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

NOLAN CELLULAR TOWER APPLICATION

Martin County, Kentucky P.S.C. Case # 2010-00410

COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED

MAR 08 2011

In the matter of:

PUBLIC SERVICE COMMISSION

THE APPLICATION OF EAST KENTUCKY NETWORK)
LIMITED LIABILITY COMPANY FOR THE ISSUANCE)
OF A CERTIFICATE OF PUBLIC CONVENIENCE AND) CASE No. 2010-00410
NECESSITY TO CONSTRUCT A TOWER IN MARTIN)
COUNTY, KENTUCKY).	

East Kentucky Network, LLC, d/b/a Appalachian Wireless, was granted authorization to provide Personal Communications Service ("PCS") in the Lexington, KY Basic Trading Area (BTA474) by the Federal Communications Commission (FCC). FCC license is included as Exhibit 1. 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 Martin 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 180 foot self-supporting tower on a tract of land approximately 1500' West of the Junction of 119 & Rt. 52 split, Turkey Creek, Martin County, Kentucky (37°45'45.42"N 82°18'57.63"W). A map and detailed directions to the site can be found in Exhibit 8.

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 Network's property.

Pursuant to 807 KAR 5:063 Section 1 (1)(L) and Section 1(1)(n)(1) all affected property owners according to the property valuation administrator's 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.

Martin County has no formal local planning unit. In absence of this unit the Martin County Judge Executive's office was notified by certified mail, return receipt requested of East Kentucky 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 3 is a copy of that notification.

Notice of the location of the proposed construction was published in The Mountain Citizen's March 9th & 16th editions. Enclosed is a copy of that notice in Exhibit 3. The Mountain Citizen is the newspaper with the largest circulation in Martin County.

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 4.

A copy of the tower design information is enclosed as Exhibit 5. The proposed tower has been designed by engineers at World Tower Company, 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 S & S Tower Services of St. Albans, West Virginia. S & S Tower Services has vast experience in the erection of communications towers.

The FAA application and the Kentucky Airport Zoning Commission's confirmation that a permit is not required are both included as Exhibit 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.

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

Estimated Cost of Construction \$ 350,000.00 Annual Operation Expense of Tower \$ 12,500.00

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 March 1, 2011 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 deed to the site.

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.

Enclosed, and filed as Exhibit 10 is a survey of the proposed tower site signed by a Kentucky registered professional engineer.

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

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 Lynn Haney of East Kentucky Network, LLC d/b/a Appalachian Wireless. All related questions or correspondence concerning this filing should be mailed to the attention of Gerald Robinette at East Kentucky Network, LLC d/b/a/ Appalachian Wireless, 101 Technology Trail, Ivel, KY 41642.

SUBMITTED BY:

__ DAII

Lynn Haney, Compliance Coordinator

APPROVED BY:

DATE: 7-7-1

Gerald Robinette, General Manager

CONTACT INFORMATION:

Gerald Robinette, General Manager Phone: (606) 791-2375, Ext. 110 Email: grobinette110@ekn.com

Lynn Haney, Compliance Coordinator Phone: (606) 791-2375, Ext. 1007

Email: lhaney@ekn.com

Mailing Address:

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

j.	FCC License
	Copies of Cell Site Notices to Land Owners
3	Notification of County Judge Executive and Newspaper Advertisement
a. A.	Universal Soil Bearing Analysis
	Tower Design
	FAA Application & Kentucky Airport Zoning Commission Confirmation that a Permit is not required
7	Audited Financial Statements
	Driving Directions from County Court House and Map to Suitable Scale
9	Deed for Proposed Site
10	Survey of Site Signed/Sealed by Professional Engineer Registered in State of Kentucky
	Site Survey Map with Property Owners identified in Accordance with PVA of County
12	Vertical Profile Sketch of Proposed Tower

ULS License

PCS Broadband License - WPOK570 - East Kentucky Network, LLC

Call Sign

WPOK570

Radio Service

CW - PCS Broadband

Status

Active

Auth Type

Regular

C

Market

Market

BTA474 - Williamson, WV-

Channel Block

Pikeville, KY

Submarket

0

Associated Frequencies

001895.00000000-001910.00000000

(MHz)

001975.00000000-001990.00000000

Dates

Grant

09/17/2009

Expiration

09/29/2019

Effective

11/11/2009

Cancellation

Buildout Deadlines

1st

09/29/2004

2nd

09/29/2009

Notification Dates

1st

09/29/2004

2nd

09/10/2009

Licensee

FRN

0001786607

Type

Limited Liability Company

Licensee

East Kentucky Network, LLC 101 Technology Trail Ivel, KY 41642

ATTN Gerald Robinette

P:(606)791-9090

E:grobinette@ekn.com

Contact

Lukas, Nace, Gutierrez & Sachs, LLP

Pamela L Gist Esq 8300 Greensboro Drive McLean, VA 22102 P:(703)584-8665 F:(703)584-8695 E:pgist@fcclaw.com

Ownership and Qualifications

Radio Service

Mobile

Type

Regulatory Status Common Carrier

Interconnected

Yes

Alien Ownership

The Applicant answered "No" to each of the Alien Ownership questions.

Bas	ic	Qu	alii	fica	tio	ns
-----	----	----	------	------	-----	----

The Applicant answered "No" to each of the Basic Qualification questions.

Tribal Land Bidding CreditsThis license did not have tribal land bidding credits.

Demographics

Race

Ethnicity

Gender

EAST KENTUCKY NETWORK

101 TECHNOLOGY TRAIL

IVEL, KY 41642

PHONE: (606) 874-7550

'606) 874-7551

: INFO@EKN.COM

WEBSITE: WWW.EKN.COM



VIA: U.S. CERTIFIED MAIL

PUBLIC NOTICE

March 3, 2011

Margaret Preece 11191 Riverfront Road Turkey Creek, KY 41570

RE: Public Notice-Public Service Commission of Kentucky (Case No. 2010-00410)

East Kentucky Network, LLC d/b/a Appalachian Wireless is applying 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 Martin County. The facility will include a 180 foot self supporting tower with attached antennas extending upwards, and an equipment shelter located on a tract of land approximately 1500' West of the Junction of 119 & Rt. 52 split, Turkey Creek, Martin County, Kentucky. 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 or within a 200' radius of the proposed or existing access road.

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. 2010-00410 in your correspondence.

If you have any questions for East Kentucky Network, LLC, please direct them to my attention at the following address: East Kentucky Network, LLC, 101 Technology Trail, Ivel, KY 41642 or call me at 606-791-2375, Ext. 1007.

Sincerely,

Lynn Haney

Compliance Coordinator

EAST KENTUCKY NETWORK

101 TECHNOLOGY TRAIL

IVEL, KY 41642

PHONE: (606) 874-7550

'606) 874-7551

:: INFO@EKN.COM

WEBSITE: WWW.EKN.COM



VIA: <u>U.S. CERTIFIED MAIL</u>

PUBLIC NOTICE

March 3, 2011

Jimmy & Dixie Bentley HC 61 Box 1160 Turkey Creek, KY 41570

RE: Public Notice-Public Service Commission of Kentucky (Case No. 2010-00410)

East Kentucky Network, LLC d/b/a Appalachian Wireless is applying 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 Martin County. The facility will include a 180 foot self supporting tower with attached antennas extending upwards, and an equipment shelter located on a tract of land approximately 1500' West of the Junction of 119 & Rt. 52 split, Turkey Creek, Martin County, Kentucky. 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 or within a 200' radius of the proposed or existing access road.

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. 2010-00410 in your correspondence.

If you have any questions for East Kentucky Network, LLC, please direct them to my attention at the following address: East Kentucky Network, LLC, 101 Technology Trail, Ivel, KY 41642 or call me at 606-791-2375, Ext. 1007.

Sincerely,

Lynn Haney

Compliance Coordinator

EAST KENTUCKY NETWORK

101 TECHNOLOGY TRAIL

IVEL, KY 41642

PHONE: (606) 874-7550

506) 874-7551

E. ...: INFO@EKN.COM

WEBSITE: WWW.EKN.COM



VIA: <u>U.S. CERTIFIED MAIL</u>

PUBLIC NOTICE

March 3, 2011

Dixie Gillman HC 61 Box 1160 Turkey Creek, KY 41570

RE: Public Notice-Public Service Commission of Kentucky (Case No. 2010-00410)

East Kentucky Network, LLC d/b/a Appalachian Wireless is applying 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 Martin County. The facility will include a 180 foot self supporting tower with attached antennas extending upwards, and an equipment shelter located on a tract of land approximately 1500' West of the Junction of 119 & Rt. 52 split, Turkey Creek, Martin County, Kentucky. 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 or within a 200' radius of the proposed or existing access road.

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. 2010-00410 in your correspondence.

If you have any questions for East Kentucky Network, LLC, please direct them to my attention at the following address: East Kentucky Network, LLC, 101 Technology Trail, Ivel, KY 41642 or call me at 606-791-2375, Ext. 1007.

Sincerely.

Lynn Haney

Compliance Coordinator

EAST KENTUCKY NETWORK

101 TECHNOLOGY TRAIL

IVEL, KY 41642

PHONE: (606) 874-7550

106) 874-7551

E. L.: INFO@EKN.COM

WEBSITE: WWW.EKN.COM



VIA: <u>U.S. CERTIFIED MAIL</u>

PUBLIC NOTICE

March 3, 2011

William & Crystal Bowen P.O. Box 721 Warfield, KY 41267

RE: Public Notice-Public Service Commission of Kentucky (Case No. 2010-00410)

East Kentucky Network, LLC d/b/a Appalachian Wireless is applying 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 Martin County. The facility will include a 180 foot self supporting tower with attached antennas extending upwards, and an equipment shelter located on a tract of land approximately 1500' West of the Junction of 119 & Rt. 52 split, Turkey Creek, Martin County, Kentucky. 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 or within a 200' radius of the proposed or existing access road.

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. 2010-00410 in your correspondence.

If you have any questions for East Kentucky Network, LLC, please direct them to my attention at the following address: East Kentucky Network, LLC, 101 Technology Trail, Ivel, KY 41642 or call me at 606-791-2375, Ext. 1007.

Sincerely,

Lynn Haney

Compliance Coordinator

EAST KENTUCKY NETWORK

101 TECHNOLOGY TRAIL

IVEL, KY 41642

PHONE: (606) 874-7550

506) 874-7551

L. INFO@EKN.COM

WEBSITE: WWW.EKN.COM



VIA: U.S. CERTIFIED MAIL

PUBLIC NOTICE

March 3, 2011

Jarry Maynard HC 61 Box 1045 Turkey Creek, KY 41570

RE: Public Notice-Public Service Commission of Kentucky (Case No. 2010-00410)

East Kentucky Network, LLC d/b/a Appalachian Wireless is applying 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 Martin County. The facility will include a 180 foot self supporting tower with attached antennas extending upwards, and an equipment shelter located on a tract of land approximately 1500' West of the Junction of 119 & Rt. 52 split, Turkey Creek, Martin County, Kentucky. 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 or within a 200' radius of the proposed or existing access road.

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. 2010-00410 in your correspondence.

If you have any questions for East Kentucky Network, LLC, please direct them to my attention at the following address: East Kentucky Network, LLC, 101 Technology Trail, Ivel, KY 41642 or call me at 606-791-2375, Ext. 1007.

Sincerely,

Lynn Haney

Compliance Coordinator

Lyn Haney

EAST KENTUCKY NETWORK
101 TECHNOLOGY TRAIL
IVEL, KY 41642
PHONE: (606) 874-7550
506) 874-7551
: INFO@EKN.COM
WEBSITE: WWW.EKN.COM



VIA: U.S. CERTIFIED MAIL

PUBLIC NOTICE

March 3, 2011

Wilma Sue Jarvis Route 1 Box 82 Williamson, WV 25661

RE: Public Notice-Public Service Commission of Kentucky (Case No. 2010-00410)

East Kentucky Network, LLC d/b/a Appalachian Wireless is applying 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 Martin County. The facility will include a 180 foot self supporting tower with attached antennas extending upwards, and an equipment shelter located on a tract of land approximately 1500' West of the Junction of 119 & Rt. 52 split, Turkey Creek, Martin County, Kentucky. 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 or within a 200' radius of the proposed or existing access road.

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. 2010-00410 in your correspondence.

If you have any questions for East Kentucky Network, LLC, please direct them to my attention at the following address: East Kentucky Network, LLC, 101 Technology Trail, Ivel, KY 41642 or call me at 606-791-2375, Ext. 1007.

Sincerely,

Lynn Haney

Compliance Coordinator

Legen Haney

www.delorme.com

Data Zoom 12-6

1" = 2,604.2 ft

EAST KENTUCKY NETWORK

101 TECHNOLOGY TRAIL

IVEL, KY 41642

PHONE: (606) 874-7550

F (606) 874-7551

.: INFO@EKN.COM

.SITE: WWW.EKN.COM



VIA: U.S. CERTIFIED MAIL

March 4, 2011

Kelly Callaham, Judge Executive Martin County Courthouse P.O. Box 309 Inez, KY 41224

RE: Public Notice-Public Service Commission of Kentucky (Case No. 2010-00410)

East Kentucky Network, LLC d/b/a Appalachian Wireless is applying 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 Martin County. The facility will include a 180 foot self-supporting tower with attached antennas extending upwards, and an equipment shelter located on a tract of land approximately 1500' West of the Junction of 119 & Rt. 52 split, Turkey Creek, Martin County, Kentucky. 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 Martin 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.

