

	Total Company (A)	Part 64 Adjustments (B)	Other Adjustments (C)	Subject to Separations (D)	Total Interstate (E)	Billing & Collection (F)
Revenues						
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
Expenses						
170 Plant Specific	n/a	n/a	n/a	n/a	4,295,056	0
171 Network Support	50,669	(4,193)	0	46,476	20,899	0
172 General Support	6,589,699	(2,091,437)	198,868	4,697,130	2,112,222	0
173 Central Office	2,468,148	(63,845)	96,907	2,501,210	1,503,916	0
174 Operator Systems	0	0	0	0	0	0
175 COE Switching	1,665,915	(37,192)	(50,192)	1,578,531	949,132	0
176 COE Transmission	802,233	(26,653)	147,099	922,679	554,784	0
177 IOT	192,986	(192,986)	0	0	0	0
178 Cable & Wire Facilities	2,108,652	(1,207)	(229,979)	1,877,466	658,019	0
180 Plant Non-Sp. Less Dep/Amor	n/a	n/a	n/a	n/a	4,246,594	0
190 Depreciation / Amortization	8,717,686	(510,713)	(120,312)	8,086,661	3,853,930	0
200 Customer Operations	n/a	n/a	n/a	n/a	1,478,700	263,854
201 Marketing	4,911,401	0	(2,436,027)	2,475,374	964,008	0
202 Local Business Office	2,958,111	(3,798)	(1,229,653)	1,724,660	396,221	185,466
203 Revenue Accounting	20,248	(1,675)	157,722	176,295	108,448	68,365
204 Other Billing & Collection	0	0	33,477	33,477	10,023	10,023
210 Access	n/a	n/a	n/a	n/a	0	n/a
220 Corporate Operations	n/a	n/a	n/a	n/a	1,848,553	60,031
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	211,197	0
250 Taxes Other than FIT	n/a	n/a	n/a	n/a	1,492,843	0
260 Total Exp and Other Taxes	n/a	n/a	n/a	n/a	17,426,873	323,885
FIT Adjustments						
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	17,426,873	n/a
Telephone Plant in Service						
310 General Support	24,964,997	(5,962,779)	32,713	19,034,931	8,559,697	0
320 Central Office Equip-Switch	34,637,772	(1,859,251)	(7,834,564)	24,943,957	16,244,525	0
321 Operator Systems	0	0	0	0	0	0
322 Tandem Switching	0	0	0	0	0	0
323 Local Switching Cat. 3	34,637,772	(1,859,251)	(7,834,564)	24,943,957	16,244,525	0
324 Equal Access	0	0	0	0	0	0
330 Central Office Equip-Trans	46,696,325	(3,049,539)	5,480,368	49,127,154	28,292,596	0
331 Subscriber Lines	23,394,709	(3,049,539)	5,480,368	25,825,538	6,279,697	0
332 Exchange Circuit	13,786,199	0	0	13,786,199	13,786,199	0
333 Interexchange Circuit	9,152,360	0	0	9,152,360	8,085,520	0
334 Host Remote	363,057	0	0	363,057	141,180	0
340 Cable & Wire	112,465,504	(99,232)	7,157	112,373,429	39,384,906	0
341 Subscriber Lines	97,332,071	(99,232)	7,157	97,239,996	24,316,754	0
342 Exchange	4,402,150	0	0	4,402,150	4,402,150	0
343 Interexchange	10,727,881	0	0	10,727,881	10,665,178	0
344 Host Remote	3,402	0	0	3,402	824	0
350 Info Orig/Term Equipment	14,706,206	(14,300,761)	0	405,445	101,361	0
360 Amortizable Assets	725,555	0	0	725,555	326,270	0
370 Total Plant In Service	234,196,357	(25,271,562)	(2,314,326)	206,610,470	92,909,355	0
Adjustments to TPIS						
380 Depr / Amor Reserve	204,671,217	(23,503,790)	(2,005,010)	179,162,417	80,890,737	0
390 Accum Deferred Income Tax	0	(14,586,424)	16,956,624	2,370,200	1,065,839	0
400 Other Rate Base Adjust.	n/a	n/a	n/a	n/a	3,709,398	0
Return Data						
410 Average Rate Base	n/a	n/a	n/a	n/a	14,662,177	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

