CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

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	$3,467,996	$0	$3,467,996
2	Access Charges	Net Operating Income, Ln 2, 3	$5,249,817	$4,734,504	$515,313
3	LD Messages	Net Operating Income, Ln 5	$0	$0	$0
4	Billing & Collection	Net Operating Income, Ln 6, 7	$147,359	$65,867	$81,492
5	Other Miscellaneous Revenue	Net Operating Income, Ln 8	$344,417	$89,728	$254,689
6	Less: Uncollectibles	Net Operating Income, Ln 11	$86,104	($635)	$86,739
7	**Total Regulated Operating Revenue**	**Ln 1+Ln 2+Ln 3+Ln 4+Ln 5-Ln 6**	$9,123,485	$4,890,734	$4,232,751
	OPERATING EXPENSES				
8	Plant Specific	Net Operating Income, Ln 20	$1,790,505	$1,087,016	$703,489
9	Plant Non-Specific	Net Operating Income, Ln 21,22,23	$1,936,956	$1,198,018	$738,938
10	Depreciation & Amortization	Net Operating Income, Ln 29	$3,089,488	$1,821,813	$1,267,675
11	Customer Operations	Net Operating Income, Ln 33	$862,410	$350,311	$512,099
12	Corporate Operations	Net Operating Income, Ln 36	$2,373,317	$1,317,428	$1,055,889
13	**Total Operating Expenses**	**Ln 8+Ln 9+Ln 10+Ln 11+Ln 12**	$10,052,676	$5,774,586	$4,278,090
	OPERATING TAXES				
14	Federal Income Tax -Booked	Net Operating Income, Ln 38,39,40	($33,185)	($25,346)	($7,839)
15	Adjustment to Booked FIT	If Taxes are Imputed, Ln 16-Ln 14	($190,311)	($173,393)	($16,918)
16	Imputed FIT @ %	(Ln 7-Ln 13-Ln24-Ln21-(Op Inc Ln48))* Rate + Amortization of Excess ADFIT	($223,496)	($198,739)	($24,756)
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	($161,045)	($153,853)	($7,192)
20	Adjustment to Booked SIT	If Taxes are Imputed, Ln 21-Ln 19	$96,116	$96,116	$0
21	Imputed SIT @ %	(Ln 7-Ln 14-Ln24-(Op Inc. Ln48))* Rate	($64,929)	($57,737)	($7,192)
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	$200,002	$120,261	$79,741
25	Total Booked Operating Taxes	Ln 14+Ln 15+Ln 19+Ln 20+ Ln 24	($88,422)	($136,214)	$47,792
26	Total Imputed Operating Taxes	Ln 14+Ln 15+Ln 19+Ln 20+ Ln 24	($88,422)	($136,214)	$47,792
	NET OPERATING INCOME				
27	**Net Operating Income (NOI)**	**Ln 7 - Ln 13 - Ln 25**	**($840,769)**	**($747,638)**	**($93,131)**
28	**N.O.I. Adjustment**	**Net Operating Income, Ln 56,57**	**$91,779**	**$0**	**$91,779**
29	**Adjusted Net Operating Income (NOI)**	**Ln 27 + Ln 28**	**($748,990)**	**($747,638)**	**($1,352)**
	RATE OF RETURN ON RATE BASE CALCULATION		**As of End of Period**		
	RATE BASE				
30	Land & Support	Rate Base Development, Ln 3	$5,613,980	$3,274,635	$2,339,345
31	Central Office Equipment	Rate Base Development, Ln 14	$37,073,170	$25,409,951	$11,663,219
32	Info. Orig. & Term. Equip.	Rate Base Development, Ln 20	$0	$0	$0
33	Cable & Wire Facilities	Rate Base Development, Ln 31	$87,245,552	$47,199,844	$40,045,708
34	Other Investment	Rate Base Development, Ln 34, 35	$0	$0	$0
35	Total Plant in Service	Ln 30 - Ln 34	$129,932,702	$75,884,430	$54,048,272
36	Accumulated Depreciation	Rate Base Development, Ln 46	$94,692,855	$55,774,092	$38,918,763
37	Net Plant in Service	Ln 35 - Ln 36	$35,239,847	$20,110,338	$15,129,509
38	Plant Held for Future Use	Rate Base Development, Ln 47	$0	$0	$0
39	Plant Under Construction	Rate Base Development, Ln 48	$615,378	$358,950	$256,428
40	RTB Class B Stock	Rate Base Development, Ln 49	$0	$0	$0
41	Prepayments	Rate Base Development, Ln 50	$17,041	$9,940	$7,101
42	Materials & Supplies	Rate Base Development, Ln 51	$349,695	$189,185	$160,510
43	Cash Working Capital	Cash Working Capital Develop Ln 3	$275,425	$153,625	$121,800
44	Deferred Income taxes	Rate Base Development, Ln 54	$1,063,117	$619,797	$443,320
45	Customer Deposits	Rate Base Development, Ln 55	$0	$0	$0
46	**Rate Base**	**Ln 37 + Ln 38-43, - Ln 44 - Ln 45**	**$35,434,269**	**$20,202,241**	**$15,232,028**
47	**Rate of Return on Rate Base**	**Ln 29 / Ln 46**	**-2.11%**	**-3.70%**	**-0.01%**

