

COS-1(P)
Filing Date: 6/16/2006
Filing Entity: Rock Hill Telephone Company
Transmittal Number : 120
COSA: 0542AN06

Rate-of Return TRP
Cost Analysis Summary
Test Year, 7/06 - 7/07

Page 1 of 32

	Total Company (A)	Part 64 Adjustments (B)	Other Adjustments (C)	Subject to Separations (D)	Total Interstate (E)	Billing & Collection (F)	Interstate Inter- exchange (G)	Interstate WBIAS (H)	ROR Regulated I/S Access (I)
Revenues									
100 Network Access	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	12,642,557
110 Uncollectibles	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0
120 Common Line Support	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0
130 Long Term	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0
140 Transitional	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0
150 Miscellaneous	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0
160 Net Revenues	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	12,642,557
Expenses									
170 Plant Specific	n/a	n/a	n/a	n/a	1,765,854	0	12,281	40,878	1,712,695
171 Network Support	365,395	187,701	0	553,096	176,546	0	0	4,887	171,659
172 General Support	2,247,493	(433,459)	(347,959)	1,466,075	467,966	0	0	12,953	455,013
173 Central Office	2,087,446	(18,920)	0	2,068,526	738,995	0	12,281	21,851	704,863
174 Operator Systems	34,919	(541)	0	34,378	12,281	0	12,281	0	0
175 COE Switching	1,641,659	(530,359)	0	1,111,300	397,020	0	0	0	397,020
176 COE Transmission	410,868	511,980	0	922,848	329,694	0	0	21,851	307,843
177 IOT	0	0	0	0	0	0	0	0	0
178 Cable & Wire Facilities	1,520,800	(28,984)	(148,188)	1,343,628	382,347	0	0	1,187	381,160
180 Plant Non-Sp. Less Dep/Amor	n/a	n/a	n/a	n/a	2,413,113	0	0	39,861	2,373,252
190 Depreciation / Amortization	7,891,139	(123,128)	(290,919)	7,477,092	2,359,066	0	0	54,590	2,304,476
200 Customer Operations	n/a	n/a	n/a	n/a	1,735,901	670,140	0	14,917	1,050,844
201 Marketing	1,413,932	0	0	1,413,932	434,541	0	0	12,028	422,513
202 Local Business Office	2,681,251	(503,644)	0	2,177,607	702,750	184,981	0	0	517,769
203 Revenue Accounting	753,998	0	0	753,998	391,533	340,654	0	55	50,824
204 Other Billing & Collection	510,019	0	0	510,019	170,006	144,505	0	2,834	22,667
210 Access	n/a	n/a	n/a	n/a	0	n/a	0	0	n/a
220 Corporate Operations	n/a	n/a	n/a	n/a	1,904,660	215,793	3,955	30,802	1,654,110
230 AFUDC	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0
240 Other Exp. & Adjustments	n/a	n/a	n/a	n/a	6,276	0	0	174	6,102
250 Taxes Other than FIT	n/a	n/a	n/a	n/a	814,050	2,658	49	21,899	789,444
260 Total Exp and Other Taxes	n/a	n/a	n/a	n/a	10,998,920	888,591	16,285	203,121	9,890,923
FIT Adjustments									
270 Adjustment for FIT	250,715	0	0	250,715	77,914	0	0	2,156	75,758
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	n/a	936,557
300 Total Expenses & Taxes	n/a	n/a	n/a	n/a	10,921,006	n/a	n/a	n/a	10,751,722
Telephone Plant in Service									
310 General Support	48,207,815	(7,849,603)	0	40,358,212	12,882,204	0	1	356,574	12,525,629
320 Central Office Equip-Switch	44,061,314	(698,409)	(15,234,866)	28,128,039	5,485,666	0	2	0	5,485,664
321 Operator Systems	2,352,657	0	(8,054)	2,344,603	2	0	2	0	0
322 Tandem Switching	1,540,873	0	0	1,540,873	937,808	0	0	0	937,808
323 Local Switching Cat. 3	40,167,784	(698,409)	(15,226,812)	24,242,563	4,547,856	0	0	0	4,547,856
324 Equal Access	0	0	0	0	0	0	0	0	0
330 Central Office Equip-Trans	17,063,901	(517,595)	14,890,887	31,437,193	15,794,431	0	0	1,046,780	14,747,651
331 Subscriber Lines	4,287,252	(517,595)	14,890,887	18,660,544	4,763,702	0	0	0	4,763,702
332 Exchange Circuit	1,136,018	0	0	1,136,018	1,046,780	0	0	1,046,780	0
333 Interexchange Circuit	11,606,880	0	0	11,606,880	9,974,542	0	0	0	9,974,542
334 Host Remote	33,751	0	0	33,751	9,407	0	0	0	9,407
340 Cable & Wire	67,120,425	(1,661,163)	0	65,459,262	18,627,296	0	0	57,838	18,569,458
341 Subscriber Lines	64,337,629	(1,661,163)	0	62,676,466	16,000,175	0	0	0	16,000,175
342 Exchange	2,607,344	0	0	2,607,344	2,527,928	0	0	0	2,527,928
343 Interexchange	140,938	0	0	140,938	89,574	0	0	57,838	31,736
344 Host Remote	34,514	0	0	34,514	9,619	0	0	0	9,619
350 Info Orig/Term Equipment	0	0	0	0	0	0	0	0	0
360 Amortizable Assets	48,933	0	0	48,933	15,619	0	0	432	15,187
370 Total Plant In Service	176,502,388	(10,726,770)	(343,979)	165,431,639	52,805,216	0	3	1,461,624	51,343,589
Adjustments to TPIS									
380 Depr / Amor Reserve	121,750,627	(3,582,616)	(11,616,929)	106,551,082	37,841,340	0	1	1,089,495	36,751,844
390 Accum Deferred Income Tax	0	0	0	0	0	0	0	0	0
400 Other Rate Base Adjust.	n/a	n/a	n/a	n/a	1,572,626	0	0	43,530	1,529,096
Return Data									
410 Average Rate Base	n/a	n/a	n/a	n/a	16,536,502	n/a	n/a	n/a	16,120,841
420 Return	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	1,815,077
430 Rate of Return	n/a	n/a	n/a	n/a	n/a	n/a	11.25%	11.25%	11.26%

