

August 14, 2007

filed electronically in docket office on 08/16/07

The Honorable Eddie Roberson, Chairman C/o Sharla Dillon Tennessee Regulatory Authority 460 James Robeson Parkway Nashville, TN 37243-0505

Re: Telecommunications Ad Valorem Tax Reduction Fund T.C.A 67-6-22, Docket No. 07-00170

Dear Chairman Roberson,

TDS Telecom files in response to the Tennessee Regulatory Authority's July 19, 2007 letter from Ms. Darlene Standley regarding tariffs and supporting documentation reflecting the net property tax saving s amounts passed through to business customers.

Encloses please find the new property tax amounts to be flowed through to business customers of TDS Telecom for Concord telephone Exchange, Inc., Humphreys County Telephone Company, Tellico Telephone Company and Tennessee Telephone Company in the form of price adjustments. The price adjustment filing is to be effective on October 1, 2007.

Included in the filing are the following schedules:

- 1. Tariffs by company and support
- 2. Summary calculations of the "Net Property Tax Savings"
- 3. Support for Federal Universal Service Funds (FUSF) impact

Please contact me at 865-671-4753 with any questions.

Sincerely,

Bruce Mottern

Bruce Motter

Manager - State Government Affairs

Cc; Ms. Darlene Standley - Tennessee Regulatory Authority

Mr. Roger Knight - Tennessee Regulatory Authority

Ms. Rachelle Drone - TDS Telecom

PO BOX 22995 KNOXVILLE, TN 37933-0995

10025 INVESTMENT DRIVE, SUITE 200 KNOXVILLE, TN 37932

> OFFICE: 865.966.4700 FAX: 865.675.3881

TENNESSEE TELEPHONE COMPANY

Tennessee

Section 2 Sixteenth Revised Sheet 7 Cancels Fifteenth Revised Sheet 7

> (I) (R)

LOCAL EXCHANGE SERVICE

1. **GENERAL**

The rates quoted below entitle the customers in each exchange to call the exchanges listed under Calling Scope without incurring additional charges.

Exchange Calling Scope

	Exchange	Calling Scope
1.	Clifton	Collinwood and Waynesboro
2.	Cornersville	Lewisburg, Petersburg, Belfast and Chapel Hill
3.	Darden	Decaturville, Lexington, Parsons, and Scotts Hill
4.	Lobelville	Linden
5.	Sardis	Lexington and Scotts Hill
6.	Collinwood	Clifton and Waynesboro
7.	Decaturville	Darden, Parsons and Scotts Hill
8.	Linden	Lobelville
9.	Scotts Hill	Decaturville, Lexington, Parsons, Sardis and Darden
10.	Bruceton	Huntingdon Customers in Benton County can also call: Camden Customers in Carroll County can also call: Atwood, Cedar Grove, McKenzie and Trezevant
11.	Parsons	Darden, Decaturville and Scotts Hill
12.	Waynesboro	Clifton and Collinwood

2.	RATES		PBX	
		Individual Line	Business Trunk	Rotary Key
	Business	\$28.50	\$46.80	\$43.90
	Price Adjustment Pursuant to			
	Tennessee Code 67-6-222		(3.80)	(3.80)
	Effective Tariffed Rate		\$43.00 [°]	\$40.10 [°]
	Residence	\$11.60	N/A	N/A

ISSUED: August 16, 2007 EFFECTIVE: October 1, 2007

TENNESSEE TELEPHONE COMPANY

Tennessee

Section 2 Seventeenth Revised Sheet 8 Cancels Sixteenth Revised Sheet 8

LOCAL EXCHANGE SERVICE

MT. JULIET

1. **GENERAL**

A. The rates quoted herein entitle the subscribers of this exchange to call, without additional charge, subscribers in the exchange service area of: Nashville, LaVergne, Lebanon, Watertown, Goodlettsville, Old Hickory and Donelson.

2. RATES

A. Inside the <u>base rate area</u> as specified on the map filed with Tennessee Public Service Commission.

	Individual <u>Line</u>	PBX Business <u>Trunk</u>	Rotary <u>Key Line</u>	
Business Price Adjustment Pursuant to	\$38.50	\$59.60	\$55.90	
Tennessee Code 67-6-222 Effective Tariffed Rate		(3.80) \$55.80	(3.80) \$52.10	(I) (R)
Residence	15.70		21.00	

ISSUED: August 16, 2007 EFFECTIVE: October 1, 2007

TENNESSEE TELEPHONE COMPANY

Tennessee

Section 2 Seventeenth Revised Sheet 9 Cancels Sixteenth Revised Sheet 9

LOCAL EXCHANGE SERVICE

LAVERGNE

1. **GENERAL**

A. The rates quoted herein entitle the subscribers of this exchange to call, without additional charge, subscribers in the exchange service area of: Nashville, Mt. Juliet, Smyrna, Nolensville, Goodlettsville, Old Hickory, Murphreesboro and Fosterville. In addition, effective January 1, 1991, those customers residing in Davidson County will be entitled to full metropolitan calling privileges as defined in the tariffs of South Central Bell.

2. **RATES**

A. Inside the <u>base rate area</u> as specified on map filed with Tennessee Public Service Commission.

	Individual Line	PBX Business <u>Trunk</u>	Rotary Key Line	
Business Price Adjustment Pursuant to	\$38.50	\$59.60	\$55.90	
Tennessee Code 67-6-222 Effective Tariffed Rate		(3.80) \$55.80	(3.80) \$52.10	
Residence	15.70		21.00	

ISSUED: August 16, 2007 EFFECTIVE: October 1, 2007

TENNESSEE TELEPHONE COMPANY

Tennessee

Section 2 Sixteenth Revised Sheet 10 Cancels Fifteenth Revised Sheet 10

LOCAL EXCHANGE SERVICE

HALLS CROSSROADS

1. **GENERAL**

A. The rates quoted herein entitle the subscribers of this exchange to call, without additional charge, subscribers in the exchange service area of: Claxton, Concord, Powell, Maynardville, Knoxville and Fountain City, Mascot and Strawberry Plains. Effective August 1, 1990, subscribers will participate in the Knoxville Metropolitan Area Calling Plan as defined in the tariffs of South Central Bell.

2. RATES

A. Inside the <u>base rate area</u> as specified on map filed with Tennessee Public Service Commission.

	Individual <u>Line</u>	PBX Business <u>Trunk</u>	Rotary Key Line	
Business Price Adjustment Pursuant to	\$30.15	\$59.60	\$55.90	
Price Adjustment Pursuant to Tennessee Code 67-6-222 Effective Tariffed Rate		(3.80) \$55.80	(3.80) \$52.10	(I) (R)
Residence	\$11.85			

ISSUED: August 16, 2007 EFFECTIVE: October 1, 2007

Fourteenth Revised Sheet 5 Cancels Thirteenth Revised Sheet 5

Part III

Tennessee

LOCAL EXCHANGE SERVICE

1. **GENERAL**

The rates quoted herein entitle the subscribers of this exchange to call, without additional charge, subscribers in the Knoxville metropolitan calling area as defined in the tariffs of South Central Bell.

