

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

In the Matter of the Application and Request)
Of Blue Valley Tele-Communications, Inc. For) **Docket No. 20-BLVT-218-KSF**
An Increase in its Cost-Based Kansas)
Universal Service Fund Support)

DIRECT TESTIMONY

PREPARED BY

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UTILITIES DIVISION

KANSAS CORPORATION COMMISSION

March 20, 2020

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10

11 **I. Introduction and Qualifications of Testimony**

12 **Q. Would you please state your name and business address?**

13 A. My name is Ian D. Campbell and my business address is 1500 Southwest Arrowhead
14 Road, Topeka, Kansas, 66604.

15 **Q. By whom are you employed and in what capacity?**

16 A. I am employed by the Kansas Corporation Commission (Commission) as a Regulatory
17 Auditor.

18 **Q. What is your educational background and professional experience?**

19 A. I received a Bachelor of Science in Business with a concentration in Accounting, as well
20 as a minor in Modern Language from Emporia State University in May 2019. I began
21 employment with the Commission in my current position in May 2019.

22 **Q. Have you ever testified before this Commission?**

23 A. Yes, I provided Direct Testimony in 19-ATMG-525-RTS. I have also participated in
24 multiple ratemaking dockets. A list of my previous Staff assignments and the areas
25 covered is available upon request.

II. Executive Summary

1
2 **Q. What were your responsibilities in the review of Blue Valley Tele-Communications,**
3 **Inc.'s (Blue Valley) November 8, 2019, Application?**

4 A. My responsibilities as a Regulatory Auditor were to analyze, audit, and review Blue
5 Valley's filing before the Commission to determine its cost-based Kansas Universal
6 Service Fund (KUSF) support to reflect its current revenue requirement and
7 circumstances. I reviewed the Company's filing, requested and analyzed additional
8 information, and participated in an on-site review at the Company's headquarters in
9 Home, Kansas, to inspect records, tour the Company's facilities, and to confer with Blue
10 Valley's management and consultant. In addition, I calculated and am sponsoring selected
11 Staff adjustments to Blue Valley's Pro Forma Income Statement. My duties were carried
12 out under the direction of the Senior Auditor, Katie Figgs, and the Chief of Accounting
13 and Financial Analysis, Justin Grady.

14 **Q. What is the purpose of your testimony in this proceeding?**

15 A. The purpose of my testimony is to sponsor adjustments based on Staff's review of Blue
16 Valley's Application. In summary, I recommend that the Commission:

- 17 • Update local service and Intrastate Access Revenue and KUSF support
18 included in Blue Valley's filing to reflect the most current amounts;
- 19 • Update estimated audit expenses included in Blue Valley's filing to known
20 audit expenses at the time of Staff's filing;
- 21 • Update Blue Valley's test year data to reflect actual 2018 property tax
22 expense;

- 1 • Exclude expenses which Staff contends are inappropriate to include for the
- 2 determination of necessary KUSF support, including advertising expenses,
- 3 dues and donations, lobbying, and other miscellaneous expenses; and
- 4 • Correct an error included in Blue Valley's filing.

6 III. KUSF

7 **Q. Please begin by discussing Staff Adjustment No. 1 to the Income Statement.**

8 A. Staff Adjustment No. 1 (IS-1) increases Blue Valley's overall intrastate revenues by
9 \$48,633.¹ Staff's adjustment updates Blue Valley's KUSF support to recognize known
10 and measurable changes in local revenues and intrastate access revenues. This adjustment
11 is comprised of the following three components:

- 12 ▪ An increase to local service revenues totaling \$47,528. In Docket No. 19-GIMT-
13 006-GIT (19-006), the Commission authorized a new affordable monthly rate for
14 rate-of-return companies effective March 1, 2019. Pursuant to K.S.A. 66-2005(d),
15 changes in revenue due to the changes in the affordable monthly rate are netted
16 against KUSF support payments. In other words, KUSF support payments are
17 decreased by the amount of the additional revenue generated with the increase in
18 local rates. Staff's adjustment recognizes the increase in local revenue not
19 reflected in the test year.
- 20 ▪ An increase to intrastate access revenues totaling \$1,657. In the 19-006 Docket,
21 the Commission authorized new intrastate access rates and revenues for rural
22 local exchange carriers (RLECs) to become effective July 1, 2019. As with the

¹ See Exhibit IDC-1.

1 local rate revenue increase, changes in intrastate access revenue are to be netted
2 against KUSF support payments. Staff's adjustment reflects the increase in access
3 revenue not reflected in the test year.

- 4 ■ A decrease to KUSF support of \$552. This component of Staff's adjustment
5 updates the KUSF support included in the Application to reflect the Commission-
6 approved annual support for KUSF Year 23 provided in Sandy Reams' direct
7 testimony in the 19-056 Docket.²

8 9 **IV. Intrastate Access Revenue**

10 **Q. Please discuss Staff Adjustment No. 2 to the Income Statement.**

11 A. Staff Adjustment No. 2 (IS-2) increases Blue Valley's Intrastate Access Revenue by
12 \$49,973 on a total company basis.³ Blue Valley's adjustment IS-2 reduces intrastate
13 terminating access revenue by \$49,973 to reflect the calculated reduction between its FY
14 2018/2019⁴ and FY 2019/2020⁵ intrastate revenue requirement. Blue Valley's adjustment
15 is based on the Federal Communications Commission's (FCC) Inter-carrier Compensation
16 (ICC) reforms.⁶ The FCC's ICC reforms allow a rate-of-return carrier to recover changes
17 to its interstate and intrastate terminating access revenues based on its frozen Fiscal Year
18 2011⁷ interstate and intrastate switched access and reciprocal compensation revenue
19 requirements.⁸ The FCC's methodology reduces the amount of recovery by 5% annually.

² *Direct Testimony of Sandra Reams*, 19-056 Docket, Attachment A (Dec. 14, 2018).

³ See Exhibit IDC-2.

⁴ FY 2018/2019 encompasses July 2018-June 2019. See Docket No. 18-GIMT-448-GIT, June 13, 2018 Confidential Blue Valley Tele-Communications' 2018 CAF/ICC Data Collection and Associated Certificates.

⁵ FY 2019/2020 encompasses July 2019-June 2020. See Docket No. 19-GIMT-423-GIT, June 17, 2019 Confidential Blue Valley Tele-Communications CAF ICC Data Collection and Certifications.

⁶ See *In the Matter of Connect America Fund*, 26 F.C.C. Rcd. 17663 (Nov. 18, 2011).

⁷ FY 2011 encompasses Oct. 2010-Sept. 2011. See 47 CFR § 51.903(e); 47 CFR 51.917.

⁸ *Id.*, at ¶ 39.

1 The FCC established two recovery Mechanisms, the Connect America Fund (CAF) and
2 the Access Recovery Charge (ARC), through which carriers would recover the reduction
3 in access revenues.

4 K.S.A. 66-2005(c)(1) provides:

5 Any reduction of a rural telephone company's cost recovery due to
6 reduction of its intrastate access revenue, except such revenue recovered
7 from another support mechanism, shall be recovered from the KUSF.
8

9 Staff's adjustment, therefore, reverses Blue Valley's proposed adjustment IS-2
10 since it does not recognize the intrastate terminating access revenue the Company
11 received during the test year, the actual intrastate terminating access revenue the
12 Company has received in 2019, or any revenue recovered through the CAF or ARC
13 recovery mechanisms.⁹
14

15 V. Audit Expense

16 **Q. Please discuss Staff Adjustment No. 3 to the Income Statement.**

17 A. Staff Adjustment No. 3 (IS-3) increases Blue Valley's operating expense by \$8,831.¹⁰
18 This adjustment is necessary to include actual audit expense incurred as of March 6,
19 2020, to reflect expenses incurred in this Docket.
20
21
22

⁹ See Docket No. 16-GIMT-468-GIT, April 26, 2016 Opening Docket to Determine Intrastate Access Revenues Due to Rural Local Exchange Carriers, ¶¶10-11, discussing information an RLEC is to provide regarding the recovery of intrastate terminating access revenues; July 12, 2016 Order, ¶¶6-7. See also *Bluestem Tel. Co. v. Kansas Cmp. Comm'n*, 52 Kan.App.2d 96 (2015).

¹⁰ See Exhibit IDC-3.

1 **Q. Please explain how Staff calculated its adjustment for audit expense.**

2 A. Staff's adjustment reflects a total of Blue Valley's audit expense and Staff's audit
3 expense. According to the updated response to Staff Data Request 35, Blue Valley has
4 incurred \$72,020 of external consulting services and legal fees related to this Docket
5 through February 29, 2020. Staff acknowledges that its adjustment does not fully
6 recognize the costs that may have been incurred by Blue Valley; however, the adjustment
7 does recognize all invoices Staff has received from the Company to date.

8 According to the Commission's fiscal department, the maximum assessment for
9 Blue Valley for the fiscal year is \$36,688. This amount was calculated pursuant to K.S.A.
10 66-1502 (a), which provides a maximum annual assessment of 0.6% of intrastate
11 revenues for any public utility or common carrier under the jurisdiction of the
12 Commission. Since Blue Valley has paid a total of \$2,863 in assessments to date, the
13 remaining maximum assessment for the fiscal year is \$33,825. Actual Staff expenses
14 incurred for this Docket total \$33,529 through March 6, 2020. However, it is reasonable
15 and logical that Staff will accrue the remaining \$296 during the course of this Docket due
16 to the amount of time remaining in the procedural schedule, so Staff has elected to use
17 the maximum assessment in its calculation. The sum of Blue Valley's invoices and
18 Staff's maximum assessment amount amortized over a five-year period results in an
19 annual audit expense amortization of \$21,169. Staff then compared this amount with the
20 estimated rate case expense included in Blue Valley's Application, with the difference
21 being Staff's adjustment in the amount of \$8,831.

22

23

1 **VI. Property Tax Expense**

2 **Q. Please discuss Staff Adjustment No. 4 to the Income Statement.**

3 A. Staff Adjustment No. 4 (IS-4) decreases Blue Valley's operating expenses by \$30,545 on
4 a total company basis, or \$20,286 on an intrastate basis.¹¹ Staff's adjustment to property
5 taxes is composed of two parts. The first part is Staff's calculation of Blue Valley's 2018
6 property tax expense, which is derived by taking the sum of Blue Valley's 2018 property
7 tax statements totaling \$233,753 less its 2018 Kansas Telecom Credit totaling \$26,588.
8 The second component is Staff's calculation of property tax expense allocable to the non-
9 regulated portion of Blue Valley's general support assets and plant assets. In determining
10 the amount of property tax to be allocated to non-regulated assets, Staff took the
11 Company's total plant in service balances as of December 31, 2018, and then applied
12 Staff's allocation factors, as discussed in the testimony of Staff Witness Ann Diggs, for
13 the general support assets to determine the appropriate percentage of regulated general
14 support assets. Additionally, Staff also calculated the percentage of regulated assets
15 applicable to digital switching, circuit equipment, and buried cable. As depicted in
16 Exhibit IDC-4(b), this resulted in an overall regulated percentage of 94.94%. This
17 regulated percentage was then applied to Staff's adjusted 2018 property tax expense,
18 resulting in a total of \$187,179 of regulated property taxes recoverable through the
19 KUSF. Staff's adjusted 2018 regulated property tax expense is then compared to Blue
20 Valley's normalized property tax expense of \$217,724, with the difference being Staff's
21 adjustment.

22

¹¹ See Exhibit IDC-4.

