

Explanation of how the \$300.8M value in line 10a is derived, using the \$430M ABSU CCSA value as a starting point

Costs under the Revised and Extended CCSA (taken from Ex. JTC1.14)		2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	Subtotal	2018	Total
ABSU Related Costs - MM + LV						46,291,468	46,928,238	48,605,388	50,478,999	52,238,205	53,785,231	55,378,240	353,705,769	58,108,384	411,814,153
ABSU Related Costs - OBA & ABC						10,214,788	10,624,946	10,768,396	10,755,773	10,932,197	11,301,438	11,725,214	76,322,752	12,912,302	89,235,054
						56,506,256	57,553,184	59,373,785	61,234,772	63,170,402	65,086,670	67,103,454	430,028,521	71,020,686	501,049,207
STEP ONE: Remove 2011 and 2012 Costs						-56,506,256	-57,553,184								
STEP TWO: Add 2018 MM+LV costs														58,108,384	
STEP THREE: Remove LVB costs (2013 to 2018) (Note 1)								(2,582,469)	(2,727,653)	(2,883,457)	(3,049,123)	(3,209,957)		(3,352,599)	
STEP FOUR: Remove OBA+ABC costs (2013 to 2017)								(10,768,396)	(10,755,733)	(10,932,197)	(11,301,438)	(11,725,214)			
Line 10a - "Updated 2013 Template"						0	0	46,022,920	47,751,386	49,354,748	50,736,109	52,168,283		54,755,785	300,789,230

Note 1: these costs are set out as the difference in line 10a between the Templates produced as Ex. JTC 1.4 and JTC1.5

Reconciliation of \$430 million figure considered by Stakeholder Steering Committee & amounts included in 2013 Template Line #10a

<u>Line#</u>		<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	
	CCSA Annual Fees - Accepted by Steering Committee									
1		\$ 56,506,256	\$ 57,553,184	\$ 59,373,785	\$ 61,234,772	\$ 63,170,402	\$ 65,086,670	\$ 67,103,454		\$ 430,028,521
2	Large Volume Accounts			\$ -	\$ -	\$ -	\$ -	\$ -		
	Open Bill Access & Agent Billing & Collection									
3				\$ 10,768,396	\$ 10,755,773	\$ 10,932,197	\$ 11,301,438	\$ 11,725,214		
	Settlement Agreement Line 10a									
	Accenture Charges net of fees for									
	Large Volume Accounts, Open Bill									
4	Support and Agent Billiong &			\$ 48,605,388	\$ 50,478,999	\$ 52,238,205	\$ 53,785,231	\$ 55,378,240	\$ 54,755,785	\$ 315,241,848

Notes:

- 1) CCSA Total fees of \$430,028,521 accepted by the Steering Committee cover 2011 through 2017 and include charges for Accenture support of Large Volume Billing, Open Bill Access & Agent Billing & Collection services.
- 2) The 2007 Template Line 10 included costs for Large Volume Billing, but excluded the Accenture fees associated with Open Bill Access & Agent Billing & Collection services.
- 3) To reconcile the \$430,028,521 amount to the 2013 Template Line 10a 2013 through 2018 total of \$300,789,189 the cost associated with supporting Large Volume Accounts, Open Bill Access & AgentBilling & Collection need to be removed for 2013 through 2017.