	Pay Phone (J)	Inside Wire (K)	BFP (L)	Total Common Line (M)	Local Switching (N)	Equal Access (O)	SS7 (P)	Information (Q)	Tandem Switching (R)	Local Transport (S)	Host Remote (T)	Total Switched Traffic Sensitive (U)
Revenues												
100 Network Access	0	0	7,564,845	7,564,845	904,720	0	0	50,186	469,312	733,771	5,343	2,163,332
110 Uncollectibles	0	0	0	0	0	0	0	0	0	0	0	0
120 Common Line Support	0	0	0	0	0	n/a	n/a	n/a	n/a	n/a	n/a	n/a
130 Long Term	0	0	0	0	0	n/a	n/a	n/a	n/a	n/a	n/a	n/a
140 Transitional	0	0	0	0	0	n/a	n/a	n/a	n/a	n/a	n/a	n/a
150 Miscellaneous	0	0	0	0	0	0	0	0	0	0	0	0
160 Net Revenues	0	0	7,564,845	7,564,845	904,720	0	0	50,186	469,312	733,771	5,343	2,163,332
Expenses												
170 Plant Specific	0	0	738,024	738,024	251,677	0	0	0	233,938	105,658	700	591,973
171 Network Support	0	0	88,827	88,827	20,119	0	0	0	4,149	12,628	84	36,980
172 General Support	0	0	235,451	235,451	53,330	0	0	0	10,997	33,473	223	98,023
173 Central Office	0	0	96,157	96,157	178,228	0	0	0	218,792	57,917	196	455,133
174 Operator Systems	0	0	0	0	0	0	0	0	0	0	0	0
175 COE Switching	0	0	0	0	178,228	0	0	0	218,792	0	0	397,020
176 COE Transmission	0	0	96,157	96,157	0	0	0	0	0	57,917	196	58,113
177 IOT	0	0	0	0	0	0	0	0	0	0	0	0
178 Cable & Wire Facilities	0	0	317,589	317,589	0	0	0	0	0	1,640	197	1,837
180 Plant Non-Sp. Less Dep/Amor	0	0	1,697,579	1,697,579	164,115	0	0	0	33,841	103,008	687	301,651
190 Depreciation / Amortization	0	0	1,449,390	1,449,390	103,353	0	0	0	21,313	138,862	1,213	264,741
200 Customer Operations	0	0	510,887	510,887	109,171	0	0	37,790	22,511	68,521	457	238,450
201 Marketing	0	0	218,635	218,635	49,520	0	0	10,211	31,082	207	91,020	91,020
202 Local Business Office	0	0	266,751	266,751	47,980	0	0	720	12,300	27,659	250	88,909
203 Revenue Accounting	0	0	0	0	11,670	0	0	0	0	9,780	0	21,450
204 Other Billing & Collection	0	0	25,501	25,501	0	0	0	0	0	0	0	0
210 Access	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
220 Corporate Operations	0	0	948,807	948,807	169,044	0	0	12,168	93,477	89,258	594	364,541
230 AFUDC	0	0	0	0	0	0	0	0	0	0	0	0
240 Other Exp. & Adjustments	0	0	246,040	246,040	(230,559)	0	0	78	(6,308)	(9,645)	(71)	(246,505)
250 Taxes Other than FIT	0	0	419,199	419,199	88,003	0	0	150	18,887	56,614	387	164,041
260 Total Exp and Other Taxes	0	0	6,009,926	6,009,926	654,804	0	0	50,186	417,659	552,276	3,967	1,678,892
FIT Adjustments												
270 Adjustment for FIT	0	0	39,202	39,202	8,879	0	0	0	1,613	5,783	45	16,320
280 Amortized ITC	0	0	0	0	0	0	0	0	0	0	0	0
290 Federal Income Taxes	0	0	530,501	530,501	84,363	0	0	0	17,514	61,499	466	163,842
300 Total Expenses & Taxes	0	0	6,501,225	6,501,225	730,288	0	0	50,186	433,560	607,992	4,388	1,826,414
Telephone Plant in Service												
310 General Support	0	0	6,481,522	6,481,522	1,468,059	0	0	0	302,727	921,435	6,142	2,698,363
320 Central Office Equip-Switch	0	0	0	0	4,547,856	0	0	0	937,808	0	0	5,485,664
321 Operator Systems	0	0	0	0	0	0	0	0	0	0	0	0
322 Tandem Switching	0	0	0	0	0	0	0	0	937,808	0	0	937,808
323 Local Switching Cat. 3	0	0	0	0	4,547,856	0	0	0	0	0	0	4,547,856
324 Equal Access	0	0	0	0	0	0	0	0	0	0	0	0
330 Central Office Equip-Trans	0	0	4,606,556	4,606,556	0	0	0	0	0	2,774,591	9,407	2,783,998
331 Subscriber Lines	0	0	4,606,556	4,606,556	0	0	0	0	0	0	0	0
332 Exchange Circuit	0	0	0	0	0	0	0	0	0	0	0	0
333 Interexchange Circuit	0	0	0	0	0	0	0	0	0	2,774,591	0	2,774,591
334 Host Remote	0	0	0	0	0	0	0	0	0	0	9,407	9,407
340 Cable & Wire	0	0	15,472,358	15,472,358	0	0	0	0	0	79,896	9,619	89,515
341 Subscriber Lines	0	0	15,472,358	15,472,358	0	0	0	0	0	0	0	0
342 Exchange	0	0	0	0	0	0	0	0	0	0	0	0
343 Interexchange	0	0	0	0	0	0	0	0	0	79,896	0	79,896
344 Host Remote	0	0	0	0	0	0	0	0	0	0	9,619	9,619
350 Info Orig/Term Equipment	0	0	0	0	0	0	0	0	0	0	0	0
360 Amortizable Assets	0	0	7,858	7,858	1,780	0	0	0	367	1,118	7	3,272
370 Total Plant In Service	0	0	26,568,294	26,568,294	6,017,695	0	0	0	1,240,902	3,777,040	25,175	11,060,812
Adjustments to TPIS												
380 Depr / Amor Reserve	0	0	18,253,600	18,253,600	4,725,333	0	0	0	974,038	2,823,263	17,830	8,540,464
390 Accum Deferred Income Tax	0	0	0	0	0	0	0	0	0	0	0	0
400 Other Rate Base Adjust.	0	0	791,248	791,248	179,217	0	0	0	36,590	112,860	742	329,409
Return Data												
410 Average Rate Base	0	0	9,105,942	9,105,942	1,471,579	0	0	0	303,454	1,066,637	8,087	2,849,757
420 Return	0	0	1,024,418	1,024,418	165,553	0	0	0	34,139	119,996	910	320,598
430 Rate of Return	0.00%	0.00%	11.25%	11.25%	11.25%	0.00%	0.00%	0.00%	11.25%	11.25%	11.25%	11.25%

COS-1(P)
Filing Date: 6/16/2006
Filing Entity: Rock Hill Telephone Compan
Transmittal Number : 120
COSA: 0542AN06

Page 3 of 32

	Special Access (V)
Revenues	
100 Network Access	2,914,381
110 Uncollectibles	0
120 Common Line Support	n/a
130 Long Term	n/a
140 Transitional	n/a
150 Miscellaneous	0
160 Net Revenues	2,914,381

