

The introductory language of 3 AAC 47.060 is amended to read:

3 AAC 47.060. Annual reporting requirements. On or before April 30 of each year [WITHIN 30 DAYS AFTER THE FILING WITH THE COMMISSION OF THE ANNUAL REPORT REQUIRED BY AS 42.05.451(b) AND AS 42.06.430(7)], a regulated utility or pipeline carrier shall file with the commission, in accordance with 3 AAC 48.095, on a form provided by the commission, a report containing

. . .

(Eff. 10/21/92, Register 124; readopt 12/1/95, Register 136; am 11/6/2016, Register 220; am ____/____/____, Register ____)

Authority:	AS 42.05.141	AS 42.05.254	AS 42.06.286
	AS 42.05.151	AS 42.06.140	

3 AAC 52.390(m) is amended to read:

(m) On or before **April 30** [MARCH 31] of each year, an interexchange carrier **not eligible to register under 3 AAC 52.358** shall file, in accordance with 3 AAC 48.095, a financial report of the carrier's intrastate interexchange operations in the state for the previous calendar year. Non-interexchange operations must be excluded from the financial report. The financial report must include **the following** detailed information [REGARDING]

(1) **the beginning and end-of-year balances of** [GROSS REVENUES;]

(A) gross plant in service;

(B) net plant in service;

(C) inventory;

(D) prepayments;

(E) current assets;

(F) deferred tax assets;

(G) long-term debt;

(H) current liabilities;

(I) deferred tax liabilities; and

(J) shareholder equity;

(2) **from the income statement** [SALE FOR RESALE REVENUES;]

(A) retail revenues;

(B) revenues from resale;

(C) access revenues;

(D) uncollectible revenue;

(E) gross operating revenue;

(F) operating expenses;

(G) interest on long-term debt;

(H) current tax expense; and

(I) net income; and

(3) **end-of-year customer metrics** [BILLING AND COLLECTION
REVENUES; AND]

(A) number of customers; and

(B) number of residential customers.

[(4) DIRECTORY ASSISTANCE REVENUES.]

3 AAC 52.390 is amended by adding a new subsection to read:

(p) On or before July 1 each year, to satisfy the annual operations reporting obligation under AS 42.05.451(b),

(1) a publicly held intrastate interexchange carrier, including a subsidiary of a publicly held corporation shall file, in accordance with 3 AAC 48.095, its Securities and Exchange Commission Form 10-K Annual Report as of the end of the preceding fiscal year;

(2) a privately held intrastate interexchange carrier shall file, in accordance with 3 AAC 48.095, a full and complete annual report of the company's financial condition and operations on a stand-alone basis, if available, or on a consolidated basis at the parent company level as of the end of the preceding fiscal year

(A) a carrier whose financial statements are audited in the ordinary course of business must provide a copy of its audited financial statement, accompanied by a copy of a management letter issued by the independent certified public accountant that performed the company's financial audit. The carrier must make its audit and related work papers and financial information available upon request by the commission;

(B) a carrier whose financial statements are reviewed in the ordinary course of business must provide a copy of its financial statement which has been subject to review by an independent certified public accountant, accompanied by an officer certification that the carrier was not audited in the ordinary course of business for the preceding fiscal year, and that the reported

data is accurate. The carrier must make the review and related work papers and financial information available upon request by the commission; otherwise

(C) a carrier must provide a copy of its financial statement containing a comparative balance sheet, income statement, and statement of cash flows, accompanied by an officer certification that the carrier was not audited nor had its financial statements reviewed by an independent certified public accountant in the ordinary course of business for the preceding fiscal year, and that the reported data is accurate. The carrier must make its underlying records and other financial information available upon request by the commission. (Eff. 3/16/91, Register 117; am 7/8/93, Register 127; am 9/1/2002, Register 163; am 5/18/2003, Register 166; am 8/27/2004, Register 171; am 9/16/2005, Register 175; am 10/6/2013, Register 208; am 8/1/2015, Register 215; am 11/6/2016, Register 220; am ____/____/____, Register ____)

