

**2003 AT&T CALCULATION OF RATE OF RETURN REVENUE REQUIREMENT OVERSTATEMENT DUE TO
OVERSTATEMENT OF CASH WORKING CAPITAL (CWC) REQUIREMENTS**

| | A | B | C | D | E | F |
|----|------------------------------------------------|---------------------------------|------------------------------------|----------------------------------------|--------------------------|-------------------------------|
| | COMPANY | TOTAL INTERSTATE EXPENSES(1) | DEPRECIATION & AMORTIZATION (2) | DAILY EXPENSES (3) (B - C) / 365 | COMPANY FILED CWC (4) | COMP LAG DAYS (5) E / D |
| 1 | CHILLICOTHE TELEPHONE COMPANY, THE | \$9,003,393 | \$2,186,162 | \$18,677 | \$467,282 | 25 |
| 2 | VIRGIN ISLANDS TELEPHONE CORPORATION (Vitelco) | \$19,015,580 | \$6,659,080 | \$33,853 | \$681,237 | 20 |
| 3 | ALLTEL ALABAMA, INC. (Alltel) | \$4,336,709 | \$1,361,894 | \$8,150 | \$130,166 | 16 |
| 4 | ALLTEL ARKANSAS, INC. (Alltel) | \$18,638,066 | \$6,241,614 | \$33,963 | \$545,857 | 16 |
| 5 | ALLTEL CAROLINA, INC. (Alltel) | \$32,194,043 | \$9,024,617 | \$63,478 | \$1,028,985 | 16 |
| 6 | ALLTEL FLORIDA, INC. (Alltel) | \$12,688,506 | \$4,311,787 | \$22,950 | \$358,951 | 16 |
| 7 | ALLTEL GEORGIA PROPERTIES (Alltel) | \$78,057,810 | \$24,409,046 | \$146,983 | \$2,313,750 | 16 |
| 8 | ALLTEL KENTUCKY, INC. (Alltel) | \$4,259,921 | \$904,264 | \$9,194 | \$143,752 | 16 |
| 9 | ALLTEL MISSISSIPPI, INC. (Alltel) | \$1,943,656 | \$820,607 | \$3,077 | \$47,451 | 15 |
| 10 | ALLTEL MISSOURI, INC. (Alltel) | \$9,561,243 | \$3,065,529 | \$17,796 | \$281,811 | 16 |
| 11 | ALLTEL NEW YORK, INC. (Alltel) | \$13,856,477 | \$3,072,836 | \$29,544 | \$466,838 | 16 |
| 12 | ALLTEL Ohio (Alltel) | \$19,058,788 | \$5,665,306 | \$36,694 | \$556,989 | 15 |
| 13 | ALLTEL OKLAHOMA PROPERTIES (Alltel) | \$6,772,252 | \$2,147,746 | \$12,670 | \$205,486 | 16 |
| 14 | ALLTEL PENNSYLVANIA, INC. (Alltel) | \$28,564,795 | \$8,325,628 | \$55,450 | \$875,034 | 16 |
| 15 | ALLTEL SOUTH CAROLINA, INC. (Alltel) | \$7,941,435 | \$2,943,174 | \$13,694 | \$216,745 | 16 |
| 16 | SUGAR LAND TELEPHONE CO. (Alltel) | \$13,813,946 | \$3,853,534 | \$27,289 | \$436,811 | 16 |
| 17 | TEXAS ALLTEL, INC. (Alltel) | \$5,319,346 | \$1,881,504 | \$9,419 | \$158,535 | 17 |
| 18 | WESTERN RESERVE TELEPHONE COMPANY (Alltel) | \$29,593,897 | \$9,720,820 | \$54,447 | \$858,522 | 16 |

NOTES:

- (1) See Col. B - TRP, COS(P), Column E, Line 300, Total Interstate
(2) See Col. C - TRP, COS(P), Column E, Line 190, Total Interstate
(3) Daily Expenses = (Total Interstate Expenses - Depreciation and Amortization) / 365 Days
(4) See Cost Support, Part 69 (Prospective), Cash Working Capital, Total Interstate
(5) Company Filed CWC / Daily Expenses = LEC's Proposed Lead/Lag

SOURCES:

- Col. B - TRP, COS(P), Col E, Line 300, Total Interstate
Col. C - TRP, COS(P), Col E, Line 190, Total Interstate
Col. E - Cost Support, Part 69 (Prospective), Cash Working Capital, Total Interstate