

July 31, 2013

BY HAND

Mr. Steven V. King, Acting Executive Director and Secretary Washington Utilities and Transportation Commission 1300 South Evergreen Park Drive SW Olympia, WA 98504-7250

Dear Mr. King:

Re:

2013 ETC Certification -

Request for Certification Pursuant to

WAC 480-123-060 and 47 C.F.R. § 54.314

Pursuant to WAC 480-123-060, Western Wahkiakum County Telephone Company ("Company") hereby requests that the Washington Utilities and Transportation Commission ("Commission") certify to the Federal Communications Commission and the Universal Service Administrative Company 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,

Steven M. Appelo

Corporate Secretary

Enclosures

CERTIFICATIONS PURSUANT TO WAC 480-123-060 AND WAC 480-123-070

- I, Steven M. Appelo, being of lawful age, state that I am Corporate Secretary of Western Wahkiakum County Telephone Company ("Company"), that I am authorized to execute these Certifications on behalf of the Company, and that the facts set forth in these Certifications 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 the 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, and 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;¹
- (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 31st day of July, 2013, at Olympia, Washington.

Company: Western Wahkiakum County Telephone Company

By: Jun Myn. By: Its: Corporate Secretary

¹ As used herein, the terms "preceding calendar year" and "coming calendar year" are intended to have the same meaning as those terms have in 47 C.F.R. § 54.314(a).

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

Western Wahkiakum County Telephone Company (the "Company") hereby submits the following reports in accordance with WAC 480-123-070 and WAC 480-123-080.¹

Report 1: WAC 480-123-070(1)(a): Attached is a copy of the Company's NECA-1 Report² 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. In addition, attached is a copy of the Company's NECA-1 Report for the calendar year 2011.

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 set forth in 47 U.S.C. § 254 of providing high quality telecommunications services to customers in the service area for which the Company is designated as an ETC.³ The Company has made substantial expenditures and investments over the past several years, which allow it to provide quality telecommunications services to its customers in its designated ETC service area. Those expenditures and investments, including those reflected in Report 1 above, generally benefit all customers receiving the federal high-cost fund supported services from the Company within its designated ETC service area. Also, during 2012, the Company was engaged in a number of major construction projects, including the following:

(1) Construction of new, buried fiber optic routes from approximately Salme Road to approximately Miller Point Road in the Company's Grays River Exchange, for a distance of approximately 2.65 miles along State Highway 4. The cost incurred by the Company in

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). Nevertheless, the Company reports that during 2012, the Company had one (1) major service outage, within the meaning of that term as defined in WAC 480-120-021, and that as of December 31, 2012, the Company had no unfulfilled requests for service from applicants within the Company's designated ETC service area. The service outage (caused by an outside contractor) occurred on April 5, 2012, from approximately Noon to approximately 2:30 p.m., and potentially affected interexchange and 911 calling from and to all of the Company's customers. Local calling was not affected by the outage, and the Company did not receive any customer complaint or inquiry regarding the outage, which leads the Company to conclude that the actual impact of the outage upon customers was quite limited.

² The Company understands the reference to the "NECA-1 Report" to refer to the values reported by the Company in response to the National Exchange Carrier Association, Inc. Universal Service Data Collection Form or its on-line equivalent pertaining to the subject year.

The term "ETC" is used herein with the same meaning as the term is used in Chapter 480-123 WAC.

⁴ References herein to services supported by the federal high-cost fund refer to the services designated for support as set forth in 47 C.F.R. § 54.101(a).

2012 to complete this project was approximately \$216,037. This project has enhanced service reliability and capacity for approximately 4 customers along its route, as well as provided backbone capacity to serve other portions of the Company's designated ETC service area.

(2) Construction of new, buried fiber optic routes along Eden Valley Road in the Company's Grays River Exchange, for a distance of approximately 4.26 miles. The cost incurred by the Company in 2012 for this project was approximately \$228,355. This project has enhanced service reliability and capacity for approximately 15 customers along its route, as well as provided backbone capacity to serve other portions of the Company's designated ETC service area.

Report 3: WAC 480-123-070(4): The Company reports that during the calendar year 2012, the Company did not receive from either the Federal Communications Commission or the Consumer Protection Division of the Office of the Attorney General of the State of Washington any complaints against the Company made to them by the Company's customers.

