

DOCKET NO. UM 1688

**Cover Sheet for Submission of  
2014 Annual ETC Certification Reports**

Name of Eligible Telecommunications Carrier: Colton Telephone Company

Filing date: 6/24/2014

Is this: Original submission? X  
OR  
Revised submission? \_\_\_\_\_

Person to contact for questions:

Name Stephanie N. Sauvageau

Phone number 503-824-5863

E-mail address stephanie@coltontel.com

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

- CAF/ICC Support (47 CFR § 54.304) *Previously filed by GVNW 6/11/14*
- Rate Floor Data (47 CFR § 54.313(h))
- Form 481 (High-cost per 47 CFR § 54.313, Low-income per 54.422)<sup>1</sup>
- 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, 2014. 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.

<sup>1</sup> 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.

## DOCKET NO. UM 1688

### FILING INSTRUCTIONS

Please file submissions in Docket No. UM 1688. You do not need to include a cover letter if you use the cover sheet from the previous page. Please fill in all relevant information.

Filings must be electronically submitted to the PUC Filing Center. You may e-mail documents to [PUC.FilingCenter@state.or.us](mailto:PUC.FilingCenter@state.or.us) or see the PUC website for further instructions if you need to upload rather than send via email. If selected portions of documents, e.g., network plans, are to receive confidential treatment, those portions should not be filed electronically. You may electronically file redacted versions of documents containing confidential information, but then follow-up by sending full versions including confidential information printed on yellow paper.

***After filing electronically, send one original and one copy of the filing package (cover sheet and filed information) to the PUC Filing Center.*** Be sure to include one original affidavit with the raised seal or notary's mark evident, and one copy of the original. Hard copies of confidential material should be filed in accordance with confidential designation requirements described in OAR 860-011-0080.

Regular delivery methods may be used to send all hard copy documents; overnight or express delivery is not necessary.

If sending documents to the Filing Center via US mail, use the following address:

Public Utility Commission of Oregon  
Attn: Filing Center  
PO Box 1088  
Salem, OR 97308-1088

If sending documents to the Filing Center by means other than US mail, use the following address:

Public Utility Commission of Oregon  
Attn: Filing Center  
3930 Fairview Industrial Drive SE  
Salem, OR 97302-1166

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If you have any questions regarding the reporting requirements, please contact Kay Marinos at 503-378-6730 or send an e-mail to [Kay.Marinos@state.or.us](mailto:Kay.Marinos@state.or.us).



Community • Quality • Service • Value

AFFIDAVIT CERTIFYING USE OF UNIVERSAL SERVICE FUNDS

I, Steven R. Krogue, being of lawful age and duly sworn, on my oath, state that I am the General Manager of Colton Telephone Company and that I am authorized to execute this Affidavit on behalf of the Company, and the facts set forth in this Affidavit are true to the best of my knowledge, information and belief.

Pursuant to the requirements of the Federal Communications Commission, 47 C.F.R. § 54.314, Colton Telephone Company hereby certifies to the Public Utility Commission of Oregon that it is eligible to receive federal high-cost support for the program years cited.

I attest that all federal high-cost support provided to Colton Telephone Company in Oregon was used in the preceding calendar year (2013) and will be used in the coming calendar year (2015) only for the provision, maintenance and upgrading of facilities and services for which the support is intended.

DATED this 24 day of June, 2014.

By: [Signature] (Officer's Name)

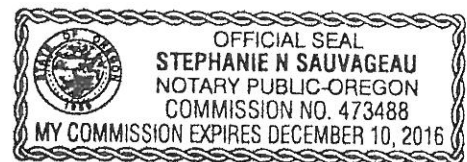
Its: General Manager (Officer's Title)

SUBSCRIBED AND SWORN to before me this 24 day of June, 2014.

[Signature]

Notary public in and for the State of Oregon

My Commission Expires: 12-10-2016



<010> Study Area Code	532364
<015> Study Area Name	COLTON TEL CO
<020> Program Year	2015
<030> Contact Name: Person USAC should contact with questions about this data	Stephanie Sauvageau
<035> Contact Telephone Number: Number of the person identified in data line <030>	5038245863 ext.
<039> Contact Email Address: Email of the person identified in data line <030>	stephanie@coltontel.com

<b>ANNUAL REPORTING FOR ALL CARRIERS</b>	<b>54.313 Completion Required</b>	<b>54.422 Completion Required</b>
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			(check box when complete)	
<100> Service Quality Improvement Reporting	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<200> Outage Reporting (voice)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<210> <input checked="" type="checkbox"/> <-- check box if no outages to report		<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<300> Unfulfilled Service Requests (voice)	<input type="text" value="0"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<310> Detail on Attempts (voice)	<div style="border: 1px solid black; height: 40px; width: 100%;"></div> (attach descriptive document)	<input type="checkbox"/>	<input type="checkbox"/>	
<320> Unfulfilled Service Requests (broadband)	<input type="text" value="0"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<330> Detail on Attempts (broadband)	<div style="border: 1px solid black; height: 40px; width: 100%;"></div> (attach descriptive document)	<input type="checkbox"/>	<input type="checkbox"/>	
<400> Number of Complaints per 1,000 customers (voice)				
<410> Fixed	<input type="text" value="0.0"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<420> Mobile	<input type="text" value="0.0"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<430> Number of Complaints per 1,000 customers (broadband)				
<440> Fixed	<input type="text" value="0.0"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<450> Mobile	<input type="text" value="0.0"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<500> Service Quality Standards & Consumer Protection Rules Compliance	(check to indicate certification)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<510> <div style="border: 1px solid black; padding: 2px;">532364or510.pdf</div>	(attached descriptive document)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<600> Functionality in Emergency Situations	(check to indicate certification)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<610> <div style="border: 1px solid black; padding: 2px;">532364or610.pdf</div>	(attached descriptive document)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<700> Company Price Offerings (voice)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<710> Company Price Offerings (broadband)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<800> Operating Companies and Affiliates	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
<900> Tribal Land Offerings (Y/N)?	(if yes, complete attached worksheet)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<1000> Voice Services Rate Comparability	(check to indicate certification)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<1010> <div style="border: 1px solid black; height: 40px; width: 100%;"></div>	(attach descriptive document)	<input type="checkbox"/>	<input type="checkbox"/>	
<1100> Terrestrial Backhaul (Y/N)?	(if not, check to indicate certification)	<input type="checkbox"/>	<input type="checkbox"/>	
<1110>	(complete attached worksheet)	<input type="checkbox"/>	<input type="checkbox"/>	
<1200> Terms and Condition for Lifeline Customers	(complete attached worksheet)	<input 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 type="checkbox"/>	<input type="checkbox"/>
<2005>	(complete attached worksheet)	<input type="checkbox"/>	<input type="checkbox"/>

