

CenturyLink Operating Companies

Transmittal No. 63

Description and Justification

The CenturyLink Operating Companies (CLOCs) hereby submit the following information in support of the accompanying revisions to CenturyLink Operating Companies Tariff F.C.C. Nos. 1, 2, 3, 6, 7, 8, 9 and 11 as required by Sections 61.38 and 61.41 through 61.49 of the Federal Communications Commission's Rules and Regulations.

This filing adjusts CenturyLink's federal universal service fund (USF) contribution factor for 1st quarter 2015 to 16.8% consistent with the requirements of the Commission's USF Order¹.

1.0 Universal Service Fund Contribution Factor - First Quarter 2015

For all companies, excluding those in CLOC Tariff F.C.C. No. 9 and 11, a surcharge equal to the first quarter 2015 USF contribution factor of 0.168 is applied to end users being billed local exchange service (i.e., primary residential, non-primary residential, ISDN-BRI, single-line business, multi-line business, ISDN-PRI, and Centrex), switched dedicated, special access, or other interstate access services (i.e., Presubscription Change Charges). The percentage surcharge is reflected as a separate line item, clearly identified on the customer's bill. The detailed calculations for Tariff F.C.C. No. 9 and 11 are defined below.

¹ *In the Matter of Federal-State Joint Board on Universal Service*, CC Docket No. 96-45, Public Notice (DA 14-1832) released December 15, 2014.

Calculations for CenturyLink Operating Companies Tariff F.C.C. No. 9

CenturyLink adjusts their federal universal service fund (USF) end user charges to reflect its full contribution obligation, which is based on interstate end user revenues used by the Universal Service Administration Company (USAC) to calculate CenturyLink's first quarter 2015 assessment.

Consistent with the requirements of the Commission's *USF Interim Methodology Orders*,² CenturyLink recovers its federal universal service contributions through per line monthly charges assessed to end users subscribing to local exchange service (i.e., primary residential, non-primary residential, ISDN-BRI, single-line business, multi-line business, ISDN-PRI, and Centrex). Contributions for end users being billed switched dedicated, special access, or other interstate access services (i.e., Presubscription Change Charges) are recovered by applying a surcharge equal to the first quarter 2015 USF contribution factor of 0.168 to the total of the end user customer's interstate access charges. Both the per line charge and percentage surcharge are reflected as a separate line item, clearly identified on the customer's bill.

As detailed on Exhibit 1, Page 1, the Federal USF end user charges for primary residential, non-primary residential, ISDN-BRI and single-line business are calculated by applying the first quarter 2015 contribution factor of 0.168 to the sum of the charges representing the interstate portion of the customer's bill (i.e., the customer's end user common line or subscriber line charges).

Page 2 of Exhibit 1 details the calculation of the Federal USF end user charges for Centrex, ISDN-PRI and multi-line business customers. The *USF Interim Methodology Orders* allow the Federal USF end user charges for Centrex customers to be recovered using an "equivalency ratio." Initially, the Federal USF charges for Centrex, ISDN-PRI and multi-line business customers are calculated by applying the 0.168 first quarter 2015 contribution factor to the sum of the charges representing the

² *In the Matter of Federal-State Joint Board on Universal Service*, CC Docket No. 96-45, Report and Order and Second Further Notice of Proposed Rulemaking (FCC 02-329), released December 13, 2002; Order and Second Order on Reconsideration (FCC 03-58), released March 14, 2003; and Public Notice (DA 03-1909) (Collectively *USF Interim Methodology Orders*).

interstate portion of the customer's bill in the same manner as outlined above. For multi-line business and ISDN- PRI, the Federal USF charges are calculated by first determining the difference, on a per line basis, between assessing Centrex lines based on the equivalency ratio and applying the remaining USF recovery across multi-line business and ISDN-PRI lines on an averaged basis. Once the difference is determined, a portion (\$0.50) is allocated back to Centrex, and the remainder is added to the initial multi-line business Federal USF charge to produce the Federal USF end user charge for multi-line business customers. The Federal USF end user charge for ISDN-PRI customers is calculated by multiplying the multi-line business charge by 5. The Federal USF end user charge for Payphone Service Providers is calculated by applying the 0.168 first quarter 2015 contribution factor to the multi-line business subscriber line charge.

