

LAW OFFICES  
BLOOSTON, MORDKOFKY, DICKENS, DUFFY & PRENDERGAST, LLP  
2120 L STREET, NW  
WASHINGTON, DC 20037

(202) 659-0830  
FACSIMILE: (202) 828-5568

AFFILIATED SOUTH AMERICAN OFFICES

ESTUDIO JAUREGUI & ASSOCIATES  
BUENOS AIRES, ARGENTINA

HAROLD MORDKOFKY  
BENJAMIN H. DICKENS, JR.  
JOHN A. PRENDERGAST  
GERARD J. DUFFY  
RICHARD D. RUBINO  
MARY J. SISAK  
D. CARY MITCHELL  
SALVATORE TAILLEFER

EUGENE MALISZEWSKYJ  
ENGINEERING CONSULTANT

June 29, 2015

ARTHUR BLOOSTON  
1914 – 1999

WRITER'S CONTACT INFORMATION

gjd@bloostonlaw.com  
202-828-5528

**REDACTED – FOR PUBLIC INSPECTION**

*VIA HAND DELIVERY AND ECFS*

Marlene H. Dortch, Secretary  
Federal Communications Commission  
Office of the Secretary  
445 12<sup>th</sup> Street, S.W.  
Washington, DC 20554

**RE: Form 481 – Carrier Annual Reporting Data Collection Form  
WC Docket No. 14-58  
Smithville Telephone Company (SAC 320818)**

Dear Ms. Dortch:

Pursuant to sections 54.313(i) and 54.422(c) of the Commission's Rules and the Commission's *Protective Order*<sup>1</sup> in this proceeding, Smithville Telephone Company ("the Company") hereby submits two copies of its "FCC Form 481 – Carrier Annual Reporting Data Collection Form," which will be timely filed with the Universal Service Administrative Company and the appropriate state commission on or before July 1, 2014, and which includes a Redacted Confidential Document containing proprietary and confidential financial and 5-year service quality improvement plan progress report information that has been obscured.

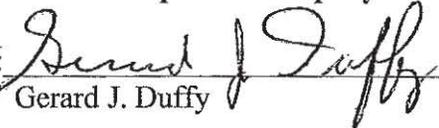
<sup>1</sup> *In the Matter of Connect America Fund, et al.*, PROTECTIVE ORDER, WC Docket No. 10-90, et al., DA 15-712, released June 17, 2015.

**REDACTED – FOR PUBLIC INSPECTION**

The Company seeks confidential treatment under the *Protective Order* for the financial information included in its report pursuant to §54.313(f)(2). Confidential treatment of this information is appropriate on the grounds that it is commercially sensitive information that is not normally released to the public. The Company is also submitting a copy of its FCC Form 481 (including the Redacted Confidential Document) via the Electronic Comment Filing System.

The Company has submitted a separate letter requesting confidential treatment pursuant to Section 0.459 of the Commission's Rules for proprietary and confidential information contained in its progress report regarding its five-year service quality improvement plan and in various broadband price offerings.

Respectfully submitted,  
**Smithville Telephone Company**

By:   
Gerard J. Duffy

Its Attorney

LAW OFFICES  
BLOOSTON, MORDKOFKY, DICKENS, DUFFY & PRENDERGAST, LLP  
2120 L STREET, NW, SUITE 300  
WASHINGTON, DC 20037

(202) 659-0830  
FACSIMILE: (202) 828-5568

AFFILIATED SOUTH AMERICAN OFFICES

ESTUDIO JAUREGUI & ASSOCIATES  
BUENOS AIRES, ARGENTINA

HAROLD MORDKOFKY  
BENJAMIN H. DICKENS, JR.  
JOHN A. PRENDERGAST  
GERARD J. DUFFY  
RICHARD D. RUBINO  
MARY J. SISAK  
D. CARY MITCHELL  
SALVATORE TAILLEFER, JR.

EUGENE MALISZEWSKYJ  
ENGINEERING CONSULTANT

June 29, 2015

ARTHUR BLOOSTON  
1914 – 1999

WRITER'S CONTACT INFORMATION

(202) 828-5528  
gjd@bloostonlaw.com

**REDACTED – FOR PUBLIC INSPECTION**

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

**RE: Rule Section 0.459 Request for Confidential Treatment  
Smithville Telephone Company (SAC 320818)  
WC Docket No. 14-58  
FCC Form 481 – Carrier Annual Reporting Data Collection Form**

Dear Ms. Dortch:

Smithville Telephone Company (“the Company”), by its attorney, hereby requests, pursuant to Section 0.459 of the Commission’s Rules, that the redacted portions of the Company’s “Five Year Service Quality Improvement Plan Progress Report” and certain broadband price offering data be withheld from public inspection.

In accordance with Section 0.459(b) of the Commission’s Rules, the Company states:

1. The specific information for which confidentiality is sought is comprised of a report describing the Company’s 5-Year Plan, and stating the capital investments and operating expenses that the Company made during first year of its 5-Year Plan, and certain non-regulated broadband price offering data in Form 710..
2. This information regarding the nature and timing of the Company’s construction and network improvement plans, its capital expenditures and related operating expenses, and its non-regulated broadband price offerings in various areas, is proprietary and confidential commercial and financial information that is routinely withheld from public inspection.

REDACTED – FOR PUBLIC INSPECTION

3. The voice and broadband services for which the 5-year service improvement plans have been prepared, and the various non-price regulated broadband services offered at differing rates, are subject to actual and potential competition from competitive local exchange carriers, cable television system operators, electric power utilities, fixed and mobile wireless service providers, and/or satellite carriers.

5. Again, even where the Company might not have an active competitor at this time, there are numerous potential competitors and the nature and scheduling of the Company's network upgrades and the size and timing of its related capital and operating expenditures constitute very valuable competitive intelligence that can greatly assist the planning of any entity that may be contemplating entry into one or more portions of the Company's service area.

6. The Company limits internal access to its 5-year service improvement plan and progress reports and its broadband pricing plans and strategies to its key employees and consultants who need the information for planning, reporting and management purposes. The plan and progress reports are not posted on any Company website, or included in any Company press releases, reports or other documents that are available to the general public or to unrestricted portions thereof.

