

COS-1(P)

Filing Date: 6/16/2004

Filing Entity: Coastal Utilities, Inc.

Transmittal Number : 96

COSA: 220356

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Rate-of Return TRP

Cost Analysis Summary

Test Year, 7/04 - 7/05

Telephone Plant in Service								
310 General Support	9,885,239	0	0	9,885,239	3,839,871	0	0	
320 Central Office Equip-Switch	18,730,076	0	0	18,730,076	10,854,547	0	0	
321 Operator Systems	0	0	0	0	0	0	0	
322 Tandem Switching	0	0	0	0	0	0	0	
323 Local Switching Cat. 3	18,691,289	0	0	18,691,289	10,824,836	0	0	
324 Equal Access	38,787	0	0	38,787	29,711	0	0	
330 Central Office Equip-Trans	18,155,176	0	0	18,155,176	8,262,637	0	0	
331 Subscriber Lines	9,973,699	0	0	9,973,699	2,482,154	0	0	
332 Exchange Circuit	5,551,483	0	0	5,551,483	4,386,851	0	0	
333 Interexchange Circuit	2,346,310	0	0	2,346,310	1,310,617	0	0	
334 Host Remote	283,684	0	0	283,684	83,015	0	0	
340 Cable & Wire	47,699,669	0	0	47,699,669	13,740,887	0	0	
341 Subscriber Lines	44,093,028	0	0	44,093,028	10,973,431	0	0	
342 Exchange	3,058,579	0	0	3,058,579	2,445,152	0	0	
343 Interexchange	482,035	0	0	482,035	302,982	0	0	
344 Host Remote	66,027	0	0	66,027	19,322	0	0	
350 Info Orig/Term Equipment	10,751	0	0	10,751	2,688	0	0	
360 Amortizable Assets	1,007,185	0	0	1,007,185	391,236	0	0	
370 Total Plant In Service	95,488,096	0	0	95,488,096	37,091,866	0	0	
Adjustments to TPIS								
380 Depr / Amor Reserve	65,666,093	0	0	65,666,093	25,782,201	0	0	
390 Accum Deferred Income Tax	0	0	0	0	0	0	0	
400 Other Rate Base Adjust.	n/a	n/a	n/a	n/a	931,940	0	0	
Return Data								
410 Average Rate Base	n/a	n/a	n/a	n/a	12,241,605	n/a	n/a	
420 Return	n/a	n/a	n/a	n/a	n/a	n/a	n/a	
430 Rate of Return	n/a	n/a	n/a	n/a	n/a	n/a	n/a	

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Telephone Plant in Service							
310 General Support	3,839,871	308	0	1,540,784	1,541,092	1,268,384	0
320 Central Office Equip-Switch	10,854,547	0	0	0	0	10,854,547	0
321 Operator Systems	0	0	0	0	0	0	0
322 Tandem Switching	0	0	0	0	0	0	0
323 Local Switching Cat. 3	10,824,836	0	0	0	0	10,824,836	0
324 Equal Access	29,711	0	0	0	0	29,711	0
330 Central Office Equip-Trans	8,262,637	0	0	2,432,366	2,432,366	0	0
331 Subscriber Lines	2,482,154	0	0	2,432,366	2,432,366	0	0
332 Exchange Circuit	4,386,851	0	0	0	0	0	0
333 Interexchange Circuit	1,310,617	0	0	0	0	0	0
334 Host Remote	83,015	0	0	0	0	0	0
340 Cable & Wire	13,740,887	0	0	10,753,322	10,753,322	0	0
341 Subscriber Lines	10,973,431	0	0	10,753,322	10,753,322	0	0
342 Exchange	2,445,152	0	0	0	0	0	0
343 Interexchange	302,982	0	0	0	0	0	0
344 Host Remote	19,322	0	0	0	0	0	0
350 Info Orig/Term Equipment	2,688	2,634	0	0	2,634	0	0
360 Amortizable Assets	391,236	31	0	156,987	157,018	129,233	0
370 Total Plant In Service	37,091,866	2,973	0	14,883,459	14,886,432	12,252,164	0

Adjustments to TPIS							

380 Depr / Amor Reserve	25,782,201	2,909	0	9,939,615	9,942,524	9,696,234	0
390 Accum Deferred Income Tax	0	0	0	0	0	0	0
400 Other Rate Base Adjust.	931,940	75	0	373,949	374,024	307,838	0

Return Data							

410 Average Rate Base	12,241,605	139	0	5,317,793	5,317,932	2,863,768	0
420 Return	1,377,175	16	0	598,267	598,283	322,182	0
430 Rate of Return	11.25%	11.69%	0.00%	11.25%	11.25%	11.25%	0.00%

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Telephone Plant in Service							
310 General Support	0	0	0	117,739	11,958	1,398,081	900,698
320 Central Office Equip-Switch	0	0	0	0	0	10,854,547	0
321 Operator Systems	0	0	0	0	0	0	0
322 Tandem Switching	0	0	0	0	0	0	0
323 Local Switching Cat. 3	0	0	0	0	0	10,824,836	0
324 Equal Access	0	0	0	0	0	29,711	0
330 Central Office Equip-Trans	0	0	0	720,819	83,015	803,834	5,026,437
331 Subscriber Lines	0	0	0	0	0	0	49,788
332 Exchange Circuit	0	0	0	0	0	0	4,386,851
333 Interexchange Circuit	0	0	0	720,819	0	720,819	589,798
334 Host Remote	0	0	0	0	83,015	83,015	0
340 Cable & Wire	0	0	0	286,763	19,322	306,085	2,681,480
341 Subscriber Lines	0	0	0	0	0	0	220,109
342 Exchange	0	0	0	0	0	0	1,226,605
343 Interexchange	0	0	0	286,763	0	286,763	1,234,766
344 Host Remote	0	0	0	0	19,322	19,322	0
350 Info Orig/Term Equipment	0	0	0	0	0	0	54
360 Amortizable Assets	0	0	0	11,996	1,218	142,447	91,770
370 Total Plant In Service	0	0	0	1,137,317	115,513	13,504,994	8,700,439
Adjustments to TPIS							
380 Depr / Amor Reserve	0	0	0	695,438	69,459	10,461,131	5,378,546
390 Accum Deferred Income Tax	0	0	0	0	0	0	0
400 Other Rate Base Adjust.	0	0	0	28,575	2,903	339,316	218,600
Return Data							
410 Average Rate Base	0	0	0	470,454	48,957	3,383,179	3,540,493
420 Return	0	0	0	52,928	5,506	380,616	398,317
430 Rate of Return	0.00%	0.00%	0.00%	11.25%	11.25%	11.25%	11.25%

