

**BEFORE THE STATE CORPORATION COMMISSION  
OF THE STATE OF KANSAS**

In the Matter of the Application of Columbus )  
Communications Services, LLC for )  
Additional Kansas Universal Service Fund ) DOCKET NO. 22-COST-546-KSF  
Support Pursuant to K.S.A. 66-2008. )  
)

SCHEDULES

PREPARED BY

STAFF

UTILITIES DIVISION

KANSAS CORPORATION COMMISSION

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
DOCKET NO. 22-COST-546-KSF

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COLUMBUS COMMUNICATIONS SERVICES, LLC.  
 DOCKET NO. 22-COST-546-KSF  
 STAFF REVENUE REQUIREMENT  
 FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Line No.	Description	A Staff Adjusted Total Company	B Staff Adjusted Interstate	C Staff Adjusted Intrastate
1	PROFORMA RATE BASE	\$2,417,514	\$1,601,810	\$815,704
2	STAFF RATE OF RETURN	<u>7.4200%</u>	<u>7.4200%</u>	<u>7.4200%</u>
3	OPERATING INCOME REQUIRED	179,380	118,854	60,525
4	PROFORMA OPERATING INCOME	<u>(730,832)</u>	<u>(419,593)</u>	<u>(311,239)</u>
5	NET PROFORMA REVENUE INCREASE / (DECREASE)	910,212	538,447	371,764
6	NET TO GROSS MULTIPLIER	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
7	GROSS PROFORMA REVENUE INCREASE / (DECREASE)	<u><u>\$910,212</u></u>	<u><u>\$538,447</u></u>	<u><u>\$371,764</u></u>

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
 DOCKET NO. 22-COST-546-KSF  
 STAFF ADJUSTED AND PRO FORMA RATE BASE  
 FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Schedule A-1

