WINSTREAM NEBRASKA, INC.

NUSF-99 PRICE CAP APPLICATION - Crete EXCHANGE FW West RL11

Checklist Item No. 1:

A description of the proposed broadband project including download/upload speed capabilities which can be provided and a description of the proposed network infrastructure to be deployed. Minimum speed standards should be 4 mbps download and 1 mbps upload.

Windstream's Response:

Windstream submits the following project for the Commission's consideration of NUSF-99 broadband funding, to be constructed upon funding approval, using funding available from the 2018 funding allocation.

• Fixed Wireless to serve the Western area of the Crete, NE ILEC Exchange (Partial funding requested)

The Central Office for Crete is currently connected with interoffice fiber facilities. Customers within reach of the office are qualified for 4Mbps down / 1Mbps upload broadband or better, depending on the copper loop length from the equipment. This project intends to address those customers in the Western area of the exchange that have exceptionally long loop lengths and therefore are not broadband qualified by providing a Fixed Wireless solution.

- The project will place one remote Base Station located approximately 4.5 miles west of the Central Office.
- The Crete remote Base Station will provide the broadband connection to the customers, and have fiber backhaul to the Crete Central Office.

These network upgrades will enable a network capable of <u>minimum</u> speeds of 10Mbps download and 1Mbps upload for all impacted customers and depending upon the distance from the remote Base Station, the majority of customers will have speeds of 25Mbps and up to 100Mbps available.

Windstream projects the total deployment costs for this project is \$126,494, and Windstream is requesting Nebraska Universal Service Funding of \$60,961, the difference between the total project costs and the requested funding is because Windstream is not seeking funding for the areas funded by the FCC's Connect America Fund Phase 2 program, have a wireline competitor or Windstream offers 10Mbps broadband. Windstream is requesting that the funding for this project be applied against the remaining 2018 funds allotted to Windstream.

Sensitivity: Internal

Checklist Item No. 2:

A list in Excel Format of all the census blocks where broadband facilities would be deployed for the proposed project, which shall include 2010 Census Block identification number of service area, by project.

Windstream's Response:

See Attached Checklist Item #2.

Checklist Item No. 3:

An estimate of the number of potential new broadband subscribers for each project.

Windstream's Response:

See Attached Checklist Item #3

Checklist Item No. 4:

An estimated schedule for broadband deployment.

Windstream Response:

Upon approval of the application, the deployment schedule will be as indicated in the Attached Checklist Item #4 with the caveat that given the time of year, construction may be delayed due to weather conditions.

Checklist Item No. 5:

A proposed budget, showing total project costs, in electronic format, with a detailed breakdown of the cost elements and a depreciation schedule showing the life of the investment.

Windstream Response:

Please see Attached Checklist Item #5 which shows the proposed budget and the depreciation schedule showing the life of investment for the major plant categories associated with this project.

Checklist Item No. 6:

Proposed retail pricing, including both monthly recurring costs and nonrecurring costs for the new broadband service(s) to be offered. At a minimum the pricing should reflect the stand alone price for the speeds to be offered to the customer.

Windstream Response:

Crete Exchange FW West RL11

Attached Checklist Item #6 provides a listing of the retail pricing for the broadband services Windstream will be offering in the proposed service areas. This price list is consistent with Windstream pricing for similar services in other Nebraska exchanges.

Checklist Item No. 7:

The company's commitment to offer broadband services to all households within the service area of the project for a minimum of five (5) years.

Windstream Response:

If approved for funding, Windstream commits to offer broadband service to all households within the service area of the project for a minimum of five (5) years.

Checklist Item No. 8:

An affidavit from the company attesting 1) (a) that the area of the proposed project is a CAF II eligible area and have not refused CAF II funding, or (b) that the area of the proposed project is ineligible for CAF II funding. 2) That the company has done its due diligence to verify that comparable broadband does not already exist in the area of the proposed project. 3) The truth and accuracy of all information included in the project filing.

Windstream Response:

The Affidavit of Brad Brannon is provided in Attached Checklist Item #8.

CHECK LIST #2 CENSUS BLOCKS - Crete Exchange FW West RL11

Criterla for Determing NUSF Eligibility for Census Blocks In Priority Order for Projects Using Fixed Wireless Technology: 1) If Census Block is CAF 2 - Not Eligibile 2) If Census Block has Wireline Competitor with at least 10/1 broadband - Not Eligible 3) If Census Block Wireline Competitor is a Neighboring ILEC Sharing Service in the Census Block - Eligible 4) If Census Block has a Fixed Wireless Competitor with at least 10/1 Broadband but Does Not Provide Voice - Eligible 5) If Census Block has a Fixed Wireless Competitor that receives federal USF - Eligible 6) If proposal is for a wireline solution, then Fixed Wireless census blocks are counted - Eligible

