITC AMORTIZATION | \$0 | A-12.LN 24 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | | NET STATE AND LOCAL INCOME TAX | \$432,226 | LN 9+LN 10 | \$0 | \$196,812 | \$38,591 | \$0 | \$0 | \$8,140 | \$1,667 | \$2,704 | \$41,354 | \$59,047 | \$17,593 | \$27 | \$66,290 |
| 12 | | PROVISION FOR DEFERRED INCOME TAX | \$0 | RECORDS | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | | OPERATING EXPENSE & OTHER TAXES | \$20,025,725 | A-8.LN 20 | \$0 | \$9,226,955 | \$3,128,917 | \$0 | \$851 | \$344,891 | \$91,190 | \$104,711 | \$1,436,570 | \$2,023,634 | \$775,884 | \$378,830 | \$2,513,292 |
| 14 | | NONOPERATING EXP | \$0 | A-8.LN 24 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | UNCOLLECTIBLES | \$0 | A-8.LN 28 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | | BASIS FOR GROSS RECEIPTS TAX | \$24,873,718 | | \$0 | \$11,439,410 | \$3,579,030 | \$0 | \$851 | \$440,947 | \$111,233 | \$136,684 | \$1,879,816 | \$2,666,654 | \$978,594 | \$379,111 | \$3,261,390 |
| 17 | | GROSS RECEIPTS/PSC TAX RATE | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | | GROSS RECEIPTS/PSC TAX | \$0 | LN16*LN17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | | TOTAL REVENUE REQUIREMENT SPECIAL ACCESS INCLUDING WBI | \$24,873,718 | LN16+LN18 | \$0 | \$11,439,410 | \$3,579,030 | \$0 | \$851 | \$440,947 | \$111,233 | \$136,684 | \$1,879,816 | \$2,666,654 | \$978,594 | \$379,111 | \$3,261,390 |
| OPTIONAL GROSS UP INCOME TAX CALCULATION | | | | | | | | | | | | | | | | | |
| 20 | | RETURN ON INVESTMENT | \$2,871,198 | LN 3 | \$0 | \$1,310,620 | \$267,677 | \$0 | \$0 | \$57,160 | \$11,953 | \$19,027 | \$261,310 | \$379,656 | \$120,369 | \$165 | \$443,261 |
| 21 | | INTEREST AND RELATED ITEMS | (\$0) | A-12.14+16-15 | \$0 | (\$0) | (\$0) | \$0 | \$0 | (\$0) | (\$0) | \$0 | (\$0) | (\$0) | \$0 | (\$0) | (\$0) |
| 22 | | OTHER INCOME ADJUSTMENTS | \$2,712 | A-12.LN 21 | \$0 | \$1,291 | \$538 | \$0 | \$0 | \$42 | \$26 | \$6 | \$231 | \$211 | \$124 | \$0 | \$244 |
| 23 | | TOTAL INCOME ADJUSTMENTS | \$2,712 | LN21+LN22 | \$0 | \$1,291 | \$538 | \$0 | \$0 | \$42 | \$26 | \$6 | \$231 | \$211 | \$124 | \$0 | \$244 |
| 24 | | RETURN LESS INCOME ADJ | \$2,868,486 | LN20-LN23 | \$0 | \$1,309,329 | \$267,140 | \$0 | \$0 | \$57,118 | \$11,927 | \$19,021 | \$261,079 | \$379,445 | \$120,245 | \$165 | \$443,017 |
| 25 | | FEDERAL ITC AMORTIZATION | \$0 | A-12.LN 23 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | | FTT BASE | \$2,868,486 | | \$0 | \$1,309,329 | \$267,140 | \$0 | \$0 | \$57,118 | \$11,927 | \$19,021 | \$261,079 | \$379,445 | \$120,245 | \$165 | \$443,017 |
| 27 | | FEDERAL TAXABLE INCOME | \$2,868,486 | | \$0 | \$1,309,329 | \$267,140 | \$0 | \$0 | \$57,118 | \$11,927 | \$19,021 | \$261,079 | \$379,445 | \$120,245 | \$165 | \$443,017 |
| 28 | 35.00% | FEDERAL INCOME TAX | \$1,544,570 | LN 27*FTR | \$0 | \$705,023 | \$143,845 | \$0 | \$0 | \$30,756 | \$6,422 | \$10,242 | \$140,581 | \$204,317 | \$64,747 | \$89 | \$238,548 |
| 29 | | FEDERAL SURTAX ALLOCATION | \$0 | /LN 26 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | | NET FEDERAL TAX BEFORE ITC AMORT | \$1,544,570 | LN28-LN29 | \$0 | \$705,023 | \$143,845 | \$0 | \$0 | \$30,756 | \$6,422 | \$10,242 | \$140,581 | \$204,317 | \$64,747 | \$89 | \$238,548 |
| 31 | | STATE ITC AMORTIZATION | \$0 | A-12.LN 24 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | | SIT BASE | \$4,413,056 | | \$0 | \$2,014,352 | \$410,984 | \$0 | \$0 | \$87,873 | \$18,350 | \$29,263 | \$401,660 | \$583,762 | \$184,992 | \$254 | \$681,564 |
| 33 | | STATE TAXABLE INCOME | \$4,413,056 | | \$0 | \$2,014,352 | \$410,984 | \$0 | \$0 | \$87,873 | \$18,350 | \$29,263 | \$401,660 | \$583,762 | \$184,992 | \$254 | \$681,564 |
| 34 | 9.80% | STATE INCOME TAX | \$432,226 | LN 33*STR | \$0 | \$196,812 | \$38,591 | \$0 | \$0 | \$8,140 | \$1,667 | \$2,704 | \$41,354 | \$59,047 | \$17,593 | \$27 | \$66,290 |
| 35 | | STATE SURTAX ALLOCATION | \$0 | /LN 32 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | | NET STATE INCOME TAX BEFORE ITC AMORT | \$432,226 | LN34-LN35 | \$0 | \$196,812 | \$38,591 | \$0 | \$0 | \$8,140 | \$1,667 | \$2,704 | \$41,354 | \$59,047 | \$17,593 | \$27 | \$66,290 |
| 37 | | FEDERAL TAX AT MAXIMUM RATE | \$1,477,705 | | \$0 | \$674,503 | \$137,617 | \$0 | \$0 | \$29,424 | \$6,144 | \$9,799 | \$134,495 | \$195,472 | \$61,944 | \$85 | \$228,221 |
| 38 | | ADDITIONAL INCOME ADJUSTMENT FOR FIT | (\$129,796) | | \$0 | (\$59,246) | (\$12,088) | \$0 | \$0 | (\$2,585) | (\$540) | (\$861) | (\$11,814) | (\$17,169) | (\$5,441) | (\$7) | (\$20,046) |

A-2.1 SUMMARY OF TELEPHONE PLANT AND RESERVES

| LN | AC | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TERMINAL | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL MILEAGE TERM | FACILITY | B&C | WBI |
|------------------------|------|--|------------------|---------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------|-----------|------------------------|-----------------------------------|-------------------------|-------------|---------|--------------|
| NET INVESTMENT SUMMARY | | | | | | | | | | | | | | | | | |
| 1 | 2110 | GENERAL SUPPORT FACILITIES | \$8,345,417 | A-3.LN 4 | \$0 | \$3,690,585 | \$1,740,602 | \$0 | \$0 | \$132,316 | \$52,321 | \$34,443 | \$609,972 | \$752,045 | \$352,825 | \$5,725 | \$974,582 |
| 2 | 2210 | CENTRAL OFFICE SWITCHING | \$24,035,179 | A-4.LN 21+25 | \$0 | \$0 | \$23,777,923 | \$0 | \$0 | \$257,256 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 3 | 2220 | OPERATOR SYSTEMS | \$0 | A-4.LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | 2230 | CENTRAL OFFICE TRANSMISSION | \$41,773,935 | A-4.LN 41 | \$0 | \$11,125,192 | \$0 | \$0 | \$0 | \$1,675,827 | \$0 | \$458,599 | \$4,978,883 | \$11,285,318 | \$0 | \$0 | \$12,250,116 |
| 5 | 2310 | INFORMATION ORIG/TERM | \$0 | A-5.LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | 2410 | CABLE AND WIRE FACILITIES | \$62,173,582 | A-5.LN 21 | \$0 | \$48,159,074 | \$0 | \$0 | \$0 | \$0 | \$798,001 | \$130,990 | \$4,423,880 | \$0 | \$6,135,338 | \$0 | \$2,526,298 |
| 7 | 2680 | TANGIBLE ASSETS | \$0 | A-3.LN 14 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | 2690 | INTANGIBLE ASSETS | \$909,016 | A-3.LN 15 | \$0 | \$421,868 | \$167,347 | \$0 | \$0 | \$13,644 | \$5,702 | \$4,195 | \$66,552 | \$79,916 | \$43,927 | \$38 | \$105,827 |
| 9 | | TOTAL PLANT IN SERVICE | \$137,237,130 | | \$0 | \$63,396,719 | \$25,685,872 | \$0 | \$0 | \$2,079,044 | \$856,025 | \$628,228 | \$10,079,287 | \$12,117,279 | \$6,532,090 | \$5,763 | \$15,856,823 |
| 10 | | % DISTRIBUTION | 100.00% | | 0.00% | 46.20% | 18.72% | 0.00% | 0.00% | 1.51% | 0.62% | 0.46% | 7.34% | 8.83% | 4.76% | 0.00% | 11.55% |
| 11 | 2002 | PROPERTY HELD FOR FUTURE USE | \$0 | A-6.LN 6 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | 2003 | PLANT UNDER CONSTRUCT. - SHORT TERM | \$2,471,330 | A-6.LN 13 | \$0 | \$1,025,465 | \$492,271 | \$0 | \$0 | \$36,016 | \$9,846 | \$14,389 | \$189,186 | \$281,075 | \$102,975 | \$95 | \$320,014 |
| 13 | 2004 | PLANT UNDER CONSTRUCT. - LONG TERM | \$0 | A-6.LN 20 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | 2005 | TELEPHONE PLANT ADJUSTMENT | \$952,067 | A-6.LN 27 | \$0 | \$367,788 | \$150,951 | \$0 | \$0 | \$9,326 | \$2,601 | \$5,739 | \$82,284 | \$147,711 | \$34,887 | \$36 | \$150,744 |
| 15 | | TOTAL PROPERTY, PLANT & EQUIP. | \$140,660,527 | | \$0 | \$64,789,972 | \$26,329,094 | \$0 | \$0 | \$2,124,385 | \$868,471 | \$648,356 | \$10,350,757 | \$12,546,065 | \$6,669,952 | \$5,894 | \$16,327,581 |
| 16 | | % DISTRIBUTION | 100.00% | | 0.00% | 46.06% | 18.72% | 0.00% | 0.00% | 1.51% | 0.62% | 0.46% | 7.36% | 8.92% | 4.74% | 0.00% | 11.61% |
| 17 | 3100 | ACCUM DEPRECIATION - PLANT IN SERVICE | \$112,439,586 | A-7.LN 9 | \$0 | \$51,759,574 | \$23,563,748 | \$0 | \$0 | \$1,602,420 | \$749,242 | \$479,996 | \$7,808,700 | \$8,937,877 | \$5,437,562 | \$4,353 | \$12,096,114 |
| 18 | 3200 | ACCUM DEPRECIATION - FUTURE USE | \$0 | A-7.LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | 3400 | ACCUM AMORTIZATION - TANGIBLE PROPERTY | \$0 | A-7.LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | 3500 | ACCUM AMORTIZATION - INTANGIBLE PROP. | \$0 | A-7.LN 18 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | 3600 | ACCUM AMORTIZATION - TEL PLANT ADJ. | \$236,539 | A-7.LN 19 | \$0 | \$81,944 | \$71,187 | \$0 | \$0 | \$2,323 | \$531 | \$832 | \$20,651 | \$28,460 | \$8,897 | \$8 | \$21,706 |
| 22 | 4340 | OPERATING DEFERRED INCOME TAX | \$3,502,528 | A-7.LN 28 | \$0 | \$1,762,795 | \$529,736 | \$0 | \$0 | \$28,118 | \$18,363 | \$3,421 | \$275,070 | \$298,838 | \$201,361 | \$105 | \$384,722 |
| 23 | VAR | CUST. DEP. DEF CRS-NET & L-T LIAB. | \$56,347 | A-7.LNS 30-36 | \$0 | \$23,928 | \$9,943 | \$0 | \$0 | \$1,154 | \$521 | \$190 | \$3,690 | \$5,410 | \$1,758 | \$2 | \$9,752 |
| 24 | | NET TELEPHONE PLANT | \$24,425,527 | | \$0 | \$11,161,732 | \$2,154,480 | \$0 | \$0 | \$490,370 | \$99,815 | \$163,917 | \$2,242,648 | \$3,275,479 | \$1,020,374 | \$1,426 | \$3,815,286 |
| 25 | | % DISTRIBUTION | 100.00% | | 0.00% | 45.70% | 8.82% | 0.00% | 0.00% | 2.01% | 0.41% | 0.67% | 9.18% | 13.41% | 4.18% | 0.01% | 15.62% |
| 26 | 1220 | MATERIALS AND SUPPLIES | \$513,699 | A-3.LN 16 | \$0 | \$217,123 | \$115,510 | \$0 | \$0 | \$9,255 | \$2,563 | \$2,944 | \$37,242 | \$49,641 | \$22,230 | \$21 | \$57,170 |
| 27 | VAR | RTB STOCK, DEFERRED MAINT. & RET. | \$0 | A-3.LN17+LN20 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | 1439 | EQUAL ACCESS EQUIPMENT | \$0 | A-3.LN 8 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 29 | VAR | OTHER JURISD. ASSETS, NONCUR. ASSETS | \$0 | A-3.LN18+LN19 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | XXXX | CASH WORKING CAPITAL | \$582,537 | A-3.LN 10 | \$0 | \$271,100 | \$109,364 | \$0 | \$0 | \$8,461 | \$3,875 | \$2,267 | \$42,867 | \$49,600 | \$27,342 | \$24 | \$67,638 |
| 31 | | NET TELEPHONE PLANT, M&S AND CASH WORKING CAPITAL | \$25,521,762 | | \$0 | \$11,649,954 | \$2,379,354 | \$0 | \$0 | \$508,086 | \$106,253 | \$169,127 | \$2,322,756 | \$3,374,720 | \$1,069,946 | \$1,471 | \$3,940,094 |
| 32 | | % DISTRIBUTION | 100.00% | | 0.00% | 45.65% | 9.32% | 0.00% | 0.00% | 1.99% | 0.42% | 0.66% | 9.10% | 13.22% | 4.19% | 0.01% | 15.44% |

A-3.1 GENERAL SUPPORT FACILITIES AND MISCELLANEOUS PLANT ALLOCATION

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL MILEAGE TERM | FACILITY | B&C | WBI |
|--------------------------------------|------|---|------------------|----------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------|-----------|------------------------|-----------------------------------|-------------------------|-------------|-------------|--------------|
| BASIS FOR GENERAL SUPPORT FACILITIES | | | | | | | | | | | | | | | | | |
| 1a | | CENTRAL OFFICE EQUIPMENT | \$65,809,114 | A-4 LN 42 | \$0 | \$11,125,192 | \$23,777,923 | \$0 | \$0 | \$1,933,083 | \$0 | \$458,599 | \$4,978,883 | \$11,285,318 | \$0 | \$0 | \$12,250,116 |
| 1b | | INFORMATION ORIG/TERM | \$0 | A-5 LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 1c | | CABLE & WIRE FACILITIES | \$62,173,582 | A-5 LN 23 | \$0 | \$48,159,074 | \$0 | \$0 | \$0 | \$798,001 | \$130,990 | \$4,423,880 | \$0 | \$6,135,338 | \$0 | \$2,526,298 | \$0 |
| 1d | | TOTAL | \$127,982,697 | | \$0 | \$59,284,266 | \$23,777,923 | \$0 | \$0 | \$1,933,083 | \$798,001 | \$589,590 | \$9,402,763 | \$11,285,318 | \$6,135,338 | \$0 | \$14,776,414 |
| 1e | | % DISTRIBUTION | 100.00% | | 0.00% | 46.32% | 18.58% | 0.00% | 0.00% | 1.51% | 0.62% | 0.46% | 7.35% | 8.82% | 4.79% | 0.00% | 11.55% |
| 2110 GENERAL SUPPORT ASSETS | | | | | | | | | | | | | | | | | |
| 2 | | ALLOCATED | \$8,114,865 | LN 1e | \$0 | \$3,589,271 | \$1,696,563 | \$0 | \$0 | \$128,475 | \$50,837 | \$33,403 | \$593,499 | \$731,491 | \$342,701 | \$0 | \$948,625 |
| 3 | | GENERAL PURPOSE COMPUTERS | \$230,553 | LN 1e & DIRECT | \$0 | \$101,314 | \$44,039 | \$0 | \$0 | \$3,841 | \$1,485 | \$1,040 | \$16,473 | \$20,554 | \$10,124 | \$5,725 | \$25,957 |
| 4 | | TOTAL GENERAL SUPPORT ASSETS | \$8,345,417 | | \$0 | \$3,690,585 | \$1,740,602 | \$0 | \$0 | \$132,316 | \$52,321 | \$34,443 | \$609,972 | \$752,045 | \$352,825 | \$5,725 | \$974,582 |
| 5 | | % DISTRIBUTION | 100.00% | | 0.00% | 44.22% | 20.86% | 0.00% | 0.00% | 1.59% | 0.63% | 0.41% | 7.31% | 9.01% | 4.23% | 0.07% | 11.68% |
| 6 | | COE,IOT,CWF AND GENERAL SUPPORT | \$136,328,114 | | \$0 | \$62,974,851 | \$25,518,525 | \$0 | \$0 | \$2,065,400 | \$850,322 | \$624,033 | \$10,012,735 | \$12,037,363 | \$6,488,163 | \$5,725 | \$15,750,996 |
| 7 | | % DISTRIBUTION | 100.00% | | 0.00% | 46.19% | 18.72% | 0.00% | 0.00% | 1.52% | 0.62% | 0.46% | 7.34% | 8.83% | 4.76% | 0.00% | 11.55% |
| 8 | 1439 | EQUAL ACCESS EQUIPMENT | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | | COE,IOT,CWF,GENERAL SUPPORT AND EQUAL ACCESS EQUIPMENT | \$136,328,114 | | \$0 | \$62,974,851 | \$25,518,525 | \$0 | \$0 | \$2,065,400 | \$850,322 | \$624,033 | \$10,012,735 | \$12,037,363 | \$6,488,163 | \$5,725 | \$15,750,996 |
| 10 | | % DISTRIBUTION | 100.00% | | 0.00% | 46.19% | 18.72% | 0.00% | 0.00% | 1.52% | 0.62% | 0.46% | 7.34% | 8.83% | 4.76% | 0.00% | 11.55% |
| 11 TANGIBLE ASSETS | | | | | | | | | | | | | | | | | |
| 12 | 2680 | CAPITAL LEASES | \$0 | LN 7 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | | LEASEHOLD IMPROVEMENTS | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | | TOTAL | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | 2690 | INTANGIBLE ASSETS | \$909,016 | LN 10 | \$0 | \$421,868 | \$167,347 | \$0 | \$0 | \$13,644 | \$5,702 | \$4,195 | \$66,552 | \$79,916 | \$43,927 | \$38 | \$105,827 |
| 16 | 1220 | MATERIALS AND SUPPLIES | \$513,699 | LN 10 | \$0 | \$217,123 | \$115,510 | \$0 | \$0 | \$9,255 | \$2,563 | \$2,944 | \$37,242 | \$49,641 | \$22,230 | \$21 | \$57,170 |
| 17 | 1402 | RTB STOCK | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | 1410 | OTHER NONCURRENT ASSETS | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | 1500 | OTHER JURISDICTIONAL ASSETS | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | 1438 | DEFERRED MAINTENANCE AND RETIREMENTS | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | | COE,IOT,CWF,GEN SUPP & EQUAL ACCESS FOR APPORTIONING PRESUBSCRIPTION | \$92,033,131 | | \$0 | \$62,974,851 | \$25,518,525 | \$0 | \$0 | \$2,065,400 | \$850,322 | \$624,033 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | | % DISTRIBUTION | 100.00% | | 0.00% | 68.43% | 27.73% | 0.00% | 0.00% | 2.24% | 0.92% | 0.68% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 23 | | COE,IOT & CWF EXCL CCL FOR ASSIGNING CARRIER ACCESS BILLING EXPENSES | \$68,698,430 | | \$0 | \$0 | \$23,777,923 | \$0 | \$0 | \$1,933,083 | \$798,001 | \$589,590 | \$9,402,763 | \$11,285,318 | \$6,135,338 | \$0 | \$14,776,414 |
| 24 | | % DISTRIBUTION | 100.00% | | 0.00% | 0.00% | 34.61% | 0.00% | 0.00% | 2.81% | 1.16% | 0.86% | 13.69% | 16.43% | 8.93% | 0.00% | 21.51% |

A-4.1. CENTRAL OFFICE EQUIPMENT ALLOCATION

| LN | AC | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL MILEAGE TERM | FACILITY | B&C | WBI |
|------------|------|--|------------------|-------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------|----------|------------------------|-----------------------------------|-------------------------|----------|-------|--------------|
| 28 | 2230 | CENTRAL OFFICE TRANSMISSION | | | | | | | | | | | | | | | |
| 29 | | WIDEBAND AND WBI | \$16,993,258 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$70,465 | \$0 | \$0 | \$4,672,677 | \$0 | \$0 | \$0 | \$12,250,116 |
| 30 | | EXCHANGE TRUNK - BASIC | \$13,566 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$13,566 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | | EXCHANGE TRUNK - SPECIAL(IP conn/2680) | \$570,267 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$570,267 | \$0 | \$0 | \$0 |
| 32 | | SUBSCRIBER LINE | \$11,431,398 | LN 4/DIRECT | \$0 | \$11,125,192 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$306,206 | \$0 | \$0 | \$0 | \$0 |
| 33 | | INTEREXCHANGE CIRCUIT | | | | | | | | | | | | | | | |
| 34 | | FURNISHED OTHERS | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 35 | | ACCESS - BASIC | \$12,261,954 | LN 5/DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,088,303 | \$0 | \$458,599 | \$0 | \$10,715,051 | \$0 | \$0 | \$0 |
| 36 | | ACCESS - SPECIAL | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | | NON ACCESS | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 38 | | TOTAL IX CIRCUIT | \$12,261,954 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,088,303 | \$0 | \$458,599 | \$0 | \$10,715,051 | \$0 | \$0 | \$0 |
| 39 | | HOST/REMOTE CIRCUIT | \$503,492 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$503,492 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 40 | | EQUIPMENT RENTED OTHERS | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 41 | | TOTAL CENTRAL OFFICE TRANSMISSION | \$41,773,935 | | \$0 | \$11,125,192 | \$0 | \$0 | \$0 | \$1,675,827 | \$0 | \$458,599 | \$4,978,883 | \$11,285,318 | \$0 | \$0 | \$12,250,116 |
| 42 | | TOTAL CENTRAL OFFICE EQUIPMENT | \$65,809,114 | | \$0 | \$11,125,192 | \$23,777,923 | \$0 | \$0 | \$1,933,083 | \$0 | \$458,599 | \$4,978,883 | \$11,285,318 | \$0 | \$0 | \$12,250,116 |
| 43 | | % DISTRIBUTION | 100.00% | | 0.00% | 16.91% | 36.13% | 0.00% | 0.00% | 2.94% | 0.00% | 0.70% | 7.57% | 17.15% | 0.00% | 0.00% | 18.61% |
| COE RATIOS | | | | | | | | | | | | | | | | | |
| 44 | | OPERATOR SYSTEMS | 0% | LN 17 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 45 | | TANDEM SWITCHING | 100% | LN 21 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 100.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 46 | | LOCAL SWITCHING | 100% | LN 25 | 0.00% | 0.00% | 100.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 47 | | CENTRAL OFFICE SWITCHING | 100% | LN 21+25 | 0.00% | 0.00% | 99.27% | 0.00% | 0.00% | 0.73% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 48 | | CENTRAL OFFICE TRANSMISSION | 100% | LN 41 | 0.00% | 30.91% | 0.00% | 0.00% | 0.00% | 5.28% | 0.00% | 0.98% | 11.90% | 23.33% | 0.00% | 0.00% | 27.61% |

A-5.1 INFORMATION ORIGINATION/TERMINATION AND CABLE AND WIRE FACILITIES

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL TERM | MILEAGE FACILITY | B&C | WBI |
|-----|------|-----------------------------------|------------------|-------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------|-----------|------------------------|-----------------------------------|-----------------|---------------------|-------|-------------|
| 1 | | ALLOCATION FACTORS | | | | | | | | | | | | | | | |
| 2 | | EQUIVALENT ACCESS LINES - MSG CWF | 100% | AL-1.LN 4 | 0.00% | 100.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| | | IX CIRCUIT MILES - MSG CWF | 100% | AL-1.LN 8 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 73.58% | 26.42% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 3 | 2310 | INFORMATION ORIG/TERM | | | | | | | | | | | | | | | |
| 4 | | OTHER IOT EQUIPMENT | | | | | | | | | | | | | | | |
| 5 | | COIN PUBLIC TELEPHONE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | | COINLESS PUBLIC TELEPHONE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 7 | | OTHER | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | | SUBTOTAL | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | | NEW CUSTOMER PREMISE EQUIP | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 10 | | TOTAL ORIG/TERM EQUIP | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | | % DISTRIBUTION | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | 2410 | CABLE AND WIRE FACILITIES | | | | | | | | | | | | | | | |
| 13 | | SUBSCRIBER LINE | \$48,400,458 | LN 1/DIRECT | \$0 | \$48,159,074 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$241,384 | \$0 | \$0 | \$0 | \$0 |
| 14 | | EXCHANGE WIDEBAND AND WBI | \$6,761,762 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$52,967 | \$0 | \$4,182,497 | \$0 | \$0 | \$0 | \$2,526,298 |
| 15a | | EXCHANGE TRUNK - BASIC | \$576 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$576 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15b | | EXCHANGE TRUNK - SPECIAL | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | | INTEREXCHANGE WIDEBAND & DSL | \$5,960,521 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$5,960,521 | \$0 | \$0 |
| 17a | | IX TRUNK - ACCESS | \$810,013 | LN 2/DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$504,206 | \$130,990 | \$0 | \$0 | \$174,817 | \$0 | \$0 |
| 17b | | IX TRUNK - SPECIAL | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | | IX TRUNK - NON ACCESS | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | | HOST/REMOTE | \$240,252 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$240,252 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | | EQUIPMENT FURNISHED OTHERS | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | | TOTAL CABLE AND WIRE FACILITIES | \$62,173,582 | | \$0 | \$48,159,074 | \$0 | \$0 | \$0 | \$0 | \$798,001 | \$130,990 | \$4,423,880 | \$0 | \$6,135,338 | \$0 | \$2,526,298 |
| 22 | | % DISTRIBUTION | 100.00% | | 0.00% | 77.46% | 0.00% | 0.00% | 0.00% | 0.00% | 1.28% | 0.21% | 7.12% | 0.00% | 9.87% | 0.00% | 4.06% |
| 23 | | TOTAL CABLE & WIRE FACILITIES | \$62,173,582 | | \$0 | \$48,159,074 | \$0 | \$0 | \$0 | \$0 | \$798,001 | \$130,990 | \$4,423,880 | \$0 | \$6,135,338 | \$0 | \$2,526,298 |
| 24 | | % DISTRIBUTION | 100.00% | | 0.00% | 77.46% | 0.00% | 0.00% | 0.00% | 0.00% | 1.28% | 0.21% | 7.12% | 0.00% | 9.87% | 0.00% | 4.06% |

