

VOLUME 1

DESCRIPTION AND JUSTIFICATION

I. Introduction

A. Background

Windstream Telephone System Tariff FCC No. 7 issuing carriers as listed in Exhibit 1 (Windstream) hereby submits this filing in support of the upcoming 2014 Annual Access Charge Tariff Filing. This filing is being made pursuant to TRP Notice, DA 14-404, released March 25, 2014.

This filing is being made in compliance with the following:

- Second Report and Order, *In the Matter of Policy and Rules Concerning Rates for Dominant Carriers*, CC Docket No. 87-313, Released October 4, 1990;
- Order on Reconsideration, *In the Matter of Policy and Rules Concerning Rates for Dominant Carriers*, CC Docket No. 87-313, Released April 17, 1991;
- First Report and Order, *In the Matter of Price Cap Performance Review for Local Exchange Carriers*, CC Docket No. 94-1, Released April 7, 1995;
- Report and Order, *In the Matter of Price Cap Regulation of Local Exchange Carriers, Rate-of-Return Sharing and Lower Formula Adjustment*, CC Docket No. 93-179, Released April 14, 1995;

- Fourth Report and Order, *In the Matter of Price Cap Performance Review for Local Exchange Carriers*, CC Docket No. 94-1, Released May 21, 1997;
- First Report and Order, *In the Matter of Access Charge Reform*, CC Docket No. 96-262, Released May 16, 1997;
- Second Order on Reconsideration and Memorandum Opinion and Order, *In the Matter of Access Charge Reform*, CC Docket No. 96-262, Released October 9, 1997;
- Third Report and Order, *In the Matter of Access Charge Reform*, CC Docket No. 96-262, Released November 26, 1997;
- Report and Order & Further Notice of Proposed Rulemaking, *In the Matter of Defining Primary Lines*, CC Docket No. 97-181, Released March 10, 1999;
- Public Notice, DA 99-584, Released March 25, 1999;
- Public Notice, DA99-1091, released June 4, 1999;
- Sixth Report and Order, *In the Matter of Access Charge Reform*, CC Docket 92-262, Released May 31, 2000 (CALLS);
- And in accordance with Commission Rules in 47 C.F.R. § 61.38 and § 61.41 through § 61.49;

Herein referred to collectively as the “Price Cap Rules”;

- And with Commission Rules in 47 C.F.R., Part 61, generally.
- Report and Order and Further Notice of Proposed Rulemaking FCC 11-61, WC Docket 10-90, GN Docket 09-51, WC Docket 07-135, WC Docket 05-337, CC Docket 01-92, CC Docket 96-45, WC Docket 03-109, WT Docket 10-208, released November 18, 2011.

Herein referred to as the “USF/ICC Transformation Order”.

- Report and Order, *In the Matter of Joint Petition of Price Cap Holding Companies for Conversion of Average Schedule Affiliates to Price Cap Regulation and for Limited Waiver Relief*, WC Docket No. 12-63, Released December 13, 2012.

B. Waivers

Windstream lists below all currently applicable waivers that permit rate elements different than those specified in 47 C.F.R., Part 69.

The Commission in Memorandum Opinion and Order, *In the Matter of Annual 1989 Access Tariff Filings*, DA 88-1872, Released December 2, 1988, extended indefinitely the waiver allowing carriers to bill \$25.00 for a special access surcharge. This element is included in Windstream's Common Line basket.

The Commission in Order, *In the Matter of Joint Petition of Price Cap Holding Companies for Conversion of Average Schedule Affiliates to Price Cap Regulation and for Limited Waiver Relief*, WC Docket No. 12-63, Released December 13, 2012., provided Windstream with the needed relief to allow Windstream to convert its average schedule regulation companies to price cap regulation and establish initial price cap indexes (PCIs) for price cap baskets.

II. Exogenous Costs

Windstream developed exogenous cost changes according to the Price Cap Rules. These dollar effects were measured at 2013 base period level of operations and apportioned on a cost-causative basis between the price cap baskets. Exogenous cost changes and allocations are shown in Exhibit EXG.

