RURAL TELCOM SOLUTIONS, LLC. 810 DAN ARK CIRCLE PO BOX 608 DANVILLE, AR 72833

LARRY FRAZIER - MANAGER

479-495-5881

MEMORANDUM

NOVEMBER 25, 2013

TO: ALL TELECOMMUNICATIONS CARRIERS OFFERING INTRASTATE SERVICES IN THE STATE OF ARKANSAS

RE: THE ARKANSAS HIGH COST FUND ASSESSMENT RATE REMAINS AT 4.2%

We wish to inform you that the Arkansas High Cost Fund (ARHCF) assessment rate for all telecommunications carriers with intrastate operations in the State of Arkansas will remain at 4.2% (or 0.0420) for calendar year 2014. This determination is based on the reported and projected level of revenue subject to assessments reported to the Administrator. The 4.2% assessment rate will be effective with the submission of the ARHCF revenue reporting worksheets and assessments remittances for the month of January 2014 (reported in February 2014), and for all reporting periods thereafter. This ARHCF assessment factor also affects those carriers that report on a quarterly schedule or on an annual schedule.

Note that late Payment Charges of 2% or \$50 per month (whichever is greater) will continue to appear on the YTD statements for those carriers who fail to submit worksheets and/or assessments by the due dates.

Please address any inquiries that you may have to the ARHCF Administrator.

Sincerely,

Larry Frazier Rural Telcom Solutions, LLC

Administrator – Arkansas High Cost Fund