A-6.1 OTHER TELECOMMUNICATIONS PLANT ALLOCATION

[illegible]

| | | | | COMMON LINE | | TRAFFIC SENSITIVE | | | COMMON TRANSPORT | | | SPECIAL ACCESS | | | | | |
|--------------------------|-------|---------------------------------------|---------------|-------------------|------------------|-------------------|--------------|--------------|------------------|-------------|-----------|----------------|--------------|-----------------|-------------|--------------|--------------|
| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | IN EXCESS OF CAP | CAPPED CL | SWITCHING | EQUAL ACCESS | INFO | TERM | FACILITY | TRANSPORT | CHANNEL TERM | CHANNEL MILEAGE | FACILITY | B&C | WBI |
| 1 | 3100 | ACCUM DEPRECIATION - PLANT IN SERVICE | | | | | | | | | | | | | | | |
| 2 | | GENERAL SUPPORT | \$6,448,064 | A-3.LN 5 | \$0 | \$2,849,959 | \$1,352,718 | \$0 | \$0 | \$95,616 | \$36,744 | \$27,446 | \$477,940 | \$594,037 | \$273,598 | \$4,353 | \$735,654 |
| 3 | | CENTRAL OFFICE SWITCHING EQUIPMENT | \$22,459,471 | A-4.LN 47 | \$0 | \$0 | \$22,211,030 | \$0 | \$0 | \$248,441 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | | OPERATOR SYSTEMS EQUIPMENT | \$0 | A-4.LN 44 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 5 | | CENTRAL OFFICE TRANSMISSION | \$30,972,976 | A-4.LN 48 | \$0 | \$8,258,278 | \$0 | \$0 | \$0 | \$1,258,364 | \$0 | \$337,339 | \$3,638,636 | \$8,343,840 | \$0 | \$0 | \$9,136,519 |
| 6 | | UNDISTRIBUTED COE | \$0 | A-4.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 7 | | INFORMATION ORIG/TERM | \$0 | A-5.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | | CABLE AND WIRE FACILITIES | \$52,559,075 | A-5.LN 22 | \$0 | \$40,651,337 | \$0 | \$0 | \$0 | \$712,498 | \$115,211 | \$3,692,124 | \$0 | \$5,163,964 | \$0 | \$2,223,940 | \$0 |
| 9 | | TOTAL ACCUM DEPR - TPIS | \$112,439,586 | | \$0 | \$51,759,574 | \$23,563,748 | \$0 | \$1,602,420 | \$749,242 | \$479,996 | \$7,808,700 | \$8,937,877 | \$5,437,562 | \$4,353 | \$12,096,114 | \$0 |
| 10 | 3200 | ACCUM DEPRECIATION - FUTURE USE | \$0 | A-6.LN 7 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | | TOTAL ACCUM DEPRECIATION | \$112,439,586 | | \$0 | \$51,759,574 | \$23,563,748 | \$0 | \$0 | \$1,602,420 | \$749,242 | \$479,996 | \$7,808,700 | \$8,937,877 | \$5,437,562 | \$4,353 | \$12,096,114 |
| 12 | | % DISTRIBUTION | 100.00% | | 0.00% | 46.03% | 20.96% | 0.00% | 0.00% | 1.43% | 0.67% | 0.43% | 6.94% | 7.95% | 4.84% | 0.00% | 10.76% |
| ACCUMULATED AMORTIZATION | | | | | | | | | | | | | | | | | |
| 13 | 3400 | TANGIBLE ASSETS | | | | | | | | | | | | | | | |
| 14 | | CAPITAL LEASES | \$0 | A-3.LN 10 + Direx | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | LEASEHOLD IMPROVEMENTS | \$0 | A-3.LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | | UNDISTRIBUTED | \$0 | A-3.LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | | TOTAL ACCUM AMORT - TANGIBLE | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | 3500 | INTANGIBLE ASSETS | \$0 | A-3.LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | 3600 | TELEPHONE PLANT ADJUSTMENT | \$236,539 | A-6.LN 28 | \$0 | \$81,944 | \$71,187 | \$0 | \$0 | \$2,323 | \$531 | \$832 | \$20,651 | \$28,460 | \$8,897 | \$8 | \$21,706 |
| 20 | | TOTAL ACCUM AMORTIZATION | \$236,539 | | \$0 | \$81,944 | \$71,187 | \$0 | \$0 | \$2,323 | \$531 | \$832 | \$20,651 | \$28,460 | \$8,897 | \$8 | \$21,706 |
| 21 | | % DISTRIBUTION | 100.00% | | 0.00% | 34.64% | 30.10% | 0.00% | 0.00% | 0.98% | 0.22% | 0.35% | 8.73% | 12.03% | 3.76% | 0.00% | 9.18% |
| | | | | | | | | | | | | | | | | | |
| 22 | 4100& | NET OPERATING DEFERRED INC TAX | | | | | | | | | | | | | | | |
| 23 | 4340 | GENERAL SUPPORT | \$177,920 | A-3.LN 5 | \$0 | \$71,651 | \$41,756 | \$0 | \$0 | \$2,656 | \$822 | \$581 | \$13,877 | \$18,567 | \$5,917 | \$98 | \$21,998 |
| 24 | | CENTRAL OFFICE EQUIP | \$1,319,322 | A-4.LN 43 | \$0 | \$202,371 | \$450,608 | \$0 | \$0 | \$22,421 | \$0 | (\$1,555) | \$108,922 | \$262,553 | \$0 | \$0 | \$274,002 |
| 25 | | INFORMATION ORIG/TERM | \$0 | A-5.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | | CABLE AND WIRE FACILITIES | \$1,821,829 | A-5.LN 22 | \$0 | \$1,409,287 | \$0 | \$0 | \$0 | \$0 | \$16,737 | \$3,400 | \$138,676 | \$0 | \$187,221 | \$0 | \$66,508 |
| 27 | | UNDISTRIBUTED | \$183,458 | A-3.LN 10 | \$0 | \$79,487 | \$37,372 | \$0 | \$0 | \$3,041 | \$804 | \$996 | \$13,595 | \$17,718 | \$8,223 | \$7 | \$22,215 |
| 28 | | TOTAL NET DEFERRED INC TAX | \$3,502,528 | | \$0 | \$1,762,795 | \$529,736 | \$0 | \$0 | \$28,118 | \$18,363 | \$3,421 | \$275,070 | \$298,838 | \$201,361 | \$105 | \$384,722 |
| 29 | | % DISTRIBUTION | 100.00% | | 0.00% | 50.33% | 15.12% | 0.00% | 0.00% | 0.80% | 0.52% | 0.10% | 7.85% | 8.53% | 5.75% | 0.00% | 10.98% |
| | | | | | | | | | | | | | | | | | |
| 30 | 4040& | CUST. DEPOSITS & OTHER DEF CRS-NET | | | | | | | | | | | | | | | |
| 31 | 4360 | GENERAL SUPPORT | \$0 | A-3.LN 5 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | | CENTRAL OFFICE EQUIP | \$0 | A-4.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 33 | | INFORMATION ORIG/TERM | \$0 | A-5.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | | CABLE AND WIRE FACILITIES | \$0 | A-5.LN 22 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 35 | | UNDISTRIBUTED | \$0 | A-3.LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | 4310 | OTHER LONG TERM LIABILITIES | \$56,347 | A-3.LN 10 | \$0 | \$23,928 | \$9,943 | \$0 | \$0 | \$1,154 | \$521 | \$190 | \$3,690 | \$5,410 | \$1,758 | \$2 | \$9,752 |
| 37 | | | | | | | | | | | | | | | | | |

[illegible]

A-9,1of1

PLANT SPECIFIC EXPENSE ALLOCATION

A-9,1of1

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL TERM | MILEAGE FACILITY | B&C | WBI |
|----|------|-------------------------------------|------------------|------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------|-----------|------------------------|-----------------------------------|-----------------|---------------------|---------|--------------|
| 1 | | BASIS FOR NETWORK SUPPORT EXPENSE | | | | | | | | | | | | | | | |
| 2 | | GEN SUPPORT, COE, IOT AND C&WF | \$136,328,114 | VARIOUS | \$0 | \$62,974,851 | \$25,518,525 | \$0 | \$0 | \$2,065,400 | \$850,322 | \$624,033 | \$10,012,735 | \$12,037,363 | \$6,488,163 | \$5,725 | \$15,750,996 |
| 3 | | EQUAL ACCESS EQUIPMENT | \$0 | A-3, LN 8 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | | TOTAL | \$136,328,114 | | \$0 | \$62,974,851 | \$25,518,525 | \$0 | \$0 | \$2,065,400 | \$850,322 | \$624,033 | \$10,012,735 | \$12,037,363 | \$6,488,163 | \$5,725 | \$15,750,996 |
| | | % DISTRIBUTION | 100.00% | | 0.00% | 46.19% | 18.72% | 0.00% | 0.00% | 1.52% | 0.62% | 0.46% | 7.34% | 8.83% | 4.76% | 0.00% | 11.55% |
| 5 | | PLANT SPECIFIC EXPENSES | | | | | | | | | | | | | | | |
| 6 | 6110 | GENERAL SUPPORT EXPENSE | | | | | | | | | | | | | | | |
| 7 | 6120 | NETWORK SUPPORT | \$44,624 | LN 4 | \$0 | \$19,494 | \$9,702 | \$0 | \$0 | \$923 | \$336 | \$222 | \$3,000 | \$3,743 | \$1,844 | \$2 | \$5,358 |
| 8 | | GENERAL SUPPORT | \$1,221,645 | A-3, LN 5 | \$0 | \$555,619 | \$236,954 | \$0 | \$0 | \$17,131 | \$7,209 | \$5,261 | \$90,933 | \$109,754 | \$56,634 | \$898 | \$141,252 |
| 9 | | TOTAL GENERAL SUPPORT EXP | \$1,266,269 | | \$0 | \$575,113 | \$246,656 | \$0 | \$0 | \$18,054 | \$7,545 | \$5,482 | \$93,933 | \$113,497 | \$58,479 | \$900 | \$146,610 |
| | | % DISTRIBUTION | 100.00% | | 0.00% | 45.42% | 19.48% | 0.00% | 0.00% | 1.43% | 0.60% | 0.43% | 7.42% | 8.96% | 4.62% | 0.07% | 11.58% |
| 10 | | CENTRAL OFFICE EXPENSE | | | | | | | | | | | | | | | |
| 11 | 6210 | CENTRAL OFFICE SWITCHING EXPENSE | \$932,453 | A-4, LN 47 | \$0 | \$0 | \$920,601 | \$0 | \$0 | \$11,852 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | 6220 | OPERATOR SYSTEMS EXPENSE | \$0 | A-4, LN 44 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | 6230 | CENTRAL OFFICE TRANSMISSION EXPENSE | \$1,494,220 | A-4, LN 48 | \$0 | \$404,573 | \$0 | \$0 | \$0 | \$67,473 | \$0 | \$17,321 | \$172,963 | \$389,775 | \$0 | \$0 | \$442,115 |
| 14 | | UNDISTRIBUTED | \$0 | A-4, LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | TOTAL CENTRAL OFFICE EXPENSE | \$2,426,673 | | \$0 | \$404,573 | \$920,601 | \$0 | \$0 | \$79,325 | \$0 | \$17,321 | \$172,963 | \$389,775 | \$0 | \$0 | \$442,115 |
| 16 | | % DISTRIBUTION | 100.00% | | 0.00% | 16.67% | 37.94% | 0.00% | 0.00% | 3.27% | 0.00% | 0.71% | 7.13% | 16.06% | 0.00% | 0.00% | 18.22% |
| 17 | 6310 | INFORMATION ORIG/TERM EXPENSE | | | | | | | | | | | | | | | |
| 18 | | COIN PAY TELEPHONE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | | COINLESS PAY TELEPHONE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | | OTHER | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | | CPE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | | TOTAL INFORMATION ORIG/TERM EXP | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | | % DISTRIBUTION | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 24 | 6410 | CABLE AND WIRE FACILITIES EXPENSE | \$1,439,022 | A-5, LN 22 | \$0 | \$1,112,919 | \$0 | \$0 | \$0 | \$0 | \$18,776 | \$2,401 | \$99,621 | \$0 | \$137,953 | \$0 | \$67,352 |
| 25 | | TOTAL PLANT SPECIFIC EXPENSE | \$5,131,963 | | \$0 | \$2,092,605 | \$1,167,257 | \$0 | \$0 | \$97,379 | \$26,321 | \$25,204 | \$366,517 | \$503,271 | \$196,431 | \$900 | \$656,077 |
| 26 | | % DISTRIBUTION | 100.00% | | 0.00% | 40.78% | 22.74% | 0.00% | 0.00% | 1.90% | 0.51% | 0.49% | 7.14% | 9.81% | 3.83% | 0.02% | 12.78% |

A-10,1of1

PLANT NON SPECIFIC EXPENSE ALLOCATION

A-10,1of1

| LN | AC | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | MILEAGE TERM | FACILITY | B&C | WBI |
|-------------------------------|--------------|------------------------------------|------------------|-------------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------|-----------|------------------------|-----------------------------------|-----------------|-------------|-------|--------------|
| 1 | | CENTRAL OFFICE EQUIPMENT | \$65,809,114 | A-4,LN 38 | \$0 | \$11,125,192 | \$23,777,923 | \$0 | \$0 | \$1,933,083 | \$0 | \$458,599 | \$4,978,883 | \$11,285,318 | \$0 | \$0 | \$12,250,116 |
| 2 | | INFORMATION ORIG/TERM | \$0 | A-5,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 3 | | CABLE AND WIRE FACILITIES | \$62,173,582 | A-5,LN 21 | \$0 | \$48,159,074 | \$0 | \$0 | \$0 | \$0 | \$798,001 | \$130,990 | \$4,423,880 | \$0 | \$6,135,338 | \$0 | \$2,526,298 |
| 4 | | TOTAL | \$127,982,697 | | \$0 | \$59,284,266 | \$23,777,923 | \$0 | \$0 | \$1,933,083 | \$798,001 | \$589,590 | \$9,402,763 | \$11,285,318 | \$6,135,338 | \$0 | \$14,776,414 |
| 5 | | % DISTRIBUTION | 100.00% | | 0.00% | 46.32% | 18.58% | 0.00% | 0.00% | 1.51% | 0.62% | 0.46% | 7.35% | 8.82% | 4.79% | 0.00% | 11.55% |
| PLANT NONSPECIFIC EXPENSE | | | | | | | | | | | | | | | | | |
| 6 | 6510 | OTHER PROP PLANT & EQUIP EXPENSE | (\$154) | LN 5 | \$0 | (\$65) | (\$26) | \$0 | \$0 | (\$4) | (\$2) | (\$1) | (\$11) | (\$17) | (\$4) | \$0 | (\$24) |
| 7 | 6530 | NETWORK OPERATIONS EXPENSE | \$2,465,792 | LN 5 | \$0 | \$1,129,436 | \$468,768 | \$0 | \$0 | \$36,093 | \$14,498 | \$11,481 | \$181,368 | \$222,148 | \$115,916 | \$0 | \$286,085 |
| 8 | 6540 | ACCESS / USF EXPENSE | \$989,655 | DIRECT | \$0 | \$989,655 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | 6560 | DEPRECIATION EXPENSE | | | | | | | | | | | | | | | |
| 10 | | GENERAL SUPPORT | \$340,411 | A-3,LN 5 | \$0 | \$155,136 | \$67,640 | \$0 | \$0 | \$5,312 | \$2,330 | \$1,280 | \$24,337 | \$28,587 | \$14,531 | \$242 | \$41,016 |
| 11 | | CENTRAL OFFICE SWITCHING EQUIPMENT | \$366,287 | A-4,LN 47 | \$0 | \$0 | \$360,910 | \$0 | \$0 | \$5,377 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | | OPERATOR SYSTEMS EQUIPMENT | \$0 | A-4,LN 44 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | | CENTRAL OFFICE TRANSMISSION | \$2,945,201 | A-4,LN 48 | \$0 | \$775,938 | \$0 | \$0 | \$0 | \$114,494 | \$0 | \$35,584 | \$344,210 | \$807,200 | \$0 | \$0 | \$867,774 |
| 14 | | UNDISTRIBUTED COE | \$0 | A-4,LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | INFORMATION ORIG/TERM | \$0 | A-5,LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | | CABLE AND WIRE FACILITIES | \$1,912,481 | A-5,LN 22 | \$0 | \$1,467,610 | \$0 | \$0 | \$0 | \$0 | \$18,748 | \$5,215 | \$138,940 | \$0 | \$208,651 | \$0 | \$73,318 |
| 17 | | TOTAL DEP EXP - PLANT IN SERVICE | \$5,564,380 | | \$0 | \$2,398,684 | \$428,550 | \$0 | \$0 | \$125,183 | \$21,078 | \$42,079 | \$507,486 | \$835,787 | \$223,182 | \$242 | \$982,108 |
| 18 | | PROPERTY HELD FOR FUTURE USE | \$0 | A-6,LN 7 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | | TOTAL DEPRECIATION EXPENSE | \$5,564,380 | | \$0 | \$2,398,684 | \$428,550 | \$0 | \$0 | \$125,183 | \$21,078 | \$42,079 | \$507,486 | \$835,787 | \$223,182 | \$242 | \$982,108 |
| 20 | | % DISTRIBUTION | 100.00% | | 0.00% | 43.11% | 7.70% | 0.00% | 0.00% | 2.25% | 0.38% | 0.76% | 9.12% | 15.02% | 4.01% | 0.00% | 17.65% |
| AMORTIZATION EXPENSE | | | | | | | | | | | | | | | | | |
| 21 | 6563 | CAPITAL LEASE | \$0 | A-3,LN 10 + Direc | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | 6563 | LEASEHOLD IMPROVEMNTS | \$0 | A-3,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | 6563 | UNDISTRIBUTED | \$0 | A-3,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | | SUBTOTAL | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | 6564 | INTANGIBLE ASSETS | \$331,722 | A-3,LN 10 | \$0 | \$154,505 | \$61,289 | \$0 | \$0 | \$4,807 | \$2,022 | \$1,519 | \$24,426 | \$28,968 | \$16,211 | \$14 | \$37,960 |
| 26 | 6565 | OTHER - TEL PLANT ADJUSTMENT | \$0 | A-6,LN 28 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | | TOTAL AMORTIZATION EXPENSE | \$331,722 | | \$0 | \$154,505 | \$61,289 | \$0 | \$0 | \$4,807 | \$2,022 | \$1,519 | \$24,426 | \$28,968 | \$16,211 | \$14 | \$37,960 |
| 28 | | % DISTRIBUTION | 100.00% | | 0.00% | 46.58% | 18.48% | 0.00% | 0.00% | 1.45% | 0.61% | 0.46% | 7.36% | 8.73% | 4.89% | 0.00% | 11.44% |
| 29 | | TOTAL PLANT NON SPECIFIC EXPENSE | \$9,351,396 | | \$0 | \$4,672,215 | \$958,581 | \$0 | \$0 | \$166,079 | \$37,596 | \$55,079 | \$713,269 | \$1,086,887 | \$355,304 | \$256 | \$1,306,128 |
| 30 | | % DISTRIBUTION | 100.00% | | 0.00% | 49.96% | 10.25% | 0.00% | 0.00% | 1.78% | 0.40% | 0.59% | 7.63% | 11.62% | 3.80% | 0.00% | 13.97% |
| RENT REVENUES/ OTHER INC/ G+L | | | | | | | | | | | | | | | | | |
| 31 | 5240/7100/7: | GEN SUPPORT ASSETS | \$72,205 | A-3,LN 5 | \$0 | \$26,137 | \$21,098 | \$0 | \$0 | \$856 | \$174 | \$319 | \$6,046 | \$8,189 | \$2,909 | \$27 | \$6,450 |
| 32 | 5240/7100/7: | CENTRAL OFFICE EQUIPMENT | \$153,223 | A-4,LN 43 | \$0 | \$18,989 | \$52,208 | \$0 | \$0 | \$2,762 | \$0 | \$1,303 | \$11,762 | \$35,658 | \$0 | \$0 | \$30,541 |
| 33 | 5240/7100/7: | CABLE & WIRE FACILITIES | \$165,281 | A-5,LN 22 | \$0 | \$127,808 | \$0 | \$0 | \$0 | \$0 | \$2,642 | \$72 | \$8,045 | \$0 | \$12,615 | \$0 | \$14,100 |
| 34 | 5240/7100/7: | UNDISTRIBUTED | \$0 | A-3,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 35 | | TOTAL RENT REVENUE | \$390,709 | | \$0 | \$172,934 | \$73,306 | \$0 | \$0 | \$3,618 | \$2,816 | \$1,693 | \$25,853 | \$43,848 | \$15,523 | \$27 | \$51,091 |

A-11,1of1

CUSTOMER OPERATIONS EXPENSE ALLOCATION

A-11,1of1

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TERMINAL FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL MILEAGE TERM | FACILITY | B&C | WBI | | |
|----|------|---|------------------|--------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|----------------------|------------------------|-----------------------------------|-------------------------|-----------|-----------|----------|-----------|-----------|
| 1 | 6610 | CUSTOMER OPERATIONS EXPENSES | | | | | | | | | | | | | | | | |
| 2 | | MARKETING | \$1,128,585 | A-3, LN 10 | | \$0 | \$514,108 | \$225,838 | \$0 | \$0 | \$18,134 | \$6,430 | \$6,030 | \$82,124 | \$98,628 | \$56,166 | \$47 | \$121,081 |
| 3 | 6621 | TELEPHONE OPERATOR SERVICES | | | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | | - CALL COMPLETION INCL DA | \$176 | SWS-OPERATOR | | \$0 | \$0 | \$0 | \$0 | \$176 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 5 | 6622 | - OPERATOR SERVICES UNDER CONTRACT | \$349 | DIRECT | | \$0 | \$0 | \$0 | \$0 | \$349 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | 6623 | PUBLISHED DIRECTORY LISTINGS | | | | \$0 | \$0 | \$0 | \$0 | | | | | | | | | |
| 7 | 1.0 | ALL OTHER | | | | | | | | | | | | | | | | |
| 8 | | LOCAL BUSINESS OFFICE | | | | | | | | | | | | | | | | |
| 9 | | - END USER SVC ORDER PROCESSING | | | | | | | | | | | | | | | | |
| 10 | | - PRESUBSCRIPTION | \$49,809 | A-3, LN 22 | | \$0 | \$34,461 | \$13,279 | \$0 | \$0 | \$1,219 | \$535 | \$314 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | | - OTHER | \$20,828 | AL-1, LN 12 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$20,828 | \$0 |
| 12 | | - END USER PAYMENT & COLLECTION | \$43,813 | AL-1, LN 13 | | \$0 | \$19,788 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$24,026 | \$0 |
| 13 | | - END USER BILLING INQUIRY | \$11,994 | AL-1, LN 14 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$11,994 | \$0 |
| 14 | | - IX CARRIER SVC ORDER PROCESSING | \$0 | AL-1, LN 15 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | - IX CARRIER PAYMENT & COLLECTION | \$0 | AL-1, LN 16 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | | - IX CARRIER BILLING INQUIRY | \$0 | AL-1, LN 17 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | | - COIN COLLECT AND ADMINISTRATION | \$0 | AL-1, LN 18 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | 2.0 | SUBTOTAL LOCAL BUSINESS OFFICE | \$126,445 | | | \$0 | \$54,249 | \$13,279 | \$0 | \$0 | \$1,219 | \$535 | \$314 | \$0 | \$0 | \$0 | \$56,848 | \$0 |
| 19 | | CUSTOMER SERVICES (REV ACCTG) | | | | | | | | | | | | | | | | |
| 20 | | - MESSAGE PROCESSING | | | | | | | | | | | | | | | | |
| 21 | | - TOLL TICKET PROCESSING | \$5,584 | DIRECT | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$5,584 | \$0 |
| 22 | | - LOCAL MESSAGE PROCESSING | \$0 | DIRECT | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | | - OTHER BILLING & COLLECTION | \$130,020 | DIRECT | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$130,020 | \$0 |
| 24 | | - END USER COMMON LINE | \$22,945 | DIRECT | | \$0 | \$22,945 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | | - CARRIER ACCESS BILLING (CABS) | \$111,378 | A-3, LN 24 | | \$0 | \$0 | \$38,230 | \$0 | \$0 | \$3,003 | \$1,604 | \$931 | \$15,826 | \$17,061 | \$11,368 | \$0 | \$23,355 |
| 26 | | SUBTOTAL CUSTOMER SERVICES | \$269,927 | | | \$0 | \$22,945 | \$38,230 | \$0 | \$0 | \$3,003 | \$1,604 | \$931 | \$15,826 | \$17,061 | \$11,368 | \$135,605 | \$23,355 |
| 27 | | TOTAL CAT 1 AND CAT 2 | \$396,372 | | | \$0 | \$77,193 | \$51,510 | \$0 | \$0 | \$4,222 | \$2,138 | \$1,245 | \$15,826 | \$17,061 | \$11,368 | \$192,453 | \$23,355 |
| 28 | 3.0 | % DISTRIBUTION | 100.00% | | 0.00% | | 19.47% | 13.00% | 0.00% | 0.00% | 1.07% | 0.54% | 0.31% | 3.99% | 4.30% | 2.87% | 48.55% | 5.89% |
| 29 | | ALL OTHER CUSTOMER SERVICE | \$170,736 | /LN 34 | | \$0 | \$33,213 | \$21,183 | \$0 | \$120 | \$1,453 | \$588 | \$613 | \$7,115 | \$8,246 | \$5,127 | \$82,605 | \$10,474 |
| 30 | | TOTAL SERVICES EXPENSE | \$567,633 | | | \$0 | \$110,407 | \$72,693 | \$0 | \$645 | \$5,675 | \$2,726 | \$1,858 | \$22,941 | \$25,307 | \$16,495 | \$275,058 | \$33,828 |
| 31 | | % DISTRIBUTION | 100.00% | | 0.00% | | 19.45% | 12.81% | 0.00% | 0.11% | 1.00% | 0.48% | 0.33% | 4.04% | 4.46% | 2.91% | 48.46% | 5.96% |
| 32 | | TOTAL CUSTOMER OPERATIONS EXPENSE | \$1,696,218 | | | \$0 | \$624,515 | \$298,531 | \$0 | \$645 | \$23,809 | \$9,156 | \$7,888 | \$105,065 | \$123,935 | \$72,661 | \$275,104 | \$154,909 |
| 33 | | % DISTRIBUTION | 100.00% | | 0.00% | | 36.82% | 17.60% | 0.00% | 0.04% | 1.40% | 0.54% | 0.47% | 6.19% | 7.31% | 4.28% | 16.22% | 9.13% |
| 34 | | CUSTOMER OPERATIONS EXCL MARKETING | \$396,897 | | | \$0 | \$77,193 | \$51,510 | \$0 | \$525 | \$4,222 | \$2,138 | \$1,245 | \$15,826 | \$17,061 | \$11,368 | \$192,453 | \$23,355 |
| 35 | | % DISTRIBUTION | 100.00% | | 0.00% | | 19.45% | 12.98% | 0.00% | 0.13% | 1.06% | 0.54% | 0.31% | 3.99% | 4.30% | 2.86% | 48.49% | 5.88% |
| 36 | | SPECIAL APP. % DISTRIBUTION FOR GENERAL PURPOSE COMPUTERS | 100.00% | | 0.00% | | 12.40% | 11.64% | 0.00% | 0.00% | 1.05% | 0.61% | 0.22% | 4.39% | 4.49% | 2.95% | 55.91% | 6.33% |

A-12,1of1

CORPORATE OPERATIONS EXPENSE ALLOCATION

A-12,1of1

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TRANSPORT TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL MILEAGE TERM | FACILITY | B&C | WBI |
|----|------|--|------------------|-------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------------|----------|------------------------|-----------------------------------|-------------------------|-----------|-----------|-------------|
| 1 | | BIG THREE EXPENSES | | | | | | | | | | | | | | | |
| 2 | | PLANT SPECIFIC EXPENSE | \$5,131,963 | A-9, LN 25 | \$0 | \$2,092,605 | \$1,167,257 | \$0 | \$0 | \$97,379 | \$26,321 | \$25,204 | \$366,517 | \$503,271 | \$196,431 | \$900 | \$656,077 |
| 3 | | OTHER PLANT EXPENSE | (\$154) | A-10, LN 7 | \$0 | (\$65) | (\$26) | \$0 | \$0 | (\$4) | (\$2) | (\$1) | (\$11) | (\$17) | (\$4) | \$0 | (\$24) |
| 4 | | NETWORK OPERATIONS EXPENSE | \$2,465,792 | A-10, LN 8 | \$0 | \$1,129,436 | \$468,768 | \$0 | \$0 | \$36,093 | \$14,498 | \$11,481 | \$181,368 | \$222,148 | \$115,916 | \$0 | \$286,085 |
| 5 | | ACCESS CHARGE EXPENSE | \$989,655 | A-10, LN 9 | \$0 | \$989,655 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | | CUSTOMER OPERATIONS EXPENSE | \$1,696,218 | A-11, LN 31 | \$0 | \$624,515 | \$298,531 | \$0 | \$645 | \$23,809 | \$9,156 | \$7,888 | \$105,065 | \$123,935 | \$72,661 | \$275,104 | \$154,909 |
| 7 | | TOTAL BIG THREE EXPENSES | \$10,283,476 | | \$0 | \$4,836,146 | \$1,934,531 | \$0 | \$645 | \$157,277 | \$49,973 | \$44,573 | \$652,939 | \$849,338 | \$385,004 | \$276,004 | \$1,097,047 |
| | | % DISTRIBUTION | 100.00% | | 0.00% | 47.03% | 18.81% | 0.00% | 0.01% | 1.53% | 0.49% | 0.43% | 6.35% | 8.26% | 3.74% | 2.68% | 10.67% |
| 8 | 6710 | CORPORATE OPERATING EXPENSE | | | | | | | | | | | | | | | |
| 9 | 6720 | EXECUTIVE AND PLANNING | \$0 | LN 7 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 10 | | GENERAL AND ADMINISTRATIVE | \$3,703,286 | LN 7 | \$0 | \$1,773,983 | \$665,329 | \$0 | \$206 | \$51,860 | \$17,739 | \$15,369 | \$239,800 | \$306,872 | \$141,494 | \$102,576 | \$388,059 |
| 11 | | TOTAL CORPORATE OPERATIONS | \$3,703,286 | | \$0 | \$1,773,983 | \$665,329 | \$0 | \$206 | \$51,860 | \$17,739 | \$15,369 | \$239,800 | \$306,872 | \$141,494 | \$102,576 | \$388,059 |
| | | % DISTRIBUTION | 100.00% | | 0.00% | 47.90% | 17.97% | 0.00% | 0.01% | 1.40% | 0.48% | 0.42% | 6.48% | 8.29% | 3.82% | 2.77% | 10.48% |
| 12 | | EQUAL ACCESS EXPENSE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | 7500 | INTEREST EXPENSE | | | | | | | | | | | | | | | |
| 14 | | CAPITAL LEASE | \$0 | A-3, LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | CUSTOMER DEPOSITS | \$0 | A-3, LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$0) | \$0 | \$0 | (\$0) | \$0 | \$0 |
| 16 | | OTHER | \$0 | A-3, LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | | TOTAL | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$0) | \$0 | \$0 | (\$0) | \$0 | \$0 |
| 18 | | OTHER INCOME ADJUSTMENTS | | | | | | | | | | | | | | | |
| 19 | | Amort of Excess Deferred Tax & Enviro. Tax | \$0 | A-3, LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | | DEPR ON CAP OVERHEADS + MEALS & ENT. | \$2,712 | A-3, LN 10 | \$0 | \$1,291 | \$538 | \$0 | \$0 | \$42 | \$26 | \$6 | \$231 | \$211 | \$124 | \$0 | \$244 |
| 21 | | TOTAL | \$2,712 | | \$0 | \$1,291 | \$538 | \$0 | \$0 | \$42 | \$26 | \$6 | \$231 | \$211 | \$124 | \$0 | \$244 |
| 22 | | OPERATING TAXES | | | | | | | | | | | | | | | |
| 23 | 7210 | FEDERAL ITC AMORTIZATION | \$0 | A-3, LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | 7210 | STATE ITC AMORTIZATION | \$0 | A-3, LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | 7240 | OTHER OPERATING TAXES | \$533,570 | A-3, LN 10 | \$0 | \$236,570 | \$112,525 | \$0 | \$0 | \$9,383 | \$3,194 | \$2,864 | \$37,772 | \$46,516 | \$25,516 | \$22 | \$59,209 |
| 26 | | TOTAL OPERATING TAXES | \$533,570 | | \$0 | \$236,570 | \$112,525 | \$0 | \$0 | \$9,383 | \$3,194 | \$2,864 | \$37,772 | \$46,516 | \$25,516 | \$22 | \$59,209 |

