The Public Utilities Commission of Ohio TELECOMMUNICATIONS FILING FORM

(Effective: 01/20/2011)

This form is intended to be used with most types of required filings. It provides check boxes with rule references for the most common types of filings. It does not replace or supersede Commission rules in any way.

In the Matter of the Application of Cincinnati Bell)	TRF Docket No. 90- <u>5013</u>					
Telephone Company LLC to Revise its Lifeline Recovery Surcharge and Report Associated Annual Expense and Revenue Data))	Case No. 11 - 1339 - NOTE: Unless you have reserved a CBLANK.					
Name of Registrant(s) Cincinnati Bell Telephone Company	LLC						
DBA(s) of Registrant(s)							
Address of Registrant(s) 221 East Fourth Street, Cincinnati	i, OH 4520	2	_				
Company Web Address <u>cincinnatibell.com</u>							
Regulatory Contact Person(s) Robert Wilhelm		Phone <u>513-397-6858</u>	Fax <u>513-421-1367</u>				
Regulatory Contact Person's Email Address <u>bob.wilhelm@</u>	cinbell.com	<u>n</u>					
Contact Person for Annual Report Robert Wilhelm			Phone <u>513-397-6858</u>				
Address (if different from above)							
Consumer Contact Information Kathy Campbell			Phone <u>513-397-1296</u>				
Address (if different from above)							
Motion for protective order included with filing? Yes Motion for waiver(s) filed affecting this case? Yes		Waivers may toll any automatic	timeframe.]				
Notes:							

- Section II Carrier to Carrier is Pursuant to 4901:1-6 OAC
- Section III Carrier to Carrier is Pursuant to <u>4901:1-7</u> OAC, and Wireless is Pursuant to <u>4901:1-6-24</u> OAC.
- Section IV Attestation
- (1) Indicate the Carrier Type and the reason for submitting this form by checking the boxes below.
- (2) For requirements for various applications, see the identified section of Ohio Administrative Code Section 4901 and/or the supplemental application form noted.
- (3) Information regarding the number of copies required by the Commission may be obtained from the Commission's web site at www.puco.ohio.gov under the docketing information system section, by calling the docketing division at 614-466-4095, or by visiting the docketing division at the offices of the Commission.
- (4) An Incumbent Local Exchange Carrier (ILEC) offering basic local exchange service (BLES) outside its traditional service area should choose CLEC designation when proposing to offer BLES outside its traditional service area or when proposing to make changes to that service.

All Filings that result in a change to one or more tariff pages require, at a minimum, the following exhibits.

Exhibit	Description:
A	The tariff pages subject to the proposed change(s) as they exist before the change(s)
В	The Tariff pages subject to the proposed change(s), reflecting the change, with the change(s) marked in the
	right margin.
C	A short description of the nature of the change(s), the intent of the change(s), and the customers affected.
D	A copy of the notice provided to customers, along with an affidavit that the notice was provided according to
	the applicable rule(s).

$Section \ I-Part \ I-Common \ Filings$

Carrier Type Other (explain below	<i>i</i>)	For Pro	fit ILEC	Not For I	Profit ILEC		☐ CLEC		
Change terms & condition existing BLES	-	ATA <u>1-</u> (Auto 30 da		ATA <u>1-6</u> (Auto 30 day			ATA <u>1-6-14(H)</u> to 30 days)		
Introduce non-recurring cl surcharge, or fee to BLES	narge,					(Aut	ATA <u>1-6-14(H)</u> to 30 days)		
Introduce or Increase Late	Payment	ATA <u>1</u> (Auto 30 da	ys)	ATA <u>1-0</u> (Auto 30 day			ATA <u>1-6-14(1)</u> to 30 days)		
Revisions to BLES Cap.		O day Notice	e)						
Introduce BLES or expand service area (calling area)	l local	[ZTA <u>1-0</u> (0 day Notice		ZTA <u>1-6</u> (0 day Notice			ZTA <u>1-6-14(H)</u> ay Notice)		
Notice of no obligation to facilities and provide BLE		[ZTA <u>1-0</u> (0 day Notice		TTA <u>1-6</u> (0 day Notice					
Change BLES Rates		TRF <u>1-6</u> (0 day Notic		TRF <u>1-6-</u> (0 day Notice			TRF <u>1-6-14(G)</u> ay Notice)		
To obtain BLES pricing fl	exibility	BLS <u>1-6</u> (C)(1)(c) (Auto 30 da							
Change in boundary		ACB <u>1-6-32</u> (Auto 14 days)		ACB <u>1-6</u> (Auto 14 day					
Expand service operation	area						TRF <u>1-6-08(G)</u> (0 day)		
BLES withdrawal						TTA <u>1-6-25(B)</u> (0 day Notice)			
Other* (explain) Annual Surcharge True-Up	Lifeline	X							
Section I – Part II – Cu	stomer Not	ification Of	ferings Pur	suant to Chapt	er <u>4901:1-6-7</u>	OAC			
Type of Notice	Direc	t Mail	Bill	Insert	Bill Nota	tion	Electronic Mail		
☐ 15-day Notice	[
☐ 30-day Notice	[
Date Notice Sent:									
Section I – Part III –IO	S Offerings	S Pursuant to	Chapter 49	01:1-6-22 OAC	2				
IOS	Introdu	ice New	Tariff	Change	Price Cha	nge	Withdraw		
□ IOS	Γ	7		П					