A. Regulatory Fees

Earlier Commission decisions allow local exchange companies to reflect the impact of regulatory fees as an exogenous cost in annual price cap filings. The impact of regulatory fee changes for the July 2014-June 2015 fiscal year has been included as an exogenous cost in this filing. A factor of \$0.00347 was used in compliance with FCC Report and Order, August 12, 2013, FCC 13-110.

B. Telecommunications Relay Service

In its Third Report and Order in CC Docket No. 90-571, the Commission required that all common carriers providing interstate telecommunications services contribute to an interstate shared fund to support the TRS function. The TRS exogenous cost reflects changes from funding contributions reflected in the last annual filing allowing Windstream to calculate the current TRS exogenous costs for this tariff period's contribution. The impact of the TRS changes has been included as an exogenous cost. A contribution factor of \$0.01174 will be used for this filing. Rolka Loubé Saltzer Associates Submits Payment Formulas and Funding Requirement for the Interstate

Telecommunications Relay Services Fund for the July, 2014 through June, 2015 Fund Year. FCC Public Notice, DA 14-627, released May 9, 2014.

C. North American Numbering Plan Fee

On May 28, 2013, the North American Numbering Plan Administration (NANPA) filed a contribution factor of \$0.0000302 for the period July 2014 through June 2015. The impact of the interstate portion of NANPA has been included as an exogenous cost in this filing.

EXHIBIT 1

Issuing Carrier	COSA
Windstream Montezuma	WSMZ
Windstream Accucomm	WSAC
Windstream Georgia Telephone	WSGT
Windstream Buffalo Valley	WSBV
Windstream Conestoga	WSCS
Windstream D&E	WSDE

Exogenous Cost Changes Detail

	2012 Annual		FCC 12-76	DA 13-1483	DA 13-1215
	Total	Interstate	7/19/2012	7/1/2013	5/28/2013
	End User Revenues	End User Revenues	Reg Fee	TRR	NANPA
	(499A)	(499A)	(C)=B * 0.00375	(D) = B * 0.01484	(E) = A * 0.0000302
	(A)	(B)			
Exogenous Amount	694,755	298,177	1,118	4,425	21
Excluded Revenue	53,543	53,543			
Price Cap Revenue Percentage	92.29%	82.04%			

2012 Mid-Year Rate Changes	FCC 12-76	FCC 13-110	Annualization
	7/19/2012	8/12/2013	Reversal
	Reg Fee	Reg Fee	(F') = (E') * 12 / 9
	(C') = B * 0.00375	(D') = B * 0.00347	(E') = (D') - (C')
	\$ 1,118	\$ 1,035	\$ (83)

2012 Mid-Year Rate Changes	DA 13-1137	DA 13-1483	Annualization
	5/17/2013	7/1/2013	Reversal
	TRR	TRR	(F'') = (E'') * 12 / 9
	(C'') = B * 0.0233	(D'') = B * 0.01484	(E'') = (D'') - (C'')
	\$ 6,948	\$ 4,425	\$ (2,523)

	2013 Annual		R&O 13-110	DA 14-627	DA 13-1215
	Total	Interstate	8/12/2013	5/9/2014	5/28/2013
	End User Revenues	End User Revenues	Reg Fee	TRR	NANPA
	(499A)	(499A)	(C)=B * 0.00347	(D) = B * 0.01174	(E) = A * 0.0000302
	(A)	(B)			
Exogenous Amount	575,963	159,068	552	1,867	17
Excluded Revenue	44,218	44,218			
Price Cap Revenue Percentage	92.32%	72.20%			

Telecom Relay Support	7/13-6/14	7/14-6/15
DA 13-1483 - (D) = B * 0.01484	4,425	
Reversal of TRR Annualization	(3,363)	
DA 14-627 - (D) = B * 0.01174		1,867
	\$ 1,062	\$ 1,867
% Price Cap Allocation	82.04%	72.20%
Price Cap Only	\$ 871	\$ 1,348
FCC 2012 Price Cap Interstate End User Revenue	244,634	
FCC 2013 Price Cap Interstate End User Revenue	114,850	
Revenue Change (R)	-0.530523149	
Price Cap Only with R Adj	\$ 409	\$ 1,348
		\$ 939

