



P. O. BOX 240 • 1621 KY HWY 40 W • STAFFORDSVILLE, KY 41256

August 3, 2010

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AUG 04 2010

PUBLIC SERVICE
COMMISSION

Jeff Derouen, Executive Director
Kentucky Public Service Commission
211 Sower Blvd.
P O Box 615
Frankfort, KY 40602

RE: Administrative Case No. 360

Dear Mr. Derouen:

Please find enclosed the original and four (4) copies of the certification and results of our annual Lifeline audit, as required by Administrative Case No. 360.

Please call me with any questions you may have at 606-297-3501, or email me at susan@foothills.coop.

Sincerely,

FOOTHILLS TELEPHONE COOPERATIVE

Susan Fairchild
Chief Operations Officer

Enclosure

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AUG 04 2010

PUBLIC SERVICE
COMMISSION

FOOTHILLS RURAL TELEPHONE COOPERATIVE CORPORATION, INC.
2010 ANNUAL LIFELINE RECERTIFICATION AUDIT

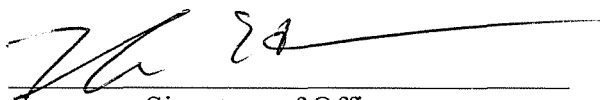
This filing is to certify that Foothills Rural Telephone Cooperative Corporation, Inc. has procedures in place to verify the continued eligibility of its Lifeline customers. Foothills Rural Telephone followed the FCC guidelines for administration of this audit and the results are provided below.

I am an officer of the Foothills Telephone Cooperative. I am authorized to make this certification for the Study Area listed below.

Company Name: FOOTHILLS RURAL TELEPHONE COOPERATIVE CORP., INC.
Study Area: 26-0406

TOTAL ACCOUNTS THAT RECEIVED LIFELINE DISCOUNT	2,436
ACCOUNTS AUDITED, RECERTIFIED	2,156
ACCOUNTS AUDITED, DID NOT RECERTIFY	1
ACCOUNTS AUDITED, DID NOT RESPOND	279
PERCENTAGE INAPPROPRIATELY TAKING LIFELINE DISCOUNT	11%

Signed,



Signature of Officer

Thomas E. Preston
CEO/GM
Foothills Telephone Cooperative
P O Box 240
Staffordsville, KY 41256
606-297-3501