Section II - Part I - Carrier Certification - Pursuant to Chapter 4901:1-6-08, 09 & 10 OAC

Cartification	ILEC	CLEC	Carrier's Not	CESTC	CETC
Certification	(Out of Territory)		Offering BLES		
* See Supplemental	☐ ACE <u>1-6-08</u>	☐ ACE <u>1-6-08</u>	☐ ACE <u>1-6-</u> 08	ACE <u>1-6-</u> 10	UNC <u>1-6-</u> 09
form	* (Auto 30- day)	*(Auto 30 day)	*(Auto 30 day)	(Auto 30 day)	*(Non-Auto)

^{*}Supplemental Certification forms can be found on the Commission Web Page.

Section II - Part II - Certificate Status & Procedural

Certificate Status	ILEC	CLEC	Carrier's Not Offering BLES
Abandon all Services		ABN <u>1-6-26</u> (Auto 30 days)	ABN <u>1-6-26</u> (Auto 30 days)
Change of Official Name *	ACN <u>1-6-29(B)</u> (Auto 30 days)	ACN <u>1-6-29(B)</u> (Auto 30 days)	CIO <u>1-6-29(C)</u> (0 day Notice)
Change in Ownership *	ACO <u>1-6-29(E)</u> (Auto 30 days)	ACO <u>1-6-29(E)</u> (Auto 30 days)	CIO <u>1-6-29(C)</u> (0 day Notice)
Merger *	AMT <u>1-6-29(E)</u> (Auto 30 days)	AMT <u>1-6-29(E)</u> (Auto 30 days)	CIO <u>1-6-29(C)</u> (0 day Notice)
Transfer a Certificate *	ATC <u>1-6-29(B)</u> (Auto 30 days)	ATC <u>1-6-29(B)</u> (Auto 30 days)	☐ CIO <u>1-6-29(C)</u> (0 day Notice)
Transaction for transfer or lease of property, plant or business *	ATR <u>1-6-29(B)</u> (Auto 30 days)	ATR <u>1-6-29(B)</u> (Auto 30 days)	CIO <u>1-6-29(C)</u> (0 day Notice)

^{*} Other exhibits may be required under the applicable rule(s). ACN, ACO, AMT, ATC, ATR and CIO applications see the 4901:1-6-29 Filing Requirements on the Commission's Web Page for a complete list of exhibits.

Section III – Carrier to Carrier (Pursuant to 4901:1-7), and Wireless (Pursuant to 4901:1-6-24)

Carrier to Carrier	ILEC	CLEC
Interconnection agreement, or amendment to	☐ NAG <u>1-7-07</u>	☐ NAG <u>1-7-07</u>
an approved agreement	(Auto 90 day)	(Auto 90 day)
Request for Arbitration	ARB <u>1-7-09</u>	☐ ARB <u>1-7-09</u>
Request for Arbitration	(Non-Auto)	(Non-Auto)
Introduce or change c-t-c service tariffs,	☐ ATA <u>1-7-14</u>	☐ ATA <u>1-7-14</u>
introduce of change c-t-c service tariffs,	(Auto 30 day)	(Auto 30 day)
Request rural carrier exemption, rural carrier	UNC <u>1-7-04</u> or 05	
suspension or modification	(Non-Auto)	
Changes in rates, terms & conditions to Pole	\square UNC 1-7-23(B)	
Attachment, Conduit Occupancy and Rights-	(Non-Auto)	
of-Way.		
	RCC	□NAG
Wireless Providers See 4901:1-6-24	[Registration &	[Interconnection
	Change in Operations]	Agreement or

Registrant hereby attests to its compliance with pertinent entries and orders issued by the Commission.

