MOSSADAMS

REDACTED – FOR PUBLIC INSPECTION

VIA ECFS

June 28, 2017

Marlene H. Dortch, Secretary
Federal Communications Commission
Office of the Secretary
445 12th Street, SW
Room TW-A325
Washington, DC 20554

RE: **Cap Rock Telephone Cooperative, Inc., SAC 442046**
Submission of FCC Form 481 Annual Report
WC Docket No. 14-58 – ETC Annual Reports and Certifications

Dear Ms. Dortch:

In accordance with the annual reporting requirements of 47 C.F.R. §§54.313 and 54.422, Cap Rock Telephone Cooperative, Inc. ("the Cooperative"), Study Area Code 442046, hereby files its FCC Form 481 – Carrier Annual Reporting Data Collection Form. *The version of the Cooperative's FCC Form 481 submitted via the FCC's Electronic Comment Filing System (ECFS) is a redacted version of the filing that contains no confidential information.*

Section 3005 of FCC Form 481 requires privately-held rate-of-return carriers receiving high cost support to attach a full and complete annual report of the company's financial condition and operations pursuant to 47 C.F.R. §54.313(f)(2). Cap Rock Telephone Cooperative, Inc., by its authorized representative, hereby seeks confidential treatment of its financial annual report pursuant to the March 22, 2016 *Protective Order* in WC Docket Nos. 10-90 and 14-58.[1] The *Protective Order* specifically covers the information required by 47 C.F.R. §54.313(f)(2).

Cap Rock Telephone Cooperative, Inc. is providing to the Office of the Secretary, under seal, this cover letter and the FCC Form 481 filing which includes the

T (972) 387-4300
F (972) 960-2810

8750 N. Central Expressway
Suite 300
Dallas, TX 75231

Assurance, tax, and consulting offered through Moss Adams LLP. Wealth management offered through Moss Adams Wealth Advisors LLC. Investment banking offered through Moss Adams Capital LLC.

[1] *Connect America Fund, ETC Annual Reports and Certifications*, WC Docket Nos. 10-90 and 14-58, Protective Order, 31 FCC Rcd 2089 (2016).

confidential information that is being requested to be withheld from public inspection.

Each page of the Cooperative's financial annual report and the financial summary page on the FCC Form 481 bear the legend, "CONFIDENTIAL INFORMATION – SUBJECT TO PROTECTIVE ORDER BEFORE THE FEDERAL COMMUNICATIONS COMMISSION."

The confidential information has also been submitted to the Universal Service Administrative Company through its E-File system as attachments to the FCC Form 481.

In the filing submitted via the ECFS, all pages containing confidential information bear the legend "REDACTED – FOR PUBLIC INSPECTION."

This cover letter includes no confidential information and the text is the same in both the non-redacted and redacted versions except for the confidentiality markings.

The FCC Form 481 has also been filed with the relevant state commissions and Tribal governments, as appropriate.

Please contact me if you have any questions.

Sincerely,

Stuart Polikoff
Authorized Representative for
Cap Rock Telephone Cooperative, Inc.

ss/kr

cc: Jim Whitefield, Cap Rock Telephone Cooperative, Inc.

FCC Form 481 - Carrier Annual Reporting Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
<015>	Study Area Name	CAP ROCK TEL COOP
<020>	Program Year	2018
<030>	Contact Name: Person USAC should contact with questions about this data	Yolanda Adams
<035>	Contact Telephone Number: Number of the person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address: Email of the person identified in data line <030>	advisory@caprock-spur.com
	Form Type	54.313 and 54.422

(200) Service Outage Reporting (Voice)
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
<015>	Study Area Name	CAP ROCK TEL COOP
<020>	Program Year	2018
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<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<210> For the prior calendar year, were there any reportable voice service outages? No

<220>

<a> NORS Reference Number	<b1> Outage Start Date	<b2> Outage Start Time	<b3> Outage End Date	<b4> Outage End Time	<c1> Number of Customers Affected	<c2> Total Number of Customers	<d> 911 Facilities Affected (Yes / No)	<e> Service Outage Description (Check all that apply)	<f> Did This Outage Affect Multiple Study Areas (Yes / No)	<g> Service Outage Resolution	<h> Preventative Procedures

(300) Unfulfilled Service Request
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
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<020>	Program Year	2018
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<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<300> Unfulfilled service request (voice) 0

<310> Detail on attempts (voice)

Name of Attached Document

<320> Unfulfilled service request (broadband) 2

442046tx330.pdf

<330> Detail on attempts (broadband)

Name of Attached Document

(400) Number of Complaints per 1,000 customers
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
<015>	Study Area Name	CAP ROCK TEL COOP
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<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com
<400>	Select from the drop-down list to indicate how you would like to report voice complaints (zero or greater) for voice telephony service in the prior calendar year for each service area in which you are designated an ETC for any facilities you own, operate, lease, or otherwise utilize.	Offered only fixed voice
<410>	Complaints per 1000 customers for fixed voice	0.0
<420>	Complaints per 1000 customers for mobile voice	
<430>	Select from the drop-down list to indicate how you would like to report end-user customer complaints (zero or greater) for broadband service in the prior calendar year for each service area in which you are designated an ETC for any facilities you own, operate, lease, or otherwise utilize.	Offered only fixed broadband
<440>	Complaints per 1000 customers for fixed broadband	0.0
<450>	Complaints per 1000 customers for mobile broadband	

(500) Compliance With Service Quality Standards and Consumer Protection Rules Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
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<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com
<500>	Certify compliance with applicable service quality standards and consumer protection rules	Yes
<510>	Descriptive document for Service Quality Standards & Consumer Protection Rules Compliance	442046tx510.pdf
<515>	Certify compliance with applicable minimum service standards	

