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August 4, 2011

#### **DELIVERED VIA FEDERAL EXPRESS**

Mr. David Foster Chief, Telecommunications Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

Crockett Telephone Company, Inc. RE:

Docket 11-00107

Dear Mr. Foster:

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

The following revised tariff pages are enclosed:

4th Revised Page 1 Section 2

Section 5

2<sup>nd</sup> Revised Page 33 2<sup>nd</sup> Revised Page 106

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, 2011. I appreciate your bringing this to the attention of the Tennessee Regulatory Authority.



If you should have questions, please do not hesitate to contact me at 601-354-9070.

Sincerely

Lisa Wigington Director of Operations

and Revenue Assurance

Enclosures (13)

cc: Crockett Telephone Company, Inc.

Consumer Advocate Division

Crockett Telephone Company, Inc.

James Garner Vice President Issued: 8/12/11 TRA Tariff 1 Section 2

4th Revised Page 1

Cancels 3<sup>rd</sup> Revised Page 1

(T)

Effective: 10/01/11

#### 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 AND LOCAL CALLING AREAS

## A. Monthly Exchange Rates

Description	Exchange Access Line Including Touch Tone	Price Adjustment Pursuant to 67-6-222 *	Monthly Rate of Basic Business Telephone Service	
Business 1-party	\$19.14	.34 (D)	\$ 18.80 (D)	(T)
PBX Trunks	37.50	.34 (D)	37.16 (D)	(T)
<b>Key System Lines</b>	37.50	.34 (D)	37.16 (D)	(T)
Residence 1-party	5.79			
PBX Trunks Key System Lines	37.50 37.50	.34 (D)	37.16 (D)	(T

#### B. Local Calling Areas

Exchange	Additional Exchanges
Alamo	Bells, Friendship, Maury City
Friendship	Alamo, Bells, Maury City
Maury City	Alamo, Bells, Friendship

<sup>\*</sup>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, 2012. 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.

Crockett Telephone Co., Inc.

James Garner Vice President Issued: 8/12/11 TRA Tariff 1 Section 5

2<sup>nd</sup> Revised Page 33

Cancels 1st Revised Page 33

Effective: 10/01/11

#### GENERAL EXCHANGE TARIFF

# PAYPHONE ACCESS LINES (Continued)

# 4. RATES AND CHARGES

		Monthly Rate	Nonrecurring Charge	
A.	Payphone Access Line Price Adjustment Pursuant to 67-6-222*	\$ 31.21 .34		(D)
	Adjusted Payphone Access Line	30.87		(D)
В.	Coin Supervision	2.21	Ф <b>Т</b> ОГ	
$\mathbf{C}$ .	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, 2012. 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.

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

Crockett Telephone Co., Inc.

James Garner Vice President Issued: 8/12/11 TRA Tariff 1 Section 5

2<sup>nd</sup> Revised Page 106

Cancels 1st Revised Page 106

Effective: 10/01/11

#### GENERAL EXCHANGE TARIFF

# INTEGRATED SERVICES DIGITAL NETWORK (ISDN) (Continued)

# 1. Business Service (IBS) (Continued)

# E. Rates and Charges

#### 1) Interface

b.

### a. Basic Rate DSL Access Arrangement/Business Service

				Rate St	ability	
			Month	Monthl	y Rate	
	I	nstallation	to	24 - 59	60 - 120	
	_	Charge	$\underline{\mathbf{Month}}$	Mos. Plan	Mos. Plan	
-	ISDN Access/ISDN with High Speed Packet		<b></b>	<b>.</b>	<b></b>	
	Access Price Adjustment	\$58.50*	\$ 55.00*	\$ 55.00*	\$ 55.00*	
	Pursuant to 67-6-222**		.34	.34	.34	(D)
	Adjusted ISDN Access	\$58.50	\$ 54.66	\$ 54.66	\$ 54.66	(D)
. (	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	

<sup>\*</sup> Does not apply at initial installation of ISDN Service. Applicable only for subsequent changes.

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**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.

<sup>\*\*</sup> 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, 2012. 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.