Merged Group C TYCOS

TYCOS INDEX TO SEPARATIONS FORMS

SCHEDULE

| | | |
|--|-------|--------|
| | | all_36 |
| REVENUE REQUIREMENT/INCOME TAX SUMMARY | S-1 | P_Sum1 |
| NET TELEPHONE PLANT, M&S AND RTB STOCK | S-2 | P_A1 |
| OTHER TELECOMMUNICATIONS PLANT | S-3 | P_A2 |
| CENTRAL OFFICE SWITCHING SEPARATIONS | S-41 | P_A3 |
| CENTRAL OFFICE TRANSMISSION SEPARATIONS | S-42 | P_A41 |
| INFORMATION ORIGINATION/TERMINATION SEPARATIONS | S-5 | P_A42 |
| CABLE AND WIRE FACILITIES SEPARATIONS | S-5 | P_A42 |
| OTHER TELEPHONE PLANT/DEFERRED CHARGES SEPARATIONS | S-6 | P_A5 |
| ACCUMULATED DEPRECIATION/MORTIZATION SEPARATIONS | S-7 | P_A6 |
| SUMMARY OF OPERATING EXPENSE AND TAX | S-8 | P_A7 |
| PLANT SPECIFIC OPERATIONS EXPENSE SEPARATIONS | S-9 | P_A8 |
| PLANT NONSPECIFIC OPERATIONS EXPENSE SEPARATIONS | S-10 | P_A9 |
| CUSTOMER OPERATIONS EXPENSE SEPARATIONS | S-11 | P_A10 |
| OTHER EXPENSE AND TAX SEPARATIONS | S-12 | P_A11 |
| DEVELOPMENT OF KEY ALLOCATION RATIOS | AL-1 | P_A12 |
| CASH WORKING CAPITAL WORKSHEET | CWC-1 | P_A11 |
| TARRP FACTORS (INVESTMENT) | T-1 | P_T1 |
| TARRP FACTORS (EXPENSES) | T-2 | P_T2 |
| REVENUE MONITORING SUMMARY | R-1 | P_R1 |

Merged Group C TYCOS

S-1,lofl REVENUE REQUIREMENT SUMMARY

S-1,lofl

| LN | DESCRIPTION | TOTAL OPERATING | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE |
|----|--|--------------------|---------------------|----------------------------|--------------|----------------|---------------|----------------------------|---------------|----------------|---------------|---------------|---------------|---------------|
| | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | |
| | REVENUE REQUIREMENT SUMMARY | | | | | | | | | | | | | |
| 1 | NET INVESTMENT FOR SETTLEMENTS | \$62,435,519 | S-2,LN 35 | \$0 | \$12,912,203 | \$0 | \$10,185,220 | \$8,173,823 | \$1,482,842 | \$2,907,603 | \$18,696 | \$0 | \$0 | \$26,755,132 |
| 2 | RATE OF RETURN | 11.00% | | 11.00% | | 11.00% | 11.00% | 11.00% | 11.00% | 11.00% | 11.00% | 11.00% | 11.00% | 11.00% |
| 3 | RETURN ON INVESTMENT | \$6,867,907 | LN1*LN 2 | \$0 | \$1,420,342 | \$0 | \$1,120,374 | \$899,120 | \$163,113 | \$319,836 | \$2,057 | \$0 | \$0 | \$2,943,065 |
| 4 | ALLOWANCE FOR FUNDS USED DURING CONSTR | \$0 | S-8,LN 31&32 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 5 | NET RETURN FOR SETTLEMENTS | \$6,867,907 | LN3-LN4 | \$0 | \$1,420,342 | \$0 | \$1,120,374 | \$899,120 | \$163,113 | \$319,836 | \$2,057 | \$0 | \$0 | \$2,943,065 |
| 6 | FEDERAL OPERATING INCOME TAX | \$3,694,383 | LN 28 | \$0 | \$764,075 | \$0 | \$602,544 | \$483,740 | \$87,580 | \$172,086 | \$1,104 | \$0 | \$0 | \$1,583,252 |
| 7 | LESS: FEDERAL ITC AMORTIZATION | \$0 | S-12,LN 29 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | NET FEDERAL INCOME TAX | \$3,694,383 | LN 6-LN 7 | \$0 | \$764,075 | \$0 | \$602,544 | \$483,740 | \$87,580 | \$172,086 | \$1,104 | \$0 | \$0 | \$1,583,252 |
| 9 | STATE AND LOCAL INCOME TAX | \$1,058,369 | LN 33 | \$0 | \$215,773 | \$0 | \$175,416 | \$137,437 | \$26,391 | \$49,809 | \$230 | \$0 | \$0 | \$453,313 |
| 10 | LESS: STATE ITC AMORTIZATION | \$0 | S-12,LN 30 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | NET STATE INCOME TAX | \$1,058,369 | LN 9-LN 10 | \$0 | \$215,773 | \$0 | \$175,416 | \$137,437 | \$26,391 | \$49,809 | \$230 | \$0 | \$0 | \$453,313 |
| 13 | OPERATING EXPENSE AND TAX | \$51,831,817 | S-8,LN 20 | \$0 | \$13,337,315 | \$0 | \$6,316,302 | \$7,314,803 | \$1,780,728 | \$1,567,735 | \$31,380 | \$0 | \$0 | \$21,483,554 |
| 14 | OTHER ALLOWABLE EXPENSES | \$0 | S-8,LN 22+23 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | UNCOLLECTIBLES | \$0 | S-8,LN 30 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | BASIS FOR GROSS RECEIPTS TAX | \$63,452,476 | 5+8+11thru15 | \$0 | \$15,737,506 | \$0 | \$8,214,637 | \$8,835,100 | \$2,057,813 | \$2,109,466 | \$34,770 | \$0 | \$0 | \$26,463,184 |
| 17 | GROSS RECEIPTS/PSC TAX RATE (GROSS UP) | | | | | | | | | | | | | |
| 18 | GROSS RECEIPTS/PSC TAX | \$243,690 | LN 16*LN 17 | \$0 | \$0 | \$0 | \$0 | \$86,748 | \$3,603 | \$23,782 | \$59 | \$0 | \$0 | \$129,499 |
| 19 | TOTAL REVENUE REQUIREMENT | \$63,696,166 | | \$0 | \$15,737,506 | \$0 | \$8,214,637 | \$8,921,847 | \$2,061,416 | \$2,133,248 | \$34,829 | \$0 | \$0 | \$26,592,683 |

NOTE A: INCLUDES NET TEL PLANT FROM SCH S-2,LN 33 LESS A/C's 2004 ,2006 ,2007 AND 1402 OTHER THAN RTB STOCK.

| | | | | | | | | | | | | | | |
|-------|--|--------------|-------------------|-------|-------------|-------|-------------|-------------|-----------|-----------|---------|-------|-------|-------------|
| * * * | * * * | * * * | * * * | * * * | * * * | * * * | * * * | * * * | * * * | * * * | * * * | * * * | * * * | * * * |
| | OPTIONAL GROSS UP INCOME TAX CALCULATION | | | | | | | | | | | | | |
| 20 | RETURN ON INVESTMENT | \$6,867,907 | LN 3 | \$0 | \$1,420,342 | \$0 | \$1,120,374 | \$899,120 | \$163,113 | \$319,836 | \$2,057 | \$0 | \$0 | \$2,943,065 |
| 21 | INTEREST AND RELATED ITEMS EXCL NON-OPER | \$0 | S-12,LN 16+18 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | OTHER INCOME ADJUSTMENTS | \$6,911 | S-12,LN 25+26 | \$0 | \$1,345 | \$0 | \$1,363 | \$747 | \$463 | \$248 | \$5 | \$0 | \$0 | \$2,739 |
| 23 | TOTAL INCOME ADJUSTMENTS | \$6,911 | LN 21+22 | \$0 | \$1,345 | \$0 | \$1,363 | \$747 | \$463 | \$248 | \$5 | \$0 | \$0 | \$2,739 |
| 24 | FEDERAL ITC AMORTIZATION | \$0 | S-12,LN 29 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | FEDERAL TAXABLE INCOME | \$6,860,996 | | \$0 | \$1,418,997 | \$0 | \$1,119,011 | \$898,373 | \$162,649 | \$319,589 | \$2,051 | \$0 | \$0 | \$2,940,326 |
| 26 | FEDERAL INCOME TAX | \$3,694,383 | LN 25*FIT | \$0 | \$764,075 | \$0 | \$602,544 | \$483,740 | \$87,580 | \$172,086 | \$1,104 | \$0 | \$0 | \$1,583,252 |
| 27 | FEDERAL SURTAX ALLOCATION - OPERATING | \$0 | /S-2,LN 36 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | NET FEDERAL INCOME TAX BEFORE ITC | \$3,694,383 | LN26-LN27 | \$0 | \$764,075 | \$0 | \$602,544 | \$483,740 | \$87,580 | \$172,086 | \$1,104 | \$0 | \$0 | \$1,583,252 |
| 29 | STATE ITC AMORTIZATION | \$0 | S-12,LN 30 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | STATE TAXABLE INCOME | \$10,078,918 | LN25+LN28-S-12,LN | \$0 | \$2,095,232 | \$0 | \$1,615,071 | \$1,340,174 | \$226,243 | \$486,369 | \$3,151 | \$0 | \$0 | \$4,312,677 |
| 31 | STATE INCOME TAX | \$1,058,369 | LN 30*FIT | \$0 | \$215,773 | \$0 | \$175,416 | \$137,437 | \$26,391 | \$49,809 | \$230 | \$0 | \$0 | \$453,313 |
| 32 | STATE SURTAX EXEMPTION | \$0 | /S-2,LN 36 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 33 | NET STATE INCOME TAX BEFORE ITC | \$1,058,369 | | \$0 | \$215,773 | \$0 | \$175,416 | \$137,437 | \$26,391 | \$49,809 | \$230 | \$0 | \$0 | \$453,313 |

S-2.1of1

SUMMARY OF NET TELEPHONE PLANT, M&S AND WORKING CAPITAL

S-2.1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|----|---|------|-----|------------------|---------------------|---|--------------|-----------------------------|--------------|---|--------------|-----------------------------|-----------|-------|-------|---------------|-------|
| | NET INVESTMENT SUMMARY | | | | | | | | | | | | | | | | |
| 1 | GENERAL SUPPORT FACILITIES | 2110 | | \$21,966,853 | S-3.LN 10 | \$0 | \$5,389,442 | \$0 | \$2,671,397 | \$3,229,869 | \$768,861 | \$732,457 | \$10,637 | \$0 | \$0 | \$9,164,190 | \$0 |
| 2 | CENTRAL OFFICE SWITCHING EQUIPMENT | 2210 | | \$32,221,128 | S-4.LN 52 | \$0 | \$18,401,701 | \$0 | \$0 | \$4,839,684 | \$2,927,696 | \$0 | \$0 | \$0 | \$0 | \$6,052,046 | \$0 |
| 3 | OPERATOR SYSTEMS EQUIPMENT | 2220 | | \$0 | S-4.LN 41 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | CENTRAL OFFICE TRANSMISSION EQUIPMENT | 2230 | | \$92,238,170 | S-4.LN 78 | \$0 | \$13,489,039 | \$0 | \$29,063,399 | \$9,291,019 | \$2,437,704 | \$6,426,921 | \$52,057 | \$0 | \$0 | \$31,478,030 | \$0 |
| 5 | INFORMATION ORIG/TERM EQUIPMENT | 2310 | | \$0 | S-5.LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | CABLE AND WIRE FACILITIES | 2410 | | \$212,197,448 | S-5.LN 42 | \$0 | \$48,408,711 | \$0 | \$11,756,407 | \$32,863,092 | \$8,657,820 | \$3,692,175 | \$96,623 | \$0 | \$0 | \$106,722,619 | \$0 |
| 7 | TANGIBLE ASSETS | 2680 | | \$0 | S-3.LN 29 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | INTANGIBLE ASSETS | 2690 | | \$2,826,218 | S-3.LN 36 | \$0 | \$668,510 | \$0 | \$342,840 | \$396,234 | \$115,258 | \$90,866 | \$1,201 | \$0 | \$0 | \$1,211,309 | \$0 |
| 9 | TOTAL PLANT IN SERVICE A/C 2001 | | | \$361,449,816 | | \$0 | \$86,357,403 | \$0 | \$43,834,043 | \$50,619,898 | \$14,907,339 | \$10,942,419 | \$160,519 | \$0 | \$0 | \$154,628,194 | \$0 |
| 10 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.89% | 0.00% | 12.13% | 14.00% | 4.12% | 3.03% | 0.04% | 0.00% | 0.00% | 42.78% | 0.00% |
| 11 | PROPERTY HELD FOR FUTURE USE | 2002 | | \$0 | S-6.LN 9 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | PLANT UNDER CONSTR - SHORT TERM | 2003 | | \$4,682,325 | S-6.LN 15 | \$0 | \$1,037,924 | \$0 | \$743,898 | \$627,460 | \$156,256 | \$125,296 | \$404 | \$0 | \$0 | \$1,991,087 | \$0 |
| 13 | PLANT UNDER CONSTR - LONG TERM | 2004 | | \$0 | S-6.LN 21 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | TELEPHONE PLANT ADJUSTMENT | 2005 | | \$2,311,939 | S-6.LN 27 | \$0 | \$527,617 | \$0 | \$424,704 | \$308,669 | \$93,179 | \$19,791 | \$0 | \$0 | \$0 | \$937,979 | \$0 |
| 15 | NONOPERATING PLANT | 2006 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | GOODWILL | 2007 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | TOTAL PROPERTY, PLANT & EQUIPMENT | | | \$368,444,080 | | \$0 | \$87,922,944 | \$0 | \$45,002,645 | \$51,556,027 | \$15,156,774 | \$11,087,506 | \$160,923 | \$0 | \$0 | \$157,557,260 | \$0 |
| 18 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.86% | 0.00% | 12.21% | 13.99% | 4.11% | 3.01% | 0.04% | 0.00% | 0.00% | 42.76% | 0.00% |
| 19 | ACCUM DEPRECIATION - PLANT IN SERVICE | 3100 | | \$298,047,151 | S-7.LN 18 | \$0 | \$73,068,030 | \$0 | \$33,723,588 | \$42,232,975 | \$13,608,776 | \$7,929,628 | \$142,311 | \$0 | \$0 | \$127,341,843 | \$0 |
| 20 | ACCUM DEPRECIATION - FUTURE USE | 3200 | | \$0 | S-7.LN 19 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | ACCUM AMORTIZATION - TANGIBLE PROPERTY | 3400 | | \$0 | S-7.LN 23 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | ACCUM AMORTIZATION - INTANGIBLE PROPERTY | 3500 | | \$0 | S-7.LN 24 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | ACCUM AMORTIZATION - TEL PLANT ADJUSTMENT | 3600 | | \$525,724 | S-7.LN 25 | \$0 | \$157,225 | \$0 | \$74,049 | \$75,164 | \$574 | \$6,543 | \$0 | \$0 | \$0 | \$212,169 | \$0 |
| 24 | OPERATING DEFERRED INCOME TAX - NET | VAR | | \$10,397,075 | S-7.LN 32 | \$0 | \$2,531,538 | \$0 | \$1,247,588 | \$1,528,113 | \$152,521 | \$311,767 | \$1,551 | \$0 | \$0 | \$4,623,996 | \$0 |
| 25 | CUST. DEP., OTHER DEF CRS-NET & L-T LIAB. | | | \$117,301 | S-7.LN 38 | \$0 | \$28,850 | \$0 | \$13,432 | \$26,439 | \$4,448 | \$3,683 | \$191 | \$0 | \$0 | \$40,258 | \$0 |
| 26 | NET TELEPHONE PLANT | | | \$59,356,829 | | \$0 | \$12,137,301 | \$0 | \$9,943,988 | \$7,693,336 | \$1,390,455 | \$2,835,886 | \$16,869 | \$0 | \$0 | \$25,338,994 | \$0 |
| 27 | % DISTRIBUTION | | | 100.00% | | 0.00% | 20.45% | 0.00% | 16.75% | 12.96% | 2.34% | 4.78% | 0.03% | 0.00% | 0.00% | 42.69% | 0.00% |
| 28 | MATERIALS AND SUPPLIES | 1220 | | \$1,539,332 | S-6.LN 31 | \$0 | \$350,896 | \$0 | \$80,554 | \$248,246 | \$32,071 | \$34,580 | \$524 | \$0 | \$0 | \$792,461 | \$0 |
| 29 | INVESTMENT IN NONAFFILIATED CO'S | 1402 | | \$0 | S-6.LN 33 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | OTHER NONCURRENT ASSETS | 1410 | | \$0 | S-6.LN 34 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | DEFERRED MAINTENANCE & RETIREMENTS | 1438 | | \$0 | S-6.LN 35 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | EQUAL ACCESS EQUIPMENT | 1439 | | \$0 | S-6.LN 36 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 33 | OTHER JURISDICTIONAL ASSETS | 1500 | | \$0 | S-6.LN 37 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | CASH WORKING CAPITAL | 0X | | \$1,539,358 | | \$0 | \$424,006 | \$0 | \$160,679 | \$232,240 | \$60,316 | \$37,138 | \$1,303 | \$0 | \$0 | \$623,677 | \$0 |
| 35 | NET TEL PLANT, M&S AND CASH WORKING CAPITAL | | | \$62,435,519 | | \$0 | \$12,912,203 | \$0 | \$10,185,220 | \$8,173,823 | \$1,482,842 | \$2,907,603 | \$18,696 | \$0 | \$0 | \$26,755,132 | \$0 |
| 36 | % DISTRIBUTION | | | 100.00% | | 0.00% | 20.68% | 0.00% | 16.31% | 13.09% | 2.37% | 4.66% | 0.03% | 0.00% | 0.00% | 42.85% | 0.00% |

S-3.1of1

OTHER TELECOMMUNICATIONS PLANT

S-3.1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|----|--------------------------------------|-----|------|------------------|---------------------|---|--------------|-----------------------------|--------------|---|--------------|-----------------------------|-----------|-------|-------|---------------|-------|
| | BASIS FOR GENERAL SUPPORT FACILITIES | | | | | | | | | | | | | | | | |
| 1 | - CLASS A SEPARATIONS | | | | | | | | | | | | | | | | |
| 2 | BIG THREE EXPENSES | | | \$22,391,750 | | \$0 | \$5,727,605 | \$0 | \$2,330,498 | \$3,500,017 | \$768,753 | \$642,333 | \$16,446 | \$0 | \$0 | \$9,406,098 | \$0 |
| 3 | % DISTRIBUTION | | | 100.00% | | 0.00% | 25.58% | 0.00% | 10.41% | 15.63% | 3.43% | 2.87% | 0.07% | 0.00% | 0.00% | 42.01% | 0.00% |
| 4 | - CLASS B SEPARATIONS | | | | | | | | | | | | | | | | |
| 5 | COE, IOT AND C&WF | | | \$336,656,745 | | \$0 | \$80,299,451 | \$0 | \$40,819,806 | \$46,993,795 | \$14,023,220 | \$10,119,096 | \$148,681 | \$0 | \$0 | \$144,252,695 | \$0 |
| 6 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.85% | 0.00% | 12.13% | 13.96% | 4.17% | 3.01% | 0.04% | 0.00% | 0.00% | 42.85% | 0.00% |
| | LAND AND SUPPORT ASSETS | | 2110 | | | | | | | | | | | | | | |
| 7 | CLASS A COMPANIES | | | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | CLASS B COMPANIES (GSF-GPC) | | | \$21,358,878 | LN 6+DIRECT | \$0 | \$5,241,793 | \$0 | \$2,596,660 | \$3,151,239 | \$743,360 | \$714,622 | \$10,255 | \$0 | \$0 | \$8,900,948 | \$0 |
| 9 | GENERAL PURPOSE COMPUTERS | | | \$607,975 | LN 6+DIRECT | \$0 | \$147,649 | \$0 | \$74,737 | \$78,630 | \$25,501 | \$17,835 | \$382 | \$0 | \$0 | \$263,242 | \$0 |
| 10 | TOTAL LAND AND SUPPORT ASSETS | | | \$21,966,853 | | \$0 | \$5,389,442 | \$0 | \$2,671,397 | \$3,229,869 | \$768,861 | \$732,457 | \$10,637 | \$0 | \$0 | \$9,164,190 | \$0 |
| 11 | % DISTRIBUTION | | | 100.00% | | 0.00% | 24.53% | 0.00% | 12.16% | 14.70% | 3.50% | 3.33% | 0.05% | 0.00% | 0.00% | 41.72% | 0.00% |
| 12 | GEN SUPPORT ASSETS, COE, INFORMATION | | | | | | | | | | | | | | | | |
| 13 | ORIG/TERM, AND C&WF | | | \$358,623,598 | | \$0 | \$85,688,893 | \$0 | \$43,491,203 | \$50,223,664 | \$14,792,081 | \$10,851,553 | \$159,318 | \$0 | \$0 | \$153,416,885 | \$0 |
| 14 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.89% | 0.00% | 12.13% | 14.00% | 4.12% | 3.03% | 0.04% | 0.00% | 0.00% | 42.78% | 0.00% |
| | TANGIBLE ASSETS | | | | | | | | | | | | | | | | |
| 15 | CAPITAL LEASES | | 2681 | | | | | | | | | | | | | | |
| 16 | GENERAL SUPPORT | | | \$0 | LN 11+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | CENTRAL OFFICE EQUIP (DSL) | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | INFORMATION ORIG/TERM | | | \$0 | S-5.LN 18 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | CABLE AND WIRE FACILITIES | | | \$0 | S-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | UNDISTRIBUTED | | | \$0 | LN 14+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | SUBTOTAL CAPITAL LEASES | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | LEASEHOLD IMPROVEMENTS | | 2682 | | | | | | | | | | | | | | |
| 23 | GENERAL SUPPORT | | | \$0 | LN 11+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | CENTRAL OFFICE EQUIP | | | \$0 | S-4.LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | INFORMATION ORIG/TERM | | | \$0 | S-5.LN 18 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | CABLE AND WIRE FACILITIES | | | \$0 | S-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | UNDISTRIBUTED | | | \$0 | LN 14+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | SUBTOTAL LEASEHOLD IMPROVEMENTS | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 29 | TOTAL TANGIBLE ASSETS | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | % DISTRIBUTION | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 31 | GEN SUPPORT ASSETS, COE, INFORMATION | | | | | | | | | | | | | | | | |
| 32 | ORIG/TERM, CWF AND TANGIBLE ASSETS | | | \$358,623,598 | | \$0 | \$85,688,893 | \$0 | \$43,491,203 | \$50,223,664 | \$14,792,081 | \$10,851,553 | \$159,318 | \$0 | \$0 | \$153,416,885 | \$0 |
| 33 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.89% | 0.00% | 12.13% | 14.00% | 4.12% | 3.03% | 0.04% | 0.00% | 0.00% | 42.78% | 0.00% |
| | INTANGIBLE ASSETS | | 2690 | | | | | | | | | | | | | | |
| 34 | ALLOCATED | | | \$2,826,218 | LN 33 | \$0 | \$668,510 | \$0 | \$342,840 | \$396,234 | \$115,258 | \$90,866 | \$1,201 | \$0 | \$0 | \$1,211,309 | \$0 |
| 35 | DIRECT ASSIGNMENT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | TOTAL INTANGIBLES | | | \$2,826,218 | | \$0 | \$668,510 | \$0 | \$342,840 | \$396,234 | \$115,258 | \$90,866 | \$1,201 | \$0 | \$0 | \$1,211,309 | \$0 |
| 37 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.65% | 0.00% | 12.13% | 14.02% | 4.08% | 3.22% | 0.04% | 0.00% | 0.00% | 42.86% | 0.00% |

S-4.1of2

CENTRAL OFFICE EQUIPMENT SEPARATIONS

S-4.1of2

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA INTERLATA | SPECIAL ACCESS INTRALATA INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA INTERLATA | SPECIAL ACCESS INTRALATA INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|---------------------------|------------------------------------|------|-----|------------------|---------------------|---|---------------------------------------|---|---------------------------------------|--------|-------|----------|--------|
| SEPARATION FACTORS | | | | | | | | | | | | | |
| 1 | STANDARD WORK SECONDS | | | | | | | | | | | | |
| 2 | - COMBINED TOLL AND LOCAL BOARDS | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 3 | - SEPARATE TOLL BOARDS | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 4 | - DSA BOARDS | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 5 | - DSB BOARDS | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 6 | - DIRECTORY ASSISTANCE BOARDS | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 7 | - TSPS COMPLEX | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 8 | SERVICE OBSERVING TOLL MOU'S | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 9 | PROCESSOR REAL TIME - RTA | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 10 | PROCESSOR REAL TIME - TSPS COMPLEX | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 11 | REL MOU'S - TANDEM SWITCHING | | | 100.00% | | 0.00% | 45.47% | 0.00% | 0.00% | 30.82% | 3.65% | 0.00% | 20.06% |
| 12 | REL MOU'S - OTHER | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 13 | DIAL EQUIPMENT MOU'S (DEM) | | | 100.00% | | 0.00% | 61.07% | 0.00% | 0.00% | 11.49% | 7.54% | 0.00% | 19.91% |
| 14 | REL MOU'S - EXCHANGE TRUNK | | | 100.00% | | 0.00% | 35.86% | 0.00% | 0.00% | 30.37% | 0.00% | 0.00% | 33.78% |
| 15 | HOST/REMOTE MOU MILES | | | 100.00% | | 0.00% | 22.48% | 0.00% | 0.00% | 16.97% | 2.77% | 0.00% | 57.78% |
| 16 | EQUIPMENT FURNISHED OTHERS FACTOR | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| COE BOOK COST | | | | | | | | | | | | | |
| 17 | OPERATOR SYSTEMS EQUIPMENT | | | | | | | | | | | | |
| 18 | MANUAL SWITCHBOARDS | 2220 | 1.1 | | | | | | | | | | |
| 19 | COMBINED TOLL AND LOCAL | | | \$0 | LN 2 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | SEPARATE TOLL SWBD | | | \$0 | LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | SEPARATE DSA BOARDS | | | \$0 | LN 4 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | SEPARATE DSB BOARDS | | | \$0 | LN 5 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | DIRECT ASSIGNMENT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | SUBTOTAL MANUAL BOARDS | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| AUXILIARY SWITCHBOARDS | | | | | | | | | | | | | |
| 26 | DIRECTORY ASSISTANCE | 2220 | 1.2 | | | | | | | | | | |
| 27 | INTERCEPT | | | \$0 | LN 6+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | TOLL RATE AND ROUTE | | | \$0 | SLU | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 29 | SUBTOTAL AUXILIARY BOARDS | | | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| SERVICE OBSERVING | | | | | | | | | | | | | |
| 31 | TOLL | 2220 | 1.3 | | | | | | | | | | |
| 32 | EXCHANGE | | | \$0 | LN 8 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 33 | DIRECT ASSIGNMENT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | SUBTOTAL SERVICE OBSERVING | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 35 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| TRAFFIC SERVICE POSITIONS | | | | | | | | | | | | | |
| 36 | OPERATOR | 2220 | 1.4 | | | | | | | | | | |
| 37 | REMOTE TRUNK ARRANGEMENT | | | \$0 | LN 7+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 38 | OTHER | | | \$0 | LN 9+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 39 | SUBTOTAL TSPS | | | \$0 | LN 10+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 40 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 41 | TOTAL OPERATOR SYSTEMS EQUIPMENT | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 42 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

