EAST KENTUCKY NETWORK

d/b/a
APPALACHIAN WIRELESSS

PINE HILL CELLULAR TOWER APPLICATION

Harlan County, Kentucky

P.S.C. CASE # 2008-00318

RECEIVED

COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

JAN 15 2009

PUBLIC SERVICE COMMISSION

In the matter of:

1

4

THE APPLICATION OF EAST KENTUCKY NETWORK LIMITED LIABILITY COMPANY FOR THE ISSUANCE OF A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY TO CONSTRUCT A TOWER IN HARLAN COUNTY, KENTUCKY).

)) CASE No 2008-00318

In case number 91-002 East Kentucky Network, LLC, formerly Mountaineer Cellular

Limited Liability Company was granted a Certificate of Public Convenience and Necessity by the

Kentucky Public Service Commission to construct and operate a cellular radio

telecommunications system for KY RSA 10. East Kentucky Network LLC merger documents

were filed with the Commission on February 2, 2001 in Case # 2001-022.

In an effort to improve service in Harlan County, East Kentucky Network, LLC pursuant to KRS

278.020 Subsection 1 and 807 KAR 5:001 Section 9 is seeking the Commission's approval to construct a tower near Baxter in Harlan County, Kentucky. The proposed tower will be a 300 foot selfsupporting tower located on a tract of land at Pine Hill approximately 2.9 mi (4.7 km) NNE of Baxter. A map and detailed directions to the site can be found in Exhibit 8.

FAA and Kentucky Airport Zoning Commission approvals have been applied for and a copy of the application is included as Exhibit 4 and 6.

No Federal Communications Commission approval is required prior to construction of this facility. Once service is established from this tower we must immediately notify the Federal Communications Commission of its operation. Prior approval is needed only if the proposed facility increases the size of the cellular geographic service area. This cell site will not expand the cellular geographic service area.

A geologist was employed to determine soil and rock types and to ascertain the distance to solid bedrock. The geotechnical report is enclosed as Exhibit 3

A copy of the tower design information is enclosed as Exhibit 5. The proposed tower has been designed by engineers at Allstate Tower, Inc and will be constructed under their supervision. Their qualifications are evidenced in Exhibit 5 by the seal and signature of the registered professional engineer responsible for this project.

The tower will be erected by A & D Communication of Cattlesburg, Kentucky. A & D has vast experience in the erection of communications towers.

Enclosed, and should be filed with Exhibit 10 is a survey of the proposed tower site signed by a Kentucky registered professional engineer. There is no structure within 500 feet of the proposed tower as indicated in this enclosure. Exhibit 2 is a list of all Property owners or residents according to the property valuation administrator's record who reside or own property within 500 feet of the proposed tower in accordance with the Public Valuation Administrator'. No other properties are contiguous with East Kentucky's property.

Exhibit 12, back of folder, contains a vertical sketch of the tower supplied by Coleman Engineering.

Pursuant to 807 KAR5:063 Sections1 (1)(L) and Section 1(1)(n)(1) all affected property owners <u>according to the property valuation administrator's</u> record who reside or own property within 500 feet of the proposed Tower were notified by certified mail return receipt requested of East Kentucky Network, LLC's proposed construction and informed of their right to intervene. They were given the docket number under which this application is filed. Enclosed in Exhibit 2 is a copy of that notification.

Harlan County has no formal local planning unit. In absence of this unit the Harlan County Judge Executive's office was notified by certified mail, return receipt requested of East Kentucky

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Network Limited Liability Company's proposal and informed of their right to intervene. They were given the docket number under which this application is filed. Enclosed in Exhibit (1) is a copy of that notification.

East Kentucky Network, LLC will finance the subject Construction with earned surplus in its General Fund.

Estimated Cost of Construction140,000.00Annual Operation Expense of Tower12,500.00

Two notice signs meeting the requirements prescribed by 807 KAR 5:063, Section 1(2), measuring at least two (2) feet in height and four (4) feet in width and containing all required language in letters of required height, have been posted, one at a visible location on the proposed site and one on the nearest public road. The two signs were posted on January 13, 2009 and will remain posted for at least two weeks after filing of this application as specified.

Enclosed in Exhibit 9 is a copy of East Kentucky Network LLC's deeds to the site.

Notice of the location of the proposed construction was published on the second and third weeks of January in the Harlan Daily Enterprise. Enclosed is a copy of that notice in Exhibit 1. The Harlan Daily Enterprise is the newspaper with the largest circulation in Harlan County.

The proposed construction site is on a very rugged mountaintop some feet from the nearest structure. Prior to construction the site was wooded.

Due to the steep hillside surrounding the proposed site, the property in close proximity is unsuitable for any type of development. East Kentucky Network LLC's operation will not affect the use of nearby land nor its value. No more suitable site exists in the area. A copy of the search area map is enclosed in Exhibit 8. No other tower capable of supporting East Kentucky Network LLC's load exists in the general area; therefore, there is no opportunity for co-location of our facilities with anyone else.

WHEREFORE, Applicant respectfully requests that the PSC accept the foregoing Application for filing, and having met the requirements of KRS [278.020(1), 278.650, and 278.665] and all applicable rules and regulations of the PSC, grant a Certificate of Public Convenience and Necessity to construct and operate the proposed tower.

The foregoing document was prepared by Janice Robinson, Technical Site Coordinator for East Kentucky Network d/b/a Appalachian Wireless. All related questions or correspondence concerning this filing should be mailed to East Kentucky Network, LLC d/b/a Appalachian Wireless, 101 Technology Trail, Ivel, KY 41642.

____ DATE: <u>01- 13-09</u> SUBMITTED BY: amero Delenson Janice Robinson, Cell Site Coordinator

APPROVED BY: _____ DATE: _____

Gerald Robinette, General Manager

Contacts:

Gerald Robinette, General Manager

<u>Phone: (606) 791-2375, Ext. 111</u> Email: grobinette110@ekn.com

Janice Robinson, Technical Site Coordinator <u>Phone: (606) 791-2375, Ext. 166</u> Email: <u>jrobinson166a@ekn.com</u>

Mailing Address:

East Kentucky Network, LLC. d/b/a Appalachian Wireless 101 Technology Trail Ivel, KY 41642

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1	Notification/Response from County.	
2	Copies of Cell Site Notices.	
3	Universal Soil Bearing Analysis.	
4	Kentucky Airport Zoning Commission Application.	
5	Tower Design.	
6	FAA Approval/Notice of Proposed Construction.	
7	Audited Financial Statements	
	Driving Directions and Map to Suitable Scale.	
9	Deed/Lease Agreement for Proposed Site.	
10	Survey of Site Signed/Sealed by Professional Engineer Registered in State of Kentucky.	
11	Site Survey Map with Property Owners identified in Accordance with PVA of County.	
12	Vertical Profile Sketch of Proposed Tower.	

EAST KENTUCKY NETWORK 101 TECHNOLOGY TRAIL IVEL, KY 41642 PHONE: (606) 874-7550 FAX: (606) 874-7551 INFO@EKN.COM .E: WWW.EKN.COM



VIA: U.S. CERTIFIED MAIL

January 12, 2009

Joseph A Grieshop, Judge/Executive P. O. Box 956 Harlan, KY 40831

RE: Public Notice-Public Service Commission of Kentucky (Case No. 2008-00318)

East Kentucky Network, LLC d/b/a Appalachian Wireless has applied to the Public Service Commission of Kentucky for a Certificate of Public Convenience and Necessity to construct and operate a new facility to provide cellular telecommunications service in Harlan County. The facility will include a 300 foot self-supporting tower with attached antennas extending upwards, and an equipment shelter located on a tract of land at Pine Hill approximately 2.9 mi NNE of Baxter. A map showing the location of the proposed new facility is enclosed. This notice is being sent to you because you are the County Judge Executive of Harlan County.

