

DOCKET NO. UM 1768

**Cover Sheet for Submission of
2016 Annual ETC Certification Reports**

Name of Eligible Telecommunications Carrier: Oregon Telephone Corp-MTE

Filing date: 6/29/2016

Is this: Original submission? X
OR
Revised submission? _____

Person to contact for questions:

Name Delinda Kluser

Phone number 541-932-4411

E-mail address dkluser@ortlco.net

Documents included in this filing (please check applicable items):

- CAF/ICC Support (47 CFR § 54.304)
 Rate Floor Data (47 CFR § 54.313(h)) – if separate from Form 481
 Form 481 (High-cost per 47 CFR § 54.313, Low-income per 54.422)¹
 Form 690 (Mobility Fund per 47 CFR § 54.1009)
 Affidavit for High-Cost Support

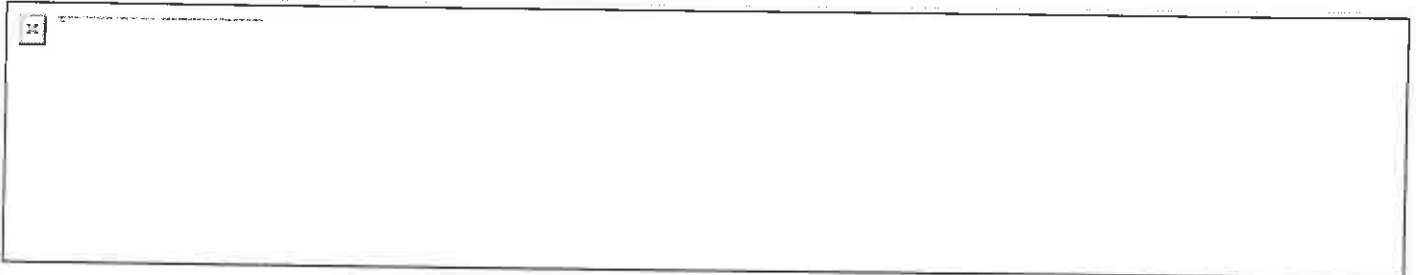
Filing deadlines: The deadlines for filing items required by 47 CFR § 54 are the same as the deadlines for filing with the FCC. The notarized affidavit for high-cost support must be filed no later than the due date for the FCC Form 481. Based on current information, it appears that all items other than CAF/ICC support data are due by July 1, 2016. The CAF/ICC support data are due the same day as the ETC's interstate access tariff filing.

If revisions to an original submission are filed with the FCC or USAC, a copy of the revisions must be filed with the Oregon Commission no later than five business days following submission to the FCC or USAC.

¹ Lifeline-only ETCs must provide all information specified in 47 CFR § 54.422(b) even if the ETC does not submit this information to the FCC.

Deedee Kluser

From: Form481@usac.org
Sent: Wednesday, June 29, 2016 8:43 AM
To: dkluser@ortelco.net
Subject: Form 481 Certification Confirmation



Form 481 Certification Confirmation

Congratulations. Your filing has been successfully certified.

Filing Number: 1

Certification Date and Time: Wed Jun 29 11:42:36 EDT 2016

Filing Created By: dkluser@ortelco.net

SAC: 533336

498 ID: 143002611

Carrier: Oregon Tel. Corp. (MTE - Oregon)

Program Year: 2017

This is a system generated email.
Please do not respond to this message.

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USAC | 2000 L Street NW | Suite 200 | Washington, DC 20036



[USAC Home](#) | [High Cost Program](#) | [Search Tools](#) | [Form 481](#)

CONFIRMATION

Congratulations. Your filing has been successfully certified.

Filing 1 was successfully certified on Wed 29 Jun 16 11:25:29 AM EDT by dkluser@ortelco.net .

SAC : 533336

498 ID : 143002611

Carrier Name : Oregon Tel. Corp. (MTE - Oregon)

Program Year : 2017

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

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

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**FCC Form 481 - Carrier Annual Reporting
Data Collection Form**

FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2011

<010> Study Area Code	533336
<015> Study Area Name	Oregon Tel. Corp. (MTE - Oregon)
<020> Program Year	2017
<030> Contact Name: Person USAC should contact with questions about this data	DELLINDA KLUSER
<035> Contact Telephone Number: Number of the person identified in data line <030>	5419324411 ext.
<039> Contact Email Address: Email of the person identified in data line <030>	dkluser@ortelco.net
Form Type	54.313 and 54.422

**(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 533336

<015> Study Area Name Oregon Tel. Corp. (MTE - Oregon)

<020> Program Year 2017

<030> Contact Name - Person USAC should contact regarding this data DELINDA KLUSER

<035> Contact Telephone Number - Number of person identified in data line <030> 5419324411 ext.

<039> Contact Email Address - Email Address of person identified in data line <030> dklusser@ortelco.net

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

<111> If your answer to line <111> is yes, please 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. (yes / no) (yes) (no)

<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. 533336OR112.pdf

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

Name of Attached Document

(300) Unfulfilled Service Request
Data Collection Form

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

<010> Study Area Code

533336

<015> Study Area Name

Oregon Tel. Corp. (MTE - Oregon)

<020> Program Year

2017

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

DELINDA KLUSEK

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

5419324411 ext.

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

dklusek@ortelco.net

<300> Unfulfilled service request (voice)

0

<310> Detail on attempts (voice)

Name of Attached Document

0

<320> Unfulfilled service request (broadband)

<330> Detail on attempts (broadband)

Name of Attached Document

(400) Number of Complaints per 1,000 customers
Data Collection Form

FCC Form 481
OMB Control No. 3060-1066, OMB Control No. 3063-0819
July 2012

<010>	Study Area Code	523326	
<015>	Study Area Name	Oregon Tel. Corp. (MTE - Oregon)	
<020>	Program Year	2012	
<030>	Contact Name - Person USAC should contact regarding this data	DELINDA KUTNER	
<035>	Contact Telephone Number - Number of person identified in data line <030>	541972441 ext.	
<039>	Contact Email Address - Email Address of person identified in data line <030>	dklutner@telco.net	
<400>	Select from the drop-down list to indicate how you would like to report voice complaints (zero or greater) for voice telephony service in the prior calendar year for each service area in which you are designated an ETC for any facilities you own, operate, lease, or otherwise utilize.	Offered only fixed voice	
<410>	Complaints per 1000 customers for fixed voice	0.0	
<420>	Complaints per 1000 customers for mobile voice		
<430>	Select from the drop-down list to indicate how you would like to report end-user customer complaints (zero or greater) for broadband service in the prior calendar year for each service area in which you are designated an ETC for any facilities you own, operate, lease, or otherwise utilize.	Offered only fixed broadband	
<440>	Complaints per 1000 customers for fixed broadband	0.0	
<450>	Complaints per 1000 customers for mobile broadband		