Calculations for CenturyLink Operating Companies Tariff F.C.C. No. 11

Consistent with the requirements of the Commission's *USF Interim Methodology Orders*,³ CenturyLink recovers its federal universal service contributions through per line monthly charges assessed to end users subscribing to local exchange service (i.e., primary residential, non-primary residential, ISDN-BRI, single-line business, multi-line business, ISDN-PRI, and Centrex). Contributions for end users being billed switched dedicated, special access, or other interstate access services (i.e., Presubscription Change Charges) are recovered by applying a surcharge equal to the first quarter 2015 USF contribution factor of 0.168 to the total of the end user customer's interstate access charges. Both the per line charge and percentage surcharge are reflected as a separate line item, clearly identified on the customer's bill.

³ *In the Matter of Federal-State Joint Board on Universal Service*, CC Docket No. 96-45, Report and Order and Second Further Notice of Proposed Rulemaking (FCC 02-329), released December 13, 2002; Order and Second Order on Reconsideration (FCC 03-58), released March 14, 2003; and Public Notice (DA 03-1909) (Collectively *USF Interim Methodology Orders*).

As detailed on Exhibit 2, “CenturyLink QC Federal Universal Service Fund Charge Factor Development,” the Multiline Business charge factor for each study area is calculated by dividing the Multiline Business lines subject to FCC end user charges by the total number of lines subject to PICC charges pursuant to 47 C.F.R. 69.153. This ratio is multiplied by the first quarter 2015 USF Factor to determine the appropriate Multiline Business USF Charge Factor. This Multiline Business USF Charge Factor is then divided by nine to arrive at the Centrex USF Charge Factor.

2.0 Multi-Line Subscriber Line Charges

In this filing CenturyLink also adjusts the multi-line subscriber line charges contained in CLOC 7 and CLOC 8 which were originally filed in Transmittal 60 with an effective date of October 1, 2014. Revised rates were inadvertently omitted from that filing. Accompanying Exhibit 3 and the original Tariff Review Plan worksheets are included as support for this tariff correction.

3.0 Conclusion

The CenturyLink Operating Companies are submitting the accompanying information consistent with the requirements of the Commission's price cap regulations for local exchange carriers and in compliance with universal service decisions. The rate adjustments proposed herein are demonstrated to be just and reasonable, and are supported by detailed exhibits, where applicable, reflecting the calculation of the proposed USF end user charges.

CenturyLink FCC #9 - 12/17/14 Federal USF End User Surcharge Rates
 (1st Qtr 2015 USF Contribution Factor 16.8% - DA 14-1832)
 Transmittal No. 63

