

PO Box 609 Mount Vernon, OR 97865-0609 1-888-383-4132

May 29-2014

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 WA 480-123-060 and 47 C.F.R §54.314

Dear Ms. Washburn:

Pursuant to WAC 480-123-060, Skyline Telecom ("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.

Sincerely,

Delinda Kluser

Enclosures



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REPORTS AS REQUIRED BY WAC 480-123-070 AND WAC 480-123-080

Skyline Telecom (the "Company") hereby submits the following reports in accordance with WAC 480-123-070 and WAC 480-123-080.

Report 1: WAC 480-123-070(1)(a): Attached is a copy of the Company's NECA-1 Report for the calendar year 2013, that, as of the date of the report, 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 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 all of its customers even before the Company began to receive federal high-cost funds. These expenditures and investments benefit all customers within the designated ETC service area. The Company offers services comparable to services offered in urban areas at rates comparable to such urban areas.

Throughout 2013 the Company has also continued to provide maintenance to buried cable as needed due to winter weather damage and state road issues. The Company also continued to provide and maintain DSL to the exchange in 2013.

Report 3: WAC 480-123-070(4): The Company reports that the Company was not notified of any complaints during calendar year 2013 by the Federal Communications

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.

Commission or the Consumer Protection Division of the Office of the Attorney General of the State of Washington concerning the services provided to its customers.

Report 4: WAC 480-123-080(1)(b): The Company reports that newspaper advertisements detailing basic supported services as well as the Lifeline and Link-Up programs were run in The Daily Herald and Sound Publishing throughout 2013. The Company expects to continue to advertise these services throughout 2014.

Report 5: WAC 480-123-080(1)(b): The Company expects investments and expenditures to remain fairly consistent with prior years in relation to maintenance, replacement and upgrades to our plant. The Company does not anticipate major adjustments in staffing levels for the levels for the relevant period. Customers will continue to receive the high level of telecommunications services that they have experienced over the past few years with the possibility of increased services.

Report 6: WAC 480-123-080(2): The Company expects investments and expenditures to remain fairly consistent with prior years in relation to maintenance, replacement and upgrades to our plant. The Company has not yet started the budgeting process for 2015 and therefore does not have the final numbers prepared for investments and expense levels for 2015. The Company does not anticipate major adjustments to staffing levels in 2015. Customers will continue to receive the high level of telecommunications service that they have experienced over the past few years with the possibility of increased services. 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 comparable to the rates for such services in urban areas to all customers in the designated ETC service area.



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

I, Delinda Kluser, being of lawful age, state that I am Vice-Pres of Finance and General Manager of Skyline Telecom ("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 all federal high-cost support provided to the Company within the State of Washington has been used in the preceding calendar year and will be used in the coming calendar year only for the provision, maintenance and upgrading of facilities and services for which the support is intended;
- (2) That during the 2013 calendar year, the Company met substantially the applicable service quality standard found in WAC 480-123-030(1)(h);
- (3) That during the 2013 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 2013 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.

2014 Data Collection Form Before Corp Exp Adj & Regression Adj 22-Jul-14 08:05 AM

CS File:	033CS13	Data Collection I	Form Before C	orp Exp Adj & Reg	ression Adj
SAC: SAC NAME Filename:	520581 : SKYLINE TELECOM INC. S:\14 USF\DAVE\[033 USF 14-1.xls]\text{i}	JSFFORM		REGION:	WESTERN
I.	EXCHANGE CARRIER/DATA IDENT	TFICATION			
(010)	Study Area Code	(010)	520581		
(020)	Contact Name	(020)	KEN SNOW		
(030)	Contact Telephone Number	(030)	503.612.4400		
(040)	USF Data Collection Period	(040)	2014-1		
Data Line	Description	Latest View 0	Data Line	Enter 2013	Data Source
	WORKING LOOPS				
(060)	Total Loops (Cat 1.1, 1.2 and 1.3)		0 (060)	13	9 F303:H31
(070)	Category 1.3 Loops (Excluding Cat 1.3 TWX Loops)		0 (070)	13	9 F303:H20
(080)	Reserved				
III.	INVESTMENT, EXPENSE AND TAX	ES			
Net Plant Ir	nvestment				
(160)	Acct 2001 - Telephone Plant in Service		0 (160)	2,974,81	8 F310:P25-Input G27
(170)	Acct 1220 - Material and Supplies		0 (170)		0 F310:P37
(190)	Acct 3100 - Accumulated Depreciation		0 (190)	1,651,48	88 F300.4:SUM(P13:P19)-Input
(195)	Acct 3400 - Accumulated Amortization Tangible		0 (195)		0 F300.4:P20
(200)	Reserved				
(205)	Reserved				
(210)	Acct 4340 - Net Noncurrent De- ferred Operating Income Taxes		0 (210)	75,64	6 F300.5:P25
(220)	Net Plant Investment (Sum Line 160+170 less lines 190 to	2	0 (220)	1,247,68	34