(590) Compliance With Service Quality Standards and Consumer Protection Rules
Data Collection Form

FCC Form 481
OMB Control No. 3050-0986/OMB Control No. 3050-0619
July 2013

<010> Study Area Code	523226
<015> Study Area Name	Oregon Tel. Corp. NDB - Oregon
<020> Program Year	2017
<030> Contact Name - Person USAC should contact regarding this data	DELINDA KLINGER
<035> Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext
<039> Contact Email Address - Email Address of person identified in data line <030>	dkl@oregontelco.net
<500> Certify compliance with applicable service quality standards and consumer protection rules	Yes

<510> Descriptive document for Service Quality Standards & Consumer Protection Rules Compliance 523226OR510.pdf

(600) Functionality in Emergency Situations Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0813 July 2013
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<010> Study Area Code	V33250
<015> Study Area Name	Oregon Tel. Corp. (WTR - Oregon)
<020> Program Year	2017
<030> Contact Name - Person USAC should contact regarding this data	DEBORA KLEBER
<035> Contact Telephone Number - Number of person identified in data line <030>	41324411 ext
<039> Contact Email Address - Email Address of person identified in data line <030>	dkleber@ortelco.net
<600> Certify compliance regarding ability to function in emergency situations	Yes
<610> Descriptive document for Functionality in Emergency Situations	E333340841 G.pdf

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

FCC Form 481
OMB Control No. 3060-0086/OMB Control No. 3060-0819
July 2013

<010> Study Area Code 533336
 <015> Study Area Name Oregon Tel. Corp. - MTE - Oregon
 <020> Program Year 2017
 <030> Contact Name - Person USAC should contact regarding this data DELINDA KLOSER
 <035> Contact Telephone Number - Number of person identified in data line <030> 5419324411 ext.
 <039> Contact Email Address - Email Address of person identified in data line <030> dkloser@ortelco.net
 <810> Reporting Carrier Oregon Telephone Corp-MTE
 <811> Holding Company Oregon Telephone Corporation
 <812> Operating Company Oregon Telephone Corporation

<813>	<41>	<42>	<43>
Affiliates	SAC	Doing Business As Company or Brand Designation	
-- See attached worksheet --			

**(1000) Voice and Broadband Service Rate Comparability
Data Collection Form**

FCC Form 481

OMB Control No. 3060-0086/CM13 Control No. 3060-0819
July 2013

<010> Study Area Code 533336
 <015> Study Area Name Oregon Tel. Corp. (MTE - Oregon)
 <020> Program Year 2017
 <030> Contact Name - Person USAC should contact regarding this data DELINDA KLUSER
 <035> Contact Telephone Number - Number of person identified in data line <030> 5419324411 ext.
 <039> Contact Email Address - Email Address of person identified in data line <030> dkluser@ortelco.net

<1000> Voice services rate comparability certification Yes

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

Name of Attached Document

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

<1020> Broadband comparability certification

<1030> Attach detailed description for broadband comparability compliance

Name of Attached Document

**(1100) No Terrestrial Backhaul Reporting
Data Collection Form**

FCC Form 481
OMB Control No. 3060-0386/OMB Control No. 3060-0819
July 2013

<010> Study Area Code 533336

<015> Study Area Name Oregon Tel. Corp. (MTE - Oregon)

<020> Program Year 2017

<030> Contact Name - Person USAC should contact regarding this data DELINDA KLUSER

<035> Contact Telephone Number - Number of person identified in data line <030> 5419324411 ext.

<039> Contact Email Address - Email Address of person identified in data line <030> dkluser@ortelco.net

<1100> Certify whether terrestrial backhaul options exist (Y/N)

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).

Yes

(1200) Terms and Condition for Lifeline Customers
Data Collection Form

FCC Form 481
 OMB Control No. 3060-0086/OMB Control No. 3060-0819
 July 2013

<010> Study Area Code 533336
 <015> Study Area Name Oregon Tel. Corp. (MTE - Oregon)
 <020> Program Year 2017
 <030> Contact Name - Person USAC should contact regarding this data DELINDA KLUSER
 <035> Contact Telephone Number - Number of person identified in data line <030> 5419324411 ext.
 <039> Contact Email Address - Email Address of person identified in data line <030> dk.luser@ortelco.net

533336OR1222.docx

<1210> Terms & Conditions of Voice Telephony Lifeline Plans

<1220> Link to Public Website HTTP <http://www.puc.state.or.us/Pages/rppl/otap.aspx> Name of Attached Document

"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.

FCC Form 481
OMB Control No. 3030-0363 (OMB Control No. 3030-0819)
July 2013

(2009) Price Cap Carrier Additional Documentation

Data Collection Form

(Including Rates of Return Carriers affiliated with Price Cap Local Exchange Carriers)

<010> Study Area Code

<015> Study Area Name

<020> Program Year

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

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

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

533336

Oregon Tel. Corp. (MTB - Oregon)

2017

DELINDA KLUSSER

5419324411 ext.

dkluser@ortelco.net

Select the appropriate responses below (Yes, No, Not Applicable) to note compliance as a recipient of Incremental 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) - Note that for the July 1 2016 certification, this applies to Round 2 recipients of Incremental Support

<2011> 3rd Year Certification 47 CFR § 54.313(b)(1)(ii) - Note that for the July 1 2016 certification, this applies to Round 1 recipients of Incremental Support

<2022> Recipient certifies, representing year two after filing a notice of acceptance of funding pursuant to 54.312(c), that the locations in question are not receiving support under the Broadband Initiatives Program or the Broadband Technology Opportunities Program for projects that will provide broadband with speeds of at least 4 Mbps/1Mbps - 54.313(b)(2)(i). Round 2 recipients only.

