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October 24, 2014

VIA HAND DELIVERY

Hon. Jeff R. Derouen
Executive Director
Kentucky Public Service Commission
211 Sower Blvd.
Frankfort KY 40601-8294

RECEIVED

OCT 24 2014

PUBLIC SERVICE
COMMISSION

Re: Tariff Filing of North Central Telephone Cooperative Corporation, Case No. 2014-00303 before the Public Service Commission of the Commonwealth of Kentucky

Dear Mr. Derouen:

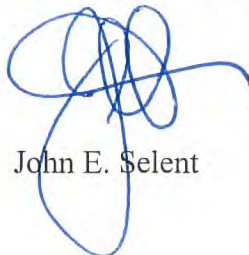
On behalf of North Central Telephone Cooperative Corporation, enclosed for filing with the Public Service of the Commonwealth of Kentucky are one (1) original and ten (10) copies of the following documents.

- 1) Application for a General Adjustment in Rates;
- 2) Motion for Waiver of Certain Rate Application Filing Requirements; and
- 3) Petition for Confidential Treatment

Thank you, and if you have any questions with regard to this matter, please call me.

Very truly yours,

DINSMORE & SHOHL LLP



John E. Selent

JES/bmt
Enclosures

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

OCT 24 2014

PUBLIC SERVICE
COMMISSION

In the Matter of:

APPLICATION OF NORTH CENTRAL TELEPHONE) CASE NO. 2014-00303
COOPERATIVE CORPORATION)
FOR A GENERAL ADJUSTMENT IN RATES)

APPLICATION

Applicant North Central Telephone Cooperative Corporation (“NCTC”), by counsel, pursuant to KRS 278.180, 807 KAR 5:001, Sections 14 and 16, and 807 KAR 5:011, Section 6, files this application (the “Application”) for authority to adjust its rates and charges for basic local exchange service and gives notice of its intention to increase the same rates and charges effective November 30, 2014.

INTRODUCTION

This Application for a rate increase is filed in response to an order from the Federal Communications Commission (“FCC”) that fundamentally alters the cost structure of providing telecommunications services in high-cost rural areas, like those NCTC serves. *See In the Matter of Connect America Fund et al.*, Report and Order and Further Notice of Proposed Rulemaking, FCC 11-161 (Nov 18, 2011) (“ICC/USF Order”). For decades prior to the ICC/USF Order, high-cost carriers had received subsidies from the federal government’s “Universal Service Fund” (“USF”). Those USF subsidies were intended to fulfill the Federal Communications Act’s requirement that “[c]onsumers in all regions of the Nation, including . . . those in rural, insular, and high cost areas, should have access to telecommunications and information services . . . that are available at rates that are reasonably comparable to rates charged for similar services in urban areas.” 47 U.S.C. § 254(b)(3). The FCC found, however, that many rural consumers were

paying rates that were less than those paid by consumers in urban areas. ICC/USF Order at ¶ 235. In consequence, the FCC's ICC/USF Order sets a rate floor equal to the national average of local rates plus state regulated fees. *Id.* at ¶ 238. The ICC/USF Order also “limit[s] high-cost support where local end-user rates plus state regulated fees” do not meet that national rate floor; those carriers’ federal subsidies will be reduced “on a dollar-for-dollar basis . . . , to the extent that [the] carrier’s local rates (plus state regulated fees) do not meet the urban rate floor.” *Id.* at ¶ 239.

On June 10, 2014, the FCC altered the schedule for the imposition of rate floor penalties, effectively requiring carriers to ensure that their 2014 rate floor obligations are met no later than December 1, 2014. *See In the Matter of Connect America Fund et al.*, Report and Order, Declaratory Ruling, Order, Memorandum Opinion and Order, Seventh Order on Reconsideration, and Further Notice of Proposed Rulemaking, FCC 14-54, ¶¶ 79-80.

NCTC’s proposed rate adjustment is thus necessary to preserve its ability to receive these USF subsidies that are important to its ability to provide telephone and information services in its high-cost rural service territory. Without a minimum rate sufficient to meet the FCC’s new rate floor, high-cost carriers like NCTC will lose significant federal funding that has historically allowed these carriers to provide service to the most costly, rural customers. That loss of federal funding will threaten the financial existence of these rural carriers like NCTC, who have important obligations under federal and state law as carriers of last resort. Moreover, the loss of those subsidies would increase the pressure for NCTC to raise its rates even higher than the federal rate floor sought here because any loss of federal funds would lead to a need for NCTC to make up that revenue directly from its customer-members.

* * * * *

In support of its Application, NCTC states as follows:

1. Pursuant to 807 KAR 5:001, Section 14(1): (i) the full name of the applicant is North Central Telephone Cooperative Corporation, (ii) the mailing address of the applicant is 872 Highway 52 By-Pass East / P.O. Box 70, Lafayette, TN 37083-0070; and (iii) the electronic mailing address of the applicant is johnny.mcclanahan@nctc.com.

2. Pursuant to 807 KAR 5:001, Section 14(2), NCTC states that it is currently in good standing in the Commonwealth of Kentucky, where it is incorporated. A certified copy of NCTC's Articles of Incorporation and all amendments thereto is on file with the Commission in Case No. 2007-00432

3. Pursuant to 807 KAR 5:001, Section 16(1)(b)(1), NCTC provides the following statement of the reason the adjustment is requested. Further details are provided in Exhibit 1 of this Application.

a. NCTC was established in 1951 as a not-for-profit, member-owned cooperative to provide local telephone service to business and residential members in the Kentucky exchange designated Scottsville Rural in Allen County. It also provides service in the Tennessee exchanges of Hillsdale, Westmoreland, Green Grove, Lafayette, Pleasant Shade, Red Boiling Springs, Defeated, Bethpage, and Oak Grove (the "Service Territory"). Per its 2013 PSC Report, NCTC provided service in Kentucky to 4,228 residential and 397 business lines members. NCTC is an eligible telecommunications carrier ("ETC"), and it is also the carrier of last resort ("COLR") in the Service Territory. In 2013, NCTC received \$4,582,296.00 from the High Cost Loop Support ("HCLS") Fund to support its COLR responsibilities in the Service Territory.

b. This proceeding was motivated by an order of the FCC that implemented “a rule to limit high-cost support where end-user rates do not meet a specified local rate floor.” See ICC/USF Order at ¶ 235.

c. Under the rule, local exchange carriers such as NCTC must meet a specified rate floor in each year in order to be eligible to receive the maximum possible amount of HCLS funding from the FCC. Failure to meet the rate floor by the deadline will result in a reduction in HCLS funding that the carrier could have otherwise received for that year. ICC/USF Order at ¶¶ 133, 238-40. Therefore, NCTC requires an adjustment of its rates to comply with the FCC’s 2014 rate floor, thereby maintaining eligibility for the 2014 maximum amount of HCLS funding.

4. The requirements of 807 KAR 5:001, Section 16(1)(b)(2), are inapplicable because NCTC does not operate under an assumed name pursuant to KRS 365.015.

5. Pursuant to 807 KAR 5:001, Section 16(1)(b)(3), NCTC has attached its proposed tariff, in such form as is required by 807 KAR 5:011, as part of Exhibit 2. The proposed effective date of the proposed tariff is November 30, 2014, at least 30 days from the date the Application is filed.

6. Pursuant to 807 KAR 5:001, Section 16(1)(b)(4), NCTC has attached as part of Exhibit 2 its present tariff using italicizing, underscoring, and strikethroughs to show proposed revisions.

7. Pursuant to 807 KAR 5:001, Section 16(1)(b)(5), NCTC states that notice has been given in compliance with 807 KAR 5:001, Section 17, as described below:

a. Pursuant 807 KAR 5:001, Section 17(1), NCTC has posted at its place of business a copy of the Public Notice and will, within five days of the filing of the Application,

post on its website a copy of the Public Notice and a hyperlink to the location on the Commission's website where the case documents are available. A copy of the Public Notice is attached hereto as part of Exhibit 3.

b. Pursuant to 807 KAR 5:001, Section 17(2), NCTC, which has more than twenty (20) customers and is not a sewage utility, has provided notice by publishing notice once a week for three (3) consecutive weeks in a prominent manner in a newspaper of general circulation in the utility's service area, the first publication made no later than the date the application is submitted to the commission. A copy of the published notice is attached hereto as part of Exhibit 3.

c. Pursuant to 807 KAR 5:001, Section 17(3), an affidavit from the publisher verifying the contents of NCTC's notice, that the notice was published, and the dates of the notice's publication is attached hereto as part of Exhibit 3.

d. Pursuant to 807 KAR 5:001, Section 17(4), NCTC states that the Public Notice attached to this Application as Exhibit 3 complies with all "Notice Content" requirements prescribed by regulation because it contains all of the following elements:

- i. The proposed effective date and the date the proposed rates are expected to be filed with the Commission;
- ii. The present rates and proposed rates for each customer classification to which the proposed rates will apply;
- iii. The amount of the change requested in both dollar amounts and percentage change for each customer classification to which the proposed rates will apply;

- iv. The effect upon the average bill for each customer classification for the proposed rate change in basic local service;
- v. A statement that a person may examine this Application at NCTC's offices;
- vi. A statement that a person may examine this Application at the Commission's offices located at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the Commission's Web site at <http://psc.ky.gov>;
- vii. A statement that comments regarding the Application may be submitted to the Commission through its Web site or by mail to Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602;
- viii. A statement that the rates contained in this notice are the rates proposed by NCTC but that the Commission may order rates to be charged that differ from the proposed rates contained in the notice;
- ix. A statement that a person may submit a timely written request for intervention to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602, establishing the grounds for the request including the status and interest of the party; and
- x. A statement that if the Commission does not receive a written request for intervention within thirty (30) days of initial publication or mailing of the notice, the Commission may take final action on the Application.