Line No.	Acct	Description	A Applicant Book Balance	B Applicant Cost Study Adjustments	C Applicant Cost Study Balance	D Applicant Proforma Adjustments	E Applicant Proforma Balance	F Staff Adjustments	G Staff Adjusted Balance	H /---- Allocation ----/ Interstate	I Intrastate	J Staff Adjusted Intrastate Rate Base	K Staff Adjusted Intrastate Rate Base
1	2111.000	Land	\$10,893	(\$513)	\$10,380		\$10,380	\$0	\$10,380	0.684155	0.315845	\$7,102	\$3,278
2	2112.000	Motor Vehicles	10,647	(502)	10,145		10,145	0	10,145	0.684155	0.315845	6,941	\$3,204
3	2114.000	Other Work Equipment	356,128	(16,776)	339,352		339,352	0	339,352	0.684155	0.315845	232,169	\$107,183
4	2121.000	Buildings	1,124,100	(52,953)	1,071,147		1,071,147	7,402	1,078,549	0.684155	0.315845	737,895	\$340,654
5	2122.000	Furniture/Office Equipment	83,311	(3,925)	79,386		79,386	1,182	80,568	0.684155	0.315845	55,121	\$25,447
6	2124.000	General Purpose Computers	57,210	(2,695)	54,515		54,515	1,984	56,499	0.684155	0.315845	38,654	\$17,845
7		Total General Support Facilities	1,642,289	(77,364)	1,564,925	0	1,564,925	10,568	1,575,493			1,077,881	497,612
8	2212.000	Digital Central Office Equipment	55,601		55,601		55,601	0	55,601	0.379032	0.620968	21,075	34,526
9	2212.100	Central Office Equip - Soft Switch	488,505	9,786	498,291		498,291	0	498,291	0.379032	0.620968	188,868	309,423
10	2232.100	Circuit Equipment - EAS	20,723		20,723		20,723	0	20,723	0.379032	0.620968	7,855	12,868
11	2232.200	Circuit Equipment - Subscriber	34,248		34,248		34,248		34,248	0.823559	0.176441	28,205	6,043
12	2232.300	Circuit Equipment - Intrxchg	20,938		20,938		20,938		20,938	0.823559	0.176441	17,244	3,694
13	2232.400	Circuit Equipment - FTTH Wave7	0		0		0		0	0.823559	0.176441	0	0
14	2232.500	Circuit Equipment - FTTH	3,686,478	(9,786)	3,676,692		3,676,692	17,977	3,694,669	0.823559	0.176441	3,042,778	651,891
15		Total Central Office Equipment	4,306,493	0	4,306,493	0	4,306,493	17,977	4,324,470			3,306,024	1,018,446
16	2351	Public Telephone Equipment	0		0		0	0	0			0	0
17		Total Info Orig/Term Equipment	0	0	0	0	0	0	0			0	0
18	2422.200	EAS Fiberoptic Cable	9,507		9,507		9,507	0	9,507	0.606863	0.393137	5,769	3,738
19	2422.300	Underground Fiber Cable - FTTH	1,645,923		1,645,923		1,645,923	0	1,645,923	0.606863	0.393137	998,850	647,073
20	2423.000	Buried Cable	13,781		13,781		13,781	2,910	16,691	0.606863	0.393137	10,129	6,562
21	2423.300	Buried Fiber Cable	951,829		951,829		951,829	6,800	958,629	0.606863	0.393137	581,756	376,873
22	2423.310	Buried Cable - FTTH	18,278		18,278		18,278	0	18,278	0.606863	0.393137	11,092	7,186
23	2441.000	Conduit Systems	1,942,293		1,942,293		1,942,293	0	1,942,293	0.606863	0.393137	1,178,706	763,587
24		Total Cable and Wire Facilities	4,581,611	0	4,581,611	0	4,581,611	9,710	4,591,321			2,786,303	1,805,018
25	2681	Capitalized Lease	0		0		0	0	0	0.000000	1.000000	0	0
26	2690	Intangibles-Organization	0		0		0	0	0	0.684155	0.315845	0	0
27		Gross Telephone Plant	10,530,393	(77,364)	10,453,029	0	10,453,029	38,255	10,491,284			7,170,209	3,321,075
28	3100	Accumulated Depreciation	(7,769,055)	49,744	(7,719,311)		(7,719,311)	(415,263)	(8,134,574)	0.689460	0.310540	(5,608,463)	(2,526,111)
29	3400	Accumulated Amortization	0		0		0	0	0	1.000000	0.000000	0	0
30		Net Telephone Plant	2,761,338	(27,620)	2,733,718	0	2,733,718	(377,008)	2,356,710			1,561,745	794,965
31	1220	Materials and Supplies	0		0		0	0	0	0.606863	0.393137	0	0
32	1402	RTB Stock	0		0		0	0	0	0.000000	1.000000	0	0
33	1403	Goodwill	0		0		0	0	0	0.000000	1.000000	0	0
34	1410	Other Noncurrent Asset	0		0		0	0	0	1.000000	0.000000	0	0
35	2003	TPUC - Short Term	0		0		0	0	0	0.000000	1.000000	0	0
36	2005	Telecommunications PLT ADJ	0		0		0	0	0	0.000000	1.000000	0	0
37	4040	Customer Deposits	0		0		0	0	0	0.000000	1.000000	0	0
38	MISC	Other Credit Accounts	0		0		0	0	0	0.000000	1.000000	0	0
39		Net Investment	2,761,338	(27,620)	2,733,718	0	2,733,718	(377,008)	2,356,710			1,561,745	794,965
40		Cash Working Capital	60,435		60,435		60,435	369	60,804	0.658923	0.341077	40,065	20,739
41		Total Rate Base	\$2,821,773	(\$27,620)	\$2,794,153	\$0	\$2,794,153	(\$376,639)	\$2,417,514			\$1,601,810	\$815,704

