



State of Utah
Department of Commerce
Division of Public Utilities

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July 30, 2018

TO: PUBLIC SERVICE COMMISSION

FROM: DIVISION OF PUBLIC UTILITIES

Chris Parker, Director
Bill Duncan, Manager, Telecommunications and Water
Joseph Hellewell, Utility Analyst

RE: Universal Service Funds Status

Docket #18-999-09

Attached for your information is the latest status report on the Utah Universal Service Fund. All reported amounts are proprietary.

The Universal Service Fund showed a balance of \$7,056,819.33 at the end of June 2018, which is an increase of \$106,985.54 from the previous month. High cost support disbursed to rural ILECs totaled \$893,620.93. Relay Utah disbursements for June were \$149,269.71. Contributions for June totaled \$1,147,190.37. The fund has ranged between \$3.3 and \$7.0 million for the last 12 months.

In June, 2 providers reported using revenue as a basis for remitting their USF contribution. Their contributions totaled \$19,902.41. The Division is continuing education efforts for providers that contribute under the old rules. 60 providers remitted USF based on access lines or connections. There was a total of 3,163,594 connections reported for June. There were 1240 connections that providers claimed as exempt.

Period 13 adjustments totaled -\$81,557.08. This lowered the ending balance of the Universal Service fund to \$6,975,262.25 as of June 30.

Attachments (7 pages)

June 2018 Contributions

| | |
|-----------------------|------------------------|
| USF Contributions | \$ 1,147,190.37 |
| Other Adjustments | |
| Payroll Clearing-June | \$ 1,797.00 |
| Payroll Clearing-July | \$ 888.81 |
| Total Collected | <u>\$ 1,149,876.18</u> |

June 2018 Expenses

| | |
|--|---------------|
| USF Paid Out | |
| ALL WEST COMMUNICATIONS | \$ 170,167.58 |
| BEAR LAKE COMMUNICATIONS | \$ 21,898.58 |
| CARBON/EMERY TELCOM | \$ 73,839.10 |
| CENTRAL UTAH TELEPHONE INC | \$ 22,297.33 |
| DIRECT COMMUNICATIONS CEDAR VALLEY | \$ 49,025.00 |
| EMERY TELCOM | \$ 92,583.00 |
| GUNNISON TELEPHONE CO | \$ 28,776.42 |
| HANKSVILLE TELCOM | \$ 6,546.17 |
| MANTI TELEPHONE COMPANY | \$ 79,166.67 |
| SKYLINE TELECOM | \$ 3,859.00 |
| SOUTH CENTRAL UTAH TELEPHONE | \$ 175,274.00 |
| UINTAH BASIN TELEPHONE dba Strata Networks | \$ 163,866.33 |
| UNION TELEPHONE COMPANY | \$ 6,321.75 |

Other Expenses

| | |
|---------------------------------|---------------|
| Speech & Hearing Impaired Total | \$ 149,269.71 |
|---------------------------------|---------------|

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|----------------|------------------------|
| Total Expenses | <u>\$ 1,042,890.64</u> |
|----------------|------------------------|

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|--|----------------------|
| June 2018 Net Increase (Decrease) | <u>\$ 106,985.54</u> |
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|-----------------------------|-----------------|
| May 2018 USF Balance | \$ 6,949,833.79 |
|-----------------------------|-----------------|

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|-------------------------------------|-----------------|
| End of June 2018 USF Balance | \$ 7,056,819.33 |
|-------------------------------------|-----------------|

Period 13 Adjustments

| | |
|------------------------------------|----------------|
| Speech & Hearing Impaired Payments | \$ (42,633.73) |
| Payroll Clearing Adjustment | \$ 27,398.48 |
| Lifeline Payments | \$ (66,321.83) |

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|--|------------------------|
| End of June 2018 USF Balance with Period 13 adjustments | <u>\$ 6,975,262.25</u> |
|--|------------------------|