

|                                   | Total<br>Company<br>(A) | Part 64<br>Adjustments<br>(B) | Other<br>Adjustments<br>(C) | Subject to<br>Separations<br>(D) | Total<br>Interstate<br>(E) | Billing &<br>Collection<br>(F) |
|-----------------------------------|-------------------------|-------------------------------|-----------------------------|----------------------------------|----------------------------|--------------------------------|
| <b>Revenues</b>                   |                         |                               |                             |                                  |                            |                                |
| 100 Network Access                | 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                            |
| 120 Common Line Support           | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 130 Long Term                     | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 140 Transitional                  | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 150 Miscellaneous                 | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 160 Net Revenues                  | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| <b>Expenses</b>                   |                         |                               |                             |                                  |                            |                                |
| 170 Plant Specific                | n/a                     | n/a                           | n/a                         | n/a                              | 96,953                     | 0                              |
| 171 Network Support               | 508                     | 0                             | 0                           | 508                              | 186                        | 0                              |
| 172 General Support               | 38,078                  | 0                             | 0                           | 38,078                           | 13,756                     | 0                              |
| 173 Central Office                | 1,179,868               | 0                             | 0                           | 1,179,868                        | 47,317                     | 0                              |
| 174 Operator Systems              | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 175 COE Switching                 | 1,145,564               | 0                             | 0                           | 1,145,564                        | 36,393                     | 0                              |
| 176 COE Transmission              | 34,304                  | 0                             | 0                           | 34,304                           | 10,924                     | 0                              |
| 177 IOT                           | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 178 Cable & Wire Facilities       | 113,354                 | (19,484)                      | 0                           | 93,870                           | 35,694                     | 0                              |
| 180 Plant Non-Sp. Less Dep/Amor   | n/a                     | n/a                           | n/a                         | n/a                              | 2,554                      | 0                              |
| 190 Depreciation / Amortization   | 90,027                  | 0                             | 0                           | 90,027                           | 31,641                     | 0                              |
| 200 Customer Operations           | n/a                     | n/a                           | n/a                         | n/a                              | 14,856                     | 776                            |
| 201 Marketing                     | 8,921                   | (5,690)                       | 0                           | 3,231                            | 187                        | 0                              |
| 202 Local Business Office         | 61,954                  | 0                             | 0                           | 61,954                           | 14,669                     | 776                            |
| 203 Revenue Accounting            | 136,503                 | 0                             | 0                           | 136,503                          | 67,105                     | 0                              |
| 204 Other Billing & Collection    | 43,564                  | 0                             | 0                           | 43,564                           | 14,521                     | 14,521                         |
| 210 Access                        | n/a                     | n/a                           | n/a                         | n/a                              | 0                          | n/a                            |
| 220 Corporate Operations          | n/a                     | n/a                           | n/a                         | n/a                              | 34,671                     | 233                            |
| 230 AFUDC                         | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 240 Other Exp. & Adjustments      | n/a                     | n/a                           | n/a                         | n/a                              | 0                          | 0                              |
| 250 Taxes Other than FIT          | n/a                     | n/a                           | n/a                         | n/a                              | 1,052                      | 0                              |
| 260 Total Exp and Other Taxes     | n/a                     | n/a                           | n/a                         | n/a                              | 181,727                    | 1,009                          |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| <b>FIT Adjustments</b>            |                         |                               |                             |                                  |                            |                                |
| 270 Adjustment for FIT            | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 280 Amortized ITC                 | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 290 Federal Income Taxes          | n/a                     | n/a                           | n/a                         | n/a                              | 0                          | n/a                            |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| 300 Total Expenses & Taxes        | n/a                     | n/a                           | n/a                         | n/a                              | 181,727                    | n/a                            |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| <b>Telephone Plant in Service</b> |                         |                               |                             |                                  |                            |                                |
| 310 General Support               | 20,309                  | 0                             | 0                           | 20,309                           | 7,335                      | 0                              |
| 320 Central Office Equip-Switch   | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 321 Operator Systems              | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 322 Tandem Switching              | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 323 Local Switching Cat. 3        | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 324 Equal Access                  | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 330 Central Office Equip-Trans    | 806,819                 | 0                             | 0                           | 806,819                          | 256,526                    | 0                              |
| 331 Subscriber Lines              | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 332 Exchange Circuit              | 806,819                 | 0                             | 0                           | 806,819                          | 256,526                    | 0                              |
| 333 Interexchange Circuit         | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 334 Host Remote                   | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 340 Cable & Wire                  | 1,824,020               | 0                             | 0                           | 1,824,020                        | 693,698                    | 0                              |
| 341 Subscriber Lines              | 263,350                 | 0                             | 0                           | 263,350                          | 1,568                      | 0                              |
| 342 Exchange                      | 1,560,670               | 0                             | 0                           | 1,560,670                        | 692,130                    | 0                              |
| 343 Interexchange                 | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 344 Host Remote                   | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 350 Info Orig/Term Equipment      | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 360 Amortizable Assets            | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 370 Total Plant In Service        | 2,651,148               | 0                             | 0                           | 2,651,148                        | 957,559                    | 0                              |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| <b>Adjustments to TPIS</b>        |                         |                               |                             |                                  |                            |                                |
| 380 Depr / Amor Reserve           | 2,030,187               | 0                             | 0                           | 2,030,187                        | 736,556                    | 0                              |
| 390 Accum Deferred Income Tax     | 86,741                  | 0                             | 0                           | 86,741                           | 31,067                     | 0                              |
| 400 Other Rate Base Adjust.       | n/a                     | n/a                           | n/a                         | n/a                              | 0                          | 0                              |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| <b>Return Data</b>                |                         |                               |                             |                                  |                            |                                |
| 410 Average Rate Base             | n/a                     | n/a                           | n/a                         | n/a                              | 189,936                    | n/a                            |
| 420 Return                        | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 430 Rate of Return                | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |

|                                   | Interstate<br>Inter-<br>exchange<br>(G) | ROR<br>Regulated<br>I/S Access<br>(H) | Pay<br>Phone<br>(I) | Inside<br>Wire<br>(J) | BFP<br>(K) | Total<br>Common<br>Line<br>(L) | Total Switched<br>Traffic Sensitive<br>(M) | Special<br>Access<br>(N) |
|-----------------------------------|-----------------------------------------|---------------------------------------|---------------------|-----------------------|------------|--------------------------------|--------------------------------------------|--------------------------|
| <b>Revenues</b>                   |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 100 Network Access                | n/a                                     | 72,912                                | 0                   | 0                     | 10,294     | 10,294                         | 0                                          | 13,892                   |
| 110 Uncollectibles                | n/a                                     | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 120 Common Line Support           | n/a                                     | 141,318                               | 0                   | 0                     | 141,318    | 141,318                        | n/a                                        | n/a                      |
| 130 Long Term                     | n/a                                     | 0                                     | 0                   | 0                     | 0          | 0                              | n/a                                        | n/a                      |
| 140 Transitional                  | n/a                                     | 0                                     | 0                   | 0                     | 0          | 0                              | n/a                                        | n/a                      |
| 150 Miscellaneous                 | n/a                                     | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 160 Net Revenues                  | n/a                                     | 214,230                               | 0                   | 0                     | 151,612    | 151,612                        | 0                                          | 13,892                   |
| <b>Expenses</b>                   |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 170 Plant Specific                | 0                                       | 96,953                                | 0                   | 0                     | 60,456     | 60,456                         | 0                                          | 104                      |
| 171 Network Support               | 0                                       | 186                                   | 0                   | 0                     | 186        | 186                            | 0                                          | 0                        |
| 172 General Support               | 0                                       | 13,756                                | 0                   | 0                     | 13,733     | 13,733                         | 0                                          | 23                       |
| 173 Central Office                | 0                                       | 47,317                                | 0                   | 0                     | 10,924     | 10,924                         | 0                                          | 0                        |
| 174 Operator Systems              | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 175 COE Switching                 | 0                                       | 36,393                                | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 176 COE Transmission              | 0                                       | 10,924                                | 0                   | 0                     | 10,924     | 10,924                         | 0                                          | 0                        |
| 177 IOT                           | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 178 Cable & Wire Facilities       | 0                                       | 35,694                                | 0                   | 0                     | 35,613     | 35,613                         | 0                                          | 81                       |
| 180 Plant Non-Sp. Less Dep/Amor   | 0                                       | 2,554                                 | 0                   | 0                     | 2,550      | 2,550                          | 0                                          | 4                        |
| 190 Depreciation / Amortization   | 0                                       | 31,641                                | 0                   | 0                     | 31,607     | 31,607                         | 0                                          | 34                       |
| 200 Customer Operations           | 0                                       | 14,080                                | 0                   | 0                     | 2,604      | 2,604                          | 0                                          | 10,492                   |
| 201 Marketing                     | 0                                       | 187                                   | 0                   | 0                     | 187        | 187                            | 0                                          | 0                        |
| 202 Local Business Office         | 0                                       | 13,893                                | 0                   | 0                     | 2,417      | 2,417                          | 0                                          | 10,492                   |
| 203 Revenue Accounting            | 0                                       | 67,105                                | 0                   | 0                     | 0          | 0                              | 0                                          | 58,234                   |
| 204 Other Billing & Collection    | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 210 Access                        | 0                                       | n/a                                   | n/a                 | n/a                   | n/a        | n/a                            | n/a                                        | n/a                      |
| 220 Corporate Operations          | 0                                       | 34,438                                | 0                   | 0                     | 19,879     | 19,879                         | 0                                          | 3,211                    |
| 230 AFUDC                         | n/a                                     | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 240 Other Exp. & Adjustments      | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 250 Taxes Other than FIT          | 0                                       | 1,052                                 | 0                   | 0                     | 1,050      | 1,050                          | 0                                          | 2                        |
| 260 Total Exp and Other Taxes     | 0                                       | 180,718                               | 0                   | 0                     | 118,146    | 118,146                        | 0                                          | 13,847                   |
| <b>FIT Adjustments</b>            |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 270 Adjustment for FIT            | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 280 Amortized ITC                 | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 290 Federal Income Taxes          | n/a                                     | 11,394                                | 0                   | 0                     | 11,378     | 11,378                         | 0                                          | 15                       |
| 300 Total Expenses & Taxes        | n/a                                     | 192,112                               | 0                   | 0                     | 129,524    | 129,524                        | 0                                          | 13,862                   |
| <b>Telephone Plant in Service</b> |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 310 General Support               | 0                                       | 7,335                                 | 0                   | 0                     | 7,323      | 7,323                          | 0                                          | 12                       |
| 320 Central Office Equip-Switch   | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 321 Operator Systems              | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 322 Tandem Switching              | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 323 Local Switching Cat. 3        | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 324 Equal Access                  | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 330 Central Office Equip-Trans    | 0                                       | 256,526                               | 0                   | 0                     | 256,526    | 256,526                        | 0                                          | 0                        |
| 331 Subscriber Lines              | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 332 Exchange Circuit              | 0                                       | 256,526                               | 0                   | 0                     | 256,526    | 256,526                        | 0                                          | 0                        |
| 333 Interexchange Circuit         | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 334 Host Remote                   | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 340 Cable & Wire                  | 0                                       | 693,698                               | 0                   | 0                     | 692,130    | 692,130                        | 0                                          | 1,568                    |
| 341 Subscriber Lines              | 0                                       | 1,568                                 | 0                   | 0                     | 0          | 0                              | 0                                          | 1,568                    |
| 342 Exchange                      | 0                                       | 692,130                               | 0                   | 0                     | 692,130    | 692,130                        | 0                                          | 0                        |
| 343 Interexchange                 | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 344 Host Remote                   | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 350 Info Orig/Term Equipment      | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 360 Amortizable Assets            | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 370 Total Plant In Service        | 0                                       | 957,559                               | 0                   | 0                     | 955,979    | 955,979                        | 0                                          | 1,580                    |
| <b>Adjustments to TPIS</b>        |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 380 Depr / Amor Reserve           | 0                                       | 736,556                               | 0                   | 0                     | 735,292    | 735,292                        | 0                                          | 1,263                    |
| 390 Accum Deferred Income Tax     | 0                                       | 31,067                                | 0                   | 0                     | 31,013     | 31,013                         | 0                                          | 54                       |
| 400 Other Rate Base Adjust.       | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| <b>Return Data</b>                |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 410 Average Rate Base             | n/a                                     | 189,936                               | 0                   | 0                     | 189,674    | 189,674                        | 0                                          | 263                      |
| 420 Return                        | n/a                                     | 22,118                                | 0                   | 0                     | 22,088     | 22,088                         | 0                                          | 30                       |
| 430 Rate of Return                | 11.00%                                  | 11.64%                                | 0.00%               | 0.00%                 | 11.65%     | 11.65%                         | 0.00%                                      | 11.29%                   |