<2023> The attachment on line 2024 includes a statement of the total amount of capital funding expended in the previous year in meeting Connect America Phase I deployment obligations, accompanied by a list of census blocks indicating where funding was spent. This covers year two - 54.313(b)(2)(ii). Round 2 recipients only.

<2024A> Round 2 Recipient of Incremental Support?

<2024B> Attach list of census blocks indicating where funding was spent in year two - 54.313(b)(2)(ii). Round 2 recipients only.

<2025A> Round 1 or Round 2 Recipient of Incremental Support?

<2025B> Attach geocoded Information for Phase I milestone reports (Round 1 for year three and Round 2 for year two) - Connect America Fund , WC Docket 10-90, Report and Order, FCC 13-

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

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

Name of Attached Document Listing
Required Information

[Redacted]

[Redacted]

Name of Attached Document Listing
Required Information

[Redacted]

Price Cap Carrier Additional Documentation (Continued)

Data Collection Form

Highlighting Rate-of-Return Concerns associated with Price Cap Local Exchange Carriers

FCC Form 483

OMB Control No. 3010-0986/OMB Control No. 3060-0819
JULY 2013

Price Cap Carrier Connect America ICC Support {47 CFR § 54.313(d)}

<2016> Certification support used to build broadband

Connect America Phase II Reporting {47 CFR § 54.313(e)}

<2017A> Connect America Fund Phase II recipient?

<2017B> Attach information for Phase II - 54.313(e)(1) - list of geocoded locations already meeting the 54.309 public interest obligations at the end of calendar year 2015 and total amount of Phase II support, if any, the price

cap carrier used for capital expenditures in 2015.

<2018> Attach the number, names, and addresses of community anchor institutions to which the carrier newly began providing access to broadband service in the preceding calendar year - 54.313(e)(2)(ii)

<2019> Recipient certifies that it bid on category one telecommunications and internet access services in response to all FCC Form 470 postings seeking broadband service that meets the connectivity targets for the schools and libraries universal service support program for eligible schools and libraries located within any area in a census block where the carrier is receiving Phase II model-based support, and that such bids were at rates reasonably comparable to rates charged to eligible schools and libraries in urban areas for comparable offerings - 54.313(e)(2)(v)

<2020> Recipient certifies that it offered broadband meeting the requisite public interest obligations specified in 54.309 to 40% of its supported locations in the state on December 31, 2017 - 54.313(e)(3)

<2021> Recipient certifies that it offered broadband meeting the requisite public interest obligations specified in 54.309 to 60% of its supported locations in the state on December 31, 2018 - 54.313(e)(4)

<2026> Recipient certifies that it offered broadband meeting the requisite public interest obligations specified in 54.309 to 80% of its supported locations in the state on December 31, 2019 - 54.313(e)(5)

<2027> Recipient certifies that it offered broadband meeting the requisite public interest obligations specified in 54.309 to 100% of its supported locations in the state on December 31, 2020 - 54.313(e)(6)

[Redacted]

[Redacted]

[Redacted]

Name of Attached Document Listing Required Information

[Redacted]

Name of Attached Document Listing Required Information

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

<010>	Study Area Code	533336
<015>	Study Area Name	Oregon Tel. Corp. (MTE - Oregon)
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	DELINDA KLUSER
<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net

Complete the items below to note compliance with 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.

(3009) Progress Report on 5 Year Plan
Carrier certifies to 54.313(f)(1)(iii)

(3010A) Milestone Certification {47 CFR § 54.313(f)(1)(i)}

Yes - Attach Certification

(3010B) Please Provide Attachment

Name of Attached Document Listing Required Information

533336OR3010.pdf

(3012A) Community Anchor Institutions {47 CFR § 54.313(f)(1)(ii)}

No - No New Community Anchors

(3012B) Please Provide Attachment

Name of Attached Document Listing Required Information

(3013) Is your company a Privately Held ROR Carrier {47 CFR § 54.313(f)(2)}

(3014) If yes, does your company file the RUS annual report (Yes/No)

Please check these boxes to confirm that the attached PDF, on line 3017, contains the required information pursuant to § 54.313(f)(2) compliance requires:

(3015) Electronic copy of their annual RUS reports (Operating Report for Telecommunications Borrowers)

(3016) Document(s) with Balance Sheet, Income Statement and Statement of Cash Flows

(3017) If the response is yes on line 3014, attach your company's RUS annual report and all required documentation

Name of Attached Document Listing Required Information

533336OR3017.pdf

(3018) If the response is no on line 3014, is your company audited?

(Yes/No)

If the response is yes on line 3018, please check the boxes below to confirm your submission on line 3026 pursuant to § 54.313(f)(2), contains:

(3019) Either a copy of their audited financial statement; or (2) a financial report in a format comparable to RUS Operating Report for Telecommunications Borrowers

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

(3021) Management letter and/or audit opinion issued by the independent certified public accountant that performed the company's financial audit.

If the response is no on line 3018, please check the boxes below to confirm your submission on line 3026 pursuant to § 54.313(f)(2), contains:

(3022) Copy of their financial statement which has been subject to review by an independent certified public accountant; or 2) a financial report in a format comparable to RUS Operating Report for Telecommunications Borrowers

(3023) Underlying information subjected to a review by an independent certified public accountant

(3024) Underlying information subjected to an officer certification.

(3025) Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows

(3026) Attach the worksheet listing required information

Name of Attached Document Listing Required Information

(3025) Rate Of Return Carrier Additional Documentation (Continued)
 Data Collection Form
 FCC Form 481
 OMB Control No. 5060-0966/OMB Control No. 3060-0819
 July 2013

<010> Study Area Code 533336
 <015> Study Area Name Oregon Tel. Corp. (MTE - Oregon)
 <020> Program Year 2017
 <030> Contact Name - Person USAC should contact regarding this data DELINDA KLOSBR
 <035> Contact Telephone Number - Number of person identified in data line <030> 5419324411 ext.
 <039> Contact Email Address - Email Address of person identified in data line <030> dk1ms@ortelco.net

Financial Data Summary

(3027) Revenue	496588
(3028) Operating Expenses	523790
(3029) Net Income	-32051
(3030) Telephone Plant In Service(TPIS)	2202046
(3031) Total Assets	585918
(3032) Total Debt	0
(3033) Total Equity	0
(3034) Dividends	0

<010>	Study Area Code	533336
<015>	Study Area Name	Oregon Tel Corp. (MTC - Oregon)
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	DELLYDA RUTSPP
<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext
<039>	Contact Email Address - Email Address of person identified in data line <030>	drluses@ortelco.net

4005 Rural Broadband Experiment

Authorized Rural Broadband Experiment (RBE) recipients must address the certification for public interest obligations, provide a list of newly served community anchor institutions, and provide a list of locations where broadband has been deployed.

