



**REDACTED - FOR PUBLIC INSPECTION**

June 30, 2014

Ms. Marlene H. Dortch, Secretary  
Federal Communications Commission  
445 12<sup>th</sup> Street, S.W.  
Washington, D.C. 20554

**Re: Connect America Fund, WC Docket No. 10-90, 47 CFR § 54.313 Annual Reporting Requirements for High-Cost Recipients (Form 481)**

Dear Ms. Dortch:

Attached please find Laurel Highland Telephone Company's (LHTC) high-cost support recipient annual report pursuant to 47 CFR § 54.313 (Form 481).

LHTC is filing certain financial information, reported pursuant to 47 CFR §54.313(f)(2), as confidential under the November 16, 2012 Protective Order (DA 12-1857). Pursuant to that Order, each page of this filing has been marked "REDACTED - FOR PUBLIC INSPECTION." The non-redacted version of this information has been marked "CONFIDENTIAL INFORMATION - SUBJECT TO PROTECTIVE ORDER IN WC DOCKET NOS. 10-90, 07-135, 05-337, 03-109, GN DOCKET NO. 09-51, CC DOCKET NOS. 01-92, 96-45, WT DOCKET NO. 10-208 BEFORE THE FEDERAL COMMUNICATIONS COMMISSION." As such, LHTC requests that the non-redacted version of its submission be withheld from public inspection.

LHTC is also requesting confidential treatment of certain information being filed pursuant to 47 CFR § 54.202(a)(1)(ii) and 54.313(a)(1) (five year service quality improvement plan) under 47 CFR § 0.457 and 0.459. The redacted version of this filing has been marked "REDACTED - FOR PUBLIC INSPECTION." The non-redacted version has been marked "CONFIDENTIAL - NOT FOR PUBLIC INSPECTION."

Pursuant to 47 CFR § 0.459, LHTC offers the following in support of its request for confidential treatment of certain information.

- *Identification of the specific information for which confidential treatment is sought:* LHTC seeks confidential treatment of the five year service quality improvement plan required per 47 CFR § 54.202(a)(1)(ii) and 54.313(a)(1),
- *Identification of the Commission proceeding in which the information was submitted or a description of the circumstances giving rise to the submission:* LHTC is providing the five year service quality improvement plan as part of its annual high-cost support recipient report per 47 CFR § 54.313.
- *Explanation of the degree to which the information is commercial or financial, or contains a trade secret or is privileged:* LHTC considers the information to be highly sensitive in that it contains

statements about the Company's future investment plans, and discusses specific equipment and strategies the Company will utilize to provide services.

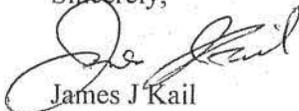
- *Explanation of the degree to which the information concerns a service that is subject to competition:* LHTC provides voice and broadband services that are in competition with various landline and wireless providers; thus, the investment data disclosed is related to services subject to competition to a high degree.
- *Identification of any measures taken by the submitting party to prevent unauthorized disclosure:* LHTC makes the data being provided available only to employees, consultants, and attorneys on a limited, need-to-know basis.
- *Identification of whether the information is available to the public and the extent of any previous disclosure of the information to third parties:* The information is not publicly available.
- *Justification of the period during which the submitting party asserts that material should not be available for public disclosure:* LHTC requests that the data provided be treated as confidential indefinitely. Due to the sensitive nature of the data, it would not be appropriate for public disclosure at any time in the foreseeable future.
- *Any other information that the party seeking confidential treatment believes may be useful in assessing whether its request for confidential treatment should be granted:* None.

Accordingly, LHTC requests confidential treatment of the five year service quality improvement plan pursuant to section 0.457 and 0.459 of the Commission's rules.

The redacted version of this Form 481 submission will be filed via the Commission's Electronic Comment Filing System (ECFS) in the above-captioned docket.

If you have any questions about this filing, please contact Patricia A Yoders at 724 722-3131 or by email at [payoders@lhtot.com](mailto:payoders@lhtot.com).

