



ST. JOHN TELEPHONE COMPANY

Service Since 1914



P. O. Box 268
St. John, Washington 99171
(509) 648-3322
FAX 648-9900

August 7, 2006

RECEIVED
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OFFICE OF THE
SECRETARY OF
COMMUNICATIONS

Ms. Carole J. Washburn, Executive Secretary
Washington Utilities and Transportation Commission
1300 South Evergreen Park Drive SW
Olympia, WA 98504-7250


Re: Request for Certification Pursuant to WAC 480-123-060 and
47 C.F.R. §54.314

Dear Ms. Washburn:

Pursuant to WAC 480-123-060, St John Co-operative Telephone and Telegraph Company ("Company") hereby requests that the Washington Utilities and Transportation Commission certify that the Company has met the requirements of 47 C.F.R. §54.314 for eligibility for continued receipt of federal high-cost funds.

The certifications and reports that are specified in WAC 480-123-060, WAC 480-123-070 and WAC 480-123-080 are enclosed.

For the Commission's information, in addition to the Lifeline advertisement covered in the enclosed certification, St. John Co-operative Telephone and Telegraph Company posts the Lifeline/WTAP information in its St. John business office, lists the Lifeline/WTAP services available in the Company's phone book and provides the Lifeline/WTAP information to all new customers at the time the customer subscribes for telephone service.

Sincerely,

Greg Morasch
General Manager

Enclosures
OFFICERS
Patrick Gordon • *President*
Mac W. Mills • *Vice President*
Paul Heglar • *Secretary*

DIRECTORS
Jerry Schauble
Gary Bailey



**AFFIDAVIT CONTAINING CERTIFICATIONS
PURSUANT TO WAC 480-123-060 AND WAC 480-123-070**

I, Greg Morasch, being of lawful age, state that I am General Manager of the St. John Co-operative Telephone and Telegraph Company ("Company"), that I am authorized to execute this Affidavit on behalf of the Company, and that the facts set forth in this Affidavit are true to the best of my knowledge, information and belief. On this basis, I hereby certify to the Washington Utilities and Transportation Commission ("Commission") for use by the Commission in providing the certification to the Federal Communications Commission and Universal Service Administrative Company required by 47 C.F.R. §54.314, as follows:

(1) That the Company will use federal high-cost universal service fund support only for the provision, maintenance and upgrading of the facilities and services for which the support is intended;

(2) That during the 2005 calendar year, the Company met substantially the applicable service quality standard found in WAC 480-123-030(1)(h);

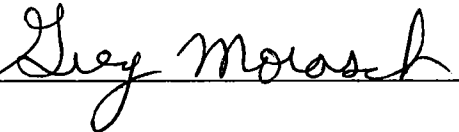
(3) That during the 2005 calendar year, the Company maintained the ability to function in emergency situations under the standard found in WAC 480-123-030(1)(g), as such standard relates to functionality of wireline carriers in emergency situations; and

(4) That during the 2005 calendar year, the Company publicized the availability of its applicable telephone assistance programs in a manner reasonably designed to reach those likely to qualify for service and in a manner which, in the Company's judgment, included advertisements likely to reach those who are not current customers of the Company within the Company's designated service area.

I certify under penalty of perjury under the laws of the State of Washington that the foregoing is true and correct.

Dated this 7th day of August, 2006 at St. John, Washington.

Company: St. John Co-operative Telephone and Telegraph Company

By: 

Its: General Manager

**REPORTS AS REFERENCED IN WAC 480-123-070
AND WAC 480-123-080**

St. John Co-operative Telephone and Telegraph Company (the "Company") hereby submits the following reports in accordance with WAC 480-123-070 and WAC 480-123-080.¹

Report 1: WAC 480-123-070(1)(a): Attached is a copy of the Company's NECA-1 Reports for the calendar years 2004 and 2005, that, as of the date of the reports, the Company has reported as the basis for support from the federal high-cost fund.

Report 2: WAC 480-123-070(1)(b): The Company reports that the investments and expenses reported under Report 1, above, benefited customers as follows:

Through the expenditure of these funds, the Company was able to continue to provide services at a level that the Company believes meets the intent set forth in 47 U.S.C. §254 of providing quality telecommunications services to customers in the service area for which the Company is designated as an ETC.² The Company has made substantial investments over the past several years which allow it to provide quality telecommunications services to its customers in its designated ETC service area. Those expenditures and investments, including those reflected in Report 1 above, generally benefit all customers receiving the federal high-cost fund supported services from the Company within its designated ETC service area. The Company has expanded its network over the past several years so that it is capable of providing access to broadband services throughout most of the Company's designated ETC service area. The Company offers services that are comparable to services offered in urban areas at rates that are comparable to rates for such services in urban areas.