Sensitivity: Internal

| | CAF 2 and Form 477 | Is Wireline Competitor a | Does Fixed Wireless Competitor Qualify as | | Summar | |
|-----------------|--------------------|--------------------------|--|-----------------|----------------------|--|
| Census Blocks | Status | Neighboring ILEC? | Competitor? * | NUSF Eligiblity | | |
| 311519606001133 | CAF | NA | N | CAF2 | CAF2 | |
| 311519606001136 | CAF | NA | N | CAF2 | NE BB Eligible | |
| 31151960600113B | CAF | NA | N | CAF2 | Competition - FW | |
| 311519606001146 | CAF | NA | N | CAF2 | Competition - Othe | |
| 311519606001147 | CAF | NA | N | CAF2 | WIN Only | |
| 311519606001148 | CAF | NA | N | CAF2 | Total | |
| 311519606001150 | CAF | NA | N | CAF2 | | |
| 311519606001151 | CAF | NA | N | CAF2 | Eligible for Funding | |
| 311519606001153 | CAF | NA | N | CAF2 | | |
| 311519606001156 | CAF | NA | N | CAF2 | | |
| 311519606001157 | CAF | NA | N | CAF2 | | |
| 311519606001165 | CAF | NA | N | CAF2 | | |
| 311519606001166 | CAF | NA | N | CAF2 | | |
| 311519606001167 | CAF | NA | N | CAF2 | | |
| 311519606001168 | CAF | NA | N | CAF2 | | |
| 311519606001173 | CAF | NA | N | CAF2 | | |
| 311519606001179 | CAF | NA | N | CAF2 | | |
| 311519606001180 | CAF | NA | N | CAF2 | | |
| 311519607001022 | CAF | NA | N | CAF2 | | |
| 311519607001098 | CAF | NA | N | CAF2 | | |
| 311519607001099 | CAF | NA | · N | CAF2 | | |
| 311519607001100 | CAF | NA | N | CAF2 | | |
| 311519607001102 | CAF | NA | N | CAF2 | | |
| 311519607001104 | CAF | NA | N | CAF2 | | |
| 311519607001105 | CAF | NA | N | CAF2 | | |
| 311519607001210 | CAF | NA | N | CAF2 | 2 | |
| 311519607001217 | CAF | NA | N | CAF2 | | |
| 311519607001220 | WIN Only | No Wireline Competitor | N | WIN Only | | |
| 311519607001223 | CAF | NA | N | CAF2 | | |
| 311519607001226 | CAF | NA | N | CAF2 | | |
| 311519607001227 | CAF | NA | N | CAF2 | | |
| 31151960700122B | CAF | NA | N | CAFZ | | |
| 311519607001230 | CAF | NA | N | CAF2 | | |
| 311519607001233 | CAF | NA | - N | CAF2 | | |
| 311519608001002 | CAF | NA | N | CAF2 | | |
| 311519608001004 | CAF | NA | И | CAF2 | | |
| 311519608001007 | CAF | NA | N | CAF2 | | |
| 311519608001008 | CAF | NA | N | CAF2 | | |
| 311519608001133 | CAF | NA | N | CAF2 | | |
| 311519609001024 | CAF | NA | N | CAF2 | | |
| 311519606001130 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001132 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001149 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001152 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001155 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001161 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001162 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001163 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001174 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001185 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001205 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001206 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519606001209 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519607001023 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519607001032 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519607001101 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519607001103 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519607001218 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |
| 311519607001219 | Competition - FW | No Wireline Competitor | N | NE BB Eligible | | |

| Summary | # Census Blocks | % |
|----------------------|-----------------|------|
| CAF2 | 39 | 47% |
| NE BB Eligible | 40 | 48% |
| Competition - FW | ÷ | 0% |
| Competition - Other | 2 | 2% |
| WIN Only | 2 | 2% |
| Total | 83 | 100% |
| Eligible for Funding | 40 | 48% |

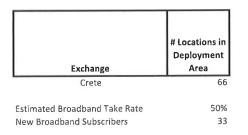
| 311519607001224 | Competition - FW | No Wirellne Competitor | N | NE BB Eligible |
|-----------------|---------------------|------------------------|---|---------------------|
| 311519607001225 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519607001229 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519607001231 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519607001232 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519607001234 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519607001238 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519607001240 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519607001241 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519608001000 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519608001001 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519608001003 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519608001005 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519608001131 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519608001132 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519606001021 | Competition - Other | N | N | Competition - Other |
| 311519606001129 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519606001131 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519606001134 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519606001154 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519606001158 | Competition - Other | N | N | Competition - Other |
| 311519606001164 | WIN Only | No Wireline Competitor | N | WIN Only |
| 311519607001221 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| 311519607001222 | Competition - FW | No Wireline Competitor | N | NE BB Eligible |
| | | | | |

Footnote:

Sensitivity: Internal

* All of the fixed wireless providers that reflect service in these census blocks per the FCC Form 477 data do not qualify as a competitor for NUSF eligibility purposes. The fixed wireless providers either do not provide voice service, do not provide broadband speeds greater than or equal to 10/1 or receive Federal USF support.

