NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

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	$1,298,285	$0	$1,298,285
2	Access Charges	Net Operating Income, Ln 2, 3	$1,229,143	$1,039,259	$189,884
3	LD Messages	Net Operating Income, Ln 5	$0	$0	$0
4	Billing & Collection	Net Operating Income, Ln 6, 7	$27,853	$6,627	$21,226
5	Other Miscellaneous Revenue	Net Operating Income, Ln 8	$70,979	$2,416	$68,563
6	Less: Uncollectibles	Net Operating Income, Ln 11	$16,355	($225)	$16,580
7	**Total Regulated Operating Revenue**	**Ln 1+Ln 2+Ln 3+Ln 4+Ln 5-Ln 6**	$2,609,905	$1,048,527	$1,561,378
	OPERATING EXPENSES				
8	Plant Specific	Net Operating Income, Ln 20	$1,438,331	$585,976	$852,355
9	Plant Non-Specific	Net Operating Income, Ln 21,22,23	$852,244	$419,138	$433,106
10	Depreciation & Amortization	Net Operating Income, Ln 29	$1,013,584	$474,557	$539,027
11	Customer Operations	Net Operating Income, Ln 33	$367,027	$131,946	$235,081
12	Corporate Operations	Net Operating Income, Ln 36	$1,144,659	$468,166	$676,493
13	**Total Operating Expenses**	**Ln 8+Ln 9+Ln 10+Ln 11+Ln 12**	$4,815,845	$2,079,783	$2,736,062
	OPERATING TAXES				
14	Federal Income Tax -Booked	Net Operating Income, Ln 38,39,40	($418,589)	($198,588)	($220,001)
15	Adjustment to Booked FIT	If Taxes are Imputed, Ln 16-Ln 14	($24,341)	($8,679)	($15,661)
16	Imputed FIT @ %	(Ln 7-Ln 13-Ln24-Ln21-(Op Inc Ln48))* Rate + Amortization of Excess ADFIT	($442,930)	($207,267)	($235,663)
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	($122,601)	($54,138)	($68,463)
20	Adjustment to Booked SIT	If Taxes are Imputed, Ln 21-Ln 19	($6,076)	($6,076)	$0
21	Imputed SIT @ %	(Ln 7-Ln 14-Ln24-(Op Inc. Ln48))* Rate	($128,677)	($60,214)	($68,463)
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	$31,926	$15,944	$15,982
25	Total Booked Operating Taxes	Ln 14+Ln 15+Ln 19+Ln 20+ Ln 24	($539,681)	($251,537)	($288,144)
26	Total Imputed Operating Taxes	Ln 14+Ln 15+Ln 19+Ln 20+ Ln 24	($539,681)	($251,537)	($288,144)
	NET OPERATING INCOME				
27	**Net Operating Income (NOI)**	**Ln 7 - Ln 13 - Ln 25**	**($1,666,259)**	**($779,719)**	**($886,540)**
28	**N.O.I. Adjustment**	**Net Operating Income, Ln 56,57**	**$45,737**	**$0**	**$45,737**
29	**Adjusted Net Operating Income (NOI)**	**Ln 27 + Ln 28**	**($1,620,522)**	**($779,719)**	**($840,803)**
	RATE OF RETURN ON RATE BASE CALCULATION		**As of End of Period**		
	RATE BASE				
30	Land & Support	Rate Base Development, Ln 3	$2,097,595	$917,698	$1,179,897
31	Central Office Equipment	Rate Base Development, Ln 14	$11,300,684	$6,660,623	$4,640,061
32	Info. Orig. & Term. Equip.	Rate Base Development, Ln 20	$0	$0	$0
33	Cable & Wire Facilities	Rate Base Development, Ln 31	$27,155,705	$9,933,557	$17,222,148
34	Other Investment	Rate Base Development, Ln 34, 35	$0	$0	$0
35	Total Plant in Service	Ln 30 - Ln 34	$40,553,984	$17,511,878	$23,042,106
36	Accumulated Depreciation	Rate Base Development, Ln 46	$32,346,431	$14,145,094	$18,201,337
37	Net Plant in Service	Ln 35 - Ln 36	$8,207,553	$3,366,784	$4,840,769
38	Plant Held for Future Use	Rate Base Development, Ln 47	$0	$0	$0
39	Plant Under Construction	Rate Base Development, Ln 48	$465,371	$203,600	$261,771
40	RTB Class B Stock	Rate Base Development, Ln 49	$0	$0	$0
41	Prepayments	Rate Base Development, Ln 50	$0	$0	$0
42	Materials & Supplies	Rate Base Development, Ln 51	$135,327	$49,503	$85,824
43	Cash Working Capital	Cash Working Capital Develop Ln 3	$116,131	$47,858	$68,273
44	Deferred Income taxes	Rate Base Development, Ln 54	$1,645,612	$718,310	$927,302
45	Customer Deposits	Rate Base Development, Ln 55	$0	$0	$0
46	**Rate Base**	**Ln 37 + Ln 38-43, - Ln 44 - Ln 45**	**$7,278,770**	**$2,949,434**	**$4,329,336**
47	**Rate of Return on Rate Base**	**Ln 29 / Ln 46**	**-22.26%**	**-26.44%**	**-19.42%**

NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

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	$7,989,953	100.00%	-22.264%	-22.264%
5	Total Capital		$7,989,953	100.00%		-22.264%

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	$7,989,953	100.00%	-19.421%	-19.421%
5	Total Capital		$7,989,953	100.00%		-19.421%

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	$7,989,953	100.00%	9.250%	9.250%
5	Total Capital		$7,989,953	100.00%		9.250%

REVENUE REQUIREMENT CALCULATION

1	Rate Base (Adjusted Rate Base)	Earnings Report, Ln 46		$4,329,336
2	Allowed Rate of Return on Rate Base	Per GA PSC	Capped	8.00%
3	Net Operating Income Requirement	Line 1 x Ln 2		$346,347
4	Net Operating Income Available (Imputed Adjusted NOI)	Earnings Report, Ln 29		($840,803)
5	Operating Income Excess (Deficiency)	Ln 4 - Ln 3		($1,187,150)
6	Income Expansion Factor	1-SIT-FIT+FITxSIT		74.458%
7	Revenue Excess (Deficiency)	Ln 5 / Ln 6		($1,594,399)

NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

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	142,342	0	0	142,342	
2	OTHER SUPPORT	2109	1,992,794	(37,541)	0	1,955,253	
3	TOTAL LAND & OTHER SUPPORT	2110	2,135,136	(37,541)	0	2,097,595	43.75%
4	CENTRAL OFFICE - ANALOG SWITCH	2211	0	0	0	0	
5	- DIGITAL SWITCH	2212	1,606,613	0	(1,176,718)	429,895	
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	1,606,613	0	(1,176,718)	429,895	
10	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
11	- RADIO	2231	0	0	0	0	
12	- CIRCUIT	2232	9,748,363	0	1,122,426	10,870,789	
13	CENTRAL OFFICE - TOTAL TRANS.	2230	9,748,363	0	1,122,426	10,870,789	
14	TOTAL CENTRAL OFFICE EQUIP		11,354,976	0	(54,292)	11,300,684	58.94%
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	605,763	(605,763)	0	0	
20	TOTAL ORIG/TERM EQUIP	2310	605,763	(605,763)	0	0	0.00%
21	POLES	2411	1,017,814	0	0	1,017,814	
22	TOWERS	2412	0	0	0	0	
23	AERIAL CABLE	2421	9,446,840	0	0	9,446,840	
24	UNDERGROUND CABLE	2422	885,042	0	0	885,042	
25	BURIED CABLE	2423	13,026,704	0	(3,936)	13,022,768	
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	28,932	0	0	28,932	
30	CONDUIT SYSTEM	2441	2,754,309	0	0	2,754,309	
31	TOTAL CABLE AND WIRE	2410	27,159,641	0	(3,936)	27,155,705	36.58%
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	
35	INTANGIBLES	2690	0	0	0	0	43.75%
36	TOTAL PLANT IN SERVICE	2001	41,255,516	(643,304)	(58,228)	40,553,984	43.75%

NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

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	1,580,964	(30,593)	0	1,550,371	
38	CENTRAL OFFICE - TOTAL SWITCH	3100-2210	1,606,613	0	(1,176,718)	429,895	
39	CENTRAL OFFICE - OPERATOR SYS	3100-2220	0	0	0	0	
40	CENTRAL OFFICE - TOTAL TRANS.	3100-2230	7,698,798	0	1,137,288	8,836,086	
41	TOTAL ORIG/TERM EQUIP	3100-2310	359,551	(359,551)	0	0	
42	TOTAL CABLE AND WIRE	3100-2410	21,533,117	0	(3,038)	21,530,079	
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	32,779,043	(390,144)	(42,468)	32,346,431	43.73%
47	PROPERTY HELD FOR FUTURE USE	2002	0	0	0	0	43.75%
48	PLANT UNDER CONSTRUCTION	2003	511,484	(46,113)	0	465,371	43.75%
49	RTB CLASS B STOCK	1402	0	0	0	0	43.75%
50	PREPAYMENTS	1280-1330	0	0	0	0	43.75%
51	MATERIALS & SUPPLIES	1220	135,327	0	0	135,327	36.58%
52	CASH WORKING CAPITAL				116,131	116,131	Calculated
53	CUSTOMER DEPOSITS	4040	0	0	0	0	43.75%
55	DEFERRED INCOME TAXES	4340	1,705,908	(60,296)	0	1,645,612	43.65%
56	TOTAL RATE BASE		7,417,376	(238,977)	100,371	7,278,770	
	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	1,000	0	0	1,000	
62	ADDITIONAL PAID-IN CAPITAL	4520	3,629,593	0	0	3,629,593	
63	OTHER CAPITAL	4540	76,228	0	0	76,228	
64	RETAINED EARNINGS	4550	4,283,132	0	0	4,283,132	
65	TOTAL COMMON EQUITY	4500	7,989,953	0	0	7,989,953	

NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

RATE BASE ADJUSTMENTS

		DEBIT	CREDIT
	Non-Regulated Adjustments:		
1	Nonreg		21,740
	2109		37,541
	2690		-
	3100-2109	30,593	
	4340	28,688	
	Part 64 Adjustment to remove non-regulated portion of GSA (#1).		
2	4340	31,608	
	Exclude	-	31,608
	Exclude non-regulated asset portion of deferred income taxes (#7).		
3	2362		605,763
	3100-2310	359,551	
	Exclude	246,212	
	Exclude non-regulated investment and reserve.		
	Other Adjustments		
4	Not Used.		
5	2003		46,113
	Exclude	46,113	
	Exclude non-regulated plant under construction.		
6	4340		-
	Exclude	-	
	Exclude non-plant related deferred income taxes (#6).		
7	3100-2210	1,176,718	
	3100-2230		1,176,718
	2210		1,176,718
	2230	1,176,718	
	Transfer Investment and Reserve to Match Asset from Detail Provided on CPR (#9).		
8	2230		54,292
	2423		3,936
	3100-2230	39,430	
	3100-2410	3,038	
	Exclude	15,760	
	Exclude Leased, IPCP Router and Multi Gig net investment (#10 &11).		
9	Not Used.		

NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

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	142,342	0	0	142,342	
2	OTHER SUPPORT	2109	1,803,431	(29,645)	0	1,773,786	
3	TOTAL LAND & OTHER SUPPORT	2110	1,945,773	(29,645)	0	1,916,128	42.75%
4	CENTRAL OFFICE - ANALOG SWITCH	2211	0	0	0	0	
5	- DIGITAL SWITCH	2212	1,570,273	0	(572,013)	998,260	
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	1,570,273	0	(572,013)	998,260	
10	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
11	- RADIO	2231	0	0	0	0	
12	- CIRCUIT	2232	8,988,594	0	517,721	9,506,315	
13	CENTRAL OFFICE - TOTAL TRANS.	2230	8,988,594	0	517,721	9,506,315	
14	TOTAL CENTRAL OFFICE EQUIP		10,558,867	0	(54,292)	10,504,575	55.90%
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	536,234	(536,234)	0	0	
20	TOTAL ORIG/TERM EQUIP	2310	536,234	(536,234)	0	0	0.00%
21	POLES	2411	1,012,692	0	0	1,012,692	
22	TOWERS	2412	0	0	0	0	
23	AERIAL CABLE	2421	8,286,548	0	0	8,286,548	
24	UNDERGROUND CABLE	2422	682,502	0	0	682,502	
25	BURIED CABLE	2423	12,012,250	0	(3,936)	12,008,314	
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	28,932	0	0	28,932	
30	CONDUIT SYSTEM	2441	1,945,593	0	0	1,945,593	
31	TOTAL CABLE AND WIRE	2410	23,968,516	0	(3,936)	23,964,580	35.45%
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	
35	INTANGIBLES	2690	0	(124)	0	(124)	42.75%
36	TOTAL PLANT IN SERVICE	2001	37,009,390	(566,003)	(58,228)	36,385,159	42.75%

NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

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	1,475,967	(25,726)	0	1,450,241	
38	CENTRAL OFFICE - TOTAL SWITCH	2210	1,570,273	0	(572,013)	998,260	
39	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
40	CENTRAL OFFICE - TOTAL TRANS.	2230	7,402,836	0	530,422	7,933,258	
41	TOTAL ORIG/TERM EQUIP	2310	275,742	(275,742)	0	0	
42	TOTAL CABLE AND WIRE	2410	20,866,805	0	(3,488)	20,863,317	
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	31,591,622	(301,468)	(45,079)	31,245,075	42.20%
47	PROPERTY HELD FOR FUTURE USE	2002	0	0	0	0	42.75%
48	PLANT UNDER CONSTRUCTION	2003	3,371,745	(379,858)	0	2,991,887	42.75%
49	RTB CLASS B STOCK	1402	0	0	0	0	42.75%
50	PREPAYMENTS	1280-1330	0	0	0	0	42.75%
51	MATERIALS & SUPPLIES	1220	195,609	0	0	195,609	35.45%
52	CASH WORKING CAPITAL				117,681	117,681	Calculated
53	CUSTOMER DEPOSITS	4040	0	0	0	0	42.75%
55	DEFERRED INCOME TAXES	4340	1,251,403	47,209	0	1,298,612	42.74%
56	TOTAL RATE BASE		7,733,719	(691,602)	104,532	7,146,648	
	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	1,000	0	0	1,000	
62	ADDITIONAL PAID-IN CAPITAL	4520	3,329,593	0	0	3,329,593	
63	OTHER CAPITAL	4540	37,759	0	0	37,759	
64	RETAINED EARNINGS	4550	4,056,842	0	0	4,056,842	
65	TOTAL COMMON EQUITY	4500	7,425,194	0	0	7,425,194	

NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

CALCULATION OF CASH WORKING CAPITAL (CWC)

