

**MLEC Model**

**Attachment 2**

Utility Name: **Inland Telephone Company (Washington Operations)**

Total Company Year-End 2008	Part 64 Exclusions	Total Company Net Y-E 2008	Total Company Year-End 2009	Part 64 Exclusions	Total Company Net Y-E 2009
-----------------------------	--------------------	----------------------------	-----------------------------	--------------------	----------------------------

**SOURCE**

DESCRIPTION	SOURCE
	Pt 32 Class B Financial Stimls
1 Telephone Plant in Service	2110 - 2690
2 Accumulated Depreciation	3100 & 3400
3 Accumulated Deferred Income Taxes	4340 (Plant-Related Only)

**REDACTED**

Total Company Net Y-E 2008	Total Company Net Y-E 2009	Known & Measurable Adjustments	Adjusted Total Company Avg 2009
----------------------------	----------------------------	--------------------------------	---------------------------------

**REDACTED**

**REDACTED** 11.25%

**REDACTED** 35.00%

**REDACTED** 11.25%

Total Company Year-End 2009	Part 64 Exclusions	Total Company 2009	Known & Measurable Adjustments	Adjusted Total Company 2009
-----------------------------	--------------------	--------------------	--------------------------------	-----------------------------

**REDACTED**

**REDACTED**

4 Telephone Plant in Service	Line 1
5 Accumulated Depreciation	Line 2
6 Accumulated Deferred Income Taxes	Line 3
7	
8 NET INVESTMENT	
9 Cost of Capital	
10 Return on Investment	Line 8 * Line 9
11 Federal Tax Rate	
12 Authorized Return	Line 10 / (1 - Line 11)

**Expenses**

13 Plant Specific Operations	6110 - 6410
14 Plant Nonspecific Operations	6510 - 6540
15 Depreciation & Amortization	6560 (TPIS-Related Only)
16 Customer Operations	6610 - 6620
17 Corporate Operations	6710 - 6790
18 Operating Taxes	7200 (excluding Income Taxes)
19 OPERATING EXPENSES	
20 TOTAL COST	Line 12 + Line 19

**Revenues**

21 Local Network Services	5000
22 Network Access Services	5081 - 5083 (excluding FUSF)
23 Federal Universal Service Funds (FUSF)	HCL, LSS, SNA, and ICLS
24 Long Distance Network Services	5100
25 Miscellaneous	5200
26 Uncollectible	5300
27 OPERATING REVENUES	
28 Earnings : Under or (Over)	Line 20 - Line 27