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

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	$37,416,056	100.00%	-2.114%	-2.114%
5	Total Capital		$37,416,056	100.00%		-2.114%

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	$37,416,056	100.00%	-0.009%	-0.009%
5	Total Capital		$37,416,056	100.00%		-0.009%

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	$37,416,056	100.00%	9.250%	9.250%
5	Total Capital		$37,416,056	100.00%		9.250%

REVENUE REQUIREMENT CALCULATION

1	Rate Base (Adjusted Rate Base)	Earnings Report, Ln 46		$15,232,028
2	Allowed Rate of Return on Rate Base	Per GA PSC	Capped	8.00%
3	Net Operating Income Requirement	Line 1 x Ln 2		$1,218,562
4	Net Operating Income Available (Imputed Adjusted NOI)	Earnings Report, Ln 29		($1,352)
5	Operating Income Excess (Deficiency)	Ln 4 - Ln 3		($1,219,914)
6	Income Expansion Factor	1-SIT-FIT+FITxSIT		74.458%
7	Revenue Excess (Deficiency)	Ln 5 / Ln 6		($1,638,403)

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

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

DEVELOPMENT OF TOTAL COMPANY RATE BASE

CURRENT YEAR - 06/30/24

	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	5,730,045	(306,656)	(9,360)	5,414,029	
3	TOTAL LAND & OTHER SUPPORT	2110	5,929,996	(306,656)	(9,360)	5,613,980	58.33%
4	CENTRAL OFFICE - ANALOG SWITCH	2211	0	0	0	0	
5	- DIGITAL SWITCH	2212	929,723	0	107,142	1,036,865	
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	107,142	1,036,865	
10	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
11	- RADIO	2231	0	0	0	0	
12	- CIRCUIT	2232	36,340,453	0	(304,148)	36,036,305	
13	CENTRAL OFFICE - TOTAL TRANS.	2230	36,340,453	0	(304,148)	36,036,305	
14	TOTAL CENTRAL OFFICE EQUIP		37,270,176	0	(197,006)	37,073,170	68.54%
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	6,586,884	(6,586,884)	0	0	
20	TOTAL ORIG/TERM EQUIP	2310	6,586,884	(6,586,884)	0	0	0.00%
21	POLES	2411	168,646	0	0	168,646	
22	TOWERS	2412	0	0	0	0	
23	AERIAL CABLE	2421	2,047,109	0	0	2,047,109	
24	UNDERGROUND CABLE	2422	8,736,030	0	0	8,736,030	
25	BURIED CABLE	2423	60,661,965	0	(406,780)	60,255,185	
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	16,038,582	0	0	16,038,582	
31	TOTAL CABLE AND WIRE	2410	87,652,332	0	(406,780)	87,245,552	54.10%
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	58.33%
35	INTANGIBLES	2690	0	0	0	0	58.33%
36	TOTAL PLANT IN SERVICE	2001	137,439,388	(6,893,540)	(613,146)	129,932,702	58.33%

