

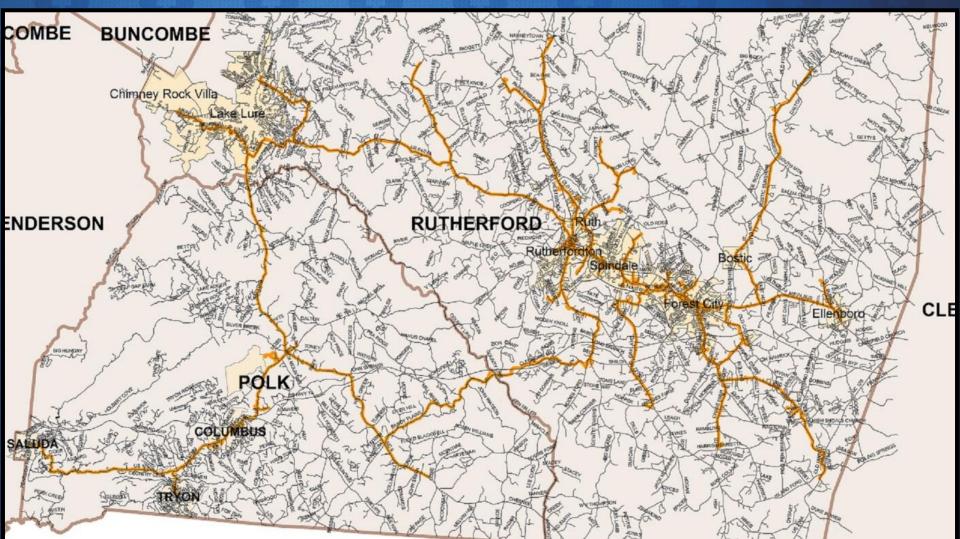
Broadband Communities Summit

Broadband is Like Oxygen to Rural America — What Technology and Companies Will Provide

April 14, 2015

Where Are We Today???





How Did We Get Here???

Community Need 2001

- Business customers: slow DSL, no other providers
- School system: High cost and poor service

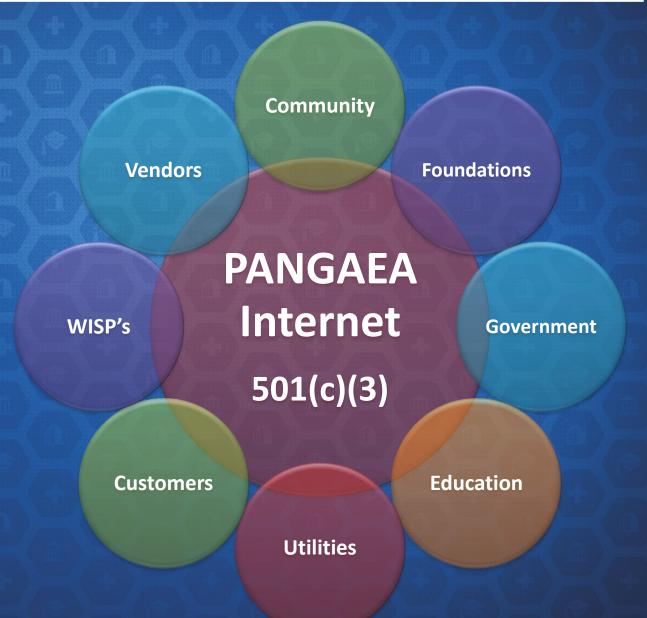




Community Leadership

- Volunteer Board of Directors
- Local contractors
- County schools and government

Public/Private Partnerships



Impact

Low cost, non-profit structure

200 miles of fiber: last mile and middle mile

Fiber connections: health care, education, government, commercial

99.97% network uptime

Customer service: exceed expectations 94% of the time

Wireless broadband via WISP partner

Wi-Fi for towns and students (Facebook partnership)

PANGAEA community grants and scholarships

Lessons Learned

- Community Focus, Not Shareholder Focus
- Partnerships (Public/Private)
- Funding (Sustainability)
 - Grants for Capital Costs
 - Customer Revenue for Operating Costs
 - USAC Service Provider



- 10 18 % annual operating margin with \$0 debt
- Nearly \$1M revenue with \$600K cash reserve
- 3 employees

No Cookie Cutter Solutions

Challenges Remain