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UTIL. AND TRANSP.

State Of WASH.

COMMISSION

July 26,2022

Ms. Amanda Maxwell, Executive Director and Secretary Washington Utilities and Transportation Commission 621 Woodland Square Loop SE Lacey, WA 98503

RE: Petition to Receive Support from the State Universal Communications Program Program Year 2023

Pursuant to WAC 480-123-110 on behalf of Skyline Telecom ("Company"), attached herewith for filing with the Washington Utilities and Transportation Commission ("Commission") is the Company's Petition to receive support from the state universal communication services program established by RCW 80.36.650 ("Petition").

If the Commission has any questions regarding the filing, please feel free to contact me at 541-932-4411 or <u>deedeek@otcconnections.net</u>.

Sincerely, Delinda Kluser Vice-Pres, Manager

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

PETITION OF SKYLINE TELECOM INC TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM

DOCKET NO.

PETITION FOR SUPPORT

COMES NOW Skyline Telecom Inc. (the "Company") and, pursuant to Chapter 480-123 of the Washington Administrative Code ("WAC"), including, but not limited to, WAC 480-123-110, hereby petitions the Washington Utilities and Transportation Commission (the "Commission") to receive support from the Universal Service Communications Program (the "Program") for the Program year 2023.

I. Demonstration of Eligibility under WAC 480-123-100

WAC 480-123-100(1)(a): The Company is a local exchange company as defined in WAC 480-120-021 that serves fewer than forty thousand access lines within the state.

PETITION OF Skyline Telecom Inc. TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM - 1

IN RE

2. WAC 480-123-100(1)(b): The Company is an incumbent local exchange carrier as defined in 47 U.S.C. Sec. 251(h) The Company has been designated as an incumbent local exchange carrier by the Federal Communications Commission. 3. WAC 480-123-100(1)(c): The Company offers basic residential and business exchange telecommunications services as set forth in WAC 480-120-021 and RCW 80.36.630. 4. WAC 480-123-100(1)(d): The Company has established a plan, as described in WAC 480-123-110, to provide, maintain or enhance broadband service (See II.4, below). 5. WAC 480-123-100(1)(e): The Company has been designated by the Commission as an eligible telecommunications carrier ("ETC") for purposes of receiving federal universal services support pursuant to 47 C.F.R. Part 54 Subpart D - Universal Service Support for High Cost Areas with respect to the service areas for which the Company is seeking Program support. II. Demonstration of Eligibility under WAC 480-123-110 1. WAC 480-123-110(1)(a): The name of the legal entity that provides communications services and is seeking Program support is as follows: Skyline Telecom Inc. 2. WAC 480-123-110(1)(b): A corporate organization chart showing the relationship between the Company and affiliates as defined in RCW 80.16.010 is attached hereto as Exhibit 1.¹ A detailed description of any transactions between the Company and the affiliates named in

Exhibit 1 recorded in the Company's operating accounts is attached hereto as Exhibit 2.²

PETITION OF Skyline Telecom Inc. TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM - 2

¹ Pursuant to agreement with Commission Staff, Exhibit 1 is limited to those affiliates having transactions with the Company that are to be identified in Exhibit 2.

² Exhibit 2 also includes transactions between the Company and affiliates. Pursuant to agreement with the Commission Staff, Exhibit 2 is limited to transactions other than employment compensation and benefits

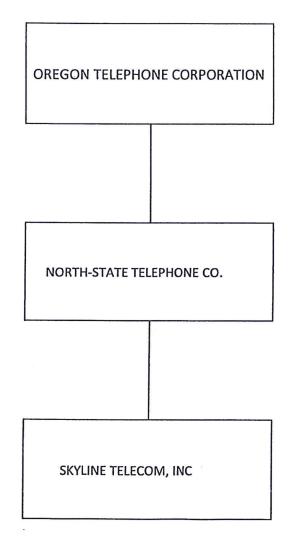
- 3. WAC 480-123-110(1)(c): A service area map for the Company can be found at Sheet Nos.
 49 and 63 of the Company's Tariff WN U-2.
- WAC 480-123-110(1)(d): The Company's broadband plan to provide, maintain, or enhance broadband services in its service area is attached hereto as Exhibit 3.
- 5. WAC 480-123-110(1)(f): A sworn statement by a Company officer certifying that the Company complies with state and federal accounting, cost allocation, and cost adjustment rules pertaining to incumbent local exchange carriers is attached as Exhibit 4.
- 6. WAC 480-123-110(1)(g): The number of residential local exchange access lines served by the Company as of December 31, 2021, was 93. The number of residential local exchange access lines served by the Company as of December 31, 2020, was 99. The number of business local exchange access lines served by the Company as of December 31, 2021, was 15. The number of business local exchange access lines served by the Company as of December 31, 2020, was 15. The number of broadband connections served by the Company as of December 31, 2021, was 42. The number of broadband connections served by the Company as of December 31, 2020, was 49. Currently we have 243 locations that have access to the internet. Of these locations, 127 have the ability to achieve speeds greater than or equal to 25/3. The unbundled monthly recurring rate charged by the Company for residential local exchange access service on December 31, 2021, was \$25.00 for Silverton and \$19.50 for Mt Hull. The unbundled monthly recurring rate charged by the Company for residential local exchange access service on December 31, 2020, was \$25.00 for Silverton and \$19.50 for Mt Hull. The unbundled monthly rate charged by the Company for single line business local exchange access service on December 31, 2021, was \$35.00 for Silverton and \$25.00 for MT Hull. The unbundled monthly rate charged by the Company for single line business local exchange access service on December 31, 2020, was \$35.00 for Silverton