(600) Functionality in Emergency Situations
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
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<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com
<600>	Certify compliance regarding ability to function in emergency situations	Yes
<610>	Descriptive document for Functionality in Emergency Situations	442046tx610.pdf

(700) Price Offerings including Voice Rate Data
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

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<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<701>	Residential Local Service Charge Effective Date	1/1/2017
<702>	Single State-wide Residential Local Service Charge	18.2

<703>

<a1>	<a2>	<a3>	<b1>	<b2>	<b3>	<b4>	<b5>	<c>
State	**Exchange (ILEC)**	**SAC (CETC)**	**Rate Type**	**Residential Local Service Rate**	**State Subscriber Line Charge**	**State Universal Service Fee**	**Mandatory Extended Area Service Charge**	**Total per line Rates and Fees**

-- See attached worksheet --

(710) Broadbrand Price Offerings
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

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<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<711>

<a1>	<a2>	<b1>	<b2>	<c>	<d1>	<d2>	<d3>	<d4>
State	**Exchange (ILEC)**	**Residential Rate**	**State Regulated Fees**	**Total Rate and Fees**	**Broadband Service - Download Speed (Mbps)**	**Broadband Service - Upload Speed (Mbps)**	**Usage Allowance (GB)**	**Usage Allowance Action Taken When Limit Reached {*select*}**

-- See attached worksheet --

(800) Operating Companies
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
<015>	Study Area Name	CAP ROCK TEL COOP
<020>	Program Year	2018
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<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<810>	Reporting Carrier	Cap Rock Telephone Cooperative, Inc.
<811>	Holding Company	Not Applicable
<812>	Operating Company	Cap Rock Telephone Cooperative, Inc.

<813>

<a1>	<a2>	<a3>
Affiliates	**SAC**	**Doing Business As Company or Brand Designation**

-- See attached worksheet --

(900) Tribal Lands Reporting
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986 /OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
<015>	Study Area Name	CAP ROCK TEL COOP
<020>	Program Year	2018
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<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<900> Does the filing entity offer tribal land services? (Y/N) No

<910> Tribal Land(s) on which ETC Serves

<920> Tribal Government Engagement Obligation

Name of Attached Document

If your company serves Tribal lands, please select (Yes,No, NA) for each these boxes to confirm the status described on the attached PDF, on line 920, demonstrates coordination with the Tribal government pursuant to § 54.313(a)(9) includes:

		Select Yes or No or Not Applicable
<921>	Needs assessment and deployment planning with a focus on Tribal community anchor institutions.	
<922>	Feasibility and sustainability planning;	
<923>	Marketing services in a culturally sensitive manner;	
<924>	Compliance with Rights of way processes	
<925>	Compliance with Land Use permitting requirements	
<926>	Compliance with Facilities Siting rules	
<927>	Compliance with Environmental Review processes	
<928>	Compliance with Cultural Preservation review processes	
<929>	Compliance with Tribal Business and Licensing requirements.	

(1000) Voice and Broadband Service Rate Comparability
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
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<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<1000>	Voice services rate comparability certification	Yes
<1010>	Attach detailed description for voice services rate comparability compliance	442046tx1010.pdf Name of Attached Document
<1020>	Broadband comparability certification	Yes - Pricing is no more than the most recent applicable benchmark announced by the Wireline Competition Bureau
<1030>	Attach detailed description for broadband comparability compliance	442046tx1030.pdf Name of Attached Document

(1100) No Terrestrial Backhaul Reporting Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
<015>	Study Area Name	CAP ROCK TEL COOP
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Yolanda Adams
<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<1100>	Certify whether terrestrial backhaul options exist (Y/N)	Yes
<1130>	Please select the appropriate response (Yes, No, Not Applicable) to confirm the reporting carrier offers broadband service of at least 1 Mbps downstream and 256 kbps upstream within the supported area pursuant to § 54.313(g).	

(1200) Terms and Condition for Lifeline Customers
Lifeline
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

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<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<1210> Terms & Conditions of Voice Telephony Lifeline Plans

442046tx1210.pdf

Name of Attached Document

<1220> Link to Public Website HTTP

"Please check these boxes below to confirm that the attached document(s), on line 1210, or the website listed, on line 1220, contains the required information pursuant to § 54.422(a)(2) annual reporting for ETCs receiving low-income support, carriers must annually report:

<1221> Information describing the terms and conditions of any voice telephony service plans offered to Lifeline subscribers, ✔

<1222> Details on the number of minutes provided as part of the plan, ✔

<1223> Additional charges for toll calls, and rates for each such plan. ✔

(2005) Price Cap Carrier Additional Documentation
Data Collection Form
Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
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<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

Select the appropriate responses below (Yes, No, Not Applicable) to note compliance as a recipient of Incremental High Cost support, High Cost support to offset access charge reductions, and Connect America Phase II support as set forth in 47 CFR § 54.313(b),(c),(d),(e). The information reported on this form and in the documents attached below is accurate.

Incremental Connect America Phase I reporting

<2011> 3rd Year Certification 47 CFR §54.313(b)(1)(ii) - Note that for the July 2017 certification, this applies to Round 2 recipients of Incremental Support.

<2022> Recipient certifies, representing year three after filing a notice of acceptance of funding pursuant to 54.312(c), that the locations in question are not receiving support under the Broadband Initiatives Program or the Broadband Technology Opportunities Program for projects that will provide broadband with speeds of at least 4 Mbps/1Mbps - 54.313(b)(2)(i). Round 2 recipients only.

<2023> The attachment on line 2024 includes a statement of the total amount of capital funding expended in the previous year in meeting Connect America Phase I deployment obligations, accompanied by a list of census blocks indicating where funding was spent. This covers year three - 54.313(b)(2)(ii). Round 2 recipients only.

<2024A> Round 2 Recipient of Incremental Support?

<2024B> Attach list of census blocks indicating where funding was spent in year three - 54.313(b)(2)(ii). Round 2 recipients only.

