CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

NET OPERATING INCOME AND RATE OF RETURN ON RATE BASE CALCULATION

	NET OPERATING INCOME DEVELOPMENT	Source	(1) Subject To Separations	(2) Total Interstate	(3) Total Intrastate
	OPERATING REVENUES				
1	Local Service	Net Operating Income, Ln 1	$3,433,625	$0	$3,433,625
2	Access Charges	Net Operating Income, Ln 2, 3	$5,555,174	$5,008,072	$547,102
3	LD Messages	Net Operating Income, Ln 5	$0	$0	$0
4	Billing & Collection	Net Operating Income, Ln 6, 7	$174,174	$73,141	$101,033
5	Other Miscellaneous Revenue	Net Operating Income, Ln 8	$344,912	$40,202	$304,710
6	Less: Uncollectibles	Net Operating Income, Ln 11	$34,321	$6,413	$27,908
7	**Total Regulated Operating Revenue**	**Ln 1+Ln 2+Ln 3+Ln 4+Ln 5-Ln 6**	$9,473,564	$5,115,002	$4,358,562
	OPERATING EXPENSES				
8	Plant Specific	Net Operating Income, Ln 20	$2,345,051	$1,366,930	$978,121
9	Plant Non-Specific	Net Operating Income, Ln 21,22,23	$1,878,345	$1,158,959	$719,386
10	Depreciation & Amortization	Net Operating Income, Ln 29	$2,757,165	$1,625,661	$1,131,504
11	Customer Operations	Net Operating Income, Ln 33	$965,986	$388,037	$577,949
12	Corporate Operations	Net Operating Income, Ln 36	$2,431,930	$1,318,592	$1,113,338
13	**Total Operating Expenses**	**Ln 8+Ln 9+Ln 10+Ln 11+Ln 12**	$10,378,476	$5,858,179	$4,520,297
	OPERATING TAXES				
14	Federal Income Tax -Booked	Net Operating Income, Ln 38,39,40	($265,962)	($226,956)	($39,006)
15	Adjustment to Booked FIT	If Taxes are Imputed, Ln 16-Ln 14	($161,837)	($60,771)	($101,066)
16	Imputed FIT @ %	(Ln 7-Ln 13-Ln24-Ln21-(Op Inc Ln48))* Rate + Amortization of Excess ADFIT	($427,799)	($287,727)	($140,072)
17	Adjustment to Imputed FIT	If Taxes are per book, Ln 14-Ln 16	$0	$0	$0
18	Booked - Imputed FIT (Net of Adj)		$0	$0	$0
19	State Income Tax -Booked	Net Operating Income, Ln 41,42	($59,197)	($44,119)	($15,078)
20	Adjustment to Booked SIT	If Taxes are Imputed, Ln 21-Ln 19	($6,590)	($6,590)	($0)
21	Imputed SIT @ %	(Ln 7-Ln 14-Ln24-(Op Inc. Ln48))* Rate	($65,787)	($50,709)	($15,078)
22	Adjustment to Imputed SIT	If Taxes are per book, Ln 14-Ln 16	$0	$0	$0
23	Booked - Imputed SIT (Net of Adj)		$0	$0	$0
24	Other Taxes	Net Operating Income, Ln 43,44,45	$239,214	$138,720	$100,494
25	Total Booked Operating Taxes	Ln 14+Ln 15+Ln 19+Ln 20+ Ln 24	($254,372)	($199,716)	($54,656)
26	Total Imputed Operating Taxes	Ln 14+Ln 15+Ln 19+Ln 20+ Ln 24	($254,372)	($199,716)	($54,656)
	NET OPERATING INCOME				
27	**Net Operating Income (NOI)**	**Ln 7 - Ln 13 - Ln 25**	**($650,540)**	**($543,461)**	**($107,079)**
28	**N.O.I. Adjustment**	**Net Operating Income, Ln 56,57**	**$156,439**	**$0**	**$156,439**
29	**Adjusted Net Operating Income (NOI)**	**Ln 27 + Ln 28**	**($494,101)**	**($543,461)**	**$49,360**
	RATE OF RETURN ON RATE BASE CALCULATION		**As of End of Period**		
	RATE BASE				
30	Land & Support	Rate Base Development, Ln 3	$5,520,123	$3,102,309	$2,417,814
31	Central Office Equipment	Rate Base Development, Ln 14	$34,949,147	$23,733,966	$11,215,181
32	Info. Orig. & Term. Equip.	Rate Base Development, Ln 20	$0	$0	$0
33	Cable & Wire Facilities	Rate Base Development, Ln 31	$85,851,350	$44,127,594	$41,723,756
34	Other Investment	Rate Base Development, Ln 34, 35	($293)	($165)	($128)
35	Total Plant in Service	Ln 30 - Ln 34	$126,320,326	$70,963,704	$55,356,622
36	Accumulated Depreciation	Rate Base Development, Ln 46	$92,521,953	$52,626,487	$39,895,466
37	Net Plant in Service	Ln 35 - Ln 36	$33,798,373	$18,337,217	$15,461,156
38	Plant Held for Future Use	Rate Base Development, Ln 47	$0	$0	$0
39	Plant Under Construction	Rate Base Development, Ln 48	$3,045,951	$1,711,824	$1,334,127
40	RTB Class B Stock	Rate Base Development, Ln 49	$0	$0	$0
41	Prepayments	Rate Base Development, Ln 50	$25,421	$14,287	$11,134
42	Materials & Supplies	Rate Base Development, Ln 51	$650,488	$334,351	$316,137
43	Cash Working Capital	Cash Working Capital Develop Ln 3	$301,623	$163,975	$137,648
44	Deferred Income taxes	Rate Base Development, Ln 54	$7,577,616	$4,259,378	$3,318,238
45	Customer Deposits	Rate Base Development, Ln 55	$0	$0	$0
46	**Rate Base**	**Ln 37 + Ln 38-43, - Ln 44 - Ln 45**	**$30,244,240**	**$16,302,276**	**$13,941,964**
47	**Rate of Return on Rate Base**	**Ln 29 / Ln 46**	**-1.63%**	**-3.33%**	**0.35%**