AFFIDAVIT

Compliance with Commission Rules
I am an officer/agent of the applicant corporation, <u>Cincinnati Bell Telephone</u> <u>Company LLC</u> , and am authorized to make this statement on its behalf.
(Name) Theodore W. Heckmann
Please Check ALL that apply:
I attest that these tariffs comply with all applicable rules for the state of Ohio. I understand that tariff notification filings do not imply Commission approval and that the Commission's rules as modified and clarified from time to time, supersede any contradictory provisions in our tariff. We will fully comply with the rules of the state of Ohio and understand that noncompliance can result in various penalties, including the suspension of our certificate to operate within the state of Ohio.
☐ I attest that customer notices accompanying this filing form were sent to affected customers, as specified in Section II, in accordance with Rule 4901:1-6-7, Ohio Administrative Code.
I declare under penalty of perjury that the foregoing is true and correct.
Executed on (Date) April 26, 2012 at (Location) Cincinnati, Ohio
*(Signature and Title) (Date) 4/26/12
/s/ Theodore W. Heckmann Managing Director of Regulatory Affairs and Assistant Corporate Secretary This affidavit is required for every tariff-affecting filing. It may be signed by counsel or an officer of the applicant, or an authorized agent of the applicant.
<u>VERIFICATION</u>
I. Theodore W. Heckmann verify that I have utilized the Telecommunications Filing Form for most proceedings provided by the Commission and that all of the information submitted here, and all additional information submitted in connection with this case, is true and correct to the best of my knowledge.
*(Signature and Title) (Date) 4/26/12
/s/ Theodore W. Heckmann Managing Director of Regulatory Affairs and Assistant Corporate Secretary *Verification is required for every filing. It may be signed by counsel or an officer of the applicant, or an authorized agent of the applicant.
Send your completed Application Form, including all required attachments as well as the required number of copies, to:

Send your completed Application Form, including all required attachments as well as the required number of copies, to:

Public Utilities Commission of Ohio Attention: Docketing Division 180 East Broad Street, Columbus, OH 43215-3793

Make such filing electronically as directed in Case No 06-900-AU-WVR

Exhibit A Current Tariff Page

LOCAL SERVICE TARIFF PUCO NO. 1

CINCINNATI BELL TELEPHONE COMPANY LLC

Section 4 Original Page 11

LIFELINE/LINK-UP REQUIREMENTS

B. LIFELINE RECOVERY SURCHARGE

1. General

Incumbent Local Exchange Carriers (ILECs), in accordance with Section 4927.13 (D) of the Revised Code, may recover from end users any Lifeline service discounts that are not recovered through state or federal funding or whose recovery is prohibited by law. In accordance with 4901:1-6-19 (P) O.A.C., ILECs may recover these discounts through a customer billing surcharge on retail customers, excluding those with Lifeline service.

The Company's Lifeline Recovery Surcharge is calculated to recover the difference between the Company's Lifeline prices and the Company's standard retail service prices, minus any portion of the price differences that are recovered through federal or state funding. The Company will update this calculation at least once per year in accordance with 4901:1-6-19 (R) O.A.C.

The Lifeline Recovery Surcharge is imposed on each residence, nonresidence, and payphone access line, other than Lifeline service. For purposes of application of this surcharge, access lines are defined as facilities, which provide access to and from the telecommunications network for toll service and for local calling. Not included in this definition are remote call forwarding and Cincinnati Bell official accounts.

2. Rates and Charges

Monthly Charge

Lifeline Recovery Surcharge, per Line: \$ 0.35

Issued: May 16, 2011 Effective: May 16, 2011

By: Ted Heckmann, Assistant Secretary and Managing Director, Regulatory Affairs

In accordance with Case No. 11-2990-TP-ATA

Exhibit B Revised Tariff Page

LOCAL SERVICE TARIFF PUCO NO. 1

CINCINNATI BELL TELEPHONE COMPANY LLC

Section 4 1st Revised Page 11 Cancels Original Page 11

LIFELINE/LINK-UP REQUIREMENTS

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2. Rates and Charges

Monthly Charge

Lifeline Recovery Surcharge, per Line: \$ 0.30 (R)

Issued: April 30, 2012 Effective: May 1, 2012

By: Ted Heckmann, Assistant Secretary and Managing Director, Regulatory Affairs

In accordance with Case No. 11-2990-TP-ATA

Exhibit C Description of Filing

Description of Filing

INTRODUCTION

Cincinnati Bell Telephone Company LLC (CBT) is making this filing as its annual Lifeline Recovery Surcharge report in compliance with 4901:1-6-19(R), O.A.C. CBT's April 7, 2011 Supplemental Filing in this docket established May 1 as the date for filing the annual report.

Additionally, CBT is filing, pursuant to 4901:1-6-19(P)(1), O.A.C., to adjust its Lifeline Recovery Surcharge downward from \$0.35 to \$0.30, effective May 1, 2012, as explained below.

