

<010> Study Area Code 679001

<015> Study Area Name AMERICAN SAMOA

<020> Program Year 2014

<030> Contact Name: Person USAC shoul WILLIAM T. EMMSLEY, JR.
 with questions about this data (684) 699-1121

<035> Contact Telephone Number:
 Number of the person identified in data line <030>
 BILL.EMMSLEY@ASTCA.NET

<039> Contact Email:
 Email of the person identified in data line <030>

ANNUAL REPORTING FOR ALL CARRIERS

	54.313 Completion Required	54.422 Completion Required
--	---	---

			(check box when complete)	
<100>	Service Quality Improvement Reporting	<i>(complete attached worksheet)</i>	X	
<200>	Outage Reporting (voice)	<i>(complete attached worksheet)</i>	X	
<210>	<input checked="" type="checkbox"/> <-- check box if no outages to report			
<300>	Unfulfilled Service Requests (voice)	0	X	
<310>	Detail on Attempts (voice)	<i>(attach descriptive document)</i>		
<320>	Unfulfilled Service Requests (broadband)	2014	2014	
<330>	Detail on Attempts (broadband)	2014	2014	
<400>	Number of Complaints per 1,000 customers (voice)			
<410>	Fixed			
<420>	Mobile			
<430>	Number of Complaints per 1,000 customers (broadband)		2014	
<440>	Fixed	2014		
<450>	Mobile	2014		
<500>	Service Quality Standards & Consumer Protection Rules Compliance	<i>(check to indicate certification)</i>	X	
<510>		<i>(attached descriptive document)</i>	X	
<600>	Functionality in Emergency Situations	<i>(check to indicate certification)</i>	X	
<610>		<i>(attached descriptive document)</i>	X	
<700>	Company Price Offerings (voice)	<i>(complete attached worksheet)</i>	2014	
<710>	Company Price Offerings (broadband)	<i>(complete attached worksheet)</i>	2014	
<800>	Operating Companies and Affiliates	<i>(complete attached worksheet)</i>	X	
<900>	Tribal Land Offerings (Y/N)?	<i>(if yes, complete attached worksheet)</i>	NO	
<1000>	Voice Services Rate Comparability	<i>(check to indicate certification)</i>	2014	
<1010>		<i>(attach descriptive document)</i>	2014	
<1100>	Terrestrial Backhaul (Y/N)?	<i>(if not, check to indicate certification)</i>	YES	
<1110>		<i>(complete attached worksheet)</i>		
<1200>	Terms and Condition for Lifeline Customers	<i>(complete attached worksheet)</i>	X	

Price Cap Carriers, Proceed to Price Cap Additional Documentation Worksheet
 Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers

<2000>		<i>(check to indicate certification)</i>	N/A	
<2005>		<i>(complete attached worksheet)</i>	N/A	

Rate of Return Carriers, Proceed to ROR Additional Documentation Worksheet

<3000>		<i>(check to indicate certification)</i>	X	
<3005>		<i>(complete attached worksheet)</i>	X	

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

<010>	Study Area	679001
<015>	Study Area	AMERICAN SAMOA
<020>	Program Ye	2014
<030>	Contact Na	WILLIAM EMMSLEY, JR.
<035>	Contact Tel	684-699-1121
<039>	Contact Em	BILL.EMMSLEY@ASTCA.NET

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

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.		
AMERICAN SAMOA TELECOMMUNICATIONS AUTHORITY INTER EXCHANGE CARRIER (ASTCA IXC)		
Signature of Authorized Officer		10/15/13
WILLIAM EMMSLEY, JR.		
EXECUTIVE DIRECTOR		
684-699-1121		
679001	10/15/13	10/15/13
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.		

**(100) Service Quality Improvement Reporting
Data Collection Form**

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

<010> 679001

<015> AMERICAN SAMOA

<020> 2014

<030> WILLIAM EMMSLEY, JR.

