



**Consolidated**<sup>®</sup>  
communications

**DESCRIPTION AND JUSTIFICATION**

**CONSOLIDATED COMMUNICATIONS COMPANIES**

**CONSISTING OF**

**CONSOLIDATED COMMUNICATIONS OF TEXAS COMPANY (CCTX)**

**AND**

**CONSOLIDATED COMMUNICATIONS OF FORT BEND COMPANY (CCFB)**

**INTERSTATE ACCESS SERVICES**

**CONSOLIDATED COMMUNICATIONS COMPANIES  
TARIFF FCC No. 1**

**2017 MID COURSE  
ACCESS CHARGE TARIFF FILING –IMPLEMENTATION OF FCC  
BUSINESS DATA SERVICES ORDER**

**TRANSMITTAL No. 77**

**November 16, 2017**

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# SECTION 1 INTRODUCTION AND SUMMARY

## Introduction

The Consolidated Communications Companies, consisting of Consolidated Communications of Texas Company d/b/a Consolidated Communications and Consolidated Communications of Fort Bend Company d/b/a Consolidated Communications, hereby provide a Description and Justification for its limited Tariff Review Plan revisions to F.C.C. Tariff No. 1, along with supporting documentation proposed under transmittal 77 of the Consolidated Communications Companies.

This information is being filed in accordance with the Commission's 2017 Notice for Procedures for the filing of Access Charge Revisions and Tariff Review Plans subject to new requirements established in the Business Data Services (Special Access) Proceeding released October 13, 2017 (DA 17-1009).

## Description of the Consolidated Communications Companies Operations

The Consolidated Communications Companies (CCC) consists of two separate legal entities: Consolidated Communications of Texas Company (CCTX) d/b/a Consolidated Communications and Consolidated Communications of Fort Bend Company (CCFB) d/b/a Consolidated Communications. Both of these entities are price cap companies pursuant to FCC Order DA 08-1026<sup>1</sup> that fall under Sections 61.41 through 61.49 of the Commission's Rules and relevant Commission Orders.<sup>2</sup> They provide local service, toll, private line services, access services, DSL, CLASS services, and other modern telecommunications services to their customers.

CCTX originated with three separate telephone companies that merged over the years. Lufkin Telephone Exchange officially began business in 1898 and was incorporated in the state of Texas in 1910. Conroe Communications Company began providing service in the Conroe area in 1899 and was purchased by the owners of Lufkin Telephone Exchange and incorporated as the Conroe Telephone Company in 1929. The Alto Telephone Company was purchased in 1963. Ownership of the 3 entities was consolidated in 1969 to form Lufkin-Conroe Communications Company. In 1997, Lufkin-Conroe Communications Company and its subsidiaries were purchased by Texas Utilities Company and became TXU Communications Telephone Company. In April 2004, Consolidated Communications, Inc. purchased the company, changing the name to Consolidated Communications of Texas Company (CCTX).

CCTX is a rural East Texas telecommunications carrier providing service to approximately 67,000 customers in two distinct market areas: Conroe and Lufkin. The 16 communities served include: Alto, Apple Springs, Central, Conroe, Cut-N-Shoot, Diboll, Etoile, Fuller Springs,

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<sup>1</sup> See, Order, Consolidated communications Petition for Conversion to Price Cap Regulation and for Limited Waiver Relief, DA 08-1026.

<sup>2</sup> See, Order, In the Matter of Business Data Services in an Internet Protocol Environment, released October 13, 2017, DA 17-1009 ("2017 BDS Filing Order").

Grangerland, Hudson, Lake Conroe, Lufkin, Montgomery, Riverbrook, Walden, and Wells. The 7 exchanges of the Conroe market area contain approximately 42,000 customers, primarily in Montgomery County.

The Lufkin market area serves 9 exchanges and 25,000 access lines in a separate area 85 miles north of the Conroe area, centered on the city of Lufkin. The area economy is supported primarily through manufacturing of paper and metal products, retail sales, service companies, government entities, and farming.

