

**History of Kansas Universal Service Fund  
(KUSF)  
March 2013 - February 2020**

| <b>Effective Date:</b>   | <b>Year 17<br/>3/1/2013</b> | <b>Year 18<br/>3/1/2014</b> | <b>Year 19<br/>3/1/2015</b> | <b>Year 20<br/>3/1/2016</b> | <b>Year 21<br/>3/1/2017</b> | <b>Year 22<br/>3/1/2018</b> | <b>Year 23<br/>3/1/2019</b> |
|--|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| Order Date   | 1/16/2013                   | 1/23/2014                   | 1/15/2015                   | 1/26/2016                   | 1/19/2017                   | 1/18/2018                   | 1/10/2019                   |
| Docket No.   | 13-GIMT-130-GIT             | 14-GIMT-105-GIT             | 15-GIMT-073-GIT             | 16-GIMT-067-GIT             | 17-GIMT-008-GIT             | 18-GIMT-084-GIT             | 18-GIMT-084-GIT             |
| Size of Fund [1]   | \$ 61,580,159               | \$ 55,209,588               | \$ 51,300,287               | \$ 47,501,592               | \$ 44,071,189               | \$ 40,962,876               | \$ 38,854,887               |
| Amount to Collect [2]  | 62,873,250                  | 55,703,984                  | 52,812,928                  | 47,631,932                  | 46,373,157                  | 41,222,375                  | 35,901,518                  |
| Assessable Revenue [3]   | \$ 978,937,291              | \$ 920,620,825              | \$ 816,624,064              | \$ 729,929,914              | \$ 639,649,171              | \$ 549,917,497              | \$ 522,126,945              |
| <b>KUSF Assessment Rate</b><br>(Size of Fund/Assessable Revenue) | 6.42%                       | 6.05%                       | 6.47%                       | 6.53%                       | 7.25%                       | 7.50%                       | 6.88%                       |
| <u>Intrastate Safe Harbor</u>                                    |                             |                             |                             |                             |                             |                             |                             |
| Wireless/Cellular/PCS  | 62.90%                      | 62.90%                      | 62.90%                      | 62.90%                      | 62.90%                      | 62.90%                      | 62.90%                      |
| Paging   | 88.00%                      | 88.00%                      | 88.00%                      | 88.00%                      | 88.00%                      | 88.00%                      | 88.00%                      |
| Analog SMR   | 99.00%                      | 99.00%                      | 99.00%                      | 99.00%                      | 99.00%                      | 99.00%                      | 99.00%                      |
| Interconnected VoIP  | 35.10%                      | 35.10%                      | 35.10%                      | 35.10%                      | 35.10%                      | 35.10%                      | 35.10%                      |
| <u>Per Line Amount [4]:</u>                                      |                             |                             |                             |                             |                             |                             |                             |
| SWBT d/b/a AT&T  | \$ 2.38                     | \$ 2.49                     | \$ 3.28                     | Note 4                      | Note 4                      | Note 4                      | Note 4                      |
| CenturyLink  | 1.85                        | 1.79                        | 1.99                        | Note 4                      | Note 4                      | Note 4                      | Note 4                      |
| Rural LECs   | 1.53                        | 1.44                        | 1.56                        | Note 4                      | Note 4                      | Note 4                      | Note 4                      |

Notes:

[1] The Size of the Fund, or Gross KUSF Requirement, recognizes the total monies needed to meet Fund obligations. Excludes the KUSF reserve and contingency fund.

[2] The Amount to Collect, or Net Adjusted KUSF Requirement, reflects the total monies to collect from carriers. All identified KUSF payment obligations, the reserve, and contingency funding are included.

[3] Assessable Revenue reflects the total intrastate retail revenue projected to be reported by companies to the KUSF during the Fiscal Year. The projections reflect intrastate access reductions, implemented consistent with KCC orders and state statute.

[4] Effective March 1, 2016, all carriers pay, and may collect, their KUSF assessment on using the Percentage Rate. Prior to March 1, 2016, the Incumbent LECs/Electing Carriers paid and were authorized to collect their KUSF assessment from their local service customers using the Per Line Methodology.