PETITION OF Skyline Telecom Inc. TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM - 3

1		and \$25.00 for MT Hull. The unbundled monthly rate charged for broadband service as of
2		December 31, 2021, and as of December 31, 2020, is set out in the attached Exhibit 5.
3	7.	WAC 480-123-110(1)(h): The requested statements are attached as Exhibit 6.
4	8.	WAC 480-123-110(1)(h)(i): A sworn statement by a Company officer certifying that the
5		Company is in compliance with the Federal Communications Commission's obligation for
6		deployment of broadband at speeds specified by the Federal Communications Commission
7		applicable to the Company and that the Company meets one of the eligibility criteria set out
8		in WAC 480-123-110(1)(j)(ii), (iii) or (iv) is attached at Exhibit 7.
9	9.	All exhibits attached hereto are incorporated into this Petition as though fully set forth.
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11		\mathbf{P} (1) \mathbf{P} (1) \mathbf{P}
12		Respectfully submitted this $2b^2$ day of $Joly$, 2022.
13		SKYDINE TELECOM INC
14		By
15		Vice-Pres, Manager
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	TO RE	ION OF Skyline Telecom Inc. ECEIVE SUPPORT FROM THE ERSAL SERVICE COMMUNICATIONS RAM - 4

1	CERTIFICATION
2	I Delinda Kuser, an officer of the Company that is responsible for the
3	Company's business and financial operations, hereby certify under penalty of perjury that the
4	information and representations set forth in the Petition, above, are accurate and the Company has
5	not knowingly withheld any information required to be provided to the Commission pursuant to the
6	rules governing the Program.
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11	Delinda Kluser
12	Vice-Pres, Manager
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26	PETITION OF Skyline Telecom Inc. TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM - 5

CORPORATE ORGANIZATION CHART



PETITION OF SKYLINE TELECOM, INC TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM –

EXHIBIT 1-1

AFFILIATED TRANSACTIONS

Affiliated Transactions

Oregon Telephone Corporation is the managing company for Skyline Telecom Inc. The business office is located in MT Vernon, OR. All billing, customer support, technical support and financial reporting is performed by the staff of Oregon Telephone Corporation. All labor expenses are direct coded to Skyline by affiliated companies. A management agreement is in place which identifies how expenses are allocated between companies.

Service orders (new installs or changes) or trouble tickets are assigned to employees at either Oregon Telephone Corporation or North-State Telephone. These same technicians also assist with construction projects. These employees also direct codes labor and expenses to Skyline Telecom.

PETITION OF SKYLINE TELECOM, INC. TO RECEIVE SUPPORT FROM THE UNIVERSAL SERVICE COMMUNICATIONS PROGRAM – EXHIBIT 2 – 1

Broadband Plan

Skyline Telecom Inc. offers broadband services to both of its exchanges, Silverton and Mt Hull. Skyline incurs considerable monthly costs to maintain the backbone connection to the world for each of these areas. In fact, Skyline's broadband operations operate in a net loss position each year due to these costs. Skyline however is committed to continuing to provide quality broadband service to its subscribers and continues to maintain all plant necessary to provide these necessary services.

Beginning in 2020, Skyline engineered a three-phase fiber to the home build for the Mt Hull exchange. This allows for not only a considerable increase in broadband speeds, but also improves the reliability of service when compared to aging copper. Phase 1 was completed in 2020 for a total of \$89,665. Seventeen customers were converted to fiber.

Phase 2 for the Mt Hull exchange was completed in 2021 and brought fiber to 15 potential subscribers at a cost of \$115,723. Phase 3A is planned for 2022 and allows 22 potential subscribers fiber to the home. This phase has a budgeted amount of approximately \$90,000. Phase 3C is slated to begin construction in 2023. 12 subscribers will have fiber to the home capabilities.