Regulatory Fee Support:	7/13-6/14	7/14-6/15
FCC 12-76 - (C)=B * 0.00375	1,118	
Reversal of Reg Fee Annualization	(111)	
R&O 13-110 - (C)=B * 0.00347		552
	1,007	552
% Price Cap Allocation	82.04%	72.20%
Price Cap Only	\$ 826	\$ 399
FCC 2012 Price Cap Interstate End User Revenue	244,634	
FCC 2013 Price Cap Interstate End User Revenue	114,850	
Revenue Change (R)	-0.530523149	
Price Cap Only with R Adj	\$ 388	\$ 399
		\$ 11

North American Numbering Plan Administration:	7/13-6/14	7/14-6/15
DA 13-1215 - (E) = A * 0.0000302	21	
DA 13-1215 - (E) = A * 0.0000302		17
	21	17
% Price Cap Allocation	92.29%	92.32%
Price Cap Only	\$ 19	\$ 16
FCC 2012 Price Cap Total End User Revenue	641,212	
FCC 2013 Price Cap Total End User Revenue	531,745	
Revenue Change (R)	-0.170718889	
Price Cap Only with R Adj	\$ 16	\$ 16
		\$ -

	Common Line	Database Access	Billing Name and Address	Special	Total Revenue
2013 End User Rev - FCC 499	\$ 114,850	\$ -	\$ -	\$ -	\$ 114,850
Allocation Basis	100.00%	0.00%	0.00%	0.00%	100.00%
Telecom. Relay Support	\$ 939	\$ -	\$ -	\$ -	\$ 939
NANPA	\$ -	\$ -	\$ -	\$ -	\$ -
Regulatory Fee Support:	\$ 11	\$ -	\$ -	\$ -	\$ 11
Sub-Total	\$ 950	\$ -	\$ -	\$ -	\$ 950
Grand Total Exogenous	\$ 950	\$ -	\$ -	\$ -	\$ 950

Exogenous Cost Changes Detail

	2012 Annual		FCC 12-76	DA 13-1483	DA 13-1215
	Total	Interstate	7/19/2012	7/1/2013	5/28/2013
	End User Revenues		Reg Fee	TRS	NANPA
	(499A)	(499A)			
	(A)	(B)	(C)=B * 0.00375	(D) = B * 0.01484	(E) = A * 0.0000302
Exogenous Amount	5,293,659	1,394,582	5,230	20,696	160
Excluded Revenue	226,577	226,577			
Price Cap Revenue Percentage	95.72%	83.75%			

2012 Mid-Year Rate Changes	FCC 12-76	FCC 13-110	Annualization
	7/19/2012	8/12/2013	Reversal
	Reg Fee	Reg Fee	
	(C') = B * 0.00375	(D') = B * 0.00347	(E') = (D') - (C')
	\$ 5,230	\$ 4,839	\$ (390)

2012 Mid-Year Rate Changes	DA 13-1137	DA 13-1483	Annualization
	5/17/2013	7/1/2013	Reversal
	TRS	TRS	
	(C'') = B * 0.0233	(D'') = B * 0.01484	(E'') = (D'') - (C'')
	\$ 32,494	\$ 20,696	\$ (11,798)

	2013 Annual		R&O 13-110	DA 14-627	DA 13-1215
	Total	Interstate	8/12/2013	5/9/2014	5/28/2013
	End User Revenues		Reg Fee	TRS	NANPA
	(499A)	(499A)			
	(A)	(B)	(C)=B * 0.00347	(D) = B * 0.01174	(E) = A * 0.0000302
Exogenous Amount	5,081,377	1,367,074	4,744	16,049	153
Excluded Revenue	185,104	185,104			
Price Cap Revenue Percentage	96.36%	86.46%			

Telecom Relay Support	7/13-6/14	7/14-6/15
DA 13-1483 - (D) = B * 0.01484	20,696	
Reversal of TRS Annualization	(15,731)	
DA 14-627 - (D) = B * 0.01174		16,049
	\$ 4,965	\$ 16,049
% Price Cap Allocation	83.75%	86.46%
Price Cap Only	\$ 4,158	\$ 13,876
FCC 2012 Price Cap Interstate End User Revenue	1,168,005	
FCC 2013 Price Cap Interstate End User Revenue	1,181,970	
Revenue Change (R)	1.1956%	
Price Cap Only with R Adj	\$ 4,208	\$ 13,876
		\$ 9,669

