

COS-1(P)
Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number: 138
COSA: ALKYAN04

Rate-of Return TRP For Companies Filing Under CFR 61.38
Cost Analysis Summary
Test Year: 7/04 - 7/05

| | Total Company (A) | Part 64 Adjustments (B) | Other Adjustments (C) | Subject to Separations (D) | Total Interstate (E) | Billing & Collection (F) | Interstate Inter- exchange (G) | ROR Regulated IS Access (H) | Pay Phone (I) | Inside Wire (J) | BFP (K) | Total Common Line (L) | Local Switching (M) | Equal Access (N) | SS7 (O) | Information (P) | Tandem Switching (Q) | Local Transport (R) | Host Remote (S) | Total Switched Traffic Sensitive (T) | Special Access (U) |
|------------------------------------|----------------------|-------------------------------|-----------------------------|----------------------------------|----------------------------|--------------------------------|---|--------------------------------------|---------------------|-----------------------|------------|--------------------------------|---------------------------|------------------------|------------|--------------------|----------------------------|---------------------------|-----------------------|--|--------------------------|
| Revenues | | | | | | | | | | | | | | | | | | | | | |
| 100 Network Access | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 5,318,650 | 0 | 0 | 2,124,195 | 2,124,195 | 738,574 | 0 | 13,475 | 2,056 | 0 | 215,211 | 99,357 | 969,315 | 2,225,140 |
| 110 Uncollectibles | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | 0 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| 120 Common Line Support | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| 130 Long Term | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| 140 Transitional | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| 150 Miscellaneous | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 9,223 | 0 | 0 | 8,976 | 8,976 | 0 | 0 | 0 | 0 | 58 | n/a | 58 | 198 | |
| 160 Net Revenues | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 5,327,873 | 0 | 0 | 2,133,171 | 2,133,171 | 738,574 | 0 | 13,475 | 2,056 | 0 | 215,268 | n/a | 969,373 | 2,225,328 |
| Expenses | | | | | | | | | | | | | | | | | | | | | |
| 170 Plant Specific | n/a | n/a | n/a | n/a | 1,065,831 | 428 | 0 | 1,065,404 | 0 | 0 | 305,652 | 305,652 | 329,182 | 0 | 6,591 | 0 | 0 | 18,015 | n/a | 353,788 | 425,964 |
| 171 Network Support | n/a | n/a | n/a | n/a | 23,985 | 5 | 0 | 23,980 | 0 | 0 | 10,629 | 10,629 | 3,139 | 0 | 65 | 0 | 0 | 1,186 | n/a | 4,390 | 8,962 |
| 172 General Support | n/a | n/a | n/a | n/a | 148,801,761 | 423 | 0 | 148,804 | 0 | 0 | 65,767 | 65,767 | 19,423 | 0 | 402 | 0 | 0 | 7,340 | n/a | 27,165 | 55,452 |
| 173 Central Office | n/a | n/a | n/a | n/a | 688,163 | 0 | 0 | 10,388 | 10,388 | 306,620 | 0 | 6,116 | 0 | 0 | 0 | 0 | 0 | 8,080 | n/a | 320,816 | 356,959 |
| 174 Operator Systems | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 175 COE Switching | n/a | n/a | n/a | n/a | 312,721 | 0 | 0 | 312,721 | 0 | 0 | 0 | 0 | 306,620 | 0 | 6,100 | 0 | 0 | 0 | n/a | 312,721 | 0 |
| 176 COE Transmission | n/a | n/a | n/a | n/a | 375,443 | 0 | 0 | 375,443 | 0 | 0 | 10,388 | 10,388 | 0 | 0 | 16 | 0 | 0 | 8,080 | n/a | 8,095 | 356,959 |
| 177 IOT | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 178 Cable & Wire Facilities | n/a | n/a | n/a | n/a | 224,876 | 0 | 0 | 224,876 | 0 | 0 | 218,867 | 218,867 | 0 | 0 | 8 | 0 | 0 | 1,409 | n/a | 1,417 | 4,591 |
| 180 Plant Non-Sp. Less Deprec/Amor | 2,789,868 | 21,911 | 0 | 2,767,957 | 1,051,540 | 150 | 0 | 1,051,390 | 0 | 0 | 345,242 | 345,242 | 34,096 | 0 | 706 | 0 | 0 | 12,886 | n/a | 47,687 | 254,689 |
| 190 Depreciation / Amortization | n/a | n/a | n/a | n/a | 370,753 | 74,524 | 0 | 296,229 | 0 | 0 | 121,603 | 121,603 | 31,410 | 650 | 1,701 | 0 | 0 | 11,871 | n/a | 45,632 | 128,984 |
| 200 Customer Operations | n/a | n/a | n/a | n/a | 161,031 | 14 | 0 | 161,016 | 0 | 0 | 33,982 | 33,982 | 10,035 | 0 | 208 | 0 | 0 | 3,793 | n/a | 14,036 | 112,999 |
| 201 Marketing | n/a | n/a | n/a | n/a | 1,689 | 0 | 0 | 1,689 | 0 | 0 | 0 | 0 | 0 | 0 | 1,689 | 0 | 0 | 0 | n/a | 1,689 | 0 |
| 202 Local Business Office | n/a | n/a | n/a | n/a | 208,034 | 74,510 | 0 | 133,524 | 0 | 0 | 87,622 | 87,622 | 21,375 | 0 | 442 | 12 | 0 | 8,078 | n/a | 29,908 | 15,995 |
| 203 Revenue Accounting | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 204 Other Billing & Collection | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 210 Access | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 220 Corporate Operations | n/a | n/a | n/a | n/a | 437,979 | 15,601 | 0 | 422,378 | 0 | 0 | 160,792 | 160,792 | 82,152 | 0 | 1,654 | 354 | 0 | 8,903 | n/a | 93,063 | 168,523 |
| 230 AFUDC | n/a | n/a | n/a | n/a | 5,016 | 1 | 0 | 5,015 | 0 | 0 | 2,223 | 2,223 | 656 | 0 | 14 | 0 | 0 | 248 | n/a | 918 | 1,874 |
| 240 Other Exp. & Adjustments | n/a | n/a | n/a | n/a | 781 | 0 | 0 | 781 | 0 | 0 | 346 | 346 | 102 | 0 | 2 | 0 | 0 | 39 | n/a | 143 | 292 |
| 250 Taxes Other than FIT | n/a | n/a | n/a | n/a | 355,712 | 56 | 0 | 355,656 | 0 | 0 | 141,068 | 141,068 | 52,472 | 0 | 1,083 | 0 | 0 | 18,733 | n/a | 72,287 | 142,300 |
| 260 Total Exp and Other Taxes | n/a | n/a | n/a | n/a | 3,955,238 | 90,760 | 0 | 3,864,478 | 0 | 0 | 1,457,155 | 1,457,155 | 686,897 | 0 | 13,941 | 2,056 | 0 | 129,925 | n/a | 832,818 | 1,574,506 |
| FIT Adjustments | | | | | | | | | | | | | | | | | | | | | |
| 270 Adjustment for FIT | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 280 Amortized ITC | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 290 Federal Income Taxes | n/a | n/a | n/a | n/a | 1,152,109 | 470,840 | 45 | 0 | 470,795 | 0 | 144,182 | 144,182 | 84,662 | 0 | 1,741 | 0 | 0 | 27,723 | n/a | 114,125 | 212,488 |
| 300 Total Expenses & Taxes | n/a | n/a | n/a | n/a | 1,152,109 | 4,426,078 | n/a | 0 | 4,335,273 | 0 | 1,601,337 | 1,601,337 | 771,559 | 0 | 15,682 | 2,056 | 0 | 157,648 | n/a | 946,943 | 1,786,993 |
| Telephone Plant in Service | | | | | | | | | | | | | | | | | | | | | |
| 310 General Support | 3,645,613 | 171,522 | 0 | 3,474,091 | 1,231,830 | 3,503 | 0 | 1,228,328 | 0 | 0 | 544,423 | 544,423 | 160,780 | 0 | 3,327 | 0 | 0 | 60,764 | n/a | 224,871 | 459,032 |
| 320 Central Office Equip-Switch | 8,027,942 | 0 | 0 | 8,027,942 | 2,319,442 | 0 | 0 | 2,319,442 | 0 | 0 | 0 | 0 | 2,274,196 | 0 | 45,246 | 0 | 0 | 0 | n/a | 2,319,442 | 0 |
| 321 Operator Systems | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 322 Tandem Switching | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 323 Local Switching Cat. 3 | 8,027,942 | 0 | 0 | 8,027,942 | 2,319,442 | 0 | 0 | 2,319,442 | 0 | 0 | 0 | 0 | 2,274,196 | 0 | 45,246 | 0 | 0 | 0 | n/a | 2,319,442 | 0 |
| 324 Equal Access | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 330 Central Office Equip-Trans | 13,539,094 | 0 | 0 | 13,539,094 | 8,221,687 | 0 | 0 | 8,221,687 | 0 | 0 | 1,050,051 | 1,050,051 | 0 | 0 | 1,580 | 0 | 0 | 816,671 | n/a | 818,251 | 6,353,385 |
| 331 Subscriber Lines | 10,361,620 | 0 | 0 | 10,361,620 | 7,148,226 | 0 | 0 | 7,148,226 | 0 | 0 | 1,050,051 | 1,050,051 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 6,098,175 |
| 332 Exchange Circuit | 676,269 | 0 | 0 | 676,269 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 333 Interexchange Circuit | 1,669,855 | 0 | 0 | 1,669,855 | 758,402 | 0 | 0 | 758,402 | 0 | 0 | 0 | 0 | 0 | 0 | 1,580 | 0 | 0 | 501,612 | n/a | 503,192 | 255,210 |
| 334 Host Remote | 831,349 | 0 | 0 | 831,349 | 315,059 | 0 | 0 | 315,059 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 315,059 | 315,059 | 315,059 | 0 |
| 340 Cable & Wire | 27,433,428 | 0 | 0 | 27,433,428 | 6,833,266 | 0 | 0 | 6,833,266 | 0 | 0 | 6,650,690 | 6,650,690 | 0 | 0 | 240 | 0 | 0 | 42,816 | n/a | 43,056 | 139,520 |
| 341 Subscriber Lines | 25,954,449 | 0 | 0 | 25,954,449 | 6,711,062 | 0 | 0 | 6,711,062 | 0 | 0 | 6,650,690 | 6,650,690 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 60,372 | 0 |
| 342 Exchange | 360,552 | 0 | 0 | 360,552 | 74,619 | 0 | 0 | 74,619 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 74,619 |
| 343 Interexchange | 61,089 | 0 | 0 | 61,089 | 25,856 | 0 | 0 | 25,856 | 0 | 0 | 0 | 0 | 0 | 0 | 240 | 0 | 0 | 21,087 | n/a | 21,327 | 4,529 |
| 344 Host Remote | 57,337 | 0 | 0 | 57,337 | 21,729 | 0 | 0 | 21,729 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 21,729 | 21,729 | 21,729 | 0 |
| 350 Info Ctr/Term Equipment | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 360 Amortizable Assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 |
| 370 Total Plant in Service | 52,646,076 | 171,522 | 0 | 52,474,554 | 18,606,224 | 3,503 | 0 | 18,602,721 | 0 | 0 | 8,245,164 | 8,245,164 | 2,434,976 | 0 | 50,392 | 0 | 0 | 920,251 | n/a | 3,405,620 | 6,961,937 |
| Adjustments to TPIS | | | | | | | | | | | | | | | | | | | | | |
| 380 Dep'r / Amor Reserve | 25,896,008 | 599,235 | 0 | 25,336,773 | 8,271,417 | 2,256 | 0 | 8,269,161 | 0 | 0 | 4,691,582 | 4,691,582 | 680,934 | 0 | 14,311 | 0 | 0 | 342,510 | n/a | 1,037,754 | 2,539,825 |
| 390 Accum Deferred Income Tax | 5,310,657 | 21,461 | 0 | 5,289,196 | 1,821,056 | 368 | 0 | 1,820,688 | 0 | 0 | 845,004 | 845,004 | 259,453 | 0 | 5,341 | 0 | 0 | 83,437 | n/a | 348,230 | 627,453 |
| 400 Other Rate Base Adjust. | n/a | n/a | n/a | n/a | 387,897 | 73 | 0 | 387,970 | 0 | 0 | 171,937 | 171,937 | 50,777 | 1,051 | 0 | 0 | 0 | 19,190 | n/a | 71,018 | 144,969 |
| Return Data | | | | | | | | | | | | | | | | | | | | | |
| 410 Average Rate Base | n/a | n/a | n/a | n/a | 8,901,748 | n/a | n/a | 8,900,796 | 0 | 0 | 2,880,515 | 2,880,515 | 1,545,367 | 0 | 31,792 | 0 | 0 | 513,469 | n/a | 2,080,653 | 3,920,668 |
| 420 Return | n/a | n/a | n/a | n/a | 1,001,340 | n/a | n/a | 1,001,340 | 0 | 0 | 324,058 | 324,058 | 173,854 | 0 | 3,577 | 0 | 0 | 57,768 | n/a | 235,198 | 442,083 |
| 430 Rate of Return | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 11.25% | 0.00% | 0.00% | 11.25% | 11.25% | 11.25% | 0.00% | 11.25% | 0.00% | 0.00% | 11.25% | n/a | 11.25% | 11.25% |