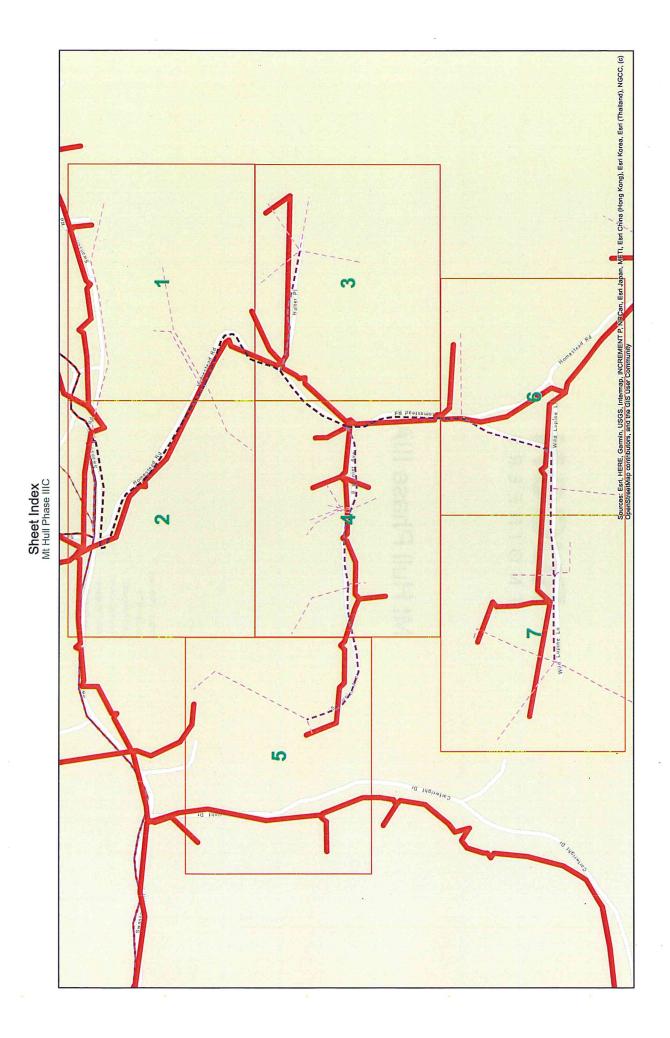
Skyline could offer speeds up to 1Gig for these fiber subscribers. Maps and a materials list for Phase 3A have been provided. Maps and bill of materials for Phase 3C have also been included as part of this exhibit.

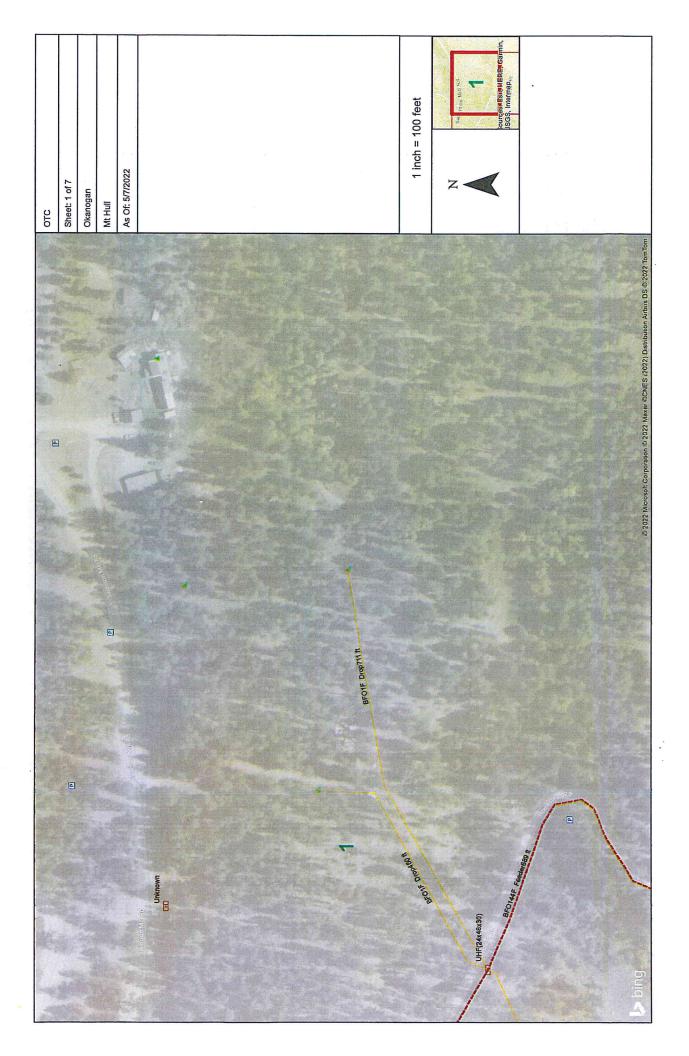
Funds will also be used in 2022 to secure T-1's into our Silverton exchange. Our current provider notified the Company that the existing circuits would not be available to us due to upgrades to their network. We have secured alternative circuits, however the cost of equipment to provision these circuits will be approximately \$30,000. Skyline Telecom would like to consider constructing a backbone into the Silverton exchange. Current projections for the 12 miles of fiber are almost \$1,000,000.