Check List #3 Subscribers - Crete Exchange FW West RL11



50% Take Rate assumption is likely low since broadband is generally not available due to long loop lengths

Checklist Item #4 Estimated Schedule – Crete Exchange FW West RL11

Proposed Schedule:

| Engineering design & approval | 30 Calendar Days |
|---|-------------------------|
| Site Acquisition, permitting & material acquisition | 90 to 120 Calendar Days |
| Equipment deployment, testing, and turn-up | 30 Calendar Days |
| Notes: | |

If multiple sites are involved, work activities will be conducted concurrently, so that total time for the project is 150 to 180 days

Schedule is subject to seasonal limitations regarding when construction can commence or be completed.

Check List #5 Budget & Depreciation - Crete Exchange FW West RL11

Budget

Remote Sites

| tem | Labor | Material | Item Total | Quantity | Mat Total | Grand Total | Notes |
|--------------------------|-------------|------------|------------|----------|-----------|---------------|---|
| Site Survey | \$1,065 | \$0 | \$1,065 | | | | |
| Fiber Buildout | 0 | 0 | 0 | C | \$0 | \$0 | |
| Desktop Planning | \$18 | \$0 | \$18 | 91 | \$0 | \$1,638 | |
| Site Engineering | \$3,600 | \$0 | \$3,600 | 1 | \$0 | \$3,600 | |
| lite Acquisition | \$10,183 | \$0 | \$10,183 | 1 | \$0 | \$10,183 | |
| ower Make Ready | \$7,995 | \$0 | \$7,995 | 1 | \$0 | \$7,995 | |
| L10' AGL Wood Pole | \$0 | \$27,354 | \$27,354 | 1 | \$27,354 | \$27,354 | |
| Base Station | \$4,433 | \$5,513 | \$9,946 | 4 | \$22,054 | \$39,784 | 5 GHz PtMP radio |
| PtP Radio | \$7,125 | \$8,825 | \$15,950 | 0 | \$0 | \$0 | Assuming 18 GHz radio - Link Budget Calculation pending |
| Site Work | \$5,000 | \$12,600 | \$17,600 | 1 | \$12,600 | \$17,600 | Placeholder for fiber + electricity work + pole mounted cabinet |
| Cabinet/PoE Switch | \$0 | \$13,500 | \$13,500 | 1 | \$13,500 | \$13,500 | Pole-mounted |
| Total | | | | | \$75,508 | \$122,718 | |
| | | | | | | | |
| fax (| \$75,508 | 5.00% | | | | \$3,775 | |
| | | | | | | | |
| Grand Total | | | | | | \$126,494 | |
| | | | | | | | |
| Excluded | | | | | | | |
| ROW | | 2 | | | | \$0 | |
| DC | \$75,508 | 5.00% | | | | \$3,775 | |
| | | | | | | | |
| | | | | | | | |
| Total Project Costs | | | | | | \$126,494 | |
| % of Eligible Census Blo | cks from Ch | ecklist #2 | | | | 48% | |
| Requested Funding Am | ount | | | | | \$60,961 | |
| | | | | | | | |
| Depreciation Lives | | | | | | Life in Years | |
| Fixed Wireless Assets | | | 35 | | | 45 | |
| Poles | | | | | | 33 | |
| | | | | | | | |

Check List #6 Pricing - Crete Exchange FW West RL11

| Speed | Standard Price | Current Promo | Net Price |
|------------|-------------------|--------------------------|-----------|
| Jp to 25Mb | \$45 | \$9 off for 12 months | \$36 |
| 50Mb | \$45 | \$9 off for 12 months | \$36 |
| 100Mb | \$45 | \$9 off for 12 months | \$36 |

| Price for Internet + Bundle Phone Adder | | | | |
|---|-------------------|--------------------------|-----------|--|
| Speed | Standard Price | Current Promo | Net Price | |
| Up to 25Mb | \$65 | \$9 off for 12 months | \$56 | |
| 50Mb | \$65 | \$9 off for 12 months | \$56 | |
| 100Mb | \$65 | \$9 off for 12 months | \$56 | |

\$50 Activation Fee and Free Professional Installation

ist #8

AFFIDAVIT OF BRAD BRANNON

I, Brad Brannon, being first duly sworn upon oath, state as follows:

- 1. I am currently employed by Windstream as the <u>Vice President Consumer & Small Business</u> <u>Business Intelligence</u>. In that capacity, I am personally familiar with the company's network structure in Nebraska.
- 2. I have reviewed the foregoing project filing and certify that (a) the areas of the proposed project are CAF II eligible areas and have not refused CAF II funding, or the areas of the proposed project are ineligible for CAF II funding; (b) Windstream has done its due diligence to verify that comparable broadband does not already exist in the areas of the proposed project that we are requesting funding; and (c) all information included in the project filing is true and accurate to the best of my knowledge and belief.

Brad Brannon

ACKNOWLEDGMENT

STATE OF ARKANSAS

:55

)

COUNTY OF PULASKI

Subscribed, sworn to and acknowledged before me on this 22 day of 201, 201

filic Aris

Notary Public