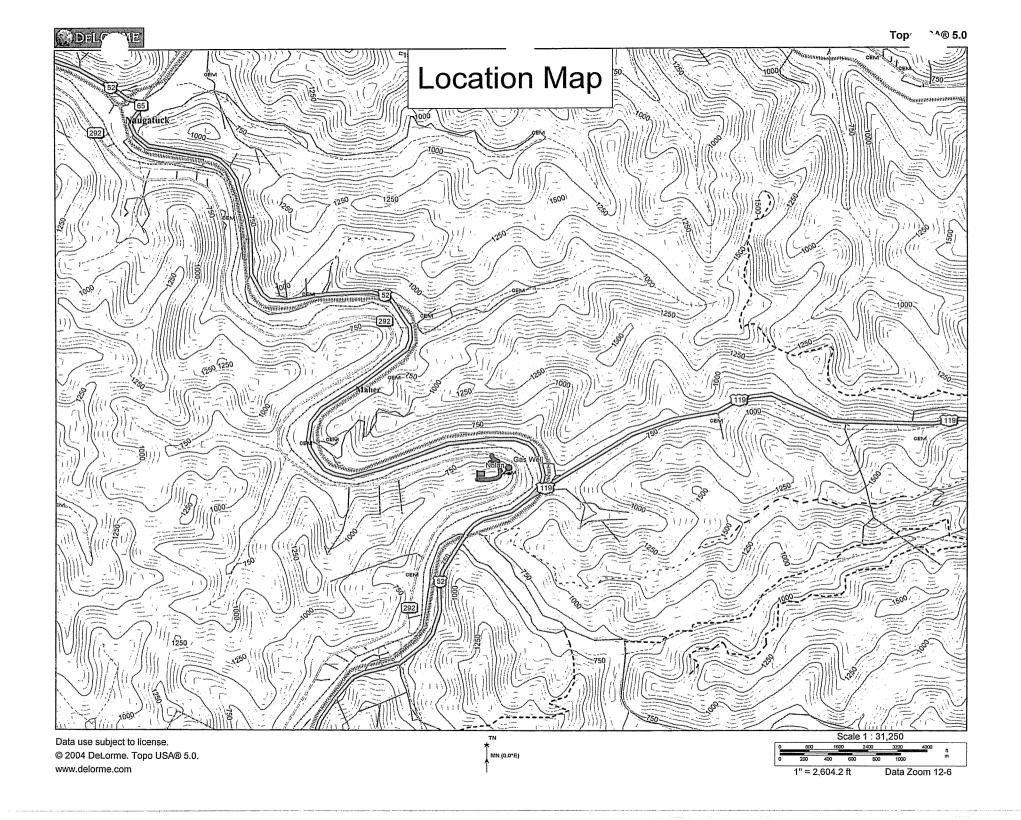
Your comments and request for intervention should be addressed to: Executive Director's Office, Public Service Commission of Kentucky, P.O. Box 615, Frankfort, KY 40602. Please refer to Case No. 2010-00410 in your correspondence.

If you have any questions for East Kentucky Network, LLC, please direct them to my attention at the following address: East Kentucky Network, LLC, 101 Technology Trail, Ivel, KY 41642 or call me at 606-791-2375, Ext. 1007.

Sincerely,

Lynn Haney

Compliance Coordinator



dba Appalachian Wireless 101 Technology Trail Ivel, KY 41642 Phone: 606-874-7550

Phone: 606-874-7550 Fax: 606-791-2225





Re:	PUBLIC NOTICE ADVERTISEMENT	Pages:	1	
Fax:	606-298-3711	Date:	March 4, 2011	
	Attn: David		Compliance Coordinator	
To:	The Mountain Citizen	From:	Lynn Haney	

Please place the following Public Notice Advertisement in The Mountain Citizen to be ran for 2 weeks.

PUBLIC NOTICE:

RE: Public Service Commission of Kentucky (CASE NO. 2010-00410)

Public Notice is hereby given that East Kentucky Network, LLC, dba Appalachian Wireless is applying to the Kentucky Public Service Commission to construct a cellular telecommunications tower on a tract of land approximately 1500' West of the Junction of 119 & Rt. 52 split, Turkey Creek, Martin County, Kentucky. The proposed tower will be a 180 foot self-supporting tower with attached antennas. 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. 2010-00410.

If you have any questions about the placement of the above mentioned notice, please call me at 606-791-2375, ext. 1007.

Thank you,

Lynn Haney Compliance Coordinator

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.

* * * Communication Result Report (Mar. 4. 2011 11:46AM) * * *

_te/Time: Mar. 4. 2011 11:45AM

File No. Mode	Destination	Pg(s)	Result	Page Not Sent
1802 Memory TX	2983711	P. 1	OK	

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

dba Appalachion Wireless 101 Tochnology Trail ivel, KY 41642 Phone: 608-674-7550





To:	The Mountain Cilizen	From:	Lynn Haney
	Alin: David		Compliance Coordinator
Faxc	606-298-3711	Date:	March 4, 2011
Re:	PUBLIC NOTICE ADVERTISEMENT	Pages:	1

Please place the following Public Notice Advertisement in The Mountain Citizen to be ran for 2 weeks.

PUBLIC NOTICE:

RE: Public Service Commission of Kentucky (CASE NO. 2010-00410)

Public Notice is hereby given that East Kentucky Network, LLC, dba Appalachian Wireleas is applying to the Kentucky Public Service Commission to construct a cellular telecommunications tower on a tract of land approximately 1500' West of the Junction of 119 & Rt. 52 split, Turkey Creek, Meriti County, Kentucky. The proposed tower will be a 180 foot est-supporting tower with attached antennas. 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 40502, Please refer to Case No. 2010-00410.

If you have any questions about the placement of the above mentioned notice, please call me at $606-791\cdot2375$, ext. 1007.

Thank you,

Lynn Haney Compliance Coordinator

The message above and the information contained in the documents transmitted are confidential and infonded only for the person(g) named above. Dissemination, distribution or copying of this communication by anyone other than the person(g) named above is protributed. If you have received this communication in ency, please notify is remediately by telephone and return the original message to use at the address islad above via regular mail. Thank you.

Next Generation Communications

WENDELL R. HOLMES, P.G.

424 Pear Street Hazard, KY 41701 October 29, 2010

Nolan Tower Site

Purpose:

A site assessment was conducted for Appalachian Wireless on a tract of land located in Martin County, Kentucky near Nolan, West Virginia. The site of the proposed tower is now forestland. 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 the type of bedrock material at the proposed tower site. A Caterpillar excavator was used to expose the bedrock material. It is approximately 7.00 feet to the sandy shale bedrock. (See attached page for descriptions of materials encountered.) The terrain in Martin County is moderately to very steep. The tower site is located on a point just west of the Tug Fork of the Big Sandy River, approximately one half mile north of Nolan, West Virginia in Martin County, Kentucky. The sandy shale 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 top of a point in the area. The sandy shale bedrock on the proposed tower site is part of the Breathitt Formation, and is middle to lower Pennsylvanian 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 sandy shale 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. Hodines, P.G.

WENDELL R. HOLMES, P.G.

424 Pear Street Hazard, Ky. 41701 (606)438-7250

Geologist Log

Location: Nolan Tower Site

Unit Thickness	Total depth	Strata	Description
7.00′	7.00′	Soil	Brown with shale & plant fragments
10.00′ +	17.00′ +	Sandy Shale	Weathered, Yellowish Brown and Gray



COMPANY, INC.

P.O. Box 508 1213 Compressor Dr. Mayfield, KY 42066

Phone: 270-247-3642 Fax: 270-247-0909

WWW.WORLDTOWER.COM

180' MODEL WSST TOWER FOR: APPALACHIAN WIRELESS SITE: NOLAN, KY DESIGN PACKAGE

Fabrication, Installation, and Maintenance of TV, AM, FM, Meteorological & Wireless Communication, Towers

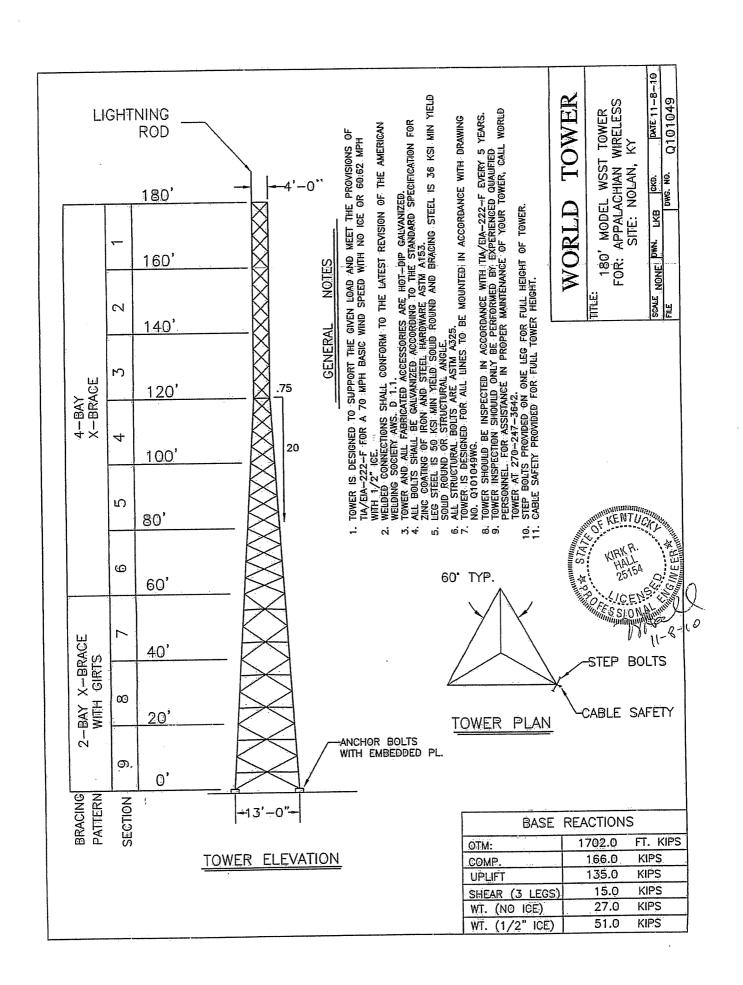


1213 Compressor Drive P.O. Box 508 Mayfield, KY 42066 270-247-3642 FAX: 270-247-0909

E-mail: worldtower@worldtower.com

180' MODEL WSST TOWER FOR: APPALACHIAN WIRELESS SITE: NOLAN, KY DESIGN PACKAGE





SECTION NO.	LEGS	DIAGONALS	GIRTS	SPLICE BOLTS	DIAG BOLTS	GIRT BOLTS
1	1 3/4	1 3/4 X 1/8	1 3/4 X 1/8	4-3/4"	1/2	1/2
2	2 1/4	2 X 1/8	N/A		<u> </u>	N/A
3	2 1/2	2 X 1/8		4-1"	<u> </u>	
4	2 3/4	1 3/4 X 1/8	1 3/4 X 1/8			1/2
5	2 3/4	1 3/4 X 1/8	N/A			N/A
6	2 3/4	1 3/4 X 1/8		1		ال
7	3	2 1/2 X 3/16	2 X 1/8		5/8	5/8
-8	3	2 1/2 X 3/16	2 X 3/16			
9	.3	2 1/2 X 3/16	2 1/2 X 3/16	4-1" A-BOLTS	· · · · · · · · · · · · · · · · · · ·	

	ANTENNA LOADING	
ELEV.	DESCRIPTION	LINE
	(6)- PANEL ANTENNAS (6'X1'X6") ON WD13X53 SECTOR MOUNT	6- 1 5/8"
165'	(6)- PANEL ANTENNAS (6'X1'X6") ON WD13X53 SECTOR MOUNT	6- 1 5/8"
150'	(6)- PANEL ANTENNAS (6'X1'X6") ON WD13X53 SECTOR MOUNT	6- 1 5/8"
	(2) 4' STANDARD DISHES	2- 1 5/8"