Regulatory Fee Support:	7/13-6/14	7/14-6/15
FCC 12-76 - (C)=B * 0.00375	5,230	
Reversal of Reg Fee Annualization	(521)	
R&O 13-110 - (C)=B * 0.00347		4,744
	4,709	4,744
% Price Cap Allocation	83.75%	86.46%
Price Cap Only	\$ 3,944	\$ 4,101
FCC 2012 Price Cap Interstate End User Revenue	1,168,005	
FCC 2013 Price Cap Interstate End User Revenue	1,181,970	
Revenue Change (R)	1.1956%	
Price Cap Only with R Adj	\$ 3,991	\$ 4,101
		\$ 110

North American Numbering Plan Administration:	7/13-6/14	7/14-6/15
DA 13-1215 - (E) = A * 0.0000302	160	
DA 13-1215 - (E) = A * 0.0000302		153
	160	153
% Price Cap Allocation	95.72%	96.36%
Price Cap Only	\$ 153	\$ 148
FCC 2012 Price Cap Total End User Revenue	5,067,082	
FCC 2013 Price Cap Total End User Revenue	4,896,273	
Revenue Change (R)	-0.033709539	
Price Cap Only with R Adj	\$ 148	\$ 148
		\$ -

	Common Line	Database Access	Billing Name and Address	Special	Total Revenue
2013 End User Rev - FCC 499	\$ 1,170,054	\$ -	\$ -	\$ 11,916	\$ 1,181,970
Allocation Basis	98.99%	0.00%	0.00%	1.01%	100.00%
Telecom. Relay Support	\$ 9,571	\$ -	\$ -	\$ 97	\$ 9,669
NANPA	\$ -	\$ -	\$ -	\$ -	\$ -
Regulatory Fee Support:	\$ 109	\$ -	\$ -	\$ 1	\$ 110
Sub-Total	\$ 9,680	\$ -	\$ -	\$ 99	\$ 9,779
Grand Total Exogenous	\$ 9,680	\$ -	\$ -	\$ 99	\$ 9,779

Exogenous Cost Changes Detail

	2012 Annual		FCC 12-76	DA 13-1483	DA 13-1215
	Total	Interstate	7/19/2012	7/1/2013	5/28/2013
	End User Revenues		Reg Fee	TRS	NANPA
	(499A)	(499A)	(C)=B * 0.00375	(D) = B * 0.01484	(E) = A * 0.0000302
	(A)	(B)			
Exogenous Amount	11,769,194	3,166,603	11,875	46,992	355
Excluded Revenue	514,237	514,237			
Price Cap Revenue Percentage	95.63%	83.76%			

2012 Mid-Year Rate Changes	FCC 12-76	FCC 13-110	Annualization
	7/19/2012	8/12/2013	Reversal
	Reg Fee	Reg Fee	Difference
	(C') = B * 0.00375	(D') = B * 0.00347	(E') = (D') - (C')
	\$ 11,875	\$ 10,988	\$ (887)
			(1,182)

2012 Mid-Year Rate Changes	DA 13-1137	DA 13-1483	Annualization
	5/17/2013	7/1/2013	Reversal
	TRS	TRS	Difference
	(C'') = B * 0.0233	(D'') = B * 0.01484	(E'') = (D'') - (C'')
	\$ 73,782	\$ 46,992	\$ (26,789)
			(35,719)

	2013 Annual		R&O 13-110	DA 14-627	DA 13-1215
	Total	Interstate	8/12/2013	5/9/2014	5/28/2013
	End User Revenues		Reg Fee	TRS	NANPA
	(499A)	(499A)	(C)=B * 0.00347	(D) = B * 0.01174	(E) = A * 0.0000302
	(A)	(B)			
Exogenous Amount	10,868,037	3,163,398	10,977	37,138	328
Excluded Revenue	423,677	423,677			
Price Cap Revenue Percentage	96.10%	86.61%			

