



892 W. Madison Ave., Glens Ferry, ID 83623

208.366.2840 (P)
208.366.2615 (F)

www.potc.net

August 1, 2018

Mark L. Johnson, Executive Director and Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive, SW
Olympia, WA 98504-7250

RE: Pend Oreille Telephone Company
WAC 480-123-070(1)(a)
UT-180597

Dear Mr. Johnson:

Pend Oreille Telephone Company hereby submits its NECA-1 report pursuant to WAC 480-123-070 (1)(a) ETC Annual Report requirements. This NECA -1 report is filed electronically this date at <http://www.utc.wa.gov/docs/Pages/howToFile.aspx>.

This exhibit is required to complete Pend Oreille Telephone Company's WAC 480-123-070 (1)(a) Report. The exhibit is only available in PDF format at this time.

Sincerely,

Bev Arrington
Sr. Accounting Specialist

Received
Records Management
08/01/18 15:52
State Of WASH.
UTIL. AND TRANSP.
COMMISSION



USF1010 ERROR REPORT

Applies to Period:	Year End 12/2017	Reg: 6	WESTERN	Subset 3
Contact Name:	Clay R. Sturgis	MSM: 000040433	Susan Doherty	
Contact Phone:	(509)-777-0195 Ext:	OO: 200000256	Rural Telephone Co.	
Release Status:	Special Released	Co: 000002418	Pend Oreille Telephone Company	
Soft Edit Status:	Passed Edit	SAR: 522418	PEND OREILLE TEL.	

Description	Pending View	Message
060 Total Loops	1,460	
070 Cat. 1.3 Loops	1,454	
090 CBO Loops	0	
160 Account 2001	17,661,528	
170 Account 1220	227,782	
190 Account 3100	15,364,295	
195 Account 3400	0	
210 Account 4340	268,056	
220 Net Plant Investment	2,256,959	
230 Account 2210	2,419,899	
235 Account 2220	0	
240 Account 2230	4,491,151	
245 Total Central Office	6,911,050	
250 Ckt Equip Cat 4.13	2,056,452	
255 Account 2410	9,271,443	
260 Account 3100 (2210)	2,208,078	
265 Account 3100 (2220)	0	
270 Account 3100 (2230)	4,396,893	
275 Account 3100 (2210-2230)	6,604,971	
280 Account 3100 (2410)	7,701,498	
310 Account 4340 (2210)	43,125	
315 Account 4340 (2220)	0	
320 Account 4340 (2230)	6,054	
325 Account 4340 (2210-2230)	49,179	
330 Account 4340 (2410)	207,273	
335 Account 6110 Total	0	
340 Account 6110 Benefits	0	
345 Account 6110 Rents	0	
350 Account 6120 Total	75,665	
355 Account 6120 Benefits	179	
360 Account 6120 Rents	0	
365 Account 6210 Total	17,203	
370 Account 6210 Benefits	0	
375 Account 6210 Rents	0	
380 Account 6220 Total	0	
385 Account 6220 Benefits	0	
390 Account 6220 Rents	0	
395 Account 6230 Total	255,708	
400 Account 6230 Benefits	1,932	
405 Account 6230 Rents	0	
410 Account 6210-6230	272,911	
430 Account 6410 Total	282,232	
435 Account 6410 Benefits	24,966	
440 Account 6410 Rents	0	
445 Total Plant Specific	630,808	
450 Account 6530 Total	316,474	
455 Account 6530 Benefits	25,121	
510 Account 6560 (2210)	50,843	
515 Account 6560 (2220)	0	



USF1010 ERROR REPORT

Applies to Period:	Year End 12/2017	Reg: 6	WESTERN	Subset 3
Contact Name:	Clay R. Sturgis	MSM: 000040433	Susan Doherty	
Contact Phone:	(509)-777-0195 Ext:	OO: 200000256	Rural Telephone Co.	
Release Status:	Special Released	Co: 000002418	Pend Oreille Telephone Company	
Soft Edit Status:	Passed Edit	SAR: 522418	PEND OREILLE TEL.	