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**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 I/S Access (H)	Pay Phone (I)
Revenues									
100 Network Access	n/a	n/a	n/a	n/a	n/a	n/a	n/a	10,568,073	892
110 Uncollectibles	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0
120 Common Line Support	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0
130 Long Term	n/a	n/a	n/a	n/a	n/a	n/a	n/a	919,824	0
140 Transitional	n/a	n/a	n/a	n/a	n/a	n/a	n/a	880,739	0
150 Miscellaneous	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0
160 Net Revenues	n/a	n/a	n/a	n/a	n/a	n/a	n/a	12,368,636	892
	----	----	----	----	----	----	----	----	----
Expenses	----	----	----	----	----	----	----	----	----
170 Plant Specific	n/a	n/a	n/a	n/a	2,472,263	0	0	2,472,263	129
171 Network Support	0	0	0	0	0	0	0	0	0
172 General Support	2,234,552	0	0	2,234,552	865,513	0	0	865,513	129
173 Central Office	1,601,980	0	0	1,601,980	830,852	0	0	830,852	0
174 Operator Systems	0	0	0	0	0	0	0	0	0
175 COE Switching	1,270,344	0	0	1,270,344	658,852	0	0	658,852	0
176 COE Transmission	331,636	0	0	331,636	172,000	0	0	172,000	0
177 IOT	0	0	0	0	0	0	0	0	0
178 Cable & Wire Facilities	2,694,814	0	0	2,694,814	775,898	0	0	775,898	0
180 Plant Non-Sp. Less Dep/Amor	n/a	n/a	n/a	n/a	1,173,558	0	0	1,173,558	116
190 Depreciation / Amortization	6,320,297	0	0	6,320,297	2,592,676	0	0	2,592,676	24
200 Customer Operations	n/a	n/a	n/a	n/a	611,068	0	0	611,068	59
201 Marketing	796,435	0	0	796,435	74,389	0	0	74,389	11
202 Local Business Office	2,962,492	0	0	2,962,492	452,613	0	0	452,613	48
203 Revenue Accounting	153,224	0	0	153,224	84,066	0	0	84,066	0
204 Other Billing & Collection	291,300	0	0	291,300	0	0	0	0	0
210 Access	n/a	n/a	n/a	n/a	0	n/a	0	n/a	n/a
220 Corporate Operations	n/a	n/a	n/a	n/a	1,307,659	0	0	1,307,659	93
230 AFUDC	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0	0
240 Other Exp. & Adjustments	n/a	n/a	n/a	n/a	(59,792)	0	0	(59,792)	(9)
250 Taxes Other than FIT	n/a	n/a	n/a	n/a	564,016	0	0	564,016	75
260 Total Exp and Other Taxes	n/a	n/a	n/a	n/a	8,661,448	0	0	8,661,448	487
	----	----	----	----	----	----	----	----	----
FIT Adjustments	----	----	----	----	----	----	----	----	----
270 Adjustment for FIT	0	0	0	0	0	0	0	0	0
280 Amortized ITC	0	0	0	0	0	0	0	0	0
290 Federal Income Taxes	n/a	n/a	n/a	n/a	0	n/a	n/a	1,297,514	142
	----	----	----	----	----	----	----	----	----
300 Total Expenses & Taxes	n/a	n/a	n/a	n/a	8,661,448	n/a	n/a	9,958,962	629

COS-1(H)

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Rate-of Return TRP

Cost Analysis Summary

Historical, Calendar Year 2003

Page 8 of 34 Telephone Plant in Service										
310	General Support	9,800,882	0	0	9,800,882	3,796,193	0	0	3,796,193	567
320	Central Office Equip-Switch	17,799,283	0	0	17,799,283	10,315,130	0	0	10,315,130	0
321	Operator Systems	0	0	0	0	0	0	0	0	0
322	Tandem Switching	0	0	0	0	0	0	0	0	0
323	Local Switching Cat. 3	17,762,423	0	0	17,762,423	10,286,894	0	0	10,286,894	0
324	Equal Access	36,860	0	0	36,860	28,236	0	0	28,236	0
330	Central Office Equip-Trans	17,181,131	0	0	17,181,131	7,827,133	0	0	7,827,133	0
331	Subscriber Lines	9,421,338	0	0	9,421,338	2,344,688	0	0	2,344,688	0
332	Exchange Circuit	5,274,734	0	0	5,274,734	4,164,994	0	0	4,164,994	0
333	Interexchange Circuit	2,218,536	0	0	2,218,536	1,239,458	0	0	1,239,458	0
334	Host Remote	266,523	0	0	266,523	77,993	0	0	77,993	0
340	Cable & Wire	46,178,881	0	0	46,178,881	13,295,942	0	0	13,295,942	0
341	Subscriber Lines	42,697,839	0	0	42,697,839	10,626,211	0	0	10,626,211	0
342	Exchange	1,180,396	0	0	1,180,396	1,180,396	0	0	1,180,396	0
343	Interexchange	2,236,950	0	0	2,236,950	1,470,696	0	0	1,470,696	0
344	Host Remote	63,696	0	0	63,696	18,639	0	0	18,639	0
350	Info Orig/Term Equipment	19,184	0	0	19,184	4,796	0	0	4,796	4,700
360	Amortizable Assets	1,006,795	0	0	1,006,795	389,964	0	0	389,964	58
370	Total Plant In Service	91,986,156	0	0	91,986,156	35,629,158	0	0	35,629,158	5,325

