

VIA ECFS

July 9, 2017

Marlene H. Dortch, Secretary
Federal Communications Commission
Office of the Secretary
445 Twelfth Street S.W.
Washington, D.C. 20554

RE: Hardy Telecommunications, Inc (ILEC) FCC Form 481 submittal – Program Year 2019

Dear Ms. Dortch,

Hardy Telecommunications Inc. (SAC 200259) hereby submits the attached "FCC Form 481 – Carrier Annual Reporting Data Collection" pursuant to sections 54.313 and 54.422 of the Commission's rules, as filed with the Universal Service Administrative Company.

Please contact me with any questions you have on this filing.

Sincerely,



D. Scott Sherman
General Manager and CEO

Case No. 18-0478-T-GI

**Submission of
Hardy Telecommunications, Inc.**

Attachment 2

FCC Form 481 – Submitted to USAC on July 9, 2018

**FCC Form 481 - Carrier Annual Reporting
Data Collection Form**FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2018

<010>	Study Area Code	200259
<015>	Study Area Name	HARDY TELECOM
<020>	Program Year	2019
<030>	Contact Name: Person USAC should contact with questions about this data	Scott Sherman
<035>	Contact Telephone Number: Number of the person identified in data line <030>	3048979911 ext.
<039>	Contact Email Address: Email of the person identified in data line <030>	ssherman@hardynet.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 2018

<010>	Study Area Code	200259
<015>	Study Area Name	HARDY TELECOM
<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	
<035>	Contact Telephone Number - Number of person identified in data line <030>	3048979911 ext. Scott Sherman
<039>	Contact Email Address - Email Address of person identified in data line <030>	ssherman@hardynet.com

<210> For the prior calendar year, were there any reportable voice service outages?

[illegible]

(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 2018

<010> Study Area Code 200255

<015> Study Area Name HARDY TELECOM

<020> Program Year 2019

<030> Contact Name - Person USAC should contact regarding this data Scott Sherman

<035> Contact Telephone Number - Number of person identified in data line
<030> 2048979911 ext.

<039> Contact Email Address - Email Address of person identified in data line
<030> ssherman@hardynet.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.

<410> Complaints per 1000 customers for fixed voice

<420> Complaints per 1000 customers for mobile voice

**(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 2018

<010>	Study Area Code	200259
<015>	Study Area Name	HARDY TELECOM
<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	Scott Sherman
<035>	Contact Telephone Number - Number of person identified in data line <030>	3048979911 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	ssherman@hardynet.com

<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 2018

<010>	Study Area Code	200259
<015>	Study Area Name	HAFDY TELECOM
<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	Scott Shezman
<035>	Contact Telephone Number - Number of person identified in data line <030>	3048579911 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	sshezman@hardynet.com
<600>	Certify compliance regarding ability to function in emergency situations	Yes
<610>	Descriptive document for Functionality in Emergency Situations	200259WV610.pdf

<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 2018

<010>	Study Area Code	200259
<015>	Study Area Name	HARDY TELECOM
<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	Scott Sherman
<035>	Contact Telephone Number - Number of person identified in data line <030>	3048979911 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	ssherman@hardynet.com

<1000> Voice services rate comparability certification

Yes

200259WV1010.pdf

<1010> Attach detailed description for voice services rate comparability compliance

Name of Attached Document

Yes - Pricing is no more than the most recent applicable benchmark announced by the Wireline Competition Bureau

<1020> Broadband comparability certification

200259WV1030.pdf

<1030> Attach detailed description for broadband comparability compliance

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 2018

<010>	Study Area Code	200259
<015>	Study Area Name	HARDY TELECOM
<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	Scott Sherman
<035>	Contact Telephone Number - Number of person identified in data line <030>	3048979911 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	ssherman@hardynet.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).

<1140> Alaska Plan rate-of-return certification (yes, no, or not applicable) of compliance with approved performance plan.

Not Applicable

(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 2018

<010>	Study Area Code	200259
<015>	Study Area Name	HARDY TELECOM
<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	Scott Sherman
<035>	Contact Telephone Number - Number of person identified in data line <030>	3048979911 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	ssherman@hardynet.com

209009WV610.pdf

<1210> Terms & Conditions of Voice Telephony Lifeline Plans

Name of Attached Document

<1220> Link to Public Website

HTTP ://www.hardynet.net/residential/telephone/lifeline

"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		FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2018
Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers		
<010>	Study Area Code	200259
<015>	Study Area Name	HARDY TELECOM
<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	Scott Sherman
<035>	Contact Telephone Number - Number of person identified in data line <030>	3048979911 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	ssherman@hardynet.com

Select the appropriate responses below (Yes, No, Not Applicable) to note compliance as a recipient of frozen 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(c),(d),(e). The information reported on this form and in the documents attached below is accurate.

