

COMMUNICATIONS ADVISORY COUNSEL LLC

5151 Wisconsin Avenue N.W.

Suite 311

Washington, D.C. 20016

Tel. 202-333-5273
Fax 202-318.3213

Sylvia Lesse
sylvia@Independent-Tel.com

REDACTED - FOR PUBLIC INSPECTION

April 23, 2018

VIA ECFS

Marlene H. Dortch, Secretary
Federal Communications Commission
Office of the Secretary
445 12th Street, S.W.
Washington, DC 20554

Re: WC Docket No. 18-94

Domestic Section 214 Application Filed for the Transfer of Control of Ellerbe Telephone Company, Inc. ("Ellerbe") to RiverStreet Management Services, LLC ("RiverStreet") (the "Ellerbe Application") (Ellerbe and RiverStreet collectively, the "Parties")

Notice of Ex Parte Meeting

Dear Madam Secretary:

On April 19, 2018, Madeleine Findley, Daniel Kahn, Suzanne Yelen, Jodi May Donovan, Dennis Johnson, and Joseph Sorresso of the Wireline Competition Bureau ("WCB") met with RiverStreet's Eric Cramer and its counsel, Daniel Higgins of Burns, Day & Presnell, PA and Sylvia Lesse, Communications Advisory Counsel, LLC. Messrs. Sorresso, Cramer, Higgins attended telephonically. The purpose of the meeting was to provide Commission additional information to assist the staff's consideration of the Ellerbe Application and other related matters.¹

¹ The meeting was requested in the context of another proceeding currently pending before the WCB: WC Docket No. 17-365, Domestic Section 214 Application Filed for the Transfer of Control of Peoples Mutual Telephone Company and Peoples Mutual Long Distance Company (collectively, "Peoples") to RiverStreet Management Services, LLC ("RiverStreet") (the "Peoples Application"). Peoples' representatives, Michael Shultz and Garrett Van Osdell and its counsel, Brett Ferencak of Morgan, Lewis & Bockius LLP, were also present at the meeting, with Messrs. Shultz and Van Osdell attending telephonically. RiverStreet's parent, Wilkes Telephone Membership Corporation ("WTMC"), is an applicant in a third proceeding currently pending before the WCB: WC Docket No. 18-95, Domestic Section 214 Application Filed for the Transfer of Control of Tri-County Membership Corporation to Wilkes Telephone Membership Corporation ("Tri-County Application"). The discussion of the Ellerbe Application also included information related to these dockets and, accordingly, notice of this meeting is being filed in all three proceedings.

RiverStreet expressed its appreciation for the opportunity to explain aspects of the Ellerbe Application. At the outset, to clarify RiverStreet's post-acquisition corporate structure, RiverStreet representatives explained the relationship among current and proposed operating companies, and provided a color-coded version of the RiverStreet post-acquisition organizational chart to staff after the meeting. A copy of this document is attached hereto.

In addition, RiverStreet confirmed that upon grant of all pending applications (*see supra n. 1*), all currently-operating RiverStreet-affiliated ILECs, as well as the ILECs to be acquired in the pending Ellerbe and Tri-County transactions, are rate-of-return companies, with only Peoples Mutual Telephone Company, while treated as a rate-of-return company for access charge purposes, being treated as a price cap company for Connect America Fund ("CAF") purposes.

RiverStreet also elaborated upon its expectation that post-purchase management integration will result in the allocation of relatively steady costs over a larger customer base, likely reducing, rather than increasing, the operational expenses attributable to its rate-of-return companies. Because the calculation of overhead for all companies is conducted at the parent level (WTMC) counting each customer of both regulated and deregulated services equally, the increase in customers necessarily reduces per-customer allocations. To provide Commission staff with greater detail, RiverStreet attaches hereto a redacted version of pertinent sensitive commercial and financial material that RiverStreet holds in strict confidence and does not release to any element of the public, requesting that this information be afforded the full measure of confidential treatment provided by law.

