

COS-1(P)

Filing Date: 06/17/02

Filing Entity: Telephone Company

Transmittal Number : 47

COSA: PRCC

Rate-of Return TRP For Companies Filing Under CFR 61.38

Cost Analysis Summary

Test Year, 7/02 - 7/03

		Total Company (A)	Part 64 Adjustments (B)	Other Adjustments (C)	Subject to Separations (D)	Total Interstate (E)	Billing & Collection (F)
Revenues					Calculated Field		
100 Network Access	Enter Data	n/a	n/a	n/a	n/a	26,349,423	904,492
110 Uncollectibles	Enter Data	n/a	n/a	n/a	n/a	n/a	n/a
120 Common Line Support	Enter Data	n/a	n/a	n/a	n/a	n/a	n/a
130 Long Term	Enter Data	n/a	n/a	n/a	n/a	n/a	n/a
140 Transitional	Enter Data	n/a	n/a	n/a	n/a	n/a	n/a
150 Miscellaneous	Enter Data	n/a	n/a	n/a	n/a	n/a	n/a
160 Net Revenues	Enter Data	n/a	n/a	n/a	n/a	26,349,423	904,492
	Enter Data	----	----	----	----	----	----
Expenses							
170 Plant Specific	Enter Data	n/a	n/a	n/a	n/a	3,733,531	0
171 Network Support	Enter Data	109,917	9,148	0	100,753	23,474	0
172 General Support	Enter Data	4,538,000	521,807	0	4,016,532	935,787	0
173 Central Office	Calculated Field	3,138,417	0	0	3,138,417	583,081	0
174 Operator Systems	Enter Data	190	0	0	190	61	0
175 COE Switching	Enter Data	1,732,182	0	0	1,732,182	321,819	0
176 COE Transmission	Enter Data	1,406,540	0	0	1,405,906	261,201	0
177 IOT	Enter Data	14,602,140	14,538,750	(11,186)	74,364	18,592	0
178 Cable & Wire Facilities	Enter Data	8,544,886	0	0	8,544,886	2,172,597	0
180 Plant Non-Sp. Less Dep/Amor	Enter Data	n/a	n/a	n/a	n/a	1,353,280	0
190 Depreciation / Amortization	Enter Data	34,670,431	681,792	46,323	33,942,310	7,949,916	0
200 Customer Operations	Enter Data	n/a	n/a	n/a	n/a	2,254,993	524,265
201 Marketing	Enter Data	3,753,101	885,913	1,300	2,865,044	849,853	0
202 Local Business Office	Enter Data	5,996,858	543,497	0	5,453,325	1,014,818	482,268
203 Revenue Accounting	Enter Data	1,105,729	100,212	0	1,005,511	369,922	21,597
204 Other Billing & Collection	Enter Data	75,218	6,816	0	68,400	20,400	20,400
210 Access	Enter Data	n/a	n/a	n/a	n/a	412,500	0
220 Corporate Operations	Enter Data	n/a	n/a	n/a	n/a	5,623,867	380,227
230 AFUDC	Enter Data	n/a	n/a	n/a	n/a	85,102	0
240 Other Exp. & Adjustments	Enter Data	n/a	n/a	n/a	n/a	4,417	0
250 Taxes Other than FIT	Enter Data	n/a	n/a	n/a	n/a	1,347,945	0
260 Total Exp and Other Taxes	Enter Data	n/a	n/a	n/a	n/a	22,680,449	904,492
		----	----	----	----	----	----
FIT Adjustments							
270 Adjustment for FIT	Enter Data	0	0	0	0	0	0
280 Amortized ITC	Enter Data	0	0	0	0	0	0
290 Federal Income Taxes	Enter Data	n/a	n/a	n/a	n/a	0	n/a
	Enter Data	----	----	----	----	----	----
300 Total Expenses & Taxes	Enter Data	n/a	n/a	n/a	n/a	22,680,449	904,492
		----	----	----	----	----	----
Telephone Plant in Service							
310 General Support	Enter Data	54,677,113	3,134,787	855,657	50,685,913	11,808,995	0

