Make your selection.

"We're changing the world with technology." — Bill Gates

And technology is changing our lives, too. Entertainment and speed dominate our world, and there are so many options to keep us connected. Whether we need directions to our

next destination, want to share a photo of life's latest precious moment through social media, or want to catch the local high school basketball game on TV: a telecommunications company is providing that most important connection.



Duo County Telecom has offered that connection

to south central Kentucky for 59 years. From the eight-party line to wireless phones and digital TV, we've come a long way — and we continue to forge ahead in providing the most cutting-edge technology to our service area.

Our Lightspeed fiber optic network is an excellent example of our dedication to this effort. Many of our customers now enjoy all of their Duo services — telephone, Internet, wireless and digital TV through one incredibly fast connection boasting crystal clear voice and HD quality. Fiber services are still unavailable to the vast majority of Kentuckians, making our effort to install and expand this network extremely progressive.

What better way to enjoy this excellent quality than to have a wide variety of options at your fingertips? We continue to add HD channels and Video on Demand options to our line-up, while growing an already robust live and local programming schedule. And our selection of innovative wireless devices will keep your wish-list full.

Our ultimate goal is to keep you connected. So, make your selection. We have many great things to

FIND YOUR **DUO**



Jamestown Customer Care Center 2150 North Main Street, Jamestown, KY 42629



Columbia Customer Care Center 221 Dohoney Trace, Columbia, KY 42728

CONTACT **US**

Russell
Adair
Cumberland
E-mail

FOLLOW US









annual financial statement

Duo County Telecom Consolidated BALANCE SHEET December 31, 2012

2 3 3 3 1 1 2 1 2	
ASSETS	
Current Assets:	
Cash & Temporary Cash Investments	\$15,893,213
Accounts Receivable, Less Allowance for	. , ,
Doubtful Accounts	1,670,608
Materials and Supplies	2,182,369
Accrued Interest Receivable	131,223
, 100, 400 1110, 000 11000, 140, 10	
Prepaid Expenses	326,662
Total Current Assets	\$20,204,075
Other Assets:	
Long-Term Investments	\$18.222.453
	Ţ. J,ZZZ, 100

Other Assets:	
Long-Term Investments	\$18,222,453
Nonregulated Investments	214,329
Investment in Affiliated Companies:	44,044,434
Deferred Charges	2,659,344
Total Other Assets	\$65,140,560
Telecommunications Plant:	
Telecommunications Plant in Service	\$82,861,416

Telecommunications Plant in Service	\$82,861,416
Telecommunications Plant Under Construction Non-Operating Plant	13,452,814 52.008
TYON Operating hand	32,000
Total Telecommunications Plant	\$96,366,238
Less Accumulated Depreciation	\$54,034,787

Less Accumulated Depreciation	\$54,034,787
Telecommunications Plant Net	\$42,331,451

LIABILITIES & MEMBERS' EQUITIES	
Current Liabilities:	
Current Portion of Long-Term Debt	\$2,737,12
Accounts Payable	746,4
Customer Deposits	14,40
Income Taxes Payable	1,427,30
Accrued Expenses	1,891,6

TOTAL ASSETS

Total Current Liabilities	\$6,816,957
eferred Income Taxes-Noncurrent Total Long-Term Liabilities	\$10,621,004 \$10,621,004
ther Liabilities and Deferred Credits	\$164,503
embers' Equities: Patronage Capital Other Equities	\$48,867,699 60,052,870

cc. Other Comprehensive Income/Loss ther Member Capital	16,066 1,136,987
Total Members' Equities	\$110,073,622

TOTAL LIABILITIES/MEMBERS' EQUITIES \$127,676,086

\$127,676,086

Duo County Telecom Consolidated STATEMENT OF INCOME For Year Ended December 31, 2012

Operating Revenues: Local Network Services	\$8,335,707	
Network Access Services	9,555,695	
Carrier Billing and Collection	103,771	
Miscellaneous Operating Revenue	1,721,971	
Uncollectible Revenue	(105,481)	
	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ 	
Total Operating Revenues	\$19,611,663	
Operating Expenses:		
Plant Specific Operations	\$7,885,604	
Plant Nonspecific Operations	1,422,164	
Depreciation and Amortization	5,538,945	
Customer Operations	1.548.282	
Corporate Operations	2,409,932	
Total Operating Expenses	\$18,804,927	
- 10		
Total Operating Income	\$806,736	
Non-Operating Income	\$14,339,128	
Provision for Income Taxes	(5,587,289)	
Total Income	\$8.751.839	
local income	φο,/31,037	
Interest on Long-Term Debt to RUS	(310,572)	
	(,)	
Non-Regulated Income	\$1,115,755	
Total Net Income	\$10,363,758	
Other Comprehensive Income — Change in	¢17.077	
Unrealized Gain/Loss on Marketable Securities	<u>\$16,066</u>	
TOTAL COMPREHENSIVE INCOME	\$10,379,824	
I O IAL COLLINE INCOLLE	V. 0,017,027	



