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# ORIGINAL

July 3, 2002

RECEIVED-FPSC  
02 JUL -3 PM 1:48  
COMMISSION  
CLERK

## BY HAND DELIVERY

Ms. Blanca S. Bayo, Director  
Division of Records and Reporting  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0850

Re: Docket No. 001503-TP

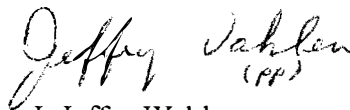
Dear Ms. Bayo:

Enclosed for filing in the above docket are the original and fifteen (15) copies of ALLTEL Florida, Inc.'s Petition for Cost Recovery.

Please acknowledge receipt and filing of the above by stamping the duplicate copy of this letter and returning the same to this writer.

Thank you for your assistance in this matter.

Sincerely,



J. Jeffrey Wahlen

## Enclosures

AUS \_\_\_\_\_ cc: All parties of record  
CAF \_\_\_\_\_  
CMP \_\_\_\_\_ h:\jw\all\001503\tr.bayo.petition.doc  
COM \_\_\_\_\_  
CTR \_\_\_\_\_  
ECR \_\_\_\_\_  
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DOCUMENT NUMBER-DATE

06889 JUL-3 02

FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Cost Recovery and Allocation ) DOCKET NO. 001503-TP  
Issues for Number Pooling Trials in Florida )  
\_\_\_\_\_ ) Filed: 07/03/02

ALLTEL FLORIDA, INC.' S PETITION FOR COST RECOVERY

Pursuant to Rule 28-106 201, Florida Administrative Code, and Order No. PSC-02-0466-PAA-TP ("Cost Recovery Order"), ALLTEL Florida, Inc. ("ALLTEL" or the "Company") files this Petition for Cost Recovery and states:

1. ALLTEL is an incumbent local exchange carrier ("ILEC") company lawfully doing business in the State of Florida pursuant to certificates issued by the FPSC. ALLTEL is a small local exchange company within the meaning of Section 364.052(1), Florida Statutes, and a rural "local exchange carrier with fewer than 2 percent of the nations subscriber lines" ("Rural Carrier") within the meaning of Section 251(f)(2) of the federal Telecommunications Act of 1996 ("the Act").<sup>1</sup>

2. ALLTEL's principal place of business in Florida is Live Oak, Florida. Pleadings, orders, notices and other papers filed or served in this matter should be served upon:

Bettye Willis  
ALLTEL Corporate Services, Inc.  
One Allied Drive  
Little Rock, AR 72203-2177

J. Jeffry Wahlen  
Ausley & McMullen  
P. O Box 391  
Tallahassee, FL 32302

<sup>1</sup> Sections of the Act are codified throughout scatter subsections of 47 U.S.C. §§ 153, 252(a) and 252(b) (2001).

3. The Cost Recovery Order was issued on April 5, 2002, and allows carriers seeking recovery of carrier-specific costs to make a filing with this Commission detailing the means by which they propose to recover their costs consistent with FCC guidelines and in accordance with federal and state statutes. In this Petition, ALLTEL seeks to recover its carrier-specific costs as provided in the Cost Recovery Order. ALLTEL is not currently participating in the pooling trials, but has been allocated certain costs by NEUSTAR, the pooling administrator. In the future, ALLTEL anticipates participating in the pooling trial at which time its carrier-specific costs may increase. The ALLTEL's substantial interests will be affected by the Commission's action on this Petition, because such decision will determine whether and how ALLTEL will be allowed to recover carrier-specific costs associated with state thousands-block pooling trials.

4. Specifically, ALLTEL proposes to recover its carrier-specific costs in the amount of per access line under the methodology currently authorized and used for recovering local number portability costs, which method is consistent with federal and state law. Under this methodology, the total carrier specific costs per year are divided by the total number of eligible lines to compute a cost per line to be recovered from eligible lines pursuant to a tariff to be filed by the Company. In accordance with the Cost Recovery Order, ALLTEL will file a tariff upon approval of the cost recovery mechanism by the Commission. ALLTEL's cost analysis and supporting documentation is attached to this Petition as Exhibit A and incorporated herein by reference. Once the methodology is set, ALLTEL requests permission to revise its cost analysis in the future as its cost increase due to participation in the pooling trial or otherwise.

5. ALLTEL states and the attached documentation shows that pooling results in a net cost increase, rather than a cost reduction, and that the costs included in the attached calculation would not have been incurred "but for" and "for the provision of" thousands-block number pooling.

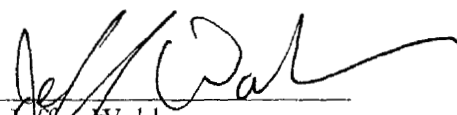
ALLTEL further states and the attached documentation shows that the costs included in the calculation are "new" costs and are Florida-specific costs not related to national number pooling. Likewise, the costs included in the calculation will be recovered in a competitively neutral basis in accordance with Section 251(e)(2) of the Telecommunications Act of 1996.

6. ALLTEL is not aware of any disputed issues of material fact relating to this petition at this time; however, ALLTEL reserves the right to seek a hearing in accordance with Sections 120.569 and 120.57(1), Florida Statutes if disputed issues of material fact arise during the course of the Commission's action on this Petition.

7. ALLTEL received the Cost Recovery Order by mail within seven days of the date it was issued.

WHEREFORE, ALLTEL respectfully requests that the Commission grant this petition and authorize recovery of ALLTEL's carrier-specific costs pursuant to the methodology described herein, and to prescribe a reasonable time after approval for filing the necessary tariff(s). In addition, ALLTEL requests that the Order granting this petition authorize ALLTEL to revise its cost analysis in the future as its cost increase due to participation in the pooling trial or otherwise.

DATED this 3d day of July, 2002.

  
\_\_\_\_\_  
J. Jeffrey Wahlen  
Ausley & McMullen  
Post Office Box 391  
Tallahassee, Florida 32302  
Telephone: (850) 425-5471  
[jwahlen@ausley.com](mailto:jwahlen@ausley.com)

ATTORNEYS FOR ALLTEL  
FLORIDA, INC.