8. The requirements of 807 KAR 5:001, Section 16(1)(b)(6), are inapplicable because NCTC is not a water district.

9. Pursuant to 807 KAR 5:001, Section 16(2), NCTC states that it notified the Commission in writing of its intent to file the Application on August 28, 2014, at least thirty (30) days but not more than sixty (60) days prior to filing the Application. A copy of the notice of intent is included as part of Exhibit 4 of this Application. Pursuant to 807 KAR 5:001, Section 16(2)(a), the notice of intent stated whether the Application will be supported by a historical test period or a fully forecasted test period. Pursuant to 807 KAR 5:001, Section 16(2)(c), NCTC sent by electronic mail a .pdf copy of the notice of intent to the Attorney General's Office of Rate Intervention (rateintervention@ag.ky.gov) upon filing it with the Commission. A copy of this email, including the attached notice of intent, is included as part of Exhibit 4 of this Application.

10. The provisions of 807 KAR 5:001, Section 16(3), are inapplicable because NCTC is not an electric utility.

11. Pursuant to 807 KAR 5:001, Section 16(4)(a), a narrative summary of the particular circumstances that justify and support NCTC's Application, including a statement of the reason the adjustment is required, is attached hereto as Exhibit 1 and is incorporated herein by reference. Exhibit 1 is filed subject to a Petition for Confidential Treatment pursuant to 807 KAR 5:001, Section 13, filed contemporaneously with this Application.

12. As more fully explained in NCTC's Motion for Waiver of Certain Rate Application Requirements ("Motion for Waiver") filed contemporaneously with this Application, NCTC seeks waiver of 807 KAR 5:001, Section 16(4)(b), requiring the applicant's witnesses' prepared testimony.

13. The requirements of 807 KAR 5:001, Section 16(4)(c) are inapplicable because NCTC has gross annual revenues in excess of \$5,000,000.00.

14. Pursuant to 807 KAR 5:001, Section 16(4)(d), NCTC estimates that the total amount of revenue increase resulting from the proposed rate adjustment will be \$362,736.00.

15. The requirements of 807 KAR 5:001, Section 16(4)(e), are inapplicable because NCTC is not an electric, gas, sewage, or water utility.

16. Pursuant to 807 KAR 5:001, Section 16(4)(f), NCTC states that the proposed rate adjustment will increase the average affected customer bill by \$1.10. Additional details regarding the anticipated impact on affected customers are set forth in Exhibit 1.

17. Pursuant to 807 KAR 5:001, Section 16(4)(g), NCTC states that because the FCC's rate floor requirements apply only to residential rates, only NCTC's Residential customer class will be affected by the proposed rate adjustment. NCTC's analysis of customers' bills and the corresponding revenue impact are provided in NCTC's responses to the requirements of Section 16(4)(d) and 16(4)(f) in paragraphs 14 and 16 above.

18. Pursuant to 807 KAR 5:001, Section 16(4)(h), NCTC states that parts A and B of its 2013 RUS operating report containing its TIER calculation, which assesses NCTC's actual revenue position compared to its required operating revenues, are attached as Exhibit 5. To the extent the Commission believes this section imposes additional requirements relevant to this Application, NCTC respectfully seeks waiver of those requirements for the reasons set forth in its accompanying Motion for Waiver.

19. As more fully explained in NCTC's Motion for Waiver, NCTC seeks waiver of 807 KAR 5:001, Section 16(4)(i), requiring a reconciliation of the rate base and capital used to determine revenue requirements.

20. Pursuant to 807 KAR 5:001, Section 16(4)(j), NCTC has attached a current chart of accounts as Exhibit 6.

21. Pursuant to 807 KAR 5:001, Section 16(4)(k), a copy of NCTC's independent auditor's annual opinion report is on file with the Commission as part of its annual report. The other requirements of this section are inapplicable because NCTC's independent auditor has not indicated "the existence of a material weakness in [NCTC]'s internal controls."

22. The requirements in 807 KAR 5:001, Section 16(4)(l), are inapplicable because NCTC has not been audited by the FCC.

23. Pursuant to 807 KAR 5:001, Section 16(4)(m), NCTC states that its most recent PSC Form T is on file with the Commission.

24. Pursuant to 807 KAR 5:001, Section 16(4)(n), NCTC has provided as Exhibit 7 hereto a schedule identifying current depreciation rates used by major plant accounts. NCTC's test period depreciation rates are identical to the current depreciation rates attached. To the extent the Commission believes this section requires more information than NCTC has provided, NCTC seeks waiver of 807 KAR 5:001, Section 16(4)(n) for the reasons set forth in its Motion for Waiver.

25. Pursuant to 807 KAR 5:001, Section 16(4)(o), requiring a schedule of detailed information regarding all software, programs, and models used to prepare the Application, NCTC states that it utilized no specialized software, program, or models, and relied on Microsoft Word and Microsoft Excel to prepare the Application and supporting exhibits.

26. The requirements of 807 KAR 5:001, Section 16(4)(p), are inapplicable because NCTC has never made a stock or bond offering.

27. The requirements of 807 KAR 5:001, Section 16(4)(q), are inapplicable because NCTC does not provide a formal annual report to its members. Instead, NCTC invites its members to an annual meeting to review and discuss its operations. To the extent the Commission believes this section requires the provision of additional materials, NCTC seeks waiver of those requirements for the reasons set forth in its accompanying Motion for Waiver.

28. As more fully explained in NCTC's Motion for Waiver, NCTC seeks waiver of 807 KAR 5:001, Section 16(4)(r), requiring monthly managerial reports.

29. The requirements of 807 KAR 5:001, Section 16(4)(s), are inapplicable because NCTC is not required to file the U.S. Securities and Exchange Commission's Form 10-K, Form 8-K, or Form 10-Q.

30. The requirements of 807 KAR 5:001, Section 16(4)(t), are inapplicable because NCTC has not had any amounts charged or allocated to it by an affiliate or general or home office, and has not paid any monies to an affiliate or a general or home office during the test period or during the previous three (3) calendar years.

31. The requirements of 807 KAR 5:001, Section 16(4)(u), are inapplicable because NCTC is not an electric, gas, sewage, or water utility.

32. The requirements of 807 KAR 5:001, Section 16(4)(v), are inapplicable because NCTC has fewer than 50,000 access lines.

33. The requirements of 807 KAR 5:001, Section 16(5), are inapplicable because NCTC's Application does not include any pro forma adjustments. To the extent the Commission believes the requirements of this section apply to this Application, NCTC respectfully seeks waiver of those requirements for the reasons set forth in its accompanying Motion for Waiver.

34. The requirements of 807 KAR 5:001, Section 16(6), are inapplicable because NCTC is not requesting a general adjustment in rates supported by a fully forecasted test period.

35. The requirements of 807 KAR 5:001, Section 16(7), are inapplicable because NCTC is not requesting a general adjustment in rates supported by a fully forecasted test period.

36. The requirements of 807 KAR 5:001, Section 16(8), are inapplicable because NCTC is not requesting a general adjustment in rates supported by a fully forecasted test period.

WHEREFORE, North Central Telephone Cooperative Corporation respectfully requests that the Public Service Commission of the Commonwealth of Kentucky enter a final order approving NCTC's proposed revisions to the applicable tariffs and grant all other relief to which it is entitled.

Respectfully submitted,



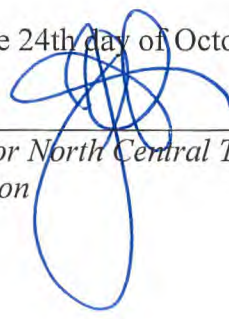
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*Counsel to North Central Telephone
Cooperative Corporation*

CERTIFICATE OF SERVICE

I certify that, on the date this Application was filed with the Kentucky Public Service Commission, a true and accurate copy of the foregoing was served by Federal Express or by hand delivery upon the persons listed below.

Kentucky Attorney General
Office of Rate Intervention
1024 Capital Center Drive, Suite 200
Frankfort, Kentucky 40601

On this the 24th day of October, 2014.



Counsel for North Central Telephone Cooperative Corporation

Description and Reason for Filing

With this filing, North Central Telephone Cooperative Corporation (“NCTC”) proposes to increase its basic residential local service rates by \$1.10, to \$16.00 per month. This filing is in response to the November 18, 2011 order by the Federal Communications Commission that mandates minimum local residential service rate levels as a condition of continued receipt of certain federal universal service supports. In that Order¹ (the so-called “Transformation Order”) the FCC required that local exchange rates be set at or above a rate floor of \$10, as of June 1, 2012; \$14 as of June 1, 2013, and an “urban rate” – at that time undefined – on or before June 1, 2014 (“2014 rate floor”). The Transformation Order mandated that companies with rate levels below the applicable rate floor be penalized with a dollar for dollar reduction in federal high cost loop support (“HCLS”).

