BLUE RIDGE TELEPHONE COMPANY
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	$2,500,741	$0	$2,500,741
2	Access Charges	Net Operating Income, Ln 2, 3	$2,709,775	$2,127,125	$582,650
3	LD Messages	Net Operating Income, Ln 5	$0	$0	$0
4	Billing & Collection	Net Operating Income, Ln 6, 7	$103,528	$20,529	$82,999
5	Other Miscellaneous Revenue	Net Operating Income, Ln 8	$150,578	$1,957	$148,621
6	Less: Uncollectibles	Net Operating Income, Ln 11	$14,247	($210)	$14,457
7	**Total Regulated Operating Revenue**	**Ln 1+Ln 2+Ln 3+Ln 4+Ln 5-Ln 6**	$5,450,375	$2,149,821	$3,300,554
	OPERATING EXPENSES				
8	Plant Specific	Net Operating Income, Ln 20	$1,870,561	$499,814	$1,370,747
9	Plant Non-Specific	Net Operating Income, Ln 21,22,23	$1,527,927	$544,361	$983,566
10	Depreciation & Amortization	Net Operating Income, Ln 29	$2,037,512	$562,299	$1,475,213
11	Customer Operations	Net Operating Income, Ln 33	$729,632	$278,573	$451,059
12	Corporate Operations	Net Operating Income, Ln 36	$2,155,180	$630,175	$1,525,005
13	**Total Operating Expenses**	**Ln 8+Ln 9+Ln 10+Ln 11+Ln 12**	$8,320,812	$2,515,222	$5,805,590
	OPERATING TAXES				
14	Federal Income Tax -Booked	Net Operating Income, Ln 38,39,40	($543,522)	($57,212)	($486,310)
15	Adjustment to Booked FIT	If Taxes are Imputed, Ln 16-Ln 14	($18,102)	($13,657)	($4,445)
16	Imputed FIT @ %	(Ln 7-Ln 13-Ln24-Ln21-(Op Inc Ln48))* Rate + Amortization of Excess ADFIT	($561,624)	($70,869)	($490,755)
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	($208,787)	($66,216)	($142,571)
20	Adjustment to Booked SIT	If Taxes are Imputed, Ln 21-Ln 19	$45,627	$45,627	$0
21	Imputed SIT @ %	(Ln 7-Ln 13-Ln24-(Op Inc. Ln48))* Rate	($163,160)	($20,588)	($142,571)
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	($32,878)	($7,342)	($25,536)
25	Total Booked Operating Taxes	Ln 14+Ln 15+Ln 19+Ln 20+ Ln 24	($757,662)	($98,799)	($658,863)
26	Total Imputed Operating Taxes	Ln 14+Ln 15+Ln 19+Ln 20+ Ln 24	($757,662)	($98,799)	($658,863)
	NET OPERATING INCOME				
27	**Net Operating Income (NOI)**	**Ln 7 - Ln 13 - Ln 25**	**($2,112,775)**	**($266,602)**	**($1,846,173)**
28	**N.O.I. Adjustment**	**Net Operating Income, Ln 56,57**	**$69,778**	**$0**	**$69,778**
29	**Adjusted Net Operating Income (NOI)**	**Ln 27 + Ln 28**	**($2,042,997)**	**($266,602)**	**($1,776,395)**
	RATE OF RETURN ON RATE BASE CALCULATION		**As of End of Period**		
	RATE BASE				
30	Land & Support	Rate Base Development, Ln 3	$4,225,055	$1,122,175	$3,102,880
31	Central Office Equipment	Rate Base Development, Ln 14	$13,824,284	$4,184,611	$9,639,673
32	Info. Orig. & Term. Equip.	Rate Base Development, Ln 20	$0	$0	$0
33	Cable & Wire Facilities	Rate Base Development, Ln 31	$47,517,346	$12,088,413	$35,428,933
34	Other Investment	Rate Base Development, Ln 34, 35	$0	$0	$0
35	Total Plant in Service	Ln 30 - Ln 34	$65,566,685	$17,395,199	$48,171,486
36	Accumulated Depreciation	Rate Base Development, Ln 46	$50,156,902	$13,241,422	$36,915,480
37	Net Plant in Service	Ln 35 - Ln 36	$15,409,783	$4,153,777	$11,256,006
38	Plant Held for Future Use	Rate Base Development, Ln 47	$0	$0	$0
39	Plant Under Construction	Rate Base Development, Ln 48	$2,107,655	$559,793	$1,547,862
40	RTB Class B Stock	Rate Base Development, Ln 49	$0	$0	$0
41	Prepayments	Rate Base Development, Ln 50	$26,692	$7,089	$19,603
42	Materials & Supplies	Rate Base Development, Ln 51	$269,364	$68,526	$200,838
43	Cash Working Capital	Cash Working Capital Develop Ln 3	$212,024	$71,186	$140,838
44	Deferred Income taxes	Rate Base Development, Ln 54	$3,157,812	$838,399	$2,319,413
45	Customer Deposits	Rate Base Development, Ln 55	$0	$0	$0
46	**Rate Base**	**Ln 37 + Ln 38-43, - Ln 44 - Ln 45**	**$14,867,706**	**$4,021,972**	**$10,845,733**
47	**Rate of Return on Rate Base**	**Ln 29 / Ln 46**	**-13.74%**	**-6.63%**	**-16.38%**

