

HoodCanal
COMMUNICATIONS

Cable TV - Voice - Broadband - Computer Repair

June 25, 2015

Mr. Steven V. King, Executive Director and Secretary
Washington Utilities and Transportation Commission
1300 South Evergreen Park Drive SW
Olympia, WA 98504-7250

Re: Docket UT-141556 - Washington Universal Service Communications Program
Reports - Hood Canal Telephone Co., Inc.

Dear Mr. King:

Pursuant to the requirements of WAC 480-123-130, Hood Canal Telephone Co., Inc., SAC 522419, hereby files the annual reports for the Washington Universal Service Communications Program for funds received in the preceding calendar year. These reports are due on or before July 1, 2015.

By: Richard Buechel
Richard Buechel
President

WASHINGTON UNIVERSAL SERVICE COMMUNICATIONS PROGRAM
WAC 480-123-130 REPORT

July 1, 2015

Docket No. UT-141556
Hood Canal Telephone Co., Inc.

Filed electronically

Access Lines Served - WAC 480-123-130(1)(a)

	January 1, 2014	December 31, 2014
Residential	710	627
Business	201	222

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

The funds received by Hood Canal Telephone Co., Inc. (the "Company") from the universal service communications program represents monies that the Company formerly received through the Washington Exchange Carrier Association pooling process. As such, the funds from the universal service communications program contributed to the ongoing operation and maintenance expenses of the Company. The funds from the universal service communications 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 addition, the Company undertook a major remodeling of the plant and construction personnel area for approximately \$330,000, a small fiber-to-the-home project in the amount of \$31,250, central office upgrades for approximately \$28,000 general support asset additions of approximately \$385,000 and other minor installations of buried fiber drops for approximately \$25,000. The funds received from the universal service communications program can be viewed as contributing to the Company's ability to perform those projects, including, without limitation, the repayment of loan funds.

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

None

* Service requests that are ongoing but still within normal processing times are not counted as unfulfilled.

FCC Form 477 - WAC 480-123-130(1)(e)

Currently, portions of FCC Form 477 submitted to the FCC in an electronic file format do not create a readable report of the data. The FCC is developing 2014 reports that should be available no later than August 1, 2015. If these reports are not available by this date, the Company will work with Washington Utilities and Transportation Commission Staff to provide this information in an agreed upon format in a timely manner.

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

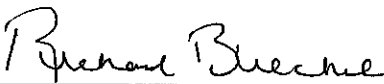
The Company continually reviews its operations to determine if efficiencies can be achieved. The Company already has a plan in place to concentrate on improving broadband service while continuing to provide high-quality basic telecommunications service to the customers that are located within the area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

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

Not applicable.

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

I, Richard Buechel, am an officer of Hood Canal Telephone Co., Inc., and upon personal knowledge and with responsibility therefore, hereby certify under penalty of perjury, that Hood Canal Telephone Co., Inc. materially complied with Commission rules under Chapter 480-120 WAC that are applicable to the Company and its provision of service within the area for which the Company received universal service communications program support.


President