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

<3000>	(check to indicate certification)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<3005>	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input 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	532364
<015>	Study Area Name	COLTON TEL CO
<020>	Program Year	2015
<030>	Contact Name - Person USAC should contact regarding this data	Stephanie Sauvageau
<035>	Contact Telephone Number - Number of person identified in data line <030>	5038245863 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	stephanie@coltontel.com

<110>	Has your company received its ETC certification from the FCC? If your answer to Line <110> is yes, do you have an existing "5 year plan" filed with the FCC?	(yes / no ) <input checked="" type="radio"/> <input type="radio"/>
<111>		(yes / no ) <input type="radio"/> <input type="radio"/>

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

532364or112.pdf

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

**(200) Service Outage Reporting (Voice)  
Data Collection Form**

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

<010>	Study Area Code	532364
<015>	Study Area Name	COLTON TEL CO
<020>	Program Year	2015
<030>	Contact Name - Person USAC should contact regarding this data	Stephanie Sauvageau
<035>	Contact Telephone Number - Number of person identified in data line <030>	5038245863 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	stephanie@coltontel.com

<220>	<a>	<b1>	<b2>	<b3>	<b4>	<c1>	<c2>	<d>	<e>	<f>	<g>	<h>
NORS Reference Number	Outage Start Date	Outage Start Time	Outage End Date	Outage End Time	Number of Customers Affected	Total Number of Customers	911 Facilities Affected (Yes / No)	Service Outage Description (Check all that apply)	Did This Outage Affect Multiple Study Areas (Yes / No)	Service Outage Resolution	Preventative Procedures	







**(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 532364  
 <015> Study Area Name COLTON TEL CO  
 <020> Program Year 2015  
 <030> Contact Name - Person USAC should contact regarding this data Stephanie Sauvageau  
 <035> Contact Telephone Number - Number of person identified in data line <030> 5038245863 ext.  
 <039> Contact Email Address - Email Address of person identified in data line <030> stephanie@coltontel.com

<910> Tribal Land(s) on which ETC Serves

<920> Tribal Government Engagement Obligation

Name of Attached Document

If your company serves Tribal lands, please select (Yes, No, NA) for each of 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	532364
<015>	Study Area Name	COLTON TEL CO
<020>	Program Year	2015
<030>	Contact Name - Person USAC should contact regarding this data	Stephanie Sauvageau
<035>	Contact Telephone Number - Number of person identified in data line <030>	5038245863 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	stephanie@coltontel.com

<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	532364
<015>	Study Area Name	COLTON TEL CO
<020>	Program Year	2015
<030>	Contact Name - Person USAC should contact regarding this data	Stephanie Sauvageau
<035>	Contact Telephone Number - Number of person identified in data line <030>	5038245863 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	stephanie@coltontel.com

532364or1210.pdf
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<1210> Terms & Conditions of Voice Telephony Lifeline Plans

Name of Attached Document

<1220> Link to Public Website

HTTP

"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. 3060-0986/OMB Control No. 3060-0819  
 July 2013

**(2000) Price Cap Carrier Additional Documentation**  
**Data Collection Form**  
*Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers*

<010> Study Area Code 532364  
 <015> Study Area Name COLTON TEL CO  
 <020> Program Year 2015  
 <030> Contact Name - Person USAC should contact regarding this data Stephanie Sauvageau  
 <035> Contact Telephone Number - Number of person identified in data line <030> 5038245863 ext.  
 <039> Contact Email Address - Email Address of person identified in data line <030> stephanie@coltonTel.com

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.

<b>Incremental Connect America Phase I reporting</b>	
<2010>	2nd Year Certification (47 CFR § 54.313(b)(1)) <input type="checkbox"/>
<2011>	3rd Year Certification (47 CFR § 54.313(b)(2)) <input type="checkbox"/>
<b>Price Cap Carrier Receiving Frozen Support Certification (47 CFR § 54.312(a))</b>	
<2012>	2013 Frozen Support Certification <input type="checkbox"/>
<2013>	2014 Frozen Support Certification <input type="checkbox"/>
<2014>	2015 Frozen Support Certification <input type="checkbox"/>
<2015>	2016 and future Frozen Support Certification <input type="checkbox"/>
<b>Price Cap Carrier Connect America ICC Support (47 CFR § 54.313(d))</b>	
<2016>	Certification Support Used to Build Broadband <input type="checkbox"/>
<b>Connect America Phase II Reporting (47 CFR § 54.313(e))</b>	
<2017>	3rd year Broadband Service Certification <input type="checkbox"/>
<2018>	5th year Broadband Service Certification <input type="checkbox"/>
<2019>	Interim Progress Certification <input type="checkbox"/>
<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. <input type="checkbox"/>

<2021> Interim Progress Community Anchor Institutions

Name of Attached Document Listing Required Information

(3000) Rate Of Return Carrier Additional Documentation

Data Collection Form

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

<010> Study Area Code 532364  
 <015> Study Area Name COITON TEL CO  
 <020> Program Year 2015  
 <030> Contact Name - Person USAC should contact regarding this data Stephanie Sauvageau  
 <035> Contact Telephone Number - Number of person identified in data line <030> 503245663 ext.  
 <039> Contact Email Address - Email Address of person identified in data line <030> stephanie.coitontel.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))

Name of Attached Document Listing Required Information

Please check this box to confirm that the attached document(s), on line 3012 contains the required information pursuant to § 54.313(f)(1)(i), 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))

Name of Attached Document Listing Required Information



(Yes/No) (Yes/No)

(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

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

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

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

(3026) Attach the worksheet listing required information

Name of Attached Document Listing Required Information

<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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<010> Study Area Code	532364
<015> Study Area Name	COLTON TEL CO
<020> Program Year	2015
<030> Contact Name - Person USAC should contact regarding this data	Stephanie Sauvageau
<035> Contact Telephone Number - Number of person identified in data line <030>	5038245863 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	stephanie@coltontel.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:	COLTON TEL CO
Signature of Authorized Officer:	CERTIFIED ONLINE <span style="float: right;">Date 06/24/2014</span>
Printed name of Authorized Officer:	Steven Krogue
Title or position of Authorized Officer:	Chief Operations Officer
Telephone number of Authorized Officer:	5038243211 ext.
Study Area Code of Reporting Carrier:	532364 <span style="float: right;">Filing Due Date for this form: 07/01/2014</span>
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.	



