

1. Industry Revenues and Contributions

This section provides a general overview of the revenues of the U.S. telecommunications industry, and the contributions to the universal service support mechanisms that are based on these revenues.¹ Most of the data for 2005 are taken from filings of annual Telecommunications Reporting Worksheets (FCC Form 499-A) made with the Universal Service Administrative Company (USAC) on April 1, 2006.² Revenue data collected on these worksheets are used to administer contributions to the universal service fund (USF), Interstate Telecommunications Relay Service (TRS), North American Numbering Plan (NANP), and local number portability (LNP) programs. Filer revenues also are used to calculate FCC Interstate Telecommunications Service Provider (ITSP) regulatory fees.³ Data presented for 2006 are taken from May 1, 2006, August 1, 2006, November 1, 2006, and February 1, 2007 FCC Form 499-Q quarterly filings.

Revenue Information

The Commission has established several universal service mechanisms, governed by section 254 of the Telecommunications Act of 1996, that help ensure that all Americans have access to affordable telecommunications service. In section 254(d) of the Telecommunications Act of 1996,⁴

-
- 1 Portions of this section are based on Industry Analysis and Technology Division, Wireline Competition Bureau, Federal Communications Commission, *Telecommunications Industry Revenues* (June 2007).
 - 2 Telecommunications providers filed worksheets containing calendar year 2006 revenue data on April 1, 2007. The worksheets are filed with the FCC's Data Collection Agent, which extensively reviews and validates data. Telecommunications providers routinely make revised filings. As a result, the data are not considered reliable enough for publication for several months after the initial filing date. Therefore, the 2007 filings were not available for use in this report and 2006 data were based on the more abbreviated and less reliable FCC Form 499-Q quarterly filings. April 2006 FCC Form 499-A filings containing 2005 revenues were used to compile the 2005 data. Compilation was based on a database prepared by the Data Collection Agent as of October 18, 2006. Therefore, revised or new 2006 FCC Form 499-A filings that were received after October 18, 2006, are not reflected herein.
 - 3 Much of the information filed on FCC Form 499-A is proprietary. Publicly available information on individual carriers is contained in Industry Analysis and Technology Division, Wireline Competition Bureau, Federal Communications Commission, *Telecommunications Provider Locator* (September 2007). See also FCC Form 499-A at gulfoss2.fcc.gov/cib/form499/499a.cfm.
 - 4 Pub. L. No. 104-104, 110 Stat. 56 *codified* at 47 U.S.C. §§ 151 *et seq.*

Congress mandated that "[e]very telecommunications carrier that provides interstate telecommunications services shall contribute, on an equitable and nondiscriminatory basis, to the specific, predictable, and sufficient mechanisms established by the Commission to preserve and advance universal service."⁵ The Commission implemented this mandate in a 1997 *Report and Order*.⁶ The Commission subsequently selected USAC as the universal service fund administrator. Telecommunications providers currently file FCC Form 499-A (Telecommunications Reporting Worksheets, due each April) and FCC Form 499-Q (Telecommunications Reporting Worksheets, due one month after the close of each calendar quarter).

Virtually all providers of telecommunications must file FCC Form 499-A each year.⁷ On June 21, 2006, the Commission ruled that providers of interconnected Voice over Internet Protocol (VoIP) service also must file FCC Form 499-A worksheets.⁸ These filers provided revenue

5 47 U.S.C. § 254(d).

6 *See Federal-State Joint Board on Universal Service*, CC Docket No. 96-45, Report and Order, 12 FCC Rcd 8776 (1997) (subsequent history omitted).

7 There are certain exceptions. Providers that offer telecommunications for a fee exclusively on a non-common carrier basis are not required to file if their total annual contribution to universal service would be less than \$10,000. Government entities that purchase telecommunications services in bulk on their own behalf, public safety and local government entities licensed under Subpart B of Part 90 of the Commission's rules, and entities providing interstate telecommunications exclusively to government or public safety entities are not required to file. In addition, broadcasters, non-profit schools, non-profit libraries, non-profit colleges, non-profit universities and non-profit health care providers are not required to file. Finally, systems integrators that derive less than 5% of their systems integration revenues from the resale of telecommunications and entities that provide services only to themselves or to commonly owned affiliates need not file. However, services provided to exempt entities are subject to contribution requirements and therefore exempt entities may be required to pay USF pass through charges to underlying services providers.

8 *See Universal Service Contribution Methodology; Federal-State Joint Board on Universal Service, 1998 Biennial Regulatory Review – Streamlined Contributor Reporting Requirements Associated with Administration of Telecommunications Relay Service, North American Numbering Plan, Local Number Portability, and Universal Service Support Mechanisms, Telecommunications Services for Individuals with Hearing and Speech Disabilities, and the Americans with Disabilities Act of 1990, Administration of the North American Numbering Plan and North American Numbering Plan Cost Recovery Contribution Factor and Fund Size, Number Resource Optimization, Telephone Number Portability, Truth-in-Billing and Billing Format*, WC Docket No. 06-122, CC

information in their April 2007 FCC Form 499-A filings. Telecommunications Reporting Worksheets are not filed directly with the FCC but rather with USAC, which serves as the data collection agent.

FCC Form 499-A asks each filer to report total, interstate and international revenues in two broad categories: those billed to universal service contributors for resale (carrier's carrier revenues); and those billed to *de minimis* telecommunications providers and end users (end user revenues).⁹ Filers must provide further breakdowns of local, wireless, and toll services. The form also asks each filer to choose the communications business that best describes its operations:¹⁰

- Competitive Access Provider (CAP) or Competitive Local Exchange Carrier (CLEC)
- Cellular, Personal Communications Service (PCS) and Specialized Mobile Radio (SMR) Wireless Telephony Service Provider
- Coaxial Cable
- Incumbent Local Exchange Carrier (ILEC)
- Interconnected VoIP
- Interexchange Carrier (IXC)
- Local Reseller
- Operator Service Provider (OSP)
- Other Local Service Provider
- Other Mobile Service Provider
- Other Toll Service Provider
- Paging and Messaging Service Provider
- Payphone Provider
- Prepaid Calling Card Provider
- Private Service Provider
- Satellite Service Provider

Docket Nos. 96-45, 98-171, 90-571, 92-237, 99-200, 95-116, 98-170, Report and Order and Notice of Proposed Rulemaking and Report and Order, 21 FCC Rcd 7518 (2006) (*2006 Contribution Methodology Reform Order*).

- 9 Telecommunications providers are considered *de minimis* and thus are not required to contribute to universal service (or file Form 499-Q) if their annual contributions to universal service would be less than \$10,000. For universal service contribution purposes, underlying service providers treat *de minimis* providers as end users.
- 10 The detailed definitions of the filer categories are contained in section III.A of the *Instructions to the Telecommunications Reporting Worksheet, FCC Form 499-A* available at www.fcc.gov/Forms/Form499-A/499a.pdf. Starting in 2004, carriers were instructed to select up to 5 ranked categories of telecommunications service providers. The 2004 through 2006 forms included a category for All Distance carriers.

- Shared-Tenant Service Provider
- Specialized Mobile Radio - Dispatch
- Toll Reseller
- Wireless Data Service Provider

The Form 499-A instructs filers to report amounts actually billed to customers. This means that filers are required to report revenues net of discounts, but without making adjustments to reflect uncollectible revenues or international settlement payments and receipts. Most filers are able to report revenues in this manner using information contained in their corporate books of account. Some service providers, however, have no business or regulatory requirements to record intrastate or international revenues separately from interstate revenues, or to use the detailed revenue categories contained in the worksheets. Many wireless providers use the interim safe harbor percentages to estimate the interstate portion of their revenues.¹¹

Form 499-A filings sometimes contain mistakes. Initial examination of the data occasionally reveals carrier types, revenue amounts and/or revenues reported in service categories inconsistent with the known operations of the filer. Some corrections have been made based on supplemental filer information or as a result of audits. Nonetheless, disaggregated data are likely to be less accurate than industry totals.

Table 1.1 shows the major components of telecommunications revenues for 1997 through 2006. This table was created by simply aggregating the revenues in the major classifications designated on Form 499-A.

Tables 1.2 and 1.3 provide a look at annual industry revenues over time. Generally, Form 499-A revenue data can be tabulated in two distinct ways: by type of service provided and by type of business. Table 1.2 categorizes revenues by type of service and shows, for example, that carriers reported \$107.1 billion in wireless service revenues for 2005. This total includes wireless service revenues from some carriers that are not identified as wireless carriers. In contrast, Table 1.3 shows that wireless service providers reported total revenues of \$108.8 billion, including some revenues for fixed local and toll services.

11 See *Instructions to the Telecommunications Reporting Worksheet, FCC Form 499-A* section III.C.3., available at <http://www.fcc.gov/Forms/Form499-A/499a-2005.pdf>. In 2001 and 2002, the interim safe harbor for wireless carriers was 15%. In December 2002, the Commission raised the wireless interim safe harbor to 28.5%. Wireless carriers began reporting revenues based on the higher interim safe harbor percent on the FCC Form 499-Q due on February 1, 2003, and began contributing on this basis in April 2003. In the *2006 Contribution Methodology Reform Order*, the Commission raised the wireless interim safe harbor to 37.1%. Wireless carriers began reporting revenues based on this higher interim safe harbor percent in the FCC Form 499-Q due on August 1, 2006.

Revenue data shown for 1995 and 1996 were derived from information filed on TRS worksheets. Revenue data for 1997 and 1998 were derived by combining TRS worksheet and Universal Service worksheet data. Since 1999, revenue data came from Form 499-A, which replaced both the TRS and Universal Service worksheets. Because of reporting changes, data since 1999 are not entirely consistent with data for prior years.¹²

Note also that each year, many filers erroneously report substantial amounts of switched toll revenues as other long distance revenues. The data are examined and some revenues are reclassified based on staff research. Even so, the other long distance category of Table 1.2 probably continues to contain some switched toll revenues, perhaps significant amounts in some years.

Table 1.4 illustrates how data from the Form 499-A are used to develop the funding base for the USF.¹³ As noted above, providers are considered *de minimis* for USF purposes if their annual contribution is expected to be less than \$10,000.

Revenue data for individual filers are not available to the public. However, Tables 1.5 through 1.8 present detailed industry totals by type of revenue and type of filer. Table 1.5 provides a detailed breakout of revenues for each of the Form 499-A revenue categories used to report services provided to other filers for resale. Table 1.6 displays similar detail for each of the revenue categories used to report telecommunications service provided to end users. Table 1.7 combines data from Tables 1.5 and 1.6 with data on non-telecommunications revenues to develop total industry revenues. Table 1.8 provides more aggregated revenue information by type of filers. The revenue categories presented in Tables 1.5 through 1.7 are explained in the Form 499-A filing instructions.

12 For example, special access revenues were included with other access revenues prior to 1997 but have been included with local private line services since then. Similarly, through 1996, filers reported as other local and mobile revenues substantial amounts of customer premises equipment, billing and collection, and other types of revenues that are excluded from contributions to universal service. These revenues are now reported as non-telecommunications revenues. Both tables contain estimates of non-telecommunications revenues that had been reported in prior years. Based on staff estimates, the 1996 telecommunications revenues reported on TRS Worksheets would have been \$10.5 billion lower if revenues had been reported using current instructions. Some inconsistencies existed in the 1997 - 1998 period. For example, filers were required in 1997 to include inside wiring maintenance revenues as part of local exchange revenues. In 1998, filers were instructed to report these revenues as non-telecommunications service revenues. The local exchange service revenue data in Table 1.2 would show a greater increase from 1997 to 1998 if the same reporting instructions had been used for each year.

13 See *Telecommunications Industry Revenues 2005*, available at <http://www.fcc.gov/wcb/iatd/lec.html> for a comparison with the funding bases used for TRS, NANP, and LNP.

Table 1.9 presents data from quarterly filings of Form 499-Q for 2006. Form 499-Q is far less detailed than Form 499-A. Because Form 499-Q filings do not include a business type, filers were categorized based on the primary business type selected on their Form 499-A filings. The quarterly form asks filers to identify revenues as carrier's carrier, contribution base end user, or non-telecommunications and to indicate the interstate and international shares of each category. Unlike Form 499-A, the quarterly form does not require filers to classify revenues by types of service. Also, international-to-international revenues are included with non-telecommunications revenues rather than with end user revenues.¹⁴

The universal service rules prohibit the fund administrator from releasing company-specific information contained in Form 499-A and Form 499-Q worksheets.¹⁵ Revenue data for individual filers are not available to the public.

Program Requirements and Contribution Factors

Contributors make payments into the USF based on their interstate and international end user telecommunications revenues. Contributors report their revenue data to USAC, which tabulates the data, and reports it to the Commission. The Commission reviews program requirements and revenue data, and determines the appropriate contribution factor. The Commission's Office of Managing Director releases a public notice stating the proposed contribution factor for the upcoming quarter. If, after 14 days, the Commission takes no action regarding the proposed contribution factor, the factor becomes final.¹⁶

In February 2002, the Commission issued an order that, in relevant part, eliminated from the contribution base charges identified on the bill as recovering contributions to the universal service support mechanisms, a situation known as "circularity."¹⁷ Specifically, to account for the inclusion

14 Filers record international-to-international revenues for calls that they receive outside the United States and that they carry to points outside the United States where the filer is operating as a U.S. carrier.

15 47 C.F.R. §54.711(b).

16 47 C.F.R. §54.709(a)(3).

17 *See Federal-State Joint Board on Universal Service; 1998 Biennial Regulatory Review - Streamlined Contributor Reporting Requirements Associated with Administration of Telecommunications Relay Service, North American Numbering Plan, Local Number Portability, and Universal Service Support Mechanisms; Telecommunications Services for Individuals with Hearing and Speech Disabilities, and the Americans with Disabilities Act of 1990; Administration of the North American Numbering Plan and North American Numbering Plan Cost Recovery Contribution Factor and Fund Size;*

of universal service line-item revenues in their contribution bases, service providers would increase their universal service line items above the contribution factor. Before these changes, service providers filed historic revenue information each quarter, including revenue derived from pass through charges on customers' bills, and the Commission would use these revenue totals along with total estimated program requirement to calculate the contribution factor.¹⁸

The elimination of circularity was implemented in the third quarter of 2002, and reduced each carrier's contribution base by the amount that the carrier paid into USF during the prior quarter. The line item "Circularity Adjustment" in Table 1.10 accounts for this change. The "Circularity Adjustment" represents the industry's actual contributions during the prior quarter as reported by USAC. This eliminated circularity as a reason for carriers to inflate pass through charges.

In December 2002, the Commission adopted an order that changed the basis for contribution assessments from historic gross-billed revenues to projected collected revenues.¹⁹ This change addressed the reason given by service providers with declining revenue for marking up their pass through charges. These service providers argued that they had to contribute based on historic amounts that were greater than their current period billings, resulting in the need to mark up their pass through charges. This change was fully implemented in the second quarter of 2003.

Having addressed circularity and changing the contribution assessment methodology to address declining revenues, the two main reasons cited by providers for marking up their pass through charges, the Commission adopted a rule requiring those contributors that recover their

Number Resource Optimization; Telephone Number Portability; Truth-in-Billing and Billing Format, CC Docket Nos. 96-45, 98-171, 90-571, 92-237, 99-200, 95-116, 98-170, Further Notice of Proposed Rulemaking and Report and Order, 17 FCC Rcd 3752 (2002).

18 The Commission reduces the revenue estimates by 1% to account for uncollectibles.

19 *See Federal-State Joint Board on Universal Service, 1998 Biennial Regulatory Review - Streamlined Contributor Reporting Requirements Associated with Administration of Telecommunications Relay Service, North American Numbering Plan, Local Number Portability, and Universal Service Support Mechanisms, Telecommunications Services for Individuals with Hearing and Speech Disabilities, and the Americans with Disabilities Act of 1990, Administration of the North American Numbering Plan and North American Numbering Plan Cost Recovery Contribution Factor and Fund Size, Number Resource Optimization, Telephone Number Portability, Truth-in-Billing and Billing Format*, CC Docket Nos. 96-45, 98-171, 90-571, 92-237, 99-200, 95-116, 98-170, Report and Order and Second Further Notice of Proposed Rulemaking, 17 FCC Rcd 24952 (2002).

universal service contributions through a universal service line item to limit their recovery to the interstate portion of the customer's bill times the relevant contribution factor.²⁰

Form 499-Q filers now file information on billed revenues for the previous quarter and both projected billed revenues and projected collected revenues for the upcoming quarter. Projected collected revenues, which are projected billed revenues less an allowance for uncollectible revenues, form the basis for USF contribution assessments. Projected collected revenues are then adjusted to eliminate circularity. Starting with the second quarter of 2003, the "Circularity Adjustment" amounts shown in Table 1.10 (discussed in more detail below) reflect expected USF contributions for the quarter rather than the industry's actual contributions from a prior quarter.

Table 1.10 shows the program funding requirements for 2006 and the first three quarters of 2007. For each program and for each quarter, the table lists projected program demand, administrative costs, interest income, and periodic true-ups. The table also shows the revenue base and contribution factors for each quarter. As explained above, the contribution base is 1% less than reported revenues to reflect the fact that some contribution assessments may prove uncollectible.

Table 1.11 shows universal service disbursements on a mechanism-by-mechanism basis for 2006.²¹ Chart 1.1 shows the same information graphically.

Table 1.12 shows, on a state-by-state basis, the total amount of funding disbursements for each of the universal service mechanisms, estimated contributions towards universal service, and the net estimated dollar flow (disbursements less estimated contributions) for 2006.²²

Technical Appendix

Carrier revenue information is not reported on a state-by-state basis. Therefore, it is necessary to estimate revenues per state in order to derive contributions made per state.

20 47 C.F.R. §54.712.

21 Figures in Table 1.11 are lower than those in Table 1.10 due to the difference between projected demand and actual disbursements. The figures used in Tables 1.11 and 1.12 are for the calendar year and include disbursements that were committed over several years but paid out in calendar year 2006. In Sections 4 and 5, figures for the Schools and Libraries program and the Rural Health Care program are reported based on fiscal year rather than calendar year.

22 For a discussion of the methodology used to estimate contributions per state, see the Technical Appendix below and Table 1.13.

The nationwide sum of contributions to support universal service is equal to the payments made from USAC to recipients of funds from the universal service mechanisms plus administration costs. Contributions on a per-state basis are computed by multiplying nationwide contributions by the ratio of interstate end user revenues in each state to nationwide interstate end user revenues. Estimates of interstate end user revenues for 2005 by state are reported in Table 1.13. Each state's share of interstate end user revenues is reported in Table 1.12.²³

The remainder of this appendix provides a detailed description on how revenues are allocated to the states. Tables 1.5 and 1.6 present nationwide data on telecommunications revenues derived from information filed on Form 499-A Telecommunications Reporting Worksheets. Nationwide (cumulative) telecommunications revenues from these tables are divided into categories. These categories are ILECs' local exchange service revenues, CLEC revenues, subscriber line charge (SLC) revenues, access revenues, mobile wireless revenues and toll revenues.²⁴ Table 1.14 presents telecommunication revenues for each of these categories at the nationwide level.

As set forth below, once the revenues are divided into categories, we use data from several sources to estimate each state's telecommunications revenues. Data from ARMIS²⁵ are used to estimate on a state-by-state basis ILECs' local exchange service revenues, access revenues, and toll revenues.²⁶ Data from tariff access filings with the FCC are used to estimate SLC revenues. CLEC and mobile wireless revenues are estimated on a state-by-state basis using data from FCC Form 477.

Table 1.15 shows intrastate carrier's carrier, end user and total telecommunications revenues by category for ILECs' local exchange service, CLECs, wireless, access, ILEC toll, and

-
- 23 Each state's share of interstate end user revenues is reported under the heading "estimated contributions percent of total."
- 24 The notes in Table 1.14 discuss how revenues from Tables 1.5 and 1.6 are assigned to categories in Table 1.14.
- 25 Automated Reporting Management Information System (ARMIS). ARMIS data are available on the ARMIS Internet site, which can be reached at www.fcc.gov/wcb/eafs/.
- 26 Revenues for Alaska, American Samoa, Guam, the Northern Mariana Islands, and the Virgin Islands are not estimated using data from ARMIS because these jurisdictions have no telephone companies subject to the FCC's ARMIS 43-01 and 43-08 reporting requirements. In 2005, no telephone companies filed ARMIS data for Hawaii. As an estimate for Hawaii in 2005, the data filed in the 2004 ARMIS filings for Hawaii are used instead.

non-ILEC toll.²⁷ Components of interstate carrier's carrier, end user and total telecommunications revenues are presented in Table 1.16. These components include ILECs, CLECs, wireless, SLCs, access, and toll.²⁸

Data from ARMIS are adjusted prior to allocating nationwide revenues to the states. ARMIS data include those ILECs with annual operating revenues over \$125 million for 2004 and revenues over \$129 million in 2005. The ARMIS revenue data represent approximately 92 percent of the local telephone industry based on USF loops. Here, data from ARMIS are expanded to include the entire ILEC industry based on USF loops. Column 1 of Table 1.17 shows USF loops at year-end 2005. Column 2 shows the percent of the ILEC industry that reported in the ARMIS filings. It is the average for year-end 2004 and 2005 data.²⁹ The adjustment formula in Column 3 is (100/Column 2).