Name of Attached Document Listing Required Information

<2025A> Round 2 Recipient of Incremental Support?

<2025B> Attach geocoded Information for Phase I milestone reports (Round 2 for year three) - Connect America Fund , WC Docket 10-90, Report and Order, FCC 13-73, paragraph 35 (May 22, 2013).

Name of Attached Document Listing Required Information

<2015> 2016 and future Frozen Support Certification 47 CFR § 54.313(c)(4)

(2005) Price Cap Carrier Additional Documentation
Data Collection Form
Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

Price Cap Carrier Connect America ICC Support {47 CFR § 54.313(d)}

<2016> Certification support used to build broadband

Connect America Phase II Reporting {47 CFR § 54.313(e)}

<2017A> Connect America Fund Phase II recipient?

<2017C> Total amount of Phase II support, if any, the price cap carrier used for capital expenditures in 2016.

<2018> Attach the number, names, and addresses of community anchor institutions to which the carrier newly began providing access to broadband service in the preceding calendar year - 54.313(e)(1)(ii)(A)

Name of Attached Document Listing Required Information

<2019> Recipient certifies that it bid on category one telecommunications and Internet access services in response to all FCC Form 470 postings seeking broadband service that meets the connectivity targets for the schools and libraries universal service support program for eligible schools and libraries located within any area in a census block where the carrier is receiving Phase II model-based support, and that such bids were at rates reasonably comparable to rates charged to eligible schools and libraries in urban areas for comparable offerings - 54.313(e)(1)(ii)(C)

(3005) Rate Of Return Carrier Additional Documentation
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

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<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

Select from the drop down menu or check the boxes below to note compliance with 54.313(f)(1). Privately held carriers must ensure compliance with the financial reporting requirements set forth in 47 CFR 54.313(f)(2). I further certify that the information reported on this form and in the documents attached below is accurate.

Progress Report on 5 Year Plan

(3009) Carrier certifies to 54.313(f)(1)(iii) — Yes - Attach Certification

(3010A) Certification of Public Interest Obligations {47 CFR § 54.313(f)(1)(i)}

(3010B) Please Provide Attachment — Name of Attached Document Listing Required Information: 442046tx3010.pdf

(3012A) Community Anchor Institutions {47 CFR § 54.313(f)(1)(ii)} — No - No New Community Anchors

(3012B) Please Provide Attachment — Name of Attached Document Listing Required Information

(3013) Is your company a Privately Held ROR Carrier {47 CFR § 54.313(f)(2)} (Yes/No) — ◉ ○

(3014) If yes, does your company file the RUS annual report (Yes/No) — ◉ ○

Please check these boxes to confirm that the attached PDF, on line 3017, contains the required information pursuant to § 54.313(f)(2) compliance requires:

(3015) Electronic copy of their annual RUS reports (Operating Report for Telecommunications Borrowers) — ✔

(3016) Document(s) with Balance Sheet, Income Statement and Statement of Cash Flows — ✔

(3017) If the response is yes on line 3014, attach your company's RUS annual report and all required documentation — Name of Attached Document Listing Required Information: 442046tx3017.pdf

(3018) If the response is no on line 3014, is your company audited? (Yes/No) — ○ ○

If the response is yes on line 3018, please check the boxes below to confirm your submission on line 3026 pursuant to § 54.313(f)(2), contains:

(3019) Either a copy of their audited financial statement; or (2) a financial report in a format comparable to RUS Operating Report for Telecommunications Borrowers

(3020) Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows

(3021) Management letter and/or audit opinion issued by the independent certified public accountant that performed the company's financial audit.

If the response is no on line 3018, please check the boxes below to confirm your submission on line 3026 pursuant to § 54.313(f)(2), contains:

(3022) Copy of their financial statement which has been subject to review by an independent certified public accountant; or 2) a financial report in a format comparable to RUS Operating Report for Telecommunications Borrowers

(3023) Underlying information subjected to a review by an independent certified public accountant

(3024) Underlying information subjected to an officer certification.

(3025) Document(s) with Balance Sheet, Income Statement and Statement of Cash Flows

(3026) Attach the worksheet listing required information — Name of Attached Document Listing Required Information

(3005) Rate Of Return Carrier Additional Documentation (Continued)

Data Collection Form

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819

July 2013

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<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

Financial Data Summary

(3027) Revenue

(3028) Operating Expenses

(3029) Net Income

(3030) Telephone Plant In Service(TPIS)

(3031) Total Assets

(3032) Total Debt

(3033) Total Equity

(3034) Dividends

[redacted]

Name of Attached Document Listing Required Information

(4005) Rural Broadband Experiment Additional Documentation Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013

<010>	Study Area Code	442046
<015>	Study Area Name	CAP ROCK TEL COOP
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<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

4005 Rural Broadband Experiment

Authorized Rural Broadband Experiment (RBE) recipients must address the certification for public interest obligations, provide a list of newly served community anchor institutions, and provide a list of locations where broadband has been deployed.

Public Interest Obligations – FCC 14-98 (paragraphs 26-29, 78)
Please address Line 4001 regarding compliance with the Commission's public interest obligations. All RBE participants must provide a response to Line 4001.

4001. Recipient certifies that it is offering broadband to the identified locations meeting the requisite public interest obligations consistent with the category for which they were selected, including broadband speed, latency, usage capacity, and rates that are reasonably comparable to rates for comparable offerings in urban areas?

Community Anchor Institutions – FCC 14-98 (paragraph 79)

4003a. RBE participants must provide the number, names, and addresses of community anchor institutions to which they newly deployed broadband service in the preceding calendar year. On this line, please respond (yes – attach new community anchors, no – no new anchors) to indicate whether this list will be provided.

If yes to 4003A, please provide a response for 4003B.