S-4,2of2

CENTRAL OFFICE EQUIPMENT SEPARATIONS

S-4,2of2

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE | OTHER |
|----|--------------------------------|-----|----------|------------------|---------------------|----------------------------|--------------|----------------|--------------|----------------------------|-------------|----------------|-----------|-------|-------|--------------|-------|
| | | | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | | |
| | TANDEM SWITCHING EQUIPMENT | | 2210 2.0 | | | | | | | | | | | | | | |
| 43 | ACCESS | | 2.1 | \$136,664 | LN 11+DIRECT | \$0 | \$64,314 | \$0 | \$0 | \$55,833 | \$0 | \$0 | \$0 | \$0 | \$0 | \$16,517 | \$0 |
| 44 | NON ACCESS | | 2.2 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 45 | OTHER | | 2.3 | \$0 | LN 12+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 46 | SUBTOTAL TANDEM SWITCHING | | | \$136,664 | | \$0 | \$64,314 | \$0 | \$0 | \$55,833 | \$0 | \$0 | \$0 | \$0 | \$0 | \$16,517 | \$0 |
| 47 | % DISTRIBUTION | | | \$1 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | LOCAL SWITCHING EQUIPMENT | | 2210 3.0 | | | | | | | | | | | | | | |
| 48 | ACCESS | | 3.1 | \$32,084,465 | LN 13 | \$0 | \$18,337,387 | \$0 | \$0 | \$4,783,852 | \$2,927,696 | \$0 | \$0 | \$0 | \$0 | \$6,035,529 | \$0 |
| 49 | EQUAL ACCESS | | 3.2 | \$0 | S-6, LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 50 | SUBTOTAL LOCAL SWITCHING | | | \$32,084,465 | | \$0 | \$18,337,387 | \$0 | \$0 | \$4,783,852 | \$2,927,696 | \$0 | \$0 | \$0 | \$0 | \$6,035,529 | \$0 |
| 51 | % DISTRIBUTION | | | 100.00% | | 0.00% | 57.15% | 0.00% | 0.00% | 14.91% | 9.12% | 0.00% | 0.00% | 0.00% | 0.00% | 18.81% | 0.00% |
| 52 | TOTAL SWITCHING EQUIPMENT | | | \$32,221,128 | | \$0 | \$18,401,701 | \$0 | \$0 | \$4,839,684 | \$2,927,696 | \$0 | \$0 | \$0 | \$0 | \$6,052,046 | \$0 |
| 53 | % DISTRIBUTION | | | 100.00% | | 0.00% | 57.11% | 0.00% | 0.00% | 15.02% | 9.09% | 0.00% | 0.00% | 0.00% | 0.00% | 18.78% | 0.00% |
| | CENTRAL OFFICE TRANSMISSION | | 2230 4.0 | | | | | | | | | | | | | | |
| 54 | EXCHANGE CIRCUIT | | 4.1 | | | | | | | | | | | | | | |
| 55 | 4.11 - EXCH-WB = DS1 > | | 4.11 | \$10,621,881 | AL-1, LN12 | \$0 | \$88,649 | \$0 | \$4,693,723 | \$74,555 | \$6,042 | \$1,825,842 | \$0 | \$0 | \$0 | \$3,933,070 | \$0 |
| 56 | EXCH TRUNK - EAS | | 4.121 | \$1,063,768 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$1,063,768 | \$0 |
| 57 | 4.11D - DSL EQUIP | | 4.11 DSL | \$13,046,578 | DIRECT | \$0 | \$0 | \$0 | \$13,046,578 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 58 | EXCH TRUNK - BASIC | | 4.123 | \$41,458 | LN 14+DIRECT | \$0 | \$14,877 | \$0 | \$0 | \$12,755 | \$0 | \$0 | \$0 | \$0 | \$0 | \$13,826 | \$0 |
| 59 | EXCH TRUNK - SPECIAL | | 4.124 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 60 | SUBSCRIBER LINE - BASIC | | 4.131 | \$47,116,438 | AL-1, LN 2 | \$0 | \$11,693,804 | \$0 | \$65,497 | \$8,151,555 | \$2,153,001 | \$184,488 | \$25,208 | \$0 | \$0 | \$24,842,885 | \$0 |
| 61 | 4.122PL - EXCH-PL = DSO | | 4.122 PL | \$1,879,833 | DIRECT | \$0 | \$0 | \$0 | \$236,684 | \$0 | \$0 | \$1,093,377 | \$0 | \$0 | \$0 | \$549,772 | \$0 |
| 62 | SUBTOTAL EXCHANGE CIRCUIT | | | \$73,769,956 | | \$0 | \$11,797,331 | \$0 | \$18,042,482 | \$8,238,864 | \$2,159,044 | \$3,103,706 | \$25,208 | \$0 | \$0 | \$30,403,322 | \$0 |
| 63 | % DISTRIBUTION | | | 100.00% | | 0.00% | 15.99% | 0.00% | 24.46% | 11.17% | 2.93% | 4.21% | 0.03% | 0.00% | 0.00% | 41.21% | 0.00% |
| 64 | INTEREXCHANGE CIRCUIT | | 4.IPCP | \$588,939 | DIRECT | \$0 | \$0 | \$0 | \$588,939 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 65 | FURNISHED OTHERS - INTERSTATE | | 4.21 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 66 | 4.22 - IXC WB = DS1 > | | 4.22 | \$13,607,073 | AL-1, LN14 | \$0 | \$0 | \$0 | \$10,388,474 | \$0 | \$0 | \$3,218,599 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 67 | TOLL - BASIC | | 4.231 | \$2,631,256 | AL-1, LN6 | \$0 | \$1,310,904 | \$0 | \$43,504 | \$633,796 | \$256,922 | \$104,616 | \$26,849 | \$0 | \$0 | \$254,663 | \$0 |
| 68 | 4.231PL - IXC PL = DSO | | 4.231 PL | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 69 | NON ACCESS | | 4.24 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 70 | SUBTOTAL INTEREXCHANGE CIRCUIT | | | \$16,238,328 | | \$0 | \$1,310,904 | \$0 | \$10,431,978 | \$633,796 | \$256,922 | \$3,323,215 | \$26,849 | \$0 | \$0 | \$254,663 | \$0 |
| 71 | % DISTRIBUTION | | | 100.00% | | 0.00% | 8.07% | 0.00% | 64.24% | 3.90% | 1.58% | 20.47% | 0.17% | 0.00% | 0.00% | 1.57% | 0.00% |
| 72 | HOST/REMOTE CIRCUIT | | 4.3 | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 73 | EXCLUDING WATS | | 4.31 | \$1,640,947 | LN 15+DIRECT | \$0 | \$380,804 | \$0 | \$0 | \$418,359 | \$21,738 | \$0 | \$0 | \$0 | \$0 | \$820,046 | \$0 |
| 74 | CLOSED END WATS | | 4.32 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 75 | SUBTOTAL HOST/REMOTE CIRCUIT | | | \$1,640,947 | | \$0 | \$380,804 | \$0 | \$0 | \$418,359 | \$21,738 | \$0 | \$0 | \$0 | \$0 | \$820,046 | \$0 |
| 76 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.21% | 0.00% | 0.00% | 25.49% | 1.32% | 0.00% | 0.00% | 0.00% | 0.00% | 49.97% | 0.00% |
| 77 | EQUIPMENT RENTED OTHERS | | | \$0 | LN 16+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 78 | TOTAL TRANSMISSION EQUIPMENT | | | \$92,238,170 | | \$0 | \$13,489,039 | \$0 | \$29,063,399 | \$9,291,019 | \$2,437,704 | \$6,426,921 | \$52,057 | \$0 | \$0 | \$31,478,030 | \$0 |
| 79 | % DISTRIBUTION | | | 100.00% | | 0.00% | 14.62% | 0.00% | 31.51% | 10.07% | 2.64% | 6.97% | 0.06% | 0.00% | 0.00% | 34.13% | 0.00% |
| 80 | TOTAL CENTRAL OFFICE EQUIPMENT | | | \$124,459,298 | | \$0 | \$31,890,740 | \$0 | \$29,063,399 | \$14,130,703 | \$5,365,401 | \$6,426,921 | \$52,057 | \$0 | \$0 | \$37,530,076 | \$0 |
| 81 | % DISTRIBUTION | | | 100.00% | | 0.00% | 25.62% | 0.00% | 23.35% | 11.35% | 4.31% | 5.16% | 0.04% | 0.00% | 0.00% | 30.15% | 0.00% |

S-5.1of1

INFORMATION ORIG/TERM AND C&WF SEPARATIONS

S-5.1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|-----|-------------------------------------|-----|-----|------------------|---------------------|---|--------------|-----------------------------|--------------|---|-------------|-----------------------------|-----------|-------|-------|---------------|-------|
| 1 | SUBSCRIBER PLANT FACTOR (SPF) | | | 100.00% | INPUT | 0.00% | 25.00% | 0.00% | 0.00% | 16.74% | 5.93% | 0.00% | 0.00% | 0.00% | 0.00% | 52.33% | 0.00% |
| 2 | RELATIVE MOU'S - COINLESS PAY TEL | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 3 | EQUIVALENT LOOPS - CWF | | | 100.00% | AL-1, LN 4 | 0.00% | 24.78% | 0.00% | 0.19% | 16.60% | 5.86% | 0.44% | 0.09% | 0.00% | 0.00% | 52.03% | 0.00% |
| 4 | EQUIVALENT CHANNELS - WIDEBAND | | | 100.00% | AL-1, LN 12 | 0.00% | 0.68% | 0.00% | 55.43% | 0.52% | 0.05% | 13.72% | 0.00% | 0.00% | 0.00% | 29.60% | 0.00% |
| 5 | EQUIVALENT CHANNELS - IX WIDEBAND | | | 100.00% | AL-1, LN 14 | 0.00% | 0.00% | 0.00% | 79.49% | 0.00% | 0.00% | 20.51% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 6 | IX CIRCUIT MILES - CWF | | | 100.00% | AL-1, LN 8 | 0.00% | 34.29% | 0.00% | 21.21% | 18.17% | 8.20% | 3.66% | 0.47% | 0.00% | 0.00% | 14.01% | 0.00% |
| 7 | REL MOU'S - EXCHANGE TRUNK | | | 100.00% | INPUT | 0.00% | 35.86% | 0.00% | 0.00% | 30.37% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 33.78% | 0.00% |
| 8 | HOST/REMOTE MOU MILES | | | 100.00% | INPUT | 0.00% | 22.48% | 0.00% | 0.00% | 16.97% | 2.77% | 0.00% | 0.00% | 0.00% | 0.00% | 57.78% | 0.00% |
| 9 | EQUIPMENT FURNISHED OTHERS FACTOR | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| | | | | | | | | | | | | | | | | | |
| | | | | 2310 | | | | | | | | | | | | | |
| 10 | INFORMATION ORIGINATION/TERMINATION | | 1.0 | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | OTHER IOT EQUIPMENT | | 1.1 | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | COIN PUBLIC TELEPHONE | | 1.2 | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | OTHER | | 1.3 | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | SUBTOTAL | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | % DISTRIBUTION | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 16 | NEW CUSTOMER PREMISE EQUIPMENT | | 2.0 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | TOTAL INFO ORIG/TERM EQUIP | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | % DISTRIBUTION | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | | | | | | | | | | | | | | | | |
| | | | | 2410 | | | | | | | | | | | | | |
| 19 | CABLE AND WIRE FACILITIES | | | | | | | | | | | | | | | | |
| 20 | SUBSCRIBER LINE - JOINT | | | \$191,786,747 | LN 3 | \$0 | \$47,597,495 | \$0 | \$251,517 | \$32,429,813 | \$8,454,837 | \$782,950 | \$83,401 | \$0 | \$0 | \$102,186,733 | \$0 |
| 21 | SUBSCRIBER LINE - DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | SUBTOTAL SUBSCRIBER LINE | | 1.0 | \$191,786,747 | | \$0 | \$47,597,495 | \$0 | \$251,517 | \$32,429,813 | \$8,454,837 | \$782,950 | \$83,401 | \$0 | \$0 | \$102,186,733 | \$0 |
| 23 | EXCHANGE WIDEBAND - JOINT | | | \$7,032,886 | LN 4 | \$0 | \$50,709 | \$0 | \$3,290,346 | \$37,699 | \$5,005 | \$967,438 | \$0 | \$0 | \$0 | \$2,681,688 | \$0 |
| 24 | EXCHANGE WIDEBAND - DIRECT | | | \$2,562,370 | DIRECT | \$0 | \$0 | \$0 | \$2,562,370 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25a | SUBTOTAL EXCHANGE WIDEBAND | | 2.1 | \$9,595,256 | | \$0 | \$50,709 | \$0 | \$5,852,716 | \$37,699 | \$5,005 | \$967,438 | \$0 | \$0 | \$0 | \$2,681,688 | \$0 |
| 25b | EXCHANGE TRUNK - JOINT | | | \$1,601 | LN 7 | \$0 | \$574 | \$0 | \$0 | \$488 | \$0 | \$0 | \$0 | \$0 | \$0 | \$539 | \$0 |
| 26 | EXCHANGE TRUNK - DIRECT | | | \$978,808 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$978,808 | \$0 |
| 27 | EXCHANGE TRUNK - SPECIAL | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | SUBTOTAL EXCHANGE TRUNK | | 2.2 | \$980,409 | | \$0 | \$574 | \$0 | \$0 | \$488 | \$0 | \$0 | \$0 | \$0 | \$0 | \$979,347 | \$0 |
| 29 | INTEREXCHANGE WIDEBAND | | | \$7,507,574 | LN 5 | \$0 | \$0 | \$0 | \$5,586,388 | \$0 | \$0 | \$1,921,186 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | INTEREXCHANGE WIDEBAND - DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31a | SUBTOTAL INTEREXCHANGE WBD | | 3.1 | \$7,507,574 | | \$0 | \$0 | \$0 | \$5,586,388 | \$0 | \$0 | \$1,921,186 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31b | IX TRUNK - ACCESS - JOINT | | | \$1,336,795 | LN 6 | \$0 | \$569,166 | \$0 | \$65,786 | \$201,269 | \$168,707 | \$20,600 | \$13,222 | \$0 | \$0 | \$298,044 | \$0 |
| 32 | IX TRUNK - ACCESS - DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 33 | IX TRUNK - ACCESS - SPECIAL | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | SUBTOTAL INTEREXCHANGE ACCESS | | 3.2 | \$1,336,795 | | \$0 | \$569,166 | \$0 | \$65,786 | \$201,269 | \$168,707 | \$20,600 | \$13,222 | \$0 | \$0 | \$298,044 | \$0 |
| 35 | IX TRUNK - NON ACCESS - DIRECT | | 3.3 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | HOST/REMOTE - JOINT | | | \$990,668 | LN 8 | \$0 | \$190,767 | \$0 | \$0 | \$193,822 | \$29,270 | \$0 | \$0 | \$0 | \$0 | \$576,808 | \$0 |
| 37 | HOST/REMOTE - DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 38 | SUBTOTAL HOST/REMOTE EXCL WATS | | 4.1 | \$990,668 | | \$0 | \$190,767 | \$0 | \$0 | \$193,822 | \$29,270 | \$0 | \$0 | \$0 | \$0 | \$576,808 | \$0 |
| 39 | HOST/REMOTE - CLOSED END WATS | | 4.2 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 40 | EQUIPMENT FURNISHED OTHERS - JOINT | | | \$0 | LN 9 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 41 | EQUIPMENT FURNISHED OTHERS - DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 42 | SUBTOTAL EQUIPMENT FURNISHED OTHERS | | 5.0 | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 43 | TOTAL CABLE AND WIRE FACILITIES | | | \$212,197,448 | | \$0 | \$48,408,711 | \$0 | \$11,756,407 | \$32,863,092 | \$8,657,820 | \$3,692,175 | \$96,623 | \$0 | \$0 | \$106,722,619 | \$0 |
| | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.81% | 0.00% | 5.54% | 15.49% | 4.08% | 1.74% | 0.05% | 0.00% | 0.00% | 50.29% | 0.00% |

S-6,1 of 1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE | OTHER |
|----|---------------------------------------|------|-----|------------------|---------------------|----------------------------|-------------|----------------|-------------|----------------------------|-----------|----------------|-----------|-------|-------|-------------|-------|
| | | | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | | |
| 1 | TELEPHONE PLANT IN SERVICE | 2001 | | 100.00% | \$-2.LN 10 | 0.00% | 24.66% | 0.00% | 11.22% | 13.20% | 5.40% | 2.90% | 0.10% | 0.00% | 0.00% | 42.52% | 0.00% |
| 2 | CABLE AND WIRE FACILITIES | 2410 | | 100.00% | \$-5.LN 43 | 0.00% | 23.02% | 0.00% | 5.06% | 15.19% | 5.51% | 1.75% | 0.10% | 0.00% | 0.00% | 49.36% | 0.00% |
| 3 | EQUAL ACCESS MOU'S | | | 100.00% | INPUT | 0.00% | 70.77% | 0.00% | 0.00% | 3.56% | 14.57% | 0.00% | 0.00% | 0.00% | 0.00% | 11.11% | 0.00% |
| 4 | OTHER TELECOMMUNICATIONS PLANT | 2002 | | | | | | | | | | | | | | | |
| 5 | PROPERTY HELD FOR FUTURE USE | | | | | | | | | | | | | | | | |
| 6 | GENERAL SUPPORT FACILITIES | | | \$0 | \$-3.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 7 | CENTRAL OFFICE EQUIPMENT | | | \$0 | \$-4.LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | CABLE AND WIRE FACILITIES | | | \$0 | \$-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | UNDISTRIBUTED | | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 10 | PROPERTY HELD FOR FUTURE USE | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | PLANT UNDER CONSTRUCTION - SHORT TERM | 2003 | | | | | | | | | | | | | | | |
| 12 | GENERAL SUPPORT FACILITIES | | | \$0 | \$-3.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | CENTRAL OFFICE EQUIPMENT | | | \$0 | \$-4.LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | CABLE AND WIRE FACILITIES | | | \$0 | \$-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | UNDISTRIBUTED | | | \$4,682,325 | LN 1+DIRECT | \$0 | \$1,037,924 | \$0 | \$743,898 | \$627,460 | \$156,256 | \$125,296 | \$404 | \$0 | \$0 | \$1,991,087 | \$0 |
| 16 | TOTAL TPUC - SHORT TERM | | | \$4,682,325 | | \$0 | \$1,037,924 | \$0 | \$743,898 | \$627,460 | \$156,256 | \$125,296 | \$404 | \$0 | \$0 | \$1,991,087 | \$0 |
| 17 | PLANT UNDER CONSTRUCTION - LONG TERM | 2004 | | | | | | | | | | | | | | | |
| 18 | GENERAL SUPPORT FACILITIES | | | \$0 | \$-3.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | CENTRAL OFFICE EQUIPMENT | | | \$0 | \$-4.LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | CABLE AND WIRE FACILITIES | | | \$0 | \$-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | UNDISTRIBUTED | | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | TOTAL TPUC - LONG TERM | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | TELECOMMUNICATIONS PLANT ADJUSTMENT | 2005 | | | | | | | | | | | | | | | |
| 24 | GENERAL SUPPORT FACILITIES | | | \$0 | \$-3.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | CENTRAL OFFICE EQUIPMENT | | | \$0 | \$-4.LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | CABLE AND WIRE FACILITIES | | | \$0 | \$-5.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | UNDISTRIBUTED | | | \$2,311,939 | LN 1+DIRECT | \$0 | \$527,617 | \$0 | \$424,704 | \$308,669 | \$93,179 | \$19,791 | \$0 | \$0 | \$0 | \$937,979 | \$0 |
| 28 | TOTAL TEL PLANT ADJUSTMENT | | | \$2,311,939 | | \$0 | \$527,617 | \$0 | \$424,704 | \$308,669 | \$93,179 | \$19,791 | \$0 | \$0 | \$0 | \$937,979 | \$0 |
| 29 | TOTAL OTHER TELEPHONE PLANT | | | \$6,994,264 | | \$0 | \$1,565,541 | \$0 | \$1,168,602 | \$936,129 | \$249,435 | \$145,087 | \$404 | \$0 | \$0 | \$2,929,066 | \$0 |
| 30 | MATERIALS AND SUPPLIES | 1220 | | | | | | | | | | | | | | | |
| 31 | CPE | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | OTHER | | | \$1,539,332 | LN 2+DIRECT | \$0 | \$350,896 | \$0 | \$80,554 | \$248,246 | \$32,071 | \$34,580 | \$524 | \$0 | \$0 | \$792,461 | \$0 |
| 33 | TOTAL | | | \$1,539,332 | | \$0 | \$350,896 | \$0 | \$80,554 | \$248,246 | \$32,071 | \$34,580 | \$524 | \$0 | \$0 | \$792,461 | \$0 |
| 34 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.80% | 0.00% | 5.23% | 16.13% | 2.08% | 2.25% | 0.03% | 0.00% | 0.00% | 51.48% | 0.00% |
| 35 | INVESTMENT IN NONAFFILIATED COMPANIES | 1402 | | | | | | | | | | | | | | | |
| 36 | RTB STOCK CLASS B STOCK | | | \$0 | LN 1 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | OTHER NONCURRENT ASSETS | 1410 | | \$0 | \$-3.LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 38 | DEFERRED MAINTENANCE AND RETIREMENTS | 1438 | | \$0 | \$-3.LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 39 | EQUAL ACCESS EQUIPMENT - NET | 1439 | | \$0 | LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 40 | OTHER JURISDICTIONAL ASSETS | 1500 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

S-7,1of1

ACCUMULATED DEPRECIATION MORTIZATION SEPARATIONS

S-7,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|----|---|-------|-----|------------------|---------------------|---|--------------|-----------------------------|--------------|---|--------------|-----------------------------|-----------|-------|-------|---------------|-------|
| 1 | GENERAL SUPPORT FACILITIES | 2110 | | 100.00% | S-3, LN 11 | 0.00% | 24.66% | 0.00% | 11.22% | 13.20% | 5.40% | 2.90% | 0.10% | 0.00% | 0.00% | 42.52% | 0.00% |
| 2 | CENTRAL OFFICE EQUIPMENT | 2230 | | 100.00% | S-4, LN 81 | 0.00% | 26.87% | 0.00% | 21.33% | 10.28% | 5.36% | 4.90% | 0.08% | 0.00% | 0.00% | 31.18% | 0.00% |
| 3 | INFORMATION ORIG/TERM EQUIPMENT | 2310 | | 0.00% | S-5, LN 18 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 4 | CABLE & WIRE FACILITIES | 2410 | | 100.00% | S-5, LN 43 | 0.00% | 23.02% | 0.00% | 5.06% | 15.19% | 5.51% | 1.75% | 0.10% | 0.00% | 0.00% | 49.36% | 0.00% |
| 5 | GEN SUPPORT, COE, IOT AND C&WF | | | 100.00% | S-3, LN 14 | 0.00% | 24.66% | 0.00% | 11.22% | 13.20% | 5.40% | 2.90% | 0.10% | 0.00% | 0.00% | 42.52% | 0.00% |
| 6 | CAPITAL LEASES | 2681 | | 0.00% | S-3, LN 21 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 7 | LEASEHOLD IMPROVEMENTS | 2682 | | 0.00% | S-3, LN 28 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 8 | TANGIBLE ASSETS | 2680 | | 0.00% | S-3, LN 30 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 9 | PLANT HELD FOR FUTURE USE | 2002 | | 0.00% | S-6, LN 9 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 10 | TELECOMMUNICATIONS PLANT ADJUSTMENT | 2005 | | 200.00% | S-6, LN 27 | 0.00% | 50.84% | 0.00% | 33.60% | 27.40% | 5.18% | 2.00% | 0.00% | 0.00% | 0.00% | 80.99% | 0.00% |
| | ACCUM DEPRECIATION - PLANT IN SERVICE | 3100 | | | | | | | | | | | | | | | |
| 11 | GENERAL SUPPORT | | | \$17,073,319 | LN 1+DIRECT | \$0 | \$4,164,348 | \$0 | \$2,077,369 | \$2,486,826 | \$553,473 | \$588,493 | \$6,222 | \$0 | \$0 | \$7,196,588 | \$0 |
| 12 | CENTRAL OFFICE SWITCHING EQUIPMENT | | | \$30,011,712 | S-4, LN53+DIR | \$0 | \$17,078,372 | \$0 | \$0 | \$4,487,335 | \$2,764,947 | \$0 | \$0 | \$0 | \$0 | \$5,681,058 | \$0 |
| 13 | OPERATOR SERVICES EQUIPMENT | | | \$0 | S-4, LN42+DIR | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | CENTRAL OFFICE TRANSMISSION | | | \$67,601,574 | S-4, LN79+DIR | \$0 | \$9,973,411 | \$0 | \$21,350,531 | \$6,845,775 | \$1,946,944 | \$4,417,202 | \$43,556 | \$0 | \$0 | \$23,024,155 | \$0 |
| 15 | UNDISTRIBUTED COE | | | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | INFORMATION ORIG/TERM | | | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | CABLE AND WIRE FACILITIES | | | \$183,360,546 | LN 4+DIRECT | \$0 | \$41,851,898 | \$0 | \$10,295,689 | \$28,413,040 | \$8,343,413 | \$2,923,932 | \$92,533 | \$0 | \$0 | \$91,440,042 | \$0 |
| 18 | TOTAL ACCUM DEP - PLANT IN SERVICE | | | \$298,047,151 | | \$0 | \$73,068,030 | \$0 | \$33,723,588 | \$42,232,975 | \$13,608,776 | \$7,929,628 | \$142,311 | \$0 | \$0 | \$127,341,843 | \$0 |
| 19 | ACCUM DEPRECIATION - FUTURE USE | 3200 | | \$0 | LN 9+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | ACCUMULATED AMORTIZATION | | | | | | | | | | | | | | | | |
| | TANGIBLE ASSETS | 3400 | | | | | | | | | | | | | | | |
| 20 | CAPITAL LEASES | | | \$0 | LN 6+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | LEASEHOLD IMPROVEMENTS | | | \$0 | LN 7+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | UNDISTRIBUTED | | | \$0 | LN 8+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | TOTAL ACCUM AMORT - TANGIBLE ASSETS | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | INTANGIBLE ASSETS | 3500 | | \$0 | S-3, LN37+DIR | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | TELECOMMUNICATIONS PLANT ADJUSTMENT | 3600 | | \$525,724 | LN 10+DIRECT | \$0 | \$157,225 | \$0 | \$74,049 | \$75,164 | \$574 | \$6,543 | \$0 | \$0 | \$0 | \$212,169 | \$0 |
| 26 | TOTAL ACCUM AMORTIZATION | | | \$525,724 | | \$0 | \$157,225 | \$0 | \$74,049 | \$75,164 | \$574 | \$6,543 | \$0 | \$0 | \$0 | \$212,169 | \$0 |
| | NET OPERATING DEFERRED INC TAX | 4100& | | | | | | | | | | | | | | | |
| 27 | GENERAL SUPPORT | 4340 | | \$531,016 | LN 1+DIRECT | \$0 | \$136,408 | \$0 | \$72,151 | \$79,887 | \$5,121 | \$18,453 | \$97 | \$0 | \$0 | \$218,899 | \$0 |
| 28 | CENTRAL OFFICE EQUIP | | | \$2,727,664 | LN 2+DIRECT | \$0 | \$770,728 | \$0 | \$749,478 | \$317,544 | \$61,987 | \$100,633 | \$684 | \$0 | \$0 | \$726,609 | \$0 |
| 29 | INFORMATION ORIG/TERM | | | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | CABLE AND WIRE FACILITIES | | | \$6,617,486 | LN 4+DIRECT | \$0 | \$1,500,401 | \$0 | \$356,746 | \$1,057,674 | \$78,568 | \$169,554 | \$705 | \$0 | \$0 | \$3,453,838 | \$0 |
| 31 | UNDISTRIBUTED | | | \$520,910 | LN 5+DIRECT | \$0 | \$124,002 | \$0 | \$69,213 | \$73,008 | \$6,845 | \$23,127 | \$65 | \$0 | \$0 | \$224,650 | \$0 |
| 32 | TOTAL NET DEFERRED INCOME TAX | | | \$10,397,075 | | \$0 | \$2,531,538 | \$0 | \$1,247,588 | \$1,528,113 | \$152,521 | \$311,767 | \$1,551 | \$0 | \$0 | \$4,623,996 | \$0 |
| | CUST. DEPOSITS & OTHER DEF CRS-NET | 4040& | | | | | | | | | | | | | | | |
| 33 | GENERAL SUPPORT | 4360 | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | CENTRAL OFFICE EQUIP | | | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 35 | INFORMATION ORIG/TERM | | | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | CABLE AND WIRE FACILITIES | | | \$0 | LN 4+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | UNDISTRIBUTED INVESTMENTS | | | \$0 | S-2, LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 38 | OTHER LONG TERM LIABILITIES | 4310 | | \$117,301 | S-3, LN 3 | \$0 | \$28,850 | \$0 | \$13,432 | \$26,439 | \$4,448 | \$3,683 | \$191 | \$0 | \$0 | \$40,258 | \$0 |
| 39 | TOTAL CUST. DEP., OTHER DEF CRS-NET & L-T LIAB. | | | \$117,301 | | \$0 | \$28,850 | \$0 | \$13,432 | \$26,439 | \$4,448 | \$3,683 | \$191 | \$0 | \$0 | \$40,258 | \$0 |

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE | OTHER |
|----|--|----------------|-----|------------------|---------------------|----------------------------|--------------|----------------|-------------|----------------------------|-------------|----------------|-----------|-------|-------|--------------|---------|
| | | | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | | |
| 1 | OPERATING EXPENSE AND TAX SUMMARY | | | | | | | | | | | | | | | | |
| 2 | NETWORK SUPPORT EXPENSE | 6110 | | \$118,797 | S-9,LN 7 | \$0 | \$29,260 | \$0 | \$14,196 | \$17,759 | \$4,111 | \$5,011 | \$86 | \$0 | \$0 | \$48,374 | \$0 |
| 3 | GENERAL SUPPORT EXPENSE | 6120 | | \$3,326,996 | S-9,LN 8 | \$0 | \$801,918 | \$0 | \$404,711 | \$484,622 | \$123,030 | \$106,626 | \$1,118 | \$0 | \$0 | \$1,404,971 | \$0 |
| 4 | CENTRAL OFFICE EXPENSE | 6210 | | \$4,925,179 | S-9,LN 15 | \$0 | \$1,290,717 | \$0 | \$1,166,866 | \$527,786 | \$170,124 | \$278,201 | \$2,451 | \$0 | \$0 | \$1,489,034 | \$0 |
| 5 | INFORMATION ORIG/TERM EXPENSE | 6310 | | \$0 | S-9,LN 21 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | CABLE AND WIRE FACILITIES EXPENSE | 6410 | | \$5,122,270 | S-9,LN 25 | \$0 | \$1,161,910 | \$0 | \$282,156 | \$915,514 | \$159,285 | \$116,199 | \$1,824 | \$0 | \$0 | \$2,485,382 | \$0 |
| 7 | OTHER PLANT EXPENSE | 6510 | | (\$401) | S-10,LN 11 | \$0 | (\$98) | \$0 | (\$59) | (\$48) | (\$38) | (\$3) | (\$1) | \$0 | \$0 | \$0 | (\$154) |
| 8 | NETWORK OPERATIONS EXPENSE | 6530 | | \$6,722,519 | S-10,LN 13 | \$0 | \$1,605,397 | \$0 | \$820,715 | \$950,702 | \$245,449 | \$220,826 | \$2,428 | \$0 | \$0 | \$2,877,002 | \$0 |
| 9 | ACCESS / USF EXPENSE | 6540 | | \$975,891 | S-10,LN 14 | \$0 | \$989,655 | \$0 | \$0 | (\$13,764) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 10 | MARKETING EXPENSE | 6610 | | \$3,702,567 | S-11,LN 12 | \$0 | \$1,103,095 | \$0 | \$48,914 | \$675,997 | \$122,763 | \$21,554 | \$8,064 | \$0 | \$0 | \$1,722,180 | \$0 |
| 11 | SERVICES EXPENSE | 6620 | | \$1,919,215 | S-11,LN 44 | \$0 | \$566,487 | \$0 | \$11,847 | \$430,017 | \$71,132 | \$5,554 | \$1,679 | \$0 | \$0 | \$832,500 | \$0 |
| 12 | EXECUTIVE AND PLANNING EXPENSE | 6710 | | \$0 | S-12,LN 8+9 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | GENERAL AND ADMINISTRATIVE EXPENSE | 6720 | | \$10,311,020 | S-12,LN 11+12 | \$0 | \$2,640,502 | \$0 | \$1,049,466 | \$1,556,117 | \$400,124 | \$267,729 | \$7,211 | \$0 | \$0 | \$4,389,870 | \$0 |
| 14 | SUBTOTAL OPERATING EXPENSES | | | | | \$0 | \$10,188,843 | \$0 | \$3,798,812 | \$5,544,704 | \$1,295,981 | \$1,021,696 | \$24,860 | \$0 | \$0 | \$15,249,158 | \$0 |
| 15 | % DISTRIBUTION | | | 100.00% | | 0.00% | \$0 | \$0 | \$0 | 3.49% | 2.75% | 0.07% | 0.00% | 0.00% | | \$6,008.08 | 0.00% |
| 16 | DEPRECIATION AND AMORTIZATION | 6560 | | \$14,345,486 | S-10,LN 22+29 | \$0 | \$3,040,726 | \$0 | \$2,488,233 | \$1,800,788 | \$457,301 | \$527,727 | \$5,895 | \$0 | \$0 | \$6,024,816 | \$0 |
| 17 | OTHER OPERATING TAX | 7240 | | \$1,373,896 | S-12,LN 33 | \$0 | \$357,007 | \$0 | \$163,585 | \$186,860 | \$38,905 | \$49,771 | \$685 | \$0 | \$0 | \$577,083 | \$0 |
| 18 | EQUAL ACCESS EXPENSE | | | \$0 | S-12,LN 15 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | INTEREST ON CUSTOMER DEPOSITS | 7250 | | \$0 | S-12,LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | RENT REVENUES / OTHER INC/ G+L | 5240/7100/7500 | | (\$1,011,618) | S-10,LN 37 | \$0 | (\$249,260) | \$0 | (\$134,328) | (\$217,548) | (\$11,458) | (\$31,459) | (\$61) | \$0 | \$0 | (\$367,504) | \$0 |
| 21 | TOTAL OPERATING EXPENSE AND TAX | | | | | \$0 | \$13,337,315 | \$0 | \$6,316,302 | \$7,314,803 | \$1,780,728 | \$1,567,735 | \$31,380 | \$0 | \$0 | \$21,483,554 | \$0 |
| 22 | % DISTRIBUTION | | | 100.00% | | 0.00% | 25.73% | 0.00% | 12.19% | 14.11% | 3.44% | 3.02% | 0.06% | 0.00% | 0.00% | 41.45% | 0.00% |
| 23 | NON OPERATING EXPENSE | | | | | | | | | | | | | | | | |
| 24 | ABANDONED CONSTRUCTION CONTRIBUTIONS | | | \$0 | S-2,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | CONTRIBUTIONS | | | \$0 | S-12,LN 14 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | OTHER NON OPERATING EXPENSE | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | TOTAL NON OPERATING EXPENSE | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | % DISTRIBUTION | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 29 | UNCOLLECTIBLES | | | | | | | | | | | | | | | | |
| 30 | END USER MSG TOLLS | 5310 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | END USER COMMON LINE | 5320 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | IX CARRIER | 5330 | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 33 | TOTAL UNCOLLECTIBLES | | | | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | | | | | | | | | | | | | | | | | |
| 35 | Allowance for funds used during constr (Post-9/6/95) | 7340 | | \$0 | S-2,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | Allowance for funds used during constr (Pre-9/6/95) | 7340 | | \$0 | S-12,LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