Exhibit 1
Page 1 of 2

	Subscriber Line Charge - SLC Rates						Federal End User USF Surcharge								
	Residential Primary	Residential Non-Primary	ISDN BRI	Single Line Business	Multi-Line Business & ISDN-PRI & Centrex	Proposed 1st Qtr 2015 USF Contribution Factor	Residential Primary	Residential Non-Primary	ISDN BRI	Single Line Business	Payphone	Multi-Line Business *	Centrex *		
	TL #60	TL #60	TL #60	TL #60	TL #60		TL #63	TL #63	TL #63	TL #63	TL #63	TL #63	TL #63		
	10/1/2014	10/1/2014	10/1/2014	10/1/2014	10/1/2014		1/1/2015	1/1/2015	1/1/2015	1/1/2015	1/1/2015	1/1/2015	1/1/2015		
	(A)	(B)	(C)	(D)	(E)	(F)	(G)=A*F	(H)=B*F	(I)=C*F	(J)=D*F	(K)=E*F	(L)=Col H Page 2	(L)=Col I Page 2		
Florida	\$ 6.12	\$ 6.12	\$ 6.12	\$ 6.12	\$ 6.82	16.8%	\$ 1.03	\$ 1.03	\$ 1.03	\$ 1.03	\$ 1.15	\$ 1.31	\$ 0.50		
Indiana#	\$ 5.93	\$ 5.93	\$ 5.93	\$ 5.93	\$ 9.20	16.8%	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.55	\$ 1.64	\$ 0.50		
Kansas	\$ 6.50	\$ 6.95	\$ 6.95	\$ 6.50	\$ 9.20	16.8%	\$ 1.09	\$ 1.17	\$ 1.17	\$ 1.09	\$ 1.55	\$ 1.56	\$ 0.50		
Minnesota	\$ 5.93	\$ 5.93	\$ 5.93	\$ 5.93	\$ 9.04	16.8%	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.52	\$ 1.60	\$ 0.50		
Missouri#	\$ 6.40	\$ 6.40	\$ 6.40	\$ 6.40	\$ 9.07	16.8%	\$ 1.08	\$ 1.08	\$ 1.08	\$ 1.08	\$ 1.52	\$ 1.84	\$ 0.50		
Nebraska	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 3.58	16.8%	\$ 0.47	\$ 0.47	\$ 0.47	\$ 0.47	\$ 0.60	\$ 0.62	\$ 0.50		
Nevada	\$ 3.59	\$ 3.59	\$ 3.59	\$ 3.59	\$ 3.71	16.8%	\$ 0.60	\$ 0.60	\$ 0.60	\$ 0.60	\$ 0.62	\$ 0.66	\$ 0.50		
New Jersey	\$ 5.30	\$ 5.30	\$ 5.30	\$ 5.30	\$ 7.32	16.8%	\$ 0.89	\$ 0.89	\$ 0.89	\$ 0.89	\$ 1.23	\$ 1.28	\$ 0.50		
North Carolina	\$ 5.39	\$ 5.39	\$ 5.39	\$ 5.39	\$ 5.58	16.8%	\$ 0.91	\$ 0.91	\$ 0.91	\$ 0.91	\$ 0.94	\$ 1.03	\$ 0.50		
Ohio	\$ 5.27	\$ 5.27	\$ 5.27	\$ 5.27	\$ 6.17	16.8%	\$ 0.89	\$ 0.89	\$ 0.89	\$ 0.89	\$ 1.04	\$ 1.10	\$ 0.50		
Oregon	\$ 5.92	\$ 5.92	\$ 5.92	\$ 5.92	\$ 9.20	16.8%	\$ 0.99	\$ 0.99	\$ 0.99	\$ 0.99	\$ 1.55	\$ 1.62	\$ 0.50		
Pennsylvania	\$ 4.30	\$ 4.30	\$ 4.30	\$ 4.30	\$ 7.37	16.8%	\$ 0.72	\$ 0.72	\$ 0.72	\$ 0.72	\$ 1.24	\$ 1.29	\$ 0.50		
South Carolina	\$ 5.18	\$ 5.18	\$ 5.18	\$ 5.18	\$ 5.30	16.8%	\$ 0.87	\$ 0.87	\$ 0.87	\$ 0.87	\$ 0.89	\$ 0.93	\$ 0.50		
Tennessee	\$ 4.70	\$ 4.70	\$ 4.70	\$ 4.70	\$ 4.83	16.8%	\$ 0.79	\$ 0.79	\$ 0.79	\$ 0.79	\$ 0.81	\$ 0.92	\$ 0.50		
Texas	\$ 6.16	\$ 6.16	\$ 6.16	\$ 6.16	\$ 9.20	16.8%	\$ 1.03	\$ 1.03	\$ 1.03	\$ 1.03	\$ 1.55	\$ 1.58	\$ 0.50		
Virginia	\$ 3.97	\$ 3.97	\$ 3.97	\$ 3.97	\$ 4.09	16.8%	\$ 0.67	\$ 0.67	\$ 0.67	\$ 0.67	\$ 0.69	\$ 0.70	\$ 0.50		
Washington	\$ 6.02	\$ 6.02	\$ 6.02	\$ 6.02	\$ 9.04	16.8%	\$ 1.01	\$ 1.01	\$ 1.01	\$ 1.01	\$ 1.52	\$ 2.45	\$ 0.50		
Wyoming	\$ 6.50	\$ 7.00	\$ 7.00	\$ 6.50	\$ 9.20	16.8%	\$ 1.09	\$ 1.18	\$ 1.18	\$ 1.09	\$ 1.55	\$ 1.61	\$ 0.50		

* - Rates are developed on Exhibit 1 Page 2 of 2.