In Table 1.18, ILECs' state local exchange revenues are allocated based on local exchange service and state miscellaneous revenues from ARMIS Report 43-01 filings. Local exchange revenues for allocation are the product of reported ILECs' local exchange service and miscellaneous revenues and the adjustment formula in Table 1.17. Allocation percentages in each state are the ratio of the state's allocation revenues to nationwide revenues. Local exchange revenues by type are determined by multiplying the allocation factor by the type of revenues (see Table 1.14).

In Table 1.19, we allocate interstate and intrastate CLEC revenues on a state-by-state basis by multiplying national revenues (see Table 1.14) by an allocation percentage. The allocation percentage is determined by dividing the number of CLEC lines in a state, as reported in FCC Form 477, by nationwide CLEC lines.³⁰

In Table 1.20, we allocate interstate and intrastate mobile wireless revenues on a state-by-

27 Estimated intrastate telephone revenues for Alaska, American Samoa, Guam, the Northern Mariana Islands, and the Virgin Islands are determined by multiplying the nationwide average intrastate telephone revenues per loop by number of loops in the jurisdiction.

28 Estimated interstate telephone revenues for Alaska, American Samoa, Guam, the Northern Mariana Islands, and the Virgin Islands are determined by multiplying the nationwide average interstate telephone revenues per access minute by number of access minutes in the jurisdiction.

29 The staff estimate is based on the share of USF loops that are associated with carriers that file ARMIS reports.

30 See *Local Telephone Competition* at <http://www.fcc.gov/wcb/iatd/comp.html> for CLEC lines as of June 2005.

state basis by multiplying national revenues (see Table 1.14) by an allocation percentage. The allocation percentage is determined by dividing the number of wireless subscribers in a state by nationwide wireless subscribers using data from FCC Form 477.³¹

SLC revenues are allocated by state in Table 1.21. The sum of residential non-Lifeline lines (including both primary and non-primary lines) and single-line business lines are estimated by multiplying residential non-Lifeline lines and single-line business lines from ARMIS Report 43-01 by the adjustment factor from Table 1.17. Column 1 shows primary residential lines and single-line business lines which is the difference between total residential and single-line business lines, and non-primary lines. Non-primary residential lines are from ARMIS Report 43-08. Multi-line business lines (Column 3) are estimated for the industry by multiplying the number of lines in ARMIS Report 43-01 by the adjustment factor in Table 1.17.

Primary residential and single-line business lines SLC rates per month, shown in Column 4 are the rates filed in the Tariff Review Plan (TRP) for price-cap carriers from July 2006 filings and from National Exchange Carrier Association (NECA) pool and rate-of-return carriers.³² Non-primary SLC revenues per line per month for price-cap companies, shown in Column 5, are the rates filed in the TRPs from the July of 2006 filings. Multiline business SLC rates per line per month in each state, shown in Column 6, are estimated based on the rates in the July 2006 TRP filings for price-cap companies and from NECA pool and rate-of-return carriers.³³

Revenues used for allocating SLC revenues by state are determined by the following formula: $12 * [\text{primary residential and single-line business SLC per line per month} * (\text{primary residential lines and single-line business lines}) + \text{multiline business SLC per line per month} * (\text{multiline business lines}) + \text{non-primary lines} * \text{non-primary SLC per line per month}]$. Allocation percentage in each state is the ratio of the state's allocation revenues to nationwide revenues. SLC revenues are determined by multiplying the allocation factor by the type of revenues (see Table 1.14).

In Table 1.22, interstate access revenues and private line revenues are allocated on a state-by-state basis based on net access revenues. Gross access revenues for allocation are the product of interstate access revenues from ARMIS Report 43-08 and the adjustment formula presented in Table 1.17. Revenues for allocation are the difference between gross access revenues for allocation and

31 See *Local Telephone Competition* at <http://www.fcc.gov/wcb/iatd/comp.html> for wireless subscribers as of June 2005.

32 Carrier USF loop counts are used as weights. We assume that the residential SLC for NECA pool and rate-of-return carriers during the relevant time period was \$6.50.

33 The rates of NECA pool carriers and rate-of-return carriers are assumed to be \$9.20 per line per month for multiline business.

subscriber line charge revenues. Allocation percentages in each state are the ratio of the state's allocation revenues to nationwide revenues. Access revenues by type are determined by multiplying the allocation factors by the revenues of each type (see Table 1.14).

In Table 1.23, intrastate access revenues are allocated between states based on intrastate access revenues from ARMIS Report 43-08. Intrastate access revenues for allocation are the product of these access revenues and the adjustment formula in Table 1.17. Allocation percentage in each state is the ratio of the state's allocation revenues to nationwide revenues. Access revenues by type are determined by multiplying the allocation factor by the type of revenues (see Table 1.14).

Table 1.24 shows ILEC toll revenues of large ILECs reported in ARMIS Report 43-08, and ILEC intrastate toll revenues.³⁴ ILEC intrastate toll revenues are the product of ILEC reported revenues and the adjustment formula in Table 1.17.

Table 1.25 shows how non-LECs' intrastate toll revenues are allocated between states based on intrastate access minutes and intrastate access revenues.³⁵ Non-LEC toll is the difference between intrastate toll revenues and LEC toll revenues.³⁶ Intrastate toll revenues are reported in Table 1.14, and LEC toll revenues are reported in Table 1.24. Column 1 shows access minutes for allocation. Access minutes for allocation are the product of intrastate-interLATA access minutes from ARMIS Report 43-01 and the adjustment formula in Table 1.17. Column 2 shows each state's percentage of intrastate access minutes. Column 3 shows each state's percentage of intrastate access revenues.³⁷ The allocation percentages for non-LECs' intrastate toll revenues, presented in Column 4, are $(75\% * \text{Column 2}) + (25\% * \text{Column 3})$. Intrastate toll revenues by type presented in Columns 5 and 6 are determined by multiplying the allocation percentage by the type of revenues.

In Table 1.26, interstate toll revenues are allocated on a per state basis by interstate access minutes. Interstate access minutes are from Table 8.4. The allocation percentages are each state's percentage of interstate access minutes. Interstate toll revenues by type presented are determined by multiplying the allocation percentage by the type of revenues. (see Table 1.14).

34 ILECs' toll revenues are assumed to be intrastate revenues.

35 Intrastate access revenues are a proxy for intrastate toll rates.

36 We assume that all LEC toll revenues are end user revenues.

37 Intrastate access revenues are reported in Table 1.23. Non-LEC toll is the difference between intrastate toll revenues and LEC toll. LEC toll is assumed to be end user toll. Intrastate toll revenues are reported in Table 1.14 and LEC toll in Table 1.24.

Table 1.1
Total Telecommunications Industry Revenues 1/
(Dollar Amounts Shown in Millions)

	1997	1998	1999	2000	2001	2002	2003	2004	2005	Preliminary 5/ 2006
Carrier's Carrier Revenues <u>2/</u>										
Local Service <u>3/</u>	\$28,289	\$29,374	\$33,156	\$36,621	\$40,108	\$38,412	\$37,742	\$38,546	\$39,213	\$38,942
Wireless Service	2,752	3,060	4,652	5,144	6,180	5,020	4,465	4,164	6,334	7,660
Toll Service	11,598	13,448	14,934	21,849	19,999	16,476	18,205	15,703	16,892	16,872
Intrastate	16,201	18,892	22,293	25,553	27,848	25,770	24,825	25,852	27,486	27,942
Interstate and International <u>4/</u>	26,438	26,990	30,449	38,060	38,439	34,138	35,587	32,561	34,953	35,532
Total	42,639	45,758	52,742	63,613	66,287	59,907	60,412	58,413	62,439	63,473
End User Revenues <u>2/</u>										
Local Service <u>3/</u>	69,137	75,189	78,608	84,526	87,704	88,712	86,474	83,407	82,382	80,925
Wireless Service	30,199	33,714	43,843	56,857	68,507	76,501	85,254	94,404	100,743	110,385
Toll Service	89,193	91,607	93,311	87,767	79,302	67,222	58,983	55,511	52,358	45,044
Intrastate	117,454	123,216	134,919	147,465	155,347	154,815	150,889	153,265	154,310	157,221
Interstate and International <u>4/</u>	71,076	77,294	80,844	81,685	80,165	77,619	79,822	80,057	81,173	79,134
Total	188,529	200,510	215,763	229,149	235,513	232,434	230,711	233,322	235,482	236,354
Total Revenues										
Local Service <u>3/</u>	97,426	104,563	111,764	121,147	127,812	127,123	124,216	121,953	121,595	119,867
Wireless Service	32,950	36,775	48,495	62,000	74,687	81,521	89,718	98,568	107,076	118,045
Toll Service	100,793	105,055	108,246	109,615	99,301	83,697	77,188	71,214	69,250	61,916
Intrastate	133,655	142,108	157,212	173,018	183,195	180,585	175,714	179,117	181,796	185,162
Interstate and International <u>4/</u>	97,514	104,284	111,293	119,745	118,605	111,756	115,409	112,617	116,125	114,665
Total	\$231,168	\$246,392	\$268,505	\$292,762	\$301,799	\$292,341	\$291,123	\$291,734	\$297,921	\$299,828

Note: Detail may not add to totals due to rounding

1/ Data include revenues for *de minimis* filers as well as for other carriers that are exempt from universal service contribution requirements.

2/ Carrier's carrier revenues are reported on the FCC Form 499-A as sales to other universal service contributors for resale. This includes, for example, access services that local exchange carriers provide to toll carriers. Sales to *de minimis* resellers, end-user customers, governments, non-profits, and any other non-contributors are treated as end-user revenues. Filers contribute to the universal service funding mechanisms based on their end-user revenues.

3/ Payphone revenues are included with local service revenues in this table.

4/ Revenues from calls that both originate and terminate in foreign points are reported as end-user revenues, and are included in this table through 2005, but are not included in the universal service contribution base. These revenues are not included in preliminary 2006 data.

5/ Preliminary 2006 data are based on FCC Form 499-Q quarterly filings through November 2006. Companies that do not contribute to universal service are not required to make these filings. The quarterly filings include preliminary data for the just closed quarter and projections for the coming quarter, and therefore are not as accurate as the subsequent annual filings. Also, FCC Form 499-Q filers do not separate revenue by type of service. Therefore, revenue totals by service type for 2006 are based on type of filer rather than on data filed by service.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.2
Telecommunications Industry Revenues by Service
(Dollar Amounts Shown in Millions)

	TRS Worksheet Data		Universal Service & TRS Data		FCC Form 499-A Data						
	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Local Exchange	\$45,194	\$48,717	\$53,771	\$59,245	\$64,940	\$69,947	\$72,346	\$71,320	\$70,606	\$68,238	\$66,506
Pay Telephone <u>1/</u>			2,182	2,536	2,218	1,932	1,585	1,192	1,063	1,002	924
Local Private Line <u>2/</u>	1,226	1,616	8,282	10,403	12,914	16,864	21,966	23,070	22,415	23,840	25,673
Other Local <u>3/</u>	3,233	2,674	2,847	2,179	2,501	3,249	3,391	3,418	3,242	2,944	3,331
Subscriber Line Charges <u>2/</u>	7,597	7,829	8,327	11,052	10,826	11,563	12,127	12,758	12,136	11,715	11,113
Access <u>2/</u>	26,314	27,812	21,423	18,449	18,105	17,017	15,096	13,955	12,972	12,352	11,822
Universal Service Surcharges on Local Service Bills <u>4/</u>				103	260	575	1,301	1,410	1,783	1,862	2,227
Additional Revenues from TRS Worksheets			595	595							
Total Local Service	83,564	88,647	97,426	104,563	111,764	121,147	127,812	127,123	124,216	121,953	121,595
Wireless Service	16,883	23,444	32,760	36,240	48,117	61,505	74,006	80,678	88,023	96,450	104,489
Universal Service Surcharges on Wireless Service Bills <u>4/</u>				345	379	495	681	842	1,696	2,118	2,587
Additional Revenues from TRS Worksheets			189	189							
Total Wireless Service	16,883	23,444	32,950	36,775	48,495	62,000	74,687	81,521	89,718	98,568	107,076
Operator <u>1/</u>	11,170	10,975	12,002	12,205	10,049	11,406	10,389	7,902	6,567	6,542	6,631
Non-Operator Switched Toll	65,217	73,751	72,059	74,168	78,389	75,183	65,325	54,475	50,178	46,387	44,876
Long Distance Private Line	9,719	10,665	10,504	11,952	13,169	16,189	16,402	15,108	15,316	13,906	13,264
Other Long Distance	3,523	4,299	4,695	3,386	3,656	3,372	3,259	2,445	2,222	1,801	2,021
Universal Service Surcharges on Toll Service Bills <u>4/</u>				1,810	2,983	3,467	3,927	3,767	2,905	2,577	2,458
Additional Revenues from TRS Worksheets			1,532	1,532							
Total Toll Service	89,629	99,691	100,793	105,055	108,246	109,615	99,301	83,697	77,188	71,214	69,250
Total Telecommunications <u>3/</u>	190,076	211,782	231,168	246,392	268,505	292,762	301,799	292,341	291,122	291,735	297,921
Non-Telecommunications <u>3/</u>	9,071	10,474	25,633	27,944	33,144	42,261	48,036	60,406	65,186	71,493	86,764
Total Reported Revenues	199,147	222,256	256,801	272,019	301,648	335,023	349,835	352,747	356,308	363,227	384,685
Service Reported as:											
Intrastate <u>3/</u>	112,923	127,849	133,654	142,108	157,212	173,018	183,195	180,585	175,714	179,129	181,796
Interstate and International	86,224	94,407	97,514	104,284	111,293	119,745	118,605	111,756	115,409	112,605	116,125
Total Telecommunications <u>3/</u>	\$199,147	\$222,256	\$231,168	\$246,392	\$268,505	\$292,762	\$301,799	\$292,341	\$291,123	\$291,734	\$297,921

See notes on next page.

Notes for Table 1.2

Note: Detail may not add to totals due to rounding. Some data for prior years have been revised.

- 1/ TRS filers generally reported pay telephone revenues as local service revenues, access revenues or operator toll revenues. The Universal Service and FCC Form 499-A worksheets contain a separate category for payphone coin revenues. Starting in 1997, payphone revenues include payphone compensation received from toll carriers.
- 2/ TRS Worksheet filers generally reported special access revenues as access revenues. Reporting changes implemented with the Universal Service Worksheet explain the increase in local private line revenues and the fall in access revenues shown for 1997. TRS Worksheet filers included subscriber line charges with other access charges. Through 1996, these revenues have been disaggregated by assuming that the end-user access revenues in Table 4.2 of *Statistics of Communications Common Carriers* represents 93% of industry total subscriber line charge revenues. Universal Service Worksheet filers report subscriber line charges in a separate category. The increase from 1997 to 1998 represents PICC charges levied by ILECs as well as \$1.2 billion of PICC pass-through charges levied by toll carriers.
- 3/ Significant amounts of enhanced services, billing and collection, CPE and other non-telecommunications revenues were reported in the TRS mobile and other local service categories through 1996. Universal Service Worksheet filers report these revenues in the non-telecommunications category. For prior years, the amounts of non-telecommunications revenues reported as mobile and other local revenues were estimated as 70% of the amounts that Tier 1 ILECs reported in ARMIS as miscellaneous and nonregulated revenues (then reported as account 5200 and account 5280, respectively) and 10% of amounts reported as mobile service revenue. These amounts have been removed from Other Local and moved to the Non-Telecommunications category.
- 4/ Charges on end-user bills identified as recovering state or federal universal service contributions are reported separately from local, wireless and toll revenues. Reported amounts are apportioned between local, wireless and toll service based on the proportions of local, wireless and toll intrastate and interstate revenues by type of carrier.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007). Data for 1995 through 1996 summarized from FCC Form 431 TRS Worksheets. Data for 1992 through 1996 summarized from FCC Form 431 TRS Worksheets. Data for 1997 and 1998 primarily based on FCC Form 457 Universal Service Worksheets. Starting in 1999, data summarized from FCC Form 499-A Telecommunications Reporting Worksheets, which replaced both FCC Form 431 and FCC Form 457.

Table 1.3
Telecommunications Revenues Reported by Type of Carrier
(Dollar Amounts Shown in Millions)

Service Provider Category <u>1/</u>	TRS Worksheet Data		Universal Service & TRS Data		FCC Form 499-A Data						
	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Incumbent Local Exchange Carriers <u>2/</u>	\$95,612	\$100,021	\$105,154	\$108,234	\$112,216	\$116,158	\$117,885	\$114,990	\$109,480	\$105,496	\$103,561
Competitive Access Providers (CAPs) and Competitive Local Exchange Carriers (CLECs)	623	1,011	1,919	3,348	5,652	9,814	12,998	13,043	15,509	15,112	16,930
Local Resellers			206	410	511	879	1,393	1,538	721	1,215	630
Other Local Exchange Carriers			157	36	171	11	329	406	338	245	216
Private Carriers			112	147	87	39	15	281	267	532	770
Shared-Tenant Service Providers			87	93	87	202	46	42	22	22	22
Competitors of ILECs	623	1,011	2,481	4,034	6,508	10,945	14,781	15,309	16,857	17,126	18,568
Fixed Local Service Providers	96,235	101,032	107,634	112,268	118,725	127,103	132,666	130,300	126,337	122,622	122,128
Payphone Providers	349	357	933	1,101	1,213	972	836	641	523	445	481
Wireless Telephony Including Cellular, Personal Communications Service (PCS) and SMR Telephony Carriers <u>2/</u>	15,488	21,400	29,944	33,139	46,513	59,823	71,887	78,568	88,168	98,329	107,834
Paging & Messaging Service <u>2/</u>			2,861	3,161	3,232	3,102	2,197	1,473	1,007	872	579
Specialized Mobile Radio (SMR) Dispatch					186	191	214	206	33	46	226
Wireless Data Service Providers											
Other Mobile Service Providers	1,277	1,909	225	731	221	164	110	220	135	218	169
Wireless Service Providers	16,765	23,310	33,030	37,032	50,152	63,280	74,596	80,467	89,342	99,465	108,809
Interexchange Carriers (IXCs)	70,938	79,057	79,080	83,443	87,570	87,311	81,272	68,146	61,246	51,589	46,856
Operator Service Providers (OSPs)	500	461	603	590	337	635	611	554	567	523	548
Prepaid Calling Card Providers	16	238	519	888	866	727	133	460	812	1,635	1,828
Satellite Service Providers			1,011	475	280	336	373	406	663	721	714
Toll Resellers	4,220	6,564	8,010	9,885	9,211	10,641	8,797	9,279	9,294	12,192	13,362
Other Toll Carriers	773	577	348	710	150	1,758	2,516	2,089	2,339	2,543	3,195
Toll Service Providers	76,447	86,896	89,570	95,992	98,414	101,407	93,702	80,934	74,920	69,204	66,503
Non-Telecommunications Revenues in Prior Year Data <u>2/</u>	280	187	0	0	0	0	0	0	0	0	0
Other Adjustments <u>3/</u>											
Total Telecommunications Revenues	\$190,076	\$211,782	\$231,168	\$246,392	\$268,505	\$292,762	\$301,799	\$292,341	\$291,123	\$291,734	\$297,921

1/ Filers are asked to select for themselves a service provider category that best describes their operations. The choices have changed over the years. For example, most satellite service providers identified themselves as other toll carriers in their 1997 FCC Form 431 TRS worksheets because there was no separate category for satellite service providers. For 2003 through 2005, some filers identified themselves as all distance carriers. These filers have been reclassified to be consistent with prior classifications.

2/ Significant amounts of enhanced services, billing and collection, CPE and other non-telecommunications revenues were reported in the TRS mobile and other local service categories through 1996. Universal Service Worksheet filers report these revenues in the non-telecommunications category. For prior years, the amounts of non-telecommunications revenues reported as mobile and other local revenues were estimated as 70% of the amounts that Tier 1 ILECs reported in ARMIS as miscellaneous and nonregulated revenues (then reported as account 5200 and account 5280, respectively) and 10% of amounts reported as mobile service revenue. These amounts have been removed from Other Local and moved to the Non-Telecommunications category.