**Certificate of Service**

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished by U. S. Mail or Hand Delivery (\*) this 3d day of July, 2002, to the following:

BellSouth Telecommunications, Inc.  
Ms. Nancy B White  
c/o Nancy H. Sims  
150 S. Monroe St , Suite 400  
Tallahassee, FL 32301-1556

Sprint-Florida, Incorporated  
Susan S. Masterton  
P O Box 2214  
Tallahassee, FL 32316-2214

Pennington Law Firm  
Peter Dunbar and Karen Camechis  
P. O. Box 10095  
Tallahassee, FL 32302-2095

Time Warner Telecom of Florida, L.P.  
Ms. Carolyn Marek  
233 Bramerton Court  
Franklin, TN 37069-4002

AT&T  
101 North Monroe Street  
Suite 700  
Tallahassee, FL 32301-1549

Verizon Florida Inc.  
Kimberly Caswell  
P O Box 110, FLTC0007  
Tampa, FL 33601-0110

Florida Cable Telecommunications Assoc., Inc.  
Michael A. Gross  
246 East 6<sup>th</sup> Avenue, Suite 100  
Tallahassee, FL 32303

Verizon Wireless  
Anne Hoskins, Esq.  
1300 "Eye" Street, N.W.  
Suite 400 W  
Washington, DC 20005

Office of Public Counsel  
Charles Beck  
c/o The Florida Legislature  
111 W. Madison St., Room 812  
Tallahassee, FL 32399-1400

Messer Law Firm  
Floyd Self/Norman Horton  
P.O Box 1876  
Tallahassee, FL 32302

Rutledge Law Firm  
Kenneth Hoffman  
P.O. Box 551  
Tallahassee, FL 32302-0551

Sprint PCS  
Jeff Pfaff  
6160 Sprint Parkway  
KSOPHI0414 – 4<sup>th</sup> Floor  
Overland Park, KS 66251

Patty Christensen \*  
Staff Counsel  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399-0850

MCI WorldCom  
Donna C. McNulty  
325 John Knox Road, Suite 105  
Tallahassee, FL 32303-4131

Attorney 

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# Number Pooling Cost Filing

## ILEC Operations

<b>Contents of Filing</b>
---------------------------

1. Cost Model Methodology
2. Cost Summary
3. Total Installed Number Pooling Investment and Total Number Pooling Expenses
4. Allocation of Investment and Expense to ILEC Operations
5. ILEC Installed Number Pooling Investment and ILEC Number Pooling Expenses
6. Apportionment Methodology to End User and Query Services
7. Chart 1 - Apportionment of Investment and Expenses to Services
8. Chart 2A - End User Service Investment and Expenses
9. Chart 2B - End User Service Cost Development
10. Common Cost Factor Development
11. Annual Cost Factors
12. Line Counts For Each Business Unit
13. Company Information

**EXHIBIT A**

**Cost Model Inputs**

1. All investment is placed in service for the sole purpose of providing number pooling services.
2. All expenses are incurred for the provisioning of number pooling services.
3. All demand is associated with number pooling services and lines.
4. Investments and expenses by category
5. Lines for each of ALLTEL's operations to allocate shared investment and expenses to ILEC operations.
6. Percentages to apportion total costs to number pooling costs.
7. Percentages to apportion number pooling costs to number pooling services.

**Cost Model Algorithms**

1. Order of calculation:
  - a. Input; investment, expenses, categories, percentages, and demand.
  - b. Investment and expenses are either for ILEC only or shared with other ALLTEL operations.
  - c. Total investment and expense are summarized by category on 'Installed Summary' worksheet.
  - d. Shared investment and expense are allocated to ILEC operations, based on percentage of pooled lines, on 'Allocation' worksheet
  - e. ILEC's dedicated and allocated shared investment and expense are summarized by category on ILEC Summary worksheet.
  - f. Apportionment methodology and percentages are summarized by category on 'Apportionment' worksheet.
  - g. Total ILEC investment and expense are apportioned to number pooling by category on 'Chart 1' worksheet
  - h. Number pooling investment and expense are apportioned to end user service by category on 'Chart 2A' worksheet.
  - i. Overhead cost factor development is shown on 'Overheads' worksheet.
2. Revenue requirement is calculated by year for each number pooling service with the following steps.
  - a. Installed investment is adjusted to include power and common investment, fill, and utilization.
  - b. Depreciation expense is calculated by using straight line for appropriate life on utilized investment
  - c. Depreciation reserve is cumulative depreciation expense less one half of current year.
  - d. Net investment is calculated by subtracting depreciation reserve from utilized investment.
  - e. Return on investment is based on net investment times the FCC's authorized rate of return.
  - f. Federal, state, and local income taxes are based on return times applicable tax rate.
  - g. Property taxes are calculated by multiplying utilized investment times property tax rate.
  - h. Total capital costs are the sum of depreciation expense, return on investment, income taxes, and property taxes.
  - i. Annual expenses consist of recurring incremental expenses and a maintenance factor times utilized investment.
  - j. Capital costs and expenses are levelized by multiplying each year amounts by a present worth factor.
  - k. Total revenue requirement for each year and service is the sum of levelized capital costs plus levelized expenses

**Cost Model Assumptions**

1. All investment and expense for the 5 year period is included.
2. Assumed all lines except those in EWSD, DCO, and GTD5 switches will have number pooling capabilities by year end 2003
3. Assumed all lines in EWSD, DCO, and GTD5 switches will have number pooling capabilities by year end 2004





### ILEC NUMBER POOLING COST SUMMARY

Description	Total	2002	2003	2004	2005	2006
<b>Initial Costs</b>						
1. Total ILEC Number Pooling Investment	\$7,294,500	\$1,107,500	\$1,546,750	\$1,546,750	\$1,546,750	\$1,546,750
2. ILEC Florida Number Pooling Investment	\$70,195	\$28,228	\$13,538	\$9,649	\$9,475	\$9,305
3. ILEC Florida Percent of Total Investment	0.96%	2.55%	0.88%	0.62%	0.61%	0.60%
4. Total ILEC Number Pooling Expenses	\$0	\$0	\$0	\$0	\$0	\$0
5. ILEC Florida Number Pooling Expenses	\$422	\$422	\$0	\$0	\$0	\$0
6. ILEC Florida Percent of Total Expenses	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Cost Analysis</b>						
7. Capital Cost Present Worth	\$14,784	\$7,617	\$3,009	\$1,651	\$1,384	\$1,122
8. Expenses Present Worth	\$4,334	\$1,928	\$776	\$553	\$543	\$533
9. Overhead Costs	\$2,059	\$1,028	\$408	\$237	\$208	\$178
10. Total Annual Costs	\$21,178	\$10,573	\$4,193	\$2,442	\$2,135	\$1,834
11. Forecast Access Lines	472,725	92,673	93,600	94,536	95,481	96,436
12. Annual Cost per Access Line	\$0.04480	\$0.11409	\$0.04480	\$0.02583	\$0.02236	\$0.01902
13. Monthly Cost per Access Line	\$0.00373	\$0.00951	\$0.00373	\$0.00215	\$0.00186	\$0.00158

**Total Installed Investment and Expense**



Company: ALLTEL Florida Inc.