	520581 : SKYLINE TELECOM INC. S:\14 USF\DAVE\[033 USF 14-1.xls]U	REGION: ISFFORM		REGION:	WESTERN
Data Line	Description	Latest View	Data	Enter	Data
====		0 : =========	Line =====	2013	Source
Selected Pla	ant Accounts				_
(230)	Acct 2210 - Central Office Switching Equipment	ĺ	0 (230)	594,095	F310:P14+P17-Input G29
(235)	Acct 2220 - Operator System Equipment	,	0 (235)	0	F310:P15-Input G30
(240)	Acct 2230 - Central Office Transmission Equipment		0 (240)	213,726	F310:P16-Input G31
(245)	Total Central Office Equipment (Sum of Lines 230 - 240)	:(0 (245)	807,821	
(250)	Circuit Equip. Category 4.13		(250)	159,690	F304:AJ33-Input G32
(255)	Acct 2410 - Cable and Wire Facilities Total	() (255)	2,002,190	F310:P19-Input G33
(260)	Acct 3100 (2210) - Accumulated Depreciation Central Office Switching Equipment	ſ) (260)	441,604	F300.4:P14+P17-Input G34
(265)	Acct 3100 (2220) - Accumulated Depreciation Operator System Equipment	() (265)	0	F300.4:P15-Input G35
(270)	Acct 3100 (2230) - Accumulated Depreciation Central Office Transmission Equipment	C) (270)	179,969	F300.4:P16-Input G36
(275)	Acct 3100 (2210-2230) - Total Accumulated Depreciation Central Office Equipment (Sum of Lines 260 - 270)	C	(275)	621,573	
(280)	Acct 3100 (2410) - Accumulated Depreciation Cable and Wire Facilities	c	(280)	970,441	F300.4:P19-Input G37

SAC: SAC NAME		REGION:		REGION:	WESTERN
Data Line	S:\14 USF\DAVE\[033 USF 14-1.xls][US Description	Latest View 0	Data Line	Enter 2013	Data Source
(285)	Reserved				
(290)	Reserved				
(295)	Reserved				
(300)	Reserved				
(305)	Reserved				
(310)	Acct 4340 (2210) - Net Noncurrent Deferred Operating Income Taxes - Central Office Switching Equipment		0 (310)	15,1	07 F300.5:P14+P17
(315)	Acct 4340 (2220) - Net Noncurrent Deferred Operating Income Taxes - Operator System Equipment		0 (315)		0 F300.5:P15
(320)	Acct 4340 (2230) - Net Noncurrent Deferred Operating Income Taxes - Central Office Transmission Equipment		0 (320)	5,4	135 F300.5:P16
(325)	Acct 4340 (2210-2230) Net Noncurrent Deferred Operating Income taxes - Central Office Equipment (Sum of Lines 310 - 320)		0 (325)	20,	542
(330)	Acct 4340 (2410 - Net Noncurrent Deferred Operating Income Taxes - Cable and Wire Facilities		0 (330)	50,9	913 F300.5:P19