On March 20, 2014 the FCC released the results of its controversial urban rate floor survey² that established the 2014 rate floor of \$20.46; if implemented, this floor would become the basis on which HCLS recipients below the floor would be subject to the loss of funding as required by the FCC’s Transformation Order. On June 20, 2014 the FCC issued an Order on Reconsideration³ that modified the proposed 2014 urban rate floor to allow for a phase-in of the residential rate floor. Under its revised implementation schedule, companies were given the option to implement the rates over a 4-year period:

Therefore, we waive the application of section 54.318(b) for lines reported July 1, 2014, with a rate of \$14 or above. Commencing January 2, 2015 (reflecting rates as of December 1, 2014), and thereafter, through June 30, 2016, we waive section 54.318(b) to the extent reported lines are greater than or equal to \$16. For the

¹ *In the Matter of Connect America Fund et al.*, Report and Order and Further Notice of Proposed Rulemaking, FCC 11-161 (Nov 18, 2011)

² *Wireline Competition Bureau Announces Results of Urban Rate Survey for Voice Services; Seeks Comment on Petition for Extension of Time to Comply with New Rate Floor*, Public Notice, DA 14-384, Released March 20, 2014

³ Report and Order, Declaratory Ruling, Order, Memorandum Opinion And Order, Seventh Order On Reconsideration, and Further Notice of Proposed Rulemaking, FCC 14-54 (June 10, 2014)

period between July 1, 2016, and June 30, 2017, we waive section 54.318(b) to the extent reported rates are greater than or equal to \$18, or the 2016 rate floor, whichever is lower. For the period between July 1, 2017, and June 30, 2018, we waive section 54.318(b) to the extent reported rates are greater than or equal to \$20, or the 2017 rate floor, whichever is lower.⁴

Proposed Revisions and Customer Impact

With this filing, NCTC's basic residential rates are proposed to rise to \$16.00. NCTC does not propose any changes to its basic business services, which are not subject to the Transformation Order and which are above the \$16.00 residential rate floor in any event. Although this filing is specifically for its Kentucky operating area, NCTC files its financial reports and its high cost recovery with the Universal Service Administration Company (USAC) on a combined basis with its Tennessee operating area and will implement the same rate change in Tennessee as it does in Kentucky. Due to this consolidation, the financial and customer impact is shown for NCTC as a whole and not on a Kentucky-only basis.

NCTC proposes to raise residential rates by \$1.10. When measured in regulated monthly costs, the company anticipates that its average residential subscriber will have approximately a 1.1% increase in monthly charges.⁵

Company Information

The full name and address of the company is North Central Telephone Cooperative Corporation, 872 Highway 52 By-Pass East / P.O. Box 70, Lafayette, TN 37083-0070. NCTC was established in 1951 as a member-owned, not-for-profit cooperative to provide local telephone service to business and residential members in the Kentucky exchange designated Scottsville Rural in Allen County⁶ ("Service Territory"). Per its 2013 PSC Report, NCTC

⁴ *Ibid.*, para. 80

⁵ Calculated with residential features and services, including broadband.

⁶ The Tennessee exchanges served by NCTC are: Hillsdale, Westmoreland, Green Grove, Lafayette, Pleasant Shade, Red Boiling Springs, Defeated, Bethpage, and Oak Grove.

provided service in Kentucky to 4,228 residential and 397 business lines and to 10,886 residential and 2,012 business lines in Tennessee.

NCTC is an eligible telecommunications carrier (“ETC”) in the communities it serves and is also the carrier of last resort (“COLR”) in its Service Territory. In 2013, NCTC received \$4,582,296 from the HCLS Fund to support its COLR responsibilities in its Kentucky and Tennessee service territories, and it anticipates receiving \$4.5M in calendar year 2014. As a high cost company, all HCLS revenues are crucial for NCTC to continue to meet its COLR responsibilities and to bring advanced services to the communities it serves.

A schedule of the company’s quarterly high cost support is provided in Attachment A of this exhibit. Historic access line counts as reported to the National Exchange Carrier Association, are provided in Attachment B.

Financial Support for Filing

NCTC is in the midst of a dramatic upgrade of its broadband network that was significantly funded by a Rural Utilities Services (“RUS”) Broadband loan. RUS granted that loan to NCTC based, in part, on NCTC’s receipt of federal support from the universal service fund and its billed access revenues, and NCTC continues to rely on those funds to repay the loan. Both of these revenues streams have been altered by the FCC in its Transformation Order, putting pressure on NCTC’s historic revenue sources. First, the reduction of HCLS support for residential lines below the rate floor established by the FCC’s Transformation Order requires that NCTC raise rates to be eligible to continue to draw from the HCLS fund. Second, FCC-directed reductions in access charges have capped and reduced access compensation available to NCTC, separately adding pressure on it to raise local service rates.

Companies that fail to meet the 2014 rate floor will experience a dollar for dollar reduction in HCLS beginning in January, 2015. NCTC is seeking to increase its local exchange rates by \$1.10, or \$363K per year based on year-end 2013 residential lines. By doing so, the company will avoid a comparable reduction in HCLS equal to approximately 4.4% of its total support.

	Subscribers	Current Rate	FCC Floor	At Risk
Residential Based on year end 2013 ⁷	15,114	\$ 14.90	\$ 16.00	\$ 362,736
Annual HCLS (See Attachment A of this Exhibit)				\$ 4,520,874
Support at risk absent a rate increase				4.4%

Included in the FCC's Transformation Order is a requirement that carriers cap and reduce not only their reciprocal, state, and interstate inter-carrier compensation rates, but also the revenues carriers are allowed to collect. Under the formula specified in the Transformation Order, the FCC capped allowed terminating access revenues from inter-carrier compensation at fiscal year 2011⁸ collected levels and established a phase down of those allowed amounts over the subsequent 5 years. With this change, NCTC cannot collect more than its current capped revenue amount net 5% *each year*. As shown in the step down of Eligible State Access Recovery, the cumulative FCC-mandated reduction in NCTC's state access revenue recovery is [REDACTED] through the fiscal period ending June, 2015.

⁷ Includes residential lines in Tennessee.

⁸ October 1, 2010 through September 30, 2011.

	Eligible State Access Recovery	
	Access Cap	Reduction
FY2011		
2012-2013 Fiscal Period		
2013-2014 Fiscal Period		
2014-2015 Fiscal Period		
Cumulative Reduction		

Accordingly, NCTC has already experienced a dramatic reduction in its eligible state access recovery with additional reductions expected as the FCC-mandated phase down continues.

Additional Support of Filing

Due to its weak financial situation in 2007, NCTC conducted an exhaustive rate case⁹ to increase its residential by \$3 to \$14.90 and its business rates by \$5 to \$23.03. As testified to in that proceeding, NCTC did so because its 2006 TIER was calculated to be *negative* 0.35, meaning it was not earning enough revenue to cover its fixed charges.¹⁰ Even with the requested increase in local service rates, NCTC’s forecasted TIER was expected to be below the 1.42 considered reasonable for the company.¹¹

NCTC’s regulated TIER continues to remain below acceptable levels in the five years following its last rate case. As shown in Attachment C of this exhibit, the company’s regulated TIER for 2012 and 2013 were 0.85 and *negative* 0.77. Unfortunately, NCTC’s 2012 and 2013 regulated TIER are comparable to levels that existed when the PSC approved the company’s 2007 rate increase. Accordingly, the same economic issues that existed when the PSC approved

⁹ See generally Application, *In the Matter of Application of North Central Tele. Coop. Corp. to Adjust Rates and Charges for Basic Local Exchange Service*, Ky. P.S.C. Case No. 2007-00162 (“2007 Rate Case”) (Oct. 11, 2007).

¹⁰ See Prefiled Supplemental Testimony of Thomas M. Strait, 2007 Rate Case, at A.5 and Exhibit 1 (Dec. 20, 2007).

¹¹ See North Central’s Post-Hearing Brief, 2007 Rate Case, at p. 3 (April 4, 2008).

NCTC's rate increase in 2007 continue to exist and warrant approval of the rates proposed in NCTC's application.

As shown in Exhibit 5 of its application, NCTC's investment in non-regulated (non-patronage) investments account for the majority of its corporate income. Even with the modest rate increase proposed here, NCTC will not have a dramatic change in its overall financial position. NCTC also believes it must minimize its rate increase to avoid rate shock to its customers, who are also its owner-members, and to prevent the escalation of line losses that have plagued NCTC due to competition from wireless and VOIP providers.

Summary

The FCC's Transformation Order continues to dramatically change the revenue sources historically available to rural telephone companies like NCTC to use in meeting their COLR obligations and to expand the availability of advanced broadband services to their customers. Unfortunately, for many of these affected companies, doing so requires upward pressure on local service rates. As shown in this documentation, NCTC has no other realistic options available to it and requests that its tariff revisions be approved.

