

INSPECTION AND SUPERVISION FEES REPORT
to the
ALABAMA PUBLIC SERVICE COMMISSION

PLEASE REMIT TO:

ALABAMA PUBLIC SERVICE COMMISSION
FINANCE SECTION
P.O. BOX 304260
MONTGOMERY, AL 36130-4260

If the amount on line 11 is over---	But not over---	Enter on line 12	of the amount over----
\$0	\$100,000	0.285%	\$0
\$100,000	\$1,000,000	\$285 + 0.235%	\$100,000
\$1,000,000	-----	\$2,400 + 0.185%	\$1,000,000

INSTRUCTIONS for completing Inspection and Supervision Fees Report to the Alabama Public Service Commission for the twelve months ended September 30, 2017.

- The report is to be completed for the twelve months that end September 30, 2017 unless the receipts meet the qualifications in Sec. 37-2-41(a) for filing and reporting quarterly (gross receipts in excess of \$60,000,000 per calendar quarter).
- Lines 1-6 should be completed based upon, and supported by, information from your legal financial records for the reporting period.
- Line 7 is to be used to deduct that portion of gross receipts reported in lines 1-6 above that
 - are not regulated by the Commission and/or
 - Represents receipts that are earned when engaged in multistate business during the reporting period.
- Line 10 is to be used to deduct that portion of gross receipts reported on line 9 that represents the COCOT revenues earned from those instruments in which the COCOT election allowed in Sec. 37-2-41(b) will be taken.
- Line 12 is the calculated liability due using the rate table provided above.
- Line 13 is where the \$10.00 per instrument fee is calculated for those instruments that accounted for the receipts deducted on Line 10 above.
- *For those companies regulated under the Communications Reform Act (CRA), the Inspection and Supervision Fee due is to be calculated as stipulated in Act 2015-70, passed by the State Legislature in the 2015 regular session. It is important to note that regulation under the CRA has not changed. Rather, it is only the method of calculating the I&S fee owed pursuant to that regulation that was changed. The I&S fee owed for the twelve months ended September 30, 2017 is calculated as follows:*
 - The first step is to determine how much was paid *in* fiscal year 2015 pursuant to 37-2A-10. This would be the amount of Inspection and Supervision fee payments remitted to the APSC from October 2014 thru September 2015. This amount is entered on Line 17a.
 - Next, determine what would have been paid to the APSC *for* FY-2015 pursuant to Section 37-2-41 were the company not regulated under the CRA (i.e. what would the company have paid *for* October 2014 thru September 2015 gross receipts - typically remitted November 2015 thru August 2016). This amount is reported on Line 17b.
 - Line 18 is the total reduction allowed this filing year pursuant to Act 2015-70 and is 1/3 of the difference between Line 17a and Line 17b.

Although it may seem odd that the statute's use of the words "fees paid in" and "fees for" result in an equation that includes fees for two different time periods, that is the requirement of the statute.

- Line 19 represents the Total Inspection and Supervision Fee Liability due to the Commission and is the difference between Line 16 and Line 18.