BLUE RIDGE TELEPHONE COMPANY
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	$17,156,858	100.00%	-13.741%	-13.741%
5	Total Capital		$17,156,858	100.00%		-13.741%

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	$17,156,858	100.00%	-16.379%	-16.379%
5	Total Capital		$17,156,858	100.00%		-16.379%

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	$17,156,858	100.00%	9.250%	9.250%
5	Total Capital		$17,156,858	100.00%		9.250%

REVENUE REQUIREMENT CALCULATION

1	Rate Base (Adjusted Rate Base)	Earnings Report, Ln 46		$10,845,733
2	Allowed Rate of Return on Rate Base	Per GA PSC	Capped	8.00%
3	Net Operating Income Requirement	Line 1 x Ln 2		$867,659
4	Net Operating Income Available (Imputed Adjusted NOI)	Earnings Report, Ln 29		($1,776,395)
5	Operating Income Excess (Deficiency)	Ln 4 - Ln 3		($2,644,054)
6	Income Expansion Factor	1-SIT-FIT+FITxSIT		74.458%
7	Revenue Excess (Deficiency)	Ln 5 / Ln 6		($3,551,091)

BLUE RIDGE TELEPHONE COMPANY
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	60,857	0	0	60,857	
2	OTHER SUPPORT	2109	4,266,976	(94,698)	(8,080)	4,164,198	
3	TOTAL LAND & OTHER SUPPORT	2110	4,327,833	(94,698)	(8,080)	4,225,055	26.56%
4	CENTRAL OFFICE - ANALOG SWITCH	2211	0	0	0	0	
5	- DIGITAL SWITCH	2212	605,544	0	(206,972)	398,572	
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	605,544	0	(206,972)	398,572	
10	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
11	- RADIO	2231	0	0	0	0	
12	- CIRCUIT	2232	13,292,213	0	133,499	13,425,712	
13	CENTRAL OFFICE - TOTAL TRANS.	2230	13,292,213	0	133,499	13,425,712	
14	TOTAL CENTRAL OFFICE EQUIP		13,897,757	0	(73,473)	13,824,284	30.27%
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	1,225,232	(1,225,232)	0	0	
20	TOTAL ORIG/TERM EQUIP	2310	1,225,232	(1,225,232)	0	0	0.00%
21	POLES	2411	1,303,773	0	0	1,303,773	
22	TOWERS	2412	0	0	0	0	
23	AERIAL CABLE	2421	11,984,177	0	0	11,984,177	
24	UNDERGROUND CABLE	2422	1,147,091	0	0	1,147,091	
25	BURIED CABLE	2423	28,943,789	0	(14,132)	28,929,657	
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	103,339	0	0	103,339	
30	CONDUIT SYSTEM	2441	4,049,309	0	0	4,049,309	
31	TOTAL CABLE AND WIRE	2410	47,531,478	0	(14,132)	47,517,346	25.44%
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	26.56%
36	TOTAL PLANT IN SERVICE	2001	66,982,300	(1,319,930)	(95,685)	65,566,685	26.56%