	WBIAS (G)	ROR Regulated I/S Access (H)	Pay Phone (I)	Inside Wire (J)	BFP (K)	Total Common Line (L)	Total Switched Traffic Sensitive (M)	Special Access (N)
Revenues								
100 Network Access	4,381,740	14,334,088	0	0	7,204,923	7,204,923	4,106,103	3,023,062
110 Uncollectibles	n/a	0	0	0	0	0	0	0
120 Common Line Support	n/a	0	0	0	0	0	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	4,381,740	14,334,088	0	0	7,204,923	7,204,923	4,106,103	3,023,062
Expenses								
170 Plant Specific	805,631	3,489,425	0	0	1,299,063	1,299,063	1,572,857	617,505
171 Network Support	4,524	16,375	0	0	7,579	7,579	5,211	3,585
172 General Support	457,228	1,654,994	0	0	765,999	765,999	526,658	362,337
173 Central Office	270,331	1,233,585	0	0	122,225	122,225	1,038,577	72,783
174 Operator Systems	0	0	0	0	0	0	0	0
175 COE Switching	0	949,132	0	0	0	0	949,132	0
176 COE Transmission	270,331	284,453	0	0	122,225	122,225	89,445	72,783
177 IOT	0	0	0	0	0	0	0	0
178 Cable & Wire Facilities	73,548	584,471	0	0	403,260	403,260	2,411	178,800
180 Plant Non-Sp. Less Dep/Amor	777,803	3,468,791	0	0	1,956,495	1,956,495	895,914	616,382
190 Depreciation / Amortization	1,340,817	2,513,113	0	0	1,320,828	1,320,828	524,415	667,870
200 Customer Operations	224,021	990,825	0	0	488,828	488,828	322,690	179,307
201 Marketing	208,677	755,331	0	0	349,598	349,598	240,364	165,369
202 Local Business Office	2,331	208,424	0	0	137,461	137,461	67,337	3,626
203 Revenue Accounting	13,013	27,070	0	0	1,769	1,769	14,989	10,312
204 Other Billing & Collection	0	0	0	0	0	0	0	0
210 Access	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
220 Corporate Operations	411,227	1,377,295	0	0	420,664	420,664	635,106	321,526
230 AFUDC	0	0	0	0	0	0	0	0
240 Other Exp. & Adjustments	29,998	181,199	0	0	503,324	503,324	(360,287)	38,162
250 Taxes Other than FIT	367,898	1,124,945	0	0	574,744	574,744	275,631	274,570
260 Total Exp and Other Taxes	3,957,395	13,145,593	0	0	6,563,946	6,563,946	3,866,326	2,715,322
FIT Adjustments								
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	0	0	0	0	0	0	0	0
300 Total Expenses & Taxes	3,957,395	13,145,593	0	0	6,563,946	6,563,946	3,866,326	2,715,322
Telephone Plant in Service								
310 General Support	1,852,898	6,706,799	0	0	3,104,179	3,104,179	2,134,263	1,468,357
320 Central Office Equip-Switch	0	16,244,525	0	0	0	0	16,244,525	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	16,244,525	0	0	0	0	16,244,525	0
324 Equal Access	0	0	0	0	0	0	0	0
330 Central Office Equip-Trans	13,786,199	14,506,397	0	0	6,233,172	6,233,172	4,561,459	3,711,766
331 Subscriber Lines	0	6,279,697	0	0	6,233,172	6,233,172	0	46,525
332 Exchange Circuit	13,786,199	0	0	0	0	0	0	0
333 Interexchange Circuit	0	8,085,520	0	0	0	0	4,420,279	3,665,241
334 Host Remote	0	141,180	0	0	0	0	141,180	0
340 Cable & Wire	4,402,150	34,982,756	0	0	24,136,597	24,136,597	144,291	10,701,868
341 Subscriber Lines	0	24,316,754	0	0	24,136,597	24,136,597	0	180,157
342 Exchange	4,402,150	0	0	0	0	0	0	0
343 Interexchange	0	10,665,178	0	0	0	0	143,467	10,521,711
344 Host Remote	0	824	0	0	0	0	824	0
350 Info Orig/Term Equipment	0	101,361	0	0	101,361	101,361	0	0
360 Amortizable Assets	70,627	255,643	0	0	118,321	118,321	81,352	55,970
370 Total Plant In Service	20,111,874	72,797,481	0	0	33,693,630	33,693,630	23,165,890	15,937,961
Adjustments to TPIS								
380 Depr / Amor Reserve	16,830,277	64,060,460	0	0	28,813,949	28,813,949	21,649,660	13,596,851
390 Accum Deferred Income Tax	230,720	835,119	0	0	386,527	386,527	265,755	182,837
400 Other Rate Base Adjust.	806,801	2,902,597	0	0	1,333,920	1,333,920	929,315	639,362
Return Data								
410 Average Rate Base	3,857,678	10,804,499	0	0	5,827,074	5,827,074	2,179,790	2,797,635
420 Return	424,345	1,188,495	0	0	640,977	640,977	239,777	307,740
430 Rate of Return	11.00%	11.00%	0.00%	0.00%	11.00%	11.00%	11.00%	11.00%

