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SUMMARY OF REVENUE REQUIREMENT BY ACCESS ELEMENT

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
			TOTAL		LIMITED	COMMON			COMMON TRANSPORT		DEDICATED	CHANNEL MILEAGE		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	COMPANY	SOURCE	PAY	LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
1		NET INVESTMENT FOR SETTLEMENTS	2,486,380	(NOTE A)	0	0	1,624,278	0	862,102	0	0	0	0	0	0	0	0	0
2		RATE OF RETURN	11.2500%		11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%	11.2500%
3		RETURN ON INVESTMENT	279,718	LN 1*LN 2	0	0	182,731	0	96,986	0	0	0	0	0	0	0	0	0
4		ALLOW FOR FUNDS USED DURING CONSTR	0	A-8,LN 29	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5		NET RETURN FOR SETTLEMENTS	279,718	LN 3-LN 4	0	0	182,731	0	96,986	0	0	0	0	0	0	0	0	0
6		FEDERAL OPERATING INCOME TAX - ACTUAL	0	RECORDS	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7		FEDERAL OPERATING INCOME TAX - OPTION	102,983	LN 30	0	0	67,276	0	35,707	0	0	0	0	0	0	0	0	0
8		FEDERAL ITC AMORTIZATION	0	A-12,LN 22	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9		STATE OPERATING INCOME TAX - ACTUAL	0	RECORDS	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10		STATE OPERATING INCOME TAX - OPTION	34,282	LN 36	0	0	22,395	0	11,887	0	0	0	0	0	0	0	0	0
11		STATE ITC AMORTIZATION	0	A-12,LN 23	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12		PROVISION FOR DEFERRED INCOME TAX	0	RECORDS	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13		OPERATING EXPENSE & OTHER TAXES	22,268,754	A-8,LN 18	0	0	3,783,028	0	2,007,879	16,477,847	0	0	0	0	0	0	0	0
14		NONOPERATING EXP	71,007	A-8,LN 23	0	0	46,387	0	24,620	0	0	0	0	0	0	0	0	0
15		UNCOLLECTIBLES	3,454,456	A-8,LN 28	0	0	2,256,693	0	1,197,762	0	0	0	0	0	0	0	0	0
16		BASIS FOR GROSS RECEIPTS TAX	26,211,200		0	0	6,358,510	0	3,374,842	16,477,847	0	0	0	0	0	0	0	0
17		GROSS RECEIPTS TAX RATE	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
18		GROSS RECEIPTS TAX	0	LN16*LN17	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19		TOTAL REVENUE REQUIREMENT	26,211,200	LN16+LN18	0	0	6,358,510	0	3,374,842	16,477,847	0	0	0	0	0	0	0	0

NOTE A: INCLUDES A-2,LN 31 LESS A/C 2004, TPUC - LONG TERM

OPTIONAL GROSS UP INCOME TAX CALCULATION

20		RETURN ON INVESTMENT	279,718	LN 3	0	0	182,731	0	96,986	0	0	0	0	0	0	0	0	0
21		INTEREST AND RELATED ITEMS	79,809	A-12,LN 16	0	0	52,137	0	27,672	0	0	0	0	0	0	0	0	0
22		OTHER INCOME ADJUSTMENTS	0	A-12,LN 20	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23		TOTAL INCOME ADJUSTMENTS	79,809	LN21+LN22	0	0	52,137	0	27,672	0	0	0	0	0	0	0	0	0
24		RETURN LESS INCOME ADJ	199,908	LN20-LN23	0	0	130,594	0	69,314	0	0	0	0	0	0	0	0	0
25		FEDERAL ITC AMORTIZATION	0	A-12,LN 22	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26		FIT BASE	199,908		0	0	130,594	0	69,314	0	0	0	0	0	0	0	0	0
27		FEDERAL TAXABLE INCOME	302,891		0	0	197,870	0	105,021	0	0	0	0	0	0	0	0	0
28	34.00%	FEDERAL INCOME TAX	102,983	LN 27*FTR	0	0	67,276	0	35,707	0	0	0	0	0	0	0	0	0
29		FEDERAL SURTAX ALLOCATION	0	/LN 26	0	0	0	0	0	0	0	0	0	0	0	0	0	0
30		NET FEDERAL TAX BEFORE ITC AMORT	102,983	LN28-LN29	0	0	67,276	0	35,707	0	0	0	0	0	0	0	0	0
31		STATE ITC AMORTIZATION	0	A-12, LN23	0	0	0	0	0	0	0	0	0	0	0	0	0	0
32		SIT BASE	302,891		0	0	197,870	0	105,021	0	0	0	0	0	0	0	0	0
33		STATE TAXABLE INCOME	344,195		0	0	224,852	0	119,343	0	0	0	0	0	0	0	0	0
34	12.00%	STATE INCOME TAX	34,282	LN 33*STR	0	0	22,395	0	11,887	0	0	0	0	0	0	0	0	0
35		STATE SURTAX ALLOCATION	0	/LN 32	0	0	0	0	0	0	0	0	0	0	0	0	0	0
36		NET STATE INCOME TAX BEFORE ITC AMORT	34,282	LN34-LN35	0	0	22,395	0	11,887	0	0	0	0	0	0	0	0	0
37		FEDERAL TAX AT MAXIMUM RATE	102,983		0	0	67,276	0	35,707	0	0	0	0	0	0	0	0	0
38		INCOME ADJUSTMENT FOR FIT	0		0	0	0	0	0	0	0	0	0	0	0	0	0	0

SUMMARY OF TELEPHONE PLANT AND RESERVES

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
			TOTAL		LIMITED	COMMON			COMMON TRANSPORT		DEDICATED	CHANNEL MILEAGE		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	COMPANY	SOURCE	PAY	LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
		NET INVESTMENT SUMMARY																
1		GENERAL SUPPORT FACILITIES	8,652,288	A-3,LN 6C	0	0	5,652,283	0	3,000,005	0	0	0	0	0	0		0	0
2		CENTRAL OFFICE SWITCHING	25,008,399	A-4,LN 21+25			16,337,245		8,671,154		0						0	
3		OPERATOR SYSTEMS	0	A-4,LN 17			0	0	0		0						0	
4		CENTRAL OFFICE TRANSMISSION	0	A-4,LN 41	0	0			0		0	0	0	0			0	0
5		INFORMATION ORIG/TERM	0	A-5,LN 10	0	0							0					
6		CABLE AND WIRE FACILITIES	0	A-5,LN 21	0	0				0	0	0	0		0		0	0
7		TANGIBLE ASSETS	1,228,010	A-3,LN 14	0	0	802,222	0	425,787	0	0	0	0	0	0		0	0
8		INTANGIBLE ASSETS	0	A-3,LN 15	0	0	0	0	0	0	0	0	0	0	0		0	0
9		TOTAL PLANT IN SERVICE	34,888,696		0	0	22,791,750	0	12,096,947	0	0	0	0	0	0		0	0
10		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
11		PROPERTY HELD FOR FUTURE USE	0	A-6,LN 6	0	0	0	0	0	0	0	0	0	0	0		0	0
12		PLANT UNDER CONSTRUCT. - SHORT TERM	0	A-6,LN 13	0	0	0	0	0	0	0	0	0	0	0		0	0
13		PLANT UNDER CONSTRUCT. - LONG TERM	0	A-6,LN 20	0	0	0	0	0	0	0	0	0	0	0		0	0
14		TELEPHONE PLANT ADJUSTMENT	0	A-6,LN 27	0	0	0	0	0	0	0	0	0	0	0		0	0
15		TOTAL PROPERTY,PLANT & EQUIP.	34,888,696		0	0	22,791,750	0	12,096,947	0	0	0	0	0	0		0	0
16		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
17		ACCUM DEPRECIATION - PLANT IN SERVICE	31,276,714	A-7,LN 7	0	0	20,432,149	0	10,844,565	0	0	0	0	0	0		0	0
18		ACCUM DEPRECIATION - FUTURE USE	0	A-7,LN 8	0	0	0	0	0	0	0	0	0	0	0		0	0
19		ACCUM AMORTIZATION - TANGIBLE PROPERTY	1,228,010	A-7,LN 15	0	0	802,222	0	425,787	0	0	0	0	0	0		0	0
20		ACCUM AMORTIZATION - INTANGIBLE PROP.	0	A-7,LN 16	0	0	0	0	0	0	0	0	0	0	0		0	0
21		ACCUM AMORTIZATION - TEL PLANT ADJ.	0	A-7,LN 17	0	0	0	0	0	0	0	0	0	0	0		0	0
22		OPERATING DEFERRED INCOME TAX	701,875	A-7,LN 26	0	0	458,514	0	243,361	0	0	0	0	0	0		0	0
23		OTHER DEFERRED CREDITS - NET	0	A-7,LN 34	0	0	0	0	0	0	0	0	0	0	0		0	0
24		NET TELEPHONE PLANT	1,682,098		0	0	1,098,865	0	583,233	0	0	0	0	0	0		0	0
25		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
26		MATERIALS AND SUPPLIES	0	A-3,LN 16	0	0	0	0	0	0	0	0	0	0	0		0	0
27		RTB STOCK	0	A-3,LN 17	0	0	0	0	0	0	0	0	0	0	0		0	0
28		EQUAL ACCESS EQUIPMENT	0	A-3,LN 8			0											
29		OTHER JURISDICTIONAL ASSETS	0	A-3,LN 18	0	0	0	0	0	0	0	0	0	0	0		0	0
30		CASH WORKING CAPITAL	804,282	A-3,LN 10	0	0	525,413	0	278,868	0	0	0	0	0	0		0	0
31		NET TELEPHONE PLANT,M&S AND CASH WORKING CAPITAL	2,486,380		0	0	1,624,278	0	862,102	0	0	0	0	0	0		0	0
32		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%