Description	Pending View	Message
520 Account 6560 (2230)	142,993	
525 Account 6560 (2210-2230)	193,836	
530 Account 6560 (2410)	145,765	
535 Account 6710 Total	303,216	
540 Account 6710 Benefits	29,129	
550 Account 6720 Total	512,653	
555 Account 6720 Benefits	29,901	
565 Sum of Lines 535 + 550	815,869	
600 Ben. Por. of all Op. Exp.	123,987	
610 Rent Por. of all Op. Exp.	0	
650 Account 7200 Other Taxes	447,555	
700 Account 2410 (CWF)	9,271,443	
710 Account 2410 (CWF-Cat.1)	8,114,960	
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	
850 Account 6310	0	
860 Account 6510	0	
870 Account 6610	81,127	
880 Account 6620	80,332	
Control Total:	104,395,408	

Comments:



USF2010 IMPACT ANALYSIS REPORT

SUMMARY

Applies to Period:	Year End 12/2017	Reg: 6	WESTERN	Subset: 3
Contact Name:	Clay R. Sturgis	MSM: 000040433	Susan Doherty	
Contact Phone:	(509) 777-0195	OO: 200000256	Rural Telephone Co.	
Soft Edit:	N	Co: 000002418	Pend Oreille Telephone Company	
		SAR: 522418	PEND OREILLE TEL.	

	Current Year End 12/2017	Prior Year End 12/2016	% Chg	Amount Change	See Note
General Impact Tests					
1. SA Cost Per Loop	1,104.55	886.72	24.57	217.83	C
A. Growth From Loops				22.97	
B. Growth From Costs				194.86	
2. Estimated Expense Adj	291,385	111,048	162.40	180,337	E
A. Growth From Loops				14,357	E2A
B. Growth From Costs				165,980	
3. Impact on NACPL	1,029.59	1,029.50	0.01	0.089635	
A. Growth From Loops				0.008872	
B. Growth From Costs				0.080763	

General Information

4. Unseparated RRQ	1,612,643	1,322,101	21.98	290,542	
5. USF Loops	1,454	1,486	-2.15	-32	
6. Total Loops	1,460	1,491	-2.08	-31	
			% Impact on C/L	\$ Impact on C/L	
7. Cat 1 Factor	0.875264	0.873843	-0.20	-0.43	
8. Cat 4.13 Factor	0.297560	0.298926	0.08	0.18	
9. Cat 1 To 2001 Factor	0.459471	0.455098	1.71	3.72	
10. Cat 4.13 To 2001 Factor	0.116437	0.119494	-1.19	-2.60	

Other Information			% Change	Amount Change
Consumer Broadband-Only Loops	0	0	0.00	0

Note(s): Line 2 (Current and Prior Year) uses an Official View NACPL of \$ 647.87 Pro Rata Factor of .811514



USF2010 IMPACT ANALYSIS REPORT

COST PER LOOP ANALYSIS

Applies to Period:	Year End	12/2017	Reg:	6	WESTERN	Subset:	3
Contact Name:	Clay R. Sturgis		MSM:	000040433	Susan Doherty		
Contact Phone:	(509) 777-0195		OO:	200000256	Rural Telephone Co.		
Soft Edit:	N		Co:	000002418	Pend Oreille Telephone Company		
			SAR:	522418	PEND OREILLE TEL.		

