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April 28, 2014

VIA EMAIL morris.woodruff@psc.mo.gov

Morris Woodruff
Secretary, Chief Regulatory Law Judge
Missouri Public Service Commission
200 Madison Street, PO Box 360
Jefferson City, MO 65102-0360

Re: Oregon Farmers Mutual Telephone Company

Dear Secretary, Chief RLJ Woodruff:

On March 21, 2014, Townes Missouri, Inc. filed judicial foreclosure proceedings in Holt County Missouri, being Circuit Court Case No. 14-HO-CC 00011, against Northwest Missouri Holdings, Inc.; Oregon Farmers Mutual Telephone Company; Oregon Farmers Mutual Long Distance, Inc.; and South Holt Cablevision, Inc. On April 8, 2014 Townes filed an Amended Petition seeking ejectment and trespass in addition to foreclosure. Townes desires that the Missouri Public Service Commission be aware of this litigation in case any inquiries are presented to the Commission.

As background information, in 2004 the parent of Oregon Farmers, Northwest Missouri Holdings, Inc., entered into a Loan Agreement with the Rural Telephone Finance Cooperative (RTFC). Oregon Farmers Mutual Telephone Company and South Holt Cablevision, Inc. entered into Guaranty Agreements to guaranty the payments due under the Loan Agreement. After failure of Northwest Missouri Holdings, Inc. to make loan payments, in 2011 RTFC issued a Notice of Default. After six forbearance agreements, on October 8, 2013 RTFC assigned the Loan Agreement and accompanying rights to Townes Tele-Communications Inc. Townes Tele-Communications, Inc. issued an additional Notice of Default on October 10, 2013 and subsequently assigned the Loan Agreement and accompanying rights to an entity incorporated to operate the Missouri property, Townes Missouri, Inc.

Despite demand for payment and notice of default, Northwest Missouri Holdings, Inc.; Oregon Farmers Mutual Telephone Company; Oregon Farmers Mutual Long Distance, Inc.; and South Holt Cablevision, Inc. have failed to make any payments under the Loan Agreement for at least one year. At the same time, Northwest Missouri Holdings, Inc.; Oregon Farmers Mutual Telephone Company; Oregon Farmers Mutual

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Long Distance, Inc.; and South Holt Cablevision, Inc. have made substantial payments of management fees to its affiliates, which has been done in violation of the Loan Agreement and despite demands that the management fees be ceased.

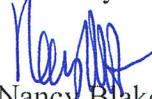
In addition to demand for payment and demand that the management fees be ceased, Townes Missouri, Inc. also demanded possession of the property on April 8, 2014 pursuant to the Loan Agreement. Northwest Missouri Holdings, Inc.; Oregon Farmers Mutual Telephone Company; Oregon Farmers Mutual Long Distance, Inc.; and South Holt Cablevision, Inc. have refused to comply with the Loan Agreement, have refused to turn over possession to Townes Missouri, Inc., have refused to cooperate with Townes Missouri, Inc. in seeking regulatory approval for the transfer of possession, and have continued to pay their affiliates substantial management fees.

The Holt County foreclosure and ejectment proceedings are necessary for Townes Missouri, Inc. to complete the acquisition and to halt Northwest Missouri Holdings, Inc.'s bleeding the telephone companies of assets through the payment of management fees in violation of the Loan Agreement.

Townes Missouri, Inc. is fully owned by Townes Tele-Communications, Inc., which also owns and operates Missouri incumbent local exchange carriers Choctaw Telephone Company and MoKan Dial Inc. Townes Missouri, Inc. and Townes Tele-Communications, Inc. are experienced local exchange carrier operators and are able to immediately operate the services currently provided by Northwest Missouri Holdings, Inc.; Oregon Farmers Mutual Telephone Company; Oregon Farmers Mutual Long Distance, Inc.; and South Holt Cablevision, Inc. No interruption of services will occur.

If you have any questions or concerns as to the Holt County litigation, please direct them to me. If you have any questions or concerns as to regulatory matters, please direct them to Debi Nobles, Vice President Regulatory Affairs, Townes Tele-Communications, 505 Plaza Circle, Suite 200, Orange Park FL 32073, telephone number (904) 688-0029.

Sincerely



Nancy Blake

cc: John Van Eschen john.vaneschen@psc.mo.gov