

Inland Telephone Company
Information for the Washington Utilities and Transportation Commission
Docket UT-110858

1. The file, Attachment 2 – (RLEC Model).xls, is included as “111107 Inland Attachment 2 – (RLEC Model)-UNREDACTED.xls” and “111107 Inland Attachment 2 – (RLEC Model)-REDACTED.pdf”.
2. The Part 64 cost allocation for 2009 is included as REDACTED and UNREDACTED pdf files. Allocations between regulated and non-regulated operations are accomplished by usage analysis; if not direct assignment then allocated by percentage of time. With several companies, regulated and non-regulated, operating with limited numbers of employees, in order to make each line of business more cost effective many employees are shared. It is the duty of all hourly employees to correctly report their time worked; salaried employees are asked to estimate their time distribution. This is an acceptable methodology for the National Exchange Carrier Association and the Universal Service Administrative Company.
3. No “Known and Measurable” adjustments.
4. Copies of REDACTED and UNREDACTED pdf files included for the High Cost Loop calculation with and without the cap; difference is a \$479,880 decrease.
5. Providing:
 - a. The names of the affiliated companies are on the Audited Consolidated Financial Statement – UNREDACTED (123109 WESTERN ELITE AFS – UNREDACTED.pdf). A list is not provided here because we did not want to REDACT this page.
 - b. Provided Audited Balance Sheet and Income Statement for those entities that a balance sheet and income statement are prepared for; REDACTED and UNREDACTED. For those entities that are not separately provided for, the only balance sheet and income statement that is prepared is within the Consolidated Statements.
 - c. Provided Audited Consolidated Financial Statement – REDACTED and UNREDACTED (123109 WESTERN ELITE AFS) however, only the regulated telephone operation is governed by FCC Part 32 and 64 and therefore the consolidation is not done in that manner.
6. Similar to number 2. above, shared costs are apportioned by analysis; either to regulated or non-regulated operations or entities based on usage.
7. Copies of Attachment 3, REDACTED and UNREDACTED, pdf files are included.
8. The Company does not currently offer bundled services.
9. Copies of the Inland Telephone Company trial balances, REDACTED and UNREDACTED, pdf files are included.

REDACTED

10. Retail customers at December 31, 2011 – Washington LEC voice grade users =
; Washington LEC broadband users =

11. Copies of Audited Financial Statements, REDACTED and UNREDACTED, pdf
files are included.

REDACTED