	Total Company (A)	Part 64 Adjustments (B)	Other Adjustments (C)	Subject to Separations (D)	Total Interstate (E)	Billing & Collection (F)
Revenues						
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
Expenses						
170 Plant Specific	n/a	n/a	n/a	n/a	4,113,571	0
171 Network Support	49,193	(4,276)	0	44,917	20,127	0
172 General Support	6,397,766	(2,102,202)	198,868	4,494,432	2,013,878	0
173 Central Office	2,396,260	(63,845)	96,907	2,429,322	1,436,460	0
174 Operator Systems	0	0	0	0	0	0
175 COE Switching	1,617,393	(37,192)	(50,192)	1,530,009	904,696	0
176 COE Transmission	778,867	(26,653)	147,099	899,313	531,764	0
177 IOT	187,765	(187,765)	0	0	0	0
178 Cable & Wire Facilities	2,047,235	(1,207)	(229,979)	1,816,049	643,106	0
180 Plant Non-Sp. Less Dep/Amor	n/a	n/a	n/a	n/a	4,127,244	0
190 Depreciation / Amortization	9,416,664	(667,770)	(120,387)	8,628,507	4,170,500	0
200 Customer Operations	n/a	n/a	n/a	n/a	1,427,222	256,176
201 Marketing	4,768,351	0	(2,381,668)	2,386,683	929,468	0
202 Local Business Office	2,873,289	(3,989)	(1,229,462)	1,639,838	379,743	178,092
203 Revenue Accounting	19,658	(1,708)	157,531	175,481	108,027	68,100
204 Other Billing & Collection	0	0	33,477	33,477	9,984	9,984
210 Access	n/a	n/a	n/a	n/a	0	n/a
220 Corporate Operations	n/a	n/a	n/a	n/a	1,834,102	58,257
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	211,197	0
250 Taxes Other than FIT	n/a	n/a	n/a	n/a	1,628,130	0
260 Total Exp and Other Taxes	n/a	n/a	n/a	n/a	17,511,966	314,433
FIT Adjustments						
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	0
300 Total Expenses & Taxes	n/a	n/a	n/a	n/a	17,511,966	314,433
Telephone Plant in Service						
310 General Support	24,423,738	(5,965,328)	32,819	18,491,228	8,285,601	0
320 Central Office Equip-Switch	34,641,521	(1,859,251)	(7,834,564)	24,947,706	16,300,071	0
321 Operator Systems	0	0	0	0	0	0
322 Tandem Switching	0	0	0	0	0	0
323 Local Switching Cat. 3	34,641,521	(1,859,251)	(7,834,564)	24,947,706	16,300,071	0
324 Equal Access	0	0	0	0	0	0
330 Central Office Equip-Trans	46,029,320	(2,991,196)	5,395,896	48,434,020	27,138,773	0
331 Subscriber Lines	23,256,657	(2,991,196)	5,395,896	25,661,357	6,244,879	0
332 Exchange Circuit	13,393,469	0	0	13,393,469	13,393,469	0
333 Interexchange Circuit	9,021,334	0	0	9,021,334	7,360,504	0
334 Host Remote	357,860	0	0	357,860	139,921	0
340 Cable & Wire	111,217,102	(99,219)	3,579	111,121,461	39,350,694	0
341 Subscriber Lines	94,569,659	(99,219)	3,579	94,474,018	23,648,692	0
342 Exchange	11,250,927	0	0	11,250,927	11,250,927	0
343 Interexchange	5,392,104	0	0	5,392,104	4,450,006	0
344 Host Remote	4,412	0	0	4,412	1,069	0
350 Info Orig/Term Equipment	14,673,517	(14,673,517)	0	0	101,361	0
360 Amortizable Assets	725,555	0	0	725,555	325,108	0
370 Total Plant In Service	231,710,751	(25,588,510)	(2,402,271)	203,719,970	91,501,608	0
Adjustments to TPIS						
380 Depr / Amor Reserve	195,810,314	0	0	195,810,314	76,551,123	0
390 Accum Deferred Income Tax	0	(14,433,329)	17,121,802	2,688,474	1,204,750	0
400 Other Rate Base Adjust.	n/a	n/a	n/a	n/a	2,890,032	0
Return Data						
410 Average Rate Base	n/a	n/a	n/a	n/a	16,635,767	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

