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February 27, 1987

* ALSO ADMITTED IN THE U.S. PATENT
AND TRADEMARK OFFICE
** ALSO ADMITTED IN MISSOURI
*** ALSO ADMITTED IN TEXAS
**** ALSO ADMITTED IN CALIFORNIA

VIA FEDERAL EXPRESS

Mr. Dan Redel
Acting Secretary
Missouri Public Service Commission
Harry S. Truman State Office Bldg.
301 West High Street
Jefferson City, Missouri 65102

RE: Missouri Public Service Commission Case No. AO-87-48
Our File No. AL001-60

Dear Mr. Redel:

On behalf of ALLTEL Missouri, Inc. ("ALLTEL"), I herewith enclose for filing with the Commission in the above-referenced case, the original and three (3) copies of the following schedules:

1. Schedule 1, Computation of intrastate revenue requirements;
2. Schedule 2, Calculation of original cost intrastate rate base;
3. Schedule 3, Computation of cost of capital;
4. Schedule 4, Intrastate income statements;
5. Schedule 5, Income Tax Calculation, 12 months ended 12-31-86;
6. Schedule 6, Average Rate Assumption; and
7. Schedule 7, Ratebase Adjustments.

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FILED
MAR 2 1987
PUBLIC SERVICE COMMISSION

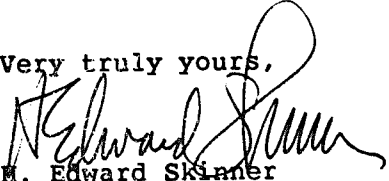
Mr. Dan Redel
February 27, 1987
-Page Two-

The enclosed Schedules are filed in compliance with Ordered Paragraph 2 of the Commission's November 3, 1986 Order. The Schedules provide ALLTEL's best estimate of the intrastate revenue requirement impact of the passage of the Tax Reform Act of 1986 on ALLTEL's 1986 Missouri jurisdictional operations.

I have provided copies of the enclosed Schedules to the General Counsel, the Office of the Public Counsel, and to all other parties of record.

Thank you for your attention to this matter.

Very truly yours,



M. Edward Skinner

HES:mw
Enclosures

cc: Mr. Will Staggs
ALLTEL

ALLTEL MISSOURI, INC.

SCHEDULE: 1
TITLE: COMPUTATION OF INTRASTATE
REVENUE REQUIREMENT
CASE NO. 86-57-48

DESCRIPTION	31-Dec-86 ORIGINAL COST	31-Dec-86 40% TAX RATE	31-Dec-86 34% TAX RATE
1. ADJUSTED RATE BASE (1)	19,176,495	19,408,933	19,513,492
2. REQUIRED OVERALL RATE OF RETURN AT AUTHORIZED RETURN ON EQUITY (2)	0.09075	0.09075	0.09075
3. REQUIRED OPERATING INCOME	1,740,267	1,761,361	1,770,849
4. PLUS OPERATING EXPENSES (INCLUDES TAXES) (3)	6,964,998	6,819,194	6,685,110
5. INTRASTATE REVENUE REQUIREMENT (4)	8,705,265	8,580,555	8,455,959

SUPPORTING SCHEDULES

- (1) SCHEDULE 2
- (2) SCHEDULE 3
- (3) SCHEDULE 4

RECAP SCHEDULES

- (4) SCHEDULE 4

FILED
MAR 2 1987
PUBLIC SERVICE COMMISSION

ALLTEL MISSOURI, INC.