The Commission invites your comments regarding the proposed construction. You also have the right to intervene in this matter. The Commission must receive your initial communication within 20 days of the date of this letter as shown above.

Your comments and request for intervention should be addressed to: Executive Director's Office, Public Service Commission of Kentucky, P.O. Box 615, Frankfort, KY 40602. Please refer to Case No. 2008-00318 in your correspondence.

Sincerely,

anice Rolinson

Janice Robinson Technical Site Coordinator enclosure

d/b/a Appalachian Wireless 101 TECHNOLOGY TRAIL IVEL, KY 41642 Phone: 606/874-7550 Fax: 606/791-2225



Fax

To:	Harlan Daily Enterprise	From:	JANICE ROBINSON
	Attn: Ad Manager		East Kentucky Network,
			d/b/a Appalachian Wireless
Fax:	606-573-0042	Phone:	606-874-7550, Ext. 166
Phone:	606-573-4510	Pages:	1 Page (INCLUDING COVER
Re:	PUBLIC NOTICE ADVERTISEMENT	Date:	01/12/09

We would like to have the following public notice printed in the Harlan Daily Enterprise for the next two weeks. The notice should state the following:

PUBLIC NOTICE:

RE: Public Service Commission of Kentucky (CASE NO. 2008-00318)

Notice is hereby given that East Kentucky Network, LLC, dba Appalachian Wireless has applied to the Kentucky Public Service Commission to construct a tower at Pine Hill on a tract of land located approximately 2.9 mi (4.7km) NNE of Baxter in Harlan County, Kentucky. The proposed tower will be a 300-foot self-supporting tower. If you would like to respond to this notice, please contact the Executive Director, Public Service Commission, 211 Sower Boulevard, PO Box 615, Frankfort, Kentucky 40602. Please refer to Case No. 2008-00318.

If you have questions about the placement of the above mentioned notice, please call me at 606-874-7550, ext. 166.

Thank you, Janice Robinson, Technical Site Coordinator

Accounting Department If you have any problems with this fax, please call 606/886-6007. The message above and the information contained in the documents transmitted are confidential and intended only for the person(s) named above. Dissemination, distribution or copying of this communication by anyone other than the person(s) named above is prohibited. If you have received this communication in error, please notify us immediately by telephone and return the original message to us at the address listed above via regular mail. Thank you.

Next Generation Communications

* * * Communication Result Report (Jan. 12. 2009 1:41PM) * * *

1) Ekn 2)

e/Time: Jan. 12. 2009 1:34PM Page File Pg(s) Not Sent Destination Result No. Mode _____ ____ OK 6065730042 P. 1 1025 Memory TX _____ Reason for error E.1) Hang up or line fail E.3) No answer E.5) Exceeded max. E-mail size E. 2) Busy E. 4) No facsimile connection NETWORK dib/a Appalachian Wire 101 TECHNOLOGY TR IVEL, KY 41642 Phone: 608/874-7550 Fax: 608/791-2225 Fax JANICE ROBINSON Harian Dally Enterprise To: From: East Kentucky Network. Attn: Ad Manager d/b/a Appalachian Wireless 606-573-0042 Fione: 606-874-7650, Ed. 166 Faxa Page (INCLUDING COVER 808-573-4510 Pagest PUBLIC NOTICE ADVERTISEMENT Date: 01/12/09 ٤. We would like to have the following public notice printed in the Harlan Daily Enterprise for the next two weeks. The notice should state the following: PUBLIC NOTICE: RE: Public Service Commission of Kentucky (CASE NO. 2008-00318) Notice is hereby given that East Kentucky Network, LLC, dba Appalachian Wireless has applied to the Kentucky Public Service Commission to construct a tower at Fine Hill on a tract of land located approximately 2.9 mi (4.7km) NNE of Baxter in Harlan County, Kentucky. The proposed tower will be a 300-foot self-supporting tower. If you would like to respond to this notice, please contact the Executive Director, Public Service Commission, 211 Sower Boulevard, PO Box 615, Frankfort, Kentucky 40602. Please refer to Case No. 2008-00318. If you have questions about the placement of the above mentioned notice, please call me at 608-874-7550, ext. 166. Thank you, Janico Robinson, Technical Site Coordinator Accounting Department If you have any problems with this far, please call 600488-6007. The message beave and the information contained h the documents transmitted are confidential and intended only for its percendent above a problem. Discemination, distribution or cooping of this communication in group on other than the paraverole named above is prohlatoil. If you have recoind this communication in encounter please noily to immediately by tabaptione and networ the original message to us at the address isted above via regular mail. Thank you. Next Generation Communications



MN (6 7*W) www.delorme.com 1" = 1,000 0 ft Data Zoom 14-1

EXHIBIT II : LIST OF PROPERTY OWNERS:

Statement Pursuant to Section 1 (1) (I) 807 KAR 5:063

<u>Section 1 (1)(1) 1</u>. The following is a list of every property owner who according to property valuation administrator's records, owns property within 500 feet of the proposed tower and each have been: notified by certified mail, return receipt requested, of the proposed construction.,

<u>Section 1 (1) I 2</u>: Every person listed below who, according to the property valuation administrator's records, owns property within 500 feet of the proposed tower has been: Given the Commission docket number under which the application will be processed: and

<u>Section 1 (1) I</u> 3. Every person listed below who, according to property valuation administrator's records, owns property within 500 feet of the proposed tower has been: Informed of his right to request intervention.

LIST OF PROPERTY OWNERS

Henry Baker & Roy Baker P. O. Box 554 Baxter, KY 40806

> Remy Huff P O Box 113 Baxter, KY 40806

Roy Baker P O BOX 755 Baxter, KY 40806

Maryland Kron & Sherry Pattro P O Box 171 Lejunior, KY 40849

> Verna Messer P O box 755 Baxter, KY 40806

Alice Turner Est. C/O Johnny Turner P O Box 351 Harlan, KY 40831

Anderson & Burkheart Cemeteries Baxter, KY 40806

Billy Broughton & Leroy Broughton P O Box 355 Baxter, KY 40806

> Juanita Burkheart P O Box 63 Baxter, KY 41806

EAST KENTUCKY NETWORK 101 TECHNOLOGY TRAIL IVEL, KY 41642 PHONE: (606) 874-7550 FAX: (606) 874-7551 4IL: INFO@EKN.COM JSITE: WWW.EKN.COM



VIA: U.S. CERTIFIED MAIL

PUBLIC NOTICE

January 12, 2009

Henry Baker & Roy Baker P. O. Box 554 Baxter, KY 40806

RE: Public Notice-Public Service Commission of Kentucky (Case No. 2008-00318)

East Kentucky Network, LLC d/b/a Appalachian Wireless has applied to the Public Service Commission of Kentucky for a Certificate of Public Convenience and Necessity to construct and operate a new facility to provide cellular telecommunications service in Harlan County. The facility will include a 300 foot self supporting tower with attached antennas extending upwards, and an equipment shelter located on a tract of land at Pine Hill approximately 2.9 mi NNE of Baxter. A map showing the location of the proposed new facility is enclosed. This notice is being sent to you because you may own property or reside within a 500' radius of the proposed tower.

The Commission invites your comments regarding the proposed construction. You also have the right to intervene in this matter. The Commission must receive your initial communication within 20 days of the date of this letter as shown above.

Your comments and request for intervention should be addressed to: Executive Director's Office, Public Service Commission of Kentucky, P.O. Box 615, Frankfort, KY 40602. Please refer to Case No. 2008-00318 in your correspondence.

