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

Inland Cellular LLC (formerly Eastern Sub-RSA Limited Partnership)(d/b/a Inland Cellular)(the "Company") hereby submits the following reports in accordance with WAC 480-123-070 and WAC 480-123-080, with respect to its operations within the State of Washington.

Report 1 - WAC 480-123-070(1)(a): For the period January 1 through December 31, 2012, the Company made the following approximate capital additions: EVDO Rev A upgrades to 9 sites (\$66,400) and Antenna addition at Creston Butte (\$2,125). Operating expenses, excluding the cost of handsets, roaming and toll expenses, for the same time period were approximately \$3,673,875.

Report 2 - WAC 480-123-070(1)(b): These investments and expenses should enable the Company to provide increasingly better service quality, coverage, capacity and clearer signals throughout the Company's service area, thereby decreasing the potential for dropped calls or no service. Expenses directly associated with regulatory compliances for E911, plant operations, switching, maintenance, engineering and obtaining facilities from local exchange carriers and depreciation expenses comprise approximately \$2,195,840 of the expense figure set forth in Report 1 above.

<u>Report 3</u> - WAC 480-123-070(2): For the period January 1 through December 31, 2012, the Company reports that it experienced the following local service outages:

2/22/12 at 11:22 am – Microwave failure at the Wilson Creek site; technician dispatched and changed frequency of microwave; approximately 164 subscribers may have been affected however, the area is also covered by overlapping signals from cellular sites at Stratford and Odessa; service restored at approximately 4:06 pm; duration of approximately 4 hours and 44 minutes; microwave failures are unexpected and back-up cannot be provided; no economical steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage. 4/3/12 at 9:13 am – Control module failure at the Wilson Creek site; technician dispatched and reset control module; approximately 164 subscribers may have been affected however, the area is also covered by overlapping signals from cellular sites at Stratford and Odessa; service restored at approximately 4:06 pm; duration of approximately 4 hours and 44 minutes; card failures are unexpected and back-up cannot be provided; no economical steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage.

<u>5/31/12</u> at 5:53 pm – Microwave outage at the Sprague site; technician dispatched and replaced transmitter; approximately 9 subscribers were without Inland Cellular service; service restored at approximately 9:07 pm; duration of approximately 3 hours and 14 minutes; microwave failures are unexpected and back-up cannot be

provided; no economical steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage.

7/1/12 at 1:15 am – RFM failure at the Coulee City site; Technician dispatched and replaced RFM card; approximately 292 subscribers were without Inland Cellular service; service restored at approximately 8:44 am; duration of approximately 7 hours and 29 minutes; card failures are unexpected and back-up cannot be provided; no economical steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage.

7/13/12 at 2:40 am – T1 outage to our Coulee City site; approximately 292 subscribers were without Inland Cellular service; called CenturyLink as the outage was on the CenturyLink side which they repaired; service restored at approximately 9:07 am; duration of approximately 6 hours and 10 minutes; facilities failures from another provider are unexpected; no affordable steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage.

7/13/12 at 2:40 am – Microwave failure at the Dunes site; technician dispatched and re-tuned microwave; approximately 2,085 subscribers may have been affected however, the area is also covered by overlapping signals from a cellular site at Moses Lake West which covers the majority of Moses Lake proper; service restored at approximately 8:50 am; duration of approximately 6 hours and 10 minutes; microwave failures are unexpected and back-up cannot be provided; no economical steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage.

9/7/12 at 11:25 am – Microwave interference detected at the Dunes site; technician dispatched and re-tuned microwave; approximately 2,085 subscribers may have been affected however, the area is also covered by overlapping signals from a cellular site at Moses Lake West which covers the majority of Moses Lake proper; service restored at approximately 5:53 pm; duration of approximately 6 hours and 28 minutes; microwave failures are unexpected and back-up cannot be provided; no economical steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage.

9/30/12 at 10:15 am – RFM failure at the Creston Butte site; Technician dispatched and replaced RFM card; approximately 100 subscribers may have been without Inland Cellular service; overlapping signals in the area from Davenport and Wilbur; service restored at approximately 2:11 pm; duration of approximately 3 hours and 56 minutes; card failures are unexpected and back-up cannot be provided; no economical steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage.

10/2/12 at 12:06 pm – RFM failure at the Dunes site; technician dispatched and replaced RFM card; approximately 2,085 subscribers may have been affected however, the area is also covered by overlapping signals from a cellular site at Moses

Lake West which covers the majority of Moses Lake proper; service restored at approximately 10:17 am; duration of approximately 22 hours and 11 minutes; microwave failures are unexpected and back-up cannot be provided; no economical steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage.

10/3/12 at 5:50 am – RFM failure at the Woodward site; technician dispatched and replaced RFM card; it is unknown as to how many subscribers may have been affected because this site is a primary roaming site on highway 26 between Othello and Washtucna however, the area is covered by overlapping signals from cellular sites at Cunningham, Lind, Lind East and Washtucna; service restored at approximately 8:13 am; duration of approximately 2 hours and 23 minutes; card failures are unexpected and back-up cannot be provided; no economical steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage. 10/5/12 at 1:23 pm – RFM failure at the Creston Butte site; Technician dispatched and replaced RFM card; approximately 100 subscribers may have been without Inland Cellular service; overlapping signals in the area from Davenport and Wilbur; service restored at approximately 5:36 pm; duration of approximately 3 hours and 59 minutes; card failures are unexpected and back-up cannot be provided; no economical steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage.

10/7/12 at 1:11 pm – RFM failure at the Coulee City site; Technician dispatched and replaced RFM card; approximately 292 subscribers were without Inland Cellular service; service restored at approximately 12:56 pm (10/8/12); duration of approximately 23 hours and 45 minutes; card failures are unexpected and back-up cannot be provided; no economical steps can be taken to prevent a similar situation in the future. Customers without service from the Company are defaulted to roam on wireless competitors during an outage.

<u>Report 4</u> - WAC 480-123-070(3): For the period January 1 through December 31, 2012, the Company reports zero (0) instances where it failed to provide service within its designated service area.

<u>Report 5</u> - WAC 480-123-070(4): For the period January 1 through December 31, 2012, the Company did not receive from the Federal Communications Commission or the Consumer Protection Division of the Attorney General of the State of Washington any complaints against the Company made by the Company's customers concerning the services provided to its customers.

<u>Report 6</u> – WAC 480-123-080(1)(a): As it is known to the Company at the date of this Report, the following is the planned use of federal support related to Washington state that is anticipated to be received from any category in the federal high-cost fund by the Company during the period January 1, 2014 through December 31, 2014:

The Company is budgeted for cellular sites that include microwave back-bone facilities (\$100,000) and upgrade sites to EVDO Rev A (\$100,000); total estimated additions of \$200,000. Since the Company makes additions from operating revenue generation, some of these additions are carry-overs from the previous year. The Company estimates that operating expenses, excluding cost of handsets, roaming and toll expenses, will be approximately \$3,786,400.

Report 7 – WAC 480-123-080(2): The budgeted investments and expenses should enable the Company to provide increasingly better service quality, coverage, capacity and clearer signals throughout the Company's service area, thereby decreasing the potential for dropped calls. Expenses directly associated with regulatory compliances for E911, plant operations, switching, maintenance, engineering and obtaining facilities from local exchange carriers and depreciation expenses comprise approximately \$2,279,700 of the expense figure set forth in Report 6 above.

Dated: July 30, 2013