

1
2
3
4
5
6 **BEFORE THE WASHINGTON**
7 **UTILITIES AND TRANSPORTATION COMMISSION**

8 IN RE

9
10 PETITION OF MASHELL TELECOM,
11 INC., TO
12 RECEIVE SUPPORT FROM THE STATE
UNIVERSAL COMMUNICATIONS
SERVICES PROGRAM

DOCKET NO.
PETITION FOR SUPPORT

13
14 COMES NOW MASHELL

15 TELECOM, INC. [d/b/a Rainier Connect] (the "Company"), and, pursuant to Chapter 480-123 of
16 the Washington Administrative Code ("WAC") including, but not limited to, WAC 480-123-110,
17 hereby petitions the Washington Utilities and Transportation Commission (the "Commission") to
18 receive support from the State Universal Communications Services Program established in RCW
19 80.36.650 (the "Program") for the fiscal year ending June 30, 2019.

20
21 **I. Demonstration of Eligibility under WAC 480-123-100**

- 22
23 1. WAC 480-123-100(1)(a): The Company is a local exchange company as defined in WAC
24 480-120-021 that serves less than forty thousand access lines within the state.

25
26 PETITION OF MASHELL TELECOM, INC.
[d/b/a RAINIER CONNECT]
-TO RECEIVE SUPPORT
FROM THE STATE UNIVERSAL
COMMUNICATIONS SERVICES PROGRAM - 1

- 1 2. WAC 480-123-100(1)(b): The Company is an incumbent local exchange carrier as defined
2 in 47 U.S.C. Sec. 251(h).
- 3 3. WAC 480-123-100(1)(c): The Company offers basic residential and business exchange
4 telecommunications services as set forth in WAC 480-120-021 and RCW 80.36.630.
- 5 4. WAC 480-123-100(1)(d): The Company's rates for residential local exchange service, plus
6 mandatory extended area service charges, are no lower than the local urban rate floor
7 established by the Commission as the benchmark rate based on the Federal Communications
8 Commission's national local urban rate floor pursuant to 47 C.F.R. Sec. 54.318 in effect on
9 the date of this Petition.
- 10 5. WAC 480-123-100(1)(e): The Company has been designated by the Commission as an
11 eligible telecommunications carrier for purposes of receiving federal universal services
12 support pursuant to 47 C.F.R. Part 54 Subpart D - Universal Service Support for High Cost
13 Areas with respect to the service area for which the Company is seeking Program support.
14
15

16
17 **II. Demonstration of Eligibility under WAC 480-123-110**

- 18 1. WAC 480-123-110(1)(a): The name of the legal entity that provides communications
19 services and is seeking Program support is as follows: Mashell Telecom, Inc. [d/b/a Rainier
20 Connect]_____.
- 21 2. WAC 480-123-110(1)(b): A corporate organization chart showing the relationship between
22 the Company and all affiliates as defined in RCW 80.16.010 is attached hereto as Exhibit 1.
23
24
25

1 A detailed description of any transactions between the Company and the affiliates named in
2 Exhibit 1 recorded in the Company's operating accounts is attached hereto as Exhibit 2.

3 3. WAC 480-123-110(1)(c): A service area map for the Company can be found at Sheet No.
4 Fifth Revised Sheet No. 105 and Original Sheet No. 105.1 of the Company's Tariff
5 WN U-3.

6 4. WAC 480-123-110(1)(d): A demonstration that the Company's customers are at risk of rate
7 instability or service interruption or cessation in the absence of support from the Program is
8 attached as Exhibit 3.

9 5. WAC 480-123-110(1)(e)(i): On the Commission's prescribed form, attached as Exhibit 4,
10 are copies of the Company's balance sheet as of December 31, 2017, and December 31,
11 2016, and copies of the Company's statements of income and retained earnings or margin for
12 the years ended December 31, 2017 and December 31, 2016.

13 6. WAC 480-123-110(1)(e)(ii): A copy of the Company's consolidated annual financial
14 statements for the years ended December 31, 2017 and December 31, 2016, are attached as
15 Exhibit 5.

16 7. WAC 480-123-110(1)(e)(iii): Information demonstrating the Company's earned rate of
17 return on a total Washington unseparated regulated operations basis for each of the two prior
18 years, calculated in the manner prescribed by the Commission, is provided in Exhibit 4.

19 8. WAC 480-123-110(1)(e)(iv): Information demonstrating the Company's earned return on
20 equity on a total company (regulated and non-regulated) Washington basis for each of the
21

1 two prior years, calculated in the manner prescribed by the Commission, is provided in
2 Exhibit 5.

