

**2003 Annual Report of the
Colorado High Cost Support Mechanism**

Prepared by:

The Colorado Public Utilities Commission Staff

December 1, 2003

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The General Assembly
State Capitol Building
Denver, Colorado 80203

Dear General Assembly Member:

This report provides information regarding the operation of the Colorado High Cost Support Mechanism during the calendar year 2003. Also, included are the proposed operations for the calendar year 2004.

House Bill 95-1335 was enacted on May 4, 1995. This initiated a new era in Colorado telecommunications law. The act declared that the policy of the State is to encourage competition in the basic local exchange telecommunications market and to strive to ensure that all Colorado consumers benefit from such increased competition. The bill directed that the Commission should seek the furtherance of universal basic service, toward the ultimate goal that basic service be available and affordable to all citizens of the State of Colorado. In order to accomplish that goal of universal basic service, the Commission was to create a system of support mechanisms to assist in the provision of such services in high cost areas. The bill modified the high cost support mechanism portion of the law to ensure that all providers of basic local exchange service in high cost areas would be fully reimbursed for the difference between the costs incurred in making basic service available to customers within a rural, high cost geographic support area and the affordable price for such service.

Senate Bill 98-177, enacted on May 18, 1998, further modified the high cost support mechanism section and required, among other changes, that a report be prepared by the Colorado Public Utilities Commission accounting for the operation of the high cost support mechanism and that the report be submitted to the Committees of Reference for Telecommunications issues on or before December 1 of each year. Distributions from the high cost support mechanism for calendar year 2003 are estimated to be approximately \$52.3 million. Customers are currently paying a 2.0 percent rate element for telecommunications services to support the high cost support mechanism.

If I can be of further assistance to you, please let me know.

Very truly yours,

Bruce N. Smith
Director

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Enclosure

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Colorado High Cost Support Mechanism**

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Annual Report of the Colorado High Cost Support Mechanism To the General Assembly

I. Executive Summary

The Colorado High Cost Support Mechanism (CHCSM) is under the administration of the Colorado Public Utilities Commission (Commission) (§ 40-15-208, C.R.S.) and implemented by the Commission rules found at 4 CCR 723-41.

The goal of the CHCSM is to promote and support universal service by helping make basic local exchange service available and affordable within rural, high cost areas of the state. The CHCSM provides financial support to local exchange providers so that even though the cost to provide basic local exchange service may be very high in rural areas, the price charged to the customers is still affordable. The CHCSM amounts paid to providers are coordinated with the federal Universal Service Fund (USF) program.

During 2003, the administration of the CHCSM by the Commission has continued to develop as changes have occurred in the federal USF program, as new competitive carriers have begun to enter Colorado's rural areas, and as the economic conditions for telecommunications competition have changed dramatically.

In 2003, the Commission adopted Rule 4 CCR 723-41-9.4 requiring support be provided to non-rural providers. Currently Qwest is the only non-rural provider in Colorado. With financial support being extended to all access lines, the projected distribution requirements for Qwest were increased.

In 1998, Qwest Communications entered into a Stipulation and Settlement agreement with the Commission freezing the annual support for Qwest until a sufficient proxy model could be developed. In 2002, the parties to Docket No. 98M-147T (Regarding the Administration of the Colorado High Cost Fund and the Adoption of a Proxy Cost Model) met and agreed to use the results produced by the Federal Communications Commission's (FCC) Hybrid Cost Proxy Model (HCPM) to establish wire-center specific cost support for Qwest Corporation for calendar year 2003. On August 1, 2003, upon Qwest's receipt of increased high cost support from the implementation of the Commission's Order granting it support for all lines, Qwest eliminated rural zone charges for over 225,000 of its Colorado rural telephone lines. The elimination of Qwest rural zone charges reduced residence and business rural rates by as much as \$20.00 per line month.

In 2003, the parties to Docket 98M-147T met and agreed to recommend to the Commission that it use the wire-center cost results produced by the Hatfield and Associates, Inc. (HAI) proxy cost model, for the development of the Qwest year 2004 wire-center specific high cost support. Use of the HAI proxy model establishes consistency between the high cost support for a wire center and the Commission-approved rates for Qwest's unbundled network element loop rates used in Qwest's Colorado interconnection agreements.

Beginning in 2001, the Commission was required to certify rural and non-rural eligible telecommunication providers for Federal Support under the FCC Docket No. 96-45 annually. The FCC regulations require that to continue to receive USF, all state commissions must certify that rural incumbent local exchange carriers, as well as non-rural carriers, are using the support for the intended purposes. The Commission, after conducting an investigation (Commission Docket No. 03M-322T) certified all 33 Colorado non-rural and rural incumbent local exchange carriers to continue to receive federal USF for the calendar year 2004. In addition, the Commission certified two wireless providers who are Eligible Telecommunication Carriers (ETC) to continue to receive Federal Support. The wireless providers that have been certified in Colorado as an Eligible Provider (EP) may receive support from the CHCSM upon request.

In fulfilling its duties as administrator of the CHCSM, the Commission commenced a number of enforcement actions (show-cause dockets) against certain delinquent telecommunications service providers, and continues to conduct audits of data submitted by providers. Due to the rapidly changing economic fortunes of telecommunications service providers, the Commission must take these actions to ensure that each provider is contributing to the CHCSM amounts that the provider has collected from its customers or should have collected. The Commission has currently developed new processes to ensure that the Colorado High Cost Support distributed to telecom providers is being directed to high cost areas.

The budget adopted by the Commission for the coming calendar year, as described in this report, will be subject to close scrutiny during 2004. The elimination of zone charges, adoption of further changes to the proxy cost model, distribution of support by wire center line counts, and the addition of new entrant competitive telecommunication service providers are factors that will influence the budget. The rate element (currently 2.0 percent) set by the Commission to generate contributions to the CHCSM will be reviewed at least quarterly to ensure that providers will be reimbursed fully while avoiding the generation of excessive reserves. The Commission projects an increase to the CHCSM rate element from 2.0% to 2.5% effective April 1, 2004 (Docket No. 98M-236T, Decision No. C03-1128).

II. History

A commitment to promote universal service is a cornerstone of telecommunications policy. The expressed purpose of the Communications Act of 1934 is:

. . . to make available, so far as possible, to all the people of the United States, without discrimination on the basis of race, color, religion, national origin, or sex, a rapid, efficient, Nation-wide, and world-wide wire and radio communication service with adequate facilities at reasonable charges. . . .¹

The concept of universal service as a public policy goal means ubiquitous availability of a specified set of telecommunications services delivered at a specified level of quality and at an affordable price so that every household is reasonably able to connect to the telephone network.

The policy goal of universal telephone service is being supported through a number of explicit federal and state mandated mechanisms. Explicit mechanisms provide targeted support to specific geographic areas, companies, or households. These include:

- Lifeline Assistance and Link Up America - programs to assist qualifying low-income households by providing reduced monthly rates and reduced initial charges;
- Telecommunications Relay Services - to enable speech or hearing impaired individuals to use the voice telephone network;
- Rural Utilities Service Loans - to support rural local exchange companies' construction budgets;
- Federal and State Universal Service Funds - to support high-cost local exchange companies.

The Commission adopted its first explicit support mechanism in 1990. The Commission adopted Rules Prescribing the Standard Procedures for Separating Telecommunications Property Costs, Revenues, Expenses, and Reserves for Access Charges for small Local Exchange Telecommunications Service Providers (LECs) and established the Colorado High Cost Fund (CHCF). Senate Bill 92-16 was enacted on April 16, 1992, amending Article 15 of Title 40, Colorado Revised Statutes, by the

¹ Communications Act of 1934, Title I, Section 1 (47 U.S.C. 151).

addition of a new section, § 40-15-208, C.R.S. The new section codified the creation of the CHCF and authorized Commission administration of the fund.

On May 24, 1995, House Bill 95-1335 was enacted. The Colorado Act, in part, modified the statutory definition of Basic Service, amended the section establishing the CHCF and added a new Part 5 to Article 15 of Title 40, providing for local exchange service competition.

The Colorado Act gave an expression of state policy that:

The Commission shall require the furtherance of universal basic service, toward the ultimate goal that basic service be available and affordable to all citizens of the state of Colorado. . . . The commission shall have the authority to regulate providers of telecommunications services to the extent necessary to assure that universal basic service is provided to all consumers in the state at fair, just, and reasonable rates. § 40-15-502(3), C.R.S.

The Commission was given further instruction by the expression of state policy that:

In order to accomplish the goals of universal basic service . . . the commission shall create a system of support mechanisms to assist in the provision of such services in high-cost areas. These support mechanisms shall be funded equitably and on a non-discriminatory, competitively neutral basis through assessments on all telecommunications service providers in Colorado . . . § 40-15-502(5), C.R.S.

The bill modified the high cost support mechanism portion of the law, § 40-15-208, C.R.S., to ensure that all providers of basic local exchange service in high-cost areas are reimbursed for the difference between the costs incurred in making basic service available to customers within a rural, high-cost geographic support area and the affordable price for such service.

The Commission adopted specific Rules implementing these statutory guidelines. The Commission conducted a rulemaking in Docket Nos. 95R-558T and 97R-043T regarding the CHCF. Non-rural incumbent telecom providers are currently regulated by Part I of the Commission's Rules, requiring cost estimates based on a proxy cost model estimate. These proxy cost estimates are then compared to a revenue benchmark with the resulting differential funded by the CHCSM for eligible providers. Rural incumbent telecom providers are currently regulated by Part II of the Commission's Rules, requiring cost estimates based on the actual embedded cost of service demonstration net of relevant revenues. The CHCSM is funded by a customer surcharge on intrastate retail revenues from telecommunication services. The Commission requires that all telecommunications service providers

collect and remit receipts based upon a percent of its end-user intrastate telecommunications service revenues.