S-9,1of1

PLANT SPECIFIC OPERATIONS EXPENSE SEPARATIONS

S-9,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|-----------------------------------|--|------|-----|------------------|---------------------|---|-------------|-----------------------------|-------------|---|-----------|-----------------------------|-----------|-------|-------|-------------|-------|
| ALLOCATION FACTORS | | | | | | | | | | | | | | | | | |
| 1 | GENERAL SUPPORT ASSETS | 2110 | | 100.00% | S-3,LN 11 | 0.00% | 24.66% | 0.00% | 11.22% | 13.20% | 5.40% | 2.90% | 0.10% | 0.00% | 0.00% | 42.52% | 0.00% |
| 2 | CENTRAL OFFICE EQUIPMENT | VAR | | 100.00% | S-4,LN 81 | 0.00% | 26.87% | 0.00% | 21.33% | 10.28% | 5.36% | 4.90% | 0.08% | 0.00% | 0.00% | 31.18% | 0.00% |
| 3 | COIN PUBLIC TELEPHONE EQUIP | 2310 | | 0.00% | S-5,LN 11 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 4 | COINLESS PUBLIC TELEPHONE EQUIP | 2310 | | 0.00% | S-5,LN 12 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 5 | OTHER IOT EQUIPMENT | 2310 | | 0.00% | S-5,LN 13 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 6 | CABLE AND WIRE FACILITIES | 2410 | | 100.00% | S-5,LN 43 | 0.00% | 23.02% | 0.00% | 5.06% | 15.19% | 5.51% | 1.75% | 0.10% | 0.00% | 0.00% | 49.36% | 0.00% |
| GENERAL SUPPORT EXPENSE | | | | | | | | | | | | | | | | | |
| 7 | NETWORK SUPPORT | 6110 | | \$118,797 | LN 1+DIRECT | \$0 | \$29,260 | \$0 | \$14,196 | \$17,759 | \$4,111 | \$5,011 | \$86 | \$0 | \$0 | \$48,374 | \$0 |
| 8 | GENERAL SUPPORT | 6120 | | \$3,326,996 | LN 1+DIRECT | \$0 | \$801,918 | \$0 | \$404,711 | \$484,622 | \$123,030 | \$106,626 | \$1,118 | \$0 | \$0 | \$1,404,971 | \$0 |
| 9 | TOTAL GENERAL SUPPORT EXP | | | \$3,445,793 | | \$0 | \$831,178 | \$0 | \$418,907 | \$502,382 | \$127,142 | \$111,636 | \$1,204 | \$0 | \$0 | \$1,453,345 | \$0 |
| 10 | % DISTRIBUTION | | | 100.00% | | 0.00% | 24.12% | 0.00% | 12.16% | 14.58% | 3.69% | 3.24% | 0.03% | 0.00% | 0.00% | 42.18% | 0.00% |
| CENTRAL OFFICE EXPENSE | | | | | | | | | | | | | | | | | |
| 11 | CENTRAL OFFICE SWITCHING EXPENSE | 6210 | | \$1,969,550 | LN 2+DIRECT | \$0 | \$536,385 | \$0 | \$469,598 | \$202,997 | \$52,732 | \$133,889 | \$815 | \$0 | \$0 | \$573,134 | \$0 |
| 12 | OPERATOR SYSTEMS EXPENSE | 6220 | | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | CENTRAL OFFICE TRANSMISSION EXPENSE | 6230 | | \$2,955,629 | LN 2+DIRECT | \$0 | \$754,332 | \$0 | \$697,268 | \$324,789 | \$117,392 | \$144,312 | \$1,637 | \$0 | \$0 | \$915,901 | \$0 |
| 14 | UNDISTRIBUTED | | | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | TOTAL CENTRAL OFFICE EXPENSE | | | \$4,925,179 | | \$0 | \$1,290,717 | \$0 | \$1,166,866 | \$527,786 | \$170,124 | \$278,201 | \$2,451 | \$0 | \$0 | \$1,489,034 | \$0 |
| 16 | % DISTRIBUTION | | | 100.00% | | 0.00% | 26.21% | 0.00% | 23.69% | 10.72% | 3.45% | 5.65% | 0.05% | 0.00% | 0.00% | 30.23% | 0.00% |
| INFORMATION ORIG/TERM EXPENSE | | | | | | | | | | | | | | | | | |
| 17 | IOT EXPENSES - COIN PAY TEL | 6310 | | \$0 | LN 3 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | IOT EXPENSES - COINLESS PAY TEL | | | \$0 | LN 4 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | IOT EXPENSES - OTHER | | | \$0 | LN 5+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | IOT EXPENSES - CPE | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | TOTAL INFORMATION ORIG/TERM EXP | | | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | % DISTRIBUTION | | | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| CABLE AND WIRE FACILITIES EXPENSE | | | | | | | | | | | | | | | | | |
| 23 | ALLOCATED | 6410 | | \$5,122,270 | LN 6 | \$0 | \$1,161,910 | \$0 | \$282,156 | \$915,514 | \$159,285 | \$116,199 | \$1,824 | \$0 | \$0 | \$2,485,382 | \$0 |
| 24 | DIRECT | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | TOTAL CWF EXPENSE | | | \$5,122,270 | | \$0 | \$1,161,910 | \$0 | \$282,156 | \$915,514 | \$159,285 | \$116,199 | \$1,824 | \$0 | \$0 | \$2,485,382 | \$0 |
| 26 | % DISTRIBUTION | | | 100.00% | | 0.00% | 22.68% | 0.00% | 5.51% | 17.87% | 3.11% | 2.27% | 0.04% | 0.00% | 0.00% | 48.52% | 0.00% |
| 27 | TOTAL PLANT SPECIFIC EXPENSE | | | \$13,493,242 | | \$0 | \$3,283,805 | \$0 | \$1,867,929 | \$1,945,682 | \$456,551 | \$506,036 | \$5,479 | \$0 | \$0 | \$5,427,761 | \$0 |
| 28 | % DISTRIBUTION | | | 100.00% | | 0.00% | 24.34% | 0.00% | 13.84% | 14.42% | 3.38% | 3.75% | 0.04% | 0.00% | 0.00% | 40.23% | 0.00% |
| 29 | PLANT SPECIFIC EXP EXCLUDING GENERAL SUPPORT | | | \$10,047,449 | | \$0 | \$2,452,627 | \$0 | \$1,449,022 | \$1,443,300 | \$329,409 | \$394,399 | \$4,275 | \$0 | \$0 | \$3,974,416 | \$0 |
| 30 | % DISTRIBUTION | | | 100.00% | | 0.00% | 24.41% | 0.00% | 14.42% | 14.36% | 3.28% | 3.93% | 0.04% | 0.00% | 0.00% | 39.56% | 0.00% |

S-10,1of1

PLANT NONSPECIFIC OPERATIONS EXPENSE SEPARATIONS

S-10,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE | OTHER |
|--|--|----------------|-----|------------------|---------------------|----------------------------|-------------|----------------|-------------|----------------------------|-----------|----------------|-----------|-------|-------|-------------|-------|
| | | | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | | |
| 1 | TELEPHONE PLANT IN SERVICE | 2001 | | 100.00% | S-2.LN 10 | 0.00% | 24.66% | 0.00% | 11.22% | 13.20% | 5.40% | 2.90% | 0.10% | 0.00% | 0.00% | 42.52% | 0.00% |
| 2 | CAPITAL LEASES | 2681 | | 0.00% | S-7.LN 6 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 3 | LEASEHOLD IMPROVEMENTS | 2682 | | 0.00% | S-7.LN 7 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 4 | TANGIBLE PROPERTY | 2680 | | 0.00% | S-3.LN 30 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 5 | INTANGIBLE PROPERTY | 2690 | | 100.00% | S-3.LN 37 | 0.00% | 24.66% | 0.00% | 11.22% | 13.20% | 5.40% | 2.90% | 0.10% | 0.00% | 0.00% | 42.52% | 0.00% |
| 6 | TELEPHONE PLANT ADJUSTMENT | 2005 | | 200.00% | S-7.LN 10 | 0.00% | 50.84% | 0.00% | 33.60% | 27.40% | 5.18% | 2.00% | 0.00% | 0.00% | 0.00% | 80.99% | 0.00% |
| 7 | COE, IOT AND C&WF | | | 100.00% | S-3.LN 7 | 0.00% | 24.66% | 0.00% | 11.22% | 13.20% | 5.40% | 2.90% | 0.10% | 0.00% | 0.00% | 42.52% | 0.00% |
| OTHER PROPERTY PLANT & EQUIPMENT EXPENSE | | | | | | | | | | | | | | | | | |
| 8 | UNDISTRIBUTED | 6510 | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | PROPERTY HELD FOR FUTURE USE | 6511 | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 10 | MATERIALS & SUPPLIES PROVISIONING | 6512 | | (401) | LN 1+DIRECT | 0 | (98) | 0 | (59) | (48) | (38) | (3) | (1) | 0 | 0 | (154) | 0 |
| 11 | TOTAL OTHER PROP PLANT & EQUIP EXPENSE | | | (401) | | 0 | (98) | 0 | (59) | (48) | (38) | (3) | (1) | 0 | 0 | (154) | 0 |
| 12 | % DISTRIBUTION | | | 100.00% | | 0.00% | 24.53% | 0.00% | 14.77% | 11.88% | 9.56% | 0.63% | 0.19% | 0.00% | 0.00% | 38.44% | 0.00% |
| 13 | NETWORK OPERATIONS EXPENSE | 6530 | | \$6,722,519 | LN 7+DIRECT | \$0 | \$1,605,397 | \$0 | \$820,715 | \$950,702 | \$245,449 | \$220,826 | \$2,428 | \$0 | \$0 | \$2,877,002 | \$0 |
| 14 | ACCESS / USF EXPENSE | 6540 | | \$975,891 | DIRECT | \$0 | \$989,655 | \$0 | \$0 | (13,764) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| DEPRECIATION EXPENSE | | | | | | | | | | | | | | | | | |
| 15 | GENERAL SUPPORT | | | \$830,274 | S-3.LN 11 | \$0 | \$201,548 | \$0 | \$98,745 | \$127,408 | \$34,119 | \$27,734 | \$536 | \$0 | \$0 | \$340,183 | \$0 |
| 16 | CENTRAL OFFICE SWITCHING EQUIPMENT | | | \$561,821 | S-4.LN 53 | \$0 | \$361,905 | \$0 | \$0 | \$71,074 | \$34,441 | \$0 | \$0 | \$0 | \$0 | \$94,400 | \$0 |
| 17 | OPERATOR SYSTEMS EQUIPMENT | | | \$0 | S-4.LN 42 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | CENTRAL OFFICE TRANSMISSION | | | \$5,853,912 | S-4.LN 79 | \$0 | \$848,627 | \$0 | \$1,915,435 | \$576,502 | \$147,757 | \$374,145 | \$3,038 | \$0 | \$0 | \$1,988,408 | \$0 |
| 19 | UNDISTRIBUTED COE | | | \$0 | S-4.LN 81 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | INFORMATION ORIG/TERM | | | \$0 | S-5.LN 18 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | CABLE AND WIRE FACILITIES | | | \$6,056,292 | S-5.LN 43 | \$0 | \$1,381,764 | \$0 | \$348,550 | \$879,077 | \$198,043 | \$93,386 | \$1,903 | \$0 | \$0 | \$3,153,569 | \$0 |
| 22 | TOTAL DEP EXP - PLANT IN SERVICE | | | \$13,302,299 | | \$0 | \$2,793,845 | \$0 | \$2,362,731 | \$1,654,061 | \$414,360 | \$495,264 | \$5,478 | \$0 | \$0 | \$5,576,561 | \$0 |
| 23 | PROPERTY HELD FOR FUTURE USE | | | \$0 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | TOTAL DEPRECIATION EXPENSE | | | \$13,302,299 | | \$0 | \$2,793,845 | \$0 | \$2,362,731 | \$1,654,061 | \$414,360 | \$495,264 | \$5,478 | \$0 | \$0 | \$5,576,561 | \$0 |
| 25 | % DISTRIBUTION | | | 100.00% | | 0.00% | 21.00% | 0.00% | 17.76% | 12.43% | 3.11% | 3.72% | 0.04% | 0.00% | 0.00% | 41.92% | 0.00% |
| AMORTIZATION EXPENSE | | | | | | | | | | | | | | | | | |
| 26 | CAPITAL LEASE | 6563 | | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | LEASEHOLD IMPROVEMNTS | 6563 | | \$0 | LN 3+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | UNDISTRIBUTED | 6563 | | \$0 | LN 4+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 29 | INTANGIBLE ASSETS | 6564 | | \$1,043,187 | LN 5+DIRECT | \$0 | \$246,881 | \$0 | \$125,503 | \$146,727 | \$42,940 | \$32,463 | \$418 | \$0 | \$0 | \$448,255 | \$0 |
| 30 | OTHER - TPPA | 6565 | | \$0 | LN 6+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | TOTAL AMORTIZATION EXPENSE | | | \$1,043,187 | | \$0 | \$246,881 | \$0 | \$125,503 | \$146,727 | \$42,940 | \$32,463 | \$418 | \$0 | \$0 | \$448,255 | \$0 |
| 32 | % DISTRIBUTION | | | 100.00% | | 0.00% | 23.67% | 0.00% | 12.03% | 14.07% | 4.12% | 3.11% | 0.04% | 0.00% | 0.00% | 42.97% | 0.00% |
| RENT REVENUES/ OTHER INC/ G+L | | | | | | | | | | | | | | | | | |
| 33 | GEN SUPPORT ASSETS | 5240/7100/7500 | | \$164,371 | S-3.LN 11+DIR | \$0 | \$47,233 | \$0 | \$22,138 | \$22,201 | \$0 | \$3,833 | \$0 | \$0 | \$0 | \$68,966 | \$0 |
| 34 | CENTRAL OFFICE EQUIPMENT | 5240/7100/7500 | | \$259,601 | S-4.LN 81+DIR | \$0 | \$70,938 | \$0 | \$80,407 | \$25,710 | \$7,282 | \$5,928 | \$0 | \$0 | \$0 | \$69,337 | \$0 |
| 35 | CABLE & WIRE FACILITIES | 5240/7100/7500 | | \$587,646 | S-5.LN 43+DIR | \$0 | \$131,090 | \$0 | \$31,783 | \$169,636 | \$4,177 | \$21,699 | \$61 | \$0 | \$0 | \$229,201 | \$0 |
| 36 | UNDISTRIBUTED | 5240/7100/7500 | | \$0 | S-2.LN 10+DIR | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | TOTAL RENT REVENUES | | | \$1,011,618 | | \$0 | \$249,260 | \$0 | \$134,328 | \$217,548 | \$11,458 | \$31,459 | \$61 | \$0 | \$0 | \$367,504 | \$0 |

S-11,1of1

CUSTOMER OPERATIONS EXPENSE SEPARATIONS

S-11,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE | OTHER |
|------------------------------|--------------------------------------|------|------|------------------|---------------------|----------------------------|-------------|----------------|-----------|----------------------------|-----------|----------------|-----------|-------|-------|-------------|-------|
| | | | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | | |
| 1 | SWS - OPERATOR SERVICES EXCL DA | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 2 | SWS - DIRECTORY ASSISTANCE BOARDS | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 3 | SUBSCRIBER LINE USE (SLU) | | | 100.00% | INPUT | 0.00% | 21.81% | 0.00% | 0.00% | 12.78% | 3.34% | 0.00% | 0.00% | 0.00% | 0.00% | 62.07% | 0.00% |
| 4 | END USER BILLED REVENUE INCL CCL | | | 100.00% | INPUT | 0.00% | 33.00% | 0.00% | 0.00% | 14.00% | 4.13% | 0.00% | 0.00% | 0.00% | 0.00% | 48.87% | 0.00% |
| 5 | IX CARRIER BILLED REVENUE | | | 100.00% | INPUT | 0.00% | 44.28% | 0.00% | 4.20% | 31.23% | 16.55% | 2.85% | 0.90% | 0.00% | 0.00% | 0.00% | 0.00% |
| 6 | PAYSTATION REVENUE | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 7 | BUSINESS OFFICE CONTACTS | | | 100.00% | INPUT | 0.00% | 5.92% | 0.00% | 0.29% | 18.54% | 0.03% | 0.25% | 0.00% | 0.00% | 0.00% | 74.96% | 0.00% |
| 8 | BILLING INQUIRY CONTACTS | | | 100.00% | INPUT | 0.00% | 6.37% | 0.00% | 0.18% | 3.40% | 0.00% | 0.13% | 0.00% | 0.00% | 0.00% | 89.92% | 0.00% |
| 9 | IX CARRIER SVC ORDER CONTACTS | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 10 | IX CARRIER BILLING INQUIRY CONTACTS | | | 0.00% | INPUT | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 11 | CARRIER ACCESS BILLING FACTOR | | | 100.00% | INPUT | 0.00% | 46.35% | 0.00% | 3.65% | 32.88% | 14.56% | 1.90% | 0.67% | 0.00% | 0.00% | 0.00% | 0.00% |
| CUSTOMER OPERATIONS EXPENSES | | | | | | | | | | | | | | | | | |
| 12 | MARKETING | 6610 | | \$3,702,567 | INPUT | \$0 | \$1,103,095 | \$0 | \$48,914 | \$675,997 | \$122,763 | \$21,554 | \$8,064 | \$0 | \$0 | \$1,722,180 | \$0 |
| 13 | TELEPHONE OPERATOR SERVICES | | | | | | | | | | | | | | | | |
| 14 | - CALL COMPLETION INCL DA | 6621 | | \$7,135 | LN 1+DIRECT | \$0 | \$0 | \$0 | \$0 | \$6,977 | \$0 | \$0 | \$0 | \$0 | \$0 | \$158 | \$0 |
| 15 | - OPERATOR SERVICES UNDER CONTRACT | | | \$20,660 | DIRECT | \$0 | \$180 | \$0 | \$0 | \$11,451 | \$6,266 | \$0 | \$0 | \$0 | \$0 | \$2,763 | \$0 |
| 16 | PUBLISHED DIRECTORY LISTINGS | 6622 | | | | | | | | | | | | | | | |
| 17 | - CLASSIFIED | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | - TWX | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | - ALPHA | | | \$1,653 | LN 3 | \$0 | \$357 | \$0 | \$0 | \$162 | \$70 | \$0 | \$0 | \$0 | \$0 | \$1,065 | \$0 |
| 20 | - FOREIGN | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | SUBTOTAL | | | \$1,653 | | \$0 | \$357 | \$0 | \$0 | \$162 | \$70 | \$0 | \$0 | \$0 | \$0 | \$1,065 | \$0 |
| 22 | LOCAL BUSINESS OFFICE | 6623 | 1 | | | | | | | | | | | | | | |
| 23 | - END USER SVC ORDER PROCESSING | | 1.1 | | | | | | | | | | | | | | |
| 24 | - PRESUBSCRIPTION | | 1.11 | \$50,870 | DIRECT | \$0 | \$50,870 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | - OTHER | | 1.12 | \$342,749 | LN 7 | \$0 | \$20,264 | \$0 | \$1,008 | \$63,585 | \$104 | \$864 | \$0 | \$0 | \$0 | \$256,924 | \$0 |
| 26 | - END USER PAYMENT & COLLECTION | | 1.2 | \$137,782 | LN 4 | \$0 | \$44,748 | \$0 | \$0 | \$20,554 | \$4,978 | \$0 | \$0 | \$0 | \$0 | \$67,503 | \$0 |
| 27 | - END USER BILLING INQUIRY | | 1.3 | \$186,987 | LN 8 | \$0 | \$11,912 | \$0 | \$338 | \$6,350 | \$0 | \$248 | \$0 | \$0 | \$0 | \$168,140 | \$0 |
| 28 | - IX CARRIER SVC ORDER PROCESSING | | 1.4 | \$0 | LN 9 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 29 | - IX CARRIER PAYMENT & COLLECTION | | 1.5 | \$0 | LN 5 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | - IX CARRIER BILLING INQUIRY | | 1.6 | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | - COIN COLLECTION AND ADMINISTRATION | | 1.7 | \$0 | LN 6 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | SUBTOTAL LOCAL BUSINESS OFFICE | | | \$718,388 | | \$0 | \$127,794 | \$0 | \$1,346 | \$90,489 | \$5,082 | \$1,112 | \$0 | \$0 | \$0 | \$492,566 | \$0 |
| 33 | CUSTOMER SERVICES (REV ACCTG) | 6623 | 2 | | | | | | | | | | | | | | |
| 34 | - MESSAGE PROCESSING | | 2.1 | | | | | | | | | | | | | | |
| 35 | - TOLL TICKET PROCESSING | | 2.11 | \$62,076 | AL-1, LN16 | \$0 | \$5,703 | \$0 | \$0 | \$24,275 | \$2,356 | \$0 | \$0 | \$0 | \$0 | \$29,741 | \$0 |
| 36 | - LOCAL MESSAGE PROCESSING | | 2.12 | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | - OTHER BILLING & COLLECTION | | 2.2 | \$445,244 | AL-1, LN18, LN19 | \$0 | \$132,792 | \$0 | \$0 | \$140,070 | \$16,156 | \$0 | \$0 | \$0 | \$0 | \$156,226 | \$0 |
| 38 | - END USER COMMON LINE | | 2.3 | \$23,434 | DIRECT | \$0 | \$23,434 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 39 | - CARRIER ACCESS BILLING (CABS) | | 2.4 | \$227,504 | LN 11 | \$0 | \$105,405 | \$0 | \$8,347 | \$78,981 | \$29,752 | \$3,652 | \$1,367 | \$0 | \$0 | \$0 | \$0 |
| 40 | SUBTOTAL CUSTOMER SERVICES | | | \$758,258 | | \$0 | \$267,335 | \$0 | \$8,347 | \$243,327 | \$48,264 | \$3,652 | \$1,367 | \$0 | \$0 | \$185,967 | \$0 |
| 41 | TOTAL CAT 1 AND CAT 2 | | | \$1,476,646 | LN 32+LN 40 | \$0 | \$395,129 | \$0 | \$9,692 | \$333,816 | \$53,346 | \$4,764 | \$1,367 | \$0 | \$0 | \$678,533 | \$0 |
| 42 | % DISTRIBUTION | | | \$9 | | \$0 | \$2 | \$0 | \$0 | \$2 | \$0 | \$0 | \$0 | \$0 | \$0 | \$4 | \$0 |
| 43 | ALL OTHER CUSTOMER SERVICE | 6623 | 3 | \$413,120 | LN 42+DIRECT | \$0 | \$170,821 | \$0 | \$2,154 | \$77,612 | \$11,450 | \$790 | \$312 | \$0 | \$0 | \$149,979 | \$0 |
| 44 | TOTAL SERVICES EXPENSE | | | \$1,919,215 | | \$0 | \$566,487 | \$0 | \$11,847 | \$430,017 | \$71,132 | \$5,554 | \$1,679 | \$0 | \$0 | \$832,500 | \$0 |
| 45 | % DISTRIBUTION | | | 100.00% | | 0.00% | 29.52% | 0.00% | 0.62% | 22.41% | 3.71% | 0.29% | 0.09% | 0.00% | 0.00% | 43.38% | 0.00% |
| 46 | TOTAL CUSTOMER OPERATIONS EXPENSE | | | \$5,621,782 | LN 12+LN 44 | \$0 | \$1,669,581 | \$0 | \$60,761 | \$1,106,015 | \$193,895 | \$27,108 | \$9,743 | \$0 | \$0 | \$2,554,680 | \$0 |
| 47 | % DISTRIBUTION | | | 100.00% | | 0.00% | 29.70% | 0.00% | 1.08% | 19.67% | 3.45% | 0.48% | 0.17% | 0.00% | 0.00% | 45.44% | 0.00% |

S-12,1of1

OTHER OPERATING EXPENSE AND TAX SEPARATIONS

S-12,1of1

| LN | DESCRIPTION | A/C | CAT | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | INTRASTATE MESSAGE TOLL INTRALATA | INTERLATA | SPECIAL ACCESS INTRALATA | INTERLATA | TWX | EAS | EXCHANGE | OTHER |
|--|--|------|---------|------------------|---------------------|---|--------------|-----------------------------|-------------|---|-------------|-----------------------------|-----------|-------|-------|--------------|-------|
| SEPARATION FACTORS | | | | | | | | | | | | | | | | | |
| 1 | BIG THREE EXPENSES | | | 100.00% | S-3,LN 4 | 0.00% | 26.14% | 0.00% | 9.65% | 14.29% | 5.11% | 2.44% | 0.12% | 0.00% | 0.00% | 42.25% | 0.00% |
| 2 | TELEPHONE PLANT IN SERVICE | | | 100.00% | S-2,LN 10 | 0.00% | 24.66% | 0.00% | 11.22% | 13.20% | 5.40% | 2.90% | 0.10% | 0.00% | 0.00% | 42.52% | 0.00% |
| 3 | PLANT UNDER CONSTRUCTION - LONG TERM | 2004 | | 0.00% | S-6,LN 21 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 4 | CAPITAL LEASES | 2680 | | 0.00% | S-3,LN 21 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 5 | EQUAL ACCESS INVESTMENT | | | 100.00% | S-6,LN 36 | 0.00% | 70.77% | 0.00% | 0.00% | 3.56% | 14.57% | 0.00% | 0.00% | 0.00% | 0.00% | 11.11% | 0.00% |
| 6 | NET TELEPHONE PLANT - OPERATING, EXCL. CWC | | | 100.00% | S-2,LN33 - LN32 | 0.00% | 21.13% | 0.00% | 16.08% | 12.60% | 4.97% | 3.70% | 0.10% | 0.00% | 0.00% | 41.42% | 0.00% |
| CORPORATE OPERATIONS EXPENSE | | | | | | | | | | | | | | | | | |
| 7 | EXECUTIVE AND PLANNING | 6710 | | | | | | | | | | | | | | | |
| 8 | DIRECT ASSIGNED | | | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | OTHER | | | \$0 | LN 1 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 10 | GENERAL & ADMINISTRATIVE | 6720 | | | | | | | | | | | | | | | |
| 11 | DIRECT ASSIGNED | | | \$61,238 | DIRECT | \$0 | \$61,238 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | OTHER | | | \$10,249,781 | LN 1 | \$0 | \$2,579,264 | \$0 | \$1,049,466 | \$1,556,117 | \$400,124 | \$267,729 | \$7,211 | \$0 | \$0 | \$4,389,870 | \$0 |
| 13 | TOTAL CORPORATE OPERATIONS EXPENSE | | | \$10,311,020 | | \$0 | \$2,640,502 | \$0 | \$1,049,466 | \$1,556,117 | \$400,124 | \$267,729 | \$7,211 | \$0 | \$0 | \$4,389,870 | \$0 |
| 14 | % DISTRIBUTION | | | 100.00% | | 0.00% | 25.61% | 0.00% | 10.18% | 15.09% | 3.88% | 2.60% | 0.07% | 0.00% | 0.00% | 42.57% | 0.00% |
| 15 | EQUAL ACCESS EXPENSE | | | \$0 | LN 5 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| INTEREST AND RELATED ITEMS | | | | | | | | | | | | | | | | | |
| 16 | CAPITAL LEASES | 7500 | | \$0 | LN 4+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | CUSTOMER DEPOSITS | | | \$0 | LN 2 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | OTHER FIXED CHARGES - OPERATING | | 100.00% | \$0 | LN 6 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | OTHER FIXED CHARGES - NON OPERATING | | 0.00% | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | TOTAL | | 100.00% | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| BASIS FOR ACTUAL INCOME TAX ALLOCATION | | | | | | | | | | | | | | | | | |
| 21 | TOTAL OPERATING REVENUES | | | \$58,530,395 | RECORDS | \$0 | \$14,711,017 | \$0 | \$7,419,002 | \$8,188,377 | \$1,937,206 | \$1,883,486 | \$33,293 | \$0 | \$0 | \$24,358,014 | \$0 |
| 22 | LESS: OPERATING EXPENSE AND TAX | | | \$52,052,238 | VARIOUS | \$0 | \$13,337,315 | \$0 | \$6,316,302 | \$7,393,650 | \$1,784,127 | \$1,588,578 | \$31,435 | \$0 | \$0 | \$21,600,830 | \$0 |
| 23 | : INTEREST - CAPITAL LEASE | | | \$0 | LN 16 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | : OPERATING FIXED CHARGES | | | \$0 | LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | : Amort of Excess Deferred Tax & Envir Tax | | | \$0 | LN2 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | : DEPR ON CAP OVERHEADS + MEALS & ENT. | | | \$6,911 | LN 6+DIRECT | \$0 | \$1,345 | \$0 | \$1,363 | \$747 | \$463 | \$248 | \$5 | \$0 | \$0 | \$2,739 | \$0 |
| 27 | NET TAXABLE INCOME | | | \$6,471,246 | | \$0 | \$1,372,356 | \$0 | \$1,101,336 | \$793,980 | \$152,616 | \$294,660 | \$1,852 | \$0 | \$0 | \$2,754,445 | \$0 |
| 28 | % DISTRIBUTION | | | 100.00% | | 0.00% | 21.21% | 0.00% | 17.02% | 12.27% | 2.36% | 4.55% | 0.03% | 0.00% | 0.00% | 42.56% | 0.00% |
| OPERATING TAXES | | | | | | | | | | | | | | | | | |
| 29 | FEDERAL ITC AMORTIZATION | 7210 | | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | STATE ITC AMORTIZATION | 7210 | | \$0 | LN 2+DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | OPERATING FEDERAL INCOME TAX | 7220 | | (1,761,129) | LN 28 | \$0 | (355,443) | 0 | (174,340) | (172,152) | 92,905 | (225,141) | 2,330 | 0 | 0 | (929,288) | \$0 |
| 32 | OPERATING STATE & LOCAL INCOME TAX | 7230 | | \$611,313 | LN 28 | \$0 | 127,035 | 0 | 121,783 | 91,302 | 19,987 | 36,002 | 407 | 0 | 0 | 214,796 | \$0 |
| 33 | OPERATING TAXES - OTHER | 7240 | | \$1,373,896 | LN 2+DIRECT | \$0 | 357,007 | 0 | 163,585 | 186,860 | 38,905 | 49,771 | 685 | 0 | 0 | 577,083 | \$0 |
| 34 | PROVISION FOR DEFERRED INCOME TAX | 7250 | | \$2,012,921 | LN 28 | \$0 | 422,285 | 0 | 265,529 | 234,558 | (6,769) | 207,245 | (376) | 0 | 0 | 890,448 | \$0 |
| 35 | TOTAL OPERATING TAXES | | | \$2,237,000 | | \$0 | \$550,885 | \$0 | \$376,557 | \$340,568 | \$145,027 | \$67,878 | \$3,046 | \$0 | \$0 | \$753,040 | \$0 |

