

South Central RTC



Total
Communications

South Central Rural Telephone
Cooperative Corporation, Inc.

August 13, 2007

Elizabeth O'Donnell, Executive Director
Kentucky Public Service Commission
PO Box 615
Frankfort KY 40602-0615

RECEIVED

AUG 20 2007

**PUBLIC SERVICE
COMMISSION**

Re: PSC Case No. 381

Please find enclosed the original and four (4) copies of our annual affidavit in response to the Commission's order dated September 25, 2001 supporting the Commission's annual certification to the Federal Communications Commission (FCC) and the Universal Service Administrative Company (USAC) that South Central Rural Telephone Cooperative is eligible to receive high-cost support in accordance with 47 USC 254(e).

Should you have any questions regarding our filing, please don't hesitate to contact me.

Sincerely,

A handwritten signature in black ink that reads "Max Phipps". The signature is written in a cursive style with a large, looped "M" and "P".

Max Phipps
General Manager

MP/th
Enclosures

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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AUG 20 2007
PUBLIC SERVICE
COMMISSION

In the Matter of:

A CERTIFICATION OF THE CARRIERS) ADMINISTRATIVE
RECEIVING UNIVERSAL SERVICE) CASE NO. 381
HIGH COST SUPPORT)

SOUTH CENTRAL RURAL TELEPHONE COOPERATIVE
ANNUAL AFFIDAVIT TO COMMISSION'S SEPTEMBER 25, 2001 ORDER

South Central Rural Telephone Cooperative is committed to providing excellent customer service and the highest level of telecommunications services at rates that are affordable and comparable to non-rural areas. It is critical that South Central Rural Telephone Cooperative remain eligible to receive federal high cost support to meet these goals.

The state certification for federal support will be an annual process. In order to receive federal support beginning January 1 of each year, the Kentucky Public Service Commission must file its annual certification on or before October 1 of the previous year. The attached affidavit should be accepted by the Kentucky Public Service Commission for the purpose of notifying the Universal Service Administrative Company (USAC) and the Federal communications Commission (FCC) that South Central Rural Telephone Cooperative is eligible to receive high cost support in accordance with 47 USC 254(e).

Respectfully submitted,



Max Phipps
General Manager
South Central Rural Telephone Coop. Corp., Inc.
P O Box 159
Glasgow, KY 42142-0159

AFFIDAVIT

STATE OF KENTUCKY
COUNTY OF BARREN

BEFORE ME, the undersigned authority, on this day personally appeared Max Phipps of South Central Rural Telephone Cooperative, ("the Cooperative"), who on his oath deposed and said:

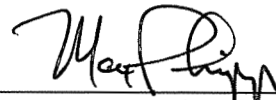
1. My name is Max Phipps. I am employed by South Central Rural Telephone Cooperative in the position of General Manager. In this position, I am personally familiar with the Federal Universal Service Support received by the Cooperative and how these funds are used by the Cooperative.
2. South Central Rural Telephone Cooperative was designated as a eligible telecommunications carrier by the Kentucky Public Service Commission in PSC Case No. 360 by order dated November 26, 1997.
3. South Central Rural Telephone Cooperative estimates that it will receive \$5,400,000 of Federal Universal Service high cost support during the January 1, 2008 to December 31, 2008 time period.
4. The Federal Universal Service Support funds the Cooperative receives during 2008 will be used for the provision, maintenance and upgrading of facilities and services for which the support is intended, as designated by the Federal communications Commission consistent with Section 254(e) of the Federal Telecommunications Act. These funds will be used to provide the following supported services, as outlined in 47 CFR S 54.10(a), which are available to any customer in the Cooperative's service area: single-party voice grade access to the public switched network unlimited local usage, dual-tone multi-frequency signaling or its functional equivalent, access to emergency services, including 9-1-1 service or enhanced 9-1-1 service, access to operator service, access to

interexchange service and access to directory assistance and toll limitation for qualifying low income customers.

5. South Central Rural Telephone Cooperative follows Federal Communications Commission Part 32 accounting requirements for regulated local exchange carriers and Part 36 separations provisions used to determine high cost support amounts. As a regulated utility, South Central Rural Telephone Cooperative's accounting and separations procedures are subject to periodic National Exchange Carrier Association and Kentucky Public Service Commission reviews.


6. While continuing to receive the estimated amount of Federal Universal Service support as described and using this support for the purposes as described, South Central Rural Telephone Cooperative does not anticipate increasing local rates nor withdrawing any services; therefore, the comparability of rates and service between the rural areas serviced by South Central Rural Telephone Cooperative and the urban areas of Kentucky will not be changed because of any action on the part of South Central Rural Telephone Cooperative.

7. The matters addressed above are within my personal knowledge and are true and correct.



Max Phipps

Sworn and subscribed before me, the undersigned authority, on this the 13 day of August, 2007.



Notary Public, State of Kentucky

My Commission expires 5/22/09

(SEAL)