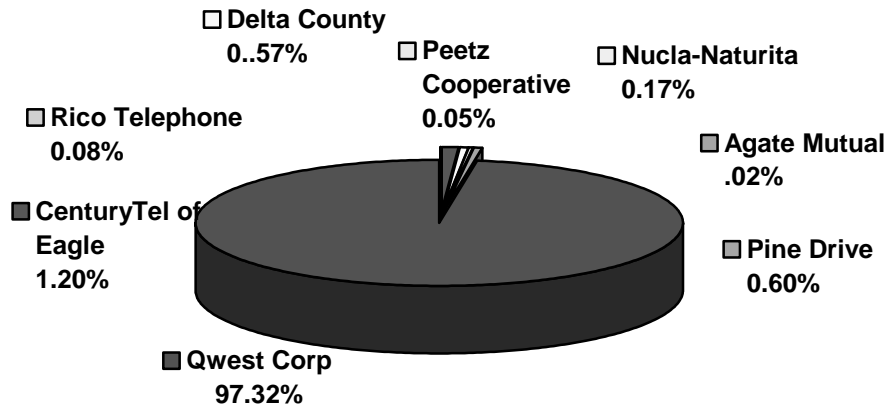
Senate Bill 98-177, enacted on May 18, 1998, further modified Section 40-15-208(2)(d)(I), C.R.S. by changing the name of the program to the “Colorado High Cost Support Mechanism,” and required that the CHCSM not exceed \$60 million during each of the calendar years 1998 and 1999. Further, SB 98-177 required that a report be prepared by the PUC accounting for the operation of the high-cost support mechanism, and that the report be submitted to the general assembly on or before December 1 of each year. The Commission adopted interim rules² and, subsequently, permanent rules³ implementing SB 98-177.

During 1999, in conjunction with the proceeding conducted by the Commission to review the definition of Basic Local Exchange Service as required by § 40-15-502(2), C.R.S., the Commission further addressed CHCSM rule issues. The Commission reiterated its decision to support only the primary residential line and the first business line in non-rural high cost areas, and on an interim basis to continue support to all access lines in rural high cost areas. In 2003, the Commission adopted rules expanding support from the first residential line and the first business line to all access lines.

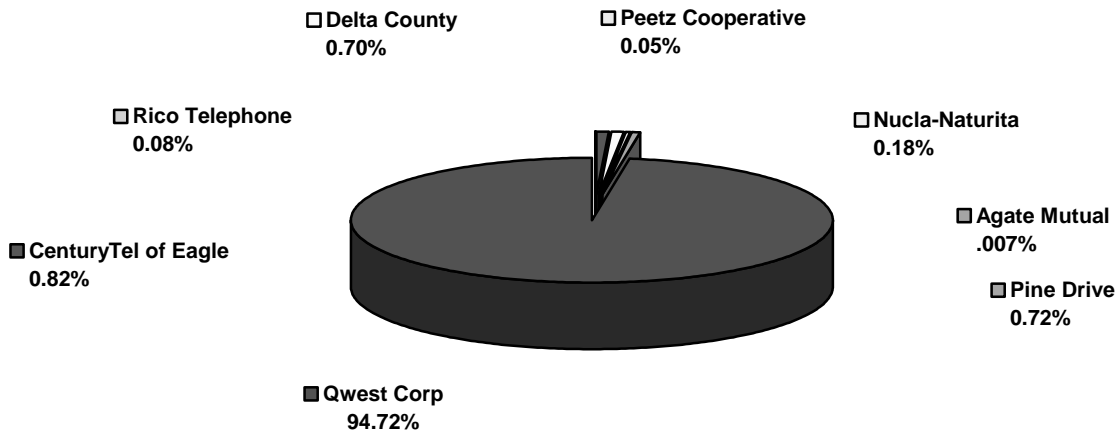
The following charts summarize the distributions and contributions, both actual and projected, for the Colorado High Cost Support Mechanism for the calendar years 2001, 2002, 2003 and 2004:

2 See PUC Docket No. 98R-028T.
3 See PUC Docket No. 99R-028T.

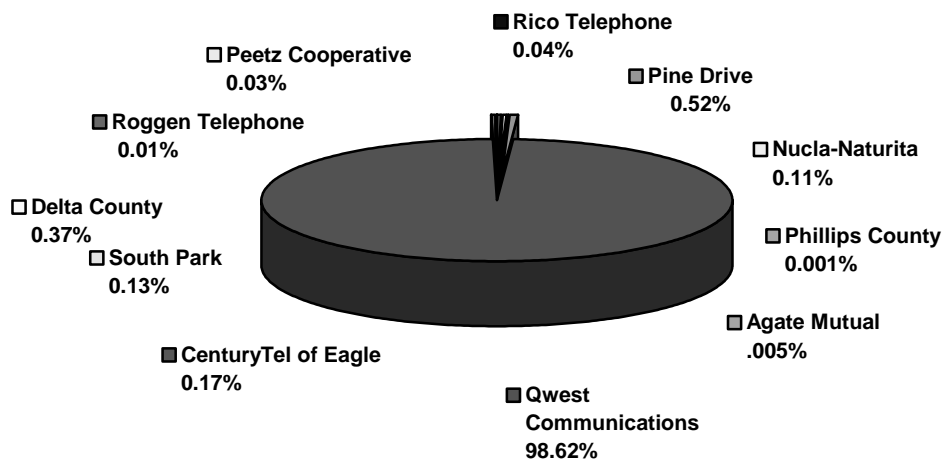
2002



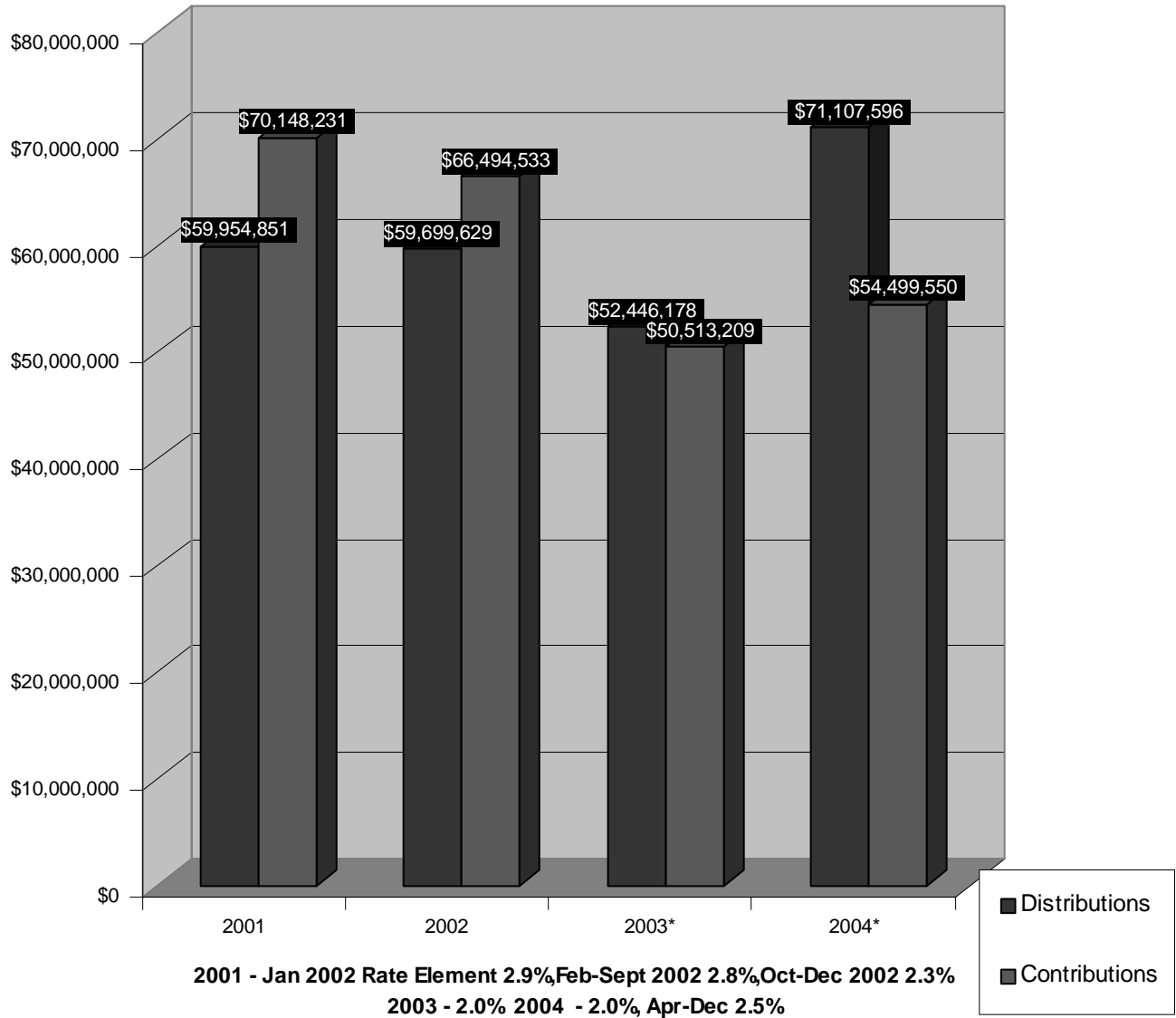
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Projected 2004



Summary of Contributions and Distributions



III. Operations - 2003

Calendar Year 2003 Support was provided to both rural and non-rural incumbent eligible telecommunications service providers who served customers in rural high-cost geographic areas in the calendar year 2003. The 2003 budget for the CHCSM was estimated at \$52,312,092. Actual distributions to incumbent eligible telecommunications service providers for the first six months were \$23,317,898, and are estimated at \$27,695,982 for the remaining six months of 2003. A total of \$51,013,880 is estimated to be distributed, which is a decrease from 2002. \$134,086 is estimated to be expensed to the administrative budget, which is based on fiscal year 2001/2002 expenses. The distributions are identified in Table A below:

Table A
**2003 Colorado High Cost Support Mechanism
Budgeted Disbursements**

Local Exchange Provider	Supported Access Lines for Year 2003	Gross Disbursements Calendar Year 2003	Annual Disbursements per Line
Agate Mutual Telephone	151	\$3,262	\$21.60
Century Tel of Eagle	83,974	\$390,044	\$4.64
Delta County Telephone	10,634	\$335,221	\$31.52
Nucla-Naturita	1,629	\$94,909	\$58.26
Peetz Cooperative	234	\$26,126	\$111.65
Pine Drive Telephone	928	\$350,003	\$377.16
Qwest Corporation	2,752,793	\$49,776,527	\$18.08
Rico Telephone	169	\$36,000	\$215.57
Roggen Telephone	309	\$1,788	\$5.79
Total	2,850,821	\$51,013,880	
Average Per Line Support for Eligible Companies			\$93.53

In 1999, there was a statutory limit with respect to the amount of the permitted distributions. In the calendar year 2000, the statutory limit no longer applied. The decrease in size of the budgeted calendar year 2003 disbursements is the result of the Commission's adoption of rules that expanded the

support from primary residential and first business to all access lines for non-rural providers effective August 1, 2003. The CHCSM support was increased from \$45,305,324 annually in 2002, to \$56,036,012 annually for 2003.