Report 4: WAC 480-123-080(1)(b) and (2): The Company reports as follows:

As they are known to the Company at the date of this Report, the planned investment and expenses related to Washington state for calendar year 2013 that the Company expects to use as a basis to request federal high-cost support are expected to be relatively similar to those investments and expenses the Company has set forth in its information for calendar year 2012 filed under Report 1, above, taking into account normal fluctuations in investment and expense levels. While the Company's budgeting process for 2014 is not yet complete, based upon currently known circumstances, the Company expects investment and expense related to Washington state for 2014 that the Company expects to use as a basis to request federal high-cost support to be relatively similar to the calendar year 2013 amounts, again taking into account normal fluctuations in investment and expense levels.

In addition, the following projects have either been completed during 2013, are in progress and are expected to be completed during 2013, or are expected to be constructed during 2014:

2013:

(1) Construction of new, buried fiber optic routes along Oneida Road in the Company's Grays River Exchange starting at the junction of Oneida Road with State Route 4, and going westerly for a distance of approximately 4.9 miles, together with approximately half a mile along State Route 4. This project is expected to be completed

- in 2013, and the cost expected to be incurred in 2013 for this project is estimated to be approximately \$220,000. This project will enhance service reliability and capacity for approximately 17 customers along its route.
- (2) Construction of new, buried fiber optic routes along State Route 4 from approximately MP 3.06 to Holm Lane, then along the length of Holm Lane, then also on State Route 101 from the intersection with Government Road, east to the junction of State Route 101 with State Route 4, and then northerly along State Route 101 to approximately MP 31.48, (together with approximately 3,000 feet along Mill Ranch Road starting at approximately MP 27.18), for a total distance of approximately 7.9 miles. This project is expected to be completed in 2013, and the cost expected to be incurred in 2013 for this project is estimated to be approximately \$250,000. This project will enhance service reliability and capacity for approximately 21 customers along its route, as well as provide backbone capacity to serve other portions of the Company's designated ETC service area.

2014:

- (3) Construction of new, buried fiber optic routes along North Hull Creek Road from its intersection with State Route 4 to the end of North Hull Creek Road, for a distance of approximately 3.31 miles. This project is expected to be executed in 2014, and the cost expected to be incurred in 2014 for this project is estimated to be approximately \$250,000. This project will enhance service reliability and capacity for approximately 14 customers.
- (4) Construction of new, buried fiber optic routes along Loop Road from Fairview Road to Barr Road for a distance of approximately 2.42 miles. This project is expected to be executed in 2014, and the cost expected to be incurred in 2014 for this project is estimated to be approximately \$250,000. This project will enhance service reliability and capacity for approximately 25 customers.

Except as described above in this Report 4 and subject to the effects of inflation and other commonly experienced changes in the cost of labor and materials, the Company currently expects the levels of investment and expenses incurred by it during calendar years 2013 and 2014, respectively, will relatively the same as those it experienced in calendar year 2012, due to the continuing impact of regulatory changes and the uncertainties of the Federal Communication Commission reforms that are still being developed. The Company further expects that, except as described above in this Report 4, for calendar years 2013 and 2014, respectively, it will have relatively the same budget level of

expenditures and investment related to normal maintenance, replacement and minor upgrades of plant as occurred in calendar year 2012.

In addition to the specific benefits to customers identified with respect to projects (1) through (4) above, the expected benefit to customers from the anticipated investment and expenditures is that the Company's customers will continue to receive a high level of telecommunications service. The Company further expects that the continued receipt by it of federal high-cost support will help facilitate the Company's efforts to continue to provide the supported services at rates that are reasonably comparable to the rates for such services in urban areas; however, the Company projects that with reductions in intercarrier compensation and associated federal support, as well as other reductions in federal high-cost fund support, that support will need to be supplemented by support from the state universal service fund for the Company to be able to continue to maintain reasonably comparable rates. All customers in the Company's designated ETC service area will benefit from the expected level of federal high-cost fund support by continuing to have available to them services that are reasonably comparable to telecommunications services offered in urban areas at rates that, if adequately supported by other factors, such as the state universal service fund, are reasonably comparable to the rates for such services in urban areas.

