



OKLAHOMA STATE BOARD OF EQUALIZATION

2300 N. LINCOLN BLVD., ROOM 100
OKLAHOMA CITY, OK 73105-4801

(405) 521-3495
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June 30, 2015

11:30 AM

**Governor's Conference Room
Second Floor - State Capitol Building**

Governor Mary Fallin
Chairman

Lt. Gov. Todd Lamb
Member

Gary A. Jones, CPA
State Auditor & Inspector
Secretary

Joy Hofmeister
Superintendent of
Public Instruction
Member

Ken Miller
State Treasurer
Member

Scott Pruitt
Attorney General
Member

Jim Reese
Secretary of Agriculture
Member

Nancy Grantham
Administrative Assistant

AGENDA

1. Call to Order
2. Roll Call
3. Disposition of minutes of June 15, 2015 meeting
4. Report from Board of Equalization Subcommittee
5. Discussion and possible action on the findings and recommendations of the Oklahoma Tax Commission for certification of the fair cash value of the taxable Oklahoma property of railroads, air carriers and public corporations, 68 O.S. 2011 § 2858 & 2859
6. Adjournment

Agenda Item #5

Discussion and possible action on findings and recommendations of the Oklahoma Tax Commission for certification of fair cash value of the taxable Oklahoma property of railroads, air carriers and public corporations, 68 O.S. 2011 Section 2858 & 2859.

Grouped Alphabetical

Grouped by Industry

ID#	Company Name	2014 Fair Cash Value	2015 Fair Cash Value	2015 Company Rendered Value	2015 Fair Cash Value % Change
T013	Airespring, Inc.	44,795	37,995	0	-15.18%
A018	Allegiant Air , LLC	686,396	1,284,449	1,146,147	87.13%
T014	Alpheus Communications, LLC	95,637	102,338	0	7.01%
A020	American Airlines, Inc.	20,304,269	27,218,341	20,000,000	34.05%
R019	Arkansas Oklahoma Railroad, Inc.	1,167,361	741,395	0	-36.49%
R020	Arkansas Southern Railroad, LLC	146,684	179,806	55,990	22.58%
T030	Atlas Telephone Company, Inc.	2,783,788	2,434,814	0	-12.54%
T038	BCI Telephone of Oklahoma (2), LLC	75,000	125,000	0	66.67%
T037	BCI Telephone of Oklahoma, LLC	200,000	225,000	97,666	12.50%
T050	Bixby Telephone Company Inc	11,404,055	10,579,047	10,579,047	-7.23%
F030	BKEP Pipeline, LLC	52,092,118	51,046,276	0	-2.01%
W020	Blue Quail Water Company, Inc.	70,456	71,576	0	1.59%
T039	BTC Broadband, Inc	1,012,000	1,584,163	901,881	56.54%
T462	Cebridge Telecom OK, LLC	161,704	349,080	334,141	115.88%
T504	Cellco Partnership d/b/a Verizon Wireless	91,750,000	76,197,000	76,197,000	-16.95%
T078	Central Cellular, Inc.	5,636,000	5,481,693	1,698,548	-2.74%
T080	Central Oklahoma Telephone Company	7,025,758	7,509,905	5,204,234	6.89%
T384	CenturyLink Communications, LLC	12,367,890	14,988,676	12,000,000	21.19%
T090	Cherokee Telephone Company	8,776,980	9,540,863	0	8.70%
T100	Chickasaw Telephone Company	11,302,315	11,066,513	4,800,000	-2.09%
T110	Chouteau Telephone Company	7,566,325	7,669,058	5,944,230	1.36%
F147	Coffeyville Resources Crude Transportation, LLC	21,674,105	24,698,834	20,000,000	13.96%
A039	Compass Airlines, LLC	40,560	26,640	23,386	-34.32%
T125	Conterra Ultra Broadband	476,518	696,146		46.09%
T130	Cowboy Telephone, Inc	250,000	200,000	200,000	-20.00%
T132	Cox Oklahoma Telecom, L L C.	57,500,000	57,200,000	45,000,000	-0.52%
T160	Craw-Kan Telephone Coop., Inc.	282,744	296,644	296,644	4.92%
T304	Crown Castle NG Central, Inc	6,116,459	7,326,134	6,988,983	19.78%
A050	Delta Airlines, Inc.	3,476,777	4,134,944	0	18.93%
T301	EarthLink Business , LLC	1,068,363	891,673	837,714	-16.54%
A069	Endeavor Air, Inc	3,569,145	3,539,528	0	-0.83%
A090	Envoy Air, Inc.	5,963,010	4,605,590	500,000	-22.76%
T206	Epic Touch, LLC	1,888,614	802,599	254,865	-57.50%
A041	Express Jet Airlines, Inc.	9,741,987	9,692,493	7,200,000	-0.51%
R045	Farmrail Corporation	3,546,436	2,905,232	1,220,000	-18.08%
A070	Federal Express Corporation	17,279,238	27,795,921	27,703,582	60.86%
T211	Fiberlight, LLC	1,553,502	582,673	0	-62.49%
T213	Fidelity Cablevision, Inc	1,594,196	1,918,802		20.36%
V213	Fidelity Cablevision, Inc	13,928,651	17,116,935		22.89%
A076	Gojet Airlines, LLC	2,140,491	2,387,089	1,755,455	11.52%
R055	Grainbelt Corporation	8,488,881	8,047,087	4,300,000	-5.20%