1 **Q. Please provide a more detailed explanation of why Staff is recommending 100%**
2 **removal of dues and donations.**

3 A. In the past, Staff has made recommendations to remove a portion of dues and donations
4 pursuant to K.S.A. 66-1,193(a), which allows the Commission to adopt a policy of
5 disallowing up to 50% of utility dues, donations and contributions to charitable, civic and
6 social organizations and entities, in addition to completely disallowing specific dues,
7 donations and contributions which are found unreasonable or inappropriate. However, in
8 Docket Nos. 19-GNBT-505-KSF and 20-UTAT-032-KSF, Staff recommended
9 disallowing 100% of dues and donations, consistent with the 2018 Order approved by the
10 Federal Communications Commission (FCC).¹⁵ This recommendation ensures that the
11 KUSF will not be subsidizing expenses that cannot be recovered via the federal universal
12 service fund. Because of this, Staff finds these expenses inappropriate to recover from the
13 KUSF as they are unnecessary for the provision of sufficient and efficient universal
14 service.

15

16 **IX. Miscellaneous Expenses**

17 **Q. Please discuss Staff Adjustment No. 7 to the Income Statement.**

18 A. Staff's Adjustment No. 7 (IS-7) decreases Blue Valley's operating expenses by \$11,869
19 on a total company basis, or \$7,970 on an intrastate basis.¹⁶ This adjustment eliminates
20 various miscellaneous expenses, including refreshments, director meals, and gifts for
21 employees. It has been Staff's policy to remove these expenses on the basis that they are

¹⁵ Report and Order, Third Order on Reconsideration, and Notice of Proposed Rulemaking, FCC 18-29 (Mar. 23, 2018). (2018 FCC Order) See <https://docs.fcc.gov/public/attachments/FCC-18-29A1.pdf>.

¹⁶ See Exhibit IDC-7.

1 not necessary for the provision of sufficient and efficient universal service. A detailed list
2 of all items is recorded in Exhibit IDC-7(a).

3

4

X. Legal Expenses

5 **Q. Please explain Staff Adjustment No. 8 to the Income Statement.**

6 A. Staff Adjustment No. 8 (IS-8) decreases Blue Valley's operating expenses by \$75 on a
7 total company basis, or \$38 on an intrastate basis.¹⁷ Staff's adjustment corrects a
8 calculation error in Blue Valley's General Ledger for Legal Expense. During its review
9 of Blue Valley's General Ledger, Staff found a discrepancy in the formula used to
10 allocate Legal Expense for each month. This adjustment corrects the discrepancy by
11 removing the incorrect amount and adding back the correct amount, the difference being
12 Staff's adjustment.

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14 **Q. Does this conclude your testimony?**

15 A. Yes, thank you.

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¹⁷ See Exhibit IDC-8.

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SUMMARY OF EXHIBITS

<u>Exhibit No.</u>	<u>Description</u>
IDC-1	Work Paper for KUSF Adjustment
IDC-2	Work Paper for Intrastate Access Revenue Adjustment
IDC-3	Work Paper for Audit Expense
IDC-4	Work Paper for Property Tax Expense
IDC-4(a)	Detail of Property Tax Amounts
IDC-4(b)	Detail of Staff Regulated Percentage Calculation
IDC-5	Work Paper for Advertising Expense
IDC-6	Work Paper for Dues and Donations Expense
IDC-7	Work Paper for Miscellaneous Expenses
IDC-7(a)	Detail for Miscellaneous Expenses
IDC-8	Work Paper for Legal Expense

KUSF Support

Income Statement Adjustment No. 1

Test Year Ending December 31, 2018

Line No.	Description	Total Company	Intrastate Separation	Intrastate Adjustment
1	Adjustment to Network Access Revenue (Acct. 5080)	1,657	1.000000	1,657
2	Adjustment to Local Network Services Revenue (Acct. 5001)	47,528	1.000000	47,528
3	Adjustment to Kansas Universal Service Support (Acct. 5001)	(552)	1.000000	(552)
4	Staff Adjustment to Kansas Universal Service Fund	\$ 48,633		\$ 48,633
Breakdown of Adjustment				
Intrastate Access Reduction				
5	Intrastate Access Reduction July 2019 - Year 23		1,657	
6	Staff Adjustment to Intrastate Network Access Revenue			1,657
Local Service Revenue				
7	Annual Local Revenue Decrease Effective March 2019 - Year 23		47,528	
8	Staff Adjustment to Local Service Revenue			47,528
KUSF				
9	KUSF Support Calculation Worksheet (Issue No. 32)		622,665	
10	Blue Valley KUSF Balance - Section 9, Schedule 1, Line 3		623,217	
11	Staff Adjustment to KUSF Support			(552)

Sources: Blue Valley Tele-Communications, Inc., Section 9

KUSF Support Calculation Worksheet, Issue 32 (as of July 1, 2019)

Blue Valley Tele-Communications, Inc.
Intrastate Access Revenues
Income Statement Adjustment No. 2
Test Year Ending December 31, 2018

Docket No. 20-BLVT-218-KSF
Exhibit IDC-2

Line No.	Description	Total Company	Intrastate Separations	Intrastate Adjustment
1	Staff Adjustment to Intrastate Access Revenues (Acct. 5084)	<u>49,973</u>	1.000000	<u>49,973</u>

Breakdown of Adjustment:

Reverse Applicant Intrastate Terminating Revenue Requirement Adjustment 49,973

Staff Adjustment to Intrastate Access Revenues (Acct. 5084) \$ 49,973

Source: Blue Valley Tele-Communications, Inc.'s Application, Section 9, W/P IS 2

Blue Valley Tele-Communications, Inc.
 Audit Expense
 Income Statement Adjustment No. 3
 Test Year Ending December 31, 2018

Docket No. 20-BLVT-218-KSF
 Exhibit IDC-3

Line No.	Description	Total Company	Intrastate Separations	Intrastate Adjustment
1	Adjustment to General and Administrative - Audit Expense (Acct. 6720)	(8,831)	1.000000	(8,831)
2	Staff Adjustment to Audit Expense	<u>(8,831)</u>		<u>(8,831)</u>
<u>Breakdown of Adjustment</u>				
3	Blue Valley Audit Expense		72,020	
4	KCC Assessable Audit Expense		<u>33,825</u>	
5	Total Audit Expenses		105,845	
6	Amortization Period (Years)		<u>5</u>	
7	Annual Audit Amortization			21,169
8	Less: Blue Valley Adjustment for Audit Expense			<u>30,000</u>
9	Staff Adjustment to Audit Expense (Acct. 6720)			<u>\$ (8,831)</u>
<u>Detail of Audit Expense Calculations</u>				
<u>Consultant Fees - TCA</u>				
10	August		2690	
11	September		7,801	
12	October		14,035	
13	November		15,481	
14	December		1,288	
15	January		1,957	
16	February		<u>22,105</u>	
17	Total TCA Invoices			65,357
<u>Legal Fees - Jamison Law</u>				
18	To Date		<u>6,663</u>	
19	Total Jamison Law Invoices			<u>6,663</u>
20	Total Blue Valley Audit Expense			<u>\$ 72,020</u>
<u>KCC Maximum Assessment Calculation</u>				
21	Maximum Assessment for Fiscal Year per Accounting		36,688	
22	Less: Assessments to Date (includes Audit Assessments)		<u>2,863</u>	
23	Remaining Maximum Assessment for Fiscal Year		33,825	
24	Assessments for Docket to date (included in Assessments to Date)		<u>-</u>	
25	Maximum Assessment for Docket		33,825	
<u>KCC Audit Expenses</u>				
26	Staff	28,199		
27	Consultants and Expenses	<u>5,330</u>		
28	Total KCC Audit Expenses		<u>33,529</u>	
29	Total KCC Audit Expense			<u>\$ 33,825</u>

Sources: Application, Section 9
 Response to Staff Data Request Nos. 35 and 35 Updated

Blue Valley Tele-Communications, Inc.
Property Taxes
Income Statement Adjustment No. 4
Test Year Ending December 31, 2018

Docket No. 20-BLVT-218-KSF
Exhibit IDC-4

Line No.	Description	Total Company	Intrastate Separations	Intrastate Adjustment
1	Adjustment to Other Operating Taxes (Acct. 7240)	\$ (30,545)	0.664130	\$ (20,286)
<u>Breakdown of Adjustment:</u>				
2	Staff Calculated 2018 Property Tax		223,753	
3	Less: 2018 Available Telecom Credit		<u>26,588</u>	
4	Staff Adjusted 2018 Property Tax			197,165
5	Staff Calculated Regulated Percentage			<u>94.94%</u>
6	Staff Adjusted Regulated Property Tax Expense			<u>187,179</u>
7	Less: United Property Tax Expense			<u>217,724</u>
8	Staff Adjustment for Property Taxes			<u>\$ (30,545)</u>

Sources: Data Requests 3, 45, and 47

Blue Valley Tele-Communications, Inc.
Property Taxes
Income Statement Adjustment No. 4
Test Year Ending December 31, 2018

Docket No. 20-BLVT-218-KSF
Exhibit IDC-4(a)

Line No.	County	Statement	Unit	Levy	2018 Tax
1	Marshall	1465	080 Cleveland TWP USD 380	108.445	409.81
2	Marshall	1466	003 Balderson TWP USD 364	124.941	401.81
3	Marshall	1467	005 Balderson TWP USD 113	112.237	126.15
4	Marshall	1468	045 Blue Rapids City TWP USD 498	125.676	2,377.79
5	Marshall	1469	052 Center TWP USD 364	133.515	2,641.33
6	Marshall	1470	053 Center TWP USD 364	133.515	391.33
7	Marshall	1471	055 Center TWP USD 380	117.994	440.47
8	Marshall	1472	082 Cleveland TWP USD 380	110.043	710.77
9	Marshall	1473	122 Franklin TWP USD 364	134.192	537.84
10	Marshall	1474	123 Franklin TWP USD 364	134.192	18,540.37
11	Marshall	1475	123 Franklin TWP USD 364	134.192	54,063.81
12	Marshall	1476	124 Franklin TWP USD 364	135.361	199.39
13	Marshall	1477	140 Guittard TWP USD 364	135.779	5,853.03
14	Marshall	1478	140 Guittard TWP USD 364	135.779	238.16
15	Marshall	1479	143 Guittard TWP USD 364	135.779	2,249.86
16	Marshall	1480	155 Herkimer TWP USD 364	126.759	91.65
17	Marshall	1481	156 Herkimer TWP USD 364	128.512	1,787.47
18	Marshall	1482	166 Lincoln TWP USD 113	118.198	995.58
19	Marshall	1483	167 Lincoln TWP USD 380	115.381	1,155.19
20	Marshall	1484	180 Logan TWP USD 364	129.766	1,025.02
21	Marshall	1485	191 Marysville TWP USD 364	124.888	805.03
22	Marshall	1486	205 Murray TWP USD 113	112.817	3,845.37
23	Marshall	1487	205 Murray TWP USD 113	112.817	80.21
24	Marshall	1488	208 Murray TWP USD 113	112.502	159.87
25	Marshall	1489	212 Murray TWP USD 113	116.537	239.25
26	Marshall	1490	213 Murray TWP USD 115	101.679	3.15
27	Marshall	1491	225 Noble TWP USD 380	116.806	2,656.29
28	Marshall	1492	226 Noble TWP USD 380	114.536	190.24
29	Marshall	1493	237 Oketo TWP USD 364	126.995	4,230.58
30	Marshall	1494	245 Richland TWP USD 113	118.425	3.67
31	Marshall	1495	246 Richland TWP USD 113	118.425	178.35
32	Marshall	1496	249 Richland TWP USD 364	132.327	1,523.88
33	Marshall	1497	263 Rock TWP USD 364	136.866	337.10
34	Marshall	1498	264 Rock TWP USD 380	117.625	169.62
35	Marshall	1499	265 Rock TWP USD 380	121.345	278.61
36	Marshall	1500	267 Rock TWP USD 380	115.045	3.57
37	Marshall	1501	269 Rock TWP USD 380	116.092	3.60
38	Marshall	1502	286 St. Bridget TWP USD 113	111.457	953.51
39	Marshall	1503	287 St. Bridget TWP USD 113	116.984	309.89
40	Marshall	1504	288 St. Bridget TWP USD 113	111.344	373.11
41	Marshall	1505	291 St. Bridget TWP USD 113	117.358	83.79
42	Marshall	1506	292 St. Bridget TWP USD 113	113.638	247.05
43	Marshall	1507	294 St. Bridget TWP USD 113	113.151	3.51
44	Marshall	1508	320 Waterville TWP USD 498	123.177	2,039.20
45	Marshall	1509	340 Wells TWP USD 380	120.545	858.28
46	Marshall	1510	342 Wells TWP USD 380	115.018	832.73
47	Marshall	1511	347 Wells TWP USD 498	130.164	307.84
48	Marshall	1512	348 Wells TWP USD 498	127.773	150.77
49	Marshall	1513	360 Axtell City USD 113	139.689	1,373.98
50	Marshall	1514	360 Axtell City USD 113	139.689	5.73