			Total Company	Interstate	Intrastate
1.	CASH OPERATING EXPENSES	SOURCE			
	A. Total Operating Expenses	Net Income Development, Ln 37	$4,815,845	$2,079,783	$2,736,062
	B. Depreciation & Amortization	Net Income Development, Ln 29	$1,013,584	$474,557	$539,027
	C. Fixed Charges	Net Income Development, Ln 48	$0	$0	$0
	D. Cash Operating Federal Income Taxes	Net Income Development, Ln 38, Ln 39	($753,386)	($344,726)	($408,660)
	E. Cash Operating State & Local Taxes	Net Income Development, Ln 41	($254,947)	($111,907)	($143,040)
	F. Other Operating Taxes	Net Income Development, Ln 43, Ln 44, Ln 45	$31,926	$15,944	$15,982
	G. Total Cash Operating Expenses	(a-b+c+d+e+f)	$2,825,854	$1,164,537	$1,661,317
2.	% LAG	FCC Default	4.1096%	4.1096%	4.1096%
3.	TOTAL CASH WORKING CAPITAL		$116,131	$47,858	$68,273

NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

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	1,031,347	0	266,938	0	1,298,285
2	INTERSTATE ACCESS REVENUE *(INCLUDING USF HCL REVENUES)*	5081-5083	1,027,895	0	11,364	0	1,039,259
3	INTRASTATE ACCESS REVENUE	5084	1,371,518	0	(1,181,634)		189,884
4	FEDERAL USF HIGH COST LOOP REV.		0	0			0
5	LONG DISTANCE NETWORK SERVICES	5100	0	0	0		0
6	INTERSTATE MISCELLANEOUS	52701	6,627	0	0		6,627
7	INTRASTATE MISCELLANEOUS	52702	21,226	0	0		21,226
8	OTHER MISC REVENUES (Interstate)	5200	2,416	0	0		2,416
8a	OTHER MISC REVENUES (Intrastate)	5200	180,851		(112,288)		68,563
9	TOTAL MISCELLANEOUS REVENUES	5200	211,120	0	(112,288)		98,832
10	NON REGULATED REVENUES	5280	3,243,256	(3,243,256)			0
11	UNCOLLECTIBLES - Total	5300	16,355	0	0		16,355
	Uncollectibles - Interstate (included in Ln 11)		(225)	0	0		(225)
12	**TOTAL OPERATING REVENUES**		**6,868,781**	**(3,243,256)**	**(1,015,620)**	**0**	**2,609,905**

	OPERATING EXPENSES AND TAXES	ACCOUNT	BALANCE PER BOOK	NON REG ADJUST	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
13	NETWORK SUPPORT EXPENSE	6110	(14,129)	0	2,414	(11,715)	
14	GENERAL SUPPORT EXPENSE	6120	144,558	0	20,301	164,859	
15	C.O. SWITCHING EXPENSE	6210	98,358		(807)	97,551	
16	C.O. OPERATOR EXPENSE	6220	0				
17	C.O. TRANSMISSION EXPENSE	6230	67,494	0	64,456	131,950	
18	INFOR. ORIG. & TERM. EXPENSE	6310/7990	2,426,833	(2,426,833)		0	
19	CABLE & WIRE FACILITIES EXPENSE	6410	984,503	0	71,183	1,055,686	
20	**TOTAL PLANT SPECIFIC EXPENSE**	**6999**	**3,707,617**	**(2,426,833)**	**157,547**	**1,438,331**	40.74%
21	OTHER PROPERTY & EQPT EXPENSE	6510	0	0	0	0	0.00%
22	NETWORK OPERATIONS EXPENSE	6530	582,538	0	93,489	676,027	43.75%
23	ACCESS EXPENSE	6540	175,395	0	822	176,217	70.01%
24	DEPRECIATION EXPENSE	6561	811,753	0	198,438	1,010,191	46.83%
25	DEP. EXPENSE OTHER PROPERTY	6562	0	0	0	0	43.75%
26	AMORTIZATION EXP - TANGIBLE	6563	0	0	0	0	43.75%
27	AMORTIZATION EXP - INTANGIBLE	6564	(3,636)	0	7,029	3,393	43.75%
28	AMORTIZATION EXP - OTHER	6565	0	0	0	0	43.75%
29	**DEPRECIATION & AMORTIZATION EXP**	**6560**	**808,117**	**0**	**205,467**	**1,013,584**	
30	**TOTAL PLANT NON-SPFC OPER EXP**	**6599**	**1,566,050**	**0**	**299,778**	**1,865,828**	