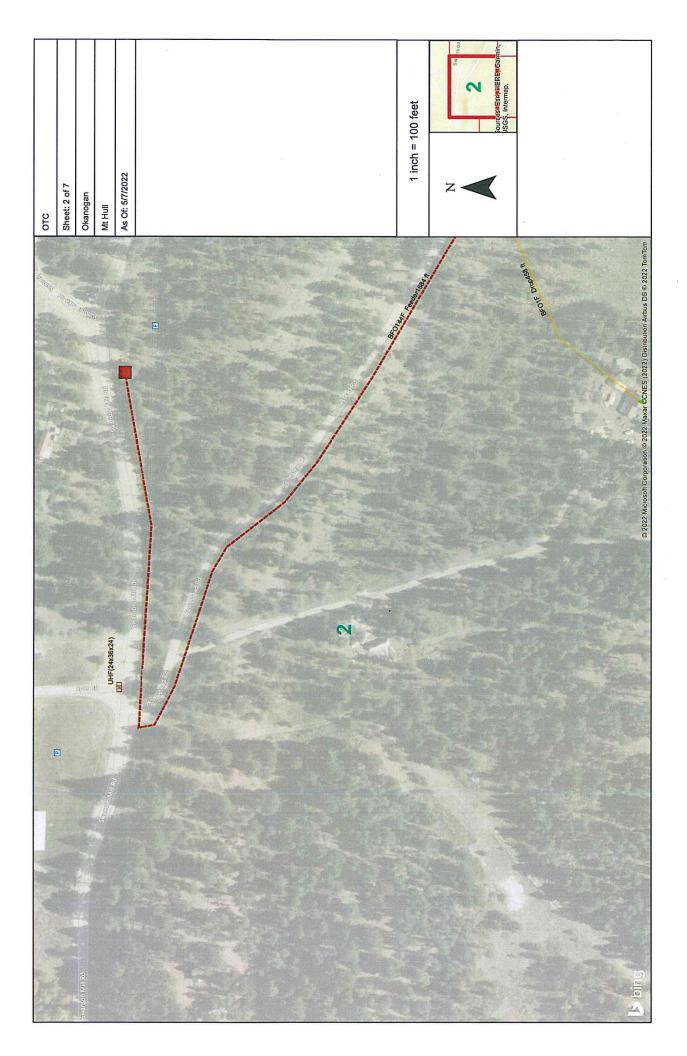
By: Delinda Kluser Title: Vice-Pres, Manager

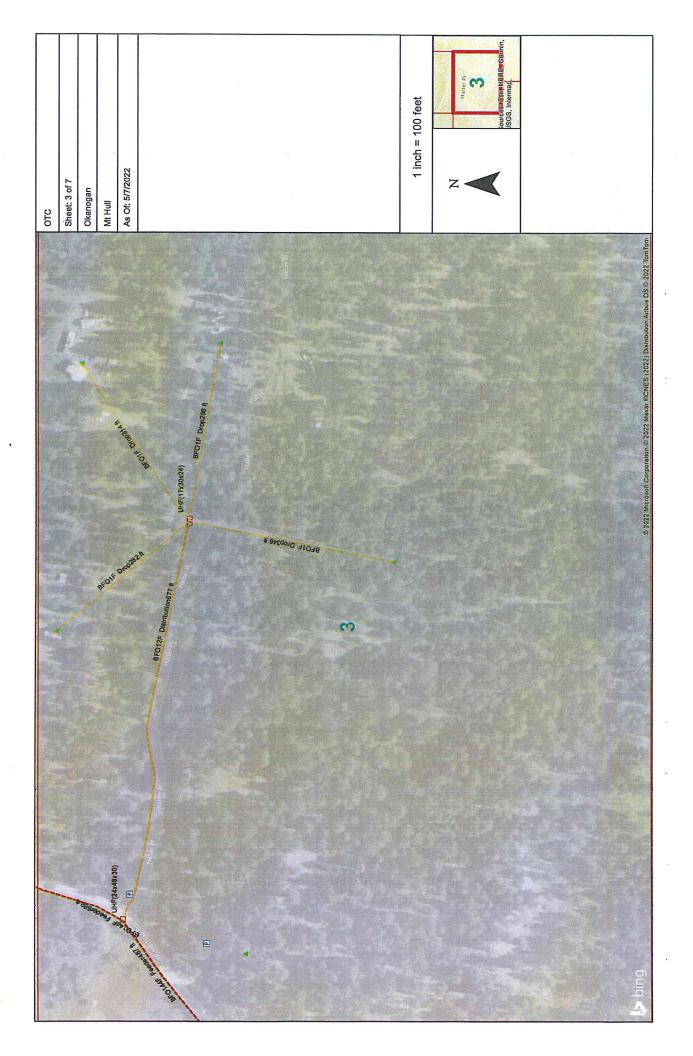
Mt Hull Phase IIIA

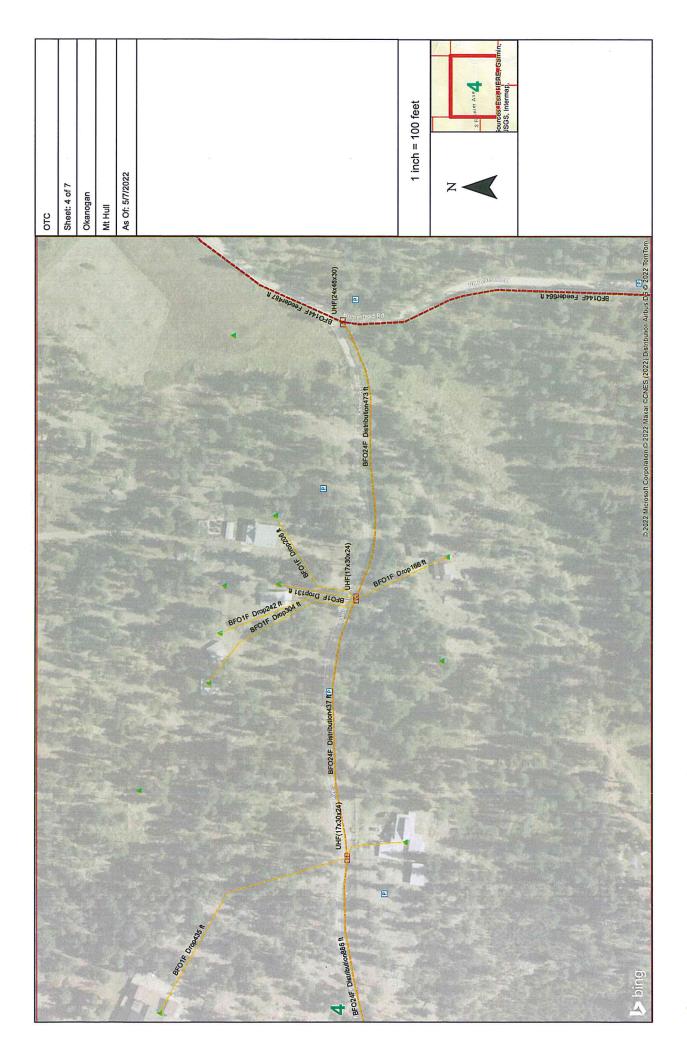
status: Proposed Assigned To: Date Assigned: Date Approved: Date Released: Date Completed: May 7, 2022 Authored by: PC-MK20-RUCONtmkhog