Noting the overall decrease in federal support generally, RiverStreet emphasized that the contemplated expansions in operations are part of a plan to ensure the continuing health of all current and prospective operations, independent of federal support, by ensuring robust and predictable cash flow – bolstered by completion of the contemplated transactions. Moreover, RiverStreet's initiation of the upgrades and improvements necessary to implement this strategy is jeopardized by a prolonged Application approval process. In short, delay in the approval process has the potential to affect current and projected future RiverStreet operations.

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The Parties invite staff to contact the undersigned with any questions regarding this filing, or other questions that might arise with respect to the Application.

Respectfully submitted,

/s/ Sylvia Lesse
Sylvia Lesse

Counsel for RiverStreet

cc: (via email)

Madeleine Findley (WCB)
Daniel Kahn (WCB)
Suzanne Yelen (WCB)
Jodie May Donovan (WCB)
Dennis Johnson (WCB)
Joseph Sorresso (WCB)
Eric Cramer
Daniel Higgins
Michael Shultz
Garrett Van Osdell
Brett P. Ferencak
Thomas "Terry" Crumpler

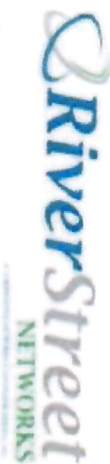
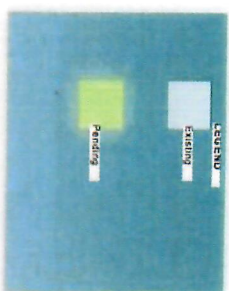
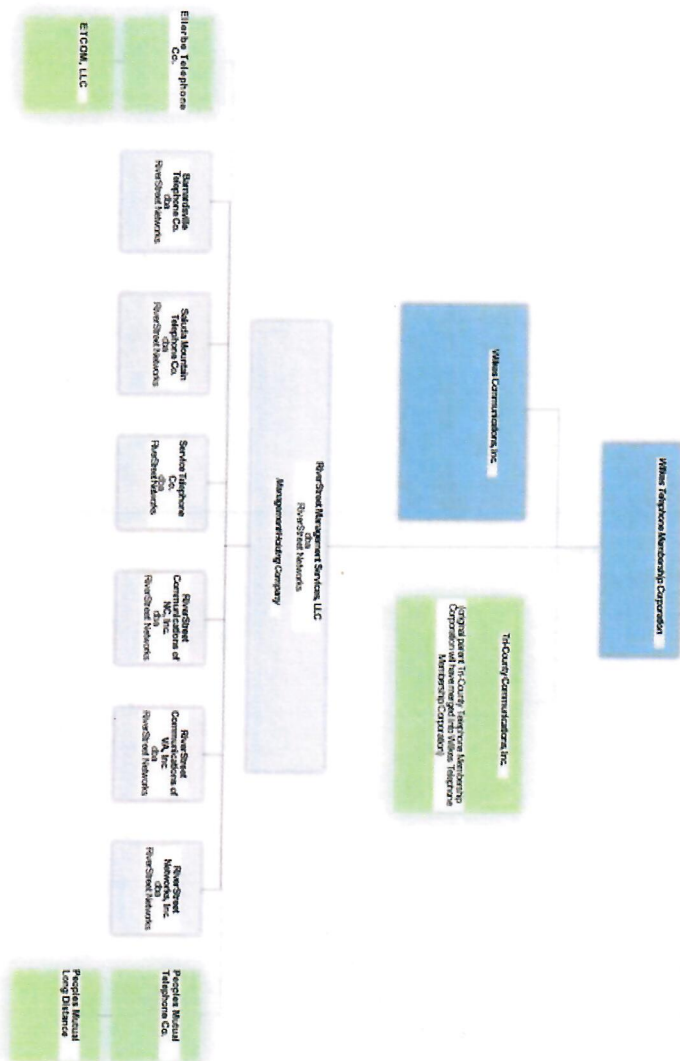