Expenditures for administering the CHCSM are estimated to increase slightly over actual amounts from fiscal year 2002/2003 due to normal increases in personnel service costs and some expert consulting expenditures related to the proxy cost model. The Commission's published revenue benchmarks for calendar year 2003 for Qwest wire centers resulted from application of the FCC's Hybrid Proxy Cost Model cost results, adjusted by the actual Qwest revenue benchmarks, to limit the amount of the support disbursements to non-rural providers. The average residential revenue benchmark for Qwest was \$19.55 per month in 2003. The average business revenue benchmark for Qwest was \$32.33 per month in 2003.

In 2003, budgeted contributions to the CHCSM were made via an assessment on end-user telecommunications service revenues as billed by each telecommunications service provider. The rate element was reduced from 2.3 percent to 2.0 percent effective January 1, 2003. For the first six months of 2003, the rate assessment generated \$25,945,475 in contributions. The rate assessment for the remainder of the calendar year 2003 is estimated to generate \$24,467,734 in contributions for a total estimate of \$50,413,209 for 2003. A total of 102 telecommunication providers contributed to the CHCSM on a quarterly basis.

Section 40-15-208(2)(c), C.R.S., provides that if the Commission, by this report, proposes an increase above the amount contained in the previous calendar year's report in any of the following: (1) the proposed benchmark; (2) the contributions to be collected through a rate element; or (3) the total amount of distributions to be made for support in high cost areas, then such increase shall be suspended until March 31 of the budget year. Accordingly, the Commission used the 2002 calendar year revenue benchmarks for the first quarter of 2003, adjusting them as necessary throughout the year to match receipts to disbursements.

In calendar year 2003, seven rural companies received support based on Part II of the Commission's Rules governing incumbent rural providers. The support per line varies greatly, ranging from \$4.64

per line for CenturyTel of Eagle to \$377.16 per line for Pine Drive Telephone Company.

In 2001, the FCC adopted new regulations based on Universal Service Fund implementing proposals made by the Rural Task Force order in CC Docket No. 96-45. The new FCC regulations require that for companies to continue receiving USF support, all state commissions must annually certify that rural incumbent local exchange carriers, as well as non-rural carriers, are using the support for the purposes intended. In 2002, the Commission, after conducting an investigation in Docket No. 02M-394T, certified all 33 Colorado rural and non-rural incumbent local exchange carriers to continue to receive federal USF for the calendar year 2004. In addition to the rural and non-rural providers, the Commission certified two wireless providers with Eligible Telecommunications Carrier (ETC) status to receive federal USF support. Two other wireless providers have filed an application with the Commission seeking to receive USF and CHSCM support. During 2003, the Commission applied the same certification criteria established in 2001 and, in addition, reviewed all incumbent local exchange carriers line extension policies, as part of the certification process. Currently there are no wireless providers receiving support from the CHCSM, however, Commission Staff believes that this will change in 2004.

During 2003, the Commission continued its investigation into the adoption of the high cost proxy model (Docket No. 98M-147T). The Commission approved the use of results from the FCC's HPCM model, with modifications made to accommodate the specific needs of Colorado telecommunication providers, and to provide wire center-specific cost support to Qwest. In late 2003, the Commission approved the elimination of Qwest rural zone rates. Qwest will receive increased CHCSM support to offset the revenue loss from elimination of zone rates.

As the Administrator, the Commission continues to take enforcement actions (in show-cause dockets) against certain delinquent telecommunications service providers, and continues to conduct audits of data submitted by providers. Due to the rapidly changing fortunes of telecommunications service providers, the Commission must take these actions to ensure that each provider is contributing to the CHCSM amounts that the provider has collected from its customers or should have collected.

In 2003, the Commission established new procedures to investigate and ensure that the CHCSM

support received by telecommunication providers is being used specifically for the development of Colorado high cost geographical areas.

VI. Projected Operations - 2004

Projected for Calendar Year 2004. Support is projected to be provided to both rural and non-rural incumbent eligible telecommunications service providers who serve customers in rural high-cost geographic areas in calendar year 2004. The 2004 budget for CHCSM total disbursements are estimated at \$70,972,780. Administrative Expenses are estimated to be \$134,816, and distributions to incumbent eligible telecommunications service providers are budgeted at \$71,107,596, which is a significant change from previous years, as identified in Table B below:

Table B
2004 Colorado High Cost Support Mechanism
Budgeted Disbursements

Local Exchange Provider	Estimated Supported Access Lines for Year 2004	Estimated Gross Disbursements Calendar Year 2004	Estimated Annual Disbursements per Line for 2004
Agate Mutual Telephone	153	\$3,262	\$21.32
Century Tel of Eagle	84,988	\$114,718	\$ 1.35
Delta County	10,656	\$257,476	\$24.16
Nucla-Naturita	1,644	\$76,986	\$46.82
Peetz Cooperative	238	\$20,286	\$ 85.24
Phillips County	2,081	\$ 260	\$.12
Pine Drive Telephone	932	\$362,500	\$388.95
Qwest Corporation	2,755,110	\$68,175,086	\$ 24.74
Rico Telephone	167	\$24,000	\$143.71
Roggen Telephone	311	\$ 7,150	\$ 22.99
South Park Telephone	196	\$91,000	\$464.28
Forecasted (Undesignated)		\$900,000	
Total	2,856,476	\$70,972,980	
Average Per Line Support for Eligible Companies			\$111.25

In 2004, the disbursements substantially increase over the previous years as a direct result of the adoption of the Commission Stipulation and Settlement agreement eliminating zone charges, the expansion of support to all access lines, and the increased number of providers who have applied for or are receiving support. The elimination of Qwest zone charges reduces the wire center specific revenue benchmarks which, when compared to the wire center specific proxy costs, result in an increase in the amount of per line support. Expenditures for administering the CHCSM are estimated to increase slightly over actual amounts from fiscal year 2002/2003, due to the normal increases in personnel service costs and Staff's continued development of an appropriate proxy cost model.

In 2004, budgeted contributions to the CHCSM will again be made via an assessment on end-user telecommunications service revenues as billed by each telecommunications service provider. **The current rate element is 2.0 percent.** The CHCSM Fund has a reserve of approximately \$31 million as of September 30, 2003. This is higher than previous years, and is attributed to higher than projected growth in wireless service revenues. The reserve is accounted for separately in the CHCSM escrow account, and is generated from prepaid collections for the Colorado High Cost Fund. In accordance with the statute, the reserve amount is not deposited with the State Treasurer, but held separately in escrow specifically for future disbursement from the CHCSM Fund to providers. The Fund has maintained a moderate surplus over time to allow for the entrance of new competitive telecommunications carriers and wireless providers who are eligible to receive support, and to account for the impact of the most recent downturn of the economy, which has affected the telecommunications industry. Taking the reserve into account, the rate element has been set at 2.0% until March 31, 2004; this will result in the Fund reserve being reduced to a minimum level. Thereafter, the rate assessment will need to be increased to 2.5%, effective April 1, 2004, to meet fluctuations and the projected amount of disbursements for 2004.

Based on this fund level, the projected Commission cost requirement for administering the CHCSM is estimated to be \$134,816 during fiscal year 2004-2005. This includes the estimated cost of personal services, data entry, auditing and compliance activities, legal services, expenditures for the acquisition of computer hardware and software, proxy cost model development and review thereof, and the training of technical personnel.

As mentioned above, in 2003 the Commission established new procedures to ensure that the support distributed from the CHCSM fund will be directly used to develop and enhance the telecommunication services provided in Colorado high cost areas.

The Colorado Legislature should be aware that U.S. Senate Bill 1380, known as the “Rural Universal Service Equity Act of 2003,” was recently introduced. One purpose of the Bill is to spread the benefits of the existing Federal Universal Service Fund more equitably across the nation. Currently, only eight states receive funding, and three of those states receive more than 80 percent of the funds. The Bill directs the FCC to replace the current statewide average formula with a new formula that distributes funds to telephone service providers wire centers with the highest cost. If passed, the Bill will affect the amount of federal support received by Colorado providers. Under the Commission’s rules, federal support received by a telecommunication provider will be incorporated into the calculations used to determine the wire center amount of support distributed by the Colorado CHCSM. The Commission is presently unable to estimate the effect the Bill would have on the CHCSM, but it is possible that the Colorado distribution to eligible providers may be reduced if USF support is increased.

IV. Summary Schedules

**Colorado High Cost Support Mechanism
Summary Contribution & Distributions**

	2001	2002	2003*	2004*
Disbursements	\$ 59,804,710	\$ 59,572,610	\$ 52,312,092	\$ 70,972,780
Administrative Expenses Based on Fiscal Year	\$ 150,141	\$ 127,019	\$ 134,086	\$ 134,816
Total Disbursements & Expenditures	\$59,954,851	\$59,699,629	\$52,446,178	\$ 71,107,596

Contributions:

	2001	2002	2003*	2004*
Jan 1 through March 31	\$ 17,241,744	\$ 17,193,902	\$ 13,340,806	\$ 12,340,352
April 1 through June 30	\$ 17,370,696	\$ 17,883,164	\$ 12,604,669	\$ 14,053,066
July 1 through Sept 30	\$ 17,376,289	\$ 17,120,869	\$ 12,227,382	\$ 14,053,066
Oct 1 through Dec 31	\$ 18,159,502	\$ 14,296,598	\$ 12,340,352	\$ 14,053,066
Total	\$70,148,231	\$66,494,533	\$50,513,209	\$54,499,550

**Colorado High Cost Support Mechanism
Rate Element Assessment Percentage Summary**

Rate Element:	2001	2002	2003	2004*
1st Qtr	2.90%	2.9% & 2.8%	2.00%	2.00%
2nd Qtr	2.90%	2.80%	2.00%	2.50%
3rd Qtr	2.90%	2.80%	2.00%	2.50%
4th Qtr	2.90%	2.30%	2.00%	2.50%

In 2002 the rate element was reduced from 2.9% to 2.8% effective February 1, 2002

* Contributions and Disbursements for the year 2003 and 2004 are estimated. The Year 2003 contains actual information for the first six months.