3/ Other adjustments include some amounts withheld to preserve confidentiality and revisions made after the initial publication of the data.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.4
Contribution Base Revenues By Program 1/: 2005
(Dollar Amounts Shown in Millions)

		2005
Revenues subject to universal service contribution		
	Billed interstate and international end-user revenues [Line 412(e) + Line 420(d) + Line 420(e)]	\$81,173
less	uncollectible contribution base revenues [Line 422(d) + Line 422(e)]	1,231
less	revenues for international - to - international services [Line 412(e)]	873
less	international revenues of international-only filers and international revenues that were excluded because of the 12% rule 2/	3,742
less	interstate and other international revenues for 2,485 filers who are de minimis or otherwise exempt from universal service support requirements	<u>54</u>
equals		\$75,272
Revenues subject to TRS contribution		
	Interstate and international end-user revenues	\$81,173
less	interstate and international revenues for 135 filers who identify themselves as private service providers or as shared tenant service providers and who therefore are exempt from telecommunications relay service (TRS) contribution requirements if they provide no carrier services	470
less	interstate and international revenues for services provided for resale but reported as end user because it was provided to carriers that do not contribute to universal service support mechanisms [Line 511(b)]	<u>108</u>
equals		\$80,594
Revenues subject to NANPA and LNP contribution		
	Total telecommunications service end-user revenues (including intrastate, interstate and international)	\$235,482
less	telecommunications revenues for 711 filers who identify themselves as private service providers, shared tenant service providers or payphone service providers and who therefore are exempt from North American Numbering Plan Administration (NANPA) and local number portability administration (LNP) contribution requirements if they provide no carrier services	1,025
less	telecommunications revenues for services provided for resale but reported as end user because it was provided to carriers that do not contribute to universal service support mechanisms [Line 511 (a)]	<u>125</u>
equals		\$234,332

1/ This table shows how contribution bases differ for different programs and provides relative magnitudes, but does not provide the actual amounts used for determining contribution amounts. Amounts shown represent the amounts contained in the FCC Form 499-A database as of November 1, 2006. The universal service administrator continues to receive additional and corrected Exempt amounts were based on revenues and the filer type information contained in the FCC Form 499-A filings. The fund administrators may use carrier type, revenue type, line 603 exemption certifications and additional information requested from filers to determine which filers must contribute. The universal service fund administrator bills delinquent filers based on estimated revenues and may, in some instances, include estimated revenue amounts in contribution base amounts. Note also that universal service contribution factors are set quarterly based on FCC Form 499-Q filings. FCC Form 499-A data are used for true-up and auditing purposes. Also note that local number portability contribution amounts are determined by region of the country rather than on a nationwide basis. As a result of these factors, actual contribution bases have been based on slightly different amounts than those shown.

2/ International revenues are excluded from the contribution base if the total amount of interstate revenues for the filing entity consolidated with all affiliates is less than 12% of the total of interstate and international revenues for the filing entity consolidated with all affiliates. See 47 C.F.R. § 54.706(c). The threshold was increased from 8% to 12% in 2002. See iFederal-State Joint Board on Universal Service, et al., CC Docket Nos. 96-45, 98-171, 90-571, 92-237, 99-200, 95-166, 98-170, Further Notice of Proposed Rulemaking and Report and Order, 17 FCC Rcd 3752, 3806, para. 125 (2002). In addition, filers that provide only international services are exempt regardless of services offered by affiliates.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.5
Revenues from Telecommunications Service Provided for Resale 1/: 2005
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A Line	Regional Bell Operating Company Incumbent Local Exchange Carriers				Other Incumbent Local Exchange Carriers			
	Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
<u>Fixed local service</u>								
303	Monthly service, local calling, connection charges, vertical features, and other local exchange service including subscriber line and PICC charges to IXCs							
0	\$3,965	\$492		\$4,457	\$133	\$6	*	\$140
0	643	133		776	107	81	*	188
	Provided as unbundled network elements (UNEs)							
	Provided under other arrangements							
	4,608	626		5,233	240	87	*	327
	Total Line 303							
304	Per-minute charges for originating or terminating calls							
0	3,228	2,341		5,569	2,368	1,040	2	3,410
0	617	396		1,013	81	29	*	110
	Provided as unbundled network elements or other contract arrangement							
	Total Line 304							
	3,845	2,737		6,582	2,449	1,069	2	3,520
305	712	9,688		10,400	290	1,264	*	1,554
306	96	99		195	1	3	*	4
307	1,882	513		2,394	32	6		38
308	919	930		1,849	614	1,798	*	2,412
	Universal service support revenues received from Federal or state sources							
	Total fixed local service provided for resale							
	12,062	14,592		26,654	3,626	4,227	2	7,855
<u>Mobile service (including wireless telephony, paging & messaging, and other mobile services)</u>								
309	62	13		74	13	3		15
	Total mobile service provided for resale							
	62	13		74	13	3		15
<u>Toll service</u>								
310	15	*		15	1	*	*	1
	Operator and toll calls with alternative billing arrangements (credit card, collect, international call-back, etc.)							
311	200	*		200	6	2	*	8
	Ordinary long distance (direct dialed MTS, customer toll-free 800/888 etc. service, "10-10 calls", associated monthly account maintenance, PICC pass-through, and other switched services not reported above)							
312	18	7		25	7	5		12
	Long distance private line services							
313								
	Satellite services							
314	*	1		1	4	1	*	5
	All other long distance services							
	Total toll service provided for resale							
	233	8		241	17	8	*	25
	Total service provided for resale (carrier's carrier)							
	\$12,357	\$14,612		\$26,969	\$3,655	\$4,237	\$3	\$7,895

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal universal service contributions.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.5
Revenues from Telecommunications Service Provided for Resale 1/: 2005
Continued
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A		CLECS and Other Fixed Local Competitors				Payphone Providers			
		Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
<u>Fixed local service</u>									
303	Monthly service, local calling, connection charges, vertical features, and other local exchange service including subscriber line and PICC charges to IXCs	\$62	\$137	\$3	\$202	\$1	*	*	\$1
0	Provided as unbundled network elements (UNEs)								
0	Provided under other arrangements	<u>108</u>	<u>16</u>	<u>*</u>	<u>124</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
	Total Line 303	170	153	3	326	1	*	*	1
304	Per-minute charges for originating or terminating calls								
0	Provided under state or federal access tariff	536	274	5	816	*	*	*	*
0	Provided as unbundled network elements or other contract arrangement	<u>357</u>	<u>40</u>	<u>11</u>	<u>408</u>	<u>*</u>	<u>*</u>	<u>*</u>	<u>*</u>
	Total Line 304	893	314	16	1,223	*	*	*	*
305	Local private line & special access	589	740	*	1,330	1	*	*	1
306	Payphone compensation from toll carriers	5	6	*	11	70	64	2	135
307	Other local telecommunications service revenues	171	7		178	1	*	*	2
308	Universal service support revenues received from Federal or state sources	42	18	*	60	*	*	*	*
	Total fixed local service provided for resale	1,871	1,239	20	3,129	73	64	2	139
<u>Mobile service (including wireless telephony, paging & messaging, and other mobile services)</u>									
309	Monthly, activation, and message charges except toll	*	2		3				
	Total mobile service provided for resale	*	2		3				
<u>Toll service</u>									
310	Operator and toll calls with alternative billing arrangements (credit card, collect, international call-back, etc.)	36	4	1	40	1	*	*	1
311	Ordinary long distance (direct dialed MTS, customer toll-free 800/888 etc. service, "10-10 calls", associated monthly account maintenance, PICC pass-through, and other switched services not reported above)	148	91	24	262	*	*	*	*
312	Long distance private line services	158	510	8	676				
313	Satellite services	*	78	17	94				
314	All other long distance services	11	28	1	40	*	*	*	*
	Total toll service provided for resale	352	711	50	1,112	2	*	*	2
	Total service provided for resale (carrier's carrier)	\$2,223	\$1,952	\$69	\$4,244	\$75	\$64	\$2	\$141

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal universal service contributions.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.5
Revenues from Telecommunications Service Provided for Resale 1/: 2005
Continued
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A		Cellular, PCS and SMR Wireless Telephony				Other Wireless			
		Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
<u>Fixed local service</u>									
303	Monthly service, local calling, connection charges, vertical features, and other local exchange service including subscriber line and PICC charges to IXCs								
0	Provided as unbundled network elements (UNEs)	\$1	\$1	*	\$2				
0	Provided under other arrangements	4.6	*		5.1	*			*
	Total Line 303	6	1	*	7	*			*
304	Per-minute charges for originating or terminating calls								
0	Provided under state or federal access tariff	5	3	*	7	*	*		*
0	Provided as unbundled network elements or other contract arrangement	56	6	*	62	1	*		1
	Total Line 304	60	9	*	69	1	*		1
305	Local private line & special access	45	*		45				
306	Payphone compensation from toll carriers	*	*		*	*	*		*
307	Other local telecommunications service revenues	12	*		12	*	*		*
308	Universal service support revenues received from Federal or state sources	80	335	*	415	*	*		*
	Total fixed local service provided for resale	203	345	*	548	2	*		2
<u>Mobile service (including wireless telephony, paging & messaging, and other mobile services)</u>									
309	Monthly, activation, and message charges except toll	5,112	1,069	4	6,185	31	7	*	39
	Total mobile service provided for resale	5,112	1,069	4	6,185	31	7	*	39
<u>Toll service</u>									
310	Operator and toll calls with alternative billing arrangements (credit card, collect, international call-back, etc.)	102	39	*	140				
311	Ordinary long distance (direct dialed MTS, customer toll-free 800/888 etc. service, "10-10 calls", associated monthly account maintenance, PICC pass-through, and other switched services not reported above)	266	127	1	394	1	1		2
312	Long distance private line services	1	*	*	2				
313	Satellite services								
314	All other long distance services	9	1		9	1	*		1
	Total toll service provided for resale	378	166	1	545	3	1		3
	Total service provided for resale (carrier's carrier)	\$5,693	\$1,580	\$6	\$7,278	\$36	\$8	*	\$45

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal universal service contributions.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.5
Revenues from Telecommunications Service Provided for Resale 1/: 2005
Continued
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A		Toll Carriers				Total All Filers			
		Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
<u>Fixed local service</u>									
303	Monthly service, local calling, connection charges, vertical features, and other local exchange service including subscriber line and PICC charges to IXCs								
0	Provided as unbundled network elements (UNEs)	\$57	\$14	*	\$72	\$4,219	\$651	\$4	\$4,874
0	Provided under other arrangements	<u>40</u>	<u>11</u>	*	<u>51</u>	<u>903</u>	<u>241</u>	*	<u>1,144</u>
	Total Line 303	98	25	1	123	5,122	892	4	6,018
304	Per-minute charges for originating or terminating calls								
0	Provided under state or federal access tariff	74	73	30	177	6,210	3,731	38	9,978
0	Provided as unbundled network elements or other contract arrangement	<u>215</u>	<u>34</u>	1	<u>250</u>	<u>1,327</u>	<u>505</u>	<u>12</u>	<u>1,844</u>
	Total Line 304	289	107	31	426	7,537	4,236	50	11,822
305	Local private line & special access	63	193	1	256	1,700	11,885	1	13,586
306	Payphone compensation from toll carriers	9	18	*	27	182	188	2	372
307	Other local telecommunications service revenues	27	1	*	28	2,126	527	*	2,653
308	Universal service support revenues received from Federal or state sources	26	1		27	1,680	3,083	*	4,763
	Total fixed local service provided for resale	510	344	33	887	18,347	20,810	57	39,213
<u>Mobile service (including wireless telephony, paging & messaging, and other mobile services)</u>									
309	Monthly, activation, and message charges except toll	13	5	*	18	5,231	1,099	4	6,334
	Total mobile service provided for resale	13	5	*	18	5,231	1,099	4	6,334
<u>Toll service</u>									
310	Operator and toll calls with alternative billing arrangements (credit card, collect, international call-back, etc.)	24	39	62	126	178	82	63	323
311	Ordinary long distance (direct dialed MTS, customer toll-free 800/888 etc. service, "10-10 calls", associated monthly account maintenance, PICC pass-through, and other switched services not reported above)	2,338	4,074	5,124	11,536	2,959	4,294	5,149	12,403
312	Long distance private line services	524	1,988	150	2,661	707	2,510	158	3,375
313	Satellite services	13	53	280	346	13	131	296	440
314	All other long distance services	26	159	109	295	52	190	110	351
	Total toll service provided for resale	2,925	6,314	5,725	14,964	3,908	7,207	5,776	16,892
	Total service provided for resale (carrier's carrier)	\$3,448	\$6,663	\$5,757	\$15,868	\$27,486	\$29,116	\$5,836	\$62,439

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal universal service contributions.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.6
Revenues from Telecommunications Service Provided to End Users: 2005
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A		Regional Bell Operating Company Incumbent Local Exchange Carriers				Other Incumbent Local Exchange Carriers			
		Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
Line									
<u>Fixed local service</u>									
404	Monthly service, local calling, connection charges, vertical features, and other local exchange service charges except for federally tariffed subscriber line charges and PICC charges	\$36,848	\$50		\$36,898	\$7,144	\$42		\$7,186
405	Tariffed subscriber line charges and PICC charges levied by a local exchange carrier on a no-PIC customer	195	7,683		7,878	61	1,752	*	1,813
	Total local exchange (Line 404 + Line 405)	37,043	7,733		44,776	7,205	1,793	*	8,999
406	Local private line and special access service	2,595	4,912		7,507	352	617	*	969
407	Payphone coin revenues (local and long distance)	262	*		262	21	2	*	23
408	Other local telecommunications service revenues	309	10		319	82	3	*	85
	Line 403 surcharges on fixed local service 1/	188	1,327		1,515	35	239		274
	Total fixed local service provided to end users	40,396	13,982		54,379	7,695	2,655	*	10,350
<u>Mobile service (including wireless telephony, paging & messaging, and other mobile services)</u>									
409	Monthly and activation charges	173	23	*	195	51	11		62
410	Message charges including roaming, but excluding toll charges	104	4		107	24	7		31
	Line 403 surcharges on mobile service 1/	1	2		3	*	1		2
	Total mobile service provided to end users	277	28	*	305	75	18		94
<u>Toll service</u>									
411	Prepaid calling card (including card sales to customers and non-carrier distributors) reported at face value of cards	1	*		1	*	*	*	1
412	International calls that both originate and terminate in foreign points								
413	Operator and toll calls with alternative billing arrangements (credit card, collect, international call-back, etc.) other than revenues reported on Line 412	126	1		127	4	*	*	5
414	Ordinary long distance (direct-dialed MTS, customer toll-free 800/888 etc. service, "10-10" calls, associated monthly account maintenance, PICC pass-through, and other switched services not reported above)	2,003	96		2,099	192	38	2	232
415	Long distance private line services	965	1		966	71	8	*	79
416	Satellite services					1			1
417	All other long distance services	34	*		34	6	*		6
	Line 403 surcharges on toll service 1/	6	10		16	1	3	*	4
	Total toll service provided to end users	3,134	108		3,242	275	50	3	328
	Total telecommunications service provided to end users	\$43,807	\$14,119	*	\$57,926	\$8,046	\$2,724	\$3	\$10,772
422	Uncollectible revenue/bad debt expense associated with end user revenues other than Line 412	750	125	*	875	78	18	*	96
423	Net universal service contribution base revenues	\$43,057	\$13,994	*	\$57,051	\$7,967	\$2,706	\$3	\$10,675

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal contributions.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.6
Revenues from Telecommunications Service Provided to End Users: 2005
Continued
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A		CLECS and Other Fixed Local Competitors				Payphone Providers			
		Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
<u>Fixed local service</u>									
404	Monthly service, local calling, connection charges, vertical features, and other local exchange service charges except for federally tariffed subscriber line charges and PICC charges	\$6,582	\$130	\$5	\$6,717	*			*
405	Tariffed subscriber line charges and PICC charges levied by a local exchange carrier on a no-PIC customer	20	978	*	998				
	Total local exchange (Line 404 + Line 405)	6,602	1,108	5	7,715	*			*
406	Local private line and special access service	1,238	1,789	1	3,028	14	1	*	15
407	Payphone coin revenues (local and long distance)	3	18	*	21	223	11	1	234
408	Other local telecommunications service revenues	214	3	*	217	2	*	*	2
	Line 403 surcharges on fixed local service 1/	38	261	*	300	*			*
	Total fixed local service provided to end users	8,096	3,178	6	11,280	238	12	1	251
<u>Mobile service (including wireless telephony, paging & messaging, and other mobile services)</u>									
409	Monthly and activation charges	10	2	*	13	*			*
410	Message charges including roaming, but excluding toll charges	2	1		3				
	Line 403 surcharges on mobile service 1/	*	*		*				
	Total mobile service provided to end users	12	3	*	16	*			*
<u>Toll service</u>									
411	Prepaid calling card (including card sales to customers and non-carrier distributors) reported at face value of cards	16	3	40	58	*	*	*	*
412	International calls that both originate and terminate in foreign points			1	1				
413	Operator and toll calls with alternative billing arrangements (credit card, collect, international call-back, etc.) other than revenues reported on Line 412	21	39	1	61	51	12	*	63
414	Ordinary long distance (direct-dialed MTS, customer toll-free 800/888 etc. service, "10-10" calls, associated monthly account maintenance, PICC pass-through, and other switched services not reported above)	766	1,060	210	2,036	18	5	1	24
415	Long distance private line services	193	390	43	625	*			*
416	Satellite services	8	48	7	62				
417	All other long distance services	19	14	2	35	1	*		2
	Line 403 surcharges on toll service 1/	5	139	7	150	*	*		*
	Total toll service provided to end users	1,027	1,692	309	3,028	70	17	2	89
	Total telecommunications service provided to end users	\$9,135	\$4,873	\$315	\$14,324	\$308	\$29	\$2	\$340
422	Uncollectible revenue/bad debt expense associated with end user revenues other than Line 412	221	78	9	308	5	1	*	6
423	Net universal service contribution base revenues	\$8,914	\$4,796	\$305	\$14,015	\$303	\$29	\$2	\$334

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal contributions.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.6
Revenues from Telecommunications Service Provided to End Users: 2005
Continued
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A		Cellular, PCS and SMR Wireless Telephony				Other Wireless			
		Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
<u>Fixed local service</u>									
404	Monthly service, local calling, connection charges, vertical features, and other local exchange service charges except for federally tariffed subscriber line charges and PICC charges	\$81	\$1		\$83	\$13	\$7	*	\$20
405	Tariffed subscriber line charges and PICC charges levied by a local exchange carrier on a no-PIC customer		7		7		1		1
	Total local exchange (Line 404 + Line 405)	81	8		89	13	8	*	21
406	Local private line and special access service	11	*		11	*	*		*
407	Payphone coin revenues (local and long distance)	*	*		*	*	*		*
408	Other local telecommunications service revenues	7			7	14	2	*	16
	Line 403 surcharges on fixed local service 1/	*	1		1	*	1		1
	Total fixed local service provided to end users	99	10		108	28	11	*	38
<u>Mobile service (including wireless telephony, paging & messaging, and other mobile services)</u>									
409	Monthly and activation charges	61,994	16,520	153	78,668	618	111	1	729
410	Message charges including roaming, but excluding toll charges	13,861	4,052	29	17,942	40	13	1	54
	Line 403 surcharges on mobile service 1/	404	2,151	6	2,561	3	12	*	15
	Total mobile service provided to end users	76,260	22,723	188	99,171	661	136	1	798
<u>Toll service</u>									
411	Prepaid calling card (including card sales to customers and non-carrier distributors) reported at face value of cards	19	1	2	22	44	17		61
412	International calls that both originate and terminate in foreign points			5	5			9	9
413	Operator and toll calls with alternative billing arrangements (credit card, collect, international call-back, etc.) other than revenues reported on Line 412	28	9	*	38	*	*		*
414	Ordinary long distance (direct-dialed MTS, customer toll-free 800/888 etc. service, "10-10" calls, associated monthly account maintenance, PICC pass-through, and other switched services not reported above)	825	277	15	1,117	9	4	*	13
415	Long distance private line services	27	12	1	40	*			*
416	Satellite services	*			*	*	1	6	7
417	All other long distance services	4	10	2	17	*	*	*	*
	Line 403 surcharges on toll service 1/	5	34	*	40	*	3		3
	Total toll service provided to end users	909	344	25	1,277	53	25	15	93
	Total telecommunications service provided to end users	\$77,267	\$23,077	\$213	\$100,556	\$741	\$172	\$16	\$930
422	Uncollectible revenue/bad debt expense associated with end user revenues other than Line 412	1,388	391	5	1,784	10	2	*	12
423	Net universal service contribution base revenues	\$75,879	\$22,685	\$203	\$98,767	\$732	\$170	\$7	\$909