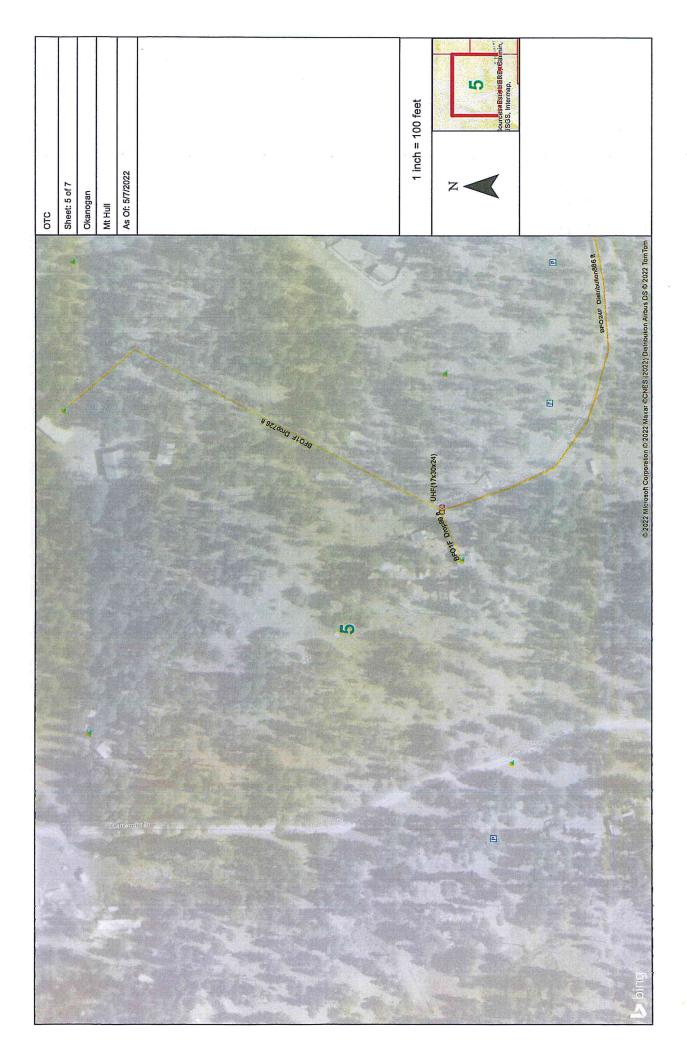


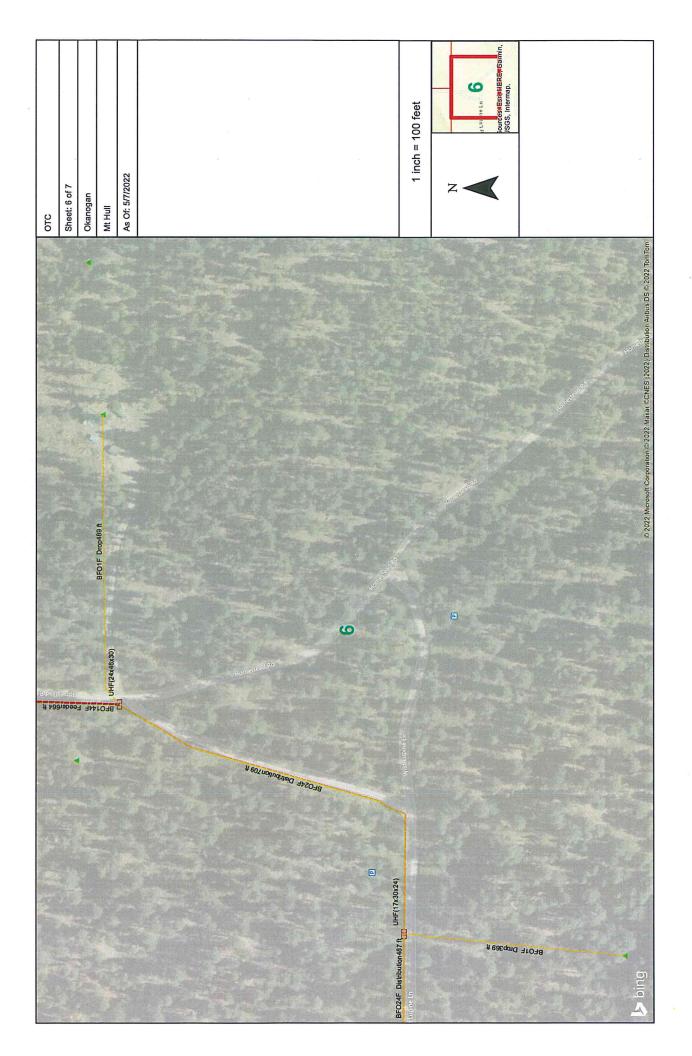


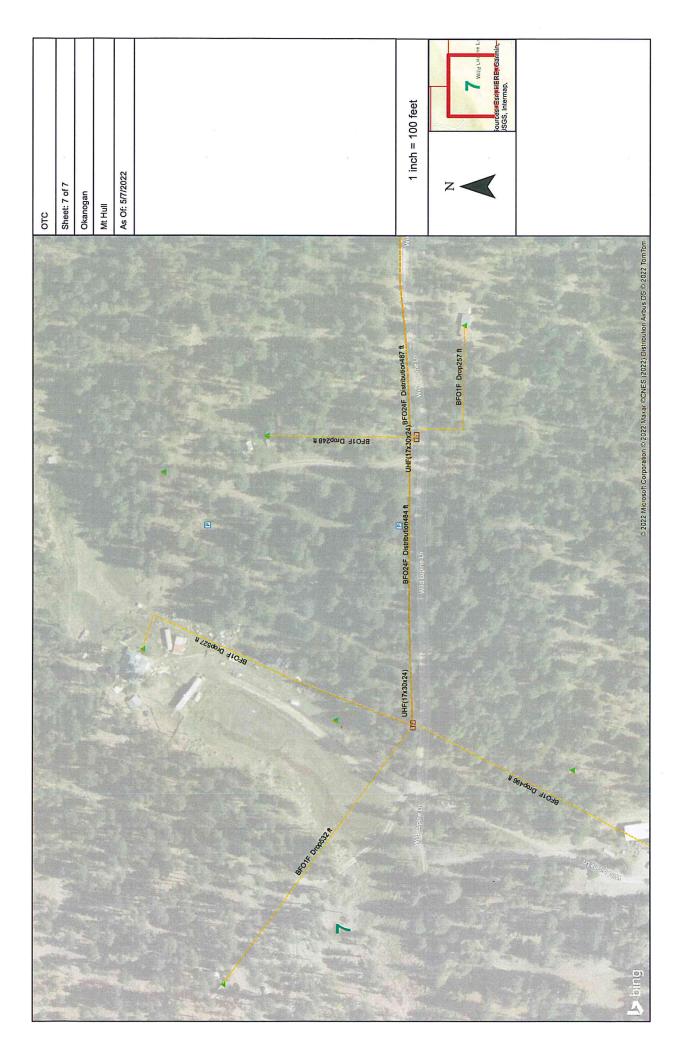












Mt Hull Phase IIIA

Subtype	Status Type	Type	Class	Size	Class Size ModeGauge Owner Quantity	Owner	Quantity
Fiber Cable	Proposed	Proposed Loose tube	BFO	Ч	sm	OTC	8186
Fiber Cable	Proposed	roposed Loose tube	BFO	144	sm	OTC	3765
Fiber Cable	Proposed	Loose tube	BFO	24	sm	отс	4573
Conduit	Proposed	BFOV(1)(1.25)		1.25"		OTC	4153
Conduit	Proposed	BFOV(2)(1.25)		1.25"		OTC	3524
Handhole	Proposed	UHF(17x30x24)				OTC	7
Handhole	Proposed	UHF(24x36x24)				OTC	4
Structure	Existing					отс	22

