



RECEIVED  
2009 AUG 18 PM 12:47  
T.R.A. DOCKET ROOM

August 18, 2009

**Ms. Darlene Standley**  
Deputy Chief, Telecommunications  
*Tennessee Regulatory Authority*  
460 James Robertson Parkway  
Nashville, TN 37243-0505

**RE: Peoples Telephone Company**  
**Docket No. 08-00120**

RECEIVED

AUG 18 2009

TN REGULATORY AUTHORITY  
UTILITIES DIVISION

Dear Ms. Standley:

I have enclosed revised tariff pages on behalf of Peoples Telephone Company. These revised tariff pages reflect a revision to the Ad Valorem Tax Equity Credit.

The following revised tariff pages are enclosed:

Section 3	18th Revised Page 2
Section 7	9th Revised Page 19
Section 11	23rd Revised Page 1 8th Revised Page 66

I have also enclosed worksheets showing the development of the new rates and the new price adjustment pursuant to 67-6-222. In addition I have enclosed Section 11 - Page 1 Contents, providing a "clean-up" of this page.

Please accept this filing with a proposed effective date of October 1, 2009. I appreciate your bringing this to the attention of the Tennessee Regulatory Authority.

Peoples Telephone Co.  
Page 2

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

Sincerely,

A handwritten signature in cursive script that reads "Brenda Pace".

Brenda Pace  
Tariff Assistant

Enclosures

cc: Peoples Telephone Company  
Consumer Advocate Division

TEC Tennessee Telephone Companies  
Revised True Up of Business Rates for Tennessee Ad Valorem Tax Equity Payments Received  
For October 1, 2009

	<u>Crockett</u>	<u>Peoples</u>	<u>West Tennessee</u>
1 8th Price Adjustment Amount - (per Pass Thru W/S Ln 4)	9,879.94	7,545.30	9,271.25
2 7th Price Adjustment Amount - (per Pass Thru W/S Ln 5)	<u>(5,454.06)</u>	<u>(3,732.00)</u>	<u>(8,277.91)</u>
3 True-up amount (Ln 1 - Ln 2)	15,334.00	11,277.30	17,549.16
4 Monthly Revenue amount for rate adjustment (Ln 3 / 12)	<u>1,277.83</u>	<u>939.77</u>	<u>1,462.43</u>
5 June 2009 Business Customers	<u>854</u>	<u>888</u>	<u>509</u>
6 10/1/2009 Decrease (Increase) of Business Rates per Month (Ln 4 / Ln 5)	<u>1.50</u>	<u>1.06</u>	<u>2.87</u>

June 2009 Business Customers

Bus-1 Pty Access Line - BRA	548	611	371
Key Access Line - BRA	197	118	84
PBX Access Trunk - BRA	8	9	2
Payphone Access Line - BRA	1	1	4
Payphone Access Line - Company E	4	0	0
ISDN/BRI 2B+D Bus	0	0	0
Trunk ISP	<u>96</u>	<u>149</u>	<u>48</u>
<b>Total Business Customers</b>	<b>854</b>	<b>888</b>	<b>509</b>

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	17.64	6.90	2.59
Key Access Line - BRA	36.00	16.25	4.79
PBX Access Trunk - BRA	36.00	31.35	9.79
Payphone Access Line - BRA	29.71	13.38	7.82
Payphone Access Line - Company E	29.71	13.38	7.82
ISDN/BRI 2B+D Bus	53.50	53.94	52.13
Trunk ISP	17.64	6.90	2.59

<b>New Price Adjustment Pursuant to 67-6-222</b>	<b>1.50</b>	<b>1.06</b>	<b>2.87</b>
--	-------------	-------------	-------------

Summary of 2008 Accounting entries on books to accrue ad valorem tax equity refund payment

119020-0085 Other A/R From Non Affil Co	19,496	29,221	17,573
724001-0085 Operating Taxes-Property Ad Valorem Credits	(19,496)	(29,221)	(17,573)

