Doyle Webb Chairman (501) 682-5806



**Justin Tate** Commissioner (501) 682-5806

Katie Anderson Commissioner (501) 682-5806

July 24, 2023

Chairman Jeff Wardlaw Arkansas Legislative Council State Capitol Building, Room 315 Little Rock, AR 72201

Dear Chairman Wardlaw:

Attached is the quarterly report concerning operation of the Arkansas Extension of Telecommunications Facilities Fund (ARETFF) for the period April 2023 through June 2023.

Ark. Code Ann. §23-17-404(e) (7) (A) (i) requires the Commission to provide quarterly reports to the Legislative Council concerning operation of the fund. The attachment details the quarterly activity regarding grants requested, awarded, and denied by company and names of the Arkansas General Assembly Members whose constituents benefited from the approved grants. Year-to-date data has been provided for all approved grants. ARETFF financial information is also provided for each month, the quarter and year-to-date.

Questions concerning operation of the ARETFF or the quarterly report may be referred to Elana Foley, Director of Telecommunications and Consumer Services, at 501-682-5658.

Sincerely,

Doyle Webb Chairman

DW/EF Attachment

## Arkansas Extension of Telecommunications Facilities Fund Quarterly Financial Activity April - June 2023 \*

Quarterly Report to the Legislative Council (Section 23-17-404(e)(8)(D)(i))

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	<u>Y-T-D 2023</u>
Revenues / Assessments					N
AHCF	\$124,998.00	\$124,998.00	\$0.00	\$0.00	\$249,996.00
Grant True-up Receipts	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Miscellaneous	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Interest Income	\$6,127.11	\$6,740.22	\$0.00	\$0.00	\$12,867.33
Total Revenue	\$131,125.11	\$131,738.22	\$0.00	\$0.00	\$262,863.33
Disbursements					
Grant Request Approvals	\$128,011.66	\$94,809.54	\$0.00	\$0.00	\$222,821.20
Grant True-Up Approvals	\$0.00	The second secon	\$0.00	\$0.00	\$12,288.47
External Audit Fees	\$17,390.00		\$0.00	\$0.00	\$17,390.00
Program Administration Fees	\$2,990.01		\$0.00	\$0.00	\$5,980.02
Miscellaneous	\$0.00		\$0.00	\$0.00	\$0.00
Total Disbursements	\$148,391.67		\$0.00	\$0.00	\$258,479.69
					<b>4100/110100</b>
Operating Surplus / (Deficit)	(\$17,266.56)	\$21,650.20	\$0.00	\$0.00	\$4,383.64
Fund Balance as of:	2nd Quarter	Accounts			
2023 Opening Fund Balance **	\$4,219,955.99	Investment 1			\$3,700,669.39
		Investment 2			\$523,670.24
YTD Operating Surplus / Deficit	\$4,383.64	Investment 3			\$0.00
Closing Fund Balance	\$4,224,339.63				\$4,224,339.63
# of Grant Requests	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Y-T-D 2023
Grant	·s 5	1	0	0	6
True-Up			0	0	2
Denied / Withdraw	n 0	0	0	0	0
Pendin		1.50	0	0	0
Tota	5	3	0	0	8
#of New Customer	s 5	1	0	0	6

<sup>\*</sup> Prepared by Arkansas Rural Strategies, LLC from the Monthly reports for the 1st, 2nd, 3rd & 4th Quarter 2023

<sup>\*\*</sup>See item Arkansas ARETFF Docket No. 02-080-A. Arkansas Rural Strategies, LLC assumed responsibility July 1, 2017. Balance reflects transfers from predecessor and current activity.