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

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 2017.

<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)(iii)(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 2018

<010> Study Area Code 200259

<015> Study Area Name HARDY TELECOM

<020> Program Year 2019

<030> Contact Name - Person USAC should contact regarding this data Scott Sherman

<035> Contact Telephone Number - Number of person identified in data line <030> 3048979911 ext.

<039> Contact Email Address - Email Address of person identified in data line <030> ssherman@hardynet.com

CAF BLS Reporting

(3008A) Please indicate whether new locations were deployed during the prior calendar year. (Yes/No) Yes

(3008B) Please enter the number of new locations deployed in the prior calendar year associated with each of the following speed tiers.

(3008B1) Number of newly built locations with access to broadband speeds of at least 10/1 Mbps but less than 25/3 Mbps. 0

(3008B2) Number of newly built locations with access to broadband speeds of 25/3 Mbps or higher. 438

(3008C) Please provide the percentage of deployment across the entire study area. 91

<010>	Study Area Code	200259
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<039>	Contact Email Address - Email Address of person identified in data line <030>	ssherman@hardynet.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.

(3009) Progress Report on 5 Year Plan
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

200259WV3010.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

200259WV3017.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)		FCC Form 481
Data Collection Form		OMB Control No. 3060-0986/OMB Control No. 3060-0819
		July 2018

<010>	Study Area Code	200259
<015>	Study Area Name	HARDY TELECOM
<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	Scott Sherman
<035>	Contact Telephone Number - Number of person identified in data line <030>	3048979911 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	ssherman@hardynet.com

Financial Data Summary	
(3027) Revenue	6872501
(3028) Operating Expenses	7118820
(3029) Net Income	202916
(3030) Telephone Plant In Service(TPIS)	47156644
(3031) Total Assets	32189602
(3032) Total Debt	10002818
(3033) Total Equity	14300184
(3034) Dividends	0

<010>	Study Area Code	200259
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<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	Scott Sherman
<035>	Contact Telephone Number - Number of person identified in data line <030>	3048975911 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	ssherman@hardynet.com

4005 Rural Broadband Experiment

Authorized Rural Broadband Experiment (RBE) recipients must address the certification for public interest obligations and provide a list of newly served community anchor institutions.

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 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

Certification - Reporting Carrier Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2018
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<010> Study Area Code	200259
<015> Study Area Name	HARDY TELECOM
<020> Program Year	2019
<030> Contact Name - Person USAC should contact regarding this data	Scott Sherman
<035> Contact Telephone Number - Number of person identified in data line <030>	3048979911 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	ssherman@hardynet.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: HARDY TELECOM	
Signature of Authorized Officer: CERTIFIED ONLINE	Date 07/09/2018
Printed name of Authorized Officer: David Sherman	
Title or position of Authorized Officer: General Manager & CEO	
Telephone number of Authorized Officer: 3048979911 ext. 9421	
Study Area Code of Reporting Carrier: 200259	Filing Due Date for this form: 07/16/2018
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 2018
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<010> Study Area Code	200259
<015> Study Area Name	HARDY TELECOM
<020> Program Year	2019
<030> Contact Name - Person USAC should contact regarding this data	Scott Sherman
<035> Contact Telephone Number - Number of person identified in data line <030>	3048979911 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	ssherman@hardynet.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) _____ 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: _____	
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.	

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: _____	
Name of Authorized Agent Firm: _____	
Signature of Authorized Agent or Employee of Agent: _____	Date: _____
Name of Authorized Agent Employee: _____	
Title or position of Authorized Agent or Employee of Agent: _____	
Telephone number of Authorized Agent or Employee of Agent: _____	
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.	

Attachments

**(800) Operating Companies
Data Collection Form**

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2018

<010> Study Area Code
<015> Study Area Name
<020> Program Year
<030> Contact Name - Person USAC should contact regarding this data
<035> Contact Telephone Number - Number of person identified in data line <030>
<039> Contact Email Address - Email Address of person identified in data line <030>

200259
HARDY TELECOM
2019
Scott Sherman
3048979911 ext.
ssherman@hardynet.com

<810> Reporting Carrier
<811> Holding Company
<812> Operating Company

Hardy Telecommunications, Inc.
Hardy Telecommunications, Inc.
Hardy Telecommunications, Inc.