CenturyLink FCC #9 - 12/17/14 Federal USF End User Surcharge Rates
(1st Qtr 2015 USF Contribution Factor 16.8% - DA 14-1832)
Transmittal No. 63

Exhibit 1
Page 2 of 2

		November 2014 Access Lines				Multi-Line Bus, ISDN-PRI & Centrex SLC Rate		Proposed 1st Qtr 2015 USF Contribution	Initial USF Charge Calculation	Proposed 1/1/2015 * MultiLine Business & ISDN-PRI USF Charge		Proposed 1/1/2015 * Centrex USF Charge	Allowable MultiLine Bus & Centrex & ISDN-PRI Revenue	PriceOut MultiLine Bus & Centrex & ISDN-PRI Revenue
	MultiLine Business	Payphone	ISDN PRI (5 Times)	Centrex	Total Multi-Line Bus & ISDN PRI & Centrex Lines (E)=A-B+C+D	TL #60 10/1/2014		Factor	(H)=F*G	I=If((E*H-D*0.50)/(A-B+C)< \$0.50,H,(E*H-D*.50)/(A-B+C))	J=Min(\$0.50,H)	K=E*H	L=(A-B+C)*I+D*J	
	(A)	(B)	(C)	(D)		(F)		(G)						
Florida	FL39	167,852	323	14,750	47,637	229,916	\$	6.82	16.8%	\$ 1.15	\$ 1.31	\$ 0.50	\$ 263,429	\$ 263,429
Indiana#	IN09	21,261	45	1,780	2,068	25,064	\$	9.20	16.8%	\$ 1.55	\$ 1.64	\$ 0.50	\$ 38,739	\$ 38,739
Kansas	KS04	11,343	6	456	210	12,003	\$	9.20	16.8%	\$ 1.55	\$ 1.56	\$ 0.50	\$ 18,552	\$ 18,552
Minnesota	MN41	15,926	12	1,717	1,357	18,988	\$	9.04	16.8%	\$ 1.52	\$ 1.60	\$ 0.50	\$ 28,837	\$ 28,837
Missouri#	MO07	25,329	24	2,156	8,389	35,850	\$	9.07	16.8%	\$ 1.52	\$ 1.84	\$ 0.50	\$ 54,627	\$ 54,627
Nebraska	NE08	2,027	2	125	398	2,548	\$	3.58	16.8%	\$ 0.60	\$ 0.62	\$ 0.50	\$ 1,532	\$ 1,532
Nevada	NV24	74,647	426	8,194	22,939	105,354	\$	3.71	16.8%	\$ 0.62	\$ 0.66	\$ 0.50	\$ 65,665	\$ 65,665
New Jersey	NJ14	25,109	77	960	1,728	27,720	\$	7.32	16.8%	\$ 1.23	\$ 1.28	\$ 0.50	\$ 34,089	\$ 34,089
North Carolina	NC56	126,031	173	10,183	28,505	164,546	\$	5.58	16.8%	\$ 0.94	\$ 1.03	\$ 0.50	\$ 154,252	\$ 154,252
Ohio	OH11	41,592	70	4,700	5,764	51,986	\$	6.17	16.8%	\$ 1.04	\$ 1.10	\$ 0.50	\$ 53,887	\$ 53,887
Oregon	OR01	7,523	20	505	544	8,552	\$	9.20	16.8%	\$ 1.55	\$ 1.62	\$ 0.50	\$ 13,218	\$ 13,218
Pennsylvania	PA12	31,384	43	2,805	2,612	36,758	\$	7.37	16.8%	\$ 1.24	\$ 1.29	\$ 0.50	\$ 45,512	\$ 45,512
South Carolina	SC17	9,084	2	785	1,071	10,938	\$	5.30	16.8%	\$ 0.89	\$ 0.93	\$ 0.50	\$ 9,739	\$ 9,739
Tennessee	TN18	16,290	21	2,679	6,449	25,397	\$	4.83	16.8%	\$ 0.81	\$ 0.92	\$ 0.50	\$ 20,608	\$ 20,608
Texas	TX36	43,728	32	2,854	1,656	48,206	\$	9.20	16.8%	\$ 1.55	\$ 1.58	\$ 0.50	\$ 74,507	\$ 74,507
Virginia	VA18	40,853	81	3,281	3,553	47,606	\$	4.09	16.8%	\$ 0.69	\$ 0.70	\$ 0.50	\$ 32,711	\$ 32,711
Washington	WA01	8,313	18	650	8,205	17,150	\$	9.04	16.8%	\$ 1.52	\$ 2.45	\$ 0.50	\$ 26,046	\$ 26,046
Wyoming	WY08	1,194	1	40	78	1,311	\$	9.20	16.8%	\$ 1.55	\$ 1.61	\$ 0.50	\$ 2,026	\$ 2,026
		669,486	1,376	58,620	143,163	869,893							\$ 937,977	\$ 937,977