## Arkansas Extension of Telecommunications Facilities Fund Quarterly Grant Application Activity April - June 2023

Quarterly Report to the Legislative Council (Section 23-17-404(e)(8)(D)(i))

		Initial (	Grants		
ARETFF App #	Company Name	Amount	Customer Name	<u>Senator</u>	Representative
2023-006	Southwest Arkansas Telephone Cooperative	\$94,809.54	Tom Olson	Hickey	Jean
		\$0.00			701117
		\$0.00			
		\$0.00			
		\$0.00			
		\$0.00			1,-0_ 270,1,
		\$0.00			
		\$0.00			
		\$94,809.54			
		Grant True-	Up Activity		
ARETFF App #	Company Name	Amount	Customer Name		
2023-001TU	Southwest Arkansas Telephone Cooperative	\$9,419.27	Wesley Goodson		
2023-003TU	Southwest Arkansas Telephone Cooperative	\$2,869.20	Joshua Ferguson		
		-		_	
		\$12,288.47	=		
	Grai	nts Denied / Ret	urned / Withdrawn		
ARETFF App #	Company Name	Amount	Customer Name		
		\$0.00			
		\$0.00		_	

Prepared by Arkansas Rural Strategies, LLC from the Monthly reports for the 1st Quarter 2023

\$0.00

See item Arkansas ARETFF Docket No. 02-080-A. Arkansas Rural Strategies, LLC assumed responsibility July 1, 2017. Balance reflects transfers from predecessor and current activity.

## Arkansas Extension of Telecommunications Facilities Fund Quarterly Statement by Company April - June 2023

Prepared for the Arkansas Public Service Commission by Arkansas Rural Strategies, LLC.

	Initial Grants				
<u>GRANT PAYMENTS</u>	102023	2Q2023	3Q2023	4Q2023	Year-to-date
Southwest Ar Telephone Cooperative	\$105,629.38	\$94,809.54	\$0.00	\$0.00	\$200,438.92
Yelcot Telephone Company	\$2,719.00	\$0.00	\$0.00	\$0.00	\$2,719.00
Madison County Telephone Company	\$19,663.28	\$0.00	\$0.00	\$0.00	\$19,663.28
	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL GRANT PAYMENTS	\$128,011.66	\$94,809.54	\$0.00	\$0.00	\$222,821.20

Grant True-Up Acti	vity
--------------------	------

1Q2023	2Q2023	3Q2023	402023	Year-to-date
\$0.00	\$12,288.47	\$0.00	\$0.00	\$12,288.47
\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
\$0.00	\$12,288.47	\$0.00	\$0.00	\$12,288.47
	\$0.00 \$0.00 \$0.00 \$0.00	\$0.00 \$12,288.47 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00	\$0.00 \$12,288.47 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00	\$0.00 \$12,288.47 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00

Prepared by Arkansas Rural Strategies, LLC from the Monthly reports for the 1st Quarter 2023

See item Arkansas ARETFF Docket No. 02-080-A. Arkansas Rural Strategies, LLC assumed responsibility July 1, 2017. Balance reflects transfers from predecessor and current