Attachments to this Exhibit:

Attachment A: NCTC's quarterly high cost support 2014

Attachment B: National Exchange Carrier Association Report of Access Lines

Attachment C: Regulated TIER

North Central Telephone Cooperative
 2014 High Cost Support - Includes Tennessee and Kentucky, Combined

Case 2014-00303
 Exhibit 1
 Attachment A

Report Cycle	State	SAC	Study Area Name	Connect America Fund ICC Monthly Support	HCL Monthly Support	ICLS Monthly Support	Total High Cost Monthly	Total High Cost Quarterly
1Q14	TN	290573	NORTH CENTRAL COOP	\$ 106,917	\$ 361,197	\$ 348,486	\$ 816,600	\$ 2,449,800
2Q14	TN	290573	NORTH CENTRAL COOP	\$ 106,917	\$ 380,208	\$ 348,486	\$ 835,611	\$ 2,506,833
3Q14	TN	290573	NORTH CENTRAL COOP	\$ 106,917	\$ 382,776	\$ 372,008	\$ 861,701	\$ 2,585,103
4Q14	TN	290573	NORTH CENTRAL COOP	\$ 99,708	\$ 382,777	\$ 372,008	\$ 854,493	\$ 2,563,479

2014 Calendar Year

\$ 4,520,874

The Exhibit 1(B) attachment has been omitted from the public filing. It has been provided under a petition for confidential treatment

North Central Rural Telephone Cooperative
Regulated TIER Calculation

Case 2014-00303
Exhibit 1
Attachment C

	Regulated TIER	
	<u>2012</u>	<u>2013</u>
Income Statement		
Operating Revenues		
Local network services revenue	\$ 4,431,808	\$ 4,368,562
Network access service revenue	14,806,543	15,773,055
Long distance network services revenue	121,286	73,791
Miscellaneous revenue	2,636,230	2,476,652
Uncollectible revenue	(126,200)	(162,600)
Additional Revenue	78,513	170,889
Total Operating Revenues	\$ 21,948,180	\$ 22,700,349
Operating Expenses		
Plant specific operations expense	\$ 6,495,459	\$ 7,273,803
Plant non-specific operations expense	2,079,054	2,468,637
Provision for depreciation	7,091,189	8,692,798
Customer operations expense	2,109,614	2,590,731
Corporate operations expense	2,479,115	2,538,055
Operating taxes	703,114	720,469
Total Operating Expenses	\$ 20,957,545	\$ 24,284,493
Operating Income	\$ 990,635	\$ (1,584,144)
Fixed Charges		
Interest expense	\$ 2,023,737	\$ 1,889,922
Interest charged to construction	(604,398)	(375,992)
Total Fixed Charges	\$ 1,419,339	\$ 1,513,930
Income Before Taxes on Income	\$ (428,704)	\$ (3,098,074)
Taxes on Income	(209,706)	(413,962)
Net Income	\$ (218,998)	\$ (2,684,112)
TIER	0.85	(0.77)
Net Income (after taxes)	\$ (218,998)	\$ (2,684,112)
Interest expense	\$ 1,419,339	\$ 1,513,930
Net Income (after taxes) + Interest Expense	\$ 1,200,341	\$ (1,170,182)

**North Central Telephone Cooperative
Case 2014-00303**

Exhibit 2

- **Proposed Tariff Pages (Proposed)**
- **Proposed Tariff Pages (Proposed with Black Line)**

**North Central Telephone Cooperative
Case 2014-00303**

Exhibit 2

Proposed Tariff Pages (Clean)

BASIC LOCAL EXCHANGE SERVICE (Cont'd)

C.2 Local Calling Areas

C.2.1 General

The rates in this Tariff entitle callers to receive local calling (i.e., toll-free) to the local calling areas indicated in Section C.2.2, below. Calls to areas not listed in Section C.2.2 will be subject to applicable long distance charges by the long distance provider.

C.2.2 List of Local Calling Exchanges

Exchange (NPA is 615 unless otherwise noted)

Hillsdale (633)
Westmoreland (644)
Green Grove (655)
Lafayette (666,688)
Pleasant Shade (677)
Red Boiling Springs (699)
Defeated (774)
Bethpage (841)
Oakgrove (888)
Scottsville Rural (270-618, 270-622)

In addition to local calling to all North Central exchanges subscribers in these exchanges will receive local calling to any exchange within the subscriber's county.

C.3 Local Exchange Rates

Rates do not include a charge for instrument or other customer premises equipment. Rates for additional services, including installation charges, are shown elsewhere in this Tariff.

	<u>Monthly Rate</u>	
1. Residential Service	\$ 16.00 (I)	†
2. Business Service	\$ 23.03	†

† Rate to be effective as of the first bill cycle following effective date of rate revision.

Issue Date: October 24, 2014
Effective Date: November 30, 2014

Issued By: /s/ Nancy J. White
Nancy J. White, President / CEO

**North Central Telephone Cooperative
Case 2014-00303**

Exhibit 2

Proposed Tariff Pages (Proposed with Black Line)

BASIC LOCAL EXCHANGE SERVICE (Cont'd)

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	<u>Monthly Rate</u>	
1. Residential Service	\$ 14.90 <u>16.00 (I)</u>	†
2. Business Service	\$ 23.03	†

† Rate to be effective as of the first bill cycle following effective date of rate revision.

Issue Date: October 24, 2014
Effective Date: November 30, 2014

Issued By: /s/ Nancy J. White
Nancy J. White, President / CEO

North Central Telephone Cooperative
Case 2014-00303

Exhibit 3



The Citizen-Times

Allen County's hometown newspaper - Serving you for over a Century



KENTUCKY
CENTENNIAL
BUSINESS

811 E. Main St. P. O. Box 310 Scottsville, Kentucky 42164
Phone (270) 237-3443 Fax (270) 237-4943
citizen@nctc.com

Date: October 23, 2014

To whom it may concern:

The following Legal Notice/Advertisement was published in The Citizen-Times, a weekly newspaper in Scottsville, Kentucky on the date indicated.

Date: October 9th, 16th & 23rd, 2014

Subject: Rate Increase

(Tearsheet included True copy from archives)

Robert B. Pitchford, III
Publisher

Subscribed and sworn before me this day October 23, 2014

Notary Public

My comission expires July 5, 2017



On or around October 21, North Central Telephone Cooperative will file with the KY Public Service Commission an increase in basic local service rates charged to residential subscribers due to a Federal Communication Commission mandate. With this change, residential rates are proposed to increase from \$14.90 to \$16. Business rates are unchanged with this filing. If approved by the PSC, the effective date of this rate change will be December 1, 2014. We anticipate the average increase being 1.1% of an average residential bill.

This increase is mandated by recent changes enacted by the Federal Communications Commission which set minimal local service rate levels as a condition of continued receipt of federal high cost support that allows us to deploy fiber optic facilities and support advanced voice and broadband services. Because this support is vital to the economic health of our community, we had no choice but to request this rate increase.

You may examine this application at the offices of North Central Telephone Cooperative located at 872 Highway 52 By-Pass East, Lafayette, TN 37083 during regular business hours or at the offices of the Kentucky Public Service Commission located at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the commission's Web site at <http://psc.ky.gov>.

Comments regarding the application may be submitted to the Public Service Commission through its Web site or by mail to Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602. Rates contained in this notice are the rates proposed by the Company but the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice.

You may submit a timely written request for intervention to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602, establishing the grounds for the request including the status and interest of the party. If the Commission does not receive a written request for intervention within thirty (30) days of initial publication or mailing of this notice, the Commission may take final action on the application.

Decorate Your Home This Season for Under \$100

When it comes to filling your home with fall flair and warm festive cheer, you don't have to rely on generic décor purchased from the store, which can be pricey and forgettable. This holiday season make your home unique with a little DIY.

"You'll be surprised how simple tools, such as good, quality painter's tape make all the difference in DIY projects," says Carmen De La Paz, former host of HGTV's "Hammer Heads" and 3M spokesperson.

When it comes to decorating, it's important that your ideas are fresh, unique and different. To help you get started, De La Paz is offering some craft inspirations that cost under \$100 to create.

•Spruce up your home for the season. Paint an accent wall. It will feel like you made big changes.

•Be the ultimate holiday host. Use recycled materials to create personable, homemade parting gifts.

•Using painter's tape to create a fabric table runner can be a simple way to skip freehand grout work, allowing you to create a repetitive pattern with more precision and less stress.

•Be dramatic and theatrical with tabletop decorations. Think of a theme and stick to it. The use of one item in different sizes and colors will make a strong statement.

•Store-bought seasonal décor can be expensive. Make your own for a fraction of the

cost. By using painter's tape you can get super sharp paint lines and clean removal for your next painting project.

Looking for a fun way to spruce up your Thanksgiving table? Why not try these "DIY Thanksgiving Clipboard Place Cards" from Sarah Hearts Blog for Scotch-Blue Painter's Tape:

Supplies: 5" x 7" clipboards; Chalkboard paint, any color; Foam brush; Chalk or chalkboard markers; Mini pencils, one for each place setting; "I am thankful for" cards, printed and cut out; Scotch-Blue Painter's Tape for Delicate Surfaces with Advanced Edge-Lock Paint Line Protector

Use painter's tape to mask off the bottom of the clipboard. Position the bottom edge of tape about 1.5" from bottom edge.

Use the foam brush to

paint a coat of chalkboard paint on the bottom of clipboard. Allow it to dry completely. Add a second coat. If you're using a patterned clipboard, you may need to add a third or fourth coat. Once your final coat has dried for about 15 minutes, carefully remove tape.

Lightly wipe the chalk-covered surface with a paper towel to remove excess dust.

Write each guest's name on the chalkboard painted area and clip a printed "I am thankful for" card to the top of the clipboard. Slide in a mini pencil at the top and your place card is ready to display on your holiday table.

Feeling inspired? Channel that creativity by submitting your own home refresh project that costs less than \$100 and you could win \$5,000 to put towards a home make-

over. Visit www.ScotchBlue.com/homecontest to enter the "Home of ScotchBlue Painter's Tape" contest from October 1 through Novem-

ber 15, 2014 and see official rules.

Creativity and a few tools are all you need to add flair to your home this season. (Courtesy of StatePoint)

NOTICE

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LEGAL NOTICE

MASTER COMMISSIONER'S SALE

ALLEN CIRCUIT COURT
TAX BASE LIEN SERVICING, LLC

CIVIL ACTION NO. 11-CI-00412
PLAINTIFF

GINGER DAVIS and
JAMES H. DAVIS, et al.