COS-1(H)  
Filing Date: 6/16/2016  
Filing Entity: Easton Telephone Company  
Transmittal Number : 18  
COSA: 361384

Rate-of Return TRP  
Cost Analysis Summary  
Historical, Calendar Year 2015

|                                   | Total<br>Company<br>(A) | Part 64<br>Adjustments<br>(B) | Other<br>Adjustments<br>(C) | Subject to<br>Separations<br>(D) | Total<br>Interstate<br>(E) | Billing &<br>Collection<br>(F) |
|-----------------------------------|-------------------------|-------------------------------|-----------------------------|----------------------------------|----------------------------|--------------------------------|
| <b>Revenues</b>                   |                         |                               |                             |                                  |                            |                                |
| 100 Network Access                | 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                            |
| 120 Common Line Support           | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 130 Long Term                     | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 140 Transitional                  | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 150 Miscellaneous                 | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 160 Net Revenues                  | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| <b>Expenses</b>                   |                         |                               |                             |                                  |                            |                                |
| 170 Plant Specific                | n/a                     | n/a                           | n/a                         | n/a                              | 95,507                     | 0                              |
| 171 Network Support               | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 172 General Support               | 37,643                  | 0                             | 0                           | 37,643                           | 13,386                     | 0                              |
| 173 Central Office                | 119,211                 | 26,804                        | 0                           | 146,015                          | 47,159                     | 0                              |
| 174 Operator Systems              | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 175 COE Switching                 | 108,223                 | 0                             | 0                           | 108,223                          | 34,953                     | 0                              |
| 176 COE Transmission              | 10,988                  | 26,804                        | 0                           | 37,792                           | 12,206                     | 0                              |
| 177 IOT                           | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 178 Cable & Wire Facilities       | 114,583                 | (20,108)                      | 0                           | 94,475                           | 34,962                     | 0                              |
| 180 Plant Non-Sp. Less Dep/Amor   | n/a                     | n/a                           | n/a                         | n/a                              | 1,807                      | 0                              |
| 190 Depreciation / Amortization   | 73,857                  | 0                             | 0                           | 73,857                           | 25,051                     | 0                              |
| 200 Customer Operations           | n/a                     | n/a                           | n/a                         | n/a                              | 15,101                     | 845                            |
| 201 Marketing                     | 9,891                   | (6,696)                       | 0                           | 3,195                            | 185                        | 0                              |
| 202 Local Business Office         | 64,610                  | 0                             | 0                           | 64,610                           | 14,916                     | 845                            |
| 203 Revenue Accounting            | 19,433                  | 0                             | 0                           | 19,433                           | 9,650                      | 0                              |
| 204 Other Billing & Collection    | 2,535                   | 0                             | 0                           | 2,535                            | 845                        | 845                            |
| 210 Access                        | n/a                     | n/a                           | n/a                         | n/a                              | 0                          | n/a                            |
| 220 Corporate Operations          | n/a                     | n/a                           | n/a                         | n/a                              | 31,474                     | 237                            |
| 230 AFUDC                         | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 240 Other Exp. & Adjustments      | n/a                     | n/a                           | n/a                         | n/a                              | 0                          | 0                              |
| 250 Taxes Other than FIT          | n/a                     | n/a                           | n/a                         | n/a                              | 1,015                      | 0                              |
| 260 Total Exp and Other Taxes     | n/a                     | n/a                           | n/a                         | n/a                              | 169,955                    | 1,082                          |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| <b>FIT Adjustments</b>            |                         |                               |                             |                                  |                            |                                |
| 270 Adjustment for FIT            | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 280 Amortized ITC                 | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 290 Federal Income Taxes          | n/a                     | n/a                           | n/a                         | n/a                              | 0                          | n/a                            |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| 300 Total Expenses & Taxes        | n/a                     | n/a                           | n/a                         | n/a                              | 169,955                    | n/a                            |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| <b>Telephone Plant in Service</b> |                         |                               |                             |                                  |                            |                                |
| 310 General Support               | 20,309                  | 0                             | 0                           | 20,309                           | 7,222                      | 0                              |
| 320 Central Office Equip-Switch   | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 321 Operator Systems              | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 322 Tandem Switching              | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 323 Local Switching Cat. 3        | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 324 Equal Access                  | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 330 Central Office Equip-Trans    | 807,881                 | 0                             | 0                           | 807,881                          | 260,922                    | 0                              |
| 331 Subscriber Lines              | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 332 Exchange Circuit              | 807,881                 | 0                             | 0                           | 807,881                          | 260,922                    | 0                              |
| 333 Interexchange Circuit         | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 334 Host Remote                   | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 340 Cable & Wire                  | 1,824,381               | 0                             | 0                           | 1,824,381                        | 675,152                    | 0                              |
| 341 Subscriber Lines              | 306,713                 | 0                             | 0                           | 306,713                          | 2,093                      | 0                              |
| 342 Exchange                      | 1,517,668               | 0                             | 0                           | 1,517,668                        | 673,059                    | 0                              |
| 343 Interexchange                 | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 344 Host Remote                   | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 350 Info Orig/Term Equipment      | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 360 Amortizable Assets            | 0                       | 0                             | 0                           | 0                                | 0                          | 0                              |
| 370 Total Plant In Service        | 2,652,571               | 0                             | 0                           | 2,652,571                        | 943,296                    | 0                              |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| <b>Adjustments to TPIS</b>        |                         |                               |                             |                                  |                            |                                |
| 380 Depr / Amor Reserve           | 2,063,014               | 0                             | 0                           | 2,063,014                        | 736,223                    | 0                              |
| 390 Accum Deferred Income Tax     | 105,657                 | 0                             | 0                           | 105,657                          | 37,573                     | 0                              |
| 400 Other Rate Base Adjust.       | n/a                     | n/a                           | n/a                         | n/a                              | 0                          | 0                              |
|                                   | ----                    | ----                          | ----                        | ----                             | ----                       | ----                           |
| <b>Return Data</b>                |                         |                               |                             |                                  |                            |                                |
| 410 Average Rate Base             | n/a                     | n/a                           | n/a                         | n/a                              | 169,500                    | n/a                            |
| 420 Return                        | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |
| 430 Rate of Return                | n/a                     | n/a                           | n/a                         | n/a                              | n/a                        | n/a                            |