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Janice Robinson Technical Site Coordinator Enclosure 1

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PUBLIC NOTICE

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Maryland Kron & Sherry Pattro P O Box 171 Lejunior, KY 40849

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Billy Broughton & Leroy Broughton P O Box 355 Baxter, KY 40806

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VIA: U.S. CERTIFIED MAIL

PUBLIC NOTICE

January 12, 2009

Juanita Burkheart P O Box 63 Baxter, KY 41806

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Janice Robinson Technical Site Coordinator Enclosure 1



WENDELL R. HOLMES, P.G.

120 Church Street Whitesburg, KY 41858 (606) 633-1511

November 17, 2008

Pine Mountain Tower Site

Purpose:

A site assessment was conducted for Appalachian Wireless on a tract of land located in Harlan County on Pine Mountain. The site of the proposed tower is now forestland property. The purpose of this investigation was to determine the depth to bedrock and of what type of rock the bedrock consists.

Site Investigation:

The trenching method was used to determine at what depth and what type of bedrock material is present at the proposed tower site. A Caterpillar 315 Excavator was used to expose the bedrock material. It is approximately 3.00 feet to the sandstone bedrock. (See attachments for location and descriptions of materials encountered.)

The terrain in Harlan County is slightly to moderately steep. The tower site is located on the top Pine Mountain just south of the Pine Mountain Overthrust Fault Escarpment, approximately three tenths of a mile east of the junction of KY 1679 and US 421 in Harlan County. The sandstone formation below the tower site is approximately 10.00 feet thick, based on the information obtained from the site investigation and geological maps of the area.

Conclusions:

The proposed tower site is located on a ridge in the area. The sandstone bedrock on the proposed tower site is part of the Pennington Formation, and is upper Mississippian in age. Tests were not conducted to determine the load-bearing strength of the bedrock. However, it is apparent that the tower will be constructed on the sandstone bedrock formation.

The field work for this site was performed by Wendell R. Holmes, using generally accepted methods in the practice of geological science.

Wendell R Ofeeelo

WENDELL R. HOLMES, P.G.

120 Church Street

Whitesburg, Ky. 41858

Geologist Log

Location: Pine Mountain Tower Site

Unit Thickness	Total depth	Strata	Description
1.00′	1.00′	Soil	Dark Brown with plant and rock fragments
2.00′	3.00′	Sandstone	Reddish brown and Weathered
10.00'	13.00′	Sandstone	Gray and Brown

Kentucky

Approved Disapproved	Date
	man, KAZC Administrator, KAZC
Ali Kuzehkanani/DIr of Engineering Printed Name and Title PENALTIES: Persons failing to comply with Kentucky Revised Statutes (KRS 18: 050:Series) are liable for fines and/or imprisonment as set forth In KRS 183.990(3). in further penalties.	3.861 through 183.990) and Kentucky Administrative Regulations (602 KAR Non-compliance with Federal Aviation Administration Regulations may result
CERTIFICATION: I hereby certify that all the above statements made by me are t	true, complete and correct to the best of my knowledge and belief.
22. Has a "NOTICE OF CONSTRUCTION OR ALTERATION" (FAA Form 7460-1)	been filed with the Federal Aviation Administration?
21. Description of Proposal: The structure will include a 300' tower with top-mounted antennas (overa	II height of 314' AGL). The ERP will be 500 watts.
8. FAA Aeronautical Study Number	
Marking/Painting and/or Lighting Preferred: I Red Lights and Paint I Dual - Red & Medium Intensity White White - Medium Intensity I Dual - Red & High Intensity White White - High Intensity I Other	 Description of Location: (Attach USGS 7.5 minute Quadrangle Map or an Airport layout Drawing with the precise site marked and any certified survey) Site is located in Pine Hill, Approx. 2.9 mi (4.7 km) NNE of Baxter (Harlan), KY
6. Type: 🖾 Antenna Tower 🗋 Crane 🗌 Building 🗌 Power Line	
5. Work Schedule: Start 12/1/2008 End 12/15/2008	 18. Overall Height (#16 + #17) (AMSL): <u>3,054.00</u> Feet 19. Previous FAA and/or Kentucky Aeronautical Study Number(s):
 Application for: X New Construction	17. Total Structure Height (AGL): 314.00 Feet
	16. Site Elevation (AMSL): 2,740.00 Feet
McLean, VA 22102 T: 703-584-8667 F: 703-584-8692	15. Direction from #13 to Structure:NE
Ali Kuzehkanani Lukas, Nace, Gutierrez & Sachs, Chtd 1650 Tysons Blvd, Suite 1500	14. Distance from #13 to Structure: 4.1 mi
2. Representative of Applicant Name, Address, Telephone, Fax	13. Nearest Kentucky public use or Military airport: Tucker-Guthrie Memorial Airport
1. 703-304-0007 1. 703-304-0092	12. Nearest Kentucky City: Baxter County Harlan
c/o Lukas, Nace, Gutierrez & Sachs, Chtd 1650 Tysons Blvd, Suite 1500 McLean, VA 22102 T: 703-584-8667 F: 703-584-8692	10. Longitude: 83 ° 18 ′ 16 7 ″ 11. Datum: ☑ NAD83 □ NAD27 □ Other
APPLICANT Name, Address, Telephone, Fax, etc. East Kentucky Network, LLC	9. Latitude: <u>36</u> ° <u>54</u> ′ <u>01</u> 3″
Kentucky Transportation Cabinet, Kentucky Alrport Zoning Commission, 200 Merce APPLICATION FOR PERMIT TO CONSTRUCT OR ALTER INSTRUCTIONS INCLUDED	
Kentucky Transportation Cabinet, Kentucky Alrport Zoning Commission, 200 Merc	Street, Frankfort, KY 40622 Kentucky Aeronautical Study Num

300' ¹ 0/2: 18 280'	<u> 4</u> '-0"			
φ2.5" φ2.5" φ2.5. φ2.5" φ2.5. φ.5" φ2.5. φ.5" φ2.5. φ.		1 <u>PLAN_VIEW</u>	1875"	41 KIPS 71 KIPS 295 KIPS 343 KIPS 6489 FT-K
000 00 00 00 00 00 00 00 00 00 00 00 00	$5^{\circ}-6^{\circ}$ F OF KEN C CHIS. LEE P 18714 U C SOISTER C CHIS. LEE / C CHIS. C CHIS. LEE / C CHIS. C	PLAN VIEW REF: 1) (5) FEEDLINES 2) (2) FEEDLINES 3) STEP BOLTS	$\begin{array}{l} \text{SYMBOL LIST:} \\ \text{A} = \text{L1.75"} \times .11 \\ \text{B} = \text{L3"} \times .25 \end{array}$	BASE REACTIONS: TOTAL SHEAR = AXIAL LOAD = UPLIFT / LEG = COMP. / LEG = 0.T. MOMENT =
ø ^{3.5} " ø ^{3.6} " 140' 140' 140'	ill - 20 - 08	$Fy \ge 50 +$ $FER LEG.$ WIND STANDARD N). $FEEDLINE$ $(12) 1.6$	(12) 1.625 (12) 1.625 (1) EW63 (1) EW63 (1) EW63	(1) EW63 (1) EW63 (1) EW63 (1) EW63 CLIMB DEVICE
ø4" ø4" · ø4" ø4" · B L3" × .1875" B L3" × .1875" 00 0.0 01 0.0 02 0.0 03 BAY : X-BRACED 00 0.0		ND ASTM A-572 GRADE : STM A-36 : $F_{y} \ge 36$ KSI. 30LTS ARE A325-X (A-36) ANCHOR BOLTS PE (A-36) ANCHOR BOLTS PE FOR A 70 M.P.H. BASIC W ITH THE TIA/EIA-222-F ST DIAL ICE (WITH REDUCTION)	PANEL PANEL	INE DISTRIBUTION CLIMBING WITH SAFETY
64.25" 04.25" 04.25 L3.5" × .25" 0.875" 0.00 0.00		ARE SOLID ROU ARTERIAL IS A AND FLANGE E × 6'-0" LONG R IS DESIGNED ACCORDANCE W A 1/2" OF RAI NAS	4' × 1' CELLULAR 4' × 1' CELLULAR 8' SOLID DISH 8' SOLID DISH 6' SOLID DISH	SOLID DISH SOLID DISH SOLID DISH SOLID DISH EW FOR FEEDL UTILIZED FOR
LEG DIA. LEG DIA. DIAGONALS GIRTS BRACE BOLTS FLANGE BOLTS # OF BAYS	23'-6"	DESIGN NO 1) ALL LE 2) ALL BF 3) ALL BF 3) ALL BF 3) ALL BF 3) ALL BF 4) (8) ø1 5) THIS TI 5) THIS TI 300' (1	290' (12) 280' (12) 180' (1) 180' (1)	150' (1) 120' (1) 100' (1) SEE PLAN STEP BOL7
LLSTATE TOWER	P.O. BOX 25 PHONE: (270) 830-8512 FAX: (270) 830-8475	PROPOSAL #:	DRAWN DATE: REV: REV: DA JOB NO	BY: J.B. 11/19/2008 11/19/2008 REV. NO. NE: NE: REV, DATE