Public Interest Obligations – FCC 14-98 (paragraphs 26-29, 78)

Please address Line 4001 regarding compliance with the Commission’s public interest obligations. All RBE participants must provide a response to Line 4001.

4001. Recipient certifies that it is offering broadband to the identified locations meeting the requisite public interest obligations consistent with the category for which they were selected, including broadband speed, latency, usage capacity, and rates that are reasonably comparable to rates for comparable offerings in urban areas?

Community Anchor Institutions – FCC 14-98 (paragraph 79)

4003a. RBE participants must provide the number, names, and addresses of community anchor institutions to which they newly deployed broadband service in the preceding calendar year. On this line, please respond (yes – attach new community anchors, no – no new anchors) to indicate whether this list will be provided.

If yes to 4003A, please provide a response for 4003B.

4003b. Provide the number, names and addresses of community anchor institutions to which the recipient newly began providing access to broadband service in the preceding calendar year.

Name of Attached Document Listing Required Information

Broadband Deployment Locations – FCC 14-98 (paragraph 80)

4004a. Attach a list of geocoded locations to which broadband has been deployed as of the June 1st immediately preceding the July 1st filing deadline for the FCC Form 481.

Name of Attached Document Listing Required Information

4004b. Attach evidence demonstrating that the recipient is meeting the relevant public service obligations for the identified locations. Materials must at least detail the pricing, offered broadband speed and data usage allowances available in the relevant geographic area.

Name of Attached Document Listing Required Information

Certification - Reporting Carrier Data Collection Form	FCC Form 481 OMB Control No. 3060-0936, OMB Control No. 3060-0819 July 2013
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<010> Study Area Code	533336
<015> Study Area Name	Oregon Tel. Corp. (MTE - Oregon)
<020> Program Year	2017
<030> Contact Name - Person USAC should contact regarding this data	DELINDA KLUSER
<035> Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net

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

Certification of Officer as to the Accuracy of the Data Reported for the Annual Reporting for CAF or LI Recipients	
I certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual reporting requirements for universal service support recipients; and, to the best of my knowledge, the information reported on this form and in any attachments is accurate.	
Name of Reporting Carrier:	Oregon Tel. Corp. (MTE - Oregon)
Signature of Authorized Officer:	CERTIFIED ONLINE Date 06/29/2016
Printed name of Authorized Officer:	Delinda Kluser
Title or position of Authorized Officer:	Vice-Pres. Manager
Telephone number of Authorized Officer:	5419324411 ext.
Study Area Code of Reporting Carrier:	533336 Filing Due Date for this form: 07/01/2016
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

Certification - Agent / Carrier Data Collection Form	FCC Form 481 OMB Control No. 3060-0086/OMB Control No. 5060-0419 July 2013
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<010>	Study Area Code	533336
<015>	Study Area Name	Oregon Tel. Corp. (MTE - Oregon)
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	DELINDA KLUSER
<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net

TO BE COMPLETED BY THE REPORTING CARRIER, IF AN AGENT IS FILING ANNUAL REPORTS ON THE CARRIER'S BEHALF:

Certification of Officer to Authorize an Agent to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I certify that (Name of Agent) _____ is authorized to submit the information reported on behalf of the reporting carrier. I also certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual data reporting requirements provided to the authorized agent; and, to the best of my knowledge, the reports and data provided to the authorized agent is accurate.	
Name of Authorized Agent: _____	
Name of Reporting Carrier: _____	
Signature of Authorized Officer: _____	Date: _____
Printed name of Authorized Officer: _____	
Title or position of Authorized Officer: _____	
Telephone number of Authorized Officer: _____	
Study Area Code of Reporting Carrier: _____	Filing Due Date for this form: _____
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

TO BE COMPLETED BY THE AUTHORIZED AGENT:

Certification of Agent Authorized to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I, as agent for the reporting carrier, certify that I am authorized to submit the annual reports for universal service support recipients on behalf of the reporting carrier; I have provided the data reported herein based on data provided by the reporting carrier; and, to the best of my knowledge, the information reported herein is accurate.	
Name of Reporting Carrier: _____	
Name of Authorized Agent Firm: _____	
Signature of Authorized Agent or Employee of Agent: _____	Date: _____
Name of Authorized Agent Employee: _____	
Title or position of Authorized Agent or Employee of Agent: _____	
Telephone number of Authorized Agent or Employee of Agent: _____	
Study Area Code of Reporting Carrier: _____	Filing Due Date for this form: _____
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

Attachments



OREGON
TELEPHONE
CORPORATION

P. O. Box 609 • Mt. Vernon, Oregon 97865 • (541) 932-4411 • FAX (541) 932-4498

Date: June 08, 2016

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

**Re: WC Docket No. 14-58, 2016 Annual Report, Form 481 for High-Cost Recipient
54.313(f)(1)(i) "Milestone Certification"**

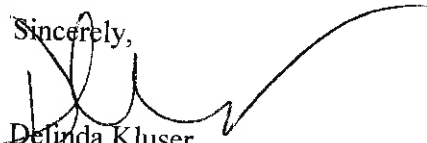
Dear Ms Dortch:

In compliance with the filing requirements associated with, and attached to Form 481, we wish to advise the Commission that Oregon Telephone Corporation-MTE provides High Speed Internet service to its customers and:

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

If there are questions, I may be contacted at 541-932-4411.

Sincerely,



Delinda Kluser
Vice-Pres, Manager

[Type text]



Oregon Telephone Corporation-MTE
2016
PROGRESS REPORT ON SERVICE QUALITY IMPROVEMENT PLAN

PREAMBLE

This document is an integral part of the Company's 2016 Annual Report, as attached to Form 481. It is in compliance with §54.313(a)(1) adopted in the FCC's USF/ICC Transformation Order (11-161) and incorporates all further clarifications identified in subsequent Reconsideration Orders, as applicable, that were in effect at the time the Annual Report was due by Rule to the requisite regulatory authorities.