2. **RATES**

		Monthly Rate	
	Business, one-party	\$30.15	
	Residence, one-party	\$11.85	
	Rotary Lines:		
	Business Price Adjustment Pursuant to Tennessee Code 67-6-222 Effective Tariffed Rate	\$42.60 (3.80) \$38.80	(I) (R)
	Residence	\$16.35	
*	Business Trunk Price Adjustment Pursuant to Tennessee Code 67-6-222 Effective Tariffed Rate	\$49.70 (3.80) \$45.90	(I) (R)

ISSUED: August 16, 2007 EFFECTIVE: October 1, 2007

^{*} Includes ground or loop start, group hunting and also applies to individual lines within a common group which are pooled and connected to customer premises common equipment.

Ln.	Description	C	Concord	F	ICTC	Tellico			TN Tel		Total
	(a)		(b)		(c)		(d)		(e)	(ł	(f) p+c+d+e)
1	Total Equity Amount Received in 2007 from the state of Tennessee	\$	86,731	\$	9,663	\$	30,321	\$	197,204	\$	323,920
2	Jurisdictional Separations Impact (Part 36/69) line 1 x 25%)		NA		2,416		7,580		49,301		59,297
3	Impact to USF support, If applicable (support included)		NA		3,407		11,100			_	14,507
4	Net Tax Savings to Company to be flowed through to business customers (line 1 less lines 2 and 3)	\$	86,731	\$	3,840	\$	11,641	\$	147,903	\$	250,116
5	Prior Year Rate Reduction (Line 9 of 2006 price adjustment filing)		111,722		3,200		5,116		31,198		151,236
6	Difference (Line 4 less Line 5)	\$	(24,991)	\$	640	\$	6,525	\$	116,705	\$	98,880
7	Net pass through amount (tariff rates adjusted by this amount)	\$	86,731	\$	3,840	\$	11,641	\$	147,903	\$	250,116

Notes:

- Line 1 Per Office of State Assessed Properties check dated May 28, 2007
- Line 2 Used 25% to reflect the interstate reduction from lower property tax
- Line 3 Reflects reduction of USF draw from lower property tax amount
- Line 4 Impact on intrastate operations due to property tax reduction
- Line 5 Rate reduction flowed through to customers from October 1, 2005 Through September 30, 2006

TDS Telecom - Tennessee
October 1, 2007 Price Adjustment

As of August 1, 2007

n.	Description	(Concord		НСТС		Tellico		TN Tel		Total
	(a)		(b)		(c)		(d)		<u>(</u> e)	(t	(f) o+c+d+e)
1	Total Equity Amount Received in 2006 from the state of Tennessee	\$	86,731	\$	9,663	\$	30,321	\$	197,204	\$	323,920
2	Jurisdictional Separations Impact (Part 36/69) line 1 x 25%)		NA		2,416		7,580		49,301		59,29
3	Impact to USF support, If applicable (support included)		NA		3,407		11,100	_			14,50
4	Net Tax Savings to Company to be flowed through to business customers (line 1 less lines 2 and 3	\$	86,731	\$	3,840	\$	11,641	\$	147,903	\$	250,110
5	Prior Year Rate Reduction (Line 4 of 2005 price adjustment filing)		111,722		3,200		5,116	·	31,198		151,23
6	Difference (Line 4 less Line 5)	\$	(24,991)	\$	640	\$	6,525	\$	116,705		98,88
7	Net pass through amount (tariff rates adjusted by this amount)	<u>s</u>	86,731	S	3,840	S	11,641	S	147,903	\$	250,11
	Notes: Line 1 - Per Office of State Assessed Properties check dated May 28, 2007 Line 2 - Used 25% to reflect the interstate reduction from lower property tax Line 3 - Reflects reduction of USF draw from lower property tax amount Line 4 - Impact on intrastate operations due to property tax reduction	-					- - 	-			

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10-918656753881

Fax Station

F-625

SAC:	290566	
Comp#	486	
I. EXCHAN	NGE CARRIER/DATA IDENTIFICATION	
(010)	Study Area Code Name	· · ·
(020)	Contact Name	J
(030)	Contact Telephone Number	
(040)	USF Data Collection Period	2

HUMPHREYS COUNTY TEL Jeffrey M. Johnson (608) 664-4197 2006-1

HUMPHREYS COUNTY TEL "WHAT IF" MORE

(040) USF Data Collection Period	2006-1				PROPER			ADJ - What If		
LN Description	Data Source	Data Line	2006-1 Amount	ADJ - What If	2006-1 Amount	Vs. Actual	Vs. Actu			
6. "D" Factor - COE (Gross Allocator). COE Category 4.13 divided by Total Plant	in		0.1085					0.1085	(0.0000)	0.00%
Service. [AL2/Acct 2001] 7. Materials & Supplies assigned to C&WF Cat 1. [AL5 x Acct 1220]			3,494					3,494		0.00%
Material & Supplies assigned to Central Office Equipment Category 4.13. [ALS x ACC 1220]	c		3,434					3,434	(0)	0,000,0
x Acet 12201	,d		643					643	/01	0.00%
Accumulated Depreciation plus Net Noncurrent Deferred Operating Income			013					0.0	10)	0.0074
Taxes assigned to C&WF Category 1. [AL3 x [Accts 3100.2410 + 4340.2410]	33									
+ (Acets 2680.2140/Acet 2680) x Acet 3400[]	"/		1,621,286					1,621,286	(0)	0.00%
10. Accumulated Depreciation plus Net Noncurrent Deferred Operating Income			1,001,200					1,02.1,000	(0)	
Taxes assigned COE Category 4.13, [AL4 x [(Accts 3100.COE + 4340.COE)										
((Accts 2680.COE/ Acct 2680) x Acct 3400([]			400.968					400,968	m	0.00%
11, RESERVED										
12. RESERVED										
13. Cable & Wire Facilities Maintenance Expense assigned to Category 1. [(AL3	×									
(Acct 2410 - Benefits - Rents))]	7		31,077					31,077	(0)	0.00%
14. Central Office Equipment Maintenance Expense assigned to Category 4.13.			.,,.,						4-7	
[AL4 x Accts(G210 + 6220 + 6230 - Benefits - Rents)]]			18,533					. 18,533	(0)	0.00%
15. Network Support Expenses plus General Support Expenses assigned to C&W	F		4							
Category 1 and COE Category 4.13. [(AL5 + AL6) x [Accts(6110+6120 -										
Benefits - Rental)]]			8,476					8,476	(01	0.00%
16. Network Operations Expenses assigned to C&WF Category 1 and COE										
Category 4.13. [(AL5 + AL6) x (Acct 6530-Benefits)]			105,864					105,864	(0)	0.00%
17. Depreciation and Amortization Expense assigned to C&WF Category 1. [AL3	l v									
[(Acct 6560 C&WF +(Acct 2680.2410/Acct 2680) x Acct 6560.2680)]]			166,923					166,923	(0)	0.00%
18. Depreciation and Amerization Expense assigned to COE Cat. 4.13. (AL4 x										
[(Acct 6560 COE) + (Acct 2680 2230/Acct 2580) x Acct 2680.6560)]]			35,502					35,502	(0)	0.00%
19. Corporate Operations Exp. Assigned C&WF Cat 1 and COE Cat 4.13. [(AL5	+									
AL6) x (Acct 6710 + Acct 6720)]			165,039					165,039	(0)	0.00%
20. Operating Taxes assigned C&WF Cat 1 and COE Cat 4.13. [(AL5 + AL6) x A	Voct.									
7200]			203,204					208,573	5,369	2.64%
21. Benefits assigned C&WF Cat 1 and COE Cat 4.13. [(AL5 + AL6) x Benefits]			46,781					46.781	(0)	0.00%
22 Rents assigned C&WF Cat 1 and COE Cat 4.13. (AL5 + AL6) x Rents]			13,905					13,905	(0)	0.00%
23. RETURN COMPONENT for C&WF Cat. 1. [(AL1 + AL7 - AL9) x .1125]			134,623					134,623	(0)	0.00%
24. RETURN COMPONENT for COE Cat 4.13. [(AL2 + AL8 - AL10) x .1125]			13.202					13,202	(0)	0.00%
25. TOTAL UNSEPARATED COSTS. [Sum of lines Al.13 thru Al.24]			\$943,129					\$948,498	\$5,369	0.57%
26. STUDY AREA COST PER LOOP. [AL25/Loops 1.1-1.3]			\$496.38					\$499.21	, \$2.83	0.57%
27. National Average			\$343.78					\$343.78	\$0.00	0.00%
28. National Average X 1.15			\$395,35					\$395.35	\$0.00	0.00%
29. National Average X 1,50			\$515.67					\$515.67	\$0.00	0.00%
30. Amount of cost per loop over 150% of National Average			\$0.00					\$0.00	\$0.00	Not Apply
31. Applicable loop cost between 115-150% of National Average			\$101.03					\$103.86	\$2.83	2.60%
32. EXPENSE ADJUSTMENT AT .65 RATE (Applies to Loop Cost between 115-										
150% of National Average at .65 rate]			\$65.67					\$67.51	\$1.84	2.80%
33. EXPENSE ADJUSTMENT AT ,75 RATE (Applies to Loop Cost over 150% of										
National Average at at .75 rate]			\$0.00					\$0.00		Mot Apply
34 TOTAL STUDY AREA USF HCL EXPENSE ADJUSTMENT			\$121,624					\$125,030	\$3,407	2.80%

