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

Inland Cellular Telephone Company, as general partner of, and on behalf of, 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.

<u>Report 1</u> - WAC 480-123-070(1)(a): For the period January 1 through December 31, 2005, the Company built 5 new digital cellular sites, each of which included microwave back-bone facilities, upgraded 1 cellular site from analog to digital technology, installed 2 additional microwave back-bone facilities and upgraded 4 cellular sites with more efficient digital technology at an approximate cost of \$3,126,000. Operating expenses, excluding cost of handsets, roaming and toll expenses, for the same time period were approximately \$2,387,400.

<u>Report 2</u> - 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. 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 \$1,441,500 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, 2005, the Company is not aware of any local service outages experienced by the Company.

<u>Report 4</u> - WAC 480-123-070(3): For the period January 1 through December 31, 2005, the Company provided service to all those that requested service and, when applicable, were financially qualified for service; those customers that did not qualify for lifeline assistance but were credit challenged may not have qualified for post-pay service. Pre-pay service was available for those customers that did not qualify for lifeline assistance and were credit challenged. The Company is not aware of any instance where it failed to provide service within its designated service area except for that circumstance described above.

<u>Report 5</u> - WAC 480-123-070(4): For the period January 1 through December 31, 2005, the Company is not aware of any complaints to the Federal Communications Commission or to the Consumer Protection Division of the Attorney General of the State of Washington concerning the services provided by the Company 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 October 1, 2006 through September 30, 2007:

The Company is budgeted to build 8 new digital cellular sites that include microwave back-bone facilities at an estimated cost of approximately \$2,800,000. The Company estimates that operating expenses, excluding cost of handsets, roaming and toll expenses, will be approximately \$2,891,000.

<u>Report 7</u> – WAC 480-123-080(2): The expected 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 \$1,901,000 of the expense figure set forth in Report 6 above.

Dated: July 31, 2006.