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

## CONFIRMATION

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**Congratulations. Your filing has been successfully certified.**

Filing 1 was successfully certified on Tue 24 Jun 14 04:57:44 PM EDT by [steve@coltontel.com](mailto:steve@coltontel.com) .

SAC : 532364

SPIN : 143002616

Carrier Name : COLTON TEL CO

Program Year : 2015

[Return to 481 Search](#)

Attachments

Colton Telephone Company  
Five Year Service Quality Improvement Plan  
2015-2019

## PREAMBLE

This 5 year improvement plan is a section of the Company's 2014 Annual Report. It is in compliance with § 54.313(a)(1) adopted in the FCC's USF/ICC Transformation Order (11-161). This document also incorporates further clarifications identified in subsequent Reconsideration Orders, as applicable, in effect prior to the filing of the Annual Report.

Colton Telephone Company ("ColtonTel") has carefully developed its improvement plan, concentrating on the delivery and continuation of a robust network which provides, at a minimum, the federally required voice and broadband connectivity as stipulated by regulatory rule.

ColtonTel advises that this improvement plan has been carefully crafted, matching measured network deployment, improvement and quality service levels with known financial implications of the Transformation Order upon the company's support cash-flows. The uncertainty of such cash flows being received in the outer-years as a result of current and potential regulatory action on rural rate-of-return carriers has resulted in the Company taking a balanced yet realistic approach.

The environment in which the Company operates remains dynamic, not static. As a result, ColtonTel reserves the opportunity to modify its plan in response to further regulatory decisions as they are adopted, and their implication upon the Company's financial viability in providing the required services and service level quality becomes known.

ColtonTel will re-evaluate this plan on an annual basis. Action, however, may also be taken abruptly on the presented plan for both current and outer years in the event of evolving regulatory conditions and/or changes in technology (vendor)-driven support. All adjustments to the improvement plan in this document will be reflected and explained in subsequent annual reports.

## INTRODUCTION

ColtonTel is a cooperative established in 1912 in the unincorporated community of Colton, Oregon. ColtonTel provides voice, data, and video services to a single exchange (Colton) and operates with eight full time employees. The ColtonTel service area is a "bedroom" community of the Portland area and is primarily residential, with a small number of businesses. These businesses are predominantly home-based. The anchor institution consists of one school district with three campus locations. There are no community centers or public service institutions, such as libraries or medical facilities.



ColtonTel serves a single wire center that covers approximately 62 square miles of contiguous area. There are approximately 1,064 homes and 3,000 residents. Every home served with voice services is also capable of receiving broadband service with at least minimum download speeds of 4 Mg and minimum upload speeds of 1 Mg. ColtonTel does not currently offer data only broadband service. The current broadband penetration rate is 80%. There are currently no unserved customers within the ColtonTel exchange.

ColtonTel faces the challenge of a serving area with rugged terrain, a small number of local businesses, and few anchor institutions. In recognition the company has carefully planned and utilized resources in a cost effective manner while continuing to upgrade, and maintain, a reliable network. To continue this responsibility, ColtonTel has acquired funding in the form of a loan from the Rural Utility Service. This loan agreement was effective July 25, 2013 for the amount of \$7,330,000. These funds will be utilized to ensure updated, reliable, and cost effective services to subscribers for years to come by upgrading the entire service area from copper to fiber.

Prior to 2015, approximately 41% of ColtonTel customers, about 435 subscribers, will be served with a fiber to the home connection. The fiber construction for an additional 23%, or 240 customers, will be completed with preparations necessary to connect those homes in 2015. This project will cover approximately 48 square miles. ColtonTel has invested approximately \$1.2 million of general funds in this project and will utilize approximately \$2.9 million in loan funds from RUS.

Customers served by fiber will be offered broadband packages with download speeds ranging from 10 Mg to 75 Mg. The remaining customers, serviced by copper connections, have broadband packages available with download speeds ranging from 2 Mg to 10 Mg. Every customer in the service area has access to a 10 Mg service, however, many chose to subscribe to the lower 2 Mg service due to affordability issues.

ColtonTel will continue to use the existing soft switch equipment throughout this project. Upgrades will be made only as required to accommodate the new FTTH network. (See attached map - Phase I)

## SUPPORT FUNDING

Consistent with Commission requirements, this Service Quality Improvement Plan addresses only ColtonTel's regulated eligible telecommunications carrier operations.<sup>1</sup> A detailed description of ColtonTel's plans for the provision of the supported services in the five-year period starting with January 2015 is provided herein.

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<sup>1</sup>Per 47 C.F.R. § 54.314, federal USF support, "will be used only for the provision, maintenance, and upgrading of facilities and services for which the support is intended." If investments or expenses are for service areas larger than the supported service areas, then allocations of the expenditures are required.

Per the Universal Service Administrative Company (USAC), for the calendar year 2013, ColtonTel received a total of \$1,059,189 (as of 6/20/14) in USF support funds. The breakdown of the funding for the year was:

- \$ 564,405 High Cost Loop Support,
- \$ 15,912 Local Switching Support
- \$ 91,002 Connect America Fund-Intercarrier Compensation Support
- \$ 387,870 Interstate Common Line Support

All funds were used in 2013 to both: 1) maintain, upgrade, and improve the Company's network and, 2) cover its operating expenses and debt commitments as necessary to permit it to offer a high level of service for both voice and broadband throughout its service area. Support funds represent approximately 59% of the operating revenues of ColtonTel.

