

FAX Received AUG 01 2006

Exhibit A

TC06-096

REVISED EXHIBIT A
STOCKHOLM-STRANDBURG TELEPHONE COMPANY d/b/a ITC

Year 2005 Federal Universal Service Receipts:		Estimated 2007
High Cost Loop Support	\$ 183,453	\$ 187,000
Local Switching Support	\$ 178,560	\$ 157,000
Safety Net Additive support	\$ 0	\$
Safety Valve Loop Cost Adjustment	\$ 0	<u>\$</u>
TOTAL	\$ 362,013	\$ 344,000

Expenditures For Provision, Maintenance, and Upgrading Of Facilities and Services Supported By Federal Universal Service Funding:

	Actual 2005	Estimated 2007
Plant Specific Operations Expenses		
Network support (Accts 6110-16)	\$ 0	\$
General support (Accts 6120-24)	\$ 26,112	\$ 26,112
Central office (Accts 6210-6232)	\$ 56,854	\$ 56,854
Cable and wire facilities (Accts 6410-41)	\$ 131,049	\$ 131,049
Network operations (Accts 6530-35)	\$ 46,824	\$ 46,824
Depreciation and amortization (Accts 6560-65)	\$ 325,000	\$ 325,000
Customer Operations Expenses		
Customer services (Accts 6620-23)	\$ 135,268	\$ 135,268
Corporate Operations Expenses		
Executive and planning (Accts 6710-12)	\$ 48,176	\$ 48,176
General and administrative (Accts 6720-28)	\$ 245,778	<u>\$ 245,778</u>
Total Years Supported Expenses, Before Return on Investment	\$ 1,015,061	\$ 1,015,061
 Additions		
Switching (Acct 2210)	\$ 95,686	<i>(See Exhibit B, Two-Year Plan)</i>
Cable and wire (Acct 2410)	\$ 49,745	
Total	<u>\$ 145,431</u>	
 Total Supported Expenditures, Before Return on Investment	 \$ 1,160,492	

REVISED EXHIBIT B - TWO-YEAR PLAN

ARSD 20:10:32:43.02

As part of its ongoing plan to upgrade and enhance its network, the Company anticipates the following capital expenditures over the next two years. The Company believes that its planned capital additions will improve the reliability of switched calls for its customers, assure CALEA compliance and increase the Company's network capacity to serve remote customers. The upgraded facilities will also be more cost-effective for the Company to maintain. Any federal high-cost universal service support the Company receives will help defray the following estimated costs for plant improvements and upgrades.

Wire Center	Description of Capital Improvement	Estimated Population Served by Improvement	Start Date	Completion Date	Estimated Capital Expenditures Each Year	
					2007	2008
Stockholm	Switch Upgrade	202	3/07	5/07	\$275,000	\$
South Shore	Fiber Terminal	180	2/08	4/08	\$	\$60,000
					\$	\$

No capital improvements are planned in the following wire centers but nonetheless may be necessary in connection with the provision of service to new customers.

Wire Center
Revilla

ARSD 20:10:32:43:04 ADDITIONAL INFORMATATION (CONSUMER PROTECTION AND SERVICE QUALITY STANDARDS)

Consumer Protection –

20:10:33:31 – Failure to pay for services other than local exchange services not grounds to terminate local exchange service. Stockholm-Strandburg Telephone Company d/b/a ITC (“ITC”) applies payments to local service first. If full payment is not received by disconnect time, local service would continue and the customer would lose services such as video, internet and toll in that order depending on what was paid for.

20:10:34:09 Billing requirements. ITC on a monthly basis provides an itemized billing to each customer. The bill identifies ITC with addresses and toll free numbers for billing questions and service changes.

20:10:34:10 Notification in increase in rates. ITC uses different avenues to notify the consumer of any rate increase. Written notification is given by Company Newsletter, bill inserts, notice in the bill and separate letters.

Service Quality Standards –

Stockholm-Strandburg Telephone d/b/a ITC satisfies service quality standards outlined in section 20:10:33. Stockholm-Strandburg Telephone Company d/b/a ITC continues to follow and exceed all RUS equipment, facilities and engineering standards. We have continually upgraded our equipment and facilities in order to provide our customers with the highest level of service possible. Stockholm-Strandburg Telephone Company d/b/a ITC became a wholly owned subsidiary of ITC effective February 1, 2006; and many of the same processes and procedures are being implemented in Stockholm-Strandburg Company Telephone d/b/a ITC.