Federal Universal Service Fund Charge Factor Development
NO PAYPHONE LINES INCLUDED IN MLB LINE COUNTS

State (Note 1)	MLB Lines Subject to FCC End User Charges--Col. 1	MLB Lines Excluding Centrex Col. 2	Centrex Groups < 9 Lines Col. 3	Full Centrex Groups Col. 4	Total PICC Lines Col. 5 = (Cols. 2+3+4)	MLB Lines to PICC Lines Ratio Col. 6 = (Col. 1 / Col. 5)	FCC FUSF Contribution Factor Col. 7	Multi-line Bus. Charge Factor Col. 8 = Col. 7 x Col. 6	Centrex Charge Factor Col. 9 = Col. 8/9
Arizona	261,499	258,336	473	235	259,044	1.009478	0.168000	0.169592	0.018844
Colorado	254,913	250,884	478	306	251,668	1.012895	0.168000	0.170166	0.018907
Idaho (Boise & Spokane LATA)	67,312	63,395	708	231	64,334	1.046288	0.168000	0.175776	0.019531
Montana	38,894	38,407	75	30	38,512	1.009925	0.168000	0.169667	0.018852
New Mexico	94,423	91,789	537	130	92,456	1.021279	0.168000	0.171575	0.019064
Utah	109,439	89,132	680	2,045	91,857	1.191412	0.168000	0.200157	0.022240
Wyoming	40,911	39,672	249	72	39,993	1.022948	0.168000	0.171855	0.019095
Iowa	116,819	115,323	360	61	115,744	1.009289	0.168000	0.169561	0.018840
Minnesota	148,038	118,127	2,349	2,724	123,200	1.201607	0.168000	0.201870	0.022430
Nebraska	45,351	35,763	956	809	37,528	1.208468	0.168000	0.203023	0.022558
North Dakota	16,249	15,304	188	60	15,552	1.044810	0.168000	0.175528	0.019503
South Dakota	30,774	16,589	1,156	1,321	19,066	1.614087	0.168000	0.271167	0.030130
Oregon	104,220	99,058	491	415	99,964	1.042580	0.168000	0.175153	0.019461
Washington	217,031	191,241	1,443	2,382	195,066	1.112601	0.168000	0.186917	0.020769

Note 1: Lines are from November 2014

Note 2: Lines in columns 2 - 5 are determined pursuant to 47 CFR 69.153

Note 3: MLB Lines do not include Payphone Lines

Price Cap Tariff Review Plan
Common Line Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
End User Common Line (EUCL)	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
No Zone or Zone A:								
102 Primary Res, Single Line Bus, Lifeline EUCL (1)	260,080	6.50	6.50	6.50	1,690,520	1,690,520	1,690,520	
104 NonPrimary Residence & BRI ISDN EUCL (1)	2,724	6.50	6.50	6.50	17,706	17,706	17,706	N/A
106 Multiline Bus, PRI ISDN, Centrex EUCL (1)	134,974	8.81	8.81	8.83	1,188,959	1,188,959	1,191,325	N/A
108 Special Access Surcharge	0	25.00	25.00	25.00	0	0	0	N/A
109 Other EUCL	N/A	N/A	N/A	N/A	27,113	27,113	27,113	N/A
Zone B:								
112 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
114 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
116 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone C:								
122 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
124 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
126 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone D:								
132 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
134 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
136 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone - Other:								
142 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
144 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
146 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Presubscribed Interexchange Carrier Charge (PICC)								
155 Multiline Business & PRI ISDN PICC (1)	88,511	0.00	0.00	0.00	0	0	0	N/A
157 Business Centrex PICC	45,996	N/A	N/A	N/A	0	0	0	N/A
Carrier Common Line								
161 Terminating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
163 Terminating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
165 Originating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
167 Originating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
180 Other Common Line	N/A	N/A	N/A	N/A	0	0	0	N/A
185 USAC Receipts	397,778	0.00000000	0.00000000	0.00000000	0	0	0	N/A
190 Total Basket	N/A	N/A	N/A	N/A	2,924,298	2,924,298	2,926,664	N/A