Oregon Telephone Corporation-MTE (OTC-MTE) advises that the environment in which the Company operates is dynamic, not static. As a result, certain network targets identified in its initial 5 Year Network Improvement Plan, filed in 2014, may be modified in response to regulatory decisions that have been subsequently adopted, and as their implication upon the Company's financial viability in providing the required services and service level quality became known.

Modifications to the network plan may also have been taken due to changes in technology, vendor-driven support, weather, or emergency related contingencies.

Targets not met or changed since the initial 5 Year Plan filing are identified and reasons provided for those changes.

UNIVERSAL SERVICE SUPPORT RECEIVED IN 2015

Per the Universal Service Administrative Company (USAC), as available for the period up to this filing, OTC-MTE has received a total of \$170,031 for 2015 (as of 06/09/16). The breakdown of the funding for the year is:

- \$ 51,381 High Cost Loop Support
- \$ 46,248 Connect America Fund-Intercarrier Compensation Support
- \$ 72,402 Interstate Common Line Support
- \$ 0 Safety Net Additive

Universal Service Support funds are used to: 1) maintain, upgrade, and improve the Company's network and, 2) cover operating expenses and debt commitments as necessary to permit it to offer a high level of service for both voice and broadband within the authorized serving area.

USF support will continue to be included in the Company's current revenue accounts and forward-looking projections. Revenues, in the aggregate, are used for both capital expenditures as well as to cover operating expenses and fixed costs incurred to obtain capital from lenders. The Company does not segregate USF separately for purposes of capital and

operating expenditures; USF is expended in the same proportion as the Company's aggregated revenue amount.

The proportionate share of USF expenditures in for CAPEX was \$92,612 (15%); for OPEX \$523,790 (85%).

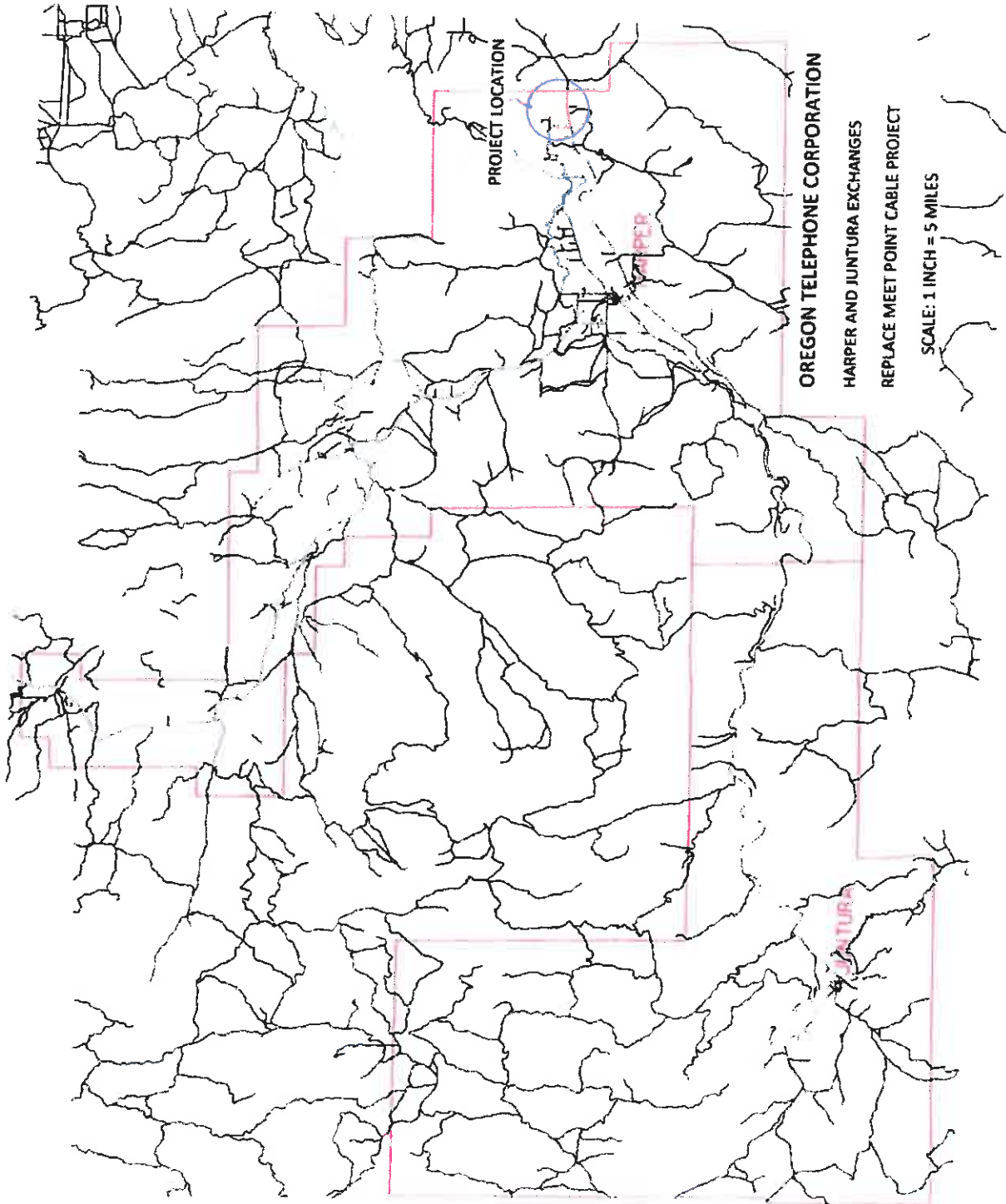
In the accompanying 2015 project detail, expenditures for network improvements sometimes involve service quality, coverage and capacity as an integrated improvement project and are not mutually exclusive from one another. In terms of cost, projects involving multiple qualifiers are of equal dollar equivalence. Where a project involves a single qualifier, it is so noted.

PROGRESS REPORT

2015

Little Valley Meetpoint Fiber: In December 2014, it was determined that the buried copper had been severely water damaged and was no longer functional. A ground lay of copper was temporarily installed in order to restore toll services. This spring it was determined that replacing the ground lay with fiber and upgrading the electronics would be a better solution to replacing it with copper. This project is complete with a cost of \$81,063.

