

PO Box 609 Mount Vernon, OR 97865-0609 1-888-383-4132

July 11, 2013

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") hereby 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 2012, that, as of the date of the report, the Company has reported as the basis for support from the federal high-cost fund.

Report 2: 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 2012 the Company has also continued to provide maintenance to buried cable as needed due to winter weather damage and state road issues. The Company also continued to provide and maintain DSL to the exchange in 2012

Report 3: WAC 480-123-070(4): The Company reports that the Company was not notified of any complaints during calendar year 2012 by the Federal Communications

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).

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

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.

Report 4: 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 Daily Herald and Sound Publishing throughout 2012. The Company expects to continue to advertise these services throughout 2013.

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 2014 and therefore does not have the final numbers prepared for investments and expense levels for 2014. The Company does not anticipate major adjustments to staffing levels in 2014. 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 of Finance and General Manager 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 all federal high-cost support provided to the Company within the State of Washington has been used in the preceding calendar year and will be used in the coming calendar year only for the provision, maintenance and upgrading of facilities and services for which the support is intended;
- (2) That during the 2012 calendar year, the Company met substantially the applicable service quality standard found in WAC 480-123-030(1)(h);
- (3) That during the 2012 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 2012 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	_11 th day of	<u>July_</u> 2013 at	_MountVernon, Oregon.
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Company: Skyline Telecom

By:__

Its: Vice President, Manager

n 11-Jul-13 09:52 AM Before Corp Exp Adi & Regression Adi

2013 Data Collection Form

CS File: 33CS12 SAC: 520581

SAC NAME: SKYLINE TELECOM COMPANY

REGION:

WESTERN

Filename: S:\13 USF\CARSTEN\[33 for April 2013 and forward 040113.xls]USFFORM

I. EXCHANGE CARRIER/DATA IDENTIFICATION
(010) Study Area Code (010)
(020) Contact Name (020)

CARSTEN KOLDSBAEK

(030) Contact Telephone Number

503.612.4400

520581

(040) USF Data Collection Period

(040) 2013-1

(030)

(060) Total Loops

(Cat 1.1, 1.2 and 1.3)

0 (080)

158 F303:H31

(070) Category 1.3 Loops

(Excluding Cat 1.3 TWX Loops)

0 (070)

158 F303:H20

(080) Reserved

III. INVESTMENT, EXPENSE AND TAXES

Net Plant Investment

(160) Acct 2001 -

Telephone Plant in Service

0 (160)

3,061,233 F310:P25-Input G27

(170) Acct 1220 -

Material and Supplies

0 (170)

0 F310:P37

(190) Acct 3100 -

Accumulated Depreciation

0 (190)

1,541,047 F300.4:SUM(P13:P19)-Input

Amortizati

(195)

Acct 3400 - Accumulated Amortization Tangible

0 (195)

0 F300.4:P20

(200) Reserved

(205) Reserved

(210) Acct 4340

Acct 4340 - Net Noncurrent De-

ferred Operating Income Taxes

0 (210)

73,223 F300.5:P25

(220) Net Plant Investment

(Sum Line 160+170 less lines 190 to 2

0 (220)