COS-1(P)

Filing Date: 06/17/02

Filing Entity: Telephone Company

Transmittal Number : 47

COSA: PRCC

Rate-of Return TRP For Companies Filing Under CFR 61.38

Cost Analysis Summary

Test Year, 7/02 - 7/03

		Total Company (A)	Part 64 Adjustments (B)	Other Adjustments (C)	Subject to Separations (D)	Total Interstate (E)	Billing & Collection (F)
Revenues					Calculated Field		
320	Central Office Equip-Switch	Calculated Field	0	0	0	5,965,285	0
321	Operator Systems	Enter Data	4,104,560	0	0	738,249	0
322	Tandem Switching	Enter Data	0	0	0	0	0
323	Local Switching Cat. 3	Enter Data	47,381,475	0	4,834,306	5,227,036	0
324	Equal Access	Enter Data	0	0	0	0	0
330	Central Office Equip-Trans	Calculated Field	41,461,402	1,125,624	(314,402)	40,649,942	10,171,609
331	Subscriber Lines	Enter Data	17,121,421	464,824	(129,831)	16,786,329	4,214,621
332	Exchange Circuit	Enter Data	0	0	0	0	0
333	Interexchange Circuit	Enter Data	17,174,926	466,277	(130,237)	16,838,788	5,190,735
334	Host Remote	Enter Data	6,493,593	176,292	(49,240)	6,366,504	766,253
340	Cable & Wire	Calculated Field	280,400,955	0	5,653,525	274,747,689	69,856,514
341	Subscriber Lines	Enter Data	276,047,400	0	5,565,748	270,481,907	67,911,132
342	Exchange	Enter Data	0	0	0	0	0
343	Interexchange	Enter Data	3,471,529	0	69,993	3,401,538	1,863,973
344	Host Remote	Enter Data	690,314	0	13,918	676,397	81,409
350	Info Orig/Term Equipment	Enter Data	23,497,497	23,405,991	0	93,088	23,272
360	Amortizable Assets	Enter Data	4,298,824	656,045	539,511	3,102,516	722,837
370	Total Plant In Service	Calculated Field	404,335,793	28,322,449	6,734,291	369,279,150	98,548,512
		----	----	----	----	----	----
Adjustments to TPIS		----	----	----	----	----	----
380	Depr / Amor Reserve	Enter Data	307,865,518	9,279,426	17,726,759	280,859,737	66,947,519
390	Accum Deferred Income Tax	Enter Data	0	0	0	0	0
400	Other Rate Base Adjust.	Enter Data	n/a	n/a	n/a	2,824,779	0
		Enter Data	----	----	----	----	----
Return Data		Enter Data	----	----	----	----	----
410	Average Rate Base	Enter Data	n/a	n/a	n/a	27,202,658	n/a
420	Return	Enter Data	n/a	n/a	n/a	3,060,299	0
430	Rate of Return	Enter Data	n/a	n/a	n/a	11.25%	11.25%

COS-1(P)
Filing Date: 06/17/02
Filing Entity: Telephone Company
Transmittal Number : 47
COSA: PRCC