ID#	Company Name	2014 Fair Cash Value	2015 Fair Cash Value	2015 Company Rendered Value	2015 Fair Cash Value % Change
T220	Grand Telephone Company, Inc.	10,563,273	10,355,986	9,040,537	-1.96%
F270	Hawthorn Oil Transportation (Oklahoma), Inc	3,500,000	3,350,000		-4.29%
T231	Head Start Telecom, Inc. dba Dartphone	70,000	2,300,000	0	3185.71%
F410	HEP Fin-Tex / Trust River LP	1,305,629	1,315,552	0	0.76%
R060	Hollis & Eastern Railroad Company, LLC	2,200,000	2,250,000	2,250,000	2.27%
T240	Indian Nations Fiberoptics, Inc.	41,111,720	42,225,158	32,000,000	2.71%
T251	KanOkla Communications LLC	251,239	360,186	217,898	43.36%
T250	KanOkla Telephone Association	15,072,914	15,490,469	15,490,469	2.77%
R070	Kansas City Southern Railway Company	93,012,755	112,825,231	76,000,000	21.30%
T249	K-Powernet, LLC	7,400,281	9,550,676	8,808,231	29.06%
W400	Lake Region Electric Development	2,000,000	1,959,260	0	-2.04%
T260	Lavaca Telephone Company, Inc.	3,139,470	3,053,360	2,364,643	-2.74%
T265	M C I Communications Services, Inc.	61,383,688	56,089,703	44,245,000	-8.62%
T264	M C I Metro Access Transmission Services, LLC	9,402,091	9,297,619	6,776,000	-1.11%
A100	Martinaire Aviation, L L C	1,239,242	900,000	900,000	-27.37%
T280	Medicine Park Telephone Company	4,158,788	5,856,243	5,856,243	40.82%
A102	Mesa Air Group, Inc	3,837,005	5,944,102	2,000,000	54.92%
A105	Miami Air International, Inc.	500,000	500,000	500,000	0.00%
T290	Mid-America Telephone, Inc.	1,541,382	1,490,340	1,097,546	-3.31%
A122	MN Airlines, LLC dba Sun Country Airlines	360,907	350,000	350,000	-3.02%
T305	N T S Communications, Inc.	123,428	130,834	0	6.00%
T306	Northeast Rural Services dba Bolt Fiber Optics		8,873,191		
F219	NuStar Logistics, L.P., fka Valero Logistics	26,059,504	18,000,000	18,000,000	-30.93%
W300	Oak Hills Water Systems, Inc.	33,000	35,000	33,000	6.06%
T320	Oklahoma Communication Systems, Inc.	9,421,435	9,397,590	6,048,886	-0.25%
F365	Osage Pipe Line Company	25,334,061	28,885,687	25,000,000	14.02%
T346	Ozark Telephone Co.	619,890	776,889	0	25.33%
W087	Park Rentals, LLC	15,000	70,000	60,880	366.67%
W325	Pecan Valley Water Works, LLC	157,000	158,000	155,000	0.64%
T360	Pine Telephone Company, Inc.	27,689,806	27,235,522	0	-1.64%
A116	Republic Airways Holdings, Inc.	5,381,378	6,064,346	3,266,840	12.69%
R130	Sand Springs Railway Company	4,668,000	5,087,450	5,087,450	8.99%
T400	Santa Rosa Telephone Cooperative, Inc.	2,752,775	3,123,507	832,203	13.47%
T402	Savvis Communications Corporation	18,247	12,290	0	-32.65%
T410	Seneca Telephone Company	942,725	921,561	776,889	-2.24%
A117	SkyWest Airlines, Inc.	8,804,039	7,777,117	7,000,000	-11.66%
T430	Sooner Wireless	145,709	259,493	0	78.09%
R134	South Kansas And Oklahoma Railroad LLC	8,987,009	9,333,466	5,837,074	3.86%
E080	Southwestern Public Service Company	32,816,130	35,402,440	35,030,700	7.88%
T297	Spok, Inc	344,722	340,679	318,266	-1.17%
T495	Sprint Communications Company, LP	7,311,444	6,787,994	4,900,000	-7.16%