#### IMPROVEMENT PLANS BY YEAR (2015-2019 Inclusive)

##### 2015

During 2015, ColtonTel plans to connect the customers to the mainline constructed in the prior year, Phase I. The cost of these connections, and the related electronics, will be approximately \$800,000. In addition, ColtonTel will complete the construction necessary to provide fiber to every customer within the exchange, Phase II. This will cover an additional 14 square miles and provide fiber service to an additional 19% of customers, about 200 subscribers, in 2015. The remaining 17% of customers, approximately 190, will be connected in 2016. This project will cost approximately \$2.4 million and will be funded primarily with RUS loan funds. ColtonTel plans to utilize general funds, which includes support funding, as much as possible to reduce the total loan amount. (See attached map – Phase II)

##### 2016

In 2016, ColtonTel will finish connecting the remaining 17% of customers (a total of 190 covering 7 square miles) to the fiber mainline constructed in 2015. The cost of these connections and related electronics will be approximately \$600,000. This will provide every subscriber in the service area with access to broadband download speeds up to 75 Mg. and will enable ColtonTel to offer increased speeds to meet future demand.

##### 2017-2019

For 2017 through 2019 ColtonTel has no specific capital improvements planned. The company will maintain the fiber network and upgrade electronic equipment as needed to meet customer demands for greater broadband speeds and to avoid obsolescence.

An average of general capital expenditures for prior years supports a budget of approximately \$200,000 per year for ongoing capital investments including general

purpose computers, vehicles and lift trucks, and electronic equipment for the maintenance and upgrade of the network.

## CONCLUSION

The five-year plan for the provision of supported services by ColtonTel will result in a Fiber to the Home connection for every subscriber in the exchange. This will position the company well to meet future service requirements and is expected to reduce ongoing maintenance costs. The feasibility of this project is dependent on support funding to meet the proposed deployment schedule and to enable ColtonTel to service its current and future debt obligations to RUS.



**COLTON TELEPHONE COMPANY**  
2014 Annual 54.313 Report of High-Cost Recipient

Line 510 Documentation

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

Consumer Protection

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

Service Quality Standards

Colton Telephone Company 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.

**COLTON TELEPHONE COMPANY**  
2014 Annual 54.313 Report of High-Cost Recipient

Line 610 Documentation

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

Back-up Power

Colton Telephone Company has the following back-up power capabilities:

Switch

Katolight Generator Model D150FPV4  
150 Kilowatts with a diesel tank capacity of 550 gallons.  
Operation time of 50 hours with a full load.

Subscriber carrier

Nine remote DLC sites each contain the same back-up power capability. Batteries in each site provide at least 8 hours of runtime. Any power outage automatically triggers an alarm for a technician callout. Outside plant crews provide auxiliary generators to each site to maintain power as needed. The generators are 220v, 5000 watt, gasoline powered. The capacity of 6 gallons allows for a runtime of 11 hours at 50% load.

Network Interface Devices (NIDs)

Colton Telephone Company has 824 customers with metallic (copper) connections to the Central Office and Subscriber Carrier sites. These NIDs are powered from the Central Office and the fiber-fed Subscriber Carrier sites. Colton also has 103 customers with fiber connections. These NIDs are powered over a copper connection from the Central Office.

Ability to reroute traffic around damaged facilities:

Colton Telephone Company currently has 2 OC3 facilities to create a SONET ring on redundant fiber to Molalla Communications and Canby Telephone, This ring carries toll and EAS trunking through Molalla, Canby and off to Centurylink facilities to the toll tandem. Colton Telephone Company also has 2 direct trunks to neighboring Telephone company Beaver Creek Cooperative Telephone. These trunks and carry Toll traffic as well as redundant a E911 circuit and SS7 circuit. Colton Telephone also has 2 OC48 facilities to create a SONET Ring to Reliance Connects and Molalla Communications via the WIN Ring (Western Independent Networks).

Capability to manage traffic spikes resulting from emergency situations

Colton Telephone Company has 927 customers, switching capacity of 112,000 concurrent calls and 250,000 busy hour call attempts, and transport capacity for 336 simultaneous calls via outside trunks. Colton Telephone Company takes no responsibility for the capabilities of interconnected networks to manage traffic spikes resulting from emergency situations.



**Colton Telephone Company**  
**Terms & Conditions of Voice Telephony Lifeline Plans**  
**FCC Form 481 Line 1210**

The Lifeline program for Colton Telephone Company is administered by the Oregon Public Utility Commission (OPUC), through the Oregon Telephone Assistance Program (OTAP). Potential customers apply directly with the OPUC to qualify for a credit of up to \$12.75, which is applicable to eligible telephone plan charges. The OPUC notifies Colton Telephone of customer eligibility. Customers can choose any telephone plan offered by Colton Telephone Company and will continue to receive the Lifeline credit until Colton Telephone is notified by the OPUC that they are no longer eligible, or until the customer disconnects service. The OPUC application for Lifeline service, which details the terms and conditions of the plan, is included on the following four pages.

**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 Colton Telephone Company subscriber, are free to choose their own toll usage plans through IXC's that serve Colton Telephone Company.



## Public Utility Commission (Home)

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  - [Hearings Division](#)
  - [Oregon Telephone Assistance Programs](#)
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  - [Telecommunications](#)
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### Oregon Lifeline (Oregon Telephone Assistance Program)



The Oregon Public Utility Commission (PUC) manages the Oregon Lifeline program. If you qualify, this federal and state government assistance program reduces your monthly residential/landline or wireless phone bill by \$12.75.

