

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

In the Matter of the Local Exchange Rate Tariff Filing of)
BPS Telephone Company To Comply with the FCC's) **File No. IT-2012-0374**
Nov. 18, 2011 Order Establishing a Local Rate Floor) Tariff No. JL-2012-0708

In the Matter of the Request of Alma Telephone) **File No. IT-2012-0375**
Company for Expedited Treatment of Local Rate Increase) Tariff No. JL-2012-0739

In the Matter of the Revised Tariff Filing of Citizens)
Telephone Company of Higginsville, MO to Comply with) **File No. IT-2012-0376**
The FCC's Nov. 18, 2011 Order Establishing a Local) Tariff No. JL-2012-0709
Rate Floor)

In the Matter of the Revised Tariff Filing of Ellington)
Telephone Company to Comply with the FCC's) **File No. IT-2012-0378**
Nov. 18, 2011 Order Establishing a Local Rate Floor) Tariff No. JL-2012-0710

In the Matter of the Revised Tariff Filing of Farber)
Telephone Company to Comply with the FCC's) **File No. IT-2012-0379**
Nov. 18, 2011 Order Establishing a Local Rate Floor) Tariff No. JL-2012-0711

In the Matter of the Revised Tariff Filing of Goodman)
Telephone Company to Comply with the FCC's) **File No. IT-2012-0380**
Nov. 18, 2011 Order Establishing a Local Rate Floor) Tariff No. JL-2012-0725

In the Matter of the Revised Tariff Filing of Granby)
Telephone Company to Comply with the FCC's) **File No. IT-2012-0381**
Nov. 18, 2011 Order Establishing a Local Rate Floor) Tariff No. JL-2012-0728

In the Matter of the Revised Tariff Filing of K.L.M.)
Telephone Company to Comply with the FCC's) **File No. IT-2012-0382**
Nov. 18, 2011 Order Establishing a Local Rate Floor) Tariff No. JL-2012-0712

In the Matter of the Revised Tariff Filing of Miller)
Telephone Company to Comply with the FCC's) **File No. IT-2012-0383**
Nov. 18, 2011 Order Establishing a Local Rate Floor) Tariff No. JL-2012-0719

In the Matter of the Revised Tariff Filing of Oregon)
Farmers Mutual Telephone Company to Comply with) **File No. IT-2012-0384**
The FCC's Nov. 18, 2011 Order Establishing a Local Rate) Tariff No. JL-2012-0713
Floor)

In the Matter of the Revised Tariff Filing of Ozark)
Telephone Company to Comply with the FCC's) **File No. IT-2012-0385**
Nov. 18, 2011 Order Establishing a Local Rate Floor) Tariff No. JL-2012-0726

In the Matter of the Revised Tariff Filing of Peace Valley)
Telephone Company to Comply with the FCC's) **File No. IT-2012-0386**
Nov. 18, 2011 Order Establishing a Local Rate Floor) Tariff No. JL-2012-0715

In the Matter of the Revised Tariff Filing of Seneca Telephone Company to Comply with the FCC's Nov. 18, 2011 Order Establishing a Local Rate Floor)))	<u>File No. IT-2012-0387</u> Tariff No. JL-2012-0727
In the Matter of the Revised Tariff Filing of Steelville) Telephone Company to Comply with the FCC's Nov. 18, 2011 Order Establishing a Local Rate Floor))	<u>File No. IT-2012-0388</u> Tariff No. JL-2012-0721
In the Matter of the Revised Tariff Filing of Stoutland Telephone Company to Comply with the FCC's Nov. 18, 2011 Order Establishing a Local Rate Floor)))	<u>File No. IT-2012-0389</u> Tariff No. JL-2012-0714
In the Matter of the Revised Tariff Filing of FairPoint Communications Missouri, Inc. d/b/a FairPoint Communications)))	<u>File No. IT-2012-0390</u> Tariff No. JL-2012-0720

CORRECTION TO STAFF RECOMMENDATION

COMES NOW the Staff of the Missouri Public Service Commission and for its recommendation states:

1. On May 23, 2012, the Staff filed an Attachment A to the Staff Memorandum that contained incorrect rates in some of the figures pertaining to Fairpoint Communications. The differences are not material to the Staff's recommendation, but the Staff requests that the presently filed Attachment A be substituted in its entirety by the Attachment A filed with this pleading.

2. This does not change the substance of the Staff's analysis and does not change the fact that Fairpoint Communications is only raising the rate in question to the minimum benchmark rate.

WHEREFORE, the Staff requests that the presently filed Attachment A be substituted in its entirety by the Attachment A filed with this pleading.

Respectfully submitted,



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CERTIFICATE OF SERVICE

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 23rd day of May, 2012.



Telco Rate Increases Requiring Commission Vote prior to June 1, 2012

The following companies have requested Expedited Approval of Tariff Sheets on less than 30-days notice with a June 1, 2012 effective date. Customers will have been notified 30-days in advance because rates will not go into effect until July 1, 2012.