**Colorado High Cost Support Mechanism
Summary of Disbursements**

Eligible Local Exchange Service Provider	Gross Disbursements Calendar Year 2001	Gross Disbursements Calendar Year 2002	Gross Disbursements Calendar Year 2003*	Gross Disbursements Calendar Year 2004*
1 Agate Mutual Telephone Company	\$ -	\$ 11,220.00	\$ 3,262.00	\$ 2,692.00
2 CenturyTel of Eagle	\$ 1,062,744.93	\$ 717,688.00	\$ 390,044.00	\$ 114,718.00
3 Delta County Tele-Comm	\$ 360,283.98	\$ 337,845.00	\$ 335,221.00	\$ 257,476.00
4 Nucla-Naturita	\$ 16,294.00	\$ 99,167.00	\$ 94,909.00	\$ 76,986.00
5 Phillips County Telephone Company	\$ 57,303.44	\$ -	\$ -	\$ 260.00
6 Peetz Cooperative Telephone Co.	\$ 6,830.25	\$ 27,452.00	\$ 26,126.00	\$ 20,286.00
7 Pine Drive	\$ 266,424.08	\$ 354,931.00	\$ 350,003.00	\$ 370,875.00
9 Qwest Corp.	\$ 57,974,812.00	\$ 57,974,812.00	\$ 49,776,527.00	\$ 68,175,086.00
8 Roggen Telephone	\$ -	\$ -	\$ 1,788.00	\$ 7,150.00
10 Rico Telephone Company	\$ 60,017.54	\$ 49,493.52	\$ 36,000.00	\$ 24,000.00
11 South Park	\$ -	\$ -	\$ -	\$ 91,000.00
Forecasted (Undesignated)	\$ -	\$ -	\$ 1,298,212.00	\$ 1,832,251.00
Totals	\$ 59,804,710.22	\$ 59,561,388.52	\$ 52,312,092.00	\$ 70,972,780.00

* The Disbursements for 2002 and 2003 are estimated. The disbursements for 2002 are actual information for January - June 2002 and estimated figures for July - December 2002.

**Colorado High Cost Support Mechanism
Summary of Disbursements
Per Access Line**

	Eligible Local Exchange Service Provider	Disbursements Per Access Line 2001	Disbursements Per Access Line 2002	Disbursements Per Access Line 2003*	Disbursements Per Access Line 2004*
1	Agate Mutual Telephone Company	\$ -	\$ 77.38	\$ 21.60	\$ 21.32
2	CenturyTel of Eagle	\$ 12.51	\$ 8.45	\$ 4.64	\$ 1.35
3	Delta County Tele-Comm	\$ 33.90	\$ 31.51	\$ 31.52	\$ 24.16
4	Nucla-Naturita Telephone Co.	\$ -	\$ 57.92	\$ 58.26	\$ 46.82
5	Phillips County Telephone Company	\$ 26.60	\$ -	\$ -	\$ 0.12
6	Peetz Cooperative Telephone Co.	\$ 28.58	\$ 112.05	\$ 111.65	\$ 85.24
7	Pine Drive	\$ 286.79	\$ 387.48	\$ 377.16	\$ 388.95
8	Qwest Corp.	\$ 193.90	\$ 188.86	\$ 18.08	\$ 24.74
9	Rico Telephone Company	\$ 368.21	\$ 299.96	\$ 215.57	\$ 143.71
10	Roggen Telephone	\$ -	\$ -	\$ 5.79	\$ 22.99
	South Park Telephone	\$ -	\$ -	\$ -	\$ 464.28
	Forecasted (Undesignated)	\$ -	\$ -	\$ -	\$ -
Totals		\$ 135.78	\$ 145.45	\$ 93.53	\$ 111.25

Colorado High Cost Support

per Primary Access Line per Month

Residential Primary Support

EXCHANGE	CITY	CLLI	Primary 2001 Support	Primary 2002 Support	Primary 2003 Support	Primary 2004 Support
1 AGUILAR	AGUILAR	AGLRCOMA	\$ 127.91	\$ 128.55	\$ 83.37	\$ 103.00
2 COLORADO SPRIN	AIR FORCE ACADEMY	AFACCOMA	\$ 2.23			
3 ALAMOSA	ALAMOSA	ALMSCOMA	\$ 3.87	\$ 2.93	\$ -	\$ 2.59
4 ALLENSPARK	ALLENS PARK	ALPKCOMA	\$ 39.67	\$ 39.69	\$ 57.32	\$ 43.87
5 ARVADA ZONE	ARVADA	ARVDCOMA				
6 ASPEN	ASPEN	ASPECOMA				
7 EATON-AULT	AULT	AULTCOMA	\$ 32.55	\$ 31.93	\$ 22.39	\$ 33.53
8 AURORA ZONE	AURORA	AURRCOMA				
9 AURORA ZONE	AURORA	AURRCOMB	\$ 54.36	\$ 55.30	\$ 21.28	\$ 139.35
10 PUEBLO	AVONDALE	AVDLCOMA	\$ 76.75	\$ 76.05	\$ 66.66	\$ 43.44
11 VAIL	AVON	AVONCOMA				
12 BAILEY	BAILEY	BALYCOMA	\$ 14.56	\$ 14.77	\$ 18.15	\$ 4.75
13 BRIGHTON	BRIGHTON	BITNCOMA				
14 BOULDER	BOULDER	BLDRCOGB				
15 BOULDER	BOULDER	BLDRCOMA				
16 COLORADO SPRIN	BLACKFOREST	BLFSCOMA	\$ 9.32	\$ 8.98	\$ 0.68	\$ 12.74
17 BUENA VISTA	BUENA VISTA	BNVSCOMA	\$ 33.68	\$ 33.78	\$ 23.74	\$ 16.00
18 BROOMFIELD	BROOMFIELD	BRFDCOMA				
19 BRECKENRIDGE	BRECKENRIDGE	BRRGCOMA	\$ 2.08	\$ 1.80	\$ 15.11	\$ 4.94
20 BRUSH	BRUSH	BRSHCOMA	\$ 13.36	\$ 12.60	\$ 2.77	\$ 15.62
21 BERTHOUD	BERTHOUD	BRTHCOMA	\$ 10.24	\$ 10.39	\$ 6.01	\$ 9.23
22 BASALT	BASALT	BSLTCOMA	\$ 22.26	\$ 21.96	\$ 9.82	\$ 13.57
23 BAYFIELD	BAYFIELD	BYFDCOMA	\$ 26.92	\$ 27.48	\$ 16.85	\$ 23.25
24 CANON CITY	CANON CITY	CACYCOMA	\$ 2.12	\$ 1.54	\$ -	\$ -
25 COAL CREEK	COAL CREEK	CCCNCOMA	\$ 12.53	\$ 12.43	\$ 14.62	\$ 18.88
26 GRAND JUNCTION	CLIFTON	CFTNCONM			\$ -	
27 CALHAN	CALHAN	CLHNCOMA	\$ 93.72	\$ 93.80	\$ 35.92	\$ 60.93
28 COLORADO SPRIN	COLORADO SPRINGS	CLSPCO32	\$ 4.09	\$ 1.82	\$ -	\$ 2.45
29 COLORADO SPRIN	COLORADO SPRINGS	CLSPCOEA				
30 COLORADO SPRIN	COLORADO SPRINGS	CLSPCOMA				
31 COLORADO SPRIN	COLORADO SPRINGS	CLSPCOPV				
32 COLORADO SPRIN	COLORADO SPRINGS	CLSPCOSM				
33 CENTRAL CITY	CENTRAL CITY	CNCYCOMA	\$ 18.11	\$ 17.50	\$ 8.14	\$ 13.54
34 DILLON	COPPER MOUNTAIN	CPMTCOMA	\$ 11.43	\$ 11.66	\$ 55.73	\$ 11.96
35 CRAIG	CRAIG	CRAGCOMA	\$ 18.58	\$ 17.67	\$ 7.46	\$ 12.42
36 CRESTED BUTTE	CRESTED BUTTE	CRBTCOMA	\$ 6.47	\$ 7.30	\$ 10.00	\$ 12.22
37 CRIPPLE CREEK	CRIPPLE CREEK	CRCKCOMA	\$ 41.77	\$ 42.05	\$ 62.51	\$ 38.54
38 CARBONDALE	CARBONDALE	CRDLCOMA	\$ 8.13	\$ 8.30	\$ 0.36	\$ 10.59
39 CORTEZ	CORTEZ	CRTZCOMA	\$ 10.76	\$ 9.75	\$ 2.10	\$ 9.68
40 CASTLE ROCK	CASTLE ROCK	CSRKCONM	\$ 5.26	\$ 4.72	\$ 0.93	\$ 6.10

Colorado High Cost Supportper Primary Access Line per Month
Residential Primary Support

EXCHANGE	CITY	CLLI	Primary 2001 Support	Primary 2002 Support	Primary 2003 Support	Primary 2004 Support	
41	DEBEQUE	DEBEQUE	DBEQCONC	\$ 183.00	\$ 182.70	\$ 146.98	\$ 143.79
42	DECKERS	DECKERS	DCKRCOMA	\$ 176.73	\$ 177.96	\$ 92.70	\$ 116.67
43	DELTA	DELTA	DELTCOMA	\$ 12.58	\$ 12.10	\$ 3.63	\$ 7.52
44	DILLON	DILLON	DLLNCOMA	\$ 5.11	\$ 4.63	\$ 9.60	\$ 3.39
45	DEL NORTE	DEL NORTE	DLNRCOMA	\$ 43.53	\$ 43.64	\$ 15.18	\$ 36.51
46	DENVER ZONE	DENVER	DNVRCOCH				
47	LITTLETON ZONE	KEN CARYL RANCH	DNVRCOCL				
48	DENVER ZONE	DENVER	DNVRCOCP				
49	LAFAYETTE-LOUIS	LAFAYETTE	DNVRCOCW				
50	LITTLETON ZONE	GREENWOOD VILLAG	DNVRCODC				
51	DENVER ZONE	DENVER	DNVRCOEA				
52	DENVER ZONE	DENVER	DNVRCOMA				
53	AURORA ZONE	DENVER	DNVRCOMB				
54	NORTHEAST ZONE	COMMERCE CITY	DNVRCONE				
55	DENVER ZONE	DENVER	DNVRCONO				
56	AURORA ZONE	DENVER	DNVRCOOU	\$ -		\$ 43.31	\$ 16.02
57	DENVER ZONE	DENVER	DNVRCOSE				
58	SULLIVAN ZONE	AURORA	DNVRCOSE				
59	SULLIVAN ZONE	AURORA	DNVRCOSL				
60	DENVER ZONE	DENVER	DNVRCOSO				
61	SOUTHWEST ZONE	LAKEWOOD	DNVRCOSW				
62	DENVER ZONE	DENVER	DNVRCOWS				
63	DURANGO	DURANGO	DURNCOMA	\$ 2.46	\$ 2.20	\$ -	\$ 3.90
64	EATON-AULT	EATON	EATNCOMA	\$ 9.19	\$ 9.04	\$ -	\$ 13.48
65	ELBERT	ELBERT	ELBRCOMA	\$ 61.36	\$ 60.81	\$ 51.37	\$ 60.24
66	ELIZABETH	ELIZABETH	ELZBCO01	\$ 14.30	\$ 14.74	\$ 12.09	\$ 16.87
67	LITTLETON ZONE	Douglas County	ENWDCOAB				
68	ENGLEWOOD ZONE	ENGLEWOOD	ENWDCOMA				
69	ERIE	ERIE	ERIECOMA	\$ 17.38	\$ 16.16	\$ 11.23	\$ 16.15
70	ESTES PARK	ESTES PARK	ESPKCOMA	\$ 7.50	\$ 7.15	\$ 4.82	\$ 5.80
71	EVERGREEN	EVERGREEN	EVRGCOMA				\$ 3.36
72	FLORENCE	FLORENCE	FLRNCOMA	\$ 21.58	\$ 21.11	\$ 6.17	\$ 20.89
73	COLORADO SPRIN	FOUNTAIN	FONTCOMA				
74	FT COLLINS	FT COLLINS	FRCLCOMA				
75	FREDRICK	FREDRICK	FRDRCOMA			\$ 8.20	\$ 4.75
76	FAIRPLAY	FAIRPLAY	FRPLCOMA	\$ 60.94	\$ 63.50	\$ 90.51	\$ 59.22
77	DILLON	FRISCO	FRSCCOMA			\$ 13.73	\$ 6.77
78	FRASER	FRASER	FRSRCOMA	\$ 8.15	\$ 8.42	\$ 27.01	\$ 12.11
79	FRUITA	FRUITA	FRUTCOMA	\$ 17.72	\$ 17.43	\$ 10.40	\$ 14.97
80	FT COLLINS	FT COLLINS	FTCLCOHM				