ANNUAL REPORT

CBT's historic Lifeline service expenses, amounts recovered through the Lifeline Recovery Surcharge, and true-up calculation are detailed in the accompanying worksheets. The calculation of the Lifeline expenses follows the same methodology as CBT's March 17, 2011 initial filing in this docket. That is, CBT calculated the number of Lifeline subscribers purchasing BLES, bundles, or measured service by exchange and the historic Lifeline discounts applicable to those services.

The historic monthly Lifeline discount, excluding the EUCL waiver, is the sum of 1) the federal Tier 2 Lifeline discount of \$1.75, 2) a CBT provided discount of \$3.50 to maximize the federal Tier 3 assistance, 3) the federal Tier 3 matching contribution of \$1.75 resulting from the CBT funded \$3.50 discount, and 4) a CBT provided discount for Lifeline customers purchasing BLES ranging from \$1.25 to \$6.25 depending on the exchange. The fourth component resulted from the Lifeline price cap under the Commission's previous alternative regulation rules, 4901:1-4-11 O.A.C. effective August 7, 2006. The historic costs recovered through the surcharge were components 2) and 4) – the \$3.50 Tier 3 matching contribution, plus the BLES discounts required by the previous alternative regulation cap. The historic surcharge revenue for each month is based upon actual final billing and adjustments for each month through March 2012. The net result was an under-recovery of \$11,688 for the period May 2011 through March 2012.

As of the date of this filing, actual results for April 2012 are not final. Based upon estimates made from historical data, the Lifeline Recovery Surcharge is expected to over-recover approximately \$5,926 for that month. This would leave a net shortfall of \$5,762 from the first year of the Lifeline Recovery Surcharge to be recovered in the future.

RATE ADJUSTMENT

The proposed rate reduction results from the FCC's recent efforts to control Lifeline expenses and modernize the program. First, CBT discontinued Lifeline benefits to a significant number of customers in January 2012 as a result of the FCC's duplicate Lifeline enrollment audit. CBT experienced a significant one-time decrease in Lifeline expenses, which has caused the Lifeline Recovery Surcharge to over-recover every month since the audit. Eliminating this over-recovery as soon as possible was one reason for making the rate decrease effective on May 1, 2012.

Second, the FCC recently ordered a change in federal Lifeline support to \$9.25 per Lifeline subscriber per month. That will result in CBT receiving more federal Lifeline support than in the past. Currently, CBT receives \$8.77 in federal support - consisting of \$5.27 in Tier 1 support for the end user common line (EUCL) waiver, \$1.75 in Tier 2 support, and \$1.75 in Tier 3 support. This additional federal funding of \$0.48 for each Lifeline subscriber will offset amounts that CBT currently recovers through the Lifeline Recovery Surcharge, thereby necessitating a reduction in the surcharge. While the FCC has not set a specific timeframe for this change (the rule change was to be effective April 1, 2012, but is contingent upon publication of OMB approval, which is not yet final), CBT's recalculation of its Lifeline Recovery Surcharge assumes the change will be effective May 1, 2012 so as to minimize the possibility of over-recovering expenses through the surcharge.

The estimated future expenses to be recovered via the Lifeline Recovery Surcharge are based on the same methodology as CBT's initial filing and the most recent monthly expense data with two exceptions. First, as described above, the amount of federal Lifeline reimbursement will increase by \$0.48, so the expenses recovered through the surcharge will decrease by \$0.48 for each Lifeline subscriber. Second, the estimated monthly expenses to be recovered via the surcharge were reduced based on the historic Lifeline churn experienced since the surcharge was implemented. The new surcharge calculation assumes the surcharge will be eliminated September 1, 2012 when CBT has implemented all billing changes associated with the new \$9.25 discount.

CBT will notify customers of the reduction in the surcharge on each customer's first bill with the reduced surcharge, as described in Exhibit D.

