



TEC Services
of Louisiana, Inc.

A TEC Company

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August 8, 2007

T.R.A. DOCKET ROOM

Ms. Darlene Standley

Deputy Chief, Telecommunications

Tennessee Regulatory Authority

460 James Robertson Parkway

Nashville, TN 37243-0505

RE: Crockett Telephone Company, Inc.

Docket No. 07-00170

Dear Ms. Standley:

I have enclosed revised tariff pages on behalf of Crockett Telephone Company, Inc. These revised tariff pages reflect the 2007 revision to the Ad Valorem Tax Equity Credit.

The following revised tariff pages are enclosed:

Section II 8th Revised Page 36
 6th Revised Page 83

Section IV 12th Revised Page 1

I have also enclosed worksheets showing the development of the new rates and the new price adjustment pursuant to 67-6-222.

Please accept this filing with a proposed effective date of October 1, 2007. I appreciate your bringing this to the attention of the Tennessee Regulatory Authority.

If you should have any questions, please do not hesitate to contact me at 318.322.0015.

Sincerely,

Brenda Pace
Tariff Assistant

Enclosures

cc: Crockett Telephone Company, Inc.
Consumer Advocate Division

1100 North 18th St.
Second Floor
Monroe, LA 71201
P. O. Box 2146
Monroe, LA 71207
Phone 318-322-0015
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TEC Tennessee Telephone Companies
Revised True Up of Business Rates for Tennessee Ad Valorem Tax Equity Payments Received
For October 1, 2007

	<u>Crockett</u>	<u>Peoples</u>	<u>West Tennessee</u>
1 6th Price Adjustment Amount - (per Pass Thru W/S Ln 4)	5,129.20	5,295.90	6,640.70
2 5th Price Adjustment Amount - (per Pass Thru W/S Ln 5)	<u>1,096.88</u>	<u>1,355.29</u>	<u>2,111.04</u>
3 True-up amount (Ln 1 - Ln 2)	4,032.32	3,940.61	4,529.66
4 Monthly Revenue amount for rate adjustment (Ln 3 / 12)	<u>336.03</u>	<u>328.38</u>	<u>377.47</u>
5 June 2007 Business Customers	<u>915</u>	<u>1,047</u>	<u>573</u>
6 10/1/2007 Decrease (Increase) of Business Rates per Month (Ln 4 / Ln 5)	<u>0.37</u>	<u>0.31</u>	<u>0.66</u>

June 2007 Business Customers

Bus-1 Pty Access Line - BRA	578	661	394
Key Access Line - BRA	194	141	85
PBX Access Trunk - BRA	8	15	37
Payphone Access Line - BRA	9	1	7
Payphone Access Line - Company E	5	13	1
ISDN/BRI 2B+D Bus	1	0	1
Trunk ISP	<u>120</u>	<u>216</u>	<u>48</u>
Total Business Customers	<u>915</u>	<u>1,047</u>	<u>573</u>

Old Rates

Bus-1 Pty Access Line - BRA	19.14	7.96	5.46
Key Access Line - BRA	37.50	17.31	7.66
PBX Access Trunk - BRA	37.50	32.41	12.66
Payphone Access Line - BRA	31.21	14.44	10.69
Payphone Access Line - Company E	31.21	14.44	10.69
ISDN/BRI 2B+D Bus	55.00	55.00	55.00
Trunk ISP	19.14	7.96	5.46

New Rates

Bus-1 Pty Access Line - BRA	18.77	7.65	4.80
Key Access Line - BRA	37.13	17.00	7.00
PBX Access Trunk - BRA	37.13	32.10	12.00
Payphone Access Line - BRA	30.84	14.13	10.03
Payphone Access Line - Company E	30.84	14.13	10.03
ISDN/BRI 2B+D Bus	54.63	54.69	54.34
Trunk ISP	18.77	7.65	4.80

New Price Adjustment Pursuant to 67-6-222	0.37	0.31	0.66
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Summary of 2006 Accounting entries on books to accrue ad valorem tax equity refund payment

119020-0085 Other A/R From Non Affil Co	23,507	30,976	19,537
724001-0085 Operating Taxes-Property Ad Valorem Credits	(23,507)	(30,976)	(19,537)

19.14	7.96	5.46
18.77	7.65	4.80
0.37	0.31	0.66

TEC Tennessee Telephone Companies
Revised Property Tax Calculation - Net Pass Through Amount
6th Price Adjustment Effective October 1, 2007