4003b. Provide the number, names and addresses of community anchor institutions to which the recipient newly began providing access to broadband service in the preceding calendar year. Name of Attached Document Listing Required Information _____

Broadband Deployment Locations – FCC 14-98 (paragraph 80)

4004a. Attach a list of geocoded locations to which broadband has been deployed as of the June 1st immediately preceding the July 1st filing deadline for the FCC Form 481. Name of Attached Document Listing Required Information _____

4004b. Attach evidence demonstrating that the recipient is meeting the relevant public service obligations for the identified locations. Materials must at least detail the pricing, offered broadband speed and data usage allowances available in the relevant geographic area. Name of Attached Document Listing Required Information _____

Certification - Reporting Carrier Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013

<010>	Study Area Code	442046
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<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

TO BE COMPLETED BY THE REPORTING CARRIER, IF THE REPORTING CARRIER IS FILING ANNUAL REPORTING ON ITS OWN BEHALF:

Certification of Officer as to the Accuracy of the Data Reported for the Annual Reporting for CAF or LI Recipients

I certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual reporting requirements for universal service support recipients; and, to the best of my knowledge, the information reported on this form and in any attachments is accurate.

Name of Reporting Carrier:

Signature of Authorized Officer: Date

Printed name of Authorized Officer:

Title or position of Authorized Officer:

Telephone number of Authorized Officer:

Study Area Code of Reporting Carrier: Filing Due Date for this form:

Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.

Certification - Agent / Carrier
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

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TO BE COMPLETED BY THE REPORTING CARRIER, IF AN AGENT IS FILING ANNUAL REPORTS ON THE CARRIER'S BEHALF:

Certification of Officer to Authorize an Agent to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier

I certify that (Name of Agent) Moss Adams LLP **is authorized to submit the information reported on behalf of the reporting carrier. I also certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual data reporting requirements provided to the authorized agent; and, to the best of my knowledge, the reports and data provided to the authorized agent is accurate.**

Name of Authorized Agent: Moss Adams LLP

Name of Reporting Carrier: CAP ROCK TEL COOP

Signature of Authorized Officer: CERTIFIED ONLINE Date: 06/22/2017

Printed name of Authorized Officer: Jim Whitefield

Title or position of Authorized Officer: Executive Vice-President & General Mgr

Telephone number of Authorized Officer: 8062713336 ext.

Study Area Code of Reporting Carrier: 442046 Filing Due Date for this form: 07/03/2017

Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.

TO BE COMPLETED BY THE AUTHORIZED AGENT:

Certification of Agent Authorized to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier

I, as agent for the reporting carrier, certify that I am authorized to submit the annual reports for universal service support recipients on behalf of the reporting carrier; I have provided the data reported herein based on data provided by the reporting carrier; and, to the best of my knowledge, the information reported herein is accurate.

Name of Reporting Carrier: CAP ROCK TEL COOP

Name of Authorized Agent Firm: Moss Adams LLP

Signature of Authorized Agent or Employee of Agent: CERTIFIED ONLINE Date: 06/22/2017

Name of Authorized Agent Employee: Samantha Simatos

Title or position of Authorized Agent or Employee of Agent Accounting Technician

Telephone number of Authorized Agent or Employee of Agent: 5097770209 ext.

Study Area Code of Reporting Carrier: 442046 Filing Due Date for this form: 07/03/2017

Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.

Attachments

(700) Price Offerings including Voice Rate Data
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
<015>	Study Area Name	CAP ROCK TEL COOP
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Yolanda Adams
<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<701>	Residential Local Service Charge Effective Date	1/1/2017
<702>	Single State-wide Residential Local Service Charge	18.2

<703>

<a1>	<a2>	<a3>	<b1>	<b2>	<b3>	<b4>	<b5>	<c>
State	**Exchange (ILEC)**	**SAC (CETC)**	**Rate Type**	**Residential Local Service Rate**	**State Subscriber Line Charge**	**State Universal Service Fee**	**Mandatory Extended Area Service Charge**	**Total per line Rates and Fees**
TX	ALL		FR	18.2	0.0	0.6	0.0	18.8

(710) Broadband Price Offerings
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
<015>	Study Area Name	CAP ROCK TEL COOP
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Yolanda Adams
<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<711>

<a1>	<a2>	<b1>	<b2>	<c>	<d1>	<d2>	<d3>	<d4>
State	**Exchange (ILEC)**	**Residential Rate**	**State Regulated Fees**	Total Rates and Fees	**Broadband Service - Download Speed (Mbps)**	Broadband Service -Upload Speed (Mbps)	Usage Allowance (GB)	Usage Allowance Action Taken When Limit Reached {select}
TX	All	59.95	0.0	59.95	10.0	1.0	999999.0	Other, No Limit on Usage Allowance
TX	All	69.95	0.0	69.95	10.0	2.0	999999.0	Other, No Limit on Usage Allowance
TX	All	86.95	0.0	86.95	25.0	3.0	999999.0	Other, No Limit on Usage Allowance

(800) Operating Companies
Data Collection Form

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	442046
<015>	Study Area Name	CAP ROCK TEL COOP
<020>	Program Year	2018
<030>	Contact Name - Person USAC should contact regarding this data	Yolanda Adams
<035>	Contact Telephone Number - Number of person identified in data line <030>	8062713336 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	advisory@caprock-spur.com

<810>	Reporting Carrier	Cap Rock Telephone Cooperative, Inc.
<811>	Holding Company	Not Applicable
<812>	Operating Company	Cap Rock Telephone Cooperative, Inc.

<813>

<a1>	<a2>	<a3>
Affiliates	**SAC**	**Doing Business As Company or Brand Designation**
CapRock Internet		CapRock Internet

LINE 330 – EXPLANATION OF UNFULFILLED BROADBAND REQUESTS

Cap Rock Telephone Cooperative, Inc. ("the Cooperative") had two unfulfilled requests for broadband service in 2016.