7. The Company does not make its 5-year service improvement plan or progress reports available to the public, and has not previously disclosed its plan or reports to third parties.

8. The Company requests that the individual annual charts included in the plan and the annual progress reports not be available for public disclosure until at least the end of the next full calendar year following the calendar year to which they apply. Competitors and potential competitors should not be able to see the Company's network deployment plans and actual expenditures for a particular year prior to the year, during the year, or during the year following the year (particularly because weather and other factors can cause construction delays). After that period, projects are generally completed, and competitors are able to observe directly or read published reports of what the Company actually did to improve its network and services.

The Company notes that it is also redacting and claiming confidential treatment, pursuant to the Bureau's *Protective Order*, DA 15-712, released June 17, 2015, for the financial information submitted in compliance with the requirements of Section 54.313(f)(2) of the Commission's Rules.

Respectfully submitted,  
**Smithville Telephone Company**

By:   
Gerard J. Duffy

Its Attorney

<010> Study Area Code 320818

<015> Study Area Name SMITHVILLE TEL CO

<020> Program Year 2016

<030> Contact Name: Person USAC should contact with questions about this data Stephanie Wall

<035> Contact Telephone Number: Number of the person identified in data line <030> 8129352215 ext.

<039> Contact Email Address: Email of the person identified in data line <030> stephanie.wall@smithville.com

**ANNUAL REPORTING FOR ALL CARRIERS**

54,313 Completion Required

54,422 Completion Required

<100> Service Quality Improvement Reporting (complete attached worksheet)

<200> Outage Reporting (voice) (complete attached worksheet)

<210>  ← check box if no outages to report

<300> Unfulfilled Service Requests (voice) 0

<310> Detail on Attempts (voice)   (attach descriptive document)

<320> Unfulfilled Service Requests (broadband) 313

<330> Detail on Attempts (broadband) 320818in330.pdf   (attach descriptive document)

<400> Number of Complaints per 1,000 customers (voice)

<410> Fixed 0.0

<420> Mobile 0.0

<430> Number of Complaints per 1,000 customers (broadband)

<440> Fixed 0.0

<450> Mobile 0.0

<500> Service Quality Standards & Consumer Protection Rules Compliance (check to indicate certification)

<510> 320818in500-510.pdf (attached descriptive document)

<600> Functionality in Emergency Situations (check to indicate certification)

<610> 320818in600-610.pdf (attached descriptive document)

<700> Company Price Offerings (voice) (complete attached worksheet)

<710> Company Price Offerings (broadband) (complete attached worksheet)

<800> Operating Companies and Affiliates (complete attached worksheet)

<900> Tribal Land Offerings (Y/N)?   (if yes, complete attached worksheet)

<1000> Voice Services Rate Comparability Certification Yes

<1010> 320818in1010.pdf (attach descriptive document)

<1100> Certify whether terrestrial backhaul options exist (Yes or No)   (if not, check to indicate certification)

<1110> (complete attached worksheet)

<1200> Terms and Condition for Lifeline Customers (complete attached worksheet)

**Price Cap Carriers, Proceed to Price Cap Additional Documentation Worksheet**

Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers

<2000> (check to indicate certification)

<2005> (complete attached worksheet)

**Rate of Return Carriers, Proceed to ROR Additional Documentation Worksheet**

<3000> (check to indicate certification)

<3005> (complete attached worksheet)

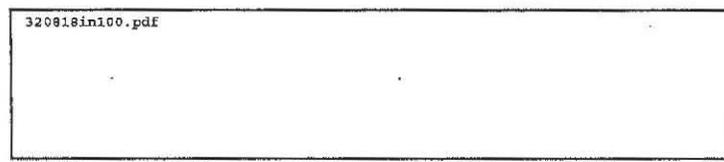
<b>(100) Service Quality Improvement Reporting Data Collection Form</b>	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
---	--

<010> Study Area Code	320818
<015> Study Area Name	SMITHVILLE TEL CO
<020> Program Year	2016
<030> Contact Name - Person USAC should contact regarding this data	Stephanie Wall
<035> Contact Telephone Number - Number of person identified in data line <030>	8129352215 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	stephanie.wall@smithville.com

<110> Has your company received its ETC certification from the FCC?	(yes / no) <input checked="" type="radio"/> <input type="radio"/>
If your answer to Line <110> is yes, do you have an existing §54.202(a) "5 year plan" filed with the FCC?	(yes / no) <input checked="" type="radio"/> <input type="radio"/>

If your answer to Line <111> is yes, then you are required to file a progress report, on line <112> delineating the status of your company's existing § 54.202(a) "5 year plan" on file with the FCC, as it relates to your provision of voice telephony service.

<112> Attach Five-Year Service Quality Improvement Plan or, in subsequent years, your annual progress report filed pursuant to 47 C.F.R. § 54.313(a)(1). If your company is a CETC which only receives frozen support, your progress report is only required to address voice telephony service.



Name of Attached Document

Please select the appropriate responses below (Yes, No, Not Applicable) to confirm that the attached document(s), on line 112, contains a progress report on its five-year service quality improvement plan pursuant to §54.202(a). The information shall be submitted at the wire center level or census block as appropriate.

- <113> Maps detailing progress towards meeting plan targets
- <114> Report how much universal service (USF) support was received
- <115> How much (USF) was used to improve service quality and how support was used to improve service quality
- <116> How much (USF) was used to improve service coverage and how support was used to improve service coverage
- <117> How much (USF) was used to improve service capacity and how support was used to improve service capacity
- <118> Provide an explanation of network improvement targets not met in the prior calendar year.

Yes









(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	320818
<015>	Study Area Name	SMITHVILLE TEL CO
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Stephanie Wall
<035>	Contact Telephone Number - Number of person identified in data line <030>	8129352215 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	stephanie.wall@smithville.com

<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 document(s), on line 920, demonstrates coordination with the Tribal government pursuant to § 54.313(a)(9) includes:

- <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.

Select Yes or No or Not Applicable

**(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	320818
<015> Study Area Name	SMITHVILLE TEL CO
<020> Program Year	2016
<030> Contact Name - Person USAC should contact regarding this data	Stephanie Wall
<035> Contact Telephone Number - Number of person identified in data line <030>	8129352215 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	stephanie.wall@smithville.com

<1120> Please confirm whether terrestrial backhaul options exist within the supported area pursuant to § 54.313(g) (Yes, No).