Report 3: WAC 480-123-070(4): The Company reports that the Company is not aware of any complaints during calendar year 2005 to the Federal Communications Commission or the Consumer Protection Division of the Office of the Attorney General of the State of Washington.

Report 4: WAC 480-123-080(1)(b): The Company reports as follows:

As they are known to the Company at the date of this Report, the planned investment and expenses related to Washington state for the period January 1, 2006, through December 31, 2006, that the Company expects to use as a basis to request federal high-cost support are expected to be relatively similar to those investments and expenses the Company has set forth in its information filed under Report 1, above, taking into account normal fluctuations in investment and expense levels. The Company expects that levels of expenses will remain relatively the same as those it experienced in calendar year 2005,

¹ It is the Company's understanding that it is not required to submit the reports described in WAC 480-123-070(2) and (3).

² The term "ETC" is used in the same sense as the term is used in Chapter 480-123 WAC.

subject to the effects of inflation and other commonly experienced changes in cost of labor and materials. The Company does not anticipate major adjustments in staffing levels for the relevant period. The Company's investment plans directly affecting federal high-cost supported services offered by it in its designated ETC service area do not include a major construction project at the present time. The Company expects that it will have relatively the same level of investment related to maintenance, replacement and minor upgrades of such equipment and plant as occurred in calendar year 2005. However, during 2006, the Company is constructing a new office building at a cost of approximately \$400,000. The project will benefit all of the Company's customers by providing the Company with the space and facilities to provide even better customer service.

Report 5: WAC 480-123-080(2): The Company reports as follows:

As they are known to the Company at the date of this Report, the planned investment and expenses related to Washington state for the period January 1, 2007, through December 31, 2007, that the Company expects to use as a basis to request federal high-cost support are expected to be relatively similar to those investments and expenses the Company has set forth in its information filed under Report 1, above, taking into account normal fluctuations in investment and expense levels. The Company expects that levels of expenses will remain relatively the same as those it experienced in calendar year 2005, subject to the effects of inflation and other commonly experienced changes in cost of labor and materials. The Company does not anticipate major adjustments in staffing levels for the relevant period. The Company's investment plans directly affecting federal high-cost supported services offered by it in its designated ETC service area do not include a major construction project at the present time. The Company expects that it will have relatively the same level of investment related to maintenance, replacement and minor upgrades of equipment and plant as occurred in calendar year 2005. The Company has not completed its budgeting process and does not have final numbers prepared for investment and expense levels for 2007. The Company expects that the continued receipt of federal high-cost support will allow the Company to continue to provide the supported services at rates that are comparable to the rates for such services in urban areas. All customers in the Company's designated ETC service area will benefit from the expected level of support by continuing to have available to them services that are comparable to the telecommunications services offered in urban areas at rates that are comparable to the rates for such services in urban areas.

APPLIES TO PERIOD: YEAR END 12/2004 REG: 5 PACIFIC
CONTACT NAME: Gregory W. Morasch SST: 3 SUBSET 3
CONTACT PHONE: (509)-648-3322 EXT: OO: *****
BASE STATUS: SPECIAL RELEASED CO: 000002442 St. John Tel. Co.
SOFT EDIT STATUS: PASSED EDIT SAR: 522442 ST JOHN TEL CO

