

Calculation of Proposed FUSC Rates

Service Type	(SLC)	(LNP)	(Port Chg)	Sum	3rd Quarter 2008 Contribution	Max USF Rate Prior to Waiver
	(a)	(b)	(c)	(d = a+b+c)	(e = .129)	(f = d x e)
Res, SL Bus	6.23	0	0	6.23		0.80
Non-Primary Res	6.23	0	0	6.23		0.80
Multi Line Bus - Payphone	6.23	0	0	6.23		0.80
BRI - ISDN	6.23	0	1.90	8.13		1.05
PRI - ISDN	31.15	0	46.01	77.16		9.95
Multi Line Bus - Other Except PBX & Flexpath & PSP	6.23	0	0	6.23		0.80
PBX Trunks & Flexpath w/o Line Port Charges	6.23	0	0	6.23		0.80
PBX Trunks with End User Port Charge (DID / Flexpath)	6.23	0	1.21	7.44		0.96
Centrex (>= 9 Lines )	6.23	0	0	6.23		0.80
Centrex ( 8 Lines )	6.23	0	0	6.23		0.80
Centrex ( 7 Lines )	6.23	0	0	6.23		0.80
Centrex ( 6 Lines )	6.23	0	0	6.23		0.80
Centrex ( 5 Lines )	6.23	0	0	6.23		0.80
Centrex ( 4 Lines )	6.23	0	0	6.23		0.80
Centrex ( 3 Lines )	6.23	0	0	6.23		0.80
Centrex ( 2 Lines )	6.23	0	0	6.23		0.80
Centrex ( 1 Line )	6.23	0	0	6.23		0.80

Ratemaking for FUSC Per-line using Centrex Equivalency									
Multi-line Rates	FCC Order - Separate Rates			Monthly FUSF Req.			FCC Waiver		Total Recovery (h = g x a)
	Billing Lines	Max USF Rate Prior to Waiver	Full Rate Requirement	CTX Rates PICC Structure	Monthly CTX Loss	Adjusted Revenue Base	Adjusted Multi-Line Rates		
	(a)	(b)	(c = a x b)	(d = b / 9, 8, 7, etc.)	(e = [b - d] x a)	(f = c - e)	(g = rate x factor)		
BRI - ISDN	5,020	\$ 1.05	\$ 5,271.00			\$ 5,271	\$ 1.59	\$ 7,977	
PRI - ISDN	1,475	\$ 9.95	\$ 14,676.25			14,676	15.06	\$ 22,212	
Multi Line Bus - Other	105,709	\$ 0.80	\$ 84,567.20			84,567	1.21	\$ 127,987	
PBX Trunk w/o End User Port Charge	8,589	\$ 0.80	\$ 6,871.20			6,871	1.21	\$ 10,399	
PBX Trunk w/ End User Port Charge	4,703	\$ 0.96	\$ 4,514.88			4,515	1.45	\$ 6,833	
Centrex (>= 9 Lines )	63,394	\$ 0.80	\$ 50,715.20	0.09000000	\$ 45,010	5,705	0.14	\$ 8,635	
Centrex ( 8 Lines )	2,992	\$ 0.80	\$ 2,393.60	0.10000000	2,094	299	0.15	\$ 453	
Centrex ( 7 Lines )	3,535	\$ 0.80	\$ 2,828.00	0.11000000	2,439	389	0.17	\$ 588	
Centrex ( 6 Lines )	6,270	\$ 0.80	\$ 5,016.00	0.13000000	4,201	815	0.20	\$ 1,234	
Centrex ( 5 Lines )	3,630	\$ 0.80	\$ 2,904.00	0.16000000	2,323	581	0.24	\$ 879	
Centrex ( 4 Lines )	5,372	\$ 0.80	\$ 4,297.60	0.20000000	3,223	1,074	0.30	\$ 1,626	
Centrex ( 3 Lines )	7,347	\$ 0.80	\$ 5,877.60	0.27000000	3,894	1,984	0.41	\$ 3,002	
Centrex ( 2 Lines )	10,024	\$ 0.80	\$ 8,019.20	0.40000000	4,010	4,010	0.61	\$ 6,068	
Centrex ( 1 Line )	143	\$ 0.80	\$ 114.40	0.80000000	-	114	1.21	\$ 173	
	228,203	\$	198,066		\$ 67,194	\$ 130,872		\$ 198,066.13	
Multi-line Adjustment Factor				([Revenue Loss / adjusted base] +1) =			1.513433619		