GENERAL SUPPORT FACILITIES AND MISCELLANEOUS PLANT ALLOCATION

A-3,1of1

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
									COMMON TRANSPORT		DEDICATED	CHANNEL MILEAGE		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	LIMITED PAY	COMMON LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
		BASIS FOR GENERAL SUPPORT FACILITIES																
1		CENTRAL OFFICE EQUIPMENT	25,008,399	A-4,LN 42	0	0	16,337,245	0	8,671,154		0	0	0	0			0	0
2		INFORMATION ORIG/TERM	0	A-5,LN 10	0	0							0					
3		CWF EXCL CAT 1.3	0	A-5,LN 23	0	0				0	0	0	0		0		0	0
4		TOTAL	25,008,399		0	0	16,337,245	0	8,671,154	0	0	0	0	0	0		0	0
5		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
		GENERAL SUPPORT ASSETS																
6a		ALLOCATED	8,652,288	LN 5	0	0	5,652,283	0	3,000,005	0	0	0	0	0	0		0	0
6b		DIRECT NON ACCESS	0	DIRECT													0	0
6c		TOTAL GENERAL SUPPORT ASSETS	8,652,288		0	0	5,652,283	0	3,000,005	0	0	0	0	0	0		0	0
7		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
8		EQUAL ACCESS EQUIPMENT	0	DIRECT			0											
9		COE,IOT,CWF,GENERAL SUPPORT AND EQUAL ACCESS EQUIPMENT	33,660,687		0	0	21,989,527	0	11,671,159	0	0	0	0	0	0		0	0
10		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
11		TANGIBLE ASSETS																
12		CAPITAL LEASES	0	LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
13		LEASEHOLD IMPROVEMENTS	1,228,010	LN 10	0	0	802,222	0	425,787	0	0	0	0	0	0		0	0
14		TOTAL	1,228,010		0	0	802,222	0	425,787	0	0	0	0	0	0		0	0
15		INTANGIBLE ASSETS	0	LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
16		MATERIALS AND SUPPLIES	0	LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
17		RTB STOCK	0	LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
18		OTHER JURISDICTIONAL ASSETS	0	LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
19		COE,IOT,CWF,GEN SUPP & EQUAL ACCESS FOR APPORTIONING PRESUBSCRIPTION	33,660,687		0	0	21,989,527	0	11,671,159	0	0							
20		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%							
21		COE,IOT & CWF EXCL CCL FOR ASSIGNING CARRIER ACCESS BILLING EXPENSES	25,008,399				16,337,245	0	8,671,154	0	0	0	0	0	0			
22		% DISTRIBUTION	100.0000%				65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%			

CENTRAL OFFICE EQUIPMENT ALLOCATION

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
			TOTAL		LIMITED	COMMON			COMMON TRANSPORT		DEDICATED	CHANNEL MILEAGE		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	COMPANY	SOURCE	PAY	LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
		ALLOCATION FACTORS																
1		STANDARD WORK SECONDS																
2		- MANUAL BOARDS	100.0000%	AL-1,LN 9			0.0000%	0.0000%									100.0000%	
3		- TSPS COMPLEX	100.0000%	AL-1,LN 10			0.0000%	0.0000%									100.0000%	
4		EQUIVALENT ACCESS LINES - MSG COE	0.0000%	AL-1,LN 2	0.0000%	0.0000%						0.0000%						
5		IX CIRCUIT TERMINATIONS - MSG COE	100.0000%	AL-1,LN 6					100.0000%		0.0000%							
		CENTRAL OFFICE EQUIPMENT																
6	2220	OPERATOR SYSTEMS																
7		MANUAL SWITCHBOARDS	0	LN 2			0	0									0	
8		AUXILIARY SWITCHBOARDS																
9		- DIRECTORY ASSISTANCE	0	DIRECT				0										
10		- INTERCEPT	0	DIRECT			0											
11		- OTHER	0	DIRECT													0	
12		SERVICE OBSERVING BOARDS	0	LN 27			0	0	0		0						0	
13		TSPS																
14		- OPERATOR	0	LN 3			0	0									0	
15		- RTA	0	LN 27			0	0	0		0						0	
16		- OTHER	0	LN 27			0	0	0		0						0	
17		TOTAL OPERATOR SYSTEMS	0				0	0	0		0						0	
18	2210	TANDEM SWITCHING EQUIPMENT																
19		ACCESS	8,671,154	DIRECT					8,671,154									
20		NON ACCESS	0	DIRECT													0	
21		TOTAL TANDEM SWITCH	8,671,154						8,671,154								0	
22	2210	LOCAL SWITCHING EQUIPMENT																
23		ACCESS	16,337,245	DIRECT			16,337,245											
24		DEDICATED	0	DIRECT							0							
25		TOTAL LOCAL SWITCH	16,337,245				16,337,245				0							
26		TOTAL CAT1 EXCL SVC OBS, CAT 2 AND 3	25,008,399				16,337,245	0	8,671,154		0						0	
27		% DISTRIBUTION	100.0000%	LN 26			65.3270%	0.0000%	34.6730%		0.0000%						0.0000%	

CENTRAL OFFICE EQUIPMENT ALLOCATION

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					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
			TOTAL		LIMITED	COMMON			COMMON TRANSPORT		DEDICATED	CHANNEL MILEAGE		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	COMPANY	SOURCE	PAY	LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
28	2230	CENTRAL OFFICE TRANSMISSION																
29		EXCHANGE WIDEBAND	0	DIRECT					0					0				
30		EXCHANGE TRUNK - BASIC	0	DIRECT					0					0				
31		EXCHANGE TRUNK - SPECIAL	0	DIRECT							0			0				
32		SUBSCRIBER LINE	0	LN 4/DIRECT	0	0						0	0					
33		INTEREXCHANGE CIRCUIT																
34		FURNINSHED OTHERS	0	DIRECT							0			0				
35		ACCESS - BASIC	0	LN 5/DIRECT					0		0			0				
36		ACCESS - SPECIAL	0	DIRECT							0			0				
37		NON ACCESS	0	DIRECT													0	0
38		TOTAL IX CIRCUIT	0						0		0			0			0	0
39		HOST/REMOTE CIRCUIT	0	DIRECT					0					0				
40		EQUIPMENT RENTED OTHERS	0	DIRECT													0	0
41		TOTAL CENTRAL OFFICE TRANSMISSION	0		0	0			0		0	0	0	0			0	0
42		TOTAL CENTRAL OFFICE EQUIPMENT	25,008,399		0	0	16,337,245	0	8,671,154		0	0	0	0			0	0
43		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%		0.0000%	0.0000%	0.0000%	0.0000%			0.0000%	0.0000%
		COE RATIOS																
44		OPERATOR SYSTEMS	0.0000%	LN 17			0.0000%	0.0000%	0.0000%		0.0000%						0.0000%	
45		TANDEM SWITCHING	100.0000%	LN 21					100.0000%								0.0000%	
46		LOCAL SWITCHING	100.0000%	LN 25			100.0000%				0.0000%							
47		CENTRAL OFFICE SWITCHING	100.0000%	LN 21+25			65.3270%		34.6730%		0.0000%						0.0000%	
48		CENTRAL OFFICE TRANSMISSION	100.0000%	LN 37	0.0000%	0.0000%			100.0000%		0.0000%	0.0000%	0.0000%	0.0000%			0.0000%	0.0000%