These requests were from customers residing more than 40,000 feet from the closest central office electronic station. After careful evaluation, the Company determined that the incremental cost of undertaking the necessary upgrades to these locations would considerably exceed the revenues that could be expected from the upgraded lines. The Company considered the anticipated end-user revenues (taking into account the reasonable comparability benchmark for broadband services), as well as other sources of revenues, including, but not limited to, federal universal service funding projected to be available under current rules. Thus, the requests to provide broadband to these locations were determined to not be reasonable.

LINE 510 - SERVICE QUALITY STANDARDS AND CONSUMER PROTECTION RULES COMPLIANCE

Cap Rock Telephone Cooperative, Inc. ("the Cooperative") complies with applicable service quality standards and consumer protection rules for its voice and broadband services.

The rates, terms, and conditions under which the Cooperative operates are outlined in its local exchange tariff, which is approved by the Public Utility Commission of Texas ("Texas PUC"). The tariff contains provisions regarding the Cooperative's customer service and protection practices.

Service quality standards for voice service are established by the Texas PUC. The Cooperative consistently meets or exceeds those standards and provides reports to the Texas PUC, in accordance with the Texas PUC's rules.

With regard to broadband service, the Cooperative provisions its network and equipment to ensure that its customers can enjoy the speeds to which they subscribe. However, Internet speeds generally result from a "best effort" service and are dependent upon a number of variables, many of which are outside the control of the Cooperative. The Cooperative also complies with the FCC's Open Internet rules, 47 C.F.R. §§8.3-8.11. These rules prohibit blocking, throttling, and paid prioritization, and also require the Cooperative to publicly disclose information regarding its network management practices, performance, and the commercial terms of its broadband services.

The Cooperative complies with any and all consumer protection obligations under state law.

The Cooperative also complies with the following consumer best practices: (1) the Cooperative discloses its rates and terms of service to customers; (2) the Cooperative provides specific disclosures in its advertising; (3) the Cooperative separately identifies carrier charges from taxes on its billing statements; (4) the Cooperative provides ready access to customer service; (5) the Cooperative promptly responds to consumer inquiries and complaints received from government agencies; and (6) the Cooperative abides by policies for protection of consumer privacy.

Finally, the Cooperative has a policy and established operating procedures that comply with the FCC's Customer Proprietary Network Information (CPNI) rules (47 C.F.R. §§64.2001-64.2011).

LINE 610 - ABILITY TO FUNCTION IN EMERGENCY SITUATIONS

Cap Rock Telephone Cooperative, Inc. (the "Cooperative") is able to function in emergency situations for both voice and broadband service. The Cooperative has a reasonable amount of back-up power to ensure functionality without an external power source. Standby power generators are supplied at the central office, remote switch sites, and repeater sites to ensure functionality without an external power source until power is restored. The network is capable of managing traffic spikes resulting from emergency situations.

The Cooperative is able to reroute traffic around damaged facilities. Although the Cooperative's ability to reroute traffic around damaged facilities is not absolute and may be limited in certain circumstances, there is a restoration plan in place for expeditious recovery of service, including splicing of damaged facilities when warranted.

LINE 1010 – VOICE SERVICES RATE COMPARABILITY

The Wireline Competition Bureau's 2017 reasonable comparability benchmark for voice services is $49.51, which includes the federal subscriber line charge ("SLC").[1]

In all of the exchanges served by Cap Rock Telephone Cooperative, Inc. ("the Cooperative"), the single-line residential local rate in effect as of January 1, 2017 was $18.20. When the federal SLC ($6.50) is included, the total rate was $24.70. Therefore, the Cooperative's pricing of fixed voice services is less than the reasonable comparability benchmark of $49.51.

[1] *Wireline Competition Bureau Announces Results of 2017 Urban Rate Survey for Fixed Voice and Broadband Services, Posting of Survey Data and Explanatory Notes, and Required Minimum Usage Allowance for ETCs Subject to Broadband Public Interest Obligations*, Public Notice, WC Docket No. 10-90, 32 FCC Rcd 1358 (2017).

LINE 1030 – BROADBAND SERVICES RATE COMPARABILITY

As of January 1, 2017, Cap Rock Telephone Cooperative, Inc. was charging a residential rate of $59.95 for broadband providing 10 Mbps download, 1 Mbps upload, and an unlimited usage allowance. This rate is lower than $77.98, which is the 2017 reasonable comparability benchmark for the same offering established by the Wireline Competition Bureau.[1]

[1] *Wireline Competition Bureau Announces Results of 2017 Urban Rate Survey for Fixed Voice and Broadband Services, Posting of Survey Data and Explanatory Notes, and Required Minimum Usage Allowance for ETCs Subject to Broadband Public Interest Obligations*, Public Notice, WC Docket No. 10-90, 32 FCC Rcd 1358 (2017).

LINE 1210 – TERMS & CONDITIONS OF VOICE TELEPHONY LIFELINE PLANS

Cap Rock Telephone Cooperative, Inc. ("the Cooperative") offers qualified Lifeline subscribers a discount of $12.75 ($9.25 federal discount + $3.50 state discount) on local voice telephony service.

In all exchanges served by Cap Rock Telephone Cooperative, the Lifeline single-line residential rate, including any mandatory extended area service charge and the federal subscriber line charge ("SLC"), is $11.95 ($24.70 less the $12.75 discount).

All single-line residential customers, including Lifeline customers, have an unlimited number of minutes for calls made within their local calling area.

Lifeline customers may subscribe to toll service offered by Cap Rock Telcom at a non-discounted rate of $.08/minute. Lifeline customers may also choose another long distance carrier. Lifeline customers may also elect to subscribe to toll blocking at no charge.

Lifeline Program reductions do not apply to additional services such as custom calling features. Lifeline customers may subscribe to these services, where available, at the same rates offered to other customers.