<813>

<a1>
Affiliates

<a2>
SAC

<a3>
Doing Business As Company or Brand Designation

Hardy Telecommunications, Inc. - CLEC
HardyNet, LLC

209009

Line 610 - Emergency Operations Functionality & Capability

The Company prides itself on updating and maintaining all of its plant and equipment to prevent outages before they happen. If outages do occur, the Company has a 24-hour/7 days-a-week on call staff and alarm reporting systems in place that send the necessary notifications to the 24-hour/7 days-a-week personnel monitoring these systems. The Company certifies that it follows best practices that are designed to allow them to remain functional in an emergency situation through the use of back-up power to ensure functionality.

Absent catastrophic failure of the network or elements of it, the Company has the capability to engage in some re-routing of traffic based on what facilities are damaged. While the Company has engineered its network based on accepted industry engineering practices, changing call routing may, to some extent, permit the Company to manage traffic patterns throughout its network during emergency situations.

The Company performs exercises to test disaster preparedness on each site's back-up power systems and they are tested weekly. Major transport facilities are also tested periodically to ensure failover reliability.

The company provides the following information regarding its central office back-up battery and generator capability during electricity failures within its operating areas. The company has deployed battery back-up power in its central office that will produce an estimated twenty(20) hours of back-up power for the Company's central office. The initiation of the Company's battery back-up capability is triggered instantaneously of the network identifying the existence of a loss of power.

The Company also has a back-up gas generator that is available at its central office should it be necessary. The generator would provide an additional 100 hours of back-up power capability based on fuel capacity. Assuming the availability of fuel at the locations, the generator would provide sufficient power to operate even longer absent some unforeseen breakdown of it. Based on current contingency preparation plans, the Company estimates that the necessary generator-provided back-up power capability can be deployed and functioning within a minute of the identification of its need, well within the time frame of the estimated battery power back-up capability possessed by the Company. In addition, the Company has two portable generators that can be moved to the necessary site(s) to recharge batteries at the site(s). The following is a listing of remotes with the appropriate back-up battery and/or generator capability:

Remote Name	Battery Run Time Estimated	Generator	Generator Run Time Estimated
Arksansaw	21 hours	Y	333 hours
Ashton Woods North	600 hours	N	
Ashton Woods South	266 hours	N	
Baker	16 hours	N	
Baker Tower	8 hours	N	
Baker Industrial Park	320 hours	N	
Beans Settlement	61 hours	N	
Bass	72 hours	N	
Bear's Heil Tower	62 hours	N	
Brants-Teets	214 hours	N	
Byrd	8 hours	N	
Crab Run	86 hours	N	
East Hardy High School	16 hours	N	
Grover Smith	200 hours	N	
Helmick Rock	21 hours	Y	667 hours
Jenkins Hollow	300 hours	N	
Kessel	26 hours	Y	333 hours
Lower Cove	200 hours	N	
Mill Gap	200 hours	N	
Mathias	17 hours	Y	333 hours
Mattie Snyder	48 hours	N	
Needmore	32 hours	Y	333 hours
North River	16 hours	N	
Peru	36 hours	Y	333 hours
Potomac Valley Overlook	16 hours	N	
Rig	12 hours	N	
Rio	114 hours	N	
South Fork	9 hours	Y	145 hours
State Park	228 hours	N	
Strawderman Hollow	187 hours	N	
Trout Pond	62 hours	N	
Upper Cove	171 hours	N	
Whetzel Hollow	320 hours	N	

Hardy Telecommunications, Inc. Voice Services Rate Comparability

Hardy Telecommunications voice service pricing is no more than 2 standard deviations above the national average urban rate (\$45.38) as announced by the Wireline Competition Bureau on November 8, 2017 (DA 17-1093).

Hardy Telecommunications, Inc. Broadband Services Rate Comparability

Hardy Telecommunications' Broadband Services pricing meets the FCC's broadband public interest obligations because it offers broadband service at actual speeds of at least 10 Mbps downstream / 1 Mbps upstream at no more than the applicable benchmark for broadband services announced by the Bureau on November 8, 2017 (DA 17-1093)

Lifeline Certification, Verification, and Confirmation for Determining Initial and Continuing Eligibility of
Consumers for USF Supported Lifeline Services

General Assertion/Certification:

The Company has policies and procedures in place to ensure that its Lifeline subscribers are eligible to receive Lifeline services. The Company has instituted certification and verification procedures in accordance with Section 54.416 of the rules of the Federal Communications Commission (the "FCC"). Specifically, the Company refers to any and all consumers who request USF supported services from Hardy Telecommunications to the West Virginia Department of Health and Human Resources for proper confirmation and documentation of eligibility. Hardy Telecommunications proceeds with instituting such services after the proper documentation of eligibility from the DHHR is received from the consumer.

In addition, as required by Section 54.410 of the FCC's rules, the Company obtains a valid certification form for each subscriber for whom the Company will be seeking Lifeline reimbursement. A copy of the Company's "Annual Lifeline Certification and Verification" form has been attached to the Company's submission in response to the May 1, 2012 "Commission Order" in the above referenced proceeding.