Total Investment (Shared + Dedicated)	Category	Account	Total	2002	2003	2004	2005	2006
Pooling LSMS	LSMS	2212	\$ 616,500	\$ 616,500	\$ 616,500	\$ 616,500	\$ 616,500	\$ 616,500
Pooling Software	SWSOFT	2212	\$ 842,400	\$ 491,000	\$ 930,250	\$ 930,250	\$ 930,250	\$ 930,250
STP Hardware	STP	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
STP Link	STPLNK	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Signaling Link	SIGNLK	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SHLR & VLR Hardware	SHLR	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>\$ 1,458,900</b>	<b>\$ 1,107,500</b>	<b>\$ 1,546,750</b>	<b>\$ 1,546,750</b>	<b>\$ 1,546,750</b>	<b>\$ 1,546,750</b>

Total Expenses (Shared + Dedicated)	Category	Account	Total	2002	2003	2004	2005	2006
Annual RTU Fees	LSMS	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Illuminet SOA Charges	SOA	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Links to NPAC	NPACLK	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Neustar Pooling Admin	NPAC	6210	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
CEWS Maintenance	STP	6536	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Database Query Charges	DATA	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additional Engineering	Eng	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

All Shared Investment From Input	Category	Account	Total	2002	2003	2004	2005	2006
Pooling LSMS	LSMS	2212	\$ 616,500	\$ 616,500	\$ 616,500	\$ 616,500	\$ 616,500	\$ 616,500
Pooling Software	SWSOFT	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
STP Hardware	STP	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
STP Link	STPLNK	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Signaling Link	SIGNLK	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SHLR & VLR Hardware	SHLR	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>\$ 616,500</b>	<b>\$ 616,500</b>	<b>\$ 616,500</b>	<b>\$ 616,500</b>	<b>\$ 616,500</b>	<b>\$ 616,500</b>

All Shared Expenses From Input	Category	Account	Total	2002	2003	2004	2005	2006
Annual RTU Fees	LSMS	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Illuminet SOA Charges	SOA	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Links to NPAC	NPACLK	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Neustar Pooling Admin	NPAC	6210	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
CEWS Maintenance	STP	6536	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Database Query Charges	DATA	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additional Engineering	Eng	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Shared ILEC Investment From Input	Category	Account	Total	2002	2003	2004	2005	2006
Pooling LSMS	LSMS	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Pooling Software	SWSOFT	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
STP Hardware	STP	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
STP Link	STPLNK	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Signaling Link	SIGNLK	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SHLR & VLR Hardware	SHLR	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Shared ILEC Expenses From Input	Category	Account	Total	2002	2003	2004	2005	2006
Annual RTU Fees	LSMS	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Illuminet SOA Charges	SOA	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Links to NPAC	NPACLK	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Neustar Pooling Admin	NPAC	6210	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
CEWS Maintenance	STP	6536	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Database Query Charges	DATA	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additional Engineering	Eng	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Dedicated ALLTEL Florida Inc. Investment From Input	Category	Account	Total	2002	2003	2004	2005	2006
Pooling LSMS	LSMS	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Pooling Software	SWSOFT	2212	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500
STP Hardware	STP	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
STP Link	STPLNK	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Signaling Link	SIGNLK	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SHLR & VLR Hardware	SHLR	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>\$ 3,500</b>	<b>\$ 3,500</b>	<b>\$ 3,500</b>	<b>\$ 3,500</b>	<b>\$ 3,500</b>	<b>\$ 3,500</b>

Dedicated ALLTEL Florida Inc. Expenses From Input	Category	Account	Total	2002	2003	2004	2005	2006
Annual RTU Fees	LSMS	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Allocation of Shared Investment and Expenses



Company: ALLTEL Florida Inc.

All Shared Investment Allocation		Shared Investment From Installed Summary						Florida Pooled Lines % To Total Pooled Lines					Florida Allocated Shared Expense																				
Pooling LSMS	LSMS	\$	616,500	\$	616,500	\$	616,500	\$	616,500	\$	616,500	\$	616,500	\$	616,500	4.01%	1.63%	1.00%	0.97%	0.94%	\$	52,695	\$	24,728	\$	10,038	\$	6,149	\$	5,975	\$	5,805	
Pooling Software	SWSOFT	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	
STP Hardware	STP	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	
STP Link	STPLNK	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	
Signaling Link	SIGNLK	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	
Support Systems	OSS	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	
SHLR & VLR Hardware	SHLR	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	
<b>Total</b>		\$	616,500	\$	616,500	\$	616,500	\$	616,500	\$	616,500	\$	616,500	\$	616,500							\$	52,695	\$	24,728	\$	10,038	\$	6,149	\$	5,975	\$	5,805

All Shared Expense Allocation		Shared Expenses From Installed Summary						Florida Pooled Lines % To Total Pooled Lines					Florida Allocated Shared Expense																			
Expense	Category	Total	2002	2003	2004	2005	2006	2002	2003	2004	2005	2006	Total	2002	2003	2004	2005	2006														
Annual RTU Fees	LSMS	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
Internet SOA Charges	SOA	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
Links to NPAC	NPACLNK	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
Neustar Pooling Admin	NPAC	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
CEW'S Maintenance	STP	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
Database Query Charges	DATA	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
Additional Engineering	Eng	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
Support Systems	OSS	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	4.01%	1.63%	1.00%	0.97%	0.94%	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-
<b>Total</b>		\$	-	\$	-	\$	-	\$	-	\$	-	\$	-						\$	-	\$	-	\$	-	\$	-	\$	-	\$	-	\$	-

**ILEC Allocated Investment and Expense**



Company: ALLTEL Florida Inc.

<b>ILEC Dedicated + Allocated Shared Investment</b>	<b>Category</b>	<b>Account</b>	<b>Total</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>
Pooling LSMS	LSMS	2212	\$ 52,695	\$ 24,728	\$ 10,038	\$ 6,149	\$ 5,975	\$ 5,805
Pooling Software	SWSOFT	2212	\$ 17,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500
STP Hardware	STP	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
STP Link	STPLNK	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Signaling Link	SIGNLK	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SHLR & VLR Hardware	SHLR	2212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>\$ 70,195</b>	<b>\$ 28,228</b>	<b>\$ 13,538</b>	<b>\$ 9,649</b>	<b>\$ 9,475</b>	<b>\$ 9,305</b>

<b>ILEC Dedicated + Allocated Shared Expenses</b>	<b>Category</b>	<b>Account</b>	<b>Total</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>
Annual RTU Fees	LSMS	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Illuminet SOA Charges	SOA	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Links to NPAC	NPACLK	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Neustar Pooling Admin.	NPAC	6210	\$ 422	\$ 422	\$ -	\$ -	\$ -	\$ -
CEWS Maintenance	STP	6536	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Database Query Charges	DATA	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additional Engineering	Eng	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	6535	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>\$ 422</b>	<b>\$ 422</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Cost Apportionment Methodology and Percentages**



Company: ALLTEL Florida Inc.