Adjustments to TPIS										
380	Depr / Amor Reserve	56,547,794	0	0	56,547,794	22,004,519	0	0	22,004,519	3,123
390	Accum Deferred Income Tax	168,504	0	0	168,504	65,531	0	0	65,531	2
400	Other Rate Base Adjust.	n/a	n/a	n/a	n/a	944,913	0	0	944,913	143

Return Data										
410	Average Rate Base	n/a	n/a	n/a	n/a	14,504,021	n/a	n/a	14,504,021	2,343
420	Return	n/a	n/a	n/a	n/a	n/a	n/a	n/a	2,409,674	263
430	Rate of Return	n/a	n/a	n/a	n/a	n/a	n/a	0.00%	16.61%	11.24%

[illegible]

0	1,534,598	1,535,165	1,245,372	0	0	0	0	115,900	11,667	1,372,939
0	0	0	10,315,130	0	0	0	0	0	0	10,315,130
0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0
0	0	0	10,286,894	0	0	0	0	0	0	10,286,894
0	0	0	28,236	0	0	0	0	0	0	28,236
0	2,297,658	2,297,658	0	0	0	0	0	682,389	77,993	760,382
0	2,297,658	2,297,658	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	682,389	0	682,389
0	0	0	0	0	0	0	0	0	77,993	77,993
0	10,413,066	10,413,066	0	0	0	0	0	277,586	18,639	296,225
0	10,413,066	10,413,066	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	277,586	0	277,586
0	0	0	0	0	0	0	0	0	18,639	18,639
0	0	4,700	0	0	0	0	0	0	0	0
0	157,641	157,699	127,931	0	0	0	0	11,906	1,198	141,035
0	14,402,963	14,408,288	11,688,433	0	0	0	0	1,087,781	109,497	12,885,711
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0	8,685,472	8,688,595	8,180,185	0	0	0	0	578,203	56,781	8,815,169
0	25,690	25,692	26,313	0	0	0	0	1,499	143	27,955
0	386,020	386,163	303,266	0	0	0	0	29,155	2,935	335,356
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0	6,077,821	6,080,164	3,785,201	0	0	0	0	537,234	55,508	4,377,943
0	683,753	684,016	647,019	0	0	0	0	124,155	12,825	783,999
0.00%	11.25%	11.25%	17.09%	0.00%	0.00%	0.00%	0.00%	23.11%	23.11%	17.91%

Special
Access
(U)
3,140,769
0
n/a
n/a
n/a
0
3,140,769

458,227
0
202,480
104,800
0
0
104,800
0
150,947
181,322
620,788
58,328
17,403
13,761
27,164
0
n/a
214,378
0
(10,010)
169,037
1,692,070

0
0
507,045

2,199,115

888,089
0
0
0
0
0
4,769,094
47,031
4,164,994
557,069
0
2,586,651
213,145
1,180,396
1,193,110
0
96
91,229
8,335,159

4,500,755
11,884
223,394

4,045,914
941,654
23.27%

COS-2

Filing Date:

6/16/2004

Filing Entity:

Coastal Utilities, Inc.

Transmittal Number:

96

COSA:

220356

Rate-of-Return TRP

7/04 - 6/05

Versus 2003 Actual

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	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	919,226	1,119,610	641,349	0	2,680,185	0
105 Expense Less Dep & Amor	2,702,172	1,906,508	901,235	0	5,509,917	n/a
110 Taxes Less FIT	190,445	156,856	116,081	0	n/a	n/a
115 Return	598,283	380,616	398,317	n/a	n/a	n/a
120 FIT	322,152	204,947	214,478	n/a	n/a	n/a
125 Uncol., IDC & Other Adj.	0	0	0	n/a	n/a	n/a
130 Revenue Requirement	4,732,278	3,768,537	2,271,460	n/a	n/a	n/a
135 Access Service Revenue	4,732,278	3,768,537	2,271,460	n/a	n/a	n/a
	----	----	----	----	----	----
Rate Base						
140 Telephone Plant in Service	14,886,432	13,504,994	8,700,439	0	37,091,865	95,488,096
145 Rate Base Adjustments	374,024	339,316	218,600	0	931,940	n/a
150 Depreciation Reserves	9,942,524	10,461,131	5,378,546	0	25,782,201	65,666,093
155 Accum Deferred Income Tax	0	0	0	0	0	0
160 Average Rate Base	5,317,932	3,383,179	3,540,493	0	12,241,604	n/a
Actual, 1/03- 12/03						
Revenue Requirement						
200 Depreciation/Amortization	889,469	1,082,419	620,788	0	2,592,676	6,320,297
205 Expense Less Dep & Amor	3,129,845	1,472,670	902,245	0	5,504,756	n/a
210 Taxes Less FIT	199,525	195,454	169,037	0	n/a	n/a
215 Return	684,016	783,999	941,654	n/a	n/a	n/a
220 FIT	368,316	422,154	507,045	n/a	n/a	n/a
225 Uncol., IDC & Other Adj.	0	0	0	n/a	n/a	n/a
230 Revenue Requirement	5,271,171	3,956,696	3,140,769	n/a	n/a	n/a
235 Access Service Revenue	5,271,171	3,956,696	3,140,769	n/a	n/a	n/a
	----	----	----	----	----	----
Rate Base						
240 Telephone Plant in Service	14,408,288	12,885,711	8,335,159	0	35,629,158	91,986,156
245 Rate Base Adjustments	386,163	335,356	223,394	0	944,913	n/a
250 Depreciation Reserves	8,688,595	8,815,169	4,500,755	0	22,004,519	56,547,794
255 Accum Deferred Income Tax	25,692	27,955	11,884	0	65,531	168,504
260 Average Rate Base	6,080,164	4,377,943	4,045,914	0	14,504,021	n/a

COS-2

Filing Date:

6/16/2004

Filing Entity:

Coastal Utilities, Inc.