COS-1(H)
Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number 138
COSA: ALKYAN04

Rate of Return TRP
Cost Analysis Summary
Historical, Calendar Year 2003

| | Total Company (A) | Part 64 Adjustments (B) | Other Adjustments (C) | Subject to Separations (D) | Total Interstate (E) | Billing & Collection (F) | Interstate Inter- exchange (G) | ROR Regulated IS Access (H) | Pay Phone (I) | Inside Wire (J) | BFP (K) | Total Common Line (L) | Local Switching (M) | Equal Access (N) | SS7 (O) | Information (P) | Tandem Switching (Q) | Local Transport (R) | Host Remote (S) | Total Switched Traffic Sensitive (T) | Special Access (U) | |
|-----------------------------------|-------------------------|-------------------------------|-----------------------------|----------------------------------|----------------------------|--------------------------------|---|--------------------------------------|---------------------|-----------------------|------------|--------------------------------|---------------------------|------------------------|------------|--------------------|----------------------------|---------------------------|-----------------------|--|--------------------------|-----------|
| Revenues | | | | | | | | | | | | | | | | | | | | | | |
| 100 Network Access | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 4,207,221 | 0 | 0 | 1,991,351 | 1,991,351 | 682,821 | 0 | 12,555 | 0 | 184,430 | 10,340 | 99,357 | 890,146 | 1,325,723 | |
| 110 Uncollectibles | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 | |
| 120 Common Line Support | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | |
| 130 Long Term | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | |
| 140 Transitional | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | |
| 150 Miscellaneous | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 6,237 | 0 | 0 | 5,668 | 5,668 | 0 | n/a | 0 | 0 | 0 | 37 | n/a | 37 | 532 | |
| 160 Net Revenues | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 4,213,458 | 0 | 0 | 1,997,019 | 1,997,019 | 682,821 | 0 | 12,555 | 0 | 184,430 | 10,378 | n/a | 890,184 | 1,326,255 | |
| Expenses | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | |
| 170 Plant Specific | n/a | n/a | n/a | n/a | 815,130 | 536 | 0 | 814,593 | 0 | 0 | 286,912 | 286,912 | 293,678 | 0 | 5,916 | 0 | 9,527 | 1,799 | n/a | 310,919 | 216,763 | |
| 171 Network Support | n/a | n/a | n/a | n/a | 22,298 | 6 | 0 | 22,291 | 0 | 0 | 10,577 | 10,577 | 3,117 | 0 | 65 | 0 | 1,133 | 59 | n/a | 4,373 | 7,341 | |
| 172 General Support | n/a | n/a | n/a | n/a | 138,487 | 530 | 0 | 137,958 | 0 | 0 | 65,378 | 65,378 | 19,248 | 0 | 401 | 0 | 6,974 | 365 | n/a | 26,989 | 45,590 | |
| 173 Central Office | n/a | n/a | n/a | n/a | 424,373 | 0 | 0 | 424,373 | 0 | 0 | 1,985 | 1,985 | 271,313 | 0 | 5,442 | 0 | 1,420 | 0 | n/a | 278,175 | 144,213 | |
| 174 Operator Systems | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| 175 COE Switching | n/a | n/a | n/a | n/a | 276,752 | 0 | 0 | 276,752 | 0 | 0 | 0 | 0 | 271,313 | 0 | 5,439 | 0 | 0 | 0 | n/a | 276,752 | 0 | |
| 176 COE Transmission | n/a | n/a | n/a | n/a | 147,620 | 0 | 0 | 147,620 | 0 | 0 | 1,985 | 1,985 | 0 | 0 | 3 | 0 | 1,420 | 0 | n/a | 1,422 | 144,213 | |
| 177 IOT | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | |
| 178 Cable & Wire Facilities | n/a | n/a | n/a | n/a | 229,972 | 0 | 0 | 229,972 | 0 | 0 | 208,972 | 208,972 | 0 | 0 | 8 | 0 | 1,374 | n/a | 1,382 | 19,618 | 0 | |
| 180 Plant Non-Sp. Less Dep/Amor | n/a | n/a | n/a | n/a | 460,304 | 0 | 0 | 460,304 | 0 | 0 | 327,001 | 327,001 | 33,519 | 0 | 699 | 0 | 12,160 | 636 | n/a | 47,014 | 86,290 | |
| 190 Depreciation / Amortization | 946,971 | 7,437 | 0 | 2,616,845 | 939,533 | 190 | 0 | 939,533 | 0 | 0 | 370,318 | 370,318 | 150,986 | 0 | 3,147 | 0 | 56,497 | 1,914 | n/a | 212,544 | 356,482 | |
| 200 Customer Operations | n/a | n/a | n/a | n/a | 284,461 | 72,699 | 0 | 211,762 | 0 | 0 | 120,224 | 120,224 | 31,021 | 0 | 647 | 0 | 11,236 | 2,261 | n/a | 45,165 | 46,373 | |
| 201 Marketing | n/a | n/a | n/a | n/a | 79,940 | 21 | 0 | 79,919 | 0 | 0 | 34,764 | 34,764 | 10,234 | 0 | 213 | 0 | 3,706 | 194 | n/a | 14,348 | 30,807 | |
| 202 Local Business Office | n/a | n/a | n/a | n/a | 1,647 | 0 | 0 | 1,647 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1,647 | 0 | n/a | 1,647 | 0 | |
| 203 Revenue Accounting | n/a | n/a | n/a | n/a | 202,874 | 72,678 | 0 | 130,196 | 0 | 0 | 85,460 | 85,460 | 20,787 | 0 | 433 | 0 | 7,530 | 420 | n/a | 29,170 | 15,566 | |
| 204 Other Billing & Collection | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 | |
| 210 Access | n/a | n/a | n/a | n/a | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 | |
| 220 Corporate Operations | n/a | n/a | n/a | n/a | 349,246 | 16,389 | 0 | 332,858 | 0 | 0 | 163,688 | 163,688 | 80,038 | 0 | 1,623 | 0 | 7,387 | 1,060 | n/a | 90,108 | 79,062 | |
| 230 AFUDC | n/a | n/a | n/a | n/a | 4,632 | 1 | 0 | 4,630 | 0 | 0 | 2,204 | 2,204 | 650 | 0 | 14 | 0 | 236 | 12 | n/a | 912 | 1,514 | |
| 240 Other Exp. & Adjustments | n/a | n/a | n/a | n/a | 839 | 0 | 0 | 839 | 0 | 0 | 398 | 398 | 117 | 0 | 2 | 0 | 42 | 2 | n/a | 164 | 276 | |