Telecom Relay Support

	7/13-6/14	7/14-6/15
DA 13-1483 - (D) = B * 0.01484	46,992	
Reversal of TRS Annualization	(35,719)	
DA 14-627 - (D) = B * 0.01174		37,138
	\$ 11,273	\$ 37,138
% Price Cap Allocation	83.76%	86.61%
Price Cap Only	\$ 9,442	\$ 32,164
FCC 2012 Price Cap Interstate End User Revenue	2,652,366	
FCC 2013 Price Cap Interstate End User Revenue	2,739,721	
Revenue Change (R)	0.032934746	
Price Cap Only with R Adj	\$ 9,753	\$ 32,164
		\$ 22,411

Regulatory Fee Support:

	7/13-6/14	7/14-6/15
FCC 12-76 - (C)=B * 0.00375	11,875	
Reversal of Reg Fee Annualization	(1,182)	
R&O 13-110 - (C)=B * 0.00347		10,977
	10,693	10,977
% Price Cap Allocation	83.76%	86.61%
Price Cap Only	\$ 8,956	\$ 9,507
FCC 2012 Price Cap Interstate End User Revenue	2,652,366	
FCC 2013 Price Cap Interstate End User Revenue	2,739,721	
Revenue Change (R)	0.032934746	
Price Cap Only with R Adj	\$ 9,251	\$ 9,507
		\$ 256

North American Numbering Plan Administration:

	7/13-6/14	7/14-6/15
DA 13-1215 - (E) = A * 0.0000302	355	
DA 13-1215 - (E) = A * 0.0000302		328
	355	328
% Price Cap Allocation	95.63%	96.10%
Price Cap Only	\$ 340	\$ 315
FCC 2012 Price Cap Total End User Revenue	11,254,957	
FCC 2013 Price Cap Total End User Revenue	10,444,360	
Revenue Change (R)	-0.072021332	
Price Cap Only with R Adj	\$ 315	\$ 315
		\$ -

	Common Line	Database Access	Billing Name and Address	Special	Total Revenue
2013 End User Rev - FCC 499	\$ 2,697,225	\$ -	\$ -	\$ 42,496	\$ 2,739,721
Allocation Basis	98.45%	0.00%	0.00%	1.55%	100.00%
Telecom. Relay Support	\$ 22,063	\$ -	\$ -	\$ 348	\$ 22,411
NANPA	\$ -	\$ -	\$ -	\$ -	\$ -
Regulatory Fee Support:	\$ 252	\$ -	\$ -	\$ 4	\$ 256
Sub-Total	\$ 22,315	\$ -	\$ -	\$ 352	\$ 22,667
Grand Total Exogenous	\$ 22,315	\$ -	\$ -	\$ 352	\$ 22,667

Exogenous Cost Changes Detail

	2012 Annual		FCC 12-76	DA 13-1483	DA 13-1215
	Total	Interstate	7/19/2012	7/1/2013	5/28/2013
	End User Revenues		Reg Fee	TRS	NANPA
	(499A)	(499A)	(C)=B * 0.00375	(D) = B * 0.01484	(E) = A * 0.0000302
	(A)	(B)			
Exogenous Amount	15,084,073	3,930,041	14,738	58,322	456
Excluded Revenue	563,354	563,354			
Price Cap Revenue Percentage	96.27%	85.67%			

2012 Mid-Year Rate Changes	FCC 12-76	FCC 13-110	Annualization
	7/19/2012	8/12/2013	Reversal
	Reg Fee	Reg Fee	Difference
	(C') = B * 0.00375	(D') = B * 0.00347	(E') = (D') - (C')
	\$ 14,738	\$ 13,637	\$ (1,100) \$
			(F') = (E') * 12 / 9
			(1,467)

2012 Mid-Year Rate Changes	DA 13-1137	DA 13-1483	Annualization
	5/17/2013	7/1/2013	Reversal
	TRS	TRS	Difference
	(C'') = B * 0.0233	(D'') = B * 0.01484	(E'') = (D'') - (C'')
	\$ 91,570	\$ 58,322	\$ (33,248) \$
			(F'') = (E'') * 12 / 9
			(44,331)

