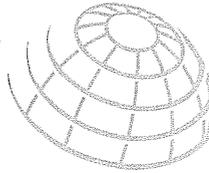


DuoCounty TELEPHONE



William W. Magruder

Chief Executive Officer

August 13, 2007

RECEIVED

AUG 14 2007

**PUBLIC SERVICE
COMMISSION**

Ms. Beth O'Donnell, Executive Director
Kentucky Public Service Commission
211 Sower Boulevard, P. O. Box 615
Frankfort, KY 40602

RE: PSC Administrative Case No. 360
Lifeline Requirements

Dear Ms. O'Donnell:

Please find enclosed the original and four (4) copies of the certification and results of our annual Lifeline verification audit required in the Commission's May 24, 2007 Order.

Should you have any questions, please feel free to contact me.

Sincerely,

A handwritten signature in black ink, appearing to read 'W.W. Magruder', with a large, sweeping flourish extending to the right and looping back under the name.

William W. Magruder
Chief Executive Officer

WWM:spe
Enclosures

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INQUIRY INTO UNIVERSAL SERVICE) ADMINISTRATIVE
AND FUNDING ISSUES) CASE NO. 360

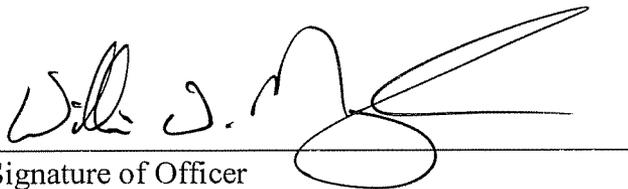
**DUO COUNTY TELEPHONE COOPERATIVE'S
ANNUAL LIFELINE CERTIFICATION AUDIT
REQUIRED BY COMMISSION'S MAY 24, 2007 ORDER**

This filing is to certify that Duo County Telephone Cooperative, Inc. has procedures in place to verify the continued eligibility of their entire Lifeline subscribership. Duo County Telephone Cooperative verified each Lifeline consumer's eligibility for the 2007 audit and the results are provided below:

<u>Lifeline Customers Surveyed</u>	<u>Survey Responses Through August 9, 2007</u>	<u>Number of Lifeline Customers Found to be Ineligible</u>	<u>Outstanding Surveys As Of August 9, 2007</u>
1463	1012	43	408

I am an officer of the company named above and am authorized to make this certification.

Signed,


Signature of Officer

William W. Magruder, Chief Executive Officer
Duo County Telephone Cooperative Corp., Inc.
P. O. Box 80
Jamestown, KY 42629
270-343-3131

RECEIVED
AUG 14 2007
PUBLIC SERVICE
COMMISSION