

**GALLATIN RIVER COMMUNICATIONS**  
**SUMMARY DEVELOPMENT OF INTERSTATE TRAFFIC SENSITIVE REVENUE REQUIREMENT**  
**FOR THE 12 MONTHS ENDING DECEMBER 31, 1999**

	Source	<u>LOCAL SWITCHING</u>	<u>INFORMATION</u>	<u>TRANSPORT</u>	<u>TOTAL SWITCHED ACCESS</u>	<u>SPECIAL ACCESS</u>
1. Plant in Service	Part 69, Form 1, Ln 18	13,307,186	0	2,209,545	15,516,731	6,240,484
2. Plant Under Construction	Part 69, Form 1, Ln 20	260,567	0	43,265	303,832	122,194
3. Net Investment	Part 69, Form 2, Ln 43	6,680,273	0	1,144,832	7,825,105	3,346,165
4. Rate of Return	FCC Authorized	0.1125000	0.1125000	0.1125000		0.1125000
5. Return	(Line 3 x 4)	751,531	0	128,794	880,325	376,444
6. AFUDC	Part 69, Form 10, Ln 192	0	0	0	0	0
7. Net Return	(Lines 5 - 6)	751,531	0	128,794	880,325	376,444
8. Fixed Charges	Part 69, Form 10, Ln 199	249,797	0	42,831	292,628	125,254
9. Investment Tax Credit	Part 69, Form 10, Ln 191	0	0	0	0	0
10. Other FIT Adjustments	Part 69, Form 10, Ln 195	0	0	0	0	0
11. Subject to FIT	(Lines 5-8-9-10)	501,734	0	85,963	587,697	251,190
12. Federal Income Tax @ 53.8461%		270,164	0	46,288	316,452	135,256
13. Other SIT Adjustments	Part 69, Form 10, Ln 198	0	0	0	0	0
14. Subject to SIT	(Lines 11+12-13)	771,898	0	132,251	904,149	386,446
15. State Income Tax @ 7.7354%		59,709	0	10,230	69,939	29,893
16. Return + FIT + SIT	(Lines 5-9+12+15-6)	1,081,404	0	185,312	1,266,716	541,593
17. Expenses and Taxes	Part 69, Form 10, Ln 208	2,727,638	0	649,046	3,376,684	1,326,905
18. Subtotal	(Lines 16+17)	3,809,042	0	834,358	4,643,400	1,868,498
19. Gross Receipts Tax @ 0.0000%		0	0	0	0	0
20. Subtotal	(Line 18+19)	3,809,042	0	834,358	4,643,400	1,868,498
21. Psc Fee @ 0.0000%		0	0	0	0	0
22. Total Revenue Requirement	(Lines 16+17+19+21)	3,809,042	0	834,358	4,643,400	1,868,498