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
DOCKET NO. 22-COST-546-KSF  
STAFF ADJUSTMENTS TO RATE BASE  
FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Line No.	Acct	Description	A Applicant Pro Forma Rate Base	B Staff Adjustment No. 1	C Staff Adjustment No. 2	D Staff Adjustment No. 3	E Total Staff Adjustments	F Staff Adjusted Rate Base
1	2111	Land	10,380				0	10,380
2	2112	Motor Vehicles	10,145				0	10,145
3	2114	Other Work Equipment	339,352				0	339,352
4	2121	Buildings	1,071,147	7,402			7,402	1,078,549
5	2122	Furniture/Office Equipment	79,386	1,182			1,182	80,568
6	2124	General Purpose Computers	54,515	1,984			1,984	56,499
7		Total General Support Facilities	1,564,925	10,568	0	0	10,568	1,575,493
8	2212	Digital Central Office Equipment	55,601				0	55,601
9	2212.1	Central Office Equip - Soft Switch	498,291				0	498,291
10	2232.1	Circuit Equipment - EAS	20,723				0	20,723
11	2232.2	Circuit Equipment - Subscriber	34,248				0	34,248
12	2232.3	Circuit Equipment - Intrxchg	20,938				0	20,938
13	2232.4	Circuit Equipment - FTTH Wave7	0				0	0
14	2232.5	Circuit Equipment - FTTH	3,676,692	17,977		0	17,977	3,694,669
15		Total Central Office Equipment	4,306,493	17,977	0	0	17,977	4,324,470
16	2351	Public Telephone Equipment	0				0	0
17		Total Info Orig/Term Equipment	0	0	0	0	0	0
18	2422.2	EAS Fiberoptic Cable	9,507				0	9,507
19	2422.3	Underground Fiber Cable - FTTH	1,645,923				0	1,645,923
20	2423	Buried Cable	13,781	2,910			2,910	16,691
21	2423.3	Buried Fiber Cable	951,829	6,800			6,800	958,629
22	2423.31	Buried Cable - FTTH	18,278				0	18,278
23	2441	Conduit Systems	1,942,293				0	1,942,293
24		Total Cable and Wire Facilities	4,581,611	9,710	0	0	9,710	4,591,321
25	2681	Capitalized Lease	0				0	0
26	2690	Intangibles-Organization	0				0	0
27		Gross Telephone Plant	10,453,029	38,255	0	0	38,255	10,491,284
28	3100	Accumulated Depreciation	(7,719,311)		(415,263)		(415,263)	(8,134,574)
29	3400	Accumulated Amortization	0				0	0
30		Net Telephone Plant	2,733,718	38,255	(415,263)	0	(377,008)	2,356,710
31	1220	Materials and Supplies	0				0	0
32	1402	RTB Stock	0				0	0
33	1403	Goodwill	0				0	0
34	1403	Accumulated Amort-Goodwill	0				0	0
35	2003	TPUC - Short Term	0				0	0
36	2005	Telecommunications PLT ADJ	0				0	0
37	4040	Customer Deposits	0				0	0
38	MISC	Other Credit Accounts	0				0	0
39		Net Investment	2,733,718	38,255	(415,263)	0	(377,008)	2,356,710
40		Cash Working Capital	60,435			369	369	60,804
41		Total Rate Base	2,794,153	38,255	(415,263)	369	(376,639)	2,417,514

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
DOCKET NO. 22-COST-546-KSF  
STAFF CASH WORKING CAPITAL AS ADJUSTED  
FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Line No.	Description	A Applicant Proforma Balance	B Staff Adjustments	C Staff Adjusted Balance	D Interstate	E Intrastate
*****		*****	*****	*****	*****	*****
1	Total Operating Expenses	\$2,318,941	(\$89,801)	\$2,229,140	\$1,554,821	\$674,319
2	Less: Depreciation and Amortization Expenses	<u>876,953</u>	<u>(59,650)</u>	<u>817,303</u>	<u>611,123</u>	<u>206,180</u>
3	Net Cash Expense before taxes	1,441,988	(30,151)	1,411,837	943,698	468,139
4	Federal Income Taxes					
5	State Income Taxes					
6	Interest Expense (from Schedule B-4-1)	<u>0</u>	<u>39,121</u>	<u>39,121</u>	<u>25,925</u>	<u>13,196</u>
7	Total Cash Expenses	<u>1,441,988</u>	<u>8,970</u>	<u>1,450,958</u>	<u>969,623</u>	<u>481,335</u>
8	Staff Adjusted Cash Working Capital for O&M Operations (15 days) (total cash expense * .041096) (15 days / 365 days)	<u>\$59,260</u>	<u>\$369</u>	<u>\$59,628</u>	<u>\$39,848</u>	<u>\$19,781</u>
9	Applicant Section 4, Schedule 1, Column E	<u>\$292,867</u>			40,064.91	20,738.72
10	Difference in Applicant rate base amounts	<u>(233,607)</u>	<u>(233,607)</u>			
11	Staff adjustment including correction for Applicant rate base difference		<u><u>(\$233,239)</u></u>			

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
DOCKET NO. 22-COST-546-KSF  
EXPLANATION OF STAFF ADJUSTMENTS TO RATE BASE  
FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Line No.	Description	Increase / (Decrease) to Rate Base
*****		
	<u>STAFF ADJUSTMENT NO. 1</u> (Figgs)	
1	Buildings	\$7,402
2	Furniture/Office Equipment	1,182
3	General Purpose Computers	1,984
4	Circuit Equipment - FTTH	17,977
5	Buried Cable	2,910
6	Buried Fiber Cable	6,800
7	To reflect update to Plant in Service	
	 <u>STAFF ADJUSTMENT NO. 2</u> (Figgs)	
8	Accumulated Depreciation	(415,263)
9	To reflect update to Accumulated Depreciation	
	 <u>STAFF ADJUSTMENT NO. 3</u> (Figgs)	
10	Cash Working Capital	369
11	To reflect the net effect of Staff adjustments to cash working capital calculation	

COLUMBUS COMMUNICATIONS SERVICES, LLC.