INFORMATION ORIGINATION/TERMINATION AND CABLE AND WIRE FACILITIES

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
									COMMON TRANSPORT		DEDICATED	CHANNEL MILEAGE		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	LIMITED PAY	COMMON LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
		ALLOCATION FACTORS																
1		EQUIVALENT ACCESS LINES - MSG CWF	0.0000%	AL-1,LN 4	0.0000%	0.0000%						0.0000%						
2		IX CIRCUIT MILES - MSG CWF	100.0000%	AL-1,LN 8						100.0000%	0.0000%							
3	2310	INFORMATION ORIG/TERM																
4		OTHER IOT EQUIPMENT																
5		COIN PUBLIC TELEPHONE	0	DIRECT		0												
6		COINLESS PUBLIC TELEPHONE	0	DIRECT	0													
7		OTHER	0	DIRECT		0							0					
8		SUBTOTAL	0		0	0							0					
9		NEW CUSTOMER PREMISE EQUIP	0	DIRECT		0							0					
10		TOTAL ORIG/TERM EQUIP	0		0	0							0					
11		% DISTRIBUTION	0.0000%		0.0000%	0.0000%							0.0000%					
12	2410	CABLE AND WIRE FACILITIES																
13		SUBSCRIBER LINE	0	LN 1/DIRECT	0	0						0	0					
14		EXCHANGE WIDEBAND	0	DIRECT						0					0			
15a		EXCHANGE TRUNK - BASIC	0	DIRECT						0					0			
15b		EXCHANGE TRUNK - SPECIAL	0	DIRECT							0				0			
16		INTEREXCHANGE WIDEBAND	0	DIRECT						0					0			
17a		IX TRUNK - ACCESS	0	LN 2/DIRECT						0	0				0			
17b		IX TRUNK - SPECIAL	0	DIRECT							0				0			
18		IX TRUNK - NON ACCESS	0	DIRECT													0	0
19		HOST/REMOTE	0	DIRECT						0					0			
20		EQUIPMENT FURNISHED OTHERS	0	DIRECT													0	0
21		TOTAL CABLE AND WIRE FACILITIES	0		0	0				0	0	0	0		0		0	0
22		% DISTRIBUTION	100.0000%		0.0000%	0.0000%				100.0000%	0.0000%	0.0000%	0.0000%		0.0000%		0.0000%	0.0000%
23		TOTAL CWF EXCLUDING CAT 1.3	0		0	0				0	0	0	0		0		0	0
24		% DISTRIBUTION	100.0000%		0.0000%	0.0000%				100.0000%	0.0000%	0.0000%	0.0000%		0.0000%		0.0000%	0.0000%

OTHER TELECOMMUNICATIONS PLANT ALLOCATION

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
			TOTAL		LIMITED	COMMON			COMMON TRANSPORT		DEDICATED	CHANNEL MILEAGE		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	COMPANY	SOURCE	PAY	LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
		OTHER TELECOMMUNICATIONS PLANT																
1	2002	PROPERTY HELD FOR FUTURE USE																
2		GENERAL SUPPORT	0	A-3,LN 7	0	0	0	0	0	0	0	0	0	0	0		0	0
3		CENTRAL OFFICE EQUIPMENT	0	A-4,LN 43	0	0	0	0	0	0	0	0	0	0	0		0	0
4		CABLE AND WIRE FACILITIES	0	A-5,LN 22	0	0				0	0	0	0	0	0		0	0
5		UNDISTRIBUTED	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
6		TOTAL	0		0	0	0	0	0	0	0	0	0	0	0		0	0
7		% DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
8	2003	PLANT UNDER CONSTR. - SHORT TERM																
9		GENERAL SUPPORT	0	A-3,LN 7	0	0	0	0	0	0	0	0	0	0	0		0	0
10		CENTRAL OFFICE EQUIPMENT	0	A-4,LN 43	0	0	0	0	0	0	0	0	0	0	0		0	0
11		CABLE AND WIRE FACILITIES	0	A-5,LN 22	0	0				0	0	0	0	0	0		0	0
12		UNDISTRIBUTED	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
13		TOTAL	0		0	0	0	0	0	0	0	0	0	0	0		0	0
14		% DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
15	2004	PLANT UNDER CONSTR. - LONG TERM																
16		GENERAL SUPPORT	0	A-3,LN 7	0	0	0	0	0	0	0	0	0	0	0		0	0
17		CENTRAL OFFICE EQUIPMENT	0	A-4,LN 43	0	0	0	0	0	0	0	0	0	0	0		0	0
18		CABLE AND WIRE FACILITIES	0	A-5,LN 22	0	0				0	0	0	0	0	0		0	0
19		UNDISTRIBUTED	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
20		TOTAL	0		0	0	0	0	0	0	0	0	0	0	0		0	0
21		% DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
22	2005	TELECOMMUNICATIONS PLANT ADJUST.																
23		GENERAL SUPPORT	0	A-3,LN 7	0	0	0	0	0	0	0	0	0	0	0		0	0
24		CENTRAL OFFICE EQUIPMENT	0	A-4,LN 43	0	0	0	0	0	0	0	0	0	0	0		0	0
25		CABLE AND WIRE FACILITIES	0	A-5,LN 22	0	0				0	0	0	0	0	0		0	0
26		UNDISTRIBUTED	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
27		TOTAL	0		0	0	0	0	0	0	0	0	0	0	0		0	0
28		% DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%

ACCUMULATED DEPRECIATION, AMORTIZATION AND DEFERRED INCOME TAXES

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
									COMMON TRANSPORT		DEDICATED	CHANNEL MILEAGE		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	LIMITED PAY	COMMON LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
1	3100	ACCUM DEPRECIATION - PLANT IN SERVICE																
2		GENERAL SUPPORT	6,733,771	A-3,LN 10	0	0	4,398,973	0	2,334,798	0	0	0	0	0	0		0	0
3		CENTRAL OFFICE SWITCHING EQUIPMENT	24,542,943	A-3,LN 10	0	0	16,033,176	0	8,509,767	0	0	0	0	0	0		0	0
4		OPERATOR SYSTEMS EQUIPMENT	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
5		CENTRAL OFFICE TRANSMISSION	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
6		UNDISTRIBUTED COE	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
7		INFORMATION ORIG/TERM	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
8		CABLE AND WIRE FACILITIES	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
9		TOTAL ACCUM DEPR - TPIS	31,276,714		0	0	20,432,149	0	10,844,565	0	0	0	0	0	0		0	0
10	3200	ACCUM DEPRECIATION - FUTURE USE	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
11		TOTAL ACCUM DEPRECIATION	31,276,714		0	0	20,432,149	0	10,844,565	0	0	0	0	0	0		0	0
12		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
		ACCUMULATED AMORTIZATION																
13	3400	TANGIBLE ASSETS																
14		CAPITAL LEASES	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
15		LEASEHOLD IMPROVEMENTS	1,228,010	A-3,LN 10	0	0	802,222	0	425,787	0	0	0	0	0	0		0	0
16		UNDISTRIBUTED	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
17		TOTAL ACCUM AMORT - TANGIBLE	1,228,010		0	0	802,222	0	425,787	0	0	0	0	0	0		0	0
18	3500	INTANGIBLE ASSETS	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
19	3600	TELEPHONE PLANT ADJUSTMENT	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
20		TOTAL ACCUM AMORTIZATION	1,228,010		0	0	802,222	0	425,787	0	0	0	0	0	0		0	0
21		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
22	4100&	NET OPERATING DEFERRED INC TAX																
23	4340	GENERAL SUPPORT	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
24		CENTRAL OFFICE EQUIP	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
25		INFORMATION ORIG/TERM	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
26		CABLE AND WIRE FACILITIES	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
27		UNDISTRIBUTED	701,875	A-3,LN 10	0	0	458,514	0	243,361	0	0	0	0	0	0		0	0
28		TOTAL NET DEFERRED INC TAX	701,875		0	0	458,514	0	243,361	0	0	0	0	0	0		0	0
29		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
30	4360	OTHER DEFERRED CREDITS - NET																
31		GENERAL SUPPORT	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
32		CENTRAL OFFICE EQUIP	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
33		INFORMATION ORIG/TERM	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
34		CABLE AND WIRE FACILITIES	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
35		UNDISTRIBUTED	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
36		TOTAL OTHER DEFERRED CREDITS	0		0	0	0	0	0	0	0	0	0	0	0		0	0
37		% DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%