Expenses	
170 Plant Specific	382,698
171 Network Support	45,852
172 General Support	121,539
173 Central Office	153,573
174 Operator Systems	0
175 COE Switching	0
176 COE Transmission	153,573
177 IOT	0
178 Cable & Wire Facilities	61,734
180 Plant Non-Sp. Less Dep/Amor	374,022
190 Depreciation / Amortization	590,345
200 Customer Operations	301,507
201 Marketing	12,028
202 Local Business Office	162,054
203 Revenue Accounting	26,595
204 Other Billing & Collection	0
210 Access	n/a
220 Corporate Operations	340,762
230 AFUDC	0
240 Other Exp. & Adjustments	6,143
250 Taxes Other than FIT	208,911
260 Total Exp and Other Taxes	2,204,388

FIT Adjustments	
270 Adjustment for FIT	20,236
280 Amortized ITC	0
290 Federal Income Taxes	241,415

300 Total Expenses & Taxes	2,425,567

Telephone Plant in Service	
310 General Support	3,345,744
320 Central Office Equip-Switch	0
321 Operator Systems	0
322 Tandem Switching	0
323 Local Switching Cat. 3	0
324 Equal Access	0
330 Central Office Equip-Trans	7,357,097
331 Subscriber Lines	157,146
332 Exchange Circuit	6,927,737
333 Interexchange Circuit	272,214
334 Host Remote	0
340 Cable & Wire	3,007,585
341 Subscriber Lines	527,817
342 Exchange	2,470,090
343 Interexchange	9,678
344 Host Remote	0
350 Info Orig/Term Equipment	0
360 Amortizable Assets	4,057
370 Total Plant In Service	13,714,483

Adjustments to TPIS	
380 Depr / Amor Reserve	9,957,780
390 Accum Deferred Income Tax	0
400 Other Rate Base Adjust.	408,439

Return Data	
410 Average Rate Base	4,165,142
420 Return	468,578
430 Rate of Return	11.25%

	Total Company	Part 64 Adjustments	Other Adjustments	Subject to Separations	Total Interstate	Billing & Collection	Interstate Inter-exchange	Interstate WBIAS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
Revenues								
100 Network Access	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
110 Uncollectibles	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	n/a
130 Long Term Transitional	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
140 Miscellaneous	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
150 Net Revenues	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
	----	----	----	----	----	----	----	----
Expenses								
170 Plant Specific	n/a	n/a	n/a	n/a	1,623,842	0	0	0
171 Network Support	402,874	0	187,701	590,575	182,524	0	0	0
172 General Support	2,170,587	(433,459)	(347,959)	1,389,169	429,339	0	0	0
173 Central Office	1,854,121	(24,815)	5,895	1,835,201	619,531	0	9,953	0
174 Operator Systems	30,024	0	(541)	29,483	9,953	0	9,953	0
175 COE Switching	1,424,876	(24,815)	(461,247)	938,814	316,927	0	0	0
176 COE Transmission	399,221	0	467,683	866,904	292,651	0	904	0
177 IOT	0	0	0	0	0	0	0	0
178 Cable & Wire Facilities	1,559,996	(28,984)	(148,188)	1,382,824	392,448	0	0	0
180 Plant Non-Sp. Less Dep/Amor	n/a	n/a	n/a	n/a	2,039,690	0	0	0
190 Depreciation / Amortization	9,061,355	(288,355)	(119,614)	8,653,386	2,823,693	0	0	0
200 Customer Operations	n/a	n/a	n/a	n/a	1,668,839	0	663,438	0
201 Marketing	1,283,774	0	0	1,283,774	394,540	0	0	0
202 Local Business Office	3,230,701	0	(1,133,601)	2,097,100	676,769	0	178,279	0
203 Revenue Accounting	0	0	753,998	753,998	391,533	0	340,654	0
204 Other Billing & Collection	0	0	510,019	510,019	170,006	0	144,505	0
210 Access	n/a	n/a	n/a	n/a	0	n/a	0	0
220 Corporate Operations	n/a	n/a	n/a	n/a	1,745,780	3,259	217,205	0
230 AFUDC	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
240 Other Exp. & Adjustments	n/a	n/a	n/a	n/a	5,975	0	0	0
250 Taxes Other than FIT	n/a	n/a	n/a	n/a	722,780	2,642	79	0
260 Total Exp and Other Taxes	n/a	n/a	n/a	n/a	10,630,599	5,901	880,722	0
	----	----	----	----	----	----	----	----
FIT Adjustments								
270 Adjustment for FIT	487,430	0	0	487,430	147,817	0	0	0
280 Amortized ITC	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	n/a
	----	----	----	----	----	----	----	----
300 Total Expenses & Taxes	n/a	n/a	n/a	n/a	10,482,782	n/a	n/a	n/a
	----	----	----	----	----	----	----	----
Telephone Plant in Service								
310 General Support	42,548,392	(5,913,463)	0	36,634,930	11,322,460	0	1	0
320 Central Office Equip-Switch	39,857,927	(685,931)	(13,281,617)	25,890,379	5,116,082	0	2	0
321 Operator Systems	1,527,539	0	0	1,527,539	2	0	2	0
322 Tandem Switching	1,296,033	0	0	1,296,033	788,793	0	0	0
323 Local Switching Cat. 3	37,034,355	(685,931)	(13,281,617)	23,066,807	4,327,287	0	0	0
324 Equal Access	0	0	0	0	0	0	0	0
330 Central Office Equip-Trans	14,562,555	(284,998)	14,460,253	28,737,810	13,325,406	0	0	0
331 Subscriber Lines	4,832,703	(284,998)	14,460,253	19,007,958	4,843,016	0	0	0
332 Exchange Circuit	969,901	0	0	969,901	863,184	0	0	0
333 Interexchange Circuit	8,719,243	0	0	8,719,243	7,607,860	0	0	0
334 Host Remote	40,708	0	0	40,708	11,346	0	0	0</