Apportionment Methods and Percents To Pooling Service - Investments	Category	Required Function	Required Modification	Part 32 Account	Number Pooling Apportion Method	Service Apportion Method	Percent Number Pooling	Number Pooling	State Allocation Percent
Pooling LSMS	LSMS	Database for storing number pooling records, processing, and responding to allow for proper routing of call set-up messages.	New platform for performing LNP.	2212	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
Pooling Software	SWSOFT	Software upgrades for Number Pooling.	Software for SS7 network which accommodate LNP signaling.	2212	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
STP Hardware	STP	Terminates signaling links and routes traffic within the SS7 network.	Part of the SS7 network will accommodate LNP signaling.	2212	Joint Assigned by Engineering	Demand Forecast	15.00%	100.00%	73.49%
STP Link	STPLNK	Establishes connectivity between existing SS7 network and TEKELEC LNP LSMS database.	New links.	2212	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
Signaling Link	SPNLNK	Carry signaling messages between SS7 nodes.	Required additional links to accommodate additional traffic caused by LNP.	2212	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
Support Systems	OSS	Provide ability to setup customer accounts and billing systems.	Investment required to enhance support systems.	2212	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
SHLR & VLR Hardware	SHLR	The SHLR and VLRs are needed to position ALLTEL's network to meet the requirements of wireless LNP.	SHLR h/w is added to all STPs. VLR hardware is added to each Motorola MTSO.	2212	Joint Assigned by Engineering	Demand Forecast	30.00%	100.00%	73.49%

Apportionment Methods and Percents To Pooling Service - Expenses	Category	Required Function	Required Modification	Part 32 Account	Number Pooling Apportion Method	Service Apportion Method	Percent Number Pooling	Number Pooling	State Allocation Percent
Annual RTU Fees	LSMS	Right to use fees for software.	Software upgrade.	6535	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
Illuminet SOA Charges	SOA	Illuminet's SOA provides updated routing information to the NPAC.	New charges.	6535	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
Links to NPAC	NPACLK	Monthly charge for establishing connectivity between LSMS system and NPAC SMS.	New lease expense for connectivity to NPAC.	6535	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
Neustar Pooling Admin	NPAC	ALLTEL's portion of pooling administration charges.	New charges - to help pay for pooling administration and pooling trials.	6210	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
CEWS Maintenance	STP	Maintenance on LSMS and STPs.	Maintenance on LSMS and STPs.	6536	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
Database Query Charges	DATA	Query databases for routing information.	Charges to query other company's databases.	6535	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
Additional Engineering	Eng	Additional Engineering and network specialists required to administer LNP network.	Expense of additional Engineering.	6535	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%
Support Systems	OSS	Enhance and maintain support systems for billing and tracking.	Expenses incurred to enhance support systems.	6535	Direct Assignment	Demand Forecast	100.00%	100.00%	73.49%

Company: ALLTEL Florida Inc.

Apportionment of Total Investment From ILEC Summary To Pooling Investment	Category	LNP Apportion Method	Apportion Percent	State Allocation Percent	Total	2002	2003	2004	2005
Pooling LSMS	LSMS	Direct Assignment	100.00%	73.49%	\$ 38,728	\$ 18,174	\$ 7,377	\$ 4,519	\$ 4,392
Pooling Software	SWSOFT	Direct Assignment	100.00%	73.49%	\$ 12,861	\$ 2,572	\$ 2,572	\$ 2,572	\$ 2,572
STP Hardware	STP	Joint Assigned by Engineering	15.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
STP Link	STPLNK	Direct Assignment	100.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
Signaling Link	SIGNLK	Direct Assignment	100.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	Direct Assignment	100.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
SHLR & VLR Hardware	SHLR	Joint Assigned by Engineering	30.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>354%</b>		<b>\$ 51,589</b>	<b>\$ 20,746</b>	<b>\$ 9,949</b>	<b>\$ 7,091</b>	<b>\$ 6,964</b>
			100.00%		\$ 51,589				

Apportionment of Total Expenses From ILEC Summary To Pooling Expenses	Category	Apportion Method	Apportion Percent	State Allocation Percent	Total	2002	2003	2004	2005
Annual RTU Fees	LSMS	Direct Assignment	100.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
Illuminet SOA Charges	SOA	Direct Assignment	100.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
Links to NPAC	NPACLK	Direct Assignment	100.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
Neustar Pooling Admin.	NPAC	Direct Assignment	100.00%	73.49%	\$ 310	\$ 310	\$ -	\$ -	\$ -
CEWS Maintenance	STP	Direct Assignment	100.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
Database Query Charges	DATA	Direct Assignment	100.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
Additional Engineering	Eng	Direct Assignment	100.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	Direct Assignment	100.00%	73.49%	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>0.00%</b>		<b>\$ 310</b>	<b>\$ 310</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Company: ALLTEL Florida Inc.

Apportionment of Investment from Chart 1 to End User Service	Category	Service Apportion Method	Apportion Percent	Total	2002	2003	2004	2005	2006
Pooling LSMS	LSMS	Direct Assignment	100.00%	\$ 38,728	\$ 18,174	\$ 7,377	\$ 4,519	\$ 4,392	\$ 4,266
Pooling Software	SWSOFT	Direct Assignment	100.00%	\$ 12,861	\$ 2,572	\$ 2,572	\$ 2,572	\$ 2,572	\$ 2,572
STP Hardware	STP	Joint Assigned by Engineering	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
STP Link	STPLNK	Direct Assignment	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Signaling Link	SIGNLK	Direct Assignment	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	Direct Assignment	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SHLR & VLR Hardware	SHLR	Joint Assigned by Engineering	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>100.00%</b>	<b>\$ 51,589</b>	<b>\$ 20,746</b>	<b>\$ 9,949</b>	<b>\$ 7,091</b>	<b>\$ 6,964</b>	<b>\$ 6,839</b>

Apportionment of Expenses from Chart 1 to End User Service	Category	Service Apportion Method	Apportion Percent	Total	2002	2003	2004	2005	2006
Annual RTU Fees	LSMS	Direct Assignment	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Illuminet SOA Charges	SOA	Direct Assignment	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Links to NPAC	NPACLK	Direct Assignment	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Neustar Pooling Admin.	NPAC	Direct Assignment	100.00%	\$ 310	\$ 310	\$ -	\$ -	\$ -	\$ -
CEWS Maintenance	STP	Direct Assignment	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Database Query Charges	DATA	Direct Assignment	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additional Engineering	Eng	Direct Assignment	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Support Systems	OSS	Direct Assignment	100.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>			<b>100.00%</b>	<b>\$ 310</b>	<b>\$ 310</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Company: ALLTEL Florida Inc.