	2013 Annual		R&O 13-110	DA 14-627	DA 13-1215
	Total	Interstate	8/12/2013	5/9/2014	5/28/2013
	End User Revenues		Reg Fee	TRS	NANPA
	(499A)	(499A)	(C)=B * 0.00347	(D) = B * 0.01174	(E) = A * 0.0000302
	(A)	(B)			
Exogenous Amount	14,535,662	4,006,565	13,903	47,037	439
Excluded Revenue	509,909	509,909			
Price Cap Revenue Percentage	96.49%	87.27%			

Telecom Relay Support	7/13-6/14	7/14-6/15	
DA 13-1483 - (D) = B * 0.01484	58,322		
Reversal of TRS Annualization	(44,331)		
DA 14-627 - (D) = B * 0.01174		47,037	
	\$ 13,991	\$ 47,037	\$ 33,046
% Price Cap Allocation	85.67%	87.27%	
Price Cap Only	\$ 11,985	\$ 41,051	\$ 29,065
FCC 2012 Price Cap Interstate End User Revenue	3,366,687		
FCC 2013 Price Cap Interstate End User Revenue	3,496,656		
Revenue Change (R)	0.03860442		
Price Cap Only with R Adj	\$ 12,448	\$ 41,051	\$ 28,603

Regulatory Fee Support:	7/13-6/14	7/14-6/15	
FCC 12-76 - (C)=B * 0.00375	14,738		
Reversal of Reg Fee Annualization	(1,467)		
R&O 13-110 - (C)=B * 0.00347		13,903	
	13,270	13,903	\$ 632
% Price Cap Allocation	85.67%	87.27%	
Price Cap Only	\$ 11,368	\$ 12,133	\$ 765
FCC 2012 Price Cap Interstate End User Revenue	3,366,687		
FCC 2013 Price Cap Interstate End User Revenue	3,496,656		
Revenue Change (R)	0.03860442		
Price Cap Only with R Adj	\$ 11,807	\$ 12,133	\$ 326

North American Numbering Plan Administration:	7/13-6/14	7/14-6/15	
DA 13-1215 - (E) = A * 0.0000302	456		
DA 13-1215 - (E) = A * 0.0000302		439	
	456	439	\$ (17)
% Price Cap Allocation	96.27%	96.49%	
Price Cap Only	\$ 439	\$ 424	\$ (15)
FCC 2012 Price Cap Total End User Revenue	14,520,719		
FCC 2013 Price Cap Total End User Revenue	14,025,753		
Revenue Change (R)	-0.03408688		
Price Cap Only with R Adj	\$ 424	\$ 424	\$ -

	Common Line	Database Access	Billing Name and Address	Special	Total Revenue
2013 End User Rev - FCC 499	\$ 3,408,192	\$ -	\$ -	\$ 88,464	\$ 3,496,656
Allocation Basis	97.47%	0.00%	0.00%	2.53%	100.00%
Telecom. Relay Support	\$ 27,879	\$ -	\$ -	\$ 724	\$ 28,603
NANPA	\$ -	\$ -	\$ -	\$ -	\$ -
Regulatory Fee Support:	\$ 318	\$ -	\$ -	\$ 8	\$ 326
Sub-Total	\$ 28,197	\$ -	\$ -	\$ 732	\$ 28,929
Grand Total Exogenous	\$ 28,197	\$ -	\$ -	\$ 732	\$ 28,929

Exogenous Cost Changes Detail

	2012 Annual				
	Total	Interstate	FCC 12-76	DA 13-1483	DA 13-1215
	End User Revenues		7/19/2012	7/1/2013	5/28/2013
	(499A)	(499A)	Reg Fee	TRS	NANPA
	(A)	(B)	(C)=B * 0.00375	(D) = B * 0.01484	(E) = A * 0.0000302
Exogenous Amount	2,203,867	582,173	2,183	8,639	67
Excluded Revenue	72,003	72,003			
Price Cap Revenue Percentage	96.73%	87.63%			

2012 Mid-Year Rate Changes	FCC 12-76	FCC 13-110		Annualization
	7/19/2012	8/12/2013		Reversal
	Reg Fee	Reg Fee	Difference	
	(C') = B * 0.00375	(D') = B * 0.00347	(E') = (D') - (C')	(F') = (E') * 12 / 9
	\$ 2,183	\$ 2,020	\$ (163)	(217)