	ROR Regulated I/S Access (I)	Pay Phone (J)	Inside Wire (K)	BFP (L)	Total Common Line (M)	Local Switching (N)	Equal Access (O)	SS7 (P)	Information (Q)	Tandem Switching (R)	Local Transport (S)	Host Remote (T)	Total Switched Traffic Sensitive (U)	Special Access (V)
Revenues														
100 Network Access	12,368,018	0	0	7,494,528	7,494,528	1,142,635	0	0	35,146	0	690,335	0	1,868,116	3,005,375
110 Uncollectibles	0	0	0	0	0	0	0	0	0	0	0	0	0	0
120 Common Line Support	0	0	0	0	0	0	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
130 Long Term	0	0	0	0	0	0	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
140 Transitional	0	0	0	0	0	0	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
150 Miscellaneous	0	0	0	0	0	0	0	0	0	0	0	0	0	0
160 Net Revenues	12,368,018	0	0	7,494,528	7,494,528	1,142,635	0	0	35,146	0	690,335	0	1,868,116	3,005,375
Expenses														
170 Plant Specific	1,623,842	0	0	758,757	758,757	232,214	0	0	0	0	243,661	0	475,875	379,257
171 Network Support	182,524	0	0	97,959	97,959	21,973	0	0	0	0	13,363	0	35,336	49,229
172 General Support	429,339	0	0	230,424	230,424	51,685	0	0	0	0	31,432	0	83,117	115,798
173 Central Office	609,578	0	0	103,099	103,099	158,556	0	0	0	0	197,714	0	356,270	150,209
174 Operator Systems	0	0	0	0	0	0	0	0	0	0	0	0	0	0
175 COE Switching	316,927	0	0	0	0	158,556	0	0	0	0	158,371	0	316,927	0
176 COE Transmission	292,651	0	0	103,099	103,099	0	0	0	0	0	39,343	0	39,343	150,209
177 IOT	0	0	0	0	0	0	0	0	0	0	0	0	0	0
178 Cable & Wire Facilities	392,448	0	0	327,275	327,275	0	0	0	0	0	1,152	0	1,152	64,021
180 Plant Non-Sp. Less Dep/Amor	2,039,690	0	0	1,479,719	1,479,719	145,500	0	0	0	0	88,486	0	233,986	325,985
190 Depreciation / Amortization	2,823,693	0	0	1,654,618	1,654,618	134,989	0	0	0	0	187,251	0	322,240	846,835
200 Customer Operations	1,005,401	0	0	502,360	502,360	108,357	0	0	36,677	0	65,896	0	210,930	292,111
201 Marketing	394,540	0	0	211,748	211,748	47,496	0	0	0	0	28,884	0	76,380	106,412
202 Local Business Office	498,490	0	0	265,111	265,111	47,640	0	0	687	0	28,972	0	77,299	156,080
203 Revenue Accounting	50,879	0	0	0	0	13,220	0	0	0	0	8,040	0	21,260	29,619
204 Other Billing & Collection	25,501	0	0	25,501	25,501	0	0	0	0	0	0	0	0	0
210 Access	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
220 Corporate Operations	1,525,316	0	0	897,329	897,329	159,137	0	0	12,008	0	130,316	0	301,461	326,526
230 AFUDC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
240 Other Exp. & Adjustments	5,975	0	0	233,069	233,069	(217,035)	0	0	0	0	(16,614)	0	(233,649)	6,476
250 Taxes Other than FIT	720,059	0	0	398,284	398,284	94,641	0	0	0	0	40,248	0	134,889	190,288
260 Total Exp and Other Taxes	9,743,976	0	0	5,924,136	5,924,136	657,803	0	0	48,685	0	739,244	0	1,445,732	2,367,478
FIT Adjustments														
270 Adjustment for FIT	147,817	0	0	79,332	79,332	17,795	0	0	0	0	10,822	0	28,617	39,868
280 Amortized ITC	0	0	0	0	0	0	0	0	0	0	0	0	0	0
290 Federal Income Taxes	866,679	0	0	521,871	521,871	163,463	0	0	(4,603)	0	(20,906)	0	137,954	209,310
300 Total Expenses & Taxes	10,462,838	0	0	6,366,675	6,366,675	803,471	0	0	44,082	0	707,516	0	1,555,069	2,536,920
Telephone Plant in Service														
310 General Support	11,322,459	0	0	6,076,691	6,076,691	1,363,037	0	0	0	0	828,923	0	2,191,960	3,053,808
320 Central Office Equip-Switch	5,116,080	0	0	0	0	4,327,287	0	0	0	0	788,793	0	5,116,080	0
321 Operator Systems	0	0	0	0	0	0	0	0	0	0	0	0	0	0
322 Tandem Switching	788,793	0	0	0	0	0	0	0	0	0	788,793	0	788,793	0
323 Local Switching Cat. 3	4,327,287	0	0	0	0	4,327,287	0	0	0	0	0	0	4,327,287	0
324 Equal Access	0	0	0	0	0	0	0	0	0	0	0	0	0	0
330 Central Office Equip-Trans	13,325,406	0	0	4,694,445	4,694,445	0	0	0	0	0	1,791,430	0	1,791,430	6,839,531
331 Subscriber Lines	4,843,016	0	0	4,694,445	4,694,445	0	0	0	0	0	0	0	0	148,571
332 Exchange Circuit	863,184	0	0	0	0	0	0	0	0	0	0	0	0	863,184
333 Interexchange Circuit	7,607,860	0	0	0	0	0	0	0	0	0	1,780,084	0	1,780,084	5,827,776
334 Host Remote	11,346	0	0	0	0	0	0	0	0	0	11,346	0	11,346	0
340 Cable & Wire	17,504,382	0	0	14,597,471	14,597,471	0	0	0	0	0	51,394	0	51,394	2,855,517
341 Subscriber Lines	15,059,454	0	0	14,597,471	14,597,471	0	0	0	0	0	0	0	0	461,983
342 Exchange	2,388,733	0	0	0	0	0	0	0	0	0	0	0	0	2,388,733
343 Interexchange	45,999	0	0	0	0	0	0	0	0	0	41,198	0	41,198	4,801
344 Host Remote	10,196	0	0	0	0	0	0	0	0	0	10,196	0	10,196	0
350 Info Orig/Term Equipment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
360 Amortizable Assets	15,123	0	0	8,116	8,116	1,821	0	0	0	0	1,107	0	2,928	4,079
370 Total Plant In Service	47,283,450	0	0	25,376,723	25,376,723	5,692,145	0	0	0	0	3,461,647	0	9,153,792	12,752,935
Adjustments to TPIS														
380 Depr / Amor Reserve	33,195,054	0	0	16,732,604	16,732,604	4,581,947	0	0	0	0	2,672,965	0	7,254,912	9,207,538
390 Accum Deferred Income Tax	(6,010)	0	0	(3,219)	(3,219)	(739)	0	0	0	0	(441)	0	(1,180)	(1,611)
400 Other Rate Base Adjust.	1,253,668	0	0	672,837	672,837	150,920	0	0	0	0	91,781	0	242,701	338,130
Return Data														
410 Average Rate Base	15,348,074	0	0	9,320,175	9,320,175	1,261,857	0	0	0	0	880,904	0	2,142,761	3,885,138
420 Return	1,757,363	0	0	1,048,521	1,048,521	321,369	0	0	(8,936)	0	(28,003)	0	284,430	428,587
430 Rate of Return	11.45%	0.00%	0.00%	11.25%	11.25%	25.47%	0.00%	0.00%	0.00%	0.00%	-3.18%	0.00%	13.27%	11.03%

COS-2

Filing Date:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number:

120

COSA:

0542AN06

Rate-of-Return TRP

7/06 - 6/07

Versus 2005 Actual

Page 6 of 32

	Common Line (A)	Traffic Sensitive Switched (B)	Traffic Sensitive Special (C)	Other Interstate (D)	Total Interstate (E)	Total Co. Subject to Separations (F)
Forecast, 7/06 - 6/07						
Revenue Requirement						
100 Depreciation/Amortization	1,449,390	264,741	590,345	54,590	2,359,066	7,477,092
105 Expense Less Dep & Amor	4,141,337	1,250,110	1,405,132	1,028,801	10,184,870	n/a
110 Taxes Less FIT	419,199	164,041	208,911	24,606	n/a	n/a
115 Return	1,024,418	320,598	468,578	n/a	n/a	n/a
120 FIT	530,501	163,842	241,415	n/a	n/a	n/a
125 Uncol., IDC & Other Adj.	0	0	0	n/a	n/a	n/a
130 Revenue Requirement	7,564,845	2,163,332	2,914,381	n/a	n/a	n/a
135 Access Service Revenue	7,564,845	2,163,332	2,914,381	n/a	n/a	n/a
	----	----	----	----	----	----
Rate Base						
140 Telephone Plant in Service	26,568,294	11,060,812	13,714,483	1,461,627	52,805,216	165,431,639
145 Rate Base Adjustments	791,248	329,409	408,439	43,530	1,572,626	n/a
150 Depreciation Reserves	18,253,600	8,540,464	9,957,780	1,089,496	37,841,340	106,551,082
155 Accum Deferred Income Tax	0	0	0	0	0	0
160 Average Rate Base	9,105,942	2,849,757	4,165,142	415,661	16,536,502	n/a
Actual, 1/05- 12/05						
Revenue Requirement						
200 Depreciation/Amortization	1,654,618	322,240	846,835	0	2,823,693	8,653,386
205 Expense Less Dep & Amor	3,871,234	988,603	1,330,355	883,902	7,084,126	n/a
210 Taxes Less FIT	398,284	134,889	190,288	2,721	n/a	n/a
215 Return	1,048,521	284,430	428,587	n/a	n/a	n/a
220 FIT	521,871	137,954	209,310	n/a	n/a	n/a
225 Uncol., IDC & Other Adj.	0	0	0	n/a	n/a	n/a
230 Revenue Requirement	7,494,528	1,868,116	3,005,375	n/a	n/a	n/a
235 Access Service Revenue	7,494,528	1,868,116	3,005,375	n/a	n/a	n/a
	----	----	----	----	----	----
Rate Base						
240 Telephone Plant in Service	25,376,723	9,153,792	12,752,935	3	47,283,453	152,990,252
245 Rate Base Adjustments	672,837	242,701	338,130	0	1,253,668	n/a
250 Depreciation Reserves	16,732,604	7,254,912	9,207,538	1	33,195,055	106,599,617
255 Accum Deferred Income Tax	(3,219)	(1,180)	(1,611)	0	(6,010)	(19,500)
260 Average Rate Base	9,320,175	2,142,761	3,885,138	2	15,348,076	n/a

COS-2

Filing Date:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number:

120

COSA:

0542AN06

Rate-of-Return TRP

7/06 - 6/07

Versus 2005 Actual

Page 7 of 32

	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	1,725,448	765,212	833,782	0	3,324,442	11,213,133
105 Expense Less Dep & Amor	4,048,015	830,106	1,137,645	814,005	10,154,307	n/a
110 Taxes Less FIT	432,947	156,252	193,745	0	n/a	n/a
115 Return	1,089,014	286,919	432,004	n/a	n/a	n/a
120 FIT	565,263	149,117	224,341	n/a	n/a	n/a
125 Uncol., IDC & Other Adj.	0	0	0	n/a	n/a	n/a
130 Revenue Requirement	7,860,687	2,187,606	2,821,517	n/a	n/a	n/a
135 Access Service Revenue	7,860,687	2,187,606	2,821,517	n/a	n/a	n/a
	----	----	----	----	----	----
Rate Base						
140 Telephone Plant in Service	26,538,927	10,295,275	12,360,862	2	49,195,066	165,250,259
145 Rate Base Adjustments	193,062	74,895	89,921	0	357,878	n/a
150 Depreciation Reserves	17,072,102	7,828,075	8,620,168	0	33,520,345	112,008,139
155 Accum Deferred Income Tax	(20,235)	(7,851)	(9,423)	0	(37,509)	(126,000)
160 Average Rate Base	9,680,122	2,549,946	3,840,038	2	16,070,108	n/a
Actual, 1/04 - 12/04						
Revenue Requirement						
200 Depreciation/Amortization	0	0	0	0	0	0
205 Expense Less Dep & Amor	0	0	0	0	0	n/a
210 Taxes Less FIT	0	0	0	0	0	n/a
215 Return	0	0	0	0	0	n/a
220 FIT	0	0	0	0	0	n/a
225 Uncol., IDC & Other Adj.	0	0	0	0	0	n/a
230 Revenue Requirement	0	0	0	0	0	n/a
235 Access Service Revenue	0	0	0	0	n/a	n/a
	----	----	----	----	----	----
Rate Base						
240 Telephone Plant in Service	0	0	0	0	0	0
245 Rate Base Adjustments	0	0	0	0	0	n/a
250 Depreciation Reserves	0	0	0	0	0	0
255 Accum Deferred Income Tax	0	0	0	0	0	0
260 Average Rate Base	0	0	0	0	0	n/a

COS-2

Filing Date:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number:

120

COSA:

0542AN06

Rate-of-Return TRP

7/06 - 6/07

Versus 2005 Actual

Page 8 of 32

	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						
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, 1/03 - 12/03						
Revenue Requirement						
200 Depreciation/Amortization	1,713,624	767,390	751,866	0	3,232,880	11,124,177
205 Expense Less Dep & Amor	3,656,739	748,909	1,017,310	781,539	6,204,496	n/a
210 Taxes Less FIT	429,368	153,434	171,845	0	n/a	n/a
215 Return	1,118,639	446,495	551,165	n/a	n/a	n/a
220 FIT	544,971	224,949	276,586	n/a	n/a	n/a
225 Uncol., IDC & Other Adj.	0	0	0	n/a	n/a	n/a
230 Revenue Requirement	7,463,341	2,341,177	2,768,772	n/a	n/a	n/a
235 Access Service Revenue	7,463,341	2,341,177	2,768,772	n/a	n/a	n/a
	----	----	----	----	----	----
Rate Base						
240 Telephone Plant in Service	24,378,584	9,254,546	10,117,068	2	43,750,201	150,092,320
245 Rate Base Adjustments	350,408	133,023	145,420	0	628,849	n/a
250 Depreciation Reserves	14,780,353	6,685,962	6,747,950	0	28,214,266	95,955,294
255 Accum Deferred Income Tax	5,168	2,200	2,126	0	9,494	33,000
260 Average Rate Base	9,943,471	2,699,407	3,512,412	2	16,155,292	n/a

MAG-1
Filing Date: 6/16/2006
Filing Entity: Rock Hill Telephone Company
Transmittal Number : 120
COSA: 0542AN06