SUMMARY OF OPERATING EXPENSE AND TAX AND MISCELLANEOUS TAX ITEMS

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
									COMMON TRANSPORT		DEDICATED	CHANNEL MILEAGE		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	LIMITED PAY	COMMON LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
		OPERATING EXPENSE AND TAX																
1	6110	NETWORK SUPPORT EXPENSE	0	A-9,LN 6	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2	6120	GENERAL SUPPORT EXPENSE	1,080,866	A-9,LN 7	0	0	706,097	0	374,768	0	0	0	0	0	0		0	0
3	6210	CENTRAL OFFICE EXPENSE	816,614	A-9,LN 15	0	0	533,470	0	283,144	0	0	0	0	0	0	0	0	0
4	6310	INFORMATION ORIG/TERM EXP	0	A-9,LN 22	0	0	0	0	0	0	0	0	0	0	0	0	0	0
5	6410	CABLE AND WIRE FACILITIES EXP	14,817,782	A-9,LN 24	0	0	0	0	0	14,817,782	0	0	0	0	0		0	0
6	6510	OTHER PLANT EXPENSE	0	A-10,LN 6	0	0	0	0	0	0	0	0	0	0	0		0	0
7	6530	NETWORK OPERATIONS EXPENSE	551,662	A-10,LN 7	0	0	360,384	0	191,277	0	0	0	0	0	0		0	0
8	6540	ACCESS CHARGE EXPENSE	0	A-10,LN 8													0	0
9	6610	MARKETING EXPENSE	0	A-11,LN 1	0	0	0	0	0	0	0	0	0	0	0		0	0
8	6620	SERVICES EXPENSE	81,194	A-11,LN29	0	0	53,041	0	28,152	0	0	0	0	0	0	0	0	0
11	6710	EXECUTIVE AND PLANNING EXP	790,376	A-12,LN 8	0	0	75,310	0	39,972	675,095	0	0	0	0	0	0	0	0
12	6720	GENERAL AND ADMINISTRATIVE EXP	1,153,167	A-12,LN 9	0	0	109,878	0	58,319	984,970	0	0	0	0	0	0	0	0
13		SUBTOTAL OPERATING EXPENSE	19,291,660		0	0	1,838,181	0	975,633	16,477,847	0	0	0	0	0	0	0	0
14		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	9.5284%	0.0000%	5.0573%	85.4144%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
15	6560	DEPRECIATION AND AMORTIZATION	2,788,820	A-10,LN 19+27	0	0	1,821,853	0	966,967	0	0	0	0	0	0	0	0	0
16	7200	OTHER OPERATING TAX	188,274	A-12,LN 24	0	0	122,994	0	65,280	0	0	0	0	0	0		0	0
17		EQUAL ACCESS EXPENSE	0	A-12,LN 12			0											
18		TOTAL OPERATING EXP & TAX	22,268,754		0	0	3,783,028	0	2,007,879	16,477,847	0	0	0	0	0	0	0	0
19		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	16.9881%	0.0000%	9.0166%	73.9954%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
20	7370	NON OPERATING EXPENSE																
21		ABANDONED CONSTRUCTION	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22		CONTRIBUTIONS	71,007	A-3,LN 10	0	0	46,387	0	24,620	0	0	0	0	0	0	0	0	0
23		TOTAL NON OPERATING EXP	71,007		0	0	46,387	0	24,620	0	0	0	0	0	0	0	0	0
24		UNCOLLECTIBLES																
25	5310	END USER MSG TOLL	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0	0	0	0
26	5320	END USER COMMON LINE	0	DIRECT		0												
27	5330	IX CARRIER	3,454,456	A-3,LN 22			2,256,693	0	1,197,762	0	0	0	0	0	0	0	0	0
28		TOTAL UNCOLLECTIBLES	3,454,456		0	0	2,256,693	0	1,197,762	0	0	0	0	0	0	0	0	0
29	7340	ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0	0	0	0

PLANT SPECIFIC EXPENSE ALLOCATION

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
									COMMON TRANSPORT		DEDICATED	INEL TERMINATION		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	LIMITED PAY	COMMON LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
		BASIS FOR NETWORK SUPPORT EXPENSE																
1		GEN SUPPORT, COE, IOT AND C&WF	33,660,687	VARIOUS	0	0	21,989,527	0	11,671,159	0	0	0	0	0	0		0	0
2		EQUAL ACCESS EQUIPMENT	0	A-3,LN 8			0											
3		TOTAL	33,660,687		0	0	21,989,527	0	11,671,159	0	0	0	0	0	0		0	0
4		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
		PLANT SPECIFIC EXPENSES																
5		GENERAL SUPPORT EXPENSE																
6	6110	NETWORK SUPPORT	0	LN 4	0	0	0	0	0	0	0	0	0	0	0		0	0
7	6120	GENERAL SUPPORT	1,080,866	A-3,LN 7	0	0	706,097	0	374,768	0	0	0	0	0	0		0	0
8		TOTAL GENERAL SUPPORT EXP	1,080,866		0	0	706,097	0	374,768	0	0	0	0	0	0		0	0
9		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
10		CENTRAL OFFICE EXPENSE																
11	6210	CENTRAL OFFICE SWITCHING EXPENSE	816,614	A-4,LN 43	0	0	533,470	0	283,144		0	0	0	0			0	0
12	6220	OPERATOR SYSTEMS EXPENSE	0	A-4,LN 43	0	0	0	0	0		0	0	0	0			0	0
13	6230	CENTRAL OFFICE TRANSMISSION EXPENSE	0	A-4,LN 43	0	0	0	0	0		0	0	0	0			0	0
14		UNDISTRIBUTED	0	A-4,LN 43	0	0	0	0	0		0	0	0	0			0	0
15		TOTAL CENTRAL OFFICE EXPENSE	816,614		0	0	533,470	0	283,144		0	0	0	0			0	0
16		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%		0.0000%	0.0000%	0.0000%	0.0000%			0.0000%	0.0000%
17	6310	INFORMATION ORIG/TERM EXPENSE																
18		COIN PAY TELEPHONE	0	DIRECT		0												
19		COINLESS PAY TELEPHONE	0	DIRECT	0													
20		OTHER	0	DIRECT		0							0					
21		CPE	0	DIRECT		0												
22		TOTAL INFORMATION ORIG/TERM EXP	0		0	0							0					
23		% DISTRIBUTION	0.0000%		0.0000%	0.0000%							0.0000%					
24	6410	CABLE AND WIRE FACILITIES EXPENSE	14,817,782	A-5,LN 22	0	0				14,817,782	0	0	0	0	0		0	0
25		TOTAL PLANT SPECIFIC EXPENSE	16,715,262		0	0	1,239,567	0	657,913	14,817,782	0	0	0	0	0		0	0
26		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	7.4158%	0.0000%	3.9360%	88.6482%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%