| 250 Taxes Other than FIT | n/a | n/a | n/a | n/a | 177,661 | 68 | 0 | 177,594 | 0 | 0 | 72,108 | 72,108 | 32,064 | 0 | 665 | 0 | 10,596 | 375 | n/a | 43,700 | 61,785 | |
| 260 Total Exp and Other Taxes | n/a | n/a | n/a | n/a | 3,031,807 | 89,883 | 0 | 2,941,924 | 0 | 0 | 1,342,852 | 1,342,852 | 622,073 | 0 | 12,713 | 0 | 107,682 | 8,059 | n/a | 750,527 | 848,544 | |
| FIT Adjustments | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | ---- | |
| 270 Adjustment for FIT | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 | |
| 280 Amortized ITC | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 | |
| 290 Federal Income Taxes | n/a | n/a | n/a | n/a | 1,071,705 | 162 | 0 | 405,529 | 0 | 0 | 141,343 | 141,343 | 82,551 | 0 | 1,707 | 0 | 24,741 | 701 | n/a | 108,700 | 154,324 | |
| 300 Total Expenses & Taxes | n/a | n/a | n/a | n/a | 1,071,705 | 3,437,336 | n/a | 0 | 3,347,291 | 0 | 0 | 1,484,196 | 1,484,196 | 704,624 | 0 | 14,420 | 0 | 132,423 | 8,761 | n/a | 860,227 | 1,002,868 |
| Telephone Plant in Service | | | | | | | | | | | | | | | | | | | | | | |
| 310 General Support | 1,206,833 | 66,780 | 0 | 3,396,818 | 1,150,053 | 4,389 | 0 | 1,145,664 | 0 | 0 | 542,526 | 542,526 | 159,674 | 0 | 3,330 | 0 | 57,798 | 3,034 | n/a | 223,835 | 379,303 | |
| 320 Central Office Equip-Switch | 2,032,400 | 0 | 0 | 7,087,385 | 2,032,400 | 0 | 0 | 2,032,400 | 0 | 0 | 0 | 0 | 1,992,455 | 0 | 39,945 | 0 | 0 | 0 | n/a | 2,032,400 | 0 | |
| 321 Operator Systems | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 | |
| 322 Tandem Switching | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 | |
| 323 Local Switching Cat. 3 | 2,032,400 | 0 | 0 | 7,087,385 | 2,032,400 | 0 | 0 | 2,032,400 | 0 | 0 | 0 | 0 | 1,992,455 | 0 | 39,945 | 0 | 0 | 0 | n/a | 2,032,400 | 0 | |
| 324 Equal Access | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 | |
| 330 Central Office Equip-Trans | 5,933,578 | 0 | 0 | 10,878,697 | 5,933,578 | 0 | 0 | 5,933,578 | 0 | 0 | 1,009,608 | 1,009,608 | 0 | 0 | 1,393 | 0 | 720,751 | 0 | n/a | 722,144 | 4,201,826 | |
| 331 Subscriber Lines | 4,983,948 | 0 | 0 | 8,070,819 | 4,983,948 | 0 | 0 | 4,983,948 | 0 | 0 | 1,009,608 | 1,009,608 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 3,974,339 | 0 | |
| 332 Exchange Circuit | 0 | 0 | 0 | 597,641 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 | |
| 333 Interexchange Circuit | 671,234 | 0 | 0 | 1,475,629 | 671,234 | 0 | 0 | 671,234 | 0 | 0 | 0 | 0 | 0 | 0 | 1,393 | 0 | 442,354 | 0 | n/a | 443,748 | 227,487 | |
| 334 Host Remote | 278,397 | 0 | 0 | 734,609 | 278,397 | 0 | 0 | 278,397 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 278,397 | 0 | n/a | 278,397 | 0 | |
| 340 Cable & Wire | 6,337,387 | 0 | 0 | 24,270,023 | 6,337,387 | 0 | 0 | 6,337,387 | 0 | 0 | 5,761,727 | 5,761,727 | 0 | 0 | 212 | 0 | 0 | 37,879 | n/a | 38,091 | 537,569 | |
| 341 Subscriber Lines | 5,816,467 | 0 | 0 | 23,335,499 | 5,816,467 | 0 | 0 | 5,816,467 | 0 | 0 | 5,761,727 | 5,761,727 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 5,816,467 | 0 | |
| 342 Exchange | 476,623 | 0 | 0 | 829,753 | 476,623 | 0 | 0 | 476,623 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 476,623 | 0 | |
| 343 Interexchange | 22,874 | 0 | 0 | 54,045 | 22,874 | 0 | 0 | 22,874 | 0 | 0 | 0 | 0 | 0 | 0 | 212 | 0 | 0 | 18,655 | n/a | 18,867 | 4,007 | |
| 344 Host Remote | 19,224 | 0 | 0 | 50,726 | 19,224 | 0 | 0 | 19,224 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 19,224 | 19,224 | 0 | 0 | |
| 350 Info Ogr/Term Equipment | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 | |
| 360 Amortizable Assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | n/a | 0 | 0 | |
| 370 Total Plant in Service | 12,834,814 | 0 | 0 | 38,493,703 | 12,834,814 | 0 | 0 | 15,449,030 | 0 | 0 | 7,313,862 | 7,313,862 | 2,152,129 | 0 | 44,880 | 0 | 778,548 | 40,913 | n/a | 3,016,470 | 5,118,698 | |
| Adjustments to TPIS | | | | | | | | | | | | | | | | | | | | | | |
| 380 Depr / Amor Reserve | 6,571,775 | 141,920 | 0 | 20,265,489 | 6,429,855 | 1,307 | 0 | 6,428,548 | 0 | 0 | 3,875,554 | 3,875,554 | 450,797 | 0 | 9,659 | 0 | 254,405 | 23,138 | n/a | 737,999 | 1,814,995 | |
| 390 Accum Deferred Income Tax | 1,759,002 | 7,108 | 0 | 5,204,980 | 1,751,893 | 239 | 0 | 1,751,654 | 0 | 0 | 830,369 | 830,369 | 257,413 | 0 | 5,353 | 0 | 85,998 | 4,667 | n/a | 353,431 | 567,854 | |
| 400 Other Rate Base Adjust. | n/a | n/a | n/a | n/a | 501,423 | 143 | 0 | 501,280 | 0 | 0 | 237,561 | 237,561 | 69,953 | 0 | 1,459 | 0 | 25,357 | 1,328 | n/a | 98,096 | 165,622 | |
| Return Data | | | | | | | | | | | | | | | | | | | | | | |
| 410 Average Rate Base | Enter Data | n/a | n/a | n/a | n/a | 7,773,083 | n/a | n/a | 7,770,107 | 0 | 0 | 2,845,500 | 2,845,500 | 1,513,871 | 0 | 31,327 | 0 | 463,593 | 14,436 | n/a | 2,023,137 | 2,901,470 |
| 420 Return | Enter Data | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 674,137 | 0 | 0 | 320,119 | 320,119 | 170,311 | 0 | 3,524 | 0 | 52,144 | 1,624 | n/a | 227,603 | 306,415 |
| 430 Rate of Return | Calculated Field | n/a | n/a | n/a | n/a | n/a | n/a | n/a | 11.25% | 0.00% | 0.00% | 11.25% | 11.25% | 11.25% | 0.00% | 11.25% | 0.00% | 11.25% | 11.25% | n/a | 11.25% | 11.25% |

