GVNW CONSULTING, INC.

1001 WATER STREET
SUITE A-100
KERRVILLE, TX 78028
TEL 830.896.5200
FAX 830.896.5202
www.gvnw.com

June 29, 2017

**REDACTED – FOR PUBLIC INSPECTION**

*VIA ECFS*

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

Re: Confidential Financial Information Subject to Protective Order Before the Federal Communications Commission., and requesting Confidential treatment for financial information pursuant to §§ 0.457 and 0.459 of the Commission's rules. Form 481 – Carrier Annual Reporting Data Collection, 2017.
WC 14-58.

Dear Ms. Dortch:

On behalf of Dell Telephone Cooperative, Inc. (NM) ("Dell (NM)"), GVNW Consulting, Inc. hereby submits the attached redacted and confidential versions of its "FCC Form 481 – Carrier Annual Reporting Data Collection" information pursuant to §§ 54.313 and 54.422 of the Commission's rules, as filed with the Universal Service Administrative Company. A copy is also being submitted to the New Mexico Public Regulation Commission.

Dell (NM) requests confidential treatment under the Protective Order adopted in this proceeding for the § 54.313(f)(2) financial information included in this report on the grounds that it is competitively sensitive information that is secure from public access and this information should not be released publicly for inspection as it could be used to disadvantage or harm Dell (NM). In addition, Dell (NM) is requesting confidential treatment pursuant to §§ 0.457 and 0.459 of the Commission's rules for the Five-Year Build-Out Plan Progress Report and Map that is required by § 54.313(a)(1) to be attached to this report.

In accordance with the Protective Order, one redacted copy marked "REDACTED – FOR PUBLIC INSPECTION" and one non-redacted confidential version marked "CONFIDENTIAL FINANCIAL INFORMATION – SUBJECT TO A PROTECTIVE ORDER BEFORE THE FEDERAL COMMUNICATIONS COMMISSION are being filed with the Commission. The redacted copy will be filed *via* the Electronic Comment Filing System.

If you have any questions, please contact me at sgatto@gvnw.com or 830-895-7226.

Sincerely,

Stephen Gatto

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# 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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name: Person USAC should contact with questions about this data | Denny Bergstrom |
| <035> | Contact Telephone Number: Number of the person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address: Email of the person identified in data line <030> | dbergstrom@delltelcom.com |
| | Form Type | 54.313 and 54.422 |

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**(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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.com |

<300> Unfulfilled service request (voice): 0

<310> Detail on attempts (voice)

Name of Attached Document

<320> Unfulfilled service request (broadband): 0

<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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.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 | 492066nm510.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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.com |
| <600> | Certify compliance regarding ability to function in emergency situations | Yes |
| <610> | Descriptive document for Functionality in Emergency Situations | 492066nm610.pdf |

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**(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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.com |

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

<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 --

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**(710) Broadbrand Price Offerings**
**Data Collection Form**

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

| | | |
|---|---|---|
| <010> | Study Area Code | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.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*}** |
| | | | | | | | | |
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| | | | | | | | | |
| | | | | | | | | |

-- See attached worksheet --

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**(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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.com |

| | | |
|---|---|---|
| <810> | Reporting Carrier | Dell Telephone Cooperative, Inc. |
| <811> | Holding Company | Not Applicable |
| <812> | Operating Company | Dell Telephone Cooperative, Inc. |

**<813>**

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

-- See attached worksheet --

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**(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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.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. | |

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**(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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.com |

| | | |
|---|---|---|
| <1000> | Voice services rate comparability certification | Yes |
| <1010> | Attach detailed description for voice services rate comparability compliance | 492066nm1010.pdf<br>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 | 492066nm1030.pdf<br>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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.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). | |

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**(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

| | | |
|---|---|---|
| <010> | Study Area Code | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.com |

<1210> Terms & Conditions of Voice Telephony Lifeline Plans

492066nm1210.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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.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)

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**(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

| | | |
|---|---|---|
| <010> | Study Area Code | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.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)} | | 492066nm3010b.pdf |
| (3010B) | Please Provide Attachment | Name of Attached Document Listing Required Information | |
| (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 | 492066nm3017.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

| | | |
|---|---|---|
| <010> | Study Area Code | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
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| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.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 _____

REDACTED - FOR PUBLIC INSPECTION



| **Certification - Reporting Carrier Data Collection Form** | FCC Form 481<br>OMB Control No. 3060-0986/OMB Control No. 3060-0819<br>July 2013 |
|---|---|

| | | |
|---|---|---|
| <010> | Study Area Code | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.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.

