

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF GEARHEART)	
COMMUNICATIONS, INC. D/B/A)	CASE NO.
COALFIELDS TELEPHONE COMPANY)	2006-00407
FOR AN ORDER AND CERTIFICATE OF)	
PUBLIC CONVENIENCE AND)	
NECESSITY AUTHORIZING APPLICANT)	
TO BORROW \$4,000,000 TO)	
REFINANCE EXISTING)	
INDEBTEDNESS)	

INITIAL DATA REQUEST OF COMMISSION STAFF
TO GEARHEART COMMUNICATIONS, INC.
D/B/A COALFIELDS TELEPHONE COMPANY

Gearheart Communications, Inc. d/b/a Coalfields Telephone Company ("Coalfields"), pursuant to 807 KAR 5:001, is requested to file with the Commission the original and 5 copies of the following information, with a copy to all parties of record. The information requested herein is due on or before October 6, 2006. Each copy of the data requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. Where information requested herein has been provided, in the format requested herein, reference may be made to the specific location of said information in responding to this information request.

1. Provide an amortization schedule for each loan listed on Exhibit B of the application.
2. Provide a detailed schedule of closing costs and fees that will be payable and due at closing, including any interest payments.
3. Provide a calculation of the Annual Percentage Rate for the proposed loan.
4. How is the remaining balance of the loan going to be paid at the end of the 5-year period?
5. Provide any other additional information, calculations, or justification to support the proposed refinancing and demonstrate the savings to Coalfields.
6. Provide an analysis of the legal issues regarding the applicability of KRS 278.544(4) to this application.
7. Has Coalfields determined an allocation of the financing between “basic local exchange service” and “non-basic service” as defined by KRS 278.541(1) and (5)? If so, what is it? If not, why not?



Beth O'Donnell
Executive Director
Public Service Commission
P. O. Box 615
Frankfort, KY 40602

DATED September 29, 2006

cc: Parties of Record