3 9. WAC 480-123-110(1)(e)(v): Information detailing all of the Company's revenues from the
4 statements of income and retained earnings or margin in the same format and detail as is
5 required to complete RUS Form 479 for the prior two years is presented on Exhibit 6.

6 10. WAC 480-123-110(1)(e)(vi): ~~A statement under penalty of perjury from a Company officer
7 with personal knowledge and responsibility certifying that no corporate operations
8 adjustment to existing high cost loop and interstate common line support mechanisms
9 required by the Federal Communications Commission applied to the Company for the two
10 prior years is attached hereto as Exhibit 7. [ALTERNATIVE: Information detailing the
11 amounts of any corporate operations adjustments to existing high-cost loop and interstate
12 common line support mechanism required by the Federal Communications Commission
13 applied to the Company for the prior two years is attached hereto as Exhibit 7.]~~

14 11. WAC 480-123-110(1)(e)(vii): Exhibit 4 contains additional supporting information
15 requested by the Commission.

16 12. WAC 480-123-110(1)(e)(viii): A statement under penalty of perjury from a Company
17 officer with personal knowledge and responsibility certifying that the Company complies
18 with state and federal accounting, cost allocation, and cost adjustment rules pertaining to
19 incumbent local exchange companies is attached as Exhibit 8.

20 13. WAC 480-123-110(1)(f): A complete copy of the FCC Form 481 filed by the Company or
21 on its behalf with the Federal Communications Commission for the calendar year preceding
22

1 the current year has already been filed with the Commission. See the Company's filing in
2 Docket No. UT-180004 filed on or about July 16, 2018.

3
4 14. WAC 480-123-110(1)(g): The number of residential local exchange access lines served by
5 the Company as of December 31, 2017, was 620 all of which were within the
6 geographic area for which the Company is seeking support. The number of residential local
7 exchange access lines served by the Company as of December 31, 2016, was
8 1,999, all of which were within the geographic area for which the Company is
9 seeking support.

10 The number of business local exchange access lines served by the Company as of December
11 31, 2017, was 535, all of which were within the geographic area for which the
12 Company is seeking support. The number of business local exchange access lines served by
13 the Company as of December 31, 2016, was 548, all of which were within the
14 geographic area for which the Company is seeking support.

15 The monthly recurring rate charged by the Company for residential local exchange access
16 service on December 31, 2017, was \$18.00. The monthly recurring rate charged
17 by the Company for residential local exchange access service on December 31, 2016, was
18 \$18.00.

19 The rate charged by the Company for single line business local exchange access service on
20 December 31, 2017, was \$24.00. The rate charged by the Company for single
21 line business local exchange access service on December 31, 2016, was \$24.00.

22 (The Company has other business local exchange service rates, but the Company
23
24
25

1 understands that WAC 480-123-110(1)(g) is requesting the single line business local
2 exchange access service rate.)

3 15. WAC 480-123-110(1)(h): The requested statement is attached as Exhibit 9.

4 16. The amount on Line 4, labeled 2011 ROR Carrier Base Period Revenue, of the CAF ICC
5 Data collection Report for the period 7/1/2018 - 6/30/2019 is \$ 492,032 and has not
6 changed from the last filing. ~~ALTERNATIVE: If there has been a change, provide the~~
7 ~~old and new amounts and explain the reason for the change.~~
8

9 17. All exhibits attached hereto are incorporated in this Petition as though fully set forth.

10
11 Respectfully submitted this 27th day of July, 2018.

Formatted: Superscript

12
13
14
15 Telecom, Inc. Mashell
16 d/b/a Rainier Connect

17
18 CERTIFICATION

19 I Brian Hayne, an officer of the Company that is responsible for the
20 Company's business and financial operations, hereby certify under penalty of perjury that the
21 information and representations set forth in the Petition, above, are accurate and the Company has
22 not knowingly withheld any information required to be provided to the Commission pursuant to the
23 rules governing the Program.

24
25
26 PETITION OF MASHELL TELECOM, INC.
[d/b/a RAINIER CONNECT]
-TO RECEIVE SUPPORT
FROM THE STATE UNIVERSAL
COMMUNICATIONS SERVICES PROGRAM - 6

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26

By: Brian Haynes
Title: President/CEO

PETITION OF MASHELL TELECOM, INC.
[d/b/a RAINIER CONNECT]
-TO RECEIVE SUPPORT
FROM THE STATE UNIVERSAL
COMMUNICATIONS SERVICES PROGRAM - 7