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**Certification - Agent / Carrier**
**Data Collection Form**

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

| | | |
|---|---|---|
| <010> | Study Area Code | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.com |

**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)** GVNW Consulting, Inc. **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: GVNW Consulting, Inc.

Name of Reporting Carrier: DELL TEL CO-OP - NM

Signature of Authorized Officer: CERTIFIED ONLINE Date: 06/29/2017

Printed name of Authorized Officer: Denny Bergstrom

Title or position of Authorized Officer: GM EVP

Telephone number of Authorized Officer: 9159642352 ext.

Study Area Code of Reporting Carrier: 492066 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: DELL TEL CO-OP - NM

Name of Authorized Agent Firm: GVNW Consulting, Inc.

Signature of Authorized Agent or Employee of Agent: CERTIFIED ONLINE Date: 06/29/2017

Name of Authorized Agent Employee: Stephen Gatto

Title or position of Authorized Agent or Employee of Agent Consultant

Telephone number of Authorized Agent or Employee of Agent: 8308957226 ext.

Study Area Code of Reporting Carrier: 492066 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.

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Attachments

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**(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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.com |

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

<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** |
| NM | All | | FR | 21.4 | 2.0 | 1.18 | 0.0 | 24.58 |

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**(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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.com |

<711>

| <a1> State | <a2> Exchange (ILEC) | <b1> Residential Rate | <b2> State Regulated Fees | <c> Total Rates and Fees | <d1> Broadband Service - Download Speed (Mbps) | <d2> Broadband Service -Upload Speed (Mbps) | <d3> Usage Allowance (GB) | <d4> Usage Allowance Action Taken When Limit Reached {select} |
|---|---|---|---|---|---|---|---|---|
| NM | All | 45.0 | 0.0 | 45.0 | 3.0 | 1.0 | 999999 | Other, None |
| NM | All | 68.54 | 0.0 | 68.54 | 6.0 | 1.0 | 999999 | Other, None |

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**(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 | 492066 |
| <015> | Study Area Name | DELL TEL CO-OP - NM |
| <020> | Program Year | 2018 |
| <030> | Contact Name - Person USAC should contact regarding this data | Denny Bergstrom |
| <035> | Contact Telephone Number - Number of person identified in data line <030> | 9159642352 ext. |
| <039> | Contact Email Address - Email Address of person identified in data line <030> | dbergstrom@delltelcom.com |

| | | |
|---|---|---|
| <810> | Reporting Carrier | Dell Telephone Cooperative, Inc. |
| <811> | Holding Company | Not Applicable |
| <812> | Operating Company | Dell Telephone Cooperative, Inc. |

<813>

| <a1> | <a2> | <a3> |
|---|---|---|
| **Affiliates** | **SAC** | **Doing Business As Company or Brand Designation** |
| Delcom,Inc. | | |
| Tularosa Basin Telephone Company, Inc. | 492265 | |

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**Attachment File: 492066nm510.pdf**

**DELL TELEPHONE COOPERATIVE, INC., NM – SAC 492066**

**FCC Form – Program Year 2018**

**Line 510**

**COMPLIANCE WITH SERVICE QUALITY STANDARDS AND CONSUMER PROTECTION RULES – § 54.313(a)(5)**

Dell Telephone Cooperative, Inc., NM ("Dell NM" or "the Cooperative") complies with all applicable service quality standards and consumer protection rules as required by the New Mexico Public Regulatory Commission ("PRC") and the Federal Communications Commission ("FCC").

The rates, terms and conditions under which the Cooperative operates are identified in its Local Service Tariff, which is approved by the PRC. The Cooperative's tariff contains provisions regarding its customer service and protection practices, including resolving customer disputes, applying for, refusing, disconnection, and cancellation of service. Rates and terms of service are disclosed to customers upon application for service as part of a packet of information for new customers.