Revenue Requirement	Source	Total	2002	2003	2004	2005	2006
	Year:		0	0	0	0	0
<b>Investment Costs</b>							
1. Installed Investment	Chart 2A Inv Total	\$ 10,318	\$ 20,746	\$ 9,949	\$ 7,091	\$ 6,964	\$ 6,839
2. Power & Common Plant	Line 1 Inc. * 0.05	\$ 505	\$ 1,016	\$ 487	\$ 347	\$ 341	\$ 335
3. Total Investment	Line 1 + Line 2	\$ 10,823	\$ 21,762	\$ 10,437	\$ 7,439	\$ 7,305	\$ 7,173
4. Capacity Investment	Line 3 / 0.95	\$ 11,393	\$ 22,907	\$ 10,986	\$ 7,830	\$ 7,689	\$ 7,551
5. Utilized Investment	Line 4 * 1	\$ 11,393	\$ 22,907	\$ 10,986	\$ 7,830	\$ 7,689	\$ 7,551
<b>Capital Costs</b>							
6. Salvage	Line 5 * 5%	\$ 570	\$ 1,145	\$ 549	\$ 392	\$ 384	\$ 378
7. Depreciation Expense	SL - 5 Years	\$ 10,823	\$ 4,352	\$ 2,087	\$ 1,488	\$ 1,461	\$ 1,435
8. Depreciation Reserve	L 7(Prev LTD+Cur/2)	\$ 6,704	\$ 2,176	\$ 5,396	\$ 7,184	\$ 8,658	\$ 10,106
9. Net Investment	Line 5 - Line 8	\$ 4,689	\$ 20,731	\$ 5,590	\$ 647	\$ (969)	\$ (2,555)
10. Return On Investment	Line 9 * 10.08%	\$ 2,363	\$ 2,090	\$ 563	\$ 65	\$ (98)	\$ (258)
11. Income Taxes	Line 10 * 46.74%	\$ 1,104	\$ 977	\$ 263	\$ 30	\$ (46)	\$ (120)
12. Property Taxes	Line 5 * 0.87%	\$ 494	\$ 198	\$ 95	\$ 68	\$ 67	\$ 65
13. Total Capital Costs	L7+L10+L11+L+L12	\$ 14,784	\$ 7,617	\$ 3,009	\$ 1,651	\$ 1,384	\$ 1,122
<b>Annual Expenses</b>							
14. Recurring Pooling Expenses	Chart 2A Exp Total	\$ 310	\$ 310	\$ -	\$ -	\$ -	\$ -
15. Maintenance Expenses	Line 5 * 7.06%	\$ 4,024	\$ 1,618	\$ 776	\$ 553	\$ 543	\$ 533
16. Total Annual Expenses		\$ 4,334	\$ 1,928	\$ 776	\$ 553	\$ 543	\$ 533
<b>Annualized Costs</b>							
17. Present Worth Factors	$1/(1+0.1008)^{\text{year}}$		1.0000	1.0000	1.0000	1.0000	1.0000
18. Capital Cost Present Worth	Line 13 * Line 17	\$ 14,784	\$ 7,617	\$ 3,009	\$ 1,651	\$ 1,384	\$ 1,122
19. Expenses Present Worth	Line 16 * Line 17	\$ 4,334	\$ 1,928	\$ 776	\$ 553	\$ 543	\$ 533
20. Capital & Expense Costs	Line 18 + Line 19	\$ 19,118	\$ 9,545	\$ 3,785	\$ 2,204	\$ 1,928	\$ 1,656
21. Overhead Costs	Line 20 * 10.77%	\$ 2,059	\$ 1,028	\$ 408	\$ 237	\$ 208	\$ 178
22. Levelized Total Annual Costs	Line 20 + Line 21	\$ 21,178	\$ 10,573	\$ 4,193	\$ 2,442	\$ 2,135	\$ 1,834



**Overhead Cost Factor**

Company: ALLTEL Florida Inc.

Account Description	Source	Retail Percent	2001 Annual
(a)	(b)	(c)	(d)
1. Product Management	6611	90.00%	\$194,481
2. Sales	6612	90.00%	\$567,852
3. Product Advertising	6613	90.00%	\$548,706
4. Call Completion Services	6621	100.00%	\$260,916
5. Number Services	6622	100.00%	\$601,831
6. Customer Services	6623	90.00%	\$2,976,548
7. Total Marketing & Service Expense	Sum L1 thru L6		\$5,150,334
8. Retail Marketing & Service Expense	Sum L1c*L1d thru L6c*L6d		\$4,721,575
9. Wholesale Marketing & Service Expense	L7 - L8		\$428,759
10. Total Expenses	6		\$39,021,371
11. Ratio of Retail Expenses to Total Expenses	L9 / L10		1.10%
12. Executive	6711		\$775,246
13. Planning	6712		\$0
14. Accounting & Finance	6721		\$414,810
15. External Relations	6722		\$175,536
16. Human Resources	6723		\$212,856
17. Information Management	6724		\$545,602
18. Legal	6725		\$52,218
19. Procurement	6726		\$8,197
20. Research & Development	6727		\$0
21. Other General & Administrative	6728		\$2,225,173
22. Total Exec., Png. & Admin	Sum L12 thru L21		\$4,409,638
23. Support Asset Cost	L22 * L23c	13.94%	\$614,612
24. Total Exec., Png. & Admin	L22 + L23		\$5,024,250
25. Retail Portion of Common	L24 * L11		\$55,205
26. Exec., Png., & Admin. less Retail	L24 - L25		\$4,969,044
27. Network Operations - General Supervision	65342		\$0
28. Wholesale Marketing and Service Exp	L9		\$428,759
29. Total Common Costs	Sum L26 thru L28		\$5,397,803
30. Commission Assesment	L29 * L30c	0.13%	\$6,966
31. Total Adjusted Common Costs	L29 + L30		\$5,404,769
32. Levelized Inflation Factor			100.00%
33. Total Forward Looking Common Costs	L31 * L32		\$5,404,769
34. Total Forward Looking Element Expenses	(L10-L7-L24-L27)*L32		\$28,846,787
35. Total Revenue	5		\$55,583,633
36. Total Revenues Less Common Costs	L35 - L33		\$50,178,864
37. Common Cost Allocator (% of Revenue)	L33 / L36		10.77%

**Annual Cost Factors**

Company: ALLTEL Florida Inc.

Factors	Total	Number Pooling
(a)	(b)	(c)

**Depreciation Factors**

Computers	5
Switching	5
Circuit	5
Salvage	5.00%

**Utilization Factors**

Power & Common	4.90%
Fill Factor	95.00%
Utilization Factor	100.00%

**Expense Factors**

Common Return	0.35%
Common Income Taxes	0.04%
Common Depreciation	0.77%
Common Expense	0.83%
Direct Maintenance	6.03%
Network Operations	1.04%
Customer Operations	1.75%
Corporate & Administrative	1.59%
Operating Taxes	0.87%
All Expense Factors (Incl. Direct)	27.23%
Expense Factors for Study	13.26%

**Financial Factors**

Sales Tax	6.00%
State Income Taxes	8.15%
Federal Income Tax	35.00%
Composite Tax Rate	40.30%
Effective Tax Rate	46.74%
Debt Rate	8.61%