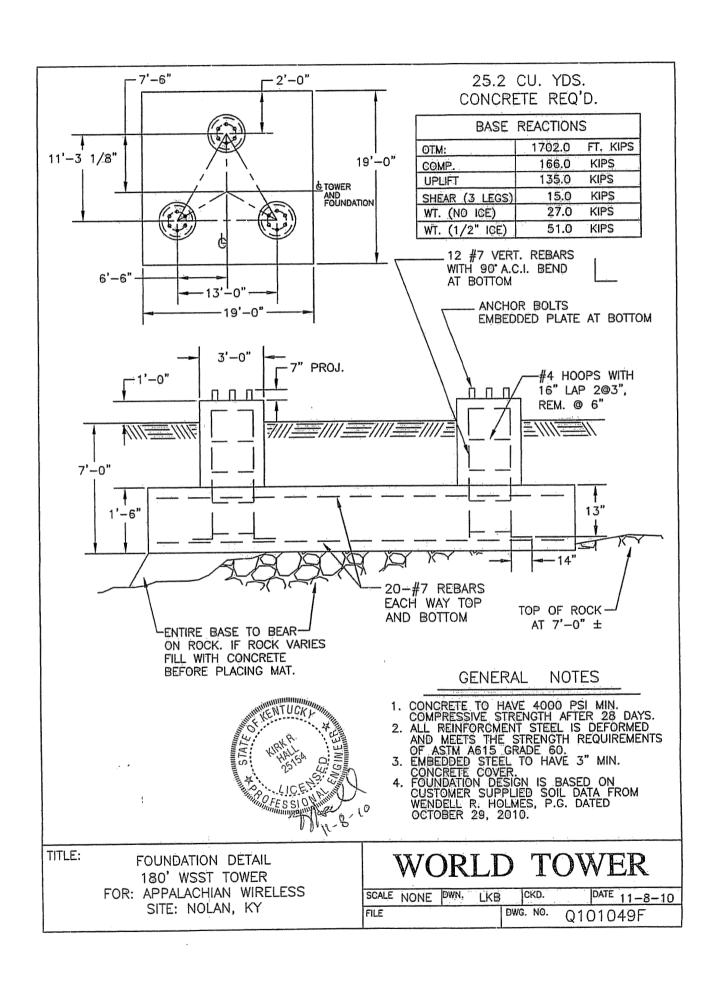


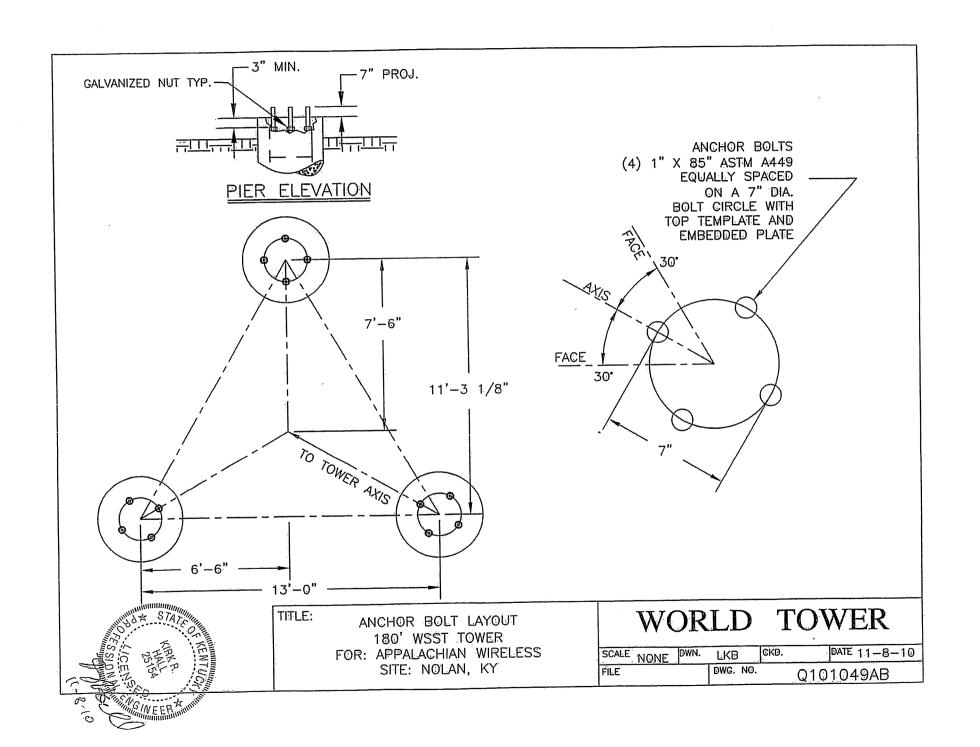
WORLD TOWER

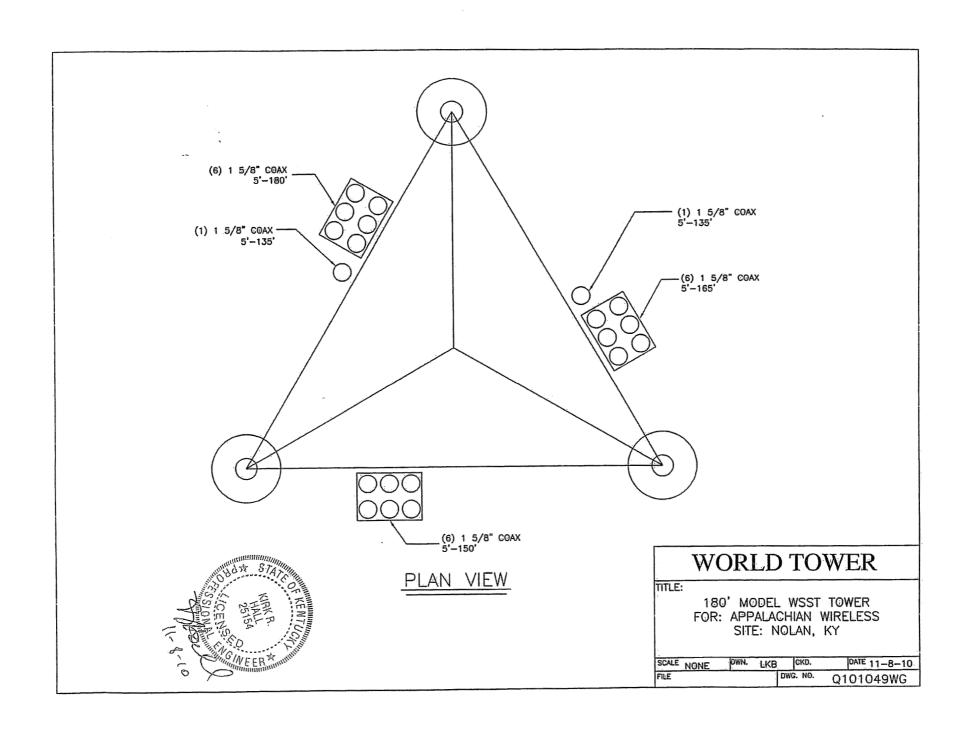
TITLE:

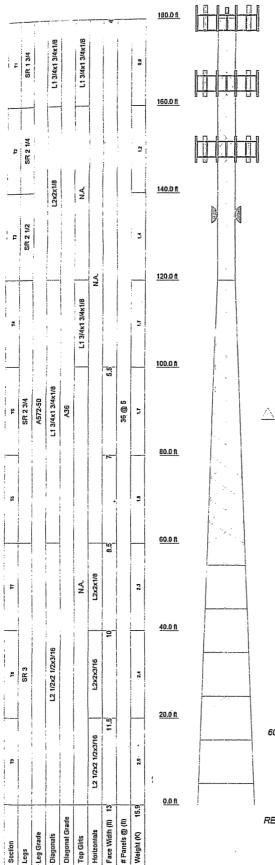
180' MODEL WSST TOWER FOR: APPALACHIAN WIRELESS SITE: NOLAN, KY

SCALE NONE DWN.	LKB	CKD.	DATE 11-8-10
FILE	1	DWG. NO.	Q101049T









DESIGNED APPURTENANCE LOADING

TYPE	ELEVATION	TYPE	ELEVATION
Flash Beacon Lighting	180	WD13X53 Antenna Mounting Frame	165
(2) Panel 6' x 1' x 6" w/ mnt. pipe"	180	WD13X53 Antenna Mounting Frame	165
(2) Panel 6' x 1' x 6" w/ mnl. pipe"	180	(2) Panel 6' x 1' x 6" w/ mnt. pipe"	150
(2) Panel 6' x 1' x 6" w/ mnt. pipe"	180	(2) Panel 6' x 1' x 6" w/ mnt. pipe"	150
WD13X53 Antenna Mounting Frame	180 - 178	(2) Panel 6' x 1' x 6" w/ mnt. pipe"	150
WD13X53 Antenna Mounting Frame	180 - 178	WD13X53 Antenna Mounting Frame	150
WD13X53 Antenna Mounting Frame	180 - 178	WD13X53 Antenna Mounting Frame	150
(2) Panel 6' x 1' x 6" w/ mnt. pipe*	165	WD13X53 Antenna Mounting Frame	150
(2) Panel 6' x 1' x 6" w/ mnt. pipe"	165	4 FT DISH	135
(2) Panel 6" x 1" x 6" w/ mnt. pipe"	165	4 FT DISH	135
WD13X53 Antenna Mounting Frame	165		

MATERIAL STRENGTH

THE CONTENT OF THE CO							
GRADE	Fy	Fu	GRADE	Fy	Fu		
A572-50	50 ksi	65 ksi	A36	36 ksi	58 ksi		

TOWER DESIGN NOTES

- Tower designed for a 70.00 mph basic wind in accordance with the TIA/EIA-222-F Standard.
 Tower is also designed for a 60.62 mph basic wind with 0.50 in ice.
 Deflections are based upon a 50.00 mph wind.
 Coax stacked and distributed to 3 tower faces 4 maximum exposed to wind

- 5. TOWER RATING: 95.7%

UPLIFT: -135 K SHEAR: 10 K AXIAL 51 K SHEAR MOMENT 15 K ¥ 1679 kip-ft TORQUE 1 kip-ft 60.62 mph WIND - 0.50 in ICE AXIAL

MAX. CORNER REACTIONS AT BASE:

27 K SHEAR MOMENT 1702 kip-ft 15 K /

DOWN: 166 K

TORQUE 1 kip-ft REACTIONS - 70.00 mph WIND



World Tower Company	iob: 180' Model WSST / Job Q10-1	049 or 1050
1213 Compressor Drive	Project: West Williamson or Nolan, KY	
Mayfield, Kentucky 42066	Client: Appalachian Wireless Drawn by: Kirk Ha	App'd:
Phone: (270) 247-3642	Code: TIA/EIA-222-F Dale: 11/03/10	Scale: NTS
FAY: (270) 247-0000	Palh:	Dwn No. = 4

RISATower	Job	180' Model WSST / Job Q10-1049 or 1050	Page . 1 of 1
World Tower Company 1213 Compressor Drive	Project	West Williamson or Nolan, KY	Date 14:40:20 11/03/10
Mayfield, Kentucky 42066 Phone: (270) 247-3642 FAX: (270) 247-0909	Client	Appalachian Wireless	Designed by Kirk Hall

Tower Input Data

The main tower is a 3x free standing tower with an overall height of 180.00 ft above the ground line.

The base of the tower is set at an elevation of 0.00 ft above the ground line.

The face width of the tower is 4.00 ft at the top and 13.00 ft at the base.

This tower is designed using the TIA/EIA-222-F standard.

The following design criteria apply:

Basic wind speed of 70.00 mph.

Nominal ice thickness of 0.50 in.

Ice density of 56 pcf.

A wind speed of 60.62 mph is used in combination with ice.

Temperature drop of 30 °F.

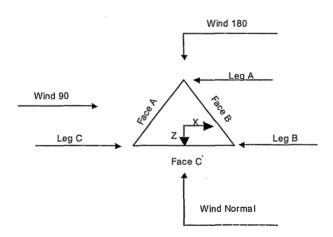
Deflections calculated using a wind speed of 50.00 mph.

Coax stacked and distributed to 3 tower faces - 4 maximum exposed to wind.

A non-linear (P-delta) analysis was used.

Pressures are calculated at each section.

Stress ratio used in tower member design is 1.333.



Triangular Tower

Tower Section Geometry

			·			
Tower Section	Tower Elevation	Assembly Database	Description	Section Width	Number of	Section Length
	ft			ft	Sections	ft
T1	180.00-160.00			4.00	1	20.00
T2	160.00-140.00			4.00	1	20.00
T3	140.00-120.00			4.00	I	20.00
T4	120.00-100.00			4.00	1	20.00

Page Job **RISATower** 180' Model WSST / Job Q10-1049 or 1050 Date **Project** World Tower Company 14:40:20 11/03/10 West Williamson or Nolan, KY 1213 Compressor Drive Mayfield, Kentucky 42066 Client Designed by

Appalachian Wireless

Phone: (270) 247-3642 FAX: (270) 247-0909

2 of 2

Kirk Hall

Tower Section	Tower Elevation	Assembly Database	Description	Section Width	Number of Sections	Section Length
	ft			ft		ft
T5	100.00-80.00			5.50	1	20.00
Т6	80.00-60.00			7.00	1	20.00
T7	60.00-40.00			8.50	1	20.00
T8	40.00-20.00			10.00	1	20.00
T9	20.00-0.00			11.50	1	20.00

Tower Section Geometry (cont'd)

Tower	Tower	Diagonal	Bracing	Has	Has	Top Girt	Bottom Girt
Section	Elevation	Spacing	Туре	K Brace End	Horizontals	Offset	Offset
	ft	ft		Panels		in	in
T1	180.00-160.00	5,00	X Brace	No	No	0.00	0.00
T2	160.00-140.00	5.00	X Brace	No	No	0.00	0.00
T3	140.00-120.00	5.00	X Brace	No	No	0.00	0.00
T4	120.00-100.00	5.00	Х Втасе	No	No	0.00	0.00
T5	00.08-00.001	5.00	X Brace	No	No	0.00	0.00
T6	80.00-60.00	5.00	X Brace	No	No	0.00	0.00
T7	60.00-40.00	5.00	Double K	No	Yes	0.00	0.00
T8	40.00-20.00	5.00	Double K	No	Yes	0.00	0.00
T9	20.00-0.00	5.00	Double K	No	Yes	0.00	0.00

		Tower	Section C	Seometry	(cont'd)	
Tower Elevation ft	Leg Type	Leg Size	Leg Grade	Diagonal Type	Diagonal Size	Diagonal Grade
T1 180.00-	Solid Round	1 3/4	A572-50	Equal Angle	L1 3/4x1 3/4x1/8	A36
160.00			(50 ksi)	-		(36 ksi)
T2 160.00-	Solid Round	2 1/4	A572-50	Equal Angle	L2x2x1/8	A36
140.00			(50 ksi)	-		(36 ksi)
T3 140.00-	Solid Round	2 1/2	A572-50	Equal Angle	L2x2x1/8	A36
120.00			(50 ksi)	•		(36 ksi)
T4 120.00-	Solid Round	2 3/4	A572-50	Equal Angle	L1 3/4x1 3/4x1/8	A36
100.00			(50 ksi)	-		(36 ksi)
T5 100.00-80.00	Solid Round	2 3/4	A572-50	Equal Angle	L1 3/4x1 3/4x1/8	A36
			(50 ksi)	-		(36 ksi)
T6 80.00-60.00	Solid Round	2 3/4	A572-50	Equal Angle	L1 3/4x1 3/4x1/8	A36
			(50 ksi)			(36 ksi)
T7 60.00-40.00	Solid Round	3	A572-50	Equal Angle	L2 1/2x2 1/2x3/16	A36
			(50 ksi)			(36 ksi)
T8 40.00-20.00	Solid Round	3	A572-50	Equal Angle	L2 1/2x2 1/2x3/16	A36
			(50 ksi)			(36 ksi)
T9 20.00-0.00	Solid Round	3	A572-50	Equal Angle	L2 1/2x2 1/2x3/16	A36
			(50 ksi)	-		(36 ksi)

't	Bottom Girt Size	Bottom Girt Type	Top Girt Grade	Top Girt Size	Top Girt Type	Tower Elevation ft
		Solid Round	A36 (36 ksi)	L1 3/4x1 3/4x1/8	Equal Angle	1 180.00- 160.00
		Equal Angle	A36	L1 3/4x1 3/4x1/8	Equal Angle	Г4 120.00-

World Tower Company 1213 Compressor Drive Mayfield, Kentucky 42066 Phone: (270) 247-3642 FAX: (270) 247-0909

Job	180' Model WSST / Job Q10-1049 or 1050	Page 3 of 3
Project	West Williamson or Nolan, KY	Date 14:40:20 11/03/10
Client	Appalachian Wireless	Designed by Kirk Hall

Tower	Top Girt	Top Girt	Top Girt	Bottom Girt	Bottom Girt	Bottom Girt
Elevation	Type	Size	Grade	Type	Size	Grade
100.00			(36 ksi)			(36 ksi)

Tower Section Geometry (cont'd)

Tower	No.	Mid Girt	Mid Girt	Mid Girt	Horizontal	Horizontal	Horizontal
Elevation	of	Туре	Size	Grade	Туре	Size	Grade
	Mid						
ft	Girts						
T7 60.00-40.00	None	Single Angle		A36	Equal Angle	L2x2x1/8	A36
				(36 ksi)			(36 ksi)
T8 40.00-20.00	None	Single Angle		A36	Equal Angle	L2x2x3/16	A36
		0 0		(36 ksi)			(36 ksi)
T9 20.00-0.00	None	Single Angle		A36	Equal Angle	L2 1/2x2 1/2x3/16	A36
				(36 ksi)			(36 ksi)

Tower Section Geometry (cont'd)

