

State USF Petition Filing Requirement -WAC 480-123-110 (1)(e)  
 Out-of-Period and Pro Forma Adjustments

Company Name: (Below)  
 MASHELL TELECOM, INC.

Description of Out-of-Period (OOP) - 2018 (As Recorded) <b>OR</b> Pro Forma (PF) Adjustment for Current Year Petition or Reversing from Prior Year	Year	OOP or PF?	Part 32 Account	
			Debit	Credit
Adjustment #1: BCM received in Oct. applicable to 2017.	2018	PF	\$ 95,635	
Adjustment #2: Reversal of 2016 earnings recorded to revenue in 2017 Reversal of overearnings accrual for 2017 Cost Study estimates Earnings adjustment actual per final Cost Study filed in 07.2018 to date	2017 2017 2017	PF PF PF	\$ 625,318  \$ 79,073	\$ 170,000
Adjustment #3: Reversal of 2017 earnings recorded as revenue in 2018 Reversal of 2016 earnings recorded as revenue in 2018 Earnings adjustment actual per final Cost Study filed in 07.2019 to date	2018 2018 2018	PF OOP PF	\$ 17,998	\$ 61,127 \$ 26,281
Adjustment #4 Reversal of 2017 earnings recorded as revenue in 2019 Reversal of 2018 earnings recorded as revenue in 2019	2019 2019	PF PF	\$ 26,281	\$ 17,946
Adjustment #5				

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 Rate of Return and Consolidated Return on Equity

Company Name: (Below)

MASHELL TELECOM, INC.

Line #	Description	Company 2018 (A)	Staff 2018 (B)
1	Rate Base (Jan. 1)	7,894,103	7,894,103
2	Rate Base (Dec 31)	12,305,216	12,305,216
3	<b>Average Rate Base</b>	10,099,660	10,099,660
4	Net Operating Income	464,373	464,373
5	Out-of-Period Adjustments Net of FIT	(20,718)	
6	<b>Adjusted Net Operating Income</b>	443,655	464,373
7	<b>Earned Regulated Rate of Return</b>	4.39%	4.60%

Footnotes:

- (A) Column A to be completed by Company,
- (B) Column B should equal Column A, but may include any Staff Adjustments