<035> 684-699-1121

<039> BILL.EMMSLEY@ASTCA.NET

<110> Has your company received its ETC certification from the FCC? NO If NO, no other portion of form needs completion

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)

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 receives only frozen support, your progress report is only required to address voice telephony service

Name of Attached Document (.pdf)

Please check these boxes below to confirm that the attached PDF, 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 (USF) was used to improve service quality
- <116> How (USF) was used to improve service coverage
- <117> How (USF) was used to improve service capacity
- <118> Provide an explanation of network improvement targets not met in the prior calendar year.

54.313(a)(5) Satisfactions of Consumer Protection and Service Quality Standards

Consumer Protection

American Samoa Telecommunications Authority, Interexchange Carrier Division (ASTCA IXC) complies with the requirements of 47 CFR Part 64 Subpart U, Customer Proprietary Network Information and the Federal Trade Commission Red Flag rules to prevent identity theft. A manual for each of those programs is in place and is part of the employees' handbook. Employee training is conducted annually and new hires are instructed on the programs as required by their job functions.

Service Quality Standards

ASTCA IXC complies with the service standards of the telecommunications industry in the Territory of American Samoa, including the telecommunication rules in A.S.A.C. Section 12.0601 et. seq. ASTCA LEC is committed to providing the highest quality service to its subscribers.

54.313(a)(6) Ability to Remain Functional in Emergency Situations

Back-up Power

Telco Name has the following back-up power capabilities:

Switches – stand alone and/or host

Switch Fagatogo – 250KW Generator, 2 each
400 Gallons external tank 2 each – 40 hours backup
Total – 80 hours back for standby generator
Battery 2400 Amp Hr – 16 hour back for batteries.

Switch Satala – 100 KW Generator, 1 each
400 Gallons external tank 1 each – 70 hours backup
Total – 70 hours back for standby generator
Battery 1200 Amp Hr – 16 hour back for batteries

Switch Tafuna - 150 KW Generator, 1 each
400 Gallons external tank 1 each – 60 hours backup
Total – 60 hours back for standby generator
Battery 2400 Amp Hr – 24 hour back for batteries

Switch Tau - 50 KW Generator, 2 each
200 Gallons external tank 2 each – 50 hours backup
Total – 100 hours back for standby generator
Battery 1200 Amp Hr – 30 hour back for batteries

Remote Central Offices

Remote Office Ofu – 30 KW Generator, 2 each
100 Gallons external tank 2 each – 55 hours backup
Total – 110 hours back for standby generator
Battery 1200 Amp Hr – 56 hour back for batteries.

Remote Office Fagaitua 37 KW Generator, 1 each
200 Gallons external tank 1 each – 80 hours backup
Total – 80 hours back for standby generator
Battery 1200 Amp Hr – 36 hour back for batteries

Remote Office Breakers Point - 50 KW Generator, 2 each
200 Gallons external tank 2 each – 60 hours backup
Total – 120 hours back for standby generator
Battery 1200 Amp Hr – 36 hour back for batteries

Remote Office Iliili 175 KW Generator, 1 each
400 Gallons external tank 1 each – 60 hours backup
Total – 60 hours back for standby generator
Battery 1200 Amp Hr – 48 hour back for batteries

Remote Office Leone 37 KW Generator, 1 each
200 Gallons external tank 1 each – 80 hours backup
Total – 80 hours back for standby generator
Battery 1200 Amp Hr – 56 hour back for batteries.

Remote Office Olotele - 50 KW Generator, 2 each
200 Gallons external tank 2 each – 60 hours backup
Total – 120 hours back for standby generator
Battery 1200 Amp Hr – 36 hour back for batteries

Subscriber carrier (DLC, AFC, OPM, etc.)

Carrier Loc. AFC Aunuu 20 KW Generator, 1 each
150 Gallons tank 1 each – 100 hours backup
Total – 100 hours back for standby generator
Battery 600 Amp Hr – 120 hour back for batteries

Network Interface Devices (NIDs) – Not Applicable

Ability to reroute traffic around damaged facilities: Ability to re-route available after BLAST Project.

Capability to manage traffic spikes resulting from emergency situations Ability to re-route available after BLAST Project.