Transmittal Number:

96

COSA:

220356

Rate-of-Return TRP

7/04 - 6/05

Versus 2003 Actual

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	Common Line (A)	Traffic Sensitive Switched (B)	Traffic Sensitive Special (C)	Other Interstate (D)	Total Interstate (E)	Total Co. Subject to Separations (F)
Forecast, 7/03 - 6/04						
Coastal did not make an annual filing in 2003, there is no forecast available for this period.						
Revenue Requirement						
100 Depreciation/Amortization	0	0	0	0	0	0
105 Expense Less Dep & Amor	0	0	0	0	0	n/a
110 Taxes Less FIT	0	0	0	0	n/a	n/a
115 Return	0	0	0	0	n/a	n/a
120 FIT	0	0	0	0	n/a	n/a
125 Uncol., IDC & Other Adj.	0	0	0	0	n/a	n/a
130 Revenue Requirement	0	0	0	0	n/a	n/a
135 Access Service Revenue	0	0	0	0	n/a	n/a
	----	----	----	----	----	----
Rate Base						
140 Telephone Plant in Service	0	0	0	0	0	0
145 Rate Base Adjustments	0	0	0	0	0	n/a
150 Depreciation Reserves	0	0	0	0	0	0
155 Accum Deferred Income Tax	0	0	0	0	0	0
160 Average Rate Base	0	0	0	0	0	n/a
Actual, 1/02 - 12/02						
Revenue Requirement						
200 Depreciation/Amortization	947,494	1,151,554	252,574	0	2,351,622	0
205 Expense Less Dep & Amor	2,263,403	2,062,155	411,597	0	4,737,155	n/a
210 Taxes Less FIT	200,807	177,235	47,185	0	425,227	n/a
215 Return	832,358	468,897	297,410	0	1,598,665	n/a
220 FIT	448,193	252,483	160,144	0	860,820	n/a
225 Uncol., IDC & Other Adj.	0	0	0	0	0	n/a
230 Revenue Requirement	4,692,255	4,112,325	1,168,910	0	9,973,489	n/a
235 Access Service Revenue	4,692,255	4,112,325	1,168,910	0	n/a	n/a
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Rate Base						
240 Telephone Plant in Service	14,089,357	12,836,416	3,250,109	0	30,175,882	0
245 Rate Base Adjustments	888,578	809,558	204,975	0	1,903,111	n/a
250 Depreciation Reserves	7,453,329	7,035,709	1,611,626	0	16,100,664	0
255 Accum Deferred Income Tax	419,406	381,996	96,839	0	898,241	0
260 Average Rate Base	22,850,670	21,063,679	5,163,549	0	49,077,898	n/a

COS-2

Filing Date:

6/16/2004

Filing Entity:

Coastal Utilities, Inc.

Transmittal Number:

96

COSA:

220356

Rate-of-Return TRP

7/04 - 6/05

Versus 2003 Actual

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	Common Line (A)	Traffic Sensitive Switched (B)	Traffic Sensitive Special (C)	Other Interstate (D)	Total Interstate (E)	Total Co. Subject to Separations (F)
Forecast, 7/02 - 6/03						
Revenue Requirement						
100 Depreciation/Amortization	1,005,074	1,317,207	858,752	0	3,181,033	7,335,712
105 Expense Less Dep & Amor	2,276,388	2,246,861	1,232,804	0	8,936,781	n/a
110 Taxes Less FIT	154,387	129,906	139,692	0	n/a	n/a
115 Return	677,399	470,521	655,830	n/a	n/a	n/a
120 FIT	364,753	253,358	353,139	n/a	n/a	n/a
125 Uncol., IDC & Other Adj.	0	0	0	n/a	n/a	n/a
130 Revenue Requirement	4,478,001	4,417,853	3,240,217	n/a	n/a	n/a
135 Access Service Revenue	4,478,001	4,417,853	3,240,217	n/a	n/a	n/a
	----	----	----	----	----	----
Rate Base						
140 Telephone Plant in Service	14,310,852	13,627,345	12,260,175	0	40,198,372	95,648,632
145 Rate Base Adjustments	499,628	475,766	428,035	0	1,403,429	n/a
150 Depreciation Reserves	8,048,084	9,192,196	6,307,721	0	23,548,001	55,990,112
155 Accum Deferred Income Tax	740,362	726,389	548,473	0	2,015,224	4,891,539
160 Average Rate Base	6,022,034	4,184,526	5,832,016	0	16,038,576	n/a
	----	----	----	----	----	----
	----	----	----	----	----	----
	----	----	----	----	----	----
Actual, 1/01 - 12/01						
Revenue Requirement						
200 Depreciation/Amortization	947,494	1,151,554	252,574	0	2,351,622	6,209,006
205 Expense Less Dep & Amor	2,263,403	2,062,155	411,597	0	4,737,155	n/a
210 Taxes Less FIT	200,807	177,235	47,185	0	425,227	n/a
215 Return	832,358	468,897	297,410	0	1,598,665	n/a
220 FIT	448,193	252,483	160,144	0	860,820	n/a
225 Uncol., IDC & Other Adj.	0	0	0	0	0	n/a
230 Revenue Requirement	4,692,255	4,112,324	1,168,910	0	9,973,489	n/a
235 Access Service Revenue	4,692,255	4,112,325	1,198,910	n/a	n/a	n/a
	----	----	----	----	----	----
Rate Base						
240 Telephone Plant in Service	14,089,357	12,836,416	3,250,109	0	30,175,882	84,273,516
245 Rate Base Adjustments	888,578	809,558	204,975	0	1,903,111	n/a
250 Depreciation Reserves	7,453,329	7,035,709	1,611,626	0	16,100,664	44,862,790
255 Accum Deferred Income Tax	419,406	381,996	96,839	0	898,241	2,508,547
260 Average Rate Base	7,105,200	6,228,269	1,746,619	0	15,080,088	n/a

