

DESCRIPTION AND JUSTIFICATION

The filing made on June 16, 2016, to be effective July 1, 2016, completes the transition of interstate switched access rates to a composite rate of \$0.005 pursuant to 47 CFR § 51.909(f) and revises the Access Recovery Charge (ARC) for the issuing carriers in the Alexicon Telecommunications Consulting, Inc. Tariff F.C.C. No. 1, pursuant to 47 CFR §51.917(e). This filing also revises, where applicable, the issuing carriers' special access services, including wholesale Digital Subscriber Line (DSL) service, rates per special operation of 47 C.F.R. § 61.39 as discussed further below.

This Tariff reflects the addition of four companies to the issuing carriers list: Cordova Telephone Company, Laurel Highland Telephone Company, Rural Telephone Service Company, and Yukon Waltz Telephone Company.

This Tariff is issued pursuant to 47 CFR §61.39, and as such, an annual tariff filing is not required in 2016. However, pursuant to the Wireline Competition Bureau's Order, WC Docket No. 16-71, DA 16-399 released on April 13, 2016, all rate-of-return carriers "subject to section 61.39 of the Commission's rules must file a [tariff review plan] this year to reflect the revised 11.0 percent rate of return" adopted in the *Rate-of-Return Reform Order* (WC Docket No. 10-90, etc, FCC 16-33, rel. March 30, 2016). The rates included in this Tariff reflect the new interstate rate-of-return for all issuing carriers. In the April 13, 2016 Order (DA 16-399), carriers are provided two methods for applying the new rate of return: (1) using cost data from the previous filing, or (2) completing new cost studies. All of the issuing carriers, except for the four new carriers listed above, opted to update cost data from the previous (2015) filing. The new carriers are basing rates on 47 CFR §61.39(b)(1)(i), which consists of a cost of service study for the traffic sensitive elements based on the most recent twelve-month period, with related demand for that same period.

In addition to the revised tariff pages listed in the Transmittal Letter, the issuing carriers are also providing information pursuant to the Wireline Competition Bureau's (Bureau) Orders in WC Docket No. 16-71, dated March 16, 2016 (DA 16-274) and April 13, 2016 (DA 16-399).

Pursuant to 47 CFR § 51.909(f), the Alexicon Tariff issuing carriers established target composite interstate terminating end office access service rates at \$0.005. The rate revisions reflected herein result in a composite rate no higher than the Alexicon Tariff issuing carriers' target composite rates. All non-end office rates were capped pursuant to 47 CFR §51.909(a)(1) as of December 29, 2011 and reflect no revisions in this transmittal, except that the four new carriers listed above are revising rates to reflect exit from the National Exchange Carrier Association pool, pursuant to 47 CFR § 51.909(a)(5)(i), and have provided support justifying the revised interstate switched access rates herein.

The Alexicon Tariff issuing carriers are including the material to be provided in support of 2016 annual access tariff filings, pursuant to the Bureau Orders listed above. This information includes the following Tariff Review Plan (TRP) schedules promulgated by the Bureau:

Blue Earth Valley Telephone Co. : 2016 Rate Ceiling CAF

	2016 Rate of Return ILEC ICC Data 2016 Tariff Rate Comp CAF 2016 True Up (2) 2016 Rate of Return TRP 2016 RoR ILEC Summary
Cannon Valley Telecom:	2016 Rate Ceiling CAF 2016 Rate of Return ILEC ICC Data 2016 Tariff Rate Comp CAF 2016 True Up (2) 2016 Rate of Return TRP 2016 RoR ILEC Summary
Hager Telecom, Inc.:	2016 Rate Ceiling CAF 2016 Rate of Return ILEC ICC Data 2016 Tariff Rate Comp CAF 2016 True Up (2) 2016 Rate of Return TRP 2016 RoR ILEC Summary
Lake Livingston Telephone Co.:	2016 Rate Ceiling CAF 2016 Rate of Return ILEC ICC Data 2016 Tariff Rate Comp CAF 2016 True Up (2) 2016 Rate of Return TRP 2016 RoR ILEC Summary
Laurel Highland Telephone Co.:	2016 Rate Ceiling CAF 2016 Rate of Return ILEC ICC Data 2016 Tariff Rate Comp CAF 2016 True Up (2) 2016 Rate of Return TRP 2016 RoR ILEC Summary
Yukon Waltz Telephone Co.:	2016 Rate Ceiling CAF 2016 Rate of Return ILEC ICC Data 2016 Tariff Rate Comp CAF 2016 True Up (2) 2016 Rate of Return TRP 2016 RoR ILEC Summary
Cordova Telephone Co.:	2016 Rate Ceiling CAF

	2016 Rate of Return ILEC ICC Data
	2016 Tariff Rate Comp CAF
	2016 True Up (2)
	2016 Rate of Return TRP
	2016 RoR ILEC Summary
Rural Telephone Service Co.:	2016 Rate Ceiling CAF
	2016 Rate of Return ILEC ICC Data
	2016 Tariff Rate Comp CAF
	2016 True Up (2)
	2016 Rate of Return TRP
	2016 RoR ILEC Summary

The information contained in the above-listed schedules constitutes the data necessary to establish each of the issuing carrier's ARC rates and each of the issuing carrier's projected eligibility for CAF ICC funding during the upcoming funding period, as required by 47 CFR 54.304(d)(1) and pursuant to 47 CFR 51.917.

Each of the issuing carriers, also via Transmittal No.18, provided the following required certifications:

- 47 CFR 51.917(f)(3) - A Rate-of-Return Carrier that elects to receive CAF ICC support must certify with its annual access tariff filings that it has complied with paragraphs (d) and (e), and, after doing so, is eligible to receive the CAF ICC support requested pursuant to paragraph (f) of this section.
- 47 CFR 51.917(d)(vii) - A Rate-of-Return Carrier seeking revenue recovery must annually certify as part of its tariff filings to the Commission and to the relevant state commission that the carrier is not seeking duplicative recovery in the state jurisdiction for any Eligible Recovery subject to the recovery mechanism.
- Pursuant to DA 16-399, the issuing carriers are required to certify that their historical and forecast data used in the annual tariff filing are accurate.