DEFENDANTS

Pursuant to a judgment and order of sale entered by the Allen Circuit Court in the above styled case, notice is hereby given that the master commissioner of said Court will offer for sale to the highest bidder at public auction on Friday, Oct. 24, 2014, at 1 p.m. CDT, at the front entrance of the Allen County Judicial Center, 200 W. Main Street, Scottsville, Kentucky, the real property situated in Allen County, Kentucky, described as follows:

An unimproved lot containing 1.997 acres on the westerly side of Walker's Chapel Road approximately 2 1/2 miles south of Ky. Hwy. 100. PVA parcel 22-1A-8

Being the same property conveyed to Ginger Davis and James H. Davis at deed book 242, page 17, Allen County Clerk's Office.

The buyer may pay cash or execute a bond for the sales price due in 30 days with interest at 12% per annum; a qualified surety is required on the bond. The purchaser shall pay the 2014 property taxes. The amount to be raised by the sale is \$4,370.84 plus interest and costs. The United States of America has a right of redemption pursuant to 28 USC section 2410.

Kelly D. Powell
Master Commissioner
Allen Circuit Court

(903TC)

Help Wanted

Full-time
carpenter, must
have experience.

Call
(270) 202-2396

(903TC)

Build Your Own Business

Build a business of unlimited income potential with minimal capital investment, and have the support of one of the nation's largest fraternal financial services providers.

Financial Security

• Outstanding compensation and training program with monthly business development allowance
• Bonuses • Extensive benefits package: Health & Dental Insurance, Matching 401(k) Plan, Retirement Plan, Group Term Life Insurance.
Modern Woodmen is looking for self-motivated individuals with or without sales experience in the Allen County area. Call (270) 822-0690 or send resumé to Billy M. Stinson, billy.stinson@mwrrep.org



RECEIVED

AUG 28 2014

PUBLIC SERVICE
COMMISSION

Mr. Jeff Derouen, Executive Director
Kentucky Public Service Commission
211 Sower Boulevard, P.O. Box 615
Frankfort, KY 40602-0615

August 28, 2014

Case No. 2014-00303

Dear Mr. Derouen:

North Central Telephone Cooperative ("NCTC") gives this notice pursuant to 807 KAR 5:001 Section 16(2) of its intent to file no sooner than thirty (30) days from today, but not more than sixty (60) days from today, an application for a general adjustment in its rates. The general adjustment in rates will be supported by a twelve (12) month historical test period that may include adjustments for known and measurable changes.

The anticipated rate application is intended to meet the rate floor mandated in 47 CFR § 54.318, compliance with which is required to ensure that NCTC continues to receive high cost support that is essential to its operations. (See In the matter of Connect America Fund, Report and Order and Further Notice of Proposed Rulemaking, FCC 11-161 (Nov. 18, 2011).)

The FCC's June 10, 2014 Order (See Report and Order, Declaratory Ruling, Order, Memorandum Opinion And Order, Seventh Order On Reconsideration, and Further Notice of Proposed Rulemaking, FCC 14-54) requires NCTC to have reported line rates greater than or equal to \$16, commencing January 2, 2015 (reflecting rates as of December 1, 2014)¹.

A copy of this notice is being emailed to the Attorney General's Office of Rate Intervention by electronic mail at rateintervention@ag.ky.gov.

Please refer any questions to me at 615-666-2151.

Sincerely,

A handwritten signature in black ink, appearing to read "Nancy J. White", is written over a light blue horizontal line.

Nancy J. White, President and CEO

Cc via email: Johnny McClanahan, North Central Telephone Cooperative
Eileen Bodamer, Bodamer Consulting

¹ Paragraph 80.

-----Original Message-----

From: Johnny McClanahan [<mailto:johnny.mcclanahan@nctc.com>]
Sent: Tuesday, August 26, 2014 9:55 AM
To: 'rateintervention@ag.ky.gov'
Cc: Eileen Bodamer; Johnny McClanahan
Subject: Local Rate Floor Notice

Attached please find a notice of intent from North Central Telephone Coop., Inc.

The notice has been mailed to Mr. Jeff Derouen, Executive Director, KYPSC.

Please contact me if you have any questions.

Regards,

Johnny McClanahan
VP Finance | Administrative Services
NCTC - North Central | www.nctc.com
872 Highway 52 Bypass East | Lafayette, Tennessee 37083 Office 615.666.2151 |
johnny.mcclanahan@nctc.com

This message is intended solely for the use of the individual and entity to whom it is addressed, and may contain information that is privileged, confidential, and exempt from disclosure under applicable state and federal laws. If you are not the addressee, or are not authorized to receive for the intended addressee, you are hereby notified that you may not use, copy, distribute, or disclose to anyone this message or the information contained herein. If you have received this message in error, immediately advise the sender by reply email and destroy this message.


NORTH CENTRAL
TELEPHONE
COOPERATIVE

Mr. Jeff Derouen, Executive Director
Kentucky Public Service Commission
211 Sower Boulevard, P.O. Box 615
Frankfort, KY 40602-0615

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Nancy J. White, President and CEO

Cc via email: Johnny McClanahan, North Central Telephone Cooperative
Eileen Bodamer, Bodamer Consulting

¹ Paragraph 80.

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION TN0545	
<i>INSTRUCTIONS- See RUS Bulletin 1744-2</i>	PERIOD ENDING December, 2013	
	PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS	
ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues	4,431,808	4,368,562
2. Network Access Services Revenues	14,806,543	15,773,055
3. Long Distance Network Services Revenues	121,286	73,791
4. Carrier Billing and Collection Revenues	78,513	170,889
5. Miscellaneous Revenues	2,636,230	2,305,763
6. Uncollectible Revenues	126,200	162,600
7. Net Operating Revenues (1 thru 5 less 6)	21,948,180	22,529,460
8. Plant Specific Operations Expense	6,495,459	7,273,803
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	2,079,054	2,468,637
10. Depreciation Expense	7,091,189	8,692,798
11. Amortization Expense		
12. Customer Operations Expense	2,109,614	2,590,731
13. Corporate Operations Expense	2,479,115	2,538,055
14. Total Operating Expenses (8 thru 13)	20,254,431	23,564,024
15. Operating Income or Margins (7 less 14)	1,693,749	(1,034,564)
16. Other Operating Income and Expenses	658,123	624,802
17. State and Local Taxes	703,114	720,469
18. Federal Income Taxes		
19. Other Taxes		
20. Total Operating Taxes (17+18+19)	703,114	720,469
21. Net Operating Income or Margins (15+16-20)	1,648,758	(1,130,231)
22. Interest on Funded Debt	1,997,884	1,871,510
23. Interest Expense - Capital Leases		
24. Other Interest Expense	25,853	18,412
25. Allowance for Funds Used During Construction	604,398	375,992
26. Total Fixed Charges (22+23+24-25)	1,419,339	1,513,930
27. Nonoperating Net Income	3,592,009	1,795,099
28. Extraordinary Items		
29. Jurisdictional Differences		
30. Nonregulated Net Income	1,337,460	1,069,809
31. Total Net Income or Margins (21+27+28+29+30-26)	5,158,888	220,747
32. Total Taxes Based on Income	(209,706)	(413,962)
33. Retained Earnings or Margins Beginning-of-Year	113,552	(156,766)
34. Miscellaneous Credits Year-to-Date	2,222,548	1,405,529
35. Dividends Declared (Common)		
36. Dividends Declared (Preferred)		
37. Other Debits Year-to-Date		
38. Transfers to Patronage Capital	2,336,100	1,248,763
39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]	5,158,888	220,747
40. Patronage Capital Beginning-of-Year	40,334,595	45,175,291
41. Transfers to Patronage Capital	2,336,100	1,248,763
42. Patronage Capital Credits Retired	0	0
43. Patronage Capital End-of-Year (40+41-42)	42,670,695	46,424,054
44. Annual Debt Service Payments	1,997,884	1,871,510
45. Cash Ratio [(14+20-10-11) / 7]	0.6318	0.6921
46. Operating Accrual Ratio [(14+20+26) / 7]	1.0195	1.1451
47. TIER [(31+26) / 26]	4.6347	1.1458
48. DSCR [(31+26+10+11) / 44]	6.8419	5.5717