COS-2

Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP
7/04 - 6/05 Forecast
Versus 2003 Actual

| | | Common Line (A) | Traffic Sensitive Switched (B) | Traffic Sensitive Special (C) | Other Interstate (D) | Total Interstate (E) | Total Co. Subject to Separations (F) |
|------------------------------|-----------------------------|-----------------------|---|--|----------------------------|----------------------------|---|
| Forecast, 7/04 - 6/05 | | | | | | | |
| | Revenue Requirement | | | | | | |
| 100 | Depreciation / Amortization | 380,222 | 219,299 | 451,869 | 150 | 1,051,540 | 2,767,957 |
| 105 | Expense Less Dep & Amor | 935,865 | 541,231 | 980,336 | 90,554 | 2,547,986 | (2,767,957) |
| 110 | Taxes Less FIT | 141,068 | 72,287 | 142,300 | 56 | 355,712 | n/a |
| 115 | Return | 324,058 | 235,198 | 442,083 | 0 | 1,001,340 | n/a |
| 120 | FIT | 144,182 | 114,125 | 212,488 | 45 | 470,840 | 1,152,109 |
| 125 | Uncol., IDC & Other Adj. | (8,976) | (58) | (188) | 0 | (9,223) | n/a |
| 130 | Revenue Requirements | 1,916,418 | 1,182,084 | 2,228,888 | 90,805 | 5,418,195 | 1,152,109 |
| 135 | Access Service Revenue | 1,916,418 | 1,182,084 | 2,228,888 | 90,805 | 5,418,195 | 1,152,109 |
| | Rate Base | | | | | | |
| 140 | Telephone Plant in Service | 8,245,164 | 3,405,620 | 6,951,937 | 3,503 | 18,606,224 | 52,474,554 |
| 145 | Rate Base Adjustments | 171,937 | 71,018 | 144,969 | 73 | 387,997 | n/a |
| 150 | Depreciation Reserves | 4,691,582 | 1,037,754 | 2,539,825 | 2,256 | 8,271,417 | 25,336,773 |
| 155 | Accum Deferred Income Tax | 845,004 | 348,230 | 627,453 | 368 | 1,821,056 | 5,289,196 |
| 160 | Average Rate Base | 2,880,515 | 2,090,653 | 3,929,628 | 0 | 8,900,796 | n/a |
| Actual, 1/03 - 12/03 | | | | | | | |
| | Revenue Requirement | | | | | | |
| 190 | Depreciation / Amortization | 370,318 | 212,544 | 356,482 | 190 | 939,533 | 2,616,845 |
| 205 | Expense Less Depr & Amor | 900,426 | 494,283 | 430,278 | 89,625 | 1,914,612 | (2,616,845) |
| 210 | Taxes Less FIT | 72,108 | 43,700 | 61,785 | 68 | 177,661 | n/a |
| 215 | Return | 320,119 | 227,603 | 326,415 | 0 | 874,137 | n/a |
| 220 | FIT | 141,343 | 109,700 | 154,324 | 162 | 405,529 | 1,071,705 |
| 225 | Uncol., IDC & Other Adj. | (5,668) | (37) | (532) | 0 | (6,237) | n/a |
| 230 | Revenue Requirements | 1,798,647 | 1,087,793 | 1,328,752 | 90,045 | 4,305,236 | 1,071,705 |
| 235 | Access Service Revenue | 1,798,647 | 1,087,793 | 1,328,752 | 90,045 | 4,305,236 | 1,071,705 |
| | Rate Base | | | | | | |
| 240 | Telephone Plant in Service | 7,313,862 | 3,016,470 | 5,118,698 | 0 | 15,449,030 | 38,493,703 |
| 245 | Rate Base Adjustments | 237,561 | 98,096 | 165,622 | 143 | 501,423 | n/a |
| 250 | Depreciation Reserves | 3,875,554 | 737,999 | 1,814,995 | 1,307 | 6,429,855 | 20,265,489 |
| 255 | Accum Deferred Income Tax | 830,369 | 353,431 | 567,854 | 239 | 1,751,893 | 5,204,980 |
| 260 | Average Rate Base | 2,845,500 | 2,023,137 | 2,901,470 | 0 | 7,770,107 | n/a |
| Forecast, 7/03 - 6/04 | | | | | | | |
| | Revenue Requirement | | | | | | |
| 100 | Depreciation / Amortization | 388,755 | 192,928 | 322,433 | 149 | 904,264 | 2,586,790 |
| 105 | Expense Less Dep & Amor | 1,057,716 | 475,280 | 974,390 | 98,263 | 2,605,648 | 7,731,697 |
| 110 | Taxes Less FIT | 143,123 | 72,182 | 111,074 | 103 | 326,481 | 950,830 |
| 115 | Return | 340,381 | 249,113 | 352,467 | 423 | 942,384 | 2,492,873 |
| 120 | FIT | 142,192 | 117,999 | 163,128 | 209 | 423,527 | 1,109,767 |

COS-2

Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP
7/04 - 6/05 Forecast
Versus 2003 Actual

| | | Common Line (A) | Traffic Sensitive Switched (B) | Traffic Sensitive Special (C) | Other Interstate (D) | Total Interstate (E) | Total Co. Subject to Separations (F) |
|-----------------------------|-----------------------------|-----------------------|---|--|----------------------------|----------------------------|---|
| 125 | Uncol., IDC & Other Adj. | (8,017) | (53) | (673) | 0 | (8,743) | (33,617) |
| 130 | Revenue Requirements | 2,064,149 | 1,107,449 | 1,922,818 | 99,147 | 5,193,562 | 14,838,341 |
| 135 | Access Service Revenue | 2,064,149 | 1,107,449 | 1,922,818 | 99,147 | 5,193,562 | 14,838,341 |
| Rate Base | | | | | | | |
| 140 | Telephone Plant in Service | 7,882,036 | 3,095,847 | 5,114,414 | 3,620 | 16,095,918 | 48,175,205 |
| 145 | Rate Base Adjustments | 268,499 | 105,459 | 174,221 | 123 | 548,302 | 1,363,618 |
| 150 | Depreciation Reserves | 4,308,482 | 689,937 | 1,671,555 | (16) | 6,669,957 | 21,717,406 |
| 155 | Accum Deferred Income Tax | 816,446 | 297,030 | 484,037 | 0 | 1,597,513 | 4,858,692 |
| 160 | Average Rate Base | 3,025,607 | 2,214,340 | 3,133,043 | 3,760 | 8,376,750 | 22,962,725 |
| Actual, 1/02 - 12/02 | | | | | | | |
| Revenue Requirement | | | | | | | |
| 200 | Depreciation / Amortization | 376,490 | 186,728 | 282,005 | 93 | 845,316 | 2,474,033 |
| 205 | Expense Less Depr & Amor | 869,881 | 442,646 | 512,535 | 94,948 | 1,920,010 | 6,761,432 |
| 210 | Taxes Less FIT | 77,781 | 37,959 | 48,675 | 16 | 164,430 | 526,933 |
| 215 | Return | 343,490 | 223,137 | 293,157 | 247 | 860,032 | 2,364,987 |
| 220 | FIT | 145,657 | 105,917 | 135,825 | 121 | 387,520 | 1,055,924 |
| 225 | Uncol., IDC & Other Adj. | (8,026) | (53) | (638) | 0 | (8,716) | (33,617) |
| 230 | Revenue Requirements | 1,805,273 | 996,335 | 1,271,558 | 95,425 | 4,168,592 | 13,149,692 |
| 235 | Access Service Revenue | 1,805,273 | 996,335 | 1,271,558 | 95,425 | 4,168,592 | 13,149,692 |
| Rate Base | | | | | | | |
| 240 | Telephone Plant in Service | 7,387,498 | 2,667,757 | 4,116,397 | 2,096 | 14,173,748 | 43,645,116 |
| 245 | Rate Base Adjustments | 365,416 | 130,421 | 200,591 | 96 | 696,523 | 1,924,455 |
| 250 | Depreciation Reserves | 4,041,755 | 570,247 | 1,352,802 | (6) | 5,964,799 | 19,865,313 |
| 255 | Accum Deferred Income Tax | 657,914 | 244,491 | 358,342 | 0 | 1,260,747 | 3,901,905 |
| 260 | Average Rate Base | 3,053,245 | 1,983,440 | 2,605,843 | 2,197 | 7,644,726 | 21,802,353 C.10 |

