

CLEAR LAKE INDEPENDENT
TELEPHONE COMPANY
107 North 4th Street
P.O. Box 66
Clear Lake, Iowa 50428

May 11, 2016

VIA EFS

Executive Secretary
Iowa Utilities Board
1375 E. Court Avenue, Room 69
Des Moines, IA 50319-0069

Enclosed are rate changes for Clear Lake Independent Telephone Company.

This filing involves a rate increase for residence and business customers local service rates.

A copy of the letter that was mailed to customers is attached. The effective date of this change is June 1, 2016. This filing is for the Board's information.

Should you have any questions or need additional information regarding these changes, please contact Burnie Snoddy of Kiesling Associates at 223-0159 or bsnoddy@kiesling.com.

Sincerely

/s/ Tom Lovell
General Manager

Enclosure

Dear Customer,

This notice is to inform you of a \$2 increase effective June 1, 2016, in our local telephone rates to comply with the Federal Communication Commission's order that rural telephone companies charge a minimum basic rate.

The minimum basic rate requirement is part of an effort by the FCC to shift dollars from rural telephone companies nationwide (all of Iowa is considered "rural" by the FCC) that already have advanced broadband services like Clear Lake and Ventura over to larger companies which haven't yet provided broadband services to their rural customers.

To comply with another FCC mandate on inter-carrier compensation, the monthly Access Recovery Charge will increase by \$.50 per line effective June 1, 2016.

Your phone service will continue to provide the most reliable communications service and access to 911, backed by local customer service.

We appreciate you as a customer and look forward to continuing to serve you.