MAG-1
Filing Date: 6/16/2004
Filing Entity: Coastal Utilities, Inc.
Transmittal Number : 96
COSA: 220356

Rate-of Return TRP
MAG Adjustments
Test Year, 7/04 - 7/05

Access Element	Interstate Revenue Requirement Prior to Adjustments (A) Note 1	Local Switching Support (B) Note 2	Sub-Total (C) Cols. A-B	Line Port Transfer (D) Note 3	Universal Service Fund Contribution (E) Note 4	Frozen TIC Revenue (F) Note 5	Interstate Revenue Requirement Subject to TIC Re- allocation (G) Cols. C+D+E+F	Frozen TIC Re-allocation (G) Note 6	Interstate Revenue Requirement Subject to Rate Making
Carrier Common Line	\$4,732,278		\$4,732,278	\$437,072	\$0		\$5,169,350	\$0	\$5,169,350
Local Switching	\$3,287,278	\$1,830,372	\$1,456,906	(\$437,072)			\$1,019,834	\$0	\$2,850,206
Information	\$0		\$0				\$0	\$0	\$0
Transport	\$481,259		\$481,259			\$0	\$481,259	\$0	\$481,259
Special Access	<u>\$2,271,460</u>		<u>\$2,271,460</u>				<u>\$2,271,460</u>	<u>\$0</u>	<u>\$2,271,460</u>
Total	\$10,772,275	\$1,830,372	\$8,941,903	\$0	\$0	\$0	\$8,941,903	\$0	\$10,772,275

Note 1: Source of Revenue Requirements Column (A)

Factor Used for Line Port Adjustment:

30.0000%

Carrier Common Line TRP COS-1(P) Line 100, Column L
Local Switching TRP COS-1(P) Line 100, Column M
Information TRP COS-1(P) Line 100, Column P
Transport TRP COS-1(P) Line 100, Column Q,R,S
Special Access TRP COS-1(P) Line 100, Column U

Note 2: Calculated using USAC Algorithm for Test Period

Note 3: Column C, Local Switching * Port Adjustment Factor

Note 4: Projected Amount per Account 6540

Note 5: From TRP Form MAG-2

Note 6: Distributed on Column G Totals

MAG-2		Rate-of Return TRP
Filing Date:	6/16/2004	TIC Revenues
Filing Entity:	Coastal Utilities, Inc.	Test Year, 7/04 - 7/05
Transmittal Number :	96	
COSA:	220356	

DEVELOPMENT FROZEN TIC REVENUE JULY 00 TO JUNE 01

Month	Transport Interconnection Charge Minutes Billed	Rate in Effect	Calculated Revenues
Jul-00	16,397,260	\$0.000073	\$1,197
Aug-00	17,410,959	\$0.000073	\$1,271
Sep-00	17,164,384	\$0.000073	\$1,253
Oct-00	15,671,233	\$0.000073	\$1,144
Nov-00	16,095,890	\$0.000073	\$1,175
Dec-00	16,342,466	\$0.000073	\$1,193
Jan-01	16,383,562	\$0.000073	\$1,196
Feb-01	17,958,904	\$0.000073	\$1,311
Mar-01	16,369,863	\$0.000073	\$1,195
Apr-01	17,397,260	\$0.000073	\$1,270
May-01	16,958,904	\$0.000073	\$1,238
Jun-01	17,136,127	\$0.000073	<u>\$1,251</u>

Total Frozen TIC Revenues	\$14,694
(Development based on FCC Order 01-304, Paragraph 103)	

Or - Override (No Greater than Above):	\$0
(Actual TIC Revenue Used in December 17, 2001 Filing should be listed here)	

Override = Actual TIC Revenues from Last Filing
 (Development based on FCC Order 01-304, Paragraph 103)

<i>Actual TIC Revenue Requirement from Filing Prior to MAG Filing in December 2</i>	\$17,172
--	-----------------

REV-1

Filing Date:

6/16/2004

Filing Entity:

Coastal Utilities, Inc.

Transmittal Number:

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Rate-of-Return TRP

Switched Access Revenue

Test Year, 7/04 - 7/05

	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 Multi-line Business EUCL	n/a	n/a	0.00	n/a	n/a	0	0	n/a
110 Single Line Business EUCL	n/a	n/a	0.00	n/a	n/a	0	0	n/a
120 Residential EUCL	n/a	n/a	0.00	n/a	n/a	0	0	n/a
130 Special Access Surcharge	n/a	n/a	0.00	n/a	n/a	12	0	n/a
140 Terminating CCL Premium	0.000000	n/a	n/a	0	n/a	n/a	0	n/a
150 Terminating CCL Non-Prem.	0.000000	n/a	n/a	0	n/a	n/a	0	n/a
160 Originating CCL Premium	0.000000	n/a	n/a	0	n/a	n/a	0	n/a
170 Originating CCL Non-Prem.	0.000000	n/a	n/a	0	n/a	n/a	0	n/a
180 Common Line - - Total	n/a	n/a	n/a	n/a	n/a	n/a	0	0
Information	----	----	----	----	----	----	----	----
190 Directory Assistance	0.000000	n/a	n/a	0	n/a	n/a	0	n/a
200 White Page Surcharge Prem.	0.000000	n/a	n/a	0	n/a	n/a	0	n/a
210 White Pg. Surcharge Non-Prem.	0.000000	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	n/a	0
Local Switching	----	----	----	----	----	----	----	----
240 Premium	0.005545	n/a	n/a	183,924,025	n/a	n/a	1,019,859	n/a
250 Non-Premium	0.000000	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	n/a	874,898
Local Transport	----	----	----	----	----	----	----	----
280 Premium LT Term.	0.000000	n/a	n/a	0	n/a	n/a	0	n/a
290 Non-Prem. LT Term	0.000000	n/a	n/a	0	n/a	n/a	0	n/a
300 Premium LT Facility	n/a	0.000000	n/a	n/a	0	n/a	0	n/a
310 Non-Prem. LT Facility	n/a	0.000000	n/a	n/a	0	n/a	0	n/a
320 Tandem Switching	0.000000	n/a	n/a	0	n/a	n/a	0	n/a
330 TST Termination	0.000665	n/a	n/a	95,847,724	n/a	n/a	63,739	n/a
340 TST Facility	n/a	0.000130	n/a	n/a	828,253,605	n/a	107,673	n/a
350 Premium Interconnection	0.000000	n/a	n/a	0	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	0.00	n/a	n/a	0	0	n/a