Tower	Leg	Leg		Diago	ıal	Top G	irt	Bottom	Girt	Mid G	irt	Long Hori	zontal	Short Hori	izontal
Elevation ft	Connection Type														
		Bolt Size	No.	Bolt Size	No.	Bolt Size	No.	Bolt Size	No.						
		in		in		in.		in		in		in		in	
T1 180.00-	Flange	0.75	4	0.50	1	0.50	1	0.00	0	0.63	0	0.00	0	0.00	0
160.00	_	A325X		A325X		A325X		A325X		A325N		A325X		A325X	
T2 160.00-	Flange	0.75	4	0.50	1	0.00	0	0.00	0	0.63	0	0.00	0	0.00	0
140.00		A325X		A325X	^	A325X		A325X		A325N		A325X		A325X	
T3 140.00-	Flange	1.00	4	0.50	1	0.00	0	0.00	0	0.63	0	0.00	0	0.00	0
120.00		A325X		A325X		A325X		A325X		A325N		A325X		A325X	
T4 120.00-	Flange	1.00	4	0.50	1	0.50	1	0.00	0	0.63	0	0.00	0	0.00	0
100.00		A325X		A325X		A325X		A325X		A325N		A325X		A325X	
T5 100.00~	Flange	1.00	4	0.50	1	0.50	0	0.00	0	0.63	0	0.00	0	0.00	0
80.00		A325X		A325X		A325X		A325X		A325N		A325X		A325X	
T6 80.00-60.00	Flange	1.00	4	0.50	1	0.00	0	0.00	0	0.63	0	0.00	0	0.00	0
		A325X		A325X		A325X		A325X		A325N		A325X		A325X	
T7 60.00-40.00	Flange	1.00	4	0.63	1	0.00	0	0.00	0	0.63	0	0.63	1	0.00	0
		A325X		A325X		A325X		A325X		A325N		A325X		A325X	
T8 40.00-20.00	Flange	1.00	4	0.63	1	0.00	0	0.00	0	0.63	0	0.63	1	0.00	0
		A325X		A325X		A325X		A325X		A325N		A325X		A325X	
T9 20.00-0.00	Flange	1.00	4	0.63	1	0.00	0	0.00	0	0.63	0	0.63	1	0.00	0
		A449		A325X		A325X		A325X		A325N		A325X		A325X	

Feed Line/Linear Appurtenances - Entered As Round Or Flat

Description	Face or	Allow Shield	Component Type	Placement	Total Number	Number Per Row	Clear Spacing	Width or Diameter	Perimeter	Weight
	Leg			ft			in	in	in	plf
Safety Line 3/8	С	Yes	Ar (CfAe)	180.00 - 5.00	1	1	0.38	0.38		0.22
3/4" Rigid Conduit	С	Yes	Ar (CfAe)	180.00 - 5.00	1	1	0.75	0.75		0.70
W/G LADDER RAIL*	Α	Yes	Af (CfAe)	180.00 - 5.00	2	2	12.00	0.25	8.00	2.50
W/G LADDER RAIL*	В	Yes	Af (CfAe)	165.00 - 5.00	2	2	12.00	0.25	8.00	2.50
W/G LADDER RAIL*	С	Yes	Af (CfAe)	150.00 - 5.00	2	2	12.00	0.25	8.00	2.50
1 5/8	Α	Yes	Ar (CfAe)	180.00 - 5.00	6	3	0.52 1.00	1.98		1.04

World Tower Company 1213 Compressor Drive Mayfield, Kentucky 42066 Phone: (270) 247-3642 FAX: (270) 247-0909

Job	180' Model WSST / Job Q10-1049 or 1050	Page 4 of 4
Project	West Williamson or Nolan, KY	Date 14:40:20 11/03/10
Client	Appalachian Wireless	Designed by Kirk Hall

Description	Face or	Allow Shield	Component Type	Placement	Total Number	Number Per Row	Clear Spacing	Width or Diameter	Perimeter	Weight
	Leg		••	ft			in	in	in	plf
I 5/8	В	Yes	Ar (CfAe)	165.00 - 5.00	6	3	0.52	1.98		1.04
							1.00			
1 5/8	С	Yes	Ar (CfAe)	150.00 - 5.00	6	3	0.52	1.98		1.04
							1.00			
1 5/8	Α	Yes	Ar (CfAe)	135.00 - 5.00	1	1	0.52	1.98		1,04
							1.00			
1 5/8	В	Yes	Ar (CfAe)	135.00 - 5.00	I	1	0.52	1.98		1.04
							1.00			

CENTRE OF CONTRACTOR SERVICE AND ASSESSMENT OF SERVICE AND ASSESSMENT OF SERVICE AND ASSESSMENT OF SERVICE ASS	前手段是可以可以可以可以可以是可以可以可以使用。 第一句:	TOTAL TRACTOR CONTRACTOR CONTRACTOR TO A STATE OF THE STA	
The second secon			Proprietario de la companya de la c
WILLICATO II	MAPE I DAME	and the second of the second o	
*DISCIPIE II	JYYCI ZEUGGG		
· · · · · · · · · · · · · · · · · · ·	the Liberty of Company of the Control of Control o	The same of the sa	manage to the second control of the

Description	Face or Leg	Offset Type	Offsets: Horz Lateral Vert	Azimuth Adjustment	Placement		C _A A _A Front	C₄A₄ Side	Weight
			ft ft ft	•	ft		ft²	ft²	K
Flash Beacon Lighting	Α	From Leg	0.00	0.000	180.00	No Ice 1/2" Ice	2.70 3.10	2.70 3.10	0.05 0.07
(2) Panel 6' x 1' x 6" w/ mnt. pipe*	A	From Leg	1 3.00 0 0	0.000	180.00	No Ice 1/2" Ice	8.40 8.95	6.13 7.07	0.06 0.12
(2) Panel 6' x 1' x 6" w/ mnt. pipe*	В	From Leg	3.00 0 0	0.000	180.00	No Ice 1/2" Ice	8.40 8.95	6.13 7.07	0.06 0.12
(2) Panel 6' x 1' x 6" w/ mnt. pipe*	C .	From Leg	3.00 0 0	0.000	180.00	No Ice I/2" Ice	8.40 8.95	6.13 7.07	0.06 0.12
WD13X53 Antenna Mounting Frame	Α	From Leg	1.50 0 0	0.000	178.00 - 180.00	No Ice 1/2" Ice	9.71 13.89	5.18 7.60	0.40 1.60
WD13X53 Antenna Mounting Frame	В	From Leg	1.50 0 0	0.000	178.00 - 180.00	No Ice 1/2" Ice	9.71 13.89	5.18 7.60	0.40 1.60
WD13X53 Antenna Mounting Frame	С	From Leg	1.50 0 0	0.000	178.00 - 180.00	No Ice 1/2" Ice	9.71 13.89	5.18 7.60	0.40 1.60
(2) Panel 6' x 1' x 6" w/ mnt. pipe*	A	From Leg	3.00 0 0	0.000	165.00	No Ice 1/2" Ice	8.40 8.95	6.13 7.07	0.06 0.12
(2) Panel 6' x 1' x 6" w/ mnt. pipe*	В	From Leg	3.00 0 0	0.000	165.00	No Ice 1/2" Ice	8.40 8.95	6.13 7.07	0.06 0.12
(2) Panel 6' x 1' x 6" w/ mnt. pipe*	С	From Leg	3.00 0 0	0.000	165.00	No Ice 1/2" Ice	8.40 8.95	6.13 7.07	0.06 - 0.12
WD13X53 Antenna Mounting Frame	A	From Leg	1.50 0 0	0.000	165.00	No Ice 1/2" Ice	9.71 13.89	5.18 7.60	0.40 1.60
WD13X53 Antenna Mounting Frame	В	From Leg	1.50 0 0	0.000	165.00	No Ice 1/2" Ice	9.71 13.89	5.18 7.60	0.40 1.60
WD13X53 Antenna Mounting Frame	С	From Leg	1.50 0 0	0.000	165.00	No Ice 1/2" Ice	9.71 13.89	5.18 7.60	0.40 1.60
(2) Panel 6' x 1' x 6" w/ mnt.	Α	From Leg	3.00	0.000	150.00	No Ice	8.40	6.13	0.06

World Tower Company 1213 Compressor Drive Mayfield, Kentucky 42066 Phone: (270) 247-3642 FAX: (270) 247-0909

Job		Page
	180' Model WSST / Job Q10-1049 or 1050	5 of 5
Project	West Williamson or Nolan, KY	Date 14:40:20 11/03/10
Client	Appalachian Wireless	Designed by Kirk Hall

Description	Face or Leg	Offset Type	Offsets: Horz Lateral	Azimuth Adjustment	Placement		$C_A A_A$ Front	C₄A₄ Side	Weight
			Vert ft ft ft	o	ft		fî²	ft²	K
pipe*			0			1/2" Ice	8.95	7.07	0.12
(2) Panel 6' x 1' x 6" w/ mnt. pipe*	В	From Leg	3.00 0 0	0.000	150.00	No Ice 1/2" Ice	8.40 8.95	6.13 7.07	0.06 0.12
(2) Panel 6' x 1' x 6" w/ mnt. pipe*	С	From Leg	3.00 0 0	0.000	150.00	No Ice 1/2" Ice	8.40 8.95	6.13 7.07	0.06 0.12
WD13X53 Antenna Mounting Frame	A	From Leg	1.50 0 0	0.000	150.00	No Ice 1/2" Ice	9.71 13.89	5.18 7.60	0.40 1.60
WD13X53 Antenna Mounting Frame	В	From Leg	1.50 0 0	0.000	150.00	No Ice 1/2" Ice	9.71 13.89	5.18 7.60	0.40 1.60
WD13X53 Antenna Mounting Frame	С	From Leg	1.50 0 0	0.000	150.00	No Ice 1/2" Ice	9.71 13.89	5.18 7.60	0.40 1.60

ara	7,,-	9.2				2.
-	-		-			
ч		ш	-	п	7	١E
			-	1.1		

Description	Face or Leg	Dish Type	Offset Type	Offsets: Horz Lateral Vert	Azimuth Adjustment	3 dB Beam Width	Elevation	Outside Diameter		Aperture Area	Weight
				ft	0	0	ft	fi		ft²	K
4 FT DISH	В	Paraboloid w/o Radome	From Leg	0.00 0 0	-30.000		135.00	4.00	No Ice 1/2" Ice	12.56 13.09	0.17 0.24
4 FT DISH	С	Paraboloid w/o Radome	From Leg	0.00 0 0	30.000	4	135.00	4.00	No Ice 1/2" Ice	12.56 13.09	0.17 0.24

Bolt Design Data

Section No.	Elevation	Component Type	Bolt Grade	Bolt Size	Number Of	Maximum Load per	Allowable Load	Ratio Load	Allowable Ratio	Criteria
	ft			in	Bolts	Bolt K	K	Allowable	A.	
TI	180.	Leg	A325X	0.75	4	2.38	19.44	0.122	1.333	Bolt Tension
		Diagonal	A325X	0.50	1	2.11	3.63	0.583	1.333	Member Bearing
	!	Top Girt	A325X	0.50	1	0.18	3.63	0.050	1.333	Member Bearing
T2	160	Leg	A325X	0.75	4	9.31	19.44	0.479	1.333	Bolt Tension
		Diagonal	A325X	0.50	1	3.42	3.63	0.944	1.333	Member Bearing
T3	140	Leg	A325X	1.00	4	19.32	34.56	0.559	1.333	Bolt Tension
		Diagonal	A325X	0.50	1	4.34	3.63	1.198	1.333	Member Bearing
T4	120	Leg	A325X	1.00	4	23.31	34.56	0.674	1.333	Bolt Tension
		Diagonal	A325X	0.50	1	1.52	3.63	0.420	1.333	Member Bearing
		Top Girt	A325X	0.50	1	0,39	4.35	0.089	1.333	Member Bearing

World Tower Company 1213 Compressor Drive Mayfield, Kentucky 42066 Phone: (270) 247-3642 FAX: (270) 247-0909

Job	180' Model WSST / Job Q10-1049 or 1050	Page 6 of 6
Project	West Williamson or Nolan, KY	Date 14:40:20 11/03/10
Client	Appalachian Wireless	Designed by Kirk Hall

Section No.	Elevation	Component Type	Bolt Grade	Bolt Size	Number Of	Maximum Load per	Allowable Load	Ratio Load	Allowable Ratio	Criteria
	ft			in	Bolts	Bolt K	K	Allowable		
T5	100	Leg	A325X	1.00	4	25.65	34.56	0.742	1.333	Bolt Tension
		Diagonal	A325X	0.50	1	1.24	3.63	0.343	1.333	Member Bearing
T6	80	Leg	A325X	1.00	4	27.78	34.56	0.804	1.333	Bolt Tension
		Diagonal	A325X	0.50	1	1.40	3.63	0.387	1.333	Member Bearing
T7	60	Leg	A325X	1.00	' 4	29.45	34.56	0.852	1.333	Bolt Tension
		Diagonal	A325X	0.63	1	1.94	6.80	0.286	1.333	Member Bearing
		Horizontal	A325X	0.63	1	2.47	4.53	0.544	1.333	Member Bearing
T8	40	Leg	A325X	1.00	4	31.35	34.56	0.907	1.333	Bolt Tension
		Diagonal	A325X	0.63	1	1.99	6.80	0.293	1.333	Member Bearing
		Horizontal	A325X	0.63	1	2.65	6.80	0.391	1.333	Member Bearing
T9	20	Leg	A449	1.00	4	33.20	31.10	1.067	1.333	Bolt Tension
		Diagonal	A325X	0.63	1	2.09	6.80	0.307	1.333	Member Bearing
		Horizontal	A325X	0.63	1	2.84	6.80	0.418	1.333	Member Bearing

Compression Checks

Leg Design Data (Compression)

Section No.	Elevation	Size	L	L_u	Kl/r	F_a	A	Actual P	Allow. P _a	Ratio P
2101	ft		ft	ft	•	ksi	in ²	K	K	P_a
TI	180 - 160	1 3/4	20.00	5.00	137.1 K=1.00	7.94	2.41	-15.24	19.10	0.798
T2	160 - 140	2 1/4	20.00	5.00	106.7 K=1.00	13.12	3.98	-47.48	52.18	0.910
T3	140 - 120	2 1/2	20.00	5.00	96.0 K=1.00	15.62	4.91	-90.54	76.67	1.181
T4	120 - 100	2 3/4	20.02	5.00	87.4 K=1.00	17.50	5.94	-109.26	103.95	1.051
T5	100 - 80	2 3/4	20.02	5.00	87.4 K=1.00	17.50	5.94	-121.25	103.95	1.166
Т6	80 - 60	2 3/4	20.02	5.00	87.4 K=1.00	17.50	5.94	-132.61	103.95	1.276
T7	60 - 40	3	20.02	5.00	80.1 K=1.00	19.00	7.07	-142.31	134.29	1.060
Т8	40 - 20	3	20.02	5.00	80.1 K=1.00	19.00	7.07	-153.14	134.29	1.140
Т9	20 - 0	3	20.02	5.00	80.1 K=1.00	19.00	7.07	-163.74	134.29	1.219

Diagonal Design Data (Compression)

World Tower Company 1213 Compressor Drive Mayfield, Kentucky 42066 Phone: (270) 247-3642 FAX: (270) 247-0909

Job	180' Model WSST / Job Q10-1049 or 1050	Page 7 of 7
Project	West Williamson or Nolan, KY	Date 14:40:20 11/03/10
Client	Appalachian Wireless	Designed by Kirk Hall