01 North Central Telephone

Mayxx 07 Genl Ledger Chart of Accts - Budgets C9L202B

General Ledger key..	Dr Cr	T p	U s	M x	Account Description
1130.1	D	A	R	N	CITIZENS BANK--GENERAL FUND
1130.10	D	A	R	N	CITIZENS BANK--MONEY MKT FUND
1130.110	D	A	D	N	CITIZENS BANK--EMP SAVINGS ACC
1130.12	D	A	R	N	FARMERS NATIONAL--MMM-COOP
1130.13	D	A	R	N	MACON BANK-CAPITAL CREDIT ACCT
1130.2	D	A	R	N	MACON BANK-GENERAL FUND
1130.3	D	A	R	N	CERTIFICATE OF DEPOSITS
1130.31	D	A	D	N	RTFC INVESTMENT
1130.4	D	A	R	N	CUMBERLAND BANK-SAVINGS ACCT
1130.5	D	A	R	N	MACON BANK-MONEY MARKET FUND
1130.6	D	A	R	N	MACON BANK-REA TRUSTEE ACCT
1130.7	D	A	R	N	MACON BANK-GEN PAYROLL FUND
1130.8	D	A	R	N	NCT-TRANSFER OF FUNDS
1130.9	D	A	R	N	GE INVESTMENTS GOV'T FUNDS
1150	D	A	R	N	WORKING FUND
1180	D	A	R	N	DUE FROM CUSTOMERS & AGENTS
1181	D	A	R	N	UNBILLED TOLLS- NCLD/OTHERS
1182	C	A	R	N	RESERVE FOR UNCOLLECTIBLES
1183	D	A	R	N	CABS BILLING RECEIVABLE
1190.1	D	A	R	N	OTHER ACCTS RECEIVABLE-W O
1190.2	D	A	R	N	OTHER ACCTS RECEIVABLE-PCS & M
1190.3	D	A	D	N	FEDERAL EXCISE TAX REFUNDABLE
1190.40	D	A	D	N	NOTES RECEIVABLE
1191	D	A	R	N	ADVANCES TO AFFILIATED COMPANI
1220.1	D	A	R	N	MATERIAL & SUPPLIES--O P
1220.3	D	A	R	N	MATERIAL & SUPPLIES--EXEMPT
1220.43	D	A	R	N	MATERIAL & SUPPLIES--E911
1310.1	D	A	R	N	PREPAID INSURANCE--BLDGS & COM
1310.2	D	A	R	N	PREPAID RETIREMENT-EMPLOYER
1400	D	A	R	N	INVESTMENT-N C COMM-ORIGINAL
1400.1	D	A	R	N	INVESTMENT-N C COMM-EARNINGS
1402.10	D	A	R	N	OTHER INVESTMENTS-MOR LIFE INS
1402.11	D	A	R	N	OTHER INVESTMENTS-RTD STOCKS
1402.12	D	A	R	N	OTHER INVESTMENTS-NECA SERVICE
1406.1	D	A	R	N	OTHER INVESTMENTS-TELEPHONE IN
1406.11	D	A	D	N	SETTOP BOXES-INVENTORY
1406.12	D	A	D	N	SETTOP BOXES-IN SERVICE
1406.12R	C	A	D	N	SETTOP BOXES-DEPREC RESERVE
1406.2	D	A	R	N	LEASED APPARATUS--KS-INVENTORY
1406.4	D	A	R	N	LEASED APPARATUS--KS-IN FIELD
1406.4R	C	A	R	N	LEASED APPARATUS--KS-DEPREC
1406.61	D	A	D	N	DSL INVENTORY
1406.7	D	A	R	N	PAY STATIONS
1406.7R	C	A	R	N	PAY STATIONS-DEPRECIATION
2003	D	A	R	N	TELEPHONE PLANT UNDER CONST-W
2003.1	D	A	R	N	TELEPHONE PLANT UNDER CONST-CO
2111	D	A	R	N	LAND
2112.2	D	A	R	N	TRANSPORTATION EQUIPMENT-HEAVY
2115	D	A	R	N	OTHER WORK EQUIPMENT--GARAGE
2116	D	A	R	N	OTHER WORK EQUIPMENT
2121	D	A	R	N	BUILDINGS
2122	D	A	R	N	FURNITURE
2123.1	D	A	R	N	OFFICE SUPPORT EQUIPMENT
2123.2	D	A	R	N	COMPANY COMMUNICATIONS EQUIPME

O1 North Central Telephone Mayxx 07 Genl Ledger Chart of Accts - Budgets CGL202E

General Ledger key..	Dr Cr	T U M p s x	Account Description
2124		D A R N	DATA PROCESSING & COMPUTER EQU
2124.1		D A R N	COMPUTER GRAPHICS ENGINEERING
2212		D A R N	DIGITAL ELECTRONIC SWITCH
2212.2		D A R N	EMERGENCY GENERATORS
2231.1		D A R N	RADIO SYSTEMS-OTHER
2232		D A R N	COE EQUIPMENT SWITCHING/OTHER
2232.1		D A R N	SUBSCRIBER CARRIER SYSTEMS
2232.2		D A R N	DIGITAL SWITCHING UNITS-CONCEN
2232.3		D A R N	DSL EQUIPMENT
2232.4		D A J N	BROADBAND EQUIP-BDT
2232.41		D A D N	BROADBAND EQUIP-SETTOP BOXES
2411		D A R N	POLE LINES
2411.X		D A R N	POLE LINES-REMOVALS
2421.0		D A R N	DROP AND PROTECTORS-IN SERVICE
2421.OX		D A R N	DROP AND PROTECTOR-REMOVALS
2421.1		D A R N	AERIAL CABLE-METALLIC
2421.1X		D A R N	AERIAL CABLE-METALLIC-REMOVALS
2421.2		D A R N	AERIAL CABLE-FIBER OPTIC
2421.2X		D A R N	AERIAL CABLE-FIBER-REMOVALS
2422.1		D A R N	UNDERGROUND CABLE-METALLIC
2422.2		D A R N	UNDERGROUND CABLE-FIBER OPTIC
2422.2X		D A R N	UNDERGROUND CABLE-REMOVALS
2423.1		D A R N	BURIED CABLE-METALLIC
2423.1X		D A R N	BURIED CABLE-REMOVALS
2423.2		D A R N	BURIED CABLE-FIBER OPTIC
2431		D A R N	AERIAL WIRE
2431.X		D A R N	AERIAL WIRE REMOVALS
2441		D A R N	UNDERGROUND CONDUIT
2690		D A R N	FRANCHISE-TELEPHONE
3100.1		C A R N	DEPRECIATION RES-SUB ACT 21
3100.2		C A R N	DEPRECIATION RES-SUB ACT 22
3100.3		C A R N	DEPRECIATION RES-SUB ACT 23
3100.4		C A R N	DEPRECIATION RES-SUB ACT 24
4010		C L R N	ACCTS PAYABLE-OPEN INVOICES
4010.1		C L R N	ACCTS PAYABLE-CARRIERS
4010.10		C L R N	ACCTS PAYABLE-FED EXCISE TAX
4010.11		C L R N	ACCTS PAYABLE-GROUP INS (EMPLE
4010.12		C L R N	ACCTS PAYABLE-EMPLOYEE SAVINGS
4010.13		C L R N	ACCTS PAYABLE-KY DUAL PARTY SU
4010.14		C L R N	ACCTS PAYABLE-NTCA SAVINGS WIT
4010.15		C L R N	ACCTS PAYABLE-NTCA RETR-EE CON
4010.16		C L R N	ACCTS PAYABLE-KY LIFELINE SUPP
4010.17		C L R N	ACCTS PAYABLE-UNCLAIMED CAPITA
4010.2		C L R N	ACCTS PAYABLE-KY SALES TAXES
4010.3		C L R N	ACCTS PAYABLE-TN SALES TAXES
4010.4		C L R N	ACCTS PAYABLE-S S TAXES WITHHE
4010.5		C L R N	ACCTS PAYABLE-FED INCOME TAX W
4010.50		C L R N	ACCTS PAYABLE-NCSS MONITORING
4010.6		C L R N	ACCTS PAYABLE-KY WITHHOLDING T
4010.7		C L R N	ACCTS PAYABLE-OTHER VENDORS
4010.8		C L R N	ACCTS PAYABLE-UNION DUES WITHH
4010.9		C L R N	ACCTS PAYABLE-FEDERAL INCOME T
4010.91		C L R N	ACCTS PAYABLE-E911---ALLEN CO
4010.92		C L R N	ACCTS PAYABLE-E911---CLAY COUN

General Ledger key	Dr Cr	T U M p s x	Account Description
4010.93		C L R N	ACCTS PAYABLE-E911---MACON COU
4010.94		C L R N	ACCTS PAYABLE-E911---SMITH COU
4010.95		C L R N	ACCTS PAYABLE-E911---SUMNER CO
4010.96		C L R N	ACCTS PAYABLE-E911---TROUSDALE
4030		C L R N	ADVANCE BILLINGS-NCTC
4040		C L R N	CUSTOMERS DEPOSITS
4080.1		C L R N	ACCRUED TAXES-PROPERTY
4080.2		C L R N	ACCRUED TAXES-STATE UNEMPLOYME
4080.3		C L R N	ACCRUED TAXES-U S UNEMPLOYMENT
4100.0		C L R N	OVERH CLEARING ACCOUNT
4100.1		D L R N	AFUDC CLEARING ACCT
4100.2		D L D N	CSUPV CLEARING ACCT-NCTC
4110.9		C L R N	DEFERRED INCOME TAXES PAYABLE
4120		C L R N	ACCRUED ANNUAL & SICK LEAVE
4120.0		C L R N	ACCRUED PAYROLL
4120.10		C L R N	ACCRUED AUDIT EXPENSES
4120.11		C L R N	ACCRUED INSURANCE-EMPLOYER POR
4120.12		C L R N	ACCRUED INTEREST DEFERRED--REA
4120.7		C L R N	ACCRUED RENTS
4120.8		C L R N	ACCRUED INTEREST--RUS
4120.9		C L R N	ACCRUED INTEREST--CUSTOMER DEP
4270		C L R N	LONG TERM DEBT UNDER NOTE--RUS
4270.2		C L R N	NOTES EXECUTED UNREQUISIT--RUS
4271		C L R N	LONG TERM DEBT UNDER NOTE--RTB
4271.2		C L R N	NOTES EXECUTED UNREQUISIT--RTB
4310		C L R N	LONG TERM LIABILITY - FAS106
4510		C L R N	MEMBERSHIPS ISSUED
4550.2		C C R N	PATRONAGE CAPITAL CREDIT
5001		C R R N	LOCAL SERVICE RENT REVENUE
5081		C R R N	ACCESS REVENUE-END USER
5081.1		C R R N	FUSC CHARGES-TELE SERV
5081.2		C R D N	FUSC CHARGES-DSL SERVICE
5081.3		C R R N	ACCESS REVENUE ISDN PORT CHARG
5082		C R R N	ACCESS REVENUE-SWITCHED
5083		C R R N	ACCESS REVENUE-SPECIAL ACCESS
5083.1		C R R N	ACCESS REVENUE-DSL REVENUE-INT
5083.2		C R R N	ACCESS REVENUE-CLEC CHARGES
5084		C R R N	ACCESS REVENUE-INTRA PRIVATE L
5100		C R R N	ACCESS REVENUE-TOLLS
5100.1		C R R N	ACCESS REVENUE-PREPAID CALLING
5100.2		C R R N	ACCESS REVENUE-OPR ASSIST
5111		C R R N	ACCESS REVENUE-WATS LINES
5122		C R R N	ACCESS REVENUE-INTEREXCHANGE C
5230		C R R N	DIRECTORY REVENUES
5261		C R R N	MISC OPERATING REV
5263		C R R N	LNP COST RECOVERY REVENUE
5264		C R R N	MISC OPERATING REV - LATE FEES
5270		C R R N	INTERSTATE BILL & COLLECTION R
5270.1		C R R N	INTRASTATE BILL & COLLECTION R
5280.11		D E D N	MAINTENANCE CTS-INSTALLATION
5280.12		C R D N	MAINTENANCE CTS-REVENUES
5280.13		D E D N	MAINTENANCE CTS-DEPRECIATION E
5280.20		C R D N	LEASED-KEY & PBX REVENUES
5280.21		D E D N	LEASED-KEY & PBX DEPRECIATION

