

**CAPITALIZATION EXPENDITURE SCHEDULE  
NEW FLORENCE TELEPHONE COMPANY**

<u>Year</u>	<u>Amount</u>
2001	\$288,845
2002	\$100,326
2003	\$(409,455) <sup>1</sup>
2004	\$26,331
2005	\$(9,135)

Appendix K

---

<sup>1</sup>Includes write-down of switch investment of \$360,222.