Authority: AS 42.05.141 AS 42.05.151 AS 42.05.800
AS 42.05.145 AS 42.05.291

3 AAC 53.290(i) is amended to read:

(i) On or before **April 30** [MARCH 31] of each year, in accordance with 3 AAC 48.095, a local exchange carrier shall file a financial report of the carrier's operations in the state for the previous calendar year. The carrier's out-of-state operations must be excluded from the financial report. The carrier's financial report must include the following detailed information regarding its local exchange operations:

(1) **the beginning and end-of-year balances of** [GROSS REVENUE;]

(A) gross plant in service;

(B) net plant in service;

(C) inventory;

(D) prepayments;

(E) current assets;

(F) deferred tax assets;

(G) long-term debt;

(H) current liabilities;

(I) deferred tax liabilities; and

(J) shareholder equity;

(2) from the income statement [SALE FOR RESALE REVENUE;]

(A) retail revenues;

(B) revenues from resale;

(C) access revenues;

(D) billing and collection revenues;

(E) directory revenues;

(F) uncollectible revenue;

(G) gross operating revenue;

(H) operating expenses;

(I) interest on long-term debt;

(J) current tax expense; and

(K) net income; and

(3) end-of-year customer metrics [ACCESS CHARGE REVENUE;]

(A) number of customers; and

(B) number of residential customers.

[(4) BILLING AND COLLECTION REVENUE; AND

(5) DIRECTORY ASSISTANCE REVENUE.]

3 AAC 53.290 is amended by adding new subsections to read:

(k) On or before July 1 each year, to satisfy the annual operations reporting obligation under AS 42.05.451(b)

(1) a publicly held local exchange carrier, including a subsidiary of a publicly held corporation shall file, in accordance with 3 AAC 48.095, its Securities and Exchange Commission Form 10-K Annual Report as of the end of the preceding fiscal year;

(2) a privately held local exchange carrier shall file, in accordance with 3 AAC 48.095, a full and complete annual report of the company's financial condition and operations on a stand-alone basis if available, or on a consolidated basis at the parent company level as of the end of the preceding fiscal year

(A) a recipient of loans from the Rural Utility Service (RUS) shall provide a copy of its RUS Operating Report for Telecommunications Borrowers as filed with the RUS. The carrier must make its underlying audit and related work papers and financial information upon request by the commission;

(B) a carrier that is not a recipient of loans from the RUS and whose financial statements are audited in the ordinary course of business must provide a copy of its audited financial statement, accompanied by a copy of a

management letter issued by the independent certified public accountant that performed the company's financial audit. The carrier must make its audit and related work papers and financial information available upon request by the commission;

(C) a carrier must provide a copy of its financial statement which has been subject to review by an independent certified public accountant, accompanied by an officer certification that the carrier was not audited in the ordinary course of business for the preceding fiscal year, and that the reported data is accurate. The carrier must make the review and related work papers and financial information available upon request by the commission; otherwise

(D) a carrier must provide a copy of its financial statement containing a comparative balance sheet, income statement, and statement of cash flows, accompanied by an officer certification that the carrier was not audited nor had its financial statements reviewed by an independent certified public accountant in the ordinary course of business for the preceding fiscal year, and that the reported data is accurate. The carrier must make its underlying records and other financial information available upon request by the commission;

(3) a local exchange carrier designated as an eligible telecommunications carrier under 3 AAC 53.410 that has filed an annual report of the company's financial conditions and operations under 3 AAC 53.460 will have fulfilled the requirement of this subsection by filing a certification to this fact.

Staff Recommendations Compilation – Order R-15-005(5)

(l) an incumbent local exchange carrier with a certificated interexchange carrier affiliate under 3 AAC 52.360 shall file with its annual report, in accordance with 3 AAC 48.095, a certificate of compliance with the cost allocation principles prescribed by 47 C.F.R. 64.901 as adopted by the commission and in a form substantially identical to the certification required by 47 C.F.R. 64.905 as published in the Federal Register on February 6, 2002. (Eff. 6/21/98, Register 146; am 11/11/2001, Register 160; am 4/24/2004, Register 170; am 9/16/2005, Register 175; am 7/31/2011, Register 199; am 11/6/2016, Register 220; am ____/____/____, Register ____)

Authority:	AS 42.05.141	AS 42.05.221	AS 42.05.711
	AS 42.05.151	AS 42.05.241	AS 42.05.990