

August 3, 2006

TRA. Docket No. 06-00181



Ms. Darlene Standley
Utilities Division
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, TN 37243-0505

**RE: CenturyTel of Adamsville, Inc.
CenturyTel of Claiborne, Inc.
CenturyTel of Ooltewah-Collegedale
TRA Docket No. 06-00181**

Dear Ms. Standley:

Pursuant to state law Tennessee Code Annotated §67-6-221, CenturyTel of Adamsville, CenturyTel of Claiborne, and CenturyTel of Ooltewah-Collegedale are required to revise business rates effective October 1, 2006 to reflect the actual tax equity payment received in 2006.

As reflected in the supporting calculations, each company has a shortfall and will not flow through its estimated net tax savings to business customers and instead will offset the shortfall. As a result, there are no tariff changes to file.

If you have any questions, please contact me at (318) 330-6782.

Sincerely,

A handwritten signature in black ink, appearing to read "Glen White". The signature is stylized with a large, looped "G" and a trailing flourish.

Glen White
Regulatory Finance
Enclosures

CenturyTel Tennessee Telephone Companies
Property Tax Calculation - Net Pass Through Amount
5th Price Adjustment Effective October 1, 2006

Ln.	Description	Adamsville	Claiborne	Ooltewah-Collegedale
1	Equity Payment Received - June 29, 2003	\$ 61,790	\$ 58,039	\$ 63,733
2	Part 36/69 Interstate revenue requirement reduction (June 2002 through May 2003)	17,882	15,549	22,319
3	Net Amt to Flow Through (L1 - L2)	43,908	42,490	41,413
4	1st Price Adjustment - 21 month amount January 1, 2002 Through September 30, 2003	80,187	83,136	50,568
5	Net Pass Through Amount For Oct. 1, 2003 Through Sept. 30, 2004	\$ (1,153)	\$ (6,653)	\$ 23,976
6	Total Flow Thru	\$ 79,034	\$ 76,483	\$ 74,544
7	Shortfall through 9-30-03	\$ (35,126.09)	\$ (33,992.86)	\$ (33,130.52)
8	Total Equity Payment Received June 21, 2004	\$ 59,021	\$ 60,782	\$ 59,830
9	Part 36/69 Interstate impact, 6/03 - 5/04 - (L8 * separation factor)	17,084	16,253	20,916
10	Impact to USF support, if applicable (include supporting calculations)	34,551	35,726	28,853
11	Net Tax Savings to Company to be flowed through to business customers (L8-L9-L10)	\$ 7,387	\$ 8,803	\$ 10,061
12	Shortfall through 9-30-04 (L7+L11)	\$ (27,739.56)	\$ (25,190.00)	\$ (23,069.91)
13	Proposed Annual Flow Thru Oct. 1, 2004 - September 30, 2005	0	0	0
14	Total Equity Payment Received July 15, 2005	\$ 55,127	\$ 54,966	\$ 52,463
15	Part 36/69 Interstate impact, 6/04 - 5/05 - (L14 * separation factor)	15,944	14,294	18,276
16	Impact to USF support, if applicable (include supporting calculations)	32,260	32,483	25,543
17	Net Tax Savings to Company to be flowed through to business customers (L14-L15-L16)	\$ 6,923	\$ 8,189	\$ 8,644
18	Shortfall through 9-30-05 (L12+L17)	\$ (20,816.47)	\$ (17,000.75)	\$ (14,426.09)
19	Proposed Annual Flow Thru Oct. 1, 2005 - September 30, 2006	0	0	0
20	Total Equity Payment Received June 30, 2006	\$ 64,436	\$ 63,729	\$ 58,025
21	Part 36/69 Interstate impact, 6/05 - 5/06 - (L20 * separation factor)	18,663	16,561	20,538
22	Impact to USF support, if applicable (include supporting calculations)	37,602	38,077	28,476
23	Net Tax Savings to Company to be flowed through to business customers (L20-L21-L22)	\$ 8,171	\$ 9,090	\$ 9,010
24	Shortfall through 9-30-06 (L18+L23)	\$ (12,645.47)	\$ (7,910.48)	\$ (5,415.60)
25	Proposed Annual Flow Thru Oct. 1, 2006 - September 30, 2007	0	0	0