Upgrade Network: A network server was installed in order to virtualize the network. This allows for remote monitoring and trouble shooting. The cost of this was \$11,549.



PROJECT LOCATION

OREGON TELEPHONE CORPORATION

HARPER AND JUNTURA EXCHANGES

REPLACE MEET POINT CABLE PROJECT

SCALE: 1 INCH = 5 MILES

Service Quality Standards & Consumer Protection Rules Compliance

Study Area Code	533336
Study Area Name	Oregon Telephone Corp-MTE
Program Year	2017
Contact Name	Delinda Kluser
Contact Telephone Number	541 932 4411
Contact E-Mail Address	dkluser@ortelco.net

Consumer ProtectionVoice and Broadband

Oregon Telephone Corp-MTE 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 StandardsVoice

Oregon Telephone Corp-MTE complies with the service standards of the State of Oregon as promulgated in the Oregon Administrative Rules 860-034-0390, Retail Telecommunications Service Standards for Small Telecommunications Utilities

Broadband

Oregon Telephone Corp.-MTE follows the service standards noted in NECA Tariff #5 and is committed to provide the highest quality service to its broadband customers.

610

Functionality in Emergency Situations
Study Area Code

533336

Study Area Name

Oregon Telephone Corp-MTE

Program Year

2017

Contact Name

Delinda Kluser

Contact Telephone Number

541 932 4411

Contact E-Mail Address

dkluser@ortelco.net

<u>Exchang</u>	<u>Site Name</u>	<u>Battery / Est Battery Life</u>		<u>Backup Pwr</u>	<u>Fuel Type</u>	<u>Capacity</u>	<u>Est Run Time</u>
Harper	Harper Central Office	170 Ah	11 hrs	Generator	Propane	56 gal	22 hrs
Harper	Hwy 20 AFC Remote	80 Ah	16 hrs	N/A	N/A	N/A	N/A
Harper	Little Valley_E3_48C	200 Ah	8 hrs	N/A	N/A	N/A	N/A
Harper	Old Stage_E3_12C	50 Ah	16 hrs	N/A	N/A	N/A	N/A
Harper	Westfall AFC Remote	50 Ah	16 hrs	N/A	N/A	N/A	N/A
Harper	4-Corners Calix E3-12c Remote	15 Ah	6 hrs	N/A	N/A	N/A	N/A
Harper	Westfall_E3_12C	50 Ah	16 hrs	N/A	N/A	N/A	N/A
Harper	CTL Meetpoint	50 Ah	12 hrs	N/A	N/A	N/A	N/A
Juntura	Juntura Central Office	170 Ah	16 hrs	Generator	Propane	56 gal	22 hrs
Juntura	Beulah CM8 Remote	50 Ah	16 hrs	N/A	N/A	N/A	N/A

1200

Terms and Conditions for
Lifeline Customers

Study Area Code	533336
Study Area Name	OREGON TELEPHONE CORP-MTE
Program Year	2017
Contact Name	DELINDA KLUSER
Contact Telephone Number	541 932 4411
Contact E-Mail Address	<u>dkluser@ortelco.net</u>

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 Oregon Telephone-MTE subscriber, are free to choose their own toll usage plans through IXC's that serve Oregon Telephone Corp-MTE.



P. O. Box 609 • Mt. Vernon, Oregon 97865 • (541) 932-4411 • FAX (541) 932-4498

Date: June 08, 2016

Ms. Marlene H. Dortch
Secretary
Federal Communications Commission
9300 East Hampton Drive
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- That reasonable requests for service are met within a reasonable timeframe.

If there are questions, I may be contacted at 541-932-4411.

Sincerely,


Delinda Kluser
Vice-Pres, Manager

[Type text]



The following financial report contains financial data for both Oregon Telephone Corporation (SAC 532389) and Oregon Telephone Corporation-MTF (SAC 533336). The companies operate on a consolidated basis and separated results are not available.

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 0573-0031. 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.

USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 901 et seq. and subject to federal law's own regulations regarding confidential information, will be treated as confidential.

BORROWER NAME
Oregon Telephone Corporation
(Prepared with Audited Data)

INSTRUCTIONS-Submit report to RUS within 30 days after close of the period. For detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.

PERIOD ENDING
December, 2015

BORROWER DESIGNATION
ORD510

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 7 CFR 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.

[Signature]
DATE
4/12/16

PART A. BALANCE SHEET

ASSETS		BALANCE PRIOR YEAR	BALANCE END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY		BALANCE PRIOR YEAR	BALANCE END OF PERIOD
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents		3,287,662	2,176,600	25. Accounts Payable		518,945	589,671
2. Cash-RUS Construction Fund		1	1	26. Notes Payable			
3. Affiliates:				27. Advance Billings and Payments			
a. Telecom. Accounts Receivable		148,257	183,096	28. Customer Deposits		7,050	13,725
b. Other Accounts Receivable		307,232	849,394	29. Current Mat. LT Debt		1,705,163	1,513,238
c. Notes Receivable				30. Current Mat. LT Debt-Rur. Dev.			
4. Non-Affiliates:				31. Current Mat.-Capital Leases			
a. Telecom. Accounts Receivable				32. Income Taxes Accrued		116,483	171,140
b. Other Accounts Receivable		628,705	553,279	33. Other Taxes Accrued			
c. Notes Receivable		603,798	701,298	34. Other Current Liabilities		249,097	
5. Interest and Dividends Receivable				35. Total Current Liabilities (25 thru 34)		2,596,738	2,287,774
6. Material-Regulated		49,691	128,980	LONG-TERM DEBT			
7. Material-Nonregulated		3,402	11,732	36. Funded Debt-RUS Notes		14,145,844	16,006,148
8. Prepayments		9,237	241,839	37. Funded Debt-RTB Notes		2,219,296	
9. Other Current Assets				38. Funded Debt-FFB Notes			
10. Total Current Assets (1 Thru 9)		5,037,985	4,848,219	39. Funded Debt-Other			
NONCURRENT ASSETS				40. Funded Debt-Rural Develop. Loan			
11. Investment in Affiliated Companies				41. Premium (Discount) on LT Debt			
a. Rural Development		6,336,781	7,461,152	42. Recquired Debt			
b. Nonrural Development		0		43. Obligations Under Capital Lease			
12. Other Investments				44. Adv. From Affiliated Companies			
a. Rural Development				45. Other Long-Term Debt		1,529,054	160,241
b. Nonrural Development		74,158	74,158	46. Total Long-Term Debt (36 thru 45)		17,894,194	16,166,389
13. Nonregulated Investments		405,768	471,180	OTHER LIAB. & DEF. CREDITS			
14. Other Noncurrent Assets				47. Other Long-Term Liabilities		3,846	
15. Deferred Charges				48. Other Deferred Credits		2,154,475	2,339,865
16. Jurisdictional Differences				49. Other Jurisdictional Differences			
17. Total Noncurrent Assets (11 thru 16)		6,816,707	8,006,490	50. Total Other Liabilities and Deferred Credits (47 thru 49)		2,158,321	2,339,865
PLANT, PROPERTY, AND EQUIPMENT				EQUITY			
18. Telecom. Plan-In-Service		32,439,705	33,108,400	51. Cap. Stock Outstand. & Subscribed		2,674,715	2,674,715
19. Property Held for Future Use				52. Additional Paid-in-Capital		13,204	13,204
20. Plant Under Construction				53. Treasury Stock		11,892,471	11,892,471
21. Plant Adj., Nonop. Plant & Goodwill		859,299	859,299	54. Membership and Cap. Certificates			
22. Less Accumulated Depreciation		14,832,615	16,023,183	55. Other Capital			
23. Net Plant (18 thru 21 less 22)		18,466,389	17,944,516	56. Patronage Capital Credits			
24. TOTAL ASSETS (10+17+23)		30,321,081	30,799,225	57. Retained Earnings or Margins		16,876,380	19,209,749
				58. Total Equity (51 thru 57)		7,671,828	10,005,197
				59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)		30,321,081	30,799,225