Revenues / Assessments         ARHCF Support       \$41,666.00       \$249,         Grant True-up Receipts       \$0.00       \$12,         Miscellaneous       \$0.00       \$12,         Interest Income       \$2,244.60       \$12,         Total Revenue       \$43,910.60       \$262,         Disbursements       \$94,809.54       \$222,         Grant Request Approvals       \$2,869.20       \$12,         External Audit Fees       \$0.00       \$17,         Program Administration Fees       \$996.67       \$5,         Miscellaneous       \$0.00       \$258,         Total Disbursements       \$98,675.41       \$258,         Operating Surplus / (Deficit)       (\$54,764.81)       \$4,         Fund Balance as of:       June 2023       Investment 1       \$3,700,         1 Investment 2       \$523,	Arkan	sas Extension of Telecomm	unications Facilitie	s Fund				
Monthly Activity For         June 2023         Y-T-D 2           Revenues / Assessments         \$41,666.00         \$249,675.00           ARHCF Support         \$41,666.00         \$249,675.00           Grant True-up Receipts         \$0.00         \$12,750.00           Miscellaneous         \$0.00         \$12,750.00           Interest Income         \$2,244.60         \$262.00           Total Revenue         \$43,910.60         \$222,669.20           Grant Request Approvals         \$2,869.20         \$12,700.00           External Audit Fees         \$0.00         \$17,700.00           Program Administration Fees         \$996.67         \$5,700.00           Miscellaneous         \$0.00         \$258,700.00           Total Disbursements         \$98,675.41         \$258,700.00           Operating Surplus / (Deficit)         (\$54,764.81)         \$4,219,955.99           Investment 1         \$3,700,100.00         \$3,700,100.00           Fund Balance as of:         \$4,219,955.99         Investment 1         \$3,700,100.00           Revenue         \$4,219,955.99         Investment 2         \$523,000.00	Statement of Fund Performance							
Revenues / Assessments           ARHCF Support         \$41,666.00         \$249,           Grant True-up Receipts         \$0.00         \$12,           Miscellaneous         \$0.00         \$12,           Interest Income         \$2,244.60         \$12,           Total Revenue         \$43,910.60         \$262,           Disbursements         \$94,809.54         \$222,           Grant Request Approvals         \$2,869.20         \$12,           External Audit Fees         \$0.00         \$17,           Program Administration Fees         \$996.67         \$5,           Miscellaneous         \$0.00         \$258,           Total Disbursements         \$98,675.41         \$258,           Operating Surplus / (Deficit)         (\$54,764.81)         \$4,           Fund Balance as of:         June 2023         Accounts           2022 Opening Fund Balance         \$4,219,955.99         Investment 1         \$3,700,           Investment 2         \$523,	Prepared for th	ne Arkansas Public Service Commi	ssion by Arkansas Rura	l Strategies, LLC				
ARHCF Support       \$41,666.00       \$249,         Grant True-up Receipts       \$0.00       \$10.00         Miscellaneous       \$0.00       \$12,         Interest Income       \$2,244.60       \$12,         Total Revenue       \$43,910.60       \$262,         Disbursements       \$70.00       \$222,         Grant Request Approvals       \$2,869.20       \$12,         Grant True-Up Approvals       \$2,869.20       \$17,         External Audit Fees       \$0.00       \$17,         Program Administration Fees       \$996.67       \$5,         Miscellaneous       \$0.00       \$258,         Total Disbursements       \$98,675.41       \$258,         Operating Surplus / (Deficit)       (\$54,764.81)       \$4,         Fund Balance as of:       June 2023       Investment 1       \$3,700,         2022 Opening Fund Balance       \$4,219,955.99       Investment 1       \$3,700,	Monthly Activity For	June 2023			<u>Y-T-D 2023</u>			
ARHCF Support       \$41,666.00       \$249,         Grant True-up Receipts       \$0.00       \$10.00         Miscellaneous       \$0.00       \$12,         Interest Income       \$2,244.60       \$12,         Total Revenue       \$43,910.60       \$262,         Disbursements       \$70.00       \$222,         Grant Request Approvals       \$2,869.20       \$12,         Grant True-Up Approvals       \$2,869.20       \$17,         External Audit Fees       \$0.00       \$17,         Program Administration Fees       \$996.67       \$5,         Miscellaneous       \$0.00       \$258,         Total Disbursements       \$98,675.41       \$258,         Operating Surplus / (Deficit)       (\$54,764.81)       \$4,         Fund Balance as of:       June 2023       Investment 1       \$3,700,         2022 Opening Fund Balance       \$4,219,955.99       Investment 1       \$3,700,	Revenues / Assessments							
Grant True-up Receipts         \$0.00           Miscellaneous         \$0.00           Interest Income         \$2,244.60         \$12,           Total Revenue         \$43,910.60         \$262,           Disbursements         \$94,809.54         \$222,           Grant Request Approvals         \$2,869.20         \$12,           External Audit Fees         \$0.00         \$17,           Program Administration Fees         \$996.67         \$5,           Miscellaneous         \$0.00         \$258,           Total Disbursements         \$98,675.41         \$258,           Operating Surplus / (Deficit)         (\$54,764.81)         \$4,           Fund Balance as of:         June 2023         Investment 1         \$3,700,           2022 Opening Fund Balance         \$4,219,955.99         Investment 1         \$3,700,		\$41,666.00			\$249,996.00			
Interest Income	Grant True-up Receipts	\$0.00			\$0.00			
Total Revenue   \$43,910.60   \$262,	Miscellaneous	\$0.00			\$0.00			
Disbursements         \$94,809.54         \$222,           Grant Request Approvals         \$94,809.54         \$222,           Grant True-Up Approvals         \$2,869.20         \$12,           External Audit Fees         \$0.00         \$17,           Program Administration Fees         \$996.67         \$5,           Miscellaneous         \$0.00         \$258,           Total Disbursements         \$98,675.41         \$258,           Operating Surplus / (Deficit)         (\$54,764.81)         \$4,           Fund Balance as of:         \$4,219,955.99         Investment 1         \$3,700,           Investment 1         \$3,700,         Investment 2         \$523,	nterest Income	\$2,244.60			\$12,867.33			
Grant Request Approvals         \$94,809.54         \$222,           Grant True-Up Approvals         \$2,869.20         \$12,           External Audit Fees         \$0.00         \$17,           Program Administration Fees         \$996.67         \$5,           Miscellaneous         \$0.00         \$258,           Total Disbursements         \$98,675.41         \$258,           Operating Surplus / (Deficit)         (\$54,764.81)         \$4,           Fund Balance as of:         \$4,219,955.99         Investment 1         \$3,700, Investment 2           2022 Opening Fund Balance         \$523,	Total Revenue	\$43,910.60			\$262,863.33			
Grant Request Approvals         \$94,809.54         \$222,           Grant True-Up Approvals         \$2,869.20         \$12,           External Audit Fees         \$0.00         \$17,           Program Administration Fees         \$996.67         \$5,           Miscellaneous         \$0.00         \$258,           Total Disbursements         \$98,675.41         \$258,           Operating Surplus / (Deficit)         (\$54,764.81)         \$4,           Fund Balance as of:         \$4,219,955.99         Investment 1         \$3,700,           Investment 2         \$523,	Disbursements							
Grant True-Up Approvals         \$2,869.20         \$12,           External Audit Fees         \$0.00         \$17,           Program Administration Fees         \$996.67         \$5,           Miscellaneous         \$0.00         \$258,           Total Disbursements         \$98,675.41         \$258,           Operating Surplus / (Deficit)         (\$54,764.81)         \$4,           Fund Balance as of:         \$4,219,955.99         Investment 1         \$3,700, Investment 2         \$523,	Grant Request Approvals	\$94,809.54			\$222,821.20			
External Audit Fees         \$0.00         \$17,           Program Administration Fees         \$996.67         \$5,           Miscellaneous         \$0.00         \$258,           Total Disbursements         \$98,675.41         \$258,           Operating Surplus / (Deficit)         (\$54,764.81)         \$4,           Fund Balance as of:         \$4,219,955.99         Investment 1         \$3,700, Investment 2         \$523,	Grant True-Up Approvals				\$12,288.47			
Program Administration Fees         \$996.67         \$5,           Miscellaneous         \$0.00         \$258,           Total Disbursements         \$98,675.41         \$258,           Operating Surplus / (Deficit)         (\$54,764.81)         \$4,           Fund Balance as of:         June 2023         Accounts           2022 Opening Fund Balance         \$4,219,955.99         Investment 1         \$3,700, Investment 2         \$523,	External Audit Fees	\$0.00			\$17,390.00			
Solution   Solution	Program Administration Fees	\$996.67			\$5,980.02			
Operating Surplus / (Deficit) (\$54,764.81) \$4,  Fund Balance as of:  2022 Opening Fund Balance \$4,219,955.99 Investment 1 \$3,700, Investment 2 \$523,	Miscellaneous	\$0.00			\$0.00			
Fund Balance as of:         June 2023         Accounts           2022 Opening Fund Balance         \$4,219,955.99         Investment 1 \$3,700, Investment 2 \$523,	otal Disbursements	\$98,675.41			\$258,479.69			
2022 Opening Fund Balance \$4,219,955.99 Investment 1 \$3,700, Investment 2 \$523,	Operating Surplus / (Deficit)	(\$54,764.81)			\$4,383.64			
2022 Opening Fund Balance \$4,219,955.99 Investment 1 \$3,700, Investment 2 \$523,	und Balance as of:		June 2023	Δς:	Counts			
Investment 2 \$523,	022 Opening Fund Balance		Assettation of Control and Con	1/2	\$3,700,669.39			
			Ψ+,215,555.55	2013/04/2010/05/2010/05/2010	\$523,670.24			
AL ANA DAL LINVOCTMONT 2	TD Operating Surplus / Deficit		\$4,383.64	Investment 3	\$0.00			
Cl.: r In I	Straightful and the first of the straightful for a grant of the straightful for the st			investment's	\$4,224,339.63			