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

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

DEVELOPMENT OF TOTAL COMPANY RATE BASE

CURRENT YEAR - 06/30/24

	ACCUMULATED DEPRECIATION AND AMORT	ACCT	BALANCE PER BOOK	LESS: NON-REG.	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
37	OTHER SUPPORT	3100-2109	4,255,033	(241,123)	(9,360)	4,004,550	
38	CENTRAL OFFICE - TOTAL SWITCH	3100-2210	900,285	0	85,635	985,920	
39	CENTRAL OFFICE - OPERATOR SYS	3100-2220	0	0	0	0	
40	CENTRAL OFFICE - TOTAL TRANS.	3100-2230	29,491,857	0	(230,676)	29,261,181	
41	TOTAL ORIG/TERM EQUIP	3100-2310	4,381,792	(4,381,792)	0	0	
42	TOTAL CABLE AND WIRE	3100-2410	60,756,479	0	(315,275)	60,441,204	
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	99,785,446	(4,622,915)	(469,676)	94,692,855	58.90%
47	PROPERTY HELD FOR FUTURE USE	2002	0	0	0	0	58.33%
48	PLANT UNDER CONSTRUCTION	2003	626,155	(10,777)	0	615,378	58.33%
49	RTB CLASS B STOCK	1402	0	0	0	0	58.33%
50	PREPAYMENTS	1280-1330	17,041	0	0	17,041	58.33%
51	MATERIALS & SUPPLIES	1220	349,695	0	0	349,695	54.10%
52	CASH WORKING CAPITAL				275,425	275,425	Calculated
53	CUSTOMER DEPOSITS	4040	0	0	0	0	58.33%
55	DEFERRED INCOME TAXES	4340	8,665,719	(7,602,602)	0	1,063,117	58.30%
56	TOTAL RATE BASE		29,981,114	5,321,200	131,955	35,434,269	
	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	47,541	0	0	47,541	
64	RETAINED EARNINGS	4550	8,348,126	0	0	8,348,126	
65	TOTAL COMMON EQUITY	4500	37,416,056	0	0	37,416,056	

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

		RATE BASE ADJUSTMENTS	
		DEBIT	CREDIT
Non-Regulated Adjustments			
1	Nonreg		387,890
	3100-2109	241,123	
	4340	453,423	
	2109		306,656
	2690		-
	Part 64 Adjustment to remove non-regulated portion of GSA (#1).		
2	4340	7,149,179	
	Exclude		7,149,179
	Exclude non-regulated asset portion of deferred income taxes (#7).		
3	2232		206,366
	2423		406,780
	3100-2230	154,401	
	3100-2410	315,738	
	Exclude	143,007	
	Adjust Leased, Multi Gig and IPCP Piece of Multi Gig (#10 & 11).		
4	2362		6,586,884
	Exclude	6,586,884	
	3100-2310	4,381,792	
	Exclude		4,381,792
	Exclude non-regulated investment and reserve.		
5	2003		10,777
	Exclude	10,777	
	Exclude nonregulated plant under construction.		
Other Adjustments			
6	4340	-	
	Exclude		-
	Remove non-plant related deferred income taxes (#6).		
7	2212	107,142	
	2232		107,142
	3100-2210		85,635
	3100-2230	85,635	
	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	3100-2410		463
	Exclude	463	
	Transfer per Finance (#16)		

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

NOT USED IN RATE BASE CALCULATION

DEVELOPMENT OF TOTAL COMPANY RATE BASE

PRIOR 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 06/30/24

NOT USED IN RATE BASE CALCULATION

DEVELOPMENT OF TOTAL COMPANY RATE BASE

PRIOR 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	2210	892,221	0	66,187	958,408	
39	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
40	CENTRAL OFFICE - TOTAL TRANS.	2230	28,914,283	0	(222,129)	28,692,154	
41	TOTAL ORIG/TERM EQUIP	2310	4,169,970	(4,169,970)	0	0	
42	TOTAL CABLE AND WIRE	2410	59,212,686	0	(305,414)	58,907,272	
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	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 06/30/24