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

(1200) Terms and Condition for Lifeline Customers Lifeline Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
---	--

<010> Study Area Code	320818
<015> Study Area Name	SMITHVILLE TEL CO
<020> Program Year	2016
<030> Contact Name - Person USAC should contact regarding this data	Stephanie Wall
<035> Contact Telephone Number - Number of person identified in data line <030>	8129352215 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	stephanie.wall@smithville.com

<1210> Terms & Conditions of Voice Telephony Lifeline Plans

Name of Attached Document

<1220> Link to Public Website

HTTP [s://www.smithville.com/about/legal/lifeline](http://www.smithville.com/about/legal/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.

**(2000) 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	320818
<015>	Study Area Name	SMITHVILLE TEL CO
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Stephanie Wall
<035>	Contact Telephone Number - Number of person identified in data line <030>	8129352213 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	stephanie.wall@smithville.com

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

**Incremental Connect America Phase I reporting**

- <2010> 2nd Year Certification {47 CFR § 54.313(b)(1)i}
- <2011a> 3rd Year Certification {47 CFR § 54.313(b)(1)ii}
- <2011b> Attachment {47 CFR § 54.313(b)(1)ii}

Name of Attached Document(s) Listing Required Information

**Price Cap Carrier Receiving Frozen Support Certification {47 CFR § 54.312(a)}**

- <2012> 2013 Frozen Support Calculation {47 CFR § 54.313(c)(1)}
- <2013> 2014 Frozen Support Calculation {47 CFR § 54.313(c)(2)}
- <2014> 2015 Frozen Support Calculation {47 CFR § 54.313(c)(3)}
- <2015> 2016 and future Frozen Support Calculation {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)}**

- <2017> 3rd year Broadband Service Certification
- <2018> 5th year Broadband Service Certification
- <2019> Interim Progress Certification
- <2020> Please check the box to confirm that the attached document(s), on line 2021, contains the required information pursuant to § 54.313 (e)(3)(ii), as a recipient of CAF Phase II support shall provide the number, names, and addresses of community anchor institutions to which began providing access to broadband service in the preceding calendar year.

- <2021> Interim Progress Community Anchor Institutions

Name of Attached Document(s) Listing Required Information

(3000) Rate Of Return Carrier Additional Documentation Data Collection Form	FCC Form 481 OMB Control No. 3060-0985/OMB Control No. 3060-0819 July 2013
--	--

<010> Study Area Code 320818  
 <015> Study Area Name SMITHVILLE TEL CO  
 <020> Program Year 2016  
 <030> Contact Name - Person USAC should contact regarding this data Stephanie Wall  
 <035> Contact Telephone Number - Number of person identified in data line <030> 8129352215 ext.  
 <039> Contact Email Address - Email Address of person identified in data line <030> stephanie.wall@smithville.com

CHECK the boxes below to note compliance on its five year service quality plan (pursuant to 47 CFR § 54.202(a)) and, for privately held carriers, ensuring 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.

(3010) Progress Report on 5 Year Plan Milestone Certification (47 CFR § 54.313(f)(1)(i))  
 [Redacted Box]  
 Name of Attached Document Listing Required Information

(3011) Please check this box to confirm that the attached document(s), on line 3012 contains the required information pursuant to § 54.313 (f)(1)(ii), the carrier shall provide the number, names, and addresses of community anchor institutions to which began providing access to broadband service in the preceding calendar year.

(3012) Community Anchor Institutions (47 CFR § 54.313(f)(1)(ii))  
 [Redacted Box]  
 Name of Attached Document Listing Required Information

(3013) Is your company a Privately Held ROR Carrier (47 CFR § 54.313(f)(2)) (Yes/No)  Yes  No  
 (3014) If yes, does your company file the RUS annual report (Yes/No)  Yes  No

Please check these boxes to confirm that the attached document(s), 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) for 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  
 RUS 479 Final Audited Report201412.pdf  
 [Redacted Box]  
 Name of Attached Document Listing Required Information

(3018) If the response is no on line 3014, is your company audited? (Yes/No)  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   
 (3020) Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows   
 (3021) Management letter and 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) for Balance Sheet, Income Statement and Statement of Cash Flows

(3026) Attach the worksheet listing required information  
 [Redacted Box]  
 Name of Attached Document Listing Required Information

(3000) Rate Of Return Carrier Additional Documentation (Continued) Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3080-0819 July 2013
--	--

<010> Study Area Code	320818
<015> Study Area Name	SMITHVILLE TEL CO
<020> Program Year	2016
<030> Contact Name - Person USAC should contact regarding this data	Stephanie Wall
<035> Contact Telephone Number - Number of person identified in data line <030>	8129352215 ext
<039> Contact Email Address - Email Address of person identified in data line <030>	stephanie.wall@smithville.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

Name of Attached Document Listing Required Information

Certification Reporting Carrier Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3050-0819 July 2013
---	--

<010> Study Area Code	320818
<015> Study Area Name	Smithville Communications Inc.
<020> Program Year	2016
<030> Contact Name - Person USAC should contact regarding this data	Stephanie Wall
<035> Contact Telephone Number - Number of person identified in data line <030>	(812)935-2215
<039> Contact Email Address - Email Address of person identified in data line <030>	stephanie.wall@smithville.com

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

<b>Certification of Officer as to the Accuracy of the Data Reported for the Annual Reporting for CAF or LI Recipients</b>	
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:	Smithville Communications Inc.
Signature of Authorized Officer:	<i>Darby A. McCarty</i> Date 6/23/15
Printed name of Authorized Officer:	Darby A. McCarty
Title or position of Authorized Officer:	President
Telephone number of Authorized Officer:	(812)876-2211
Study Area Code of Reporting Carrier:	320818 Filing Due Date for this form: 07/01/2015
<small>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.</small>	

<b>Certification - Agent /Carrier</b> <b>Data Collection Form</b>	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
--	--

<010>	Study Area Code	320818
<015>	Study Area Name	SMITHVILLE TEL CO
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Stephanie Wall
<035>	Contact Telephone Number - Number of person identified in data line <030>	8129352215 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	stephanie.wall@smithville.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 or Employee of Agent: _____	
Signature of Authorized Agent or Employee of Agent: _____	Date: _____
Printed name of Authorized Agent or Employee of Agent: _____	
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



**REDACTED – FOR PUBLIC INSPECTION**

(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 320815

<015> Study Area Name SMITHVILLE TEL CO

<020> Program Year 2016

<030> Contact Name - Person USAC should contact regarding this data Stephanie Wall

<035> Contact Telephone Number - Number of person identified in data line <030> 8129352215 ext.