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

COST OF CAPITAL STRUCTURE & RETURN ON EQUITY CALCULATION

ACTUAL COST OF CAPITAL - TOTAL COMPANY

			Amount	% Total	Rate	Weighted Cost Rate
1	Short Term Debt	Rate Base, Ln 56	$0	0.00%	0.000%	0.000%
2	Long Term Debt	Rate Base, Ln 59	$0	0.00%	0.000%	0.000%
3	Other	Rate Base, Ln 53	$0	0.00%	7.000%	0.000%
4	Equity	Rate Base, Ln 64	$35,947,826	100.00%	-1.634%	-1.634%
5	Total Capital		$35,947,826	100.00%		-1.634%

ACTUAL COST OF CAPITAL - INTRASTATE ONLY

			Amount	% Total	Rate	Weighted Cost Rate
1	Short Term Debt	Rate Base, Ln 56	$0	0.00%	0.000%	0.000%
2	Long Term Debt	Rate Base, Ln 59	$0	0.00%	0.000%	0.000%
3	Other	Rate Base, Ln 53	$0	0.00%	7.000%	0.000%
4	Equity	Rate Base, Ln 64	$35,947,826	100.00%	0.354%	0.354%
5	Total Capital		$35,947,826	100.00%		0.354%

ALLOWED CAPITAL STRUCTURE - INTRASTATE

			Amount	% Total	Rate	Weighted Cost Rate
1	Short Term Debt	Rate Base, Ln 56	$0	0.00%	0.000%	0.000%
2	Long Term Debt	Rate Base, Ln 59	$0	0.00%	0.000%	0.000%
3	Other	Rate Base, Ln 53	$0	0.00%	7.000%	0.000%
4	Equity	Rate Base, Ln 64	$35,947,826	100.00%	9.250%	9.250%
5	Total Capital		$35,947,826	100.00%		9.250%

REVENUE REQUIREMENT CALCULATION

1	Rate Base (Adjusted Rate Base)	Earnings Report, Ln 46		$13,941,964
2	Allowed Rate of Return on Rate Base	Per GA PSC	Capped	8.00%
3	Net Operating Income Requirement	Line 1 x Ln 2		$1,115,357
4	Net Operating Income Available (Imputed Adjusted NOI)	Earnings Report, Ln 29		$49,360
5	Operating Income Excess (Deficiency)	Ln 4 - Ln 3		($1,065,997)
6	Income Expansion Factor	1-SIT-FIT+FITxSIT		74.458%
7	Revenue Excess (Deficiency)	Ln 5 / Ln 6		($1,431,685)