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T0-918656753881

FROM-TDS TELECOM GOVT.

80 REG.

SAC NAME TELLICO TELEPHONE SAC: 290578

SAC: 290578
Comp # 240
I. EXCHANGE CARRIER/DATA IDENTIFICATION
(010) Study Area Code Name

(020) Contact Name (030) Contact Telephone Number (040) USF Data Collection Period

TELLICO TELEPHONE Jeffrey M. Johnson (608) 664-4197

TELLICO TELEPHONE "WHAT IF" MORE

(040)	USF Data Collection Period	2006-1			ILLLIOO	PROPERTY		morte	473.1 MO-444	# DV TAIL IF	W DW TRANSIE
Dental	Description .	Data Source	Data Line	2006-1 Amount	ADJ. What II			ADJ. What if	ADJ - What If 2006-1 Amount		% Dif "What If" Vs. Actual
II.WORKING	Description	Data Socios	Date Line	ZOOGE 1 PERIODIK	Pagg - William II	Page - William	PLD - TRIBER	***************************************	ESSO I FUITORIN	10.7000	
	Total Loops - (Cat 1.1, 1.2 and 1.3)	05P Records	(060)	9.828					9,828	0	0.00%
	Category 1.3 Loops - (Excluding Cat 1.3 TWX Loops)	OSP Records	(070)						9,758	0	0.00%
	Reserved - NO ENTRY REQUIRED		(080)						0	0	
III. INVEST	MENT, EXPENSES, AND TAXES										
Net Plant In	vestment										
(160)	Acct 2001 - Telephone Plant in Service	General Ledger W. Adj	(160)						28,304,407		0.00%
	Acct 1220 - Material and Supplies	General Leight W. Adj	(170)						34,807		0.00%
		General Ladger W. Adj	(190)						18,362,417		0.00%
(195)	Acct 3400 - Accumulated Amortization Tangible	General Ledger W. Art	(195)						36,248	0	0.00%
(200)	Reserved - NO ENTRY REQUIRED		(200)						0	0	
(205)		General Ledger VI. Adj	(210)						925,733	0	0.00%
	Acct 4340 - Net Noncurrent Deferred Operating Income Taxes Net Plant Investment (Sum of Lines 160+170 minus Lines 190 through 210)	Governi Ledger VI. Adj	(220)		0.00	0.00	0.00	0.00			0.00%
	ant Accounts	Commande or set	(220)	5,014,010	-	-					
	Acct 2210 - Central Office Switching Equipment	General Leagur VI. Arts	(230)	4,449,725					4,449,725	0	0.00%
	Acct 2220 - Operator System Equipment	General Ledger VI. Adj	(235)						0		Not Apply
	Acct 2230 - Central Office Transmission Equipment	General Ledger W. Adl	(240)						6,491,551	0	0.00%
	Total Central Office Equipment (Sum of Lines 230 through 240)	Georgi Ledger W. Adj	(245)		0.00	0.00	0.00	0.00	10,941,276	0	0.00%
(250)		Prorote per CS	(250)						4.068,854	0	0.00%
	Acct 2410 - Cable & Wire Facilities Total	General Ledger Vf. Adj	(255)						15,552,241	0	0.00%
(260)		General Ledgor W. Adj	(260)	3,464,763					3,464,763		0.00%
	Acct 3100 (2220) - Accumulated Depreciation Operators System	General Ledger W. Adj	(265)						0		Not Apply
(270)		General Ledger W. Adl	(270)	4,598,940					4,598,940	D	0.00%
(976)	Acct 3100 (2210-2230) - Total Accumulated Depreciation Central Office					200	100				
(513)	Equipment (Sum of Lines 260 thru 270)	General Ledger W. Adj	(275)		0.00	0.00	0.00	0.00	V CONTRACTOR		0.00%
(280)	Acct 3100 (2410) - Accumulated Depreciation C&WF	General Ledger W. Adj	(280)						9,160,436		0.00%
(285)			(285)						0	0	
(290)			(290)						0	0	
(295)			(295)						0	0	
(300)			(305						0	0	
(305)			(303)	,							
	Acct 4340 (2210) - Net Noncurrent Deferred Operating Income Taxes - Central Office Switching	Corectal Ledger W. Adl.	(310	139,326					139,326	0	0.00%
	Acct 4340 (2220) - Not Noncurrent Deferred Operating Income Taxes - Operator	Control Length II. Tell	(0.0	,,							
(315)	System	Gorwal Ledger W. All	(315) 0					0	0	Not Apply
	Acct 4340 (2230) - Net Noncurrent Deferred Operating Income Taxes - Central		45.15	1							
(320)	Office Transmission	General Lodger Nr. Adj	(320	203,258					203,258	0	0.00%
	Acct 4340 (2210-2230) - Net Noncurrent Deferred Operating Income Taxes -										
(325)	Central Office Equipment (Sum of Lines 310 through 326)	General Ledger N. Adj	(325	342,584	0.00	0.00	0.00	0.00			0.00%
(330)	Aprt 4340 (2410) - Net Noncurrent Deterred Operating Income Taxes - C&WF	General Ledger N. Adj	(330	491,387					491,387	0	0.00%
	ific Operation Expense										
	Acct 6110 - Network Support Expense Total	General Ladges W. Adj.	(335						14,163		0.00%
(340)	Acct 6110 - Benefits Portion of Network Support Expense	General Ledger W. Adij	(340						1,166		0.00%
(345)		General Lodger W. Adj	(345						3,163		0.00%
(350)		General Ledger W. Adl	(350						114,763		0.00%
(355)		Geeoral Lodger W. Adj	(355						3.120		0.00%
(360)		General Ledger W. Ad	(360						106,597		0.00%
(365)		General Ledger W. Adj	(365						2,221		0.00%
(370)		General Ledger W. Adj	(370						13,885		0.00%
(375)		General Ledger W. Adj	(380						0		Not Apply
(380)		Cereral Ledger W. Adj Cereral Ledger W. Adj	(385						0		Not Apply
(385)		General Leager W. Adj	(390						0		Not Apply
(390)		General Ledger W. Adj	(395						123,399	0	0.00%
(400)		Ceneral Ledger W. Adl	(400						49,858		0.00%
(405)	[8] [1] [1] [1] [1] [1] [1] [1] [1] [1] [1	General Ledger W. Ad	(405						0		Nat Apply
	365+380+395)	General Ledger W. Ad	(410		0.00	0.00	0.00	0.00			0.00%
(415)			(415)					0	0	
(420)			(420)					0		
(425)			(425						0		0.000
	Acct 6410 - Cable and Wire Facilities Expense - Total	General Ledger W. Adj	(430	374,761					374,761	0	0.00%

