REPORT OF INLAND TELEPHONE COMPANY UNDER THE WASHINGTON UNIVERSAL COMMUNICATIONS SERVICES PROGRAM IN COMPLIANCE WITH WAC 480-123-130

July 1, 2020

Docket No. 190638

File electronically

1. WAC 480-123-130(1)(a) - Access Lines Served [NECA 1.3 working loops]

| | January 1, 2019 | December 31, 2019 |
|-------------|-----------------|-------------------|
| Residential | 1,959 | 1,619 |
| Business | 446 | 439 |

2. WAC 480-123-130(1)(b) - Use of Support

The funds received by the Company from the universal communications services program in calendar year 2019 represent monies that the Company formerly received through the Washington Exchange Carrier Association (WECA) pooling process and the reduction of support under the Federal Communications Commission's (FCC's) Connect America Fund InterCarrier Compensation Fund (CAF ICC) program. As such, the funds from the universal communications services program contributed to defrayal of the ongoing operation and maintenance expenses of the Company. The funds from the universal communication services program are contributing to the Company's ongoing provision of high-quality basic telecommunications service to customers residing in the area the Company serves.

In December 2019, the Company received \$491,619 from the universal communications services program for the fiscal year ending June 30, 2020.

During the first six months of 2020, the Company is constructing fiber-to-the-premise in its Uniontown exchange. The Company started with the Town of Colton. The contractor portion is almost complete. Once Colton is completed, the contractors will start on Uniontown and Company technicians can start connecting homes in Colton. Since the Company did not borrow any funds for this project, the funds received from the universal communications services program can be viewed as contributing to the Company's ability to perform that project, including, without limitation, the repayment of loan funds for prior construction. In the second half of 2020, the Company plans on completing the Uniontown exchange and then working on upgrading its Prescott or Dewatto exchanges with facilities that provides a more robust broadband solution for our subscribers.

3. WAC 480-123-130(1)(c) - Unfilled Consumer Requests for New Basic Telecommunications Service*

None

- * Service requests that are ongoing but still within normal processing times are not counted as unfulfilled.
- 4. WAC 480-123-130(1)(e) FCC Form 477

This form was previously filed on or about January 27, 2020 under Docket UT-200002.

5. WAC 480-123-130(1)(f) - Report on Operational Efficiencies/Business Plan Modifications

The Company continually reviews its operations to determine if efficiencies can be achieved. The Company already has a plan in place to concentrate on improving broadband service while continuing to provide high-quality basic telecommunications service to the customers that are located within the area that the Company serves. The funds received from the universal communications services program can be viewed as assisting in the Company's efforts to obtain operational efficiencies.

The Company has not modified its business plan from the previous year's submission. The Company had originally believed that the increased deployment of VDSL carrier cabinets (shortening loop lengths) could satisfy regulatory requirements as well as consumer wants. As described in paragraph 2, the Company is installing more fiber-to-the-premise to satisfy both regulatory requirements and consumers wants and needs.

6. WAC 480-123-130(1)(g) and (h) - Other information

N/A

Certified Statement as required by WAC 480-123-130(1)(d):

I, James K. Brooks, am an officer of Inland Telephone Company, and upon personal knowledge and with responsibility therefor, hereby certify under penalty of perjury, that Inland Telephone Company materially complied with Commission rules under Chapter 480-120 WAC that are applicable to the Company and its provision of service within the areas for which the Company received universal communications services program support.

Signed at Roslyn, Washington this 19th day of June, 2020.

James K. Brooks
Treasurer/Controller

Buch