	WBIAS (G)	ROR Regulated I/S Access (H)	Pay Phone (I)	Inside Wire (J)	BFP (K)	Total Common Line (L)	Total Switched Traffic Sensitive (M)	Special Access (N)
Revenues								
100 Network Access	5,704,698	13,364,358	0	0	7,172,071	7,172,071	4,478,854	1,713,433
110 Uncollectibles	n/a	0	0	0	0	0	0	0
120 Common Line Support	n/a	0	0	0	0	0	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	5,704,698	13,364,358	0	0	7,172,071	7,172,071	4,478,854	1,713,433
Expenses								
170 Plant Specific	1,051,041	3,062,530	0	0	1,235,576	1,235,576	1,505,521	321,433
171 Network Support	5,984	14,143	0	0	7,229	7,229	5,064	1,850
172 General Support	598,749	1,415,129	0	0	723,304	723,304	506,694	185,131
173 Central Office	262,435	1,174,025	0	0	121,448	121,448	992,799	59,778
174 Operator Systems	0	0	0	0	0	0	0	0
175 COE Switching	0	904,696	0	0	0	0	904,696	0
176 COE Transmission	262,435	269,329	0	0	121,448	121,448	88,103	59,778
177 IOT	0	0	0	0	0	0	0	0
178 Cable & Wire Facilities	183,873	459,233	0	0	383,595	383,595	964	74,674
180 Plant Non-Sp. Less Dep/Amor	1,032,802	3,094,442	0	0	1,901,087	1,901,087	874,015	319,340
190 Depreciation / Amortization	1,527,720	2,642,780	0	0	1,296,642	1,296,642	933,429	412,709
200 Customer Operations	297,347	873,699	0	0	466,067	466,067	313,996	93,636
201 Marketing	276,341	653,127	0	0	333,827	333,827	233,856	85,444
202 Local Business Office	3,300	198,351	0	0	130,478	130,478	65,156	2,717
203 Revenue Accounting	17,706	22,221	0	0	1,762	1,762	14,984	5,475
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	541,505	1,234,340	0	0	454,793	454,793	612,535	167,012
230 AFUDC	n/a	0	0	0	0	0	0	0
240 Other Exp. & Adjustments	29,998	181,199	0	0	503,324	503,324	(360,287)	38,162
250 Taxes Other than FIT	552,618	1,075,512	0	0	606,262	606,262	304,874	164,376
260 Total Exp and Other Taxes	5,033,031	12,164,502	0	0	6,463,751	6,463,751	4,184,083	1,516,668
FIT Adjustments								
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	0	0	0	0	0	0	0	0
300 Total Expenses & Taxes	5,033,031	12,164,502	0	0	6,463,751	6,463,751	4,184,083	1,516,668
Telephone Plant in Service								
310 General Support	2,463,403	5,822,198	0	0	2,975,853	2,975,853	2,084,668	761,677
320 Central Office Equip-Switch	0	16,300,071	0	0	0	0	16,300,071	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	16,300,071	0	0	0	0	16,300,071	0
324 Equal Access	0	0	0	0	0	0	0	0
330 Central Office Equip-Trans	13,393,469	13,745,304	0	0	6,198,113	6,198,113	4,496,383	3,050,808
331 Subscriber Lines	0	6,244,879	0	0	6,198,113	6,198,113	0	46,766
332 Exchange Circuit	13,393,469	0	0	0	0	0	0	0
333 Interexchange Circuit	0	7,360,504	0	0	0	0	4,356,462	3,004,042
334 Host Remote	0	139,921	0	0	0	0	139,921	0
340 Cable & Wire	11,250,927	28,099,767	0	0	23,471,593	23,471,593	59,004	4,569,170
341 Subscriber Lines	0	23,648,692	0	0	23,471,593	23,471,593	0	177,099
342 Exchange	11,250,927	0	0	0	0	0	0	0
343 Interexchange	0	4,450,006	0	0	0	0	57,935	4,392,071
344 Host Remote	0	1,069	0	0	0	0	1,069	0
350 Info Orig/Term Equipment	0	101,361	0	0	101,361	101,361	0	0
360 Amortizable Assets	96,658	228,450	0	0	116,765	116,765	81,798	29,887
370 Total Plant In Service	27,204,457	64,297,151	0	0	32,863,685	32,863,685	23,021,924	8,411,542
Adjustments to TPIS								
380 Depr / Amor Reserve	21,739,725	54,811,398	0	0	27,163,310	27,163,310	20,829,232	6,818,856
390 Accum Deferred Income Tax	358,051	846,699	0	0	432,579	432,579	303,407	110,713
400 Other Rate Base Adjust.	863,692	2,026,340	0	0	1,028,384	1,028,384	730,805	267,051
Return Data								
410 Average Rate Base	5,970,373	10,665,394	0	0	6,296,180	6,296,180	2,620,090	1,749,024
420 Return	671,667	1,199,856	0	0	708,320	708,320	294,771	196,765
430 Rate of Return	11.25%	11.25%	0.00%	0.00%	11.25%	11.25%	11.25%	11.25%