Detail Impact Tests	Cost Per Loop Current Year End 12/2017	Cost Per Loop Prior Year End 12/2016	% Impact on Growth From Cost	\$ Impact on Growth From Cost	See Note
11C. CWF - Net Plant	92.19	79.47	5.55	10.81	
12C. COE - Net Plant	7.32	9.51	-1.21	-2.35	
13C. CWF - Plant	576.66	558.26	3.29	6.41	
14C. COE - Plant	146.13	146.58	-1.79	-3.49	
15C. CWF - Accum Depre	-479.02	-470.50	0.74	1.45	
16C. COE - Accum Depre	-139.66	-136.57	-0.10	-0.19	
17C. CWF Net Non Oper Tax	-12.89	-15.30	1.37	2.67	
18C. COE Net Non Oper Tax	-1.04	-2.34	0.68	1.32	
19C. CWF Accum Amort/Inv	7.44	7.00	0.15	0.28	
20C. COE Accum Amort/Inv	1.88	1.84	0.00	0.01	
21C. CWF - Facil. Exp	154.23	135.08	8.18	15.94	
22C. COE- Maint. SW	3.51	17.93	-7.44	-14.49	
23C. COE- Maint-Op System	0.00	0.00	0.00	0.00	
24C. COE- Maint. - Trans.	51.72	44.85	2.98	5.80	
25C. CWF- Network Support	0.00	0.13	-0.07	-0.13	
26C. COE- Network Support	0.00	0.04	-0.02	-0.04	
27C. CWF General Support	23.76	23.34	-0.04	-0.08	
28C. COE General Support	6.02	6.13	-0.12	-0.23	
29C. CWF Network Oper	91.69	51.51	19.64	38.27	C29
30C. COE Network Oper	23.24	13.53	4.74	9.23	
31C. CWF Depr. and Amort.	87.39	83.69	0.96	1.88	
32C. COE Depr. and Amort.	39.51	36.75	0.99	1.93	
33C. CWF Exec & Planning	86.26	85.31	-0.43	-0.84	
34C. COE Exec & Planning	21.86	22.40	-0.51	-0.99	
35C. CWF General Admin.	151.93	142.37	3.28	6.39	
36C. COE General Admin.	38.50	37.38	0.16	0.32	
37C. CWF Operating Taxes	140.85	28.57	56.12	109.35	C37
38C. COE Operating Taxes	35.69	7.50	14.09	27.45	C38
39C. CWF Ben Ttl Oper Exp	39.02	48.50	-5.28	-10.29	
40C. COE Ben Ttl Oper Exp	9.89	12.73	-1.57	-3.05	
41C. CWF Rents-Ttl Op Exp	0.00	0.00	0.00	0.00	
42C. COE Rents-Ttl Op Exp	0.00	0.00	0.00	0.00	



USF2010 IMPACT ANALYSIS REPORT

7/31/2018

5:23:17 pm

Page 3 of 6

EXPENSE ADJUSTMENT ANALYSIS

Applies to Period:	Year End	12/2017	Reg:	6	WESTERN	Subset:	3
Contact Name:	Clay R. Sturgis		MSM:	000040433	Susan Doherty		
Contact Phone:	(509) 777-0195		OO:	200000256	Rural Telephone Co.		
Soft Edit:	N		Co:	000002418	Pend Oreille Telephone Company		
			SAR:	522418	PEND OREILLE TEL.		

Detail Impact Tests	Cost Current Year End 12/2017	Cost Prior Year End 12/2016	% Impact on Growth From Cost	\$ Impact on Growth From Cost	See Note
11E. CWF - Net Plant	134,601	118,483	5.10	8,473	
12E. COE - Net Plant	10,683	14,185	-1.11	-1,842	
13E. CWF - Plant	841,927	832,373	3.03	5,022	
14E. COE - Plant	213,357	218,554	-1.65	-2,733	
15E. CWF - Accum Depre	-699,363	-701,518	0.68	1,132	
16E. COE - Accum Depre	-203,908	-203,623	-0.09	-151	
17E. CWF Net Non Oper Tax	-18,822	-22,807	1.26	2,095	
18E. COE Net Non Oper Tax	-1,518	-3,485	0.62	1,033	
19E. CWF Accum Amort/Inv	10,858	10,436	0.13	221	
20E. COE Accum Amort/Inv	2,752	2,740	0.00	6	
21E. CWF - Facil. Exp	225,176	201,410	7.53	12,494	E21
22E. COE- Maint. SW	5,119	26,730	-6.85	-11,362	
23E. COE- Maint-Op System	0	0	0.00	0	
24E. COE- Maint. - Trans.	75,514	66,864	2.74	4,547	
25E. CWF- Network Support	0	200	-0.06	-105	
26E. COE- Network Support	0	53	-0.02	-28	
27E. CWF General Support	34,684	34,799	-0.04	-60	
28E. COE General Support	8,789	9,137	-0.11	-183	
29E. CWF Network Oper	133,868	76,804	18.07	29,999	E29
30E. COE Network Oper	33,924	20,166	4.36	7,233	
31E. CWF Depr. and Amort.	127,583	124,780	0.89	1,473	
32E. COE Depr. and Amort.	57,678	54,797	0.91	1,514	
33E. CWF Exec & Planning	125,935	127,192	-0.40	-661	
34E. COE Exec & Planning	31,914	33,396	-0.47	-779	
35E. CWF General Admin.	221,811	212,280	3.02	5,010	
36E. COE General Admin.	56,210	55,738	0.15	248	
37E. CWF Operating Taxes	205,639	42,603	53.40	88,636	E37
38E. COE Operating Taxes	52,112	11,186	12.96	21,515	E38
39E. CWF Ben Ttl Oper Exp	56,968	72,312	-4.86	-8,067	
40E. COE Ben Ttl Oper Exp	14,437	18,987	-1.44	-2,392	
41E. CWF Rents-Ttl Op Exp	0	0	0.00	0	
42E. COE Rents-Ttl Op Exp	0	0	0.00	0	