Section No.	Elevation	Size	L	L_u	Kl/r	F_a	A	Actual P	Allow. Pa	Ratio P
140.	ft		ft	ft		ksi	in^2	K	K	P_{σ}
TI	180 - 160	L1 3/4x1 3/4x1/8	6.40	3.08	106.7 K=1.00	12.11	0.42	-2.13	5.11	0.417
T2	160 - 140	L2x2x1/8	6.40	3.05	92.1 K=1.00	13.66	0.48	-3.49	6.62	0.527
T3	140 - 120	L2x2x1/8	6.40	3.03	91.6 K=1.00	13.72	0.48	-4.56	6.65	0.687
T4	120 - 100	L1 3/4x1 3/4x1/8	7.30	3.62	125.2 K=1.00	9.52	0.42	-1.37	4.02	0.341
T5	100 - 80	L1 3/4x1 3/4x1/8	8.45	4.20	145.3 K=1.00	7.07	0.42	-1.35	2.98	0.451
Т6	80 - 60	L1 3/4x1 3/4x1/8	9.70	4.83	167.0 K=1.00	5.36	0.42	-1.39	2.26	0.616
Т7	60 - 40	L2 1/2x2 1/2x3/16	7.07	6.90	167.2 K=1.00	5.34	0.90	-1.96	4.82	0.407
Т8	40 - 20	L2 1/2x2 1/2x3/16	7.62	7.46	180.7 K=1.00	4.57	0.90	-2.09	4.12	0.506
Т9	20 - 0	L2 1/2x2 1/2x3/16	8.20	8.04	195.0 K=1.00	3.93	0.90	-2.25	3.54	0.634

Section	Elevation	Size	L	L_u	Kl/r	F_a	A	Actual P	Allow. P_a	Ratio P
No.	ft		ft	ft		ksi	in ²	K	K	P_a
Т7	60 - 40	L2x2x1/8	9.63	4.69	141.5 K=1.00	7.46	0.48	-2.47	3.61	0.683
T8	40 - 20	L2x2x3/16	11.13	5.44	165.6 K=1.00	5.44	0.71	-2.65	3.89	0.682
Т9	20 - 0	L2 1/2x2 1/2x3/16	12.63	6.19	150.0 K=1.00	6.64	0.90	-2.84	5.99	0.474

			Leg Des	ign D	ata (T	ensior	1)			
ection	Elevation	Size	L	L _u	Kl/r	F_a	A	Actual P	Allow. Pa	Ratio P
No.	ft		ft	ft		ksi	in ²	K	K	P_o
T1	180 - 160	1 3/4	20.00	5.00	137.1	30.00	2.41	9.52	72.16	0.13
T2	160 - 140	2 1/4	20.00	5.00	106.7	30.00	3.98	37.23	119.28	0.31
T3	140 - 120	2 1/2	20.00	5.00	96.0	30.00	4.91	77.27	147.26	0.52
T4	120 - 100	2 3/4	20.02	5.00	87.4	30.00	5.94	93.23	178.19	0.52
T5	100 - 80	2 3/4	20.02	5.00	87.4	30.00	5.94	102.60	178.19	0.57

Page Job **RISATower** 8 of 8 180' Model WSST / Job Q10-1049 or 1050 Date Project World Tower Company 1213 Compressor Drive West Williamson or Nolan, KY 14:40:20 11/03/10 Mayfield, Kentucky 42066 Client Designed by Phone: (270) 247-3642 FAX: (270) 247-0909 Appalachian Wireless Kirk Hall

į

Section No.	Elevation	Size	L	L_u	Kl/r	F_a	A	Actual P	Allow. P _a	Ratio P
.,	ft		ft	ft		ksi	in ²	K	K	P_a
Т6	80 - 60	2 3/4	20.02	5.00	87.4	30.00	5.94	111.11	178.19	0.624
T7	60 - 40	3	20.02	5.00	80.1	30.00	7.07	117.96	212.06	1 / 0.556
		3		5.00		30.00	7.07	125.56	212.06	0.592
Т8	40 - 20	-	20.02		80.1					V
Т9	20 - 0	3	20.02	5.00	80.1	30.00	7.07	132.97	212.06	0.627

Section	Elevation	Component	Size	Critical	P	SF*Pallow	%	Pass
No.	ft	Туре		Element	K	K	Capacity	Fail
TI	180 - 160	Leg	1 3/4	3	-15.24	25.46	59.9	Pass
T2	160 - 140	Leg	2 1/4	31	-47.48	_ 69.56	68.3	Pass
T3	140 - 120	Leg	2 1/2	59	-90.54	102.20	88.6	Pass
T4	120 - 100	Leg	2 3/4	85	-109.26	138.57	78.9	Pass
T5	100 - 80	Leg	2 3/4	115	-121.25	138.57	87.5	Pass
T6	80 - 60	Leg	2 3/4	143	-132.61	138.57	95.7	Pass
T7	60 - 40	Leg	3	169	-142.31	179.00	79.5	Pass
T8	40 - 20	Leg	3	202	-153.14	179.00	85.6	Pass
T9	20 - 0	Leg	3	235	-163.74	179.00	91.5	Pass
T1	180 - 160	Diagonal	L1 3/4x1 3/4x1/8	10	-2.13	6.81	31.3	Pass
T2	160 - 140	Diagonal	L2x2x1/8	38	-3.49	8.82	39.5	Pass
T3	140 - 120	Diagonal	L2x2x1/8	61	-4.56	8.86	51.5	Pass
T4	120 - 100	Diagonal	L1 3/4x1 3/4x1/8	92	-1.37	5.35	25.6	Pass
T5	100 - 80	Diagonal	L1 3/4x1 3/4x1/8	118	-1.35	3.98	33.9	Pass
T6	80 - 60	Diagonal	L1 3/4x1 3/4x1/8	146	-1.39	3.01	46.2	Pass
T7	60 - 40	Diagonal	L2 1/2x2 1/2x3/16	174	-1.96	6.43	30.5	Pass
T8	40 - 20	Diagonal	L2 1/2x2 1/2x3/16	206	-2.09	5.50	38.0	Pass
T9	20 - 0	Diagonal	L2 1/2x2 1/2x3/16	239	-2.25	4.72	47.6	Pass
T7	60 - 40	Horizontal	L2x2x1/8	172	-2.47	4.82	51.2	Pass
T8	40 - 20	Horizontal	L2x2x3/16	205	-2.65	5.19	51.1	Pass
T9	20 - 0	Horizontal	L2 1/2x2 1/2x3/16	244	-2.84	7.98	35.6	Pass
T1	180 - 160	Top Girt	L1 3/4x1 3/4x1/8	4	-0.19	4.72	4.0	Pass
T4	120 - 100	Top Girt	L1 3/4x1 3/4x1/8	88	-0.39	4.88	7.9	Pass
		-					Summary	
						Leg (T6)	95.7	Pass
						Diagonal	51.5	Pass
						(T3)		
						Horizontal	51.2	Pass
						(T7)		
						Top Girt	7.9	Pass
						(T4)		
						Bolt Checks	89.8	Pass
						RATING =	95.7	Pas



COMPANY, INC.

P.O. Box 508 1213 Compressor Dr. Mayfield, KY 42066

Phone: 270-247-3642 Fax: 270-247-0909

WWW.WORLDTOWER.COM



« OE/AAA

Notice of Proposed Construction or Alteration - Off Airport

Sponsor: East Kentucky Network, LLC Project Name: EAST -000167181-11

Details for Case: Nolan

Show Project Summary

Case Status

ASN:

2011-ASO-972-OE

Status:

Accepted

Date Accepted: 02/11/2011

Date Determined:

Letters:

None

Documents: 02/11/2011 🔁 Nolan_Survey.pdf

02/11/2011 📆 Nolan_Survey.pdf

Construction / Alteration Information

Notice Of:

Construction

Duration:

Permanent

Work Schedule - Start:

if Temporary: Months: Days:

03/01/2011

Work Schedule - End:

03/15/2011

State Filing: Filed with State **Structure Summary**

Structure Type:

Structure Name: Nolan

NOTAM Number:

FCC Number:

Prior ASN:

Structure Details

Latitude: 37° 45' 45.42" N 82° 18' 57.62" W Longitude:

NAD83 **Horizontal Datum:**

1016 (nearest foot) Site Elevation (SE): 190 (nearest foot)

Structure Height (AGL):
* If the entered AGL is a proposed change to an existing structure's height include the current

AGL in the Description of Proposal.

Requested Marking/Lighting: None

Other:

Recommended Marking/Lighting:

Current Marking/Lighting: N/A New Structure

Other:

Nearest State:

Nearest City:

Kentucky

Description of Location:

On the Project Summary page upload any certified survey.

Description of Proposal:

Approx. 1.8 mi NNE of Nolan (Martin), KY

A new 180' tower with top-mounted antennas (overall height of 190'

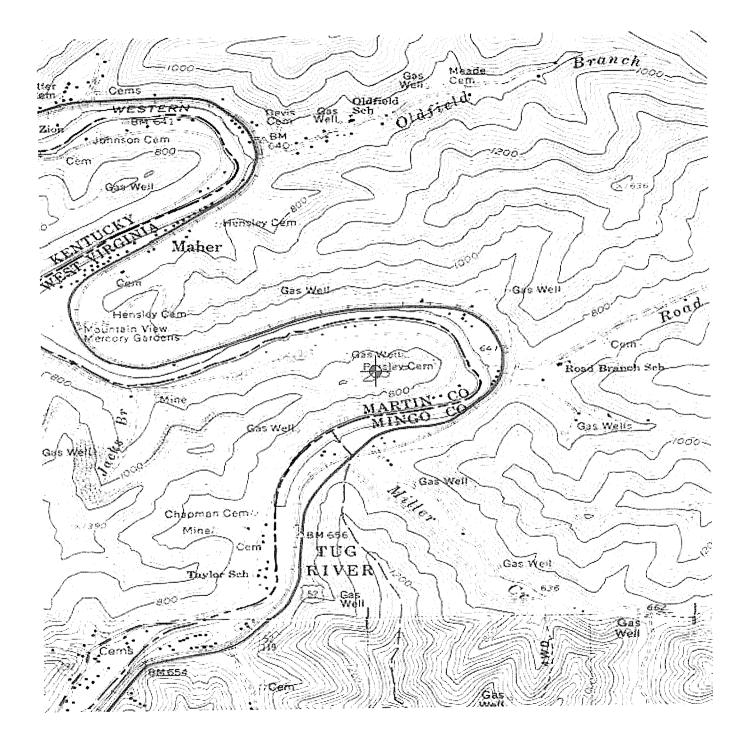
AGL)

Nolan

Common Frequency Bands

Low Freq	High Freq	Freq Unit	ERP	ERP Unit
698	806	MHz	1000	W
806	824	MHz	500	W
824	849	MHz	500	W
851	866	MHz	500	W
869	894	MHz	500	W
896	901	MHz	500	W
901	902	MHz	7	W
930	931	MHz	3500	W
931	932	MHz	3500	W
932	932.5	MHz	17	dBW
935	940	MHz	1000	W
940	941	MHz	3500	W
1850	1910	MHz	1640	W
1930	1990	MHz	1640	W
2305	2310	MHz	2000	W
2345	2360	MHz	2000	W

Specific Frequencies



2/11/2011 10:36 AM

Lynn Haney

From:

Gerald Robinette [grobinette110@ekn.com]

Sent:

Wednesday, February 16, 2011 8:06 AM

To:

Ihaney@ekn.com

Subject:

FW: 638 - KAZC study request for the construction of Nolan site

Importance: Low

FYI

From: Ali Kuzehkanani [mailto: AKuzehkanani@fcclaw.com]

Sent: Tuesday, February 15, 2011 2:09 PM

To: Marty Thacker **Cc:** Gerald Robinette

Subject: FW: 638 - KAZC study request for the construction of Nolan site

Importance: Low

From: Houlihan, John (KYTC) [mailto:John.Houlihan@ky.gov]

Sent: Tuesday, February 15, 2011 12:41 PM

To: Ali Kuzehkanani

Subject: RE: 638 - KAZC study request for the construction of Nolan site

Importance: Low

Ali,

The above subject <u>does not</u> require a permit from the Kentucky Airport Zoning Commission. The antenna does not exceed any of the following criteria:

602 KAR 50:030. Jurisdiction of the Kentucky Airport Zoning Commission.

RELATES TO: KRS 183.861, 183.865, 183.867, 183.870

STATUTORY AUTHORITY: KRS 183.861

NECESSITY, FUNCTION, AND CONFORMITY: KRS 183.867 specifies that the commission has jurisdiction over zoning for all public use and military airports. This administrative regulation defines the areas over which the Kentucky Airport Zoning Commission has jurisdiction for the purpose of zoning in accordance with KRS Chapter 183 and specifics when the owner or person who has control over a structure which encroaches on the jurisdiction of the Kentucky Airport Zoning Commission shall apply for a permit.

Section 1. The commission has zoning jurisdiction over that airspace over and around the public use and military airports within the Commonwealth which lies above the imaginary surface that extends outward and upward at one (1) of the following slopes:

- (1) 100 to one (1) for a horizontal distance of 20,000 feet from the nearest point of the nearest runway of each public use and military airport with at least one (1) runway 3,200 feet or more in length; or
- (2) Fifty (50) to one (1) for a horizontal distance of 10,000 feet from the nearest point of the nearest runway of each public use and military airport with its longest runway less than 3,200 feet in actual length.

Section 2. The commission has zoning jurisdiction over the use of land and structures within public

use airports within the state.

Section 3. The commission has jurisdiction from the ground upward within the limits of the primary and approach surfaces of each public use and military airport as depicted on Airport Zoning Maps approved by the Kentucky Airport Zoning Commission.

Section 4. The commission has jurisdiction over the airspace of the Commonwealth that exceeds 200 feet in height above ground level.

Section 5. The owner or person who has control over a structure which penetrates or will penetrate the airspace over which the commission has jurisdiction shall apply for a permit from the commission in accordance with 602 KAR 50:090. (KAV-9-1; 1 Ky.R. 807; eff. 5-14-75; Am. 2 Ky.R. 306; eff. 3-10-76; 5 Ky.R. 599; eff. 3-7-79; 10 Ky.R. 445; eff. 1-4-84; 14 Ky.R. 267; eff. 9-10-87; 19 Ky.R. 800; eff. 11-4-92; 27 Ky.R. 2228; 2774; eff. 4-9-2001.)

Please keep this email for your records. Thank you.

From: Ali Kuzehkanani [mailto:AKuzehkanani@fcclaw.com]

Sent: Friday, February 11, 2011 11:03 AM **To:** KYTC Airport Zoning Comm (KYTC) **Cc:** Gerald Robinette; Marty Thacker

Subject: 638 - KAZC study request for the construction of Nolan site

Dear Madam/Sir:

Forwarded herewith in accordance with KRS 183.990 and Chapter 50 of Title 602 of the Kentucky Administrative Regulations, is an "Application for Permit to Construct or Alter a Structure" (Form TC 56-50) for a new 180-foot communications support structure (Nolan) proposed near Nolan (Martin), KY. The site is located approximately 1.8 mi NNE of Nolan (Martin), KY at geographic coordinates (NAD83) N 37-45-45.42; W 82-18-57.62.