CCFB began business in 1898 as Fort Bend Telephone Company and was incorporated in Texas in 1910. In May 2000, Fort Bend Telephone Company and its affiliates were purchased by Texas Utilities Company and became Fort Bend Telephone Company d/b/a TXU Communications. In April 2004, TXU Communications, including Fort Bend Telephone Company, was purchased by Consolidated Communications, Inc., which changed the name to Consolidated Communications of Fort Bend Company (CCFB).

CCFB is also a rural carrier with approximately 26,000 access lines in 5 East Texas exchanges: Beasley, Brookshire, Damon, Katy, and Needville. CCFB possesses the same rural characteristics as CCTX, providing service in Brazoria, Harris, Fort Bend and Waller counties.

## **SECTION 2 OVERVIEW OF FILING PACKAGE**

### **Tariff Support Material**

This support material is submitted pursuant to Part 61.49 of the Federal Communications Commission (Commission) Rules and Regulations and the Order issued in WC Docket No. 16-143 , In the Matter of Business Data Services in an Internet Protocol Environment, released October 13, 2017 per DA 17-1009 (“2017 BDS Filing Order”).

In addition to the description and justification contained in this volume, the following information is submitted to provide specific support data at the proposed tariff level of detail for the Consolidated local operating companies.

#### ***Description and Justification***

Exhibit 1 – Consolidation Local Operating Companies and Study Area Designators

Exhibit 2 – PCI Development

Exhibit 3 – Price Cap Revenue Impact Analysis

#### **Files:**

***Tariff Review Plan (Excel files CCTXN167.xls and CCFBN167.xls)***

***Rate Detail (Excel files CCTXA17a.xls and CCFBA17a.xls)***

## **SECTION 3 TARIFF SUPPORT**

### **PCI Development**

In Accordance with the Commission's Rules and in conjunction with the Business Data Services Public Notice, CCI has excluded all demand from competitive services in the analysis. The PCI for each service basket is calculated as shown in Exhibit 2, RDEV-1, Page 1 of 3. A GDP-PI factor of 1.5385%, and the new 2% Productivity (X) factor was used in calculating the PCI. The GDP-PI factor is based on the percentage change in the Gross Domestic Product Price Index (GDP-PI) between the quarter ending December 31, 2016 and the corresponding quarter of the 2015 GDP-PI.

CCI is also including a workpaper identifying the transmittal or letter filing date where the last index changes were implemented for the price cap categories has been included in Exhibit 2, RDEV-1, Page 3.

The prospective PCI values for the Special Access Basket are calculated using formula found in 61.45(b) of the Commission's rules. Calculation of PCI values is shown in Exhibit 2, RDEV-1, Page 1 of 3.

### **Determination of Exogenous Changes**

In Accordance with the Commission's Rules, Consolidated developed certain exogenous changes for inclusion in the price cap formula. These changes include: (1) North American Number Plan Administration; (2) Regulatory Fees; and (3) Telecommunications Relay Service Fees.

Exogenous cost changes were individually developed for each of the items outlined above, and in the aggregate for all changes. Consolidated used base year 2016 (time of its last tariff filing) to estimate exogenous costs embedded in rates. Consolidated has also normalized the exogenous amounts to reflect any shift in revenue growth. The result is that no exogenous adjustment is made if the support rate has not changed. In other words the rate per line remains unchanged if the factor is unchanged. A brief description of each change follows and a summary of the exogenous changes is shown in Exhibit 2, RDEV-1.

#### North American Numbering Plan Administration

On June 27, 2001, the Federal Communications Commission release an order approving the compensation plan for the North American Numbering Plan Administration (NANPA) for fiscal year 2001.<sup>3</sup> The Commission reviewed and accepted the North American Numbering Plan

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<sup>3</sup> *In the Matter of Administration of the North American Number Plan*, CC Docket No. 92-237 and *North American Number Plan Cost Recovery Contribution Factor and Fund Size*, NDS File No. L-00-72, Order (DA 01-1524), released June 7, 2001 (NANP Order)

Administrator submission and ordered that a contribution factor of 0.0000518<sup>4</sup> This factor is used as an estimate for application to end user revenues of each telecommunications carrier in the United States to fund the program for the 2017 year (October 2017 to September 2018). The impact of the NANPA support has been included as an exogenous cost in this filing as shown in Exhibit 2, RDEV-1.