Exhibit B-2
Post-Transaction Ownership



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Suite 311

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April 23, 2018

Redacted Version Filed Via ECFS

Marlene H. Dortch
Secretary
Federal Communications Commission
445 12th Street, SW
Washington, DC 20554

Re: **WC Docket No. 17-365**

Domestic Section 214 Application Filed for the Transfer of Control of Peoples Mutual Telephone Company and Peoples Mutual Long Distance Company to RiverStreet Management Services, LLC

WC Docket No. 18-94

Section 214 Application Filed for the Transfer of Control of Ellerbe Telephone Company, Inc. to RiverStreet Management Services, LLC

WC Docket No. 18-95

Section 214 Application Filed for the Transfer of Control of Tri-County Telephone Membership Corporation to Wilkes Telephone Membership Corporation

Request for Confidential Treatment Pursuant to 47 C.F.R. § 0.459

Dear Madam Secretary:

RiverStreet Management Services, LLC ("RiverStreet") and its parent, Wilkes Telephone Member Corporation ("WTMC") (collectively, the "Wilkes Companies") are submitting herewith sensitive financial information in support of the referenced proceedings. Accordingly, the Wilkes Companies request that the redacted portions of its submission, highlighted in this unredacted version and indicated by strikeouts in the redacted version, be granted confidential treatment pursuant to Section 0.459 of the Commission's Rules, 47 C.F.R. § 0.459, and pursuant to 5 U.S.C. § 552(b)(4). Specifically, the Wilkes Companies requests that the attached

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information be withheld from public disclosure to avoid competitive harm and maintain the confidentiality of sensitive company information.

The telecommunications industry is extraordinarily competitive. The services provided by the Wilkes Companies cut across industry segments, including voice, broadband, and video services. Voice and data services are available from a number of sources, and competition is keen in areas served by the Wilkes Companies and the three companies that the Wilkes Companies contemplates acquiring. The financial and operational information provided to herewith will assist Commission staff in reaching the decision that prompt grant of the referenced applications is in the public interest. However, this information is highly confidential, detailing operational business arrangements that can provide competitors with a virtual diagram of current company service strategies and, furthermore, allow derivation of the company's plans for future service provision. This information is held in strict confidence and is not customarily disclosed to the public or made available generally. Accordingly, confidential treatment should be granted.

The Wilkes Companies' request is consistent with the requirements of Section 0.459(b) of the Commission's Rules. Specifically, the Wilkes Companies demonstrates the following:

(1) Identification of the specific information for which confidential treatment is sought:

The Wilkes Companies specify that all dollar amounts and percentages in the attached pages constitute commercially sensitive information. The unredacted version bears the legend, "Confidential Information" on each page.

(2) Identification of the Commission proceeding in which the information was submitted or a description of the circumstances giving rise to the submission:

The specific information for which confidential treatment is submitted in the referenced proceedings.

(3) Explanation of the degree to which the information is commercial or financial, or contains a trade secret or is privileged;

As noted above, the Wilkes Companies operate in a highly competitive environment. The narrowly-defined information to be protected constitutes highly confidential commercial and financial information, the disclosure of which would cause competitive harm. In addition, disclosure of such information would likely impair the government's ability to obtain similar necessary information in the future. These two criteria are recognized as justifying the protection of confidential information. *See, e.g., Nat'l Parks and Conservation Ass'n v. Morton*, 498 F.2d 764 (D.C.Cir.1974).

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(4) Explanation of the degree to which the information concerns a service that is subject to competition:

Telecommunications services are provided in vigorously competitive markets.

(5) Explanation of how disclosure of the information could result in substantial competitive harm:

In highly competitive markets, such as telecommunications, competitors must react quickly to market forces. But because telecommunications is a capital-intensive industry, construction requirements introduce a substantial lag between identification of potential markets and service to those markets. In addition, information detailing costs and revenues associated with current and projected services can lead to "cherry-picking" via lease of facilities or deployment of less capital-intensive technologies, thus rendering sunk investment less productive, and undermining planning for and maintaining market position. Release of this information would, therefore, provide an unfair advantage to competitors.

