

Warwick Valley Telephone Company  
 JSI Tariff FCC No. 1 - Transmittal No. 107  
 Federal Universal Service Charge (FUSC) Rates  
 Proposed Rates for Second Quarter 2005

Attachment 1 - Schedule 1

	End User Access Rate Description	FUSC Rate Tariff Section	Old Rate (Through Mar. 31, 2005) - Input	New Rates for April 1, 2005 - Per Sch. 2	Change
Line	(A)	(B)	(C)	(D)	(E)
1	Per Residential Line or Trunk	Sec. 17.1.3(B)(1)	<b>\$0.70</b>	<b>\$0.72</b>	\$0.02
2	Per Single Line Business Line or Trunk	Sec. 17.1.3(B)(2)	<b>\$0.70</b>	<b>\$0.72</b>	\$0.02
3	Per Multiline Business Line or Trunk	Sec. 17.1.3(B)(3)	<b>\$0.71</b>	<b>\$0.88</b>	\$0.17
4	Per Centrex Line	Sec. 17.1.3(B)(4)	<b>\$0.08</b>	<b>\$0.10</b>	\$0.02
5	Per Basic Rate ISDN (BRI) Line	Sec. 17.1.3(B)(5)	<b>\$0.70</b>	<b>\$0.80</b>	\$0.10
6	Per Primary Rate ISDN (PRI) Arrangement	Sec. 17.1.3(B)(6)	<b>\$3.55</b>	<b>\$4.40</b>	\$0.85
7	Per ISDN-BRI End User Port	Sec. 17.1.3(B)(7)	<b>\$0.24</b>	<b>\$0.25</b>	\$0.01
8	Per ISDN-PRI End User Port	Sec. 17.1.3(B)(8)	<b>\$1.18</b>	<b>\$1.23</b>	\$0.05

**Calculation of FUSC for All Other End User Charges**

9	All Other Interstate Recurring and Nonrecurring Charges Billed to End Users	Sec. 17.1.3(A)	<b>10.7%</b>	<b>11.1%</b>	0.40%
---	---	----------------	--------------	--------------	-------

Warwick Valley Telephone Company  
 JSI Tariff FCC No. 1 - Transmittal No. 107  
 Federal Universal Service Charge (FUSC) Rates  
 Multiline Rate Calculation For Second Quarter 2005 - Effective April 1, 2005

**FCC PROPOSED 2nd Quarter 2005 FACTOR 11.1%** *Per DA 05-648, 3/10/05*

Line	(A) End User Access Rate Description	(B) Tariff Section for End User Access Rate	(C) End User Rate	(D) Number of Charges that Apply	(E) = (C)*(D) End User Access Charge or ISDN Port Charges Billed	(F) Corresponding FUSC Rate Section	(G) Factor	(H) = (E)*(G) FUSC Rate - if Based on Direct Factor	(I) FUSC Rate - Based on Interim Waiver - Per Schedule 3	(J) = (D)*(I) or (H) FUSC Rate Applied per Service
1	Per Residential Line or Trunk	Section 17.1.2(A)	<b>\$6.50</b>	1	\$6.50	Sec. 17.1.3(A)(1)	11.1%	<b>\$0.72</b>		<b>\$0.72</b>
2	Per Single Line Business Line or Trunk	Section 17.1.2(B)	<b>\$6.50</b>	1	\$6.50	Sec. 17.1.3(A)(2)	11.1%	<b>\$0.72</b>		<b>\$0.72</b>
3	Per Multiline Business Line or Trunk	Section 17.1.2(C)	<b>\$7.18</b>	1	\$7.18	Sec. 17.1.3(A)(3)			<b>\$0.88</b>	<b>\$0.88</b>
	Per Centrex Line	Section 17.1.2(C)	\$7.18	1	\$7.18	Sec. 17.1.3(A)(4)			<b>\$0.10</b>	<b>\$0.10</b>
5	Per Basic Rate ISDN (BRI) Line	Section 17.1.2(C)	\$7.18	1	\$7.18	Sec. 17.1.3(A)(5)	11.1%	<b>\$0.80</b>		<b>\$0.80</b>
6	Per Primary Rate ISDN (PRI) Arrangement	Section 17.1.2(C)	\$7.18	5	\$35.90	Sec. 17.1.3(A)(6)	11.1%	<b>\$3.98</b>	<b>\$0.88</b>	<b>\$4.40</b>
7	Per ISDN-BRI End User Port	Section 17.1.4(A)	<b>\$2.21</b>	1	\$2.21	Sec. 17.1.3(A)(7)	11.1%	<b>\$0.25</b>		<b>\$0.25</b>
8	Per ISDN-PRI End User Port	Section 17.1.4(B)	<b>\$11.05</b>	1	\$11.05	Sec. 17.1.3(A)(8)	11.1%	<b>\$1.23</b>		<b>\$1.23</b>

