

July 2, 2015

Via Electronic Submission

Ms. Reneé J. Jenkins Director of Administration Secretary of the Public Utilities Commission of Ohio 180 East Broad Street Columbus, Ohio 43215

RE: <u>In the Matter of Middle Point Home Telephone Company to Provide an Amendment to the Pole Attachment & Conduit Occupancy Tariff Case No. 15-0958-TP-ATA</u>

Dear Ms. Jenkins:

Attached please find an amendment at the request of staff.

Thank you for your assistance. If you have any questions, please do not hesitate to call.

Sincerely,

Kimberly C. Klingler

Customer Care/Regulatory Supervisor

Enclosures

P.U.C.O. NO. 1

POLE ATTACHMENTS AND CONDUIT OCCUPANCY (Continued)

E. <u>Assurance of Payment and Insurance</u> (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

- 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.
 - \$5.66 for all pole attachments
 - NA per foot of conduit occupied
- 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.

Issued: May 15, 2015

Effective: September 1, 2015

POLE AND CONDUIT RENTAL CALCULATION INFORMATION Financial Information

1 Telecommunications Plant-in-Service	\$ 2,697,145
2 Gross Investment - Poles	44,049
3 Gross Investment - Conduit	7
4 Accumulated Depreciation - Total Plant-in-Service	2,684,004
5 Accumulated Depreciation - Poles	30,299
6 Accumulated Depreciation - Conduit	-
7 Depreciation Rate - Poles	5.00%
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	
13 Net Non-current Deferred Operating Income Taxes - Conduit	-
14 Net Non-current Deferred Operating Income Taxes - Total	
15 Pole Maintenance Expense	4,843
16 Pole Rental Expense	
17 Pole Expense (15) + (16)	4,843
18 Conduit Maintenance Expense	
19 Conduit Rental Expense	_
20 Conduit Expense (18) + (19)	-
21 General & Administrative Expense	59,650
22 Operating Taxes	\$ 3,221
Operational Data (Actual)	
23 Equivalent Number of Poles	90
24 Conduit System Trench Kilometers	
25 Conduit System Duct Kilometers	_
26 Number of inner-ducts (<u>if no inner-ducts enter 2</u>)	2

Maximum Pole Attachment Charge

\$ 5.66	Maximum Pole Attachment Charge per annum
16.45%	Carrying Charge Rate
7.4074%	Space Factor
\$ 464.96	Gross Cost of a Bare Pole

Gross cost of a bare pole

\$ 44,049	Gross Investment Poles
0.95	Factor to remove investment in crossbars, etc.
\$ 41,847	Gross investment in <u>bare</u> poles
90	Number of Poles
\$ 464.96	Gross cost of a bare pole

Space Factor

37.5	average pole height (feet)*
24	unusable space*
13.5	usable space

1 space occupied by attachment (feet)

7.4074% **Space Factor** (space occupied/usable space)

Net Investment in Bare Poles

\$ 44,049	Gross Investment Poles
30,299	(less) Accumulated depreciation Poles
=	(less) Net Current Deferred Operating Income Taxes-Poles
 -	(less) Net Non-Current Deferred Operating Income Taxes-Poles
\$ 13,750	Net Pole Investment
0.95	Factor to remove investment in crossbars, etc.
\$ 13,063	Net investment in <u>bare</u> poles
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^{*}Avg pole height and unusable space are rebuttable presumptions

Carrying Charge Rate
10.99% Maintenance Factor
2.21% General and Administrative Factor
0.00% Depreciation Factor
0.12% Taxes Factor
3.12% Cost of Capital Factor
16.45% Carrying Charge Rate
Maintenance Factor
\$ 4,843 Pole Maintenance Expense
- Pole Rental Expense
4,843
\$ 44,049 Gross Investment Poles
10.99% Maintenance Factor
General and Administrative Factor
<u>derioral aria rialimiestative raetor</u>
\$ 59,650 General and Administrative Expense
2,697,145 Total Plant in Service
,,
2.21% General and Adm. Factor (G&A expense/Net TPIS)
Depreciation Factor
<u> </u>
5.00% Depreciation Rate-Poles
0 Fully Depreciated? Yes = 0, No=1
0.00% Depreciation Factor
0.0070 Depreciation ractor
Taxes Factor
TUNES I dector
\$ 3,221 Operating Taxes
\$ 3,221 Operating Taxes \$ 2,697,145 Total Plant in Service
\$ 2,097,145 Total Plant in Service
0.120/ Toyon Factor
0.12% Taxes Factor
Cost of Capital Factor
10.00% SLEC default Cost of Capital per Entry

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- System duct Length in meters2 Number of Inner Ducts
- \$ Net conduit Investment

#DIV/0! Carrying Charge-Conduit

#DIV/0! Maximum Rate Per Linear Meter

Net Conduit Ivestment

- \$ Gross Investment Conduit
 - (less) Accumulated depreciation Conduit
 - (less) Net Current Deferred Operating Income Taxes-Conduit
 - (less) Net Non-Current Deferred Operating Income Taxes-Conduit
- \$ Net Conduit Investment

Carrying	Charge	Rate -	Conduit

#DIV/0! Maintenance Factor

2.21% General and Administrative Factor

#DIV/0! Depreciation Factor

0.12% Taxes Factor

10.00% Cost of Capital Factor

#DIV/0! Carrying Charge Rate

Maintenance Factor

\$ - Conduit Maintenance Expense

- Conduit Rental Expense

Net Conduit Investment

#DIV/0! N

Maintenance Factor

General and Administrative Factor

2.21% General and Adm. Factor (G&A expense/Net TPIS)

Depreciation Factor

0.00% Depreciation Rate-Conduit

\$ - Gross Conduit Investment

\$ - Net Conduit Investment

#DIV/0! Gross Conduit Investment/Net conduit Investment

#DIV/0! Depreciation Factor

Taxes Factor

0.12% Taxes Factor

Cost of Capital Factor

10.00% SLEC default Cost of Capital per Entry

This foregoing document was electronically filed with the Public Utilities

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in

Case No(s). 15-0958-TP-ATA

Summary: Amended Application In the Matter of Middle Point Home Telephone Company to Provide an Amendment to the Pole Attachment and Conduit Occupancy Tariff. electronically filed by Mrs. Kimberly C Klingler on behalf of Pedersen, Lonnie D Mr.