

Form 5500 Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Annual Return/Report of Employee Benefit Plan This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6047(e), and 6058(a) of the Internal Revenue Code (the Code). ► Complete all entries in accordance with the instructions to the Form 5500.	OMB Nos. 1210-0110 1210-0089 2009 This Form is Open to Public Inspection
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Part I	Annual Report Identification Information		
For calendar plan year 2009 or fiscal plan year beginning 01/01/2009 and ending 12/31/2009			
A This return/report is for:	☐ a multiemployer plan;	☐ a multiple-employer plan; or	
	☒ a single-employer plan;	☐ a DFE (specify) ____	
B This return/report is:	☐ the first return/report;	☐ the final return/report;	
	☐ an amended return/report;	☐ a short plan year return/report (less than 12 months).	
C If the plan is a collectively-bargained plan, check here.	☐		
D Check box if filing under:	☒ Form 5558;	☐ automatic extension;	☐ the DFVC program;
	☐ special extension (enter description)		

Part II	Basic Plan Information —enter all requested information		
1a Name of plan RURAL TELEPHONE SERVICE COMPANY, INC. 401(K) PLAN 2a Plan sponsor's name and address (employer, if for a single-employer plan) (Address should include room or suite no.) RURAL TELEPHONE SERVICE COMPANY, INC. 145 NORTH MAIN, P.O. BOX 158 LENORA, KS 67645	1b Three-digit plan number (PN) ►	003	
	1c Effective date of plan	01/01/2001	
	2b Employer Identification Number (EIN)	48-0538069	
	2c Sponsor's telephone number	785-567-4281	
	2d Business code (see instructions)	517000	

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	Filed with authorized/valid electronic signature.	10/12/2010	CAMBER L BOLAND
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE			
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE

3a Plan administrator's name and address (if same as plan sponsor, enter "Same") RURAL TELEPHONE SERVICE COMPANY, INC. 145 NORTH MAIN, P.O. BOX 158 LENORA, KS 67645		3b Administrator's EIN 48-0538069
		3c Administrator's telephone number 785-567-4281
4 If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report: a Sponsor's name		4b EIN 4c PN
5 Total number of participants at the beginning of the plan year	5	370
6 Number of participants as of the end of the plan year (welfare plans complete only lines 6a , 6b , 6c , and 6d).		
a Active participants.....	6a	368
b Retired or separated participants receiving benefits.....	6b	0
c Other retired or separated participants entitled to future benefits.....	6c	23
d Subtotal. Add lines 6a , 6b , and 6c	6d	391
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.....	6e	0
f Total. Add lines 6d and 6e	6f	391
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item).....	6g	374
h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested.....	6h	16
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item)	7	
8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristic Codes in the instructions: 2E 2G 2J 2K 3D		
b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristic Codes in the instructions:		

9a Plan funding arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor	9b Plan benefit arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor
10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)	
a Pension Schedules (1) ☒ R (Retirement Plan Information) (2) ☐ MB (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary (3) ☐ SB (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary	b General Schedules (1) ☒ H (Financial Information) (2) ☐ I (Financial Information – Small Plan) (3) ☐ A (Insurance Information) (4) ☒ C (Service Provider Information) (5) ☐ D (DFE/Participating Plan Information) (6) ☐ G (Financial Transaction Schedules)

SCHEDULE C (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Service Provider Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ▶ File as an attachment to Form 5500.	OMB No. 1210-0110
		2009
		This Form is Open to Public Inspection.
For calendar plan year 2009 or fiscal plan year beginning 01/01/2009 and ending 12/31/2009		
A Name of plan RURAL TELEPHONE SERVICE COMPANY, INC. 401(K) PLAN	B Three-digit plan number (PN) ▶	003
C Plan sponsor's name as shown on line 2a of Form 5500 RURAL TELEPHONE SERVICE COMPANY, INC.	D Employer Identification Number (EIN) 48-0538069	

Part I	Service Provider Information (see instructions)
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You must complete this Part, in accordance with the instructions, to report the information required for **each person** who received, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of monetary value) in connection with services rendered to the plan or the person's position with the plan during the plan year. If a person received **only** eligible indirect compensation for which the plan received the required disclosures, you are required to answer line 1 but are not required to include that person when completing the remainder of this Part.

1 Information on Persons Receiving Only Eligible Indirect Compensation

- a** Check "Yes" or "No" to indicate whether you are excluding a person from the remainder of this Part because they received only eligible indirect compensation for which the plan received the required disclosures (see instructions for definitions and conditions)..... ☒ Yes ☐ No
- b** If you answered line 1a "Yes," enter the name and EIN or address of each person providing the required disclosures for the service providers who received only eligible indirect compensation. Complete as many entries as needed (see instructions).

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation	
WADDELL & REED	6300 LAMAR AVE P.O. BOX 29217 SHAWNEE MISSION, KS 66201-9217

(b) Enter name and EIN or address of person who provided you disclosure on eligible indirect compensation
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2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

NATIONWIDE

ONE NATIONWIDE PLAZA
COLUMBUS, OH 43215

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
15 49 59 60 63 64	RECORDKEEPER/ CUSTODIAN	12486	Yes ☒ No ☐	Yes ☒ No ☐	0	Yes ☐ No ☒

(a) Enter name and EIN or address (see instructions)

DEMARS PENSION CONSULTING

8700 INDIAN CREEK PARKWAY
SUITE 185
OVERLAND PARK, KS 66210

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
10 15 37 50 65 99	THIRD PARTY ADMINISTRATOR	12426	Yes ☒ No ☐	Yes ☒ No ☐	0	Yes ☐ No ☒

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

Part I Service Provider Information (continued)

3 If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation

(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation

(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation

(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.

Part II Service Providers Who Fail or Refuse to Provide Information

4 Provide, to the extent possible, the following information for each service provider who failed or refused to provide the information necessary to complete this Schedule.

(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
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(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide

Part III Termination Information on Accountants and Enrolled Actuaries (see instructions)
(complete as many entries as needed)

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

SCHEDULE H (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110
		2009
		This Form is Open to Public Inspection

For calendar plan year 2009 or fiscal plan year beginning 01/01/2009 and ending 12/31/2009		
A Name of plan RURAL TELEPHONE SERVICE COMPANY, INC. 401(K) PLAN	B Three-digit plan number (PN) ►	003
C Plan sponsor's name as shown on line 2a of Form 5500 RURAL TELEPHONE SERVICE COMPANY, INC.	D Employer Identification Number (EIN) 48-0538069	

Part I	Asset and Liability Statement
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1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. **Round off amounts to the nearest dollar.** MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.

Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a		
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)	898	166262
(2) Participant contributions	1b(2)		
(3) Other.....	1b(3)		
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)		
(2) U.S. Government securities.....	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)		
(B) All other.....	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common	1c(4)(B)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property)	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans	1c(8)	32232	29775
(9) Value of interest in common/collective trusts.....	1c(9)		
(10) Value of interest in pooled separate accounts.....	1c(10)		
(11) Value of interest in master trust investment accounts	1c(11)		
(12) Value of interest in 103-12 investment entities	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds).....	1c(13)	5983594	8807067
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)		
(15) Other	1c(15)		

1d Employer-related investments:

		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)		
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	6016724	9003104

Liabilities

g Benefit claims payable	1g		
h Operating payables	1h		
i Acquisition indebtedness	1i		
j Other liabilities	1j		
k Total liabilities (add all amounts in lines 1g through 1j)	1k	0	0

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	6016724	9003104
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Part II Income and Expense Statement

2 Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

Income

		(a) Amount	(b) Total
a Contributions:			
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	166262	
(B) Participants	2a(1)(B)	888516	
(C) Others (including rollovers)	2a(1)(C)	9273	
(2) Noncash contributions	2a(2)		
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		1064051
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)		
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)		
(D) Loans (other than to participants)	2b(1)(D)	1848	
(E) Participant loans	2b(1)(E)		
(F) Other	2b(1)(F)		
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		1848
(2) Dividends: (A) Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)		
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)		
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		0
(3) Rents	2b(3)		
(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)		
(B) Aggregate carrying amount (see instructions)	2b(4)(B)		
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		0

