



ARKANSAS
PUBLIC SERVICE COMMISSION
UTILITIES DIVISION

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Commissioner
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ARK. PUBLIC SERV. COMM.
DIANA KILLGON
SECRETARY OF COMM.

OCT 20 2 03 PM '08

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October 21, 2008

Chairmen
Arkansas Legislative Council
State Capitol Building, Room 315
Little Rock, AR 72201

02-080-A

Dear Chairmen:

Attached is the quarterly report concerning operation of the Extension of Telecommunications Facilities Fund (ETFF) for the period July 2008 through September 2008.

Ark. Code Ann. §23-17-404(e)(8)(D)(I) requires the Commission to provide quarterly reports to the Legislative Council concerning operation of the fund. The attachment details the quarterly activity regarding grants requested, awarded and denied by company and names of the Arkansas General Assembly Members whose constituents benefited from the approved grants. Year-to-date data has been provided for all approved grants. ETFF financial information is also provided for each month, the quarter and year-to-date.

Questions concerning operation of the ETFF or the quarterly report may be referred to Bill Dennis, Manager-Telecommunications and Quality of Service, at 501-682-5695.

Sincerely,

Paul Suskie
Chairman

Rolka Loube Saltzer Associates

David W. Rolka
President
Voice: 717-231-6661
drolka@r-l-s-a.com
www.r-l-s-a.com

FEIN: 30-0410008

October 10, 2008

Re: Arkansas Extension of Telecommunications Facilities Fund

Arkansas PSC Docket No 02-080-A

Diana Wilson
Secretary of the Commission
Arkansas Public Service Commission
1000 Center Street
Little Rock, Arkansas 72201

Dear Secretary Wilson:

Enclosed are the following documents for filing in the above-captioned docket:

- A proposed cover letter to submit to the Chairman of the appropriate committees to accompany the transmittal of the quarterly report of the ETFF.
- Monthly Status Reports for the Arkansas Extension of Telecommunications Facilities Fund for the activity months of July, August and September 2008.
- A statement of ETFF Disbursements by Company through the 3rd quarter 2008.
- A statement of Grant Application Activity for the 3rd quarter 2008.
- A statement of Grant Financial Activity for the 3rd quarter 2008.

Please contact me if you have any questions regarding the enclosed materials.

Sincerely,



David Rolka, President

cc: BD

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 ARK. PUBLIC SERV. COMM.
 DIANA K. WILSON
 SECRETARY OF COMM.

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**Arkansas Extension of Telecommunications Facilities Fund
Statement of Fund Performance**

Prepared for the Arkansas Public Service Commission by Rolka Loube Saltzer Associates

Revenue	<u>September 2008</u>	<u>Year-to-Date Results</u>
AICCLP	\$37,520.00	\$370,419.00
Interest Income	\$1,269.02	\$13,123.66
Grant True-Up Receipts	\$5,547.74	\$6,997.70
Miscellaneous	\$0.00	\$0.00
Total Revenues	<u>\$44,336.76</u>	<u>\$390,540.36</u>
 Disbursements		
Initial Grants	\$24,582.77	\$145,738.25
Grant True-Ups	\$1,801.06	\$11,205.27
External Audit Fees	\$0.00	\$7,000.00
Program Administration	\$2,600.00	\$23,400.00
Miscellaneous	\$0.00	\$0.00
Total Disbursements	<u>\$28,983.83</u>	<u>\$187,343.52</u>
 Operating Surplus/(Deficit)	 \$15,352.93	 \$203,196.84

Fund Balance as of:	9/30/2008
2008 Opening Fund Balance	\$611,194.78
Operating Surplus/(Deficit) for month	\$203,196.84
Closing Fund Balance	\$814,391.62

**Arkansas Extension of Telecommunications Facilities Fund
Statement of Fund Performance**

Prepared for the Arkansas Public Service Commission by Rolka Loube Saltzer Associates