Based on the foregoing, my knowledge, information and belief, I hereby certify that the Company has policies and procedures in place to ensure that its Lifeline subscribers are eligible to receive Lifeline services, that the Company is in compliance with all federal Lifeline certification procedures, and that the Company has obtained a valid certification form for each subscriber for whom the carrier seeks Lifeline reimbursement.

Scott Sherman, General Manager and CEO of Hardy Telecommunications, Inc. and its Operating Companies

Table of Contents for Additional Supporting Documents:

- Lifeline Assistance (Guideline for Customers)
- Lifeline Assistance Certifications
- Lifeline Assistance Tariff as Currently Filed and on record with the West Virginia Public Service Commission
- Website link regarding Company's Lifeline Assistance Program:
<http://www.hardynet.net/residential/telephone/lifeline/>
- Lifeline customers MOU and additional toll charges

LIFELINE ASSISTANCE

1. Lifeline Assistance consists of a credit in the amount of \$9.25 on eligible customer's bills.
2. The Lifeline discount can apply to ANY residential service plans that provide voice telephony or broadband services.
3. In order to be eligible to receive Lifeline Assistance, the customer must certify that s/he participates in one of the following:
 - Supplemental Nutrition Assistance Program (SNAP), Mountain State Card, formerly known as Food Stamps
 - Medicaid (Mountain Health Trust)
 - Supplemental Security Income (SSI)
 - Federal Public Housing Assistance (FPHA)
 - Federal Veterans Affairs (VA) Veterans Pension or Survivors Pension
 - Income is at or below 135% of the Federal Poverty Guidelines
4. If the customer claims to qualify based on income, s/he must present acceptable documentation of the household income. Acceptable documentation of income include:
 - The prior year's state, federal, or tribal tax return;
 - Current income statement from an employer or paycheck stub;
 - Social Security statement of benefits;
 - Veterans Administration statement of benefits;
 - Retirement or pension statement of benefits;
 - Unemployment or Workers' Compensation statement of benefits;
 - Federal or tribal notice letter of participation in General Assistance; and,
 - Divorce decree, child support award, or other official document containing income information.
5. If the preceding documentation of income does not cover a full year, such as a current pay stub, the customer must present the same type of documentation covering **three** consecutive months within the previous 12 months.
6. Customer must fill out the attached Lifeline Assistance Application / Certification Form. Once the form is complete, you must print your name and sign at the appropriate places.
7. Make a copy of the form and give the customer a copy. The original is to be kept in the file.
8. A service deposit cannot be collected on an eligible customer.

LIFELINE ASSISTANCE APPLICATION / CERTIFICATION

Subscriber's Full Name _____

Full Residential Address _____

Billing Address, if different _____

Date of Birth ____ / ____ / ____ Last four (4) digits of Social Security Number _____

Is residence temporary or permanent? _____

I hereby certify, under penalty of perjury, that I am eligible to receive Lifeline Assistance for the following reason(s):
(Please check all that apply)

_____ Supplemental Nutrition Assistance Program (SNAP – Mountain State Card)

_____ Medicaid (Mountain Health Trust)

_____ Supplemental Security Income (SSI)

_____ Federal Public Housing Assistance (FPHA)

_____ Federal Veterans Affairs (VA) Veterans Pension or Survivors Pension

_____ Income is at or below 135% of the Federal Poverty Guidelines
To qualify under the income-based criteria, the number of individuals living in your household must be provided. _____

I further acknowledge, under penalty of perjury, the following requirements: (Please acknowledge by initialing each)

_____ I meet the income-based criteria for receiving Lifeline support.

_____ I will notify Hardy Telecommunications, Inc. within 30 days if for any reason I am no longer eligible for Lifeline services; or, if I am receiving more than one Lifeline benefit.

_____ I will provide my new address to Hardy Telecommunications, Inc. within 30 days of moving.

_____ I understand that Lifeline is a federal benefit and is available for only **ONE** service per household and, to the best of my knowledge, I am not already receiving any other Lifeline benefit.

_____ I will verify my temporary residential address every 90 days if I provided a temporary residential address.

_____ I understand that providing false or fraudulent information to receive the Lifeline benefit is punishable by law and the Lifeline service is a **non-transferrable** benefit.

_____ I understand that I may be required to re-certify my continued eligibility at any time. Failure to re-certify my continued eligibility will result in de-enrollment and the termination of my Lifeline benefit.

_____ I certify that the information contained within this application / certification is true and correct to the best of my knowledge.