	<u>Crockett</u>	<u>Peoples</u>	<u>West Tennessee</u>	<u>Total</u>
1. Total Equity Payment Received June/July 2007	22,725.60	32,707.86	18,957.37	74,390.83
2. Jurisdictional Separations Impact (Part 36/69). Ln 1 * Separations factor	5,681.40	8,176.97	2,369.67	16,228.04
3. Impact to USF support, if applicable (include supporting calculations)	<u>11,915.00</u>	<u>19,235.00</u>	<u>9,947.00</u>	<u>41,097.00</u>
Net Tax Savings to Company to be flowed through to business customers. (Line 1 less lines 2 and 3)	5,129.20	5,295.90	6,640.70	17,065.79
5. Total Excess Flow per Worksheet	<u>1,096.88</u>	<u>1,355.29</u>	<u>2,111.04</u>	<u>4,563.21</u>
6. Difference (Line 4 less Line 5) If Line 4 is greater than Line 5, then the difference represents the additional amount that existing rates need to be reduced. If Line 5 is greater than Line 4, then the difference represents the amount by which existing rates may be increased.	<u>4,032.32</u>	<u>3,940.61</u>	<u>4,529.66</u>	<u>12,502.58</u>
<u>USF Impact Schedule</u>				
USF Yearly Payment from USF Algorithm W/O Tax Equity Payment Received June/July 2006	394,442.00	1,417,708.00	360,654.00	2,172,804.00
USF Yearly Payment from USF Algorithm With Tax Equity Payment Received June/July 2006	<u>406,357.00</u>	<u>1,436,943.00</u>	<u>370,601.00</u>	<u>2,213,901.00</u>
Impact to USF support	<u>11,915.00</u>	<u>19,235.00</u>	<u>9,947.00</u>	<u>41,097.00</u>

TEC Tennessee Telephone Companies
Property Tax Reduction Excess Flow Worksheet
For October 1, 2007

	<u>CTC</u>	<u>PTC</u>	<u>WTC</u>	<u>Total</u>
Equity Payment Received 02-03	27,254	46,191	30,548	103,993
Jurisdictional Separations	(4,660)	(7,790)	0	(12,450)
Net	22,594	38,401	30,548	91,543
Equity Payment Received 04	26,062	38,990	24,711	89,763
Jurisdictional Separations	(6,515)	(9,747)	0	(16,262)
High Cost	0	(21,889)	0	(21,889)
Net	19,547	7,354	24,711	51,612
Equity Payment Received 05	23,744	34,224	21,909	79,877
Jurisdictional Separations	(5,936)	(8,556)	(2,739)	(17,231)
High Cost	(12,253)	(19,638)	(9,562)	(41,453)
Net	5,555	6,030	9,608	21,193
Equity Payment Received 06	27,262	39,250	24,496	91,008
Jurisdictional Separations	(6,816)	(9,813)	(3,062)	(19,691)
High Cost	(14,258)	(22,760)	(12,650)	(49,668)
Net	6,188	6,677	8,784	21,649
Equity Payment Received 07	22,726	32,708	18,957	74,391
Jurisdictional Separations	(5,681)	(8,177)	(2,370)	(16,228)
High Cost	(11,915)	(19,235)	(9,947)	(41,097)
Net	5,130	5,296	6,640	17,066
Total Net to Flow	59,014	63,758	80,291	203,063
Total Flowed	60,111	65,113	82,402	207,626
Excess Flow	(1,097)	(1,355)	(2,111)	(4,563)
Monthly Decrease	(91)	(113)	(176)	(380)
Units	891 (0.10) 1023	(0.11) 597	(0.29)	
Monthly Decrease	(0.10)	(0.11)	(0.29)	
<u>Property Tax Rate Reductions</u>				
02-03 Rate Decrease	1.56	2.79	2.88	
21 Months	32.76	58.59	60.48	
X units	995 32,596 932	54,606 852	51,529	138,731
03-04 Rate Decrease	0.44	0.93	0.21	
12 Months	5.28	11.16	2.52	
X units	914 4,826 878	9,798 808	2,036	16,660
04-05 Rate Decrease	0.72	-0.71	0.25	
12 Months	8.64	-8.52	3	
X units	955 8,251 1035	(8,818) 641	1,923	1,356
05-06 Rate Decrease	1.98	2.53	3.96	
12 Months	23.76	30.36	47.52	
X units	945 22,453 1023	31,058 623	29,605	83,116
06-07 Rate Decrease	-0.73	-1.78	-0.36	
12 Months	-8.76	-21.36	-4.32	
X units	915 (8,015) 1008	(21,531) 623	(2,691)	(32,237)
Total Reductions	60,111	65,113	82,402	207,626

GENERAL SERVICE TARIFF

Crockett Telephone Co., Inc.