Cincinnati Bell Telephone Lifeline Surcharge True-up Calculation April 2012

Α	Surcharge Revenue May 2011 - March 2012	REDACTED
В	CBT Funded Lifeline Discounts May 2011 - March 2012	REDACTED
C = B - A	Net Revenue minus Discounts to True-Up 5/11 - 3/12	(\$11,688)
D	Estimated April 2012 Surcharge Revenue (March Revenue - \$1,000. \$1,000 is the approximate average decrease in monthly surcharge revenue from June 2011 through March 2012)	REDACTED
E	Estimated CBT Funded Lifeline Discount - April 2012 (March 2012 CBT funded discount minus 1% monthly churn. Churn based on historic data. Calculation assumers federal funding continues under tier structure.)	REDACTED
F = E - D	April 2012 Estimated Surcharge Revenue minus Discounts	REDACTED
G = C + D	Estimated Total for True-Up	REDACTED
Н	Estimated CBT Funded Lifeline Discount - May 2012 (March data recalculated using \$9.25 federal funded discount minus 1% churn per month)	REDACTED
I	Estimated CBT Funded Lifeline Discount - June 2012 (May estimate minus 1% monthly churn)	REDACTED
J	Estimated CBT Funded Lifeline Discount - July 2012 (May estimate minus 1% monthly churn)	REDACTED
К	Estimated CBT Funded Lifeline Discount - August 2012 (May estimate minus 1% monthly churn)	REDACTED
L = H + I + J + K - G	Estimated Total to Recover May through August 2012 (Assumes billing system changes to provide only the federal Lifeline discount are effective September 1, 2012 and surcharge is thus eliminated at that time.)	REDACTED
M = K / 4	Average to Recover per Month May 2012 - August 2012	REDACTED
N	Surcharge Revenue - March 2012	REDACTED
O = M / N	Ratio of Estimated of Monthly Discount to Recover via Surcharge to Current Monthly Surcharge Revenue	0.8741
P	Current Surcharge	\$0.35
Q = P * O	New Surcharge Amount = Current Surcharge * Ratio of Required to Current Surcharge Revenue (Rounded down to the nearest cent to limit possible over-recovery)	\$0.30

Cincinnati Bell Telephone Lifeline Surcharge True-up Calculation

CBT Funded Lifeline Discounts - March 2012 Data

		BLES Lifelines										
					Current Lifeline Discount (Note 3) New Lifeline Discount (Note							
Exchange	Wire Center(s)	BLES Lifelines (Note 1)	BLES Standard Price (Note 2)	BLES Lifeline Price (Note 2)	Federal Tier 2 + Tier 3 (Note 4)	Tier 3 Matching Discount (Note 4)	Lifeline Price Cap Discount (Note 5)	Total CBT Provided Lifeline Discount	CBT Funded Lifeline Discount Per Month	Federal Funded Lifeline Discount (Note 7)	CBT Funded Lifeline Discount Per Line	CBT Funded Lifeline Discount Per Month
		(A)	(B)	(C)=(B)-(D)- (E)-(F)	(D)	(E)	(F)	(G)=(E)+(F)	(H)=(A)*(G)	(1)	(J)=(B)-(C)- (I)	(K)=(A)*(J)
Bethany	All	REDACTED	\$22.95	\$12.20	\$3.50	\$3.50	\$3.75	\$7.25	REDACTED	\$3.98	\$6.77	REDACTED
Bethel	All	REDACTED	\$21.45	\$13.20	\$3.50	\$3.50	\$1.25	\$4.75	REDACTED	\$3.98	\$4.27	REDACTED
Cincinnati	All but MM, SP MM, SP	REDACTED REDACTED	\$24.45 \$25.45	\$11.20 \$12.20	\$3.50 \$3.50	\$3.50 \$3.50	\$6.25 \$6.25		REDACTED REDACTED	\$3.98 \$3.98		REDACTED REDACTED
Clermont	BA, HT, TO	REDACTED REDACTED REDACTED	\$20.70 \$21.70 \$22.70	\$11.20 \$12.20 \$13.20	\$3.50 \$3.50 \$3.50	\$3.50 \$3.50 \$3.50	\$2.50 \$2.50 \$2.50	\$6.00	REDACTED REDACTED REDACTED	\$3.98 \$3.98 \$3.98	\$5.52	REDACTED REDACTED REDACTED
Hamilton	CS, FF HM	REDACTED REDACTED	\$24.45 \$25.45	\$11.20 \$12.20	\$3.50 \$3.50	\$3.50 \$3.50	\$6.25 \$6.25		REDACTED REDACTED	\$3.98 \$3.98		REDACTED REDACTED
Harrison	All	REDACTED	\$22.95	\$12.20	\$3.50	\$3.50	\$3.75	\$7.25	REDACTED	\$3.98	\$6.77	REDACTED
Little Miami	All	REDACTED	\$22.95	\$12.20	\$3.50	\$3.50	\$3.75	\$7.25	REDACTED	\$3.98	\$6.77	REDACTED
Newtonsville	All	REDACTED	\$22.70	\$13.20	\$3.50	\$3.50	\$2.50	\$6.00	REDACTED	\$3.98	\$5.52	REDACTED
Reily	All	REDACTED	\$21.45	\$13.20	\$3.50	\$3.50	\$1.25	\$4.75	REDACTED	\$3.98	\$4.27	REDACTED
Seven Mile	All	REDACTED	\$21.45	\$13.20	\$3.50	\$3.50	\$1.25	\$4.75	REDACTED	\$3.98	\$4.27	REDACTED
Shandon	All	REDACTED	\$21.45	\$13.20	\$3.50	\$3.50	\$1.25	\$4.75	REDACTED	\$3.98	\$4.27	REDACTED
Williamsburg	All	REDACTED	\$23.95	\$13.20	\$3.50	\$3.50	\$3.75	\$7.25	RECACTED	\$3.98	\$6.77	RECACTED
Total		REDACTED							REDACTED			REDACTED