Colorado High Cost Supportper Primary Access Line per Month
Residential Primary Support

EXCHANGE	CITY	CLLI	Primary 2001 Support	Primary 2002 Support	Primary 2003 Support	Primary 2004 Support	
81	FT LUPTON	FT LUPTON	FTLPCOMA	\$ 8.15	\$ 6.39	\$ 1.12	\$ 3.13
82	FT MORGAN	FT MORGAN	FTMRCOMA	\$ 3.61	\$ 2.17	\$ -	\$ 2.35
83	GRAND JUNCTION	GRAND JUNCTION	GDJTCOMA				
84	GRAND LAKE	GRAND LAKE	GDLKCOMA	\$ 15.47	\$ 16.05	\$ 25.74	\$ 13.81
85	GILCREST	GILCREST	GLCRCOMA	\$ 32.24	\$ 30.72	\$ 24.20	\$ 41.97
86	GOLDEN ZONE	GOLDEN	GLDNCOMA				
87	GLENWOOD SPRING	GLENWOOD SPRINGS	GLSPCOMA	\$ 1.07	\$ 0.24	\$ -	\$ -
88	COLORADO SPRING	GREEN MOUNTAIN FA	GMFLCOMA	\$ 13.72	\$ 12.89	\$ 10.93	\$ 15.34
89	GUNNISON	GUNNISON	GNSNSOMA	\$ 42.75	\$ 42.14	\$ 11.97	\$ 22.13
90	GREELEY	GREELEY	GRELCOJC				
91	GREELEY	GREELEY	GRELCOMA				
92	GRANBY	GRANBY	GRNBCOMA	\$ 25.85	\$ 26.95	\$ 23.53	\$ 25.23
93	GEORGETOWN	GEORGETOWN	GRTWCOMA	\$ 26.96	\$ 26.19	\$ 27.38	\$ 18.69
94	HUDSON	HUDSON	HDSNCOMA	\$ 39.08	\$ 38.19	\$ 35.11	\$ 35.74
95	HILLROSE	HILLROSE	HLRSCOMA	\$ 135.21	\$ 134.00	\$ 66.94	\$ 130.71
96	HOT SULPHUR SPRING	HOT SULPHUR SPRING	HSSPCOMA	\$ 121.95	\$ 122.39	\$ 131.97	\$ 73.12
97	HAYDEN	HAYDEN	HYDNCOMA	\$ 67.08	\$ 66.93	\$ 73.98	\$ 55.17
98	IDAHO SPRINGS	IDAHO SPRINGS	IDSPCOMA	\$ 29.77	\$ 29.40	\$ 15.06	\$ 20.35
99	JOHNSTON MILLIKEN	JOHNSTON MILLIKEN	JHMLCOMA	\$ 4.50	\$ 3.92	\$ 7.85	\$ 6.17
100	JULESBURG	JULESBURG	JLBGCOMA	\$ 37.52	\$ 37.14	\$ 10.56	\$ 41.45
101	KIOWA	KIOWA	KIOWCOMA	\$ 96.61	\$ 95.17	\$ 68.17	\$ 66.00
102	KEENESBURG	KEENESBURG	KNBGCOMA	\$ 71.86	\$ 71.73	\$ 39.32	\$ 53.32
103	KREMMLING	KREMMLING	KRNGCOMA	\$ 58.50	\$ 58.63	\$ 64.47	\$ 36.27
104	LEADVILLE	LEADVILLE	LDVLCOMA	\$ 14.10	\$ 13.04	\$ -	\$ -
105	LIMON	LIMON	LIMNCOMA	\$ 32.67	\$ 32.70	\$ 36.27	\$ 32.14
106	LOOKOUT MOUNTAIN	JEFFERSON COUNTY	LKMTCOMA	\$ 1.56	\$ 1.20	\$ 0.98	\$ -
107	LAKEWOOD ZONE	LAKEWOOD	LKWDCOMA				
108	LONGMONT	LONGMONT	LNMTCOMA				
109	CASTLE ROCK	LARKSPUR	LRKSCONM	\$ 32.39	\$ 32.16	\$ 21.03	\$ 22.27
110	LA SALLE	LA SALLE	LSLLCOMA	\$ 21.91	\$ 21.71	\$ 9.58	\$ 33.41
111	LITTLETON ZONE	LITTLETON	LTTNCOHL				
112	LITTLETON ZONE	LITTLETON	LTTNCOMA				
113	LOVELAND	LOVELAND	LVLDCOMA				
114	LYONS	LYONS	LYNSCOMA	\$ 16.18	\$ 16.56	\$ 15.77	\$ 20.40
115	MEAD	MEAD	MEADCOMA	\$ 20.27	\$ 20.51	\$ 16.95	\$ 12.94
116	MEEKER	MEEKER	MEKRCOMA	\$ 94.93	\$ 94.96	\$ 36.37	\$ 75.98
117	MANCOS	MANCOS	MNCSCOMA	\$ 69.11	\$ 68.65	\$ 39.61	\$ 60.19
118	COLORADO SPRING	MONUMENT	MNMTCOMA			\$ 0.01	
119	COLORADO SPRING	MANITOU SPRINGS	MNSPCOMA				
120	VAIL	MINTURN	MNTRCOMA	\$ 32.77	\$ 31.42	\$ 15.29	\$ 33.03

Colorado High Cost Supportper Primary Access Line per Month
Residential Primary Support

EXCHANGE	CITY	CLLI	Primary 2001 Support	Primary 2002 Support	Primary 2003 Support	Primary 2004 Support	
121	MORRISON	MORRISON	MRSNCOMA	\$ 3.33	\$ 3.45	\$ 3.43	\$ 11.81
122	MONTROSE	MONTROSE	MTRSCOMA	\$ 5.06	\$ 4.48	\$ 0.65	\$ 5.87
123	MONTE VISTA	MONTE VISTA	MTVSCOMA	\$ 8.86	\$ 8.33	\$ 3.52	\$ 9.50
124	CORTEZ	MESA VERDE	MVNPCOMA	\$ 24.18	\$ 23.49	\$ 250.47	\$ 58.66
125	NEDERLAND	NEDERLAND	NDLDCOMA	\$ 19.91	\$ 19.45	\$ 16.40	\$ 21.73
126	BROOMFIELD	NORTHGLENN	NGLNCOMA				\$ -
127	LONGMONT	NIWOT	NIWTCOMA	\$ 0.73	\$ 0.35	\$ 1.67	\$ 3.59
128	NEW CASTLE	NEW CASTLE	NWCSCOMA	\$ 34.17	\$ 33.57	\$ 27.30	\$ 33.64
129	OAK CREEK	OAK CREEK	OKCKCOMA	\$ 73.71	\$ 73.81	\$ 36.62	\$ 56.22
130	OLATHE	OLATHE	OLTHCOMA	\$ 22.83	\$ 22.39	\$ 16.72	\$ 19.96
131	OURAY	OURAY	OURYCOMA	\$ 24.72	\$ 24.56	\$ 41.99	\$ 23.87
132	JULESBURG	OVID	OVIDCOMA	\$ 124.31	\$ 125.14	\$ 76.07	\$ 116.23
133	PARACHUTE	PARACHUTE	PACHC01	\$ 34.50	\$ 33.20	\$ 14.06	\$ 11.53
134	PALISADE	PALISADE	PLSDCOMA	\$ 5.32	\$ 5.00	\$ 8.09	\$ 8.88
135	FLORENCE	PENROSE	PNRSCOMA	\$ 22.80	\$ 22.40	\$ 7.35	\$ 12.92
136	PARKER	PARKER	PRKRCOMA	\$ 8.40	\$ 7.64	\$ -	\$ -
137	PLATTEVILLE	PLATTEVILLE	PTVLCOMA	\$ 19.93	\$ 19.04	\$ 18.09	\$ 13.51
138	PUEBLO	PUEBLO	PUBLCO06	\$ 6.54	\$ 5.49	\$ 1.98	\$ -
139	PUEBLO	PUEBLO	PUBLICOMA				
140	PUEBLO	PUEBLO	PUBLOCOSU				
141	PEYTON	PEYTON	PYTNCOMA	\$ 41.16	\$ 41.39	\$ 28.52	\$ 37.13
142	RIDGEWAY	RIDGEWAY	RDGWCOMA	\$ 58.58	\$ 58.86	\$ 40.29	\$ 36.93
143	RIFLE	RIFLE	RIFLCOMA	\$ 13.30	\$ 12.39	\$ 3.15	\$ 8.66
144	SALIDA	SALIDA	SALDCOMA	\$ 18.29	\$ 18.30	\$ 1.41	\$ 7.56
145	COLORADO SPRING	SECURITY	SCRTCOMA				
146	DEL NORTE	SOUTH FORK	SFRKCOMA	\$ 47.76	\$ 47.31	\$ 28.98	\$ 36.60
147	SILT	SILT	SILTCOMA	\$ 45.51	\$ 45.35	\$ 27.59	\$ 31.46
148	SILVERTON	SILVERTON	SLTNCOMA	\$ 77.52	\$ 76.72	\$ 75.51	\$ 39.15
149	ASPEN	SNOWMASS	SNMSCOMA			\$ 13.79	\$ 5.03
150	STERLING	STERLING	STNGCOMA	\$ 13.47	\$ 12.14	\$ 3.54	\$ 9.04
151	STEAMBOAT SPRING	STEAMBOAT SPRING	STSPCOMA	\$ 4.87	\$ 5.02	\$ 5.16	\$ 5.85
152	BOULDER	BOULDER	TEMACOMA				
153	TELLURIDE	TELLURIDE	TLRDCOMA	\$ 9.54	\$ 9.62	\$ 29.82	\$ 12.01
154	TRINIDAD	TRINIDAD	TRNDCOMA	\$ 22.53	\$ 21.69	\$ 3.85	\$ 11.83
155	VAIL	VAIL	VAILCOMA				
156	PUEBLO	VINELAND	VNLDCOMA	\$ 7.82	\$ 6.59	\$ -	\$ 10.72
157	WARD	WARD	WARDCOMA	\$ 40.50	\$ 39.86	\$ 88.34	\$ 42.40
158	COLORADO SPRING	WOODLAND PARK	WDPKCOMA	\$ 12.95	\$ 12.26	\$ 4.34	\$ 6.70
159	FT COLLINS	WELLINGTON	WGTCOMA	\$ 44.30	\$ 43.72	\$ 23.79	\$ 25.67
160	WALSENBURG	WALSENBURG	WLBGCOMA	\$ 30.43	\$ 360.41	\$ 9.80	\$ 23.88