Sincerely,



James J Kail

Attachment

cc: Charles Tyler  
Telecommunications Access Policy Division  
Wireline Competition Bureau  
Federal Communications Commission  
445 12th Street, S.W., Room 5-A452  
Washington, DC 20554

<010> Study Area Code 170179  
 <015> Study Area Name LAUREL HIGHLAND TEL  
 <020> Program Year 2015  
 <030> Contact Name: Person USAC should contact with questions about this data Patricia A Yoders  
 <035> Contact Telephone Number: 7247223131 ext. Number of the person identified in data line <030>  
 <039> Contact Email Address: payoders@lhtot.com Email of the person identified in data line <030>

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ANNUAL REPORTING FOR ALL CARRIERS	54.313 Completion Required	54.422 Completion Required
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			(check box when complete)	
<100> Service Quality Improvement Reporting	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<200> Outage Reporting (voice)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<210> <input checked="" type="checkbox"/> ← check box if no outages to report		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<300> Unfulfilled Service Requests (voice) 0		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<310> Detail on Attempts (voice)	(attach descriptive document)	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<320> Unfulfilled Service Requests (broadband) 0		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<330> Detail on Attempts (broadband)	(attach descriptive document)	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<400> Number of Complaints per 1,000 customers (voice)		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<410> Fixed 0.0		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<420> Mobile		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<430> Number of Complaints per 1,000 customers (broadband)		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<440> Fixed 0.0		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<450> Mobile 0.0		<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<500> Service Quality Standards & Consumer Protection Rules Compliance	(check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<510> 170179PA510.pdf	(attached descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<600> Functionality in Emergency Situations	(check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<610> 170179PA610.pdf	(attached descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<700> Company Price Offerings (voice)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<710> Company Price Offerings (broadband)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<800> Operating Companies and Affiliates	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<900> Tribal Land Offerings (Y/N)? <input type="radio"/> <input checked="" type="radio"/>	(if yes, complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<1000> Voice Services Rate Comparability	(check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<1010> 170179PA1010.pdf	(attach descriptive document)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<1100> Terrestrial Backhaul (Y/N)? <input checked="" type="radio"/> <input type="radio"/>	(if not, check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<1110>	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<1200> Terms and Condition for Lifeline Customers	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	

**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)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<2005>	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Rate of Return Carriers, Proceed to ROR Additional Documentation Worksheet</b>			
<3000>	(check to indicate certification)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
<3005>	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

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

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

<010> Study Area Code	170179
<015> Study Area Name	LAUREL HIGHLAND TEL
<020> Program Year	2015
<030> Contact Name - Person USAC should contact regarding this data	Patricia A Yoders
<035> Contact Telephone Number - Number of person identified in data line <030>	7247223131 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	payoders@lhtot.com

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<110> Has your company received its ETC certification from the FCC? (yes / no)

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

170179PA112.docx

Name of Attached Document

Please check these boxes below 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 (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.










**(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	170179
<015>	Study Area Name	LAUREL HIGHLAND TEL
<020>	Program Year	2015
<030>	Contact Name - Person USAC should contact regarding this data	Patricia A Yoders
<035>	Contact Telephone Number - Number of person identified in data line <030>	7247223131 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	payoders@lhtot.com

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<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,No, NA)

(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	170179
<015>	Study Area Name	LAUREL HIGHLAND TEL
<020>	Program Year	2015
<030>	Contact Name - Person USAC should contact regarding this data	Patricia A Yoders
<035>	Contact Telephone Number - Number of person identified in data line <030>	7247223131 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	payoders@lhtot.com

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<1120> Please check this box to confirm no terrestrial backhaul options exist within the supported area pursuant to § 54.313(G)

<1130> Please check this box 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	170179
<015>	Study Area Name	LAUREL HIGHLAND TEL
<020>	Program Year	2015
<030>	Contact Name - Person USAC should contact regarding this data	Patricia A Yoders
<035>	Contact Telephone Number - Number of person identified in data line <030>	7247223131 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	payoders@lhtot.com