[List of residential/landline and wireless companies that provide the Oregon Lifeline benefit](#)

#### How to Apply for Lifeline:

Using Online Application:	Using Printed Application:
<p>Submit your application online if you or a member of your household participates in one of the following programs:</p> <ul style="list-style-type: none"> <li>• Supplemental Nutrition Assistance Program; Food Stamps (SNAP)</li> <li>• Temporary Assistance for Needy Families (TANF)</li> <li>• Supplemental Security Income (SSI)</li> <li>• State Medical Programs (at or below 135% of federal poverty guidelines)</li> <li>• Medicaid</li> </ul>	<p>Complete and send a printed application to our office with the current documentation if you or a member of your household participates in one of the following programs or meets the income requirements:</p> <ul style="list-style-type: none"> <li>• National School Lunch Program; Free Lunch Program Only (NSLP)</li> <li>• Low-Income Home Energy Assistance Program (LIHEAP)</li> <li>• Federal Public Housing Assistance (Section 8)</li> <li>• Total household income is at or below 135% of federal poverty guidelines</li> </ul>

[Click Here to Apply Online](#)

[Click Here to Print Application](#)

[Aplicar en Español](#)

[Подать заявление на русском языке](#)

[Nộp đơn bằng tiếng Việt](#)

[Contact Oregon Lifeline \(RSPF\)](#)

#### OREGON.GOV

- [State Directories](#)
- [Agencies A to Z](#)
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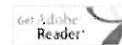


#### WEB SITE LINKS

- [Text Only Site](#)
- [Accessibility](#)
- [Oregon.gov](#)
- [File Formats](#)
- [Privacy Policy](#)
- [Site Map](#)
- [Web Site Feedback](#)

#### PDF FILE ACCESSIBILITY

Adobe Reader, or equivalent, is required to view PDF files. Click the "Get Adobe Reader" image to get a free download of the reader from Adobe.



# Oregon Lifeline Application

Oregon Public Utility Commission  
PO Box 1088, Salem, OR 97308-1088  
800-848-4442 or 503-373-7171  
TTY: 800-648-3458  
VP: 971-239-5845  
Fax: 877-567-1977 or 503-378-6047  
puc.rspf@state.or.us

You may complete an Oregon Lifeline  
Application online at: [www.rspf.org](http://www.rspf.org)

The Oregon Public Utility Commission (PUC) manages the Oregon Lifeline program. If you qualify, this federal and state government assistance program can reduce your monthly residential/landline or wireless phone bill by \$12.75.



## Complete Sections 1, 2a or 2b, and 3

Applicant's Legal Name ( <i>Last, First, M.I.</i> ) (Applicant's legal name MUST be on phone bill/account)			
Applicant's Social Security No. - - -		Applicant's Birth Date / /	
Applicant's Home Address	Apt. #	Is this a temporary address? <input type="checkbox"/> Yes <input type="checkbox"/> No	
City	State Oregon	Zip	
Applicant's Mailing Address (if different from home address)			Apt. #
City	State Oregon	Zip	
Applicant's Phone Company (listed below)		Applicant's Phone Number ( ) -	

If you have a situation that prevents you from providing certain information, please contact us for assistance.

### Landline phone companies that reduce your monthly phone bill by \$12.75:

Asotin	ComSpan	Molalla	Oregon Tel. Corp.	Roome Tel Com
Beaver Creek	Eagle	Monitor	Oregon/Idaho	Scio Mutual
Canby Co-Op	Frontier	Monroe	People's	St. Paul
CenturyLink	Gervais	Mt. Angel	Pine Telephone	Stayton Co.
Clear Creek	Helix	Nehalem	Pioneer	Warm Springs
Colton	Home/TDS	North State	Reliance Connects	

### Wireless phone companies that reduce your monthly phone bill by \$12.75:

AT&T Mobility\* in select areas    Cricket    Snake River PCS    T-Mobile    US Cellular

\*AT&T Mobility only offers the Oregon Lifeline benefit in select areas.

Call 1-800-377-9450 to determine if AT&T offers the Oregon Lifeline benefit in your coverage area.

PLEASE CONTINUE TO PAGE 2

# 2a

## PROGRAM-BASED ELIGIBILITY

Place a check mark  next to all programs that you or your household members are currently enrolled in:

**No documentation is required for the following programs:**

- Supplemental Nutrition Assistance Program; Food Stamps (SNAP)
- Temporary Assistance for Needy Families (TANF)
- Supplemental Security Income (SSI)
- State Medical Programs (at or below 135% of federal poverty guidelines)
- Medicaid

**Current documentation is required for the following programs:**

- National School Lunch Program; Free Lunch Program Only (NSLP)
- Low-Income Home Energy Assistance Program (LIHEAP)
- Federal Public Housing Assistance (Section 8)

Complete Section 2b **ONLY** if you do not qualify for any programs in Section 2a.

# 2b

## INCOME-BASED ELIGIBILITY

Place a check mark  next to your Household Size. To qualify, your Household Yearly Income must fall within the range indicated next to your Household Size. A Household is defined as any individual or group of individuals who live together at the same address and share income and expenses. Proof of income must be included with your application.

Household Size	Gross Yearly Income	Household Size	Gross Yearly Income	Household Size	Gross Yearly Income
<input type="checkbox"/> 1	\$0 - \$15,755	<input type="checkbox"/> 4	\$0 - \$32,198	<input type="checkbox"/> 7	\$0 - \$48,641
<input type="checkbox"/> 2	\$0 - \$21,236	<input type="checkbox"/> 5	\$0 - \$37,679	<input type="checkbox"/> 8	\$0 - \$54,122
<input type="checkbox"/> 3	\$0 - \$26,717	<input type="checkbox"/> 6	\$0 - \$43,160	<input type="checkbox"/> 9	\$0 - \$59,549

More than 9 members of your household? Please contact us at 1-800-848-4442.