Attached is a copy of the electronic FAA 7460-1 filing. A copy of the final FAA determination will be provided to you as soon as it is issued.

Please let me know if you have any questions or require any additional information.

Thank you in advance for your help in this matter.

Regards

Ali Kuzehkanani

Director of Engineering Lukas, Nace, Gutierrez & Sachs, LLP 8300 Greensboro Drive, Suite 1200 McLean, VA 22102

Direct (703) 584-8667 Mobile (703) 927-1961 Fax (703) 584-8696

Fax (703) 584-8696 Email ali@fcclaw.com

Email <u>akuzehkanani@fcclaw.com</u>

FINANCIAL REPORT

December 31, 2009

CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS	1
FINANCIAL STATEMENTS	
Balance sheets Statements of income Statements of members' equity Statements of cash flows Notes to financial statements	2 3 4 5 6-13
INDEPENDENT AUDITOR'S REPORT ON THE SUPPLEMENTARY INFORMATION	14
SUPPLEMENTARY INFORMATION	
Statement of income detail	15 and 16



Jones, Nale & Mattingly PLC

INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying balance sheets of East Kentucky Network, LLC, dba Appalachian Wireless as of December 31, 2009 and 2008 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, 2009 and 2008 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.

Louisville, Kentucky

Jones, Male : Mattingly Pic

February 26, 2010

BALANCE SHEETS December 31, 2009 and 2008

ASSETS	2009	2008
CURRENT ASSETS		
Cash and cash equivalents	\$ 2,874,412	\$ 5,145,165
Short-term investments	100,000	100,000
Accounts receivable, less allowance for doubtful		1
accounts of \$1,405,597 in 2009 and \$1,054,283 in 2008	7,806,718	6,246,970
Accounts receivable, members (Notes 5 and 6)	87,192	88,078
Inventory	5,699,380	3,053,445
Prepaid expenses	537,143	411,948
Total current assets	\$ 17,104,845	\$ 15,045,606
PROPERTY, PLANT AND EQUIPMENT (Note 3)		;
Plant in service:	# 07 ASS SCO	ው <u>ጎር ነርስ ነ</u> ገለ
General support	\$ 27,455,560	\$ 25,380,330
MTSO equipment	22,282,589	20,505,774
Cell equipment	64,198,981	55,340,782
Paging equipment	3,321,068	3,321,068
Fiber ring	7,675,975	7,429,057
Unfinished plant	3,675,759	1,951,193
	\$128,609,932	\$113,928,204
Less accumulated depreciation	57,070,186	48,072,427
	\$ 71,539,746	\$ 65,855,777
OTHER ASSETS		
Investment in affiliated company, RTFC	\$ 112,712	\$ 112,712
Intangible assets, net of accumulated amortization		
of \$4,389,605 in 2009 and \$3,707,354 in 2008 (Note 2)	4,578,754	5,261,006
Other	19,712	19,712
	\$ 4,711,178	\$ 5,393,430
	\$ 93,355,769	\$ 86,294,813

LIABILITIES AND MEMBERS' EQUITY	2009	2008
CURRENT LIABILITIES	•	
Current maturities of long-term debt (Note 3)	\$ 2,685,714	\$ 3,852,381
Accounts payable	2,033,336	1,772,238
Accounts payable, member (Notes 5 and 6)	35,206	49,579
Accrued expenses	1,519,862	1,208,138
Deferred revenue, advance billings	2,133,743	1,887,230
Customer deposits	574,996	600,872
Total current liabilities	\$ 8,982,857	\$ 9,370,438
LONG-TERM DEBT, less current maturities (Note 3)	\$ 13,559,207	\$ 16,388,735
	<u> </u>	Ψ 10,300,733
INTEREST RATE SWAPS (Note 8)	\$ 1,384,261	\$ 2,067,821
MEMBERS' EQUITY		
Members' capital accounts	\$ 70,813,705	\$ 60,535,640
Accumulated other comprehensive (loss)	(1,384,261)	(2,067,821)
	\$ 69,429,444	\$ 58,467,819
	\$ 93,355,769	\$ 86,294,813

:

STATEMENTS OF INCOME Years Ended December 31, 2009 and 2008

	2009	2008
REVENUE		
Retail	\$ 46,125,449	\$ 40,207,998
Roamer	16,777,789	12,592,115
Long distance	195,754	214,296
Paging	488,500	566,677
Equipment sales, cellular	2,198,961	2,248,939
Equipment sales, paging	93,942	35,777
Other	3,649,814	3,299,759
Total revenue	\$ 69,530,209	\$ 59,165,561
EXPENSES		
Cost of cellular service	\$ 15,223,905	\$ 12,861,903
Cost of paging service	339,051	332,386
Cost of equipment sales, cellular	13,508,510	11,656,367
Cost of equipment sales, paging	57,023	56,705
Customer service	1,364,596	1,313,033
Billing	1,657,074	1,383,121
Selling	4,188,213	3,731,205
Maintenance	2,595,663	1,838,940
Utilities	900,421	711,446
Bad debts	473,634	802,158
Cell site rental	244,023	214,620
Taxes and licenses	446,482	965,327
Advertising	3,815,728	2,968,190
General and administrative	3,666,329	3,106,380
Occupancy	632,810	403,800
Depreciation	9,105,095	7,703,016
Amortization	839,546	693,384
Total expenses	\$ 59,058,103	\$ 50,741,981
Income from operations	\$ 10,472,106	\$ 8,423,580
OTHER INCOME (EXPENSE)	\$ 31,040	\$ 56,023
Interest income	·	
Interest expense	(1,424,984)	(1,242,505)
Universal Service Fund income (Note 7)	7,045,378	6,680,698 \$ 5,494,216
	\$ 5,651,434	\$ 5,494,216
Net income	\$ 16,123,540	<u>\$ 13,917,796</u>

STATEMENTS OF MEMBERS' EQUITY Years Ended December 31, 2009 and 2008

	Cellular Services, LLC	Gearhart Communi- cations Company, Inc.	Mountain Tele- communi- cations, Inc.	Thacker- Grigsby Telephone Co., Inc.	Peoples Rural Telephone Coop- erative Corp- oration, Inc.	Total
Balance, January 1, 2008 Comprehensive income:	\$10,044,087	\$10,044,087	\$10,044,086	\$10,044,086	\$10,044,086	\$50,220,432
Net income Change in fair value of	2,783,559	2,783,559	2,783,560	2,783,559	2,783,559	13,917,796
interest rate swaps	(299,038)	(299,038)	(299,038)	(299,038)	(299,037)	(1,495,189)
Total comprehensive income	\$ 2,484,521	\$ 2,484,521	\$ 2,484,522	\$ 2,484,521	\$ 2,484,522	\$12,422,607
Capital distributions	(835,044)	(835,044)	(835,044)	(835,044)	(835,044)	(4,175,220)
Balance, December 31, 2008	\$11,693,564	\$11,693,564	\$11,693,564	\$11,693,563	\$11,693,564	\$58,467,819
Comprehensive income: Net income Change in fair value of	3,224,708	3,224,708	3,224,708	3,224,708	3,224,708	16,123,540
interest rate swaps	136,712	136,712	136,712	136,712	136,712	683,560
Total comprehensive income	\$ 3,361,420	\$ 3,361,420	\$ 3,361,420	\$ 3,361,420	\$ 3,361,420	\$16,807,100
Capital distributions Balance, December 31, 2009	(1,169,095) \$13,885,889	(1,169,095) \$13,885,889	(1,169,095) \$13,885,889	(1,169,095) \$13,885,888	(1,169,095) \$13,885,889	(5,845,475) \$69,429,444

STATEMENTS OF CASH FLOWS Years Ended December 31, 2009 and 2008

Net income		2009	2008
Adjustments to reconcile net income to net cash provided by operating activities: Depreciation 9,105,095 7,703,016 Amortization 839,546 693,384 Loss (gain) on disposition of property, plant, and equipment 82,302 (3,723) Changes in assets and liabilities, net of the effects of investing and financing activities: (Increase) in accounts receivable (1,559,748) (1,199,357) (Increase) decrease in accounts receivable, members 886 (8,275) (Increase) decrease in accounts receivable, members 886 (8,275) (Increase) decrease in prepaid expenses (125,195) 19,911 Decrease in other assets - 969 Increase in accounts payable 261,098 834,045 Increase (decrease) in accounts payable, member (14,373) 4,312 Increase in accounte expenses 311,724 84,489 Increase in deferred revenue, advance billings 246,513 381,239 Increase (decrease) in customer deposits 25,876 147,402 Net cash provided by operating activities \$22,599,577 \$22,501,020 CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment \$(15,028,659) \$(19,196,297) Proceeds from sale of property, plant and equipment - 11,500 Purchase of intangible assets - (1,650,275) Net cash (used in) investing activities \$(15,028,659) \$(19,196,297) Proceeds from sale of property, plant and equipment - (16,60,275) Net cash (used in) investing activities \$(15,028,659) \$(20,835,072) CASH FLOWS FROM FINANCING ACTIVITIES Capital distributions \$(15,028,659) \$(10,000)			
Depreciation		\$ 16,123,540	\$ 13,917,796
Depreciation			
Amortization		0.105.005	7 702 016
Loss (gain) on disposition of property, plant, and equipment Changes in assets and liabilities, net of the effects of investing and financing activities: (Increase) in accounts receivable (1,559,748) (1,199,357) (1,000,000) (1,00			
Changes in assets and liabilities, net of the effects of investing and financing activities: (Increase) in accounts receivable (1,559,748) (1,199,357) (Increase) in accounts receivable, members (2,645,935) (74,188) (Increase) in inventory (2,645,935) (74,188) (Increase) decrease in prepaid expenses (125,195) 19,911 Decrease in other assets		-	-
(Increase) in accounts receivable, members (1,559,748) (1,199,357) (Increase) decrease in accounts receivable, members 886 (8,275) (Increase) in inventory (2,645,935) (74,188) (Increase) decrease in prepaid expenses (125,195) 19,911 Decrease in other assets	Changes in assets and liabilities, net of the effects	62,302	(3,723)
(Increase) decrease in accounts receivable, members (86 (3,275) (Increase) in inventory (2,645,935) (74,188) (Increase) decrease in prepaid expenses (125,195) 19,911 Decrease in other assets 969 Increase in accounts payable 261,098 834,045 Increase in accounts payable, member (14,373) 4,312 Increase in deferred expenses 311,724 84,489 Increase in deferred revenue, advance billings 246,513 381,239 Increase in deferred revenue, advance billings 26,585 (19,916,699) 12,790,29 </td <td></td> <td>(1 550 740)</td> <td>(1.100.257)</td>		(1 550 740)	(1.100.257)
(Increase) in inventory (2,645,935) (74,188) (Increase) decrease in prepaid expenses (125,195) 19,911 Decrease in other assets 969 Increase in accounts payable 261,098 834,045 Increase (decrease) in accounts payable, member (14,373) 4,312 Increase in accorned expenses 311,724 84,489 Increase in deferred revenue, advance billings 226,5876 147,402 Net cash provided by operating activities \$22,599,577 \$22,501,020 CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment \$ (15,028,659) \$ (19,196,297) Proceeds from sale of property, plant and equipment - 11,500 11,500 Purchase of intangible assets (1,650,275) \$ (20,835,072) CASH FLOWS FROM FINANCING ACTIVITIES S (5,845,475) \$ (4,790,603) Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents			• • • • •
(Increase) decrease in prepaid expenses (125,195) 19,911 Decrease in other assets - 969 Increase in accounts payable 261,098 834,045 Increase (decrease) in accounts payable, member (14,373) 4,312 Increase in accrued expenses 311,724 84,489 Increase in deferred revenue, advance billings 246,513 381,239 Increase (decrease) in customer deposits (25,876) 147,402 Net cash provided by operating activities \$ 22,599,577 \$ 22,501,020 CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment \$ (15,028,659) \$ (19,196,297) Proceeds from sale of property, plant and equipment - 11,500 11,500 Purchase of intangible assets - 21,501,020 (1,650,275) Net cash (used in) investing activities \$ (15,028,659) \$ (20,835,072) CASH FLOWS FROM FINANCING ACTIVITIES \$ (15,028,659) \$ (20,835,072) Cash and long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities <	·		
Decrease in other assets			
Increase in accounts payable 261,098 834,045 Increase (decrease) in accounts payable, member (14,373) 4,312 Increase in accrued expenses 311,724 84,489 Increase in deferred revenue, advance billings 246,513 381,239 Increase (decrease) in customer deposits (25,876) 147,402 Net cash provided by operating activities \$22,599,577 \$22,501,020 CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment \$(15,028,659) \$(19,196,297) Proceeds from sale of property, plant and equipment 11,500 Purchase of intangible assets (1,650,275) Net cash (used in) investing activities \$(15,028,659) \$(20,835,072) CASH FLOWS FROM FINANCING ACTIVITIES Capital distributions \$(5,845,475) \$(4,790,603) Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$(9,841,670) \$1,770,513 Net increase (decrease) in cash and cash equivalents \$(2,270,752) \$3,366,461 Cash and cash equivalents: Beginning \$5,145,165 1,778,704 Ending \$2,874,413 \$5,145,165		(125,195)	
Increase (decrease) in accounts payable, member		261.000	
Increase in accrued expenses 311,724 84,489 Increase in deferred revenue, advance billings 246,513 381,239 Increase (decrease) in customer deposits (25,876) 147,402 Net cash provided by operating activities \$22,599,577 \$22,501,020 CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment \$(15,028,659) \$(19,196,297) Proceeds from sale of property, plant and equipment - 11,500 Purchase of intangible assets - 2 (1,650,275) (1650,275) Net cash (used in) investing activities \$(15,028,659) \$(20,835,072) (1,650,275)			
Increase in deferred revenue, advance billings 246,513 381,239 Increase (decrease) in customer deposits (25,876) 147,402 (25,876)			
Increase (decrease) in customer deposits			
Net cash provided by operating activities \$ 22,599,577 \$ 22,501,020 CASH FLOWS FROM INVESTING ACTIVITIES Purchase of property, plant and equipment \$ (15,028,659) \$ (19,196,297) Proceeds from sale of property, plant and equipment 11,500 Purchase of intangible assets (1,650,275) Net cash (used in) investing activities \$ (15,028,659) \$ (20,835,072) CASH FLOWS FROM FINANCING ACTIVITIES \$ (5,845,475) \$ (4,790,603) Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: \$ 5,145,165 1,778,704 Ending \$ 2.874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION \$ 2.874,413 \$ 5,145,165		•	-
CASH FLOWS FROM INVESTING ACTIVITIES \$ (15,028,659) \$ (19,196,297) Proceeds from sale of property, plant and equipment 11,500 Purchase of intangible assets (1,650,275) Net cash (used in) investing activities \$ (15,028,659) \$ (20,835,072) CASH FLOWS FROM FINANCING ACTIVITIES \$ (5,845,475) \$ (4,790,603) Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: Beginning 5,145,165 1,778,704 Ending \$ 2.874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION \$ (2,270,752) \$ 3,366,461	· · · · · · · · · · · · · · · · · · ·		
Purchase of property, plant and equipment \$ (15,028,659) \$ (19,196,297) Proceeds from sale of property, plant and equipment 11,500 Purchase of intangible assets (1,650,275) Net cash (used in) investing activities \$ (15,028,659) \$ (20,835,072) CASH FLOWS FROM FINANCING ACTIVITIES Capital distributions \$ (5,845,475) \$ (4,790,603) Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: Beginning 5,145,165 1,778,704 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION \$ (2,270,752) \$ (3,270,752)	rect cash provided by operating activities	<u> </u>	\$ 22,301,020
Purchase of property, plant and equipment \$ (15,028,659) \$ (19,196,297) Proceeds from sale of property, plant and equipment 11,500 Purchase of intangible assets (1,650,275) Net cash (used in) investing activities \$ (15,028,659) \$ (20,835,072) CASH FLOWS FROM FINANCING ACTIVITIES Capital distributions \$ (5,845,475) \$ (4,790,603) Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: Beginning 5,145,165 1,778,704 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION \$ (2,270,752) \$ (3,270,752)	CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment 11,500 Purchase of intangible assets (1,650,275) Net cash (used in) investing activities \$ (15,028,659) \$ (20,835,072) CASH FLOWS FROM FINANCING ACTIVITIES Capital distributions \$ (5,845,475) \$ (4,790,603) Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: Beginning 5,145,165 1,778,704 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION \$ 2,874,413 \$ 5,145,165		\$ (15 028 659)	\$ (19 196 297)
Purchase of intangible assets		Φ (13,020,033)	
Net cash (used in) investing activities \$ (15,028,659) \$ (20,835,072) CASH FLOWS FROM FINANCING ACTIVITIES \$ (5,845,475) \$ (4,790,603) Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: Beginning 5,145,165 1,778,704 Ending \$ 2.874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION \$ 2.874,413 \$ 5,145,165			
CASH FLOWS FROM FINANCING ACTIVITIES \$ (5,845,475) \$ (4,790,603) Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: 5,145,165 1,778,704 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION \$ 2,874,413 \$ 5,145,165		\$ (15.028.659)	
Capital distributions \$ (5,845,475) \$ (4,790,603) Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: Beginning 5,145,165 1,778,704 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	The and (most m) who me as the control	Ψ(10,020,000)	Φ (20,033,072).
Capital distributions \$ (5,845,475) \$ (4,790,603) Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: Beginning 5,145,165 1,778,704 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term borrowings 10,200,000 8,250,000 Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: 5,145,165 1,778,704 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION \$ 2,874,413 \$ 5,145,165		\$ (5,845,475)	\$ (4,790,603)
Payments on long-term borrowings (14,196,195) (1,758,884) Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: 5,145,165 1,778,704 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION \$ 2,874,413 \$ 5,145,165			
Net cash provided by (used in) financing activities \$ (9,841,670) \$ 1,700,513 Net increase (decrease) in cash and cash equivalents \$ (2,270,752) \$ 3,366,461 Cash and cash equivalents: 5,145,165 1,778,704 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION			
Cash and cash equivalents: Beginning 5,145,165 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION			
Beginning 5,145,165 1,778,704 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	Net increase (decrease) in cash and cash equivalents	\$ (2,270,752)	\$ 3,366,461
Beginning 5,145,165 1,778,704 Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	Cash and each equivalents:		
Ending \$ 2,874,413 \$ 5,145,165 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	•	5 145 165	1 778 704
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	245	5,115,105	2,7,0,70.
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	Ending	\$ 2,874,413	\$ 5,145,165
	-		
Cash payments for interest <u>\$ 1,431,014</u> <u>\$ 1,178,953</u>			
	Cash payments for interest	\$ 1,431,014	\$ 1,178,953

