

JUL - 1 2014

FCC Mail Room



CONSULTING

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REDACTED – FOR PUBLIC INSPECTION

June 27, 2014

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

**RE: FCC FORM 481 – CARRIER ANNUAL REPORTING DATA COLLECTION  
 CONFIDENTIAL FINANCIAL INFORMATION - SUBJECT TO PROTECTIVE  
 ORDER IN WC DOCKET NOS. 10-90, 07-0135, 05-337, 03-109, CC DOCKET NOS. 01-  
 92, 96-45, GN DOCKET NO. 09-51, WT DOCKET NO. 10-208, BEFORE THE FEDERAL  
 COMMUNICATIONS COMMISSION (FILED IN DOCKETS 14-58) AND  
 CONFIDENTIAL FINANCIAL INFORMATION FILED PURSUANT TO SECTIONS  
 .457 AND .459 OF THE FEDERAL COMMUNICATIONS COMMISSION RULES**

Dear Ms. Dortch,

Farber Telephone Company hereby submits the attached redacted and confidential versions of its “FCC Form 481 – Carrier Annual Reporting Data Collection” financial information pursuant to sections §54.313 and §54.422 of the Commission’s rules, as filed with the Universal Service Administrative Company.

Section 3005 of Form 481 requires the filing of financial information per 47 C.F.R. §54.313(f)(2). Company maintains that this information is “Confidential Financial Information” on the grounds that it is competitively sensitive information which could be used to disadvantage or harm Company and is submitting this information pursuant to Protective Order, DA 12-1857 as described below. In addition, Company is requesting confidential treatment pursuant to sections 0.457 and 0.459 of the Commission’s rules for the Five-Year Service Quality Improvement Plan that is required by section 54.313(a)(1) to be attached to this report. Similar to the financial information submitted under section 54.313(f)(2), the information contained in the Five-Year Service Quality Improvement Plan contains competitively sensitive information, including but not limited to projected build-out plans and capital expenditures, that is secure from public access that could be used by a competitor to disadvantage or harm the Company.

No. of Copies rec'd 041  
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First, Farber Telephone Company is submitting the 54.313(f)(2) "Confidential Financial Information" as a "Stamped Confidential Document" with each page bearing the legend CONFIDENTIAL FINANCIAL INFORMATION - SUBJECT TO PROTECTIVE ORDER IN WC DOCKET NOS. 10-90, 07-0135, 05-337, 03-109, CC DOCKET NOS. 01-92, 96-45, GN DOCKET NO. 09-51, WT DOCKET NO. 10-208, BEFORE THE FEDERAL COMMUNICATIONS COMMISSION and also submitting the .457 and .459 "Confidential Financial Information" as a "Stamped Confidential Document" with each page labeled "CONFIDENTIAL - NOT FOR PUBLIC INSPECTION". One copy of the "Stamped Confidential Document(s)" and accompanying cover letter are enclosed.

Second, Farber Telephone Company is submitting the "Stamped Confidential Document(s)" as a "Redacted Confidential Document" where the "Confidential Financial Information" has been redacted. Two copies of the "Redacted Confidential Document(s)" and accompanying cover letter with each page labeled "REDACTED - FOR PUBLIC INSPECTION" are enclosed.

Finally, Farber Telephone Company is submitting two copies of the "Stamped Confidential Document(s)" and accompanying cover letter to Charles Tyler, Telecommunications Access Policy Division, Wireline Competition Bureau, Federal Communications Commission, 445 Twelfth Street S.W., Room 5-A452, Washington, D.C. 20554.

FCC Form 481 was also filed prior to July 1st with the State Commission.

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

Sincerely,

*/s/ Dave Beier*

Dave Beier  
Consulting Manager  
GVNW Consulting, Inc.  
(217) 698-2700  
[dbeier@gvnw.com](mailto:dbeier@gvnw.com)

Enclosures

**REDACTED – FOR PUBLIC INSPECTION**

**Farber Telephone Company  
("Farber" or "Company")  
FIVE YEAR SERVICE QUALITY IMPROVEMENT PLAN  
Due July 1, 2014  
Study Area Code 42-1876**

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According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0572-0031. The time required to complete this information collection is estimated to average 4 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

<b>USDA-RUS</b>  <b>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</b>	This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 991 et seq and, subject to federal laws and regulations regarding confidential information, will be treated as confidential. <b>BORROWER NAME</b> Farber Telephone Company (Prepared with Audited Data)	
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<b>INSTRUCTIONS</b> -Submit report to RUS within 30 days after close of the period. For detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.	<b>PERIOD ENDING</b> December, 2013	<b>BORROWER DESIGNATION</b> MO0611
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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.