Blue Valley Tele-Communications, Inc.
Property Taxes
Income Statement Adjustment No. 4
Test Year Ending December 31, 2018

Docket No. 20-BLVT-218-KSF
Exhibit IDC-4(a)

Line No.	County	Statement	Unit	Levy	2018 Tax
51	Marshall	1515	370 Beattie City USD 364	155.357	1,449.48
52	Marshall	1516	370 Beattie City USD 364	155.357	5.13
53	Marshall	1517	400 Marysville City USD 364	178.823	245.70
54	Marshall	1518	400 Marysville City USD 364	178.823	57.40
55	Marshall	1519	410 Oketo City USD 364	224.402	587.71
56	Marshall	1520	430 Summerfield City USD 113	150.155	946.58
57	Marshall	1521	430 Summerfield City USD 113	150.155	109.16
58	Marshall	1522	440 Vermillion City USD 380	189.183	1,572.11
59	Marshall	1523	440 Vermillion City USD 380	189.183	598.76
60	Marshall	1526	123 Franklin TWP USD 364	134.192	6,580.51
61	Marshall	1524	247 Richland TWP USD 364	131.129	188.56
62	Marshall	1527	003 Balderson TWP USD 364	124.941	0.25
63	Marshall	1528	005 Balderson TWP USD 113	112.237	0.11
64	Marshall	1529	045 Blue Rapids City TWP USD 498	125.676	1.51
65	Marshall	1530	052 Center TWP USD 364	133.515	1.74
66	Marshall	1531	053 Center TWP USD 364	133.515	0.27
67	Marshall	1532	055 Center TWP USD 380	117.994	0.24
68	Marshall	1533	080 Cleveland TWP USD 380	108.445	0.22
69	Marshall	1534	082 Cleveland TWP USD 380	110.043	0.44
70	Marshall	1535	122 Franklin TWP USD 364	134.192	0.40
71	Marshall	1536	123 Franklin TWP USD 364	134.192	12.21
72	Marshall	1537	123 Franklin TWP USD 364	134.192	35.16
73	Marshall	1538	124 Franklin TWP USD 364	135.361	0.14
74	Marshall	1539	140 Guittard TWP USD 364	135.779	3.80
75	Marshall	1540	140 Guittard TWP USD 364	135.779	0.14
76	Marshall	1541	143 Guittard TWP USD 364	135.779	1.49
77	Marshall	1542	156 Herkimer TWP USD 364	128.512	1.16
78	Marshall	1543	166 Lincoln TWP USD 113	118.198	0.59
79	Marshall	1544	167 Lincoln TWP USD 380	115.381	0.81
80	Marshall	1545	180 Logan TWP USD 364	129.766	0.65
81	Marshall	1546	191 Marysville TWP USD 364	124.888	0.50
82	Marshall	1547	205 Murray TWP USD 113	112.817	2.59
83	Marshall	1548	208 Murray TWP USD 113	112.502	0.11
84	Marshall	1549	212 Murray TWP USD 113	116.537	0.12
85	Marshall	1550	225 Noble TWP USD 380	116.806	1.75
86	Marshall	1551	226 Noble TWP USD 380	114.536	0.11
87	Marshall	1552	237 Oketo TWP USD 364	126.995	2.79
88	Marshall	1553	246 Richland TWP USD 113	118.425	0.12
89	Marshall	1554	249 Richland TWP USD 364	132.327	0.93
90	Marshall	1555	263 Rock TWP USD 364	136.866	0.27
91	Marshall	1556	264 Rock TWP USD 380	117.625	0.12
92	Marshall	1557	265 Rock TWP USD 380	121.345	0.12
93	Marshall	1558	286 St. Bridget TWP USD 113	111.457	0.67
94	Marshall	1559	287 St. Bridget TWP USD 113	116.984	0.23
95	Marshall	1560	288 St. Bridget TWP USD 113	111.344	0.22
96	Marshall	1561	292 St. Bridget TWP USD 113	113.638	0.11
97	Marshall	1562	330 Waterville TWP USD 498	123.177	1.35
98	Marshall	1563	340 Wells TWP USD 380	120.545	0.60
99	Marshall	1564	342 Wells TWP USD 380	115.018	0.58
100	Marshall	1565	347 Wells TWP USD 498	130.164	0.26

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Line No.	County	Statement	Unit	Levy	2018 Tax
101	Marshall	1566	348 Wells TWP USD 498	127.773	0.13
102	Marshall	1567	360 Axtell City USD 113	139.689	0.84
103	Marshall	1568	370 Beattie City USD 364	155.357	0.93
104	Marshall	1569	400 Marysville City USD 364	178.823	0.18
105	Marshall	1570	410 Oketo City USD 364	224.402	0.45
106	Marshall	1571	430 Summerfield City USD 113	150.155	0.75
107	Marshall	1572	440 Vermillion City USD 380	189.183	0.95
108	Marshall	1573	440 Vermillion City USD 380	189.183	0.38
109	Marshall	12638	123 Franklin TWP USD 364	134.192	3,271.74
110	Marshall	12639	182 Logan TWP USD 364	131.519	26.70
111	Marshall	12640	370 Beattie City USD 364	155.357	42.26
112	Marshall	12641	400 Marysville City USD 364	178.823	254.47
113	Marshall	12642	420 Summerfield TWP USD 113	150.155	12.01
114	Nemaha	20317	257 NU 322 Neuchatel TWP	117.526	0.24
115	Nemaha	399	2-02 380 Centralia City	132.946	192.78
116	Nemaha	20436	2-02 380 Centralia City	132.946	2,573.18
117	Nemaha	20437	7-07 115 Seneca City	120.819	1.46
118	Nemaha	20438	40 CC 113 Clear Creek TWP	108.260	61.60
119	Nemaha	20439	41 CC 115 Clear Creek TWP	97.122	273.40
120	Nemaha	20440	47 MA 113 Marion TWP	103.891	154.18
121	Nemaha	20441	48 MA 113 Marion TWP	105.698	158.12
122	Nemaha	20442	50 MA 115 Marion TWP	94.560	342.70
123	Nemaha	20443	119 MI 380 Mitchell TWP	107.074	466.84
124	Nemaha	20444	120 MI 380 Mitchell TWP	107.352	672.78
125	Nemaha	20446	133 CE 380 Center TWP	105.565	148.00
126	Nemaha	20447	140 HO 380 Home TWP	102.897	34.16
127	Nemaha	20448	141 HO 380 Home TWP	104.704	4,103.46
128	Nemaha	20449	143 HO 380 Home TWP	106.814	773.02
129	Nemaha	20450	150 IL 380 Illinois TWP	106.744	32.98
130	Nemaha	20451	155 IL 115 Illinois TWP	103.407	109.62
131	Nemaha	20452	159 IL 380 Illinois TWP	103.648	77.74
132	Nemaha	20453	161 IL 380 Illinois TWP	105.455	1,908.52
133	Nemaha	20454	242 RV 380 Red Vermillion TWP	105.902	4.98
134	Nemaha	20455	247 RV 322 Red Vermillion TWP	107.909	52.56
135	Nemaha	20456	254 NU 380 Neuchatel TWP	117.826	121.24
136	Nemaha	20457	256 NU 322 Neuchatel TWP	119.833	464.84
137	Nemaha	20458	257 NU 322 Neuchatel TWP	117.526	316.98
138	Nemaha	20459	260 NU 380 Neuchatel TWP	114.265	3.54
139	Nemaha	20303	2-02 380 Centralia City	132.946	1.74
140	Nemaha	20304	41 CC 115 Clear Creek TWP	97.122	0.20
141	Nemaha	20305	47 MA 113 Marion TWP	103.891	0.10
142	Nemaha	20306	48 MA 113 Marion TWP	105.698	0.12
143	Nemaha	20307	50 MA 115 Marion TWP	94.560	0.20
144	Nemaha	20308	119 MI 380 Mitchell TWP	107.074	0.32
145	Nemaha	20309	120 MI 380 Mitchell TWP	107.352	0.44
146	Nemaha	20310	133 CE 380 Center TWP	105.565	0.12
147	Nemaha	20311	141 HO 380 Home TWP	104.704	2.62
148	Nemaha	20312	143 HO 380 Home TWP	106.814	0.54
149	Nemaha	20313	155 IL 115 Illinois TWP	103.407	0.10
150	Nemaha	20314	161 IL 380 Illinois TWP	105.455	1.28

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Line No.	County	Statement	Unit	Levy	2018 Tax
151	Nemaha	20315	254 NU 380 Neuchatel TWP	117.826	0.12
152	Nemaha	20316	256 NU 322 Neuchatel TWP	119.833	0.36
153	Pawnee, NE	670004678	19-1-9	106.299	1,026.64
154	Pawnee, NE	670004679	19-1-10	106.552	31.42
155	Pawnee, NE	670004676	27-1-10	144.836	1,173.54
156	Pottawatomie	11277	7-4990	139.166	4.74
157	Pottawatomie	11278	11-1070	144.347	0.88
158	Pottawatomie	11279	12-3360	144.153	4.62
159	Pottawatomie	11280	13-220	110.174	17.86
160	Pottawatomie	11281	13-890	110.174	1.10
161	Pottawatomie	11282	21-1820	97.053	0.20
162	Pottawatomie	11283	30-3680	96.127	2.40
163	Pottawatomie	11284	40-1460	96.080	1.06
164	Pottawatomie	11285	41-170	97.889	0.10
165	Pottawatomie	11286	42-400	95.832	0.58
166	Pottawatomie	11287	43-210	99.760	0.50
167	Pottawatomie	11288	52-180	102.791	0.22
168	Pottawatomie	11289	53-1560	110.297	0.56
169	Pottawatomie	11290	55-530	113.977	0.12
170	Pottawatomie	11291	60-450	104.339	0.10
171	Pottawatomie	11292	62-900	98.553	0.20
172	Pottawatomie	11293	80-330	103.281	0.22
173	Pottawatomie	11294	82-910	106.961	0.96
174	Pottawatomie	11295	83-120	110.462	0.12
175	Pottawatomie	11296	84-700	97.495	0.20
176	Pottawatomie	11297	86-290	101.175	0.10
177	Pottawatomie	11298	91-130	103.375	0.10
178	Pottawatomie	11299	92-3250	107.055	2.36
179	Pottawatomie	11300	93-100	110.556	0.12
180	Pottawatomie	11301	100-310	103.758	0.22
181	Pottawatomie	11302	101-150	110.758	0.12
182	Pottawatomie	11303	102-130	107.438	0.12
183	Pottawatomie	11304	104-380	99.572	0.30
184	Pottawatomie	11305	105-380	103.252	0.10
185	Pottawatomie	11306	106-590	99.324	0.50
186	Pottawatomie	11307	110-1730	96.315	1.16
187	Pottawatomie	11308	121-730	98.969	0.30
188	Pottawatomie	11309	122-4220	97.935	0.20
189	Pottawatomie	11310	135-170	100.961	0.20
190	Pottawatomie	11311	144-200	97.584	0.20
191	Pottawatomie	11312	145-600	97.584	0.30
192	Pottawatomie	11313	152-520	103.825	0.32
193	Pottawatomie	11314	154-920	107.505	0.86
194	Pottawatomie	11315	161-4320	106.838	1.60
195	Pottawatomie	11316	170-510	103.271	0.10
196	Pottawatomie	11317	171-210	106.951	0.22
197	Pottawatomie	11398	7-4810	139.166	7,181.94
198	Pottawatomie	11399	11-1080	144.347	1,435.10
199	Pottawatomie	11400	12-3180	144.153	7,125.06
200	Pottawatomie	11401	13-	110.174	1,632.90

