

INTRA-ALASKA BUSH SERVICE MAIL RATES COST ADJUSTMENT FACTORS
G&A as a Percentage of Operating Expense less G&A 1/

	YE <u>9/30/89</u>	YE <u>9/30/90</u>	YE <u>9/30/91</u>	YE <u>9/30/92</u>	YE <u>9/30/93</u>	YE <u>9/30/94</u>	YE <u>9/30/95</u>	YE <u>9/30/96</u>	YE <u>9/30/97</u>	YE <u>9/30/98</u>
1 . Alaska Island Air	13.67%	12.05%	8.67%	16.32%	15.03%	9.63%	0.00%	0.00%	0.00%	0.00%
2 . Arctic Circle	18.63%	19.56%	13.11%	12.24%	11.60%	9.62%	10.46%	11.37%	13.01%	11.95%
3 . Arctic Tpt. (Ryan)	23.34%	22.97%	21.91%	23.14%	17.83%	14.30%	15.70%	16.67%	17.26%	19.12%
4 . Baker	20.53%	16.88%	21.57%	19.49%	16.13%	19.14%	21.67%	15.21%	14.86%	35.17%
5 . Bering	11.51%	5.33%	6.52%	9.93%	14.40%	14.10%	13.14%	11.75%	11.77%	13.31%
6 . Camai	0.00%	15.82%	21.82%	29.00%	15.83%	16.02%	31.64%	15.46%	28.87%	31.09%
7 . Cape Smythe	14.05%	10.30%	14.23%	12.58%	12.70%	13.27%	12.56%	11.47%	14.65%	12.13%
8 . ERA (System)	15.54%	16.68%	18.23%	18.95%	16.90%	16.38%	15.56%	15.50%	10.95%	20.81%
9 . Frontier	18.86%	15.86%	13.86%	15.43%	14.47%	13.85%	12.17%	11.74%	13.30%	12.54%
10 . Grant	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	15.58%	16.80%	26.59%	23.37%
11 . Hageland	0.00%	0.00%	0.00%	0.00%	12.23%	13.66%	9.04%	11.31%	7.64%	10.54%
12 . Ketichikan	46.84%	27.69%	17.37%	13.08%	15.02%	10.32%	18.94%	8.87%	0.00%	0.00%
13 . Larrys	5.09%	4.06%	5.55%	8.07%	7.03%	8.18%	6.70%	6.05%	7.94%	7.54%
14 . MarkAir Express	6.89%	6.37%	5.76%	4.40%	3.36%	2.76%	3.20%	0.00%	0.00%	0.00%
15 . Peninsula	11.52%	13.22%	17.11%	14.34%	15.26%	13.81%	14.96%	12.96%	11.82%	12.70%
16 . Tanana	24.80%	19.03%	17.15%	17.26%	16.61%	14.54%	15.42%	17.43%	19.34%	20.64%
17 . Taquan	0.00%	0.00%	14.56%	21.35%	20.43%	30.92%	33.85%	17.42%	25.39%	23.41%
18 . Temsco	19.18%	21.07%	18.10%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
19 . Warbelows	0.00%	0.00%	31.09%	23.90%	22.22%	26.88%	24.80%	16.38%	20.08%	18.11%
20 . Wings	30.18%	21.05%	19.12%	21.11%	20.77%	15.95%	13.17%	11.30%	11.50%	9.93%
21 . Wright	25.17%	20.95%	25.52%	18.74%	15.74%	15.79%	22.85%	15.96%	20.80%	23.88%
22 . Yute	0.00%	0.00%	32.14%	31.07%	37.00%	21.74%	15.79%	12.39%	14.95%	14.20%

1/ G&A is used interchangeably, here and elsewhere, with Capacity Related Expense, which is reported on the carriers' F-2.

