BRANDENBURG TELEPHONE COMPANY

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SEP 2 9 2008 PUBLIC SERVICE

September 25, 2008

Stephanie Stumbo, Executive Director Kentucky Public Service Commission 211 Sower Blvd. PO Box 615 Frankfort, KY 40602

Brandenburg Telephone Company has conducted an annual lifeline audit per PSC Administrative Case No. 360. Of 672 lifeline customers, 509 of the lifeline customers were confirmed with the state of Kentucky Cabinet for Health and Family Services to still be qualified to receive Lifeline benefits. The remaining 163 lifeline customers were sent letters requesting they confirm benefits. The first letter of the audit was sent out on June 24, 2008. A second letter was sent out July 24, 2008 to those who were non-responsive to the first letter.

As of September 25, 2008, 99 have responded, 4 found to be ineligible, 5 have disconnected their telephone service during the audit, and 55 have not responded. The audit is now complete. Please be advised that Brandenburg Telephone Company has removed the lifeline credit from the account of those 55 customers who have not responded to the audit.

If you have any questions, please contact me at 270-422-2121.

Signed,

Allison Willoughby Assistant General Manager