



Budget Narrative

Applicant Name: Pine Telephone Company, Inc.

EasyGrants Number: 2614

Organization Type (from Question 1D on BTOP application): For Profit Corporation

Proposed Period of Performance: Two Years (2010 – 2011), Pending Receipt of Funds

Total Project Costs: \$11,840,098

Total Federal Grant Request: \$9,472,078

Total Matching Funds (Cash): \$2,368,020

Total Matching Funds (In-Kind): \$0

Total Matching Funds (Cash + In-Kind): \$2,368,020

Total Matching Funds (Cash + In-Kind) as Percentage of Total Project Costs: 20%

1. Administrative and legal expenses

- List breakout of position(s), time commitment(s) such as hours or level-of-effort, and salary information/rates with a detailed explanation, and additional information as needed.

This item represents costs of external attorneys and accounting consultants for application preparation and closing. The legal component was provided by the outside law firm that estimated [REDACTED] hours at a blended rate of [REDACTED] per hour [REDACTED]. The accounting consultants provided an estimate of [REDACTED] hours at \$[REDACTED] per hour [REDACTED].

- Provide description, calculation, and basis of evaluation for Cash Matching Funds.

PTC applied 20% to the total project costs exclusive of in-kind contributions to determine the amount for Cash Matching Funds.



- Provide description, calculation, and basis of evaluation for In-Kind Matching Funds.

Although PTC will leverage the project with existing assets for billing, switching and spectrum that are over \$2 million in value, PTC did not include any in-kind costs in the project cost.

2. Land, structure, rights-of-way, appraisals, etc.

- Provide description of estimated costs, proposed activities, and additional information as needed.



- Provide description, calculation, and basis of evaluation for Cash Matching Funds.

As noted above, PTC applied 20% to the total cash cost of the project to determine the amount of the Cash Matching Funds.

- Provide description, calculation, and basis of evaluation for In-Kind Matching Funds.

As noted above, there are no in-kind asset costs attributed to the project.



3. Relocation expenses and payment

- **Provide explanation for the relocation, description of the person involved in the relocation, method used to calculate costs, and additional information as needed.**

The project proposed in the application does not require any relocations.

- **Provide description, calculation, and basis of evaluation for Cash Matching Funds.**

Not Applicable

- **Provide description, calculation, and basis of evaluation for In-Kind Matching Funds.**

Not Applicable

4. Architectural and engineering fees

- **Provide description of estimated fees, explanation of proposed services, and additional information as needed.**



- **Provide description, calculation, and basis of evaluation for Cash Matching Funds.**

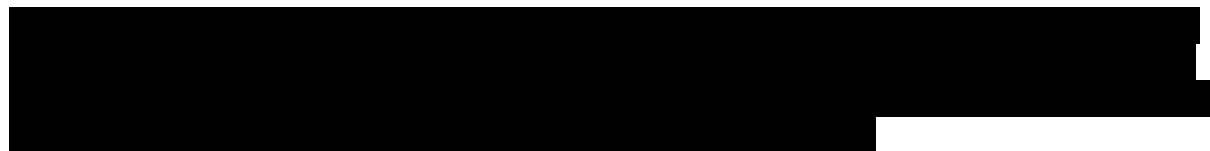
PTC applied 20% to the total cost to determine the amount for Cash Matching Funds.

- **Provide description, calculation, and basis of evaluation for In-Kind Matching Funds.**

PTC is not providing any in-kind matching for this category.

5. Other architectural and engineering fees

- **Provide description of estimated fees, explanation of proposed services, and additional information as needed.**



- **Provide description, calculation, and basis of evaluation for Cash Matching Funds.**



PTC applied 20% to the total cost to determine the amount for Cash Matching Funds.

- Provide description, calculation, and basis of evaluation for In-Kind Matching Funds.

Not Applicable

6. Project inspection fees

- Provide description of estimated fees, explanation of proposed services, and additional information as needed.

Because of its extensive experience in tower and cell construction, PTC will handle all inspections internally and is not seeking grant funding for these activities.

- Provide description, calculation, and basis of evaluation for Cash Matching Funds.

Not Applicable

- Provide description, calculation, and basis of evaluation for In-Kind Matching Funds.

Not Applicable

7. Site work

- Provide description of estimated fees, explanation of proposed services, and additional information as needed.



- Provide description, calculation, and basis of evaluation for Cash Matching Funds.

PTC applied 20% to the total cost to determine the amount for Cash Matching Funds.

- Provide description, calculation, and basis of evaluation for In-Kind Matching Funds.

Not Applicable



8. Demolition and removal

- Provide description of estimated fees, explanation of proposed services, and additional information as needed.

Based on its experience in siting towers in rural Southeastern Oklahoma, PTC does not expect any significant demolition or removal costs and thus has not budgeted any. Any costs incurred will be covered by the construction budget amounts.

