

LAW OFFICES
BRYDON, SWEARENGEN & ENGLAND

PROFESSIONAL CORPORATION

312 EAST CAPITOL AVENUE

P.O. BOX 456

JEFFERSON CITY, MISSOURI 65102-0456

TELEPHONE (573) 635-7166

FACSIMILE (573) 635-0427

DAVID V.G. BRYDON
JAMES C. SWEARENGEN
WILLIAM R. ENGLAND, III
JOHNNY K. RICHARDSON
GARY W. DUFFY
PAUL A. BOUDREAU
SONDRA B. MORGAN
CHARLES E. SMARR

DEAN L. COOPER
MARK G. ANDERSON
GREGORY C. MITCHELL
BRIAN T. MCCARTNEY
DIANA C. FARR
JANET E. WHEELER

OF COUNSEL
RICHARD T. CIOTTONE

February 4, 2003

Dale Hardy Roberts
Missouri Public Service Commission
P.O. Box 360
Jefferson City, MO 65102

FILED³

FEB 04 2003

Re: Case No. TF-2001-381

**Missouri Public
Service Commission**

Dear Mr. Roberts:

Enclosed for filing on behalf of Kingdom Telephone Company, please find an original and eight (8) copies of a Status Report on Kingdom Telephone Company Financing.

Would you please see that this filing is brought to the attention of the appropriate Commission personnel.

I thank you in advance for your cooperation in this matter.

Sincerely yours,

BRYDON, SWEARENGEN & ENGLAND P.C.

By:



Sondra B. Morgan

SBM/lar

Enclosure

cc: Cliff Snodgrass
Michael F. Dandino

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

FILED³

FEB 04 2003

Missouri Public
Service Commission

In the matter of the Application)
of KINGDOM TELEPHONE COMPANY)
for authority to borrow an amount)
not to exceed \$9,504,750 from the)
United States of America acting through)
the Rural Utilities Service and the Rural)
Telephone Bank and in connection)
therewith to execute an Amending)
Telephone Loan Contract, Promissory)
Notes, and a Restated Mortgage, Security)
Agreement and Financing Statement.)

Case No. TF-2001-381

**STATUS REPORT ON
KINGDOM TELEPHONE COMPANY FINANCING**

Comes now Kingdom Telephone Company ("Kingdom") and for its Status Report on Financing states to the Missouri Public Service Commission ("Commission") as follows:

1. On March 27, 2001, the Commission issued its Order Approving Financing in which it approved the application filed by Kingdom on January 5, 2001, and authorized Applicant to borrow money from the Rural Utilities Service ("RUS") and the Rural Telephone Bank to pay for capital improvements to its system.

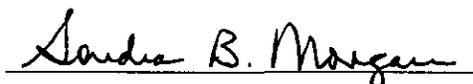
2. Ordered paragraph 2 of that Order directed Kingdom to "provide the Missouri Public Service Commission with the final terms of each transaction as it is issued." On May 16, 2001, counsel for Kingdom filed a letter in the case with the final executed loan documents. The letter stated that Kingdom would provide further information to the Commission after RUS completed its review of the documents and when it received funds.

3. On January 7, 2003, the Commission issued its Third Order Directing Filing in which it directed Kingdom to file a status report on the case by February 24, 2003.

4. For its response, Kingdom states to the Commission that it has not yet drawn any of the funds from RUS. For various reasons, including the unsettled status of the telecommunications industry as a whole, Kingdom has scaled back its prior construction plans for the present. Kingdom is reevaluating its prior plans, and, at this time, is not sure of its future plans for construction.

Wherefore, Applicant respectfully requests that the Commission accept this Status Report in full satisfaction of the Commission's directive.

Respectfully submitted,



W. R. England, III Mo.23975
Sondra B. Morgan Mo.35482
BRYDON, SWEARENGEN &
ENGLAND P.C.
312 East Capitol Avenue
P. O. Box 456
Jefferson City, Missouri 65102
(573) 635-7166
(573) 635-0427 (fax)
smorgan@brydonlaw.com (email)

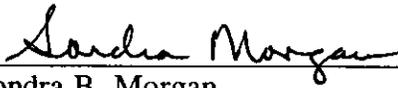
Attorneys for Applicant
Kingdom Telephone Company

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the above and foregoing document was sent by U.S. Mail, postage prepaid, or hand-delivered, on February 4, 2003, to the following parties:

Cliff Snodgrass
Senior Counsel
Missouri Public Service Commission
P.O. Box 360
Jefferson City, MO 65102

Michael F. Dandino
Senior Public Counsel
Office of Public Counsel
P.O. Box 7800
Jefferson City, MO 65102



Sondra B. Morgan