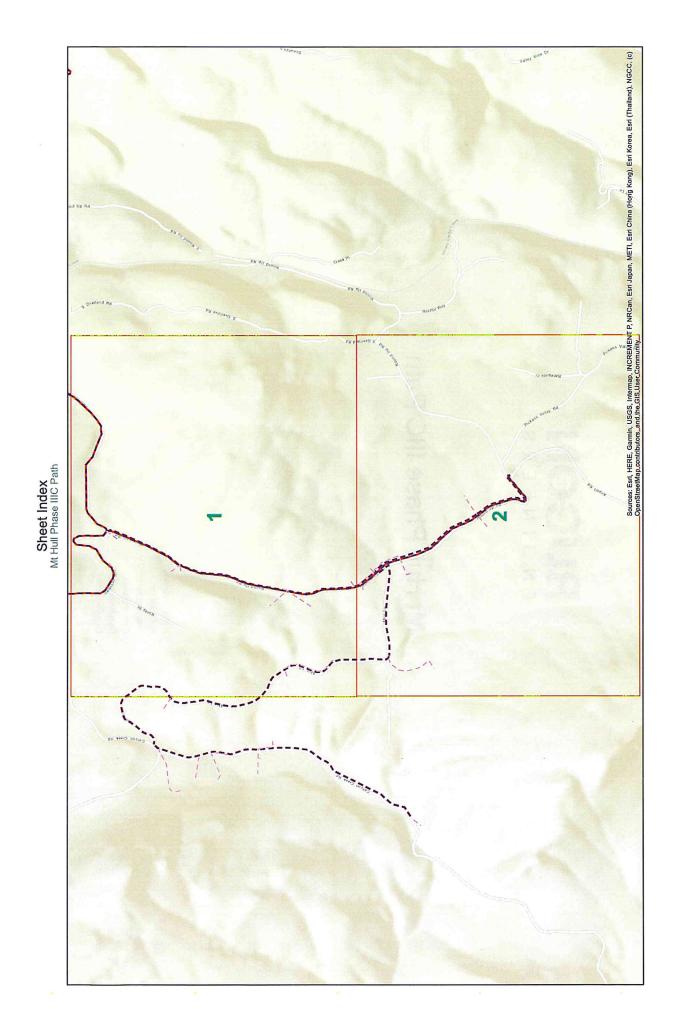
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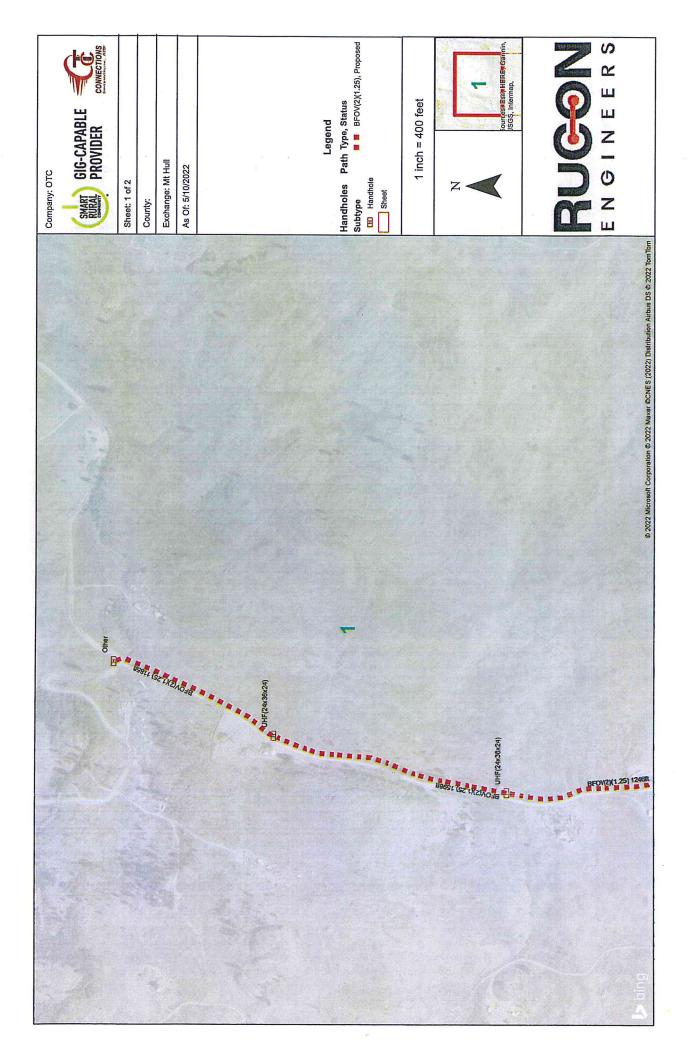
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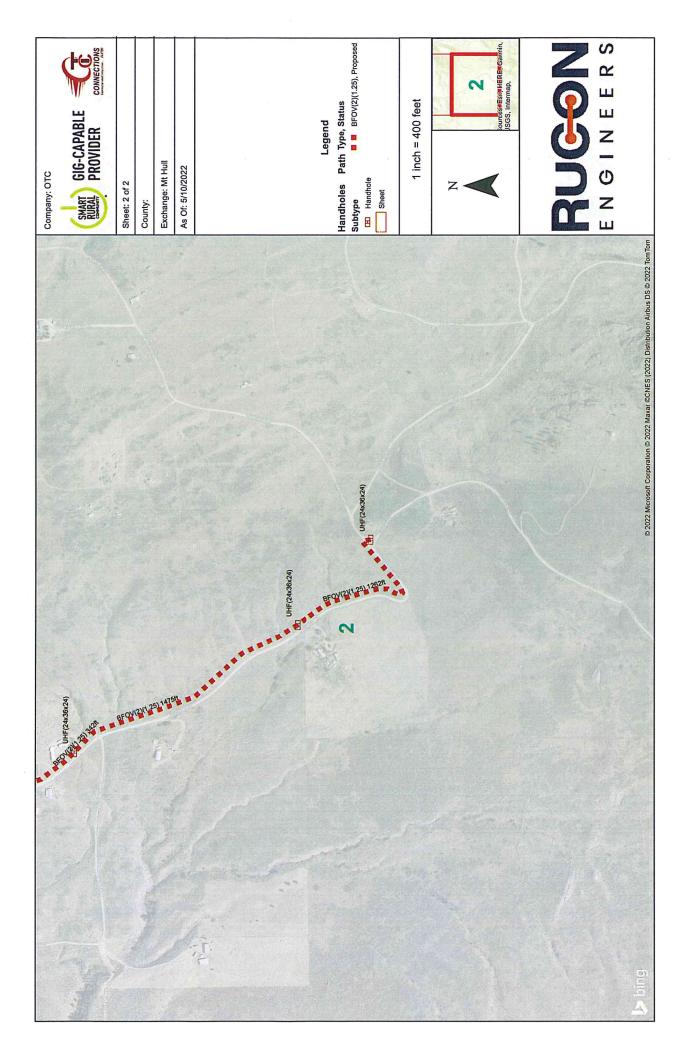
Mt Hull Phase IIIC Path