AL-1,1of1

DEVELOPMENT OF ALLOCATION RATIOS

AL-1,1of1

| LN | ALLOCATION RATIOS | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE | OTHER |
|----|---------------------------------------|------------------|---------------------|----------------------------|-----------|----------------|-----------|----------------------------|-----------|----------------|-----------|-------|-------|-----------|-------|
| | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | | |
| 1 | ALLOCATED LOOPS - COE | 52,030 | SPF | - | 12,916 | - | 60 | 9,212 | 2,077 | 211 | 18 | - | - | 27,537 | - |
| 2 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 24.82% | 0.00% | 0.11% | 17.71% | 3.99% | 0.41% | 0.03% | 0.00% | 0.00% | 52,93% | 0.00% |
| 3 | ALLOCATED LOOPS - CWF | 52,030 | SPF | - | 12,916 | - | 60 | 9,212 | 2,077 | 211 | 18 | - | - | 27,537 | - |
| 4 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 24.82% | 0.00% | 0.11% | 17.71% | 3.99% | 0.41% | 0.03% | 0.00% | 0.00% | 52,93% | 0.00% |
| 5 | ALLOCATED CIRCUIT TERMINATIONS - COE | 5,149 | TOLL MOU | - | 2,323 | - | 45 | 1,379 | 410 | 135 | 18 | - | - | 839 | - |
| 6 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 45.12% | 0.00% | 0.87% | 26.78% | 7.97% | 2.62% | 0.35% | 0.00% | 0.00% | 16,29% | 0.00% |
| 7 | ALLOCATED CIRCUIT MILES - CWF | 106,988 | CMM | - | 30,036 | - | 38,110 | 18,172 | 6,857 | 2,624 | 353 | - | - | 10,837 | - |
| 8 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 28.07% | 0.00% | 35.62% | 16.98% | 6.41% | 2.45% | 0.33% | 0.00% | 0.00% | 10,13% | 0.00% |
| 9 | ALLOCATED WIDEBAND LOOPS | 2,242 | WB CKTS | - | 25 | - | 1,200 | 19 | 2 | 208 | - | - | - | 789 | - |
| 10 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 1.09% | 0.00% | 53.51% | 0.83% | 0.08% | 9.28% | 0.00% | 0.00% | 0.00% | 35,20% | 0.00% |
| 11 | ALLOCATED WBD CHANNELS (CKTS) | 3,089 | WB CKTS | - | 25 | - | 1,454 | 19 | 2 | 405 | - | - | - | 1,185 | - |
| 12 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 0.79% | 0.00% | 47.08% | 0.60% | 0.06% | 13.11% | 0.00% | 0.00% | 0.00% | 38,35% | 0.00% |
| 13 | ALLOCATED IX WIDEBAND CHANNELS (CKTS) | 1,859 | WB CKTS Less Lx | - | - | - | 1,454 | - | - | 405 | - | - | - | - | - |
| 14 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 0.00% | 0.00% | 78.21% | 0.00% | 0.00% | 21.79% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 15 | ALLOCATED TOLL MESSAGES (SP + RC) | 9,450,407 | DIRECT | - | 1,937,744 | - | - | 5,979,008 | 90,861 | - | - | - | - | 1,442,794 | - |
| 16 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 20.50% | 0.00% | 0.00% | 63.27% | 0.96% | 0.00% | 0.00% | 0.00% | 0.00% | 15,27% | 0.00% |
| 17 | ALLOCATED USERS | 175,730 | | - | 11,117 | - | - | 50,576 | 4,123 | - | - | - | - | 109,914 | - |
| 18 | PERCENT DISTRIBUTION | 100.00% | | 0.00% | 6.33% | 0.00% | 0.00% | 28.78% | 2.35% | 0.00% | 0.00% | 0.00% | 0.00% | 62,55% | 0.00% |
| 19 | OB&C ALLOCATION | 100.00% | | 0.00% | 6.33% | 0.00% | 0.00% | 28.78% | 2.35% | 0.00% | 0.00% | 0.00% | 0.00% | 62,55% | 0.00% |

CWC-1

CASH WORKING CAPITAL WORKSHEET

CWC-1

| LN | DESCRIPTION | TOTAL COMPANY | ALLOCATION BASIS | INTERSTATE MESSAGE TOLL | | SPECIAL ACCESS | | INTRASTATE MESSAGE TOLL | | SPECIAL ACCESS | | TWX | EAS | EXCHANGE |
|----|---|------------------|---------------------|----------------------------|--------------|----------------|-------------|----------------------------|-------------|----------------|-----------|-----|-----|--------------|
| | | | | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | INTRALATA | INTERLATA | | | |
| 1 | PLANT SPECIFIC EXPENSES | \$13,493,242 | S-9,LN 27 | \$0 | \$3,283,805 | \$0 | \$1,867,929 | \$1,945,682 | \$456,551 | \$506,036 | \$5,479 | \$0 | \$0 | \$5,427,761 |
| 2 | PLANT NON SPECIFIC EXPENSE EXCL DEP & AMORT | \$7,698,009 | VARIOUS | \$0 | \$2,594,954 | \$0 | \$820,656 | \$936,890 | \$245,411 | \$220,824 | \$2,427 | \$0 | \$0 | \$2,876,848 |
| 3 | CUSTOMER OPERATIONS EXP - MARKETING | \$3,702,567 | S-11,LN 12 | \$0 | \$1,103,095 | \$0 | \$48,914 | \$675,997 | \$122,763 | \$21,554 | \$8,064 | \$0 | \$0 | \$1,722,180 |
| 4 | CUSTOMER OPERATIONS EXP - SERVICES | \$1,919,215 | S-11,LN 44 | \$0 | \$566,487 | \$0 | \$11,847 | \$430,017 | \$71,132 | \$5,554 | \$1,679 | \$0 | \$0 | \$832,500 |
| 5 | CORPORATE OPERATIONS EXPENSE | \$10,311,020 | S-12,LN 13 | \$0 | \$2,640,502 | \$0 | \$1,049,466 | \$1,556,117 | \$400,124 | \$267,729 | \$7,211 | \$0 | \$0 | \$4,389,870 |
| 6 | EQUAL ACCESS EXPENSE | \$0 | S-12,LN 15 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 7 | OTHER EXPENSE - CONTRIBUTIONS | \$0 | S-12,LN 14 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | INTEREST ON CUSTOMER DEPOSITS | \$0 | S-12,LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | FEDERAL INCOME TAX (ACTUAL) | (\$1,761,129) | S-12,LN 29 + 31 | \$0 | (\$355,443) | \$0 | (\$174,340) | (\$172,152) | \$92,905 | (\$225,141) | \$2,330 | \$0 | \$0 | (\$929,288) |
| 10 | STATE INCOME TAX (ACTUAL) | \$611,313 | S-12,LN 32 | \$0 | \$127,035 | \$0 | \$121,783 | \$91,302 | \$19,987 | \$36,002 | \$407 | \$0 | \$0 | \$214,796 |
| 11 | OTHER OPERATING TAX | \$1,373,896 | S-12,LN 33 | \$0 | \$357,007 | \$0 | \$163,585 | \$186,860 | \$38,905 | \$49,771 | \$685 | \$0 | \$0 | \$577,083 |
| 12 | RESERVED FOR FUTURE USE | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | GROSS RECEIPTS TAX (ACTUAL) | \$109,471 | RECORDS | \$0 | \$0 | \$0 | \$0 | \$450 | \$19,897 | \$21,352 | \$3,414 | \$0 | \$0 | \$64,359 |
| 14 | INTEREST ON CAPITAL LEASES | \$0 | S-12,LN 16 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | OTHER FIXED CHARGES - OPERATING | (\$0) | S-12,LN 18-LN 17 | \$0 | (\$0) | \$0 | (\$0) | (\$0) | \$0 | (\$0) | \$0 | \$0 | \$0 | (\$0) |
| 16 | TOTAL CASH WORKING CAPITAL EXPENSES | \$37,457,604 | | \$0 | \$10,317,442 | \$0 | \$3,909,840 | \$5,651,164 | \$1,467,674 | \$903,680 | \$31,696 | \$0 | \$0 | \$15,176,109 |
| 17 | CASH WORKING CAPITAL RATIO | | RECORDS | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | CASH WORKING CAPITAL | \$1,539,358 | | \$0 | \$424,006 | \$0 | \$160,679 | \$232,240 | \$60,316 | \$37,138 | \$1,303 | \$0 | \$0 | \$623,677 |
| 19 | MINIMUM BANK BALANCE | \$0 | /LN 16 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | WORKING CASH ADVANCES | \$0 | /LN 16 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | TOTAL CASH WORKING CAPITAL | \$1,539,358 | | \$0 | \$424,006 | \$0 | \$160,679 | \$232,240 | \$60,316 | \$37,138 | \$1,303 | \$0 | \$0 | \$623,677 |

Merged Group C TYCOS

TYCOS INDEX TO DETAIL PART 69 WBI ALLOCATION FORMS

| DESCRIPTION | SCHEDULE | |
|---|----------|------------|
| - | P_All | 69 |
| TRUE-UP FOR NECA EC-1050 | EC-1050 | Neca_Input |
| REVENUE REQUIREMENT SUMMARY BY PRIMARY ELEMENT | SUM1 | P_Sum1 |
| REVENUE REQUIREMENT SUMMARY, INCOME TAXES | A-1 | P_A1 |
| SUMMARY OF TELEPHONE PLANT AND RESERVES | A-2 | P_A2 |
| GENERAL SUPPORT FACILITIES AND MISC PLANT ALLOCATION | A-3 | P_A3 |
| OPERATOR SYSTEMS AND SWITCHING EQUIPMENT | A-41 | P_A41 |
| CENTRAL OFFICE TRANSMISSION EQUIPMENT | A-42 | P_A42 |
| INFORMATION ORIG/TERM AND CABLE AND WIRE FACILITIES | A-5 | P_A5 |
| OTHER TELECOMMUNICATIONS PLANT ALLOCATION | A-6 | P_A6 |
| ACCUMULATED DEPRECIATION, AMORT & DEFERRED INCOME TAXES | A-7 | P_A7 |
| SUMMARY OF OPERATING EXP AND TAX AND MISC TAX ITEMS | A-8 | P_A8 |
| PLANT SPECIFIC EXPENSE ALLOCATION | A-9 | P_A9 |
| PLANT NONSPECIFIC EXPENSE ALLOCATION | A-10 | P_A10 |
| CUSTOMER OPERATIONS EXPENSE ALLOCATION | A-11 | P_A11 |
| CORPORATE OPERATIONS EXPENSE ALLOCATION | A-12 | P_A12 |
| DEVELOPMENT OF JOINT USE FACILITIES ALLOCATION FACTORS | AL-1 | P_A11 |
| TARRP FACTORS (INVESTMENT) | T-1 | P_T1 |
| TARRP FACTORS (EXPENSE) | T-2 | P_T2 |

Merged Group C TYCOS

PART 69 WBI - INTERSTATE/INTERLATA

| INPUT FOR NECA EC1050 TRUE-UP | | | | | | | |
|-------------------------------|-------------------------------------|------------------|-----------------------|--------------------|-------------------|-------------------------|-----------------|
| LN | DESCRIPTION | TOTAL COMPANY | CAPPED COMMON LINE | SWITCHED ACCESS | SPECIAL ACCESS | BILLING & COLLECTION | WBI CATEGORY |
| 1 | NET TEL PLANT,M&S & WORKING CAPITAL | \$23,097,423 | \$10,589,641 | \$2,221,791 | \$6,072,547 | \$1,405 | \$4,212,042 |
| 2 | AMORIZATION OF ITC | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 3 | INCOME FROM IDC | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | TOTAL INCOME ADJUSTMENTS | \$2,709 | \$1,326 | \$569 | \$559 | \$0 | \$257 |
| 5 | STATE INCOME TAX | \$391,190 | \$178,092 | \$35,971 | \$106,982 | \$26 | \$70,118 |
| 6 | OPERATING EXPENSES & OTHER TAXES | \$19,653,618 | \$9,321,104 | \$3,361,261 | \$3,972,204 | \$385,332 | \$2,613,718 |
| 7 | GROSS RECEIPTS & PSC TAX | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | MISCELLANEOUS INCOME CHARGES | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

SUM1 REVENUE REQUIREMENT SUMMARY BY PRIMARY ELEMENT

| LN | A/C | DESCRIPTION | TOTAL COMPANY | IN EXCESS OF CAP | CAPPED CL | SWITCHED ACCESS | SPECIAL ACCESS | BILLING & COLLECTION | WBI CATEGORY | |
|----|-----|--|------------------|---------------------|--------------|--------------------|-------------------|-------------------------|------------------|--------|
| 1 | | GENERAL SUPPORT FACILITIES | \$8,060,839 | \$0 | \$3,800,607 | \$1,585,016 | \$1,612,311 | \$5,667 | \$0 \$1,057,239 | |
| 2 | | CENTRAL OFFICE SWITCHING | \$18,401,701 | \$0 | \$0 | \$18,401,701 | \$0 | \$0 | \$0 \$0 | |
| 3 | | OPERATOR SYSTEMS | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 4 | | CENTRAL OFFICE TRANSMISSION | \$42,552,438 | \$0 | \$11,693,804 | \$1,795,234 | \$16,016,821 | \$0 | \$0 \$13,046,578 | |
| 5 | | INFORMATION ORIG/TERM | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 6 | | CABLE AND WIRE FACILITIES | \$60,165,118 | \$0 | \$47,597,495 | \$811,216 | \$9,194,037 | \$0 | \$0 \$2,562,370 | |
| 7 | | TANGIBLE ASSETS | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 8 | | INTANGIBLE ASSETS | \$1,011,349 | \$0 | \$497,968 | \$170,512 | \$211,023 | \$45 | \$0 \$131,802 | |
| 9 | | TOTAL PLANT IN SERVICE | \$130,191,446 | \$0 | \$63,589,875 | \$22,763,679 | \$27,034,192 | \$5,711 | \$0 \$16,797,988 | |
| 10 | | PROPERTY HELD FOR FUTURE USE | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 11 | | PLANT UNDER CONSTRUCT. - SHORT TERM | \$1,781,822 | \$0 | \$800,297 | \$237,584 | \$447,768 | \$74 | \$0 \$296,100 | |
| 12 | | PLANT UNDER CONSTRUCT. - LONG TERM | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 13 | | TELEPHONE PLANT ADJUSTMENT | \$952,321 | \$0 | \$374,850 | \$152,747 | \$262,935 | \$36 | \$0 \$161,753 | |
| 14 | | TOTAL PROPERTY, PLANT & EQUIP. | \$132,925,589 | \$0 | \$64,765,021 | \$23,154,010 | \$27,744,896 | \$5,820 | \$0 \$17,255,841 | |
| 15 | | ACCUM DEPRECIATION - PLANT IN SERVICE | \$106,791,618 | \$0 | \$52,663,703 | \$20,401,415 | \$21,030,407 | \$4,333 | \$0 \$12,691,760 | |
| 16 | | ACCUM DEPRECIATION - FUTURE USE | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 17 | | ACCUM AMORTIZATION - TANGIBLE PROPERTY | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 18 | | ACCUM AMORTIZATION - INTANGIBLE PROP. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 19 | | ACCUM AMORTIZATION - TEL PLANT ADJ. | \$231,274 | \$0 | \$83,425 | \$73,794 | \$50,709 | \$8 | \$0 \$23,338 | |
| 20 | | OPERATING DEFERRED INCOME TAX | \$3,779,126 | \$0 | \$1,895,217 | \$636,246 | \$793,805 | \$118 | \$0 \$453,740 | |
| 21 | | OTHER DEFERRED CREDITS - NET | \$42,282 | \$0 | \$17,962 | \$9,148 | \$7,522 | \$2 | \$0 \$7,648 | |
| 22 | | NET TELEPHONE PLANT | \$22,081,289 | \$0 | \$10,104,715 | \$2,033,407 | \$5,862,453 | \$1,360 | \$0 \$4,079,355 | |
| 23 | | MATERIALS AND SUPPLIES | \$431,450 | \$0 | \$199,500 | \$81,772 | \$91,298 | \$19 | \$0 \$58,861 | |
| 24 | | RTB STOCK, DEFERRED MAINT. & RET. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 25 | | EQUAL ACCESS EQUIPMENT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 26 | | OTHER JURISDICTIONAL ASSETS | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 27 | | CASH WORKING CAPITAL | \$584,684 | \$0 | \$285,426 | \$106,611 | \$118,797 | \$25 | \$0 \$73,826 | |
| 28 | | NET TEL PLANT,M&S & WORKING CAPITAL | \$23,097,423 | \$0 | \$10,589,640 | \$2,221,790 | \$6,072,547 | \$1,404 | \$0 \$4,212,042 | |
| | | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 29 | | RETURN ON INVESTMENT FOR SETTLEMENTS | \$2,540,717 | \$0 | \$1,164,860 | \$244,397 | \$667,980 | \$154 | \$0 \$463,325 | |
| | | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 30 | | PLANT SPECIFIC EXPENSE | \$5,151,734 | \$0 | \$2,148,850 | \$1,327,066 | \$996,904 | \$899 | \$0 \$678,015 | |
| 31 | | PLANT NON SPECIFIC EXPENSES EXCL. DEP | \$3,415,609 | \$0 | \$2,168,264 | \$426,690 | \$506,029 | \$0 | \$0 \$314,627 | |
| 32 | | DEPRECIATION & AMORTIZATION | \$5,528,959 | \$0 | \$2,426,642 | \$613,922 | \$1,474,844 | \$239 | \$0 \$1,013,312 | |
| 33 | | MARKETING EXPENSE | \$1,152,009 | \$0 | \$567,560 | \$202,905 | \$238,366 | \$52 | \$0 \$143,126 | |
| 34 | | OTHER CUSTOMER OPERATIONS EXPENSES | \$578,333 | \$0 | \$116,565 | \$71,197 | \$69,720 | \$280,240 | \$0 \$40,611 | |
| 35 | | CORPORATE OPERATIONS EXPENSES | \$3,689,968 | \$0 | \$1,821,089 | \$691,642 | \$661,524 | \$103,906 | \$0 \$411,807 | |
| 36 | | EQUAL ACCESS EXPENSE | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 37 | | OTHER OPERATING TAXES | \$520,591 | \$0 | \$247,872 | \$101,343 | \$104,778 | \$23 | \$0 \$66,575 | |
| 38 | | GROSS RECEIPTS TAX | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 \$0 | |
| 39 | | UNCOLLECTIBLES/RENT REVENUES | (\$383,588) | \$0 | (\$175,738) | (\$73,504) | (\$79,962) | (\$28) | \$0 (\$54,356) | |
| 40 | | NON OPERATING EXPENSE | \$0 | \$0 | \$0 | (\$0) | \$0 | \$0 | \$0 \$0 | |
| 41 | | SUBTOTAL OPERATING EXPENSE | \$19,653,617 | \$0 | \$9,321,104 | \$3,361,261 | \$3,972,203 | \$385,331 | \$0 \$2,613,717 | |
| 42 | | STATE INCOME TAX - NET OF ITC | \$391,189 | \$0 | \$178,092 | \$35,972 | \$106,983 | \$26 | \$0 \$70,117 | |
| 43 | | SUBTOTAL OPER EXPENSE & TAX | \$20,044,806 | \$0 | \$9,499,196 | \$3,397,233 | \$4,079,186 | \$385,357 | \$0 \$2,683,834 | |
| 44 | | FEDERAL INCOME TAX - NET OF ITC | \$1,366,620 | \$0 | \$626,519 | \$131,292 | \$359,381 | \$83 | \$0 \$249,344 | |
| 45 | | TOTAL REVENUE REQUIREMENT | \$23,952,143 | \$0 | \$11,290,575 | \$3,772,922 | \$5,106,547 | \$385,595 | \$0 \$3,396,503 | |
| 46 | | % DISTRIBUTION | 100.00% | 0.00% | 49.30% | 16.71% | 18.93% | 1.75% | 0.00% | 13.31% |
| 47 | | FROZEN MAG SHIFT | \$0 | \$0 | \$941,936 | (\$1,258,470) | \$176,192 | \$0 | \$0 \$140,342 | |
| 48 | | POST MAG REVENUE REQUIREMENT | \$23,952,143 | \$0 | \$12,232,511 | \$2,514,452 | \$5,282,739 | \$385,595 | \$0 \$3,536,845 | |

A-1,1of1 SUMMARY OF REVENUE REQUIREMENT BY ACCESS ELEMENT

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL MILEAGE TERM | FACILITY | B&C | WBI |
|--|--------|---|------------------|---------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-----------|----------|------------------------|-----------------------------------|-------------------------|-----------|-----------|-------------|
| 1 | | NET INVESTMENT FOR SETTLEMENTS | \$23,097,423 | (NOTE A) | \$0 | \$10,589,640 | \$1,645,206 | \$0 | \$0 | \$394,694 | \$68,427 | \$113,464 | \$2,010,469 | \$3,293,358 | \$768,720 | \$1,404 | \$4,212,042 |
| 2 | | RATE OF RETURN | 11.25% | | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% | 11.25% |
| 3 | | RETURN ON INVESTMENT | \$2,540,717 | LN 1*LN 2 | \$0 | \$1,164,860 | \$180,973 | \$0 | \$0 | \$43,416 | \$7,527 | \$12,481 | \$221,152 | \$362,269 | \$84,559 | \$154 | \$463,325 |
| 4 | | ALLOW FOR FUNDS USED DURING CONSTR | \$0 | A-8,LN 29 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 5 | | NET RETURN FOR SETTLEMENTS | \$2,540,717 | LN 3-4LN 4 | \$0 | \$1,164,860 | \$180,973 | \$0 | \$0 | \$43,416 | \$7,527 | \$12,481 | \$221,152 | \$362,269 | \$84,559 | \$154 | \$463,325 |
| 6 | | FEDERAL INCOME TAX | \$1,366,620 | LN 30 | \$0 | \$626,519 | \$97,178 | \$0 | \$0 | \$23,357 | \$4,039 | \$6,718 | \$118,961 | \$194,954 | \$45,466 | \$83 | \$249,344 |
| 7 | | LESS: FEDERAL ITC AMORTIZATION | \$0 | A-12,LN 23 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | | NET FEDERAL INCOME TAX | \$1,366,620 | LN 6-LN 7 | \$0 | \$626,519 | \$97,178 | \$0 | \$0 | \$23,357 | \$4,039 | \$6,718 | \$118,961 | \$194,954 | \$45,466 | \$83 | \$249,344 |
| 9 | | STATE AND LOCAL INCOME TAX | \$391,189 | LN 36 | \$0 | \$178,092 | \$26,822 | \$0 | \$0 | \$6,309 | \$1,038 | \$1,803 | \$36,538 | \$58,010 | \$12,435 | \$26 | \$70,117 |
| 10 | | STATE ITC AMORTIZATION | \$0 | A-12,LN 24 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | | NET STATE AND LOCAL INCOME TAX | \$391,189 | LN 9-4LN 10 | \$0 | \$178,092 | \$26,822 | \$0 | \$0 | \$6,309 | \$1,038 | \$1,803 | \$36,538 | \$58,010 | \$12,435 | \$26 | \$70,117 |
| 12 | | PROVISION FOR DEFERRED INCOME TAX | \$0 | RECORDS | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | | OPERATING EXPENSE & OTHER TAXES | \$19,653,617 | A-8,LN 20 | \$0 | \$9,321,104 | \$2,929,244 | \$0 | \$868 | \$277,523 | \$79,966 | \$73,660 | \$1,306,145 | \$1,937,494 | \$728,564 | \$385,331 | \$2,613,717 |
| 14 | | NONOPERATING EXP | \$0 | A-8,LN 24 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | UNCOLLECTIBLES | \$0 | A-8,LN 28 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | | BASIS FOR GROSS RECEIPTS TAX | \$23,952,143 | | \$0 | \$11,290,575 | \$3,234,216 | \$0 | \$868 | \$350,605 | \$92,571 | \$94,663 | \$1,682,796 | \$2,552,727 | \$871,024 | \$385,595 | \$3,396,503 |
| 17 | | GROSS RECEIPTS/PSC TAX RATE | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | | GROSS RECEIPTS/PSC TAX | | LN16*LN17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | | TOTAL REVENUE REQUIREMENT SPECIAL ACCESS INCLUDING WBI | \$23,952,143 | LN16+LN18 | \$0 | \$11,290,575 | \$3,234,216 | \$0 | \$868 | \$350,605 | \$92,571 | \$94,663 | \$1,682,796 | \$2,552,727 | \$871,024 | \$385,595 | \$3,396,503 |
| OPTIONAL GROSS UP INCOME TAX CALCULATION | | | | | | | | | | | | | | | | | |
| 20 | | RETURN ON INVESTMENT | \$2,540,717 | LN 3 | \$0 | \$1,164,860 | \$180,973 | \$0 | \$0 | \$43,416 | \$7,527 | \$12,481 | \$221,152 | \$362,269 | \$84,559 | \$154 | \$463,325 |
| 21 | | INTEREST AND RELATED ITEMS | (\$0) | A-12,14+16-15 | \$0 | (\$0) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$0) | (\$0) | \$0 | (\$0) | (\$0) |
| 22 | | OTHER INCOME ADJUSTMENTS | \$2,709 | A-12,LN 21 | \$0 | \$1,326 | \$499 | \$0 | \$0 | \$39 | \$25 | \$5 | \$223 | \$212 | \$123 | \$0 | \$256 |
| 23 | | TOTAL INCOME ADJUSTMENTS | \$2,709 | LN21+LN22 | \$0 | \$1,326 | \$499 | \$0 | \$0 | \$39 | \$25 | \$5 | \$223 | \$212 | \$123 | \$0 | \$256 |
| 24 | | RETURN LESS INCOME ADJ | \$2,538,008 | LN20-LN23 | \$0 | \$1,163,535 | \$180,474 | \$0 | \$0 | \$43,377 | \$7,502 | \$12,476 | \$220,928 | \$362,058 | \$84,436 | \$154 | \$463,068 |
| 25 | | FEDERAL ITC AMORTIZATION | \$0 | A-12,LN 23 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | | FIT BASE | \$2,538,008 | | \$0 | \$1,163,535 | \$180,474 | \$0 | \$0 | \$43,377 | \$7,502 | \$12,476 | \$220,928 | \$362,058 | \$84,436 | \$154 | \$463,068 |
| 27 | | FEDERAL TAXABLE INCOME | \$2,538,008 | | \$0 | \$1,163,535 | \$180,474 | \$0 | \$0 | \$43,377 | \$7,502 | \$12,476 | \$220,928 | \$362,058 | \$84,436 | \$154 | \$463,068 |
| 28 | 35.00% | FEDERAL INCOME TAX | \$1,366,620 | LN 27*FTR | \$0 | \$626,519 | \$97,178 | \$0 | \$0 | \$23,357 | \$4,039 | \$6,718 | \$118,961 | \$194,954 | \$45,466 | \$83 | \$249,344 |
| 29 | | FEDERAL SURTAX ALLOCATION | \$0 | /LN 26 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | | NET FEDERAL TAX BEFORE ITC AMORT | \$1,366,620 | LN28-LN29 | \$0 | \$626,519 | \$97,178 | \$0 | \$0 | \$23,357 | \$4,039 | \$6,718 | \$118,961 | \$194,954 | \$45,466 | \$83 | \$249,344 |
| 31 | | STATE ITC AMORTIZATION | \$0 | A-12,LN 24 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | | SIT BASE | \$3,904,628 | | \$0 | \$1,790,053 | \$277,652 | \$0 | \$0 | \$66,734 | \$11,541 | \$19,195 | \$339,890 | \$557,012 | \$129,902 | \$237 | \$712,413 |
| 33 | | STATE TAXABLE INCOME | \$3,904,628 | | \$0 | \$1,790,053 | \$277,652 | \$0 | \$0 | \$66,734 | \$11,541 | \$19,195 | \$339,890 | \$557,012 | \$129,902 | \$237 | \$712,413 |
| 34 | 9.80% | STATE INCOME TAX | \$391,189 | LN 33*STR | \$0 | \$178,092 | \$26,822 | \$0 | \$0 | \$6,309 | \$1,038 | \$1,803 | \$36,538 | \$58,010 | \$12,435 | \$26 | \$70,117 |
| 35 | | STATE SURTAX ALLOCATION | \$0 | /LN 32 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | | NET STATE INCOME TAX BEFORE ITC AMORT | \$391,189 | LN34-LN35 | \$0 | \$178,092 | \$26,822 | \$0 | \$0 | \$6,309 | \$1,038 | \$1,803 | \$36,538 | \$58,010 | \$12,435 | \$26 | \$70,117 |
| 37 | | FEDERAL TAX AT MAXIMUM RATE | \$1,307,459 | | \$0 | \$599,397 | \$92,971 | \$0 | \$0 | \$22,346 | \$3,864 | \$6,427 | \$113,812 | \$186,515 | \$43,497 | \$80 | \$238,550 |
| 38 | | ADDITIONAL INCOME ADJUSTMENT FOR FIT | (\$114,842) | | \$0 | (\$52,649) | (\$8,166) | \$0 | \$0 | (\$1,963) | (\$339) | (\$565) | (\$9,997) | (\$16,383) | (\$3,821) | (\$7) | (\$20,953) |