NAME TELLICO TELEPHONE										4
290578 np # 240										
XCHANGE CARRIER/DATA IDENTIFICATION										AUG
(010) Study Area Code Name	ELLICO TELEPHONI	E								
facel commercial	effrey M. Johnson 608) 684-4197									8
	006-1			TELLICO	TELEPHONE					~
(040) OSF Data Continuin Ferror					PROPERTY				FDif What IF % Dif What IF	707
a LN Description	Data Source	Data Line	2006-1 Amount	ADJ - What If 200			ಪ			
	General Lodger W. Alls	(435)	87,183					87,183 109,442	0 0.00%	83
	General Ledger W. Adl	(440)	109,442 733,783	0.00	0,00	0.00	0.00	733,783	0 0.00%	co
	General Ledger W. Adj	(445)	133,103	0.00	0.00	0.00	2.00	100,100		
t Non Specific Expense (450) Acct 6530 - Network Operations Expense - Total	Ceneral Leiger W. Adj	(450)	578,783					578,783	0 0,00%	9
	General Ledger W. Adi	(455)	74,834					74,834	0 0.00%	9
(465) Reserved - NO ENTRY REQUIRED		(465)						0	0	88
(470) Reserved - NO ENTRY REQUIRED		(470)						0	0	56
(480) Reserved - NO ENTRY REQUIRED (485) Reserved - NO ENTRY REQUIRED		(485)						0	0	T0-918656753881
(500) Reserved - NO ENTRY REQUIRED		(500)						0	0	3
(505) Reserved - NO ENTRY REQUIRED		(505)						0	0	23
reciation and Amortization Expenses	200000000000000000000000000000000000000	45.401	670 ATA					370,978	0 0.00%	
(510) Acct 6560 (2210) - Depreciation And Amortization Expense - CO Switching	General Lotger W. Adj	(510) (515)	370,978					0	0 Not Apply	
fore) here also (man) and	General Ledger W. Adj General Ledger W. Adj	(520)	585,656					585,856	0 0.00%	
April 6560 (2210,2230) - Depreciation and Amortization Central Office		,								
(525) Equipment (Sum of Lines 510 thru 520)	General Ledger W. Adj	(525)	956,634	0,00	0.00	0.00	0.00	956,634	0 0.00%	
(530) Acct 6560 (2410) - Depreciation and Amerization Expense - C&W Facilities	General Ledger W. Adj	(530)	925,184					925,184	0 0.00%	
porate Operating Expenses		/E3E)	144,267					144,267	0 0.00%	777
(535) Acut 6710 Executive and Planning Expense - Total (540) Acut 6710 Benefits Portion Executive and Planning Expense	General Ledger W. Adj Ceneral Ledger W. Adj	(535) (540)	9,337					9,337	0 0.00%	FROM-TDS
(550) Acct 6720 - General Administrative Expense - Total	General Ledger W. Adj	(550)	946,245					946,245	0 0.00%	平
(555) Acct 6720 - Benefits Portion - General Administrative Expense	General Ledger W. Ad	(555)	45					45	0 0.00%	10
(565) Total Corporate Operations Expense (Sum of Lines 535 + 550)	Govern Ledger W. Ad.	(565)	1,090,512	0.00	0.00	0.00	0.00	1,090,512	0 0.00%	
er Expenses and Revenues		(COO)	335,692	0.00	0.00 Benefits	0.00	0.00	335,692	0 0.00%	m
(600) Benefits Portion of All Operating Expenses - Total Operating Expenses - Total (610) Rems Portion of All Operating Expenses - Total	General Ledger W. Ad General Ledger W. Ad	(600) (610)	129,610	0.00	0.00	0.00	0.00	129,610	0 0.00%	E
(620) Reserved - NO ENTRY REQUIRED	General Leoper IV. reg	(620)	125,516					0	0	9
(630) Reserved - NO ENTRY REQUIRED		(630)					,	0	0	-
tes .			700.000				26.454	750,316	26,454 3,65%	TELECOM GOVT.
(650) Acct 7200 - Operating Taxes	General Ledger W. All	(650)	723,862				20,454	0	0	7
(655) Reserved NO ENTRY REQUIRED		(655)								20
PART 36 - COST STUDY DATA (703) Cost Study Average Cable and Wire Facilities Acct 2410	Cont Study	(700)	15,410,600					15,410,600	0 0.00%	
Cost Study Average Cable and Wire Facilities Cat. 1 - Total Exchange Line								44047.000	0.000	REG
(710) C&WF Excluding Wide Band	Cost Study	(710)	14,217,830					14,217,830	0 0.00%	
AMORTIZABLE TANGIBLE ASSETS (Refer to instructions prior to completing this section)	(800)	95,833					95,833	0 0.00%	
(800) Acct 2660 - Amortizable Tangible Assets (805) Acct 2680 (2230) - Amortizable Tangible Assets - CO Transmission	General Ledger W. Alls General Ledger W. Adj	(805)						95,833	0 0.00%	
Avert 1680 (2230) - Amortizable Tannible Assets - CO Transmission Allocated		(0.0)								
(810) to Calegory 4.13	General Ledger W. Adj	(810)						0	(0) -100.00%	
(815) Acct 2680 (2410) - Amortizable Tangible Assets - Cable and Wire Facilities	General Ledger W. A4	(815)	0					0	(0) -100,00%	
(820) Acct 2680 (2410) - Amortizable Tangible Assets - Cable and Wire Facilities	Promotivate in the	(820)	0					0	(0) -100.00%	
(830) Accl 5560 (2580) - Depreciation & Amortization Expense - Amortizable Tangible	General Ledger W. Alij General Ledger W. Alij	(830)	No. of the contract of					31,147	0 0.00%	
COMMENTS I SIGNIFICANT CHANGE EXPLANATION	uniter strape in ind	(300)	-							
Recorded with 2005 study.								Miles #		T
								What if ALG Formula		762
GUN Description			ALG Formula				Care	COT GITTION		10
Cable 8 Wire Facilities plus C8WF portion of Capital Leases assigned to Capital Mars 2610 x (Cast Study C8WF CS C8WF Erro WR)) + Acct										.0
Category 1 (Acct 2410 x (Cost Study C&WF/ CS C&WF Exc. WB)) + Acct 2680.2410)			14,348,508					14,348,508	(0) 0.00%	9
Central Office Equipment plus COE portion of Capital leases assigned to Cat.								4000.00	(n) n code	07/11
			4,068,854					4,068,854	(0) 0.00%	
4.13 (COE Cat 4.13 + Acct 2680.2230)								0.9226	0.0000 0.00%	-71
4.13 [COE Cat 4.13 + Acct 2680.2230] 3. "A" Factor - C&WF. C&IVF Cat 1 divided by Total C&WF. [Al.1/(Acct 2410 +			0.0000						0.0000 0.00%	
4.13 [COE Cat 4.13 + Acct 2680.2230] 3. "A" Factor - C&WF. C&WF Cat 1 divided by Total C&WF. [Al.1/[Acct 2410 + Acct 2680.2410]]			0.9226					0.5220	0.0000 0.00%	-6
 4.13 [COE Cat 4.13 + Acct 2680.2230] "A" Factor - C&WF. C&WF. Cat 1 divided by Total C&WF. [Al.1/(Acct 2410 + Acct 2680.2410]) "B" Factor - COE. COE Cat 4.13 divided by Total COE. [Al.2/(Accts) 			0.9226					0.3687	(0.0000) 0.00%	F-625
 ISOE Cat 4.13 - Acct 2680.2230] "A" Factor - C&WF. C&WF. Cat 1 divided by Total C&WF. [AL1/[Acct 2410 + Acct 2680.2410]] 										-625