status: Proposed Assigned To: Date Assigned: Date Approved: Date Released: Date Completed; May 10, 2022

Authored by: PC-MK20-RUCON/mkheg







Mt Hull Phase IIIC BOM

Subtype	Status	Type	Class	Size	ModeGa	aug Owner	Class Size ModeGaug Owner UsedBy Quantity	Quantity
Drop Cable	Proposed	Loose tube	BFO	7	sm	OTC		3675 ft
Fiber Cable	Proposed	Loose tube	BFO	144	sm	OTC		7466 ft
Conduit	Proposed	BFOV(2)(1.25)		1.25"		OTC		7107 ft
Handhole	Proposed	UHF(24x36x24)				OTC		Ŋ
Structure	Existing							12
			the second se					

Certification Relating to Accounting Standards

I, Delinda Kluser, am an officer of Skyline Telecom Inc. (the Company as set out in the Petition to which this is an Exhibit). Thereby, I certify that the Company complies with state and federal accounting, cost allocation, and cost adjustment rules pertaining an incumbent local exchange carrier for the period of time that the Company will receive support under the Petition to which this is an Exhibit.

This Certification is a sworn statement made under the penalty of perjury as set forth in RCW 9A.72.085 and is made this $\frac{26}{2}$ day of July, 2022.

By: Delinda Kluser

By: Delinda Kluser Title: Vice-Pres, Manager

		Sk	yline'	kyline Telephone	one		
Internet/F	Internet/Phone Bundle		Internet/F	Internet/Phone Bundle			
w/phor	w/phone features		Basi	Basic phone		Granite	Granite Falls ONLY
Tonasket/N	Tonasket/Mt Hull/Oroville		Tonasket/N	Tonasket/Mt Hull/Oroville		Service:	Monthly Price:
Speeds:	Monthly Price:		Speeds:	Monthly Price:		Phone Only	\$25.00
. 9	\$75.95		6	\$50.00		512 meg Internet	\$39.95
15	\$85.95		15	\$60.00		Bundle:	\$50.00
30	\$90.95		30	\$70.00			
50	\$95.95		50	\$80.00			
100	\$100.95		100	\$90.00			4
500	\$145.95		500	\$140.00			
	Internet Only			Phone Only	Only		
	556			Tonasket/Mt Hull/Oroville	Hull/Oroville		
Speeds:	Residential:	Business:			Monthly Price:		
9	\$49.95	\$59.95		Residential	\$19.50		
15	\$59.95	\$69.95		Business	\$25.00		
30	\$69.95	\$79.95					
50	\$79.95	\$89.95					
100	\$89.95	\$99.95					
500	\$139.95	\$149.95					
EXHIBIT 5							
PETITION OF	PETITION OF Skyline Telecom Inc.	ic.					
TO RECEIVE :	TO RECEIVE SUPPORT FROM THE UNIVERSAL	THE UNIVERS/	٦L				
SERVICE CON	SERVICE COMMUNICATIONS PROGRAM	ROGRAM					

STATEMENT REQUIRED BY WAC 480-123-110(1)(h)

I, <u>Jelinda</u> <u>Kuser</u>, am an officer of Skyline Telephone Company ("Skyline") and make this statement in that capacity. I hereby certify that if Skyline receives program support it will continue to provide communications services throughout its service territory in Washington for which it is seeking and receives program support for the entirety of the year for which Skyline is applying for support from the program. In addition, if Skyline receives program support, I certify that Skyline will continue to provide broadband services throughout its service territory in Washington, as it is or becomes available, during the entirety of the year in which Skyline is applying for support from the program.

This statement is provided under the penalty of perjury as set forth in RCW 9A.72.085.

By: Its: Vice-fres, manager

Certification of Eligibility

I, Delinda Kluser, am an officer of Skyline Telecom Inc. (the Company as set out in the Petition to which this is an Exhibit) and thereby certify that the Company is in compliance with the Federal Communications Commission's obligation for deployment of broadband at speeds specified by the Federal Communications Commission that apply to the Company.

For (j)(iii): Further, I certify that the Company has already met the Federal Communications Commission's total deployment obligations associated with federal high-cost program support as of the date of the Petition to which this is an Exhibit. Further, I certify that the Company has since January 1, 2018, deployed broadband to the number of locations that Washington Utilities and Transportation Commission has determined by order.

This Certification is a sworn statement made under the penalty of perjury as set forth in RCW 9A.72.085 and is made this 26^{10} day of July, 2022.

By: Delinda Kluser Title: Vice-Pres, Manager