COS-2
 Filing Date: 6/16/2016
 Filing Entity: Hargray Telephone Company
 Transmittal Number: 198
 COSA: 0523AN16

Rate-of-Return TRP
 7/16- 6/17
 Versus 2015 Actual

	Common Line (A)	Traffic Sensitive Switched (B)	Traffic Sensitive Special (C)	Other Interstate (D)	Total Interstate (E)	Total Co. Subject to Separations (F)
Forecast, 7/16- 6/17						
Revenue Requirement						
100 Depreciation/Amortization	1,320,828	524,415	667,870	777,803	3,290,916	8,086,661
105 Expense Less Dep & Amor	4,668,374	3,066,280	1,772,882	3,913,382	15,934,030	n/a
110 Taxes Less FIT	574,744	275,631	274,570	367,898	n/a	n/a
115 Return	640,977	239,777	307,740	n/a	n/a	n/a
120 FIT	0	0	0	n/a	n/a	n/a
125 Uncol., IDC & Other Adj.	0	0	0	n/a	n/a	n/a
130 Revenue Requirement	7,204,923	4,106,103	3,023,062	n/a	n/a	n/a
135 Access Service Revenue	7,204,923	4,106,103	3,023,062	n/a	n/a	n/a
	---	---	---	---	---	---
Rate Base						
140 Telephone Plant in Service	33,693,630	23,165,890	15,937,961	20,111,874	92,909,355	206,610,470
145 Rate Base Adjustments	1,333,920	929,315	639,362	806,801	3,709,398	n/a
150 Depreciation Reserves	28,813,949	21,649,660	13,596,851	16,830,277	80,890,737	179,162,417
155 Accum Deferred Income Tax	386,527	265,755	182,837	230,720	1,065,839	2,370,200
160 Average Rate Base	5,827,074	2,179,790	2,797,635	3,857,678	14,662,177	n/a
	---	---	---	---	---	---
Actual, 1/15- 12/15						
Revenue Requirement						
200 Depreciation/Amortization	1,296,642	933,429	412,709	1,527,720	4,170,500	8,628,507
205 Expense Less Dep & Amor	4,560,847	2,945,780	939,583	3,267,126	11,713,336	n/a
210 Taxes Less FIT	606,262	304,874	164,376	552,618	n/a	n/a
215 Return	708,320	294,771	196,765	n/a	n/a	n/a
220 FIT	0	0	0	n/a	n/a	n/a
225 Uncol., IDC & Other Adj.	0	0	0	n/a	n/a	n/a
230 Revenue Requirement	7,172,071	4,478,854	1,713,433	n/a	n/a	n/a
235 Access Service Revenue	7,172,071	4,478,854	1,713,433	n/a	n/a	n/a
	---	---	---	---	---	---
Rate Base						
240 Telephone Plant in Service	32,863,685	23,021,924	8,411,542	27,204,457	91,501,608	203,719,970
245 Rate Base Adjustments	1,028,384	730,805	267,051	863,692	2,890,032	n/a
250 Depreciation Reserves	27,163,310	20,829,232	6,818,856	21,739,725	76,551,123	195,810,314
255 Accum Deferred Income Tax	432,579	303,407	110,713	358,051	1,204,750	2,688,474
260 Average Rate Base	6,296,180	2,620,090	1,749,024	5,970,373	16,635,667	n/a