Schedule B-1

DOCKET NO. 22-COST-546-KSF  
STAFF ADJUSTED AND PRO FORMA OPERATING INCOME STATEMENT  
FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Line No.	Acct No.	Description	A Applicant Book Balance	B Applicant Cost Study	C Applicant Cost Study	D Applicant Proforma	E Applicant Proforma	F Staff Adjustments	G Staff Adjusted Balance	H /--- Allocation ---/ Interstate	I /--- Allocation ---/ Intrastate	J Staff Adjusted Interstate Inc.	K Staff Adjusted Intrastate Inc.	L Staff Pro Forma Adjustments	M Staff Pro Forma Adjusted
<b>Operating Revenues</b>															
1	5001	Local Network Services Revenues	\$234,236		\$234,236		\$234,236	\$0	\$234,236			\$0	\$234,236		\$234,236
2		Federal High Cost Loop Support	253,752		253,752	(253,752)	0	24,132	24,132			0	\$24,132		\$24,132
3		Kansas Universal Service Support	0		0		0	0	0			0	\$0	\$371,764	\$371,764
4	5080	Network Access Revenue	1,202,836		1,202,836		1,202,836	0	1,202,836			1,135,228	\$67,608		\$67,608
5	5100	Long Distance Network Service Rev	0		0		0	0	0			0	\$0		\$0
6	5270	Billing and Collection	14,058		14,058		14,058	0	14,058			0	\$14,058		\$14,058
7	5270	Misc Revenue	22,282		22,282		22,282	0	22,282			0	\$22,282		\$22,282
8	5280	Non-regulated Revenue	298	(298)	0		0	0	0			0	\$0		\$0
9	5300	Uncollectible Revenue	764		764		764	0	764			0	\$764		\$764
10		Total revenues	1,728,226	(298)	1,727,928	(253,752)	1,474,176	24,132	1,498,308			1,135,228	363,080	371,764	734,844
<b>Plant Specific Operations Expenses</b>															
11	6110	Network Support Expense	36,624	(1,725)	34,899		34,899	(6,198)	28,701	0.684155	0.315845	19,636	9,065		9,065
12	6120	General Support Expense	64,627	(3,044)	61,583		61,583	(1,945)	59,638	0.684155	0.315845	40,802	18,836		18,836
14	6210	Central Office Switching Expense	28,428		28,428		28,428	(1,577)	26,851	0.766385	0.233615	20,578	6,273		6,273
15	6230	Central Office Transmission Expense	301,966		301,966		301,966	(58,192)	243,774	0.766385	0.233615	186,825	56,949		56,949
16	6310	Information Orig/Term Expense	0		0		0	0	0	1.000000	0.000000	0	0		0
17	6410	Cable and Wire Facilities Exp	180,669		180,669		180,669	3,404	184,073	0.606863	0.393137	111,707	72,366		72,366
18		Total Plant Specific Operations Exp.	612,314	(4,769)	607,545	0	607,545	(64,508)	543,037			379,548	163,489	0	163,489
<b>Plant Non-Specific Operations Expense</b>															
20	6510	Other Plant Expense	310		310		310	(413)	(103)	0.684155	0.315845	(70)	(33)		(33)
21	6530	Network Operations Expense	85,303		85,303		85,303	6,069	91,372	0.684155	0.315845	62,513	28,859		28,859
22	6540	Access Expense	54,236	(6,825)	47,411		47,411	0	47,411	1.000000	0.000000	47,411	0		0
23	6560	Depreciation & Amortization	751,976	(4,167)	747,809	129,144	876,953	(59,650)	817,303	0.747731	0.252269	611,123	206,180		206,180
24	6565	Amort of Plant Acquisition Adjustment	0		0		0	0	0	0.684155	0.315845	0	0		0
25		Total Plant Non-Specific Operations Exp.	891,825	(10,992)	880,833	129,144	1,009,977	(53,994)	955,983			720,976	235,007	0	235,007
<b>Customer Operations Expense</b>															
26	6610	Marketing Expense	29,032	(3,291)	25,741		25,741	(8,203)	17,538	0.472867	0.527133	8,293	9,245		9,245
28	6620	Directory Expense	0		0		0	0	0	0.000000	1.000000	0	0		0
29	6620	Services Expense	150,968	(17,687)	133,281		133,281	2,412	135,693	0.428726	0.571274	58,175	77,518		77,518
30		Total Customer Operations Expense	180,000	(20,978)	159,022	0	159,022	(5,791)	153,231			66,468	86,763	0	86,763
<b>Corporate Operations Expense</b>															
32	6710	Executive and Planning Exp	45,295	(1,274)	44,021		44,021	1,253	45,274	0.649366	0.350634	29,399	15,875		15,875
33	6720	General and Administrative Exp	474,250	(15,146)	459,104		459,104	33,092	492,196	0.688745	0.311255	338,998	153,198		153,198
34	6720	KUSF Audit Expense	0		0	30,000	30,000	(18,984)	11,016	0.000000	1.000000	0	11,016		11,016
35		Total Corporate Operations Expense	519,545	(16,420)	503,125	30,000	533,125	15,361	548,486			368,397	180,089	0	180,089
<b>Operating Taxes &amp; Other Operating Expenses</b>															
37	7210	Amortization of ITC	0		0		0	0	0			0	0		0
38	7220	Operating Federal Income Taxes	0		0		0	0	0			0	0		0
39	7230	Operating State Income Taxes	0		0		0	0	0			0	0		0
40	7240	Other Operating Taxes	35,054	(256)	34,798		34,798	(6,495)	28,303	0.684155	0.315845	19,364	8,939		8,939
41	7250	Deferred Operating Income Taxes	0		0		0	0	0			0	0		0
42	7340	Allow. for Funds Used During Const.	0		0		0	0	0			0	0		0
43	7370	Contributions and Fees	4,474		4,474		4,474	(4,374)	100	0.685299	0.314701	69	31		31
44	5240	Rent Revenue	0		0		0	0	0			0	0		0
45	7310	Dividend & Interest	0		0		0	0	0			0	0		0
46	7360	Other Income	0		0		0	0	0			0	0		0
47	7500	Interest Expense	0		0		0	0	0			0	0		0
48		Total Oper. Taxes & Other Oper. Exp.	39,528	(256)	39,272	0	39,272	(10,869)	28,403			19,432	8,971	0	8,971
49		Total Operating Expenses	2,243,212	(53,415)	2,189,797	159,144	2,348,941	(119,801)	2,229,140			1,554,821	674,319	0	674,319
50		Net Operating Income	(\$514,986)	\$53,117	(\$461,869)	(\$412,896)	(\$874,765)	\$143,933	(\$730,832)			(\$419,593)	(\$311,239)	\$371,764	\$60,525