ASTCA LEC LIFELINE PDF (LINE 1210)

54.313 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 **American Samoa Telecommunications Authority (ASTCA LEC)** subscriber, are free to choose their own toll usage plans through IXCs that serve ASTCA LEC.

Lifeline and Link-Up Information for ASTCA Customers

What proof of eligibility do I need to provide?

You will be asked for proof of your eligibility by submitting a form signed under penalty of perjury that you receive benefits from or a copy of any dated document which verifies your participation in one of the qualifying programs. Proof of total household income may be required for income based qualification. Your Lifeline benefits will take effect when proof of eligibility is received.



LIFELINE & LINK-UP PROGRAM

ASTCA

Stay connected
with the world



Discounted residential home phone service
and discounted installation fees for qualifying
customers.

Lifeline & Link-Up Program

Lifeline is a government program that offers qualified low income households a discount on their monthly local telephone bill.

American Samoa Telecommunications Authority
Lifeline and Link-Up Program
lifeline@astca.net

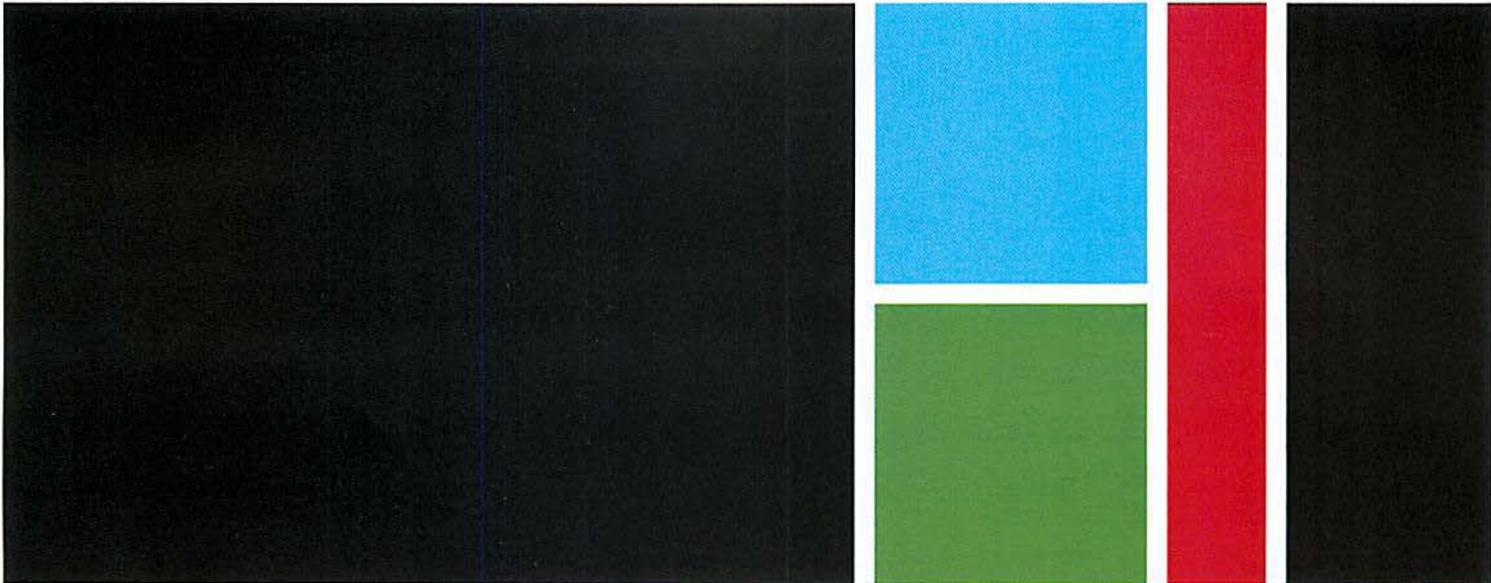
ASTCA Executive Building
Fagatogo, American Samoa
PO Box M, Pago Pago, AS 96799
684-633-1126 Customer Service
684-633-1121 Administration
684-633-9032 Fax