### Regulatory Fees

Earlier Commission decisions<sup>5</sup> allow local exchange companies to reflect the impact of regulatory fees as an exogenous cost in annual price cap filings. The impact of regulatory fee changes for the July 2017 – June 2018 fiscal year was calculated using a factor of .00302 as prescribed in the Commission's *Regulatory Fee Order*,<sup>6</sup> and has been used as an estimate and included as an exogenous cost in this filing and is shown in Exhibit 2, RDEV-1.

### Telecommunications Relay Service

The Americans with Disabilities Act (ADA) required that all common carriers providing interstate voice telecommunications provide Telecommunications Relay Service (TRS) to customers effective July 26, 1993. In its *Third Report and Order* in CC Docket No. 90-571,<sup>7</sup> the Commission required that all common carriers providing interstate telecommunications services contribute to an interstate shared fund to support the TRS function. The impact of the TRS exogenous cost for this filing is calculated using the .02289 as estimated in the June 2, 2017 FCC Public Notice<sup>8</sup> and is displayed on Exhibit 2, RDEV-1.

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<sup>4</sup> Wireline Competition Bureau announces the proposed North American Numbering Plan Administration fund size estimate and contribution factor for October 2017 through September 2018 (filed August 17, 2017) Public Notice, DA 17-783, CC Docket No. 92-237.

<sup>5</sup> *Price Cap Treatment of Regulatory Fees Imposed by Section 9 of the Communications Act*, 9 FCC 6060 (1994), erratum (November 2, 1994).

<sup>6</sup> *In the Matter of Assessment and Collection of Regulatory Fees for Fiscal Year 2017*, Report and Order and further notice of Proposed Rulemaking, (filed September 5, 2017) FCC Order 17-111, MD Docket 17-134 (*Regulatory Fee Order*).

<sup>7</sup> *In the Matter of Telecommunications Relay Services and the Americans with Disabilities Act of 1990*, Third Report and Order, CC Docket No. 90-571, released July 20, 1993 (*Third Report and Order*).

<sup>8</sup> *In the Matter of Telecommunications Relay Services and Speech to Speech Services for Individuals with hearing and speech disabilities*, FCC Order 17-642, (filed June 30, 2017, CG Docket 03-123 (*TRS Order*)).

### **Rate Detail and other Exhibits**

Rate Detail files will be submitted as part of the Consolidated TRP submission to display demand quantities, current rates, proposed rates, and the associated quantities for the specific baskets. For CMT, proposed SLC rates are set at current capped levels pursuant to Consolidated's price cap order<sup>9</sup> and PICC and CCL rates continue to be zero. For non-CMT baskets, PCI, SBI, and sub-index calculations are shown.

Consolidated also includes a revenue impact analysis in Exhibit 3, RDET1 to display overall impacts of any rate changes in the filing.

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<sup>9</sup> See, Order, Consolidated Communications Petition for Conversion to Price Cap Regulation and for Limited Waiver Relief, DA 08-1026 para 17.

## Exhibit 1

### Consolidated Communications Operating Companies and Study Area Designators

**Consolidated Communications Operating Companies  
And Study Areas**

<b><u>Operating Company</u></b>	<b><u>COSA</u></b>
Consolidated Communications of Texas Company (442109)	CCTX
Consolidated Communications of Fort Bend Company (442072)	CCFB

**CCFB**

**Exhibit 2**

**PCI Development**

Filing Date: 11/16/2017  
 Filing Entity: Consolidated Communications of Fort Bend Com  
 Transmittal Number: 77  
 Dec 1, 2017 BDS Access Filing (CCFBN167.XLS)