CLBC	Year	Total Eligible Lines						Pooled Lines				
		2002	2003	2004	2005	2006	Average	2002	2003	2004	2005	2006
		0.00%	0.00%	0.00%	0.00%	0.00%		90.26%	90.44%	100.00%	100.00%	100.00%
Alabama	Alabama	27,687	27,954	28,244	28,526	28,811	28,246	22,155	25,694	28,244	28,226	28,811
Arkansas	Arkansas	107,606	100,681	100,768	110,665	111,974	109,779	167,605	108,681	109,768	110,666	111,974
Florida	Florida	92,673	93,600	94,526	95,451	96,376	94,545	89,067	90,867	94,436	95,451	96,376
Georgia	Georgia	69,822	70,521	71,220	71,919	72,618	71,233	60,397	61,091	71,220	71,919	72,618
Georgia Com	Georgia	320,814	333,112	336,543	339,808	343,205	336,477	244,593	247,029	326,442	330,606	343,206
Georgia Telecom	Georgia	95,426	96,380	97,344	98,318	99,301	97,354	64,413	65,156	97,314	98,318	99,301
Georgia Standard	Georgia	7,677	79,154	80,258	81,061	81,873	80,265	72,677	79,464	80,258	81,061	81,873
Georgia Telephony	Georgia	7,677	79,154	80,258	81,061	81,873	80,265	72,677	79,464	80,258	81,061	81,873
Illinois	Illinois	0	0	0	0	0	0	0	0	0	0	0
Kentucky	Kentucky	27,643	27,113	27,587	27,862	28,141	27,589	27,043	27,313	27,587	27,862	28,141
Kentucky Comed	Kentucky	0	0	0	0	0	0	0	0	0	0	0
Kentucky GTE	Kentucky	0	0	0	0	0	0	0	0	0	0	0
Mississippi	Mississippi	12,161	12,485	12,613	12,738	12,866	12,614	6,771	6,819	12,613	12,738	12,866
Missouri	Missouri	67,644	68,712	69,699	69,699	70,396	69,016	50,444	50,960	69,046	69,699	70,396
NY Fulton	New York	47,111	47,616	48,066	48,567	49,043	48,091	47,139	47,616	48,066	48,567	49,043
NY Jamestown	New York	47,111	47,616	48,161	48,643	49,120	48,166	47,213	47,688	48,161	48,643	49,120
NY Ped Jacket	New York	2,689	2,716	2,743	2,771	2,798	2,744	2,689	2,716	2,743	2,771	2,798
Nebraska	Nebraska	382,119	383,046	383,890	384,695	385,613	385,838	310,346	323,549	383,890	384,695	385,613
North Carolina	North Carolina	238,776	231,064	233,274	235,708	238,062	233,396	214,852	217,001	233,174	235,708	238,062
Ohio	Ohio	134,773	136,080	137,441	138,816	140,204	137,452	134,733	136,080	137,441	138,816	140,204
Oklahoma	Oklahoma	15,064	15,215	15,367	15,520	15,676	15,368	15,064	15,215	15,367	15,520	15,676
Oklahoma A	Oklahoma	18,927	18,238	18,420	18,654	18,790	18,422	18,057	18,238	18,420	18,664	18,790
Pennsylvania	Pennsylvania	232,766	235,093	237,444	239,819	242,217	237,468	232,756	235,093	237,444	239,819	242,217
South Carolina	South Carolina	59,814	60,412	61,016	61,626	62,243	61,022	59,814	60,412	61,016	61,626	62,243
Sugar Land	Texas	81,223	82,136	82,958	83,787	84,621	82,966	81,323	82,136	82,958	83,787	84,621
Texas	Texas	31,908	32,377	32,690	32,926	33,254	32,603	31,938	32,377	32,690	32,926	33,255
Western Reserve	Ohio	166,595	168,451	170,346	172,249	174,172	170,364	166,595	168,461	170,346	172,249	174,172
<b>Total</b>		<b>2,384,569</b>	<b>2,408,354</b>	<b>2,432,437</b>	<b>2,456,763</b>	<b>2,481,319</b>	<b>2,432,678</b>	<b>2,152,208</b>	<b>2,178,157</b>	<b>2,432,437</b>	<b>2,456,762</b>	<b>2,481,319</b>

CLBC	Year	Total Lines						Pooled Lines				
		2002	2003	2004	2005	2006	Average	2002	2003	2004	2005	2006
		0.00%	1.00%	1.00%	1.00%	1.00%		100.00%	100.00%	100.00%	100.00%	100.00%
Alabama	Alabama	0	0	0	0	0	0	0	0	0	0	0
Arizona	Arizona	0	0	0	0	0	0	0	0	0	0	0
Arkansas	Arkansas	48,478	48,963	49,452	49,947	50,446	49,457	48,478	48,963	49,452	49,947	50,446
Colorado	Colorado	0	0	0	0	0	0	0	0	0	0	0
Florida	Florida	3,310	3,343	3,377	3,410	3,444	3,377	3,310	3,343	3,377	3,410	3,444
Georgia	Georgia	0	0	0	0	0	0	0	0	0	0	0
Iowa	Iowa	0	0	0	0	0	0	0	0	0	0	0
Illinois	Illinois	0	0	0	0	0	0	0	0	0	0	0
Indiana	Indiana	0	0	0	0	0	0	0	0	0	0	0
Kansas	Kansas	0	0	0	0	0	0	0	0	0	0	0
Kentucky	Kentucky	0	0	0	0	0	0	0	0	0	0	0
Louisiana	Louisiana	0	0	0	0	0	0	0	0	0	0	0
Mississippi	Mississippi	0	0	0	0	0	0	0	0	0	0	0
Missouri	Missouri	0	0	0	0	0	0	0	0	0	0	0
Nebraska	Nebraska	19,047	19,237	19,430	19,624	19,820	19,432	19,047	19,237	19,430	19,624	19,820
Nevada	Nevada	0	0	0	0	0	0	0	0	0	0	0
New Mexico	New Mexico	0	0	0	0	0	0	0	0	0	0	0
New York	New York	0	0	0	0	0	0	0	0	0	0	0
North Carolina	North Carolina	19,918	20,117	20,318	20,522	20,727	20,320	19,918	20,117	20,318	20,522	20,727
Ohio	Ohio	0	0	0	0	0	0	0	0	0	0	0
Oklahoma	Oklahoma	0	0	0	0	0	0	0	0	0	0	0
Pennsylvania	Pennsylvania	0	0	0	0	0	0	0	0	0	0	0
South Carolina	South Carolina	0	0	0	0	0	0	0	0	0	0	0
Tennessee	Tennessee	0	0	0	0	0	0	0	0	0	0	0
Texas	Texas	0	0	0	0	0	0	0	0	0	0	0
Virginia	Virginia	0	0	0	0	0	0	0	0	0	0	0
West Virginia	West Virginia	0	0	0	0	0	0	0	0	0	0	0
<b>Total</b>		<b>90,753</b>	<b>91,661</b>	<b>92,577</b>	<b>93,503</b>	<b>94,438</b>	<b>92,386</b>	<b>90,753</b>	<b>91,661</b>	<b>92,577</b>	<b>93,503</b>	<b>94,438</b>

