## 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.

<u>Report 1</u> - WAC 480-123-070(1)(a): For the period January 1 through December 31, 2011, the Company made the following approximate capital additions: Radios (\$90,403), Towers (\$39,959), Buildings (\$30,551), Antenna (\$133,288), Microwave (\$336,975) and Broadband (\$11,254); total capital addition of approximately \$642,430. These investments include one new cell site, EVDO upgrades and upgrades of Microwave for Ethernet transport. Operating expenses, excluding the cost of handsets, roaming and toll expenses, for the same time period were approximately \$2,959,000.

<u>Report 2</u> - 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 \$1,971,000 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, 2011, the Company reports that it experienced the following local service outages:

<u>1/16/11</u> at 9:27 pm - Error message "Heartbeat not received from subsystem" received from the cellular site known as Grand Coulee; technician was in area, dispatched to site and coordinated re-establishment of fiber link to Grant County PUD; since this site is primarily a roaming site on the northern perimeter, it is unclear how many, if any, subscribers were affected since the general area is also covered by cellular sites at Hartline and Wilbur; service restored at approximately 11:32 pm; duration of approximately 2 hours and 5 minutes; the failures of connections with other providers are unexpected and back-up cannot be provided; no steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage.

<u>1/31/11</u> at 3:10 pm - Error message "Microwave out of service alarm" received from the cellular site known as Lind East; technician was in area and could not determine what was causing interference with the microwave; it is unclear how many, if any, subscribers were affected (40 subscribers listed with Lind addresses) since the general area is also covered by cellular sites at Lind, Woodward and Reiman; service restored at approximately 4:19 pm; duration of approximately 1 hour and 9 minutes; microwave interference is unexpected and back-up cannot be provided; no steps can