duo county board of directors

es E. Monin, MD estown, President	Jerry D. Roy Russell Springs, Member
Norris	Randy Hart
berland County,	Russell Springs, Member
President	Douglas Butler
ron Hill	Cumberland County, Membe
estown, Secretary	Howard Kent Cooper
ph Sparks	Legal Counsel
ir County, Member	T

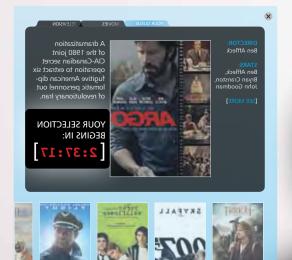
Chief Executive Officer

We are pleased to report that Duo County Telecom is returning a healthy dividend to cooperative members in 2013 and has returned ALMOST \$18 MILLION SINCE 1984.



2013 COMMUNITY REPORT











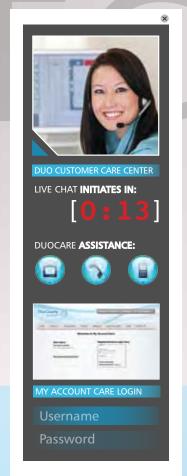
When it comes to customer service, no company is better at it than Duo. Our goal is to offer you a wide variety of ways to connect with your services and with us. In 2012, we added even more features to help you with your service needs. Our Duo Customer Care Center is now available 24 hours a day, 365 days a year — including holidays! And our new online My Account Care portal makes account maintenance easier than ever, with options to pay your bill, review account details and more. Exciting things are on the horizon in 2013 — our My Duo app for iPhone and Android will be released later this year, giving you access to many of your favorite Duo help services on the go.

COMING SOON to Google Play

and the App Store







MY DUO **FEATURES**

With Duo County's mobile app, you'll have access to these great features:

- Lake Cam
- MyEmail checker
- Now Playing on Video on Demand searchable database
- Online Directory
- Troubleshoot your Internet connection
- DUO2 programming schedule
- Latest deals on wireless, digital TV and landline



MOST WATCHED













HD CHANNEL **LINE-UP**



LIVE & LOCAL **DUO2**







DUO TV GUIDE 💌



RECORD









Limitless

capacity.

Lightspeed technology is an incredible advancement for Duo County in that it's a service unavailable to the vast majority of Kentuckians. Only 7 percent of the state's residents — and 21% of Americans — have access to a fiber optic network. Duo County began constructing its fiber network in 2009, and each year has dedicated resources to convert old systems to this sophisticated model.

SOURCE: NATIONAL BROADBAND MAP



YOUR **CONNECTIONS**

With accelerating Internet speeds and the ability to transport even more bandwidth in the future, Duo County's Lightspeed fiber optic network continues to amaze even us. Residential customers are using multiple devices in their home with ease, while our business customers are able to increase productivity and conduct fast, secure transactions. Through this new generation of communications technology, we transmit all of your Duo services

— digital TV, Internet and telephone — through cables made up of hundreds of fiber optics, which are long thin

efficient, and its flexibility keeps Duo County's telecommunications services at the forefront of technology!

strands of pure glass about the diameter of a human hair. Its reliability and longer life-span make it extremely cost

DEVICES FREELY With Lightspeed fiber optic cable, the sky is the limit. Our blazing fast speeds allow you to connect with all your wireless devices — LIGHTSPEED **NETWORK USAGE** phones, TVs, thermostats, DOWNLOAD SPEED: UP TO 12 MB UPLOAD SPEED: UP TO 3 MB cameras, and even lights — keeping you totally NO. OF DEVICES:

ALL CENTER



USE YOUR

connected!























The same of the same of the same of

Local sports coverage is LIVE on Duo County's DUO2.

Seeing is

believing.

Duo County's Digital TV offers an

incredible inventory of HD channels

television entertainment experience

exceptional. Our HD channel line-up

grows every year. In 2013, we added

popular HD channels TBS, CMT, The

Weather Channel and E!, in addition

to expanding our Video on Demand

you have the newest blockbuster

options. As a Duo Digital TV customer,

movies and tons of local content and

free programming at your fingertips!

with stunning quality — making your

Watch our listings for the latest from Russell and Adair County high schools plus Lindsey Wilson College.