Year	Factor	Total Lines						Pooled Lines				
		2002	2003	2004	2005	2006	Average	2002	2003	2004	2005	2006
		0.00%	5.00%	5.00%	5.00%	5.00%	5.00%	0.00%	50.00%	100.00%	100.00%	100.00%
Alabama	Alabama	190,231	199,743	209,730	220,216	231,227	210,229	0	99,871	209,730	220,216	231,227
Arizona	Arizona	386,595	405,925	426,221	447,532	469,909	427,236	0	202,962	426,221	447,532	469,909
Arkansas	Arkansas	332,365	348,983	366,432	384,754	403,992	367,205	0	174,462	366,432	384,754	403,992
Colorado	Colorado	18,588	19,517	20,493	21,518	22,594	20,542	0	9,759	20,493	21,518	22,594
Florida	Florida	892,845	927,487	984,262	1,033,580	1,085,259	986,706	0	466,744	984,262	1,033,580	1,085,259
Georgia	Georgia	261,912	271,284	272,198	266,528	222,148	292,894	0	139,112	271,284	266,528	222,148
Iowa	Iowa	0	0	0	0	0	0	0	0	0	0	0
Illinois	Illinois	0	0	0	0	0	0	0	0	0	0	0
Indiana	Indiana	0	0	0	0	0	0	0	0	0	0	0
Kansas	Kansas	209,730	220,217	231,227	242,789	254,928	231,778	0	110,108	231,227	242,789	254,928
Kentucky	Kentucky	0	0	0	0	0	0	0	0	0	0	0
Louisiana	Louisiana	153,407	161,077	169,131	177,588	186,467	169,534	0	80,539	169,131	177,588	186,467
Mississippi	Mississippi	0	0	0	0	0	0	0	0	0	0	0
Missouri	Missouri	128,593	137,717	142,082	149,198	156,658	142,432	0	67,664	142,082	149,198	156,658
Nebraska	Nebraska	167,298	185,663	194,946	203,193	211,543	188,911	0	192,831	194,946	203,193	211,543
Nevada	Nevada	0	0	0	0	0	0	0	0	0	0	0
New Mexico	New Mexico	137,992	142,793	149,932	157,429	165,300	150,289	0	71,396	149,932	157,429	165,300
New York	New York	0	0	0	0	0	0	0	0	0	0	0
North Carolina	North Carolina	1,145,511	1,202,757	1,261,926	1,326,072	1,391,376	1,267,914	0	601,393	1,261,926	1,326,072	1,391,376
Ohio	Ohio	723,802	749,961	797,992	827,891	870,736	798,891	0	370,946	797,992	827,891	870,736
Oklahoma	Oklahoma	8,271	8,780	9,228	9,690	10,172	9,251	0	4,397	9,228	9,690	10,172
Pennsylvania	Pennsylvania	12,869	13,449	14,122	14,828	15,569	14,156	0	6,727	14,122	14,828	15,569
South Carolina	South Carolina	482,900	497,645	512,397	529,017	546,966	513,665	0	253,523	512,397	529,017	546,966
Tennessee	Tennessee	82,044	86,146	90,494	94,976	99,725	90,669	0	43,073	90,494	94,976	99,725
Texas	Texas	230,645	242,177	254,256	267,000	280,310	254,892	0	121,089	254,256	267,000	280,310
Virginia	Virginia	454,514	477,240	501,102	526,127	552,465	502,295	0	238,620	501,102	526,127	552,465
West Virginia	West Virginia	85,249	89,211	93,937	98,686	103,621	94,211	0	44,756	93,937	98,686	103,621
Total		6,306,812	6,632,153	6,923,260	7,200,923	7,665,969	6,969,823	0	3,211,076	6,953,260	7,200,923	7,665,969

Year	Factor	Total Lines						Pooled Lines				
		2002	2003	2004	2005	2006	Average	2002	2003	2004	2005	2006
		0.00%	5.00%	5.00%	5.00%	5.00%	5.00%	0.00%	50.00%	100.00%	100.00%	100.00%
Alabama	Alabama	217,918	227,706	237,973	248,742	260,038	238,476	22,155	126,676	237,973	248,742	260,038
Arizona	Arizona	386,595	405,925	426,221	447,532	469,909	427,236	0	202,962	426,221	447,532	469,909
Arkansas	Arkansas	488,448	506,627	525,623	545,197	566,412	526,343	158,083	332,135	525,623	545,197	566,412
Colorado	Colorado	18,588	19,517	20,493	21,518	22,594	20,542	0	9,759	20,493	21,518	22,594
Florida	Florida	988,828	1,034,430	1,082,274	1,132,471	1,185,139	1,084,828	90,277	562,923	1,082,274	1,132,471	1,185,139
Georgia	Georgia	846,375	865,339	885,124	905,663	926,992	885,879	455,683	599,382	885,124	905,663	926,992
Georgia Com												
Georgia Telecom												
Georgia Standard												
Georgia Telephone												
Georgia Accuson												
Iowa	Iowa	0	0	0	0	0	0	0	0	0	0	0
Illinois	Illinois	0	0	0	0	0	0	0	0	0	0	0
Indiana	Indiana	0	0	0	0	0	0	0	0	0	0	0
Kansas	Kansas	209,730	220,217	231,227	242,789	254,928	231,778	0	110,108	231,227	242,789	254,928
Kentucky	Kentucky	27,643	27,313	27,587	27,862	28,141	27,589	27,043	27,313	27,587	27,862	28,141
Kentucky-Contel												
Kentucky-GTE												
Louisiana	Louisiana	153,407	161,077	169,131	177,588	186,467	169,534	0	80,539	169,131	177,588	186,467
Mississippi	Mississippi	12,664	12,488	12,613	12,739	12,866	12,614	6,751	6,819	12,613	12,739	12,866
Missouri	Missouri	196,532	203,653	211,102	218,897	227,054	211,448	50,455	118,623	211,102	218,897	227,054
Nebraska	Nebraska	768,464	790,841	814,175	838,515	863,908	815,181	339,393	535,618	814,175	838,515	863,908
Nevada	Nevada	0	0	0	0	0	0	0	0	0	0	0
New Mexico	New Mexico	137,992	142,793	149,932	157,429	165,300	150,289	0	71,396	149,932	157,429	165,300
New York	New York	97,041	98,011	98,991	99,981	100,981	99,001	97,041	98,011	98,991	99,981	100,981
NY - Fulton												
NY - Jamestown												
NY - Red Jacket												

	Average
Alabama	26,908
Arkansas	109,779
Florida	93,457
Georgia	67,444
Georgia Com	202,218
Georgia Telecom	84,927
Georgia Standard	80,200
Georgia Telephone	0
Georgia Acoustic	0
Kentucky	27,580
Kentucky Castel	0
Kentucky GTF	0
Mississippi	10,100
Missouri	6,100
NY Pulco	45,001
NY Intercom	45,168
NY Red Laker	2,744
Nebaska	365,000
North Carolina	22,500
Ohio	12,455
Oklahoma	15,296
Oklahoma A	15,222
Pennsylvania	23,368
South Carolina	61,000
Sugar Land	82,906
Texas	22,603
Western Reserve	190,264
<b>Total</b>	<b>2,340,173</b>