	<u>August 2008</u>	<u>Year-to-Date Results</u>
Revenue		
AICCLP	\$41,422.00	\$332,899.00
Interest Income	\$1,146.27	\$11,854.64
Grant True-Up Receipts	\$0.00	\$1,449.96
Miscellaneous	\$0.00	\$0.00
Total Revenues	<u>\$42,568.27</u>	<u>\$346,203.60</u>
 Disbursements		
Initial Grants	\$11,027.40	\$121,155.48
Grant True-Ups	\$0.00	\$9,404.21
External Audit Fees	\$0.00	\$7,000.00
Program Administration	\$2,600.00	\$20,800.00
Miscellaneous	\$0.00	\$0.00
Total Disbursements	<u>\$13,627.40</u>	<u>\$158,359.69</u>
 Operating Surplus/(Deficit)	 \$28,940.87	 \$187,843.91

Fund Balance as of:	8/31/2008
2008 Opening Fund Balance	\$611,194.78
Operating Surplus/(Deficit) for month	\$187,843.91
Closing Fund Balance	\$799,038.69

**Arkansas Extension of Telecommunications Facilities Fund
Statement of Fund Performance**

Prepared for the Arkansas Public Service Commission by Rolka Loube Saltzer Associates

	<u>July 2008</u>	<u>Year-to-Date Results</u>
Revenue		
AICCLP	\$42,553.00	\$291,477.00
Interest Income	\$1,089.17	\$10,708.37
Grant True-Up Receipts	\$0.00	\$1,449.96
Miscellaneous	\$0.00	\$0.00
Total Revenues	<u>\$43,642.17</u>	<u>\$303,635.33</u>
Disbursements		
Initial Grants	\$12,122.46	\$110,128.08
Grant True-Ups	\$0.00	\$9,404.21
External Audit Fees	\$2,000.00	\$7,000.00
Program Administration	\$2,600.00	\$18,200.00
Miscellaneous	\$0.00	\$0.00
Total Disbursements	<u>\$16,722.46</u>	<u>\$144,732.29</u>
Operating Surplus/(Deficit)	\$26,919.71	\$158,903.04

Fund Balance as of:	7/31/2008
2008 Opening Fund Balance	\$611,194.78
Operating Surplus/(Deficit) for month	\$158,903.04
Closing Fund Balance	\$770,097.82

Arkansas Extension of Telecommunications Facilities Fund

Arkansas ETFF Quarterly Statement by Company

Prepared for the Arkansas Public Service Commission by Rhoads & Sinon Group, LLC

Company Name	1Q2008	2Q2008	3Q2008	4Q2008	Year to Date
GRANT PAYMENTS					
Arkansas Telephone Company, Inc.			\$38,544.85		\$38,544.85
AT&T	\$1,386.20				\$1,386.20
AT&T Arkansas			\$4,173.81		\$4,173.81
CenturyTel of Arkansas, Inc.	\$10,990.60	\$27,136.20			\$38,126.80
CenturyTel of Northwest LA., Inc.		\$56,259.60			\$56,259.60
Mountain View Telephone Company			\$5,013.97		\$5,013.97
Northern Arkansas Telephone Company,	\$984.02	\$1,249.00			\$2,233.02
TOTAL GRANT PAYMENTS	\$13,360.82	\$84,644.80	\$47,732.63		\$145,738.25
GRANT TRUE-UP ACTIVITY					
CenturyTel of Arkansas, Inc.	(\$1,122.49)	(\$327.47)	(\$5,547.74)		(\$6,997.70)
Northern Arkansas Telephone Company,	\$9,404.21		\$1,801.06		\$11,205.27
TOTAL GRANT TRUE-UP ACTIVITY	\$8,281.72	(\$327.47)	(\$3,746.68)		\$4,207.57

**Arkansas Extension of Telecommunications Facilities Fund
Grant Application Activity**

Quarterly Report to the Legislative Council (Section 23-17-404(e)(8)(D)(i))