LINE 3010 – CERTIFICATION OF PUBLIC INTEREST OBLIGATIONS

Cap Rock Telephone Cooperative, Inc. (the "Cooperative") hereby certifies that the Cooperative has taken reasonable steps to provide upon reasonable request broadband service at actual speeds of at least 10 Mbps downstream/1 Mbps upstream, with latency suitable for real-time applications, including Voice over Internet Protocol, and usage capacity that is reasonably comparable to comparable offerings in urban areas, and that requests for such service were met within a reasonable amount of time.

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According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0572-0031. The time required to complete this information collection is estimated to average 4 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 901 et seq. and, subject to federal laws and regulations regarding confidential information, will be treated as confidential.

BORROWER NAME: Cap Rock Telephone Cooperative, Inc.

INSTRUCTIONS-Submit report to RUS within 30 days after close of the period. For detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.

PERIOD ENDING: December, 2016

BORROWER DESIGNATION: TX0624

CERTIFICATION

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.

ALL INSURANCE REQUIRED BY 7 CFR PART 1788, CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES.

DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1788 OF 7CFR CHAPTER XVII

(Check one of the following)

[X] All of the obligations under the RUS loan documents have been fulfilled in all material respects.

[ ] There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in the Telecom Operating Report

Jimmy Whitefield — 3/30/2017

DATE

PART A. BALANCE SHEET

ASSETS	[redacted]	LIABILITIES AND STOCKHOLDERS' EQUITY	BALANCE PRIOR YEAR	BALANCE END OF PERIOD
CURRENT ASSETS	[redacted]	CURRENT LIABILITIES	[redacted]	[redacted]
1. Cash and Equivalents	[redacted]	25. Accounts Payable	[redacted]	[redacted]
2. Cash-RUS Construction Fund	[redacted]	26. Notes Payable	[redacted]	[redacted]
3. Affiliates:	[redacted]	27. Advance Billings and Payments	[redacted]	[redacted]
a. Telecom, Accounts Receivable	[redacted]	28. Customer Deposits	[redacted]	[redacted]
b. Other Accounts Receivable	[redacted]	29. Current Mat. L/T Debt	[redacted]	[redacted]
c. Notes Receivable	[redacted]	30. Current Mat. L/T Debt-Rur. Dev.	[redacted]	[redacted]
4. Non-Affiliates:	[redacted]	31. Current Mat.-Capital Leases	[redacted]	[redacted]
a. Telecom, Accounts Receivable	[redacted]	32. Income Taxes Accrued	[redacted]	[redacted]
b. Other Accounts Receivable	[redacted]	33. Other Taxes Accrued	[redacted]	[redacted]
c. Notes Receivable	[redacted]	34. Other Current Liabilities	[redacted]	[redacted]
5. Interest and Dividends Receivable	[redacted]	**35. Total Current Liabilities (25 thru 34)**	[redacted]	[redacted]
6. Material-Regulated	[redacted]	LONG-TERM DEBT	[redacted]	[redacted]
7. Material-Nonregulated	[redacted]	36. Funded Debt-RUS Notes	[redacted]	[redacted]
8. Prepayments	[redacted]	37. Funded Debt-RTB Notes	[redacted]	[redacted]
9. Other Current Assets	[redacted]	38. Funded Debt-FFB Notes	[redacted]	[redacted]
10. Total Current Assets (1 Thru 9)	[redacted]	39. Funded Debt-Other	[redacted]	[redacted]
NONCURRENT ASSETS	[redacted]	40. Funded Debt-Rural Develop. Loan	[redacted]	[redacted]
11. Investment in Affiliated Companies	[redacted]	41. Premium (Discount) on L/T Debt	[redacted]	[redacted]
a. Rural Development	[redacted]	42. Reacquired Debt	[redacted]	[redacted]
b. Nonrural Development	[redacted]	43. Obligations Under Capital Lease	[redacted]	[redacted]
12. Other Investments	[redacted]	44. Adv. From Affiliated Companies	[redacted]	[redacted]
a. Rural Development	[redacted]	45. Other Long-Term Debt	[redacted]	[redacted]
b. Nonrural Development	[redacted]	**46. Total Long-Term Debt (36 thru 45)**	[redacted]	[redacted]
13. Nonregulated Investments	[redacted]	OTHER LIAB. & DEF. CREDITS	[redacted]	[redacted]
14. Other Noncurrent Assets	[redacted]	47. Other Long-Term Liabilities	[redacted]	[redacted]
15. Deferred Charges	[redacted]	48. Other Deferred Credits	[redacted]	[redacted]
16. Jurisdictional Differences	[redacted]	49. Other Jurisdictional Differences	[redacted]	[redacted]
17. Total Noncurrent Assets (11 thru 16)	[redacted]	50. Total Other Liabilities and Deferred Credits (47 thru 49)	[redacted]	[redacted]
PLANT, PROPERTY, AND EQUIPMENT	[redacted]	EQUITY	[redacted]	[redacted]
18. Telecom, Plant-in-Service	[redacted]	51. Cap. Stock Outstand. & Subscribed	[redacted]	[redacted]
19. Property Held for Future Use	[redacted]	52. Additional Paid-in-Capital	[redacted]	[redacted]
20. Plant Under Construction	[redacted]	53. Treasury Stock	[redacted]	[redacted]
21. Plant Adj., Nonop. Plant & Goodwill	[redacted]	54. Membership and Cap. Certificates	[redacted]	[redacted]
22. Less Accumulated Depreciation	[redacted]	55. Other Capital	[redacted]	[redacted]
23. Net Plant (18 thru 21 less 22)	[redacted]	56. Patronage Capital Credits	[redacted]	[redacted]
24. TOTAL ASSETS (10+17+23)	[redacted]	57. Retained Earnings or Margins	[redacted]	[redacted]
		58. Total Equity (51 thru 57)	[redacted]	[redacted]
		59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	[redacted]	[redacted]