USF2010 IMPACT ANALYSIS REPORT

7/31/2018

5:23:17 pm

Page 4 of 6

EXCEPTION REPORT

Applies to Period:	Year End	12/2017	Reg:	6	WESTERN	Subset:	3
Contact Name:	Clay R. Sturgis		MSM:	000040433	Susan Doherty		
Contact Phone:	(509) 777-0195		OO:	200000256	Rural Telephone Co.		
Soft Edit:	N		Co:	000002418	Pend Oreille Telephone Company		
			SAR:	522418	PEND OREILLE TEL.		

Note No.	Data Line	Current Year End 12/2017	Prior Year End 12/2016	% Chg	Amount Change
1A Growth From Loops					
	060 Total Loops	1,460	1,491	-2.08	-31
	070 USF Loops	1,454	1,486	-2.15	-32
21 CWF - Facil. Exp					
	A Cost Per Loop	154.23	135.08	14.18	19.15
	B Cost	225,176	201,410	11.80	23,766
	060 Total Loops	1,460	1,491	-2.07	-31
	430 6410 Total	282,232	260,561	8.31	21,671
	435 6410 Benef.	24,966	30,073	-16.98	-5,107
	440 6410 Rents	0	0	0.00	0
	Cat 1 Factor("A")	0.875264	0.873843	0.16	0.001421
	255 Account 2410	9,271,443	8,965,111	3.41	306,332
	820 2680 (Cat 1)	0	0	0.00	0
	700 Cos.Stu.CWF	9,271,443	8,947,895	3.61	323,548
	710 Co.Stu.Cat1	8,114,960	7,819,056	3.78	295,904
	815 2680 (2410)	0	0	0.00	0
29 CWF Network Oper					
	A Cost Per Loop	91.69	51.51	78.00	40.18
	B Cost	133,868	76,804	74.30	57,064
	060 Total Loops	1,460	1,491	-2.07	-31
	450 6530 Total	316,474	194,130	63.02	122,344
	455 6530 Benef.	25,121	25,367	-0.96	-246
	Cat 1 to 2001("C")	0.459471	0.455098	0.96	0.004373
	160 Account 2001	17,661,528	17,214,110	2.59	447,418
	255 Account 2410	9,271,443	8,965,111	3.41	306,332
	700 Cos.Stu.CWF	9,271,443	8,947,895	3.61	323,548
	710 Co.Stu.Cat1	8,114,960	7,819,056	3.78	295,904
	820 2680 (Cat 1)	0	0	0.00	0
37 CWF Operating Taxes					
	A Cost Per Loop	140.85	28.57	393.00	112.28
	B Cost	205,639	42,603	382.69	163,036
	060 Total Loops	1,460	1,491	-2.07	-31
	650 7200 O Tax	447,555	93,612	378.09	353,943
	Cat 1 to 2001("C")	0.459471	0.455098	0.96	0.004373
	160 Account 2001	17,661,528	17,214,110	2.59	447,418
	255 Account 2410	9,271,443	8,965,111	3.41	306,332
	700 Cos.Stu.CWF	9,271,443	8,947,895	3.61	323,548
	710 Co.Stu.Cat1	8,114,960	7,819,056	3.78	295,904
	820 2680 (Cat 1)	0	0	0.00	0
38 COE Operating Taxes					
	A Cost Per Loop	35.69	7.50	375.87	28.19
	B Cost	52,112	11,186	365.87	40,926
	060 Total Loops	1,460	1,491	-2.07	-31