BLUE RIDGE TELEPHONE COMPANY
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	1,938,668	(57,953)	(7,984)	1,872,731	
38	CENTRAL OFFICE - TOTAL SWITCH	3100-2210	597,594	0	(203,628)	393,966	
39	CENTRAL OFFICE - OPERATOR SYS	3100-2220	0	0	0	0	
40	CENTRAL OFFICE - TOTAL TRANS.	3100-2230	9,248,723	0	164,479	9,413,202	
41	TOTAL ORIG/TERM EQUIP	3100-2310	630,660	(630,660)	0	0	
42	TOTAL CABLE AND WIRE	3100-2410	38,487,225	0	(10,222)	38,477,003	
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	50,902,870	(688,613)	(57,355)	50,156,902	26.40%
47	PROPERTY HELD FOR FUTURE USE	2002	0	0	0	0	26.56%
48	PLANT UNDER CONSTRUCTION	2003	2,229,793	(122,138)	0	2,107,655	26.56%
49	RTB CLASS B STOCK	1402	0	0	0	0	26.56%
50	PREPAYMENTS	1280-1330	26,692	0	0	26,692	26.56%
51	MATERIALS & SUPPLIES	1220	269,364	0	0	269,364	25.44%
52	CASH WORKING CAPITAL				212,024	212,024	Calculated
53	CUSTOMER DEPOSITS	4040	0	0	0	0	26.56%
54	DEFERRED INCOME TAXES	4340	3,394,344	(236,532)	0	3,157,812	26.55%
55	TOTAL RATE BASE		15,210,935	(516,923)	173,694	14,867,706	
	Other Balance Sheet Accounts:						
56	SHORT TERM DEBT	4020	0	0	0	0	
57	CURRENT MATURITIES - LTD	4050	0	0	0	0	
58	LONG TERM DEBT	4200	0	0	0	0	
59	TOTAL LONG TERM DEBT	4500	0	0	0	0	
60	COMMON STOCK	4510	20,400	0	0	20,400	
61	ADDITIONAL PAID-IN CAPITAL	4520	2,003,690	0	0	2,003,690	
62	OTHER CAPITAL	4540	79,225	0	0	79,225	
63	RETAINED EARNINGS	4550	15,053,543	0	0	15,053,543	
64	TOTAL COMMON EQUITY	4500	17,156,858	0	0	17,156,858	

BLUE RIDGE TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

		RATE BASE ADJUSTMENTS DEBIT	CREDIT
	Non-Regulated Adjustments:		
1	Nonreg		33,551
	2109		94,698
	2690		-
	3100-2109	57,953	
	4340	70,296	
	Part 64 Adjustment to remove non-regulated portion of GSA (#1).		
2	4340	166,236	
	Exclude		166,236
	Exclude non-regulated asset portion of deferred income taxes (#7).		
3	2362		1,225,232
	Exclude	1,225,232	
	3100-2310	630,660	
	Exclude		630,660
	Exclude non-regulated investment and reserve.		
4	2003		122,138
	Exclude	122,138	
	Exclude nonregulated plant under construction.		
	Other Adjustments		
5	4340	-	
	Exclude		-
	Exclude non-plant related deferred income taxes (#6).		
6	2232		81,553
	2423		14,132
	3100-2230	47,133	
	3100-2410	10,222	
	Exclude	38,330	
	Adjust Lease, Multi Gig and IPCP Piece of Multi Gig (#10 & 11).		
7	3100-2210	203,628	
	3100-2230		203,628
	2210		206,972
	2230	206,972	
	Transfer investment and reserve to match asset from detail provided on CPR (#9).		
8	2232	8,080	
	2109		8,080
	3100-2230		7,984
	3100-2109	7,984	
	Transfer IPCP router from GSA to COE Transmission (#12).		
9	Not Used.		

