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October 2, 2004

Ms. Jaclyn A. Brilling  
New York State  
Public Service Commission  
Three Empire State Plaza  
Albany, NY 12223

Dear Ms. Brilling:

Enclosed for your review are the 2005 FCC Forms 1240 for the Albany, Troy, Battenkill, Glens Falls, Saratoga, Amsterdam, Schenectady and Rensselaer Systems and the consolidated FCC Form 1205 for Time Warner Cable.

If I can be of any assistance, please do not hesitate to call me at 518-242-8805.

Sincerely,

A handwritten signature in cursive script, appearing to read 'Nancy Karm'.

Nancy Karm  
Vice President-Finance

**FCC FORM 1205**  
**DETERMINING REGULATED EQUIPMENT AND INSTALLATION COSTS**  
**"EQUIPMENT FORM"**

Community Unit Identifier (CUI) of cable system <b>TIME WARNER CABLE CONSOLIDATED</b>		Date of Form Submission (mm/dd/yy) <b>09/30/04</b>
Name of Cable Operator <b>TIME WARNER CABLE</b>		
Mailing Address of Cable Operator <b>1021 HIGHBRIDGE RD</b>		
City <b>Schenectady</b>	State <b>NY</b>	ZIP Code <b>12303</b>
Name and Title of person completing this form: <b>James Jeffcoat VP, Strategic Sourcing</b>		
Telephone number <b>1-704-731-3521</b>	Fax Number <b>1-704-731-1189</b>	

Name of Local Franchising Authority <b>State of New York Department of Public Service</b>		
Mailing Address of Local Franchising Authority <b>Three Empire State Plaza</b>		
City <b>Albany</b>	State <b>NY</b>	ZIP Code <b>12223-1350</b>

1. This form is being filed: [Enter an "x" in the appropriate box]

☐ In conjunction with FCC Form 1200, FCC Form 1220, or FCC Form 1225

Attach the completed FCC Form 1200, FCC Form 1220, or FCC Form 1225 to the front of this form.

OR

☒ In order to fulfill FCC rules requiring an annual filing of this form

Enter the date on which you last filed this form:  (mm/dd/yy)

Note: This should be the date on which the rates last justified, by using either FCC Form 393 or the prior filing of this form, were in effect.

2. Enter the date on which you closed your books for the fiscal year reflected in this form:

(mm/dd/yy)

Note: This will indicate the end of the 12-month fiscal year for which you are filing this form.

3. Indicate the corporate status of your cable system [Enter an "x" in the correct box]

☐ C-Corporation

☐ Subchapter S corporation

☒ Partnership

☐ Sole Proprietorship

☐ Other [Please explain below]

**SCHEDULE A: CAPITAL COSTS OF SERVICE INSTALLATION AND MAINTENANCE OF EQUIPMENT AND PLANT**

		Vehicles	Tools	Maintenance Facilities	Other 1. (Specify below)	Other 2. (Specify below)
A	Equipment and Plant					
B	Gross Book Value	109,551,847	45,351,531	34,795,846	24,007,857	7,598,239
C	Accumulated Depreciation	\$75,244,809	26,832,704	14,493,173	12,481,322	5,029,759
D	Deferred Taxes	3,390,002	3,648,283	-1,626,478	394,809	60,433
E	Net Book Value [B-(C+D)]	30,917,036	14,872,543	21,929,151	11,131,726	2,508,048
F	Rate of Return	11.25%				
G	Calculation of Gross-up Rate					
G1	Federal Income Tax Rate	35.00%				
G2	State Income Tax Rate	6.05%				
G3	Net Total Income Tax Rate [(G1+G2)-(G1 x G2)]	38.93%				
G4	Adjustment to Reflect Interest Deductibility					
G4a	Actual Interest Amount	492,000,000				
G4b	Total Net Assets	26,305,499,000				
G4c	Base Return on Investment Amount [G4b x F]	2,959,368,638				
G4d	Interest Deductibility Factor [G4a/G4c]	16.63%				
G5	Effective Tax Rate [G3 x (1-G4d)] [C-Corps skip to G7]	32.48%				
G6	Adjustments for Non-C Corporations					
G6a	Base Return on Investment Amount [G4c]	2,959,368,638				
G6b	Distributions	27,922,000				
G6c	Distributions (may not exceed G6b)	27,922,000				
G6d	Amounts Subject to Income Tax [G6a-G6b+G6c]	2,959,368,638				
G6e	Returns Percentage Subject to Income Tax [G6d/G6a]	100.00%				
G7	Gross-Up Rate [C-Corps: 1/(1-G5) Other: 1/(1-(G5 x G6e))]	1.48				
H	Grossed-Up Rate of Return [F x G7]	16.66%				
I	Return on Investment Grossed-Up for Taxes [E x H]	5,149,588	2,477,193	3,652,552	1,854,117	417,744
J	Current Provision for Depreciation	14,887,198	4,751,247	1,531,117	2,028,403	1,149,132
K	Annual Capital Costs [I+J]	20,046,786	7,228,441	5,183,670	3,882,520	1,566,876
L	GRAND TOTAL [sum of Line K entries]	37,908,292				

Box 1.