CHARTERED

1650 Tysons Boulevard, Suite 1500 McLean, Virginia 22102 703 584 8678 • 703 584 8696 Fax

WWW.FCCLAW.COM

RUSSELL D. LUKAS DAVID L. NACE THOMAS GUTIERREZ* ELIZABETH R. SACHS* GEORGE L. LYON, JR. PAMELA L. GIST DAVID A. LAFURIA TODD SLAMOWITZ* TODD SLAMOWITZ* TODD B. LANTOR* STEVEN M. CHERNOFF* KATHERINE PATSAS* CONSULTING ENGINEERS ALI KUZEHKANANI LEILA REZANAVAZ OF COUNSEL LEONARD S. KOLSKY* JOHN CIMKO* J. K. HAGE III* JOHN J. MCAVOY* HON. GERALD S. MCGOWAN* TAMARA DAVIS-BROWN*

Writers Direct Dial (703) 584-8667 akuzehkanani@fcclaw.com

November 18, 2008

Via U.S. Mail

EXPRESS PROCESSING CENTER Federal Aviation Administration Southwest Regional Office Air Traffic Airspace Branch, ASW-520 2601 Meacham Blvd. Fort Worth, TX 76137-4298

Dear FAA Evaluator:

Enclosed is an FAA Form 7460-1 (Notice of Proposed Construction or Alteration) for a new 314' communications tower structure (300' tower plus 14' antenna/lightning rod) near Baxter (Harlan), Kentucky. The site ("Pine Hill") is located 2.9 mi (4.7 km) NNE of Baxter.

The proponent, East Kentucky Network, LLC, is the licensee for PCS Block A service in a portion of the Knoxville, TN Metropolitan Statistical Area ("Knoxville MTA"), Market No. 44A12. Transmit technology to be employed at this station is CDMA in the PCS Band A frequency band (1850 - 1860 MHz and 1930 - 1940 MHz); the maximum ERP is 500 Watts.

Should you have any questions or require additional information, please do not hesitate to call the undersigned at the above identified telephone number.

Sincerely,

alifuse Manuni

Ali Kuzehkanani Director of Engineering

Enclosure

cc: East Kentucky Network, LLC Attention: Marty Thacker and Gerald Robinett

Notice of Proposed Construction or Alteration - Off Airport

Project Na	me: EAST -000	0107694-08	Sponsor: East Kentucky No	etwork, LLC	an a		
		Details for C	Case : Pine Hill (Baxter)				
		Show	v Project Summary				
Case Stat	huc						
ASN:	2008-ASO-6	290-05	Date Accepted:	11/18/2008			
Status:	Accepted	250 02	Date Determined:	11, 10, 2000			
Status.	Accepted		Letters:	None			
			Documents	11/18/2008	Pine Hill (Ba	xter	
Construc	tion / Alterat	ion Information	Structure Summ	ary			
Notice Of:	•	Construction	Structure Type:	Tower			
Duration:		Permanent	Structure Name:	Pine Hill (Baxter)		
i	if Temporary :	Months: Days:	FCC Number:				
Work Sche	dule - Start:	12/01/2008	Prior ASN:				
Work Sche	dule - End:	12/15/2008					
State Filing	g:	Filed with State					
Structure	e Details		Common Freque	ncy Bands			
Latitude:		36° 54' 1.30" N	Low Freq 806	High Freq 824	Freq Unit MHz	ERP 500	ERP Un W
Longitude:		83° 18' 16.70" W	824 851	849 866	MHz MHz	500 500	w
Horizontal	Datum:	NAD83	869	894	MHz	500	w
Site Elevat	tion (SE):	2740 (nearest foot)	896 901	901 902	MHz MHz	500 7	W W
Structure I	Height (AGL):	314 (nearest foot)	930 931	931 932	MHz MHz	3500 3500	W W
Requested	l Marking/Light	ing: Dual-red and medium intensity	932 935	932.5 940	MHz MHz	17 1000	dBW W
		Other :	940	941	MHz	3500	w
Recomme	nded Marking/L	ighting:	1850 1930	1910 1990	MHz MHz	1640 1640	W W
Nearest Ci	ity:	Baxter	2305 2345	2310 2360	MHz MHz	2000 2000	W W
Nearest St	tate:	Kentucky					
Description Location:	n of	Pine Hill, 2.9 mi NNE of Baxter (Harlan), KY	Specific Frequen	icies			
Description Proposal:	n of	A new 300' tower with top-mounted antennas (314' overall height)					



EAST KENTUCKY NETWORK, LLC DBA APPALACHIAN WIRELESS

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FINANCIAL REPORT

December 31, 2006

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SUPPLEMENTARY INFORMATION

Statement of income detail

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INDEPENDENT AUDITOR'S REPORT

To the Members East Kentucky Network, LLC dba Appalachian Wireless Ivel, Kentucky 41642

We have audited the accompanying balance sheets of East Kentucky Network, LLC, dba Appalachian Wireless as of December 31, 2006 and 2005 and the related statements of income, members' equity and cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of East Kentucky Network, LLC, dba Appalachian Wireless as of December 31, 2006 and 2005 and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Joner Male & Mattingly Pic

Louisville, Kentucky March 15, 2007

South Fourth Avenue, Suite 300 Louisville, Kentucky 40202-9975 (502) 583-0248 • FAX (502) 589-1680