**CONFIDENTIAL**

**CONFIDENTIAL**

TEC Tennessee Telephone Companies  
Revised Property Tax Calculation - Net Pass Through Amount  
8th Price Adjustment Effective October 1, 2009

Response: Docket No. 09-00106

	<u>Crockett</u>	<u>Peoples</u>	<u>West Tennessee</u>	<u>Total</u>
1. Total Equity Payment Received June/July 2009	33,997.25	48,731.06	30,501.66	113,229.97
2. Jurisdictional Separations Impact (Part 36/69). Ln 1 * Separations factor	8,499.31	12,182.77	7,625.42	28,307.49
3. Impact to USF support, if applicable (include supporting calculations)	<u>15,618.00</u>	<u>29,003.00</u>	<u>13,605.00</u>	<u>58,226.00</u>
Net Tax Savings to Company to be flowed through to business customers. (Line 1 less lines 2 and 3)	9,879.94	7,545.30	9,271.25	26,696.48
5. Total Excess Flow per Worksheet	<u>(5,454.06)</u>	<u>(3,732.00)</u>	<u>(8,277.91)</u>	<u>(17,463.98)</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>15,334.00</u>	<u>11,277.30</u>	<u>17,549.16</u>	<u>44,160.45</u>

USF Impact Schedule

USF Yearly Payment from USF Algorithm W/O Tax Equity Payment Received June/July 2008	272,647.00	1,148,965.00	281,234.00	1,702,846.00
USF Yearly Payment from USF Algorithm With Tax Equity Payment Received June/July 2008	<u>288,265.00</u>	<u>1,177,968.00</u>	<u>294,839.00</u>	<u>1,761,072.00</u>
Impact to USF support	<u>15,618.00</u>	<u>29,003.00</u>	<u>13,605.00</u>	<u>58,226.00</u>

**CONFIDENTIAL**

**TEC Tennessee Telephone Companies**  
**Property Tax Reduction Excess Flow Worksheet**  
**For October 1, 2009**

		<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)
<b>Net</b>		<b>22,594</b>		<b>38,401</b>		<b>30,548</b>	<b>91,543</b>
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)
<b>Net</b>		<b>19,547</b>		<b>7,354</b>		<b>24,711</b>	<b>51,612</b>
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)
<b>Net</b>		<b>5,555</b>		<b>6,030</b>		<b>9,608</b>	<b>21,193</b>
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)
<b>Net</b>		<b>6,188</b>		<b>6,677</b>		<b>8,784</b>	<b>21,649</b>
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)
<b>Net</b>		<b>5,130</b>		<b>5,296</b>		<b>6,640</b>	<b>17,066</b>
Equity Payment Received 08		20,142		29,918		17,850	67,910
Jurisdictional Separations		(5,036)		(7,480)		(2,231)	(14,747)
High Cost		(10,695)		(17,634)		(9,285)	(37,614)
<b>Net</b>		<b>4,411</b>		<b>4,804</b>		<b>6,334</b>	<b>15,549</b>
Equity Payment Received 09		33,997		48,731		30,502	113,230
Jurisdictional Separations		(8,499)		(12,183)		(3,813)	(24,495)
High Cost		(15,618)		(29,003)		(13,605)	(58,226)
<b>Net</b>		<b>9,880</b>		<b>7,545</b>		<b>13,084</b>	<b>30,509</b>
<b>Total Net to Flow</b>		<b>73,305</b>		<b>76,107</b>		<b>99,709</b>	<b>249,121</b>
<b>Total Flowed</b>		<b>67,851</b>		<b>72,375</b>		<b>91,431</b>	<b>231,657</b>
<b>Excess Flow</b>		<b>5,454</b>		<b>3,732</b>		<b>8,278</b>	<b>17,464</b>
Monthly Decrease		455		311		690	1,455
Units	854	0.53	888	0.35	509	1.36	
<b>Monthly Decrease</b>		<b>0.53</b>		<b>0.35</b>		<b>1.36</b>	
<b>Property Tax Rate Reductions</b>							
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)
07-08 Rate Decrease		0.37		0.31		0.66	
12 Months		4.44		3.72		7.92	
X units	891	3,956	1023	3,806	597	4,728	12,490
08-09 Rate Decrease		0.36		0.31		0.66	
X 12		4.32		3.72		7.92	
X Units	876	3,784	929	3,456	543	4,301	11,541