COLUMBUS COMMUNICATIONS SERVICES, LLC.  
 DOCKET NO. 22-COST-546-KSF  
 STAFF ADJUSTMENTS TO INCOME STATEMENT  
 FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Line No.	No.	Description	A Applicant Proforma Inc. Statement	B Staff Adjustment No. 1	C Staff Adjustment No. 2	D Staff Adjustment No. 3	E Staff Adjustment No. 4	F Staff Adjustment No. 5	G Staff Adjustment No. 6	H Staff Adjustment No. 7	I Staff Adjustment No. 8	J Staff Adjustment No. 9	K Staff Adjustment No. 10	L Staff Adjustment No. 11	M Staff Adjustment No. 12	N Total Staff Adjustments	O Staff Adj. Income Statement	
0 Operating Revenues																		
1	5001	Local Network Services Revenues	\$234,236														\$0	\$234,236
2		Federal High Cost Loop Support	\$0	24,132													24,132	24,132
3		Kansas Universal Service Support	\$0														0	0
4	5080	Network Access Revenue	\$1,202,836														0	1,202,836
5	5100	Long Distance Network Service Rev	\$0														0	0
6	5270	Billing and Collection	\$14,058														0	14,058
7	5270	Misc Revenue	\$22,282														0	22,282
8	5280	Non-regulated Revenue	\$0														0	0
9	5300	Uncollectible Revenue	\$764														0	764
10		Total revenues	1,474,176	24,132	0	0	0	0	0	0	0	0	0	0	0	0	24,132	1,498,308
11 Plant Specific Operations Expenses																		
12	6110	Network Support Expense	34,899										(169)		(6,029)	(6,198)	28,701	
13	6120	General Support Expense	61,583											(1,945)		(1,945)	59,638	
14	6210	Central Office Switching Expense	28,428			(1,191)	(386)									(1,577)	26,851	
15	6230	Central Office Transmission Expense	301,966			(44,002)	(14,190)									(58,192)	243,774	
16	6310	Information Orig/Term Expense	0														0	0
17	6410	Cable and Wire Facilities Exp	180,669			2,421	983										3,404	184,073
18		Total Plant Specific Operations Exp.	607,545	0	0	(42,772)	(13,593)	0	0	0	0	0	(169)	(1,945)	(6,029)	(64,508)	543,037	
19 Plant Non-Specific Operations Expense																		
20	6510	Other Plant Expense	310			(311)	(102)										(413)	(103)
21	6530	Network Operations Expense	85,303			4,491	1,578										6,069	91,372
22	6540	Access Expense	47,411														0	47,411
23	6560	Depreciation & Amortization	876,953		(59,650)												(59,650)	817,303
24	6565	Amort of Plant Acquisition Adjustment	0														0	0
25		Total Plant Non-Specific Operations Exp.	1,009,977	0	(59,650)	4,180	1,476	0	0	0	0	0	0	0	0	(53,994)	955,983	
26 Customer Operations Expense																		
27	6610	Marketing Expense	25,741			3,926	1,316		(5,968)	(6,996)						(481)	(8,203)	17,538
28	6620	Directory Expense	0														0	0
29	6620	Services Expense	133,281			2,848								(436)		2,412	135,693	
30		Total Customer Operations Expense	159,022	0	0	6,774	1,316	0	(5,968)	(6,996)	0	0	(436)	(481)	(5,791)	153,231		
31 Corporate Operations Expense																		
32	6710	Executive and Planning Exp	44,021			3,987	1,290				(1,906)	(1,290)	(828)				1,253	45,274
33	6720	General and Administrative Exp	459,104			27,491	9,334			(22)	(742)		(838)	(268)	(1,863)	33,092	492,196	
34	6720	KUSF Audit Expense	30,000					(18,984)								(18,984)	11,016	
35		Total Corporate Operations Expense	533,125	0	0	31,478	10,624	(18,984)	0	(22)	(2,648)	(1,290)	(1,666)	(268)	(1,863)	15,361	548,486	
36 Operating Taxes & Other Operating Expenses																		
37	7210	Amortization of ITC	0														0	0
38	7220	Operating Federal Income Taxes	0														0	0
39	7230	Operating State Income Taxes	0														0	0
40	7240	Other Operating Taxes	34,798						(6,495)							(6,495)	28,303	
41	7250	Deferred Operating Income Taxes	0														0	0
42	7340	Allow. for Funds Used During Const.	0														0	0
43	7370	Contributions and Fees	4,474								(4,374)					(4,374)	100	
44	5240	Rent Revenue	0														0	0
45	7310	Dividend & Interest	0														0	0
46	7360	Other Income	0														0	0
47	7500	Interest Expense	0														0	0
48		Total Oper. Taxes & Other Oper. Exp.	39,272	0	0	0	0	(6,495)	0	(4,374)	0	0	0	0	0	(10,869)	28,403	
49		Total Operating Expenses	2,348,941	0	(59,650)	(340)	(177)	(18,984)	(6,495)	(5,990)	(14,018)	(1,290)	(1,835)	(2,649)	(8,373)	(119,801)	2,229,140	
50		Net Operating Income	(\$874,765)	\$24,132	\$59,650	\$340	\$177	\$18,984	\$6,495	\$5,990	\$14,018	\$1,290	\$1,835	\$2,649	\$8,373	\$143,933	(\$730,832)	

