BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

STATE CORPORATION COMMISSION

JAN 0 4 2011

In the Matter of an Investigation to) Julian Things
Determine the Assessment Rate for the	
Fifteenth Year of the Kansas Universal) Docket No. 11-GIMT-201-GIT
Service Fund and the Affordable Local)
Service Rates for Rate-of-Return Regulated)
Carriers, Effective March 1, 2011.)

NOTICE OF FILING OF ERRATA TO STAFF TESTIMONY

COMES NOW the Staff of the State Corporation Commission of the State of Kansas (Staff and Commission, respectively) and files a replacement for page 11 of Sandy Reams' testimony previously filed in this docket on December 22, 2010. This replacement page corrects 3 errors discovered in "Table 2" at line 15; the corrections are designated by an "R."

WHEREFORE Staff requests the Commission consider its report and recommendation and for such other and further relief as the Commission deems just and proper.

Respectfully submitted,

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B, page 7, shows SWBT continues to experience an annual line loss, with the losses ranging from 8% to over 11%. Staff recognized a 10.0% line loss in the calculation of the \$2.04 per line assessment. Confidential Attachment C, page 8, shows CenturyLink has experienced annual line losses of approximately 7% per year; therefore, the \$1.91 per line assessment reflects a projected 7.0% line loss.

III. KUSF FUNDING OBLIGATIONS

7 Q. What is the estimated total KUSF Obligation for KUSF Year 15?

A. The actual KUSF support paid to a carrier or for a program may vary from the estimates recognized in these calculations. Exhibit SKR-1, page 1, line 18, shows total KUSF Year 15 funding obligations of \$65.7 million. This amount is reduced by the projected February 2011 reserve of 2.8 million¹¹ and then increased by the \$4.7 million contingency fund.¹² As a result, the KUSF needs to collect \$67.7 million from providers. The proposed KUSF Year 15 funding levels compared to the current Year 14 funding levels are shown in Table 2:

15 Table 2: KUSF Funding Requirements (In Millions)

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Description	Year 15			Year 14		Difference	
Gross KUSF Obligations	\$	65.7	\$	73.6	\$	(7.9)	
Less: Reserve		(2.7)		(.9) R		(1.8) R	
Plus: Contingency Allowance		4.7		5.5		(.8)	
Adjusted Net KUSF Obligations	\$	67.7	\$	78.2	\$	(10.5) R	

16 Q. Exhibit SKR-1, page 1, line 1, shows the rural LECs will receive \$24.1 million from

the KUSF. How was this amount calculated?

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¹¹ In the Matter of the Investigation to Determine the March 1, 2000 Assessment for the New Kansas Universal Service Fund Year, Docket No. 00-GIMT-236-GIT, January 29, 2000 Order Establishing Year 4 Assessment Rate at ¶ 26.

¹² Id., at ¶ 28.

STATE OF KANSAS)
) ss
COUNTY OF SHAWNEE)

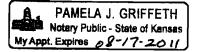
VERIFICATION

Sandra K. Reams, being duly sworn upon her oath deposes and says that she is the Managing Auditor - Telecommunications for the State Corporation Commission of the State of Kansas, that she has read and is familiar with the foregoing *Revised Page of Direct Testimony*, and that the statements contained therein are true and correct to the best of her knowledge, information and belief.

Sandra K. Reams

Managing Auditor - Telecommunications State Corporation Commission of the State of Kansas

Subscribed and sworn to before me this 4th day of January, 2011.



Notary Public Thy to

My Appointment Expires: August 17, 2011

CERTIFICATE OF SERVICE

11-GIMT-201-GIT

I, the undersigned, hereby certify that a true and correct copy of the above and foregoing Notice of Filing of Errata to Staff Testimony was placed in the United States mail, postage prepaid, or hand-delivered this 4th day of January, 2011, to the following:

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Pamela Griffeth

Administrative Specialist