SCHEDULE: 2

TITLE: CALCULATION OF ORIGINAL COST
INTRASTATE RATE BASE

CASE NO. AG-87-48

DESCRIPTION	TOTAL					
	ACTUAL 31-Dec-86	INTRASTATE PERCENT	INTRASTATE AMOUNT	INTRASTATE ADJUSTMENTS	INTRASTATE AS ADJUSTED	INTRASTATE 40% TAX RATE
				(1)		
1. GROSS UTILITY PLANT IN	47,764,741	0.7588	36,243,885		36,243,885	36,243,885
2. LESS: ACCUM. DEPR.	16,664,829	0.7734	12,888,579	(435)	12,888,144	12,888,144
3. NET UTILITY PLANT IN SERVICE	31,099,912		23,355,306	435	23,355,741	23,355,741
4. PLANT ACQUISITION ADJUSTMENT	0	0.0000	0		0	0
5. PLANT UNDER CONSTRUCTION	0	0.0000	0		0	0
6. MATERIALS & SUPPLIES	812,560	0.7511	610,314		610,314	610,314
7. WORKING CAPITAL	(267,968)		(202,121)	0	(202,121)	(202,121)
8. PREPAYMENTS	25,023	0.7588	18,987		18,987	18,987
9. RTB STOCK	0	0.0000	0		0	0
LESS:						
10. INTERCOMPANY PROFIT	(143,211)	0.7602	(108,869)		(108,869)	(108,869)
11. ACCELERATED DEPRECIATION (2)	(3,709,138)	0.7602	(2,819,687)		(2,819,687)	(2,819,687)
12. UNAMORTIZED ITC (2)	(1,939,996)	0.7602	(1,474,785)		(1,474,785)	(1,474,785)
13. INC TAX OFFSET (AT .082575)	(27,369)	1.0000	(27,369)	0	(27,369)	(27,369)
14. INTEREST EXPENSE OFFSET (AT .055123) (3)	(44,112)	1.0000	(44,112)		(44,112)	(44,112)
15. CUSTOMER DEPOSITS	(173,437)	0.7588	(131,604)		(131,604)	(131,604)
16. CUSTOMER ADVANCES FOR CONSTR.	0	1.0000	0		0	0
17. TOTAL (4)	25,632,264		19,176,060	435	19,176,495	19,408,933

NOTE

RECAP SCHEDULE

(1) TO ADJUST FOR THE DEREGULATION OF MOBILE TELEPHONE.
THIS ADJUSTMENT WAS MADE BY COMMISSION STAFF IN
CASE NO. TR-86-14.

(2) SCHEDULE 7
(3) SCHEDULE 1

(3) COMPUTATION OF INTEREST EXPENSE OFFSET:
INTEREST EXPENSE = (800,239)
INTEREST EXPENSE OFFSET = (44,112)

ALLTEL MISSOURI, INC.

SCHEDULE: 3
TITLE: COMPUTATION OF COST OF CAPITAL
CASE NO. AG-87-40

DESCRIPTION	31-Dec-86 AMOUNT	RATE	COST
1. LONG TERM DEBT	17,790,103	6.71%	1,193,716
2. PREFERRED STOCK			
3. COMMON EQUITY	8,905,090	13.8 (1)	1,228,902
4. TOTAL	26,695,193		2,422,618
	*****		*****
5. WEIGHTED COST OF CAPITAL		9.075%(2)	

NOTE

(1) RETURN AS COMPUTED IN LAST RATECASE
CASE NO. TR-86-14

RECAP SCHEDULE

(2) SCHEDULE 1

ALLTEL MISSOURI, INC.

SCHEDULE: 4

TITLE: INTRASTATE INCOME STATEMENT

CASE NO. 00-87-00

DESCRIPTION	12 MONTHS		INTRASTATE INTRASTATE	ADJUSTMENTS AMOUNT NUMBER	INTRASTATE AS ADJUSTED	INTRASTATE	
	ENDED 31-Dec-86	INTRASTATE PERCENT				40% TAX RATE	34% TAX RATE
1. REVENUE REQUIREMENT (1)	0 (2)		8,705,265		8,705,265	8,580,555	8,455,959
OPERATING EXPENSES							
2. MAINTENANCE	2,521,498	0.7612	1,919,364		1,919,364	1,919,364	1,919,364
3. DEPRECIATION & AMORT.	2,286,396	0.7538	1,723,485		1,723,485	1,723,485	1,723,485
4. TRAFFIC	845,414	0.8933	755,208		755,208	755,208	755,208
5. COMMERCIAL	524,211	0.6189	324,434		324,434	324,434	324,434
6. GENERAL OFFICE	1,211,314	0.7057	854,824		854,824	854,824	854,824
7. OTHER OPERATING	323,207	0.7382	238,591		238,591	238,591	238,591
8. OTHER TAXES	458,133	0.7444	341,034		341,034	341,034	341,034
9. STATE & FED INCOME TAXES (3)	1,241,193	N/A	808,058		808,058	662,254	528,170
10. TOTAL OPERATING EXP. (4)	9,411,366		6,964,998		6,964,998	6,819,194	6,685,110
11. OPERATING INCOME			1,740,267		1,740,267	1,761,361	1,770,849

NOTE

SUPPORTING SCHEDULES

RECAP SCHEDULES

(2) TOTAL COMPANY REVENUE
REQUIREMENT NOT COMPUTED

(1) SCHEDULE 1

(3) SCHEDULE 5 PAGE 1 OF 2
(4) SCHEDULE 1

ALLTEL MISSOURI, INC.

