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BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

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IN THE MATTER OF MANTI TELEPHONE COMPANY'S APPLICATION FOR INCREASED USF ELIGIBILITY

REDACTED SUPPLEMENT TO APPLICATION FOR INCREASE IN USF ELIGIBILITY

DOCKET 13-046-01

Manti Telephone Company ("Manti" or "Company"), pursuant to R746-700 of the

Commission's Rules of Practice and Procedure, hereby files this Supplement to its Application

for Increase in USF Eligibility ("Supplement") filed with the Public Service Commission of Utah

("Commission") on September 11, 2013. The purpose of this Supplement is to include

information requested by the Division of Public Utilities related to Manti's costs of service

allocations. Rule R746-700-40.A.5 requires that rate increase application include:

5. Information giving a fully referenced Part 64 and, where available, a Part 36 allocation. If no Part 36 allocation information is available, the utility shall provide an alternative permitting comparable cost of service allocations. Fully referenced means that sources of all total amounts are indicated and that source documents are included in the filed information. The names and sources of allocators to determine jurisdictional or non-regulated portions shall be included in lines with the allocated amounts. The Part 64 allocation shall provide full allocation of all joint costs incurred by the utility for both non-regulated and regulated activities and affiliated companies.

As the Commission is aware, Manti is an average schedule company and does not prepare an interstate cost study. Accordingly, a Part 36 jurisdictional separation study is not applicable.

As an average schedule company, Manti does not make a Part 64 adjustment during the preparation of an interstate cost study. However, Manti has made several pro forma entries to comply with Part 64 affiliate transaction rules to insure that the regulated entity does not subsidize the non-regulated entity. Additionally, Manti has adopted a Cost Allocation Manual which is attached hereto as **Confidential Schedule 12-Cost Allocation Manual**, and has developed a Master Services Agreement which identifies and accounts for affiliate transactions related to joint use assets, attached as **Confidential Schedule 13-Master Service Agreement**. Finally, Manti has also entered into a Broadband Pricing Agreement, which is attached as **Confidential Schedule 14-Broadband Pricing-MTCC**. Finally, Manti is attaching a **Revised Index** which includes references to the documents provided herewith.

WHEREFORE, Manti Communications, Inc. respectfully submits this Supplement to its Application for Increase in UUSF eligibility.

DATED this 20th day of September, 2013.

BLACKBURN & STOLL, LC

Kira M. Slawson Attorneys for Manti Telephone Company.

Revised Index of data pursuant to R746-700-40

- A. General Information
 - 1. Historical Operations Schedule 4, Column A
 - 2. Adjusted Operations Schedule 4, Column E
 - 3. Adjustments to Test Period
 - a. Rate Base Adjustments Schedule 3
 - b. Income Statement Adjustments Schedule 5
 - c. Description of Normalizing Adjustments Application ¶ 9
 - 4. Changes in Accounting Policies Schedule 11
 - 5. Cost of Service Allocations Application ¶13, Supplement to Application, and Schedules 12, 13, and 14.
 - 6. Audit Entries Schedule 7
 - 7. Management Letters Schedule 7
 - 8. List of Internal Audits Application ¶17
 - 9. Organizational Charts Schedule 9
 - 10. Changes in Affiliate Relationships Application ¶17
 - 11. Bad Debt Schedule 8
 - 12. Changes in Collection Policy Application ¶14
 - 13. Penalties and Fines Application ¶17
- B. Tax Adjustment
 - 1. Explanation of Tax Adjustment Application ¶9, Schedule 5 (IS-15)
 - 2. Tax Adjustment Schedule 5 (IS-15) Net Gross Multiplier – Schedule 1

CERTIFICATE OF MAILING

I hereby certify that a true and correct copy of the (Confidential) Manti Telephone Company Supplement to Application for Increase in USF Eligibility, Docket No. 13-046-01 was sent to the following individuals by electronic mail, this 20th day of September, 2013.

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Kira M. Slawson

Manti Telephone Company Docket 13-046-01

Confidential Schedule 12-Cost Allocation Manual

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Confidential Schedule 13- Master Service Agreement

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Confidential Schedule 14-Broadband Pricing-MTCC