

INVESTMENT & EXPENSE ADJUSTMENTS

Study Area: 400000
Rate Making Inputs

AVERAGE ALLOCATION OF WB&DSL INVESTMENTS

2021									BASE		
Line No.	EOY Trial Bal.	Adjustment	Adjustment	Adjustment	Adjustment	EOY Adj. Amount	Percent Change		Simple Average	Simple Average	Change
A	C	D	E	F	G	H=C+D+E+F+G	I		2020	2021	
---GENERAL SUPPORT FACILITIES---											
A/C 2110 Land											
Land	9										
A/C 2110 Support Assets	11										
Motor Vehicles	12										
Other Work Equipment	13										
Buildings	14										
Furniture	15										
Office Support Equipment	16										
Company Communications Equipment	17										
General Purpose Computers	18										
Other Support Assets	19										
TOTAL SUPPORT ASSETS	20										
SUPPORT ASSETS LESS G. P. COMPUTERS	21										
TOTAL GENERAL SUPPORT FACILITIES	22										
---CENTRAL OFFICE EQUIPMENT---											
						Use average WB inputs?	Yes		Select: Simple	Select: Simple	
A/C 2210 COE-Switching	25										
Cat 2-Tandem Switching	26										
Cat 3-Local Switching Equal Access	27										
Cat 3-Local Switching	28										
A/C 2230 COE-Transmission	30										
Cat 4.1-Exchange Circuit											
4.11.0 Exch Wideband - DSL Portion of V/D	32										
4.11.1 Exch Wideband - DSL	33										
4.11.2 Exch Wideband - Non DSL	34										
4.11.3 Exch Wideband - ETS	35										
4.12 Ex Trk EAS	36										
4.13 Ex Line	37										
Cat 4.2-Interexchange											
4.22.0 Interexchange Wideband - DSL Portion of v	39										
4.22.1 Interexchange Wideband - DSL	40										
4.22.2 Interexchange Wideband - Non DSL	41										
4.22.3 Interexchange Wideband - ETS	42										
4.23 All Other	43										
4.23 Direct Assignment	44										
Cat 4.3-Host/Remote											
Joint	46										
WATS	47										
TOTAL COE	48										

INVESTMENT & EXPENSE ADJUSTMENTS

Study Area: 400000
Rate Making InputsAVERAGE ALLOCATION OF WB&DSL
INVESTMENTS

		2021						Rate Making Inputs		BASE		
		EOY Trial Bal.	Adjustment	Adjustment	Adjustment	Adjustment	EOY Adj. Amount	Percent Change		Simple Average	Simple Average	Change
		A	C	D	E	F	G	H=C+D+E+F+G	I	2020	2021	
---INFORMATION ORIG/TERM EQUIPMENT ---												
A/C 2310 Info Orig/Term Equipment												
Cat 1-Other IOT Equip	52											
Direct Assignment	53											
Cat 2-Cust Premises Equip	54											
TOTAL IOT	55											
---CABLE & WIRE FACILITIES ---												
A/C 2410 Cable & Wire Facilities	58											
Cat 1 Exch Line	59											
Cat 2 Wideband & Exch Trunk												
Cat 2.1.1-Exch Wideband - DSL	61											
Cat 2.1.2-Exch Wideband - Non DSL	62											
Cat 2.1.3-Exch Wideband - ETS	63											
2 2 E A S Trunk	64											
Cat 3 Interexchange Trunk												
3 Interexchange Trunk	66											
3 Direct Assignment	67											
3.1.0 Interexchange Wideband - DSL Portior	68											
3.1.1 Interexchange Wideband - DSL	69											
3.1.2 Interexchange Wideband - Non DSL	70											
3.1.3 Interexchange Wideband - ETS	71											
Cat 4 Host/Remote C&WF												
Joint	73											
WATS	74											
TOTAL CWF	75											
TOTAL TPIS (less A/Cs 2680 and 2690)	77											
A/C 2002 Prop Held for Future Use	79											
A/C 2003 PIT Under Construction	80											
A/C 2005 Telephone Plant Adjustment	81											
TOTAL PLANT	83											