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

CALCULATION OF RATE BASE: 1=AVERAGE **2**
2= YEAR END

DEVELOPMENT OF TOTAL COMPANY RATE BASE

CURRENT YEAR - 06/30/23

	PLANT IN SERVICE	ACCT	BALANCE PER BOOK	LESS: NON-REG.	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
1	LAND	2108	199,951	0	0	199,951	
2	OTHER SUPPORT	2109	5,602,078	(272,546)	(9,360)	5,320,172	
3	TOTAL LAND & OTHER SUPPORT	2110	5,802,029	(272,546)	(9,360)	5,520,123	56.20%
4	CENTRAL OFFICE - ANALOG SWITCH	2211	0	0	0	0	
5	- DIGITAL SWITCH	2212	929,723	0	78,202	1,007,925	
6	- ELECTROMECHANICAL SW	2215	0	0	0	0	
7	- OTHER SWITCH	2216	0	0	0	0	
8	- OTHER SWITCH	2217	0	0	0	0	
9	CENTRAL OFFICE - TOTAL SWITCH	2210	929,723	0	78,202	1,007,925	
10	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
11	- RADIO	2231	0	0	0	0	
12	- CIRCUIT	2232	34,216,430	0	(275,208)	33,941,222	
13	CENTRAL OFFICE - TOTAL TRANS.	2230	34,216,430	0	(275,208)	33,941,222	
14	TOTAL CENTRAL OFFICE EQUIP		35,146,153	0	(197,006)	34,949,147	67.91%
15	STATION APPARATUS	2311	0	0	0	0	
16	CUSTOMER PREMISE WIRING	2321	0	0	0	0	
17	LARGE PBX	2341	0	0	0	0	
18	PUBLIC TELEPHONE EQUIPMENT	2351	0	0	0	0	
19	OTHER TERMINAL EQUIPMENT	2362	6,280,568	(6,280,568)	0	0	
20	TOTAL ORIG/TERM EQUIP	2310	6,280,568	(6,280,568)	0	0	0.00%
21	POLES	2411	168,646	0	0	168,646	
22	TOWERS	2412	0	0	0	0	
23	AERIAL CABLE	2421	1,739,354	0	0	1,739,354	
24	UNDERGROUND CABLE	2422	8,647,432	0	0	8,647,432	
25	BURIED CABLE	2423	60,061,506	0	(406,780)	59,654,726	
26	SUBMARINE CABLE	2424	0	0	0	0	
27	DEEP SEA CABLE	2425	0	0	0	0	
28	INTRABUILDING CABLE	2426	0	0	0	0	
29	AERIAL WIRE	2431	0	0	0	0	
30	CONDUIT SYSTEM	2441	15,641,191	0	0	15,641,191	
31	TOTAL CABLE AND WIRE	2410	86,258,130	0	(406,780)	85,851,350	51.40%
32	CAPITAL LEASES	2681	0	0	0	0	
33	LEASE HOLD IMPROVEMENTS	2682	0	0	0	0	
34	TOTAL AMORTIZABLE ASSETS	2680	0	0	0	0	56.20%
35	INTANGIBLES	2690	0	(293)	0	(293)	56.20%
36	TOTAL PLANT IN SERVICE	2001	133,486,879	(6,553,407)	(613,146)	126,320,326	56.20%

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

CALCULATION OF RATE BASE: 1=AVERAGE **2**
2= YEAR END

DEVELOPMENT OF TOTAL COMPANY RATE BASE

CURRENT YEAR - 06/30/23

	ACCUMULATED DEPRECIATION AND AMORT	ACCT	BALANCE PER BOOK	LESS: NON-REG.	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
37	OTHER SUPPORT	3100-2109	4,192,053	(218,573)	(9,360)	3,964,120	
38	CENTRAL OFFICE - TOTAL SWITCH	3100-2210	892,221	0	66,187	958,408	
39	CENTRAL OFFICE - OPERATOR SYS	3100-2220	0	0	0	0	
40	CENTRAL OFFICE - TOTAL TRANS.	3100-2230	28,914,283	0	(222,129)	28,692,154	
41	TOTAL ORIG/TERM EQUIP	3100-2310	4,169,970	(4,169,970)	0	0	
42	TOTAL CABLE AND WIRE	3100-2410	59,212,686	0	(305,414)	58,907,272	
43	CAPITAL LEASES	3100-2681	0	0	0	0	
44	LEASE HOLD IMPROVEMENTS	3100-2682	0	0	0	0	
45	INTANGIBLES	3100-2690	0	0	0	0	
46	TOTAL ACCUMULATED DEP. And AMORT	3100	97,381,212	(4,388,543)	(470,716)	92,521,953	56.88%
47	PROPERTY HELD FOR FUTURE USE	2002	0	0	0	0	56.20%
48	PLANT UNDER CONSTRUCTION	2003	3,248,603	(202,652)	0	3,045,951	56.20%
49	RTB CLASS B STOCK	1402	0	0	0	0	56.20%
50	PREPAYMENTS	1280-1330	25,421	0	0	25,421	56.20%
51	MATERIALS & SUPPLIES	1220	650,488	0	0	650,488	51.40%
52	CASH WORKING CAPITAL				301,623	301,623	Calculated
53	CUSTOMER DEPOSITS	4040	0	0	0	0	56.20%
55	DEFERRED INCOME TAXES	4340	8,422,138	(844,522)	0	7,577,616	56.21%
56	TOTAL RATE BASE		31,608,041	(1,522,994)	159,193	30,244,240	
	Other Balance Sheet Accounts:						
57	SHORT TERM DEBT	4020	0	0	0	0	
58	CURRENT MATURITIES - LTD	4050	0	0	0	0	
59	LONG TERM DEBT	4200	0	0	0	0	
60	TOTAL LONG TERM DEBT	4500	0	0	0	0	
61	COMMON STOCK	4510	95,000	0	0	95,000	
62	ADDITIONAL PAID-IN CAPITAL	4520	28,925,389	0	0	28,925,389	
63	OTHER CAPITAL	4540	27,923	0	0	27,923	
64	RETAINED EARNINGS	4550	6,899,514	0	0	6,899,514	
65	TOTAL COMMON EQUITY	4500	35,947,826	0	0	35,947,826	

