

**JOHN STAURULAKIS, INC.
REVISIONS TO TARIFF FCC NO. 1
Transmittal No. 113**

**HOME TELEPHONE COMPANY
PINELAND TELEPHONE COOPERATIVE, INC.
ATLANTIC TELEPHONE MEMBERSHIP CORPORATION**

DESCRIPTION AND JUSTIFICATION

A. INTRODUCTION

John Staurulakis, Inc. (JSI) proposes to modify JSI Tariff FCC No. 1 on behalf of Home Telephone Company (Home) and Pineland Telephone Cooperative, Inc. (Pineland) for the introduction of regulations and rates for the inauguration of MultiMedia-Virtual Circuit Channels (MM-VCC) as an optional feature and function for Asynchronous Transfer Mode Cell Relay Access Service (ATM-CRS).

Additionally, JSI proposes in this filing introduction on behalf of Atlantic Telephone Membership Corporation (Atlantic) of additional Synchronous Digital Subscriber Line (SDSL) Access Service data speed options to Atlantic's existing SDSL rates. The introduction of the additional data-speed options is made under existing regulations for SDSL Access Service at Section 16.3.

This filing is being made at the request of and on behalf of Home, Pineland and Atlantic.

B. HOME AND PINELAND PROPOSED INTRODUCTION OF ATM MULTI-MEDIA-VIRTUAL CIRCUIT CHANNELS

JSI introduced ATM-CRS in JSI Tariff FCC No. 1 in Transmittal No. 90 filed on December 16, 2003. JSI mirrored National Exchange Carrier Association (NECA) Tariff FCC No. 5 regulations for ATM-CRS to the extent individual ATM-CRS services or optional features and functions would be offered by issuing carriers for JSI Tariff FCC No. 1. Because Home and Pineland would now like to offer MM-VCC in conjunction with their existing Asynchronous Digital Subscriber Line (ADSL) Access Service, JSI proposes adding regulations for MM-VCC based on mirroring the MM-VCC regulations in NECA Tariff FCC No. 5.

NECA Tariff FCC No. 5 includes a definition of MM-VCC, but not of MultiMedia itself. Thus, in addition to a definition of MM-VCC mirroring that in NECA Tariff FCC No. 5, JSI proposes adding to the tariff the following definition of MultiMedia to Section 2, definitions.

MultiMedia

MultiMedia refers to data transport services that include data, text, audio, and visual content.

Thus, with introduction of MM-VCC service, ISPs or other providers may order a combination of ADSL and MM-VCC to provide more robust data, text, audio and visual content. Visual content, of course, includes video.

C. ATLANTIC SDSL SERVICE OFFERING CHANGES AND ADDITIONS

Atlantic currently provides SDSL service under the regulations in Section 16.3 of JSI Tariff FCC No. 1., with a single SDSL offering of data-only at a transmission speed of 768 Kbps. The monthly recurring charge rate for the 768 Kbps offering is \$95.00 per line per month with a nonrecurring charge rate of \$251.00 per line installed.

Under the revisions proposed in this offering, the monthly recurring charge rate for the existing offering will be reduced to \$73.11 and the data transmission speed upper limit increased to 2 Mbps. Atlantic does not propose any change in the nonrecurring charge. All existing SDSL customers will be billed the lower, new charge with the effective date of this filing.

In addition to the changes to the existing SDSL offering, Atlantic proposes offering two additional SDSL offerings at data transmission speed limits of 4 Mbps and 6 Mbps at proposed monthly recurring charge rates of \$93.11 and \$113.11 respectively. The nonrecurring charge rates for the new offerings will be \$251.00.

The SDSL offerings will be provided under existing SDSL Access Service regulations without modification.

In the required notice to customers regarding the SDSL changes, Atlantic will inform existing SDSL Access Service customers of the increased data-transmission speed upper limit for their existing service.

D. SUPPORTING DOCUMENTATION

Home files access rates under Section 61.38. Accordingly, rate development is further explained following and cost support is included at Exhibit 1.

Pineland and Atlantic each file access rates under Section 61.39. Accordingly, cost support will be made available pursuant to reasonable request.

E. PROPOSED RATES - HOME

Proposed rates for Home are calculated at Exhibit 1.

F. DEMAND FORECAST - HOME

Home has projected demand for the twelve months ended December 31, 2006 as indicated at Exhibit 1.

G. COST DEVELOPMENT - HOME

Exhibit 1 also shows the calculation of annual costs. Home's overall network costs for the new services are based on projected investment in the respective technology supporting the services. Equipment costs are based on the latest available Continuing Property Record (CPR) balances adjusted for additions to meet projected increases in demand. An additive for expenses, return and taxes is made based on the "Carrying Charge Factor." The Carrying Charge Factor is based on the 2004 Interstate Cost Study as indicated in Exhibit 1.