		Interstate Inter- exchange (G)	ROR Regulated I/S Access (H)	Pay Phone (I)	Inside Wire (J)	BFP (K)	Total Common Line (L)
Revenues							
100 Network Access	Enter Data	423,505	25,021,426	0	0	19,885,302	19,885,302
110 Uncollectibles	Enter Data	n/a	0	0	0	0	0
120 Common Line Support	Enter Data	n/a	0	0	0	0	0
130 Long Term	Enter Data	n/a	0	0	0	0	0
140 Transitional	Enter Data	n/a	0	0	0	0	0
150 Miscellaneous	Enter Data	n/a	0	0	0	0	0
160 Net Revenues	Enter Data	426,505	25,021,426	0	0	19,885,302	19,885,302
	Enter Data	----	----	----	----	----	----
Expenses							
	Enter Data	----	----	----	----	----	----
170 Plant Specific	Enter Data	0	3,733,531	0	0	3,009,537	3,009,537
171 Network Support	Enter Data	0	23,474	0	0	19,468	19,468
172 General Support	Enter Data	0	935,787	0	0	776,102	776,102
173 Central Office	Calculated Field	0	583,081	0	0	107,013	107,013
174 Operator Systems	Enter Data	0	61	0	0	0	0
175 COE Switching	Enter Data	0	321,819	0	0	0	0
176 COE Transmission	Enter Data	0	261,201	0	0	107,013	107,013
177 IOT	Enter Data	0	18,592	0	0	18,592	18,592
178 Cable & Wire Facilities	Enter Data	0	2,172,597	0	0	2,088,362	2,088,362
180 Plant Non-Sp. Less Dep/Amor	Enter Data	0	1,353,280	0	0	1,122,353	1,122,353
190 Depreciation / Amortization	Enter Data	0	7,949,916	0	0	6,134,323	6,134,323
200 Customer Operations	Enter Data	245,473	1,485,255	0	0	994,976	994,976
201 Marketing	Enter Data	0	849,853	0	0	704,832	704,832
202 Local Business Office	Enter Data	232,946	299,604	0	0	284,232	284,232
203 Revenue Accounting	Enter Data	12,527	335,798	0	0	5,912	5,912
204 Other Billing & Collection	Enter Data	0	0	0	0	0	0
210 Access	Enter Data	0	412,500	n/a	n/a	412,500	412,500
220 Corporate Operations	Enter Data	178,031	5,065,609	0	0	4,017,468	4,017,468
230 AFUDC	Enter Data	0	85,102	0	0	70,580	70,580
240 Other Exp. & Adjustments	Enter Data	0	4,417	0	0	3,663	3,663
250 Taxes Other than FIT	Enter Data	0	1,347,945	0	0	1,117,929	1,117,929
260 Total Exp and Other Taxes	Enter Data	423,504	21,352,453	0	0	16,812,749	16,812,749
	Enter Data	----	----	----	----	----	----
FIT Adjustments							
	Enter Data	----	----	----	----	----	----
270 Adjustment for FIT	Enter Data	0	0	0	0	0	0
280 Amortized ITC	Enter Data	0	0	0	0	0	0
290 Federal Income Taxes	Enter Data	n/a	0	0	0	0	0
	Enter Data	----	----	----	----	----	----
300 Total Expenses & Taxes	Enter Data	423,504	21,352,453	0	0	16,812,749	16,812,749
	Enter Data	----	----	----	----	----	----
Telephone Plant in Service							
	Enter Data	----	----	----	----	----	----
310 General Support	Enter Data	0	11,808,995	0	0	9,793,883	9,793,883

COS-1(P)
Filing Date: 06/17/02
Filing Entity: Telephone Company
Transmittal Number : 47
COSA: PRCC