|                                   | Interstate<br>Inter-<br>exchange<br>(G) | ROR<br>Regulated<br>I/S Access<br>(H) | Pay<br>Phone<br>(I) | Inside<br>Wire<br>(J) | BFP<br>(K) | Total<br>Common<br>Line<br>(L) | Total Switched<br>Traffic Sensitive<br>(M) | Special<br>Access<br>(N) |
|-----------------------------------|-----------------------------------------|---------------------------------------|---------------------|-----------------------|------------|--------------------------------|--------------------------------------------|--------------------------|
| <b>Revenues</b>                   |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 100 Network Access                | n/a                                     | 94,176                                | 0                   | 0                     | 34,525     | 34,525                         | 0                                          | 13,892                   |
| 110 Uncollectibles                | n/a                                     | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 120 Common Line Support           | n/a                                     | 104,826                               | 0                   | 0                     | 104,826    | 104,826                        | n/a                                        | n/a                      |
| 130 Long Term                     | n/a                                     | 0                                     | 0                   | 0                     | 0          | 0                              | n/a                                        | n/a                      |
| 140 Transitional                  | n/a                                     | 0                                     | 0                   | 0                     | 0          | 0                              | n/a                                        | n/a                      |
| 150 Miscellaneous                 | n/a                                     | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 160 Net Revenues                  | n/a                                     | 199,002                               | 0                   | 0                     | 139,351    | 139,351                        | 0                                          | 13,892                   |
| <b>Expenses</b>                   |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 170 Plant Specific                | 0                                       | 95,507                                | 0                   | 0                     | 60,417     | 60,417                         | 0                                          | 138                      |
| 171 Network Support               | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 172 General Support               | 0                                       | 13,386                                | 0                   | 0                     | 13,357     | 13,357                         | 0                                          | 30                       |
| 173 Central Office                | 0                                       | 47,159                                | 0                   | 0                     | 12,206     | 12,206                         | 0                                          | 0                        |
| 174 Operator Systems              | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 175 COE Switching                 | 0                                       | 34,953                                | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 176 COE Transmission              | 0                                       | 12,206                                | 0                   | 0                     | 12,206     | 12,206                         | 0                                          | 0                        |
| 177 IOT                           | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 178 Cable & Wire Facilities       | 0                                       | 34,962                                | 0                   | 0                     | 34,854     | 34,854                         | 0                                          | 108                      |
| 180 Plant Non-Sp. Less Dep/Amor   | 0                                       | 1,807                                 | 0                   | 0                     | 1,803      | 1,803                          | 0                                          | 4                        |
| 190 Depreciation / Amortization   | 0                                       | 25,051                                | 0                   | 0                     | 25,022     | 25,022                         | 0                                          | 29                       |
| 200 Customer Operations           | 0                                       | 14,256                                | 0                   | 0                     | 2,817      | 2,817                          | 0                                          | 10,367                   |
| 201 Marketing                     | 0                                       | 185                                   | 0                   | 0                     | 184        | 184                            | 0                                          | 0                        |
| 202 Local Business Office         | 0                                       | 14,071                                | 0                   | 0                     | 2,633      | 2,633                          | 0                                          | 10,367                   |
| 203 Revenue Accounting            | 0                                       | 9,650                                 | 0                   | 0                     | 0          | 0                              | 0                                          | 9,650                    |
| 204 Other Billing & Collection    | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 210 Access                        | 0                                       | n/a                                   | n/a                 | n/a                   | n/a        | n/a                            | n/a                                        | n/a                      |
| 220 Corporate Operations          | 0                                       | 31,237                                | 0                   | 0                     | 18,209     | 18,209                         | 0                                          | 2,942                    |
| 230 AFUDC                         | n/a                                     | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 240 Other Exp. & Adjustments      | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 250 Taxes Other than FIT          | 0                                       | 1,015                                 | 0                   | 0                     | 1,012      | 1,012                          | 0                                          | 2                        |
| 260 Total Exp and Other Taxes     | 0                                       | 168,873                               | 0                   | 0                     | 109,280    | 109,280                        | 0                                          | 13,482                   |
| <b>FIT Adjustments</b>            |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 270 Adjustment for FIT            | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 280 Amortized ITC                 | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 290 Federal Income Taxes          | n/a                                     | 10,244                                | 0                   | 0                     | 10,224     | 10,224                         | 0                                          | 139                      |
| 300 Total Expenses & Taxes        | n/a                                     | 179,117                               | 0                   | 0                     | 119,504    | 119,504                        | 0                                          | 13,621                   |
| <b>Telephone Plant in Service</b> |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 310 General Support               | 0                                       | 7,222                                 | 0                   | 0                     | 7,206      | 7,206                          | 0                                          | 16                       |
| 320 Central Office Equip-Switch   | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 321 Operator Systems              | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 322 Tandem Switching              | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 323 Local Switching Cat. 3        | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 324 Equal Access                  | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 330 Central Office Equip-Trans    | 0                                       | 260,922                               | 0                   | 0                     | 260,922    | 260,922                        | 0                                          | 2,093                    |
| 331 Subscriber Lines              | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 2,093                    |
| 332 Exchange Circuit              | 0                                       | 260,922                               | 0                   | 0                     | 260,922    | 260,922                        | 0                                          | 0                        |
| 333 Interexchange Circuit         | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 334 Host Remote                   | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 340 Cable & Wire                  | 0                                       | 675,152                               | 0                   | 0                     | 673,059    | 673,059                        | 0                                          | 0                        |
| 341 Subscriber Lines              | 0                                       | 2,093                                 | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 342 Exchange                      | 0                                       | 673,059                               | 0                   | 0                     | 673,059    | 673,059                        | 0                                          | 0                        |
| 343 Interexchange                 | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 344 Host Remote                   | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 350 Info Orig/Term Equipment      | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 360 Amortizable Assets            | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| 370 Total Plant In Service        | 0                                       | 943,296                               | 0                   | 0                     | 941,187    | 941,187                        | 0                                          | 2,109                    |
| <b>Adjustments to TPIS</b>        |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 380 Depr / Amor Reserve           | 0                                       | 736,223                               | 0                   | 0                     | 734,520    | 734,520                        | 0                                          | 1,703                    |
| 390 Accum Deferred Income Tax     | 0                                       | 37,573                                | 0                   | 0                     | 37,489     | 37,489                         | 0                                          | 84                       |
| 400 Other Rate Base Adjust.       | 0                                       | 0                                     | 0                   | 0                     | 0          | 0                              | 0                                          | 0                        |
| <b>Return Data</b>                |                                         |                                       |                     |                       |            |                                |                                            |                          |
| 410 Average Rate Base             | n/a                                     | 169,500                               | 0                   | 0                     | 169,178    | 169,178                        | 0                                          | 322                      |
| 420 Return                        | n/a                                     | 19,885                                | 0                   | 0                     | 19,847     | 19,847                         | 0                                          | 271                      |
| 430 Rate of Return                | 0.00%                                   | 11.73%                                | 0.00%               | 0.00%                 | 11.73%     | 11.73%                         | 0.00%                                      | 84.04%                   |

