

Exhibit No. ____ HC (RTA-2HC)
Docket UT-081393
Witness: Rick Applegate
REDACTED VERSION

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

**Verizon Select Services, Inc.; MCImetro
Access Transmission Services, LLC; MCI
Communications Services, Inc.;
Teleconnect Long Distance Services and
Systems Co. d/b/a Telecom USA; and TTI
National, Inc.,**

DOCKET UT-081393

Complainants,

v.

United Telephone Co. of the Northwest,

Respondent.

EXHIBIT TO TESTIMONY OF

Rick Applegate

**STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

Cost of Capital Comparison

June 5, 2009

REDACTED VERSION

Redacted

Balance Sheet Accounts	December 2007	December 2008	Staff Capital Structure	Cost of Capital	Embarq Capital Structure	Cost of Capital	Variance Capital Structure	Cost of Capital
	\$	%						
Current Assets								
Non Current Assets								
Plant								
Accumulated Depreciation								
Net Plant								
Total Assets								
Current Liabilities								
Long Term Debt				8.77%				
Total Other Liabilities and Deferred Credits								
Total Liabilities								
Total Stock Holder's Equity								
Total Liabilities and Equity				7.93%				