Al Kalis	as Extension of Telecomn	iunications Facilitie	es Fund	
	Statement of Fund	Performance		
Prepared for th	e Arkansas Public Service Comm	ission by Arkansas Rura	l Strategies, LLC	
Monthly Activity For	May 2023			Y-T-D 2023
Revenues / Assessments				
ARHCF Support	\$41,666.00			\$208,330.00
Grant True-up Receipts	\$0.00			\$0.00
Miscellaneous	\$0.00			\$0.00
Interest Income	\$2,292.44			\$10,622.73
Total Revenue	\$43,958.44			\$218,952.73
Disbursements				
Grant Request Approvals	\$0.00			\$128,011.66
Grant True-Up Approvals	\$9,419.27			\$9,419.27
External Audit Fees	\$0.00			\$17,390.00
Program Administration Fees	\$996.67			\$4,983.35
Miscellaneous	\$0.00			\$0.00
Total Disbursements	\$10,415.94			\$159,804.28
Operating Surplus / (Deficit)	\$33,542.50			\$59,148.45
Fund Balance as of:		May 2023	Δα.	
2022 Opening Fund Balance		\$4,219,955.99	Investment 1	counts
• • • • • • • • • • • • • • • • • • • •		77,213,333.33	Investment 1	\$3,755,670.82
TD Operating Surplus / Deficit		\$59,148.45	Investment 3	\$523,433.62
Closing Fund Balance	-	\$4,279,104.44	mivestment 3	\$0.00 \$4,279,104.44