COMPANY	CASE #	Tariff #	Current R1	Proposed R1	% Increase	Current B1	Proposed B1	% Increase	Revenue Impact	¹⁶ % of Total Revenue	¹⁷ Potential Annual H.C. Loss
Alma Communications Company	IT-2012-0375	JI-2012-0739	\$ 6.50	\$ 10.00	54%	\$ 10.25	\$ 15.00	46%	\$ 14,091	15%	\$12,642
¹ BPS Telephone Company	IT-2012-0374	JI-2012-0708	\$ 7.00	\$ 10.00	43%	\$ 14.00	\$ 14.00	0%	\$ 74,172	7%	\$100,476
² Citizens Telephone of Higginsville	IT-2012-0377	JI-2012-0709	\$ 8.25	\$ 10.00	21%	\$ 14.00	\$ 14.00	0%	\$ 49,539	4%	\$70,644
³ Ellington Telephone	IT-2012-0378	JI-2012-0710	\$ 6.70	\$ 10.00	49%	\$ 10.50	\$ 10.50	0%	\$ 52,296	6%	\$70,330
⁴ FairPoint Communications	IT-2012-0390	JI-2012-0720	\$6.50-\$7	\$ 10.00	43%-54%	\$13.00-\$14.00	\$13.00-\$14.00	0%	\$ 52,581	3%	\$188,913
⁵ Farber Telephone	IT-2012-0379	JI-2012-0711	\$ 7.75	\$ 10.00	29%	\$ 12.25	\$ 12.25	0%	\$ 3,672	7%	\$4,293
⁶ Goodman Telephone	IT-2012-0380	JI-2012-0725	\$ 7.60	\$ 10.00	24%	\$ 12.65	\$ 12.65	0%	\$ 33,955	9%	\$40,723
⁷ Granby Telephone	IT-2012-0381	JI-2012-0728	\$ 6.60	\$ 10.00	52%	\$ 8.85	\$ 10.00	13%	\$ 22,714	4%	\$77,928
⁸ KLM Telephone	IT-2012-0382	JI-2012-0712	\$ 7.25	\$ 10.00	38%	\$ 12.75	\$ 12.75	0%	\$ 32,769	6%	\$41,151
⁹ Miller Telephone	IT-2012-0383	JI-2012-0719	\$ 9.00	\$ 10.00	11%	\$ 14.00	\$ 14.00	0%	\$ 7,500	3%	\$9,396
¹⁰ Oregon Farmers Mutual	IT-2012-0384	JI-2012-0713	\$ 8.00	\$ 10.00	25%	\$ 12.00	\$ 14.00	17%	\$ 23,736	5%	\$23,736
¹¹ Ozark Telephone	IT-2012-0385	JI-2012-0726	\$ 6.50	\$ 10.00	54%	\$ 13.00	\$ 13.00	0%	\$ 58,716	14%	\$82,404
¹² Peace Valley Telephone Co.	IT-2012-0386	JI-2012-0715	\$ 6.50	\$ 10.00	54%	\$ 7.50	\$ 10.00	33%	\$ 17,184	4%	\$17,808
¹³ Seneca Telephone	IT-2012-0387	JI-2012-0727	\$ 8.10	\$ 10.00	23%	\$ 11.80	\$ 11.80	0%	\$ 43,046	6%	\$58,664
¹⁴ Steelville Telephone Exchange	IT-2012-0388	JI-2012-0721	\$ 8.95	\$ 10.00	12%	\$ 14.45	\$ 14.45	0%	\$ 24,189	1%	\$52,970
¹⁵ Stoutland Telephone	IT-2012-0389	JI-2012-0714	\$ 8.75	\$ 10.00	14%	\$ 13.25	\$ 13.25	0%	\$ 6,465	1%	\$8,025

¹ Began operations in 1996 and never had a rate increase. Includes call transfer, speed dial 8, and auto call back.

² 19 years since last rate increase

³ 30 years since last rate increase. Eliminating rotary dial option.

⁴ Over 15 years since last rate increase. Emergency line service increases to \$5 monthly. MCA service decreases by 15%.

⁵ 26 years since last rate increase.

⁶ Has been approximately 30 years since last rate increase.

⁷ Has been over 30 years since last rate increase.

⁸ 13 years since last rate increase.

⁹ Has been over 20 years since last rate increase.

¹⁰ Over 30 years since last rate increase. Increasing multi line business rate by 11%.

¹¹ Has been at least 16 years since last rate increase.

¹² Has been over 30 years since last rate increase. Includes call waiting, cancel call waiting, call forwarding, and 3way calling.

¹³ Has been over 30 years since last rate increase.

¹⁴ 16 years since last rate increase. Adding no charge for cw, cf, auto redial, and economy bundle.

¹⁵ 24 years since last rate increase (had 1996 reduction).

¹⁶ Percent Intrastate regulated Revenue

¹⁷ Company's high cost support that would be lost if the company's local rates are not raised to the benchmark.