

**The FairPoint Operating Companies**  
**Summary of FCC Waiver FUSC Line Rates For FairPoint FCC No. 1**  
**1st Quarter 2015 Contribution Factor**

Exhibit - 1

TR 49

<u>Service Type</u>	<u>Calculated</u>
<u>FCC No. 1</u>	<u>FUSC Rate (a)</u>
Res	\$ 1.19
Non-Primary Res	\$ 1.19
Single Line Bus	\$ 1.19
Multi Line Payphone	\$ 1.34
BRI - ISDN	\$ 2.13
PRI - ISDN	\$ 20.38
Multi Line Bus - Other	\$ 1.89
PBX Trunk w/o End User Port Charge	\$ 1.89
PBX Trunk with End User Port Charge	\$ 2.19
Centrex (>= 9 Lines )	\$ 0.21
Centrex ( 8 Lines )	\$ 0.24
Centrex ( 7 Lines )	\$ 0.27
Centrex ( 6 Lines )	\$ 0.31
Centrex ( 5 Lines )	\$ 0.38
Centrex ( 4 Lines )	\$ 0.48
Centrex ( 3 Lines )	\$ 0.63
Centrex ( 2 Lines )	\$ 0.95
Centrex ( 1 Line )	\$ 1.89

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  
1st Quarter 2015 Contribution Factor**

Service Type	(SLC)	(ARC)	(LNP)	(Port Chg)	Sum	1st Quarter 2015 Contribution Factor	Max USF Rate Prior to Waiver
	(a)	(b)	(c)	(d)	(e = a+b+c+d)	(f = .168)	(g = e x f)
Res, SL Bus	6.16	0.92	0	0	7.08		1.19
Non-Primary Res	6.16	0.92	0	0	7.08		1.19
Multi Line Bus - Payphone	6.16	1.84	0	0	8.00		1.34
BRI - ISDN	6.16	0.92	0	1.90	8.98		1.51
PRI - ISDN	30.80	9.20	0	46.01	86.01		14.45
Multi Line Bus - Other Except PBX & Flexpath & PSP	6.16	1.84	0	0	8.00		1.34
PBX Trunks & Flexpath w/o Line Port Charges	6.16	1.84	0	0	8.00		1.34
PBX Trunks with End User Port Charge (DID / Flexpath)	6.16	1.84	0	1.21	9.21		1.55
Centrex (>= 9 Lines )	6.16	1.84	0	0	8.00		1.34
Centrex ( 8 Lines )	6.16	1.84	0	0	8.00		1.34
Centrex ( 7 Lines )	6.16	1.84	0	0	8.00		1.34
Centrex ( 6 Lines )	6.16	1.84	0	0	8.00		1.34
Centrex ( 5 Lines )	6.16	1.84	0	0	8.00		1.34
Centrex ( 4 Lines )	6.16	1.84	0	0	8.00		1.34
Centrex ( 3 Lines )	6.16	1.84	0	0	8.00		1.34
Centrex ( 2 Lines )	6.16	1.84	0	0	8.00		1.34
Centrex ( 1 Line )	6.16	1.84	0	0	8.00		1.34

**The FairPoint Operating Companies**  
**Ratemaking for FUSC Per-line using Centrex Equivalency**  
**1st Quarter 2015 Contribution Factor**

Exhibit - 3

TR 49

Service Type	FCC Order - Separate Rates			Monthly FUSF Req.			FCC Waiver	Accuracy Validation	
	Billing Lines (a)	Max USF Rate Prior to Waiver (b)	Full Rate Requirement (c = a x b)	CTX Rates PICC Structure (d = b / 9, 8, 7, etc.)	Monthly CTX Loss (e = [b -d] x a )	Adjusted Revenue Base (f = c -e)	Adjusted ML Rates (g = rate x factor)	Total Recovery (h = g x a)	Variance (i = h - c )
<b>New England Combined</b>									
<u>Multi-line Rates</u>									
BRI - ISDN	2,698	\$ 1.51	\$ 4,073.98			\$ 4,073.98	\$ 2.13	\$ 5,746	\$ 1,672
PRI - ISDN	2,042	\$ 14.45	\$ 29,506.90			\$ 29,506.90	\$ 20.38	\$ 41,620	\$ 12,113
Multi Line Bus - Other	79,962	\$ 1.34	\$ 107,149.08			\$ 107,149.08	\$ 1.89	\$ 151,134	\$ 43,985
PBX Trunk w/o End User Port Charge	3,608	\$ 1.34	\$ 4,834.72			\$ 4,834.72	\$ 1.89	\$ 6,819	\$ 1,985
PBX Trunk w/ End User Port Charge	2,450	\$ 1.55	\$ 3,797.50			\$ 3,797.50	\$ 2.19	\$ 5,356	\$ 1,559
Centrex (>= 9 Lines )	38,899	\$ 1.34	\$ 52,124.66	0.1500000	\$ 46,289.81	\$ 5,834.85	\$ 0.21	\$ 8,230	\$ (43,895)
Centrex ( 8 Lines )	1,616	\$ 1.34	\$ 2,165.44	0.1700000	\$ 1,890.72	\$ 274.72	\$ 0.24	\$ 387	\$ (1,778)
Centrex ( 7 Lines )	2,121	\$ 1.34	\$ 2,842.14	0.1900000	\$ 2,439.15	\$ 402.99	\$ 0.27	\$ 568	\$ (2,274)
Centrex ( 6 Lines )	3,540	\$ 1.34	\$ 4,743.60	0.2200000	\$ 3,964.80	\$ 778.80	\$ 0.31	\$ 1,099	\$ (3,645)
Centrex ( 5 Lines )	2,390	\$ 1.34	\$ 3,202.60	0.2700000	\$ 2,557.30	\$ 645.30	\$ 0.38	\$ 910	\$ (2,292)
Centrex ( 4 Lines )	3,204	\$ 1.34	\$ 4,293.36	0.3400000	\$ 3,204.00	\$ 1,089.36	\$ 0.48	\$ 1,537	\$ (2,757)
Centrex ( 3 Lines )	4,074	\$ 1.34	\$ 5,459.16	0.4500000	\$ 3,625.86	\$ 1,833.30	\$ 0.63	\$ 2,586	\$ (2,873)
Centrex ( 2 Lines )	5,270	\$ 1.34	\$ 7,061.80	0.6700000	\$ 3,530.90	\$ 3,530.90	\$ 0.95	\$ 4,980	\$ (2,081)
Centrex ( 1 Line )	511	\$ 1.34	\$ 684.74	1.3400000	\$ -	\$ 684.74	\$ 1.89	\$ 966	\$ 281
	<u>152,385</u>		<u>\$ 231,940</u>		<u>\$ 67,503</u>	<u>\$ 164,437</u>		<u>\$ 231,940</u>	<u>\$ 0</u>
Multi-line Adjustment Factor				((Revenue Loss / adjusted base] +1) =			\$ 1.41		