

Letter Filing of 5/2/2005

Appendix B-2: 2005 Annual Filing, Short Form (COSAAS05.WK4)

TRS Exogenous Cost Recovery

July 1, 2004 through June 30, 2005

	2002 Annual Interstate	TM # 358 10/1/2003	04/01/2004	One Time Prior Year Adjustment	2003 Annual Interstate End User Revenues	07/04-06/05 0.00356	7/04-6/05 Exogenous	TM #459 and 460 total 7/04-6/05 Exogenous
	(A)	(B)=(A)*.00149	C=A*0.0022	D=C-B	(E)	(F)=(E)*0.00356	(G)=F-B	(H)=D+G
COAZ	825,484	1,230	1,816	586	905,101	3,222	1,992	2,578
COCA	30,002,084	44,703	66,005	21,301	35,282,786	125,607	80,904	102,205
COIL	13,488,177	20,097	29,674	9,577	14,139,870	50,338	30,241	39,817
COIN	18,487,656	27,547	40,673	13,126	19,587,095	69,730	42,183	55,310
CONV	3,591,894	5,352	7,902	2,550	4,061,725	14,460	9,108	11,658
CONC	12,537,314	18,681	27,582	8,901	13,228,778	47,094	28,414	37,315
COPT	10,482,150	15,618	23,061	7,442	11,451,945	40,769	25,151	32,593
COTX	10,074,965	15,012	22,165	7,153	10,650,699	37,916	22,905	30,058
COVA	58,244,095	86,784	128,137	41,353	62,429,467	222,249	135,465	176,819
COWA	8,754,373	13,044	19,260	6,216	10,417,368	37,086	24,042	30,257
GSTC	166,488,192	248,067	366,274	118,207	182,154,834	648,471	400,404	518,610

July 1, 2005 through June 30, 2006

	2004 Annual Interstate End User Revenues	7/04-6/05 0.00356	7/05-6/06 0.00528	7/05-6/06 Exogenous	Removal of One time Prior Year Adjustment	Total 7/05-6/06 Exogenous
	(A)	(B)=(F)	(C)=(A)*0.00528	(D)=C-B	(E)=(-D/E* A)	(F)=D+E
COAZ	885,784	3,222	4,677	1,455	-574	881
COCA	44,104,723	125,607	232,873	107,266	-26,628	80,639
COIL	13,085,655	50,338	69,092	18,754	-8,863	9,892
COIN	18,689,681	69,730	98,682	28,951	-12,525	16,427
CONV	3,972,177	14,460	20,973	6,513	-2,494	4,019
CONC	13,278,486	47,094	70,110	23,016	-8,935	14,081
COPT	10,984,348	40,769	57,997	17,228	-7,138	10,090
COTX	10,276,540	37,916	54,260	16,344	-6,902	9,442
COVA	67,247,451	222,249	355,067	132,818	-44,545	88,273
COWA	11,275,488	37,086	59,535	22,449	-6,728	15,721
Total GSTC	193,800,332	648,471	1,023,266	374,795	-125,330	249,464

	Common Line End User 499	Special End User 499	PC Interexchange End User 499	Excluded Revenues	Total Revenue
2004 End User Revenues					
Allocation Basis					
COAZ	Allocation Basis	88.0475%	4.0532%	0.0000%	7.8992%
COCA	Allocation Basis	89.0704%	10.7690%	0.0000%	0.1605%
COIL	Allocation Basis	86.9069%	11.7774%	0.0000%	1.3157%
COIN	Allocation Basis	92.0967%	5.6937%	0.0000%	2.2096%
CONV	Allocation Basis	96.1467%	3.4332%	0.0000%	0.4202%

CONC	Allocation Basis	96.7628%	3.2203%	0.0000%	0.0169%	100.0000%
COPT	Allocation Basis	95.5542%	3.6401%	0.0000%	0.8057%	100.0000%
COTX	Allocation Basis	97.4208%	2.5724%	0.0000%	0.0068%	100.0000%
COVA	Allocation Basis	85.7087%	13.1770%	0.0000%	1.1143%	100.0000%
COWA	Allocation Basis	81.5809%	18.4083%	0.0000%	0.0108%	100.0000%

					Total Exogenous	Total Price Cap Exogenous	
COAZ		776	36	0	70	881	812
COCA		71,825	8,684	0	129	80,639	80,509
COIL		8,597	1,165	0	130	9,892	9,762
COIN		15,128	935	0	363	16,427	16,064
CONV		3,864	138	0	17	4,019	4,002
CONC		13,625	453	0	2	14,081	14,079
COPT		9,641	367	0	81	10,090	10,009
COTX		9,198	243	0	1	9,442	9,441
COVA		75,658	11,632	0	984	88,273	87,289
COWA		12,825	2,894	0	2	15,721	15,719
		221,138	26,547		1,779	249,464	247,686