

SUMMARY OF RATE INCREASES

**Begin Confidential
Annual
Revenue
Increase**

RESIDENTIAL , BUSINESS SERVICES, AND SPECIAL ACCESS

Residential Services
Business Services
Special Access
 Subtotal

\$6,926,622

Percent Increase
4.18%

OTHER SERVICES

Establish Late Payment Charge of 1.5%
Increase Remote Call Forwarding Rates by \$3.00
Increase Custom Calling Service Rates by Various Rates
Increase Directory Listing Rates by \$1.95
 Subtotal

\$13,073,378

GRAND TOTAL
Revenue Goal

\$20,000,000

End Confidential

4.18%

RESIDENTIAL NETWORK ACCESS SERVICE

Begin Confidential

	(a)	(b) 12 MTD 09/03 Avg Units	(c) Current Rate	(d) Proposed Rate	(e) Change in Rate (d) - (c)	(f) Current Annual Revenues (b) * (c) *12	(g) Proposed Annual Revenues (b) * (d) *12	(h) Change in Annual Revenues (g) - (f)
1		*****				*****	*****	*****
2	Basic One Party Measured	*****	\$7.25	\$7.55	\$0.30	*****	*****	*****
3		*****				*****	*****	*****
4	Premium One Party Flat ¹	*****	\$13.00	\$13.54	\$0.54	*****	*****	*****
5	Premium Foreign Company	*****	\$13.00	\$13.54	\$0.54	*****	*****	*****
6	Premium Foreign Exchange	*****	\$13.00	\$13.54	\$0.54	*****	*****	*****
7		*****				*****	*****	*****
8	Premium Plus Flat ²	*****	\$13.00	\$13.54	\$0.54	*****	*****	*****
9	Premium Plus Measured ²	*****	\$13.00	\$13.54	\$0.54	*****	*****	*****
10		*****				*****	*****	*****
11	Local Package Extra	*****	\$28.95	\$30.16	\$1.21	*****	*****	*****
12	Local Package	*****	\$25.95	\$27.04	\$1.09	*****	*****	*****
13		*****				*****	*****	*****
14	TOTAL	*****				*****	*****	*****

17 ¹ Includes Lifeline units.

18 ² Current and proposed rates do not include the flat rate service adder.

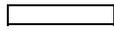
19

End Confidential

BUSINESS NETWORK ACCESS SERVICE		Begin confidential	4.18%					
	(a)	(b) 12 MTD 09/03 Avg Units	(c) Current Rate	(d) Proposed Rate	(e) Change in Rate (d) - (c)	(f) Current Annual Revenues (b) * (c) *12	(g) Proposed Annual Revenues (b) * (d) *12	(h) Change in Annual Revenues (g) - (f)
1								
2	Business One Party							
3								
4	Basic One Party Measured	*****	\$17.70	\$18.44	\$0.74	*****	*****	*****
5		*****				*****	*****	*****
6	Premium One Party Flat	*****	\$29.70	\$30.94	\$1.24	*****	*****	*****
7	Premium Foreign Company	*****	\$29.70	\$30.94	\$1.24	*****	*****	*****
8	Premium Foreign Exchange	*****	\$29.70	\$30.94	\$1.24	*****	*****	*****
9		*****				*****	*****	*****
10	Premium Plus Flat ¹	*****	\$29.70	\$30.94	\$1.24	*****	*****	*****
11	Premium Plus Measured ¹	*****	\$29.70	\$30.94	\$1.24	*****	*****	*****
12		*****				*****	*****	*****
13	Subtotal	*****				*****	*****	*****
14		*****				*****	*****	*****
15	Business Trunk	*****				*****	*****	*****
16		*****				*****	*****	*****
17	Basic Trunk - PBX - Two-Way	*****	\$24.70	\$25.73	\$1.03	*****	*****	*****
18	Basic Trunk - Key	*****	\$24.70	\$25.73	\$1.03	*****	*****	*****
19		*****				*****	*****	*****
20	Premium Trunk - PBX	*****	\$34.70	\$36.15	\$1.45	*****	*****	*****
21	Premium Trunk - PBX Foreign Company	*****	\$34.70	\$36.15	\$1.45	*****	*****	*****
22	Premium Trunk - PBX Foreign Exchange	*****	\$34.70	\$36.15	\$1.45	*****	*****	*****
23	Premium Trunk - Key System	*****	\$34.70	\$36.15	\$1.45	*****	*****	*****
24	Premium Trunk - Key System - FX	*****	\$34.70	\$36.15	\$1.45	*****	*****	*****
25	Premium Trunk - PBX - DID	*****	\$34.70	\$36.15	\$1.45	*****	*****	*****
26	Premium Trunk - PBX - DOD	*****	\$34.70	\$36.15	\$1.45	*****	*****	*****
27	Premium Trunk - Key System - FCO	*****	\$34.70	\$36.15	\$1.45	*****	*****	*****
28	Premium Plus Trunk - Flat ¹	*****	\$34.70	\$36.15	\$1.45	*****	*****	*****
29	Premium Plus Trunk - Measured ¹	*****	\$34.70	\$36.15	\$1.45	*****	*****	*****
30		*****				*****	*****	*****
31	Subtotal	*****				*****	*****	*****
32		*****				*****	*****	*****
33	TOTAL	*****				*****	*****	*****
34								

¹ Current and proposed rates do not include the flat rate service adder.

End Confidential



SPECIAL ACCESS		Begin Confidential			4.18%		
(a)	(b) <u>12 MTD 09/03 Avg Units</u>	(c) <u>Current Rate</u>	(d) <u>Proposed Rate</u>	(e) <u>Change in Rate</u> (d) - (c)	(f) <u>Current Annual Revenues</u> (b) * (c) *12	(g) <u>Proposed Annual Revenues</u> (b) * (d) *12	(h) <u>Change in Annual Revenues</u> (g) - (f)
1							
2	<u>Voiceband Facilities</u>	*****					
3	Special Transport (Per Mile)	*****	\$4.45	\$4.64	\$0.19	*****	*****
4	Special Access Line Two-Wire	*****	\$17.50	\$18.23	\$0.73	*****	*****
5	Special Access Line Four-Wire	*****	\$26.50	\$27.61	\$1.11	*****	*****
6	Subtotal	*****				*****	*****
7		*****				*****	*****
8	<u>Digital Data Services (DDS)</u>	*****					
9	Special Transport - All Speeds	*****	\$4.45	\$4.64	\$0.19	*****	*****
10	Special Access Lines - All Speeds	*****	\$91.54	\$95.37	\$3.83	*****	*****
11	Subtotal	*****				*****	*****
12		*****				*****	*****
13	<u>High Capacity DS1</u>	*****					
14	DS1 Special Access Line - 1st System	*****	\$150.00	\$156.28	\$6.28	*****	*****
15	DS1 Special Access Line - Addl System	*****	\$142.50	\$148.46	\$5.96	*****	*****
16	Subtotal	*****				*****	*****
17		*****				*****	*****
18	TOTAL	*****				*****	*****

End confidential