CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/25

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	$3,283,521	$0	$3,283,521
2	Access Charges	Net Operating Income, Ln 2, 3	$5,077,750	$4,582,257	$495,493
3	LD Messages	Net Operating Income, Ln 5	$0	$0	$0
4	Billing & Collection	Net Operating Income, Ln 6, 7	$121,813	$55,166	$66,647
5	Other Miscellaneous Revenue	Net Operating Income, Ln 8	$325,863	$86,980	$238,883
6	Less: Uncollectibles	Net Operating Income, Ln 11	$79,814	($290)	$80,104
7	**Total Regulated Operating Revenue**	**Ln 1+Ln 2+Ln 3+Ln 4+Ln 5-Ln 6**	$8,729,133	$4,724,693	$4,004,440
	OPERATING EXPENSES				
8	Plant Specific	Net Operating Income, Ln 20	$2,073,498	$1,255,088	$818,410
9	Plant Non-Specific	Net Operating Income, Ln 21,22,23	$1,983,593	$1,252,346	$731,247
10	Depreciation & Amortization	Net Operating Income, Ln 29	$2,821,666	$1,706,751	$1,114,915
11	Customer Operations	Net Operating Income, Ln 33	$906,638	$348,058	$558,580
12	Corporate Operations	Net Operating Income, Ln 36	$2,314,496	$1,277,602	$1,036,894
13	**Total Operating Expenses**	**Ln 8+Ln 9+Ln 10+Ln 11+Ln 12**	$10,099,891	$5,839,845	$4,260,046
	OPERATING TAXES				
14	Federal Income Tax -Booked	Net Operating Income, Ln 38,39,40	($87,391)	($26,460)	($60,931)
15	Adjustment to Booked FIT	If Taxes are Imputed, Ln 16-Ln 14	($236,950)	($226,706)	($10,245)
16	Imputed FIT @ %	(Ln 7-Ln 13-Ln24-Ln21-(Op Inc Ln48))* Rate + Amortization of Excess ADFIT	($324,341)	($253,166)	($71,176)
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	($27,205)	($8,271)	($18,934)
20	Adjustment to Booked SIT	If Taxes are Imputed, Ln 21-Ln 19	($59,076)	($59,076)	$0
21	Imputed SIT @ %	(Ln 7-Ln 14-Ln24-(Op Inc. Ln48))* Rate	($86,281)	($67,347)	($18,934)
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	$260,006	$157,746	$102,260
25	Total Booked Operating Taxes	Ln 14+Ln 15+Ln 19+Ln 20+ Ln 24	($150,616)	($162,767)	$12,151
26	Total Imputed Operating Taxes	Ln 14+Ln 15+Ln 19+Ln 20+ Ln 24	($150,616)	($162,767)	$12,151
	NET OPERATING INCOME				
27	**Net Operating Income (NOI)**	**Ln 7 - Ln 13 - Ln 25**	**($1,220,142)**	**($952,385)**	**($267,757)**
28	**N.O.I. Adjustment**	**Net Operating Income, Ln 56,57**	**$27,162**	**$0**	**$27,162**
29	**Adjusted Net Operating Income (NOI)**	**Ln 27 + Ln 28**	**($1,192,980)**	**($952,385)**	**($240,595)**
	RATE OF RETURN ON RATE BASE CALCULATION		**As of End of Period**		
	RATE BASE				
30	Land & Support	Rate Base Development, Ln 3	$5,612,740	$3,313,200	$2,299,540
31	Central Office Equipment	Rate Base Development, Ln 14	$37,509,653	$25,611,591	$11,898,062
32	Info. Orig. & Term. Equip.	Rate Base Development, Ln 20	$0	$0	$0
33	Cable & Wire Facilities	Rate Base Development, Ln 31	$87,966,866	$48,487,337	$39,479,529
34	Other Investment	Rate Base Development, Ln 34, 35	$0	$0	$0
35	Total Plant in Service	Ln 30 - Ln 34	$131,089,258	$77,412,128	$53,677,130
36	Accumulated Depreciation	Rate Base Development, Ln 46	$96,614,893	$57,456,877	$39,158,016
37	Net Plant in Service	Ln 35 - Ln 36	$34,474,365	$19,955,251	$14,519,114
38	Plant Held for Future Use	Rate Base Development, Ln 47	$0	$0	$0
39	Plant Under Construction	Rate Base Development, Ln 48	$507,798	$299,753	$208,045
40	RTB Class B Stock	Rate Base Development, Ln 49	$0	$0	$0
41	Prepayments	Rate Base Development, Ln 50	$28,026	$16,544	$11,482
42	Materials & Supplies	Rate Base Development, Ln 51	$320,352	$176,578	$143,774
43	Cash Working Capital	Cash Working Capital Develop Ln 3	$320,657	$184,103	$136,554
44	Deferred Income taxes	Rate Base Development, Ln 54	$7,451,542	$4,398,645	$3,052,897
45	Customer Deposits	Rate Base Development, Ln 55	$0	$0	$0
46	**Rate Base**	**Ln 37 + Ln 38-43, - Ln 44 - Ln 45**	**$28,199,657**	**$16,233,584**	**$11,966,072**
47	**Rate of Return on Rate Base**	**Ln 29 / Ln 46**	**-4.23%**	**-5.87%**	**-2.01%**