		(a) Amount	(b) Total
2b (5) Unrealized appreciation (depreciation) of assets: (A) Real estate.....	2b(5)(A)		
(B) Other	2b(5)(B)		
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		0
(6) Net investment gain (loss) from common/collective trusts	2b(6)		
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds).....	2b(10)		2134274
c Other income.....	2c		
d Total income. Add all income amounts in column (b) and enter total.....	2d		3200173

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	137700	
(2) To insurance carriers for the provision of benefits	2e(2)		
(3) Other	2e(3)		
(4) Total benefit payments. Add lines 2e(1) through (3)	2e(4)		137700
f Corrective distributions (see instructions)	2f		3801
g Certain deemed distributions of participant loans (see instructions).....	2g		
h Interest expense.....	2h		
i Administrative expenses: (1) Professional fees	2i(1)		
(2) Contract administrator fees	2i(2)	17051	
(3) Investment advisory and management fees	2i(3)	55241	
(4) Other	2i(4)		
(5) Total administrative expenses. Add lines 2i(1) through (4)	2i(5)		72292
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		213793

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d	2k		2986380
l Transfers of assets:			
(1) To this plan.....	2l(1)		
(2) From this plan	2l(2)		

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) ☒ Unqualified (2) ☐ Qualified (3) ☐ Disclaimer (4) ☐ Adverse

b Did the accountant perform a limited scope audit pursuant to 29 CFR 2520.103-8 and/or 103-12(d)? ☐ Yes ☒ No

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: MAPES & MILLER

(2) EIN: 48-1077109

d The opinion of an independent qualified public accountant is **not attached** because:

(1) ☐ This form is filed for a CCT, PSA, or MTIA. (2) ☐ It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

- 4** CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete 4j and 4l. MTIAs also do not complete 4l.

During the plan year:

	Yes	No	Amount
a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.).....		X	
b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.).....		X	
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.).....		X	
e Was this plan covered by a fidelity bond?.....	X		10000000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.).....	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.).....		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?.....		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.).....		X	
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.			

- 5a** Has a resolution to terminate the plan been adopted during the plan year or any prior plan year?
If yes, enter the amount of any plan assets that reverted to the employer this year ☐ Yes ☒ No Amount:

- 5b** If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)

5b(2) EIN(s)

5b(3) PN(s)

SCHEDULE R (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Retirement Plan Information This schedule is required to be filed under section 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6058(a) of the Internal Revenue Code (the Code). ▶ File as an attachment to Form 5500.	OMB No. 1210-0110
		2009
		This Form is Open to Public Inspection.

For calendar plan year 2009 or fiscal plan year beginning 01/01/2009 and ending 12/31/2009

A Name of plan RURAL TELEPHONE SERVICE COMPANY, INC. 401(K) PLAN	B Three-digit plan number (PN) ▶ 003
C Plan sponsor's name as shown on line 2a of Form 5500 RURAL TELEPHONE SERVICE COMPANY, INC.	D Employer Identification Number (EIN) 48-0538069

Part I	Distributions
---------------	----------------------

All references to distributions relate only to payments of benefits during the plan year.

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions.....	1
2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits): EIN(s): 31-1592130	
Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.	
3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year.....	3

Part II	Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part)
----------------	--

4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)?.....	☐ Yes	☐ No	☐ N/A
If the plan is a defined benefit plan, go to line 8.			
5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. Date: Month _____ Day _____ Year _____	If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.		
6 a Enter the minimum required contribution for this plan year	6a		
b Enter the amount contributed by the employer to the plan for this plan year	6b		
c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount).....	6c		
If you completed line 6c, skip lines 8 and 9.			
7 Will the minimum funding amount reported on line 6c be met by the funding deadline?	☐ Yes	☐ No	☐ N/A
8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change?.....	☐ Yes	☐ No	☐ N/A

Part III	Amendments
-----------------	-------------------

9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box(es). If no, check the "No" box.....	☐ Increase	☐ Decrease	☐ Both	☐ No
--	-----------------------------------	-----------------------------------	-------------------------------	-----------------------------

Part IV	ESOPs (see instructions). If this is not a plan described under Section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.
----------------	---

10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan?.....	☐ Yes	☐ No
11 a Does the ESOP hold any preferred stock?	☐ Yes	☐ No
b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.)	☐ Yes	☐ No
12 Does the ESOP hold any stock that is not readily tradable on an established securities market?	☐ Yes	☐ No

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500.

Schedule R (Form 5500) 2009
v.092308.1

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

13 Enter the following information for each employer that contributed more than 5% of total contributions to the plan during the plan year (measured in dollars). See instructions. *Complete as many entries as needed to report all applicable employers.*

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

- 14** Enter the number of participants on whose behalf no contributions were made by an employer as an employer of the participant for:

a The current year	14a	
b The plan year immediately preceding the current plan year	14b	
c The second preceding plan year	14c	

- 15** Enter the ratio of the number of participants under the plan on whose behalf no employer had an obligation to make an employer contribution during the current plan year to:

a The corresponding number for the plan year immediately preceding the current plan year	15a	
b The corresponding number for the second preceding plan year	15b	

- 16** Information with respect to any employers who withdrew from the plan during the preceding plan year:

a Enter the number of employers who withdrew during the preceding plan year	16a	
b If item 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers	16b	

- 17** If assets and liabilities from another plan have been transferred to or merged with this plan during the plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

Part VI Additional Information for Single-Employer and Multiemployer Defined Benefit Pension Plans

- 18** If any liabilities to participants or their beneficiaries under the plan as of the end of the plan year consist (in whole or in part) of liabilities to such participants and beneficiaries under two or more pension plans as of immediately before such plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

- 19** If the total number of participants is 1,000 or more, complete items (a) through (c)

a Enter the percentage of plan assets held as:
 Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%

b Provide the average duration of the combined investment-grade and high-yield debt:
☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more

c What duration measure was used to calculate item 19(b)?
☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify): _____

**RURAL TELEPHONE SERVICE COMPANY, INC.
401(k) PLAN
Lenora, Kansas 67645**

**FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT
December 31, 2009 and 2008**

**MAPES & MILLER
Certified Public Accountants
Phillipsburg, Kansas**

**RURAL TELEPHONE SERVICE COMPANY, INC.
401(k) PLAN**

Lenora, Kansas 67645

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MAPES & MILLER

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WAKEENEY

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Rural Telephone Service Company, Inc. 401(k) Plan
145 N. Main Street
Lenora, KS 67645

We were engaged to audit the financial statements of Rural Telephone Service Company, Inc. 401(k) Plan as of December 31, 2009 and 2008, and for the years then ended and the supplemental schedules as of and for the year ended December 31, 2009 as listed in the table of contents. These financial statements and schedules are the responsibility of the Plan's management.

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan Administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note I, which was certified by The Nationwide Life Insurance Company, the Trustee of the Plan, except for comparing the information with the related information included in the financial statements and supplemental schedules. We have been informed by the Plan Administrator that the Trustee holds the Plan's investment assets and executes investment transactions. The Plan Administrator has obtained a certification from the Trustee as of and for the years ended December 31, 2009 and 2008, that the information provided to the Plan Administrator by the Trustee is complete and accurate.

Because of the significance of the information that we did not audit, we are unable to, and do not, express an opinion on the accompanying financial statements and schedules taken as a whole. The form and content of the information included in the financial statements and schedules, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

Respectfully Submitted,

Mapes & Miller CPAs
Certified Public Accountants

September 24, 2010
Phillipsburg, Kansas

**RURAL TELEPHONE SERVICE COMPANY, INC.
401(k) PLAN**

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS

December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
ASSETS		
Investments (at Fair Value) (Schedule 1)	\$ 8,836,842	6,015,826
Receivables		
Employer's Contributions	<u>166,262</u>	<u>898</u>
Total Assets	<u>9,003,104</u>	<u>6,016,724</u>
LIABILITIES	<u>-</u>	<u>-</u>
NET ASSETS AVAILABLE FOR BENEFITS	\$ <u>9,003,104</u>	<u>6,016,724</u>

The accompanying notes are an integral part of these statements.