USF2010 IMPACT ANALYSIS REPORT

7/31/2018

5:23:17 pm

Page 5 of 6

EXCEPTION REPORT

Applies to Period: Year End 12/2017
 Contact Name: Clay R. Sturgis
 Contact Phone: (509) 777-0195
 Soft Edit: N

Reg: 6 WESTERN Subset: 3
 MSM: 000040433 Susan Doherty
 OO: 200000256 Rural Telephone Co.
 Co: 000002418 Pend Oreille Telephone Company
 SAR: 522418 PEND OREILLE TEL.

Note No.	Data Line	Current Year End 12/2017	Prior Year End 12/2016	% Chg	Amount Change
650	7200 O Tax	447,555	93,612	378.09	353,943
	Cat 4.13 - 2001"D"	0.116437	0.119494	-2.56	-0.003057
	160 Account 2001	17,661,528	17,214,110	2.59	447,418
	250 Ckt Equip.4.13	2,056,452	2,056,979	-0.02	-527
	810 2680 (4.13)	0	0	0.00	0



USF2010 IMPACT ANALYSIS REPORT

COMMENTS

Applies to Period:	Year End	12/2017	Reg:	6	WESTERN	Subset:	3
Contact Name:	Clay R. Sturgis		MSM:	000040433	Susan Doherty		
Contact Phone:	(509) 777-0195		OO:	200000256	Rural Telephone Co.		
Soft Edit:	N		Co:	000002418	Pend Oreille Telephone Company		
			SAR:	522418	PEND OREILLE TEL.		

Dash Reference Year End

Note: Please provide an explanation for any data lines contributing to the overall change in the report lines.



USF2030 ACCOUNT VARIANCE REPORT
FOR DASH REFERENCE 2018-1 AS OF 201804

7/31/2018
5:23:22 pm
Page 1 of 2

Applies to Period:	Year End 12/2017	Reg: 6	WESTERN	Subset 3
Contact Name:	Clay R. Sturgis	MSM: 000040433	Susan Doherty	
Contact Phone:	(509)-777-0195 Ext:	OO: 200000256	Rural Telephone Co.	
Release Status:	Special Released	Co: 000002418	Pend Oreille Telephone Company	
Soft Edit Status:	Passed Edit	SAR: 522418	PEND OREILLE TEL.	