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<1210> Terms & Conditions of Voice Telephony Lifeline Plans



Name of Attached Document

<1220> Link to Public Website

HTTP <http://www.patel.org/tariffs/laurelhighland/tariff-148-STAS.pdf>

"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	170179
<015>	Study Area Name	LAUREL HIGHLAND TEL
<020>	Program Year	2015
<030>	Contact Name - Person USAC should contact regarding this data	Patricia A Yoders
<035>	Contact Telephone Number - Number of person identified in data line <030>	7247223131 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	payoders@lhtot.com

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FOR PUBLIC INSPECTION**

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

CHECK the boxes below 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))
- <2011> 3rd Year Certification (47 CFR § 54.313(b)(2))
- Price Cap Carrier Receiving Frozen Support Certification (47 CFR § 54.312(a))**
- <2012> 2013 Frozen Support Certification
- <2013> 2014 Frozen Support Certification
- <2014> 2015 Frozen Support Certification
- <2015> 2016 and future Frozen Support Certification
- 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 Listing Required Information

(3000) Rate Of Return Carrier Additional Documentation

FCC Form 481

Data Collection Form

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

July 2013

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<010> Study Area Code 170179  
 <015> Study Area Name LAUREL HIGHLAND TEL  
 <020> Program Year 2015  
 <030> Contact Name - Person USAC should contact regarding this data Patricia A Yoders  
 <035> Contact Telephone Number - Number of person identified in data line <030> 7247223131 ext.  
 <039> Contact Email Address - Email Address of person identified in data line <030> pavoders@lhtel.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)

(3014) If yes, does your company file the RUS annual report

(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

[Redacted Box]

Name of Attached Document Listing Required Information

(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

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

(3021) Management letter 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

170179PA3005.pdf, 170179PA3005.xlsm

(3026) Attach the worksheet listing required information

Name of Attached Document Listing Required Information

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<b>Certification - Reporting Carrier Data Collection Form</b>	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
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<b>&lt;010&gt;</b>	Study Area Code	170179
<b>&lt;015&gt;</b>	Study Area Name	LAUREL HIGHLAND TEL
<b>&lt;020&gt;</b>	Program Year	2015
<b>&lt;030&gt;</b>	Contact Name - Person USAC should contact regarding this data	Patricia A Yoders
<b>&lt;035&gt;</b>	Contact Telephone Number - Number of person identified in data line <030>	7247223131 ext.
<b>&lt;039&gt;</b>	Contact Email Address - Email Address of person identified in data line <030>	payoders@lhtot.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: LAUREL HIGHLAND TEL	
Signature of Authorized Officer: CERTIFIED ONLINE	Date 06/25/2014
Printed name of Authorized Officer: James Kail	
Title or position of Authorized Officer: President & CEO	
Telephone number of Authorized Officer: 7245932411 ext.	
Study Area Code of Reporting Carrier: 170179	Filing Due Date for this form: 07/01/2014
<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>	

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Attachments







Laurel Highland Telephone Company (SAC 170179)  
Initial Five Year Service Quality Improvement Plan  
For the Calendar Years 2015-2019  
Per 47 CFR § 54.313(a)(1) and 54.202(a)(1)(ii)

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FOR PUBLIC INSPECTION**

**REDACTED - FOR PUBLIC INSPECTION**



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FOR PUBLIC INSPECTION

**Laurel Highland Telephone Company (SAC 170179)**

*Statement Regarding Compliance with Service Quality Standards and Consumers Protection Rules*  
47 CFR § 54.313(a)(5)  
Form 481, Line 510

Laurel Highland Telephone Company (LHTC) is an incumbent local exchange carrier operating in the state of Pennsylvania, and is an eligible telecommunications carrier (ETC) designated by the Pennsylvania Public Utility Commission (PUC). As such, LHTC is subject to the regulatory authority of the PUC and operates under the relevant rules and laws of the state of Pennsylvania.

LHTC is subject to the service quality standards and consumer protection standards adopted by the Pennsylvania Public Utilities Commission that are applicable to ILECs in our state. These standards are contained in Section 63.51 through 63.65 of The Pennsylvania Code.

