

Law Office of
Richard A. Finnigan
2112 Black Lake Blvd. SW
Olympia, Washington 98512

Richard A. Finnigan
(360) 956-7001
rickfinn@localaccess.com

Candace Shofstall
Legal Assistant
(360) 753-7012
candaces@localaccess.com

April 4, 2017

VIA E-MAIL

Filing Center
Oregon Public Utility Commission
PO Box 1088
Salem OR 97308-1088

Re: Oregon Telephone Corporation – Customer Notice

Dear Sir/Madam:

For your information, enclosed you will find the above-referenced customer notification from Oregon Telephone Corporation ("OTC") regarding a proposed rate increase, which is scheduled to be effective June 1, 2017. This filing increases the residential rate from \$11.95 per month to \$13.95. This filing affects the Bates, Bridgeport, Dayville, Hereford, Ironside, Mount Vernon, Prairie City and Unity Exchanges. OTC is exempt from filing tariffs. The copy of the notice is provided pursuant to statute and Commission rule.

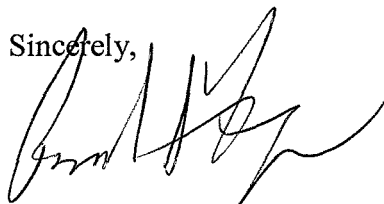
The Federal Communications Commission has issued an Order (FCC Order No. 11-161) that requires the Company to increase its rates to the levels set forth in the enclosed notice or face a corresponding reduction in its universal service support.

There is a chance that the FCC will reverse its position. Company representatives are asking the FCC to do that. If it happens, the rate will revert to \$11.95 as quickly as possible.

Oregon Public Utility Commission
April 14, 2017
Page 2 of 2

Thank you for your attention to this matter.

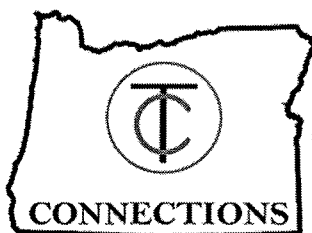
Sincerely,

A handwritten signature in black ink, appearing to read "Richard A. Finnigan", written in a cursive style.

RICHARD A. FINNIGAN

RAF/cs
Enclosure

cc: Client (via e-mail)



Connect to what's
important...FASTER

PO Box 609 Mount Vernon, OR 97865

541-932-4411 or 1-800-848-7969

April 1, 2017

IMPORTANT NOTICE

Oregon Telephone Corporation "Company" is filing with the Oregon Public Utility Commission ("Commission") to increase its residential monthly service rate from \$11.95 to \$13.95 per month for the following Company service area exchanges: Bates, Bridgeport, Dayville, Hereford, Ironside, Mount Vernon, Prairie City and Unity.

The proposed effective date for the filing is June 1, 2017.

The Federal Communications Commission has issued an Order (FCC Order No. 11-161) that requires the Company to increase its rates to the levels set forth in this Notice or face a corresponding reduction in its universal service support. Federal Universal Service support enables the Company to provide high quality service to you.

<u>Service</u>	<u>Existing Rate</u>	<u>New Rate</u>	<u>Change</u>	<u>Percentage of Change</u>
One-Party Residential Access Line	\$11.95	\$13.95	\$2.00	16.74%

There is a chance that the FCC will reverse its position. Company representatives are asking the FCC to do that. If it happens, the rate will revert to \$11.95 as quickly as possible.

This is not something that the Company is taking lightly. However, in considering options available to it, the Company believes it has no choice but to follow the FCC's requirements in order to continue to receive universal service support at approximately the same level it has in the past, if the FCC does not reverse its position.

Customers may petition the Public Utility Commission of Oregon to investigate the rate increase. The Commission has the authority to set final rates that may be lower or higher than the company's request, depending on the outcome of the investigation. The Commission will investigate the rate increase if it receives petitions signed by 10 percent of customers on or before May 22, 2017. If the Commission does not receive sufficient petitions by May 22, 2017, the proposed rates will become effective on June 1, 2017, without Commission review. Petitions should be sent to the Commission's Consumer Services Division.

Public Utility Commission of Oregon
PO Box 1088
Salem OR 97308-1088
E-mail: puc.consumer@state.or.us
Telephone: 1-800-522-2404 Consumer Services (voice)

If you have any questions about the proposed filing and how it will affect you, please call the Company at (541) 932-4411 or 1-800-848-7969

Sincerely,
Oregon Telephone Corporation