NELSON-BALL GROUND TELEPHONE COMPANY
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	225,206	0	18,138	243,344	
32	SERVICE EXPENSE	6620	172,584	0	(48,901)	123,683	
33	**TOTAL CUSTOMER OPERATIONS EXP**	**6699**	**397,790**	**0**	**(30,763)**	**367,027**	35.95%
34	EXECUTIVE EXPENSE	6710	203,713	0	(1,148)	202,565	
35	GENERAL & ADMINISTRATION EXPENSE	6720	825,790	0	116,304	942,094	
36	**TOTAL CORPORATE OPERATIONS EXP**	**6799**	**1,029,503**	**0**	**115,156**	**1,144,659**	40.90%
37	**TOTAL OPERATING EXPENSES**		**6,700,960**	**(2,426,833)**	**541,718**	**4,815,845**	
38	INVESTMENT TAX CREDIT (ENTER AS NEG)	7210	0	0	0	0	
39	FEDERAL INCOME TAX	7220	(292,573)	(140,897)	(319,916)	(753,386)	
40	FEDERAL INCOME TAX (DEFERRED)	72501	346,414	(21,925)	10,308	334,797	
41	STATE INCOME TAX	7230	(6,295)	(158,785)	(89,867)	(254,947)	
42	STATE INCOME TAX (DEFERRED)	72502	13,879	117,180	1,287	132,346	
43	AD VALOREM TAX	7240	26,358	0	5,568	31,926	49.94%
44	GROSS RECEIPTS TAX	7240		0	0	0	0.00%
45	PSC FEES	7240		0	0	0	0.00%
46	TOTAL OPERATING TAXES	**7200**	**87,783**	**(204,427)**	**(392,620)**	**(509,264)**	
47	**NET OPERATING INCOME**		**80,038**	**(611,996)**	**(1,164,718)**	**(1,696,676)**	

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	$45,737	Note: Must be computed after Tax if taxes apply.		
				GDPCPI (USF Growth Factor):	1.364109
58	Access Lines at 12/31/23	3,899			
59	Allowed Executive Expense: ($200,000 + Ln 58 x $78)	$504,122		Calculation of USF Corporate Cap:	FCC Formula:
60	Base Executive Expense Per Study	$202,565			
61	Is Cap Exceeded ?	NO	Under 6,000 Lps	(42.337 - (.00328 x Ln 70)) x Ln70 x 12 mo x GDPCPI	2,037,620
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:	$202,565		(Use Higher of Above)	2,037,620
64	Overall Corporate Operations Expense	$1,144,659	6,000 to 17,886	((117,990 / Ln70) + 3.007)) x Ln 70 x 12 (mo) x GDPCPI	2,154,393
65	Total Annual Maximum Corp Ops (cap)	$2,037,620			
66	Is Cap Exceeded ?	NO	Over 17,886	(9.562 x Ln 70 x 12)*GDPCPI	709,050
67	Amount Removed from UAF Application:	$0			
68	Corporate Expense for UAF Application:	$1,144,659		Value Selected Based on Access Line Size:	2,037,620
69	USF 1.3 Loops at 12/31/23	3,930		Base Corporate Expense Per Filing:	1,144,659
70	Total Loops at 12/31/23	4,530		Reduction Based on USF Corporate Cap	0