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal contributions.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.6
Revenues from Telecommunications Service Provided to End Users: 2005
Continued
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A		Toll Carriers				Total All Filers			
		Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
Line									
<u>Fixed local service</u>									
404	Monthly service, local calling, connection charges, vertical features, and other local exchange service charges except for federally tariffed subscriber line charges and PICC charges	\$4,546	\$275	\$1	\$4,821	\$55,214	\$505	\$5	\$55,725
405	Tariffed subscriber line charges and PICC charges levied by a local exchange carrier on a no-PIC customer	3	414		417	279	10,834	*	11,113
	Total local exchange (Line 404 + Line 405)	4,549	689	1	5,239	55,493	11,339	6	66,838
406	Local private line and special access service	83	464	9	556	4,293	7,784	10	12,087
407	Payphone coin revenues (local and long distance)	9	2	*	12	518	33	1	552
408	Other local telecommunications service revenues	25	8	*	33	652	26	*	678
	Line 403 surcharges on fixed local service 1/	16	121	*	137	277	1,949	*	2,227
	Total fixed local service provided to end users	4,683	1,283	10	5,976	61,235	21,131	17	82,382
<u>Mobile service (including wireless telephony, paging & messaging, and other mobile services)</u>									
409	Monthly and activation charges	257	41	1	299	63,103	16,708	155	79,965
410	Message charges including roaming, but excluding toll charges	43	8	2	54	14,074	4,084	32	18,190
	Line 403 surcharges on mobile service 1/	2	5	*	7	410	2,172	6	2,587
	Total mobile service provided to end users	302	54	3	359	77,586	22,964	192	100,743
<u>Toll service</u>									
411	Prepaid calling card (including card sales to customers and non-carrier distributors) reported at face value of cards	202	255	2,980	3,436	280	277	3,023	3,579
412	International calls that both originate and terminate in foreign points			859	859			873	873
413	Operator and toll calls with alternative billing arrangements (credit card, collect, international call-back, etc.) other than revenues reported on Line 412	639	599	326	1,563	869	660	328	1,856
414	Ordinary long distance (direct-dialed MTS, customer toll-free 800/888 etc. service, "10-10" calls, associated monthly account maintenance, PICC pass-through, and other switched services not reported above)	8,420	14,185	4,348	26,953	12,232	15,665	4,576	32,474
415	Long distance private line services	584	6,642	953	8,179	1,841	7,052	996	9,889
416	Satellite services	24	98	224	345	33	147	236	415
417	All other long distance services	117	520	84	721	181	544	88	814
	Line 403 surcharges on toll service 1/	36	2,098	111	2,245	53	2,287	119	2,458
	Total toll service provided to end users	10,021	24,395	9,884	44,300	15,489	26,631	10,238	52,358
	Total telecommunications service provided to end users	\$15,005	\$25,732	\$9,897	\$50,635	\$154,310	\$70,726	\$10,447	\$235,482
422	Uncollectible revenue/bad debt expense associated with end user revenues other than Line 412	457	476	125	1,059	2,910	1,091	140	4,140
423	Net universal service contribution base revenues	\$14,548	\$25,256	\$8,913	\$48,718	\$151,400	\$69,635	\$9,434	\$230,469

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal contributions.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.7
Total Revenues: 2005
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A Line	Regional Bell Operating Company Incumbent Local Exchange Carriers				Other Incumbent Local Exchange Carriers			
	Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
Fixed local service other than payphone [Lines 303, 304, 305, 307, 308, 404, 405, 406, 408, and a portion of 403 1/]	\$52,100	\$28,475		\$80,575	\$11,299	\$6,877	\$3	\$18,178
Payphone [Lines 306 and 407]	358	99		457	22	5	*	27
Mobile service [Lines 309, 409, 410, and a portion of 403 1/]	339	41	*	380	88	21		109
Toll service [Lines 310, 311, 312, 313, 314, 411, 412, 413, 414, 415, 416, 417, and a portion of 403 1/]	3,367	116		3,483	292	58	3	352
Total telecommunications service revenues	56,164	28,731	*	84,895	11,701	6,960	5	18,666
Total telecommunications service provided for resale (from Table 5)	12,357	14,612		26,969	3,655	4,237	3	7,895
Total telecommunications service provided to end users (from Table 6)	<u>43,807</u>	<u>14,119</u>	<u>*</u>	<u>57,926</u>	<u>8,046</u>	<u>2,724</u>	<u>3</u>	<u>10,772</u>
Total telecommunications service revenues	56,164	28,731	*	84,895	11,701	6,960	5	18,666
418 Enhanced services, inside wiring maintenance, billing and collection, customer premises equipment, published directory, dark fiber, Internet access, cable TV program transmission, and non-telecommunications service revenues	---	---	---	13,523	---	---	---	2,899
419 Gross billed revenues from all sources	---	---	---	\$98,418	---	---	---	\$21,565
421 Uncollectible revenue/bad debt expense associated with gross billed revenues				\$1,175				\$144
Total collected revenues from all sources				\$97,243				\$21,421

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal universal service contributions.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.7
Total Revenues: 2005
Continued
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A		CLECS and Other Fixed Local Competitors				Payphone Providers			
		Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
	Fixed local service other than payphone [Lines 303, 304, 305, 307, 308, 404, 405, 406, 408, and a portion of 403 1/]	\$9,958	\$4,394	\$25	\$14,377	\$18	\$1	*	\$20
	Payphone [Lines 306 and 407]	9	23	*	32	293	75	2	370
	Mobile service [Lines 309, 409, 410, and a portion of 403 1/]	13	6	*	18	*			*
	Toll service [Lines 310, 311, 312, 313, 314, 411, 412, 413, 414, 415, 416, 417, and a portion of 403 1/]	1,379	2,402	359	4,140	72	18	2	91
	Total telecommunications service revenues	11,358	6,825	385	18,568	383	94	4	481
	Total telecommunications service provided for resale (from Table 5)	2,223	1,952	69	4,244	75	64	2	141
	Total telecommunications service provided to end users (from Table 6)	<u>9,135</u>	<u>4,873</u>	315	<u>14,324</u>	<u>308</u>	<u>29</u>	<u>2</u>	<u>340</u>
	Total telecommunications service revenues	11,358	6,825	385	18,568	383	94	4	481
418	Enhanced services, inside wiring maintenance, billing and collection, customer premises equipment, published directory, dark fiber, Internet access, cable TV program transmission, and non-telecommunications service revenues	---	---	---	9,152	---	---	---	450
419	Gross billed revenues from all sources	---	---	---	\$27,720	---	---	---	\$931
421	Uncollectible revenue/bad debt expense associated with gross billed revenues				\$435				\$12
	Total collected revenues from all sources				\$27,285				\$919

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal universal service contributions.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.7
Total Revenues: 2005
Continued
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A		Cellular, PCS and SMR Wireless Telephony				Other Wireless			
		Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
	Fixed local service other than payphone [Lines 303, 304, 305, 307, 308, 404, 405, 406, 408, and a portion of 403 1/]	\$302	\$354	*	\$656	\$30	\$11	*	\$40
	Payphone [Lines 306 and 407]	*	*		*	*	*	*	
	Mobile service [Lines 309, 409, 410, and a portion of 403 1/]	81,372	23,792	192	105,356	692	144	2	837
	Toll service [Lines 310, 311, 312, 313, 314, 411, 412, 413, 414, 415, 416, 417, and a portion of 403 1/]	1,286	510	27	1,822	56	26	15	97
	Total telecommunications service revenues	82,960	24,656	219	107,834	777	181	16	974
	Total telecommunications service provided for resale (from Table 5)	5,693	1,580	6	7,278	36	8	*	45
	Total telecommunications service provided to end users (from Table 6)	<u>77,267</u>	<u>23,077</u>	<u>213</u>	<u>100,556</u>	<u>741</u>	<u>172</u>	<u>16</u>	<u>930</u>
	Total telecommunications service revenues	82,960	24,656	219	107,834	777	181	16	974
418	Enhanced services, inside wiring maintenance, billing and collection, customer premises equipment, published directory, dark fiber, Internet access, cable TV program transmission, and non-telecommunications service revenues	---	---	---	33,756	---	---	---	2,243
419	Gross billed revenues from all sources	---	---	---	\$141,591	---	---	---	\$3,217
421	Uncollectible revenue/bad debt expense associated with gross billed revenues				\$2,202				\$17
	Total collected revenues from all sources				\$139,389				\$3,200

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal universal service contributions.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.7
Total Revenues: 2005
Continued
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A		Toll Carriers				Total All Filers			
		Intrastate	Interstate	International	Total	Intrastate	Interstate	International	Total
	Fixed local service other than payphone [Lines 303, 304, 305, 307, 308, 404, 405, 406, 408, and a portion of 403 1/]	\$5,175	\$1,607	\$42	\$6,824	\$78,881	\$41,720	\$70	\$120,671
	Payphone [Lines 306 and 407]	18	20	*	38	700	221	3	924
	Mobile service [Lines 309, 409, 410, and a portion of 403 1/]	314	59	3	377	82,817	24,063	196	107,076
	Toll service [Lines 310, 311, 312, 313, 314, 411, 412, 413, 414, 415, 416, 417, and a portion of 403 1/]	12,946	30,709	15,609	59,264	19,397	33,839	16,014	69,250
	Total telecommunications service revenues	18,453	32,395	15,655	66,503	181,796	99,842	16,283	297,921
	Total telecommunications service provided for resale (from Table 5)	3,448	6,663	5,757	15,868	27,486	29,116	5,836	62,439
	Total telecommunications service provided to end users (from Table 6)	<u>15,005</u>	<u>25,732</u>	<u>9,897</u>	<u>50,635</u>	<u>154,310</u>	<u>70,726</u>	<u>10,447</u>	<u>235,482</u>
	Total telecommunications service revenues	18,453	32,395	15,655	66,503	181,796	99,842	16,283	297,921
418	Enhanced services, inside wiring maintenance, billing and collection, customer premises equipment, published directory, dark fiber, Internet access, cable TV program transmission, and non-telecommunications service revenues	---	---	---	24,741	---	---	---	86,764
419	Gross billed revenues from all sources	---	---	---	\$91,244	---	---	---	\$384,685
421	Uncollectible revenue/bad debt expense associated with gross billed revenues				\$1,255				\$5,239
	Total collected revenues from all sources				\$89,989				\$379,446
Note: Amounts may not add to totals due to rounding. * Denotes values greater than \$0 but less than \$500,000. 1/ Includes a proportionate share of amounts reported on Line 403 as surcharges or other amounts on bills identified as recovering state or federal universal service contributions.									

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.8
Revenues by Type of Carrier 1/: 2005
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A	Telecommunications Services Provided for Resale 2/				Telecommunications Services Provided to End Users 2/			
	Fixed Local	Mobile	Toll	Total	Fixed Local	Mobile	Toll	Total
Regional Bell Operating Companies	\$26,654	\$74	\$241	\$26,969	\$54,379	\$305	\$3,242	\$57,926
Other Incumbent Local Exchange Carriers (LECs)	<u>7,855</u>	<u>15</u>	<u>25</u>	<u>7,894</u>	<u>10,350</u>	<u>94</u>	<u>328</u>	<u>10,772</u>
Total Incumbent LECs	34,509	90	265	34,863	64,729	399	3,570	68,698
Competitive Access Providers (CAPs) and Competitive Local Exchange Carriers (CLECs)	2,887	1	787	3,674	10,683	11	2,562	13,255
Local Resellers	56		2	58	442	1	130	573
Private Service Providers	54	2	288	343	109	3	314	426
Shared-Tenant Service Providers	*		*	*	16	*	6	22
Other Local Service Providers	<u>133</u>	<u>—</u>	<u>36</u>	<u>168</u>	<u>30</u>	<u>1</u>	<u>17</u>	<u>47</u>
Total Local Competitors	3,129	3	1,112	4,244	11,280	16	3,028	14,324
Fixed Local Service Providers	37,637	92	1,377	39,107	76,009	415	6,598	83,021
Wireless Telephony Including Cellular, Personal Communications Service (PCS) and SMR Telephony Carriers	548	6,185	545	7,278	108	99,171	1,277	100,556
Paging & Messaging Service Providers	1	32	1	34	9	527	8	545
Specialized Mobile Radio (SMR) Dispatch	*	1	*	1	1	223	1	225
Wireless Data and Other Mobile Service Providers	1	6	2	9	28	48	84	160
Wireless Service Providers	550	6,224	548	7,322	146	99,969	1,371	101,486
Interexchange Carriers (IXCs)	775	4	11,158	11,937	5,272	199	29,448	34,919
Operator Service Providers (OSPs)	2		32	34	3		510	513
Prepaid Calling Card Providers	1	1	161	163	1	29	1,635	1,665
Satellite Service Providers	*	4	75	79	171	14	451	635
Toll Resellers	46	8	1,992	2,046	405	117	10,793	11,316
All Filers	\$39,213	\$6,334	\$16,891	\$62,439	\$82,382	\$100,743	\$52,358	\$235,482

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Revenues are classified by the primary carrier type of each reporting entity. For example, revenues reported by an RBOC affiliate that identifies itself as an IXC are included in the table as IXC revenues. Many LECs provided both local and long distance services as part of package plans. Most of the revenues for the toll portion of these bundles were reported as toll revenues on FCC Form 499-A filings of LEC toll affiliates. Filers identified as All Distance or Coaxial Cable Service Providers have been re-categorized for the purpose of creating summary statistics

2/ Telecommunications service provided for resale consists of services provided to other contributors to federal universal service support mechanisms for resale. Revenues from services provided to firms that are *de minimis* under or exempt from federal universal service support mechanisms are reported as end-user service and are subject to contribution requirements.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.8
Revenues by Type of Carrier 1/: 2005
Continued
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-A	Universal Service Contribution Base Revenues <u>2/ 3/</u>	Telecommunications Service Revenues					Other Revenues <u>4/</u>	Total	
		Intrastate	Interstate	International to International	Other International	Total			
Regional Bell Operating Companies	\$13,994	\$56,164	\$28,731		*	\$84,895	\$13,523	\$98,418	
Other Incumbent Local Exchange Carriers (ILECs)	<u>2,708</u>	<u>11,701</u>	<u>6,960</u>	—		<u>5</u>	<u>18,666</u>	<u>2,899</u>	<u>21,565</u>
Total ILECs	16,702	67,865	35,691			5	103,561	16,422	119,982
Competitive Access Providers (CAPs) and Competitive Local Exchange Carriers (CLECs)	4,650	10,534	6,122		*	274	16,930	5,726	22,656
Local Resellers	128	476	143		*	11	630	107	737
Private Service Providers	280	183	514		*	72	770	2,839	3,608
Shared-Tenant Service Providers	7	15	6			1	22	41	63
Other Local Service Providers	<u>37</u>	<u>150</u>	<u>41</u>	<u>1</u>		<u>24</u>	<u>216</u>	<u>439</u>	<u>655</u>
Total Local Competitors	5,101	11,358	6,825	1		384	18,568	9,152	27,720
Fixed Local Service Providers	21,803	79,222	42,516	1		389	122,128	25,574	147,702
Wireless Telephony Including Cellular, Personal Communications Service (PCS) and SMR Telephony Carriers	22,888	82,960	24,656	5		214	107,834	33,756	141,591
Paging & Messaging Service Providers	72	503	76		*	579	304	883	
Specialized Mobile Radio (SMR) Dispatch	56	168	58		*	226	252	478	
Wireless Data and Other Mobile Service Providers	49	106	47	9		7	169	1,687	1,856
Wireless Service Providers	23,066	83,737	24,837	14		221	108,809	35,999	144,807
Interexchange Carriers (IXCs)	23,954	12,871	25,805	539		7,641	46,856	19,041	65,897
Operator Service Providers (OSPs)	143	345	180	2		20	548	198	745
Prepaid Calling Card Providers	1,590	66	45	4		1,713	1,828	281	2,109
Satellite Service Providers	370	250	215	29		221	714	2,081	2,796
Toll Resellers	6,729	4,426	5,941	272		2,723	13,362	2,426	15,788
All Filers	\$79,069	\$181,796	\$99,842	\$873		\$15,410	\$297,921	\$86,764	\$384,685

Note: Amounts may not add to totals due to rounding.

* Denotes values greater than \$0 but less than \$500,000.

1/ Revenues are classified by the primary carrier type of each reporting entity. For example, revenues reported by an RBOC affiliate that identifies itself as an IXC are included in the table as IXC revenues. Many LECs provided both local and long distance services as part of package plans. Most of the revenues for the toll portion of these bundles were reported as toll revenues on FCC Form 499-A filings of LEC toll affiliates. Filers identified as All Distance or Coaxial Cable Service Providers have been re-categorized for the purpose of creating summary statistics

2/ Telecommunications service provided for resale consists of services provided to other contributors to federal universal service support mechanisms for resale. Revenues from services provided to firms that are *de minimis* under or exempt from federal universal service support mechanisms are reported as end-user service and are subject to contribution requirements.

3/ Universal service contribution base revenues consist of all interstate and international end-user telecommunications revenues except for international-to-international revenues reported on Line 412. The totals include revenues from filers who are *de minimis* or otherwise exempt from contributing. This table also includes international revenues that were exempt from contribution because of the 12 percent rule. See Table 1.4 for details on exempt amounts. Contribution base amounts reported as uncollectible on Line 422 have been removed.

4/ Carriers report non-telecommunications service revenues on Line 418. This category includes enhanced services, inside wiring maintenance, billing and collection, customer premises equipment, published directory, dark fiber, Internet, foreign carrier and other non-U.S. telecommunications service revenues.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007).

Table 1.9
Carrier Telecommunications Revenues Reported on FCC Form 499-Q: 2006
(Dollar Amounts Shown in Millions)

Data from FCC Form 499-Q	Projected Revenues for 2006 1/			Historic Revenues Reported for 2006 1/			
	Interstate and International			Intrastate, interstate and International			Interstate and International
	Billed to End Users 2/ (\$millions)	Collected from End Users 2/ 3/ (\$millions)	Implied Uncollectible Rate 3/ %	Billed to Resellers 2/ (\$millions)	Billed to End Users 2/ (\$millions)	Total Revenue 2/ (\$millions)	Billed to End Users 2/ (\$millions)
Regional Bell Operating Companies	\$13,011	\$12,864	1.1 %	\$26,356	\$55,551	\$81,907	\$13,481
Other Incumbent Local Exchange Carriers (ILECs)	<u>2,652</u>	<u>2,611</u>	1.6	<u>7,743</u>	<u>10,420</u>	<u>18,163</u>	<u>2,604</u>
Total ILECs	15,663	15,475	1.2	34,099	65,971	100,070	16,085
Competitive Access Providers (CAPs) and Competitive Local Exchange Carriers (CLECs)	4,177	4,086	2.2	3,507	12,973	16,480	4,115
Local Resellers	317	304	4.2	714	759	1,472	155
Private Service Providers	181	178	1.7	308	351	660	242
Shared-Tenant Service Providers	4	4	10.2	1		17	4
Interconnected VoIP 4/	252	245	0.7	33	260	293	209
Other Local Service Providers	<u>43</u>	<u>37</u>	15.5	<u>152</u>	<u>209</u>	<u>360</u>	<u>33</u>
Total Local Competitors	4,974	4,853	2.4	4,716	14,567	19,283	4,758
Fixed Local Service Providers	20,636	20,328	1.5	38,815	80,538	119,353	20,843
Payphone Service Providers	24	24	1.3	136	339	475	29
Wireless Telephony Including Cellular, Personal Communications Service (PCS) and SMR Telephony Carriers	26,086	25,618	1.8	7,322	109,404	116,726	26,857
Paging & Messaging Service Providers	67	64	7.0	90	616	706	77
Specialized Mobile Radio (SMR) Dispatch	58	57	2.1	0	213	213	40
Wireless Data and Other Mobile Service Providers	119	118	0.9	7	223	229	88
Wireless Service Providers	26,330	25,857	1.8	7,419	110,456	117,875	27,062
Interexchange Carriers (IXCs)	20,630	20,300	1.6	11,569	29,695	41,263	21,351
Operator Service Providers (OSPs)	135	113	16.5	71	496	567	143
Prepaid Calling Card Providers	1,524	1,478	3.0	187	2,435	2,622	1,689
Satellite Service Providers	249	246	1.5	121	553	674	276
Toll Resellers	7,729	7,447	3.7	2,209	11,416	13,625	7,409
Other Toll Carriers	417	402	4.0	2,659	492	3,151	375
Toll Service Providers	30,684	29,987	2.3	16,815	45,088	61,903	31,243
All Filers	\$77,675	\$75,271 <u>4/</u>	1.9 %	\$63,186	\$236,420	\$299,606	\$79,178

See notes on next page.

Notes for Table 1.9

Note: Amounts may not add to totals due to rounding.

- 1/ Each quarter, telecommunications providers that are required to contribute to universal service support mechanisms must to file an FCC Form 499-Q. The FCC Form 499-Q collects total, interstate and international billed revenues for the most recently completed calendar quarter (historic revenues) and also collects projected interstate and international -- but not total -- revenues for the upcoming calendar quarter (projected revenues.) Some telecommunications providers file the form even though they are not required to contribute. USAC estimates revenues for most non-filers.
- 2/ The FCC Form 499-Q collects historic revenues divided into three categories: telecommunications service provided for resale (carrier's carrier); telecommunications service provided to end-users (end user); and other revenues. Telecommunications providers that contribute directly to federal universal service support mechanisms are referred to as "contributors". Telecommunications provided for resale refers to contributors provided to contributors for resale as. Underlying carriers do not contribute based on these revenues. Revenues from services provided to firms that are *de minimis* or otherwise exempt from federal universal service support mechanisms are reported as end-user service. The other revenue filing category consists of international-to-international revenues and revenues from goods and services that are not classified as U.S. telecommunications. International-to-international service refers to calls that originate in a foreign point, traverse the United States, and terminate in a foreign point. These revenues, which are exempt from universal service contribution, are reported in a separate end-user telecommunications revenue category in the FCC Form 499-Q.
- 3/ Filers contribute based on the interstate and international telecommunications revenues that they collect from end-users. On the FCC Form 499-Q, filers project the amount of contribution base they expect to bill in the upcoming quarter and then project the amount of contribution base revenues that they expect to collect. The difference between projected billed revenues and projected collected revenues is amount of revenue that the filer expects to be uncollectible (the implied uncollectible rate). Filers contribute in a quarter based on the end user revenues that they project collecting in that quarter. Filers report actual billings and uncollectibles in their April 1 FCC Form 499-A filings. This information is used to true-up contributions, and provides more accurate information on billings and collections for the year. FCC Form 499-A data for 2005 is not yet available for publication.
- 4/ Interconnected Voice over Internet Protocol (Interconnected VoIP) providers were required to file FCC Form 499Q worksheets starting August 1, 2006, but were not required to include historic data until the February 2, 2007 filing. Therefore, the totals for 2006 are incomplete.
- 5/ The amounts actually used to calculate contribution factors in 2006 are shown below. These amounts total less than the total projected collected revenues shown in the table. One reason is that amounts in the table reflect all amounts shown in the FCC Form 499-Q data base, including estimated amounts for non-filers and amounts reported by filers that are *de minimis* or do not contribute because they provide only international services. In addition, filers are not required to contribute on international revenues if their interstate end-user revenues represent less than 12% of their combined interstate and international end-user revenues -- a test referred to as the "12%" rule. In addition, the totals shown above include estimated amounts for some carriers. Finally, some difference may be explained by late filings and corrections made to the data base after the Commission calculated contribution factors.