<039> Contact Email Address - Email Address of person identified in data line <030> stephanie.wall@smithville.com

<711> <a1> <a2> <b1> <b2> <c> <d1> <d2> <d3> <d4>

State	Exchange (ILEC)	Residential Rate	State Regulated Fees	Total Rates and Fees	Broadband Service - Download Speed (Mbps)	Broadband Service - Upload Speed (Mbps)	Usage Allowance (GB)	Usage Allowance Action Taken When Limit Reached (select)
IN	876/Ellettsville				20.0	4.0	999999.0	Other, Unlimited Usage
IN	935/Ellettsville				20.0	4.0	999999.0	Other, Unlimited Usage
IN	936/French Lick				20.0	4.0	999999.0	Other, Unlimited Usage
IN	938/French Lick				20.0	4.0	999999.0	Other, Unlimited Usage
IN	879/Gosport				20.0	4.0	999999.0	Other, Unlimited Usage
IN	851/Griffin				20.0	4.0	999999.0	Other, Unlimited Usage
IN	383/Hymera				20.0	4.0	999999.0	Other, Unlimited Usage
IN	837/Lake Monroe				20.0	4.0	999999.0	Other, Unlimited Usage
IN	994/Litton				20.0	4.0	999999.0	Other, Unlimited Usage
IN	862/Owensburg				20.0	4.0	999999.0	Other, Unlimited Usage
IN	863/Owensburg				20.0	4.0	999999.0	Other, Unlimited Usage
IN	963/Sharpsville				20.0	4.0	999999.0	Other, Unlimited Usage
IN	823/Smithville				20.0	4.0	999999.0	Other, Unlimited Usage
IN	824/Smithville				20.0	4.0	999999.0	Other, Unlimited Usage
IN	825/Stanford				20.0	4.0	999999.0	Other, Unlimited Usage
IN	826/Stanford				20.0	4.0	999999.0	Other, Unlimited Usage
IN	876/Ellettsville				50.0	25.0	999999.0	Other, Unlimited Usage
IN	935/Ellettsville				50.0	25.0	999999.0	Other, Unlimited Usage
IN	936/French Lick				50.0	25.0	999999.0	Other, Unlimited Usage
IN	938/French Lick				50.0	25.0	999999.0	Other, Unlimited Usage
IN	879/Gosport				50.0	25.0	999999.0	Other, Unlimited Usage

**REDACTED – FOR PUBLIC INSPECTION**

(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	320818
<015>	Study Area Name	SMITHVILLE TEL CO
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Stephanie Wall
<035>	Contact Telephone Number - Number of person identified in data line <030>	8129352215 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	stephanie.wall@smithville.com

<711> <a1> <a2> <b1> <b2> <c> <d1> <d2> <d3> <d4>

State	Exchange (ILEC)	Residential Rate	State Regulated Fees	Total Rates and Fees	Broadband Service - Download Speed (Mbps)	Broadband Service - Upload Speed (Mbps)	Usage Allowance (GB)	Usage Allowance Action Taken When Limit Reached (select)
IN	851/Griffin				50.0	25.0	999999.0	Other, Unlimited Usage
IN	383/Hymera				50.0	25.0	999999.0	Other, Unlimited Usage
IN	837/Lake Monroe				50.0	25.0	999999.0	Other, Unlimited Usage
IN	994/Lixton				50.0	25.0	999999.0	Other, Unlimited Usage
IN	862/Owensburg				50.0	25.0	999999.0	Other, Unlimited Usage
IN	863/Owensburg				50.0	25.0	999999.0	Other, Unlimited Usage
IN	963/Sharpville				50.0	25.0	999999.0	Other, Unlimited Usage
IN	823/Smithville				50.0	25.0	999999.0	Other, Unlimited Usage
IN	824/Smithville				50.0	25.0	999999.0	Other, Unlimited Usage
IN	825/Stanford				50.0	25.0	999999.0	Other, Unlimited Usage
IN	826/Stanford				50.0	25.0	999999.0	Other, Unlimited Usage
IN	876/Ellettsville				100.0	50.0	999999.0	Other, Unlimited Usage
IN	935/Ellettsville				100.0	50.0	999999.0	Other, Unlimited Usage
IN	936/French Lick				100.0	50.0	999999.0	Other, Unlimited Usage
IN	938/French Lick				100.0	50.0	999999.0	Other, Unlimited Usage
IN	879/Gosport				100.0	50.0	999999.0	Other, Unlimited Usage
IN	851/Griffin				100.0	50.0	999999.0	Other, Unlimited Usage
IN	383/Hymera				100.0	50.0	999999.0	Other, Unlimited Usage
IN	837/Lake Monroe				100.0	50.0	999999.0	Other, Unlimited Usage
IN	994/Lixton				100.0	50.0	999999.0	Other, Unlimited Usage
IN	862/Owensburg				100.0	50.0	999999.0	Other, Unlimited Usage

**REDACTED – FOR PUBLIC INSPECTION**

(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 320818  
 <015> Study Area Name SMITHVILLE TEL CO  
 <020> Program Year 2015  
 <030> Contact Name - Person USAC should contact regarding this data Stephanie Wall  
 <035> Contact Telephone Number - Number of person identified in data line <030> 8129352215 ext.  
 <039> Contact Email Address - Email Address of person identified in data line <030> stephanie.wall@smithville.com