Response: Docket No. 11-00107

# TEC Tennessee Telephone Companies Revised True Up of Business Rates for Tennessee Ad Valorem Tax Equity Payments Received For October 1, 2011

	Crockett
1 10th Price Adjustment Amount - (per Pass Thru W/S Ln 4)	2,953.17
2 9th Price Adjustment Amount - (per Pass Thru W/S Ln 5)	(43.40)
3 True-up amount (Ln 1 - Ln 2)	2,996.56
4 Monthly Revenue amount for rate adjustment (Ln 3 / 12)	<u>249.71</u>
5 June 2011 Business Customers	<u>735</u>
6 10/1/2011 Decrease (Increase) of Business Rates per Month (Ln 4 / Ln 5)	<u>0.34</u>
June 2011 Business Customers Bus-1 Pty Access Line - BRA Key Access Line - BRA PBX Access Trunk - BRA Payphone Access Line - BRA Payphone Access Line - Company E ISDN/BRI 2B+D Bus Trunk ISP Total Business Customers	532 187 0 0 0 0 0 16 735
Old Rates Bus-1 Pty Access Line - BRA Key Access Line - BRA PBX Access Trunk - BRA Payphone Access Line - BRA Payphone Access Line - Company E ISDN/BRI 2B+D Bus Trunk ISP	19.14 37.50 37.50 31.21 31.21 55.00 19.14
New Rates Bus-1 Pty Access Line - BRA Key Access Line - BRA PBX Access Trunk - BRA Payphone Access Line - BRA Payphone Access Line - Company E ISDN/BRI 2B+D Bus Trunk ISP	18.80 37.16 37.16 30.87 30.87 54.66 18.80
New Price Adjustment Pursuant to 67-6-222	0.34
Summary of 2010 Accounting entries on books to accrue ad valorem tax equity re	fund payment
119020-0085 Other A/R From Non Affil Co	6,635
724001-0085 Operating Taxes-Property Ad Valorem Credits	(6,635)

# TEC Tennessee Telephone Companies Revised Property Tax Calculation - Net Pass Through Amount 10th Price Adjustment Effective October 1, 2011

•	. Total Equity Payment Received June/July 2011	<u>Crockett</u> 10,098.89
	Jurisdictional Separations Impact (Part 36/69). Ln 1 * Separations factor	2,524.72
	Impact to USF support, if applicable (include supporting calculations)	4,621.00
	Net Tax Savings to Company to be flowed through to business customers. (Line 1 less lines 2 and 3)	2,953.17
	Total Excess Flow per Worksheet	(43.40)
	<b>Difference (Line 4 less Line 5)</b> 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.	2,996.56
	USF Impact Schedule	
	USF Yearly Payment from USF Algorithm W/O Tax Equity Payment Received June/July 2011	0.00
	USF Yearly Payment from USF Algorithm With Tax Equity Payment Received June/July 2011	4,621.00
	Impact to USF support	4,621.00