PLANT NON SPECIFIC EXPENSE ALLOCATION

A-10,1of1

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
			TOTAL		LIMITED	COMMON			COMMON TRANSPORT		DEDICATED	CHANNEL MILEAGE		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	COMPANY	SOURCE	PAY	LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
1		CENTRAL OFFICE EQUIPMENT	25,008,399	A-4,LN 38	0	0	16,337,245	0	8,671,154		0	0	0	0			0	0
2		INFORMATION ORIG/TERM	0	A-5,LN 10	0	0							0					
3		CABLE AND WIRE FACILITIES	0	A-5,LN 21	0	0				0	0	0	0		0		0	0
4		TOTAL	25,008,399		0	0	16,337,245	0	8,671,154	0	0	0	0	0	0		0	0
5		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
		PLANT NONSPECIFIC EXPENSE																
6	6510	OTHER PROP PLANT & EQUIP EXPENSE	0	LN 5	0	0	0	0	0	0	0	0	0	0	0		0	0
7	6530	NETWORK OPERATIONS EXPENSE	551,662	LN 5	0	0	360,384	0	191,277	0	0	0	0	0	0		0	0
8	6540	ACCESS CHARGE EXPENSE	0	DIRECT													0	0
9	6560	DEPRECIATION EXPENSE																
10		GENERAL SUPPORT	1,015,649	A-3,LN 7	0	0	663,494	0	352,156	0	0	0	0	0	0		0	0
11		CENTRAL OFFICE SWITCHING EQUIPMENT	1,773,170	A-4,LN 47			1,158,359		614,811		0						0	
12		OPERATOR SYSTEMS EQUIPMENT	0	A-4,LN 44			0	0	0		0						0	
13		CENTRAL OFFICE TRANSMISSION	0	A-4,LN 48	0	0			0		0	0	0	0			0	0
14		UNDISTRIBUTED COE	0	A-4,LN 43	0	0	0	0	0		0	0	0	0			0	0
15		INFORMATION ORIG/TERM	0	A-5,LN 11	0	0							0					
16		CABLE AND WIRE FACILITIES	0	A-5,LN 22	0	0				0	0	0	0		0		0	0
17		TOTAL DEP EXP - PLANT IN SERVICE	2,788,820		0	0	1,821,853	0	966,967	0	0	0	0	0	0		0	0
18		PROPERTY HELD FOR FUTURE USE	0	A-6,LN 7	0	0	0	0	0	0	0	0	0	0	0		0	0
19		TOTAL DEPRECIATION EXPENSE	2,788,820		0	0	1,821,853	0	966,967	0	0	0	0	0	0		0	0
20		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
		AMORTIZATION EXPENSE																
21	6563	CAPITAL LEASE	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
22	6563	LEASEHOLD IMPROVEMNTS	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
23	6563	UNDISTRIBUTED	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
24		SUBTOTAL	0		0	0	0	0	0	0	0	0	0	0	0		0	0
25	6564	INTANGIBLE ASSETS	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
26	6565	OTHER - TEL PLANT ADJUSTMENT	0	A-6,LN 28	0	0	0	0	0	0	0	0	0	0	0		0	0
27		TOTAL AMORTIZATION EXPENSE	0		0	0	0	0	0	0	0	0	0	0	0		0	0
28		% DISTRIBUTION	0.0000%		0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%
29		TOTAL PLANT NON SPECIFIC EXPENSE	3,340,481		0	0	2,182,237	0	1,158,244	0	0	0	0	0	0		0	0
30		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%		0.0000%	0.0000%

CUSTOMER OPERATIONS EXPENSE ALLOCATION

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
			TOTAL		LIMITED	COMMON			COMMON TRANSPORT		DEDICATED	CHANNEL MILEAGE		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	COMPANY	SOURCE	PAY	LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
		CUSTOMER OPERATIONS EXPENSES																
1	6610	MARKETING	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0		0	0
2		TELEPHONE OPERATOR SERVICES																
3	6621	- CALL COMPLETION INCL DA	0	SWS-OPERATORS			0	0									0	
4		- OPERATOR SERVICES UNDER CONTRACT	0	DIRECT			0	0									0	
5	6622	PUBLISHED DIRECTORY LISTINGS	0	DIRECT				0										
6	6623	ALL OTHER																
7	1.0	LOCAL BUSINESS OFFICE																
8		- END USER SVC ORDER PROCESSING																
9		- PRESUBSCRIPTION	0	A-3,LN 20	0	0	0	0	0	0	0							
10		- OTHER	0	AL-1,LN 12									0			0	0	
11		- END USER PAYMENT & COLLECTION	0	AL-1,LN 13		0							0			0	0	
12		- END USER BILLING INQUIRY	0	AL-1,LN 14		0							0			0	0	
13		- IX CARRIER SVC ORDER PROCESSING	0	AL-1,LN 15	0	0	0	0	0	0	0		0			0	0	
14		- IX CARRIER PAYMENT & COLLECTION	80,885	AL-1,LN 16	0	0	52,840	0	28,045	0	0		0			0	0	
15		- IX CARRIER BILLING INQUIRY	0	AL-1,LN 17	0	0	0	0	0	0	0		0			0	0	
16		- COIN COLLECT AND ADMINISTRATION	0	AL-1,LN 18	0	0												
17		SUBTOTAL LOCAL BUSINESS OFFICE	80,885		0	0	52,840	0	28,045	0	0	0	0			0	0	
18	2.0	CUSTOMER SERVICES (REV ACCTG)																
19		- MESSAGE PROCESSING																
20		- TOLL TICKET PROCESSING	0	DIRECT												0		
21		- LOCAL MESSAGE PROCESSING	0	DIRECT												0		
22		- OTHER BILLING & COLLECTION	0	DIRECT												0		
23		- END USER COMMON LINE	0	DIRECT		0												
24		- CARRIER ACCESS BILLING (CABS)	290	A-3,LN 22			189	0	101	0	0	0	0	0	0	0	0	0
25		SUBTOTAL CUSTOMER SERVICES	290		0	0	189	0	101	0	0	0	0	0	0	0	0	0
26		TOTAL CAT 1 AND CAT 2	81,175		0	0	53,029	0	28,146	0	0	0	0	0	0	0	0	0
27		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
28	3.0	ALL OTHER CUSTOMER SERVICE	19	/LN 34	0	0	12	0	6	0	0	0	0	0	0	0	0	0
29		TOTAL SERVICES EXPENSE	81,194		0	0	53,041	0	28,152	0	0	0	0	0	0	0	0	0
30		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
31		TOTAL CUSTOMER OPERATIONS EXPENSE	81,194		0	0	53,041	0	28,152	0	0	0	0	0	0	0	0	0
32		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
33		CUSTOMER OPERATIONS EXCL MARKETING	81,175		0	0	53,029	0	28,146	0	0	0	0	0	0	0	0	0
34		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%

CORPORATE OPERATIONS EXPENSE ALLOCATION

					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
									COMMON TRANSPORT		DEDICATED	CHANNEL TERMINATION		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	TOTAL COMPANY	SOURCE	LIMITED PAY	COMMON LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
		BIG THREE EXPENSES																
1		PLANT SPECIFIC EXPENSE	16,715,262	A-9,LN 25	0	0	1,239,567	0	657,913	14,817,782	0	0	0	0	0		0	0
2		OTHER PLANT EXPENSE	0	A-10,LN 7	0	0	0	0	0	0	0	0	0	0	0		0	0
3		NETWORK OPERATIONS EXPENSE	551,662	A-10,LN 8	0	0	360,384	0	191,277	0	0	0	0	0	0		0	0
4		ACCESS CHARGE EXPENSE	0	A-10,LN 9													0	0
5		CUSTOMER OPERATIONS EXPENSE	81,194	A-11,LN 31	0	0	53,041	0	28,152	0	0	0	0	0	0	0	0	0
6		TOTAL BIG THREE EXPENSES	17,348,117		0	0	1,652,993	0	877,342	14,817,782	0	0	0	0	0	0	0	0
7		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	9.5284%	0.0000%	5.0573%	85.4144%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
		CORPORATE OPERATING EXPENSE																
8	6710	EXECUTIVE AND PLANNING	790,376	LN 7	0	0	75,310	0	39,972	675,095	0	0	0	0	0	0	0	0
9	6720	GENERAL AND ADMINISTRATIVE	1,153,167	LN 7	0	0	109,878	0	58,319	984,970	0	0	0	0	0	0	0	0
10		TOTAL CORPORATE OPERATIONS	1,943,544		0	0	185,188	0	98,290	1,660,065	0	0	0	0	0	0	0	0
11		% DISTRIBUTION	100.0000%		0.0000%	0.0000%	9.5284%	0.0000%	5.0573%	85.4144%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
12		EQUAL ACCESS EXPENSE	0	DIRECT			0											
13	7500	INTEREST EXPENSE																
14		CAPITAL LEASE	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15		OTHER	79,809	A-3,LN 10	0	0	52,137	0	27,672	0	0	0	0	0	0	0	0	0
16		TOTAL	79,809		0	0	52,137	0	27,672	0	0	0	0	0	0	0	0	0
17		OTHER INCOME ADJUSTMENTS																
18		BASED ON PLANT	0	A-2,LN 10	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19		BASED ON EXPENSE	0	LN 7	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20		TOTAL	0		0	0	0	0	0	0	0	0	0	0	0	0	0	0
21		OPERATING TAXES																
22	7210	FEDERAL ITC AMORTIZATION	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23	7210	STATE ITC AMORTIZATION	0	A-3,LN 10	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24	7240	OTHER OPERATING TAXES	188,274	A-3,LN 10	0	0	122,994	0	65,280	0	0	0	0	0	0	0	0	0
25		TOTAL OPERATING TAXES	188,274		0	0	122,994	0	65,280	0	0	0	0	0	0	0	0	0

