

NOTICE REGARDING RATES

On June 6, 2014, Gunnison Telephone Company filed an application for rate increase and increase in Universal Service Fund distribution. Gunnison is proposing to increase the rates for R-1 residential service from \$13.50 to \$16.50, and the rates for B-1 business service from \$23.00 to \$26.00. At the same time, however, Gunnison is proposing a decrease in the extended area service (EAS) rate from \$3.59 to \$0.48 per month. If approved, this will result in a net decrease to each of our customers of \$0.11 per line per month.

The proposed R-1 and B-1 rates are the Base Affordable Rates for local residential and business services which are set by the Utah Public Service Commission in connection with its determination of a local telephone company's eligibility for Utah Universal Service Fund distributions.

The Hearing in this matter has been rescheduled and will be held at the Utah Public Service Commission on August 19, 2014 at 3:00 p.m. Fourth Floor Hearing Room 451, Heber M. Wells Bldg., 160 East 300 South, Salt Lake City, Utah. Public witnesses may appear at the hearing at 5:00 p.m. to testify regarding this matter.

