

**Westgate Communications LLC, d/b/a WeavTel
Revenue Objective Settlement Document**

**Attachment 1
* SUMMARY *
1/29/2007**

	A	B	C	D	E	F
	GVNW 10-May-06 Company Proposed Intrastate	Effect of Company Update	J.S.P. 1-Dec-06 Company Revised Intrastate	Staff Adjustments	Notes*	Staff Adjusted Intrastate
1 Expenses:						
2 Plant Specific	\$139,009	(\$91,929)	\$47,080	(10,230)	"A"	\$36,850
3 Plant Non-Specific	86,418	(20,162)	66,256	0		66,256
4 Customer Operations	43,343	(42,908)	435	0		435
5 Corporate Operations	334,832	(126,214)	208,618	(117,638)	"A"	90,980
6 Property Taxes	5,709	(5,334)	375	0		375
7 Adjustment - Regulatory	0		0	26,920	"B"	26,920
8 Total Operating Expenses	609,311	(286,547)	322,764	(100,947)		221,817
9 Federal Income Taxes	35,210	(30,445)	4,765	(4,765)	"C"	0
10 Return on Investment	118,698	(16,892)	101,806	(42,202)	"D"	59,604
11 <i>average rate of return</i>	<i>10.50%</i>		<i>10.50%</i>			<i>7.01%</i>
12 <i>times interest earned ratio</i>	<i>2.13</i>		<i>1.47</i>			<i>1.00</i>
13 Revenue Requirement	763,219	(\$333,884)	429,335	(\$147,915)		281,420
14 Rate Base:						
15 General Support	\$367,203	(\$67,243)	\$299,960	(13,525)	"E"	\$286,435
16 Central Office	355,251	298,572	653,823	(98,204)	"F"	555,619
17 Cable and Wire	447,769	(\$359,538)	88,231	(7,498)	"G"	80,733
18 Accumulated Depreciation	(47,272)	(\$25,163)	(72,435)			(72,435)
19 Accum. Def. Fed. Inc. Tax	0		0			0
20 Adjustment(s)	7,500	(7,500)	0			0
21 Net Rate Base	\$1,130,451	(\$160,872)	\$969,579	(\$119,227)		\$850,352
22 REVENUE OBJECTIVE (R.O.)						
23 Total WCAP R.O.	\$738,443	(\$333,884)	\$429,341	(\$150,987)	"H"	\$253,572
24 Local Revenue	\$10,088			(\$3,072)	"I"	\$13,160
25 Residence	\$14.00					\$25.00
26 Business	\$26.50					\$35.00

NOTE *

Notes "A" through "I" are explained in further detail in the Narrative filed in support of the Settlement.

Attachment 2

*** INPUTS ***

1/29/2007

WeavTel Settlement Document
Revenue Objective - Interest Calculation

	A	B
		<u>Source</u>
1	Rate Base	\$850,352
		Staff Adjusted Intrastate.
2	Debt ratio	100.00%
3	Debt cost	7.01%
4	Interest expense	59,604
		Intrastate Allocation (based on rate base).
5	Interest coverage	1.00
		Calculation

	<u>L.T. Debt</u>	<u>Rate</u>	<u>Interest Expense</u>
6			
7	1,340,396	5.00%	67,020
8	513,905	12.25%	62,953
9	<u>1,854,301</u>	<u>7.01%</u>	<u>129,973</u>

WeavTel Settlement Document
Revenue Objective - Pool Split Information

A

Staff
Adjusted
Intrastate

1	Total WCAP Revenue Objective:	\$253,572
2	Originating Pool Portion	\$970
3	Terminating Pool Portion	\$252,602
4	Originating MOU Estimate*	96,990
5	Terminating MOU Estimate*	89,530

*NOTE * = MOU stands for "Minutes of Use".*

WeavTel Settlement Document
 Revenue Objective - Revenue Analysis

Attachment 4
 1/29/2007

	A	B	C	D	E	F	G
	12/31/2006	Remove	"INTRASTATE"	Restating	"INTRASTATE"	Pro Forma	"INTRASTATE"
	TOTAL COMPANY	Interstate	PER BOOKS	Adjustments	AT	Adjustments	AT
	PER BOOKS	I.C.L.S.		Adjustments	RESTATED LEVEL		PRO FORMA LEVEL
1 Revenues:							
2 Local Network	8,604	0	8,604	1,484	10,088	3,072	13,160
3 Network Access	30,265	(30,265)	0	0	0	14,216	14,216
4 State WECA WCAP	0	0	0	0	0	0	0
5 Miscellaneous	472	0	472	0	472	0	472
6 Uncollectibles	0	0	0	0	0	0	0
7 Total Operating Revenues	39,341		9,076		10,560		27,848

Westgate Communications, LLC d/b/a WeavTel
 WeavTel Settlement Document
 Results of Operations for the Twelve Months Ended December 31, 2006

Attachment 5
 1/29/2007

	A	B	C	D	E	F	G	H	I
	"INTRASTATE" G/AMV Initial Filing May 10, 2006	Company Correction	"INTRASTATE" R/JH (L.S.P.) Direct Testimony November 30, 2006	Intrastate Allocation Factors	Restating Adjustments	"INTRASTATE" AT RESTATEd LEVEL	Pro Forma Adjustments	Without WCAP R.O. "INTRASTATE" AT PRO FORMA LEVEL	WITH WCAP R.O. "INTRASTATE" AT PRO FORMA LEVEL
1	Revenues:								
2	Local Network					10,088	3,072	13,160	13,160
3	Network Access					0	14,216	14,216	14,216
4	Federal Universal Service					0	0	0	0
5	State WECA WCAP					0	0	0	0
6	Miscellaneous					472	0	0	253,572
7	Uncollectibles					0	0	0	472
8	Total Operating Revenues					10,560	0	27,848	281,420
9	Expenses:								
10	Plant Specific								
11	Plant Non-Specific (DEPREC Incl.)					36,850	0	36,850	36,850
12	Customer Operations					66,256	0	66,256	66,256
13	Corporate Operations					435	0	435	435
14	Property Taxes					146,584	(55,604)	90,980	90,980
15	Adjustment(s)					375	0	375	375
16	Total Operating Expenses					250,500	26,920	221,817	221,817
17	Federal Income Taxes					0	0	0	0
18	Return on Investment					(4,765)	0	0	0
19	Proposed rate of return (or interest ratio)					(29,242)	0	(193,969)	59,604
20	Revenue Requirement					(4,09)	0	(3,25)	1,00
21	Rate Base:					309,156	0	281,420	281,420
22	General Support					299,960	(13,525)	286,435	286,435
23	Central Office					555,619	0	555,619	555,619
24	Cable and Wire					80,733	0	80,733	80,733
25	Accumulated Depreciation					(72,435)	0	(72,435)	(72,435)
26	Accum. Def. Fed. Inc. Tax					0	0	0	0
27	Adjustment(s)					0	0	0	0
28	Net Rate Base					863,877	0	850,352	850,352

See Attachment 4 for
 the detailed
 development of the
 intrastate restated
 revenue levels.