REV-1

Filing Date:

6/16/2004

Filing Entity:

Coastal Utilities, Inc.

Transmittal Number:

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Rate-of-Return TRP

Switched Access Revenue

Test Year, 7/04 - 7/05

	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	709.91	n/a	n/a	24	n/a	17,038	n/a
390 DS3 Direct Term.	1,257.48	n/a	n/a	0	n/a	n/a	0	n/a
400 DS3 Direct Facility	n/a	n/a	282.91	n/a	n/a	0	0	n/a
410 DS1 Entrance Facility	n/a	73.95	n/a	n/a	0	n/a	0	n/a
420 DS1 Direct Term.	106.01	n/a	n/a	720	n/a	n/a	76,327	n/a
430 DS1 Direct Facility	n/a	n/a	22.75	n/a	n/a	9012	205,023	n/a
440 VG Entrance Facility	n/a	24.19	n/a	n/a	0	n/a	0	n/a
450 VG Direct Term.	17.51	n/a	n/a	0	n/a	n/a	0	n/a
460 VG Direct Facility	n/a	n/a	3.27	n/a	n/a	0	0	n/a
470 Other Transport	n/a	n/a	n/a	n/a	n/a	n/a	11,698	n/a
480 Local Transport - - Total	n/a	n/a	n/a	n/a	n/a	n/a	481,498	481,260
Special - - Voice Grade	----	----	----	----	----	----	----	----
490 2-Wire Chan. Term.	n/a	28.76	n/a	n/a	0	n/a	0	n/a
500 4-Wire Chan. Term.	n/a	37.30	n/a	n/a	336	n/a	12,533	n/a
510 Channel Mileage Term.	15.51	n/a	n/a	228	n/a	n/a	3,536	n/a
520 Channel Mileage Facility	n/a	n/a	2.90	n/a	n/a	5436	15,764	n/a
530 Non-Recurring	n/a	0	n/a	n/a	0	n/a	0	n/a
Special - - High Capacity	----	----	----	----	----	----	----	----
540 High Capacity Chan. Term.	n/a	114.05	n/a	n/a	1512	n/a	172,444	n/a
550 Channel Mileage Term.	89.49	n/a	n/a	1284	n/a	n/a	114,905	n/a
560 Channel Mileage Facility	n/a	n/a	20.15	n/a	n/a	16824	339,004	n/a
570 Non-Recurring	n/a	0	n/a	n/a	0	n/a	0	n/a
580 Special Access - - Total	n/a	n/a	n/a	n/a	n/a	n/a	2,271,492	2271460

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: Coastal Utilities, Inc.

Transmittal Number: 96

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Rate-of-Return TRP

Revenues Summary

Test Year, 7/04 - 7/05

	Total Network Access (A)	Recurring without ICB (B)	Non-Recurring without ICB (C)	ICB (D)
100 Carrier Common Line	5,107,234	\$5,107,234	0	0
110 Special Access	2,271,460	\$2,271,460	0	0
120 Local Switching	1,019,859	\$1,019,859	0	0
130 Equal Access	0	0	0	0
140 Information	0	0	0	0
150 Local Transport	481,260	\$481,260	0	0
160 Total TS - Switched	1,501,119	1,501,119	0	0

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

RTE-1

Filing Date: 6/16/2004

Filing Entity: Coastal Utilities, Inc.

Transmittal Number: 96

COSA: 220356

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

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	7/1/2003 Rate (A)	Current Effective Rate (B)	Proposed 7/1/2004 Rate (C)	% Change 7/1/2003 7/1/2004 (D)	% Change Current 7/1/2004 (E)
Switched Access					
100 Premium CCL Term. (\$/MOU)	0.00000000	0.00000000	0.00000000	0.00%	0.00%
	----	----	----	----	----
110 N.P. CCL Term. (\$/MOU)	0.00000000	0.00000000	0.00000000	0.00%	0.00%
	----	----	----	----	----
120 Premium Switching (\$/MOU)	0.006680	0.006680	0.005545	-16.99%	-16.99%
	----	----	----	----	----
130 N.P. Switching (\$/MOU)	0.00000000	0.00000000	0.00000000	0.00%	0.00%
	----	----	----	----	----
140 Equal Access	0.00000000	0.00000000	0.00000000	0.00%	0.00%
	----	----	----	----	----
End User Common Line					
150 Multi-line Business (\$/Month)	0.00	0.00	0.00	0.00%	0.00%
	----	----	----	----	----
160 Residential & Single Line Bus.	0.00	0.00	0.00	0.00%	0.00%

RTE-1
Filing Date: 6/16/2004
Filing Entity: Coastal Utilities, Inc.
Transmittal Number: 96
COSA: 220356