Q1 North Central Telephone Mayxx Q7 Genl Ledger Chart of Accts - Budgets CGL202

General Ledger key	Dr Cr	T U M	Account	Description
5280.22		D E D N		LEASED-KEY SYSTEM REPAIRS
5280.23		D E D N		LEASED-PBX REPAIRS
5280.24		D E D N		LEASED-G & A EXPENSES
5280.25		D E D N		LEASED-UNCOLLECTIBLES
5280.30		C R D N		PAY STATION REVENUE
5280.31		D E D N		PAY STATION-REPAIR AND MAINT
5280.32		D E D N		PAY STATION-G & A EXPENSES
5281.10		C R D N		TELEPHONE-CONTRACT MAINTENANCE
5281.12		D E D N		TELEPHONE-INSTALLATION COSTS
5281.13		D E D N		TELEPHONE MAINT-UNCOLLECTIBLES
5281.14		D E D N		TELEPHONE MAINT-REPAIR SERVICE
5281.16		D E D N		TELEPHONE MAINT-G & A EXPENSES
5281.20		C R D N		INSIDE WIRE-REVENUE
5281.201		C R D N		INSIDE WIRE-DISCOUNT
5281.21		D E D N		INSIDE WIRE-COSTS
5281.22		D E D N		INSIDE WIRE-G & A EXPENSES
5281.30		C R D N		TELEPHONE-REVENUE
5281.31		D E D N		TELEPHONE-COST OF SALES
5301		D E R N		UNCOLLECTIBLE OPERATING REVENUE
6112.001	-1	D E R Y		MOTOR VEHICLE EXP-SALARIES
6112.002	-2	D E R Y		MOTOR VEHICLE EXP-BENEFITS
6112.004	-4	D E R Y		MOTOR VEHICLE EXP-OTHER
6115.001	-1	D E R Y		GARAGE WORK EQUIP EXP-SALARIES
6115.002	-2	D E R Y		GARAGE WORK EQUIP EXP-BENEFITS
6115.004	-4	D E R Y		GARAGE WORK EQUIP EXP-OTHER
6116.001	-1	D E R Y		OTHER WORK EQUIP EXP-SALARIES
6116.002	-2	D E R Y		OTHER WORK EQUIP EXP-BENEFITS
6116.004	-4	D E R Y		OTHER WORK EQUIP EXP-OTHER
6121.001	-1	D E R Y		LAND AND BLDG EXP-SALARIES
6121.002	-2	D E R Y		LAND AND BLDG EXP-BENEFITS
6121.004	-4	D E R Y		LAND AND BLDG EXP-OTHER
6123.001	-1	D E R Y		OFFICE EQUIPMENT EXP-SALARIES
6123.002	-2	D E R Y		OFFICE EQUIPMENT EXP-BENEFITS
6123.004	-4	D E R Y		OFFICE EQUIPMENT EXP-OTHER
6124.001	-1	D E R Y		GEN PURPOSE COMP EXP-SALARIES
6124.002	-2	D E R Y		GEN PURPOSE COMP EXP-BENEFITS
6124.004	-4	D E R Y		GEN PURPOSE COMP EXP-OTHER
6212.001	-1	D E R Y		COE SWITCH REPAIR-SALARIES
6212.002	-2	D E R Y		COE SWITCH REPAIR-BENEFITS
6212.004	-4	D E R Y		COE SWITCH REPAIR-OTHER
6215.101	-1	D E R Y		TRK CARRIER-EAS/TOLL-SALARIES
6215.102	-2	D E R Y		TRUNK REP-EAS/TOLL-BENEFITS
6215.104	-4	D E R Y		TRUNK REP-TOLL/EAS-OTHER
6215.201	-1	D E R Y		SUB CARRIER REPAIR-SALARIES
6215.202	-2	D E R Y		SUB CARRIER REPAIR-BENEFITS
6215.204	-4	D E R Y		SUB CARRIER REPAIR-OTHER
6215.301	-1	D E R Y		SUB CARR REP-DIGITAL-SALARIES
6215.302	-2	D E R Y		SUB CARR REP-DIGITAL-BENEFITS
6215.304	-4	D E R Y		SUB CARR REP-DIGITAL-OTHER
6231.001	-1	D E R Y		STAT EQUIP REP-MOBILE-SALARIES
6231.002	-2	D E R Y		STAT EQUIP REP-MOBILE-BENEFITS
6231.004	-4	D E R Y		STAT EQUIP REP-MOBILE-OTHER
6232.001	-1	D E R Y		BROADBAND/BDT EXPENSE-SALARIES
6232.002	-2	D E R Y		BROADBAND/BDT EXPENSE-BENEFITS

Q1 North Central Telephone Mayxx 07 Genl Ledger Chart of Accts - Budgets CGL202B

General Ledger key..	Dr Cr	T	U	M	Account Description		
6232.004	-4	D	E	J	Y	BROADBAND/BDT CARRIER SYS EXP	
6411.001	-1	D	E	R	Y	POLES EXPENSE-SALARIES	
6411.002	-2	D	E	R	Y	POLES EXPENSE-BENEFITS	
6411.003	-3	D	E	R	Y	POLES EXPENSE-RENTS	
6411.004	-4	D	E	R	Y	POLES EXPENSE-OTHER	5
6421.001	-1	D	E	R	Y	AERIAL CABLE REPAIR-SALARIES	
6421.002	-2	D	E	R	Y	AERIAL CABLE EXPENSE-BENEFITS	
6421.004	-4	D	E	R	Y	AERIAL CABLE REPAIR-OTHER	2
6421.101	-1	D	E	R	Y	DROP WIRE EXPENSE-SALARIES	
6421.102	-2	D	E	R	Y	DROP WIRE EXPENSE-BENEFITS	
6421.104	-4	D	E	R	Y	DROP WIRE EXPENSE-OTHER	1
6421.201	-1	D	E	R	Y	DROP/PROTECTOR EXP-SALARIES	
6421.202	-2	D	E	R	Y	DROP/PROTECTOR EXP-BENEFITS	
6421.204	-4	D	E	R	Y	DROP/PROTECTOR EXP-OTHER	2
6421.301	-1	D	E	R	Y	AERIAL FIBER REPAIR-MISC	
6421.302	-2	D	E	R	Y	AERIAL FIBER REPAIR-SALARIES	
6421.304	-4	D	E	R	Y	AERIAL FIBER REPAIR-OTHER	
6422.2	-1	D	E	R	Y	FIBER UNDERGROUND-REPAIR	
6423.001	-1	D	E	R	Y	BURIED CABLE REPAIR-SALARIES	
6423.002	-2	D	E	R	Y	BURIED CABLE REPAIR-BENEFITS	
6423.004	-4	D	E	R	Y	BURIED CABLE REPAIR-OTHER	2
6423.201	-1	D	E	R	Y	BURIED FIBER REPAIR-SALARIES	
6423.202	-2	D	E	R	Y	BURIED FIBER REPAIR-BENEFITS	
6423.204	-4	D	E	R	Y	BURIED FIBER REPAIR-OTHER	
6431.001	-1	D	E	R	Y	AERIAL WIRE REPAIR-SALARIES	
6431.002	-2	D	E	R	Y	AERIAL WIRE REPAIR-BENEFITS	
6431.004	-4	D	E	R	Y	AERIAL WIRE REPAIR-OTHER	
6512.001	-1	D	E	R	Y	PROVISION-SUPPLY EXP-SALARIES	
6512.002	-2	D	E	R	Y	PROVISION-SUPPLY EXP-BENEFITS	
6512.004	-4	D	E	R	Y	PROVISION-SUPPLY EXP-OTHER	
6531.004	-4	D	E	R	Y	MAINTAIN POWER-UTILITY-OTHER	1
6532.004	-4	D	E	R	Y	TRAFFIC EXP--OPERATORS-OTHER	
6533.001	-1	D	E	R	Y	TEST DESK WORK-SALARIES	
6533.002	-2	D	E	R	Y	TEST DESK WORK-BENEFITS	
6533.004	-4	D	E	R	Y	TEST DESK WORK-OTHER	2
6533.101	-1	D	E	R	Y	TEST DESK WORK-COE-SALARIES	
6533.102	-2	D	E	R	Y	TEST DESK WORK-COE-BENEFITS	
6533.104	-4	D	E	R	Y	TEST DESK WORK-COE-OTHER	2
6533.201	-1	D	E	R	Y	TEST DESK WORK-CABLE-SALARIES	
6533.202	-2	D	E	R	Y	TEST DESK WORK-CABLE-BENEFITS	
6533.204	-4	D	E	R	Y	TEST DESK WORK-CABLE-OTHER	
6534.001	-1	D	E	R	Y	PLANT SUPV EXPENSE-SALARIES	
6534.002	-2	D	E	R	Y	PLANT SUPV EXPENSE-BENEFITS	
6534.004	-4	D	E	R	Y	PLANT SUPV EXPENSE-OTHER	
6535.001	-1	D	E	R	Y	ENGINEERING EXPENSE-SALARIES	
6535.002	-2	D	E	R	Y	ENGINEERING EXPENSE-BENEFITS	
6535.004	-4	D	E	R	Y	ENGINEERING EXPENSE-OTHER	2
6540.004	-4	D	E	R	Y	IXC ACCESS EXPENSE-OTHER	2
6561.004	-4	D	E	R	Y	DEPRECIATION EXPENSE-OTHER	45
6561.09	-1	D	E	R	Y	DEPRECIATION EXPENSE	
6610.001	-1	D	E	R	Y	MARKETING DEPARTMENT-SALARIES	
6610.002	-2	D	E	R	Y	MARKETING DEPARTMENT-BENEFITS	
6610.004	-4	D	E	R	Y	MARKETING DEPARTMENT-OTHER	
6613.004	-4	D	E	R	Y	ADVERTISING EXP-OTHER	