COS-2
 Filing Date: 6/16/2016
 Filing Entity: Hargray Telephone Company
 Transmittal Number: 198
 COSA: 0523AN16

Rate-of-Return TRP
 7/16- 6/17
 Versus 2015 Actual

	Common Line (A)	Traffic Sensitive Switched (B)	Traffic Sensitive Special (C)	Other Interstate (D)	Total Interstate (E)	Total Co. Subject to Separations (F)
Forecast, 7/15 - 6/16						
Revenue Requirement						
100 Depreciation/Amortization	0	0	0	0	0	0
105 Expense Less Dep & Amor	0	0	0	0	0	n/a
110 Taxes Less FIT	0	0	0	0	n/a	n/a
115 Return	0	0	0	0	n/a	n/a
120 FIT	0	0	0	0	n/a	n/a
125 Uncol., IDC & Other Adj.	0	0	0	0	n/a	n/a
130 Revenue Requirement	0	0	0	0	n/a	n/a
135 Access Service Revenue	0	0	0	0	n/a	n/a
	----	----	----	----	----	----
Rate Base						
140 Telephone Plant in Service	0	0	0	0	0	0
145 Rate Base Adjustments	0	0	0	0	0	n/a
150 Depreciation Reserves	0	0	0	0	0	0
155 Accum Deferred Income Tax	0	0	0	0	0	0
160 Average Rate Base	0	0	0	0	0	n/a
Actual, 1/14 - 12/14						
Revenue Requirement						
200 Depreciation/Amortization	0	0	0	0	0	0
205 Expense Less Dep & Amor	0	0	0	0	0	n/a
210 Taxes Less FIT	0	0	0	0	0	n/a
215 Return	0	0	0	0	0	n/a
220 FIT	0	0	0	0	0	n/a
225 Uncol., IDC & Other Adj.	0	0	0	0	0	n/a
230 Revenue Requirement	0	0	0	0	0	n/a
235 Access Service Revenue	0	0	0	0	n/a	n/a
	----	----	----	----	----	----
Rate Base						
240 Telephone Plant in Service	0	0	0	0	0	0
245 Rate Base Adjustments	0	0	0	0	0	n/a
250 Depreciation Reserves	0	0	0	0	0	0
255 Accum Deferred Income Tax	0	0	0	0	0	0
260 Average Rate Base	0	0	0	0	0	n/a

COS-2
 Filing Date: 6/16/2016
 Filing Entity: Hargray Telephone Company
 Transmittal Number: 198
 COSA: 0523AN16