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/25

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	$34,742,714	100.00%	-4.230%	-4.230%
5	Total Capital		$34,742,714	100.00%		-4.230%

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	$34,742,714	100.00%	-2.011%	-2.011%
5	Total Capital		$34,742,714	100.00%		-2.011%

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	$34,742,714	100.00%	9.250%	9.250%
5	Total Capital		$34,742,714	100.00%		9.250%

REVENUE REQUIREMENT CALCULATION

1	Rate Base (Adjusted Rate Base)	Earnings Report, Ln 46		$11,966,072
2	Allowed Rate of Return on Rate Base	Per GA PSC	Capped	8.00%
3	Net Operating Income Requirement	Line 1 x Ln 2		$957,286
4	Net Operating Income Available (Imputed Adjusted NOI)	Earnings Report, Ln 29		($240,595)
5	Operating Income Excess (Deficiency)	Ln 4 - Ln 3		($1,197,881)
6	Income Expansion Factor	1-SIT-FIT+FITxSIT		74.820%
7	Revenue Excess (Deficiency)	Ln 5 / Ln 6		($1,601,011)

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/25

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

DEVELOPMENT OF TOTAL COMPANY RATE BASE

CURRENT YEAR - 06/30/25
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	5,731,404	(309,255)	(9,360)	5,412,789	
3	TOTAL LAND & OTHER SUPPORT	2110	5,931,355	(309,255)	(9,360)	5,612,740	59.03%
4	CENTRAL OFFICE - ANALOG SWITCH	2211	0	0	0	0	
5	- DIGITAL SWITCH	2212	929,723	0	108,879	1,038,602	
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	108,879	1,038,602	
10	CENTRAL OFFICE - OPERATOR SYS	2220	0	0	0	0	
11	- RADIO	2231	0	0	0	0	
12	- CIRCUIT	2232	36,776,936	0	(305,885)	36,471,051	
13	CENTRAL OFFICE - TOTAL TRANS.	2230	36,776,936	0	(305,885)	36,471,051	
14	TOTAL CENTRAL OFFICE EQUIP		37,706,659	0	(197,006)	37,509,653	68.28%
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	6,844,909	(6,844,909)	0	0	
20	TOTAL ORIG/TERM EQUIP	2310	6,844,909	(6,844,909)	0	0	0.00%
21	POLES	2411	168,646	0	0	168,646	
22	TOWERS	2412	0	0	0	0	
23	AERIAL CABLE	2421	2,433,995	0	0	2,433,995	
24	UNDERGROUND CABLE	2422	8,745,057	0	0	8,745,057	
25	BURIED CABLE	2423	60,905,406	0	(406,780)	60,498,626	
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	16,120,542	0	0	16,120,542	
31	TOTAL CABLE AND WIRE	2410	88,373,646	0	(406,780)	87,966,866	55.12%
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	0.00%
35	INTANGIBLES	2690	0	0	0	0	59.03%
36	TOTAL PLANT IN SERVICE	2001	138,856,568	(7,154,164)	(613,146)	131,089,258	59.03%