Contribution bases used to calculate Factors in
Calendar 2006

	(\$millions)
First Quarter	\$18,450.9
Second Quarter	\$18,318.0
Third Quarter	\$18,773.7
Fourth Quarter	\$19,362.7
<u>Total Projected Collected</u>	<u>\$74,905.3</u>

Sources: Data filed on FCC Forms 499-Q and 499-A Worksheets. See also: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues* (June 2007) available at <http://www.fcc.gov/wcb/stats>.

Table 1.10
Universal Service Program Requirements and Contribution Factors for 2006
(Dollar Amounts Shown in Millions)

	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	Full Year
All Support Mechanisms					
Projections of demand and administrative expenses at the time the contribution factors were adopted					
High Cost					
High Cost Loop Support	\$336.072	\$339.273	\$340.886	\$342.554	\$1,358.785
Local Switching Support	\$120.755	\$121.215	\$121.873	\$123.196	\$487.039
Interstate Common Line Support	\$312.688	\$322.958	\$311.457	\$313.379	\$1,260.482
Interstate Access Support Mechanism	\$181.318	\$180.892	\$174.352	\$179.947	\$716.509
Forward-Looking High Cost Mechanism	\$77.375	\$88.127	\$84.624	\$85.812	\$335.938
Prior Period True-ups	-\$81.418	-\$15.423	-\$15.119	-\$121.855	-\$233.815
Administrative expenses	\$5.254	\$5.082	\$5.280	\$3.598	\$19.214
Interest income ¹	-\$3.343	-\$4.305	-\$3.284	-\$4.287	-\$15.219
Program Total	\$948.701	\$1,037.819	\$1,020.069	\$922.344	\$3,928.933
Low Income					
Lifeline Assistance	\$196.927	\$193.488	\$198.346	\$189.856	\$778.617
Link-Up	\$9.868	\$8.860	\$8.767	\$8.060	\$35.555
Incremental Toll Limitation	\$1.746	\$1.717	\$2.002	\$2.191	\$7.656
Hurricane Katrina Relief	\$29.700	\$14.100	\$0.000		\$43.800
Prior Period true-ups	-\$4.117	-\$4.152	-\$10.760	-\$27.548	-\$46.577
Administrative expenses	\$1.289	\$1.215	\$1.239	\$1.242	\$4.985
Interest income ¹	-\$0.752	-\$1.112	-\$1.122	-\$2.466	-\$5.452
Program Total	\$234.661	\$214.116	\$198.472	\$171.335	\$818.584
Rural Health					
Rural Health Care Support	\$7.834	\$12.413	\$7.292	\$11.552	\$39.091
Prior Period True-ups	-\$0.642	\$0.716	\$1.826	\$1.030	\$2.930
Administrative expenses	\$1.164	\$1.676	\$0.946	\$0.959	\$4.745
Interest income ¹	-\$0.502	-\$0.403	-\$0.403	-\$0.560	-\$1.868
Program Total	\$7.854	\$14.402	\$9.661	\$12.981	\$44.898
Schools & Libraries					
Schools and Libraries Support	\$562.500	\$562.500	\$562.500	\$562.500	\$2,250.000
Prior Period True-ups ²	-\$23.242	-\$14.513	\$6.540	-\$41.416	-\$72.631
Administrative expenses	\$16.486	\$16.053	\$16.299	\$19.468	\$68.306
Interest income ¹	-\$41.262	-\$40.515	-\$34.706	-\$40.111	-\$156.594
Program Total	\$514.482	\$523.525	\$550.633	\$500.441	\$2,089.081
Grand Total	\$1,705.698	\$1,789.862	\$1,778.835	\$1,607.101	\$6,881.496
Applicable interstate and international end-user revenues					
Reported contribution base revenues	\$18,450.881	\$18,317.957	\$18,773.679	\$19,362.701	
Circularity Adjustment					
Amount carriers will contribute to USF in this quarter.	-\$1,689.212	-\$1,773.809	\$1,762.536	-\$1,587.633	
Subtotal	\$16,761.669	\$16,544.148	\$20,536.215	\$17,775.068	
Adjustment factor for uncollectibles	1.00%	1.00%	1.00%	1.00%	
Contribution base at the time the factor was calculated	\$16,594.052	\$16,378.707	\$20,330.853	\$17,597.317	
Contribution factor	10.2%	10.9%	10.5%	9.1%	
Contribution factor times contribution base	\$1,692.593	\$1,785.279	\$2,134.740	\$1,601.356	

Source: Appendix M02 from pertinent filings as shown at <http://www.usac.org/about/governance/fcc-filings/2007/>

¹ Interest income is shown as negative because it is subtracted from expenses to yield the total.

² For the schools & libraries mechanism, periodic true-ups include applications of unused fund balance from prior periods.

Table 1.10
Universal Service Program Requirements and Contribution Factors for 2007
(Dollar Amounts Shown in Millions)

	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	Full Year
All Support Mechanisms					
Projections of demand and administrative expenses at the time the contribution factors were adopted					
High Cost					
High-Cost Loop Support	\$354.150	\$364.112	\$372.220		
Local Switching Support	\$122.527	\$123.551	\$126.710		
Interstate Common Line Support	\$322.713	\$330.271	\$385.810		
Interstate Access Support Mechanism	\$180.087	\$181.671	\$177.310		
Forward-Looking High Cost Mechanism	\$86.616	\$86.902	\$86.780		
Prior Period True-ups	-\$104.433	\$13.680	\$27.910		
Administrative expenses	\$7.928	\$9.252	\$6.150		
Interest income ¹	-\$8.975	-\$6.048	-\$4.510		
Program Total	\$960.613	\$1,103.391	\$1,178.380		
Low Income					
Lifeline Assistance	\$192.318	\$185.937	\$191.790		
Link-Up	\$9.006	\$8.750	\$7.400		
Incremental Toll Limitation	\$2.333	\$2.273	\$2.440		
Prior Period true-ups	-\$33.901	\$2.734	-\$24.820		
Administrative expenses	\$2.407	\$2.488	\$1.660		
Interest income ¹	-\$3.592	-\$2.798	-\$2.700		
Program Total	\$168.571	\$199.384	\$175.770		
Rural Health					
Rural Health Care Support	\$39.440	\$40.796	\$25.140		
Prior Period True-ups	-\$2.919	-\$0.029	\$13.990		
Administrative expenses	\$1.874	\$2.209	\$1.550		
Interest income ¹	-\$0.729	-\$0.643	-\$0.740		
Program Total	\$37.666	\$42.333	\$39.940		
Schools and Libraries					
Schools and Libraries Support	\$562.500	\$562.500	\$562.500		
Prior Period True-ups ²	-\$70.037	-\$3.883	-\$35.730		
Administrative expenses	\$21.565	\$23.348	\$18.710		
Interest income ¹	-\$37.527	-\$47.395	-\$53.420		
Program Total	\$476.501	\$534.570	\$492.060		
Grand Total	\$1,643.351	\$1,879.678	\$1,886.150		
Applicable interstate and international end-user revenues					
Reported contribution base revenues	\$18,549.119	\$18,013.566	\$18,566.483		
Circularity Adjustment					
Amount carriers will contribute to USF in this quarter.	-\$1,621.786	-\$1,856.330	-\$1,867.440		
Subtotal	\$16,927.333	\$16,157.236	\$16,699.043		
Adjustment factor for uncollectibles	1.00%	1.00%	1.00%		
Contribution base at the time the factor was calculated	\$16,758.060	\$15,995.664	\$16,532.053		
Contribution factor	9.7%	11.7%	11.3%		
Contribution factor times contribution base	\$1,625.532	\$1,871.493	\$1,868.122		

Source: Appendix M02 from pertinent filings as shown at <http://www.usac.org/about/governance/fcc-filings/2007/>

¹ Interest income is shown as negative because it is subtracted from expenses to yield the total.

² For the schools and libraries mechanism, periodic true-ups include applications of unused fund balance from prior periods.

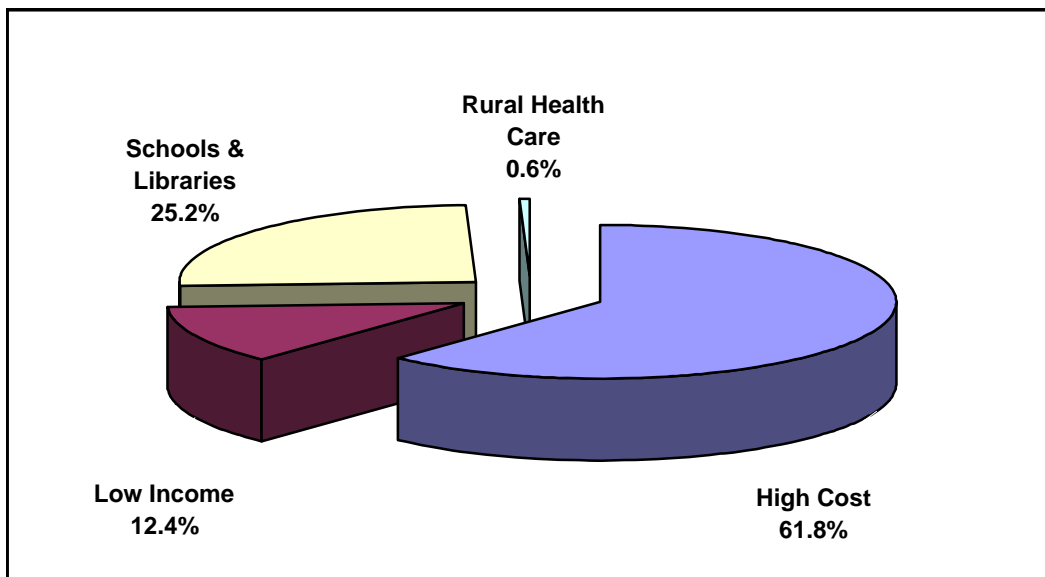
Table 1.11
Universal Service Support Mechanisms: 2006
(Dollars in Millions)

Mechanism	Disbursements	Percent of Total
High-Cost Support	\$4,096	61.8 %
High-Cost Loop Support	1,309	19.8
Safety Net Additive Support	29	0.4
Safety-Valve	1	0.0
High-Cost Model Support	358	5.4
Long Term Support	4	0.1
Interstate Common Line Support	1,266	19.1
Interstate Access Support	681	10.3
Local Switching Support	448	6.8
Low-Income Support	820	12.4
School and Libraries	1,669	25.2
Rural Health Care	41	0.6
All Universal Service Support	\$6,626	100.0 %

Notes: Figures may not add due to rounding. The figures used in this table are for the calendar year and include disbursements that were committed over several years but paid out in calendar year 2006. In Sections 4 and 5, figures for the Schools and Libraries program and the Rural Health Care program are reported based on fiscal year rather than calendar year.

Source: Universal Service Administration Company (USAC).

Chart 1.1
Distribution of Universal Service Payments: 2006



**Table 1.12
Universal Service Support Mechanisms by State: 2006
(Annual Payments and Contributions in Thousands)**

State or Jurisdiction	Payments from USF to Service Providers ¹						Estimated Contributions ²		Estimated Net Dollar Flow ³
	High-Cost Support	Low-Income Support	Schools & Libraries	Rural Health Care	Total		Amount	% of Total	
					Amount	% of Total			
Alabama	\$115,971	\$4,203	\$22,845	\$287	\$143,306	2.16%	\$100,753	1.50%	\$42,553
Alaska	153,586	12,442	19,663	24,188	209,879	3.17%	22,002	0.33%	187,877
American Samoa	2,736	56	0	0	2,792	0.04%	249	0.00%	2,543
Arizona	83,015	21,875	32,072	1,670	138,632	2.09%	127,607	1.90%	11,025
Arkansas	132,506	2,742	12,284	78	147,610	2.23%	60,848	0.91%	86,762
California	106,058	292,343	212,024	500	610,925	9.22%	730,849	10.88%	-119,924
Colorado	79,538	3,346	21,713	140	104,737	1.58%	121,905	1.82%	-17,168
Connecticut	2,148	5,048	22,574	0	29,770	0.45%	102,686	1.53%	-72,916
Delaware	261	246	748	0	1,255	0.02%	25,757	0.38%	-24,502
Dist. of Columbia	0	927	11,050	0	11,977	0.18%	32,689	0.49%	-20,712
Florida	81,607	17,752	52,923	141	152,423	2.30%	469,930	7.00%	-317,507
Georgia	107,717	9,080	53,197	395	170,389	2.57%	217,680	3.24%	-47,291
Guam	16,705	356	4,362	0	21,423	0.32%	3,935	0.06%	17,488
Hawaii	40,797	605	2,396	157	43,955	0.66%	27,938	0.42%	16,017
Idaho	52,130	3,982	3,272	121	59,505	0.90%	33,796	0.50%	25,709
Illinois	67,769	9,503	75,724	668	153,664	2.32%	275,354	4.10%	-121,690
Indiana	63,457	5,924	17,684	130	87,195	1.32%	126,200	1.88%	-39,005
Iowa	105,625	6,847	10,158	253	122,883	1.85%	61,954	0.92%	60,929
Kansas	190,190	3,117	12,604	193	206,104	3.11%	58,993	0.88%	147,111
Kentucky	99,107	8,027	18,986	349	126,469	1.91%	84,622	1.26%	41,847
Louisiana	126,983	10,598	41,463	209	179,253	2.71%	94,640	1.41%	84,613
Maine	36,951	8,577	6,699	13	52,240	0.79%	31,423	0.47%	20,817
Maryland	4,547	512	11,627	0	16,686	0.25%	152,393	2.27%	-135,707
Massachusetts	2,827	13,045	25,069	37	40,978	0.62%	156,510	2.33%	-115,532
Michigan	58,938	14,787	36,223	819	110,767	1.67%	193,406	2.88%	-82,639
Minnesota	119,894	7,783	20,399	1,549	149,625	2.26%	107,048	1.59%	42,577
Mississippi	276,033	5,327	34,097	98	315,555	4.76%	60,094	0.89%	255,461
Missouri	86,089	6,905	28,909	82	121,985	1.84%	128,950	1.92%	-6,965
Montana	78,159	3,690	3,275	391	85,515	1.29%	23,457	0.35%	62,058
Nebraska	81,771	2,520	7,108	1,132	92,531	1.40%	37,456	0.56%	55,075
Nevada	31,254	3,738	5,062	29	40,083	0.60%	65,681	0.98%	-25,598
New Hampshire	8,077	618	1,432	7	10,134	0.15%	35,867	0.53%	-25,733
New Jersey	1,279	14,485	34,019	0	49,783	0.75%	247,748	3.69%	-197,965
New Mexico	65,528	13,413	49,127	324	128,392	1.94%	44,762	0.67%	83,630
New York	48,922	42,636	111,613	25	203,196	3.07%	413,887	6.16%	-210,691
North Carolina	81,469	14,685	54,029	271	150,454	2.27%	201,024	2.99%	-50,570
North Dakota	80,903	4,261	4,482	692	90,338	1.36%	14,892	0.22%	75,446
Northern Mariana Is.	816	87	1,082	0	1,985	0.03%	1,051	0.02%	934
Ohio	41,582	34,436	61,504	234	137,756	2.08%	230,522	3.43%	-92,766
Oklahoma	123,629	42,990	31,630	169	198,418	2.99%	73,973	1.10%	124,445
Oregon	72,250	6,425	9,690	19	88,384	1.33%	81,119	1.21%	7,265
Pennsylvania	65,514	14,222	63,940	16	143,692	2.17%	280,967	4.18%	-137,275
Puerto Rico	123,321	13,883	25,873	0	163,077	2.46%	57,810	0.86%	105,267
Rhode Island	35	4,033	3,793	0	7,861	0.12%	21,882	0.33%	-14,021
South Carolina	81,895	3,145	40,193	47	125,280	1.89%	97,199	1.45%	28,081
South Dakota	89,471	7,886	600	850	98,807	1.49%	16,639	0.25%	82,168
Tennessee	51,814	6,396	51,578	196	109,984	1.66%	130,517	1.94%	-20,533
Texas	230,723	71,720	213,749	457	516,649	7.80%	445,509	6.63%	71,140
Utah	24,174	3,567	14,258	703	42,702	0.64%	50,314	0.75%	-7,612
Vermont	30,838	2,954	1,399	89	35,280	0.53%	17,433	0.26%	17,847
Virgin Islands	25,250	58	849	43	26,200	0.40%	7,745	0.12%	18,455
Virginia	79,510	2,290	24,314	308	106,422	1.61%	193,667	2.88%	-87,245
Washington	102,763	19,122	13,774	54	135,713	2.05%	142,810	2.13%	-7,097
West Virginia	70,341	707	8,674	98	79,820	1.20%	42,958	0.64%	36,862
Wisconsin	134,209	9,139	19,307	2,287	164,942	2.49%	113,556	1.69%	51,386
Wyoming	57,637	1,295	1,940	80	60,952	0.92%	15,116	0.23%	45,836
Total	\$4,096,319	\$820,356	\$1,669,059	\$40,598	\$6,626,332	100.00%	\$6,715,770	100.00%	-\$89,438

Notes: Figures may not add due to rounding. Support payments do not include quarterly true-ups. USF is an abbreviation for the Universal Service Fund.

¹ Data from USAC Annual Report

² Estimated contributions include administrative cost of approximately \$89 million, as shown in USAC's Annual Report.

Allocation of contributions among states is an FCC staff estimate.

³ Net dollar flow is positive when payments from USF to carriers exceed contributions to USF. Total is negative because of administrative expenses.