**RURAL TELEPHONE SERVICE COMPANY, INC.
401(k) PLAN**

STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

Years Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
ADDITIONS		
Additions to Net Assets Attributed to		
Investment Income:		
Interest on Participant Loans	\$ 1,849	2,000
Deposit Adjustment	-	(89)
Cash Earnings on Investments	1,239	3,820
Dividends and Capital Gains	72,312	470,724
Net Appreciation (Depreciation) in Fair Value of Investments	<u>2,060,723</u>	<u>(3,706,864)</u>
Total Investment Income (Loss)	<u>2,136,123</u>	<u>(3,230,409)</u>
Contributions:		
Participant Employee Deferrals	885,155	895,509
Participant Employee Post-tax	3,361	3,909
Employer Contributions	166,262	156,060
Rollover Contributions	9,273	25,705
Forfeitures to Reduce Contributions	<u>-</u>	<u>(1,635)</u>
Total Contributions	<u>1,064,051</u>	<u>1,079,548</u>
TOTAL ADDITIONS (SUBTRACTIONS)	<u>3,200,174</u>	<u>(2,150,861)</u>
DEDUCTIONS		
Deductions from Net Assets Attributed to:		
Distributions/Benefits Paid to Participants	141,502	486,937
Professional Fees and Investment Fees	<u>72,292</u>	<u>30,256</u>
TOTAL DEDUCTIONS	<u>213,794</u>	<u>517,193</u>
NET INCREASE (DECREASE)	2,986,380	(2,668,054)
NET ASSETS AVAILABLE FOR BENEFITS		
Beginning of Year	<u>6,016,724</u>	<u>8,684,778</u>
End of Year	\$ <u>9,003,104</u>	<u>6,016,724</u>

The accompanying notes are an integral part of these statements.

RURAL TELEPHONE SERVICE COMPANY, INC.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2009 and 2008

NOTE A - DESCRIPTION OF PLAN

The following description of the Rural Telephone Service Company, Inc. 401(k) Plan provides only general information. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

General

The Plan is a defined contribution plan covering employees of the Company who have six months of service and are age eighteen or older. It is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA).

Contributions

Each year participants may contribute up to a certain amount of pretax annual compensation, as defined in the Plan. Participants may also contribute amounts representing distributions from other qualified defined benefit or contribution plans. The Plan also permits employees to make employee after-tax contributions. For each Plan Year the employer will contribute to the Plan an amount of contribution determined by the employer at its discretion. Participants direct the investment of their contributions into various investment options offered by the Plan. The Plan currently offers various mutual funds as investment options for participants.

Participant Accounts

Each participant's account is credited with the participant's contribution and allocations of (a) the Company's contribution and, (b) Plan earnings (losses), and charged with an allocation of administrative expenses. Allocations are based on participant earnings or account balances, as defined. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

Vesting

Participants are immediately vested in their contributions plus actual earnings thereon. Vesting in the Company's contribution portion of their accounts plus actual earnings thereon is based on years of continuous service. A participant is 100% vested after seven years of credited service.

Participant Loans

Participants may borrow from their fund accounts a minimum of \$1,000 up to a maximum of 50.00% of their account balance. The loans are secured by the balance in the participant's account and bear interest rates ranging from 4.00% to 10.00%. Principal and interest is paid at a rate of 1.00% above the Federal Reserve Rate through monthly payroll deductions.

Payment of Benefits

On termination of service due to death, disability, or retirement, a participant may elect to receive an amount equal to the value of the participant's vested interest in his or her account in either a lump-sum amount, or in annual installments. If the vested account balance is \$5,000 or less, the Plan will distribute that portion in a lump sum. For termination of service due to other reasons, a participant may receive the value of the vested interest in his or her account as a lump-sum distribution.

Forfeited Accounts

At December 31, 2009 and 2008 forfeited nonvested accounts of \$903 and \$2,041 respectively, were included in the Plan. Forfeited nonvested accounts may first be used to reduce the Plan's ordinary and necessary administrative expenses and then any remaining forfeitures will be allocated in the manner described in the Plan. Also in 2009 and 2008, employer contributions were reduced by \$0 and \$1,635 respectively from forfeited nonvested accounts. Also in 2009, fees of \$3,549 were deducted from the forfeiture account.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Date of Management's Review

Subsequent events were evaluated through June 30, 2010 which is the date the financial statements were available to be issued.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the plan administrator to make estimates and assumptions that may affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Basis of Accounting

The financial statements of the Plan are prepared on the accrual basis of accounting.

Investment Valuation and Income Recognition

Investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note C for discussion of fair value measurements.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Net appreciation includes the plan's gains and losses on investments bought and sold, as well as held during the year.

Payment of Benefits

Benefits are recorded when paid.

Operating Expenses

Professional fees and investment fees of \$72,292 and \$30,256 for 2009 and 2008 respectively were deducted from the Rural Telephone Service Company, Inc. 401(k) Plan. In addition, Rural Telephone Service Company, Inc. paid administrative fees of \$7,969 and \$19,102 during 2009 and 2008 respectively.

NOTE C – FAIR VALUE MEASUREMENTS

The Plan's investments are reported at fair value in the accompanying statement of net assets available for benefit. The methods used to measure fair value may produce an amount that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Plan believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

		Fair Value Measurements Using:	
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Unobservable Inputs (Level 3)
<u>December 31, 2009</u>			
Mutual Funds	\$ 8,807,067	\$ 8,807,067	\$ -
Participant Loans	<u>29,775</u>	<u>-</u>	<u>29,775</u>
Total	\$ <u>8,836,842</u>	\$ <u>8,807,067</u>	\$ <u>29,775</u>
<u>December 31, 2008</u>			
Mutual Funds	\$ 5,983,594	\$ 5,983,594	\$ -
Participant Loans	<u>32,232</u>	<u>-</u>	<u>32,232</u>
Total	\$ <u>6,015,826</u>	\$ <u>5,983,594</u>	\$ <u>32,232</u>

The fair value measurement accounting literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, and Level 3 inputs have the lowest priority. The Plan uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Plan measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. No Level 2 inputs were available to the Plan, and Level 3 inputs were only used when Level 1 or Level 2 inputs were not available.

Level 1 Fair Value Measurements

The fair value of mutual funds is based on quoted net asset values of the shares held by the Plan at year-end. The fair values of common stocks, corporate bonds, and U.S. Government securities are based on closing price reported on the active market where the individual securities are traded.

Level 3 Fair Value Measurements

The guaranteed investment contract with an insurance company and participant loans are not actively traded and significant other observable inputs are not available. Thus, the fair value of the guaranteed investment contract is determined by discounting the related cash flows based on current yields of similar instruments with comparable durations considering the credit-worthiness of the issuer. The fair value of participant loans approximates the amortized cost of the loans because the loans are secured by each respective participant's account balance. The following table provides further details of the Level 3 fair value measurements.

Fair Value Measurements Using Significant Unobservable Inputs (Level 3)

	Investment Contract	Participant Loans	Total
<u>December 31, 2009</u>			
Beginning Balance	\$ -	\$ 32,321	\$ 32,321
Total Gains or Losses (Realized and Unrealized)			
Included in Changes in Net Assets Available for Benefits	-	-	-
Purchases, Sales, Issuances, and Settlements (Net)	<u>-</u>	<u>(2,546)</u>	<u>(2,546)</u>
Ending Balance	<u>\$ -</u>	<u>\$ 29,775</u>	<u>\$ 29,775</u>
<u>December 31, 2008</u>			
Beginning Balance	\$ -	\$ 24,893	\$ 24,893
Total Gains or Losses (Realized and Unrealized)			
Included in Changes in Net Assets Available for Benefits	-	-	-
Purchases, Sales, Issuances, and Settlements (Net)	<u>-</u>	<u>7,428</u>	<u>7,428</u>
Ending Balance	<u>\$ -</u>	<u>\$ 32,321</u>	<u>\$ 32,321</u>

Gains and losses (realized and unrealized) included in changes in net assets available for benefits for the year ended December 31, 2009 are reported in net appreciation in fair value of investments.

NOTE D – INVESTMENTS

The following presents investments at December 31, 2009 and 2008 that represent 5% or more of the Plan's net assets at the beginning of the plan year. All investments are participant directed.