Rate-of Return TRP
MAG Adjustments
Test Year, 7/06 - 7/07

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	\$7,321,963		\$7,321,963	\$232,675	(\$973,006)		\$6,581,632	\$10,207	\$7,564,845
Local Switching	\$1,135,994	\$0	\$1,135,994	(\$232,675)			\$903,319	\$1,401	\$904,720
Information	\$50,108		\$50,108				\$50,108	\$78	\$50,186
Transport	\$1,225,049		\$1,225,049			(\$18,495)	\$1,206,554	\$1,871	\$1,208,425
Special Access	\$2,909,868		\$2,909,868				\$2,909,868	\$4,513	\$2,914,381
WBIAS	<u>\$273,902</u>		<u>\$273,902</u>				<u>\$273,902</u>	<u>\$425</u>	<u>\$274,327</u>
Total	\$12,916,884	\$0	\$12,916,884	\$0	(\$973,006)	(\$18,495)	\$11,925,383	\$18,495	\$12,916,884

Note 1: Source of Revenue Requirements Column (A) Factor Used for Line Port Adjustment: 20.4821%

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:	6/16/2006	TIC Revenues
Filing Entity:	Rock Hill Telephone Company	Test Year, 7/06 - 7/07
Transmittal Number :	120	
COSA:	0542AN06	

DEVELOPMENT FROZEN TIC REVENUE JULY 00 TO JUNE 01

Month	Transport Interconnection Charge Minutes Billed	Rate in Effect	Calculated Revenues
Jul-00	18,775,217	0.000007	\$131
Aug-00	18,515,083	0.000007	\$130
Sep-00	20,219,366	0.000007	\$142
Oct-00	18,923,875	0.000007	\$132
Nov-00	20,065,119	0.000113	\$2,267
Dec-00	19,323,239	0.000113	\$2,184
Jan-01	19,564,865	0.000113	\$2,211
Feb-01	21,722,018	0.000113	\$2,455
Mar-01	19,637,779	0.000113	\$2,219
Apr-01	20,249,284	0.000113	\$2,288
May-01	18,746,893	0.000113	\$2,118
Jun-01	19,630,586	0.000113	<u>\$2,218</u>

Total Frozen TIC Revenues	\$18,495
(Development based on FCC Order 01-304, Paragraph 103)	

Or - Override (No Greater than Above):	\$18,495
(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 2006</i>	\$25,732
---	-----------------

REV-1

Filing Date:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number:

120

COSA:

0542AN06

Page 11 of 32

Rate-of-Return TRP

Switched Access Revenue

Test Year, 7/06 - 7/07

	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	0.030248	n/a	n/a	1,659,132	n/a	n/a	50,185	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	50,186
Local Switching	----	----	----	----	----	----	----	----
240 Premium	0.005428	n/a	n/a	165,913,188	n/a	n/a	900,577	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	1,135,994
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	0.002001	n/a	n/a	234,570,633	n/a	n/a	469,376	n/a
330 TST Termination	0.000515	n/a	n/a	49,940,691	n/a	n/a	25,719	n/a
340 TST Facility	n/a	0.000103	n/a	n/a	734,066,332	n/a	75,609	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	138.60	n/a	n/a	0	0	n/a

REV-1

Filing Date:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number:

120

COSA:

0542AN06

Page 12 of 32

Rate-of-Return TRP

Switched Access Revenue

Test Year, 7/06 - 7/07

	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	834.16	n/a	n/a	0	n/a	0	n/a
390 DS3 Direct Term.	477.91	n/a	n/a	0	n/a	n/a	0	n/a
400 DS3 Direct Facility	n/a	n/a	92.29	n/a	n/a	0	0	n/a
410 DS1 Entrance Facility	n/a	86.89	n/a	n/a	3091	n/a	268,577	n/a
420 DS1 Direct Term.	49.77	n/a	n/a	1751.32	n/a	n/a	87,163	n/a
430 DS1 Direct Facility	n/a	n/a	9.55	n/a	n/a	16556	158,110	n/a
440 VG Entrance Facility	n/a	18.04	n/a	n/a	759	n/a	13,692	n/a
450 VG Direct Term.	11.81	n/a	n/a	687.24	n/a	n/a	8,116	n/a
460 VG Direct Facility	n/a	n/a	1.20	n/a	n/a	18627	22,352	n/a
470 Other Transport	n/a	n/a	n/a	n/a	n/a	n/a	79,257	n/a
480 Local Transport - - Total	n/a	n/a	n/a	n/a	n/a	n/a	1,207,972	1,207,973
Special - - Voice Grade	----	----	----	----	----	----	----	----
490 2-Wire Chan. Term.	n/a	17.53	n/a	n/a	72	n/a	1,262	n/a
500 4-Wire Chan. Term.	n/a	25.13	n/a	n/a	468	n/a	11,761	n/a
510 Channel Mileage Term.	0	n/a	n/a	0	n/a	n/a	0	n/a
520 Channel Mileage Facility	n/a	n/a	1.20	n/a	n/a	3073.2	3,688	n/a
530 Non-Recurring	n/a	104.04	n/a	n/a	0	n/a	0	n/a
Special - - High Capacity	----	----	----	----	----	----	----	----
540 High Capacity Chan. Term.	n/a	86.89	n/a	n/a	10882.96	n/a	945,620	n/a
550 Channel Mileage Term.	49.77	n/a	n/a	3792	n/a	n/a	188,728	n/a
560 Channel Mileage Facility	n/a	n/a	9.55	n/a	n/a	52203.24	498,541	n/a
570 Non-Recurring	n/a	140.9	n/a	n/a	125	n/a	17,613	n/a
580 Special Access - - Total	n/a	n/a	n/a	n/a	n/a	n/a	2,914,163	2,914,381

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: 6/16/2006

Filing Entity: Rock Hill Telephone Company

Transmittal Number: 120

COSA: 0542AN06

Page 13 of 32

Rate-of-Return TRP

Revenues Summary

Test Year, 7/06 - 7/07

	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	2,914,066	2,896,453	17,613	0
120 Local Switching	900,577	900,577	0	0
130 Equal Access	0	0	0	0
140 Information	50,185	50,185	0	0
150 Local Transport	1,207,973	1,207,973	0	0
160 Total TS - Switched	2,158,735	2,158,735	0	0

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

RTE-1

Filing Date: 6/16/2006

Filing Entity: Rock Hill Telephone Company

Transmittal Number: 120

COSA: 0542AN06

Rate-of-Return TRP

Percent Change in
Historical Rate Levels

Page 14 of 32

	7/1/2005 Rate (A)	Current Effective Rate (B)	Proposed 7/1/2006 Rate (C)	% Change 7/1/2005 7/1/2006 (D)	% Change Current 7/1/2006 (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)	0.00580000	0.00580000	0.00542800	-6.41%	-6.41%
	----	----	----	----	----
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)	9.2	9.20	9.20	0.00%	0.00%
	----	----	----	----	----
160 Residential & Single Line Bus.	6.5	6.50	6.50	0.00%	0.00%