Table 1.13
Total Telecommunications Revenues: 2005
(Dollars in Millions)

	End User			Carrier's Carrier			Total: End User + Carrier's Carrier			
	Interstate	Intrastate	Total	Interstate	Intrastate	Total	Interstate	Intrastate	Total	Percent of Total
Alabama	\$1,218	\$2,434	\$3,651	\$521	\$415	\$935	\$1,738	\$2,848	\$4,587	1.54 %
Alaska	266	382	648	115	68	183	380	450	831	0.28
American Samoa	3	11	14	1	2	3	4	13	17	0.01
Arizona	1,542	2,526	4,069	628	430	1,059	2,171	2,957	5,127	1.72
Arkansas	735	1,406	2,142	323	245	568	1,058	1,651	2,709	0.91
California	8,834	18,812	27,645	3,703	3,694	7,397	12,537	22,505	35,042	11.76
Colorado	1,473	2,442	3,915	676	422	1,098	2,149	2,864	5,013	1.68
Connecticut	1,241	1,897	3,138	531	260	791	1,772	2,157	3,929	1.32
Delaware	311	504	815	132	67	198	443	571	1,014	0.34
Dist. of Columbia	395	685	1,080	218	99	317	613	784	1,397	0.47
Florida	5,680	9,952	15,632	2,439	1,847	4,286	8,119	11,799	19,918	6.69
Georgia	2,631	4,974	7,605	1,263	790	2,053	3,894	5,763	9,657	3.24
Guam	48	64	111	20	11	32	68	75	143	0.05
Hawaii	338	652	989	133	107	240	471	759	1,229	0.41
Idaho	408	594	1,002	189	109	297	597	702	1,300	0.44
Illinois	3,328	6,474	9,802	1,309	1,002	2,311	4,637	7,476	12,113	4.07
Indiana	1,525	2,753	4,278	609	501	1,110	2,134	3,254	5,389	1.81
Iowa	749	1,267	2,016	331	282	614	1,080	1,550	2,630	0.88
Kansas	713	1,250	1,963	327	198	525	1,040	1,448	2,488	0.84
Kentucky	1,023	2,043	3,066	430	361	790	1,453	2,404	3,856	1.29
Louisiana	1,144	2,426	3,570	466	394	860	1,610	2,820	4,430	1.49
Maine	380	755	1,134	175	116	291	555	870	1,425	0.48
Maryland	1,842	3,286	5,128	788	524	1,313	2,630	3,811	6,441	2.16
Massachusetts	1,892	3,704	5,595	836	531	1,366	2,728	4,234	6,962	2.34
Michigan	2,338	4,955	7,293	888	908	1,796	3,225	5,864	9,089	3.05
Minnesota	1,294	2,358	3,652	577	401	977	1,871	2,759	4,629	1.55
Mississippi	726	1,539	2,265	318	251	569	1,044	1,789	2,834	0.95
Missouri	1,559	2,858	4,417	689	644	1,333	2,248	3,502	5,750	1.93
Montana	284	411	695	122	95	217	406	506	912	0.31
Nebraska	453	879	1,332	222	195	417	675	1,074	1,749	0.59
Nevada	794	1,128	1,922	326	159	485	1,120	1,287	2,407	0.81
New Hampshire	434	740	1,173	181	120	301	615	859	1,474	0.49
New Jersey	2,994	5,374	8,368	1,276	849	2,125	4,270	6,222	10,493	3.52
New Mexico	541	824	1,365	241	169	410	782	992	1,775	0.60
New York	5,003	10,551	15,554	2,278	1,892	4,170	7,281	12,444	19,724	6.62
North Carolina	2,430	4,341	6,771	1,036	751	1,787	3,466	5,092	8,558	2.87
North Dakota	180	312	492	89	65	153	269	376	645	0.22
N. Mariana Islands	13	22	35	5	4	9	18	26	45	0.01
Ohio	2,786	5,732	8,518	1,150	1,068	2,218	3,936	6,800	10,736	3.60
Oklahoma	894	1,627	2,521	405	259	664	1,299	1,886	3,185	1.07
Oregon	980	1,600	2,580	432	280	712	1,412	1,879	3,292	1.10
Pennsylvania	3,396	6,128	9,524	1,483	1,158	2,641	4,879	7,286	12,166	4.08
Puerto Rico	699	1,396	2,095	255	187	442	954	1,583	2,537	0.85
Rhode Island	264	517	782	104	77	181	369	594	963	0.32
South Carolina	1,175	2,228	3,403	505	399	904	1,680	2,627	4,306	1.45
South Dakota	201	345	546	89	77	166	290	422	712	0.24
Tennessee	1,578	3,050	4,628	653	458	1,110	2,230	3,508	5,738	1.93
Texas	5,385	12,060	17,445	2,376	2,342	4,718	7,760	14,402	22,162	7.44
Utah	608	1,013	1,621	269	172	440	877	1,185	2,062	0.69
Vermont	211	306	517	95	50	146	306	357	663	0.22
Virgin Islands	94	68	161	40	12	52	134	80	214	0.07
Virginia	2,341	3,995	6,336	1,067	731	1,798	3,408	4,726	8,134	2.73
Washington	1,726	2,956	4,682	753	569	1,323	2,480	3,525	6,005	2.02
West Virginia	519	829	1,348	230	154	384	749	983	1,732	0.58
Wisconsin	1,373	2,611	3,984	546	470	1,017	1,919	3,082	5,000	1.68
Wyoming	183	265	448	89	48	136	271	313	584	0.20
Total	\$81,173	\$154,310	\$235,483	\$34,953	\$27,486	\$62,439	\$116,125	\$181,796	\$297,921	100.00 %

Note: Figures may not add due to rounding.

Table 1.14
2005 Telecommunications Revenues
(In Millions of Dollars)

	Incumbent Local Exchange Services 1/	CLECs	Mobile Wireless	Subscriber Line Charges 2/	Access 3/	Toll 4/	Total
End-User Revenues							
Intrastate	\$53,139	\$9,135	\$77,574	\$0	\$0	\$14,462	\$154,310
Interstate	415	5,189	23,153	11,544	6,004	34,868	81,172
Intrastate + Interstate	53,554	14,324	100,727	11,544	6,004	49,330	235,482
Carriers' Carrier Revenues							
Intrastate	9,833	2,223	5,231	0	6,644	3,557	27,486
Interstate	4,508	2,021	1,100	0	15,101	12,223	34,952
Intrastate + Interstate	14,341	4,244	6,331	0	21,744	15,779	62,439
Total Revenues							
Intrastate	62,971	11,358	82,805	0	6,644	18,019	181,796
Interstate	4,923	7,210	24,253	11,544	21,104	47,091	116,125
Intrastate + Interstate	67,894	18,568	107,058	11,544	27,748	65,110	297,921

1/ Excludes subscriber line charges.

2/ Intrastate subscriber line charges are included under access.

3/ Interstate access includes switched access, special access and local private line.

4/ Intrastate toll includes both incumbent local exchange carrier (LEC) toll and non-ILEC toll.

Source: Industry Analysis and Technology Division, Wireline Competition Bureau, *Telecommunications Industry Revenues: 2005* (June 2007).

Notes: Interstate revenues include both interstate and international revenues.

End-user revenues are from Table 1.6. CLEC revenues include telecommunication revenues provided to end users by CLECs (including local exchange service, mobile wireless, subscriber line charge, access and toll revenues). Revenues in the other categories (incumbent local exchange service, mobile wireless, subscriber line charge, access and toll) include revenues from all filers other than CLECs. Intrastate incumbent local exchange service revenues include fixed local service revenues provided to end users. Interstate incumbent local exchange revenues include interstate revenues from Form 499-A, Telecommunications Reporting Worksheets, lines 404, 407 and 408. Mobile wireless revenues include mobile wireless revenues provided to end users. Subscriber line charge revenues include revenues from line 405 and 428. Toll revenues include toll service revenues provided to end users.

Carrier's carrier revenues are from Table 1.5. CLEC revenues include telecommunications revenues provided for resale by CLECs (including local exchange service, mobile wireless, access and toll). Revenues in the other categories (incumbent local exchange service, mobile wireless, access and toll) include revenues for all filers other than CLECs. Intrastate Incumbent local exchange service revenues include revenues from lines 303, 305, 306, 307 and 308. Interstate incumbent local exchange service revenues include revenues from lines 303, 306, 307 and 308. Mobile wireless revenues include mobile service revenues provided for resale. Intrastate access revenues include revenues in line 304. Interstate access revenues include revenues in lines 304 and 305. Toll revenues include toll service revenues for resale.

Table 1.15
Intrastate Telecommunications Revenues: 2005
(Dollars in Millions)

	Total: End User + Carrier's Carrier							Total
	Incumbent		Mobile		ILEC	Non-ILEC		
	Local Exchange 1/	CLECs	Wireless	Access	Toll	Toll		
Alabama	\$1,176	\$131	\$1,225	77	\$31	\$209	\$2,848	
Alaska	NA	NA	NA	NA	NA	NA	450	
American Samoa	NA	NA	NA	NA	NA	NA	13	
Arizona	889	288	1,528	103	6	143	2,957	
Arkansas	596	61	724	66	91	113	1,651	
California	6,507	1,343	10,595	1,153	505	2,402	22,505	
Colorado	1,127	166	1,315	92	7	157	2,864	
Connecticut	838	105	1,004	39	146	24	2,157	
Delaware	189	41	306	5	10	20	571	
District of Columbia	382	74	322	4	0	2	784	
Florida	4,206	581	5,418	503	152	939	11,799	
Georgia	2,365	344	2,594	115	45	300	5,763	
Guam	NA	NA	NA	NA	NA	NA	75	
Hawaii	276	13	403	28	6	34	759	
Idaho	265	26	335	30	4	43	702	
Illinois	2,380	534	3,694	199	290	379	7,476	
Indiana	1,219	164	1,411	126	75	258	3,254	
Iowa	531	72	686	105	6	150	1,550	
Kansas	533	121	663	28	17	87	1,448	
Kentucky	957	101	1,075	81	17	173	2,404	
Louisiana	1,058	153	1,291	60	24	234	2,820	
Maine	335	56	338	10	44	86	870	
Maryland	1,309	239	1,799	87	81	296	3,811	
Massachusetts	1,342	363	1,859	24	208	438	4,234	
Michigan	1,785	494	2,687	264	232	402	5,864	
Minnesota	941	214	1,346	86	5	168	2,759	
Mississippi	820	58	701	28	24	158	1,789	
Missouri	1,249	151	1,500	242	26	334	3,502	
Montana	206	14	201	36	2	46	506	
Nebraska	373	76	465	72	6	82	1,074	
Nevada	472	62	692	20	3	39	1,287	
New Hampshire	251	73	395	20	36	85	859	
New Jersey	1,707	463	3,131	172	256	493	6,222	
New Mexico	395	25	442	57	4	70	992	
New York	4,390	1,191	5,126	351	173	1,212	12,444	
North Carolina	1,940	209	2,367	168	45	363	5,092	
North Dakota	134	23	167	21	1	30	376	
N. Mariana Islands	NA	NA	NA	NA	NA	NA	26	
Ohio	2,485	327	3,039	287	105	557	6,800	
Oklahoma	720	109	862	44	41	110	1,886	
Oregon	672	87	917	69	9	127	1,879	
Pennsylvania	2,249	626	3,162	303	211	735	7,286	
Puerto Rico	550	56	863	31	66	17	1,583	
Rhode Island	156	89	282	5	12	49	594	
South Carolina	1,101	97	1,117	91	34	187	2,627	
South Dakota	129	43	187	29	2	32	422	
Tennessee	1,393	179	1,633	51	45	206	3,508	
Texas	5,344	777	6,204	674	228	1,176	14,402	
Utah	361	94	610	40	5	75	1,185	
Vermont	158	20	127	8	18	26	357	
Virginia	1,531	353	2,111	170	76	485	4,726	
Virgin Islands	NA	NA	NA	NA	NA	NA	80	
Washington	1,121	168	1,721	177	33	304	3,525	
West Virginia	442	39	354	33	26	89	983	
Wisconsin	1,067	215	1,375	125	98	203	3,082	
Wyoming	125	10	142	12	1	22	313	
Total 2/	\$62,971	\$11,358	\$82,804	\$6,643	\$3,600	\$14,419	\$181,796	

NA - Not Applicable.

Note: Figures may not add due to rounding.

1/ Excludes subscriber line charges.

2/ Totals in the first six columns include revenues for locations not estimated.

Table 1.15
Intrastate Telecommunications Revenues: 2005 - Continued
(Dollars in Millions)

	End User							Total
	Incumbent		Mobile		ILEC	Non-ILEC		
	Local	Exchange 1/	CLECs	Wireless	Access	Toll		
Alabama	\$992	\$106	\$1,147	\$0	\$31	\$157	\$2,434	
Alaska	NA	NA	NA	NA	NA	NA	382	
American Samoa	NA	NA	NA	NA	NA	NA	11	
Arizona	750	232	1,431	0	6	107	2,526	
Arkansas	503	49	678	0	91	85	1,406	
California	5,491	1,080	9,926	0	505	1,810	18,812	
Colorado	951	133	1,232	0	7	118	2,442	
Connecticut	707	85	941	0	146	18	1,897	
Delaware	159	33	287	0	10	15	504	
District of Columbia	322	60	301	0	0	2	685	
Florida	3,549	468	5,075	0	152	708	9,952	
Georgia	1,995	277	2,430	0	45	226	4,974	
Guam	NA	NA	NA	NA	NA	NA	64	
Hawaii	233	10	377	0	6	26	652	
Idaho	224	21	314	0	4	32	594	
Illinois	2,009	429	3,460	0	290	286	6,474	
Indiana	1,029	132	1,322	0	75	195	2,753	
Iowa	448	58	643	0	6	113	1,267	
Kansas	450	97	621	0	17	65	1,250	
Kentucky	808	81	1,007	0	17	130	2,043	
Louisiana	893	123	1,210	0	24	177	2,426	
Maine	283	45	317	0	44	65	755	
Maryland	1,105	192	1,686	0	81	223	3,286	
Massachusetts	1,133	292	1,742	0	208	330	3,704	
Michigan	1,506	397	2,517	0	232	303	4,955	
Minnesota	794	172	1,261	0	5	126	2,358	
Mississippi	692	47	657	0	24	119	1,539	
Missouri	1,054	121	1,405	0	26	251	2,858	
Montana	174	12	189	0	2	35	411	
Nebraska	315	61	435	0	6	62	879	
Nevada	398	50	648	0	3	30	1,128	
New Hampshire	212	58	370	0	36	64	740	
New Jersey	1,441	372	2,933	0	256	371	5,374	
New Mexico	333	20	414	0	4	53	824	
New York	3,705	958	4,802	0	173	913	10,551	
North Carolina	1,637	168	2,218	0	45	274	4,341	
North Dakota	113	18	157	0	1	22	312	
N. Mariana Islands	NA	NA	NA	NA	NA	NA	22	
Ohio	2,097	263	2,847	0	105	419	5,732	
Oklahoma	608	88	807	0	41	83	1,627	
Oregon	567	70	859	0	9	95	1,600	
Pennsylvania	1,898	503	2,962	0	211	554	6,128	
Puerto Rico	464	45	808	0	66	13	1,396	
Rhode Island	132	72	264	0	12	37	517	
South Carolina	929	78	1,046	0	34	141	2,228	
South Dakota	109	34	176	0	2	24	345	
Tennessee	1,176	144	1,530	0	45	155	3,050	
Texas	4,509	625	5,812	0	228	886	12,060	
Utah	305	75	571	0	5	56	1,013	
Vermont	133	16	119	0	18	19	306	
Virginia	1,292	284	1,977	0	76	366	3,995	
Virgin Islands	NA	NA	NA	NA	NA	NA	68	
Washington	946	135	1,612	0	33	229	2,956	
West Virginia	373	32	331	0	26	67	829	
Wisconsin	900	173	1,288	0	98	153	2,611	
Wyoming	106	8	133	0	1	17	265	
Total 2/	\$53,138	\$9,135	\$77,573	\$0	\$3,600	\$10,862	\$154,310	

NA - Not Applicable.

Note: Figures may not add due to rounding.

1/ Excludes subscriber line charges.

2/ Totals in the first six columns include revenues for locations not estimated.

Table 1.15
Intrastate Telecommunications Revenues: 2005 - Continued
(Dollars in Millions)

	Carrier's Carrier						Total
	Incumbent Local Exchange 1/	CLECs	Mobile Wireless	Access	ILEC Toll	Non-ILEC Toll	
Alabama	\$184	\$26	\$77	\$77	\$0	\$52	\$415
Alaska	NA	NA	NA	NA	NA	NA	68
American Samoa	NA	NA	NA	NA	NA	NA	2
Arizona	139	56	97	103	0	35	430
Arkansas	93	12	46	66	0	28	245
California	1,016	263	669	1,153	0	593	3,694
Colorado	176	32	83	92	0	39	422
Connecticut	131	21	63	39	0	6	260
Delaware	29	8	19	5	0	5	67
District of Columbia	60	15	20	4	0	1	99
Florida	657	114	342	503	0	232	1,847
Georgia	369	67	164	115	0	74	790
Guam	NA	NA	NA	NA	NA	NA	11
Hawaii	43	3	25	28	0	8	107
Idaho	41	5	21	30	0	11	109
Illinois	372	104	233	199	0	94	1,002
Indiana	190	32	89	126	0	64	501
Iowa	83	14	43	105	0	37	282
Kansas	83	24	42	28	0	21	198
Kentucky	150	20	68	81	0	43	361
Louisiana	165	30	82	60	0	58	394
Maine	52	11	21	10	0	21	116
Maryland	204	47	114	87	0	73	524
Massachusetts	210	71	117	24	0	108	531
Michigan	279	97	170	264	0	99	908
Minnesota	147	42	85	86	0	41	401
Mississippi	128	11	44	28	0	39	251
Missouri	195	29	95	242	0	82	644
Montana	32	3	13	36	0	11	95
Nebraska	58	15	29	72	0	20	195
Nevada	74	12	44	20	0	10	159
New Hampshire	39	14	25	20	0	21	120
New Jersey	267	91	198	172	0	122	849
New Mexico	62	5	28	57	0	17	169
New York	685	233	324	351	0	299	1,892
North Carolina	303	41	150	168	0	90	751
North Dakota	21	4	11	21	0	7	65
N. Mariana Islands	NA	NA	NA	NA	NA	NA	4
Ohio	388	64	192	287	0	137	1,068
Oklahoma	112	21	54	44	0	27	259
Oregon	105	17	58	69	0	31	280
Pennsylvania	351	122	200	303	0	181	1,158
Puerto Rico	86	11	54	31	0	4	187
Rhode Island	24	17	18	5	0	12	77
South Carolina	172	19	71	91	0	46	399
South Dakota	20	8	12	29	0	8	77
Tennessee	218	35	103	51	0	51	458
Texas	834	152	392	674	0	290	2,342
Utah	56	18	39	40	0	18	172
Vermont	25	4	8	8	0	6	50
Virginia	239	69	133	170	0	120	731
Virgin Islands	NA	NA	NA	NA	NA	NA	12
Washington	175	33	109	177	0	75	569
West Virginia	69	8	22	33	0	22	154
Wisconsin	167	42	87	125	0	50	470
Wyoming	20	2	9	12	0	5	48
Total 2/	\$9,832	\$2,223	\$5,231	\$6,643	\$0	\$3,557	\$27,486

NA - Not Applicable.

Note: Figures may not add due to rounding.

1/ Excludes subscriber line charges.

2/ Totals in the first six columns include revenues for locations not estimated.

Table 1.16
Interstate Telecommunications Revenues: 2005
(Dollars in Millions)

	Total: End User + Carrier's Carrier							Total
	Incumbent		Mobile			Toll		
	Local Exchange 1/	CLECs	Wireless	SLCs	Access			
Alabama	\$92	\$83	\$358	\$186	\$290	\$729	\$1,738	
Alaska	NA	NA	NA	NA	NA	NA	380	
American Samoa	NA	NA	NA	NA	NA	NA	4	
Arizona	69	183	447	211	364	897	2,171	
Arkansas	47	38	212	95	191	476	1,058	
California	508	851	3,098	1,153	2,327	4,600	12,537	
Colorado	88	105	385	230	439	903	2,149	
Connecticut	65	67	294	156	285	904	1,772	
Delaware	15	26	90	42	80	191	443	
District of Columbia	30	47	94	39	151	252	613	
Florida	328	369	1,584	874	1,480	3,483	8,119	
Georgia	185	218	759	362	841	1,530	3,894	
Guam	NA	NA	NA	NA	NA	NA	68	
Hawaii	22	8	118	65	85	173	471	
Idaho	21	16	98	61	124	277	597	
Illinois	186	338	1,080	415	692	1,926	4,637	
Indiana	95	104	413	257	319	946	2,134	
Iowa	41	46	201	104	204	484	1,080	
Kansas	42	77	194	83	200	446	1,040	
Kentucky	75	64	314	160	244	596	1,453	
Louisiana	83	97	378	169	256	627	1,610	
Maine	26	36	99	54	107	234	555	
Maryland	102	151	526	243	463	1,144	2,630	
Massachusetts	105	230	544	275	531	1,043	2,728	
Michigan	139	313	786	335	456	1,196	3,225	
Minnesota	73	136	393	176	373	719	1,871	
Mississippi	64	37	205	102	163	473	1,044	
Missouri	97	95	439	225	422	970	2,248	
Montana	16	9	59	49	69	203	406	
Nebraska	29	48	136	52	152	257	675	
Nevada	37	39	202	82	164	596	1,120	
New Hampshire	20	46	115	58	104	272	615	
New Jersey	133	293	916	409	825	1,695	4,270	
New Mexico	31	16	129	100	157	350	782	
New York	343	755	1,499	696	1,424	2,564	7,281	
North Carolina	151	132	692	373	613	1,503	3,466	
North Dakota	10	15	49	24	62	109	269	
N. Mariana Islands	NA	NA	NA	NA	NA	NA	18	
Ohio	194	207	889	413	645	1,588	3,936	
Oklahoma	56	69	252	120	251	551	1,299	
Oregon	52	55	268	152	277	608	1,412	
Pennsylvania	176	397	925	535	944	1,903	4,879	
Puerto Rico	43	35	252	101	129	393	954	
Rhode Island	12	56	82	31	55	131	369	
South Carolina	86	61	327	177	279	750	1,680	
South Dakota	10	27	55	26	54	118	290	
Tennessee	109	114	477	243	363	924	2,230	
Texas	417	493	1,814	751	1,449	2,836	7,760	
Utah	28	59	178	83	178	350	877	
Vermont	12	13	37	32	52	159	306	
Virginia	120	223	617	329	696	1,423	3,408	
Virgin Islands	NA	NA	NA	NA	NA	NA	134	
Washington	88	107	503	262	496	1,025	2,480	
West Virginia	34	25	103	83	123	381	749	
Wisconsin	83	136	402	204	284	809	1,919	
Wyoming	10	6	42	27	60	126	271	
Total 2/	\$4,922	\$7,210	\$24,252	\$11,544	\$21,104	\$47,090	\$116,125	

NA - Not Applicable.

Note: Figures may not add due to rounding.

1/ Excludes subscriber line charges.

2/ Totals in the first six columns include revenues for locations not estimated.