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/25

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

DEVELOPMENT OF TOTAL COMPANY RATE BASE

CURRENT YEAR - 06/30/25

	ACCUMULATED DEPRECIATION AND AMORT	ACCT	BALANCE PER BOOK	LESS: NON-REG.	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
37	OTHER SUPPORT	3100-2109	4,421,313	(250,032)	(9,360)	4,161,921	
38	CENTRAL OFFICE - TOTAL SWITCH	3100-2210	908,349	0	88,394	996,743	
39	CENTRAL OFFICE - OPERATOR SYS	3100-2220	0	0	0	0	
40	CENTRAL OFFICE - TOTAL TRANS.	3100-2230	29,797,875	0	(237,004)	29,560,871	
41	TOTAL ORIG/TERM EQUIP	3100-2310	5,097,316	(5,097,316)	0	0	
42	TOTAL CABLE AND WIRE	3100-2410	62,220,584	0	(325,226)	61,895,358	
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	102,445,437	(5,347,348)	(483,196)	96,614,893	59.47%
47	PROPERTY HELD FOR FUTURE USE	2002	0	0	0	0	59.03%
48	PLANT UNDER CONSTRUCTION	2003	550,618	(42,820)	0	507,798	59.03%
49	RTB CLASS B STOCK	1402	0	0	0	0	59.03%
50	PREPAYMENTS	1280-1330	28,026	0	0	28,026	59.03%
51	MATERIALS & SUPPLIES	1220	320,352	0	0	320,352	55.12%
52	CASH WORKING CAPITAL				320,657	320,657	Calculated
53	CUSTOMER DEPOSITS	4040	0	0	0	0	59.03%
55	DEFERRED INCOME TAXES	4340	8,193,975	(742,433)	0	7,451,542	59.03%
56	TOTAL RATE BASE		29,116,152	(1,107,203)	190,707	28,199,657	
	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	79,423	0	0	79,423	
64	RETAINED EARNINGS	4550	5,642,902	0	0	5,642,902	
65	TOTAL COMMON EQUITY	4500	34,742,714	0	0	34,742,714	

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/25

		RATE BASE ADJUSTMENTS DEBIT	CREDIT
Non-Regulated Adjustments			
1	Nonreg		373,055
	3100-2109	250,032	
	4340	432,278	
	2109		309,255
	2690		-
	Part 64 Adjustment to remove non-regulated portion of GSA (#1).		
2	4340	310,155	
	Exclude		310,155
	Exclude non-regulated asset portion of deferred income taxes (#7).		
3	2232		206,366
	2423		406,780
	3100-2230	157,970	
	3100-2410	325,226	
	Exclude	129,950	
	Adjust Leased, Multi Gig and IPCP Piece of Multi Gig (#10 & 11).		
4	2362		6,844,909
	Exclude	6,844,909	
	3100-2310	5,097,316	
	Exclude		5,097,316
	Exclude non-regulated investment and reserve.		
5	2003		42,820
	Exclude	42,820	
	Exclude nonregulated plant under construction.		
Other Adjustments			
6	4340	-	
	Exclude		-
	Remove non-plant related deferred income taxes (#6).		
7	2212	108,879	
	2232		108,879
	3100-2210		88,394
	3100-2230	88,394	
	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).		