Cincinnati Bell Telephone Lifeline Surcharge True-up Calculation

CBT Funded Lifeline Discounts - March 2012 Data

<u> </u>		Bundled and Measured Service Lifelines						Life	Lifeline Total (Note 11)				
		Bundled Lifelines	Measured		Current Lif	eline Disco CBT Funded	unt (Note 3) CBT Funded	New Lifel Federal Funded	ine Discoun CBT Funded	t (Note 6) CBT Funded			led Lifeline Per Month
Exchange	Wire Center(s)	(Note 1) (Note 8) (Note 9)	Lifelines (Note 1) (Note 9)	Lifeline Discount (Note 10)	Funded Tiers 2+3 (Note 4)	Tier 3 Match (Note 4)	Lifeline Discount Per Month	Lifeline Discount (Note 7)	Lifeline Discount Per Line	Lifeline Discount	Total Lifeline Customers	Current FCC Tier Structure	New FCC Fixed \$9.25 Discount
		(L)	(M)	(N)	(O)	(P)=(N)-(O)	(Q)=(P)* ((L)+(M))	(R)	(S)=(N)-(R)	(T)=(S)* ((L)+(M))	(U)=(A)+(L) +(M)	(V)=(H)+(Q)	(W)=(K)+(T)
Bethany	All	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Bethel	All	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Cincinnati	All but MM, SP MM, SP	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Clermont	CG BA, HT, TO NR	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Hamilton	CS, FF HM	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Harrison	All	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Little Miami	All	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Newtonsville	All	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Reily	All	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Seven Mile	All	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Shandon	All	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Williamsburg	All	REDACTED	REDACTED	\$7.00	\$3.50	\$3.50	REDACTED	\$3.98	\$3.02	REDACTED	REDACTED	REDACTED	REDACTED
Total		REDACTED	REDACTED				REDACTED			REDACTED	17,532	REDACTED	REDACTED

Cincinnati Bell Telephone Lifeline Surcharge True-up Calculation

CBT Funded Lifeline Discounts - March 2012 Data

Notes

- Note 1: All access line counts are as of March 31, 2012.
- Note 2: All prices are as of March 31, 2012.
- Note 3: The current Lifeline discounts use the FCC four tier Lifeline discount structure. For this analysis, CBT is assuming this discount structure will be in place through April 2012.
- Note 4: The current federal Tier 2 Lifeline discount is \$1.75 which applies to all Lifeline services. The current federal Tier 3 Lifeline discount is \$1.75. To receive the Tier 3 discount, and maximize the federal Lifeline discount as required for Ohio Lifeline service, the service provider must provide an additional/matching \$3.50 discount to Lifeline customers, which is shown in columns (E) and (P).
- Note 5: Alternate Regulation rules (former 4901:1-4-11 (D)) required adjusting the Lifeline discount to ensure no net increase to Lifeline customers if BLES rates increased under alternative regulation price flexibility. CBT increased BLES prices in all exchanges, with the increases under the cap ranging from \$1.25 to \$6.25. The discount in column (F) equals these BLES price increases and is the additional Lifeline discount provided by CBT so that Lifeline customers with BLES had no net price increase.
- Note 6: The new Lifeline discounts use the FCC fixed Lifeline discount equal to \$9.25. For this analysis. CBT is assuming this discount will apply beginning in May 2012.
- Note 7: The \$3.98 federal funded Lifeline discount equals the FCC standard discount of \$9.25 minus CBT's \$5.27 federal End User Common Line Charge which must first be waived in accordance with 54.503 (b)(1) of the FCC's new rules.
- Note 8: Bundles include an access line and various optional features for one monthly price.
- Note 9: The quantities for bundled and measured Lifelines are for all wire centers in the exchange because bundle and measured service pricing does not vary by wire center.
- Note 10: Bundled and measured service Lifeline customers received a \$7.00 discount which maximizes the current federal Lifeline discount. This discount consists of the \$1.75 Tier 2 Lifeline discount, the \$1.75 maximized Tier 3 Lifeline discount, and the additional/matching \$3.50 discount from the provider required to maximize the federal Lifeline Tier 3 support.
- Note 11: Totals are for the exchange. Totals by wire center are not meaningful because bundle and measured service data are not compiled by wire center.