Table 1.16
Interstate Telecommunications Revenues: 2005 - Continued
(Dollars in Millions)

	End User						Total
	Incumbent		Mobile			Toll	
	Local Exchange 1/	CLECs	Wireless	SLCs	Access		
Alabama	\$8	\$60	\$342	\$186	\$83	\$540	\$1,218
Alaska	NA	NA	NA	NA	NA	NA	266
American Samoa	NA	NA	NA	NA	NA	NA	3
Arizona	6	131	426	211	104	664	1,542
Arkansas	4	28	202	95	54	352	735
California	43	613	2,958	1,153	662	3,406	8,834
Colorado	7	75	367	230	125	668	1,473
Connecticut	6	48	280	156	81	670	1,241
Delaware	1	19	85	42	23	141	311
District of Columbia	3	34	90	39	43	187	395
Florida	28	265	1,512	874	421	2,579	5,680
Georgia	16	157	724	362	239	1,133	2,631
Guam	NA	NA	NA	NA	NA	NA	48
Hawaii	2	6	112	65	24	128	338
Idaho	2	12	93	61	35	205	408
Illinois	16	243	1,031	415	197	1,426	3,328
Indiana	8	75	394	257	91	700	1,525
Iowa	3	33	192	104	58	359	749
Kansas	4	55	185	83	57	330	713
Kentucky	6	46	300	160	69	442	1,023
Louisiana	7	70	360	169	73	464	1,144
Maine	2	26	94	54	30	173	380
Maryland	9	109	502	243	132	847	1,842
Massachusetts	9	166	519	275	151	773	1,892
Michigan	12	225	750	335	130	886	2,338
Minnesota	6	98	376	176	106	532	1,294
Mississippi	5	27	196	102	46	350	726
Missouri	8	69	419	225	120	718	1,559
Montana	1	7	56	49	20	151	284
Nebraska	2	35	130	52	43	191	453
Nevada	3	28	193	82	47	441	794
New Hampshire	2	33	110	58	30	201	434
New Jersey	11	211	874	409	235	1,255	2,994
New Mexico	3	11	123	100	45	259	541
New York	29	543	1,431	696	405	1,899	5,003
North Carolina	13	95	661	373	174	1,113	2,430
North Dakota	1	10	47	24	18	81	180
N. Mariana Islands	NA	NA	NA	NA	NA	NA	13
Ohio	16	149	848	413	183	1,176	2,786
Oklahoma	5	50	241	120	71	408	894
Oregon	4	40	256	152	79	450	980
Pennsylvania	15	285	883	535	269	1,409	3,396
Puerto Rico	4	25	241	101	37	291	699
Rhode Island	1	41	79	31	16	97	264
South Carolina	7	44	312	177	79	555	1,175
South Dakota	1	19	52	26	15	87	201
Tennessee	9	82	456	243	103	685	1,578
Texas	35	354	1,732	751	412	2,100	5,385
Utah	2	43	170	83	51	259	608
Vermont	1	9	36	32	15	118	211
Virginia	10	161	589	329	198	1,054	2,341
Virgin Islands	NA	NA	NA	NA	NA	NA	94
Washington	7	77	480	262	141	759	1,726
West Virginia	3	18	99	83	35	282	519
Wisconsin	7	98	384	204	81	599	1,373
Wyoming	1	5	40	27	17	94	183
Total 2/	\$415	\$5,189	\$23,152	\$11,544	\$6,004	\$34,867	\$81,173

NA - Not Applicable.

Note: Figures may not add due to rounding.

1/ Excludes subscriber line charges.

2/ Totals in the first six columns include revenues for locations not estimated.

Table 1.16
Interstate Telecommunications Revenues: 2005 - Continued
(Dollars in Millions)

	Carrier's Carrier						Total
	Incumbent Local Exchange 1/	CLECs	Mobile Wireless	SLCs	Access	Toll	
Alabama	\$84	\$23	\$16	\$0	\$208	\$189	\$521
Alaska	NA	NA	NA	NA	NA	NA	115
American Samoa	NA	NA	NA	NA	NA	NA	1
Arizona	64	51	20	0	261	233	628
Arkansas	43	11	10	0	136	123	323
California	465	239	141	0	1,665	1,194	3,703
Colorado	81	29	17	0	314	234	676
Connecticut	60	19	13	0	204	235	531
Delaware	13	7	4	0	57	50	132
District of Columbia	27	13	4	0	108	66	218
Florida	301	103	72	0	1,059	904	2,439
Georgia	169	61	34	0	602	397	1,263
Guam	NA	NA	NA	NA	NA	NA	20
Hawaii	20	2	5	0	61	45	133
Idaho	19	5	4	0	89	72	189
Illinois	170	95	49	0	495	500	1,309
Indiana	87	29	19	0	228	245	609
Iowa	38	13	9	0	146	126	331
Kansas	38	21	9	0	143	116	327
Kentucky	68	18	14	0	174	155	430
Louisiana	76	27	17	0	183	163	466
Maine	24	10	4	0	76	61	175
Maryland	94	42	24	0	331	297	788
Massachusetts	96	64	25	0	380	271	836
Michigan	128	88	36	0	326	311	888
Minnesota	67	38	18	0	267	187	577
Mississippi	59	10	9	0	117	123	318
Missouri	89	27	20	0	302	252	689
Montana	15	3	3	0	49	53	122
Nebraska	27	14	6	0	109	67	222
Nevada	34	11	9	0	117	155	326
New Hampshire	18	13	5	0	74	71	181
New Jersey	122	82	42	0	590	440	1,276
New Mexico	28	4	6	0	112	91	241
New York	314	212	68	0	1,019	666	2,278
North Carolina	139	37	31	0	439	390	1,036
North Dakota	10	4	2	0	45	28	89
N. Mariana Islands	NA	NA	NA	NA	NA	NA	5
Ohio	178	58	40	0	462	412	1,150
Oklahoma	51	19	11	0	180	143	405
Oregon	48	15	12	0	198	158	432
Pennsylvania	161	111	42	0	676	494	1,483
Puerto Rico	39	10	11	0	92	102	255
Rhode Island	11	16	4	0	39	34	104
South Carolina	79	17	15	0	200	195	505
South Dakota	9	8	2	0	39	31	89
Tennessee	100	32	22	0	260	240	653
Texas	382	138	82	0	1,037	736	2,376
Utah	26	17	8	0	127	91	269
Vermont	11	4	2	0	38	41	95
Virginia	109	63	28	0	498	369	1,067
Virgin Islands	NA	NA	NA	NA	NA	NA	40
Washington	80	30	23	0	355	266	753
West Virginia	32	7	5	0	88	99	230
Wisconsin	76	38	18	0	204	210	546
Wyoming	9	2	2	0	43	33	89
Total 2/	\$4,508	\$2,021	\$1,100	\$0	\$15,100	\$12,222	\$34,953

NA - Not Applicable.

Note: Figures may not add due to rounding.

1/ Excludes subscriber line charges.

2/ Totals in the first six columns include revenues for locations not estimated.

Table 1.17
Adjustment Formula: 2005

	USF Loops 1/ Year End 2005	Average Percent Reporting 2/ 2005	Adjustment Formula 100/Average Percent Reporting
Alabama	2,196,302	89.9 %	1.11
Alaska	389,001	0.0	NA
American Samoa	10,956	0.0	NA
Arizona	2,419,556	91.8	1.09
Arkansas	1,313,238	67.2	1.49
California	20,610,893	98.6	1.01
Colorado	2,474,508	94.8	1.05
Connecticut	1,997,944	98.8	1.01
Delaware	530,802	100.0	1.00
District of Columbia	766,942	100.0	1.00
Florida	9,875,661	98.1	1.02
Georgia	4,416,698	87.8	1.14
Guam	65,044	0.0	NA
Hawaii	632,638	99.8	1.00
Idaho	694,630	90.3	1.11
Illinois	6,944,463	95.0	1.05
Indiana	3,317,961	95.3	1.05
Iowa	1,468,226	80.8	1.24
Kansas	1,284,666	82.2	1.22
Kentucky	1,904,145	91.3	1.10
Louisiana	2,002,682	91.4	1.09
Maine	767,662	81.8	1.22
Maryland	3,483,388	99.8	1.00
Massachusetts	3,529,151	99.9	1.00
Michigan	5,105,300	96.0	1.04
Minnesota	2,565,929	69.4	1.44
Mississippi	1,250,753	92.6	1.08
Missouri	3,081,156	90.0	1.11
Montana	480,860	65.4	1.53
Nebraska	764,517	77.4	1.29
Nevada	1,248,633	95.3	1.05
New Hampshire	719,375	92.4	1.08
New Jersey	5,577,359	99.8	1.00
New Mexico	909,041	84.4	1.18
New York	10,230,291	96.3	1.04
North Carolina	4,362,919	89.2	1.12
North Dakota	332,667	51.1	1.96
N. Mariana Islands	22,770	0.0	NA
Ohio	5,887,158	94.8	1.05
Oklahoma	1,635,403	79.9	1.25
Oregon	1,855,141	90.6	1.10
Pennsylvania	7,034,040	95.5	1.05
Puerto Rico	1,158,243	100.0	1.00
Rhode Island	431,042	100.0	1.00
South Carolina	2,073,761	71.3	1.40
South Dakota	333,770	57.3	1.74
Tennessee	2,987,705	85.1	1.17
Texas	10,945,498	92.1	1.09
Utah	1,022,713	91.2	1.10
Vermont	397,603	84.1	1.19
Virginia	4,097,788	97.3	1.03
Virgin Islands	68,956	0.0	NA
Washington	3,259,380	97.4	1.03
West Virginia	953,275	82.4	1.21
Wisconsin	2,877,855	71.7	1.39
Wyoming	273,429	82.0	1.22
Total	157,041,487	92.5 %	1.08

NA - Not Applicable.

1/ USF loops, a measure of access lines, are defined in subcategory 1.3 of 47 C.F.R. 36.154(a).

2/ Average percent reporting to ARMIS (Report 43-01) is based on USF loops.

Table 1.18
Information for Allocating Incumbent Local Exchange Revenues: 2005
(Dollars in Millions)

	Revenues for Allocation	Allocation Percentage	Intrastate End-User Revenues	Interstate End-User Revenues	Intrastate Total Revenues	Interstate Total Revenues
Alabama	\$1,078	1.87 %	\$992	\$8	\$1,176	\$92
Alaska	NA	NA	NA	NA	NA	NA
American Samoa	NA	NA	NA	NA	NA	NA
Arizona	815	1.42	750	6	889	69
Arkansas	546	0.95	503	4	596	47
California	5,968	10.37	5,491	43	6,507	508
Colorado	1,034	1.80	951	7	1,127	88
Connecticut	768	1.34	707	6	838	65
Delaware	173	0.30	159	1	189	15
District of Columbia	350	0.61	322	3	382	30
Florida	3,857	6.70	3,549	28	4,206	328
Georgia	2,169	3.77	1,995	16	2,365	185
Guam	NA	NA	NA	NA	NA	NA
Hawaii	253	0.44	233	2	276	22
Idaho	243	0.42	224	2	265	21
Illinois	2,183	3.79	2,009	16	2,380	186
Indiana	1,118	1.94	1,029	8	1,219	95
Iowa	487	0.85	448	3	531	41
Kansas	489	0.85	450	4	533	42
Kentucky	878	1.53	808	6	957	75
Louisiana	970	1.69	893	7	1,058	83
Maine	307	0.53	283	2	335	26
Maryland	1,200	2.09	1,105	9	1,309	102
Massachusetts	1,231	2.14	1,133	9	1,342	105
Michigan	1,637	2.84	1,506	12	1,785	139
Minnesota	863	1.50	794	6	941	73
Mississippi	752	1.31	692	5	820	64
Missouri	1,145	1.99	1,054	8	1,249	97
Montana	189	0.33	174	1	206	16
Nebraska	342	0.59	315	2	373	29
Nevada	433	0.75	398	3	472	37
New Hampshire	230	0.40	212	2	251	20
New Jersey	1,566	2.72	1,441	11	1,707	133
New Mexico	362	0.63	333	3	395	31
New York	4,026	7.00	3,705	29	4,390	343
North Carolina	1,779	3.09	1,637	13	1,940	151
North Dakota	123	0.21	113	1	134	10
Northern Mariana Islands	NA	NA	NA	NA	NA	NA
Ohio	2,279	3.96	2,097	16	2,485	194
Oklahoma	660	1.15	608	5	720	56
Oregon	616	1.07	567	4	672	52
Pennsylvania	2,063	3.58	1,898	15	2,249	176
Puerto Rico	505	0.88	464	4	550	43
Rhode Island	143	0.25	132	1	156	12
South Carolina	1,010	1.75	929	7	1,101	86
South Dakota	119	0.21	109	1	129	10
Tennessee	1,278	2.22	1,176	9	1,393	109
Texas	4,901	8.52	4,509	35	5,344	417
Utah	331	0.58	305	2	361	28
Vermont	145	0.25	133	1	158	12
Virginia	1,404	2.44	1,292	10	1,531	120
Virgin Islands	NA	NA	NA	NA	NA	NA
Washington	1,028	1.79	946	7	1,121	88
West Virginia	405	0.70	373	3	442	34
Wisconsin	978	1.70	900	7	1,067	83
Wyoming	115	0.20	106	1	125	10
Total 1/	\$57,548	100.00 %	\$53,138	\$415	\$62,971	\$4,922

NA - Not Applicable.

Note: Incumbent local exchange revenues exclude SLC. Figures may not add due to rounding.

1/ Totals in the last four columns include revenues for locations not estimated.

Table 1.19
Information for Allocating CLEC Revenues: 2005
(Dollars in Millions)

	CLEC Lines Jun 05 1/	Allocation Percentage	Interstate End-User Revenues	Interstate Total Revenues	Intrastate End-User Revenues	Intrastate Total Revenues
Alabama	393,856	1.16 %	\$60	\$83	\$106	\$131
Alaska	NA	NA	NA	NA	NA	NA
American Samoa	NA	NA	NA	NA	NA	NA
Arizona	864,526	2.55	131	183	232	288
Arkansas	181,656	0.53	28	38	49	61
California	4,030,126	11.87	613	851	1,080	1,343
Colorado	496,728	1.46	75	105	133	166
Connecticut	316,131	0.93	48	67	85	105
Delaware	121,800	0.36	19	26	33	41
District of Columbia	222,977	0.66	34	47	60	74
Florida	1,744,981	5.14	265	369	468	581
Georgia	1,032,383	3.04	157	218	277	344
Guam	NA	NA	NA	NA	NA	NA
Hawaii	38,447	0.11	6	8	10	13
Idaho	77,018	0.23	12	16	21	26
Illinois	1,601,784	4.72	243	338	429	534
Indiana	493,450	1.45	75	104	132	164
Iowa	216,229	0.64	33	46	58	72
Kansas	362,494	1.07	55	77	97	121
Kentucky	302,425	0.89	46	64	81	101
Louisiana	459,748	1.35	70	97	123	153
Maine	168,895	0.50	26	36	45	56
Maryland	716,741	2.11	109	151	192	239
Massachusetts	1,089,068	3.21	166	230	292	363
Michigan	1,482,865	4.37	225	313	397	494
Minnesota	643,452	1.89	98	136	172	214
Mississippi	174,913	0.52	27	37	47	58
Missouri	451,936	1.33	69	95	121	151
Montana	43,205	0.13	7	9	12	14
Nebraska	228,138	0.67	35	48	61	76
Nevada	185,347	0.55	28	39	50	62
New Hampshire	217,847	0.64	33	46	58	73
New Jersey	1,389,235	4.09	211	293	372	463
New Mexico	75,643	0.22	11	16	20	25
New York	3,574,947	10.53	543	755	958	1,191
North Carolina	627,184	1.85	95	132	168	209
North Dakota	68,767	0.20	10	15	18	23
N. Mariana Islands	NA	NA	NA	NA	NA	NA
Ohio	981,363	2.89	149	207	263	327
Oklahoma	328,505	0.97	50	69	88	109
Oregon	260,065	0.77	40	55	70	87
Pennsylvania	1,877,661	5.53	285	397	503	626
Puerto Rico	*	0.49	25	35	45	56
Rhode Island	267,486	0.79	41	56	72	89
South Carolina	290,102	0.85	44	61	78	97
South Dakota	128,053	0.38	19	27	34	43
Tennessee	538,227	1.58	82	114	144	179
Texas	2,332,263	6.87	354	493	625	777
Utah	280,696	0.83	43	59	75	94
Vermont	60,569	0.18	9	13	16	20
Virginia	1,058,163	3.12	161	223	284	353
Virgin Islands	NA	NA	NA	NA	NA	NA
Washington	505,432	1.49	77	107	135	168
West Virginia	117,620	0.35	18	25	32	39
Wisconsin	644,787	1.90	98	136	173	215
Wyoming	30,425	0.09	5	6	8	10
Total 3/	33,975,336	100.00 %	\$5,189	\$7,210	\$9,135	\$11,358

NA - Not Applicable.

* Data withheld to maintain firms confidentiality. Allocation percentage based on Puerto Rico's personal income.

1/ Industry Analysis and Technology Division, Wireline Competition Bureau, *Local Telephone Competition* (January 2007).

2/ Totals in the last four columns include revenues for locations not estimated.

Table 1.20
Information for Allocating Mobile Wireless Revenues: 2005
(Dollars in Millions)

	Wireless Subscribers Jun 05 1/	Allocation Percentage	Intrastate End-User Revenues	Interstate End-User Revenues	Intrastate Total Revenues	Interstate Total Revenues
Alabama	2,843	1.48 %	\$1,147	\$342	\$1,225	\$358
Alaska	NA	NA	NA	NA	NA	NA
American Samoa	NA	NA	NA	NA	NA	NA
Arizona	3,547	1.85	1,431	426	1,528	447
Arkansas	1,681	0.88	678	202	724	212
California	24,598	12.84	9,926	2,958	10,595	3,098
Colorado	3,053	1.59	1,232	367	1,315	385
Connecticut	2,332	1.22	941	280	1,004	294
Delaware	711	0.37	287	85	306	90
District of Columbia	747	0.39	301	90	322	94
Florida	12,578	6.57	5,075	1,512	5,418	1,584
Georgia	6,023	3.14	2,430	724	2,594	759
Guam	NA	NA	NA	NA	NA	NA
Hawaii	935	0.49	377	112	403	118
Idaho	777	0.41	314	93	335	98
Illinois	8,575	4.48	3,460	1,031	3,694	1,080
Indiana	3,277	1.71	1,322	394	1,411	413
Iowa	1,594	0.83	643	192	686	201
Kansas	1,539	0.80	621	185	663	194
Kentucky	2,495	1.30	1,007	300	1,075	314
Louisiana	2,998	1.56	1,210	360	1,291	378
Maine	786	0.41	317	94	338	99
Maryland	4,178	2.18	1,686	502	1,799	526
Massachusetts	4,316	2.25	1,742	519	1,859	544
Michigan	6,239	3.26	2,517	750	2,687	786
Minnesota	3,124	1.63	1,261	376	1,346	393
Mississippi	1,628	0.85	657	196	701	205
Missouri	3,483	1.82	1,405	419	1,500	439
Montana	468	0.24	189	56	201	59
Nebraska	1,079	0.56	435	130	465	136
Nevada	1,606	0.84	648	193	692	202
New Hampshire	917	0.48	370	110	395	115
New Jersey	7,269	3.79	2,933	874	3,131	916
New Mexico	1,025	0.54	414	123	442	129
New York	11,901	6.21	4,802	1,431	5,126	1,499
North Carolina	5,496	2.87	2,218	661	2,367	692
North Dakota	389	0.20	157	47	167	49
N. Mariana Islands	NA	NA	NA	NA	NA	NA
Ohio	7,057	3.68	2,847	848	3,039	889
Oklahoma	2,001	1.04	807	241	862	252
Oregon	2,129	1.11	859	256	917	268
Pennsylvania	7,341	3.83	2,962	883	3,162	925
Puerto Rico	2,003	1.05	808	241	863	252
Rhode Island	654	0.34	264	79	282	82
South Carolina	2,593	1.35	1,046	312	1,117	327
South Dakota	435	0.23	176	52	187	55
Tennessee	3,791	1.98	1,530	456	1,633	477
Texas	14,403	7.52	5,812	1,732	6,204	1,814
Utah	1,416	0.74	571	170	610	178
Vermont	296	0.15	119	36	127	37
Virginia	4,900	2.56	1,977	589	2,111	617
Virgin Islands	NA	NA	NA	NA	NA	NA
Washington	3,995	2.09	1,612	480	1,721	503
West Virginia	821	0.43	331	99	354	103
Wisconsin	3,191	1.67	1,288	384	1,375	402
Wyoming	331	0.17	133	40	142	42
Total 2/	192,053	100.00 %	\$77,573	\$23,152	\$82,804	\$24,252

NA - Not Applicable.

* Data withheld to maintain firms confidentiality.

1/ Industry Analysis and Technology Division, Wireline Competition Bureau, *Local Telephone Competition* (January 2007).

2/ Totals in the last four columns include revenues for locations not estimated.

