

**THE STATE CORPORATION COMMISSION
OF THE STATE OF KANSAS**

Before Commissioner

Jay Scott Emler, Chairman
Shari Feist Albrecht
Pat Apple

In the Matter of the Audit of Wamego Telecommunications)
Company, Inc. by the Kansas Universal Service Fund)
(KUSF) Administrator Pursuant to K.S.A. 2014 Supp.) Docket No. 16-WTCT-037-KSF
66-2010(b) for KUSF Operating Year 18, Fiscal Year)
March 2014-February 2015.)

ORDER ADOPTING GVNW CONSULTING, INC.'s
AUDIT REPORT AND RECOMMENDATIONS

The above-captioned matter comes before the State Corporation Commission of the State of Kansas (Commission) for consideration and determination. Having examined its files and record, and being duly advised in the premises, the Commission finds and concludes as follows:

1. On August July 30, 2015, the Commission directed GVNW Consulting, Inc. (GVNW) to perform an audit of Wamego Telecommunications Company, Inc. (Wamego) for Kansas Universal Service Fund (KUSF) purposes.

2. On January 19, 2016, GVNW filed its Audit Report of even date covering GVNW's audit of Wamego stating that the company is current with its KUSF obligations.¹ GVNW's Audit Report makes the following audit findings and recommendations:

Audit Finding No. 1: Wamego did not report PRI lines or the associated revenues to the KUSF for the period of September 2007 through November 2015, therefore under-reporting its KUSF obligations. Wamego pays its KUSF obligations using the per-line assessment rate methodology, thus, the number of lines reported impacts the assessment owed by the company. Since the company pays its assessment on a per line basis, the overall financial impact to the KUSF is immaterial; however, the PRI revenues reported affect the revenues considered by Staff during its annual KUSF assessment calculations. Wamego modified its KUSF reporting procedures and began reporting its PRI lines and revenues, effective with the November 2015 data reported in December 2015.²

¹ Confirmed on January 6, 2016 with the KUSF Administrator.

² Audit Report, page 3.

Recommendation: GVNW recommends that Wamego be directed to submit Audit True-ups for KUSF Operating Years 11 (March 2007-February 2008), 12 (March-2008-February 2009), 13 (March 2009-February 2010), 14 (March 2010-February 2011), 15 (March 2011-February 2012), 16 (March 2012-February 2013), 17 (March 2013-February 2014), 18 and quarterly True-ups for KUSF Year 19 (March 2015-February 2016) to report the number of PRI lines and revenues to correct the audit deficiency outlined in this docket. GVNW recommends that Wamego be directed to submit its True-Ups within 60 days of the issuance of an Order. After GVNW has reviewed the company's submission and verifies Wamego is in compliance with the audit finding, GVNW will submit a Compliance Report.

3. The Commission has reviewed GVNW's KUSF Audit Report filed in this matter on January 19, 2016, and finds that it should accept the Audit Report and adopt GVNW's recommendations.

IT IS, THEREFORE, BY THE COMMISSION ORDERED THAT:

A. The Commission accepts and adopts GVNW Consulting, Inc.'s KUSF Audit Report for Wamego Telecommunications Company, Inc. filed in this docket on January 19, 2016.

B. In accord with GVNW's recommendation with respect to Finding No. 1 of its Audit Report, Wamego is directed to submit True-ups for KUSF Operating Years 11, 12, 13, 14, 15, 16, 17, 18, and quarterly True-ups for KUSF Year 19 as detailed in paragraph 2 above. Wamego is further directed to submit its True-ups within sixty (60) from the issuance of this Order.

C. Upon GVNW's receipt, review, and verification that Wamego is in compliance with Audit Finding No. 1, GVNW is directed to submit a Compliance Report.

D. The Commission retains jurisdiction over Wamego Telecommunications Company, Inc. and the subject matter of this Docket for the purpose of issuing such additional orders as it may deem necessary.

BY THE COMMISSION IT IS SO ORDERED.

Emler, Chairman; Albrecht, Commissioner; Apple, Commissioner

Dated: FEB 02 2016



Amy L. Green
Secretary to the Commission

Order Mailed Date

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FEB 03 2016

CERTIFICATE OF SERVICE

16-WTCT-037-KSF

I, the undersigned, certify that the true copy of the attached Order has been served to the following parties by means of first class mail/hand delivered on **FEB 02 2016**.

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/S/ DeeAnn Shupe

DeeAnn Shupe

Order Mailed Date

FEB 03 2016