Arkansas Extension of Telecommunications Facilities Fund Statement of Fund Performance						
Prepared for th	e Arkansas Public Service Comm	nission by Arkansas Rura	l Strategies, LLC			
Monthly Activity For	April 2023			Y-T-D 2023		
Revenues / Assessments						
ARHCF Support	\$41,666.00			\$166,664.00		
Grant True-up Receipts	\$0.00			\$0.00		
Miscellaneous	\$0.00			\$0.00		
Interest Income	\$2,203.18			\$8,330.29		
Total Revenue	\$43,869.18			\$174,994.29		
Disbursements						
Grant Request Approvals	\$0.00			\$128,011.66		
Grant True-Up Approvals	\$0.00			\$0.00		
External Audit Fees	\$0.00			\$17,390.00		
Program Administration Fees	\$996.67			\$3,986.68		
Miscellaneous	\$0.00			\$0.00		
Total Disbursements	\$996.67			\$149,388.34		
Operating Surplus / (Deficit)	\$42,872.51			\$25,605.95		
Fund Balance as of:		April 2023	Δο.	-austa 1		
2022 Opening Fund Balance		\$4,219,955.99	Investment 1	counts		
		74,213,333.99	Investment 2	\$3,722,372.71		
YTD Operating Surplus / Deficit		\$25,605.95	Investment 2	\$523,189.23		
Closing Fund Balance	-	\$4,245,561.94	investment 3	\$0.00		
		74,243,301.94		\$4,245,561.94		