

Attachments

FCC FORM 481 (July 2015), Lines 112 through 118
Progress Report on Five-Year Service Quality Improvement Plan
Per 47 C.F.R. § 54.313(a)(1) and Instructions for Completing FCC Form 481

Western Wahkiakum County Telephone Company ("Company") serves a rural area of approximately 314 square miles with a population density of approximately 6.2 people per square mile. This area is very rural and contains no incorporated towns or cities. The Company is in the midst of a fiber-to-the-premises project for its serving area.

The Company's plans are to continue fiber-to-the-premises construction as time and finances allow in an effort to provide all its subscribers with improved services. This work, which was included in the five-year service quality improvement plan filed in 2014, will further enhance the reliability, speed and capacity of the Company's broadband service, as well as its telephone service offerings.

Set forth below is a description of the Company's progress in its five-year service quality improvement plan. Continued execution of this plan is dependent upon the availability of adequate funding and assumes the deployment of currently-existing technology. The evolution of technology, available applications, and customer service expectations during the five-year plan life may lead to modification of the plan from time to time during that five-year period.

2015:

1. The planned construction for 2015 included new, buried fiber optic routes within the Grays River Wire Center, along sections of Mattson Road (for approximately 7,300 feet), Pillar Rock Road (for approximately 3,870 feet), Hoikka Road (for approximately 5,444 feet), and Eden Valley Road (for approximately 10,000 feet), for a total distance of approximately 26,614 feet. This project has been successfully completed. The as-built construction included new, buried fiber optic routes on Mattson Road (for approximately 7,586 feet), Pillar Rock Road (for approximately 3,870 feet), Hoikka Road (for approximately 5,200 feet), and Eden Valley Road (for approximately 11,108 feet), for a total distance of approximately 27,764 feet. This construction serves an area of approximately 5 square miles in the vicinity of the above-referenced roads, with an estimated population of 85 people. The final project costs for this project came to approximately \$268,000. This project has enhanced service reliability and capacity for approximately 85 people.

Attached is Map A identifying the work done on this project.

2. The planned construction for 2015 also included new, buried fiber optic routes within the Grays River Wire Center, along Altoona Pillar Rock Road (for approximately 9,722 feet), and Barr Road (for approximately 12,780 feet), for a total distance of approximately 22,552 feet. This project has been successfully completed. It serves an area of approximately 7 square miles in the vicinity of the above-referenced roads, with an estimated population of 87. This project's costs came to approximately \$241,000. It has enhanced service reliability and capacity for approximately 87 people.

Attached is Map B identifying the work done on this project.

3. In addition to the above-described plan progress, the Company has completed work on plowing or boring fiber drops and placing ONT's at homes, businesses and institutions in the Naselle Wire Center. This project's costs came to approximately \$248,000. It will allow the Company to make fiber connections to these homes, businesses and institutions, thereby enhancing service reliability and capacity to an estimated population of 233.

Table 1 below summarizes Federal universal service support as reported by USAC for the calendar year 2014 and for 2015 through April, 2015 (the most recent period for which such support has been received in 2015):

Table 1

	<u>2014</u>	<u>2015</u>
High-Cost Loop (HCL) support	\$ 1,252,244	\$ 376,792
Interstate Common Line Support (ICLS)	439,842	225,084
Connect America Fund (CAF)		
Intercarrier Compensation (ICC) support	<u>441,990</u>	<u>149,440</u>
Total	<u>\$ 2,134,076</u>	<u>\$ 751,316</u>

Table 2 below summarizes capital expenditures, operating expenses and other expenses incurred in 2015 through April 30, 2015 (the most recent accounting period for which complete booked entries are available), in the provision or support of regulated telecommunication services:

Table 2

	<u>Amount¹</u>
Capital expenditures other than debt repayment	\$ 243,790
Operating expenses other than depreciation	960,468
Depreciation	202,167
Interest expense	31,928
Debt repayment	177,732

The foregoing Table 2 reflects capital expenditures through April 30, 2015. Capital expenditures for 2015 through June 30, 2015, are projected to be \$336,581, all of which is estimated to be associated with the Naselle Wire Center.

¹ Unaudited, prior to Part 64 adjustments, if any.

Table 3 below compares (i) capital expenditures with respect to the 2015 portion of the Company's five-year service quality improvement plan, as expended through April 30, 2015, with (ii) the originally projected capital expenditures for that portion of the said plan:

Table 3

	<u>Projected</u>	<u>Expended</u>
2015 portion of five-year service quality improvement plan	\$ 500,000	\$ 509,000

Table 4 below shows the distribution to the Company's wire center(s), as applicable, of the capital expenditures amount shown in Table 3 above as having been expended:

Table 4

	<u>Grays River</u>
2015 portion of five-year service quality improvement plan	\$ 509,000

Table 5 below shows the distribution to voice service, broadband service, and joint voice and broadband services, as applicable, of the capital expenditures amount shown in Table 3 above as having been expended:

Table 5

	<u>Joint Voice and Broadband Services</u>
2015 portion of five-year service quality improvement plan	\$ 509,000