<u>MUTUAL FUNDS</u>	<u>2009</u>	<u>2008</u>
W&R ADV CORE INVMT FD CLS A, 103,971 and 95,813 shares, respectively	\$ 514,655	388,042
W&R ADV ASST STRAT FD CLS A, 72,077 and 62,047 shares, respectively	623,465	431,224
W&R ADV SMALL CAP FD CLS A, 43,038 and 38,160 shares, respectively	489,776	303,756
W&R ADV SCI & TECH FD CLS A, 73,096 and 68,190 shares, respectively	690,756	453,466
IVY ASSET STRAT FD A, 21,604 and 24,478 shares, respectively	481,345	442,326
IVY GLBL NATRL RESOURCES A, 26,415 shares	488,411	-
W&R ADV CASH MGT FDA, 303,376 shares	346,791	-
W&R ADV NEW CNCPTS FDA, 47,321 shares	418,315	-

During 2009 and 2008, the Plan's Investments (including gains and losses on investments bought and sold, as well as held during the year) appreciated (depreciated) in value as follows:

	<u>2009</u>	<u>2008</u>
Appreciation (Depreciation) in Fair Value of Investments as Determined by Current Value Mutual Funds	\$ <u>2,060,723</u>	<u>(3,706,864)</u>
Net Change in Fair Value	\$ <u>2,060,723</u>	<u>(3,706,864)</u>

NOTE E – PLAN TERMINATION

Although it has not expressed any intent to do so, the Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of Plan termination, participants will become 100% vested in their employer contributions.

NOTE F – RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500

The following is a reconciliation of net assets available for benefits per the financial statements to Schedule H of Form 5500:

	<u>2009</u>	<u>2008</u>
Net Assets Available for Benefits Per the Financial Statements	\$ <u>9,003,104</u>	<u>6,016,724</u>
Net Assets Available for Benefits Per Schedule H to the Form 5500	\$ <u>9,003,104</u>	<u>6,016,724</u>

The following is a reconciliation of benefits paid to participants per the financial statements for the year ended December 31, 2009 and 2008 to Schedule H of Form 5500:

	<u>2009</u>	<u>2008</u>
Benefits Paid to Participants Per the Financial Statements	\$ 141,502	485,747
Add: Amounts Allocated to Withdrawing Participants at December 31, 2009	-	-
Less: Amounts Allocated to Withdrawing Participants at December 31, 2008	<u>-</u>	<u>-</u>
Benefits Paid to Participants Per Schedule H of Form 5500	\$ <u>141,502</u>	<u>485,747</u>

Amounts allocated to withdrawing participants are recorded on the Schedule H of Form 5500 for benefit claims that have been processed and approved for payment prior to December 31, but not yet paid as of that date.

NOTE G – TAX STATUS

The Internal Revenue Service has determined and informed the Company by a letter dated August 30, 2001 that the Plan, as then designed, was in compliance with the applicable section of the Internal Revenue Code (IRC). Although the Plan has been amended since receiving the determination letter, the Plan administrator and the Plan's tax counsel believe that the plan is designed and is currently being operated in compliance with the applicable requirements of the Internal Revenue Code.

NOTE H – RISKS AND UNCERTAINTIES

The Plan invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the statements of net assets available for benefits.

NOTE I – INFORMATION PREPARED AND CERTIFIED BY TRUSTEE

The following information included in the accompanying financial statements and supplemental schedules was obtained from data that has been prepared and certified to as complete and accurate by the trustee.

	<u>2009</u>	<u>2008</u>
Investments at Fair Value		
Mutual Funds	\$ 8,807,067	5,983,594
Participant Loans	29,775	32,232
Investment Income (Expense)	2,136,123	(3,230,320)

RURAL TELEPHONE SERVICE COMPANY, INC.

401(k) PLAN

SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS

(Held at End-of-Year)

December 31, 2009

Schedule 1
Page 1
(PN) - 003
(EIN) - 48-0538069

(a) **Related	(b) Identity of Issuer, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	Number of Shares/Units	(d) *Cost	(e) Current Value
N/A	AIM SMCAP GR A	Mutual Fund	8 s	N/A	\$ 183
N/A	ABRDEN INTLEQ A	Mutual Fund	3,767 s	N/A	45,956
N/A	ALLBER INTL VAL A	Mutual Fund	1,217 s	N/A	16,606
N/A	ALLBER INTL VAL K	Mutual Fund	4,993 s	N/A	67,902
N/A	AMCENT GR ADV	Mutual Fund	1,962 s	N/A	42,584
N/A	AMCENT INFL ADJ BD ADV	Mutual Fund	891 s	N/A	10,215
N/A	AMCENT INFL ADJ BD INST	Mutual Fund	3,379 s	N/A	38,860
N/A	AMCENT SEL A	Mutual Fund	103 s	N/A	3,353
N/A	AMCENT SM CO ADV	Mutual Fund	337 s	N/A	2,044
N/A	AMCENT VIS ADV	Mutual Fund	5 s	N/A	61
N/A	AMFDS AMCAP R5	Mutual Fund	145 s	N/A	2,421
N/A	AMFDS AM BAL R3	Mutual Fund	1,486 s	N/A	23,999
N/A	AMFDS AM HI INC TR R5	Mutual Fund	526 s	N/A	5,577
N/A	AMFDS AM MUT R5	Mutual Fund	72 s	N/A	1,657
N/A	AMFDS CAP WLD BD R3	Mutual Fund	1,263 s	N/A	25,304
N/A	AMFDS CAP WLD GR INC R3	Mutual Fund	1,828 s	N/A	62,002
N/A	AMFDS CAP WLD GR INC R5	Mutual Fund	113 s	N/A	3,847
N/A	AMFDS EUROPACFC GR R3	Mutual Fund	1 s	N/A	6
N/A	AMFDS EUROPACFC GR R5	Mutual Fund	549 s	N/A	20,999
N/A	AMFDS FDMNTL INV R3	Mutual Fund	1,037 s	N/A	33,883
N/A	AMFDS FDMNTL INV R5	Mutual Fund	110 s	N/A	3,603
N/A	AMFDS GR FD AM R3	Mutual Fund	3,955 s	N/A	106,502
N/A	AMFDS NEW PRSPCT R3	Mutual Fund	1,441 s	N/A	36,397
N/A	AMFDS NEW WLD R3	Mutual Fund	796 s	N/A	37,190
N/A	AMFDS NEW WLD R5	Mutual Fund	343 s	N/A	16,231
N/A	AMFDS WSHNGTN MUT INV R5	Mutual Fund	16 s	N/A	387
N/A	ASTN OPTM MDCAP N	Mutual Fund	429 s	N/A	11,200
N/A	AVEMARIA RIS DID	Mutual Fund	425 s	N/A	4,580
N/A	BARON SMCAP	Mutual Fund	237 s	N/A	4,557
N/A	BLKRK LGCAP GR INV A	Mutual Fund	5,521 s	N/A	50,739
N/A	BLKRK LGCAP VAL INV A	Mutual Fund	4,662 s	N/A	62,145
N/A	BLKRK SMMDCAP GR INV A	Mutual Fund	121 s	N/A	1,262
N/A	CLVRT NEW VSN SMCAP A	Mutual Fund	194 s	N/A	2,461
N/A	DE EMRG MKT A	Mutual Fund	174 s	N/A	2,358
N/A	DE EXTND DUR BD A	Mutual Fund	23 s	N/A	136

* Cost omitted for participant directed investments.

** Column is not applicable as there are no parties-in-interest.

RURAL TELEPHONE SERVICE COMPANY, INC.

