State of Utah
Department of Commerce
Division of Public Utilities

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Executive Director	*Deputy Director*	*Interim Director, Division of Public Utilities*

JON HUNTSMAN Jr.
Governor
GARY HERBERT
Lieutenant Governor

MEMORANDUM

To: **Public Service Commission**

From: **Division of Public Utilities**

Artie Powell, Interim Director
Bill Duncan, Telecommunications Manager
Chris Luras, Technical Consultant

Date: February 4, 2008

Re: Docket No. 07-2419-01
In the Matter of the Petition of Direct Communications Cedar Valley, for a Rebalance of Rates and Support from the State Universal Service Support Fund

On December 5, 2007, Direct Communications Cedar Valley ("Direct") petitioned the Commission for a rebalance of the Company's rates and charges for telecommunications services provided in Utah and for support from the State Universal Service Fund. The filing, however, was not accompanied by the exhibits referenced in the Petition. On January 28, 2007, Direct finally filed the exhibits to its Petition.

To date, Direct has also not been in compliance with the requirements set forth in the original Order, Docket No. 04-2419-01, which granted it a CPCN to operate as an ILEC. Specifically, Direct has not filed its traffic and cost data which, as ordered, should have been submitted to the Division and the Committee quarterly. In addition, Direct has not provided the Division or Commission with informational copies of all filings made by Direct with the FCC and NECA.

The Division met with Direct representatives to discuss its delayed filing and noncompliance. As a result, the Division and Direct agreed that the formal filing date of this Docket will not begin until Direct is in compliance with the original Order. To note, Direct has filed a letter, which is attached, that affirms our agreement. At the time that Direct is in full compliance, the Division will file a memo with the Commission recommending that it acknowledge the filing and that it arrange a Scheduling Conference.

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