2012 Mid-Year Rate Changes	DA 13-1137	DA 13-1483		Annualization
	5/17/2013	7/1/2013		Reversal
	TRS	TRS	Difference	
	(C'') = B * 0.0233	(D'') = B * 0.01484	(E'') = (D'') - (C'')	(F'') = (E'') * 12 / 9
	\$ 13,565	\$ 8,639	\$ (4,925)	(6,567)

	2013 Annual				
	Total	Interstate	R&O 13-110	DA 14-627	DA 13-1215
	End User Revenues		8/12/2013	5/9/2014	5/28/2013
	(499A)	(499A)	Reg Fee	TRS	NANPA
	(A)	(B)	(C)=B * 0.00347	(D) = B * 0.01174	(E) = A * 0.0000302
Exogenous Amount	2,118,469	594,694	2,064	6,982	64
Excluded Revenue	83,869	83,869			
Price Cap Revenue Percentage	96.04%	85.90%			

Telecom Relay Support	7/13-6/14	7/14-6/15	
DA 13-1483 - (D) = B * 0.01484	8,639		
Reversal of TRS Annualization	(6,567)		
DA 14-627 - (D) = B * 0.01174		6,982	
	\$ 2,073	\$ 6,982	\$ 4,909
% Price Cap Allocation	87.63%	85.90%	
Price Cap Only	\$ 1,816	\$ 5,997	\$ 4,181
FCC 2012 Price Cap Interstate End User Revenue	510,170		
FCC 2013 Price Cap Interstate End User Revenue	510,825		
Revenue Change (R)	0.001283886		
Price Cap Only with R Adj	\$ 1,819	\$ 5,997	\$ 4,179

Regulatory Fee Support:	7/13-6/14	7/14-6/15	
FCC 12-76 - (C)=B * 0.00375	2,183		
Reversal of Reg Fee Annualization	(217)		
R&O 13-110 - (C)=B * 0.00347		2,064	
	1,966	2,064	\$ 98
% Price Cap Allocation	87.63%	85.90%	
Price Cap Only	\$ 1,723	\$ 1,773	\$ 50
FCC 2012 Price Cap Interstate End User Revenue	510,170		
FCC 2013 Price Cap Interstate End User Revenue	510,825		
Revenue Change (R)	0.001283886		
Price Cap Only with R Adj	\$ 1,725	\$ 1,773	\$ 48

North American Numbering Plan Administration:	7/13-6/14	7/14-6/15	
DA 13-1215 - (E) = A * 0.0000302	67		
DA 13-1215 - (E) = A * 0.0000302		64	
	67	64	\$ (3)
% Price Cap Allocation	96.73%	96.04%	
Price Cap Only	\$ 64	\$ 61	\$ (3)
FCC 2012 Price Cap Total End User Revenue	2,131,864		
FCC 2013 Price Cap Total End User Revenue	2,034,600		
Revenue Change (R)	-0.045623923		
Price Cap Only with R Adj	\$ 61	\$ 61	\$ -

	Common Line	Database Access	Billing Name and Address	Special	Total Revenue
2013 End User Rev - FCC 499	\$ 510,825	\$ -	\$ -	\$ -	\$ 510,825
Allocation Basis	100.00%	0.00%	0.00%	0.00%	100.00%
Telecom. Relay Support	\$ 4,179	\$ -	\$ -	\$ -	\$ 4,179
NANPA	\$ -	\$ -	\$ -	\$ -	\$ -
Regulatory Fee Support:	\$ 48	\$ -	\$ -	\$ -	\$ 48
Sub-Total	\$ 4,226	\$ -	\$ -	\$ -	\$ 4,226
Grand Total Exogenous	\$ 4,226	\$ -	\$ -	\$ -	\$ 4,226

Exogenous Cost Changes Detail

	2012 Annual				
	Total	Interstate	FCC 12-76	DA 13-1483	DA 13-1215
	End User Revenues		7/19/2012	7/1/2013	5/28/2013
	(499A)	(499A)	Reg Fee	TRS	NANPA
	(A)	(B)	(C)=B * 0.00375	(D) = B * 0.01484	(E) = A * 0.0000302
Exogenous Amount	1,282,302	334,191	1,253	4,959	39
Excluded Revenue	50,723	50,723			
Price Cap Revenue Percentage	96.04%	84.82%			

