



**GVNW CONSULTING, INC.**

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March 31, 2017

Ms. Amy L. Green  
Secretary to the Commission  
Kansas Corporation Commission  
1500 SW Arrowhead Road  
Topeka, KS 66604-4027

RE: Docket No. 17-RNBT-026-KSF  
*In the Matter of the Audit of Rainbow Telecommunications Association, Inc. (IXC)  
by the Kanas Universal Service Fund (KUSF) Administrator Pursuant to K.S.A  
2015 Supp. 66-2010(b) for KUSF Operating Year 19, Fiscal Year March 2015-  
February 2016*

Dear Ms. Green:

In its August 2, 2016 order the Kansas Corporation Commission (KCC) directed GVNW to perform a KUSF carrier audit of Rainbow Telecommunications Association, Inc. (IXC) (Rainbow IXC or Company) to ensure that the data submitted to the KUSF via the KUSF CRWs, the assessments paid, and the calculation and application of the flow-through surcharge billed to and collected from Rainbow IXC's customers, if applicable, are appropriate and accurate.

The KCC directed GVNW to file two versions of the audit report with the KCC; one version containing confidential information and one version with the confidential data redacted for public disclosure. Rainbow IXC's audit does not require a separate confidential report; therefore, only the enclosed public audit report for Rainbow IXC is being filed.

Copies of the supporting documentation, including GVNW's audit work papers and information provided by the company, are not included with the audit report, but are available from GVNW upon request.

Sincerely,

A handwritten signature in black ink, appearing to read "David Winter", is written over a horizontal line.

David Winter  
Senior Consultant

cc w/encl: Sandy Reams

## CERTIFICATE OF SERVICE

I hereby certify that on this 31<sup>st</sup> day of March 2017, the above Kansas Universal Service Fund Audit Report was e-filed with the Kansas Corporation Commission and a copy was sent via electronic mail and/or U.S. Mail to:

Kansas Corporation Commission  
1500 S.W. Arrowhead Road  
Topeka, KS 66604

Otto Newton, Litigation Counsel  
Otto Newton  
1500 SW Arrowhead Road  
Topeka, KS 66604  
Email: [o.newton@kcc.ks.gov](mailto:o.newton@kcc.ks.gov)

Colleen R. Jamison  
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Beverly Armstrong, Director Of Administration  
Rainbow Telecommunications Association, Inc.  
608 Main St  
PO Box 147  
Everest, KS 66424-0147  
Email: [bev@rainbowtel.com](mailto:bev@rainbowtel.com)

A handwritten signature in black ink, appearing to read "David Winter", is written over a horizontal line.

David Winter

## Kansas Universal Service Fund Audit Report

**Docket No.:** 17-RNBT-026-KSF  
Rainbow Telecommunications Association Inc. (IXC)

**Prepared For:** Kansas Corporation Commission  
Kansas Universal Service Fund

**Prepared By:** Jim Worlton  
GVNW Consulting, Inc.

**Audit Period:** March 1, 2015 through February 29, 2016  
Kansas Operating Year 19 (Operating Year 19)

**Company Representatives:** Beverly Armstrong  
Jason Smith

**Date of On-Site Audit:** November 29 and 30, 2016

**Date Submitted to Company:** March 31, 2017

### Audit Summary

Based on the Kansas Universal Service Fund (KUSF) Carrier Review Procedures for Operating Year 19,<sup>1</sup> GVNW Consulting, Inc. (GVNW) did not identify any KUSF deficiencies regarding Rainbow Telecommunications Association Inc.'s interexchange carrier (IXC) (Rainbow IXC or Company) and recommends this Docket be closed.

### Current KUSF Obligations

Rainbow IXC is current with its KUSF obligations.<sup>2</sup>

### Background

Rainbow IXC is certified as a long-distance service provider headquartered in Everest, Kansas. The Company only offers intrastate long distance and operator services. As an IXC, the Company does not offer Lifeline services. Rainbow IXC is required to report its revenue and pay the related assessments to the KUSF on a monthly basis.<sup>3</sup> The Company is authorized to collect an amount equal to or less than its assessment from customers,<sup>4</sup> and does so.

Rainbow IXC does not offer bundled services and reports gross revenues prior to discounts for KUSF reporting purposes.<sup>5</sup>

<sup>1</sup> Docket No. 15-GIMT-073-GIT (Docket 15-073), July 14, 2016, Order Accepting GVNW's KUSF Year 19 Audit Selections, Proposed Revisions to Selection Criteria and Audit Review Procedures.

<sup>2</sup> Confirmed on March 13, 2017, with the KUSF Administrator.

<sup>3</sup> Docket No. 06-GIMT-332-GIT, January 23, 2006, Order Setting the Kansas Universal Service Fund Assessment Rate for Year Ten and Establishing Reporting Requirements.

<sup>4</sup> K.S.A. 66-2008(a).

<sup>5</sup> Source: Rainbow IXC response to DR No 3.C

On August 2, 2016, the KCC issued Order No. 1 in this Docket, No. 17-RNBT-026-KSF (Docket 17-026), directing GVNW to conduct an audit for KUSF purposes.

**Audit Findings**

GVNW conducted the audit of Rainbow IXC in accordance with the KUSF Carrier Review Procedures adopted by the KCC.<sup>6</sup>

GVNW did not identify any KUSF audit deficiencies related to the current audit period and recommends closing this Docket.

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<sup>6</sup> Docket 15-073, July 14, 2016, Order.