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

		RATE BASE ADJUSTMENTS DEBIT	CREDIT
Non-Regulated Adjustments			
1	Nonreg		344,365
	3100-2109	218,573	
	4340	398,631	
	2109		272,546
	2690		293
	Part 64 Adjustment to remove non-regulated portion of GSA (#1).		
2	4340	445,891	
	Exclude		445,891
	Exclude non-regulated asset portion of deferred income taxes (#7).		
3	2232		206,366
	2423		406,780
	3100-2230	165,302	
	3100-2410	305,414	
	Exclude	142,430	
	Adjust Leased, Multi Gig and IPCP Piece of Multi Gig (#10 & 11).		
4	2362		6,280,568
	Exclude	6,280,568	
	3100-2310	4,169,970	
	Exclude		4,169,970
	Exclude non-regulated investment and reserve.		
5	2003		202,652
	Exclude	202,652	
	Exclude nonregulated plant under construction.		
Other Adjustments			
6	4340		
	Exclude		-
	Remove non-plant related deferred income taxes (#6).		
7	2212	78,202	
	2232		78,202
	3100-2210		66,187
	3100-2230	66,187	
	Transfer investment and reserve to match asset from detail provided on CPR (#9).		
8	2232	9,360	
	2109		9,360
	3100-2230		9,360
	3100-2109	9,360	
	Transfer IPCP router from GSA to COE Transmission (#12).		
9	4340		-
	Exclude	-	
	Record Interstate Excess ADFIT not in SAP as of 6/30/21.		

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

NOT USED IN RATE BASE CALCULATION

DEVELOPMENT OF TOTAL COMPANY RATE BASE

PRIOR YEAR - 06/30/22

	PLANT IN SERVICE	ACCT	BALANCE PER BOOK	LESS: NON-REG.	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
1	LAND	2108	199,951	0	0	199,951	
2	OTHER SUPPORT	2109	4,889,441	(213,628)	(9,360)	4,666,453	
3	TOTAL LAND & OTHER SUPPORT	2110	5,089,392	(213,628)	(9,360)	4,866,404	54.21%
4	CENTRAL OFFICE - ANALOG SWITCH	2211	0	0	0	0	
5	- DIGITAL SWITCH	2212	929,723	0	79,167	1,008,890	
6	- ELECTROMECHANICAL SW	2215	0	0	0	0	
7	- OTHER SWITCH	2216	0	0	0	0	
8	- OTHER SWITCH	2217	0	0	0	0	
9	CENTRAL OFFICE - TOTAL SWITCH	2210	929,723	0	79,167	1,008,890	
10	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
11	- RADIO	2231	0	0	0	0	
12	- CIRCUIT	2232	33,825,082	0	(276,173)	33,548,909	
13	CENTRAL OFFICE - TOTAL TRANS.	2230	33,825,082	0	(276,173)	33,548,909	
14	TOTAL CENTRAL OFFICE EQUIP		34,754,805	0	(197,006)	34,557,799	67.63%
15	STATION APPARATUS	2311	0	0	0	0	
16	CUSTOMER PREMISE WIRING	2321	0	0	0	0	
17	LARGE PBX	2341	0	0	0	0	
18	PUBLIC TELEPHONE EQUIPMENT	2351	0	0	0	0	
19	OTHER TERMINAL EQUIPMENT	2362	5,014,198	(5,014,198)	0	0	
20	TOTAL ORIG/TERM EQUIP	2310	5,014,198	(5,014,198)	0	0	0.00%
21	POLES	2411	168,646	0	0	168,646	
22	TOWERS	2412	0	0	0	0	
23	AERIAL CABLE	2421	1,628,191	0	0	1,628,191	
24	UNDERGROUND CABLE	2422	8,556,660	0	0	8,556,660	
25	BURIED CABLE	2423	59,100,579	0	(406,780)	58,693,799	
26	SUBMARINE CABLE	2424	0	0	0	0	
27	DEEP SEA CABLE	2425	0	0	0	0	
28	INTRABUILDING CABLE	2426	0	0	0	0	
29	AERIAL WIRE	2431	0	0	0	0	
30	CONDUIT SYSTEM	2441	15,126,292	0	0	15,126,292	
31	TOTAL CABLE AND WIRE	2410	84,580,368	0	(406,780)	84,173,588	48.62%
32	CAPITAL LEASES	2681	0	0	0	0	
33	LEASE HOLD IMPROVEMENTS	2682	0	0	0	0	
34	TOTAL AMORTIZABLE ASSETS	2680	0	0	0	0	54.21%
35	INTANGIBLES	2690	17,664	(18,992)	0	(1,328)	54.21%
36	TOTAL PLANT IN SERVICE	2001	129,456,427	(5,246,818)	(613,146)	123,596,463	54.21%