Apart from effective internal procedures and operations, LHTC ensures compliance with all applicable service quality and consumer protection rules as defined by the PUC which entails the operation of an effective customer complaint process. LHTC is required to respond to customer complaints and other service quality-related inquiries from the PUC in a reasonable time frame. LHTC consistently meets or exceeds all PUC standards, and reports to this effect via all required PUC filings.

LHTC has established internal procedures to ensure compliance with the Federal Communications Commission's Customer Proprietary Network Information (CPNI) rules that include, but are not limited to, periodic employee training and maintenance of written company CPNI procedures. LHTC certifies its compliance with the Commission's CPNI rules by making annual filings as required in 47 CFR § 64.2009(e).



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Laurel Highland Telephone Company (SAC 170179)

*Statement Regarding the Ability to Function in Emergency Situations*  
47 CFR § 54.313(a)(6)  
Form 481, Line 610

Laurel Highland Telephone Company (LHTC) is an incumbent local exchange carrier operating in the state of Pennsylvania, and is an eligible telecommunications carrier (ETC) designated by the Pennsylvania Public Utility Commission (PUC). LHTC is subject to the regulatory authority of the PUC and operates under the relevant rules and laws of the state of Pennsylvania.

LHTC has 6 portable generators capable of providing the required level of backup power, and that can be deployed as necessary to LHTC's switching and remote sites. LHTC's network is capable of rerouting traffic around damaged facilities, although this ability is not absolute and may be limited in certain circumstances. However, LHTC follows all industry standard practices in ensuring its network remains functional during different types of emergency situations.



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*Statement Regarding Certification of Voice Rate Comparability*  
47 C.F.R. § 54.313(a)(10)  
Form 481, Line 1010

Laurel Highland Telephone Company (LHTC) is a rural, rate of return regulated incumbent local exchange carrier operating in the state of Pennsylvania, and is an eligible telecommunications carrier (ETC) designated by the Pennsylvania Public Commission (PUC). As such, LHTC is subject to the regulatory authority of the PUC and operates under the relevant rules and laws of the state of Pennsylvania.

LHTC hereby certifies that the pricing of its voice services is no more than two standard deviations above the national average urban rate for voice service, \$46.96, as specified in the March 20, 2014 Public Notice issued by the Wireline Competition Bureau of the Federal Communications Commission.

LHTC's residential voice service rates, including state fees and the federal subscriber line charge (SLC) are as follows.

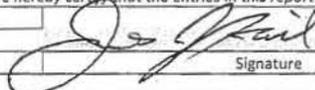
Monthly rate for exchange 455 is \$22.23.  
Monthly rate for exchange 593 is \$20.28.  
Average monthly rate is \$21.26.

(3005a) Operating Report for Privately-Held Rate of Return Carriers		FCC Form 481
Balance Sheet - Data Collection Form		OMB Control No. 3060-0986
Page 1 of 3		July 2013
<010> Study Area Code		<010> 170179
<015> Study Area Name		<015> Laurel Highlands Telephone Company
<020> Program Year		<020> 2015
<030> Contact Name - Person USAC should contact regarding this data		<030> Patricia A Yoders
<035> Contact Telephone Number - Number of person identified in data line <030>		<035> 724 722-3131
<039> Contact Telephone Email Address - Email Address of person identified in data line <030>		<039> payoders@lhtot.com
<input type="checkbox"/> Files as reviewed single company		<input type="checkbox"/> Filed as audited single company
<input type="checkbox"/> Filed as reviewed consolidated company		<input type="checkbox"/> Filed as audited consolidated company
<input type="checkbox"/> Filed as subsidiary of reviewed consolidated company		<input checked="" type="checkbox"/> Filed as subsidiary of audited consolidated company

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**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.