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
DOCKET NO. 22-COST-546-KSF  
EXPLANATION OF STAFF ADJUSTMENTS TO OPERATIONS  
FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Line No.	Description	Increase / (Decrease) to Rate Base
*****		
1	<u>STAFF ADJUSTMENT NO. 1</u> (McCullar)	
2	Federal High Cost Loop Support	\$24,132
3	To reflect known level of federal HCL support	
4	<u>STAFF ADJUSTMENT NO. 2</u> (Figgs)	
5	Depreciation & Amortization	(59,650)
6	To reflect update to Depreciation Expense	
7	<u>STAFF ADJUSTMENT NO. 3</u> (Figgs)	
8	Central Office Switching Expense	(1,191)
9	Central Office Transmission Expense	(44,002)
10	Cable and Wire Facilities Exp	2,421
11	Other Plant Expense	(311)
12	Network Operations Expense	4,491
13	Marketing Expense	3,926
14	Services Expense	2,848
15	Executive and Planning Exp	3,987
16	General and Administrative Exp	27,491
17	To Reflect Staff's Adjustment to Payroll Expense	
18	<u>STAFF ADJUSTMENT NO. 4</u> (Figgs)	
19	Central Office Switching Expense	(386)
20	Central Office Transmission Expense	(14,190)
21	Cable and Wire Facilities Exp	983
22	Other Plant Expense	(102)
23	Network Operations Expense	1,578
24	Marketing Expense	1,316
25	Services Expense	0
26	Executive and Planning Exp	1,290
27	General and Administrative Exp	9,334
28	To Reflect Staff's Adjustment to Employee Benefits and Payroll Related Taxes	
29	<u>STAFF ADJUSTMENT NO. 5</u> (Figgs)	
30	KUSF Audit Expense	(18,984)
31	To Reflect Actual Audit Expense	
32	<u>STAFF ADJUSTMENT NO. 6</u> (Figgs)	
33	Other Operating Taxes	(6,495)
34	To Adjust Property Taxes to Current Level	