BLUE RIDGE TELEPHONE COMPANY
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	60,857	0	0	60,857	
2	OTHER SUPPORT	2109	2,674,350	(64,739)	(8,080)	2,601,531	
3	TOTAL LAND & OTHER SUPPORT	2110	2,735,207	(64,739)	(8,080)	2,662,388	26.58%
4	CENTRAL OFFICE - ANALOG SWITCH	2211	0	0	0	0	
5	- DIGITAL SWITCH	2212	605,544	0	(222,357)	383,187	
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	605,544	0	(222,357)	383,187	
10	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
11	- RADIO	2231	0	0	0	0	
12	- CIRCUIT	2232	12,439,255	0	148,884	12,588,139	
13	CENTRAL OFFICE - TOTAL TRANS.	2230	12,439,255	0	148,884	12,588,139	
14	TOTAL CENTRAL OFFICE EQUIP		13,044,799	0	(73,473)	12,971,326	30.28%
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	968,107	(968,107)	0	0	
20	TOTAL ORIG/TERM EQUIP	2310	968,107	(968,107)	0	0	0.00%
21	POLES	2411	1,240,001	0	0	1,240,001	
22	TOWERS	2412	0	0	0	0	
23	AERIAL CABLE	2421	10,495,764	0	0	10,495,764	
24	UNDERGROUND CABLE	2422	907,700	0	0	907,700	
25	BURIED CABLE	2423	27,506,350	0	(14,132)	27,492,218	
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	103,339	0	0	103,339	
30	CONDUIT SYSTEM	2441	3,146,251	0	0	3,146,251	
31	TOTAL CABLE AND WIRE	2410	43,399,405	0	(14,132)	43,385,273	25.44%
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	(196)	0	(196)	26.58%
36	TOTAL PLANT IN SERVICE	2001	60,147,518	(1,033,042)	(95,685)	59,018,791	26.58%

BLUE RIDGE TELEPHONE COMPANY
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	1,937,190	(58,584)	(7,671)	1,870,935	
38	CENTRAL OFFICE - TOTAL SWITCH	2210	593,927	0	(217,418)	376,509	
39	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
40	CENTRAL OFFICE - TOTAL TRANS.	2230	8,693,905	0	178,622	8,872,527	
41	TOTAL ORIG/TERM EQUIP	2310	426,732	(426,732)	0	0	
42	TOTAL CABLE AND WIRE	2410	37,431,992	0	(11,184)	37,420,808	
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	49,083,746	(485,316)	(57,651)	48,540,779	26.38%
47	PROPERTY HELD FOR FUTURE USE	2002	0	0	0	0	26.58%
48	PLANT UNDER CONSTRUCTION	2003	6,419,329	(153,394)	0	6,265,935	26.58%
49	RTB CLASS B STOCK	1402	0	0	0	0	26.58%
50	PREPAYMENTS	1280-1330	16,229	0	0	16,229	26.58%
51	MATERIALS & SUPPLIES	1220	270,225	0	0	270,225	25.44%
52	CASH WORKING CAPITAL				229,782	229,782	Calculated
53	CUSTOMER DEPOSITS	4040	0	0	0	0	26.58%
54	DEFERRED INCOME TAXES	4340	3,060,637	(179,901)	0	2,880,736	26.58%
55	TOTAL RATE BASE		14,708,918	(521,219)	191,748	14,379,447	
	Other Balance Sheet Accounts:						
56	SHORT TERM DEBT	4020	0	0	0	0	
57	CURRENT MATURITIES - LTD	4050	0	0	0	0	
58	LONG TERM DEBT	4200	0	0	0	0	
59	TOTAL LONG TERM DEBT	4500	0	0	0	0	
60	COMMON STOCK	4510	20,400	0	0	20,400	
61	ADDITIONAL PAID-IN CAPITAL	4520	1,893,690	0	0	1,893,690	
62	OTHER CAPITAL	4540	39,009	0	0	39,009	
63	RETAINED EARNINGS	4550	12,628,267	0	0	12,628,267	
64	TOTAL COMMON EQUITY	4500	14,581,366	0	0	14,581,366	

