

TELECOMMUNICATIONS COMPANIES
Non-Competitive (ILEC) Class B
2015
ANNUAL REPORT

FOR

(NAME UNDER WHICH CORPORATION, PARTNERSHIP, OR INDIVIDUAL IS DOING BUSINESS)

(OFFICIAL MAILING ADDRESS)

(CITY)

(STATE)

(ZIP)

Please check if address listed above is an updated address

Report Year Ended: December 31, 2015

Inquiries concerning this Annual Report should be addressed to:

Name/Title: _____
Address: _____
City: _____
State/Zip: _____
Telephone: _____
Email: _____

SUBMIT TO:
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION
PO Box 47250
Olympia, WA 98504-7250

File online: www.utc.wa.gov



REPORT MUST BE RECEIVED NO LATER THAN MAY 2, 2016

Please refer to the Instructions for Completing the Annual Report on Page 2

INSTRUCTIONS FOR ANNUAL REPORT COMPLETION

Commission Authority

The purpose of this form is to collect financial and operational information from telecommunications companies regulated by the Washington Utilities and Transportation Commission (UTC). The commission's authority for requiring this report is found in RCW 80.04.080. This report is a non-confidential public use form.

Certification

The Annual Report Certification must be signed by an authorized officer, partner or owner.

Regulatory Fees

Regulatory fees are set by commission order A-140166.

Deadlines and Penalties

All telecommunications companies regulated by the UTC are required to complete this form, including all schedules. Failure to complete all schedules will result in the report being considered incomplete and subject to penalties. Completed forms and regulatory fee payments must be received by the UTC no later than **May 2, 2016**. Failure to file the annual report by the above deadline will result in a financial penalty of \$100 for each business day after May 2. Failure to pay the regulatory fees by the above deadline will result in a 2 percent penalty on the amount due and a 1 percent monthly interest charge on the unpaid balance.

Extension Requests

You may file a written request for an extension to file the completed annual report; however, the commission will not extend the deadline for paying regulatory fees. Any extension request must be filed with the commission by **April 15, 2016**, and must state a valid reason for why the extension is needed and identify a specific date which the report will be filed with the commission. The commission will notify you by April 30 whether your request is approved or denied. Even if your request is approved, you will still be liable for penalties and interest payments if you fail to pay your regulatory fees by May 2. To file your extension request online visit:

<http://www.utc.wa.gov/docs/Pages/ElectronicFiling.aspx>

No longer operating in Washington

You may cancel your registration or permit by using the Voluntary Cancellation Form available at:

<http://www.utc.wa.gov/regulatedIndustries/utilities/Documents/cancelRegistration.docx>

However, if your company operated in Washington at any time during the 2015 calendar year, you must pay regulatory fees and file a closing annual report based on the months of operation during 2015.

Confidential Status

Telecommunications companies may file annual reports as confidential. You must follow the steps for filing confidential documents in WAC 480-07-160. The regulatory fee sheet portion of your report is not a confidential document and will not be accorded confidential treatment under the rule.

To view the confidential requirements in WAC 480-07-160, please visit the following site:

apps.leg.wa.gov/WAC/default.aspx?cite=480-07-160

Electronic Filing and Payment

To obtain an electronic format of the report, submit a report online or pay your regulatory fees online visit:

www.utc.wa.gov/regulatedindustries/pages/annualreports

Staff Contact

Amy Clark at (360) 664-1152 or aclark@utc.wa.gov

TTY Toll-Free phone number 1-800-416-5289

Fax: (360) 664-1289

ANNUAL REPORT CERTIFICATION

(PLEASE VERIFY THAT ALL SCHEDULES ARE ACCURATE AND COMPLETE BEFORE SIGNING)

I, the undersigned _____
Responsible Account Officer (Please Print)

of _____
Name of Company

have examined the foregoing report; that, to the best of my knowledge and belief, all statement of fact contained in said report are true and said report is a correct statement of the business and affairs of the above-named respondent in respect to each and every matter set forth therein during the period from January 1, 2015, to December 31, 2015, inclusive.

