

Jordan Associates, LLC

July 21, 2015

Via Electronic Filing

Barcy F. McNeal, Secretary
The Public Utilities Commission of Ohio
180 East Broad Street
Columbus, Ohio 43215

RE: In the Matter of the Application of Vaughnsville Telephone Company to Establish a Pole Attachment and Conduit Occupancy Tariff; Case No. 15-0942-TP-ATA, TRF Docket No. 90-5043-TP-TRF.

Dear Ms. McNeal:

Attached is a revised tariff sheet and revised Exhibit D to be filed on behalf of Vaughnsville Telephone Company in the above-referenced matter. Please replace the sheets originally filed on May 15, 2015 in this matter with the sheets attached hereto.

Thank you for your assistance. If you have any questions, please contact me at 614-523-4180.

Very truly yours,

/s/ Richard W. Jordan
Richard W. Jordan
Consultant to Vaughnsville Telephone Company

Enclosure

POLE ATTACHMENTS AND CONDUIT OCCUPANCY (Continued)

E. Assurance of Payment and Insurance (cont'd)

3. License shall maintain the following amounts of insurance, Commercial General Liability Insurance with limits of not less than \$1,000,000 per occurrence and \$2,000,000 annual aggregate. Umbrella or Excess Liability Insurance with limits of not less than \$10,000,000 per occurrence and in the aggregate. Workers Compensation Insurance in statutory amounts and Employers Liability Insurance in the amount \$1,000,000 per accident. Automobile Liability insurance covering any auto with combined single limits of \$1,000,000.
4. All insurance must be effective before the Attaching Entity attaches to any pole or occupies any conduit and shall remain in force until such attachments have been removed from all such poles.
5. The Attaching Entity's property insurance policy shall contain a waiver-of subrogation clause running to the Company. This must be reflected on the certificate of insurance provided by the Attaching Entity. Such policy shall be the primary remedy for all losses covered by the policy.

F. Rates

1. The rate provided below entitles a customer to attach to the poles and occupy conduit in all of the Company's franchise area. The Attachment Fee applies per pole, per year for each one foot of space occupied by Attaching Party's Attachments. The conduit rate applies to each foot of conduit occupied.
 - **\$1.79** for all pole attachments.
 - At this time, Company does not have any conduit resale capacity.
2. Field survey or inspection: Actual costs and expenses.
3. Make-ready work: Actual costs and expenses.
4. Labor: Actual costs and expenses.
5. Contractors: Actual costs and expenses.

G. Payment Terms

1. Attachment and occupancy fees are payable annually in advance. Fees are calculated on the number of attachments and feet of conduit occupied.
2. All fees and charges are due and payable 30 days after presentation of an invoice. Late payments will be assessed a late payment charge of 1% per month on all unpaid balances concurring on the date due and payable.

VAUGHNSVILLE TELEPHONE COMPANY
For Year 2014

POLE AND CONDUIT RENTAL CALCULATION INFORMATION
Financial Information

| | |
|--|--------------|
| 1 Telecommunications Plant-in-Service | \$ 1,339,821 |
| 2 Gross Investment - Poles | 6,382 |
| 3 Gross Investment - Conduit | 0 |
| 4 Accumulated Depreciation - Total Plant-in-Service | 1,080,317 |
| 5 Accumulated Depreciation - Poles | 6,382 |
| 6 Accumulated Depreciation - Conduit | 0 |
| 7 Depreciation Rate - Poles | 7.00% |
| 8 Depreciation Rate - Conduit | 0.00% |
| 9 Net Current Deferred Operating Income Taxes - Poles | - |
| 10 Net Current Deferred Operating Income Taxes - Conduit | - |
| 11 Net Current Deferred Operating Income Taxes - Total | - |
| 12 Net Non-current Deferred Operating Income Taxes - Poles | 0 |
| 13 Net Non-current Deferred Operating Income Taxes - Conduit | 0 |
| 14 Net Non-current Deferred Operating Income Taxes - Total | 0 |
| 15 Pole Maintenance Expense | 0 |
| 16 Pole Rental Expense | 0 |
| 17 Pole Expense (15) + (16) | - |
| 18 Conduit Maintenance Expense | 0 |
| 19 Conduit Rental Expense | 0 |
| 20 Conduit Expense (18) + (19) | - |
| 21 General & Administrative Expense | 89,626 |
| 22 Operating Taxes | \$ 5,095 |
| Operational Data (Actual) | |
| 23 Equivalent Number of Poles | 40 |
| 24 Conduit System Trench Kilometers | - |
| 25 Conduit System Duct Kilometers | - |
| 26 Number of inner-ducts (if no inner-ducts enter 2) | - |