Service quality standards are established by the PRC and Dell NM consistently meets or exceeds those requirements. The Cooperative provides an annual report to the New Mexico PRC pursuant to the commission's rules.

The protection of its customers' privacy and information is a constant part of Dell NM's quality of service. The Cooperative has a policy and operating procedures that comply with the FCC's Customer Proprietary Network Information ("CPNI") rules (47 C.F.R §§ 64.2001 – 64.2011). Certification of Dell NM's compliance with the FCC's CPNI rules is filed with the FCC annually.

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**Attachment File: 492066nm610.pdf**

**DELL TELEPHONE COOPERATIVE, INC., NM – SAC 492066**

**FCC Form 481 – Program Year 2018**

**Line 610**

**ABILITY TO FUNCTION IN EMERGENCY SITUATIONS – § 54.313(a)(6)**

Dell Telephone Cooperative, Inc., NM ("Dell NM" or "the Cooperative") is capable of functioning in emergency situations. Dell NM has a reasonable amount of back-up power to ensure functionality without a commercial external power source. The Cooperative has permanently installed standby power generators at its exchange switching offices and remote switching locations have a minimum of eight (8) hours of backup battery capacity. These remote sites are also equipped to accept portable emergency power if necessary. The Cooperative's network is capable of managing traffic spikes resulting from emergency conditions.

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**Attachment File: 492066nm1010.pdf**

**DELL TELEPHONE COOPERATIVE, INC., NM – SAC 492066**

**FCC Form – Program Year 2018**

**Line 1010**

**DESCRIPTION OF VOICE SERVICES RATE COMPARABILITY – § 54.313(a)(10)**

Dell Telephone Cooperative, Inc., NM ("Dell NM" or "the Cooperative") Voice Services Pricing is no more than two standard deviations above the applicable urban rate floor for voice services. . On February 14, 2017, the Wireline Competition Bureau ("Bureau") established a new average urban floor rate of $22.49 and a maximum of $49.51 as the Rate Comparability Benchmark. The FCC's previously announced phase-in of the floor rate was frozen at $18.00 by the FCC (May 17, 2017). As shown by Dell NM's response to Line 700 (Attachment File: 492066nm700.pdf), Dell NM's total residential voice service rate plus mandatory state fees is $24.58. When all state and federal mandatory charges are added to Dell NM's residential voice service rate the total rate is below the $49.51 Rate Comparability Benchmark set by the Bureau.

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**Attachment File: 492066tx1030.pdf**

**DELL TELEPHONE COOPERATIVE, INC., NM – SAC 492066**

**FCC Form – Program Year 2018**

**Line 1030**

**DESCRIPTION OF**
**BROADBAND SERVICES RATE COMPARABILITY – § 54.313(a)(12)**

Dell Telephone Cooperative, Inc., NM ("Dell NM" or "the Cooperative") Broadband Services Pricing meets the FCC's broadband pubic interest obligations because it is no more than the applicable benchmark for broadband services announced by the Bureau on February 14, 2017 (DA 17-167).

In furtherance with its broadband public interest obligation pursuant to 54.308(a), Dell offers broadband service, upon reasonable request, 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, at rates that are reasonably comparable to rates for comparable offerings in urban areas.

If a request for broadband service at actual speeds of at least 10 Mbps downstream/1 Mbps upstream is unreasonable, and offering broadband service at actual speeds of at least 4 Mbps downstream/1 Mbps upstream is reasonable, Dell offers broadband service at actual speeds of at least 4 Mbps downstream/1 Mbps upstream at pricing that meets the bureau's broadband reasonable comparability service rates.

As shown by Dell's response to Line 710 on its Form 481 filing, Dell offers broadband service of 6 Mbps downstream/1 Mbps upstream with no usage allowances for $68.54. Since the Bureau's Excel Spreadsheet tool for 2017, which can be used by carriers to determine the broadband benchmarks for specific service characteristics, indicates that broadband service of 6 Mbps downstream/1 Mbps upstream with no usage allowances should be offered at no more than $71.22, Dell's 6 Mbps downstream/1 Mbps upstream broadband service offering at $68.54 meets the Bureau's requirement for broadband reasonable comparability service rates.