A-2.1of1 SUMMARY OF TELEPHONE PLANT AND RESERVES

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TERMINAL | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL TERM | MILEAGE FACILITY | B&C | WBI |
|------------------------|------|--|------------------|----------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------|-----------|------------------------|-----------------------------------|-----------------|---------------------|---------|--------------|
| NET INVESTMENT SUMMARY | | | | | | | | | | | | | | | | | |
| 1 | 2110 | GENERAL SUPPORT FACILITIES | \$8,060,839 | A-3,LN 4 | \$0 | \$3,800,607 | \$1,400,190 | \$0 | \$0 | \$111,620 | \$47,209 | \$25,997 | \$545,130 | \$733,202 | \$333,979 | \$5,667 | \$1,057,239 |
| 2 | 2210 | CENTRAL OFFICE SWITCHING | \$18,401,701 | A-4,LN 21+25 | \$0 | \$0 | \$18,337,387 | \$0 | \$0 | \$64,314 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 3 | 2220 | OPERATOR SYSTEMS | \$0 | A-4,LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | 2230 | CENTRAL OFFICE TRANSMISSION | \$42,552,438 | A-4,LN 41 | \$0 | \$11,693,804 | \$0 | \$0 | \$0 | \$1,470,471 | \$0 | \$324,764 | \$4,995,904 | \$11,020,917 | \$0 | \$0 | \$13,046,578 |
| 5 | 2310 | INFORMATION ORIG/TERM | \$0 | A-5,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | 2410 | CABLE AND WIRE FACILITIES | \$60,165,118 | A-5,LN 21 | \$0 | \$47,597,495 | \$0 | \$0 | \$0 | \$0 | \$703,825 | \$107,391 | \$3,541,863 | \$0 | \$5,652,174 | \$0 | \$2,562,370 |
| 7 | 2680 | TANGIBLE ASSETS | \$0 | A-3,LN 14 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | 2690 | INTANGIBLE ASSETS | \$1,011,349 | A-3,LN 15 | \$0 | \$497,968 | \$148,318 | \$0 | \$0 | \$12,636 | \$5,820 | \$3,737 | \$70,818 | \$91,966 | \$48,239 | \$45 | \$131,802 |
| 9 | | TOTAL PLANT IN SERVICE | \$130,191,446 | | \$0 | \$63,589,875 | \$19,885,895 | \$0 | \$0 | \$1,659,041 | \$756,855 | \$461,889 | \$9,153,715 | \$11,846,085 | \$6,034,392 | \$5,711 | \$16,797,988 |
| 10 | | % DISTRIBUTION | 100.00% | | 0.00% | 48.86% | 15.25% | 0.00% | 0.00% | 1.27% | 0.58% | 0.35% | 7.03% | 9.10% | 4.64% | 0.00% | 12.91% |
| 11 | 2002 | PROPERTY HELD FOR FUTURE USE | \$0 | A-6,LN 6 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | 2003 | PLANT UNDER CONSTRUCT. - SHORT TERM | \$1,781,822 | A-6,LN 13 | \$0 | \$800,297 | \$203,895 | \$0 | \$0 | \$18,882 | \$5,431 | \$9,376 | \$139,094 | \$240,149 | \$68,525 | \$74 | \$296,100 |
| 13 | 2004 | PLANT UNDER CONSTRUCT. - LONG TERM | \$0 | A-6,LN 20 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | 2005 | TELEPHONE PLANT ADJUSTMENT | \$952,321 | A-6,LN 27 | \$0 | \$374,850 | \$135,033 | \$0 | \$0 | \$9,488 | \$2,490 | \$5,736 | \$78,551 | \$149,827 | \$34,558 | \$36 | \$161,753 |
| 15 | | TOTAL PROPERTY, PLANT & EQUIP. | \$132,925,589 | | \$0 | \$64,765,021 | \$20,224,822 | \$0 | \$0 | \$1,687,411 | \$764,776 | \$477,001 | \$9,371,360 | \$12,236,061 | \$6,137,475 | \$5,820 | \$17,255,841 |
| 16 | | % DISTRIBUTION | 100.00% | | 0.00% | 48.74% | 15.19% | 0.00% | 0.00% | 1.27% | 0.58% | 0.36% | 7.05% | 9.21% | 4.62% | 0.00% | 12.99% |
| 17 | 3100 | ACCUM DEPRECIATION - PLANT IN SERVICE | \$106,791,618 | A-7,LN 9 | \$0 | \$52,663,703 | \$18,089,803 | \$0 | \$0 | \$1,266,391 | \$687,345 | \$357,876 | \$7,155,718 | \$8,664,652 | \$5,210,038 | \$4,333 | \$12,691,760 |
| 18 | 3200 | ACCUM DEPRECIATION - FUTURE USE | \$0 | A-7,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | 3400 | ACCUM AMORTIZATION - TANGIBLE PROPERTY | \$0 | A-7,LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | 3500 | ACCUM AMORTIZATION - INTANGIBLE PROP. | \$0 | A-7,LN 18 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | 3600 | ACCUM AMORTIZATION - TEL PLANT ADJ. | \$231,274 | A-7,LN 19 | \$0 | \$83,425 | \$70,171 | \$0 | \$0 | \$2,354 | \$482 | \$788 | \$15,608 | \$26,101 | \$9,000 | \$8 | \$23,338 |
| 22 | 4340 | OPERATING DEFERRED INCOME TAX | \$3,779,126 | A-7,LN 28 | \$0 | \$1,895,217 | \$578,343 | \$0 | \$0 | \$36,097 | \$13,336 | \$8,470 | \$256,519 | \$343,345 | \$193,941 | \$118 | \$453,740 |
| 23 | VAR | CUST. DEP. DEF CRS-NET & L-T LIAB. | \$42,282 | A-7, LNS 30-36 | \$0 | \$17,962 | \$7,569 | \$0 | \$0 | \$1,024 | \$433 | \$122 | \$2,589 | \$3,725 | \$1,208 | \$2 | \$7,648 |
| 24 | | NET TELEPHONE PLANT | \$22,081,289 | | \$0 | \$10,104,715 | \$1,478,938 | \$0 | \$0 | \$381,545 | \$63,180 | \$109,744 | \$1,940,927 | \$3,198,237 | \$723,289 | \$1,360 | \$4,079,355 |
| 25 | | % DISTRIBUTION | 100.00% | | 0.00% | 45.75% | 6.67% | 0.00% | 0.00% | 1.72% | 0.29% | 0.49% | 8.79% | 14.51% | 3.26% | 0.01% | 18.51% |
| 26 | 1220 | MATERIALS AND SUPPLIES | \$431,450 | A-3,LN 16 | \$0 | \$199,500 | \$72,643 | \$0 | \$0 | \$5,647 | \$1,681 | \$1,801 | \$28,880 | \$44,108 | \$18,310 | \$19 | \$58,861 |
| 27 | VAR | RTB STOCK, DEFERRED MAINT. & RET. | \$0 | A-3, LN17+LN20 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | 1439 | EQUAL ACCESS EQUIPMENT | \$0 | A-3, LN 8 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 29 | VAR | OTHER JURISD. ASSETS, NONCUR. ASSETS | \$0 | A-3, LN18+LN19 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 30 | XXXX | CASH WORKING CAPITAL | \$584,684 | A-3, LN 10 | \$0 | \$285,426 | \$93,625 | \$0 | \$0 | \$7,501 | \$3,566 | \$1,919 | \$40,662 | \$51,013 | \$27,122 | \$25 | \$73,826 |
| 31 | | NET TELEPHONE PLANT, M&S AND CASH WORKING CAPITAL | \$23,097,423 | | \$0 | \$10,589,640 | \$1,645,206 | \$0 | \$0 | \$394,694 | \$68,427 | \$113,464 | \$2,010,469 | \$3,293,358 | \$768,720 | \$1,404 | \$4,212,042 |
| 32 | | % DISTRIBUTION | 100.00% | | 0.00% | 45.85% | 7.12% | 0.00% | 0.00% | 1.71% | 0.30% | 0.49% | 8.70% | 14.26% | 3.33% | 0.01% | 18.24% |

A-3,1of1 GENERAL SUPPORT FACILITIES AND MISCELLANEOUS PLANT ALLOCATION

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TERMINAL | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL MILEAGE TERM | FACILITY | B&C | WBI |
|----|------|--|------------------|----------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------|-----------|------------------------|-----------------------------------|-------------------------|-------------|---------|--------------|
| | | BASIS FOR GENERAL SUPPORT FACILITIES | | | | | | | | | | | | | | | |
| 1a | | CENTRAL OFFICE EQUIPMENT | \$60,954,139 | A-4, LN 42 | \$0 | \$11,693,804 | \$18,337,387 | \$0 | \$0 | \$1,534,785 | \$0 | \$324,764 | \$4,995,904 | \$11,020,917 | \$0 | \$0 | \$13,046,578 |
| 1b | | INFORMATION ORIG/TERM | \$0 | A-5, LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 1c | | CABLE & WIRE FACILITIES | \$60,165,118 | A-5, LN 23 | \$0 | \$47,597,495 | \$0 | \$0 | \$0 | \$0 | \$703,825 | \$107,391 | \$3,541,863 | \$0 | \$5,652,174 | \$0 | \$2,562,370 |
| 1d | | TOTAL | \$121,119,257 | | \$0 | \$59,291,300 | \$18,337,387 | \$0 | \$0 | \$1,534,785 | \$703,825 | \$432,154 | \$8,537,768 | \$11,020,917 | \$5,652,174 | \$0 | \$15,608,948 |
| 1e | | % DISTRIBUTION | 100.00% | | 0.00% | 48.95% | 15.14% | 0.00% | 0.00% | 1.27% | 0.58% | 0.36% | 7.05% | 9.10% | 4.67% | 0.00% | 12.89% |
| | 2110 | GENERAL SUPPORT ASSETS | | | | | | | | | | | | | | | |
| 2 | | ALLOCATED | \$7,838,454 | LN 1e | \$0 | \$3,696,119 | \$1,366,092 | \$0 | \$0 | \$108,480 | \$45,890 | \$25,212 | \$530,220 | \$713,056 | \$324,324 | \$0 | \$1,029,062 |
| 3 | | GENERAL PURPOSE COMPUTERS | \$222,386 | LN 1e & DIRECT | \$0 | \$104,487 | \$34,098 | \$0 | \$0 | \$3,140 | \$1,320 | \$785 | \$14,910 | \$20,147 | \$9,656 | \$5,667 | \$28,177 |
| 4 | | TOTAL GENERAL SUPPORT ASSETS | \$8,060,839 | | \$0 | \$3,800,607 | \$1,400,190 | \$0 | \$0 | \$111,620 | \$47,209 | \$25,997 | \$545,130 | \$733,202 | \$333,979 | \$5,667 | \$1,057,239 |
| 5 | | % DISTRIBUTION | 100.00% | | 0.00% | 47.15% | 17.37% | 0.00% | 0.00% | 1.38% | 0.59% | 0.32% | 6.76% | 9.10% | 4.14% | 0.07% | 13.12% |
| 6 | | COE, IOT, CWF AND GENERAL SUPPORT | \$129,180,097 | | \$0 | \$63,091,907 | \$19,737,577 | \$0 | \$0 | \$1,646,405 | \$751,035 | \$458,152 | \$9,082,897 | \$11,754,119 | \$5,986,153 | \$5,667 | \$16,666,187 |
| 7 | | % DISTRIBUTION | 100.00% | | 0.00% | 48.84% | 15.28% | 0.00% | 0.00% | 1.27% | 0.58% | 0.35% | 7.03% | 9.10% | 4.63% | 0.00% | 12.90% |
| 8 | 1439 | EQUAL ACCESS EQUIPMENT | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | | COE, IOT, CWF, GENERAL SUPPORT AND EQUAL ACCESS EQUIPMENT | \$129,180,097 | | \$0 | \$63,091,907 | \$19,737,577 | \$0 | \$0 | \$1,646,405 | \$751,035 | \$458,152 | \$9,082,897 | \$11,754,119 | \$5,986,153 | \$5,667 | \$16,666,187 |
| 10 | | % DISTRIBUTION | 100.00% | | 0.00% | 48.84% | 15.28% | 0.00% | 0.00% | 1.27% | 0.58% | 0.35% | 7.03% | 9.10% | 4.63% | 0.00% | 12.90% |
| 11 | 2680 | TANGIBLE ASSETS | | | | | | | | | | | | | | | |
| 12 | | CAPITAL LEASES | \$0 | LN 7 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | | LEASEHOLD IMPROVEMENTS | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | | TOTAL | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | 2690 | INTANGIBLE ASSETS | \$1,011,349 | LN 10 | \$0 | \$497,968 | \$148,318 | \$0 | \$0 | \$12,636 | \$5,820 | \$3,737 | \$70,818 | \$91,966 | \$48,239 | \$45 | \$131,802 |
| 16 | 1220 | MATERIALS AND SUPPLIES | \$431,450 | LN 10 | \$0 | \$199,500 | \$72,643 | \$0 | \$0 | \$5,647 | \$1,681 | \$1,801 | \$28,880 | \$44,108 | \$18,310 | \$19 | \$58,861 |
| 17 | 1402 | RTB STOCK | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | 1410 | OTHER NONCURRENT ASSETS | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | 1500 | OTHER JURISDICTIONAL ASSETS | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | 1438 | DEFERRED MAINTENANCE AND RETIREMENTS | \$0 | LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | | COE, IOT, CWF, GEN SUPP & EQUAL ACCESS FOR APPORTIONING PRESUBSCRIPTION | \$85,685,074 | | \$0 | \$63,091,907 | \$19,737,577 | \$0 | \$0 | \$1,646,405 | \$751,035 | \$458,152 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | | % DISTRIBUTION | 100.00% | | 0.00% | 73.63% | 23.04% | 0.00% | 0.00% | 1.92% | 0.88% | 0.53% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 23 | | COE, IOT & CWF EXCL CCL FOR ASSIGNING CARRIER ACCESS BILLING EXPENSES | \$61,827,957 | | \$0 | \$0 | \$18,337,387 | \$0 | \$0 | \$1,534,785 | \$703,825 | \$432,154 | \$8,537,768 | \$11,020,917 | \$5,652,174 | \$0 | \$15,608,948 |
| 24 | | % DISTRIBUTION | 100.00% | | 0.00% | 0.00% | 29.66% | 0.00% | 0.00% | 2.48% | 1.14% | 0.70% | 13.81% | 17.83% | 9.14% | 0.00% | 25.25% |

A-4.2of2 CENTRAL OFFICE EQUIPMENT ALLOCATION

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TRANSPORT TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL TERM | MILEAGE FACILITY | B&C | WBI |
|------------|------|--|------------------|-------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------------|----------|------------------------|-----------------------------------|-----------------|---------------------|-------|--------------|
| 28 | 2230 | CENTRAL OFFICE TRANSMISSION | | | | | | | | | | | | | | | |
| 29 | | WIDEBAND AND WBI | \$17,828,951 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$88,649 | \$0 | \$0 | \$4,693,723 | \$0 | \$0 | \$0 | \$13,046,578 |
| 30 | | EXCHANGE TRUNK - BASIC | \$14,877 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$14,877 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 31 | | EXCHANGE TRUNK - SPECIAL(IP conn/2680) | \$588,939 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$588,939 | \$0 | \$0 | \$0 |
| 32 | | SUBSCRIBER LINE | \$11,995,985 | LN 4/DIRECT | \$0 | \$11,693,804 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$302,181 | \$0 | \$0 | \$0 | \$0 |
| 33 | | INTEREXCHANGE CIRCUIT | | | | | | | | | | | | | | | |
| 34 | | FURNISHED OTHERS | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 35 | | ACCESS - BASIC | \$11,742,882 | LN 5/DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$986,141 | \$0 | \$324,764 | \$0 | \$10,431,978 | \$0 | \$0 | \$0 |
| 36 | | ACCESS - SPECIAL | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 37 | | NON ACCESS | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 38 | | TOTAL IX CIRCUIT | \$11,742,882 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$986,141 | \$0 | \$324,764 | \$0 | \$10,431,978 | \$0 | \$0 | \$0 |
| 39 | | HOST/REMOTE CIRCUIT | \$380,804 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$380,804 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 40 | | EQUIPMENT RENTED OTHERS | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 41 | | TOTAL CENTRAL OFFICE TRANSMISSION | \$42,552,438 | | \$0 | \$11,693,804 | \$0 | \$0 | \$0 | \$1,470,471 | \$0 | \$324,764 | \$4,995,904 | \$11,020,917 | \$0 | \$0 | \$13,046,578 |
| 42 | | TOTAL CENTRAL OFFICE EQUIPMENT | \$60,954,139 | | \$0 | \$11,693,804 | \$18,337,387 | \$0 | \$0 | \$1,534,785 | \$0 | \$324,764 | \$4,995,904 | \$11,020,917 | \$0 | \$0 | \$13,046,578 |
| 43 | | % DISTRIBUTION | 100.00% | | 0.00% | 19.18% | 30.08% | 0.00% | 0.00% | 2.52% | 0.00% | 0.53% | 8.20% | 18.08% | 0.00% | 0.00% | 21.40% |
| COE RATIOS | | | | | | | | | | | | | | | | | |
| 44 | | OPERATOR SYSTEMS | 0% | LN 17 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 45 | | TANDEM SWITCHING | 50% | LN 21 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 50.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 46 | | LOCAL SWITCHING | 100% | LN 25 | 0.00% | 0.00% | 100.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 47 | | CENTRAL OFFICE SWITCHING | 100% | LN 21+25 | 0.00% | 0.00% | 99.69% | 0.00% | 0.00% | 0.31% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 48 | | CENTRAL OFFICE TRANSMISSION | 100% | LN 41 | 0.00% | 31.92% | 0.00% | 0.00% | 0.00% | 4.76% | 0.00% | 0.63% | 11.63% | 22.17% | 0.00% | 0.00% | 28.89% |

A-5,1of1 INFORMATION ORIGINATION/TERMINATION AND CABLE AND WIRE FACILITIES

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TRANSPORT TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL TERM | MILEAGE FACILITY | B&C | WBI |
|-----|------|-----------------------------------|------------------|-------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------------|-----------|------------------------|-----------------------------------|-----------------|---------------------|-------|-------------|
| 1 | | ALLOCATION FACTORS | | | | | | | | | | | | | | | |
| 2 | | EQUIVALENT ACCESS LINES - MSG CWF | 100% | AL-1,LN 4 | 0.00% | 100.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| | | IX CIRCUIT MILES - MSG CWF | 100% | AL-1,LN 8 | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 72.25% | 27.75% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 3 | 2310 | INFORMATION ORIG/TERM | | | | | | | | | | | | | | | |
| 4 | | OTHER IOT EQUIPMENT | | | | | | | | | | | | | | | |
| 5 | | COIN PUBLIC TELEPHONE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | | COINLESS PUBLIC TELEPHONE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 7 | | OTHER | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | | SUBTOTAL | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | | NEW CUSTOMER PREMISE EQUIP | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 10 | | TOTAL ORIG/TERM EQUIP | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | | % DISTRIBUTION | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | 2410 | CABLE AND WIRE FACILITIES | | | | | | | | | | | | | | | |
| 13 | | SUBSCRIBER LINE | \$47,849,013 | LN 1/DIRECT | \$0 | \$47,597,495 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$251,517 | \$0 | \$0 | \$0 | \$0 |
| 14 | | EXCHANGE WIDEBAND AND WBI | \$5,903,425 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$50,709 | \$0 | \$3,290,346 | \$0 | \$0 | \$0 | \$2,562,370 |
| 15a | | EXCHANGE TRUNK - BASIC | \$574 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$574 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15b | | EXCHANGE TRUNK - SPECIAL | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | | INTEREXCHANGE WIDEBAND & DSL | \$5,586,388 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$5,586,388 | \$0 | \$0 |
| 17a | | IX TRUNK - ACCESS | \$634,952 | LN 2/DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$461,775 | \$107,391 | \$0 | \$0 | \$65,786 | \$0 | \$0 |
| 17b | | IX TRUNK - SPECIAL | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | | IX TRUNK - NON ACCESS | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | | HOST/REMOTE | \$190,767 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$190,767 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | | EQUIPMENT FURNISHED OTHERS | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | | TOTAL CABLE AND WIRE FACILITIES | \$60,165,118 | | \$0 | \$47,597,495 | \$0 | \$0 | \$0 | \$0 | \$703,825 | \$107,391 | \$3,541,863 | \$0 | \$5,652,174 | \$0 | \$2,562,370 |
| 22 | | % DISTRIBUTION | 100.00% | | 0.00% | 79.11% | 0.00% | 0.00% | 0.00% | 0.00% | 1.17% | 0.18% | 5.89% | 0.00% | 9.39% | 0.00% | 4.26% |
| 23 | | TOTAL CABLE & WIRE FACILITIES | \$60,165,118 | | \$0 | \$47,597,495 | \$0 | \$0 | \$0 | \$0 | \$703,825 | \$107,391 | \$3,541,863 | \$0 | \$5,652,174 | \$0 | \$2,562,370 |
| 24 | | % DISTRIBUTION | 100.00% | | 0.00% | 79.11% | 0.00% | 0.00% | 0.00% | 0.00% | 1.17% | 0.18% | 5.89% | 0.00% | 9.39% | 0.00% | 4.26% |

A-6,1 of 1 OTHER TELECOMMUNICATIONS PLANT ALLOCATION

[illegible]

A-7, 1 of 1

| | | | | | COMMON LINE | | TRAFFIC SENSITIVE | | | | SPECIAL ACCESS | | | | | | |
|------------------------------------|-------|---------------------------------------|------------------|-------------------|---------------------|--------------|-------------------|-----------------|--------------------------|--------------------------|----------------|------------------------|-----------------|-------------------------|-------------|---------|--------------|
| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | IN EXCESS OF CAP | CAPPED CL | SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | COMMON TRANSPORT TERM | FACILITY | DEDICATED TRANSPORT | CHANNEL TERM | CHANNEL MILEAGE TERM | FACILITY | B&C | WBI |
| 1 | 3100 | ACCUM DEPRECIATION - PLANT IN SERVICE | | | | | | | | | | | | | | | |
| 2 | | GENERAL SUPPORT | \$6,241,717 | A-3.LN 5 | \$0 | \$2,958,632 | \$1,071,210 | \$0 | \$0 | \$78,519 | \$32,738 | \$20,336 | \$426,867 | \$579,768 | \$258,740 | \$4,333 | \$810,574 |
| 3 | | CENTRAL OFFICE SWITCHING EQUIPMENT | \$17,078,372 | A-4.LN 47 | \$0 | \$0 | \$17,018,592 | \$0 | \$0 | \$59,780 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | | OPERATOR SYSTEMS EQUIPMENT | \$0 | A-4.LN 44 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 5 | | CENTRAL OFFICE TRANSMISSION | \$31,323,942 | A-4.LN 48 | \$0 | \$8,609,559 | \$0 | \$0 | \$0 | \$1,128,092 | \$0 | \$235,760 | \$3,651,683 | \$8,084,884 | \$0 | \$0 | \$9,613,964 |
| 6 | | UNDISTRIBUTED COE | \$0 | A-4.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 7 | | INFORMATION ORIG/TERM | \$0 | A-5.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 8 | | CABLE AND WIRE FACILITIES | \$52,147,587 | A-5.LN 22 | \$0 | \$41,095,512 | \$0 | \$0 | \$0 | \$0 | \$654,606 | \$101,780 | \$3,077,168 | \$0 | \$4,951,297 | \$0 | \$2,267,223 |
| 9 | | TOTAL ACCUM DEPR - TPIS | \$106,791,618 | | \$0 | \$52,663,703 | \$18,089,803 | \$0 | \$0 | \$1,266,391 | \$687,345 | \$357,876 | \$7,155,718 | \$8,664,652 | \$5,210,038 | \$4,333 | \$12,691,760 |
| 10 | 3200 | ACCUM DEPRECIATION - FUTURE USE | | A-6.LN 7 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | | TOTAL ACCUM DEPRECIATION | \$106,791,618 | | \$0 | \$52,663,703 | \$18,089,803 | \$0 | \$0 | \$1,266,391 | \$687,345 | \$357,876 | \$7,155,718 | \$8,664,652 | \$5,210,038 | \$4,333 | \$12,691,760 |
| 12 | | % DISTRIBUTION | 100.00% | | 0.00% | 49.31% | 16.94% | 0.00% | 0.00% | 1.19% | 0.64% | 0.34% | 6.70% | 8.11% | 4.88% | 0.00% | 11.88% |
| ACCUMULATED AMORTIZATION | | | | | | | | | | | | | | | | | |
| 13 | 3400 | TANGIBLE ASSETS | | | | | | | | | | | | | | | |
| 14 | | CAPITAL LEASES | \$0 | A-3.LN 10 + Direc | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | LEASEHOLD IMPROVEMENTS | \$0 | A-3.LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | | UNDISTRIBUTED | \$0 | A-3.LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | | TOTAL ACCUM AMORT - TANGIBLE | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | 3500 | INTANGIBLE ASSETS | \$0 | A-3.LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | 3600 | TELEPHONE PLANT ADJUSTMENT | \$231,274 | A-6.LN 28 | \$0 | \$83,425 | \$70,171 | \$0 | \$0 | \$23,354 | \$482 | \$788 | \$15,608 | \$26,101 | \$9,900 | \$8 | \$23,338 |
| 20 | | TOTAL ACCUM AMORTIZATION | \$231,274 | | \$0 | \$83,425 | \$70,171 | \$0 | \$0 | \$23,354 | \$482 | \$788 | \$15,608 | \$26,101 | \$9,900 | \$8 | \$23,338 |
| 21 | | % DISTRIBUTION | 100.00% | | 0.00% | 36.07% | 30.34% | 0.00% | 0.00% | 1.02% | 0.21% | 0.34% | 6.75% | 11.29% | 3.89% | 0.00% | 10.09% |
| 22 | 4100& | NET OPERATING DEFERRED INC TAX | | | | | | | | | | | | | | | |
| 23 | 4340 | GENERAL SUPPORT | \$208,559 | A-3.LN 5 | \$0 | \$89,542 | \$42,850 | \$0 | \$0 | \$2,602 | \$688 | \$657 | \$14,247 | \$22,054 | \$7,378 | \$110 | \$28,433 |
| 24 | | CENTRAL OFFICE EQUIP | \$1,520,206 | A-4.LN 43 | \$0 | \$228,260 | \$506,044 | \$0 | \$0 | \$31,167 | \$0 | \$5,257 | \$121,196 | \$301,484 | \$0 | \$0 | \$326,798 |
| 25 | | INFORMATION ORIG/TERM | \$0 | A-5.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 26 | | CABLE AND WIRE FACILITIES | \$1,857,146 | A-5.LN 22 | \$0 | \$1,486,568 | \$0 | \$0 | \$0 | \$12,055 | \$1,777 | \$107,692 | \$0 | \$178,151 | \$0 | \$0 | \$70,872 |
| 27 | | UNDISTRIBUTED | \$193,215 | A-3.LN 10 | \$0 | \$90,847 | \$29,449 | \$0 | \$0 | \$23,329 | \$593 | \$779 | \$13,384 | \$19,808 | \$8,382 | \$8 | \$27,637 |
| 28 | | TOTAL NET DEFERRED INC TAX | \$3,779,126 | | \$0 | \$1,895,217 | \$578,343 | \$0 | \$0 | \$36,097 | \$13,336 | \$8,470 | \$256,519 | \$343,345 | \$193,941 | \$118 | \$453,740 |
| 29 | | % DISTRIBUTION | 100.00% | | 0.00% | 50.15% | 15.30% | 0.00% | 0.00% | 0.96% | 0.35% | 0.22% | 6.79% | 9.09% | 5.13% | 0.00% | 12.01% |
| CUST. DEPOSITS & OTHER DEF CRS-NET | | | | | | | | | | | | | | | | | |
| 30 | 4040& | | | | | | | | | | | | | | | | |
| 31 | 4360 | GENERAL SUPPORT | \$0 | A-3.LN 5 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 32 | | CENTRAL OFFICE EQUIP | \$0 | A-4.LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 33 | | INFORMATION ORIG/TERM | \$0 | A-5.LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 34 | | CABLE AND WIRE FACILITIES | \$0 | A-5.LN 22 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 35 | | UNDISTRIBUTED | \$0 | A-3.LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 36 | 4310 | OTHER LONG TERM LIABILITIES | \$42,282 | A-3.LN 10 | \$0 | \$17,962 | \$7,569 | \$0 | \$0 | \$1,024 | \$433 | \$122 | \$2,589 | \$3,725 | \$1,208 | \$2 | \$7,648 |
| 37 | | | | | | | | | | | | | | | | | |