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SAC NAME TELLICO TELEPHONE
SAC: 290578
Comp # 240
L EXCHANGE CARRIER/DATA IDENTIFICATION
(010) Study Area Code Name
(020) Contact Name
(030) Contact Telephone Number
(040) USF Data Collection Period

Jeffrey M. Johnson (508) 564-4197 2006-1

TELLICO TELEPHONE

TELLICO TELEPHONE "WHAT IF" MORE

(040)	USF Data Collection Period	2006-1			TELLIC	DIELEPHON	E "WHAT IF	MORE			
deceb	and areas and areas of the second					PROPERT	Y TAXES		ADJ - What If	# Dif "What II	S Dif Wha
LN	Description	Data Source	Deta Line	2006-1 Amount	ADJ - What If	2006-1 Amount	Vs. Adual	Vs. Actu			
6.	D* Factor - COE (Gress Allocator). COE Category 4.13 divided by Total Plant in										
1	Service. [AL2/Acct 2001]			0.1438					0.1438	(0.0000)	0.00%
7.1	Materials & Supplies assigned to C&WF Cat 1. [AL5 x Acct 1220]			17,645					17,845	(0	0.00%
	Material & Sapplies assigned to Central Office Equipment Category 4.13. [AL6										
	x Acct 1220]			5,004					5,004	(0)	0.00%
	Accumulated Depreciation plus Net Noncurrent Deferred Operating Income										
	Taxes assigned to C&WF Category 1. [AL3 x [(Accts 3100.2410 + 4340.2410)										
	+ (Accts 2680,2140/Acct 2680) x Acct 3400[]			8,904,778					8,904,778	(0)	0.00%
	Accumulated Depreciation plus Net Noncurrent Deferred Operating Income										
	Taxes assigned COE Category 4.13. [AL4 x [(Accts 3100.COE + 4340.COE) +			0.440.000						22	
	((Accts 2680.COE/ Acct 2680) x Acct 3400 ()			3,112,359					3,112,359	{0	0.00%
	RESERVED										
	RESERVED										
	Cable & Wire Facilities Maintenance Expense assigned to Category 1. [(AL3 x			164,348					101 010		0.000
	(Acct 2410 - Benefits - Rents)))			104,340					164,348	0	0.00%
	Central Office Equipment Maintenance Expense assigned to Category 4.13. [AL4 x [Accts(6210 + 6220 + 6230 - Benefits - Rents]]]			60,508					00.000	400	
	Network Support Expenses plus General Support Expenses assigned to C&WF			60,506					60,508	(U	0.00%
	Category 1 and COE Category 4.13. {(AL5 + AL6) x Accts(6110+6120 -										
	Benefits - Rents II			70,226					70.226	400	0.000
	Network Operations Expenses assigned to C&WF Category 1 and CDE			10,820					10,220	(3)	0.00%
	Category 4.13. [(AL5 + AL6) x (Acct 6530-Benefits)]			327,914					327,914	m	0.00%
	Depreciation and Amortization Expense assigned to C&WF Category 1. [AL3 x			021,314					327,814	(U)	0.00%
	(Acct 6560,C&WF +(Acct 2680,2410/Acct 2680) x Acct 6560,2680)))			853,575					853,575	in	n now
	Depreciation and Amortization Expense assigned to COE Cat. 4.13. [AL4 x			635,513					655,575	(0)	0.00%
	(Acct 6560,COE) + (Acct 2680,2230/Acct 2680) x Acct 2680,6560)[]			364,148					364,148	m	0.00%
	Corporate Operations Exp. Assigned C&WF Cat 1 and COE Cat 4.13. [(AL5 +			504,140					304,140	(0)	1 0.00 %
	AL6) x (Aprt 6710 + Aprt 6720)]			709,584					709,584	m	0.00%
	Operating Taxes assigned C&WF Cat 1 and COE Cat 4.13. I(AL5 + AL6) x Acct								100,001	(0)	, 0.0014
	7200]			471,009					488,222	17,213	3.65%
21	Benefits assigned C&WF Cat 1 and COE Cat 4.13. [(ALS + AL6) x Benefits]			212,326					212.326	890	0.00%
99	Rents assigned C&WF Cat 1 and COE Cal 4.13. [AL5 + AL6] x Rents]			84,336					84,336		0.00%
	RETURN COMPONENT for C&WF Cal. 1. [(AL1 + AL7 - AL9) x .1125]			614,405					614,405		0.00%
	RETURN COMPONENT for COE Cat 4.13. [(AL2 + AL8 - AL10) x .1125]			103,169					108,169		0.00%
	TOTAL UNSEPARATED COSTS. [Sum of lines AL13 thru AL24]			\$4,040,547					\$4,057,761	\$17,213	
	STUDY AREA COST PER LOOP. [AL251.000s 1.1-1.3]			\$411.13					\$412.88		0.43%
-	National Average			\$343.78					\$343.78	/	0.00%
	National Average X 1.15			\$395.35					\$395.35		0.00%
	National Average X 1.50			\$515.67					\$515.67		0.00%
	Amount of cost per loop over 150% of National Average			\$0.00					\$0,00		Not Apply
	Applicable loop cost between 115-150% of National Average			\$15.78					\$17.53		11.09%
	EXPENSE ADJUSTMENT AT .65 RATE (Applies to Loop Cost between 115-								-		-
	150% of National Average at .65 rate)			\$10.26					\$11.40	\$1.14	11.09%
	EXPENSE ADJUSTMENT AT .75 RATE (Applies to Loop Cost over 150% of										
	National Average at at .75 rate)			\$0.00					\$0.00	\$0.00	Not Apply
	TOTAL STUDY AREA USF HCL EXPENSE ADJUSTMENT			\$100,107					\$111,207	\$11,100	