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Line No.	County	Statement	Unit	Levy	2018 Tax
201	Pottawatomie	11402	21-1830	97.053	297.48
202	Pottawatomie	11403	30-3690	96.127	3,719.92
203	Pottawatomie	11404	40-	96.080	1,674.48
204	Pottawatomie	11405	41-	97.887	182.76
205	Pottawatomie	11406	42-	95.832	842.76
206	Pottawatomie	11407	43-	99.760	726.86
207	Pottawatomie	11408	52-	102.791	298.72
208	Pottawatomie	11409	53-	110.297	849.96
209	Pottawatomie	11410	55-	113.977	220.78
210	Pottawatomie	11411	56-	117.478	58.62
211	Pottawatomie	11412	60-430	104.339	81.80
212	Pottawatomie	11413	62-910	98.553	290.44
213	Pottawatomie	11414	80-340	103.281	328.74
214	Pottawatomie	11415	82-	106.961	1,491.68
215	Pottawatomie	11416	83-130	110.462	187.02
216	Pottawatomie	11417	84-710	97.495	355.48
217	Pottawatomie	11418	86-300	101.175	170.18
218	Pottawatomie	11419	90-	95.869	2.98
219	Pottawatomie	11420	91-140	103.375	212.44
220	Pottawatomie	11421	92-	107.055	3,699.40
221	Pottawatomie	11422	93-170	110.556	125.60
222	Pottawatomie	11423	100-300	103.758	319.58
223	Pottawatomie	11424	101-160	110.758	192.72
224	Pottawatomie	11425	102-140	107.438	150.20
225	Pottawatomie	11426	103-80	114.259	22.40
226	Pottawatomie	11427	104-	99.572	499.36
227	Pottawatomie	11428	105-460	103.252	189.06
228	Pottawatomie	11429	106-600	99.324	781.28
229	Pottawatomie	11430	110-1720	96.315	1,853.78
230	Pottawatomie	11431	120-330	98.742	68.24
231	Pottawatomie	11432	121-740	98.969	532.76
232	Pottawatomie	11433	122-4210	97.935	270.20
233	Pottawatomie	11434	123-4180	97.244	14.68
234	Pottawatomie	11435	132-90	92.410	36.70
235	Pottawatomie	11436	135-180	100.961	268.66
236	Pottawatomie	11437	144-210	97.584	323.30
237	Pottawatomie	11438	145-610	97.584	482.56
238	Pottawatomie	11439	152-530	103.825	435.04
239	Pottawatomie	11440	153-80	110.825	8.88
240	Pottawatomie	11441	154-930	107.505	1,267.06
241	Pottawatomie	11442	161-4330	106.838	2,523.52
242	Pottawatomie	11443	170-520	103.271	135.30
243	Pottawatomie	11444	171-220	106.951	338.50
244	Riley	9927	20-120	119.039	258.68
245	Washington	956	007 Original Town of Linn	169.687	25.62
246	Washington	957	001 Barnes City USD 223	198.679	0.20
247	Washington	958	007 Linn City USD 223	169.687	0.68
248	Washington	959	007 Linn City USD 223	169.687	1.53
249	Washington	960	010 Palmer City USD 223	184.581	0.37
250	Washington	961	010 Palmer City USD 223	184.581	1.11

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Line No.	County	Statement	Unit	Levy	2018 Tax
251	Washington	962	012 Washington City USD 108	173.515	0.17
252	Washington	963	111 Farmington Township USD 108	147.947	0.15
253	Washington	964	124 Charleston TWP USD 108	145.670	0.29
254	Washington	965	125 Charleston TWP USD 108	164.133	0.16
255	Washington	966	126 Charleston TWP USD 108	145.941	0.29
256	Washington	967	128 Charleston TWP USD 223	158.534	0.16
257	Washington	968	139 Hanover TWP USD 223	156.549	0.78
258	Washington	969	175 Washington TWP USD 108	143.189	0.43
259	Washington	970	178 Washington TWP USD 108	143.280	0.14
260	Washington	971	179 Washington TWP USD 223	137.681	0.14
261	Washington	972	239 Strawberry TWP USD 223	136.930	1.10
262	Washington	973	240 Strawberry TWP USD 223	138.476	0.28
263	Washington	974	241 Strawberry TWP USD 223	136.406	0.14
264	Washington	975	242 Strawberry TWP USD 223	137.196	0.27
265	Washington	976	253 Linn TWP USD 223	133.319	2.53
266	Washington	977	254 Linn TWP USD 223	133.228	1.33
267	Washington	978	255 Linn TWP USD 223	133.752	0.40
268	Washington	979	256 Linn TWP USD 223	134.018	0.80
269	Washington	980	266 Greenleaf TWP USD 223	141.460	1.13
270	Washington	981	267 Greenleaf TWP USD 223	141.551	0.99
271	Washington	982	279 Barnes TWP USD 223	138.901	1.11
272	Washington	983	280 Barnes TWP USD 498	148.493	0.30
273	Washington	984	314 Sherman TWP USD 223	138.474	2.49
274	Washington	985	316 Sherman TWP USD 224	137.838	0.28
275	Washington	986	326 Sheridan TWP USD 223	133.089	0.13
276	Washington	987	328 Sheridan TWP USD 223	133.879	0.54
277	Washington	988	331 Sheridan TWP USD 224	133.686	0.27
278	Washington	989	007 Linn City USD 223	169.687	96.55
279	Washington	918	001 Barnes City USD 223	198.679	194.31
280	Washington	919	007 Linn City USD 223	169.687	974.51
281	Washington	920	007 Linn City USD 223	169.687	2,342.53
282	Washington	921	010 Palmer City USD 223	184.581	675.57
283	Washington	922	010 Palmer City USD 223	184.581	1,618.78
284	Washington	923	012 Washington City USD 108	173.515	159.81
285	Washington	924	111 Farmington Township USD 108	147.947	225.47
286	Washington	925	124 Charleston TWP USD 108	145.670	383.11
287	Washington	926	125 Charleston TWP USD 108	164.133	130.65
288	Washington	927	126 Charleston TWP USD 108	145.941	408.05
289	Washington	928	128 Charleston TWP USD 223	158.534	355.59
290	Washington	929	139 Hanover TWP USD 223	156.549	1,276.97
291	Washington	930	175 Washington TWP USD 108	143.189	770.50
292	Washington	931	178 Washington TWP USD 108	143.280	312.06
293	Washington	932	179 Washington TWP USD 223	137.681	242.46
294	Washington	933	239 Strawberry TWP USD 223	136.930	1,646.31
295	Washington	934	240 Strawberry TWP USD 223	138.476	417.09
296	Washington	935	241 Strawberry TWP USD 223	136.406	302.96
297	Washington	936	242 Strawberry TWP USD 223	137.196	351.63
298	Washington	937	244 Strawberry TWP USD 224	137.026	24.66
299	Washington	938	253 Linn TWP USD 223	133.319	3,939.84
300	Washington	939	254 Linn TWP USD 223	133.228	1,954.06

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Line No.	County	Statement	Unit	Levy	2018 Tax
301	Washington	940	255 Linn TWP USD 223	133.752	630.24
302	Washington	941	256 Linn TWP USD 223	134.018	1,299.17
303	Washington	942	266 Greenleaf TWP USD 223	141.460	1,692.14
304	Washington	943	267 Greenleaf TWP USD 223	141.551	1,561.87
305	Washington	944	279 Barnes TWP USD 223	138.901	1,649.45
306	Washington	945	280 Barnes TWP USD 498	148.493	364.40
307	Washington	946	313 Sherman TWP USD 223	137.684	12.94
308	Washington	947	314 Sherman TWP USD 223	138.474	3,806.10
309	Washington	948	316 Sherman TWP USD 224	137.838	423.02
310	Washington	949	328 Sheridan TWP USD 223	133.879	850.53
311	Washington	950	330 Sheridan TWP USD 224	133.243	4.13
312	Washington	951	331 Sheridan TWP USD 224	133.686	401.06
313	Washington	952	326 Sheridan TWP USD 223	133.089	194.98
314	Total Property Taxes Paid in 2018				<u><u>223,752.77</u></u>

Blue Valley Tele-Communications, Inc.
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Line No.	Account	Description	Balance 12/31/2018	Staff Regulated %	Regulated Balance
1	2110.000	Land	65,547	61.43%	40,266
2	2110.000.5	Land - O&W	6,500	61.43%	3,993
3	2110.100	Motor Vehicles	759,065	45.23%	343,325
4	2110.100.5	Motor Vehicles - O&W	-	45.23%	-
5	2110.500	Other Work Equipment	1,286,528	49.44%	636,059
6	2110.600	Buildings	2,175,767	47.33%	1,029,791
7	2110.600.5	Buildings - O&W	-	47.33%	-
8	2110.800	Office Equipment	75,891	45.23%	34,325
9	2110.850	Company Communicatiion Equipment	449,341	45.23%	203,237
10	2110.850.5	Company Communicatiion Equipment - O&W	44,285	45.23%	20,030
11	2110.900	General Purpose Computers	467,725	45.23%	211,552
12		Total General Support Facilities	<u>\$ 5,330,649</u>		<u>\$ 2,522,578</u>
13	2210.200	Digital Electronic Switching	2,325,834	100%	2,325,834
14	2210.200.5	Digital Electronic Switching - O&W	112,854	100%	112,854
15	2230.300	Circuit Equipment	988,040	100%	988,040
16	2230.300.5	Circuit Equipment - O&W	123,535	100%	123,535
17	2230.400	Subscriber Carrer Equipment	2,287,865	100%	2,287,865
18	2230.400.5	Subscriber Carrer Equipment - O&W	1,509,186	100%	1,509,186
19	2230.500	Toll Carrier Equipment	999,180	100%	999,180
20	2230.500.5	Toll Carrier Equipment - O&W	128,664	100%	128,664
21	2230.600	Lightwawe Equipment	451,905	100%	451,905
22		Total Central Office Equipment	<u>\$ 8,927,063</u>		<u>\$ 8,927,063</u>
23	2410.000	Aerial Cable	94,235	100%	94,235
24	2410.200	Buried Cable	21,242,294	100%	21,242,294
25	2410.200.5	Buried Cable - O&W	853,460	100%	853,460
26	2410.210	Buried Cable - Fiber	9,700,590	100%	9,700,590
27	2410.210.5	Buried Cable - Fiber - O&W	8,736,717	100%	8,736,717
28	2410.300	Buried Cable - Drops and Protectors	290,138	100%	290,138
29	2410.300.5	Buried Cable - Drops and Protectors - O&W	268,227	100%	268,227
30		Total Cable and Wire Facilities	<u>\$ 41,185,661</u>		<u>\$ 41,185,661</u>
31	2690	Intangibles - Organization	1,104	100%	1,104
32		Total Plant in Service	<u><u>\$ 55,444,477</u></u>		<u><u>\$ 52,636,406</u></u>
33		Regulated Percentage			95%
34		Non-Regulated Percentage			5%

Blue Valley Tele-Communications, Inc.
Advertising Expense
Income Statement Adjustment No. 5
Test Year Ending December 31, 2018