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

NOT USED IN RATE BASE CALCULATION

DEVELOPMENT OF TOTAL COMPANY RATE BASE

PRIOR YEAR - 06/30/22

	ACCUMULATED DEPRECIATION AND AMORT	ACCT	BALANCE PER BOOK	LESS: NON-REG.	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
37	OTHER SUPPORT	3100-2109	4,222,914	(186,085)	(9,037)	4,027,792	
38	CENTRAL OFFICE - TOTAL SWITCH	2210	884,157	0	64,384	948,541	
39	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
40	CENTRAL OFFICE - TOTAL TRANS.	2230	28,506,360	0	(209,820)	28,296,540	
41	TOTAL ORIG/TERM EQUIP	2310	3,904,332	(3,904,332)	0	0	
42	TOTAL CABLE AND WIRE	2410	57,723,647	0	(293,910)	57,429,737	
43	CAPITAL LEASES	2681	0	0	0	0	
44	LEASE HOLD IMPROVEMENTS	2682	0	0	0	0	
45	INTANGIBLES	2690	0	0	0	0	
46	TOTAL ACCUMULATED DEP. And AMORT	3100	95,241,410	(4,090,417)	(448,383)	90,702,610	54.81%
47	PROPERTY HELD FOR FUTURE USE	2002	0	0	0	0	54.21%
48	PLANT UNDER CONSTRUCTION	2003	1,905,592	(654,134)	0	1,251,458	54.21%
49	RTB CLASS B STOCK	1402	0	0	0	0	54.21%
50	PREPAYMENTS	1280-1330	24,210	0	0	24,210	54.21%
51	MATERIALS & SUPPLIES	1220	569,108	0	0	569,108	48.62%
52	CASH WORKING CAPITAL				300,068	300,068	Calculated
53	CUSTOMER DEPOSITS	4040	0	0	0	0	54.21%
55	DEFERRED INCOME TAXES	4340	8,221,851	(746,689)	67,085	7,542,247	54.21%
56	TOTAL RATE BASE		28,492,076	(1,063,846)	68,220	27,496,450	
	Other Balance Sheet Accounts:						
57	SHORT TERM DEBT	4020	0	0	0	0	
58	CURRENT MATURITIES - LTD	4050	0	0	0	0	
59	LONG TERM DEBT	4200	0	0	0	0	
60	TOTAL LONG TERM DEBT	4500	0	0	0	0	
61	COMMON STOCK	4510	95,000	0	0	95,000	
62	ADDITIONAL PAID-IN CAPITAL	4520	28,925,389	0	0	28,925,389	
63	OTHER CAPITAL	4540	353,922	0	0	353,922	
64	RETAINED EARNINGS	4550	4,531,736	0	0	4,531,736	
65	TOTAL COMMON EQUITY	4500	33,906,047	0	0	33,906,047	

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

CALCULATION OF CASH WORKING CAPITAL (CWC)