(1) May be a composite rate

Common Line Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
End User Common Line (EUCL)	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
No Zone or Zone A:								
102 Primary Res, Single Line Bus, Lifeline EUCL (1)	95,080	6.50	6.50	6.50	618,020	618,020	618,020	N/A
104 NonPrimary Residence & BRI ISDN EUCL (1)	637	6.50	6.50	6.50	4,141	4,141	4,141	N/A
106 Multiline Bus, PRI ISDN, Centrex EUCL (1)	28,010	8.95	8.95	8.95	250,736	250,736	251,411	N/A
108 Special Access Surcharge	0	25.00	25.00	25.00	0	0	0	N/A
109 Other EUCL	N/A	N/A	N/A	N/A	12,407	12,407	12,407	N/A
Zone B:								
112 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
114 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
116 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone C:								
122 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
124 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
126 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone D:								
132 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
134 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
136 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone - Other:								
142 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
144 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
146 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Presubscribed Interexchange Carrier Charge (PICC)								
155 Multiline Business & PRI ISDN PICC (1)	27,488	0.00	0.00	0.00	0	0	0	N/A
157 Business Centrex PICC	510	N/A	N/A	N/A	0	0	0	N/A
Carrier Common Line								
161 Terminating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
163 Terminating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
165 Originating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
167 Originating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
180 Other Common Line	N/A	N/A	N/A	N/A	0	0	0	N/A
185 USAC Receipts	123,727	0.00000000	0.00000000	0.00000000	0	0	0	N/A
190 Total Basket	N/A	N/A	N/A	N/A	885,303	885,303	885,979	N/A

(1) May be a composite rate

Price Cap Tariff Review Plan
Common Line Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
End User Common Line (EUCL)								
No Zone or Zone A:								
102 Primary Res, Single Line Bus, Lifeline EUCL (1)	3,171,057	6.50	6.50	6.50	20,611,871	20,611,871	20,611,871	N/A
104 NonPrimary Residence & BRI ISDN EUCL (1)	91,940	6.50	6.50	6.50	597,610	597,610	597,610	N/A
106 Multiline Bus, PRI ISDN, Centrex EUCL (1)	985,964	9.19	9.19	9.20	9,059,612	9,059,612	9,070,869	N/A
108 Special Access Surcharge	0	25.00	25.00	25.00	0	0	0	N/A
109 Other EUCL	N/A	N/A	N/A	N/A	238,198	238,198	238,198	N/A
Zone B:								
112 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
114 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
116 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone C:								
122 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
124 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
126 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone D:								
132 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
134 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
136 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone - Other:								
142 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
144 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
146 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Presubscribed Interexchange Carrier Charge (PICC)								
155 Multiline Business & PRI ISDN PICC (1)	751,914	0.00	0.00	0.00	0	0	0	N/A
157 Business Centrex PICC	234,050	N/A	N/A	N/A	0	0	0	N/A
Carrier Common Line								
161 Terminating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
163 Terminating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
165 Originating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
167 Originating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
180 Other Common Line	N/A	N/A	N/A	N/A	0	0	0	N/A
185 USAC Receipts	4,248,961	0.00000000	0.00000000	0.00000000	0	0	0	N/A
190 Total Basket	N/A	N/A	N/A	N/A	30,507,291	30,507,291	30,518,547	N/A