## COS-2

Filing Date:

6/16/2016

Filing Entity:

Easton Telephone Company

Transmittal Number:

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COSA:

361384

## Rate-of-Return TRP

7/16- 6/17

Versus 2015 Actual

|                                | Common<br>Line<br>(A) | Traffic<br>Sensitive<br>Switched<br>(B) | Traffic<br>Sensitive<br>Special<br>(C) | Other<br>Interstate<br>(D) | Total<br>Interstate<br>(E) | Total Co.<br>Subject to<br>Separations<br>(F) |
|--------------------------------|-----------------------|-----------------------------------------|----------------------------------------|----------------------------|----------------------------|-----------------------------------------------|
| <b>Forecast, 7/16- 6/17</b>    |                       |                                         |                                        |                            |                            |                                               |
| <b>Revenue Requirement</b>     |                       |                                         |                                        |                            |                            |                                               |
| 100 Depreciation/Amortization  | 31,607                | 0                                       | 34                                     | 0                          | 31,641                     | 90,027                                        |
| 105 Expense Less Dep & Amor    | 85,489                | 0                                       | 13,811                                 | 1,009                      | 180,675                    | n/a                                           |
| 110 Taxes Less FIT             | 1,050                 | 0                                       | 2                                      | 0                          | n/a                        | n/a                                           |
| 115 Return                     | 22,088                | 0                                       | 30                                     | n/a                        | n/a                        | n/a                                           |
| 120 FIT                        | 11,378                | 0                                       | 15                                     | n/a                        | n/a                        | n/a                                           |
| 125 Uncol., IDC & Other Adj.   | 0                     | 0                                       | 0                                      | n/a                        | n/a                        | n/a                                           |
| 130 Revenue Requirement        | 151,612               | 0                                       | 13,892                                 | n/a                        | n/a                        | n/a                                           |
| 135 Access Service Revenue     | 151,612               | 0                                       | 13,892                                 | n/a                        | n/a                        | n/a                                           |
|                                | ----                  | ----                                    | ----                                   | ----                       | ----                       | ----                                          |
| <b>Rate Base</b>               |                       |                                         |                                        |                            |                            |                                               |
| 140 Telephone Plant in Service | 955,979               | 0                                       | 1,580                                  | 0                          | 957,559                    | 2,651,148                                     |
| 145 Rate Base Adjustments      | 0                     | 0                                       | 0                                      | 0                          | 0                          | n/a                                           |
| 150 Depreciation Reserves      | 735,292               | 0                                       | 1,263                                  | 0                          | 736,555                    | 2,030,187                                     |
| 155 Accum Deferred Income Tax  | 31,013                | 0                                       | 54                                     | 0                          | 31,067                     | 86,741                                        |
| 160 Average Rate Base          | 189,674               | 0                                       | 263                                    | 0                          | 189,937                    | n/a                                           |
| <b>Actual, 1/15- 12/15</b>     |                       |                                         |                                        |                            |                            |                                               |
| <b>Revenue Requirement</b>     |                       |                                         |                                        |                            |                            |                                               |
| 200 Depreciation/Amortization  | 25,022                | 0                                       | 29                                     | 0                          | 25,051                     | 73,857                                        |
| 205 Expense Less Dep & Amor    | 83,246                | 0                                       | 13,451                                 | 1,082                      | 143,889                    | n/a                                           |
| 210 Taxes Less FIT             | 1,012                 | 0                                       | 2                                      | 0                          | n/a                        | n/a                                           |
| 215 Return                     | 19,847                | 0                                       | 271                                    | n/a                        | n/a                        | n/a                                           |
| 220 FIT                        | 10,224                | 0                                       | 139                                    | n/a                        | n/a                        | n/a                                           |
| 225 Uncol., IDC & Other Adj.   | 0                     | 0                                       | 0                                      | n/a                        | n/a                        | n/a                                           |
| 230 Revenue Requirement        | 139,351               | 0                                       | 13,892                                 | n/a                        | n/a                        | n/a                                           |
| 235 Access Service Revenue     | 139,351               | 0                                       | 13,892                                 | n/a                        | n/a                        | n/a                                           |
|                                | ----                  | ----                                    | ----                                   | ----                       | ----                       | ----                                          |
| <b>Rate Base</b>               |                       |                                         |                                        |                            |                            |                                               |
