

Consolidated Communications Companies
Summary of FCC Waiver FUSC Line Rates For FairPoint FCC No. 7
2nd Quarter 2020 Contribution Factor

Exhibit - 1

TR 104

| <u>Service Type</u> | <u>Calculated</u> |
|-------------------------------------|-----------------------------|
| <u>FCC No. 7</u> | <u>FUSC Rate (a)</u> |
| Res | \$ 1.61 |
| Non-Primary Res | \$ 1.61 |
| Single Line Bus | \$ 1.71 |
| Multi Line Payphone | \$ 2.23 |
| BRI - ISDN | \$ 3.47 |
| PRI - ISDN | \$ 32.11 |
| Multi Line Bus - Other | \$ 3.55 |
| PBX Trunk w/o End User Port Charge | \$ 3.55 |
| PBX Trunk with End User Port Charge | \$ 3.93 |
| Centrex (>= 9 Lines) | \$ 0.40 |
| Centrex (8 Lines) | \$ 0.45 |
| Centrex (7 Lines) | \$ 0.51 |
| Centrex (6 Lines) | \$ 0.59 |
| Centrex (5 Lines) | \$ 0.72 |
| Centrex (4 Lines) | \$ 0.89 |
| Centrex (3 Lines) | \$ 1.18 |
| Centrex (2 Lines) | \$ 1.78 |
| Centrex (1 Line) | \$ 3.55 |

a) Proposed multi-line rates include the impact of the FCC Waiver Order as modified by the Payphone Modification Order.

**Consolidated Communications Companies
Calculation of FUSC Rates
2nd Quarter 2020 Contribution Factor**

| Service Type | (SLC) | (ARC) | (LNP) | (Port Chg) | Sum | 2nd Quarter 2020 Contribution Factor | Max USF Rate Prior to Waiver |
|---|-------|-------|-------|------------|---------------|--|------------------------------------|
| | (a) | (b) | (c) | (d) | (e = a+b+c+d) | (f = .196) | (g = e x f) |
| Res | 6.50 | 1.72 | 0 | 0 | 8.22 | | 1.61 |
| Non-Primary Res | 6.50 | 1.72 | 0 | 0 | 8.22 | | 1.61 |
| Single Line Bus | 6.50 | 2.21 | 0 | 0 | 8.71 | | 1.71 |
| Multi Line Bus - Payphone | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |
| BRI - ISDN | 7.00 | 2.21 | 0 | 1.90 | 11.11 | | 2.18 |
| PRI - ISDN | 35.05 | 21.85 | 0 | 46.01 | 102.91 | | 20.17 |
| Multi Line Bus - Other Except PBX & Flexpath & PSP | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |
| PBX Trunks & Flexpath w/o Line Port Charges | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |
| PBX Trunks with End User Port Charge (DID / Flexpath) | 7.01 | 4.37 | 0 | 1.21 | 12.59 | | 2.47 |
| Centrex (>= 9 Lines) | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |
| Centrex (8 Lines) | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |
| Centrex (7 Lines) | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |
| Centrex (6 Lines) | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |
| Centrex (5 Lines) | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |
| Centrex (4 Lines) | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |
| Centrex (3 Lines) | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |
| Centrex (2 Lines) | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |
| Centrex (1 Line) | 7.01 | 4.37 | 0 | 0 | 11.38 | | 2.23 |

Consolidated Communications Companies
Ratemaking for FUSC Per-line using Centrex Equivalency
2nd Quarter 2020 Contribution Factor