Response: Docket No. 11-00107

#### TEC Tennessee Telephone Companies Property Tax Reduction Excess Flow Worksheet For October 1, 2011

		стс	
Equity Payment Received 02-03 Jurisdictional Separations Net		27,254 (4,660) 22,594	
Equity Payment Received 04 Jurisdictional Separations High Cost Net		26,062 (6,515) <u>0</u> 19,547	
Equity Payment Received 05 Jurisdictional Separations High Cost Net		23,744 (5,936) (12,253) 5,555	
Equity Payment Received 06 Jurisdictional Separations High Cost Net		27,262 (6,816) (14,258) <b>6,188</b>	
Equity Payment Received 07 Junsdictional Separations High Cost Net		22,726 (5,681) (11,915) <b>5,130</b>	
Equity Payment Received 08 Jurisdictional Separations High Cost Net		20,142 (5,036) (10,695) <b>4,411</b>	
Equity Payment Received 09 Jurisdictional Separations High Cost Net		33,997 (8,499) (15,618) 9,880	
Equity Payment Received 10 Jurisdictional Separations High Cost Net		10,484 (2,621) (4,914) <b>2,949</b>	
Equity Payment Received 11 Jurisdictional Separations High Cost Net		10,099 (2,525) (4,621) <b>2,953</b>	
Total Net to Flow		79,207	
T-1-1-F11		79,164	
Total Flowed		10,101	
Excess Flow		43	_
	735		727
Excess Flow  Monthly Increase	735	43	727
Excess Flow  Monthly Increase Units	735	43 0.00	727
Excess Flow  Monthly Increase Units  Monthly Increase	735	43 0.00	727
Excess Flow  Monthly Increase Units  Monthly Increase Property Tax Rate Reductions 02-03 Rate Decrease 21 Months X units	735	43 0.00 0.00 1.56 32.76 32,596	727
Excess Flow  Monthly Increase Units  Monthly Increase  Property Tax Rate Reductions  02-03 Rate Decrease 21 Months		43 4 0.00 0.00 1.56 32.76	
Excess Flow  Monthly Increase Units  Monthly Increase  Property Tax Rate Reductions  02-03 Rate Decrease 21 Months X units  03-04 Rate Decrease 12 Months X units  04-05 Rate Decrease	995	1.56 32.76 32,596 0.44 5.28 4,826	932
Excess Flow  Monthly Increase Units  Monthly Increase  Property Tax Rate Reductions  02-03 Rate Decrease 21 Months X units  03-04 Rate Decrease 12 Months X units	995	43 4 0.00 0.00 1.56 32.76 32,596 0.44 5.28 4,826	932
Excess Flow  Monthly Increase Units  Monthly Increase Property Tax Rate Reductions  02-03 Rate Decrease 21 Months X units  03-04 Rate Decrease 12 Months X units  04-05 Rate Decrease 12 Months	995 914	43 4 0.00 0.00 1.56 32.76 32,596 0.44 5.28 4,826 0.72 8.64	932 878 1035
Excess Flow  Monthly Increase Units  Monthly Increase Property Tax Rate Reductions 02-03 Rate Decrease 21 Months X units 03-04 Rate Decrease 12 Months X units 04-05 Rate Decrease 12 Months X units 05-06 Rate Decrease 12 Months	995 914 955	43 4 0.00 0.00 1.56 32.76 32,596 0.44 5.28 4,826 0.72 8,64 8,251 1.98 23.76	932 878 1035
Excess Flow  Monthly Increase Units  Monthly Increase Property Tax Rate Reductions 02-03 Rate Decrease 21 Months X units 03-04 Rate Decrease 12 Months X units 04-05 Rate Decrease 12 Months X units 05-06 Rate Decrease 12 Months X units 06-07 Rate Decrease 12 Months X units	995 914 955 945	43 4 0.00 0.00 1.56 32.76 32,596 0.44 5.28 4,826 0.72 8.64 8,251 1.98 23.76 22,453 -0.73 -0.73 -8.76	932 878 1035 1023
Monthly Increase Units  Monthly Increase Property Tax Rate Reductions 02-03 Rate Decrease 21 Months X units 03-04 Rate Decrease 12 Months X units 04-05 Rate Decrease 12 Months X units 05-06 Rate Decrease 12 Months X units 06-07 Rate Decrease 12 Months X units 07-08 Rate Decrease 12 Months X units 08-09 Rate Decrease 12 Months X units 08-09 Rate Decrease 12 Months X units 08-09 Rate Decrease X 12 X Units	995 914 955 945	43 4 0.00 0.00 1.56 32.76 32,596 0.44 5.28 4.826 0.72 8.64 8.251 1.98 23.76 22.453 -0.73 -8.76 (8.015) 0.37 4.44 3.956 0.36 4.32 3.784	932 878 1035 1023
Excess Flow  Monthly Increase Units  Monthly Increase Property Tax Rate Reductions  02-03 Rate Decrease 21 Months X units  03-04 Rate Decrease 12 Months X units  04-05 Rate Decrease 12 Months X units  05-06 Rate Decrease 12 Months X units  06-07 Rate Decrease 12 Months X units  07-08 Rate Decrease 12 Months X units  07-08 Rate Decrease 12 Months X units  08-09 Rate Decrease X 12  08-09 Rate Decrease	995 914 955 945 915	43 4 0.00 0.00 1.56 32.76 32.76 32.596 0.44 5.28 4,826 0.72 8.64 8,251 1.98 23.76 22,453 -0.73 -8.76 (8,015) 0.37 4.44 3,956 0.36 4.32	932 878 1035 1023 1008
Monthly Increase Units  Monthly Increase Property Tax Rate Reductions 02-03 Rate Decrease 21 Months X units 03-04 Rate Decrease 12 Months X units 04-05 Rate Decrease 12 Months X units 05-06 Rate Decrease 12 Months X units 06-07 Rate Decrease 12 Months X units 07-08 Rate Decrease 12 Months X units 08-09 Rate Decrease 12 Months X units 07-08 Rate Decrease 12 Months X units 08-09 Rate Decrease 12 Months X units 08-09 Rate Decrease 12 Months X units 08-09 Rate Decrease 12 X Units 08-10 Rate Decrease X 12	995 914 955 945 915 891	43 4 0.00 0.00 1.56 32.76 32.596 0.44 5.28 4.826 0.72 8.64 8.251 1.98 23.76 22.453 -0.73 -8.76 (8.015) 0.37 4.44 3.956 0.36 4.32 3.784 1.50 1.	932 878 1035 1023 1008 1023 929 888