7/1/17 PCI Development

	Common Line (A)	Interexchange (D)	Special (E)
1. Revenues (R)	802,442	0	166,154
2. Exogenous Changes (Z)	5,588	0	26
a. EDFIT / ITC / Access Cost Changes	0	0	0
b. Telecom. Relay Service Changes	6,826	0	31
c. Lower Formula Adjustment (LFAM)	0	0	0
d. Regulatory Fee Support Changes	(1,215)	0	(6)
e. North American Numbering Plan Admin.	(23)	0	(0)
3. Z/R = ( Ln 2 / Ln 1 )	0.006964	0.000000	0.000154
4. W = (( Ln 1 + Ln 2 ) / R )	1.006964	0.000000	1.000154
5. GDP-PI Chain Weighted ( 4 Qtr 2016 )	112.2380	112.2380	112.2380
6. GDP-PI Chain Weighted ( 4 Qtr 2015 )	110.4980	110.4980	110.4980
7. Percent Change in GDP-PI (I) (( Ln 5 - Ln 6 ) / Ln 6 ) * 100	1.5385%	1.5385%	1.5385%
8. Productivity (X)	N/A	3.0000%	2.000000%
9. GDP-PI - X ( Ln 8 - Ln 7 )	N/A	-1.4615%	-0.4615%
10. Growth Rate of CCL MOU/Line (g)	-5.9742%	N/A	N/A
11. Existing PCI	0.0000	0.0000	100.0000
12. Targeted Revenue Differential TRP Form TGT- 1 r1100	N/A	N/A	N/A
13. Prop. PCI (NonExog Only: Annual Filing col.b&c: Ln 11; col.e: Ln 11 * ( 1 + Ln 9 ) SBt Upper Limit calculations only)	N/A	0.0000	99.5385
14. Proposed PCI col.b&c: Ln 11 * ( 1 + Ln 3 + Ln 12 / Ln 1 ) col.d&e: Ln 11 * ( 1 + Ln 3 + Ln 4 * Ln 9 )	N/A	0.0000	99.5538

Filing Date: 11/16/2017  
 Filing Entity: Consolidated Communications of Fort Bend Company  
 Transmittal Number: 77

November 16, 2017 Annual Price Cap Filing (CCFBN167.XLS)  
 Exogenous Cost Changes Detail

	2016 Annual Interstate End User Revenues (499A) (A)	FCC 17-62 5/23/2017 Regulatory Fee (B) = A * 0.00302	FCC 17-111 9/5/2017 Regulatory Fee (C) = A * 0.00302	Difference (D) = C - B	Annualization (E) = D * 12 / 7
Exogenous Amount	\$ 1,795,158	\$ 5,421	\$ 5,421	\$ -	\$ -
Excluded Revenue	\$ -				\$ 100.00%
Price Cap Revenue Percentage	100.00%				\$ -

	2016 Annual Interstate End User Revenues (499A) (A)	Roika Loube Est. 6/2/2017 Telecom Relay (B) = A * 0.02244	DA 17-642 6/30/2017 Telecom Relay (C) = A * 0.02289	Difference (D) = C - B	Annualization (E) = D * 12 / 7
Exogenous Amount	\$ 1,795,158	\$ 40,283	\$ 41,091	\$ 808	\$ 1,385
Excluded Revenue	\$ -				\$ 100.00%
Price Cap Revenue Percentage	100.00%				\$ 1,385

	2016 Annual Total End User Revenues (499A) (A)	DA 16-899 8/8/2016 NANPA (B) = A * 0.0000368	DA 17-783 8/17/2017 NANPA (C) = A * 0.0000518	Difference (D) = C - B
Exogenous Amount	\$ 12,028,279	\$ 443	\$ 623	\$ 180
Excluded Revenue	\$ -			\$ 100.00%
Price Cap Revenue Percentage	100.00%			\$ 180

	Common Line	Special	Price Cap Revenue
499A 2016 Interstate End User Revenues	\$ 1,788,980	\$ 475	\$ 1,787,455
Allocation Basis	99.97%	0.03%	
Telecom. Relay Support	\$ 1,384	\$ 0	\$ 1,385
NANPA	\$ 180	\$ 0	\$ 180
Regulatory Fee Support:	\$ -	\$ -	\$ -
	\$ 1,565	\$ 0	\$ 1,565

Annual Filing Special End User	Sum-1 Special	
	\$ 2,861,393	7/1/2017 Annual Filing
	\$ 166,154	12/1/2017 After removal of BDS competitive services
8,178	\$ 475	Adjusted End User Special Access
	\$ 7,703	Additional Excluded Rev
		Adjusted Excluded Revenue