SCHEDULE: 5 PAGE 1 OF 2
 TITLE: INCOME TAX CALCULATION
 TWELVE MONTHS ENDED 12-31-86
 CASE NO. AD-87-48

INTRASTATE AMOUNTS

DESCRIPTION	CURRENT TAX RATE	40 % TAX RATE	34 % TAX RATE
1. ADJUSTED OPERATING INCOME (1)	1,740,267	1,761,361	1,770,849
ADD:			
2. INCOME TAXES (1)	808,058	662,254	528,170
3. INCOME BEFORE TAXES	2,548,325	2,423,615	2,299,019
PERMANENT DIFFERENCES:			
4. UNALLOWABLE AMORTIZATION	3,373	3,373	3,373
5. DEPR ON CAPITALIZED INTEREST	25,000	25,000	25,000
6. CAPITALIZED INTEREST	(74,925)	(74,925)	(74,925)
7. MEALS DISALLOWED		6,000	6,000
TIMING DIFFERENCES:			
8. ADD'L. TAX DEPRECIATION		(28,517)	(28,517)
9. TAX DEPRECIATION	(710,308)	(710,308)	(710,308)
10. REMOVAL COST	(142,008)		
11. RTB PATRONAGE DIVIDEND	(47,808)	(47,808)	(47,808)
12. PENSION/FICA CAPITALIZED	(85,483)		
13. CUSTOMER DEPOSITS	(15,913)	(15,913)	(15,913)
14.			
15. BAD DEBTS	(2,090)	(2,090)	(2,090)
16. INTEREST EXPENSE	(800,239)	(800,239)	(800,239)
17. NET TAXABLE INCOME	697,924	778,188	653,593
CURRENT TAX:			
18. CURRENT LAW @ .4749	331,444		
19. 40% LAW @ .4184		325,594	
20. 34% LAW @ .3622			236,731
21. DEFERRED TAXES (2)	476,614	336,660	291,439
22. TOTAL TAXES (3)	808,058	662,254	528,170

SUPPORTING SCHEDULE

(1) SCHEDULE 4
 (2) SCHEDULE 5 PAGE 2 OF 2

RECAP SCHEDULE

(3) SCHEDULE 4

ALLTEL MISSOURI, INC.

SCHEDULE: 5 PAGE 2 OF 2
TITLE: INCOME TAX CALCULATION
TWELVE MONTHS ENDED 12-31-86
CASE NO. AG-87-48

DEFERRED TAX CALCULATION:

24. ADD'L. TAX DEPRECIATION		(28,517)	(28,517)
25. TAX DEPRECIATION	(710,308)	(710,308)	(710,308)
26. REMOVAL COST	(142,008)		
27. RTB PATRONAGE DIVIDEND	(47,808)	(47,808)	(47,808)
28. PENSION/FICA CAPITALIZED	(85,483)		
29. CUSTOMER DEPOSITS	(15,913)	(15,913)	(15,913)
30. BAD DEBTS	(2,090)	(2,090)	(2,090)
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31. TOTAL DEFERRED ITEMS	(1,003,610)	(804,636)	(804,636)
TAX RATE	0.4749	0.4184	0.3622
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DEFERRED TAX (1)	(476,614)	(336,660)	(291,439)
	*****	*****	*****

RECAP SCHEDULE

(1) SCHEDULE 5 PAGE 1 OF 2

ALLTEL MISSOURI, INC.