Discounts and Revenue - May 2011 through March 2012

			BLES	Lifeline Disc	counts			Bundle and Measured Service			
								Life	eline Discou		
	May 11 -		Jan 12 - Mar 12		Lifeline	Federal	CBT		Federal	CBT	
	BLES	BLES	BLES	BLES	Discount	Funded	Funded	Lifeline	Funded	Funded	
	Lifeline	Standard	Lifeline	Standard	with BLES	Discount	Discount	Discount	Discount	Discount	
Exchange	Net Price	Price	Net Price	Price	(C)=(B1)-(A1)	(Note 1)	for BLES	(Note 2)	(Note 1)	for Bundles	
	(A1)	(B1)	(A2)	(B2)	=(B2)-(A2)	(D)	(E)=(C)-(D)	(F)	(G)	(H)=(F)-(G)	
Bethany	\$10.95	\$21.70	\$12.20	\$22.95	\$10.75	\$3.50	\$7.25	\$7.00	\$3.50	\$3.50	
Bethel	\$11.95	\$20.20	\$13.20	\$21.45	\$8.25	\$3.50	\$4.75	\$7.00	\$3.50	\$3.50	
Cincinnati	\$9.95	\$23.20	\$11.20	\$24.45	\$13.25	\$3.50	\$9.75	\$7.00	\$3.50	\$3.50	
	\$10.95	\$24.20	\$12.20	\$25.45	\$13.25	\$3.50	\$9.75				
Clermont	\$9.95	\$19.45	\$11.20	\$20.70	\$9.50	\$3.50	\$6.00	\$7.00	\$3.50	\$3.50	
	\$10.95	\$20.45	\$12.20	\$21.70	\$9.50	\$3.50	\$6.00				
	\$11.95	\$21.45	\$13.20	\$22.70	\$9.50	\$3.50	\$6.00				
Hamilton	\$9.95	\$23.20	\$11.20	\$24.45	\$13.25	\$3.50	\$9.75	\$7.00	\$3.50	\$3.50	
	\$10.95	\$24.20	\$12.20	\$25.45	\$13.25	\$3.50	\$9.75				
Harrison	\$10.95	\$21.70	\$12.20	\$22.95	\$10.75	\$3.50	\$7.25	\$7.00	\$3.50	\$3.50	
Little Miami	\$10.95	\$21.70	\$12.20	\$22.95	\$10.75	\$3.50	\$7.25	\$7.00	\$3.50	\$3.50	
Newtonsville	\$11.95	\$21.45	\$13.20	\$22.70	\$9.50	\$3.50	\$6.00	\$7.00	\$3.50	\$3.50	
Reily	\$11.95	\$20.20	\$13.20	\$21.45	\$8.25	\$3.50	\$4.75	\$7.00	\$3.50	\$3.50	
Seven Mile	\$11.95	\$20.20	\$13.20	\$21.45	\$8.25	\$3.50	\$4.75	\$7.00	\$3.50	\$3.50	
Shandon	\$11.95	\$20.20	\$13.20	\$21.45	\$8.25	\$3.50	\$4.75	\$7.00	\$3.50	\$3.50	
Williamsburg	\$11.95	\$22.70	\$13.20	\$23.95	\$10.75	\$3.50	\$7.25	\$7.00	\$3.50	\$3.50	
Total											

Surcharge Revenue Residence Business Coin

Over/Under Recovery

Notes: The Federal Funded Discount is the sum of the federal Tier 2 and Tier 3 Lifeline support.

Bundles include an access line and various optional features for one monthly price. Lifeline customers purchasing bundles or measured service receive a \$7.00 discount off the standard monthly bundle price, regardless of the bundle or the measured service price, to maximize the available federal Lifeline assistance.

All prices and quantities are end of month.

Discounts and Revenue - May 2011 through March 2012

					BLE	S Lifeline Co	ounts				
Exchange	May 2011	Jun 2011	Jul 2011	Aug 2011	Sep 2011	Oct 2011	Nov 2011	Dec 2011	Jan 2012	Feb 2012	Mar 2012
Bethany	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Bethel	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Cincinnati	REDACTED REDACTED						REDACTED REDACTED				-
Clermont		REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED REDACTED REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Hamilton	REDACTED REDACTED						REDACTED REDACTED				-
Harrison	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Little Miami	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Newtonsville	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Reily	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Seven Mile	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Shandon	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Williamsburg	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Total	REDACTED						REDACTED				