CALCULATION OF CASH WORKING CAPITAL (CWC)

	SOURCE	Total Company	Interstate	Intrastate
1. CASH OPERATING EXPENSES				
A. Total Operating Expenses	Net Income Development, Ln 37	$10,052,676	$5,774,586	$4,278,090
B. Depreciation & Amortization	Net Income Development, Ln 29	$3,089,488	$1,821,813	$1,267,675
C. Fixed Charges	Net Income Development, Ln 48	$0	$0	$0
D. Cash Operating Federal Income Taxes	Net Income Development, Ln 38, Ln 39	($106,964)	($68,359)	($38,605)
E. Cash Operating State & Local Taxes	Net Income Development, Ln 41	($354,234)	($266,482)	($87,752)
F. Other Operating Taxes	Net Income Development, Ln 43, Ln 44, Ln 45	$200,002	$120,261	$79,741
G. Total Cash Operating Expenses	(a-b+c+d+e+f)	$6,701,992	$3,738,193	$2,963,799
2. % LAG	FCC Default	4.1096%	4.1096%	4.1096%
3. TOTAL CASH WORKING CAPITAL		$275,425	$153,625	$121,800

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

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	2,298,081	0	1,169,915	0	3,467,996
2	INTERSTATE ACCESS REVENUE *(INCLUDING USF HCL REVENUES)*	5081-5083	5,050,768	0	(316,264)	0	4,734,504
3	INTRASTATE ACCESS REVENUE	5084	2,219,327	0	(1,704,014)		515,313
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	65,867	0	0		65,867
7	INTRASTATE MISCELLANEOUS	52702	81,492	0	0		81,492
8	OTHER MISC REVENUES (Interstate)	5200	89,728	0	0		89,728
8a	OTHER MISC REVENUES (Intrastate)	5200	701,548	0	(446,859)		254,689
9	TOTAL MISCELLANEOUS REVENUES	5200	938,635	0	(446,859)		491,776
10	NON REGULATED REVENUES	5280	17,473,369	(17,473,369)	0		0
11	UNCOLLECTIBLES - Total	5300	86,104	0	0		86,104
	Uncollectibles - Interstate (included in Ln 11)		(635)	0	0		(635)
12	**TOTAL OPERATING REVENUES**		**27,894,076**	**(17,473,369)**	**(1,297,222)**	**0**	**9,123,485**

	OPERATING EXPENSES AND TAXES	ACCOUNT	BALANCE PER BOOK	NON REG ADJUST	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
13	NETWORK SUPPORT EXPENSE	6110	(20,801)	0	(9,349)	(30,150)	
14	GENERAL SUPPORT EXPENSE	6120	230,273	0	143,383	373,656	
15	C.O. SWITCHING EXPENSE	6210	127,579	0	(581)	126,998	
16	C.O. OPERATOR EXPENSE	6220	0	0	0		
17	C.O. TRANSMISSION EXPENSE	6230	234,156	0	326,250	560,406	
18	INFOR. ORIG. & TERM. EXPENSE	6310/7990	13,730,158	(13,730,158)	0	0	
19	CABLE & WIRE FACILITIES EXPENSE	6410	358,056	0	401,539	759,595	
20	**TOTAL PLANT SPECIFIC EXPENSE**	**6999**	**14,659,421**	**(13,730,158)**	**861,242**	**1,790,505**	60.71%
21	OTHER PROPERTY & EQPT EXPENSE	6510	(1)	0	0	(1)	58.33%
22	NETWORK OPERATIONS EXPENSE	6530	1,130,255	0	364,098	1,494,353	58.33%
23	ACCESS EXPENSE	6540	438,891	0	3,713	442,604	73.74%
24	DEPRECIATION EXPENSE	6561	2,301,750	0	778,654	3,080,404	58.97%
25	DEP. EXPENSE OTHER PROPERTY	6562	0	0	0	0	58.33%
26	AMORTIZATION EXP - TANGIBLE	6563	0	0	0	0	58.33%
27	AMORTIZATION EXP - INTANGIBLE	6564	(10,194)	0	19,741	9,547	58.33%
28	FIXED ASSET DISPOSAL	6569	(463)	0	0	(463)	58.33%
29	**DEPRECIATION & AMORTIZATION EXP**	**6560**	**2,291,093**	**0**	**798,395**	**3,089,488**	
30	**TOTAL PLANT NON-SPFC OPER EXP**	**6599**	**3,860,238**	**0**	**1,166,206**	**5,026,444**	