<711> <a1> <a2> <b1> <b2> <c> <d1> <d2> <d3> <d4>

State	Exchange (ILEC)	Residential Rate	State Regulated Fees	Total Rates and Fees	Broadband Service - Download Speed (Mbps)	Broadband Service - Upload Speed (Mbps)	Usage Allowance (GB)	Usage Allowance Action Taken When Limit Reached (select)
IN	863/Owensburg	████	██	████	100.0	50.0	999999.0	Other, Unlimited Usage
IN	963/Sharpsville	████	██	████	100.0	50.0	999999.0	Other, Unlimited Usage
IN	823/Smithville	████	██	████	100.0	50.0	999999.0	Other, Unlimited Usage
IN	824/Smithville	████	██	████	100.0	50.0	999999.0	Other, Unlimited Usage
IN	825/Stanford	████	██	████	100.0	50.0	999999.0	Other, Unlimited Usage
IN	826/Stanford	████	██	████	100.0	50.0	999999.0	Other, Unlimited Usage
IN	876/Ellettsville	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	935/Ellettsville	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	936/French Lick	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	938/French Lick	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	879/Gosport	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	851/Griffin	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	383/Rymers	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	837/Lake Monroe	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	994/Litton	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	862/Owensburg	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	863/Owensburg	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	963/Sharpsville	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	823/Smithville	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	824/Smithville	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage
IN	825/Stanford	████	██	████	300.0	150.0	999999.0	Other, Unlimited Usage

**REDACTED – FOR PUBLIC INSPECTION**

(710) Broadband Price Offerings Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0919 July 2013
--	--

<b>&lt;010&gt;</b> Study Area Code	320818
<b>&lt;015&gt;</b> Study Area Name	SMITHVILLE TEL CO
<b>&lt;020&gt;</b> Program Year	2016
<b>&lt;030&gt;</b> Contact Name - Person USAC should contact regarding this data	Stephanie Wall
<b>&lt;035&gt;</b> Contact Telephone Number - Number of person identified in data line <030>	8129352215 ext.
<b>&lt;039&gt;</b> Contact Email Address - Email Address of person identified in data line <030>	stephanie.wall@smithville.com

<711>	<a1>	<a2>	<b1>	<b2>	<c>	<d1>	<d2>	<d3>	<d4>
State	Exchange (ILEC)	Residential Rate	State Regulated Fees	Total Rates and Fees	Broadband Service - Download Speed (Mbps)	Broadband Service - Upload Speed (Mbps)	Usage Allowance (GB)	Usage Allowance Action Taken When Limit Reached (select)	
IN	826/Stanford				300.0	150.0	999999.0	Other, Unlimited Usage	
IN	876/Ellettsville				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	935/Ellettsville				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	936/French Lick				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	938/French Lick				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	879/Gosport				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	851/Griffin				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	383/Hymera				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	837/Lake Monroe				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	994/Lixton				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	862/Owensburg				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	863/Owensburg				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	963/Sharpsville				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	823/Smithville				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	824/Smithville				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	825/Stanford				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	826/Stanford				1000.0	500.0	999999.0	Other, Unlimited Usage	
IN	876/Ellettsville				10.0	2.0	999999.0	Other, Unlimited Usage	
IN	935/Ellettsville				10.0	2.0	999999.0	Other, Unlimited Usage	
IN	936/French Lick				10.0	2.0	999999.0	Other, Unlimited Usage	
IN	938/French Lick				10.0	2.0	999999.0	Other, Unlimited Usage	



REDACTED – FOR PUBLIC INSPECTION

Smithville Communications Inc.  
Five Year Service Quality Improvement Plan Progress Report  
For the 2015 Reporting Year  
Per 47 CFR § 54.313(a)(1)

---

**I. DISCUSSION**

Smithville Communications Inc., an ETC designated by the Indiana Utility Regulatory Commission, hereby submits this five year service quality improvement plan progress report (*Progress Report*) as required by 47 CFR § 54.313(a)(1). The Company is an incumbent carrier with service area(s) in the state Indiana, with [REDACTED] customers in 12 exchanges as of 12/31/2014. Smithville Communications Inc. is a rate-of-return (RoR) regulated carrier.

The *Progress Report* reflected herein represents the Company's ongoing efforts to expand high quality, reasonably-priced broadband services throughout its service area. The Company generated and filed in 2014 a five-year plan in compliance with the Commission's rules, although the out years in the plan (years 3-5) are highly speculative in nature and thus will likely change, sometimes substantially, in future progress updates filed with the Commission. Reasons for the speculative nature of years 3-5 of the Plan include (1) the unknown nature of universal service support in those years, in light of the Commission's USF/ICC Transformation Order, (2) the difficulty in forecasting customer counts, demand, and other factors directly affecting network demand, and (3) the rapid pace of technological innovations in the communications industry makes it difficult to plan more than one or two years in advance with any degree of accuracy.

The *Progress Report* presented herein by necessity includes expenditures not directly tied to "improvements or upgrades" of the Company's network, such as amounts for the maintenance and upkeep of existing telecommunications plant. In order for the Commission to accurately consider the capital and operating expenditures as related to and supported by the federal universal service programs, these types of costs are critical for such an understanding.

**II. Five Year Plan Update**

The Company has updated the five year service quality improvement plan it filed in 2014 as described below. The main reason for any updates to its five year service quality improvement plan relates to the Company's revisions to capital and operating expense budgets due to a number of factors, including, but not limited to, market changes, regulatory requirements and uncertainty, and technological advancements.

Description	2015 (Jul Dec)	2016	2017	2018	2019
CapEx	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
OpEx	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]

Fiber is being built to data service access equipment that is currently serviced by cooper. The process of replacing legacy data serving access equipment with Calix equipment has also begun. This will increase the available bandwidth to each access shelf resolving current congestion issues and providing customers with higher data speeds and a more reliable service. The costs and estimated year to complete are highly tentative due to the high level of uncertainty related to the unknown funding model. Also, future regulatory support, specifically the potential changes to the High-Cost Loop and Interstate Common Line Support.

REDACTED – FOR PUBLIC INSPECTION

Smithville Communications Inc.  
Five Year Service Quality Improvement Plan Progress Report  
For the 2015 Reporting Year  
Per 47 CFR § 54.313(a)(1)

---

**III. Progress Report**

**A. Maps**

Section 54.313(a)(1) requires that all recipients of high cost support are to provide maps depicting the progress made during the current reporting period. The Company is providing a map showing progress in regards to its five year service quality plan through June 30, 2015, and is provided at the wire center or census block level, as applicable.