  
Signature

6/30/14  
Date

**PART A. BALANCE SHEET**

ASSETS		BALANCE PRIOR YEAR	BALANCE END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY		BALANCE PRIOR YEAR	BALANCE END OF PERIOD
<b>CURRENT ASSETS</b>				<b>CURRENT LIABILITIES</b>			
1.	Cash and Equivalents	0	0	25.	Accounts Payable	0	0
2.	Cash-RUS Construction Fund			26.	Notes Payable		
3.	Affiliates:			27.	Advance Billings and Payments		
	a. Telecom, Accounts Receivable			28.	Customer Deposits		
	b. Other Accounts Receivable	0		29.	Current Mat, L/T Debt		
	c. Notes Receivable			30.	Current Mat, L/T Debt-Rur, Dev.		
4.	Non-Affiliates:			31.	Current Mat.-Capital Leases		
	a. Telecom, Accounts Receivable	0	0	32.	Income Taxes Accrued	0	0
	b. Other Accounts Receivable	0	0	33.	Other Taxes Accrued	0	0
	c. Notes Receivable			34.	Other Current Liabilities		
5.	Interest and Dividends Receivable			35.	Total Current Liabilities (25 thru 34)	0	0
6.	Material-Regulated	0	0	<b>LONG-TERM DEBT</b>			
7.	Material-Nonregulated			36.	Funded Debt-RUS Notes		
8.	Prepayments	0	0	37.	Funded Debt-RTB Notes		
9.	Other Current Assets			38.	Funded Debt-FFB Notes		
10.	Total Current Assets (1 Thru 9)	0	0	39.	Funded Debt-Other		
				40.	Funded Debt-Rural Develop. Loan		
<b>NONCURRENT ASSETS</b>				41.	Premium (Discount) on L/T Debt		
11.	Investment in Affiliated Companies			42.	Reacquired Debt		
	a. Rural Development			43.	Obligations Under Capital Lease		
	b. Nonrural Development			44.	Adv. From Affiliated Companies		0
12.	Other Investments			45.	Other Long-Term Debt		
	a. Rural Development			46.	Total Long-Term Debt (36 thru 45)	0	0
	b. Nonrural Development			<b>OTHER LIAB. &amp; DEF. CREDITS</b>			
13.	Nonregulated Investments			47.	Other Long-Term Liabilities		
14.	Other Noncurrent Assets			48.	Other Deferred Credits	0	0
15.	Deferred Charges			49.	Other Jurisdictional Differences		
16.	Jurisdictional Differences			50.	Total Other Liabilities and Deferred Credits (47 thru 49)	0	0
17.	Total Noncurrent Assets (11 thru 16)	0	0	<b>EQUITY</b>			
				51.	Cap. Stock Outstanding & Subscribed	0	0
<b>PLANT, PROPERTY, AND EQUIPMENT</b>				52.	Additional Paid-in-Capital		
18.	Telecom, Plant-in-Service	0	0	53.	Treasury Stock		
19.	Property Held for Future Use			54.	Membership and Cap. Certificates		
20.	Plant Under Construction			55.	Other Capital		
21.	Plant Adj., Nonop. Plant & Goodwill			56.	Patronage Capital Credits		
22.	Less Accumulated Depreciation	0	0	57.	Retained Earnings or Margins	0	0
23.	Net Plant (18 thru 21 less 22)	0	0	58.	Total Equity (51 thru 57)	0	0
24.	<b>TOTAL ASSETS (10+17+23)</b>	0	0	59.	<b>TOTAL LIABILITIES AND EQUITY (35+46+50+58)</b>	0	0

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 <035> Contact Telephone Number - Number of person identified in data line <030>  
 <039> Contact Telephone Email Address - Email Address of person identified in data line <030>

<010> 170179  
 <015> Laurel Highlands Telephone Company  
 <020> 2015  
 <030> Patricia A Yoders  
 <035> 724 722-3131  
 <039> pavoders@lhtot.com