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

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	494,867	0	117,776	612,643	
32	SERVICE EXPENSE	6620	386,697	0	(136,930)	249,767	
33	**TOTAL CUSTOMER OPERATIONS EXP**	**6699**	**881,564**	**0**	**(19,154)**	**862,410**	40.62%
34	EXECUTIVE EXPENSE	6710	427,707	0	(3,088)	424,619	
35	GENERAL & ADMINISTRATION EXPENSE	6720	1,366,891	0	581,807	1,948,698	
36	**TOTAL CORPORATE OPERATIONS EXP**	**6799**	**1,794,598**	**0**	**578,719**	**2,373,317**	55.51%
37	**TOTAL OPERATING EXPENSES**		**21,195,821**	**(13,730,158)**	**2,587,013**	**10,052,676**	
38	INVESTMENT TAX CREDIT (ENTER AS NEG)	7210	0	0	0	0	
39	FEDERAL INCOME TAX	7220	1,387,573	(706,410)	(788,127)	(106,964)	
40	FEDERAL INCOME TAX (DEFERRED)	72501	102,051	(38,992)	10,720	73,779	
41	STATE INCOME TAX	7230	259,393	(388,573)	(225,054)	(354,234)	
42	STATE INCOME TAX (DEFERRED)	72502	(22,175)	191,852	23,512	193,189	
43	AD VALOREM TAX	7240	179,589		20,413	200,002	60.13%
44	GROSS RECEIPTS TAX	7240		0	0	0	0.00%
45	PSC FEES	7240		0	0	0	0.00%
46	TOTAL OPERATING TAXES	**7200**	**1,906,431**	**(942,123)**	**(958,536)**	**5,772**	
47	**NET OPERATING INCOME**		**4,791,824**	**(2,801,088)**	**(2,925,699)**	**(934,963)**	

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	$91,779	Note: Must be computed after Tax if taxes apply.	
			GDPCPI (USF Growth Factor):	1.364109
58	Access Lines at 12/31/23	9,188		
59	Allowed Executive Expense: ($200,000 + Ln 58 x $78)	$916,664	Calculation of USF Corporate Cap:	FCC Formula:
60	Base Executive Expense Per Study	$424,619		
61	Is Cap Exceeded ?	NO	Under 6,000 Lps (42.337 - (.00328 x Ln 70)) x Ln70 x 12 mo x GDPCPI	(1,478,691)
62	Amount Removed from UAF Application:	$0	(63,000 / Ln 70) x Ln 70 x 12 (mo) x GDPCPI	1,031,266
63	Executive Expense for UAF Application:	$424,619	(Use Higher of Above)	1,031,266
64	Overall Corporate Operations Expense	$2,373,317	6,000 to 17,886 ((117,990 / Ln70) + 3.007)) x Ln 70 x 12 (mo) x GDPCP	2,658,530
65	Total Annual Maximum Corp Ops (cap)	$2,658,530		
66	Is Cap Exceeded ?	NO	Over 17,886 (9.562 x Ln 70 x 12)*GDPCPI	2,312,162
67	Amount Removed from UAF Application:	$0		
68	Corporate Expense for UAF Application:	$2,373,317	Value Selected Based on Access Line Size:	2,658,530
69	USF 1.3 Loops at 12/31/23	9,274	Base Corporate Expense Per Filing:	2,373,317
70	Total Loops at 12/31/23	14,772	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.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