401(k) PLAN

SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS

(Held at End-of-Year)

December 31, 2009

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(a) **Related	(b) Identity of Issuer, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	Number of Shares/Units	(d) *Cost	(e) Current Value
N/A	DE VAL A	Mutual Fund	398 s	N/A	\$ 3,609
N/A	DWS GLBL INTL EURP EQ A	Mutual Fund	28 s	N/A	641
N/A	DWS GLBL INTL LTN AM EQ A	Mutual Fund	13 s	N/A	660
N/A	DAVIS NY VNTR A	Mutual Fund	405 s	N/A	12,548
N/A	DREY EMRG MKT A	Mutual Fund	1,211 s	N/A	14,195
N/A	DREY GRTR CHINA A	Mutual Fund	74 s	N/A	3,436
N/A	DRXNEVOL ALL CAP EQ INV	Mutual Fund	568 s	N/A	8,334
N/A	DRXNEVOL ALTRNATV INVMT INV	Mutual Fund	302 s	N/A	4,811
N/A	DRXNEVOL MGD BD INV	Mutual Fund	317 s	N/A	5,235
N/A	DRXNEVOL MKT LDRS INV	Mutual Fund	341 s	N/A	4,112
N/A	EAGLE SERIES TR MDCAP GR A	Mutual Fund	3 s	N/A	70
N/A	EVGRN GR A	Mutual Fund	2 s	N/A	21
N/A	FED INTL LDRS A	Mutual Fund	191 s	N/A	4,126
N/A	FIDADV LEVR CO STK A	Mutual Fund	1,957 s	N/A	54,264
N/A	FIDADV VAL STRAT A	Mutual Fund	427 s	N/A	8,470
N/A	FNKLNCF FNKLN INC A	Mutual Fund	14,795 s	N/A	30,625
N/A	FNKLNCF FNKLN US GOVTSEC A	Mutual Fund	28 s	N/A	187
N/A	FNKLNMSF MUT BECN A	Mutual Fund	2,823 s	N/A	32,177
N/A	FNKLNMSF MUT GBL DISC A	Mutual Fund	1,400 s	N/A	37,414
N/A	FNKLNSS STRAT INC A	Mutual Fund	8 s	N/A	79
N/A	FNKLNTMP DEVL MKT TR A	Mutual Fund	1,148 s	N/A	25,295
N/A	FNKLNTMP FORGN A	Mutual Fund	7,584 s	N/A	49,675
N/A	FNKLNTMP GR A	Mutual Fund	709 s	N/A	11,921
N/A	GDMNSCS LGCAP VAL A	Mutual Fund	7,666 s	N/A	81,111
N/A	GDMNSCS MDCAP VAL A	Mutual Fund	2,418 s	N/A	70,064
N/A	GDMNSCS SHRT DUR GOVT INST	Mutual Fund	153 s	N/A	1,572
N/A	GDMNSCS SMCAP VAL A	Mutual Fund	1,808 s	N/A	56,845
N/A	GDMNSCS STRCD LGCAP VAL A	Mutual Fund	3,735 s	N/A	33,574
N/A	HARBOR SMCAP GR INV	Mutual Fund	24 s	N/A	238
N/A	HEARTLAND VAL PLS INV	Mutual Fund	704 s	N/A	16,483
N/A	IVY ASSET STRATEGY FD CL A	Mutual Fund	21,604 s	N/A	481,345
N/A	IVY CORE EQUITY FUND CLS A	Mutual Fund	3,370 s	N/A	28,072
N/A	IVY CUNDILL GLOBAL VALU A	Mutual Fund	8,230 s	N/A	100,164
N/A	IVY DIVD OPFR A	Mutual Fund	21,021 s	N/A	276,221
N/A	IVY ENERGY	Mutual Fund	382 s	N/A	4,207

* Cost omitted for participant directed investments.

** Column is not applicable as there are no parties-in-interest.

RURAL TELEPHONE SERVICE COMPANY, INC.

401(k) PLAN

SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS

(Held at End-of-Year)

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(a) **Related	(b) Identity of Issuer, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	Number of Shares/Units	(d) *Cost	(e) Current Value
N/A	IVY EUROPE OPPORTUNITIES A	Mutual Fund	5,220 s	N/A	\$ 113,898
N/A	IVY GLBL NATRL RESOURCES A	Mutual Fund	26,415 s	N/A	488,411
N/A	IVY LARGE CAP GRTH FD CL A	Mutual Fund	7,617 s	N/A	86,835
N/A	IVY LMTD TERM BOND FD CL A	Mutual Fund	2,721 s	N/A	29,959
N/A	IVY MGD INTL OPFR A	Mutual Fund	7,329 s	N/A	61,637
N/A	IVY MID CAP GRTH FND CLS A	Mutual Fund	4,168 s	N/A	54,722
N/A	IVY MORTGAGE SECURITIES A	Mutual Fund	3,811 s	N/A	31,179
N/A	IVY PCIFIC OPPORTUNITIES A	Mutual Fund	18,375 s	N/A	273,790
N/A	IVY REAL EST SECURITIES A	Mutual Fund	7,933 s	N/A	115,425
N/A	IVY SCIENCE & TECH FND A	Mutual Fund	7,306 s	N/A	210,400
N/A	IVY SMALL CAP GRTH FD CL A	Mutual Fund	4,784 s	N/A	49,367
N/A	IVY SMALL CAP VALUE FUND A	Mutual Fund	839 s	N/A	11,474
N/A	JPM COR BD A	Mutual Fund	803 s	N/A	8,921
N/A	JPM DYNMC SMCAP GR A	Mutual Fund	2,112 s	N/A	29,484
N/A	JPM MDCAP VAL A	Mutual Fund	514 s	N/A	9,747
N/A	JPM SMCAP VAL A	Mutual Fund	286 s	N/A	4,173
N/A	JENSN PORT J	Mutual Fund	1,043 s	N/A	25,540
N/A	JNS FRTY S	Mutual Fund	50 s	N/A	1,578
N/A	JNS PRKNS MDCAP VAL J	Mutual Fund	6 s	N/A	127
N/A	LAZARD EMRG MKT EQ OPEN	Mutual Fund	556 s	N/A	10,162
N/A	LEGGM CLRBDG AGGR GR A	Mutual Fund	1 s	N/A	14
N/A	LEGGM WSTRAS CORPLSBD INST	Mutual Fund	1,539 s	N/A	15,601
N/A	LEGGMWSTRASINFINPLSBDINST	Mutual Fund	2,929 s	N/A	31,134
N/A	LEGGMWSTRASNONUSOPPRBDINST	Mutual Fund	1,781 s	N/A	16,277
N/A	MFS GLBL TTL RTN A	Mutual Fund	9 s	N/A	109
N/A	MFS INTL NEW/ DISC A	Mutual Fund	1,292 s	N/A	23,418
N/A	MFS VAL A	Mutual Fund	3,997 s	N/A	83,009
N/A	MNSTY EPOCH GLBL EQ YLD A	Mutual Fund	3,656 s	N/A	50,159
N/A	NW INV DEST AGGR SC	Mutual Fund	9 s	N/A	65
N/A	NW INV DEST CNSRV SC	Mutual Fund	7 s	N/A	71
N/A	NW INV DEST MOD AGGR SC	Mutual Fund	2,121 s	N/A	17,433
N/A	NW INV DEST MOD CNSRV SC	Mutual Fund	8 s	N/A	74
N/A	NW INV DEST MOD SC	Mutual Fund	169 s	N/A	1,455
N/A	NW MNY MKT INST	Mutual Fund	42,075 u	N/A	48,468
N/A	NEUBER HI INC BD INV	Mutual Fund	554 s	N/A	4,930

* Cost omitted for participant directed investments.

** Column is not applicable as there are no parties-in-interest.

RURAL TELEPHONE SERVICE COMPANY, INC.

401(k) PLAN

SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS

(Held at End-of-Year)