DESCRIPTION	PENDING VIEW	MESSAGE
060 TOTAL LOOPS	659	
070 CAT. 1.3 LOOPS	638	
160 ACCOUNT 2001	3,066,770	
170 ACCOUNT 1220	39,232	-sb 39383
190 ACCOUNT 3100	2,196,842	
195 ACCOUNT 3400	0	
210 ACCOUNT 4340	170,556	
220 NET PLANT ADJUSTMENT	738,604	
230 ACCOUNT 2210	788,066	
235 ACCOUNT 2220	0	
240 ACCOUNT 2230	976,134	
245 TOTAL CENTRAL OFFICE	1,764,200	
250 CKT EQUIP CAT 4.13	626,670	
255 ACCOUNT 2410	730,718	
260 ACCOUNT 3100 (2210)	479,151	
265 ACCOUNT 3100 (2220)	0	
270 ACCOUNT 3100 (2230)	741,860	
275 ACCOUNT 3100 (2210-2230)	1,221,011	
280 ACCOUNT 3100 (2410)	606,888	
310 ACCOUNT 4340 (2210)	45,753	
3) ACCOUNT 4340 (2220)	0	
3.) ACCOUNT 4340 (2230)	54,408	
325 NET NONCURRENT	100,161	
330 ACCOUNT 4340 (2410)	40,943	
335 ACCOUNT 6110 TOTAL	4,579	
340 ACCOUNT 6110 BENEFITS	266	
345 ACCOUNT 6110 RENTS	0	
350 ACCOUNT 6120 TOTAL	22,158	
355 ACCOUNT 6120 BENEFITS	461	
360 ACCOUNT 6120 RENTS	0	
365 ACCOUNT 6210 TOTAL	44,743	
370 ACCOUNT 6210 BENEFITS	5,642	
375 ACCOUNT 6210 RENTS	0	
380 ACCOUNT 6220 TOTAL	0	
385 ACCOUNT 6220 BENEFITS	0	
390 ACCOUNT 6220 RENTS	0	
395 ACCOUNT 6230 TOTAL	55,420	
400 ACCOUNT 6230 BENEFITS	6,988	
405 ACCOUNT 6230 RENTS	0	
410 ACCOUNT 6210-6230	100,163	
430 ACCOUNT 6410 TOTAL	176,784	
435 ACCOUNT 6410 BENEFITS	29,279	
440 ACCOUNT 6410 RENTS	16,909	
445 TOTAL PLANT SPECIFIC	303,684	
450 ACCOUNT 6530 TOTAL	39,111	
455 ACCOUNT 6530 BENEFITS	45	
510 ACCOUNT 6560 (2210)	71,346	
51" ACCOUNT 6560 (2220)	0	
5. ACCOUNT 6560 (2230)	69,277	
525 ACCOUNT 6560 (2210-2230)	140,623	
530 ACCOUNT 6560 (2410)	8,305	

APPLIES TO PERIOD: YEAR END 12/2004 REG: 5 PACIFIC
CONTACT NAME: Gregory W. Morasch SST: 3 SUBSET 3
CONTACT PHONE: (509)-648-3322 EXT: OO: *****
1)ASE STATUS: SPECIAL RELEASED CO: 000002442 St. John Tel. Co.
SOFT EDIT STATUS: PASSED EDIT SAR: 522442 ST JOHN TEL CO

DESCRIPTION	PENDING VIEW	MESSAGE
535 ACCOUNT 6710 TOTAL	81,509	
540 ACCOUNT 6710 BENEFITS	18,106	
550 ACCOUNT 6720 TOTAL	192,882	
555 ACCOUNT 6720 BENEFITS	10,947	
565 SUM OF LINES 535 + 550	274,391	
600 BEN. POR.OF ALL OP. EXP.	89,517	
610 RENT POR. OF ALL OP. EXP	16,909	
650 ACCOUNT 7200 OTHER TAXES	14,686	
700 2410 (C S TOTAL CWF - AV)	727,011	
710 2410 (C S CWF - CAT.1)	650,903	
800 ACCOUNT 2680 TOTAL	0	
805 ACCOUNT 2680 (2230)	0	
810 ACCOUNT 2680 (CAT. 4.13)	0	
815 ACC 2680 (2410) TOTAL CWF	0	
820 ACC 2680 (2410)CWF-CAT1	0	
830 ACCOUNT 6560 (2680)	0	

COMMENTS:

1. Line 21C - CWF Expenses increased due to additional person hired (labor and benefits) and rent costs increasing in 2004.

