

LOGAN TELEPHONE COOPERATIVE

The World At Your Fingertips

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PUBLIC SERVICE COMMISSION

August 10th, 2012

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

Re: A Certification of the Carriers Receiving Universal Service High-Cost

Support, Administrative Case No. 381

Dear Mr Derouen:

Please find enclosed the original and four (4) copies of our annual affidavit in response to the Commission's order dated September 25, 2001 supporting the Commission's annual certification to the Federal Communications Commission (FCC) and the Universal Service Administration Company (USAC) that Logan Telephone Cooperative is eligible to receive high-cost support in accordance with 47 USC 254(3).

Should you have any questions regarding our filing, please don't hesitate to contact me.

Sincerely,

Gregory A. Hale

General Manager/Executive Vice President

rmy O- Hale

Enclosures

COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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PUBLIC SERVICE COMMISSION

In the Matter of:

A CERTIFICATION OF THE CARRIERS) ADMINISTRAT	ΓΙΥΕ
RECEIVING UNIVERSAL SERVICE) CASE NO. 3	81
HIGH COST SUPPORT)	

LOGAN TELEPHONE COOPERATIVE ANNUAL AFFIDAVIT TO COMMISSION'S SEPTEMBER 25, 2001 ORDER

Logan Telephone Cooperative is committed to providing excellent customer service and the highest level of telecommunications services at rates that are affordable and comparable to non-rural areas. It is critical that Logan Telephone Cooperative remain eligible to receive federal high cost support to meet these goals.

The state certification for federal support will be an annual process. In order to receive federal support beginning January 1 of each year, the Kentucky Public Service Commission must file its annual certification on or before October 1 of the previous year. The attached affidavit should be accepted by the Kentucky Public Service Commission for the purpose of notifying the Universal Service Administrative Company (USAC) and the Federal Communications Commission (FCC) that Logan Telephone Cooperative is eligible to receive high cost support in accordance with 47 USC 254(e).

Respectfully submitted,

Gregory A. Hale

General Manager/Executive Vice President

Logan Telephone Cooperative, Inc.

P. O. Box 97

Auburn, KY 42206

AFFIDAVIT

STATE OF KENTUCKY COUNTY OF LOGAN

BEFORE ME, the undersigned authority, on this day personally appeared Gregory A. Hale of Logan Telephone Cooperative, ("the Cooperative"), who on his oath deposed and said:

- 1. My name is Gregory A. Hale. I am employed by Logan Telephone Cooperative in the position of General Manager/Executive Vice President. In this position, I am personally familiar with the Federal Universal Service support received by the Cooperative and how these funds are used by the Cooperative.
- Logan Telephone Cooperative was designated as an eligible telecommunications carrier by the Kentucky Public Service Commission in PSC Case No. 360 by order dated November 26, 1997.
- 3. Logan Telephone Cooperative estimates that it will receive \$2,052,790 (\$1,924,457 High Cost Loop plus \$128,333 Local Switching Support) of Federal Universal Service High Cost Support during the January 1, 2013 to December 31, 2013 time period. This estimate is based on an estimated National Average Cost Per Loop that won't actually be determined until the first of October. There are also numerous uncertainties, regulatory challenges and legal challenges to the new distribution methods of High Cost Support that may affect these estimates.
- 4. All federal high-cost support provided to Logan Telephone Cooperative was used in the preceding calendar year and will be used in the coming calendar year only for the provision, maintenance and upgrading of facilities and services for which the support is intended as designated by the Federal Communications Commission consistent with Section 254(e) of the federal Telecommunications Act.
- Logan Telephone Cooperative follows Federal Communications Commission Part
 accounting requirements for regulated local exchange carriers and Part 36
 separations provisions used to determine high cost support amounts. As a

regulated utility, Logan Telephone Cooperative's accounting and separations procedures are subject to periodic National Exchange Carrier Association and Kentucky Public Service Commission reviews.

- 6. While continuing to receive the estimated amount of Federal Universal Service support as described and using this support for the purposes as described, Logan Telephone Cooperative does not anticipate withdrawing any services; therefore, the comparability of service between the rural areas served by Logan Telephone Cooperative and the urban areas of Kentucky will not be changed because of any action on the part of Logan Telephone Cooperative.
- 7. The matters addressed above are within my personal knowledge and are true and correct.

Gregory A. Hale

Sworn and subscribed before me, the undersigned authority, on this the 10th day of August, 2012.

Notary Public, State of Kentucky

My Commission expires $\frac{7/22}{2013}$

(SEAL)