Specify: Other 1. Test Equipment, Computers, Office Furniture, Radios

Specify: Other 2. Leasehold Improvements

**SCHEDULE B: ANNUAL OPERATING EXPENSES FOR SERVICE INSTALLATION AND MAINTENANCE OF EQUIPMENT**

		Salaries & Benefits	Supplies	Utilities	Other Taxes	Other 1. (Specify below)	Other 2. (Specify below)
A	Annual Op. Expenses for Service Install. and Maint. of Equip.	218,191,692	17,774,055	7,758,419	7,547,508	33,126,443	8,692,114
B	GRAND TOTAL [sum of Line A entries]	293,090,232					

Box 2.

Specify: Other 1. Vehicle Lease and Maintenance, Converter Control, Converter Repair, R&M, Contract Labor

Specify: Other 2. Office Rent, Customer Service, MIS, Supplies, Buildings, Insurance, Equipment Rent

SCHEDULE C: CAPITAL COSTS OF LEASED CUSTOMER EQUIPMENT

A	Equipment	Remote 1	Remote 2	Remote 3	Converter 1	Converter 2	Converter 3	Other Equip.
B	Total Maint/Service Hours	158,484	0	0	1,382,720	20,102	0	0
C	Total # of Units in Service	5,381,053	0	0	5,785,590	118,891	0	1,320.00
D	Gross Book Value	59,569,591	0	0	2,067,519,305	9,525,529	0	71,280.00
E	Accumulated Depreciation	37,817,866	0	0	1,124,057,552	9,101,397	0	23,760.00
F	Deferred Taxes	-3,430,692	0	0	87,906,484	6,373	0	0.00
G	Net Book Value [D-(E+F)]	25,182,617	0	0	855,555,269	417,759	0	47,520.00
H	Grossed-Up Rate of Return [From Sched. A, Line H]	18.66%						
I	Return on Investment Grossed-Up for Taxes [G x H]	4,194,455	0	0	142,502,569	69,583	0	7,915
J	Current Provision for Depreciation	11,272,259	0	0	417,448,153	251,970	0	23,760
K	Annual Capital Costs [I + J]	15,466,714	0	0	559,948,722	321,553	0	31,675
L	GRAND TOTAL (sum of Line K entries)	575,768,664						

Box 3.

SCHEDULE D: AVERAGE HOURS PER INSTALLATION

A.	Average Hours per Unwired Home Installation (attach an explanation)	1.16
B.	Average Hours per Pre-Wired Home Installation (attach an explanation)	0.77
C.	Average Hours per Additional Connection Installation at Time of Initial Installation (attach an explanation)	0.50
D.	Average Hours per Additional Connection Installation Requiring Separate Installation (attach an explanation)	0.80
E.	Other Installation (by Item Type):	
Item 1.	Truck Trip	
	Average Hours per installation (attach an explanation)	0.00
Item 2.	(Specify)	
	Average Hours per installation (attach an explanation)	0.00
Item 3.	(Specify)	
	Average Hours per installation (attach an explanation)	0.00

**WORKSHEET FOR CALCULATING PERMITTED EQUIPMENT AND INSTALLATION CHARGES**
**STEP A. Hourly Service Charge**

1	Total Capital Costs of Installation and Maintenance [Schedule A, Box 1]	37,908,292
2	Total Annual Operating Expenses for Installation and Maintenance [Schedule B, Box 2]	293,090,232
3	Total Capital Costs and Operating Expenses for Installation and Maintenance [Line 1 + Line 2]	330,998,524
4	Customer Equipment and Installation Percentage (attach an explanation)	77.81%
5	Annual Customer Equipment Maintenance and Installation Costs, Excluding Costs of Leased Equipment [Line 3 x Line 4]	257,545,744
6	Total Labor Hours for Maintenance and Installation of Customer Equipment and Services	6,811,343
7	Hourly Service Charge (HSC) (Line 5/Line 6)	37.81

**NOTATIONS (place an "x" in the appropriate box)**

<input type="checkbox"/>	Installations billed by the hour based on the HSC calculated in Line 7.
<input checked="" type="checkbox"/>	Installations billed as a standard charge.