American Samoa Telecommunications Authority

lifeline@astca.net

PO Box M

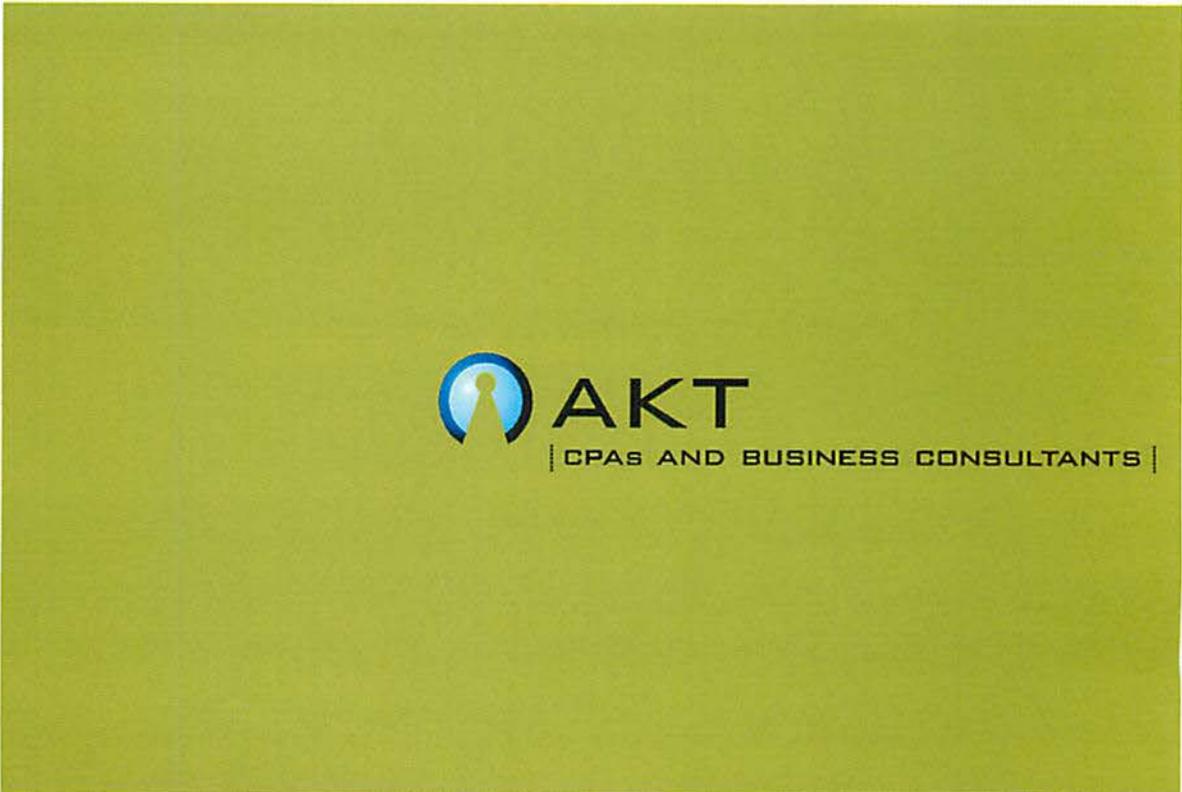
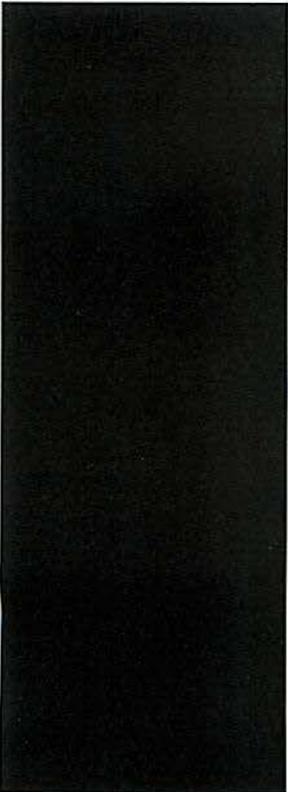
Pago Pago, AS 96799