1,446,963

	520581 E: SKYLINE TELECOM COMPANY RI S:\13 USF\CARSTEN\[33 for April 2013 a	EGION: and forward 040113.xis]USF	REGION: FORM	WESTERN
Data Line	Description	Latest View Data Line	Enter	Data
===	<u></u>		2012	Source
Selected PI	ant Accounts			
(230)	Acct 2210 - Central			
	Office Switching Equipment	0 (230)	687,348	F310:P14+P17-Input G29
(235)	Acct 2220 -			
	Operator System Equipment	0 (235)	0	F310:P15-Input G30
(240)	Acct 2230 - Central			
	Office Transmission Equipment	0 (240)	197,694	F310:P16-Input G31
(245)	Total Central Office Equipment			
(=)	(Sum of Lines 230 - 240)	0 (245)	885,042	
(250)	Circuit Faula Cata	- (,	000,042	
(230)	Circuit Equip. Category 4.13	0 (250)	155,138	F304:AJ33-Input G32
(255)	Acct 2410 - Cable			
	and Wire Facilities Total	0 (255)	2,002,190	F310:P19-Input G33
(260)	Acct 3100 (2210) - Accumulated			
	Depreciation Central Office			
	Switching Equipment	0 (260)	472,822	F300.4:P14+P17-Input G34
(265)	Acct 3100 (2220) - Accumulated			
	Depreciation Operator System Equipment			
	Edubueur	0 (265)	0	F300.4:P15-Input G35
(270)	Acct 3100 (2230) - Accumulated			
	Depreciation Central Office Transmission Equipment	0 (070)		
		0 (270)	158,121	F300.4:P16-Input G36
(275)	Acct 3100 (2210-2230) - Total			
	Accumulated Depreciation Central Office Equipment			
	(Sum of Lines 260 - 270)	0 (275)	630,943	
(280)	Acct 3100 (2410) - Accumulated	•	,	
	Depreciation Cable and Wire			
	Facilities	0 (280)	850,667	F300.4:P19-Input G37
			•	• '

	520581 SKYLINE TELECOM COMPANY REGION: S:\13 USF\CARSTEN\[33 for April 2013 and forward 040113.xis]USFFORM			REGION:	WESTERN
Data Line ====	Description	Latest View	Data Line	Enter 2012	Data Source
(285)	Reserved		2 ; 200 14 15 1		: WZ 20433322
(290)	Reserved				
(295)	Reserved				
(300)	Reserved				
(305)	Reserved				
(310)	Acct 4340 (2210) - Net Noncurrent Deferred Operating Income Taxes - Central Office Switching Equipment	(J (310)	16,441	F300.5:P14+P17
(315)	Acct 4340 (2220) - Net Noncurrent Deferred Operating Income Taxes - Operator System Equipment	() (315)	0	F300.5:P15
	Acct 4340 (2230) - Net Noncurrent Deferred Operating Income Taxes - Central Office Transmission Equipment	c	0 (320)	4,729	F300.5:P16
	Acct 4340 (2210-2230) Net Noncurrent Deferred Operating Income taxes - Central Office Equipment (Sum of Lines 310 - 320)	. 0) (325)	21,170	
	Acct 4340 (2410 - Net Noncurrent Deferred Operating Income Taxes - Cable and Wire Facilities			47,891	F300.5;P19

SAC:	520581 : SKYLINE TELECOM COMPANY	PEGGA		
ONO IVANE	S:\13 USF\CARSTEN\[33 for April 201	REGION:	REGION:	WESTERN
Data	Sittle Control Livings for April 201	Latest View Data	Entar	D-4-
Line	Description	Line	Enter 2012	Data Source
====	=======================================		2012	
Plant Specif	ic Operation Expense			
(335)	Acct 6110 - Network Support			
	Expense Total	0 (335)	7 800	F320:/13
		J (325)	1,000	1 020.110
(340)	Acct 6110 - Benefits Portion			
	of Network Support Expense	0 (340)	0	F302:E18
(2.4E)	A	•		
(345)	Acct 6110 - Rents Portion of			
	Network Support Expense	0 (345)	7,800	F302:G18
(350)	Acct 6120 - General Support			
(000)	Expense Total	0 (350)	44 700	F000 144 (ma
		0 (350)	11,782	F320:114-178
(355)	Acct 6120 - Benefits Portion			
	of General Support Expense	0 (355)	1.449	F302:E19
		, ,	.,,,,	1 002.2 10
(360)	Acct 6120 - Rents Portion of			
	General Support Expense	0 (360)	0	F302:G19
(365)	Acct 8210 Control Office			
(505)	Acct 6210 - Central Office Switching Expense - Total	0 (005)		
	Omorning Experise - (Ola)	0 (365)	57,481	F320:I15-I79
(370)	Acct 6210 - Benefits Portion			
•	of Central Office Switching			
	Expense	0 (370)	959	F302:E20
			OQU	· 502.LZ0
(375)	Acct 6210 - Rents Portion of			
	Central Office Switching			
	Expense	0 (375)	0	F302:G20
(380)	Acct 6220 - Operator System			
(000)	Expense - Total	0 (200)	_	
		0 (380)	0	F320:116
(385)	Acct 6220 - Benefits Portion			
	Operator System Expense	0 (385)	n	F302:E21
		· • • • • • • • • • • • • • • • • • • •		
(390)	Acct 6220 - Rents Portion of			
	Operator System Expense	0 (390)	0	F302:G21
(395)	Acet 6320 Control Office			
	Acct 6230 - Central Office Expense - Transmission			
	Equipment - Total	0 (205)		
		0 (395)	1,944	F320:I17-I80