			Total Company	Interstate	Intrastate
1.	CASH OPERATING EXPENSES	SOURCE			
	A. Total Operating Expenses	Net Income Development, Ln 37	$10,378,476	$5,858,179	$4,520,297
	B. Depreciation & Amortization	Net Income Development, Ln 29	$2,757,165	$1,625,661	$1,131,504
	C. Fixed Charges	Net Income Development, Ln 48	$0	$0	$0
	D. Cash Operating Federal Income Taxes	Net Income Development, Ln 38, Ln 39	($321,617)	($258,240)	($63,377)
	E. Cash Operating State & Local Taxes	Net Income Development, Ln 41	($199,430)	($122,944)	($76,486)
	F. Other Operating Taxes	Net Income Development, Ln 43, Ln 44, Ln 45	$239,214	$138,720	$100,494
	G. Total Cash Operating Expenses	(a-b+c+d+e+f)	$7,339,478	$3,990,054	$3,349,424
2.	% LAG	FCC Default	4.1096%	4.1096%	4.1096%
3.	TOTAL CASH WORKING CAPITAL		$301,623	$163,975	$137,648

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

DEVELOPMENT OF NET OPERATING INCOME

	OPERATING REVENUES	ACCOUNT	BALANCE PER BOOK	NON REG ADJUST	OTHER ADJUST	ADJUST FED HCL REVENUE	SUBJECT TO SEPARATIONS
1	LOCAL REVENUE	5000	2,159,847	0	1,273,778	0	3,433,625
2	INTERSTATE ACCESS REVENUE *(INCLUDING USF HCL REVENUES)*	5081-5083	5,409,330	0	(401,258)	0	5,008,072
3	INTRASTATE ACCESS REVENUE	5084	2,427,432	0	(1,880,330)		547,102
4	FEDERAL USF HIGH COST LOOP REV.		0	0	0		0
5	LONG DISTANCE NETWORK SERVICES	5100	0	0	0		0
6	INTERSTATE MISCELLEANOUS	52701	73,141	0	0		73,141
7	INTRASTATE MISCELLANEOUS	52702	101,033	0	0		101,033
8	OTHER MISC REVENUES (Interstate)	5200	40,202	0	0		40,202
8a	OTHER MISC REVENUES (Intrastate)	5200	760,451	0	(455,741)		304,710
9	TOTAL MISCELLANEOUS REVENUES	5200	974,827	0	(455,741)		519,086
10	NON REGULATED REVENUES	5280	17,031,448	(17,031,448)	0		0
11	UNCOLLECTIBLES - Total	5300	34,321	0	0		34,321
	Uncollectibles - Interstate (included in Ln 11)		6,413	0	0		6,413
12	**TOTAL OPERATING REVENUES**		**27,968,563**	**(17,031,448)**	**(1,463,551)**	**0**	**9,473,564**

	OPERATING EXPENSES AND TAXES	ACCOUNT	BALANCE PER BOOK	NON REG ADJUST	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
13	NETWORK SUPPORT EXPENSE	6110	(69,276)	0	19,736	(49,540)	
14	GENERAL SUPPORT EXPENSE	6120	293,512	0	105,658	399,170	
15	C.O. SWITCHING EXPENSE	6210	121,321	0	(1,025)	120,296	
16	C.O. OPERATOR EXPENSE	6220	0	0	0		
17	C.O. TRANSMISSION EXPENSE	6230	633,257	0	146,320	779,577	
18	INFOR. ORIG. & TERM. EXPENSE	6310/7990	13,991,671	(13,991,671)	0	0	
19	CABLE & WIRE FACILITIES EXPENSE	6410	815,302	0	280,246	1,095,548	
20	**TOTAL PLANT SPECIFIC EXPENSE**	**6999**	**15,785,787**	**(13,991,671)**	**550,935**	**2,345,051**	58.29%
21	OTHER PROPERTY & EQPT EXPENSE	6510	0	0	0	0	56.20%
22	NETWORK OPERATIONS EXPENSE	6530	879,822	0	563,780	1,443,602	56.20%
23	ACCESS EXPENSE	6540	426,883	0	7,860	434,743	79.97%
24	DEPRECIATION EXPENSE	6561	1,343,291	0	1,405,252	2,748,543	58.97%
25	DEP. EXPENSE OTHER PROPERTY	6562	0	0	0	0	56.20%
26	AMORTIZATION EXP - TANGIBLE	6563	0	0	0	0	56.20%
27	AMORTIZATION EXP - INTANGIBLE	6564	(13,422)	0	22,044	8,622	56.20%
28	FIXED ASSET DISPOSAL	6569	0	0	0	0	56.20%
29	**DEPRECIATION & AMORTIZATION EXP**	**6560**	**1,329,869**	**0**	**1,427,296**	**2,757,165**	
30	**TOTAL PLANT NON-SPFC OPER EXP**	**6599**	**2,636,573**	**0**	**1,998,936**	**4,635,509**	

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
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DEVELOPMENT OF NET OPERATING INCOME