Total Equity = [redacted] of Total Assets

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USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

INSTRUCTIONS- See RUS Bulletin 1744-2

BORROWER DESIGNATION: TX0624

PERIOD ENDING: December, 2016

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues	[redacted]	[redacted]
2. Network Access Services Revenues	[redacted]	[redacted]
3. Long Distance Network Services Revenues	[redacted]	[redacted]
4. Carrier Billing and Collection Revenues	[redacted]	[redacted]
5. Miscellaneous Revenues	[redacted]	[redacted]
6. Uncollectible Revenues	[redacted]	[redacted]
7. Net Operating Revenues (1 thru 5 less 6)	[redacted]	[redacted]
8. Plant Specific Operations Expense	[redacted]	[redacted]
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	[redacted]	[redacted]
10. Depreciation Expense	[redacted]	[redacted]
11. Amortization Expense	[redacted]	[redacted]
12. Customer Operations Expense	[redacted]	[redacted]
13. Corporate Operations Expense	[redacted]	[redacted]
14. Total Operating Expenses (8 thru 13)	[redacted]	[redacted]
15. Operating Income or Margins (7 less 14)	[redacted]	[redacted]
16. Other Operating Income and Expenses	[redacted]	[redacted]
17. State and Local Taxes	[redacted]	[redacted]
18. Federal Income Taxes	[redacted]	[redacted]
19. Other Taxes	[redacted]	[redacted]
20. Total Operating Taxes (17+18+19)	[redacted]	[redacted]
21. Net Operating Income or Margins (15+16-20)	[redacted]	[redacted]
22. Interest on Funded Debt	[redacted]	[redacted]
23. Interest Expense - Capital Leases	[redacted]	[redacted]
24. Other Interest Expense	[redacted]	[redacted]
25. Allowance for Funds Used During Construction	[redacted]	[redacted]
26. Total Fixed Charges (22+23+24-25)	[redacted]	[redacted]
27. Nonoperating Net Income	[redacted]	[redacted]
28. Extraordinary Items	[redacted]	[redacted]
29. Jurisdictional Differences	[redacted]	[redacted]
30. Nonregulated Net Income	[redacted]	[redacted]
31. Total Net Income or Margins (21+27+28+29+30-26)	[redacted]	[redacted]
32. Total Taxes Based on Income	[redacted]	[redacted]
33. Retained Earnings or Margins Beginning-of-Year	[redacted]	[redacted]
34. Miscellaneous Credits Year-to-Date	[redacted]	[redacted]
35. Dividends Declared (Common)	[redacted]	[redacted]
36. Dividends Declared (Preferred)	[redacted]	[redacted]
37. Other Debits Year-to-Date	[redacted]	[redacted]
38. Transfers to Patronage Capital	[redacted]	[redacted]
39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]	[redacted]	[redacted]
40. Patronage Capital Beginning-of-Year	[redacted]	[redacted]
41. Transfers to Patronage Capital	[redacted]	[redacted]
42. Patronage Capital Credits Retired	[redacted]	[redacted]
43. Patronage Capital End-of-Year (40+41-42)	[redacted]	[redacted]
44. Annual Debt Service Payments	[redacted]	[redacted]
45. Cash Ratio [(14+20-10-11) / 7]	[redacted]	[redacted]
46. Operating Accrual Ratio [(14+20+26) / 7]	[redacted]	[redacted]
47. TIER [(31+26) / 26]	[redacted]	[redacted]
48. DSCR [(31+26+10+11) / 44]	[redacted]	[redacted]

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USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

INSTRUCTIONS - See RUS Bulletin 1744-2

BORROWER DESIGNATION

TX0624

PERIOD ENDED

December, 2016

Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION

	1. RATES		2. SUBSCRIBERS (ACCESS LINES)			3. ROUTE MILES	
EXCHANGE	B-1 (a)	R-1 (b)	BUSINESS (a)	RESIDENTIAL (b)	TOTAL (c)	TOTAL (including fiber) (a)	FIBER (b)
AFTON	25.10	18.20	[redacted]				
DICKENS	25.10	18.20					
DRY LAKE	25.10	18.20					
FLOMOT	25.10	18.20					
GIRARD	25.10	18.20					
HACKMONT	25.10	18.20					
JAYTON	25.10	18.20					
MATADOR	25.10	18.25					
PADUCAH	25.10	18.20					
PEACOCK	25.10	18.20					
QUITAQUE	25.10	18.20					
ROARING SPRINGS	25.10	18.20					
SPUR	25.10	18.20					
TURKEY	25.10	18.20					
VERBENA	25.10	18.20					
WHITE RIVER	25.10	18.20					
MobileWireless							
Route Mileage Outside Exchange Area							
Total							
No. Exchanges	16						

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USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

INSTRUCTIONS - See RUS Bulletin 1744-2

BORROWER DESIGNATION
TX0624

PERIOD ENDED
December, 2016

Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION

4. BROADBAND SERVICE

			Details on Least Expensive Broadband Service					
EXCHANGE	No. Access Lines with BB available (a)	No Of Broadband Subscribers (b)	Number Of Subscribers (c)	Advertised Download Rate (Kbps) (d)	Advertised Upload Rate (Kbps) (e)	Price Per Month (f)	Standalone/Pckg (f)	Type Of Technology (g)
AFTON	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	DSL
DICKENS	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
DRY LAKE	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
FLOMOT	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
GIRARD	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
HACKMONT	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	DSL
JAYTON	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
MATADOR	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
PADUCAH	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
PEACOCK	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	DSL
QUITAQUE	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
ROARING SPRINGS	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
SPUR	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
TURKEY	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
VERBENA	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	Fiber to the Home
WHITE RIVER	[redacted]	[redacted]	[redacted]	1,500	384	32.95	Package	DSL
Total	[redacted]	[redacted]	[redacted]					

REDACTED - FOR PUBLIC INSPECTION

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION TX0624 PERIOD ENDING December, 2016
INSTRUCTIONS- See RUS Bulletin 1744-2	

PART D. SYSTEM DATA

1. No. Plant Employees	2. No. Other Employees	3. Square Miles Served	4. Access Lines per Square Mile	5. Subscribers per Route Mile
[redacted]				

PART E. TOLL DATA

1. Study Area ID Code(s)	2. Types of Toll Settlements (Check one)		
a.	Interstate:	☐ Average Schedule	☒ Cost Basis
b.	Intrastate:	☐ Average Schedule	☒ Cost Basis
c.			
d.			
e.			
f.			
g.			
h.			
i.			
j.			