**AMERICAN SAMOA
TELECOMMUNICATIONS AUTHORITY**
(A COMPONENT UNIT OF AMERICAN SAMOA GOVERNMENT)

Financial Statements

Years Ended September 30, 2012 and 2011



AMERICAN SAMOA TELECOMMUNICATIONS AUTHORITY

(A Component Unit of American Samoa Government)

Financial Statements

Years Ended September 30, 2012 and 2011

Table of Contents

	Page
Independent Auditors' Report	1
Financial Statements:	
Balance Sheets	2
Statements of Revenues, Expenses, and Changes in Net Position	3
Statements of Cash Flows	4
Notes to Financial Statements	5
Reports and Schedules Required by OMB Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations and Other Required Reports	
Schedule of Expenditures of Federal Awards	16
Independent Auditors' Report on Compliance and Other Matters And on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed In Accordance with Government Auditing Standards	17
Independent Auditor's Report on Compliance With Requirements that Could Have A Direct And Material Effect On Each Major Program and on Internal Control Over Compliance In Accordance With OMB Circular A-133	20
Schedule of Findings and Questioned Costs	22



AKT

CPAS AND BUSINESS CONSULTANTS

Personal. Local. Global.

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
American Samoa Telecommunications Authority
Pago Pago, American Samoa

We have audited the accompanying balance sheets of American Samoa Telecommunications Authority (ASTCA) as of September 30, 2012 and 2011, and the related statements of revenues, expenses, and changes in net position, and cash flows for the years then ended. These financial statements are the responsibility of ASTCA's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of American Samoa Telecommunications Authority as of September 30, 2012 and 2011, and the results of its operations and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 14, 2013, on our consideration of ASTCA's internal control over financial reporting and our tests of their compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audits.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements of ASTCA taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis, as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

ASTCA has not presented a report on Management's Discussion and Analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

AKT LLP

Salem, Oregon
February 14, 2013

680 HAWTHORNE AVENUE SE, #140, SALEM, OR 97301

PHONE: 503.585.7774 FAX: 503.364.8405

PORTLAND, OR | SALEM, OR | CARLSBAD, CA | ESCONDIDO, CA | SAN DIEGO, CA | ANCHORAGE, AK

AKT LLP

AMERICAN SAMOA TELECOMMUNICATIONS AUTHORITY*(A Component Unit of American Samoa Government)***Balance Sheets**

Years Ended September 30, 2012 and 2011

ASSETS	<u>2012</u>	<u>2011</u>
Current Assets:		
Cash and cash equivalents	\$ 2,480,629	\$ 2,774,209
Accounts receivable, less allowance for doubtful accounts of \$1,099,300 (\$1,099,300 in 2011)	4,789,892	6,312,190
Materials and supplies	560,218	319,375
Prepaid expenses	<u>115,759</u>	<u>112,524</u>
Total Current Assets	<u>7,946,498</u>	<u>9,518,298</u>
Property, Plant, and Equipment:		
Property, plant, and equipment in service	56,389,032	54,017,182
Construction in progress	16,945,527	11,997,779
Accumulated depreciation	<u>(39,989,461)</u>	<u>(37,100,440)</u>
Property, Plant, and Equipment, net	<u>33,345,098</u>	<u>28,914,521</u>
Other Assets, net	<u>1,036,326</u>	<u>1,068,054</u>
	<u>\$ 42,327,922</u>	<u>\$ 39,500,873</u>
LIABILITIES AND NET POSITION		
Current Liabilities:		
Current portion of long-term debt	\$ 34,475	\$ 14,610
Accounts payable	2,594,012	1,765,935
Customer deposits	282,966	407,522
Accrued expenses	<u>870,639</u>	<u>737,706</u>
Total Current Liabilities	<u>3,782,092</u>	<u>2,925,773</u>
Deferred Grant Revenue	5,042,480	3,005,426
Long-Term Debt	<u>497,465</u>	<u>289,671</u>
Total Liabilities	<u>9,322,037</u>	<u>6,220,870</u>
Net Position:		
Invested in capital assets, net of related debt	32,813,158	28,610,240
Net position - unrestricted	<u>192,727</u>	<u>4,669,763</u>
Total Net Position	<u>33,005,885</u>	<u>33,280,003</u>
	<u>\$ 42,327,922</u>	<u>\$ 39,500,873</u>

See accompanying notes to financial statements.