COS-2

Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP
7/04 - 6/05 Forecast
Versus 2003 Actual

| | | Common Line (A) Line (A) | Traffic Sensitive Switched (B) Switched (B) | Traffic Sensitive Special (C) Special (C) | Other Interstate (D) Interstate (D) | Total Interstate (E) Interstate (E) | Total Co. Subject to Separations (F) Separations (F) |
|------------------------------|-----------------------------|--------------------------------------|--|--|---|---|---|
| Forecast, 7/02 - 6/03 | | | | | | | |
| | Revenue Requirement | | | | | | |
| 100 | Depreciation / Amortization | 318,283 | 321,663 | 124,140 | 158 | 764,244 | 2,547,475 |
| 105 | Expense Less Dep & Amor | 847,379 | 327,723 | 442,783 | 68,718 | 1,686,603 | 5,474,203 |
| 110 | Taxes Less FIT | 160,118 | 74,125 | 81,668 | 105 | 316,017 | 992,074 |
| 115 | Return | 402,044 | 256,027 | 252,754 | 421 | 911,246 | 2,666,520 |
| 120 | FIT | 175,175 | 122,559 | 117,636 | 208 | 415,579 | 1,205,876 |
| 125 | Uncol., IDC & Other Adj. | (3,483) | (23) | (228) | 0 | (3,734) | (14,532) |
| 130 | Revenue Requirements | 1,899,516 | 1,102,073 | 1,018,753 | 69,610 | 4,089,953 | 12,871,616 |
| 135 | Access Service Revenue | 1,899,516 | 1,102,073 | 1,018,753 | 69,610 | 4,089,953 | 12,871,616 |
| Rate Base | | | | | | | |
| 140 | Telephone Plant in Service | 7,940,241 | 2,941,077 | 3,548,636 | 3,524 | 14,433,478 | 46,278,273 |
| 145 | Rate Base Adjustments | 465,467 | 172,410 | 208,026 | 207 | 846,110 | 2,515,075 |
| 150 | Depreciation Reserves | 4,232,097 | 618,945 | 1,258,377 | (13) | 6,109,406 | 20,714,813 |
| 155 | Accum Deferred Income Tax | 599,891 | 218,748 | 251,582 | 0 | 1,070,221 | 3,466,112 |
| 160 | Average Rate Base | 3,573,721 | 2,275,793 | 2,246,703 | 3,744 | 8,099,960 | 24,612,423 |
| Actual, 1/01 - 12/01 | | | | | | | |
| | Revenue Requirement | | | | | | |
| 200 | Depreciation / Amortization | 351,846 | 345,886 | 151,161 | 0 | 848,893 | 2,796,181 |
| 205 | Expense Less Depr & Amor | 961,531 | 385,120 | 245,878 | 82,915 | 1,675,444 | 6,071,616 |
| 210 | Taxes Less FIT | 80,869 | 41,712 | 30,722 | 0 | 153,303 | 530,171 |
| 215 | Return | 319,339 | 213,217 | 165,280 | 0 | 697,836 | 2,110,227 |
| 220 | FIT | 132,184 | 101,106 | 75,867 | 0 | 309,157 | 923,581 |
| 225 | Uncol., IDC & Other Adj. | (3,115) | (20) | (202) | 0 | (3,337) | (13,001) |
| 230 | Revenue Requirements | 1,842,654 | 1,087,021 | 668,706 | 82,915 | 3,681,296 | 12,418,775 |
| 235 | Access Service Revenue | 1,842,654 | 1,087,021 | 668,706 | 82,915 | 3,681,296 | 12,418,775 |
| Rate Base | | | | | | | |
| 240 | Telephone Plant in Service | 6,945,447 | 2,393,579 | 2,305,852 | 0 | 11,644,877 | 39,048,521 |
| 245 | Rate Base Adjustments | 436,950 | 150,003 | 136,109 | 0 | 723,061 | 2,230,565 |
| 250 | Depreciation Reserves | 3,905,266 | 422,056 | 765,613 | 0 | 5,092,935 | 18,182,317 |
| 255 | Accum Deferred Income Tax | 638,560 | 226,286 | 207,195 | 0 | 1,072,040 | 3,606,938 |
| 260 | Average Rate Base | 2,838,570 | 1,895,242 | 1,469,153 | 0 | 6,202,964 | 19,489,832 |

REV-1

Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP
Switched Access Revenue
Test Year, 7/04 - 6/05

| | Minute or Message Rate (A) | Minute Miles Rate (B) | Line or Trunk Rate (C) | Minute or Message Demand (D) | Minute Miles Demand (E) | Line or Trunk Demand (F) | Access Revenue (G) | Revenue Requirement (H) |
|-----------------------------------|-------------------------------------|--------------------------------|---------------------------------|---------------------------------------|----------------------------------|-----------------------------------|--------------------------|-------------------------------|
| Common Line | | | | | | | | |
| 100 Multiline Business EUCL | N/A | N/A | 5.74 | N/A | N/A | 26260 | 150,732 | N/A |
| 110 Single Line Business EUCL | N/A | N/A | 5.74 | N/A | N/A | 34759.0383 | 199,517 | N/A |
| 120 Residential EUCL | N/A | N/A | 5.74 | N/A | N/A | 269102 | 1,544,645 | N/A |
| 130 Special Access Surcharge | N/A | N/A | 25.00 | N/A | N/A | 0 | 0 | N/A |
| 140 Terminating CCL Premium | 0.000000 | N/A | N/A N/A | | N/A | N/A | 0 | N/A |
| 150 Terminating CCL Non-Prem. | 0.000000 | N/A | N/A N/A | | N/A | N/A | 0 | N/A |
| 160 Originating CCL Premium | 0.000000 | N/A | N/A N/A | | N/A | N/A | 0 | N/A |
| 170 Originating CCL Non-Prem. | 0.000000 | N/A | N/A N/A | | N/A | N/A | 0 | N/A |
| 180 Common Line - - Total | N/A | N/A | N/A | N/A | N/A | N/A | 1,894,895 | 2,124,195 |
| Information | | | | | | | | |
| 190 Directory Assistance | N/A | N/A | N/A N/A | | N/A | N/A N/A | | N/A |
| 200 White Page Surcharge Prem. | 0.000037 | N/A | N/A | 56,209,693 | N/A | N/A | 2,080 | N/A |
| 210 White Pg. Surcharge Non-Prem. | 0.000017 | N/A | N/A | 0 | N/A | N/A | 0 | N/A |
| 220 Other Information | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 230 Information - - Total | N/A | N/A | N/A | N/A | N/A | N/A | 2079.758641 | 2,056 |
| Local Switching | | | | | | | | |
| 240 Premium | 0.008810 | N/A | N/A | 56,209,693 | N/A | N/A | 495,207 | N/A |
| 250 Non-Premium | 0.003965 | N/A | N/A | 0 | N/A | N/A | 0 | N/A |
| 260 Equal Access | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 270 Switching - Total | N/A | N/A | N/A | N/A | N/A | N/A | 495207.3953 | 752,049 |
| Local Transport | | | | | | | | |
| 280 Premium LT Term. | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 290 Non-Prem. LT Term | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 300 Premium LT Facility | N/A N/A | | N/A | N/A | N/A | N/A | N/A | N/A |
| 310 Non-Prem. LT Facility | N/A N/A | | N/A | N/A | N/A | N/A | N/A | N/A |
| 320 Tandem Switching | 0.000000 | N/A | N/A | 0 | N/A | N/A | 0 | N/A |
| 330 TST Termination | 0.000988 | N/A | N/A | 86,912,073 | N/A | N/A | 85,869 | N/A |
| 340 TST Facility | N/A | 0.000324 | N/A | N/A | 198,451,893 | N/A | 64,298 | N/A |
| 350 Premium Interconnection | 0.000000 | N/A | N/A | 56,209,693 | N/A | N/A | 0 | N/A |
| 360 Non-Prem. Interconnection | 0.000000 | N/A | N/A | 0 | N/A | N/A | 0 | N/A |
| 370 Installation NRC per Trunk | N/A | N/A | 112.00 | N/A | N/A | 0 | 0 | N/A |