Title
(please print)

Signature
(please type if filing electronically)

Telephone Number

Date

GENERAL INFORMATION

Washington Unified Business Identifier (UBI) No.: _____
(If you do not know your UBI No. please contact Business Licensing Service at 1-800-451-7985 or BLS@dor.wa.gov)

Business Structure (please check the appropriate designation):

- Individual / Sole Proprietor Partnership Other (LP, LLP, LLC) Corporation Nonprofit Corporation

Required Document and Filing Deadlines

	Required Information	ILECs		URL's
		Class A	Class B	
<input type="checkbox"/>	Annual Report	5/2/2016	5/2/2016	See attached Report
<input type="checkbox"/>	Total Company Balance Sheet	N/A	N/A	
<input type="checkbox"/>	Total Company Income Statement	N/A	N/A	
<input type="checkbox"/>	Financial Templates	5/2/2016	7/1/2016	N/A
<input type="checkbox"/>	Regulatory Fee Schedule	5/2/2016	5/2/2016	See attached Schedule

ILEC Class A - 2% or more of the access lines within the state of Washington

ILEC Class B - Less than 2% of the access lines within the state of Washington

SCHEDULE 1

Washington State Data

(All companies must provide)

Part A. Services

Does your company provide local exchange services in WA? YES NO

If response is yes, Part C MUST be completed, even if response is zero (0).

Part B. Access Lines in service as of December 31, 2015

1 The total number of voice grade equivalent lines _____

This should be the same as the FCC Form 477 Part II. A. 1.

2 How many of the lines listed in C.1. above, have access to E-911 _____

Part C. Revenue Confirmation

	Total Company	Total WA	WA Intrastate
Annual Revenue for the twelve months ended December 31, 2015			

Rate Base

Line #	Description	B/S Line #	Adj Balance End of Year 2014 (A)	Adj Balance End of Year 2015 (B)	Average Adj End of Year Balance (C)
	Average Rate Base:				
1	Total Regulated Adjusted Telecom Plant-In-service	18			
2	Total Property Held for Future Use	19			
3	Total Regulated Adjusted Accumulated Depreciation (CR)	22			
4	Total Regulated Materials & Supplies	6			
5	Deferred Income Taxes (CR)				
6	Total Regulated Rate Base				

Footnotes:

1. Normal balance of deferred income taxes and accumulated depreciation is a credit.
2. Source of Column (A) is prior year annual report
3. Source of Column (B) is current year annual report Balance Sheet

Company Name:

For the Period Ending:
December 31, 2015

ASSETS	Total Company (1) (A)	Total Washington (B)	Washington Intrastate (2) (C)	LIABILITIES AND STOCKHOLDERS' EQUITY	Total Company (1) (A)	Total Washington (B)	Washington Intrastate (2) (C)
CURRENT ASSETS				CURRENT LIABILITIES			
1. Cash and Equivalents				25. Accounts Payable			
2. Cash-RUS Construction Fund				26. Notes Payable			
3. Affiliates:				27. Advance Billings and Payments			
a. Telecom, Accounts Receivable				28. Customer Deposits			
b. Other Accounts Receivable				29. Current Mat. L/T Debt			
c. Notes Receivable				30. Current Mat. L/T Debt Rur. Dev.			
4. Non-Affiliates:				31. Current Mat. - Capital Leases			
a. Telecom, Accounts Receivable				32. Income Taxes Accrued			
b. Other Accounts Receivable				33. Other Taxes Accrued			
c. Notes Receivable				34. Other Current Liabilities			
5. Interest and Dividends Receivable				35. Total Current Liabilities (25 thru 34)			
6. Material-Regulated				LONG-TERM DEBT			
7. Material-Nonregulated				36. Funded Debt-RUS Notes			
8. Prepayments				37. Funded Debt-RTB Notes			
9. Other Current Assets				38. Funded Debt-FFB Notes			
10. Total Current Assets (1 Thru 9)				39. Funded Debt-Other			
NONCURRENT ASSETS				40. Funded Debt-Rural Develop. Loan			
11. Investment in Affiliated Companies				41. Premium (Discount) on L/T Debt			
a. Rural Development				42. Reacquired Debt			
b. Nonrural Development				43. Obligations Under Capital Lease			
12. Other Investments				44. Adv. From Affiliated Companies			
a. Rural Development				45. Other Long-Term Debt			
b. Nonrural Development				46. Total Long-Term Debt (36 thru 45)			
13. Nonregulated Investments (B1)				OTHER LIAB. & DEF. CREDITS			
14. Other Noncurrent Assets				47. Other Long-Term Liabilities			
15. Deferred Charges				48. Other Deferred Credits (A)			
16. Jurisdictional Differences				49. Other Jurisdictional Differences			
17. Total noncurrent Assets (11 thru 16)				50. Total Other Liab. & Def. Credits (47 thru 49)			
PLANT, PROPERTY AND EQUIPMENT				EQUITY			
18. Telecom Plant-In-Service				51. Cap. Stock Outstanding & Subscribed			
19. Property Held for Future Use				52. Additional Paid-in-Capital			
20. Plant Under Construction				53. Treasury Stock			
21. Plant Adj., Nonop Plant & Goodwill				54. Membership and cap. Certificates			
22. Accumulated Depreciation (CR.)				55. Other Capital			
23. Net Plant (18 thru 21 less 22)				56. Patronage Capital Credits			
24. TOTAL ASSETS (10+17+23)				57. Retained Earnings or Margins (B2)			
				58. Total Equity (51 thru 57)			
				59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)			

Footnotes:

- (1) - Only complete if different than Total Washington (Column B)
- (2) - Only complete for lines 18 - 22 + 48

Note:

Column B should equal Column A of the State USF Program template which is required to be submitted to the commission no later than August 1.

Company Name: (Below)

For the 12 months ending:
December 31, 2015

Line #	Description	Total Company (1) (A)	Total Washington (B)	Washington Intrastate (C)
1	Local Network Services Revenues			
2	Network Access Services Revenues			
3	Long Distance Network Services Revenues			
4	Carrier Billing and Collection Revenues			
5	Miscellaneous Revenues			
6	Uncollectible Revenues (Normal Balance is debit or in brackets)			
7	Net Operating Revenues (1 thru 6)			
8	Plant Specific Operations Expense			
9	Plant Nonspecific Operations Expense (excluding Depreciation & Amort.)			
10	Depreciation Expense			
11	Amortization Expense			
12	Customer Operations Expense			
13	Corporate Operations			
14	Total Operations Expenses (8 thru 12 +13)			
15	Operating Income or Margins (7 less 14)			
16	Other Operating Income and Expenses ()			
17	State and Local Taxes			
18	Federal Income Taxes - (LINE IS ZERO IF COMPANY IS S CORP)			
19	Other Taxes			
20	Total Operating Taxes (17+18+19)			
21	Net Operating Income or Margins (15+16-20)			
22	Interest on Funded Debt			
23	Interest Expense - Capital Leases			
24	Other Interest Expense			
25	Allowance for Funds Used During Construction (CR)			
26	Total Fixed Charges (22+23+24-25)			
27	Nonoperating Net Income			
28	Extraordinary Items			
29	Jurisdictional Differences			
30	Nonregulated Net Income			
31	Total Net Income or Margins (21+27+28+29+30-26)			

Footnote:

- (1) Only complete if different than Total Washington, Column (B)

Note:

Column B should equal Column A of the State USF Program template which is required to be submitted to the commission no later than August 1.