DEVELOPMENT OF JOINT USE FACILITIES ALLOCATION FACTORS

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					COMMON LINE		TRAFFIC SENSITIVE					SPECIAL ACCESS						
			TOTAL		LIMITED	COMMON			COMMON TRANSPORT		DEDICATED	INEL TERMINATION		CHANNEL MILEAGE			IX CATEGORY	
LN	A/C	DESCRIPTION	COMPANY	SOURCE	PAY	LINE	SWITCHING	INFO	TERM	FACILITY	TRANSPORT	ALLOCATED	TERM	TERM	FACILITY	B&C	MSG	P.L.
1		EQUIVALENT ACCESS LINES - MSG COE	0		0	0						0						
2		% DISTRIBUTION	0.0000%		0.0000%	0.0000%						0.0000%						
3		EQUIVALENT ACCESS LINES - MSG CWF	0		0	0						0						
4		% DISTRIBUTION	0.0000%		0.0000%	0.0000%						0.0000%						
5		IX CIRCUIT TERMINATIONS - MSG COE	56,766						56,766		0							
6		% DISTRIBUTION	100.0000%						100.0000%		0.0000%							
7		IX CIRCUIT MILES - MSG CWF	20,244,849							20244849	0							
8		% DISTRIBUTION	100.0000%							100.0000%	0.0000%							
		DISTRIBUTION FACTORS																
9		STD WORK SECONDS - MANUAL BOARDS	100.0000%				0.0000%	0.0000%									100.0000%	
10		STD WORK SECONDS - TSPS	100.0000%				0.0000%	0.0000%									100.0000%	
11		STD WORK SECONDS - OPERATORS	100.0000%				0.0000%	0.0000%									100.0000%	
12		END USER SVC ORDER CONTACTS	0.0000%										0.0000%			0.0000%	0.0000%	
13		END USER PAYMENT & COLLECTION	0.0000%			0.0000%							0.0000%			0.0000%	0.0000%	
14		END USER BILLING INQUIRY CONTACTS	0.0000%			0.0000%							0.0000%			0.0000%	0.0000%	
15		IX CARRIER SVC ORDER CONTACTS	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%		0.0000%			0.0000%		
16		IX CARRIER PAYMENT & COLLECTION	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%		0.0000%			0.0000%		
17		IX CARRIER BILLING INQUIRY CONTACTS	100.0000%		0.0000%	0.0000%	65.3270%	0.0000%	34.6730%	0.0000%	0.0000%		0.0000%			0.0000%		
18		PUBLIC TELEPHONE REVENUE	0.0000%		0.0000%	0.0000%												
19		END USER BILLING & COLLECTION	0.0000%													0.0000%		
20		OPERATOR SERVICES UNDER CONTRACT	0.0000%				0.0000%	0.0000%									0.0000%	

LN	ALLOCATION RATIOS	A/C	COMMENT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE MSG TOLL INTRALATA	INTERLATA	OTHER
	REVENUE REQUIREMENT SUMMARY							
1	NET INVESTMENT FOR SETTLEMENTS			3,006,095	NOTE A	0	2,486,380	519,715
2	RATE OF RETURN					11.2500%	11.2500%	9.5000%
3	RETURN ON INVESTMENT			329,091	LN1*LN 2	0	279,718	49,373
4	ALLOWANCE FOR FUNDS USED DURING CONSTR			0	S-8,LN 29	0	0	0
5	NET RETURN FOR SETTLEMENTS			329,091	LN3-LN4	0	279,718	49,373
6	TOTAL ITC AMORTIZATION			0	S-12,LN 28+29	0	0	0
7	FEDERAL OPERATING INCOME TAX		(ACTUAL)	0	S-12,LN 30	0	0	0
8	FEDERAL OPERATING INCOME TAX		(OPTION)	120,221	LN28-LN11	0	102,983	17,238
9	STATE AND LOCAL INCOME TAX		(ACTUAL)	0	S-12,LN 31	0	0	0
10	STATE AND LOCAL INCOME TAX		(OPTION)	40,020	LN 33	0	34,282	5,738
11	PROVISION FOR DEFERRED INCOME TAX			0	S-12,LN 33	0	0	0
13	OPERATING EXPENSE AND TAX			27,252,558	S-8,LN 18	0	22,268,754	4,983,804
14	NONOPERATING EXPENSE			87,286	S-8,LN 23	0	71,007	16,278
15	UNCOLLECTIBLES			3,992,932	S-8,LN 28	0	3,454,456	538,476
16	BASIS FOR GROSS RECEIPTS TAX			31,822,108		0	26,211,200	5,610,908
17	GROSS RECEIPTS TAX RATE		(GROSS UP)			0.0000%	0.0000%	0.0000%
18	GROSS RECEIPTS TAX			0		0	0	0
19	TOTAL REVENUE REQUIREMENT			31,822,108		0	26,211,200	5,610,908

NOTE A: INCLUDES NET TEL PLANT FROM SCH S-2,LN 33 LESS A/C's 2004 ,2006 ,2007 AND 1402 OTHER THAN RTB STOCK.

	OPTIONAL GROSS UP INCOME TAX CALCULATION							
20	RETURN ON INVESTMENT			329,091	LN 3	0	279,718	49,373
21	INTEREST AND RELATED ITEMS			95,720	S-12,LN 19	0	79,809	15,910
22	OTHER INCOME ADJUSTMENTS			0	S-12,LN 24+25	0	0	0
23	TOTAL INCOME ADJUSTMENTS			95,720	LN 21+22	0	79,809	15,910
24	FEDERAL ITC AMORTIZATION			0	S-12,LN 28	0	0	0
25	FEDERAL TAXABLE INCOME			353,592		0	302,891	50,701
26	FEDERAL INCOME TAX @		34.00%	120,221	LN 25*FIT	0	102,983	17,238
27	FEDERAL SURTAX ALLOCATION			0	S-2,LN 34	0	0	0
28	NET FEDERAL INCOME TAX BEFORE ITC			120,221	LN26-LN27	0	102,983	17,238
29	STATE ITC AMORTIZATION			0	S-12,LN 29	0	0	0
30	STATE TAXABLE INCOME			333,502		0	285,682	47,820
31	STATE INCOME TAX @		12.00%	40,020	LN 30*SIT	0	34,282	5,738
32	STATE SURTAX EXEMPTION			0	S-2,LN 34	0	0	0
33	NET STATE INCOME TAX BEFORE ITC			40,020		0	34,282	5,738