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

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, LLC; 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 may exceed the 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 original maturities 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. Fair value is determined by quoted prices for similar certificates of deposit in active markets.

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, bond issuance costs, loan fees and use of name are recorded at cost and are being amortized over the life of the asset by the straight-line method.

Recognition of revenue

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

Advertising

Advertising costs are expensed as incurred. At December 31, 2009 and 2008, these costs were \$3,815,729 and \$2,968,190, 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.

Management evaluates its potential exposures from tax positions taken that have or could be challenged by taxing authorities. These potential exposures result because taxing authorities may take positions that differ from those taken by management in the interpretation and application of statutes, regulations, and rules. There are no tax positions for which the ultimate deductibility is highly uncertain included in the accompanying financial statements.

The Company recognizes interest accrued related to unrecognized tax benefits in interest expense and penalties in operating expenses. The Company did not recognize any interest or penalties during the years ended December 31, 2009 and 2008.

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.

Comprehensive income

Comprehensive income consists of net income and other comprehensive income. Other comprehensive income includes the change in fair value of interest rate swaps which is also recognized as a separate component of equity.

Note 1. Summary of Significant Accounting Policies (Continued)

Subsequent events

Management has evaluated subsequent events through February 26, 2010, the date the financial statements were available to be issued.

Reclassification

Certain amounts presented in the prior period have been restated to conform with the current year presentation.

Note 2. Intangible Assets

Intangible assets consist of the following at December 31, 2009:

	Gross Amount	Accumulated Amortization
Customer lists	\$ 5,363,530	\$ (3,225,882)
Non-compete agreements	220,348	(165,657)
FCC licenses	2,452,368	(717,074)
Use of name	10,000	(6,335)
Other	922,114	(274,657)
	\$ 8,968,360	\$ (4,389,605)

Intangible assets consist of the following at December 31, 2008:

	Gross Amount	Accumulated Amortization
Customer lists	\$ 5,363,530	\$ (2,868,564)
Non-compete agreements	220,348	(150,977)
FCC licenses	2,452,368	(544,730)
Use of name	10,000	(5,669)
Other	922,114	(137,414)
	\$ 8,968,360	\$ (3,707,354)

Note 2. Intangible Assets (Continued)

Aggregate amortization expense related to these intangible assets for the years ended December 31, 2009 and 2008 totaled \$682,251 and \$575,586, respectively. The following represents the total estimated amortization of intangible assets for each of the succeeding five years:

Year ending December 31:

2010	\$ 680,000
2011	680,000
2012	680,000
2013	660,000
2014	620,000

Note 3. Long-Term Debt

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

	Village and	2009	2008
Note payable, Fifth Third Bank (a)	\$	9,033,333	\$ 11,600,000
Line of credit, Fifth Third Bank (b)			
Note payable, Fifth Third Bank (c)		7,211,588	8,641,116
	\$	16,244,921	\$ 20,241,116

(a) On February 28, 2006, the Company issued \$14,200,000 in adjustable rate notes to restructure its debt. The notes were issued pursuant to a trust indenture between the Company and U.S. Bank National Association. Principal and interest on the notes are paid from funds drawn by the Trustee under an irrevocable letter of credit issued by Fifth Third Bank. The Notes are collateralized by the assets of the Company and mature on February 1, 2016. The Notes bear interest at a floating interest rate as determined by U.S. Bank National Association (4.60% at 12/31/08). However, the Company entered into an interest rate swap contract (original notional amount of \$14,200,000) that effectively converted its floating-rate debt into a fixed-rate of 8.02%.

On February 2, 2009, the Company refinanced the remaining \$10,200,000 of the note with a new note payable that matures November 1, 2013 and is collateralized by the assets of the Company. Interest on the note is floating at monthly LIBOR plus 1.75% as determined by Fifth Third Securities, Inc. (1.99% at 12/31/09). The Company also renegotiated the terms of the interest rate swap contract and entered into an interest rate swap contract (original notional amount of \$10,200,000) that effectively converts its floating-rate debt into a fixed rate of 7.46% (see Note 8). The note is payable in monthly installments of \$116,667 plus interest through February 1, 2012 and \$125,000 plus interest thereafter through November 1, 2013 with a balloon payment due at maturity.

Note 3. Long-Term Debt (Continued)

- (b) The line of credit agreement with Fifth Third Bank provides for borrowing up to \$2,000,000. The agreement carries a variable interest rate (3.24% at 12/31/09), is secured by the assets of the Company, and is due September 1, 2010.
- (c) On September 1, 2008, the Company borrowed \$9,000,000 to restructure existing debt, purchase new equipment and upgrade dexisting equipment. The note is collateralized by the assets of the Company. Interest on the note is floating at monthly LIBOR plus 3.00% as determined by Fifth Third Securities, Inc (3.24% at 12/31/09). The Company also entered into an interest rate swap contract (original notional amount of \$9,000,000) that effectively converts its floating-rate debt into a fixed rate of 7.20% (see Note 8). The note is payable in monthly installments of \$107,143 plus interest with a balloon payment due on September 1, 2013.

Under terms of the Notes, the Company has also agreed, among other things, to maintain minimum debt service coverage and minimum debt to tangible worth ratios. The Company was in violation of certain of these covenants as of December 31, 2009; however, these violations have been waived by the noteholder.

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:

\$ 2,685,714	\$ 2010
2,685,714	2011
2,769,048	2012
8,104,445	2013
·-	2014

Note 4. Retirement Plans

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 \$124,071 and \$112,235 in matching funds for its 401(k) plan during the years ended December 31, 2009 and 2008, 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 \$421,669 and \$371,105 to its retirement savings plan during the years ended December 31, 2009 and 2008, respectively.

Note 5. Related Party Transactions

The Company shares personnel with three of its members. The Company paid \$210,990 and \$157,825 for shared personnel during the years ended December 31, 2009 and 2008, respectively. The Company also leased offices and warehouse space from three members. The leases are for an unspecified length of time. The annual lease expense related to these leases was \$20,483 and \$20,301 during the years ended December 31, 2009 and 2008, respectively.

The Company incurred interconnection, telephone, cable and internet access charges from its members aggregating \$1,111,251 and \$1,047,239 for the years ended December 31, 2009 and 2008, respectively.

The Company leases two cellular tower sites from the officers and majority shareholders of a member. The annual lease expense related to these leases was \$2,400 for both years ended December 31, 2009 and 2008. The leases are for an unspecified length of time. The Company also pays part of an annual lease for sharing a tower with a member for an annual fee of \$450. In addition, the Company leases one other site from a company owned by a member. The annual lease expense related to this lease for the years ended December 31, 2009 and 2008 amounted to \$11,700 and \$3,600, respectively. The Company leases cellular tower sites from the parent company of one of its other members. The annual lease expense related to these leases was \$12,463 for both years ended December 31, 2009 and 2008. The leases are for five years with options to renew.

The Company pays commissions to its members for phone sales to customers. The amount of commissions paid to related parties during the years ended December 31, 2009 and 2008 was \$45,420 and \$51,872, respectively.

The Company pays fees to companies owned by its members for advertisement in telephone directories, television and on local billboards. The amount of advertising paid to related parties was \$54,522 and \$98,276 for the years ended December 31, 2009 and 2008, 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 was \$1,194,626 and \$1,612,227 for the years ended December 31, 2009 and 2008, respectively. Rental income earned from the Company's members from these leases was \$799,054 and \$780,931 for the years ended December 31, 2009 and 2008, respectively.

Note 6. Operating Leases (Continued)

Investments in operating leases are as follows at December 31:

	2009	2008
Fiber ring	\$ 7,675,975	\$ 7,429,057
Accumulated depreciation	(2,623,141)	(2,143,096)
	\$ 5,052,834	\$ 5,285,961

The future minimum rental payments expected to be received under these lease agreements for each of the succeeding five years are approximately \$1,200,000 each year.

The Company has also entered into lease agreements to obtain fiber optic transmission and digital microwave transmission services; and to rent retail office facilities. The terms of these leases are between 5 and 15 years. Total rental expense incurred from these operating lease commitments included in the statements of income was \$1,070,826 and \$805,277 for the years ended December 31, 2009 and 2008, respectively. Rental expense incurred from the Company's members from these leases was \$488,725 and \$291,461 for the years ended December 31, 2009 and 2008, respectively. The future minimum lease payments required under these lease agreements for each of the succeeding five years are approximately \$825,000 each year.

Note 7. Eligible Telecommunication Carrier

During 2005, the Company was granted Eligible Telecommunication 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 \$7,045,378 and \$6,680,698 for 2009 and 2008, respectively.

Note 8. Derivative Financial Instruments, Interest Rate Swaps

The Company entered into two interest rate swap contracts with Fifth Third Bank for the purpose of converting floating-rate interest on its long-term debt to fixed rates. The interest rate swap effectively fixed \$10,200,000 at a rate of 7.46% until February 1, 2016 and fixed \$9,000,000 at a rate of 7.20% until September 1, 2013.

Under the swap contracts, the Company pays interest at 5.71% and 4.20% on the notional amounts and receives interest at LIBOR observed monthly (0.24% at December 31, 2009). The interest rate swaps qualify as, and are designated as, cash flow hedges. The swaps are designed to hedge the risk of changes in interest payments on the notes caused by changes in LIBOR. The notional amounts do not represent actual amounts exchanged by the parties, but instead represent the amounts on which the contracts are based.

Note 8. Derivative Financial Instruments, Interest Rate Swaps (Continued)

The swaps were issued at market terms so that they had no fair value or carrying value at their inception. The carrying amount of the swaps has been adjusted to their fair value at the end of the year, which because of changes in forecasted levels of LIBOR, resulted in reporting a liability for the fair value of the future net payments forecasted under the swaps. The swap contracts permit settlement prior to maturity only through termination by the Company. The settlement amounts are determined based on forecasted changes in interest rates required under fixed and variable legs of the swaps. The Company believes the settlement amounts are the best representation of the fair value of the swaps and has adjusted their carrying amounts to the settlement amounts at the end of the year.

The carrying amounts of the swaps are classified as noncurrent since management does not intend to terminate the swaps during 2010. Since the critical terms of the swaps and the notes are approximately the same, the swaps are assumed to be effective as hedges, and none of the changes in fair values are included in income. Accordingly, all of the adjustment of the swaps' carrying amount is reported as other comprehensive income or loss in the accompanying statements of members' equity. If the swaps are terminated early, the corresponding carrying amount would be reclassified into earnings. The Company does not hold or issue interest rate swaps or other financial instruments for trading purposes.