Colorado High Cost Support
per Primary Access Line per Month
Residential Primary Support

EXCHANGE	CITY	CLLI	Primary 2001 Support	Primary 2002 Support	Primary 2003 Support	Primary 2004 Support
161 WELDONA	WELDONA	WLDACONA	\$ 30.23	\$ 30.63	\$ 89.21	\$ 81.01
162 ARVADA ZONE	WESTMINSTER	WMNSCOMA				
163 WINDSOR	WINDSOR	WNDSCOMA	\$ 3.74	\$ 3.34	\$ -	\$ 0.82
164 YAMPA	YAMPA	YAMPCOMA	\$ 129.56	\$ 129.48	\$ 106.67	\$ 106.26
				\$ -	\$ -	\$ -
Statewide Average			\$ 15.95	\$ 15.51	\$ 12.30	\$ 13.87

Residential Revenue Benchmarks	\$20.16	\$20.16	\$20.40	\$19.55
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Colorado High Cost Support
per Primary Access Line per Month
for Business Lines

<u>CITY</u>	<u>EXCHANGE</u>	Business Support 2001	Business Support 2002	Business Support 2003	Business Support 2004
1 AGUILAR	AGLRCOMA	\$ 104.35	\$ 104.85	\$ 49.75	\$ 69.84
2 AIR FORCE ACADEMY	AFACCOMA				
3 ALAMOSA	ALMSCOMA	\$ 14.36	\$ 8.93	\$ 18.19	\$ 9.88
4 ALLENS PARK	ALPKCOMA				
5 ARVADA	ARVDCOMA				
6 ASPEN	ASPECOMA				
7 AULT	AULTCOMA			\$ 7.38	\$ 33.53
8 AURORA	AURRCOMA				
9 AURORA	AURRCOMB			\$ 120.92	\$ 3.09
10 AVONDALE	AVDLCOMA	\$ 32.46	\$ 30.65	\$ 28.00	\$ 51.26
11 AVON	AVONCOMA				
12 BAILEY	BALYCOMA	\$ -	\$ -	\$ -	\$ 2.74
13 BRIGHTON	BITNCOMA				
14 BOULDER	BLDRCOGB				
15 BOULDER	BLDRCOMA				
16 BLACKFOREST	BLFSCOMA	\$ -	\$ -	\$ -	\$ 1.47
17 BUENA VISTA	BNVSCOMA	\$ 4.63	\$ 2.71	\$ 8.57	\$ 0.44
18 BROOMFIELD	BRFDCOMA				
19 BRECKENRIDGE	BRRGCOMA				
20 BRUSH	BRSHCOMA	\$ -	\$ -	\$ -	\$ 0.68
21 BERTHOUD	BRTHCOMA				
22 BASALT	BSLTCOMA				
23 BAYFIELD	BYFDCOMA				
24 CANON CITY	CACYCOMA	\$ 10.21	\$ 9.08	\$ -	\$ -
25 COAL CREEK	CCCNCOMA	\$ 75.17	\$ 74.42	\$ -	\$ -
26 CLIFTON	CFTNCONM				
27 CALHAN	CLHNCOMA			\$ 22.16	\$ 42.72
28 COLORADO SPRINGS	CLSPCO32				
29 COLORADO SPRINGS	CLSPCOEA	\$ 5.80	\$ 3.75	\$ -	\$ -
30 COLORADO SPRINGS	CLSPCOMA				
31 COLORADO SPRINGS	CLSPCOPV				
32 COLORADO SPRINGS	CLSPCOSM				
33 CENTRAL CITY	CNCYCOMA				
34 COPPER MOUNTAIN	CPMTCOMA			\$ 19.94	\$ -
35 CRAIG	CRAGCOMA				
36 CRESTED BUTTE	CRBTCOMA				
37 CRIPPLE CREEK	CRCKCOMA			\$ 49.82	\$ 21.49
38 CARBONDALE	CRDLCOMA				
39 CORTEZ	CRTZCOMA				
40 CASTLE ROCK	CSRKCONM				
41 DEBEQUE	DBEQCONC			\$ 125.61	\$ 121.76

Colorado High Cost Support
per Primary Access Line per Month
for Business Lines

<u>CITY</u>	<u>EXCHANGE</u>	Business Support 2001	Business Support 2002	Business Support 2003	Business Support 2004
42 DECKERS	DCKRCOMA			\$ 57.55	\$ 87.97
43 DELTA	DELTCOMA				
44 DILLON	DLLNCOMA				
45 DEL NORTE	DLNRCOMA				\$ 17.82
46 DENVER	DNVRCOCH				
47 KEN CARYL RANCH	DNVRCOCL				
48 DENVER	DNVRCOCP				
49 LAFAYETTE	DNVRCOCW	\$ 21.64	\$ 20.47		
50 GREENWOOD VILLAGE	DNVRCODC	\$ 162.18	\$ 161.45		
51 DENVER	DNVRCOEA	\$ 152.77	\$ 149.86		
52 DENVER	DNVRCOMA	\$ 23.76	\$ 21.74		
53 DENVER	DNVRCOMB	\$ 22.87	\$ 19.78		
54 COMMERCE CITY	DNVRCONC				
55 DENVER	DNVRCONO				
56 DENVER	DNVRCOOU			\$ 8.08	
57 DENVER	DNVRCOSE				
58 AURORA	DNVRCOSE				
59 AURORA	DNVRCOSL				
60 DENVER	DNVRCOSO				
61 LAKEWOOD	DNVRCOSW				
62 DENVER	DNVRCOWS				
63 DURANGO	DURNCOMA				
64 EATON	EATNCOMA				
65 ELBERT	ELBRCOMA			\$ 37.26	\$ 44.99
66 ELIZABETH	ELZBCO01				\$ 2.16
67 Douglas County	ENWDCOAB	\$ 10.04	\$ 8.71	\$ -	\$ -
68 ENGLEWOOD	ENWDCOMA				
69 ERIE	ERIECOMA	\$ 36.42	\$ 35.79	\$ -	\$ 0.61
70 ESTES PARK	ESPKCOMA				
71 EVERGREEN	EVRGCOMA				
72 FLORENCE	FLRNCOMA				\$ 6.56
73 FOUNTAIN	FONTCOMA				
74 FT COLLINS	FRCLCOMA				
75 FREDRICK	FRDRCOMA				
76 FAIRPLAY	FRPLCOMA	\$ 37.36	\$ 37.20	\$ 61.38	\$ 31.44
77 FRISCO	FRSCCOMA				
78 FRASER	FRSRCOMA				
79 FRUITA	FRUTCOMA				\$ 0.86
80 FT COLLINS	FTCLCOHM				
81 FT LUPTON	FTLPCOMA				
82 FT MORGAN	FTMRCOMA				

Colorado High Cost Support
per Primary Access Line per Month
for Business Lines

<u>CITY</u>	<u>EXCHANGE</u>	Business Support 2001	Business Support 2002	Business Support 2003	Business Support 2004
83 GRAND JUNCTION	GDJTCOMA				
84 GRAND LAKE	GDLKCOMA				
85 GILCREST	GLCRCOMA	\$ 19.91	\$ 19.09	\$ 10.85	\$ 28.64
86 GOLDEN	GLDNCOMA				
87 GLENWOOD SPRINGS	GLSPCOMA	\$ 9.45	\$ 9.59	\$ -	
88 GREEN MOUNTAIN FA	GMFLCOMA				
89 GUNNISON	GNSNSOMA				\$ 5.04
90 GREELEY	GRELCOJC				
91 GREELEY	GRELCOMA	\$ 19.96	\$ 18.64		
92 GRANBY	GRNBCOMA	\$ 44.34	\$ 42.04	\$ 3.02	\$ 3.91
93 GEORGETOWN	GRTWCOMA	\$ 113.04	\$ 113.16	\$ 3.87	
94 HUDSON	HDSNCOMA	\$ 100.24	\$ 97.99	\$ 16.59	\$ 17.73
95 HILLROSE	HLRSCOMA	\$ 16.82	\$ 12.18	\$ 53.66	\$ 118.15
96 HOT SULPHUR SPRING	HSSPCOMA	\$ 8.56	\$ 5.86	\$ 106.65	\$ 46.67
97 HAYDEN	HYDNCOMA			\$ 55.53	\$ 36.16
98 IDAHO SPRINGS	IDSPCOMA				\$ 3.20
99 JOHNSTON MILLIKEN	JHMLCOMA				
100 JULESBURG	JLBGCOMA				\$ 24.36
101 KIOWA	KIOWCOMA			\$ 54.53	\$ 47.91
102 KEENESBURG	KNBGCOMA			\$ 27.07	\$ 40.82
103 KREMMLING	KRNGCOMA	\$ 13.57	\$ 13.15	\$ 43.40	\$ 15.18
104 LEADVILLE	LDVLCOMA	\$ 102.31	\$ 102.44	\$ -	\$ -
105 LIMON	LIMNCOMA	\$ 48.03	\$ 47.13	\$ 22.65	\$ 17.29
106 JEFFERSON COUNTY	LKMTCOMA	\$ 71.63	\$ 73.62		
107 LAKEWOOD	LKWDCOMA	\$ 39.32	\$ 37.14		
108 LONGMONT	LNMTCOMA	\$ 1.07	\$ 0.45		
109 LARKSPUR	LRKSCONM			\$ 3.94	\$ 6.16
110 LA SALLE	LSLLCOMA				\$ 18.51
111 LITTLETON	LTTNCOHL				
112 LITTLETON	LTTNCOMA	\$ 11.25	\$ 10.31		
113 LOVELAND	LVLDCOMA				
114 LYONS	LYNSCOMA				
115 MEAD	MEADCOMA				
116 MEEKER	MEKRCOMA			\$ 15.95	\$ 57.06
117 MANCOS	MNCSCOMA			\$ 20.35	\$ 40.71
118 MONUMENT	MNMTCOMA				
119 MANITOU SPRINGS	MNSPCOMA				
120 MINTURN	MNTRCOMA	\$ 46.31	\$ 45.37	\$ 1.27	\$ 18.33
121 MORRISON	MRSNCOMA				
122 MONTROSE	MTRSCOMA				
123 MONTE VISTA	MTVSCOMA				