| 240 Telephone Plant in Service | 941,187               | 0                                       | 2,109                                  | 0                          | 943,296                    | 2,652,571                                     |
| 245 Rate Base Adjustments      | 0                     | 0                                       | 0                                      | 0                          | 0                          | n/a                                           |
| 250 Depreciation Reserves      | 734,520               | 0                                       | 1,703                                  | 0                          | 736,223                    | 2,063,014                                     |
| 255 Accum Deferred Income Tax  | 37,489                | 0                                       | 84                                     | 0                          | 37,573                     | 105,657                                       |
| 260 Average Rate Base          | 169,178               | 0                                       | 322                                    | 0                          | 169,500                    | n/a                                           |

COS-2

Filing Date:

6/16/2016

Filing Entity:

Easton Telephone Company

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|                                | Common<br>Line<br>(A) | Traffic<br>Sensitive<br>Switched<br>(B) | Traffic<br>Sensitive<br>Special<br>(C) | Other<br>Interstate<br>(D) | Total<br>Interstate<br>(E) | Total Co.<br>Subject to<br>Separations<br>(F) |
|--------------------------------|-----------------------|-----------------------------------------|----------------------------------------|----------------------------|----------------------------|-----------------------------------------------|
| <b>Forecast, 7/15 - 6/16</b>   |                       |                                         |                                        |                            |                            |                                               |
| <b>Revenue Requirement</b>     |                       |                                         |                                        |                            |                            |                                               |
| 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                                           |
|                                | ----                  | ----                                    | ----                                   | ----                       | ----                       | ----                                          |
| <b>Rate Base</b>               |                       |                                         |                                        |                            |                            |                                               |
| 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                                           |
| <b>Actual, 1/14 - 12/14</b>    |                       |                                         |                                        |                            |                            |                                               |
| <b>Revenue Requirement</b>     |                       |                                         |                                        |                            |                            |                                               |
| 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                                           |
|                                | ----                  | ----                                    | ----                                   | ----                       | ----                       | ----                                          |
| <b>Rate Base</b>               |                       |                                         |                                        |                            |                            |                                               |
| 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                                           |

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Filing Date:

6/16/2016

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|                                | Common<br>Line<br>(A) | Traffic<br>Sensitive<br>Switched<br>(B) | Traffic<br>Sensitive<br>Special<br>(C) | Other<br>Interstate<br>(D) | Total<br>Interstate<br>(E) | Total Co.<br>Subject to<br>Separations<br>(F) |
|--------------------------------|-----------------------|-----------------------------------------|----------------------------------------|----------------------------|----------------------------|-----------------------------------------------|
| <b>Forecast, 7/14 - 6/15</b>   |                       |                                         |                                        |                            |                            |                                               |
| <b>Revenue Requirement</b>     |                       |                                         |                                        |                            |                            |                                               |
| 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                                           |
|                                | ----                  | ----                                    | ----                                   | ----                       | ----                       | ----                                          |
| <b>Rate Base</b>               |                       |                                         |                                        |                            |                            |                                               |
| 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                                           |
|                                | ----                  | ----                                    | ----                                   | ----                       | ----                       | ----                                          |
|                                | ----                  | ----                                    | ----                                   | ----                       | ----                       | ----                                          |
|                                | ----                  | ----                                    | ----                                   | ----                       | ----                       | ----                                          |
| <b>Actual, 1/13- 12/13</b>     |                       |                                         |                                        |                            |                            |                                               |
| <b>Revenue Requirement</b>     |                       |                                         |                                        |                            |                            |                                               |
| 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                                      | n/a                        | n/a                        | n/a                                           |
|                                | ----                  | ----                                    | ----                                   | ----                       | ----                       | ----                                          |
| <b>Rate Base</b>               |                       |                                         |                                        |                            |                            |                                               |
| 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                                           |