**History of Kansas Universal Service Fund  
(KUSF)  
March 2008 - February 2013**

| <b>Effective Date:</b>   | <b>Year 12<br/>3/1/2008</b> | <b>Year 13<br/>3/1/2009</b> | <b>Year 14<br/>3/1/2010</b> | <b>Year 14<br/>6/1/2010</b> | <b>Year 15<br/>3/1/2011</b> | <b>Year 16<br/>3/1/2012</b> |
|--|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| Order Date   | 1/22/2008                   | 1/23/2009                   | 1/13/2010                   | 4/12/2010                   | 1/13/2011                   | 1/24/2012 & 2/1/2012        |
| Docket No.   | 08-GIMT-315-GIT             | 09-GIMT-272-GIT             | 10-GIMT-188-GIT             | 10-GIMT-188-GIT             | 11-GIMT-201-GIT             | 12-GIMT-168-GIT             |
| Size of Fund [1]   | \$ 65,162,614               | \$ 66,044,114               | \$ 69,738,244               | \$ 73,618,003               | \$ 65,704,400               | \$ 65,222,764               |
| Amount to Collect [2]  | 57,899,871                  | 61,951,654                  | 72,466,071                  | 78,201,395                  | 67,665,278                  | 62,711,271                  |
| Assessable Revenue [3]   | \$ 1,245,225,528            | \$ 1,232,776,395            | \$ 1,196,268,715            | \$ 1,178,585,745            | \$ 1,095,109,391            | \$ 1,022,510,902            |
| <b>KUSF Assessment Rate</b><br>(Size of Fund/Assessable Revenue) | 4.65%                       | 5.03%                       | 6.06%                       | 6.64%                       | 6.18%                       | 6.13%                       |
| <u>Intrastate Safe Harbor</u>                                    | 62.90%                      |                             |                             |                             |                             |                             |
| Wireless/Cellular/PCS  |                             | 62.90%                      | 62.90%                      | 62.90%                      | 62.90%                      | 62.90%                      |
| Paging   | 88.00%                      |                             |                             |                             |                             |                             |
| Analog SMR   | 99.00%                      | 88.00%                      | 88.00%                      | 88.00%                      | 88.00%                      | 88.00%                      |
| Interconnected VoIP [4]  | 35.10%                      | 99.00%                      | 99.00%                      | 99.00%                      | 99.00%                      | 99.00%                      |
| Per Line Amount [5]:   |                             |                             |                             |                             |                             |                             |
| SWBT d/b/a AT&T  | \$ 1.37                     | \$ 1.52                     | \$ 1.90                     | \$ 2.08                     | \$ 2.04                     | \$ 2.02                     |
| CenturyLink  | 1.36                        | 1.49                        | 1.81                        | 1.98                        | 1.91                        | 1.63                        |
| RLECs in Stipulation [6]   | 1.01                        | 1.15                        | 1.39                        | 1.51                        | 1.45                        | 1.45                        |

Notes:

[1] The Size of the Fund, or Gross KUSF Requirement, recognizes the total monies needed to meet Fund obligations. Excludes the KUSF reserve and contingency fund.

[2] The Amount to Collect, or Net Adjusted KUSF Requirement, reflects the total monies to collect from carriers. It includes all identified KUSF payments, the reserve, and contingency funding.

[3] The Assessable Revenue reflects the total intrastate retail revenue projected to be reported by carriers/companies to the KUSF during the Fiscal Year. The projections reflect intrastate access reductions, implemented consistent with KCC orders and state statute.

[4] The September 2008 Order, Docket No. 07-GIMT-432-GIT, implemented the requirement for Interconnected VoIP providers to report to the KUSF, effective January 2009. Interconnected VoIP providers are allowed to apply the inverse of the FCC's Safe Harbor, or 35.10% to determine Kansas revenue for KUSF purposes.

[5] The Amount Per Line is the amount each Incumbent Local Exchange Carrier is authorized to collect from customers for Local Services.

[6] See Commission's December 4, 2006, Order Granting Tri-County's and FairPoint Missouri's Motion to participate in RLEC Stipulation, approved Dec. 27, 1996 in Docket No. 94-GIMT-478-GIT. Effective March 1, 2007, the Per Line Assessment is the same for all Rural LECs.