| | Termination Rate (A) | Circuit Rate (B) | Mileage Rate (C) | Termination Demand (D) | Circuit Demand (E) | Mileage Demand (F) | Access Revenue (G) | Revenue Requirement (H) |
|-----------------------------------|----------------------------|------------------------|------------------------|------------------------------|--------------------------|--------------------------|--------------------------|-------------------------------|
| Local Transport (Cont.) | | | | | | | | |
| 380 DS3 Entrance Facility | N/A | 3465.17 | N/A | N/A | 0 | N/A | 0 | N/A |
| 390 DS3 Direct Term. | 1185.78 | N/A | N/A | 0 | N/A | N/A | 0 | N/A |
| 400 DS3 Direct Facility | N/A | N/A | 143.48 | N/A | N/A | 0 | 0 | N/A |
| 410 DS1 Entrance Facility | N/A | 196.69 | N/A | N/A | 0 | N/A | 0 | N/A |
| 420 DS1 Direct Term. | 107.5 | N/A | N/A | 164 | N/A | N/A | 17,630 | N/A |
| 430 DS1 Direct Facility | N/A | N/A | 35.30 | N/A | N/A | 729.531085 | 25,752 | N/A |
| 440 VG Entrance Facility - 4 Wire | N/A | 52.17 | N/A | N/A | 0 | N/A | 0 | N/A |
| 450 VG Direct Term. | 24.46 | N/A | N/A | 0 | N/A | N/A | 0 | N/A |
| 460 VG Direct Facility | N/A | N/A | 1.81 | N/A | N/A | 0 | 0 | N/A |
| 470 Other Transport | N/A | N/A | N/A | N/A | N/A | N/A | 21,652 | N/A |
| 480 Local Transport - - Total | N/A | N/A | N/A | N/A | N/A | N/A | 215,202 | 215,211 |
| Special - - Voice Grade | | | | | | | | |
| 490 2-Wire Chan. Term. | N/A | 32.61 | N/A | N/A | 12 | N/A | 391 | N/A |
| 500 4 -Wire Chan. Term. | N/A | 52.17 | N/A | N/A | 65 | N/A | 3,391 | N/A |
| 510 Channel Mileage Term. | 24.46 | N/A | N/A | 77 | N/A | N/A | 1,883 | N/A |
| 520 Channel Mileage Facility | N/A | N/A | 1.81 | N/A | N/A | 350.974105 | 635 | N/A |
| 530 Non-Recurring | N/A | 215 | N/A | N/A | 0 | N/A | 0 | |
| Special - - High Capacity | | | | | | | | |
| 540 High Capacity Chan. Term. | N/A | 196.69 | N/A | N/A | 1451 | N/A | 285,397 | N/A |
| 550 Channel Mileage Term. | 107.5 | N/A | N/A | 1372.250577 | N/A | N/A | 147,517 | N/A |
| 560 Channel Mileage Facility | N/A | N/A | 35.30 | N/A | N/A | 6454.57076 | 227,846 | N/A |
| 570 Non-Recurring | N/A | 303 | N/A | N/A | 32 | N/A | 9,696 | N/A |
| 580 Special Access - - Total | N/A | N/A | N/A | N/A | N/A | N/A | 676,758 | 2225140.015 |

Notes: A composite special access NRC should be used if the installation rates vary among the services. If the company does not file a particular rate, then the rate and demand =0. Col. G equals Cols. (A x D) + (B x E) + (C x F).

REV-2

Filing Date: 6/16/2004

Filing Entity: ALKY

Transmittal Number : 138

COSA: ALKYAN04

Rate-of-Return TRP

Revenue Summary

Test Year, 7/04-6/05

| | Total Network Access (A) | Recurring without ICB (B) | Non-Recurring without ICB (C) | ICB (D) |
|-------------------------|--------------------------------|---------------------------------|-------------------------------------|------------|
| 100 Carrier Common Line | 0 | 0 0 | | 0 |
| 110 Special Access | 2,225,140 | 2,213,528 | 11,612 | 0 |
| 120 Local Switching | 495,207 | 495,207 | 0 | 0 |
| 130 Equal Access | 0 | 0 | 0 | 0 |
| 140 Information | 2,080 | 2,080 | 0 | 0 |
| 150 Local Transport | 215,202 | 193,550 | 21,652 | 0 |
| 160 Total TS - Switched | 712,489 | 690,837 | 21,652 | 0 |

Notes : Col. A = Cols. B + C + D. If a particular category is inapplicable, then that category equals 0.

RTE-1

Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP
Percent Change in
Historical Rate Levels

| | 7/1/2003 Rate (A) | Current Effective Rate (B) | Proposed 7/1/2004 Rate (C) | % Change 7/1/2003 to 7/1/04 (D) | % Change Current 7/1/2004 (E) |
|--|-------------------------|-------------------------------------|-------------------------------------|--|--|
| Switched Access | | | | | |
| 100 Premium CCL Term. (\$/Mou) | N/A | N/A | N/A | N/A | N/A |
| 110 N.P. CCL Term. (\$/Mou) | N/A | N/A | N/A | N/A | N/A |
| 120 Premium Switching (\$/Mou) | 0.00748700 | 0.00748700 | 0.00881000 | 17.67% | 17.67% |
| 130 N.P. Switching (\$/Mou) | 0.00336900 | 0.00336900 | 0.00396500 | 17.69% | 17.69% |
| 140 Equal Access | N/A | N/A | N/A | N/A | N/A |
| End User Common Line | | | | | |
| 150 Multiline Business (\$/Month) | 5.98 | 5.98 | 5.74 | -4.01% | -4.01% |
| 160 Residential & Single Line Bus. | 5.98 | 5.98 | 5.74 | -4.01% | -4.01% |
| Local Transport Rates | | | | | |
| | (A) | (B) | (C) | (D) | (E) |
| 170 Prem. LT (\$/Mou, Avg. Mileage) | N/A | N/A | N/A | N/A | N/A |
| 180 N.P. LT (\$/Mou, Avg. Mileage) | N/A | N/A | N/A | N/A | N/A |
| 190 DS1 Entr. Facility (\$/Circuit) | 175.25 | 175.25 | 196.69 | 12.23% | 12.23% |
| 200 DS1 Direct Trunk (\$/Circuit) | 95.78 | 95.78 | 107.50 | 12.24% | 12.24% |
| 210 Tdm Sw. Transport (\$/Circuit) | 0.000943 | 0.000943 | 0.000988 | 4.77% | 4.77% |
| 220 Tdm. Switching (\$/Tdm. Mou) | 0.000000 | 0.000000 | 0.000000 | #DIV/0! | #DIV/0! |
| 230 Prem. Interconnection (\$/Mou) | 0.000000 | 0.000000 | 0.000000 | 0.00% | 0.00% |
| 240 N.P. Interconnection (\$/Mou) | 0.000000 | 0.000000 | 0.000000 | 0.00% | 0.00% |
| 250 NRC (\$/Tk. or Tks. Activated) | 112.00 | 112.00 | 112.00 | 0.00% | 0.00% |
| 260 2-Wire VG (\$/Cir., Avg. Mileage)* | 66.94 | 66.94 | 75.17 | 12.29% | 12.29% |
| 270 4-Wire VG (\$/Cir., Avg. Mileage)* | 84.38 | 84.38 | 94.73 | 12.27% | 12.27% |

Notes : If Lines 170 & 180 or any other entry is inapplicable, then that rate = 0.

* (Lines 260 and 270 have been calculated based on one CT, one CMT, and ten miles of transport.)

RTE-2
Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP
Revenue Priceouts
Using 2003 Demand

| | | Revenue at 7/1/2003 Rates (A) | Revenue at Current Rate (B) | Change in Revenue, Cols. B-A (C) | | Revenue at 7/1/2004 Rates (D) | Change in Revenue, Cols. D-B (E) |
|-----|--------------------------------|--|--------------------------------------|---|--|--|---|
| | Switched Access | | | | | | |
| 100 | Multiline Business | 162,608 | 162,608 | 0 | | 156,082 | (6,526) |
| 110 | Residential & Single Line Bus. | 1,845,697 | 1,845,697 | 0 | | 1,771,622 | (74,075) |
| 120 | Carrier Common Line | N/A | N/A | 0 | | N/A | 0 |
| 130 | Special Access | 474,805 | 474,805 | 0 | | 532,457 | 57,652 |
| 140 | Local Switching | 422,633 | 422,633 | 0 | | 497,315 | 74,682 |
| 150 | Equal Access | 0 | 0 | 0 | | 0 | 0 |
| 160 | Information | 0 | 0 | 0 | | 2,089 | 2,089 |
| 170 | Local Transport | 124,136 | 124,136 | 0 | | 131,933 | 7,796 |

Notes: If company belongs to the NECA common line pool, then revenue = 0.

RTE-3
Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP
COSAs for Which Rates
are Averaged or Pooled

| COSA | Multi-line Business (A) | Residential & Single Line Business (B) | Carrier Common Line (C) | Local Switching (D) | Local Transport (E) | Information (F) | Equal Access (G) | Special Access (H) |
|------|-------------------------------|---|----------------------------------|---------------------------|---------------------------|--------------------|------------------------|--------------------------|
| 100 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 110 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 120 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A |
| 130 | | | | | | | | |
| 140 | | | | | | | | |
| 150 | | | | | | | | |
| 160 | | | | | | | | |
| 170 | | | | | | | | |
| 180 | | | | | | | | |
| 190 | | | | | | | | |
| 200 | | | | | | | | |
| 210 | | | | | | | | |
| 220 | | | | | | | | |
| 230 | | | | | | | | |

Notes: Companies should list all COSAs for which rates are averaged or pooled.