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**Attachment File: 492066nm1210.pdf**

**DELL TELEPHONE COOPERATIVE, INC., NM – SAC 492066**

**FCC Form – Program Year 2018**

**Line 1210**

**TERMS AND CONDITION OF VOICE TELEPHONY LIFELINE PLANS – § 54.422(a)(2)**

Dell Telephone Cooperative, Inc. NM ("Dell" or "the Company") provides Lifeline Assistance to its low-income subscribers who apply and are eligible pursuant to federal rules to receive income-based benefits.

Lifeline subscribers may receive unlimited local calling monthly at a discounted rate for service of $9.25 per month.

Eligible Lifeline subscribers may obtain Toll Blocking free of charge. The company's voice Lifeline plan does not include any free minutes of use for toll.

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LOCAL EXCHANGE SERVICE

4. Local Exchange Service (Cont'd)

4.5 Low Income Telephone Assistance Program

4.5.1 Definition

The New Mexico Low-Income Telephone Assistance Program provides for a credit against the recurring monthly rate for the provision of local residential service for certain low-income customers.

4.5.2 Application

4.5.2.1 The New Mexico Low-Income Telephone Assistance Program credit is only available to low-income customers who meet eligibility requirements established by the Medicaid program and to those customers that qualify for the Low Income Home Energy Assistance Program under the eligibility criteria for grantees recognized by the United States Department of Health and Human Services.

4.5.2.2 At the option of the Cooperative, the Cooperative will verify eligibility requirements directly with the state agency charged with the duty of administering the Medicaid program or the Low Income Home Energy Assistance Program, or require the customer to obtain a certificate verifying such eligibility.

4.5.2.3 The Cooperative may not disconnect the service of a Low-Income Telephone Assistance Program customer for the non-payment of toll charges unless the Cooperative has received a waiver from the Commission allowing disconnection of service for this reason.

4.5.2.4 Upon subscribing to the Low-Income Telephone Assistance Program, a customer will be offered a subscription, at no charge, to toll blocking service, which denies the customer access to the long distance telecommunications network. However, the customer does not have to subscribe to toll blocking service.

4.5.2.5 The Cooperative may not collect a service deposit in order to initiate Low-Income Telephone Assistance Program service, if the qualifying low-income consumer voluntarily elects toll blocking from the Cooperative.



Dale L. Flach - General Manager
P.O. Box 678 - 601 S. Main St.
Dell City, TX 79837
(915) 964-2352

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LOCAL EXCHANGE SERVICE

4. Local Exchange Service (Cont'd)

4.5 Low Income Telephone Assistance Program (Cont'd)

4.5.4 Regulations

4.5.4.1 The New Mexico Low-Income Telephone Assistance Program credit will begin with the date the Cooperative identifies applicants who qualify for Medicaid benefits or the Low Income Home Energy Assistance Program, or when new service is established for a qualifying customer subject to 4.5.2.6 above. The credit will be prorated on the basis of a 30-day month from the effective date of the customer's application.

4.5.4.2 DELETED (D)

(D)

4.5.4.3 The credit is applicable only to the customer's principal residence line.

4.5.5 Monthly Rates

| All Exchanges | Monthly Rate Reduction | |
|---|---|---|
| Federal Lifeline (LITAP) Credit | $ 9.25 | (R)(T) |
| State LITAP Credit | $ 3.50 | (T) |

(D)

(D)



Denny Bergstrom - General Manager
P.O. Box 678 - 601 S. Main St.
Dell City, TX 79837
(915) 964-2352

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DTC
DELLTELEPHONE.COM
DELCOM INC.

June 20, 2017

DENNY BERGSTROM
GENERAL MANAGER/EXECUTIVE VICE PRESIDENT

Marlene H. Dortch, Secretary
Federal Communications Commission
9300 East Hampton Drive
Capitol Heights, MD 20743

re: WC Docket No. 14-58, Annual Report, Form 481 for High-Cost Recipient 54.313(f)(1) "Milestone Certification"

Dear Ms. Dortch:

In compliance with the Commission's rules pursuant to § 54.313(f)(1) relating to the filing of Form 481, Dell Telephone Cooperative, Inc., NM - SAC – 492066, wishes to certify to the Commission that the Company:

> Has taken reasonable steps to provide upon reasonable request broadband service at actual speeds of 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, at rates that are reasonably comparable to rates for comparable offerings in urban areas, and that reasonable requests for such service are met within a reasonable amount of time.
>
> If a request for broadband service at actual speeds of at least 10 Mbps downstream/1 Mbps upstream is unreasonable, and offering broadband service at actual speeds of at least 4 Mbps downstream/1 Mbps upstream is reasonable, our company offers broadband service at actual speeds of at least 4 Mbps downstream/1 Mbps upstream at pricing that meets the Wireline Competition Bureau's broadband reasonable comparability service rates benchmark.

