

Quarter:	3rd Quarter 2017	
Transmittal Number:	DA 17-580	
FUSF Rate	0.171	
FUSF Rate	17.1	%
FUSF Rate	(f =0.171)	

NOTE: Access Line Report, Centrex Count reports used in Q3 2017 is as of Mar 31, 2017.

Hawaiian Telcom, Inc.
Summary of FCC Waiver FUSF Rates
3rd Quarter 2017

WP USF - 1

<u>Service Type</u>	<u>State/Area</u>	<u>Proposed FUSF Rate (a)</u>
Res	GTHI	\$ 1.24
Non-Primary Res	GTHI	\$ 1.33
Single Line Bus	GTHI	\$ 1.24
BRI - ISDN	GTHI	\$ 2.46
PRI - ISDN	GTHI	\$ 15.69
Multi Line Bus - Other (inc Cyber DS1 Channels)	GTHI	\$ 2.56
PBX Trunks with 9 LNPs (includes DCS Services)	GTHI	\$ 2.56
Centrex (>= 9 Lines)	GTHI *	\$ 0.28
Centrex (8 Line)	GTHI *	\$ 0.32
Centrex (7 Line)	GTHI *	\$ 0.36
Centrex (6 Line)	GTHI *	\$ 0.42
Centrex (5 Line)	GTHI *	\$ 0.51
Centrex (4 Line)	GTHI *	\$ 0.64
Centrex (3 Line)	GTHI *	\$ 0.85
Centrex (2 Line)	GTHI *	\$ 1.28
Centrex (1 Line)	GTHI *	\$ 2.56

Note * : Centranet GTE Hawaii (GTHI) - First 1-9 lines (Flat Rate): \$ 2.56 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
3rd Quarter 2017

WP USF - 2

Service Type	Area	State	(SLC)	(LNP)	(Port Chg)	ARC	Sum with GET	3rd Quarter 2017 (f =0.171)	USF Rate Base	Multi-Line Adjustment Factor (WP USF -3)	USF Rate
			(a)	(b)	(c)	(d)	(e) = (a+b+c+d)*1.045	0.171	(g= e x f)	1.59	(i=g x h)
Res	Hawaiian Telcom	HI	6.50	0.00	N/A	0.47	7.28		1.24	N/A	1.24
Non-Primary Res	Hawaiian Telcom	HI	7.00	0.00	N/A	0.47	7.81		1.33	N/A	1.33
SL Bus	Hawaiian Telcom	HI	6.50	0.00	N/A	0.47	7.28		1.24	N/A	1.24
BRI - ISDN	Hawaiian Telcom	HI	7.00	0.00	1.25	0.47	9.11		1.55	1.59	2.46
PRI - ISDN	Hawaiian Telcom	HI	40.45	0.00	10.00	4.75	57.68		9.86	1.59	15.69
Multi Line Bus - Other (inc. Cyber DS1 Channels)	Hawaiian Telcom	HI	8.09	0.00	N/A	0.95	9.45		1.61	1.59	2.56
PBX Trunks with 9 LNPs (includes DCS Services)	Hawaiian Telcom	HI	8.09	0.00	N/A	0.95	9.45		1.61	1.59	2.56
Centrex (>= 9 Lines)	Hawaiian Telcom	HI	8.09	0.00	N/A	0.95	9.45		1.61	0.18	0.28
Centrex (8 Lines)	Hawaiian Telcom	HI	8.09	0.00	N/A	0.95	9.45		1.61	0.20	0.32
Centrex (7 Lines)	Hawaiian Telcom	HI	8.09	0.00	N/A	0.95	9.45		1.61	0.23	0.36
Centrex (6 Lines)	Hawaiian Telcom	HI	8.09	0.00	N/A	0.95	9.45		1.61	0.27	0.42
Centrex (5 Lines)	Hawaiian Telcom	HI	8.09	0.00	N/A	0.95	9.45		1.61	0.32	0.51
Centrex (4 Lines)	Hawaiian Telcom	HI	8.09	0.00	N/A	0.95	9.45		1.61	0.40	0.64
Centrex (3 Lines)	Hawaiian Telcom	HI	8.09	0.00	N/A	0.95	9.45		1.61	0.53	0.85
Centrex (2 Lines)	Hawaiian Telcom	HI	8.09	0.00	N/A	0.95	9.45		1.61	0.80	1.28
Centrex (1 Lines)	Hawaiian Telcom	HI	8.09	0.00	N/A	0.95	9.45		1.61	1.59	2.56

Ratemaking for FUSF Per-line using Centrex Equivalency
3rd Quarter 2017

				Monthly FUSF Req.		FCC Waiver			
				PICC Structure Revenue (Note-3) (c)	Monthly Loss (d = b - c)	Muilt-Line ADJ Factor (e = d / c + 1)			
				MLB Billing Lines (Note-1) (a)	Full Rate Requirement (Note-2) (b)				
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Hawaii	GTHI	107,133	\$	179,375	\$	112,713	\$	66,662	1.59

Note-1: Billed Lines as of 03/31/2017.

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

3rd Quarter 2017 Contribution Factor

0.171000