RTE-1

Filing Date:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number: 120

COSA:

0542AN06

Rate-of-Return TRP

Percent Change in

Historical Rate Levels

Page 15 of 32

	7/1/2005 Rate (A)	Current Effective Rate (B)	Proposed 7/1/2006 Rate (C)	% Change 7/1/2005 7/1/2006 (D)	% Change Current 7/1/2006 (E)
Local Transport Rates					
170 Prem. LT (\$/MOU, Avg. Mileage)	0.00000000	0.00000000	0.00000000	0.00%	0.00%
	----	----	----	----	----
180 N.P. LT (\$/MOU, Avg. Mileage)	0.00000000	0.00000000	0.00000000	0.00%	0.00%
	----	----	----	----	----
190 DS1 Entr. Facility (\$/Circuit)	85.47	85.47	86.89	1.66%	1.66%
	----	----	----	----	----
200 DS1 Direct Trunk (\$/Circuit)	48.96	48.96	49.77	1.65%	1.65%
	----	----	----	----	----
210 Tdm Sw. Transport ((\$/Circuit)	0.000064	0.000064	0.000129	101.56%	101.56%
	----	----	----	----	----
220 Tdm. Switching (\$/Tdm. MOU)	0.001267	0.001267	0.002001	57.93%	57.93%
	----	----	----	----	----
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)	40.04	40.04	41.34	3.25%	3.25%
	----	----	----	----	----
270 4-Wire VG (\$/Cir., Avg. Mileage)	47.52	47.52	48.94	2.99%	2.99%

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

RTE-2

Filing Date:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number:

120

COSA:

0542AN06

Rate-of-Return

Revenue Price-outs

Using 2007 Demand

Page 16 of 32

	Revenue at 7/1/2005 Rates (A)	Revenue at Current Rate (B)	Change in Revenue, Cols. B-A (C)	Revenue at 7/1/2006 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	2,866,786	2,866,786	0	2,914,066	47,280
	----	----	----	----	----
140 Local Switching	962,296	962,296	0	900,577	(61,719)
	----	----	----	----	----
150 Equal Access	0	0	0	0	0
	----	----	----	----	----
160 Information	32,436	32,436	0	50,185	17,749
	----	----	----	----	----
170 Local Transport	987,966	987,966	0	1,207,973	220,007

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

RTE-3

Filing Date:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number:

120

COSA:

0542AN06

Page 17 of 32

Rate-of-Return TRP

**COSA's for which Rates
are Averaged or Pooled**

	Multi-line Business (A)	Residential & Single Line Business (B)	Carrier Common Line (C)
COSA			
100			
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.

RTE-3

Filing Date: 6/16/2006

Filing Entity: Rock Hill Telep

Transmittal Number: 120

COSA: 0542AN06

Page 18 of 32

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

COSA	Local Switching (D)	Local Transport (E)	Information (F)	Equal Access (G)	Special Access (H)
100					
110					
120					
130					
140					
150					
160					
170					
180					
190					
200					
210					
220					
230					

Notes: Companies should list all COSA

DMD-1

Filing Date:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number:

120

COSA:

0542AN06

Page 1 of 3

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)
Historical					
100 1st Qtr. 2002	0	0	0	0	0
110 2nd Qtr. 2002	0	0	0	0	0
120 3rd Qtr. 2002	0	0	0	0	0
130 4th Qtr. 2002	0	0	0	0	0
140 1st Qtr. 2003	0	0	0	0	0
150 2nd Qtr. 2003	0	0	0	0	0
160 3rd Qtr. 2003	0	0	0	0	0
170 4th Qtr. 2003	0	0	0	0	0
180 1st Qtr. 2004	0	0	0	0	0
190 2nd Qtr. 2004	0	0	0	0	0
200 3rd Qtr. 2004	0	0	0	0	0
210 4th Qtr. 2004	0	0	0	0	0
	----	----	----	----	----
220 Pycos Year, 1/05- 12/05	0	0	0	0	0
	----	----	----	----	----
230 Test Year, 7/06 - 6/07	0	0	0	0	0

DMD-1

Filing Date:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number:

120

COSA:

0542AN06

Page 2 of 3

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. 2002	0	0	0	0	0
110 2nd Qtr. 2002	0	0	0	0	0
120 3rd Qtr. 2002	0	0	0	0	0
130 4th Qtr. 2002	0	0	0	0	0
140 1st Qtr. 2003	0	0	0	0	0
150 2nd Qtr. 2003	0	0	0	0	0
160 3rd Qtr. 2003	0	0	0	0	0
170 4th Qtr. 2003	0	0	0	0	0
180 1st Qtr. 2004	0	0	0	0	0
190 2nd Qtr. 2004	0	0	0	0	0
200 3rd Qtr. 2004	0	0	0	0	0
210 4th Qtr. 2004	0	0	0	0	0
	----	----	----	----	----
220 Pycos Year, 1/05- 12/05	0	0	0	0	0
	----	----	----	----	----
230 Test Year, 7/06 - 6/07	0	0	0	0	0

[illegible]

DMD-1

Filing Date:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number:

120

COSA:

0542AN06

Page 20 of 32

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)
100 1st Qtr. 2002	53,352,776	0	53,352,776	53,352,776	53,352,776
110 2nd Qtr. 2002	52,997,421	0	52,997,421	52,997,421	52,997,421
120 3rd Qtr. 2002	55,022,012	0	55,022,012	55,022,012	55,022,012
130 4th Qtr. 2002	55,226,580	0	55,226,580	55,226,580	55,226,580
140 1st Qtr. 2003	55,401,839	0	55,401,839	55,401,839	77,094,079
150 2nd Qtr. 2003	54,820,324	0	54,820,324	54,820,324	73,693,203
160 3rd Qtr. 2003	55,760,883	0	55,760,883	55,760,883	67,307,909
170 4th Qtr. 2003	54,707,457	0	54,707,457	54,707,457	60,707,775
180 1st Qtr. 2004	54,389,879	0	54,389,879	54,389,879	58,232,460
190 2nd Qtr. 2004	48,144,626	0	48,144,626	48,144,626	57,661,803
200 3rd Qtr. 2004	48,567,760	0	48,567,760	48,567,760	55,480,327
210 4th Qtr. 2004	47,036,595	0	47,036,595	47,036,595	55,793,842
	----	----	----	----	----
220 Pycos Year, 1/05- 12/05	181,234,695	0	181,234,695	181,234,695	232,026,090
	----	----	----	----	----
230 Test Year, 7/06 - 6/07	165,913,188	0	165,913,188	165,913,188	234,570,633

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.