Maximum Pole Attachment Charge

| | | |
|----|----------|---|
| \$ | 151.57 | Gross Cost of a Bare Pole |
| | 16.6667% | Space Factor |
| | 7.07% | Carrying Charge Rate |
| \$ | 1.79 | Maximum Pole Attachment Charge per annum |

Gross cost of a bare pole

| | | |
|----|--------|--|
| \$ | 6,382 | Gross Investment Poles |
| | 0.95 | Factor to remove investment in crossbars, etc. |
| \$ | 6,063 | Gross investment in <u>bare</u> poles |
| | 40 | Number of Poles |
| \$ | 151.57 | Gross cost of a bare pole |

Space Factor

| | | |
|--|----------|---|
| | 25 | average pole height (feet)* |
| | 19 | unusable space* |
| | 6 | usable space |
| | 1 | space occupied by attachment (feet) |
| | 16.6667% | Space Factor (space occupied/usable space) |

*Avg pole height and unusable space are rebuttable presumptions

Net Investment in Bare Poles

| | | |
|----|-------|--|
| \$ | 6,382 | Gross Investment Poles |
| | 6,382 | (less) Accumulated depreciation Poles |
| | - | (less) Net Current Deferred Operating Income Taxes-Poles |
| | - | (less) Net Non-Current Deferred Operating Income Taxes-Poles |
| \$ | - | Net Pole Investment |
| | 0.95 | Factor to remove investment in crossbars, etc. |
| \$ | - | Net investment in <u>bare</u> poles |

| | |
|--|--|
| <u>Carrying Charge Rate</u> | |
| 0.00% | Maintenance Factor |
| 6.69% | General and Administrative Factor |
| 0.00% | Depreciation Factor |
| 0.38% | Taxes Factor |
| 0.00% | Cost of Capital Factor |
| 7.07% | Carrying Charge Rate |
| <u>Maintenance Factor</u> | |
| \$ - | Pole Maintenance Expense |
| \$ 6,382 | Gross Investment Poles |
| 0.00% | Maintenance Factor |
| <u>General and Administrative Factor</u> | |
| \$ 89,626 | General and Administrative Expense |
| 1,339,821 | Total Plant in Service |
| 6.69% | General and Adm. Factor (G&A expense/Net TPIS) |
| <u>Depreciation Factor</u> | |
| 7.00% | Depreciation Rate-Poles |
| 0 | Fully Depreciated? Yes = 0, No=1 |
| 0.00% | Depreciation Factor |
| <u>Taxes Factor</u> | |
| \$ 5,095 | Operating Taxes |
| \$ 1,339,821 | Total Plant in Service |
| 0.38% | Taxes Factor |
| <u>Cost of Capital Factor</u> | |
| 10.00% | SLEC default Cost of Capital per Entry |
| - | Net Investment in Poles |
| 6,382 | Gross Investment in Poles |
| 0.00% | Cost of Capital Factor |

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Case No(s). 15-0942-TP-ATA

Summary: Amended Application Revised Tariff pages PUCO No. 5 electronically filed by Richard W. Jordan on behalf of Vaughnsville Telephone Company