Colorado High Cost Support
per Primary Access Line per Month
for Business Lines

<u>CITY</u>	<u>EXCHANGE</u>	Business Support 2001	Business Support 2002	Business Support 2003	Business Support 2004
124 MESA VERDE	MVNPCOMA	\$ 68.96	\$ 68.44	\$ 238.97	\$ 42.62
125 NEDERLAND	NLDLDCOMA			\$ 0.11	\$ 5.29
126 NORTHGLENN	NGLNCOMA				
127 NIWOT	NIWTCOMA				
128 NEW CASTLE	NWCSCOMA	\$ 11.52	\$ 9.16	\$ 10.13	\$ 16.02
129 OAK CREEK	OKCKCOMA			\$ 17.94	\$ 36.67
130 OLATHE	OLTHCOMA				
131 OURAY	OURYCOMA			\$ 22.39	\$ 3.65
132 OVID	OVIDCOMA	\$ 53.41	\$ 52.12	\$ 57.98	\$ 98.41
133 PARACHUTE	PACHC01	\$ 1.24			
134 PALISADE	PLSDCOMA	\$ 1.22			
135 PENROSE	PNRSCOMA			\$ 0.29	\$ 5.75
136 PARKER	PRKRCOMA	\$ 9.62	\$ 7.82		
137 PLATTEVILLE	PTVLCOMA				
138 PUEBLO	PUBLCO06	\$ 17.32	\$ 15.81	\$ 3.41	
139 PUEBLO	PUBLCOMA				
140 PUEBLO	PUBLOCOSU	\$ 58.89	\$ 54.17		
141 PEYTON	PYTNCOMA			\$ 12.26	\$ 19.63
142 RIDGEWAY	RDGWCOMA	\$ 36.18	\$ 34.76	\$ 21.59	\$ 16.41
143 RIFLE	RIFLCOMA				
144 SALIDA	SALDCOMA				
145 SECURITY	SCRTCOMA				
146 SOUTH FORK	SFRKCOMA			\$ 3.13	\$ 11.42
147 SILT	SILTCOMA	\$ 21.84	\$ 19.31	\$ 8.22	\$ 11.51
148 SILVERTON	SLTNCOMA	\$ 53.09	\$ 49.96	\$ 53.83	\$ 18.15
149 SNOWMASS	SNMSCOMA				
150 STERLING	STNGCOMA			\$ 5.18	\$ 9.45
151 STEAMBOAT SPRINGS	STSPCOMA				
152 BOULDER	TEMACOMA				
153 TELLURIDE	TLRDCOMA			\$ 12.09	\$ -
154 TRINIDAD	TRNDCOMA				\$ 2.19
155 VAIL	VAILCOMA				
156 VINELAND	VNLDCOMA	\$ 0.22			
157 WARD	WARDCOMA			\$ 59.86	\$ 19.91
158 WOODLAND PARK	WDPKCOMA				
159 WELLINGTON	WGTNCOMA	\$ 11.29	\$ 8.53	\$ 7.63	\$ 9.22
160 WALSENBURG	WLBGCOMA	\$ 6.83	\$ 5.74	\$ -	\$ 5.07
161 WELDONA	WLDACOMA	\$ 8.41	\$ 4.37	\$ 71.18	\$ 66.42
162 WESTMINSTER	WMNSCOMA	\$ 4.85	\$ 3.54		
163 WINDSOR	WNDSCOMA				
164 YAMPA	YAMPCOMA	\$ 106.90	\$ 107.90	\$ 85.70	\$ 85.12

Colorado High Cost Support
per Primary Access Line per Month
for Business Lines

<u>CITY</u>	<u>EXCHANGE</u>	Business Support 2001	Business Support 2002	Business Support 2003	Business Support 2004
			\$ -		
Statewide Average		\$ 23.85	\$ 23.85	\$ 17.23	\$ 12.34
Business Revenue Benchmarks		\$ 44.53	\$ 44.53	\$ 32.67	\$ 32.33

V. Supporting Schedules

2001
COLORADO HIGH COST SUPPORT MECHANISM

Eligible Local Exchange Provider	Initial Authorized Gross Amount From The HCsm per Quarer	Effective Date of HCsm Funding	AMOUNT FROM THE HCsm Effective First Quarter 2001	AMOUNT FROM THE HCsm Effective Second Quarter 2001	AMOUNT FROM THE HCsm Effective Third Quarter 2001	AMOUNT FROM THE HCsm Effective Fourth Quarter 2001	CALENDAR YEAR 2001
1 AGATE		01/01/93	\$0	\$0	\$0	\$0	\$0
2 BIG SANDY		07/01/95	\$0	\$0	\$0	\$0	\$0
3 BIJOU		06/01/94	\$0	\$0	\$0	\$0	\$0
4 BLANCA		11/01/97	\$0	\$0	\$0	\$0	\$0
5 CenturyTel of Colorado	\$48,954	01/01/94	\$0	\$0	\$0	\$0	\$0
6 CenturyTel of Eagle	\$344,157	06/01/98	\$327,428	\$293,675	\$223,541	\$218,101	\$1,062,745
7 COLUMBINE		07/01/97	\$0	\$0	\$0	\$0	\$0
8 Delta County Tele-Com	\$91,839	10/18/00	\$90,903	\$91,839	\$88,939	\$88,603	\$360,284
9 DUBOIS			\$0	\$0	\$0	\$0	\$0
10 EASTERN	\$16,125	01/01/93	\$0	\$0	\$0	\$0	\$0
11 EL PASO		08/30/96	\$0	\$0	\$0	\$0	\$0
12 FARMERS	\$8,703	01/01/93	\$0	\$0	\$0	\$0	\$0
13 GREAT PLAINS			\$0	\$0	\$0	\$0	\$0
14 HAXTUN		09/01/94	\$0	\$0	\$0	\$0	\$0
15 KINGS DEER			\$0	\$0	\$0	\$0	\$0
16 NUCLA-NATURITA	\$34,749	11/01/01	\$0	\$0	\$0	\$16,294	\$16,294
17 NUNN		01/01/95	\$0	\$0	\$0	\$0	\$0
18 PEETZ	\$6,830	10/01/01	\$0	\$0	\$0	\$6,830	\$6,830
19 Phillips County Telephc	\$17,603	10/01/00	\$19,592	\$19,592	\$18,120	\$0	\$57,303
20 PINE DRIVE	\$91,504	10/01/01	\$2,080	\$99,484	\$73,356	\$91,504	\$266,424
21 PLAINS	\$32,502	07/01/93	\$0	\$0	\$0	\$0	\$0
22 Qwest Corp.	\$14,493,703	07/01/99	\$14,493,703	\$14,493,703	\$14,493,703	\$14,493,703	\$57,974,812
23 Rico Telephone Compa	\$15,000	01/01/00	\$15,000	\$15,005	\$15,006	\$15,006	\$60,017
24 ROGGEN		07/01/93	\$0	\$0	\$0	\$0	\$0
25 RYE		07/01/95	\$0	\$0	\$0	\$0	\$0
26 SOUTH PARK			\$0	\$0	\$0	\$0	\$0
27 STONEHAM		07/01/93	\$0	\$0	\$0	\$0	\$0
28 STRASBURG		01/01/98	\$0	\$0	\$0	\$0	\$0
29 SUNFLOWER	\$11,610	01/01/93	\$0	\$0	\$0	\$0	\$0
30 UNION			\$0	\$0	\$0	\$0	\$0
31 WIGGINS	\$31,035	07/01/93	\$0	\$0	\$0	\$0	\$0
32 WILLARD	\$5,061	07/01/93	\$0	\$0	\$0	\$0	\$0
Total			\$14,948,706	\$15,013,297	\$14,912,666	\$14,930,041	\$59,804,710