Customer Signature

Customer Name

Date

Hardy Employee Name

NETWORK ACCESS LINE SERVICE**LIFELINE PROGRAM**

The Company, as part of its obligations as an Eligible Telecommunications Carrier, offers the Lifeline Program to eligible low-income subscribers. The Lifeline Program is offered under the terms and conditions provided below:

1. Lifeline Program**a. General**

The Lifeline Program is a federal program offering a monthly benefit on home or wireless phone and broadband service to eligible households. The benefit can Lower the cost of monthly phone or broadband services.

b. Regulations

- 1) Unless other eligibility requirements are established by the Commission, Lifeline Assistance is available to all subscribers who participate in one of the following programs: Medicaid; Supplemental Nutrition Assistance Program (SNAP), formerly known as food stamps; Supplemental Security Income (SSI); Federal Public Housing Assistance; and, Federal Veterans Affairs (VA) Veterans Pension or Survivors Pension.
- 2) Each subscriber to Lifeline Program must certify in writing to the Company, under penalty of perjury, that s/he receives benefits under a program outlined in sub-paragraph (b) (1), above, and must, on that same document, agree to notify the Company if s/he ceases to participate in the program(s). The certification form shall conform to the requirements described herein, and shall be made available upon request to any subscriber. The Company shall retain all such subscriber certifications in order to furnish proof of subscriber eligibility as may be required from time to time by Universal Service Administrators.

NETWORK ACCESS LINE SERVICE

LIFELINE PROGRAM (cont'd.)	T
1. Lifeline Program (cont'd.)	T
b. Regulations (cont'd.)	
	D
	D
	D
3) Eligibility for the Lifeline Program benefit shall be subject to initial and Continuing verification by one of three methods: a state verifier database; a state agency, such as the local WV Department of Health and Human Resources; or, subscriber self-certification.	C C
c. The Lifeline Program benefit provides a discount to the subscriber's monthly Phone or broadband service. The flat-rate discount available per month is \$9.25.	T T

NETWORK ACCESS LINE SERVICE

LIFELINE PROGRAM (cont'd.)

T

1. Lifeline Program (cont'd.)

T

- d. The Company shall apply the baseline payments received by the administrator of the Federal Lifeline Assistance program to waive the qualifying customer's federal End-User Common Line Charge. The Company shall apply any additional Federal support amount to the qualifying subscriber's basic local exchange service rate.
- e. Partial payments that are received from Lifeline customers shall first be applied to local service charges and then to any outstanding toll charges.

D

Lifeline customers MOU and additional toll charges

Lifeline subscribers receive the same residential service as a regular subscriber, but at a reduced monthly recurring rate. Thus, lifeline subscribers have an unlimited number of local calling minutes. As for toll, lifeline subscribers, similar to every Hardy Telecommunication subscriber, are free to choose their own toll usage plans through IXC's that serve Hardy Telecommunications.



July 9, 2018

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

Re: Certification of Public Interest Obligation

Dear Ms. Dortch:

In compliance with the filing requirements associated with, and attached to Form 481, we wish to advise the Commission that Hardy Telecommunications, Inc. provides High Speed Internet service to its customers and

- Has taken reasonable steps to provide upon reasonable request broadband service at actual speeds of 10 Mbps downstream / 1 Mbps upstream;
- Provides latency suitable for real-time applications including VoIP and usage capacity which is reasonably comparable to those in urban areas and;
- That reasonable requests for service are met within a reasonable timeframe.

If there are questions, I may be contacted at 304-897-9911.

Sincerely,

D. Scott Sherman
General Manager & CEO

HARDYNET.COM

200259WV3017

USDA-RUS

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

Hardy Telecommunications, Inc.