SCHEDULE: 6
 TITLE: AVERAGE RATE ASSUMPTION
 CALCULATION AT 12-31-86
 CASE NO. AO-87-48

DESCRIPTION

DEFERRED FEDERAL INCOME TAX:

1.	AT 12/31/86	3,652,523	
2.	AT 12/31/87 (ESTIMATED)	4,100,000	
GROSS DEFERRED FEDERAL INCOME TAX:			
3.	AT 12/31/86 (3,652,523/.46)		7,940,267
4.	ACTIVITY (4,100,000 - 3,652,523)	447,477	
5.	GROSS ACTIVITY (447,477/.40)		1,118,693
6.	AT 12/31/87		9,058,960

PERCENT DETERMINED BEGINNING OF YEAR
 PER TAX LAW:

7.	12/31/86 - TAX	3,652,523	
8.	12/31/86 - GROSS	7,940,267	
9.	1/1/87 PERCENT		46.00%
10.	12/31/87 - TAX	4,100,000	
11.	12/31/87 - GROSS	9,058,960	
12.	1/1/88 PERCENT		45.26%

EXCESS DEFERRED FEDERAL INCOME TAX:

	12/31/86	12/31/87
13. BALANCE	3,652,523	4,100,000
14. 12/31/86 GROSS TIMES .40	3,176,000	
15. 12/31/87 GROSS TIMES .34		3,080,000
16. DIFFERENCE	476,523	1,020,000
17. LESS PRIOR YEAR AMORTIZATION		28,591
18. TOTAL	476,523	991,409
AMORTIZATION:		
19. CURRENT TAX RATE	46.00%	
20. 1987 TAX RATE	40.00%	45.26%
21. 1988 TAX RATE		34.00%
22. DIFFERENCE	6.00%	11.26%
23. AMORTIZATION	28,591	111,633
24. JURISDICTIONAL PERCENT	0.7569	0.7569
25. INTRASTATE EXCESS AMORTIZATION	21,641	84,495

ALLTEL MISSOURI, INC.

SCHEDULE: 7
TITLE: RATEDBASE ADJUSTMENTS
CASE NO. AO-87-48

DESCRIPTION	40 % TAX RATE	34 % TAX RATE	
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1. UNAMORTIZED ITC - REDUCE FOR ITC TAKEN	107,147	107,147	(1) SCHEDULE 2
2. INTRASTATE PERCENT	0.7602	0.7602	
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3. NET ITC ADJUSTMENT	81,453	81,453	
4. INTRASTATE ITC 12-31-86 (1)	(1,474,785)	(1,474,785)	
-----	-----	-----	RECAP SCHEDULE
5. UNAMORTIZED ITC AFTER TAX CHANGES (2)	(1,393,332)	(1,393,332)	(2) SCHEDULE 2
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6. DEFERRED ACCELERATED DEPR. - INCREASE FOR PERCENT INCREASE IN DEPR. RATES	(11,407)	(9,696)	
TOTAL DEFERRED INCOME TAXES - REDUCTION DUE TO DEFERRAL AT LOWER RATES			
7. TAX DEPRECIATION	56,062	112,124	
8. RTD PATRONAGE DIVIDENDS	3,773	7,547	
9. CUSTOMER DEPOSITS	1,256	2,512	
10. PENSION/FICA - EXPENSED/TAX - DECREASE BECAUSE THE TAX LAW ELIMINATES THIS OPTION PER THE UNIFORM CAPITALIZATION RULES	44,979	38,232	
11. REMOVAL COSTS - EXPENSED/TAX - DECREASE BECAUSE THE TAX LAW ELIMINATES THIS OPTION PER THE UNIFORM CAPITALIZATION RULES	74,722	63,513	
12. EXCESS DEFERRED TAXES AMORTIZATION - DECREASE DUE TO DEFERRAL @ 44% AND REVERSING AT THE AVERAGE RATE ASSUMPTION PERCENT	28,591	111,633	
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13. TOTAL DEFERRED ITEMS	197,977	325,866	
14. INTRASTATE PERCENT	0.7602	0.7602	
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15. NET ADJUSTMENT	150,502	247,723	
16. INTRASTATE DEFERRED DEPRECIATION 12-31-86 (1)	(2,819,687)	(2,819,687)	
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17. DEFERRED DEPRECIATION AFTER TAX CHANGES (2)	(2,649,185)	(2,571,964)	
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