		Interstate Inter- exchange (G)	ROR Regulated I/S Access (H)	Pay Phone (I)	Inside Wire (J)	BFP (K)	Total Common Line (L)
Revenues							
320	Central Office Equip-Switch	Calculated Field	0	5,965,285	0	0	0
321	Operator Systems	Enter Data	0	738,249	0	0	0
322	Tandem Switching	Enter Data	0	0	0	0	0
323	Local Switching Cat. 3	Enter Data	0	5,227,036	0	0	0
324	Equal Access	Enter Data	0	0	0	0	0
330	Central Office Equip-Trans	Calculated Field	0	10,171,609	0	4,167,265	4,167,265
331	Subscriber Lines	Enter Data	0	4,214,621	0	4,167,265	4,167,265
332	Exchange Circuit	Enter Data	0	0	0	0	0
333	Interexchange Circuit	Enter Data	0	5,190,735	0	0	0
334	Host Remote	Enter Data	0	766,253	0	0	0
340	Cable & Wire	Calculated Field	0	69,856,514	0	67,148,073	67,148,073
341	Subscriber Lines	Enter Data	0	67,911,132	0	67,148,073	67,148,073
342	Exchange	Enter Data	0	0	0	0	0
343	Interexchange	Enter Data	0	1,863,973	0	0	0
344	Host Remote	Enter Data	0	81,409	0	0	0
350	Info Orig/Term Equipment	Enter Data	0	23,272	0	23,272	23,272
360	Amortizable Assets	Enter Data	0	722,837	0	599,491	599,491
370	Total Plant In Service	Calculated Field	0	98,548,512	0	81,731,984	81,731,984
		----	----	----	----	----	----
Adjustments to TPIS		----	----	----	----	----	----
380	Depr / Amor Reserve	Enter Data	0	66,947,519	0	55,362,635	55,362,635
390	Accum Deferred Income Tax	Enter Data	0	0	0	0	0
400	Other Rate Base Adjust.	Enter Data	0	2,824,779	0	2,342,753	2,342,753
		----	----	----	----	----	----
Return Data		----	----	----	----	----	----
410	Average Rate Base	Enter Data	n/a	27,202,658	0	22,721,555	22,721,555
420	Return	Enter Data	0	3,060,299	0	2,556,175	2,556,175
430	Rate of Return	Enter Data	11.25%	11.25%	11.25%	11.25%	11.25%

COS-1(P)
Filing Date: 06/17/02
Filing Entity: Telephone Company
Transmittal Number : 47
COSA: PRCC

		Local Switching (M)	Equal Access (N)	SS7 (O)	Information (P)	Tandem Switching (Q)	Local Transport (R)
Revenues							
100 Network Access	Enter Data	2,320,248	0	5,551	207,831	0	2,027,011
110 Uncollectibles	Enter Data	0	0	0	0	0	0
120 Common Line Support	Enter Data	0	n/a	0	0	n/a	0
130 Long Term	Enter Data	0	n/a	0	0	n/a	0
140 Transitional	Enter Data	0	n/a	0	0	n/a	0
150 Miscellaneous	Enter Data	0	0	0	0	0	0
160 Net Revenues	Enter Data	2,320,248	0	5,551	207,831	0	2,027,011
	Enter Data	----	----	----	----	----	----
Expenses							
	Enter Data	----	----	----	----	----	----
170 Plant Specific	Enter Data	386,794	0	678	1,611	0	260,540
171 Network Support	Enter Data	1,589	0	5	39	0	1,855
172 General Support	Enter Data	63,337	0	200	1,560	0	73,949
173 Central Office	Calculated Field	321,868	0	473	12	0	130,141
174 Operator Systems	Enter Data	321,819	0	0	0	0	0
175 COE Switching	Enter Data	49	0	0	12	0	0
176 COE Transmission	Enter Data	0	0	473	0	0	126,774
177 IOT	Enter Data	0	0	0	0	0	0
178 Cable & Wire Facilities	Enter Data	0	0	0	0	0	57,962
180 Plant Non-Sp. Less Dep/Amor	Enter Data	91,595	0	290	2,256	0	106,941
190 Depreciation / Amortization	Enter Data	868,154	0	2,151	18,663	0	737,278
200 Customer Operations	Enter Data	151,619	0	479	102,217	0	177,023
201 Marketing	Enter Data	57,521	0	182	1,417	0	67,159
202 Local Business Office	Enter Data	2,345	0	7	58	0	2,738
203 Revenue Accounting	Enter Data	91,753	0	290	100,743	0	107,126
204 Other Billing & Collection	Enter Data	0	0	0	0	0	0
210 Access	Enter Data	n/a	n/a	0	0	n/a	0
220 Corporate Operations	Enter Data	456,918	0	1,049	76,938	0	394,320
230 AFUDC	Enter Data	5,760	0	18	142	0	6,725
240 Other Exp. & Adjustments	Enter Data	299	0	1	7	0	349
250 Taxes Other than FIT	Enter Data	91,234	0	288	2,247	0	106,520
260 Total Exp and Other Taxes	Enter Data	2,046,613	0	4,936	203,939	0	1,782,971
		----	----	----	----	----	----
FIT Adjustments							
	Enter Data	----	----	----	----	----	----
270 Adjustment for FIT	Enter Data	0	0	0	0	0	0
280 Amortized ITC	Enter Data	0	0	0	0	0	0
290 Federal Income Taxes	Enter Data	0	0	0	0	0	0
	Enter Data	----	----	----	----	----	----
300 Total Expenses & Taxes	Enter Data	2,046,613	0	4,936	203,939	0	1,782,163
		----	----	----	----	----	----
Telephone Plant in Service							
	Enter Data	----	----	----	----	----	----
310 General Support	Enter Data	799,273	0	2,527	19,684	0	933,190