(6) Identification of any measures taken by the submitting party to prevent unauthorized disclosure:

The Wilkes Companies do not release the subject information to the public. The Wilkes Companies utilize standard methods to protect this information from release or publication. In addition, access to this information within the Wilkes Companies is restricted to personnel with a need for such access.

(7) Identification of whether the information is available to the public and the extent of any previous disclosure of the information to third parties:

The information is not made available to the public and is not disclosed to third parties, except under confidentiality agreements or to confidential advisors, or pursuant to law under a request for confidential treatment.

(8) Justification of the period during which the submitting party asserts that material should not be available for public disclosure:

The Wilkes Companies requests that the information be afforded confidential treatment indefinitely. Such treatment is warranted due to the highly confidential nature of the information and its potential to give a rival an unfair advantage in a highly competitive market.

For the foregoing reasons, the Wilkes Companies request that the designated portion of the attached documents be treated as confidential under the Commission's Rules and shielded from public inspection. Furthermore, the Wilkes Companies requests that distribution within the Commission be limited to a "need to know" basis.

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In the event that access to this information is requested, the Wilkes Companies request immediate notification to allow it to register opposition, or to take such other steps as may be necessary to protect its interests.

Thank you for your attention to this matter. Should you or any member of the Commission Staff have any questions or comments, please do not hesitate to contact us at your convenience.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Sylvia Lesse". The signature is fluid and cursive, with the first name "Sylvia" and last name "Lesse" clearly distinguishable.

Sylvia Lesse
Counsel for the Wilkes Companies

Wilkes Telephone Membership Corporation & Subsidiaries
Total Interstate Access Revenue Projections

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[illegible]

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Barracuda Telephony Company		2016-2020 Forecast Comparison											
Line 9		Revenue Requirement @ Historical Price Down Levels											
		Comparison Data											
		Source											
		2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027
1	Center Common Line (CLR MS Total)												
2	Center Common Line (CLR MS Down Only Level)												
3	ICC Interoffice Settlement												
4	ICC Interoffice Settlement												
5	Total Outgoing Access												
6	Special Access												
7	Wireless Standard Internet Service (Public-Data WIR Level)												
8	Wireless Standard Internet Service (Public-Data WIR Transport)												
9	Wireless Broadband Internet Service (Data Only WIR Transport)												
10	Total Identified Revenue Requirement												
11	ICC Support												
12	ICC Support Cost												
13	Total												

**Selma Mountain Telephone Company
2016-2022 Forensic Comparison**

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[illegible]

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Like 6: Reversing Requirements? Graduate Plans Don't

Source

2036

2017

2030

6702

0707

NOTES

1

1

[illegible]

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Service Telephone Company 2016-2026 Forensic Comparison Revenue Requirement @ Audited Prior Periods		Completion Date												Source	
Line 9		Completion Date												Source	
1. Carrier Common Line (CAF BIS Valid)		2016												2017	
2. Carrier Common Line (CAF BIS Data Only Loop)		2018												2019	
3. ICC Interests Settlement		2020												2021	
4. ICC Interests Settlement		2022												2023	
5. Total Switched Access		2024												2025	
6. Special Access		2026												2027	
7. Wholesale Broadband Internet Service (Video Data Only Loop)		2028													
8. Wholesale Broadband Internet Service (Video Data Only Transport)															
9. Wholesale Broadband Internet Service (Data Only WTT Transport)															
10. Total Interstate Revenue Requirement															
11. HCL Support															
12. Total Budget Control															
13. Total															

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Peoples Mutual Telephone Company
2016-2028 Projections

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	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
CA-ICC													
Special Access													
Total Interstate Access Revenues													
CACM													

*DSL is offered on a private carriage basis and thus excluded from projections

*CACM replaces Common Line revenue requirement

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[illegible]

Tr-County Telephone Membership Corporation
QAD Interstate Revenue Requirement Development Summary
2016-2023 Analysis

Directed for
Public Inspection

[illegible]