BLUE RIDGE TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

CALCULATION OF CASH WORKING CAPITAL (CWC)

1. CASH OPERATING EXPENSES	SOURCE	Total Company	Interstate	Intrastate
A. Total Operating Expenses	Net Income Development, Ln 37	$8,320,812	$2,515,222	$5,805,590
B. Depreciation & Amortization	Net Income Development, Ln 29	$2,037,512	$562,299	$1,475,213
C. Fixed Charges	Net Income Development, Ln 48	$0	$0	$0
D. Cash Operating Federal Income Taxes	Net Income Development, Ln 38, Ln 39	($853,589)	($139,535)	($714,054)
E. Cash Operating State & Local Taxes	Net Income Development, Ln 41	($237,603)	($73,866)	($163,737)
F. Other Operating Taxes	Net Income Development, Ln 43, Ln 44, Ln 45	($32,878)	($7,342)	($25,536)
G. Total Cash Operating Expenses	(a-b+c+d+e+f)	$5,159,230	$1,732,180	$3,427,050
2. % LAG	FCC Default	4.1096%	4.1096%	4.1096%
3. TOTAL CASH WORKING CAPITAL		$212,024	$71,186	$140,838

BLUE RIDGE TELEPHONE COMPANY
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	2,014,061	0	486,680	0	2,500,741
2	INTERSTATE ACCESS REVENUE *(INCLUDING USF HCL REVENUES)*	5081-5083	2,090,887	0	36,238	0	2,127,125
3	INTRASTATE ACCESS REVENUE	5084	3,768,094	0	(3,185,444)		582,650
4	FEDERAL USF HIGH COST LOOP REV.		0	0			0
5	LONG DISTANCE NETWORK SERVICES	5100	0	0	0		0
6	INTERSTATE MISCELLANEOUS	52701	20,529	0	0		20,529
7	INTRASTATE MISCELLANEOUS	52702	82,999	0	0		82,999
8	OTHER MISC REVENUES (Interstate)	5200	1,957	0			1,957
8a	OTHER MISC REVENUES (Intrastate)	5200	336,381	0	(187,760)		148,621
9	TOTAL MISCELLANEOUS REVENUES	5200	441,866	0	(187,760)		254,106
10	NON REGULATED REVENUES	5280	6,707,583	(6,707,583)			0
11	UNCOLLECTIBLES - Total	5300	14,247	0	0		14,247
	Uncollectibles - Interstate (included in Ln 11)		(210)	0	0		(210)
12	**TOTAL OPERATING REVENUES**		**15,008,244**	**(6,707,583)**	**(2,850,286)**	**0**	**5,450,375**

	OPERATING EXPENSES AND TAXES	ACCOUNT	BALANCE PER BOOK	NON REG ADJUST	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
13	NETWORK SUPPORT EXPENSE	6110	(18,275)	0	(21)	(18,296)	
14	GENERAL SUPPORT EXPENSE	6120	300,551	0	7,333	307,884	
15	C.O. SWITCHING EXPENSE	6210	105,786	0	(2,415)	103,371	
16	C.O. OPERATOR EXPENSE	6220	0				
17	C.O. TRANSMISSION EXPENSE	6230	344,322	0	28,806	373,128	
18	INFOR. ORIG. & TERM. EXPENSE	6310/7990	3,717,890	(3,717,890)	0	0	
19	CABLE & WIRE FACILITIES EXPENSE	6410	1,094,886	0	9,588	1,104,474	
20	**TOTAL PLANT SPECIFIC EXPENSE**	**6999**	**5,545,160**	**(3,717,890)**	**43,291**	**1,870,561**	26.72%
21	OTHER PROPERTY & EQPT EXPENSE	6510	0	0	0	0	26.56%
22	NETWORK OPERATIONS EXPENSE	6530	1,177,463	0	22,158	1,199,621	26.56%
23	ACCESS EXPENSE	6540	326,750	0	1,556	328,306	68.76%
24	DEPRECIATION EXPENSE	6561	1,984,030	0	48,225	2,032,255	27.60%
25	DEP. EXPENSE OTHER PROPERTY	6562	0	0	0	0	26.56%
26	AMORTIZATION EXP - TANGIBLE	6563	0	0	0	0	26.56%
27	AMORTIZATION EXP - INTANGIBLE	6564	(5,664)	0	10,921	5,257	26.56%
28	AMORTIZATION EXP - OTHER	6565	0	0	0	0	26.56%
29	**DEPRECIATION & AMORTIZATION EXP**	**6560**	**1,978,366**	**0**	**59,146**	**2,037,512**	
30	**TOTAL PLANT NON-SPFC OPER EXP**	**6599**	**3,482,579**	**0**	**82,860**	**3,565,439**	