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(a) **Related	(b) Identity of Issuer, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	Number of Shares/Units	(d) *Cost	(e) Current Value
N/A	NEUBER REAL EST FD TR	Mutual Fund	366 s	N/A	\$ 3,226
N/A	OKMRK GLBL li	Mutual Fund	627 s	N/A	12,014
N/A	OLSTN ALLCAP VAL ADV	Mutual Fund	696 s	N/A	8,377
N/A	OPP DEVL MKT A	Mutual Fund	1,630 s	N/A	46,880
N/A	OPP GOLD SPEC MNRLS A	Mutual Fund	93 s	N/A	3,336
N/A	OPP INTL BD A	Mutual Fund	6,661 s	N/A	42,633
N/A	OPP INTL GR A	Mutual Fund	1,975 s	N/A	48,568
N/A	OPP LTD TRM GOVT A	Mutual Fund	27 s	N/A	249
N/A	PIMCO ALLNZ NFJ SMCP VAL A	Mutual Fund	406 s	N/A	9,416
N/A	PIMCO REAL RTN A	Mutual Fund	332 s	N/A	3,579
N/A	PIMCO REAL RTN INST	Mutual Fund	5,065 s	N/A	54,654
N/A	PIMCO TTL RTN INST	Mutual Fund	2,113 s	N/A	22,820
N/A	PIONR EMRG MKT A	Mutual Fund	745 s	N/A	19,775
N/A	PIONR HI YLD A	Mutual Fund	2,882 s	N/A	26,286
N/A	PRNCPL HI YLD INST	Mutual Fund	1,261 s	N/A	9,775
N/A	PRNCPL INV LGCAP GR A	Mutual Fund	180 s	N/A	1,230
N/A	PRNCPL INV LGCAP GR INST	Mutual Fund	5,654 s	N/A	39,182
N/A	PRUDNTL DRYDENGLBLREALESTA	Mutual Fund	542 s	N/A	8,817
N/A	PRUDNTL JNIN 20 20 FOCs A	Mutual Fund	660 s	N/A	9,769
N/A	PTNM EQ INC A	Mutual Fund	2,707 s	N/A	36,812
N/A	RS GL NATRL RSRC A	Mutual Fund	539 s	N/A	16,134
N/A	RS PTNRS A	Mutual Fund	570 s	N/A	14,743
N/A	RVRSRC MDCAP GR FD A	Mutual Fund	521 s	N/A	4,700
N/A	RVRSRC PTNRS AGGR GR A	Mutual Fund	689 s	N/A	5,109
N/A	RYDEX GVLNGBD 1.25XSTR ADV	Mutual Fund	2 s	N/A	27
N/A	RYDEXF EURO 1.25 X STRAT H	Mutual Fund	458 s	N/A	6,724
N/A	RYDEXF S&P 500 PURE GR H	Mutual Fund	104 s	N/A	2,586
N/A	RYDEXF S&P 500 PURE VAL H	Mutual Fund	175 s	N/A	12,420
N/A	RYDEXF S&PSMCP600 PUREGRH	Mutual Fund	1 s	N/A	36
N/A	RYDEXF S&PMDCAP400PUREVALH	Mutual Fund	186 s	N/A	5,000
N/A	RYDX INVRS GOVLNG BD STR ADV	Mutual Fund	4 s	N/A	53
N/A	THORNBURG INTL VALUE FD I	Mutual Fund	2,543 s	N/A	64,521
N/A	VANKAMP GI FRANCHISE FD A	Mutual Fund	1,485 s	N/A	28,574
N/A	VAN KAMPEN EQUITY & INC A	Mutual Fund	3,627 s	N/A	28,257
N/A	VANKAMP COMSTOCK FD A	Mutual Fund	2,503 s	N/A	34,567

* Cost omitted for participant directed investments.

** Column is not applicable as there are no parties-in-interest.

RURAL TELEPHONE SERVICE COMPANY, INC.

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401(k) PLAN

SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS

(Held at End-of-Year)

December 31, 2009

(a) **Related	(b) Identity of Issuer, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	Number of Shares/Units	(d) *Cost	(e) Current Value
N/A	VANKAMP GROWTH & INC FD A	Mutual Fund	2,011 s	N/A	\$ 34,744
N/A	VANGUARD INTL VALUE FD IS	Mutual Fund	1 s	N/A	20
N/A	VANGUARD SMCAP VAL INDX IS	Mutual Fund	1,494 s	N/A	19,505
N/A	VNGRD INTL GR INV	Mutual Fund	1 s	N/A	21
N/A	W&R ADV ACCUM FND CLS A	Mutual Fund	21,229 s	N/A	137,567
N/A	W&R ADV ASSET STRAT FD A	Mutual Fund	72,077 s	N/A	623,465
N/A	W&R ADV BOND FND CLS A	Mutual Fund	4,228 s	N/A	25,705
N/A	W&R ADV CASH MGT FND A	Mutual Fund	303,376 u	N/A	346,791
N/A	W&R ADV CONTRL INC FD CLS A	Mutual Fund	10,019 s	N/A	74,841
N/A	W&R ADV CORE INV FND CL A	Mutual Fund	103,971 s	N/A	514,655
N/A	W&R ADV GLB BND FND CL A	Mutual Fund	10,886 s	N/A	42,348
N/A	W&R ADV GOVT SEC FND CLS A	Mutual Fund	4,227 s	N/A	23,753
N/A	W&R ADV HIGH INC FND CLS A	Mutual Fund	18,512 s	N/A	124,033
N/A	W&R ADV INTL GRTH FND CL A	Mutual Fund	5,186 s	N/A	43,821
N/A	W&R ADV NEW CNCPTS FND A	Mutual Fund	47,321 s	N/A	418,315
N/A	W&R ADV SCI & TECH FND A	Mutual Fund	73,096 s	N/A	690,756
N/A	W&R ADV SMALL CAP FND CL A	Mutual Fund	43,038 s	N/A	489,776
N/A	W&R ADV VALUE FUND CLS A	Mutual Fund	7,307 s	N/A	74,458
N/A	W&R ADV VANGUARD FND CLS A	Mutual Fund	34,506 s	N/A	245,341
N/A	WFAF ASIA PACFC INV	Mutual Fund	5,706 s	N/A	52,037
N/A	WFAF ENDVR SEL A	Mutual Fund	3,425 s	N/A	28,392
N/A	WFAF GOV SECURITIES INV CL	Mutual Fund	736 s	N/A	7,863
N/A	WFAF SMALL CAP VALUE FND A	Mutual Fund	1,479 s	N/A	39,957
	Total Mutual Funds		1,131,872		8,807,067
	Participant Loans				29,775
	Total Investments				<u>8,836,842</u>
		Rate of Interest (4.00 to 10.00%)			

* Cost omitted for participant directed investments.

** Column is not applicable as there are no parties-in-interest.

RURAL TELEPHONE SERVICE COMPANY, INC.
401(k) PLAN

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SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS (Acquired and Disposed of Within the Plan Year)

December 31, 2009

(a) Identity of Issuer, Borrower, Lessor, or Similar Party	(b) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	(c) Costs of		(d) Proceeds of	
		Acquisitions		Dispositions	
*Mutual Funds	N/A	N/A		N/A	
Participant Loans	Rate of Interest (4.00 to 10.00%)	\$ -		\$ -	

*All plan investments were held in individual retail accounts at Nationwide Trust Company, FSB as of and for the Plan Year ended December 31, 2009. These investments are not required to be reported on the SCHEDULE OF ASSETS (Acquired and Disposed of Within the Plan Year).

RURAL TELEPHONE SERVICE COMPANY, INC.
401(k) PLAN

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(EIN) - 48-0538069

SCHEDULE H, LINE 4j - SCHEDULE OF REPORTABLE TRANSACTIONS EXCEEDING 5% OF PLAN ASSETS

December 31, 2009

(a) Identity of Party Involved	(b) Description of Asset	(c) Purchase Price	(d) Selling Price	(e) Lease Rental	(f) Expense Incurred with Transaction	(g) Cost of Asset	(h) Current Value of Asset on Transaction Date	(i) Net Gain or (Loss)
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Note: For the Plan Year ended December 31, 2009, no transactions are required to be reported on the SCHEDULE OF REPORTABLE TRANSACTIONS EXCEEDING 5% OF PLAN ASSETS.

RURAL TELEPHONE SERVICE COMPANY, INC.
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SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS
(Held at End-of-Year)