Revenue and Expense Adjustment

		DEBIT	CREDIT
	Non-Regulated Revenue Adjustments		
1	5280	17,473,369	
	Exclude		17,473,369
	To remove non-regulated operating revenue.		
	Other Revenue Adjustments		
2	5082		40,758
	5083	-	
	5084	62,855	
	PPA		22,097
	To remove ICC 2020-2022 true-up.		
2a	5082	357,022	
	5000		357,022
	To attribute A-CAM revenues to Safety Net/local Revenue.		
3	6410		-
	7160	-	
	Transfer Other Operating Gain(Loss) to Plant Specific Expense.		
4	Discount	285	
	5084		285
	To impute revenue to offset reductions associated with the allocation of end user bundle discounts.		
5	Exclude	812,893	
	5000		812,893
	To impute local revenues - impact of HB 168. See Tab 7.6.		
6	5084	1,641,444	
	Exclude		1,641,444
	To remove state high cost UAF support.		
7	5200	446,859	
	6120		-
	6210		581
	6230		-
	6410		-
	6620		167,518
	6720		27,000
	7240		49,593
	Exclude		202,167
	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	-	
	5084		-
	Jurisdictional transfer to intrastate for ICC-CAF revenue recording.		
9	5264		-
	5240	-	
	PPA	-	
	To remove out of period adjustments		
	Non-Regulated Expense Adjustments		
10	Exclude	13,730,158	
	6310/7990		13,730,158
	To exclude non-regulated operating expenses from test period.		

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

Revenue and Expense Adjustment

		DEBIT	CREDIT
11	Exclude	942,123	
	7220		706,410
	7230		388,573
	7250 (Fed)		38,992
	7250 (State)	191,852	
	To exclude nonregulated taxes from test period.		
	Other Expense Adjustments		
12	Exclude		21,052
	6110	-	
	6120	2,963	
	6530		1,764
	6561	4,575	
	6564	19,741	
	6610		13
	6620		14,092
	6710		546
	6720	11,346	
	7240		1,158
	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		8,828
	6120	135,524	
	6230	306,201	
	6410	400,992	
	6530	356,503	
	6561	786,808	
	6610	124,933	
	6620	44,857	
	6720	590,706	
	7240	60,029	
	Exclude		2,797,725
	Reverse WBI Adjustment for Part 36 calculation.		
15	7220		772,715
	7230		224,517
	7220		15,412
	7230		537
	72501	10,720	
	72502	23,512	
	PPA	978,949	
	To remove PPA for income taxes and reflect income tax effect of test year revenue and expense adjustments.		
16	6110		519
	6120	4,896	
	6230	22,758	
	6410	9,912	
	6530	11,399	
	6540		
	6561	25,419	
	6720	23,793	
	7240	2,144	
	Exclude		99,802
	Reverse Managed IP Adjustment for Part 36 calculation.		

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

Revenue and Expense Adjustment

			DEBIT	CREDIT
17	6110			-
	6120			4,896
	6230			22,758
	6410			9,912
	6530			11,399
	6561			25,419
	6720			23,793
	7100			22,943
	7240			2,144
	7220		24,397	
	7230		7,088	
	Intrastate NOI Adjustment		91,779	
	Move Managed IP Adjustment to nonreg in Net Income Dev. Cell C117.			
18	6110			
	6120			
	6210			
	6230			
	6410			
	6510			
	6530			
	6540		3,713	
	6610			
	6620			
	6720			6,243
	7240		10,632	
	Exclude			8,102
	To remove prior period adjustments, service awards, meals, travel and entertainment.			
19	6110			2
	6230			-
	6530			2,040
	6610			7,144
	6620			177
	6710			2,542
	6720			10,795
	Exclude		22,700	
	To remove non-allowable expenses per FCC USF order (#26).			
20	Exclude		-	
	7250 (Fed)			-
	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.			-
	This amount should not be included as an adjustment in the Net Income Dev. Included in Earnings Tab formula in row 108.			