**STEP B. Installation Charge**

8	Uniform HSC for all installations (From Step A, line 7)	n/a
OR		
9	Average Charge for Installation Types	
a. Unwired Home Installation		
a1.	HSC [Line 7]	37.81
a2.	Average Hours per Unwired Home Installation (Schedule D, Line A)	1.16
a3.	Charge per Unwired Home Installation [a1 x a2]	43.82
b. Pre-wired Home Installation		
b1.	HSC [Line 7]	37.81
b2.	Average Hours per Pre-wired Home Installation (Schedule D, Line B)	0.77
b3.	Charge per Pre-wired Home Installation [b1 x b2]	28.95
c. Additional Connection Installation at Time of Initial Installation		
c1.	HSC [Line 7]	37.81
c2.	Average Hours per Additional Connection Installation at Time of Init. Install. [Schedule D, Line C]	0.50
c3.	Charge per Additional Connection Installation at Time of Initial Installation [c1 x c2]	18.81
d. Additional Connection Installation Requiring Separate Installation		
d1.	HSC [Line 7]	37.81
d2.	Avg. Hours per Additional Connection Installation Req. Separate Installation [Schedule D, Line D]	0.80
d3.	Charge per Additional Connection Installation Requiring Separate Installation [d1 x d2]	30.43
e. Other Installations (As specified in Schedule D, Line E):		
e1.	HSC [Line 7]	37.81
e2.	Average Hours per Installation of Item 1 [Schedule D, Line E, Item 1]	0.00
e3.	Charge per Installation of Item 1 [e1 x e2]	0.00
e4.	HSC [Line 7]	37.81
e5.	Average Hours per Installation of Item 2 [Schedule D, Line E, Item 2]	0.00
e6.	Charge per Installation of Item 2 [e4 x e5]	0.00
e7.	HSC [Line 7]	37.81
e8.	Average Hours per Installation of Item 3 [Schedule D, Line E, Item 3]	0.00
e9.	Charge per Installation of Item 3 [e7 x e8]	0.00

es for leased Remotes		a	b	c
(Calculate separately for each significantly different type)		Remote 1	Remote 2	Remote 3
10	Total Maintenance/Service Hours [Corresponding column from Schedule C, Line B]	158,484	0	0
11	HSC [Line 7]	37.81	37.81	37.81
12	Total Maintenance/Service Cost [Line 10 x Line 11]	5,992,488	0.00	0.00
13	Annual Capital Costs [Corresponding column from Schedule C, Line K]	15,466,714	0.00	0.00
14	Total Cost of Remote [Line 12 + Line 13]	21,459,201	0.00	0.00
15	Number of Units in Service [Corresponding column from Schedule C, Line C]	5,361,053	0	0
16	Unit Cost [Line 14/Line 15]	4.00	0.00	0.00
17	Rate per Month [Line 16/(12)]	0.33	0.00	0.00

for leased Converter Boxes		a	b	c
(Calculate separately for each significantly different type)		Converter 1	Converter 2	Converter 3
18	Total Maintenance/Service Hours [Corresponding column from Schedule C, Line B]	1,382,720	20,102	0
19	HSC [Line 7]	37.81	37.81	37.81
20	Total Maintenance/Service Cost [Line 18 x Line 19]	52,282,445	760,089	0.00
21	Annual Capital Costs [Corresponding column from Schedule C, Line K]	559,948,722	321,553	0.00
22	Total Cost of Converter [Line 20+ Line 21]	612,231,167	1,081,642	0.00
23	Number of Units in Service [Corresponding column from Schedule C, Line C]	5,765,590	118,691	0
24	Unit Cost [Line 22/Line 23]	105.82	9.11	0.00
25	Rate per Month [Line 24/(12)]	8.82	0.76	0.00

or Other Leased Equipment		
26	Total Maintenance/Service Hours [Corresponding column from Schedule C, Line B]	0.00
27	HSC [Line 7]	37.81
28	Total Maintenance/Service Cost [Line 26 x Line 27]	0.00
29	Annual Capital Costs [Corresponding column from Schedule C, Line K]	31,675.00
30	Total Cost of Equipment [Line 28+Line 29]	31,675.00
31	Number of Units in Service [Corresponding column from Schedule C, Line C]	1,320
32	Unit Cost [Line 30/Line 31]	24.00
33	Rate per Month [Line 32 / (12)]	2.00

METHOD OF BILLING FOR CHANGING SERVICE TIERS OR EQUIPMENT [place an "x" in the appropriate box]	
<input checked="" type="checkbox"/>	as a Nominal Charge (Enter the nominal charge in Line 34)
<input type="checkbox"/>	as a Uniform Hourly Service Charge
<input type="checkbox"/>	as an Average Charge (Enter the Average Hours for Changing Service Tiers in Line 38b)

