

REPORT OF Pend Oreille Telephone COMPANY UNDER THE
WASHINGTON UNIVERSAL SERVICE COMMUNICATIONS PROGRAM
IN COMPLIANCE WITH WAC 480-123-130

July 1, 2016

Docket No. UT-151559

File electronically

1. WAC 480-123-130(1)(a) - Access Lines Served [NECA 1.3 working loops]

	January 1, 2015	December 31, 2015
Residential	1192	1120
Business	350	320

2. WAC 480-123-130(1)(b) - Use of Support

The funds received by the Company from the universal service communications program in calendar year 2015 represents monies that the Company formerly received through the Washington Exchange Carrier Association (WECA) pooling process and the reduction of support under the Federal Communications Commission's (FCC's) CAF ICC Program. As such, the funds from the universal service communications program contributed to the ongoing operation and maintenance expenses of the Company. The funds from the universal service communication program are contributing to the Company's ongoing provision of high-quality basic telecommunications service to customers residing in the area the Company serves.

In January 2015, the Company received \$154,600 from the universal service communications program for the fiscal year ending June 30, 2015 representing the reduction in support from the CAF ICC Program.

During 2015 the Company undertook projects that included upgrading its field electronics and central office electronics to enable faster DSL services and also added additional fiber capacity to handle additional bandwidth. The funds received from the universal service communications program can be viewed as contributing to the Company's ability to perform those projects, including, without limitation, the repayment of loan funds.

In December 2015, the Company received \$201,068 from the universal service communications program for the fiscal year ending June 30, 2016 representing the reduction in support from the CAF ICC Program.

service communications program can be viewed as contributing to the Company's ability to perform that project those projects, including, without limitation, the repayment of loan funds. In the second half of 2016 the Company plans to continue to bring subscribers on to its fiber-to-the-home network.

3. WAC 480-123-130(1)(c) - Unfiled Consumer Requests for New Basic Telecommunications Service*

None

* Service requests that are ongoing but still within normal processing times are not counted as unfulfilled.

4. WAC 480-123-130(1)(e) - FCC Form 477

This form was previously filed on or about March 1, 2016 under Docket UT-160032.

5. WAC 480-123-130(1)(f) - Report on Operational Efficiencies/Business Plan Modifications

The Company continually reviews its operations to determine if efficiencies can be achieved. The Company already has a plan in place to concentrate on improving broadband service while continuing to provide high-quality basic telecommunications service to the customers that are located within the area that the Company serves including building fiber-to-the-home service to subscribers. The funds received from the universal communications program can be viewed as assisting in the Company's efforts to obtain operational efficiencies.

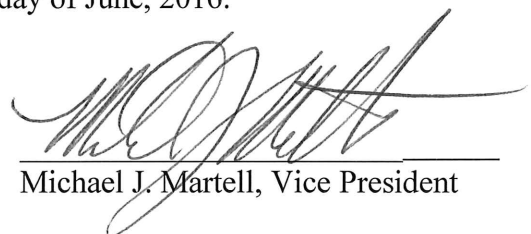
6. WAC 480-123-130(1)(g) and (h) - Other information

N/A

Certified Statement as required by WAC 480-123-130(1)(d):

I, Michael J. Martell, am an officer of Pend Oreille Telephone Company, and upon personal knowledge and with responsibility therefore, hereby certify under penalty of perjury, that Pend Oreille Telephone Company materially complied with Commission rules under Chapter 480-120 WAC that are applicable to the Company and its provision of service within the area for which the Company received universal service communications program support.

Signed at Glenns Ferry, Idaho this 29th day of June, 2016.



Michael J. Martell, Vice President