COS-1(P)
Filing Date: 06/17/02
Filing Entity: Telephone Company
Transmittal Number : 47
COSA: PRCC

Revenues		Local Switching (M)	Equal Access (N)	SS7 (O)	Information (P)	Tandem Switching (Q)	Local Transport (R)
320 Central Office Equip-Switch	Calculated Field	5,821,904	0	0	143,382	0	0
321 Operator Systems	Enter Data	594,868	0	0	143,382	0	0
322 Tandem Switching	Enter Data	0	0	0	0	0	0
323 Local Switching Cat. 3	Enter Data	5,227,036	0	0	0	0	0
324 Equal Access	Enter Data	0	0	0	0	0	0
330 Central Office Equip-Trans	Calculated Field	0	0	18,404	0	0	5,598,008
331 Subscriber Lines	Enter Data	0	0	0	0	0	0
332 Exchange Circuit	Enter Data	0	0	0	0	0	0
333 Interexchange Circuit	Enter Data	0	0	18,404	0	0	4,934,433
334 Host Remote	Enter Data	0	0	0	0	0	663,575
340 Cable & Wire	Calculated Field	0	0	0	0	0	1,941,962
341 Subscriber Lines	Enter Data	0	0	0	0	0	0
342 Exchange	Enter Data	0	0	0	0	0	0
343 Interexchange	Enter Data	0	0	0	0	0	1,863,973
344 Host Remote	Enter Data	0	0	0	0	0	77,989
350 Info Orig/Term Equipment	Enter Data	0	0	0	0	0	0
360 Amortizable Assets	Enter Data	48,924	0	155	1,205	0	64,253
370 Total Plant In Service	Calculated Field	6,670,101	0	21,086	164,271	0	8,760,029
		----	----	----	----	----	----
Adjustments to TPIS		----	----	----	----	----	----
380 Depr / Amor Reserve	Enter Data	4,394,025	0	15,247	123,654	0	5,534,919
390 Accum Deferred Income Tax	Enter Data	0	0	0	0	0	0
400 Other Rate Base Adjust.	Enter Data	191,191	0	604	4,709	0	223,224
		----	----	----	----	----	----
Return Data		----	----	----	----	----	----
410 Average Rate Base	Enter Data	1,978,382	0	4,897	33,286	0	1,905,174
420 Return	Enter Data	222,568	0	551	3,745	0	214,332
430 Rate of Return	Enter Data	11.25%	11.25%	11.25%	11.25%	11.25%	11.25%

COS-1(P)
Filing Date: 06/17/02
Filing Entity: Telephone Company
Transmittal Number : 47
COSA: PRCC