STEP F. Charges for Changing Service Tiers or Equipment	
34	Nominal Charge for Changing Service Tiers
	If you use an escalating scale of charges, place an "x" in the box at the right.
	OR
35	Uniform Hourly Service Charge
	OR
36	Average Charge for Changing Service Tiers
36a.	HSC [Line 7]
36b.	Average Hours to Change Service Tiers
36c.	Average Charge for Changing Service Tiers [Line 36a x Line 36b]

**WORKSHEET FOR CALCULATING TOTAL EQUIPMENT AND INSTALLATION COSTS**

1	Total Capital Costs of Installation and Maintenance [Schedule A, Box 1]	37,908,292
2	Total Annual Operating Expenses for Installation and Maintenance [Schedule B, Box 2]	293,090,232
3	Total Annual Capital Costs of Installation and Maintenance [Line 1 + Line 2]	330,998,524
4	Customer Equipment and Installation Percentage (attach explanation)	100%
5	Annual Customer Equipment Maintenance and Installation Costs, Excluding Costs of Leased Equipment [Line 3 x Line 4]	330,998,524
6	Total Capital Costs of Leased Customer Equipment [Schedule C, Box 3]	575,768,664
7	Annual Customer Equipment and Installation Costs [Line 5 + Line 6]	906,767,188
8	Percentage Allocation to Franchise Area (see Instructions)	100%
9	Allocated Annual Equipment and Installation Cost [Line 7 x Line 8]	906,767,188
10	Monthly Equipment and Installation Cost [Line 9 / (12)]	75,563,932
11	Number of Basic Subscribers in Franchise	9,291,530
12	Monthly Equipment and Installation Cost per Subscriber [Line 10 / Line 11]	8.13
13	Inflation Adjustment Factor [See Instructions]	100%
14	Adjusted Monthly Equipment and Installation Cost per Subscriber [Line 12 x Line 13]	8.13

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**SUMMARY SCHEDULE**

Current Equipment and Installation Rates		Permitted	Actual
1.	Charges for Cable Service Installations		
a.	Hourly Rate [Step A, Line 7]	n/a	
b.	Average Installation Charges:		
1.	Installation of Unwired Homes [Step B, Line 9a3]	43.82	43.82
2.	Installation of Prewired Homes [Step B, Line 9b3]	28.95	28.95
	Installation of Additional Connections at Time of Initial Installation [Step B, Line 9c3]	18.81	18.81
	Installation of Additional Connections Requiring Separate Install [Step B, Line 9d3]	30.43	30.43
	Other Installations (specify) [Step B, Lines 9e3, 9e6, 9e9]		
a.	Truck Trip	0.00	0.00
b.		0.00	0.00
c.		0.00	0.00
2.	Monthly Charge for Lease of Remote Controls [Step C, Line 17, columns a-c]		
	Remote Control Type 1:	0.33	0.33
	Remote Control Type 2:	0.00	0.00
	Remote Control Type 3:	0.00	0.00
3.	Monthly Charge for Lease of Converter Boxes [Step D, Line 25, columns a-c]		
	Converter Box Type 1: Addressable	8.82	8.82
	Converter Box Type 2: Non-Addressable	0.76	0.76
	Converter Box Type 3:	0.00	0.00
4.	Monthly Charge for Lease of Other Equipment [Step E, Line 33]		
	Other Equipment (Cable Card)	2.00	2.00
5.	Charge for Changing Tiers (if any) [Step F, Line 34, 35 or 36c]	2.00	2.00

\* The actual amount charged may be less than the amount listed.

**LABOR COST AND POLICY CHANGES**

Indicate your answer to the following three questions by placing an "X" in the appropriate box

1. Have you included the labor costs associated with subscriber cable drops in your charges for initial installation?

☒ NO

2. Have you capitalized the labor costs associated with subscriber cable drops?

☒ YES

☐ NO

3. If you have filed this form before, have you changed any policy, e.g., cost accounting or cost allocation that causes an increase in the costs included in the computation of equipment and installations charges?

☐ YES (You must attach a full explanation)

☒ NO

**CERTIFICATION STATEMENT**

WILLFUL FALSE STATEMENTS MADE ON THIS FORM ARE PUNISHABLE BY FINE AND/OR IMPRISONMENT

(U.S. CODE TITLE 18, SECTION 1001), AND/OR FORFEITURE (U.S. CODE, TITLE 47, SECTION 503).

I certify that the statements made in this form are true and correct to the best of my knowledge and belief, and are made in good faith.

Name of the Cable Operator

TIME WARNER CABLE

Date

09/30/2004

Signature

Title

VP-Finance TWCA (bay)