**History of Kansas Universal Service Fund  
(KUSF)  
March 2003 - February 2008**

| <b>Effective Date:</b>        | <b>Year 7<br/>3/1/2003</b>          | <b>Year 8<br/>3/1/2004</b> | <b>Year 9<br/>3/1/2005</b> | <b>Year 9<br/>10/1/2005</b> | <b>Year 10<br/>3/1/2006</b> | <b>Year 11<br/>3/1/2007</b> |
|-------------------------------|-------------------------------------|----------------------------|----------------------------|-----------------------------|-----------------------------|-----------------------------|
| Order Date                    | 1/24/2003                           | 1/27/2004                  | 1/27/2005                  | 8/23/2005                   | 1/23/2006                   | 1/23/2007                   |
| Docket No.                    | 03-GIMT-284-GIT                     | 04-GIMT-331-GIT            | 05-GIMT-260-GIT            | 05-GIMT-260-GIT             | 06-GIMT-332-GIT             | 07-GIMT-276-GIT             |
| Size of Fund [1]              | \$ 73,602,709                       | \$ 66,781,685              | \$ 61,517,756              | \$ 68,797,737               | \$ 73,159,583               | \$ 62,381,108               |
| Amount to Collect [2]         | 65,739,179                          | 62,059,381                 | 54,445,408                 | 63,236,241                  | 73,159,583                  | 51,852,824                  |
| Assessable Revenue [3]        | \$ 1,316,330,994                    | \$ 1,274,195,207           | \$ 1,260,383,952           | \$ 1,260,383,952            | \$ 1,204,705,741            | \$ 1,193,371,608            |
| <b>KUSF Assessment Rate</b>   | 4.99%                               | 4.87%                      | 4.32%                      | 5.02%                       | 6.07%                       | 4.35%                       |
|                               | Adopted one rate for all companies. |                            |                            |                             |                             |                             |
| <u>Intrastate Safe Harbor</u> |                                     |                            |                            |                             |                             |                             |
| Wireless/Cellular/PCS         | 71.50%                              | 71.50%                     | 71.50%                     | 71.50%                      | 71.5%, Mar.-Sept.06         | 62.90%                      |
| Paging                        | 88.00%                              | 88.00%                     | 88.00%                     | 88.00%                      | 88.00%                      | 88.00%                      |
| Analog SMR                    | 99.00%                              | 99.00%                     | 99.00%                     | 99.00%                      | 99.00%                      | 99.00%                      |
| Interconnected VoIP [4]       | N/A                                 | N/A                        | N/A                        | N/A                         | N/A                         | N/A                         |
| <u>Per Line Amount [5]:</u>   |                                     |                            |                            |                             |                             |                             |
| SWBT d/b/a AT&T               | \$ 1.61                             | \$ 1.50                    | \$ 1.31                    | \$ 1.52                     | \$ 1.78                     | \$ 1.30                     |
| CenturyLink (f/k/a Embarq)    | 1.43                                | 1.54                       | 1.36                       | 1.58                        | 1.82                        | 1.21                        |
| RLECs in Stipulation [6]      | 0.70                                | 0.87                       | 0.79                       | 0.92                        | 1.14                        | 0.88                        |
| Tri-County                    | 1.61                                | 0.76                       | 0.96                       | 1.11                        | 1.25                        | 0.88                        |
| Cass County                   | 0.77                                | 1.66                       | 1.48                       | 1.72                        | 1.98                        | 0.88                        |

**Notes:**

[1] The Size of the Fund, or Gross KUSF Requirement, recognizes the total monies needed to meet Fund obligations. The KUSF reserve and contingency funding are excluded.

[2] The Amount to Collect, or Net Adjusted KUSF Requirement, reflects the total monies to collect from carriers. It includes all identified KUSF payments, the reserve, and contingency funding. In Year 10, the Size of the Fund and the Amount to Collect were the same, due to a minimal surplus balance and recognition of a liability resulting from Bluestem et. al. vs. KCC.

[3] The Assessable Revenue reflects the total intrastate retail revenue projected to be reported by carriers/companies to the KUSF during the Fiscal Year. The projections reflect intrastate access reductions, implemented consistent with KCC orders and state statute.

[4] The September 2008 Order, Docket No. 07-GIMT-432-GIT, implemented the requirement for Interconnected VoIP providers to report to the KUSF, effective January 2009. Interconnected VoIP providers are allowed to apply the inverse of the FCC's Safe Harbor, or 35.10% to determine Kansas revenue for KUSF purposes.

[5] The Amount Per Line is the amount each Incumbent Local Exchange Carrier is authorized to collect from customers for Local Services.

[6] See Commission's December 4, 2006 Order Granting Tri-County's and FairPoint Missouri's Motion to participate in RLEC Stipulation, approved Dec. 27, 1996 in Docket No. 94-GIMT-478-GIT. Effective March 1, 2007, the Per Line Assessment is the same for all Rural LECs.