Line No.	2021					EOY Adj. Amount H=C+D+E+F+G	Percent Change I
	EOY Trial Bal. C	Adjustment D	Adjustment E	Adjustment F	Adjustment G		
A	C	D	E	F	G	H=C+D+E+F+G	I
---OTHER PLANT ACCOUNTS, MATERIALS & SUPPLIES---							
A/C 1220 Materials & Supplies	86						
A/C 1402 RTB Stock	87						
A/C 1410 NTCA Prefunded Pension	88						
Investment Allowances/Disallowances	89						
Extraordinary Switch Retirement (Unamort. Amt.)	90						
A/C 2680 - Tangible Assets - Capital Lease							
Land & Support Assets:							
Land & Support Assets	93						
Direct Assignment	94						
Central Office Equipment:							
Cat 2-Tandem Switching	97						
Cat 3-Local Switching	98						
Cat 4-Transmission	99						
Direct Assignment	100						
Info Orig/Term Equipment:							
Cat 1-Other IOT Equip	102						
Direct Assignment	103						
Cable & Wire Facilities:							
Cat 1-Ex Ln x/WB	105						
Cat 2-WB & Ex Trk	106						
Cat 3-Interexchange	107						
Cat 4-Host/Remote	108						
Direct Assignment	109						
Not Classified By Account	110						
Leasehold Improvements							
2110 Land & Support Assets	112						
2210 COE-Switching	113						
2230 COE-Transmission	115						
2310 IOT	116						
2410 C&WF	117						
Direct Assignment	118						
A/C 2690 Intangibles	119						
A/C 2690 Intangibles - Direct Assignment	120						
TOTAL TELEPHONE PLANT	121						

		2021						
	Line No.	EOY Trial Bal.	Adjustment	Adjustment	Adjustment	Adjustment	EOY Adj. Amount	Percent Change
	A	C	D	E	F	G	H=C+D+E+F+G	I
---RESERVES & DEFERRALS---								
A/C 3100 Accum Depr-Tel Plt in Svc	124							
Support Assets	125							
COE - Switching	126							
COE - Transmission	127							
Info Orig/Term Equip	128							
Cable & Wire Facilities	129							
Equal Access Accum Depr.	130							
Total	131							
A/C 3200 Accum Depr-Plant Future Use	133							
A/C 3400 Accum Amort-Tangible								
Support Assets	135							
COE-Switching	136							
COE-Operator	137							
COE-Transmission	138							
Info Orig/Term Equip	139							
Cable & Wire Facilities	140							
Not Classified by Acct	141							
A/C 3500 Accum Amort Intangibles	142							
A/C 3600 Accum Amortization Other	143							
TOTAL ACCUM DEPRECIATION TPIS	145							
--- CUSTOMER DEPOSITS								
A/C 4040 Customer Deposits	148							
- DEFERRED INCOME TAXES								
A/C 4100 Net Current Def Op Inc Taxes	151							
A/C 4310 Other Long Term Liabilities	152							
A/C 4340 Net Noncurrent Def OIC Taxes	154							
Support Assets	155							
COE-Switching	156							
COE-Operator	157							
COE-Transmission	158							
Info Orig/Term Equip	159							
C&WF	160							
Not Classified by Acct	161							
TOTAL RESERVES & CUST DEPOSITS	163							
TOTAL NET PLANT	165							

		2021					EOY Adj. Amount H=C+D+E+F+G	Percent Change I
Line No.	EOY Trial Bal. C	Adjustment D	Adjustment E	Adjustment F	Adjustment G			
A	C	D	E	F	G	H=C+D+E+F+G	I	
--PLANT SPECIFIC EXPENSES--								
A/C 6110 Network Support Expenses								
Joint	169							
Direct Assignment	170							
A/C 6120 General Support Expenses								
Joint	172							
Direct Assignment	173							
A/C 6210 Central Office Switching Expense	174							
A/C 6220 Operators System Expense	175							
A/C 6230 Central Office Transmission expense	176							
A/C 6210 Equal Access Expense	177							
A/C 6310 IOT Equip Expenses								
Cat 1-Other IOT Eqpt Expense	179							
Cat 2-Cust Prem Eqpt Expense	180							
A/C 6410 C&WF Expenses								
Joint	182							
Direct Assignment	183							
TOTAL PLANT SPECIFIC EXPENSES	184							
--PLANT NON - SPECIFIC EXPENSES--								
A/C 6510 Other Prop Plant & Eq Expense	187							
A/C 6530 Network Operations Expense	188							
A/C 6540 Access Expense (IX Carriers)	189							
A/C 6540 USF Contribution Direct Assignment	190							
A/C 6560 Depreciation and Amort Expenses								
Depreciation Expense TPIS	193							
Support Assets	194							
COE-Switching	195							
COE-Equal Access Switching	196							
COE-Transmission	197							
Info Orig/Term Equip	198							
Cable & Wire Facilities	199							
A/C 6562 Property Held For Future Use	200							
A/C 6563 Amort Exp-Tangible								
Support Assets	202							
COE-Switching	203							
COE-Operator	204							
COE-Transmission	205							
Info Orig/Term Equip	206							
Cable & Wire Facilities	207							
Not Classified by Acct	208							
A/C 6564 Intangibles	209							
A/C 6565 Amort Exp. - Other	210							
Extraordinary Switch Retirement Amort Exp.	211							
TOTAL PLT NON-SPECIFIC EXPENSES	212							