**Provide one or more of the following documents as proof of your income:**

- Last year's Federal or State income tax return
- Current annual income statement from employer
- Pay stubs for any three consecutive months within the last 12 months
- Veteran's Administration statement of benefits within the last 12 months
- Unemployment or Workers' Compensation statement of benefits within the last 12 months
- Social Security statement of benefits within the last 12 months
- Retirement or Pension statement of benefits within the last 12 months
- Divorce decree or Child Support documentation containing income information



**Please completely *READ* and *SIGN* this form indicating that you understand and agree to comply with the following Oregon Lifeline rules:**

- I understand that completing this application does not immediately approve me for the Oregon Lifeline benefit. I will be notified in writing of my application status.
- I understand it may take 30-90 days for the phone company to apply the Oregon Lifeline benefit to my phone bill/account.
- I give the Oregon Public Utility Commission (PUC), the Federal Communication Commission, and the Universal Service Administrative Company authority to obtain or review any required records needed to confirm my statements and to confirm that I qualify for the Oregon Lifeline. I also authorize the phone company to release any required records for my Oregon Lifeline benefit.
- I am head of household and no one else in my household receives landline or wireless OTAP/Lifeline service.
- I understand that the Oregon Lifeline credit is only allowed for ONE PHONE LINE PER HOUSEHOLD
  - A household is defined as any persons who live together at the same address and share income and expenses.
- I understand that if I break or violate the one-per-household rule I will no longer qualify for the Oregon Lifeline program.
- I AGREE TO LET THE PUC KNOW WITHIN 30 DAYS IF:
  - I no longer qualify for the Oregon Lifeline benefit
  - I receive more than one Oregon Lifeline benefit
  - I no longer take part in a qualifying program
  - I disconnected service with my phone company
  - Another member of my household is also receiving the Oregon Lifeline benefit
  - I plan to apply for Lifeline with a different phone company
- I understand that I have 30 days to notify the PUC if I no longer qualify for the Oregon Lifeline benefit or I may be removed from the program.
- I agree to notify the PUC of address changes within 30 days of moving.
- I understand that my Oregon Lifeline benefit may not be transferred or given to any other person.
- I understand that I may be required to confirm that I still qualify for the Oregon Lifeline benefit at any time and that, if I do not comply, my Oregon Lifeline benefits will stop.
- I understand that Oregon Lifeline is a state and federal benefit and willfully making false statements or providing false or fraudulent documents to obtain the benefit is punishable by law and can result in fines, imprisonment, disqualification or being permanently removed from the program.

***By signing this application I certify under penalty of perjury that the information contained in this application is true and correct and that I meet the eligibility criteria for the Oregon Lifeline benefit.***

**Applicant Signature:** \_\_\_\_\_

**Print Name:** \_\_\_\_\_ **Date:** \_\_\_\_\_

**Make sure your application is complete before sending it. Did you:**

**Complete Sections 1, 2a or 2b, and Section 3 of the application?**

**Include current documentation from Sections 2a or 2b (if needed)?**

*Failure to provide current documentation may result in denial of your application.*

**Please mail completed application (with current documentation, if needed) to:**

**PUC • PO Box 1088 • Salem, OR 97308 OR Fax to 1-877-567-1977 or 503-378-6047**

USDA-RUS

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 laws and regulations regarding confidential information, will be treated as confidential.

**OPERATING REPORT FOR  
TELECOMMUNICATIONS BORROWERS**

BORROWER NAME

Colton Telephone Company

(Prepared with Audited Data)

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

PERIOD ENDING  
December, 2013

BORROWER DESIGNATION  
OR0521

**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

Stephanie Sauvageau

3/28/2014

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>URRENT ASSETS</b>			<b>CURRENT LIABILITIES</b>		
Cash and Equivalents	423,956	631,554	25. Accounts Payable	70,927	129,996
Cash-RUS Construction Fund	63,410	63,410	26. Notes Payable		
Affiliates:			27. Advance Billings and Payments		
a. Telecom, Accounts Receivable	30,945	32,114	28. Customer Deposits	2,814	2,536
b. Other Accounts Receivable	70,047	177,248	29. Current Mat. L/T Debt	226,204	52,588
c. Notes Receivable	111,925	0	30. Current Mat. L/T Debt-Rur. Dev.		
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	86,364	156,536
Interest and Dividends Receivable			<b>35. Total Current Liabilities (25 thru 34)</b>	<b>386,309</b>	<b>341,656</b>
Material-Regulated	13,925	19,761	<b>LONG-TERM DEBT</b>		
Material-Nonregulated	41,360	43,355	36. Funded Debt-RUS Notes	635,838	583,300
Prepayments	37,642	37,212	37. Funded Debt-RTB Notes		
Other Current Assets			38. Funded Debt-FFB Notes	0	
<b>Total Current Assets (1 Thru 9)</b>	<b>793,210</b>	<b>1,004,654</b>	39. Funded Debt-Other		
<b>NCURRENT ASSETS</b>			40. Funded Debt-Rural Develop. Loan		
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		
Other Investments			44. Adv. From Affiliated Companies		
a. Rural Development			45. Other Long-Term Debt	0	
b. Nonrural Development	646,134	620,757	<b>46. Total Long-Term Debt (36 thru 45)</b>	<b>635,838</b>	<b>583,300</b>
Nonregulated Investments	222,040	155,429	<b>OTHER LIAB. &amp; DEF. CREDITS</b>		
Other Noncurrent Assets			47. Other Long-Term Liabilities	51,848	58,348
Deferred Charges			48. Other Deferred Credits		
Jurisdictional Differences			49. Other Jurisdictional Differences		
<b>Total Noncurrent Assets (11 thru 16)</b>	<b>868,174</b>	<b>776,186</b>	<b>50. Total Other Liabilities and Deferred Credits (47 thru 49)</b>	<b>51,848</b>	<b>58,348</b>
<b>ANT, PROPERTY, AND EQUIPMENT</b>			<b>EQUITY</b>		
Telecom, Plant-in-Service	7,979,583	8,231,938	51. Cap. Stock Outstand. & Subscribed		
Property Held for Future Use			52. Additional Paid-in-Capital		
Plant Under Construction	0	27,249	53. Treasury Stock		
Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		
Less Accumulated Depreciation	5,084,308	5,384,125	55. Other Capital		
<b>Net Plant (18 thru 21 less 22)</b>	<b>2,895,275</b>	<b>2,875,062</b>	56. Patronage Capital Credits	3,482,664	3,672,598
<b>TOTAL ASSETS (10+17+23)</b>			57. Retained Earnings or Margins		
	4,556,659	4,655,902	<b>58. Total Equity (51 thru 57)</b>	<b>3,482,664</b>	<b>3,672,598</b>
			<b>59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)</b>	<b>4,556,659</b>	<b>4,655,902</b>