Jones, Nale & Mattingly PLC

INDEPENDENT AUDITOR'S REPORT ON THE SUPPLEMENTARY INFORMATION

To the Members East Kentucky Network, LLC dba Appalachian Wireless Prestonsburg, Kentucky 41653

Our audit was made for the purpose of forming an opinion on the basic financial statements for the years ended December 31, 2009 and 2008, taken as a whole. The supplementary information shown on pages 15 and 16 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information for the years ended December 31, 2009 and 2008, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Jones. Male & Mattingly Pac

Louisville, Kentucky February 26, 2010

STATEMENTS OF INCOME DETAIL

	Year Ended December 31, 2009								
	RSA #9								
	Appalachian	Mountaineer	Ring	PCS_	Totals				
REVENUE									
Retail	\$27,227,441	\$ 17,352,651	\$	\$ 1,545,357	\$46,125,449				
Roamer	12,256,698	4,387,287	es	133,804	16,777,789				
Long distance	119,708	72,756		3,290	195,754				
Paging	240,506	247,994	~ ~		488,500				
Equipment sales, cellular	1,363,757	751,079		84,125	2,198,961				
Equipment sales, paging	66,723	27,219			93,942				
Other	1,384,703	925,590	1,155,365	184,156	3,649,814				
Total revenue	\$42,659,536	\$ 23,764,576	\$ 1,155,365	\$ 1,950,732	\$69,530,209				
EXPENSES									
Cost of cellular service	\$ 8,635,517	\$ 5,825,794	\$	\$ 762,594	\$15,223,905				
Cost of paging service	160,498	178,553			339,051				
Cost of equipment sales, cellular	7,855,184	4,947,332		705,994	13,508,510				
Cost of equipment sales, paging	35,917	21,106			57,023				
Customer service	862,503	478,603		23,490	1,364,596				
Billing	1,037,351	589,188		30,535	1,657,074				
Selling	2,288,986	1,872,857	~ -	26,370	4,188,213				
Maintenance	1,533,903	830,286	56,424	175,050	2,595,663				
Utilities	490,919	289,019	42,536	77,947	900,421				
Bad debts	232,507	267,438		(26,311)	473,634				
Cell site rental	102,587	83,076		58,360	244,023				
Taxes and licenses	222,113	145,361	55,166	23,842	446,482				
Advertising	2,527,103	1,056,900		231,725	3,815,728				
General and administrative	2,173,592	1,145,620	233,211	113,906	3,666,329				
Occupancy	138,973	85,094	383,360	25,383	632,810				
Depreciation	4,582,025	3,286,291	747,918	488,861	9,105,095				
Amortization	288,965	438,924	32,032	79,625	839,546				
Total expenses	\$33,168,643	\$ 21,541,442	\$ 1,550,647	\$ 2,797,371	\$59,058,103				
Income from operations	\$ 9,490,893	\$ 2,223,134	\$ (395,282)	\$ (846,639)	\$10,472,106				
OTHER INCOME (EXPENSE)									
Interest income	\$ 17,504	\$ 10,619	\$ 2,334	\$ 583	\$ 31,040				
Interest expense	(903,773)	(498,651)		(22,560)	(1,424,984)				
Universal Service Fund income	3,522,689	3,522,689	· · ·		7,045,378				
	\$ 2,636,420	\$ 3,034,657	\$ 2,334	\$ (21,977)	\$ 5,651,434				
Net income (loss)	\$12,127,313	\$ 5,257,791	\$ (392,948)	\$ (868,616)	\$16,123,540				

Year Ended December 31, 2008

Year Ended December 31, 2008							
RSA #9	RSA #10	Fiber					
<u>Appalachian</u>	Mountaineer	Ring	PCS	Totals			
\$24,574,346	\$15,406,704	\$	\$ 226,948	\$40,207,998			
9,424,434	3,125,657		42,024	12,592,115			
131,994	81,285		1,017	214,296			
259,547	307,130	~ ~		566,677			
1,492,348	689,288	wo wa	67,303	2,248,939			
20,869	14,908			35,777			
1,005,916	697,829	1,559,075	36,939	3,299,759			
\$36,909 <u>,454</u>	\$20,322,801	\$ 1,559,075	\$ 374,231	\$59,165,561			
\$ 7,464,380	\$ 5,305,238	\$	\$ 92,285	\$12,861,903			
148,346	184,040			332,386			
6,730,198	4,590,695	* **	335,474	11,656,367			
24,309	*32,396			56,705			
813,941	496,602		2,490	1,313,033			
873,600	505,623		3,898	1,383,121			
2,134,116	1,595,634		1,455	3,731,205			
1,035,157	697,495	39,468	66,820	1,838,940			
391,910	254,462	43,330	21,744	711,446			
491,883	302,032	н	8,243	802,158			
117,969	81,421		15,230	214,620			
576,748	250,317	121,722	16,540	965,327			
2,084,232	771,388		112,570	2,968,190			
1,802,346	1,056,315	226,927	20,792	3,106,380			
102,054	80,815	208,497	12,434	403,800			
3,939,105	2,891,653	725,234	147,024	7,703,016			
226,578	415,142	22,551	29,113	693,384			
\$28,956,872	\$19,511,268	\$ 1,387,729	\$ 886,112	\$50,741,981			
¢ 7 052 592	¢ 911 522	e 171346	g (511 gg1)	\$ \$ 423 580			
\$ 7,952,582	\$ 811,533	\$ 171,346	\$ (511,881)	\$ 8,423,580			
ф <u>А</u> 11/4	Ф 21.276	o 2221	e 1 <i>C</i> 2	ው <i>ፍር</i> ስጎን			
\$ 21,154	\$ 31,375	\$ 3,331	\$ 163	\$ 56,023			
(783,129)	(455,419)		(3,957)				
3,340,349	3,340,349	e 2221	g (2.704)	6,680,698			
\$ 2,578,374	\$ 2,916,305	\$ 3,331	\$ (3,794)	\$ 5,494,216			
\$10,530,956	<u>\$ 3,727,838</u>	\$ 174,677	\$ (515,675)	\$13,917,796			

STATEMENTS OF INCOME DETAIL (Continued)

				Year E	nde	d Decembe	er 3	1, 2009		
	RSA #9 RSA #10			Fiber						
	Αį	palachian	M	ountaineer		Ring		PCS		Totals
COST OF CELLULAR SERVICE		,A								
Roamer pass through charges	\$	5,678,216	\$	4,262,977	\$		\$	705,222	\$1	0,646,415
SCB interconnection		386,915		225,033				8,736		620,684
Local charges		2,483,054		1,394,735				76,935		3,954,724
Harold interconnection		147,008								147,008
Wheelwright interconnection		42,154								42,154
GTE interconnection		82,327		80,758				6,213		169,298
West Liberty interconnection		120,855								120,855
Chapman interconnection		100,023				* *		~ -		100,023
Salyersville interconnection		280,492						* *		280,492
Bluefield interconnection						Mr. No.				
Roanoke interconnection		9,504								9,504
Interconnect revenue		(804,398)		(509,320)				(36,485)	(1,350,203)
Fiber ring interconnection		91,884		113,896		** **		1,973		207,753
TGTC interconnection and DS3 charges				160,480						160,480
PRTC interconnection				97,235		~ ~				97,235
West Virginia interconnection		17,483				- ~				17,483
	\$	8,635,517	\$	5,825,794	\$	-	\$	762,594	\$1	5,223,905
COST OF PAGING SERVICE										
Paging maintenance	\$	6,700	\$	3,698	\$		\$		\$	10,398
Salaries and benefits	•	32,294		48,441						80,735
Tower rent		40,841		51,413				** **		92,254
Telephone expense		,		329		***				329
Expanded coverage costs				1,596						1,596
Interconnection charges		35,280		29,613						64,893
Office and billing expense		42,935		30,372						73,307
Other		2,448		13,091						15,539
W F0000	\$	160,498	\$	178,553	\$		\$		\$	339,051

Vear Ended December 31, 2008

		led.	December	31,	2008	
RSA #9	RSA #10		Fiber			
Appalachian	Mountaineer		Ring	~~~~	PCS	Totals
	_					
\$ 4,949,474	\$ 3,595,547	\$		\$	77,604	\$ 8,622,625
237,395	144,905				532	382,832
2,401,115	1,387,166				18,826	3,807,107
134,062			***			134,062
37,412	***		• •		m m	37,412
62,621	63,402					126,023
46,578						46,578
67,775	21,616				161	89,552
154,146	82,148				658	236,952
300			pr en			300
13,626						13,626
(715,726)	(453,368)				(5,653)	(1,174,747)
75,602	121,000				157	196,759
	171,590					171,590
	171,232					171,232
					-	
\$ 7,464,380	\$ 5,305,238	\$		\$	92,285	\$12,861,903
\$ 256	\$ 384	\$		\$	Mer 1994	\$ 640
30,752	46,129					76,881
45,095	75,005					120,100
·	131					131
	998					998
33,211	28,094					61,305
38,462	22,945					61,407
570	10,354		<i>n</i> ≠ ≈			10,924
\$ 148,346	\$ 184,040	\$	- H	\$		\$ 332,386
- 110,5710	- 101,010	<u> </u>		Ψ		¥ 222,200

Directions to Nolan Tower Site

From the Courthouse located in Inez Ky. Take Hwy 40 East 8.9 miles to the junction of route 40 and Hwy 292. Turn right onto Hwy 292 and continue on for 11 miles to Tower sign located on right of road. Blue and white ribbon marks the proposed road to the site. On the site is another sign marking the location.

Directions were prepared by Marty Thacker Appalachian Wireless 606-634-9505 Cell 606-785-2203 Office m.thacker@tgtel.com E mail THIS DEED OF CONVEYANCE, made and entered into this the day of of the first part and herein below referred to as "GRANTOR," and EAST KENTUCKY NETWORK, LLC, d/b/a APPALACHIAN WIRELESS, of 101 Technology Trail, Ivel, Kentucky 41642, party of the second part and herein below referred to as "GRANTEE" (the in-care of tax mailing address for the current tax year is c/o EAST KENTUCKY NETWORK, LLC of 101 Technology Trail, Ivel, Kentucky 41642.

W-I-T-N-E-S-S-E-T-H

That for and in consideration of the sum of Five Thousand Dollars (\$5,000), cash in hand paid by the GRANTEE unto the GRANTOR, the receipt of which is hereby acknowledged, GRANTOR does hereby sell and convey to the GRANTEE, a certain tract of land located on the waters of the Tug Fork of the Big Sandy River in Martin County, Kentucky and more particularly described as follows:

Unless stated otherwise, any monument referred to herein as a "Re-Bar with Cap" is a set 1/2" Re-Bar with Cap, 18' inches in length, with a yellow plastic cap stamped Summit Engineering, L.S. #2661. All bearings stated herein are referred to the Kentucky South State Plane Coordinate System NAD 1983.

Beginning at a set Re-Bar and Cap on the ridge North of the confluence of Miller Creek and the Tug Fork of the Big Sandy River and having Kentucky South State Plane Coordinates of N-2,178,787.86 E-2,632,822.51; Thence, serving the land Margaret Preece (D.B. 124 P. 621) and running down the hill N 28°36'18" W a distance of 74.99 to a Re-Bar and Cap; Thence, around the hill with the remaining land of Margaret Preece N 61°23'32" E a distance of 150.00' to a set Re-Bar and Cap; Thence, up the hill S 28°36'22" E a distance of 75.00' to a set Re-Bar and Cap on the ridge; Thence, down the hill S 28°36'21" E a distance of 75.00' to a

set Re-Bar and Cap; Thence, around the hill S 61°23'33" W a distance of 150.00' to a set Re-Bar and Cap; Thence, up the hill N 28°36'18" W a distance of 75.00 to the point of beginning and containing 22,498.53 square feet or 0.52 acres more or less according to a survey conducted by personnel under the direct supervision of Steven E. Haywood, PLS #2661 with Summit Engineering on the dates of April 9 and 13, 2010 and being a portion of the tract of land conveyed to Margaret Preece and Monty Preece, JR., her husband, now deceased, by Bessie Ellen Brewer and Benjamin Brewer, her husband, by deed dated January 23, 1996 which is of record in Deed Book 124 Page 621 in the records of the Marin County Court Clerk's office.

See also the attached Plat Map/Survey for further reference.

Grantor also conveys herein to Grantee, its successors and assigns and any third parties necessary to assist/accomplish. Grantee's business purposes herein, a right-of-way easement for ingress and egress across Grantor's property for all purposes reasonably necessary to Grantee's business, including, but not limited to, the right to construct and maintain a roadway across Grantor's property, construct and maintain transmission towers, power lines and poles, any and all utility lines such as electric, telephone, or fiber cables, and all other requisite appurtenances necessary to accomplish Grantee's business purposes.

TO HAVE AND TO HOLD unto the party of the second part together with all the appurtenances thereunto belonging unto the GRANTEE, its successors and assigns, with Covenants of GENERAL WARRANTY of Title.

IN TESTIMONY WHEREOF, the GRANTOR has hereunto subscribed her name all as of the day and year first above written.

Grantors:

MARGARET PREECF

CERTIFICATE OF CONSIDERATION

The undersigned individuals do hereby certify, pursuant to KRS Chapter 382, that the above-stated consideration in the amount of \$5,000.00, is the true, correct and full consideration paid for the property herein conveyed. We further certify our understanding that falsification of the consideration or sale price of the property is a Class D Felony, subject to one to five years imprisonment and fines up to \$10,000.00.

Grantor:

Margaret Prece

Grantee:

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

d/o/a AFFALACHIAN WIRELES.

Its General MANAGER/ CEU

STATE OF Kentucky COUNTY OF Johnson

The foregoing Instrument and Certificate of Consideration was duly subscribed, sworn to and acknowledged before me this 17, day of February, 2011, by MARGARET PREECE.

My Commission expires: 1-24-13
Andi Rich

NOTARY PUBLIC

STATE OF <u>Hentury</u> COUNTY OF <u>Floyer</u>

	The foregoing Cer				ribed, sworn	to and
acknowledged	before me this		of Feb	ruary		
Gerald	Robinette	for a	and on behalf c	of EAST KENT	UCKY NETW	VORK.
LLC, d/b/a/AP	PALACHIAN WIR	ELESS, as its	General A	Manager/CE	· <u>o</u> .	
The state of the s	My Commission ex	pires:	June 22	2013		
STATE Y					_	
å LARGE ? % KENTUCKY ?			Terro	M. a.		
W. C	WHIII	NO	OTARY PUBL	IC /		
ON PURLY						
White mountains with the same						
A1 11 11 11 11 11 11 11 11 11 11 11 11 1						

THIS INSTRUMENT WAS PREPARED BY:

SAM A. CARTER, ESQ.
SMITH, THOMPSON & CARTER, PLLC
P. O. BOX 1079
PIKEVILLE, KY 41502
(606) 432-2156