		2021					EOY Adj. Amount H=C+D+E+F+G	Percent Change I
Line No.		EOY Trial Bal. C	Adjustment D	Adjustment E	Adjustment F	Adjustment G		
		A						
---CUSTOMER OPERATION EXPENSES---								
AVC 6610 Marketing Expense	215							
Total	216							
AVC 6620 Services Expense								
Published Directory Listings:	218							
Classified	219							
Alpha	220							
Foreign	221							
Call Completion - Operator Assist	223							
Call Completion - Direct Assignment	224							
Total	225							
All Other, Local Business Office Expense								
Cat 1 - LBOE EU Sv Order Pros	227							
Cat 1 - LBOE IX Sv Order Pros	228							
Cat 1 - Presubscription	229							
Cat 1 - LBOE EU Pmt & Collect	230							
Cat 1 - LBOE IX Pmt & Collect	231							
Cat 1 - LBOE EU Billing Inquiry	233							
Cat 1 - LBOE IX Billing Inquiry	234							
Cat 1 - LBOE Coin Collect	236							
Cat 1 - LBOE End User Access	237							
Total Cat 1	238							
Cat 2 Message Processing	240							
Cat 2 EU CL OB&C	241							
Cat 2 Other Billing & Collecting	242							
Cat 2 CABS	243							
Cat 2 Direct Assignment	244							
Total Cat 2	245							
Cat 3 Other LBOE	247							
Cat 3 Direct Assignment	248							
Total Cat 3	249							
TOTAL CUSTOMER OPER. EXPENSE	251							

		2021					EOY Adj. Amount H=C+D+E+F+G	Percent Change I
Line No.		EOY Trial Bal. C	Adjustment D	Adjustment E	Adjustment F	Adjustment G		
A								
---CORPORATE OPERATIONS EXPENSES---								
A/C 6710 Exec & Planning Expense								
All Other	255							
Direct Assignment Interstate	256							
Direct Assignment Intrastate	257							
A/C 6720 Gen'l & Administration Expense								
All Other	259							
Direct Assignment Interstate	260							
Direct Assignment Intrastate	261							
TOTAL CORPORATE EXPENSE	262							
---7200 Operating Taxes Exc. ICT								
A/C 7200 Operating Taxes Exc. ICT & Gross Receipts								
All Other	266							
Direct Assignment	267							
TOTAL OPER. EXPENSE EXC. CONTRIB. & ICT	269							
A/C 7200 Operating Taxes (Excluding A/C 7250)	271							
A/C 7250 Provision for Deferred Income Tax - Net	272							
Amortization of Excess Def. Taxes	273							
--- Non-operating Income & Expenses								
A/C 7300 Non-operating Income & Expenses								
Funds Used During Construction	277							
Contributions	278							
--- Interest & Related Items								
A/C 7500 Interest & Related Items								
A/C 7510 Interest on Funded Debt (Fixed Charges)	282							
A/C 7520 Capital Leases	283							
Interest on Customer Deposits (Part of A/C 7540)	284							
--- Miscellaneous Items								
Investment Tax Credit Amortization	287							
Uncollectibles Direct Assignment	288							
Capitalized Payroll	289							
Depreciation Adjustments	290							
State Income Taxes	291							
Gross Receipts	292							

Line No.	2021					EOY Adj. Amount H=C+D+E+F+G	Percent Change I
	EOY Trial Bal.	Adjustment	Adjustment	Adjustment	Adjustment		
	C	D	E	F	G		
Summary of Operating Expenses							
Total Plant Specific Expenses	294						
Total Non-Plant Spec. Exp. (less Depr. Exp.)	296						
Total Customer Operating Expenses	298						
Total Corporate Expenses	300						
A/C 7200 Oper. Taxes (Excluding ICT)	302						
Contributions	304						
Total Oper. Exp. (Excl. ICT & Depr. Exp.)	306						

Notes: Adjustments to Accounted Data (Source: file name, sheet name)

1. Trial Balance - Source: Trial Balance - 2021
2. Removal of Non-Regulated Trial Balance Accounts - Source: Trial Balance - 2021
3. Reclassification of assets to the correct Trial Balance account - Source: Reclassifications 21.xls, Reclass Summary
4. Allocation of TPUC to correct asset account - Source: TPUC Summary Tab
5. Allocation of Non Regulated - Source: Non Reg Operations 21.xls, Wages
6. Allocation of Depreciation based on Asset type - Source: Non Reg Operations 21.xls, Depreciation
7. Reclass CABS Billing Expense 6728 to 6623 (Reclassifications 21.xls, Reclass Summary)
8. Reclass FCC Reg Fee from 6728 and direct assign (Reclassifications 21.xls, Reclass Summary)
9. Direct Assignment of Cost Study Expense
10. Allocation of depreciation expense based on asset - Source: Non Reg Operation 21, Depreciation
11. Allocation of non regulated depreciation expense - Source: Non Reg Operation 21, Depreciation
12. Reclass USF from 7240.10.30.34 to 6540
13. Capital Expenditures Source: Capital Additions for 2022 and 2023
14. Allocation of reserve and depreciation for future years Source: Capital Additions for 2022 and 2023