

**COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION**

RECEIVED

IN THE MATTER OF:

BALLARD RURAL TELEPHONE COOPERATIVE)
CORPORATION, INC., ET AL.)
COMPLAINANTS)
v.)

JUN 20 2014

PUBLIC SERVICE
COMMISSION

BELLSOUTH TELECOMMUNICATIONS, INC. D/B/A)
AT&T KENTUCKY)
DEFENDANT/THIRD PARTY COMPLAINANT)

CASE No. 2011-00199

v.)
HALO WIRELESS, INC.)
THIRD PARTY DEFENDANT)

**JOINT STATUS REPORT REGARDING NEGOTIATIONS
AND JOINT MOTION FOR EXTENSION OF TIME**

Complainants Ballard Rural Telephone Cooperative Corporation, Inc., Brandenburg Telephone Company, Duo County Telephone Cooperative Corporation, Inc., Foothills Rural Telephone Cooperative, Inc., Gearheart Communications Co., Inc., Highland Telephone Cooperative, Inc., Logan Telephone Cooperative, Inc., Mountain Rural Telephone Cooperative Corporation, Inc., North Central Telephone Cooperative Corporation, Peoples Rural Telephone Cooperative, Inc., South Central Rural Telephone Cooperative Corporation, Inc., Thacker-Grigsby Telephone Company, Inc., and West Kentucky Rural Telephone Cooperative Corporation, Inc. (the “RLECs”), and Defendant/Third Party Complainant BellSouth Telecommunications, Inc. d/b/a AT&T Kentucky (“AT&T Kentucky”) (collectively the “Parties”), by counsel, provide the following status report regarding the ongoing status of their settlement negotiations. This Joint Status Report supplements and updates the Parties’ May 19, 2014 Joint Status Report, which is incorporated herein.

1. Since the Parties' May 19, 2014 Joint Status Report, counsel for the Parties have communicated on multiple occasions to clarify matters regarding their respective proposals and the Parties' positions.

2. On June 10, 2014, counsel for AT&T Kentucky contacted counsel for the RLECs to describe several important aspects of AT&T Kentucky's latest settlement proposal prior to delivery of the settlement proposal to the RLECs. Later on June 10, 2014 counsel for AT&T Kentucky delivered its latest settlement proposal to RLEC counsel.

3. The RLECs are currently analyzing AT&T Kentucky's June 10, 2014 proposal. Because of the multi-faceted and detailed nature of this task, that effort is ongoing.

4. The Parties have made progress since the May 19, 2014 Joint Status report, are working in good faith and as expeditiously as practicable to resolve the remaining issues, and remain optimistic that settlement may be reached if adequate time is afforded to do so.

WHEREFORE, the Parties respectfully and jointly request that the Commission accept this Joint Status Report. The Parties also respectfully and jointly request that the Commission allow the Parties additional time to explore the potential settlement of the issues raised in the proceedings that are the subject of the settlement negotiations. If the Parties determine at any time that settlement does not appear likely, they will promptly so notify the Commission.

Respectfully submitted,

Joseph P. Donohue by MRO

John E. Selent

Edward T. Depp

Joseph P. Donohue

DINSMORE & SHOHL LLP

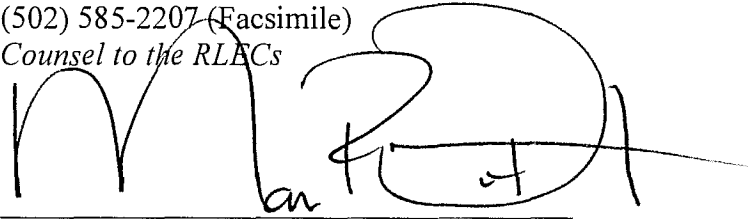
101 South Fifth Street, Suite 2500

Louisville, Kentucky 40202

(502) 540-2300 (Telephone)

(502) 585-2207 (Facsimile)

Counsel to the RLECs

Handwritten signature of Mark R. Overstreet in black ink, written over a horizontal line. The signature is stylized and includes the initials 'MRO'.

Mark R. Overstreet

STITES & HARBISON PLLC

421 West Main Street

P.O. Box 634

Frankfort, Kentucky 40602-0634

(502) 209-1219 (Telephone)

(502) 223-4387 (Facsimile)

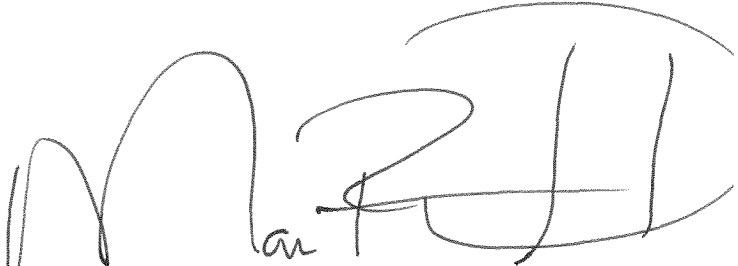
Counsel to AT&T Kentucky

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing was served by U.S. mail this 10th day of June, 2014, on the following individuals:

HALO WIRELESS, INC.:

Linda Payne
Chapter 7 Bankruptcy Trustee
Halo Wireless, Inc.
12770 Colt Road, Suite 541
Dallas, Texas 75251
linda@paynetrustee.com



Counsel to AT&T Kentucky