Total Equity = 32.49% % of Total Assets

USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

BORROWER DESIGNATION

OR0510

PERIOD ENDING

December, 2015

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	429,555	418,862
3. Long Distance Network Services Revenues	6,946,211	6,750,881
4. Carrier Billing and Collection Revenues		
5. Miscellaneous Revenues	26,973	14,173
6. Uncollectible Revenues	20,115	31,651
7. Net Operating Revenues (1 thru 5 less 6)	3,989	2,227
8. Plant Specific Operations Expense	7,418,865	7,214,340
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	813,275	944,740
10. Depreciation Expense	259,884	253,189
11. Amortization Expense	1,647,637	1,493,431
12. Customer Operations Expense		
13. Corporate Operations Expense	149,777	149,362
14. Total Operating Expenses (8 thru 13)	1,038,712	1,235,383
15. Operating Income or Margins (7 less 14)	3,909,285	4,076,105
16. Other Operating Income and Expenses	3,509,580	3,138,235
17. State and Local Taxes	3,307	6,032
18. Federal Income Taxes	122,757	155,327
19. Other Taxes	612,877	663,642
20. Total Operating Taxes (17+18+19)	382,768	267,703
21. Net Operating Income or Margins (15+16-20)	1,118,402	1,086,672
22. Interest on Funded Debt	2,394,485	2,057,595
23. Interest Expense - Capital Leases	915,226	877,671
24. Other Interest Expense		
25. Allowance for Funds Used During Construction	63,760	26,063
26. Total Fixed Charges (22+23+24-25)	978,986	903,734
27. Nonoperating Net Income	68,116	302,603
28. Extraordinary Items		
29. Jurisdictional Differences		
30. Nonregulated Net Income		
31. Total Net Income or Margins (21+27+28+29+30-26)	119,603	19,166
32. Total Taxes Based on Income	1,603,218	1,475,610
33. Retained Earnings or Margins Beginning-of-Year	817,225	828,869
34. Miscellaneous Credits Year-to-Date	15,164,486	16,876,380
35. Dividends Declared (Common)	108,676	857,739
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	16,876,380	19,209,749
41. Transfers to Patronage Capital		
42. Patronage Capital Credits Retired		
43. Patronage Capital End-of-Year (40+41-42)		
44. Annual Debt Service Payments	0	0
45. Cash Ratio [(14+20-10-11) / 7]	3,306,705	3,882,703
46. Operating Accrual Ratio [(14+20+26) / 7]	0.4556	0.5086
47. TIER [(31+26) / 26]	0.8096	0.8409
48. DSCR [(31+26+10+11) / 44]	2.6376	2.6328
	1.2792	0.9974

USDA-RUS

**OPERATING REPORT FOR
TELECOMMUNICATIONS BORROWERS**

INSTRUCTIONS - See RUS Bulletin 1744-2

BORROWER DESIGNATION

OR0510

PERIOD ENDED

December, 2015

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)
Bales	16.50	11.95	8	13	21	32.34	28.53
Herford/Unity	16.50	11.95	41	158	199	279.28	226.94
Prairie City	16.50	11.95	101	406	507	146.00	142.19
MT Vernon	16.50	11.95	55	413	468	157.32	84.24
Dayville	16.50	11.95	46	94	140	72.26	41.52
Harper	19.00	14.35	26	114	140	123.10	47.53
Juntura	19.00	14.35	16	29	45	56.18	
MobileWireless					0		
Route Mileage Outside Exchange Area						18.12	18.12
Total			293	1,227	1,520	884.60	589.07
No. Exchanges	7						

USDA-RUS

**OPERATING REPORT FOR
TELECOMMUNICATIONS BORROWERS**

BORROWER DESIGNATION

OR0510

PERIOD ENDED

December, 2015

INSTRUCTIONS - See RUS Bulletin 1744-2

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

4. BROADBAND SERVICE

Details on Least Expensive Broadband Service

EXCHANGE	No. Access Lines with BB available (a)	No Of Broadband Subscribers (b)	Number Of Subscribers (c)	Advertised Download Rate (Kbps) (d)	Advertised Upload Rate (Kbps) (e)	Price Per Month (f)	StandAlone/Pckg (i)	Type Of Technology (g)
Bates	25	10	1	512	256			
Herford/Unity	210	117	27	512	256	29.95	StandAlone	DSL
Prairie City	515	362	61	512	256	29.95	StandAlone	Fiber to the Home
MT Vernon	470	335	11	512	256	29.95	StandAlone	Fiber to the Home
Dayville	145	89	145	512	256	29.95	StandAlone	Fiber to the Home
Harper	140	81	13	512	256	29.95	StandAlone	Fiber to the Home
Juniata	50	9	3	256	256	29.95	StandAlone	DSL
Total	1,555	1,003				19.95	StandAlone	DSL