EAST KENTUCKY NETWORK, LLC DBA APPALACHIAN WIRELESS

BALANCE SHEETS December 31, 2006 and 2005

ASSETS	2006	2005
CURRENT ASSETS Cash and cash equivalents Short-term investments Accounts receivable, less allowance for doubtful	\$ 2,818,346 46,271	\$ 1,046,669 43,803
accounts of \$567,790 in 2006 and \$375,856 in 2005 Accounts receivable, members (Notes 5 and 6) USF receivable (Note 7) Inventory	2,802,673 37,612 1,584,039	1,560,267 3,149 589,913 1,056,766
Prepaid expenses . Total current assets	<u>173,657</u> <u>57,462,598</u>	143,547 \$ 4,444,114.
PROPERTY, PLANT AND EQUIPMENT (Note 3)		
Plant in service: General support MTSO equipment	\$ 18,914,927 13,354,875	\$ 10,633,736 11,934,434
Cell equipment Paging equipment Fiber ring	39,339,797 3,321,068 6,471,128	34,785,982 3,320,416 6,245,412
Unfinished plant	<u>657,524</u> \$ 82,059,319	<u>3,992,696</u> \$ 70,912,676
Less accumulated depreciation	33,358,066 \$ 48,701,253	27,810,940 \$ 43,101,736
OTHER ASSETS		
Investment in affiliated company, RTFC (Note 3) . Intangible assets, net of accumulated amortization	\$ 862,394	\$ 875,133
of \$2,646,913 in 2006 and \$2,179,654 in 2005 (Note 2) Other	4,497,032 27,550	4,623,855 28,669
	\$ 5,386,976	\$ 5,527,657
	\$ 61.550.827	\$ 53.073.507

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LIABILITIES AND MEMBERS' EQUITY	2006	2005
CURRENT LIABILITIES Current maturities of long-term debt (Note 3) Accounts payable Accounts payable, member (Notes 5 and 6) Accrued expenses Accrued state corporation taxes Customer deposits Total current liabilities	\$ 1,200,000 1,166,909 2,899 2,113,530 232,157 <u>317,603</u> \$ 5,033,098	\$ 48,033 851,643 2,936 1,457,463 85,989 291,380 \$ 2,737,444
LONG-TERM DEBT, less current maturities (Note 3)	13,000,000	13,297,220

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MEMBERS' EQUITY	

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EAST KENTUCKY NETWORK, LLC DBA APPALACHIAN WIRELESS

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STATEMENTS OF INCOME Years Ended December 31, 2006 and 2005

· ·	2006	2005
REVENUE	a a i a c d c d c d c d c d d d d d d d d d d	th an sole 570
Retail	\$ 24,156,320	\$ 20,908,570 *6(868\904 *
	6 <u>964</u> 309 155,046	177,350
Long distance	852,011	1,039,429
Equipment sales, cellular	2,922,817	2,152,962
Equipment sales, paging	27,894	57,632
Other	3,065,078	2,359,809
Total revenue	\$ 38,143,475	\$ 33,564,656
EXPENSES		
Cost of cellular service	\$ 7,888,446	\$ 7,924,553
Cost of paging service	411,177	510,665
Cost of equipment sales, cellular	6,813,457	4,912,998
Cost of equipment sales, paging	58,755	78,428
Custom er service	1,330,573	1,208,726
Billing	1,097,834	1,200,135
Selling	2,703,570	2,131,009
Maintenance	1,267,034	1,042,844
Utilities	454,008	354,870
Bad debis	800,268	672,263
Recovery of bad debts	(90,925)	(120,673)
Cell site rental	158,500	135,012
Taxes	565,271	257,247
Advertising	1,574,298	1,139,697
General and administrative	2,238,348	2,249,226
Occupancy	334,981	359,928
Depreciation	5,541,628	4,635,200
Amortization	508,526	495,241
Total expenses	\$ 33,655,749	\$ 29,187,369
Income from operations	\$ 4,487,726	\$ 4,377,287
OTHER INCOME (EXPENSE)		
Interest income	\$ 49,052	\$ 23,915
Interest expense	(821,277)	(795,898)
Universal Service Fund income (Note 7)	3,716,602	589,913
Impairment of goodwill (Note 8)		(331,286)
	\$ 2,944,377	\$ (513,356)
Income before taxes	\$ 7,432,103	\$ 3,863,931
Kentucky corporation tax expense	399,157	170,197
Net income	\$ 7.032.946	<u>\$ 3.693.734</u>

The Notes to Financial Statements are an integral part of these statements.
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STATEMENTS OF MEMBERS' EQUITY Years Ended December 31, 2006 and 2005

	Cellular	Gearhart Communi- cations	Mountain Tele- communi-	Thacker- Grigsby	Peoples Rural Telephone Coop- erative Corp-	1
	Services, Inc.	Company, Inc.	cations, Inc.	Telephone <u>Co., Inc.</u>	oration, Inc	Total
Balance, January 1, 2005 Net income Capital distributions •Balance, December 31, 2005 Net income Capital distributions	\$ 6,781,309 738,747 (112,287) \$ 7,407,769 1,406,589 (110,812)	\$ 6,781,309 738,747 (112,287) \$ 7,407,769 1,406,589 (110,812)	\$ 6,781,309 738,747 (112,287) \$ 7,407,769 1,406,589 (110,812)	\$ 6,781,309 738,746 - (112,287) \$ 7,407,768 1,406,590 (110,812) \$ 2703 546	\$ 6,781,308 738,747 (112,287) \$ 7,407,768 1,406,589 (110,812) \$ 2702,545	\$33,906,544 3,693,734 (561,435) \$37,038,843 7,032,946 (554,060) \$43,517,729
Balance, December 31, 2006	\$ 8,703,546	\$ 8,703,546	\$ 8,703,546	\$ 8,703,546	\$ 8,703,545	\$43.517.729

The Notes to Financial Statements are an integral part of these statements.

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STATEMENTS OF CASE FLOWS Years Ended December 31, 2006 and 2005

	2006	2005
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income	\$ 7,032,946	\$ 3,693,734
Adjustments to reconcile net income to net cash provided		
by operating activities:		1 (05 000
Depreciation	5,541,628	4,635,200
Amortization	508,526	495,241
Impairment of goodwill		331,286
Changes in assets and liabilities, net of the effects		
of investing and financing activities:	11 0 10 10 0	
(Increase) in accounts receivable	(1,242,406)	
Decrease in accounts receivable, members	(34,463)	
(Increase) decrease in USF receivable	589,913	(589,913)
(Increase) in inventory	(527,273)	
(Increase) decrease in prepaid expenses	(30,110)	
(Increase) decrease in other assets	13,858	(646)
Increase (decrease) in accounts payable	315,266	(291,123)
Increase (decrease) in accounts payable, member	(37)	
Increase in accrued expenses	656,067	339,038
Increase in accrued state corporation taxes	146,168	85,989
Increase in customer deposits	26,223	139,030
Net cash provided by operating activities	\$ 12,996,306	\$ 8,587,931
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	\$ (11,182,411)	\$ (11,469,668)
Purchase of intangible assets	(340,437)	(299,159)
Proceeds from sale of short-term investments	(2,468)	56,197
Net cash (used in) investing activities	\$ (11,525,316)	\$(11,712,630)
CASH FLOWS FROM FINANCING ACTIVITIES		
Capital distributions	\$ (554,060)	\$ (561,435)
Proceeds from long-term borrowings	14,200,000	3,450,000
Payments on long-term borrowings	(13,345,253)	(832,731)
Net cash provided by financing activities	\$ 300,687	\$ 2,055,834
Net increase (decrease) in cash and cash equivalents	\$ 1,771,677	\$ (1,068,865)
Cash and cash equivalents:		
Beginning	1,046,669	2,115,534
Ending	<u>\$ 2.818.346</u>	<u>\$ 1.046.669</u>

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STATEMENTS OF CASH FLOWS (Continued) Years Ended December 31, 2006 and 2005

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SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	2006	2005	
Cash payments for interest	\$ 866.941	<u>\$ 788.610</u>	
Cash payments for state corporation taxes	<u>\$ 167.000</u>	\$ 84.207	
SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND FINANCING ACTIVITIES			
Settlement of note payable from impairment of goodwill	\$	\$ 400.000	
Settlement of accrued interest from impairment of goodwill	\$	\$ 56.000	

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NOTES TO FINANCIAL STATEMENTS

· Note 1. Summary of Significant Accounting Policies

Nature of operations

East Kentucky Network, LLC, dba Appalachian Wireless, is a Kentucky limited liability company formed by the merger of Appalachian Cellular, LLC, Mountaineer Cellular, LLC and East Kentucky Network, LLC on January 1, 2000. The Company is engaged in cellular telephone communications and paging services to residential and commercial customers located in eastern Kentucky. The Company's five members consist of Cellular Services, Inc.; Gearheart Communications Company, Inc.; Mountain Telecommunications, Inc.; Peoples Rural Telephone Cooperative Corporation, Inc.; and Thacker-Grigsby Telephone Co., Inc.