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SAC NAME TENNESSEE TELEPHONE SAC: 290575 Comp # 61 I. EXCHANGE CARRIER/DATA IDENTIFICATION TENNESSEE TELEPHONE (D10) Study Area Code Name Jeffrey M. Johnson (608) 664-4197 (020) Contact Name

(030) Contact Telephone Number (040) USF Data Collection Period TENNESSEE TELEPHONE "WHAT IF" MORE 2006-1

			2000			PROPERTY			ADJ - What If		
ata LN	Description	Data Source	Data Line	2006-1 Amount	ADJ - What If	2006-1 Amount	Vs. Actual	Vs. Actua			
WORKING									20.440		0.000
	Total Loops - (Cat 1.1, 1.2 and 1.3)	OSP Records	(050)						66,146		0.00%
	Category 1.3 Loops - (Excluding Cat 1.3 TWX Loops)	(ISP Records	(070)						65,449	0	0.00%
	Reserved - NO ENTRY REQUIRED		(080)						U	U	
INVEST	MENT, EXPENSES, AND TAXES										
t Plant Inc											0.000
(160)	Acct 2001 - Telephone Plant in Service	General Ledger W. Adl	(160)						154,727,021		0.00%
(170)	Acct 1220 - Material and Supplies	General Ledger W. Adj	(170)						315,607		0.00%
(190)	April 3100 - Accumulated Depreciation	General Ledger W. Adj	(190)						101,494,205		0.00%
	Acct 3400 - Accumulated Amerization Tangible	General Lindger W. Adj	(195)						700.944		0:00%
(200)	Reserved - NO ENTRY REQUIRED		(200)						0	0	
	Reserved - NO ENTRY REQUIRED		(205)						0	0	
	Acct 4340 - Net Noncurrent Deferred Operating Income Taxes	Gerwal Ledger TI. Atj	(210)						4,841,803		0.00%
(220)	Net Plant Investment (Sum of Lines 160+170 minus Lines 190 through 210)	General Ledger 15, Adj	(220)	48,005,676	0.00	0.00	0.00	0.00	48,005,676	0	0.00%
	and Accounts										
	Acct 2210 - Central Office Switching Equipment	Gerwal Ledger M. Adj	(230)	24,737,942					24,737,942	0	0.00%
(235)	Acct 2220 - Operator System Equipment	Gorwiel Lodger W. Adj	(235						0	0	Not Apply
(240)	Acet 2230 - Central Office Transmission Equipment	General Ledger W. Adj.	(240						31,428,400	0	0.00%
	Total Central Office Equipment (Sum of Lines 230 through 240)	General Leoper VT. Adj	(245		0.00	0.00	0.00	0.00			0.00%
		Promis per CS	(250						21,229,365	0	0.00%
	Circuit Equipment Category 4.13		(255						88,060,794		0.00%
(255)	Acct 2410 - Cable & Wire Facilities Total	General Ledger W. Adl	(260						17.555,795		0.00%
(260)	Acct 3100 (2210) - Accumulated Depreciation Central Office Switching	General Ledger W. Adj	(265						0		Not Apply
	Acct 3100 (2220) - Accumulated Depreciation Operators System	General Ledger W. Adj	(270						23,375,894		0.00%
(270)	Acct 3100 (2230) - Accumulated Depreciation Central Office Transmission	General Ledger W. Adj	(210	20,010,004					20,010,004		0.0078
	Acct 3109 (2210-2230) - Total Accumulated Depreciation Central Office		(49)	40.004.000	0.00	0.00	0.00	0.00	40,931,689		0.00%
,,	Equipment (Sum of Lines 260 thru 270)	Gerwal Ledger W. Adj	(275		0.00	0.00	0.00	0.00	54,894,887		0.00%
(280)	Acct 3100 (2410) - Accumulated Depreciation C&WF	Gerwal Ledger W. Adl	(280							0	0.00%
(285)	Reserved - NO ENTRY REQUIRED		(285						0		
(290)	Reserved - NO ENTRY REQUIRED		(290						0	0	
(295)	Reserved - NO ENTRY REQUIRED		(295						0	0	
(300)	Reserved - NO ENTRY REQUIRED		(300						0	0	
(305)	Reserved - NO ENTRY REQUIRED		(305)					0	0	
100000	Acct 4340 (2210) - Net Noncurrent Deferred Operating Income Taxes - Central										
	Office Switching	General Ledger N. Adi	(310	751,644					751,644	0	0.00%
	Acct 4340 (2220) - Not Noncurrent Deferred Operating Income Taxes - Operator										
	System	General Ledger Nr. Adj	(315) 0					0	0	Not Apply
	Acct 4340 (2230) - Net Noncurrent Deferred Operating Income Taxes - Central										
	Office Transmission	General Ledger IV, A4((320	954,929					954,929	0	0.00%
	Acct 4340 (2210-2230) - Net Noncurrent Deferred Operating Income Taxes -										
	Central Office Equipment (Sum of Lines 310 through 320)	General Ledger W. Adl	(325	1,706,573	0.00	0.00	0.00	0.00	1,706,573	0	0.00%
	Acct 4340 (2410) - Net Noncurrent Deferred Operating Income Taxes - C&WF	General Ledger W. Adj	(330						2,614,425	0	0.00%
		General Leoger 11, mig	1000	, 2,011,120							
	Tic Operation Expense		(335	109,977					109,977	0	0.00%
4	Acct 6110 - Network Support Expense Total	General Ledger W. Adj	(340						3,722		0.00%
(340)	Acct 6110 - Benefits Portion of Network Support Expense	General Ledger W. Adj							10,605		0.00%
(345)	Acct 6110 - Rents Portion of Network Support Expense	General Ledger W. Ad)	(345						350,380		0.00%
(350)	Acct 6120 - General Support Expense Total	General Ledger W. Arti	(350								0.00%
(355)		General Ledger W. Adj	(355						11,180		
(360)	Acct 6120 - Rents Portion of General Support Expense	Governi Ledger W. Ad	(360						106,917		0.00%
(365)	Acct 6210 - Central Office Switching Expense - Total Switching Expense - Total	General Ludger W. Adi	(365						705,332		0.00%
(370)	Acct 6210 - Benefits Portion of COE Switching Expense	General Ledger W. Adj	(370						122,551		0.00%
(375)	Acct 6210 - Rents Portion of Central Office Switching Expense	Gereral Ledger W. Ad	(375	40,428					40.428		0.00%
(380)	Acct 6220 - Operator System Expense - Total	General Ledger W. Ad	(380) 0					0		Not Apply
(385)		General Leagur W. Adj	(365) 0					0		Not Apply
(390)		General Losper Wr. Adj	(390						0	0	Not Apply
		General Ledger W. Adj	(395						405,684	0	0.00%
(395)		Ceneral Ledger W. Ad	(400						102,811	0	0.00%
(400)			(405						28.035		0.00%
(405)		General Ledger W. Ad			0.00	0.00	0.00	0.00			0.00%
	365+380+395)	General Ludger W. Ad	(410		0.00	0.00	0.00	5.00	0	0	
(415)			(415						0	0	
(420)	Reserved - NO ENTRY REQUIRED		(420						0	0	
(425)	Reserved - NO ENTRY REQUIRED		(425)					U		
(423)	Treatment - 110 Citititi - 110 Citit		(430	1,948,582					1,948,582		0.00%