ID#	Company Name	2014 Fair Cash Value	2015 Fair Cash Value	2015 Company Rendered Value	2015 Fair Cash Value % Change
T468	Sprint Wireless	61,500,000	64,689,925	64,000,000	5.19%
R139	Stillwater Central Railroad	19,739,440	109,058,400	26,400,000	452.49%
A130	Swift Air,LLC	6,516	35,382	0	443.00%
W250	SWWC Utilities fka Tenkiller Utility Company	437,849	398,059	0	-9.09%
A163	T.E.M. Enterprises, Inc., dba Xtra Airways	185,000	25,488	24,133	-86.22%
V466	Tahlequah Cable Television Inc	1,782,825	1,569,620	0	-11.96%
T466	Tahlequah Cable Television Inc.	967,175	1,030,380	886,312	6.54%
T477	Teliasonera International Carrier, Inc	66,946	67,953	0	1.50%
T472	TerraCom, Inc.	3,498,967	2,511,971	0	-28.21%
T470	Terral Telephone Company	3,703,262	3,656,149	3,044,715	-1.27%
R140	Texas Oklahoma & Eastern Railroad Co.	16,640,000	27,900,000	0	67.67%
W386	Texoma Water, LLC	116,487	120,873	0	3.77%
E020	The Empire District Electric Company	22,482,646	21,234,538	0	-5.55%
T230	The Hinton Telephone Company of Hinton Oklah	8,608,688	8,132,190		-5.54%
T480	Totah Communications, Inc.	8,006,704	8,171,453	3,250,000	2.06%
T481	Total Customer Services, Inc.	166,741	113,600	65,000	-31.87%
A149	Trans States Airlines, Inc.	2,613,196	2,992,185	2,253,742	14.50%
G671	Transpetco Pipeline Co, LP	2,280,000	1,444,000	158,767	-36.67%
A160	United Continental Holdings Inc	358,951	350,000	350,000	-2.49%
A162	United Parcel Service Inc.	9,199,654	8,834,055	6,521,277	-3.97%
T497	UPN Holdings, LLC	1,920,275	1,700,000	1,700,000	-11.47%
F545	Valero Partners Wynnewood, LLC		27,000,000		
T503	Velocity The Greatest Phone Company Ever, Inc.	8,402	7,211	0	-14.18%
T505	Wichita Online, Inc	1,760,850	1,500,000	1,500,000	-14.81%
R170	Wichita, Tillman & Jackson Railway Company	7,720,602	4,618,156	0	-40.18%
T510	Wyandotte Telephone Company	820,000	780,000		-4.88%
T515	Yourtel America, Inc.	383,885	892,773	0	132.56%
T016	Zayo Group, LLC	1,200,000	2,193,533	2,052,000	82.79%
Total Public Service Listed and Certified		995,099,955	1,158,462,787	687,689,214	16.42%