REGULATORY FEE CALCULATION SCHEDULE

Due May 2, 2016

Company Name: _____

Annual Report Year
2015

In accordance with RCW 80.24.010 "Regulatory Fees", the Commission requires Telecommunication companies to file reports of gross intrastate operating revenue and pay fees on that revenue. Every company subject to regulation shall file with the Commission a statement under oath showing its gross intrastate revenue for the preceding year and pay to the Commission a fee as instructed below.

Regulatory Fee Calculations

1	Total Gross Intrastate Operating Revenue**	_____		
2	If Line 1 is less than or equal to \$100,000, enter \$150 (skip to Line 4)	_____		
3	If Line 1 is greater than \$100,000, the first \$50,000 is subject to 0.1% regulatory fee			
3a	Enter \$50,000	_____	x	0.001
3b	Remainder of revenues subject to 0.2% regulatory fee	_____		
3c	Subtract \$50,000 from Line 1	_____	x	0.002
4	Total Regulatory Fees Due (Line 2 or Line 3a + Line 3c)	_____		

Agency Use Only 001-111-0268-170-01

Penalty & Interest Calculations

Penalties on Regulatory Fees being paid after **May 2**

5	Total Penalties on Regulatory Fees owed (enter amount from Line 5 x 2%)	_____	x	0.02
6	Interest on Regulatory Fees being paid after May 31			
7	Amount from Line 5 x Number of months past May 31 x 1%	_____	x	_____
8	Total Penalties and Interest owed (Line 5a plus Line 7a)	_____		

Total Regulatory, Penalties and Interest Fees Due (Line 4 plus Line 8)

Agency Use Only 001-111-0268-170-11

****Note:** The revenues subject to the Commission's regulatory fees are gross Washington intrastate operating revenues before deductions for uncollectibles, unbillables, subscriber/aggregator commissions or the payment of site charges and state and federal taxes, i.e. "Gross Revenues" means before any deductions from Revenue Receipts.

COMMISSION USE ONLY

Reception #:	_____	001-111-0268-170-01	_____
Reference:	AR2015	001-111-0268-170-11	_____
Payment ID:	_____	001-111-0268-032-20	_____
		001R-111-0268-032-20 (_____)
		Total Paid:	_____

PAYMENT INFORMATION

The commission accepts the following methods of payment:

- Cash (in-person at commission)
- Check (must be in US Funds)
- Online payments* (ACH, American Express, Discover/Novus, Mastercard, Visa)
- Pay-by-phone (credit card payments only) at (360) 664-1349

**Please note: A convenience fee of 2.5 percent (minimum of \$3.95) is charged by Official Payments for using the credit card processing service.*

To pay online visit:

<https://fortress.wa.gov/wutc/utcweb/regulatedIndustries/Pages/onlinepayments.as>

FILING YOUR REPORT

All annual reports and regulatory fees must be received by the commission no later than May 1 each year (or the following business day if May 1 lands on a weekend). Postmark dates are not considered the date received. It is strongly recommended to use a mail delivery service, such as certified mail via USPS, with delivery confirmation or filing online to receive an email notification of receipt.

Reports may be mailed, faxed, delivered in person or submitted online:

- Mail to: *(recommend via certified mail no later than April 15 to ensure timely delivery)*
Utilities and Transportation Commission
PO Box 47250
Olympia, WA 98504
- Physical Address for express delivery services (Fedex, UPS):
1300 S. Evergreen Park Dr. S.W.
Olympia, WA 98504
- Fax to: (360) 664-1289 *(Contact commission staff below to verify receipt)*
- File online using the commission e-file system: *(System will generate automatic email receipt)*
<https://fortress.wa.gov/wutc/utcweb/docs/Pages/ElectronicFiling.asp>

NEED MORE ASSISTANCE?

For more information about annual reports please reference the Annual Report FAQ document at the website below or contact Amy Clark at (360) 664-1152 or aclark@utc.wa.gov.

<https://fortress.wa.gov/wutc/utcweb/regulatedindustries/Pages/annualReports.aspx>