Docket No. 20-BLVT-218-KSF
Exhibit IDC-5

Line No.	Account	Description	Staff Adjustment	Regulated Percentage	Regulated Adjustment	Intrastate Separations	Intrastate Adjustment
1	6230.500	DSL Expense	(9,675)	100%	(9,675)	0.695658	(6,730)
2	6610.100	Marketing/Advertising Expense	(17,511)	100%	(17,511)	0.805558	(14,106)
3	6620.100	Directory Expense	(21,282)	31.65%	(6,736)	0.772103	(5,201)
4	6720.300	External Relations and Corporate Image	(5,831)	45.23%	(2,637)	0.505701	(1,334)
Total Staff Adjustment			\$ (54,298)		\$ (36,558)		\$ (27,370)

Line No.	Date	Vendor	Description	Account	Amount
5	Jan-18	Thomas Outdoor Advertising	Billboard Rent	6610.100	85
6	Jan-18	Subscriber Billing	Marketing Expense	6610.100	110
7	Jan-18	Thomas Outdoor Advertising	Billboard Rent	6230.500	24
8	Jan-18	Consolidated Printing	Marketing Postage	6610.100	334
9	Jan-18	Pivot Group, LLC	March Mania	6610.100	1,440
10	Jan-18	Broadband eNewsletter		6230.500	1,114
11	Jan-18	GigaNews, Inc		6230.500	168
12	Jan-18	Water Bottles to Customers		6610.100	388
13	Jan-18	Backroads News and Media	Display Ads	6610.100	3
14	Jan-18	Backroads News and Media	Sponsor Ad	6720.300	18
15	Jan-18	Washington County News	Sponsor Ad	6720.300	18
16	Jan-18	Backroads News and Media	Display Ads	6230.500	4
17	Jan-18	Marysville Advocate	Wedding Tab	6610.100	9
18	Jan-18	Hanover News	Weekly Ad	6610.100	6
19	Jan-18	Hanover News	Weekly Ad	6610.100	4
20	Jan-18	Frankfort Area News	Box Ads	6610.100	4
21	Jan-18	Courier Tribune	Display Ads	6610.100	3
22	Jan-18	Westy Official Weekly	Box Ads	6610.100	5
23	Jan-18	Robin Robins	Marketing Consultant	6610.100	27
24	Jan-18	Onaga Herald	Holiday Ads	6720.300	100
25	Jan-18	Marysville Advocate	Sponsor Ad	6720.300	53
26	Jan-18	Marysville Advocate	Wedding Tab	6230.500	11
27	Jan-18	Onaga Herald	Be Jolly Ads	6230.500	66
28	Jan-18	Hanover News	Weekly Ad	6230.500	11
29	Jan-18	Hanover News	Be Jolly Ads	6230.500	79
30	Jan-18	Frankfort Area News	Box Ads	6230.500	5
31	Jan-18	Courier Tribune	Display Ads	6230.500	3
32	Jan-18	Westy Official News	Box Ads	6230.500	6
33	Feb-18	Thomas Outdoor Advertising	Billboard Rent	6610.100	85
34	Feb-18	Subscriber Billing	Marketing Expense	6610.100	305
35	Feb-18	Thomas Outdoor Advertising	Billboard Rent	6230.500	23
36	Feb-18	GigaNews, Inc		6230.500	165
37	Feb-18	Pinnacle	Initial Settlement	6620.100	1,945
38	Feb-18	Backroads News and Media	Renewal	6610.100	29
39	Feb-18	Backroads News and Media	Display Ads	6610.100	9
40	Feb-18	Pinnacle	Arrangement Production	6620.100	916
41	Feb-18	Washington County News	Sponsor Ad	6720.300	5
42	Feb-18	Backroads News and Media	Display Ads	6230.500	10
43	Feb-18	Marysville Advocate	Sponsor Ad	6720.300	136
44	Feb-18	Frankfort Area News	Box Ads	6610.100	4
45	Feb-18	Robin Robins	Marketing Consultant	6610.100	27
46	Feb-18	Westy Official Weekly	Box Ads	6610.100	4
47	Feb-18	Frankfort Area News	Box Ads	6230.500	5

Blue Valley Tele-Communications, Inc.
Advertising Expense
Income Statement Adjustment No. 5
Test Year Ending December 31, 2018

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Line No.	Date	Vendor	Description	Account	Amount
48	Feb-18	Westy Official News	Box Ads	6230.500	5
49	Mar-18	Westy Official Weekly	Box Ads	6610.100	5
50	Mar-18	Thomas Outdoor Advertising	Billboard Rent	6610.100	85
51	Mar-18	Primo	Membership renewal	6610.100	222
52	Mar-18	Subscriber Billing	Marketing Expense	6610.100	170
53	Mar-18	Thomas Outdoor Advertising	Billboard Rent	6230.500	24
54	Mar-18	GigaNews, Inc		6230.500	165
55	Mar-18	Newsletter Tracking		6230.500	248
56	Mar-18	Farm and Home Publishers	Book Ads	6610.100	240
57	Mar-18	Farm and Home Publishers	Book Ad	6230.500	283
58	Mar-18	Backroads News and Media	Display Ads	6610.100	11
59	Mar-18	Backroads News and Media	Sponsor Ad	6720.300	18
60	Mar-18	Backroads News and Media	Display Ads	6230.500	13
61	Mar-18	Water Bottles to Customers		6610.100	442
62	Mar-18	Frankfort Area News	March Ads	6610.100	5
63	Mar-18	Frankfort Area News	March Ads	6230.500	6
64	Mar-18	Westy Official News	Box Ads	6230.500	6
65	Mar-18	Marysville Advocate	Sponsor Ad	6720.300	54
66	Mar-18	Marysville Advocate	Sponsor Ad	6720.300	63
67	Mar-18	Hanover News	Weekly Ad	6610.100	7
68	Mar-18	Courier Tribune	Display Ads	6610.100	4
69	Mar-18	Visa	Anniversary Gift	6610.100	79
70	Mar-18	Robin Robins	Marketing Consultant	6610.100	27
71	Mar-18	Hanover News	1st Quarter Weekly Ad	6230.500	8
72	Mar-18	Courier Tribune	Display Ads	6230.500	4
73	Apr-18	Thomas Outdoor Advertising	Billboard Rent	6610.100	85
74	Apr-18	Subscriber Billing	Marketing Expense	6610.100	120
75	Apr-18	Thomas Outdoor Advertising	Billboard Rent	6230.500	24
76	Apr-18	Pinnacle	Kanzaland Directory	6620.100	1,945
77	Apr-18	GigaNews, Inc		6230.500	165
78	Apr-18	Pinnacle	Final Settlement	6620.100	723
79	Apr-18	Backroads News and Media	Subscription	6610.100	41
80	Apr-18	Backroads News and Media	Display Ads	6610.100	9
81	Apr-18	Backroads News and Media	Sponsor Ad	6720.300	97
82	Apr-18	Backroads News and Media	Display Ads	6230.500	10
83	Apr-18	Marysville Advocate	Sponsor Ad	6720.300	177
84	Apr-18	Frankfort Area News	April Ads	6610.100	4
85	Apr-18	Courier Tribune	Display Ads	6610.100	4
86	Apr-18	Robin Robins	Marketing Consultant	6610.100	27
87	Apr-18	Frankfort Area News	April Ads	6230.500	5
88	Apr-18	Courier Tribune	Display Ads	6230.500	4
89	May-18	Pinnacle	Kanzaland Directory	6620.100	1,945
90	May-18	Thomas Outdoor Advertising	Billboard Rent	6610.100	85
91	May-18	Subscriber Billing	Marketing Expense	6610.100	400
92	May-18	Thomas Outdoor Advertising	Billboard Rent	6230.500	24
93	May-18	GigaNews, Inc		6230.500	165
94	May-18	Westy Official Weekly	Box Ads	6610.100	5
95	May-18	Visa	Meals	6610.100	32
96	May-18	Marysville Advocate	Web Banner Ad	6610.100	17
97	May-18	Robin Robins	Marketing Consultant	6610.100	27
98	May-18	Visa	PR Networking	6610.100	644
99	May-18	Courier Tribune	Display Ads	6610.100	5
100	May-18	Onaga Herald	Subscription	6610.100	31
101	May-18	Frankfort Area News	Box Ads	6610.100	5

Blue Valley Tele-Communications, Inc.
Advertising Expense
Income Statement Adjustment No. 5
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Line No.	Date	Vendor	Description	Account	Amount
102	May-18	Courier Tribune	Display Ads	6610.100	4
103	May-18	Marysville Advocate	Sponsor Ad	6720.300	90
104	May-18	Marysville Advocate	Sponsor Ad	6720.300	204
105	May-18	Backroads News and Media	Sponsor Ad	6720.300	16
106	May-18	Westy Official News	Box Ads	6230.500	6
107	May-18	Courier Tribune	Display Ads	6230.500	5
108	May-18	Frankfort Area News	Box Ads	6230.500	6
109	May-18	Courier Tribune	Display Ads	6230.500	5
110	Jun-18	Pinnacle	Kanzaland Directory	6620.100	1,945
111	Jun-18	Thomas Outdoor Advertising	Billboard Rent	6610.100	85
112	Jun-18	Subscriber Billing	Marketing Expense	6610.100	95
113	Jun-18	Thomas Outdoor Advertising	Billboard Rent	6230.500	24
114	Jun-18	GigaNews, Inc		6230.500	165
115	Jun-18	Robin Robins	Marketing Consultant	6610.100	27
116	Jun-18	Westy Official Weekly	Box Ads	6610.100	4
117	Jun-18	Courier Tribune	Display Ads	6610.100	4
118	Jun-18	Frankfort Area News	Box Ads	6610.100	4
119	Jun-18	Marysville Advocate	Sponsor Ad	6720.300	10
120	Jun-18	Westy Official News	Box Ads	6230.500	5
121	Jun-18	Courier Tribune	Display Ads	6230.500	4
122	Jun-18	Frankfort Area News	Box Ads	6230.500	5
123	Jul-18	Pinnacle	Kanzaland Directory	6620.100	1,945
124	Jul-18	Thomas Outdoor Advertising	Billboard Rent	6610.100	85
125	Jul-18	Subscriber Billing	Marketing Expense	6610.100	150
126	Jul-18	Thomas Outdoor Advertising	Billboard Rent	6230.500	24
127	Jul-18	GigaNews, Inc		6230.500	165
128	Jul-18	Water Bottles to Customers		6610.100	396
129	Jul-18	Compass Magazine	Summer 18 to Spring	6230.500	660
130	Jul-18	Win-Back		6230.500	37
131	Jul-18	Backroads News and Media	Display Ads	6610.100	9
132	Jul-18	Westy Official Weekly	Box Ads	6610.100	4
133	Jul-18	Robin Robins	Marketing Consultant	6610.100	27
134	Jul-18	Courier Tribune	Display Ads	6610.100	4
135	Jul-18	Backroads News and Media	Sponsor Ad	6720.300	68
136	Jul-18	Marysville Advocate	Sponsor Ad	6720.300	76
137	Jul-18	Marysville Advocate	Fair Ad	6720.300	57
138	Jul-18	Backroads News and Media	Display Ads	6230.500	10
139	Jul-18	Westy Official News	Box Ads	6230.500	5
140	Jul-18	Box Ads		6230.500	5
141	Jul-18	Courier Tribune	Display Ads	6230.500	4
142	Aug-18	Pinnacle	Kanzaland Directory	6620.100	1,945
143	Aug-18	Thomas Outdoor Advertising	Billboard Rent	6610.100	85
144	Aug-18	Armstrong	Misc	6610.100	563
145	Aug-18	Subscriber Billing	Marketing Expense	6610.100	60
146	Aug-18	Thomas Outdoor Advertising	Billboard Rent	6230.500	24
147	Aug-18	GigaNews, Inc		6230.500	165
148	Aug-18	Primo	Marketing Conference	6610.100	171
149	Aug-18	Robin Robins	Marketing Consultant	6610.100	27
150	Aug-18	Water Bottles to Customers		6610.100	3,033
151	Aug-18	Backroads News and Media	Monthly Ads	6610.100	11
152	Aug-18	Backroads News and Media	Sponsor Ad	6720.300	57
153	Aug-18	Backroads News and Media	Monthly Ads	6230.500	13
154	Aug-18	Marysville Advocate	Sponsor Ad	6720.300	113
155	Aug-18	Courier Tribune	Display Ads	6610.100	5

