REPORTS AS SPECIFIED IN WAC 480-123-070 AND WAC 480-123-080

Inland Cellular Telephone Company, as general partner of and on behalf of Eastern Sub-RSA Limited Partnership (d/b/a Inland Cellular)(the "Company") hereby submits the following reports in accordance with WAC 480-123-070 and WAC 480-123-080, with respect to its operations within the State of Washington.

Report 1 - WAC 480-123-070(1)(a): For the period January 1 through December 31, 2010, the Company added 2 new sites on leased towers (\$340,540) and made EVDO upgrades at 4 sites (\$22,500); total capital addition of approximately \$363,040. Operating expenses, excluding the cost of handsets, roaming and toll expenses, for the same time period were approximately \$3,302,000.

Report 2 - WAC 480-123-070(1)(b): These investments and expenses should enable the Company to provide increasingly better service quality, coverage, capacity and clearer signals throughout the Company's service area, thereby decreasing the potential for dropped calls or no service. Expenses directly associated with regulatory compliances for E911, plant operations, switching, maintenance, engineering and obtaining facilities from local exchange carriers and depreciation expenses comprise approximately \$1,965,000 of the expense figure set forth in Report 1 above.

<u>Report 3</u> - WAC 480-123-070(2): For the period January 1 through December 31, 2010, the Company reports that it experienced the following local service outages:

- 1) On January 9, at 8:33 p.m., the Company experienced a subsystem failure at its Seven Bays site. Technician drove to site and reset card. The outage was for approximately sixteen (16) hours and may have affected approximately 7 customers in the Lincoln area; some of these customers may also receive service from overlapping sites at Creston Butte and Teal Hill. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 2) On January 10, at 6:39 a.m., the Company experienced a BTSI failure at its Coulee City site. Technician drove to site and reset card. The outage was for approximately two (2) hours and may have affected approximately 272 customers in the Coulee City area; some of these customers may also receive service from over-lapping sites at Hartline and Stratford. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 3) On February 9, at 5:34 a.m., the Company experienced a critical fault in Sector 1 of the microwave system transmitting/receiving signal at its Harrington site; failing signal. Technician drove to site and replaced RFM card. The intermittent outage was for approximately five (5) hours and may have affected approximately 247 customers in the Harrington area; some of these customers may also receive service from over-lapping sites at Davenport, Odessa and Sprague. Since this was a failing signal, it was not a complete outage and the Company is not certain how many calls

- were getting through. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 4) On May 19, at 7:52 p.m., the Company experienced a subsystem failure at its Coulee City site. Technician drove to site and reset card. The outage was for approximately fourteen (14) hours and may have affected approximately 272 customers in the Coulee City area; some of these customers may also receive service from overlapping sites at Hartline and Stratford. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 5) On June 3, at 4:50 a.m., the Company experienced a critical fault of the microwave system hub (backbone) transmitting/receiving signal at its Ritzville site; failing signal from Sector 2 at Coulee City, Sector 1 at Creston Butte, Sector 1 at Hartline, Sector 3 at Odessa, Sector 1 at Stratford and Sector 1 at Wilbur. Technician drove to site and replaced RFM card. The intermittent outage was for approximately six (6) hours and may have affected 1,205 customers in the Coulee City, Creston, Lincoln, Almira, Hartline, Odessa, Lamona, Stratford and Wilbur areas. Since this was a failing signal, it was not a complete outage and the Company is not certain how many calls were getting through. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 6) On June 4, at 8:43 a.m., the Company experienced a subsystem failure of the microwave system hub (backbone) transmitting/receiving signal at its Sprague site; not receiving subsystem signal from Creston Butte, Davenport, Lind East, Reardon, Sprague, Teal Hill and Wilson Creek sites. Technician drove to site and reset card. The outage was for approximately two (2) hours and may have affected 625 customers in the Creston, Lincoln, Davenport, Lind, Reardon, Sprague, Lamont, Wilson Creek and Marlin areas; some of these customers may also receive service from over-lapping sites at Harrington and Stratford. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 7) On June 18, at 8:43 a.m., the Company experienced a subsystem failure at its Wilbur site. Technician drove to site and reset card. The outage was for approximately nine (9) hours and may have affected approximately 363 customers in the Wilbur area; some of these customers may also receive service from over-lapping sites at Creston Butte and Jackwood Butte. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 8) On June 23, at 8:51 p.m., the Company experienced a subsystem failure at its Seven Bays site. Technician drove to site and reset card. The outage was for approximately twelve (12) hours and may have affected approximately 7 customers in the Lincoln area; some of these customers may also receive service from over-lapping sites at Creston Butte and Teal Hill. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage

- 9) On July 31, at 2:56 a.m., the Company experienced a critical fault in Sector 1 of the microwave system transmitting/receiving signal at its Wilson Creek site; failing signal. Technician drove to site and replaced RFM card. The intermittent outage was for approximately four (4) hours and may have affected approximately 203 customers in the Wilson Creek and Marlin areas; some of these customers may also receive service from over-lapping sites at Stratford and Odessa. Since this was a failing signal, it was not a complete outage and the Company is not certain how many calls were getting through. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 10) On August 1, at 3:59 a.m., the Company experienced a critical fault in Sector 1 of the microwave system transmitting/receiving signal at its Moses Lake West site; failing signal. Technician drove to site and replaced RFM card. The intermittent outage was for approximately three (3) hours and may have affected approximately 1,850 customers in the Moses Lake area; most of these customers may also receive service from an over-lapping site at Wheeler. Since this was a failing signal, it was not a complete outage and the Company is not certain how many calls were getting through. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage
- 11) On August 1, at 11:06 p.m., the Company experienced a critical fault in Sector 1 of the microwave system transmitting/receiving signal at its Hooper site; failing signal. Technician drove to site and replaced RFM card. The intermittent outage was for approximately seven (7) hours and may have affected approximately 12 customers in the Hooper area; these customers may also receive service from over-lapping sites at Washtucna, Beacon Hill and Lacrosse. Since this was a failing signal, it was not a complete outage and the Company is not certain how many calls were getting through. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 12) On August 2, at 11:06 p.m., the Company experienced a critical fault in Sector 1, Sector 2 and Sector 3 of the microwave system transmitting/receiving signal at its Lind site; failing signal. Technician drove to site and replaced RFM card. The intermittent outage was for approximately seven (7) hours and may have affected approximately 45 customers in the Lind area. Since this was a failing signal, it was not a complete outage and the Company is not certain how many calls were getting through. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 13) On August 3, at 11:05 p.m., the Company experienced a critical fault of the microwave system hub (backbone) transmitting/receiving signal at its Ritzville site; failing signal from Sectors 1, 2 & 3 at Davenport, Sectors 1, 2 & 3 at Harrington, Sectors 1, 2 & 3 at Reardon, Sector 1 at Seven Bays, Sectors 1 & 2 at Wilbur and Sectors 1, 2 & 3 at Wilson Creek. Technician drove to site and replaced RFM card. The intermittent outage was for approximately ten (10) hours and may have affected 1,087 customers in the Davenport, Harrington, Reardon, Lincoln, Wilbur, Wilson Creek and Marlin areas. Since this was a failing signal, it was not a complete outage and the Company is not certain how many calls were getting through. For those

- customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 14) On October 19, at 12:31 a.m., the Company experienced a subsystem failure of the microwave system hub (backbone) transmitting/receiving signal at its Beacon Hill site; not receiving subsystem signal from Coulee City, Davenport, Hooper, Odessa, Othello, Reardon, Ritzville, Seven Bays, Stratford, Teal Hill, Wheeler and Wilson Creek sites. Technician drove to site and reset card. The outage was for approximately five (5) hours and may have affected 1,347 customers in the Coulee City, Davenport, Hooper, Odessa, Lamona, Othello, Reardon, Ritzville, Seven Bays, Stratford, Warden, Wilson Creek and Marlin areas. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 15) On October 27, at 6:46 p.m., the Company experienced a critical fault in Sector 2 of the microwave system transmitting/receiving signal at its Lind East site; failing signal. Technician drove to site and replaced RFM card. The intermittent outage was for approximately twelve (12) hours and may have affected approximately 45 customers in the Lind area; these customers may also receive service from overlapping sites at Lind, Reiman and Woodward. Since this was a failing signal, it was not a complete outage and the Company is not certain how many calls were getting through. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 16) On December 2, at 10:41 p.m., the Company experienced a subsystem failure at its Seven Bays site. Technician drove to site and reset card. The outage was for approximately two (2) hours and may have affected approximately 7 customers in the Lincoln area; some of these customers may also receive service from overlapping sites at Creston Butte and Teal Hill. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- 17) On December 20, at 4:02 a.m., the Company experienced a critical fault in Sector 1 of the microwave system transmitting/receiving signal at its Lind East site; failing signal. Technician drove to site and replaced RFM card. The intermittent outage was for approximately two (2) hours and may have affected approximately 45 customers in the Lind area; these customers may also receive service from over-lapping sites at Lind, Reiman and Woodward. Since this was a failing signal, it was not a complete outage and the Company is not certain how many calls were getting through. For those customers that were without service from the Company, these customers were then defaulted to roam on wireless competitors during the outage.
- <u>Report 4</u> WAC 480-123-070(3): For the period January 1 through December 31, 2010, the Company reports zero (0) instances where it failed to provide service within its designated service area.
- Report 5 WAC 480-123-070(4): For the period January 1 through December 31, 2010, the Company did not receive from the Federal Communications Commission or the Consumer Protection Division of the Attorney General of the State of Washington any

complaints against the Company made by the Company's customers concerning the services provided to its customers.

Report 6 – WAC 480-123-080(1)(a): As it is known to the Company at the date of this Report, the following is the planned use of federal support related to Washington state that is anticipated to be received from any category in the federal high-cost fund by the Company during the period October 1, 2011 through September 30, 2012: The Company is budgeted to build 3 cellular sites that include microwave back-bone facilities (\$1,475,000), upgrade sites to EVDO (\$918,000) and upgrade the microwave back-bone facilities (\$969,000); total estimated cost of \$3,362,000. Since the Company makes additions from operating revenue generation, some of these additions are carry-overs from the previous year. The Company estimates that operating expenses, excluding cost of handsets, roaming and toll expenses, will be approximately \$3,695,000.

Report 7 – WAC 480-123-080(2): The budgeted investments and expenses should enable the Company to provide increasingly better service quality, coverage, capacity and clearer signals throughout the Company's service area, thereby decreasing the potential for dropped calls. Expenses directly associated with regulatory compliances for E911, plant operations, switching, maintenance, engineering and obtaining facilities from local exchange carriers and depreciation expenses comprise approximately \$2,310,000 of the expense figure set forth in Report 6 above.

Dated: July 28, 2011