01 North Central Telephone Mayxx 07 Genl Ledger Chart of Accts - Budgets CSL2020

General Ledger key.	Dr Cr	T U M p s x	Account Description	
6621.004	-4	D E R Y	TRAFFIC EXPENSE-OTHER	
6622.001	-1	D E R Y	DIRECTORY EXPENSE-SALARIES	
6622.002	-2	D E R Y	DIRECTORY EXPENSE-BENEFITS	
6622.004	-4	D E R Y	DIRECTORY EXPENSE-OTHER	1
6623.001	-1	D E R Y	COMMERCIAL DEPT-SALARIES	
6623.002	-2	D E R Y	COMMERCIAL DEPT-BENEFITS	
6623.004	-4	D E R Y	COMMERCIAL DEPT-OTHER	15
6623.091	-1	D E R Y	COMMERCIAL DEPT-REG-SALARIES	
6623.092	-2	D E R Y	COMMERCIAL DEPT-REG-BENEFITS	
6623.094	-4	D E R Y	COMMERCIAL DEPT-REG-OTHER	
6711.001	-1	D E R Y	EXECUTIVE DEPT-SALARIES	
6711.002	-2	D E R Y	EXECUTIVE DEPT-BENEFITS	
6711.004	-4	D E R Y	EXECUTIVE DEPT-OTHER	2
6711.09	-1	D E R Y	EXECUTIVE DEPT	
6711.102	-2	D E R Y	DIRECTORS EXPENSE--BENEFITS	
6711.104	-4	D E R Y	DIRECTORS EXPENSE--FEES/TRAVE	1
6721.001	-1	D E R Y	ACCTS AND FINANCE-SALARIES	
6721.002	-2	D E R Y	ACCTS AND FINANCE-BENEFITS	
6721.004	-4	D E R Y	ACCTS AND FINANCE-OTHER	3
6721.091	-1	D E R Y	ACCTS AND FINANCE-REG-SALARIES	
6721.092	-2	D E R Y	ACCTS AND FINANCE-REG-BENEFITS	
6721.094	-4	D E R Y	ACCTS AND FINANCE-REG-OTHER	
6722.001	-1	D E R Y	EXTERNAL RELATIONS-SALARIES	
6722.002	-2	D E R Y	EXTERNAL RELATIONS-BENEFITS	
6722.004	-4	D E R Y	EXTERNAL RELATIONS-OTHER	2
6722.09	-1	D E R Y	EXTERNAL RELATIONS	
6723.001	-1	D E R Y	HUMAN RESOURCES-SALARIES	
6723.002	-2	D E R Y	HUMAN RESOURCES-BENEFITS	
6723.004	-4	D E R Y	HUMAN RESOURCES-OTHER	1
6724.004	-4	D E R Y	COMPUTER INFO MGT-SOFT-OTHER	11
6724.091	-1	D E R Y	COMP INFO MGT-SOFT-REG-SALARIE	
6724.092	-2	D E R Y	COMP INFO MGT-SOFT-REG-BENEFIT	
6724.094	-4	D E R Y	COMP INFO MGT-SOFT-REG-OTHER	
6725.004	-4	D E R Y	LAW DEPT-OTHER	6
6725.094	-4	D E R Y	LEGAL FEES-REGULATED-OTHER	
6726.001	-1	D E R Y	PROCUREMENT EXPENSE-SALARIES	
6726.002	-2	D E R Y	PROCUREMENT EXPENSE-BENEFITS	
6726.004	-4	D E R Y	PROCUREMENT EXPENSE-OTHER	5
6728.001	-1	D E R Y	COMMON EXPENSE-SALARIES	
6728.002	-2	D E R Y	COMMON EXPENSE-BENEFITS	
6728.004	-4	D E R Y	COMMON EXPENSE-OTHER	32
6728.09	-4	D E R Y	INSURANCE EXPENSE--REGULATED	
6728.104	-4	D E R Y	ACCIDENTS AND DAMAGES-OTHER	
6728.184	-4	D E R Y	BLDG/EQUIP INS EXP-OTHER	11
6728.204	-4	D E R Y	CO-OP DUES-OTHER	5
6728.301	-1	D E R Y	ANNUAL MTG EXP-SALARIES	
6728.302	-2	D E R Y	ANNUAL MTG EXP-BENEFITS	
6728.304	-4	D E R Y	ANNUAL MTG EXP-OTHER	
6728.401	-1	D E R Y	CONVENTIONS/MTG EXP-SALARIES	
6728.402	-2	D E R Y	CONVENTIONS/MTG EXP-BENEFITS	
6728.404	-4	D E R Y	CONVENTIONS/MTG EXP-OTHER	5
7150		C R D N	GAIN FROM DISPOSITION OF LAND	
7230		D E R N	OPERATING TAXES-PROPERTY	39
7240		D E R N	OTHER OPERATING TAXES	

Of North Central Telephone Mayxx 07 Genl Ledger Chart of Accts - Budgets CGL202B

General Ledger key..	Dr Cr	T U M p s x	Account Description	
7240.1	D	E R N	OTHER DP TAXES-KY GROSS RECPTS	
7310	C	R R N	DIVIDEND INCOME	
7320	C	R R N	INTEREST INCOME	
7321	C	R R N	EXCISE TAX REFUNDABLE	
7340	C	R R N	ALLOWANCE OF FUNDS USED DURING	
7360	C	R D N	RENTAL PROPERTY-INCOME & EXPEN	
7360.1	C	R D N	EARNINGS FROM SUBSIDIARY-NCC	
7420	D	E R N	NONOPERATING FEDERAL INCOME TA	
7440	D	E R N	NONOPERATING OTHER TAXES	
7510	D	E R N	INTEREST ON LONG TERM DEBT-REA	10
7540	D	E R N	INTEREST ON CUSTOMER DEPOSITS	
7990.01	D	E D N	BROADBAND SETUP BOX-DEP EXP	
7990.50	C	R D N	E911-REVENUE	
7990.51	D	E D N	E911-COST OF SALES	
7990.6	C	R D N	IRIS-SWITCHED ACCESS REVENUE	

North Central Telephone Cooperative
Case 2014-00303

Exhibit 7

<u>Account</u>	<u>Description</u>	<u>Depreciation rate</u>
2112	Motor Vehicles	10.1%
2116	Other Work Equipment	7.5%
2121	Buildings	2.7%
2122	Furniture	8.7%
2123	Office Equipment	7.5%
2124	General Purpose Computers	15.8%
2212	Digital-Electronic Switching	7.5%
2220	Operator Systems	9.8%
2232	Circuit Equipment	11.9%
2411.1	Poles - pre 1988	8.9%
2411.2	Poles - post 1988	5.6%
2421.0	Aerial Cable (metallic)	6.6%
2421.2	Aerial Cable (fiber)	5.1%
2421.1	Aerial Cable (drop)	6.6%
2422.0	Underground Cable (metallic)	5.0%
2422.1	Underground Cable (fiber)	5.0%
2423	Buried Cable (Metallic)	5.5%
2423.05	Buried Cable (fiber)	5.1%
2424	Submarine Cable	3.7%
2431	Aerial Wire	9.4%
2441	Conduit	2.2%