Cash

The Company maintains its cash balances, which exceed the \$100,000 federally insured limit, with several financial institutions. These financial institutions have strong credit ratings and management believes that credit risk related to the accounts is minimal.

Cash equivalents

For purposes of the statement of cash flows, the Company considers temporary investments having a maturity of three months or less to be cash equivalents.

Short-term investments

Certificates of deposit having original maturities between three and nine months are classified as short-term investments, are carried at cost, which approximates fair value, and are held to maturity.

Inventory

Inventory is composed of cellular telephone equipment, paging equipment, and accessories purchased for resale during the ordinary course of business. The inventory is valued at the lower of cost or market, cost being determined by the first-in, first-out (FIFO) method.

Property, plant and equipment

Property, plant and equipment are recorded at cost. Depreciation is provided using the straight-line method over the estimated useful lives of the assets.

Investment

The investment in affiliated company is composed of equity certificates in Rural Telephone Finance Cooperative and is reported at cost, which approximates fair value.

Note 1. Summary of Significant Accounting Policies (Continued)

Intangible assets

The customer lists, non-compete agreements, FCC licenses, and use of name are recorded at cost and are being amortized over 15 years by the straight-line method. The excess cost over the fair value of the net assets acquired (goodwill) related to paging acquisitions is measured for impairment on an annual basis, and written down, if necessary, to its estimated value at that time. During the prior year, the Company expensed the remaining balance of goodwill as an impairment (see Note 8).

Recognition of revenue

Cellular service and paging revenues are recognized when earned. Monthly access and feature charges are billed one month in advance and recognized as revenue the following month. Revenue from telephone and accessories sold are recognized as revenue upon delivery to the customer.

Advertising

Advertising costs are expensed as incurred. At December 31, 2006 and 2005, these costs were \$1,574,298 and \$1,139,697, respectively.

Income taxes

Under existing provisions of the Internal Revenue Code, the income or loss of a limited liability company is recognized by the members for income tax purposes. Accordingly, no provision for federal income taxes has been provided for in the accompanying financial statements. Effective for years beginning on or after January 1, 2005, the State of Kentucky enacted legislation which now provides for the taxation of limited liability companies' at the entity level. The accompanying financial statements include the related state tax liability under the new regulations.

Use of estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses.

Note 2. Intangible Assets

Intangible assets consist of the following at December 31, 2006:

	Gross Amount	Accumulated Amortization
Customer lists	\$ 5,363,530	\$ (2,152,951)
Non-compete agreements	220,348	(121,577)
FCC licenses	1,141,593	(330,542)
Use of name	10,000	(4,334)
Other ·	408,474	(37,509)
	\$ 7,143,945	\$ (2,646,913)

Intangible assets consist of the following at December 31, 2005:

	Gross Amount	Accumulated Amortization
Customer lists	\$ 5,363,530	\$ (1,795,634)
Non-compete agreements	220,348	(106,898)
FCC licenses	1,141,593	(264,446)
Use of name	10,000	(3,668)
Other	68,038	(9,008)
	\$ 6,803,509	\$ (2,179,654)

Aggregate amortization expense related to these intangible assets for the years ended December 31, 2006 and 2005 totaled \$467,259 and \$437,982, respectively. The following represents the total estimated amortization of intangible assets for each of the succeeding five years:

Year ending December 31:

2006	\$ 450,000
2007	450,000
2008	450,000
2009	450,000
2010	450,000

Note 3. Long-Term Debt

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Long-term debt consists of the following at December 31:

	2006	2005
Note payable, Fifth Third Bank (a)		
Dated 02/28/06, variable rate		
(5.41% at 12/31/06)	\$ 14,200,000	\$
Notes payable, RTFC (b)		
Dated 11/13/97, variable rate		
Paid in full 03/01/06		194,957
Dated 11/13/97, variable rate		
Paid in full 03/01/06		899,406
Dated 11/13/97, fixed rate		
Paid in full 03/01/06		727,521
Dated 12/31/98, fixed rate		
Paid in full 03/01/06		618,521
Dated 02/13/01, variable rate		
Paid in full 03/01/06		786,457
Dated 02/13/01, variable rate		
Paid in full 03/01/06	·	932,200
Dated 07/27/01, variable rate		
Paid in full 03/01/06		2,845,311
Lines of Credit, RTFC		
Line of credit, variable rate (c)		
Paid in full 03/01/06		5,000,000
Line of credit, variable rate (d)		
Paid in full 03/01/06		1,750,000
Line of Credit, Fifth Third Bank (e)		
Due 03/28/08, variable rate		
(5.41% at 12/31/06)		
	\$	\$ 13,754,373

(a) On February 28, 2006, the Company borrowed \$14,200,000 to restructure its debt. The note is payable in 10 annual installments of \$1,200,000 for 2007, \$1,400,000 for 2008 through 2012, and \$1,500,000 for 2013 through 2016, with a variable interest rate. The note is collateralized by the assets of the Company.

(b) The notes payable to Rural Telephone Finance Cooperative (RTFC) were secured by mortgage and security agreements that include substantially all of the assets of the Company. In addition, the Company was required to purchase equity certificates in RTFC equal to 5% of the total amounts borrowed. The notes were payable in quarterly installments over 15 years with interest at variable or fixed rates set by RTFC. The notes were paid in full on March 1, 2006.

Note 3. Long-Term Debt (Continued)

- (c) The line of credit agreement with RTFC provided for borrowings up to \$5,000,000. The agreement carried an interest rate at prime, plus one and one-half percent, was unsecured and was renewed June 28, 2004 for 24 months. The line of credit was paid in full on March 1, 2006.
- (d) The line of credit agreement with RTFC provided for borrowings up to \$2,000,000. The agreement carried an interest rate at prime, plus one and one-half percent, was unsecured and due May 16, 2006. The line of credit was paid in full on March 1, 2006.
- (e) The line of credit agreement with Fifth Third Bank provides for borrowing up to \$3,000,000. The agreement carries a variable interest rate, is secured by certain assets of the company, and is due March 28, 2008.

Approximate maturities or payments required on principal under note payable agreements for each of the succeeding five years are as follows:

Year ending December 31:

2006	\$ 1,200,000
2007	1,400,000
2008	1,400,000
2009	1,400,000
2010	1,400,000

Note 4. Retirement Plans

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The Company has a 401(k) plan for qualifying employees who have reached twenty-one years of age. Eligible employees are allowed to invest up to 15% of their compensation and the Company has agreed to match 100% of the first 3% of the employees' contribution and 50% of the employees' contribution between 3% and 5%. The Company contributed \$73,607 and \$67,460 matching funds for its 401(k) plan during the years ended December 31, 2006 and 2005, respectively.

The Company also offers an employer sponsored retirement savings plan for qualified employees who have reached twenty-one years of age. The Company has agreed to contribute 9% of the eligible employee's compensation, plus an additional 5% of the original contribution.

The Company contributed \$259,859 and \$221,669 to its retirement savings plan during the years ended December 31, 2006 and 2005, respectively.

