BRANDENBURG TELEPHONE COMPANY

200 Telco Drive PO Box 599 Brandenburg, KY 40108 270-422-2121

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AUG 0 7 2009

PUBLIC SERVICE COMMISSION

August 6, 2009

Jeff DeRouen, 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 635 lifeline customers, 481 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 154 lifeline customers were sent letters requesting they confirm benefits. The first letter of the audit was sent out on May 18, 2009. A second letter was sent out June 18, 2009 to those who were non-responsive to the first letter.

On July 22, 2009, 111 had responded, 1 found to be ineligible, 7 had disconnected their telephone service during the audit, and 35 had not responded. The audit is now complete. Please be advised that Brandenburg Telephone Company has removed the lifeline credit from the account of those 35 customers who had not responded to the audit.

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

Signed,

Allison Willoughby

Assistant General Manager