

PO BOX 609 MOUNT VERNON, OR 97865-0609 1-888-782-4680

June 8, 2011

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") herby 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 2010, that, as of the date of the report, the Company has reported as the basis for support from the federal high-cost fund.

<u>Report 2</u>: 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 2010 the Company has also continued to provide maintenance to buried cable as needed.

<u>Report 3</u>: WAC 480-123-070(4): The Company reports that the Company is not aware of any complaints during calendar year 2010 to the Federal Communications 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.

² The term "ETC" is used in the same sense as the term is used in Chapter 480-123 WAC.

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).

<u>Report 4</u>: 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 Okanogan Valley Gazette-Tribune throughout 2010. The Company expects to continue to advertise these services throughout 2011.

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 2012 and therefore does not have the final numbers prepared for investments and expense levels for 2012. The Company does not anticipate major adjustments to staffing levels in 2012. 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, Finance 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 the Company will use federal high-cost universal service fund support only for the provision, maintenance and upgrading of the facilities and services for which the support is intended;
- (2) That during the 2010 calendar year, the Company met substantially the applicable service quality standard found in WAC 480-123-030(1)(h);
- (3) That during the 2010 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 2010 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.

I certify under penalty of perjury under the laws of the State of Washington that the foregoing is true and correct.					
Dated this 15th day of June	2011 at Not JUNON OR				
Company: <u>Skyline Telecom</u>					
By: Mida Du					

Its: Vice President, Manager

National Exchange Carrier Association Universal Service Fund 2011 Data Collection Form

09-Jun-11 10:07 AM

CS File:

33.5CS10

SAC: 521402

SAC NAME: SKYLINE TELEPHONE

REGION:

WESTERN

I. EXCHANGE CARRIER/DATA IDENTIFICATION

Filename: W:\CARSTEN\2010 CS\SKYLINE\[33.5 USF 041208.xis]USFFORM

(010) Study Area Code

(010)

521402

(020) Contact Name

(020)

CARSTEN KÖLDSBAEK

(030) Contact Telephone Number

(030)

503-612-4430

(040) USF Data Collection Period

(040)

2011-1

Data Line	Description	est View Data Line	Enter 2010	Data Source
II.	WORKING LOOPS	======================================		
(060)	Total Loops (Cat 1.1, 1.2 and 1.3)	0 (060)	1	40 F303:H31
(070)	Category 1.3 Loops (Excluding Cat 1.3 TWX Loops)	ò (070)	1	40 F303:H20
(080)	Reserved			

Net Plant Investment

III.

(195)

(160)	Acct 2001	-

Telephone Plant in Service

INVESTMENT, EXPENSE AND TAXES

0 (160)

869,215 F310:P25-Input G24

(170) Acct 1220 -

Material and Supplies

0 (170)

0 F310:P37

(190) Acct 3100 -

Accumulated Depreciation

0 (190)

505,898 F310:P30-Input G25

,

Acct 3400 - Accumulated Amortization Tangible

0 (195)

0 F310:P32

(200) Reserved

(205) Reserved

(210) Acct 4340 - Net Noncurrent De-

ferred Operating Income Taxes

0 (210)

39,207 F300.5:P25

(220) Net Plant Investment

(Sum Line 160+170 less lines 190 to 2

0 (220)

324,110

	521402 : SKYLINE TELEPHONE W:\CARSTEM2010 CS\SKYLINE\[33		UŠFFOŘM	REGION:	WESTERN
Data Line =====	Description	Latest View 0	Data Line	Enter 2010	Data Source
Selected Pla	ant Accounts			and arm day and any any day may any and has been	
(230)	Acct 2210 - Central Office Switching Equipment	(0 (230)	216,4	84 F310:P14+P17-Input G26
(235)	Acct 2220 - Operator System Equipment	.() (235)		0 F310:P15-Input G27
(240)	Acct 2230 - Central Office Transmission Equipment	() (240)	91,6	29 F310:P16-Input G28
(245)	Total Central Office Equipment (Sum of Lines 230 - 240)	() (245)	308,1	13
(250)	Circuit Equip. Category 4.13	((250)	97,0	95 F304:AJ33-Input G29
(255)	Acct 2410 - Cable and Wire Facilities Total	Ċ	(255)	497,7	45 F310:P19-Input G30
(260)	Acct 3100 (2210) - Accumulated Depreciation Central Office Switching Equipment	() (260)	185,0	58 F300.4:P14±P17-Input G31
(265)	Acct 3100 (2220) - Accumulated Depreciation Operator System Equipment	() (265)		0 F300.4:P15-Input G32
(270)	Acct 3100 (2230) - Accumulated Depreciation Central Office Transmission Equipment	ĵ	ĵ (270)	76,1	26 F300.4:P16-Input G33
(275)	Acct 3100 (2210-2230) - Total Accumulated Depreciation Central Office Equipment (Sum of Lines 260 - 270)	() (275)	261,1	
(280)	Acct 3100 (2410) - Accumulated Depreciation Cable and Wire Facilities	C	0 (280)	218,7	97 F300.4:P19-Input-G34