Note 5. Related Party Transactions

The Company shares personnel with one of its members. The Company paid \$114,996 and \$132,681 for shared personnel during the years ended December 31, 2006 and 2005 respectively. The Company also leased offices and warehouse space from two members. The leases are for an unspecified length of time. The monthly lease payments total approximately \$7,000. In addition, the Company incurred interconnection and telephone charges from its members aggregating \$752,095 and \$786,283 for the years ended December 31, 2006 and 2005, respectively.

The Company leases two cellular tower sites from the officers and majority shareholders of a member for \$100 per month for each site. The leases are for an unspecified length of time. In addition, the Company leases two other sites from a company owned by this member for \$600 each on a month to month basis.

The Company leases cellular tower sites from the parent company of one of its other members for \$1,039 per month. The leases are for five years with options to renew.

The Company pays commissions to two of it members for phone sales to customers. The amount of commissions paid to related parties was \$45,484 and \$43,873 for 2006 and 2005 respectively.

Note 6. Operating Leases

The Company has entered into operating leases with its members and other customers to provide fiber optic transmission capacity and ancillary services. The terms of these leases are for 15 years.

Total rental income earned from these operating lease commitments included in the statements of income were \$1,130,809 and \$1,254,902 for the years ended December 31, 2006 and 2005, respectively. Rental income earned from the Company's members from these leases was \$631,789 and \$713,599 for the years ended December 31, 2006 and 2005, respectively.

Investments in operating leases are as follows at December 31:

	2006 2005
Fiber ring Accumulated depreciation	\$ 6,471,128 \$ 6,245,412 (982,379) (773,028)
-	\$ 5,488,749 \$ 5,472,384

The future minimum rental payments expected to be received under these lease agreements for each of the succeeding five years are approximately \$700,000 each year based upon new contracts negotiated during 2005.

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Note 6. Operating Leases (Continued)

The Company has also entered into lease agreements with its members to obtain fiber optic transmission and digital microwave transmission services. The terms of these leases are for 15 years.

Rental expenses incurred under these operating lease commitments included in the statements of income were \$194,083 and \$33,329 for the years ended December 31, 2006 and 2005, respectively. The future minimum lease payments required under these lease agreements for each of the succeeding five years are \$115,734 each year.

Note 7. Eligible Telecommunication Carrier

During the prior year, the Company was granted Eligible Telecommuniation Carrier (ETC) status by the Kentucky Public Service Commission. As an ETC, the Company receives funding from the federal Universal Service Fund (USF) to support the high cost of providing local telephone service in rural areas. USF payments amounted to \$3,716,602 and \$589,913 for 2006 and 2005 respectively.

Note 8. Impairment of Goodwill

During 2005, the Company completed its annual valuation of the acquired goodwill related to paging acquisitions. Pursuant to the valuation, the Company expensed the remaining balance of goodwill. In management's judgment, the underlying assets associated with the goodwill were determined to be of substantially less value than the amount originally paid. The Company disputed the amount based upon the estimated current market value of the purchased customer lists, which approximates the current amortized book value. Accordingly, the entire balance of the remaining note payable issued as part of the acquisitions, along with the related accrued interest, has been written off due to the impairment of goodwill.

The following is a summary of the impairment of goodwill expense included in the financial statements for the year ended December 31, 2005:

Goodwill	\$ 787,286
Note payable	(400,000)
Accrued interest	 (56,000)
	\$ 331,286

Directions to Pine Hill Site

From the Harlan County Courthouse located at the intersection of first St. and Central St. Take Central St. .1 mile to the Jct. of Central St. and 421. Turn right onto 421 and go 5.1 miles to Little Shepherd Trail. Turn Right onto Little Shepherd Trail and continue for .3 miles to Gravel Rd. Turn left onto gravel Rd. and Continue for 200 feet to tower site.

Directions were written by,

Marty Thacker Appalachian Wireless 606-438-2355 Ext 111 (office) 606-634-9505 (Cell Phone) <u>m.thacker@tgtel.com</u> (email)

77253

LEASE AGREEMENT

THIS LEASE is made and executed on the <u>4</u>th day of <u>November</u>, 2008, by and between **Ruby Baker and husband**, **Henry Baker**, **Verna Baker Messer and Roy Baker**, P. O. Box 291, Bledsoe, Kentucky 40810, hereinafter referred to as "Lessors," and **East Kentucky Network**, **LLC**, d/b/a **Appalachian Wireless**, 101 Technology Trail, Ivel, Kentucky 41642, hereinafter referred to as "Lessee":

WITNESSETH:

That for and in consideration of the rents and other consideration hereinafter set out and subject to the terms and conditions therefore, Lessors do hereby lease, let and demise unto Lessee, its successors and assigns, to have and to hold for the term hereinafter set out and subject to the Lessee's right to surrender or terminate this Lease and provided hereinafter, the following described premises ("Leased Premises"), which term shall include all real property, rights and privileges herein granted:

A portion of the property lying within the tract of land located between Little Shepherd Trail and the ridge of Pine Mountain in Harlan County, Kentucky, near the community of Baxter, Harlan County, Kentucky. Being a part of the property conveyed by deed from Ruby Baker and Henry Baker to Verna Baker Messer and Roy Baker, Ruby Baker retaining a life estate in the property, which deed is recorded in the office of the Harlan County Clerk, Harlan, Kentucky in Deed Book 318, page 171.

Lot #A1

Unless stated otherwise, any monument referred to herein as "set iron pin with cap" is a set ¹/₂" diameter rebar, at least eighteen (18") in length, with a plastic cap stamped "LS-2259". All bearings stated herein are referred to the NAD83 KY South State Plane north. This survey performed by James W. Caudill, LS2259, on June 30,2008.

Beginning on a set iron pin with cap marked ls2259 at a point on the ridge by a 12" poplar tree, said point having a NAD83 KY south state plane coordinate of

[N:1856115.91, E:2355371.35] and being South 38° 53' 14" East 189.47 feet from the center of Little Shepherd Trail at a culvert; thence severing the land of Roy Baker & Verna Messer (Deed Book 318, page 171) and running over the hill South 51° 06' 47" East a distance of 95.72 feet to a set iron pin with cap marked ls2259 on hillside; thence around the hill South 32° 34' 12" West 108.29 feet to a set iron pin with cap marked ls2259; thence running up the hill North 57° 21' 10" West 87.33 feet to a set iron pin with cap marked ls2259 at the base of 40" black oak at the edge of the access road; thence running with the access road North 28° 48' 24" East 118.96 feet to the beginning, containing a calculated area of 10333 sq. ft. or 0.24 acres. This according to a survey by James W. Caudill, PLS #2259, on June 30, 2008. See plat of survey attached as Exhibit A.

The Lessors grant unto Lessee full and complete right on ingress, egress and regress over roads located upon this property controlled by Lessors to and from the Leased Premises, and the non-exclusive right to use any existing road located on this property. In the event the Lessee desires to relocated all or any portion of an existing roadway or to construct another access road to the Leased Premises, the location of such roadway shall be mutually agreed upon by Lessors and Lessee. Lessors further grant to the Lessee a right of way and easement to construct and maintain and operate telephone and power transmission lines over Lessors' remaining property to the Leased Premises for service fo the tower and related facilities only, said lines to be located where feasible along the access road to the Leased Premises, with Lessors having input as to the location of said power transmission lines in the event Lessee changes the location of its access road. Lessee shall have the right to trim or remove trees, limbs or underbrush which interferes with its access road or power/telephone lines wherever such road and lines are located or may damage tower if they fall. Lessee shall help maintain the existing road with gravel and any needed repairs.