N... E... C... A... INC.
 USF1010 PENDING VIEW REPORT

07/14/2006
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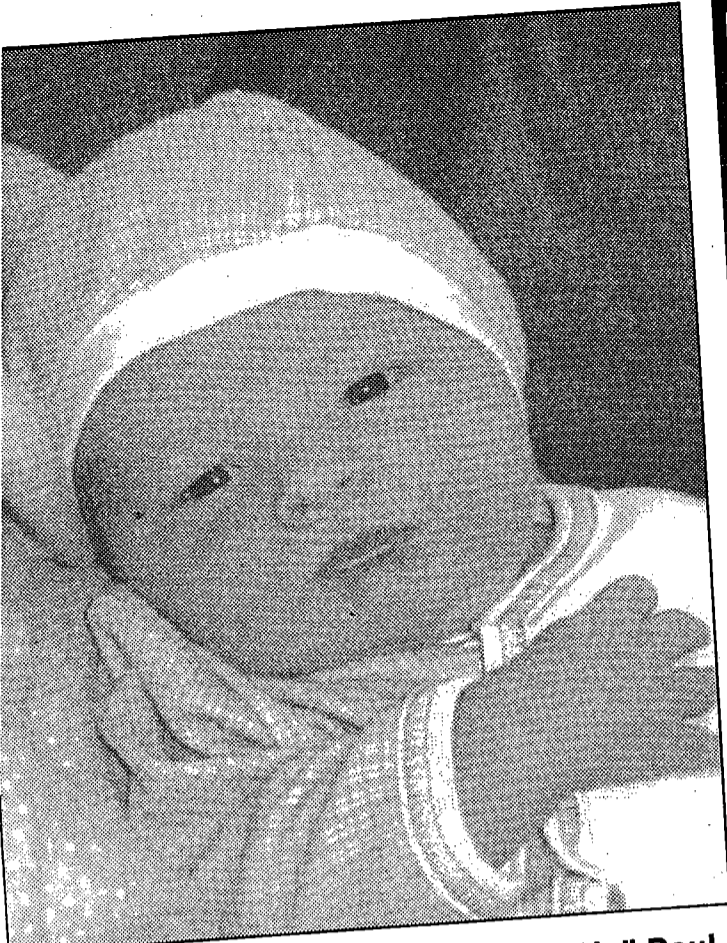
APPLIES TO PERIOD: YEAR END 12/2005 REG: 5 PACIFIC
 CONTACT NAME: Gregory W. Morasch SST: 3 SUBSET 3
 CONTACT PHONE: (509)-648-3322 EXT: OO: *****
 RELEASE STATUS: RELEASED CO: 000002442 St. John Tel. Co.
 SOFT EDIT STATUS: PASSED EDIT SAR: 522442 ST JOHN TEL CO

DESCRIPTION	PENDING VIEW	SOURCE
060 TOTAL LOOPS	666	EC
070 CAT. 1.3 LOOPS	645	EC
160 ACCOUNT 2001	3,123,295	EC
170 ACCOUNT 1220	36,809	EC
190 ACCOUNT 3100	2,349,810	EC
195 ACCOUNT 3400	0	EC
210 ACCOUNT 4340	173,408	EC
220 NET PLANT INVESTMENT	636,886	EC
230 ACCOUNT 2210	825,024	EC
235 ACCOUNT 2220	0	EC
240 ACCOUNT 2230	990,137	EC
245 TOTAL CENTRAL OFFICE	1,815,161	EC
250 CKT EQUIP CAT 4.13	626,352	EC
255 ACCOUNT 2410	733,907	EC
260 ACCOUNT 3100 (2210)	547,989	EC
265 ACCOUNT 3100 (2220)	0	EC
270 ACCOUNT 3100 (2230)	818,675	EC
275 ACCOUNT 3100 (2210-2230)	1,366,664	EC
280 ACCOUNT 3100 (2410)	615,254	EC
310 ACCOUNT 4340 (2210)	49,671	EC
315 ACCOUNT 4340 (2220)	0	EC
320 ACCOUNT 4340 (2230)	55,005	EC
325 NET NONOCURRENT	104,676	EC
330 ACCOUNT 4340 (2410)	40,984	EC
335 ACCOUNT 6110 TOTAL	1,999	EC
340 ACCOUNT 6110 BENEFITS	45	EC
345 ACCOUNT 6110 RENTS	0	EC
350 ACCOUNT 6120 TOTAL	15,289	EC
355 ACCOUNT 6120 BENEFITS	241	EC
360 ACCOUNT 6120 RENTS	0	EC
365 ACCOUNT 6210 TOTAL	43,492	EC
370 ACCOUNT 6210 BENEFITS	7,911	EC
375 ACCOUNT 6210 RENTS	0	EC
380 ACCOUNT 6220 TOTAL	0	EC
385 ACCOUNT 6220 BENEFITS	0	EC
390 ACCOUNT 6220 RENTS	0	EC
395 ACCOUNT 6230 TOTAL	52,196	EC
400 ACCOUNT 6230 BENEFITS	9,494	EC
405 ACCOUNT 6230 RENTS	0	EC
410 ACCOUNT 6210-6230	95,688	EC
430 ACCOUNT 6410 TOTAL	151,720	EC
435 ACCOUNT 6410 BENEFITS	29,796	EC
440 ACCOUNT 6410 RENTS	46,227	EC
445 TOTAL PLANT SPECIFIC	264,696	EC
450 ACCOUNT 6530 TOTAL	24,279	EC
455 ACCOUNT 6530 BENEFITS	67	EC
510 ACCOUNT 6560 (2210)	75,241	EC
515 ACCOUNT 6560 (2220)	0	EC
520 ACCOUNT 6560 (2230)	70,412	EC
525 ACCOUNT 6560 (2210-2230)	145,653	EC
530 ACCOUNT 6560 (2410)	8,367	EC