INTRA-ALASKA BUSH SERVICE MAIL RATES
Total Departure Related Expense, Including G&A

	YE <u>9/30/89</u>	YE <u>9/30/90</u>	YE <u>9/30/91</u>	YE <u>9/30/92</u>	YE <u>9/30/93</u>	YE <u>9/30/94</u>	YE <u>9/30/95</u>	YE <u>9/30/96</u>	YE <u>9/30/97</u>	YE <u>9/30/98</u>
1. Alaska Island	\$24,612	\$23,082	\$9,009	\$40,087	\$238,118	\$492,665	\$	\$	\$	\$
2. Arctic Circle	\$111,390	\$355,697	\$571,420	\$688,995	\$734,765	\$733,398	\$862,034	\$938,836	\$1,016,150	\$963,987
3. Arctic Tpt. (Ryan)	\$1,599,347	\$1,884,685	\$1,842,814	\$2,170,251	\$2,186,416	\$2,370,495	\$2,335,889	\$2,438,800	\$2,867,494	\$2,700,492
4. Baker	\$423,393	\$693,712	\$383,443	\$608,337	\$497,964	\$528,104	\$572,659	\$421,960	\$608,621	\$667,717
5. Bering	\$769,157	\$544,143	\$636,429	\$742,633	\$623,151	\$1,519,139	\$1,505,178	\$1,644,464	\$1,740,924	\$1,738,580
6. Camai	\$	\$336,667	\$332,648	\$402,551	\$497,025	\$417,818	\$279,397	\$552,267	\$346,004	\$504,508
7. Cape Smythe	\$1,592,242	\$1,851,212	\$2,066,505	\$2,297,978	\$2,386,740	\$2,350,631	\$2,195,772	\$2,022,693	\$2,563,209	\$2,770,794
8. ERA (System)	\$2,708,087	\$3,377,576	\$3,801,634	\$3,865,000	\$4,295,938	\$4,841,343	\$5,428,416	\$5,679,026	\$5,973,444	\$3,094,948
9. Frontier	\$494,630	\$764,262	\$1,078,784	\$1,109,106	\$1,256,780	\$1,360,038	\$1,791,967	\$1,618,195	\$2,065,709	\$2,330,109
10. Grant	\$	\$	\$	\$	\$	\$	\$223,276	\$590,992	\$599,092	\$747,305
11. Hageland	\$	\$	\$	\$	\$533,878	\$885,652	\$1,241,059	\$1,733,688	\$2,157,610	\$2,848,695
12. Keichikan	\$95,829	\$453,291	\$766,771	\$1,494,828	\$1,174,227	\$1,215,395	\$1,239,356	\$1,799,593	\$	\$
13. Larrys	\$277,364	\$634,296	\$774,878	\$762,544	\$894,681	\$946,614	\$1,016,697	\$954,701	\$1,083,558	\$1,197,216
14. MarkAir Express	\$2,993,390	\$3,988,873	\$4,976,482	\$6,206,500	\$5,845,424	\$5,508,924	\$7,376,658	\$	\$	\$
15. Peninsula	\$2,751,433	\$3,245,636	\$2,819,846	\$3,001,699	\$3,026,422	\$3,562,242	\$3,841,664	\$4,867,713	\$5,622,716	\$5,554,365
16. Tanana	\$95,561	\$188,499	\$304,530	\$184,965	\$295,452	\$293,369	\$261,504	\$352,277	\$411,563	\$446,918
17. Taquan	\$	\$	\$737,535	\$1,333,077	\$1,859,334	\$1,784,061	\$1,350,116	\$1,453,634	\$2,008,313	\$2,686,584
18. Temsco	\$1,535,806	\$2,101,073	\$2,041,596	\$	\$	\$	\$	\$	\$	\$
19. Warbelows	\$	\$	\$138,286	\$189,429	\$206,750	\$392,739	\$582,027	\$700,071	\$874,639	\$902,347
20. Wings	\$665,113	\$813,162	\$1,046,778	\$987,117	\$935,501	\$689,169	\$786,597	\$766,060	\$844,330	\$876,994
21. Wright	\$127,318	\$185,508	\$285,222	\$252,095	\$256,638	\$233,722	\$260,491	\$329,273	\$365,519	\$364,592
22. Yute	\$	\$	\$515,842	\$1,173,977	\$1,741,696	\$1,502,595	\$1,910,980	\$2,046,634	\$1,760,998	\$2,041,157
Total	\$16,264,672	\$21,441,374	\$25,130,452	\$27,511,169	\$29,486,900	\$31,628,113	\$35,061,737	\$30,910,877	\$32,909,893	\$32,437,308

1/ Page 1 increased by the G&A percentage on page 2.

