

Quarter:	2nd Quarter 2016
Transmittal Number:	DA-16-266
FUSF Rate	0.179
FUSF Rate	17.9 %
FUSF Rate	(f =0.179)

NOTE: Access Line Report, Centrex Count reports used in Q2 2016 is as of December 31, 2015.

**Hawaiian Telcom, Inc.**  
**Summary of FCC Waiver FUSF Rates**  
**2nd Quarter 2016**

WP USF - 1

<u>Service Type</u>	<u>State/Area</u>	<u>Proposed FUSF Rate (a)</u>
Res	GTHI	\$ 1.22
Non-Primary Res	GTHI	\$ 1.31
Single Line Bus	GTHI	\$ 1.22
BRI - ISDN	GTHI	\$ 2.49
PRI - ISDN	GTHI	\$ 15.69
Multi Line Bus - Other (inc Cyber DS1 Channels)	GTHI	\$ 2.54
PBX Trunks with 9 LNPs (includes DCS Services)	GTHI	\$ 2.54
Centrex (>= 9 Lines )	GTHI *	\$ 0.28
Centrex ( 8 Line )	GTHI *	\$ 0.31
Centrex ( 7 Line )	GTHI *	\$ 0.36
Centrex ( 6 Line )	GTHI *	\$ 0.42
Centrex ( 5 Line )	GTHI *	\$ 0.50
Centrex ( 4 Line )	GTHI *	\$ 0.63
Centrex ( 3 Line )	GTHI *	\$ 0.84
Centrex ( 2 Line )	GTHI *	\$ 1.27
Centrex ( 1 Line )	GTHI *	\$ 2.54

Note \* : Centranet GTE Hawaii (GTHI) - First 1-9 lines (Flat Rate): \$ 2.54      10 lines and over (per line): \$ 0.28

a) Proposed multi-line rates include the impact of the FCC Waiver Order.

**Hawaiian Telcom, Inc.**  
**Calculation of FUSF Rates**  
**2nd Quarter 2016**

WP USF - 2

Service Type	Area	State	(SLC)	(LNP)	(Port Chg)	ARC	Sum	2nd Quarter 2016 (f =0.179) 0.179	USF Rate Base (g= e x f)	Multi-Line Adjustment Factor ( WP USF -3) 1.63	USF Rate (i=g x h)
			(a)	(b)	(c)	(d)	(e = a+b+c+d)				
Res	Hawaiian Telcom	HI	6.50	0.00	N/A	0.35	6.85		1.22	N/A	1.22
Non-Primary Res	Hawaiian Telcom	HI	7.00	0.00	N/A	0.35	7.35		1.31	N/A	1.31
SL Bus	Hawaiian Telcom	HI	6.50	0.00	N/A	0.35	6.85		1.22	N/A	1.22
BRI - ISDN	Hawaiian Telcom	HI	7.00	0.00	1.25	0.35	8.60		1.53	1.63	2.49
PRI - ISDN	Hawaiian Telcom	HI	40.35	0.00	10.00	3.45	53.80		9.63	1.63	15.69
Multi Line Bus - Other (inc. Cyber DS1 Channels)	Hawaiian Telcom	HI	8.07	0.00	N/A	0.69	8.76		1.56	1.63	2.54
PBX Trunks with 9 LNP's (includes DCS Services)	Hawaiian Telcom	HI	8.07	0.00	N/A	0.69	8.76		1.56	1.63	2.54
Centrex (>= 9 Lines )	Hawaiian Telcom	HI	8.07	0.00	N/A	0.69	8.76		1.56	0.18	0.28
Centrex ( 8 Lines )	Hawaiian Telcom	HI	8.07	0.00	N/A	0.69	8.76		1.56	0.20	0.31
Centrex ( 7 Lines )	Hawaiian Telcom	HI	8.07	0.00	N/A	0.69	8.76		1.56	0.23	0.36
Centrex ( 6 Lines )	Hawaiian Telcom	HI	8.07	0.00	N/A	0.69	8.76		1.56	0.27	0.42
Centrex ( 5 Lines )	Hawaiian Telcom	HI	8.07	0.00	N/A	0.69	8.76		1.56	0.33	0.50
Centrex ( 4 Lines )	Hawaiian Telcom	HI	8.07	0.00	N/A	0.69	8.76		1.56	0.41	0.63
Centrex ( 3 Lines )	Hawaiian Telcom	HI	8.07	0.00	N/A	0.69	8.76		1.56	0.54	0.84
Centrex ( 2 Lines )	Hawaiian Telcom	HI	8.07	0.00	N/A	0.69	8.76		1.56	0.81	1.27
Centrex ( 1 Lines )	Hawaiian Telcom	HI	8.07	0.00	N/A	0.69	8.76		1.56	1.63	2.54

## Ratemaking for FUSF Per-line using Centrex Equivalency

2nd Quarter 2016

				Monthly FUSF Reqt.		FCC Waiver
				PICC		Muitl-Line
				Structure	Monthly	ADJ
				Revenue	Loss	Factor
				( Note-3 )		
				( c )	( d = b - c )	( e = d / c + 1 )
Hawaii	GTHI	112,214	\$ 186,160	\$ 114,214	\$ 71,946	1.63

Note-1: Billed Lines as of 12/31/2015.

Note-2: Developed based on tariff USF SLC, LNP, Port Change, and ARC rates (See WP USF -2, Columns-a, -b, -c, and -d).

Note-3: Developed pursuant to 47 C.F.R. 69.153.

**Hawaiian Telcom, Inc.**  
**Rate Development for Federal End User**  
**Special Access USF Charge**

Hawaiian Telcom Interstate Special Access End User Factor

2nd Quarter 2016 Contribution Factor

0.179000