**Calculation of FUSC for Special Access and Other End User Charges**

9	FUSC Factor Applicable to all Other Interstate Charges Billed to End Users					Sec. 17.1.3(B)	<b>11.1%</b>			
---	--	--	--	--	--	----------------	--------------	--	--	--

Warwick Valley Telephone Company  
 JSI Tariff FCC No. 1 - Transmittal No. 107  
 Federal Universal Service Charge (FUSC) Rates

Multiline Rate Calculation For Second Quarter 2005 - Effective April 1, 2005

	Description (A)	Source (B)	Variable (C)	Value (D)
1	Gross Up Factor	$x = (c(a+b))/(a+(b/d))$ [see bottom of page]	x	12.3%
2	Combined Multiline Business Lines Excluding Cenrex	Line 22	a	3,587
3	Centrex Lines	Line 23	b	425
4	FUSC Factor	Per DA 05-648, 3/10/05	c	11.1%
5	Multiline EUCL to Centrex Factor	Per DA 03-689, 3/7/03	d	9
6	Multiline EUCL - JSI Tariff FCC No. 1 Sec. 17.1.2	Sch 2 Line 3 Col C	e	\$7.18
7	Multiline FUSC Rate Without Gross-Up	Line 4 X Line 6 (Rounded)		\$0.800
8	Multiline FUSC Rate Grossed-Up	Line 1 X Line 6 --> to Sch 2, Col (I) Ln 3		\$0.880
9	Centrex Rate	Line 8 / Line 5		\$0.098
10	Centrex Rate-Rounded Up	Line 12 Rounded Up --> to Sch 2, Col (I) Ln 4		\$0.100
11	Effective Ratio - Multiline to Centrex	Line 8 / Line 10		8.80
12	Primary Rate ISDN	Line 8 X 5 --> to Sch 2, Col (J) Ln 6		\$4.400

Proof

13	Monthly FUSC for Multiline Bus/BRI/PRI Lines	Lines from Line 23, Rate from Line 8
14	Monthly FUSC from Centrex lines.	Lines from Line 23, Rate from Line 10
15	Monthly FUSC for Adjusted Multiline	Sum Lines 13-15
16	Rounding	
17	Required FUSC Charges Without Centrex Adjustment	Lines from Line 23, Rate from Line 7

Combined Lines From Col J (E)	Rate (F)	Revenue (G)
3,587	\$0.880	\$3,156.56
425	\$0.100	\$42.50
		\$3,199.06
		-10.54
4,012	\$0.800	\$3,209.60

**Multiline Business Line Data for Calculation of Centrex Rate**

18	Multiline Business Lines - Excluding Centrex	Customer Records
19	Multiline Business Lines - BRI	Customer Records
20	ISDN PRI Arrangements	Customer Records
21	ISDN PRI Equivalent Multi-Line Lines	Line 21 * 5
22	Combined Multiline Business Lines - Excluding Centrex	Line 19 + Line 20 + Line 22
23	Centrex Lines - Business	Customer Records
24	Total Multiline Business Lines Before Centrex Adjmt	Line 23 + Line 24
25	Adjusted Centrex Lines	Line 24 / 9 - Rounded Down
26	Centrex Adjustment	Line 24 - Line 26
27	Adjusted Multiline Count	Line 24 - Line 27

New York (H)	New Jersey (I)	Combined (J)
2,713	838	3,551
26	10	36
-	-	-
-	-	-
2,739	848	3,587
425	0	425
3,164	848	4,012
47	-	47
378	-	378
2,786	848	3,634

**Gross-Up Formula Development:**

$c(e(a+b)) = xe(a+b/d); c(e(a+b)) = xe(a+b/d); x = (c(a+b))/(a+(b/d))$  Note: Variables match lines 1 through 6