Blue Valley Tele-Communications, Inc.
Advertising Expense
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Line No.	Date	Vendor	Description	Account	Amount
156	Aug-18	Frankfort Area News	Box Ads	6610.100	5
157	Aug-18	Courier Tribune	Display Ads	6230.500	5
158	Aug-18	Frankfort Area News	Box Ads	6230.500	6
159	Aug-18	Marysville Advocate	Football Contest	6230.500	69
160	Sep-18	Pinnacle	Kanzaland Directory	6620.100	1,945
161	Sep-18	Thomas Outdoor Advertising	Billboard Rent	6610.100	85
162	Sep-18	Subscriber Billing	Marketing Expense	6610.100	230
163	Sep-18	Thomas Outdoor Advertising	Billboard Rent	6230.500	24
164	Sep-18	GigaNews, Inc		6230.500	165
165	Sep-18	Box Ads		6230.500	6
166	Sep-18	Display Ads		6230.500	4
167	Sep-18	Onaga High School	Yearbook Ad	6720.300	50
168	Sep-18	Thank You Cards		6610.100	246
169	Sep-18	Bowl Challenge		6610.100	1,440
170	Sep-18	Robin Robins	Marketing Consultant	6610.100	27
171	Sep-18	Frankfort High School	Yearbook Ad	6720.300	41
172	Sep-18	Linn High School	Yearbook Ad	6720.300	70
173	Sep-18	Monthly Ads		6230.500	10
174	Sep-18	Frankfort Area News	Box Ads	6610.100	4
175	Sep-18	Westy Official Weekly	Box Ads	6610.100	4
176	Sep-18	Westy Official News	Box Ads	6230.500	5
177	Sep-18	Marysville Advocate	Football Contest	6230.500	77
178	Oct-18	Pinnacle	Kanzaland Directory	6620.100	1,945
179	Oct-18	Thomas Outdoor Advertising	Billboard Rent	6610.100	85
180	Oct-18	Subscriber Billing	Marketing Expense	6610.100	900
181	Oct-18	Thomas Outdoor Advertising	Billboard Rent	6230.500	23
182	Oct-18	Courier Tribune	Display Ads	6610.100	5
183	Oct-18	Innovative Systems, LLC	Inserts	6230.500	187
184	Oct-18	Courier Tribune	Display Ads	6230.500	5
185	Oct-18	GigaNews, Inc		6230.500	165
186	Oct-18	Expresscopy.com	Paper, Envelopes	6230.500	1,897
187	Oct-18	Water Bottles to Customers		6610.100	390
188	Oct-18	Marysville Advocate	Monthly Ads	6610.100	19
189	Oct-18	Centralia High School	Yearbook Ad	6720.300	45
190	Oct-18	Marysville Advocate	Jan-Sept 18 Advertising	6230.500	22
191	Oct-18	Backroads News and Media	Co-op Ad	6720.300	481
192	Oct-18	Backroads News and Media	Monthly Ads	6610.100	5
193	Oct-18	Backroads News and Media	Monthly Ads	6230.500	6
194	Oct-18	KNZA, Inc	Broadband Ads	6230.500	70
195	Oct-18	Frankfort High School	Yearbook Ad	6720.300	41
196	Oct-18	Telegraph	Co-op Ad	6720.300	383
197	Oct-18	KCLY-FM	Ads	6230.500	272
198	Oct-18	Westy Official Weekly	Co-op Ad	6720.300	288
199	Oct-18	Frankfort Area News	Co-op Ad	6720.300	600
200	Oct-18	Onaga Herald	Co-op Ad	6720.300	504
201	Oct-18	Marysville Advocate	Co-op Ad	6720.300	782
202	Oct-18	Sports Ads		6720.300	118
203	Oct-18	Westy Official Weekly	Box Ads	6610.100	4
204	Oct-18	Frankfort Area News	Box Ads	6610.100	4
205	Oct-18	Visa	Infusion Soft	6610.100	139
206	Oct-18	Westy Official News	Box Ads	6230.500	5
207	Oct-18	Frankfort Area News	Box Ads	6230.500	5
208	Oct-18	Marysville Advocate	Web Banner/Footbal Contest Ad	6230.500	132
209	Nov-18	Pinnacle	Kanzaland Directory	6620.100	1,945

Blue Valley Tele-Communications, Inc.
Advertising Expense
Income Statement Adjustment No. 5
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Line No.	Date	Vendor	Description	Account	Amount
210	Nov-18	Subscriber Billing	Marketing Expense	6610.100	740
211	Nov-18	New Boston Creative	Questionnaire	6230.500	537
212	Nov-18	GigaNews, Inc		6230.500	165
213	Nov-18	Diamond Rentals LLC	Billboard Rent	6610.100	85
214	Nov-18	Diamond Rentals, LLC	Billboard Rent	6230.500	23
215	Nov-18	Courier Tribune	Display Ads	6610.100	4
216	Nov-18	Courier Tribune	Display Ads	6230.500	4
217	Nov-18	Hanover News	Co-op Ad	6720.300	279
218	Nov-18	Idntiteez	Clothing	6620.100	17
219	Nov-18	Backroads News and Media	Monthly Ads	6610.100	7
220	Nov-18	Backroads News and Media	Monthly Ads	6230.500	8
221	Nov-18	Visa	Infusion Soft	6610.100	197
222	Nov-18	Giftcards.com	Oct Promo	6230.500	466
223	Dec-18	Marysville Advocate	Sports Ad	6720.300	122
224	Dec-18	Hanover News	Sports Ad	6720.300	28
225	Dec-18	Pinnacle	Kanzaland Directory	6620.100	1,945
226	Dec-18	Diamond Rentals LLC	Billboard Rent	6610.100	85
227	Dec-18	Subscriber Billing	Marketing Expense	6610.100	1,269
228	Dec-18	Diamond Rentals, LLC	Billboard Rent	6230.500	23
229	Dec-18	Marysville Advocate	Football Contest	6230.500	77
230	Dec-18	Sixteen	Sponsor Ad	6720.300	179
231	Dec-18	GigaNews, Inc		6230.500	165
232	Dec-18	Westy Official Weekly	Box Ads	6610.100	5
233	Dec-18	Innovative Systems, LLC	Holiday Promo	6230.500	231
234	Dec-18	Frankfort Area News	Box Ads	6610.100	5
235	Dec-18	Westy Official News	Box Ads	6230.500	6
236	Dec-18	Frankfort Area News	Box Ads	6230.500	6
237	Dec-18	Home and Wellness Presentation		6230.500	529
238	Dec-18	Empty Cup Bistro	Director's Meeting	6620.100	173
239	Dec-18	Water Bottles to Customers		6610.100	509
240	Dec-18	Backroads News and Media	Monthly Ads	6610.100	5
241	Dec-18	Holiday Ads		6720.300	84
242	Dec-18	Backroads News and Media	Monthly Ads	6230.500	6
243	Dec-18	Holiday Ads		6720.300	81
244	Dec-18	Westy Official Weekly	Holiday Ads	6720.300	43
245	Dec-18	Marysville Advocate	Sponsor Ad	6720.300	61
246	Dec-18	Marysville Advocate	Sig Page	6720.300	68
247	Dec-18	Frankfort Area News	Holiday Ads	6720.300	54
248	Dec-18	Courier Tribune	Display Ads	6610.100	4
249	Dec-18	Westy Official Weekly	Box Ads	6610.100	4
250	Dec-18	Marysville Advocate	Banner Ad	6610.100	27
251	Dec-18	Frankfort Area News	Box Ads	6610.100	4
252	Dec-18	Visa	Infusion Soft	6610.100	197
253	Dec-18	Cornerstone Group	Promotion Planners	6610.100	208
254	Dec-18	Courier Tribune	Display Ads	6230.500	4
255	Dec-18	Westy Official News	Box Ads	6230.500	5
256	Dec-18	Marysville Advocate	Banner Ad	6230.500	32
257	Dec-18	Frankfort Area News	Box Ads	6230.500	5
258	Dec-18	Visa	Facebook Ad	6230.500	4
259	Dec-18	Smart Home Presentation	Pizza	6230.500	25

260 Totals Advertising Expense to be Removed

54,298

Sources: Data Requests 3 and 29

Blue Valley Tele-Communications, Inc.
Dues and Donations
Income Statement Adjustment No. 6
Test Year Ending December 31, 2018

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Line No.	Account	Description	Staff Adjustment	Regulated Percentage	Regulated Adjustment	Intrastate Separations	Intrastate Adjustment
1	6720.200	Accounting Expense	(275)	45.23%	(124)	0.505701	(63)
2	6720.300	Ext Relations and Corporate Image	(151,072)	45.23%	(68,330)	0.505701	(34,555)
3	6610.300	Marketing Expense	(2,269)	100%	(2,269)	0.805558	(1,828)
4	Total Staff Adjustment		<u>(153,616)</u>		<u>(70,724)</u>		<u>(36,445)</u>

Line No.	Date	Vendor	Description	Account	Amount
5	Jan-18	Marysville Rotary Club	Semi-annual Membership	6720.300	288
6	Jan-18	Subscriber Billing	Donations	6720.300	1,129
7	Jan-18	NTCA	Dues	6720.300	5,109
8	Jan-18	Onaga Football Alumni Fund	Poker Tournament	6720.300	200
9	Jan-18	Walmart	Giving Tree	6720.300	200
10	Jan-18	Centralia High School	After Prom	6720.300	75
11	Jan-18	Marysville Chamber of Commerce	Annual Meeting	6720.300	135
12	Jan-18	Foundation for Rural Services	Sustaining Donor	6720.300	1,005
13	Jan-18	Foundation for Rural Services	Donation	6720.300	495
14	Jan-18	Marysville Chamber of Commerce	Annual Dues	6720.300	426
15	Jan-18	Marshall County Partnership for Growth	Corporate Sponsorship	6720.300	2,250
16	Jan-18	Foundation for Rural Services	Youth Tour	6720.300	1,720
17	Jan-18	Youth Tour	Sponsor	6720.300	430
18	Jan-18	Facebook	Pick It Bowl	6720.300	57
19	Jan-18	Visa 89556	Robin Robins	6610.300	27
20	Jan-18	Facebook	Pick It Bowl	6720.300	16
21	Jan-18	CPA Dues	Annual Dues	6720.200	275
22	Jan-18	Video Production Revenue		6720.300	5,346
23	Feb-18	Blue Valley PTO	Donation	6720.300	38
24	Feb-18	Subscriber Billing	Donations	6720.300	1,109
25	Feb-18	Westmoreland Area Chamber	Annual Dues	6720.300	25
26	Feb-18	Onaga Area Chamber of Commerce	Annual Dues	6720.300	100
27	Feb-18	Westmoreland Area Chamber	Dues	6720.300	25
28	Feb-18	Onaga Area Chamber of Commerce	Dues	6720.300	100
29	Feb-18	Frankfort High School	After Prom	6720.300	68
30	Feb-18	Marysville Chamber of Commerce	Legislative Forum Sponsor	6720.300	90
31	Feb-18	Marysville High School	Work Auction	6720.300	270
32	Feb-18	Backroads News and Media	Renewal	6610.300	29
33	Feb-18	Facebook	Pick It Bowl	6720.300	203
34	Feb-18	Visa 89746	Robin Robins	6610.300	27
35	Feb-18	Facebook	Pick It Bowl	6720.300	58
36	Feb-18	Video Production Revenue		6720.300	4,536
37	Mar-18	Primo	Membership Renewal	6610.300	222
38	Mar-18	Subscriber Billing	Donations	6720.300	1,109
39	Mar-18	Centennial Homestead	Easter Egg Hunt	6720.300	54
40	Mar-18	Marysville Main Street	Big Blue BBQ	6720.300	450
41	Mar-18	Washington County Saddle Club	Rodeo Sponsor	6720.300	450
42	Mar-18	Astro 3 Theatre	Easter Movie Sponsor	6720.300	270
43	Mar-18	Home City Easter Egg Hunt	Easter Egg Hunt	6720.300	150
44	Mar-18	Kansas Rocks the Oregon Trail	VIP Donation	6720.300	675
45	Mar-18	Marysville Autofest	Car Show	6720.300	90