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/25

NOT USED IN RATE BASE CALCULATION

DEVELOPMENT OF TOTAL COMPANY RATE BASE

PRIOR 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 06/30/25

NOT USED IN RATE BASE CALCULATION

DEVELOPMENT OF TOTAL COMPANY RATE BASE

PRIOR 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 06/30/25

CALCULATION OF CASH WORKING CAPITAL (CWC)

	SOURCE	Total Company	Interstate	Intrastate
1. CASH OPERATING EXPENSES				
A. Total Operating Expenses	Net Income Development, Ln 37	$10,099,891	$5,839,845	$4,260,046
B. Depreciation & Amortization	Net Income Development, Ln 29	$2,821,666	$1,706,751	$1,114,915
C. Fixed Charges	Net Income Development, Ln 48	$0	$0	$0
D. Cash Operating Federal Income Taxes	Net Income Development, Ln 38, Ln 39	$410,684	$267,554	$143,130
E. Cash Operating State & Local Taxes	Net Income Development, Ln 41	($146,276)	($78,559)	($67,717)
F. Other Operating Taxes	Net Income Development, Ln 43, Ln 44, Ln 45	$260,006	$157,746	$102,260
G. Total Cash Operating Expenses	(a-b+c+d+e+f)	$7,802,639	$4,479,835	$3,322,804
2. % LAG	FCC Default	4.1096%	4.1096%	4.1096%
3. TOTAL CASH WORKING CAPITAL		$320,657	$184,103	$136,554

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/25

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	2,208,862	0	1,074,659	0	3,283,521
2	INTERSTATE ACCESS REVENUE *(INCLUDING USF HCL REVENUES)*	5081-5083	4,876,111	0	(293,854)	0	4,582,257
3	INTRASTATE ACCESS REVENUE	5084	1,926,240	0	(1,430,747)		495,493
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	55,166	0	0		55,166
7	INTRASTATE MISCELLANEOUS	52702	66,647	0	0		66,647
8	OTHER MISC REVENUES (Interstate)	5200	86,980	0	0		86,980
8a	OTHER MISC REVENUES (Intrastate)	5200	697,406	0	(458,523)		238,883
9	TOTAL MISCELLANEOUS REVENUES	5200	906,199	0	(458,523)		447,676
10	NON REGULATED REVENUES	5280	17,400,033	(17,400,033)	0		0
11	UNCOLLECTIBLES - Total	5300	79,814	0	0		79,814
	Uncollectibles - Interstate (included in Ln 11)		(290)	0	0		(290)
12	**TOTAL OPERATING REVENUES**		**27,237,631**	**(17,400,033)**	**(1,108,465)**	**0**	**8,729,133**

	OPERATING EXPENSES AND TAXES	ACCOUNT	BALANCE PER BOOK	NON REG ADJUST	OTHER ADJUST	SUBJECT TO SEPARATIONS	INTERSTATE ALLOCATION %
13	NETWORK SUPPORT EXPENSE	6110	52,235	0	(8,941)	43,294	
14	GENERAL SUPPORT EXPENSE	6120	329,503	0	108,130	437,633	
15	C.O. SWITCHING EXPENSE	6210	136,197	0	(1,105)	135,092	
16	C.O. OPERATOR EXPENSE	6220	0	0	0		
17	C.O. TRANSMISSION EXPENSE	6230	455,403	0	178,534	633,937	
18	INFOR. ORIG. & TERM. EXPENSE	6310/7990	13,695,845	(13,695,845)	0	0	
19	CABLE & WIRE FACILITIES EXPENSE	6410	681,067	0	142,475	823,542	
20	**TOTAL PLANT SPECIFIC EXPENSE**	**6999**	**15,350,250**	**(13,695,845)**	**419,093**	**2,073,498**	60.53%
21	OTHER PROPERTY & EQPT EXPENSE	6510	(12,814)	0	0	(12,814)	59.03%
22	NETWORK OPERATIONS EXPENSE	6530	1,047,862	0	494,238	1,542,100	59.03%
23	ACCESS EXPENSE	6540	455,888	0	(1,581)	454,307	76.95%
24	DEPRECIATION EXPENSE	6561	2,001,230	0	828,733	2,829,963	60.31%
25	DEP. EXPENSE OTHER PROPERTY	6562	0	0	0	0	0.00%
26	AMORTIZATION EXP - TANGIBLE	6563	0	0	0	0	0.00%
27	AMORTIZATION EXP - INTANGIBLE	6564	(163)	0	324	161	0.00%
28	FIXED ASSET DISPOSAL	6569	(8,458)	0	0	(8,458)	0.00%
29	**DEPRECIATION & AMORTIZATION EXP**	**6560**	**1,992,609**	**0**	**829,057**	**2,821,666**	
30	**TOTAL PLANT NON-SPFC OPER EXP**	**6599**	**3,483,545**	**0**	**1,321,714**	**4,805,259**	