**ALL INSURANCE REQUIRED BY 7 CFR PART 1788, CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES.**

**DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1788 OF 7CFR CHAPTER XVII**  
 (Check one of the following)

All of the obligations under the RUS loan documents have been fulfilled in all material respects.

There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in the Telecom Operating Report

DATE \_\_\_\_\_

Received & Inspected

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**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			25. Accounts Payable		
2. Cash-RUS Construction Fund			26. Notes Payable		
3. Affiliates:			27. Advances Billings and Payments		
a. Telecom, Accounts Receivable			28. Customer Deposits		
b. Other Accounts Receivable			29. Current Mat. L/T Debt		
c. Notes Receivable			30. Current Mat. L/T Debt-Rur. Dev.		
4. Non-Affiliates:			31. Current Mat.-Capital Leases		
a. Telecom, Accounts Receivable			32. Income Taxes Accrued		
b. Other Accounts Receivable			33. Other Taxes Accrued		
c. Notes Receivable			34. Other Current Liabilities		
5. Interest and Dividends Receivable			35. Total Current Liabilities (25 thru 34)		
6. Material-Regulated			<b>LONG-TERM DEBT</b>		
7. Material-Nonregulated			36. Funded Debt-RUS Notes		
8. Prepayments			37. Funded Debt-RTB Notes		
9. Other Current Assets			38. Funded Debt-FFB Notes		
10. Total Current Assets (1 thru 9)			39. Funded Debt-Other		
<b>NONCURRENT ASSETS</b>			40. Funded Debt-Rural Develop. Loan		
11. Investment in Affiliated Companies			41. Premium (Discount) on L/T Debt		
a. Rural Development			42. Reacquired Debt		
b. Nonrural Development			43. Obligations Under Capital Lease		
12. Other Investments			44. Adv. From Affiliated Companies		
a. Rural Development			45. Other Long-Term Debt		
b. Nonrural Development			46. Total Long-Term Debt (36 thru 45)		
13. Nonregulated Investments			<b>OTHER LIAB. &amp; DEF. CREDITS</b>		
14. Other Noncurrent Assets			47. Other Long-Term Liabilities		
15. Deferred Charges			48. Other Deferred Credits		
16. Jurisdictional Differences			49. Other Jurisdictional Differences		
17. Total Noncurrent Assets (11 thru 16)			50. Total Other Liabilities and Deferred Credits (47 thru 49)		
<b>PLANT, PROPERTY, AND EQUIPMENT</b>			<b>EQUITY</b>		
18. Telecom. Plant-In-Service			51. Cap. Stock Outstand. & Subscribed		
19. Property Held for Future Use			52. Additional Paid-In-Capital		
20. Plant Under Construction			53. Treasury Stock		
21. Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		
22. Less Accumulated Depreciation			55. Other Capital		
23. Net Plant (18 thru 21 less 22)			56. Patronage Capital Credits		
24. TOTAL ASSETS (10+17+23)			57. Retained Earnings or Margins		
			58. Total Equity (51 thru 57)		
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)		

Total Equity = 7.02% of Total Assets

SEE INDEPENDENT ACCOUNTANTS COMPILATION REPORT

USDA-RUS  <b>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</b>	BORROWER DESIGNATION  MO0611
INSTRUCTIONS- See RUS Bulletin 1744-2	PERIOD ENDING  December, 2013