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
DOCKET NO. 22-COST-546-KSF  
EXPLANATION OF STAFF ADJUSTMENTS TO OPERATIONS  
FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Line No.	Description	Increase / (Decrease) to Rate Base
*****		
35	<u>STAFF ADJUSTMENT NO. 7</u> (Figgs)	
36	Marketing Expense	(5,968)
37	General and Administrative Exp	(22)
38	To Remove Costs Related to Image Advertising	
39	<u>STAFF ADJUSTMENT NO. 8</u> (Figgs)	
40	Marketing Expense	(6,996)
41	Executive and Planning Exp	(1,906)
42	General and Administrative Exp	(742)
43	Contributions and Fees	(4,374)
44	To Remove Costs Associated with Dues, Donations, and Sponsorships	
45	<u>STAFF ADJUSTMENT NO. 9</u> (Figgs)	
46	Executive and Planning Exp	(1,290)
47	To Remove Costs Associated with Legislative Lobbying	
48	<u>STAFF ADJUSTMENT NO. 10</u> (Figgs)	
49	Network Support Expense	(169)
50	Executive and Planning Exp	(828)
51	General and Administrative Exp	(838)
52	To Remove Costs That are Related to Travel and Training	
53	<u>STAFF ADJUSTMENT NO. 11</u> (Figgs)	
54	General Support Expense	(1,945)
55	Services Expense	(436)
56	General and Administrative Exp	(268)
57	To Remove Costs Related to Subscriptions	
58	<u>STAFF ADJUSTMENT NO. 12</u> (Figgs)	
59	Network Support Expense	(6,029)
60	Marketing Expense	(481)
61	General and Administrative Exp	(1,863)
62	To Adjust Costs Related to Miscellaneous Expenses	

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
 DOCKET NO. 22-COST-546-KSF  
 INTEREST CALCULATION  
 FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Schedule B-4-1

LINE NO.	DESCRIPTION	A STAFF ADJUSTED	B TOTAL STAFF ADJUSTED INTERSTATE	C TOTAL STAFF ADJUSTED INTRASTATE
***	*****	*****	*****	*****
1	RATE BASE	\$2,356,710	\$1,561,745	\$794,965
2	WEIGHTED COST OF DEBT (Schedule C-1)	1.6600%	1.6600%	1.6600%
3	INTEREST EXPENSE	<u>\$39,121</u>	<u>\$25,925</u>	<u>\$13,196</u>

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
DOCKET NO. 22-COST-546-KSF  
**HYPOTHETICAL CAPITAL STRUCTURE**  
FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Schedule C-1

Line No.	Description	A Applicant Per Book Balance	B Staff Adjustments	C Staff Adjusted Book Balance	D Staff Hypothetical Capital Structure Ratios	E Cost of Capital	F Weighted Cost of Capital
***	*****	*****	*****	*****	*****	*****	*****
1	Total Long Term Debt	\$3,411,674	\$9,191,408	\$12,603,082	40.00%	4.16%	1.66%
2	Total Common Equity	28,096,030	(9,191,408)	18,904,622	60.00%	9.60%	5.76%
4	Total Capitalization	<u>\$31,507,704</u>	<u>\$0</u>	<u>\$31,507,704</u>	<u>100.00%</u>		<u>7.42%</u>

Total Weighted Cost of Debt:

Long Term Debt 1.6600%

Total Cost of Debt 1.6600%

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
DOCKET NO. 22-COST-546-KSF  
STAFF ADJUSTMENTS TO CAPITAL STRUCTURE  
FOR THE TEST YEAR ENDED DECEMBER 31, 2021

Schedule C\_2

Line No.	Description	A Applicant Per Book Balance	B Staff Adjustment No. 1	C Total Staff Adjustments	D Staff Adjusted Capital Structure
***	*****	*****	*****	*****	*****
1	Long Term Debt	\$3,411,674	\$9,191,408	\$9,191,408	\$12,603,082
2	Common Equity	28,096,030	(9,191,408)	(9,191,408)	18,904,622
3	Customer Deposits	0		0	0
4	Total Capitalization	<u>\$31,507,704</u>	<u>\$0</u>	<u>\$0</u>	<u>\$31,507,704</u>

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
 DOCKET NO. 22-COST-546-KSF  
 EXPLANATION OF STAFF ADJUSTMENTS TO CAPITAL STRUCTURE  
 FOR THE TEST YEAR ENDED DECEMBER 31, 2021

LINE		INCREASE / (DECREASE)
NO.	DESCRIPTION	O CAPITAL STRUCTURE
***	*****	
	<u>STAFF ADJUSTMENT NO. 1</u>	
1	LONG TERM DEBT	\$9,191,408
2	COMMON EQUITY	(9,191,408)
3	To Update S&T's Capital Structure	

COLUMBUS COMMUNICATIONS SERVICES, LLC.  
DOCKET NO. 22-COST-546-KSF  
STAFF ADJUSTED TIER & DSC CALCULATIONS  
FOR THE TEST YEAR ENDED DECEMBER 31, 2021

SCHEDULE D-1

Line No.	Description	Staff Adjusted Total Company	Staff Adjusted Interstate	Staff Pro Forma Adjusted Intrastate
**	*****	*****	*****	*****
1	TIER	(17.68)	(15.18)	5.59

TIMES INTEREST EARNED RATIO

$$\text{TIER} = \frac{\text{Net margin} + \text{Interest on long term debt}}{\text{Interest on long term debt}}$$

2	DSC	3.21	8.39	21.21
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DEBT SERVICE COVERAGE

$$\text{DSC} = \frac{\text{Net margin} + \text{Interest on long term debt} + \text{Depreciation \& amortization}}{\text{Interest and principal payments on long term debt}}$$

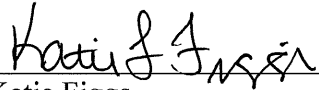
	Total Company	Interstate	Pro-Forma Intrastate
	*****	*****	*****
Net Margin <sup>(1)</sup>	(\$730,832)	(\$419,593)	\$60,525
Interst on Long Term Debt <sup>(3)</sup>	39,121	25,925	13,196
Depreciation & Amortization <sup>(4)</sup>	817,303	611,123	206,180
Principal payments on long term debt <sup>(2)</sup>	0	0	0
<u>Allocator for principal payments to interstate and intrastate:</u>			
Total Net Telephone Plant <sup>(5)</sup>	2,417,514	1,601,810	815,704
		66.2586%	33.7414%
			\$371,764



STATE OF KANSAS                    )  
  ) ss.  
COUNTY OF SHAWNEE            )

**VERIFICATION**


Katie Figgs, being duly sworn upon her oath deposes and states that she is a Senior Auditor for the Utilities Division of the Kansas Corporation Commission of the State of Kansas, that she has read and is familiar with the foregoing *Staff Schedules*, and attests that the statements contained therein are true and correct to the best of her knowledge, information and belief.

  
\_\_\_\_\_  
Katie Figgs  
Managing Auditor  
State Corporation Commission of the  
State of Kansas

Subscribed and sworn to before me this 5 day of October, 2022.

  
\_\_\_\_\_  
Notary Public

My Appointment Expires: 4-28-25

 NOTARY PUBLIC - State of Kansas  
ANN M. MURPHY  
My Appt. Expires 4/28/25

## CERTIFICATE OF SERVICE

22-COST-546-KSF

I, the undersigned, certify that a true and correct copy of the above and foregoing Direct Testimony was served via electronic service this 6th day of October, 2022, to the following:

DAVE SOPER, GENERAL MANAGER  
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Wendy Harper, DIVISION MANAGER  
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NICOLE STEPHENS, KUSF ADMINISTRATOR MANAGER  
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*/s/ Ann Murphy*

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Ann Murphy