Rate-of-Return TRP
 7/16- 6/17
 Versus 2015 Actual

	Common Line (A)	Traffic Sensitive Switched (B)	Traffic Sensitive Special (C)	Other Interstate (D)	Total Interstate (E)	Total Co. Subject to Separations (F)
Forecast, 7/14 - 6/15						
Revenue Requirement						
100 Depreciation/Amortization	1,191,018	906,194	697,501	644,997	3,439,710	7,841,212
105 Expense Less Dep & Amor	5,333,321	3,044,541	1,983,018	3,300,378	16,455,972	n/a
110 Taxes Less FIT	624,708	303,690	331,057	377,698	n/a	n/a
115 Return	691,729	260,802	380,530	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	7,840,776	4,515,227	3,392,106	0	n/a	n/a
135 Access Service Revenue	7,840,776	4,515,227	3,392,106	0	n/a	n/a
	---	---	---	---	---	---
Rate Base						
140 Telephone Plant in Service	33,600,062	23,409,437	16,497,497	17,336,994	90,843,990	207,296,376
145 Rate Base Adjustments	364,267	262,559	185,034	194,450	1,006,310	n/a
150 Depreciation Reserves	27,218,159	20,937,370	13,006,745	13,223,490	74,385,764	169,824,697
155 Accum Deferred Income Tax	597,468	416,382	293,297	308,148	1,615,295	3,686,090
160 Average Rate Base	6,148,702	2,318,244	3,382,489	3,999,806	15,849,241	n/a
	---	---	---	---	---	---
	---	---	---	---	---	---
	---	---	---	---	---	---
Actual, 1/13- 12/13						
Revenue Requirement						
200 Depreciation/Amortization	1,252,220	936,059	475,375	1,172,518	3,836,172	8,163,462
205 Expense Less Dep & Amor	5,323,366	2,976,049	1,279,297	2,621,457	12,200,169	n/a
210 Taxes Less FIT	633,724	366,872	214,902	442,257	1,657,755	n/a
215 Return	711,831	368,663	249,206	0	1,329,700	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	7,921,141	4,647,643	2,218,780	4,236,232	19,023,796	n/a
235 Access Service Revenue	7,921,141	4,647,643	2,218,780	n/a	n/a	n/a
	---	---	---	---	---	---
Rate Base						
240 Telephone Plant in Service	31,772,811	22,297,532	10,071,669	18,149,299	82,291,311	191,625,973
245 Rate Base Adjustments	524,245	375,081	169,421	305,301	1,374,048	n/a
250 Depreciation Reserves	25,518,803	19,080,451	7,882,540	13,381,962	65,863,756	154,332,437
255 Accum Deferred Income Tax	450,865	315,154	143,389	259,051	1,168,459	2,719,262
260 Average Rate Base	6,327,388	3,277,008	2,215,161	4,813,587	16,633,144	n/a

MAG-1
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Access Element	Interstate Revenue Requirement Prior to Adjustments (A) Note 1	Frozen Line Port Transfer (B) Note 2	Universal Service Fund Contribution (C) Note 3	Interstate Revenue Requirement Subject to TIC Re-allocation (D) Cols. (A)+(B)+(C)	Frozen TIC Re-allocation (E) Note 4	Interstate Revenue Requirement Subject to Rate Making (F) Cols. (D)+(E)
Carrier Common Line	\$7,204,923		\$0	\$7,204,923		\$7,204,923
Special Access	<u>\$3,023,062</u>			<u>\$3,023,062</u>		\$3,023,062

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

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Hargray Telephone Company

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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	9.41	n/a	n/a	372	n/a	3,501	n/a	
500 4-Wire Chan. Term.	n/a	13.75	n/a	n/a	288	n/a	3,960	n/a	
510 Channel Mileage Term.	7.52	n/a	n/a	108	n/a	n/a	812	n/a	
520 Channel Mileage Facility	n/a	n/a	0.66	n/a	n/a	1230	812	n/a	
530 Non-Recurring	n/a	0	n/a	n/a	0	n/a	0	n/a	
Special - - High Capacity									
540 High Capacity Chan. Term.	n/a	59.78	n/a	n/a	4869	n/a	291,069	n/a	
550 Channel Mileage Term.	54.73	n/a	n/a	7364.84	n/a	n/a	403,078	n/a	
560 Channel Mileage Facility	n/a	n/a	13.30	n/a	n/a	98541	1,310,595	n/a	
570 Non-Recurring	n/a	0	n/a	n/a	0	n/a	0	n/a	
580 Special Access - - Total	n/a	n/a	n/a	n/a	n/a	n/a	3,023,389	3,023,062	

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: Hargray Telephone Company

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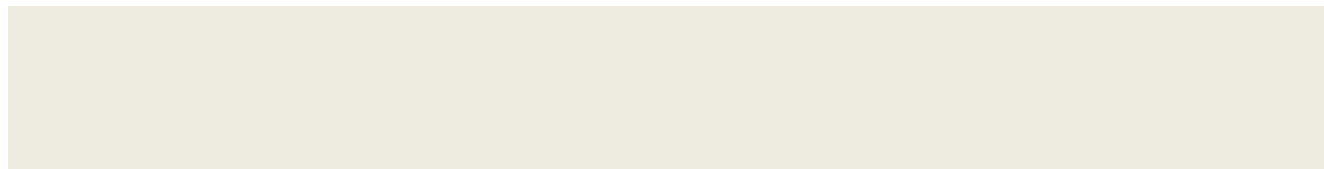
Rate-of-Return TRP

Revenues Summary

Test Year 7/15 to 6/16

	Total Network Access (A)	Recurring without ICB (B)	Non-Recurring without ICB (C)	ICB (D)
100 Common Line	7,204,923	7,204,923	0	0
110 Special Access	3,023,062	3,023,062	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: Hargray Telephone Company