Description	Year End 12/2017 Pending	Year End 12/2016 Latest	Dollar Difference	Percentage Variance
060 Total Loops	1,460	1,491	-31	-2
070 Cat. 1.3 Loops	1,454	1,486	-32	-2
090 CBO Loops	0	0	0	0
160 Account 2001	17,661,528	17,214,110	447,418	3
170 Account 1220	227,782	215,815	11,967	6
190 Account 3100	15,364,295	14,861,302	502,993	3
195 Account 3400	0	0	0	0
210 Account 4340	268,056	377,930	-109,874	-29
220 Net Plant Investment	2,256,959	2,190,693	66,266	3
230 Account 2210	2,419,899	2,414,764	5,135	0
235 Account 2220	0	0	0	0
240 Account 2230	4,491,151	4,466,465	24,686	1
245 Total Central Office	6,911,050	6,881,229	29,821	0
250 Ckt Equip Cat 4.13	2,056,452	2,056,979	-527	0
255 Account 2410	9,271,443	8,965,111	306,332	3
260 Account 3100 (2210)	2,208,078	2,157,861	50,217	2
265 Account 3100 (2220)	0	0	0	0
270 Account 3100 (2230)	4,396,893	4,253,273	143,620	3
275 Account 3100 (2210-2230)	6,604,971	6,411,134	193,837	3
280 Account 3100 (2410)	7,701,498	7,555,733	145,765	2
310 Account 4340 (2210)	43,125	73,770	-30,645	-42
315 Account 4340 (2220)	0	0	0	0
320 Account 4340 (2230)	6,054	35,966	-29,912	-83
325 Account 4340 (2210-2230)	49,179	109,736	-60,557	-55
330 Account 4340 (2410)	207,273	245,645	-38,372	-16
335 Account 6110 Total	0	440	-440	-100
340 Account 6110 Benefits	0	0	0	0
345 Account 6110 Rents	0	0	0	0
350 Account 6120 Total	75,665	76,681	-1,016	-1
355 Account 6120 Benefits	179	217	-38	-18
360 Account 6120 Rents	0	0	0	0
365 Account 6210 Total	17,203	96,009	-78,806	-82
370 Account 6210 Benefits	0	6,589	-6,589	-100
375 Account 6210 Rents	0	0	0	0
380 Account 6220 Total	0	0	0	0
385 Account 6220 Benefits	0	0	0	0
390 Account 6220 Rents	0	0	0	0
395 Account 6230 Total	255,708	228,425	27,283	12
400 Account 6230 Benefits	1,932	4,744	-2,812	-59
405 Account 6230 Rents	0	0	0	0
410 Account 6210-6230	272,911	324,434	-51,523	-16
430 Account 6410 Total	282,232	260,561	21,671	8
435 Account 6410 Benefits	24,966	30,073	-5,107	-17
440 Account 6410 Rents	0	0	0	0
445 Total Plant Specific	630,808	662,116	-31,308	-5

* = Soft Edit Failure



USF2030 ACCOUNT VARIANCE REPORT
FOR DASH REFERENCE 2018-1 AS OF 201804

7/31/2018

5:23:22 pm

Page 2 of 2

Applies to Period:	Year End 12/2017	Reg: 6	WESTERN	Subset 3
Contact Name:	Clay R. Sturgis	MSM: 000040433	Susan Doherty	
Contact Phone:	(509)-777-0195 Ext:	OO: 200000256	Rural Telephone Co.	
Release Status:	Special Released	Co: 000002418	Pend Oreille Telephone Company	
Soft Edit Status:	Passed Edit	SAR: 522418	PEND OREILLE TEL.	

Description	Year End 12/2017 Pending	Year End 12/2016 Latest	Dollar Difference	Percentage Variance
450 Account 6530 Total	316,474	194,130	122,344	63
455 Account 6530 Benefits	25,121	25,367	-246	-1
510 Account 6560 (2210)	50,843	50,417	426	1
515 Account 6560 (2220)	0	0	0	0
520 Account 6560 (2230)	142,993	132,896	10,097	8
525 Account 6560 (2210-2230)	193,836	183,313	10,523	6
530 Account 6560 (2410)	145,765	142,794	2,971	2
535 Account 6710 Total	303,216	316,661	-13,445	-4
540 Account 6710 Benefits	29,129	37,179	-8,050	-22
550 Account 6720 Total	512,653	505,351	7,302	1
555 Account 6720 Benefits	29,901	38,901	-9,000	-23
565 Sum of Lines 535 + 550	815,869	822,012	-6,143	-1
600 Ben. Por. of all Op. Exp.	123,987	158,893	-34,906	-22
610 Rent Por. of all Op. Exp.	0	0	0	0
650 Account 7200 Other Taxes	447,555	93,612	353,943	378
700 Account 2410 (CWF)	9,271,443	8,947,895	323,548	4
710 Account 2410 (CWF-Cat.1)	8,114,960	7,819,056	295,904	4
800 Account 2680 Total	0	0	0	0
805 Account 2680 (2230)	0	0	0	0
810 Account 2680 (Cat. 4.13)	0	0	0	0
815 Acc 2680 (2410) Total CWF	0	0	0	0
820 Acc 2680 (2410)CWF-Cat1	0	0	0	0
830 Account 6560 (2680)	0	0	0	0
850 Account 6310	0	0	0	0
860 Account 6510	0	2,448	-2,448	-100
870 Account 6610	81,127	76,649	4,478	6
880 Account 6620	80,332	93,011	-12,679	-14

* = Soft Edit Failure