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SUMMARY OF NET TELEPHONE PLANT, M&S AND WORKING CAPITAL

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LN	ALLOCATION RATIOS	A/C	COMMENT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE MSG TOLL INTRALATA	INTERSTATE MSG TOLL INTERLATA	OTHER
	NET INVESTMENT SUMMARY							
1	GENERAL SUPPORT FACILITIES	2110		10,377,156	S-3,LN 10	0	8,652,288	1,724,869
2	CENTRAL OFFICE SWITCHING EQUIPMENT	2210		29,993,925	S-4,LN 52	0	25,008,399	4,985,526
3	OPERATOR SYSTEMS EQUIPMENT	2220		0	S-4,LN 41	0	0	0
4	CENTRAL OFFICE TRANSMISSION EQUIPMENT	2230		0	S-4,LN 78	0	0	0
5	INFORMATION ORIG/TERM EQUIPMENT	2310		0	S-5,LN 17	0	0	0
6	CABLE AND WIRE FACILITIES	2410		0	S-5,LN 42	0	0	0
7	TANGIBLE ASSETS	2680		1,472,819	S-3,LN 29	0	1,228,010	244,809
8	INTANGIBLE ASSETS	2690		0	S-3,LN 36	0	0	0
9	TOTAL PLANT IN SERVICE A/C 2001			41,843,900		0	34,888,696	6,955,204
10	% DISTRIBUTION			100.0000%		0.0000%	83.3782%	16.6218%
11	PROPERTY HELD FOR FUTURE USE	2002		0	S-6,LN 9	0	0	0
12	PLANT UNDER CONSTR - SHORT TERM	2003		0	S-6,LN 15	0	0	0
13	PLANT UNDER CONSTR - LONG TERM	2004		0	S-6,LN 21	0	0	0
14	TELEPHONE PLANT ADJUSTMENT	2005		0	S-6,LN 27	0	0	0
15	NONOPERATING PLANT	2006		0	DIRECT			0
16	GOODWILL	2007		0	DIRECT			0
17	TOTAL PROPERTY, PLANT & EQUIPMENT			41,843,900		0	34,888,696	6,955,204
18	% DISTRIBUTION			100.0000%		0.0000%	83.3782%	16.6218%
19	ACCUM DEPRECIATION - PLANT IN SERVICE	3100		37,511,854	S-7,LN 18	0	31,276,714	6,235,141
20	ACCUM DEPRECIATION - FUTURE USE	3200		0	S-7,LN 19	0	0	0
21	ACCUM AMORTIZATION - TANGIBLE PROPERTY	3400		1,472,819	S-7,LN 23	0	1,228,010	244,809
22	ACCUM AMORTIZATION - INTANGIBLE PROPERTY	3500		0	S-7,LN 24	0	0	0
23	ACCUM AMORTIZATION - TEL PLANT ADJUSTMENT	3600		0	S-7,LN 25	0	0	0
24	OPERATING DEFERRED INCOME TAX - NET	VAR		841,797	S-7,LN 32	0	701,875	139,922
25	OTHER DEFERRED CREDITS - NET	4360		0	S-7,LN 38	0	0	0
26	NET TELEPHONE PLANT			2,017,431		0	1,682,098	335,333
27	% DISTRIBUTION			100.0000%		0.0000%	83.3782%	16.6218%
28	MATERIALS AND SUPPLIES	1220		0	S-6,LN 31	0	0	0
29	INVESTMENT IN NONAFFILIATED CO'S	1402		0	S-6,LN 35	0	0	0
30	EQUAL ACCESS EQUIPMENT	1439		0	S-6,LN 36	0	0	0
31	OTHER JURISDICTIONAL ASSETS	1500		0	S-6,LN 37	0	0	0
32	CASH WORKING CAPITAL	XXXX		988,664	S-3,LN 3	0	804,282	184,382
33	NET TEL PLANT, M&S AND CASH WORKING CAPITAL			3,006,095		0	2,486,380	519,715
34	% DISTRIBUTION			100.0000%		0.0000%	82.7113%	17.2887%

LN	ALLOCATION RATIOS	A/C	COMMENT	TOTAL COMPANY	ALLOCATION BASIS	INTERSTATE MSG TOLL INTRALATA	INTERSTATE MSG TOLL INTERLATA	OTHER
	OPERATING EXPENSE AND TAX SUMMARY							
1	NETWORK SUPPORT EXPENSE	6110		0	S-9,LN 7	0	0	0
2	GENERAL SUPPORT EXPENSE	6120		1,296,341	S-9,LN 8	0	1,080,866	215,475
3	CENTRAL OFFICE EXPENSE	6210		979,410	S-9,LN 15	0	816,614	162,795
4	INFORMATION ORIG/TERM EXPENSE	6310		0	S-9,LN 21	0	0	0
5	CABLE AND WIRE FACILITIES EXPENSE	6410		18,248,747	S-9,LN 25	0	14,817,782	3,430,965
6	OTHER PLANT EXPENSE	6510		0	S-10,LN 11	0	0	0
7	NETWORK OPERATIONS EXPENSE	6530		661,638	S-10,LN 13	0	551,662	109,976
8	ACCESS CHARGE EXPENSE	6540		0	S-10,LN 14	0	0	0
9	MARKETING EXPENSE	6610		0	S-11,LN 13	0	0	0
10	SERVICES EXPENSE	6620		106,732	S-11,LN 44	0	81,194	25,538
11	EXECUTIVE AND PLANNING EXPENSE	6710		971,571	S-12,LN 8+9	0	790,376	181,194
12	GENERAL AND ADMINISTRATIVE EXPENSE	6720		1,417,531	S-12,LN 11+12	0	1,153,167	264,364
13	SUBTOTAL OPERATING EXPENSES			23,681,968		0	19,291,660	4,390,308
14	% DISTRIBUTION			100.0000%		0.0000%	81.4614%	18.5386%
15	DEPRECIATION AND AMORTIZATION	6560		3,344,782	S-10,LN 22+29	0	2,788,820	555,963
16	OTHER OPERATING TAX	7240		225,808	S-12,LN 32	0	188,274	37,533
17	EQUAL ACCESS EXPENSE			0	S-12,LN 15	0	0	0
18	TOTAL OPERATING EXPENSE AND TAX			27,252,558		0	22,268,754	4,983,804
19	% DISTRIBUTION			100.0000%		0.0000%	81.7125%	18.2875%
	NON OPERATING EXPENSE	7370						
20	ABANDONED CONSTRUCTION			0	S-2,LN 10	0	0	0
21	CONTRIBUTIONS			87,286	S-12,LN 14	0	71,007	16,278
22	OTHER NON OPERATING EXPENSE			0	DIRECT			0
23	TOTAL NON OPERATING EXPENSE			87,286		0	71,007	16,278
24	% DISTRIBUTION			100.0000%		0.0000%	81.3504%	18.6496%
	UNCOLLECTIBLES							
25	END USER MSG TOLLS	5310		0	DIRECT	0	0	0
26	END USER COMMON LINE	5320		0	DIRECT	0	0	0
27	IX CARRIER	5330		3,992,932	S-11,LN 5	0	3,454,456	538,476
28	TOTAL UNCOLLECTIBLES			3,992,932		0	3,454,456	538,476
29	ALLOWANCE FOR FUNDS USED DURING CONSTR	7340		0	S-12,LN 3	0	0	0

LN	DESCRIPTION	A/C	NOTE	TOTAL COMPANY	ALLOCATION BASIS	ACCESS DIVISION	OTHER
	REVENUE REQUIREMENT SUMMARY						
1	NET INVESTMENT FOR SETTLEMENTS			51,742,219	NOTE A	3,006,095	48,736,125
2	RATE OF RETURN					10.9475%	9.5319%
3	RETURN ON INVESTMENT			4,974,559	LN1*LN 2	329,091	4,645,469
4	ALLOWANCE FOR FUNDS USED DURING CONSTR			0	S-8,LN 30	0	0
5	NET RETURN FOR SETTLEMENTS			4,974,559	LN 3-LN 4	329,091	4,645,469
6	TOTAL ITC AMORTIZATION			0	S-12,LN 32	0	0
7	FEDERAL OPERATING INCOME TAX		(ACTUAL)	0		0	0
8	FEDERAL OPERATING INCOME TAX		(OPTION)	2,412,062	LN28-LN11	120,221	2,291,840
9	STATE AND LOCAL INCOME TAX		(ACTUAL)	0		0	0
10	STATE AND LOCAL INCOME TAX		(OPTION)	802,946	LN 32	40,020	762,925
11	PROVISION FOR DEFERRED INCOME TAX			0	S-12,LN 36	0	0
13	OPERATING EXPENSE AND TAX			93,626,257	S-8,LN 20	27,252,558	66,373,699
14	NONOPERATING EXPENSE			375,000	S-8,LN 25	87,286	287,714
15	UNCOLLECTIBLES			3,992,932	S-8,LN 29	3,992,932	0
16	BASIS FOR GROSS RECEIPTS TAX			106,183,756		31,822,108	74,361,648
17	GROSS RECEIPTS TAX RATE		(GROSS UP)			0.0000%	0.0000%
18	GROSS RECEIPTS TAX			0		0	0
19	TOTAL REVENUE REQUIREMENT			106,183,756		31,822,108	74,361,648

NOTE A: INCLUDES NET TEL PLANT FROM SCH S-2,LN 33 LESS A/C's 2004 ,2006 ,2007 AND 1402.