**B. Universal Service Support Received**

Section 54.313(a)(1) requires that all recipients of high-cost support provide an explanation of how much universal service support was received during the reporting period. For this year's Progress Report, the amount of universal service support received will be for the 6 months ended June 30, 2015. The Company received the following universal service support amounts during the period January 1, 2015 through June 30, 2015:

Description	Amount Rec'd Jan - Jun 2015
High Cost Loop Support	[REDACTED]
Safety Valve Support	[REDACTED]
Safety Net Additive Support	[REDACTED]
Interstate Common Line Support	[REDACTED]
CAF/ICC Support	[REDACTED]
Total	[REDACTED]

Of the total amount of support received shown above, the Company estimates that approximately [REDACTED] was used for capital expenditures and [REDACTED] was used for operating expenditures.

**C. How Universal Service Support Was Used**

Section 54.313(a)(1) also requires all recipients of high-cost support to provide an explanation of how the universal service support received was used to improve service quality, coverage, or capacity. The universal service support received by the Company is either based on (1) actual overall revenue requirements, as determined by associated FCC rules, or (2) the replacement of certain interstate and intrastate access revenues. This support is added to the Company's general funds and the expenditure of such support is not separately tracked, nor is it practical to do so.

Overall, any support expended pursuant to the investment and operating expense budgets presented in the Company's five year service quality improvement plan will be used to increase coverage and capacity, via additional investment in voice and broadband-capable infrastructure, and improve service quality, via expenditures for continued operations and maintenance. By the very nature of the FCC rules that give rise to the universal service support received, the Company clearly expends such funding to support regulated operations and thus serves to improve broadband and voice coverage, capacity and service quality.

Therefore, due to the reimbursement nature of the HCLS and ICLS mechanisms, all support received was already expended to increase coverage, capacity and service quality improvement through qualifying capital investments and the qualifying operating expenses that support them.

#### D. Network Improvement Targets

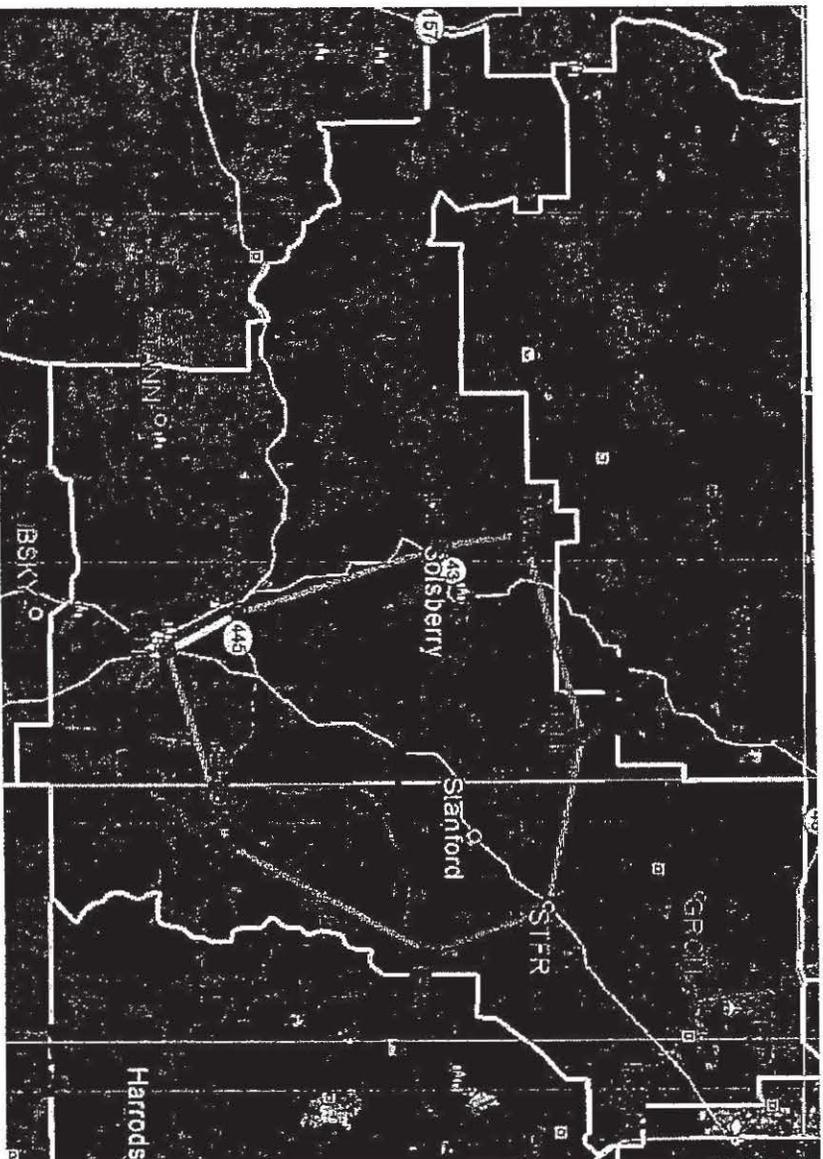
Section 54.313(a)(1) requires all recipients of high cost support to provide an explanation of any network improvement targets that have not been fulfilled in the prior calendar year. Since the Company filed its initial five year service quality improvement plan in 2014, there is no prior calendar year upon which to report at this time.

#### IV. Considerations

The investment and service quality improvement plan and progress report discussed above were generated, in part, to meet or exceed the broadband public interest obligations adopted by the Commission:

- *Speed* - at least 10 mbps upstream and 1 mbps downstream in regards to requests for service beginning in 2015. This reflects the Commission's recent decision to increase the standard broadband speed from 4 mbps /1 mbps.
- *Latency* - 100mS or less, sufficient for real-time applications
- *Capacity* – The Company currently provides unlimited usage allowance to its broadband service customers.
- As an RoR-regulated carrier, the Company is required pursuant to 47 CFR § 54.313(f)(1)(i) to provide broadband service at 10 meg/1 meg upon reasonable request and within a reasonable timeframe. As a result, the Plan and Progress Report reflected herein takes into account this requirement by meeting all such requests for broadband service within the overall service guidelines adopted by the Indiana Utility Regulatory Commission.
- The Company will provide high speed internet and telephone service to all areas within its franchised area.