- Provide description, calculation, and basis of evaluation for Cash Matching Funds.

Not Applicable

- Provide description, calculation, and basis of evaluation for In-Kind Matching Funds.

Not Applicable

9. Construction

- Provide description of estimated fees, explanation of proposed services, state whether the work is being completed by the applicant or an outside contractor, and additional information as needed.

[Redacted]

[Redacted]

[Redacted]

- Provide description, calculation, and basis of evaluation for Cash Matching Funds.

PTC applied 20% to the total cost to determine the amount for Cash Matching Funds.



- Provide description, calculation, and basis of evaluation for In-Kind Matching Funds.

Not Applicable

10. Equipment

- Provide list of equipment with description, number of units, unit cost, state whether it is being purchased or leased, and additional information as needed.

[Redacted]

[Redacted]

[Redacted]

- Provide description, calculation, and basis of evaluation for Cash Matching Funds.

PTC applied 20% to the total cost to determine the amount for Cash Matching Funds.

- Provide description, calculation, and basis of evaluation for In-Kind Matching Funds.

Not applicable.



11. Miscellaneous

- Provide additional information as needed.



- Provide description, calculation, and basis of evaluation of Cash Matching Funds.

Not Applicable

- Provide description, calculation, and basis of evaluation of In-Kind Matching Funds.

Not Applicable

Addendum

- If indirect costs (i.e., indirect, overhead, general and administrative, facilities and administration, etc.) and/or fringe benefits are included in the budget, please provide a copy of your existing Negotiated Indirect Cost Recovery Agreement (NICRA), if available. If the NICRA is applied accordingly in the budget, there is no need to justify the costs. If a NICRA is not available or is not consistent with the rates/calculations in the budget, please provide an explanation of how the amounts were calculated. Please clearly list the manner in which indirect costs are calculated in the budget.

PTC did not include indirect costs in the budget for the project.

APPLICANT'S NAME Pine Telephone Company, Inc.

BUDGET INFORMATION - Construction Programs

NOTE: Certain Federal assistance programs require additional computations to arrive at the Federal share of project costs eligible for participation. If such is the case, you will be notified.

COST CLASSIFICATION	a. Total Cost	b. Matching Funds (Cash)	c. Matching Funds (In-Kind)	d. Federal Funding Request (Columns a-b-c)
1. Administrative and legal expenses	\$160,000	\$32,000	\$0.00	\$128,000.00
2. Land, structures, rights-of-way, appraisals, etc.	\$2,693,651	\$538,730	\$0.00	\$2,154,921.00
3. Relocation expenses and payments	\$0	\$0	\$0.00	\$0.00
4. Architectural and engineering fees	\$320,000	\$64,000	\$0.00	\$256,000.00
5. Other architectural and engineering fees	\$87,000	\$17,400	\$0.00	\$69,600.00
6. Project inspection fees	\$0	\$0	\$0.00	\$0.00
7. Site work	\$43,500	\$8,700	\$0.00	\$34,800.00
8. Demolition and removal	\$0	\$0	\$0.00	\$0.00
9. Construction	\$2,495,000	\$499,000	\$0.00	\$1,996,000.00
10. Equipment	\$6,040,947	\$1,208,190	\$0.00	\$4,832,757.00
11. Miscellaneous (Billing, Spectrum)	\$0	\$0	\$0.00	\$0.00
12. SUBTOTAL (add #1 through #11)	\$11,840,098	\$2,368,020	\$0.00	\$9,472,078.00
13. Contingencies	\$0	\$0	\$0.00	\$0.00
14. SUBTOTAL (add #12 and #13)	\$11,840,098	\$2,368,020	\$0.00	\$9,472,078.00
15. Project (program) income	\$0	\$0	\$0.00	\$0.00
16. TOTAL PROJECT COSTS (subtract #15 from #14)	\$11,840,098.00	\$2,368,020.00	\$0.00	\$9,472,078.00
FEDERAL FUNDING				
17. Federal assistance requested, calculated as follows: (Consult Federal agency for Federal percentage share.) Enter the resulting Federal share.			Enter eligible costs from line 16a Multiply X 20%	\$2,368,020

Notes:

- Provide a Budget Narrative based on the above-listed line-items - see attached template for instructions
- Verify that Column C (Matching Funds Cash) has been converted accordingly from Column D (Matching Funds Cash) on the General Budget Overview tab
- Verify that Column D (Matching Funds In-Kind) has been converted accordingly from Column E (Matching Funds In-Kind) on the General Budget Overview tab
- Verify that all formulas are correct by hitting F2 on subtotals to view
- Verify that the combined Matching Funds Cash and In-Kind (21c + 21d) is at least or greater than 20% (23e)
- Verify that the Federal Funding Request has **NOT** increased since the original application submission