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	OPTIONAL GROSS UP INCOME TAX CALCULATION						
20	RETURN ON INVESTMENT			4,974,559	LN 3	329,091	4,645,469
21	INTEREST AND RELATED ITEMS			292,322	S-12,LN 22	95,720	196,602
22	OTHER INCOME ADJUSTMENTS			0	S-12,LN 27+28	0	0
23	TOTAL INCOME ADJUSTMENTS			292,322	LN 21+22	95,720	196,602
24	FEDERAL ITC AMORTIZATION			0	S-12,LN 32	0	0
25	FEDERAL TAXABLE INCOME			7,094,299		353,592	6,740,707
26	FEDERAL INCOME TAX @		34.00%	2,412,062	LN 25*FIT	120,221	2,291,840
27	FEDERAL SURTAX ALLOCATION			0	S-2,LN 32	0	0
28	NET FEDERAL INCOME TAX BEFORE ITC			2,412,062	LN26-LN27	120,221	2,291,840
29	STATE TAXABLE INCOME			6,691,214		333,502	6,357,712
30	STATE INCOME TAX @		12.00%	802,946	LN 29*SIT	40,020	762,925
31	STATE SURTAX EXEMPTION			0	S-2,LN 32	0	0
32	NET STATE INCOME TAX BEFORE ITC			802,946	LN30-LN31	40,020	762,925

S-2,1of1 SUMMARY OF NET TELEPHONE PLANT, M&S AND WORKING CAPITAL S-2,1of1

LN	DESCRIPTION	A/C	NOTE	TOTAL COMPANY	ALLOCATION BASIS	ACCESS DIVISION	OTHER
	NET INVESTMENT SUMMARY						
1	GENERAL SUPPORT FACILITIES	2110		25,341,110	S-3,LN 27	10,377,156	14,963,954
2	CENTRAL OFFICE SWITCHING EQUIPMENT	2210		44,014,651	S-4,LN 17	29,993,925	14,020,726
3	CENTRAL OFFICE TRANSMISSION EQUIPMENT	2230		51,552,721	S-4,LN 31	0	51,552,721
4	CABLE AND WIRE FACILITIES	2410		59,282,926	S-5,LN 16	0	59,282,926
5	TANGIBLE ASSETS	2680		3,596,636	S-3,LN 54	1,472,819	2,123,818
6	INTANGIBLE ASSETS	2690		0	S-3,LN 61	0	0
7	TOTAL PLANT IN SERVICE A/C 2001			183,788,044		41,843,900	141,944,144
8	% DISTRIBUTION			100.0000%		22.7675%	77.2325%
9	PROPERTY HELD FOR FUTURE USE	2002		0	S-6,LN 9	0	0
10	PLANT UNDER CONSTR - SHORT TERM	2003		0	S-6,LN 15	0	0
11	PLANT UNDER CONSTR - LONG TERM	2004		0	S-6,LN 21	0	0
12	TELEPHONE PLANT ADJUSTMENT	2005		0	S-6,LN 27	0	0
13	NONOPERATING PLANT	2006		2,173,393	DIRECT		2,173,393
14	GOODWILL	2007		0	DIRECT		0
15	TOTAL PROPERTY, PLANT & EQUIPMENT			185,961,437		41,843,900	144,117,536
16	% DISTRIBUTION			100.0000%		22.5014%	77.4986%
17	ACCUM DEPRECIATION - PLANT IN SERVICE	3100		128,713,980	S-7,LN 30	37,511,854	91,202,125
18	ACCUM DEPRECIATION - FUTURE USE	3200		0	S-7,LN 31	0	0
19	ACCUM AMORTIZATION - TANGIBLE PROPERTY	3400		3,596,636	S-7,LN 36	1,472,819	2,123,818
20	ACCUM AMORTIZATION - INTANGIBLE PROPERTY	3500		0	S-7,LN 37	0	0
21	ACCUM AMORTIZATION - TEL PLANT ADJUSTMENT	3600		0	S-7,LN 38	0	0
22	OPERATING DEFERRED INCOME TAX - NET	VAR		3,757,257	S-7,LN 44	841,797	2,915,461
23	OTHER DEFERRED CREDITS - NET	4360		0	S-7,LN 49	0	0
24	NET TELEPHONE PLANT			49,893,564		2,017,431	47,876,133
25	% DISTRIBUTION			100.0000%		4.0435%	95.9565%
26	MATERIALS AND SUPPLIES	1220		621,079	S-6,LN 32	0	621,079
27	PREPAID EXPENSES	1300		0	S-6,LN 37	0	0
28	INVESTMENT IN NONAFFILIATED CO'S	1402		162,795,796	S-6,LN 38	0	162,795,796
29	OTHER JURISDICTIONAL ASSETS	1500		0	S-6,LN 39	0	0
30	CASH WORKING CAPITAL	XXXX		3,400,969	COMPUTED	988,664	2,412,306
31	NET TEL PLANT, M&S AND CASH WORKING CAPITAL			216,711,408		3,006,095	213,705,314
32	% DISTRIBUTION			100.0000%		1.3871%	98.6129%

SUMMARY OF OPERATING EXPENSE AND TAX

S-8,1of1

LN	DESCRIPTION	A/C	NOTE	TOTAL COMPANY	ALLOCATION BASIS	ACCESS DIVISION	OTHER
	OPERATING EXPENSE AND TAX SUMMARY						
1	NETWORK SUPPORT EXPENSE	6110		314,787	S-9,LN 13-23	107,100	207,687
2	GENERAL SUPPORT EXPENSE	6120		2,790,496	S-9,LN 24-27	1,189,240	1,601,256
3	CENTRAL OFFICE EXPENSE	6210		3,380,124	S-9,LN 33	979,410	2,400,714
4	CABLE AND WIRE FACILITIES EXPENSE	6410		22,946,170	S-9,LN 35	18,248,747	4,697,423
5	OTHER PLANT EXPENSE	6510		22,746,723	S-10,LN 6	0	22,746,723
6	NETWORK OPERATIONS EXPENSE	6530		5,621,071	S-10,LN 13	661,638	4,959,433
7	ACCESS CHARGE EXPENSE	6540		6,411,600	S-10,LN 15	0	6,411,600
8	MARKETING EXPENSE	6610		4,229,836	S-11,LN 15	0	4,229,836
9	SERVICES EXPENSE	6620		3,030,438	S-11,LN 39	106,732	2,923,706
10	EXECUTIVE AND PLANNING EXPENSE	6710		2,376,412	S-12,LN 7	971,571	1,404,841
11	GENERAL AND ADMINISTRATIVE EXPENSE	6720		6,832,519	S-12,LN 8-15	1,417,531	5,414,988
12	SUBTOTAL OPERATING EXPENSES			80,680,176		23,681,968	56,998,208
13	% DISTRIBUTION			100.0000%		29.3529%	70.6471%
14	DEPRECIATION - PLANT IN SERVICE	6561		11,919,017	S-10,LN 33	3,344,782	8,574,235
15	DEPRECIATION - FUTURE USE	6562		0	S-10,LN 34	0	0
16	AMORTIZATION - TANGIBLES	6563		0	S-3,LN42-44	0	0
17	AMORTIZATION - INTANGIBLES	6564		0	S-3,LN 45	0	0
18	AMORTIZATION - OTHER	6565		0	S-3,LN 46	0	0
19	OTHER OPERATING TAX	7240		1,027,064	S-12,LN 35	225,808	801,256
20	TOTAL OPERATING EXPENSE AND TAX			93,626,257		27,252,558	66,373,699
21	% DISTRIBUTION			100.0000%		29.1078%	70.8922%
	NON OPERATING EXPENSE	7370					
22	ABANDONED CONSTRUCTION			0	S-2,LN 8	0	0
23	CONTRIBUTIONS			266,565	S-12,LN 2	87,286	179,279
24	ALL OTHER			108,435	S-12,LN 2	0	108,435
25	TOTAL NON OPERATING EXPENSE			375,000		87,286	287,714
26	% DISTRIBUTION			100.0000%		23.2762%	76.7238%
	UNCOLLECTIBLES						
27	END USER MSG TOLLS	5310		0	DIRECT	XXX	XXX
28	IX CARRIER	5330		3,992,932	DIRECT	3,992,932	0
29	TOTAL UNCOLLECTIBLES			3,992,932		3,992,932	0
30	ALLOWANCE FOR FUNDS USED DURING CONSTR	7340		0	S-12,LN 4	0	0