2002
COLORADO HIGH COST SUPPORT MECHANISM

Eligible Local Exchange Provider	Initial Authorized Gross Amount From The HCSM per Quarer	Effective Date of HCSM Funding	AMOUNT FROM THE HCSM Effective First Quarter 2002	AMOUNT FROM THE HCSM Effective Second Quarter 2002	AMOUNT FROM THE HCSM Effective Third Quarter 2002	AMOUNT FROM THE HCSM Effective Fourth Quarter 2002	CALENDAR YEAR 2002
1 AGATE		01/01/93	\$2,928	\$2,764	\$2,764	\$2,764	\$11,220
2 BIG SANDY		07/01/95	\$0	\$0	\$0	\$0	\$0
3 BIJOU		06/01/94	\$0	\$0	\$0	\$0	\$0
4 BLANCA		11/01/97	\$0	\$0	\$0	\$0	\$0
5 CenturyTel of Colorado	\$48,954	01/01/94	\$0	\$0	\$0	\$0	\$0
6 CenturyTel of Eagle	\$344,157	06/01/98	\$245,471	\$196,891	\$137,663	\$137,663	\$717,688
7 COLUMBINE		07/01/97	\$0	\$0	\$0	\$0	\$0
8 Delta County Tele-Com	\$86,693	10/18/00	\$66,327	\$87,393	\$108,984	\$75,141	\$337,845
9 DUBOIS			\$0	\$0	\$0	\$0	\$0
10 EASTERN	\$16,125	01/01/93	\$0	\$0	\$0	\$0	\$0
11 EL PASO		08/30/96	\$0	\$0	\$0	\$0	\$0
12 FARMERS	\$8,703	01/01/93	\$0	\$0	\$0	\$0	\$0
13 GREAT PLAINS			\$0	\$0	\$0	\$0	\$0
14 HAXTUN		09/01/94	\$0	\$0	\$0	\$0	\$0
15 KINGS DEER			\$0	\$0	\$0	\$0	\$0
16 NUCLA-NATURITA	\$34,749	01/01/95	\$24,659	\$25,628	\$24,440	\$24,440	\$99,168
17 NUNN		01/01/95	\$0	\$0	\$0	\$0	\$0
18 PEETZ	\$6,830	10/01/01	\$6,904	\$6,887	\$6,831	\$6,830	\$27,452
19 Phillips County Telepho	\$17,603	11/01/00	\$0	\$0	\$0	\$0	\$0
20 PINE DRIVE	\$91,504	10/01/98	\$79,879	\$92,044	\$91,504	\$91,504	\$354,931
21 PLAINS	\$32,502	07/01/93	\$0	\$0	\$0	\$0	\$0
22 Qwest Corp.	\$14,493,703	07/01/99	\$14,493,703	\$14,493,703	\$14,493,703	\$14,493,703	\$57,974,812
23 Rico Telephone Compa	\$15,000	01/01/00	\$12,372	\$12,372	\$12,375	\$12,375	\$49,494
24 ROGGEN		07/01/93	\$0	\$0	\$0	\$0	\$0
25 RYE		07/01/95	\$0	\$0	\$0	\$0	\$0
26 SOUTH PARK			\$0	\$0	\$0	\$0	\$0
27 STONEHAM		07/01/93	\$0	\$0	\$0	\$0	\$0
28 STRASBURG		01/01/98	\$0	\$0	\$0	\$0	\$0
29 SUNFLOWER	\$11,610	01/01/93	\$0	\$0	\$0	\$0	\$0
30 UNION			\$0	\$0	\$0	\$0	\$0
31 WIGGINS	\$31,035	07/01/93	\$0	\$0	\$0	\$0	\$0
32 WILLARD	\$5,061	07/01/93	\$0	\$0	\$0	\$0	\$0
Total			\$14,932,243	\$14,917,683	\$14,878,264	\$14,844,420	\$59,572,610

2003
COLORADO HIGH COST SUPPORT MECHANISM

Eligible Local Exchange Provider	Initial Authorized Gross Amount From The HCSM per Year	Effective Date of HCSM Funding	AMOUNT FROM THE HCSM Effective First Quarter 2003	AMOUNT FROM THE HCSM Effective Second Quarter 2003	AMOUNT FROM THE HCSM Effective Third Quarter 2003	AMOUNT FROM THE HCSM Effective Fourth Quarter 2003	CALENDAR YEAR 2003
1 AGATE	\$3,262	01/01/02	\$815	\$815	\$816	\$816	\$3,262
2 BIG SANDY			\$0	\$0	\$0	\$0	\$0
3 BIJOU			\$0	\$0	\$0	\$0	\$0
4 BLANCA			\$0	\$0	\$0	\$0	\$0
5 CenturyTel of Colorado			\$0	\$0	\$0	\$0	\$0
6 CenturyTel of Eagle	\$344,157	06/01/98	\$137,663	\$114,719	\$68,831	\$68,831	\$390,044
7 COLUMBINE			\$0	\$0	\$0	\$0	\$0
8 Delta County Tele-Comm	\$346,770	10/18/00	\$86,693	\$86,693	\$86,693	\$75,142	\$335,221
9 DUBOIS			\$0	\$0	\$0	\$0	\$0
10 EASTERN			\$0	\$0	\$0	\$0	\$0
11 EL PASO			\$0	\$0	\$0	\$0	\$0
12 FARMERS			\$0	\$0	\$0	\$0	\$0
13 GREAT PLAINS			\$0	\$0	\$0	\$0	\$0
14 HAXTUN			\$0	\$0	\$0	\$0	\$0
15 KINGS DEER			\$0	\$0	\$0	\$0	\$0
16 NUCLA-NATURITA	\$97,760	11/01/01	\$24,440	\$24,440	\$24,440	\$21,589	\$94,909
17 NUNN			\$0	\$0	\$0	\$0	\$0
18 PEETZ	\$27,321	10/01/01	\$6,830	\$6,830	\$6,831	\$5,635	\$26,126
19 Phillips County Telephone Company			\$0	\$0	\$0	\$0	\$0
20 PINE DRIVE	\$366,017	10/01/01	\$91,504	\$91,504	\$91,504	\$75,491	\$350,003
21 PLAINS			\$0	\$0	\$0	\$0	\$0
22 Qwest Corp.	\$45,305,324	01/01/03	\$11,326,331	\$11,326,331	\$13,114,812 *	\$14,009,053 *	\$49,776,527
23 Rico Telephone Company	\$60,000	01/01/00	\$9,000	\$9,000	\$9,000	\$9,000	\$36,000
24 ROGGEN			\$0	\$0	\$0	\$1,788	\$1,788
25 RYE			\$0	\$0	\$0	\$0	\$0
26 SOUTH PARK			\$0	\$0	\$0	\$0	\$0
27 STONEHAM			\$0	\$0	\$0	\$0	\$0
28 STRASBURG			\$0	\$0	\$0	\$0	\$0
29 SUNFLOWER			\$0	\$0	\$0	\$0	\$0
30 UNION			\$0	\$0	\$0	\$0	\$0
31 WIGGINS			\$0	\$0	\$0	\$0	\$0
32 WILLARD			\$0	\$0	\$0	\$0	\$0
33 Forecasted (Undesignated)			\$325,000	\$325,000	\$325,000	\$323,212	\$1,298,212
Total			\$12,008,276	\$11,985,332	\$13,727,927	\$14,590,557	\$52,312,092

* The CHCSM support increased for Qwest Corporation on August 1, 2003 with the adoption of Commission Rule 4 CCR 723-41-9.4, which expanded support from primary residential and first business lines to all access lines.

2004
COLORADO HIGH COST SUPPORT MECHANISM

Eligible Local Exchange Provider	Initial Authorized Gross Amount From The HCSM per Year	Effective Date of HCSM Funding	AMOUNT FROM THE HCSM Effective First Quarter 2004	AMOUNT FROM THE HCSM Effective Second Quarter 2004	AMOUNT FROM THE HCSM Effective Third Quarter 2004	AMOUNT FROM THE HCSM Effective Fourth Quarter 2004	CALENDAR YEAR 2004
1 AGATE	\$3,262	01/01/02	\$673	\$673	\$673	\$673	\$2,692
2 BIG SANDY			\$0	\$0	\$0	\$0	\$0
3 BIJOU			\$0	\$0	\$0	\$0	\$0
4 BLANCA			\$0	\$0	\$0	\$0	\$0
5 CENTURYTEL OF COLORADO			\$0	\$0	\$0	\$0	\$0
6 CENTURYTEL OF EAGLE	\$344,157	06/01/98	\$68,831	\$45,887	\$0	\$0	\$114,718
7 COLUMBINE			\$0	\$0	\$0	\$0	\$0
8 DELTA COUNTY TELE-COMM	\$346,770	10/18/00	\$71,521	\$71,521	\$71,521	\$42,913	\$257,476
9 DUBOIS			\$0	\$0	\$0	\$0	\$0
10 EASTERN			\$0	\$0	\$0	\$0	\$0
11 EL PASO			\$0	\$0	\$0	\$0	\$0
12 FARMERS			\$0	\$0	\$0	\$0	\$0
13 GREAT PLAINS			\$0	\$0	\$0	\$0	\$0
14 HAXTUN			\$0	\$0	\$0	\$0	\$0
15 SUNWEST COMMUNCATIONS			\$0	\$0	\$0	\$0	\$0
16 NUCLA-NATURITA TELEPHONE	\$97,760	11/01/01	\$20,163	\$20,163	\$20,163	\$16,497	\$76,986
17 N.E.COLORADO CELLULAR	\$557,950		\$139,488	\$139,488	\$139,488	\$139,488	\$557,950
18 NUNN			\$0	\$0	\$0	\$0	\$0
19 PEETZ	\$27,321	10/01/01	\$5,635	\$5,635	\$5,635	\$3,381	\$20,286
20 PHILLIPS COUNTY	\$260		\$65	\$65	\$65	\$65	\$260
21 PINE DRIVE TELEPHONE	\$362,500	10/01/03	\$90,625	\$90,625	\$90,625	\$99,000	\$370,875
22 PLAINS			\$0	\$0	\$0	\$0	\$0
23 QWEST CORPORATION	\$68,175,086	01/01/03	\$14,999,925	\$17,725,054 *	\$17,725,054	\$17,725,054	\$68,175,086
24 RICO TELEPHONE	\$60,000	01/01/00	\$6,000	\$6,000	\$6,000	\$6,000	\$24,000
25 ROGGEN	\$7,150		\$1,788	\$1,788	\$1,788	\$1,788	\$7,150
26 RYE			\$0	\$0	\$0	\$0	\$0
27 SAN ISABEL TELECOM	\$3,633		\$908	\$908	\$908	\$908	\$3,633
28 SOUTH PARK	\$91,000		\$22,750	\$22,750	\$22,750	\$22,750	\$91,000
29 STONEHAM			\$0	\$0	\$0	\$0	\$0
30 STRASBURG			\$0	\$0	\$0	\$0	\$0
31 SUNFLOWER			\$0	\$0	\$0	\$0	\$0
32 UNION			\$0	\$0	\$0	\$0	\$0
33 WESTERN WIRELESS	\$370,668		\$92,667	\$92,667	\$92,667	\$92,667	\$370,668
34 WIGGINS			\$0	\$0	\$0	\$0	\$0
35 WILLARD			\$0	\$0	\$0	\$0	\$0
ADMINISTRATIVE			\$0	\$0	\$36,680	\$36,096	\$73,360
UNDESIGNATED			\$225,000	\$225,000	\$225,000	\$225,000	\$900,000
Total			\$15,746,038	\$18,448,223	\$18,439,016	\$18,412,279	\$71,046,140

* The increase in Qwest support in the second quarter reflects the distribution amount as a result of the elimination of zone charges, which resulted in lower reported revenue benchmarks. The Qwest zone charges were eliminated effective August 1, 2003, and the distribution of resulting increased support is to commence on April 1, 2004.