ID#	Company Name	2014 Fair Cash Value	2015 Fair Cash Value	2015 Company Rendered Value	2015 Fair Cash Value % Change
<u>AIRLINES</u>					
A018	Allegiant Air , LLC	686,396	1,284,449	1,146,147	87.13%
A020	American Airlines, Inc.	20,304,269	27,218,341	20,000,000	34.05%
A039	Compass Airlines, LLC	40,560	26,640	23,386	-34.32%
A050	Delta Airlines, Inc.	3,476,777	4,134,944	0	18.93%
A069	Endeavor Air, Inc	3,569,145	3,539,528	0	-0.83%
A090	Envoy Air, Inc.	5,963,010	4,605,590	500,000	-22.76%
A041	Express Jet Airlines, Inc.	9,741,987	9,692,493	7,200,000	-0.51%
A070	Federal Express Corporation	17,279,238	27,795,921	27,703,582	60.86%
A076	Gojet Airlines, LLC	2,140,491	2,387,089	1,755,455	11.52%
A100	Martinaire Aviation, L L C	1,239,242	900,000	900,000	-27.37%
A102	Mesa Air Group, Inc	3,837,005	5,944,102	2,000,000	54.92%
A105	Miami Air International, Inc.	500,000	500,000	500,000	0.00%
A122	MN Airlines, LLC dba Sun Country Airlines	360,907	350,000	350,000	-3.02%
A116	Republic Airways Holdings, Inc.	5,381,378	6,064,346	3,266,840	12.69%
A117	SkyWest Airlines, Inc.	8,804,039	7,777,117	7,000,000	-11.66%
A130	Swift Air, LLC	6,516	35,382	0	443.00%
A163	T.E.M. Enterprises, Inc., dba Xtra Airways	185,000	25,488	24,133	-86.22%
A149	Trans States Airlines, Inc.	2,613,196	2,992,185	2,253,742	14.50%
A160	United Continental Holdings Inc	358,951	350,000	350,000	-2.49%
A162	United Parcel Service Inc.	9,199,654	8,834,055	6,521,277	-3.97%
		95,687,761	114,457,670	81,494,562	19.62%
<u>ELECTRIC COMPANIES</u>					
E080	Southwestern Public Service Company	32,816,130	35,402,440	35,030,700	7.88%
E020	The Empire District Electric Company	22,482,646	21,234,538	0	-5.55%
		55,298,776	56,636,978	35,030,700	2.42%
<u>FLUID PIPELINES</u>					
F030	BKEP Pipeline, LLC	52,092,118	51,046,276	0	-2.01%
F147	Coffeyville Resources Crude Transportation, LLC	21,674,105	24,698,834	20,000,000	13.96%
F270	Hawthorn Oil Transportation (Oklahoma), Inc	3,500,000	3,350,000		-4.29%
F410	HEP Fin-Tex / Trust River LP	1,305,629	1,315,552	0	0.76%
F219	NuStar Logistics, L.P., fka Valero Logistics	26,059,504	18,000,000	18,000,000	-30.93%
F365	Osage Pipe Line Company	25,334,061	28,885,687	25,000,000	14.02%
F545	Valero Partners Wynnewood, LLC		27,000,000		
		129,965,417	154,296,349	63,000,000	18.72%
<u>GAS PIPELINES</u>					
G671	Transpetco Pipeline Co, LP	2,280,000	1,444,000	158,767	-36.67%
		2,280,000	1,444,000	158,767	-36.67%
<u>RAILROADS</u>					
R019	Arkansas Oklahoma Railroad, Inc.	1,167,361	741,395	0	-36.49%
R020	Arkansas Southern Railroad, LLC	146,684	179,806	55,990	22.58%
R045	Farmrail Corporation	3,546,436	2,905,232	1,220,000	-18.08%
R055	Grainbelt Corporation	8,488,881	8,047,087	4,300,000	-5.20%
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R070	Kansas City Southern Railway Company	93,012,755	112,825,231	76,000,000	21.30%
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R134	South Kansas And Oklahoma Railroad LLC	8,987,009	9,333,466	5,837,074	3.86%
R139	Stillwater Central Railroad	19,739,440	109,058,400	26,400,000	452.49%
R140	Texas Oklahoma & Eastern Railroad Co.	16,640,000	27,900,000	0	67.67%
R170	Wichita, Tillman & Jackson Railway Company	7,720,602	4,618,156	0	-40.18%
		166,317,168	282,946,223	121,150,514	70.12%