Page 24 of 32
Tandem
Switching
Transport **
(F)

22,532,484
21,914,551
21,728,238
22,865,781
23,628,896
22,776,580
22,120,682
20,763,936
19,367,945
16,431,239
15,963,567
15,094,136

58,019,636

49,940,691

DMD-2

Filing Date: 6/16/2006

Filing Entity: Rock Hill Telephone Company

Transmittal Number: 120

COSA: 0542AN06

Page 25 of 32

Rate-of-Return TRP

Special Access

Demand

	1/05- 12/05 Channel Terminations (A)	1/05- 12/05 Number of Circuits (B)	1/05- 12/05 Interoffice Miles (C)	7/06 - 6/07 Channel Terminations (D)	7/06 - 6/07 Number of Circuits (E)	7/06 - 6/07 Interoffice Miles (F)
100 Metallic	0	0	0	0	0	0
110 Telegraph	0	0	0	0	0	0
120 VG less WATS	570	178	3387	540	156	3073
130 WATS	0	0	0	0	0	0
140 full-time Audio	0	0	0	0	0	0
150 High Capacity	11134	4455	56600	11242.96	4044	56523.24

DMD-3

Filing Date: 6/16/2006

Filing Entity: Rock Hill Telephone Company

Transmittal Number: 120

COSA: 0542AN06

Page 26 of 32

Rate-of-Return TRP

Common Line

Revenue and Demand

	1/05- 12/05 Historical Revenue (A)	1/05- 12/05 Historical MOU or Lines (B)	7/06 - 6/07 Test Year Revenue (C)	7/06 - 6/07 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:****6/16/2006****Filing Entity:****Rock Hill Telephone Company****Transmittal Number:****120****COSA:****0542AN06****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	7/06 - 6/07		0	165,913,188
110 Pycos Year,	1/05- 12/05		0	181,234,695
		----		----
120 Test Year	7/04 - 6/05		0	220,860,528
130 Pycos Year,	1/04 - 12/04		0	198,138,860
		----		----
140 Test Year	7/03 - 6/04		0	0
150 Pycos Year,	1/03 - 12/03		0	220,690,503
		----		----
160 Test Year	7/02 - 6/03		0	203,825,860
170 Pycos Year,	1/02 - 12/02		0	216,598,789

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: 6/16/2006

Filing Entity: Rock Hill Telephone Company

Transmittal Number: 120

COSA: 0542AN06

Page 1 of 1

Rate-of-Return TRP

Minutes-of-Use

Direct Trunked Transport

	1/05- 12/05 VG (A)	1/05- 12/05 DSI (B)	1/05- 12/05 DS3 (C)	Test Year 7/06 - 6/07 VG (D)	Test Year 7/06 - 6/07 DS1 (E)	Test Year 7/06 - 6/07 DS3 (F)
100 Entrance Facility	759.00	2978.00	0.00	759.00	3091.00	0.00
110 Direct Trunked Transport	687.00	1613.00	0.00	687.00	1751.00	0.00

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

ERN-1

Filing Date: 6/16/2006

Filing Entity: Rock Hill Telephone Company

Transmittal Number: 120

COSA: 0542AN06

Page 1 of 1

Rate-of-Return TRP

Rate-of-Return

Summary

	2003/2004 FCC Monitoring Period (A)	2005 Calendar Year (B)	7/06 - 6/07 Test Year (C)
100 Interstate Access, Total	12.41%	11.49%	11.25%
110 Carrier Common Line	11.25%	11.25%	11.25%
120 Special Access	14.14%	11.04%	11.25%
130 Local Switching	18.76%	25.44%	11.25%
140 Information	0.00%	0.00%	0.00%
150 Local Transport	6.13%	-3.18%	11.25%
160 Traffic Sensitive Switched, Total	14.50%	13.30%	11.25%

Filing Entity: Rock Hill Telephone Company
Filing Date: 6/16/2006
Transmittal Number: 120
COSA: 0542AN06
Page 1 of 1

Rate-of-Return TRP
Base Study Factor

	Actual 2000 (A)	Actual 2001 (B)	Actual 2002 (C)	Actual 2003 (D)	Actual 2004 (E)	Prospective 2006 (F)
Relative MOU's - Tandem Switching						
100 Interstate	83,282,387	83,282,387	83,282,387	83,282,387	83,282,387	83,282,387
110 Total Company	136,837,946	136,837,946	136,837,946	136,837,946	136,837,946	136,837,946
120 IS Factor	60.8621%	60.8621%	60.8621%	60.8621%	60.8621%	60.8621%
Host/Remote MOU's						
130 Interstate	116,733,237	116,733,237	116,733,237	116,733,238	116,733,238	116,733,238
140 Total Company	418,838,425	418,838,425	418,838,425	418,838,425	418,838,425	418,838,425
150 IS Factor	27.8707%	27.8707%	27.8707%	27.8707%	27.8707%	27.8707%
Host/Remote MOU Miles						
160 Interstate	2,341,668,734	2,341,668,734	2,341,668,734	2,341,668,734	2,341,668,734	2,341,668,734
170 Total Company	8,401,898,805	8,401,898,805	8,401,898,805	8,401,898,805	8,401,898,805	8,401,898,805
180 IS Factor	27.8707%	27.8707%	27.8707%	27.8707%	27.8707%	27.8707%
Conversation Minutes						
190 Interstate	443,167,644	443,167,644	443,167,644	443,167,644	443,167,644	443,167,644
200 Total Company	635,434,497	635,434,497	635,434,497	635,434,497	635,434,497	635,434,497
210 IS Factor	69.7425%	69.7425%	69.7425%	69.7425%	69.7425%	69.7425%
Conversation Minute Miles						
220 Interstate	4,767,821,248	4,767,821,248	4,767,821,248	4,767,821,248	4,767,821,248	4,767,821,248
230 Total Company	7,184,082,199	7,184,082,199	7,184,082,199	7,184,082,199	7,184,082,199	7,184,082,199
240 IS Factor	66.3665%	66.3665%	66.3665%	66.3665%	66.3665%	66.3665%

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:

6/16/2006

Filing Entity:

Rock Hill Telephone Company

Transmittal Number:

120

COSA:

0542AN06

Page 1 of 1

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)
1998	172,604,212	62,918,444	889,928,602	1,125,451,258	15.3364%	45,009	2
1999	223,997,252	62,587,340	923,457,944	1,210,042,536	18.5115%	53,893	1
2000	244,188,900	65,437,354	992,035,081	1,301,661,335	18.7598%	57,296	1
2001	244,188,900	65,437,354	992,035,081	1,301,661,335	18.7598%	58,520	1
2002	244,188,901	65,437,354	992,035,082	1,301,661,337	18.7598%	56,274	1
2003	244,188,901	65,437,354	992,035,082	1,301,661,337	18.7598%	55,288	1
2004	244,188,901	65,437,354	992,035,082	1,301,661,337	18.7598%	54,471	1
2005	244,188,901	65,437,354	992,035,082	1,301,661,337	18.7598%	53,212	1

**Interstate
WDEM Factor**

(H)

30.6729%
18.5115%
18.7598%
18.7598%
18.7598%
18.7598%
18.7598%
18.7598%