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

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	7/1/2003 Rate (A)	Current Effective Rate (B)	Proposed 7/1/2004 Rate (C)	% Change 7/1/2003 7/1/2004 (D)	% Change Current 7/1/2004 (E)
Local Transport Rates					
170 Prem. LT (\$/MOU, Avg. Mileage)	0.000105	0.000105	0.000130	23.81%	23.81%
	----	----	----	----	----
180 N.P. LT (\$/MOU, Avg. Mileage)	0.00000000	0.00000000	0.00000000	0.00%	0.00%
	----	----	----	----	----
190 DS1 Entr. Facility (\$/Circuit)	90.91	90.91	73.95	-18.66%	-18.66%
	----	----	----	----	----
200 DS1 Direct Trunk (\$/Circuit)	101.06	101.06	106.01	4.90%	4.90%
	----	----	----	----	----
210 Tdm Sw. Transport ((\$/Circuit)	0.000465	0.000465	0.000665	43.01%	43.01%
	----	----	----	----	----
220 Tdm. Switching (\$/Tdm. MOU)	0.000000	0.000000	0.000000	0.00%	0.00%
	----	----	----	----	----
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)	0.00	0.00	0.00	0.00%	0.00%
	----	----	----	----	----
260 2-Wire VG (\$/Cir., Avg. Mileage)	29.71	29.71	28.76	-3.21%	-3.21%
	----	----	----	----	----
270 4-Wire VG (\$/Cir., Avg. Mileage)	38.54	38.54	37.30	-3.22%	-3.22%

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

RTE-2
Filing Date: 6/16/2004
Filing Entity: Coastal Utilities, Inc.
Transmittal Number: 96
COSA: 220356

Rate-of-Return
Revenue Price-outs
Using 2003 Demand

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	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 Multi-line Business	0	0	0	0	0
	----	----	----	----	----
110 Residential & Single Line Bus.	0	0	0	0	0
	----	----	----	----	----
120 Carrier Common Line	0	0	0	0	0
	----	----	----	----	----
130 Special Access	3,359,540	3,359,540	0	\$2,271,492	(1,088,048)
	----	----	----	----	----
140 Local Switching	1,244,369	1,244,369	0	\$1,019,859	(224,510)
	----	----	----	----	----
150 Equal Access	0	0	0	0	0
	----	----	----	----	----
160 Information	0	0	0	0	0
	----	----	----	----	----
170 Local Transport	438,135	438,135	0	\$481,498	43,363

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

RTE-3
Filing Date: 6/16/2004
Filing Entity: Coastal Utilities, Inc.
Transmittal Number: 96
COSA: 220356

Rate-of-Return TRP
COSA's for which Rates
are Averaged or Pooled

Rate-of-Return TRP
COSA's for Which Rates
are Averaged or Pooled

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		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)
COSA									
100	220356 Coastal Utilities	NECA	NECA	NECA	JSI	JSI	JSI	JSI	JSI
110									
120									
130									
140									
150									
160									
170									
180									
190									
200									
210									
220									
230									

Notes: Companies should list all COSA's for which rates are averages or pooled.

DMD-1

Filing Date:

6/16/2004

Filing Entity:

Coastal Utilities, Inc.

Transmittal Number: 96

COSA:

220356

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Rate-of-Return TRP

Common Line

Minutes-of-Use

	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	0	0	0	0	0	0
110 2nd Qtr. 2000	0	0	0	0	0	0
120 3rd Qtr. 2000	0	0	0	0	0	0
130 4th Qtr. 2000	0	0	0	0	0	0
140 1st Qtr. 2001	0	0	0	0	0	0
150 2nd Qtr. 2001	0	0	0	0	0	0
160 3rd Qtr. 2001	0	0	0	0	0	0
170 4th Qtr. 2001	0	0	0	0	0	0
180 1st Qtr. 2002	0	0	0	0	0	0
190 2nd Qtr. 2002	0	0	0	0	0	0
200 3rd Qtr. 2002	0	0	0	0	0	0
210 4th Qtr. 2002	0	0	0	0	0	0
	----	----	----	----	----	----
220 Pycos Year, 1/03 - 12/03	0	0	0	0	0	0
	----	----	----	----	----	----
230 Test Year, 7/04 - 6/05	0	0	0	0	0	0

DMD-1

Filing Date:

6/16/2004

Filing Entity:

Coastal Utilities, Inc.

Transmittal Number: 96

COSA: 220356

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Rate-of-Return TRP

Common Line

Minutes-of-Use

Historical	Total Originating (A)	Total Terminating (B)	Grand Total (C)	Chargeable Originating (D)	Chargeable Terminating (E)
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:

Coastal Utilities, Inc.

Transmittal Number:

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220356

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Rate-of-Return TRP

Traffic Sensitive

Minutes-of-Use

Historical	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)
100 1st Qtr. 2000	50,201,185	0	50,201,185	50,201,185	0	0
110 2nd Qtr. 2000	51,504,081	0	51,504,081	51,504,081	0	0
120 3rd Qtr. 2000	50,975,208	0	50,975,208	50,975,208	0	0
130 4th Qtr. 2000	48,114,784	0	48,114,784	48,114,784	0	0
140 1st Qtr. 2001	50,712,623	0	50,712,623	50,712,623	0	0
150 2nd Qtr. 2001	50,812,563	0	50,812,563	50,812,563	0	0
160 3rd Qtr. 2001	49,559,961	0	49,559,961	49,559,961	0	0
170 4th Qtr. 2001	48,449,542	0	48,449,542	48,449,542	0	0
180 1st Qtr. 2002	47,909,092	0	47,909,092	47,909,092	0	0
190 2nd Qtr. 2002	48,378,615	0	48,378,615	48,378,615	0	0
200 3rd Qtr. 2002	47,318,661	0	47,318,661	47,318,661	0	0
210 4th Qtr. 2002	45,065,490	0	45,065,490	45,065,490	0	0
	----	----	----	----	----	----
220 Pycos Year, 1/03 - 12/03	186,282,801	0	186,282,801	186,282,801	0	0
	----	----	----	----	----	----
230 Test Year, 7/04 - 6/05	183,924,025	0	183,924,025	183,924,025	0	0

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.