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(a) **Related	(b) Identity of Issuer, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	Number of Shares/Units	(d) *Cost	(e) Current Value
N/A	AIM SMCAP GR A	Mutual Fund	8 s	N/A	\$ 183
N/A	ABRDEN INTL EQ A	Mutual Fund	3,767 s	N/A	45,956
N/A	ALLBER INTL VAL A	Mutual Fund	1,217 s	N/A	16,606
N/A	ALLBER INTL VAL K	Mutual Fund	4,993 s	N/A	67,902
N/A	AMCENT GR ADV	Mutual Fund	1,962 s	N/A	42,584
N/A	AMCENT INFL ADJ BD ADV	Mutual Fund	891 s	N/A	10,215
N/A	AMCENT INFL ADJ BD INST	Mutual Fund	3,379 s	N/A	38,860
N/A	AMCENT SEL A	Mutual Fund	103 s	N/A	3,353
N/A	AMCENT SM CO ADV	Mutual Fund	337 s	N/A	2,044
N/A	AMCENT VIS ADV	Mutual Fund	5 s	N/A	61
N/A	AMFDS AMCAP R5	Mutual Fund	145 s	N/A	2,421
N/A	AMFDS AM BAL R3	Mutual Fund	1,486 s	N/A	23,999
N/A	AMFDS AM HI INC TR R5	Mutual Fund	526 s	N/A	5,577
N/A	AMFDS AM MUT R5	Mutual Fund	72 s	N/A	1,657
N/A	AMFDS CAP WLD BD R3	Mutual Fund	1,263 s	N/A	25,304
N/A	AMFDS CAP WLD GR INC R3	Mutual Fund	1,828 s	N/A	62,002
N/A	AMFDS CAP WLD GR INC R5	Mutual Fund	113 s	N/A	3,847
N/A	AMFDS EUROPACFC GR R3	Mutual Fund	1 s	N/A	6
N/A	AMFDS EUROPACFC GR R5	Mutual Fund	549 s	N/A	20,999
N/A	AMFDS FDMNTL INV R3	Mutual Fund	1,037 s	N/A	33,883
N/A	AMFDS FDMNTL INV R5	Mutual Fund	110 s	N/A	3,603
N/A	AMFDS GR FD AM R3	Mutual Fund	3,955 s	N/A	106,502
N/A	AMFDS NEW/ PRSPCT R3	Mutual Fund	1,441 s	N/A	36,397
N/A	AMFDS NEW/ WLD R3	Mutual Fund	796 s	N/A	37,190
N/A	AMFDS NEW/ WLD R5	Mutual Fund	343 s	N/A	16,231
N/A	AMFDS WSHNGTN MUT INV R5	Mutual Fund	16 s	N/A	387
N/A	ASTN OPTM MDCAP N	Mutual Fund	429 s	N/A	11,200
N/A	AVEMARIA RIS DID	Mutual Fund	425 s	N/A	4,580
N/A	BARON SMCAP	Mutual Fund	237 s	N/A	4,557
N/A	BLKRK LGCAP GR INV A	Mutual Fund	5,521 s	N/A	50,739
N/A	BLKRK LGCAP VAL INV A	Mutual Fund	4,662 s	N/A	62,145
N/A	BLKRK SMMDCAP GR INV A	Mutual Fund	121 s	N/A	1,262
N/A	CLVRT NEW/ VSN SMCAP A	Mutual Fund	194 s	N/A	2,461
N/A	DE EMRG MKT A	Mutual Fund	174 s	N/A	2,358
N/A	DE EXTND DUR BD A	Mutual Fund	23 s	N/A	136

* Cost omitted for participant directed investments.

** Column is not applicable as there are no parties-in-interest.

RURAL TELEPHONE SERVICE COMPANY, INC.

401(k) PLAN

SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS

(Held at End-of-Year)

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(a) **Related	(b) Identity of Issuer, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	Number of Shares/Units	(d) *Cost	(e) Current Value
N/A	DE VAL A	Mutual Fund	398 s	N/A	\$ 3,609
N/A	DWS GLBL INTL EURP EQ A	Mutual Fund	28 s	N/A	641
N/A	DWS GLBL INTL LTN AM EQ A	Mutual Fund	13 s	N/A	660
N/A	DAVIS NY VNTR A	Mutual Fund	405 s	N/A	12,548
N/A	DREY EMRG MKT A	Mutual Fund	1,211 s	N/A	14,195
N/A	DREY GRTR CHINA A	Mutual Fund	74 s	N/A	3,436
N/A	DRXNEVOL ALL CAP EQ INV	Mutual Fund	568 s	N/A	8,334
N/A	DRXNEVOL ALTRNATV INVMT INV	Mutual Fund	302 s	N/A	4,811
N/A	DRXNEVOL MGD BD INV	Mutual Fund	317 s	N/A	5,235
N/A	DRXNEVOL MKT LDRS INV	Mutual Fund	341 s	N/A	4,112
N/A	EAGLE SERIES TR MDCAP GR A	Mutual Fund	3 s	N/A	70
N/A	EVGRN GR A	Mutual Fund	2 s	N/A	21
N/A	FED INTL LDRS A	Mutual Fund	191 s	N/A	4,126
N/A	FIDADV LEVR CO STK A	Mutual Fund	1,957 s	N/A	54,264
N/A	FIDADV VAL STRAT A	Mutual Fund	427 s	N/A	8,470
N/A	FNKLNC F FNKLN INC A	Mutual Fund	14,795 s	N/A	30,625
N/A	FNKLNC F FNKLN US GOVTSEC A	Mutual Fund	28 s	N/A	187
N/A	FNKLNM SF MUT BECN A	Mutual Fund	2,823 s	N/A	32,177
N/A	FNKLNM SF MUT GLBL DISC A	Mutual Fund	1,400 s	N/A	37,414
N/A	FNKLNS STRAT INC A	Mutual Fund	8 s	N/A	79
N/A	FNKLNTMP DEVL MKT TR A	Mutual Fund	1,148 s	N/A	25,295
N/A	FNKLNTMP FORGN A	Mutual Fund	7,584 s	N/A	49,675
N/A	FNKLNTMP GR A	Mutual Fund	709 s	N/A	11,921
N/A	GDMNSCS LGCAP VAL A	Mutual Fund	7,666 s	N/A	81,111
N/A	GDMNSCS MDCAP VAL A	Mutual Fund	2,418 s	N/A	70,064
N/A	GDMNSCS SHRT DUR GOVT INST	Mutual Fund	153 s	N/A	1,572
N/A	GDMNSCS SMCAP VAL A	Mutual Fund	1,808 s	N/A	56,845
N/A	GDMNSCS STRCD LGCAP VAL A	Mutual Fund	3,735 s	N/A	33,574
N/A	HARBOR SMCAP GR INV	Mutual Fund	24 s	N/A	238
N/A	HEARTLAND VAL PLS INV	Mutual Fund	704 s	N/A	16,483
N/A	IVY ASSET STRATEGY FD CL A	Mutual Fund	21,604 s	N/A	481,345
N/A	IVY CORE EQUITY FUND CLS A	Mutual Fund	3,370 s	N/A	28,072
N/A	IVY CUNDILL GLOBAL VALU A	Mutual Fund	8,230 s	N/A	100,164
N/A	IVY DIVD OPFR A	Mutual Fund	21,021 s	N/A	276,221
N/A	IVY ENERGY	Mutual Fund	382 s	N/A	4,207

* Cost omitted for participant directed investments.

** Column is not applicable as there are no parties-in-interest.

RURAL TELEPHONE SERVICE COMPANY, INC.

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SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS

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(a) **Related	(b) Identity of Issuer, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	Number of Shares/Units	(d) *Cost	(e) Current Value
N/A	IVY EUROPE OPPORTUNITIES A	Mutual Fund	5,220 s	N/A	\$ 113,898
N/A	IVY GLBL NATRL RESOURCES A	Mutual Fund	26,415 s	N/A	488,411
N/A	IVY LARGE CAP GRTH FD CL A	Mutual Fund	7,617 s	N/A	86,835
N/A	IVY LMTD TERM BOND FD CL A	Mutual Fund	2,721 s	N/A	29,959
N/A	IVY MGD INTL OPFR A	Mutual Fund	7,329 s	N/A	61,637
N/A	IVY MID CAP GRTH FND CLS A	Mutual Fund	4,168 s	N/A	54,722
N/A	IVY MORTGAGE SECURITIES A	Mutual Fund	3,811 s	N/A	31,179
N/A	IVY PCIFIC OPPORTUNITIES A	Mutual Fund	18,375 s	N/A	273,790
N/A	IVY REAL EST SECURITIES A	Mutual Fund	7,933 s	N/A	115,425
N/A	IVY SCIENCE & TECH FND A	Mutual Fund	7,306 s	N/A	210,400
N/A	IVY SMALL CAP GRTH FD CL A	Mutual Fund	4,784 s	N/A	49,367
N/A	IVY SMALL CAP VALUE FUND A	Mutual Fund	839 s	N/A	11,474
N/A	JPM COR BD A	Mutual Fund	803 s	N/A	8,921
N/A	JPM DYNMC SMCAP GR A	Mutual Fund	2,112 s	N/A	29,484
N/A	JPM MDCAP VAL A	Mutual Fund	514 s	N/A	9,747
N/A	JPM SMCAP VAL A	Mutual Fund	286 s	N/A	4,173
N/A	JENS PORT J	Mutual Fund	1,043 s	N/A	25,540
N/A	JNS FRTY S	Mutual Fund	50 s	N/A	1,578
N/A	JNS PRKNS MDCAP VAL J	Mutual Fund	6 s	N/A	127
N/A	LAZARD EMRG MKT EQ OPEN	Mutual Fund	556 s	N/A	10,162
N/A	LEGGM CLRBRDG AGGR GR A	Mutual Fund	1 s	N/A	14
N/A	LEGGM WSTRAS CORPLSBD INST	Mutual Fund	1,539 s	N/A	15,601
N/A	LEGGMWSTRASINFINDPLSBDINST	Mutual Fund	2,929 s	N/A	31,134
N/A	LEGGMWSTRASNONUSOPPRBDINST	Mutual Fund	1,781 s	N/A	16,277
N/A	MFS GLBL TTL RTN A	Mutual Fund	9 s	N/A	109
N/A	MFS INTL NEW DISC A	Mutual Fund	1,292 s	N/A	23,418
N/A	MFS VAL A	Mutual Fund	3,997 s	N/A	83,009
N/A	MNSTY EPOCH GLBL EQ YLD A	Mutual Fund	3,656 s	N/A	50,159
N/A	NW INV DEST AGGR SC	Mutual Fund	9 s	N/A	65
N/A	NW INV DEST CNSRV SC	Mutual Fund	7 s	N/A	71
N/A	NW INV DEST MOD AGGR SC	Mutual Fund	2,121 s	N/A	17,433
N/A	NW INV DEST MOD CNSRV SC	Mutual Fund	8 s	N/A	74
N/A	NW INV DEST MOD SC	Mutual Fund	169 s	N/A	1,455
N/A	NW MNY MKT INST	Mutual Fund	42,075 u	N/A	48,468
N/A	NEUBER HI INC BD INV	Mutual Fund	554 s	N/A	4,930

