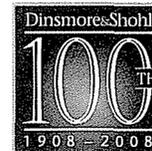


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AUG 14 2008

PUBLIC SERVICE
COMMISSION



Holly C. Wallace
502-540-2309
holly.wallace@dinslaw.com

August 14, 2008

VIA HAND DELIVERY

Hon. Stephanie Stumbo
Executive Director
Public Service Commission
211 Sower Blvd.
P. O. Box 615
Frankfort, KY 40601

Re: Administrative Case No. 360, An Inquiry Into Universal Service and Funding Issues

Dear Ms. Stumbo:

We are legal counsel to Bluegrass Wireless, LLC, Kentucky RSA #3 Cellular General Partnership, Kentucky RSA #4 Cellular General Partnership, and Cumberland Cellular Partnership (collectively "Bluegrass Cellular"). In that capacity, we have been requested to respond to the May 24, 2007 Order of the Public Service Commission (the "Commission") ordering all eligible telecommunications carriers to perform an annual audit of their entire Lifeline subscribership and to submit the results of the audit to the Commission by no later than August 15 of each year. Accordingly, the following are the results of Bluegrass Cellular's audit of its Lifeline subscribership.

Number of Lifeline Customers:

RSA #3	2276
RSA #4	1256
Cumberland Cellular	1900
Bluegrass Wireless	<u>1336</u>
TOTAL:	6768

Number of Lifeline Customers who responded to audit request:

RSA #3	2139
RSA #4	1193

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Cumberland Cellular	1726
Bluegrass Wireless	<u>1174</u>
TOTAL:	6232

Number of Lifeline Customers who are no longer eligible:

RSA #3	33
RSA #4	21
Cumberland Cellular	25
Bluegrass Wireless	<u>14</u>
TOTAL:	93

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

Very truly yours,

DINSMORE & SHOHL LLP



Holly C. Wallace

HCW/rk