DMD-1
Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP
Common Line
Minutes-of-Use

Page 1 of 3

| | | Premium Originating (A) | Premium Terminating (B) | Premium Total (C) | Non-Premium Originating (D) | Non-Premium Terminating (E) | Non-Premium Total (F) |
|-----|--------------------------|-------------------------------|-------------------------------|-------------------------|-----------------------------------|-----------------------------------|-----------------------------|
| | Historical | | | | | | |
| 100 | 1st Qtr. 2000 | N/A | N/A | 0 | N/A | N/A | 0 |
| 110 | 2nd Qtr. 2000 | N/A | N/A | 0 | N/A | N/A | 0 |
| 120 | 3rd Qtr. 2000 | N/A | N/A | 0 | N/A | N/A | 0 |
| 130 | 4th Qtr. 2000 | N/A | N/A | 0 | N/A | N/A | 0 |
| 140 | 1st Qtr. 2001 | N/A | N/A | 0 | N/A | N/A | 0 |
| 150 | 2nd Qtr. 2001 | N/A | N/A | 0 | N/A | N/A | 0 |
| 160 | 3rd Qtr. 2001 | N/A | N/A | 0 | N/A | N/A | 0 |
| 170 | 4th Qtr. 2001 | N/A | N/A | 0 | N/A | N/A | 0 |
| 180 | 1st Qtr. 2002 | N/A | N/A | 0 | N/A | N/A | 0 |
| 190 | 2nd Qtr. 2002 | N/A | N/A | 0 | N/A | N/A | 0 |
| 200 | 3rd Qtr. 2002 | N/A | N/A | 0 | N/A | N/A | 0 |
| 210 | 4th Qtr. 2002 | N/A | N/A | 0 | N/A | N/A | 0 |
| 220 | Pycos Year, 1/03 - 12/03 | N/A | N/A | 0 | N/A | N/A | 0 |
| 230 | Test Year, 7/04 - 6/05 | N/A | N/A | 0 | N/A | N/A | 0 |

Page 2 of 3

| | | Total Originating (A) | Total Terminating (B) | Grand Total (C) | Total Chargeable Originating (D) | Total Chargeable Terminating (E) |
|-----|--------------------------|-----------------------------|-----------------------------|-----------------------|---|---|
| | Historical | | | | | |
| 100 | 1st Qtr. 2000 | 0 | 0 | 0 | 0 | 0 |
| 110 | 2nd Qtr. 2000 | 0 | 0 | 0 | 0 | 0 |
| 120 | 3rd Qtr. 2000 | 0 | 0 | 0 | 0 | 0 |
| 130 | 4th Qtr. 2000 | 0 | 0 | 0 | 0 | 0 |
| 140 | 1st Qtr. 2001 | 0 | 0 | 0 | 0 | 0 |
| 150 | 2nd Qtr. 2001 | 0 | 0 | 0 | 0 | 0 |
| 160 | 3rd Qtr. 2001 | 0 | 0 | 0 | 0 | 0 |
| 170 | 4th Qtr. 2001 | 0 | 0 | 0 | 0 | 0 |
| 180 | 1st Qtr. 2002 | 0 | 0 | 0 | 0 | 0 |
| 190 | 2nd Qtr. 2002 | 0 | 0 | 0 | 0 | 0 |
| 200 | 3rd Qtr. 2002 | 0 | 0 | 0 | 0 | 0 |
| 210 | 4th Qtr. 2002 | 0 | 0 | 0 | 0 | 0 |
| 220 | Pycos Year, 1/03 - 12/03 | 0 | 0 | 0 | 0 | 0 |
| 230 | Test Year, 7/04 - 6/05 | 0 | 0 | 0 | 0 | 0 |

DMD-1
Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP
Common Line
Minutes-of-Use

DMD-1

Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP
Traffic Sensitive
Minutes-of-Use

| | | Premium Local Switching (A) | Non-Premium Local Switching (B) | Total Local Switching (C) | Total Chargeable Switching (D) | Total Tandem Switching* (E) | Tandem Switching Transport ** (F) |
|------------|--------------------------|--------------------------------------|--|------------------------------------|---|--------------------------------------|--|
| Historical | | | | | | | |
| 100 | 1st Qtr. 2000 | 14,019,789 | 0 | 14,019,789 | 14,019,789 | N/A | 13,318,800 |
| 110 | 2nd Qtr. 2000 | 14,230,938 | 0 | 14,230,938 | 14,230,938 | N/A | 13,519,391 |
| 120 | 3rd Qtr. 2000 | 14,391,230 | 0 | 14,391,230 | 14,391,230 | N/A | 13,671,669 |
| 130 | 4th Qtr. 2000 | 14,206,415 | 0 | 14,206,415 | 14,206,415 | N/A | 13,496,094 |
| 140 | 1st Qtr. 2001 | 14,291,728 | 0 | 14,291,728 | 14,291,728 | N/A | 10,342,785 |
| 150 | 2nd Qtr. 2001 | 14,315,583 | 0 | 14,315,583 | 14,315,583 | N/A | 10,360,048 |
| 160 | 3rd Qtr. 2001 | 14,175,724 | 0 | 14,175,724 | 14,175,724 | N/A | 10,258,834 |
| 170 | 4th Qtr. 2001 | 13,821,533 | 0 | 13,821,533 | 13,821,533 | N/A | 10,002,509 |
| 180 | 1st Qtr. 2002 | 13,496,802 | 0 | 13,496,802 | 13,496,802 | N/A | 9,767,505 |
| 190 | 2nd Qtr. 2002 | 13,495,672 | 0 | 13,495,672 | 13,495,672 | N/A | 9,766,687 |
| 200 | 3rd Qtr. 2002 | 14,484,897 | 0 | 14,484,897 | 14,484,897 | N/A | 10,482,579 |
| 210 | 4th Qtr. 2002 | 12,699,345 | 0 | 12,699,345 | 12,699,345 | N/A | 9,190,393 |
| 220 | Pycos Year, 1/03 - 12/03 | 56,448,876 | - | 56,448,876 | 56,448,876 | - | 41,547,348 |
| 230 | Test Year, 7/04 - 6/05 | 56,209,693 | 0 | 56,209,693 | 56,209,693 | 0 | 41,371,306 |

Notes: Local switching mou are the same as the billable units for the interconnection charge.

* Refers to the mou switched at a company tandem, as discussed in Part 69.11(f-g).

** Refers to the mou carried over non-dedicated trunks; i.e., tandem switched transport or common trunks.

DMD-2

Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP

Special Access
Demand

| | 1/03 - 12/03 Channel Terminations (A) | 1/03 - 12/03 Number of Circuits (B) | 1/03 - 12/03 Interoffice Miles (C) | 7/04 - 6/05 Channel Terminations (D) | 7/04 - 6/05 Number of Circuits (E) | 7/03 - 6/04 Interoffice Miles (F) |
|---------------------|--|--|---|---|---|--|
| 100 Metallic | 0 | 0 | 0 | 0 | 0 | 0 |
| 110 Telegraph | 0 | 0 | 0 | 0 | 0 | 0 |
| 120 VG less WATS | 95 | 95 | 433 | 65 | 65 | 296.2768421 |
| 130 WATS | 48 | 48 | 218.7890526 | 12 | 12 | 54.69726316 |
| 140 Full-Time Audio | 12 | 12 | 84 | 12 | 12 | 84.48 |
| 150 High Capacity | 866 | 866 | 3852 | 1451 | 1451 | 6454.570762 |

DMD-3

Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04

Rate-of-Return TRP
Common Line
Revenue and Demand

| | | 1/03 - 12/03 | 1/03 - 12/03 | 7/04 - 6/05 | 7/04 - 6/05 |
|-----|-----------------------------|--------------|--------------|-------------|--------------|
| | | Historical | Historical | Test Year | Test Year |
| | | Revenue | MOU or Lines | Revenue | MOU or Lines |
| | | (A) | (B) | (C) | (D) |
| 100 | End User Common Line, Total | N/A | N/A | N/A | N/A |
| 110 | Line Port Element | N/A | N/A | N/A | N/A |
| 120 | Residential | N/A | N/A | N/A | N/A |
| 130 | Single Line Business | N/A | N/A | N/A | N/A |
| 140 | Multiline Business | N/A | N/A | N/A | N/A |
| 150 | Special Access Surcharge | N/A | N/A | N/A | N/A |
| 160 | Carrier Common Line | N/A | N/A | N/A | N/A |
| 170 | Total Common Line Revenue | N/A | N/A | N/A | N/A |

Note: Inapplicable to NECA CL pool participants.