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

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, 2017

BORROWER DESIGNATION
WV0513

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	1,578,841	1,111,304	25. Accounts Payable	3,389,587	5,195,381
2. Cash-RUS Construction Fund	161	161	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	1,091,639	1,122,996
c. Notes Receivable			30. Current Mat. L/T Debt-Rur. Dev.		
4. Non-Affiliates:			31. Current Mat.-Capital Leases		
a. Telecom, Accounts Receivable	254,593	132,256	32. Income Taxes Accrued		
b. Other Accounts Receivable	310,062	286,028	33. Other Taxes Accrued		
c. Notes Receivable			34. Other Current Liabilities	135,423	248,712
5. Interest and Dividends Receivable			35. Total Current Liabilities (25 thru 34)	4,616,649	6,567,089
6. Material-Regulated	238,484	244,536	LONG-TERM DEBT		
7. Material-Nonregulated	28,742	28,000	36. Funded Debt-RUS Notes	9,003,873	8,249,915
8. Prepayments	60,451	1,081,720	37. Funded Debt-RTB Notes	1,535,976	1,447,398
9. Other Current Assets	50,397	50,397	38. Funded Debt-FFB Notes		
10. Total Current Assets (1 Thru 9)	2,521,731	2,934,402	39. Funded Debt-Other	587,390	305,505
NONCURRENT ASSETS			40. Funded Debt-Rural Develop. Loan		
11. Investment in Affiliated Companies			41. Premium (Discount) on L/T Debt		
a. Rural Development	2,449,655	8,197,803	42. Reacquired Debt		
b. Nonrural Development	4,461,515		43. Obligations Under Capital Lease		
12. Other Investments			44. Adv. From Affiliated Companies		
a. Rural Development			45. Other Long-Term Debt		
b. Nonrural Development	229,835	210,032	46. Total Long-Term Debt (36 thru 45)	11,127,239	10,002,818
13. Nonregulated Investments			OTHER LIAB. & DEF. CREDITS		
14. Other Noncurrent Assets			47. Other Long-Term Liabilities		
15. Deferred Charges			48. Other Deferred Credits	1,559,422	1,319,511
16. Jurisdictional Differences			49. Other Jurisdictional Differences		
17. Total Noncurrent Assets (11 thru 16)	7,141,005	8,407,835	50. Total Other Liabilities and Deferred Credits (47 thru 49)	1,559,422	1,319,511
PLANT, PROPERTY, AND EQUIPMENT			EQUITY		
18. Telecom, Plant-in-Service	45,781,819	47,156,644	51. Cap. Stock Outstand. & Subscribed		
19. Property Held for Future Use			52. Additional Paid-in-Capital		
20. Plant Under Construction	935,515	889,529	53. Treasury Stock		
21. Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		
22. Less Accumulated Depreciation	25,543,525	27,198,808	55. Other Capital		
23. Net Plant (18 thru 21 less 22)	21,173,809	20,847,365	56. Patronage Capital Credits	9,211,669	13,370,136
TOTAL ASSETS (10+17+23)	30,836,545	32,189,602	57. Retained Earnings or Margins	4,321,566	930,048
			58. Total Equity (51 thru 57)	13,533,235	14,300,184
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	30,836,545	32,189,602

Total Equity = 44.42% of Total Assets

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

WV0513

PERIOD ENDING

December, 2017

INSTRUCTIONS- See RUS Bulletin 1744-2

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues	1,772,404	1,848,246
2. Network Access Services Revenues	5,106,404	5,062,627
3. Long Distance Network Services Revenues		
4. Carrier Billing and Collection Revenues	1,165	988
5. Miscellaneous Revenues	88,780	88,571
6. Uncollectible Revenues	30,000	127,931
7. Net Operating Revenues (1 thru 5 less 6)	6,938,753	6,872,501
8. Plant Specific Operations Expense	2,117,033	2,442,763
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	570,143	557,416
10. Depreciation Expense	1,986,147	2,100,208
11. Amortization Expense		
12. Customer Operations Expense	700,888	732,692
13. Corporate Operations Expense	1,369,288	1,285,741
14. Total Operating Expenses (8 thru 13)	6,743,499	7,118,820
15. Operating Income or Margins (7 less 14)	195,254	(246,319)
16. Other Operating Income and Expenses		
17. State and Local Taxes	(13,129)	
18. Federal Income Taxes	84,914	49,684
19. Other Taxes	75,725	113,333
20. Total Operating Taxes (17+18+19)	147,510	163,017
21. Net Operating Income or Margins (15+16-20)	47,744	(409,336)
22. Interest on Funded Debt	536,467	442,157
23. Interest Expense - Capital Leases		
24. Other Interest Expense		
25. Allowance for Funds Used During Construction		
26. Total Fixed Charges (22+23+24-25)	536,467	442,157
27. Nonoperating Net Income	4,551,604	1,578,625
28. Extraordinary Items		
29. Jurisdictional Differences		
30. Nonregulated Net Income	258,685	202,916
31. Total Net Income or Margins (21+27+28+29+30-26)	4,321,566	930,048
32. Total Taxes Based on Income		
33. Retained Earnings or Margins Beginning-of-Year	1,205,218	4,321,566
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	1,205,218	4,321,566
39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]	4,321,566	930,048
40. Patronage Capital Beginning-of-Year	8,157,934	9,211,669
41. Transfers to Patronage Capital	1,205,218	4,321,566
42. Patronage Capital Credits Retired	151,483	163,099
43. Patronage Capital End-of-Year (40+41-42)	9,211,669	13,370,136
44. Annual Debt Service Payments	1,488,757	1,535,222
45. Cash Ratio [(14+20-10-11) / 7]	0.7069	0.7540
46. Operating Accrual Ratio [(14+20+26) / 7]	1.0704	1.1239
47. TIER [(31+26) / 26]	9.0556	3.1034
48. DSCR [(31+26+10+11) / 44]	4.5972	2.2618