SAC NAME TENNESSEE TELEPHONE												
SAC: 290575 Come # 61												
Comp # 61 L EXCHANGE CARRIER/DATA IDENTIFICATION												>
(010) Study Area Code Name		NNESSEE TELEP	HONE									AUG
(020) Contact Name		frey M. Johnson										88
(030) Contact Telephone Number (040) USF Data Collection Period		8) 664-4197 06-1			TENNESSE	EE TELEPHON	E "WHAT IF	" MORE				
						PROPERTY					% Dif "What If"	.07
Data LN Description		Data Source		2006-1 Amount	ADJ - What If	ADJ - What If	ADJ - What If	What If			Vs. Actual	
(435) Acct 6410 - Benefits Portion Cable and Wire Faciliti		eneral Ladger W. Adj	(435)	431,976					431,976		0.00%	13:35
(440) Acct 6410 - Rents Portion Cable and Wire Facilities (445) Total Plant Spectfic Expense (Sum of Lines 335+		eneral Ledger VY, Adj	(440)	486,291 3,519,955	0.00	0.00	0.00	0.00	485,291 3,519,955		0.00%	35
Plant Non Specific Expense	3301303130313331430) (4	eneral Ledger W. Adj	(440)	3,519,955	0.00	0.00	0.00	0.00	0,010,000		O.OU No	
(450) Acct 6530 - Network Operations Expense - Total	Ge	eneral Ledger W. Adj	(450)	4,135,739					4,135,739		0.00%	10
(455) Acct 6530 - Benefits Portion Network Operations Es	xpense Ge	erersi Ledger W. Adj	(455)	526,898					526,898		0.00%	T0-918656753881
(465) Reserved - NO ENTRY REQUIRED (470) Reserved - NO ENTRY REQUIRED			(465) (470)						0	0		186
(480) Reserved - NO ENTRY REQUIRED			(480)						0	0		56
(485) Reserved - NO ENTRY REQUIRED			(485)						0	0		75
(500) Reserved - NO ENTRY REQUIRED (505) Reserved - NO ENTRY REQUIRED			(500) (505)						0	0		88
Depreciation and Amortization Expenses			(505)									
(510) Acct 6560 (2210) - Depreciation And Amortization E		erecti Ladger W. Adj	(510)	1,988,496					1,988,496		0.00%	
(515) Acct 6560 (2220) - Depreciation And Amortization E		ereni Ledge: W. Adj	(515)	0					0		Not Apply 0.00%	
(520) Acct 6560 (2230) - Depreciation and Amortization E Acct 6560 (2210-2230) - Depreciation and Amortiz		eneral Ledger W. Adj	(520)	2,597,160					2,597,160	0	0.00%	
(525) Equipment (Sum of Lines 510 thru 520)		areral Ladger Nr. Adj	(525)	4,585,656	0.00	0.00	0.00	0.00	4,585,656	0	0.00%	
(530) Acct 6990 (2410) - Depreciation and Americation E	Expense - C&W Facilities G	eneral Ledger N. Adj	(530)	5,021,807					5,021,807	0	0.00%	
Corporate Operating Expenses			45051	1,161,459					1,161,459		0.00%	
(535) Acct 6710 Executive and Planning Expense - Total (540) Acct 6710 Benefits Portion Executive and Planning		eneral Ledger Rr. Adj eneral Ledger W. Adj	(535) (540)	141,659					141,859		0.00%	FR
(550) Acct 6720 - General Administrative Expense - Total		lanoral Ledger W. Adj	(550)	6,877,346					6,877,346	0	0.00%	웃
(555) Acct 6720 - Benefits Portion - General Administrative		eneral Ledger W. Adj	(555)	46,244			***		46,244		0.00%	1
(565) Total Corporate Operations Expense (Sum of Li Other Expenses and Revenues	nes 535 + 550) G	eneral Ledger IV. Adj	(565)	8,038,805	0.00	0.00 810.6020 Benetite >	0.00	0.00	8,038,805	0	0.00%	S
(600) Benefits Portion of All Operating Expenses - Total C	Operating Expenses - Total G	Several Codgos IV. Ad	(600)	2,139,432	0.00	0.00	0.00	0.00	2,139,432		0.00%	H
(610) Rents Portion of All Operating Expenses - Total	a	eeeral Ledger IV. Ad	(610)	672,276	0.00	0.00	0.00	0.00	672,276		0,00%	=
(620) Reserved - NO ENTRY REQUIRED			(620)						0	0		호
(630) Reserved - NO ENTRY REQUIRED Taxes			(030)						,			0
(650) Acct 7200 - Operating Taxes	0	ierwal Ledger W. Asp	(650)	4,954,432				167,080		167,080	3.37%	FROH-TDS TELECOH GOVT.
(655) Reserved NO ENTRY REQUIRED			(655)						0	0		
IV PART 36 - COST STUDY DATA (700) Cost Study Average Cable and Wire Facilities Acct	2410	Cost Study	(700)	85,199,995					86,199,995	0	0.00%	80
Cost Study Average Cable and Wire Facilities Cat. 1												REG
(710) C&WF Excluding Wide Band	and the second of the file and of the second	Coon Study	(710)	81,889,217					81,889,217	0	0.00%	
V. AMORTIZABLE TANGIBLE ASSETS (Refer to instructions g (800) Acct 1680 - Amortizable Tangible Assets		eneral Ledger W. Ag	(900)	801,308					801,308	0	0.00%	
(805) Acct 1680 (2230) - Amortizable Tangible Assets - C		keneral Ladger W. Adj	(805)	718,426					718,426	0	0.00%	
(810) Acat 2680 (2230) - Amortizable Tangible Assets - C			771401	n					0	100	-100.00%	
to Category 4.13 (815) Acut 2680 (2410) - Amortizable Tangible Assets - C		Serveral Ledger W. Adj Serveral Ledger W. Adj	(810) (815)	0					0		-100.00%	
Acres 1680 (2410) - Americable Tangible Assets - C		and days in land	(0.0)									
(820) Allocated to Category 1		Several Certifies VV. Adj	(820)	0					78,411		-100.00% 0.00%	
(830) Acct 6580 (2680) - Depreciation & Amortization Ex- VI. COMMENTS / SIGNIFICANT CHANGE EXPLANATION	pense - Amortizable Tangible is	Janeral Cedger W. Adj	(830)	78.411					10,411	U	0.00%	
Recorded with 2005 study.												-
				1000000000					What if			-762
ALG LN Description	II anno antional to			ALG Formula					ALG Formula			25
 Cable & Wire Facilities plus C&WF portion of Capita Category 1 [[Acct 2410 x (Cost Study C&WF/CS C8 												.0
2680.2410]				83,656,959					83,656,959	0	0.00%	7
Central Office Equipment plus COE portion of Capita	al leases assigned to Cat.			21,229,365					21,229,365	603	0.00%	10/11
 4.13 [COE Cet 4.13 + Acct 2680.2230] "A" Factor - C&WF. C&WF Cat 1 divided by Total C 	8WF. [AL1/[Acct 2410 +			21,229,303					21,220,300	(0)		
Acct 2680,2410(t)				0.9500					0.9500	0.0000	0.00%	T
4, "B" Factor - COE. COE Cat 4.13 dMided by Total O	OE. [AL2/]Accts			0.3732					0.3732	(0.0000)	0.00%	F-625
(2210+2220+2230) + (2680.2230)]] 5. "C" Factor - C&WF (Gross Allocator), C&WF Catego	ory 1 divided by Total Plant in			0.3732								5
Service. [AL1/Actl 2001]				0.5407					0.5407	0.0000	0.00%	

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FROM-TDS TELECOM GOVT. & REG.