MAG-1  
Filing Date: 6/16/2016  
Filing Entity: Easton Telephone Company  
Transmittal Number : 18  
COSA: 361384

| Access Element      | Interstate<br>Revenue<br>Requirement<br>Prior to<br>Adjustments<br>(A)<br>Note 1 | Frozen Line<br>Port Transfer<br>(B)<br>Note 2 | Universal<br>Service Fund<br>Contribution<br>(C)<br>Note 3 | Interstate Revenue<br>Requirement Subject to<br>TIC Re-allocation<br>(D)<br>Cols. (A)+(B)+(C) | Frozen TIC<br>Re-<br>allocation<br>(E)<br>Note 4 | Interstate Revenue<br>Requirement Subject to<br>Rate Making<br>(F)<br>Cols. (D)+(E) |
|---------------------|----------------------------------------------------------------------------------|-----------------------------------------------|------------------------------------------------------------|-----------------------------------------------------------------------------------------------|--------------------------------------------------|-------------------------------------------------------------------------------------|
| Carrier Common Line | \$10,294                                                                         |                                               | \$0                                                        | \$10,294                                                                                      |                                                  | \$10,294                                                                            |
| Special Access      | <u>\$13,892</u>                                                                  |                                               |                                                            | <u>\$13,892</u>                                                                               |                                                  | \$13,892                                                                            |

Note 1: Source of Revenue Requirements in Column (A)  
Carrier Common Line **TRP COS-1(P) Line 100, Column (L)**  
Special Access **TRP COS-1(P) Line 100, Column U**

Note 2: Enter an amount equal to the amounts on the most recently filed Form MAG-1.  
Note 3: Projected Amount per Account 6540  
Note 4: Enter amounts equal to the amounts on the most recently filed Form MAG-1.



REV-1

Filing Date:

6/16/2016

Filing Entity:

Easton Telephone Company

Transmittal Number:

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COSA

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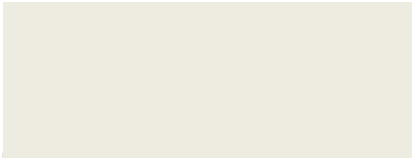
Rate-of-Return TRP

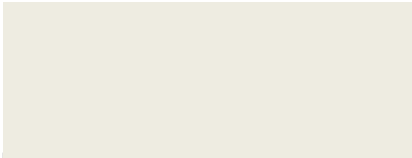
Switched Access Revenue

Test Year 7/15-6/16

|                               |        |        |       |     |     |     |        |     |  |
|-------------------------------|--------|--------|-------|-----|-----|-----|--------|-----|--|
| Special - - Voice Grade       |        |        |       |     |     |     |        |     |  |
| 490 2-Wire Chan. Term.        | n/a    | 94.5   | n/a   | n/a | 0   | n/a | 0      | n/a |  |
| 500 4-Wire Chan. Term.        | n/a    | 152.42 | n/a   | n/a | 0   | n/a | 0      | n/a |  |
| 510 Channel Mileage Term.     | 68.19  | n/a    | n/a   | 0   | n/a | n/a | 0      | n/a |  |
| 520 Channel Mileage Facility  | n/a    | n/a    | 6.79  | n/a | n/a | 0   | 0      | n/a |  |
| 530 Non-Recurring             | n/a    | 450    | n/a   | n/a | 0   | n/a | 0      | n/a |  |
| Special - - High Capacity     |        |        |       |     |     |     |        |     |  |
| 540 High Capacity Chan. Term. | n/a    | 442.02 | n/a   | n/a | 24  | n/a | 10,658 | n/a |  |
| 550 Channel Mileage Term.     | 141.89 | n/a    | n/a   | 0   | n/a | n/a | 0      | n/a |  |
| 560 Channel Mileage Facility  | n/a    | n/a    | 27.35 | n/a | n/a | 0   | 0      | n/a |  |
| 570 Non-Recurring             | n/a    | 388.17 | n/a   | n/a | 0   | n/a | 0      | n/a |  |
| 580 Special Access - - Total  | n/a    | n/a    | n/a   | n/a | n/a | n/a | 0      | 0   |  |

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: 6/16/2016

Filing Entity: Easton Telephone Company

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Rate-of-Return TRP

Revenues Summary

Test Year 7/15 to 6/16

|                    | Total<br>Network Access<br>(A) | Recurring<br>without ICB<br>(B) | Non-Recurring<br>without ICB<br>(C) | ICB<br>(D) |
|--------------------|--------------------------------|---------------------------------|-------------------------------------|------------|
| 100 Common Line    | 271,519                        | 271,519                         | 0                                   | 0          |
| 110 Special Access | 42,620                         | 42,620                          | 0                                   | 0          |

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

RTE-1

Filing Date: 6/16/2016

Filing Entity: Easton Telephone Company

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

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|                                    | 7/1/2015<br>Rate<br>(A) | Current<br>Effective<br>Rate<br>(B) | Proposed<br>7/1/2016<br>Rate<br>(C) | % Change<br>7/1/2015<br>7/1/2016<br>(D) | % Change<br>Current<br>7/1/2016<br>(E) |
|------------------------------------|-------------------------|-------------------------------------|-------------------------------------|-----------------------------------------|----------------------------------------|
| <b>End User Common Line</b>        | ----                    | ----                                | ----                                | ----                                    | ----                                   |
| 150 Multi-line Business (\$/Month) | 9.20                    | 9.20                                | 9.20                                | 0.00%                                   | 0.00%                                  |
|                                    | ----                    | ----                                | ----                                | ----                                    | ----                                   |
| 160 Residential & Single Line Bus. | 6.50                    | 6.50                                | 6.50                                | 0.00%                                   | 0.00%                                  |

RTE-2

Filing Date:

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Rate-of-Return

Revenue Price-outs

Using 2015 Demand

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|                                    | Revenue at<br>7/1/2015<br>Rates<br>(A) | Revenue at<br>Current<br>Rate<br>(B) | Change in<br>Revenue,<br>Cols. B-A<br>(C) | Revenue at<br>7/1/2016<br>Rates<br>(D) | Change in<br>Revenue,<br>Cols.(B)-(D)<br>(E) |
|------------------------------------|----------------------------------------|--------------------------------------|-------------------------------------------|----------------------------------------|----------------------------------------------|
| <b>Switched Access</b>             |                                        |                                      |                                           |                                        |                                              |
| 100 Multi-line Business            | 10,332                                 | 10,332                               | 0                                         | 10,332                                 | 0                                            |
|                                    | ----                                   | ----                                 | ----                                      | ----                                   | ----                                         |
| 110 Residential & Single Line Bus. | 46,257                                 | 46,257                               | 0                                         | 46,257                                 | 0                                            |
|                                    | ----                                   | ----                                 | ----                                      | ----                                   | ----                                         |
| 120 Common Line                    | 27,916                                 | 27,916                               | 0                                         | 27,916                                 | 0                                            |
|                                    | ----                                   | ----                                 | ----                                      | ----                                   | ----                                         |
| 130 Special Access                 | 42,620                                 | 42,620                               | 0                                         | 42,620                                 | 0                                            |
|                                    | ----                                   | ----                                 | ----                                      | ----                                   | ----                                         |

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

**RTE-3****Filing Date:****6/16/2016****Filing Entity:****Easton Telephone Company**Transmittal Number: **18**

COSA

**361384****Rate-of-Return TRP****COSA's for which Rates  
are Averaged or Pooled**

| <b>COSA</b> |                          | <b>Multi-line<br/>Business<br/>(A)</b> | <b>Residential<br/>&amp; Single Line<br/>Business<br/>(B)</b> | <b>Special<br/>Access<br/>New (C ) Old(H)</b> |
|-------------|--------------------------|----------------------------------------|---------------------------------------------------------------|-----------------------------------------------|
| 100         | Easton Telephone Company | 9.20                                   | 6.50                                                          |                                               |
| 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:** 6/16/2016  
**Filing Entity:** Easton Telep  
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COSA 361384

**COSA**

100 [Easton Telephone Comj](#)  
110  
120  
130  
140  
150  
160  
170  
180  
190  
200  
210  
220  
230

Notes: Companies should list all Cc

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Rate-of-Return TRP

Special Access

Demand

|                     | 1/15-12/15<br>Channel<br>Terminations<br>(A) | 1/15-12/15<br>Number of<br>Circuits<br>(B) | 1/15-12/15<br>Interoffice<br>Miles<br>(C) | 7/16 - 7/17<br>Channel<br>Terminations<br>(D) | 7/16 - 7/17<br>Number of<br>Circuits<br>(E) | 7/16 - 7/17<br>Interoffice<br>Miles<br>(F) |
|---------------------|----------------------------------------------|--------------------------------------------|-------------------------------------------|-----------------------------------------------|---------------------------------------------|--------------------------------------------|
| 100 Metallic        | 0                                            | 0                                          | 0                                         | 0                                             | 0                                           | 0                                          |
| 110 Telegraph       | 0                                            | 0                                          | 0                                         | 0                                             | 0                                           | 0                                          |
| 120 VG less WATS    | 0                                            | 0                                          | 0                                         | 0                                             | 0                                           | 0                                          |
| 130 WATS            | 0                                            | 0                                          | 0                                         | 0                                             | 0                                           | 0                                          |
| 140 full-time Audio | 0                                            | 0                                          | 0                                         | 0                                             | 0                                           | 0                                          |
| 150 High Capacity   | 24                                           | 24                                         | 0                                         | 24                                            | 24                                          | 0                                          |

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Rate-of-Return TRP

Common Line

Revenue and Demand

|                                 | 1/15-12/15<br>Historical<br>Revenue<br>(A) | 1/15-12/15<br>Historical<br>MOU or Lines<br>(B) | 7/16 - 7/17<br>Test Year<br>Revenue<br>(C) | 7/16 - 7/17<br>Test Year<br>MOU or Lines<br>(D) |
|---------------------------------|--------------------------------------------|-------------------------------------------------|--------------------------------------------|-------------------------------------------------|
| 100 End User Common Line, Total | 0                                          | 0                                               | 0                                          | 0                                               |
| 110 Residential                 | 43,239                                     | 573                                             | 41,509                                     | 550                                             |
| 120 Single Line Business        | 3,018                                      | 40                                              | 2,897                                      | 38                                              |
| 130 Multi-line Business         | 10,332                                     | 96                                              | 9,919                                      | 92                                              |
| 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                                             |

ERN-1

Filing Date: 6/16/2016

Filing Entity: Easton Telephone Company

Transmittal Number: 18

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Rate-of-Return TRP

Rate-of-Return

Summary

|                                       | 2014/2015<br>FCC Monitoring<br>Period<br>(A) | 2015<br>Calendar<br>Year<br>(B) | 7/16 - 6/17<br>Test<br>Year<br>(C) |
|---------------------------------------|----------------------------------------------|---------------------------------|------------------------------------|
| 100 Interstate Access, Total          | 0.00%                                        | 11.73%                          | 0.00%                              |
| 110 Carrier Common Line               | 0.00%                                        | 0.00%                           | 11.00%                             |
| 120 Special Access                    | 0.00%                                        | 0.00%                           | 11.00%                             |
| 130 Local Switching                   | 0.00%                                        | 0.00%                           | 0.00%                              |
| 140 Information                       | 0.00%                                        | 0.00%                           | 0.00%                              |
| 150 Local Transport                   | 0.00%                                        | 0.00%                           | 0.00%                              |
| 160 Traffic Sensitive Switched, Total | 0.00%                                        | 0.00%                           | 0.00%                              |