2012 Mid-Year Rate Changes	FCC 12-76	FCC 13-110		Annualization
	7/19/2012	8/12/2013		Reversal
	Reg Fee	Reg Fee	Difference	
	(C') = B * 0.00375	(D') = B * 0.00347	(E') = (D')-(C')	(F') = (E') * 12 / 9
	\$ 1,253	\$ 1,160	\$ (94)	(125)

2012 Mid-Year Rate Changes	DA 13-1137	DA 13-1483		Annualization
	5/17/2013	7/1/2013		Reversal
	TRS	TRS	Difference	
	(C'') = B * 0.0233	(D'') = B * 0.01484	(E'') = (D'') - (C'')	(F'') = (E'') * 12 / 9
	\$ 7,787	\$ 4,959	\$ (2,827)	(3,770)

	2013 Annual				
	Total	Interstate	R&O 13-110	DA 14-627	DA 13-1215
	End User Revenues		8/12/2013	5/9/2014	5/28/2013
	(499A)	(499A)	Reg Fee	TRS	NANPA
	(A)	(B)	(C)=B * 0.00347	(D) = B * 0.01174	(E) = A * 0.0000302
Exogenous Amount	1,279,304	339,063	1,177	3,981	39
Excluded Revenue	45,304	45,304			
Price Cap Revenue Percentage	96.46%	86.64%			

Telecom Relay Support

	7/13-6/14	7/14-6/15	
DA 13-1483 - (D) = B * 0.01484	4,959		
Reversal of TRS Annualization	(3,770)		
DA 14-627 - (D) = B * 0.01174		3,981	
	\$ 1,190	\$ 3,981	\$ 2,791
% Price Cap Allocation	84.82%	86.64%	
Price Cap Only	\$ 1,009	\$ 3,449	\$ 2,440
FCC 2012 Price Cap Interstate End User Revenue	283,468		
FCC 2013 Price Cap Interstate End User Revenue	293,759		
Revenue Change (R)	0.036303921		
Price Cap Only with R Adj	\$ 1,046	\$ 3,449	\$ 2,403

Regulatory Fee Support:

	7/13-6/14	7/14-6/15	
FCC 12-76 - (C)=B * 0.00375	1,253		
Reversal of Reg Fee Annualization	(125)		
R&O 13-110 - (C)=B * 0.00347		1,177	
	1,128	1,177	\$ 48
% Price Cap Allocation	84.82%	86.64%	
Price Cap Only	\$ 957	\$ 1,019	\$ 62
FCC 2012 Price Cap Interstate End User Revenue	283,468		
FCC 2013 Price Cap Interstate End User Revenue	293,759		
Revenue Change (R)	0.036303921		
Price Cap Only with R Adj	\$ 992	\$ 1,019	\$ 27

North American Numbering Plan Administration:

	7/13-6/14	7/14-6/15	
DA 13-1215 - (E) = A * 0.0000302	39		
DA 13-1215 - (E) = A * 0.0000302		39	
	39	39	\$ (0)
% Price Cap Allocation	96.04%	96.46%	
Price Cap Only	\$ 37	\$ 37	\$ 0
FCC 2012 Price Cap Total End User Revenue	1,231,579		
FCC 2013 Price Cap Total End User Revenue	1,234,000		
Revenue Change (R)	0.001965769		
Price Cap Only with R Adj	\$ 37	\$ 37	\$ -

	Common Line	Database Access	Billing Name and Address	Special	Total Revenue
2013 End User Rev - FCC 499	\$ 292,891	\$ -	\$ -	\$ 868	\$ 293,759
Allocation Basis	99.70%	0.00%	0.00%	0.30%	100.00%
Telecom. Relay Support	\$ 2,396	\$ -	\$ -	\$ 7	\$ 2,403
NANPA	\$ -	\$ -	\$ -	\$ -	\$ -
Regulatory Fee Support:	\$ 27	\$ -	\$ -	\$ 0	\$ 27
Sub-Total	\$ 2,423	\$ -	\$ -	\$ 7	\$ 2,430
Grand Total Exogenous	\$ 2,423	\$ -	\$ -	\$ 7	\$ 2,430