TELECOMMUNICATION COMPANIES

T013	Airespring, Inc.	44,795	37,995	0	-15.18%
T014	Alpheus Communications, LLC	95,637	102,338	0	7.01%
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T477	Teliasonera International Carrier, Inc	66,946	67,953	0	1.50%
T472	TerraCom, Inc.	3,498,967	2,511,971	0	-28.21%
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T481	Total Customer Services, Inc.	166,741	113,600	65,000	-31.87%
T497	UPN Holdings, LLC	1,920,275	1,700,000	1,700,000	-11.47%
T503	Velocity The Greatest Phone Company Ever, Inc.	8,402	7,211	0	-14.18%
T505	Wichita Online, Inc	1,760,850	1,500,000	1,500,000	-14.81%
T510	Wyandotte Telephone Company	820,000	780,000		-4.88%
T515	Yourtel America, Inc.	383,885	892,773	0	132.56%
T016	Zayo Group, LLC	1,200,000	2,193,533	2,052,000	82.79%
		527,009,565	527,182,244	386,605,791	0.03%
<u>VIDEO SERVICES PROVIDER</u>					
V213	Fidelity Cablevision, Inc	13,928,651	17,116,935		22.89%
V466	Tahlequah Cable Television Inc	1,782,825	1,569,620	0	-11.96%
		15,711,476	18,686,555	0	18.94%
<u>WATER COMPANIES</u>					
W020	Blue Quail Water Company, Inc.	70,456	71,576	0	1.59%
W400	Lake Region Electric Development	2,000,000	1,959,260	0	-2.04%
W300	Oak Hills Water Systems, Inc.	33,000	35,000	33,000	6.06%
W087	Park Rentals, LLC	15,000	70,000	60,880	366.67%
W325	Pecan Valley Water Works, LLC	157,000	158,000	155,000	0.64%
W250	SWWC Utilities fka Tenkiller Utility Company	437,849	398,059	0	-9.09%
W386	Texoma Water, LLC	116,487	120,873	0	3.77%
		2,829,792	2,812,768	248,880	-0.60%
Total Public Service Listed and Certified		995,099,955	1,158,462,787	687,689,214	16.42%

**Oklahoma Tax Commission - Ad Valorem Division
Findings and Recommendations**

	<u>2015 Fair Cash Value</u>	<u>2014 Fair Cash Value</u>	<u>2014 Assessed Value</u>
Airlines and Railroads	397,403,893	262,004,929	31,021,384
Video Services Provider	18,686,555	15,711,476	1,885,377
Public Service Corporations	<u>742,372,339</u>	<u>717,383,550</u>	<u>163,922,141</u>
Total	<u><u>1,158,462,787</u></u>	<u><u>995,099,955</u></u>	<u><u>196,828,902</u></u>

	<u>2015 Assessed Value</u>
Railroads and Airlines Assessed Value @ 11.84%=	47,052,621
Video Services Provider Assessed Value @ 12.00% =	2,242,387
Public Service Assessed Value @ 22.85%=	<u>169,632,079</u>
Total	<u><u>218,927,087</u></u>