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
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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	409,304	0	109,453	518,757	
32	SERVICE EXPENSE	6620	353,472	0	34,409	387,881	
33	**TOTAL CUSTOMER OPERATIONS EXP**	**6699**	**762,776**	**0**	**143,862**	**906,638**	38.39%
34	EXECUTIVE EXPENSE	6710	531,953	0	(3,446)	528,507	
35	GENERAL & ADMINISTRATION EXPENSE	6720	1,352,563	0	433,426	1,785,989	
36	**TOTAL CORPORATE OPERATIONS EXP**	**6799**	**1,884,516**	**0**	**429,980**	**2,314,496**	55.20%
37	**TOTAL OPERATING EXPENSES**		**21,481,087**	**(13,695,845)**	**2,314,649**	**10,099,891**	
38	INVESTMENT TAX CREDIT (ENTER AS NEG)	7210	0	0	0	0	
39	FEDERAL INCOME TAX	7220	1,812,972	(742,520)	(659,768)	410,684	
40	FEDERAL INCOME TAX (DEFERRED)	72501	(477,898)	3,790	(23,967)	(498,075)	
41	STATE INCOME TAX	7230	215,297	(186,425)	(175,148)	(146,276)	
42	STATE INCOME TAX (DEFERRED)	72502	6,107	960	112,004	119,071	
43	AD VALOREM TAX	7240	364,571		(104,565)	260,006	60.67%
44	GROSS RECEIPTS TAX	7240		0	0	0	0.00%
45	PSC FEES	7240		0	0	0	0.00%
46	TOTAL OPERATING TAXES	**7200**	**1,921,049**	**(924,195)**	**(851,444)**	**145,410**	
47	**NET OPERATING INCOME**		**3,835,495**	**(2,779,993)**	**(2,571,670)**	**(1,516,168)**	

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:	5.29%	Updated for GA tax rate change on 1/1/25: 184 days at 5.39% and 181 days at 5.19%.		
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	$27,162	Note: Must be computed after Tax if taxes apply.		
				GDPCPI (USF Growth Factor):	1.396848
58	Access Lines at 12/31/24	8,734			
59	Allowed Executive Expense: ($200,000 + Ln 58 x $78)	$881,252		Calculation of USF Corporate Cap:	FCC Formula:
60	Base Executive Expense Per Study	$528,507			
61	Is Cap Exceeded ?	NO	Under 6,000 Lps	(42.337 - (.00328 x Ln 70)) x Ln70 x 12 mo x GDPCPI	(1,244,728)
62	Amount Removed from UAF Application:	$0		(63,000 / Ln 70) x Ln 70 x 12 (mo) x GDPCPI	1,056,017
63	Executive Expense for UAF Application:	$528,507		(Use Higher of Above)	1,056,017
64	Overall Corporate Operations Expense	$2,314,496	6,000 to 17,886	((117,990 / Ln70) + 3.007)) x Ln 70 x 12 (mo) x GDPCF	2,707,214
65	Total Annual Maximum Corp Ops (cap)	$2,707,214			
66	Is Cap Exceeded ?	NO	Over 17,886	(9.562 x Ln 70 x 12)*GDPCPI	2,319,571
67	Amount Removed from UAF Application:	$0			
68	Corporate Expense for UAF Application:	$2,314,496		Value Selected Based on Access Line Size:	2,707,214
69	USF 1.3 Loops at 12/31/24	8,808		Base Corporate Expense Per Filing:	2,314,496
70	Total Loops at 12/31/24	14,472		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
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Revenue and Expense Adjustments