IND-1

Filing Date: 11/16/2017

Filing Entity: Consolidated Communications of Fort Bend Company

Transmittal Number: 77

December 1, 2017 BDS Access Charge TRP Filing (CCFBN167.xls)

Price Cap Tariff Review Plan  
Indices

	EXISTING PCI (E)	EXISTING API (F)	EXISTING SBI (G)	EXISTING SBI LIMIT (H)	12/01/2017 PCI (I)	12/01/2017 SBI (J)
<b><u>Common Line Basket</u></b>						
100 Total Common Line	N/A	N/A	N/A	N/A	N/A	N/A
<b><u>Interexchange Basket</u></b>						
600 Total Interexchange	Trans.No. 24	Trans.No. 24	N/A	N/A	Trans.No. 24	N/A
<b><u>Special Access Basket</u></b>						
720 VG/WATS, Met, Tgh - Special	N/A	N/A	Trans.No. 24	Trans.No. 24	N/A	Trans No. 77
730 Audio & Video	N/A	N/A	Trans.No. 24	Trans.No. 24	N/A	Trans No. 77
740 High Cap & DDS - Special	N/A	N/A	Trans.No. 48	Trans.No. 48	N/A	Trans No. 77
750 DS-1 SubCat - Special	N/A	N/A	Trans.No. 48	Trans.No. 48	N/A	Trans No. 77
760 DS-3 SubCat - Special	N/A	N/A	Trans.No. 24	Trans.No. 24	N/A	Trans No. 77
770 DDS&Other - Special	N/A	N/A	N/A	N/A	N/A	Trans No. 77
899 Total Special Access	Trans.No. 32	Trans.No. 32	N/A	N/A	Trans No. 77	Trans No. 77

CCTX

Exhibit 2

PCI Development

Filing Date: 11/16/2017  
 Filing Entity: Consolidated Communications of Texas Compan  
 Transmittal Number: 77  
 December 1, 2017 BDS Access Filing (CCTXN167.XLS)

7/1/17 PCI Development

	<u>Common Line (A)</u>	<u>Special Line (B)</u>
1. Revenues (R)	2,296,239	3,318,068
2. Exogenous Changes (Z)	15,952	295
a. EDFIT / ITC / Access Cost Changes	0	0
b. Telecom. Relay Service Changes	19,482	360
c. Lower Formula Adjustment (LFAM)	0	0
d. Regulatory Fee Support Changes	(3,468)	(64)
e. North Americal Numbering Plan Admin.	(62)	(1)
3. Z/R = ( Ln 2 / Ln 1 )	0.006947	0.000089
4. W = (( Ln 1 + Ln 2 ) / R )	1.006947	1.000089
5. GDP-PI Chain Weighted ( 4 Qtr 2016 )	112.2380	112.2380
6. GDP-PI Chain Weighted ( 4 Qtr 2015 )	110.4980	110.4980
7. Percent Change in GDP-PI (I) (( Ln 5 - Ln 6 ) / Ln 6 ) * 100	1.5385%	1.5385%
8. Productivity (X)	N/A	2.000000%
9. GDP-PI - X ( Ln 8 - Ln 7 )	N/A	-0.4615%
10. Growth Rate of CCL MOU/Line (g)	-13.1142%	N/A
11. Existing PCI	0.0000	100.0000
12. Targeted Revenue Differential TRP Form TGT- 1 r1100	N/A	N/A
13. Prop. PCI (NonExog Only: Annual Filing col.b&c: Ln 11; col.e: Ln 11 * ( 1 + Ln 9 ) SBI Upper Limit calculations only)	N/A	99.5385
14. Proposed PCI col.b&c: Ln 11 * ( 1 + Ln 3 + Ln 12 / Ln 1 ) col.d&e: Ln 11 * ( 1 + Ln 3 + Ln 4 * Ln 9 )	N/A	99.5474

Filing Date: 11/16/2017  
 Filing Entity: Consolidated Communications of Texas Company  
 Transmittal Number: 77

November 16, 2017 Annual Price Cap Filing (CCFBN167.XLS)  
 Exogenous Cost Changes Detail