SAC: SAC NAME	521402 : SKYLINE TELEPHONE W:\CARSTEN\2010 CS\SKYLINE\[3:	R 5 LISE 041208 VISILISEEORM	REGION:	WESTERN
Data Line	Description	Latest View Data 0 Line	Enter 2010	Data Source
(285)	Reserved	No Entry Requir	e.d	
(290)	Reserved	No Entry Requir	e d	
(295)	Reserved	No Entry Requir	e d	
(300)	Reserved	No Entry Requir	e d	
(305)	Reserved	No Entry Requir	e d	
(310)	Acct 4340 (2210) - Net Noncurrent Deferred Operating Income Taxes - Central Office Switching Equipment	0 (310)	9,76	5 F300.5:P14+P17
(315)	Acct 4340 (2220) - Net Noncurrent Deferred Operating Income Taxes - Operator System Equipment	Ö (315)		0 F300.5:P15
(320)	Acct 4340 (2230) - Net Noncurrent Deferred Operating Income Taxes - Central Office Transmission Equipment	0 (320)	4,13	3 F300.5:P16
(325)	Acct 4340 (2210-2230) Net Noncurrent Deferred Operating Income taxes - Central Office Equipment (Sum of Lines 310 - 320)	0 (325)	. 13,89	8.
(330)	Accl 4340 (2410 - Net Noncurrent Deferred Operating Income Taxes - Cable and Wire Facilities	0 (330)	22,45	1 .F300.5:P19

SAC: SAC NAME	521402 SKYLINE TELEPHONE			REGION:	WESTERN
Data Line	W:\CARSTEN\2010 CS\SKYLINE\[3	Latest View 0	Data Line	Enter 2010	Data Source
Plant Speci	fic Operation Expense				
(335)	Accl 6110 - Network Support Expense Total	0	(335)	5,850	F320:113
(340)	Acct 6110 - Benefits Portion of Network Support Expense	0	(340)	0	F302:E18
(345)	Acct 6110 - Rents Portion of Network Support Expense	O	(345)	5,850	F302:G18
(350)	Accl 6120 - General Support Expense Total	O	(350)	10,575	F320:l14=l78
(355)	Acct 6120 - Benefits Portion of General Support Expense	-0	(355)	2,027	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)	12,730	F320:115-179
(370)	Acct 6210 - Benefits Portion of Central Office Switching Expense		(370)	2,314	F302:E20
(375)	Acct 6210 - Rents Portion of Central Office Switching Expense	.0	(375)	0	F302:G20
(380)	Acct 6220 - Operator System Expense - Total	0	(380)	0	F320:I16
(385)	Acct 6220 - Benefits Portion Operator System Expense	, O,	(385)	0	F302:E21
(390)	Acct 6220 - Rents Portion of Operator System Expense	0	(390)		F302:G21
(395)	Acct 6230 - Central Office Expense - Transmission Equipment - Total	0	(395)	1,517	F320:l17-İ80

SAC: SAC NAM	521402 E: SKYLINE TELEPHONE			REGION:	WESTERN
	W:\CARSTEN\2010 CS\SKYLINE\[33	.5 USF 041208.xls	JUSFFORM		
Data	.	Latest View	Data	Enter	Dala
Line ====	Description	0	Line	2010	Source
(400)	Acct 6230 - Benefits Portion				
	of Central Office Expense -				
	Transmission Equipment		0 (400)	12	4 F302:E22
(405)	Acct 6230 - Rents Portion of				
(400)	Central Office Expense -				
	• •		0 (405)		0 5000.000
	Transmission Equipment		0 (405)		0 F302;G22
(410)	Accts 6210 - 6230 - Central				
	Office Expense Total				
	(Sum of Lines 365 + 380 + 395)		0 (410)	14,24	7
(415)	Reserved	Ma Est	Disconsistencial	Mar Walta	🖰
(410)	Neserveu	NO ENTI	y Required	NO ENT	y Required
(420)	Reserved	No Enti	ry Required	No Entr	y Required
Dines	Deserved	A.1	n		
(425)	Reserved	Ŋo ⊫ņti	ry Required	No Entr	y Required
(430)	Acct 6410 - Cable and Wire				
	Facilities Expense - Total		0 (430)	34,50	4 F320:I20-I81
(435)	Acct 6410 - Benefits Portion				
(400)	Cable and Wire Facilities	•			
	Expense		0 (435)	£.00	ó Federcas
	Expense		0 (435)	5,00	0 F302:E24
(440)	Acct 6410 - Rents Portion				
	Cable and Wire Facilities				
	Expense		0 (440)	:	0 F302:G24
(445)	Total Plant Specific Expense				
(41-10)	(Sum of Lines 335 + 350 + 365				
	+ 380 + 395 + 415 + 430)		0 (445)	gs 17	۵
	1 000 1 000 1 410 1 400)		0.(440)	65,17	O.
Plant Non	Specific Expense				
(450)	Acct 6530 - Network Operations				
()	Expense - Total		0 (450)	20 50	0 F320:123
	Engando - notal		0 (700)	32,50	0.11020.120
(455)	Acct 6530 - Benefits Portion				
	Network Operations Expense		0 (455)	:	0 F302:E26