DMD-4
Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04
Page 1 of 1

Rate-of-Return TRP
Minutes-of-Use
Historical Vs. Forecast

| | | | Common Line Mou (A) | Traffic Sensitive Mou (B) |
|-----|-------------|--------------|--|--|
| 100 | Test Year | 7/04 - 6/05 | 0 | 56,209,693 |
| 110 | Pycos Year, | 1/03 - 12/03 | 0 | 56,448,876 |
| 120 | Test Year | 7/03 - 6/04 | 0 | 55,966,888 |
| 130 | Pycos Year, | 1/02 - 12/02 | 0 | 54,176,716 |
| 140 | Test Year | 7/02 - 6/03 | 0 | 55,598,658 |
| 150 | Pycos Year, | 1/01 - 12/01 | 0 | 56,604,568 |
| 160 | Test Year | 7/01 - 6/02 | 0 | 62,381,960 |
| 170 | Pycos Year, | 1/00 - 12/00 | 0 | 56,848,372 |

Notes: Actual operating statistics should be reported for the PYCOS years.
 These data should be consistent with those in Chart DMD-4 in previous TRPs.
 If a forecast was not reported for any particular test year, then enter 0.

DMD-5

Filing Date: 6/16/2004

Filing Entity: ALKY

Transmittal Number : 138

COSA: ALKYAN04

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Rate-of-Return TRP

Minutes-of-Use

Direct Trunked Transport

| | | 1/03 - 12/03 | 1/03 - 12/03 | 1/03 - 12/03 | Test Year 7/04 - 6/05 | Test Year 7/04 - 6/05 | Test Year 7/04 - 6/05 |
|-----|--------------------------|--------------|--------------|--------------|--------------------------|--------------------------|--------------------------|
| | | VG (A) | DSI (B) | DS3 (C) | VG (D) | DS1 (E) | DS3 (F) |
| 100 | Entrance Facility | 0.00 | - | - | 0.00 | 0.00 | 0.00 |
| 110 | Direct Trunked Transport | - | 177.00 | - | 0.00 | 164.00 | 0.00 |

Notes: Demand should be annualized and reflect application of the percent interstate usage factor (PIU).

ERN-1
Filing Date: 6/16/2004
Filing Entity: ALKY
Transmittal Number : 138
COSA: ALKYAN04
Page 1 of 1

Rate-of-Return TRP
Rate-of-Return
Summary

| | 2001/2002 FCC Monitoring Period (A) | 2003 Calendar Year (B) | 7/04 - 6/05 Test Year (C) |
|---------------------------------------|--|---------------------------------|------------------------------------|
| 100 Interstate Access, Total | 5.14% | 7.79% | 11.25% |
| 110 Carrier Common Line | 11.55% | 12.54% | 11.25% |
| 120 Special Access | -8.08% | 1.03% | 11.25% |
| 130 Local Switching | 12.46% | 10.12% | 11.25% |
| 140 Information | -4493.71% | 0.00% | 0.00% |
| 150 Local Transport | 2.53% | 11.76% | 11.25% |
| 160 Traffic Sensitive Switched, Total | 9.72% | 10.79% | 11.25% |

RORBSF-1

Filing Date: 06/16/04

Filing Entity: ALKY

Transmittal Number : 138

COSA: ALKYAN04

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Rate-of-Return TRP

Base Study Factor

| | Actual 1997 (A) | Actual 1998 (B) | Actual 1999 (C) | Actual 2000 (D) | Actual 2001 (E) | Prospective 2002 (F) |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|----------------------------|
| Relative MOUs - Tandem Switching | | | | | | |
| 100 Interstate | - | - | - | - | - | - |
| 110 Total Company | - | - | - | - | - | - |
| 120 IS Factor | 0.0000% | 0.0000% | n/a | n/a | n/a | n/a |
| Host/Remote MOUs | | | | | | |
| 130 Interstate | n/a | n/a | n/a | n/a | n/a | n/a |
| 140 Total Company | n/a | n/a | n/a | n/a | n/a | n/a |
| 150 IS Factor | n/a | n/a | n/a | n/a | n/a | n/a |
| Host/Remote MOU Miles | | | | | | |
| 160 Interstate | - | 22,758,252 | 176,020,281 | 809,155,961 | 2,020,309,996 | 809,091,620 |
| 170 Total Company | - | 89,037,570 | 767,623,457 | 2,134,959,822 | 5,337,400,116 | 2,134,960,163 |
| 180 IS Factor | n/a | 25.5603% | 22.9306% | 37.9003% | 37.8519% | 37.8973% |
| Conversation Minutes | | | | | | |
| 190 Interstate | 38,273,642 | 41,978,292 | 43,029,151 | 126,981,099 | 315,554,784 | 126,105,451 |
| 200 Total Company | 96,352,064 | 105,203,313 | 105,203,325 | 242,175,500 | 605,438,844 | 242,175,554 |
| 210 IS Factor | 39.7227% | 39.9021% | 40.9009% | 52.4335% | 52.1200% | 52.0719% |
| Conversation Minute Miles | | | | | | |
| 220 Interstate | 145,978,943 | 147,630,044 | 80,858,243 | 233,645,228 | 580,620,812 | 232,034,033 |
| 230 Total Company | 381,165,981 | 371,878,423 | 199,352,726 | 445,602,928 | 1,114,007,490 | 445,603,026 |
| 240 IS Factor | 38.2980% | 39.6985% | 40.5604% | 52.4335% | 52.1200% | 52.0719% |

The above Base Study Factors apportion on the following investment:

| | Part 32 Account | Part 36 Category |
|---------------------------------|--------------------|---------------------|
| Relative MOU's-Tandem Switching | 2210 | COE Cat. 3 |
| Host/Remote MOU's | 2230 | COE Cat. 4.3 |
| Host/Remote MOU Miles | 2410 | C&WF Cat. 4 |
| Conversation Minutes | 2230 | COE Cat. 4.23 |
| Conversation Minutes Miles | 2410 | C&WF Cat. 3 |

RORDEM-1

Filing Date: 6/16/2004

Filing Entity: ALKY

Transmittal Number : 138

COSA: ALKYAN04

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Rate-of-Return TRP

Verification of WDEM

| Year | | | | | Interstate MDEM Factor | No. of Switched Access Lines | Part 36.125(e) | |
|------|----------------|----------------|-------------|-------------|---------------------------|------------------------------------|------------------|--------------------|
| | Interstate DEM | Intrastate DEM | Local DEM | Total DEM | | | Historical | Interstate |
| | MOU (A) | MOU (B) | MOU (C) | MOU (D) | | | Weighting (G) | WDEM Factor (H) |
| 1995 | 34,185,636 | 25,233,572 | 312,471,396 | 371,890,604 | 9.1924% | 20,678 | 2 | 18.3848% |
| 1996 | 37,160,627 | 28,119,505 | 321,141,906 | 386,422,038 | 9.6166% | 21,618 | 2 | 19.2332% |
| 1997 | 42,526,269 | 31,300,108 | 349,892,838 | 423,719,215 | 10.0364% | 23,039 | 2 | 20.0728% |
| 1998 | 46,642,546 | 33,776,465 | 375,753,600 | 456,172,611 | 10.2248% | 24,901 | n/a | 19.8414% |
| 1999 | 47,810,169 | 32,608,859 | 375,753,600 | 456,172,628 | 10.4807% | 25,756 | n/a | 20.0973% |
| 2000 | 140,117,174 | 122,821,584 | 472,210,104 | 735,148,862 | 19.0597% | 27,271 | n/a | 28.6763% |
| 2001 | 140,117,174 | 122,821,584 | 472,210,104 | 735,148,862 | 19.0597% | 27,271 | n/a | 28.6763% |


```
macro    {goto}ha106~  
1 /cha106..hb135~hd106~  
/che107~hf111~  
/mhd108..he135~hd107~  
:prcrs  
aa135.am180  
~g  
{if hd107="stop"}{quit}  
{branch branch2}
```



```
macro    {goto}ha206~  
1 /cha206..hb235~hd206~
```

```
/che207~hf211~  
/mhd208..he235~hd207~  
:prcrs  
fn15..fz60  
~g  
{if hd207="stop"}{quit}  
{branch branch3}
```



```
macro      {goto}ha306~  
1 /cha306..hb335~hd306~  
/che307~hf311~  
/mhd308..he335~hd307~  
:prcrs  
cn75..cz120  
~g  
{if hd307="stop"}{quit}  
{branch branch4}
```



```
macro      {goto}ha406~  
1 /cha406..hb435~hd406~  
/che407~hf411~  
/mhd408..he435~hd407~  
:prcrs  
fa15..fm60  
~g  
{if hd407="stop"}{quit}  
{branch branch5}
```