This Lease is made on the following terms and conditions:

1. TERM OF LEASE. The term of this lease shall be for a period of Fifty (50) years from and after the date hereof (the "Term"), with the option to renew at the end of said term by giving



written notice to the Lessee at least sixty (60) days prior to the expiration of said Term.

2. <u>CANCELLATION</u>. Lessee shall have the right to terminate this Lease and abandon the Premises at any time under its sole discretion, upon six (6) months written notice to Lessors of its intention to do so. In the event of termination by Lessee, the Lessors shall have no obligation to refund all or any portion of the annual Leasehold rental payment that has been paid. Upon termination of this Lease, Lessee shall have one hundred eighty (180) days thereafter to remove all structures it has erected upon the Leased Premises, and to reclaim the premises. Payment shall continue until said structures are removed.

3. <u>RENTAL</u>. As rental for the Leased Premises, Lessee shall pay to Lessors as follows: \$300.00 per month payable once a year. An increase of Five (5%) Percent will be added to the monthly rent at the beginning of each new five (5) year period (year 6, 11, 16, 21, etc.) If East Kentucky Network rents space on this tower to any other carrier, then the Lessors will be paid Fifteen (15%) Percent of the rent that East Kentucky Network collects. This will be in addition to the regular rent paid to the Lessors.

4. <u>USE OF PREMISES</u>. Lessee shall have the exclusive rights and privileges of the use of the Leased Premises for the purpose of constructing buildings, towers, and other related facilities, including, but not limited to telephone lines, coaxial lines, power lines and the installation of any and all other equipment deemed necessary by Lessee to receive and transmit any and all electronic signals in the rural service area now or hereafter to be served by the facility. The parties hereto recognize that technology in the communications field is advancing at a rapid rate and that this site may be used for any other purpose now in the developmental stage or which may later be developed in the communications industry to carry out the objectives of Lessee, that being to transmit and

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receive signals and communications by wire, fiber optics, radio and satellite. Lessee shall not use the Leased Premises for purposes other than maintenance or use as a site for communications by the use of methods now or hereafter known.

Lessee shall have the right to relocate the road to the site at Lessee's expense, at a mutually agreed upon route, so as long as Lessor has the right to use the new road, which use by Lessors shall not interfere with Lessee's use thereof or pose a threat to the security of Lessee's operations or the Leased Premises.

Lessee agrees to maintain the Leased Premises in a neat and orderly manner.

5. <u>INDEMNITY</u>. Lessee agrees to indemnify and save harmless the Lessors from any liability by virtue of Lessee's activities upon the Leased Premises or in the exercise of any rights and privileges granted herein, specifically including, but not limited to, any claim, loss, fine, penalty and costs (including reasonable attorney's fees) arising out of any violation of any environmental laws or regulations. This provision shall survive the termination of the lease. Lessee shall maintain and keep in full force and effect public liability and property damage insurance in an amount of at least One Million Dollars (\$1,000,000.00). Lessors shall not be held liable for personal injury or property damage on the Leased Premises whether or not associated with Lessee.

6. <u>MISCELLANEOUS PROVISIONS.</u> All notices, demands, or other writings in this Lease Agreement provided to be given, made or sent, or which may be given or made or sent, to either party hereto to the other, shall be deemed to have been fully given or made or sent when made in writing and deposited in the United States Mail, certified and postage prepaid, to Lessors and Lessee at the addressed stated in the caption of this Lease Agreement. Such addresses may be changed by written notice given by such party as above provided.

DEED DESCRIPTION FOR SUB DIVISION OF Property of Ruby Baker, Roy Baker, Verna Baker Messer P.O. Box 755, Baxter, KY 40806 Little Shepherd Trail off Highway 421 Near Pine Mountain in Harlen County June 30, 2008

A portion of the property lying within the tract of land located between Little Shepherd Trail and the ridge of Pine Mountain in Harlen County Kentucky, near the community of Baxter. Being a part of property conveyed by deed from Ruby Baker & Henry Baker to Verna Baker Messer & Roy Baker, Ruby Baker retaining a life estate in the property and recorded in Deed Book 318 Page 171 of the Harlen County Court House.

Lot #A1

Unless stated otherwise, any monument referred to herein as "set iron pin with cap" is a set ½" diameter rebar, at least eighteen (18") in length, with a plastic cap stamped "LS-2259". All bearings stated herein are referred to the NAD83 KY South State Plane north. This survey preformed by James W. Caudill, LS2259, on June 30, 2008.

Beginning on a set iron pin with cap marked ls2259 at a point on the ridge by a 12" poplar tree, said point having a NAD83 KY south state plane coordinate of [N:1856115.91, E:2355371.35] and being South 38 deg 53 min 14 sec East, 189.47 feet from the center of Little Shepherd Trail at a culvert; thence severing the land of Roy Baker & Verna Messer (Book 318 Page 171) and running over the hill South 51 deg 06 min 47 sec East a distance of 95.72 feet to a set iron pin with cap marked ls2259 on hillside : thence around the hill South 32 deg 34 min 12 sec West, 108.29 feet to a set iron pin with cap marked ls2259; thence running up the hill North 57 deg 21 min 10 sec West, 87.33 feet to a set iron pin with cap marked ls2259 at the base of 40" black oak at the edge of the access road; thence running with the access road North 28 deg 48 min 24 sec East, 118.96 feet to the beginning

Containing a calculated area of 10333 sq ft or 0.24 acres.

This according to a survey by James W. Caudill, PLS #2259, on June 30, 2008.

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8. <u>SUCCESSORS AND ASSIGNS</u>. This Lease Agreement shall be binding upon the

parties hereto, their heirs, executors, administrators and assigns.

WITNESS OUR HANDS, as of the day and year aforesaid.

Ruby Baker, Lesson

Henry L Baller Henry Baker, Lessor

Verna Baker Messer, Lessor

Roy Baker, Lessor

EAST KENTUCKY NETWORK, LLC d/b/a APPALACHIAN WIRELESS, LESSEE

Its

STATE OF KENTUCKY)

COUNTY OF HARLAN)

The foregoing Lease Agreement was on this 4^{4} day of <u>November</u>, 2008, produced before me and duly subscribed and sworn to and acknowledged by Ruby Baker and husband, Henry Baker, Verna Baker Messer, and Roy Baker, as Lessors herein.

enther

Notary Public, State of Kentucky

My Commission expires: *OCT- JJ- J009*



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STATE OF KENTUCKY)

COUNTY OF Floyd

The foregoing Lease Agreement was on this 3^{+44} day of $4^{-1}ugust$, 2008, produced before me and duly subscribed and sworn to and acknowledged by <u>Gevald F Robinette</u>, as <u>Geneval Manager</u>, for and on behalf of East

Kentucky Network, LLC, d/b/a Appalachian Wireless, as Lessee herein.

My Commission expires: OCT=22 - 2009

Notary Public, State of Kentucky

THIS INSTRUMENT PREPARED BY: Glenn L. Greene, Jr.

Glenn L. Greene, Jr. Attorney at Law P. O. Drawer 999 Harlan, Kentucky 40831 (606) 573-8857

STATE OF KENTUCKY

COUNTY OF HARLAN

I, Wanda S. Clem, Clerk of the County in and for the County and State aforesaid, certify that the foregoing Lease Agreement was on the 10^{++} day of <u>Movember</u>, 2008, at <u>11:30</u> <u>A</u>.M., lodged for record, whereupon the same with the foregoing and this Certificate have been duly recorded in my office in <u>Lease</u> Book <u>48</u> Page <u>357</u>.

Witness my hand this 10th day of November, 2008.

WANDA S. CLEM, HARLAN COUNTY CLERK

BY: Kimberly Parott 3/2 6 D.C.

Sec. 1311414