Smithville Communications Inc.  
Progress Report Map





Re: Unfulfilled Broadband Service Requests Resolution:

Fiber is being built to data service access equipment that is currently serviced by cooper. The process of replacing legacy data serving access equipment with Calix equipment has begun. This will increase the available bandwidth to each access shelf resolving current congestion issues and providing customers with higher data speeds and a more reliable service.



Annual Reporting for High-Cost & Low-Income Recipients  
47 C.F.R. §54.313 (a)(5) and 47 C.F.R § 54.422 (b)(3)  
Smithville Communications, Inc.

§54.313(a)(5) & 54.422 (b)(3)-COMPLIANCE WITH SERVICE QUALITY STANDARDS AND CONSUMER PROTECTION RULES

Service Quality Standards and Consumer Protection-Rules Annual Certification

<u>Darby A. McCarty</u>	<u>President</u>	<u>Smithville Communications, Inc.</u>
Printed Name of Officer	Title of Officer	Company Name

I am authorized to provide this certification on behalf of the Company. I hereby certify that the Company is in compliance with applicable service quality standards and consumer protection rules.

Executed on 6/23/2015  
Date

Signature 

Printed/Typed Name Darby A. McCarty

FCC Form 481

Line 510 – Description of Compliance with Service Quality Standards and Consumer Protection

**Smithville Communications Inc.** maintains compliance with service quality standards through the use of a variety of tools, including:

1. daily, weekly, and monthly detailed service quality reports;
2. ongoing employee service quality training;
3. regular follow-up inspections of service installation and repairs;
4. proactive maintenance programs;
5. installation of the latest technologies, such as fiber and IP-based equipment;
6. extensive network monitoring equipment; and,
7. 24/7/365 service repair availability

**Smithville Communications Inc.** maintains compliance with consumer protection rules through the use of a variety of tools, including:

1. ongoing employee training on consumer protection rules;
2. working with industry experts to identify and incorporate consumer protection best practices into our processes;
3. automated systems using the latest security measures to protect sensitive data;
4. monitoring of customer service calls with customers; and,
5. regular updates to senior management on consumer protection activities



Annual Reporting for High-Cost & Low-Income Recipients  
47 C.F.R. §54.313(a)(6), 47 C.F.R. § 54.422 (b)(3), & 47 C.F.R §54.202 (a)(2)

Smithville Communications Inc.

§54.313(a)(6), §54.422(b)(3), & 54.202(a)(2)-ABILITY TO FUNCTION IN EMERGENCY SITUATIONS

Ability to Function in Emergency Situations Annual Certification

<u>Darby A. McCarty</u>	<u>President</u>	<u>Smithville Communications, Inc.</u>
Printed Name of Officer	Title of Officer	Company Name

I am authorized to provide this certification on behalf of the Company. I hereby certify that the Company is capable of functioning in emergency situations. The Company has a reasonable amount of back-up power to ensure functionality without an external power source, is able to reroute traffic around damaged facilities, and is capable of managing traffic spikes resulting from emergency situations.

Executed on 6/23/2015  
Date

Signature Darby A. McCarty

Printed/Typed Name Darby A. McCarty



**Ability to Function in Emergency Situations 47 C.F.R. §54.313(a)(6)**

Smithville Telephone Company, Inc., dba: Smithville Communication ("Company") hereby certifies that it is able to function in emergency situations as set forth in the Code of Federal Regulations, Title 47, Part 54, Subpart C, §54.202(a)(2). The Company's network is designed to remain functional in emergency situations without an external power source, is able to reroute traffic around damaged facilities, and is capable of managing traffic spikes resulting from emergency situations as required by Section 54.202(a)(2). The Company can change call routing translations as needed to reroute traffic around damaged facilities. Changing call routing translations will also allow the Company to manage traffic spikes throughout its network, as emergency situations require.

Each central office building is supplied with standby generators and battery reserve that enable it to keep running until power is restored so long as fuel is available, or until system changes are made to reroute traffic. The Company has battery backup at all office locations and in its electronic equipment sites and has a maintenance program in place. For remotes and cabinets without generators, a plan is in place to recharge the battery plants with portable generators.

In the event of a fiber cut or equipment failure, the voice and data network is designed to provide automatic rerouting of traffic through the use of rings. The Company has two data centers that provide redundancy for critical servers. Multiple upstream connections provide survivability in the event of network or fiber disruptions outside the Company's network.

Critical core production data (billing, customer, and plant) on the Company's AS400 is saved nightly on tape and stored onsite in a fireproof (Fire King) file cabinet. This data is also copied nightly to an AS400 at the Company's disaster recovery location. The entire AS400 system is saved weekly and physically moved offsite to a fireproof file cabinet. All other network data is backed up to tape on a nightly, weekly and monthly basis. Backup tapes are rotated offsite to a fireproof file cabinet. In addition, there is a one-way replication from the production network to the Company's disaster recovery network daily.



**REDACTED – FOR PUBLIC INSPECTION**

**RATE FLOOR DATA COLLECTION - OMB Control Number 3060-0986**

**Block 1 - Contact Information**

ROW #	DATA ELEMENT	FORMAT OF REQUESTED DATA	RESPONSE
1	Carrier Study Area Code	6 numeric digits	320818
2	Carrier Study Area Name	alpha characters	SMITHVILLE COMM, INC. DBA SMITHVILLE TEL. CO.
3	Service Provider Identification Number	9 numeric digits	143001756
4	Residential Local Service Charge Effective Date	mm/dd/yy	07/01/15
5	Contact Name	alpha characters	Wall, Stephanie D
6	Contact Telephone Number (include area code)	9 numeric digits	812-935-2215
7	Sheet Number	numeric digit(s)	
8	Total Number of Sheets	numeric digit(s)	

**Block 2 - Residential Local Service Rates, Fees, and Line Counts**

	Column 1 Residential Local Service Charge	Column 2 State Subscriber Line Charge	Column 3 State Universal Service Fee	Column 4 Mandatory Extended Area Service Charge	Column 5 Loops	Column 6 Exchange Name/ Zone Name	Column 7 Class Of Service
9						383/Hymera	Residential
10						659/Lyons	Residential
11						824/Smithville	Residential
12						825/Stanford	Residential
13						837/Lake Monroe	Residential
14						851/Griffin	Residential
15						863/Owensburg	Residential
16						876/Eilettsville	Residential
17						879/Gospport	Residential
18						935/Eilettsville	Residential
19						936/French Lick	Residential
20						963/Sharpville	Residential
21						994/Lizton	Residential



