

## INVESTMENT TAX CREDIT AMORTIZATION EXOGENOUS

		(1) 2003/2004 FORECAST TOTAL COMPANY	(2) 2004/2005 FORECAST TOTAL COMPANY	(A = 2 - 1) ITC FIT CHANGE TOTAL COMPANY (Note 1)	(B) ITC FIT CHANGE PRICE CAP INTERSTATE (Note 2)	(C) ITC FIT WITH GROSS UP PRICE CAP INTERSTATE	(D) STATE TAX GROSS UP PRICE CAP INTERSTATE	(E=C+D) EXOGENOUS CHANGE PRICE CAP INTERSTATE (Note 3)
	FCC COSA							
Arizona (Contel)	COAZ	0	0	0	0	0	0	0
California (Contel)	COCA	138,000	0	-138,000	-29,522	45,418	4,404	49,823
Illinois (Contel)	COIL	0	0	0	0	0	0	0
Indiana (Contel)	COIN	0	0	0	0	0	0	0
Nevada (Contel)	CONV	0	0	0	0	0	0	0
North Carolina (Contel)	CONC	0	0	0	0	0	0	0
Pennsylvania (Contel)	COPT	0	0	0	0	0	0	0
Texas (Contel)	COTX	0	0	0	0	0	0	0
Virginia (Contel)	COVA	0	0	0	0	0	0	0
Washington (Contel)	COWA	0	0	0	0	0	0	0
TOTAL GSTC		138,000	0	-138,000	-29,522	45,418	4,404	49,823

NOTE 1: Col A=Total Company ITC change from 7/1/04 to 7/1/05 tariff period

NOTE 2: Col B=Price Cap Interstate percent developed using Separations data

NOTE 3: Col C= (((Col B)\*(.35/(1-.35)))-Col B) which is change in ITC plus FIT gross up

NOTE 4: Col D= (Col C)\*(SIT/1-SIT)

NOTE 5: Col E= Col C+Col D