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

NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

Revenue and Expense Adjustments

		DEBIT	CREDIT
Revenue Adjustments			
	Non-Regulated Adjustments		
1	5280	3,243,256	
	Exclude		3,243,256
	To remove non-regulated operating revenue.		
	Other Adjustments:		
2	6410		-
	7160	-	
	Transfer Other Operating Gain(Loss) to Plant Specific Expense.		
3	5240	301	
	PPA		301
	To remove PPA rent revenues.		
4	5082		11,364
	5083	-	
	5084	25,672	
	PPA		14,308
	To remove CAF 2020-2021 true-up.		
5	Discount	266,938	
	5000		266,938
	To impute revenue for end user bundles that resulted in local service revenue recording at less than the maximum R1 a la carte tariff rate and HB 168 determined rate. See Tab 7.5.		
6	Discount	52	
	5084		52
	To impute revenue to offset reductions associated with the allocation of end user bundle discounts.		
7	5084	1,156,014	
	PPA		1,156,014
	To remove state high cost UAF support.		
8	5200		-
	PPA	-	
	To remove out of period adjustments		
9	5081	-	
	5082	-	
	5084		-
	Jurisdictional transfer to intrastate for ICC-CAF revenue recording.		
Expense Adjustments			
	Non-Regulated Adjustments		
10	Exclude	2,426,833	
	6310/7990		2,426,833
	To exclude non-regulated operating expenses from test period.		

NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

Revenue and Expense Adjustments

		DEBIT	CREDIT
11	Exclude	204,427	
	7220		140,897
	7230		158,785
	7250 (Fed)		21,925
	7250 (State)	117,180	
	To exclude nonregulated taxes from test period.		
	Other Expense Adjustments		
12	Exclude		6,423
	6120		205
	6530	466	
	6561	335	
	6564	7,029	
	6611	-	
	6620		2,770
	6710	60	
	6720	1,394	
	7240	114	
	To adjust Part 64 allocations (#10&11).		
13	6110	189	
	6120	1,535	
	6230	9,378	
	6410	2,747	
	6530	7,172	
	6540	-	
	6561	19,937	
	6720	9,634	
	7240	497	
	Exclude		51,089
	Reverse Managed IP Adjustment for Part 36 calculation.		
14	6561		4,413
	7240		91
	6230		1,252
	6410		111
	Exclude	5,867	
	Remove IPCP Router and Multi Gig expenses (#17-20).		
15	6110	2,226	
	6120	18,971	
	6230	56,330	
	6410	83,400	
	6530	86,710	
	6561	182,579	
	6610	21,144	
	6620	12,582	
	6720	118,170	
	7240	6,730	
	Exclude		588,842
	Reverse WBI Adjustment for Part 36 calculation.		

NELSON-BALL GROUND TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 6/30/2024

Revenue and Expense Adjustments

		DEBIT	CREDIT
16	7220		309,338
	7230		89,867
	7220		10,578
	7230		-
	72501	10,308	
	72502	1,287	
	PPA	398,188	
	To remove PPA for income taxes and reflect income tax effect of test year revenue and expense adjustments.		
17	5260	111,987	
	5240		-
	6210		807
	6620		58,639
	6720		2,063
	7240		5,528
	Exclude		44,950
	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).		
18	6110		189
	6120		1,535
	6230		9,378
	6410		2,747
	6530		7,172
	6561		19,937
	6720		9,634
	7100		10,338
	7240		497
	7220	12,158	
	7230	3,532	
	Intrastate NOI Adjustment	45,737	
	Move Managed IP Adjustment to nonreg in Net Income Dev. Cell C117.		
19	6110		
	6120		
	6210		
	6230		
	6410		14,853
	6510		
	6530		
	6540	822	
	6720		5,753
	7240	3,846	
	Exclude	15,938	
	To remove prior period adjustments and service awards.		
20	6110		1
	6530		859
	6610		3,006
	6620		74
	6710		1,208
	6720		5,078
	Exclude	10,226	
	To remove non-allowable expenses per FCC USF order (#26).		