APPLIES TO PERIOD: YEAR END 12/2005 REG: 5 PACIFIC
CONTACT NAME: Gregory W. Morasch SST: 3 SUBSET 3
CONTACT PHONE: (509)-648-3322 EXT: OO: *****
RELEASE STATUS: RELEASED CO: 000002442 St. John Tel. Co.
SOFT EDIT STATUS: PASSED EDIT SAR: 522442 ST JOHN TEL CO

DESCRIPTION	PENDING VIEW	SOURCE
535 ACCOUNT 6710 TOTAL	62,860	EC
540 ACCOUNT 6710 BENEFITS	11,706	EC
550 ACCOUNT 6720 TOTAL	126,369	EC
555 ACCOUNT 6720 BENEFITS	5,358	EC
565 SUM OF LINES 535 + 550	189,229	EC
600 BEN. POR.OF ALL OP. EXP.	83,478	EC
610 RENT POR. OF ALL OP. EXP	46,227	EC
650 ACCOUNT 7200 OTHER TAXES	92,835	EC
700 2410 (C S TOTAL CWF - AV)	732,313	EC
710 2410 (C S CWF - CAT.1)	657,238	EC
800 ACCOUNT 2680 TOTAL	0	EC
805 ACCOUNT 2680 (2230)	0	EC
810 ACCOUNT 2680 (CAT. 4.13)	0	EC
815 ACC 2680 (2410) TOTAL CWF	0	EC
820 ACC 2680 (2410)CWF-CAT1	0	EC
830 ACCOUNT 6560 (2680)	0	EC

COMMENTS:



**Richard "Rip" Paul
Sherwood**

**Born July 29, 2006
9 pounds 8.5 ounces
22 inches long**

Parents:
Rick and Allison Sherwood,
Salt Lake City, Utah

Grandparents:
Paul and Susie Heglr, St. John,
Barbara Sherwood, University
Place, WA and Dick Sherwood,
Tualatin, OR.
Great-grandparents:
Ray Heglar, St. John and
Helen Mae Helt, Endicott,



**Country Cuzzins August
Yard of the Month was
awarded to Harold and
Georgla Gordon (left).**

**Shown above is the
Pat Knudson residence,
July Yard of the month.**

**NOTICE
St. John
Telephone Co.**

The St. John Telephone Company has been serving the St. John area since 1913. We serve both residential and commercial customers in our rural community with quality services at competitive rates. In addition to our basic telephone services, we offer Internet access, both dial up and high speed, special calling features and voice mail. Our basic services are comprised of several components, which at a minimum include:

Service Provided

Residence \$9.50
Business \$13.00
Single party voice grade
access to the public network

Access to emergency
911 services State/County
mandated surcharges
Residence \$.20/\$.50
Business \$.20/\$.50

St. John Telephone Company participates in the Federal Lifeline and Link-Up Programs as well as the Washington Telephone Assistance Program (WTAP). Under these programs, St. John Telephone Company offers to qualifying low-income customers a discount off the monthly rate for basic residential exchange service. The current discounted monthly rate for lifeline residential service is up to \$7.50 per month, while the installation charge for service may be discounted under the Link-Up Program and WTAP by \$10.00.

These services are available to all customers of St. John Telephone Company. The costs associated with each are reflected each month on a regular telephone bill along with other charges for services provided by us. Information about these and other services are available by contacting the St. John Telephone Company business office at (509) 648-3322.

Aug 2006

St John
Community
Current

SALES \$

**No reasonable offer refused!
Come down! Let's deal!!**

local car	\$6,975	1985 Dodge 1 ton, 4WD, flatbed, 360 V-8, 4 speed	\$3,500
ext. cab.	\$10,975	1977 Chevy 3/4 ton, flat bed, 4WD	\$2,500
2WD, canopy	\$4,975	1976 Ford 1/2 ton, 4WD, 360 V-8, loaded	\$6,000
believe	\$5,775	auto, 71K actual miles	\$5,500
RECREATIONAL VEHICLES			
2000 Komfort 28' Travel Trailer, 2 slides, nice	\$9,475	2000 Komfort 28' Travel Trailer, 2 slides, nice	\$16,475
2000 Sprinter 37 1/2 ft. Travel Trailer, two tip outs, loaded, like new	\$5,000	1993 Mariah Sheba 21 ft., 350 Chev, Mercruiser I/O	\$11,995
cab & chassis	\$5,475	1988 Glendale 27' Class C Motorhome, 460, V-8, low miles, new tires, roof, a/c	\$12,975
	\$5,575		
4WD	\$3,500		

**617
LIONS
cell: 582-0352
Maries, Idaho**

Hot Buy of the Week
1993 Mariah Sheba 21 ft., 350 Chev, Mercruiser I/O \$11,995