Exhibit - 3

TR 104

| Service Type | FCC Order - Separate Rates | | | Monthly FUSF Req. | | | FCC Waiver | Accuracy Validation | |
|------------------------------------|----------------------------|-----------------|-------------------|-------------------------|---------------------------------------|-------------------|---------------------|---------------------|---------------|
| | Billing | Max USF Rate | Full Rate | CTX Rates | Monthly | Adjusted | Adjusted ML | Total | |
| | Lines | Prior to Waiver | Requirement | PICC Structure | CTX Loss | Revenue Base | Rates | Recovery | Variance |
| | (a) | (b) | (c = a x b) | (d = b / 9, 8, 7, etc.) | (e = [b -d] x a) | (f = c -e) | (g = rate x factor) | (h = g x a) | (i = h - c) |
| New England Combined | | | | | | | | | |
| Multi-line Rates | | | | | | | | | |
| BRI - ISDN | 974 | \$ 2.18 | \$ 2,123.32 | | | \$ 2,123.32 | \$ 3.47 | \$ 3,380 | \$ 1,257 |
| PRI - ISDN | 1,518 | \$ 20.17 | \$ 30,618.06 | | | \$ 30,618.06 | \$ 32.11 | \$ 48,738 | \$ 18,120 |
| Multi Line Bus - Other | 35,661 | \$ 2.23 | \$ 79,524.03 | | | \$ 79,524.03 | \$ 3.55 | \$ 126,586 | \$ 47,062 |
| PBX Trunk w/o End User Port Charge | 1,888 | \$ 2.23 | \$ 4,210.24 | | | \$ 4,210.24 | \$ 3.55 | \$ 6,702 | \$ 2,492 |
| PBX Trunk w/ End User Port Charge | 956 | \$ 2.47 | \$ 2,361.32 | | | \$ 2,361.32 | \$ 3.93 | \$ 3,759 | \$ 1,397 |
| Centrex (>= 9 Lines) | 19,185 | \$ 2.23 | \$ 42,782.55 | 0.2500000 | \$ 37,986.30 | \$ 4,796.25 | \$ 0.40 | \$ 7,635 | \$ (35,148) |
| Centrex (8 Lines) | 1,688 | \$ 2.23 | \$ 3,764.24 | 0.2800000 | \$ 3,291.60 | \$ 472.64 | \$ 0.45 | \$ 752 | \$ (3,012) |
| Centrex (7 Lines) | 2,247 | \$ 2.23 | \$ 5,010.81 | 0.3200000 | \$ 4,291.77 | \$ 719.04 | \$ 0.51 | \$ 1,145 | \$ (3,866) |
| Centrex (6 Lines) | 3,084 | \$ 2.23 | \$ 6,877.32 | 0.3700000 | \$ 5,736.24 | \$ 1,141.08 | \$ 0.59 | \$ 1,816 | \$ (5,061) |
| Centrex (5 Lines) | 3,825 | \$ 2.23 | \$ 8,529.75 | 0.4500000 | \$ 6,808.50 | \$ 1,721.25 | \$ 0.72 | \$ 2,740 | \$ (5,790) |
| Centrex (4 Lines) | 5,232 | \$ 2.23 | \$ 11,667.36 | 0.5600000 | \$ 8,737.44 | \$ 2,929.92 | \$ 0.89 | \$ 4,664 | \$ (7,004) |
| Centrex (3 Lines) | 6,690 | \$ 2.23 | \$ 14,918.70 | 0.7400000 | \$ 9,968.10 | \$ 4,950.60 | \$ 1.18 | \$ 7,880 | \$ (7,038) |
| Centrex (2 Lines) | 9,552 | \$ 2.23 | \$ 21,300.96 | 1.1200000 | \$ 10,602.72 | \$ 10,698.24 | \$ 1.78 | \$ 17,029 | \$ (4,272) |
| Centrex (1 Line) | 654 | \$ 2.23 | \$ 1,458.42 | 2.2300000 | \$ - | \$ 1,458.42 | \$ 3.55 | \$ 2,322 | \$ 863 |
| | <u>93,154</u> | | <u>\$ 235,147</u> | | <u>\$ 87,423</u> | <u>\$ 147,724</u> | | <u>\$ 235,147</u> | <u>\$ (0)</u> |
| Multi-line Adjustment Factor | | | | | [(Revenue Loss / adjusted base) +1] = | | \$ 1.59 | | |