PART F. FUNDS INVESTED IN PLANT DURING YEAR

1. RUS, RTB, & FFB Loan Funds Expended	[redacted]
2. Other Long-Term Loan Funds Expended	
3. Funds Expended Under RUS Interim Approval	
4. Other Short-Term Loan Funds Expended	
5. General Funds Expended (Other than Interim)	
6. Salvaged Materials	
7. Contribution in Aid to Construction	
8. Gross Additions to Telecom. Plant (1 thru 7)	

PART G. INVESTMENTS IN AFFILIATED COMPANIES

INVESTMENTS	CURRENT YEAR DATA		CUMULATIVE DATA		
	Investment This Year	Income/Loss This Year	Cumulative Investment To Date	Cumulative Income/Loss To Date	Current Balance
(a)	(b)	(c)	(d)	(e)	(f)
1. Investment in Affiliated Companies - Rural Development	[redacted]				
2. Investment in Affiliated Companies - Nonrural Development					

REDACTED - FOR PUBLIC INSPECTION

USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

BORROWER DESIGNATION: TX0624

PERIOD ENDING: December, 2016

PART H. CURRENT DEPRECIATION RATES

Are corporation's depreciation rates approved by the regulatory authority with jurisdiction over the provision of telephone services? (Check one) [X] YES [ ] NO

EQUIPMENT CATEGORY	DEPRECIATION RATE
1. Land and support assets - Motor Vehicles	[redacted]
2. Land and support assets - Aircraft	[redacted]
3. Land and support assets - Special purpose vehicles	[redacted]
4. Land and support assets - Garage and other work equipment	[redacted]
5. Land and support assets - Buildings	[redacted]
6. Land and support assets - Furniture and Office equipment	[redacted]
7. Land and support assets - General purpose computers	[redacted]
8. Central Office Switching - Digital	[redacted]
9. Central Office Switching - Analog & Electro-mechanical	[redacted]
10. Central Office Switching - Operator Systems	[redacted]
11. Central Office Transmission - Radio Systems	[redacted]
12. Central Office Transmission - Circuit equipment	[redacted]
13. Information origination/termination - Station apparatus	[redacted]
14. Information origination/termination - Customer premises wiring	[redacted]
15. Information origination/termination - Large private branch exchanges	[redacted]
16. Information origination/termination - Public telephone terminal equipment	[redacted]
17. Information origination/termination - Other terminal equipment	[redacted]
18. Cable and wire facilities - Poles	[redacted]
19. Cable and wire facilities - Aerial cable - Metal	[redacted]
20. Cable and wire facilities - Aerial cable - Fiber	[redacted]
21. Cable and wire facilities - Underground cable - Metal	[redacted]
22. Cable and wire facilities - Underground cable - Fiber	[redacted]
23. Cable and wire facilities - Buried cable - Metal	[redacted]
24. Cable and wire facilities - Buried cable - Fiber	[redacted]
25. Cable and wire facilities - Conduit systems	[redacted]
26. Cable and wire facilities - Other	[redacted]

REDACTED - FOR PUBLIC INSPECTION

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION TX0624
INSTRUCTIONS – See help in the online application.	PERIOD ENDED December, 2016

PART I – STATEMENT OF CASH FLOWS	
1. Beginning Cash (Cash and Equivalents plus RUS Construction Fund)	[redacted]
CASH FLOWS FROM OPERATING ACTIVITIES	
2. Net Income	
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities	
3. Add: Depreciation	
4. Add: Amortization	
5. Other (Explain) Retired Plant, Salvage, etc.	
Changes in Operating Assets and Liabilities	
6. Decrease/(Increase) in Accounts Receivable	
7. Decrease/(Increase) in Materials and Inventory	
8. Decrease/(Increase) in Prepayments and Deferred Charges	
9. Decrease/(Increase) in Other Current Assets	
10. Increase/(Decrease) in Accounts Payable	
11. Increase/(Decrease) in Advance Billings & Payments	
12. Increase/(Decrease) in Other Current Liabilities	
13. Net Cash Provided/(Used) by Operations	
CASH FLOWS FROM FINANCING ACTIVITIES	
14. Decrease/(Increase) in Notes Receivable	
15. Increase/(Decrease) in Notes Payable	
16. Increase/(Decrease) in Customer Deposits	
17. Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)	
18. Increase/(Decrease) in Other Liabilities & Deferred Credits	
19. Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital	
20. Less: Payment of Dividends	
21. Less: Patronage Capital Credits Retired	
22. Other (Explain)	
23. Net Cash Provided/(Used) by Financing Activities	
CASH FLOWS FROM INVESTING ACTIVITIES	
24. Net Capital Expenditures (Property, Plant & Equipment)	
25. Other Long-Term Investments	
26. Other Noncurrent Assets & Jurisdictional Differences	
27. Other (Explain) Accum Other Comp Loss, Estate Forfeitures	
28. Net Cash Provided/(Used) by Investing Activities	
29. Net Increase/(Decrease) in Cash	
30. Ending Cash	