Dues and Donations

Exhibit IDC-6

Line No.	Date	Vendor	Description	Account	Amount
46	Mar-18	Jaydon Ballman Trail Life	Income Statement Adjustment No. 6 USA Project Test Year Ending December 31, 2018	6720.300	135
47	Mar-18	Blue Valley PTO	Donation	6720.300	38
48	Mar-18	Axtell High School	After Prom	6720.300	75
49	Mar-18	Marysville High School	After Prom	6720.300	122
50	Mar-18	Little Black Dress Alliance	Mother's Day Bash	6720.300	180
51	Mar-18	Onaga High School After Prom	Donation	6720.300	75
52	Mar-18	Rock Creek High School After Prom	Donation	6720.300	75
53	Mar-18	Washington County Fair	Donation	6720.300	1,800
54	Mar-18	Beattie Easter Egg Hunt	Easter Egg Hunt	6720.300	86
55	Mar-18	VISA - 90088	Jr Achievement	6720.300	30
56	Mar-18	Visa 90088	Robin Robins	6610.300	27
57	Mar-18	Video Production Revenue		6720.300	3,686
58	Apr-18	Marysville Magic Softball	Team Sponsor	6720.300	135
59	Apr-18	Candace Wright and John	Fees and Dues	6720.300	243
60	Apr-18	Subscriber Billing	Donations	6720.300	1,166
61	Apr-18	St. Luke's Lutheran Church	Youth Group Donation	6720.300	500
62	Apr-18	Pony Express Cat Backers	Sponsor	6720.300	113
63	Apr-18	Washington Chamber of Commerce	Annual Dues	6720.300	90
64	Apr-18	Echo Group Inc	Oketo Tornado Siren	6720.300	321
65	Apr-18	Frankfort High School	Golf Sponsor	6720.300	90
66	Apr-18	Hometown Lumber Inc	Oketo Tornado Siren	6720.300	96
67	Apr-18	Washington County High School	Student Planners	6720.300	450
68	Apr-18	Axtell Harvest Festival	Sponsor	6720.300	525
69	Apr-18	Marshall County 4-H Council	Donation	6720.300	1,800
70	Apr-18	Backroads News and Media	Subscription	6610.300	41
71	Apr-18	Westy Community Service Club		6720.300	270
72	Apr-18	RSVP Northeast Kansas	Annual Dues	6720.300	225
73	Apr-18	RSVP Northeast Kansas	Table Sponsor	6720.300	45
74	Apr-18	Westy Community Service Club	BBQ, Car Show, Festival Sponsor	6720.300	500
75	Apr-18	Facebook	March Mania	6720.300	37
76	Apr-18	VISA - 90337	Youth Tour Flights	6720.300	868
77	Apr-18	Visa 90337	Robin Robins	6610.300	27
78	Apr-18	Visa 90337	Survey Monkey Annual Fee	6610.300	266
79	Apr-18	Youth Tour	Flights	6720.300	217
80	Apr-18	Video Production Revenue		6720.300	4,536
81	May-18	Subscriber Billing	Donations	6720.300	1,126
82	May-18	Centralia Pride Association	Easter Egg Hunt	6720.300	150
83	May-18	St. Gregory's	Golf Sponsor	6720.300	90
84	May-18	Trisha Mathewson	Scholarship	6720.300	750
85	May-18	Pocket Schedules		6720.300	509
86	May-18	Highland Community College	Annual Pledge	6720.300	700
87	May-18	Highland Community College	Annual Pledge	6720.300	200
88	May-18	Marysville Chamber of Commerce	Poker Run	6720.300	90
89	May-18	DMD Designs and Graphics	Team Sponsor	6720.300	215
90	May-18	Pottawatomie County 4-H	Meal Tickets	6720.300	1,560
91	May-18	Spending Money	Youth Tour	6720.300	80
92	May-18	Youth Tour	Spending Money	6720.300	20
93	May-18	Imprint.com	Golf Accessories	6720.300	340
94	May-18	Visa 90543	Robin Robins	6610.300	27
95	May-18	Onaga Herald	Subscription	6610.300	31

Dues and Donations

Exhibit IDC-6

Line No.	Date	Vendor	Description	Account	Amount
96	May-18	Visa 90543	Parade Shirts	6720.300	21
			Income Statement Adjustment No. 6		
			Test Year Ending December 31, 2018		
97	May-18	Visa	Parade Shirts	6720.300	6
98	May-18	Video Production Revenue		6720.300	5,751
99	Jun-18	Subscriber Billing	Donations	6720.300	1,126
100	Jun-18	Summerfield Community Action	Truck and Tractor Pull	6720.300	250
101	Jun-18	Frankfort Summerfest	Donation	6720.300	135
102	Jun-18	Marysville High School	Golf Sponsor	6720.300	225
103	Jun-18	Summer Reading Program	Sponsor	6720.300	45
104	Jun-18	Marshall Fike	Scholarship	6720.300	750
105	Jun-18	Pottawatomie County 4-H	Donation	6720.300	850
106	Jun-18	Garrison Stowel	Scholarship	6720.300	750
107	Jun-18	Holly Holthaus	Scholarship	6720.300	750
108	Jun-18	Onaga High School	Student Planners	6720.300	500
109	Jun-18	City of Vermillion	Tractor Pull	6720.300	100
110	Jun-18	Washington County High School	Donation	6720.300	135
111	Jun-18	July 4th	Donation	6720.300	135
112	Jun-18	VISA - 90846	Youth Tour	6720.300	146
113	Jun-18	Visa 90846	Robin Robins	6610.300	27
114	Jun-18	Youth Tour	Visa	6720.300	37
115	Jun-18	Video Production Revenue		6720.300	2,754
116	Jul-18	Candace Wright and John	Fees and Dues	6720.300	303
117	Jul-18	Subscriber Billing	Donations	6720.300	1,112
118	Jul-18	Marshall County Fair	Booth Rental	6720.300	45
119	Jul-18	Washington County Fair	Booth Rental	6720.300	23
120	Jul-18	Innovative Systems, LLC	Customer Appreciation Inserts	6720.300	224
121	Jul-18	Inserts	Customer Appreciation	6720.300	54
122	Jul-18	Centralia Pride Association	Customer Appreciation Meal	6720.300	1,184
123	Jul-18	Consolidated Printing	Newsletters	6720.300	1,329
124	Jul-18	Consolidated Printing	Newsletters	6720.300	654
125	Jul-18	Marysville Rotary Club	Semi-annual Membership	6720.300	303
126	Jul-18	Backroads News and Media	School Booster Package	6720.300	183
127	Jul-18	Marshall and Washington County Parade	Sponsor	6720.300	152
128	Jul-18	Marysville Kids' Wrestling	Sponsor	6720.300	135
129	Jul-18	Marshall County Arts Cooperative	Golf Sponsor	6720.300	90
130	Jul-18	Brodric Shirley	Scholarship	6720.300	750
131	Jul-18	Pottawatomie County Fair	Sponsor	6720.300	200
132	Jul-18	Rene Robinson	Car Show Trophy Sponsor	6720.300	25
133	Jul-18	Kayla Gore	Scholarship	6720.300	750
134	Jul-18	Nathan Rempe	Scholarship	6720.300	750
135	Jul-18	Washington County 4-H	Meal Tickets	6720.300	490
136	Jul-18	Hannah Lynn Dittmer	Scholarship	6720.300	750
137	Jul-18	John Mathewson	Scholarship	6720.300	750
138	Jul-18	Backroads News and Media	Linn Picnic	6720.300	30
139	Jul-18	Marshall County 4-H	Customer Appreciation Meal	6720.300	1,105
140	Jul-18	Visa 91203	Robin Robins	6610.300	27
141	Jul-18	Video Production Revenue		6720.300	4,212
142	Aug-18	Ambassador Company		6720.300	312
143	Aug-18	Subscriber Billing	Donations	6720.300	1,192
144	Aug-18	SITA	Dues	6720.300	5,199
145	Aug-18	Beattie Milo Festival Tractor Pull	Sponsor	6720.300	50

Dues and Donations

Exhibit IDC-6

Line No.	Date	Vendor	Description	Account	Amount
146	Aug-18	Michaela Forst	Scholarship	6720.300	750
Income Statement Adjustment No. 6 Test Year Ending December 31, 2018					
147	Aug-18	NFIB	Dues	6720.300	100
148	Aug-18	Wet and Wild Wheaton Water Run	Sponsor	6720.300	150
149	Aug-18	Makenna Koch	Scholarship	6720.300	750
150	Aug-18	First National Bank	Fall Fest	6720.300	225
151	Aug-18	Katie Glatczak	Scholarship	6720.300	750
152	Aug-18	Abigayle Snider	Scholarship	6720.300	750
153	Aug-18	Erin Rombeck	Scholarship	6720.300	750
154	Aug-18	Ma and Pa's Kettle	Business Gifts	6720.300	306
155	Aug-18	Kendal Krohn	Scholarship	6720.300	1,250
156	Aug-18	Technology Marketing	Subscription	6610.300	27
157	Aug-18	Ambassador	My Fav Book - Centralia	6720.300	312
158	Aug-18	Ambassador	My Fav Book - Seneca	6720.300	382
159	Aug-18	Ambassador	Marysville	6720.300	864
160	Aug-18	Marysville High School	Student Planners	6720.300	450
161	Aug-18	Frankfort High School	Sponsor	6720.300	45
162	Aug-18	Marysville Sport and Recreation	Disc Golf	6720.300	185
163	Aug-18	Parkerpalooza	Sponsor	6720.300	90
164	Aug-18	Kansas Farm Bureau	Dues	6720.300	45
165	Aug-18	Rachel Koch	Scholarship	6720.300	750
166	Aug-18	Washington Fire and Rescue	Donation	6720.300	135
167	Aug-18	Rock Creek High School	Scholarship	6720.300	500
168	Aug-18	Video Production Revenue		6720.300	4,374
169	Sep-18	Subscriber Billing	Donations	6720.300	1,200
170	Sep-18	Onaga Area Chamber of Commerce	October Fest Donation	6720.300	250
171	Sep-18	Axtell Public School	Student Planners	6720.300	500
172	Sep-18	Marysville PTO	Fall Fest	6720.300	113
173	Sep-18	Pivot Group	BV Bowl Challenge Community Contest	6610.300	320
174	Sep-18	Pivot Group	Bowl Challenge	6610.300	1,120
175	Sep-18	Marshall County Relay for Life	Sponsor	6720.300	450
176	Sep-18	Onaga Historical Society	Donation	6720.300	200
177	Sep-18	Pottawatomie Recycling Committee	Donation	6720.300	200
178	Sep-18	Crafting for Others	Donation	6720.300	200
179	Sep-18	Voet, C	Mileage to Westy Chamber Meeting	6720.300	65
180	Sep-18	Technology Marketing	Subscription	6610.300	27
181	Sep-18	Video Production Revenue		6720.300	4,212
182	Oct-18	Subscriber Billing	Donations	6720.300	870
183	Oct-18	Marysville Rotary Club	Semi-annual Membership	6720.300	121
184	Oct-18	Pottawatomie County 4-H	Meal Tickets	6720.300	1,664
185	Oct-18	Marysville Rotary Club	Semi-annual Membership	6720.300	113
186	Oct-18	Pottawatomie County 4-H	Donation	6720.300	1,150
187	Oct-18	Postmaster	Newsletters	6720.300	457
188	Oct-18	Video Production Revenue		6720.300	3,969
189	Oct-18	Consolidated Printing	Newsletters	6720.300	1,282
190	Oct-18	Marysville Chamber of Commerce	Black Squirrel Night	6720.300	238
191	Oct-18	Marysville Chamber of Commerce	Mixer	6720.300	245
192	Nov-18	PVC Fishing		6720.300	42
193	Nov-18	Hometown Lumber Inc	Scarecrow	6720.300	4
194	Nov-18	Subscriber Billing	Donations	6720.300	870
195	Nov-18	Twin Valley	Christmas Tree Sponsor	6720.300	250