**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 $[(31+26+10+11) / 44]$		

USDA-RUS		BORROWER DESIGNATION	
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS		M00611	
INSTRUCTIONS - See help in the online application.		PERIOD ENDED	
		December, 2013	
<b>PART I - STATEMENT OF CASH FLOWS</b>			
<b>1. Beginning Cash (Cash and Equivalents plus RUS Construction Fund)</b>			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>2. Net Income</b>			
<i>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities</i>			
<b>3. Add: Depreciation</b>			
<b>4. Add: Amortization</b>			
<b>5. Other (Explain)</b> Non-regulated depreciation			
<i>Changes in Operating Assets and Liabilities</i>			
<b>6. Decrease/(Increase) in Accounts Receivable</b>			
<b>7. Decrease/(Increase) in Materials and Inventory</b>			
<b>8. Decrease/(Increase) in Prepayments and Deferred Charges</b>			
<b>9. Decrease/(Increase) in Other Current Assets</b>			
<b>10. Increase/(Decrease) in Accounts Payable</b>			
<b>11. Increase/(Decrease) in Advance Billings &amp; Payments</b>			
<b>12. Increase/(Decrease) in Other Current Liabilities</b>			
<b>13. Net Cash Provided/(Used) by Operations</b>			
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>14. Decrease/(Increase) in Notes Receivable</b>			
<b>15. Increase/(Decrease) in Notes Payable</b>			
<b>16. Increase/(Decrease) in Customer Deposits</b>			
<b>17. Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)</b>			
<b>18. Increase/(Decrease) in Other Liabilities &amp; Deferred Credits</b>			
<b>19. Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates &amp; Other Capital</b>			
<b>20. Less: Payment of Dividends</b>			
<b>21. Less: Patronage Capital Credits Retired</b>			
<b>22. Other (Explain)</b>			
<b>23. Net Cash Provided/(Used) by Financing Activities</b>			
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<b>24. Net Capital Expenditures (Property, Plant &amp; Equipment)</b>			
<b>25. Other Long-Term Investments</b>			
<b>26. Other Noncurrent Assets &amp; Jurisdictional Differences</b>			
<b>27. Other (Explain)</b> adjustment to plant non-operating			
<b>28. Net Cash Provided/(Used) by Investing Activities</b>			
<b>29. Net Increase/(Decrease) in Cash</b>			
<b>30. Ending Cash</b>			

Revision Date 2010



**INDEPENDENT ACCOUNTANT'S COMPILATION REPORT**

To The Board of Directors  
Farber Telephone Company  
Farber, Missouri 63345

We have compiled the balance sheets of Farber Telephone Company (a Missouri corporation) as of December 31, 2013 and 2012, and the statements of income and retained earnings or margins for the years ended December 31, 2013 and 2012 and cash flows for the year ended December 31, 2013, included in the accompanying prescribed form. We have also compiled the supplementary information in Parts F, G and H of the accompanying prescribed form. We have not audited or reviewed the financial statements and the supplementary information in Parts F, G and H and, accordingly, do not express an opinion or provide any assurance about whether the financial statements and the supplementary information in Parts F, G, and H is in accordance with the form prescribed by the Rural Development Utilities Program.

Management is responsible for the preparation and fair presentation of the financial statements and the supplementary information in Parts F, G and H in accordance with requirements prescribed by Rural Development Utilities Program and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statement and the supplementary information in Parts F, G and H.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statement and the supplementary information in Parts F, G and H.

These financial statements and the supplementary information in Parts F, G and H are presented in accordance with the requirements of the Rural Development Utilities Program, which differ from accounting principles generally accepted in the United States of America. This report is intended solely for the information and use of the Rural Development Utilities Program and relevant state and local regulatory agencies and is not intended to be and should not be used by anyone other than this specified party.

The supplementary information contained in Parts C, D and E of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

*Kiesling Associates LLP*  
Kiesling Associates LLP  
West Des Moines, Iowa  
March 28, 2014

Farber Telephone Company (Farber)

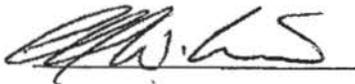
SAC 421876

Missouri

FCC Form 481 - Line 3017

Officer Certification, where submitting RUS report financials based upon reviewed/compiled financials:

I am authorized to provide this certification on behalf of the Company. I hereby certify that the 2013 and 2012 financial statements were not audited in the ordinary course of business, but were compiled by a CPA and submitted to the RUS, and that they are accurate. The RUS financials are attached.



Signature of Officer

05/06/2014

Date

CHARLES W. CROW

Printed Name of Officer

PRESIDENT

Title of Officer