		DEBIT	CREDIT
	Non-Regulated Revenue Adjustments		
1	5280	17,400,033	
	Exclude		17,400,033
	To remove non-regulated operating revenue.		
	Other Revenue Adjustments		
2	5082		15,786
	5083		-
	5084		776
	PPA	16,562	
	To remove ICC 2022-2023 true-up.		
2a	5082	309,640	
	5000		309,640
	To attribute E-ACAM revenues to Safety Net/local Revenue.		
3	6410		29,565
	7160	29,565	
	Transfer Other Operating Gain(Loss) to Plant Specific Expense.		
4	Discount	162	
	5084		162
	To impute revenue to offset reductions associated with the allocation of end user bundle discounts.		
5	Exclude	765,019	
	5000		765,019
	To impute local revenues - impact of HB 168. See Tab 7.6.		
6	5084	1,431,685	
	Exclude		1,431,685
	To remove state high cost UAF support.		
7	5200	458,523	
	6120		-
	6210		1,105
	6230		-
	6410		-
	6620		-
	6720		202,572
	7240		47,645
	Exclude		207,201
	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	13,695,845	
	6310/7990		13,695,845
	To exclude non-regulated operating expenses from test period.		

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
YEAR ENDING 06/30/25

Revenue and Expense Adjustments

		DEBIT	CREDIT
11	Exclude	924,195	
	7220		742,520
	7230		186,425
	7250 (Fed)	3,790	
	7250 (State)	960	
	To exclude nonregulated taxes from test period.		
	Other Expense Adjustments		
12	Exclude		12,150
	6110		-
	6120		843
	6530		217
	6561	7,248	
	6564	324	
	6610	12	
	6620		8,476
	6710	504	
	6720	12,754	
	7240	844	
	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	-	
	6120	108,734	
	6230	170,205	
	6410	189,520	
	6530	492,751	
	6561	855,800	
	6610	119,760	
	6620	44,582	
	6720	627,802	
	7240	65,980	
	Exclude		2,675,134
	Reverse WBI Adjustment for Part 36 calculation.		
15	7220		660,114
	7230		175,579
	7220	346	
	7230	431	
	72501		23,967
	72502	112,004	
	PPA	746,879	
	To remove PPA for income taxes and reflect income tax effect of test year revenue and expense adjustments.		
16	6110	-	
	6120	239	
	6230	11,038	
	6410		4,696
	6530	3,356	
	6540	-	
	6561	3,833	
	6720	8,355	
	7240	410	
	Exclude		22,535
	Reverse Managed IP Adjustment for Part 36 calculation.		

CAMDEN TELEPHONE AND TELEGRAPH COMPANY, INC.
RATE OF RETURN DEVELOPMENT
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Revenue and Expense Adjustment

			DEBIT	CREDIT
17	6110			-
	6120			239
	6230			11,038
	6410		4,696	
	6530			3,356
	6561			3,833
	6720			8,355
	7100			13,768
	7240			410
	7220		7,220	
	7230		1,921	
	Intrastate NOI Adjustment		27,162	
	Move Managed IP Adjustment to nonreg in Net Income Dev. Cell C117.			
18	6110			-
	6120			-
	6210			-
	6230			-
	6410			3,419
	6510			-
	6530			-
	6540			1,581
	6610			-
	6620			-
	6720			3,212
	7240			122,513
	Exclude		130,725	
	To remove prior period adjustments, service awards, meals, travel and entertainment.			
19	6110			8,941
	6230			-
	6530			1,652
	6610			10,319
	6620			1,697
	6710			3,950
	6720			9,701
	Exclude		36,260	
	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	Not Used			