Dues and Donations

Exhibit IDC-6

196 Nov-18 Home City Christmas Event Sponsor
 Income Statement Adjustment No. 6
 Test Year Ending December 31, 2018 6720.300 354

Line No.	Date	Vendor	Description	Account	Amount
197	Nov-18	Career Fair	Water Reimbursement	6720.300	85
198	Nov-18	Marshall County Partnership for Growth	Corporate Sponsorship	6720.300	2,250
199	Nov-18	VISA	Career Fair	6720.300	19
200	Nov-18	Visa	Giving Tree	6720.300	19
201	Nov-18	Video Production Revenue		6720.300	3,321
202	Dec-18	Subscriber Billing	Donations	6720.300	870
203	Dec-18	Marysville School District	Media Grant	6720.300	900
204	Dec-18	KRITC	Dues	6720.300	12,994
205	Dec-18	Innovative	Christmas Coupon	6720.300	477
206	Dec-18	Frankfort School District	Media Grant	6720.300	900
207	Dec-18	Marysville Chamber of Commerce	Annual Dues	6720.300	426
208	Dec-18	Marysville Main Street	Annual Dues	6720.300	270
209	Dec-18	Caring Community	Pizza, Sponsorship	6720.300	1,000
210	Dec-18	Centralia School District	Media Grant	6720.300	900
211	Dec-18	Video Production Revenue		6720.300	3,780
212 Total Dues and Donations Expense to be Removed					<u><u>153,616</u></u>

Sources: Data Requests 3, 31, and 32

Blue Valley Tele-Communications, Inc.
Miscellaneous Expense
Income Statement Adjustment No. 7
Test Year Ending December 31, 2018

Docket No. 20-BLVT-218-KSF
Exhibit IDC-7

Line No.	Account	Description	Staff Regulated Adjustment	Intrastate Separations	Intrastate Adjustment
1	6610.100	Marketing Expense	(6,195)	0.805558	(4,990)
2	6610.200	Sales Expense	(318)	0.805558	(256)
3	6620.100	Directory Expense	(55)	0.772103	(42)
4	6620.200	Customer Service Expenses	(24)	0.534763	(13)
5	6720.000	Executive Expense	(22)	0.505701	(11)
6	6720.200	Accounting Expense	(161)	0.505701	(82)
7	6720.300	Ext Relations, Corp Image	(5,093)	0.505701	(2,576)
8	Total Staff Adjustment		(11,869)		(7,970)

Source: Exhibit IDC-x(a)

Blue Valley Tele-Communications, Inc.
Miscellaneous Expense Detail
Income Statement Adjustment No. 7
Test Year Ending December 31, 2018

Docket No. 20-BLVT-218-KSF
Exhibit IDC-7(a)

Line No.	Date	Vendor	Description	Account	Amount	Regulated Percentage	Regulated Amount
1	Jan-18	Walmart	Giving Tree	6720.300	700.20	45.23%	317
2	Jan-18	Visa 89371	Mileage	6720.300	5.35	45.23%	2
3	Jan-18	Visa	Boyle	6610.200	2.84	100%	3
4	Jan-18	Visa	Smith	6610.200	35.76	100%	36
5	Feb-18	Visa 89746		6720.300	12.50	45.23%	6
6	Feb-18	Visa	Smith	6610.200	12.36	100%	12
7	Feb-18	Visa	Boyle	6610.200	11.74	100%	12
8	Mar-18	Employee Gift	Meeting	6720.200	180.00	45.23%	81
9	Mar-18	Gift Reimbursement		6720.300	20.00	45.23%	9
10	Mar-18	Employee Gift		6720.300	329.31	45.23%	149
11	Mar-18	Consolidated Printing	Water Bottles	6610.100	441.98	100%	442
12	Mar-18	Visa 90088	Anniversary Gift	6720.300	78.81	45.23%	36
13	Mar-18	Visa	Smith	6610.200	28.92	100%	29
14	Apr-18	Markan Sales Co	Popcorn	6720.300	23.84	45.23%	11
15	Apr-18	Flowers for Candance - CEO		6720.000	48.65	45.23%	22
16	Apr-18	Visa	FFA Worker Lunch	6720.300	15.83	45.23%	7
17	Apr-18	Visa	Armstrong	6610.200	3.60	100%	4
18	Apr-18	Visa	Smith	6610.200	11.64	100%	12
19	Apr-18	Visa	Boyle	6610.200	20.99	100%	21
20	May-18	Discountmugs.com	Hats	6720.300	332.41	45.23%	150
21	May-18	721 Design Studio	Plant	6720.300	70.27	45.23%	32
22	May-18	Visa	Blood Drive	6720.300	75.92	45.23%	34
23	May-18	Visa	Smith	6610.200	13.69	100%	14
24	May-18	Visa	Boyle	6610.200	26.39	100%	26
25	Jun-18	Markan Sales Co	Parade Candy	6720.300	85.40	45.23%	39
26	Jun-18	Free Shirts		6720.300	418.05	45.23%	189
27	Jun-18	Visa	Funeral Plant	6620.200	76.65	31.65%	24
28	Jun-18	Visa	Smith	6610.200	1.88	100%	2
29	Jun-18	Visa	Boyle	6610.200	12.95	100%	13
30	Jul-18	Consolidated Printing	Water Bottles	6610.100	395.60	100%	396
31	Jul-18	721 Design Studio	Parade Shirts	6720.300	38.92	45.23%	18
32	Jul-18	Visa	Smith	6610.200	7.44	100%	7
33	Jul-18	Visa	Flowers	6610.200	10.70	100%	11
34	Jul-18	Visa	Boyle	6610.200	31.31	100%	31
35	Aug-18	Armstrong	Misc	6720.300	11.53	45.23%	5
36	Aug-18	Armstrong	Misc	6610.100	563.16	100%	563
37	Aug-18	Markan Sales Co	Parade Candy	6720.300	94.89	45.23%	43
38	Aug-18	Markan Sales	Parade Candy	6720.300	94.89	45.23%	43
39	Aug-18	El Ranchero	Meals	6720.200	45.00	45.23%	20
40	Aug-18	NECA	Meeting	6720.200	82.96	45.23%	38
41	Aug-18	Water Bottles		6610.100	3,033.30	100%	3,033
42	Aug-18	Markan Sales Co	Parade Candy	6720.300	59.05	45.23%	27
43	Sep-18	Consolidated Printing	Thank You Cards	6610.100	246.18	100%	246
44	Sep-18	Voet, C	Westy Chamber Meal	6720.300	8.67	45.23%	4
45	Sep-18	Peanut Bag	Treat Bags	6720.300	375.18	45.23%	170
46	Sep-18	Visa	Smith	6610.200	7.00	100%	7
47	Sep-18	Visa	Smith	6610.200	48.20	100%	48
48	Oct-18	Idntiteez	Baby Gift	6720.300	34.59	45.23%	16
49	Oct-18	Consolidated Printing	Water Bottles	6610.100	390.20	100%	390
50	Oct-18	Blue Valley Christmas	Knives, Set Up	6720.300	4,202.76	45.23%	1,901

Blue Valley Tele-Communications, Inc.
Miscellaneous Expense Detail
Income Statement Adjustment No. 7
Test Year Ending December 31, 2018

Docket No. 20-BLVT-218-KSF
Exhibit IDC-7(a)

Line No.	Date	Vendor	Description	Account	Amount	Regulated Percentage	Regulated Amount	
51	Oct-18	Visa	Car Wash	6610.200	24.00	100%	24	
52	Nov-18	Idntiteez	Prize Shirts	6720.300	221.61	45.23%	100	
53	Nov-18	Walmart Business	Axtell Booze and Brews	6720.300	52.41	45.23%	24	
54	Nov-18	Idntiteez	Christmas Shirts	6720.300	12.96	45.23%	6	
55	Nov-18	Voet, C	Westy Chamber Meal	6720.300	5.74	45.23%	3	
56	Nov-18	VISA	Giving Tree	6720.300	65.99	45.23%	30	
57	Nov-18	Marysville Career Fair	Snacks	6720.300	17.20	45.23%	8	
58	Nov-18	Visa	Meeting with Schools	6720.300	18.46	45.23%	8	
59	Nov-18	Visa	Car Wash	6610.200	7.00	100%	7	
60	Dec-18	Christmas		6720.300	20.23	45.23%	9	
61	Dec-18	Empty Cup Coffee Bar	Directors Meeting	6620.100	172.52	31.65%	55	
62	Dec-18	Seneca Florist	Flowers	6720.300	76.30	45.23%	35	
63	Dec-18	Visa	Christmas Trees	6720.300	617.68	45.23%	279	
64	Dec-18	Holiday Inn	Christmas Party	6720.300	3,063.88	45.23%	1,386	
65	Dec-18	Marshalls	Giving Tree	6610.100	465.55	100%	466	
66	Dec-18	Facebook	Giving Tree	6610.100	5.40	100%	5	
67	Dec-18	Marshalls, Facebook	Giving Tree	6610.100	602.76	100%	603	
68	Dec-18	Marysville Santa Parade	Candy	6610.100	50.56	100%	51	
69	Dec-18	Auditors	Meals	6720.200	48.91	45.23%	22	
70		Total Miscellaneous Expenses to be Removed Before Intrastate Separations						<u><u>11,869</u></u>

Source: Data Request 3

Blue Valley Tele-Communications, Inc. Docket No. 20-BLVT-218-KSF
Legal Expense Exhibit IDC-8
Income Statement Adjustment No. 8
Test Year Ending December 31, 2018

Line No.	Description	Amount
1	Amount Recorded in General Ledger	26,532.91
2	Staff's Corrected Amount	<u>26,366.01</u>
3	Staff's Adjustment to Account 6720.500	(166.90)
4	Staff's Regulated Percentage	<u>45.23%</u>
5	Staff's Regulated Adjustment	(75.49)
6	Staff's Intrastate Separations	<u>0.505701</u>
7	Staff's Intrastate Adjustment	<u><u>(38.17)</u></u>

Note: This adjustment reflects a calculation error in the General Ledger.

Sources: Data Requests 3 and 36

STATE OF KANSAS)
) ss.
COUNTY OF SHAWNEE)

VERIFICATION

Ian Campbell, being duly sworn upon his oath deposes and states that he is an Auditor for the Utilities Division of the Kansas Corporation Commission of the State of Kansas, that he has read and is familiar with the foregoing *Direct Testimony*, and attests that the statements contained therein are true and correct to the best of his knowledge, information and belief.



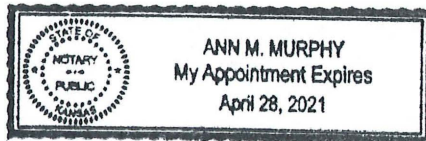
Ian Campbell
Auditor
State Corporation Commission of the
State of Kansas

Subscribed and sworn to before me this 20 day of March, 2020.



Notary Public

My Appointment Expires: 4-28-21



CERTIFICATE OF SERVICE

20-BLVT-218-KSF

I, the undersigned, certify that a true and correct copy of the above and foregoing Direct Testimony was served via electronic service this 20th day of March, 2020, to the following:

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