Price Cap Tariff Review Plan
Common Line Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
End User Common Line (EUCL)								
No Zone or Zone A:								
102 Primary Res, Single Line Bus, Lifeline EUCL (1)	54,705	6.50	6.50	6.50	355,583	355,583	355,583	N/A
104 NonPrimary Residence & BRI ISDN EUCL (1)	387	6.50	6.50	6.50	2,516	2,516	2,516	N/A
106 Multiline Bus, PRI ISDN, Centrex EUCL (1)	19,823	9.15	9.15	9.17	181,398	181,398	181,826	N/A
108 Special Access Surcharge	0	25.00	25.00	25.00	0	0	0	N/A
109 Other EUCL	N/A	N/A	N/A	N/A	0	0	0	N/A
Zone B:								
112 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
114 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
116 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone C:								
122 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
124 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
126 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone D:								
132 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
134 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
136 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone - Other:								
142 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
144 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
146 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Presubscribed Interexchange Carrier Charge (f								
155 Multiline Business & PRI ISDN PICC (1)	15,972	0.00	0.00	0.00	0	0	0	N/A
157 Business Centrex PICC	3,851	N/A	N/A	N/A	0	0	0	N/A
Carrier Common Line								
161 Terminating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
163 Terminating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
165 Originating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
167 Originating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
180 Other Common Line	N/A	N/A	N/A	N/A	0	0	0	N/A
185 USAC Receipts	74,915	0.00000000	0.00000000	0.00000000	0	0	0	N/A
190 Total Basket	N/A	N/A	N/A	N/A	539,496	539,496	539,924	N/A

Price Cap Tariff Review Plan
Common Line Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
End User Common Line (EUCL)								
No Zone or Zone A:								
102 Primary Res, Single Line Bus, Lifeline EUCL (1	17,350	6.50	6.50	6.50	112,775	112,775	112,775	N/A
104 NonPrimary Residence & BRI ISDN EUCL (1)	152	6.50	6.50	6.50	988	988	988	N/A
106 Multiline Bus, PRI ISDN, Centrex EUCL (1)	4,025	9.09	9.09	9.12	36,588	36,588	36,707	N/A
108 Special Access Surcharge	0	25.00	25.00	25.00	0	0	0	N/A
109 Other EUCL	N/A	N/A	N/A	N/A	0	0	0	N/A
Zone B:								
112 Primary Res, Single Line Bus, Lifeline EUCL (1	0	0.00	0.00	0.00	0	0	0	N/A
114 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
116 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone C:								
122 Primary Res, Single Line Bus, Lifeline EUCL (1	0	0.00	0.00	0.00	0	0	0	N/A
124 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
126 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone D:								
132 Primary Res, Single Line Bus, Lifeline EUCL (1	0	0.00	0.00	0.00	0	0	0	N/A
134 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
136 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone - Other:								
142 Primary Res, Single Line Bus, Lifeline EUCL (1	0	0.00	0.00	0.00	0	0	0	N/A
144 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
146 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Presubscribed Interexchange Carrier Charge (f								
155 Multiline Business & PRI ISDN PICC (1)	4,025	0.00	0.00	0.00	0	0	0	N/A
157 Business Centrex PICC	0	N/A	N/A	N/A	0	0	0	N/A
Carrier Common Line								
161 Terminating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
163 Terminating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
165 Originating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
167 Originating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
180 Other Common Line	N/A	N/A	N/A	N/A	0	0	0	N/A
185 USAC Receipts	21,527	0.00000000	0.00000000	0.00000000	0	0	0	N/A
190 Total Basket	N/A	N/A	N/A	N/A	150,351	150,351	150,470	N/A