Total Equity = 78.88% % of Total Assets



**OPERATING REPORT FOR  
TELECOMMUNICATIONS BORROWERS**

OR0521

PERIOD ENDING

December, 2013

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	594,229	565,284
2. Network Access Services Revenues	1,638,772	1,741,337
3. Long Distance Network Services Revenues		
4. Carrier Billing and Collection Revenues	18,905	17,810
5. Miscellaneous Revenues	41,003	38,961
6. Uncollectible Revenues	65	(604)
<b>7. Net Operating Revenues (1 thru 5 less 6)</b>	<b>2,292,844</b>	<b>2,363,996</b>
8. Plant Specific Operations Expense	552,561	603,282
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	52,992	49,823
10. Depreciation Expense	438,841	367,861
11. Amortization Expense		
12. Customer Operations Expense	116,763	126,528
13. Corporate Operations Expense	814,752	735,134
<b>14. Total Operating Expenses (8 thru 13)</b>	<b>1,975,909</b>	<b>1,882,628</b>
15. Operating Income or Margins (7 less 14)	316,935	481,368
16. Other Operating Income and Expenses		
17. State and Local Taxes	150	0
18. Federal Income Taxes		
19. Other Taxes	51,083	41,775
<b>20. Total Operating Taxes (17+18+19)</b>	<b>51,233</b>	<b>41,775</b>
21. Net Operating Income or Margins (15+16-20)	265,702	439,593
22. Interest on Funded Debt	50,824	38,071
23. Interest Expense - Capital Leases		
24. Other Interest Expense	425	9
25. Allowance for Funds Used During Construction		
<b>26. Total Fixed Charges (22+23+24-25)</b>	<b>51,249</b>	<b>38,080</b>
27. Nonoperating Net Income	(27,039)	(25,377)
28. Extraordinary Items		
29. Jurisdictional Differences		
30. Nonregulated Net Income	(57,044)	(16,917)
<b>31. Total Net Income or Margins (21+27+28+29+30-26)</b>	<b>130,370</b>	<b>359,219</b>
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	130,370	359,219
<b>39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]</b>	<b>0</b>	<b>0</b>
40. Patronage Capital Beginning-of-Year	3,423,404	3,482,664
41. Transfers to Patronage Capital	130,370	359,219
42. Patronage Capital Credits Retired	71,110	169,285
<b>43. Patronage Capital End-of-Year (40+41-42)</b>	<b>3,482,664</b>	<b>3,672,598</b>
44. Annual Debt Service Payments	280,545	264,224
45. Cash Ratio [(14+20-10-11) / 7]	0.6927	0.6584
46. Operating Accrual Ratio [(14+20+26) / 7]	0.9065	0.8302
47. TIER [(31+26) / 26]	3.5439	10.4333
48. DSCR [(31+26+10+11) / 44]	2.2116	2.8959

**OPERATING REPORT FOR  
TELECOMMUNICATIONS BORROWERS**

OR0521

PERIOD ENDED

December, 2013

INSTRUCTIONS - See RUS Bulletin 1744-2

**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)
Colton	28.60	16.50	99	828	927	182.59	25.84
MobileWireless					0		
Route Mileage Outside Exchange Area						0.00	0.00
Total			99	828	927	182.59	25.84
No. Exchanges	1						



**OPERATING REPORT FOR  
TELECOMMUNICATIONS BORROWERS**

INSTRUCTIONS - See RUS Bulletin 1744-2

BORROWER DESIGNATION

OR0521

PERIOD ENDED

December, 2013

**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 (f)	Type Of Technology (g)
Colton	927	736	255	768	384	34.95	StandAlone	DSL
Total	927	736						

**OPERATING REPORT FOR  
TELECOMMUNICATIONS BORROWERS**

BORROWER DESIGNATION

OR0521

PERIOD ENDING

December, 2013

INSTRUCTIONS- See RUS Bulletin 1744-2

**PART D. SYSTEM DATA**

1. No. Plant Employees 5	2. No. Other Employees 4	3. Square Miles Served 62	4. Access Lines per Square Mile 14.95	5. Subscribers per Route Mile 5.08
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**PART E. TOLL DATA**

1. Study Area ID Code(s) a. _____ b. _____ 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	
3. Funds Expended Under RUS Interim Approval	
4. Other Short-Term Loan Funds Expended	
5. General Funds Expended (Other than Interim)	322,599
6. Salvaged Materials	
7. Contribution in Aid to Construction	
8. Gross Additions to Telecom. Plant (1 thru 7)	322,599

**PART G. INVESTMENTS IN AFFILIATED COMPANIES**

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

**OPERATING REPORT FOR  
TELECOMMUNICATIONS BORROWERS**

BORROWER DESIGNATION

OR0521

PERIOD ENDING

December, 2013

**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	11.40%
2. Land and support assets - Aircraft	11.40%
3. Land and support assets - Special purpose vehicles	11.40%
4. Land and support assets - Garage and other work equipment	7.50%
5. Land and support assets - Buildings	3.60%
6. Land and support assets - Furniture and Office equipment	7.23%
7. Land and support assets - General purpose computers	15.00%
8. Central Office Switching - Digital	11.90%
9. Central Office Switching - Analog & Electro-mechanical	6.30%
10. Central Office Switching - Operator Systems	6.30%
11. Central Office Transmission - Radio Systems	6.30%
12. Central Office Transmission - Circuit equipment	10.60%
13. Information origination/termination - Station apparatus	10.60%
14. Information origination/termination - Customer premises wiring	10.60%
15. Information origination/termination - Large private branch exchanges	10.60%
16. Information origination/termination - Public telephone terminal equipment	10.60%
17. Information origination/termination - Other terminal equipment	10.60%
18. Cable and wire facilities - Poles	6.00%
19. Cable and wire facilities - Aerial cable - Metal	5.80%
20. Cable and wire facilities - Aerial cable - Fiber	5.80%
21. Cable and wire facilities - Underground cable- Metal	4.60%
22. Cable and wire facilities - Underground cable- Fiber	5.30%
23. Cable and wire facilities - Buried cable - Metal	5.30%
24. Cable and wire facilities - Buried cable - Fiber	4.80%
25. Cable and wire facilities - Conduit systems	2.00%
26. Cable and wire facilities - Other	5.30%

USDA-RUS

BORROWER DESIGNATION

OR0521

**OPERATING REPORT FOR  
TELECOMMUNICATIONS BORROWERS**

PERIOD ENDED

December, 2013

INSTRUCTIONS – See help in the online application.