INTRA-ALASKA BUSH SERVICE MAIL RATES
Total Weighted Departures by Carrier

	YE 9/30/89	YE 9/30/90	YE 9/30/91	YE 9/30/92	YE 9/30/93	YE 9/30/94	YE 9/30/95	YE 9/30/96	YE 9/30/97	YE 9/30/98
1 . Alaska Island	1,102	837	364	1,177	5,362	9,915	0	0	0	0
2 . Arctic Circle	1,211	9,296	12,870	13,976	13,354	14,861	15,398	17,277	16,250	18,705
3 . Arctic Tpt. (Ryan)	24,747	27,771	26,278	29,400	30,397	37,211	23,471	21,236	20,828	18,863
4 . Baker	17,279	15,929	11,431	12,579	14,778	17,363	14,121	16,454	23,457	20,385
5 . Bering	22,539	24,237	24,521	27,377	24,124	25,608	27,531	30,229	29,818	31,435
6 . Camai	0	13,356	12,858	18,602	19,068	15,237	14,803	21,638	16,329	11,156
7 . Cape Smythe	25,157	27,385	30,196	33,886	35,763	38,204	33,745	38,068	40,294	41,574
8 . ERA (System)	82,643	90,169	86,467	90,993	89,572	102,259	103,548	99,595	102,733	104,257
9 . Frontier	10,982	19,374	19,060	17,963	22,549	25,187	26,457	23,078	22,729	31,059
10 . Grant	0	0	0	0	0	0	10,591	18,036	16,623	21,916
11 . Hageland	0	0	0	0	17,690	29,375	40,647	55,516	66,350	60,014
12 . Ketchikan	10,254	13,731	19,918	21,069	21,689	23,540	27,341	19,684 1/		0
13 . Larrys	12,250	13,676	13,220	15,089	16,551	16,096	15,107	15,559	14,181	17,241
14 . MarkAir Express	92,930	110,063	175,196	206,085	181,158	167,260	181,871	0	0	0
15 . Peninsula	69,383	76,146	65,838	70,785	76,467	83,061	80,899	95,397	105,705	107,063
16 . Tanana	3,456	5,965	6,294	7,234	10,573	9,595	9,109	11,310	11,352	13,576
17 . Taquan			27,854	18,320	20,765	23,616	30,199	38,194	46,674	62,559
18 . Temsco	40,321	33,547	26,998	0	0	0	0	0	0	0
19 . Warbelows	0	0	3,716	6,382	8,846	12,807	14,195	16,881	18,777	20,384
20 . Wings	20,711	20,618	18,083	19,783	25,047	24,285	22,883	22,904	23,759	24,624
21 . Wright	3,242	5,698	6,275	9,315	10,843	11,587	11,493	12,435	13,794	15,124
22 . Yute			29,218	45,874	47,037	54,258	52,712	59,945	60,279	56,900
Total Wtd. Deps.	438,207	507,798	616,655	665,889	691,633	741,325	756,121	633,436	649,932	676,835
Unit Cost per Wtd. Dep. 2/	\$37.12	\$42.22	\$40.75	\$41.31	\$42.63	\$42.66	\$46.37	\$48.80	\$50.64	\$47.92

2/ Total departure related expense, including capacity related expense, on page 3, divided by total weighted departures above.