SAC: SAC NAME	520581 E: SKYLINE TELECOM INC. F S:\14 USF\DAVE\[033 USF 14-1.x\s\]USI	REGION: FFORM		REGION:	WESTERN
Data Line	Description	Latest View 0	Data Line	Enter 2013	Data Source
Plant Speci	fic Operation Expense				
(335)	Acct 6110 - Network Support Expense Total		0 (335)	7,8	00 F320:I13
(340)	Acct 6110 - Benefits Portion of Network Support Expense		0 (340)		0 F302:E18
(345)	Acct 6110 - Rents Portion of Network Support Expense		0 (345)	7,8	00 F302:G18
(350)	Acct 6120 - General Support Expense Total		0 (350)	30,26	67 F320:I14-I78
(355)	Acct 6120 - Benefits Portion of General Support Expense	(0 (355)	2,28	32 F302:E19
(360)	Acct 6120 - Rents Portion of General Support Expense	(0 (360)		0 F302:G19
(365)	Acct 6210 - Central Office Switching Expense - Total	(0 (365)	56,58	57 F320:I15-I79
(370)	Acct 6210 - Benefits Portion of Central Office Switching Expense	() (370)	21	3 F302:E20
(375)	Acct 6210 - Rents Portion of Central Office Switching Expense	(0 (375)		0 F302:G20
(380)	Acct 6220 - Operator System Expense - Total	,	(380)		0 F320:l16
(385)	Acct 6220 - Benefits Portion Operator System Expense	() (385)		0 F302:E21
(390)	Acct 6220 - Rents Portion of Operator System Expense	C	(390)		0 F302:G21
(395)	Acct 6230 - Central Office Expense - Transmission Equipment - Total	C) (395)	6,48	9 F320:I17-I80

SAC: SAC NAME	520581 : SKYLINE TELECOM INC. R S:\14 USF\DAVE\[033 USF 14-1.xls]USF	REGION:			REGION:		WESTERN
Data	Description	Latest		Data Line	Ent 201		Data Source
Line ====	======================================	100				200	300106
(400)	Acct 6230 - Benefits Portion of Central Office Expense - Transmission Equipment		C	0 (400)		2,009	F302:E22
(405)	Acct 6230 - Rents Portion of Central Office Expense - Transmission Equipment		C	(405)		0	F302:G22
(410)	Accts 6210 - 6230 - Central Office Expense Total (Sum of Lines 365 + 380 + 395)		C	(410)		63,046	
(415)	Reserved	Νo	Entry	Required	Νo	Entry	Required
(420)	Reserved	Νo	Entry	Required	Νo	Entry	Required
(425)	Reserved	Νo	Entry	Required	Νo	Entry	Required
(430)	Acct 6410 - Cable and Wire Facilities Expense - Total		C) (430)		66,143	F320:l20-l81
(435)	Acct 6410 - Benefits Portion Cable and Wire Facilities Expense		(0 (435)		3,386	F302:E24
(440)	Acct 6410 - Rents Portion Cable and Wire Facilities Expense		,) (440)		0	F302:G24
(445)	Total Plant Specific Expense (Sum of Lines 335 + 350 + 365 + 380 + 395 + 415 + 430)		() (445)		167,256	
Plant Non S	Specific Expense						
(450)	Acct 6530 - Network Operations Expense - Total		() (450)		12,621	F320:123
(455)	Acct 6530 - Benefits Portion Network Operations Expense		() (455)		108	F302:E26