BLUE RIDGE TELEPHONE COMPANY
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	475,643	0	913	476,556	
32	SERVICE EXPENSE	6620	344,034	0	(90,958)	253,076	
33	**TOTAL CUSTOMER OPERATIONS EXP**	**6699**	**819,677**	**0**	**(90,045)**	**729,632**	38.18%
34	EXECUTIVE EXPENSE	6710	427,593	0	(2,059)	425,534	
35	GENERAL & ADMINISTRATION EXPENSE	6720	1,730,518	0	(872)	1,729,646	
36	**TOTAL CORPORATE OPERATIONS EXP**	**6799**	**2,158,111**	**0**	**(2,931)**	**2,155,180**	29.24%
37	**TOTAL OPERATING EXPENSES**		**12,005,527**	**(3,717,890)**	**33,175**	**8,320,812**	
38	INVESTMENT TAX CREDIT (ENTER AS NEG)	7210	0	0	0	0	
39	FEDERAL INCOME TAX	7220	328,084	(595,379)	(586,294)	(853,589)	
40	FEDERAL INCOME TAX (DEFERRED)	72501	308,971	448	648	310,067	
41	STATE INCOME TAX	7230	87,301	(156,810)	(168,094)	(237,603)	
42	STATE INCOME TAX (DEFERRED)	72502	23,437	(42)	5,421	28,816	
43	AD VALOREM TAX	7240	(98,952)	0	66,074	(32,878)	22.33%
44	GROSS RECEIPTS TAX	7240		0	0	0	0.00%
45	PSC FEES	7240		0	0	0	0.00%
46	TOTAL OPERATING TAXES	**7200**	**648,841**	**(751,783)**	**(682,245)**	**(785,187)**	
47	**NET OPERATING INCOME**		**2,353,876**	**(2,237,910)**	**(2,201,216)**	**(2,085,250)**	

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	$69,778	Note: Must be computed after Tax if taxes apply.		
				GDPCPI (USF Growth Factor):	1.364109
58	Access Lines at 12/31/23	8,116			
59	Allowed Executive Expense: ($200,000 + Ln 58 x $78)	$833,048		Calculation of USF Corporate Cap:	FCC Formula:
60	Base Executive Expense Per Study	$425,534			
61	Is Cap Exceeded ?	NO	Under 6,000 Lps	(42.337 - (.00328 x Ln 70)) x Ln70 x 12 mo x GDPCPI	1,859,233
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:	$425,534		(Use Higher of Above)	1,859,233
64	Overall Corporate Operations Expense	$2,155,180	6,000 to 17,886	((117,990 / Ln70) + 3.007)) x Ln 70 x 12 (mo) x GDPCP	2,379,537
65	Total Annual Maximum Corp Ops (cap)	$2,379,537			
66	Is Cap Exceeded ?	NO	Over 17,886	(9.562 x Ln 70 x 12)*GDPCPI	1,424,988
67	Amount Removed from UAF Application:	$0			
68	Corporate Expense for UAF Application:	$2,155,180		Value Selected Based on Access Line Size:	2,379,537
69	USF 1.3 Loops at 12/31/23	8,163		Base Corporate Expense Per Filing:	2,155,180
70	Total Loops at 12/31/23	9,104		Reduction Based on USF Corporate Cap	0