**Table 1.21
Information for Allocating Subscriber Line Charges' (SLCs) Revenues: 2005**

	Primary Residential Lines & Single Line Business 1/	Additional Residential Lines 2/	Business Multilines	Average Residential SLC 3/	Average Additional Line SLC	Average Business Multiline SLC	Revenues for Allocation (Millions)	Allocation Percentage	Interstate SLCs (Millions)
Alabama	1,377,717	79,421	449,748	\$6.50	\$6.79	\$7.30	\$153	1.62 %	\$186
Alaska	NA	NA	NA	NA	NA	NA	NA	NA	NA
American Samoa	NA	NA	NA	NA	NA	NA	NA	NA	NA
Arizona	1,370,607	161,757	726,356	6.33	6.36	6.56	174	1.83	211
Arkansas	711,513	40,051	352,940	5.66	5.25	6.54	79	0.83	95
California	6,922,377	2,348,972	6,365,335	4.93	5.02	5.23	950	10.04	1,153
Colorado	1,407,508	206,725	681,880	6.50	7.00	7.66	190	2.00	230
Connecticut	1,045,266	224,226	543,451	5.79	5.78	6.26	129	1.36	156
Delaware	277,389	33,765	136,552	6.44	6.44	6.44	35	0.37	42
Dist. of Columbia	177,737	30,612	491,702	3.85	3.85	3.85	32	0.34	39
Florida	5,918,463	675,210	2,294,085	6.50	6.76	7.43	721	7.61	874
Georgia	2,338,435	226,086	1,130,753	6.50	6.76	7.23	299	3.16	362
Guam	NA	NA	NA	NA	NA	NA	NA	NA	NA
Hawaii	390,718	54,521	194,728	6.50	7.00	8.10	54	0.57	65
Idaho	413,493	35,031	185,440	6.36	6.49	7.16	50	0.53	61
Illinois	3,256,757	425,734	2,075,702	4.81	4.82	5.20	342	3.61	415
Indiana	1,857,952	137,093	844,748	5.90	6.01	6.97	212	2.24	257
Iowa	859,824	51,391	347,872	5.42	5.34	6.40	86	0.91	104
Kansas	634,256	41,818	329,314	5.48	5.43	5.98	68	0.72	83
Kentucky	1,151,888	49,196	440,174	6.37	6.66	7.48	132	1.39	160
Louisiana	1,131,706	102,422	515,398	6.50	6.76	6.98	140	1.48	169
Maine	394,635	24,761	148,735	6.42	6.40	6.91	45	0.47	54
Maryland	1,683,871	234,879	1,024,735	5.67	5.67	5.68	200	2.12	243
Massachusetts	1,779,779	197,790	971,865	6.40	6.40	6.40	227	2.39	275
Michigan	2,411,977	188,422	1,428,926	5.56	5.59	5.99	276	2.92	335
Minnesota	1,431,895	102,747	613,670	5.39	5.25	6.25	145	1.53	176
Mississippi	729,776	41,411	288,870	6.50	6.76	6.94	84	0.89	102
Missouri	1,819,262	158,230	726,575	5.57	5.52	6.11	185	1.96	225
Montana	316,048	15,519	131,936	6.50	7.00	9.20	41	0.43	49
Nebraska	371,800	18,233	248,197	5.24	5.08	6.15	43	0.45	52
Nevada	750,304	87,209	355,246	4.46	4.43	5.29	67	0.71	82
New Hampshire	425,392	39,748	147,093	6.41	6.40	6.62	47	0.50	58
New Jersey	2,327,195	621,404	1,521,569	6.25	6.25	6.35	337	3.56	409
New Mexico	621,280	52,071	268,334	6.50	7.00	9.20	82	0.87	100
New York	4,210,586	598,753	2,583,300	6.34	6.36	6.69	574	6.06	696
North Carolina	2,716,242	208,094	1,008,019	6.27	6.41	7.23	308	3.25	373
North Dakota	148,308	4,208	73,507	6.50	7.00	8.60	20	0.21	24
N. Mariana Islands	NA	NA	NA	NA	NA	NA	NA	NA	NA
Ohio	3,237,028	239,234	1,392,397	5.66	5.68	6.25	341	3.60	413
Oklahoma	952,775	76,278	428,319	5.50	5.37	6.04	99	1.04	120
Oregon	1,068,365	90,793	364,865	6.50	6.87	7.81	125	1.32	152
Pennsylvania	3,997,749	454,802	1,522,594	5.99	5.98	6.65	441	4.66	535
Puerto Rico	793,756	0	217,239	6.25	0.00	9.20	84	0.88	101
Rhode Island	209,307	18,550	107,163	6.40	6.40	6.40	26	0.27	31
South Carolina	1,280,498	63,074	458,718	6.46	6.72	7.55	146	1.54	177
South Dakota	142,090	5,715	106,557	6.46	6.43	7.63	21	0.22	26
Tennessee	1,836,933	129,636	583,256	6.38	6.61	7.05	200	2.12	243
Texas	5,445,861	712,218	2,793,989	5.56	5.61	6.21	619	6.54	751
Utah	562,978	60,050	268,646	6.32	6.32	6.56	68	0.72	83
Vermont	228,633	16,326	92,605	6.42	6.40	6.85	26	0.28	32
Virginia	2,117,694	225,999	1,195,243	6.20	6.27	6.75	271	2.87	329
Virgin Islands	NA	NA	NA	NA	NA	NA	NA	NA	NA
Washington	1,877,742	212,216	757,030	6.07	6.17	6.99	216	2.28	262
West Virginia	640,711	21,656	162,401	6.50	7.00	8.46	68	0.72	83
Wisconsin	1,507,675	97,443	754,393	5.66	5.41	6.55	168	1.77	204
Wyoming	145,336	7,780	91,117	6.50	7.00	9.20	22	0.23	27
Total 3/	78,620,196	9,949,280	40,943,292	\$5.97	\$5.83	\$6.38	\$9,468	100.00 %	\$11,544

Note: Figures may not add due to rounding.

NA - Not Applicable.

1/ Excludes additional lines for residential customers of price-cap carriers.

2/ A staff estimate of additional lines for price-cap carriers.

3/ SLC for single line business is the same as for residential lines.

4/ Totals in the last column include revenues for locations not estimated.

Table 1.22
Information for Allocating Interstate Access Revenues: 2005
(Dollars in Millions)

	Gross Access Revenues for Allocation	SLCs	Revenues for Allocation	Allocation Percentage	Interstate End-User Revenues	Interstate Total Revenues
Alabama	\$472	\$186	\$286	1.38 %	\$83	\$290
Alaska	NA	NA	NA	NA	NA	NA
American Samoa	NA	NA	NA	NA	NA	NA
Arizona	569	211	359	1.73	104	364
Arkansas	283	95	188	0.91	54	191
California	3,446	1,153	2,293	11.08	662	2,327
Colorado	662	230	432	2.09	125	439
Connecticut	438	156	281	1.36	81	285
Delaware	121	42	79	0.38	23	80
District of Columbia	188	39	148	0.72	43	151
Florida	2,333	874	1,459	7.05	421	1,480
Georgia	1,191	362	828	4.00	239	841
Guam	NA	NA	NA	NA	NA	NA
Hawaii	149	65	84	0.41	24	85
Idaho	183	61	123	0.59	35	124
Illinois	1,097	415	682	3.30	197	692
Indiana	572	257	315	1.52	91	319
Iowa	305	104	201	0.97	58	204
Kansas	279	83	197	0.95	57	200
Kentucky	400	160	240	1.16	69	244
Louisiana	422	169	253	1.22	73	256
Maine	159	54	105	0.51	30	107
Maryland	699	243	456	2.21	132	463
Massachusetts	798	275	524	2.53	151	531
Michigan	784	335	449	2.17	130	456
Minnesota	544	176	368	1.78	106	373
Mississippi	263	102	161	0.78	46	163
Missouri	641	225	416	2.01	120	422
Montana	117	49	68	0.33	20	69
Nebraska	202	52	150	0.73	43	152
Nevada	243	82	161	0.78	47	164
New Hampshire	160	58	103	0.50	30	104
New Jersey	1,222	409	813	3.93	235	825
New Mexico	254	100	154	0.75	45	157
New York	2,099	696	1,404	6.78	405	1,424
North Carolina	978	373	604	2.92	174	613
North Dakota	85	24	61	0.30	18	62
N. Mariana Islands	NA	NA	NA	NA	NA	NA
Ohio	1,049	413	636	3.07	183	645
Oklahoma	367	120	247	1.19	71	251
Oregon	425	152	273	1.32	79	277
Pennsylvania	1,466	535	930	4.50	269	944
Puerto Rico	229	101	127	0.61	37	129
Rhode Island	86	31	54	0.26	16	55
South Carolina	452	177	275	1.33	79	279
South Dakota	79	26	53	0.26	15	54
Tennessee	601	243	358	1.73	103	363
Texas	2,180	751	1,428	6.90	412	1,449
Utah	258	83	175	0.85	51	178
Vermont	84	32	52	0.25	15	52
Virginia	1,015	329	686	3.31	198	696
Virgin Islands	NA	NA	NA	NA	NA	NA
Washington	750	262	488	2.36	141	496
West Virginia	204	83	121	0.59	35	123
Wisconsin	484	204	280	1.35	81	284
Wyoming	86	27	59	0.29	17	60
Total 1/	\$32,175	\$11,486	\$20,689	100.00 %	\$6,004	\$21,104

NA - Not Applicable.

Note: Includes switched and special access revenues and private line revenues. Figures may not add due to rounding.

1/ Totals in the last two columns include revenues for locations not estimated.

Table 1.23
Information for Allocating Intrastate Access Revenues: 2005
(Dollars in Millions)

	Revenues for Allocation	Allocation Percentage	Intrastate End-User Revenues	Intrastate Total Revenues
Alabama	\$78	1.16 %	\$0	\$77
Alaska	NA	NA	NA	NA
American Samoa	NA	NA	NA	NA
Arizona	105	1.56	0	103
Arkansas	67	1.00	0	66
California	1,169	17.42	0	1,153
Colorado	93	1.39	0	92
Connecticut	40	0.60	0	39
Delaware	5	0.07	0	5
District of Columbia	4	0.06	0	4
Florida	510	7.59	0	503
Georgia	117	1.74	0	115
Guam	NA	NA	NA	NA
Hawaii	28	0.42	0	28
Idaho	31	0.46	0	30
Illinois	202	3.01	0	199
Indiana	128	1.90	0	126
Iowa	106	1.59	0	105
Kansas	29	0.43	0	28
Kentucky	82	1.22	0	81
Louisiana	61	0.90	0	60
Maine	10	0.15	0	10
Maryland	88	1.31	0	87
Massachusetts	25	0.37	0	24
Michigan	268	3.99	0	264
Minnesota	87	1.29	0	86
Mississippi	29	0.43	0	28
Missouri	245	3.66	0	242
Montana	36	0.54	0	36
Nebraska	73	1.08	0	72
Nevada	20	0.30	0	20
New Hampshire	21	0.31	0	20
New Jersey	174	2.60	0	172
New Mexico	58	0.86	0	57
New York	355	5.30	0	351
North Carolina	170	2.54	0	168
North Dakota	22	0.32	0	21
Northern Mariana Islands	NA	NA	NA	NA
Ohio	291	4.33	0	287
Oklahoma	45	0.67	0	44
Oregon	70	1.04	0	69
Pennsylvania	307	4.58	0	303
Puerto Rico	32	0.47	0	31
Rhode Island	5	0.08	0	5
South Carolina	93	1.38	0	91
South Dakota	30	0.44	0	29
Tennessee	52	0.77	0	51
Texas	683	10.18	0	674
Utah	41	0.60	0	40
Vermont	8	0.11	0	8
Virginia	172	2.56	0	170
Virgin Islands	NA	NA	NA	NA
Washington	180	2.68	0	177
West Virginia	33	0.49	0	33
Wisconsin	127	1.89	0	125
Wyoming	12	0.17	0	12
Total 1/	\$6,712	100.00	\$0	\$6,643

NA - Not Applicable.

Note: Figures may not add due to rounding.

1/ Totals in the last two columns include revenues for locations not estimated.

Table 1.24
Information for Allocating LECs' Intrastate Toll: 2005
(Dollars in Millions)

	Reported Revenues by Large ILECs 1/	Intrastate Revenues 2/
Alabama	\$28	\$31
Alaska	NA	NA
American Samoa	NA	NA
Arizona	5	6
Arkansas	61	91
California	498	505
Colorado	7	7
Connecticut	145	146
Delaware	10	10
District of Columbia	0	0
Florida	149	152
Georgia	40	45
Guam	NA	NA
Hawaii	6	6
Idaho	3	4
Illinois	275	290
Indiana	72	75
Iowa	5	6
Kansas	14	17
Kentucky	15	17
Louisiana	22	24
Maine	36	44
Maryland	81	81
Massachusetts	207	208
Michigan	222	232
Minnesota	3	5
Mississippi	22	24
Missouri	24	26
Montana	1	2
Nebraska	4	6
Nevada	3	3
New Hampshire	33	36
New Jersey	256	256
New Mexico	3	4
New York	167	173
North Carolina	40	45
North Dakota	1	1
Northern Mariana Islands	NA	NA
Ohio	99	105
Oklahoma	33	41
Oregon	8	9
Pennsylvania	202	211
Puerto Rico	66	66
Rhode Island	12	12
South Carolina	24	34
South Dakota	1	2
Tennessee	39	45
Texas	210	228
Utah	5	5
Vermont	15	18
Virginia	74	76
Virgin Islands	NA	NA
Washington	32	33
West Virginia	21	26
Wisconsin	70	98
Wyoming	1	1
Total 3/	\$3,370	\$3,600

NA - Not Applicable.

Note: LEC is an abbreviation for local exchange carrier. Figures may not add due to rounding.

1/ Includes only carriers that file ARMIS Report 43-01.

2/ We assume that there is no carrier's carrier LEC toll. End-user LEC toll equals total LEC toll

3/ Totals in the last column include revenues for locations not estimated.

Table 1.25
Information for Allocating Non-LECs' Intrastate Toll: 2005
(Dollars in Millions)

	Access Minutes 1/ for Allocation	Access Minutes % of Nation	State Access Revenues % of Nation	Allocation Percentage 2/	End-User Revenues	Total Revenues
Alabama	3,020,175	1.55 %	1.16 %	1.46 %	\$157	\$209
Alaska	NA	NA	NA	NA	NA	NA
American Samoa	NA	NA	NA	NA	NA	NA
Arizona	1,561,598	0.80	1.56	0.99	107	143
Arkansas	1,387,410	0.71	1.00	0.79	85	113
California	32,041,870	16.49	17.42	16.72	1,810	2,402
Colorado	1,923,819	0.99	1.39	1.09	118	157
Connecticut	39,822	0.02	0.60	0.16	18	24
Delaware	321,227	0.17	0.07	0.14	15	20
District of Columbia	0	0.00	0.06	0.01	2	2
Florida	12,022,225	6.19	7.59	6.54	708	939
Georgia	4,279,645	2.20	1.74	2.09	226	300
Guam	NA	NA	NA	NA	NA	NA
Hawaii	339,338	0.17	0.42	0.24	26	34
Idaho	474,789	0.24	0.46	0.30	32	43
Illinois	4,895,607	2.52	3.01	2.64	286	379
Indiana	3,427,450	1.76	1.90	1.80	195	258
Iowa	1,673,985	0.86	1.59	1.04	113	150
Kansas	1,287,065	0.66	0.43	0.60	65	87
Kentucky	2,326,562	1.20	1.22	1.20	130	173
Louisiana	3,641,068	1.87	0.90	1.63	177	234
Maine	1,463,231	0.75	0.15	0.60	65	86
Maryland	4,492,032	2.31	1.31	2.06	223	296
Massachusetts	7,658,952	3.94	0.37	3.05	330	438
Michigan	4,664,426	2.40	3.99	2.80	303	402
Minnesota	2,188,192	1.13	1.29	1.17	126	168
Mississippi	2,578,272	1.33	0.43	1.10	119	158
Missouri	3,649,298	1.88	3.66	2.32	251	334
Montana	481,922	0.25	0.54	0.32	35	46
Nebraska	786,440	0.40	1.08	0.57	62	82
Nevada	515,030	0.26	0.30	0.27	30	39
New Hampshire	1,326,187	0.68	0.31	0.59	64	85
New Jersey	7,207,430	3.71	2.60	3.43	371	493
New Mexico	706,858	0.36	0.86	0.49	53	70
New York	18,437,373	9.49	5.30	8.44	913	1,212
North Carolina	4,906,158	2.52	2.54	2.53	274	363
North Dakota	326,175	0.17	0.32	0.21	22	30
N. Mariana Islands	NA	NA	NA	NA	NA	NA
Ohio	7,232,699	3.72	4.33	3.87	419	557
Oklahoma	1,549,332	0.80	0.67	0.76	83	110
Oregon	1,609,160	0.83	1.04	0.88	95	127
Pennsylvania	10,298,006	5.30	4.58	5.12	554	735
Puerto Rico	0	0.00	0.47	0.12	13	17
Rhode Island	841,730	0.43	0.08	0.34	37	49
South Carolina	2,473,009	1.27	1.38	1.30	141	187
South Dakota	284,268	0.15	0.44	0.22	24	32
Tennessee	3,220,078	1.66	0.77	1.44	155	206
Texas	14,608,898	7.52	10.18	8.18	886	1,176
Utah	955,304	0.49	0.60	0.52	56	75
Vermont	388,000	0.20	0.11	0.18	19	26
Virginia	7,090,786	3.65	2.56	3.38	366	485
Virgin Islands	NA	NA	NA	NA	NA	NA
Washington	3,751,472	1.93	2.68	2.12	229	304
West Virginia	1,288,234	0.66	0.49	0.62	67	89
Wisconsin	2,428,970	1.25	1.89	1.41	153	203
Wyoming	286,361	0.15	0.17	0.15	17	22
Total 3/	194,357,934	100.00 %	100.00 %	100.00 %	\$10,862	\$14,419

NA - Not Applicable.

Note: LEC is an abbreviation for local exchange carrier. Figures may not add due to rounding.

1/ Access minutes are in thousands and include both originating and terminating minutes.

2/ Allocation percentage is a function of both access minutes and access revenues.

3/ Totals in the last two columns include revenues for locations not estimated.

Table 1.26
Information for Allocating Interstate Toll: 2005
(Dollars in Millions)

	Access Minutes for Allocation 1/	Allocation Percentage	End-User Revenues	Total Revenues
Alabama	6,207,659	1.56 %	\$540	\$729
Alaska	NA	NA	NA	NA
American Samoa	NA	NA	NA	NA
Arizona	7,641,971	1.92	664	897
Arkansas	4,051,568	1.02	352	476
California	39,174,961	9.82	3,406	4,600
Colorado	7,688,254	1.93	668	903
Connecticut	7,700,937	1.93	670	904
Delaware	1,625,899	0.41	141	191
District of Columbia	2,149,087	0.54	187	252
Florida	29,664,188	7.44	2,579	3,483
Georgia	13,027,789	3.27	1,133	1,530
Guam	NA	NA	NA	NA
Hawaii	1,471,109	0.37	128	173
Idaho	2,360,787	0.59	205	277
Illinois	16,400,757	4.11	1,426	1,926
Indiana	8,053,522	2.02	700	946
Iowa	4,124,988	1.03	359	484
Kansas	3,796,088	0.95	330	446
Kentucky	5,078,948	1.27	442	596
Louisiana	5,339,272	1.34	464	627
Maine	1,989,405	0.50	173	234
Maryland	9,744,437	2.44	847	1,144
Massachusetts	8,884,613	2.23	773	1,043
Michigan	10,188,985	2.55	886	1,196
Minnesota	6,119,627	1.53	532	719
Mississippi	4,023,675	1.01	350	473
Missouri	8,258,832	2.07	718	970
Montana	1,731,220	0.43	151	203
Nebraska	2,192,138	0.55	191	257
Nevada	5,075,858	1.27	441	596
New Hampshire	2,316,043	0.58	201	272
New Jersey	14,430,104	3.62	1,255	1,695
New Mexico	2,980,295	0.75	259	350
New York	21,835,716	5.47	1,899	2,564
North Carolina	12,801,537	3.21	1,113	1,503
North Dakota	926,298	0.23	81	109
N. Mariana Islands	NA	NA	NA	NA
Ohio	13,522,513	3.39	1,176	1,588
Oklahoma	4,687,890	1.18	408	551
Oregon	5,177,008	1.30	450	608
Pennsylvania	16,207,625	4.06	1,409	1,903
Puerto Rico	3,346,352	0.84	291	393
Rhode Island	1,119,104	0.28	97	131
South Carolina	6,385,699	1.60	555	750
South Dakota	1,004,383	0.25	87	118
Tennessee	7,872,683	1.97	685	924
Texas	24,151,569	6.05	2,100	2,836
Utah	2,983,557	0.75	259	350
Vermont	1,355,292	0.34	118	159
Virginia	12,118,611	3.04	1,054	1,423
Virgin Islands	NA	NA	NA	NA
Washington	8,724,753	2.19	759	1,025
West Virginia	3,241,321	0.81	282	381
Wisconsin	6,890,587	1.73	599	809
Wyoming	1,077,119	0.27	94	126
Total 2/	398,922,632	100.00 %	\$34,867	\$47,090

NA - Not Applicable.

Note: Figures may not add due to rounding.

1/ Access minutes are in thousands and include both originating and terminating minute.

2/ Totals in the last two columns include revenues for locations not estimated.