INTRA-ALASKA BUSH SERVICE MAIL RATES COST ADJUSTMENT FACTORS
General and Administrative (G&A) Expense 1/

	YE	YE	YE	YE	YE	YE	YE	YE	YE	YE
	9/30/89	9/30/90	9/30/91	9/30/92	9/30/93	9/30/94	9/30/95	9/30/96	9/30/97	9/30/98
1. A. Island Air	\$33,351	\$25,000	\$8,400	\$31,670	\$170,156	\$195,159	0	0	0	\$
2. A. Circle	\$80,306	\$259,358	\$322,371	\$367,708	\$343,968	\$296,359	\$341,492	\$415,561	\$482,401	\$487,653
3. Arctic Tpt.	\$804,879	\$970,657	\$952,005	\$1,155,987	\$895,047	\$816,701	\$742,799	\$782,587	\$898,374	\$1,004,752
4. Baker	\$409,539	\$441,680	\$476,987	\$507,643	\$446,448	\$570,742	\$611,710	\$498,837	\$594,104	\$1,269,968
5. Bering	\$564,382	\$279,307	\$389,443	\$632,143	\$758,256	\$893,828	\$804,628	\$828,974	\$837,306	\$952,519
6. Camai	\$	\$175,354	\$298,667	\$492,516	\$315,185	\$305,090	\$389,556	\$291,063	\$477,978	\$559,038
7. C. Smythe	\$766,387	\$690,375	\$1,003,006	\$942,710	\$991,950	\$1,116,317	\$1,011,243	\$1,050,780	\$1,407,418	\$1,300,396
8. ERA System	\$2,014,302	\$2,877,919	\$3,698,786	\$3,792,704	\$3,567,974	\$3,878,536	\$4,183,007	\$4,355,043	\$3,667,681	\$6,541,350
9. Frontier	\$528,471	\$764,127	\$785,235	\$775,260	\$805,899	\$934,218	\$872,002	\$805,700	\$1,114,878	\$1,153,093
10. Grant	\$	\$	\$	\$	\$	\$	\$257,975	\$497,967	\$826,000	\$909,235
11. Hageland	\$	\$	\$	\$	\$316,562	\$477,000	\$437,294	\$782,738	\$692,071	\$1,087,797
12. Ketchikan	\$387,336	\$457,487	\$387,148	\$476,479	\$560,316	\$421,625	\$701,629	\$481,015	\$	\$
13. Larrys	\$131,893	\$124,311	\$181,013	\$275,624	\$251,980	\$295,103	\$246,164	\$232,439	\$327,032	\$330,551
14. MarkAir	\$801,615	\$908,328	\$1,312,554	\$1,506,978	\$1,005,155	\$711,448	\$950,354	\$	\$	\$
15. Peninsula	\$1,631,940	\$1,915,239	\$2,544,797	\$2,414,816	\$2,389,662	\$2,466,695	\$2,784,670	\$3,125,904	\$3,473,307	\$4,052,185
16. Tanana	\$92,639	\$133,714	\$172,502	\$167,783	\$217,915	\$178,259	\$193,012	\$232,039	\$315,027	\$373,143
17. Taquan			\$365,993	\$946,181	\$1,086,660	\$1,414,387	\$1,767,922	\$1,105,908	\$2,123,846	\$2,308,249
18. Temsco	\$824,431	\$1,219,973	\$978,655	\$	\$	\$	\$	\$	\$	\$
19. Warbelows	\$	\$	\$193,456	\$285,923	\$349,198	\$661,776	\$754,099	\$631,261	\$968,549	\$895,866
20. Wings	\$735,487	\$608,508	\$619,553	\$605,494	\$695,635	\$570,530	\$438,967	\$371,004	\$421,767	\$417,934
21. Wright	\$396,602	\$371,563	\$514,260	\$404,414	\$339,344	\$360,387	\$505,532	\$368,891	\$505,457	\$662,455
22. Yute	\$	\$	\$948,279	\$1,387,699	\$2,018,067	\$1,284,314	\$947,421	\$1,047,361	\$1,091,619	\$956,399
Total G &A (CR)										
Expense	\$10,203,560	\$12,222,900	\$16,153,110	\$17,169,732	\$17,525,377	\$17,848,474	\$18,941,476	\$17,905,072	\$20,224,815	\$25,262,583

1/ G&A is used interchangeably, here and elsewhere, with Capacity Related Expense, which is reported on the carriers' F-2.
2/ Yute's FY 1997 costs are reduced from those reported by the carrier based on Alaska Aviation Field Office report.