SAC: SAC NAME		EGION			REGION	:	WESTERN
Data	S:\13 USF\CARSTEN\[33 for April 2013 and forward 040113.xls]USFFORM						
Data Line	Box 100	Latest View Data		Enter		Data	
	Description			Line	20	12	Source
		====:		====	======	======	========
(400)	Acct 6230 - Benefits Portion						
` '	of Central Office Expense -						
	Transmission Equipment			(400)		40	
			·	(400)		18	F302:E22
(405)	Acct 6230 - Rents Portion of						
	Central Office Expense -						
	Transmission Equipment		0	(405)		n	F302:G22
			_	(,		·	1 302.022
(410)	Accts 6210 - 6230 - Central						
	Office Expense Total						
	(Sum of Lines 365 + 380 + 395)		0	(410)		59,425	
/445	D						
(415)	Reserved	Νo	Entry	Required	Νo	Entry	Required
(420)	Reserved					•	.•
(420)	reserved	No	Entry	Required	Νo	Entry	Required
(425)	Reserved						
(-20)	1,0301480	NO	Entry	Required	No	Entry	Required
(430)	Acct 6410 - Cable and Wire						
	Facilities Expense - Total		0	(420)			
			U	(430)		65,920	F320:120-181
(435)	Acct 6410 - Benefits Portion						
	Cable and Wire Facilities						
	Expense		O	(435)		4 172	E303.E04
	•		•	(400)		4,173	F302:E24
(440)	Acct 6410 - Rents Portion						
	Cable and Wire Facilities						
	Expense		0	(440)		n	F302:G24
(4.4 m)	<u>.</u>			• • • • •		•	302.G24
(445)	Total Plant Specific Expense						
	(Sum of Lines 335 + 350 + 365						
	+ 380 + 395 + 415 + 430)		0	(445)		144,927	
Plant Non Sn	ecific Expense						
- iaut 11011 Op	ounc expense						
(450)	Acct 6530 - Network Operations						
, ,-,	Expense - Total		_	(450)			
			0	(450)	4,532 F320:I23		F 3 20:l23
(455)	Acct 6530 - Benefits Portion						
	Network Operations Expense		^	AEE\			
	Poremona Expense		U ((455)		13 F	F302:E26