CenturyTel of Adamsville (T085)
2006

1	Total Equity Payment Received June 2006	\$64,436.17
2	Jurisdictional Separations Impact (part 36/69). Line 1 * separations factor	(\$18,663)
3	Impact to USF support, if applicable (include supporting calculations) (note: USF impact calculated using \$240.00 NACPL)	(\$37,602)
4	Net Tax Savings to Company to be flowed through business customers (Line 1 less lines 2 and 3)	<hr/> \$8,171

CenturyTel of Claiborne (T033)
2006

1	Total Equity Payment Received June 2006	\$63,728.70
2	Jurisdictional Separations Impact (part 36/69). Line 1 * separations factor	(\$16,561)
3	Impact to USF support, if applicable (include supporting calculations) (note: USF impact calculated using \$240.00 NACPL)	(\$38,077)
4	Net Tax Savings to Company to be flowed through business customers (Line 1 less lines 2 and 3)	<hr/> \$9,091

CenturyTel of Ooltewah-Collegedale (T119)
2006

1	Total Equity Payment Received June 2006	\$58,024.58
2	Jurisdictional Separations Impact (part 36/69). Line 1 * separations factor	(\$20,538)
3	Impact to USF support, if applicable (include supporting calculations) (note: USF impact calculated using \$240.00 NACPL)	(\$28,476)
4	Net Tax Savings to Company to be flowed through business customers (Line 1 less lines 2 and 3)	<hr/> \$9,011



**STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
OFFICE OF STATE ASSESSED PROPERTIES**

**John G.
Morgan
Comptroller**

**James K. Polk State Office Building
505 Deaderick Street, Suite 1700
Nashville, Tennessee 37243-0277
osap.osap@state.tn.us
Phone (615) 401-7900
Fax (615) 532-8666**

**Tom Fleming, CAE
Assistant to the
Comptroller for
Assessments**

**Barry Murphy, CAE
Director**

June 30, 2006

CenturyTel of Adamsville, Inc.
Attn: Bill May
P.O. Box 4065
Monroe, LA 71211-4065

2006 Telecommunications Ad Valorem Tax Reduction Fund

Enclosed is your 2006 check for the Tennessee Telecommunications Ad Valorem Tax Reduction Fund ("Fund") in accordance with **Tennessee Code Annotated § 67-6-222**. This year's refund reflects your portion of twelve months of tax collections (May 2005 – April 2006), twelve months of interest earned, and a net twelve months in reasonable administrative expenses.

If you have any questions, please call this office (615) 401-7900. Thank you.

Sincerely,

H. Kruszynski

Hellens Kruszynski, CPA, CFE
Audit Supervisor

Enclosures

Warrant
No. **3519616**

STATE OF TENNESSEE
REMITTANCE ADVICE

Warrant Date: 06/28/06
Warrant Amount: \$64,436.17

INVOICE DATE	DESCRIPTION	INVOICE NUMBER	VOUCHER NO.	AMOUNT
	PAYMENTS MADE BY COMPTROLLER OF THE TREASURY 30750 AD VALOREM	TAX REFUND	Telephone 015	615-401-7720 \$64,436.17

FA-0234 (Rev 9/00)

THIS VOUCHER AREA OF THE DOCUMENT CHANGES SHADE GRADUALLY AND EVENLY WITH DARK TO LIGHT WITH DARKER AREAS ON TOP AND BOTTOM. THE BACK OF THIS DOCUMENT CONTAINS AN ARTIFICIAL WATERMARK. HOLD AT AN ANGLE TO VIEW.

STATE OF TENNESSEE 3519616		34485565
COMMISSIONER OF FINANCE AND ADMINISTRATION PAYABLE WARRANT NO.		87-26 640.
To the Treasurer of the State of Tennessee		
EXACTLY **SIXTY FOUR THOUSAND FOUR HUNDRED THIRTY SIX** **DOLLARS AND 17 CENTS**	DATE 06/28/06	AMOUNT \$64,436.17
PAY TO THE ORDER OF: CENTURYTEL OF ADAMSVILLE INC PO BOX 4065 MONROE LA 71211-4065		PAYABLE THROUGH ANY NASHVILLE, TENNESSEE BANK
		<i>M. D. Goetz, Jr.</i> COMMISSIONER DEPT. OF FINANCE AND ADMINISTRATION



**STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
OFFICE OF STATE ASSESSED PROPERTIES**

**John G.
Morgan
Comptroller**

**James K. Polk State Office Building
505 Deaderick Street, Suite 1700
Nashville, Tennessee 37243-0277
osap.osap@state.tn.us
Phone (615) 401-7900
Fax (615) 532-8666**

**Tom Fleming, CAE
Assistant to the
Comptroller for
Assessments**

**Barry Murphy, CAE
Director**

June 30, 2006

CenturyTel of Clairborne, Inc.
Attn: Bill May
P.O. Box 4065
Monroe, LA 71211-4065

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Audit Supervisor

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**STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
OFFICE OF STATE ASSESSED PROPERTIES**

**John G.
Morgan
Comptroller**

**James K. Polk State Office Building
505 Deaderick Street, Suite 1700
Nashville, Tennessee 37243-0277
osap.osap@state.tn.us
Phone (615) 401-7900
Fax (615) 532-8666**

**Tom Fleming, CAE
Assistant to the
Comptroller for
Assessments**

**Barry Murphy, CAE
Director**

June 30, 2006

CenturyTel of Ooltewah-Collegedale, Inc
Attn: Bill May
P.O. Box 4065
Monroe, LA 71211-4065

2006 Telecommunications Ad Valorem Tax Reduction Fund

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If you have any questions, please call this office (615) 401-7900. Thank you.

Sincerely,

H. Kruszynski

Hellens Kruszynski, CPA, CFE
Audit Supervisor

Enclosures

Warrant
No. **3519631**

STATE OF TENNESSEE
REMITTANCE ADVICE

Warrant Date: 06/28/06
Warrant Amount: \$58,024.58

INVOICE DATE	DESCRIPTION	INVOICE NUMBER	VOUCHER NO.	AMOUNT
	PAYMENTS MADE BY COMPTROLLER OF THE TREASURY 30750 AD VALOREM	TAX REFUND	Telephone 017	615-401-7720 \$58,024.58

FA-0234 (Rev 9/00)

THIS MULTITONE AREA OF THE DOCUMENT CHANGES SHADE GRADUALLY AND EVENLY WITH DARK TO LIGHT WITH DARKER AREAS ON TOP AND BOTTOM.

THE BACK OF THIS DOCUMENT CONTAINS AN ARTIFICIAL WATERMARK. HOLD AT AN ANGLE TO VIEW.

STATE OF TENNESSEE 3519631

COMMISSIONER OF FINANCE AND ADMINISTRATION PAYABLE WARRANT NO.
To the Treasurer of the State of Tennessee

34485580

87-26
840

EXACTLY **FIFTY EIGHT THOUSAND TWENTY FOUR DOLLARS**
AND 58 CENTS

DATE

06/28/06

AMOUNT

\$58,024.58

PAYABLE THROUGH ANY
NASHVILLE, TENNESSEE BANK

PAY
TO THE
ORDER
OF:

CENTURYTEL OF OOLTEWAH-COLLEGE DALE INC
PO BOX 4065
MONROE LA 71211-4065

M. J. Goetz, Jr.
COMMISSIONER DEPT. OF FINANCE AND ADMINISTRATION

3519631

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Warrant
No. **3519629**

STATE OF TENNESSEE
REMITTANCE ADVICE

Warrant Date: 06/28/06
Warrant Amount: \$63,728.70

INVOICE DATE	DESCRIPTION	INVOICE NUMBER	VOUCHER NO.	AMOUNT
	PAYMENTS MADE BY COMPTROLLER OF THE TREASURY 30750 AD VALOREM	TAX REFUND	Telephone 016	615-401-7720 \$63,728.70

FA-0234 (Rev 9/00)

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STATE OF TENNESSEE 3519629

COMMISSIONER OF FINANCE AND ADMINISTRATION PAYABLE WARRANT NO.

To the Treasurer of the State of Tennessee

34485578

87-28
640

EXACTLY **SIXTY THREE THOUSAND SEVEN HUNDRED**
TWENTY EIGHT DOLLARS AND 70 CENTS

DATE

06/28/06

AMOUNT

\$63,728.70

PAYABLE THROUGH ANY
NASHVILLE, TENNESSEE BANK

PAY
TO THE
ORDER
OF:

CENTURYTEL OF CLAIBORNE INC
PO BOX 4065
MONROE LA 71211-4065

M. J. Gentry, Jr.
COMMISSIONER DEPT. OF FINANCE AND ADMINISTRATION