TRA Tariff 1

SECTION II

Lera Roark

8th Revised Page 36

Vice President

Cancels 7th Revised Page 36

Issued: 8/06/07

Effective: 10/1/07

GENERAL EXCHANGE TARIFF

PAYPHONE ACCESS LINES (Continued)

C. RULES AND REGULATIONS (Continued)

10. The Company reserves the right to disconnect service when the customer does not comply with the FCC and state rules and regulations related to payphone access lines and equipment.
11. The Multiline Business Subscriber Line Charge, as found in the interstate access services tariff, is applicable to all payphone access lines.

D. RATES AND CHARGES

	Monthly Rate	Nonrecurring Charge	
1. Payphone Access Line ¹	\$ 31.21		
Price Adjustment Pursuant to 67-6-222*	.37		
Adjusted Payphone Access Line	30.84		(R)
2. Coin Supervision	2.21		
3. Originating Line Screening (OLS)	—	\$ 7.95	

*The Ad Valorem Tax Equity Credit per Section 67-6-222 of the Tennessee Code Annotated applies to Business Customers only. The Ad Valorem Tax Equity Credit amount will be in effect through September 30, 2008. This reflects a true up of the rate adjustment to reflect the Company's actual level of property tax saving as a result of Section 67-6-222.

(T)

Note 1: Installation, moves and change charges will be those applicable to business service.

This service is amended pursuant to TRA Docket No. 07-00170 dated July 19, 2007.

(T)

GENERAL SERVICES TARIFF

Crockett Telephone Co., Inc.

TRA Tariff 1

SECTION II

Lera Roark

6th Revised Page 83

Vice President

Cancels 5th Revised Page 83

Issued: 8/08/07

Effective: 10/1/07

GENERAL EXCHANGE SERVICE TARIFF

INTEGRATED SERVICES DIGITAL NETWORK (ISDN) (Continued)

1. Business Service (IBS) (Continued)

E. Rates and Charges

1) Interface

a) Basic Rate DSL Access Arrangement/Business Service

	Installation Charge	Month to Month	Rate Stability Monthly Rate	
			24-59 Mos.Plan	60-120 Mos.Plan
- ISDN Access/ISDN with High Speed Packet Access	\$58.50	\$55.00*	\$55.00*	\$55.00*
Price Adjustment Pursuant to 67-6-222**		0.37	0.37	0.37
Adjusted ISDN Access	58.50	54.63	54.63	54.63

(R)

b) Channels Activated

- B Channel (Maximum of 2) ¹				
- Circuit Switched Voice/Data, each				
- Flat Rate	\$24.00*	\$16.25	\$13.25	\$11.25
- Permanent High Speed Packet, each	\$24.00*	\$120.00	\$110.00	\$100.00
- D Channel (Maximum of 1)				
- Low Speed Packet as a single service				
- one only	\$24.00*	\$13.50	\$12.50	\$12.00
- Low Speed Packet with a B channel service, each	\$24.00*	\$13.50	\$12.50	\$12.00

* Does not apply at initial installation of ISDN Service. Applicable only for subsequent changes.

**The Ad Valorem Tax Equity Credit per Section 67-6-222 of the Tennessee Code Annotated applies to Business Customers only. The Ad Valorem Tax Equity Credit amount will be in effect until September 30, 2008. This reflects a true up of the rate adjustment to reflect the Company's actual level of property tax saving as a result of Section 67-6-222. (T)

Note 1: On-Demand High Speed Packet B channel requires both Circuit Switched Voice/Data and On-Demand High Speed Packet to indicate one activation.

GENERAL SERVICES TARIFF

Crockett Telephone Company, Inc.

TRA Tariff 1

SECTION IV

Lera Roark

12th Revised Page 1

Vice President

Cancels 11th Revised Page 1

Issued: 8/08/07

Effective: 10/01/07

LOCAL EXCHANGE SERVICE

1. GENERAL

Rates quoted in this tariff are subject to orders entered in applicable cases by the Tennessee Regulatory Authority, and in case of conflict the rates specifically approved the Regulatory Authority shall govern. Unless otherwise specified, these rates are for periods of one month and are payable monthly in advance.

2. RATES

a. MONTHLY EXCHANGE RATES

Description	Exchange Access Line Only	Price Adjustment Pursuant to 67-6-222 *	Monthly Rate of Basic Business Telephone Service	
Business 1-party	\$19.14	.37	\$18.77	(R)
PBX Trunks	37.50	.37	37.13	
Key System Lines	37.50	.37	37.13	(R)
Residence 1-party	5.79	0.00	5.79	

b. TOUCH TONE RATES

<u>Description</u>	<u>Per Line</u>
Business	\$ 0.00
Residence	0.00

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This service is amended pursuant to TRA Docket No. 07-00170 dated July 19, 2007. (T)