SAC: SAC NAME	520581 SKYLINE TELECOM COMPANY S:\13 USF\CARSTEN\[33 for April 201:	REGION:	140 -1 10FE0014	REGION	:	WESTERN
Data Line	Description	Latest View	Data		ter	Data
=====			Line =====	20	12 ======	Source
Customer C	perations Expense					
(460)	Reserved	No Entry	Required	Nο	Entry	Required
(470)	Reserved	No Entry	Required	Νo	Entry	Required
(480)	Reserved	No Entry	Required	Νo	Entry	Required
(485)	Reserved	No Entry	Required	Νo	Entry	Required
(500)	Reserved	No Entry	Required	Νo	Entry	Required
(505)	Reserved	No Entry	Required	No	Entry	Required
Depreciation	a & Amort. Expenses					
(510)	Acct 6560 (2210)-Depreciation and Amortization Expense - Central Office Switching Equip	0	(E40)			
er i m			(510)		62,035	F320:127+130-Input G38
(515)	Acct 6560 (2220)-Depreciation and Amortization Expense - Operator System Equipment	0	(515)		0	F320:i28-Input G39
(520)	Acct 6560 (2230)-Depreciation and Amortization Expense - Central Office Transmission Equipment	. 0	(520)		21,848	F320:129-Input G40
(525)	Acct 6560 (2210-2230) - Depreciation and Amortization Central Office Equipment (Sum of Lines 510 through 520)	o.	(525)		83,883	
(530)	Acct 6560 (2410)-Depreciation					
	and Amortization Expense - Cable and Wire Facilities	0 ((530)	,	119.773 F	F320:132-input G41
Corporate O	perating Expenses	·	•			
	Acct 6710 - Executive and Planning Expense - Total	0 (535)		0 F	F320:159
(540)	Acct 6710 - Benefits Portion Executive and Planning Expense	0 (540)		0 F	F302:E29

SAC: SAC NAME	520581 E: SKYLINE TELECOM COMPANY S:\13 USF\CARSTEN\[33 for April 2013		REGION:	WESTERN
Line	Description	Latest View Data Line	Enter 2012	Data Source
(550)	Acct 6720 - General	## =	***************	:======
(330)	Administrative Expense - Total	0 (550)	242,807	F320:l61
(555)	Acct 6720 - Benefits Portion - General Administrative Expense	0 (555)	4,012	F302:E30
(565)	Total Corporate Operations Expense (Sum of Lines 535 + 550)	0 (565)	242,807	
Other Exper	nses and Revenues			
(600)	Benefits Portion of All Operating Expenses - Total	0 (600)	10,987	F302:E32
(610)	Rents Portion of All Operating Expenses - Total	o (610)	7,800	F302:G32
(620)	Reserved			
(630)	Reserved			
Taxes				
(650)	Acct 7200 - Operating Taxes	0 (650)	35,783	F367:E11+Input G24
(655)	Reserved			
IV.	PART 36 - COST STUDY DATA			
(700)	Cost Study Average Cable and Wire Facilities Acct 2410	0 (700)	2,002,190	F310:R19
	Cost Study Average Cable and Wire Facilities Cat 1 - Total			
	Exchange Line C&WF Excluding Wide Band	11,361,069 (710)	1,679,381	INPUT G8

SAC: SAC NAME	520581 SKYLINE TELECOM COMPANY S:\13 USF\CARSTEN[33 for April 201	REGION:	REGION:	WESTERN
Data Line	Description	Latest View Data Line	Enter 2012	Data Source
V.	AMORTIZABLE TANGIBLE ASSETS (Refer to instructions prior to completing this section)			
(800)	Acct 2680 - Amortizable Tangible Assets	0 (800)		0 INPUT G15
(805)	Acct 2680 (2230) - Amortizable Tangible Assets - Central Office Transmission Equipment	0 (805)		0 INPUT G16
(810)	Acct 2680 (2230) - Amortizable Tangible Assets - Central Office Transmission Equipment Allocated to Category 4.13	0 (810)		O INDUSTRAL
(815)	Acct 2680 (2410) - Amortizable Tangible Assets - Cable and Wire Facilities	0 (815)		0 INPUT G17
(820)	Acct 2680 (2410) - Amortizable Tangible Assets - Cable and Wire Facilities Allocated to Category 1	0 (820)		0 INPUT G18
(830)	Acct 6560 (2680)-Depreciation and Amortization Expense -	0 (020)		0 INPUT G19
	Amortizable Tangible Assets	0 (830)	(0 INPUT G20
VI.	COMMENTS / SIGNIFICANT CHANGE	EXPLANATION		