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

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	7/1/2015 Rate (A)	Current Effective Rate (B)	Proposed 7/1/2016 Rate (C)	% Change 7/1/2015 7/1/2016 (D)	% Change Current 7/1/2016 (E)
End User Common Line	----	----	----	----	----
150 Multi-line Business (\$/Month)	0	0.00	0.00	0.00%	0.00%
160 Residential & Single Line Bus.	0	0.00	0.00	0.00%	0.00%

RTE-2

Filing Date:

6/16/2016

Filing Entity:

Hargray Telephone Company

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COSA

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Rate-of-Return

Revenue Price-outs

Using 2015 Demand

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	Revenue at 7/1/2015 Rates (A)	Revenue at Current Rate (B)	Change in Revenue, Cols. B-A (C)	Revenue at 7/1/2016 Rates (D)	Change in Revenue, Cols.(B)-(D) (E)
Switched Access					
100 Multi-line Business	0	0	0	0	0
	----	----	----	----	----
110 Residential & Single Line Bus.	0	0	0	0	0
	----	----	----	----	----
120 Common Line	0	0	0	0	0
	----	----	----	----	----
130 Special Access	2,969,336	2,969,336	0	3,023,389	54,053
	----	----	----	----	----

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

RTE-3

Filing Date:

6/16/2016

Filing Entity:

Hargray Telephone Company

Transmittal Number:

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COSA

0523AN16

Rate-of-Return TRP

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

COSA	Multi-line Business (A)	Residential & Single Line Business (B)	Special Access New (C) Old(H)
100			
110			
120			
130			
140			
150			
160			
170			
180			
190			
200			
210			
220			
230			

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

RTE-3

Filing Date: 6/16/2016
Filing Entity: Hargray Tele
Transmittal Number: **198**
COSA **0523AN16**

COSA

100
110
120
130
140
150
160
170
180
190
200
210
220
230

Notes: Companies should list all C

DMD-2

Filing Date: 6/16/2016
Filing Entity: Hargray Telephone Company
Transmittal Number: 198
COSA 0523AN16

**Rate-of-Return TRP
Special Access
Demand**

	1/15-12/15 Channel Terminations (A)	1/15-12/15 Number of Circuits (B)	1/15-12/15 Interoffice Miles (C)	7/16 - 7/17 Channel Terminations (D)	7/16 - 7/17 Number of Circuits (E)	7/16 - 7/17 Interoffice Miles (F)
100 Metallic	0	0	0	0	0	0
110 Telegraph	0	0	0	0	0	0
120 VG less WATS	658	108	1230	660	108	1230
130 WATS	0	0	0	0	0	0
140 full-time Audio	0	0	0	0	0	0
150 High Capacity	5866	8285	118522	5100	7645	103523

DMD-3

Filing Date: 6/16/2016

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Rate-of-Return TRP

Common Line

Revenue and Demand

	1/15-12/15 Historical Revenue (A)	1/15-12/15 Historical MOU or Lines (B)	7/16 - 7/17 Test Year Revenue (C)	7/16 - 7/17 Test Year MOU or Lines (D)
100 End User Common Line, Total	0	0	0	0
110 Residential	0	0	0	0
120 Single Line Business	0	0	0	0
130 Multi-line Business	0	0	0	0
140 Special Access Surcharge	0	0	0	0
150 Carrier Common Line	0	0	0	0
160 Total Common Line Revenue	0	n/a	0	n/a

ERN-1

Filing Date: 6/16/2016
Filing Entity: Hargray Telephone Company
Transmittal Number: 198
COSA: 0523AN16

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Rate-of-Return TRP
Rate-of-Return
Summary

	2013/2014 FCC Monitoring Period (A)	2015 Calendar Year (B)	7/16 - 6/17 Test Year (C)
100 Interstate Access, Total	12.48%	8.85%	0.00%
110 Carrier Common Line	11.25%	11.25%	11.00%
120 Special Access	13.63%	-1.06%	11.00%
130 Local Switching	13.55%	37.70%	0.00%
140 Information	0.00%	0.00%	0.00%
150 Local Transport	11.99%	13.46%	0.00%
160 Traffic Sensitive Switched, Total	12.43%	26.67%	0.00%