CLBC	Year	Average
	Factors	
Alabama	0	0
Arizona	0	0
Arkansas	49,457	0
Colorado	0	0
Florida	3,300	0
Georgia	0	0
Iowa	0	0
Illinois	0	0
Indiana	0	0
Kansas	0	0
Kentucky	0	0
Louisiana	0	0
Mississippi	0	0
Missouri	0	0
Nebraska	19,432	0
Nevada	0	0
New Mexico	0	0
New York	0	0
North Carolina	20,320	0
Ohio	0	0
Oklahoma	0	0
Pennsylvania	0	0
South Carolina	0	0
Tennessee	0	0
Texas	0	0
Virginia	0	0
West Virginia	0	0
<b>Total</b>	<b>92,486</b>	

State	Year	Average
Factors		
Alabama		152,209
Arizona		309,325
Arkansas		265,934
Colorado		14,873
Florida		714,389
Georgia		212,659
Illinois		0
Indiana		0
Kansas		167,810
Kentucky		0
Louisiana		122,745
Mississippi		0
Missouri		103,122
Nebraska		293,860
Nevada		0
New Mexico		108,812
New York		0
North Carolina		0
Ohio		916,553
Oklahoma		479,133
Oklahoma		6,698
Pennsylvania		10,249
South Carolina		0
Tennessee		384,381
Tennessee		55,646
Texas		184,545
Virginia		362,669
West Virginia		88,210
<b>Total</b>		<b>5,046,246</b>

TOTAL	Year	Average
Factors		
Alabama		179,117
Arizona		309,325
Arkansas		425,170
Colorado		14,873
Florida		811,223
Georgia		754,569
Georgia		0
Georgia Com		0
Georgia Telecom		0
Georgia Standard		0
Georgia Telephone		0
Georgia Accesscom		0
Iowa		0
Illinois		0
Indiana		0
Kansas		167,810
Kentucky		27,389
Kentucky		0
Kentucky - ConTel		0
Kentucky-GTE		0
Louisiana		122,745
Mississippi		10,317
Missouri		165,226
Nebraska		678,323
Nevada		0
New Mexico		108,812
New York		99,001
NY - Fulton		0
NY - Jamestown		0
NY - Red Jacket		0

Company Information

Company Number	Company Name	Study Area	Co Abbr	State	Region	Regulatory Status	Number of Exchanges	UST Loops (4Q01)	LNP Lines	Life Lines	LNP Lines - Life Lines	2002 Pooled Lines	2003 Pooled Lines	2004 Pooled Lines	2005 Pooled Lines	2006 Pooled Lines	2001 Non-Pooled Lines	2003 Non-Pooled Lines	2004 Non-Pooled Lines	2005 Non-Pooled Lines	2006 Non-Pooled Lines	State Sales Tax Rate	SET Rate	GRT Rate	SET Rate	FSC Rate		
047	ALLTEL Florida Inc.	Florida	FL	Florida	Southeast	Rate of Return	27	95,637	94,124	1,451	93,673	89,967	90,867	94,536	95,481	96,436	1,706	1,733	0	0	0	0	6.00%	5.50%	2.50%	0.00%	0.15%	
038	ALLTEL Alabama Inc.	Alabama	AL	Alabama	Southeast	Rate of Return	8	28,370	27,828	151	27,667	22,155	26,804	28,344	28,526	28,811	5,532	1,159	0	0	0	0	4.00%	5.00%	0.00%	0.00%	0.15%	
202	ALLTEL Arkansas Inc.	Arkansas	AR	Arkansas	West	Rate of Return	59	110,596	103,159	354	107,605	107,605	103,681	109,768	110,566	111,974	0	0	0	0	0	0	4.00%	6.50%	0.00%	0.00%	0.25%	
047	ALLTEL Florida Inc.	Florida	FL	Florida	Southeast	Rate of Return	27	95,637	94,124	1,451	93,673	89,967	90,867	94,536	95,481	96,436	1,706	1,733	0	0	0	0	6.00%	5.50%	2.50%	0.00%	0.15%	
041	ALLTEL Georgia Inc.	Georgia	GA	Georgia	Southeast	Rate of Return	21	71,858	70,428	615	69,823	60,397	61,601	71,226	71,939	72,658	9,426	8,520	0	0	0	0	0	4.00%	6.00%	0.00%	0.00%	0.15%
042	ALLTEL Georgia Communications Inc.	Georgia Conn	GC	Georgia	Southeast	Rate of Return	74	342,077	332,865	3,051	329,814	244,593	247,039	336,443	330,808	343,206	85,221	86,073	0	0	0	0	0	4.00%	6.00%	0.00%	0.00%	0.15%
043	Georgia ALLTEL Telecom Inc.	Georgia Telecom	GT	Georgia	Southeast	Rate of Return	40	98,346	96,575	1,149	95,426	64,513	65,158	97,344	98,318	99,301	30,913	31,222	0	0	0	0	0	4.00%	6.00%	0.00%	0.00%	0.15%
040	Standard Telephone Company	Georgia Standard	GS	Georgia	Southeast	Rate of Return	13	81,442	79,141	464	78,577	78,577	79,454	80,238	81,021	81,872	0	0	0	0	0	0	0	4.00%	6.00%	0.00%	0.00%	0.15%
049	Georgia Telephone Inc.	Georgia Telephone	GP	Georgia	Southeast	Rate of Return	4	7,577	7,4	7,503	7,503	7,503	7,503	7,503	7,503	7,503	7,503	7,503	7,503	7,503	7,503	7,503	0	0	0	0	0	
040	Georgia Accession	Georgia Accession	GQ	Georgia	Southeast	Rate of Return	13	79,141	404	78,577	78,577	79,454	80,238	81,021	81,872	0	0	0	0	0	0	0	0	4.00%	6.00%	0.00%	0.00%	0.25%
221	ALLTEL Kentucky Inc.	Kentucky	KY	Kentucky	Northeast	Rate of Return	3	28,003	27,518	475	27,043	27,043	27,537	27,842	28,141	0	0	0	0	0	0	0	6.00%	8.25%	0.00%	0.00%	0.17%	
220	ALLTEL Kentucky Coastal	Kentucky Coastal	KC	Kentucky	Northeast	Price Cap	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	6.00%	8.25%	0.00%	0.00%	0.17%	
217	ALLTEL Kentucky GTE	Kentucky GTE	KG	Kentucky	Northeast	Price Cap	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	6.00%	8.25%	0.00%	0.30%	0.17%	
037	ALLTEL Missouri Inc.	Missouri	MO	Missouri	Southeast	Rate of Return	1	1,200	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170	6.00%	5.00%	0.00%	0.00%	0.15%	

\* Lines in parentheses are not included in the SET Rate calculation.