# GENERAL SERVICES TARIFF

Peoples Telephone Company

Lera Roark  
Vice President  
Issued: 8/18/09

TRA Tariff 1  
SECTION 3  
18th Revised Page 2  
Cancels 17th Revised Page 2  
Effective: 10/01/09

## 3. BASIC LOCAL EXCHANGE SERVICE

### 3.1 Monthly Exchange Rates

The rates specified herein, entitle the subscriber to an unlimited number of messages to all stations bearing the designation of central offices within the serving exchange and additional exchanges as shown in Section 3.3, Local Calling Areas, of this tariff.

#### Exchanges of Erin, Tennessee Ridge & Henry

Business	Monthly Rate**	Price Adjustment Pursuant to 67-6-222*	Monthly Rate of Basic Business Telephone Service	
1-party access line	\$ 7.96	(1.06) (I)	6.90	(R)
Key system lines	17.31	(1.06) (I)	16.25	(R)
PBX trunks	32.41	(1.06) (I)	31.35	(R)
PBX extensions	2.00	0.00	2.00	
<b>Residence</b>				
1-party access line	\$ 1.91	0.00	1.91	

### 3.2 Reserved for Future Use

\*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, 2010. 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)

\*\*This service is amended pursuant to TRA Docket No. 09-00106 dated July 19, 2009. (T)

# GENERAL SERVICES TARIFF

Peoples Telephone Company

TRA Tariff 1

Section 7

Lera Roark

9th Revised Page 19

Vice President

Cancels 8th Revised Page 19

Issued: 8/18/09

Effective: 10/01/09

## 7. COIN TELEPHONE SERVICE

### 7.4 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 <sup>1</sup>	\$ 14.44		
	Price Adjustment			
	Pursuant to 67-6-222*	(1.06)		(I)
	Adjusted Payphone Access Line	13.38		(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, 2010. 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. 09-00106 dated July 19, 2009. (T)

## 11. MISCELLANEOUS SERVICE ARRANGEMENTS

CONTENTS

	<u>Page Number</u>	
11.1	Extension Access Locations	2
11.2	Extension Line Mileage	3
11.3	Tie Line Service	6
11.4	Schools, Libraries and Health Care Programs	9
11.5	Arrangements for Night, Sunday and Holiday Service	11
11.6	Enhanced Universal Emergency Number Service (E911)	13
11.7	Selective Toll Restriction Services	19
11.8	Custom Calling Services	21
11.9	Voice Mail (V-Mail) Services	36
11.10	In-Classroom Computer Access Service	40
11.11	Reserved for Future Use	42, 48 (T)
11.12	Integrated Services Digital Network (ISDN)	49 (T)
11.13	Centrex Service	95
11.14	Remote Call Forwarding Service	110
11.15	Direct-Inward Dialing Service	115
11.16	N11 Dialing Service	117
11.17	Dialing Code for Telephone Relay Service (TRS)	123



# GENERAL SERVICES TARIFF

Peoples Telephone Company

Lera Roark  
Vice President  
Issued: 8/18/09

TRA Tariff 1  
SECTION 11  
8th Revised Page 66  
Cancels 7th Revised Page 66  
Effective: 10/01/09

## 11. MISCELLANEOUS SERVICE ARRANGEMENTS

### 11.12 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**		(1.06)	(1.06)	(1.06)	(I)
Adjusted ISDN Access		53.94*	53.94*	53.94*	(R)

##### b) Channels Activated

- B Channel (Maximum of 2) <sup>1</sup>					
- 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 through September 30, 2010. This reflects a true up of the rate adjustment to reflect the Company's actual level of property tax savings 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.