	OPERATING EXPENSES (CON'T)	ACCOUNT	BALANCE PER BOOK	NON REG ADJUST	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
31	MARKETING EXPENSE	6610	578,564	0	119,536	698,100	
32	SERVICE EXPENSE	6620	409,718	0	(141,832)	267,886	
33	**TOTAL CUSTOMER OPERATIONS EXP**	**6699**	**988,282**	**0**	**(22,296)**	**965,986**	40.17%
34	EXECUTIVE EXPENSE	6710	427,028	0	(8,251)	418,777	
35	GENERAL & ADMINISTRATION EXPENSE	6720	1,576,454	0	436,699	2,013,153	
36	**TOTAL CORPORATE OPERATIONS EXP**	**6799**	**2,003,482**	**0**	**428,448**	**2,431,930**	54.22%
37	**TOTAL OPERATING EXPENSES**		**21,414,124**	**(13,991,671)**	**2,956,023**	**10,378,476**	
38	INVESTMENT TAX CREDIT (ENTER AS NEG)	7210	0	0	0	0	
39	FEDERAL INCOME TAX	7220	1,115,896	(601,486)	(836,027)	(321,617)	
40	FEDERAL INCOME TAX (DEFERRED)	72501	151,839	(2,915)	(93,269)	55,655	
41	STATE INCOME TAX	7230	277,269	(160,788)	(315,911)	(199,430)	
42	STATE INCOME TAX (DEFERRED)	72502	73,717	(886)	67,402	140,233	
43	AD VALOREM TAX	7240	245,920		(6,706)	239,214	57.99%
44	GROSS RECEIPTS TAX	7240		0	0	0	0.00%
45	PSC FEES	7240		0	0	0	0.00%
46	TOTAL OPERATING TAXES	**7200**	**1,864,641**	**(766,075)**	**(1,184,511)**	**(85,945)**	
47	**NET OPERATING INCOME**		**4,689,799**	**(2,273,702)**	**(3,235,063)**	**(818,967)**	

Additional Items:

48	FIXED CHARGES	7500	0	0	0	0	0.00%

49	FIT / SIT Methodology (1=Imputed, 2=Per Book)	1		
50	FIT IMPUTED AT:	21.00%		
51	SIT IMPUTED AT:	5.75%		
52	SHORT TERM DEBT RATE:	0.00%	Comments	
53	LONG TERM DEBT RATE:	0.00%	Comments	
54	CUSTOMER DEPOSIT RATE:	7.00%	Comments	Per GA PSC
55	AUTHORIZED ROE:	9.250%	Source:	Per GA PSC
56	Net Operating Income (NOI) Adjustment - Interstate	$0	Note: Must be computed after Tax if taxes apply.	
57	Net Operating Income (NOI) Adjustment - Intrastate	$156,439	Note: Must be computed after Tax if taxes apply.	

					GDPCPI (USF Growth Factor):	1.316708
58	Access Lines at 12/31/22	10,321				
59	Allowed Executive Expense: ($200,000 + Ln 58 x $78)	$1,005,038		Calculation of USF Corporate Cap:		FCC Formula:
60	Base Executive Expense Per Study	$418,777				
61	Is Cap Exceeded ?	NO	Under 6,000 Lps	(42.337 - (.00328 x Ln 70)) x Ln70 x 12 mo x GDPCPI		(1,594,760)
62	Amount Removed from UAF Application:	$0		(63,000 / Ln 70) x Ln 70 x 12 (mo) x GDPCPI		995,431
63	Executive Expense for UAF Application:	$418,777		(Use Higher of Above)		995,431
64	Overall Corporate Operations Expense	$2,431,930	6,000 to 17,886	((117,990 / Ln70) + 3.007)) x Ln 70 x 12 (mo) x GDPCPI		2,575,271
65	Total Annual Maximum Corp Ops (cap)	$2,575,271				
66	Is Cap Exceeded ?	NO	Over 17,886	(9.562 x Ln 70 x 12)*GDPCPI		2,260,826
67	Amount Removed from UAF Application:	$0				
68	Corporate Expense for UAF Application:	$2,431,930		Value Selected Based on Access Line Size:		2,575,271
69	USF 1.3 Loops at 12/31/22	9,926		Base Corporate Expense Per Filing:		2,431,930
70	Total Loops at 12/31/22	14,964		Reduction Based on USF Corporate Cap		0

(Ln 69 and Ln 70 include CBOL Lines Per 2018 FCC Order)

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
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Revenue and Expense Adjustments