Dated: July 31, 2013



3

Subset

USF1010 PENDING VIEW REPORT



520

Account 6560 (2230)

Applies to Period: Year End 12/2012 Rea: 6 WESTERN Contact Name: Carol Larson MSM: 020007494 Melody Crane Contact Phone: (360)-465-2211 Ext: 00: Release Status: Special Released Co: 000002451 Western Wahkiakum County Tel. Co. Soft Edit Status: Passed Edit SAR: 522451 WESTERN WAHKIAKUM Description Pending View Source 060 **Total Loops** 1.008 EC 070 Cat. 1.3 Loops 998 EC 160 Account 2001 17,363,521 EC 170 Account 1220 78,061 EC 190 Account 3100 12,203,229 EC 195 Account 3400 EC Ω 210 Account 4340 882,780 EC 220 Net Plant Investment EC 4,355,573 230 Account 2210 1,621,475 EC 235 Account 2220 EC 240 Account 2230 2,552,826 EC 245 **Total Central Office** 4,174,301 EC 250 Ckt Equip Cat 4.13 1,880,826 EC 255 Account 2410 11,528,881 EC 260 Account 3100 (2210) 1,679,532 EC 265 Account 3100 (2220) EC 0 Account 3100 (2230) 270 2,477,250 EC 275 Account 3100 (2210-2230) 4,156,782 EC 280 Account 3100 (2410) 6,670,299 EC 310 Account 4340 (2210) 14,014 EC 315 Account 4340 (2220) 0 EC 320 Account 4340 (2230) 26,424 EC 325 Account 4340 (2210-2230) 40.438 EC 330 Account 4340 (2410) 834,283 EC 335 Account 6110 Total 9,913 EC 340 Account 6110 Benefits 0 EC 345 Account 6110 Rents 0 EC 350 Account 6120 Total 52,243 EC 355 Account 6120 Benefits 9,057 EC 360 Account 6120 Rents EC 365 Account 6210 Total 137,832 EC 370 Account 6210 Benefits 29,583 **FC** 375 Account 6210 Rents 0 EC 380 Account 6220 Total 0 EC 385 Account 6220 Benefits 0 EC 390 Account 6220 Rents 0 EC 395 Account 6230 Total 97,132 EC 400 Account 6230 Benefits 17,404 EC 405 Account 6230 Rents 0 EC 410 Account 6210-6230 234,964 EC 430 Account 6410 Total 192,459 EC 435 Account 6410 Benefits 44,155 EC 440 Account 6410 Rents 834 EC 445 **Total Plant Specific** 489,579 EC 450 Account 6530 Total 552,578 EC 455 Account 6530 Benefits 159,148 EC 510 Account 6560 (2210) 47,093 EC 515 Account 6560 (2220) EC

292,219

EC



USF1010 PENDING VIEW REPORT



Applies to Period: Contact Name: Contact Phone:		Year End Carol Larso (360)-465-2	211 Ext:	Reg: MSM: OO:	6 020007494 *********	WESTERN Melody Crane	Subset	3
Release Status: Special Released			Co: 000002451		Western Wahkiakum County Tel. Co.			
Soft Edit Status: Passed Edit			SAR:	522451	WESTERN WAHKIAKUM			
Description				Pending View		Source		
525	Account 6560 (2210-2230)				339,312	EC		
530	Account 6560 (2410)				583,081	EC		
535	Account 6710 Total				0	EC		
540	Account 6710 Benefits				0	EC		
550	Account 6720 Total				993,023	EC		
555	Account 6720 Benefits			209,961 EC				
565	Sum of Lines 535 + 550			993,023 EC				
600	Ben. Por. of all Op. Exp.			496,436 EC				
610	Rent Por. of all Op. Exp.				834	EC		
650	Account 7200 Other Taxes				80,526 EC			
700	2410 (C S Total CWF - AV)				11,061,073	EC		
710	2410 (C S CWF - Cat.1)				10,161,393	EC		
800	Account 2680 Total				0	EC		
805	Account 2680 (2230)				0	EC		
810	Account 2680 (Cat.	4.13)			0	EC		
815	Acc 2680 (2410) To	otal CWF			0	EC		
820	Acc 2680 (2410)CWF-Cat1				0	EC		
830	Account 6560 (2680)				0	EC		

Comments:

Date: 6/11/2013

- 1. Lns. 060,070 Loop loss result of competitive and economic pressures.
- 2. Lns. 700,710 Growth result of full impact upon the 2012 cost date averaging by the FTTH projects completed in 2011.