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

INSTRUCTIONS - See RUS Bulletin 1744-2

BORROWER DESIGNATION

WV0513

PERIOD ENDED

December, 2017

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

EXCHANGE	1. RATES		2. SUBSCRIBERS (ACCESS LINES)			3. ROUTE MILES	
	B-1	R-1	BUSINESS	RESIDENTIAL	TOTAL	TOTAL (including fiber)	FIBER
	(a)	(b)	(a)	(b)	(c)	(a)	(b)
Lost River 1	22.00	16.00	97	812	909	218.00	124.00
Lost River 2	25.00	18.00	85	349	434	217.00	124.00
Lost River 3	50.00	21.00	40	755	795	217.00	124.00
Lost River 4	60.00	28.00	10	284	294	217.00	124.00
Lost River Official	12.01	12.00	41	263	304		
Moorefield official	1.00	1.00	18	90	108		
Hardy Video	121.00	86.00	24	637	661		
Moorefield Video	121.00	86.00	33	479	512		
Moorefield 1	22.00	16.00	196	78	274	264.00	169.00
Moorefield 2	25.00	18.00	25	45	70	264.00	170.00
Moorefield 3	40.00	20.00	29	182	211	264.00	170.00
Moorefield 4	49.00	27.00	299	148	447	264.00	170.00
MobileWireless					0		
Route Mileage Outside Exchange Area						0.00	0.00
Total			897	4,122	5,019	1,925.00	1,175.00
No. Exchanges	12						

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

INSTRUCTIONS - See RUS Bulletin 1744-2

BORROWER DESIGNATION

WV0513

PERIOD ENDED

December, 2017

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

4. BROADBAND SERVICE

EXCHANGE	No. Access Lines with BB available (a)	No Of Broadband Subscribers (b)	Details on Least Expensive Broadband Service					
			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)
Lost River 1	888	406	406	1,500	1,500	29.95	Package	Fiber to the Home
Lost River 2	434	387	387	1,500	1,500	29.95	Package	Fiber to the Home
Lost River 3	795	620	620	1,500	1,500	29.95	Package	Fiber to the Home
Lost River 4	294	274	274	1,500	1,500	29.95	Package	Fiber to the Home
Lost River Official	304							Fiber to the Home
Moorefield official	108							Fiber to the Home
Hardy Video	661	661	661	>6,000	3,000	86.00	Package	Fiber to the Home
Moorefield Video	512	512	512	>6,000	3,000	86.00	Package	Fiber to the Home
Moorefield 1	274	274	274	1,500	1,500	29.95	Package	Fiber to the Home
Moorefield 2	70	70	70	1,500	1,500	29.95	Package	Fiber to the Home
Moorefield 3	211	211	211	1,500	1,500	29.95	Package	Fiber to the Home
Moorefield 4	447	447	447	1,500	1,500	29.95	Package	Fiber to the Home
Total	4,998	3,862						

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS			BORROWER DESIGNATION WV0513 PERIOD ENDING December, 2017		
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	
10	25	389	12.90	2.61	
PART E. TOLL DATA					
1. Study Area ID Code(s) a. 200259 b. 209009 c. _____ d. _____ e. _____ f. _____ g. _____ h. _____ i. _____ j. _____		2. Types of Toll Settlements (Check one) Interstate: <input type="checkbox"/> Average Schedule <input checked="" type="checkbox"/> Cost Basis Intrastate: <input type="checkbox"/> Average Schedule <input checked="" type="checkbox"/> Cost Basis			
PART F. FUNDS INVESTED IN PLANT DURING YEAR					
1. RUS, RTB, & FFB Loan Funds Expended					
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)				1,740,259	
6. Salvaged Materials					
7. Contribution in Aid to Construction					
8. Gross Additions to Telecom. Plant (1 thru 7)				1,740,259	
PART G. INVESTMENTS IN AFFILIATED COMPANIES					
INVESTMENTS (a)	CURRENT YEAR DATA		CUMULATIVE DATA		
	Investment This Year (b)	Income/Loss This Year (c)	Cumulative Investment To Date (d)	Cumulative Income/Loss To Date (e)	Current Balance (f)
1. Investment in Affiliated Companies - Rural Development		2,115,900	557,000	7,640,803	8,197,803
2. Investment in Affiliated Companies - Nonrural Development			0		0

USDA-RUS

**OPERATING REPORT FOR
TELECOMMUNICATIONS BORROWERS**

BORROWER DESIGNATION

WV0513

PERIOD ENDING

December, 2017

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)

