Dinsmore Shohl

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PUBLIC SERVICE COMMISSION

August 15, 2011

VIA HAND DELIVERY

Hon. Jeff Derouen 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 Mr. Derouen:

We are legal counsel to East Kentucky Network, LLC ("East Kentucky"). 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 East Kentucky's audit of its Lifeline subscribership.

Number of Lifeline Customers: 1609

Number of Lifeline Customers who are no longer eligible: 590

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/bmt