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N/A	NEUBER REAL EST FD TR	Mutual Fund	366 s	N/A	\$ 3,226
N/A	OKMRK GBLB II	Mutual Fund	627 s	N/A	12,014
N/A	OLSTN ALLCAP VAL ADV	Mutual Fund	696 s	N/A	8,377
N/A	OPP DEVL MKT A	Mutual Fund	1,630 s	N/A	46,880
N/A	OPP GOLD SPEC MNRLS A	Mutual Fund	93 s	N/A	3,336
N/A	OPP INTL BD A	Mutual Fund	6,661 s	N/A	42,633
N/A	OPP INTL GR A	Mutual Fund	1,975 s	N/A	48,568
N/A	OPP LTD TRM GOVT A	Mutual Fund	27 s	N/A	249
N/A	PIMCO ALLNZ NFJ SMCP VAL A	Mutual Fund	406 s	N/A	9,416
N/A	PIMCO REAL RTN A	Mutual Fund	332 s	N/A	3,579
N/A	PIMCO REAL RTN INST	Mutual Fund	5,065 s	N/A	54,654
N/A	PIMCO TTL RTN INST	Mutual Fund	2,113 s	N/A	22,820
N/A	PIONR EMRG MKT A	Mutual Fund	745 s	N/A	19,775
N/A	PIONR HI YLD A	Mutual Fund	2,882 s	N/A	26,286
N/A	PRNCPL HI YLD INST	Mutual Fund	1,261 s	N/A	9,775
N/A	PRNCPL INV LGCAP GR A	Mutual Fund	180 s	N/A	1,230
N/A	PRNCPL INV LGCAP GR INST	Mutual Fund	5,654 s	N/A	39,182
N/A	PRUDNTL DRYDENGLBLREALESTA	Mutual Fund	542 s	N/A	8,817
N/A	PRUDNTL JNIN 20 20 FOCS A	Mutual Fund	660 s	N/A	9,769
N/A	PTNM EQ INC A	Mutual Fund	2,707 s	N/A	36,812
N/A	RS GL NATRL RSRC A	Mutual Fund	539 s	N/A	16,134
N/A	RS PTNRS A	Mutual Fund	570 s	N/A	14,743
N/A	RVRSRC MDCAP GR FD A	Mutual Fund	521 s	N/A	4,700
N/A	RVRSRC PTNRS AGGR GR A	Mutual Fund	689 s	N/A	5,109
N/A	RYDEX GVLNGBD 1.25XSTR ADV	Mutual Fund	2 s	N/A	27
N/A	RYDEXSF EURO 1.25 X STRAT H	Mutual Fund	458 s	N/A	6,724
N/A	RYDEXSF S&P 500 PURE GR H	Mutual Fund	104 s	N/A	2,586
N/A	RYDEXSF S&P 500 PURE VAL H	Mutual Fund	175 s	N/A	12,420
N/A	RYDEXSF S&PSMCP600 PUREGRH	Mutual Fund	1 s	N/A	36
N/A	RYDEXSF S&PMDCAP400PUREVALH	Mutual Fund	186 s	N/A	5,000
N/A	RYDX INVRS GOVLNG BD STR ADV	Mutual Fund	4 s	N/A	53
N/A	THORNBURG INTL VALUE FD I	Mutual Fund	2,543 s	N/A	64,521
N/A	VANKAMP GI FRANCHISE FD A	Mutual Fund	1,485 s	N/A	28,574
N/A	VAN KAMPEN EQUITY & INC A	Mutual Fund	3,627 s	N/A	28,257
N/A	VANKAMP COMSTOCK FD A	Mutual Fund	2,503 s	N/A	34,567

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N/A	VANKAMP GROWTH & INC FD A	Mutual Fund	2,011 s	N/A	\$ 34,744
N/A	VANGUARD INTL VALUE FD IS	Mutual Fund	1 s	N/A	20
N/A	VANGUARD SMCAP VAL INDX IS	Mutual Fund	1,494 s	N/A	19,505
N/A	VNGRD INTL GR INV	Mutual Fund	1 s	N/A	21
N/A	W&R ADV ACCUM FND CLS A	Mutual Fund	21,229 s	N/A	137,567
N/A	W&R ADV ASSET STRAT FD A	Mutual Fund	72,077 s	N/A	623,465
N/A	W&R ADV BOND FND CLS A	Mutual Fund	4,228 s	N/A	25,705
N/A	W&R ADV CASH MGT FND A	Mutual Fund	303,376 u	N/A	346,791
N/A	W&R ADV CONTRL INC FD CLS A	Mutual Fund	10,019 s	N/A	74,841
N/A	W&R ADV CORE INV FND CL A	Mutual Fund	103,971 s	N/A	514,655
N/A	W&R ADV GLB BND FND CL A	Mutual Fund	10,886 s	N/A	42,348
N/A	W&R ADV GOVT SEC FND CLS A	Mutual Fund	4,227 s	N/A	23,753
N/A	W&R ADV HIGH INC FND CLS A	Mutual Fund	18,512 s	N/A	124,033
N/A	W&R ADV INTL GRTH FND CL A	Mutual Fund	5,186 s	N/A	43,821
N/A	W&R ADV NEW CNCPTS FND A	Mutual Fund	47,321 s	N/A	418,315
N/A	W&R ADV SCI & TECH FND A	Mutual Fund	73,096 s	N/A	690,756
N/A	W&R ADV SMALL CAP FND CL A	Mutual Fund	43,038 s	N/A	489,776
N/A	W&R ADV VALUE FUND CLS A	Mutual Fund	7,307 s	N/A	74,458
N/A	W&R ADV VANGUARD FND CLS A	Mutual Fund	34,506 s	N/A	245,341
N/A	WFAF ASIA PACFC INV	Mutual Fund	5,706 s	N/A	52,037
N/A	WFAF ENDVR SEL A	Mutual Fund	3,425 s	N/A	28,392
N/A	WFAF GOV SECURITIES INV CL	Mutual Fund	736 s	N/A	7,863
N/A	WFAF SMALL CAP VALUE FND A	Mutual Fund	1,479 s	N/A	39,957
	Total Mutual Funds		<u>1,131,872</u>		<u>8,807,067</u>
	Participant Loans				<u>29,775</u>
	Total Investments				<u><u>8,836,842</u></u>
	Rate of Interest (4.00 to 10.00%)				

* Cost omitted for participant directed investments.

** Column is not applicable as there are no parties-in-interest.