**PART I – STATEMENT OF CASH FLOWS**

1. Beginning Cash (Cash and Equivalents plus RUS Construction Fund)	487,366
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
2. Net Income	359,219
<i>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities</i>	
3. Add: Depreciation	367,861
4. Add: Amortization	0
5. Other (Explain)	
<i>Changes in Operating Assets and Liabilities</i>	
6. Decrease/(Increase) in Accounts Receivable	(108,370)
7. Decrease/(Increase) in Materials and Inventory	(7,831)
8. Decrease/(Increase) in Prepayments and Deferred Charges	430
9. Decrease/(Increase) in Other Current Assets	0
10. Increase/(Decrease) in Accounts Payable	59,069
11. Increase/(Decrease) in Advance Billings & Payments	0
12. Increase/(Decrease) in Other Current Liabilities	70,172
13. Net Cash Provided/(Used) by Operations	740,550
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
14. Decrease/(Increase) in Notes Receivable	111,925
15. Increase/(Decrease) in Notes Payable	0
16. Increase/(Decrease) in Customer Deposits	(278)
17. Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)	(226,154)
18. Increase/(Decrease) in Other Liabilities & Deferred Credits	6,500
19. Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital	0
20. Less: Payment of Dividends	0
21. Less: Patronage Capital Credits Retired	(169,285)
22. Other (Explain)	
23. Net Cash Provided/(Used) by Financing Activities	(277,292)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
24. Net Capital Expenditures (Property, Plant & Equipment)	(279,604)
25. Other Long-Term Investments	91,988
26. Other Noncurrent Assets & Jurisdictional Differences	0
27. Other (Explain) Retirements of Plant Assets	(68,044)
28. Net Cash Provided/(Used) by Investing Activities	(255,660)
29. Net Increase/(Decrease) in Cash	207,598
30. Ending Cash	694,964

Revision Date 2010

USDA-RUS  <b>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</b>	BORROWER DESIGNATION  OR0521
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2013
<b>NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</b>	

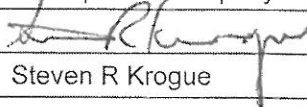
USDA-RUS  <b>OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</b>	BORROWER DESIGNATION  OR0521
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2013
<b>CERTIFICATION LOAN DEFAULT NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS</b>	

**Certification of Officer as to the Accuracy of the Data Reported for the Rate Floor Data**

I certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the actual rate floor data reported ; and, to the best of my knowledge, the information reported on this form is accurate.

Name of Reporting Carrier Colton Telephone Company

Signature of authorized officer



Date 6/17/2014

Printed name of authorized officer Steven R Krogue

Title or position of authorized officer General Manager

Telephone number of authorized officer: (503) 824-3211, ext. \_\_\_\_\_

Study Area Code of Reporting Carrier	<u>532364</u>	Filing Due Date for this form (mm/dd/yyyy)	<u>07/01/2014</u>
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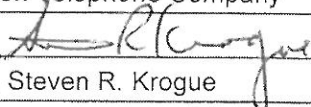
I certify that our company receives or is projected to receive High Cost Loop Support or High Cost Model Support in 2014 and has no monthly residential rates (plus charges as defined) less than \$20.46.

TO BE COMPLETED BY THE REPORTING CARRIER, IF AN AGENT IS FILING RATE FLOOR DATA ON THE CARRIER'S BEHALF:

**Certification of Officer to Authorize an Agent to File Rate Floor Data on Behalf of Reporting Carrier**

I certify that National Exchange Carrier Association (NECA) 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 actual rate floor data provided to the authorized agent; and, to the best of my knowledge, the actual rate floor data provided to the authorized agent is accurate.

I certify that I am authorized to submit the information reported on this form on behalf of the reporting carrier; that I have provided the information 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 Authorized Agent				National Exchange Carrier Association (NECA)	
Name of Reporting Carrier				Colton Telephone Company	
Signature of authorized officer			Date		
			6/17/2014		
Printed name of authorized officer				Steven R. Krogue	
Title or position of authorized officer				General Manager	
Telephone number of authorized officer: (503) 824-3211 ext.					
Study Area Code of Reporting Carrier		532364		Filing Due Date for this form (mm/dd/yyyy)	
				07/01/2014	





## Local Rate Floor Data Collection

Logged in User: Stephanie Sauvageau



**Study Area: COLTON TEL CO (ID: 532364)**

[Study Area List](#)

### Study Area - Exchange Level Data for Local Rate Floor

[Data Entry](#) [History](#)

Data Collection Period:

- [Instructions](#)
- [Agent HC RF Cert Form](#)
- [Carrier HC RF Cert Form \(No Rates Less Than \\$20.46\)](#)
- [Carrier HC RF Cert Form \(With Rates Less Than \\$20.46\)](#)
- [Print Submitted Data in PDF format](#)
- [Print Submitted Data in Excel format](#)

Name:     
[First Middle Last]

Phone:    
[999-999-9999]

Email:

Enter all exchange/rate zone level rates and their corresponding lines below, where the sum of columns C-F is less than \$20.46.  
 This data will be used to calculate the impact of the local rate floor on your company's High Cost Support.  
 This system is closed for data collection for this period

(A) Exchange Name/Zone Name	(B) Class Of Service	(C) Residential Local Service Charge	(D) State Subscriber Line Charge	(E) State Universal Service Fee	(F) Mandatory Extended Area Service Charge	(G) Rate Total Subject to Floor (Sum of C-F)	(H) Residential Lines
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>

[To enter additional rows of data, click on the + button.]

**If the data form is left blank, select one of the boxes below:**

- Check here if your company receives or is projected to receive High Cost Loop Support or High Cost Model Support in 2014, but has no monthly residential rates (plus charges listed above) less than \$20.46 (*certification required*)
- Check here if your company is not projected to receive High Cost Loop Support or High Cost Model Support in 2014
- Check here if you plan to submit local rate floor data directly to USAC