

STATE OF WASHINGTON

UTILITIES AND TRANSPORTATION COMMISSION

1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 • Olympia, Washington 98504-7250 (360) 664-1160 • TTY (360) 586-8203

February 22, 2019

Mark L. Johnson, Executive Director and Secretary Utilities and Transportation Commission 1300 S. Evergreen Park Dr. SW P.O. Box 47250 Olympia, WA 98504-7250

RE: Skyline Telecom, Inc.'s petition to receive support from the state universal communications services program

Commission Staff's Letter Advising Non-Disbursement of Program Support to Skyline Telecom, Inc. in Docket UT-170861

Dear Mr. Johnson:

On July 28, 2017, Skyline Telecom, Inc. (Skyline or Company) filed a petition in Docket UT-170861 requesting support from the state universal communications services program (State USF Program). On November 9, 2017, the Commission entered Order 01, Order Granting Distribution of Funds from the State Universal Communications Services Program Subject to Conditions. Order 01 granted a delayed distribution of funds, in the amount of \$92,091 subject to three conditions.

On August 14, 2018, Skyline filed a Make Ready Assessment Report for the Aerial Fiber Project. The report indicated that if the company were to proceed with the project, the total fiber build would cost approximately \$1,000,000. Due to the extremely high costs involved, Skyline determined that it would not be moving forward with the project at this time. As a result, Skyline did not meet the conditions set out in Order 01, and subsequently, did not receive \$92,091 in support from the State USF Program

If you have any questions regarding this letter, please contact Sean Bennett, Regulatory Analyst, at (360) 664-1109, or sean.bennett@utc.wa.gov.

Sincerely,

Jing Roth, Assistant Director, Telecommunications,

Regulatory Services