| | | | | COMMON LINE | | TRAFFIC SENSITIVE | | COMMON TRANSPORT | | | SPECIAL ACCESS | | CHANNEL MILEAGE | | | | |
|----|-------------|--|---------------|--------------|------------------|-------------------|-------------|------------------|-------|-----------|----------------|---------------------|-----------------|-------------|------------|-----------|-------------|
| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | IN EXCESS OF CAP | CAPPED CL | SWITCHING | EQUAL ACCESS | INFO | TERM | FACILITY | DEDICATED TRANSPORT | CHANNEL TERM | TERMINAL | FACILITY | B&C | WBI |
| 1 | 6110 | OPERATING EXPENSE AND TAX | | | | | | | | | | | | | | | |
| 2 | 6120 | NETWORK SUPPORT EXPENSE | \$43,456 | A-9LN 6 | \$0 | \$20,368 | \$7,674 | \$0 | \$0 | \$763 | \$304 | \$150 | \$2,726 | \$3,736 | \$1,728 | \$2 | \$6,005 |
| 2 | 6120 | GENERAL SUPPORT EXPENSE | \$1,206,629 | A-9LN 7 | \$0 | \$578,363 | \$197,745 | \$0 | \$0 | \$14,489 | \$6,503 | \$4,219 | \$84,367 | \$110,801 | \$55,137 | \$897 | \$154,109 |
| 4 | 6210 | CENTRAL OFFICE EXPENSE | \$2,457,583 | A-9LN 15 | \$0 | \$406,994 | \$999,541 | \$0 | \$0 | \$65,536 | \$0 | \$11,359 | \$164,633 | \$36,008 | \$0 | \$0 | \$448,513 |
| 4 | 6310 | INFORMATION ORIG/TERM EXP | \$0 | A-9LN 22 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 5 | 6410 | CABLE AND WIRE FACILITIES EXP | \$1,444,066 | A-9LN 24 | \$0 | \$1,143,126 | \$0 | \$0 | \$0 | \$0 | \$16,930 | \$1,853 | \$80,131 | \$0 | \$132,637 | \$0 | \$69,388 |
| 6 | 6510 | OTHER PLANT EXPENSE | (\$158) | A-10LN 6 | \$0 | (\$67) | (\$24) | \$0 | \$0 | (\$4) | (\$2) | (\$1) | (\$11) | (\$17) | (\$4) | \$0 | (\$26) |
| 7 | 6530 | NETWORK OPERATIONS EXPENSE | \$2,426,112 | A-10LN 7 | \$0 | \$1,178,677 | \$375,551 | \$0 | \$0 | \$29,378 | \$12,855 | \$8,937 | \$168,932 | \$224,863 | \$112,267 | \$0 | \$314,653 |
| 8 | 6540 | ACCESS / USF EXPENSE | \$989,655 | A-10LN 8 | \$0 | \$989,655 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | 6610 | MARKETING EXPENSE | \$1,152,009 | A-11LN 1 | \$0 | \$567,560 | \$178,689 | \$0 | \$0 | \$14,124 | \$5,603 | \$4,490 | \$78,299 | \$103,654 | \$56,414 | \$52 | \$143,126 |
| 8 | 6620 | SERVICES EXPENSE | \$578,333 | A-11LN29 | \$0 | \$116,565 | \$61,502 | \$0 | \$658 | \$4,917 | \$2,532 | \$1,587 | \$23,784 | \$28,618 | \$17,318 | \$280,240 | \$40,611 |
| 11 | 6710 | EXECUTIVE AND PLANNING EXP | \$0 | A-12LN 8 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | 6720 | GENERAL AND ADMINISTRATIVE EXP | \$3,689,968 | A-12LN 9 | \$0 | \$1,821,089 | \$621,918 | \$0 | \$210 | \$42,128 | \$15,884 | \$11,502 | \$222,775 | \$300,929 | \$137,821 | \$103,906 | \$411,807 |
| 13 | | SUBTOTAL OPERATING EXPENSE | \$13,987,654 | | \$0 | \$6,822,328 | \$2,442,595 | \$0 | \$868 | \$171,330 | \$60,609 | \$44,097 | \$825,635 | \$1,133,591 | \$513,318 | \$385,097 | \$1,588,186 |
| 14 | | % DISTRIBUTION | 100.00% | | 0.00% | 48.77% | 17.46% | 0.00% | 0.01% | 1.22% | 0.43% | 0.32% | 5.90% | 8.10% | 3.67% | 2.75% | 11.35% |
| 15 | 6560 | DEPRECIATION AND AMORTIZATION | \$5,528,959 | A-10LN 19+27 | \$0 | \$2,426,642 | \$463,710 | \$0 | \$0 | \$102,070 | \$19,116 | \$29,025 | \$469,283 | \$800,231 | \$205,329 | \$239 | \$1,013,312 |
| 16 | 7200 | OTHER OPERATING TAX | \$520,591 | A-12LN 25 | \$0 | \$247,872 | \$89,116 | \$0 | \$0 | \$7,397 | \$2,806 | \$2,024 | \$33,985 | \$46,420 | \$24,372 | \$23 | \$66,575 |
| 17 | | EQUAL ACCESS EXPENSE | \$0 | A-12LN 12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | 7500 | INTEREST ON CUSTOMER DEPOSITS | \$0 | A-12LN 15 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$0) | (\$0) | \$0 | \$0 | \$0 | (\$0) | \$0 | \$0 |
| 19 | 5240/7100/7 | RENT REVENUES/ OTHER INC/ G-L | (\$383,588) | A-10LN 35 | \$0 | (\$175,738) | (\$66,178) | \$0 | \$0 | (\$3,274) | (\$2,565) | (\$1,487) | (\$22,758) | (\$42,749) | (\$14,456) | (\$28) | (\$54,356) |
| 20 | | TOTAL OPERATING EXP & TAX | \$19,653,617 | | \$0 | \$9,321,104 | \$2,929,244 | \$0 | \$868 | \$277,523 | \$79,966 | \$73,660 | \$1,306,145 | \$1,937,494 | \$728,564 | \$385,331 | \$2,613,717 |
| 21 | | % DISTRIBUTION | 100.00% | | 0.00% | 47.43% | 14.90% | 0.00% | 0.00% | 1.41% | 0.41% | 0.37% | 6.65% | 9.86% | 3.71% | 1.96% | 13.30% |
| 22 | 7370 | NON OPERATING EXPENSE | | | | | | | | | | | | | | | |
| 23 | | ABANDONED CONSTRUCTION CONTRIBUTIONS | \$0 | A-3LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | | TOTAL NON OPERATING EXP | \$0 | A-3LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | 5310 | UNCOLLECTIBLES | | | | | | | | | | | | | | | |
| 26 | 5320 | END USER MSG TOLL | \$0 | A-3LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | 5330 | END USER COMMON LINE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | | IX CARRIER | \$0 | A-3LN 22 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 28 | | TOTAL UNCOLLECTIBLES | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 29 | 7340 | ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION | \$0 | A-3LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

A-9,1of1

PLANT SPECIFIC EXPENSE ALLOCATION

A-9,1of1

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TRANSPORT TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL TERM | MILEAGE FACILITY | B&C | WBI |
|----|------|-------------------------------------|------------------|------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------------|-----------|------------------------|-----------------------------------|-----------------|---------------------|---------|--------------|
| 1 | | BASIS FOR NETWORK SUPPORT EXPENSE | | | | | | | | | | | | | | | |
| 2 | | GEN SUPPORT, COE, IOT AND C&WF | \$129,180,097 | VARIOUS | \$0 | \$63,091,907 | \$19,737,577 | \$0 | \$0 | \$1,646,405 | \$751,035 | \$458,152 | \$9,082,897 | \$11,754,119 | \$5,986,153 | \$5,667 | \$16,666,187 |
| 3 | | EQUAL ACCESS EQUIPMENT | \$0 | A-3, LN 8 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | | TOTAL | \$129,180,097 | | \$0 | \$63,091,907 | \$19,737,577 | \$0 | \$0 | \$1,646,405 | \$751,035 | \$458,152 | \$9,082,897 | \$11,754,119 | \$5,986,153 | \$5,667 | \$16,666,187 |
| | | % DISTRIBUTION | 100.00% | | 0.00% | 48.84% | 15.28% | 0.00% | 0.00% | 1.27% | 0.58% | 0.35% | 7.03% | 9.10% | 4.63% | 0.00% | 12.90% |
| 5 | | PLANT SPECIFIC EXPENSES | | | | | | | | | | | | | | | |
| 6 | 6110 | GENERAL SUPPORT EXPENSE | | | | | | | | | | | | | | | |
| 7 | | NETWORK SUPPORT | \$43,456 | LN 4 | \$0 | \$20,368 | \$7,674 | \$0 | \$0 | \$763 | \$304 | \$150 | \$2,726 | \$3,736 | \$1,728 | \$2 | \$6,005 |
| 8 | 6120 | GENERAL SUPPORT | \$1,206,629 | A-3, LN 5 | \$0 | \$578,363 | \$197,745 | \$0 | \$0 | \$14,489 | \$6,503 | \$4,219 | \$84,367 | \$110,801 | \$55,137 | \$897 | \$154,109 |
| 9 | | TOTAL GENERAL SUPPORT EXP | \$1,250,085 | | \$0 | \$598,730 | \$205,419 | \$0 | \$0 | \$15,252 | \$6,807 | \$4,369 | \$87,094 | \$114,537 | \$56,865 | \$899 | \$160,114 |
| | | % DISTRIBUTION | 100.00% | | 0.00% | 47.90% | 16.43% | 0.00% | 0.00% | 1.22% | 0.54% | 0.35% | 6.97% | 9.16% | 4.55% | 0.07% | 12.81% |
| 10 | | CENTRAL OFFICE EXPENSE | | | | | | | | | | | | | | | |
| 11 | 6210 | CENTRAL OFFICE SWITCHING EXPENSE | \$1,005,983 | A-4, LN 47 | \$0 | \$0 | \$999,541 | \$0 | \$0 | \$6,442 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | 6220 | OPERATOR SYSTEMS EXPENSE | \$0 | A-4, LN 44 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | 6230 | CENTRAL OFFICE TRANSMISSION EXPENSE | \$1,451,600 | A-4, LN 48 | \$0 | \$406,994 | \$0 | \$0 | \$0 | \$59,093 | \$0 | \$11,359 | \$164,633 | \$361,008 | \$0 | \$0 | \$448,513 |
| 14 | | UNDISTRIBUTED | \$0 | A-4, LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | TOTAL CENTRAL OFFICE EXPENSE | \$2,457,583 | | \$0 | \$406,994 | \$999,541 | \$0 | \$0 | \$65,536 | \$0 | \$11,359 | \$164,633 | \$361,008 | \$0 | \$0 | \$448,513 |
| 16 | | % DISTRIBUTION | 100.00% | | 0.00% | 16.56% | 40.67% | 0.00% | 0.00% | 2.67% | 0.00% | 0.46% | 6.70% | 14.69% | 0.00% | 0.00% | 18.25% |
| 17 | 6310 | INFORMATION ORIG/TERM EXPENSE | | | | | | | | | | | | | | | |
| 18 | | COIN PAY TELEPHONE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | | COINLESS PAY TELEPHONE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | | OTHER | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 21 | | CPE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | | TOTAL INFORMATION ORIG/TERM EXP | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | | % DISTRIBUTION | 0.00% | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 24 | 6410 | CABLE AND WIRE FACILITIES EXPENSE | \$1,444,066 | A-5, LN 22 | \$0 | \$1,143,126 | \$0 | \$0 | \$0 | \$0 | \$16,930 | \$1,853 | \$80,131 | \$0 | \$132,637 | \$0 | \$69,388 |
| 25 | | TOTAL PLANT SPECIFIC EXPENSE | \$5,151,734 | | \$0 | \$2,148,850 | \$1,204,959 | \$0 | \$0 | \$80,788 | \$23,737 | \$17,582 | \$331,857 | \$475,545 | \$189,502 | \$899 | \$678,015 |
| 26 | | % DISTRIBUTION | 100.00% | | 0.00% | 41.71% | 23.39% | 0.00% | 0.00% | 1.57% | 0.46% | 0.34% | 6.44% | 9.23% | 3.68% | 0.02% | 13.16% |

A-10,1of1

PLANT NON SPECIFIC EXPENSE ALLOCATION

A-10,1of1

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL MILEAGE TERM | FACILITY | B&C | WBI | |
|-------------------------------|--------------|------------------------------------|------------------|-------------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------|------------------------|-----------------------------------|-------------------------|--------------|-------------|-------|--------------|
| 1 | | CENTRAL OFFICE EQUIPMENT | \$60,954,139 | A-4,LN 38 | \$0 | \$11,693,804 | \$18,337,387 | \$0 | \$0 | \$1,534,785 | \$0 | \$324,764 | \$4,995,904 | \$11,020,917 | \$0 | \$0 | \$13,046,578 |
| 2 | | INFORMATION ORIG/TERM | \$0 | A-5,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 3 | | CABLE AND WIRE FACILITIES | \$60,165,118 | A-5,LN 21 | \$0 | \$47,597,495 | \$0 | \$0 | \$0 | \$0 | \$703,825 | \$107,391 | \$3,541,863 | \$0 | \$5,652,174 | \$0 | \$2,562,370 |
| 4 | | TOTAL | \$121,119,257 | | \$0 | \$59,291,300 | \$18,337,387 | \$0 | \$0 | \$1,534,785 | \$703,825 | \$432,154 | \$8,537,768 | \$11,020,917 | \$5,652,174 | \$0 | \$15,608,948 |
| 5 | | % DISTRIBUTION | 100.00% | | 0.00% | 48.95% | 15.14% | 0.00% | 0.00% | 1.27% | 0.58% | 0.36% | 7.05% | 9.10% | 4.67% | 0.00% | 12.89% |
| PLANT NONSPECIFIC EXPENSE | | | | | | | | | | | | | | | | | |
| 6 | 6510 | OTHER PROP PLANT & EQUIP EXPENSE | | (\$158) LN 5 | \$0 | (\$67) | (\$24) | \$0 | \$0 | (\$4) | (\$2) | (\$1) | (\$11) | (\$17) | (\$4) | \$0 | (\$26) |
| 7 | 6530 | NETWORK OPERATIONS EXPENSE | \$2,426,112 | LN 5 | \$0 | \$1,178,677 | \$375,551 | \$0 | \$0 | \$29,378 | \$12,855 | \$8,937 | \$168,932 | \$224,863 | \$112,267 | \$0 | \$314,653 |
| 8 | 6540 | ACCESS / USF EXPENSE | \$989,655 | DIRECT | \$0 | \$989,655 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 9 | 6560 | DEPRECIATION EXPENSE | | | | | | | | | | | | | | | |
| 10 | | GENERAL SUPPORT | \$300,293 | A-3,LN 5 | \$0 | \$144,012 | \$49,687 | \$0 | \$0 | \$4,676 | \$2,122 | \$900 | \$20,108 | \$25,579 | \$12,282 | \$222 | \$40,704 |
| 11 | | CENTRAL OFFICE SWITCHING EQUIPMENT | \$361,905 | A-4,LN 47 | \$0 | \$0 | \$359,250 | \$0 | \$0 | \$2,655 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | | OPERATOR SYSTEMS EQUIPMENT | \$0 | A-4,LN 44 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | | CENTRAL OFFICE TRANSMISSION | \$2,764,063 | A-4,LN 48 | \$0 | \$735,482 | \$0 | \$0 | \$0 | \$90,323 | \$0 | \$22,823 | \$319,672 | \$741,018 | \$0 | \$0 | \$854,746 |
| 14 | | UNDISTRIBUTED COE | \$0 | A-4,LN 43 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | INFORMATION ORIG/TERM | \$0 | A-5,LN 11 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | | CABLE AND WIRE FACILITIES | \$1,730,315 | A-5,LN 22 | \$0 | \$1,362,893 | \$0 | \$0 | \$0 | \$0 | \$14,873 | \$3,999 | \$103,270 | \$0 | \$175,268 | \$0 | \$70,012 |
| 17 | | TOTAL DEP EXP - PLANT IN SERVICE | \$5,156,575 | | \$0 | \$2,242,386 | \$408,937 | \$0 | \$0 | \$97,654 | \$16,995 | \$27,722 | \$443,050 | \$766,597 | \$187,550 | \$222 | \$965,462 |
| 18 | | PROPERTY HELD FOR FUTURE USE | \$0 | A-6,LN 7 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 19 | | TOTAL DEPRECIATION EXPENSE | \$5,156,575 | | \$0 | \$2,242,386 | \$408,937 | \$0 | \$0 | \$97,654 | \$16,995 | \$27,722 | \$443,050 | \$766,597 | \$187,550 | \$222 | \$965,462 |
| 20 | | % DISTRIBUTION | 100.00% | | 0.00% | 43.49% | 7.93% | 0.00% | 0.00% | 1.89% | 0.33% | 0.54% | 8.59% | 14.87% | 3.64% | 0.00% | 18.72% |
| AMORTIZATION EXPENSE | | | | | | | | | | | | | | | | | |
| 21 | 6563 | CAPITAL LEASE | \$0 | A-3,LN 10 + Direc | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 22 | 6563 | LEASEHOLD IMPROVEMNTS | \$0 | A-3,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | 6563 | UNDISTRIBUTED | \$0 | A-3,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | | SUBTOTAL | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | 6564 | INTANGIBLE ASSETS | \$372,384 | A-3,LN 10 | \$0 | \$184,256 | \$54,774 | \$0 | \$0 | \$4,416 | \$2,121 | \$1,303 | \$26,234 | \$33,634 | \$17,779 | \$16 | \$47,851 |
| 26 | 6565 | OTHER - TEL PLANT ADJUSTMENT | \$0 | A-6,LN 28 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 27 | | TOTAL AMORTIZATION EXPENSE | \$372,384 | | \$0 | \$184,256 | \$54,774 | \$0 | \$0 | \$4,416 | \$2,121 | \$1,303 | \$26,234 | \$33,634 | \$17,779 | \$16 | \$47,851 |
| 28 | | % DISTRIBUTION | 100.00% | | 0.00% | 49.48% | 14.71% | 0.00% | 0.00% | 1.19% | 0.57% | 0.35% | 7.04% | 9.03% | 4.77% | 0.00% | 12.85% |
| 29 | | TOTAL PLANT NON SPECIFIC EXPENSE | \$8,944,569 | | \$0 | \$4,594,906 | \$839,237 | \$0 | \$0 | \$131,443 | \$31,970 | \$37,961 | \$638,204 | \$1,025,077 | \$317,592 | \$239 | \$1,327,939 |
| 30 | | % DISTRIBUTION | 100.00% | | 0.00% | 51.37% | 9.38% | 0.00% | 0.00% | 1.47% | 0.36% | 0.42% | 7.14% | 11.46% | 3.55% | 0.00% | 14.85% |
| RENT REVENUES/ OTHER INC/ G+L | | | | | | | | | | | | | | | | | |
| 31 | 5240/7100/7: | GEN SUPPORT ASSETS | \$69,371 | A-3,LN 5 | \$0 | \$26,863 | \$19,257 | \$0 | \$0 | \$709 | \$133 | \$251 | \$4,597 | \$7,516 | \$2,843 | \$28 | \$7,174 |
| 32 | 5240/7100/7: | CENTRAL OFFICE EQUIPMENT | \$151,345 | A-4,LN 43 | \$0 | \$20,257 | \$46,920 | \$0 | \$0 | \$2,564 | \$0 | \$1,196 | \$11,865 | \$35,233 | \$0 | \$0 | \$33,309 |
| 33 | 5240/7100/7: | CABLE & WIRE FACILITIES | \$162,873 | A-5,LN 22 | \$0 | \$128,618 | \$0 | \$0 | \$0 | \$0 | \$2,433 | \$40 | \$6,297 | \$0 | \$11,612 | \$0 | \$13,874 |
| 34 | 5240/7100/7: | UNDISTRIBUTED | \$0 | A-3,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 35 | | TOTAL RENT REVENUE | \$383,588 | | \$0 | \$175,738 | \$66,178 | \$0 | \$0 | \$3,274 | \$2,565 | \$1,487 | \$22,758 | \$42,749 | \$14,456 | \$28 | \$54,356 |

A-11,1of1

CUSTOMER OPERATIONS EXPENSE ALLOCATION

A-11,1of1

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TERMINAL | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL TERM | MILEAGE FACILITY | B&C | WBI |
|----|------|---|------------------|--------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|----------|----------|------------------------|-----------------------------------|-----------------|---------------------|-----------|-----------|
| 1 | 6610 | CUSTOMER OPERATIONS EXPENSES | \$1,152,009 | A-3,LN 10 | \$0 | \$567,560 | \$178,689 | \$0 | \$0 | \$14,124 | \$5,603 | \$4,490 | \$78,299 | \$103,654 | \$56,414 | \$52 | \$143,126 |
| 2 | | MARKETING | | | | | | | | | | | | | | | |
| 3 | 6621 | TELEPHONE OPERATOR SERVICES | \$0 | SWS-OPERATOR | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 4 | | - CALL COMPLETION INCL DA | \$180 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$180 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 5 | 6622 | - OPERATOR SERVICES UNDER CONTRACT | \$357 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$357 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | 6623 | PUBLISHED DIRECTORY LISTINGS | | | | | | | | | | | | | | | |
| 7 | | ALL OTHER | | | | | | | | | | | | | | | |
| 8 | 1.0 | LOCAL BUSINESS OFFICE | | | | | | | | | | | | | | | |
| 9 | | - END USER SVC ORDER PROCESSING | | | | | | | | | | | | | | | |
| 10 | | - PRESUBSCRIPTION | \$50,870 | A-3,LN 22 | \$0 | \$38,005 | \$11,022 | \$0 | \$0 | \$1,081 | \$498 | \$265 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 11 | | - OTHER | \$21,272 | AL-1,LN 12 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 12 | | - END USER PAYMENT & COLLECTION | \$44,748 | AL-1,LN 13 | \$0 | \$20,210 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | | - END USER BILLING INQUIRY | \$12,250 | AL-1,LN 14 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 14 | | - IX CARRIER SVC ORDER PROCESSING | \$0 | AL-1,LN 15 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | - IX CARRIER PAYMENT & COLLECTION | \$0 | AL-1,LN 16 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 16 | | - IX CARRIER BILLING INQUIRY | \$0 | AL-1,LN 17 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | | - COIN COLLECT AND ADMINISTRATION | \$0 | AL-1,LN 18 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 18 | 2.0 | SUBTOTAL LOCAL BUSINESS OFFICE | \$129,140 | | \$0 | \$58,215 | \$11,022 | \$0 | \$0 | \$1,081 | \$498 | \$265 | \$0 | \$0 | \$0 | \$58,059 | \$0 |
| 19 | | CUSTOMER SERVICES (REV ACCTG) | | | | | | | | | | | | | | | |
| 20 | | - MESSAGE PROCESSING | | | | | | | | | | | | | | | |
| 21 | | - TOLL TICKET PROCESSING | \$5,703 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$5,703 | \$0 |
| 22 | | - LOCAL MESSAGE PROCESSING | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 23 | | - OTHER BILLING & COLLECTION | \$132,792 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$132,792 | \$0 |
| 24 | | - END USER COMMON LINE | \$23,434 | DIRECT | \$0 | \$23,434 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | | - CARRIER ACCESS BILLING (CABS) | \$113,752 | A-3,LN 24 | \$0 | \$0 | \$32,913 | \$0 | \$0 | \$2,631 | \$1,515 | \$797 | \$16,474 | \$19,371 | \$11,961 | \$0 | \$28,090 |
| 26 | | SUBTOTAL CUSTOMER SERVICES | \$275,681 | | \$0 | \$23,434 | \$32,913 | \$0 | \$0 | \$2,631 | \$1,515 | \$797 | \$16,474 | \$19,371 | \$11,961 | \$138,495 | \$28,090 |
| 27 | | TOTAL CAT 1 AND CAT 2 | \$404,821 | | \$0 | \$81,649 | \$43,935 | \$0 | \$0 | \$3,711 | \$2,013 | \$1,061 | \$16,474 | \$19,371 | \$11,961 | \$196,554 | \$28,090 |
| 28 | 3.0 | % DISTRIBUTION | 100.00% | | 0.00% | 20.17% | 10.85% | 0.00% | 0.00% | 0.92% | 0.50% | 0.26% | 4.07% | 4.79% | 2.95% | 48.55% | 6.94% |
| 29 | | ALL OTHER CUSTOMER SERVICE | \$172,976 | LN 34 | \$0 | \$34,916 | \$17,567 | \$0 | \$122 | \$1,206 | \$519 | \$526 | \$7,310 | \$9,247 | \$5,357 | \$83,686 | \$12,521 |
| 30 | | TOTAL SERVICES EXPENSE | \$578,333 | | \$0 | \$116,565 | \$61,502 | \$0 | \$658 | \$4,917 | \$2,532 | \$1,587 | \$23,784 | \$28,618 | \$17,318 | \$280,240 | \$40,611 |
| 31 | | % DISTRIBUTION | 100.00% | | 0.00% | 20.16% | 10.63% | 0.00% | 0.11% | 0.85% | 0.44% | 0.27% | 4.11% | 4.95% | 2.99% | 48.46% | 7.02% |
| 32 | | TOTAL CUSTOMER OPERATIONS EXPENSE | \$1,730,342 | | \$0 | \$684,125 | \$240,191 | \$0 | \$658 | \$19,041 | \$8,135 | \$6,077 | \$102,082 | \$132,272 | \$73,732 | \$280,292 | \$183,737 |
| 33 | | % DISTRIBUTION | 100.00% | | 0.00% | 39.54% | 13.88% | 0.00% | 0.04% | 1.10% | 0.47% | 0.35% | 5.90% | 7.64% | 4.26% | 16.20% | 10.62% |
| 34 | | CUSTOMER OPERATIONS EXCL.MARKETING | \$405,358 | | \$0 | \$81,649 | \$43,935 | \$0 | \$536 | \$3,711 | \$2,013 | \$1,061 | \$16,474 | \$19,371 | \$11,961 | \$196,554 | \$28,090 |
| 35 | | % DISTRIBUTION | 100.00% | | 0.00% | 20.14% | 10.84% | 0.00% | 0.13% | 0.92% | 0.50% | 0.26% | 4.06% | 4.78% | 2.95% | 48.49% | 6.93% |
| 36 | | SPECIAL APP. % DISTRIBUTION FOR GENERAL PURPOSE COMPUTERS | 100.00% | | 0.00% | 20.14% | 10.84% | 0.00% | 0.13% | 0.92% | 0.50% | 0.26% | 4.06% | 4.78% | 2.95% | 48.49% | 6.93% |

A-12,1of1

CORPORATE OPERATIONS EXPENSE ALLOCATION

A-12,1of1

| LN | A/C | DESCRIPTION | TOTAL COMPANY | SOURCE | COMMON LINE IN EXCESS OF CAP | CAPPED CL | TRAFFIC SENSITIVE SWITCHING | EQUAL ACCESS | COMMON TRANSPORT INFO | TRANSPORT TERM | FACILITY | DEDICATED TRANSPORT | SPECIAL ACCESS CHANNEL TERM | CHANNEL TERM | MILEAGE FACILITY | B&C | WBI |
|----|------|--|------------------|------------|------------------------------------|--------------|--------------------------------|-----------------|--------------------------|-------------------|----------|------------------------|-----------------------------------|-----------------|---------------------|-----------|-------------|
| 1 | | BIG THREE EXPENSES | | | | | | | | | | | | | | | |
| 2 | | PLANT SPECIFIC EXPENSE | \$5,151,734 | A-9,LN 25 | \$0 | \$2,148,850 | \$1,204,959 | \$0 | \$0 | \$80,788 | \$23,737 | \$17,582 | \$331,857 | \$475,545 | \$189,502 | \$899 | \$678,015 |
| 3 | | OTHER PLANT EXPENSE | (\$158) | A-10,LN 7 | \$0 | (\$67) | (\$24) | \$0 | \$0 | (\$4) | (\$2) | (\$1) | (\$11) | (\$17) | (\$4) | \$0 | (\$26) |
| 4 | | NETWORK OPERATIONS EXPENSE | \$2,426,112 | A-10,LN 8 | \$0 | \$1,178,677 | \$375,551 | \$0 | \$0 | \$29,378 | \$12,855 | \$8,937 | \$168,932 | \$224,863 | \$112,267 | \$0 | \$314,653 |
| 5 | | ACCESS CHARGE EXPENSE | \$989,655 | A-10,LN 9 | \$0 | \$989,655 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 6 | | CUSTOMER OPERATIONS EXPENSE | \$1,730,342 | A-11,LN 31 | \$0 | \$684,125 | \$240,191 | \$0 | \$658 | \$19,041 | \$8,135 | \$6,077 | \$102,082 | \$132,272 | \$73,732 | \$280,292 | \$183,737 |
| 7 | | TOTAL BIG THREE EXPENSES | \$10,297,686 | | \$0 | \$5,001,239 | \$1,820,677 | \$0 | \$658 | \$129,202 | \$44,725 | \$32,595 | \$602,860 | \$832,663 | \$375,497 | \$281,191 | \$1,176,379 |
| | | % DISTRIBUTION | 100.00% | | 0.00% | 48.57% | 17.68% | 0.00% | 0.01% | 1.25% | 0.43% | 0.32% | 5.85% | 8.09% | 3.65% | 2.73% | 11.42% |
| 8 | 6710 | CORPORATE OPERATING EXPENSE | | | | | | | | | | | | | | | |
| 9 | | EXECUTIVE AND PLANNING | \$0 | LN 7 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 10 | 6720 | GENERAL AND ADMINISTRATIVE | \$3,689,968 | LN 7 | \$0 | \$1,821,089 | \$621,918 | \$0 | \$210 | \$42,128 | \$15,884 | \$11,502 | \$222,775 | \$300,929 | \$137,821 | \$103,906 | \$411,807 |
| 11 | | TOTAL CORPORATE OPERATIONS | \$3,689,968 | | \$0 | \$1,821,089 | \$621,918 | \$0 | \$210 | \$42,128 | \$15,884 | \$11,502 | \$222,775 | \$300,929 | \$137,821 | \$103,906 | \$411,807 |
| | | % DISTRIBUTION | 100.00% | | 0.00% | 49.35% | 16.85% | 0.00% | 0.01% | 1.14% | 0.43% | 0.31% | 6.04% | 8.16% | 3.74% | 2.82% | 11.16% |
| 12 | | EQUAL ACCESS EXPENSE | \$0 | DIRECT | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 13 | 7500 | INTEREST EXPENSE | | | | | | | | | | | | | | | |
| 14 | | CAPITAL LEASE | \$0 | A-3,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 15 | | CUSTOMER DEPOSITS | \$0 | A-3,LN 10 | \$0 | \$0 | (\$0) | \$0 | \$0 | (\$0) | (\$0) | (\$0) | \$0 | \$0 | (\$0) | \$0 | \$0 |
| 16 | | OTHER | \$0 | A-3,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 17 | | TOTAL | \$0 | | \$0 | \$0 | (\$0) | \$0 | \$0 | (\$0) | (\$0) | (\$0) | \$0 | \$0 | (\$0) | \$0 | \$0 |
| 18 | | OTHER INCOME ADJUSTMENTS | | | | | | | | | | | | | | | |
| 19 | | Amort of Excess Deferred Tax & Enviro. Tax | \$0 | A-3,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 20 | | DEPR ON CAP OVERHEADS + MEALS & ENT. | \$2,709 | A-3,LN 10 | \$0 | \$1,326 | \$499 | \$0 | \$0 | \$39 | \$25 | \$5 | \$223 | \$212 | \$123 | \$0 | \$256 |
| 21 | | TOTAL | \$2,709 | | \$0 | \$1,326 | \$499 | \$0 | \$0 | \$39 | \$25 | \$5 | \$223 | \$212 | \$123 | \$0 | \$256 |
| 22 | | OPERATING TAXES | | | | | | | | | | | | | | | |
| 23 | 7210 | FEDERAL ITC AMORTIZATION | \$0 | A-3,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 24 | 7210 | STATE ITC AMORTIZATION | \$0 | A-3,LN 10 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 25 | 7240 | OTHER OPERATING TAXES | \$520,591 | A-3,LN 10 | \$0 | \$247,872 | \$89,116 | \$0 | \$0 | \$7,397 | \$2,806 | \$2,024 | \$33,985 | \$46,420 | \$24,372 | \$23 | \$66,575 |
| 26 | | TOTAL OPERATING TAXES | \$520,591 | | \$0 | \$247,872 | \$89,116 | \$0 | \$0 | \$7,397 | \$2,806 | \$2,024 | \$33,985 | \$46,420 | \$24,372 | \$23 | \$66,575 |