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

BLUE RIDGE TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

Revenue and Expense Adjustments

		DEBIT	CREDIT
Revenue Adjustments			
	Non-Regulated Adjustments:		
1	5280	6,707,583	
	Exclude		6,707,583
	To remove non-regulated operating revenue.		
	Other Adjustments:		
2	6410		675
	7160	675	
	Transfer Other Operating Gain(Loss) to Plant Specific Expense.		
3	5240	28	
	PPA		28
	To exclude PPA pole revenues.		
4	5082		36,238
	5083	-	
	5084	18,651	
	PPA		17,587
	To remove ICC 2020-2022 true-up.		
5	5084	3,166,998	
	Exclude		3,166,998
	To remove state high cost UAF support.		
6	Not Used.		
7	Discount	205	
	5084		205
	To impute revenue to offset reductions associated with the allocation of end user bundle discounts.		
8	Exclude	486,680	
	5000		486,680
	To impute local revenues - impact of HB 168. See Tab 7.6.		
9	5081	-	
	5082	-	
	5084		-
	Jurisdictional transfer to intrastate for ICC-CAF revenue recording.		
10	Not Used.		
Expense Adjustments			
11	Not Used.		
12	Not Used.		
13	Exclude	3,717,890	
	6310/7990		3,717,890
	To exclude non-regulated operating expenses from test period.		
14	Exclude	751,783	
	7220		595,379
	7230		156,810
	7250 (Fed)	448	
	7250 (State)		42
	To exclude non-regulated taxes from test period.		

BLUE RIDGE TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

Revenue and Expense Adjustment

		DEBIT	CREDIT
15	Exclude		7,695
	6110		
	6120		375
	6530	389	
	6561	3,650	
	6564	10,921	
	6610		488
	6620		11,818
	6710	156	
	6720	1,571	
	7240	3,689	
	To adjust Part 64 allocations (#10 & 11).		
16	Exclude	7,731	
	6561		7,731
	Remove IPCP Router and Multi Gig depreciation expenses (#17, 18, & 24).		
17	7240		93
	Exclude	93	
	Remove Multi Gig taxes (#19).		
18	6230		1,246
	6410		424
	Exclude	1,670	
	Exclude Maint Exp for Multi Gig (#20).		
19	6110	162	
	6120	3,828	
	6230	20,833	
	6530	11,639	
	6561	32,704	
	6610	7,188	
	6620	6,485	
	6720	20,518	
	7240	2,317	
	Exclude		105,674
	Reverse WBI Adjustment for Part 36 calculation.		
20	5264	187,732	
	5240		-
	6210		695
	6620		85,483
	6720		25,440
	7240		14,387
	Exclude		61,727
	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).		
21	7220		584,103
	7230		169,598
	7220		2,191
	7230	1,504	
	72501	648	
	72502	5,421	
	Net Adjustment	748,319	
	To remove PPA for income taxes and reflect income tax effect of test year revenue and expense adjustments.		

BLUE RIDGE TELEPHONE COMPANY
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/24

Revenue and Expense Adjustment

			DEBIT	CREDIT
22	6110		160	
	6120		3,880	
	6230		9,219	
	6410		12,638	
	6530		11,783	
	6540		-	
	6561		19,602	
	6720		17,470	
	7240		2,157	
	Exclude			76,909
	Reverse Managed IP Adjustment for Part 36 calculation.			
23	6110		-	
	6120			3,880
	6230			9,219
	6410			12,638
	6530			11,783
	6561			19,602
	6720			17,470
	7100			16,966
	7240			2,157
	7220		18,549	
	7230		5,389	
	Intrastate NOI Adjustment		69,778	
	Move Managed IP Adjustment to nonreg in Net Income Dev. Cell C117.			
24	6110			342
	6120			-
	6210			1,720
	6230			-
	6410			1,951
	6510			-
	6530			-
	6540		1,556	
	6610			
	6720			5,682
	7240		72,391	
	Net Adjustment			64,252
	To remove prior period adjustments, meals, travel and entertainment.			
25	6110			1
	6530			1,653
	6610			5,787
	6620			142
	6710			2,215
	6720			9,309
	Exclude		19,107	
	To remove non-allowable expenses per FCC USF order (#26).			
26	Not Used.			