Price Cap Tariff Review Plan
 Common Line Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
End User Common Line (EUCL)								
No Zone or Zone A:								
102 Primary Res, Single Line Bus, Lifeline EUCL (1)	377,107	6.50	6.50	6.50	2,451,196	2,451,196	2,451,196	N/A
104 NonPrimary Residence & BRI ISDN EUCL (1)	4,014	6.50	6.50	6.50	26,091	26,091	26,091	N/A
106 Multiline Bus, PRI ISDN, Centrex EUCL (1)	165,398	8.69	8.69	8.71	1,437,027	1,437,027	1,440,129	N/A
108 Special Access Surcharge	0	25.00	25.00	25.00	0	0	0	N/A
109 Other EUCL	N/A	N/A	N/A	N/A	0	0	0	N/A
Zone B:								
112 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
114 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
116 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone C:								
122 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
124 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
126 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone D:								
132 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
134 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
136 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Zone - Other:								
142 Primary Res, Single Line Bus, Lifeline EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
144 NonPrimary Residence & BRI ISDN EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
146 Multiline Bus, PRI ISDN, Centrex EUCL (1)	0	0.00	0.00	0.00	0	0	0	N/A
Presubscribed Interexchange Carrier Charge (f								
155 Multiline Business & PRI ISDN PICC (1)	124,936	0.00	0.00	0.00	0	0	0	N/A
157 Business Centrex PICC	40,462	N/A	N/A	N/A	0	0	0	N/A
Carrier Common Line								
161 Terminating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
163 Terminating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
165 Originating CCL Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
167 Originating CCL Non-Prem.	0	0.00000000	0.00000000	0.00000000	0	0	0	N/A
180 Other Common Line	N/A	N/A	N/A	N/A	0	0	0	N/A
185 USAC Receipts	546,519	0.00000000	0.00000000	0.00000000	0	0	0	N/A
190 Total Basket	N/A	N/A	N/A	N/A	3,914,313	3,914,313	3,917,416	N/A

Filing Date: 09/16/2014

Exhibit 3-CNTU

Filing Entity: CNTU - Telephone Utilities Exchange Carrier Assoc.

Transmittal Number: 60

September 16, 2014 Mid-Year TRS Factor Change Filing (CNTU9164.XLS)

Jurisdictional SLC, PICC & CCL Composite Rate Development

Primary Residential, Lifeline & Single Line Business EUCL

	<u>2013 Demand</u> (A)		<u>Current Rates</u> (B)		<u>Proposed Rates</u> (C)		<u>Current Revenue</u> (D) = A * B		<u>Proposed Revenue</u> (E) = A * C
Other TUECA	3,171,057	\$	6.50	\$	6.50	\$	20,611,870.50	\$	20,611,870.50
T158 Platteville	54,705	\$	6.50	\$	6.50	\$	355,582.50	\$	355,582.50
T159 Thorp	17,350	\$	6.50	\$	6.50	\$	112,775.00	\$	112,775.00
T162 Midwest Ken	377,107	\$	6.50	\$	6.50	\$	2,451,195.50	\$	2,451,195.50
CNTU - Telephone	3,620,219	\$	6.500000	\$	6.500000	\$	23,531,423.50	\$	23,531,423.50

Non Primary Residential & BRI ISDN EUCL - Common Line

	<u>2013 Demand</u> (A)		<u>Current Rates</u> (B)		<u>Proposed Rates</u> (C)		<u>Current Revenue</u> (D) = A * B		<u>Proposed Revenue</u> (E) = A * C
Other TUECA	91,940	\$	6.50	\$	6.50	\$	597,610.00	\$	597,610.00
T158 Platteville	387	\$	6.50	\$	6.50	\$	2,515.50	\$	2,515.50
T159 Thorp	152	\$	6.50	\$	6.50	\$	988.00	\$	988.00
T162 Midwest Ken	4,014	\$	6.50	\$	6.50	\$	26,091.00	\$	26,091.00
CNTU - Telephone	96,493	\$	6.500000	\$	6.500000	\$	627,204.50	\$	627,204.50

MultiLine Business, ISDN PRI & Centrex EUCL - Common Line

	<u>2013 Demand</u> (A)		<u>Current Rates</u> (B)		<u>Proposed Rates</u> (C)		<u>Current Revenue</u> (D) = A * B		<u>Proposed Revenue</u> (E) = A * C
Other TUECA	985,964	\$	9.19	\$	9.20	\$	9,059,612.49	\$	9,070,868.80
T158 Platteville	19,823	\$	9.15	\$	9.17	\$	181,398.44	\$	181,826.04
T159 Thorp	4,025	\$	9.09	\$	9.12	\$	36,587.63	\$	36,706.80
T162 Midwest Ken	165,398	\$	8.69	\$	8.71	\$	1,437,026.55	\$	1,440,129.02
CNTU - Telephone	1,175,210	\$	9.117200	\$	9.129884	\$	10,714,625.11	\$	10,729,530.66