REDACTED REDACTED REDACTED REDACTED REDACTED REDACTED REDACTED REDACTED REDACTED

Surcharge Revenue Residence Business Coin

Discounts and Revenue - May 2011 through March 2012

		Bundle and Measured Service Lifeline Counts										
Exchange	May 2011	Jun 2011	Jul 2011	Aug 2011	Sep 2011	Oct 2011 (J)	Nov 2011	Dec 2011	Jan 2012	Feb 2012	Mar 2012	
Bethany	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Bethel	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Cincinnati	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Clermont	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Hamilton	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Harrison	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Little Miami	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Newtonsville	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Reily	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Seven Mile	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Shandon	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Williamsburg	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	
Total	REDACTED			REDACTED								

REDACTED REDACTED REDACTED REDACTED REDACTED REDACTED REDACTED REDACTED REDACTED

Surcharge Revenue Residence Business Coin

Cincinnati Bell Telephone Lifeline Surcharge True-Up Discounts and Revenue - May 2011 through March 2012

		CBT Funded BLES Lifeline Discounts										
Exchange	May 2011	Jun 2011	Jul 2011	Aug 2011	Sep 2011 Mon	Oct 2011 thly Count (I)	Nov 2011 * (E)	Dec 2011	Jan 2012	Feb 2012	Mar 2012	Total (K)
Bethany	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Bethel	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Cincinnati	_				REDACTED REDACTED							_
Clermont	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED REDACTED REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Hamilton					REDACTED REDACTED							
Harrison	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Little Miami	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Newtonsville	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Reily	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Seven Mile	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Shandon	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Williamsburg	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Total	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED

Surcharge Revenue Residence Business Coin

Cincinnati Bell Telephone Lifeline Surcharge True-Up Discounts and Revenue - May 2011 through March 2012

	CBT Funded Bundle and Measured Service Lifeline Discounts											
Exchange	May 2011	Jun 2011	Jul 2011	Aug 2011	Sep 2011	Oct 2011 hly Count (J)	Nov 2011	Dec 2011	Jan 2012	Feb 2012	Mar 2012	Total (L)
					WOTE	rily Court (3)	(11)					(L)
Bethany	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Bethel	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Cincinnati	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Clermont	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Hamilton	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Harrison	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Little Miami	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Newtonsville	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Reily	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Seven Mile	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Shandon	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Williamsburg	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Total	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED

Surcharge Revenue Residence Business Coin

Discounts and Revenue - May 2011 through March 2012

	CBT Funded Lifeline Discounts - Total											
Exchange	May 2011	Jun 2011	Jul 2011	Aug 2011	Sep 2011	Oct 2011	Nov 2011	Dec 2011	Jan 2012	Feb 2012	Mar 2012	Grand Total CBT Funded Lifeline Discounts
						(K) + (L)						(M) = (K) + (L)
Bethany	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Bethel	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Cincinnati	REDACTED REDACTED											_
Clermont	REDACTED REDACTED REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Hamilton	REDACTED REDACTED											
Harrison	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Little Miami	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Newtonsville	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Reily	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Seven Mile	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Shandon	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Williamsburg	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED
Total							REDACTED REDACTED					
Surcharge Revenue Residence Business Coin	REDACTED	REDACTED REDACTED	REDACTED REDACTED	REDACTED REDACTED	REDACTED REDACTED	REDACTED REDACTED	REDACTED	REDACTED REDACTED	REDACTED REDACTED	REDACTED REDACTED	REDACTED REDACTED	
Over/Under Recovery	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	REDACTED	(\$11,688)

Revenue is final billing and adjustments.

Surcharge Revenue vs. Discounts REDACTED

Average Monthly Revenue Change Jun - Mar REDACTED

Exhibit D Customer Notice

Customer Notice

Advance customer notice of the rate change is not required because the rate is decreasing. 4901:1-6-07(A), O.A.C. Thus, CBT will notify customers of the decrease in the Lifeline Recovery Surcharge on customers' first bills with the new rate. Because access lines and the associated surcharges, fees, and taxes are billed in advance, all customers will receive a credit for the reduced rate retroactive to the May 1, 2012 effective date. The notice will be provided when the credit is generated and will state that the credit is for the reduction in the Lifeline Recovery Surcharge. The notice will also include the dates for the credit and the amount of the credit.

This foregoing document was electronically filed with the Public Utilities

Commission of Ohio Docketing Information System on

4/30/2012 9:38:18 AM

in

Case No(s). 11-1339-TP-ATA

Summary: Application to Revise Lifeline Recovery Surcharge and Report Associated Annual Expense and Revenue Data electronically filed by Mr. Douglas E. Hart on behalf of Cincinnati Bell Telephone Company LLC