	2016 Annual Interstate End User Revenues (499A) (A)	FCC 17-62 5/23/2017 Regulatory Fee (B) = A * 0.00302	FCC 17-111 9/5/2017 Regulatory Fee (C) = A * 0.00302	Difference (D) = C - B	Annualization (E) = D * 12 / 7
Exogenous Amount	\$ 5,194,275	\$ 15,687	\$ 15,687	\$ -	\$ -
Excluded Revenue	\$ -				\$ 100.00%
Price Cap Revenue Percentage	100.00%				\$ -

	2016 Annual Interstate End User Revenues (499A) (A)	Roika Loube Est. 6/2/2017 Telecom Relay (B) = A * 0.02244	DA 17-642 6/30/2017 Telecom Relay (C) = A * 0.02289	Difference (D) = C - B	Annualization (E) = D * 12 / 7
Exogenous Amount	\$ 5,194,275	\$ 116,500	\$ 118,897	\$ 2,337	\$ 4,007
Excluded Revenue	\$ -				\$ 100.00%
Price Cap Revenue Percentage	100.00%				\$ 4.007

	2016 Annual Total End User Revenues (499A) (A)	DA 16-899 8/8/2016 NANPA (B) = A * 0.0000368	DA 17-783 8/17/2017 NANPA (C) = A * 0.0000518	Difference (D) = C - B
Exogenous Amount	\$ 33,314,945	\$ 1,226	\$ 1,726	\$ 500
Excluded Revenue	\$ -			\$ 100.00%
Price Cap Revenue Percentage	100.00%			\$ 500

	Common Line	Special	Price Cap Revenue
499A 2016 Interstate End User Revenues	\$ 5,099,954	\$ 42,568	\$ 5,142,522
Allocation Basis	99.17%	0.83%	
Telecom. Relay Support	\$ 3,974	\$ 33	\$ 4,007
NANPA	\$ 496	\$ 4	\$ 500
Regulatory Fee Support:	\$ -	\$ -	\$ -
	\$ 4,469	\$ 37	\$ 4,507

Annual Filing Special End User	Sum-1 Special	
	\$ 7,352,155	7/1/2017 Annual Filing
	\$ 3,318,068	12/1/2017 After removal of BDS competitive services
94,322	\$ 42,568	Adjusted End User Special Access
	\$ 51,754	Additional Excluded Rev
	-	Adjusted Excluded Revenue

Price Cap Tariff Review Plan  
Indices

	EXISTING PCI (E)	EXISTING API (F)	EXISTING SBI (G)	EXISTING SBI LIMIT (H)	12/01/2017 PCI (I)	12/01/2017 SBI (J)
<b><u>Common Line Basket</u></b>						
100 Total Common Line	N/A	N/A	N/A	N/A	N/A	N/A
<b><u>Interexchange Basket</u></b>						
600 Total Interexchange	Trans.No. 24	Trans.No. 24	N/A	N/A	Trans.No. 24	N/A
<b><u>Special Access Basket</u></b>						
720 VG/WATS, Met, Tgh - Special	N/A	N/A	Trans.No. 24	Trans.No. 24	N/A	Trans No. 77
730 Audio & Video	N/A	N/A	Trans.No. 24	Trans.No. 24	N/A	Trans No. 77
740 High Cap & DDS - Special	N/A	N/A	Trans.No. 48	Trans.No. 48	N/A	Trans No. 77
750 DS-1 SubCat - Special	N/A	N/A	Trans.No. 48	Trans.No. 48	N/A	Trans No. 77
760 DS-3 SubCat - Special	N/A	N/A	Trans.No. 24	Trans.No. 24	N/A	Trans No. 77
770 DDS&Other - Special	N/A	N/A	N/A	N/A	N/A	Trans No. 77
899 Total Special Access	Trans.No. 32	Trans.No. 32	N/A	N/A	Trans No. 77	Trans No. 77

CCFB

Exhibit 3

Revenue Impact

TRP

Dec 1, 2017 BDS Access Filing (CCFBN167.XLS)