**History of Kansas Universal Service Fund  
(KUSF)  
March 1997 - February 2003**

| <b>Description</b>   | <b>Year 1<br/>3/1/1997</b> | <b>Year 2<br/>Effective 6/1/1998</b> | <b>Year 3<br/>3/1/1999</b> | <b>Year 4<br/>3/1/2000</b>   | <b>Year 5<br/>3/1/2001</b> | <b>Year 6<br/>3/1/2002</b> |
|--|----------------------------|--------------------------------------|----------------------------|--|----------------------------|----------------------------|
| Order Date   | 12/27/1997                 | 4/29/1998                            | 1/29/1999                  | 1/19/2000  | 1/19/2001                  | 1/22/2002                  |
| Docket No.   | 94-GIMT-478-GIT            | 94-GIMT-478-GIT                      | 94-GIMT-478-GIT            | 00-GIMT-236-GIT  | 01-GIMT-235-GIT            | 02-GIMT-161-GIT            |
| Size of Fund [1]   | \$ 70,468,892              | \$ 100,452,021                       | \$ 100,296,911             | \$ 63,071,500  | \$ 65,002,308              | \$ 60,134,748              |
| Amount toBe Collected [2]  | 77,788,220                 | 68,756,420                           | 85,824,741                 | 60,270,500   | 58,760,820                 | 49,073,331                 |
| Assessable Revenue [3]   | \$ 864,361,690             | \$ 1,006,520,487                     | \$ 1,125,051,194           | \$ 1,225,326,005   | \$ 1,270,067,963           | \$ 1,326,562,228           |
| <b><u>KUSF Rates:</u></b>  |                            |                                      |                            |  |                            |                            |
| Assessment   | 9.00%                      | 6.83%                                | 7.63%                      | 4.92%  | 4.85%                      | 3.70%                      |
| Surcharge  | 9.89%                      | 7.33%                                | 8.26%                      | 4.66%  | 4.38%                      | 3.34%                      |
| Wireless Assessment  |                            | 6.49%                                | 7.24%                      | Adopted one rate for wireline companies and a reduced rate for wireless companies. |                            |                            |
| Wireless Surcharge   |                            | 6.94%                                | 7.81%                      |  |                            |                            |
| <b><u>Wireless Reduction Factor</u></b><br><i>(effective 10/98 through 2/03)</i> |                            |                                      |                            |  |                            |                            |
|  |                            | 5.03%                                | 5.03%                      | 5.03%  | 9.69%                      | 9.69%                      |
| <b><u>Intrastate Safe Harbor</u></b>   |                            |                                      |                            |  |                            |                            |
| Wireless   |                            |                                      | 85.00%                     | 85.00%   | 85.00%                     | 85.00%                     |
| Paging   |                            |                                      | 88.00%                     | 88.00%   | 88.00%                     | 88.00%                     |
| Analog SMR   |                            |                                      | 99.00%                     | 99.00%   | 99.00%                     | 99.00%                     |
| <b><u>Per Line Amount [5]</u></b>  |                            |                                      |                            |  |                            |                            |
| SWBT   | \$ 2.00                    | \$ 1.99 <sup>b</sup>                 | \$ 2.21 <sup>c</sup>       | \$ 1.51  | \$ 1.45                    | \$ 1.19                    |
| Sprint   | 1.35                       | 1.37                                 | 1.55                       | 0.97   | 1.15                       | 0.98                       |
| Tri-County   | 1.07                       | 0.87                                 | 0.96                       | 0.33   | 0.54                       | 0.42                       |
| Cass County  | 2.11                       | 1.81                                 | 2.24                       | 1.35   | 1.34                       | 1.10                       |
| RLECs in Stipulation   | 1.43                       | 1.41                                 | 1.50                       | 0.79   | 0.63                       | 0.49                       |

**Notes:**

[1] The Size of the Fund reflects the sum of all monies needed to meet Fund obligations, plus monies for a contingency funding allowance.

[2] The Amount to Collect reflects the Size of the Fund, less any surplus reserve.

[3] The Assessable Revenue reflects the total intrastate retail revenue projected to be reported by carriers/companies to the KUSF during the Fiscal Year. The projections reflect intrastate access reductions, implemented consistent with

(4) Pursuant to K.S.A. 66-2008(b), the KCC reduced wireless providers' assessment by 5.03% effective 10/1/98. The Commission's July 9, 2002 Order, Docket 02-GIMT-161-GIT, adopted that all carriers will pay the same assessment

(5) The Amount Per Line is the amount each Incumbent Local Exchange Carrier is authorized to collect from customers for Local Services.