**OPERATING REPORT FOR
TELECOMMUNICATIONS BORROWERS**

BORROWER DESIGNATION

OR0510

PERIOD ENDING

December, 2015

INSTRUCTIONS- See RUS Bulletin 1744-2

PART D. SYSTEM DATA

1. No. Plant Employees	5	2. No. Other Employees	12	3. Square Miles Served	1,960	4. Access Lines per Square Mile	.82	5. Subscribers per Route Mile	1.72
------------------------	---	------------------------	----	------------------------	-------	---------------------------------	-----	-------------------------------	------

PART E. TOLL DATA

1. Study Area ID Code(s) a. 532389 b. 533336 c. d. e. f. g. h. i. j.	2. Types of Toll Settlements (Check one)	
	Interstate:	<input type="checkbox"/> Average Schedule <input checked="" type="checkbox"/> Cost Basis
	Intrastate:	<input type="checkbox"/> Average Schedule <input checked="" type="checkbox"/> Cost Basis

PART F. FUNDS INVESTED IN PLANT DURING YEAR

1. RUS, RTB, & FFB Loan Funds Expended	
2. Other Long-Term Loan Funds Expended	786,288
3. Funds Expended Under RUS Interim Approval	
4. Other Short-Term Loan Funds Expended	
5. General Funds Expended (Other than Interim)	219,909
6. Salvaged Materials	
7. Contribution in Aid to Construction	
8. Gross Additions to Telecom Plant (1 thru 7)	1,006,197

PART G. INVESTMENTS IN AFFILIATED COMPANIES

INVESTMENTS <i>(a)</i>	CURRENT YEAR DATA		CUMULATIVE DATA		
	Investment This Year <i>(b)</i>	Income/Loss This Year <i>(c)</i>	Cumulative Investment To Date <i>(d)</i>	Cumulative Income/Loss To Date <i>(e)</i>	Current Balance <i>(f)</i>
1. Investment in Affiliated Companies - Rural Development	195,000	71,633	3,809,787	3,651,365	7,461,152
2. Investment in Affiliated Companies - Nonrural Development					

USDA-RUS
**OPERATING REPORT FOR
 TELECOMMUNICATIONS BORROWERS**

BORROWER DESIGNATION
 OR0510

PERIOD ENDING
 December, 2015

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	12.40%
3. Land and support assets - Special purpose vehicles	
4. Land and support assets - Garage and other work equipment	
5. Land and support assets - Buildings	7.50%
6. Land and support assets - Furniture and Office equipment	6.00%
7. Land and support assets - General purpose computers	6.40%
8. Central Office Switching - Digital	15.00%
9. Central Office Switching - Analog & Electro-mechanical	6.00%
10. Central Office Switching - Operator Systems	
11. Central Office Transmission - Radio Systems	
12. Central Office Transmission - Circuit equipment	
13. Information origination/termination - Station apparatus	10.60%
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	6.00%
20. Cable and wire facilities - Aerial cable - Fiber	6.00%
21. Cable and wire facilities - Underground cable - Metal	5.80%
22. Cable and wire facilities - Underground cable - Fiber	4.60%
23. Cable and wire facilities - Buried cable - Metal	5.30%
24. Cable and wire facilities - Buried cable - Fiber	5.30%
25. Cable and wire facilities - Conduit systems	4.80%
26. Cable and wire facilities - Other	2.10%

USDA-RUS

**OPERATING REPORT FOR
TELECOMMUNICATIONS BORROWERS**

BORROWER DESIGNATION

OR0510

INSTRUCTIONS – See help in the online application.

PERIOD ENDED

December, 2015

PART I – STATEMENT OF CASH FLOWS

1.	Beginning Cash (Cash and Equivalents plus RUS Construction Fund)	
	CASH FLOWS FROM OPERATING ACTIVITIES	3,287,663
2.	Net Income	
	<i>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities</i>	1,475,630
3.	Add: Depreciation	
4.	Add: Amortization	1,493,431
5.	Other (Explain)	0
	<i>Changes in Operating Assets and Liabilities</i>	
6.	Decrease/(Increase) in Accounts Receivable	
7.	Decrease/(Increase) in Materials and Inventory	(501,575)
8.	Decrease/(Increase) in Prepayments and Deferred Charges	(87,619)
9.	Decrease/(Increase) in Other Current Assets	(232,602)
10.	Increase/(Decrease) in Accounts Payable	0
11.	Increase/(Decrease) in Advance Billings & Payments	70,726
12.	Increase/(Decrease) in Other Current Liabilities	0
13.	Net Cash Provided/(Used) by Operations	(194,440)
	CASH FLOWS FROM FINANCING ACTIVITIES	2,023,551
14.	Decrease/(Increase) in Notes Receivable	
15.	Increase/(Decrease) in Notes Payable	(97,500)
16.	Increase/(Decrease) in Customer Deposits	0
17.	Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)	6,675
18.	Increase/(Decrease) in Other Liabilities & Deferred Credits	(1,919,730)
19.	Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital	181,544
20.	Less: Payment of Dividends	0
21.	Less: Patronage Capital Credits Retired	0
22.	Other (Explain)	0
23.	Net Cash Provided/(Used) by Financing Activities	(1,829,011)
	CASH FLOWS FROM INVESTING ACTIVITIES	
24.	Net Capital Expenditures (Property, Plant & Equipment)	(668,695)
25.	Other Long-Term Investments	(1,189,783)
26.	Other Noncurrent Assets & Jurisdictional Differences	0
27.	Other (Explain) Depx: Adj/LT Investments	554,876
28.	Net Cash Provided/(Used) by Investing Activities	(1,303,602)
29.	Net Increase/(Decrease) in Cash	(1,109,062)
30.	Ending Cash	2,178,601

Revision Date 2010

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION OR0510
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2015
NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	
This is an updated report reflecting audited results. The report submitted late in March did not contain final audited results.	

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION OR0510
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2015
CERTIFICATION LOAN DEFAULT NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	