BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

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PETITION OF HOOD CANAL TELEPHONE CO., INC. TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM DOCKET NO. UT-210594 SUPPLEMENT TO PETITION FOR SUPPORT

COMES NOW Hood Canal Telephone Co., Inc. (the "Company") and, pursuant to Chapter 480-123 of the Washington Administrative Code ("WAC"), including, but not limited to, WAC 480-123-110, hereby submits this supplement to its previously filed petition to the Washington Utilities and Transportation Commission (the "Commission") to receive support from the Universal Service Communications Program (the "Program") for the Program year 2022.

Section II, Paragraph 6 is amended to read as follows: WAC 480-123-110(1)(g): The number of residential local exchange access lines served by the Company as of December 31, 2020, was 351. The number of residential local exchange access lines served by the Company as of December 31, 2019, was 468. The number of business local exchange

PETITION OF HOOD CANAL TELEPHONE CO., INC. TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM - 1

access lines served by the Company as of December 31, 2020, was 181. The number of business local exchange access lines served by the Company as of December 31, 2019, was 205. The Company as of December 31, 2020 is capable of serving 1,443 locations with broadband speeds at or above 25/3 Mbps. The number of existing broadband connections served by the Company as of December 31, 2020, was 1,162. The number of existing broadband connections served by the Company as of December 31, 2019, was 1,104. The unbundled monthly recurring rate charged by the Company for residential local exchange access service on December 31, 2020 and 2019, was \$18.00. The unbundled monthly rate charged by the Company for single line business local exchange access service on December 31, 2020 and 2019, was \$19.50. (The Company has other business local exchange service rates, but the Company understands that WAC 480-123-110(1)(g) is requesting the single line business local exchange access service rate.) The unbundled monthly rate charged for broadband service as of December 31, 2020, and as of December 31, 2019, is set out in the attached Exhibit 5. The foregoing counts are for the Company's incumbent local exchange service area.

Respectfully submitted this 27th day of August, 2021.

HOOD CANAL TELEPHONE CO., INC.

By / Juhan

Richard Buechel, President

CERTIFICATION

PETITION OF HOOD CANAL TELEPHONE CO., INC. TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM - 2

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

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Richard Buechel, President

PETITION OF HOOD CANAL TELEPHONE CO., INC. TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM - 3

Shaded Information is Designated as Confidental Per WAC 480-07-160

EXHIBIT 3

BROADBAND PLAN

This Broadband Plan is being submitted by Hood Canal Telephone Co., Inc. in compliance with RCW 80.36.650(3)(a)(ii) and WAC 480-123-110(1)(d). Under the terms of the legislation incorporated into RCW 80.36.650(3), a recipient of support from the state Universal Communications Program is to submit a broadband plan showing how the provider will provide, maintain, or enhance broadband services in its service area. As set out in WAC 480-123-110(1)(d), the broadband plan is to include specific elements, but only to the extent applicable to that particular broadband plan. The broadband plan does not have to include all elements but it can include any of the following elements: (1) a multi-year investment plan; (2) specific projects that are projected to provide or enhance broadband service at speeds required by the Commission or the Federal Communications Commission; (3) a plan for maintenance of broadband services in the provider's service area; (4) a description of how the provider will enhance broadband services in its service area; and (5) any other information that the Commission may request to assist in the Commission's review and analysis of the provider's broadband plan. Where there are specific projects, the project information is to include an estimated timeline, geographic location, number of locations passed, and upload and download speeds that are projected to be produced by the project.

Hood Canal Telephone Co., Inc. has constructed sufficient facilities for it to fall into either criterion three or criterion four of WAC 480-123-110 and as a result has constructed substantial broadband infrastructure throughout its service territory. This means that the Company is looking for program support to allow it to continue to provide telecommunications services and broadband services at the levels that are provided today, with enhancements becoming available where appropriate. Hood Canal Telephone Co., Inc. plan anticipates that for 2022 planned investment and expenses to be projected at expenditures and for repair and maintenance expenses.

The Company plans to upgrade its remaining serving area to fiber-to-the-home over a three to four year period costing approximately of which the planned for gross capital expenditure for 2022 is anticipated to be spent. This will allow the Company to provide greater quality broadband at higher speed tiers above the 25/3 standard throughout its serving area. The fiber-to-the-home project will allow approximately 1,035 subscribers to convert to fiber and away from the limited technology of coax cable and the use of cable modems. Approximately 200 out of the 1,035 subscribers is projected to be converted in 2022. The estimated repair and maintenance expenditures include plant specific related repairs and maintenance support costs for existing outside plant and central office equipment, plus land, building and vehicles expenses. It also includes plant non-specific related expenses such as engineering, plant administration and operations costs.

The foregoing Broadband Plan was adopted by Hood Canal Telephone Co., Inc. on July 30, 2020.

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