

**The FairPoint Operating Companies**  
**Summary of FCC Waiver FUSC Line Rates For FairPoint FCC No. 1**  
**4th Quarter 2011 Contribution Factor**

Exhibit - 1

TR 24

<u>Service Type</u>	<u>Calculated</u>
<u>FCC No. 1</u>	<u>FUSC Rate (a)</u>
Res	\$ 0.94
Non-Primary Res	\$ 0.94
Single Line Bus	\$ 0.94
Multi Line Payphone	\$ 0.94
BRI - ISDN	\$ 1.84
PRI - ISDN	\$ 17.52
Multi Line Bus - Other	\$ 1.40
PBX Trunk w/o End User Port Charge	\$ 1.40
PBX Trunk with End User Port Charge	\$ 1.67
Centrex (>= 9 Lines )	\$ 0.15
Centrex ( 8 Lines )	\$ 0.18
Centrex ( 7 Lines )	\$ 0.19
Centrex ( 6 Lines )	\$ 0.24
Centrex ( 5 Lines )	\$ 0.28
Centrex ( 4 Lines )	\$ 0.36
Centrex ( 3 Lines )	\$ 0.46
Centrex ( 2 Lines )	\$ 0.70
Centrex ( 1 Line )	\$ 1.40

a) Proposed multi-line rates include the impact of the FCC Waiver Order as modified by the Payphone Modification Order.

# The FairPoint Operating Companies Calculation of FUSC Rates 4th Quarter 2011 Contribution Factor

Service Type	(SLC)	(LNP)	(Port Chg)	Sum	4th Quarter 2011 Contribution Factor	Max USF RatePrior to Waiver
	(a)	(b)	(c)	(d = a+b+c)	0.153	(f = d x e)
Res, SL Bus	6.14	0	0	6.14		0.94
Non-Primary Res	6.14	0	0	6.14		0.94
Multi Line Bus - Payphone	6.14	0	0	6.14		0.94
BRI - ISDN	6.14	0	1.90	8.04		1.23
PRI - ISDN	30.70	0	46.01	76.71		11.74
Multi Line Bus - Other Except PBX & Flexpath & PSP	6.14	0	0	6.14		0.94
PBX Trunks & Flexpath w/o Line Port Charges	6.14	0	0	6.14		0.94
PBX Trunks with End User Port Charge (DID / Flexpath)	6.14	0	1.21	7.35		1.12
Centrex (>= 9 Lines )	6.14	0	0	6.14		0.94
Centrex ( 8 Lines )	6.14	0	0	6.14		0.94
Centrex ( 7 Lines )	6.14	0	0	6.14		0.94
Centrex ( 6 Lines )	6.14	0	0	6.14		0.94
Centrex ( 5 Lines )	6.14	0	0	6.14		0.94
Centrex ( 4 Lines )	6.14	0	0	6.14		0.94
Centrex ( 3 Lines )	6.14	0	0	6.14		0.94
Centrex ( 2 Lines )	6.14	0	0	6.14		0.94
Centrex ( 1 Line )	6.14	0	0	6.14		0.94

The FairPoint Operating Companies  
Ratemaking for FUSC Per-line using Centrex Equivalency  
4th Quarter 2011 Contribution Factor

Exhibit - 3

TR 24

FCC Order - Separate Rates

Monthly FUSF Req.

FCC Waiver

Accuracy Validation

Service Type	FCC Order - Separate Rates			Monthly FUSF Req.			FCC Waiver	Accuracy Validation	
	Billing Lines	Max USF Rate Prior to Waiver	Full Rate Requirement	CTX Rates PICC Structure	Monthly CTX Loss	Adjusted Revenue Base	Adjusted ML Rates	Total Recovery	Variance
	(a)	(b)	(c = a x b)	(d = b / 9, 8, 7,etc.)	(e = [b -d] x a )	(f = c -e)	(g = rate x factor)	(h = g x a)	(i = h - c )
New England Combined									
<u>Multi-line Rates</u>									
BRI - ISDN	3,805	\$ 1.23	\$ 4,680.61			\$ 4,680.61	\$ 1.84	\$ 6,983	\$ 2,302
PRI - ISDN	1,712	\$ 11.74	\$ 20,098.88			\$ 20,098.88	\$ 17.52	\$ 29,986	\$ 9,887
Multi Line Bus - Other	79,289	\$ 0.94	\$ 74,531.66			\$ 74,531.66	\$ 1.40	\$ 111,195	\$ 36,663
PBX Trunk w/o End User Port Charge	4,983	\$ 0.94	\$ 4,684.02			\$ 4,684.02	\$ 1.40	\$ 6,988	\$ 2,304
PBX Trunk w/ End User Port Charge	3,276	\$ 1.12	\$ 3,669.12			\$ 3,669.12	\$ 1.67	\$ 5,474	\$ 1,805
Centrex (>= 9 Lines )	48,790	\$ 0.94	\$ 45,862.60	0.1000000	\$ 40,983.60	\$ 4,879.00	\$ 0.15	\$ 7,279	\$ (38,584)
Centrex ( 8 Lines )	2,000	\$ 0.94	\$ 1,880.00	0.1200000	\$ 1,640.00	\$ 240.00	\$ 0.18	\$ 358	\$ (1,522)
Centrex ( 7 Lines )	2,744	\$ 0.94	\$ 2,579.36	0.1300000	\$ 2,222.64	\$ 356.72	\$ 0.19	\$ 532	\$ (2,047)
Centrex ( 6 Lines )	4,218	\$ 0.94	\$ 3,964.92	0.1600000	\$ 3,290.04	\$ 674.88	\$ 0.24	\$ 1,007	\$ (2,958)
Centrex ( 5 Lines )	2,705	\$ 0.94	\$ 2,542.70	0.1900000	\$ 2,028.75	\$ 513.95	\$ 0.28	\$ 767	\$ (1,776)
Centrex ( 4 Lines )	3,752	\$ 0.94	\$ 3,526.88	0.2400000	\$ 2,626.40	\$ 900.48	\$ 0.36	\$ 1,343	\$ (2,183)
Centrex ( 3 Lines )	5,034	\$ 0.94	\$ 4,731.96	0.3100000	\$ 3,171.42	\$ 1,560.54	\$ 0.46	\$ 2,328	\$ (2,404)
Centrex ( 2 Lines )	6,694	\$ 0.94	\$ 6,292.36	0.4700000	\$ 3,146.18	\$ 3,146.18	\$ 0.70	\$ 4,694	\$ (1,599)
Centrex ( 1 Line )	240	\$ 0.94	\$ 225.60	0.9400000	\$ -	\$ 225.60	\$ 1.40	\$ 337	\$ 111
	<u>169,242</u>		<u>\$ 179,271</u>		<u>\$ 59,109</u>	<u>\$ 120,162</u>		<u>\$ 179,271</u>	<u>\$ (0)</u>
Multi-line Adjustment Factor					([Revenue Loss / adjusted base] +1) =		\$ 1.49		