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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)	7/04 - 6/05 Interoffice Miles (F)
100 Metallic	0	0	0	0	0	0
110 Telegraph	0	0	0	0	0	0
120 VG less WATS	432	432	6876	336	336	5436
130 WATS	0	0	0	0	0	0
140 full-time Audio	0	0	0	0	0	0
150 High Capacity	1512	1512	16824	1512	1512	16824

DMD-3

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Common Line

Revenue and Demand

	1/03 - 12/03 Historical Revenue (A)	1/03 - 12/03 Historical MOU or Lines (B)	7/04 - 6/05 Test Year Revenue (C)	7/04 - 6/05 Test Year MOU or Lines (D)
100 End User Common Line, Total	0	0	0	0
110 Residential	0	0	0	0
120 Single Line Business	0	0	0	0
130 Multi-line Business	0	0	0	0
140 Special Access Surcharge	0	0	0	0
150 Carrier Common Line	0	0	0	0
160 Total Common Line Revenue	0	n/a	0	n/a

DMD-4**Filing Date:****6/16/2004****Filing Entity:****Coastal Utilities, Inc.****Transmittal Number:****96****COSA:****220356****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	183,924,025
110 Pycos Year,	1/03 - 12/03		0	186,282,801
		----		----
120 Test Year	7/03 - 6/04		0	NA
130 Pycos Year,	1/02 - 12/02		0	188,671,858
		----		----
140 Test Year	7/02 - 6/03		0	184,551,953
150 Pycos Year,	1/01 - 12/01		0	199,534,689
		----		----
160 Test Year	7/01 - 6/02		0	192,367,197
170 Pycos Year,	1/00 - 12/00		0	200,224,375

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

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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	DSI	DS3	VG	DS1	DS3
	(A)	(B)	(C)	(D)	(E)	(F)
100 Entrance Facility	0.00	0.00	24.00	0.00	0.00	24.00
110 Direct Trunked Transport	0.00	0.00	0.00	0.00	0.00	0.00

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

ERN-1

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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	13.70%	16.60%	11.25%
110 Carrier Common Line	11.32%	11.25%	11.25%
120 Special Access	26.26%	23.27%	11.25%
130 Local Switching	8.38%	17.05%	11.25%
140 Information	0.00%	0.00%	0.00%
150 Local Transport	35.11%	23.11%	11.25%
160 Traffic Sensitive Switched, Total	11.58%	20.46%	11.25%

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Rate-of-Return TRP
Base Study Factor

	Actual 1998 (A)	Actual 1999 (B)	Actual 2000 (C)	Actual 2001 (D)	Actual 2002 (E)	Prospective 2004 (F)
Relative MOU's - Tandem Switching						
100 Interstate	-	-	-	-	-	-
110 Total Company	-	-	-	-	-	-
120 IS Factor	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
Host/Remote MOU's						
130 Interstate	73,274,680	93,314,974	100,090,883	100,090,883	100,090,883	100,090,883
140 Total Company	241,639,637	309,444,670	343,576,954	343,576,954	343,576,954	343,576,954
150 IS Factor	30.3239%	30.1556%	29.1320%	29.1320%	29.1320%	29.1320%
Host/Remote MOU Miles						
160 Interstate	1,699,841,031	1,781,442,214	1,905,630,479	1,905,630,479	1,905,630,479	1,905,630,479
170 Total Company	5,574,484,029	5,856,920,232	6,512,033,981	6,512,033,981	6,512,033,981	6,512,033,981
180 IS Factor	30.4932%	30.4160%	29.2632%	29.2632%	29.2632%	29.2632%
Conversation Minutes						
190 Interstate	185,043,502	199,494,938	214,850,926	214,850,926	214,850,926	214,850,926
200 Total Company	275,585,835	293,238,815	324,884,782	324,884,782	324,884,782	324,884,782
210 IS Factor	67.1455%	68.0316%	66.1314%	66.1314%	66.1314%	66.1314%
Conversation Minute Miles						
220 Interstate	3,071,722,133	3,580,934,137	3,817,900,955	3,817,900,955	3,817,900,955	3,817,900,955
230 Total Company	4,574,724,861	5,263,636,729	5,773,202,576	5,773,202,576	5,773,202,576	5,773,202,576
240 IS Factor	67.1455%	68.0316%	66.1314%	66.1314%	66.1314%	66.1314%

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

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Rate-of-Return TRP

Verification of WDEM

Year	Interstate DEM MOU (A)	Intrastate DEM MOU (B)	Local DEM MOU (C)	Total DEM MOU (D)	Interstate MDEM Factor (E)	No. of Switched Access Lines (F)	Part 36.125(e) Historical Weighting (G)	Interstate WDEM Factor (H)
1996	178,304,413	87,301,652	330,331,819	595,937,884	29.9200%	31,691	2	59.8399%
1997	183,562,302	94,071,518	347,437,705	625,071,525	29.3666%	33,313	2	58.7332%
1998	185,151,230	93,158,189	368,778,593	647,088,012	28.6130%	35,495	2	57.2260%
1999	199,530,848	96,499,909	395,662,119	691,692,876	28.8467%	38,176	2	57.6935%
2000	214,850,926	112,475,682	439,075,075	766,401,683	28.0337%	39,788	2	56.0674%
2001	214,850,926	112,475,682	439,075,075	766,401,683	28.0337%	40,732	2	56.0674%
2002	214,850,926	112,475,682	439,075,075	766,401,683	28.0337%	40,732	2	56.0674%