		DEBIT	CREDIT
	Non-Regulated Revenue Adjustments		
1	5280	17,031,448	
	Exclude		17,031,448
	To remove non-regulated operating revenue.		
	Other Revenue Adjustments		
2	5082	6,160	
	5083	-	
	5084	4,726	
	PPA		10,886
	To remove CAF 2020-2021 true-up.		
2a	5082	394,911	
	5000		394,911
	To attribute A-CAM revenues to Safety Net/local Revenue (2021-22).		
3	6410		
	7160	-	
	Transfer Other Operating Gain(Loss) to Plant Specific Expense.		
4	Discount	291	
	5084		291
	To impute revenue to offset reductions associated with the allocation of end user bundle discounts.		
5	Exclude	878,867	
	5000		878,867
	To impute local revenues - impact of HB 168. See Tab 7.6.		
6	5084	1,876,082	
	Exclude		1,876,082
	To remove state high cost UAF support.		
7	5200	455,741	
	6120		-
	6210		559
	6230		-
	6410		-
	6620		172,476
	6720		27,000
	7240		47,553
	Exclude		208,153
	To net miscellaneous revenue items against expense for jurisdictional separations, exclude Multi Gig revenue related to excluded net investment and expenses and nonregulated late fees (#4).		
8	5081	-	
	5082	187	
	5084		187
	Jurisdictional transfer to intrastate for ICC-CAF revenue recording.		

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

Revenue and Expense Adjustments

		DEBIT	CREDIT
9	5264		-
	5240	-	
	PPA	-	
	To remove out of period adjustments		
	Non-Regulated Expense Adjustments		
10	Exclude	13,991,671	
	6310/7990		13,991,671
	To exclude non-regulated operating expenses from test period.		
11	Exclude	766,075	
	7220		601,486
	7230		160,788
	7250 (Fed)		2,915
	7250 (State)		886
	To exclude nonregulated taxes from test period.		
	Other Expense Adjustments		
12	Exclude		38,697
	6110	-	
	6120	-	2,618
	6530		978
	6561	6,758	
	6564	22,044	
	6610	456	
	6620		11,815
	6710		4,740
	6720	29,808	
	7240		218
	To adjust Part 64 allocations (#10 & 11).		
13	Exclude	51,863	
	6561		38,148
	6410		9,365
	6230		2,709
	7240		1,641
	Remove IPCP Router/Multi Gig expenses (#17,18,19,20, & 24).		
14	6110	20,147	
	6120	103,680	
	6230	131,727	
	6410	278,793	
	6530	537,744	
	6561	1,346,144	
	6610	121,176	
	6620	42,663	
	6720	448,661	
	7240	49,805	
	Exclude		3,080,540
	Reverse WBI Adjustment for Part 36 calculation.		

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

Revenue and Expense Adjustments

			DEBIT	CREDIT
15	7220			860,361
	7230			253,740
	7220		24,334	
	7230			62,171
	72501			26,185
	72502		67,402	
	PPA		1,110,721	
	To remove PPA for income taxes and reflect income tax effect of test year revenue and expense adjustments.			
16	6110		1,062	
	6120		4,596	
	6230		17,302	
	6410		10,818	
	6530		27,615	
	6540		7,071	
	6561		90,498	
	6720		25,144	
	7240		2,336	
	Exclude			186,442
	Reverse Managed IP Adjustment for Part 36 calculation.			
17	6110			1,062
	6120			4,596
	6230			17,302
	6410			10,818
	6530			27,615
	6561			90,498
	6720			25,144
	7100			30,734
	7240			2,336
	7220		41,585	
	7230		12,081	
	Intrastate NOI Adjustment		156,439	
	Move Managed IP Adjustment to nonreg in Net Income Dev. Cell C117.			

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/23

Revenue and Expense Adjustments

		DEBIT	CREDIT
18	6110		1,335
	6120		-
	6210		466
	6230		
	6410		-
	6510		-
	6530		-
	6540	789	
	6610		646
	6620		
	6720		38,219
	7240		9,435
	Exclude	49,312	
	To remove prior period adjustments, service awards, meals, travel and entertainment.		
19	6110		138
	6230		-
	6530		601
	6610		1,450
	6620		204
	6710		3,511
	6720		1,695
	Exclude	7,599	
	To remove non-allowable expenses per FCC USF order (#26).		
20	Exclude	67,084	
	7250 (Fed)		67,084
	Add amortization of interstate other than SPA for Jul 2019-Jun 2020 not recorded in SAP.		
21	For federal income tax calulation only to subtract the amortization of Excess ADFIT applicable to test year.		201,348
	This amount should not be included as an adjustment in the Net Income Dev. Included in Earnings Tab formula in row 108.		