

**This filing is made pursuant to
Section 2.04(a)(3) of the Communications
Act and becomes effective in 15 days**

**HILLS TELEPHONE COMPANY, INC. (in Iowa)
PO Box 349
612 East Third Street
Garretson, South Dakota 57030-0349**

June 16, 2005

Transmittal No. 7
(filing fee enclosed)

Marlene H. Dortch, Secretary
Federal Communications Commission
445 12th Street, S.W. – TW-A325
Washington, D.C. 20554

Attention: Wireline Competition Bureau

Dear Ms. Dortch:

The accompanying tariff materials issued by Hills Telephone Company, Inc. (in Iowa) (Hills) (FRN #0005-0971-75), and bearing F.C.C. No. 1, effective July 1, 2005, are sent to you in compliance with the Communications Act of 1934, as amended and pursuant to the Commission's Rules.

The purpose of this filing is to cancel Hills Telephone Company, Inc. (in Iowa) Tariff F.C.C. No. 1 in its entirety. The Company will be an issuing carrier in the National Exchange Carrier Association, Inc. Access Service Tariff F.C.C. No. 5 effective July 1, 2005. All rates, rules and regulation for the Company can be found there.

As required by Section 61.32 of the Rules, the original of this transmittal letter, plus the Commission's filing fee of seven hundred and twenty dollars (\$720.00) is being filed this date with the Mellon Bank in Pittsburgh, Pennsylvania.

Marlene H. Dortch

June 16, 2005

Page 2

Personal or facsimile service of petitions under Section 1.773(a)(4) of the Commission's Rules should be directed to Hills' counsel whose facsimile number is (202) 828-5568, whose e-mail address is gjd@bloostonlaw.com and whose service address and name are given below.

Respectfully submitted,
Hills Telephone Company, Inc. (in Iowa)

Gerard J. Duffy
Its Attorney

Blooston, Mordkofsky, Dickens,
Duffy & Prendergast
2120 L Street, N.W.
Washington, D.C. 20337
(202) 659-0830