



**Computer Intelligence<sup>2</sup> INC.**

*Information Technology Management*

*Telecommunications Management Services*

*Aviation Systems*

March 28, 2005

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ENERGY & WATER DIVISION

MAR 30 2005

Darlene Standley  
Utilities Division Chief  
Tennessee Regulatory Authority  
460 James Robertson Parkway  
Nashville, Tennessee 37243-0505

9 TN REGULATORY AUTHORITY  
TELECOMMUNICATIONS DIVISION

Re. Docket #04-00354

Dear Ms. Standley:

Please find enclosed an original and twelve (12) copies of the Company's Forecasted Cash Flows which had been revised, but not forwarded along with the sworn pre-filed testimony of Beverly Jackson.

If there are any further concerns, please feel free to call me at 770-425-2267.

Yours truly,

A handwritten signature in cursive script that reads 'Beverly Jackson'.  
Beverly Jackson  
Manager of Regulatory Affairs

**COMPUTER INTELLIGENCE <sup>2</sup> INC.  
FORECASTED CASH FLOWS**

<b>Account</b>	<b>FY'05</b>	<b>FY'06</b>
Collections	\$33,110,004	\$30,834,000
Purchases	\$20,279,877	\$21,583,800
Subtotal	\$20,279,877	\$21,583,800
Telephone	\$69,882	\$83,374
Accounting	\$56,875	\$83,871
Bank Charges	\$3,959	\$5,759
Leased Automobile	\$30,822	\$33,772
Consultants	\$170,625	\$153,125
Dues & Subscription		\$5,712
Equipment Rental	\$11,279	\$12,476
General Insurance	\$18,832	\$28,220
Group Insurance	\$30,997	\$33,476
Legal	\$218,750	\$153,125
Life Insurance	\$13,759	\$24,371
Office Supplies	\$57,337	\$65,874
Other Supplies	\$15,096	\$8,619
Payroll	\$2,257,823	\$2,434,878
Payroll Taxes	\$167,078	\$194,790
Postage	\$10,720	\$12,712
Printing		\$4,562
Rent	\$323,976	\$341,996
Repairs & Maint		\$11,007
Travel	\$196,875	\$206,370
Total Dept 1	\$3,654,685	\$3,898,089
Total Cashout	\$23,934,562	\$25,481,889
Other Payables		
Beg Acct Payable Pd	\$595,548	\$2,897,123
Beg Accrued Exp Pd	\$108,236	\$175,683
Subtotal Other Payouts	\$703,784	\$3,072,806
Net Cash Change	\$8,471,656	\$2,279,305
Beginning Cash Balance	\$576,470	\$9,048,126
Ending Cash Balance	\$9,048,126	\$11,327,431

**COMPUTER INTELLIGENCE <sup>2</sup> INC.  
FORECASTED BALANCE SHEET**

<b>Accounts</b>	<b>FY '05</b>	<b>FY'06</b>
Cash	\$9,048,126	\$11,327,431
Accounts Receivable	\$1,191,096	\$4,617,096
Employee Rec	\$35,464	\$35,464
Due/From Affiliates	\$4,498,735	\$4,498,735
Prepaid Expenses	\$22,405	\$22,405
Deposits	\$14,968	\$14,968
Goodwill	\$2,500	\$2,500
Other Assets	\$38,920	\$38,920
<b>Total</b>	<b>\$14,852,214</b>	<b>\$20,557,519</b>
Property and Equipment	\$107,558	\$107,558
Accumulated Depreciation		
<b>Total Assets</b>	<b>\$14,959,772</b>	<b>\$20,665,077</b>
Accounts Payable	\$2,897,125	\$3,083,402
Accrued expenses	\$175,684	\$181,203
Contract Payable	\$1,814,615	\$1,814,615
Term Debt Payable	\$61,981	\$61,981
<b>Liabilities</b>	<b>\$4,949,405</b>	<b>\$5,141,201</b>
Less Treasury Stock	\$500	\$500
Beginning Balance	\$3,908,234	\$10,010,868
Net Income	\$6,102,634	\$5,513,508
Ending Retained Earnings	\$10,010,867	\$15,524,376
<b>Stockholders Equity</b>	<b>\$10,010,367</b>	<b>\$15,523,876</b>
<b>Liabilities and Equity</b>	<b>\$14,959,772</b>	<b>\$20,665,077</b>

**COMPUTER INTELLIGENCE <sup>2</sup> INC.**  
**FORECASTED INCOME STATEMENT**

<b>Account</b>	<b>FY'05</b>	<b>FY'06</b>
Sales	\$33,110,004	\$34,260,000
Cost of goods sold	\$23,177,003	\$24,667,200
Gross Profit	\$9,933,001	\$9,592,800
Telephone	\$79,865	\$95,285
Accounting	\$65,000	\$95,852
Bank Charges	\$4,525	\$6,582
Leased Automobile	\$35,225	\$38,596
Consultants	\$195,000	\$175,000
Dues & Subscription		\$6,528
Equipment Rental	\$12,890	\$14,258
General Insurance	\$21,522	\$32,251
Group Insurance	\$35,425	\$38,258
Legal	\$250,000	\$175,000
Life Insurance	\$15,725	\$27,852
Office Supplies	\$65,528	\$75,285
Other Supplies	\$17,252	\$9,850
Payroll	\$2,257,823	\$2,434,878
Payroll Taxes	\$167,079	\$194,790
Postage	\$12,251	\$14,528
Printing		\$5,214
Rent	\$370,258	\$390,852
Repairs & Maint		\$12,581
Travel	\$225,000	\$235,852
Total Department 1	\$3,830,368	\$4,079,292
Total Expenses	\$3,830,368	\$4,079,292
Net Income Before Tax	\$6,102,633	\$5,513,508