SAC: SAC NAME	521402 E: SKYLINE TELEPHONE W:\CARSTEN\2010 CS\SKYLINE\[33	5-LISE 044208 VIAILISEEODM	REGION;	WESTERN
Data Line	Description	Latest View Data 0 Line	Enter 2010	Data Source
Customer	Operations Expense			
(460)	Reserved	No Entry Require	ed No Entr	y Required
(470)	Reserved	No Entry Require	ed No Entr	y Required
(480)	Reserved	No Entry Require	ed No Entr	y Required
(485)	Reserved	No Entry Require	ed No Entr	y Required
(500)	Reserved	No Entry Require	e:d No Entr	y Required
(505)	Reserved	No Entry Require	ed No Entr	y Required
Depreciation	on & Amort. Expenses			
(510)	Acct 6560 (2210)-Depreciation and Amortization Expense - Central Office Switching Equip	0 (510)	19,48	4 F320:127+(30-Input G35
(515)	Acct 6560 (2220)-Depreciation and Amortization Expense - Operator System Equipment	O (515)	ı	0 F320:l28-Input G36
(520)	Acct 6560 (2230)-Depreciation and Amortization Expense - Central Office Transmission Equipment	0 (520)	10,18	4 F320:129-Input G37
(525)	Acct 6560 (2210-2230) - Depreciation and Amortization Central Office Equipment (Sum of Lines 510 through 520)	0 (525)	29,66	8
(530)	Acct 6560 (2410)-Depreciation and Amortization Expense - Cable and Wire Facilities	0 (530)	29,86	5 F320:132-Input G38
Corporate	Operating Expenses	·		·
(535)	Acct 6710 - Executive and Planning Expense - Total	0 (535)		0 F320:I59
(540)	Acct 6710 - Benefits Portion Executive and Planning Expense	0 (540)		0 F302:E29

SAC:	521402			
SAC NAME	SKYLINE TELEPHONE		REGION:	WESTERN
Data	W:\CARSTEN\2010 CS\SKYLINE\[33.5 USF 041208.xis]USFFORM Latest View Data		Enter	Data
Line	Description	0 Line	2010	Source
36835				=======
(550)	Acct 6720 - General			
(550)	Administrative Expense - Total	0 (550)	175,443	F320:161
	•	- (/	,	
(555)	Acct 6720 - Benefits Portion -	·		
	General Administrative Expense	0 (555)	11,154	F302:E30
(565)	Total Corporate Operations Ex-			
	pense (Sum of Lines 535 + 550)	0 (565)	175,443	
Other Evner	nses and Revenues			
Office Exher	ises and Revenues			
(600)	Benefits Portion of All			
	Operating Expenses - Total	0 (600)	21,059	F302:E32
(610)	Rents Portion of All Operating			
A /	Expenses - Total	0 (610)	5,850	F302:G32
(can)	Bassard	*		
(620)	Reserved			
(630)	Reserved			
Taile				
Taxes				
(650)	Acct 7200 - Operating Taxes	0 (650)	-29,723	F367:E11+Input G21
(oëri)	December			•
(655)	Reserved			
IV.	PART 36 - COST STUDY DATA			
/2001	Seed Study Assessed Oaktoon			
(700)	Cost Study Average Cable and Wire Facilities Acct 2410	0 (700)	497.745	F310;R19
	7.110.11.40.11.40.7.40.62.24.70	0 (100)	491,149	1 3 10,1713
(710)	Cost Study Average Cable and			
	Wire Facilities Cat 1 - Total Exchange Line C&WF Excluding			
	Wide Band	0 (710)	336.643	INPUT G8
	e ·	X	42294.4	····y - : = = :

SAC: SAC NAME	521402 : SKYLINE TELEPHONE			REGION:	WESTERN
Data Line	W:\CARSTEN\2010 CS\SKYLINE\[33.5	Latest View 0	JUSFFORM Data Line	Enler 2010	Dala Source
V.	AMORTIZABLE TANGIBLE ASSETS (Refer to instructions prior to completing this section)		e eseuc		445 52222222
(800)	Accl 2680 - Amortizable Tangible Assets		0 (800)		0 INPUT G12
(805)	Accl 2680 (2230) - Amortizable Tangible Assets - Central Office Transmission Equipment		0 (805)		0 INPUT G13
(810)	Acct 2680 (2230) - Amortizable Tangible Assets - Central Office Transmission Equipment Allocated to Category 4.13		0 (810)		Ö İNPUT G14
(815)	Acct 2680 (2410) - Amortizable Tangible Assets - Cable and Wire Facilities		0 (815)		0 INPUT G15
(820)	Acct 2680 (2410) - Amortizable Tangible Assets - Cable and Wire Facilities Allocated to Category 1		0 (820)		0.INPUT G16
(830)	Acct 6560 (2680)-Depreciation and Amortization Expense - Amortizable Tangible Assets		0 (830)		0 INPUT G17
У І.,	COMMENTS / SIGNIFICANT CHANGE	EXPLANATION			