AMERICAN SAMOA TELECOMMUNICATIONS AUTHORITY*(A Component Unit of American Samoa Government)***Statements of Revenues, Expenses, and Changes in Net Position**

Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Operating Revenue	\$ <u>18,842,440</u>	\$ <u>18,333,924</u>
Operating Expenses:		
Personnel	3,631,445	3,441,677
Operations and maintenance	11,388,512	9,979,517
Bad debt expense	61,495	281,681
Depreciation and amortization	<u>2,920,755</u>	<u>3,257,785</u>
Total Operating Expenses	<u>18,002,207</u>	<u>16,960,660</u>
Operating Income	<u>840,233</u>	<u>1,373,264</u>
Other Income (Expense):		
PILOT	(1,100,000)	(1,100,000)
Interest income	-	9,326
Other expense	<u>(14,351)</u>	<u>(140,930)</u>
Total Other Expense	<u>(1,114,351)</u>	<u>(1,231,604)</u>
Change in Net Position	(274,118)	141,660
Net Position, beginning	<u>33,280,003</u>	<u>33,138,343</u>
Net Position, ending	<u>\$ <u>33,005,885</u></u>	<u>\$ <u>33,280,003</u></u>

AMERICAN SAMOA TELECOMMUNICATIONS AUTHORITY*(A Component Unit of American Samoa Government)***Statements of Cash Flows**

Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Cash Flows from Operating Activities:		
Cash received for services	\$ 20,178,687	\$ 15,963,256
Cash paid to suppliers	(10,804,513)	(10,175,254)
Cash paid to employees	(3,498,512)	(3,474,196)
Cash paid for payment in lieu of taxes	<u>(1,100,000)</u>	<u>(1,100,000)</u>
Net Cash Provided by Operating Activities	<u>4,775,662</u>	<u>1,213,806</u>
Cash Flows from Investing Activities		
Interest earnings on investments	-	9,326
Purchase of other assets	<u>-</u>	<u>(205,250)</u>
Net Cash Used by Investing Activities	<u>-</u>	<u>(195,924)</u>
Cash Flows from Capital and Related Financing Activities:		
Capital expenditures	(7,319,604)	(6,587,827)
Proceeds on long-term debt, net	227,659	304,281
Proceeds from grants received	2,037,054	3,003,900
Interest paid on long-term debt	<u>(14,351)</u>	<u>(3,930)</u>
Net Cash Used by Capital and Related Financing Activities	<u>(5,069,242)</u>	<u>(3,283,576)</u>
Net Decrease in Cash	(293,580)	(2,265,694)
Cash and Cash Equivalents, beginning	<u>2,774,209</u>	<u>5,039,903</u>
Cash and Cash Equivalents, ending	<u>\$ 2,480,629</u>	<u>\$ 2,774,209</u>
Cash Flows from Operating Activities:		
Operating income	\$ 840,233	\$ 1,373,264
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	2,920,755	3,257,785
PILOT	(1,100,000)	(1,100,000)
Realized loss on forfeiture of PCS and AWS licenses	-	137,000
Changes in assets and liabilities:		
Accounts receivable	1,522,298	(2,276,851)
Materials and supplies	(240,843)	(2,615)
Prepaid expenses	(3,235)	28,101
Accounts payable	828,077	(221,223)
Customer deposits	(124,556)	187,864
Accrued expenses	<u>132,933</u>	<u>(32,519)</u>
Net Cash Provided by Operating Activities	<u>\$ 4,775,662</u>	<u>\$ 1,350,806</u>

See accompanying notes to financial statements.