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS		
ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues	0	0
2. Network Access Services Revenues	0	0
3. Long Distance Network Services Revenues	0	0
4. Carrier Billing and Collection Revenues	0	0
5. Miscellaneous Revenues	0	0
6. Uncollectible Revenues	0	0
7. Net Operating Revenues (1 thru 5 less 6)	0	0
8. Plant Specific Operations Expense	0	0
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	0	0
10. Depreciation Expense	0	0
11. Amortization Expense	0	0
12. Customer Operations Expense	0	0
13. Corporate Operations Expense	0	0
14. Total Operating Expenses (8 thru 13)	0	0
15. Operating Income or Margins (7 less 14)	0	0
16. Other Operating Income and Expenses	0	0
17. State and Local Taxes	0	0
18. Federal Income Taxes	0	0
19. Other Taxes	0	0
20. Total Operating Taxes (17+18+19)	0	0
21. Net Operating Income or Margins (15+16-20)	0	0
22. Interest on Funded Debt	0	0
23. Interest Expense - Capital Leases	0	0
24. Other Interest Expense	0	0
25. Allowance for Funds Used During Construction	0	0
26. Total Fixed Charges (22+23+24-25)	0	0
27. Nonoperating Net Income	0	0
28. Extraordinary Items	0	0
29. Jurisdictional Differences	0	0
30. Nonregulated Net Income	0	0
31. Total Net Income or margins (21+27+28+29+30-26)	0	0
32. Total Taxes Based on Income	0	0
33. Retained Earnings or Margins Beginning-of-Year	0	0
34. Miscellaneous Credits Year-to-Date	0	0
35. Dividends Declared (Common)	0	0
36. Dividends Declared (Preferred)	0	0
37. Other Debits Year-to-Date	0	0
38. Transfers to Patronage Capital	0	0
39. Retained Earnings or Margins end-of-Period ((31+33+34)-(35+36+37+38))	0	0
40. Patronage Capital Beginning-of-Year	0	0
41. Transfers to Patronage Capital	0	0
42. Patronage Capital Credits Retired	0	0
43. Patronage Capital End-of-Year (40+41-42)	0	0
44. Annual Debt Service Payments	0	0
45. Cash Ratio ((14+20-10-11)/7)	0.00	0.00
46. Operating Accrual Ratio ((14+20+26)/7)	0.00	0.00
47. TIER ((31+26)/26)	0.00	0.00
48. DSCR ((31+26+10+11)/44)	0.00	0.00

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PART C. STATEMENTS OF CASH FLOWS		
1.	Beginning Cash (Cash and Equivalents plus RUS Construction Fund)	0
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
2.	Net Income	0
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities		
3.	Add: Depreciation	0
4.	Add: Amortization	
5.	Other (Explain) <u>LOSS ON DISPOSAL OF ASSETS</u>	0
Changes in Operating Assets and Liabilities		
6.	Decrease/(Increase) in Accounts Receivable	0
7.	Decrease/(Increase) in Materials and Inventory	0
8.	Decrease/(Increase) in Prepayments and Deferred Charges	0
9.	Decrease/(Increase) in Other Current Assets	
10.	Increase/(Decrease) in Accounts Payable	0
11.	Increase/(Decrease) in Advance Billings & Payments	
12.	Increase/(Decrease) in Other Current Liabilities	0
13.	Net Cash Provided/(Used) by Operations	0
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
14.	Decrease/(Increase) in Notes Receivable	0
15.	Increase/(Decrease) in Notes Payable	
16.	Increase/(Decrease) in Customer Deposits	
17.	Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)	
18.	Increase/(Decrease) in Other Liabilities & Deferred Credits	
19.	Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital	
20.	Less: Payment of Dividends	0
21.	Less: Patronage Capital Credits Retired	
22.	Other (Explain)	
23.	Net Cash Provided/(Used) by Financing Activities	0
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
24.	Net Capital Expenditures (Property, Plant & Equipment)	0
25.	Other Long-Term Investments	
26.	Other Noncurrent Assets & Jurisdictional Differences	
27.	Other (Explain) <u>PROCEEDS FROM DISPOSAL OF ASSETS</u>	0
28.	Net Cash Provided/(Used) by Investing Activities	0
29.	Net Increase/(Decrease) in Cash	0
30.	Ending Cash	0