		(T-5) 5:45			
SAC: SAC NAME:	520581 : SKYLINE TELECOM INC. S:\14 USF\DAVE\[033 USF 14-1.xls]	REGION: JUSFFORM		REGION:	WESTERN
Data Line	Description	Latest View 0	Data Line	Enter 2013 ======	Data Source
Customer O	perations Expense				
(460)	Reserved	No Entry	Required	No Entry	y Required
(470)	Reserved	No Entry	Required	No Entry	y Required
(480)	Reserved	No Entry	Required	No Entry	Required
(485)	Reserved	No Entry	Required	No Entry	/ Required
(500)	Reserved	No Entry	Required	No Entry	Required
(505)	Reserved	No Entry	Required	No Entry	Required
Depreciation	& Amort. Expenses				
(510)	Acct 6560 (2210)-Depreciation and Amortization Expense - Central Office Switching Equip	0	(510)	45,385	5 F320:l27+l30-Input G38
(515)	Acct 6560 (2220)-Depreciation and Amortization Expense - Operator System Equipment	0	(515)	C	F320:128-Input G39
(520)	Acct 6560 (2230)-Depreciation and Amortization Expense - Central Office Transmission Equipment	0	(520)	14,571	F320:l29-Input G40
(525)	Acct 6560 (2210-2230) - Depreciation and Amortization Central Office Equipment (Sum of Lines 510 through 520)	0	(525)	59,956	
	Acct 6560 (2410)-Depreciation and Amortization Expense - Cable and Wire Facilities	0	(530)	141,823	F320:l32-Input G41
Corporate Op	perating Expenses				
•	Acct 6710 - Executive and Planning Expense - Total	0	(535)	0	F320:I59
(5) 5)	Acct 6710 - Benefits Portion Executive and Planning Expense	0	(540)	0	F302:E29

SAC: SAC NAME	520581 :: SKYLINE TELECOM INC. S:\14 USF\DAVE\[033 USF 14-1.xls]U	REGION:		F	REGION:	WESTERN
Data Line	Description	Latest View 0	Data Line		Enter 2013	Data Source
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(550)	Acct 6720 - General Administrative Expense - Total		0 (550)		221,279	9 F320:l61
(555)	Acct 6720 - Benefits Portion - General Administrative Expense		0 (555)		26,198	5 F302:E30
(565)	Total Corporate Operations Expense (Sum of Lines 535 + 550)		0 (565)		221,279)
Other Expe	nses and Revenues					
(600)	Benefits Portion of All Operating Expenses - Total		0 (600)		35,201	F302:E32
(610)	Rents Portion of All Operating Expenses - Total		0 (610)		7,800) F302:G32
(620)	Reserved					
(630)	Reserved					
Taxes						
(650)	Acct 7200 - Operating Taxes		0 (650)		48,339	F367:E11+Input G24
(655)	Reserved					
IV.	PART 36 - COST STUDY DATA					
(700)	Cost Study Average Cable and Wire Facilities Acct 2410		0 (700)		2,002,190	F310:R19
(710)	Cost Study Average Cable and Wire Facilities Cat 1 - Total Exchange Line C&WF Excluding					
	Wide Band	11,361,0	69 (710)		1,635,570	INPUT G8

SAC: SAC NAM	520581 E: SKYLINE TELECOM INC. F S:\14 USF\DAVE\[033 USF 14-1.xls]USI	REGION:		REGION:	WESTERN
Data Line	Description	Latest View 0	Data Line	Enter 2013	Data Source
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V.	AMORTIZABLE TANGIBLE ASSETS (Refer to instructions prior to completing this section)				
(800)	Acct 2680 - Amortizable Tangible Assets		0 (800)		0 INPUT G15
(805)	Acct 2680 (2230) - Amortizable Tangible Assets - Central Office Transmission Equipment		0 (805)		0 INPUT G16
(810)	Acct 2680 (2230) - Amortizable Tangible Assets - Central Office Transmission Equipment Allocated to Category 4.13		0 (810)		0 INPUT G17
(815)	Acct 2680 (2410) - Amortizable Tangible Assets - Cable and Wire Facilities		0 (815)		0 INPUT G18
(820)	Acct 2680 (2410) - Amortizable Tangible Assets - Cable and Wire Facilities Allocated to Category 1		0 (820)		0 INPUT G19
(830)	Acct 6560 (2680)-Depreciation and Amortization Expense - Amortizable Tangible Assets		0 (830)		0 INPUT G20
VI.	COMMENTS / SIGNIFICANT CHANGE	EXPLANATION	ı		

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

Dated this 29th day of May 2014 at MountVernon, Oregon.

Company: Skyline Telecom

By: William

Its: Vice President, Manager