☒

YES

☐

NO

EQUIPMENT CATEGORY

DEPRECIATION RATE

1. Land and support assets - Motor Vehicles	10.95%
2. Land and support assets - Aircraft	
3. Land and support assets - Special purpose vehicles	15.75%
4. Land and support assets - Garage and other work equipment	16.94%
5. Land and support assets - Buildings	3.34%
6. Land and support assets - Furniture and Office equipment	10.32%
7. Land and support assets - General purpose computers	26.05%
8. Central Office Switching - Digital	9.29%
9. Central Office Switching - Analog & Electro-mechanical	15.67%
10. Central Office Switching - Operator Systems	
11. Central Office Transmission - Radio Systems	9.21%
12. Central Office Transmission - Circuit equipment	
13. Information origination/termination - Station apparatus	
14. Information origination/termination - Customer premises wiring	
15. Information origination/termination - Large private branch exchanges	
16. Information origination/termination - Public telephone terminal equipment	14.54%
17. Information origination/termination - Other terminal equipment	
18. Cable and wire facilities - Poles	5.42%
19. Cable and wire facilities - Aerial cable - Metal	11.00%
20. Cable and wire facilities - Aerial cable - Fiber	5.19%
21. Cable and wire facilities - Underground cable - Metal	4.22%
22. Cable and wire facilities - Underground cable - Fiber	4.22%
23. Cable and wire facilities - Buried cable - Metal	4.22%
24. Cable and wire facilities - Buried cable - Fiber	4.22%
25. Cable and wire facilities - Conduit systems	
26. Cable and wire facilities - Other	

USDA-RUS		BORROWER DESIGNATION	
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS		WV0513	
		PERIOD ENDED	
INSTRUCTIONS – See help in the online application.		December, 2017	
PART I – STATEMENT OF CASH FLOWS			
1. Beginning Cash (Cash and Equivalents plus RUS Construction Fund)		1,579,002	
CASH FLOWS FROM OPERATING ACTIVITIES			
2. Net Income		930,048	
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities			
3. Add: Depreciation		2,100,208	
4. Add: Amortization		0	
5. Other (Explain) Adjustments to reconcile to audited financials		(2,535,382)	
Changes in Operating Assets and Liabilities			
6. Decrease/(Increase) in Accounts Receivable		146,371	
7. Decrease/(Increase) in Materials and Inventory		(5,310)	
8. Decrease/(Increase) in Prepayments and Deferred Charges		(1,021,269)	
9. Decrease/(Increase) in Other Current Assets		0	
10. Increase/(Decrease) in Accounts Payable		1,805,794	
11. Increase/(Decrease) in Advance Billings & Payments		0	
12. Increase/(Decrease) in Other Current Liabilities		113,289	
13. Net Cash Provided/(Used) by Operations		1,533,749	
CASH FLOWS FROM FINANCING ACTIVITIES			
14. Decrease/(Increase) in Notes Receivable		0	
15. Increase/(Decrease) in Notes Payable		0	
16. Increase/(Decrease) in Customer Deposits		0	
17. Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)		(1,093,064)	
18. Increase/(Decrease) in Other Liabilities & Deferred Credits		(239,911)	
19. Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital		0	
20. Less: Payment of Dividends		0	
21. Less: Patronage Capital Credits Retired		(163,099)	
22. Other (Explain) Adjustments to reconcile to audited financials		1,215,244	
23. Net Cash Provided/(Used) by Financing Activities		(280,830)	
CASH FLOWS FROM INVESTING ACTIVITIES			
24. Net Capital Expenditures (Property, Plant & Equipment)		(1,328,839)	
25. Other Long-Term Investments		(1,266,830)	
26. Other Noncurrent Assets & Jurisdictional Differences		0	
27. Other (Explain) Adjustments to reconcile to audited financials		875,213	
28. Net Cash Provided/(Used) by Investing Activities		(1,720,456)	
29. Net Increase/(Decrease) in Cash		(467,537)	
30. Ending Cash		1,111,465	

Revision Date 2010

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION WV0513
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2017
NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION WV0513
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2017
CERTIFICATION LOAN DEFAULT NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	



E-File

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CONFIRMATION

Congratulations. Your filing has been successfully certified.

Filing 1 was successfully certified on Mon 9 Jul 18 02:17:12 PM EDT by ssherman@hardynet.com .

SAC : 200259

498 ID : 143001425

Carrier Name : HARDY TELECOM

Program Year : 2019

A confirmation email will be sent to the email address on record for your user ID. Please email USAC at HCCERTS@USAC.ORG if you do not receive this email within 24 hours.

Please take this quick survey and give us your thoughts! Your feedback will help improve the filing process. [Take Survey](#)

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