		Host Remote (S)	Total Switched Traffic Sensitive (T)	Special Access (U)
Revenues				
100 Network Access	Enter Data	253,091	4,813,732	322,392
110 Uncollectibles	Enter Data	0	0	0
120 Common Line Support	Enter Data	n/a	n/a	0
130 Long Term	Enter Data	n/a	n/a	0
140 Transitional	Enter Data	n/a	n/a	0
150 Miscellaneous	Enter Data	0	0	0
160 Net Revenues	Enter Data	253,091	4,813,732	322,392
	Enter Data	----	----	----
Expenses				
	Enter Data	----	----	----
170 Plant Specific	Enter Data	31,622	681,245	42,748
171 Network Support	Enter Data	232	3,720	286
172 General Support	Enter Data	9,233	148,280	11,405
173 Central Office	Calculated Field	16,249	468,743	7,325
174 Operator Systems	Enter Data	0	321,819	0
175 COE Switching	Enter Data	0	61	0
176 COE Transmission	Enter Data	19,616	146,863	7,325
177 IOT	Enter Data	0	0	0
178 Cable & Wire Facilities	Enter Data	2,541	60,503	23,732
180 Plant Non-Sp. Less Dep/Amor	Enter Data	13,353	214,434	16,493
190 Depreciation / Amortization	Enter Data	92,056	1,718,301	97,291
200 Customer Operations	Enter Data	22,103	453,442	36,836
201 Marketing	Enter Data	8,385	134,663	10,357
202 Local Business Office	Enter Data	342	5,490	9,881
203 Revenue Accounting	Enter Data	13,376	313,288	16,597
204 Other Billing & Collection	Enter Data	0	0	0
210 Access	Enter Data	n/a	n/a	0
220 Corporate Operations	Enter Data	49,235	978,460	69,680
230 AFUDC	Enter Data	840	13,485	1,037
240 Other Exp. & Adjustments	Enter Data	44	700	54
250 Taxes Other than FIT	Enter Data	13,300	213,589	16,428
260 Total Exp and Other Taxes	Enter Data	221,712	4,260,172	279,529
		----	----	----
FIT Adjustments				
	Enter Data	----	----	----
270 Adjustment for FIT	Enter Data	0	0	0
280 Amortized ITC	Enter Data	0	0	0
290 Federal Income Taxes	Enter Data	0	0	0
	Enter Data	----	----	----
300 Total Expenses & Taxes	Enter Data	222,520	4,260,172	279,529
		----	----	----
Telephone Plant in Service				
	Enter Data	----	----	----
310 General Support	Enter Data	116,518	1,871,192	143,920

COS-1(P)
Filing Date: 06/17/02
Filing Entity: Telephone Company
Transmittal Number : 47
COSA: PRCC

		Host Remote (S)	Total Switched Traffic Sensitive (T)	Special Access (U)
Revenues				
320 Central Office Equip-Switch	Calculated Field	0	5,965,286	0
321 Operator Systems	Enter Data	0	738,250	0
322 Tandem Switching	Enter Data	0	0	0
323 Local Switching Cat. 3	Enter Data	0	5,227,036	0
324 Equal Access	Enter Data	0	0	0
330 Central Office Equip-Trans	Calculated Field	102,678	5,719,091	285,254
331 Subscriber Lines	Enter Data	0	0	47,356
332 Exchange Circuit	Enter Data	0	0	0
333 Interexchange Circuit	Enter Data	0	4,952,837	237,898
334 Host Remote	Enter Data	102,678	766,253	0
340 Cable & Wire	Calculated Field	3,419	1,945,382	763,059
341 Subscriber Lines	Enter Data	0	0	763,059
342 Exchange	Enter Data	0	0	0
343 Interexchange	Enter Data	0	1,863,973	0
344 Host Remote	Enter Data	3,419	81,409	0
350 Info Orig/Term Equipment	Enter Data	0	0	0
360 Amortizable Assets	Enter Data	0	114,537	8,809
370 Total Plant In Service	Calculated Field	222,615	15,615,487	1,201,042
		----	----	----
Adjustments to TPIS		----	----	----
380 Depr / Amor Reserve	Enter Data	691,087	10,758,931	825,953
390 Accum Deferred Income Tax	Enter Data	0	0	0
400 Other Rate Base Adjust.	Enter Data	27,872	447,600	34,426
		----	----	----
Return Data		----	----	----
410 Average Rate Base	Enter Data	237,879	4,159,618	321,485
420 Return	Enter Data	26,761	467,957	36,167
430 Rate of Return	Enter Data	11.25%	11.25%	11.25%