Date: 6/12/2013

 Lns 550 and 555. Result of allocation of overheads in 2012 vs those in 2011. In 2011 overheads were assigned to other accounts to reflect the impact of FTTH projects. No such impact in 2012.

USF1010 LATEST VIEW REPORT



Conf Conf Rele	ies to Period: tact Name: tact Phone: rase Status: Edit Status:	Year End 12/2011 Carol Larson (360)-465-2211 Ext: Special Released Passed Edit	Reg: MSM: OO: Co: SAR:	6 020007494 000002451 522451	WESTERN Melody Crane Western Wahkiakum (-	3
Desc	cription			Latest View			
060	Total Loops			1,075			
070	Cat. 1.3 Loops			1,065			
160	Account 2001			16,366,413			
170	Account 1220			93,910			
190	Account 3100			11,229,466			
195	Account 3400			0			
210	Account 4340			909,014			
220	Net Plant Investmer	nt		4,321,843			
230	Account 2210			1,634,138			
235	Account 2220			0			
240	Account 2230			2,529,907			
245	Total Central Office			4,164,045			
250	Ckt Equip Cat 4.13			1,851,124			
255	Account 2410			10,593,264			
260	Account 3100 (2210			1,679,851			
265	Account 3100 (2220			0			
270	Account 3100 (2230			2,185,031			
275	Account 3100 (2210	· · · · · · · · · · · · · · · · · · ·		3,864,882			
280 310	Account 3100 (2410 Account 4340 (2210	· ·		6,087,218			
315	Account 4340 (2210			17,331			
320	Account 4340 (2230			0			
325	Account 4340 (2210			97,547			
330	Account 4340 (2410			114.878			
335	Account 6110 Total	,		777.597 10,669			
340	Account 6110 Benef	its		7.589			
345	Account 6110 Rents	· 		0			
350	Account 6120 Total			57.120			
355	Account 6120 Benef	its		0			
360	Account 6120 Rents			0			
365	Account 6210 Total			162.936			
370	Account 6210 Benefi	its		29.557			
375	Account 6210 Rents			0			
380	Account 6220 Total			0			
385	Account 6220 Benefi	ts		0			
390	Account 6220 Rents			0			
395	Account 6230 Total			69,342			
400	Account 6230 Benefi	ts		14,421			
405	Account 6230 Rents			0			
410	Account 6210-6230			232.278			
430	Account 6410 Total	^ _		160.936			
435 440	Account 6410 Benefi Account 6410 Rents	tS .		36.272			
445	Total Plant Specific			772			
450	Account 6530 Total			461.003			
455	Account 6530 Benefit	is.		488,891			
510	Account 6560 (2210)			133,581 153,530			
515	Account 6560 (2220)			152,530			
520	Account 6560 (2230)			0 288,994			
				200,334			



USF1010 LATEST VIEW REPORT



Applies to Period: Contact Name: Contact Phone: Release Status: Soft Edit Status:	Year End 12/2011 Carol Larson (360)-465-2211 Ext: Special Released Passed Edit	Reg: MSM: OO: Co: SAR:	020007494 000002451 522451	WESTERN Melody Crane Western Wahkiakum County T WESTERN WAHKIAKUM	Subset el. Co.	3
Description		Latest View				
525 Account 6560 (2216 530 Account 6560 (2416 535 Account 6710 Total 540 Account 6710 Bene 550 Account 6720 Total 555 Account 6720 Bene 565 Sum of Lines 535 + 600 Ben. Por. of all Op. 610 Rent Por. of all Op. 650 Account 7200 Othe 700 2410 (C S Total CV 710 2410 (C S CWF - C) 800 Account 2680 Total 805 Account 2680 (2236 810 Account 2680 (2410) Total 820 Acc 2680 (2410) Total 820 Acc 2680 (2410) CV 830 Account 6560 (268	0) i efits i efits - 550 Exp. Exp. er Taxes VF - AV) cat.1) i 0) - 4.13) otal CWF		441,524 509,312 0 0 887,136 171,645 887,136 433,160 772 96,168 9,843,356 9,196,502 0 0 0			

Comments:

Date: 7/18/2012

^{1.} Lines 255, 330, 700 & 710. Growth in accounts related to FTTH buildout.