**REDACTED – FOR PUBLIC INSPECTION**

<b>USDA-RUS</b>  <b>OPERATING REPORT FOR</b> <b>TELECOMMUNICATIONS BORROWERS</b>	BORROWER DESIGNATION  IN0503
	PERIOD ENDING  December, 2014

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		
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]		

**REDACTED – FOR PUBLIC INSPECTION**

USDA-RUS

**OPERATING REPORT FOR  
TELECOMMUNICATIONS BORROWERS**

INSTRUCTIONS - See RUS Bulletin 1744-2

BORROWER DESIGNATION

IN0503

PERIOD ENDED

December, 2014

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

EXCHANGE	1. RATES		2. SUBSCRIBERS (ACCESS LINES)			3. ROUTE MILES	
	B-1 (a)	R-1 (b)	BUSINESS (a)	RESIDENTIAL (b)	TOTAL (c)	TOTAL (including fiber) (a)	FIBER (b)
Elettsville							
French Lick							
Gospport							
Griffin							
Hymera							
Lake Monroe							
Lizton							
Lyons							
Owensburg							
Sharpville							
Smithville							
Stanford							
MobileWireless							
Route Mileage Outside Exchange Area							
Total							
No. Exchanges							



**REDACTED -- FOR PUBLIC INSPECTION**

USDA-RUS <b>OPERATING REPORT FOR                  TELECOMMUNICATIONS BORROWERS</b>	BORROWER DESIGNATION IN0503 <hr/> PERIOD ENDING December, 2014
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

PART E. TOLL DATA	
1. Study Area ID Code(s) a. [REDACTED] b. [REDACTED] 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	[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)	[REDACTED]
6. Salvaged Materials	
7. Contribution in Aid to Construction	
8. Gross Additions to Telecom. Plant (1 thru 7)	[REDACTED]

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

**REDACTED – FOR PUBLIC INSPECTION**

USDA-RUS <b>OPERATING REPORT FOR                  TELECOMMUNICATIONS BORROWERS</b>	BORROWER DESIGNATION IN0503 <hr/> PERIOD ENDING December, 2014
---	---

**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	██████████
2. Land and support assets - Aircraft	██████████
3. Land and support assets - Special purpose vehicles	██████████
4. Land and support assets - Garage and other work equipment	██████████
5. Land and support assets - Buildings	██████████
6. Land and support assets - Furniture and Office equipment	██████████
7. Land and support assets - General purpose computers	██████████
8. Central Office Switching - Digital	██████████
9. Central Office Switching - Analog & Electro-mechanical	██████████
10. Central Office Switching - Operator Systems	██████████
11. Central Office Transmission - Radio Systems	██████████
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	██████████
17. Information origination/termination - Other terminal equipment	██████████
18. Cable and wire facilities - Poles	██████████
19. Cable and wire facilities - Aerial cable - Metal	██████████
20. Cable and wire facilities - Aerial cable - Fiber	██████████
21. Cable and wire facilities - Underground cable - Metal	██████████
22. Cable and wire facilities - Underground cable - Fiber	██████████
23. Cable and wire facilities - Buried cable - Metal	██████████
24. Cable and wire facilities - Buried cable - Fiber	██████████
25. Cable and wire facilities - Conduit systems	██████████
26. Cable and wire facilities - Other	██████████

**REDACTED – FOR PUBLIC INSPECTION**

USDA-RUS  <b>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</b>		BORROWER DESIGNATION IN0503
INSTRUCTIONS – See help in the online application.		PERIOD ENDED December, 2014
<b>PART I – STATEMENT OF CASH FLOWS</b>		
1.	Beginning Cash (Cash and Equivalents plus RUS Construction Fund)	[REDACTED]
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
2.	Net Income	[REDACTED]
	<i>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities</i>	
3.	Add: Depreciation	[REDACTED]
4.	Add: Amortization	[REDACTED]
5.	Other (Explain) [REDACTED]	[REDACTED]
	<i>Changes in Operating Assets and Liabilities</i>	
6.	Decrease/(Increase) in Accounts Receivable	[REDACTED]
7.	Decrease/(Increase) in Materials and Inventory	[REDACTED]
8.	Decrease/(Increase) in Prepayments and Deferred Charges	[REDACTED]
9.	Decrease/(Increase) in Other Current Assets	[REDACTED]
10.	Increase/(Decrease) in Accounts Payable	[REDACTED]
11.	Increase/(Decrease) in Advance Billings & Payments	[REDACTED]
12.	Increase/(Decrease) in Other Current Liabilities	[REDACTED]
13.	Net Cash Provided/(Used) by Operations	[REDACTED]
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
14.	Decrease/(Increase) in Notes Receivable	[REDACTED]
15.	Increase/(Decrease) in Notes Payable	[REDACTED]
16.	Increase/(Decrease) in Customer Deposits	[REDACTED]
17.	Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)	[REDACTED]
18.	Increase/(Decrease) in Other Liabilities & Deferred Credits	[REDACTED]
19.	Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital	[REDACTED]
20.	Less: Payment of Dividends	[REDACTED]
21.	Less: Patronage Capital Credits Retired	[REDACTED]
22.	Other (Explain) [REDACTED]	[REDACTED]
23.	Net Cash Provided/(Used) by Financing Activities	[REDACTED]
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
24.	Net Capital Expenditures (Property, Plant & Equipment)	[REDACTED]
25.	Other Long-Term Investments	[REDACTED]
26.	Other Noncurrent Assets & Jurisdictional Differences	[REDACTED]
27.	Other (Explain) Adjust to conform with Audit	[REDACTED]
28.	Net Cash Provided/(Used) by Investing Activities	[REDACTED]
29.	Net Increase/(Decrease) in Cash	[REDACTED]
30.	Ending Cash	[REDACTED]

USDA-RUS  <b>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</b>	BORROWER DESIGNATION  IN0503
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2014
<b>NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</b>	

USDA-RUS  OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION  IN0503
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2014
CERTIFICATION LOAN DEFAULT NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	