July 2008 - September 2008

Initial Grants

ETFF App#	Company Name	Amount	Customer Name	Senator	Representative
2008-0010	Arkansas Telephone Company, Inc.	\$9,210.95	Shawna Andrews	Robert W. Johnson	Stan Berry
2008-014	Arkansas Telephone Company, Inc.	\$7,463.40	Charles Slack	Robert W. Johnson	Stan Berry
2008-015	Arkansas Telephone Company, Inc.	\$3,564.00	Nancy Hensley	Robert W. Johnson	Stan Berry
2008-016	Arkansas Telephone Company, Inc.	\$18,306.50	Mary Massery	Robert W. Johnson	Stan Berry
	<i>subtotal:</i>	\$38,544.85			
2008-011	AT&T Arkansas	\$590.93	Curtis Tucker	Jimmie Jeffries	Gregg Reep
2008-012	AT&T Arkansas	\$195.63	Brad & Heather Fulbright	Jack Critcher	J. R. Rogers
2008-013	AT&T Arkansas	\$2,124.95	John L Bates	Terry Smith	Bill Sample
2008-018	AT&T Arkansas	\$1,262.30	Tammy Redican	John Paul Capps	Sandra Prater
	<i>subtotal:</i>	\$4,173.81			
2008-017	Mountain View Telephone Company	\$5,013.97	James Kelly Crum	Bob Johnson	Lance Reynolds
	<i>subtotal:</i>	\$5,013.97			
	<i>Total:</i>	\$47,732.63			

Grant True-up Activity

ETFF App#	Company Name	Amount	Customer Name	Senator	Representative
2008-007	CenturyTel of Arkansas, Inc.	(\$142.81)	Charles & Pam Kendrick		
2008-008	CenturyTel of Arkansas, Inc.	(\$5,404.93)	Dustin Rogers		
	<i>subtotal:</i>	(\$5,547.74)			
2008-001	Northern Arkansas Telephone Comp	\$1,801.06	Charles Offenbacker		
	<i>subtotal:</i>	\$1,801.06			
	<i>Total:</i>	(\$3,746.68)			

Grants Denied/Returned/Withdrawn

ETFF App#	Company Name	Amount	Customer Name	Senator	Representative
	NONE				
	<i>Total:</i>	\$0.00			

Pending Grant Applications

ETFF App#	Company Name	Amount	Customer Name	Senator	Representative
	NONE				
	<i>Total:</i>	\$0.00			

Arkansas Extension of Telecommunications Facilities Fund
Quarterly Financial Activity

Quarterly Report to the Legislative Council (Section 23-17-404(e)(8)(D)(i))

July 2008 - September 2008*

<u># of Grant Requests</u>		<u>Financial Information</u>		
	<u>Year-to-Date</u>		<u>Quarter</u>	<u>Year-to-Date</u>
		<u>Revenue</u>		
Grants	18	AICCLP	\$121,495.00	\$370,419.00
True-Ups	8	Interest Income	\$3,504.46	\$13,123.66
Denied/Withdrawn	0	Grant True-Up Receipts	\$5,547.74	\$6,997.70
Pending	0	Miscellaneous	\$0.00	\$0.00
Total	26	Total Revenue	\$130,547.20	\$390,540.36
		<u>Disbursements</u>		
# New Customers	18	Initial Grants	\$47,732.63	\$145,738.25
		Grant True-Ups	\$1,801.06	\$11,205.27
		External Audit Fees	\$2,000.00	\$7,000.00
		Program Administration	\$7,800.00	\$23,400.00
		Miscellaneous	\$0.00	\$0.00
		Total Expenses	\$59,333.69	\$187,343.52
		Operating Surplus/(Deficit)	\$71,213.51	\$203,196.84
		2008 Opening Fund Balance**		\$611,194.78
		Subtotal		\$814,391.62
		Outstanding Checks		\$0.00
		Quarter Closing fund balance		\$814,391.62
		Grants Pending		

* compiled by Rhoads & Sinon Group from the Monthly reports from this quarter

** See item Arkansas ETFF Docket No. 02-080-A. R&S assumed Administrative responsibility January 1, 2004. Balance reflects transfers from predecessor and current activity.