IMPACT ANALYSIS FOR INDUSTRY

Basket Description	Demand Times		Difference (C) = (B) - (A)	% Difference (D) = (C)/(A)
	Current Rate (A)	Proposed Rate (B)		
<b>Common Line Basket</b>				
End User Common Line	\$802,442	\$802,442	\$0	0.00%
Common Line per MOU	\$0	\$0	\$0	0.00%
PICC Common Line	\$0	\$0	\$0	0.00%
Other Common Line	\$0	\$0	\$0	0.00%
Total Common Line	\$802,442	\$802,442	\$0	0.00%
<b>Special Access Basket</b>				
VoiceGrade/WATS - NonDZ	\$0	\$0	\$0	0.00%
Audio & Video - NonDZ	\$0	\$0	\$0	0.00%
Total High Cap/DDS	\$166,154	\$165,388	(\$766)	-0.46%
Total High Cap - DS1 - Special	\$135,611	\$134,986	(\$625)	-0.46%
High Cap - DS1 - SP - DZ1	\$0	\$0	\$0	0.00%
High Cap - DS1 - SP - DZ2	\$0	\$0	\$0	0.00%
High Cap - DS1 - SP - DZ3	\$0	\$0	\$0	0.00%
High Cap - DS1 - SP - NonDZ	\$135,611	\$134,986	(\$625)	-0.46%
Total High Cap - DS3 - Special	\$29,523	\$29,387	(\$136)	-0.46%
High Cap - DS3 - SP - DZ1	\$0	\$0	\$0	0.00%
High Cap - DS3 - SP - DZ2	\$0	\$0	\$0	0.00%
High Cap - DS3 - SP - DZ3	\$0	\$0	\$0	0.00%
High Cap - DS3 - SP - Non DZ	\$29,523	\$29,387	(\$136)	-0.46%
High Cap - Digital Data NonDZ	\$1,020	\$1,015	(\$5)	-0.46%
Wideband - Non-Zone	\$0	\$0	\$0	0.00%
Total Special Access Basket	\$166,154	\$165,388	(\$766)	-0.46%
Grand Total	\$968,597	\$967,830	(\$766)	-0.08%

CCTX

Exhibit 3

Revenue Impact

TRP

December 1, 2017 BDS Access Filing (CCTXN167.XLS)  
IMPACT ANALYSIS FOR INDUSTRY

Basket Description	Demand Times		% Difference (D) = (C)/(A)
	Current Rate (A)	Proposed Rate (B)	
<b>Common Line Basket</b>			
End User Common Line	\$2,296,239	\$2,296,239	\$0
Common Line per MOU	\$0	\$0	\$0
PICC Common Line	\$0	\$0	\$0
Other Common Line	\$0	\$0	\$0
Total Common Line	\$2,296,239	\$2,296,239	\$0
<b>Special Access Basket</b>			
VoiceGrade/WATS - NonDZ	\$16,251	\$16,175	(\$76)
Audio & Video - NonDZ	\$0	\$0	\$0
Total High Cap/DDS	\$3,301,817	\$3,286,618	(\$15,200)
Total High Cap - DS1 - Special	\$1,984,759	\$1,975,739	(\$9,019)
High Cap - DS1 - SP - DZ1	\$0	\$0	\$0
High Cap - DS1 - SP - DZ2	\$0	\$0	\$0
High Cap - DS1 - SP - DZ3	\$0	\$0	\$0
High Cap - DS1 - SP - NonDZ	\$1,984,759	\$1,975,739	(\$9,019)
Total High Cap - DS3 - Special	\$1,303,604	\$1,297,487	(\$6,117)
High Cap - DS3 - SP - DZ1	\$0	\$0	\$0
High Cap - DS3 - SP - DZ2	\$0	\$0	\$0
High Cap - DS3 - SP - DZ3	\$0	\$0	\$0
High Cap - DS3 - SP - Non DZ	\$1,303,604	\$1,297,487	(\$6,117)
High Cap - Digital Data NonDZ	\$13,454	\$13,391	(\$63)
Wideband - Non-Zone	\$0	\$0	\$0
Total Special Access Basket	\$3,318,068	\$3,302,792	(\$15,276)
<b>Grand Total</b>	<b>\$5,614,308</b>	<b>\$5,599,032</b>	<b>(\$15,276)</b>