If you have any questions, I may be contacted at 915-964-2352.

Sincerely,

Denny Bergstrom

Denny Bergstrom
General Manager

DELL TELEPHONE COOPERATIVE, INC.
610 SOUTH MAIN STREET • P.O. BOX 67
DELL CITY, TEXAS 79837
TEL. 915/964-2352 • FAX 915/964-2402

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COPY

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

Dell Telephone Cooperative, Inc.

(Prepared with Audited Data)

*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 | BORROWER DESIGNATION |
|---|---|
| December, 2016 | TX0569 |

## 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)*

☐ 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

DATE

## PART A. BALANCE SHEET

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

Total Equity = [redacted] % of Total Assets



See Accountant's Compilation Report

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| USDA-RUS<br>**OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS** | BORROWER DESIGNATION<br>TX0569 |
|---|---|
| *INSTRUCTIONS- See RUS Bulletin 1744-2* | PERIOD ENDING<br>December, 2016 |

**PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS**

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



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# OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

*INSTRUCTIONS - See RUS Bulletin 1744-2*

BORROWER DESIGNATION
TX0569

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) |
| 826 | [redacted] | | | | | | |
| 828 | | | | | | | |
| 963 | | | | | | | |
| 964 | | | | | | | |
| 981 | | | | | | | |
| 986 | | | | | | | |
| 987 | | | | | | | |
| 988 | | | | | | | |
| MobileWireless | | | | | | | |
| Route Mileage Outside Exchange Area | | | | | | | |
| Total | | | | | | | |
| No. Exchanges | | | | | | | |

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## 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) |
| 826 | [redacted] | | | | | | | |
| 828 | [redacted] | | | | | | | |
| 963 | [redacted] | | | | | | | |
| 964 | [redacted] | | | | | | | |
| 981 | [redacted] | | | | | | | |
| 986 | [redacted] | | | | | | | |
| 987 | [redacted] | | | | | | | |
| 988 | [redacted] | | | | | | | |
| Total | [redacted] | | | | | | | |

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## 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)
   - a. 442066
   - b. 492066
   - c.
   - d.
   - e.
   - f.
   - g.
   - h.
   - i.
   - j.

2. Types of Toll Settlements (Check one)

| | | |
|---|---|---|
| Interstate: | ☐ Average Schedule | ☒ Cost Basis |
| Intrastate: | ☐ Average Schedule | ☒ Cost Basis |

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



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|---|---|

## 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] |



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|---|---|
| INSTRUCTIONS – See help in the online application. | PERIOD ENDED<br>December, 2016 |

**PART I – STATEMENT OF CASH FLOWS**

| | | |
|---|---|---|
| **1.** | **Beginning Cash (Cash and Equivalents plus RUS Construction Fund)** | |
| | **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) | |
| | *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)<br>Miscellaneous equity credits | |
| **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)<br>Non-regulated depreciation, TPUC | |
| **28.** | **Net Cash Provided/(Used) by Investing Activities** | |
| **29.** | **Net Increase/(Decrease) in Cash** | |
| **30.** | **Ending Cash** | |

**Revision Date 2010**

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**NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS**

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[redacted]

## Supplementary Information

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**NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS**

[redacted]

## Other Matters

[redacted]

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| **CERTIFICATION LOAN DEFAULT NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS** | |
| | |

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# Accountant's Compilation Report

To the Board of Directors
Dell Telephone Cooperative, Inc.
Dell City, Texas

[redacted]

**Supplementary Information**

[redacted]

**Other Matters**

[redacted]

BKD, LLP

Colorado Springs, Colorado
June 26, 2017

Praxity MEMBER
GLOBAL ALLIANCE OF INDEPENDENT FIRMS