



Oregon

Theodore R. Kulongoski, Governor

Public Utility Commission

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March 15, 2006

Via Electronic Filing and U.S. Mail

OREGON PUBLIC UTILITY COMMISSION
ATTENTION: FILING CENTER
PO BOX 2148
SALEM OR 97308-2148

RE: **Docket No. UM 1175 et al** - In the Matter of Costs and Proposed Rates in Phase II of Extended Area Service Investigations in Dockets UM 1175 and UM 1207. Comments Regarding Stipulations Between Staff and the Telecommunications Utilities Involved.

Enclosed for electronic filing in the above-captioned docket is the Stipulation between Trans Cascades Telephone Company and Staff.

/s/ Kay Barnes

Kay Barnes
Regulatory Operations Division
Filing on Behalf of Public Utility Commission Staff
(503) 378-5763
Email: kay.barnes@state.or.us

cc: UM 1175 et al Service List - parties

**PUBLIC UTILITY COMMISSION
OF OREGON**

UM 1175 et al

STIPULATION

**Entered into between
Trans-Cascades Telephone Company
and Staff**

**In the Matter of
Costs and Proposed Rates in Phase II of
Extended Area Service Investigations in Dockets
UM 1175 and UM 1207.
Comments Regarding Stipulations Between Staff
and the Telecommunications Utilities Involved**

March 15, 2006

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**BEFORE THE PUBLIC UTILITY COMMISSION
OF OREGON**

2006 Extended Area Service Dockets
Phase II

In the Matter of Petitions for Extended Area Service by Chitwood (UM 1175) and Antelope (UM 1207).) **STIPULATION BETWEEN
TRANS-CASCADES TELEPHONE
COMPANY AND STAFF**

Trans-Cascades Telephone Company and the Public Utility Commission of Oregon staff, after having conducted extensive discovery and exchanges of information, stipulate and agree to the following:

1. A cost recovery amount of \$7,128 as set forth at Line G.3 in Exhibit 1 to this stipulation.

2. A \$7,108 increase in annual EAS revenues as set forth at Line I.2 in Exhibit 1 to this stipulation.

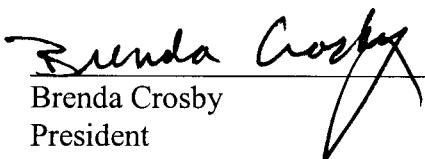
3. The rates, terms and conditions as set forth in Advice No. 86, Supplement 1, filed February 10, 2006.

Both parties reserve the right to re-examine Provisions 1 through 3 of this stipulation if the Commission does not approve any of the routes in docket UM 1207. In making this agreement, neither party to this stipulation takes a position on whether the Commission should approve the EAS routes at issue in the dockets that comprise this proceeding.

1 DATED this 21 day of Feb, 2006.

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Brenda Crosby
President
Trans-Cascades Telephone Company

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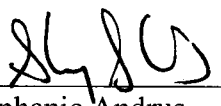
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8 DATED this 15th day of February, 2006.

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Stephanie Andrus
Assistant Attorney General
Of Attorneys for PUC Staff

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Exhibit 1

Trans-Cascades Telephone Company
EAS Conversion: UM 1207

Summary of Revenue Shifts
& Billed Revenue Changes.
Staff and Company

A. INTERSTATE TOLL/ACCESS REV REQ:	
1. PRE EAS CONVERSION	372,251
2. POST EAS CONVERSION	372,251
3. CHANGE (2-1)	0
B. INTRASTATE TOLL/ACCESS REV REQ:	
1. PRE EAS CONVERSION	49,046
2. POST EAS CONVERSION	41,917
3. CHANGE (2-1)	(7,129)
4. STATE TOLL SPF-Current Pre-Conversion	0.000000
5. STATE TOLL SPF-Post Conversion	0.000000
C. BILLED ACCESS REVENUE LOSS:	
(@ current rates)	
1. ACCESS REVENUE LOSS	\$8,777
2. BILLING & COLLECTION REVENUE	\$28,086
3. ACCESS MINUTES	(155,748)
D. BILLED TOLL REVENUE LOSS:	
(@ current rates)	
1. TOLL REVENUE LOSS (Estimated)	\$7,445
2. BILLED TOLL MINUTES	(102,144)
E. EAS REVENUE REQUIREMENT:	
1. PRE EAS CONVERSION	16,315
2. POST EAS CONVERSION	24,503
3. CHANGE (2-1)	8,188
4. STIMULATION FACTOR	2.1
F. LOCAL (OTHER) REVENUE REQUIREMENT	
1. PRE EAS CONVERSION	6,693
2. POST EAS CONVERSION	5,633
3. CHANGE (2-1)	(1,060)
G. COST RECOVERY REQUIREMENT FOR EAS:	
1. LOST INTERSTATE & STATE TOLL REV REQ.	7,129
2. ADDITIONAL COST OF EAS PROVISIONING	(1)
3. TOTAL	7,128

Trans-Cascades Telephone Company
EAS Conversion: UM 1207

**Summary of Revenue Shifts
& Billed Revenue Changes.
Staff and Company**

EAS CRITERION 10: NET REVENUE NEUTRAL

H. PROPOSED EAS REVENUE:

1. CURRENT	16,649
2. EAS REVENUE INCREASE	7,128
3. POST EAS CONVERSION	23,777

I. NET REVENUE NEUTRALITY - COST SHIFT METHOD

1. EAS COST RECOVERY REQ.	7,128
2. PROPOSED EAS REVENUE INCREASE	7,108
3. SURPLUS (DEFICIENCY) (L.2 -L.1)	(20)

**EAS CRITERION 8: EAS RATES MUST EXCEED
TRAFFIC SENSITIVE (TS) COSTS**

J. ALLOCATED TS COST TO EAS

1. PRE EAS CONVERSION	16,315
2. POST EAS CONVERSION	24,503
3. CHANGE (2 - 1)	8,188

K. EAS REVENUES

1. PRE EAS CONVERSION	16,649
2. POST EAS CONVERSION	23,777
3. CHANGE (2 -1)	7,128

L. CONTRIBUTION (LINES K - J)

1. PRE EAS CONVERSION	334
2. POST EAS CONVERSION	(726)

A deficiency of \$20. is reasonable. Advice No. 86 should be considered revenue neutral.

CERTIFICATE OF SERVICE

UM 1175 et al.

I certify that I have this day served the foregoing document upon all parties of record in this proceeding by delivering a copy in person or by mailing a copy properly addressed with first class postage prepaid, or by electronic mail pursuant to OAR 860-13-0070, to all parties or attorneys of parties.

Dated at Salem, Oregon, this 15th day of March, 2006.



Stephanie S. Andrus
Assistant Attorney General
Of Attorneys for Public Utility Commission's Staff
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Telephone: (503) 378-6322

**UM 1175 et al
Service List (Parties)**

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