SAC	RETENNESSEE TELEPHONE	
Comp#	61	-

(010) Study Area Code Name (020) Contact Name (030) Contact Telaphone Number (040) USF Data Collection Period

TENNESSEE TELEPHONE

Jeffrey M. Johnson (608) 664-4197 2006-1

TENNESSEE TELEPHONE "WHAT IF" MORE

(040)	OSF Data Collection Period	2000-1				PROPERTY	TAXES		ADJ - What If	# Dif "What it"	N. Dit TWhat IIT
ata LN	Description	Data Source	Data Line	2006-1 Amount	ADJ - What If			ADJ - What If	2006-1 Amount		Vs. Actual
6	. "D" Factor - COE (Gross Allocator), COE Category 4,13 divided by Total Plant in								0.4070	40.00000	
1.0	Service. [AL2/Acct 2001]			0.1372					0.1372	(0.0000)	
7	. Materials & Supplies assigned to C&WF Cat 1, [AL5 x Acct 1220]			170,641					170,641	(0) (0.00%
8	Material & Supplies assigned to Central Office Equipment Category 4,13. [AL6								43,303	460.4	0.00%
	x Acet 1220]			43,303					43,303	(0) (3.00%
9	. Accumulated Depreciation plus Net Noncurrent Deferred Operating Income										
	Taxes assigned to C&WF Category 1. [AL3 x [(Accts 3100.2410 + 4340.2410) + (Accts 2680.2140/Acct 2680) x Acct 3400[]			54,633,327					54,633,327	(0)	0.00%
10	. Accumulated Depreciation plus Net Noncurrent Deferred Operating Income										
	Taxes assigned COE Category 4.13. [AL4 x [(Accts 3100.COE + 4340.COE) +								12 100 100	1000	
	((Accts 2680.CDE/ Acct 2680) x Acct 3400)()			16,147,111					16,147,111	(0) (0.00%
	RESERVED										
	RESERVED										
13	Cable & Wire Facilities Maintenance Expense assigned to Category 1. [(AL3 x								000 000		0.000
	(Acct 2410 - Benefits - Rents)))			978,790					978,790	0 (0.00%
14	. Central Office Equipment Maintenance Expense assigned to Calegory 4.13.			****					904.076	AND A	0.000
	(AL4 x (Accts(6210 + 6220 + 6230 - Benefits - Rents)))			304,975					304,975	(0) (0.00%
15	Network Support Expenses plus General Support Expenses assigned to C&WF										
	Category 1 and COE Category 4.13. [(AL5 + AL6) x [Accts(6110+6120 -			000 000					222.200	m	2000
	Benefits - Renisill			222,299					222,299	(0) (0.00%
16	Networt Operations Expenses assigned to C&WF Category 1 and COE			2,446,360					2,446,360	001	0.00%
	Category 4.13. [(AL5 + AL6) x (Acct 6530-Benefits)]			2,446,360					2,440,300	(0)	LULY N
17	Depreciation and Amortization Expense assigned to C&WF Category 1. [AL3 x			4 770 004					4 *** ***		
	[(Acct 6560.C&WF +(Acct 2680.2410/Acct 2680) x Acct 6560.2680)]]			4,770,671					4,770,571	(0)	0.00%
18	Depreciation and Amortization Expense assigned to COE Cat. 4.13. [AL4 x			4 777 504					1,737,601	401.4	0.00%
	[(Acct 6560.COE) + [Acct 2680.2230/Acct 2680) x Acct 2680.6560)[]			1,737,601					1,737,501	(0)	U,UU Ya
15	Corporate Operations Exp. Assigned C&WF Cat 1 and COE Cat 4.13. [(AL5 +			C 204 447					5,364,117	m) r	0.00%
	AL6) x Aoct 6710 + Aoct 6720			5,384,117					3,304,817	(0)	0.00%
20	 Operating Taxes assigned C&WF Cat 1 and COE Cat 4.13. [(AL5 + AL6) x Acct 7200] 			3,358,509					3,471,770	113,260	3.37%
2				1,322,902					1,322,902	ins i	0.00%
-	Benefits assigned C&WF Cat 1 and COE Cat 4.13. [(AL5 + AL6) x Benefits) Pents assigned C&WF Cat 1 and COE Cat 4.13. [(AL5 + AL6) x Rents]			455,722					455,722		0.00%
	2. Rents assigned CaWF Cat 1 and COE Cat 4.15. (AL5 * AL6) x rents) 3. RETURN COMPONENT for C&WF Cal. 1. ((AL1 + AL7 - AL9) x .1125)			3,284,356					3,284,356		0.00%
	RETURN COMPONENT for COE Cat 4.13. [(AL2 + AL8 + AL10) x .1125]			576,625					576,625		0.00%
	5. TOTAL UNSEPARATED COSTS. [Sum of fines AL13 thru AL24]			\$24.622.928					\$24,936,188	\$113,260	
	S STUDY AREA COST PER LOOP. [AL25/Loops 1.1-1.3]			\$375.27					\$376.99	\$1.72	
	7. National Average			\$343.78					\$343.78		
				\$395.35					\$395.35	\$0.00	
	8. National Average X 1.15 9. National Average X 1.50			\$515.67					\$515.67	\$0.00	
	Amount of cost per loop over 150% of National Average			\$0.00					\$0.00		Not Apply
	Amount of cost per loop over 150% of National Average Applicable loop cost between 115-150% of National Average			(\$20.08)					(\$18.36)	\$1.72	
	Applicable loop cost between 115-150% of National Average EXPENSE ADJUSTMENT AT .65 RATE (Applies to Loop Cost between 115-			(AE0.00)					[4-3:00]		
3.				(\$13.05)					(\$11.93)	\$1.12	8.57%
-	150% of National Average at .65 rate) 3. EXPENSE ADJUSTMENT AT .75 RATE (Applies to Loop Cost over 150% of			1915.007					(0.7.55)		
3.	National Average at at .75 rate)			\$0.00					\$0.00	\$0.00	Not Apply
-	M TOTAL STUDY AREA USF HCL EXPENSE ADJUSTMENT			\$0					\$0		Not Apply
-	A LOUNT SLOD I MICH OUT LIGHT FUND SPOND LIMETEL										111